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**CLASS B and C  
WATER UTILITIES**

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

**2002  
ANNUAL REPORT  
OF**

**Nacimiento Water Company**

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

**2890 Saddle Way**

**Bradley, CA**

**93426**

(OFFICIAL MAILING ADDRESS)

ZIP

**TO THE  
PUBLIC UTILITIES COMMISSION  
STATE OF CALIFORNIA  
FOR THE  
YEAR ENDED DECEMBER 31, 2002**

REPORT MUST BE FILED NOT LATER THAN MARCH 31, 2003  
(FILE TWO COPIES IF THREE RECEIVED)

## **INSTRUCTIONS**

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

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

2. Failure to file the report on time may subject a utility to the penalties and sanctions provided by the Public Utilities Code.
3. The Oath, on the last page, must be signed by an officer, partner or owner.
4. The report must be prepared in ink or by the use of a typewriter. Computer generated report forms may be substituted.
5. The report must be filled in, and every question answered. **LEAVE NO SCHEDULE BLANK.** Insert the words "none" or "not applicable" or "n/a" when appropriate.
6. Certain balance sheet and income statement accounts refer to supplemental schedules. The totals of the details in the latter must agree with the balances of the accounts to which they refer.
7. Some schedules provide for a "balance at beginning of year." The amount shown should agree with the "balance at end of year" as shown in the report for the previous year. If there is a difference it should be explained by footnote.
8. When there is insufficient space in a schedule to permit a complete statement of the requested information, insert sheets should be prepared and identified by the number of the schedule to which it refers. Be certain that the inserts are securely attached to the report.
9. This report must cover a calendar year, from January 1 through December 31. Fiscal year reports will not be accepted.

# 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  
2002

NAME OF UTILITY Nacimiento Water Company

PHONE 805-472-2540

PERSON RESPONSIBLE FOR THIS REPORT Tim Bean

(Prepared from Information in the 2002 Annual Report)

	01/01/02	12/31/02	Average
<b>BALANCE SHEET DATA</b>			
1 Intangible Plant	81,024	81,024	81,024
2 Land and Land Rights			
3 Depreciable Plant	2,500,978	2,508,506	2,504,742
4 Gross Plant in Service	2,581,822	2,589,530	2,585,676
5 Less: Accumulated Depreciation	(790,693)	(851,147)	(820,920)
6 Net Water Plant in Service	1,791,129	1,738,383	1,764,756
7 Water Plant Held for Future Use			
8 Construction Work in Progress			
9 Materials and Supplies			
10 Less: Advances for Construction	(2,881)	(2,881)	(2,881)
11 Less: Contribution in Aid of Construction	(1,527,855)	(1,485,029)	(1,506,442)
12 Less: Acc. Deferred Income and Investment Tax Credits	( )	( )	( )
13 Net Plant Investment	260,393	250,473	255,433
<b>CAPITALIZATION</b>			
14 Common Stock	25,000	25,000	25,000
15 Proprietary Capital (Individual or Partnership)			
16 Paid-in Capital	159,200	159,200	159,200
17 Retained Earnings	(91,772)	(79,447)	(85,610)
18 Common Stock and Equity (Lines 14 through 17)	92,428	104,753	98,591
19 Preferred Stock			
20 Long-Term Debt	28,294	16,196	22,245
21 Notes Payable	129,188	114,863	122,026
22 Total Capitalization (Lines 18 through 21)	249,910	235,812	242,861

SELECTED FINANCIAL DATA - CLASS A, B, C AND D WATER COMPANIES  
2002

NAME OF UTILITY Nacimiento Water Company      PHONE 805-472-2540

**INCOME STATEMENT**

	Annual Amount
23 Unmetered Water Revenue	1,531
24 Fire Protection Revenue	<u>27,375</u>
25 Irrigation Revenue	
26 Metered Water Revenue	<u>229,848</u>
27 Total Operating Revenue	<u>258,754</u>
28 <u>Operating Expenses</u>	<u>208,857</u>
29 Depreciation Expense (Composite Rate _____)	<u>17,628</u>
30 Amortization and Property Losses	
31 Property Taxes	<u>1,099</u>
32 Taxes Other Than Income Taxes	<u>8,108</u>
33 Total Operating Revenue Deduction Before Taxes	<u>235,692</u>
34 California Corp. Franchise Tax	<u>1,047</u>
35 Federal Corporate Income Tax	<u>0</u>
36 Total Operating Revenue Deduction After Taxes	<u>236,739</u>
37 Net Operating Income (Loss) - California Water Operations	<u>22,015</u>
38 Other Operating and Nonoper. Income and Exp. - Net (Exclude Interest Expense)	
39 Income Available for Fixed Charges	<u>22,015</u>
40 Interest Expense	<u>9,691</u>
41 Net Income (Loss) Before Dividends	<u>12,325</u>
42 Preferred Stock Dividends	
43 Net Income (Loss) Available for Common Stock	<u>12,325</u>

**OTHER DATA**

44 Refunds of Advances for Construction	<u>93,513</u>
45 Total Payroll Charged to Operating Expenses	<u>9,634</u>
46 Purchased Water	<u>17,200</u>
47 Power	

			Annual Average
<u>Active Service Connections</u>	(Exc. Fire Protect.) <u>73</u>	Jan. 1	Dec. 31
48 Metered Service Connections		<u>557</u>	<u>565</u>
49 Flat Rate Service Connections			<u>561</u>
50 Total Active Service Connections		<u>557</u>	<u>565</u>

**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: N/A

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)**

N/A

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		<b>NON-DEPRECIABLE PLANT</b>					
2	301	Intangible plant					
3	303	Land					
4		Total non-depreciable plant					
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					

**GENERAL INFORMATION**

1 Name under which utility is doing business: Nacimiento Water Company

2 Official mailing address: 2890 Saddle Way  
Bradley, CA ZIP 93426

3 Name and title of person to whom correspondence should be addressed: Tim Bean, V.P. and Gen. Mgr.  
Telephone 805-472-2540

4 Address where accounting records are maintained: Same

5 Service Area: (Refer to district reports if applicable.) Tracts 378, 379,380, & 381 and  
the Cantinas Campground on the north shore of Lake Nacimiento, San Luis Obispo county

6 Service Manager (if located in or near Service Area): (Refer to district reports if applicable.)  
Name: Tim Bean  
Address: 2890 Saddle Way, Bradley, CA 93426 Telephone 805-472-2540

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) Nacimiento Water Company  
Organized under laws of (state) California

Principal Officers:

(Name)	(Title)
<u>Peggy Bean</u>	<u>President</u>
<u>Tim Bean</u>	<u>Vice President and General Manager</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: none  
Date: \_\_\_\_\_  
Date: \_\_\_\_\_  
Date: \_\_\_\_\_  
Date: \_\_\_\_\_

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



**SCHEDULE A  
COMPARATIVE BALANCE SHEETS  
Assets and other Debits**

Line No.	Acct. No.	Title of Account (a)	Schedule Page No. (b)	Balance End-of-Year (c)	Balance Beginning of Year (d)
1		<b>UTILITY PLANT</b>			
2	101	Water plant in service	4	2,589,530	2,581,822
3	103	Water plant held for future use	5		
4	104	Water plant purchased or sold			
5	105	Water plant construction work in progress			
6		Total utility plant		2,589,530	2,581,822
7	106	Accumulated depreciation of water plant	6	(851,147)	(790,693)
8	114	Water plant acquisition adjustments			
9		Total amortization and adjustments		(851,147)	(790,693)
10		Net utility plant		1,738,383	1,791,129
11		<b>INVESTMENTS</b>			
12	121	Non-utility property and other assets	5		
13	122	Accumulated depreciation of non-utility property	6		
14		Net non-utility property			
15	123	Investments in associated companies			
16	124	Other investments			
17		Total investments			
18		<b>CURRENT AND ACCRUED ASSETS</b>			
19	131	Cash		471	8,829
20	132	Special accounts			
21	141	Accounts receivable - customers		2,670	2,177
22	142	Receivables from associated companies			
23	143	Accumulated provision for uncollectible accounts			
24	151	Materials and supplies			
25	174	Other current assets	7		
26		Total current and accrued assets		3,141	11,006
27	180	Deferred charges	8		
28		Total assets and deferred charges		1,741,524	1,802,135

**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	25,000	25,000
3	204	Preferred stock	9		
4	211	Other paid-in capital	9	159,200	159,200
5	215	Retained earnings	10	(79,447)	(91,772)
6		Total corporate capital and retained earnings		104,753	92,428
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	16,196	28,294
13	225	Advances from associated companies	12		
14		<b>CURRENT AND ACCRUED LIABILITIES</b>			
15	231	Accounts payable		14,577	14,472
16	232	Short term notes payable			
17	233	Customer deposits			
18	235	Payables to associated companies	12		
19	236	Accrued taxes		3,779	7,017
20	237	Accrued interest			
21	241	Other current liabilities (shareholder loans)	13	114,863	129,188
22		Total current and accrued liabilities		133,219	150,677
23		<b>DEFERRED CREDITS</b>			
24	252	Advances for construction	13	2,881	2,881
25	253	Other credits	8		
26	255	Accumulated deferred investment tax credits	13		
27	282	Accumulated deferred income taxes - ACRS depreciation	13		
28	283	Accumulated deferred income taxes - other	13		
29		Total deferred credits		2,881	2,881
30		<b>CONTRIBUTIONS IN AID OF CONSTRUCTION</b>			
31	271	Contributions in aid of construction	14	2,141,326	2,141,326
32	272	Accumulated amortization of contributions		(656,297)	(613,471)
33		Net contributions in aid of construction		1,485,029	1,527,855
34		Total liabilities and other credits		1,742,078	1,802,135

**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	2,581,822	7,708			2,589,530
2	103	Water plant held for future use					
3	104	Water plant purchased or sold					
4	105	Construction work in progress - water plant			XXXXXXXXXXXXX		
5	114	Water plant acquisition adjustments			XXXXXXXXXXXXX		
6		Total utility plant	2,581,822	7,708			2,589,530

\* 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	81,024				81,024
3	303	Land					
4		Total non-depreciable plant	81,024				81,024
5		<b>DEPRECIABLE PLANT</b>					
6	304	Structures	313,413				313,413
7	307	Wells	88,989				88,989
8	317	Other water source plant	36,636				36,636
9	311	Pumping equipment	55,001	605			55,606
10	320	Water treatment plant	848,340	4,447			852,787
11	330	Reservoirs, tanks and sandpipes	200,252				200,253
12	331	Water mains	620,892				620,892
13	333	Services and meter installations	159,420				159,420
14	334	Meters	47,057	893			47,950
15	335	Hydrants	36,000				36,000
16	339	Other equipment	29,907				29,907
17	340	Office furniture and equipment	12,710	1,763			14,473
18	341	Transportation equipment	52,179				52,179
19		Total depreciabel plant	2,500,798	7,708			2,508,506
20		Total water plant in service	2,581,822	7,708			2,589,530

\* 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	none			
2				
3				
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)
1	none	
2		
3		
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	790,693		
2	Add: Credits to reserves during year			
3	(a) Charged to Account No. 403 (Footnote 1)	17,628		
4	(b) Charged to Account No 272	42,826		
5	(c) Charged to clearing accounts			
6	(d) Salvage recovered			
7	(e) All other credits (Footnote 2)			
8	Total Credits	60,454		
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			
14	Balance in reserve at end of year	851,147		
15	(1) COMPOSITE DEPRECIATION RATE USED FOR STRAIGHT LINE REMAINING LIFE		%	
16	Straight line 5 - 50 years			
17	(2) EXPLANATION OF ALL OTHER CREDITS:			
18				
19				
20				
21				
22				
23	(3) EXPLANATION OF ALL OTHER DEBITS:			
24				
25				
26				
27				
28				
29	(4) METHOD USED TO COMPUTE INCOME TAX DEPRECIATION			
30	(a) Straight line	[ ]		
31	(b) Liberalized	[ ]		
32	(1) Sum of the years digits	[ ]		
33	(2) Double declining balance	[ ]		
34	(3) Other	[ ]		
35	(c) Both straight line and liberalized	[X]		

**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	Detail by account is not available - See attached				
2	307	Wells	depreciation schedule.				
3	317	Other water source plant					
4	311	Pumping equipment					
5	320	Water treatment plant					
6	330	Reservoirs, tanks and sandpipes	777,026	52,367		829,393	
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	2,478	171		2,649	
13	341	Transportation equipment	11,189	7,916		19,105	
14		Total	790,693	60,454		851,147	

Note: Use of a different depreciation schedule allowed a transfer of \$158 of the undifferentiated reserve to account #340 (as compared to the 2001 Annual Report).

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

Line No.	Item (a)	Amount (b)
1	none	
2		
3		
4		
5		
6		
7		
8		
9		
10		

**SCHEDULE A-5**

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

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

Line No.	Designation of long-term debt (a)	Principal amount of securities to which discount and expense, or premium minus expense, relates (b)	Total discount and expense or net premium (c)	AMORTIZATION PERIOD		Balance beginning of year (f)	Debits during year (g)	Credits during year (h)	Balance end of year (i)
				From -- (d)	To -- (e)				
1	None								
2									
3									
4									
5									
6									
7									
8									
9									
10									
11									
12									
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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 stock	06/25/69		\$1	25,000	25,000	0	0
2								
3								
4								
5								
6							Total	0

**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	Peggy Bean	19,000		
2	Timothy D. Bean	6,000		
3				
4				
5				
6				
7	Total number of shares	25,000	Total number of shares	none

**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	Additional paid in capital	159,200
2		
3		
4	Total	159,200



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

Line No	Item (a)	Amount (b)
1	Balance beginning of year	(91,772)
2	<b>CREDITS</b>	
3	Net income	12,325
4	Prior period adjustments	
5	Other credits (detail)	
6	Total credits	(79,447)
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	
15	Balance end of year	(79,447)

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

N/A

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-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	Note payable		2/14/1997	#####	18,703	0	7.75%			1,766
2	Note payable		#####	#####	25,350	16,196	0%			
3										
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	None				
2					
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	None				
2					
3					
4	Totals				

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

Line No.	Description (a)	Balance End of Year (b)
1	Shareholder loan	112,863
2		
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	2,881
2	Additions during year	xxxxxxxxxxxxxxxx	
3	Subtotal - Beginning balance plus additions during year	xxxxxxxxxxxxxxxx	2,881
4	Charges during year:	xxxxxxxxxxxxxxxx	xxxxxxxxxxxxxxxx
5	Refunds	xxxxxxxxxxxxxxxx	xxxxxxxxxxxxxxxx
6	Percentage of revenue basis		xxxxxxxxxxxxxxxx
7	Proportionate cost basis		xxxxxxxxxxxxxxxx
8	Present worth basis		xxxxxxxxxxxxxxxx
9	Total refunds		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	2,881

**SCHEDULE A-16**  
**Account Nos. 255, 282, and 283 - Deferred Taxes**

N/A

Line No.	Item (a)	Account 255 Investment Tax Credit (b)	Account 282 Income Tax - ACRS Depreciation (c)	Account 283 - Other (d)
1				
2				
3				
4				
5	Totals			

**SCHEDULE A-17**

**Account No. 271 - Contributions in Aid of Construction**

**Instructions for Preparation of Schedule of Contributions in Aid of Construction**

- 1 The credit balance in the account other than that portion of the balance relating to nondepreciable property (column d), to property retired prior to January 1, 1955 (column e), shall be written off through charges to this account and credits to Account No. 106, Accumulated depreciation of water plant, over a period equal to the estimated service life of the property involved. Upon retirement of depreciable property for which a depreciation reserve has been created through charges to this account, the cost thereof shall be credited to the appropriate plant account and concurrently charged to Account No. 106. If the property is retired prior to the service life originally estimated, the balance in this account with respect to the retired property shall be transferred to the depreciation reserve account.
  
- 2 That portion of the balance applicable to nondepreciable property shall remain unchanged until the property is sold or otherwise retired. Upon retirement, the cost of such nondepreciable property acquired by donation or through use of donated funds shall be credited to the appropriate plant account and charged to this account to clear the credit balance carried herein.
  
- 3 That portion of the balance representing donations on property retired prior to January 1, 1955 (column e), and the amount of depreciation accrued to January 1, 1955, on property in service (column f), shall not be transferred from this account or otherwise disposed of without first receiving written authorization from the Commission.

Line No.	Item (a)	Total All Columns (b)	Subject to Amortization		Not Subject to Amortization	
			Property in Service After Dec. 31, 1954		Property Retired Before Jan. 1, 1955 <sup>2</sup>	Depreciation Accrued Through Dec. 31, 1954 on Property in Services at Dec. 31, 1954 <sup>3</sup>
			Depreciable (c)	Non-Depreciable (d)		
1	Balance beginning of year	2,141,326	2,141,326			
2	Add: Credits to account during year					
3	Contributions received during year					
4	Other credits*					
5	Total credits					
6	Deduct: Debits to Account during year					
7	Depreciation charges for year					
8	Nondepreciable donated property retired					
9	Other debits*					
10	Total debits					
11	Balance end of year	2,141,326	2,141,326			

\* Indicate nature of these items and show the accounts affected by the contra entries

**SCHEDULE B  
INCOME STATEMENT**

Line No.	Acct. No.	Account (a)	Schedule Page No. (b)	Amount (c)
1		<b>UTILITY OPERATING INCOME</b>		
2	400	Operating revenues	16	258,754
3		<b>OPERATING REVENUE DEDUCTIONS</b>		
4	401	Operating expenses	17	208,857
5	403	Depreciation expense		17,628
6	407	SDWBA loan amortization expense		
7	408	Taxes other than income taxes		9,207
8	409	State corporate income tax expense	18	1,047
9	410	Federal corporate income tax expense	18	0
10		Total operating revenue deductions		236,739
11		Total utility operating income		22,015
12		<b>OTHER INCOME AND DEDUCTIONS</b>		
13	421	Non-utility income	19	
14	426	Miscellaneous non-utility expense	19	
15	427	Interest expense	19	9,691
16		Total other income and deductions		9,691
17		Net income		12,325

**SCHEDULE B-1**  
**Account No. 400 - Operating Revenues**

Line No.	Acct. No.	Account (a)	Amount Current Year (b)	Amount Preceding Year (c)	Net Change During Year Show Decrease in [Brackets] (d)
1		<b>WATER SERVICE REVENUES</b>			
2	460	Unmetered water revenue			
3		460.1 Single - family residential			
4		460.2 Commercial and multi-residential			
5		460.3 Large water users			
6		460.5 Safe Drinking Water Bond Surcharge			
7		460.9 Other unmetered revenue		*	*
8		Sub-total			
9	462	Fire protection revenue			
10		462.1 Public fire protection		***	***
11		462.2 Private fire protection	27,375	27,375	0
12		Sub-total	27,375	27,375	0
13	465	Irrigation revenue			
14	470	Metered water revenue			
15		470.1 Single-family residential	224,373	213,006	**
16		470.2 Commercial and multi-residential			
17		470.3 Large water users	5,475	**	**
18		470.5 Safe Drinking Water Bond Surcharge			
19		470.9 Other metered revenue			
20		Sub-total	229,848	213,006	16,842
21		Total water service revenues	257,223	240,381	16,842
22	480	Other water revenue	1,531	1,419	112
23		Total operating revenues	258,754	241,800	16,954

Notes:

- \* amounts in account 480 were incorrectly shown in account 460.9 in previous years
- \*\* amounts for account 470.3 were included in account 470.1 in previous years
- \*\*\* amounts in account 462.2 were incorrectly shown in account 462.1 in previous years

**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	9,634	10,420	(786)
4	615	Power	17,200	27,762	(10,562)
5	616	Other volume related expenses	5,264	1,700	3,564
6		Total volume related expenses	32,098	39,882	(7,784)
7		<b>NON-VOLUME RELATED EXPENSES</b>			
8	630	Employee labor	45,181	39,330	5,851
9	640	Materials	13,844	11,348	2,496
10	650	Contract work	6,620	6,824	(204)
11	660	Transportation expenses	10,571	10,555	16
12	664	Other plant maintenance expenses	5,947	3,894	2,053
13		Total non-volume related expenses	82,163	71,951	10,212
14		Total plant operation and maintenance exp.	114,261	111,833	2,428
15		<b>ADMINISTRATIVE AND GENERAL EXPENSES</b>			
16	670	Office salaries	10,784	14,260	(3,476)
17	671	Management salaries	37,547	36,080	1,467
18	674	Employee pensions and benefits	10,202	13,240	(3,038)
19	676	Uncollectible accounts expense			0
20	678	Office services and rentals	900	2,700	(1,800)
21	681	Office supplies and expenses	6,103	3,666	2,437
22	682	Professional services	9,429	1,392	8,037
23	684	Insurance	18,318	7,757	10,561
24	688	Regulatory commission expense	845		845
25	689	General expenses	468	2,053	(1,585)
26		Total administrative and general expenses	94,596	81,148	13,448
27	800	Expenses capitalized			
28		Net administrative and general expense	94,596	81,148	13,448
29		Total operating expenses	208,857	192,981	15,876



**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	1,099	1,099	
2	State corporate franchise tax	1,047	1,047	
3	State unemployment insurance tax	255	255	
4	Other state and local taxes	38	38	
5	Federal unemployment insurance tax	335	335	
6	Federal insurance contributions act	7,480	7,480	
7	Other federal taxes			
8	Federal income taxes			
9				
10				
11	Totals	10,254	10,254	

**SCHEDULE B-4**

**Reconciliation of Reported Net Income for Federal Income Taxes**

- 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.
- 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.
- 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	12,325
2	Reconciling amounts (list first additional income and unallowable deductions,	
3	followed by additional deductions and non-taxable income):	
4	Federal vs. Book depreciation adjustment	(4,836)
5	Accrued interest on shareholder loan at 12/31/01 paid in 2002	(1,061)
6	Accrued interest on shareholder loan at 12/31/02	4,356
7	State FTB tax - prior year	(800)
8	State FTB tax - current year	1,047
9		
10	Federal tax net income	11,031
11	Computation of tax:	
12	N/A: Federal tax net operating loss carry forward	(11,031)
13		
14	Federal taxable income	0
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	None		
2			
3			
4			
5	Total		

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

Line No.	Description (a)	Amount (b)
1	Intrest on long term debt	1,766
2	Intrest on shareholder loan	7,925
3		
4		
5		
6		
7		
8		
9		
10	Total	9,691

**SCHEDULE C-1**  
**Compensation of Individual Proprietor, Partners and Employees Included in Expenses**

Line No.	Acct. No.	Account (a)	Number at End of Year (b)	Salaries Charged to Expense (c)	Salaries Charged to Plant Accounts (d)	Total Salaries and Wages Paid (e)
1	630	Employee Labor	2	45,181		45,181
2	670	Office salaries	0	10,785		10,785
3	671	Management salaries	2	37,547		37,547
4						
5						
6		Total	4	93,513		93,513

**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	None							
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) <span style="float:right">No</span>	
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	N/A	
6	3. Date of original contract or agreement. <span style="float:right">N/A</span>	
7	4. Date of each supplement or agreement. <span style="float:right">N/A</span>	
8	5. Amount of compensation paid during the year for supervision or management . . . . \$	\$37,547
9	6. To whom paid	Peggy Bean \$4,065 Tim Bean \$33,482
10	7. Nature of payment (salary, traveling expenses, etc.). <span style="float:right">Salaries</span>	
11	8. Amounts paid for each class of service.	
12		
13	9. Basis for determination of such amounts <span style="float:right">Monthly salary</span>	
14		
15	10. Distribution of payments: <span style="float:right">Amount</span>	
16	(a) Charged to operating expenses	\$37,547
17	(b) Charged to capital amounts	\$
18	(c) Charged to other account	\$
19	Total	\$37,547
20	11. Distribution of charges to operating expenses by primary accounts	
21	Number and Title of Account	Amount
22	671 Management salaries	\$37,547
23		\$
24		\$
25	Total	\$37,547
26	12. What relationship, if any, exists between respondent and supervisory and/or managing concerns? <span style="float:right">N/A</span>	
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	<sup>1</sup> Depth to Water			
6	#1	Lake bottom	1		100 ft.	250 gpm	(see purchased	
7	#2	Lake bottom	1		100 ft.	200 gpm	water,	
8	#3	Lake bottom	1		100 ft.	300 gpm	below)	
9								
10								
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 Monterey County Water Resources Agency							
17	Annual Quantities purchased					(Unit chosen) 1		
18	106.09					acre-feet		
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	1	617,000 gallons	
7	Earth			
8	Wood			
9	C. Tanks			
10	Wood			
11	Metal			
12	Concrete	1	85,000 gallons	
13	Totals		702,000 gallons	

**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)									200
13	Concrete									
14	Copper									
15	Riveted steel									
16	Standard screw									
17	Screw or welded casing									
18	Cement - asbestos						760		19810	12680
19	Welded steel					400	1000			
20	Wood									
21	Other (specify)									
22	Totals					400	1760		19810	12880

**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								
24	Cast iron (cement lined)								200
25	Concrete								
26	Copper								
27	Riveted steel								
28	Standard screw								
29	Screw or welded casing								
30	Cement - asbestos	8460		6220					47930
31	Welded steel								1400
32	Wood								
33	Other (specify)								
34	Totals	8460		6220					49530

**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	551	559		
Commercial and Multi-residential				
Large water users	2	3		
Public authorities				
Irrigation				
Other (specify) Sewer plant	1	1		
Comunnity landscaping, etc.	2	2		
Subtotal				
Private fire connections			73	73
Public fire hydrants				
Total	556	565		

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

Size	Meters	Services
5/8 x 3/4 - in	118	xxxxxxxxxxxx
3/4 - in	443	
1 - in	1	
1-1/2 - in	3	
- in		
- in		
- in		
- in		
Other		
Hydrants		73
Total	565	73

**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 . . .	0
2. Used, before repair . . . . .	6
3. Used, after repair . . . . .	3
4. Found fast, requiring billing adjustment . . . . .	0
B. Number of Meters in Service Since Last Test	
1. Ten years or less . . . . .	approx. 250
2. More than 10, but less than 15 years . . . . .	approx. 200
3. More than 15 years . . . . .	approx. 120

**SCHEDULE D-7  
Water delivered to Metered Customers by Months and Years in \_\_\_\_\_ CCF (Unit Chosen):**

Classification of Service	During Current Year							Subtotal	
	January	February	March	April	May	June	July		
Single-family residential			8300			5316		13616	
Commercial and Multi-residential									
Large water users			266			348		614	
Public authorities									
Irrigation									
Other (specify)									
Comunnity landscaping, etc.			25			3		28	
Total			8591			5667		14258	
Classification of Service	During Current Year						Subtotal	Total	Total Prior Year
	August	September	October	November	December				
Single-family residential		12213			19280	31493	45109	43331*	
Commercial and Multi-residential									
Large water users		628			675	1303	1917		
Public authorities									
Irrigation									
Other (specify)									
Comunnity landscaping, etc.		18			87	105	105		
Total		12859			20042	32901	47159	43331	

<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 \_\_\_\_\_ 560 residences

Notes: \* Not broken into various classifications in previous years



12/31/02

2002 BOOK DEPRECIATION SCHEDULE

PAGE 1

CLIENT 1122100

NACIMIENTO WATER COMPANY

94-1936776

3/13/03

01:19PM

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS. PCT.	QTR BONUS	SPECIAL DEPR ALLOW	PRIOR 1/97 BONUS/SP DEPR	PRIOR DEC BAL DEPR	SALVAG /BASIS REDUCT	DEPR BASIS	PRIOR DEPR	METHOD	LIFE	RATE	CURRENT DEPR
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FORM 1120

AUTO / TRANSPORT EQUIPMENT

35	1998 CHEVY	12/14/97		25,197							25,197	10,290	S/L	10		2,520
41	UTILITY TRUCK	11/14/01		26,982							26,982	899	S/L	5		5,396
TOTAL AUTO / TRANSPORT EQUIP				52,179		0	0	0	0	0	52,179	11,189				7,916

FURNITURE AND FIXTURES

9	OFFICE EQUIP	7/01/87		462							462	462	S/L	10		0
18	COPIER	10/25/91		638							638	638	S/L	7		0
25	PHONE/FAX	5/18/93		524							524	524	S/L	7		0
26	ELECTRONICS/SCANNER	3/22/94		544							544	448	S/L	10		54
30	HP 560C PRINTER & MAC SOF	1/16/95		541							541	374	S/L	10		54
39	COPIER	8/07/95		268							268	32	S/L	20		13
53	COMPUTER	10/30/02		905							905		S/L	5		30
54	2 DESKS	10/30/02		858							858		S/L	7		29
TOTAL FURNITURE AND FIXTURE				4,740		0	0	0	0	0	4,740	2,478				171

IMPROVEMENTS

4	WATER PLANT	7/01/83		141,107							141,107	52,867	S/L	50		2,822
5	WATER PLANT	7/01/84		43,475							43,475	15,040	S/L	50		870
6	WATER PLANT	7/01/85		4,084							4,084	1,254	S/L	50		82
7	WATER PLANT	7/01/86		66,154							66,154	19,723	S/L	50		1,323
8	WATER PLANT	7/01/87		2,362							2,362	680	S/L	50		47
10	WATER PLANT	7/01/88		17,842							17,842	4,641	S/L	50		357



12/31/02

2002 BOOK DEPRECIATION SCHEDULE

PAGE 2

CLIENT 1122100

NACIMIENTO WATER COMPANY

3/13/03

94-1936776

01:19PM

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST / BASIS	BUS. PCT.	CUR. 179 BONUS	SPECIAL DEPR. ALLOW.	PRIOR 179/ DEC. DEFER.	PRIOR DEC. BAL / DEFER.	SALVAGE / BASIS	DEPR. BASIS	PRIOR DEPR.	METHOD	LIFE	RATE	CURRENT DEPR.
13	WATER PLANT	7/01/89		37,937							37,937	23,143	S/L	20		1,897
37	TANK ROOF	8/17/98		11,080							11,080	740	S/L	50		222
42	TANK ROOF	6/01/01		5,032							5,032	59	S/L	50		101
51	IMPROVEMENTS - DRYING BED	11/19/02		2,576							2,576		S/L	30		7
TOTAL IMPROVEMENTS				331,649		0	0	0	0	0	331,649	112,147				7,728
MACHINERY AND EQUIPMENT																
1	EQUIPMENT	7/01/72		13,780							13,780	13,780	S/L	5		0
2	EQUIPMENT	7/01/73		2,974							2,974	2,974	S/L	5		0
3	EQUIPMENT	7/01/74		459							459	459	S/L	5		0
11	15 HP PUMP	1/31/89		2,867							2,867	2,867	S/L	7		0
12	10 HP PUMP	12/31/89		2,425							2,425	2,425	S/L	7		0
14	NEW METERS	7/01/89		1,569							1,569	936	S/L	20		78
15	METERS	12/31/90		2,531							2,531	1,397	S/L	20		127
16	NEW PUMPS	9/28/90		4,244							4,244	3,874	S/L	20		212
17	METERS	2/03/91		709							709	382	S/L	20		35
19	SENSU METER	12/26/92		750							750	342	S/L	20		38
20	FILTER SAND	4/08/92		414							414	205	S/L	20		21
21	LORRES OZONE SPECTROMETER	12/26/92		5,795							5,795	5,215	S/L	10		580
22	QUESTAR H.T. RADIO	4/23/92		873							873	873	S/L	7		0
23	POOD PUMPS/FILTER PUMP	11/17/93		626							626	253	S/L	20		31
24	SENSUS TECHNOLOGY 12 METE	2/08/93		752							752	338	S/L	20		38
27	7 SHP PUMP WELL #3	1/15/95		948							948	329	S/L	20		47
28	FILTER SAND REPLACEMENT	2/14/95		93							93	34	S/L	20		5
29	MAXION HANDHELD RADIO	8/11/95		380							380	244	S/L	10		38
31	METERS-6-3/4"	6/17/96		414							414	115	S/L	20		21

12/31/02

2002 BOOK DEPRECIATION SCHEDULE

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CLIENT 1122100

NACIMIENTO WATER COMPANY

94-1936776

3/13/03

01:19PM

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST / BASIS	BUS. PCT.	CUR 179 BONUS	SPECIAL DEPR. ALLOW.	PRIOR 179 / SP. DEPR.	PRIOR DEC. BAL. DEPR.	SALVAGE / BASIS	DEPR. BASIS	PRIOR DEPR.	METHOD	LIFE	RATE	CURRENT DEPR.
32	METERS-18-3/4"	11/11/96		1,278							1,278	331	S/L	20		64
33	FILTER SAND (1992)	12/12/96		3,776							3,776	1,832	S/L	20		189
34	NEW PUMPS WELLS 1,2,3(92)	12/12/96		2,135							2,135	2,135	S/L	7		0
36	PUMPING	3/14/97		3,603							3,603	3,603	S/L	7		0
38	18 3/4 METERS	4/28/98		1,435							1,435	264	S/L	20		72
40	RADIO EQUIPMENT	8/11/00		1,435							1,435	204	S/L	10		144
49	PUMPING EQUIPMENT	10/03/02		605							605		S/L	20		8
50	2100N TURBIDIMETER	8/05/02		1,871							1,871		S/L	20		39
52	METERS	5/31/02		893							893		S/L	20		25
TOTAL MACHINERY AND EQUIPME				59,634		0	0	0	0	0	59,634	45,411				1,813
MISCELLANEOUS																
43	CIAC - WATER PLANT	1/01/72		680,447							680,447	391,697	S/L	50		13,609
44	CIAC - WATER PLANT	1/01/73		74,321							74,321	42,542	S/L	50		1,486
45	CIAC - WATER PLANT	1/01/74		216,520							216,520	119,075	S/L	50		4,330
46	CIAC - WATER PLANT	2/01/99		878,892							878,892	51,269	S/L	50		17,578
47	CIAC - WATER PLANT	6/01/00		280,606							280,606	8,886	S/L	50		5,612
48	CIAC - WATER PLANT	12/31/01		10,540							10,540		S/L	50		211
TOTAL MISCELLANEOUS				2,141,326		0	0	0	0	0	2,141,326	613,469				42,826
TOTAL DEPRECIATION				2,589,528		0	0	0	0	0	2,589,528	790,694				60,454
GRAND TOTAL DEPRECIATION				2,589,528		0	0	0	0	0	2,589,528	790,694				60,454