

### **REVENUES, EXPENDITURES AND CHANGES IN NET ASSETS: 2006 - 2008**

	<i>2006 actual</i>	<i>2007 actual</i>	<i>2008 budget</i>
<b>Operating Revenue:</b>			
Water sales	\$ 18,241,038	\$ 20,298,751	\$ 22,843,759
Administrative dues	715,781	1,139,257	1,247,487
Conservation program	631,009	706,732	733,086
<b>Total Operating Revenue</b>	<b>19,587,828</b>	<b>22,144,740</b>	<b>24,824,332</b>
<b>Operating Expenses:</b>			
Cost of water sold	14,464,094	15,081,172	16,536,510
Salaries and benefits	484,658	608,581	691,080
Lake Tapps asset management	-	-	2,217,075
Lake Tapps water quality monitoring	-	-	300,000
Professional services	453,098	488,152	360,000
Conservation rebate program	437,346	517,275	617,746
Depreciation and amortization	231,726	419,968	-
Communication and public information	227,819	402,759	414,000
Office expenses	66,125	63,551	112,738
Bank charges	45,894	54,492	2,200
Rent	31,893	101,909	103,800
Maintenance	13,900	88,340	300,000
Dues and subscriptions	11,410	32,675	20,000
Miscellaneous	27,549	143,405	409,475
<b>Total Operating Expenses</b>	<b>16,495,512</b>	<b>18,002,279</b>	<b>22,084,624</b>
<b>Operating Income</b>	<b>3,092,316</b>	<b>4,142,461</b>	<b>2,739,708</b>
<b>Non-Operating Revenue (Expenses)</b>			
Interest income	1,517,688	1,420,976	1,537,148
Interest expense, net of amount capitalized	(1,677,424)	(1,661,633)	(3,547,325)
<b>Total Non-Operating Revenue (Expenses)</b>	<b>(159,736)</b>	<b>(240,657)</b>	<b>(2,010,177)</b>
<b>Capital Contributions</b>			
Regional Capital Facilities Charge	6,019,577	8,859,354	6,156,621
<b>Increase in Net Assets</b>	<b>8,952,157</b>	<b>12,761,158</b>	<b>6,886,152</b>
Net Assets, beginning of year	32,596,509	41,548,666	54,309,824
<b>Net Assets, end of year</b>	<b>\$ 41,548,666</b>	<b>\$ 54,309,824</b>	<b>\$ 61,195,976</b>

*Note: 2006 and 2007 actual amounts are in accordance with accrual accounting. 2008 budget amounts are on cash basis.*