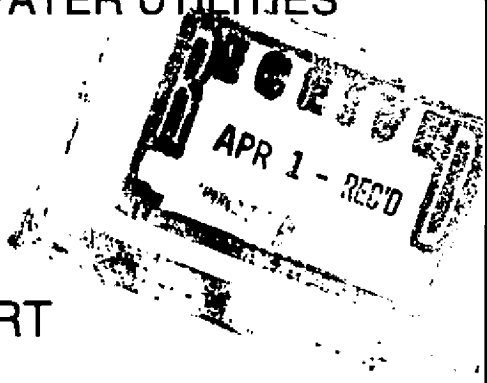


74

Received _____
Examined _____

CLASS D  
WATER UTILITIES

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



2002  
ANNUAL REPORT  
OF

Sonoma Springs Water Company LLC

P.O. Box 1175  
(NAME UNDER WHICH CORPORATION, PARTNERSHIP, OR INDIVIDUAL IS DOING BUSINESS)

Kenwood, Calif. 95452

\_\_\_\_\_  
(OFFICIAL MAILING ADDRESS) ZIP

TO THE  
PUBLIC UTILITIES COMMISSION  
STATE OF CALIFORNIA  
FOR THE  
YEAR ENDED DECEMBER 31, 2002

REPORT MUST BE FILED NOT LATER THAN MARCH 31, 2003  
(FILE TWO COPIES IF THREE RECEIVED)

**Summary of Earnings  
Test Year 2002**

Account Number	Operating Revenue	
470	Metered	8694
480	Unmetered	
465	Irrigation	
462-480	Private Fire Protection	
	<b>Total Revenue</b>	<b>8694</b>
	<b>Operating Expenses</b>	
610	Purchased Water	
615	Purchased Power	759
	Pump Taxes	
	Purchased Chemicals	
618	Other Vol. Related exp.	
630	Employee Labor	751
640	Materials	
650	Contract Work	7419
	Water Testing	1257
660	Transportation Expense	
664	Other Plant Maintenance	
670	Office Salaries	966
671	Management Salaries	5400
674	Employee Pensions and Benefits	
676	Uncollectables	
678	Office Service and Rentals	
681	Office Supplies and Expense	155
682	Professional Services	1002
684	Insurance	1250
688	Regulatory Expense	
689	General Expense	102
	<b>Subtotal</b>	<b>19061</b>
403	Depreciation Expense	1023
	Ad Valorem Taxes	146
	Payroll taxes	
408	Taxes other than income	
409	State Income Tax	800
410	Federal Income Tax	
	<b>Total Deductions</b>	<b>21030</b>
	<b>Net Revenue</b>	<b>&lt;12336&gt;</b>
	<b>Rate Base</b>	<b>46150</b>
	Average Plant	6
	Average Depreciation Reserve	25332
	Net Plant	20845
	Less: Advances	
	Less: Contributions	
	Plus: Construction Work in Progress	
	Plus: Working Cash	1588
	Plus: Material & Supplies	
	<b>Rate Base</b>	<b>22433</b>
	<b>ROR=Net Rev/Rate Base</b>	<b>&lt;55.96&gt;</b>

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

Sonoma Springs Water Company LLC

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

P.O. Box 1175 Kenwood, Calif. 95452

(Official mailing address)

Sonoma Springs Resort & Vicinity, Sonoma County

(Service area-town and county)

**GENERAL INFORMATION**

RETURN ORIGINAL  
TO COMMISSION  
NO PHOTOCOPIES

- 1 If a corporation show:
  - (A) Date of organization 12/00 incorporated in the State of California
  - (B) Names, titles and addresses of principal officers: Vanya Rohner, P.O. Box 1174  
Kenwood, Ca. 95452
- 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: Jeff Anderson
  - (B) Person responsible for operations and services: (707) 321-2093
- 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		4/01
X		12/02
X		8/01
N/A		
N/A		

**SPECIAL INSTRUCTIONS (over)**

SELECTED FINANCIAL DATA - CLASS A, B, C AND D WATER COMPANIES  
2002

NAME OF UTILITY Sonoma Springs Water Co PHONE (707) 833-5511

PERSON RESPONSIBLE FOR THIS REPORT Jeff Anderson or Karen Ball  
(Prepared from Information in the 2002 Annual Report)

	1/1/02	12/31/02	Average
<b>BALANCE SHEET DATA</b>			
1 Intangible Plant			
2 Land and Land Rights			
3 Depreciable Plant	<u>45640</u>	<u>46659</u>	<u>46150</u>
4 Gross Plant in Service	<u>45640</u>	<u>46659</u>	<u>46150</u>
5 Less: Accumulated Depreciation	<u>24971</u>	<u>25793</u>	<u>25332</u>
6 Net Water Plant in Service			
7 Water Plant Held for Future Use			
8 Construction Work in Progress	<u>54</u>		<u>27</u>
9 Materials and Supplies			
10 Less: Advances for Construction	<u>( )</u>	<u>( )</u>	<u>( )</u>
11 Less: Contribution in Aid of Construction	<u>( )</u>	<u>( )</u>	<u>( )</u>
12 Less: Accumulated Deferred Income and Investment Tax Credits	<u>( )</u>	<u>( )</u>	<u>( )</u>
13 Net Plant Investment	<u>20823</u>	<u>20866</u>	<u>20845</u>
<b>CAPITALIZATION</b>			
14 Common Stock			
15 Proprietary Capital (Individual or Partnership)	<u>21823</u>	<u>20413</u>	<u>21118</u>
16 Paid-in Capital			
17 Retained Earnings			
18 Common Stock and Equity (Lines 14 through 17)			
19 Preferred Stock			
20 Long-Term Debt			
21 Notes Payable			
22 Total Capitalization (Lines 18 through 21)	<u>21823</u>	<u>20413</u>	<u>21118</u>

(Revised 2/01)

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

2002  
(continued)

NAME OF UTILITY Sonoma Springs Water Co PHONE (701)833-5511

Annual  
Amount

**INCOME STATEMENT**

23	Unmetered Water Revenue	_____
24	Fire Protection Revenue	_____
25	Irrigation Revenue	_____
26	Metered Water Revenue	<u>8694</u>
27	Total Operating Revenue	<u>8694</u>
28	<u>Operating Expenses</u>	<u>19061</u>
29	Depreciation Expense (Composite Rate <u>2.2%</u> )	<u>1023</u>
30	Amortization and Property Losses	_____
31	Property Taxes	<u>146</u>
32	Taxes Other Than Income Taxes	_____
33	Total Operating Revenue Deduction Before Taxes	<u>20230</u>
34	California Corp. Franchise Tax	<u>800</u>
35	Federal Corporate Income Tax	_____
36	Total Operating Revenue Deduction After Taxes	<u>21030</u>
37	Net Operating Income (Loss) - California Water Operations	<u>&lt;12336&gt;</u>
38	Other Operating and Nonoper. Income and Exp. - Net (Exclude Interest Expense)	_____
39	Income Available for Fixed Charges	_____
40	Interest Expense	_____
41	Net Income (Loss) Before Dividends	_____
42	Preferred Stock Dividends	_____
43	Net Income (Loss) Available for Common Stock	_____

**OTHER DATA**

44	Refunds of Advances for Construction	_____
45	Total Payroll Charged to Operating Expenses	<u>7117</u>
46	Purchased Water	_____
47	Power	<u>759</u>

	Active Service Connections	(Exc. Fire Protect.)	Jan. 1	Dec. 31	Annual Average
48	Metered Service Connections		<u>23</u>	<u>24</u>	<u>24</u>
49	Flat Rate Service Connections				
50	Total Active Service Connections		<u>23</u>	<u>24</u>	<u>24</u>

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

Please provide the following information relating to each Safe Drinking Water Bond Act (SDWBA) loan outstanding during the 12 month reporting period. (Use one sheet for each loan.)

1. Current Fiscal Agent:

Name: \_\_\_\_\_  
Address: \_\_\_\_\_  
Phone Number: \_\_\_\_\_  
Date Hired: \_\_\_\_\_

2. Former Fiscal Agent:

Name: \_\_\_\_\_  
Address: \_\_\_\_\_  
Phone Number: \_\_\_\_\_  
Date Hired: \_\_\_\_\_

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

\$ \_\_\_\_\_

*N/A*

4. Summary of the trust bank account activities showing:

Balance at beginning of year	\$ _____
Deposits during the year	_____
Withdrawals made for loan payments	_____
Other withdrawals from this account	_____
Balance at end of year	_____

5. Account information:

Bank Name: \_\_\_\_\_  
Account Number: \_\_\_\_\_  
Date Opened: \_\_\_\_\_

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

Line No.	Acct. No.	Title of Account (a)	Balance Beginning of Year (b)	Plant Additions During Year (c)	Plant Retirements During Year (d)	Other Debits* or (Credits) (e)	Balance End of Year (f)
1		<b>NON-DEPRECIABLE PLANT</b>					
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		N/A			
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, 2002)**

Line	Acct.	Assets	Balance	Acct.	Equity and Liabilities	Balance
1	101	Water plant in service	44659	201	Common Stock (Corporations only)	
2	103	Water plant held for future use		211	Other paid-in capital (Corporations only)	
3	104	Water plant purchased or sold		215	Retained earnings	
4	105	Water plant construction work in progress		218	Proprietary capital	20413
5	108	Accumulated depreciation of water plant	(25793)	224	Long term debt	
6	114	Water plant acquisition adjustments			Current Liabilities	867
7	124	Other investments		252	Advances for construction	
8	131	Cash	339	253	Other deferred credits	
9	141	Accounts receivable - customers	75	255	Accumulated deferred investment tax credits	
10	142	Receivables from associated companies		282	Accumulated deferred income taxes - Acrs	
11	151	Materials and supplies			depreciation	
12	174	Other current assets		283	Accumulated deferred income taxes - other	
13	180	Deferred charges		271	Contributions in aid of construction	
14				272	Accumulated amortization of contributions	
15		Total Assets	21280		Total Equity and Liabilities	21280

**SCHEDULE B - WATER PLANT IN SERVICE**

Line	Acct	Title of Account	Balance Beg of Year	Pit Additions During year	Pit Retirements During year	Other Debits or (Credits)	Balance End of year
16	301	Intangible plant					
17	303	Land					
18	304	Structures					
19	307	Wells	5500				5500
20	317	Other water source plant					
21	311	Pumping equipment	4666				4666
22	320	Water treatment plant	878				878
23	330	Reservoirs tanks and sandpipes	7500				7500
24	331	Water mains	11000	550 (1)			11550
25	333	Services and meter installations	10340				10340
26	334	Meters	1256	368 (2)			1624
27	335	Hydrants	4500				4500
28	339	Other equipment					
29	340	Office furniture and equipment					
30	341	Transportation equipment					
31		Total water plant in service	45640	918		(3)	46659

\* 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	24871		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	1023		1,290
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	1023		covered by this report \$
40	Deduct: Debits to reserves during year			
41	(a) Book cost of property retired			
42	(b) Cost of removal			C. State method used to compute tax
43	(c) All other debits (3)	101		depreciation.
44	Total debits			
45	Balance in reserve at end of year			
46	(1) Explanation of all other credits			
47	(2) Explanation of all other debits	25793		



**SCHEDULE D - CAPITAL STOCK OUTSTANDING (DECEMBER 31, 2002)**

Line	Common - (Shares)	\$ par	Preferred - (Shares)	\$ par	Dividends - Common	Rate - \$	Dividends - Preferred	Rate - \$	List persons owning more than 5% of outstanding stock and number of shares owned by each:
1									
2									N/A
3									
4									

**SCHEDULE E - LONG TERM DEBT**

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
5					N/A			
6								
7								
8	Totals							

**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
Seneca Springs	1	12	7	180	1.65 MG

**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	8694
14	480 Other water revenue	
15	Total Operating Revenue	8694
16	Operating revenue deductions	XXXXXXXXXX
17	Operating expenses	XXXXXXXXXX
18	610 Purchased water	759
19	615 Power	
20	618 Other volume related expenses	
21	630 Employee labor (4)	751
22	640 Materials	
23	650 Contract work (5)	8676
24	660 Transportation expenses	
25	664 Other plant maintenance expense	
26	670 Office salaries (6)	966
27	671 Management salaries (7)	5400
28	674 Employee pensions and benefits	
29	676 Uncollectible accounts expense	
30	678 Office services and rentals	
31	681 Office supplies and expense	155
32	682 Professional services (8)	1002
33	684 Insurance	1250
34	688 Regulatory commission expense	
35	689 General expenses (9)	102
36	Total Operating Expenses	19061
37	403 Depreciation expense	1023
38	407 SDWBA loan amortization expense	
39	408 Taxes other than income taxes (10)	146
40	409 State corporate income tax expense	800
41	410 Federal corporate income tax expense	
42	Total Operating Revenue Deductions	21030
43	Utility Operating Income	(12336)
44	421 Non-utility income	
45	426 Miscellaneous non-utility expense	
46	427 Interest expense	
47	Net Income	(12336)

**OTHER**

Streams or springs location of diversion point	Flow in		(Unit) Diversions		Annual quantities diverted (Unit)
	Priority right	Claim	Capacity	Max	
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			1.55 MG
Industrial			
Public authorities			
Irrigation			
Other (specify)			
Total			1.55 MG

**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	751	-	751
49	670	Office salaries	1	966	-	966
50	671	Management salaries	1	5400	-	5400
51		Total	3	7117	-	7117

**SCHEDULE J - ADVANCES FOR CONSTRUCTION**

Balance beginning of year	
Additions during year	
Subtotal - Beginning balance plus additions during year	
Refunds	N/A
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	23	23
3/4-in		
1-in		
2-in	1	1
-in		
Total	24	24

**SCHEDULE L - METER-TESTING DATA**

Number of meters tested during year	
1	Used, before repair... <u>2 meters replaced</u>
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	23		23					
Industrial								
Other (specify) <u>BUSINESS</u>	1		1					
Subtotal								
Fire protection (Hydrants)	3		3					
Total	27		27					

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

**SCHEDULE N - STORAGE FACILITIES**

**SCHEDULE O - FOOTAGES OF PIPE (EXCLUDING SERVICE PIPES)**

Description	No.	Combined capacity in gallons	Description	Footage				Totals
				2' and under	2 1/4 to 3 1/4	4'	Other sizes (specify)	
Concrete	1	16,000	Cast iron					
Earth			Welded steel					
Wood			Standard screw					
Steel			Cement-asbestos			500		500
Other			Plastic	200				200
			Other (specify)					
Total	1	16,000	Total	200		500		700

**DECLARATION**

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

I, the undersigned (officer, partner or owner) of Sonoma Springs Water Co. (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 Jan. 1, 2002, to and including Dec. 31, 2002

Kanya Rohmer  
Signed

Title 3-31-03

Date

Notes For 2002 PUC Annual Report

1. DHS required certified cross connection survey 550.00
2. 1 5/8 x 3/4 meter 69.00  
1 2" meter 299.00  
368.00
3. Adjustment of 2001 Annual Report Depreciation. Per W-3443,  
From 2.42% to 2.2%.
4. Jesus Ruiz; meter reading, pump and electrical main.
5. DHS 259.00  
Water Testing 998.00  
Eric Miller 2825.00  
J.P.B. Environmental Servs. 1890.00  
Karen L. Ball 2704.00  
8676.00
6. Connie B  
Kathleen Rueve, bookpg. 966.00
7. Jeff Anderson, Mngt., 270 Hrs @ 20.00 5400.00  
Billing, customer service, on-call, liason w/ consultant re: PUC & DHS  
requirements and procedures.
8. Dan Reidy 1002.00
9. User Use Fee 102.00
10. Adjustment from 2001 PUC Annual Report per W-3443 from 14% of Property  
Taxes (Gross Water Company Plant) to 7% (Net Water Company Plant).  
Current \$10596 x 7% = \$742  
Correction from 2001 (596)  
146