

Received _____
Examined _____

**CLASS D
WATER UTILITIES**

U# _____

**2001
ANNUAL REPORT
OF**

ROLLING GREEN UTILITIES, INC.

WATER DIVISION

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

139 ELMCREST STREET, BIG PINE, CA 93513

(OFFICIAL MAILING ADDRESS)

ZIP

**TO THE
PUBLIC UTILITIES COMMISSION
STATE OF CALIFORNIA
FOR THE
YEAR ENDED DECEMBER 31, 2001**

REPORT MUST BE FILED NOT LATER THAN MARCH 31, 2002
(FILE TWO COPIES IF THREE RECEIVED)

**Summary of Earnings
Test Year 2001**

Account Number	Operating Revenue	
470	Metered	82,108
460	Unmetered	
465	Irrigation	
462-480	Private Fire Protection	
	Total Revenue	82,108
	Operating Expenses	
610	Purchased Water	
615	Purchased Power	10,722
	Pump Taxes	
	Purchased Chemicals	
618	Other Vol. Related exp.	
630	Employee Labor	4,869
640	Materials	7,990
650	Contract Work	295
	Water Testing	720
660	Transportation Expense	3,787
664	Other Plant Maintenance	60
670	Office Salaries	4,000
671	Management Salaries	20,000
674	Employee Pensions and Benefits	3,124
676	Uncollectables	0
678	Office Service and Rentals	225
681	Office Supplies and Expense	3,433
682	Professional Services	3,547
684	Insurance	1,782
688	Regulatory Expense	284
689	General Expense	534
	Subtotal	65,374
403	Depreciation Expense	4,600
	Ad Valorem Taxes	1,200
	Payroll taxes	2,415
408	Taxes other than income	
409	State Income Tax	400
410	Federal Income Tax	0
	Total Deductions	73,989
	Net Revenue	8,119

	Rate Base	
	Average Plant	176,494
	Average Depreciation Reserve	(105,383)
	Net Plant	71,111
	Less: Advances	0
	Less: Contributions	0
	Plus: Construction Work in Progress	0
	Plus: Working Cash	5,448
	Plus: Material & Supplies	0
	Rate Base	76,559
	ROR=Net Rev/Rate Base	10.60%

CLASS D WATER UTILITIES

(HAVING LESS THAN 500 SERVICE CONNECTIONS)

ROLLING GREEN UTILITIES, INC.
WATER DIVISION

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

139 ELMCREST ASTREET, BIG PINE, CA 93513
(Official mailing address)

BIG PINE, INYO COUNTY
(Service area-town and county)

GENERAL INFORMATION

RETURN ORIGINAL
TO COMMISSION
NO PHOTOCOPIES

- 1 If a corporation show:
 - (A) Date of organization 3/29/65 incorporated in the State of CALIFORNIA
 - (B) Names, titles and addresses of principal officers: DON KANEN, V.P., P.O. BOX 995 ALAMOSA, CO 81101
ARNOLD & KATHY PETERSON, GENERAL MANAGER/SECRETARY, 139 ELMCREST ST., BIG PINE, CA 93513
- 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: KATHY PETERSON, (760) 938-3311
 - (B) Person responsible for operations and services: ARNOLD PETERSON, (760) 938-3311
- 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:
PALISADES GAS, INC.

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
X		Dec-01
X		1965

SPECIAL INSTRUCTIONS (over)

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
2001

NAME OF UTILITY ROLLING GREEN UTILITIES, INC. PHONE (760)938-3311
WATER DIVISION

PERSON RESPONSIBLE FOR THIS REPORT MARINO A. RODRIGUEZ
(Prepared from Information in the 2001 Annual Report)

	1/1/01	12/31/01	Average
BALANCE SHEET DATA			
1 Intangible Plant	0	0	0
2 Land and Land Rights	12,783	12,783	12,783
3 Depreciable Plant	162,047	165,375	163,711
4 Gross Plant in Service	174,830	178,158	176,494
5 Less: Accumulated Depreciation	(103,083)	(107,683)	(105,383)
6 Net Water Plant in Service	71,747	70,475	71,111
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	71,747	70,475	71,111
CAPITALIZATION			
14 Common Stock	54,300	54,300	54,300
15 Proprietary Capital (Individual or Partnership)			
16 Paid-in Capital			
17 Retained Earnings	83,580	84,453	84,016
18 Common Stock and Equity (Lines 14 through 17)	137,880	138,753	138,316
19 Preferred Stock			
20 Long-Term Debt			
21 Notes Payable			
22 Total Capitalization (Lines 18 through 21)	137,880	138,753	138,316

(Revised 2/01)

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

2001
(continued)

NAME OF UTILITY ROLLING GREEN UTILITIES, INC. PHONE (760)938-3311
WATER DIVISION

INCOME STATEMENT		Annual Amount
23	Unmetered Water Revenue	<u> </u>
24	Fire Protection Revenue	<u> </u>
25	Irrigation Revenue	<u> </u>
26	Metered Water Revenue	82,108
27	Total Operating Revenue	<u> </u>
28	<u>Operating Expenses</u>	65,374
29	Depreciation Expense (Composite Rate: 2.81%)	4,600
30	Amortization and Property Losses	<u> </u>
31	Property Taxes	1,200
32	Taxes Other Than Income Taxes	2,415
33	Total Operating Revenue Deduction Before Taxes	73,589
34	California Corp. Franchise Tax	400
35	Federal Corporate Income Tax	0
36	Total Operating Revenue Deduction After Taxes	73,989
37	Net Operating Income (Loss) - California Water Operations	8,119
38	Other Operating and Nonoper. Income and Exp. - Net (Exclude Interest Expense)	34
39	Income Available for Fixed Charges	8,085
40	Interest Expense	212
41	Net Income (Loss) Before Dividends	7,873
42	Preferred Stock Dividends	0
43	Net Income (Loss) Available for Common Stock	7,873

OTHER DATA		
44	Refunds of Advances for Construction	0
45	Total Payroll Charged to Operating Expenses	28,869
46	Purchased Water	0
47	Power	10,722

	<u>Active Service Connections</u>	(Exc. Fire Protect.)	Annual		
			Jan. 1	Dec. 31	Average
48	Metered Service Connections		251	276	263
49	Flat Rate Service Connections		<u> </u>	<u> </u>	<u> </u>
50	Total Active Service Connections		251	276	263

**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: _____ N/A _____

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, 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, 2001)

Line	Acct.	Assets	Balance	Acct.	Equity and Liabilities	Balance
1	101	Water plant in service	178,158	201	Common Stock (Corporations only)	54,300
2	103	Water plant held for future use		211	Other paid-in capital (Corporations only)	(60,981)
3	104	Water plant purchased or sold		215	Retained earnings	145,434
4	105	Water plant construction work in progress		218	Proprietary capital	
5	108	Accumulated depreciation of water plant	(107,683)	224	Long term debt	
6	114	Water plant acquisition adjustments			Current Liabilities	21,662
7	124	Other investments		252	Advances for construction	
8	131	Cash	1,207	253	Other deferred credits	
9	141	Accounts receivable - customers	6,594	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	7,926	283	Accumulated deferred income taxes - other	
13	180	Deferred charges		271	Contributions in aid of construction	
14		Inter-division accounts receivable	74,213	272	Accumulated amortization of contributions	
15		Total Assets	160,415		Total Equity and Liabilities	160,415

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	0				0
17	303	Land	12,783				12,783
18	304	Structures	10,246				10,246
19	307	Wells	25,095				25,095
20	317	Other water source plant					
21	311	Pumping equipment	39,249	1,000			40,249
22	320	Water treatment plant	991				991
23	330	Reservoirs tanks and sandpipes	1,575				1,575
24	331	Water mains	34,597				34,597
25	333	Services and meter installations	9,385				9,385
26	334	Meters	16,201	716			16,917
27	335	Hydrants	4,614				4,614
28	339	Other equipment	8,633	1,612			10,245
29	340	Office furniture and equipment	9,707				9,707
30	341	Transportation equipment	1,754				1,754
31		Total water plant in service	174,830	3,328			178,158

* 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	103,083		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	4,600		SL Remaining Life: 2.81%
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	4,600		covered by this report \$ 4,600
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/DB
44	Total debits	0		
45	Balance in reserve at end of year	107,683		
46	(1) Explanation of all other credits			
47	(2) Explanation of all other debits			

SCHEDULE D - CAPITAL STOCK OUTSTANDING (DECEMBER 31, 2001)

Line				
1	Common - (Shares:5430 , \$ 10 par)	54,300		List persons owning more than 5% of outstanding stock
2	Preferred - (Shares , \$ par)			and number of shares owned by each:
3	Dividends - Common Rate - \$			DON KANEN: 2,715 SHARES
4	- Preferred Rate - \$			ARNOLD PETERSON: 2,715 SHARES

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	82,108
14	480 Other water revenue	
15	Total Operating Revenue	82,108
16	Operating revenue deductions	xxxxxxxxxx
17	Operating expenses	xxxxxxxxxx
18	610 Purchased water	
19	615 Power	10,722
20	618 Other volume related expenses	
21	630 Employee labor	4,869
22	640 Materials	7,990
23	650 Contract work	1015
24	660 Transportation expenses	3,787
25	664 Other plant maintenance expense	60
26	670 Office salaries	4,000
27	671 Management salaries	20,000
28	674 Employee pensions and benefits	3,124
29	676 Uncollectible accounts expense	0
30	678 Office services and rentals	225
31	681 Office supplies and expense	3,434
32	682 Professional services	3,548
33	684 Insurance	1,782
34	688 Regulatory commission expense	284
35	689 General expenses	534
36	Total Operating Expenses	65,374
37	403 Depreciation expense	4,600
38	407 SDWBA loan amortization expense	
39	408 Taxes other than income taxes	3,615
40	409 State corporate income tax expense	400
41	410 Federal corporate income tax expense	0
42	Total Operating Revenue Deductions	73,989
43	Utility Operating Income	8,119
44	421 Non-utility income	0
45	426 Miscellaneous non-utility expense	34
46	427 Interest expense	212
47	Net Income	7,873

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
117 TERRACE	1	12	130	400	
117 TERRACE	2	12	130	400	
117 TERRACE	3	12	130	400	

OTHER

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

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			
Industrial			
Public authorities			
Irrigation			
Other (specify)			
Total			

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	4,869		4,869
49	670	Office salaries	1	4,000		4,000
50	671	Management salaries	1	20,000		20,000
51		Total	3	28,869		28,869

SCHEDULE J - ADVANCES FOR CONSTRUCTION

Balance beginning of year	
Additions during year	
Subtotal - Beginning balance plus additions during year	N/A
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	275	275
1-in	1	1
-in		
-in		
Total	276	276

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	275		275				275	
Industrial								
Other (specify)								
Subtotal	275		275				275	
Fire protection (Hydrants)		22	22					22
Total	275	22	297				275	22

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			6"		Totals
				2 1/4 to 3 1/4	4"	6"	Other sizes (specify)		
Concrete			Cast Iron						
Earth			Welded steel				6520	6520	
Wood			Standard screw						
Steel	1	5,000	Cement-asbestos			3000		3000	
Other			Plastic		3000		9000	12000	
			Other (specify)						
Total	1	5,000	Total		3000	3000	15520	21520	

DECLARATION

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

I, the undersigned (officer, partner or owner) of ROLLING GREEN UTILITIES, 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 JANUARY 1, 2001, to and including DECEMBER 31, 2001

Signed

Title

Date

Annie Peterson
 Owner/manager
 6-12-02