

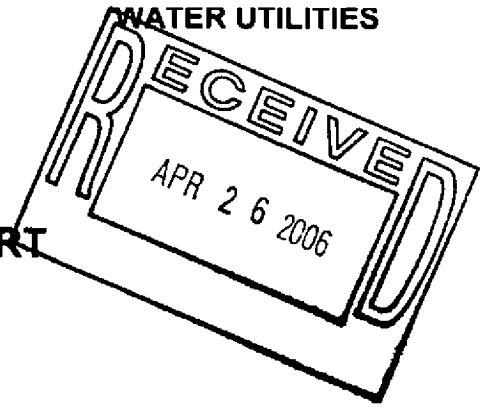
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Received \_\_\_\_\_  
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**CLASS B and C  
WATER UTILITIES**

U# 38W

**2005  
ANNUAL REPORT  
OF**



**NORTH GUALALA WATER COMPANY**

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

\_\_\_\_\_  
P O Box 1000, Gualala CA 95445-1000  
(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)**

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

NAME OF UTILITY North Gualala Water Company PHONE 707-884-3579

PERSON RESPONSIBLE FOR THIS REPORT Jana Wareham  
(Prepared from Information in the 2005 Annual Report)

	1/1/05	12/31/05	Average
<b>BALANCE SHEET DATA</b>			
1 Intangible Plant	541	541	541
2 Land and Land Rights	232,357	232,357	232,357
3 Depreciable Plant	6,956,815	6,974,806	6,965,811
4     Gross Plant in Service	7,189,713	7,207,704	7,198,709
5 Less: Accumulated Depreciation	2,253,560	2,488,913	2,371,236
6     Net Water Plant in Service	4,936,153	4,718,791	4,827,472
7 Water Plant Held for Future Use	-	-	-
8 Construction Work in Progress	-	-	-
9 Materials and Supplies	8,768	9,005	8,887
10 Less: Advances for Construction	-	-	-
11 Less: Contribution in Aid of Construction	(1,060,908)	(1,075,359)	(1,068,133)
12 Less: Accumulated Deferred Income & Investment Tax Credits	-	-	-
13     Net Plant Investment	<u>3,884,014</u>	<u>3,652,438</u>	<u>3,768,226</u>
<b>CAPITALIZATION</b>			
14 Common Stock	500	500	500
15 Proprietary Capital (Individual or Partnership)	-	-	-
16 Paid-in Capital	-	-	-
17 Retained Earnings	935,773	879,930	907,852
18     Common Stock and Equity (Lines 14 through 17)	936,273	880,430	908,352
19 Preferred Stock	-	-	-
20 Long-Term Debt	4,025,428	3,937,606	3,981,517
21 Notes Payable	45,000	-	22,500
22     Total Capitalization (Lines 18 through 21)	<u>5,006,701</u>	<u>4,818,037</u>	<u>4,912,369</u>

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

NAME OF UTILITY North Gualala Water Company    PHONE 707-884-3579

**INCOME STATEMENT**

	Annual Amount
23 Unmetered Water Revenue	0
24 Fire Protection Revenue	0
25 Irrigation Revenue	0
26 Metered Water Revenue	700,824
27 Total Operating Revenue	700,824
28 <u>Operating Expenses</u>	386,764
29 Depreciation Expense (Composite Rate 2.4%)	52,634
30 Amortization and Property Losses	155,249
31 Property Taxes	41,292
32 Taxes Other Than Income Taxes	15,655
33 Total Operating Revenue Deduction Before Taxes	651,595
34 California Corp. Franchise Tax	880
35 Federal Corporate Income Tax	-
36 Total Operating Revenue Deduction After Taxes	652,475
37 Net Operating Income (Loss) - California Water Operations	48,350
38 Other Operating and Nonoper. Income and Exp. - Net (Exclude Interest Expense)	15,632
39 Income Available for Fixed Charges	63,981
40 Interest Expense	119,824
41 Net Income (Loss) Before Dividends	(55,843)
42 Preferred Stock Dividends	0
43 Net Income (Loss) Available for Common Stock	(55,843)

**OTHER DATA**

44 Refunds of Advances for Construction	-
45 Total Payroll Charged to Operating Expenses	172,873
46 Purchased Water	-
47 Power	60,140.56

		Jan. 1	Dec. 31	Annual Average
<u>Active Service Connections</u>	(Exc. Fire Protect.) _____			
48 Metered Service Connections		998	1016	1007
49 Flat Rate Service Connections		0	0	0
50 Total Active Service Connections		998	1016	1007



**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: West America Bank  
 Address: Box 348, Gualala, CA 95445-0348  
 Phone Number: 707-884-3551  
 Date Hired: 8/1/1996

2. Former Fiscal Agent:

Name: N/A  
 Address:  
 Phone Number:  
 Date Hired:

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

\$ 205,930.57

4. Summary of the trust bank account activities showing:

Balance at beginning of year	<u>\$ 359,261.61</u>
Deposits during the year	<u>205,834.85</u>
Withdrawals made for loan payments	<u>206,762.56</u>
Other withdrawals from this account	<u>20.00</u>
Balance at end of year	<u>\$ 358,313.90</u>

5. Account information:

Bank Name: West America Bank  
 Account Number: 204-09789-3  
 Date Opened: 8/19/1996

**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		<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	65,178.31				65,178.31
7	307	Wells	18,228.41				18,228.41
8	317	Other water source plant	235,151.40				235,151.40
9	311	Pumping equipment	56,020.14				56,020.14
10	320	Water treatment plant	610,578.67				610,578.67
11	330	Reservoirs, tanks and sandpipes	885,218.89				885,218.89
12	331	Water mains	2,572,145.18				2,572,145.18
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	4,442,521.00	-	-	-	4,442,521.00
20		Total water plant in service	4,442,521.00	-	-	-	4,442,521.00

## GENERAL INFORMATION

- 1 Name under which utility is doing business: \_\_\_\_\_  
**North Gualala Water Company**
- 2 Official mailing address: **P O Box 1000**  
**Gualala, CA** ZIP **95445-1000**
- 3 Name and title of person to whom correspondence should be addressed:  
**John H. Bower, President/ Owner** Telephone: **707-884-3579**
- 4 Address where accounting records are maintained: **38958 Cypress Way, Gualala, CA 95445**

5 Service Area: (Refer to district reports if applicable.)  
**Gualala River north 6 1/2 miles**

6 Service Manager (if located in or near Service Area): (Refer to district reports if applicable.)  
Name: \_\_\_\_\_  
Address: \_\_\_\_\_ Telephone: \_\_\_\_\_

- 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) <b>North Gualala Water Company</b> |
- Organized under laws of (state) **California**

Principal Officers:

(Name) <b>John H. Bower</b>	(Title) <b>President</b>
(Name) <b>David D. Bower</b>	(Title) <b>VP/Treasury</b>
(Name) <b>Michael Bower</b>	(Title) <b>Secretary</b>
(Name) _____	(Title) _____

8 Names of associated companies:  
\_\_\_\_\_  
\_\_\_\_\_

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: _____
_____	Date: _____
_____	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:  
**John H. Bower, T3, Lic # 2690**  
**Joel L. Rogers, T2, Lic # 18240**  
**Matthew Shuey, T2, Lic # 25058**  
\_\_\_\_\_  
\_\_\_\_\_

**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	A-1	7,207,703.91	7,189,713.10
3	103	Water plant held for future use	A-1 & A-1b		
4	104	Water plant purchased or sold	A-1		
5	105	Water plant construction work in progress	A-1	-	-
6		Total utility plant		7,207,703.91	7,189,713.10
7	106	Accumulated depreciation of water plant	A-3	2,488,912.56	2,253,559.99
8	114	Water plant acquisition adjustments	A-1		
9		Total amortization and adjustments		2,488,912.56	2,253,559.99
10		Net utility plant		4,718,791.35	4,936,153.11
11		<b>INVESTMENTS</b>			
12	121	Non-utility property and other assets			
13	122	Accumulated depreciation of non-utility property	A-3		
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		114,421.46	75,667.79
20	132	Special accounts		358,313.90	359,261.61
21	141	Accounts receivable - customers		48,871.86	49,737.94
22	142	Receivables from associated companies			
23	143	Accumulated provision for uncollectible accounts			
24	151	Materials and supplies		9,005.23	8,768.23
25	174	Other current assets		(1,011.30)	(2,190.00)
26		Total current and accrued assets		529,601.15	491,245.57
27	180	Deferred charges	A-5	680,903.74	756,304.31
28		Total assets and deferred charges		5,929,296.24	6,183,702.99



**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	A-6	500.00	500.00
3	204	Preferred stock	A-6		
4	211	Other paid-in capital	A-8		
5	215	Retained earnings	A-9	879,930.29	935,773.07
6		Total corporate capital and retained earnings		880,430.29	936,273.07
7		<b>PROPRIETARY CAPITAL</b>			
8	218	Proprietary capital	A-10		
9	218.1	Proprietary drawings			
10		Total proprietary capital		-	-
11		<b>LONG TERM DEBT</b>			
12	224	Long term debt	A-11	3,937,606.23	4,025,427.95
13	225	Advances from associated companies	A-12		
14		<b>CURRENT AND ACCRUED LIABILITIES</b>			
15	231	Accounts payable		29,007.34	70,500.03
16	232	Short term notes payable		-	45,000.00
17	233	Customer deposits		6,335.00	5,370.00
18	235	Payables to associated companies	A-13		
19	236	Accrued taxes			
20	237	Accrued interest		39,672.04	40,224.42
21	241	Other current liabilities	A-14	-	-
22		Total current and accrued liabilities		75,014.38	161,094.45
23		<b>DEFERRED CREDITS</b>			
24	252	Advances for construction	A-15	-	-
25	253	Other credits			
26	255	Accumulated deferred investment tax credits	A-16		
27	282	Accumulated deferred income taxes - ACRS depreciation	A-16		
28	283	Accumulated deferred income taxes - other	A-16		
29		Total deferred credits		-	-
30		<b>CONTRIBUTIONS IN AID OF CONSTRUCTION</b>			
31	271	Contributions in aid of construction	A-17	1,473,935.54	1,424,849.54
32	272	Accumulated amortization of contributions		398,576.80	363,942.02
33		Net contributions in aid of construction		1,075,358.74	1,060,907.52
34		Total liabilities and other credits		5,968,409.64	6,183,702.99

**SCHEDULE A-1  
UTILITY PLANT**

Line No.	Acct No.	Title of Account (a)	Balance Beg of Year (b)	Plant Additions During year (c)	Plant Retirements During year (d)	Other Debits* or (Credits) (e)	Balance End of year (f)
1	101	Water plant in service	7,189,713.10	17,990.81	-	-	7,207,703.91
2	103	Water plant held for future use	-				-
3	104	Water plant purchased or sold	-				-
4	105	Construction work in progress - water plant		0	xxxxxxxxxxxx		-
5	114	Water plant acquisition adjustments	-		xxxxxxxxxxxx		-
6		Total utility plant	7,189,713.10	17,990.81	-	-	7,207,703.91

\* 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)	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	540.67				540.67
3	303	Land	232,357.24				232,357.24
4		Total non-depreciable plant	232,897.91	-	-	-	232,897.91
5		<b>DEPRECIABLE PLANT</b>					
6	304	Structures	214,902.86				214,902.86
7	307	Wells	109,620.44				109,620.44
8	317	Other water source plant	247,991.38				247,991.38
9	311	Pumping equipment	208,276.14				208,276.14
10	320	Water treatment plant	742,260.15				742,260.15
11	330	Reservoirs, tanks and sandpipes	1,154,363.10				1,154,363.10
12	331	Water mains	3,983,281.68				3,983,281.68
13	333	Services and meter installations	58,041.23	5,556.88			63,598.11
14	334	Meters	60,780.99	7,094.50			67,875.49
15	335	Hydrants	32,817.72				32,817.72
16	339	Other equipment	100,910.40	5,339.43			106,249.83
17	340	Office furniture and equipment	43,569.10				43,569.10
18	341	Transportation equipment					-
19		Total depreciable plant	6,956,815.19	17,990.81	-	-	6,974,806.00
20		Total water plant in service	7,189,713.10	17,990.81	-	-	7,207,703.91

\* 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	N/A			
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		
2		
3		
4	N/A	
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	1,396,275.90	857,284.09	
2	Add: Credits to reserves during year			
3	(a) Charged to Account No. 403 (Footnote 1)	52,633.76	148,084.03	
4	(b) Charged to Account No 272	34,634.78		
5	(c) Charged to clearing accounts			
6	(d) Salvage recovered			
7	(e) All other credits (Footnote 2)			
8	Total Credits	87,268.54	148,084.03	
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	1,483,544.44	1,005,368.12	
15	(1) COMPOSITE DEPRECIATION RATE USED FOR STRAIGHT LINE REMAINING LIFE			2.4%
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		[ X ]	
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		[ ]	

**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	34,805.11	3,480.17			38,285.28
2	307	Wells	31,872.78	2,175.65			34,048.43
3	317	Other water source plant	4,147.81	308.16			4,455.97
4	311	Pumping equipment	60,438.68	3,289.44			63,728.12
5	320	Water treatment plant	68,103.24	3,160.35			71,263.59
6	330	Reservoirs, tanks and sandpipes	162,769.38	4,231.00			167,000.38
7	331	Water mains	575,384.91	29,000.07			604,384.98
8	333	Services and meter installations	7,309.44	1,526.36			8,835.80
9	334	Meters	37,982.70	1,079.29			39,061.99
10	335	Hydrants	10,958.54	787.62			11,746.16
11	339	Other equipment	25,199.19	2,550.00			27,749.19
12	340	Office furniture and equipment	13,362.10	1,045.65			14,407.75
13	341	Transportation equipment					-
14		Total	1,032,333.88	52,633.76	-	-	1,084,967.64

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

Line No.	Item (a)	Amount (b)
1	Prepaid State Tax	-
2	Prepaid Federal Tax	
3	Contra Clearing	(1,011.30)
4		
5		
6		
7		
8		
9		
10		(1,011.30)

**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.

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	Catastrophic Memo Account	64,433.02	65,056.96			(623.94)			(623.94)
2	Source of Supply Memo Act	323,274.67				184,564.63		68,235.21	116,329.42
3	Contingency Plan	355,611.56				355,611.56			355,611.56
4	SDWBA Administration Fee	222,126.05				216,752.06		7,165.36	209,586.70
5									
6									
7									
8									
9									
10									
11									
12	<b>TOTAL</b>	965,445.30				756,304.31		75,400.57	680,903.74
13									
14									
15									
16									
17									
18									
19									
20									
21									
22									
23									
24									
25									
26									
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								
2	0							
3	N/A							
4								
5								
6							Total	

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

Line No.	COMMON STOCK		PREFERRED STOCK	
	Name (a)	Number of Shares (b)	Name (c)	Number of Shares (d)
1	John H. Bower	490	N/A	
2	Michael Bower	5		
3	David Bower	5		
4				
5				
6				
7	Total number of shares	500	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		
2	N/A	
3		
4	Total	

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

Line No	Item (a)	Amount (b)
1	Balance beginning of year	935,773.07
2	<b>CREDITS</b>	
3	Net income	
4	Prior period adjustments	
5	Other credits (detail)	
6	Total credits	-
7		
8	<b>DEBITS</b>	
9	Net losses	(55,842.78)
10	Prior period adjustments	
11	Dividend appropriations - preferred stock	
12	Dividend appropriations - common stock	
13	Other debits (detail)	
14	Total debits	(55,842.78)
15	Balance end of year	879,930.29

**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>	<b>N/A</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	SDWBA-Water Resources		8/26/1996	35 yrs	4442521.00	3937606.23	2.973%	158,060.50		118,388.46
2										
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	N/A				
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	N/A				
2					
3					
4	Totals				

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

Line No.	Description (a)	Balance End of Year (b)
1	N/A	
2		
3		
4		
5	ats	0.00

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

Line No.	(a)	(b)	Amount (c)
1	Balance beginning of year	XXXXXXXXXXXXXXXXXX	0.00
2	Additions during year	XXXXXXXXXXXXXXXXXX	
3	Subtotal - Beginning balance plus additions during year	XXXXXXXXXXXXXXXXXX	0.00
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	0.00	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	0.00	XXXXXXXXXXXXXXXXXX
14	Securities Exchanged for Contracts (Enter detail below)		XXXXXXXXXXXXXXXXXX
15	Subtotal - charges during year	0.00	
16	Balance end of year	XXXXXXXXXXXXXXXXXX	0.00

**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				
2				
3	N/A			
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 (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	1060907.52	1030087.52	30820.00		
2	Add: Credits to account during year	0.00				
3	Contributions received during year	49086.00	49086.00			
4	Other credits*	0.00				
5	Total credits	49086.00	49086.00	0.00		
6	Deduct: Debits to Account during year					
7	Depreciation charges for year	34634.78	34634.78			
8	Nondepreciable donated property retired	0				
9	Other debits*	0				
10	Total debits	34634.78	34634.78	0.00		
11	Balance end of year	1075358.74	1044538.74	30820.00		

\* 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 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			
12		Sub-total			
13	465	Irrigation revenue			
14	470	Metered water revenue			
15		470.1 Single-family residential	355,223.30	372,177.86	(16,954.56)
16		470.2 Commercial and multi-residential	139,670.37	143,845.03	(4,174.66)
17		470.3 Large water users	-	-	-
18		470.5 Safe Drinking Water Bond Surcharge	205,930.57	198,800.38	7,130.19
19		470.9 Other metered revenue	-	-	-
20		Sub-total	700,824.24	714,823.27	(13,999.03)
21		Total water service revenues	700,824.24	714,823.27	(13,999.03)
22	480	Other water revenue	13,960.14	13,078.12	882.02
23		Total operating revenues	714,784.38	727,901.39	(13,117.01)

**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			-
4	615	Power	60,140.56	65,037.24	(4,896.68)
5	616	Other volume related expenses	1,895.96	1,733.48	162.48
6		Total volume related expenses	62,036.52	66,770.72	(4,734.20)
7		<b>NON-VOLUME RELATED EXPENSES</b>			
8	630	Employee labor	78,524.46	78,883.71	(359.25)
9	640	Materials	5,526.59	8,736.04	(3,209.45)
10	650	Contract work	20,187.03	15,689.79	4,497.24
11	660	Transportation expenses	21,567.61	21,797.50	(229.89)
12	664	Other plant maintenance expenses			-
13		Total non-volume related expenses	125,805.69	125,107.04	698.65
14		Total plant operation and maintenance exp.	187,842.21	191,877.76	(4,035.55)
15		<b>ADMINISTRATIVE AND GENERAL EXPENSES</b>			
16	670	Office salaries	46,517.67	46,231.06	286.61
17	671	Management salaries	51,157.50	49,676.00	1,481.50
18	674	Employee pensions and benefits	40,334.85	61,578.61	(21,243.76)
19	676	Uncollectible accounts expense	444.56	311.88	132.68
20	678	Office services and rentals	6,000.00	6,000.00	-
21	681	Office supplies and expenses	29,460.19	21,904.62	7,555.57
22	682	Professional services	10,486.09	29,145.81	(18,659.72)
23	684	Insurance	9,703.09	45,275.99	(35,572.90)
24	688	Regulatory commission expense	6,613.07	7,212.40	(599.33)
25	689	General expenses	3,362.00	3,661.00	(299.00)
26		Total administrative and general expenses	204,079.02	270,997.37	(66,918.35)
27	800	Expenses capitalized	(5,156.88)	(8,117.49)	2,960.61
28		Net administrative and general expense	198,922.14	262,879.88	(63,957.74)
29		Total operating expenses	386,764.35	454,757.64	(67,993.29)

**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	41,292.41	41,292.41	
2	State corporate franchise tax	880.00	880.00	
3	State unemployment insurance tax	1,827.41	1,827.41	
4	Other state and local taxes	-		
5	Federal unemployment insurance tax	331.84	331.84	
6	Federal insurance contributions act	13,495.49	13,495.49	
7	Other federal taxes	-		
8	Federal income taxes	-		
9				
10				
11	Totals	57,827.15	57,827.15	

**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	(55,842.78)
2	Reconciling amounts (list first additional income and unallowable deductions,	
3	followed by additional deductions and non-taxable income):	
4		
5		
6		
7	Additional Deduction Depreciation	
8		
9		
10	Federal tax net income	
11	Computation of tax:	34%
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	Interest on Savings	284.24	
2	Interest on SDWBA Repayment Account	1,387.23	
3			
4			
5	Total	1,671.47	-

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

Line No.	Description (a)	Amount (b)
1	SDWBA	118,388.46
2	Note Payable	1,435.52
3		
4		
5		
6		
7		
8		
9		
10	Total	119,823.98

**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	8	75,758.60	2,765.86	78,524.46
2	670	Office salaries	2	46,517.67		46,517.67
3	671	Management salaries	1	50,596.75	560.75	51,157.50
4						
5						
6		Total	11	172,873.02	3,326.61	176,199.63

**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			N/A					
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)		
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 . . . . \$		N/A
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:		Amount
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	Integrated	Fish Rock		1					
2	Integrated	Big Gulch		1					
3	Integrated	Robinson		1					
4									
5									
WELLS						Pumping Capacity gpm (unit)	Annual Quantities Pumped ..... (Unit) 2	Remarks	
Line No.	At Plant (Name or Number)	Location	Number	Dimensions	1 Depth to Water				
6	#3-No. Fork	Gualala	1	8"	23' 3"		400		
7	#4-No. Fork	Gualala	1	8"	14' 3"		850		
8	#5-No. Fork	Gualala	1	8"	13'		700		
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	N/A								
14									
15									
Purchased Water for Resale									
16	Purchased from	N/A							
17	Annual Quantities purchased	(Unit chosen) 1							
18									
19									
<p>* 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.</p>									

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

Line No.	Type	Number	Combined Capacity (Gallons)	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	1	26000	
11	Metal	12	1099280	
12	Concrete	34	225000	
13	Totals	47	1350280	

**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		N/A						
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		N/A						
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)						251		18	1011
13	Concrete									
14	Copper									
15	Riveted steel									
16	Standard screw			250			1797		271	
17	Screw or welded casing		40						210	
18	Cement - asbestos					1610	45732		10251	9920
19	Welded steel						2840		350	450
20	Wood									
21	Other (specify) PVC		295	3600		2175	5274		16642	29576
22	Totals	0	335	3850	0	3785	55894	0	27742	40957

**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		20						20
24	Cast iron (cement lined)	45	295						1620
25	Concrete								0
26	Copper								0
27	Riveted steel								0
28	Standard screw								2318
29	Screw or welded casing		122						372
30	Cement - asbestos		199						67712
31	Welded steel								3640
32	Wood								0
33	Other (specify) PVC		22158						79720
34	Totals	45	22794	0	0	0	0	0	155402

**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	875	892		
Commercial and Multi-residential	123	124		
Large water users				
Public authorities				
Irrigation				
Other (specify)				
Subtotal	998	1016	0	0
Private fire connections				
Public fire hydrants			98	98
Total	998	1016	98	98

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

Size	Meters	Services
5/8 x 3/4 - in	992	xxxxxxxxxxxx
3/4 - in	7	
1 - in	10	
1 1/2 - in	5	
2 - in	2	
- in		
- in		
- in		
Other		
Total	1016	

**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 . . . . .	30
3. Used, after repair . . . . .	0
4. Found fast, requiring billing adjustment . . . . .	0
B. Number of Meters in Service Since Last Test	
1. Ten years or less . . . . .	340
2. More than 10, but less than 15 years . . . . .	137
3. More than 15 years . . . . .	539

**SCHEDULE D-7  
Water delivered to Metered Customers by Months and Years in Hundred Cubic Feet (Unit Chosen):**

Classification of Service	During Current Year							
	January	February	March	April	May	June	July	Subtotal
Single-family residential	3486	3857	3306	3460	4175	5169	5913	29366
Commercial and Multi-residential	1335	1477	1217	1300	1587	1800	2264	10980
Large water users								
Public authorities								
Irrigation								
Other (specify)								
Total	4821	5334	4523	4760	5762	6969	8177	40346
Classification of Service	During Current Year						Total	
	August	September	October	November	December	Subtotal	Total	Prior Year
Single-family residential	6712	5775	5095	4586	3201	25369	54735	61013
Commercial and Multi-residential	2603	2154	1816	1743	1111	9427	20407	25011
Large water users								
Public authorities								
Irrigation								
Other (specify)								
Total	9315	7929	6911	6329	4312	34796	75142	86024

<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           0          

Total population served           3556



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