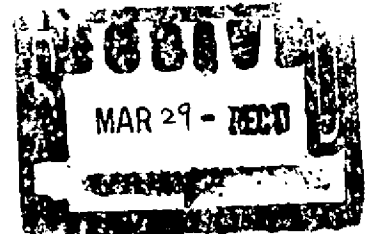


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Received \_\_\_\_\_  
Examined \_\_\_\_\_

CLASS D  
WATER UTILITIES

U# \_\_\_\_\_



2003  
ANNUAL REPORT  
OF

HAT CREEK WATER COMPANY, LLC.

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

43000 Mountain House Road

Old Station, CA 96071

(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)

## 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.

Account Number	Operating Revenue	
470	Metered	15,456.29
460	Unmetered late fees	30.00
465	Irrigation	n/a
462-480	Private Fire Protection	n/a
	<b>Total Revenue</b>	<b>15,486.29</b>
	<b>Operating Expenses</b>	
610	Purchased Water	
615	Purchased Power	1,358.30
	Pump Taxes	
	Purchased Chemicals	389.16
618	Other Vol. Related exp.	
630	Employee Labor	
640	Materials	652.22
650	Contract Work	435.00
	Water Testing	1,297.76
660	Transportation Expense	
664	Other Plant Maintenance	
670	Office Salaries	
671	Management Salaries	3,000.00
674	Employee Pensions and Benefits	
676	Uncollectables	
678	Office Service and Rentals	
681	Office Supplies and Expense	675.85
682	Professional Services	721.25
684	Insurance	2,094.16
688	Regulatory Expense	
689	General Expense	1,235.00
	<b>Subtotal</b>	
403	Depreciation Expense	635.00
	Ad Valorem Taxes	
	Payroll taxes	
408	Taxes other than income	1,294.86
409	State Income Tax	
410	Federal Income Tax	
	<b>Total Deductions</b>	<b>13,788.56</b>
	<b>Net Revenue</b>	<b>1,697.73</b>
	<b>Rate Base</b>	

	Average Plant	
	Average Depreciation Reserve	
	Net Plant	
	Less: Advances	
	Less: Contributions	
	Plus: Construction Work in Progress	
	Plus: Working Cash	
	Plus: Material & Supplies	
	<b>Rate Base</b>	
	<b>ROR=Net Rev/Rate Base</b>	

# CLASS D WATER UTILITIES

(HAVING LESS THAN 500 SERVICE CONNECTIONS)

HAT CREEK WATER COMPANY, LLC.

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

43000 Mountain House Road, Old Station, CA 96071  
(Official mailing address)

Rim Rock Ranch Sub. Old Station, Shasta County  
(Service area-town and county)

## GENERAL INFORMATION

RETURN ORIGINAL  
TO COMMISSION  
NO PHOTOCOPIES

- 1 If a corporation show:
  - (A) Date of organization 4/14/03 incorporated in the State of California
  - (B) Names, titles and addresses of principal officers: John F. Parrish  
43000 Mtn Hse Rd. Old Station, CA 96071
- 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:
- 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
<input type="checkbox"/>	<input checked="" type="checkbox"/>	6/15/01
<input checked="" type="checkbox"/>	<input type="checkbox"/>	monthly
<input type="checkbox"/>	<input type="checkbox"/>	n/a
<input type="checkbox"/>	<input type="checkbox"/>	n/a
<input type="checkbox"/>	<input type="checkbox"/>	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.

SELECTED FINANCIAL DATA - CLASS A, B, C AND D WATER COMPANIES  
2003

NAME OF UTILITY Hat Creek Water Company, LLC. PHONE 530 335-7548

PERSON RESPONSIBLE FOR THIS REPORT Lyla Parrish  
(Prepared from information in the 2002 Annual Report)

	1/1/03	12/31/03	Average
<b>BALANCE SHEET DATA</b>			
1 Intangible Plant	250	250	250
2 Land and Land Rights	-0-	10,000	10,000
3 Depreciable Plant	47,827	47,827	47,827
4 Gross Plant in Service	47,827	47,827	47,827
5 Less: Accumulated Depreciation	37,477	38,112	37,795
6 Net Water Plant in Service			
7 Water Plant Held for Future Use			
8 Construction Work in Progress			
9 Materials and Supplies	130	782	456
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	10,730	20,747	20,738

<b>CAPITALIZATION</b>			
14 Common Stock			
15 Proprietary Capital (Individual or Partnership)		20,747	
16 Paid-in Capital			
17 Retained Earnings			
18 Common Stock and Equity (Lines 14 through 17)			
19 Preferred Stock			
20 Long-Term Debt			
21 Notes Payable			
22 Total Capitalization (Lines 18 through 21)			

(Revised 2/01)

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

2003

(continued)

NAME OF UTILITY Hat Creek Water Company PHONE 530 335-7548

		Annual Amount
<b>INCOME STATEMENT</b>		
23	Unmetered Water Revenue	<u>n/a</u>
24	Fire Protection Revenue	<u>          </u>
25	Irrigation Revenue	<u>          </u>
26	Metered Water Revenue	<u>15,456</u>
27	Total Operating Revenue	<u>          </u>
28	<u>Operating Expenses</u>	<u>          </u>
29	Depreciation Expense (Composite Rate _____)	<u>          </u>
30	Amortization and Property Losses	<u>          </u>
31	Property Taxes	<u>274</u>
32	Taxes Other Than Income Taxes	<u>          </u>
33	Total Operating Revenue Deduction Before Taxes	<u>          </u>
34	California Corp. Franchise Tax	<u>800</u>
35	Federal Corporate Income Tax	<u>          </u>
36	Total Operating Revenue Deduction After Taxes	<u>          </u>
37	Net Operating Income (Loss) - California Water Operations	<u>          </u>
38	Other Operating and Nonoper. Income and Exp. - Net (Exclude Interest Expense)	<u>          </u>
39	Income Available for Fixed Charges	<u>          </u>
40	Interest Expense	<u>          </u>
41	Net Income (Loss) Before Dividends	<u>          </u>
42	Preferred Stock Dividends	<u>          </u>
43	Net Income (Loss) Available for Common Stock	<u>          </u>
<b>OTHER DATA</b>		
44	Refunds of Advances for Construction	<u>          </u>
45	Total Payroll Charged to Operating Expenses	<u>          </u>
46	Purchased Water	<u>          </u>
47	Power	<u>1,358</u>

<u>Active Service Connections</u>		(Exc. Fire Protect.) _____	Jan. 1	Dec. 31	Annual Average
48	Metered Service Connections		52	53	53
49	Flat Rate Service Connections		<u>          </u>	<u>          </u>	<u>          </u>
50	Total Active Service Connections		<u>          </u>	<u>          </u>	<u>          </u>



**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: \_\_\_\_\_ N/A  
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: \_\_\_\_\_

6. Plant amounts included in Schedule A, 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-depreicable 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, 20 03)**

Line	Acct.	Assets	Balance	Acct.	Equity and Liabilities	Balance
1	101	Water plant in service	47,827	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	20,747
5	108	Accumulated depreciation of water plant	38,112	224	Long term debt	
6	114	Water plant acquisition adjustments			Current Liabilities	
7	124	Other investments		252	Advances for construction	
8	131	Cash	21,002	253	Other deferred credits	
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	782		depreciation	
12	174	Other current assets		283	Accumulated deferred income taxes - other	
13	180	Deferred charges		271	Contributions in aid of construction	
14		Land	10,000	272	Accumulated amortization of contributions	
15		Total Assets	117,743		Total Equity and Liabilities	20,747

**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	250				250
17	303	Land				10,000*	10,000
18	304	Structures	6,329				6,329
19	307	Wells	2,450				2,450
20	317	Other water source plant					
21	311	Pumping equipment	2,285				2,285
22	320	Water treatment plant	1,807				1,807
23	330	Reservoirs tanks and sandpipes	10,885				10,885
24	331	Water mains	10,960				10,960
25	333	Services and meter installations	1,534				1,534
26	334	Meters	4,748				4,748
27	335	Hydrants					
28	339	Other equipment	6,829				6,829
29	340	Office furniture and equipment					
30	341	Transportation equipment					
31		Total water plant in service	48,077				58,077

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

\* 2 acres split from personal property & deed to Water Co.-valued at \$10,000

**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	37,477		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	635		straight line
35	(b) Charged to Account No. 272			
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 \$ 635
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	38,112		
46	(1) Explanation of all other credits			
47	(2) Explanation of all other debits			

Line

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

N/A

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 - \$		

**SCHEDULE E - LONG TERM DEBT** N/A

	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	xxxxxxxxxx
10	460 Unmetered water revenue	n/a
11	462 Fire protection revenue	n/a
12	465 Irrigation revenue	n/a
13	470 Metered water revenue	15,456
14	480 Other water revenue	30
15	Total Operating Revenue	15,486
16	Operating revenue deductions	xxxxxxxxxx
17	Operating expenses	xxxxxxxxxx
18	610 Purchased water	
19	615 Power	1,358
20	618 Other volume related expenses	389
21	630 Employee labor	
22	640 Materials	652
23	650 Contract work	1,733
24	660 Transportation expenses	
25	664 Other plant maintenance expense	
26	670 Office salaries	
27	671 Management salaries	3,000
28	674 Employee pensions and benefits	
29	676 Uncollectible accounts expense	
30	678 Office services and rentals	
31	681 Office supplies and expense	676
32	682 Professional services	721
33	684 Insurance	2,094
34	688 Regulatory commission expense	
35	689 General expenses	1,235
36	Total Operating Expenses	11,858
37	403 Depreciation expense	635
38	407 SDWBA loan amortization expense	
39	408 Taxes other than income taxes	1,296
40	409 State corporate income tax expense	
41	410 Federal corporate income tax expense	
42	Total Operating Revenue Deductions	1,931
43	Utility Operating Income	
44	421 Non-utility income	
45	426 Miscellaneous non-utility expense	
46	427 Interest expense	
47	Net Income	1,697

**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

**OTHER**

Streams or springs location of diversion point	Flow in		(Unit) Diversions		Annual quantities diverted (Unit)
	Priority right	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			
Industrial			
Public authorities			
Irrigation			
Other (specify)			
Total			

**SCHEDULE I - EMPLOYEES AND THEIR COMPENSATION** N/A

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				
49	670	Office salaries				
50	671	Management salaries				
51		Total				

**SCHEDULE J - ADVANCES FOR CONSTRUCTION** N/A

Balance beginning of year	
Additions during year	
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	47	45
3/4-in	1	1
1-in	5	5
-in 1 1/2	1	1
-in 2	1	1
<b>Total</b>	<b>55</b>	<b>53</b>

**SCHEDULE L - METER-TESTING DATA**

Number of meters tested during year	
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	44			1			45	
Business	5						5	
Industrial								
Other (specify) <u>government</u>	4			1			5	
Subtotal								
Fire protection (Hydrants)								
<b>Total</b>	<b>53</b>						<b>55</b>	

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	2" and	2 1/4 to	4"	Other sizes (specify)	Totals
				under	3 1/4			
Concrete			Cast Iron					
Earth			Welded steel					
Wood			Standard screw					
Steel	1	5,000	Cement-asbestos			3900		
Other			Plastic	2540	2500	1000		
			Other (specify)					
<b>Total</b>	<b>1</b>	<b>5,000</b>	<b>Total</b>	<b>2540</b>	<b>2500</b>	<b>4900</b>		

**DECLARATION**

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

I, the undersigned (officer, partner or owner) of Hat Creek Water Company, LLC (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 John F. Parrish  
 Owner / Manager

Title \_\_\_\_\_  
 Date March 25 - 2004