

EXHIBIT 1

**CLASS A and B - WATER COMPANIES
2018
ANNUAL REPORT**

FOR

Registered Name of Business on file with Commission

Rainier View Water Company, Inc. dba:

Official Mailing Address

PO Box 44427

City	State
Tacoma	WA

Official Email Address

info@rainierviewwater.com

'X' if any information listed above has been updated

Report Year Ended: December 31, 2018

Inquiries concerning this Annual Report should be addressed to:

Name:	Douglas Fisher		
Title:	Secretary		
Address:	PO Box 44427		
City:	Tacoma		
State:	WA	Zip Code:	98448
Telephone:	253-537-6634		
Email:	info@rainierviewwater.com		

SUBMIT TO:

<https://www.utc.wa.gov/docs/Pages/ElectronicFiling.aspx>



REPORT MUST BE RECEIVED NO LATER THAN: May 1

***Please refer to the Instructions for Completing the Annual Report on l

ES

[Redacted]

[Redacted]

ZIP Code

98448

[Redacted]

l to:

PREPARER INFORMATION

'X' if Preparer same as Cover:

Person who prepared report: Amber Miller

Title: CPA

If different; Company Name: Aldrich CPAs & Advisors, LLP

Telephone: 907-522-2170

Principal Business Address: 800 E Dimond Blvd., #3-670

City: Anchorage

State: AK

Zip: 99515

COMPANY INFORMATION

Washington Unified Business Identifier (UBI) No.:

601-216-959

(If you do not know your UBI No. please contact Business Licensing Service at 1-800-451-7985 or BLS@dor.wa.gov)

Business Structure (please enter the appropriate designation):

Corporation

Please enter: Individual/Sole Proprietor, Partnership, LP, LLP, LLC, Corporation, or Nonprofit Corporation

Date First Organized or Regulated:

1/1/1990

'X' if Address is same as Cover:

Business Physical Address:

5410 189th Street East

City: Puyallup

State: WA

Zip: 98375

Telephone: 253-537-6634

Fax: 253-537-7896

Business Website:

rainerviewwater.com

Accounting Records Information

'X' if Address is same as above:

Location of Books & Records:

City:

State:

Zip:

Method of Accounting: Accrual

Please enter: Cash or Accrual

CERTIFICATION

I have examined this report and to the best of my knowledge and belief, all statements of fact are accurate, the financial statements, for the period from January 1, 2018 to December 31, 2018, contained in this report, correctly reflect the business affairs of the respondent.

(PLEASE VERIFY THAT ALL SCHEDULES ARE ACCURATE AND COMPLETE BEFORE SIGNING)

You may electronically sign by typing your signature in block.

X

Date

Name	Doug Fisher				
Title	Secretary				
Company	Rainier View Water Co.				
Street Address	5410 189th Street East				
City	Puyallup	State	WA	Zip Code	98375
Telephone	253-539-6634 Ext 1203				
Email	doug@mountainmist.com				

OWNERSHIP

Instructions:

- List the first name (or Company Name), last name (or State of Registration), title, and percentage of all owners **holding directly or indirectly five percent or greater** of voting securities of the Company.
- Group all owners holding less than five percent as 'Other Owners'.
- **Represent Percentage in decimal form (e.g., 80% is entered as 0.8000).**

First Name (or Company)	Last Name (or State Registered)	Title	Ownership
Neil H Richardson Estate			0.3740
Paula	Richardson	V. P.	0.3740
Douglas	Fisher	Secretary	0.1440
Robert	Blackman	Bd. Member	0.0720
Other Owner's holding less than 0.0500 (5%) individually			0.0360

Industry Specific Information

Emergency Contact Information

REQUIRED: Name, Business Address, and Contact number. Continue filling out in the same format until all personnel are represented.

Title	Name	Principal Business Address	Phone #
Certified Water Manager	Robert Blackman	PO Box 44427 Tacoma, WA 998448	253-537-6634
Emergency Responder	Maintenance Crew On-call with backups available	PO Box 44427 Tacoma, WA 998448	253-537-6634
Emergency Responder			

**SCHEDULE 1
INCOME STATEMENT**

(For the Calendar Year 2018)

Instructions

- Do NOT leave fields blank. If a field is not applicable, enter zero.
- Misc Revenue Accounts should not include Jobbing & Contract work. Include this revenue under the Other Income section.

Ln.	Account #	Account Name	Water	Other	Total Company
(L)	(a)	(b)	(c)	(d)	(c)+(d) = (e)
Revenues					
1	400	Operating Revenue	\$6,948,660	\$0	\$6,948,660
2	471	Misc. Revenue Accounts (specify in footnote)	\$101,746	\$0	\$101,746
3	474	Other Revenue Accounts (specify in footnote)	\$0	\$0	
4		<i>Utility Operating Revenue (add lines 1 thru 3)</i>	\$7,050,406		\$7,050,406
Expenses					
5	401	Operating Expense Accounts	\$4,958,574	\$0	\$4,958,574
6	403	Depreciation Expense	\$1,522,476	0	\$1,522,476
7	406	Amortization Expense	(\$866,405)	\$0	-\$866,405
8	408	Other Tax & License	\$866,886	\$0	\$866,886
9	409	Federal Income Taxes	\$156,420	\$0	\$156,420
10		<i>Utility Operating Expense (add lines 5 thru 9)</i>	\$6,637,951		\$6,637,951
11		<i>Utility Operating Income (Loss) (line 4 less line 10)</i>	\$412,455		\$412,455
Other Income and Deductions					
Other Income:					
12	414	Gain (Loss) From Disposition of Plant	\$0	\$0	
13	415	Merchandising, Jobbing and Contract Work	\$0	\$0	
14	419	Interest & Dividend Income	\$11,266	\$0	\$11,266
15	421	Nonutility Income	\$154,032	\$0	\$154,032
16		<i>Total Other Income (add lines 12 thru 15)</i>	\$165,298		\$165,298
Other Deductions:					
17	416	Merchandising, Jobbing and Contract Work	\$0	\$0	
18	426	Miscellaneous Nonutility Expenses	\$0	\$0	
19	427	Interest Expense	\$137,077	\$0	\$137,077
21		<i>Total Other Deductions (add lines 17 thru 19)</i>	\$137,077		\$137,077
22		Net Income (Loss) (add lines 11 and 16, subtract line 21)	\$440,676		\$440,676

Schedule 1 Footnotes (add lines as needed):

Line 2, Acct 471: Service revenues

**SCHEDULE 2
BALANCE SHEET - TOTAL COMPANY**

(For the Year Ended December 31, 2018)

Instructions			
- Do NOT leave fields blank. If a field is not applicable, enter zero.			
- Line 15 must equal Line 32			
Line	Account #	Account Name	Current Year
(L)	(a)	(b)	(c)
Assets			
1	101	Utility Plant	\$52,887,081
2	104	Utility Plant Purchased or Sold	\$0
3	108	Less: Accumulated Depreciation	(\$18,687,608)
4	114	Utility Plant Acquisition Adjustment	\$279,918
5	110	Less: Accumulated Amortization of Plant Acquisition Adjustment	\$0
6		<i>Net Utility Plant (add lines 1, 2, and 4, subtract lines 3 and 5)</i>	\$34,479,391
7	124	Utility Investments	\$0
8	127	Special Funds (Surcharges, Facility Charges)	\$0
9	131	Cash	\$1,517,174
10	141	Customer Accounts Receivable	\$586,842
11	151	Plant Materials and Supplies	\$0
12	162	Prepayments	\$23,722
13	186	Other Deferred Debits (specify in footnote)	\$0
14		Other Assets (specify in footnote)	\$17,074,367
15		Total Assets (add lines 6 thru 14)	\$53,681,496
Ownership Equity			
16	201-204	Capital Stock Issued	\$256,193
17	211	Other Paid In Capital (specify in footnote)	\$0
18	214-215	Retained Earnings	\$9,831,668
19	218	Proprietary Capital	\$0
20		<i>Total Ownership Equity (add lines 16 thru 19)</i>	\$10,087,861
Liabilities			
21	224	Long-Term Debt	\$4,292,333
22	231	Accounts Payable	\$475,581
23	232	Notes Payable	\$0
24	235	Customer Deposits	\$16,667
25	236	Accrued Taxes	\$48,582
26	253	Other Deferred Credits (specify in footnote)	\$0
27	265	Miscellaneous Operating Reserves	\$0
28	271	Contributions in Aid of Construction (CIAC)	\$48,430,464
29	272	Less: Accumulated Amortization of CIAC	-\$11,037,958
30		Other Liabilities (specify in footnote)	\$1,367,966
31		<i>Total Liabilities (add lines 21 thru 29)</i>	\$43,593,635
32		Total Equity, Capital and Liabilities (add line 20 and 31)	\$53,681,496

Schedule 2 Footnotes (add lines as needed):

Line 14, Other Assets Includes:

144 Note receivable from related party: 2,805

162 Prepaid income taxes: 116,207

135 Debt service reserve: 602,256

136 Investments: 302,906

116 Supplemental facilities: 16,050,193

Line 30, Other Liabilities Includes:

241 Accrued wage and benefits payable: 79,112

281 Accumulated deferred income taxes: 987,000

252 Advances for construction: (112,208)

252 Advances for supplemental facilities: 413,162

**SCHEDULE 3
WATER UTILITY PLANT (Account 101)**

Instructions

Report plant and equipment asset account additions and retirements that occurred during the year.
If a field is not applicable, enter zero.

Line No. (L)	Acct No. (a)	Account Name (b)	Balance Beginning of Year (c)	Additions (d)	Retirements (e)	Balance End of Year (f)
1	301	Organization	\$1,804	\$0	\$0	\$1,804
2	302	Franchises	\$0	\$0	\$0	\$0
3	303	Land and Water Rights	\$944,245	\$0	\$0	\$944,245
4	304	Structures & Improvements	\$7,495,503	\$5,093	\$0	\$7,500,596
5	305	Collecting & Impounding Reservoirs	\$0	\$0	\$0	\$0
6	306	Lake, River, and other intakes	\$0	\$0	\$0	\$0
7	307	Wells and Springs	\$1,397,306	\$488,741	\$0	\$1,886,047
8	309	Supply Mains	\$0	\$0	\$0	\$0
9	310	Power Generation Equipment	\$149,030	\$4,260	\$0	\$153,290
10	311	Pumping Equipment	\$4,080,979	\$136,189	\$0	\$4,217,168
11	320	Water Treatment Equipment	\$7,281,042	\$603,780	\$0	\$7,884,822
12	330	Distribution Reservoirs & Tanks	\$2,256,731	\$1,991	\$0	\$2,258,722
13	331	Transmission & Distribution Mains	\$14,155,800	\$196,725	\$0	\$14,352,525
14	333	Service Connections	\$4,098,329	\$242,463	\$0	\$4,340,792
15	334	Meters and Meter Installation	\$3,865,133	\$399,328	\$0	\$4,264,461
16	335	Hydrants	\$1,659,883	\$21,951	\$0	\$1,681,834
17	339	Other Plant & Misc. Equipment	\$0	\$0	\$0	\$0
18	340	Office Furniture & Equipment	\$849,603	\$15,360	\$0	\$864,963
19	341	Transportation Equipment	\$1,230,548	\$24,480	\$0	\$1,255,028
20	343	Tools, Shop and Garage Equipment	\$126,790	\$3,690	\$0	\$130,480
21	345	Power Operated Equipment	\$269,919	\$0	\$0	\$269,919
22	346	Communication Equipment	\$167,295	\$0	\$0	\$167,295
23	348	Other Tangible Plant	\$688,408	\$24,682	\$0	\$713,090
25	101	Utility Plant Total (add lines 1 thru 23)	\$50,718,348	\$2,168,733		\$52,887,081

SOURCES OF CONTRIBUTIONS IN AID OF CONSTRUCTION (CIAC)

Instructions

Report all plant, equipment, and monies received during the year, as a gift.

- Tariff Based (e.g., connection charges, facilities charges, and surcharges)

- Non-Tariff Based (e.g., developer donated line extension).

- If a field is not applicable, enter zero.

Line No. (L)	Description of Charges (a)	# of Connections (b)	Cost or Charge per Connection (c)	CIAC Amount Received (d)
26	Tariff Based CIAC	78	\$350	\$1,042,368
27	Non-Tariff Based CIAC			\$331,206
28	CIAC Collected (add lines 26 and 27)	78		\$1,373,574

SCHEDULE 3
CUSTOMER COUNT SUMMARY

REQUIRED: List the number of customer accounts in each category. If not applicable, enter zero.

Description (a)	Number at Beginning of Year (b)	New Services (c)
Total Unmetered	4	0
Total Metered	17,855	38
Master Meter - Single Customer Billed	245	9
Master Meter - Multiple Customers Billed		
Other Services (Ready to Serve, etc.)		
Total Customers	18,104	47

WATER CATEGORY SUMMARY

REQUIRED: Report quantity of water, in cubic feet, that entered system from all sources, and disposition. Total Loss/Wastage plus Water Sold to Customers should equal Source Water.

Month (a)	Purchased or Surface Water (b)	Ground Water (Wells) (c)	Total from All Categories (b) + (c) = (d)	Loss or Wastage (e) enter as "+"
January	5,100	16,122,509	16,127,609	1,418,353
February	74,731	16,326,506	16,401,237	1,507,885
March	36,296	15,185,528	15,221,824	1,063,232
April	28,548	16,606,837	16,635,385	1,756,555
May	27,627	16,978,955	17,006,582	1,615,266
June	330,950	28,419,938	28,750,888	2,894,336
July	2,474,655	32,612,853	35,087,508	2,810,704
August	5,768,148	37,899,226	43,667,374	3,415,139
September	2,145,332	33,209,508	35,354,840	3,709,103
October	20,472	16,260,112	16,280,584	902,522
November	26,109	17,450,427	17,476,536	1,509,736
December	28	17,082,924	17,082,952	1,476,350
Total (Add lines 7 thru 18)	10937996	264155323	275093319	24079181

- (d) - Category Master Meters Records
- (e) - Category Leakage or Wastage of Water
- (f) - Individual Customer Meter Records

¹CONVERSION: 1 cubic foot = 7.48 gallons

0.

Number at End of Year

(d)

4
17,893
254
18,151

n of water.

Water sold to Customers

(d) - (e) = (f)

14,709,256
14,893,352
14,158,592
14,878,830
15,391,316
25,856,552
32,276,804
40,252,235
31,645,737
15,378,062
15,966,800
15,606,602
251014138

3 gallons

REGULATORY FEE CALCULATION SCHEDULE
Due May 1, 2019

Company Name:

Rainier View Water Company, Inc.

Annual Report Year
2018

In accordance with RCW 80.24.010 "Regulatory Fees", the Commission requires water companies to file reports of gross intrastate operating revenue and pay fees on that revenue. Every company subject to regulation shall file with the Commission a statement under oath showing its gross intrastate revenue for the preceding year and pay to the Commission a fee as instructed below.

Regulatory Fee Calculations

1 Total Gross Intrastate Operating Revenue**			7,050,406.00
2 If Line 1 is under \$20,000, enter \$0, otherwise Line 1, upto \$50,000, x .1%	50,000.00	x 0.001	\$50.00
3 If Line 1 is over \$50,000, enter Line 1 less \$50,000 x .2%	7,000,406.00	x 0.002	\$14,000.81
4 Total Regulatory Fees owed(add lines 2 and 3).			\$14,050.81

Note - There is a minimum twenty dollar regulatory fee. This fee is waived for any water company with less than \$20,000 in Gross Intrastate Operating Revenue.

Agency Use Only 001-111-0268-160-01

Penalty & Interest Calculations

5 Penalties on Regulatory Fees being paid after May 1			
5a Total Penalties on Regulatory Fees owed(enter amount from Line 4 x 2%)		x 0.02	
6 Interest on Regulatory Fees being paid after May 31			
6a Number of months past May 31 x Amount from Line 4 x 1%		x	x 0.01
7 Total Penalties and Interest owed(Line 5a plus Line 6a)			
8 Total Regulatory, Penalties and Interest Fees Due(Line 4 plus Line 7)			\$14,050.81

Agency Use Only 001-111-0268-160-11

****Note:** Gross Washington intrastate operating revenue is defined as all revenue collected for the year from rates under tariffs, and contracts on file at the Washington Utilities and Transportation Commission. The revenues subject to the commission's regulatory fees are gross Washington intrastate operating revenues before deductions for uncollectibles, unbillables or the payment of state and federal taxes, i.e. "Gross Revenues" means before any deductions from Revenue Receipts.

COMMISSION USE ONLY

Reception #:	_____	001-111-0268-160-01	_____
Reference:	<u>AR2018</u>	001-111-0268-160-11	_____
Payment ID:	_____	001-111-0268-032-20	_____
		001R-111-0268-032-20 (_____)
		Total Paid:	_____

PAYMENT INFORMATION

Utilities and Transportation Commission (UTC) accepts the following methods of payment

Cash (in-person at the UTC)

Deliver Cash to:
1300 S. Evergreen Park Drive S.W.
Olympia, WA 98504

Check (must be in US Funds)

Deliver to the UTC Office above or Send Checks to:
Utilities and Transportation Commission
PO Box 47250
Olympia, WA 98504-7250

Online payments* (ACH, American Express, Discover/Novus, MasterCard, Visa)

To pay online visit:
<https://www.utc.wa.gov/regulatedIndustries/Pages/online-payments.aspx>

Pay-by-phone (credit card payments only) at (360) 664-1349

**Please note: A convenience fee of 2.5 percent (minimum of \$3.95) is charged by Official Payments for using the credit card processing service.*

FILING YOUR REPORT

All annual reports and regulatory fees must be received by the UTC no later than May 1 each year (or the following business day if May 1 lands on a weekend). **In 2017, the UTC changed its procedural rule, WAC 480-07-140, requiring formal communications with the UTC be submitted electronically.**

Submit reports online:

<https://www.utc.wa.gov/docs/Pages/ElectronicFiling.aspx>

**Typical Average Service Lives
Salvage Rates, and Depreciation Rates
Water Utilities**

NARUC (1996) Account Numbers Class A B C	<u>Class of Plant</u> Source of Supply Plant	Average Service Lives Years **	Net Salvage Percent %	Depreciation Rate Range	
				Short	Long
301	Organization	XXX		XXX	XXX
302	Franchises	XXX		XXX	XXX
303	Land and Water Rights	XXX		XXX	XXX
304	Structures and Improvements	35-40		2.86%	2.50%
305	Collect. and Impounding Res.	50-75		2.00%	1.33%
306	Lake, River and Other Intakes	35-45		2.76%	2.22%
307	Wells and Springs	25-35		4.00%	2.86%
308	Infiltration Galleries and Tunnels	25-50		4.00%	2.00%
309	Supply Mains	50-75		2.00%	1.33%
310	Power Generation Equipment	10-15		10.00%	6.67%
<u>Pumping Plant</u>					
304	Structures and Improvements	35-40		2.86%	2.50%
311	Pumping Equipment	20			5.00%
311	Other Pumping Plant	25			4.00%
<u>Water Treatment Plant</u>					
304	Structures and Improvements	35-40		2.86%	2.50%
320	Water Treatment Equipment	20-35		5.00%	2.86%
<u>Transmission and Distribution Plant</u>					
304	Structures and Improvements	35-40		2.86%	2.50%
330	Distribution Reservoirs and Tanks	30-60		3.33%	1.67%
331	Trans. and Dist. Mains	50-75		2.00%	1.33%
331	Fire Mains	50-75		2.00%	1.33%
333	Service Connections	30-50		3.33%	2.00%
334	Meters	20-25	10	5.00%	4.00%
334	Meter Installations	40-60		2.50%	1.67%
335	Hydrants	40-60	5	2.50%	1.67%
<u>General Plant</u>					
304	Structures and Improvements	35-40		2.86%	2.50%
339	Other Plant	40-60		2.50%	1.67%
340	Office Furniture and Equipment	20-25	5	5.00%	4.00%
341	Transportation Equipment	7	10		14.30%
342	Stores and Equipment	20			5.00%
343	Tools, Shop and Garage Equip.	15-20	5	6.67%	5.00%
344	Laboratory Equipment	15-20		6.67%	5.00%
345	Power Operated Equipment	10-15	10	10.00%	6.67%
346	Communication Equipment	10			10.00%
347	Miscellaneous Equipment	10			10.00%
348	Other Plant Assets	10			10.00%
348	Water System Plan	6	10		16.67%

** These lives are intended as a guide; longer or shorter lives should be used if experience shows it is warranted.