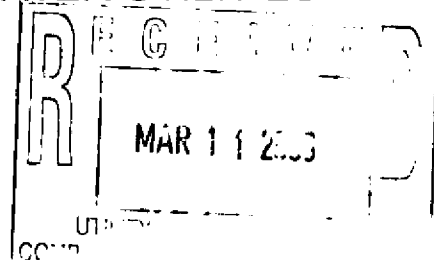


34

Received _____
Examined _____

CLASS B and C
WATER UTILITIES



U# _____

2007
ANNUAL REPORT
OF

ROGINA WATER COMPANY, INC.

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

P.O. BOX 310

TALMAGE, CA 95481

(OFFICIAL MAILING ADDRESS)

ZIP

TO THE
PUBLIC UTILITIES COMMISSION
STATE OF CALIFORNIA
FOR THE
YEAR ENDED DECEMBER 31, 2007

REPORT MUST BE FILED NOT LATER THAN MARCH 31, 2008
(FILE TWO COPIES IF THREE RECEIVED)

CROOK, SAWYER & ASSOCIATES

Certified Public Accountants

A Professional Corporation

BRUCE D. CROOK, JR., CPA
JULIE K. SAWYER, CPA

Members
American Institute of Certified Public Accountants
California Society of Certified Public Accountants

532 SOUTH SCHOOL STREET
UKIAH, CALIFORNIA 95482
Phone 707.462.8688 FAX 707.462.7184

ACCOUNTANTS' COMPILATION REPORT

Rogina Water Company, Inc.
Talmage, California

We have compiled the annual report of Rogina Water Company, Inc. to the Public Utilities Commission State of California for the year ended December 31, 2007 and its supporting schedules in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

Our compilation was limited to presenting, in the form prescribed by the Public Utilities Commission, information that is the representation of management. We have not audited or reviewed the accompanying report or supporting schedules and, accordingly, do not express an opinion or any other form of assurance on them.

The financial statements and the supporting schedules are presented in accordance with the requirements of the Public Utilities Commission, which differ from generally accepted accounting principles. Accordingly, this financial statement and the supplementary information are not designed for those who are not informed about such differences.

February 23, 2007

Crook, Sawyer & Associates CPAs

Crook, Sawyer & Associates
Certified Public Accountants
A Professional Corporation

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: KAYODE KAJOPAIYE
505 VAN NESS AVENUE, ROOM 3105
SAN FRANCISCO, CALIFORNIA 94102-3298**

kok@cpuc.ca.gov

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 calander 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.

NAME OF UTILITY ROGINA WATER COMPANY, INC. PHONE 707 462-4056 PERSON RESPONSIBLE FOR THIS REPORT DANIEL ROGINA

(Prepared from Information in the 2007 Annual Report)

	01/01/07	12/31/07	Average
BALANCE SHEET DATA			
1 Intangible Plant	950	950	950
2 Land and Land Rights	13,369	13,369	13,369
3 Depreciable Plant	1,619,177	1,653,264	1,636,221
4 Gross Plant in Service	1,633,496	1,667,583	1,650,540
5 Less: Accumulated Depreciation	(787,132)	(822,117)	(804,625)
6 Net Water Plant in Service	846,364	845,466	845,915
7 Water Plant Held for Future Use			
8 Construction Work in Progress			
9 Materials and Supplies	9,500		9,500
10 Less: Advances for Construction	(89,864)	(69,094)	(79,479)
11 Less: Contribution in Aid of Construction	(267,359)	(262,130)	(264,745)
12 Less: Accumulated Deferred Income and Investment Tax Credits		()	()
13 Net Plant Investment	498,641	514,242	506,442
 CAPITALIZATION			
14 Common Stock	156,000	156,000	156,000
15 Proprietary Capital (Individual or Partnership)			
16 Paid-in Capital	(66,446)	(66,446)	(66,446)
17 Retained Earnings	351,453	396,591	374,022
18 Common Stock and Equity (Lines 14 through 17)	441,007	486,145	463,576
19 Preferred Stock			
20 Long-Term Debt			
21 Notes Payable			
22 Total Capitalization (Lines 18 through 21)	441,007	486,145	463,576

NAME OF UTILITY ROGINA WATER COMPANY, I PHONE 707 462-4056

INCOME STATEMENT		Annual Amount
23	Unmetered Water Revenue	3,576
24	Fire Protection Revenue	612
25	Irrigation Revenue	14,268
26	Metered Water Revenue	533,007
27	Total Operating Revenue	551,463
28	<u>Operating Expenses</u>	<u>(446,584)</u>
29	Depreciation Expense (Composite Rate 2.10%)	(29,757)
30	Amortization and Property Losses	
31	Property Taxes	(1,792)
32	Taxes Other Than Income Taxes	(10,713)
33	Total Operating Revenue Deduction Before Taxes	<u>(488,846)</u>
34	California Corp. Franchise Tax	(5,112)
35	Federal Corporate Income Tax	(7,472)
36	Total Operating Revenue Deduction After Taxes	<u>(501,430)</u>
37	Net Operating Income (Loss) - California Water Operations	50,033
38	Other Operating and Nonoper. Income and Exp. - Net (Exclude Interest Expense)	(2,524)
39	Income Available for Fixed Charges	47,509
40	Interest Expense	(2,370)
41	Net Income (Loss) Before Dividends	45,139
42	Preferred Stock Dividends	
43	Net Income (Loss) Available for Common Stock	<u>45,139</u>
 OTHER DATA		
44	Refunds of Advances for Construction	20,749
45	Total Payroll Charged to Operating Expenses	128,243
46	Purchased Water	7,865
47	Power	<u>87,126</u>

<u>Active Service Connections</u>		(Exc. Fire Protect.)		Annual Average
		Jan. 1	Dec. 31	
48	Metered Service Connections	969	977	973
49	Flat Rate Service Connections			
50	Total Active Service Connections	<u>969</u>	<u>977</u>	<u>973</u>

Excess Capacity and Non-Tariffed Services

NOTE: In D.00-07-018, D.03-04-028, and D. 04-12-023, the CPUC set forth rules and requirements regarding water utilities provision of non-tariffed services using excess capacity. These decisions require water utilities to: 1) file an advice letter requesting Commission approval of that service, 2) provide information regarding non-tariffed goods/services in each companies Annual Report to the Commission.

Based on the information and filings required in D.00-07-018, D.03-04-028, and D.04-12-023, provide the following information by each individual non-tariffed good and service provided in 200 :

Row Number	Description of Non-Tariffed Good/Service	Active or Passive	Total Revenue derived from Non-Tariffed Good/Service (by account)	Revenue Account Number	Total Expenses Incurred to provide Non-Tariffed Good/Service (by Account)	Expense Account Number	Advice Letter and/or Resolution approving Non-Tariffed Good/Service	Total Income Tax Liability incurred because of non-tariffed Good/Service (by Account)	Income Tax Liability Account Number	Gross Value of Regulated Assets used in the provision of a Non-Tariffed Good/Service (by account).	Regulated Asset Account Number

Applies to All Non-Tariffed Goods/Services that require Approval by Advice Letter

NONE

**CLASS A, B, C AND D WATER COMPANIES
SAFE DRINKING WATER BOND ACT/STATE REVOLVING FUND DATA**

Please provide the following information relating to each Safe Drinking Water Bond Act (SDWBA) or Safe Drinking Water State Revolving Fund loan surcharge collection for the calendar year. Please use one page per loan.

1. Current Fiscal Agent:

Name: _____
 Address: _____
 Phone Number: _____
 Account Number: _____
 Date Hired: _____

NONE

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

\$ _____	Meter Size	No. of Metered Customers	Monthly Surcharge Per Customer
	3/4 inch	_____	_____
	1 inch	_____	_____
	1 1/2 inch	_____	_____
	2 inch	_____	_____
	3 inch	_____	_____
	4 inch	_____	_____
	6 inch	_____	_____
	Flat Rate	_____	_____
	Total	_____	_____

3. Summary of the bank account activities showing:

Balance at beginning of year	\$ _____
Deposits during the year	_____
Interest earned for calendar year	_____
Withdrawals from this account	_____
Balance at end of year	_____

4. Reason or Purpose of Withdrawal from this bank account:

**CLASS A, B, C AND D WATER COMPANIES
SAFE DRINKING WATER BOND ACT/STATE REVOLVING FUND DATA (cont.)**

5. Plant amounts included in Schedule A-1a, Account No. 101--Water Plant in Service which were funded using SDWBA or SRF funds: **NONE**

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					

GENERAL INFORMATION

1 Name under which utility is doing business:

ROGINA WATER COMPANY

2 Official mailing address: _____ P.O. BOX 310

TALMAGE, CA ZIP 95481-0310

3 Name and title of person to whom correspondence should be addressed:

DANIEL ROGINA Telephone: 707 462-4056

4 Address where accounting records are maintained:

1850 TALMAGE ROAD, TALMAGE, CA 95481

5 Service Area: (Refer to district reports if applicable.)

ROGINA HEIGHTS AND TALMAGE

6 Service Manager (if located in or near Service Area): (Refer to district reports if applicable.)
Name: DANIEL ROGINA
Address: 1850 TALMAGE RD, TALMAGE, CA 95481 Telephone: 707 462-4056

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) _____ ROGINA WATER COMPANY, INC.
Organized under laws of (state) _____ CALIFORNIA

Principal Officers:
(Name) DANIEL ROGINA (Title) PRESIDENT

(Name) DANIEL ROGINA (Title) TREASURER

(Name) ROBERT ROGINA (Title) VICE PRESIDENT

(Name) ROBERT ROGINA (Title) SECRETARY

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:

NONE

11 List Name, Grade, and License Number of all Licensed Operators:

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

Line No.	Acct. No.	Title of Account (a)	Schedule No. (b)	Balance End-of-Year (c)	Balance Beginning of Year (d)
1		UTILITY PLANT			
2	101	Water plant in service	A-1	1,667,582	1,633,498
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		1,667,582	1,633,498
7	106	Accumulated depreciation of water plant	A-3	(822,117)	(787,131)
8	114	Water plant acquisition adjustments	A-1		
9		Total amortization and adjustments			
10		Net utility plant		845,465	846,367
11		INVESTMENTS			
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		CURRENT AND ACCRUED ASSETS			
19	131	Cash		15,833	1,660
20	132	Special accounts		6,051	
21	141	Accounts receivable - customers		23,131	31,192
22	142	Receivables from associated companies			
23	143	Accumulated provision for uncollectible accounts			
24	151	Materials and supplies		9,500	9,500
25	174	Other current assets		13,816	2,400
26		Total current and accrued assets		68,331	44,752
27	180	Deferred charges	A-5		
28		Total assets and deferred charges		913,796	891,119

SCHEDULE A
COMPARATIVE BALANCE SHEETS
Liabilities and Other Credits

Line No.	Acct. No.	Title of Account (a)	Schedule No. (b)	Balance End-of-Year (c)	Balance Beginning of Year (d)
1		CORPORATE CAPITAL AND SURPLUS			
2	201	Common stock	A-6	156,000	156,000
3	204	Preferred stock	A-6		
4	211	Other paid-in capital	A-8	(66,446)	(66,446)
5	215	Retained earnings	A-9	396,591	351,453
6		Total corporate capital and retained earnings		486,145	441,007
7		PROPRIETARY CAPITAL			
8	218	Proprietary capital	A-10		
9	218.1	Proprietary drawings			
10		Total proprietary capital			
11		LONG TERM DEBT			
12	224	Long term debt	A-11		
13	225	Advances from associated companies	A-12		
14		CURRENT AND ACCRUED LIABILITIES			
15	231	Accounts payable		36,628	5,465
16	232	Short term notes payable			
17	233	Customer deposits		1,540	1,660
18	235	Payables to associated companies	A-13		
19	236	Accrued taxes			16,689
20	237	Accrued interest			2,904
21	241	Other current liabilities	A-14	52,260	66,171
22		Total current and accrued liabilities		90,428	92,889
23		DEFERRED CREDITS			
24	252	Advances for construction	A-15	69,094	89,864
25	253	Other credits		6,000	
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		75,094	89,864
30		CONTRIBUTIONS IN AID OF CONSTRUCTION			
31	271	Contributions in aid of construction	A-17	301,505	301,505
32	272	Accumulated amortization of contributions		(39,375)	(34,146)
33		Net contributions in aid of construction		262,130	267,359
34		Total liabilities and other credits		913,797	891,119

**SCHEDULE A-1
UTILITY PLANT**

Line No.	Acct No.	Title of Account (a)	Balance Beg of Year (b)	Plt Additions During year (c)	Plt Retirements During year (d)	Other Debits* or (Credits) (e)	Balance End of year (f)
1	101	Water plant in service	1,633,498	34084			1,667,582
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	1,633,498				1,667,582

* 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		NON-DEPRECIABLE PLANT					
2	301	Intangible plant	950				950
3	303	Land	13,368				13,368
4		Total non-depreciable plant	14,318				14,318
5		DEPRECIABLE PLANT					
6	304	Structures	15,793				15,793
7	307	Wells	20,162				20,162
8	317	Other water source plant	0				0
9	311	Pumping equipment	108,570	4,006			112,576
10	320	Water treatment plant	8,954				8,954
11	330	Reservoirs, tanks and sandpipes	129,089				129,089
12	331	Water mains	861,471	8,087			869,558
13	333	Services and meter installations	234,504	11,963			246,467
14	334	Meters	118,679	8,451			127,130
15	335	Hydrants	51,279				51,279
16	339	Other equipment	40,762	1,577			42,339
17	340	Office furniture and equipment	21,659				21,659
18	341	Transportation equipment	8,258				8,258
19		Total depreciable plant	1,619,180	34,084	0	0	1,653,264
20		Total water plant in service	1,633,498	34,084	0	0	1,667,582

* 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	787,131		
2	Add: Credits to reserves during year			
3	(a) Charged to Account No. 403 (Footnote 1)	29,757		
4	(b) Charged to Account No 272	5,229		
5	(c) Charged to clearing accounts			
6	(d) Salvage recovered			
7	(e) All other credits (Footnote 2)			
8	Total Credits	34,986		
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	822,117		
15	(1) COMPOSITE DEPRECIATION RATE USED FOR STRAIGHT LINE REMAINING LIFE			2.10%
16				
17	(2) EXPLANATION OF ALL OTHER CREDITS:			
18				
19				
20				
21				
22				
23	(3) EXPLANATION OF ALL OTHER DEBITS:			
24				
25				
26				
27				
28				
29	(4) METHOD USED TO COMPUTE INCOME TAX DEPRECIATION			
30	(a) Straight line	<input checked="" type="checkbox"/>		
31	(b) Liberalized	<input type="checkbox"/>		
32	(1) Sum of the years digits	<input type="checkbox"/>		
33	(2) Double declining balance	<input type="checkbox"/>		
34	(3) Other	<input type="checkbox"/>		
35	(c) Both straight line and liberalized	<input type="checkbox"/>		

SCHEDULE A-3a
Account No. 108 - Analysis of Entries in Depreciation Reserve

Line No.	Acct No.	Depreciable Plant (a)	Balance Beginning of Year (b)	Credits to Reserve During Year Excl. Salvage (c)	Debits to Reserve During Year Excl. Cost of Removal (d)	Salvage and Cost of Removal Net (Dr.) or (Cr.) (e)	Balance End of Year (f)
1	304	Structures	11,984	485			12,469
2	307	Wells	20,162				20,162
3	317	Other water source plant	0				0
4	311	Pumping equipment	67,187	4278			71,465
5	320	Water treatment plant	5,071	597			5,668
6	330	Reservoirs, tanks and sandpipes	44,241	2582			46,823
7	331	Water mains	371,316	15442			386,758
8	333	Services and meter installations	114,546	7049			121,595
9	334	Meters	60,593	3267			63,860
10	335	Hydrants	24,449	995			25,444
11	339	Other equipment	38,534	270			38,804
12	340	Office furniture and equipment	20,793	21			20,814
13	341	Transportation equipment	8,256				8,256
14		Total	787,132	34,986	0		822,118

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

Line No.	Item (a)	Amount (b)
1	Prepaid State Income Tax	3,288
2	Prepaid Federal Income Tax	10,528
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 debt discount and expense or premium, redemption premiums, and redemption expenses associated with issues redeemed during the year,

also, date of the Commission's authorization of treatment other than as specified by the Uniform System of Accounts.

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	NONE								
2									
3									
4									
5									
6									
7									
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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	1966	1,560	100	1,560	156,000		NONE
2								
3								
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	DANIEL D. ROGINA	780		
2	ROBERT F. ROGINA	780		
3				
4				
5				
6				
7	Total number of shares	1,560	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	DISCOUNT ON CAPITAL STOCK	66,466
2		
3		
4	Total	66,466

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

Line No	Item (a)	Amount (b)
1	Balance beginning of year	351,452
2	CREDITS	
3	Net income	45,139
4	Prior period adjustments	
5	Other credits (detail)	
6	Total credits	396,591
7		
8	DEBITS	
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	396,591

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

Line No.	Item (a)	Amount (b)
1	Balance beginning of year	N/A
2	CREDITS	
3	Net income	
4	Additional investments during year	
5	Other credits (detail)	
6	Total credits	
7	DEBITS	
8	Net losses	
9	Withdrawals during year	
10	Other debits (detail)	
11	Total debits	
12	Balance end of year	

SCHEDULE A-11
Account No. 224 - Long Term Debt

Line No.	Class (a)	Name of Issue (b)	Date of Issue (c)	Date of Maturity (d)	Principal Amount Authorized (e)	Outstanding Per Balance Sheet (f)	Rate of Interest (g)	Interest Accrued During Year (h)	Sinking Fund (l)	Interest Paid During Year (j)
1	NONE									
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	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	ADVANCES FROM SHAREHOLDERS	52,260
2		
3		
4		
5	als	

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

Line No.	(a)	(b)	Amount (c)
1	Balance beginning of year	XXXXXXXXXXXXXXXXXX	89,864
2	Additions during year	XXXXXXXXXXXXXXXXXX	
3	Subtotal - Beginning balance plus additons during year	XXXXXXXXXXXXXXXXXX	
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	20,770	XXXXXXXXXXXXXXXXXX
10	Transfers to Acct. 271, Contributions in aid of Construction	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX
11	Due to expiration of contracts		XXXXXXXXXXXXXXXXXX
12	Due to present worth discount		XXXXXXXXXXXXXXXXXX
13	Total transfers to Acct. 271		XXXXXXXXXXXXXXXXXX
14	Securities Exchanged for Contracts (Enter detail below)		XXXXXXXXXXXXXXXXXX
15	Subtotal - charges during year		
16	Balance end of year	XXXXXXXXXXXXXXXXXX	69,094

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	NONE			
2				
3				
4				
5	Totals	0	0	0

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 ²	Depreciation Accrued Through Dec. 31, 1954 on Property in Services at Dec. 31, 1954 ³
			Depreciable (c)	Non-Depreciable (d)		
1	Balance beginning of year	267,358	267,358			
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	(5,229)	(5,229)			
8	Nondepreciable donated property retired					
9	Other debits*					
10	Total debits					
11	Balance end of year	262,129	262,129			

* 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		WATER SERVICE REVENUES			
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	612	511	101
11		462.2 Private fire protection			
12		Sub-total			
13	465	Irrigation revenue	14,268	12,826	1,442
14	470	Metered water revenue			
15		470.1 Single-family residential	533,007	519,149	13,858
16		470.2 Commercial and multi-residential			
17		470.3 Large water users			
18		470.5 Safe Drinking Water Bond Surcharge			
19		470.9 Other metered revenue			
20		Sub-total			
21		Total water service revenues			
22	480	Other water revenue	3,576	2,545	1,031
23		Total operating revenues	551,463	535,031	16,432

SCHEDULE B-2
Account No. 401 - Operating Expenses

Line No.	Acct. No.	Account (a)	Amount Current Year (b)	Amount Preceeding Year (c)	Net Change During Year Show Decrease in [Brackets] (d)
1		PLANT OPERATION AND MAINTENANCE EXPENSES			
2		VOLUME RELATED EXPENSES			
3	610	Purchased water	7,865	9,200	(1,335)
4	615	Power	87,126	87,737	(611)
5	616	Other volume related expenses	6,115	4,182	1,933
6		Total volume related expenses	101,106	101,119	(13)
7		NON-VOLUME RELATED EXPENSES			
8	630	Employee labor	39,359	35,011	4,348
9	640	Materials	12,390	16,837	(4,447)
10	650	Contract work	69,830	28,020	41,810
11	660	Transportation expenses	29,940	27,459	2,481
12	664	Other plant maintenance expenses	163	144	19
13		Total non-volume related expenses	151,682	107,471	44,211
14		Total plant operation and maintenance exp.	252,788	208,590	44,198
15		ADMINISTRATIVE AND GENERAL EXPENSES			
16	670	Office salaries	22,693	22,413	280
17	671	Management salaries	66,190	65,508	682
18	674	Employee pensions and benefits	17,032	20,491	(3,459)
19	676	Uncollectible accounts expense	1,211	1,301	(90)
20	678	Office services and rentals	1,230	242	988
21	681	Office supplies and expenses	25,376	24,126	1,250
22	682	Professional services	12,127	16,072	(3,945)
23	684	Insurance	16,891	17,191	(300)
24	688	Regulatory commission expense	12,991	10,527	2,464
25	689	General expenses	18,055	9,219	8,836
26		Total administrative and general expenses	193,796	187,090	6,706
27	800	Expenses capitalized			
28		Net administrative and general expense	193,796	187,090	6,706
29		Total operating expenses	446,584	395,680	50,904

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	1,792		
2	State corporate franchise tax	5,112		
3	State unemployment insurance tax	588		
4	Other state and local taxes	37		
5	Federal unemployment insurance tax	277		
6	Federal insurance contributions act	7,951		
7	Other federal taxes	1,860		
8	Federal income taxes	7,472		
9				
10				
11	Totals	25,089		

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	45,139
2	Reconciling amounts (list first additional income and unallowable deductions,	
3	followed by additional deductions and non-taxable income):	
4	State Income Taxes 2007	5,112
5	Federal Income Taxes 2007	7,472
6	State Income Taxes 2006	(8,009)
7	Political Donation	100
8		
9		
10	Federal tax net income	49,814
11	Computation of tax:	
12	\$49,814 x 15%	7,472
13		
14		
15	Total Tax	7,472
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 Income	176	
2	Donations		2700
3			
4			
5	Total	176	2,700

SCHEDULE B-6
Account No. 427 - Interest Expense

Line No.	Description (a)	Amount (b)
1	Shareholder	1,985
2	Vendors	34
3	Credit Card	90
4	Customers	260
5		
6		
7		
8		
9		
10	Total	2,369

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	3	39,359		39,359
2	670	Office salaries	1	22,693		22,693
3	671	Management salaries	1	66,190		66,190
4						
5						
6		Total	5	128,242		128,242

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 and/or management of its own affairs during the year? Answer: (Yes or No) NO	
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		
6	3. Date of original contract or agreement.	
7	4. Date of each supplement or agreement.	
8	5. Amount of compensation paid during the year for supervision or management \$	
9	6. To whom paid	
10	7. Nature of payment (salary, traveling expenses, etc.).	
11	8. Amounts paid for each class of service.	
12		
13	9. Basis for determination of such amounts	
14		
15	10. Distribution of payments: 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									
2									
3									
4									
5									
WELLS						Pumping Capacity (Unit) 2	Annual Quantities Pumped (Unit) 2	Remarks	
Line No.	At Plant (Name or Number)	Location	Number	Dimensions	1 Depth to Water				
6	WELL 2	RECR. RD			20'	GPM	750		
7	WELL 4	RECR. RD			20'	GPM	425		
8	WELL 5	RECR. RD			20'	GPM	250		
9	WELL 6	RECR. RD			20'	GPM	80		
10	WELL 1	RECR. RD			20'	GPM	100	TOTAL 25,682,300 CF	
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	RUSSIAN RIVER FLOOD CONTROL & WATER CONSERVATION DISTRICT							
17	Annual Quantities purchased	360 ACRE FEET	(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 or Acre Feet)	Remarks
1	A. Collecting reservoirs			
2	Concrete			
3	Earth			
4	Wood			
5	B. Distribution reservoirs			
6	Concrete			
7	Earth			
8	Wood			
9	C. Tanks			
10	Wood			
11	Metal	4	773,000	300,000 Steel/466,000 Steel/(3)3,000 Steel
12	Concrete	2	143,000	140,000 Gallon
13	Totals		916,000	

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	NONE							
2	Flume	NONE							
3	Lined conduit	NONE							
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	NONE							
7	Flume	NONE							
8	Lines conduit	NONE							
9									
10	Totals								

B. FOOTAGES OF PIPE BY INSIDE DIAMETERS IN INCHES - NOT INCLUDING SERVICE PIPING

Line No.		1	1 1/2	2	2 1/2	3	4	5	6	8
11	Cast Iron									
12	Cast iron (cement lined)									
13	Concrete									
14	Copper									
15	Riveted steel									
16	Standard screw		422	5,971	2,240					
17	Screw or welded casing									
18	Cement - asbestos						4,473		38,044	14,023
19	Welded steel						10,070		9,810	6,270
20	Wood									
21	Other (specify) PLASTIC			1,057			908		18,180	13,065
22	Totals	0	422	7,028	2,240	0	15,451	0	66,034	33,358

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)								
25	Concrete								
26	Copper								
27	Riveted steel								
28	Standard screw								8,633
29	Screw or welded casing								
30	Cement - asbestos	4,450							60,990
31	Welded steel	300							26,450
32	Wood								40,803
33	Other (specify) PLASTIC	7,593							
34	Totals	12,343							136,876

**SCHEDULE D-4
Number of Active Service Connections**

Classification	Metered - Dec 31		Flat Rate - Dec 31	
	Prior	Current	Prior	Current
	Year	Year	Year	Year
Single family residential	969	977		
Commercial and Multi-residential				
Large water users				
Public authorities				
Industrial	9	10		
Irrigation				
Other (specify)				
Subtotal				
Private fire connections	3	3		
Public fire hydrants	981	990		
Total				

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

Size	Meters	Services
5/8 x 3/4 - in	710	xxxxxxxxxxxxxx
3/4 - in		787
1 - in	248	251
1 1/2 - in	13	13
2 - in	6	6
- in		
- in		
- in		
Other		
Total	977	1,057

**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		0
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		718
2. More than 10, but less than 15 years		174
3. More than 15 years		85

**SCHEDULE D-7
Water delivered to Metered Customers by Months and Years in 2007 (Unit Chosen)¹100's of Cubic Feet**

Classification of Service	During Current Year							
	January	February	March	April	May	June	July	Subtotal
Single-family residential	10,671	10,415	10,239	17,191	23,253	31,287	36,022	139,078
Commercial and Multi-residential								0
Large water users								0
Public authorities								0
Irrigation								0
Other (specify)	10	4	6	5	363	4,207	2,481	7,076
Total	10,681	10,419	10,245	17,196	23,616	35,494	38,503	146,154
Classification of Service	During Current Year							Total Prior Year
	August	September	October	November	December	Subtotal	Total	
Single-family residential	38,438	35,791	21,375	14,232	9,520	119,356	258,434	263,912
Commercial and Multi-residential								
Large water users								
Public authorities								
Irrigation								
Other (specify)	3,339	2,750	804	7	15	6,915	13,991	12,692
Total	41,777	38,541	22,179	14,239	9,535	126,271	272,425	276,604

¹ Quantity units to be in hundreds of cubic feet, thousands of gallons, acre-feet, or miner's inch-days.

Total acres irrigated 250

Total population served 3,700

FACILITIES FEES DATA

Class B: Please provide the following information relating to Facilities Fees for districts or subsidiaries serving 2,000 or fewer customers for the calendar year (per D.91-04-068).

Class C: Please provide the following information relating to Facilities Fees collected for the calendar year, pursuant to Resolution No. W-4110.

1. Trust Account Information:

Bank Name:	<u>SAVINGS BANK OF MENDOCINO COUNTY</u>
Address:	<u>PO BOX 3600 UKIAH, CA 95482</u>
Account Number:	<u>29-070097</u>
Date Opened:	<u>2/27/2007</u>

2. Facilities Fees collected for new connections during the calendar year:

A. Commercial

NAME	AMOUNT
_____	\$ _____
_____	\$ _____
_____	\$ _____
_____	\$ _____

B. Residential

NAME	AMOUNT
<u>SEGAR</u>	<u>\$3,000</u>
<u>FORD</u>	<u>\$3,000</u>
_____	<u>\$0</u>
_____	<u>\$0</u>

3. Summary of the bank account activities showing:

Balance at beginning of year	<u>\$0</u>
Deposits during the year	<u>\$6,000</u>
Interest earned for calendar year	<u>\$51</u>
Withdrawals from this account	<u>\$0</u>
Balance at end of year	<u>\$6,051</u>

4. Reason or Purpose of Withdrawal from this bank account:

INDEX

	PAGE	WORK SHEET		PAGE	WORK SHEET
Advances from associated companies -----	20	A-12	Organization and control -----	4	Gen Info
Advances for construction -----	21	A-15	Other assets -----	15	A-4
Assets -----	10	A	Other income -----	23	B
Balance sheet -----	10-11	A	Other paid in capital -----	17	A-8
Capital stock -----	17	A-6	Payables to associated companies -----	20	A-13
Contributions in aid of construction -----	22	A-17	Population served -----	31	D-4
Depreciation and amortization reserves -----	14-15	A-3	Proprietary capital -----	18	A-10
Declaration -----	33		Purchased water for resale -----	29	D-1
Deferred taxes -----	21	A-16	Retained earnings -----	18	A-9
Dividends appropriations -----	18	A-9	Safe Drinking Water Bond Act Data-----	8-9	
Employees and their compensation -----	27	C-1	Service connections-----	31	D-4
Engineering and management fees -----	28	C-3	Sources of supply and water developed --	29	D-1
Excess Capacity and Non-Tariffed Services-----	7		Status with Board of Health -----	33	D-8
Facilities Fees Data	32		Stockholders -----	17	A-7
Income statement -----	23	B	Storage facilities -----	29	D-2
Liabilities -----	11	A	Taxes-----	26	B-3
Loans to officers, directors, or shareholders --	28	C-2	Transmission and distribution facilities --	30	D-3
Long term debt -----	19	A-11	Unamortized debt discount and expense -	16	A-5
Management compensation -----	25	B-2	Unamortized premium on debt -----	16	A-5
Meters and services -----	31	D-5	Utility plant -----	12	A-1
Non-utility property -----	13	A-2	Water delivered to metered customers ---	31	D-7
Officers -----	4	GenInfo	Water plant in service -----	12	A-1a
Operating expenses -----	25	B-2	Water plant held for future use -----	13	A-1b
Operating revenues -----	24	B-1			