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Examined _____

CLASS B and C
WATER UTILITIES

U# _____

2000
ANNUAL REPORT
OF

DEL ORO WATER COMPANY, INC.

FERNDALE DISTRICT

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

DRAWER 5172, CHICO, CALIFORNIA 95927

(OFFICIAL MAILING ADDRESS)

ZIP

TO THE
PUBLIC UTILITIES COMMISSION
STATE OF CALIFORNIA
FOR THE
YEAR ENDED DECEMBER 31, 2000

REPORT MUST BE FILED NOT LATER THAN MARCH 31, 2001
(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 APRIL 30**, 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, not by a public accountant.
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.

INSTRUCTIONS

FOR PREPARATION OF

SELECTED FINANCIAL DATA SHEET

FOR CLASS A, B, C AND D, WATER UTILITIES

To prepare the attached data sheets, refer to the Balance Sheet, Income Statement and supporting detail schedules in the annual report for the required data.

Please follow the instruction below:

1. Common plant allocated to water should be indicated with water plant figures in Net Plant Investment.
2. The capitalization section for those reporting on both California Only and Total System Forms should be identical and completed with Total Company Data. Be sure that Advances for Construction include California water data only.
3. Complete the operation section with California water revenues and expenses, but if necessary, remove interdepartmental revenues and expenses.
4. All other utility and nonutility revenues and expenses are netted on Line No. 38.

GENERAL INFORMATION

1 Name under which utility is doing business: Del Oro Water Co., Inc.
Ferndale District

2 Official mailing address:
Drawer 5172, Chico, CA ZIP 95927-5172

3 Name and title of person to whom correspondence should be addressed:
Robert S. Fortino Telephone: 530-894-1100

4 Address where accounting records are maintained:
426 Broadway, Suite 301, Chico, CA 95928

5 Service Area: (Refer to district reports if applicable.) Ferndale, California

6 Service Manager (if located in or near Service Area): (Refer to district reports if applicable.)
 Name: Paul J. Matulich
 Address: Drawer 5172 Telephone: 530-894-1100
Chico, CA 95927-5172

7 OWNERSHIP. Check and fill in appropriate line:
 Individual (name of owner) _____
 Partnership (name of partner) _____
 Partnership (name of partner) _____
 Partnership (name of partner) _____
 Corporation (corporate name) Del Oro Water Co., Inc.
 Organized under laws of (state) California

Principal Officers:

(Name)	Robert S. Fortino	(Title)	President
(Name)	Janice Hanna	(Title)	Secretary
(Name)		(Title)	
(Name)		(Title)	

8 Names of associated companies:

9 Names of corporations, firms or individuals whose property or portion of property have been acquired during the year, together with date of each acquisition:
 _____ Date: _____
 _____ Date: _____
 _____ Date: _____
 _____ Date: _____

10 Use the space below for supplementary information or explanations concerning this report:

SELECTED FINANCIAL DATA - CLASS A, B, C AND D WATER COMPANIES
1999

NAME OF UTILITY Del Oro Water Co., Inc. PHONE 530-894-1100
Ferndale District
 PERSON RESPONSIBLE FOR THIS REPORT Janice Hanna
 (Prepared from Information in the 2000 Annual Report)

	01/01/00	12/31/00	Average
BALANCE SHEET DATA			
1 Intangible Plant	588	588	588
2 Land and Land Rights	<u>12,355</u>	<u>12,355</u>	<u>12,355</u>
3 Depreciable Plant	<u>1,349,016</u>	<u>1,363,998</u>	<u>1,356,507</u>
4 Gross Plant in Service	<u>1,361,959</u>	<u>1,376,941</u>	<u>1,369,450</u>
5 Less: Accumulated Depreciation	<u>(239,084)</u>	<u>(321,066)</u>	<u>(280,075)</u>
6 Net Water Plant in Service	<u>1,122,875</u>	<u>1,055,875</u>	<u>1,089,375</u>
7 Water Plant Held for Future Use			
8 Construction Work in Progress	<u>0</u>	<u>2,004</u>	
9 Materials and Supplies			
10 Less: Advances for Construction	<u>(84,849)</u>	<u>(82,714)</u>	<u>(83,782)</u>
11 Less: Contribution in Aid of Construction	<u>(15,874)</u>	<u>(16,562)</u>	<u>(16,218)</u>
12 Less: Accumulated Deferred Income and Investment Tax Credits	<u>()</u>	<u>()</u>	<u>()</u>
13 Net Plant Investment	<u><u>1,022,152</u></u>	<u><u>958,603</u></u>	<u><u>989,376</u></u>
CAPITALIZATION			
14 Common Stock			
15 Proprietary Capital (Individual or Partnership)			
16 Paid-in Capital			
17 Retained Earnings	<u>7,244</u>	<u>43,682</u>	<u>25,463</u>
18 Common Stock and Equity (Lines 14 through 17)	<u>7,244</u>	<u>43,682</u>	<u>25,463</u>
19 Preferred Stock			
20 Long-Term Debt	<u>975,232</u>	<u>945,222</u>	<u>960,227</u>
21 Notes Payable	<u>155,350</u>	<u>155,350</u>	<u>155,350</u>
22 Total Capitalization (Lines 18 through 21)	<u><u>1,137,826</u></u>	<u><u>1,144,255</u></u>	<u><u>1,141,040</u></u>

(Revised 02/01)

SELECTED FINANCIAL DATA - CLASS A, B, C AND D WATER COMPANIES
1999

NAME OF UTILITY Del Oro Water Co., Inc. PHONE 530-894-1100
Ferndale District

	Annual Amount
INCOME STATEMENT	
23 Unmetered Water Revenue	3,941
24 Fire Protection Revenue	_____
25 Irrigation Revenue	_____
26 Metered Water Revenue	399,179
27 Total Operating Revenue	403,120
28 <u>Operating Expenses</u>	179,492
29 Depreciation Expense (Composite Rate _____)	81,982
30 Amortization and Property Losses	_____
31 Property Taxes	13,726
32 Taxes Other Than Income Taxes	5,368
33 Total Operating Revenue Deduction Before Taxes	280,568
34 California Corp. Franchise Tax	_____
35 Federal Corporate Income Tax	_____
36 Total Operating Revenue Deduction After Taxes	280,568
37 Net Operating Income (Loss) - California Water Operations	122,552
38 Other Operating and Nonoper. Income and Exp. - Net (Exclude Interest Expense)	5,776
39 Income Available for Fixed Charges	128,328
40 Interest Expense	91,891
41 Net Income (Loss) Before Dividends	36,438
42 Preferred Stock Dividends	_____
43 Net Income (Loss) Available for Common Stock	_____
OTHER DATA	
44 Refunds of Advances for Construction	_____
45 Total Payroll Charged to Operating Expenses	99,762
46 Purchased Water	_____
47 Power	6,916

				Annual Average
<u>Active Service Connections</u>	(Exc. Fire Protect.) _____	Jan. 1	Dec. 31	
48 Metered Service Connections		705	709	707
49 Flat Rate Service Connections		3	3	3
50 Total Active Service Connections		708	712	710

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

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
COMPARATIVE BALANCE SHEETS
Liabilities and Other Credits

Line No.	Acct. No.	Title of Account (a)	Schedule Page No. (b)	Balance End-of-Year (c)	Balance Beginning of Year (d)
1		CORPORATE CAPITAL AND SURPLUS			
2	201	Common stock	9		
3	204	Preferred stock	9		
4	211	Other paid-in capital	9		
5	215	Retained earnings	10	43,682	7,244
6		Total corporate capital and retained earnings		43,682	7,244
7		PROPRIETARY CAPITAL			
8	218	Proprietary capital	10		
9	218.1	Proprietary drawings			
10		Total proprietary capital			
11		LONG TERM DEBT			
12	224	Long term debt	11	945,222	975,233
13	225	Advances from associated companies	12	155,350	155,350
14		CURRENT AND ACCRUED LIABILITIES			
15	231	Accounts payable		17,183	12,443
16	232	Short term notes payable			
17	233	Customer deposits		6,088	5,218
18	235	Payables to associated companies	12		
19	236	Accrued taxes			
20	237	Accrued interest			
21	241	Other current liabilities	13	11,166	12,976
22		Total current and accrued liabilities		34,437	30,637
23		DEFERRED CREDITS			
24	252	Advances for construction	13	82,714	84,849
25	253	Other credits	8		
26	255	Accumulated deferred investment tax credits	13		
27	282	Accumulated deferred income taxes - ACRS depreciation	13		
28	283	Accumulated deferred income taxes - other	13		
29		Total deferred credits		82,714	84,849
30		CONTRIBUTIONS IN AID OF CONSTRUCTION			
31	271	Contributions in aid of construction	14	16,562	15,874
32	272	Accumulated amortization of contributions			
33		Net contributions in aid of construction		16,562	15,874
34		Total liabilities and other credits		1,277,967	1,269,186

**SCHEDULE A-1
UTILITY PLANT**

Line No.	Acct No.	Title of Account (a)	Balance Beg of Year (b)	Plt Additions During year (c)	Plt Retirements During year (d)	Other Debits* or (Credits) (e)	Balance End of year (f)
1	101	Water plant in service	1,361,959	14,982			1,376,941
2	103	Water plant held for future use					
3	104	Water plant purchased or sold					
4	105	Construction work in progress - water plant	0	2,004	xxxxxxxxxxxxx		2,004
5	114	Water plant acquisition adjustments			xxxxxxxxxxxxx		0
6		Total utility plant	1,361,959	16,986		0	1,378,945

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

**SCHEDULE A-1a
Account No. 101 - Water Plant in Service**

Line No.	Acct No.	Title of Account (a)	Balance Beg of Year (b)	Plt Additions During year (c)	Plt Retirements During year (d)	Other Debits* or (Credits) (e)	Balance End of year (f)
1		NON-DEPRECIABLE PLANT					
2	301	Intangible plant	588				588
3	303	Land	12,355				12,355
4		Total non-depreciable plant	12,943				12,943
5		DEPRECIABLE PLANT					
6	304	Structures	3,909				3,909
7	307	Wells	20,120				20,120
8	317	Other water source plant	97,663				97,663
9	311	Pumping equipment					0
10	320	Water treatment plant	429,364				429,364
11	330	Reservoirs, tanks and sandpipes	74,012				74,012
12	331	Water mains	501,432	13,291			514,723
13	333	Services and meter installations	154,496	688			155,184
14	334	Meters	24,692	1,003			25,695
15	335	Hydrants	7,743				7,743
16	339	Other equipment	12,791				12,791
17	340	Office furniture and equipment	1,059				1,059
18	341	Transportation equipment	21,735				21,735
19		Total depreciable plant	1,349,016	14,982			1,363,998
20		Total water plant in service	1,361,959	14,982			1,376,941

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

SCHEDULE A-1b
Account No. 103 - Water Plant Held for Future Use

Line No.	Description and Location of Property (a)	Date of Acquisition (b)	Approximate Date When Property will be placed in Service (c)	Balance End of Year (d)
1				
2	NONE			
3				
4				
5				
6				
7				
8				
9				
10	Total			

SCHEDULE A-2
Account No. 121 - Non-utility Property and Other Assets

Line No.	Name and Description of Property (a)	Book Value End of Year (b)
1		
2		
3	NONE	
4		
5		
6		
7		
8		
9		
10	Total	

SCHEDULE A-3

Account Nos. 108 and 122 - Depreciation and Amortization Reserves

Line No.	Item (a)	Account 106 Water Plant	Account 106.1 SDWBA Loans (c)	Account 122 Non-utility Property (d)
1	Balance in reserves at beginning of year	239,084		
2	Add: Credits to reserves during year			
3	(a) Charged to Account No. 403 (Footnote 1)	81,982		
4	(b) Charged to Account No 272			
5	(c) Charged to clearing accounts			
6	(d) Salvage recovered			
7	(e) All other credits (Footnote 2)			
8	Total Credits	81,982		
9	Deduct: Debits to reserves during year			
10	(a) Book cost of property retired			
11	(b) Cost of removal			
12	(c) All other debits (Footnote 3)			
13	Total debits			
14	Balance in reserve at end of year	321,066		
15	(1) COMPOSITE DEPRECIATION RATE USED FOR STRAIGHT LINE REMAINING LIFE		%	
16				
17	(2) EXPLANATION OF ALL OTHER CREDITS:			
18				
19				
20				
21				
22				
23	(3) EXPLANATION OF ALL OTHER DEBITS:			
24				
25				
26				
27				
28				
29	(4) METHOD USED TO COMPUTE INCOME TAX DEPRECIATION			
30	(a) Straight line	[]		
31	(b) Liberalized	[]		
32	(1) Sum of the years digits	[]		
33	(2) Double declining balance	[]		
34	(3) Other	[]		
35	(c) Both straight line and liberalized	[]		

SCHEDULE A-3a
Account No. 108 - Analysis of Entries in Depreciation Reserve

Line No.	Acct No.	Depreciable Plant (a)	Balance Beginning of Year (b)	Credits to Reserve During Year Excl. Salvage (c)	Debits to Reserve During Year Excl. Cost of Removal (d)	Salvage and Cost of Removal Net (Dr.) or (Cr.) (e)	Balance End of Year (f)
1	304	Structures	390	195			585
2	307	Wells	2,264	1,006			3,270
3	317	Other water source plant	265	118			383
4	311	Pumping equipment	11,916	4,883			16,799
5	320	Water treatment plant	53,670	21,468			75,138
6	330	Reservoirs, tanks and sandpipes	9,252	3,701			12,953
7	331	Water mains	50,526	21,765			72,291
8	333	Services and meter installations	17,351	7,026			24,377
9	334	Meters	2,851	1,171			4,022
10	335	Hydrants	412	165			577
11	339	Other equipment	4,358	1,440			5,798
12	340	Office furniture and equipment	595	185			780
13	341	Transportation equipment	4,612	9,144			13,756
14		Total	158,462	72,267			230,729

SCHEDULE A-4
Account No. 174 - Other Current Assets

Line No.	Item (a)	Amount (b)
1	NONE	
2		
3		
4		
5		
6		
7		
8		
9		
10		

SCHEDULE A-6
Account Nos. 201 and 204 - Capital Stock

Line No.	Class of Stock (a)	Date of Issue (b)	Number of Shares Authorized by Articles of Incorporation (c)	Par or Stated Value (d)	Number of Shares Outstanding (e)	Amount Outstanding End of Year (f)	Dividends Declared During Year	
							Rate (g)	Amount (h)
1								
2	NONE							
3								
4								
5								
6							Total	

SCHEDULE A-7
Record of Stockholders at End of Year

Line No.	COMMON STOCK	Number of Shares (b)	PREFERRED STOCK	Number of Shares (d)
	Name (a)		Name (c)	
1				
2	NONE			
3				
4				
5				
6				
7	Total number of shares		Total number of shares	

SCHEDULE A-8
Account No. 211 - Other Paid in Capital (Corporations only)

Line No.	Type of Paid in Capital (a)	Balance End of Year (b)
1		
2	NONE	
3		
4	Total	

SCHEDULE A-9
Account No. 215 - Retained Earnings
(Corporations Only)

Line No	Item (a)	Amount (b)
1	Balance beginning of year	7,244
2	CREDITS	
3	Net income	36,438
4	Prior period adjustments	
5	Other credits (detail)	
6	Total credits	36,438
7		
8	DEBITS	
9	Net losses	
10	Prior period adjustments	
11	Dividend appropriations - preferred stock	
12	Dividend appropriations - common stock	
13	Other debits (detail)	
14	Total debits	
15	Balance end of year	43,682

SCHEDULE A-10
Account No. 218 - Proprietary Capital
(Sole Proprietor or Partnership)

Line No.	Item (a)	Amount (b)
1	Balance beginning of year	
2	CREDITS	
3	Net income	
4	Additional investments during year	
5	Other credits (detail)	
6	Total credits	
7	DEBITS NONE	
8	Net losses	
9	Withdrawals during year	
10	Other debits (detail)	
11	Total debits	
12	Balance end of year	

SCHEDULE A-11
Account No. 224 - Long Term Debt

Line No.	Class (a)	Name of Issue (b)	Date of Issue (c)	Date of Maturity (d)	Principal Amount Authorized (e)	Outstanding Per Balance Sheet (f)	Rate of Interest (g)	Interest Accrued During Year (h)	Sinking Fund (i)	Interest Paid During Year (j)
1	Mid Valley Bank		Sep-96	Oct-06	560,000	513,134	10.75			48,990
2	Arcata Econ. Dev.		May-97	May-17	455,593	419,806	7.37			33,002
3	Butte Comm. Bank		Dec-98	Jan-03	8,935	5,052	9.5			709
4	Butte Comm. Bank		Nov-98	Dec-05	13,000	7,072	9.5			1,114
5										
6						945,064				83,815

SCHEDULE A-12

Account No. 225 - Advances from Associated Companies

Line No.	Nature of Obligation (a)	Amount of Obligation (b)	Interest Rate (c)	Interest Accrued During Year (d)	Interest Paid During Year (e)
1	Del Oro Water Co/Paradise Pines	155,350	6%	0	0
2					
3					
4	Totals				

Schedule A-13

Account No. 235 - Payables to Associated Companies

Line No.	Nature of Obligation (a)	Balance End of Year (b)	Interest Rate (c)	Interest Accrued During Year (d)	Interest Paid During Year (e)
1					
2	NONE				
3					
4	Totals				

SCHEDULE A-14
Account No. 241 - Other Current Liabilities

Line No.	Description (a)	Balance End of Year (b)
1	CIPC Tax Payable	5,573
2	Insurance Payable	1,924
3	PUC Surtax Payable	5,593
4		
5	Totals	13,090

SCHEDULE A-15
Account No. 252 - Advances for Construction

Line No.	(a)	(b)	Amount (c)
1	Balance beginning of year	xxxxxxxxxxxxxxxx	84,849
2	Additions during year	xxxxxxxxxxxxxxxx	0
3	Subtotal - Beginning balance plus additions during year	xxxxxxxxxxxxxxxx	84,849
4	Charges during year:	xxxxxxxxxxxxxxxx	xxxxxxxxxxxxxxxx
5	Refunds	xxxxxxxxxxxxxxxx	xxxxxxxxxxxxxxxx
6	Percentage of revenue basis	0	xxxxxxxxxxxxxxxx
7	Proportionate cost basis		xxxxxxxxxxxxxxxx
8	Present worth basis		xxxxxxxxxxxxxxxx
9	Total refunds	0	xxxxxxxxxxxxxxxx
10	Transfers to Acct. 271, Contributions in aid of Construction	xxxxxxxxxxxxxxxx	xxxxxxxxxxxxxxxx
11	Due to expiration of contracts		xxxxxxxxxxxxxxxx
12	Due to present worth discount		xxxxxxxxxxxxxxxx
13	Total transfers to Acct. 271		xxxxxxxxxxxxxxxx
14	Securities Exchanged for Contracts (Enter detail below)		xxxxxxxxxxxxxxxx
15	Subtotal - charges during year		
16	Balance end of year	xxxxxxxxxxxxxxxx	84,849

SCHEDULE A-16
Account Nos. 255, 282, and 283 - Deferred Taxes

Line No	Item (a)	Account 255 Investment Tax Credit (b)	Account 282 Income Tax - ACRS Depreciation (c)	Account 283 - Other (d)
1	NONE			
2				
3				
4				
5	Totals			

SCHEDULE A-17

Account No. 271 - Contributions In Aid of Construction

Instructions for Preparation of Schedule of Contributions in Aid of Construction

- 1 The credit balance in the account other than that portion of the balance relating to nondepreciable property (column d), to property retired prior to January 1, 1955 (column e), shall be written off through charges to this account and credits to Account No. 106, Accumulated depreciation of water plant, over a period equal to the estimated service life of the property involved. Upon retirement of depreciable property for which a depreciation reserve has been created through charges to this account, the cost thereof shall be credited to the appropriate plant account and concurrently charged to Account No. 106. If the property is retired prior to the service life originally estimated, the balance in this account with respect to the retired property shall be transferred to the depreciation reserve account.

- 2 That portion of the balance applicable to nondepreciable property shall remain unchanged until the property is sold or otherwise retired. Upon retirement, the cost of such nondepreciable property acquired by donation or through use of donated funds shall be credited to the appropriate plant account and charged to this account to clear the credit balance carried herein.

- 3 That portion of the balance representing donations on property retired prior to January 1, 1955 (column e), and the amount of depreciation accrued to January 1, 1955, on property in service (column f), shall not be transferred from this account or otherwise disposed of without first receiving written authorization from the Commission.

Line No.	Item (a)	Total All Columns (b)	Subject to Amortization		Not Subject to Amortization	
			Property in Service After Dec. 31, 1954		Property Retired Before Jan. 1, 1955 (e)	Depreciation Accrued Through Dec. 31, 1954 on Property in Services at Dec. 31, 1954 (f)
			Depreciable (c)	Non-Depreciable (d)		
1	Balance beginning of year	15,874	15,874			
2	Add: Credits to account during year	0	0			
3	Contributions received during year	688	688			
4	Other credits*					
5	Total credits					
6	Deduct: Debits to Account during year					
7	Depreciation charges for year					
8	Nondepreciable donated property retired					
9	Other debits*					
10	Total debits					
11	Balance end of year	16,562	16,562			

* Indicate nature of these items and show the accounts affected by the contra entries

SCHEDULE B-1
Account No. 400 - Operating Revenues

Line No.	Acct. No.	Account (a)	Amount Current Year (b)	Amount Preceding Year (c)	Net Change During Year Show Decrease in [Brackets] (d)
1		WATER SERVICE REVENUES			
2	460	Unmetered water revenue			
3		460.1 Single - family residential	128,858	125,396	3,462
4		460.2 Commercial and multi-residential			
5		460.3 Large water users			
6		460.5 Safe Drinking Water Bond Surcharge			
7		460.9 Other unmetered revenue			
8		Sub-total	128,858	125,396	3,462
9	462	Fire protection revenue			
10		462.1 Public fire protection			
11		462.2 Private fire protection			
12		Sub-total			
13	465	Irrigation revenue	2,212	2,109	103
14	470	Metered water revenue			
15		470.1 Single-family residential	193,213	189,123	4,090
16		470.2 Commercial and multi-residential	30,337	29,202	1,135
17		470.3 Large water users	43,960	42,549	1,411
18		470.5 Safe Drinking Water Bond Surcharge			
19		470.9 Other metered revenue	2,395	3,400	(1,005)
20		Sub-total	269,905	264,274	5,631
21		Total water service revenues	400,976	391,779	9,196
22	480	Other water revenue	2,144	1,109	1,035
23		Total operating revenues	403,120	392,888	10,231

SCHEDULE B-2
Account No. 401 - Operating Expenses

Line No.	Acct. No.	Account (a)	Amount Current Year (b)	Amount Preceding Year (c)	Net Change During Year Show Decrease in [Brackets] (d)
1		PLANT OPERATION AND MAINTENANCE EXPENSES			
2		VOLUME RELATED EXPENSES			
3	610	Purchased water			0
4	615	Power	6,916	8,193	(1,277)
5	616	Other volume related expenses	2,728	4,557	(1,829)
6		Total volume related expenses	9,644	12,750	(3,106)
7		NON-VOLUME RELATED EXPENSES			
8	630	Employee labor	71,895	77,722	(5,827)
9	640	Materials	10,563	3,920	6,643
10	650	Contract work	4,839	3,195	1,644
11	660	Transportation expenses	6,382	5,866	516
12	664	Other plant maintenance expenses	500	769	(269)
13		Total non-volume related expenses	94,179	91,472	2,707
14		Total plant operation and maintenance exp.	103,823	104,222	(399)
15		ADMINISTRATIVE AND GENERAL EXPENSES			
16	670	Office salaries	19,459	15,265	4,194
17	671	Management salaries	8,408	8,465	(57)
18	674	Employee pensions and benefits	5,168	4,119	1,049
19	676	Uncollectible accounts expense	849	366	483
20	678	Office services and rentals	9,135	9,094	41
21	681	Office supplies and expenses	18,163	17,280	883
22	682	Professional services	5,395	1,516	3,879
23	684	Insurance	8,316	8,613	(297)
24	688	Regulatory commission expense	(679)	1,036	(1,715)
25	689	General expenses	1,456	1,805	(349)
26		Total administrative and general expenses	75,669	67,559	8,110
27	800	Expenses capitalized			
28		Net administrative and general expense			
29		Total operating expenses	179,492	171,781	7,711

SCHEDULE B-3

Account No. 408, 409, 410 - Taxes Charged During the Year

Line No.	Type of Tax (a)	Total Taxes Charged During Year (b)	Distribution of Taxes Charged	
			Water (c)	Nonutility (d)
1	Taxes on real and personal property	13,726		
2	State corporate franchise tax			
3	State unemployment insurance tax	0		
4	Other state and local taxes			
5	Federal unemployment insurance tax	0		
6	Federal insurance contributions act	0		
7	Other federal taxes			
8	Federal income taxes			
9				
10				
11	Totals	13,726	0	

SCHEDULE B-4

Reconciliation of Reported Net Income for Federal Income Taxes

1 Report hereunder a reconciliation of reported net income for the year with taxable income used in computing Federal income tax accruals and show computation of such tax accruals. The reconciliation shall be submitted even though there is no taxable income for the year. Descriptions should clearly indicate the nature of each reconciling amount.

2 If the utility is a member of a group which files a consolidated Federal tax return, reconcile reported net income with taxable net income as if a separate return were to be filed, indicating, however, inter-company amounts to be eliminated in such consolidated return. State names of group members, tax assigned to each group member, and basis of allocation, assignment, or sharing of the consolidated tax among the group members.

3 Show taxable year if other than calendar year from _____ to _____.

Line No.	Particulars (a)	Amount (b)
1	Net income for the year per Schedule B, page 4	36,438
2	Reconciling amounts (list first additional income and unallowable deductions,	
3	followed by additional deductions and non-taxable income):	
4		
5		
6		
7		
8		
9		
10	Federal tax net income	
11	Computation of tax: NOT YET PREPARED	
12		
13		
14		
15		
16		
17		

SCHEDULE B-5
Account No. 421 and 426 - Income from Nonutility Operations

Line No.	Description (a)	Revenues Acct. 421 (b)	Expenses Acct. 426 (c)
1	Dividends	5,776	
2	Loan Fee Amortization		4,747
3			
4			
5	Total	5,776	4,747

SCHEDULE B-6
Account No. 427 - Interest Expense

Line No.	Description (a)	Amount (b)
1	Mid Valley Bank	0
2	Arcata Economic Development	0
3	Butte Comm Bank	0
4		
5		
6		
7		
8		
9		
10	Total	0

SCHEDULE C-1
Compensation of Individual Proprietor, Partners and Employees Included in Expenses

Line No.	Acct. No.	Account (a)	Number at End of Year (b)	Salaries Charged to Expense (c)	Salaries Charged to Plant Accounts (d)	Total Salaries and Wages Paid (e)
1	630	Employee Labor		71,895		71,895
2	670	Office salaries		19,459		19,459
3	671	Management salaries		8,408		8,408
4						
5						
6		Total		99,762		99,762

SCHEDULE C-2
Loans to Directors, Officers, or Shareholders

Line No.	Name (a)	Title (b)	Amount (c)	Interest Rate (d)	Maturity Date (e)	Security Given (f)	Date of Shareholder Authorization (g)	Other Information (h)
1								
2		NONE						
3								
4								
5								
6								
7	Total							

SCHEDULE C-3
Engineering and Management Fees and Expenses, Etc., During Year

Line No.	<p>Give the required particulars of all contracts or other agreements in effect in the course of the year between the respondent and any corporation, association, partnership, or person covering supervision and/or management of any department of the respondent's affairs, such as accounting, engineering, financing, construction or operation, and show the payments under such agreements and also the payments for advice and services to a corporation or corporations which directly or indirectly control respondent through stock ownership.</p> <p align="center">NONE</p>	
1	1. Did the respondent have a contract or other agreement with any organization or person covering supervision	
2	and/or management of its own affairs during the year? Answer: (Yes or No)	
3	(If the answer is in the affirmative, make appropriate replies to the following questions)*	
4	2. Name of each organization or person that was a party to such a contract or agreement.	
5		
6	3. Date of original contract or agreement.	
7	4. Date of each supplement or agreement.	
8	5. Amount of compensation paid during the year for supervision or management \$	
9	6. To whom paid	
10	7. Nature of payment (salary, traveling expenses, etc.)	
11	8. Amounts paid for each class of service.	
12		
13	9. Basis for determination of such amounts	
14		
15	10. Distribution of payments:	
16	(a) Charged to operating expenses	Amount
17	(b) Charged to capital amounts	\$
18	(c) Charged to other account	\$
19	Total	\$
20	11. Distribution of charges to operating expenses by primary accounts	
21	Number and Title of Account	Amount
22		\$
23		\$
24		\$
25	Total	\$
26	12. What relationship, if any, exists between respondent and supervisory and/or managing concerns?	
27		

* File with this report a copy of every contract, agreement, supplement or amendment mentioned above unless a copy of the instrument in due form has been furnished, in which case a definite reference to the report of the respondent relative to which it was furnished will suffice.

**SCHEDULE D-1
Sources of Supply and Water Developed**

STREAMS					FLOW IN (Unit) 2		Annual Quantities Diverted (Unit) 2	Remarks
Line No.	Diverted Into	From Stream or Creek (Name)	Location of Diversion Point	Priority Right	Diversions			
				Claim	Capacity	Max.	Min.	
1								
2	NONE							
3								
4								
5								
WELLS						Pumping Capacity (Unit) 2	Annual Quantities Pumped 1,000 (Unit) 2	Remarks
Line No.	At Plant (Name or Number)	Location	Number	Dimensions	1 Depth to Water			
6	Van Ness	Van Ness	1	12' x 175'	25'		0	
7								
8								
9								
10								
TUNNELS AND SPRINGS				FLOW IN (Unit) 2		Annual Quantities Pumped 1,000 (Unit) 2	Remarks	
Line No.	Designation	Location	Number	Maximum	Minimum			
11	Highline	SE Fermdale	6	100	25	0		
12	Lowline	SE Fermdale	9	200	51	0		
13								
14								
15								
Purchased Water for Resale								
16	Purchased from							
17	Annual Quantities purchased	NONE		(Unit chosen) 1				
18								
19								
<p>* State ditch pipeline reservoir, etc., with name, if any. 1 Average depth to water surface below ground surface 2 The quantity unit in established use for experiencing water stored and used in large amounts is the acre foot, which equals 43,560 cubic feet; in domestic use the thousand gallon or the hundred cubic feet. The rate of flow or discharge in larger amounts is expressed in cubic feet per second, in gallons per minute, in gallons per day, or in the miner's inch. Please be careful to state the unit used.</p>								

**SCHEDULE D-2
Description of Storage Facilities**

Line No	Type	Number	Combined Capacity (Gallons or Acre Feet)	Remarks
1	A. Collecting reservoirs			
2	Concrete		33,400	
3	Earth			
4	Wood			
5	B. Distribution reservoirs			
6	Concrete			
7	Earth		1,330,000	
8	Wood			
9	C. Tanks			
10	Wood			
11	Metal			
12	Concrete			
13	Totals		1,363,400	

SCHEDULE D-3
Description of Transmission and Distribution Facilities

A. LENGTH OF DITCHES, FLUMES AND LINKED CONDUITS IN MILES FOR VARIOUS CAPACITIES

Capacities in Cubic Feet Per Second or Miner's Inches (state which) _____

Line No.	NONE	0 to 5	6 to 10	11 to 20	21 to 30	31 to 40	41 to 50	51 to 75	76 to 100
1	Ditch								
2	Flume								
3	Lined conduit								
4									
5	Totals								

A. LENGTH OF DITCHES, FLUMES AND LINKED CONDUITS IN MILES FOR VARIOUS CAPACITIES - Concluded

Capacities in Cubic Feet Per Second or Miner's Inches (state which) _____

Line No.	NONE	101 to 200	201 to 300	301 to 400	401 to 500	501 to 750	751 to 100	Over 1000	Total All Lengths
6	Ditch								
7	Flume								
8	Lines conduit								
9									
10	Totals								

B. FOOTAGES OF PIPE BY INSIDE DIAMETERS IN INCHES - NOT INCLUDING SERVICE PIPING

Line No.	1	1 1/2	2	2 1/2	3	4	5	6	8
11	Cast Iron				292			702	2,004
12	Cast iron (cement lined)								
13	Concrete							60	201
14	Copper								
15	Riveted steel								
16	Standard screw								
17	Screw or welded casing								
18	Cement - asbestos					7,540		21,246	13,263
19	Welded steel		583			57			50
20	Galv. Iron	1,181	24			4,352	109	1,275	
21	Plastic	281		1,361		2,244		3,953	1,545
22	Totals	1,462	607	1,361		292	14,193	109	27,236

B. FOOTAGES OF PIPE BY INSIDE DIAMETERS IN INCHES - NOT INCLUDING SERVICE PIPING - Concluded

Line No.		10	12	14	16	18	20	Other Sizes (Specify Sizes)		Total All Sizes
								1.25		
23	Cast Iron	130								3,128
24	Cast iron (cement lined)									
25	Concrete									261
26	Copper									
27	Riveted steel									
28	Standard screw									
29	Screw or welded casing									
30	Cement - asbestos									42,049
31	Welded steel							383		1,073
32	Galv. Iron							207		7,148
33	Plastic	780	64							10,234
34	Totals	910	64					590		63,893

SCHEDULE D-4
Number of Active Service Connections

Classification	Metered - Dec 31		Flat Rate - Dec 31	
	Prior	Current	Prior	Current
	Year	Year	Year	Year
Single family residential	610	614		
Commercial and Multi-residential	80	78		
Large water users	6	6		
Public authorities	12	14		
Irrigation				
Other (specify)				
Subtotal	708	712		
Private fire connections			3	3
Public fire hydrants				
Total	708	712	3	3

SCHEDULE D-5
Number of Meters and Services on
Pipe Systems at End of Year

Size	Meters	Services
3/8 x 3/4 - in	689	xxxxxxxxxxxx
3/4 - in	5	734
1 - in	11	13
1.5 - in	1	2
2 - in	4	3
6 - in	1	1
8 - in	1	1
- in		
Other		
Total	712	754

SCHEDULE D-6
Meter Testing Data

A. Number of Meters Tested During Year as Prescribed in Section VI of General Order No. 103:	
1. New, after being received . . .	
2. Used, before repair	NONE
3. Used, after repair	
4. Found fast, requiring billing adjustment	
B. Number of Meters in Service Since Last Test	
1. Ten years or less	490
2. More than 10, but less than 15 years	135
3. More than 15 years	129

SCHEDULE D-7
Water delivered to Metered Customers by Months and Years In 1,000 (Unit Chosen):

Classification of Service	During Current Year								Subtotal
	January	February	March	April	May	June	July		
Single-family residential	3,033	2,706	2,540	3,070	2,900	3,265	4,496	22,010	
Commercial and Multi-residential	397	364	344	388	391	486	705	3,075	
Large water users	9	11	6	33	39	32	47	177	
Public authorities	546	595	552	508	536	666	973	4,376	
Irrigation									
Other (specify)									
Total	3,985	3,676	3,442	3,999	3,866	4,449	6,221	29,638	
Classification of Service	During Current Year							Total	Total Prior Year
	August	September	October	November	December	Subtotal			
Single-family residential	4,217	4,328	3,168	2,694	2,934	17,341	39,351	39,169	
Commercial and Multi-residential	738	729	574	509	537	3,087	6,162	5,933	
Large water users	55	62	83	56	17	273	450	430	
Public authorities	1,326	1,149	688	660	731	4,554	8,930	8,643	
Irrigation									
Other (specify)									
Total	6,336	6,268	4,513	3,919	4,219	25,255	54,893	54,175	

¹ Quantity units to be in hundreds of cubic feet, thousands of gallons, acre-feet, or miner's inch-days.

Total acres irrigated _____

Total population served _____

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