

QUARTERLY STATEMENT for CAPITAL IMPROVEMENT FUND
FOR THE MONTHS OF

APR - MAY - JUN 2011

Report below all developer or contractor agreements, from which cash or property was received during quarter.

| Name | Indicate Cash or Property | Principle Amount Received | Federal Income Taxes Received |
|---------------------|---------------------------|---------------------------|-------------------------------|
| | | \$ | \$ |
| Sub-total Contracts | | \$ | \$ |

Company tariffed facility charges, main extension charges and service connection charges received.

| Name | Number of Connections | Charge per Connection | Principle Amount Received | Federal Income Taxes Received |
|-------------------------------|-----------------------|-----------------------|---------------------------|-------------------------------|
| NORTHWEST FAMILY HOMES | 2 | \$ 1200.00 | \$ 2400.00 | \$ |
| EMERALD STATE BUILDERS | 4 | 1200.00 | 4800.00 | |
| HANSEN CONSTRUCTION GROUP | 1 | 1200.00 | 1200.00 | |
| SEIBOLD CONSTRUCTION | 1 | 1200.00 | 1200.00 | |
| Subtotal Connections | | | \$ 9600.00 | \$ |
| Total Received During Quarter | | | \$ 9600.00 | \$ |

Report below all expenditures from Capital Improvement Account for projects or taxes.

| Name | Purpose or Project | Amount of Payment | Federal Income Taxes Paid |
|----------------------------------|---|-------------------|---------------------------|
| DUKALINE | SEALANT: CHESTNUT AND EMERALD PEAKIE RESERVOIRS | \$ 81,659.04 | \$ |
| Total Distributed During Quarter | | \$ 81,659.04 | \$ |

CAPITAL IMPROVEMENT FUND ACCOUNT

| | FUND | TAXES |
|--|--------------|-------|
| Balance start of quarter | \$ 79,414.50 | \$ |
| Total Received During Quarter INCLUDING \$26.07 INTEREST | \$ 9,626.07 | \$ |
| Total Distributed During Quarter | \$ 81,659.04 | \$ |
| Balance end of Quarter | \$ 7,381.53 | \$ |

Ensure monthly bank statements are attached.

Notes:

Completed by: LM FRIEDMAN

2011 JUL 19 AM 8:18

Date 7/12/11

RECEIVED
RECORDS MANAGEMENT

STATE OF WASH.
UTIL. AND TRANS.
COMMISSION

Page 1
 Statement Period
 From 04/01/11
 Thru 04/30/11
 Item Count 0

*****AUTO**3-DIGIT 985
 2312 0.4610 AT 0.365 10 1 256
 |||||
 PATTISON WATER COMPANY INC
 FACILITIES CHARGE ACCOUNT
 PO BOX 3374
 LACEY WA 98509-3374

BUSINESS INCENTIVE SAVINGS

| | | | |
|-----------------|---------|--|---------|
| Interest Rate | .300% | Annual Percentage Yield Earned (APY-E) | .38% |
| YTD Interest | \$97.18 | Interest Earned This Statement Period | \$20.61 |
| YTD Withholding | \$.00 | | |

Transactions

| Date | Description | Additions | Subtractions | Balance |
|-------|--------------------------------------|-----------|--------------|-----------|
| 04/01 | BEGINNING BALANCE | | | 79,414.50 |
| 04/13 | DEPOSIT-CHECK | 1,200.00 | | 80,614.50 |
| 04/18 | BANK CHECK W/D PATTISON | | 21,000.00 | 59,614.50 |
| 04/25 | BANK CHECK W/D | | 24,193.50 | 35,421.00 |
| 04/28 | CREDIT-INTEREST EFF DATE 04-30-11 | 20.61 | | 35,441.61 |
| 04/29 | DEPOSIT-CHECK | 1,200.00 | | 36,641.61 |
| 04/30 | ENDING BALANCE | | | 36,641.61 |

Balance Summary

| Date | Balance | Date | Balance | Date | Balance |
|-------|-----------|-------|-----------|-------|-----------|
| 04/13 | 80,614.50 | 04/25 | 35,421.00 | 04/29 | 36,641.61 |
| 04/18 | 59,614.50 | 04/28 | 35,441.61 | | |

*****AUTO**3-DIGIT 985
 1836 0.4610 AT 0.365 9 1 101
 |||||
 PATTISON WATER COMPANY INC
 FACILITIES CHARGE ACCOUNT
 PO BOX 3374
 LACEY WA 98509-3374

BUSINESS INCENTIVE SAVINGS

| | | | |
|-----------------|----------|--|--------|
| Interest Rate | .150% | Annual Percentage Yield Earned (APY-E) | .28% |
| YTD Interest | \$102.06 | Interest Earned This Statement Period | \$4.88 |
| YTD Withholding | \$.00 | | |

Transactions

| Date | Description | Additions | Subtractions | Balance |
|-------|-------------------|-----------|--------------|-----------|
| 05/01 | BEGINNING BALANCE | | | 36,641.61 |
| 05/11 | BANK CHECK W/D | | 16,500.00 | 20,141.61 |
| 05/13 | DEPOSIT-CHECK | 414.68 | | 20,556.29 |
| 05/18 | DEPOSIT-CHECK | 1,200.00 | | 21,756.29 |
| 05/20 | DEPOSIT-CHECK | 1,200.00 | | 22,956.29 |
| 05/23 | BANK CHECK W/D | | 20,380.22 | 2,576.07 |
| 05/27 | CREDIT-INTEREST | 4.88 | | 2,580.95 |
| | EFF DATE 05-31-11 | | | |
| 05/31 | ENDING BALANCE | | | 2,580.95 |

Balance Summary

| Date | Balance | Date | Balance | Date | Balance |
|-------|-----------|-------|-----------|-------|----------|
| 05/11 | 20,141.61 | 05/18 | 21,756.29 | 05/23 | 2,576.07 |
| 05/13 | 20,556.29 | 05/20 | 22,956.29 | 05/27 | 2,580.95 |

*****AUTO**3-DIGIT 985
8062 0.6227 AT 0.365 27 1 169
PATTISON WATER COMPANY INC
FACILITIES CHARGE ACCOUNT
PO BOX 3374
LACEY WA 98509-3374

BUSINESS INCENTIVE SAVINGS

| | | | |
|-----------------|----------|--|--------|
| Interest Rate | .150% | Annual Percentage Yield Earned (APY-E) | .15% |
| YTD Interest | \$102.64 | Interest Earned This Statement Period | \$.58 |
| YTD Withholding | \$.00 | | |

Transactions

| Date | Description | Additions | Subtractions | Balance |
|-------|-------------------|-----------|--------------|----------|
| 06/01 | BEGINNING BALANCE | | | 2,580.95 |
| 06/07 | DEPOSIT-CHECK | 1,200.00 | | 3,780.95 |
| 06/08 | DEPOSIT-CHECK | 1,200.00 | | 4,980.95 |
| 06/28 | DEPOSIT-CHECK | 2,400.00 | | 7,380.95 |
| 06/29 | CREDIT-INTEREST | .58 | | 7,381.53 |
| | EFF DATE 06-30-11 | | | |
| 06/30 | ENDING BALANCE | | | 7,381.53 |

Balance Summary

| Date | Balance | Date | Balance | Date | Balance |
|-------|----------|-------|----------|------|---------|
| 06/07 | 3,780.95 | 06/28 | 7,380.95 | | |
| 06/08 | 4,980.95 | 06/29 | 7,381.53 | | |