



e-FILING REPORT COVER SHEET

COMPANY NAME:

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.

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 A Water Utility
(Annual Gross Revenue of \$1,000,000 or more)

FOR THE CALENDAR YEAR

2022

COMPANY NAME

Oregon Water Utilities Cline Butte, Inc.

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

INSTRUCTIONS

Oregon Water Utilities Cline Butte, Inc.

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:

- 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

Oregon Water Utilities Cline Butte, Inc.

Complete Address of Reporting Utility

Line 1:	Oregon Water Utilities Cline Butte, Inc.
Line 2:	1230 Golden Pheasant Dr
City:	Redmond
State:	Oregon
Zip:	97756
phone:	(512) 219-2261
email:	bbahr@swwc.com
fax:	
website:	swwc.com

Name and title of person responsible for report

Name:	Brian Bahr
Title:	Director, Rates & Regulatory
Phone:	(512) 219-2261
Email:	bbahr@swwc.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

Oregon Water Utilities Cline Butte, Inc.

Provide the following information for the contact person regarding this report

Name:	Brian Bahr
Address:	1620 Grand Ave Pkwy, Ste 140, Pflugerville, TX 78660
Phone:	(512) 219-2261
Email:	bbahr@swwc.com

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

Name:	Brian Bahr
Address:	1325 N. Grand Ave., Ste 100, Covina, CA 91724
Phone:	(512) 219-2261
Email:	bbahr@swwc.com

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

Name:	PricewaterhouseCoopers LLP
Address:	1000 Louisiana St, Ste 5800, Houston, TX 77002
Phone:	(713) 356-4000
Email:	

Date of original organization of the utility (month, day, year): 12/27/1996

Provide the following information for all utility officers and directors

Name	Title	Phone #	Email
Craig Gott	President	(626)543-2500	cgott@swwc.com
Alison Zimlich	Treasurer & CFO	(626)543-2500	azimlich@swwc.com
Timothy Miller	Secretary	(626)543-2500	tmiller@swwc.com
Joseph Park	Assistant Secretary	(626)543-2500	jpark@swwc.com

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

Name	Title	Phone #	Email
Irion Sanger	Legal Counsel	(503) 756-7533	irion@sanger-law.com

ORGANIZATION

Oregon Water Utilities Cline Butte, Inc.

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		Craig Gott
	Title	Director	
	Address		1325 N. Grand Avenue, Suite 100, Covina, CA 91724
	# shares owned	None	
2	Name of stockholder/director/officer		Carmelitha Bordelon
	Title	Director	
	Address		1325 N. Grand Avenue, Suite 100, Covina, CA 91724
	# shares owned	None	
3	Name of stockholder/director/officer		Tony Stevens
	Title	Director	
	Address		1325 N. Grand Avenue, Suite 100, Covina, CA 91724
	# shares owned	None	
4	Name of stockholder/director/officer		
	Title		
	Address		
	# shares owned		

Part C: Corporation - Shares Outstanding

	Common Stock	Preferred Stock
# shares authorized		
# shares issued at year end		
Par or stated value per share:		
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
SouthWest Water Company (excludes NWUS)	Administrative, Goods & Services	6/2/2017	\$ 328,529
Northwest Utility Systems, Inc. (NWUS)	Operational, Goods & Services	6/2/2017	\$ 789,030
			\$ 1,117,559

TOTAL \$ (1,117,559)

Explanations or Notes

REVENUES

Oregon Water Utilities Cline Butte, Inc.

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	1,588	1,595	221,562	\$ 834,628
Metered sales to COMMERCIAL customers	461.2	25	25	11,162	\$ 66,242
Metered sales to INDUSTRIAL customers	461.3				
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				
Other Sales to public authorities	464				
Sales to irrigation customers	465	132	132	157,986	\$ 149,437
Sales for resale	466				
Water Sales to golf course/recreation revenue	467	3	3	243,011	\$ 165,842
Special contract/agreement revenue	468	1	1		\$ 2,922
TOTAL		1,749	1,756	633,721	\$ 1,219,071

Revenue other than water sales

	Act #	revenues
Forfeited discounts	470	
Miscellaneous service revenues	471	\$ 672
Rents from water property	472	
Interdepartmental rents	473	
Other	474	\$ 3,283
Cross Connection sales & services revenues	475	\$ 56,635
Total		\$ 60,590

Total Operating Revenue

\$ 1,279,661

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	11.60131951	43.70237721
Metered sales to COMMERCIAL customers	461.2	37.20666667	220.8066667
Metered sales to INDUSTRIAL customers	461.3		
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		
Other Sales to public authorities	464		
Sales to irrigation customers	465	99.73863636	94.3415404
Sales for resale	466		
Water Sales to golf course/recreation revenue	467	6750.305556	4606.722222
Special contract/agreement revenue	468		243.5

TAXES AND PROPERTY SALES

Act # TAXES OTHER THAN INCOME TAX

408.11	Property Tax	\$	64,236
408.12	Payroll Tax	\$	18,829
408.13	Other Tax Other Than Income Tax		
408.2	Nonutility Taxes Other Than Income Tax		
TOTAL		\$	83,065

Act # INCOME TAXES

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

Act # DEFERRED AND PROVISION FOR DEFERRED INCOME TAXES

410.1	Deferred Federal Income Taxes – Utility Operations	\$	29,269
410.11	Deferred State Income Taxes – Utility Operations	\$	3,856
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		\$	33,125

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	\$ 79,504
603	Salaries and Wages – officers, directors, and majority stockholders	
604	Employee Pensions & Benefits	\$ 70,260
610	Purchased Water	
611	Telephone/Communications	\$ 3,388
615	Purchased Power	\$ 173,806
616	Fuel for Power Production	
617	Utilities - Other (garbage, natural gas)	\$ 962
618	Chemicals & testing	
619	Office Supplies (excluding postage)	\$ 7,433
619.1	Postage	\$ 7,795
620	Materials & Supplies (O&M)	\$ 17,837
621	Repairs of Water Plant	\$ 49,114
631	Contractual Services - engineering	
632	Contractual Services - accounting	\$ 4,690
633	Contractual Services - legal	\$ 1,305
634	Contractual Services - management	\$ 196,880
635	Contractual Services – testing / sampling	\$ 5,677
636	Contractual Services – labor	
637	Contractual Services - billing/collections	
638	Contractual Services - meter reading	
639	Contractual Services - other	\$ 4,263
641	Rental of Building / Real Property	
642	Rental of Equipment	\$ 27
643	Small Tools	\$ 1,511
648	Computer and electronic Expenses	\$ 48,311
650	Transportation Expenses	\$ 41,487
656	Insurance - Vehicle	\$ 5,757
657	Insurance – General Liability	\$ 4,021
658	Insurance – Workman’s Compensation	\$ 3,347
659	Insurance – Other	\$ 18,248
660	Public Relation / Advertising Expense	\$ 154
666	Amortization of Rate Case Expense	
667	Regulatory Commission Fee (Gross Rev Fee)	\$ 6,294
668	Conservation Expense	
670	Bad Debt Expense	\$ 6,192
671.1	Cross Connection Control Program Expense	
671.2	Cross Connection Testing & Maintenance Services	
673	Training & Certification Expense	\$ 3,055
674	Consumer Confidence Report	
675	Miscellaneous Expense	\$ 9,187
	TOTAL	\$ 770,505

PLANT

Oregon Water Utilities Cline Butte, Inc.

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	\$ 20,101				\$ 20,101
304	Structures & improvements	\$ 161,435	\$ 108,170			\$ 269,605
305	Collecting & impounding reservoirs					\$ -
306	Lake, river & other intakes					\$ -
307	Wells & springs	\$ 1,020,814				\$ 1,020,814
308	Infiltration galleries & tunnels					\$ -
309	Supply mains	\$ 170,533				\$ 170,533
310	Power generation equipment					\$ -
311	Pumping equipment	\$ 1,293,448	\$ 19,634			\$ 1,313,082
320	Water treatment equipment					\$ -
330	Distribution reservoirs & standpipes	\$ 264,890	\$ 1,098			\$ 265,988
331	Transmission & distribution mains	\$ 3,899,966	\$ 2,534			\$ 3,902,500
333	Services	\$ 942,465	\$ 11,901			\$ 954,366
334	Meters & meter installations	\$ 795,754	\$ 7,442			\$ 803,196
335	Hydrants	\$ 378,392	\$ -			\$ 378,392
336	Backflow prevention devices (utility owned)	\$ 8,187	\$ -			\$ 8,187
339	Other plant & miscellaneous equipment					\$ -
340	Office furniture & equipment	\$ 221,030	\$ 2,039			\$ 223,069
341	Transportation equipment	\$ 95,571				\$ 95,571
343	Tools, shop & garage equipment	\$ 10,660	\$ 1,044			\$ 11,704
344	Laboratory equipment					\$ -
345	Power operated equipment	\$ 50,747				\$ 50,747
346	Communication equipment	\$ 105,553				\$ 105,553
347	Electronic & computer equipment	\$ 8,068				\$ 8,068
348	Miscellaneous equipment	\$ 54,183				\$ 54,183
	TOTAL	\$ 9,501,797	\$ 153,862	\$ -	\$ -	\$ 9,655,659

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	\$ 1,044,164
Added during the year:	
Capacity charge	
Main line extension charges	
Customer connection charges	\$ 37,982
Developer's property	
Other	
Retired during the year	
End of year balance	\$ 1,082,146

Accumulated Amortization of CIAC

Beg of year balance	\$ 188,691
Add CIAC amortized during year	\$ 42,183
Subtract effects of CIAC disposals	
+/- other adjustments*	
Change in Accumulated Amortization during the year	\$ 42,183
End of year balance	\$ 230,874

* Explain any adjustments:

DEPRECIATION

Oregon Water Utilities Cline Butte, Inc.

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	\$ 5,256	\$ 12,580	\$ 5,256		\$ 17,836
305	Collecting & impounding reservoirs			\$ -		\$ -
306	Lake, river & other intakes			\$ -		\$ -
307	Wells & springs	\$ 30,730	\$ 845,189	\$ 30,730		\$ 875,919
308	Infiltration galleries & tunnels			\$ -		\$ -
309	Supply mains	\$ 3,412	\$ 85,277	\$ 3,412		\$ 88,689
310	Power generation equipment			\$ -		\$ -
311	Pumping equipment	\$ 60,641	\$ 287,230	\$ 60,641		\$ 347,871
320	Water treatment equipment			\$ -		\$ -
330	Distribution reservoirs & standpipes	\$ 5,334	\$ 112,712	\$ 5,334		\$ 118,046
331	Transmission & distribution mains	\$ 78,008	\$ 1,510,234	\$ 78,008		\$ 1,588,242
333	Services	\$ 31,556	\$ 602,398	\$ 31,556		\$ 633,954
334	Meters & meter installations	\$ 39,532	\$ 97,599	\$ 39,532		\$ 137,131
335	Hydrants	\$ 9,464	\$ 178,478	\$ 9,464		\$ 187,942
336	Backflow prevention devices (utility owned)	\$ 544	\$ 1,034	\$ 544		\$ 1,578
339	Other plant & miscellaneous equipment			\$ -		\$ -
340	Office furniture & equipment	\$ 42,033	\$ 146,529	\$ 42,033		\$ 188,562
341	Transportation equipment	\$ 10,554	\$ 50,411	\$ 10,554		\$ 60,965
343	Tools, shop & garage equipment	\$ 732	\$ 1,966	\$ 732		\$ 2,698
344	Laboratory equipment			\$ -		\$ -
345	Power operated equipment	\$ 875	\$ 45,794	\$ 875		\$ 46,669
346	Communication equip	\$ 10,301	\$ 26,986	\$ 10,301		\$ 37,287
347	Electronic & computer Equipment		\$ 8,068	\$ -		\$ 8,068
348	Miscellaneous Equipment		\$ 54,183	\$ -		\$ 54,183
	TOTAL	\$ 328,972	\$ 4,066,668	\$ 328,972	\$ -	\$ 4,395,640

*Explanation of any adjustments made:

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RETAINED EARNINGS

Oregon Water Utilities Cline Butte, Inc.

215	Unappropriated Retained Earnings (beginning of year balance)	\$	409,326
435	Balance transferred from income	\$	106,177
436	Appropriations of Retained Earnings	\$	-
437	Preferred Stock dividends declared	\$	-
438	Common Stock dividends declared	\$	-
439	Adjustments to Retained Earnings*		
215	Unappropriated Retained Earnings (as of year end)	\$	515,503

* Explanation of any adjustments made to Retained Earnings

Amended 2021 Annual-Results-of Operations Report which impacted ending retained earnings.

OTHER ACCOUNTS

Oregon Water Utilities Cline Butte, Inc.
 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	\$	9,655,659
102	Utility Plant Leased to Others		
103	Property Held for Future Use	\$	15,886
104	Utility Plant Purchased or Sold		
105	Construction Work in Progress - Commission Approved	\$	850,189
108	Accumulated Depreciation of Utility Plant in Service	\$	4,395,640
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		
122	Accumulated Depreciation and Amortization of Nonutility Property		
123	Investment in Associated Companies		
124	Utility Investments		
125	Other Investments		
127	Other Special Funds		

Current & Accrued Assets

131	Cash	\$	1,925,843
132	Special Deposits		
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	\$	76,014
142	Other Accounts Receivable		
143	Allowance for Uncollectible Accounts (Enter positive)	\$	3,443
144	Notes Receivable		
145	Accounts Receivable from Associated Companies		
146	Notes Receivable from Associated Companies		
151	Plant Materials and Supplies	\$	5,218
162	Prepayments		
171	Accrued Interest Receivable		
174	Miscellaneous Current and Accrued Assets	\$	60,446

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	\$	-
204	Preferred Stock Issued	\$	-
207	Premium on Capital Stock		
211	Paid in Capital		
212	Discount on Capital Stock		
213	Capital Stock Expense		
214	Appropriated Retained Earnings		
215	Unappropriated Retained Earnings	\$	515,503
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	\$	40,996
232	Notes Payable		
233	Accounts Payable to Associated Companies	\$	7,078,331
234	Notes Payable to Associated Companies		
235	Customer Deposits		
236	Accrued Taxes	\$	(20,281)
237	Accrued Interest		
238	Accrued Dividends		
239	Matured Long-Term Debt		
240	Matured Interest		
241	Miscellaneous Current and Accrued Liabilities	\$	40,983

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	\$	1,082,146
272	Accumulated Amortization of CIAC	\$	230,874

Accumulated Deferred Income Taxes

281	Accumulated Deferred Income Taxes - Accelerated Depreciation		
282	Accumulated Deferred Income Taxes - Liberalized Depreciation	\$	(316,632)
283	Accumulated Deferred Income Taxes - Other		

WATER UTILITY PLANT ACCOUNTS (301-348)

301	Organization	\$	-
302	Franchises	\$	-
303	Land and Land Rights	\$	20,101
304	Structures and Improvements	\$	269,605
305	Collecting and Impounding Reservoirs	\$	-
306	Lakes, River and Other Intakes	\$	-
307	Wells and Springs	\$	1,020,814
308	Infiltration Galleries and Tunnels	\$	-
309	Supply Mains	\$	170,533
310	Power Generation Equipment	\$	-
311	Pumping Equipment	\$	1,313,082
320	Water Treatment Equipment	\$	-
330	Distribution Reservoirs and Standpipes	\$	265,988
331	Transmission and Distribution Mains	\$	3,902,500
333	Services	\$	954,366
334	Meters and Meter Installations	\$	803,196
335	Hydrants	\$	378,392
336	Backflow Prevention Devices	\$	8,187
339	Other Plant and Miscellaneous Equipment	\$	-
340	Office Furniture and Equipment	\$	223,069
341	Transportation Equipment	\$	95,571
343	Tools, Shop and Garage Equipment	\$	11,704
344	Laboratory Equipment	\$	-

345	Power Operated Equipment	\$	50,747
346	Communication Equipment	\$	105,553
347	Computer & electronic Equipment	\$	8,068
348	Miscellaneous Equipment	\$	54,183

INCOME ACCOUNTS (404-434)

Utility Operating Income

400	Operating Revenue	\$	1,279,661
401	Operating Expenses	\$	770,505
403	Depreciation Expense	\$	328,972
406	Amortization of Utility Plant Acquisition Adjustment		
407	Amortization Expense (no CIAC)		
408	Taxes Other than Income	\$	83,065
409	Income Taxes	\$	-
410	Provision for Deferred Income Taxes - Debit	\$	33,125
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		
428	Amortization of Debt Discount and Expense		
429	Amortization of Premium on Debt		

Retained Earnings Account (435-439)

435	Balance Transferred from Income	\$	106,177
436	Appropriations of Retained Earnings		
437	Preferred Stock Dividends Declared	\$	-
438	Common Stock Dividends Declared	\$	-
439	Adjustment to Retained Earnings	\$	-

OPERATING REVENUE ACCOUNTS (460-475)

460	Unmetered Water Revenue	\$	-
461.1	Metered Sales to Residential Customers	\$	834,628
461.2	Metered Sales to Commercial Customers	\$	66,242
461.3	Metered Sales to Industrial Customers	\$	-
461.4	Metered Sales to Public Authorities	\$	-
461.5	Metered Sales to Multiple Family Dwellings	\$	-
462.1	Public Fire Protection	\$	-
462.2	Private Fire Protection	\$	-
464	Other Sales to Public Authorities	\$	-
465	Sales to Irrigation Customers	\$	149,437
466	Sales for Resale	\$	-
467	Interdepartmental Sales	\$	165,842
468	Special Contract/Agreement Revenue	\$	2,922
470	Forfeited Discounts	\$	-
471	Miscellaneous Service Revenues	\$	672
472	Rents From Water Property	\$	-
473	Interdepartmental Rents	\$	-
474	Other Water Revenues	\$	3,283
475	Cross Connection Sales & Services Revenues	\$	56,635

OPERATION AND MAINTENANCE EXPENSE ACCOUNTS (601-675)

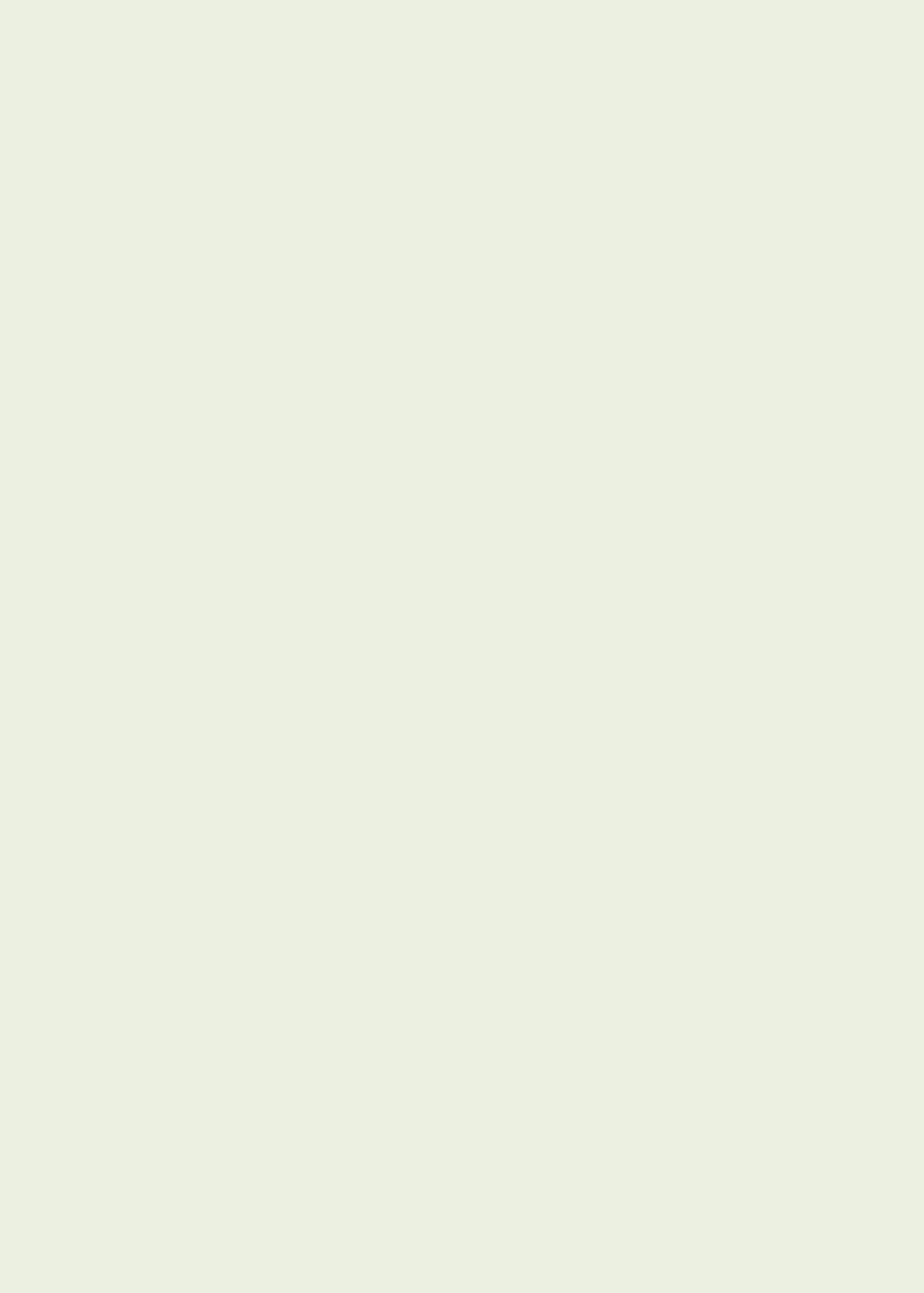
Source of Supply and Expenses

601	Salaries and Wages - Employees	\$	79,504
603	Salaries and Wages - Officers, Directors and Majority Stockholders	\$	-
604	Employee Pensions and Benefits	\$	70,260
610	Purchased Water	\$	-
611	Telephone/Communications	\$	3,388
615	Purchased Power	\$	173,806
616	Fuel for Power Production	\$	-
617	Utilities - Other	\$	962
618	Chemicals & testing	\$	-
619	Office Supplies (excluding postage)	\$	7,433
619.1	Postage	\$	7,795
620	Materials and Supplies	\$	17,837
621	Repairs to Water Plant	\$	49,114
631	Contractual Services - Engineering	\$	-
632	Contractual Services - Accounting	\$	4,690
633	Contractual Services - Legal	\$	1,305
634	Contractual Services - Management Fees	\$	196,880
635	Contractual Services - Testing/Sampling	\$	5,677
636	Contractual Services - Other	\$	-
637	Contractual Services - Billing/Collections	\$	-
638	Contractual Services - Meter Reading	\$	-
639	Contractual Services - Other	\$	4,263
641	Rental of Building/Real Property	\$	-
642	Rental of Equipment	\$	27
643	Small Tools	\$	1,511
648	Computer & Electronic Expenses	\$	48,311
650	Transportation Expenses	\$	41,487
656	Insurance - Vehicle	\$	5,757
657	Insurance - General Liability	\$	4,021
658	Insurance - Workman's Compensation	\$	3,347
659	Insurance - Other	\$	18,248
660	Public Relations / Advertising Expense	\$	154
666	Regulatory Commission Expense - Amortization of Rate Case Expense	\$	-
667	Regulatory Commission Expense - Other	\$	6,294
668	Water Resource Conservation Expense	\$	-
670	Bad Debt Expense	\$	6,192
671.1	Cross Connection Control Program Expense	\$	-
671.2	Cross Connection Testin & Maintenance Services	\$	-
672	System Capacity Development Program Expense	\$	-
673	Training & Certification Expense	\$	3,055
674	Consumer Confidence Report	\$	-
675	Miscellaneous Expenses	\$	9,187

NOTES

Oregon Water Utilities Cline Butte, Inc.

Notes and explanations:



INCOME STATEMENT

Oregon Water Utilities Cline Butte, Inc.

400 Operating Revenue	\$ 1,279,661
401 Operating Expenses	\$ 770,505
403 Depreciation Expense	\$ 286,789
406 Amortization of Utility Plant Acquisition Adjustment	\$ -
407 Amortization Expense	\$ -
408 Taxes Other Than Income Taxes (total)	\$ 83,065
409 Income Taxes	\$ -
410.1 Provision for Deferred Income Taxes - debit	\$ 33,125
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	\$ -
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	\$ 106,177
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	\$ 106,177

BALANCE SHEET

Oregon Water Utilit

101 Utility Plant in Service (excluding CIAC)	\$	9,655,659
108-110 Accumulated Depreciation & Amortization	\$	4,395,640
Subtotal	\$	5,260,019
102-104 Other Utility Plant	\$	15,886
105 Commission Approved Construction Work in Progress (CWIP)	\$	850,189
114 Commission Approved Utility Plant Acquisition Adjustments	\$	-
115 Accumulated Amortization of Commission Approved Acquisition Adjustments	\$	-
190 Accumulated Deferred Income Taxes (asset)	\$	-
Subtotal	\$	866,075
Net Utility Plant	\$	6,126,094
131 Cash	\$	1,925,843
132 Special Deposits	\$	-
141-142 Accounts Receivable	\$	76,014
143 Accumulated Provision for Uncollectible Accounts	\$	3,443
144 Notes Receivable	\$	-
145-146 Accounts & Notes Receivable from Associated Companies	\$	-
151 Materials & Supplies Inventory	\$	5,218
133-135 & 162-174 Miscellaneous Current & Accrued Assets & Prepayments	\$	60,446
Net Current & Accrued Assets	\$	2,064,078
181-186 Deferred Debits	\$	-
Total Assets	\$	8,190,172
252 Advances for Construction	\$	-
271 CIAC	\$	1,082,146
272 Accumulated Amortization of CIAC	\$	230,874
Net CIAC & Advances for Construction	\$	851,272
121 Nonutility Property	\$	-
122 Accumulated Depreciation & Amortization (Nonutility)	\$	-
123-127 Miscellaneous Nonutility Investments	\$	-
Nonutility Plant & Investment	\$	-
221-224 Long-Term Debt	\$	-
231 Accounts Payable	\$	40,996
232 Notes Payable	\$	-
233 Accounts Payable to Affiliated Companies	\$	7,078,331
234 Notes Payable to Affiliated companies	\$	-
235 Customer Deposits	\$	-
236 Accrued Taxes	\$	(20,281)
237 Accrued Interest	\$	-
238-241 Miscellaneous Current and Accrued Liabilities	\$	40,983
Liabilities	\$	7,140,029
251 Premium on Unamortized Debt	\$	-
253 Other Deferred Credit	\$	-
261-265 Reserves	\$	-
Other	\$	-
281 Accumulated Deferred Income Taxes-Accelerated Amortization	\$	-
282 Accumulated Deferred Income Taxes-Liberalized Depreciation	\$	(316,632)
283 Accumulated Deferred Income Taxes-Other	\$	-
Total Liabilities	\$	6,823,397
201 Common Stock Issued	\$	-
204 Preferred Stock Issued	\$	-
207 Premium on Capital Stock	\$	-
211 Other Paid in Capital	\$	-
212 Discount on Capital Stock	\$	-
213 Capital Stock Expense	\$	-
214 Appropriated Retained Earnings	\$	-
215 Unappropriated Retained Earnings	\$	515,503
216 Reacquired Capital Stock	\$	-
218 Proprietary Capital (Proprietorships & Partnerships Only)	\$	-
Total Equity	\$	515,503
Total Liabilities and Equity	\$	8,190,172

STATS

Oregon Water Utilities Cline Butte, Inc.

Operating Revenues

Flat Rate	\$	-
Metered - Residential	\$	834,628
Metered - Commercial	\$	66,242
Irrigation (including golf courses)	\$	315,279
Fire Protection	\$	-
Other Sales of Water	\$	2,922
Other Operating Revenue	\$	60,590
Total Operating Revenues	\$	<u>1,279,661</u>

Operating Expenses

Purchased Water	\$	-
Purchased Power	\$	173,806
Water Treatment	\$	5,677
Supplies and Expenses	\$	178,814
Repairs of Plant	\$	49,114
Administrative & General	\$	363,094
Total Operating Expenses	\$	<u>770,505</u>

Other Revenue Deductions

Depreciation & Amortization	\$	286,789
Operating Income Taxes	\$	33,125
Other Operating Taxes	\$	83,065
Uncollectible Revenue/Bad Debt Expense	\$	6,192
Total Revenue Deductions	\$	<u>409,171</u>
Total Expenses and Deductions	\$	<u>1,179,676</u>

Other Income	\$	-
Interest on Long-Term Debt		
Other Interest Charges	\$	-
Other Income Deductions	\$	<u>(33,125)</u>
Net Operating Income (or Loss)	\$	<u>133,110</u>

Assets & Other Debits

Utility Plant	\$	9,655,659
Less: Depreciation & Amortization Reserve	\$	4,395,640
Other Property & Investments	\$	1,925,843
Materials and Supplies	\$	5,218
Other Current & Accrued Assets	\$	999,092
Deferred Debits	\$	-
Total Assets & Other Debits	\$	<u>8,190,172</u>

Liabilities & Other Credits

Capital/Common Stock	\$	-
Retained Earnings	\$	515,503
Long-Term Debt	\$	-
Customer Deposits	\$	-
Other Current & Accrued Liabilities	\$	7,140,029
Advances for Construction	\$	-
Other Deferred Credits	\$	-
Contributions in Aid of Construction	\$	851,272
Accumulated Deferred Income Taxes	\$	<u>(316,632)</u>
Total Liabilities & Other Credits	\$	<u>8,190,172</u>

Average Number of Customers

Flat Rate	-
Metered - Residential	1,595
Metered - Commercial	25
Irrigation (including golf courses)	135
Fire Protection	-
Other	<u>1</u>
Total Customers	<u>1,756</u>