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CLASS B and C
WATER UTILITIES

U# 214-W

2002
ANNUAL REPORT
OF

LITTLE BEAR WATER COMPANY, INC.

WATER DIVISION

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

51201 PINE CANYON ROAD, #125

KING CITY, CA 93930

(OFFICIAL MAILING ADDRESS)

ZIP

TO THE
PUBLIC UTILITIES COMMISSION
STATE OF CALIFORNIA
FOR THE
YEAR ENDED DECEMBER 31, 2002

REPORT MUST BE FILED NOT LATER THAN MARCH 31, 2003
(FILE TWO COPIES IF THREE RECEIVED)

SELECTED FINANCIAL DATA - CLASS A, B, C AND D WATER COMPANIES
2002

NAME OF UTILITY Little Bear Water Company, Inc. PHONE (831) 385-3524
Water Division
 PERSON RESPONSIBLE FOR THIS REPORT Marino A. Rodriguez
 (Prepared from Information in the 2002 Annual Report)

	1/1/02	12/31/02	Average
BALANCE SHEET DATA			
1 Intangible Plant	<u>1,826</u>	<u>2,227</u>	<u>2,026</u>
2 Land and Land Rights	<u>11,554</u>	<u>11,554</u>	<u>11,554</u>
3 Depreciable Plant	<u>906,130</u>	<u>969,205</u>	<u>937,667</u>
4 Gross Plant in Service	<u>919,510</u>	<u>982,986</u>	<u>951,247</u>
5 Less: Accumulated Depreciation	<u>(383,893)</u>	<u>(407,065)</u>	<u>(395,479)</u>
6 Net Water Plant in Service	<u>535,617</u>	<u>575,921</u>	<u>555,768</u>
7 Water Plant Held for Future Use			
8 Construction Work in Progress	<u>0</u>	<u>4,311</u>	<u>2,156</u>
9 Materials and Supplies			
10 Less: Advances for Construction	<u>(9,403)</u>	<u>(4,702)</u>	<u>(7,052)</u>
11 Less: Contribution in Aid of Construction	<u>(59,388)</u>	<u>(62,204)</u>	<u>(60,796)</u>
12 Less: Accumulated Deferred Income and Investment Tax Credits	<u>()</u>	<u>()</u>	<u>()</u>
13 Net Plant Investment	<u>466,826</u>	<u>513,326</u>	<u>490,076</u>

Note: Includes SDWBA plant of \$165,000 and accumulated SDWBA loan amortization of \$165,000.

CAPITALIZATION			
14 Common Stock	<u>31,500</u>	<u>31,500</u>	<u>31,500</u>
15 Proprietary Capital (Individual or Partnership)			
16 Paid-in Capital	<u>292,650</u>	<u>292,651</u>	<u>292,651</u>
17 Retained Earnings	<u>121,327</u>	<u>187,888</u>	<u>154,607</u>
18 Common Stock and Equity (Lines 14 through 17)	<u>445,477</u>	<u>512,039</u>	<u>478,758</u>
19 Preferred Stock			
20 Long-Term Debt	<u>107,499</u>	<u>13,475</u>	<u>60,487</u>
21 Notes Payable	<u>0</u>	<u>66,484</u>	<u>33,242</u>
22 Total Capitalization (Lines 18 through 21)	<u>552,976</u>	<u>591,998</u>	<u>572,487</u>

SELECTED FINANCIAL DATA - CLASS A, B, C AND D WATER COMPANIES
2002

(Revised 10/97)

NAME OF UTILITY Little Bear Water Company, Inc.C PHONE (831) 385-3524
Water Division

INCOME STATEMENT	Annual Amount
23 Unmetered Water Revenue	4,098
24 Fire Protection Revenue	145
25 Other Water Revenue	355,500
26 Metered Water Revenue	359,743
27 Total Operating Revenue	220,589
28 Operating Expenses	20,988
29 Depreciation Expense (Composite Rate 3%)	0
30 Amortization and Property Losses	5,471
31 Property Taxes	13,310
32 Taxes Other Than Income Taxes	260,358
33 Total Operating Revenue Deduction Before Taxes	9,768
34 California Corp. Franchise Tax	34,165
35 Federal Corporate Income Tax	304,291
36 Total Operating Revenue Deduction After Taxes	55,452
37 Net Operating Income (Loss) - California Water Operations	15,825
38 Other Operating and Nonoper. Income and Exp. - Net (Exclude Interest Expense)	71,277
39 Income Available for Fixed Charges	4,716
40 Interest Expense	66,561
41 Net Income (Loss) Before Dividends	0
42 Preferred Stock Dividends	66,561
43 Net Income (Loss) Available for Common Stock	4,701
OTHER DATA	
44 Refunds of Advances for Construction	94,271
45 Total Payroll Charged to Operating Expenses	0
46 Purchased Water	48,507
47 Power	

<u>Active Service Connections</u>	(Exc. Fire Protect.) _____	Jan. 1	Dec. 31	Annual Average
48 Metered Service Connections		655	674	665
49 Flat Rate Service Connections				
50 Total Active Service Connections		655	674	665

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

2. Former Fiscal Agent:

Name: _____ N/A _____
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-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					
6	304	Structures	147,437				147,437
7	307	Wells					
8	317	Other water source plant					
9	311	Pumping equipment	14,955				14,955
10	320	Water treatment plant					
11	330	Reservoirs, tanks and sandpipes					
12	331	Water mains	2,608				2,608
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	165,000				165,000
20		Total water plant in service	165,000				165,000

GENERAL INFORMATION

1 Name under which utility is doing business: Little Bear Water Company, Inc.

2 Official mailing address: 51201 Pine Canyon Road, #125, King City, CA 93930
ZIP _____

3 Name and title of person to whom correspondence should be addressed:
Albin Morisoli-President Telephone: (831) 385-3524

4 Address where accounting records are maintained: 51201 Pine Canyon Rd, King City, CA 93930

5 Service Area: (Refer to district reports if applicable.) King City, Monterey County

6 Service Manager (if located in or near Service Area): (Refer to district reports if applicable.)

Name: Richard Hiwa, General Manager

Address: 51201 Pine Canyon Rd King City, Ca 93930 Telephone: (831) 385-3524

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) _____
Organized under laws of (state) _____

Principal Officers:

(Name) Albin Morisoli (Title) President

(Name) Jim Salmina (Title) Vice-president

(Name) David Morisoli (Title) Secretary

(Name) _____ (Title) _____

8 Names of associated companies:

Sierra Vista Properties, Inc

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:

SCHEDULE A
COMPARATIVE BALANCE SHEETS
Assets and other Debits

Line No.	Acct. No.	Title of Account (a)	Schedule Page No. (b)	Balance End-of-Year (c)	Balance Beginning of Year (d)
1		UTILITY PLANT			
2	101	Water plant in service	4	982,986	919,510
3	103	Water plant held for future use	5		
4	104	Water plant purchased or sold			
5	105	Water plant construction work in progress		4311	
6		Total utility plant		987,297	919,510
7	106	Accumulated depreciation of water plant	6	(407,065)	(383,893)
8	114	Water plant acquisition adjustments			
9		Total amortization and adjustments			
10		Net utility plant		580,232	535,617
11		INVESTMENTS			
12	121	Non-utility property and other assets	5		
13	122	Accumulated depreciation of non-utility property	6		
14		Net non-utility property			
15	123	Investments in associated companies			
16	124	Other investments		180,000	180,000
17		Total investments		180,000	180,000
18		CURRENT AND ACCRUED ASSETS			
19	131	Cash		51,049	36,182
20	132	Special accounts			
21	141	Accounts receivable - customers		16,967	15,615
22	142	Receivables from associated companies			
23	143	Accumulated provision for uncollectible accounts			
24	151	Materials and supplies			
25	174	Other current assets	7	30,523	34,101
26		Total current and accrued assets		98,539	85,898
27	180	Deferred charges		19,362	16,706
28		Total assets and deferred charges		878,133	818,221
		Note 1: Water plant in service includes SDWBA plant of \$165,000.			
		Note 2: Accumulated Depreciation includes accumulated SDWBA loan amortization of \$165,000.			

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	31,500	31,500
3	204	Preferred stock	9		
4	211	Other paid-in capital	9	292,651	292,650
5	215	Retained earnings	10	187,888	121,327
6		Total corporate capital and retained earnings		512,039	445,477
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	13,475	107,499
13	225	Advances from associated companies	12		
14		CURRENT AND ACCRUED LIABILITIES			
15	231	Accounts payable		58,642	53,104
16	232	Short term notes payable		66,484	0
17	233	Customer deposits		3,895	3,735
18	235	Payables to associated companies	12		
19	236	Accrued taxes		85,726	57,681
20	237	Accrued interest		0	15,910
21	241	Other current liabilities	13		
22		Total current and accrued liabilities		214,747	130,430
23		DEFERRED CREDITS			
24	252	Advances for construction	13	4,702	9,403
25	253	Other credits	8	70,966	66,024
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		75,668	75,427
30		CONTRIBUTIONS IN AID OF CONSTRUCTION			
31	271	Contributions in aid of construction	14	75,303	70,303
32	272	Accumulated amortization of contributions		(13,099)	(10,915)
33		Net contributions in aid of construction		62,204	59,388
34		Total liabilities and other credits		878,133	818,221

**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	919,510	63,476			982,986
2	103	Water plant held for future use					
3	104	Water plant purchased or sold					
4	105	Construction work in progress - water plant		4311	XXXXXXXXXXXXX		4311
5	114	Water plant acquisition adjustments			XXXXXXXXXXXXX		
6		Total utility plant	919,510	67,787			987,297

* 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	1,826	401			2,227
3	303	Land	11,554				11,554
4		Total non-depreciable plant	13,380	401			13,781
5		DEPRECIABLE PLANT					
6	304	Structures	14,590				14,590
7	307	Wells	170,092				170,092
8	317	Other water source plant					
9	311	Pumping equipment	83,236	24,018			107,254
10	320	Water treatment plant	13,944				13,944
11	330	Reservoirs, tanks and sandpipes	91,017				91,017
12	331	Water mains	301,730	26,457			328,187
13	333	Services and meter installations	19,155				19,155
14	334	Meters	42,018	3,112			45,130
15	335	Hydrants	20,484				20,484
16	339	Other equipment	63,610	7,136			70,746
17	340	Office furniture and equipment	15,924	2352			18,276
18	341	Transportation equipment	70,330				70,330
19		Total depreciable plant	906,130	63,075			969,205
20		Total water plant in service	919,510	63,476			982,986

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

Note: Includes SDWBA plant of \$165,000

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				
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		
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 (b)	Account 106.1 SDWBA Loans (c)	Account 122 Non-utility Property (d)
1	Balance in reserves at beginning of year	218,893	165,000	
2	Add: Credits to reserves during year			
3	(a) Charged to Account No. 403 (Footnote 1)	20,988		
4	(b) Charged to Account No 272	2,184		
5	(c) Charged to clearing accounts			
6	(d) Salvage recovered			
7	(e) All other credits (Footnote 2)			
8	Total Credits	23,172		
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	242,065	165,000	
15	(1) COMPOSITE DEPRECIATION RATE USED FOR STRAIGHT LINE REMAINING LIFE			3 %
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	<input checked="" type="checkbox"/>		
31	(b) Liberalized	<input type="checkbox"/>		
32	(1) Sum of the years digits	<input type="checkbox"/>		
33	(2) Double declining balance	<input type="checkbox"/>		
34	(3) Other	<input type="checkbox"/>		
35	(c) Both straight line and liberalized	<input type="checkbox"/>		

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	3,208	438			3,646
2	307	Wells	17,274	453			17,727
3	317	Other water source plant					
4	311	Pumping equipment	6,534	2409			8,943
5	320	Water treatment plant	6,635	697			7,332
6	330	Reservoirs, tanks and sandpipes	8,457	1,820			10,277
7	331	Water mains	69,707	4,685			74,392
8	333	Services and meter installations	6,028	575			6,603
9	334	Meters	17,695	1743			19,438
10	335	Hydrants	4,347	512			4,859
11	339	Other equipment	30,030	3,359			33,389
12	340	Office furniture and equipment	11,418	855			12,273
13	341	Transportation equipment	37,560	5,626			43,186
14		Total	218,893	23,172			242,065

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

Line No.	Item (a)	Amount (b)
1	Accounts Receivable Other	28,087
2	Pre-paid Expenses	2,436
3		
4		
5		
6		
7		
8		
9		
10		30,523

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	Common		500	par	63	31,500		
2								
3								
4								
5								
6							Total	

SCHEDULE A-7
Record of Stockholders at End of Year

Line No.	COMMON STOCK		PREFERRED STOCK	
	Name (a)	Number of Shares (b)	Name (c)	Number of Shares (d)
1	Sierra Vista Properties	63		
2				
3				
4				
5				
6				
7	Total number of shares		63	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	Other Paid in Capital	292,651
2		
3		
4	Total	292,651

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

Line No	Item (a)	Amount (b)
1	Balance beginning of year	121,327
2	CREDITS	
3	Net income	66,561
4	Prior period adjustments	
5	Other credits (detail)	
6	Total credits	66,561
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	0
15	Balance end of year	187,888

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	
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	Caterpillar Financial-Generator		Oct-01	Sep-03	11,502	2,728	10			491
2	GMAC Financial-Utility Truck		Jul-01	Jul-06	23,000	10,747	11.5			1,555
3										
4										
5										
6	Totals					13,475				2,046

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					
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					
3					
4	Totals				

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

Line No.	Description (a)	Balance End of Year (b)
1		
2		
3		
4		
5	Totals	

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

Line No.	(a)	(b)	Amount (c)
1	Balance beginning of year	xxxxxxxxxxxxxxxx	9,403
2	Additions during year	xxxxxxxxxxxxxxxx	
3	Subtotal - Beginning balance plus additions during year	xxxxxxxxxxxxxxxx	
4	Charges during year:	xxxxxxxxxxxxxxxx	xxxxxxxxxxxxxxxx
5	Refunds	xxxxxxxxxxxxxxxx	xxxxxxxxxxxxxxxx
6	Percentage of revenue basis	4,701	xxxxxxxxxxxxxxxx
7	Proportionate cost basis		xxxxxxxxxxxxxxxx
8	Present worth basis		xxxxxxxxxxxxxxxx
9	Total refunds	4,701	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	4,702

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				
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 ²	Depreciation Accrued Through Dec. 31, 1954 on Property in Services at Dec. 31, 1954 ³
			Depreciable (c)	Non-Depreciable ¹ (d)		
1	Balance beginning of year	59,388	59,388			
2	Add: Credits to account during year					
3	Contributions received during year	5,000	5,000			
4	Other credits*					
5	Total credits	64,388	64,388			
6	Deduct: Debits to Account during year					
7	Depreciation charges for year	2,184	2,184			
8	Nondepreciable donated property retired					
9	Other debits*					
10	Total debits	2,184	2,184			
11	Balance end of year	62,204	62,204			

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

**SCHEDULE B
INCOME STATEMENT**

Line No.	Acct. No.	Account (a)	Schedule Page No. (b)	Amount (c)
1		UTILITY OPERATING INCOME		
2	400	Operating revenues	16	359,743
3		OPERATING REVENUE DEDUCTIONS		
4	401	Operating expenses	17	220,589
5	403	Depreciation expense		20,988
6	407	SDWBA loan amortization expense		
7	408	Taxes other than income taxes		18,781
8	409	State corporate income tax expense	18	9,768
9	410	Federal corporate income tax expense	18	34,165
10		Total operating revenue deductions		304,291
11		Total utility operating income		55,452
12		OTHER INCOME AND DEDUCTIONS		
13	421	Non-utility income	19	16,573
14	426	Miscellaneous non-utility expense	19	748
15	427	Interest expense	19	4,716
16		Total other income and deductions		11,109
17		Net income		66,561

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			
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	4,098	1,068	3030
8		Sub-total	4,098	1,068	3030
9	462	Fire protection revenue			
10		462.1 Public fire protection			
11		462.2 Private fire protection			
12		Sub-total			
13	465	Irrigation revenue			
14	470	Metered water revenue			
15		470.1 Single-family residential	355,500	279,561	75,939
16		470.2 Commercial and multi-residential			
17		470.3 Large water users			
18		470.5 Safe Drinking Water Bond Surcharge			
19		470.9 Other metered revenue			
20		Sub-total			
21		Total water service revenues			
22	480	Other water revenue	145	134	11
23		Total operating revenues	359,743	280,763	78,980

SCHEDULE B-2
Account No. 401 - Operating Expenses

Line No.	Acct. No.	Account (a)	Amount Current Year (b)	Amount Preceeding 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			
4	615	Power	48,507	27,779	20,728
5	616	Other volume related expenses	805	745	60
6		Total volume related expenses	49,312	28,524	20,788
7		NON-VOLUME RELATED EXPENSES			
8	630	Employee labor	32,612	24,483	8,129
9	640	Materials	10,842	7,863	2,979
10	650	Contract work	9,224	9,873	(649)
11	660	Transportation expenses	4,118	6,275	(2,157)
12	664	Other plant maintenance expenses	1,918	4,138	(2,220)
13		Total non-volume related expenses	58,714	52,632	6,082
14		Total plant operation and maintenance exp.	108,026	81,156	26,870
15		ADMINISTRATIVE AND GENERAL EXPENSES			
16	670	Office salaries	24,332	20,478	3,854
17	671	Management salaries	37,327	32,287	5,040
18	674	Employee pensions and benefits	8,401	0	8,401
19	676	Uncollectible accounts expense	107	671	(564)
20	678	Office services and rentals	6,240	5,280	960
21	681	Office supplies and expenses	8,576	5,844	2,732
22	682	Professional services	7,402	4,407	2,995
23	684	Insurance	13,191	11,074	2,117
24	688	Regulatory commission expense	5,537	4,986	551
25	689	General expense	1,450	2,320	(870)
26		Total administrative and general expenses	112,563	87,347	25,216
27	800	Expenses capitalized			
28		Net administrative and general expense	112,563	87,347	25,216
29		Total operating expenses	220,589	168,503	52,086

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	5,471	5,471	
2	State corporate franchise tax	9,768	9,768	
3	State unemployment insurance tax	274	274	
4	Other state and local taxes	5,407	5,407	
5	Federal unemployment insurance tax	199	199	
6	Federal insurance contributions act	7,430	7,430	
7	Other federal taxes	0		
8	Federal income taxes	34,165	34,165	
9				
10				
11	Totals	62,714	62,714	

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 15	66,561
2	Reconciling amounts (list first additional income and unallowable deductions,	
3	followed by additional deductions and non-taxable income):	
4	Plus: Sewer division-net book income	41,196
5	Income taxes-water and sewer divisions	55,903
6	Book depreciation-water and sewer divisions	34,065
7	Minus:	
8	Tax depreciation (approximately) water and sewer divisions	(47,578)
9	Balancing/Memorandum Accounts	(5,368)
	State income tax-tax basis	(12,798)
10	Federal taxable -net income	131,981
11	Computation of tax:	34,723
12	Tax rate : 15% - 39%	
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	Interest expense prior years-reversal	15,910	
2	Miscellaneous reimbursed income	663	
3	Miscellaneous non-utility expenses		748
4	Total	16573	748

SCHEDULE B-6
Account No. 427 - Interest Expense

Line No.	Description (a)	Amount (b)
1	Interest on long term debt	4,676
2	Interest on customer deposits	40
3		
4		
5		
6		
7		
8		
9		
10	Total	4,716

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	2	32,612	1,748	34,360
2	670	Office salaries	1	24,332		24,332
3	671	Management salaries	4	37,327		37,327
4						
5						
6		Total	7	94,271	1,748	96,019

**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								
3								
4								
5								
6								
7	Total							

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

Line No.	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.	
1	1. Did the respondent have a contract or other agreement with any organization or person covering supervision and/or management of its own affairs during the year? Answer: (Yes or No) No	
2	(If the answer is in the affirmative, make appropriate replies to the following questions)*	
3	2. Name of each organization or person that was a party to such a contract or agreement.	
4		
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: Amount	
16	(a) Charged to operating expenses	\$
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									
3									
4									
5									

WELLS						Pumping Capacity (g.p.m.)..... (Unit) 2	Annual Quantities Pumped (Unit) 2	Remarks
Line No.	At Plant (Name or Number)	Location	Number	Dimensions	1 Depth to Water			
6		1.5 mile East Jeon Rd	1	14	70	270		
7			2	14	70	450		
8			3	14	41	1200		
9								
10								

TUNNELS AND SPRINGS				FLOW IN (Unit) 2		Annual Quantities Pumped (Unit) 2	Remarks
Line No.	Designation	Location	Number	Maximum	Minimum		
11							
12							
13							
14							
15							

Purchased Water for Resale	
16	Purchased from
17	Annual Quantities purchased (Unit chosen) 1
18	
19	

* 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.

SCHEDULE D-2
Description of Storage Facilities

Line No	Type	Number	Combined Capacity (Gallons or Acre Feet)	Remarks
1	A. Collecting reservoirs			
2	Concrete			
3	Earth			
4	Wood			
5	B. Distribution reservoirs			
6	Concrete			
7	Earth			
8	Wood			
9	C. Tanks	7	263,000	
10	Wood			
11	Metal	1	85,000	
12	Concrete			
13	Totals	8	348,000	

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.		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.		101 to 200	201 to 300	301 to 400	401 to 500	501 to 750	751 to 1000	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								300	
12	Cast iron (cement lined)									
13	Concrete									
14	Copper									
15	Riveted steel									
16	Standard screw									
17	Screw or welded casing									
18	Cement - asbestos						4,000		5,892	15,900
19	Welded steel									
20	Wood									
21	Other (specify)Plastic	100		7,900	1,000		7,100		43,300	9,400
22	Totals	100		7,900	1,000		11,100		49,492	25,300

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
23	Cast Iron									300
24	Cast iron (cement lined)									
25	Concrete									
26	Copper									
27	Riveted steel									
28	Standard screw									
29	Screw or welded casing									
30	Cement - asbestos									25,792
31	Welded steel									
32	Wood									
33	Other (specify)Plastic	3,000								71,800
34	Totals	3,000								97,892

**SCHEDULE D-4
Number of Active Service Connections**

Classification	Metered - Dec 31		Flat Rate - Dec 31	
	Prior Year	Current Year	Prior Year	Current Year
Single family residential	628	655		
Commercial and Multi-residential				
Large water users				
Public authorities				
Irrigation				
Other (specify)				
Subtotal	628	655		
Private fire connections				
Public fire hydrants			52	52
Total	628	655	52	52

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

Size	Meters	Services
5/8 x 3/4 - in	653	xxxxxxxxxxxxxx
3/4 - in	9	
1 - in	9	
1.5 -in	2	
2 in	1	
- in		
- in		
- in		
Other		
Total	674	

**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	_____
3. Used, after repair	_____
4. Found fast, requiring billing adjustment	_____
B. Number of Meters in Service Since Last Test	
1. Ten years or less	_____
2. More than 10, but less than 15 years	_____
3. More than 15 years	_____

**SCHEDULE D-7
Water delivered to Metered Customers by Months and Years In _____ (Unit Chosen):**

Classification of Service	During Current Year							Subtotal
	January	February	March	April	May	June	July	
Single-family residential	4,870	7,001	7,617	10,986	14,375	19,758	18,663	83,270
Commercial and Multi-residential								
Large water users								
Public authorities								
Irrigation								
Other (specify)								
Total	4,870	7,001	7,617	10,986	14,375	19,758	18,663	83,270
Classification of Service	During Current Year						Subtotal	Total Prior Year
	August	September	October	November	December	Total		
Single-family residential	18,478	20,595	15,581	14,110	7,555	76,319	159,589	156,396
Commercial and Multi-residential								
Large water users								
Public authorities								
Irrigation								
Other (specify)								
Total	17,965	19,046	14,119	12,997	10,316	74,443	159,589	156,396

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: Approximately 2,696

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