

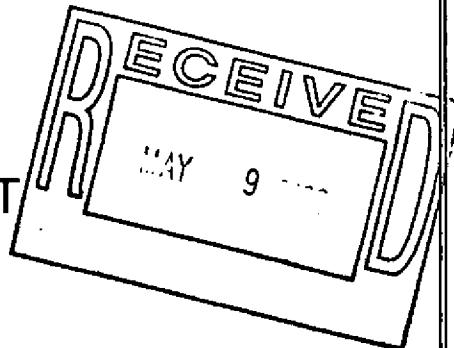
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CLASS B and C  
WATER UTILITIES

U# 204-WTC

2005  
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, 2005

REPORT MUST BE FILED NOT LATER THAN MARCH 31, 2006  
(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: SEANEEN M WILSON  
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  
2005

NAME OF UTILITY: Meadowbrook Water Company PHONE: (209) 722-1069

PERSON RESPONSIBLE FOR THIS REPORT: David Walker  
(Prepared from Information in the 2005 Annual Report)

	01/01/05	12/31/05	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	1,564,184	1,752,685	1,658,434
4 Gross Plant in Service	1,620,405	1,808,906	1,714,655
5 Less: Accumulated Depreciation	(506,398)	(532,361)	(519,379)
6 Net Water Plant in Service	1,114,007	1,276,545	1,195,276
7 Water Plant Held for Future Use			
8 Construction Work in Progress			
9 Materials and Supplies	5,000	5,000	5,000
10 Less: Advances for Construction	(194,692)	(194,692)	(194,692)
11 Less: Contribution in Aid of Construction	(314,190)	(400,063)	(357,126)
12 Less: Accumulated Deferred Income and Investment Tax Credits	(18,628)	(18,628)	(18,628)
13 Net Plant Investment	<u>591,497</u>	<u>668,162</u>	<u>629,830</u>
 <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	325,851	356,075	340,963
18 Common Stock and Equity (Lines 14 through 17)	537,744	567,968	552,856
19 Preferred Stock			
20 Long-Term Debt			
21 Notes Payable			
22 Total Capitalization (Lines 18 through 21)	<u>537,744</u>	<u>567,968</u>	<u>552,856</u>

SELECTED FINANCIAL DATA - CLASS A, B, C AND D WATER COMPANIES  
2005

NAME OF UTILITY: Meadowbrook Water Company      PHONE: (209) 722-1069

		Annual Amount
<b>INCOME STATEMENT</b>		
23	Unmetered Water Revenue	140,466
24	Fire Protection Revenue	261
25	Metered Water Revenue	411,780
26	Other Water Revenue	29,853
27	Total Operating Revenue	582,360
28	<u>Operating Expenses</u>	348,281
29	Depreciation Expense (Composite Rate: 2.47%)	30,632
30	Amortization and Property Losses	0
31	Property Taxes	12,685
32	Taxes Other Than Income Taxes	13,884
33	Total Operating Revenue Deduction Before Taxes	405,482
34	California Corp. Franchise Tax	19,912
35	Federal Corporate Income Tax	63,331
36	Total Operating Revenue Deduction After Taxes	488,725
37	Net Operating Income (Loss) - California Water Operations	93,635
38	Other Operating and Nonoper. Income and Exp. - Net (Exclude Interest Expense)	48,371
39	Income Available for Fixed Charges	142,006
40	Interest Expense	0
41	Net Income (Loss) Before Dividends	142,006
42	Preferred Stock Dividends	0
43	Net Income (Loss) Available for Common Stock	142,006

<b>OTHER DATA</b>		
44	Refunds of Advances for Construction	0
45	Total Payroll Charged to Operating Expenses	164,729
46	Purchased Water	0
47	Power	46,910

<u>Active Service Connections</u>	(Exc. Fire Protect.)	Jan. 1	Dec. 31	Annual Average
48	Metered Service Connections	667	1234	951
49	Flat Rate Service Connections	653	317	485
50	Total Active Service Connections	1,320	1551	1436

**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: N/A

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: \_\_\_\_\_

**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					
7	307	Wells					
8	317	Other water source plant					
9	311	Pumping equipment					
10	320	Water treatment plant					
11	330	Reservoirs, tanks and sandpipes			N/A		
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  
ZIP

3 Name and title of person to whom correspondence should be addressed: David Walker, CEO  
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, approximately 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: David Walker  
Address: 2272 Meadowbrook Avenue, Merced CA 95340 Telephone: (209) 722-1069

7 OWNERSHIP. Check and fill in appropriate line:

<input type="checkbox"/>	Individual (name of owner) _____
<input type="checkbox"/>	Partnership (name of partner) _____
<input type="checkbox"/>	Partnership (name of partner) _____
<input type="checkbox"/>	Partnership (name of partner) _____
<input checked="" type="checkbox"/>	Corporation (corporate name): Meadowbrook Water Company, Inc. Organized under laws of (state): California

Principal Officers:

(Name) Derald Walker	(Title) President
(Name) Kathy Hill	(Title) Secretary
(Name) Mary Lee Nichols	(Title) Treasurer
(Name) David Walker	(Title) Chief Executive Officer

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:
None	Date:
	Date:

10 Use the space below for supplementary information or explanations concerning this report:

11 List Name, Grade, and License Number of all Licensed Operators:  
Steven Press, Grade D2, License number: 17868



**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	356,075	325,851
6		Total corporate capital and retained earnings		567,968	537,744
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		80,292	84,729
16	232	Short term notes payable			
17	233	Customer deposits		1,147	1,147
18	235	Payables to associated companies	12		
19	236	Accrued taxes		80,824	16,043
20	237	Accrued interest			
21	241	Other current liabilities	13	32,557	49,634
22		Total current and accrued liabilities		194,820	151,553
23		<b>DEFERRED CREDITS</b>			
24	252	Advances for construction	13	194,692	194,692
25	253	Other credits	8		
26	255	Accumulated deferred investment tax credits	13		
27	282	Accumulated deferred income taxes - ACRS depreciation	13	18,628	18,628
28	283	Accumulated deferred income taxes - other	13		
29		Total deferred credits		213,320	213,320
30		<b>CONTRIBUTIONS IN AID OF CONSTRUCTION</b>			
31	271	Contributions in aid of construction	14	466,343	370,139
32	272	Accumulated amortization of contributions		(66,280)	(55,949)
33		Net contributions in aid of construction		400,063	314,190
34		Total liabilities and other credits		1,376,171	1,216,807

**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	1,620,405	203,501	(15,000)		1,808,906
2	103	Water plant held for future use					
3	104	Water plant purchased or sold					
4	105	Construction work in progress - water plant			XXXXXXXXXXXX		
5	114	Water plant acquisition adjustments			XXXXXXXXXXXX		
6		Total utility plant	1,620,405	203,501	(15,000)		1,808,906

\* 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		<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	177,091		(10,000)		167,091
8	317	Other water source plant	9,339				9,339
9	311	Pumping equipment	172,241	3,679	(5,000)		170,920
10	320	Water treatment plant					
11	330	Reservoirs, tanks and sandpipes	93,725				93,725
12	331	Water mains	662,701				662,701
13	333	Services and meter installations	203,555	64,841			268,396
14	334	Meters	119,100	106,512			225,612
15	335	Hydrants	26,479				26,479
16	339	Other equipment	51,725	522			52,247
17	340	Office furniture and equipment	8,572	3,947			12,519
18	341	Transportation equipment	7,680	24,000			31,680
19		Total depreciabel plant	1,564,184	203,501	(15,000)		1,752,685
20		Total water plant in service	1,620,405	203,501	(15,000)		1,808,906

\* 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				
5	None			
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	506,398		
2	Add: Credits to reserves during year			
3	(a) Charged to Account No. 403 (Footnote 1)	30,632		
4	(b) Charged to Account No 272	10,331		
5	(c) Charged to clearing accounts			
6	(d) Salvage recovered			
7	(e) All other credits (Footnote 2)			
8	Total Credits	40,963		
9	Deduct: Debits to reserves during year			
10	(a) Book cost of property retired	(15,000)		
11	(b) Cost of removal			
12	(c) All other debits (Footnote 3)			
13	Total debits	0		
14	Balance in reserve at end of year	532,361		
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		Total	506,398	40,963	(15,000)		532,361

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

Line No.	Item (a)	Amount (b)
1	Prepaid Insurance	6,949
2	Deposits	1,124
3		
4		
5		
6		
7		
8		
9		
10	Total	8,073

**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 unamortized 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									
8									
9									
10			None						
11									
12									
13									
14									
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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	4/1/1980				100,000		
2								
3								
4								
5								
6							Total	

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

Line No.	COMMON STOCK	Number of Shares (b)	PREFERRED STOCK	Number of Shares (d)
	Name (a)		Name (c)	
1	Kathleen Ann Hill	25,000		
2	Mary Lee Nichols	25,000		
3	David L. Walker	25,000		
4	Derald R. Walker	25,000		
5				
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	325,851
2	CREDITS	
3	Net income	142,006
4	Prior period adjustments	
5	Other credits (detail)	
6	Total credits	142,006
7		
8	DEBITS	
9	Net losses	
10	Prior period adjustments	
11	Dividend appropriations - preferred stock	
12	Dividend appropriations - common stock	
13	Other debits (detail): Distribution to Shareholders	111,782
14	Total debits	356,075
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	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										
2										
3					None					
4										
5										
6										

**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		None			
3					
4	Totals				

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

Line No.	Description (a)	Balance End of Year (b)
1	Advances from Shareholders	32,557
2		
3		
4		
5	als	32,557

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

Line No.	(a)	(b)	Amount (c)
1	Balance beginning of year	XXXXXXXXXXXXXXXXXX	194,692
2	Additions during year	XXXXXXXXXXXXXXXXXX	0
3	Subtotal - Beginning balance plus additons during year	XXXXXXXXXXXXXXXXXX	194,692
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	0	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	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		18,628	
2				
3				
4				
5	Totals		18,628	

**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	314,191	314,191			
2	Add: Credits to account during year					
3	Contributions received during year	96,204	96,204			
4	Other credits*					
5	Total credits	96,204	96,204			
6	Deduct: Debits to Account during year					
7	Depreciation charges for year	10,331	10,331			
8	Nondepreciable donated property retired					
9	Other debits*					
10	Total debits	10,331	10,331			
11	Balance end of year	400,063	400,063			

\* 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			
3	460.1	Single - family residential	140,466	228,708	(88,242)
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	140,466	228,708	(88,242)
9	462	Fire protection revenue			
10	462.1	Public fire protection			
11	462.2	Private fire protection	261	261	0
12		Sub-total	261	261	0
13	465	Irrigation revenue			
14	470	Metered water revenue			
15	470.1	Single-family residential	330,702	144,438	186,264
16	470.2	Commercial and multi-residential	81,078	52,942	28,136
17	470.3	Large water users			
18	470.5	Safe Drinking Water Bond Surcharge			
19	470.9	Other metered revenue			
20		Sub-total	411,780	197,380	214,400
21		Total water service revenues	552,507	426,349	126,158
22	480	Other water revenue	29,853	15,651	14,202
23		Total operating revenues	582,360	442,000	140,360



**SCHEDULE B-2**  
**Account No. 401 - Operating Expenses**

Line No.	Acct. No.	Account (a)	Amount Current Year (b)	Amount Preceding 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		0	
4	615	Power	46,911	71,485	(24,574)
5	616	Other volume related expenses	1,451	1,423	28
6		Total volume related expenses	48,362	72,908	(24,546)
7		<b>NON-VOLUME RELATED EXPENSES</b>			
8	630	Employee labor	60,976	25,022	35,954
9	640	Materials	1,191	3,676	(2,485)
10	650	Contract work	11,105	18,312	(7,207)
11	660	Transportation expenses	13,419	5,380	8,039
12	664	Other plant maintenance expenses	2,478	2,799	(321)
13		Total non-volume related expenses	89,169	55,189	33,980
14		Total plant operation and maintenance exp.	137,531	128,097	9,434
15		<b>ADMINISTRATIVE AND GENERAL EXPENSES</b>			
16	670	Office salaries	25,853	29,415	(3,562)
17	671	Management salaries	77,900	58,200	19,700
18	674	Employee pensions and benefits	37,218	37,350	(132)
19	676	Uncollectible accounts expense	0	0	
20	678	Office services and rentals	499	0	499
21	681	Office supplies and expenses	16,059	13,288	2,771
22	682	Professional services	19,639	30,022	(10,383)
23	684	Insurance	13,840	8,606	5,234
24	688	Regulatory commission expense	6,011	7,332	(1,321)
25	689	General expenses	13,731	1,277	12,454
26		Total administrative and general expenses	210,750	185,490	25,260
27	800	Expenses capitalized	0	0	
28		Net administrative and general expense	210,750	185,490	25,260
29		Total operating expenses	348,281	313,587	34,694

**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	12,685	12,685	
2	State corporate franchise tax	19,912	19,912	
3	State unemployment insurance tax	1,320	1,320	
4	Other state and local taxes			
5	Federal unemployment insurance tax	352	352	
6	Federal insurance contributions act	12,212	12,212	
7	Other federal taxes			
8	Federal income taxes	63,331	63,331	
9				
10				
11	Totals	109,812	109,812	

**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	142,006
2	Reconciling amounts (list first additional income and unallowable deductions,	
3	followed by additional deductions and non-taxable income):	
4		
5	Plus:	
6	Income taxes-book basis	83,243
7	Depreciation-book basis	30,632
8	Taxable CIAC	96,254
9		
10	Minus:	
11	Depreciation-tax basis	(25,194)
12	Prior year adjustments	(48,371)
13	Payroll Capitalization	(31,962)
14	Miscellaneous	(2,414)
15		
16	Federal tax net income	244,194
17	Computation of tax:	
18		
19	Corporation is a Sub-Chapter S Corporation. Income taxes flow through	
20	shareholders.	
21		
22		
23		

**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	Prior year adjustment	48,371	
2			
3			
4			
5	<b>Total</b>	48,371	

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

Line No.	Description (a)	Amount (b)
1		
2		
3		
4		
5		
6		
7		
8		
9		
10	<b>Total</b>	

**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	4	60,976	9,784	70,760
2	670	Office salaries	1	25,853	0	25,853
3	671	Management salaries	1	77,900	20,000	97,900
4						
5						
6		<b>Total</b>		164,729	29,784	194,513

**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				None				
4								
5								
6								
7	Total							

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

Line No.	Give the required particulars of all contracts or other agreements in effect in the course of the year between the respondent and any corporation, association, partnership, or person covering supervision and/or management of any department of the respondent's affairs, such as accounting, engineering, financing, construction or operation, and show the payments under such agreements and also the payments for advice and services to a corporation or corporations which directly or indirectly control respondent through stock ownership.	
1	1. Did the respondent have a contract or other agreement with any organization or person covering supervision and/or management of its own affairs during the year? Answer: (Yes or No) <b>NO</b>	
2	(If the answer is in the affirmative, make appropriate replies to the following questions)*	
3	2. Name of each organization or person that was a party to such a contract or agreement.	
4		
5		
6	3. Date of original contract or agreement.	
7	4. Date of each supplement or agreement.	
8	5. Amount of compensation paid during the year for supervision or management . . . . \$	
9	6. To whom paid	
10	7. Nature of payment (salary, traveling expenses, etc.).	
11	8. Amounts paid for each class of service.	
12		
13	9. Basis for determination of such amounts	
14		
15	10. Distribution of payments: <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 ..... (Unit) 2	Annual Quantities Pumped ..... (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	269,696 Ccf	Retired	
7	No. 2	Fir/mable		14	36	850	126,693 Ccf		
8	No. 4	Fer/Bryant		16	35	2,000	92,349 Ccf		
9	No. 5	3236 Bolsom		16	45	1,100	26,332 Ccf		
10	Total						515,070 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									
* State ditch pipeline reservoir, etc., with name, if any. 1 Average depth to water surface below ground surface 2 The quantity unit in established use for experiencing water stored and used in large amounts is the acre foot, which equals 43,560 cubic feet; in domestic use the thousand gallon or the hundred cubic feet. The rate of flow or discharge in larger amounts is expressed in cubic feet per second. In gallons per minute, in gallons per day, or in the miner's inch. Please be careful to state the unit used.									

**SCHEDULE D-2  
Description of Storage Facilities**

Line No.	Type	Number	Combined Capacity (Gallons or Acre Feet)	Remarks
1	A. Collecting reservoirs			
2	Concrete			
3	Earth			
4	Wood			
5	B. Distribution reservoirs			
6	Concrete			
7	Earth			
8	Wood			
9	C. Tanks			
10	Wood			
11	Metal	8	165,000 g	
12	Concrete			
13	Totals		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)								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)PVC	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	Current	Prior	Current
	Year	Year	Year	Year
Single family residential	639	1206		
Commercial and Multi-residential	27	27	653	317
Large water users				
Public authorities				
Irrigation				
Other (specify)				
Subtotal	666	1233	653	317
Private fire connections	1	1		
Public fire hydrants				
Total	667	1234	653	317

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

Size	Meters	Services
5/8 x 3/4 - in	1184	xxxxxxxxxxxxxx
3/4 - in	3	
1 - in	30	
1-1/2-in	1	
2 - in	9	
3 - in	2	
4 - in	5	
- in		
- in		
Other		
Total	1234	

**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									
Large water users									
Public authorities									
Irrigation	Information not available on a monthly basis								
Other (specify)									
Total									
Classification of Service	During Current Year						Subtotal	Total	Total Prior Year
	August	September	October	November	December				
Single-family residential									
Commercial and Multi-residential									
Large water users									
Public authorities									
Irrigation	Information not available on a monthly basis								
Other (specify)									
Total								395,025	227,079

<sup>1</sup> 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: Approx 4,936





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