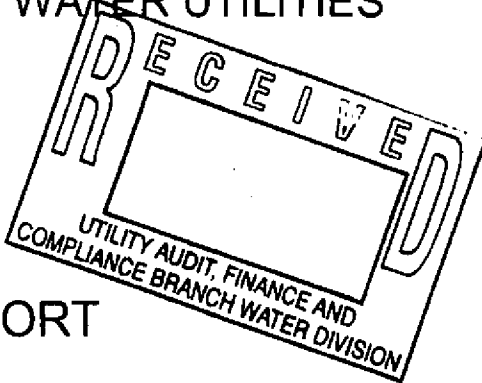


47

Received _____
Examined _____

CLASS D  
WATER UTILITIES

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



2006  
ANNUAL REPORT  
OF

MADDEN CREEK WATER CO.

MID SIERRA UTILITIES INC  
(NAME UNDER WHICH CORPORATION, PARTNERSHIP, OR INDIVIDUAL IS DOING BUSINESS)

P.O. Box 264 TAMPA CA 9492  
(OFFICIAL MAILING ADDRESS) ZIP

TO THE  
PUBLIC UTILITIES COMMISSION  
STATE OF CALIFORNIA  
FOR THE  
YEAR ENDED DECEMBER 31, 2006

REPORT MUST BE FILED NOT LATER THAN MARCH 31, 2007  
(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  
ATTN: Kayode Kajoypaiye  
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, typed or computer generated.
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 flow 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 calander year, from January 1 through December 31. Fiscal year reports will not be accepted.

**CLASS D WATER UTILITIES**  
(HAVING LESS THAN 500 SERVICE CONNECTIONS)

Madden Creek Water Co. (Mid Sierra Utilities)

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

PO Box 264 Tahoma Ca. 96142

(Official mailing address)

Placer County Homewood Ca.

(Service area-town and county)

Telephone Number: 530 525 7555

Fax Number: 530 525 6555

Email Address: None

**GENERAL INFORMATION**

(Attach a supplementary statement, if necessary)

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:  
Robert Marr President Earl B. Marr CFO
- 2 If unincorporated provide the name and address of the owner(s) or the partners:
  
- 3 Name, title, and telephone number of:
  - (A) One person listed above to receive correspondence: Robert Marr
  - (B) Person responsible for operations and services: Robert Marr
- 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? (No)  
If so, what was the nature and the amount of each payment made under the agreement, to whom were payments made, and to what account was each payment charged?
- 5 State the names of associated companies or persons which, directly or indirectly, or through one or more intermediaries, control, or are controlled by, or are under common control with respondent:

**PUBLIC HEALTH STATUS**

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

Yes	No	Latest Date
X		Aug-06
X		Dec-06
X		Oct-83

- 11 List Name, Grade, and License Number of all Licensed Operators:  
Rodney Breckinridge D2 19904 T1 20858

Excess Capacity and Non-Tariffed Services

NOTE: In D 00-07-018, D 03-04-028, and D 04-13-023, the CPUC set forth rules and requirements regarding water utilities provision of non-tariffed services using excess capacity. These decisions require water utilities to: 1) file an advice letter requesting Commission approval of that service; 2) provide information regarding non-tariffed goods/services in each companies Annual Report to the Commission.

Based on the information and filings required in D 00-07-018, D 03-04-028, and D 04-13-023, provide the following information by each individual non-tariffed good and service provided in 200 .

Applies to All Non-Tariffed Goods/Services that require Approval by Advice Letter

Row Number	Description of Non-Tariffed Good/Service	Active or Passive	Total Revenue derived from Non-Tariffed Good/Service (by account)	Revenue Account Number	Total Expenses Incurred to provide Non-Tariffed Good/Service (by account)	Expense Account Number	Advice Letter endor Resolution Number approving Non-Tariffed Good/Service	Total Income Tax Liability Incurred because of non-tariffed Good/Service (by account)	Income Tax Liability Account Number	Gross Value of Regulated Assets used in the provision of a Non-Tariffed Good/Service (by account)	Regulated Asset Account Number
NONE											

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

Please COMPLETE 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: \_\_\_\_\_ **Not Applicable**  
Address: \_\_\_\_\_  
Phone Number: \_\_\_\_\_  
Date Hired: \_\_\_\_\_

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

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

3. 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	_____

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

4. Plant amounts which were funded using SDWBA funds should also be included in Schedule A, Account No. 101--Water Plant in Service

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		<b>NON-DEPRECIABLE PLANT</b>						
2	301	Intangible plant	<b>Not Applicable</b>					
3	303	Land					\$0.00	
4		Total non-depreciable plant	\$0.00				\$0.00	
5		<b>DEPRECIABLE PLANT</b>						
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, 2006)**

Line	Acct.	Assets	Balance	Acct.	Equity and Liabilities	Balance
1	101	Water plant in service	253,480	201	Common Stock (Corporations only)	100,000
2	103	Water plant held for future use		211	Other paid-in capital (Corporations only)	170,000
3	104	Water plant purchased or sold		215	Retained earnings	95922
4	105	Water plant construction work in progress		218	Proprietary capital	
5	108	Accumulated depreciation of water plant	61685	224	Long term debt	
6	114	Water plant acquisition adjustments			Current Liabilities	
7	124	Other investments		252	Advances for construction	
8	131	Cash	2737	253	Other deferred credits	
9	141	Accounts receivable - customers		255	Accumulated deferred investment tax credits	
10	142	Receivables from associated companies		282	Accumulated deferred income taxes - Acrs	61685
11	151	Materials and supplies	2576.76		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>197108.76</b>		<b>Total Equity and Liabilities</b>	<b>235,763</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	1926				1,926
18	304	Structures	4164				4,164
19	307	Wells	20,550				20,550
20	317	Other water source plant	4996				4,996
21	311	Pumping equipment	37756				37,756
22	320	Water treatment plant	9741				9,741
23	330	Reservoirs tanks and sandpipes	35,875				35,875
24	331	Water mains	84,246	5792			90,038
25	333	Services and meter installations	16,729				16,729
26	334	Meters	12,415				12,415
27	335	Hydrants	1,665				1,665
28	339	Other equipment	11,801				11,801
29	340	Office furniture and equipment	3,950				3,950
30	341	Transportation equipment	1,874				1,874
31		<b>Total water plant in service</b>	<b>247688</b>				<b>253,480</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	55788		A. Method used to compute depreciation
33	Add: Credits to reserves during year			expense (Acct. 403) and rate. 2.40%
34	(a) Charged to Account No. 272			
35	(b) Charged to Account No. 403	6,084		
36	(c) Charged to Account No. 407			B. Amount of depreciation expense claimed
37	(d) Salvage recovered			or to be claimed on utility property in
38	(e) All other credits			your federal income tax return for the year
39	Total credits			covered by this report \$
40	Deduct: Debits to reserves during year			
41	(a) Book cost of property retired			
42	(b) Cost of removal			C. State method used to compute tax
43	(c) All other debits			depreciation.
44	Total debits			
45	Balance in reserve at end of year	61871.52		
46	(1) Explanation of all other credits			
47	(2) Explanation of all other debits			

**SCHEDULE D - CAPITAL STOCK OUTSTANDING (DECEMBER 31, 2007)**

Line				
1	Common - (Shares 100,000	\$ 1.00 par)		List persons owning more than 5% of outstanding stock
2	Preferred - (Shares	\$ par)		and number of shares owned by each: Earl B. Marr 52,000
3	Dividends - Common	Rate - \$		Marcie O. Dubreville 12,000 Robert E. Marr 12,000
4	- Preferred	Rate - \$		Charles D. Marr 12,000 Amie E Haskill 12,000

**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	None							
6								
7								
8	Totals							

**SCHEDULE F - INCOME STATEMENT**

9	Operating revenues	
10	460 Unmetered water revenue	\$44,385.44
11	462 Fire protection revenue	
12	465 Irrigation revenue	
13	470 Metered water revenue	\$24,654.37
14	480 Other water revenue	
15	Total Operating Revenue	\$69,039.81
16	Operating revenue deductions	
17	Operating expenses	
18	610 Purchased water	\$0.00
19	615 Purchased power	\$9,414.72
20	618 Other volume related expenses	\$0.00
21	630 Employee labor	\$7,348.88
22	640 Materials	\$1,272.48
23	650 Contract work	\$1,057.53
24	660 Transportation expenses	\$610.49
25	664 Other plant maintenance expense	\$2,337.94
26	670 Office salaries	\$2,521.60
27	671 Management salaries	\$7,584.00
28	674 Employee pensions and benefits	\$2,776.16
29	676 Uncollectible accounts expense	\$0.00
30	678 Office services and rentals	\$1,920.00
31	681 Office supplies and expense	\$1,061.12
32	682 Professional services	\$1,797.70
33	684 Insurance	\$1,830.48
34	688 Regulatory commission expense	\$2,439.79
35	689 General expenses	\$2,764.96
36	Total Operating Expenses	\$46,737.85
37	403 Depreciation expense	\$6,083.52
38	407 SDWBA loan amortization expense	\$0.00
39	408 Taxes other than income taxes	\$4,731.08
40	409 State income tax expense	\$0.00
41	410 Federal income tax expense	\$0.00
42	Total Operating Revenue Deductions	\$57,552.45
43	Utility Operating Income	\$69,039.81
44	421 Non-utility income	\$235.20
45	426 Miscellaneous non-utility expense	\$0.00
46	427 Interest expense	\$0.00
47	Net Income	\$11,722.56



**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
Silver St Well	1	8"	100	650	61.3 mg

**OTHER**

Streams or springs location of diversion point	Flow in Priority right		(Unit) Diversions		Annual Quantities Diverted Unit
	Claim	Capacity	Max	Min	
none					
Purchased water (unit) None				Annual Quantity	
Supplier:					

**SCHEDULE H - OPTIONAL WATER DELIVERED TO METERED CUSTOMERS**  
(If figures are available) (specify unit)

Classification of service	Max mo. Mo. of	Min. Mo. Mo. Of	Total for year
Residential & business	July	April	60.3
Industrial/Commercial	December	Summer	1
Fire Protection			0
Irrigation			0
Other (specify)			0
Total			60.4

**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	1	0	7348.88	\$7,348.88
49	670	Office salaries	1	2521.6		\$2,521.60
50	671	Management salaries	1	7584		\$7,584.00
51		Total				\$17,454.48

**SCHEDULE J - ADVANCES FOR CONSTRUCTION**

Balance beginning of year	none
Additions during year	
Subtotal - Beginning balance plus additions during year	
Refunds	
Transfers to Acct. 271 - Contributions in Aid of Construction	
Balance end of year	

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

Size	Meters	Services
5/8 x 3/4-in		
3/4-in		135
1-in	17	
1.5-in	2	
4-in	1	
<b>Total</b>	<b>20</b>	<b>135</b>

**SCHEDULE L - METER-TESTING DATA**

Number of meters tested during year	
1 Used, before repair...	18
2 Used, after repair .....	2
3 Fast, requiring refund ..	
Numbers of meters in service requiring test per General Order No. 103 .....	

**SCHEDULE M - SERVICE CONNECTIONS AT END OF YEAR**

Classification	Active			Inactive			Total connections	
	Metered	Flat	Total	Metered	Flat	Total	Metered	Flat
Residences	16	135	151				16	135
Industrial/Commercial								
Irrigation								
Fire Protection (public)								
Fire Protection (private)								
Other (specify)	3		3				3	
Restaurants								
Ski Area	1		1				1	
<b>Total</b>			155				20	135

NOTE: Total connections (metered plus flat) should agree with total services in Schedule K.

**SCHEDULE N - STORAGE FACILITIES**

**SCHEDULE O - FOOTAGES OF PIPE (EXCLUDING SERVICE PIPES)**

Description	No.	Combined capacity in gallons	Description	2" and 2 1/4 to 4"				Other sizes (specify)	Totals
				2" and under	2 1/4 to 3 1/4	4"			
Concrete			Cast Iron						
Earth			Welded steel			2426	5050 8"	7476	
Wood			Standard screw	18240	1000			19240	
Steel	1	125,000	Cement-asbestos						
Other			Plastic		420		1900 8"	2320	
			Other (specify)						
<b>Total</b>	1	125,000	<b>Total</b>					29036	

**DECLARATION**

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

I, the undersigned (officer, partner or owner) of MADISON 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, documents, 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 calendar year.

January 1, 2006 through December 31, 2006.

Signed: [Signature]  
 Title: PRESIDENT  
 Date: 3/30/07