



ANNUAL RESULTS OF OPERATIONS REPORT

SELECT COMPANY SIZE (based on Annual Revenue)

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

FOR THE CALENDAR YEAR

2013

COMPANY NAME

Running Y Water, LLC

OREGON PUBLIC UTILITY COMMISSION
PO BOX 2148
SALEM OR 97308-2148

Instructions

Running Y Water, LLC

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

Running Y Water, LLC

Complete Address of Reporting Utility

Line 1:	5115 Running Y Rd
Line 2:	
City:	Klamath Falls,
State:	OR
Zip:	97601
phone:	541-850-5566
email:	curth@nvoregonresorts.com
fax:	
website:	

Name and title of person responsible for report

Name:	Robin Dowty
Title:	Controller
Phone:	541-548-9388
Email:	robind@nvoregonresorts.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

Running Y Water, LLC

Provide the following information for the contact person regarding this report

Name:	Curt Heimuller
Address:	7555 Falcon Crest Dr, Redmond, OR 97756
Phone:	541-548-9300
Email:	curth@nvoregoresorts.com

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

Name:	Robin Dowty, Controller
Address:	7555 Falcon Crest Dr, Redmond, OR 97756
Phone:	541-548-9388
Email:	robind@nvoregonresorts.com

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

Name:	McLadrey, LLP
Address:	1861 International Dr., Suite 400, Mclean, VA 22102
Phone:	703-336-6559
Email:	John.McCourt@mcgladrey.com

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

Provide the following information for all utility officers and directors

Name	Title	Phone #	Email
Oregon Resorts, LLC Sole Member	Member	541-923-0807	
Scott Pickert, Authorized Signer	Sr. Vice President	541-923-0807	scottp@nvoregonresorts.com

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

Name	Title	Phone #	Email

Organization

Running Y Water, LLC

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		Oregon Resorts, LLC
	Title	Sole Member	
	Address		7555 Falcon Crest Dr, Redmond, OR 97756
	# shares owned	100% - sole member	
2	Name of stockholder/director/officer		
	Title		
	Address		
	# shares owned		
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		
# shares issued at year end		
Par or stated value per share:		
Dividends declared per share during the year:		

Affiliates

Running Y Water, LLC

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
Running Y Development, LLC	Lease		\$ 1,800
NVHG OR Hotel Operator, LLC	Services Agreement		\$ 30,260
NVHG OR Hotel Operator, LLC/Oregon Resorts Acquisition Partners, LP	Resort Mangement agreement for executive management services		\$ 15,004
Oregon Resorts Acquisition Partners, LP	Intercompany line of Credit		\$ 521,980
			\$ 569,044

TOTAL \$ (569,044)

Explanations or Notes

Revenues

Running Y Water, LLC

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			All consumption reported in HCF	
Metered sales to RESIDENTIAL customers	461.1	512	512	69,566	\$ 286,312
Metered sales to COMMERCIAL customers	461.2	23	23	13,564	\$ 63,580
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	51	51	50,746	\$ 57,359
Sales for resale	466				
Water Sales to golf course/recreation revenue	467	1	1	127,324	\$ 67,028
Special contract/agreement revenue	468				
TOTAL		587	587	261,200	\$ 474,279

Revenue other than water sales

	Act #	revenues
Forfeited discounts	470	
Miscellaneous service revenues	471	\$ 5,300
Rents from water property	472	
Interdepartmental rents	473	
Other	474	\$ 3,908
Cross Connection sales & services revenues	475	\$ 16,695
Total		\$ 25,903

Total Operating Revenue

\$ 500,182

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	11.32259115	46.60026042
Metered sales to COMMERCIAL customers	461.2	49.14492754	230.3623188
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	82.91830065	93.72385621
Sales for resale	466		
Water Sales to golf course/recreation revenue	467	10610.33333	5585.666667
Special contract/agreement revenue	468		

Taxes & property sales

Running Y Water, LLC

Act # TAXES OTHER THAN INCOME TAX

408.11	Property Tax	\$	272
408.12	Payroll Tax	\$	4,060
408.13	Other Tax Other Than Income Tax		
408.2	Nonutility Taxes Other Than Income Tax		
TOTAL		\$	4,332

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		
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

Running Y Water, LLC

Act #		Expense amount
601	Salaries and Wages - employees	\$ 41,939
603	Salaries and Wages – officers, directors, and majority stockholders	
604	Employee Pensions & Benefits	\$ 2,621
610	Purchased Water	
611	Telephone/Communications	\$ 633
615	Purchased Power	\$ 65,514
616	Fuel for Power Production	
617	Utilities - Other (garbage, natural gas)	\$ 232
618	Chemicals & testing	
619	Office Supplies (excluding postage)	\$ 480
619.1	Postage	\$ 1,452
620	Materials & Supplies (O&M)	\$ 13,118
621	Repairs of Water Plant	
631	Contractual Services - engineering	\$ 895
632	Contractual Services - accounting	
633	Contractual Services - legal	\$ 9,890
634	Contractual Services - management	\$ 45,264
635	Contractual Services – testing / sampling	\$ 2,669
636	Contractual Services – labor	
637	Contractual Services - billing/collections	
638	Contractual Services - meter reading	
639	Contractual Services - other	
641	Rental of Building / Real Property	\$ 1,800
642	Rental of Equipment	
643	Small Tools	
648	Computer and electronic Expenses	\$ 3,312
650	Transportation Expenses	\$ 1,783
656	Insurance - Vehicle	\$ 398
657	Insurance – General Liability	\$ 7,543
658	Insurance – Workman’s Compensation	\$ 1,294
659	Insurance – Other	
660	Public Relation / Advertising Expense	
666	Amortization of Rate Case Expense	
667	Regulatory Commission Fee (Gross Rev Fee)	
668	Conservation Expense	
670	Bad Debt Expense	\$ 1,679
671.1	Cross Connection Control Program Expense	
671.2	Cross Connection Testing & Maintenance Services	
673	Training & Certification Expense	\$ 715
674	Consumer Confidence Report	\$ 1,223
675	Miscellaneous Expense	\$ 3,124
	TOTAL	\$ 207,578

Plant

Running Y Water, LLC

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	\$ 5,000				\$ 5,000
304	Structures & improvements	\$ 15,384				\$ 15,384
305	Collecting & impounding reservoirs					\$ -
306	Lake, river & other intakes					\$ -
307	Wells & springs	\$ 97,949				\$ 97,949
308	Infiltration galleries & tunnels					\$ -
309	Supply mains	\$ 113,668				\$ 113,668
310	Power generation equipment					\$ -
311	Pumping equipment	\$ 79,659				\$ 79,659
320	Water treatment equipment					\$ -
330	Distribution reservoirs & standpipes	\$ 60,459				\$ 60,459
331	Transmission & distribution mains	\$ 1,481,897				\$ 1,481,897
333	Services	\$ 94,965				\$ 94,965
334	Meters & meter installations					\$ -
335	Hydrants	\$ 32,485				\$ 32,485
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		\$ 1,981,466	\$ -	\$ -	\$ -	\$ 1,981,466

Explanation of unusual changes in utility plant during the year:

Running Y Water, LLC

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	
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	\$ -

Accumulated Amortization of CIAC

Beg of year balance	
Add CIAC amortized during year	
Subtract effects of CIAC disposals	
+/- other adjustments*	
Change in Accumulated Amortization during the year	\$ -
End of year balance	\$ -

* Explain any adjustments:

Depreciation

Running Y Water, LLC

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	\$ 487	\$ 1,111	\$ 487		\$ 1,598
305	Collecting & impounding reservoirs			\$ -		\$ -
306	Lake, river & other intakes			\$ -		\$ -
307	Wells & springs	\$ 8,530	\$ 18,482	\$ 8,530		\$ 27,012
308	Infiltration galleries & tunnels			\$ -		\$ -
309	Supply mains	\$ 11,099	\$ 24,048	\$ 11,099		\$ 35,147
310	Power generation equipment			\$ -		\$ -
311	Pumping equipment	\$ 4,280	\$ 9,427	\$ 4,280		\$ 13,707
320	Water treatment equipment			\$ -		\$ -
330	Distribution reservoirs & standpipes	\$ 4,502	\$ 9,754	\$ 4,502		\$ 14,256
331	Transmission & distribution mains	\$ 98,793	\$ 214,052	\$ 98,793		\$ 312,845
333	Services	\$ 7,265	\$ 15,740	\$ 7,265		\$ 23,005
334	Meters & meter installations			\$ -		\$ -
335	Hydrants	\$ 2,290	\$ 4,961	\$ 2,290		\$ 7,251
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	\$ 137,246	\$ 297,575	\$ 137,246	\$ -	\$ 434,821

*Explanation of any adjustments made:

Retained Earnings

Running Y Water, LLC

215	Unappropriated Retained Earnings (beginning of year balance)	\$	(996,204)
435	Balance transferred from income	\$	(151,026)
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)	\$	(1,147,230)

Explanation of any adjustments made to Retained Earnings

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Other Accounts

Running Y Water, LLC

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	\$	1,981,466
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	\$	434,821
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		
132	Special Deposits		
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	\$	30,873
142	Other Accounts Receivable		
143	Allowance for Uncollectible Accounts (Enter positive)	\$	665
144	Notes Receivable		
145	Accounts Receivable from Associated Companies		
146	Notes Receivable from Associated Companies		
151	Plant Materials and Supplies		
162	Prepayments		
171	Accrued Interest Receivable		
174	Miscellaneous Current and Accrued Assets	\$	95,539

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	\$	500
212	Discount on Capital Stock		
213	Capital Stock Expense		
214	Appropriated Retained Earnings		
215	Unappropriated Retained Earnings	\$	(1,147,230)
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		
232	Notes Payable		
233	Accounts Payable to Associated Companies		
234	Notes Payable to Associated Companies	\$	521,980
235	Customer Deposits		
236	Accrued Taxes		
237	Accrued Interest		
238	Accrued Dividends		
239	Matured Long-Term Debt		
240	Matured Interest		
241	Miscellaneous Current and Accrued Liabilities	\$	2,682

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	\$	-
272	Accumulated Amortization of CIAC	\$	-

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	\$	5,000
304	Structures and Improvements	\$	15,384
305	Collecting and Impounding Reservoirs	\$	-
306	Lakes, River and Other Intakes	\$	-
307	Wells and Springs	\$	97,949
308	Infiltration Galleries and Tunnels	\$	-
309	Supply Mains	\$	113,668
310	Power Generation Equipment	\$	-
311	Pumping Equipment	\$	79,659
320	Water Treatment Equipment	\$	-
330	Distribution Reservoirs and Standpipes	\$	60,459
331	Transmission and Distribution Mains	\$	1,481,897
333	Services	\$	94,965
334	Meters and Meter Installations	\$	-
335	Hydrants	\$	32,485
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	\$	-

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

INCOME ACCOUNTS (404-434)

Utility Operating Income

400	Operating Revenue	\$	500,182
401	Operating Expenses	\$	207,578
403	Depreciation Expense	\$	137,246
406	Amortization of Utility Plant Acquisition Adjustment		
407	Amortization Expense (no CIAC)		
408	Taxes Other than Income	\$	4,332
409	Income Taxes	\$	-
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		
428	Amortization of Debt Discount and Expense		
429	Amortization of Premium on Debt		

Retained Earnings Account (435-439)

435	Balance Transferred from Income	\$	151,026
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	\$	286,312
461.2	Metered Sales to Commercial Customers	\$	63,580
461.3	Metered Sales to Industrial Customers	\$	-
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	\$	-
464	Other Sales to Public Authorities	\$	-
465	Sales to Irrigation Customers	\$	57,359
466	Sales for Resale	\$	-
467	Interdepartmental Sales	\$	67,028
468	Special Contract/Agreement Revenue	\$	-
470	Forfeited Discounts	\$	-
471	Miscellaneous Service Revenues	\$	5,300
472	Rents From Water Property	\$	-
473	Interdepartmental Rents	\$	-
474	Other Water Revenues	\$	3,908
475	Cross Connection Sales & Services Revenues	\$	16,695

OPERATION AND MAINTENANCE EXPENSE ACCOUNTS (601-675)

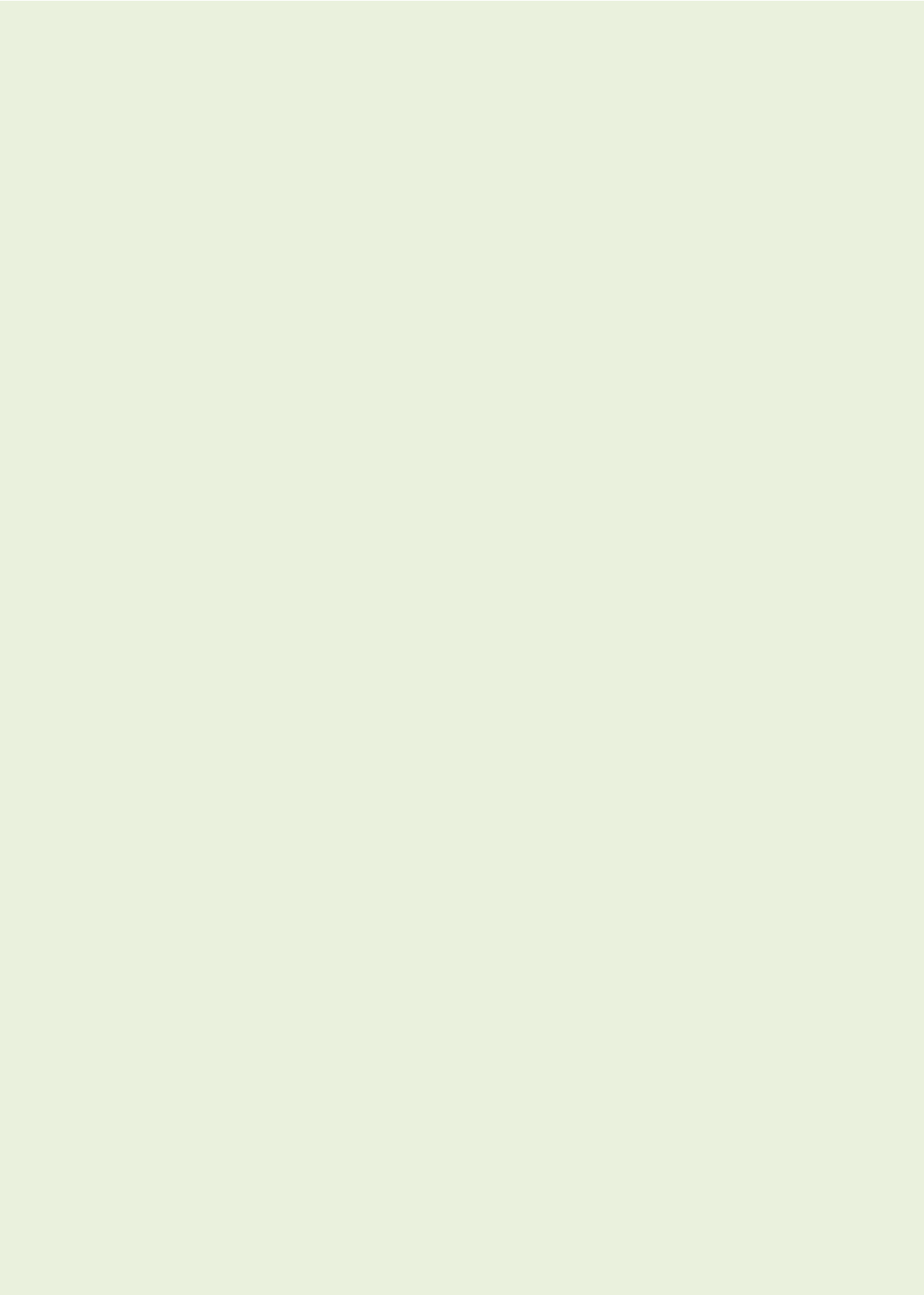
Source of Supply and Expenses

601	Salaries and Wages - Employees	\$	41,939
603	Salaries and Wages - Officers, Directors and Majority Stockholders	\$	-
604	Employee Pensions and Benefits	\$	2,621
610	Purchased Water	\$	-
611	Telephone/Communications	\$	633
615	Purchased Power	\$	65,514
616	Fuel for Power Production	\$	-
617	Utilities - Other	\$	232
618	Chemicals & testing	\$	-
619	Office Supplies (excluding postage)	\$	480
619.1	Postage	\$	1,452
620	Materials and Supplies	\$	13,118
621	Repairs to Water Plant	\$	-
631	Contractual Services - Engineering	\$	895
632	Contractual Services - Accounting	\$	-
633	Contractual Services - Legal	\$	9,890
634	Contractual Services - Management Fees	\$	45,264
635	Contractual Services - Testing/Sampling	\$	2,669
636	Contractual Services - Other	\$	-
637	Contractual Services - Billing/Collections	\$	-
638	Contractual Services - Meter Reading	\$	-
639	Contractual Services - Other	\$	-
641	Rental of Building/Real Property	\$	1,800
642	Rental of Equipment	\$	-
643	Small Tools	\$	-
648	Computer & Electronic Expenses	\$	3,312
650	Transportation Expenses	\$	1,783
656	Insurance - Vehicle	\$	398
657	Insurance - General Liability	\$	7,543
658	Insurance - Workman's Compensation	\$	1,294
659	Insurance - Other	\$	-
660	Public Relations / Advertising Expense	\$	-
666	Regulatory Commission Expense - Amortization of Rate Case Expense	\$	-
667	Regulatory Commission Expense - Other	\$	-
668	Water Resource Conservation Expense	\$	-
670	Bad Debt Expense	\$	1,679
671.1	Cross Connection Control Program Expense	\$	-
671.2	Cross Connection Testin & Maintenance Services	\$	-
672	System Capacity Development Program Expense		
673	Training & Certification Expense	\$	715
674	Consumer Confidence Report	\$	1,223
675	Miscellaneous Expenses	\$	3,124

Notes

Running Y Water, LLC

Notes and explanations:



Income Statement

Running Y Water, LLC

400 Operating Revenue	\$ 500,182
401 Operating Expenses	\$ 207,578
403 Depreciation Expense	\$ 137,246
406 Amortization of Utility Plant Acquisition Adjustment	\$ -
407 Amortization Expense	\$ -
408 Taxes Other Than Income Taxes (total)	\$ 4,332
409 Income Taxes	\$ -
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	\$ -
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	\$ 151,026
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	\$ 151,026

Balance Sheet

Running Y Water, LLC

101 Utility Plant in Service (excluding CIAC)	\$	1,981,466
108-110 Accumulated Depreciation & Amortization	\$	434,821
Subtotal	\$	1,546,645
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	\$	1,546,645
131 Cash	\$	-
132 Special Deposits	\$	-
141-142 Accounts Receivable	\$	30,873
143 Accumulated Provision for Uncollectible Accounts	\$	665
144 Notes Receivable	\$	-
145-146 Accounts & Notes Receivable from Associated Companies	\$	-
151 Materials & Supplies Inventory	\$	-
133-135 & 162-174 Miscellaneous Current & Accrued Assets & Prepayments	\$	95,539
Net Current & Accrued Assets	\$	125,747
181-186 Deferred Debits	\$	-
Total Assets	\$	1,672,392
252 Advances for Construction	\$	-
271 CIAC	\$	-
272 Accumulated Amortization of CIAC	\$	-
Net CIAC & Advances for Construction	\$	-
121 Nonutility Property	\$	-
122 Accumulated Depreciation & Amortization (Nonutility)	\$	-
123-127 Miscellaneous Nonutility Investments	\$	-
Nonutility Plant & Investment	\$	-
221-224 Long-Term Debt	\$	-
231 Accounts Payable	\$	-
232 Notes Payable	\$	-
233 Accounts Payable to Affiliated Companies	\$	-
234 Notes Payable to Affiliated companies	\$	521,980
235 Customer Deposits	\$	-
236 Accrued Taxes	\$	-
237 Accrued Interest	\$	-
238-241 Miscellaneous Current and Accrued Liabilities	\$	2,682
Liabilities	\$	524,662
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	\$	-
283 Accumulated Deferred Income Taxes-Other	\$	-
Total Liabilities	\$	524,662
201 Common Stock Issued	\$	-
204 Preferred Stock Issued	\$	-
207 Premium on Capital Stock	\$	-
211 Other Paid in Capital	\$	500
212 Discount on Capital Stock	\$	-
213 Capital Stock Expense	\$	-
214 Appropriated Retained Earnings	\$	-
215 Unappropriated Retained Earnings	\$	1,147,230
216 Reacquired Capital Stock	\$	-
218 Proprietary Capital (Proprietorships & Partnerships Only)	\$	-
Total Equity	\$	1,147,730
Total Liabilities and Equity	\$	1,672,392

Stats

Running Y Water, LLC

Operating Revenues

Flat Rate	\$	-
Metered - Residential	\$	286,312
Metered - Commercial	\$	63,580
Irrigation (including golf courses)	\$	124,387
Fire Protection	\$	-
Other Sales of Water	\$	-
Other Operating Revenue	\$	25,903
Total Operating Revenues	\$	<u>500,182</u>

Operating Expenses

Purchased Water	\$	-
Purchased Power	\$	65,514
Water Treatment	\$	2,669
Supplies and Expenses	\$	37,107
Repairs of Plant	\$	-
Administrative & General	\$	102,288
Total Operating Expenses	\$	<u>207,578</u>

Other Revenue Deductions

Depreciation & Amortization	\$	137,246
Operating Income Taxes	\$	-
Other Operating Taxes	\$	4,332
Uncollectible Revenue/Bad Debt Expense	\$	1,679
Total Revenue Deductions	\$	<u>143,257</u>
Total Expenses and Deductions	\$	<u>350,835</u>

Other Income	\$	-
Interest on Long-Term Debt		
Other Interest Charges	\$	-
Other Income Deductions	\$	-
Net Operating Income (or Loss)	\$	<u>149,347</u>

Assets & Other Debits

Utility Plant	\$	1,981,466
Less: Depreciation & Amortization Reserve	\$	434,821
Other Property & Investments	\$	-
Materials and Supplies	\$	-
Other Current & Accrued Assets	\$	125,747
Deferred Debits	\$	-
Total Assets & Other Debits	\$	<u>1,672,392</u>

Liabilities & Other Credits

Capital/Common Stock	\$	500
Retained Earnings	\$	1,147,230
Long-Term Debt	\$	-
Customer Deposits	\$	-
Other Current & Accrued Liabilities	\$	2,682
Advances for Construction	\$	-
Other Deferred Credits	\$	-
Contributions in Aid of Construction	\$	-
Accumulated Deferred Income Taxes	\$	-
Total Liabilities & Other Credits	\$	<u>1,150,412</u>

Average Number of Customers

Flat Rate	-
Metered - Residential	512
Metered - Commercial	23
Irrigation (including golf courses)	52
Fire Protection	-
Other	-
Total Customers	<u>587</u>