



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@state.or.us

Send confidential information, voluminous reports, or energy utility Results of Operations Reports to PUC Filing Center, PO Box 1088, Salem, OR 97308-1088 or by delivery service to 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

2020

COMPANY NAME

Oregon Water Utilities - Mountain Lakes, Inc.

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

INSTRUCTIONS

Oregon Water Utilities - Mountain Lakes, 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: puc.filingcenter@state.or.us.

- 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@STATE.OR.US**

OATH

Oregon Water Utilities - Mountain Lakes, Inc.

Complete Address of Reporting Utility

Line 1:	Oregon Water Utilities - Mountain Lakes, Inc.
Line 2:	5391 Running Y Rd.
City:	Klamath Falls
State:	OR
Zip:	97601
phone:	(646) 599-2415
email:	bbahr@swwc.com
fax:	
website:	swwc.com

Name and title of person responsible for report

Name:	Brian Bahr
Title:	Director, Rates & Regulatory
Phone:	(646) 599-2415
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.

INFORMATION

Oregon Water Utilities - Mountain Lakes, 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:	(646) 599-2415
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:	(646) 599-2415
Email:	bbahr@swwc.com

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

Name:	Pricewaterhouse Coopers 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
Kirk Michael	CFO & Treasurer / Director	(626) 543-2500	kmichael@swwc.com
William K. Dix	Secretary / Director	(626) 543-2500	kdix@swwc.com
Joseph Park	Asst. Secretary	(626) 543-2500	jpark@swwc.com
Rob MacLean	Director	(626) 543-2500	rmaclean@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 - Mountain Lakes, 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	SouthWest Water Company
	Title	
	Address	12535 Reed Road, Sugar Land, TX 77478
	# shares owned	
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:		

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	\$ 143,473
Northwest Utility Systems, Inc. (NWUS)	Operational, Goods & Services	6/2/2017	\$ 386,778
			\$ 530,251
TOTAL			\$ (530,251)

Explanations or Notes

REVENUES

Oregon Water Utilities - Mountain Lakes, Inc.

gal or cf

gal

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	540	714	85,461	\$ 397,696
Metered sales to COMMERCIAL customers	461.2	24	23	8,310	\$ 73,420
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	49	50	35,164	\$ 57,214
Sales for resale	466		1		
Water Sales to golf course/recreation revenue	467	1		106,698	\$ 71,266
Special contract/agreement revenue	468				
TOTAL		614	788	235,633	\$ 599,596

Revenue other than water sales

	Act #	revenues
Forfeited discounts	470	
Miscellaneous service revenues	471	\$ 409
Rents from water property	472	
Interdepartmental rents	473	
Other	474	\$ 2,444
Cross Connection sales & services revenues	475	\$ 21,110
Total		\$ 23,963

Total Operating Revenue

\$ 623,559

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	11.35845295	52.85699362
Metered sales to COMMERCIAL customers	461.2	29.46808511	260.3553191
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	59.1986532	96.32008418
Sales for resale	466		
Water Sales to golf course/recreation revenue	467	8891.5	5938.8
Special contract/agreement revenue	468		

TAXES AND PROPERTY SALES

Act # TAXES OTHER THAN INCOME TAX

408.11	Property Tax	\$	5,153
408.12	Payroll Tax	\$	8,613
408.13	Other Tax Other Than Income Tax	\$	-
408.2	Nonutility Taxes Other Than Income Tax	\$	-
		TOTAL	\$ 13,766

Act # INCOME TAXES

409.1	Federal Income Tax	\$	27,065
409.11	State Income Tax	\$	8,506
409.13	Other Income Tax	\$	-
409.2	Nonutility Income Tax	\$	-
		TOTAL	\$ 35,571

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	\$ 61,683
603	Salaries and Wages – officers, directors, and majority stockholders	\$ -
604	Employee Pensions & Benefits	\$ 17,043
610	Purchased Water	\$ -
611	Telephone/Communications	\$ 920
615	Purchased Power	\$ 73,411
616	Fuel for Power Production	\$ -
617	Utilities - Other (garbage, natural gas)	\$ -
618	Chemicals & testing	\$ -
619	Office Supplies (excluding postage)	\$ 2,346
619.1	Postage	\$ 4,234
620	Materials & Supplies (O&M)	\$ 1,447
621	Repairs of Water Plant	\$ 14,654
631	Contractual Services - engineering	\$ -
632	Contractual Services - accounting	\$ 1,788
633	Contractual Services - legal	\$ 870
634	Contractual Services - management	\$ 102,581
635	Contractual Services – testing / sampling	\$ 6,720
636	Contractual Services – labor	\$ -
637	Contractual Services - billing/collections	\$ -
638	Contractual Services - meter reading	\$ -
639	Contractual Services - other	\$ 3,707
641	Rental of Building / Real Property	\$ 3,026
642	Rental of Equipment	\$ -
643	Small Tools	\$ 81
648	Computer and electronic Expenses	\$ 4,163
650	Transportation Expenses	\$ 6,324
656	Insurance - Vehicle	\$ 2,483
657	Insurance – General Liability	\$ 1,251
658	Insurance – Workman’s Compensation	\$ 1,105
659	Insurance – Other	\$ 7,412
660	Public Relation / Advertising Expense	\$ -
666	Amortization of Rate Case Expense	\$ -
667	Regulatory Commission Fee (Gross Rev Fee)	\$ 2,107
668	Conservation Expense	\$ -
670	Bad Debt Expense	\$ 6,065
671.1	Cross Connection Control Program Expense	\$ -
671.2	Cross Connection Testing & Maintenance Services	\$ -
673	Training & Certification Expense	\$ 1,038
674	Consumer Confidence Report	\$ -
675	Miscellaneous Expense	\$ 16,793
	TOTAL	\$ 343,253

PLANT

Oregon Water Utilities - Mountain Lakes, 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	\$ 5,000				\$ 5,000
304	Structures & improvements	\$ 148,685	\$ -		\$ (46,957)	\$ 101,728
305	Collecting & impounding reservoirs	\$ -				\$ -
306	Lake, river & other intakes	\$ -				\$ -
307	Wells & springs	\$ 1,017,067	\$ -		\$ 44,096	\$ 1,061,163
308	Infiltration galleries & tunnels	\$ -				\$ -
309	Supply mains	\$ 1,193,714			\$ (620,158)	\$ 573,556
310	Power generation equipment	\$ -	\$ -		\$ 6,579	\$ 6,579
311	Pumping equipment	\$ 863,869	\$ -		\$ (581,418)	\$ 282,451
320	Water treatment equipment	\$ -				\$ -
330	Distribution reservoirs & standpipes	\$ 611,823	\$ -		\$ (326,162)	\$ 285,661
331	Transmission & distribution mains	\$ 7,453,738	\$ 93,558		\$ (4,500,679)	\$ 3,046,617
333	Services	\$ 866,701			\$ (520,081)	\$ 346,620
334	Meters & meter installations	\$ 173,159	\$ 1,197		\$ 11,858	\$ 186,214
335	Hydrants	\$ 327,220			\$ (253,413)	\$ 73,807
336	Backflow prevention devices (utility owned)	\$ -				\$ -
339	Other plant & miscellaneous equipment	\$ -				\$ -
340	Office furniture & equipment	\$ 68,657	\$ 16,447		\$ 24,035	\$ 109,139
341	Transportation equipment	\$ 39,849	\$ 19,499		\$ 3,532	\$ 62,880
343	Tools, shop & garage equipment	\$ 3,906				\$ 3,906
344	Laboratory equipment	\$ -				\$ -
345	Power operated equipment	\$ -				\$ -
346	Communication equipment	\$ 20,416				\$ 20,416
347	Electronic & computer equipment	\$ 5,853				\$ 5,853
348	Miscellaneous equipment	\$ -				\$ -
	TOTAL	\$ 12,799,657	\$ 130,701	\$ -	\$ (6,758,768)	\$ 6,171,590

Explanation of unusual changes in utility plant during the year:

2020 GRC Adjustments to PPE; pertaining to CIAC Assets, \$65,358 & Excess Capacity Assets reinstated, \$3,840; Plant additions include assets acquired from Southview \$3

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	\$ 65,357
Added during the year:	
Capacity charge	
Main line extension charges	
Customer connection charges	\$ 8,177
Developer's property	
Other	\$ 1
Retired during the year	
End of year balance	\$ 73,535

Accumulated Amortization of CIAC

Beg of year balance	\$ 6,760
Add CIAC amortized during year	\$ (2,564)
Subtract effects of CIAC disposals	
+/- other adjustments*	
Change in Accumulated Amortization during the year	\$ (2,564)
End of year balance	\$ 4,196

* Explain any adjustments:

2020 GRC Increase 2019 CIAC Assets by \$1; 2020 GRC Reduced CIAC Amortization by \$4,871; Revised CIAC Amortization based on 2020 GRC increased 2020 CIAC Amortization by \$144.

DEPRECIATION

Oregon Water Utilities - Mountain Lakes, 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	\$ (182)	\$ 63,273	\$ (182)	\$ (17,098)	\$ 45,993
305	Collecting & impounding reservoirs			\$ -		\$ -
306	Lake, river & other intakes			\$ -		\$ -
307	Wells & springs	\$ 49,982	\$ 733,481	\$ 49,982	\$ 59,002	\$ 842,465
308	Infiltration galleries & tunnels			\$ -		\$ -
309	Supply mains	\$ 5,422	\$ 527,366	\$ 5,422	\$ (277,818)	\$ 254,970
310	Power generation equipment	\$ 328		\$ 328	\$ 5,758	\$ 6,086
311	Pumping equipment	\$ 8,767	\$ 560,793	\$ 8,767	\$ (370,137)	\$ 199,423
320	Water treatment equipment			\$ -		\$ -
330	Distribution reservoirs & standpipes	\$ 760	\$ 188,542	\$ 760	\$ (72,624)	\$ 116,678
331	Transmission & distribution mains	\$ 24,337	\$ 2,344,491	\$ 24,337	\$ (1,344,494)	\$ 1,024,334
333	Services	\$ 6,537	\$ 471,188	\$ 6,537	\$ (308,273)	\$ 169,452
334	Meters & meter installations	\$ 7,192	\$ 133,951	\$ 7,192	\$ 3,979	\$ 145,121
335	Hydrants	\$ 31	\$ 115,397	\$ 31	\$ (89,661)	\$ 25,767
336	Backflow prevention devices (utility owned)			\$ -		\$ -
339	Other plant & miscellaneous equipment			\$ -		\$ -
340	Office furniture & equipment	\$ 20,639	\$ 22,240	\$ 20,639	\$ 7,025	\$ 49,903
341	Transportation equipment	\$ 8,983	\$ 6,749	\$ 8,983	\$ 589	\$ 16,321
343	Tools, shop & garage equipment	\$ 260	\$ 369	\$ 260		\$ 629
344	Laboratory equipment			\$ -		\$ -
345	Power operated equipment			\$ -		\$ -
346	Communication equip	\$ 2,042	\$ 1,361	\$ 2,042		\$ 3,403
347	Electronic & computer Equipment		\$ 5,853	\$ -		\$ 5,853
348	Miscellaneous Equipment			\$ -		\$ -
	TOTAL	\$ 135,097	\$ 5,175,054	\$ 135,097	\$ -	\$ (2,403,753)
						\$ 2,906,398

*Explanation of any adjustments made:

Represents 2019 accumulated depreciation for Southview \$125,580 & Pinecrest Water \$281,283. Also includes accumulated depreciation on excess capacity assets; depreciation expense includes GR

RETAINED EARNINGS

Oregon Water Utilities - Mountain Lakes, Inc.

215	Unappropriated Retained Earnings (beginning of year balance)	\$	(164,558)
435	Balance transferred from income	\$	93,308
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)	\$	(71,250)

* Explanation of any adjustments made to Retained Earnings

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OTHER ACCOUNTS

Oregon Water Utilities - Mountain Lakes, Inc.
 For account information not already entered, please enter amounts below, if applicable.

Category Act # Act Name
 ASSETS AND OTHER DEBITS (101-190)

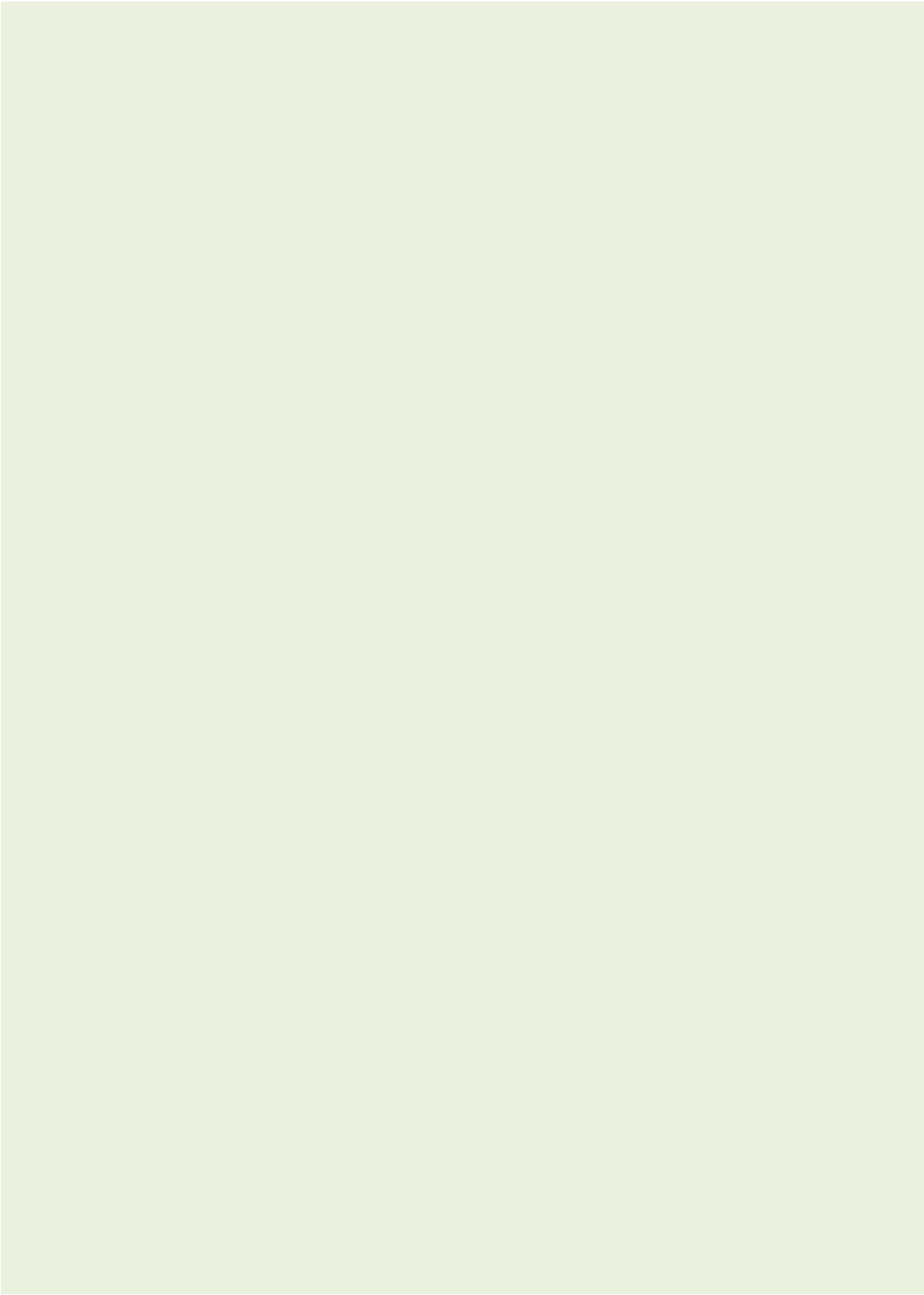
Utility Plant		
101	Utility Plant in Service	\$ 6,171,590
102	Utility Plant Leased to Others	\$ -
103	Property Held for Future Use	\$ 44,592
104	Utility Plant Purchased or Sold	\$ -
105	Construction Work in Progress - Commission Approved	\$ (5,253)
108	Accumulated Depreciation of Utility Plant in Service	\$ 2,906,398
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	\$ 1,376,206
132	Special Deposits	\$ -
134	Working Funds	\$ -
135	Temporary Cash Investments	\$ -
141	Customer Accounts Receivable	\$ 43,640
142	Other Accounts Receivable	\$ -
143	Allowance for Uncollectible Accounts (Enter positive)	\$ 6,160
144	Notes Receivable	\$ -
145	Accounts Receivable from Associated Companies	\$ -
146	Notes Receivable from Associated Companies	\$ -
151	Plant Materials and Supplies	\$ 630
162	Prepayments	\$ (343)
171	Accrued Interest Receivable	\$ -
174	Miscellaneous Current and Accrued Assets	\$ 32,430
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	\$ (71,250)
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	\$ 6,267
232	Notes Payable	\$ -
233	Accounts Payable to Associated Companies	\$ 4,674,785
234	Notes Payable to Associated Companies	\$ -
235	Customer Deposits	\$ -
236	Accrued Taxes	\$ 31,025
237	Accrued Interest	\$ -
238	Accrued Dividends	\$ -
239	Matured Long-Term Debt	\$ -
240	Matured Interest	\$ -
241	Miscellaneous Current and Accrued Liabilities	\$ 18,674
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	\$ 73,535
272	Accumulated Amortization of CIAC	\$ 4,196
Accumulated Deferred Income Taxes		
281	Accumulated Deferred Income Taxes - Accelerated Depreciation	\$ -
282	Accumulated Deferred Income Taxes - Liberalized Depreciation	\$ 22,093
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	\$ 101,728
305	Collecting and Impounding Reservoirs	\$ -
306	Lakes, River and Other Intakes	\$ -
307	Wells and Springs	\$ 1,061,163
308	Infiltration Galleries and Tunnels	\$ -
309	Supply Mains	\$ 573,556
310	Power Generation Equipment	\$ 6,579
311	Pumping Equipment	\$ 282,451
320	Water Treatment Equipment	\$ -
330	Distribution Reservoirs and Standpipes	\$ 285,661
331	Transmission and Distribution Mains	\$ 3,046,617
333	Services	\$ 346,620
334	Meters and Meter Installations	\$ 186,214
335	Hydrants	\$ 73,807
336	Backflow Prevention Devices	\$ -
339	Other Plant and Miscellaneous Equipment	\$ -
340	Office Furniture and Equipment	\$ 109,139
341	Transportation Equipment	\$ 62,880
343	Tools, Shop and Garage Equipment	\$ 3,906
344	Laboratory Equipment	\$ -

345	Power Operated Equipment	\$ -
346	Communication Equipment	\$ 20,416
347	Computer & electronic Equipment	\$ 5,853
348	Miscellaneous Equipment	\$ -
INCOME ACCOUNTS (404-434)		
Utility Operating Income		
400	Operating Revenue	\$ 623,559
401	Operating Expenses	\$ 343,253
403	Depreciation Expense	\$ 135,097
406	Amortization of Utility Plant Acquisition Adjustment	\$ -
407	Amortization Expense (no CIAC)	\$ -
408	Taxes Other than Income	\$ 13,766
409	Income Taxes	\$ 35,571
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	\$ 93,308
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	\$ 397,696
461	2 Metered Sales to Commercial Customers	\$ 73,420
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	\$ 57,214
466	Sales for Resale	\$ -
467	Interdepartmental Sales	\$ 71,266
468	Special Contract/Agreement Revenue	\$ -
470	Forfeited Discounts	\$ -
471	Miscellaneous Service Revenues	\$ 409
472	Rents From Water Property	\$ -
473	Interdepartmental Rents	\$ -
474	Other Water Revenues	\$ 2,444
475	Cross Connection Sales & Services Revenues	\$ 21,110
OPERATION AND MAINTENANCE EXPENSE ACCOUNTS (601-675)		
Source of Supply and Expenses		
601	Salaries and Wages - Employees	\$ 61,683
603	Salaries and Wages - Officers, Directors and Majority Stockholders	\$ -
604	Employee Pensions and Benefits	\$ 17,043
610	Purchased Water	\$ -
611	Telephone/Communications	\$ 920
615	Purchased Power	\$ 73,411
616	Fuel for Power Production	\$ -
617	Utilities - Other	\$ -
618	Chemicals & testing	\$ -
619	Office Supplies (excluding postage)	\$ 2,346
619.1	Postage	\$ 4,234
620	Materials and Supplies	\$ 1,447
621	Repairs to Water Plant	\$ 14,654
631	Contractual Services - Engineering	\$ -
632	Contractual Services - Accounting	\$ 1,788
633	Contractual Services - Legal	\$ 870
634	Contractual Services - Management Fees	\$ 102,581
635	Contractual Services - Testing/Sampling	\$ 6,720
636	Contractual Services - Other	\$ -
637	Contractual Services - Billing/Collections	\$ -
638	Contractual Services - Meter Reading	\$ -
639	Contractual Services - Other	\$ 3,707
641	Rental of Building/Real Property	\$ 3,026
642	Rental of Equipment	\$ -
643	Small Tools	\$ 81
648	Computer & Electronic Expenses	\$ 4,163
650	Transportation Expenses	\$ 6,324
656	Insurance - Vehicle	\$ 2,483
657	Insurance - General Liability	\$ 1,251
658	Insurance - Workman's Compensation	\$ 1,105
659	Insurance - Other	\$ 7,412
660	Public Relations / Advertising Expense	\$ -
666	Regulatory Commission Expense - Amortization of Rate Case Expense	\$ -
667	Regulatory Commission Expense - Other	\$ 2,107
668	Water Resource Conservation Expense	\$ -
670	Bad Debt Expense	\$ 6,065
671.1	Cross Connection Control Program Expense	\$ -
671.2	Cross Connection Testin & Maintenance Services	\$ -
672	System Capacity Development Program Expense	\$ -
673	Training & Certification Expense	\$ 1,038
674	Consumer Confidence Report	\$ -
675	Miscellaneous Expenses	\$ 16,793

NOTES

Oregon Water Utilities - Mountain Lakes, Inc.

Notes and explanations:



INCOME STATEMENT

Oregon Water Utilities - Mountain Lakes, Inc.

400 Operating Revenue	\$ 623,559
401 Operating Expenses	\$ 343,253
403 Depreciation Expense	\$ 137,661
406 Amortization of Utility Plant Acquisition Adjustment	\$ -
407 Amortization Expense	\$ -
408 Taxes Other Than Income Taxes (total)	\$ 13,766
409 Income Taxes	\$ 35,571
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	\$ 93,308
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	\$ 93,308

BALANCE SHEET

Oregon Water Utilit

Please do not submit to PUC until figures are balanced.

101 Utility Plant in Service (excluding CIAC)	\$	6,171,590
108-110 Accumulated Depreciation & Amortization	\$	2,906,398
Subtotal	\$	3,265,192
102-104 Other Utility Plant	\$	44,592
105 Commission Approved Construction Work in Progress (CWIP)	\$	(5,253)
114 Commission Approved Utility Plant Acquisition Adjustments	\$	-
115 Accumulated Amortization of Commission Approved Acquisition Adjustments	\$	-
190 Accumulated Deferred Income Taxes (asset)	\$	-
Subtotal	\$	39,339
Net Utility Plant	\$	3,304,531
131 Cash	\$	1,376,206
132 Special Deposits	\$	-
141-142 Accounts Receivable	\$	43,640
143 Accumulated Provision for Uncollectible Accounts	\$	6,160
144 Notes Receivable	\$	-
145-146 Accounts & Notes Receivable from Associated Companies	\$	-
151 Materials & Supplies Inventory	\$	630
133-135 & 162-174 Miscellaneous Current & Accrued Assets & Prepayments	\$	32,087
Net Current & Accrued Assets	\$	1,446,402
181-186 Deferred Debits	\$	-
Total Assets	\$	4,750,933
252 Advances for Construction	\$	-
271 CIAC	\$	73,535
272 Accumulated Amortization of CIAC	\$	4,196
Net CIAC & Advances for Construction	\$	69,339
121 Nonutility Property	\$	-
122 Accumulated Depreciation & Amortization (Nonutility)	\$	-
123-127 Miscellaneous Nonutility Investments	\$	-
Nonutility Plant & Investment	\$	-
221-224 Long-Term Debt	\$	-
231 Accounts Payable	\$	6,267
232 Notes Payable	\$	-
233 Accounts Payable to Affiliated Companies	\$	4,674,785
234 Notes Payable to Affiliated companies	\$	-
235 Customer Deposits	\$	-
236 Accrued Taxes	\$	31,025
237 Accrued Interest	\$	-
238-241 Miscellaneous Current and Accrued Liabilities	\$	18,674
Liabilities	\$	4,730,751
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	\$	22,093
283 Accumulated Deferred Income Taxes-Other	\$	-
Total Liabilities	\$	4,752,845
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	\$	(71,250)
216 Reacquired Capital Stock	\$	-
218 Proprietary Capital (Proprietorships & Partnerships Only)	\$	-
Total Equity	\$	(71,250)
Total Liabilities and Equity	\$	4,750,933

STATS

Oregon Water Utilities - Mountain Lakes, Inc.

Operating Revenues

Flat Rate	\$	-
Metered - Residential	\$	397,696
Metered - Commercial	\$	73,420
Irrigation (including golf courses)	\$	128,480
Fire Protection	\$	-
Other Sales of Water	\$	-
Other Operating Revenue	\$	23,963
Total Operating Revenues	\$	<u>623,559</u>

Operating Expenses

Purchased Water	\$	-
Purchased Power	\$	73,411
Water Treatment	\$	6,720
Supplies and Expenses	\$	54,731
Repairs of Plant	\$	14,654
Administrative & General	\$	193,737
Total Operating Expenses	\$	<u>343,253</u>

Other Revenue Deductions

Depreciation & Amortization	\$	137,661
Operating Income Taxes	\$	35,571
Other Operating Taxes	\$	13,766
Uncollectible Revenue/Bad Debt Expense	\$	6,065
Total Revenue Deductions	\$	<u>193,063</u>

Total Expenses and Deductions

	\$	536,317
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Other Income	\$	-
Interest on Long-Term Debt		
Other Interest Charges	\$	-
Other Income Deductions	\$	-
Net Operating Income (or Loss)	\$	<u>87,242</u>

Assets & Other Debits

Utility Plant	\$	6,171,590
Less: Depreciation & Amortization Reserve	\$	2,906,398
Other Property & Investments	\$	1,376,206
Materials and Supplies	\$	630
Other Current & Accrued Assets	\$	108,906
Deferred Debits	\$	-
Total Assets & Other Debits	\$	<u>4,750,933</u>

Liabilities & Other Credits

Capital/Common Stock	\$	-
Retained Earnings	\$	(71,250)
Long-Term Debt	\$	-
Customer Deposits	\$	-
Other Current & Accrued Liabilities	\$	4,730,751
Advances for Construction	\$	-
Other Deferred Credits	\$	-
Contributions in Aid of Construction	\$	69,339
Accumulated Deferred Income Taxes	\$	22,093
Total Liabilities & Other Credits	\$	<u>4,750,933</u>

Average Number of Customers

Flat Rate	-
Metered - Residential	714
Metered - Commercial	23
Irrigation (including golf courses)	50
Fire Protection	-
Other	1
Total Customers	<u>788</u>