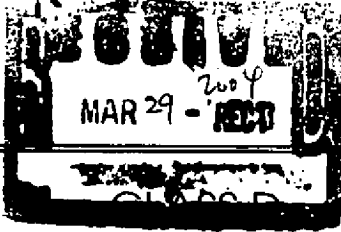


J4



WATER UTILITIES

Received _____
 Examined _____

U# _____

2003
 ANNUAL REPORT
 OF

COLD SPRINGS WATER COMPANY INC.

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

29820 HWY 108

COLD SPRINGS, CA 95335

(OFFICIAL MAILING ADDRESS)

ZIP

TO THE
 PUBLIC UTILITIES COMMISSION
 STATE OF CALIFORNIA
 FOR THE
 YEAR ENDED DECEMBER 31, 2003

REPORT MUST BE FILED NOT LATER THAN MARCH 31, 2004
 (FILE TWO COPIES IF THREE RECEIVED)

Account Number	Operating Revenue	
470	Metered	135852
460	Unmetered	30835
465	Irrigation	
462-480	Private Fire Protection	
	Total Revenue	166687
	Operating Expenses	
610	Purchased Water	
615	Purchased Power	14157
	Pump Taxes	
	Purchased Chemicals	1703
618	Other Vol. Related exp.	
630	Employee Labor	31898
640	Materials	1542
650	Contract Work	
	Water Testing	2025
660	Transportation Expense	3556
664	Other Plant Maintenance	5915
670	Office Salaries	23700
671	Management Salaries	24000
674	Employee Pensions and Benefits	6402
676	Uncollectables	
678	Office Service and Rentals	13149
681	Office Supplies and Expense	7277
682	Professional Services	1936
684	Insurance	12732
688	Regulatory Expense	229
689	General Expense	1332
	Subtotal	151553
403	Depreciation Expense	11494
	Ad Valorem Taxes	
	Payroll taxes	6507
408	Taxes other than income	1679
409	State Income Tax	800
410	Federal Income Tax	1622
	Total Deductions	173655
	Net Revenue	6968
	Rate Base	13.6%

	Average Plant	454646
	Average Depreciation Reserve	308598
	Net Plant	146048
	Less: Advances	26720
	Less: Contributions	34672
	Plus: Construction Work in Progress	
	Plus: Working Cash	28799
	Plus: Material & Supplies	
	Rate Base	113255
	ROR=Net Rev/Rate Base	

CLASS D WATER UTILITIES

(HAVING LESS THAN 500 SERVICE CONNECTIONS)

COLD SPRINGS WATER COMPANY INC.

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

29820 HIGHWAY 108, COLD SPRINGS CA 95335

(Official mailing address)

COLD SPRINGS, PETER PAM, TUOLUMNE COUNTY

(Service area-town and county)

GENERAL INFORMATION

RETURN ORIGINAL
TO COMMISSION
NO PHOTOCOPIES

- 1 If a corporation show:
 - (A) Date of organization 1967 incorporated in the State of CA
 - (B) Names, titles and addresses of principal officers:
Peter Kerns, President, 29820 Hwy 108, Cold Springs, CA 95335
- 2 If unincorporated give the name and address of owner or of each partner:

- 3 Name and telephone number of:
 - (A) One person listed above to receive correspondence:
 - (B) Person responsible for operations and services:
Peter Kerns 209 965-3716
- 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? (Yes or 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:

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	1996
X		Dec 2003
X		Dec 1981

SPECIAL INSTRUCTIONS (over)

SELECTED FINANCIAL DATA - CLASS A, B, C AND D WATER COMPANIES

2003

NAME OF UTILITY COLD SPRINGS WATER CO.

PHONE 209 965-3716

PERSON RESPONSIBLE FOR THIS REPORT Sandra Tucker

(Prepared from Information in the 2003 Annual Report)

	<u>1/1/03</u>	<u>12/31/03</u>	<u>Average</u>
BALANCE SHEET DATA			
1 Intangible Plant	<u>12378</u>	<u>12378</u>	<u>12378</u>
2 Land and Land Rights	<u>2650</u>	<u>2650</u>	<u>2650</u>
3 Depreciable Plant	<u>433575</u>	<u>445660</u>	<u>439618</u>
4 Gross Plant in Service	<u>448603</u>	<u>460688</u>	<u>454646</u>
5 Less: Accumulated Depreciation	<u>304138</u>	<u>315632</u>	<u>309885</u>
6 Net Water Plant in Service	<u>144465</u>	<u>145056</u>	<u>144761</u>
7 Water Plant Held for Future Use	<u>18000</u>	<u>15656</u>	<u>16828</u>
8 Construction Work in Progress			
9 Materials and Supplies			
10 Less: Advances for Construction	<u>(28021)</u>	<u>(26920)</u>	<u>(27471)</u>
11 Less: Contribution in Aid of Construction	<u>(34762)</u>	<u>(34672)</u>	<u>(43672)</u>
12 Less: Accumulated Deferred Income and Investment Tax Credits	<u>()</u>	<u>()</u>	<u>()</u>
13 Net Plant Investment	<u>99772</u>	<u>99120</u>	<u>99446</u>
CAPITALIZATION			
14 Common Stock	<u>75000</u>	<u>75000</u>	<u>75000</u>
15 Proprietary Capital (Individual or Partnership)	<u>118001</u>	<u>118001</u>	<u>118001</u>
16 Paid-in Capital	<u>118001</u>	<u>118001</u>	<u>118001</u>
17 Retained Earnings	<u>128976</u>	<u>126125</u>	<u>127536</u>
18 Common Stock and Equity (Lines 14 through 17)	<u>64055</u>	<u>66876</u>	<u>65465</u>
19 Preferred Stock			
20 Long-Term Debt	<u>10998</u>	<u>4999</u>	<u>7999</u>
21 Notes Payable			
22 Total Capitalization (Lines 18 through 21)	<u>75053</u>	<u>71875</u>	<u>73464</u>

(Revised 2/01)

SELECTED FINANCIAL DATA - CLASS A, B, C AND D WATER COMPANIES

2003
(continued)

NAME OF UTILITY Cold Springs Water Co. PHONE 209 965-3716

INCOME STATEMENT		Annual Amount
23	Unmetered Water Revenue	30835
24	Fire Protection Revenue	_____
25	Irrigation Revenue	_____
26	Metered Water Revenue	<u>135852</u>
27	Total Operating Revenue	<u>166687</u>
28	<u>Operating Expenses</u>	<u>151553</u>
29	Depreciation Expense (Composite Rate <u>2.6</u>)	<u>11494</u>
30	Amortization and Property Losses	_____
31	Property Taxes	<u>1111</u>
32	Taxes Other Than Income Taxes	<u>7075</u>
33	Total Operating Revenue Deduction Before Taxes	<u>171233</u>
34	California Corp. Franchise Tax	<u>800</u>
35	Federal Corporate Income Tax	<u>1622</u>
36	Total Operating Revenue Deduction After Taxes	<u>173655</u>
37	Net Operating Income (Loss) - California Water Operations	<u>6968</u>
38	Other Operating and Nonoper. Income and Exp. - Net (Exclude Interest Expense)	<u>314</u>
39	Income Available for Fixed Charges	<u>6654</u>
40	Interest Expense	<u>0</u>
41	Net Income (Loss) Before Dividends	<u>-</u>
42	Preferred Stock Dividends	_____
43	Net Income (Loss) Available for Common Stock	<u>6654</u>
 OTHER DATA		
44	Refunds of Advances for Construction	<u>1104</u>
45	Total Payroll Charged to Operating Expenses	<u>79598</u>
46	Purchased Water	<u>0</u>
47	Power	<u>14157</u>

	<u>Active Service Connections</u>	(Exc. Fire Protect.)	Annual		
			Jan. 1	Dec. 31	Average
48	Metered Service Connections		409	416	413
49	Flat Rate Service Connections		96	94	95
50	Total Active Service Connections		505	510	508

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

NONE

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: _____
Address: _____
Phone Number: _____
Date Hired: _____

2. Former Fiscal Agent:

Name: _____
Address: _____
Phone Number: _____
Date Hired: _____

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

\$ _____

4. Summary of the trust bank account activities showing:

Balance at beginning of year	\$ _____
Deposits during the year	_____
Withdrawals made for loan payments	_____
Other withdrawals from this account	_____
Balance at end of year	_____

5. Account information:

Bank Name: _____
Account Number: _____
Date Opened: _____

NONE

6. Plant amounts included in Schedule A, 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					
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, 20⁰³)

Line	Acct.	Assets	Balance	Acct.	Equity and Liabilities	Balance
1	101	Water plant in service	460688	201	Common Stock (Corporations only)	75000
2	103	Water plant held for future use	15656	211	Other paid-in capital (Corporations only)	118001
3	104	Water plant purchased or sold		215	Retained earnings	126125
4	105	Water plant construction work in progress		218	Proprietary capital	
5	108	Accumulated depreciation of water plant	315632	224	Long term debt	4999
6	114	Water plant acquisition adjustments			Current Liabilities	2512
7	124	Other investments		252	Advances for construction	26920
8	131	Cash	28799	253	Other deferred credits	39900
9	141	Accounts receivable - customers		255	Accumulated deferred investment tax credits	
10	142	Receivables from associated companies		282	Accumulated deferred income taxes - Acrs	
11	151	Materials and supplies			depreciation	
12	174	Other current assets		283	Accumulated deferred income taxes - other	
13	180	Deferred charges		271	Contributions in aid of construction	34672
14				272	Accumulated amortization of contributions	13672
15		Total Assets	189511		Total Equity and Liabilities	189511

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	12378				12378
17	303	Land	6250				6250
18	304	Structures	15692				15692
19	307	Wells	13753				13753
20	317	Other water source plant	39672				39672
21	311	Pumping equipment	33002	12336			45338
22	320	Water treatment plant	20840	2842			23682
23	330	Reservoirs tanks and sandpipes	41870				41870
24	331	Water mains	135268	113			135381
25	333	Services and meter installations	39026	1462			40488
26	334	Meters	21512	483			21995
27	335	Hydrants	4460				4460
28	339	Other equipment	26409		2873		23536
29	340	Office furniture and equipment	19689		2278		17411
30	341	Transportation equipment	18782				18782
31		Total water plant in service	448603	17236	5151		460688

* 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	301978		A. Method used to compute depreciation
33	Add: Credits to reserves during year			expense (Acct. 403) and rate. SL2.6
34	(a) Charged to Account No. 403	11494		
35	(b) Charged to Account No. 272	277		
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	11771		covered by this report \$ 13561
40	Deduct: Debits to reserves during year			
41	(a) Book cost of property retired	5151		
42	(b) Cost of removal			C. State method used to compute tax
43	(c) All other debits			depreciation.
44	Total debits	5151		
45	Balance in reserve at end of year	308578		
46	(1) Explanation of all other credits			
47	(2) Explanation of all other debits			

SCHEDULE D - CAPITAL STOCK OUTSTANDING (DECEMBER 31, 20⁰³)

Line	Description	Shares	Par Value	Authorized	Outstanding	Rate	Interest	Interest
1	Common - (Shares 750 , \$100 par)	75000						
2	Preferred - (Shares , \$ par)							
3	Dividends - Common Rate - \$							
4	- Preferred Rate - \$							

SCHEDULE E - LONG TERM DEBT

Line	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	Ford Motor Credit	10-01	10-04	17997	4999	0	0	0
6								
7								
8	Totals							

SCHEDULE F - INCOME STATEMENT

9	Operating revenues	xxxxxxxxxx
10	460 Unmetered water revenue	30835
11	462 Fire protection revenue	
12	465 Irrigation revenue	
13	470 Metered water revenue	135852
14	480 Other water revenue	
15	Total Operating Revenue	166687
16	Operating revenue deductions	xxxxxxxxxx
17	Operating expenses	xxxxxxxxxx
18	610 Purchased water	
19	615 Power	14157
20	618 Other volume related expenses	1703
21	630 Employee labor	31898
22	640 Materials	1542
23	650 Contract work	2025
24	660 Transportation expenses	3556
25	664 Other plant maintenance expense	5915
26	670 Office salaries	23700
27	671 Management salaries	24000
28	674 Employee pensions and benefits	6402
29	676 Uncollectible accounts expense	
30	678 Office services and rentals	13149
31	681 Office supplies and expense	7277
32	682 Professional services	1936
33	684 Insurance	12732
34	688 Regulatory commission expense	229
35	689 General expenses	1332
36	Total Operating Expenses	51553
37	403 Depreciation expense	11494
38	407 SDWBA loan amortization expense	
39	408 Taxes other than income taxes	8186
40	409 State corporate income tax expense	800
41	410 Federal corporate income tax expense	1622
42	Total Operating Revenue Deductions	73655
43	Utility Operating Income	6968
44	421 Non-utility income	314
45	426 Miscellaneous non-utility expense	
46	427 Interest expense	
47	Net Income	6654

SCHEDULE G - SOURCES OF SUPPLY AND WATER DEVELOPED WELLS

Location	No.	Diam. Inch	Depth to water feet	Pumping capacity (g.p.m.)	Annual quantities pumped
Peter Pam		6	100	100	52 ccf

OTHER

Streams or springs location of diversion point	Flow in		(Unit)		Annual quantities diverted
	Priority right		Diversions		
Kerns Creek	.25	.25	.25	.25	2051 (Unit) ccf
Purchased water (unit) Supplier:					Annual quantity

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			
Industrial			
Public authorities			
Irrigation			
Other (specify)			
Total			

SCHEDULE I - EMPLOYEES AND THEIR COMPENSATION

Line	Acct	Account	Number at end of year	Salaries Charged to Expense	Salaries Charged to Plant Accounts	Total Salaries and Wages Paid
48	630	Employee Labor	1	31898		
49	670	Office salaries	2	23700		
50	671	Management salaries	2	24000		
51		Total	5	79598		

SCHEDULE J - ADVANCES FOR CONSTRUCTION

Balance beginning of year	28021
Additions during year	
Subtotal - Beginning balance plus additions during year	
Refunds	1101
Transfers to Acct. 271 - Contributions in Aid of Construction	
Balance end of year	26920

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

Size	Meters	Services
5/8 x 3/4-in	423	94
3/4-in		
1-in		
-in		
-in		
Total		

SCHEDULE L - METER-TESTING DATA

Number of meters tested during year	10
1 Used, before repair...	
2 Used, after repair	
3 Fast, requiring refund ..	
Numbers of meters in service requiring test per General Order No. 103	10

SCHEDULE M - SERVICE CONNECTIONS AT END OF YEAR

Classification	Active			Inactive			Total connections	
	Metered	Flat	Total	Metered	Flat	Total	Metered	Flat
Residences	416	94	510	7		7	423	94
Industrial								
Other (specify)								
Subtotal								
Fire protection (Hydrants)								
Total								

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

SCHEDULE N - STORAGE FACILITIES

SCHEDULE O - FOOTAGES OF PIPE (EXCLUDING SERVICE PIPES)

Description	No.	Combined capacity in gallons	Description	Pipe Sizes					Totals
				2" and under	2 1/4 to 3 1/4	4"	Other sizes (specify)		
Concrete			Cast Iron						
Earth			Welded steel			13350	3162		16512
Wood	2	24000	Standard screw		1294		100		1394
Steel	5	829000	Cement-asbestos			10300	4900		15200
Other			Plastic	1620	7320	12280	1200	2040	3580
			Other (specify)						
Total	7	835000	Total	1620	8614	25930	9362	2040	3580

DECLARATION

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

I, the undersigned (officer, partner or owner) of Cold Springs Water Company Inc. (Name of utility), under penalty of perjury do declare that this report has been prepared by me, or under my direction, from the books, papers and records of the respondent; that I have carefully examined the same, and declare the same to be a complete and correct statement of the business and affairs of the above-named respondent and the operations of its property for the period

From and including January 1, 2003, to and including December 31, 2003

Signed 
Pete Kerns

Title President

Date