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Received \_\_\_\_\_  
 Examined \_\_\_\_\_

CLASS D  
 WATER UTILITIES

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



2004  
 ANNUAL REPORT  
 OF

\_\_\_\_\_  
 PONDEROSA SKY RANCH WATER SYSTEM  
 C/O JOHN W. RICHARDSON, RECIVER

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

\_\_\_\_\_  
 2941 PARK AVENUE, SUITE H  
 P. O. BOX 168

\_\_\_\_\_  
 SOQUEL, CA 95073

(OFFICIAL MAILING ADDRESS)

ZIP

TO THE  
 PUBLIC UTILITIES COMMISSION  
 STATE OF CALIFORNIA  
 FOR THE  
 YEAR ENDED DECEMBER 31, 2004

REPORT MUST BE FILED NOT LATER THAN MARCH 31, 2005  
 (FILE TWO COPIES IF THREE RECEIVED)

## INSTRUCTIONS

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

**CALIFORNIA PUBLIC UTILITIES COMMISSION  
WATER DIVISION  
ATTN: SEANEEN M WILSON  
505 VAN NESS AVENUE, ROOM 3105  
SAN FRANCISCO, CALIFORNIA 94102-3298**

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



Account Number	Operating Revenue	
470	Metered	30,506
460	Unmetered	
465	Irrigation	
462-480	Private Fire Protection	
	<b>Total Revenue</b>	<b>30,506</b>
	<b>Operating Expenses</b>	
610	Purchased Water	0
615	Purchased Power	10,863
	Pump Taxes	0
	Purchased Chemicals	162
618	Other Vol. Related exp.	0
630	Employee Labor	10,400
640	Materials	2,930
650	Contract Work	0
	Water Testing	1,711
660	Transportation Expense	4,665
664	Other Plant Maintenance	0
670	Office Salaries	3,002
671	Management Salaries	10,000
674	Employee Pensions and Benefits	0
676	Uncollectables	0
678	Office Service and Rentals	1,800
681	Office Supplies and Expense	465
682	Professional Services	1,894
684	Insurance	0
688	Regulatory Expense	0
689	General Expense	638
	<b>Subtotal</b>	<b>48,530</b>
403	Depreciation Expense	194
	Ad Valorem Taxes	0
	Payroll taxes	0
408	Taxes other than income	0
409	State Income Tax	0
410	Federal Income Tax	0
	<b>Total Deductions</b>	<b>194</b>
	<b>Net Revenue (Loss)</b>	<b>(18,218)</b>
	<b>Rate Base</b>	

	Average Plant	6,475
	Average Depreciation Reserve	(97)
	Net Plant	6,378
	Less: Advances	0
	Less: Contributions	0
	Plus: Construction Work in Progress	0
	Plus: Working Cash	12,132
	Plus: Material & Supplies	0
	<b>Rate Base</b>	<b>18,510</b>
	<b>ROR=Net Rev/Rate Base</b>	<b>-98.4%</b>

# CLASS D WATER UTILITIES

(HAVING LESS THAN 500 SERVICE CONNECTIONS)

PONDEROSA SKY RANCH WATER SYSTEM  
C/O JOHN W. RICHARDSON, RECEIVER

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

2941 PARK AVENUE, SUITE H  
(Official mailing address)

SOQUEL, CA 95073  
(Service area-town and county)

## GENERAL INFORMATION

**RETURN ORIGINAL  
TO COMMISSION  
NO PHOTOCOPIES**

- 1 If a corporation show:  
(A) Date of organization \_\_\_\_\_ incorporated in the State of \_\_\_\_\_  
(B) Names, titles and addresses of principal officers:
  
- 2 If unincorporated give the name and address of owner or of each partner:  
JOHN W. RICHARDSON, RECEIVER, 2941 PARK AVE, SUITE H SOQUEL, CA 95073
  
- 3 Name and telephone number of:  
(A) One person listed above to receive correspondence: JOHN W. RICHARDSON, RECEIVER  
(B) Person responsible for operations and services: JOHN W. RICHARDSON, RECEIVER (831) 475-2404
  
- 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) YES, JOHN RICHARDSON, RECEIVER  
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:  
JOHN W. RICHARDSON, RECEIVER

### 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.
- 11 List Name, Grade, and License Number of all Licensed Operators:  
Timothy R. Taylor, Grade D-1, license No. 29108

Yes	No	Latest Date
<input type="checkbox"/>	<input checked="" type="checkbox"/>	
<input checked="" type="checkbox"/>	<input type="checkbox"/>	Dec-04
<input type="checkbox"/>	<input type="checkbox"/>	
<input type="checkbox"/>	<input type="checkbox"/>	
<input type="checkbox"/>	<input type="checkbox"/>	

**Note:** This annual report includes only information for year 2004. No historical financial information was obtained to record prior year assets and liabilities, except for a cash balance of \$2,411 as of December 31, 2003.

## 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.

SELECTED FINANCIAL DATA - CLASS A, B, C AND D WATER COMPANIES  
2004

NAME OF UTILITY Ponderosa Sky Ranch Water System

PHONE (831) 475-2404

PERSON RESPONSIBLE FOR THIS REPORT John W. Richardson, Receiver

(Prepared from Information in the 2004 Annual Report)

<b>BALANCE SHEET DATA</b>		<b>1/1/2004</b>	<b>12/31/2004</b>	<b>Average</b>
1	Intangible Plant	0	0	0
2	Land and Land Rights	0	0	0
3	Depreciable Plant	0	12,949	6,475
4	Gross Plant in Service	0	12,949	6,475
5	Less: Accumulated Depreciation	0	194	97
6	Net Water Plant in Service	0	12,755	6,378
7	Water Plant Held for Future Use			
8	Construction Work in Progress			
9	Materials and Supplies			
10	Less: Advances for Construction		( )	( )
11	Less: Contribution in Aid of Construction	( )	( )	( )
12	Less: Accumulated Deferred Income and Investment Tax Credits	( )	( )	( )
13	Net Plant Investment	0	12,755	6,378
 <b>CAPITALIZATION</b>				
14	Common Stock			
15	Proprietary Capital (Individual or Partnership)	0	(5,807)	(2,904)
16	Paid-in Capital			
17	Retained Earnings			
18	Common Stock and Equity (Lines 14 through 17)	0	(5,807)	(2,904)
19	Preferred Stock			
20	Long-Term Debt			
21	Notes Payable			
22	Total Capitalization (Lines 18 through 21)		(5,807)	(2,904)

(Revised 2/01)



SELECTED FINANCIAL DATA - CLASS A, B, C AND D WATER COMPANIES  
2004  
(continued)

NAME OF UTILITY Ponderosa Sky Ranch Water System PHONE (831) 475-2404

	Annual Amount
<b>INCOME STATEMENT</b>	
23 Unmetered Water Revenue	_____
24 Fire Protection Revenue	_____
25 Irrigation Revenue	_____
26 Metered Water Revenue	_____
27 Total Operating Revenue	<u>30,506</u>
28 <u>Operating Expenses</u>	<u>30,506</u>
29 Depreciation Expense (Composite Rate 3%)	<u>48,530</u>
30 Amortization and Property Losses	<u>194</u>
31 Property Taxes	<u>0</u>
32 Taxes Other Than Income Taxes	<u>0</u>
33 Total Operating Revenue Deduction Before Taxes	<u>0</u>
34 California Corp. Franchise Tax	<u>48,724</u>
35 Federal Corporate Income Tax	<u>0</u>
36 Total Operating Revenue Deduction After Taxes	<u>0</u>
37 Net Operating Income (Loss) - California Water Operations	<u>48,724</u>
38 Other Operating and Nonoper. Income and Exp. - Net (Exclude Interest Expense)	<u>(18,218)</u>
39 Income Available for Fixed Charges	<u>0</u>
40 Interest Expense	<u>(18,218)</u>
41 Net Income (Loss) Before Dividends	<u>0</u>
42 Preferred Stock Dividends	<u>(18,218)</u>
43 Net Income (Loss) Available for Common Stock	<u>0</u>
	<u>(18,218)</u>
<b>OTHER DATA</b>	
44 Refunds of Advances for Construction	<u>0</u>
45 Total Payroll Charged to Operating Expenses	<u>23,402</u>
46 Purchased Water	<u>0</u>
47 Power	<u>10,863</u>

<u>Active Service Connections</u>	(Exc. Fire Protect.)	Jan. 1	Dec. 31	Annual Average
48 Metered Service Connections		62	77	70
49 Flat Rate Service Connections		_____	_____	_____
50 Total Active Service Connections		<u>62</u>	<u>77</u>	<u>70</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:

Name: \_\_\_\_\_  
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:

\$ \_\_\_\_\_ N/A

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, Account No. 101--Water Plant in Service which were funded using SDWBA funds:

Line No.	Acct. No.	Title of Account (a)	Balance Beginning of Year (b)	Plant Additions During Year (c)	Plant Retirements During Year (d)	Other Debits* or (Credits) (e)	Balance End of Year (f)
1		NON-DEPRECIABLE PLANT					
2	301	Intangible plant					
3	303	Land					
4		Total non-depreciable plant					
5		DEPRECIABLE PLANT					
6	304	Structures					
7	307	Wells					
8	317	Other water source plant			N/A		
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					

**SCHEDULE A - BALANCE SHEET (DECEMBER 31, 2004)**

Line	Acct.	Assets	Balance	Acct.	Equity and Liabilities	Balance
1	101	Water plant in service	12,949	201	Common Stock (Corporations only)	
2	103	Water plant held for future use		211	Other paid-in capital (Corporations only)	
3	104	Water plant purchased or sold		215	Retained earnings	
4	105	Water plant construction work in progress		218	Proprietary capital	-5,807
5	108	Accumulated depreciation of water plant	(194)	224	Long term debt	
6	114	Water plant acquisition adjustments			Current Liabilities	27,382
7	124	Other investments		252	Advances for construction	
8	131	Cash	2,010	253	Other deferred credits	
9	141	Accounts receivable - customers	4,230	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	2,580	271	Contributions in aid of construction	
14				272	Accumulated amortization of contributions	
15		<b>Total Assets</b>	<b>21,575</b>		<b>Total Equity and Liabilities</b>	<b>21,575</b>

**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					
17	303	Land					
18	304	Structures					
19	307	Wells					
20	317	Other water source plant					
21	311	Pumping equipment	0	12,949			12,949
22	320	Water treatment plant					
23	330	Reservoirs tanks and sandpipes					
24	331	Water mains					
25	333	Services and meter installations					
26	334	Meters					
27	335	Hydrants					
28	339	Other equipment					
29	340	Office furniture and equipment					
30	341	Transportation equipment					
31		<b>Total water plant in service</b>	<b>0</b>	<b>12,949</b>			<b>12,949</b>

\* 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	0		A. Method used to compute depreciation
33	Add: Credits to reserves during year			expense (Acct. 403) and rate.
34	(a) Charged to Account No. 403	194		SL, 3%
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	194		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.
44	Total debits	0		
45	Balance in reserve at end of year	194		
46	(1) Explanation of all other credits			
47	(2) Explanation of all other debits			

Line

**SCHEDULE D - CAPITAL STOCK OUTSTANDING (DECEMBER 31, 2004)**

1	Common - (Shares , \$ par)		List persons owning more than 5% of outstanding stock and number of shares owned by each:
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								
6								
7								
8	Totals							

**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	30,506
14	480 Other water revenue	
15	Total Operating Revenue	30,506
16	Operating revenue deductions	xxxxxxxxxx
17	Operating expenses	xxxxxxxxxx
18	610 Purchased water	
19	615 Power	10,863
20	618 Other volume related expenses	162
21	630 Employee labor	10,400
22	640 Materials	2,930
23	650 Contract work	1,711
24	660 Transportation expenses	4,665
25	664 Other plant maintenance expense	0
26	670 Office salaries	3,002
27	671 Management salaries	10,000
28	674 Employee pensions and benefits	0
29	676 Uncollectible accounts expense	0
30	678 Office services and rentals	1,800
31	681 Office supplies and expense	465
32	682 Professional services	1,894
33	684 Insurance	0
34	688 Regulatory commission expense	0
35	689 General expenses	638
36	Total Operating Expenses	48,530
37	403 Depreciation expense	194
38	407 SDWBA loan amortization expense	0
39	408 Taxes other than income taxes	0
40	409 State corporate income tax expense	0
41	410 Federal corporate income tax expense	0
42	Total Operating Revenue Deductions	48,724
43	Utility Operating Income	
44	421 Non-utility income	(18,218)
45	426 Miscellaneous non-utility expense	0
46	427 Interest expense	0
47	Net Income (Loss)	(18,218)

**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
Well No. 1	1	6"	10'	140	

**OTHER**

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

**SCHEDULE H - OPTIONAL WATER DELIVERED TO METERED CUSTOMERS**

(If figures are available) (specify unit)

Classification of service	Max. mo. Mo. of	Min. mo. Mo. of	Total for year
Residential & business			15,770 Ccf
Industrial			
Public authorities			
Irrigation			
Other (specify)			
Total			15,770 Ccf

**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	10,400		10,400
49	670	Office salaries	1	3,002		3,002
50	671	Management salaries	1	10,000		10,000
51		Total	3	23,402		23,402

**SCHEDULE J - ADVANCES FOR CONSTRUCTION**

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

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

Size	Meters	Services
5/8 x 3/4-in		
3/4-in	77	77
1-in		
-in		
-in		
Total	77	77

**SCHEDULE L - METER-TESTING DATA**

Number of meters tested during year	
1	Used, before repair... _____
2	Used, after repair ..... _____
3	Fast, requiring refund .. _____
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	77		77				77	
Industrial								
Other (specify)								
Subtotal	77		77				77	
Fire protection (Hydrants)								
Total	77		77				77	

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	Footage				Totals
				2" and under	2 1/4 to 3 1/4	4"	Other sizes (specify)	
Concrete			Cast Iron					
Earth			Welded steel					
Wood			Standard screw					
Steel			Cement-asbestos					
Other			Plastic					
			Other (specify)					
Total			Total					

**DECLARATION**

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

I, the undersigned (officer, partner or owner) of Ponderosa Sky Ranch Water system (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 January 1, 2004, to and including December 31, 2004.

  
 Signed \_\_\_\_\_  
 Title RECEIVER  
 Date 10.7.05