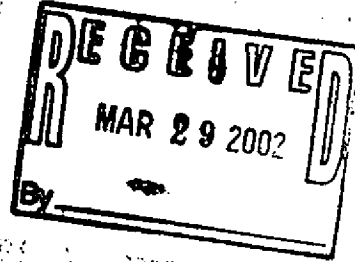


Received _____
Examined _____

CLASS D
WATER UTILITIES

U# _____

2001
ANNUAL REPORT
OF



Loren M. Berry dba

Cazadero Water Company

(NAME UNDER WHICH CORPORATION, PARTNERSHIP, OR INDIVIDUAL IS DOING BUSINESS)

P. O. Box 423

Cazadero, CA 95421

(OFFICIAL MAILING ADDRESS)

ZIP

TO THE
PUBLIC UTILITIES COMMISSION
STATE OF CALIFORNIA
FOR THE
YEAR ENDED DECEMBER 31, 2001.

REPORT MUST BE FILED NOT LATER THAN MARCH 31, 2002
(FILE TWO COPIES IF THREE RECEIVED)

INSTRUCTIONS

1. One completed copy of this report (two copies if three received) must be filed **NOT LATER THAN MARCH 31**, following the year covered by the report, with:

**CALIFORNIA PUBLIC UTILITIES COMMISSION
WATER DIVISION
505 VAN NESS AVENUE, ROOM 3105
SAN FRANCISCO, CALIFORNIA 94102-3298**

2. Failure to file the report on time may subject a utility to the penalties and sanctions provided by the Public Utilities Code.
3. The Oath, on the last page, must be signed by an officer, partner or owner.
4. The report must be prepared in ink or by the use of a typewriter. Computer generated report forms may be substituted.
5. The report must be filled in, and every question answered. **LEAVE NO SCHEDULE BLANK.** Insert the words "none" or "not applicable" or "n/a" when appropriate.
6. Certain balance sheet and income statement accounts refer to supplemental schedules. The totals of the details in the latter must agree with the balances of the accounts to which they refer.
7. Some schedules provide for a "balance at beginning of year." The amount shown should agree with the "balance at end of year" as shown in the report for the previous year. If there is a difference it should be explained by footnote.
8. When there is insufficient space in a schedule to permit a complete statement of the requested information, insert sheets should be prepared and identified by the number of the schedule to which it refers. Be certain that the inserts are securely attached to the report.
9. This report must cover a calendar year, from January 1 through December 31. Fiscal year reports will not be accepted.

CLASS D WATER UTILITIES

(HAVING LESS THAN 500 SERVICE CONNECTIONS)

Loren M. Berry dba Cazadero Water Company

(Name under which corporation, partnership or individual is doing business)

P.O. Box 423, Cazadero, CA 95421

(Official mailing address)

Cazadero, Sonoma County

(Service area-town and county)

GENERAL INFORMATION

RETURN ORIGINAL
TO COMMISSION
NO PHOTOCOPIES

- 1 If a corporation show:
 - (A) Date of organization N/A incorporated in the State of N/A
 - (B) Names, titles and addresses of principal officers:

- 2 If unincorporated give the name and address of owner or of each partner:

Loren M. Berry, P.O.Box 106, Cazadero, CA 95421

- 3 Name and telephone number of:
 - (A) One person listed above to receive correspondence: **Loren M. Berry 707-632-5225**
 - (B) Person responsible for operations and services: **Loren M. Berry 707-632-5225**

- 4 Were any contracts or agreements in effect with any organization or person covering service, supervision and/or management of your business affairs during the year? **NO**
If so, what was the nature and the amount of each payment made under the agreement, to whom were payments made, and to what account was each payment charged?

- 5 State the names of associated companies or persons which, directly or indirectly, or through one or more intermediaries, control, or are controlled by, or are under common control with respondent: **NONE**

PUBLIC HEALTH STATUS

- 6 Has state or local health department inspection been made during the year?
- 7 Are routine laboratory tests of water being made?
- 8 Has state health department water supply permit been obtained? (Indicate date)
- 9 If no permit has been obtained, state whether application has been made and when.
- 10 Show expiration date if state permit is temporary.

Yes	No	Latest Date
	x	Aug-97
x		Monthly
x		2/3/1999
N/A		
N/A		

SPECIAL INSTRUCTIONS (over)

SPECIAL INSTRUCTIONS

- 1 Beginning of year balances must agree with end of year balances shown in report for previous year.
Attach a supplementary statement to explain any differences.
- 2 Attach a supplementary statement to explain adjustments in Schedule B - Water Plant in Service.
- 3 Complete all schedules, using the words "None" or "Not applicable" if appropriate.
- 4 Report must be prepared legibly in ink or by typewriter.

PERSON RESPONSIBLE FOR THIS REPORT Loren M. Berry

(Prepared from Information in the 2001 Annual Report)

	1/1/2001	12/31/2001	Average
BALANCE SHEET DATA			
1 Intangible Plant			
2 Land and Land Rights	675	675	675
3 Depreciable Plant	85,877	85,877	85,877
4 Gross Plant in Service	86,552	86,552	86,552
5 Less: Accumulated Depreciation	37,331	38,104	37,718
6 Net Water Plant in Service	49,221	48,448	48,835
7 Water Plant Held for Future Use			
8 Construction Work in Progress			
9 Materials and Supplies			
10 Less: Advances for Construction	()	()	()
11 Less: Contribution in Aid of Construction	()	()	()
12 Less: Accumulated Deferred Income and Investment Tax Credits	()	()	()
13 Net Plant Investment	49,221	48,448	48,835
CAPITALIZATION			
14 Common Stock			
15 Proprietary Capital (Individual or Partnership)	82,703	80,710	81,707
16 Paid-in Capital			
17 Retained Earnings			
18 Common Stock and Equity (Lines 14 through 17)	82,703	80,710	81,707
19 Preferred Stock			
20 Long-Term Debt			
21 Notes Payable			
22 Total Capitalization (Lines 18 through 21)	82,703	80,710	81,707

(Revised 2/01)

INCOME STATEMENT

	Annual Amount
23 Unmetered Water Revenue	742
24 Fire Protection Revenue	_____
25 Irrigation Revenue	_____
26 Metered Water Revenue	7,289
27 Total Operating Revenue	8,031
28 <u>Operating Expenses</u>	28,181
29 Depreciation Expense (Composite Rate 0.9%)	773
30 Amortization and Property Losses	_____
31 Property Taxes	384
32 Taxes Other Than Income Taxes	1,018
33 Total Operating Revenue Deduction Before Taxes	30,356
34 California Corp. Franchise Tax	_____
35 Federal Corporate Income Tax	_____
36 Total Operating Revenue Deduction After Taxes	30,356
37 Net Operating Income (Loss) - California Water Operations	(22,325)
38 Other Operating and Nonoper. Income and Exp. - Net (Exclude Interest Expense)	21,257
39 Income Available for Fixed Charges	(1,068)
40 Interest Expense	_____
41 Net Income (Loss) Before Dividends	(1,068)
42 Preferred Stock Dividends	_____
43 Net Income (Loss) Available for Common Stock	(1,068)

OTHER DATA

44 Refunds of Advances for Construction	_____
45 Total Payroll Charged to Operating Expenses	12,350
46 Purchased Water	_____
47 Power	4,760

<u>Active Service Connections</u>	(Exc. Fire Protect.) _____	Jan. 1	Dec. 31	Annual Average
48 Metered Service Connections		148	148	148
49 Flat Rate Service Connections		4	4	4
50 Total Active Service Connections		152	152	152
		_____	_____	_____

**CLASS B, C AND D WATER COMPANIES
SAFE DRINKING WATER BOND ACT DATA**

Please provide the following information relating to each Safe Drinking Water Bond Act (SDWBA) loan outstanding during the 12 month reporting period. (Use one sheet for each loan.)

1. Current Fiscal Agent:

Name: NONE
Address: _____
Phone Number: _____
Date Hired: _____

2. Former Fiscal Agent:

Name: NONE
Address: _____
Phone Number: _____
Date Hired: _____

3. Total surcharge collected from customers during the 12 month reporting period:

NONE

4. Summary of the trust bank account activities showing:

Balance at beginning of year	<u>NONE</u>
Deposits during the year	<u>NONE</u>
Withdrawals made for loan payments	<u>NONE</u>
Other withdrawals from this account	<u>NONE</u>
Balance at end of year	<u>NONE</u>

5. Account information:

Bank Name: NONE
Account Number: _____
Date Opened: _____

6. Plant amounts included in Schedule A-1a, Account No. 101--Water Plant in Service which were funded using SDWBA funds:

Line No.	Acct. No.	Title of Account (a)	Balance Beginning of Year (b)	Plant Additions During Year (c)	Plant Retirements During Year (d)	Other Debits* or (Credits) (e)	Balance End of Year (f)
1		NON-DEPRECIABLE PLANT					
2	301	Intangible plant					
3	303	Land					
4		Total non-depreciable plant					
5		DEPRECIABLE PLANT		Not Applicable			
6	304	Structures					
7	307	Wells					
8	317	Other water source plant					
9	311	Pumping equipment					
10	320	Water treatment plant					
11	330	Reservoirs, tanks and sandpipes					
12	331	Water mains					
13	333	Services and meter installations					
14	334	Meters					
15	335	Hydrants					
16	339	Other equipment					
17	340	Office furniture and equipment					
18	341	Transportation equipment					
19		Total depreciable plant					
20		Total water plant in service					

SCHEDULE A - BALANCE SHEET (DECEMBER 31, 2001)

Line	Acct.	Assets	Balance	Acct.	Equity and Liabilities	Balance
1	101	Water plant in service	86,552	201	Common Stock (Corporations only)	
2	103	Water plant held for future use		211	Other paid-in capital (Corporations only)	
3	104	Water plant purchased or sold		215	Retained earnings	
4	105	Water plant construction work in progress		218	Proprietary capital	80,710
5	108	Accumulated depreciation of water plant	(38,104)	224	Long term debt	
6	114	Water plant acquisition adjustments			Current Liabilities	293
7	124	Other investments		252	Advances for construction	
8	131	Cash	31,190	253	Other deferred credits	
9	141	Accounts receivable - customers	1,105	255	Accumulated deferred investment tax credits	
10	142	Receivables from associated companies		282	Accumulated deferred income taxes - Acrs	
11	151	Materials and supplies	260		depreciation	
12	174	Other current assets		283	Accumulated deferred income taxes - other	
13	180	Deferred charges		271	Contributions in aid of construction	
14				272	Accumulated amortization of contributions	
15		Total Assets	81,003		Total Equity and Liabilities	81,003

SCHEDULE B - WATER PLANT IN SERVICE

Line	Acct	Title of Account	Balance Beg of Year	Plt Additions During year	Plt Retirements During year	Other Debits or (Credits)	Balance End of year
16	301	Intangible plant					
17	303	Land	675				675
18	304	Structures					
19	307	Wells					
20	317	Other water source plant	16,042				16,042
21	311	Pumping equipment	14,896				14,896
22	320	Water treatment plant					
23	330	Reservoirs tanks and sandpipes	22,411				22,411
24	331	Water mains	15,718				15,718
25	333	Services and meter installations	5,887				5,887
26	334	Meters	2,675				2,675
27	335	Hydrants	3,951				3,951
28	339	Other equipment	215				215
29	340	Office furniture and equipment	3,943				3,943
30	341	Transportation equipment	139				139
31		Total water plant in service	86,552				86,552

* Debit or credit entries should be explained by footnotes or supplementary schedules

SCHEDULE C - RESERVE FOR DEPRECIATION OF UTILITY PLANT

Line	Item	Account 106 Water Plant	Account 106.1 SDWBA Loans	
32	Balance in reserves at beginning of year	37,331		A. Method used to compute depreciation
33	Add: Credits to reserves during year			expense (Acct. 403) and rate.
34	(a) Charged to Account No. 403			
35	(b) Charged to Account No. 272	773		0.9% per PUC letter 3/6/87
36	(c) Charged to clearing accounts			B. Amount of depreciation expense claimed
37	(d) Salvage recovered			or to be claimed on utility property in
38	(e) All other credits			your federal income tax return for the year
39	Total credits			covered by this report \$
40	Deduct: Debits to reserves during year			
41	(a) Book cost of property retired			
42	(b) Cost of removal			C. State method used to compute tax
43	(c) All other debits			depreciation.
44	Total debits			
45	Balance in reserve at end of year	38,104		
46	(1) Explanation of all other credits			
47	(2) Explanation of all other debits			

SCHEDULE D - CAPITAL STOCK OUTSTANDING (DECEMBER 31, 2001)

1	Common - (Shares , \$ par)			List persons owning more than 5% of outstanding stock
2	Preferred - (Shares , \$ par)			and number of shares owned by each:
3	Dividends - Common Rate - \$			
4	- Preferred Rate - \$			Not Applicable

SCHEDULE E - LONG TERM DEBT

	Class	Date of Issue	Date of Maturity	Principal Amount Authorized	Outstanding Per Balance Sheet	Rate of Interest	Interest Accrued During Year	Interest Paid During Year
5								
6								
7								
8	Totals							

SCHEDULE F - INCOME STATEMENT

9	Operating revenues	xxxxxxx
10	460 Unmetered water revenue	742
11	462 Fire protection revenue	-
12	465 Irrigation revenue	-
13	470 Metered water revenue	7,289
14	480 Other water revenue	23,579
15	Total Operating Revenue	31,610
16	Operating revenue deductions	xxxxxxx
17	Operating expenses	xxxxxxx
18	610 Purchased water	-
19	615 Power	4,760
20	618 Other volume related expenses	-
21	630 Employee labor	5,332
22	640 Materials	78
23	650 Contract work	-
24	660 Transportation expenses	-
25	664 Other plant maintenance expense	2,650
26	670 Office salaries	6,000
27	671 Management salaries	-
28	674 Employee pensions and benefits	-
29	676 Uncollectible accounts expense	-
30	678 Office services and rentals	3,000
31	681 Office supplies and expense	630
32	682 Professional services	2,487
33	684 Insurance	1,587
34	688 Regulatory commission expense	-
35	689 General expenses	1,657
36	Total Operating Expenses	28,181
37	403 Depreciation expense	773
38	407 SDWBA loan amortization expense	-
39	408 Taxes other than income taxes	1,402
40	409 State corporate income tax expense	-
41	410 Federal corporate income tax expense	-
42	Total Operating Revenue Deductions	30,356
43	Utility Operating Income	1,254
44	421 Non-utility income	678
45	426 Miscellaneous non-utility expense	3,000
46	427 Interest expense	
47	Net Income	(1,068)

SCHEDULE G - SOURCES OF SUPPLY AND WATER DEVELOPED WELLS

Location	No.	Diam. Inch	Depth to Pumpin water feet	capacit (g.p.m.)	Annual quantities pumped
Orchard	1	12	30	40	unknown
Orchard	1	8	30	40	unknown
Hillside	1	8	70	10	unknown
Hillside	1	8	150	10	unknown

OTHER

Streams or springs location of diversion point	Flow in (Unit)		Annual quantities diverted (Unit)	
	Priority right	Diversions		
	Claim	Capacity	Max	Min
Purchased water (unit)			Annual quantity	
Supplier:				

SCHEDULE H - OPTIONAL WATER DELIVERED TO METERED CUSTOMERS
(If figures are available) (specify unit)

Classification of service	Max. mo. Mo. of	Min. mo. Mo. of	Total for year
Residential & business			1,035,637
Industrial			
Public authorities			68,426
Irrigation			
Other (specify)			
Total			1,104,063

SCHEDULE I - EMPLOYEES AND THEIR COMPENSATION

Lin	Acct	Account	Number at end of year	Salaries Charge to Expense	Salaries Charged to Plant Accounts	Total Salaries & Wages Paid
48	630	Employee Labor	2	5,332		5,332
49	670	Office salaries	1	6,000		6,000
50	671	Management salaries				
51		Total	3	11,332		11,332

SCHEDULE J - ADVANCES FOR CONSTRUCTION

Balance beginning of year	
Additions during year	Not Applicable
Subtotal - Beginning balance plus additions during year	
Refunds	
Transfers to Acct. 271 - Contributions in Aid of Construction	
Balance end of year	

SCHEDULE K - TOTAL METERS AND SERVICES (active and inactive)

Size	Meters	Services
5/8 x 3/4-in		
3/4-in	149	149
1-in	4	4
-in	1	1
-in none		4
Total	154	158

SCHEDULE L - METER-TESTING DATA

Number of meters tested during year	N/A
1 Used, before repair...	
2 Used, after repair	
3 Fast, requiring refund ..	
Numbers of meters in service requiring test per General Order No. 103	

SCHEDULE M - SERVICE CONNECTIONS AT END OF YEAR

Classification	Active			Inactive			Total connections	
	Metered	Flat	Total	Metered	Flat	Total	Metered	Flat
Residences	141	3	144	6		6	147	3
Industrial		1	1					1
Other (specify)	7		7				7	0
Subtotal								
Fire protection (Hydrants)								
Total	148	4	152	6		6	154	4

NOTE: Total connections (metered plus flat) should agree with total services in Schedule K.

SCHEDULE N - STORAGE FACILITIES

Description	No.	Combined capacity in gallons
Concrete	3	160,000
Earth		
Wood		
Steel		
Other		
Total	3	160,000

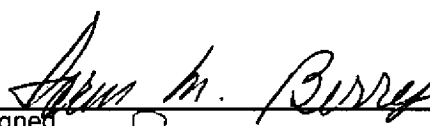
SCHEDULE O - FOOTAGES OF PIPE (EXCLUDING SERVICE PIPES)

Description	No.	Combined capacity in gallons	Description	2" and	2 1/4 to	4"	Other sizes (specify)			Totals
				under	3 1/4					
Concrete	3	160,000	Cast Iron							
Earth			Welded steel							
Wood			Standard screw	32,008						32,008
Steel			Cement-asbestos							
Other			Plastic							
			Other (specify)							
Total	3	160,000	Total	32,008						32,008

DECLARATION

(BEFORE SIGNING PLEASE CHECK TO SEE THAT ALL SCHEDULES HAVE BEEN COMPLETED)

I, the undersigned owner of **Cazadero Water Company** under penalty of perjury do declare that this report has been or under my direction, from the books, papers and records of the respondent; that I have carefully examined the same, same to be a complete and correct statement of the business and affairs of the above-named respondent and the property for the period from and including January 1, 2001, to and including December 31, 2001.


 Signed _____
 Title Pres
 Date 3-28-03