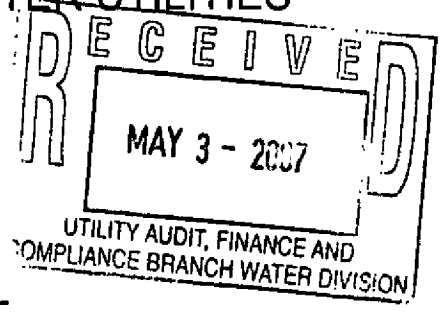


34

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

CLASS B and C  
 WATER UTILITIES



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

2006  
 ANNUAL REPORT  
 OF

SEARLES DOMESTIC WATER COMPANY

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

P.O. BOX 577

TRONA, CALIFORNIA 93592

(OFFICIAL MAILING ADDRESS)

ZIP

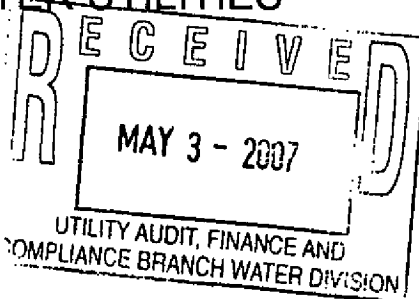
TO THE  
 PUBLIC UTILITIES COMMISSION  
 STATE OF CALIFORNIA  
 FOR THE  
 YEAR ENDED DECEMBER 31, 2006

REPORT MUST BE FILED NOT LATER THAN MARCH 31, 2007  
 (FILE TWO COPIES IF THREE RECEIVED)

34

Received _____
Examined _____

CLASS B and C  
WATER UTILITIES



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

2006  
ANNUAL REPORT  
OF

SEARLES DOMESTIC WATER COMPANY

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

P.O. BOX 577

TRONA, CALIFORNIA 93592

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ZIP

TO THE  
PUBLIC UTILITIES COMMISSION  
STATE OF CALIFORNIA  
FOR THE  
YEAR ENDED DECEMBER 31, 2006

REPORT MUST BE FILED NOT LATER THAN MARCH 31, 2007  
(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: KAYODE KAJOPAIYE  
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.

# 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.

SELECTED FINANCIAL DATA - CLASS A, B, C AND D WATER COMPANIES  
2006

NAME OF UTILITY Searles Domestic Water Company PHONE (760) 372-5326

PERSON RESPONSIBLE FOR THIS REPORT Audrey Schuyler  
(Prepared from Information in the 2006 Annual Report)

	1/1/2006	12/31/2006	Average
<b>BALANCE SHEET DATA</b>			
1 Intangible Plant	\$ 1,565	\$ 1,565	\$ 1,565
2 Land and Land Rights	\$ 2,685	\$ 2,685	\$ 2,685
3 Depreciable Plant	\$ 2,075,229	\$ 2,070,121	\$ 2,072,675
4 Gross Plant in Service	\$ 2,079,479	\$ 2,074,371	\$ 2,076,925
5 Less: Accumulated Depreciation	\$ (956,041)	\$ (990,511)	\$ (973,276)
6 Net Water Plant in Service	\$ 1,123,438	\$ 1,083,860	\$ 1,103,649
7 Water Plant Held for Future Use			\$ -
8 Construction Work in Progress	\$ 38,875	\$ 42,922	\$ 40,899
9 Materials and Supplies	\$ 61,833	\$ 81,904	\$ 71,869
10 Less: Advances for Construction	\$ (13,928)	\$ (13,576)	\$ (13,752)
11 Less: Contribution in Aid of Construction	\$ (5,898)	\$ (5,318)	\$ (5,608)
12 Less: Accumulated Deferred Income and Investment Tax Credits			\$ -
13 Net Plant Investment	<u>\$ 1,204,320</u>	<u>\$ 1,189,792</u>	<u>\$ 1,197,056</u>
<b>CAPITALIZATION</b>			
14 Common Stock	\$ 57,375	\$ 57,375	\$ 57,375
15 Proprietary Capital (Individual or Partnership)			\$ -
16 Paid-in Capital	\$ 1,174,600	\$ 1,174,600	\$ 1,174,600
17 Retained Earnings	\$ 125,554	\$ 130,097	\$ 127,826
18 Common Stock and Equity (Lines 14 through 17)	\$ 1,357,529	\$ 1,362,072	\$ 1,359,801
19 Preferred Stock			\$ -
20 Long-Term Debt			\$ -
21 Notes Payable			\$ -
22 Total Capitalization (Lines 18 through 21)	<u>\$ 1,357,529</u>	<u>\$ 1,362,072</u>	<u>\$ 1,359,801</u>

SELECTED FINANCIAL DATA - CLASS A, B, C AND D WATER COMPANIES  
2006

NAME OF UTILITY Searles Domestic Water Co.      PHONE (760) 372-5326

**INCOME STATEMENT**

	Annual Amount
23 Unmetered Water Revenue	\$ 5,095
24 Fire Protection Revenue	\$ 1,174
25 Irrigation Revenue	\$ -
26 Metered Water Revenue	\$ 391,694
27 Total Operating Revenue	<u>\$ 397,963</u>
28 <u>Operating Expenses</u>	<u>\$ 325,582</u>
29 Depreciation Expense (Composite Rate <u>2.39%</u> )	\$ 38,999
30 Amortization and Property Losses	\$ -
31 Property Taxes	\$ 14,655
32 Taxes Other Than Income Taxes	\$ 14,536
33 Total Operating Revenue Deduction Before Taxes	<u>\$ 393,772</u>
34 California Corp. Franchise Tax	\$ -
35 Federal Corporate Income Tax	\$ -
36 Total Operating Revenue Deduction After Taxes	<u>\$ 393,772</u>
37 Net Operating Income (Loss) - California Water Operations	\$ 4,191
38 Other Operating and Nonoper. Income and Exp. - Net (Exclude Interest Expense)	\$ 579
39 Income Available for Fixed Charges	\$ 4,770
40 Interest Expense	\$ 227
41 Net Income (Loss) Before Dividends	\$ 4,543
42 Preferred Stock Dividends	\$ -
43 Net Income (Loss) Available for Common Stock	<u>\$ -</u>

**OTHER DATA**

44 Refunds of Advances for Construction	\$ 346
45 Total Payroll Charged to Operating Expenses	<u>\$ 159,556</u>
46 Purchased Water	<u>\$ 39,616</u>
47 Power	<u>\$ -</u>

				Annual Average
<u>Active Service Connections</u>	(Exc. Fire Protect.)	Jan. 1	Dec. 31	
48 Metered Service Connections		917	923	920
49 Flat Rate Service Connections		-	-	-
50 Total Active Service Connections		<u>917</u>	<u>923</u>	<u>920</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: None  
Address: \_\_\_\_\_  
Phone Number: \_\_\_\_\_  
Date Hired: \_\_\_\_\_

2. Former Fiscal Agent:

Name: None  
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	<u>\$ N/A</u>
Deposits during the year	_____
Withdrawals made for loan payments	_____
Other withdrawals from this account	_____
Balance at end of year	_____

5. Account information:

Bank Name: N/A  
Account Number: \_\_\_\_\_  
Date Opened: \_\_\_\_\_



**CLASS B, C AND D WATER COMPANIES  
SAFE DRINKING WATER BOND ACT DATA (continued)**

6. Plant amounts included in Schedule A-1a, Account No. 101--Water Plant in Service which were funded using SDWBA funds:

Line No.	Acct. No.	Title of Account (a)	Balance Beginning of Year (b)	Plant Additions During Year (c)	Plant Retirements During Year (d)	Other Debits* or (Credits) (e)	Balance End of Year (f)
1		<b>NON-DEPRECIABLE PLANT</b>	N/A				
2	301	Intangible plant					
3	303	Land					
4		Total non-depreciable plant					
5		<b>DEPRECIABLE PLANT</b>					
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:  
Searles Domestic Water Company
- 2 Official mailing address:  
P.O. Box 577, Trona, California ZIP 93592
- 3 Name and title of person to whom correspondence should be addressed:  
Audrey Schuyler, Manager Telephone: (760) 372-5326
- 4 Address where accounting records are maintained:  
13217 Main Street, Trona, California 93562
- 5 Service Area: (Refer to district reports if applicable.)  
Argus, Trona, Pioneer Point, (Point of Rocks), South Trona, Westend
- 6 Service Manager (if located in or near Service Area): (Refer to district reports if applicable.)  
Name: Bob R. Wilhelm  
Address: P.O. Box 577, Trona, California 93592 Telephone: (760) 372-5326
- 7 OWNERSHIP. Check and fill in appropriate line:
- |                                     |                               |                                    |
|-------------------------------------|-------------------------------|------------------------------------|
| <input type="checkbox"/>            | Individual (name of owner)    | _____                              |
| <input type="checkbox"/>            | Partnership (name of partner) | _____                              |
| <input type="checkbox"/>            | Partnership (name of partner) | _____                              |
| <input type="checkbox"/>            | Partnership (name of partner) | _____                              |
| <input checked="" type="checkbox"/> | Corporation (corporate name)  | Searles Domestic Water Company LLC |
- Organized under laws of (state) Delaware
- Principal Officers:
- |        |                     |         |                      |
|--------|---------------------|---------|----------------------|
| (Name) | John F. Tancredi    | (Title) | President            |
| (Name) | Stephen W. Cole     | (Title) | Vice President       |
| (Name) | Matthew J. Dowd     | (Title) | Secretary            |
| (Name) | Emanuel J. Diteresi | (Title) | Chief Financial Ofcr |
- 8 Names of associated companies:  
Searles Valley Minerals Operations
- 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:  
Searles Domestic Water Company is a wholly owned subsidiary of Searles Valley Minerals Operations.
- 11 List Name, Grade, and License Number of all Licensed Operators:  
Bob R. Wilhelm - Grade D3 - #1964  
Kenneth A. Helton - Grade D3 - #3483  
Alfredo V. Ramirez - Grade D1 - #28731



**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		<b>CORPORATE CAPITAL AND SURPLUS</b>			
2	201	Common stock	A-6	\$ 57,375.00	\$ 57,375.00
3	204	Preferred stock	A-6		
4	211	Other paid-in capital	A-8	\$ 1,174,600.00	\$ 1,174,600.00
5	215	Retained earnings	A-9	\$ 130,096.74	\$ 125,553.64
6		Total corporate capital and retained earnings		\$ 1,362,071.74	\$ 1,357,528.64
7		<b>PROPRIETARY CAPITAL</b>			
8	218	Proprietary capital	A-10		
9	218.1	Proprietary drawings			
10		Total proprietary capital			
11		<b>LONG TERM DEBT</b>			
12	224	Long term debt	A-11		
13	225	Advances from associated companies	A-12		
14		<b>CURRENT AND ACCRUED LIABILITIES</b>			
15	231	Accounts payable			
16	232	Short term notes payable			
17	233	Customer deposits		\$ 11,255.00	\$ 7,980.00
18	235	Payables to associated companies	A-13	\$ 128,939.44	\$ 94,246.11
19	236	Accrued taxes		\$ 4,298.07	\$ 2,817.92
20	237	Accrued interest			
21	241	Other current liabilities	A-14		
22		Total current and accrued liabilities		\$ 144,492.51	\$ 105,044.03
23		<b>DEFERRED CREDITS</b>			
24	252	Advances for construction	A-15	\$ 13,576.47	\$ 13,927.54
25	253	Other credits			
26	255	Accumulated deferred investment tax credits	A-16		
27	282	Accumulated deferred income taxes - ACRS depreciation	A-16		
28	283	Accumulated deferred income taxes - other	A-16		
29		Total deferred credits		\$ 13,576.47	\$ 13,927.54
30		<b>CONTRIBUTIONS IN AID OF CONSTRUCTION</b>			
31	271	Contributions in aid of construction	A-17	\$ 18,982.46	\$ 18,982.46
32	272	Accumulated amortization of contributions		\$ (13,664.18)	\$ (13,084.72)
33		Net contributions in aid of construction		\$ 5,318.28	\$ 5,897.74
34		Total liabilities and other credits		\$ 1,525,459.00	\$ 1,482,397.95

**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	\$ 2,079,479		\$ 5,108		\$ 2,074,371
2	103	Water plant held for future use					
3	104	Water plant purchased or sold					
4	105	Construction work in progress - water plant	\$ 38,875	\$ 4,047	XXXXXXXXXXXXX	\$ -	\$ 42,922
5	114	Water plant acquisition adjustments			XXXXXXXXXXXXX		
6		Total utility plant	\$ 2,118,354	\$ 4,047		\$ -	\$ 2,117,293

\* 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		<b>NON-DEPRECIABLE PLANT</b>					
2	301	Intangible plant	1,565				1,565
3	303	Land	2,685				2,685
4		Total non-depreciable plant	4,250				4,250
5		<b>DEPRECIABLE PLANT</b>					
6	304	Structures	8,758				8,758
7	307	Wells					0
8	317	Other water source plant					0
9	311	Pumping equipment					0
10	320	Water treatment plant					0
11	330	Reservoirs, tanks and sandpipes	239,384				239,384
12	331	Water mains	1,353,052				1,353,052
13	333	Services and meter installations	232,628				232,628
14	334	Meters	55,584		5,108		50,476
15	335	Hydrants	94,828				94,828
16	339	Other equipment	67,295				67,295
	340	Office furniture and equipment	23,700				23,700
18	341	Transportation equipment					0
19		Total depreciable plant	2,075,229		5,108		2,070,121
20		Total water plant in service	2,079,479		5,108		2,074,371

\* 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	\$ 956,041		
2	Add: Credits to reserves during year			
3	(a) Charged to Account No. 403 (Footnote 1)	\$ 38,999		
4	(b) Charged to Account No 272	\$ 580		
5	(c) Charged to clearing accounts			
6	(d) Salvage recovered			
7	(e) All other credits (Footnote 2)			
8	Total Credits	\$ 39,579		
9	Deduct: Debits to reserves during year			
10	(a) Book cost of property retired	\$ 5,108		
11	(b) Cost of removal			
12	(c) All other debits (Footnote 3)			
13	Total debits	\$ 5,108		
14	Balance in reserve at end of year	\$ 990,512		
15	(1) COMPOSITE DEPRECIATION RATE USED FOR STRAIGHT LINE REMAINING LIFE			2.39%
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	\$ 6,758	\$ 193			\$ 6,951
2	307	Wells					
3	317	Other water source plant					
4	311	Pumping equipment					
5	320	Water treatment plant					
6	330	Reservoirs, tanks and sandpipes	\$ 103,494	\$ 4,192			\$ 107,686
7	331	Water mains	\$ 668,484	\$ 26,474			\$ 694,958
8	333	Services and meter installations	\$ 97,257	\$ 3,705			\$ 100,962
9	334	Meters	\$ 6,922	\$ 1,743	\$ 5,108		\$ 3,557
10	335	Hydrants	\$ 37,836	\$ 1,662			\$ 39,498
11	339	Other equipment	\$ 33,412	\$ 1,535			\$ 34,947
12	340	Office furniture and equipment	\$ 1,878	\$ 75			\$ 1,953
13	341	Transportation equipment					\$ -
14		Total	\$ 956,041	\$ 39,579	\$ 5,108	\$ -	\$ 990,512

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

Line No.	Item	Amount (b)
1	Prepaid Taxes - San Bernardino County	\$ 232.09
2		
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 unamortized debt discount and expense or premium, redemption premiums, and redemption expenses associated with issues redeemed during the year.
- 6 Set out separately and identify undisposed amounts applicable to issues which were redeemed in prior years.
- also, date of the Commission's authorization of treatment other than as specified by the Uniform System of Accounts.

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									
8									
9									
10									
11									
12									
13									
14									
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27									
28									

**SCHEDULE A-6**  
**Account Nos. 201 and 204 - Capital Stock**

Line No.	Class of Stock (a)	Date of Issue (b)	Number of Shares Authorized by Articles of Incorporation (c)	Par or Stated Value (d)	Number of Shares Outstanding (e)	Amount Outstanding End of Year (f)	Dividends Declared During Year	
							Rate (g)	Amount (h)
1	Common	2/5/44	100,000	None	2,295	\$57,375.00		None
2								
3								
4								
5								
6							Total	None

**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	Searles Valley Minerals Operations	2,295	None	0
2				
3				
4				
5				
6				
7	Total number of shares	2,295	Total number of shares	0

**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	Specific Capital Projects	\$ 1,174,600
2		
3		
4	Total	\$ 1,174,600

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

Line No	Item (a)	Amount (b)
1	Balance beginning of year	\$ 125,553.64
2	<b>CREDITS</b>	
3	Net income	\$ 4,543.10
4	Prior period adjustments	
5	Other credits (detail)	
6	Total credits	\$ 4,543.10
7		
8	<b>DEBITS</b>	
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	\$ 130,096.74

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

Line No.	Item (a)	Amount (b)
1	Balance beginning of year	None
2	<b>CREDITS</b>	
3	Net income	
4	Additional investments during year	
5	Other credits (detail)	
6	Total credits	
7	<b>DEBITS</b>	
8	Net losses	
9	Withdrawals during year	
10	Other debits (detail)	
11	Total debits	
12	Balance end of year	

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

Line No.	Class (a)	Name of Issue (b)	Date of Issue (c)	Date of Maturity (d)	Principal Amount Authorized (e)	Outstanding Per Balance Sheet (f)	Rate of Interest (g)	Interest Accrued During Year (h)	Sinking Fund (i)	Interest Paid During Year (j)
1	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	IMC Chemicals, Inc.	\$ 128,939.44	0	0	0
2					
3					
4	Totals	\$ 128,939.44	0	0	0

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

Line No.	Description (a)	Balance End of Year (b)
1	None	
2		
3		
4		
5	Totals	\$ -

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

Line No.	(a)	(b)	Amount (c)
1	Balance beginning of year	XXXXXXXXXXXXXXXXXX	\$ 13,927.54
2	Additions during year	XXXXXXXXXXXXXXXXXX	
3	Subtotal - Beginning balance plus additions during year	XXXXXXXXXXXXXXXXXX	
4	Charges during year:	XXXXXXXXXXXXXXXXXX	
5	Refunds	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX
6	Percentage of revenue basis	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX
7	Proportionate cost basis	\$ 351.07	XXXXXXXXXXXXXXXXXX
8	Present worth basis		XXXXXXXXXXXXXXXXXX
9	Total refunds	\$ 351.07	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	\$ 351.07	XXXXXXXXXXXXXXXXXX
14	Securities Exchanged for Contracts (Enter detail below)		XXXXXXXXXXXXXXXXXX
15	Subtotal - charges during year	\$ -	
16	Balance end of year	XXXXXXXXXXXXXXXXXX	\$ 13,576.47

**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			

**SCHEDULE A-17**

**Account No. 271 - Contributions in Aid of Construction**

**Instructions for Preparation of Schedule of Contributions in Aid of Construction**

- 1 The credit balance in the account other than that portion of the balance relating to nondepreciable property (column d), to property retired prior to January 1, 1955 (column e), shall be written off through charges to this account and credits to Account No. 106, Accumulated depreciation of water plant, over a period equal to the estimated service life of the property involved. Upon retirement of depreciable property for which a depreciation reserve has been created through charges to this account, the cost thereof shall be credited to the appropriate plant account and concurrently charged to Account No. 106. If the property is retired prior to the service life originally estimated, the balance in this account with respect to the retired property shall be transferred to the depreciation reserve account.
  
- 2 That portion of the balance applicable to nondepreciable property shall remain unchanged until the property is sold or otherwise retired. Upon retirement, the cost of such nondepreciable property acquired by donation or through use of donated funds shall be credited to the appropriate plant account and charged to this account to clear the credit balance carried herein.
  
- 3 That portion of the balance representing donations on property retired prior to January 1, 1955 (column e), and the amount of depreciation accrued to January 1, 1955, on property in service (column f), shall not be transferred from this account or otherwise disposed of without first receiving written authorization from the Commission.

Line No.	Item (a)	Total All Columns (b)	Subject to Amortization		Not Subject to Amortization	
			Property in Service After Dec. 31, 1954		Property Retired Before Jan. 1, 1955 (e)	Depreciation Accrued Through Dec. 31, 1954 on Property in Services at Dec. 31, 1954 (f)
			Depreciable (c)	Non-Depreciable (d)		
1	Balance beginning of year	\$ 5,897	\$ 5,897			
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	\$ 579	\$ 579			
8	Nondepreciable donated property retired					
9	Other debits*					
10	Total debits	\$ 579	\$ 579			
11	Balance end of year	\$ 5,318	\$ 5,318	\$ -	\$ -	\$ -

\* Indicate nature of these items and show the accounts affected by the contra entries





**SCHEDULE B-1**  
**Account No. 400 - Operating Revenues**

Line No.	Acct. No.	Account (a)	Amount Current Year (b)	Amount Preceding Year (c)	Net Change During Year Show Decrease in [Brackets] (d)
1		<b>WATER SERVICE REVENUES</b>			
2	460	Unmetered water revenue			
3		460.1 Single - family residential			
4		460.2 Commercial and multi-residential			
5		460.3 Large water users			
6		460.5 Safe Drinking Water Bond Surcharge			
7		460.9 Other unmetered revenue			
8		Sub-total			
9	462	Fire protection revenue			
10		462.1 Public fire protection			
11		462.2 Private fire protection	\$ 1,174.26	\$ 1,139.70	\$ 34.56
12		Sub-total	\$ 1,174.26	\$ 1,139.70	\$ 34.56
13	465	Irrigation revenue			
14	470	Metered water revenue			
15		470.1 Single-family residential	\$ 372,288.59	\$ 361,478.72	\$ 10,809.87
16		470.2 Commercial and multi-residential	\$ 19,405.14	\$ 21,650.16	\$ (2,245.02)
17		470.3 Large water users			
18		470.5 Safe Drinking Water Bond Surcharge			
19		470.9 Other metered revenue			
20		Sub-total	\$ 391,693.73	\$ 383,128.88	\$ 8,564.85
21		Total water service revenues	\$ 392,867.99	\$ 384,268.58	\$ 8,599.41
22	480	Other water revenue	\$ 5,095.39	\$ 4,918.46	\$ 176.93
23		- Total operating revenues	\$ 397,963.38	\$ 389,187.04	\$ 8,776.34

**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		<b>PLANT OPERATION AND MAINTENANCE EXPENSES</b>			
2		<b>VOLUME RELATED EXPENSES</b>			
3	610	Purchased water	\$ 38,216.85	\$ 39,616.49	\$ (1,399.64)
4	615	Power			
5	616	Other volume related expenses			
6		Total volume related expenses	\$ 38,216.85	\$ 39,616.49	\$ (1,399.64)
7		<b>NON-VOLUME RELATED EXPENSES</b>			
8	630	Employee labor	\$ 91,170.13	\$ 90,361.79	\$ 808.34
9	640	Materials	\$ 16,419.12	\$ 7,933.48	\$ 8,485.64
10	650	Contract work	\$ 7,613.66	\$ 10,006.91	\$ (2,393.25)
11	660	Transportation expenses	\$ 10,916.14	\$ 7,512.41	\$ 3,403.73
12	664	Other plant maintenance expenses	\$ 140.00	\$ 140.00	\$ -
13		Total non-volume related expenses	\$ 126,259.05	\$ 115,954.59	\$ 10,304.46
14		Total plant operation and maintenance exp.	\$ 164,475.90	\$ 155,571.08	\$ 8,904.82
15		<b>ADMINISTRATIVE AND GENERAL EXPENSES</b>			
16	670	Office salaries	\$ 33,003.38	\$ 32,040.36	\$ 963.02
17	671	Management salaries	\$ 38,270.91	\$ 37,153.86	\$ 1,117.05
18	674	Employee pensions and benefits	\$ 37,921.40	\$ 30,669.55	\$ 7,251.85
19	676	Uncollectible accounts expense	\$ 3,366.09	\$ 2,571.08	\$ 795.01
20	678	Office services and rentals	\$ 5,813.26	\$ 1,867.80	\$ 3,945.46
21	681	Office supplies and expenses	\$ 15,846.73	\$ 12,051.39	\$ 3,795.34
22	682	Professional services	\$ 8,208.43	\$ -	\$ 8,208.43
23	684	Insurance	\$ 6,709.95	\$ 6,027.43	\$ 682.52
24	688	Regulatory commission expense	\$ 5,341.85	\$ 5,359.31	\$ (17.46)
25	689	General expenses	\$ 6,624.34	\$ 9,307.02	\$ (2,682.68)
26		Total administrative and general expenses	\$ 161,106.34	\$ 137,047.80	\$ 24,058.54
27	800	Expenses capitalized			\$ -
28		Net administrative and general expense	\$ 161,106.34	\$ 137,047.80	\$ 24,058.54
29		Total operating expenses	\$ 325,582.24	\$ 292,618.88	\$ 32,963.36

**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	\$ 14,655.24	\$ 14,655.24	
2	State corporate franchise tax			
3	State unemployment insurance tax	\$ 702.10	\$ 702.10	
4	Other state and local taxes			
5	Federal unemployment insurance tax	\$ 165.20	\$ 165.20	
6	Federal insurance contributions act	\$ 12,188.41	\$ 13,923.01	
7	Other federal taxes			
8	Federal income taxes			
9	San Bernardino county Franchise Tax	\$ 1,480.15	\$ 1,480.15	
10				
11	Totals	\$ 29,191.10	\$ 30,925.70	\$ -

**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	\$ 4,543
2	Reconciling amounts (list first additional income and unallowable deductions,	
3	followed by additional deductions and non-taxable income):	
4		
5		\$ -
6		
7		
8		
9		
10	Federal tax net income	\$ 4,543
11	Computation of tax:	
12	Income x 41%	\$ 1,863
13		
14		
15		
16		
17		

**SCHEDULE B-5**  
**Account No. 421 and 426 - Income from Nonutility Operations**

Line No.	Description (a)	Revenues Acct. 421 (b)	Expenses Acct. 426 (c)
1	Dividends on account at Searles Lake Federal Credit Union	\$ 579.48	
2			
3			
4			
5	Total	\$ 579.48	

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

Line No.	Description (a)	Amount (b)
1	Interest on Customer's Guarantee Deposits	\$ 227.38
2		
3		
4		
5		
6		
7		
8		
9		
10	Total	\$ 227.38

**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	\$91,170.13		\$91,170.13
2	670	Office salaries	1	\$33,003.38		\$33,003.38
3	671	Management salaries	1	\$38,270.91		\$38,270.91
4						
5						
6		Total	5	\$162,444.42	\$0.00	\$162,444.42

**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	
2	and/or management of its own affairs during the year? Answer: (Yes or No) None	
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:	
16	(a) Charged to operating expenses	Amount
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	None							
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	None							
7								
8								
9								
10								

TUNNELS AND SPRINGS				FLOW IN ..... (Unit) 2		Annual Quantities Pumped ..... (Unit) 2	Remarks
Line No.	Designation	Location	Number	Maximum	Minimum		
11	None						
12							
13							
14							
15							

Purchased Water for Resale			
16	Purchased from	IMC Chemicals Inc.	
17	Annual Quantities purchased	91,667	(Unit chosen) 1 thousand gallons
18			
19			

\* 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.

**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	1	500,000 Gallons	
12	Concrete			
13	Totals	1	500,000 Gallons	

**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								
3	Lined conduit								
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								
8	Lines conduit								
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) (steel)									
13	Concrete									
14	Copper									
15	Riveted steel									
16	Standard screw	92	2,067	8,007		350			621	1,358
17	Screw or welded casing									
18	Cement - asbestos					6,511	14,338		12,482	2,116
19	Welded steel									
20	Wood									
21	Other (specify) PVC	220		10,966		70	5,885		73,133	14,924
22	Totals	312	2,067	18,973	-	6,931	20,223	-	86,236	18,398

**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
								3/4	6-5/8	
23	Cast Iron									-
24	Cast iron (cement lined) (steel)		1,805							1,805
25	Concrete									-
26	Copper									-
27	Riveted steel									-
28	Standard screw							160		12,655
29	Screw or welded casing									-
30	Cement - asbestos		480							35,927
31	Welded steel								6,556	6,556
32	Wood									-
33	Other (specify) PVC									105,198
34	Totals		2,285	-	-	-	-	160	6,556	162,141

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

Classification	Metered - Dec 31		Flat Rate - Dec 31	
	Prior Year	Current Year	Prior Year	Current Year
Single family residential	853	832		
Commercial and Multi-residential	56	58		
Large water users	0	0		
Public authorities	12	13		
Irrigation	2	2		
Other (specify)	0	0		
Subtotal	923	905		
Private fire connections			3	3
Public fire hydrants				
Total	923	905	3	3

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

Size	Meters	Services
5/8 x 3/4 - in		xxxxxxxxxxxx
3/4 - in	1065	1347
1 - in		
- in	9	8
- in	15	11
- in	1	
- in	1	
- in		
Other		
Total	1091	1366

**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 . . . . .	_____
2. Used, before repair . . . . .	_____
3. Used, after repair . . . . .	_____
4. Found fast, requiring billing adjustment . . . . .	_____
B. Number of Meters in Service Since Last Test	
1. Ten years or less . . . . .	618
2. More than 10, but less than 15 years . . . . .	529
3. More than 15 years . . . . .	18

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

Classification of Service	During Current Year								Subtotal
	January	February	March	April	May	June	July		
Single-family residential	4,471	4,210	3,946	4,852	6,475	7,190	10,230	41,374	
Commercial and Multi-residential	540	466	445	623	565	622	773	4,034	
Large water users	0	0	0	0	0	0	0	0	
Public authorities	147	194	179	199	405	540	587	2,251	
Irrigation	94	105	69	74	158	199	332	1,031	
Other (specify)	0	0	0	0	0	0	0	0	
Total	5,252	4,975	4,639	5,748	7,603	8,551	11,922	48,690	
Classification of Service	During Current Year							Total Prior Year	
	August	September	October	November	December	Subtotal			
Single-family residential	8,854	7,470	5,577	5,172	4,359	31,432	72,806	74,047	
Commercial and Multi-residential	829	767	680	624	485	3,385	7,419	6,995	
Large water users	0	0	0	0	0	0	0	0	
Public authorities	560	698	647	390	364	2,659	4,910	5,948	
Irrigation	337	297	248	132	122	1,136	2,167	1,993	
Other (specify)	0	0	0	0	0	0	0	0	
Total	10,580	9,232	7,152	6,318	5,330	38,612	87,302	88,983	

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

Total acres irrigated 0

Total population served 2100





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