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REPORT NAME: 2011 Annual Report C

COMPANY NAME: Government Camp Water Co. INc.

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

Report is required by: [X]OAR ORS 757.125 & ORS 757.135

[ ]Statute Enter Statute

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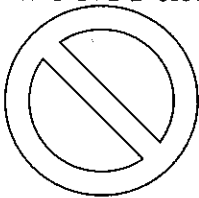
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Is this report associated with a specific docket/case? [X]No [ ]Yes

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- Annual Fee Statement form and payment remittance or
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• Any other Telecommunications Reporting or
• Any daily safety or safety incident reports or
• Accident reports required by ORS 654.715

Please file the above reports according to their individual instructions.

FOR THE YEAR ENDING DECEMBER 31, 2011

# **RESULTS OF OPERATIONS**

FOR WATER UTILITIES REPORTING GROSS REVENUES OF  
UP TO \$199,999

ANNUAL REPORT FORM C

## **Government Camp Water Co. Inc**

PO Box 67 Govt. Camp OR 97028

503-272-3281 or 503-260-1342

OREGON PUBLIC UTILITY COMMISSION  
PO BOX 2148  
SALEM OR 97308-2148

**Government Camp Water Co. Inc**  
**FOR THE YEAR ENDING DECEMBER 31, 2011**

1. Provide the following information for the contact person regarding this report.

Name: Lesli Bekins  
Address: 2220 SE Sparrow St Milwaukie OR 97222  
Telephone: 503-260-1342  
Email Address: [lbekins@comcast.net](mailto:lbekins@comcast.net)  
Fax Number: 503-495-4927

2. List below the address where the utility's books and records are located:

Name: Maryanne Hill  
Address: 30294 E Blossom Trail PO Box 67 Govt Camp OR 97028  
Telephone: 503-272-3281  
Email Address:  
Fax Number: 503-495-4927

3. List below any audit group reviewing records and operations:

Name: Sheila Winchell CPA  
Address: 6500 SW 90th Portland, OR  
Telephone: 503-292-6500  
Email Address: [cpawinchell@comcast.net](mailto:cpawinchell@comcast.net)  
Fax Number:

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

5. List the names, titles, addresses, and telephone numbers of all Company officers and directors:

NAME	TITLE	ADDRESS	PHONE #	E MAIL
Maryanne Hill	President/Ownr	PO Box 67 Govt. Camp OR	503-272-3281	mobile 503-260-7142
Lesli Ann Bekins	Secretary	2220 SE Sparrow St PDX	503-260-1342	<a href="mailto:lbekins@comcast.net">lbekins@comcast.net</a>
Andy Tagliafico	Operator	PO Box 522 Govt. Camp OR	503-706-6221	<a href="mailto:tagliafico9@centurytel.net">tagliafico9@centurytel.net</a>

6. List legal counsel, accountants, and others not on general payroll:

NAME	TITLE	ADDRESS	PHONE #	E MAIL
Sheila Winchell	CPA	6500 SW 90th Portland, OR	503-292-6500	<a href="mailto:cpawinchell@comcast.net">cpawinchell@comcast.net</a>
Wyatt Rolfe	Legal counsel	1915 NE Cesar Chavez Blvd PDX	503-281-4100	<a href="mailto:wrolfe@water-law.com">wrolfe@water-law.com</a>

**Government Camp Water Co. Inc**  
**FOR THE YEAR ENDING DECEMBER 31, 2**

## **COMPANY PROFILE**

Provide a brief narrative that covers the following areas:

- a. Brief company history
- b. Public services rendered
- c. Major goals and objectives
- d. Major operating divisions and functions
- e. Current and projected growth patterns
- f. Major transactions having a material effect on operations

A. In 1961 the company was purchased by Maryanne Hill from her step mother. The company was owned by Maryanne's father Charles L. Hill, who purchased it from the Meldrum Flume Company.

B. The company serves the alpine village of Govt. Camp its potable water.

C. Goals are to provide customers with the best tasting water in the state.

D. Government Camp Water Co. Inc. is small with no separate divisions. The company's function is to provide potable water to the community.

E. The company has a master plan for growth should the economy recover some day. There are no current plans for major growth in the community in the next year.

F. In 2011 the company went through a rate case with the PUC. Professional fees and labor costs were higher than normal. All costs associated with the rate case are contained in the Rate Case Amortization account 666 which spreads these costs over a 5 year period.

**Government Camp Water Co. Inc**  
**FOR THE YEAR ENDING DECEMBER 31, 2011**

<b>ACCOUNTING METHOD: ACCRUAL -CASH</b> (please circle or bold one accounting method)		
<b>ORGANIZATION</b>		
Government Camp Water Co. Inc.		30294 E Blossom Trail PO Box 67
Government Camp	STATE OR	ZIP 97028 TELEPHONE NUMBER 503-272-3281
TYPE OF ORGANIZATION		
<u>CORPORATION</u>		
<u>PRIVATE OWNED</u>		
<b>INSTRUCTIONS:</b> IF THE COMPANY IS A SOLE PROPRIETORSHIP OR PARTNERSHIP, COMPLETE PART A AND GIVE THE NAMES AND ADDRESSES OF ALL PERSONS HAVING ANY INTEREST OR EQUITY IN THE BUSINESS AND THE AMOUNT OF SUCH EQUITY. IF THE COMPANY IS A CORPORATION, COMPLETE PART B AND GIVE THE NAMES AND ADDRESSES OF THE THREE LARGEST STOCKHOLDERS AND ALL OFFICERS AND DIRECTORS. STATE THE NUMBER OF SHARES HELD BY EACH.		
<b>PART A: SOLE PROPRIETORSHIP OR PARTNERSHIP</b>		
1	NAME OF OWNER OR PARTNER	ADDRESS, CITY, STATE, ZIP CODE
	PERCENT INTEREST OR EQUITY 100%	PRINCIPAL DUTY IF EMPLOYED BY COMPANY - President
2	NAME OF OWNER OR PARTNER	ADDRESS, CITY, STATE, ZIP CODE
	PERCENT INTEREST OR EQUITY	PRINCIPAL DUTY IF EMPLOYED BY COMPANY
3	NAME OF OWNER OR PARTNER	ADDRESS, CITY, STATE, ZIP CODE
	PERCENT INTEREST OR EQUITY	PRINCIPAL DUTY IF EMPLOYED BY COMPANY
4	NAME OF OWNER OR PARTNER	ADDRESS, CITY, STATE, ZIP CODE
	PERCENT INTEREST OR EQUITY	PRINCIPAL DUTY IF EMPLOYED BY COMPANY
<b>PART B: CORPORATION</b>		
1	NAME OF STOCKHOLDER, DIRECTOR, OFFICER - Maryanne Hill	ADDRESS, CITY, STATE, ZIP CODE PO Box 67 Govt. Camp OR 97028
	NUMBER OF SHARES OWNED: 100%	TITLE President
2	NAME OF STOCKHOLDER, DIRECTOR, OFFICER Lesli Ann Bekins	ADDRESS, CITY, STATE, ZIP CODE - 2220 SE Sparrow St. Milwaukie OR 97222
	NUMBER OF SHARES OWNED: 0	TITLE Secretary
3	NAME OF STOCKHOLDER, DIRECTOR, OFFICER	ADDRESS, CITY, STATE, ZIP CODE
	NUMBER OF SHARES OWNED:	TITLE
4	NAME OF STOCKHOLDER, DIRECTOR, OFFICER	ADDRESS, CITY, STATE, ZIP CODE
	NUMBER OF SHARES OWNED:	TITLE
<b>NUMBER OF SHARES OUTSTANDING AT THE END OF YEAR</b>		
PAR OR STATED VALUE PER SHARE		COMMON STOCK \$ - \$ -
DIVIDENDS PER SHARE DECLARED DURING THE YEAR		PREFERRED STOCK \$ - \$ -



Government Camp Water Co. Inc  
FOR THE YEAR ENDING DECEMBER 31, 2011

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SCHEDULE 1						
ANNUAL WATER OPERATING REVENUE (WATER SALES ONLY)						
(include all revenue received from the sale of water, including base and usage rates revenue)						
	Account	Account Name ( Water Sales Only)	Customer Count		Amount of Water Sold Indicate cubic feet (cf) or gallons (g)	Revenues
			Year Beginning	Year Ending		
		<b>Flat Rate Customers</b>				
1	460	Flat Rate Residential Revenues (separated)	226	219		\$ 70,419.27
2	460	Flat Rate Other Revenues (separated)	107	95		\$ 31,027.07
3		<b>Metered Customers</b>				
4	461.1	Metered Sales - Residential Customers	19	31	20,519	\$ 2,109.76
5	461.2	Metered Sales - Commercial Customers	247	287	1,745,686	\$ 38,855.81
6	461.3	Metered Sales - Industrial Customers				\$ -
7	461.4	Metered Sales - Public Authorities				\$ -
8	461.5	Metered Sales - Multiple Family Units				\$ -
9	461.6	Metered Sales - Multiple Commercial Units				\$ -
10	465.1	Sales to Irrigation Customers				\$ 2,881.29
11	465.2	Sales to Golf Courses - Irrigation				\$ -
12		<b>TOTAL</b> (add lines 1,2,4,5,6,7,8,9,10,11)	599	632	1,766,205	\$ 145,293.20
13		<b>Fire Protection</b>				
14	462.1	Public Fire Protection				
15	462.2	Private Fire Protection				
16		<b>TOTAL FIRE PROTECTION</b> (add lines 14, 15)	0	0	0	\$ -
17		<b>Other Customers</b>				
18	464	Special Contracts to Public Authorities				
19	466	Sales for Resale				
20	467	Sales to Recreational Use				
21	468	Special Contracts - Other				
22		<b>TOTAL OTHER CUSTOMERS</b> (Add lines 18, 19, 20 & 21 above)	0	0	0	\$ -
23		<b>TOTALS (Add lines 12, 16 &amp; 22 above)</b>	599	632	1,766,205	\$ 145,293.20

Jan-Aug 31 metered customers got 700cf/mo at no charge. Sept 1-Dec 31 metered rate changed to \$1.12/100 CF

Government Camp Water Co. Inc  
FOR THE YEAR ENDING DECEMBER 31, 2011

AVERAGE MONTHLY BILL AND CONSUMPTION PER CUSTOMER				
1	<b>FLAT RATE CUSTOMERS</b>	* CUSTOMER AVERAGE MONTHLY CONSUMPTION (Annual consumption divided by number of customers divided by 4 months)		AVERAGE CUSTOMER MONTHLY BILL (Revenue/No. of customers/12)
2	Residential Flat - Master Meter		Circle (or Bold) One: CFor gals	
3	<b>METERED CUSTOMERS</b>	* CUSTOMER AVERAGE MONTHLY CONSUMPTION (Annual consumption divided by number of customers divided by 4 months)		AVERAGE CUSTOMER MONTHLY BILL (Revenue/No. of customers/12)
4	Metered Sales - Residential Customers	5,129	Circle (or Bold) One: CFor gals	\$ 16.20
5	Metered Sales - Commercial Customers	425,734	Circle (or Bold) One: CFor gals	\$ 17.26
6	Metered Sales - Industrial Customers		Circle (or Bold) One: cf or gals	\$ -
7	Metered Sales - Public Authorities		Circle (or Bold) One: cf or gals	\$ -
8	Metered Sales - Multiple Family Units		Circle (or Bold) One: cf or gals	\$ -
9	Sales to Irrigation Customers		Circle (or Bold) One: cf or gals	\$ -
10	Sales to Metered Hydrant Sls/Snow Mkg	16,195	Circle (or Bold) One: cf or gals	\$ 175.06
11	Special Contracts to Public Authorities		Circle (or Bold) One: cf or gals	\$ -
12	Sales for Resale		Circle (or Bold) One: cf or gals	\$ -
13	Special Contracts - Recreational		Circle (or Bold) One: cf or gals	\$ -
14	Special Contracts - Other		Circle (or Bold) One: cf or gals	\$ -

SCHEDULE 2 - REVENUE OTHER THAN WATER SALES (IF ANY)				
15	470	Forfeited discounts		\$ -
16	471	Miscellaneous service revenues		\$ 4,185.59
17	472	Rents from water property		\$ -
18	473	Interdepartmental rents		\$ -
19	475	Cross Connection sales & services revenues		\$ -
20		Other		\$ -
21		<b>TOTAL OTHER REVENUE</b>		\$ 4,185.59

SCHEDULE 3 - TAXES - Federal, State & Utility Property			
22	TO WHOM PAID	KIND OF TAX	AMOUNT
23	FEDERAL GOVERNMENT	INCOME TAX	\$0.00
24	STATE GOVERNMENT	INCOME TAX	\$0.00
25	CITY	FRANCHISE FEE	\$0.00
26	COUNTY	PROPERTY TAX	\$8,063.92
27	DEFERRED TAXES	DEFERRED TAX	\$0.00
28	OTHER - SPECIFY	State of Oregon Tax	\$160.00
29		<b>TOTAL</b>	\$ 8,223.92

1. Consumption rate changed fm 700 cf/mo free to \$1.12/100 cf on Sept. 1 (rate case)
2. Customer reclassification changes Sept 1 (rate case) 3. Line 10 is collection for current past years
3. Note \* Above



Government Camp Water Co. Inc  
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<b>SCHEDULE 4 - CONTRIBUTIONS IN AID OF CONSTRUCTION (CIAC) OR DONATED</b>							
#	CLASSES OF FIXED DONATED OR CIAC CAPITAL (Please specify)	BALANCE AT BEGINNING OF YEAR (1)	ADDITIONS DURING YEAR (2)	RETIRED DURING YEAR (3)	BALANCE AT END OF YEAR (4)	SERVICE LIFE (5)	ANNUAL DEPRECIATION EXPENSES (6)
1					\$ -		
2					\$ -		
3					\$ -		
4					\$ -		
5					\$ -		
6					\$ -		
7					\$ -		
8					\$ -		
9					\$ -		
10	TOTAL CIAC UTILITY PLANT (Total of Lines 1-9)	\$ -	\$ -	\$ -	\$ -		\$ -
11	Less CIAC Accumulated Depreciation						
12	NET CIAC UTILITY PLANT	\$ -	\$ -	\$ -	\$ -		\$ -

<b>SCHEDULE 5 - CIAC DEPRECIATION RESERVE OR ACCUMULATED</b>		
#	ITEMS	AMOUNT
13	ACCUMULATED CIAC DEPRECIATION BALANCE IN RESERVE AT BEGINNING OF YEAR (Schedule 4, line 11, Column 1)	\$ -
14	<b>ADD:</b> CIAC DEPRECIATION EXPENSE ACCRUAL (Schedule 4, line 10, Column 6)	\$ -
15	CIAC UTILITY PLANT SALVAGE	
16	CIAC OTHER (SPECIFY)	
17	<b>MINUS</b> BOOK COST OF CIAC UTILITY PLANT RETIRED	
18	COST OF REMOVING RETIRED CIAC PLANT	
19	OTHER (SPECIFY)	
20	ACCUMULATED DEPRECIATION CIAC BALANCE IN RESERVE AT END OF YEAR	\$ -

EXPLANATION OF UNUSUAL CHANGES IN CIAC DEPRECIATION RESERVE:

Government Camp Water Co. Inc  
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SCHEDULE 6 - UTILITY PLANT AND DEPRECIATION DETAILS							
	CLASSES OF FIXED CAPITAL	TOTAL UTILITY PLANT IN SERVICE (1)	ADDED DURING YEAR (2)	RETIRED DURING YEAR (3)	END OF YEAR BALANCE (4)	SERVICE LIFE (5)	ANNUAL DEPRECIATION EXPENSE (6)
1	INTANGIBLE CAPITAL	\$ -			\$ -		
2	SOURCE OF SUPPLY LAND	\$ -			\$ -		
3	WATER RIGHTS, EASEMENTS	\$ -			\$ -		
4	OTHER LAND	\$ -			\$ -		
5	WATER SUPPLY STRUCTURES (INC WELLS)	\$ 15,038.00			\$ 15,038.00	35	\$ 418.00
6	OTHER STRUCTURES	\$ -			\$ -		\$ -
7	PUMPING EQUIP	\$ -			\$ -		\$ -
8	PURIFICATION SYSTEM	\$ 582.00		\$ 582.00	\$ -	20	\$ -
9	RESERVOIRS & STANDPIPES	\$ 344,858.00			\$ 344,858.00	50	\$ 6,893.00
10	WATER MAINS & CANALS	\$ 346,907.00			\$ 346,907.00	50	\$ 4,585.00
11	SERVICES	\$ 56,956.00			\$ 56,956.00	30	\$ 1,676.00
12	CONSUMERS' METERS	\$ 28,157.00	\$ 4,125.52		\$ 32,282.52	20	\$ 3,161.00
13	HYDRANTS	\$ 11,050.00			\$ 11,050.00	40	\$ 248.00
14	TRANSPORTATION EQUIP	\$ 12,021.00			\$ 12,021.00	20	\$ 1,370.00
15	OFFICE FURNITURE	\$ 2,850.00			\$ 2,850.00	20	\$ 34.00
16	TOOLS & SHOP EQUIP	\$ 7,347.00			\$ 7,347.00	15	\$ 490.00
17	ELECTRONIC EQUIP	\$ 1,246.00			\$ 1,246.00	20	\$ 62.00
18	COMMUNICATION EQUIP	\$ -			\$ -		\$ -
19	GENERAL EQUIP	\$ 174.00		\$ 174.00	\$ -	10	\$ -
20	OTHER PLANT (SPECIFY)	\$ 25,515.00			\$ 25,515.00	30/10	\$ 591.00
21	UNDISTRIBUTED FIXED CAPITAL				\$ -		
22	PLANT ACQUISITION ADJUSTMENTS				\$ -		
23	<b>TOTAL PLANT IN SERVICE (Add Lines 1 - 23)</b>	\$ 852,701.00	\$ 4,125.52	\$ 756.00	\$ 856,070.52		\$ 19,528.00
24	UTILITY PLANT LEASED TO OTHERS						
25	ALL OTHER UTILITY PLANT INCREASE ADJUSTMENTS						
26	<b>TOTAL PLANT (Add lines 23, 24, 25 above)</b>	\$ 852,701.00	\$ 4,125.52	\$ 756.00	\$ 856,070.52		
EXPLANATION OF UNUSUAL CHANGES IN UTILITY PLANT DURING THE YEAR:							

Government Camp Water Co. Inc  
FOR THE YEAR ENDING DECEMBER 31, 2011

<b>SCHEDULE 7 - DEPRECIATION RESERVE OR ACCUMULATED DEPRECIATION</b>		
<b>#</b>	<b>ITEMS</b>	<b>AMOUNT</b>
1	ACCUMULATED BALANCE IN RESERVE AT BEGINNING OF YEAR	\$ 331,702.00
2	ADD : DEPRECIATION EXPENSE	\$ 19,528.00
3	AMORTIZATION EXPENSE	
4	UTILITY PLANT SALVAGE	
5	OTHER (SPECIFY)	
6	MINUS: BOOK COST OF UTILITY PLANT RETIRED	
7	COST OF REMOVING RETIRED PLANT	
8	OTHER (SPECIFY)	
9	ACCUMULATED BALANCE IN RESERVE AT END OF YEAR	\$ 351,230.00
EXPLANATION OF UNUSUAL CHANGES IN DEPRECIATION RESERVE:		

Government Camp Water Co. Inc  
FOR THE YEAR ENDING DECEMBER 31, 2011

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<b>DETAILED CALCULATION OF ACHIEVED RATE OF RETURN WORKSHEET</b>				
<b>Revenues</b>				
	<b>REVENUES AND EXPENSES (whole \$'s only)</b>			<b>AMOUNT (List each expense separately)</b>
<b>#</b>	<b>ACCT</b>		<b>SHOULD BE THE SAME AS OR EMBEDDED IN:</b>	
		TOTAL WATER SALES ONLY REVENUE	Pg 3, Line 23	\$ 145,293.20
<b>WATER UTILITY EXPENSE DETAIL (separate costs by account)</b>				
1	601	Employee salaries and wages	Pg 10, Line 21	\$ -
2	603	Officer salaries & wages	Pg 10, Line 21	\$ -
3	604	Employee pension & benefit	Pg 10, Line 21	\$ -
4	610	Purchased water	Pg 10, Line 12	\$ -
5	611	Telephone & communications	Pg 10, Line 22	\$ 1,118.83
6	615	Power purchased	Pg 10, Line 13	\$ 151.06
7	616	Fuel for power production	Pg 10, Line 22	\$ -
8	617	Other Utilities (garbage, natural gas)	Pg 10, Line 22	\$ -
9	618/ 635	Chemicals/testing & contract test services	Pg 10, Line 14	\$ 1,010.00
10	619	Offices supplies (619.1 postage)	Pg 10, Line 15	\$ 1,068.80
11	620	Materials & supplies (operation & maint)	Pg 10, Line 16	\$ 2,619.17
12	621	Repairs of water plant	Pg 10, Line 17	\$ 474.91
13	631	Contract services – Engineering	Pg 10, Line 18	\$ 1,775.00
14	632	Contract services – Accounting	Pg 10, Line 18	\$ 4,440.76
15	633	Contract services – Legal	Pg 10, Line 18	
16	634	Contract services – Management	Pg 10, Line 18	\$ 45,000.00
17	636	Contract services – Labor	Pg 10, Line 18	\$ 6,578.93
18	637	Contract services – Billing/Collection	Pg 10, Line 18	\$ 4,252.50
19	638	Contract services – Meter Reading	Pg 10, Line 18	\$ 782.00
20	639	Contract services – Other	Pg 10, Line 18	\$ 7,661.25
21	641/ 642	Rental-building (real property) & equipment	Pg 10, Line 19	\$ 1,000.00
22	643	Small tools	Pg 10, Line 22	\$ -
23	648	Computer/electronic expense	Pg 10, Line 22	\$ -
24	650/ 656	Transportation expenses & vehicle insurance	Pg 10, Line 20	\$ 6,373.38
25	657	Insurance - general liability	Pg 10, Line 22	\$ 1,507.00
26	658	Insurance -- worker's compensation	Pg 10, Line 22	\$ -
27	659	Insurance - other	Pg 10, Line 22	\$ 672.00
28	660	Public relations/advertising expense	Pg 10, Line 22	\$ 96.82
29	666	Amortization of rate case expense	Pg 10, Line 22	\$ 9,793.03
30	667	PUC Gross Revenue Fee	Pg 10, Line 22	\$ 374.77
31	668	Water resource conservation expense	Pg 10, Line 22	\$ -
32	670	Bad debt expense	Pg 10, Line 29	\$ -
33	671.1	Cross connection control program expense	Pg 10, Line 22	\$ -
34	671.2	Cross connection testing & maint services	Pg 10, Line 22	\$ -
35	672	Other Utilities (garbage, natural gas)	Pg 10, Line 22	\$ -
36	673	Training & certification expense	Pg 10, Line 22	\$ -
37	674	Consumer confidence report expense	Pg 10, Line 22	\$ 363.99
38	675	Miscellaneous expense	Pg 10, Line 22	\$ 2,469.16
39	401	<b>TOTAL OPERATING EXPENSE</b>		<b>\$ 99,583.36</b>

Government Camp Water Co. Inc  
FOR THE YEAR ENDING DECEMBER 31, 2011

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CALCULATION OF ACHIEVED RATE OF RETURN WORKSHEET - CONTINUED				
OTHER DEDUCTIONS				
40	403	Depreciation expense	Pg 10, Line 24	\$ 19,528.00
41	407	Amortization expense	Pg 10, Line 25	\$ -
42	408	Taxes other than income expenses(1)	Pg 10, Line 26	\$ 8,223.92
43	409	Income Taxes (add state & federal taxes together)(1)	Pg 10, Line 27	\$ -
44	410	Provision for Deferred Income Taxes (add state & federal taxes together)(1)	Pg 10, Line 28	
45	411	Provision for Deferred Income Taxes - Credit (add state & federal taxes together)(1)	Pg 10, Line 28	
46		Total Deductions (pg 8, line 39 plus Lines 40 through 45)	Pg 10, Line 30	\$ 127,335.28
47		UTILITY OPERATING INCOME (Revenue pg 3, line 23, minus Deductions line 46 above)	Pg 11, Line 31	\$ 17,957.92
UTILITY PLANT				
48	101	Utility plant in service (NO CIAC)	Schedule 6, Line 26 Column 4	\$ 856,070.52
49	108/ 110	Minus accumulated depreciation and/or amortization	Schedule 7, Line 9	\$ 351,230.00
50	252	Minus advances for construction	Pg 12, Line 26, Column 2	
51		<b>Subtotal</b>		\$ 504,840.52
52	105	Add construction work in progress (CWIP)(2)		\$ 42,355.04
53	103	Add plant held for future use		
54	151	Add inventory - materials & supplies	Pg 12, Line 11, Column 2	\$ 10,991.57
55		<b>Subtotal</b>		
56	114	Add acquisition adjustments (2)	Schedule 6, Line 23, Column 2	\$ -
57	115	Minus accumulated amortization of acquisition adj. (2)		
58	190	Minus accumulated deferred income tax		
59				
60		<b>TOTAL RATE BASE</b> (Utility plant in service +/- adjustments)		\$ 504,840.52
61	400	UTILITY OPERATING INCOME	Line 47 Above (should match Income Statement, Pg 10, line 30, Column 2)	\$ 17,957.92
62		<b>ACHIEVED RATE OF RETURN</b> (percentage) (Line 47 divided by line 60)		3.56%

(1) Estimated if not known. (2) Include only those acquisition adjustments that have been approved by the Commission

Government Camp Water Co. Inc  
FOR THE YEAR ENDING DECEMBER 31, 2011

<b>INCOME STATEMENT</b>			
#	OPERATING REVENUES	PREVIOUS YEAR (1)	YEAR REPORTED (2)
1	FLAT RATE (UNMETERED) RESIDENTIAL WATER REVENUE (ACCT 460, Pg 3, Line 1)	\$ 54,301.00	\$ 70,419.27
2	FLAT RATE (UNMETERED) OTHER THAN RESIDENTIAL SALES (ACCT 460 Pg 3, Line 2)	\$ 26,062.30	\$ 31,027.07
3	RESIDENTIAL ( METERED) WATER SALES (ACCT 461.1, Pg 3, Line 4)	\$ 3,402.00	\$ 2,109.76
4	COMMERCIAL/INDUSTRIAL (METERED) WATER SALES (ACCT 461.2 & 461.3, Pg 3, Lines 5 & 6)	\$ 61,970.95	\$ 38,855.81
5	METERED SALES TO PUBLIC AUTHORITIES (ACCT 461.4, Pg 3, Line 7)	\$ -	\$ -
6	MULTIPLE FAMILY & COMMERCIAL UNITS (METERED) WATER SALES (ACCT 461.5 & 461.6, Pg 3, Lines 8 & 9)	\$ -	\$ -
7	FIRE PROTECTION (PUBLIC & PRIVATE) (ACCT 462.1 & 462.2, Pg 3, Line 16)	\$ -	\$ -
8	IRRIGATION WATER SALES INC GOLF COURSES (ACCT 465.1 & 465.2, Pg 3, Lines 10 & 11)	\$ 294.20	\$ 2,881.29
9	OTHER WATER SALES (ACCT's 464, 466, 467 & 468, Pg 3, Line 22, sales for resale, other public authorities, or other)		\$ -
10	<b>TOTAL OPERATING REVENUES (Add lines 1 - 9)</b>	<b>\$ 146,030.45</b>	<b>\$ 145,293.20</b>
11	<b>OPERATING EXPENSES AND DEDUCTIONS</b>		
12	PURCHASED WATER (ACCT 610, Pg 8, Line 4)	\$ -	\$ -
13	POWER EXPENSE (ACCT 615, Pg 8, Line 6)	\$ 149.68	\$ 151.06
14	TREATMENT, PURIFICATION, TESTING EXPENSE (ACCTS 618 & 635, Pg 8, Line 9)	\$ 2,105.00	\$ 1,010.00
15	OFFICE EXPENSE, Including POSTAGE) (ACCT 619, Pg 8, Line 10)	\$ 348.98	\$ 1,068.80
16	O & M - MATERIAL & SUPPLIES EXPENSE (ACCT 620, Pg 8, Line 11)	\$ 2,155.24	\$ 2,619.17
17	REPAIRS TO PLANT (ACCT 621, Pg 8, Line 12)	\$ -	\$ 474.91
18	CONTRACT SERVICES (Engineering, accounting, legal, management, labor, meter reading, billing/collection) (ACCTS 631- 634 & 636- 639, Pg 8, Lines 13 to 20)	\$ 68,840.25	\$ 70,490.44
19	RENTAL OF BUILDING OR EQUIPMENT (ACCTS 641 & 642, Pg 8, Line 21)	\$ 1,000.00	\$ 1,000.00
20	TRANSPORTATION EXPENSES (ACCTS 650 & 656, Pg 8, Line 24)	\$ 3,032.67	\$ 6,373.38
21	SALARIES, WAGES, & BENEFITS - EMPLOYEES & OFFICERS (ACCT 601, 603 & 604, Pg 8, Lines 1, 2 & 3)	\$ -	\$ -
22	TOTAL - REMAINING EXPENSES (found on Pg. 8) Line/Acct # : Line 5( 611), 7(616), 8(617), 22(643), 23(648), 25(657), 26(658), 27(659), 28(660), 29(666), 30(667), 31(668), 33(671.1), 34(671.2), 35(672), 36(673), 37(674), 38(675)	\$ 9,131.97	\$ 16,395.60
23	<b>TOTAL OPERATING &amp; MAINTENANCE EXPENSE (Add lines 12-22)</b>	<b>\$ 86,763.79</b>	<b>\$ 99,583.36</b>
24	DEPRECIATION EXPENSE (ACCT 403, Pg 9, Line 40)	\$ 19,733.00	\$ 19,528.00
25	AMORTIZATION EXPENSE (ACCT 407, Pg 9, Line 41)		\$ -
26	NON-INCOME TAXES (ACCT 408, Pg 9, Line 42)	\$ 6,976.00	\$ 8,223.92
27	INCOME TAXES (ACCT 409, Pg 9, Line 43)		\$ -
28	DEFERRED INCOME TAX (ACCT 410 & 411, Pg 9, Lines 44 & 45)		\$ -
29	UNCOLLECTIBLE OPERATING REVENUE (BAD DEBT EXP) (ACCT 670, pg 8, line 32)		\$ -

30	<b>TOTAL REVENUE DEDUCTIONS</b> (Should equal pg 9, line 46) Add lines 23-29 above	\$ 113,472.79	\$ 127,335.28
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**Government Camp Water Co. Inc**  
**FOR THE YEAR ENDING DECEMBER 31, 2011**

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31	OPERATING INCOME (Should equal Pg 9, Line 47) Line 10 (Revenues) minus line 30 (Revenue Deductions) above	\$ 32,557.66	\$ 17,957.92
32	INCOME OTHER THAN WATER SALES (TOTAL OTHER REVENUE, Pg 4, Line 21)	\$ 2,772.34	\$ 4,185.59
33	INTEREST CHARGES PAID (ACCT 427)	\$ 17,545.56	\$ 16,170.45
34	ALLOWANCE FOR FUNDS USED DURING CONSTRUCTION		
35	OTHER INCOME DEDUCTIONS		
36	<b>NET INCOME</b> Add Lines 31 & 32 minus Lines 33 - 35 above	\$ 17,784.44	\$ 5,973.06

**STATEMENT OF RETAINED EARNINGS**

DIVIDENDS SHOULD BE SHOWN FOR EACH CLASS AND SERIES OF CAPITAL STOCK SHOW AMOUNTS OF DIVIDENDS PER SHARE. SHOW SEPARATELY THE STATE AND FEDERAL INCOME TAX EFFECT OF ITEMS SHOWN IN ACCOUNT 439.

1	ACCT NO.	ACCOUNT NAME	AMOUNT
2	215	UNAPPROPRIATED RETAINED EARNINGS (Balance at the beginning of year)	\$ 17,905.37
3		CREDITS:	
4		DEBITS:	
5	435	BALANCE TRANSFER FROM INCOME (Net Income)	\$ 5,973.06
6	436	APPROPRIATIONS OF RETAINED EARNINGS	
7		<b>SUBTOTAL (Add lines 2, 3 &amp; 5 Subtract lines 4 &amp; 6)</b>	<b>\$ 23,878.43</b>
8		DIVIDENDS DECLARED:	
9	437	PREFERRED STOCK DIVIDENDS DECLARED	
10	438	COMMON STOCK DIVIDENDS DECLARED	
11	439	CHANGES TO ACCOUNT: ADJUSTMENTS TO RETAINED EARNINGS	
12		<b>TOTAL DIVIDENDS DECLARED (Add lines 8-11)</b>	<b>\$ -</b>
13		<b>BALANCE AT END OF YEAR (Line 7 minus Line 12)</b>	<b>\$ 23,878.43</b>

14	214	APPROPRIATED RETAINED EARNINGS STATE BALANCE & PURPOSE OF EACH APPROPRIATED AMOUNT AT YEAR END	AMOUNT
15			
16			
18			
19			
21			
22		<b>TOTAL APPROPRIATED RETAINED EARNINGS</b>	<b>\$ -</b>

Government Camp Water Co. Inc  
FOR THE YEAR ENDING DECEMBER 31, 2011

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<b>BALANCE SHEET</b>			
#	ASSETS & OTHER DEBITS	BALANCE AT BEGINNING OF YEAR (Col 1)	BALANCE AT END OF YEAR (Col 2)
1	UTILITY PLANT (SCHEDULE 6, LINE 26, COLUMNS 1 & 4)	\$ 852,701.00	\$ 856,070.52
2	ACCUM DEPRECIATION & AMORTIZATION OF UTILITY PLANT (SCHEDULE 7, LINES 1 & 9)	\$ (331,702.00)	\$ (351,230.00)
3	DONATED/CONTRIBUTED (CIAC) UTILITY PLANT (SCHEDULE 4, LINE 12, COLUMNS 1 & 4)	\$ -	\$ -
4	ACCUMULATED DEPRECIATION AND AMORTIZATION OF DONATED OR CONTRIBUTED (CIAC) UTILITY PLANT (SCHEDULE 5, Lines 13 & 20)	\$ -	\$ -
5	NONUTILITY PROPERTY (ACCT 121)		
6	INVESTMENT IN ASSOCIATED COMPANIES (ACCT 123)		
7	UTILITY INVESTMENTS NONASSOCIATED COMPANIES USED IN WTR SERV (ACCT 124)		
8	OTHER INVESTMENTS NONASSOCIATED COMPANIES (ACCT 125)		
9	CASH (ACCT 131)	\$ 286,906.52	\$ 229,802.55
10	ACCOUNTS & NOTES RECEIVABLE (ACCTS 141 & 144)	\$ (16,553.34)	\$ 520.32
11	MATERIALS & SUPPLIES INVENTORY (ACCT 151, Pg 5, Line 57)	\$ 13,303.00	\$ 10,991.57
12	CURRENT & ACCRUED ASSETS & PREPAYMENTS (ACCTS 131-135, 145-146, & 162-174)		
13	DEFERRED DEBITS INC. ACCUMULATED DEFERRED INCOME TAXES (ACCTS 181 - 190)		
14	<b>TOTAL ASSETS AND OTHER DEBITS</b>	<b>\$ 804,655.18</b>	<b>\$ 746,154.96</b>
15	<b>LIABILITIES AND OTHER CREDITS</b>		
16	CAPITAL STOCK (ACCTS 201 & 204)		
17	OTHER PAID-IN CAPITAL (ACCT 211)		
18	DISCOUNT & EXPENSE ON CAPITAL STOCK (ACCTS 212 & 213)		
19	RETAINED EARNINGS (ACCT 214)	\$ 17,905.37	\$ 23,878.43
20	PROPRIETARY CAPITAL (ACCT 218)		
21	LONG-TERM DEBT (ACCT 224)	\$ 215,733.40	\$ 212,283.04
22	CUSTOMER DEPOSITS (ACCT 235)		
23	ACCOUNTS & NOTES PAYABLE (ACCTS 231 & 232)	\$ 108,580.12	\$ 49,791.16
24	OTHER CURRENT & ACCRUED LIABILITIES (ACCTS 233-234, 236-238 & 241)		
25	OTHER DEFERRED CREDITS INCLUDING DEFERRED TAXES (ACCT 253 & 410)		
26	ADVANCES FOR CONSTRUCTION (ACCT 252 TO BE PAID BACK IN PART OR IN FULL)		
27	ACCUMULATED CONTRIBUTIONS IN AID OF CONSTRUCTION (CIAC) (ACCT 271)		\$ 50,000.00
28	ACCUMULATED DEFERRED INCOME TAXES (ACCT 280)		
29	<b>TOTAL LIABILITIES AND OTHER CREDITS</b>	<b>\$ 342,218.89</b>	<b>\$ 335,952.63</b>



Government Camp Water Co. Inc  
FOR THE YEAR ENDING DECEMBER 31, 2011

SERVICE & PUMPING DATA			
#	SOURCE/PUMP	# IN SERVICE AT YEAR END	COMMENTS
1	NUMBER OF WELLS		
2	NUMBER OF SPRINGS	1	
3	NUMBER OF SURFACE SOURCES		
4	PURCHASES		
5	OTHER SOURCES		
6	EMERGENCY SOURCES		
7	NUMBER OF PUMPS IN SERVICE		
8	TOTAL PUMPING CAPACITY (GPM)		
9	PURIFICATION? YES _____ NO _____ IF YES, WHAT TYPE?		

SERVICE CONNECTIONS							
#	CLASSIFICATION	NO. OF CONNECTIONS AT BEGINNING OF REPORTING YEAR		NO. OF NEW CONNECTIONS AT THE END OF REPORTING YEAR		NUMBER OF INACTIVE CONNECTIONS AT THE END OF THE REPORTING YEAR	
		Metered	Flat	Metered	Flat	Metered	Flat
1	RESIDENTIAL	19	226	31	219	0	0
2	COMMERCIAL	247	107	287	95	0	0
3	INDUSTRIAL						
4	IRRIGATION						
5	MULTI-FAMILY						
6	FIRE PROTECTION (HYDRANTS)						
7	Metered Hyd Sls/Snow Making			2			
8							
9							
10	<b>TOTAL</b>	266	333	320	314	0	0

NOTE: Many customers reclassified by P.U.C Sept 1, 2011 as a result of rate case.

Government Camp Water Co. Inc  
FOR THE YEAR ENDING DECEMBER 31, 2011

STORAGE FACILITIES			
#	TYPE & DESCRIPTION	HOW MANY	COMBINED CAPACITY IN GALLONS
1	RESERVOIRS/TANKS		
2	CONCRETE		
3	EARTH		
4	STEEL	1	250,000
5	WOOD	1	100,000
6	PRESSURE TANKS		
7	OTHER		
8	<b>TOTAL CAPACITY IN GALLONS</b>		<b>350,000</b>

TRANSMISSION AND DISTRIBUTION PIPE (do not include customer service pipes)								
#	DESCRIPTION	3/4 TO 1 INCH LINEAR FEET	1 1/4 TO 1 1/2 INCH LINEAR FEET	2 TO 2 1/2 INCHES LINEAR FEET	3 TO 3 1/2 INCHES LINEAR FEET	4 INCHES LINEAR FEET	OTHER SIZES (SPECIFY)	TOTAL LINEAR FEET
1	CAST IRON					1,110	1,866	2,976
2	WELDED STEEL							0
3	STANDARD SCREW	2,746	783	4,457				7,986
4	CEMENT - ASBESTOS							0
5	PLASTIC	40		8,871				8,911
6	OTHER PVC			2,278	1,349	10,050	480	14,157
7	OTHER PVC						21,245	21,245
8	OTHER Ductile						2,930	2,930
9	OTHER Galvanized						42	42
10	PRESSURE RANGE: MAXIMUM <u>100</u> PSI MINIMUM <u>60</u> PSI							
EXPLANATION OF UNUSUAL CHANGES IN DEPRECIATION RESERVE: ODOT line added 915' of 4" ductile pipe (cwip)								

Government Camp Water Co. Inc  
FOR THE YEAR ENDING DECEMBER 31, 2011

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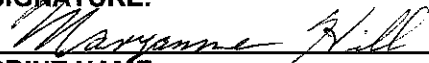
**RECONCILIATION OF REPORTED NET INCOME WITH TAXABLE INCOME FOR  
FEDERAL INCOME TAXES**

**UTILITY OPERATIONS**

The reconciliation should include the same detail as furnished on Schedule M-1 of the federal tax return for the year. The reconciliation shall be submitted even though there is no taxable income for the year. Descriptions should clearly indicate the nature of each reconciling amount and show the computation of all tax accruals. If the utility is a member of a group which files a consolidated Federal tax return, reconcile reported net income with taxable net income as if a separate return were to be filed, indicating intercompany amounts to be eliminated in such consolidated return. State names of group members, tax assigned to each group member, and basis of allocation, assignment, or sharing of the consolidated tax among the group members.

DESCRIPTION (1)	REFERENCE (2)	AMOUNT (3)
Net Income for the year		\$ 5,973.06
Reconciling items for the year		
Taxable income not reported on books:		
Interest Income separately stated on Tax Return		\$ 1.37
Deductions recorded on books not deducted for return:		
Depreciation per PUC different than Tax Return		\$ 13,518.13
Income recorded on books not included in return:		
Deduction on return not charged against book income:		
Capitalized expenses on PUC report for expenses of Rate Case		\$ (38,414.08)
Federal tax net income:		\$ (18,921.52)
Computation of tax:		

**VERIFICATION:** I DECLARE UNDER PENALTIES OF FALSE SWEARING THAT THIS REPORT, INCLUDING ANY ACCOMPANYING SCHEDULES AND STATEMENTS, HAS BEEN EXAMINED BY ME AND, TO THE BEST OF MY KNOWLEDGE AND BELIEF, IT IS A TRUE, CORRECT AND COMPLETE REPORT OF OPERATIONS

<b>SIGNATURE:</b> 	<b>TITLE:</b> President PRES.
<b>PRINT NAME:</b> Maryanne Hill	<b>DATE:</b> 9-24-2012
<b>FULL NAME OF REPORTING UTILITY:</b> Government Camp Water Co. Inc	<b>TELEPHONE NUMBER:</b> 503-272-3281