

2013, TY,  
2012\_Balance\_Sheets WCI,  
WCE, HBII, HB.xlsx



	WCI			WCE			HBII			HB		
	2013	Test Year	Change	2013	Test Year	Change	2013	Test Year	Change	2013	Test Year	Change
Actual Debt	42.8%	44.2%	-1.5%	51.5%	64.7%	-13.2%	53.8%	53.3%	0.5%	93.7%	91.7%	1.9%
Total Equity	57.2%	55.8%	1.5%	48.5%	35.3%	13.2%	46.2%	46.7%	-0.5%	6.3%	8.3%	-1.9%
Cost of Debt		2.2%	-2.2%		4.0%	-4.0%		3.9%	-3.9%		2.2%	-2.2%



Waste Control, Inc.

Per Company Response to FDR 5b provided May 28, 2014

Balance Sheet

As of December 31, 2013 and 2012

File Name: WKG-#4902241-v1-1G-140560\_2013\_Balance\_Sheets.pdf

	2013	2012
<b>Assets</b>		
<b>CURRENT ASSETS</b>		
Cash	26,574	84,675
Accounts receivable, net of allowance	541,483	398,978
Employee and other receivables	348	102
Prepaid expenses	23,729	21,456
	<u>592,134</u>	<u>505,211</u>
<b>VEHICLES, EQUIPMENT AND IMPROVEMENTS</b>		
Collection equipment	2,546,551	2,481,323
Service cars and equipment	291,150	292,140
Furniture and office equipment	24,233	23,139
Leasehold improvements	54,737	54,737
Less - accumulated depreciation	<u>(1,797,559)</u>	<u>(1,799,454)</u>
	<u>1,119,112</u>	<u>1,051,885</u>
<b>OTHER ASSETS</b>		
Goodwill	225,000	225,000
	<u>225,000</u>	<u>225,000</u>
<b>Total Assets</b>	<u><u>1,936,246</u></u>	<u><u>1,782,096</u></u>
<b>Liabilities and Stockholders' Equity</b>		
<b>CURRENT LIABILITIES</b>		
Payable to bank resulting from checks in transit	94,319	44,367
Accounts payable	236,047	170,787
Accrued payroll and related liabilities	48,074	37,799
Accrued business taxes	19,565	24,596
Accrued SEP payable	4,827	4,339
Deferred revenue	308,913	294,694
Payable - related companies	90,751	314
Current maturities of long-term debt - related companies	167,000	161,400
	<u>969,496</u>	<u>738,296</u>
<b>LONG-TERM DEBT - related companies</b>	317,726	485,173
<b>Total Liabilities</b>	<u>484,726</u>	<u>1,223,469</u>
		161,400
		485,173
		<u>646,573</u>
		<u>53.6%</u>
<b>STOCKHOLDERS' EQUITY</b>		
Common Stock	27,863	27,863
Additional paid-in capital	668,749	553,442
Retained deficit	<u>(47,588)</u>	<u>(22,678)</u>
<b>Total Equity</b>	<u>649,024</u>	<u>558,627</u>
	649,024	558,627
	<u>57.2%</u>	<u>46.4%</u>
<b>Total Liabilities and Stockholders' Equity</b>	<u>1,133,750</u>	<u>1,782,096</u>
	1,133,750	1,205,200
	100.0%	100.0%
	OK	OK
Interest Expense	33,895	
Cost of Debt	7.0%	



Waste Control, Inc.

Balance Sheet

As of December 31, 2013 and 2012

	2013	7/1/2012 to 6/30/2013	
	Test Year	Test Year	
<b>Assets</b>			
<b>CURRENT ASSETS</b>			
Cash	26,574	77,260	84,675
Accounts receivable, net of allowance	541,483	404,322	398,978
Employee and other receivables	348		102
Prepaid expenses	23,729	6,000	21,456
	<u>592,134</u>	<u>487,582</u>	<u>505,211</u>
<b>VEHICLES, EQUIPMENT AND IMPROVEMENTS</b>			
Collection equipment	2,546,551	964,716	2,481,323
Service cars and equipment	291,150	2,104,368	292,140
Furniture and office equipment	24,233	24,233	23,139
Leasehold improvements	54,737	54,737	54,737
Less - accumulated depreciation	(1,797,559)	(1,938,286)	(1,799,454)
	<u>1,119,112</u>	<u>1,209,068</u>	<u>1,051,885</u>
<b>OTHER ASSETS</b>			
Goodwill	225,000	225,000	225,000
	<u>225,000</u>	<u>225,000</u>	<u>225,000</u>
<b>Total Assets</b>	<u>1,936,246</u>	<u>1,921,650</u>	<u>1,782,096</u>
<b>Liabilities and Stockholders' Equity</b>			
<b>CURRENT LIABILITIES</b>			
Payable to bank resulting from checks in transit	94,319	78,926	44,367
Accounts payable	236,047	200,400	170,787
Accrued payroll and related liabilities	48,074	42,143	37,799
Accrued business taxes	19,565		24,596
Accrued SEP payable	4,827		4,339
Deferred revenue	308,913	291,867	294,694
Payable - related companies	90,751	25,700	314
Current maturities of long-term debt - related companies	167,000	161,400	161,400
	<u>317,726</u>	<u>800,436</u>	<u>738,296</u>
<b>LONG-TERM DEBT - related companies</b>	317,726	405,697	485,173
<b>Total Liabilities</b>	<u>484,726</u>	<u>1,206,133</u>	<u>1,223,469</u>
<b>STOCKHOLDERS' EQUITY</b>			
Common Stock	27,863	27,863	27,863
Additional paid-in capital	668,749	553,442	553,442
Retained deficit	(47,588)	134,212	(22,678)
<b>Total Equity</b>	<u>649,024</u>	<u>715,517</u>	<u>558,627</u>
<b>Total Liabilities and Stockholders' Equity</b>	<u>1,133,750</u>	<u>1,921,650</u>	<u>1,205,200</u>
	100.0%	100.0%	100.0%
	42.8%	44.2%	53.6%
	57.2%	55.8%	46.4%
	100.0%	100.0%	100.0%
	OK	OK	OK
Interest Expense	33,895	50614	50614
Cost of Debt	6.99%	8.93%	8.93%





WASTE CONTROL, INC.

Actual Debt 44.2%  
Equity 55.8%  
Cost of Debt 2.2%

BALANCE SHEET

(See Independent Accountants' Compilation Report)

June 30, 2013

Assets

CURRENT ASSETS

Cash	77,260
Accounts receivable, net of allowance	404,322
Prepaid expenses	6,000
	<u>487,582</u>

VEHICLES, EQUIPMENT AND IMPROVEMENTS

Collection equipment	964,716
Service cars and equipment	2,104,368
Furniture and office equipment	24,233
Leasehold improvements	54,737
Less - accumulated depreciation	(1,938,986)
	<u>1,209,068</u>

OTHER ASSETS

Goodwill	225,000
	<u>225,000</u>
	<u>1,921,650</u>

CURRENT LIABILITIES

Payable to bank resulting from checks in transit	78,926		
Accounts payable	200,400		
Accrued payroll and related liabilities	42,143		
Accrued business taxes	-	Staff	WCI
Accrued SEP payable	-		
Deferred revenue	291,867		
Payable - related companies	25,700	25,700	
Current maturities of long-term debt - related companies	161,400	161,400	161,400
	<u>800,436</u>		

LONG-TERM DEBT- related companies

405,697	405,697	405,697	
<u>1,206,133</u>	592,797	567,097	44.2%

STOCKHOLDERS' EQUITY

Common stock, no par value, 2,000 shares authorized, 840 shares issued and outstanding	27,863			
Additional paid-in capital	553,442			
Retained earnings	134,212			
	<u>715,517</u>	715,517	715,517	55.8%
	<u>1,921,650</u>	1,308,314	1,282,614	

OK



Waste Control Equipment, Inc.

Per Company Response to FDR 5b provided May 28, 2014

Balance Sheet

File Name: WKG-#4902241-v1-TG-140560\_2013\_Balance\_Sheets.pdf

	2013	#	2012
<b>Assets</b>			
<b>CURRENT ASSETS</b>			
Cash	58,410		259,459
Accounts receivable, net of allowance	399,091		356,516
Employee and other receivables	-		180
Prepaid expenses	25,870		28,180
	483,371		644,335
<b>VEHICLES, EQUIPMENT AND IMPROVEMENTS</b>			
Collection equipment	3,368,828		3,812,451
Service cars and equipment	301,647		301,647
Furniture and office equipment	24,582		24,582
Leasehold improvements	110,536		110,431
Less - accumulated depreciation	(2,910,296)		(3,047,220)
	895,297		1,201,891
<b>OTHER ASSETS</b>			
Goodwill	280,000		280,000
<b>Total Assets</b>	<b>1,658,668</b>		<b>2,126,226</b>
<b>Liabilities and Stockholders' Equity</b>			
<b>CURRENT LIABILITIES</b>			
Payable to bank resulting from checks in transit	71,690		21,794
Accounts payable	122,759		121,874
Accrued payroll and related liabilities	49,112		45,355
Accrued business taxes	11,356		11,415
Accrued SEP payable	10,361		11,049
Payable - related companies	-		221
Current maturities of long-term debt - related companies	112,900		93,646
Current maturities of long-term debt	107,600		117,054
	485,778		422,408
Deferred revenue	86,200		86,200
LONG-TERM DEBT - related companies	249,444		377,736
LONG-TERM DEBT	203,407		311,291
<b>Total Liabilities</b>	<b>1,024,829</b>		<b>1,197,635</b>
<b>STOCKHOLDERS' EQUITY</b>			
Common Stock	43,953		43,953
Retained earnings	589,886		884,638
<b>Total Equity</b>	<b>633,839</b>		<b>928,591</b>
<b>Total Liabilities and Stockholders' Equity</b>	<b>1,658,668</b>		<b>2,126,226</b>
	1,307,190	100.0%	899,727
	673,351	51.5%	49.2%
	633,839	48.5%	50.8%
	1,307,190	100.0%	1,828,318

OK

OK

Interest Expense 41,552  
Cost of Debt 6.14%



Waste Control Equipment, Inc.

Balance Sheet

As of December 31, 2013 and 2012

	2013	7/1/2012 to 6/30/2013 Test Year	2012
Assets			
<b>CURRENT ASSETS</b>			
Cash	58,410	225,165	259,459
Accounts receivable, net of allowance	399,091	376,925	356,516
Employee and other receivables			180
Prepaid expenses	25,870	6,000	28,180
	<u>483,371</u>	<u>608,090</u>	<u>644,335</u>
<b>VEHICLES, EQUIPMENT AND IMPROVEMENTS</b>			
Collection equipment	3,368,828	3,528,223	3,812,451
Service cars and equipment	301,647	201,884	301,647
Furniture and office equipment	24,582	24,582	24,582
Leasehold improvements	110,536	110,536	110,431
Less - accumulated depreciation	<u>(2,910,296)</u>	<u>(2,815,739)</u>	<u>(3,047,220)</u>
	895,297	1,049,487	1,201,891
<b>OTHER ASSETS</b>			
Goodwill	280,000	280,000	280,000
	<u>1,658,668</u>	<u>1,937,577</u>	<u>2,126,226</u>
<b>Total Assets</b>			
	<u>1,658,668</u>	<u>1,937,577</u>	<u>2,126,226</u>
<b>Liabilities and Stockholders' Equity</b>			
<b>CURRENT LIABILITIES</b>			
Payable to bank resulting from checks in transit	71,690		21,794
Accounts payable	122,759	109,854	121,874
Accrued payroll and related liabilities	49,112	126,103	45,355
Accrued business taxes	11,356		11,415
Accrued SEP payable	10,361		11,049
Payable - related companies		682,539.21	221
Current maturities of long-term debt - related companies	112,900		93,646
Current maturities of long-term debt	107,600		117,054
	<u>485,778</u>	<u>918,517</u>	<u>422,408</u>
Deferred revenue	86,200	86,200	86,200
LONG-TERM DEBT - related companies	249,444		377,736
LONG-TERM DEBT	203,407	362,795	311,291
<b>Total Liabilities</b>	<u>673,351</u>	<u>1,567,512</u>	<u>1,197,635</u>
		1,045,354	64.7%
<b>STOCKHOLDERS' EQUITY</b>			
Common Stock	43,953	43,953	377,736
Retained earnings	589,886	526,113	311,291
<b>Total Equity</b>	<u>633,839</u>	<u>570,065</u>	<u>928,591</u>
		570,065	35.3%
<b>Total Liabilities and Stockholders' Equity</b>	<u>1,307,190</u>	<u>1,615,420</u>	<u>1,828,539</u>
		1,615,420	100.0%
		<u>2,126,226</u>	<u>49.2%</u>
	OK	OK	OK



**Balance Sheet**

As of July 1st 2012 to June 30th 2013

Provided by WCI as part of its min. filing requirements (TG-140560 Waste Conrtol.xlsx)

64.7% Actual Debt

35.3% Equity

4.0% Cost of Debt

**WCE**

**CURRENT ASSETS**

Cash	225,165.40	
Accounts Receivable	376,924.97	
Bonding MM		
Notes receivable to related companies - Inside		
Notes receivable - Outside (Cross Creek, Woodbridge, HBII, Bowlby)		
Inventory - Commodities		
Pre-Paid Insurance - General/Truck/Building	6,000.00	
Notes Receivable - IFTA		
Notes Receivable - Cowlitz County & Fed Gov.		
<b>Total Current Assets</b>	<u>608,090.37</u>	

**VEHICLES, EQUIPMENT AND IMPROVEMENTS**

Collection equipment	3,428,459.99	
Equipment	99,763.43	
Service cars and equipment	201,884.00	
Furniture and office equipment	24,581.85	
Commercial buildings		
Leasehold improvements	110,536.43	
Transfer Station Assets		
Sunriver Property/Furniture		
Loft Plaza Condo/Furniture		
Less - accumulated depreciation	<u>(2,815,738.93)</u>	
<b>Total</b>	<u>1,049,486.77</u>	
Land		
<b>Total Fixed Assets</b>	<u>1,049,486.77</u>	

**OTHER ASSETS**

Loan fees, net		
Goodwill	280,000.00	
Construction in progress - Stanley Plaza Phase III		
Construction in progress - Longview Fibre		
Construction in progress - Truck Shop		
<b>Total Other Assets</b>	<u>280,000.00</u>	
<b>TOTAL ASSETS</b>	<u><u>1,937,577.14</u></u>	

ok

**WCE**

**CURRENT LIABILITIES**

Payable to bank resulting from checks in transit			
Accounts Payable	109,854.18		
Withheld payroll taxes and other liabilities	126,103.42		
Notes Payable to related companies	682,559.21	682,559.21	
Current portion of debt			
<b>Total Current Liabilities</b>	<u>918,516.81</u>		
<b>LONG-TERM DEBT</b>	<u>362,794.90</u>	362,794.90	1,045,354.11
<b>Total Liabilities</b>	<u>1,281,311.71</u>		
<b>DEFERRED REVENUE</b>	<u>86,200.00</u>		

**STOCKHOLDERS' and MEMBERS' EQUITY**

Common stock, no par value, 2000 shares authorized, 840 shares issued and outstanding			
Common stock, \$1par value, 50,000 shares authorized, 5,000 shares issued and outstanding			
Common stock, no par value, 200,000 shares authorized, issued and outstanding	43,952.72		
Common stock, no par value, 1,000 shares authorized, issued and outstanding			
Members' equity			
Additional paid-in capital			
Retained earnings (deficit)	<u>526,112.71</u>		
<b>Total Equity</b>	<u>570,065.43</u>	570,065.43	570,065.43

ok

**TOTAL LIABILITIES AND EQUITY**

	<u><u>1,937,577.14</u></u>	1,615,419.54	1,615,419.54
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ok

Total Liabilities and Equity - Total Assets 0.00





Heirborne Investment II, LLC

Per Company Response to FDR 5b provided May 28, 2014

Balance Sheet

File Name: WKG-#4902241-v1-TG-140560\_2013\_Balance\_Sheets.pdf

	2013	2012
<b>Assets</b>		
<b>CURRENT ASSETS</b>		
Cash	13,967	14,182
Current maturities of note receivable	15,200	-
Prepaid expenses	7,491	7,746
	36,658	21,928
<b>PROPERTY AND EQUIPMENT</b>		
Equipment	21,257	21,257
Commercial buildings and improvements	2,535,569	2,510,569
Residential property	401,802	401,802
Less - accumulated depreciation	(1,061,067)	(960,102)
Land	424,706	424,706
	2,322,267	2,398,232
<b>OTHER ASSETS</b>		
Loan fees, net	17,934	20,130
Note receivable, net of current maturities	59,376	-
Survivor property	763,370	763,370
Investment in Beringer Estates	175,526	175,526
Arizona property	328,545	113,250
Bodine road property	602,666	602,666
Construction in progress	26,662	26,662
	1,974,079	1,701,604
<b>Total Assets</b>	<b>4,333,004</b>	<b>4,121,764</b>
<b>Liabilities and Members' Equity</b>		
<b>CURRENT LIABILITIES</b>		
Accrued interest payable	1,941	2,002
Current maturities of long-term debt - related	15,900	14,200
Current maturities of long-term debt	47,200	44,800
	65,041	61,002
<b>LONG-TERM DEBT - related</b>	941,152	598,531
<b>LONG-TERM DEBT</b>	1,325,797	1,403,925
<b>Total Liabilities</b>	<b>2,331,990</b>	<b>2,063,458</b>
		50.0%
<b>MEMBERS' EQUITY</b>	2,001,014	2,058,306
<b>Total Equity</b>	<b>2,001,014</b>	<b>2,058,306</b>
		50.0%
<b>Total Liabilities and Members' Equity</b>	<b>4,331,063</b>	<b>4,119,762</b>
		100.0%
Interest Expense	99,676	
Cost of Debt	4.28%	

OK

OK



# Heirborne II Investment, LLC

## Balance Sheet

As of December 31, 2013 and 2012

	2013	7/1/2012 to 6/30/2013 Test Year		2012
<b>Assets</b>				
<b>CURRENT ASSETS</b>				
Cash	13,967	12,110	14,182	
Current maturities of note receivable	15,200	81,843	7,746	
Prepaid expenses	7,491	93,953	21,928	
	36,658			
<b>PROPERTY AND EQUIPMENT</b>				
Equipment	21,257	2,981,532	21,257	
Commercial buildings and improvements	2,535,569	1,464,949	2,510,569	
Residential property	401,802	(1,010,585)	401,802	
Less - accumulated depreciation	(1,061,067)	778,192	(960,102)	
Land	424,706	4,214,089	424,706	
	2,322,267		2,398,232	
<b>OTHER ASSETS</b>				
Loan fees, net	17,934	19,032	20,130	
Note receivable, net of current maturities	59,376			
Survivor property	763,370		763,370	
Investment in Beringer Estates	175,526		175,526	
Arizona property	328,545		113,250	
Bodine road property	602,666	26,662	602,666	
Construction in progress	26,662	45,694	26,662	
	1,974,079		1,701,604	
<b>Total Assets</b>	<b>4,333,004</b>	<b>4,353,736</b>	<b>4,121,764</b>	
<b>Liabilities and Members' Equity</b>				
<b>CURRENT LIABILITIES</b>				
Accrued interest payable	1,941	787,912	2,002	
Notes Payable to related companies	15,900	-	14,200	
Current maturities of long-term debt - related	47,200	-	44,800	
Current maturities of long-term debt	65,041	787,912	61,002	
<b>LONG-TERM DEBT - related</b>	941,152	941,152	598,531	
<b>LONG-TERM DEBT</b>	1,325,797	1,534,501	1,403,925	
<b>Total Liabilities</b>	2,331,990	2,330,049	2,063,458	2,061,456
		53.8%	53.3%	50.0%
<b>MEMBERS' EQUITY</b>				
<b>Total Equity</b>	2,001,014	2,001,014	2,058,306	2,058,306
<b>Total Liabilities and Members' Equity</b>	4,333,004	4,353,736	4,121,764	4,119,762
		100.0%	100.0%	100.0%
		OK	OK	OK



**Balance Sheet**

As of July 1st 2012 to June 30th 2013

Provided by WCI as part of its min. filing requirements (TG-140560 Waste Conrtol.xlsx)

Actual Debt 53.3%  
Equity 46.7%  
Cost of Debt 3.9%

HB II

Cash	12,110
Accounts Receivable	
Bonding MM	
Notes receivable to related companies - Inside	
Notes receivable - Outside (Cross Creek, Woodbridge, HBII, Bowlby)	81,843
Inventory - Commodities	
Pre-Paid Insurance - General/Truck/Building	
Notes Receivable - IFTA	
Notes Receivable - Cowlitz County & Fed Gov.	
Total Current Assets	93,953
<b>VEHICLES, EQUIPMENT AND IMPROVEMENTS</b>	
Collection equipment	
Equipment	
Service cars and equipment	
Furniture and office equipment	
Commercial buildings	2,981,532
Leasehold improvements	
Transfer Station Assets	
Sunriver Property/Furniture	1,165,172
Loft Plaza Condo/Furniture	299,778
Less - accumulated depreciation	(1,010,585)
<b>Total</b>	3,435,897
Land	778,192
<b>Total Fixed Assets</b>	4,214,089
<b>OTHER ASSETS</b>	
Loan fees, net	19,032
Goodwill	
Construction in progress - Stanley Plaza Phase III	26,662
Construction in progress - Longview Fibre	
Construction in progress - Truck Shop	
Total Other Assets	45,694
<b>TOTAL ASSETS</b>	4,353,736

ok

HB II

**CURRENT LIABILITIES**

Payable to bank resulting from checks in transit	
Accounts Payable	
Withheld payroll taxes and other liabilities	
Notes Payable to related companies	787,912
Current portion of debt	787,912
Total Current Liabilities	787,912

**LONG-TERM DEBT**

<b>Total Liabilities</b>	2,322,414	1,534,501	2,322,414	0.53343
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WCI listed as one of the guarantors of the Stanley Plaza Mortgage

**DEFERRED REVENUE**

**STOCKHOLDERS' and MEMBERS' EQUITY**

Common stock, no par value, 2000 shares authorized, 840 shares issued and outstanding			
Common stock, \$1 par value, 50,000 shares authorized, 5,000 shares issued and outstanding			
Common stock, no par value, 200,000 shares authorized, issued and outstanding			
Common stock, no par value, 1,000 shares authorized, issued and outstanding			
Members' equity	2,031,322		
Additional paid-in capital			
Retained earnings (deficit)			
<b>Total Equity</b>	2,031,322	2,031,322	0.46657

**TOTAL LIABILITIES AND EQUITY**

<b>Total Liabilities and Equity</b>	4,353,736	4,353,736
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ok

Total Liabilities and Equity - Total Assets

0



Heirborne Investments, LLC

Per Company Response to FDR 5b provided May 28, 2014

Balance Sheet

File Name: WKG-#4902241-v1-TG-140560\_2013\_Balance\_Sheets.pdf

	2013	2012	#
<b>Assets</b>			
<b>CURRENT ASSETS</b>			
Cash	1,213,360	3,096,147	
Current maturities of note receivable	671,100	622,425	
Prepaid expenses	3,159	2,875	
	<u>1,887,619</u>	<u>3,721,447</u>	
<b>PROPERTY AND EQUIPMENT</b>			
Equipment	614,241	618,381	
Commercial buildings and improvements	8,138,305	7,573,000	
Less - accumulated depreciation	(2,939,734)	(2,152,829)	
Land	1,835,171	1,831,171	
	<u>7,647,983</u>	<u>7,869,723</u>	
<b>OTHER ASSETS</b>			
Loan fees, net	381,323	369,823	
Note receivable, net of current maturities - related parties	4,740,492	2,705,472	
Investment in Equipment not in service	249,927	-	
Construction in progress	1,186,206	211,008	
	<u>6,557,948</u>	<u>3,286,303</u>	
<b>Total Assets</b>	<u><b>16,093,550</b></u>	<u><b>14,877,473</b></u>	
<b>Liabilities and Members' Equity</b>			
<b>CURRENT LIABILITIES</b>			
Accounts Payable	20,194	72,104	
Accrued interest payable	56,179	52,594	
Accrued business taxes	2,184	2,083	
Current maturities of long-term debt - related	64,569	60,818	60,818
Current maturities of long-term debt	1,555,031	996,582	996,582
	<u>1,698,157</u>	<u>1,184,181</u>	
LONG-TERM DEBT - related	147,595	212,163	212,163
LONG-TERM DEBT	13,234,316	12,236,280	12,236,280
<b>Total Liabilities</b>	<u><b>15,080,068</b></u>	<u><b>13,632,624</b></u>	<u><b>13,505,843</b></u> 91.6%
<b>MEMBERS' EQUITY</b>			
<b>Total Equity</b>	<u><b>1,013,482</b></u>	<u><b>1,244,849</b></u>	<u><b>1,244,849</b></u> 8.4%
<b>Total Liabilities and Members' Equity</b>	<u><b>16,093,550</b></u>	<u><b>14,877,473</b></u>	<u><b>14,750,692</b></u> 100.0%
			OK
Interest Expense	288,980		
Amortized Loan Fee Expense	40,474		
			OK
Cost of Debt			
Interest Cost of Debt	1.93%		
Amortized Cost of Debt	0.27%		
	<u>2.20%</u>		





# Heirborne Investment, LLC

## Balance Sheet

As of December 31, 2013 and 2012

	2013	7/1/2012 to 6/30/2013 Test Year	#	2012
<b>Assets</b>				
<b>CURRENT ASSETS</b>				
Cash	1,213,360	685,933		3,096,147
Bonding MM		1,511,120		
Current maturities of note receivable	671,100	903,569		622,425
Prepaid expenses	3,159			2,875
	<u>1,887,619</u>	<u>3,100,623</u>		<u>3,721,447</u>
<b>PROPERTY AND EQUIPMENT</b>				
Equipment	614,241	649,470		618,381
Commercial buildings and improvements	8,138,305	8,418,987		7,573,000
Less - accumulated depreciation	(2,939,794)	(2,343,917)		(2,152,829)
Land	1,835,171	1,114,944		1,831,171
	<u>7,647,983</u>	<u>7,839,484</u>		<u>7,869,723</u>
<b>OTHER ASSETS</b>				
Loan fees, net	381,323	401,519		369,823
Note receivable, net of current maturities - related parties	4,740,492	3,010,557		2,705,472
Investment in Equipment not in service	249,927			
Construction in progress	1,186,206	575,487		211,008
	<u>6,557,948</u>	<u>3,987,562</u>		<u>3,286,303</u>
<b>Total Assets</b>	<u><b>16,093,550</b></u>	<u><b>14,927,668</b></u>		<u><b>14,877,473</b></u>
<b>Liabilities and Members' Equity</b>				
<b>CURRENT LIABILITIES</b>				
Accounts Payable	20,194	47,466		72,104
Accrued interest payable	56,179			52,594
Accrued business taxes	2,184			2,083
Current maturities of long-term debt - related	64,569			60,818
Current maturities of long-term debt	1,555,031			996,582
	<u>1,698,157</u>	<u>47,466</u>		<u>1,184,181</u>
<b>LONG-TERM DEBT - related</b>				
LONG-TERM DEBT	147,595	13,649,074		212,163
	<u>13,234,316</u>	<u>13,649,074</u>		<u>12,236,280</u>
<b>Total Liabilities</b>	<u><b>15,001,511</b></u>	<u><b>13,696,539</b></u>		<u><b>13,505,843</b></u>
		91.7%		91.6%
<b>MEMBERS' EQUITY</b>				
<b>Total Equity</b>	<u><b>1,013,482</b></u>	<u><b>1,231,129</b></u>		<u><b>1,244,849</b></u>
	6.3%	8.3%		8.4%
<b>Total Liabilities and Members' Equity</b>	<u><b>16,014,993</b></u>	<u><b>14,880,203</b></u>		<u><b>14,750,692</b></u>
	100.0%	100.0%		100.0%

OK

OK

OK



**Balance Sheet**

As of July 1st 2012 to June 30th 2013

Provided by WCI as part of its min. filing requirements (TG-140560 Waste Conrtol.xlsx)

Staff Notes:

WCI listed as one of the Borrowers for bond and term loans with Union Bank

Actual Debt 91.7%  
Equity 8.3%  
Cost of Debt 2.2%

	HB I		
Cash	685,933		
Accounts Receivable			
Bonding MM	1,511,120		
Notes receivable to related companies - Inside	3,010,557		
Notes receivable - Outside (Cross Creek, Woodbridge, HBII, Bowlby)	903,569		
Inventory - Commodities			
Pre-Paid Insurance - General/Truck/Building			
Notes Receivable - IFTA			
Notes Receivable - Cowlitz County & Fed Gov.			
Total Current Assets	6,111,180		
<b>VEHICLES, EQUIPMENT AND IMPROVEMENTS</b>			
Collection equipment			
Equipment	649,470		
Service cars and equipment			
Furniture and office equipment			
Commercial buildings	7,535,551		
Leasehold improvements			
Transfer Station Assets	883,436		
Sunriver Property/Furniture			
Loft Plaza Condo/Furniture		9,068,457	
Less - accumulated depreciation	(2,343,917)		
Total	6,724,540	6,724,540	
Land	1,114,944		
Total Fixed Assets	7,839,484	<u>7,839,484</u>	
<b>OTHER ASSETS</b>			
Loan fees, net	401,519		
Goodwill			
Construction in progress - Stanley Plaza Phase III			
Construction in progress - Longview Fibre			
Construction in progress - Truck Shop	575,487		
Total Other Assets	977,005		
<b>TOTAL ASSETS</b>	14,927,668		

ok

HB I

**CURRENT LIABILITIES**

Payable to bank resulting from checks in transit			
Accounts Payable	47,466		
Withheld payroll taxes and other liabilities			
Notes Payable to related companies			
Current portion of debt			
Total Current Liabilities	47,466		
<b>LONG-TERM DEBT</b>	13,649,074	<u>13,649,073.61</u>	0.917263955
Total Liabilities	13,696,539		

**DEFERRED REVENUE**

**STOCKHOLDERS' and MEMBERS' EQUITY**

Common stock, no par value, 2000 shares  
authorized, 840 shares issued and outstanding  
Common stock, \$1par value, 50,000 shares  
authorized, 5,000 shares issued and outstanding



Common stock, no par value, 200,000 shares  
authorized, issued and outstanding  
Common stock, no par value, 1,000 shares  
authorized, issued and outstanding

Members' equity	1,231,129		
Additional paid-in capital			
Retained earnings (deficit)			
<b>Total Equity</b>	1,231,129	<u>1,231,129.12</u>	0.082736045

ok

**TOTAL LIABILITIES AND EQUITY**

14,927,668	14,880,203
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ok

Total Liabilities and Equity - Total Assets



Staff Note: WCI provide only a Pdf copy that staff converted to Excel.

## Balance Sheet

As of December 31, 2013 and 2012

Assets

CURRENT ASSETS

	<u>2013</u>	<u>2012</u>
Cash	26,574	\$ 84,675
Accounts receivable, net of allowance	541,483	398,978
Employee and other receivables		348
Prepaid expenses	23,729	21,456
	592,134	505,211

VEHICLES, EQUIPMENT AND IMPROVEMENTS

Collection equipment	2,546,551	2,481,323
Service cars and equipment	291,150	292,140
Furniture and office equipment	24,233	23,139
Leasehold improvements	54,737	54,737
Less - accumulated depreciation	-1,797,559	-1,799,454
	1,119,112	1,051,885

OTHER ASSETS

Goodwill		
	225,000	225,000
	225,000	225,000
	129362246	127822096

Liabilities and Stockholders' Equity

CURRENT LIABILITIES

	2013	2012
Payable to bank resulting from checks in transit	94,319	44,367
Accounts payable	236,047	170,787
Accrued payroll and related liabilities	48,074	37,799
Accrued business taxes	19,565	24,596
Accrued SEP payable	4,827	4,339
Deferred revenue	308,913	294,694
Payable - related companies	90,751	314
Current maturities of long-term debt - related companies	167,000	161,400
	969,496	738,296

LONG-TERM DEBT- related companies

	317,726	485,173
	1,287,222	1,223,469

STOCKHOLDERS' EQUITY

authorized, 840 shares issued and outstanding	27,863	27,863
Additional paid-in capital	668,749	553,442
Retained deficit	-47,588	-22,678
	649,024	558,627

All





\$ 1,936,246

\$ 1,782,096

Common stock, no par value, 2,000 shares

**WASTE CONTROL EQUIPMENT, INC.**

**BALANCE SHEETS**

(Independent Accountants' Compilation Report)

December 31, 2013 and 2012

Assets

	2013	2012
<b>CURRENT ASSETS</b>		
Cash	\$ 58,410	\$ 259,459
Accounts receivable	399,091	356,516
Employee and other receivables		180
Prepaid expenses	<u>25,870</u>	<u>28,180</u>
	<u>483,371</u>	<u>644,335</u>
 <b>VEHICLES, EQUIPMENT AND IMPROVEMENTS</b>		
Collection equipment	3,368,828	3,812,451
Service cars and equipment	301,647	301,647
Furniture and office equipment	24,582	24,582
Leasehold improvements	110,536	110,431
Less - accumulated depreciation	<u>(2,910,296)</u>	<u>(3,047,220)</u>
	<u>895,297</u>	<u>1,201,891</u>
 <b>OTHER ASSETS</b>		
Goodwill	<u>280,000</u>	<u>280,000</u>
	<u>280,000</u>	<u>280,000</u>
	 <u>\$ 1,658,668</u>	 <u>\$ 2,126,226</u>

**WASTE CONTROL EQUIPMENT, INC.**

**BALANCE SHEETS**

(Independent Accountants' Compilation Report)

December 31, 2013 and 2012

Liabilities and Stockholders' Equity

**CURRENT LIABILITIES**

	2013	2012
Payable to bank resulting from checks in transit	\$ 71,690	\$ 21,794
Accounts payable	122,759	121,874
Accrued payroll and related liabilities	49,112	45,355
Accrued business taxes	11,356	11,415
Accrued SEP payable	10,361	11,049
Payable - related companies		221
Current maturities of long-term debt - related companies	112,900	93,646
Current maturities of long-term debt	<u>107,600</u>	<u>117,054</u>
	485,778	422,408
 <b>DEFERRED REVENUE</b>	86,200	86,200



LONG-TERM DEBT- related companies	249,444	377,736
LONG-TERM DEBT	— 203,407	— 311,291
	<u>1,024,829</u>	<u>1,197,635</u>
<b>STOCKHOLDERS' EQUITY</b>		
shares authorized, issued and outstanding	43,953	43,953
Retained earnings	<u>589,886</u>	<u>884,638</u>
	<u>633,839</u>	<u>928,591</u>
	\$ 1,658,668	\$ 2,126,226

Common stock, no par value, 200,000

**HEIRBORNE INVESTMENTS II, LLC**

**BALANCE SHEETS**

(Independent Accountants' Compilation Report)

December 31, 2013 and 2012

Assets

2013                      2012

**CURRENT ASSETS**

Cash	\$ 13,967	\$ 14,182
Current maturities of note receivable	15,200	
Prepaid expenses	<u>7,491</u>	<u>7,746</u>
	<u>36,658</u>	<u>21,928</u>

**PROPERTY AND EQUIPMENT**

Equipment	21,257	21,257
Commercial buildings and improvements	2,535,569	2,510,569
Residential property	401,802	401,802
Less - accumulated depreciation	<u>{1,061,0672</u>	<u>{960,1022</u>
	1,897,561	1,973,526
Land	<u>424,706</u>	<u>424,706</u>
	<u>2,322,267</u>	<u>2,398,232</u>

**OTHER ASSETS**

Loan fees, net	17,934	20,130
Note receivable, net of current maturities	59,376	
Sunriver property	763,370	763,370
Investment in Beringer Estates	175,526	175,526
Arizona property	328,545	113,250
Bodine road property	602,666	602,666
Construction in progress	<u>26,662</u>	<u>26,662</u>
	<u>1,974,079</u>	<u>1,701,604</u>

\$ 413331004                      411211764

**HEIRBORNE INVESTMENTS II, LLC**

**BALANCE SHEETS**

(Independent Accountants' Compilation Report)

December 31, 2013 and 2012

Liabilities and Members' Equity

All



CURRENT LIABILITIES

2013	2012		
Accrued interest payable	\$ 1,941		\$ 2,002
Current maturities of long-term debt - related	15,900		14,200
Current maturities of long-term debt	<u>47,200</u>		<u>44,800</u>
	65,041		61,002
LONG-TERM DEBT - related	941,152		598,531
LONG-TERM DEBT	<u>1,325,797</u>		<u>1,403,925</u>
	2,331,990		2,063,458

MEMBERS' EQUITY

2,001,014	2,058,306
<u>413331004</u>	<u>\$ 4212764</u>

HEIRBORNE INVESTMENTS, LLC

BALANCE SHEETS

Independent Accountants' Compilation Report)

December 31, 2013 and 2012

Assets

2013	2012		
CURRENT ASSETS	\$ 1,213,360		\$ 3,096,147
Cash	671,100		622,425
Current maturities of notes receivable - related companies	3,159		<u>2,875</u>
Prepaid expenses	<u>1,887,619</u>		<u>3,721,447</u>

PROPERTY AND EQUIPMENT

Equipment	614,241		618,381
Commercial buildings and improvements	8,138,305		7,573,000
Less - accumulated depreciation	<u>{2,939,7342</u>		<u>{2,152,8292</u>
	5,812,812		6,038,552
Land	<u>1,835,171</u>		<u>1,831,171</u>
	<u>7,647,983</u>		<u>7,869,723</u>

OTHER ASSETS

Loan fees, net	381,323		369,823
Notes receivable, net of current maturities - related companies	4,740,492		2,705,472
Investment in equipment not in-service	249,927		
Construction in progress	<u>1,186,206</u>		<u>211,008</u>
	<u>6,557,948</u>		<u>3,286,303</u>

\$ 1620932550      \$ 142 877A73

HEIRBORNE INVESTMENTS, LLC

BALANCE SHEETS

Independent Accountants' Compilation Report)

December 31, 2013 and 2012

Liabilities and Members' Equity

2013	2012
CURRENT LIABILITIES	



Accounts payable	\$ 20,194	\$ 72,104
Accrued interest payable	56,179	52,594
Accrued business taxes	2,184	2,083
Current maturities of long-term debt - related companies	64,569	60,818
Current maturities of long-term debt	— 1,555,031	— 996,582
	1,698,157	1,184,181
<b>LONG-TERM DEBT - related companies</b>	147,595	212, 163
<b>LONG-TERM DEBT</b>	— 13,234,316	— 12,236,280
	15,080,068	13,632,624
<b>MEMBERS' EQUITY</b>	— 1,013,482	— 1,244,849
<u>1620932550</u>	<u>\$ 142877=473</u>	

