

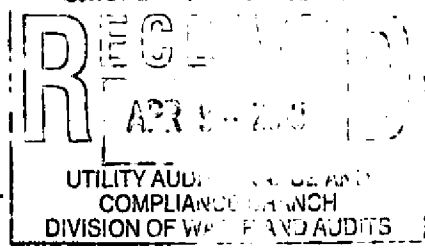
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Received _____
Examined _____

**CLASS D
WATER UTILITIES**

U# _____

**2009
ANNUAL REPORT
OF**



SIERRA CITY WATER WORKS, INC

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

732 BUTLER STREET, GRASS VALLEY, CALIFORNIA 95945
(OFFICIAL MAILING ADDRESS) ZIP

**TO THE
PUBLIC UTILITIES COMMISSION
STATE OF CALIFORNIA
FOR THE YEAR ENDED DECEMBER 31, 2009**

REPORT MUST BE FILED NOT LATER THAN MARCH 31, 2010

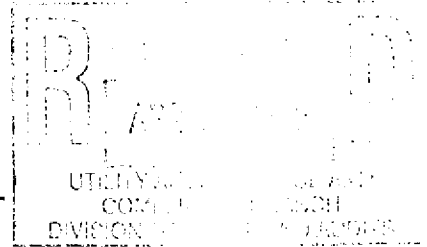
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CLASS D WATER UTILITIES
(HAVING LESS THAN 500 SERVICE CONNECTIONS)

SIERRA CITY WATER WORKS, INC

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

732 BUTLER STREET GRASS VALLEY CALIFORNIA 95945
(Official mailing address)

SIERRA CITY SIERRA COUNTY
(Service Area - Town and County)

Telephone Number: 530-273-6447 Fax Number: 530-477-6253

Email Address: _____

GENERAL INFORMATION

(Attach a supplementary statement, if necessary)
RETURN ORIGINAL TO COMMISSION, NO PHOTOCOPIES.

1. If a corporation show:
 - (A) Date of organization 01/06/88 incorporated in the State of CALIFORNIA
 - (B) Names, titles and addresses of principal officers:
 CHARLES K. SMITH, PRESIDENT
 WINBETH SMITH, SECRETARY/TREASURER
 732 BUTLER STREET GRASS VALLEY, CALIFORNIA 95945
2. If unincorporated provide the name and address of the owner(s) or the partners:
3. Name, title, and telephone number of:
 - (A) One person listed above to receive correspondence:
 - (B) Person responsible for operations and services:
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)
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:

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		
X		MONTHLY
X		04/25/96

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

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 company's 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 goods and services provided in calendar year 2009:

Applies to All Non-Tariffed Goods/Services that require Approval by Advice Letter									
Row No.	Description of Non-Tariffed Good/Service	Total Revenue Derived From Non-Tariffed Goods/ Services (by account)	Total Expenses Incurred to Provide Non-Tariffed Goods/ Services (by Account)	Advice Letter and/or Resolution Number Approving Non-Tariffed Goods/ Services	Total Income Tax Liability Incurred Because of Non-Tariffed Goods/ Services (by Account)	Gross Value of Regulated Assets Used in the Provision of a Non-Tariffed Goods/ Services (by Account)	Regulated Asset Account Number		

**FOR ALL 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: _____

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	_____	_____
	Number of Flat Rate Customers	_____	_____
	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:

FOR ALL WATER COMPANIES
SAFE DRINKING WATER BOND ACT/STATE REVOLVING FUND DATA (Continued)

5. Plant amounts included in Schedule A-1a, Account No. 101--Water Plant in Service which were funded using SDWBA or SRF 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					
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 (AS OF DECEMBER 31, 2009)

Line	Acct.	Assets	Balance	Acct.	Equity and Liabilities	Balance
1	101	Water plant in service	274,104	201	Common Stock (Corporations only)	1,000
2	103	Water plant held for future use		211	Other paid-in capital (Corporations only)	
3	104	Water plant purchased or sold		215	Retained earnings	
4	105	Water plant construction work in progress		218	Proprietary capital	-62614
5	108	Accumulated depreciation of water plant	-196,038	224	Long term debt	155,630
6	114	Water plant acquisition adjustments			Current Liabilities	
7	124	Other investments		252	Advances for construction	
8	131	Cash	21,098	253	Other deferred credits	
9	141	Accounts receivable - customers		255	Accumulated deferred investment tax credits	
10	142	Receivables from associated companies		282	Accumulated deferred income taxes - ACRS	
11	151	Materials and supplies	4,000		depreciation	
12	174	Other current assets		283	Accumulated deferred income taxes - other	
13	180	Deferred charges		271	Contributions in aid of construction	9148
14				272	Accumulated amortization of contributions	
15		Total Assets	103,164		Total Equity and Liabilities	103,164

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
1	301	Intangible plant					
2	303	Land	37,541				37541
3	304	Structures					
4	307	Wells					
5	317	Other water source plant	33,512				33512
6	311	Pumping equipment					
7	320	Water treatment plant					
8	330	Reservoirs tanks and sandpipes	53,805				53805
9	331	Water mains	52,647				52647
10	333	Services and meter installations					
11	334	Meters	8,507				8507
12	335	Hydrants	20,357				20357
13	339	Other equipment	17,190	8,000			25190
14	340	Office furniture and equipment	4,430				4430
15	341	Transportation equipment	38,115				38115
16		Total water plant in service	266,104	8,000			274,104

* 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	
1	Balance in reserves at beginning of year	187,424		A. Method used to compute depreciation
2	Add: Credits to reserves during year			expense (Acct. 403) and rate.
3	(a) Charged to Account No. 272			40yr S/L 2.5%
4	(b) Charged to Account No. 403	8,614		
5	(c) Charged to Account No. 407			B. Amount of depreciation expense claimed
6	(d) Salvage recovered			or to be claimed on utility property in
7	(e) All other credits			your federal income tax return for the year
8	Total credits			covered by this report \$ 7,596
9	Deduct: Debits to reserves during year			
10	(a) Book cost of property retired			
11	(b) Cost of removal			C. State method used to compute tax
12	(c) All other debits			depreciation. MACRS
13	Total debits			
14	Balance in reserve at end of year	196,038		
15	(1) Explanation of all other credits			
16	(2) Explanation of all other debits			

SCHEDULE D - CAPITAL STOCK OUTSTANDING (AS OF DECEMBER 31, 2009)			
Line			
1	Common - (Shares	1,000 \$	1 par)
2	Preferred - (Shares	,\$	par)
3	Dividends - Common	Rate - \$	
4	- Preferred	Rate - \$	

List persons owning more than 5% of outstanding stock and number of shares owned by each:
C.K. SMITH 50%
W. SMITH 50%

SCHEDULE E - LONG-TERM DEBTS								
Line	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
1	Owners				155,630			
2								
3								
4	Total							

SCHEDULE F - INCOME STATEMENT			
Line	Acct.		
		Operating revenues	
1	460	Unmetered water revenue	22,7 87
2	462	Fire protection revenue	2,9 16
3	465	Irrigation revenue	
4	470	Metered water revenue	24,8 81
5	480	Other water revenue	4 53
6		Total Operating Revenue	51,0 37
7		Operating revenue deductions	0
8		Operating expenses	0
9	610	Purchased water	0
10	615	Purchased power	0
11	618	Other volume related expenses	0
12	630	Employee labor	0
13	640	Materials	5,7 60
14	650	Contract work	5,9 69
15	660	Transportation expenses	9,8 44
16	664	Other plant maintenance expense	9 73
17	670	Office salaries	
18	671	Management salaries	0
19	674	Employee pensions and benefits	0
20	676	Uncollectible accounts expense	0
21	678	Office services and rentals	6 51
22	681	Office supplies and expense	2,6 12
23	682	Professional services	3,4 57
24	684	Insurance	2,2 15
25	688	Regulatory commission expense	
26	689	General expenses	2,3 17
27		Total Operating Expenses	33,7 98
28	403	Depreciation expense	8,6 14
29	407	SDWBA loan amortization expense	0
30	408	Taxes other than income taxes	1,6 10
31	409	State income tax expense	8 00
32	410	Federal income tax expense	0
33		Total Operating Revenue Deductions	44,8 22
34		Utility Operating Income	
35	421	Non-utility income	10
36	426	Miscellaneous non-utility expense	12
37	427	Interest expense	
38		Net Income	6,2 13

SCHEDULE J - ADVANCES FOR CONSTRUCTION	
Balance beginning of year	9,245
Additions during year	
Subtotal - Beginning balance plus additions during year	
Refunds	
Transfers to Acct. 271 - Contributions in Aid of Construction	
Balance end of year	9,245

SCHEDULE K - TOTAL METERS AND SERVICES (Active and Inactive)		
Size	Meters	Services
5/8 x 3/4-in	40	40
3/4-in	5	5
1-in	1	1
2" -in	2	2
-in		
Total	48	48

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	38	41	79				38	41
Industrial/Commercial	10	0	10				10	
Irrigation	0	0	0					
Fire Protection (public)	0	1	1					1
Fire Protection (private)	0	0	0					
Other (specify)	0	0	0					
Total	48	42	90				48	42

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

SCHEDULE N - STORAGE FACILITIES		
Description	No.	Combined Capacity in Gallons
Concrete		
Earth		
Wood		
Steel		
Other		
Total		

SCHEDULE O - FOOTAGES OF PIPE (EXCLUDING SERVICE PIPES)					
Description	2" and under	2 1/4 to 3 1/4	4"	Other Sizes 8" 6"	Total
Cast iron					0
Welded steel	2,000				2,000
Standard screw					
Cement-asbestos					
Plastic			800	4,500 1,500	6,800
Other (specify)					
Total	2,000		800	4,500 1,500	8,800

FACILITY FEES DATA

Please provide the following information relating to Facility Fees collected for the calendar year 2009, pursuant to Resolution No. W-4110.

1. Trust Account Information:

Bank Name: BANK OF AMERICA
 Address: GRASS VALLEY, CALIFORNIA
 Account Number: -6716
 Date Opened: _____

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

A. Commercial

NAME	<u>AMOUNT</u>
_____	\$ _____
_____	\$ _____
_____	\$ _____
_____	\$ _____

B. Residential

NAME	<u>AMOUNT</u>
_____	\$ _____
_____	\$ _____
_____	\$ _____
_____	\$ _____

3. Summary of the bank account activities showing:

	<u>AMOUNT</u>
Balance at beginning of year	9156
Deposits during the year	_____
Interest earned for calendar year	12
Withdrawals from this account	20
Balance at end of year	<u>9148</u>

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

DECLARATION

(PLEASE VERIFY THAT ALL SCHEDULES ARE ACCURATE AND COMPLETE BEFORE SIGNING)

I, the undersigned (authorized officer, partner or owner) of _____ (Name of utility), under penalty of perjury do declare that this report has been prepared by me, or under my direction, from the books, documents, 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 of January 1, 2009 through December 31, 2009.

Charles R. Smith
Signature

PRESIDENT
Title

03/31/10
Date