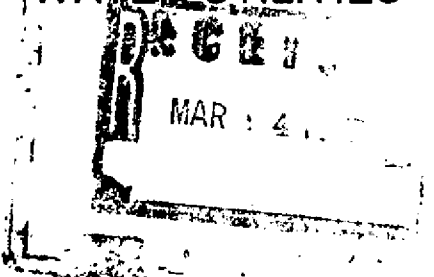


43

Received _____
Examined _____

CLASS D  
WATER UTILITIES



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

2002  
ANNUAL REPORT  
OF

Madden Creek Water Co.

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

PO Box 264

TAHOMA, Ca 96142

(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)

## **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.

**Summary of Earnings  
Test Year 2002**

Account Number	Operating Revenue	
470	Metered	20,191
460	Unmetered	32,976
465	Irrigation	
462-480	Private Fire Protection	
	<b>Total Revenue</b>	<b>53,157</b>
	<b>Operating Expenses</b>	
610	Purchased Water	
615	Purchased Power	4939
	Pump Taxes	
	Purchased Chemicals	
618	Other Vol. Related exp.	
630	Employee Labor	6945
640	Materials	6808
650	Contract Work	10,632
	Water Testing	300
660	Transportation Expense	1200
664	Other Plant Maintenance	
670	Office Salaries	2400
671	Management Salaries	6000
674	Employee Pensions and Benefits	
676	Uncollectables	
678	Office Service and Rentals	2400
681	Office Supplies and Expense	535
682	Professional Services	
684	Insurance	3783
688	Regulatory Expense	
689	General Expense	1175
	<b>Subtotal</b>	<b>40,310</b>
403	Depreciation Expense	5,564
	Ad Valorem Taxes	1,407
	Payroll taxes	1,324
408	Taxes other than income	
409	State Income Tax	800
410	Federal Income Tax	563
	<b>Total Deductions</b>	<b>49,968</b>
	<b>Net Revenue</b>	<b>3,189</b>
	<b>Rate Base</b>	
	Average Plant	219,636
	Average Depreciation Reserve	43,694
	Net Plant	175,690
	Less: Advances	
	Less: Contributions	
	Plus: Construction Work in Progress	
	Plus: Working Cash	3,645
	Plus: Material & Supplies	2,170
	<b>Rate Base</b>	<b>191,495</b>
	<b>ROR=Net Rev/Rate Base</b>	

# CLASS D WATER UTILITIES

(HAVING LESS THAN 500 SERVICE CONNECTIONS)

Madden Creek Water Co.

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

P. O. Box 264, Tahoe, Ca 96142  
(Official mailing address)

Homewood, Placer County  
(Service area-town and county)

## GENERAL INFORMATION

RETURN ORIGINAL  
TO COMMISSION  
NO PHOTOCOPIES

- 1 If a corporation show:
  - (A) Date of organization 1971 incorporated in the State of California
  - (B) Names, titles and addresses of principal officers:  
Karl MARR, President - Marjorie MARR - Sec - TREAS - PO BOX 264, TAHOE, CA 96142
- 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:  
Tahoe Cedars Water Co

### PUBLIC HEALTH STATUS

- 6 Has state or local health department inspection been made during the year?
- 7 Are routine laboratory tests of water being made?
- 8 Has state health department water supply permit been obtained? (Indicate date)
- 9 If no permit has been obtained, state whether application has been made and when.
- 10 Show expiration date if state permit is temporary.

Yes	No	Latest Date
	X	
X		3/03
X		10/83

**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

2002

NAME OF UTILITY Madden Creek Water Co

PHONE 530-525-7535

PERSON RESPONSIBLE FOR THIS REPORT Earl Mark

(Prepared from Information in the 2002 Annual Report)

	1/1/02	12/31/02	Average
<b>BALANCE SHEET DATA</b>			
1 Intangible Plant			
2 Land and Land Rights	1926	1926	1926
3 Depreciable Plant	212,858	222,562	217,710
4 Gross Plant in Service	214,984	224,488	219,636
5 Less: Accumulated Depreciation	48,775	38,614	43,694
6 Net Water Plant in Service	165,489	185,872	175,680
7 Water Plant Held for Future Use			
8 Construction Work in Progress			
9 Materials and Supplies	2,201	2,170	2,185
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	166,189	188,042	178,114
<b>CAPITALIZATION</b>			
14 Common Stock	100,000	100,000	100,000
15 Proprietary Capital (Individual or Partnership)			
16 Paid-in Capital			
17 Retained Earnings	68,186	88,042	78,114
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)	168,189	188,042	178,114

(Revised 2/01)

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

2002  
(continued)

NAME OF UTILITY Mandev Creek Water Co. PHONE 530-525-7555

<b>INCOME STATEMENT</b>		Annual Amount
23	Unmetered Water Revenue	<u>32,976</u>
24	Fire Protection Revenue	<u>          </u>
25	Irrigation Revenue	<u>          </u>
26	Metered Water Revenue	<u>20,181</u>
27	Total Operating Revenue	<u>53,157</u>
28	<u>Operating Expenses</u>	<u>          </u>
29	Depreciation Expense (Composite Rate <u>2.4%</u> )	<u>5,564</u>
30	Amortization and Property Losses	<u>          </u>
31	Property Taxes	<u>27,311</u>
32	Taxes Other Than Income Taxes	<u>          </u>
33	Total Operating Revenue Deduction Before Taxes	<u>48,605</u>
34	California Corp. Franchise Tax	<u>800</u>
35	Federal Corporate Income Tax	<u>563</u>
36	Total Operating Revenue Deduction After Taxes	<u>49,968</u>
37	Net Operating Income (Loss) - California Water Operations	<u>3,189</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>3,189</u>

<b>OTHER DATA</b>		
44	Refunds of Advances for Construction	<u>          </u>
45	Total Payroll Charged to Operating Expenses	<u>13,595</u>
46	Purchased Water	<u>          </u>
47	Power	<u>4,939</u>

<u>Active Service Connections</u>		(Exc. Fire Protect.)	Jan. 1	Dec. 31	Annual Average
48	Metered Service Connections		19	19	19
49	Flat Rate Service Connections		133	134	133
50	Total Active Service Connections		152	153	152

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

N/A

Please provide the following information relating to each Safe Drinking Water Bond Act (SDWBA) loan outstanding during the 12 month reporting period. (Use one sheet for each loan.)

1. Current Fiscal Agent:

Name: \_\_\_\_\_  
Address: \_\_\_\_\_  
Phone Number: \_\_\_\_\_  
Date Hired: \_\_\_\_\_

2. Former Fiscal Agent:

Name: \_\_\_\_\_  
Address: \_\_\_\_\_  
Phone Number: \_\_\_\_\_  
Date Hired: \_\_\_\_\_

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

\$ \_\_\_\_\_

4. Summary of the trust bank account activities showing:

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

5. Account information:

Bank Name: \_\_\_\_\_  
Account Number: \_\_\_\_\_  
Date Opened: \_\_\_\_\_



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-depreciable plant					
5		DEPRECIABLE PLANT					
6	304	Structures					
7	307	Wells					
8	317	Other water source plant					
9	311	Pumping equipment					
10	320	Water treatment plant					
11	330	Reservoirs, tanks and sandpipes					
12	331	Water mains					
13	333	Services and meter installations					
14	334	Meters					
15	335	Hydrants					
16	339	Other equipment					
17	340	Office furniture and equipment					
18	341	Transportation equipment					
19		Total depreciable plant					
20		Total water plant in service					

**SCHEDULE A - BALANCE SHEET (DECEMBER 31, 2002)**

Line	Acct.	Assets	Balance	Acct.	Equity and Liabilities	Balance
1	101	Water plant in service	224,488	201	Common Stock (Corporations only)	100,000
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	88,042
4	105	Water plant construction work in progress		218	Proprietary capital	
5	108	Accumulated depreciation of water plant	38,614	224	Long term debt	
6	114	Water plant acquisition adjustments			Current Liabilities	
7	124	Other investments		252	Advances for construction	
8	131	Cash	3645	253	Other deferred credits	
9	141	Accounts receivable - customers	4,736	255	Accumulated deferred investment tax credits	
10	142	Receivables from associated companies		282	Accumulated deferred income taxes - Acrs	
11	151	Materials and supplies	2,170		depreciation	
12	174	Other current assets		283	Accumulated deferred income taxes - other	
13	180	Deferred charges		271	Contributions in aid of construction	
14				272	Accumulated amortization of contributions	
15		<b>Total Assets</b>	<b>200,425</b>		<b>Total Equity and Liabilities</b>	<b>188,042</b>

**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					
17	303	Land	1,926				1,926
18	304	Structures	11,167				4,167
19	307	Wells	19,919	2,373			22,292
20	317	Other water source plant	4,196				4,196
21	311	Pumping equipment	15,225	11,414	8,750		17,889
22	320	Water treatment plant	9,711				9,711
23	330	Reservoirs tanks and sandpipes	35,872				35,872
24	331	Water mains	78,524	10,932	6,995		82,461
25	333	Services and meter installations	15,912	420			16,332
26	334	Meters	11,847				11,847
27	335	Hydrants	1,665				1,665
28	339	Other equipment	11,801				11,801
29	340	Office furniture and equipment	3,959				3,959
30	341	Transportation equipment					
31		<b>Total water plant in service</b>	<b>214,784</b>	<b>25,199</b>	<b>15,725</b>		<b>224,488</b>

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

**SCHEDULE C - RESERVE FOR DEPRECIATION OF UTILITY PLANT**

Line	Item	Account 106 Water Plant	Account 106.1 SDWBA Loans	
32	Balance in reserves at beginning of year	48,775		A. Method used to compute depreciation
33	Add: Credits to reserves during year	5,564		expense (Acct. 403) and rate. 2.4%
34	(a) Charged to Account No. 403			
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	5,564		covered by this report \$
40	Deduct: Debits to reserves during year			
41	(a) Book cost of property retired	15,725		
42	(b) Cost of removal			C. State method used to compute tax
43	(c) All other debits			depreciation.
44	Total debits	15,725		
45	Balance in reserve at end of year	38,614		
46	(1) Explanation of all other credits			
47	(2) Explanation of all other debits			

Line

**SCHEDULE D - CAPITAL STOCK OUTSTANDING (DECEMBER 31, 2012)**

1	Common - (Shares	\$	1.00 par)	100,000	List persons owning more than 5% of outstanding stock
2	Preferred - (Shares	\$	0 par)		and number of shares owned by each: Robt Marr - 12%
3	Dividends - Common	Rate - \$	0		M. Dubreville - 12% - C. Marr 12%
4	- Preferred	Rate - \$	0		A. Haskill - 12% Earl + Marjorie MARR - 52%

**SCHEDULE E - LONG TERM DEBT**

	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					0			
7								
8	Totals							

**SCHEDULE F - INCOME STATEMENT**

9	Operating revenues	XXXXXXXXXX
10	460 Unmetered water revenue	32,916
11	462 Fire protection revenue	
12	465 Irrigation revenue	
13	470 Metered water revenue	20,181
14	480 Other water revenue	
15	Total Operating Revenue	53,157
16	Operating revenue deductions	XXXXXXXXXX
17	Operating expenses	XXXXXXXXXX
18	610 Purchased water	
19	615 Power	4,939
20	618 Other volume related expenses	
21	630 Employee labor	6,949
22	640 Materials	6,705
23	650 Contract work	10,937
24	660 Transportation expenses	1,700
25	664 Other plant maintenance expense	
26	670 Office salaries	2,400
27	671 Management salaries	6,000
28	674 Employee pensions and benefits	
29	676 Uncollectible accounts expense	
30	678 Office services and rentals	2,400
31	681 Office supplies and expense	537
32	682 Professional services	
33	684 Insurance	2,783
34	688 Regulatory commission expense	
35	689 General expenses	1,175
36	Total Operating Expenses	40,310
37	403 Depreciation expense	5,564
38	407 SDWBA loan amortization expense	
39	408 Taxes other than income taxes	2,731
40	409 State corporate income tax expense	900
41	410 Federal corporate income tax expense	563
42	Total Operating Revenue Deductions	49,968
43	Utility Operating Income	3,189
44	421 Non-utility income	
45	426 Miscellaneous non-utility expense	
46	427 Interest expense	
47	Net Income	3,189

**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 (Million Gall)
Silverstwell	1	8"	36'	300	49.914

**OTHER**

Streams or springs location of diversion point	Flow in		(Unit)		Annual quantities diverted (Unit)
	Priority right	Claim	Diversions	Capacity	
Madden Creek	1.16 cu ft/second				0

Purchased water (unit) Supplier:	Annual quantity

**SCHEDULE H - OPTIONAL WATER DELIVERED TO METERED CUSTOMERS**

(If figures are available) (specify unit)

Classification of service	Max. mo. Mo. of July	Min. mo. Mo. of Nov	Million Gall Total for year
Residential & business	4.5 M	8.2 M	2.74 M
Industrial			
Public authorities			
Irrigation			
Other (specify) Resorts	3.7 M	.68	2.25 M
Total	8.2 M	on 1.5 M	49.9 M

**SCHEDULE I - EMPLOYEES AND THEIR COMPENSATION**

Line	Acct	Account	Number at end of year	Salaries Charged to Expense	Salaries Charged to Plant Accounts	Total Salaries and Wages Paid
48	630	Employee Labor		5,195	1,750	6,945
49	670	Office salaries		2,400		2,400
50	671	Management salaries		6,000		6,000
51		Total		13,595	1,750	15,345

**SCHEDULE J - ADVANCES FOR CONSTRUCTION**

Balance beginning of year	0
Additions during year	
Subtotal - Beginning balance plus additions during year	
Refunds	
Transfers to Acct. 271 - Contributions in Aid of Construction	
Balance end of year	0

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

Size	Meters	Services
5/8 x 3/4-in		134
3/4-in		
1-in	14	
-in	4	
-in		
<b>Total</b>	<b>18</b>	

**SCHEDULE L - METER-TESTING DATA**

Number of meters tested during year	
1 Used, before repair...	6
2 Used, after repair .....	2
3 Fast, requiring refund ..	0
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	10	133	143		1			144
Industrial								
Other (specify)								
Resort	6		6					8
Subtotal								
Fire protection (Hydrants)								
Total	16	133	151	0	1			152

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 under	2 1/4 to 3 1/4	4"	6" Other sizes (specify)	Totals
				Concrete			Cast Iron	
Earth			Welded steel			2426	4850	7276
Wood			Standard screw	18,470	100			18,570
Steel	1	125,000	Cement-asbestos					
Other			Plastic		420			420
			Other (specify)					
Total			Total	18,470	520	2426	4850	26,236

**DECLARATION**

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

I, the undersigned (officer, partner or owner) of Madden Creek Water Co (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 Jan 1, 2002, to and including Dec 31, 2002

Signed

Title

Date

*Carl Mann*  
PRESIDENT