



ANNUAL RESULTS OF OPERATIONS REPORT

COMPANY SIZE (based on Annual Revenue)

Class C Water Utility
(Annual Gross Revenue less than \$199,999)

FOR THE CALENDAR YEAR

2018

COMPANY NAME

Tierra Del Mar Water Co.

INSTRUCTIONS

Tierra Del Mar Water Co.

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 JOAN GRINDELAND AT 503-373-1003 OR EMAIL AT JOAN.GRINDELAND@STATE.OR.US

OATH

Tierra Del Mar Water Co.

Complete Address of Reporting Utility

Line 1:	26600 Sandlake Road
Line 2:	
City:	Cloverdale
State:	OR
Zip:	97112
phone:	503-965-5140
email:	tierradelmarwaterco@gmail.com
fax:	
website:	

Name and title of person responsible for report

Name:	Owen G. Miller, Jr.
Title:	President
Phone:	503-965-5140
Email:	tierradelmarwaterco@gmail.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

Tierra Del Mar Water Co.

Provide the following information for the contact person regarding this report

Name:	Owen G. Miller, Jr.
Address:	26600 Sandlake Road Cloverdale, OR 97112
Phone:	503-965-5140
Email:	tierradelmarwaterco@gmail.com

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

Name:	Owen G. Miller, Jr.
Address:	26600 Sandlake Road Cloverdale, OR 97112
Phone:	503-965-5140
Email:	tierradelmarwaterco@gmail.com

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

Name:	
Address:	
Phone:	
Email:	

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

Provide the following information for all utility officers and directors

Name	Title	Phone #	Email
Owen G. Miller, Jr.	President	503-965-5140	tierradelmarwaterco@gmail.com
Kathleen K. Miller	Vice President	503-965-5140	tierradelmarwaterco@gmail.com

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

Name	Title	Phone #	Email
MICHELLE I. HUGHES	TAX PREPARER	503-965-6155	mihughes@caat-inc.com

ORGANIZATION

=Cover|B25

Select business type Private/Investor Owned	Select ownership type Corporation	ct 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: Soli

1	Name of owner or part			
	Address			
	% interest or equity			
	Principal duty (if empl			
2	Name of owner or part			
	Address			
	% interest or equity			
	Principal duty (if empl			
3	Name of owner or part			
	Address			
	% interest or equity			
	Principal duty (if empl			
4	Name of owner or part			
	Address			
	% interest or equity			
	Principal duty (if empl			

Part B: Cor

1	Name of stockholder/d	Owen G. Miller, Jr.		
	Title	President		
	Address	26600 Sandlake Road Cloverdale, OR 97112		
	# shares owned			
2	Name of stockholder/d	Kathleen K. Miller		
	Title	Vice President		
	Address	26600 Sandlake Road Cloverdale, OR 97112		
	# shares owned			
3	Name of stockholder/d			
	Title			
	Address			
	# shares owned			
4	Name of stockholder/d			
	Title			
	Address			
	# shares owned			

Part C: Cor

	Common Stock	Preferred Stock
# shares authorized	200	
# shares issued at year end	200	
Par or stated value per share:	50	
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
			\$ -

TOTAL \$ -

Explanations or Notes

REVENUES

Tierra Del Mar Water Co.

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	256	256	734,366	\$ 67,149
Metered sales to COMMERCIAL customers	461.2				
Metered sales to INDUSTRIAL customers	461.3				
Other metered sales to public authorities	461.4	4	5	20,191	\$ 1,143
Metered sales to multiple family dwellings	461.5	2	-	31,257	\$ 434
Public fire protection revenue	462.1				
Private fire protection revenue	462.2				
Other Sales to public authorities	464				
Sales to irrigation customers	465	1	1	208,375	\$ 2,713
Sales for resale	466				
Water Sales to golf course/recreation revenue	467				
Special contract/agreement revenue	468				
TOTAL		263	262	994,189	\$ 71,439

Revenue other than water sales

	Act #	revenues
Forfeited discounts	470	
Miscellaneous service revenues	471	\$ 1,175
Rents from water property	472	
Interdepartmental rents	473	
Other	474	
Cross Connection sales & services revenues	475	
Total		\$ 1,175

Total Operating Revenue

\$ 72,614

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	239.0514323	21.85849284
Metered sales to COMMERCIAL customers	461.2		
Metered sales to INDUSTRIAL customers	461.3		
Other metered sales to public authorities	461.4	373.9074074	21.15981481
Metered sales to multiple family dwellings	461.5	2604.75	36.1525
Public fire protection revenue	462.1		
Private fire protection revenue	462.2		
Other Sales to public authorities	464		
Sales to irrigation customers	465	17364.58333	226.0775
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	\$	1,513
408.12	Payroll Tax	\$	1,229
408.13	Other Tax Other Than Income Tax	\$	2,925
408.2	Nonutility Taxes Other Than Income Tax		
TOTAL		\$	5,667

Act # **INCOME TAXES**

409.1	Federal Income Tax		
409.11	State Income Tax		
409.13	Other Income Tax		
409.2	Nonutility Income Tax		
TOTAL		\$	-

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

410.1	Deferred Federal Income Taxes – Utility Operations		
410.11	Deferred State Income Taxes – Utility Operations		
410.2	Provision for Deferred Income Taxes – Other Income and Deductions		
411.1	Provision for Deferred Income Taxes – Credit – Utility Operations		
411.2	Provision for Deferred Income Taxes – Credit – Other income & Deductions		
TOTAL		\$	-

GAINS AND LOSSES FROM UTILITY PROPERTY SALE - ACCOUNT 414 (enter losses as negative amounts)

Description	Amount
Total	\$ -

EXPENSES

Act #		Expense amount
601	Salaries and Wages - employees	\$ 9,937
603	Salaries and Wages – officers, directors, and majority stockholders	\$ 1,279
604	Employee Pensions & Benefits	\$ 786
610	Purchased Water	
611	Telephone/Communications	\$ 1,314
615	Purchased Power	\$ 1,340
616	Fuel for Power Production	
617	Utilities - Other (garbage, natural gas)	\$ 73
618	Chemicals & testing	\$ 1,013
619	Office Supplies (excluding postage)	\$ 760
619.1	Postage	\$ 822
620	Materials & Supplies (O&M)	\$ -
621	Repairs of Water Plant	\$ 3,309
631	Contractual Services - engineering	
632	Contractual Services - accounting	\$ 565
633	Contractual Services - legal	
634	Contractual Services - management	\$ 1,670
635	Contractual Services – testing / sampling	\$ 1,339
636	Contractual Services – labor	\$ -
637	Contractual Services - billing/collections	
638	Contractual Services - meter reading	
639	Contractual Services - other	\$ 426
641	Rental of Building / Real Property	\$ 6,673
642	Rental of Equipment	\$ 228
643	Small Tools	\$ 414
648	Computer and electronic Expenses	\$ 966
650	Transportation Expenses	\$ 3,926
656	Insurance - Vehicle	\$ 2,848
657	Insurance – General Liability	\$ 8,874
658	Insurance – Workman’s Compensation	\$ 357
659	Insurance – Other	
660	Public Relation / Advertising Expense	
666	Amortization of Rate Case Expense	
667	Regulatory Commission Fee (Gross Rev Fee)	\$ 231
668	Conservation Expense	
670	Bad Debt Expense	\$ 246
671.1	Cross Connection Control Program Expense	
671.2	Cross Connection Testing & Maintenance Services	
673	Training & Certification Expense	\$ 578
674	Consumer Confidence Report	\$ 78
675	Miscellaneous Expense	\$ 2,326
	TOTAL	\$ 52,380

PLANT

Tierra Del Mar Water Co.

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	\$ 2,500				\$ 2,500
304	Structures & improvements	\$ 25,553				\$ 25,553
305	Collecting & impounding reservoirs					\$ -
306	Lake, river & other intakes	\$ 17,627				\$ 17,627
307	Wells & springs					\$ -
308	Infiltration galleries & tunnels					\$ -
309	Supply mains					\$ -
310	Power generation equipment					\$ -
311	Pumping equipment	\$ 10,196				\$ 10,196
320	Water treatment equipment	\$ 70,310				\$ 70,310
330	Distribution reservoirs & standpipes	\$ 24,389				\$ 24,389
331	Transmission & distribution mains	\$ 172,501	\$ 6,662			\$ 179,164
333	Services	\$ 17,660	\$ 1,668			\$ 19,328
334	Meters & meter installations	\$ 24,229				\$ 24,229
335	Hydrants	\$ 350				\$ 350
336	Backflow prevention devices (utility owned)					\$ -
339	Other plant & miscellaneous equipment	\$ 2,798				\$ 2,798
340	Office furniture & equipment	\$ 10,587	\$ 309			\$ 10,896
341	Transportation equipment	\$ 56,280				\$ 56,280
343	Tools, shop & garage equipment	\$ 3,821				\$ 3,821
344	Laboratory equipment	\$ 7,487				\$ 7,487
345	Power operated equipment	\$ 25,414				\$ 25,414
346	Communication equipment					\$ -
347	Electronic & computer equipment	\$ 17,704				\$ 17,704
348	Miscellaneous equipment					\$ -
	TOTAL	\$ 489,405	\$ 8,639	\$ -	\$ -	\$ 498,044

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	\$ 130,932
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	\$ 130,932

Accumulated Amortization of CIAC

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

* Explain any adjustments:

--

DEPRECIATION

Tierra Del Mar Water Co.

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	\$ 495	\$ 24,332	\$ 495		\$ 24,827
305	Collecting & impounding reservoirs			\$ -		\$ -
306	Lake, river & other intakes	\$ 512	\$ 9,884	\$ 512		\$ 10,396
307	Wells & springs			\$ -		\$ -
308	Infiltration galleries & tunnels			\$ -		\$ -
309	Supply mains			\$ -		\$ -
310	Power generation equipment			\$ -		\$ -
311	Pumping equipment		\$ 10,196	\$ -		\$ 10,196
320	Water treatment equipment	\$ 2,256	\$ 44,507	\$ 2,256		\$ 46,763
330	Distribution reservoirs & standpipes	\$ 73	\$ 22,212	\$ 73		\$ 22,285
331	Transmission & distribution mains	\$ 2,412	\$ 98,489	\$ 2,412		\$ 100,901
333	Services	\$ 275	\$ 11,853	\$ 275		\$ 12,128
334	Meters & meter installations	\$ 431	\$ 16,236	\$ 431		\$ 16,667
335	Hydrants		\$ 350	\$ -		\$ 350
336	Backflow prevention devices (utility owned)			\$ -		\$ -
339	Other plant & miscellaneous equipment		\$ 1,751	\$ -		\$ 1,751
340	Office furniture & equipment	\$ 394	\$ 5,176	\$ 394		\$ 5,570
341	Transportation equipment	\$ 7,369	\$ 44,392	\$ 7,369		\$ 51,761
343	Tools, shop & garage equipment	\$ 376	\$ 3,932	\$ 376		\$ 4,308
344	Laboratory equipment	\$ 576	\$ 6,258	\$ 576		\$ 6,834
345	Power operated equipment	\$ 1,307	\$ 19,566	\$ 1,307		\$ 20,873
346	Communication equip			\$ -		\$ -
347	Electronic & computer Equipment	\$ 649	\$ 21,942	\$ 649		\$ 22,591
348	Miscellaneous Equipment			\$ -		\$ -
	TOTAL	\$ 17,125	\$ 341,076	\$ 17,125	\$ -	\$ 358,201

*Explanation of any adjustments made:

RETAINED EARNINGS

Tierra Del Mar Water Co.

215	Unappropriated Retained Earnings (beginning of year balance)	\$	(60,389)
435	Balance transferred from income	\$	(2,599)
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)	\$	(62,988)

* Explanation of any adjustments made to Retained Earnings

--	--	--	--

OTHER ACCOUNTS

Tierra Del Mar Water Co.
For account information not already entered, please enter amounts below, if applicable.

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

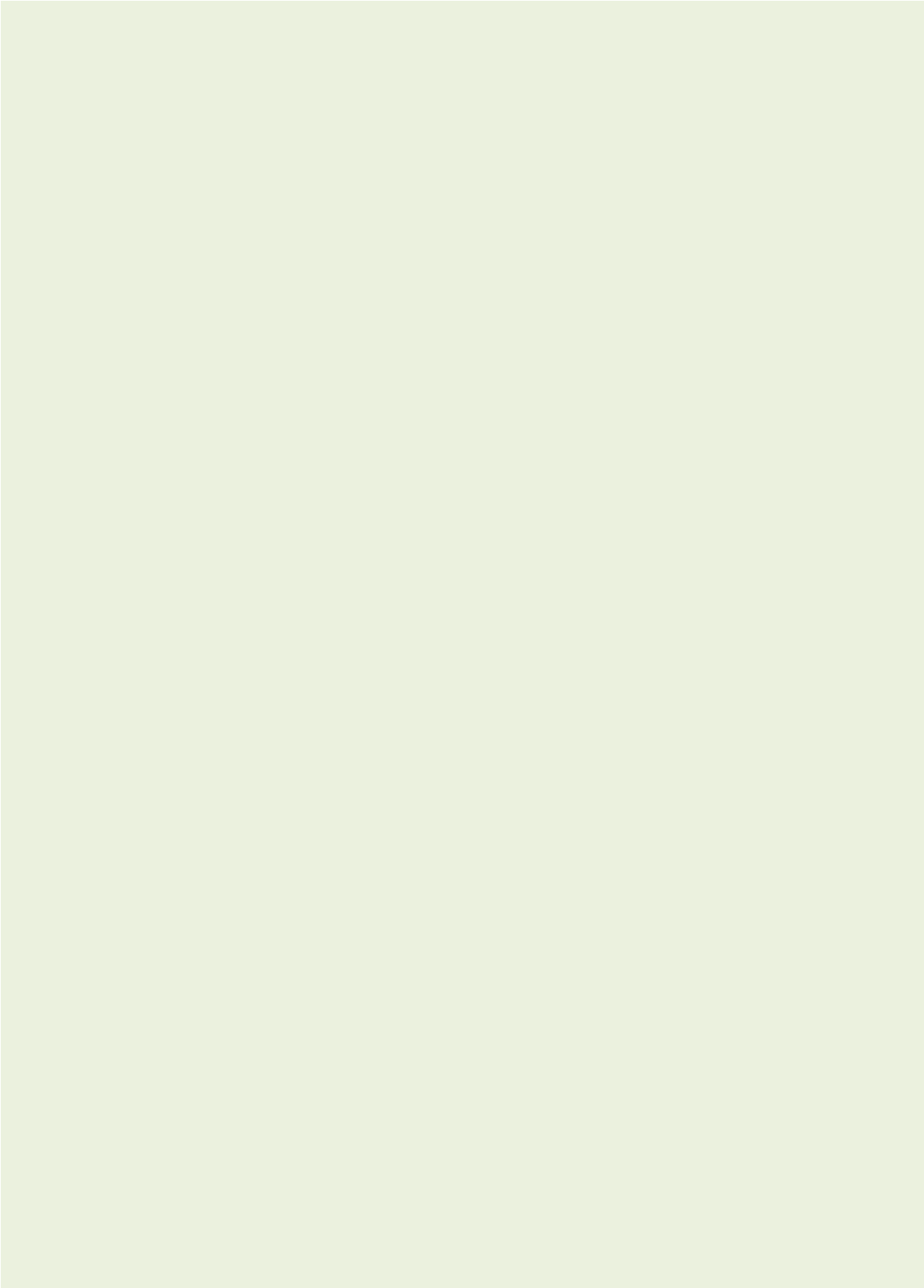
UTILITY PLANT		
101	Utility Plant in Service	\$ 498,044
102	Utility Plant Leased to Others	
103	Property Held for Future Use	
104	Utility Plant Purchased or Sold	
105	Construction Work in Progress - Commission Approved	\$ 211
108	Accumulated Depreciation of Utility Plant in Service	\$ 358,201
110	Accumulated Amortization of Utility Plant in Service	
114	Utility Plant Acquisition Adjustments	\$ 40,188
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	\$ 13,215
132	Special Deposits	
134	Working Funds	
135	Temporary Cash Investments	
141	Customer Accounts Receivable	\$ 1,273
142	Other Accounts Receivable	
143	Allowance for Uncollectible Accounts (Enter positive)	
144	Notes Receivable	
145	Accounts Receivable from Associated Companies	
146	Notes Receivable from Associated Companies	
151	Plant Materials and Supplies	\$ 6,308
162	Prepayments	
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	\$ 62,648
190	Accumulated Deferred Income Taxes	
EQUITY, LIABILITIES, AND OTHER CREDITS (201-283)		
Equity		
201	Common Stock Issued	\$ 10,000
204	Preferred Stock Issued	\$ -
207	Premium on Capital Stock	
211	Paid in Capital	\$ 3,288
212	Discount on Capital Stock	
213	Capital Stock Expense	
214	Appropriated Retained Earnings	
215	Unappropriated Retained Earnings	\$ (62,988)
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	\$ 490
232	Notes Payable	
233	Accounts Payable to Associated Companies	
234	Notes Payable to Associated Companies	
235	Customer Deposits	
236	Accrued Taxes	\$ 0
237	Accrued Interest	
238	Accrued Dividends	
239	Matured Long-Term Debt	
240	Matured Interest	
241	Miscellaneous Current and Accrued Liabilities	\$ 1,609
Deferred Credits		
251	Unamortized Premium on Debt	
252	Advances for Construction	\$ -
253	Other Deferred Credits	\$ 180,355
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	\$ 130,932
272	Accumulated Amortization of CIAC	\$ -
Accumulated Deferred Income Taxes		
281	Accumulated Deferred Income Taxes - Accelerated Depreciation	
282	Accumulated Deferred Income Taxes - Liberalized Depreciation	
283	Accumulated Deferred Income Taxes - Other	
WATER UTILITY PLANT ACCOUNTS (301-348)		
301	Organization	\$ -
302	Franchises	\$ -
303	Land and Land Rights	\$ 2,500
304	Structures and Improvements	\$ 25,553
305	Collecting and Impounding Reservoirs	\$ -
306	Lakes, River and Other Intakes	\$ 17,627
307	Wells and Springs	\$ -
308	Infiltration Galleries and Tunnels	\$ -
309	Supply Mains	\$ -
310	Power Generation Equipment	\$ -
311	Pumping Equipment	\$ 10,196
320	Water Treatment Equipment	\$ 70,310
330	Distribution Reservoirs and Standpipes	\$ 24,389
331	Transmission and Distribution Mains	\$ 179,164
333	Services	\$ 19,328
334	Meters and Meter Installations	\$ 24,229
335	Hydrants	\$ 350
336	Backflow Prevention Devices	\$ -
339	Other Plant and Miscellaneous Equipment	\$ 2,798
340	Office Furniture and Equipment	\$ 10,896
341	Transportation Equipment	\$ 56,280
343	Tools, Shop and Garage Equipment	\$ 3,821
344	Laboratory Equipment	\$ 7,487

345	Power Operated Equipment	\$ 25,414
346	Communication Equipment	\$ -
347	Computer & electronic Equipment	\$ 17,704
348	Miscellaneous Equipment	\$ -
INCOME ACCOUNTS (404-434)		
Utility Operating Income		
400	Operating Revenue	\$ 72,614
401	Operating Expenses	\$ 52,380
403	Depreciation Expense	\$ 17,125
406	Amortization of Utility Plant Acquisition Adjustment	
407	Amortization Expense (no CIAC)	
408	Taxes Other than Income	\$ 5,667
409	Income Taxes	\$ -
410	Provision for Deferred Income Taxes - Debit	\$ -
411	Provision for Deferred Income Taxes - Credit	\$ -
412	Investment Tax Credit	
413	Income from Utility Plant Leased to Others	
414	Gain/Loss from Utility Property Sales	\$ -
415	Revenues from Merchandising, Jobbing, and Contract Work	
416	Cost and Expenses of Merchandising, Jobbing, and Contract Work	
419	Interest and Dividend Income	
421	Nonutility Income	
426	Nonutility Expenses	
433	Extraordinary Income	
434	Extraordinary Deductions	
Taxes Applicable to Nonutility Income and Deductions		
408.2	Taxes Other than Income - Nonutility	\$ -
409.2	Income Taxes - Nonutility	\$ -
410.2	Provision for Deferred Income Taxes - Debit - Nonutility	\$ -
411.2	Provision for Deferred Income Taxes - Credit - Nonutility	\$ -
Interest Expense		
427	Interest Expense	\$ 41
428	Amortization of Debt Discount and Expense	
429	Amortization of Premium on Debt	
Retained Earnings Account (435-439)		
435	Balance Transferred from Income	\$ (2,599)
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	\$ 67,149
461.2	Metered Sales to Commercial Customers	\$ -
461.3	Metered Sales to Industrial Customers	\$ -
461.4	Metered Sales to Public Authorities	\$ 1,143
461.5	Metered Sales to Multiple Family Dwellings	\$ 434
462.1	1 Public Fire Protection	\$ -
462.2	2 Private Fire Protection	\$ -
464	Other Sales to Public Authorities	\$ -
465	Sales to Irrigation Customers	\$ 2,713
466	Sales for Resale	\$ -
467	Interdepartmental Sales	\$ -
468	Special Contract/Agreement Revenue	\$ -
470	Forfeited Discounts	\$ -
471	Miscellaneous Service Revenues	\$ 1,175
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	\$ 9,937
603	Salaries and Wages - Officers, Directors and Majority Stockholders	\$ 1,279
604	Employee Pensions and Benefits	\$ 786
610	Purchased Water	\$ -
611	Telephone/Communications	\$ 1,314
615	Purchased Power	\$ 1,340
616	Fuel for Power Production	\$ -
617	Utilities - Other	\$ 73
618	Chemicals & testing	\$ 1,013
619	Office Supplies (excluding postage)	\$ 760
619.1	Postage	\$ 822
620	Materials and Supplies	\$ -
621	Repairs to Water Plant	\$ 3,309
631	Contractual Services - Engineering	\$ -
632	Contractual Services - Accounting	\$ 565
633	Contractual Services - Legal	\$ -
634	Contractual Services - Management Fees	\$ 1,670
635	Contractual Services - Testing/Sampling	\$ 1,339
636	Contractual Services - Other	\$ -
637	Contractual Services - Billing/Collections	\$ -
638	Contractual Services - Meter Reading	\$ -
639	Contractual Services - Other	\$ 426
641	Rental of Building/Real Property	\$ 6,673
642	Rental of Equipment	\$ 228
643	Small Tools	\$ 414
648	Computer & Electronic Expenses	\$ 966
650	Transportation Expenses	\$ 3,926
656	Insurance - Vehicle	\$ 2,848
657	Insurance - General Liability	\$ 8,874
658	Insurance - Workman's Compensation	\$ 357
659	Insurance - Other	\$ -
660	Public Relations / Advertising Expense	\$ -
666	Regulatory Commission Expense - Amortization of Rate Case Expense	\$ -
667	Regulatory Commission Expense - Other	\$ 231
668	Water Resource Conservation Expense	\$ -
670	Bad Debt Expense	\$ 246
671.1	Cross Connection Control Program Expense	\$ -
671.2	Cross Connection Testin & Maintenance Services	\$ -
672	System Capacity Development Program Expense	\$ -
673	Training & Certification Expense	\$ 578
674	Consumer Confidence Report	\$ 78
675	Miscellaneous Expenses	\$ 2,326

NOTES

Tierra Del Mar Water Co.

Notes and explanations:



INCOME STATEMENT

Tierra Del Mar Water Co.

400 Operating Revenue	\$ 72,614
401 Operating Expenses	\$ 52,380
403 Depreciation Expense	\$ 17,125
406 Amortization of Utility Plant Acquisition Adjustment	\$ -
407 Amortization Expense	\$ -
408 Taxes Other Than Income Taxes (total)	\$ 5,667
409 Income Taxes	\$ -
410.1 Provision for Deferred Income Taxes - debit	\$ -
411.1 Provision for Deferred Income Taxes - credit	\$ -
412 Investment Tax Credit	\$ -
413 Income From Utility Plant Leased to Others	\$ -
419 Interest & Dividend Income	\$ -
427 Interest Expense	\$ 41
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	\$ (2,599)
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	\$ (2,599)

BALANCE SHEET

Tierra Del Mar Water

101 Utility Plant in Service (excluding CIAC)	\$	498,044
108-110 Accumulated Depreciation & Amortization	\$	358,201
Subtotal	\$	139,843
102-104 Other Utility Plant	\$	-
105 Commission Approved Construction Work in Progress (CWIP)	\$	211
114 Commission Approved Utility Plant Acquisition Adjustments	\$	40,188
115 Accumulated Amortization of Commission Approved Acquisition Adjustments	\$	-
190 Accumulated Deferred Income Taxes (asset)	\$	-
Subtotal	\$	40,399
Net Utility Plant	\$	180,242
131 Cash	\$	13,215
132 Special Deposits	\$	-
141-142 Accounts Receivable	\$	1,273
143 Accumulated Provision for Uncollectible Accounts	\$	-
144 Notes Receivable	\$	-
145-146 Accounts & Notes Receivable from Associated Companies	\$	-
151 Materials & Supplies Inventory	\$	6,308
133-135 & 162-174 Miscellaneous Current & Accrued Assets & Prepayments	\$	-
Net Current & Accrued Assets	\$	20,796
181-186 Deferred Debits	\$	62,648
Total Assets	\$	263,686
252 Advances for Construction	\$	-
271 CIAC	\$	130,932
272 Accumulated Amortization of CIAC	\$	-
Net CIAC & Advances for Construction	\$	130,932
121 Nonutility Property	\$	-
122 Accumulated Depreciation & Amortization (Nonutility)	\$	-
123-127 Miscellaneous Nonutility Investments	\$	-
Nonutility Plant & Investment	\$	-
221-224 Long-Term Debt	\$	-
231 Accounts Payable	\$	490
232 Notes Payable	\$	-
233 Accounts Payable to Affiliated Companies	\$	-
234 Notes Payable to Affiliated companies	\$	-
235 Customer Deposits	\$	-
236 Accrued Taxes	\$	0
237 Accrued Interest	\$	-
238-241 Miscellaneous Current and Accrued Liabilities	\$	1,609
Liabilities	\$	2,099
251 Premium on Unamortized Debt	\$	-
253 Other Deferred Credit	\$	180,355
261-265 Reserves	\$	-
Other	\$	180,355
281 Accumulated Deferred Income Taxes-Accelerated Amortization	\$	-
282 Accumulated Deferred Income Taxes-Liberalized Depreciation	\$	-
283 Accumulated Deferred Income Taxes-Other	\$	-
Total Liabilities	\$	182,454
201 Common Stock Issued	\$	10,000
204 Preferred Stock Issued	\$	-
207 Premium on Capital Stock	\$	-
211 Other Paid in Capital	\$	3,288
212 Discount on Capital Stock	\$	-
213 Capital Stock Expense	\$	-
214 Appropriated Retained Earnings	\$	-
215 Unappropriated Retained Earnings	\$	(62,988)
216 Reacquired Capital Stock	\$	-
218 Proprietary Capital (Proprietorships & Partnerships Only)	\$	-
Total Equity	\$	(49,700)
Total Liabilities and Equity	\$	263,686

STATS

Tierra Del Mar Water Co.

Operating Revenues

Flat Rate	\$	-
Metered - Residential	\$	67,583
Metered - Commercial	\$	1,143
Irrigation (including golf courses)	\$	2,713
Fire Protection	\$	-
Other Sales of Water	\$	-
Other Operating Revenue	\$	1,175
Total Operating Revenues	\$	<u>72,614</u>

Operating Expenses

Purchased Water	\$	-
Purchased Power	\$	1,340
Water Treatment	\$	2,352
Supplies and Expenses	\$	30,469
Repairs of Plant	\$	3,309
Administrative & General	\$	14,910
Total Operating Expenses	\$	<u>52,380</u>

Other Revenue Deductions

Depreciation & Amortization	\$	17,125
Operating Income Taxes	\$	-
Other Operating Taxes	\$	5,667
Uncollectible Revenue/Bad Debt Expense	\$	246
Total Revenue Deductions	\$	<u>23,038</u>

Total Expenses and Deductions

	\$	75,418
--	----	--------

Other Income	\$	-
Interest on Long-Term Debt		
Other Interest Charges	\$	41
Other Income Deductions	\$	-
Net Operating Income (or Loss)	\$	<u>(2,845)</u>

Assets & Other Debits

Utility Plant	\$	628,976
Less: Depreciation & Amortization Reserve	\$	358,201
Other Property & Investments	\$	13,215
Materials and Supplies	\$	6,308
Other Current & Accrued Assets	\$	41,672
Deferred Debits	\$	62,648
Total Assets & Other Debits	\$	<u>394,618</u>

Liabilities & Other Credits

Capital/Common Stock	\$	13,288
Retained Earnings	\$	(62,988)
Long-Term Debt	\$	-
Customer Deposits	\$	-
Other Current & Accrued Liabilities	\$	2,099
Advances for Construction	\$	-
Other Deferred Credits	\$	180,355
Contributions in Aid of Construction	\$	130,932
Accumulated Deferred Income Taxes	\$	-
Total Liabilities & Other Credits	\$	<u>263,686</u>

Average Number of Customers

Flat Rate	-
Metered - Residential	256
Metered - Commercial	5
Irrigation (including golf courses)	1
Fire Protection	-
Other	-
Total Customers	<u>262</u>