

Jct

Received _____
Examined _____

CLASS B and C  
WATER UTILITIES

U# 204-WTC

2003  
ANNUAL REPORT  
OF

MEADOWBROOK WATER COMPANY, INC.

---

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

2272 MEADOWBROOK AVENUE

---

MERCED, CA 95340

---

(OFFICIAL MAILING ADDRESS)

ZIP

TO THE  
PUBLIC UTILITIES COMMISSION  
STATE OF CALIFORNIA  
FOR THE  
YEAR ENDED DECEMBER 31, 2003

REPORT MUST BE FILED NOT LATER THAN MARCH 31, 2004  
(FILE TWO COPIES IF THREE RECEIVED)

## INSTRUCTIONS

1. One completed copy of this report (two copies if three received) must be filed NOT LATER THAN MARCH 31, following the year covered by the report, with:

**CALIFORNIA PUBLIC UTILITIES COMMISSION  
WATER DIVISION  
505 VAN NESS AVENUE, ROOM 3105  
SAN FRANCISCO, CALIFORNIA 94102-3298**

2. Failure to file the report on time may subject a utility to the penalties and sanctions provided by the Public Utilities Code.
3. The Oath, on the last page, must be signed by an officer, partner or owner, not by a public accountant.
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  
2003

NAME OF UTILITY Meadowbrook Water Company, Inc.

PHONE (209)722-1069

PERSON RESPONSIBLE FOR THIS REPORT Marino A. Rodriguez

(Prepared from Information in the 2003 Annual Report)

	1/1/03	12/31/03	Average
<b>BALANCE SHEET DATA</b>			
1 Intangible Plant	7,524	7,524	7,524
2 Land and Land Rights	48,697	48,697	48,697
3 Depreciable Plant	1,208,638	1,360,919	1,284,778
4     Gross Plant in Service	1,264,859	1,417,140	1,340,999
5 Less: Accumulated Depreciation	(438,539)	(470,273)	(454,406)
6     Net Water Plant in Service	826,320	946,867	886,593
7 Water Plant Held for Future Use			
8 Construction Work in Progress	65,326	0	32,663
9 Materials and Supplies	5,000	5,000	5,000
10 Less: Advances for Construction	(196,310)	(194,692)	(195,501)
11 Less: Contribution in Aid of Construction	(213,991)	(237,678)	(225,834)
12 Less: Accumulated Deferred Income and Investment Tax Credits	( )	(11,030)	(5,515)
13     Net Plant Investment	486,345	508,467	497,406
<b>CAPITALIZATION</b>			
14 Common Stock	100,000	100,000	100,000
15 Proprietary Capital (Individual or Partnership)			
16 Paid-in Capital	111,893	111,893	111,893
17 Retained Earnings	236,864	290,771	263,817
18     Common Stock and Equity (Lines 14 through 17)	448,757	502,664	475,710
19 Preferred Stock			
20 Long-Term Debt			
21 Notes Payable                   Advanced from shareholders			
22     Total Capitalization (Lines 18 through 21)	448,757	502,664	475,710

Excludes SDWBA plant  
(Revised 10/97)

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

NAME OF UTILITY Meadowbrook Water Company, Inc. PHONE (209)722-1069

	Annual Amount
<b>INCOME STATEMENT</b>	
23 Unmetered Water Revenue	309,446
24 Fire Protection Revenue	260
25 Other Water Revenue	13,692
26 Metered Water Revenue	64,220
27 Total Operating Revenue	387,618
28 <u>Operating Expenses</u>	266,166
29 Depreciation Expense (Composite Rate 2.47%)	25,057
30 Amortization and Property Losses	
31 Property Taxes	14,053
32 Taxes Other Than Income Taxes	8,399
33 Total Operating Revenue Deduction Before Taxes	313,675
34 California Corp. Franchise Tax	6,324
35 Federal Corporate Income Tax	11,303
36 Total Operating Revenue Deduction After Taxes	331,302
37 Net Operating Income (Loss) - California Water Operations	56,316
38 Other Operating and Nonoper. Income and Exp. - Net (Exclude Interest Expense)	(2,409)
39 Income Available for Fixed Charges	53,907
40 Interest Expense	0
41 Net Income (Loss) Before Dividends	53,907
42 Preferred Stock Dividends	0
43 Net Income (Loss) Available for Common Stock	53,907
<b>OTHER DATA</b>	
44 Refunds of Advances for Construction	1,618
45 Total Payroll Charged to Operating Expenses	102,824
46 Purchased Water	0
47 Power	69,957

				Annual Average
<u>Active Service Connections</u>	(Exc. Fire Protect.)	Jan. 1	Dec. 31	
48 Metered Service Connections		24	27	25
49 Flat Rate Service Connections		1,161	1,179	1,170
50 Total Active Service Connections		1,185	1,206	1,195

**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					
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					

**GENERAL INFORMATION**

1 Name under which utility is doing business: Meadowbrook Water Company Inc.

2 Official mailing address: 2272 Meadowbrook Avenue, Merced, CA 95340

3 Name and title of person to whom correspondence should be addressed:  
Fred H. Walker Jr. - President Telephone: (209) 722-1069

4 Address where accounting records are maintained: 2272 Meadowbrook Avenue, Merced  
CA 95340

5 Service Area: (Refer to district reports if applicable.) Meadowbrook tract, approx. 1/1/2 miles  
NW of the City of Merced, Merced County

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

Name: Fred H. Walker Jr.

Address: 2272 Meadowbrook Avenue Telephone: (209) 722-1069

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) Meadowbrook Water Company Inc.  
Organized under laws of (state) \_\_\_\_\_

Principal Officers:

(Name)	(Title)
<u>Fred H. Walker Jr.</u>	<u>President</u>
<u>(Name)</u>	<u>(Title)</u>
<u>(Name)</u>	<u>(Title)</u>
<u>(Name)</u>	<u>(Title)</u>

8 Names of associated companies:  
None

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:
<u>None</u>	<u>Date:</u>
	<u>Date:</u>
	<u>Date:</u>

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		<b>CORPORATE CAPITAL AND SURPLUS</b>			
2	201	Common stock	9	100,000	100,000
3	204	Preferred stock	9		
4	211	Other paid-in capital	9	111,893	111,893
5	215	Retained earnings	10	290,771	236,864
6		Total corporate capital and retained earnings		502,664	448,757
7		<b>PROPRIETARY CAPITAL</b>			
8	218	Proprietary capital	10		
9	218.1	Proprietary drawings			
10		Total proprietary capital			
11		<b>LONG TERM DEBT</b>			
12	224	Long term debt	11		
13	225	Advances from associated companies	12		
14		<b>CURRENT AND ACCRUED LIABILITIES</b>			
15	231	Accounts payable		76,089	39,272
16	232	Short term notes payable			
17	233	Customer deposits		1,170	1,170
18	235	Payables to associated companies	12		
19	236	Accrued taxes		28,121	7,954
20	237	Accrued interest			
21	241	Other current liabilities	13	38,406	38,406
22		Total current and accrued liabilities		143,786	86,802
23		<b>DEFERRED CREDITS</b>			
24	252	Advances for construction	13	194,692	196,310
25	253	Other credits	8	0	8,291
26	255	Accumulated deferred investment tax credits	13		
27	282	Accumulated deferred income taxes - ACRS depreciation	13	11,030	
28	283	Accumulated deferred income taxes - other	13		
29		Total deferred credits		205,722	204,601
30		<b>CONTRIBUTIONS IN AID OF CONSTRUCTION</b>			
31	271	Contributions in aid of construction	14	285,529	255,165
32	272	Accumulated amortization of contributions		(47,851)	(41,174)
33		Net contributions in aid of construction		237,678	213,991
34		Total liabilities and other credits		1,089,850	954,151

**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	1,264,859	152,281	0		1,417,140
2	103	Water plant held for future use					
3	104	Water plant purchased or sold					
4	105	Construction work in progress - water plant	65,326	0	XXXXXXXXXXXXX	(65,326)	0
5	114	Water plant acquisition adjustments			XXXXXXXXXXXXX		
6		Total utility plant	1,330,185	152,181	0	(65,326)	1,417,140

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

Other Credits-\$65,326: CWIP transferred to plant accounts

**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		<b>NON-DEPRECIABLE PLANT</b>					
2	301	Intangible plant	7,524				7,524
3	303	Land	48,697				48,697
4		Total non-depreciable plant	56,221				56,221
5		<b>DEPRECIABLE PLANT</b>					
6	304	Structures	31,976				31,976
7	307	Wells	81,351	95,740			177,091
8	317	Other water source plant	9,339				9,339
9	311	Pumping equipment	156,507	8,088			164,595
10	320	Water treatment plant					
11	330	Reservoirs, tanks and sandpipes	78,274	15,451			93,725
12	331	Water mains	662,701				662,701
13	333	Services and meter installations	100,991	971			101,962
14	334	Meters	35,029	6,416			41,445
15	335	Hydrants	26,479				26,479
16	339	Other equipment	12,706	25,615			38,321
17	340	Office furniture and equipment	5,605				5,605
18	341	Transportation equipment	7,680				7,680
19		Total depreciabel plant	1,208,638	152,281			1,360,919
20		Total water plant in service	1,264,859	152,281			1,417,140

\* 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	None			
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)
0		
2		
3	None	
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	438,539		
2	Add: Credits to reserves during year			
3	(a) Charged to Account No. 403 (Footnote 1)	25,057		
4	(b) Charged to Account No 272	6,677		
5	(c) Charged to clearing accounts			
6	(d) Salvage recovered			
7	(e) All other credits (Footnote 2)			
8	Total Credits	31,734		
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	470,273		
15	(1) COMPOSITE DEPRECIATION RATE USED FOR STRAIGHT LINE REMAINING LIFE		2.47	%
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 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 checked="" 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					
2	307	Wells					
3	317	Other water source plant					
4	311	Pumping equipment					
5	320	Water treatment plant					
6	330	Reservoirs, tanks and sandpipes	Amounts not Available				
7	331	Water mains					
8	333	Services and meter installations					
9	334	Meters					
10	335	Hydrants					
11	339	Other equipment					
12	340	Office furniture and equipment					
13	341	Transportation equipment					
14		<b>Total</b>	438,539	31,734			470,273

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

Line No.	Item (a)	Amount (b)
1	Pre-paid insurance	3,153
2		
3		
4		
5		
6		
7		
8		
9		
10		3153



**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	4/1/80			100,000			
2								
3								
4								
5								
6							Total	

**SCHEDULE A-7**  
**Record of Stockholders at End of Year**

Line No.	COMMON STOCK Name (a)	Number of Shares (b)	PREFERRED STOCK Name (c)	Number of Shares (d)
1	Fred Walker Jr.	8,000		
2	Kathleen Ann Hill	23,000		
3	Mary Lee Nichols	23,000		
4	David L. Walker	23,000		
5	Derald R. Walker	23,000		
6				
7	Total number of shares	100,000	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	111,893
2		
3		
4	Total	111,893



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

Line No	Item (a)	Amount (b)
1	Balance beginning of year	236,864
2	<b>CREDITS</b>	
3	Net income	53,907
4	Prior period adjustments	
0	Other credits (detail) Rounding	
6	Total credits	53,907
7		
8	<b>DEBITS</b>	
9	Net losses	
10	Prior period adjustments	
11	Dividend appropriations - preferred stock	
12	Dividend appropriations - common stock	
13	Other debits (detail)	
14	Total debits	290,771
15	Balance end of year	

**SCHEDULE A-10**  
**Account No. 218 - Proprietary Capital**  
**(Sole Proprietor or Partnership)**

Line No.	Item (a)	Amount (b)
1	Balance beginning of year	
2	<b>CREDITS</b>	
3	Net income	
4	Additional investments during year	
5	Other credits (detail)	
6	Total credits	
7	<b>DEBITS</b>	
8	Net losses	
9	Withdrawals during year	
10	Other debits (detail)	
11	Total debits	
12	Balance end of year	



**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	None				
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	None				
4	Totals				

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

Line No.	Description (a)	Balance End of Year (b)
1		
2	None	
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	196,310
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		xxxxxxxxxxxxxxxx
7	Proportionate cost basis	1,618	xxxxxxxxxxxxxxxx
8	Present worth basis		xxxxxxxxxxxxxxxx
9	Total refunds	1618	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	194,692

**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	Deferred income taxes		11,030	
2				
3				
4				
5	Totals		11,030	

**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	213,991	213,991			
2	Add: Credits to account during year					
3	Contributions received during year	30,364	30,364			
4	Other credits*					
5	Total credits	30,364	30,364			
6	Deduct: Debits to Account during year					
7	Depreciation charges for year	6,677	6,677			
8	Nondepreciable donated property retired					
9	Other debits*					
10	Total debits	6,677	6,677			
11	Balance end of year	237,678	237,678			

\* 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 Preceeding Year (c)	Net Change During Year Show Decrease in [Brackets] (d)
1		<b>WATER SERVICE REVENUES</b>			
2	460	Unmetered water revenue	309,446	226,921	82,525
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			
8		Sub-total	309,446	226,921	82,525
9	462	Fire protection revenue			
10		462.1 Public fire protection			
11		462.2 Private fire protection	260	264	(4)
12		Sub-total	260	264	(4)
13	465	Irrigation revenue			
14	470	Metered water revenue			
15		470.1 Single-family residential			
16		470.2 Commercial and multi-residential	64,220	40,790	23,430
17		470.3 Large water users			
18		470.5 Safe Drinking Water Bond Surcharge			
19		470.9 Other metered revenue			
20		Sub-total	64,220	40,790	23,430
21		Total water service revenues	373,926	267,975	105,951
22	480	Other water revenue	13,692	8,207	5,485
23		Total operating revenues	387,618	276,182	111,436

**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		<b>PLANT OPERATION AND MAINTENANCE EXPENSES</b>			
2		<b>VOLUME RELATED EXPENSES</b>			
3	610	Purchased water			
4	615	Power	69,957	82,760	(12,803)
5	616	Other volume related expenses	1,657	1,433	224
6		Total volume related expenses	71,614	84,193	(12,579)
7		<b>NON-VOLUME RELATED EXPENSES</b>			
8	630	Employee labor	27,515	33,353	(5,838)
9	640	Materials	3,144	4,546	(1,402)
10	650	Contract work	21,501	17,056	4,445
11	660	Transportation expenses	2,743	4,520	(1,777)
12	664	Other plant maintenance expenses	2,003	2,801	(798)
13		Total non-volume related expenses	56,906	62,276	(5,370)
14		Total plant operation and maintenance exp.	128,520	146,469	(17,949)
15		<b>ADMINISTRATIVE AND GENERAL EXPENSES</b>			
16	670	Office salaries	25,809	38,878	(13,069)
17	671	Management salaries	49,500	40,565	8,935
18	674	Employee pensions and benefits	20,282	7,942	12,340
19	676	Uncollectible accounts expense			
20	678	Office services and rentals			
21	681	Office supplies and expenses	5,949	4,824	1,125
22	682	Professional services	17,000	15,325	1,675
23	684	Insurance	6,997	5,194	1,803
24	688	Regulatory commission expense	5,792	6,538	(746)
25	689	General expenses	6,317	1,579	4,738
26	800	Total administrative and general expenses	137,646	120,845	16,801
27		Expenses capitalized			
28		Net administrative and general expense	137,646	120,845	16,801
29		Total operating expenses	266,166	267,314	(1,148)



**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	14,053	14,053	
2	State corporate franchise tax	6,324	6,324	
3	State unemployment insurance tax	355	355	
4	Other state and local taxes			
5	Federal unemployment insurance tax	178	178	
6	Federal insurance contributions act	7,866	7,866	
7	Other federal taxes			
8	Federal income taxes	11,303	11,303	
9				
10				
11	Totals	40,079	40,079	

**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	53,907
2	Reconciling amounts (list first additional income and unallowable deductions,	
3	followed by additional deductions and non-taxable income):	
4	Plus: Income taxes - book basis	17,627
5	Plus: Depreciation	9,413
6	Additional income and deductions on tax return	(5,014)
7	Less: Section 179 depreciation	64,388
8	Sub-total	11,545
9	Carryover deduction from 2002	(11,545)
10	Federal tax net income	0
11	Computation of tax:	
12		
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	Donations and Miscellaneous		2,409
2			
3			
4			
5	Total		2,409

**SCHEDULE B-6**  
**Account No. 427 - Interest Expense**

Line No.	Description (a)	Amount (b)
1		
2		
3		
4		
5	None	
6		
7		
8		
9		
10	Total	

**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	1	27,515	2,727	30,242
2	670	Office salaries	1	25,809		25,809
3	671	Management salaries	1	49,500	5,500	55,000
4						
5						
6		Total		102,824	8,227	111,051

**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) <u>No</u>	
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: <span style="float: right;">Amount</span>	
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	Annual Quantities Pumped M.G.F. .... (Unit) 2	Remarks		
Line No.	At Plant (Name or Number)	Location	Number	Dimensions	1 Depth to Water					
6	No.1	2272 Mb		12	37.5	550		136.1		
7	No.2	Fir/mable,		14	36	850		162.8		
8	No.3	3236 bolsof		14	N/A	1,000		1.5		
9	No.4	S.Ferd/Bryant		16	35	2,000		29.4		
10	No.5									
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			
10	Wood			
11	Metal	8	165,000 g	
12	Concrete			
13	Totals	8	165,000 g	

**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									
12	Cast iron (cement lined)									
13	Concrete									
14	Copper									
15	Riveted steel									
16	Standard screw									
17	Screw or welded casing									
18	Cement - asbestos						8,718		19,194	4,802
19	Welded steel									
20	Wood									
21	Other (specify)PUC								8,940	33,160
22	Totals						8,718		28,134	37,962

**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		537						537
24	Cast iron (cement lined)								
25	Concrete								
26	Copper								
27	Riveted steel								
28	Standard screw								
29	Screw or welded casing								
30	Cement - asbestos								32,714
31	Welded steel								
32	Wood								
33	Other (specify)PUC	3,972	435						46,507
34	Totals	3,972	972						79,758

**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				
Commercial and Multi-residential	24	27	1,161	1,179
Large water users				
Public authorities				
Irrigation				
Other (specify)				
Subtotal	24	27	1,161	1,179
Private fire connections			1	1
Public fire hydrants				
Total	24	27	1,162	1,180

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

Size	Meters	Services
3/8 x 3/4 - in		xxxxxxxxxxxx
3/4 - in	1	1
1 - in	10	10
1-1/2 - in	1	1
2 - in	9	9
3 - in	1	1
4 - in	5	5
- in		
Other		
Total	27	27

**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									
Commercial and Multi-residential	4,824	4,791	4,917	5,576	7,093	8,079	10,847	46,127	
Large water users									
Public authorities									
Irrigation									
Other (specify)									
Total	4,824	4,791	4,917	5,576	7,093	8,079	10,847	46,127	
Classification of Service	During Current Year						Subtotal	Total	Total Prior Year
	August	September	October	November	December				
Single-family residential									
Commercial and Multi-residential	9,049	9,223	8,540	5,831	3,864	36,507	82,634	79,269	
Large water users									
Public authorities									
Irrigation									
Other (specify)									
Total	9,049	9,223	8,540	5,831	3,864	36,507	82,634	79,269	

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 4,828



## INDEX

	PAGE	WORK SHEET		PAGE	WORK SHEET
Advances from associated companies -----	12	A-12	Organization and control -----	1	GenInfo
Advances for construction -----	13	A-15	Other assets -----	7	A-4
Assets -----	2	Assets	Other income -----	15	B
Balance sheet -----	2-3	Liabilities	Other paid in capital -----	9	A-8
Capital stock -----	9	A-6	Payables to associated companies -----	12	A-13
Contributions in aid of construction -----	14	A-17	Population served -----	23	D-4
Depreciation and amortization reserves -----	6	A-3	Proprietary capital -----	10	A-10
Declaration -----	24	D-9	Purchased water for resale -----	21	D-1
Deferred taxes -----	13	A-16	Retained earnings -----	10	A-9
Dividends appropriations -----	10	A-9	Service connections -----	23	D-4
Employees and their compensation -----	19	C-1	Sources of supply and water developed --	21	D-1
Engineering and management fees -----	20	C-3	Status with Board of Health -----	24	D-8
Income statement -----	15	Income	Stockholders -----	9	A-7
Liabilities -----	3	Liabilities	Storage facilities -----	21	D-2
Loans to officers, directors, or shareholders --	20	C-2	Taxes -----	18	B-3
Long term debt -----	11	A-11	Transmission and distribution facilities --	22	D-3
Management compensation -----	17	B-2	Unamortized debt discount and expense -	8	A-5
Meters and services -----	23	D-5	Unamortized premium on debt -----	8	A-5
Non-utility property -----	5	A-2	Utility plant -----	4	A-1
Officers -----	1	GenInfo	Water delivered to metered customers ---	23	D-7
Operating expenses -----	17	B-2	Water plant in service -----	4	A-1a
Operating revenues -----	16	B-1	Water plant held for future use -----	5	A-1b