



**ROATS**  
WATER SYSTEM

February 28, 2024

Public Utility Commission of Oregon  
Attn: Filing Center  
201 High Street S.E.  
P.O. Box 1088  
Salem, OR 97308-1088

**RE: UI 273 Amended Affiliated Interest Application Filing**

Roats Water System, Inc., submits this filing to include additional language related to annual CPI adjustments related to salary increase. The new language is noted on page 2 of the amended application.

Confidential materials will be emailed separately per the Oregon PUC filing center COVID 19 Filing Instructions.

Sincerely,

William K. Roats  
Owner/President



## AMENDED 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](mailto:puc.filingcenter@state.or.us).

DATE: February 28, 2024

COMPANY NAME: Roats Water System, Inc.  
ADDRESS: 61147 Hamilton Ln  
CITY, STATE, ZIP: Bend, OR 97702

**RE: Roats Water System** (*Name of Company*) Affiliated Interest Application with **William K Roats** (*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.*)

Roats Water System, Inc.  
61147 Hamilton Ln  
Bend, OR 97702

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

William K Roats  
61147 Hamilton Ln  
Bend, OR 97702

Michelle Roats Berg  
61147 Hamilton Ln  
Bend, OR 97702

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

William K Roats (WKR) is a Roats Water System, Inc., majority shareholder and an at-will W2 employee. As an employee of the company, he receives a salary, vacation and

sick benefits, 100% health/dental/vision insurance coverage and the 3% 401K company contribution match.

CPI Annual Adjustment – The Company may escalate both the salary and compensation amounts on an annual basis at a percentage not to exceed the annual Consumers Price Index – All Urban Consumers (CPI-U) published by the U.S. Bureau of Labor Statistics (BLS).

WKR’s annual salary with benefits was increased from \$ [REDACTED] to [REDACTED] in October of 2022 based on allowed CPI adjustments. See detail below.

Year	CPI percentage increase	Salary
2008	3.50%	[REDACTED]
2009	-0.40%	[REDACTED]
2010	1.10%	[REDACTED]
2011	2.80%	[REDACTED]
2012	2.20%	[REDACTED]
2013	1.50%	[REDACTED]
2014	1.90%	[REDACTED]
2015	1.20%	[REDACTED]
2016	1.90%	[REDACTED]
2017	2.80%	[REDACTED]
2018	3.30%	[REDACTED]
2019	2.70%	[REDACTED]
2020	1.70%	[REDACTED]
2021	4.80%	[REDACTED]
2022	8.00%	[REDACTED]
2023	4.00%	[REDACTED]

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

51%

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

William Keller Roats  
Michelle Roats Berg  
William Casey Roats  
Shirley Elaine Roats

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

None. No dividends are currently being paid.

(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;

None. Currently a W2 employee of Roats Water System.

(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;

None.

(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,

None.

(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.

None.

(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;

None.

**ATTACHMENTS**

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

None.

- (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.

None.

For the reasons set forth above, Roats Water System, Inc. (*Company Name*) respectfully requests that the Commission issue an order approving the affiliated interest contract between , Roats Water System, Inc., (*Company Name*) and William K Roats (*Affiliate Name*), pursuant to the provisions of ORS 757.495 and OAR 860-036-2210.

DATE: 02.28.2024

NAME OF COMPANY: Roats Water System, Inc.

/s/ William K Roats  
*(SIGNATURE OF AUTHORIZED PERSON)*

William K Roats  
*(PLEASE PRINT NAME)*

Owner/President  
*(TITLE)*