

e-FILING REPORT COVER SHEET

REPORT NAME: Budget of Expenditures Report for the Year 2012

COMPANY NAME: Avion Water Co., Inc

DOES REPORT CONTAIN CONFIDENTIAL INFORMATION? No Yes

If yes, please submit only the cover letter electronically. Submit confidential information as directed OAR 860-001-0070 or the terms of an applicable protective order.

If known, please select designation: RE (Electric) RG (Gas) RW (Water)
 RO (Other)

Report is required by: OAR 860-036-0805
 Statute Enter Statute; e.g., ORS 757.135
 Order Enter Commission Order No.; e.g., 95-1335
 Other Enter reason; e.g., at Request of Lee Sparling

Is this report associated with a specific docket/case? No Yes
If Yes, enter docket number: N/A

Key words: Budget; expenditures

If known, please select the PUC Section to which the report should be directed:

- Corporate Analysis and Water Regulation
- Economic and Policy Analysis
- Electric and Natural Gas Revenue Requirements
- Electric Rates and Planning
- Natural Gas Rates and Planning
- Utility Safety, Reliability & Security
- Administrative Hearings Division
- Consumer Services Section

PLEASE NOTE: Do NOT use this form or e-filing with the PUC Filing Center for:

- **Annual Fee Statement form and payment remittance or**
- **OUS or RSPF Surcharge form or surcharge remittance or**
- **Any other Telecommunications Reporting or**
- **Any daily safety or safety incident reports or**
- **Accident reports required by ORS 654.715.**



PUBLIC UTILITY COMMISSION OF OREGON
 550 CAPITOL ST NE SUITE 215, SALEM, OR 97301-2551
 PO BOX 2148, SALEM, OR 97308-2148
PUC.FilingCenter@state.or.us

BUDGET OF EXPENDITURES REPORT FOR THE YEAR 2012

GENERAL INSTRUCTIONS

1. A Budget of Expenditures Report must be submitted by all utilities operating within the State of Oregon in accordance with Oregon Revised Statute 757.105.
2. The Budget of Expenditures Report should be completed and filed with the Public Utility Commission of Oregon Filing Center. Complete the e-Filing Report Cover Sheet found at: http://egov.oregon.gov/PUC/eFiling/eReports/efiling_report_cover_sheet.docx. Email both the report and cover sheet to PUC.FilingCenter@state.or.us by November 1st of the year preceding that for which the report is made.
3. Each section should be completed fully and accurately. Where the words "None" or "Not Applicable" truly and completely state the fact, they should be given as the answer.
4. Any additional statements or explanatory remarks should be included in the email as an attachment in Microsoft Word document format or text-searchable PDF.
5. Expenditures should be referenced by the applicable account number of the Uniform System of Accounts, adopted by the Commission, and to which the utility is subject.
6. All entries should be typewritten or made with permanent ink.
7. Report all amounts in whole dollars only, omit cents.

FULL NAME OF UTILITY Avion Water Co., Inc				
ADDRESS OF PRINCIPAL OFFICE 60813 Parrell Road		CITY Bend	STATE OR	ZIP CODE 97702
ADDRESS OF PRINCIPAL OFFICE IN OREGON (IF OTHER THAN ABOVE)		CITY	STATE	ZIP CODE
STATE OF INCORPORATION Oregon	DATE OF INCORPORATION Jan. 1, 1976	TYPE OF ORGANIZATION IF NOT INCORPORATED N/A		DATE ORGANIZED N/A
STATE THE CLASSES OF UTILITY AND OTHER SERVICES FURNISHED BY THE UTILITY IN EACH STATE IN WHICH THE UTILITY OPERATES N/A				

DIRECTORS AT DATE OF BUDGET			
NAME OF DIRECTOR	CITY AND STATE OF RESIDENCE	LENGTH OF TERM	TERM EXPIRES
Jan M. Wick	Bend, Oregon	Indefinite	N/A
Christine Wick	Bend, Oregon	Indefinite	N/A
Jason Wick	Bend, Oregon	Indefinite	N/A
Jordan Wick	Lake Oswego, Oregon	Indefinite	N/A
David Nelsen	Portland, Oregon	Indefinite	N/A

ANNUAL SALARY AND OTHER COMPENSATION OF OFFICERS AND RETIRED EXECUTIVES

INSTRUCTIONS: Complete the information requested for each active and retired Executive Officer. An Executive Officer's salary and other compensation paid by an affiliated company should also be shown. An Executive Officer directs or controls the policies and business of the utility or is entrusted or charged with administrative duties to carry those policies into effect. All proposed changes in position and salaries of Executive Officers from the previous Budget of Expenditures Report or supplemental budgets should be fully explained. Please report bonus information for the bonus earned the prior year but forecast to be paid in the budget year. Report whole dollars only.

NAME			TITLE			
Jan M. Wick			President			
NO.	DESCRIPTION OF COMPENSATION	PAID BY COMPANY	ACCOUNT #	PAID BY AFFILIATED CO.	NAME OF AFFILIATED CO.	
1	Annual Salary	\$154,500	603			
2	Amount Assigned to Oregon					
3	OTHER COMPENSATION	Medical and Dental Insurance	604			
4		Life and Disability Insurance	659			
5		Income Protection Insurance				
6		Discount on Utility Service				
7		Pension Plan	15,450	604		
8		Savings Plan				
9		Stock Purchase Plan				
10		Paid Parking				
11		Memberships				
12		Other Benefits				
13		Total Other Compensation				
14		Percent Assigned to Oregon				
15		Deferred Comb. In Salary				
16		Bonus Earned in Prior Year				
Jason J. Wick			Executive Vice President			
NO.		DESCRIPTION OF COMPENSATION	PAID BY COMPANY	ACCOUNT #	PAID BY AFFILIATED CO.	NAME OF AFFILIATED CO.
1	Annual Salary	\$122,679	603			
2	Amount Assigned to Oregon					
3	OTHER COMPENSATION	Medical and Dental Insurance	604			
4		Life and Disability Insurance				
5		Income Protection Insurance				
6		Discount on Utility Service				
7		Pension Plan	12,268	604		
8		Savings Plan				
9		Stock Purchase Plan				
10		Paid Parking				
11		Memberships				
12		Other Benefits	7,600	650		
13		Total Other Compensation				
14		Percent Assigned to Oregon				
15		Deferred Comb. In Salary				
16		Bonus Paid in Prior Year				
Richard C. Bailey			Secretary-Treasurer			
NO.		DESCRIPTION OF COMPENSATION	PAID BY COMPANY	ACCOUNT #	PAID BY AFFILIATED CO.	NAME OF AFFILIATED CO.
1	Annual Salary	\$87,524	603			
2	Amount Assigned to Oregon					
3	OTHER COMPENSATION	Medical and Dental Insurance	604			
4		Life and Disability Insurance				
5		Income Protection Insurance				
6		Discount on Utility Services				
7		Pension Plan	8,752	604		
8		Savings Plan				
9		Stock Purchase Plan				
10		Paid Parking				
11		Memberships				
12		Other Benefits	1,800	650		
13		Total Other Compensation				
14		Percent Assigned to Oregon				
15		Deferred Comb. In Salary				
16		Bonus Paid in Prior Year				

NAME David Nelsen			TITLE Director		
NO.	DESCRIPTION OF COMPENSATION	PAID BY COMPANY	ACCOUNT #	PAID BY AFFILIATED CO.	NAME OF AFFILIATED CO.
1	Annual Salary	\$40,562	603		
2	Amount Assigned to Oregon				
3	Medical and Dental Insurance	16,993	604		
4	Life and Disability Insurance				
5	Income Protection Insurance				
6	Discount on Utility Services				
7	Pension Plan	4,056	604		
8	Savings Plan				
9	Stock Purchase Plan				
10	Paid Parking				
11	Memberships				
12	Other Benefits				
13	Total Other Compensation				
14	Percent Assigned to Oregon				
15	Deferred Comb. In Salary				
16	Bonus Paid in Prior Year				

DONATIONS AND MEMBERSHIPS

INSTRUCTIONS: List all donations and membership expenditures proposed to be made by the utility during the coming year and the accounts to be charged. Give the name of each organization to whom a payment is to be made except that items less than \$1000 may be consolidated by category stating the number of organizations included. Group expenditures under headings such as:

1. Contributions to and memberships in charitable organizations
2. Organizations of the utility industry
3. Technical and professional organizations
4. Commercial and trade organizations
5. All other organizations and kinds of donations and contributions

List by type and group the accounts charged. Report whole dollars only. Provide a total for each group.

NAME OF ORGANIZATION, CITY AND STATE	ACCOUNT NUMBER	TOTAL AMOUNT	AMOUNT ASSIGNED TO OREGON
<u>Contributions to and memberships in charitable organizations:</u>			
None			
<u>Organizations of the utility industry</u>			
American Water Works Assoc. (AWWA)	675	\$ 339	
Oregon Assoc. of Water Utilities (OAWU)	675	850	
American Backflow Prevention Assoc.	675	<u>320</u>	
		\$1,509	
<u>Technical and professional organization</u>			
Nat'l Society of Engineers	675	\$210	
Oregon Society of CPAs	675	240	
American Inst. Of CPAs	675	<u>370</u>	
		\$820	
<u>Commercial and trade organizations</u>			
Bend Chamber of Commerce	675	\$395	
<u>All other organizations and kinds of donations and contributions</u>			
Mt. View High School, Bend, Oregon	426	\$100	
Bend Senior High School, Bend, Oregon	426	100	
Summit High School, Bend, Oregon	426	100	
Bend Rotary, Bend, Oregon	604	<u>375</u>	
		\$675	

EXPENDITURES FOR PENSIONS OR A TRUST TO PROVIDE PENSIONS

INSTRUCTIONS: List all proposed payments to persons or trusts to provide pensions for employees and officers. Show all administrative and actuarial costs for formal pension plan. Give a brief description of the plan and show charges for current service costs, past service costs, and future service costs. Report whole dollars only.

PENSION FUND PAYMENTS MADE TO	ACCOUNT NUMBER	TOTAL AMOUNT	AMOUNT ASSIGNED TO OREGON
<p>Employee individual SEP-IRA</p> <p>Accounts under Simplified employee pension (SEP) plan contributes to each employee's account based upon the uniform percentage of compensation method.</p>	604	\$150,000	

POLITICAL ADVERTISING

INSTRUCTIONS: List all proposed payments for advertising the purpose of which is to aid or defeat any measure before the people or to promote or prevent the enactment of any national, state, district, or municipal legislation. Give the specific purpose of such advertising, when and where to be placed, and the account or accounts to be charged. Report who dollars only.

N/A

POLITICAL CONTRIBUTIONS

INSTRUCTIONS: List all proposed payments or contributions to persons and organizations for the purpose of aiding or defeating any measure before the people or to promote or prevent the enactment of any national, state, district, or municipal legislation. The purpose of all contributions or payments should be clearly explained. Report whole dollars only.

N/A

EXPENDITURES AND MAJOR CONTRACTS FOR THE PURCHASE OR SALE OF EQUIPMENT

INSTRUCTIONS: List all proposed expenditures and major contracts for the purchase or sale of equipment. Give the name and address of the person or organization with whom it is proposed to have such dealings and the account or accounts charged. Describe fully the equipment to be purchased or sold. Do not report estimates of routine construction projects. Limit the report to major contracts and expenditures. Report whole dollars only.

NAME AND ADDRESS OF PERSON OR ORGANIZATION, DESCRIPTION OF EQUIPMENT	ACCOUNT NUMBER	TOTAL AMOUNT	AMOUNT ASSIGNED TO OREGON
Two (2) service trucks	341	\$70,000	
Computer work stations	347	12,000	

EXPENDITURES TO ANY PERSON OR ORGANIZATION HAVING AN AFFILIATED INTEREST FOR SERVICES, ETC.

INSTRUCTIONS: Report all proposed expenditures to any person or organization having an affiliated interest for service. Advice, auditing, association, sponsoring, engineering, managing, operating, financial, legal or other services. See Oregon Revised Statutes 757.015 and 759.010 for definition of "Affiliated Interest." Give reference if such proposed expenditures have in the past been approved by the Commission. Describe the services to be received and the account or accounts to be charged. Report whole dollars only.

NAME AND ADDRESS OF PERSON OR ORGANIZATION. DESCRIPTION OF SERVICES	ACCOUNT NUMBER	TOTAL AMOUNT	AMOUNT ASSIGNED TO OREGON
Jan and Christine Wick Loan guarantee fee	675	\$107,771	

CERTIFICATION

The foregoing report must be certified by an Officer of the reporting company.

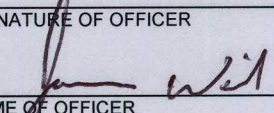
I certify that this Budget of Expenditures Report has been prepared under my direction, that I have carefully examined the report and declare it to be a complete and correct estimate of company expenditures for the coming year, to the best of my knowledge, information, and belief.

SIGNATURE OF OFFICER	DATE
NAME OF OFFICER	DATE

CERTIFICATION

The foregoing report must be certified by an Officer of the reporting company.

I certify that this Budget of Expenditures Report has been prepared under my direction, that I have carefully examined the report and declare it to be a complete and correct estimate of company expenditures for the coming year, to the best of my knowledge, information, and belief.

SIGNATURE OF OFFICER	DATE
	10/18/11
NAME OF OFFICER	DATE
Jason Wick	10/18/11

ZELAYA Michelle

From: Rick Bailey [rick@avionwater.com]
Sent: Tuesday, December 20, 2011 9:05 AM
To: ZELAYA Michelle; Jan Wick; Jason Wick
Subject: RE: Confidential Designation

Good morning Ms. Zelaya,

The confidential designation was an error on the report. There is NO confidential information contained in the Budget of Expenditures Report for the Year 2012. My apologies for the error and confusion.

Thank you,

Rick Bailey

From: ZELAYA Michelle [<mailto:michelle.zelaya@state.or.us>]
Sent: Monday, December 19, 2011 4:44 PM
To: Rick Bailey; Jan Wick; Jason Wick
Subject: FW: Confidential Designation

Dear Mr. Bailey, Jan Wick and Jason Wick,

We received your Budget of Expenditures Report for the Year 2012 with a confidential designation in the cover sheet. Although the filing was accepted I have not yet posted the filing to our website due to your confidential designation. Please advise if this was an error or if this report is in fact confidential. Please see email correspondence with the staff's attorney below.

Thank you in advance for your time and attention to this matter.

Michelle Zelaya
Legal Secretary
Administrative Hearings Division
Public Utility Commission of Oregon
tel: (503) 378-6607
michelle.zelaya@state.or.us

From: Jones Jason W [<mailto:jason.w.jones@state.or.us>]
Sent: Monday, December 19, 2011 2:07 PM
To: JONES Jason W; ZELAYA Michelle
Cc: DOUGHERTY Michael; GRANT Michael
Subject: RE: Confidential Designation

It appears to me that Avion made a mistake in filing this electronically and checking the box that it is confidential. If possible with your procedures, I would contact the Company and ask them what their intent

was. If it was to claim confidentiality, they would need to file a replacement Budget consistent with the OAR. If they do not want to file a replacement, I would tell them it will be posted on the website and then do so.

Let me know if you would like me to call them or if this wouldn't work for AHD. Thanks.

From: ZELAYA Michelle [<mailto:michelle.zelaya@state.or.us>]
Sent: Monday, December 19, 2011 1:54 PM
To: JONES Jason W
Cc: DOUGHERTY Michael; GRANT Michael
Subject: Confidential Designation

Jason,

Michael Dougherty referred me to you with this inquiry.

Avion Water Co. Inc. electronically filed a report entitled: Budget of Expenditures Report for the Year 2012. On their report cover sheet they checked the "yes" box that the report contains confidential information. (Please see the cover sheet and report attached.) Normally if a report is confidential it is not sent electronically, but submitted as directed by OAR 860-001-0070 or by the terms of a protective order. In this case, a protective order does not exist.

My question is: Is this information actually confidential and should not be posted on our website; or may I post this report on our website?

Thank you in advance for your time and attention to this matter.

<<RW1 Avion's Report.pdf>>

Michelle Zelaya

Legal Secretary

Administrative Hearings Division

Public Utility Commission of Oregon

tel: (503) 378-6607

michelle.zelaya@state.or.us

*****CONFIDENTIALITY NOTICE*****

This e-mail may contain information that is privileged, confidential, or otherwise exempt from disclosure under applicable law. If you are not the addressee or it appears from the context or otherwise that you have received this e-mail in error, please advise me immediately by reply e-mail, keep the contents confidential, and immediately delete the message and any attachments from your system.
