



e-FILING REPORT COVER SHEET

COMPANY NAME: WILLAMETTE WATER COMPANY

DOES REPORT CONTAIN CONFIDENTIAL INFORMATION? No Yes If yes, submit a redacted public version (or a cover letter) by email. Submit the confidential information as directed in OAR 860-001-0070 or the terms of an applicable protective order.

Select report type: RE (Electric) RG (Gas) RW (Water) RT (Telecommunications) RO (Other, for example, industry safety information)

Did you previously file a similar report? No Yes, report docket number: 2014 OPUC Docket RW19

Report is required by: OAR Statute Order

Note: A one-time submission required by an order is a compliance filing and not a report (file compliance in the applicable docket)

Other (For example, federal regulations, or requested by Staff)

Is this report associated with a specific docket/case? No Yes, docket number:

List Key Words for this report. We use these to improve search results.

PUC ANNUAL REPORT

Send the completed Cover Sheet and the Report in an email addressed to PUC.FilingCenter@state.or.us

Send confidential information, voluminous reports, or energy utility Results of Operations Reports to PUC Filing Center, PO Box 1088, Salem, OR 97308-1088 or by delivery service to 3930 Fairview Industrial Drive SE, Salem, OR 97302.



ANNUAL RESULTS OF OPERATIONS REPORT

SELECT COMPANY SIZE (based on Annual Revenue)

Class C Water Utility
(Annual Gross Revenue less than \$199,999)

FOR THE CALENDAR YEAR

2015

COMPANY NAME

WILLAMETTE WATER COMPANY

OREGON PUBLIC UTILITY COMMISSION

PO BOX 2148

SALEM OR 97308-2148

REV 12/26/14

Instructions

WILLAMETTE WATER COMPANY

The Annual Results of Operations Report, required by the Public Utility Commission (PUC or Commission) under the authority of the Oregon Revised Statutes (ORS) 757.125 and 757.135, is based on the utility's operations for a calendar or fiscal year and is a convenient method for the Commission's staff to monitor the utility's results of operations. It must be filed electronically with the PUC on or before April 1st of the year following that for which the report is made. Attach the completed report and any supplementary pages to an email addressed to the following address: puc.filingcenter@state.or.us.

- Interpret all accounting words and phrases in accordance with the USOA.
- Special or unusual entries and all discrepancies should be fully explained. If necessary, describe fully any unusual entries and discrepancies in a narrative explanation in the tab titled "Notes."
- If the utility has filed, or intends to file, a separate rate schedule in its tariff for non-contiguous portions of its water system, separate accounting for Operating Revenues, Operating Expense, Plant Investments, and related Reserve for Depreciation must be maintained by the utility for each portion of the water system relating to each separate rate schedule. This annual report, however, should include the combined financial data for the utility.
- Each incorporated utility is requested to file with this report a copy of its most recent annual report to stockholders, if one is prepared.
- All schedules that call for the balance at the beginning of the year should reflect the same end of year balance **exactly** as shown in the prior year's annual report. Any adjustments to the ending balances shown in the report for the previous year should be reflected in the current year's activity and reported along with an explanation in the annual report.

FOR QUESTIONS ON EXCEL PROGRAM, ACCOUNTS, OR REPORTING, CONTACT GREG MILLER AT 503-373-7867 OR EMAIL AT GREG.MILLER@STATE.OR.US

Oath

WILLAMETTE WATER COMPANY

Complete Address of Reporting Utility

Line 1:	25275 Loten Way
Line 2:	P.O. Box
City:	Veneta
State:	Oregon
Zip:	97487
phone:	541-935-3626
email:	jeffd@frllc.com
fax:	541-935-1990
website:	

Name and title of person responsible for report

Name:	Jeff Demers
Title:	Secretary
Phone:	541-935-1050
Email:	jeffd@frllc.com

Oath & Signature

THIS REPORT, INCLUDING ANY ACCOMPANYING SCHEDULES AND STATEMENTS, HAS BEEN EXAMINED BY ME, AND TO THE BEST OF MY KNOWLEDGE AND BELIEF, IS TRUE, CORRECT AND COMPLETE.

<input checked="" type="checkbox"/> By clicking this box I affirm the above statement.
--

Information

WILLAMETTE WATER COMPANY

Provide the following information for the contact person regarding this report

Name:	Jeff Demers
Address:	P.O. Box 876, Veneta, Oregon 97487
Phone:	541-935-1050
Email:	jeffd@frllc.com

Provide the following information for where the utility's books and records are located

Name:	Jeff Demers
Address:	25275 Loten Way, Veneta, OR 97487
Phone:	541-935-1050
Email:	jeffd@frllc.com

Provide the following information of any audit group reviewing records and/or operations

Name:	
Address:	
Phone:	
Email:	

Date of original organization of the utility (month, day, year):

2/11/1964

Provide the following information for all utility officers and directors

Name	Title	Phone #	Email
Greg Demers	President	541-935-1050	gd9825@aol.com
Jeff Demers	Secretary	541-935-1050	jeffd@frllc.com

Provide the following information for legal counsel, accountants, and others not on utility's general payroll

Name	Title	Phone #	Email
Larry Gildea	Counsel	541-342-1771	
Delap	Tax Accountant	503-241-4884	

Organization

WILLAMETTE WATER COMPANY

Select business type
Private/Investor Owned

Select ownership type
Corporation

Select accounting method
accrual

INSTRUCTIONS: IF THE UTILITY IS A SOLE PROPRIETORSHIP OR PARTNERSHIP, COMPLETE PART A AND PROVIDE THE NAMES AND ADDRESSES OF ALL PERSONS HAVING ANY INTEREST OR EQUITY IN THE UTILITY AND THE AMOUNT OF SUCH EQUITY. IF THE UTILITY IS A CORPORATION, COMPLETE PARTS B AND C, AND PROVIDE THE NAMES AND ADDRESSES OF THE THREE LARGEST STOCKHOLDERS AND ALL OFFICERS AND DIRECTORS. STATE THE NUMBER OF SHARES HELD BY EACH.

Part A: Sole Proprietorship or Partnership

1	Name of owner or partner	
	Address	
	% interest or equity	
	Principal duty (if employed by company)	
2	Name of owner or partner	
	Address	
	% interest or equity	
	Principal duty (if employed by company)	
3	Name of owner or partner	
	Address	
	% interest or equity	
	Principal duty (if employed by company)	
4	Name of owner or partner	
	Address	
	% interest or equity	
	Principal duty (if employed by company)	

Part B: Corporation

1	Name of stockholder/director/officer	Gregory Demers
	Title	President
	Address	25275 Loten Way, Veneta, OR 97487
	# shares owned	2,070.50
2	Name of stockholder/director/officer	Melvin M McDougal
	Title	
	Address	P.O. Box 670, Creswell, OR 97426
	# shares owned	2,070.50
3	Name of stockholder/director/officer	
	Title	
	Address	
	# shares owned	
4	Name of stockholder/director/officer	
	Title	
	Address	
	# shares owned	

Part C: Corporation - Shares Outstanding

	Common Stock	Preferred Stock
# shares authorized	4141	NA
# shares issued at year end		
Par or stated value per share:	\$ 1.0000	
Dividends declared per share during the year:		

Affiliates

WILLAMETTE WATER COMPANY

List each contract, agreement, or other business transaction exceeding a cumulative amount of \$500 in any one year, entered into between the company and an affiliated business or financial organization, firm, partnership, or individual. For a definition of affiliated, see ORS 757.015.

Products or Services SOLD to Affiliated Interests

Name of Affiliate	Description of product or service	Contract or Agreement effective date	Revenue
			\$ -

Products or Services PURCHASED from Affiliated Interests

Name of Affiliate	Description of product or service	Contract or Agreement effective date	Cost
Frontier Resources, LLC	Management Contracts	9/20/2007	\$ 86,313
			\$ 86,313

TOTAL \$ (86,313)

Explanations or Notes

Financial and operational management services, facilities including office rent, phones, utilities, transportation, etc.

Revenues

WILLAMETTE WATER COMPANY

gal or cf

cf

Consumption and Revenue

	Act #	# customers at year beginning	# customers at year end	Total Quantity water sold	revenues
Unmetered (flat rate) water sales	460				
Metered sales to RESIDENTIAL customers	461.1	96	96	11,915	\$ 81,548
Metered sales to COMMERCIAL customers	461.2	46	46	10,301	\$ 71,442
Metered sales to INDUSTRIAL customers	461.3	9	9	10,187	\$ 84,043
Other metered sales to public authorities	461.4				
Metered sales to multiple family dwellings	461.5				
Public fire protection revenue	462.1	1	1		\$ 33
Private fire protection revenue	462.2	8	8		\$ 3,591
Other Sales to public authorities	464				
Sales to irrigation customers	465				
Sales for resale	466				
Water Sales to golf course/recreation revenue	467				
Special contract/agreement revenue	468			77	\$ 632
TOTAL		160	160	32,480	\$ 241,289

Revenue other than water sales

	Act #	revenues
Forfeited discounts	470	
Miscellaneous service revenues	471	\$ 294
Rents from water property	472	
Interdepartmental rents	473	
Other	474	\$ 144
Cross Connection sales & services revenues	475	
Total		\$ 437

Total Operating Revenue

\$ 241,726

Average Monthly Consumption and Bill

	Act #	Average Monthly Consumption per customer	Average Monthly Revenue per customer
Unmetered (flat rate) water sales	460		
Metered sales to RESIDENTIAL customers	461.1	10.34288194	70.78795139
Metered sales to COMMERCIAL customers	461.2	18.66123188	129.4242935
Metered sales to INDUSTRIAL customers	461.3	94.32407407	778.1752778
Other metered sales to public authorities	461.4		
Metered sales to multiple family dwellings	461.5		
Public fire protection revenue	462.1		2.763333333
Private fire protection revenue	462.2		37.40833333
Other Sales to public authorities	464		
Sales to irrigation customers	465		
Sales for resale	466		
Water Sales to golf course/recreation revenue	467		
Special contract/agreement revenue	468		

Taxes & property sales

WILLAMETTE WATER COMPANY

Act # TAXES OTHER THAN INCOME TAX

408.11	Property Tax	\$	2,047
408.12	Payroll Tax		
408.13	Other Tax Other Than Income Tax		
408.2	Nonutility Taxes Other Than Income Tax		
TOTAL		\$	2,047

Act # INCOME TAXES

409.1	Federal Income Tax		
409.11	State Income Tax	\$	150
409.13	Other Income Tax		
409.2	Nonutility Income Tax		
TOTAL		\$	150

Act # DEFERRED AND PROVISION FOR DEFERRED INCOME TAXES

410.1	Deferred Federal Income Taxes – Utility Operations		
410.11	Deferred State Income Taxes – Utility Operations		
410.2	Provision for Deferred Income Taxes – Other Income and Deductions		
411.1	Provision for Deferred Income Taxes – Credit – Utility Operations		
411.2	Provision for Deferred Income Taxes – Credit – Other income & Deductions		
TOTAL		\$	-

GAINS AND LOSSES FROM UTILITY PROPERTY SALE - ACCOUNT 414 (enter losses as negative amounts)

Description	Amount
Total	\$ -

Expenses

WILLAMETTE WATER COMPANY

Act #		Expense amount
601	Salaries and Wages - employees	
603	Salaries and Wages – officers, directors, and majority stockholders	
604	Employee Pensions & Benefits	
610	Purchased Water	\$ 118,903
611	Telephone/Communications	\$ 1,672
615	Purchased Power	
616	Fuel for Power Production	
617	Utilities - Other (garbage, natural gas)	
618	Chemicals & testing	
619	Office Supplies (excluding postage)	\$ 314
619.1	Postage	\$ 1,036
620	Materials & Supplies (O&M)	\$ 111
621	Repairs of Water Plant	\$ 4,015
631	Contractual Services - engineering	
632	Contractual Services - accounting	\$ 1,850
633	Contractual Services - legal	\$ 100
634	Contractual Services - management	\$ 86,313
635	Contractual Services – testing / sampling	\$ 915
636	Contractual Services – labor	\$ 18,372
637	Contractual Services - billing/collections	\$ 65
638	Contractual Services - meter reading	\$ 780
639	Contractual Services - other	
641	Rental of Building / Real Property	
642	Rental of Equipment	
643	Small Tools	\$ 26
648	Computer and electronic Expenses	\$ 465
650	Transportation Expenses	
656	Insurance - Vehicle	
657	Insurance – General Liability	\$ 2,073
658	Insurance – Workman’s Compensation	
659	Insurance – Other	
660	Public Relation / Advertising Expense	
666	Amortization of Rate Case Expense	
667	Regulatory Commission Fee (Gross Rev Fee)	\$ 613
668	Conservation Expense	
670	Bad Debt Expense	
671.1	Cross Connection Control Program Expense	
671.2	Cross Connection Testing & Maintenance Services	
673	Training & Certification Expense	
674	Consumer Confidence Report	\$ 50
675	Miscellaneous Expense	\$ 1,033
	TOTAL	\$ 238,706

Plant

WILLAMETTE WATER COMPANY

NOTE: Do **NOT** include any donated capital or contributions in aid of construction (CIAC) on this page.

Act #		Beg Year Balance	Added during year	Retired during year	Adjustments	End of year balance
301	Organization					\$ -
302	Franchises					\$ -
303	Land & land rights	\$ 516,918	\$ 74,695			\$ 591,613
304	Structures & improvements					\$ -
305	Collecting & impounding reservoirs					\$ -
306	Lake, river & other intakes					\$ -
307	Wells & springs					\$ -
308	Infiltration galleries & tunnels					\$ -
309	Supply mains	\$ 122,134				\$ 122,134
310	Power generation equipment					\$ -
311	Pumping equipment					\$ -
320	Water treatment equipment					\$ -
330	Distribution reservoirs & standpipes					\$ -
331	Transmission & distribution mains					\$ -
333	Services					\$ -
334	Meters & meter installations	\$ 11,901	\$ 608			\$ 12,509
335	Hydrants	\$ 7,486				\$ 7,486
336	Backflow prevention devices (utility owned)					\$ -
339	Other plant & miscellaneous equipment					\$ -
340	Office furniture & equipment					\$ -
341	Transportation equipment					\$ -
343	Tools, shop & garage equipment					\$ -
344	Laboratory equipment					\$ -
345	Power operated equipment					\$ -
346	Communication equipment					\$ -
347	Electronic & computer equipment					\$ -
348	Miscellaneous equipment					\$ -
	TOTAL	\$ 658,439	\$ 75,303	\$ -	\$ -	\$ 733,742

Explanation of unusual changes in utility plant during the year:

--

	A	B	C
1	WILLAMETTE WATER COMPANY		
2			
3	Advances for Construction		
4	Beg of year balance		
5	Additions during year		\$ (1,650)
6	Subtractions during year		
7	End of year balance		\$ (1,650)
8			
9	Contributions in Aid of Construction		
10	Beg of year balance		\$ 662,151
11	Added during the year:		
12	Capacity charge		
13	Main line extension charges		
14	Customer connection charges		\$ 70
15	Developer's property		
16	Other		
17	Retired during the year		
18			
19	End of year balance		\$ 662,221
20			
21	Accumulated Amortization of CIAC		
22	Beg of year balance		\$ 433,873
23	Add CIAC amortized during year		\$ 13,560
24	Subtract effects of CIAC disposals		
25	+/- other adjustments*		
26	Change in Accumulated Amortization during the year		\$ 13,560
27			
28	End of year balance		\$ 447,433
29			
30	* Explain any adjustments:		
31			
32			
33			
34			
35			
36			
37			
38			
39			
40			

Depreciation

WILLAMETTE WATER COMPANY

NOTE: Do **NOT** include any contributions in aid of construction (CIAC) on this page.

<u>Act #</u>	<u>annual depreciation expense</u>	<u>acc dep balance beg of year</u>	<u>accruals booked to acc dep</u>	<u>plant retired charged to acc dep</u>	<u>Adjustments*</u>	<u>acc dep balance end of year</u>
301	Organization					
302	Franchises					
303	Land & land rights					
304	Structures & improvements		\$ -			\$ -
305	Collecting & impounding reservoirs		\$ -			\$ -
306	Lake, river & other intakes		\$ -			\$ -
307	Wells & springs		\$ -			\$ -
308	Infiltration galleries & tunnels		\$ -			\$ -
309	Supply mains	\$ 2,442	\$ 63,896	\$ 2,442		\$ 66,338
310	Power generation equipment		\$ -			\$ -
311	Pumping equipment		\$ -			\$ -
320	Water treatment equipment		\$ -			\$ -
330	Distribution reservoirs & standpipes		\$ -			\$ -
331	Transmission & distribution mains		\$ -			\$ -
333	Services		\$ -			\$ -
334	Meters & meter installations	\$ 476	\$ 6,329	\$ 476		\$ 6,805
335	Hydrants	\$ 150	\$ 1,617	\$ 150		\$ 1,767
336	Backflow prevention devices (utility owned)		\$ -			\$ -
339	Other plant & miscellaneous equipment		\$ -			\$ -
340	Office furniture & equipment		\$ -			\$ -
341	Transportation equipment		\$ -			\$ -
343	Tools, shop & garage equipment		\$ -			\$ -
344	Laboratory equipment		\$ -			\$ -
345	Power operated equipment		\$ -			\$ -
346	Communication equip		\$ -			\$ -
347	Electronic & computer Equipment		\$ -			\$ -
348	Miscellaneous Equipment		\$ -			\$ -
	TOTAL	\$ 3,068	\$ 71,842	\$ 3,068	\$ -	\$ 74,910

*Explanation of any adjustments made:

Retained Earnings

	A	B	C
1	WILLAMETTE WATER COMPANY		
2			
3	215	Unappropriated Retained Earnings (beginning of year balance)	\$ (216,185)
4			
5	435	Balance transferred from income	\$ (60,842)
6	436	Appropriations of Retained Earnings	\$ -
7	437	Preferred Stock dividends declared	\$ -
8	438	Common Stock dividends declared	\$ -
9	439	Adjustments to Retained Earnings*	
10			
11	215	Unappropriated Retained Earnings (as of year end)	\$ (277,027)
12			
13	Explanation of any adjustments made to Retained Earnings		
14			
15			
16			
17			
18			
19			
20			
21			
22			
23			
24			

Other Accounts

	A	B	C	D
1	WILLAMETTE WATER COMPANY			
2				
3	For account information not already entered, please enter amounts below, if applicable.			
4				
5	Category	Act #	Act Name	
6	ASSETS AND OTHER DEBITS (101-190)			
7	Utility Plant			
8		101	Utility Plant in Service	\$ 733,742
9		102	Utility Plant Leased to Others	
10		103	Property Held for Future Use	
11		104	Utility Plant Purchased or Sold	
12		105	Construction Work in Progress - Commission Approved	
13		108	Accumulated Depreciation of Utility Plant in Service	\$ 74,910
14		110	Accumulated Amortization of Utility Plant in Service	
15		114	Utility Plant Acquisition Adjustments	
16		115	Accumulated Amortization of Utility Plant Acquisition Adjustments	
17	Other Property & Investments			
18		121	Nonutility Property	
19		122	Accumulated Depreciation and Amortization of Nonutility Property	
20		123	Investment in Associated Companies	
21		124	Utility Investments	
22		125	Other Investments	
23		127	Other Special Funds	
24	Current & Accrued Assets			
25		131	Cash	\$ 15,667
26		132	Special Deposits	
27		134	Working Funds	
28		135	Temporary Cash Investments	
29		141	Customer Accounts Receivable	\$ 15,526
30		142	Other Accounts Receivable	
31		143	Allowance for Uncollectible Accounts (Enter positive)	
32		144	Notes Receivable	
33		145	Accounts Receivable from Associated Companies	
34		146	Notes Receivable from Associated Companies	
35		151	Plant Materials and Supplies	\$ 670
36		162	Prepayments	\$ 1,060
37		171	Accrued Interest Receivable	
38		174	Miscellaneous Current and Accrued Assets	
39	Deferred Debits			
40		181	Unamortized Debt Discount and Expense	
41		182	Extraordinary Property Losses	
42		186	Miscellaneous Deferred Debits	
43		190	Accumulated Deferred Income Taxes	
44	EQUITY, LIABILITIES, AND OTHER CREDITS (201-283)			
45	Equity			
46		201	Common Stock Issued	\$ 51,712
47		204	Preferred Stock Issued	\$ -
48		207	Premium on Capital Stock	
49		211	Paid in Capital	
50		212	Discount on Capital Stock	
51		213	Capital Stock Expense	
52		214	Appropriated Retained Earnings	
53		215	Unappropriated Retained Earnings	\$ (277,027)
54		216	Reacquired Capital Stock	
55		218	Proprietary Capital	
56	Long Term Debt			
57		221	Bonds	
58		223	Advances from Associated Companies	
59		224	Other Long-Term Debt	

Other Accounts

	A	B	C	D
60	Current and Accrued Liabilities			
61		231	Accounts Payable	\$ 11,104
62		232	Notes Payable	\$ 668,720
63		233	Accounts Payable to Associated Companies	
64		234	Notes Payable to Associated Companies	
65		235	Customer Deposits	\$ 2,590
66		236	Accrued Taxes	
67		237	Accrued Interest	
68		238	Accrued Dividends	
69		239	Matured Long-Term Debt	
70		240	Matured Interest	
71		241	Miscellaneous Current and Accrued Liabilities	
72	Deferred Credits			
73		251	Unamortized Premium on Debt	
74		252	Advances for Construction	\$ (1,650)
75		253	Other Deferred Credits	\$ 1,400
76	Operating Reserves			
77		261	Property Insurance Reserve	
78		262	Injuries and Damages Reserve	
79		263	Pensions and Benefits Reserve	
80		265	Miscellaneous Operating Reserves	
81	Contributions in Aid of Construction			
82		271	Contributions in Aid of Construction	\$ 662,221
83		272	Accumulated Amortization of CIAC	\$ 447,433
84	Accumulated Deferred Income Taxes			
85		281	Accumulated Deferred Income Taxes - Accelerated Depreciation	
86		282	Accumulated Deferred Income Taxes - Liberalized Depreciation	
87		283	Accumulated Deferred Income Taxes - Other	
88	WATER UTILITY PLANT ACCOUNTS (301-348)			
89		301	Organization	\$ -
90		302	Franchises	\$ -
91		303	Land and Land Rights	\$ 591,613
92		304	Structures and Improvements	\$ -
93		305	Collecting and Impounding Reservoirs	\$ -
94		306	Lakes, River and Other Intakes	\$ -
95		307	Wells and Springs	\$ -
96		308	Infiltration Galleries and Tunnels	\$ -
97		309	Supply Mains	\$ 122,134
98		310	Power Generation Equipment	\$ -
99		311	Pumping Equipment	\$ -
100		320	Water Treatment Equipment	\$ -
101		330	Distribution Reservoirs and Standpipes	\$ -
102		331	Transmission and Distribution Mains	\$ -
103		333	Services	\$ -
104		334	Meters and Meter Installations	\$ 12,509
105		335	Hydrants	\$ 7,486
106		336	Backflow Prevention Devices	\$ -
107		339	Other Plant and Miscellaneous Equipment	\$ -
108		340	Office Furniture and Equipment	\$ -
109		341	Transportation Equipment	\$ -
110		343	Tools, Shop and Garage Equipment	\$ -
111		344	Laboratory Equipment	\$ -

Other Accounts

	E	F	G	H	I
1					
2					
3					
4					
5					
6					
7					
8			345	Power Operated Equipment	\$ -
9			346	Communication Equipment	\$ -
10			347	Computer & electronic Equipment	\$ -
11			348	Miscellaneous Equipment	\$ -
12	INCOME ACCOUNTS (404-434)				
13	Utility Operating Income				
14			400	Operating Revenue	\$ 241,726
15			401	Operating Expenses	\$ 238,706
16			403	Depreciation Expense	\$ 3,068
17			406	Amortization of Utility Plant Acquisition Adjustment	
18			407	Amortization Expense (no CIAC)	\$ 28,231
19			408	Taxes Other than Income	\$ 2,047
20			409	Income Taxes	\$ 150
21			410	Provision for Deferred Income Taxes - Debit	\$ -
22			411	Provision for Deferred Income Taxes - Credit	\$ -
23			412	Investment Tax Credit	
24			413	Income from Utility Plant Leased to Others	
25			414	Gain/Loss from Utility Property Sales	\$ -
26			415	Revenues from Merchandising, Jobbing, and Contract Work	
27			416	Cost and Expenses of Merchandising, Jobbing, and Contract Work	
28			419	Interest and Dividend Income	
29			421	Nonutility Income	
30			426	Nonutility Expenses	
31			433	Extraordinary Income	
32			434	Extraordinary Deductions	
33	Taxes Applicable to Nonutility Income and Deductions				
34			408.2	Taxes Other than Income - Nonutility	\$ -
35			409.2	Income Taxes - Nonutility	\$ -
36			410.2	Provision for Deferred Income Taxes - Debit - Nonutility	\$ -
37			411.2	Provision for Deferred Income Taxes - Credit - Nonutility	\$ -
38	Interest Expense				
39			427	Interest Expense	\$ 22,943
40			428	Amortization of Debt Discount and Expense	
41			429	Amortization of Premium on Debt	
42	Retained Earnings Account (435-439)				
43			435	Balance Transferred from Income	\$ (60,842)
44			436	Appropriations of Retained Earnings	
45			437	Preferred Stock Dividends Declared	\$ -
46			438	Common Stock Dividends Declared	\$ -
47			439	Adjustment to Retained Earnings	\$ -
48	OPERATING REVENUE ACCOUNTS (460-475)				
49			460	Unmetered Water Revenue	\$ -
50			461 1	Metered Sales to Residential Customers	\$ 81,548
51			461 2	Metered Sales to Commercial Customers	\$ 71,442
52			461 3	Metered Sales to Industrial Customers	\$ 84,043
53			461 4	Metered Sales to Public Authorities	\$ -
54			461 5	Metered Sales to Multiple Family Dwellings	\$ -
55			462.1 1	Public Fire Protection	\$ 33
56			462.2 2	Private Fire Protection	\$ 3,591
57			464	Other Sales to Public Authorities	\$ -
58			465	Sales to Irrigation Customers	\$ -
59			466	Sales for Resale	\$ -

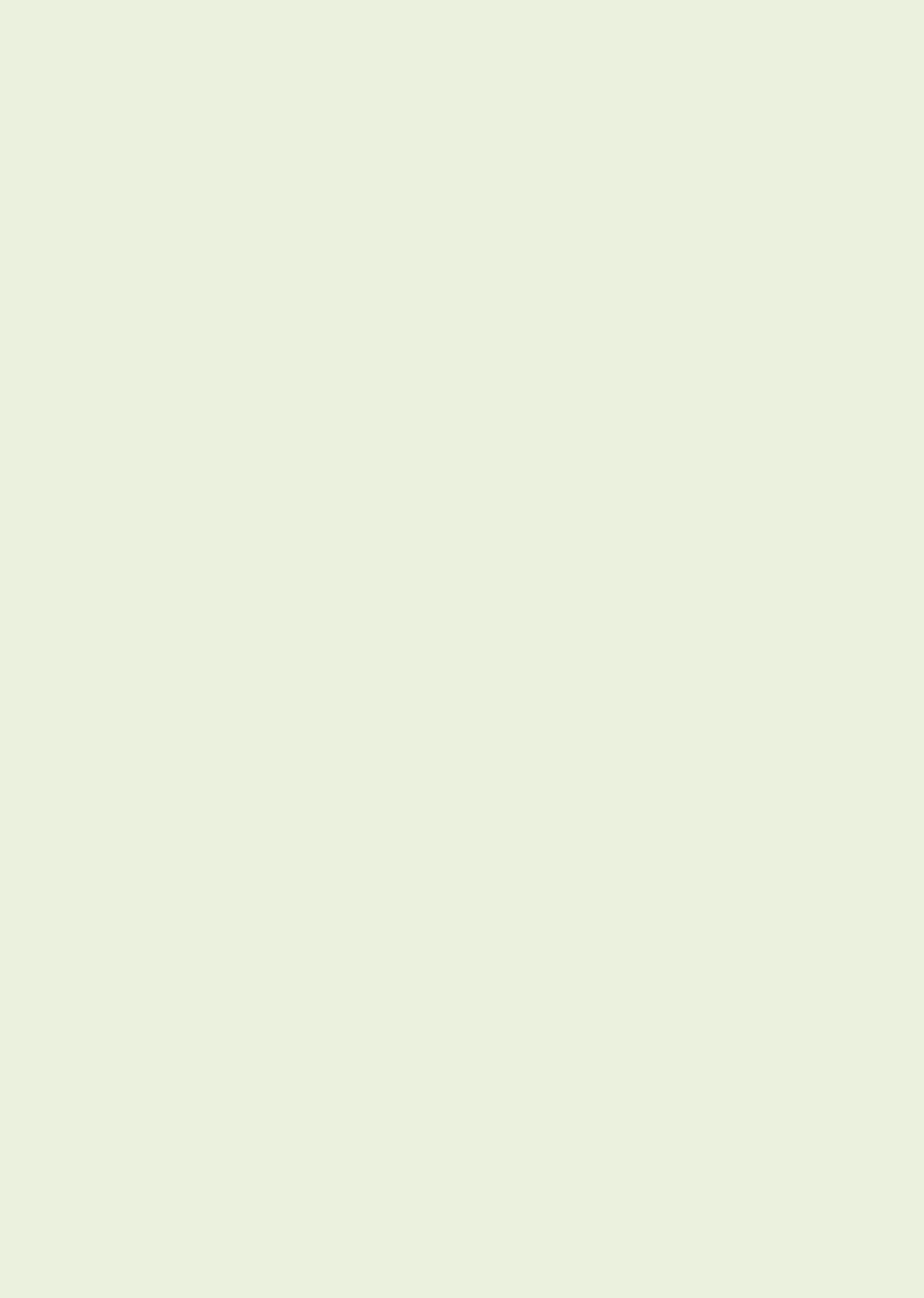
Other Accounts

	E	F	G	H	I
60			467	Interdepartmental Sales	\$ -
61			468	Special Contract/Agreement Revenue	\$ 632
62			470	Forfeited Discounts	\$ -
63			471	Miscellaneous Service Revenues	\$ 294
64			472	Rents From Water Property	\$ -
65			473	Interdepartmental Rents	\$ -
66			474	Other Water Revenues	\$ 144
67			475	Cross Connection Sales & Services Revenues	\$ -
68	OPERATION AND MAINTENANCE EXPENSE ACCOUNTS (601-675)				
69	Source of Supply and Expenses				
70			601	Salaries and Wages - Employees	\$ -
71			603	Salaries and Wages - Officers, Directors and Majority Stockholders	\$ -
72			604	Employee Pensions and Benefits	\$ -
73			610	Purchased Water	\$ 118,903
74			611	Telephone/Communications	\$ 1,672
75			615	Purchased Power	\$ -
76			616	Fuel for Power Production	\$ -
77			617	Utilities - Other	\$ -
78			618	Chemicals & testing	\$ -
79			619	Office Supplies (excluding postage)	\$ 314
80			619.1	Postage	\$ 1,036
81			620	Materials and Supplies	\$ 111
82			621	Repairs to Water Plant	\$ 4,015
83			631	Contractual Services - Engineering	\$ -
84			632	Contractual Services - Accounting	\$ 1,850
85			633	Contractual Services - Legal	\$ 100
86			634	Contractual Services - Management Fees	\$ 86,313
87			635	Contractual Services - Testing/Sampling	\$ 915
88			636	Contractual Services - Other	\$ 18,372
89			637	Contractual Services - Billing/Collections	\$ 65
90			638	Contractual Services - Meter Reading	\$ 780
91			639	Contractual Services - Other	\$ -
92			641	Rental of Building/Real Property	\$ -
93			642	Rental of Equipment	\$ -
94			643	Small Tools	\$ 26
95			648	Computer & Electronic Expenses	\$ 465
96			650	Transportation Expenses	\$ -
97			656	Insurance - Vehicle	\$ -
98			657	Insurance - General Liability	\$ 2,073
99			658	Insurance - Workman's Compensation	\$ -
100			659	Insurance - Other	\$ -
101			660	Public Relations / Advertising Expense	\$ -
102			666	Regulatory Commission Expense - Amortization of Rate Case Expense	\$ -
103			667	Regulatory Commission Expense - Other	\$ 613
104			668	Water Resource Conservation Expense	\$ -
105			670	Bad Debt Expense	\$ -
106			671.1	Cross Connection Control Program Expense	\$ -
107			671.2	Cross Connection Testin & Maintenance Services	\$ -
108			672	System Capactiy Development Program Expense	
109			673	Training & Certification Expense	\$ -
110			674	Consumer Confidence Report	\$ 50
111			675	Miscellaneous Expenses	\$ 1,033

Notes

WILLAMETTE WATER COMPANY

Notes and explanations:



Income Statement

	A	B	C
1	WILLAMETTE WATER COMPANY		
2			
3	400 Operating Revenue		\$ 241,726
4			
5	401 Operating Expenses		\$ 238,706
6			
7	403 Depreciation Expense		\$ 10,492
8	406 Amortization of Utility Plant Acquisition Adjustment		\$ -
9	407 Amortization Expense		\$ 28,231
10	408 Taxes Other Than Income Taxes (total)		\$ 2,047
11	409 Income Taxes		\$ 150
12	410.1 Provision for Deferred Income Taxes - debit		\$ -
13	411.1 Provision for Deferred Income Taxes - credit		\$ -
14	412 Investment Tax Credit		\$ -
15			
16	413 Income From Utility Plant Leased to Others		\$ -
17	419 Interest & Dividend Income		\$ -
18			
19	427 Interest Expense		\$ 22,943
20	428-429 Amortization of Premium/Discount on Debt		\$ -
21	414 Gains/Losses From Utility Property Disposition (net)		\$ -
22	433-434 Extraordinary Income/deductions (net)		\$ -
23			
24	NET UTILITY OPERATING INCOME		\$ (60,842)
25			
26	421 Nonutility Income		\$ -
27	415 Revenue From Merchandising, Jobbing, & Contracts		\$ -
28			
29	426 Nonutility Expense		\$ -
30	408.2 Nonutility Taxes Other Than Income Tax		\$ -
31	409.2 Nonutility Income Taxes		\$ -
32	410.2 Nonutility Deferred Income Taxes		\$ -
33	411.2 Nonutility Provision for Deferred Income Taxes Credit		\$ -
34	416 Cost & Expense of Merchandising, Jobbing, Contracts		\$ -
35			
36	Net Income		\$ (60,842)

Balance Sheet

	A	B	C
1	WILLAMETTE WATE	Please do not submit to PUC until figures are balanced.	
2			
3		101 Utility Plant in Service (excluding CIAC)	\$ 733,742
4		108-110 Accumulated Depreciation & Amortization	\$ 74,910
5		Subtotal	\$ 658,832
6			
7		102-104 Other Utility Plant	\$ -
8		105 Commission Approved Construction Work in Progress (CWIP)	\$ -
9		114 Commission Approved Utility Plant Acquisition Adjustments	\$ -
10		115 Accumulated Amortization of Commission Approved Acquisition Adjustments	\$ -
11		190 Accumulated Deferred Income Taxes (asset)	\$ -
12		Subtotal	\$ -
13		Net Utility Plant	\$ 658,832
14			
15		131 Cash	\$ 15,667
16		132 Special Deposits	\$ -
17		141-142 Accounts Receivable	\$ 15,526
18		143 Accumulated Provision for Uncollectible Accounts	\$ -
19		144 Notes Receivable	\$ -
20		145-146 Accounts & Notes Receivable from Associated Companies	\$ -
21		151 Materials & Supplies Inventory	\$ 670
22		133-135 & 162-174 Miscellaneous Current & Accrued Assets & Prepayments	\$ 1,060
23		Net Current & Accrued Assets	\$ 32,923
24			
25		181-186 Deferred Debits	\$ -
26			
27		Total Assets	\$ 904,892
28			
29		252 Advances for Construction	\$ (1,650)
30		271 CIAC	\$ 662,221
31		272 Accumulated Amortization of CIAC	\$ 447,433
32		Net CIAC & Advances for Construction	\$ 213,138
33			
34		121 Nonutility Property	\$ -
35		122 Accumulated Depreciation & Amortization (Nonutility)	\$ -
36		123-127 Miscellaneous Nonutility Investments	\$ -
37		Nonutility Plant & Investment	\$ -
38			
39		221-224 Long-Term Debt	\$ -
40		231 Accounts Payable	\$ 11,104
41		232 Notes Payable	\$ 668,720
42		233 Accounts Payable to Affiliated Companies	\$ -
43		234 Notes Payable to Affiliated companies	\$ -
44		235 Customer Deposits	\$ 2,590
45		236 Accrued Taxes	\$ -
46		237 Accrued Interest	\$ 81,369
47		238-241 Miscellaneous Current and Accrued Liabilities	\$ -
48		Liabilities	\$ 763,784
49			
50		251 Premium on Unamortized Debt	\$ -
51		253 Other Deferred Credit	\$ 1,400
52		261-265 Reserves	\$ -
53		Other	\$ 1,400
54			
55		281 Accumulated Deferred Income Taxes-Accelerated Amortization	\$ -
56		282 Accumulated Deferred Income Taxes-Liberalized Depreciation	\$ -
57		283 Accumulated Deferred Income Taxes-Other	\$ -
58			\$ -
59		Total Liabilities	\$ 765,184
60			
61		201 Common Stock Issued	\$ 51,712
62		204 Preferred Stock Issued	\$ -
63		207 Premium on Capital Stock	\$ -
64		211 Other Paid in Capital	\$ -
65		212 Discount on Capital Stock	\$ -
66		213 Capital Stock Expense	\$ -
67		214 Appropriated Retained Earnings	\$ 365,024
68		215 Unappropriated Retained Earnings	\$ (277,027)
69		216 Reacquired Capital Stock	\$ -
70		218 Proprietary Capital (Proprietorships & Partnerships Only)	\$ -
71		Total Equity	\$ 139,709
72			
73		Total Liabilities and Equity	\$ 904,892

Stats

	A	B	C	D	E
1	WILLAMETTE WATER COMPANY				
2					
3	Operating Revenues			Assets & Other Debits	
4	Flat Rate	\$	-	Utility Plant	\$ 733,742
5	Metered - Residential	\$	81,548	Less: Depreciation & Amortization Reserve	\$ 74,910
6	Metered - Commercial	\$	155,485	Other Property & Investments	\$ 15,667
7	Irrigation (including golf courses)	\$	-	Materials and Supplies	\$ 670
8	Fire Protection	\$	3,624	Other Current & Accrued Assets	\$ 16,586
9	Other Sales of Water	\$	632	Deferred Debits	\$ -
10	Other Operating Revenue	\$	437	Total Assets & Other Debits	\$ 904,892
11	Total Operating Revenues	\$	241,726		
12				Liabilities & Other Credits	
13	Operating Expenses			Capital/Common Stock	\$ 51,712
14	Purchased Water	\$	118,903	Retained Earnings	\$ 87,997
15	Purchased Power	\$	-	Long-Term Debt	\$ -
16	Water Treatment	\$	915	Customer Deposits	\$ 2,590
17	Supplies and Expenses	\$	7,393	Other Current & Accrued Liabilities	\$ 761,194
18	Repairs of Plant	\$	4,015	Advances for Construction	\$ (1,650)
19	Administrative & General	\$	107,480	Other Deferred Credits	\$ 1,400
20	Total Operating Expenses	\$	238,706	Contributions in Aid of Construction	\$ 214,788
21				Accumulated Deferred Income Taxes	\$ -
22	Other Revenue Deductions			Total Liabilities & Other Credits	\$ 904,892
23	Depreciation & Amortization	\$	38,723		
24	Operating Income Taxes	\$	150	Average Number of Customers	
25	Other Operating Taxes	\$	2,047	Flat Rate	-
26	Uncollectible Revenue/Bad Debt Expense	\$	-	Metered - Residential	96
27	Total Revenue Deductions	\$	40,920	Metered - Commercial	55
28	Total Expenses and Deductions	\$	279,626	Irrigation (including golf courses)	-
29				Fire Protection	9
30	Other Income	\$	-	Other	-
31	Interest on Long-Term Debt			Total Customers	160
32	Other Interest Charges	\$	22,943		
33	Other Income Deductions	\$	-		
34	Net Operating Income (or Loss)	\$	(60,842)		