



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

2022

COMPANY NAME

Salmon Valley Water Company

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

INSTRUCTIONS

Salmon Valley Water Company

The Annual Results of Operations Report, required by the Public Utility Commission (PUC or Commission) under the authority of the Oregon Revised Statutes (ORS) 757.125 and 757.135, is based on the utility's operations for a calendar or fiscal year and is a convenient method for the Commission's staff to monitor the utility's results of operations. It must be filed electronically with the PUC on or before April 1st of the year following that for which the report is made. Attach the completed report **in Excel ONLY with formulae intact** and any supplementary pages to an email addressed to the following address: puc.filingcenter@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

Salmon Valley Water Company

Complete Address of Reporting Utility

Line 1:	PO Box 205
Line 2:	24525 E. Welches Road
City:	Welches
State:	OR
Zip:	97067
phone:	503-622-3458
email:	michael@salmonvalleywater.com
fax:	N/A
website:	

Name and title of person responsible for report

Name:	Brody Wilson
Title:	Treasurer
Phone:	503-610-7176
Email:	brody.wilson@nwnatural.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

Salmon Valley Water Company

Provide the following information for the contact person regarding this report

Name:	Michael Bowman
Address:	24525 E. Welches Road, Welches OR 97067
Phone:	503-887-0991
Email:	michael@salmonvalleywater.com

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

Name:	Same as above
Address:	
Phone:	
Email:	

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

Name:	None
Address:	
Phone:	
Email:	

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

1/1/1968

Provide the following information for all utility officers and directors

Name	Title	Phone #	Email
Justin Palfreyman	President	503-721-2451	justin.palfreyman@nwnatural.com
Brody Wilson	Treasurer	503-610-7176	brody.wilson@nwnatural.com
Shawn Filippi	Secretary	503-220-2435	shawn.filippi@nwnatural.com

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

Name	Title	Phone #	Email
None			

ORGANIZATION

Salmon Valley Water Company

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	NW Natural Water Company, LLC
	Title	Parent
	Address	250 SW Taylor St. Portland, OR 97204
	# shares owned	2,267.00
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	2500	
# shares issued at year end	2267	
Par or stated value per share:	\$ 10.0000	
Dividends declared per share during the year:	\$ -	

AFFILIATED INTERESTS

List each contract, agreement, or other business transaction exceeding a cumulative amount of \$500.00 in any one year, entered into between the company and an affiliated business or financial organization, firm, partnership, or individual. An Affiliated Interest is defined, in part, as every corporation and/or person owning or holding directly or indirectly **5 percent** or more of the voting securities of the utility. For a complete definition of affiliated interest, see ORS 757.015.

Products or Services SOLD to Affiliated Interests

Name of Affiliate	Description of product or service	Contract or Agreement effective date	Revenue
			\$ -

Products or Services PURCHASED from Affiliated Interests

Name of Affiliate	Description of product or service	Contract or Agreement effective date	Cost
NW Natural Water	Commercial and general liability insurance		\$ 26,090
NW Natural Water	Corporate Shared Services	11/1/2018	\$ 66,391
NW Natural Water of Oregon	GM Salary & benefits allocated by hours worked		\$ 2,673
NW Natural Water	IT Spending (Capital & Expense)		\$ 24,562
NW Natural Water of Oregon	Payroll & Benefits costs		\$ 317,494
			\$ 437,210
		TOTAL	\$ (437,210)

Explanations or Notes

REVENUES

Salmon Valley Water Company

gal or cf

cf

Consumption and Revenue

	Act #	# customers at year beginning	# customers at year end	Total Quantity water sold	revenues
Unmetered (flat rate) water sales	460				
Metered sales to RESIDENTIAL customers	461.1	860	861		\$ 365,141
Metered sales to COMMERCIAL customers	461.2	61	61		\$ 101,313
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				
Sales for resale	466				
Water Sales to golf course/recreation revenue	467				
Special contract/agreement revenue	468				
TOTAL		921	922	-	\$ 466,454

Revenue other than water sales

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

Total Operating Revenue

\$ 466,454

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		35.36132094
Metered sales to COMMERCIAL customers	461.2		138.4057377
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		
Sales for resale	466		
Water Sales to golf course/recreation revenue	467		
Special contract/agreement revenue	468		

TAXES AND PROPERTY SALES

Act # **TAXES OTHER THAN INCOME TAX**

408.11	Property Tax	\$	16,041
408.12	Payroll Tax	\$	15,451
408.13	Other Tax Other Than Income Tax		
408.2	Nonutility Taxes Other Than Income Tax		
TOTAL		\$	31,492

Act # **INCOME TAXES**

409.1	Federal Income Tax	\$	(70,987)
409.11	State Income Tax	\$	(22,436)
409.13	Other Income Tax		
409.2	Nonutility Income Tax		
TOTAL		\$	(93,423)

Act # **DEFERRED AND PROVISION FOR DEFERRED INCOME TAXES**

410.1	Deferred Federal Income Taxes – Utility Operations	\$	26,158
410.11	Deferred State Income Taxes – Utility Operations	\$	9,273
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		\$	35,431

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	\$ 186,615
603	Salaries and Wages – officers, directors, and majority stockholders	\$ 1,954
604	Employee Pensions & Benefits	\$ 58,303
610	Purchased Water	\$ -
611	Telephone/Communications	\$ 9,794
615	Purchased Power	\$ 30,513
616	Fuel for Power Production	\$ -
617	Utilities - Other (garbage, natural gas)	\$ 2,828
618	Chemicals & testing	\$ 16,658
619	Office Supplies (excluding postage)	\$ 3,496
619.1	Postage	\$ 885
620	Materials & Supplies (O&M)	\$ 19,484
621	Repairs of Water Plant	\$ 14,362
631	Contractual Services - engineering	\$ -
632	Contractual Services - accounting	\$ -
633	Contractual Services - legal	\$ 801
634	Contractual Services - management	\$ 66,391
635	Contractual Services – testing / sampling	\$ 10,554
636	Contractual Services – labor	\$ -
637	Contractual Services - billing/collections	\$ 8,873
638	Contractual Services - meter reading	\$ -
639	Contractual Services - other	\$ 3,263
641	Rental of Building / Real Property	\$ 10,544
642	Rental of Equipment	\$ 600
643	Small Tools	\$ 17
648	Computer and electronic Expenses	\$ 56,026
650	Transportation Expenses	\$ 12,087
656	Insurance - Vehicle	\$ 1,461
657	Insurance – General Liability	\$ 12,839
658	Insurance – Workman’s Compensation	\$ 2,596
659	Insurance – Other	
660	Public Relation / Advertising Expense	\$ -
666	Amortization of Rate Case Expense	\$ -
667	Regulatory Commission Fee (Gross Rev Fee)	\$ 4,410
668	Conservation Expense	\$ -
670	Bad Debt Expense	\$ -
671.1	Cross Connection Control Program Expense	\$ -
671.2	Cross Connection Testing & Maintenance Services	\$ -
673	Training & Certification Expense	\$ 1,513
674	Consumer Confidence Report	\$ -
675	Miscellaneous Expense	\$ 8,999
	TOTAL	\$ 545,866

PLANT

Salmon Valley Water Company

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

Act #		Beg Year Balance	Added during year	Retired during year	Adjustments	End of year balance
301	Organization	\$ -				\$ -
302	Franchises	\$ -				\$ -
303	Land & land rights	\$ 43,272				\$ 43,272
304	Structures & improvements	\$ 498,540	\$ 41,056		\$ 8,070	\$ 547,666
305	Collecting & impounding reservoirs	\$ -				\$ -
306	Lake, river & other intakes	\$ -				\$ -
307	Wells & springs	\$ 1,262,137	\$ 7,155		\$ 42,299	\$ 1,311,591
308	Infiltration galleries & tunnels	\$ -				\$ -
309	Supply mains	\$ 516,323	\$ 6,353		\$ 5,277	\$ 527,953
310	Power generation equipment	\$ -				\$ -
311	Pumping equipment	\$ 160,997	\$ 19,387		\$ (5,120)	\$ 175,264
320	Water treatment equipment	\$ 713,079	\$ 16,953		\$ (43,200)	\$ 686,832
330	Distribution reservoirs & standpipes	\$ 297,629				\$ 297,629
331	Transmission & distribution mains	\$ 247,498			\$ (752)	\$ 246,746
333	Services	\$ -				\$ -
334	Meters & meter installations	\$ 195,885	\$ 115,052			\$ 310,937
335	Hydrants	\$ 6,026				\$ 6,026
336	Backflow prevention devices (utility owned)	\$ -				\$ -
339	Other plant & miscellaneous equipment	\$ 90,815	\$ 5,372		\$ (2,446)	\$ 93,741
340	Office furniture & equipment	\$ 36,151	\$ 3,546		\$ (23,027)	\$ 16,670
341	Transportation equipment	\$ 18,566	\$ 35,616			\$ 54,182
343	Tools, shop & garage equipment	\$ 972	\$ 8,510		\$ (972)	\$ 8,510
344	Laboratory equipment	\$ 2,175	\$ 847		\$ 481	\$ 3,503
345	Power operated equipment	\$ -				\$ -
346	Communication equipment	\$ 483			\$ (270)	\$ 213
347	Electronic & computer equipment	\$ 11,254	\$ 3,042		\$ 11,345	\$ 25,641
348	Miscellaneous equipment	\$ 3,227	\$ 64,697		\$ 8,315	\$ 76,239
	TOTAL	\$ 4,105,029	\$ 327,585	\$ -	\$ -	\$ 4,432,615

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	\$ 363,710
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	\$ 363,710

Accumulated Amortization of CIAC

Beg of year balance	\$ 248,851
Add CIAC amortized during year	\$ 7,178
Subtract effects of CIAC disposals	\$ -
+/- other adjustments*	\$ -
Change in Accumulated Amortization during the year	\$ 7,178
End of year balance	\$ 256,029

* Explain any adjustments:

DEPRECIATION

Salmon Valley Water Company

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

<u>Act #</u>	<u>annual depreciation expense</u>	<u>acc dep balance beg of year</u>	<u>accruals booked to acc dep</u>	<u>plant retired charged to acc dep</u>	<u>Adjustments*</u>	<u>acc dep balance end of year</u>
301	Organization					
302	Franchises					
303	Land & land rights					
304	Structures & improvements	\$ 13,740	\$ 34,104	\$ 13,740	\$ 1,118	\$ 48,962
305	Collecting & impounding reservoirs		\$ -	\$ -		\$ -
306	Lake, river & other intakes		\$ -	\$ -		\$ -
307	Wells & springs	\$ 35,427	\$ 214,222	\$ 35,427	\$ 4,239	\$ 253,888
308	Infiltration galleries & tunnels		\$ -	\$ -		\$ -
309	Supply mains	\$ 8,868	\$ 13,875	\$ 8,868	\$ 277	\$ 23,020
310	Power generation equipment		\$ -	\$ -		\$ -
311	Pumping equipment	\$ 3,516	\$ 111,797	\$ 3,516	\$ (26)	\$ 115,287
320	Water treatment equipment	\$ 22,012	\$ 10,298	\$ 22,012	\$ 636	\$ 32,946
330	Distribution reservoirs & standpipes	\$ 6,764	\$ 164,182	\$ 6,764	\$ (21)	\$ 170,925
331	Transmission & distribution mains	\$ 4,881	\$ 144,310	\$ 4,881	\$ 301	\$ 149,492
333	Services		\$ -	\$ -		\$ -
334	Meters & meter installations	\$ 9,710	\$ 10,361	\$ 9,710	\$ 461	\$ 20,532
335	Hydrants	\$ 134	\$ 3,736	\$ 134		\$ 3,870
336	Backflow prevention devices (utility owned)		\$ -	\$ -		\$ -
339	Other plant & miscellaneous equipment	\$ 5,536	\$ 7,855	\$ 5,536	\$ 427	\$ 13,818
340	Office furniture & equipment	\$ 837	\$ 11,300	\$ 837	\$ (746)	\$ 11,391
341	Transportation equipment	\$ 1,380	\$ 18,566	\$ 1,380	\$ -	\$ 19,946
343	Tools, shop & garage equipment	\$ 165	\$ 28	\$ 165	\$ (28)	\$ 165
344	Laboratory equipment	\$ 550	\$ 67	\$ 550	\$ 203	\$ 820
345	Power operated equipment	\$ -	\$ -	\$ -		\$ -
346	Communication equip	\$ 148	\$ 11	\$ 148	\$ 185	\$ 344
347	Electronic & computer Equipment	\$ 4,218	\$ 392	\$ 4,218	\$ 111	\$ 4,721
348	Miscellaneous Equipment	\$ 11,743	\$ 97	\$ 11,743	\$ (1,864)	\$ 9,976
	TOTAL	\$ 129,629	\$ 745,201	\$ 129,629	\$ 5,273	\$ 880,103

*Explanation of any adjustments made:

True up to depreciation schedule

RETAINED EARNINGS

Salmon Valley Water Company

215	Unappropriated Retained Earnings (beginning of year balance)	\$	(655,291)
435	Balance transferred from income	\$	(173,163)
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)	\$	(828,454)

* Explanation of any adjustments made to Retained Earnings

Equity Infusions from parent

OTHER ACCOUNTS

Salmon Valley Water Company
 For account information not already entered, please enter amounts below, if applicable.

Category Act # Act Name

ASSETS AND OTHER DEBITS (101-190)

UTILITY PLANT		
101	Utility Plant in Service	\$ 4,432,615
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	\$ 3,239
108	Accumulated Depreciation of Utility Plant in Service	\$ 880,103
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	\$ 161,374
132	Special Deposits	
134	Working Funds	
135	Temporary Cash Investments	
141	Customer Accounts Receivable	\$ 78,317
142	Other Accounts Receivable	
143	Allowance for Uncollectible Accounts (Enter positive)	
144	Notes Receivable	
145	Accounts Receivable from Associated Companies	\$ 246,639
146	Notes Receivable from Associated Companies	
151	Plant Materials and Supplies	\$ 118
162	Prepayments	\$ 22,841
171	Accrued Interest Receivable	
174	Miscellaneous Current and Accrued Assets	

Deferred Debits

181	Unamortized Debt Discount and Expense	
182	Extraordinary Property Losses	
186	Miscellaneous Deferred Debits	\$ 70,652
190	Accumulated Deferred Income Taxes	

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

Equity

201	Common Stock Issued	\$ 22,670
204	Preferred Stock Issued	\$ -
207	Premium on Capital Stock	
211	Paid in Capital	\$ 3,608,378
212	Discount on Capital Stock	
213	Capital Stock Expense	
214	Appropriated Retained Earnings	
215	Unappropriated Retained Earnings	\$ (828,454)
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	\$ 11,327
232	Notes Payable	
233	Accounts Payable to Associated Companies	\$ 1,151,691
234	Notes Payable to Associated Companies	
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	\$ 30,571

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	\$ 363,710
272	Accumulated Amortization of CIAC	\$ 256,029

Accumulated Deferred Income Taxes

281	Accumulated Deferred Income Taxes - Accelerated Depreciation	
282	Accumulated Deferred Income Taxes - Liberalized Depreciation	
283	Accumulated Deferred Income Taxes - Other	\$ 31,827

WATER UTILITY PLANT ACCOUNTS (301-348)

301	Organization	\$ -
302	Franchises	\$ -
303	Land and Land Rights	\$ 43,272
304	Structures and Improvements	\$ 547,666
305	Collecting and Impounding Reservoirs	\$ -
306	Lakes, River and Other Intakes	\$ -
307	Wells and Springs	\$ 1,311,591
308	Infiltration Galleries and Tunnels	\$ -
309	Supply Mains	\$ 527,953
310	Power Generation Equipment	\$ -
311	Pumping Equipment	\$ 175,264
320	Water Treatment Equipment	\$ 686,832
330	Distribution Reservoirs and Standpipes	\$ 297,629
331	Transmission and Distribution Mains	\$ 246,746
333	Services	\$ -
334	Meters and Meter Installations	\$ 310,937
335	Hydrants	\$ 6,026
336	Backflow Prevention Devices	\$ -
339	Other Plant and Miscellaneous Equipment	\$ 93,741
340	Office Furniture and Equipment	\$ 16,670
341	Transportation Equipment	\$ 54,182
343	Tools, Shop and Garage Equipment	\$ 8,510
344	Laboratory Equipment	\$ 3,503

345	Power Operated Equipment	\$ -
346	Communication Equipment	\$ 213
347	Computer & electronic Equipment	\$ 25,641
348	Miscellaneous Equipment	\$ 76,239

INCOME ACCOUNTS (404-434)

UTILITY OPERATING INCOME		
400	Operating Revenue	\$ 466,454
401	Operating Expenses	\$ 545,866
403	Depreciation Expense	\$ 129,629
406	Amortization of Utility Plant Acquisition Adjustment	
407	Amortization Expense (no CIAC)	
408	Taxes Other than Income	\$ 31,492
409	Income Taxes	\$ (93,429)
410	Provision for Deferred Income Taxes - Debit	\$ 35,431
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	\$ 2,200
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	\$ (173,163)
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	\$ 365,141
461.2	Metered Sales to Commercial Customers	\$ 101,313
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	\$ -
466	Sales for Resale	\$ -
467	Interdepartmental Sales	\$ -
468	Special Contract/Agreement Revenue	\$ -
470	Forfeited Discounts	\$ -
471	Miscellaneous Service Revenues	\$ -
472	Rents From Water Property	\$ -
473	Interdepartmental Rents	\$ -
474	Other Water Revenues	\$ -
475	Cross Connection Sales & Services Revenues	\$ -

OPERATION AND MAINTENANCE EXPENSE ACCOUNTS (601-675)

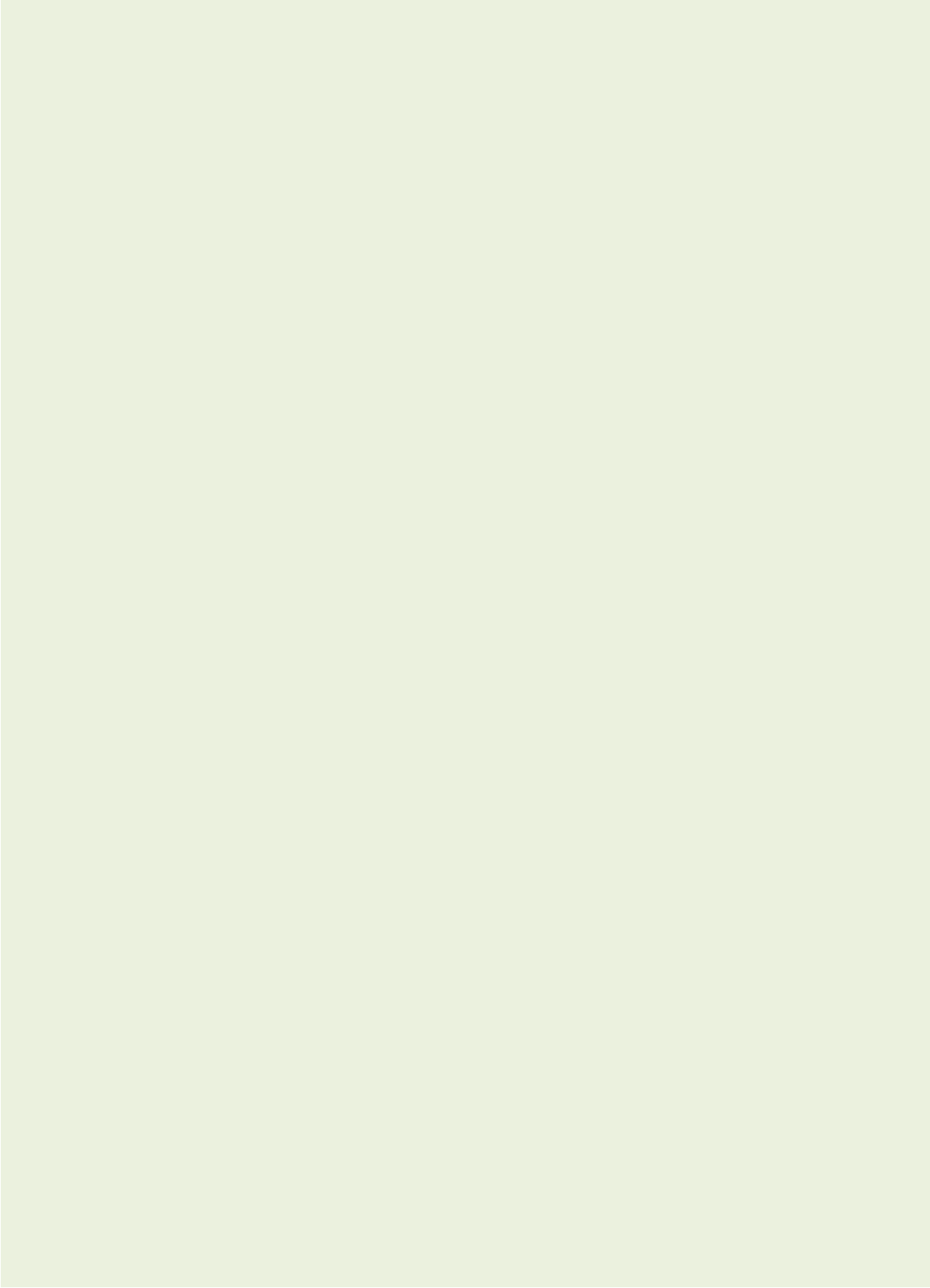
Source of Supply and Expenses

601	Salaries and Wages - Employees	\$ 186,615
603	Salaries and Wages - Officers, Directors and Majority Stockholders	\$ 1,954
604	Employee Pensions and Benefits	\$ 58,303
610	Purchased Water	\$ -
611	Telephone/Communications	\$ 9,794
615	Purchased Power	\$ 30,513
616	Fuel for Power Production	\$ -
617	Utilities - Other	\$ 2,828
618	Chemicals & testing	\$ 16,658
619	Office Supplies (excluding postage)	\$ 3,496
619.1	Postage	\$ 885
620	Materials and Supplies	\$ 19,484
621	Repairs to Water Plant	\$ 14,362
631	Contractual Services - Engineering	\$ -
632	Contractual Services - Accounting	\$ -
633	Contractual Services - Legal	\$ 801
634	Contractual Services - Management Fees	\$ 66,391
635	Contractual Services - Testing/Sampling	\$ 10,554
636	Contractual Services - Other	\$ -
637	Contractual Services - Billing/Collections	\$ 8,873
638	Contractual Services - Meter Reading	\$ -
639	Contractual Services - Other	\$ 3,263
641	Rental of Building/Real Property	\$ 10,544
642	Rental of Equipment	\$ 600
643	Small Tools	\$ 17
648	Computer & Electronic Expenses	\$ 56,026
650	Transportation Expenses	\$ 12,087
656	Insurance - Vehicle	\$ 1,461
657	Insurance - General Liability	\$ 12,839
658	Insurance - Workman's Compensation	\$ 2,596
659	Insurance - Other	\$ -
660	Public Relations / Advertising Expense	\$ -
666	Regulatory Commission Expense - Amortization of Rate Case Expense	\$ -
667	Regulatory Commission Expense - Other	\$ 4,410
668	Water Resource Conservation Expense	\$ -
670	Bad Debt Expense	\$ -
671.1	Cross Connection Control Program Expense	\$ -
671.2	Cross Connection Testin & Maintenance Services	\$ -
672	System Capacity Development Program Expense	\$ -
673	Training & Certification Expense	\$ 1,513
674	Consumer Confidence Report	\$ -
675	Miscellaneous Expenses	\$ 8,999

NOTES

Salmon Valley Water Company

Notes and explanations:



INCOME STATEMENT

Salmon Valley Water Company

400 Operating Revenue	\$ 466,454
401 Operating Expenses	\$ 545,866
403 Depreciation Expense	\$ 122,451
406 Amortization of Utility Plant Acquisition Adjustment	\$ -
407 Amortization Expense	\$ -
408 Taxes Other Than Income Taxes (total)	\$ 31,492
409 Income Taxes	\$ (93,423)
410.1 Provision for Deferred Income Taxes - debit	\$ 35,431
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	\$ (175,363)
421 Nonutility Income	\$ 2,200
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	\$ (173,163)

BALANCE SHEET

Salmon Valley Wate

Please do not submit to PUC until figures are balanced.

101 Utility Plant in Service (excluding CIAC)	\$	4,432,615
108-110 Accumulated Depreciation & Amortization	\$	880,103
Subtotal	\$	3,552,512
102-104 Other Utility Plant	\$	-
105 Commission Approved Construction Work in Progress (CWIP)	\$	3,239
114 Commission Approved Utility Plant Acquisition Adjustments	\$	-
115 Accumulated Amortization of Commission Approved Acquisition Adjustments	\$	-
190 Accumulated Deferred Income Taxes (asset)	\$	-
Subtotal	\$	3,239
Net Utility Plant	\$	3,555,751
131 Cash	\$	161,374
132 Special Deposits	\$	-
141-142 Accounts Receivable	\$	78,317
143 Accumulated Provision for Uncollectible Accounts	\$	-
144 Notes Receivable	\$	-
145-146 Accounts & Notes Receivable from Associated Companies	\$	246,639
151 Materials & Supplies Inventory	\$	118
133-135 & 162-174 Miscellaneous Current & Accrued Assets & Prepayments	\$	22,841
Net Current & Accrued Assets	\$	509,289
181-186 Deferred Debits	\$	70,652
Total Assets	\$	4,135,692
252 Advances for Construction	\$	-
271 CIAC	\$	363,710
272 Accumulated Amortization of CIAC	\$	256,029
Net CIAC & Advances for Construction	\$	107,681
121 Nonutility Property	\$	-
122 Accumulated Depreciation & Amortization (Nonutility)	\$	-
123-127 Miscellaneous Nonutility Investments	\$	-
Nonutility Plant & Investment	\$	-
221-224 Long-Term Debt	\$	-
231 Accounts Payable	\$	11,327
232 Notes Payable	\$	-
233 Accounts Payable to Affiliated Companies	\$	1,151,691
234 Notes Payable to Affiliated companies	\$	-
235 Customer Deposits	\$	-
236 Accrued Taxes	\$	-
237 Accrued Interest	\$	-
238-241 Miscellaneous Current and Accrued Liabilities	\$	30,571
Liabilities	\$	1,193,589
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	\$	31,827
Total Liabilities	\$	1,225,416
201 Common Stock Issued	\$	22,670
204 Preferred Stock Issued	\$	-
207 Premium on Capital Stock	\$	-
211 Other Paid in Capital	\$	3,608,378
212 Discount on Capital Stock	\$	-
213 Capital Stock Expense	\$	-
214 Appropriated Retained Earnings	\$	-
215 Unappropriated Retained Earnings	\$	(828,454)
216 Reacquired Capital Stock	\$	-
218 Proprietary Capital (Proprietorships & Partnerships Only)	\$	-
Total Equity	\$	2,802,594
Total Liabilities and Equity	\$	4,135,691

STATS

Salmon Valley Water Company

Operating Revenues

Flat Rate	\$	-
Metered - Residential	\$	365,141
Metered - Commercial	\$	101,313
Irrigation (including golf courses)	\$	-
Fire Protection	\$	-
Other Sales of Water	\$	-
Other Operating Revenue	\$	-
Total Operating Revenues	\$	<u>466,454</u>

Operating Expenses

Purchased Water	\$	-
Purchased Power	\$	30,513
Water Treatment	\$	27,212
Supplies and Expenses	\$	147,579
Repairs of Plant	\$	14,362
Administrative & General	\$	326,200
Total Operating Expenses	\$	<u>545,866</u>

Other Revenue Deductions

Depreciation & Amortization	\$	122,451
Operating Income Taxes	\$	(57,992)
Other Operating Taxes	\$	31,492
Uncollectible Revenue/Bad Debt Expense	\$	-
Total Revenue Deductions	\$	<u>95,951</u>
Total Expenses and Deductions	\$	<u>641,817</u>

Other Income	\$	-
Interest on Long-Term Debt		
Other Interest Charges	\$	-
Other Income Deductions	\$	<u>(35,431)</u>
Net Operating Income (or Loss)	\$	<u>(139,932)</u>

Assets & Other Debits

Utility Plant	\$	4,432,615
Less: Depreciation & Amortization Reserve	\$	880,103
Other Property & Investments	\$	161,374
Materials and Supplies	\$	118
Other Current & Accrued Assets	\$	351,036
Deferred Debits	\$	70,652
Total Assets & Other Debits	\$	<u>4,135,692</u>

Liabilities & Other Credits

Capital/Common Stock	\$	3,631,048
Retained Earnings	\$	(828,454)
Long-Term Debt	\$	-
Customer Deposits	\$	-
Other Current & Accrued Liabilities	\$	1,193,589
Advances for Construction	\$	-
Other Deferred Credits	\$	-
Contributions in Aid of Construction	\$	107,681
Accumulated Deferred Income Taxes	\$	<u>31,827</u>
Total Liabilities & Other Credits	\$	<u>4,135,691</u>

Average Number of Customers

Flat Rate	-
Metered - Residential	861
Metered - Commercial	61
Irrigation (including golf courses)	-
Fire Protection	-
Other	-
Total Customers	<u>922</u>