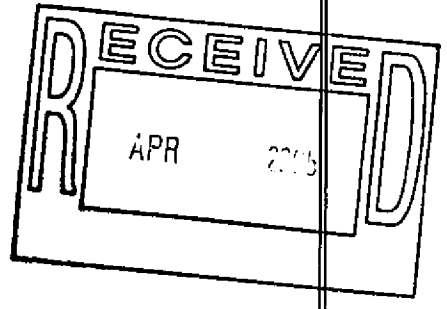


704

Received _____
Examined _____

CLASS B and C
WATER UTILITIES

U# 214-W



2004
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, 2004

REPORT MUST BE FILED NOT LATER THAN MARCH 31, 2005
(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.

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.

SELECTED FINANCIAL DATA - CLASS A, B, C AND D WATER COMPANIES
2004

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 2004 Annual Report)

BALANCE SHEET DATA	1/1/2004	12/31/2004	Average
1 Intangible Plant	<u>2,527</u>	<u>2,527</u>	<u>2,527</u>
2 Land and Land Rights	<u>11,554</u>	<u>11,554</u>	<u>11,554</u>
3 Depreciable Plant	<u>992,778</u>	<u>1,041,184</u>	<u>1,016,981</u>
4 Gross Plant in Service	<u>1,006,859</u>	<u>1,055,265</u>	<u>1,031,062</u>
5 Less: Accumulated Depreciation	<u>(401,132)</u>	<u>(426,497)</u>	<u>(413,814)</u>
6 Net Water Plant in Service	<u>605,727</u>	<u>628,768</u>	<u>617,247</u>
7 Water Plant Held for Future Use			
8 Construction Work in Progress	<u>4,311</u>	<u>7,132</u>	<u>5,722</u>
9 Materials and Supplies			
10 Less: Advances for Construction	<u>()</u>	<u>()</u>	<u>()</u>
11 Less: Contribution in Aid of Construction	<u>(63,802)</u>	<u>(70,832)</u>	<u>(67,317)</u>
12 Less: Accumulated Deferred Income and Investment Tax Credits	<u>()</u>	<u>()</u>	<u>()</u>
13 Net Plant Investment	<u>546,236</u>	<u>565,068</u>	<u>555,652</u>
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>292,651</u>	<u>292,651</u>	<u>292,651</u>
17 Retained Earnings	<u>242,676</u>	<u>301,516</u>	<u>272,096</u>
18 Common Stock and Equity (Lines 14 through 17)	<u>566,827</u>	<u>625,667</u>	<u>596,247</u>
19 Preferred Stock			
20 Long-Term Debt	<u>8,230</u>	<u>5,365</u>	<u>6,797</u>
21 Notes Payable	<u>65,189</u>	<u>0</u>	<u>32,595</u>
22 Total Capitalization (Lines 18 through 21)	<u>640,246</u>	<u>631,032</u>	<u>635,639</u>

SELECTED FINANCIAL DATA - CLASS A, B, C AND D WATER COMPANIES
2004

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

	Annual Amount
INCOME STATEMENT	
23 Unmetered Water Revenue	873
24 Fire Protection Revenue	
25 Other Revenue	9,625
26 Metered Water Revenue	383,319
27 Total Operating Revenue	393,817
28 <u>Operating Expenses</u>	260,271
29 Depreciation Expense (Composite Rate: 2.98%)	22,863
30 Amortization and Property Losses	0
31 Property Taxes	5,805
32 Taxes Other Than Income Taxes	15,788
33 Total Operating Revenue Deduction Before Taxes	304,727
34 California Corp. Franchise Tax	7,530
35 Federal Corporate Income Tax	18,805
36 Total Operating Revenue Deduction After Taxes	331,062
37 Net Operating Income (Loss) - California Water Operations	62,755
38 Other Operating and Nonoper. Income and Exp. - Net (Exclude Interest Expense)	120
39 Income Available for Fixed Charges	62,875
40 Interest Expense	4,034
41 Net Income (Loss) Before Dividends	58,841
42 Preferred Stock Dividends	0
43 Net Income (Loss) Available for Common Stock	58,841
OTHER DATA	
44 Refunds of Advances for Construction	0
45 Total Payroll Charged to Operating Expenses	101,818
46 Purchased Water	0
47 Power	58,143

<u>Active Service Connections</u>	(Exc. Fire Protect.)	Jan. 1	Dec. 31	Annual Average
48 Metered Service Connections		680	690	685
49 Flat Rate Service Connections				
50 Total Active Service Connections		680	690	685

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

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

\$ _____ NONE

4. Summary of the trust bank account activities showing:

Balance at beginning of year	\$ _____
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: _____

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

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) California

Principal Officers:

(Name)	<u>Albin Morisoli</u>	(Title)	<u>Prseident</u>
(Name)	<u>Diane Johnson</u>	(Title)	<u>Vice-President</u>
(Name)	<u>David Morisoli</u>	(Title)	<u>Secretary</u>
(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
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	292,651
5	215	Retained earnings	10	301,516	242,676
6		Total corporate capital and retained earnings		625,667	566,827
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	5,365	8,230
13	225	Advances from associated companies	12		
14		CURRENT AND ACCRUED LIABILITIES			
15	231	Accounts payable		67,964	51,188
16	232	Short term notes payable		0	65,189
17	233	Customer deposits		3,628	3,915
18	235	Payables to associated companies	12		
19	236	Accrued taxes		81,379	58,603
20	237	Accrued interest			
21	241	Other current liabilities	13		
22		Total current and accrued liabilities		152,971	178,895
23		DEFERRED CREDITS			
24	252	Advances for construction	13	0	0
25	253	Other credits-Interdivision accounts payable	8	95,052	79,273
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		95,052	79,273
30		CONTRIBUTIONS IN AID OF CONSTRUCTION			
31	271	Contributions in aid of construction	14	88,735	79,203
32	272	Accumulated amortization of contributions		(17,903)	(15,401)
33		Net contributions in aid of construction		70,832	63,802
34		Total liabilities and other credits		949,887	897,027

**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	1,006,859	48,406			1,055,265
2	103	Water plant held for future use					
3	104	Water plant purchased or sold					
4	105	Construction work in progress - water plant	4,311	2,821	XXXXXXXXXXXXXX		7,132
5	114	Water plant acquisition adjustments			XXXXXXXXXXXXXX		
6		Total utility plant	1,011,170	51,227			1,062,397

* 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	2,527				2,527
3	303	Land	11,554				11,554
4		Total non-depreciable plant	14,081				14,081
5		DEPRECIABLE PLANT					
6	304	Structures	42,731				42,731
7	307	Wells	170,092				170,092
8	317	Other water source plant		1,194			1,194
9	311	Pumping equipment	107,409	37,227			144,636
10	320	Water treatment plant	15,849				15,849
11	330	Reservoirs, tanks and sandpipes	91,017				91,017
12	331	Water mains	331,773	2,345			334,118
13	333	Services and meter installations	19,155	2,419			21,574
14	334	Meters	44,814	1,788			46,602
15	335	Hydrants	20,484				20,484
16	339	Other equipment	61,006	1,902			62,908
17	340	Office furniture and equipment	15,205	1,531			16,736
18	341	Transportation equipment	73,243				73,243
19		Total depreciable plant	992,778	48,406			1,041,184
20		Total water plant in service	1,006,859	48,406			1,055,265

* 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				
3				
4	NONE			
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	NONE	
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	236,132	165,000	
2	Add: Credits to reserves during year			
3	(a) Charged to Account No. 403 (Footnote 1)	22,863		
4	(b) Charged to Account No 272	2,502		
5	(c) Charged to clearing accounts			
6	(d) Salvage recovered			
7	(e) All other credits (Footnote 2)			
8	Total Credits	25,365		
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	0		
14	Balance in reserve at end of year	261,497	165,000	
15	(1) COMPOSITE DEPRECIATION RATE USED FOR STRAIGHT LINE REMAINING LIFE: 2.98%			
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	4,506	1,282			5,788
2	307	Wells	18,180	453			18,633
3	317	Other water source plant		24			24
4	311	Pumping equipment	10,657	3,332			13,989
5	320	Water treatment plant	8,077	792			8,869
6	330	Reservoirs, tanks and sandpipes	12,097	1,820			13,917
7	331	Water mains	79,302	4,955			84,257
8	333	Services and meter installations	7,178	611			7,789
9	334	Meters	20,292	1,828			22,120
10	335	Hydrants	5,371	512			5,883
11	339	Other equipment	13,206	3,098			16,304
12	340	Office furniture and equipment	8,337	799			9,136
13	341	Transportation equipment	48,929	5,859			54,788
14		Total	236,132	25,365			261,497

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

Line No.	Item (a)	Amount (b)
1	Deposits	3,111
2	Prepaid Expenses	9,538
3	Accounts Receivable Other	22,085
4		
5		
6		
7		
8		
9		
10		34,734

SCHEDULE A-5

Accounts Nos. 180 and 253 - Unamortized debt discount and expense and unamortized premium on debt

- 1 Report under separate subheadings for Unamortized Debt Discount and Expense and Unamortized Premium on Debt, particulars of discount and expense or premium applicable to each class and series of long-term debt.
- 2 Show premium amounts in red or by enclosure in parentheses.
- 3 In column (b) show the principal amount of bonds or other long-term debt originally issued.
- 4 In column (c) show the discount and expense or premium with respect to the amount of bonds or other long-term debt originally issued.
- 5 Furnish particulars regarding the treatment of unauthorized debt discount and expense or premium, redemption premiums, and redemption expenses associated with issues redeemed during the year.
- 6 Set out separately and identify undisposed amounts applicable to issues which were redeemed in prior years.
- also, date of the Commission's authorization of treatment other than as specified by the Uniform System of Accounts.

Line No.	Designation of long-term debt (a)	Principal amount of securities to which discount and expense, or premium minus expense, relates (b)	Total discount and expense or net premium (c)	AMORTIZATION PERIOD		Balance beginning of year (f)	Debits during year (g)	Credits during year (h)	Balance end of year (i)
				From -- (d)	To -- (e)				
1									
2									
3									
4									
5									
6									
7				N/A					
8									
9									
10									
11									
12									
13									
14									
15									
16									
17									
18									
19									
20									
21									
22									
23									
24									
25									
26									
27									
28									

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	Advances From Shareholders	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	
2	CREDITS	
3	Net income	58,841
4	Prior period adjustments	
5	Other credits (detail)	
6	Total credits	58,841
7		
8	DEBITS	
9	Net losses	
10	Prior period adjustments	
11	Dividend appropriations - preferred stock	
12	Dividend appropriations - common stock stock	
13	Other debits (detail)	
14	Total debits	0
15	Balance end of year	301,517

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	GMAC (Utility Truck)		Jul-01	Jul-06	23,000	5,365	11.5			902
2										
3										
4										
5										
6						5,365				902

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		N/A			
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		N/A			
3					
4	Totals				

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

Line No.	Description (a)	Balance End of Year (b)
1		
2		
3	NONE	
4		
5	als	

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

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

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	NONE			
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	63,802	63,802			
2	Add: Credits to account during year					
3	Contributions received during year	9,532	9,532			
4	Other credits*					
5	Total credits	9,532	9,532			
6	Deduct: Debits to Account during year					
7	Depreciation charges for year	2,502	2,502			
8	Nondepreciable donated property retired					
9	Other debits*					
10	Total debits	2,502	2,502			
11	Balance end of year	70,832	70,832			

* 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			
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	873	1,171	(298)
8		Sub-total	873	1,171	(298)
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	383,319	369,117	14,202
16		470.2 Commercial and multi-residential			
17		470.3 Large water users			
18		470.5 Safe Drinking Water Bond Surcharge			
19		470.9 Memorandum account revenue	9,615	0	9,615
20		Sub-total	392,934	369,117	23,817
21		Total water service revenues	393,807	370,288	23,519
22	480	Other water revenue	10	45	(35)
23		Total operating revenues	393,817	370,333	23,484

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	58,143	61,071	(2,928)
4	615	Power	1,207	611	596
5	616	Other volume related expenses	59,350	61,682	(2,332)
6		Total volume related expenses			
7		NON-VOLUME RELATED EXPENSES			
8	630	Employee labor	36,300	33,915	2,385
9	640	Materials	12,761	10,831	1,930
10	650	Contract work	15,856	10,014	5,842
11	660	Transportation expenses	7,737	5,943	1,794
12	664	Other plant maintenance expenses	6,288	2,674	3,614
13		Total non-volume related expenses	78,942	63,377	15,565
14		Total plant operation and maintenance exp.	138,292	125,059	13,233
15		ADMINISTRATIVE AND GENERAL EXPENSES			
16	670	Office salaries	26,398	24,647	1,751
17	671	Management salaries	39,120	37,705	1,415
18	674	Employee pensions and benefits	9,253	8,814	439
19	676	Uncollectible accounts expense	1,389	83	1,306
20	678	Office services and rentals	5,760	5,750	0
21	681	Office supplies and expenses	8,420	7,941	479
22	682	Professional services	5,192	4,878	314
23	684	Insurance	18,519	16,850	1,669
24	688	Regulatory commission expense	5,947	6,898	(951)
25	689	General expenses	1,981	3,639	(1,658)
26		Total administrative and general expenses	121,979	117,215	4,764
27	800	Expenses capitalized			
28		Net administrative and general expense	121,979	117,215	4,764
29		Total operating expenses	260,271	242,274	17,997

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	5,805	5,805	
2	State corporate franchise tax	7,530	7,530	
3	State unemployment insurance tax	520	520	
4	Other state and local taxes	7,277	7,277	
5	Federal unemployment insurance tax	7,793	7,793	
6	Federal insurance contributions act	198	198	
7	Other federal taxes			
8	Federal income taxes	18,805	18,805	
9				
10				
11	Totals	47,928	47,928	

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	58,841
2	Reconciling amounts (list first additional income and unallowable deductions,	
3	followed by additional deductions and non-taxable income):	
4	Plus: Sewer Division Net Income (Per Books)	27,046
5	Income Taxes on Book Basis-Water and Sewer Divisions	38,443
6	Book Depreciation-Water and Sewer Divisions	36,948
7	Income Subject to tax not recorded in books	18,075
8	Less: Federal Tax Depreciation	-55,558
9	State Income Tax Deduction	-11,797
10	Federal tax net income	111,998
11	Computation of tax:	
12	From \$1 to \$50,000 15%	7,500
13	From \$50,001 to \$75,000 25%	6,250
14	From \$75,001 to \$100,000 34%	8,500
15	From \$100,001 to \$111,998 39%	4,679
16	Federal Income Tax	26,929
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	Miscellaneous Income	120	0
2			
3			
4			
5	Total	120	0

SCHEDULE B-6
Account No. 427 - Interest Expense

Line No.	Description (a)	Amount (b)
1	Interest on Long-Term Debt	902
2	Interest on Short-Term Debt	3,132
3		
4		
5		
6		
7		
8		
9		
10	Total	4,034

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	36,300	1,601	37,901
2	670	Office salaries	1	26,398		26,398
3	671	Management salaries	4	39,120		39,120
4						
5						
6		Total		101,818	1,601	103,419

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	
2	and/or management of its own affairs during the year? Answer: (Yes or No) 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									
3									
4									
5									
WELLS						Pumping Capacity (g.p.m.)	Annual Quantities Pumped(Unit) 2	Remarks	
Line No.	At Plant (Name or Number)	Location	Number	Dimensions	1 Depth to Water				
6		East Jolon Rd.	1	14	70	450			
7			2	14	70	600			
8			3	14	41	1,200			
9									
10							228,136 Ccf		
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									
<p>* State ditch pipeline reservoir, etc., with name, if any.</p> <p>1 Average depth to water surface below ground surface</p> <p>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			
3	Earth			
4	Wood			
5	B. Distribution reservoirs			
6	Concrete			
7	Earth			
8	Wood			
9	C. Tanks	11	406,000	
10	Wood			
11	Metal	1	85,000	
12	Concrete			
13	Totals	12	491,000	

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	Lined 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								
31	Welded steel								25,792
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	680	690		
Commercial and Multi-residential				
Large water users				
Public authorities				
Irrigation				
Other (specify)				
Subtotal	680	690		
Private fire connections				
Public fire hydrants			52	52
Total	680	690	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		XXXXXXXXXXXXXX
3/4 - in	677	
1 - in	10	
1-1/2 - in	2	
2 - in	1	
- in		
- in		
- in		
Other		
Total	690	

SCHEDULE D-6
Meter Testing Data

A. Number of Meters Tested During Year as Prescribed in Section VI of General Order No. 103:

- New, after being received . . . _____
- Used, before repair _____
- Used, after repair _____
- Found fast, requiring billing adjustment _____

B. Number of Meters in Service Since Last Test

- Ten years or less _____
- More than 10, but less than 15 years _____
- More than 15 years _____

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

Classification of Service	During Current Year							Subtotal
	January	February	March	April	May	June	July	
Single-family residential	7,526	6,879	6,353	14,747	16,700	19,405	21,908	93,518
Commercial and Multi-residential								
Large water users								
Public authorities								
Irrigation								
Other (specify)								
Total	7,526	6,879	6,353	14,747	16,700	19,405	21,908	93,518

Classification of Service	During Current Year						Subtotal	Total	Total Prior Year
	August	September	October	November	December				
Single-family residential	19,291	22,084	15,846	8,539	7,153	72,913	166,431	153,693	
Commercial and Multi-residential									
Large water users									
Public authorities									
Irrigation									
Other (specify)									
Total	19,291	22,084	15,846	8,539	7,153	72,913	166,431	153,693	

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 2,760

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