

AFFILIATED INTEREST CONTRACT APPLICATION

Instructions: All applications submitted to the Commission must be filed electronically with the Commission's Filing Center. Documents may be electronically filed by sending the filing as an attachment to an electronic mail message addressed to the Commission's Filing Center at puc.filingcenter@state.or.us.

DATE: 11/19/18

COMPANY NAME: Aspen Lakes Utility Co.
ADDRESS: 16900 Aspen Lakes Dr.
CITY, STATE, ZIP: Sisters OR 97759

RE: (Name of Company) Affiliated Interest Application with (Affiliate Name) pursuant to ORS 757.495 and OAR 860-036-2210

This affiliated interest application is submitted in the manner and form indicated by OAR 860-036-2210.

INFORMATION REQUIREMENTS

- (a) The applicant's exact name and the address of its principal business office;
(Utility's exact name and address.)

Sisters Aggregat & Const
16900 Aspen Lakes Dr.
Sisters OR 97759

- (b) The name and address of the person authorized on the water utility's behalf, to receive notices, inquiries, and communications regarding the information;

Vicky Kumble, Kelly Cyrus

- (c) A statement describing the relationship between the water utility and the contracting entity as defined by ORS 757.015 and 757.490;

Sisters Aggregat provides Aspen Lakes Utility equipment as needed for maintenance and repairs

- (d) The amount, kind, and ratio to total voting securities held, if applicable;

- (e) A list of all officers and directors of the affiliated interest who are also officers or directors of the applicant;

O- Keith Cyrus
Mau Cyrus
Pam Mitchell

(f) The pecuniary interest, directly or indirectly, of any officer or director who is a party to the contract;

(g) A description of the goods or services to be provided, the cost incurred in providing each of the goods or services, the market value of the goods or services if different from the costs, and the method or methods proposed for pricing those goods or services;

Equipment at the ready \$ 1500 per month
dump truck P-4 cat Compressor
Backhoe grader Water truck
excavator trencher

(h) An estimate of the amount the water utility will pay annually for the goods or services and the accounts in which it will record the charges;

Total for the year \$18000

(i) The reasons, in detail, relied upon by the water utility for procuring the proposed goods or services from the affiliate and benefits, if any, utility customers and the general public will derive from the provision of goods or services,

If the utility Co. had to purchase the equipment needed to maintain the system the cost to customers would be prohibitive

(j) A description of the procurement process and the reasons, in pertinent detail appropriate to the complexity of the procurement, relied upon by the water utility for procuring the proposed goods or services without a competitive procurement process, if such a process is not used.

Sister's Aggregate did not charge the Utility Co for 15+ years. Sister's Aggregate there was no official procurement process.

(k) Transfer prices in contracts or agreements for the procurement of goods or services under competitive procurement shall be presumed to be the market value, subject to evaluation of the procurement process;

ATTACHMENTS

(l) A copy of the proposed contract or agreement between the water utility and the contracting entity; and n/a

(m) Copies of all resolutions of directors authorizing the proposed transactions and, if stockholders' approval has been obtained, copies of the resolutions approved by the stockholders. n/a

For the reasons set forth above, _____ (Company Name) Aspen Lakes Utility
respectfully requests that the Commission issue an order approving the affiliated
interest contract between, _____ ALU (Company Name) and _____ Sisters Aggregate & Const. (Affiliate Name),
pursuant to the provisions of ORS 757.495 and OAR 860-036-2210.

DATE: 11/19/18

Aspen Lakes Utility Co., LLC
16900 Aspen Lakes Dr.
Sisters, OR 97759

NAME OF COMPANY: _____

Kelly Cyr

(SIGNATURE OF AUTHORIZED PERSON)

Kelly Cyr

(PLEASE PRINT NAME)

Bookkeeper

(TITLE)