



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

FOR THE CALENDAR YEAR

2021

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:

- 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 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:	Oregon
Zip:	97601
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 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
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 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	\$ 177,359
Northwest Utility Systems, Inc. (NWUS)	Operational, Goods & Services	6/2/2017	\$ 453,944
			\$ 631,303
TOTAL			\$ (631,303)

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	714	705	88,933	\$ 439,150
Metered sales to COMMERCIAL customers	461.2	23	23	8,968	\$ 85,161
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	50	49	40,661	\$ 70,018
Sales for resale	466				
Water Sales to golf course/recreation revenue	467	1	1	107,626	\$ 81,285
Special contract/agreement revenue	468				
TOTAL		788	778	246,188	\$ 675,615

Revenue other than water sales

	Act #	revenues
Forfeited discounts	470	
Miscellaneous service revenues	471	\$ 604
Rents from water property	472	
Interdepartmental rents	473	
Other	474	\$ 10,987
Cross Connection sales & services revenues	475	\$ 21,635
Total		\$ 33,227

Total Operating Revenue

\$ 708,841

Average Monthly Consumption and Bill

	Act #	Average Monthly Consumption per customer	Average Monthly Revenue per customer
Unmetered (flat rate) water sales	460		
Metered sales to RESIDENTIAL customers	461.1	10.44550153	51.5798062
Metered sales to COMMERCIAL customers	461.2	32.49275362	308.5554348
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	68.45286195	117.875101
Sales for resale	466		
Water Sales to golf course/recreation revenue	467	8968.833333	6773.7475
Special contract/agreement revenue	468		

TAXES AND PROPERTY SALES

Act # TAXES OTHER THAN INCOME TAX

408.11	Property Tax	\$	10,936
408.12	Payroll Tax	\$	8,942
408.13	Other Tax Other Than Income Tax		
408.2	Nonutility Taxes Other Than Income Tax		
TOTAL		\$	19,878

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	\$	31,011
410.11	Deferred State Income Taxes – Utility Operations	\$	4,348
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		\$	35,359

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	\$ 43,892
603	Salaries and Wages – officers, directors, and majority stockholders	
604	Employee Pensions & Benefits	\$ 27,477
610	Purchased Water	
611	Telephone/Communications	\$ 554
615	Purchased Power	\$ 73,783
616	Fuel for Power Production	
617	Utilities - Other (garbage, natural gas)	\$ 239
618	Chemicals & testing	
619	Office Supplies (excluding postage)	\$ 1,563
619.1	Postage	\$ 2,829
620	Materials & Supplies (O&M)	\$ 1,237
621	Repairs of Water Plant	\$ 9,598
631	Contractual Services - engineering	
632	Contractual Services - accounting	\$ 1,867
633	Contractual Services - legal	\$ 333
634	Contractual Services - management	\$ 139,059
635	Contractual Services – testing / sampling	\$ 7,392
636	Contractual Services – labor	
637	Contractual Services - billing/collections	
638	Contractual Services - meter reading	
639	Contractual Services - other	\$ 9,081
641	Rental of Building / Real Property	\$ 3,064
642	Rental of Equipment	
643	Small Tools	\$ 896
648	Computer and electronic Expenses	\$ 6,716
650	Transportation Expenses	\$ 5,364
656	Insurance - Vehicle	\$ 2,363
657	Insurance – General Liability	\$ 1,644
658	Insurance – Workman’s Compensation	\$ 1,399
659	Insurance – Other	\$ 8,123
660	Public Relation / Advertising Expense	\$ 116
666	Amortization of Rate Case Expense	
667	Regulatory Commission Fee (Gross Rev Fee)	\$ 2,977
668	Conservation Expense	
670	Bad Debt Expense	\$ 3,930
671.1	Cross Connection Control Program Expense	
671.2	Cross Connection Testing & Maintenance Services	
673	Training & Certification Expense	\$ 396
674	Consumer Confidence Report	
675	Miscellaneous Expense	\$ 5,031
	TOTAL	\$ 360,923

PLANT

Oregon Water Utilities Mountain Lakes, Inc.

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

<u>Act #</u>	<u>Beg Year Balance</u>	<u>Added during year</u>	<u>Retired during year</u>	<u>Adjustments</u>	<u>End of year balance</u>
301	Organization				\$ -
302	Franchises				\$ -
303	Land & land rights	\$ 5,000			\$ 5,000
304	Structures & improvements	\$ 101,728	\$ 3,224		\$ 104,952
305	Collecting & impounding reservoirs	\$ -			\$ -
306	Lake, river & other intakes	\$ -			\$ -
307	Wells & springs	\$ 1,061,163	\$ -		\$ 1,061,163
308	Infiltration galleries & tunnels	\$ -			\$ -
309	Supply mains	\$ 573,556			\$ 573,556
310	Power generation equipment	\$ 6,579	\$ -		\$ 6,579
311	Pumping equipment	\$ 282,451	\$ 14,471		\$ 296,922
320	Water treatment equipment	\$ -	\$ 1,442		\$ 1,442
330	Distribution reservoirs & standpipes	\$ 285,661	\$ 7,224	\$ 1	\$ 292,886
331	Transmission & distribution mains	\$ 3,046,617		\$ (20)	\$ 3,046,597
333	Services	\$ 346,620		\$ 19	\$ 346,639
334	Meters & meter installations	\$ 186,214	\$ 3,870	\$ 114	\$ 189,970
335	Hydrants	\$ 73,807	\$ 3,787		\$ 77,594
336	Backflow prevention devices (utility owned)	\$ -			\$ -
339	Other plant & miscellaneous equipment	\$ -			\$ -
340	Office furniture & equipment	\$ 109,139	\$ 18,223		\$ 127,362
341	Transportation equipment	\$ 62,880			\$ 62,880
343	Tools, shop & garage equipment	\$ 3,906			\$ 3,906
344	Laboratory equipment	\$ -			\$ -
345	Power operated equipment	\$ -			\$ -
346	Communication equipment	\$ 20,416	\$ 5,079		\$ 25,495
347	Electronic & computer equipment	\$ 5,853			\$ 5,853
348	Miscellaneous equipment	\$ -			\$ -
	TOTAL	\$ 6,171,590	\$ 57,320	\$ 114	\$ -
					\$ 6,228,796

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	\$ 73,535
Added during the year:	
Capacity charge	
Main line extension charges	
Customer connection charges	\$ 33,603
Developer's property	
Other	
Retired during the year	
End of year balance	\$ 107,138

Accumulated Amortization of CIAC

Beg of year balance	\$ 4,196
Add CIAC amortized during year	\$ 2,916
Subtract effects of CIAC disposals	
+/- other adjustments*	
Change in Accumulated Amortization during the year	\$ 2,916
End of year balance	\$ 7,112

* Explain any adjustments:

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	\$ 3,609	\$ 45,993	\$ 3,609	\$ 7,892	\$ 57,494	
305	Collecting & impounding reservoirs			\$ -		\$ -	
306	Lake, river & other intakes			\$ -		\$ -	
307	Wells & springs	\$ 38,627	\$ 842,465	\$ 38,627	\$ (4,428)	\$ 876,664	
308	Infiltration galleries & tunnels			\$ -		\$ -	
309	Supply mains	\$ 11,472	\$ 254,970	\$ 11,472	\$ 12,102	\$ 278,544	
310	Power generation equipment	\$ 329	\$ 6,086	\$ 329	\$ 1	\$ 6,416	
311	Pumping equipment	\$ 10,097	\$ 199,423	\$ 10,097	\$ 518	\$ 210,038	
320	Water treatment equipment	\$ 78		\$ 78		\$ 78	
330	Distribution reservoirs & standpipes	\$ 5,734	\$ 116,678	\$ 5,734	\$ 9,970	\$ 132,382	
331	Transmission & distribution mains	\$ 61,400	\$ 1,024,334	\$ 61,400	\$ 71,118	\$ 1,156,852	
333	Services	\$ 9,377	\$ 169,452	\$ 9,377	\$ 3,664	\$ 182,493	
334	Meters & meter installations	\$ 6,864	\$ 145,121	\$ 6,864	\$ 114	\$ 151,550	
335	Hydrants	\$ 1,887	\$ 25,767	\$ 1,887	\$ 3,523	\$ 31,177	
336	Backflow prevention devices (utility owned)			\$ -		\$ -	
339	Other plant & miscellaneous equipment			\$ -	\$ -	\$ -	
340	Office furniture & equipment	\$ 24,570	\$ 49,903	\$ 24,570	\$ 87	\$ 74,560	
341	Transportation equipment	\$ 11,768	\$ 16,321	\$ 11,768	\$ (2)	\$ 28,087	
343	Tools, shop & garage equipment	\$ 261	\$ 629	\$ 261	\$ 3	\$ 893	
344	Laboratory equipment			\$ -	\$ -	\$ -	
345	Power operated equipment			\$ -		\$ -	
346	Communication equip	\$ 2,846	\$ 3,403	\$ 2,846	\$ -	\$ 6,249	
347	Electronic & computer Equipment		\$ 5,853	\$ -	\$ (2)	\$ 5,851	
348	Miscellaneous Equipment			\$ -	\$ -	\$ -	
	TOTAL	\$ 188,919	\$ 2,906,398	\$ 188,919	\$ 114	\$ 104,125	\$ 3,199,328

*Explanation of any adjustments made:

Adjustments reflect accumulated depreciation per settled amounts approved by Order No. 21-124 in Docket No. UW 183.

RETAINED EARNINGS

Oregon Water Utilities Mountain Lakes, Inc.

215	Unappropriated Retained Earnings (beginning of year balance)	\$	(71,250)
435	Balance transferred from income	\$	106,678
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)	\$	35,428

* 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	\$ 6,228,796
102	Utility Plant Leased to Others	
103	Property Held for Future Use	\$ 4,153
104	Utility Plant Purchased or Sold	
105	Construction Work in Progress - Commission Approved	\$ 373,307
108	Accumulated Depreciation of Utility Plant in Service	\$ 3,199,328
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	\$ 1,775,404
132	Special Deposits	
134	Working Funds	
135	Temporary Cash Investments	
141	Customer Accounts Receivable	\$ 48,901
142	Other Accounts Receivable	\$ -
143	Allowance for Uncollectible Accounts (Enter positive)	\$ 10,224
144	Notes Receivable	
145	Accounts Receivable from Associated Companies	
146	Notes Receivable from Associated Companies	
151	Plant Materials and Supplies	\$ 1,108
162	Prepayments	\$ (345)
171	Accrued Interest Receivable	
174	Miscellaneous Current and Accrued Assets	\$ 37,639
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	\$ 35,428
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	\$ 243,163
232	Notes Payable	
233	Accounts Payable to Associated Companies	\$ 5,048,931
234	Notes Payable to Associated Companies	
235	Customer Deposits	
236	Accrued Taxes	\$ (1,245)
237	Accrued Interest	
238	Accrued Dividends	
239	Matured Long-Term Debt	
240	Matured Interest	
241	Miscellaneous Current and Accrued Liabilities	\$ 18,662
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	\$ 107,138
272	Accumulated Amortization of CIAC	\$ 7,112
Accumulated Deferred Income Taxes		
281	Accumulated Deferred Income Taxes - Accelerated Depreciation	
282	Accumulated Deferred Income Taxes - Liberalized Depreciation	\$ (185,553)
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	\$ 104,952
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	\$ 296,922
320	Water Treatment Equipment	\$ 1,442
330	Distribution Reservoirs and Standpipes	\$ 292,886
331	Transmission and Distribution Mains	\$ 3,046,597
333	Services	\$ 346,639
334	Meters and Meter Installations	\$ 189,970
335	Hydrants	\$ 77,594
336	Backflow Prevention Devices	\$ -
339	Other Plant and Miscellaneous Equipment	\$ -
340	Office Furniture and Equipment	\$ 127,362
341	Transportation Equipment	\$ 62,880
343	Tools, Shop and Garage Equipment	\$ 3,906
344	Laboratory Equipment	\$ -

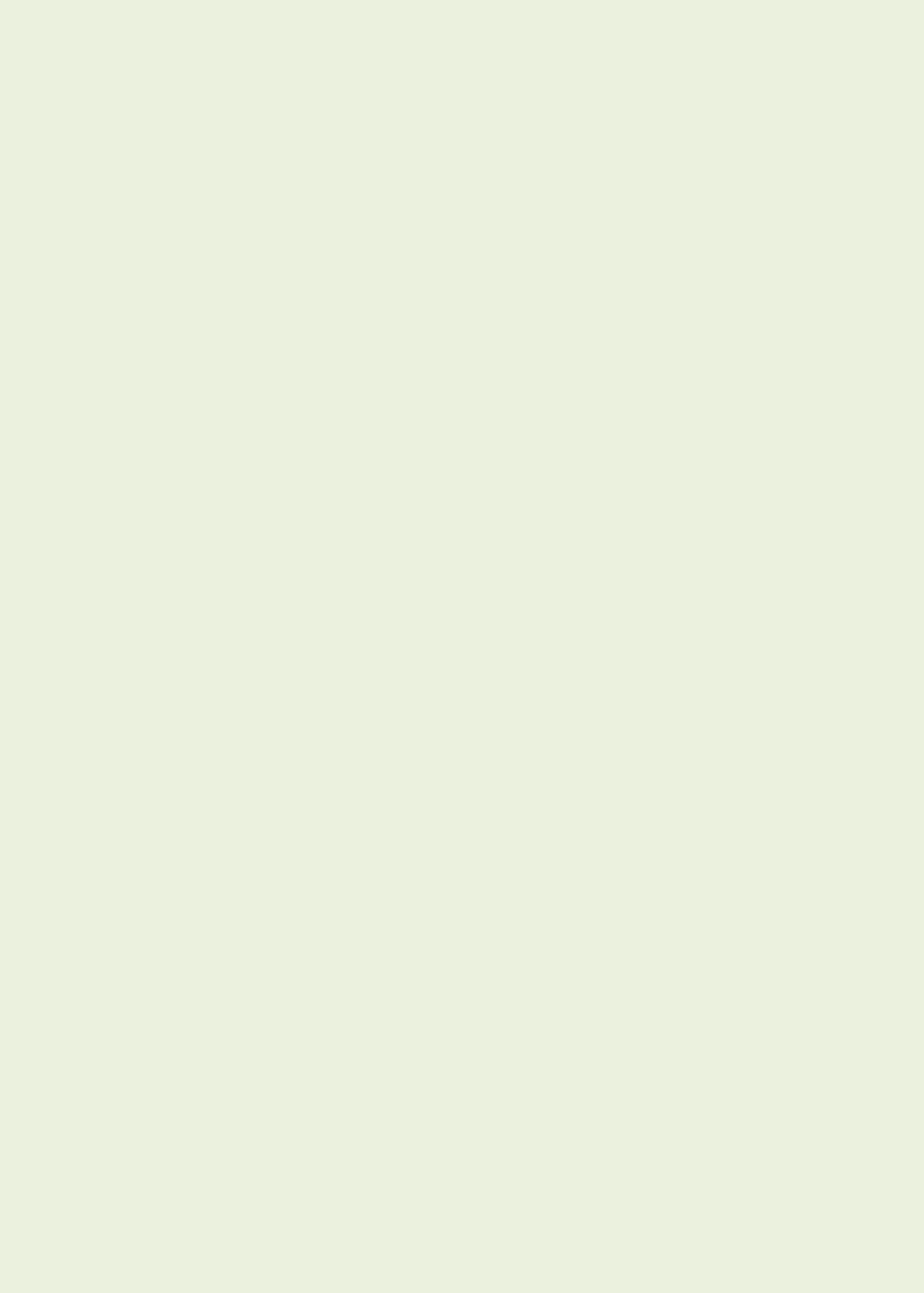
INCOME ACCOUNTS (404-434)

Utility Operating Income		
400	Operating Revenue	\$ 708,841
401	Operating Expenses	\$ 360,923
403	Depreciation Expense	\$ 188,919
406	Amortization of Utility Plant Acquisition Adjustment	
407	Amortization Expense (no CIAC)	
408	Taxes Other than Income	\$ 19,878
409	Income Taxes	\$ -
410	Provision for Deferred Income Taxes - Debit	\$ 35,359
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	\$ 106,678
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	\$ 439,150
461.2	Metered Sales to Commercial Customers	\$ 85,161
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	\$ 70,018
466	Sales for Resale	\$ -
467	Interdepartmental Sales	\$ 81,285
468	Special Contract/Agreement Revenue	\$ -
470	Forfeited Discounts	\$ -
471	Miscellaneous Service Revenues	\$ 604
472	Rents From Water Property	\$ -
473	Interdepartmental Rents	\$ -
474	Other Water Revenues	\$ 10,987
475	Cross Connection Sales & Services Revenues	\$ 21,635
OPERATION AND MAINTENANCE EXPENSE ACCOUNTS (601-675)		
Source of Supply and Expenses		
601	Salaries and Wages - Employees	\$ 43,892
603	Salaries and Wages - Officers, Directors and Majority Stockholders	\$ -
604	Employee Pensions and Benefits	\$ 27,477
610	Purchased Water	\$ -
611	Telephone/Communications	\$ 554
615	Purchased Power	\$ 73,783
616	Fuel for Power Production	\$ -
617	Utilities - Other	\$ 239
618	Chemicals & testing	\$ -
619	Office Supplies (excluding postage)	\$ 1,563
619.1	Postage	\$ 2,829
620	Materials and Supplies	\$ 1,237
621	Repairs to Water Plant	\$ 9,598
631	Contractual Services - Engineering	\$ -
632	Contractual Services - Accounting	\$ 1,867
633	Contractual Services - Legal	\$ 333
634	Contractual Services - Management Fees	\$ 139,059
635	Contractual Services - Testing/Sampling	\$ 7,392
636	Contractual Services - Other	\$ -
637	Contractual Services - Billing/Collections	\$ -
638	Contractual Services - Meter Reading	\$ -
639	Contractual Services - Other	\$ 9,081
641	Rental of Building/Real Property	\$ 3,064
642	Rental of Equipment	\$ -
643	Small Tools	\$ 896
648	Computer & Electronic Expenses	\$ 6,716
650	Transportation Expenses	\$ 5,364
656	Insurance - Vehicle	\$ 2,363
657	Insurance - General Liability	\$ 1,644
658	Insurance - Workman's Compensation	\$ 1,399
659	Insurance - Other	\$ 8,123
660	Public Relations / Advertising Expense	\$ 116
666	Regulatory Commission Expense - Amortization of Rate Case Expense	\$ -
667	Regulatory Commission Expense - Other	\$ 2,977
668	Water Resource Conservation Expense	\$ -
670	Bad Debt Expense	\$ 3,930
671.1	Cross Connection Control Program Expense	\$ -
671.2	Cross Connection Testin & Maintenance Services	\$ -
672	System Capacity Development Program Expense	\$ -
673	Training & Certification Expense	\$ 396
674	Consumer Confidence Report	\$ -
675	Miscellaneous Expenses	\$ 5,031

NOTES

Oregon Water Utilities Mountain Lakes, Inc.

Notes and explanations:



INCOME STATEMENT

Oregon Water Utilities Mountain Lakes, Inc.

400 Operating Revenue	\$ 708,841
401 Operating Expenses	\$ 360,923
403 Depreciation Expense	\$ 186,003
406 Amortization of Utility Plant Acquisition Adjustment	\$ -
407 Amortization Expense	\$ -
408 Taxes Other Than Income Taxes (total)	\$ 19,878
409 Income Taxes	\$ -
410.1 Provision for Deferred Income Taxes - debit	\$ 35,359
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	\$ 106,678
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	\$ 106,678

BALANCE SHEET

Oregon Water Utilit

Please do not submit to PUC until figures are balanced.

101 Utility Plant in Service (excluding CIAC)	\$	6,228,796
108-110 Accumulated Depreciation & Amortization	\$	3,199,328
Subtotal	\$	3,029,468
102-104 Other Utility Plant	\$	4,153
105 Commission Approved Construction Work in Progress (CWIP)	\$	373,307
114 Commission Approved Utility Plant Acquisition Adjustments	\$	-
115 Accumulated Amortization of Commission Approved Acquisition Adjustments	\$	-
190 Accumulated Deferred Income Taxes (asset)	\$	-
Subtotal	\$	377,461
Net Utility Plant	\$	3,406,929
131 Cash	\$	1,775,404
132 Special Deposits	\$	-
141-142 Accounts Receivable	\$	48,901
143 Accumulated Provision for Uncollectible Accounts	\$	10,224
144 Notes Receivable	\$	-
145-146 Accounts & Notes Receivable from Associated Companies	\$	-
151 Materials & Supplies Inventory	\$	1,108
133-135 & 162-174 Miscellaneous Current & Accrued Assets & Prepayments	\$	37,294
Net Current & Accrued Assets	\$	1,852,484
181-186 Deferred Debits	\$	-
Total Assets	\$	5,259,412
252 Advances for Construction	\$	-
271 CIAC	\$	107,138
272 Accumulated Amortization of CIAC	\$	7,112
Net CIAC & Advances for Construction	\$	100,026
121 Nonutility Property	\$	-
122 Accumulated Depreciation & Amortization (Nonutility)	\$	-
123-127 Miscellaneous Nonutility Investments	\$	-
Nonutility Plant & Investment	\$	-
221-224 Long-Term Debt	\$	-
231 Accounts Payable	\$	243,163
232 Notes Payable	\$	-
233 Accounts Payable to Affiliated Companies	\$	5,048,931
234 Notes Payable to Affiliated companies	\$	-
235 Customer Deposits	\$	-
236 Accrued Taxes	\$	(1,245)
237 Accrued Interest	\$	-
238-241 Miscellaneous Current and Accrued Liabilities	\$	18,662
Liabilities	\$	5,309,511
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	\$	(185,553)
283 Accumulated Deferred Income Taxes-Other	\$	-
Total Liabilities	\$	(185,553)
Total Liabilities	\$	5,123,958
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	\$	35,428
216 Reacquired Capital Stock	\$	-
218 Proprietary Capital (Proprietorships & Partnerships Only)	\$	-
Total Equity	\$	35,428
Total Liabilities and Equity	\$	5,259,412

STATS

Oregon Water Utilities Mountain Lakes, Inc.

Operating Revenues

Flat Rate	\$	-
Metered - Residential	\$	439,150
Metered - Commercial	\$	85,161
Irrigation (including golf courses)	\$	151,303
Fire Protection	\$	-
Other Sales of Water	\$	-
Other Operating Revenue	\$	33,227
Total Operating Revenues	\$	<u>708,841</u>

Operating Expenses

Purchased Water	\$	-
Purchased Power	\$	73,783
Water Treatment	\$	7,392
Supplies and Expenses	\$	44,511
Repairs of Plant	\$	9,598
Administrative & General	\$	225,639
Total Operating Expenses	\$	<u>360,923</u>

Other Revenue Deductions

Depreciation & Amortization	\$	186,003
Operating Income Taxes	\$	35,359
Other Operating Taxes	\$	19,878
Uncollectible Revenue/Bad Debt Expense	\$	3,930
Total Revenue Deductions	\$	<u>245,170</u>
Total Expenses and Deductions	\$	<u>606,093</u>

Other Income	\$	-
Interest on Long-Term Debt		
Other Interest Charges	\$	-
Other Income Deductions	\$	(35,359)
Net Operating Income (or Loss)	\$	<u>138,107</u>

Assets & Other Debits

Utility Plant	\$	6,228,796
Less: Depreciation & Amortization Reserve	\$	3,199,328
Other Property & Investments	\$	1,775,404
Materials and Supplies	\$	1,108
Other Current & Accrued Assets	\$	453,432
Deferred Debits	\$	-
Total Assets & Other Debits	\$	<u>5,259,412</u>

Liabilities & Other Credits

Capital/Common Stock	\$	-
Retained Earnings	\$	35,428
Long-Term Debt	\$	-
Customer Deposits	\$	-
Other Current & Accrued Liabilities	\$	5,309,511
Advances for Construction	\$	-
Other Deferred Credits	\$	-
Contributions in Aid of Construction	\$	100,026
Accumulated Deferred Income Taxes	\$	(185,553)
Total Liabilities & Other Credits	\$	<u>5,259,412</u>

Average Number of Customers

Flat Rate	-
Metered - Residential	705
Metered - Commercial	23
Irrigation (including golf courses)	50
Fire Protection	-
Other	-
Total Customers	<u>778</u>