

ANNUAL REPORT

KLICKITAT COUNTY PORT DISTRICT

(Name of Special Purpose District, Municipal Utility Department or Port)

VOLUNTARY

(Class)

Submitted pursuant to RCW 43.09.230

to the

DIVISION OF MUNICIPAL CORPORATIONS

STATE AUDITOR'S OFFICE

FOR THE FISCAL YEAR ENDED December 31, 19 83

Certified correct this 25th day of April, 19 84

to the best of my knowledge and belief:

NAME Margaret Siders

TITLE Port Auditor

COMPARATIVE BALANCE SHEET
For Years Ending December 31, 19 82 and 19 83

	<u>ASSETS</u>	19 <u>82</u>	19 <u>83</u>
1000. <u>Capital Assets:</u>			
1001.-1799 Land, Facilities and Equipment		2,715,320	3,760,880
1800. Construction Work in Progress		633,294	
Sub-total		<u>3,348,614</u>	<u>3,760,880</u>
2000. Less: Reserve for Depreciation		()	(491,744)
2700. Non-operating Property			
2750. Less: Reserve for Depreciation		()	()
Total Capital Assets		<u>3,348,614</u>	<u>3,269,136</u>
2800. <u>Sinking, Redemption and Special Fund Assets:</u>			
2810. General Obligation Bonds Interest and Redemption Fund - Cash			
2820. General Obligation Bonds Interest and Redemption Fund - Investments			
2830. Revenue Bond Interest and Redemption Fund - Cash			1,852
2840. Revenue Bond Interest & Redemption Fund - Investments			
2850. Special Funds - Cash			
2860. Special Funds - Investments			
Total Sinking, Redemption & Special Fund Assets			<u>1,852</u>
3000. <u>Current and Accrued Assets:</u>			
3010. Cash		41,425	8,764
3020. Temporary Cash Investments		430,000	605,000
3105. Interest Special Deposits (Contra 430C)			
3106. Bond Redemption Special Deposits (Contra 4310)			
3107. Customer's Deposits (Contra 4150)			
3108. Transportation and Other Special Deposits			
3109. Working Funds		76	65
3170. Accounts Receivable		158,306	65,794
3180. Real Estate Contracts		26,100	24,539
3190. Less: Reserve For Doubtfull Accounts		()	()
3200. Interest Receivable			10
3220. Taxes Receivable		5,556	5,828
3232. Inter-fund Loans Receivable (Contra 4110)			
3240. Earned Revenues Unbilled			
3250. Materials and Supplies			
3251. Gasoline and Diesel Fuel Oil			
3260. Prepayments			1,209
3290. Miscellaneous Current and Accrued Assets			
Total Current and Accrued Assets		<u>661,463</u>	<u>711,209</u>
3600. <u>Deferred Debits:</u>			
3610. Work in Progress for Others			
3620. Miscellaneous Deferred Debits			
Total Deferred Debits			
 TOTAL ASSETS		 <u>4,010,077</u>	 <u>3,982,197</u>

COMPARATIVE BALANCE SHEET
For Years Ending December 31, 19 82 and 19 83

<u>LIABILITIES AND EQUITY</u>		<u>19 82</u>	<u>19 83</u>
4000.	<u>Bonds Outstanding</u>		
4001.	General Obligation Bonds		
4050.	Revenue Bonds		385,000
	Total Bonds Outstanding		385,000
4100.	<u>Current and Accrued Liabilities</u>		
4120.	Warrants Payable	872	3,634
4130.	Accounts Payable	120,381	10,844
4140.	Inter-fund Loans Payable (Contra 3232)		
4150.	Customer's Deposits (Contra 3107)		
4160.	Taxes Accrued		
4170.	Interest Accrued	4,777	9,806
4180.	Payroll Payable		390
4190.	Employees Benefits Payable	2,144	
4300.	Matured Interest (Contra 3105)		
4310.	Matured Long-term Debt (Contra 3106)	340,000	
4320.	Miscellaneous Current and Accrued Liabilities	9,047	110,998
	Total Current and Accrued Liabilities	477,221	135,672
4500.	<u>Deferred Credits:</u>		
4520.	Amounts Retained on Contractors' Estimates		
4530.	Miscellaneous Deferred Credits	15,249	23,260
	Total Deferred Credits	15,249	23,260
4700.	<u>Operating Reserves:</u>		
4710.	Property Insurance Reserve		
4720.	Injuries and Damage Reserve		
4730.	Miscellaneous Operating Reserve		
	Total Operating Reserves		
4800.	<u>Contributions in Aid of Construction</u>		
4801.-4824.	Contributions in Aid of Construction	1,785,307	2,095,153
4825.	Less: Depreciation - Donated Facilities	()	(252,972)
	Total Contributions in Aid of Construction	1,785,307	1,842,181
5000.	<u>Equity:</u>		
5001.	Paid in Equity		
5010.	Net Worth-Equity of Port District from Taxation	130,614	130,614
5011.	Net Worth-Equity of Port District from Operations	1,601,686	1,465,470
	Total Equity	1,732,300	1,596,084
	TOTAL LIABILITIES AND EQUITY	4,010,077	3,982,197

COMPARATIVE STATEMENT OF REVENUES, EXPENSES AND CHANGES IN EQUITY
For Years Ending December 31, 19 82 and 19 83

	19 <u>82</u>	19 <u>83</u>
I. <u>Port Operating Income:</u>		
Revenues:		
6000. Operating Revenues (Exclude 6890)	<u>147,628</u>	<u>149,923</u>
Expenses:		
7000. Terminal Expenses		
8000. Administrative and General Expenses	<u>126,451</u>	<u>110,692</u>
Total Expenses	<u>(126,451)</u>	<u>(110,692)</u>
Income from Operations before Depreciation	<u>21,177</u>	<u>39,231</u>
7998-8998. Depreciation		45,683
Net Income from Operations	<u>21,177</u>	<u>(6,452)</u>
II. <u>Non-Operating Revenues:</u>		
6890. Taxes Levied for Port Operating Revenues	<u>40,349</u>	<u>49,932</u>
9010. Interest Income	<u>44,173</u>	<u>40,751</u>
9020. Tax Levy - G.O. Bond Interest		
9030. Gain or (Loss) on Disposition of Land, Facilities and Equipment	<u>24,871</u>	
9040-9200. Other Non-operating Revenues	<u>34,538</u>	<u>14,743</u>
Total Non-Operating Revenues	<u>143,931</u>	<u>105,426</u>
Gross Income	<u>165,108</u>	<u>98,974</u>
III. <u>Non-Operating Expenses:</u>		
9510-9511. Interest Expenses	<u>4,777</u>	<u>9,806</u>
9515. Other Interest Expense		<u>23,646</u>
9580-9800. Other Non-Operating Expenses		<u>16,015</u>
Net Income (or loss) Transferred to Net Worth	<u>160,331</u>	<u>49,507</u>
IV. <u>Equity:</u>		
5011. Net Worth (at beginning of period)	<u>1,570,813</u>	<u>1,732,300</u>
5012. Credit Balance Transferred from Income	<u>291,558</u>	<u>255,349</u>
5013. Credits Applicable to Prior Years		<u>6,983</u>
5014. Other Credits to Net Worth	<u>1,157</u>	<u>219,659</u>
5015. Debt Balance Transferred from Income	<u>(131,228)</u>	<u>(205,842)</u>
5016. Debts Applicable to Prior Years		<u>(542,979)</u>
5017. Other Debits to Net Worth		
5011. Net Worth (at end of Period)	<u>1,732,300</u>	<u>1,465,470</u>

ANALYSIS OF CHANGES IN EQUITY
For Years Ending December 31, 19 82 and 19 83

	<u>19 82</u>	<u>19 83</u>
Balance Paid in Equity Beginning of Period	<u>1,570,813</u>	<u>1,732,300</u>
Additions:	<u>292,715</u>	<u> </u>
Deductions:	<u>(131,228)</u>	<u>(1,732,300)</u>
Balance Paid in Equity end of Period	<u>1,732,300</u>	<u>-0-</u>
Balance equity from Taxation Beginning of Period	<u>130,614</u>	<u>130,614</u>
Additions:	<u> </u>	<u> </u>
Deductions	<u> </u>	<u> </u>
Balance Equity from Taxation End of Period	<u>130,614</u>	<u>130,614</u>
Balance Equity from Operations Beginning of Period	<u>1,440,199</u>	<u>1,732,300</u>
Additions:	<u>292,715</u>	<u>262,332</u>
	<u> </u>	<u>219,659</u>
Deductions:	<u>(131,228)</u>	<u>(748,821)</u>
Balance Equity from Operations End of Period	<u>1,601,686</u>	<u>1,465,470</u>
TOTAL EQUITY	<u><u>1,732,300</u></u>	<u><u>1,596,084</u></u>

PORT OF KLICKITAT
NOTES TO FINANCIAL STATEMENTS

January 1, 1983 thru December 31, 1983

These notes are an integral part of the accompanying financial statements.

NOTE 1 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The accounting policies of the Port conform to generally accepted accounting principles.

a. Basis of Accounting and Presentation

The accounting records of the Port are maintained in accordance with methods prescribed by the State Auditor under the authority of Chapter 43.09 RCW. The Port uses the Uniform System of Accounts for port districts of the State of Washington.

The Port uses the full-accrual basis of accounting where revenues are recognized when earned and expenses are recognized when incurred. Fixed asset purchases are capitalized and long-term liabilities are accounted for in the appropriate accounts.

The Port's financial statements include the financial position and results of operations of all enterprise operations which the Port manages. The financial statements include as well all assets and liabilities for which the Port has a custodial or trust responsibility.

b. Fixed Assets and Depreciation

Fixed assets are recorded at cost.

In accordance with the requirements of the State Auditor, the Port does record depreciation on assets acquired with contributed capital (noting that 1983 is the first year this procedure has been applied).

Depreciation is computed on the straight-line method with useful lives of 5 to 40 years at present.

c. Restricted Funds

In accordance with bond resolution, and certain related agreements, separate restricted funds are required to be established. The assets held in these funds are restricted for specific uses, including debt service and other special reserve requirements. Restricted funds currently include the following:

Special Funds: 1983 Revenue Bond Fund.- Cash - (restricted in that any interest earned from investment of RB monies must be placed in this account and used toward debt service payments).

d. Receivables

Virtually any account that may be deemed uncollectible is secured by a lease bond or other security.

e. Investments

All investments of the Port are in the form of TCD's or passbook accounts with banks and savings and loan associations, or direct obligations of the U.S. Government, pursuant to the requirements of Chapter 39.58 RCW. Investments are stated at cost. Market value of these investments at December 31, 1982 and 1983 was \$430,000.00 and \$605,000.00, respectively.

f. Amortization of Contributed Capital

In accordance with its prescribed system of accounts, the Port amortizes contributed capital by amounts that equal the annual depreciation on assets acquired with that capital.

g. Vacation and Sick Leave Benefits

The two full-time employees generally earn vacation and sick leave at the rate of one day per month for each. Vacation and sick leave accumulate on a monthly basis and are fully vested when earned. Upon separation from the Port for any reason, payment for accumulated vacation leave cannot exceed 15 days. After separation, there is no payment for accumulated sick leave. At December 31, 1983 accumulated vacation leave approximated \$1,242.00. This amount is not provided for in the 1983 financial statement.

h. Construction Financing

A 60/40 cost sharing grant with the U.S. Dept. of Commerce and Economic Development Administration (total grant \$2,073,000.00) to develop the Port's Dallesport Industrial Park was completed in 1983. In October of 1983, the Port issued Revenue Bonds in the amount of \$385,000.00 to pay off a Revenue Bond Anticipation Note in order to secure permanent financing for the remainder of the Port's share of the EDA project.

NOTE 2 - LONG-TERM DEBT

Exhibit "A", which accompanies this report, contains a list of the outstanding revenue bond debt of the Port at December 31, 1983.

The Port, by agreement, has irrevocably appropriated and pledged monies received from all sources of revenue in an amount sufficient to pay principal and interest on the outstanding bonds. There is \$1,852 in restricted assets at December 31, 1983. These represent reserve requirements as contained in the 1983 Revenue Bond Issue indenture.

As part of a negotiated agreement with the Dow Chemical Company for settlement of a 1970 Revenue Bond Issue and 1970 Facilities Use Agreement, the Port received (after defeasement of the 1970 Revenue Bond Issue) the use of \$110,998 (from surplus funds generated by Dow debt service contributions) interest free for five (5) years from June 23, 1980 to June 23, 1985. The Port further has the option to continue utilizing these funds for an additional five (5) years at 7.6% interest per annum.

Exhibit "B", which accompanies this report, contains the debt service schedule and the defeasance schedule for the 1970 Revenue Bond Issue.

The Port is in compliance with all significant limitations and restrictions regarding its bond issues.

NOTE 3 - RETIREMENT/DEFERRED COMPENSATION PLAN

The Port's two full-time employees participate in a Flexible Premium Retirement Annuity Plan with an IRA Tax Status, through the American Health & Life Insurance Company of Baltimore, MD, which is administered by the Port. Contribution rates for 1983 were as follows:

	<u>Employer</u>	<u>Employee</u>
Port Manager	7.41% of gross monthly wages, plus amount equal to monthly cost of medical coverage for Manager.	Any amount desired to bring the total annual contribution to the maximum amount allowable by law.
Port Auditor	7.41% of gross monthly wages.	Any amount desired to bring the total annual contribution to the maximum amount allowable by law.

Employer's cost for the two full-time employees for 1983 was \$4,402.

NOTE 4 - PROPERTY TAXES

The County Treasurer acts as an agent to collect property taxes levied in the county for all taxing authorities. Taxes are levied annually on January 1, on property value listed as of the prior May 31. Assessed values are established by the County Assessor at 100 percent of fair market value. A revaluation of all property is required every four years.

Taxes are due in two equal installments on April 30 and October 31. Collections are distributed monthly to the appropriate district by the County Treasurer.

The Port is permitted by law to levy up to \$0.45 per \$1,000 of assessed valuation for general governmental services. This amount may be reduced for any of the following three reasons:

- a. The Washington State Constitution limits the total regular property taxes to 1 percent of assessed valuation or \$10 per \$1,000 of value. If the taxes of all districts exceed this amount, each is proportionately reduced until the total is at or below the 1 percent limit.
- b. Washington State law in RCW 84.55.010 limits the growth of regular property taxes to 6 percent per year, after adjustments for new construction. If the assessed valuation increases by more than 6 percent due to revaluation, the levy rate will be decreased.
- c. The Port may voluntarily levy taxes below the legal limit.

Special levies approved by the voters are not subject to the above limitations.

For 1983, the Port's regular tax levy was \$.22100 per \$1,000 on a total assessed valuation of \$225,401,431 for a total regular levy of \$49,814. In 1982, the regular levy was \$40,349. Property taxes are recorded as receivables when levied. Since State law allows for sale of property for failure to pay taxes, no estimate of uncollectible taxes is made.

NOTE 5 - ACCOUNTING CHANGES

In accordance with NCGA Statement 2, the Port has changed its method of accounting for depreciation on all assets, including those assets acquired with capital grants (see Note 1 b). In 1983 depreciation expenses on assets reduced net income by \$45,683. There is a cumulative effect on contributed capital and retained earnings for prior periods (see Note 6).

NOTE 6 - PRIOR PERIOD ADJUSTMENTS

The following prior period adjustments were made in 1983:

Debits to Net Worth

- \$340,000 - was incorrectly recorded as misc. income in 1982. This amount reflects the loan re Revenue Bond Anticipation Note for further financing on EDA project.
- 4,777 - interest expense re above "Note" applicable to 1982.
- 5,113 - should have been 1982 tax expense.
- 193,089 - depreciation expense for prior years 1972 thru 1982, which includes Port's 40% share of depreciation expense re EDA facilities \$130,634; and all other Port facilities and equipment, etc. \$62,455.

Credits to Net Worth

- \$6,394 - to correct Net Worth for prepaid rent not credited in 1982.
- 588 - correction for insurance reimbursement from clients applicable to 1982.

NOTE 7 - CONTINGENT LIABILITIES AND LITIGATION

The Port is awaiting settlement from a 1975 flowage easement taken by the U.S. Army Corps of Engineers of Port property in Bingen, Washington. Port received an initial \$300,000.00. Subsequently, the Corps has claimed that they were entitled to the easement as a result of a previous taking. The Port has challenged this and is awaiting resolution of the matter by the courts.

Port has been named as an interested party in a lawsuit by Associates Commercial Co. against one of the Port's tenants, American Grain Processing Corporation. AGP is in default on loans from Associates Commercial. The Port agreed, at the time of the loan, to allow Associates Commercial to remove the financed equipment should there be a default. At this point, Associates Commercial has no specific claim against the Port, nor is it anticipated that they will attempt to do anything more than remove the equipment from the building if, in fact, the suit is pursued.

A lawsuit against the Port for recovery of damages caused by an electrical problem in a Port-owned building has been filed by R.A. Barnes, Inc., one of the Port's tenants. The Port has denied any liability. No action has taken place for well over a year. Conversation with the tenant indicates that the lawsuit will shortly die.

PORT OF KLICKITAT	16 Schedule	SCHEDULE OF GRANT ACTIVITY		1983	This sheet reports	Check one
		Include all grants even if no moneys were received during report year. Include all federal shared revenues and entitlements. Include state entitlements, but exclude state shared revenues.		Year	Federal Grants	X
Entity Name					State Grants	
					Local Grants	
					Private Grants	
					Fed. Entitle./Shared Rev.	
					State Entitlements	

FEDERAL CATALOG/ STATE CONTRACT NUMBER	GRANTOR AGENCY AND PROGRAM	CURRENT YEAR REVENUES	PROGRAM INCOME AND DONATIONS	MATCHING CONTRIBUTIONS	CURRENT YEAR EXPENDITURES	PASS-THROUGH MONEYS
1. 07-1-00569	U.S. Dept. of Commerce Economic Development Administration	317,690	---	81,448	399,138	---
2.						
3.						
4.						
5.						
6.						
7.						
8.						
9.						
10.						
11.						
12.						
13.						
14.						
15.						
16.						
17.						
18.						

PORT OF KLICKITAT
NOTES TO SCHEDULE OF GRANT ACTIVITY
January 1, 1983 thru December 31, 1983

1. Scope of Review

a. Programs Subject to the Single Audit

All significant federal awards received by Port of Klickitat have been included in the Schedule of Grant Activity.

b. Fiscal Period Audited

Single audit testing procedures were performed for program transactions occurring during the calendar year ended December 31, 1983.

2. Summary of Significant Accounting Policies

a. Basis of Presentation

The accompanying Schedule of Grant Activity has been prepared on the same basis of accounting as Port of Klickitat's financial statements for 1983. The notes to Port of Klickitat's financial statements contain a detailed description of the basis of accounting.

PROGRAM/CONTRACT ACCOUNTABILITY WORKSHEET

A. Agreement Identification:
 Fund No. _____ Fund Name _____
 Dept/Program No. _____ Dept/Program Name _____
 Revenue Code _____
 Funding Source (s) U.S. Dept. of Commerce, Economic Development Administration
 (Give name of federal/state/other department of agency)

Dallesport Industrial Park Development
 (Give federal/state/other program title)

07-1-00569
 (Federal catalog no.)

 (State contract no.)

B. Agreement Period:
 Beginning date 2/17/69
 Original ending date Open Extended to _____

C. REVENUES

1. Program/contract payments received during 1983 \$ 394,426

2. Less: Receipts for 1982 expenditures 141,335

3. Add: Amounts billed but not received at 12/31/83 + 64,599

4. Add: Amounts expended in 1983 but not billed at 12/31/83 + ---

5. Total revenue provided by external funding source \$ 317,690

6. Add: Other external revenues:
 a. Program income + _____
 b. Donations, etc. + _____

8. Add: Entity moneys used in the program/contract + 81,448

9. Total program/contract resources \$ 399,138

D. EXPENDITURES

Dept/Program _____

1. External funding source's amount of expenditures \$ 317,690

2. Add: Expenditures from local sources:
 a. Program income + _____
 b. Donations, etc. + _____

c. Entity moneys + 81,448

3. Total program/contract expenditures \$ 399,138

PROGRAM/CONTRACT ACCOUNTABILITY WORKSHEET

E. BUDGET INFORMATION

1. Original award amount or contract limit \$ 2,073,000

2. Add: Additions + _____

3. Less: Deletions - _____

4. Total award/contract amount \$ 2,073,000

5. Less: expenditures prior to 1/1/83 - 1,673,862

6. Award/contract amount available for 1983 399,138

7. Less: expenditures in 1983 - 399,138

8. Unexpended at 12/31/83 \$ -0-

F. MISCELLANEOUS FINANCIAL INFORMATION

1. Program cash/investments at 12/31/83 \$

2. Program payables at 12/31/83 \$

3. External advances at 12/31/83 \$

4. Interfund loans at 12/31/83 \$

5. In-kind reported to grantor \$

6. Moneys passed-through to subrecipients \$

7. Expenditure code(s) for pass-through moneys:

_____ - _____ - _____

_____ - _____ - _____

_____ - _____ - _____

_____ - _____ - _____

9. Has this unexpended amount expired? Y N

10. List dollars, if any, of this unexpended amount that're encumbered: N/A

11. Is this budget for external funding only or does it include entity moneys budgeted for this program?
 External only _____
 Complete program budget X

G. DISPOSITION OF ITEMS QUESTIONED IN PRIOR AUDITS OF THIS PROGRAM

Questioned amount Summary of current status (attach copies of correspondence with grantors supporting disposition)

1. \$ _____

2. \$ _____

3. \$ _____

4. \$ _____

H. REPORT DATA

1. Prepared by: Margaret Siders

2. Phone Number: (509) 493-1655

PORT STATISTICAL DATA

PORT OF KLICKITAT

AIRPORT FACILITIES

Airfreight (tons) (imported) _____ (exported) _____
Landings and takeoffs (total) _____
Passenger Service (yes) _____ (no) _____
Passenger total (incoming and outgoing) _____

INDUSTRIAL FACILITIES

Industrial acreage (total) 800
Industrial acreage leased to users 87
Industrial buildings (square feet) 89,500
Industrial buildings leased to users (square feet) 89,500

MARINE FACILITIES

Number of ship berths _____
Number of ship calls _____
Number of barge berths 2
Number of barge calls 5

RAIL FACILITIES

Miles of Railroad track 1 mile
number of cars moved over road 84

SMALL BOAT FACILITIES

Commercial fishing boat slips (#) 1
Recreational boat slips (#) 15

TAXES

Assessed valuation of port district (\$) 225,401,431
Port tax rate (¢ per/\$1,000) .22100

TRADE VALUE

Total Import value (\$) _____
Total Export value (\$) _____

TRADE VOLUME

	Imports	Exports
All grain (short tons)	_____	_____
Automobiles (number of chassis)	_____	_____
Containerized cargo (40' equivalents)	_____	_____
Fruit and vegetables (short tons)	_____	_____
Logs (Scribner board feet)	_____	_____
Lumber (board feet)	_____	_____
Paper products (short tons)	_____	_____
Petroleum (barrels)	_____	_____

PORT OF KLICKITAT
 PORT REVENUE BONDS, 1983
 DATED OCTOBER 1, 1983
 DEBT SERVICE SCHEDULE

YR ENDING 12/31	PAYMENT DATES	PRINCIPAL	INTEREST RATES	INTEREST COST	SEMI-ANNUAL DEBT SERVICE	TOTAL DEBT SERVICE
1984	4/ 1/1984 10/ 1/1984	\$5000	7.250	\$19612.500 19612.500	\$19612.500 24612.500	\$44225.000
1985	4/ 1/1985 10/ 1/1985	5000	7.750	19431.250 19431.250	19431.250 24431.250	43862.500
1986	4/ 1/1986 10/ 1/1986	5000	8.250	19237.500 19237.500	19237.500 24237.500	43475.000
1987	4/ 1/1987 10/ 1/1987	10000	8.750	19031.250 19031.250	19031.250 29031.250	48062.500
1988	4/ 1/1988 10/ 1/1988	10000	9.250	18593.750 18593.750	18593.750 28593.750	47187.500
1989	4/ 1/1989 10/ 1/1989	10000	9.500	18131.250 18131.250	18131.250 28131.250	46262.500
1990	4/ 1/1990 10/ 1/1990	10000	9.750	17656.250 17656.250	17656.250 27656.250	45312.500
1991	4/ 1/1991 10/ 1/1991	15000	10.000	17168.750 17168.750	17168.750 32168.750	49337.500
1992	4/ 1/1992 10/ 1/1992	15000	10.100	16418.750 16418.750	16418.750 31418.750	47837.500
1993	4/ 1/1993 10/ 1/1993	15000	10.200	15661.250 15661.250	15661.250 30661.250	46322.500
1994	4/ 1/1994 10/ 1/1994	15000	10.300	14896.250 14896.250	14896.250 29896.250	44792.500
1995	4/ 1/1995 10/ 1/1995	20000	10.350	14123.750 14123.750	14123.750 34123.750	48247.500
1996	4/ 1/1996 10/ 1/1996	20000	10.400	13088.750 13088.750	13088.750 33088.750	46177.500
1997	4/ 1/1997 10/ 1/1997	25000	10.400	12048.750 12048.750	12048.750 37048.750	49097.500
1998	4/ 1/1998 10/ 1/1998	25000	10.450	10748.750 10748.750	10748.750 35748.750	46497.500
1999	4/ 1/1999 10/ 1/1999	30000	10.450	9442.500 9442.500	9442.500 39442.500	48885.000
2000	4/ 1/2000 10/ 1/2000	30000	10.500	7875.000 7875.000	7875.000 37875.000	45750.000
2001	4/ 1/2001 10/ 1/2001	35000	10.500	6300.000 6300.000	6300.000 41300.000	47600.000
2002	4/ 1/2002 10/ 1/2002	40000	10.500	4462.500 4462.500	4462.500 44462.500	48925.000
2003	4/ 1/2003 10/ 1/2003	45000	10.500	2362.500 2362.500	2362.500 47362.500	49725.000
TOTALS		\$385000		\$552582.500	\$937582.500	\$937582.500

Average Annual Debt Service: \$48,879.13
 Annual Transfer to Reserve: 9,375.83

DEFEASANCE SCHEDULE
DOW SUPPORTED REVENUE BONDS
OF 7/1/70

<u>DATE</u>	926000 8.750 % TBOND 8/15/94	37000 7.625 % TNOTE 6/30/80	<u>DATE</u>	<u>ESCROW RECEIPTS</u>	<u>CASH DISBURSEMENTS</u>	<u>CASH BALANCE</u>
						726.87
7/ 1/80		\$38410.63	7/ 1/80	\$ 38410.63	\$ 38000.00	1137.50
1/ 1/81	\$ 40512.50		1/ 1/81	40512.50	38000.00	3650.00
7/ 1/81	40512.50		7/ 1/81	40512.50	38000.00	6162.50
1/ 1/82	40512.50		1/ 1/82	40512.50	38000.00	8675.00
7/ 1/82	40512.50		7/ 1/82	40512.50	38000.00	11187.50
1/ 1/83	40512.50		1/ 1/83	40512.50	38000.00	13700.00
7/ 1/83	40512.50		7/ 1/83	40512.50	38000.00	16212.50
1/ 1/84	40512.50		1/ 1/84	40512.50	38000.00	18725.00
7/ 1/84	40512.50		7/ 1/84	40512.50	38000.00	21237.50
1/ 1/85	40512.50		1/ 1/85	40512.50	38000.00	23750.00
7/ 1/85	40512.50		7/ 1/85	40512.50	38000.00	26262.50
1/ 1/86	40512.50		1/ 1/86	40512.50	38000.00	28775.00
7/ 1/86	40512.50		7/ 1/86	40512.50	38000.00	31287.50
1/ 1/87	40512.50		1/ 1/87	40512.50	38000.00	33800.00
7/ 1/87	40512.50		7/ 1/87	40512.50	38000.00	36312.50
1/ 1/88	40512.50		1/ 1/88	40512.50	38000.00	38825.00
7/ 1/88	40512.50		7/ 1/88	40512.50	38000.00	41337.50
1/ 1/89	40512.50		1/ 1/89	40512.50	38000.00	43850.00
7/ 1/89	40512.50		7/ 1/89	40512.50	38000.00	46362.50
1/ 1/90	40512.50		1/ 1/90	40512.50	38000.00	48875.00
7/ 1/90	40512.50		7/ 1/90	40512.50	38000.00	51387.50
1/ 1/91	40512.50		1/ 1/91	40512.50	38000.00	53900.00
7/ 1/91	40512.50		7/ 1/91	40512.50	38000.00	56412.50
1/ 1/92	40512.50		1/ 1/92	40512.50	38000.00	58925.00
7/ 1/92	40512.50		7/ 1/92	40512.50	38000.00	61437.50
1/ 1/93	40512.50		1/ 1/93	40512.50	38000.00	63950.00
7/ 1/93	40512.50		7/ 1/93	40512.50	38000.00	66462.50
1/ 1/94	40512.50		1/ 1/94	40512.50	38000.00	68975.00
7/ 1/94	40512.50		7/ 1/94	40512.50	38000.00	71487.50
1/ 1/95	966512.50		1/ 1/95	966512.50	1038000.00	0.00
	\$2100862.50	\$38410.63		\$2139273.13	\$2140000.00	

PORT OF KILICKITAT
SCHEDULE OF DEBT SERVICE
FOR ESCROW AGENT
DALLESPORT PROJECT REVENUE BONDS, 1970

7/ 1/1970 ISSUE

YR ENDING 12/31	PAYMENT DATES	PRINCIPAL	INTEREST RATES	INTEREST COST	SEMI-ANNUAL DEBT SERVICE	BOND NUMBERS
1980	1/ 1/1980 7/ 1/1980		\$	38000.000 38000.000	\$ 38000.000 38000.000	
1981	1/ 1/1981 7/ 1/1981			38000.000 38000.000	38000.000 38000.000	
1982	1/ 1/1982 7/ 1/1982			38000.000 38000.000	38000.000 38000.000	
1983	1/ 1/1983 7/ 1/1983			38000.000 38000.000	38000.000 38000.000	
1984	1/ 1/1984 7/ 1/1984			38000.000 38000.000	38000.000 38000.000	
1985	1/ 1/1985 7/ 1/1985			38000.000 38000.000	38000.000 38000.000	
1986	1/ 1/1986 7/ 1/1986			38000.000 38000.000	38000.000 38000.000	
1987	1/ 1/1987 7/ 1/1987			38000.000 38000.000	38000.000 38000.000	
1988	1/ 1/1988 7/ 1/1988			38000.000 38000.000	38000.000 38000.000	
1989	1/ 1/1989 7/ 1/1989			38000.000 38000.000	38000.000 38000.000	
1990	1/ 1/1990 7/ 1/1990			38000.000 38000.000	38000.000 38000.000	
1991	1/ 1/1991 7/ 1/1991			38000.000 38000.000	38000.000 38000.000	
1992	1/ 1/1992 7/ 1/1992			38000.000 38000.000	38000.000 38000.000	
1993	1/ 1/1993 7/ 1/1993			38000.000 38000.000	38000.000 38000.000	
1994	1/ 1/1994 7/ 1/1994			38000.000 38000.000	38000.000 38000.000	
1995	1/ 1/1995 7/ 1/1995			38000.000 38000.000	38000.000 38000.000	
1996	1/ 1/1996 7/ 1/1996			36130.000 38000.000	38000.000 38000.000	
1997	1/ 1/1997 7/ 1/1997			38000.000 38000.000	38000.000 38000.000	
1998	1/ 1/1998 7/ 1/1998			38000.000 38000.000	38000.000 38000.000	
1999	1/ 1/1999 7/ 1/1999			38000.000 38000.000	38000.000 38000.000	
2000	1/ 1/2000 7/ 1/2000			38000.000 38000.000	38000.000 38000.000	
2001	1/ 1/2001 7/ 1/2001			38000.000 38000.000	38000.000 38000.000	
2002	1/ 1/2002 7/ 1/2002			38000.000 38000.000	38000.000 38000.000	
2003	1/ 1/2003 7/ 1/2003			38000.000 38000.000	38000.000 38000.000	
2004	1/ 1/2004 7/ 1/2004	\$ 100000	7.600	38000.000 34200.000	138000.000 34200.000	1-20
2005	1/ 1/2005 7/ 1/2005	255000	7.600	34200.000 24510.000	289200.000 24510.000	21-71
2006	1/ 1/2006 7/ 1/2006	310000	7.600	24510.000 12730.000	334510.000 12730.000	72-133
2007	1/ 1/2007	325000	7.600	12730.000	347730.000	134-200
TOTALS		\$1000000		\$2004880.000	\$3004880.000	

Bonds Numbered 1-200 will be called 1-1-95 at par.