

Received _____

Examined _____

CLASS D
WATER UTILITIES

U# _____

2000
ANNUAL REPORT
OF

Point Arena Water Works, Inc.

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

P.O.B ox 205, Point Arena, CA 95468

(OFFICIAL MAILING ADDRESS)

ZIP

TO THE
PUBLIC UTILITIES COMMISSION
STATE OF CALIFORNIA
FOR THE
YEAR ENDED DECEMBER 31, 2000

REPORT MUST BE FILED NOT LATER THAN MARCH 31, 2001
(FILE TWO COPIES IF THREE RECEIVED)

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.

**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: _____ Not Applicable _____
Address: _____
Phone Number: _____
Date Hired: _____

2. Former Fiscal Agent:

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: _____

6. Plant amounts included in Schedule A-1 a, Account No. 101--Water Plant in Service
 which were funded using SDWBA funds: Not Applicable

Line No.	Acct. No.	Title of Account (a)	Balance Beginning of Year (b)	Plant Additions During Year (c)	Plant Retirements During Year (d)	Other Debits* or (Credits) (e)	Balance End of Year (f)
1		NON-DEPRECIABLE PLANT					
2	301	Intangible plant					
3	303	Land					
4		Total non-depreciable plant					
5		DEPRECIABLE PLANT					
6	304	Structures					
7	307	Wells					
8	317	Other water source plant					
9	311	Pumping equipment					
10	320	Water treatment plant					
11	330	Reservoirs, tanks and sandpipes					
12	331	Water mains					
13	333	Services and meter installations					
14	334	Meters					
15	335	Hydrants					
16	339	Other equipment					
17	340	Office furniture and equipment					
18	341	Transportation equipment					
19		Total depreciable plant					
20		Total water plant in service					

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

2000

NAME OF UTILITY Point Arena Water Works, INC. PHONE (707)882-2323

PERSON RESPONSIBLE FOR THIS REPORT Ernest Handelin
(Prepared from Information in the 2000 Annual Report)

	1/1/00	12/31/00	Average
BALANCE SHEET DATA			
1 Intangible Plant	<u>13007</u>	<u>13007</u>	<u>13007</u>
2 Land and Land Rights			
3 Depreciable Plant	<u>1271197</u>	<u>1312166</u>	<u>1,291,688</u>
4 Gross Plant in Service	<u>1,284,204</u>	<u>1,325,173</u>	<u>1,304,688</u>
5 Less: Accumulated Depreciation	<u>304,998</u>	<u>331,092</u>	<u>318,045</u>
6 Net Water Plant in Service	<u>979,206</u>	<u>994,085</u>	<u>986,643</u>
7 Water Plant Held for Future Use	<u>22,260</u>	<u>3,106</u>	<u>12,683</u>
8 Construction Work in Progress	<u>2,894</u>	<u>0</u>	<u>1,447</u>
9 Materials and Supplies			
10 Less: Advances for Construction	<u>()</u>	<u>()</u>	<u>()</u>
11 Less: Contribution in Aid of Construction	<u>()</u>	<u>()</u>	<u>()</u>
12 Less: Accumulated Deferred Income and Investment Tax Credits	<u>()</u>	<u>()</u>	<u>()</u>
13 Net Plant Investment	<u>1,004,360</u>	<u>997,191</u>	<u>1,000,773</u>
CAPITALIZATION			
14 Common Stock	<u>120,000</u>	<u>120,000</u>	<u>120,000</u>
15 Proprietary Capital (Individual or Partnership)			
16 Paid-in Capital	<u>48,865</u>	<u>48,865</u>	<u>48,865</u>
17 Retained Earnings	<u>(74,362)</u>	<u>(165,268)</u>	<u>(119,815)</u>
18 Common Stock and Equity (Lines 14 through 17)	<u>94,503</u>	<u>3,597</u>	<u>49,050</u>
19 Preferred Stock			
20 Long-Term Debt	<u>86,508</u>	<u>113,632</u>	<u>100,070</u>
21 Notes Payable			
22 Total Capitalization (Lines 18 through 21)	<u>181,011</u>	<u>117,229</u>	<u>149,120</u>

(Revised 2/01)

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

2000

Inc

NAME OF UTILITY Point Arena Water Works, PHONE (707) 882-2323

INCOME STATEMENT		Annual Amount
23	Unmetered Water Revenue	_____
24	Fire Protection Revenue	_____
25	Irrigation Revenue	_____
26	Metered Water Revenue	_____
27	Total Operating Revenue	<u>97,667</u>
28	<u>Operating Expenses</u>	<u>97,667</u>
29	Depreciation Expense (Composite Rate <u>2%</u>)	<u>142,418</u>
30	Amortization and Property Losses	<u>26,094</u>
31	Property Taxes	_____
32	Taxes Other Than Income Taxes	<u>2,887</u>
33	Total Operating Revenue Deduction Before Taxes	<u>6,293</u>
34	California Corp. Franchise Tax	<u>177,692</u>
35	Federal Corporate Income Tax	<u>800</u>
36	Total Operating Revenue Deduction After Taxes	_____
37	Net Operating Income (Loss) - California Water Operations	<u>178,492</u>
38	Other Operating and Nonoper. Income and Exp. - Net (Exclude Interest Expense)	<u>(80,825)</u>
39	Income Available for Fixed Charges	<u>831</u>
40	Interest Expense	<u>(79,994)</u>
41	Net Income (Loss) Before Dividends	<u>4,169</u>
42	Preferred Stock Dividends	<u>(84,163)</u>
43	Net Income (Loss) Available for Common Stock	<u>(84,163)</u>

OTHER DATA		
44	Refunds of Advances for Construction	
45	Total Payroll Charged to Operating Expenses	<u>47,530</u>
46	Purchased Water	<u>4,800</u>
47	Power	<u>15,579</u>

<u>Active Service Connections</u>	(Exc. Fire Protect.) _____	Jan. 1	Dec. 31	Annual Average
48	Metered Service Connections	<u>179</u>	<u>185</u>	<u>182</u>
49	Flat Rate Service Connections			
50	Total Active Service Connections	<u>179</u>	<u>185</u>	<u>182</u>

CLASS D WATER UTILITIES

(HAVING LESS THAN 500 SERVICE CONNECTIONS)

Point Arena Water Works, Inc.

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

P. O. Box 205, Point Arena, CA 95468

(Official mailing address)

City of Point Arena and Vicinity

(Service area-town and county)

GENERAL INFORMATION

**RETURN ORIGINAL
TO COMMISSION
NO PHOTOCOPIES**

- 1 If a corporation show:
 - (A) Date of organization 2/2/84 incorporated in the State of California
 - (B) Names, titles and addresses of principal officers:

- 2 If unincorporated give the name and address of owner or of each partner:

- 3 Name and telephone number of:
 - (A) One person listed above to receive correspondence:
 - (B) Person responsible for operations and services: Wm. G. Hay, Jr., President
(707)882-2323 or (707)882-2054

- 4 Were any contracts or agreements in effect with any organization or person covering service, supervision and/or management of your business affairs during the year? (Yes or No) NO
If so, what was the nature and the amount of each payment made under the agreement, to whom were payments made, and to what account was each payment charged?

- 5 State the names of associated companies or persons which, directly or indirectly, or through one or more intermediaries, control, or are controlled by, or are under common control with respondent: N/A

PUBLIC HEALTH STATUS

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

Yes	No	Latest Date
<input type="checkbox"/>	<input checked="" type="checkbox"/>	12-1998
<input checked="" type="checkbox"/>	<input type="checkbox"/>	12/2000
<input checked="" type="checkbox"/>	<input type="checkbox"/>	9/1955
<input type="checkbox"/>	<input type="checkbox"/>	
<input type="checkbox"/>	<input type="checkbox"/>	

SPECIAL INSTRUCTIONS (see following page)

SPECIAL INSTRUCTIONS

- 1 Beginning of year balances must agree with end of year balances shown in report for previous year. Attach a supplementary statement to explain any differences.
- 2 Attach a supplementary statement to explain adjustments in Schedule B - Water Plant in Service.
- 3 Complete all schedules, using the words "None" or "Not applicable" if appropriate.
- 4 Report must be prepared legibly in ink or by typewriter.

SCHEDULE A - BALANCE SHEET (DECEMBER 31, 20__)

Line	Acct.	Assets	Balance	Acct.	Equity and Liabilities	Balance
1	101	Water plant in service	1,325,173	201	Common Stock (Corporations only)	120,000
2	103	Water plant held for future use	3,106	211	Other paid-in capital (Corporations only)	48,865
3	104	Water plant purchased or sold		215	Retained earnings	<165,268>
4	105	Water plant construction work in progress		218	Proprietary capital	
5	108	Accumulated depreciation of water plant	(331,092)	224	Long term debt	113,632
6	114	Water plant acquisition adjustments			Current Liabilities	110,469
7	124	Other investments		252	Advances for construction	31,187
8	131	Cash	6,354	253	Other deferred credits	
9	141	Accounts receivable - customers	17,535	255	Accumulated deferred investment tax credits	
10	142	Receivables from associated companies		282	Accumulated deferred income taxes - Acrs	
11	151	Materials and supplies			depreciation	
12	174	Other current assets		283	Accumulated deferred income taxes - other	
13	180	Deferred charges	2,670	271	Contributions in aid of construction	764,861
14				272	Accumulated amortization of contributions	
15		Total Assets	1,023,746		Total Equity and Liabilities	1,023,746

SCHEDULE B - WATER PLANT IN SERVICE

Line	Acct	Title of Account	Balance Beg of Year	Plt Additions During year	Plt Retirements During year	Other Debits or (Credits)	Balance End of year
16	301	Intangible plant	13,007				13,007
17	303	Land					
18	304	Structures	83,604	15,358			98,962
19	307	Wells	45,543				45,543
20	317	Other water source plant	20,990				20,990
21	311	Pumping equipment	182,768	20,394			203,162
22	320	Water treatment plant	18,367				18,367
23	330	Reservoirs tanks and sandpipes	62,232	4,754			66,986
24	331	Water mains	741,254				741,254
25	333	Services and meter installations	18,063				18,063
26	334	Meters	14,364	463			14,827
27	335	Hydrants	52,376				52,376
28	339	Other equipment	17,711				17,711
29	340	Office furniture and equipment	6,328				6,328
30	341	Transportation equipment	7,597				7,597
31		Total water plant in service	1,284,204	40,969			1,325,173

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

SCHEDULE C - RESERVE FOR DEPRECIATION OF UTILITY PLANT

Line	Item	Account 106 Water Plant	Account 106.1 SDWBA Loans	
32	Balance in reserves at beginning of year	304,998		A. Method used to compute depreciation
33	Add: Credits to reserves during year			expense (Acct. 403) and rate. 2% S/L
34	(a) Charged to Account No. 403	26,094		
35	(b) Charged to Account No. 272			
36	(c) Charged to clearing accounts			B. Amount of depreciation expense claimed
37	(d) Salvage recovered			or to be claimed on utility property in
38	(e) All other credits			your federal income tax return for the year.
39	Total credits	331,092		covered by this report \$
40	Deduct: Debits to reserves during year			
41	(a) Book cost of property retired			
42	(b) Cost of removal			C. State method used to compute tax
43	(c) All other debits			depreciation. SL & DDB
44	Total debits			
45	Balance in reserve at end of year	331,092		
46	(1) Explanation of all other credits			
47	(2) Explanation of all other debits			

SCHEDULE D - CAPITAL STOCK OUTSTANDING (DECEMBER 31, 2000)

Line	Common - (Shares 12,000, \$10 par)	120,000	List persons owning more than 5% of outstanding stock and number of shares owned by each: Wm. G. Hay, Jr. & Karen J. Hay - 100%
1	Common - (Shares 12,000, \$10 par)	120,000	
2	Preferred - (Shares, \$ par)		
3	Dividends - Common Rate - \$		
4	- Preferred Rate - \$		

SCHEDULE E - LONG TERM DEBT

	Class	Date of Issue	Date of Maturity	Principal Amount Authorized	Outstanding Per Balance Sheet	Rate of Interest	Interest Accrued During Year	Interest Paid During Year
5	SBA Loan	1978	2008	171,000	62,198	3%		2,660
6	C.I.T. Lease Pur	12/20/99	12/20/04	16,700	13,976	9.75%		1,509
7	Bed Rock, Inc. Chase	11/21/00	1/10/09	37,458	37,458	9.5%		-
8	Totals			225,158	113,632			4,169

SCHEDULE F - INCOME STATEMENT

9	Operating revenues	xxxxxxxxxx
10	460 Unmetered water revenue	
11	462 Fire protection revenue	
12	465 Irrigation revenue	
13	470 Metered water revenue	97,667
14	480 Other water revenue	
15	Total Operating Revenue	97,667
16	Operating revenue deductions	xxxxxxxxxx
17	Operating expenses	xxxxxxxxxx
18	610 Purchased water	4,800
19	615 Power	15,579
20	618 Other volume related expenses	459
21	630 Employee labor	5,071
22	640 Materials	12,982
23	650 Contract work	16,335
24	660 Transportation expenses	6,860
25	664 Other plant maintenance expense	
26	670 Office salaries	19,364
27	671 Management salaries	23,095
28	674 Employee pensions and benefits	
29	676 Uncollectible accounts expense	
30	678 Office services and rentals	7,290
31	681 Office supplies and expense	3,695
32	682 Professional services	19,999
33	684 Insurance	4,645
34	688 Regulatory commission expense	1,362
35	689 General expenses	882
36	Total Operating Expenses	142,418
37	403 Depreciation expense	26,094
38	407 SDWBA loan amortization expense	
39	408 Taxes other than income taxes	9,180
40	409 State corporate income tax expense	800
41	410 Federal corporate income tax expense	
42	Total Operating Revenue Deductions	178,492
43	Utility Operating Income	<80,825
44	421 Non-utility income	921
45	426 Miscellaneous non-utility expense	90
46	427 Interest expense	4,169
47	Net Income	<84,163

SCHEDULE G - SOURCES OF SUPPLY AND WATER DEVELOPED WELLS

Location	No.	Diam. Inch	Depth to water feet	Pumping capacity (g.p.m.)	Annual quantities pumped
Garcia River	01	24	18	37	1
Garcia River	02	12	10	110	1,767,600
Whiskey Shoals	01	18	45	5	17,275
Whiskey Shoals	02	8	103	3	

OTHER

Streams or springs location of diversion point	Flow in (Unit)		Diversions		Annual quantities diverted (Unit)
	Priority right	Claim	Capacity	Max	
N/A					
Purchased water (unit)					Annual quantity
Supplier:					

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

Classification of service	Max. mo.	Min. mo.	Total for year
	Mo. of Sep	Mo. of Mar	
Residential & business	177,200	102,315	1,479,691
Industrial	16,100	9400	134,257
Public authorities			
Irrigation			
Other (specify)			
Total	177,200	102,315	1,613,948

SCHEDULE I - EMPLOYEES AND THEIR COMPENSATION

Line	Acct	Account	Number at end of year	Salaries Charged to Expense	Salaries Charged to Plant Accounts	Total Salaries and Wages Paid
48	630	Employee Labor	1	5,071		5,071
49	670	Office salaries	2	19,364		19,364
50	671	Management salaries	1	23,095		23,095
51		Total				

SCHEDULE J - ADVANCES FOR CONSTRUCTION

Balance beginning of year	31,187
Additions during year	
Subtotal - Beginning balance plus additions during year	
Refunds	
Transfers to Acct. 271 - Contributions in Aid of Construction	
Balance end of year	31,187

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

Size	Meters	Services
3/4 x 3/4-in		
3/4-in	165	
1-in	10	
2-in	4	4
6-in	2	
Total	181	4

SCHEDULE L - METER-TESTING DATA

Number of meters tested during year		
1 Used, before repair		12
2 Used, after repair		12
3 Fast, requiring refund		0
Numbers of meters in service requiring test per General Order No. 103		

SCHEDULE M - SERVICE CONNECTIONS AT END OF YEAR

Classification	Active			Inactive			Total connections	
	Metered	Flat	Total	Metered	Flat	Total	Metered	Flat
Residences	96		96	4		4		
Multi-Family	25		25					
Industrial	2		2					
Other (specify)								
Commercial	58		58					
Subtotal								
Fire protection (Hydrants)								
Total	181		181	4		4		

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

SCHEDULE N - STORAGE FACILITIES

SCHEDULE O - FOOTAGES OF PIPE (EXCLUDING SERVICE PIPES)

Description	No.	Combined capacity in gallons	Description	2" and under					Totals
				2 1/4 to 3 1/4	4"	6"	8"	12"	
Concrete	1	285,000	Cast Iron	-					
Earth			Welded steel	-			300		300
Wood	3	272,000	Standard screw	550					550
Steel			Cement-asbestos		600	5,700	7,500	500	14,300
Other			Plastic	1,400	760	600	14,450	10,100	32,010
			Other (specify)				14,700		
Total	4	557,000	Total	1,950	1,360	6,300	21,550	10,100	47,160

DECLARATION

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

I, the undersigned (officer, partner or owner) of Point Arena Water Works, Inc. (Name of utility), under penalty of perjury do declare that this report has been prepared by me, or under my direction, from the books, papers and records of the respondent; that I have carefully examined the same, and declare the same to be a complete and correct statement of the business and affairs of the above-named respondent and the operations of its property for the period

From and including Jan. 1, 2000 to and including Dec. 31, 2000

William G. Bay
Signed

Title President

Date 8-1-01