



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:

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.

ANNUAL REPORT

Send the completed Cover Sheet and the Report in an email addressed to PUC.FilingCenter@puc.oregon.gov

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 201 High Street SE Suite 100, Salem, OR 97301.



ANNUAL RESULTS OF OPERATIONS REPORT

COMPANY SIZE (based on Annual Revenue)

Class B Water Utility
(Annual Gross Revenue between \$200,000 and \$999,999)

FOR THE CALENDAR YEAR

2021

COMPANY NAME

WILLAMETTE WATER COMPANY

OREGON PUBLIC UTILITY COMMISSION
PO BOX 1088
SALEM OR 97308-1088

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 **in Excel ONLY with formulae intact** and any supplementary pages to an email addressed to the following address: puc.filingcenter@puc.oregon.gov

- Interpret all accounting words and phrases in accordance with the USOA.
- Special or unusual entries and all discrepancies must be fully explained. 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 CONTACT RUSS BEITZEL AT 971-209-0533 OR EMAIL AT RUSSELL.BEITZEL@PUC.OREGON.GOV

OATH

WILLAMETTE WATER COMPANY

Complete Address of Reporting Utility

Line 1:	25275 LOTEN WAY
Line 2:	P.O. BOX 876
City:	VENETA
State:	OREGON
Zip:	97487
phone:	541-935-1050
email:	jeffd@frllc.com
fax:	541-935-1990
website:	

Name and title of person responsible for report

Name:	JEFF DEMERS
Title:	SECRETARY
Phone:	541-935-3626
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.
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INFORMATION

WILLAMETTE WATER COMPANY

Provide the following information for the contact person regarding this report

Name:	Jeff Demers
Address:	P.O. Box 876, Veneta, OR 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:	P.O. Box 876, 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
Principle Accounting	Tax Accountant	541-683-4633	
Larry Gildae	Legal Counsel	541-342-1771	

ORGANIZATION

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	
# shares issued at year end	51712	
Par or stated value per share:	\$ 1.0000	
Dividends declared per share during the year:		

AFFILIATED INTERESTS

List each contract, agreement, or other business transaction exceeding a cumulative amount of \$500.00 in any one year, entered into between the company and an affiliated business or financial organization, firm, partnership, or individual. An Affiliated Interest is defined, in part, as every corporation and/or person owning or holding directly or indirectly **5 percent** or more of the voting securities of the utility. For a complete definition of affiliated interest, 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 Contract	9/20/2007	\$ 86,313
			\$ 86,313
TOTAL			\$ (86,313)

Explanations or Notes

Financial and operational management service, facilities including office rent, phone, 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	98	99	14,164	\$ 96,773
Metered sales to COMMERCIAL customers	461.2	53	53	13,096	\$ 89,436
Metered sales to INDUSTRIAL customers	461.3	9	9	8,314	\$ 86,924
Other metered sales to public authorities	461.4				
Metered sales to multiple family dwellings	461.5				
Public fire protection revenue	462.1	1	1		
Private fire protection revenue	462.2	9	9		\$ 4,011
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		1	15	\$ 400
TOTAL		170	172	35,589	\$ 277,544

Revenue other than water sales

	Act #	revenues
Forfeited discounts	470	
Miscellaneous service revenues	471	\$ 173
Rents from water property	472	
Interdepartmental rents	473	
Other	474	
Cross Connection sales & services revenues	475	
Total		\$ 173

Total Operating Revenue

\$ 277,717

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	11.98307953	81.87247885
Metered sales to COMMERCIAL customers	461.2	20.59119497	140.6222013
Metered sales to INDUSTRIAL customers	461.3	76.98148148	804.8500926
Other metered sales to public authorities	461.4		
Metered sales to multiple family dwellings	461.5		
Public fire protection revenue	462.1		
Private fire protection revenue	462.2		37.14333333
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	1.25	33.33333333

TAXES AND PROPERTY SALES

Act # TAXES OTHER THAN INCOME TAX

408.11	Property Tax	
408.12	Payroll Tax	
408.13	Other Tax Other Than Income Tax	
408.2	Nonutility Taxes Other Than Income Tax	
TOTAL		\$ -

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

Act #		Expense amount
601	Salaries and Wages - employees	
603	Salaries and Wages – officers, directors, and majority stockholders	
604	Employee Pensions & Benefits	
610	Purchased Water	\$ 137,771
611	Telephone/Communications	\$ 1,621
615	Purchased Power	
616	Fuel for Power Production	
617	Utilities - Other (garbage, natural gas)	
618	Chemicals & testing	
619	Office Supplies (excluding postage)	\$ 362
619.1	Postage	\$ 1,110
620	Materials & Supplies (O&M)	\$ 140
621	Repairs of Water Plant	\$ 3,269
631	Contractual Services - engineering	
632	Contractual Services - accounting	\$ 2,100
633	Contractual Services - legal	\$ 136
634	Contractual Services - management	\$ 98,313
635	Contractual Services – testing / sampling	\$ 1,084
636	Contractual Services – labor	\$ 22,064
637	Contractual Services - billing/collections	
638	Contractual Services - meter reading	\$ 960
639	Contractual Services - other	
641	Rental of Building / Real Property	
642	Rental of Equipment	
643	Small Tools	
648	Computer and electronic Expenses	\$ 750
650	Transportation Expenses	
656	Insurance - Vehicle	
657	Insurance – General Liability	\$ 2,438
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)	\$ 1,073
668	Conservation Expense	
670	Bad Debt Expense	\$ 88
671.1	Cross Connection Control Program Expense	\$ 75
671.2	Cross Connection Testing & Maintenance Services	
673	Training & Certification Expense	
674	Consumer Confidence Report	\$ 225
675	Miscellaneous Expense	\$ 828
	TOTAL	\$ 274,407

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	\$ 633,011				\$ 633,011
304	Structures & improvements					\$ -
305	Collecting & impounding reservoirs					\$ -
306	Lake, river & other intakes					\$ -
307	Wells & springs					\$ -
308	Infiltration galleries & tunnels					\$ -
309	Supply mains	\$ 120,680				\$ 120,680
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	\$ 14,741	\$ 1,200			\$ 15,941
335	Hydrants	\$ 19,380				\$ 19,380
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	\$ 787,812	\$ 1,200	\$ -	\$ -	\$ 789,012

Explanation of unusual changes in utility plant during the year:

CIAC AND ADVANCES

NOTE: Include ALL donated capital or contributions in aid of construction (CIAC) on this page.

Advances for Construction

Beg of year balance	\$ -
Additions during year	
Subtractions during year	
End of year balance	\$ -

Contributions in Aid of Construction

Beg of year balance	\$ 683,961
Added during the year:	
Capacity charge	
Main line extension charges	
Customer connection charges	
Developer's property	
Other	
Retired during the year	
End of year balance	\$ 683,961

Accumulated Amortization of CIAC

Beg of year balance	\$ 516,673
Add CIAC amortized during year	\$ 13,937
Subtract effects of CIAC disposals	
+/- other adjustments*	
Change in Accumulated Amortization during the year	\$ 13,937
End of year balance	\$ 530,610

* Explain any adjustments:

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	\$ 2,413	\$ 78,266	\$ 2,413		\$ 80,679
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	\$ 413	\$ 8,359	\$ 413		\$ 8,772
335	Hydrants	\$ 388	\$ 2,827	\$ 388		\$ 3,215
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	\$ 3,214	\$ 89,452	\$ 3,214	\$ -	\$ 92,666

*Explanation of any adjustments made:

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RETAINED EARNINGS

WILLAMETTE WATER COMPANY

215	Unappropriated Retained Earnings (beginning of year balance)	\$	(779,173)
435	Balance transferred from income	\$	(42,758)
436	Appropriations of Retained Earnings	\$	-
437	Preferred Stock dividends declared	\$	-
438	Common Stock dividends declared	\$	-
439	Adjustments to Retained Earnings*	\$	34,356
215	Unappropriated Retained Earnings (as of year end)	\$	(787,575)

* Explanation of any adjustments made to Retained Earnings

CPA adjusted the Retained Earnings for Amortized CIAC and Non-Deductible expenses.

OTHER ACCOUNTS

WILLAMETTE WATER COMPANY

For account information not already entered, please enter amounts below, if applicable.

Category Act # Act Name

ASSETS AND OTHER DEBITS (101-190)

Utility Plant

101	Utility Plant in Service	\$	789,012
102	Utility Plant Leased to Others		
103	Property Held for Future Use		
104	Utility Plant Purchased or Sold		
105	Construction Work in Progress - Commission Approved		
108	Accumulated Depreciation of Utility Plant in Service	\$	92,666
110	Accumulated Amortization of Utility Plant in Service		
114	Utility Plant Acquisition Adjustments		
115	Accumulated Amortization of Utility Plant Acquisition Adjustments		

Other Property & Investments

121	Nonutility Property	\$	22,765
122	Accumulated Depreciation and Amortization of Nonutility Property	\$	19,968
123	Investment in Associated Companies		
124	Utility Investments		
125	Other Investments		
127	Other Special Funds		

Current & Accrued Assets

131	Cash	\$	35,842
132	Special Deposits		
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	\$	18,286
142	Other Accounts Receivable		
143	Allowance for Uncollectible Accounts (Enter positive)		
144	Notes Receivable		
145	Accounts Receivable from Associated Companies		
146	Notes Receivable from Associated Companies		
151	Plant Materials and Supplies	\$	868
162	Prepayments	\$	1,277
171	Accrued Interest Receivable		
174	Miscellaneous Current and Accrued Assets		

Deferred Debits

181	Unamortized Debt Discount and Expense		
182	Extraordinary Property Losses		
186	Miscellaneous Deferred Debits		
190	Accumulated Deferred Income Taxes		

EQUITY, LIABILITIES, AND OTHER CREDITS (201-283)

Equity

201	Common Stock Issued	\$	51,712
204	Preferred Stock Issued	\$	-
207	Premium on Capital Stock		
211	Paid in Capital	\$	386,464
212	Discount on Capital Stock		
213	Capital Stock Expense		
214	Appropriated Retained Earnings		
215	Unappropriated Retained Earnings	\$	(787,575)
216	Reacquired Capital Stock		
218	Proprietary Capital		

Long Term Debt

221	Bonds		
223	Advances from Associated Companies		
224	Other Long-Term Debt		

Current and Accrued Liabilities

231	Accounts Payable	\$	628
232	Notes Payable	\$	692,633
233	Accounts Payable to Associated Companies		
234	Notes Payable to Associated Companies		
235	Customer Deposits	\$	9,655
236	Accrued Taxes		
237	Accrued Interest	\$	245,752
238	Accrued Dividends		
239	Matured Long-Term Debt		
240	Matured Interest		
241	Miscellaneous Current and Accrued Liabilities		

Deferred Credits

251	Unamortized Premium on Debt		
252	Advances for Construction	\$	-
253	Other Deferred Credits		

Operating Reserves

261	Property Insurance Reserve		
262	Injuries and Damages Reserve		
263	Pensions and Benefits Reserve		
265	Miscellaneous Operating Reserves		

Contributions in Aid of Construction

271	Contributions in Aid of Construction	\$	683,961
272	Accumulated Amortization of CIAC	\$	530,610

Accumulated Deferred Income Taxes

281	Accumulated Deferred Income Taxes - Accelerated Depreciation		
282	Accumulated Deferred Income Taxes - Liberalized Depreciation		
283	Accumulated Deferred Income Taxes - Other		

WATER UTILITY PLANT ACCOUNTS (301-348)

301	Organization	\$	-
302	Franchises	\$	-
303	Land and Land Rights	\$	633,011
304	Structures and Improvements	\$	-
305	Collecting and Impounding Reservoirs	\$	-
306	Lakes, River and Other Intakes	\$	-
307	Wells and Springs	\$	-
308	Infiltration Galleries and Tunnels	\$	-
309	Supply Mains	\$	120,680
310	Power Generation Equipment	\$	-
311	Pumping Equipment	\$	-
320	Water Treatment Equipment	\$	-

345	Power Operated Equipment	\$	-
346	Communication Equipment	\$	-
347	Computer & electronic Equipment	\$	-
348	Miscellaneous Equipment	\$	-

INCOME ACCOUNTS (404-434)

Utility Operating Income

400	Operating Revenue	\$	277,717
401	Operating Expenses	\$	274,407
403	Depreciation Expense	\$	3,214
406	Amortization of Utility Plant Acquisition Adjustment		
407	Amortization Expense (no CIAC)	\$	34,131
408	Taxes Other than Income	\$	-
409	Income Taxes	\$	150
410	Provision for Deferred Income Taxes - Debit	\$	-
411	Provision for Deferred Income Taxes - Credit	\$	-
412	Investment Tax Credit		
413	Income from Utility Plant Leased to Others		
414	Gain/Loss from Utility Property Sales	\$	-
415	Revenues from Merchandising, Jobbing, and Contract Work		
416	Cost and Expenses of Merchandising, Jobbing, and Contract Work		
419	Interest and Dividend Income		
421	Nonutility Income		
426	Nonutility Expenses		
433	Extraordinary Income		
434	Extraordinary Deductions		

Taxes Applicable to Nonutility Income and Deductions

408.2	Taxes Other than Income - Nonutility	\$	-
409.2	Income Taxes - Nonutility	\$	-
410.2	Provision for Deferred Income Taxes - Debit - Nonutility	\$	-
411.2	Provision for Deferred Income Taxes - Credit - Nonutility	\$	-

Interest Expense

427	Interest Expense	\$	22,511
428	Amortization of Debt Discount and Expense		
429	Amortization of Premium on Debt		

Retained Earnings Account (435-439)

435	Balance Transferred from Income	\$	(42,758)
436	Appropriations of Retained Earnings		
437	Preferred Stock Dividends Declared	\$	-
438	Common Stock Dividends Declared	\$	-
439	Adjustment to Retained Earnings	\$	34,356

OPERATING REVENUE ACCOUNTS (460-475)

460	Unmetered Water Revenue	\$	-
461.1	Metered Sales to Residential Customers	\$	96,773
461.2	Metered Sales to Commercial Customers	\$	89,436
461.3	Metered Sales to Industrial Customers	\$	86,924
461.4	Metered Sales to Public Authorities	\$	-
461.5	Metered Sales to Multiple Family Dwellings	\$	-
462.1.1	Public Fire Protection	\$	-
462.2.2	Private Fire Protection	\$	4,011
464	Other Sales to Public Authorities	\$	-
465	Sales to Irrigation Customers	\$	-
466	Sales for Resale	\$	-
467	Interdepartmental Sales	\$	-
468	Special Contract/Agreement Revenue	\$	400
470	Forfeited Discounts	\$	-
471	Miscellaneous Service Revenues	\$	173
472	Rents From Water Property	\$	-
473	Interdepartmental Rents	\$	-
474	Other Water Revenues	\$	-
475	Cross Connection Sales & Services Revenues	\$	-

OPERATION AND MAINTENANCE EXPENSE ACCOUNTS (601-675)

Source of Supply and Expenses

601	Salaries and Wages - Employees	\$	-
603	Salaries and Wages - Officers, Directors and Majority Stockholders	\$	-
604	Employee Pensions and Benefits	\$	-
610	Purchased Water	\$	137,771
611	Telephone/Communications	\$	1,621
615	Purchased Power	\$	-
616	Fuel for Power Production	\$	-
617	Utilities - Other	\$	-
618	Chemicals & testing	\$	-
619	Office Supplies (excluding postage)	\$	362
619.1	Postage	\$	1,110
620	Materials and Supplies	\$	140
621	Repairs to Water Plant	\$	3,269
631	Contractual Services - Engineering	\$	-
632	Contractual Services - Accounting	\$	2,100
633	Contractual Services - Legal	\$	136
634	Contractual Services - Management Fees	\$	98,313
635	Contractual Services - Testing/Sampling	\$	1,084
636	Contractual Services - Other	\$	22,064
637	Contractual Services - Billing/Collections	\$	-
638	Contractual Services - Meter Reading	\$	960
639	Contractual Services - Other	\$	-
641	Rental of Building/Real Property	\$	-
642	Rental of Equipment	\$	-
643	Small Tools	\$	-
648	Computer & Electronic Expenses	\$	750
650	Transportation Expenses	\$	-
656	Insurance - Vehicle	\$	-
657	Insurance - General Liability	\$	2,438
658	Insurance - Workman's Compensation	\$	-
659	Insurance - Other	\$	-

OTHER ACCOUNTS

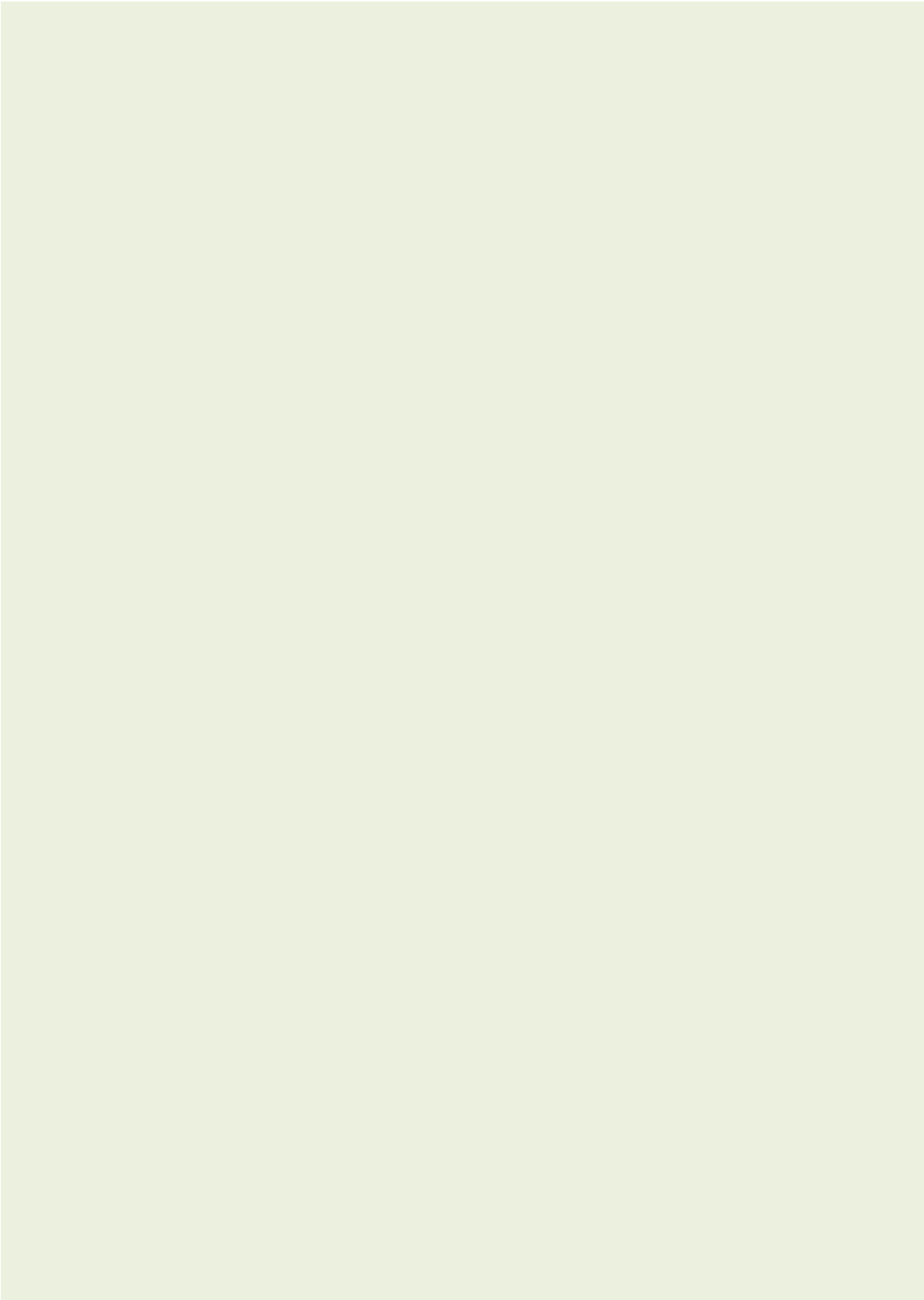
330	Distribution Reservoirs and Standpipes	\$	-
331	Transmission and Distribution Mains	\$	-
333	Services	\$	-
334	Meters and Meter Installations	\$	15,941
335	Hydrants	\$	19,380
336	Backflow Prevention Devices	\$	-
339	Other Plant and Miscellaneous Equipment	\$	-
340	Office Furniture and Equipment	\$	-
341	Transportation Equipment	\$	-
343	Tools, Shop and Garage Equipment	\$	-
344	Laboratory Equipment	\$	-

660	Public Relations / Advertising Expense	\$	-
666	Regulatory Commission Expense - Amortization of Rate Case Expense	\$	-
667	Regulatory Commission Expense - Other	\$	1,073
668	Water Resource Conservation Expense	\$	-
670	Bad Debt Expense	\$	88
671.1	Cross Connection Control Program Expense	\$	75
671.2	Cross Connection Testin & Maintenance Services	\$	-
672	System Capacity Development Program Expense		
673	Training & Certification Expense	\$	-
674	Consumer Confidence Report	\$	225
675	Miscellaneous Expenses	\$	828

NOTES

WILLAMETTE WATER COMPANY

Notes and explanations:



INCOME STATEMENT

WILLAMETTE WATER COMPANY

400 Operating Revenue	\$ 277,717
401 Operating Expenses	\$ 274,407
403 Depreciation Expense	\$ (10,723)
406 Amortization of Utility Plant Acquisition Adjustment	\$ -
407 Amortization Expense	\$ 34,131
408 Taxes Other Than Income Taxes (total)	\$ -
409 Income Taxes	\$ 150
410.1 Provision for Deferred Income Taxes - debit	\$ -
411.1 Provision for Deferred Income Taxes - credit	\$ -
412 Investment Tax Credit	\$ -
413 Income From Utility Plant Leased to Others	\$ -
419 Interest & Dividend Income	\$ -
427 Interest Expense	\$ 22,511
428-429 Amortization of Premium/Discount on Debt	\$ -
414 Gains/Losses From Utility Property Disposition (net)	\$ -
433-434 Extraordinary Income/deductions (net)	\$ -
NET UTILITY OPERATING INCOME	\$ (42,758)
421 Nonutility Income	\$ -
415 Revenue From Merchandising, Jobbing, & Contracts	\$ -
426 Nonutility Expense	\$ -
408.2 Nonutility Taxes Other Than Income Tax	\$ -
409.2 Nonutility Income Taxes	\$ -
410.2 Nonutility Deferred Income Taxes	\$ -
411.2 Nonutility Provision for Deferred Income Taxes Credit	\$ -
416 Cost & Expense of Merchandising, Jobbing, Contracts	\$ -
Net Income	\$ (42,758)

BALANCE SHEET

WILLAMETTE WATE

Please do not submit to PUC until figures are balanced.

101 Utility Plant in Service (excluding CIAC)	\$	789,012
108-110 Accumulated Depreciation & Amortization	\$	92,666
	Subtotal	\$ 696,346
102-104 Other Utility Plant	\$	-
105 Commission Approved Construction Work in Progress (CWIP)	\$	-
114 Commission Approved Utility Plant Acquisition Adjustments	\$	-
115 Accumulated Amortization of Commission Approved Acquisition Adjustments	\$	-
190 Accumulated Deferred Income Taxes (asset)	\$	-
	Subtotal	\$ -
	Net Utility Plant	\$ 696,346
131 Cash	\$	35,842
132 Special Deposits	\$	-
141-142 Accounts Receivable	\$	18,286
143 Accumulated Provision for Uncollectible Accounts	\$	-
144 Notes Receivable	\$	-
145-146 Accounts & Notes Receivable from Associated Companies	\$	-
151 Materials & Supplies Inventory	\$	868
133-135 & 162-174 Miscellaneous Current & Accrued Assets & Prepayments	\$	1,277
	Net Current & Accrued Assets	\$ 56,273
181-186 Deferred Debits	\$	-
	Total Assets	\$ 752,619
252 Advances for Construction	\$	-
271 CIAC	\$	683,961
272 Accumulated Amortization of CIAC	\$	530,610
	Net CIAC & Advances for Construction	\$ 153,351
121 Nonutility Property	\$	22,765
122 Accumulated Depreciation & Amortization (Nonutility)	\$	19,968
123-127 Miscellaneous Nonutility Investments	\$	-
	Nonutility Plant & Investment	\$ 2,797
221-224 Long-Term Debt	\$	-
231 Accounts Payable	\$	628
232 Notes Payable	\$	692,633
233 Accounts Payable to Affiliated Companies	\$	-
234 Notes Payable to Affiliated companies	\$	-
235 Customer Deposits	\$	9,655
236 Accrued Taxes	\$	-
237 Accrued Interest	\$	245,752
238-241 Miscellaneous Current and Accrued Liabilities	\$	-
	Liabilities	\$ 948,668
251 Premium on Unamortized Debt	\$	-

BALANCE SHEET

253 Other Deferred Credit	\$	-	
261-265 Reserves	\$	-	
	Other	\$	-
281 Accumulated Deferred Income Taxes-Accelerated Amortization	\$	-	
282 Accumulated Deferred Income Taxes-Liberalized Depreciation	\$	-	
283 Accumulated Deferred Income Taxes-Other	\$	-	
	\$	-	
Total Liabilities	\$	948,668	
201 Common Stock Issued	\$	51,712	
204 Preferred Stock Issued	\$	-	
207 Premium on Capital Stock	\$	-	
211 Other Paid in Capital	\$	386,464	
212 Discount on Capital Stock	\$	-	
213 Capital Stock Expense	\$	-	
214 Appropriated Retained Earnings	\$	-	
215 Unappropriated Retained Earnings	\$	(787,575)	
216 Reacquired Capital Stock	\$	-	
218 Proprietary Capital (Proprietorships & Partnerships Only)	\$	-	
	\$	-	
Total Equity	\$	(349,400)	
Total Liabilities and Equity	\$	752,619	

STATS

WILLAMETTE WATER COMPANY

Operating Revenues

Flat Rate	\$	-
Metered - Residential	\$	96,773
Metered - Commercial	\$	176,360
Irrigation (including golf courses)	\$	-
Fire Protection	\$	4,011
Other Sales of Water	\$	400
Other Operating Revenue	\$	173
Total Operating Revenues	\$	<u>277,717</u>

Operating Expenses

Purchased Water	\$	137,771
Purchased Power	\$	-
Water Treatment	\$	1,084
Supplies and Expenses	\$	8,622
Repairs of Plant	\$	3,269
Administrative & General	\$	123,661
Total Operating Expenses	\$	<u>274,407</u>

Other Revenue Deductions

Depreciation & Amortization	\$	23,408
Operating Income Taxes	\$	150
Other Operating Taxes	\$	-
Uncollectible Revenue/Bad Debt Expense	\$	88
Total Revenue Deductions	\$	<u>23,646</u>

Total Expenses and Deductions

Total Expenses and Deductions	\$	298,053
Other Income	\$	-
Interest on Long-Term Debt		
Other Interest Charges	\$	22,511
Other Income Deductions	\$	-
Net Operating Income (or Loss)	\$	<u>(42,846)</u>

Assets & Other Debits

Utility Plant	\$	789,012
Less: Depreciation & Amortization Reserve	\$	92,666
Other Property & Investments	\$	35,842
Materials and Supplies	\$	868
Other Current & Accrued Assets	\$	19,563
Deferred Debits	\$	-
Total Assets & Other Debits	\$	<u>752,619</u>

Liabilities & Other Credits

Capital/Common Stock	\$	438,176
Retained Earnings	\$	(787,575)
Long-Term Debt	\$	-
Customer Deposits	\$	9,655
Other Current & Accrued Liabilities	\$	939,013
Advances for Construction	\$	-
Other Deferred Credits	\$	-
Contributions in Aid of Construction	\$	153,351
Accumulated Deferred Income Taxes	\$	-
Total Liabilities & Other Credits	\$	<u>752,619</u>

Average Number of Customers

Flat Rate	-
Metered - Residential	99
Metered - Commercial	62
Irrigation (including golf courses)	-
Fire Protection	10
Other	1
Total Customers	<u>172</u>