

For JRW's file

✓

Received _____

Examined _____

CLASS D
WATER UTILITIES

U# _____

2000
ANNUAL REPORT
OF

SERENO DEL MAR WATER COMPANY

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

P O BOX 457

FORESTVILLE, CA 95436-0457

(OFFICIAL MAILING ADDRESS)

ZIP

TO THE
PUBLIC UTILITIES COMMISSION
STATE OF CALIFORNIA
FOR THE
YEAR ENDED DECEMBER 31, 2000

REPORT MUST BE FILED NOT LATER THAN MARCH 31, 2001
(FILE TWO COPIES IF THREE RECEIVED)

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
20____

NAME OF UTILITY _____ PHONE _____

| | | Annual Amount |
|-------------------------|---|------------------|
| INCOME STATEMENT | | |
| 23 | Unmetered Water Revenue | _____ |
| 24 | Fire Protection Revenue | _____ |
| 25 | Irrigation Revenue | _____ |
| 26 | Metered Water Revenue | _____ |
| 27 | Total Operating Revenue | _____ |
| 28 | <u>Operating Expenses</u> | _____ |
| 29 | Depreciation Expense (Composite Rate _____) | _____ |
| 30 | Amortization and Property Losses | _____ |
| 31 | Property Taxes | _____ |
| 32 | Taxes Other Than Income Taxes | _____ |
| 33 | Total Operating Revenue Deduction Before Taxes | ===== |
| 34 | California Corp. Franchise Tax | _____ |
| 35 | Federal Corporate Income Tax | _____ |
| 36 | Total Operating Revenue Deduction After Taxes | _____ |
| 37 | Net Operating Income (Loss) - California Water Operations | _____ |
| 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 | _____ |
| 46 | Purchased Water | _____ |
| 47 | Power | _____ |

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

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

20__

NAME OF UTILITY _____ PHONE _____

PERSON RESPONSIBLE FOR THIS REPORT _____

(Prepared from Information in the 20__ Annual Report)

| | 1/1/___ | 12/31/___ | Average |
|---|---------|-----------|---------|
| BALANCE SHEET DATA | | | |
| 1 Intangible Plant | _____ | _____ | _____ |
| 2 Land and Land Rights | _____ | _____ | _____ |
| 3 Depreciable Plant | _____ | _____ | _____ |
| 4 Gross Plant in Service | _____ | _____ | _____ |
| 5 Less: Accumulated Depreciation | _____ | _____ | _____ |
| 6 Net Water Plant in Service | _____ | _____ | _____ |
| 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 | ===== | ===== | ===== |
| CAPITALIZATION | | | |
| 14 Common Stock | _____ | _____ | _____ |
| 15 Proprietary Capital (Individual or Partnership) | _____ | _____ | _____ |
| 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) | ===== | ===== | ===== |

(Revised 2/01)

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 | | 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 | | | | | |

**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:

\$ _____

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: _____

SCHEDULE J - ADVANCES FOR CONSTRUCTION

| | |
|---|--|
| Balance beginning of year | |
| Additions during year | |
| Subtotal - Beginning balance plus additions during year | |
| 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 |
|--------------|--------|----------|
| 3/4 x 3/4-in | 108 | 108 |
| 3/4-in | | |
| 1-in | 25 | 25 |
| -in | | |
| -in | | |
| Total | 133 | 133 |

SCHEDULE L - METER-TESTING DATA

| | |
|---|---|
| Number of meters tested during year | 0 |
| 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 | 113 | - | 113 | 20 | - | 20 | 133 | - |
| Industrial | | | | | | | | |
| Other (specify) | | | | | | | | |
| Subtotal | | | | 20 | | 20 | 133 | |
| Fire protection (Hydrants) | | 20 | 20 | | | | 20 | |
| Total | 113 | 20 | 133 | 20 | | 20 | 153 | |

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 | | 2 1/4 to 3 1/4" | | 4" | | 6" Other sizes (specify) | | Totals |
|-------------|-----|------------------------------|-----------------|--------------|--|-----------------|--|-----|--------|--------------------------|--|--------|
| | | | | | | | | | | | | |
| Concrete | | | Cast Iron | | | | | | | | | |
| Earth | | | Welded steel | | | | | | | | | |
| Wood | 2 | 90,000 | Standard screw | | | | | | | | | |
| Steel | 1 | 212,000 | Cement-asbestos | | | | | 450 | 16,100 | | | 16,550 |
| Other | | | Plastic | | | 2,000 | | | | | | 2,000 |
| | | | Other (specify) | | | | | | | | | |
| Total | 3 | 302,000 | Total | | | 2,000 | | 450 | 16,100 | | | 18,550 |

DECLARATION

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

I, the undersigned (officer, partner or owner) of Sereno Del Mar Water Company (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, 2000 to and including December 31, 2000

Signed  President

Title 3-21-01

Date

SCHEDULE D - CAPITAL STOCK OUTSTANDING (DECEMBER 31, 2000)

| | | | | |
|------|---|-------------------------------------|--------|---|
| Line | 1 | Common - (Shares 2,945 . \$ 10 par) | 29,450 | List persons owning more than 5% of outstanding stock and number of shares owned by each: Russian River Utility 100% |
| | 2 | Preferred - (Shares , \$ par) | | |
| | 3 | Dividends - Common Rate - \$ | | |
| | 4 | - Preferred Rate - \$ | | |

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 | Loan | 4-1-99 | | 14,300* | | 8% | | |
| 6 | | | | | | | | |
| 7 | | | | | | | | |
| 8 | Totals | | | | | | | |

SCHEDULE F - INCOME STATEMENT

* (D-99-10-005)

| | | |
|----|--|------------|
| 9 | Operating revenues | xxxxxxxxxx |
| 10 | 460 Unmetered water revenue | |
| 11 | 462 Fire protection revenue | |
| 12 | 465 Irrigation revenue | |
| 13 | 470 Metered water revenue | 47,765 |
| 14 | 480 Other water revenue | 1,587 |
| 15 | Total Operating Revenue | 46,178 |
| 16 | Operating revenue deductions | xxxxxxxxxx |
| 17 | Operating expenses | xxxxxxxxxx |
| 18 | 610 Purchased water | |
| 19 | 615 Power | 2,262 |
| 20 | 618 Other volume related expenses | |
| 21 | 630 Employee labor | |
| 22 | 640 Materials | < 996 > |
| 23 | 650 Contract work | ** 24,900 |
| 24 | 660 Transportation expenses | |
| 25 | 664 Other plant maintenance expense | 6,693 |
| 26 | 670 Office salaries | |
| 27 | 671 Management salaries | |
| 28 | 674 Employee pensions and benefits | |
| 29 | 676 Uncollectible accounts expense | |
| 30 | 678 Office services and rentals | 996 |
| 31 | 681 Office supplies and expense | 552 |
| 32 | 682 Professional services | 7,922 |
| 33 | 684 Insurance | 4,445 |
| 34 | 688 Regulatory commission expense | 1,785 |
| 35 | 689 General expenses | 564 |
| 36 | Total Operating Expenses | 49,123 |
| 37 | 403 Depreciation expense | 3,295 |
| 38 | 407 SDWBA loan amortization expense | |
| 39 | 408 Taxes other than income taxes | 740 |
| 40 | 409 State corporate income tax expense | 2,008 |
| 41 | 410 Federal corporate income tax expense | |
| 42 | Total Operating Revenue Deductions | 55,166 |
| 43 | Utility Operating Income | < 8,988 > |
| 44 | 421 Non-utility income | |
| 45 | 426 Miscellaneous non-utility expense | |
| 46 | 427 Interest expense | 268 |
| 47 | Net Income | < 8,720 > |

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 |
|----------|-----|------------|---------------------|---------------------------|--------------------------|
| Well | 1 | 6 | 20 | 8 | - |
| | 3 | 48 | 12 | 20 | 1.85 mc |
| | 4 | 48 | 8 | 20 | 2.11 mc |
| | 5 | 6 | 30 | 5 | - |
| | 6 | 6 | 30 | 5 | - |

OTHER

| Streams or springs location of diversion point | Flow in (Unit) | | Annual quantities diverted (Unit) | | |
|--|---------------------------|------------|-----------------------------------|-----|---------|
| | Priority right | Diversions | | | |
| | Claim | Capacity | Max | Min | |
| Spring-side Hill well | 1 | 7 | 7 | 2 | 0.50 mc |
| Purchased water (unit) | Supplier: Annual quantity | | | | |

SCHEDULE H - OPTIONAL WATER DELIVERED TO METERED CUSTOMERS
(If figures are available) (specify unit) mg/mo

| Classification of service | Max. mo. Mo. of Sep | Min. mo. Mo. of Jan | Total for year |
|---------------------------|---------------------|---------------------|----------------|
| Residential & business | 0.414 | 0.247 | |
| Industrial | | | |
| Public authorities | | | |
| Irrigation | | | |
| Other (specify) | | | |
| Total | | | 3.827 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 | | | | |
| 49 | 670 | Office salaries | | | | |
| 50 | 671 | Management salaries | | | | |
| 51 | | Total | | | | |

** Accrual \$9,450 owed RRU account 650
Billing \$24,900, paid \$15,450
Funds owned RRU \$9,450 for year 2000

SCHEDULE A - BALANCE SHEET (DECEMBER 31, 20⁰⁰)

| Line | Acct. | Assets | Balance | Acct. | Equity and Liabilities | Balance |
|------|-------|---|----------------|-------|---|----------------|
| 1 | 101 | Water plant in service | 335,994 | 201 | Common Stock (Corporations only) | 29,450 |
| 2 | 103 | Water plant held for future use | | 211 | Other paid-in capital (Corporations only) | 23,127 |
| 3 | 104 | Water plant purchased or sold | | 215 | Retained earnings | |
| 4 | 105 | Water plant construction work in progress | | 218 | Proprietary capital | |
| 5 | 108 | Accumulated depreciation of water plant | 85,405 | 224 | Long term debt | |
| 6 | 114 | Water plant acquisition adjustments | | | Current Liabilities | 28,412 |
| 7 | 124 | Other investments | | 252 | Advances for construction | |
| 8 | 131 | Cash | | 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 | | | depreciation | |
| 12 | 174 | Other current assets | | 283 | Accumulated deferred income taxes - other | |
| 13 | 180 | Deferred charges | | 271 | Contributions in aid of construction | 169,600 |
| 14 | | | | 272 | Accumulated amortization of contributions | |
| 15 | | Total Assets | 250,589 | | Total Equity and Liabilities | 250,589 |

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 | | 34,604 | | | 34,604 |
| 17 | 303 | Land | | | | | |
| 18 | 304 | Structures | 2,871 | | | | 2,871 |
| 19 | 307 | Wells | 10,566 | | | | 10,566 |
| 20 | 317 | Other water source plant | 4,020 | | | | 4,020 |
| 21 | 311 | Pumping equipment | 12,153 | | | | 12,153 |
| 22 | 320 | Water treatment plant | 8,900 | | | | 8,900 |
| 23 | 330 | Reservoirs tanks and sandpipes | 176,827 | | | | 176,827 |
| 24 | 331 | Water mains | 65,473 | | | | 65,473 |
| 25 | 333 | Services and meter installations | 13,566 | | | | 13,566 |
| 26 | 334 | Meters | 1,357 | | | | 1,357 |
| 27 | 335 | Hydrants | 5,025 | | | | 5,025 |
| 28 | 339 | Other equipment | 632 | | | | 632 |
| 29 | 340 | Office furniture and equipment | | | | | |
| 30 | 341 | Transportation equipment | | | | | |
| 31 | | Total water plant in service | 301,390 | 34,604 | | | 335,994 |

* 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 | 82,110* | | A. Method used to compute depreciation expense (Acct. 403) and rate. |
| 33 | Add: Credits to reserves during year | | | 2.5% 131,700 = \$3,295/yr (D-99-10-005) |
| 34 | (a) Charged to Account No. 403 | | | B. Amount of depreciation expense claimed or to be claimed on utility property in your federal income tax return for the year covered by this report \$ |
| 35 | (b) Charged to Account No. 272 | | | |
| 36 | (c) Charged to clearing accounts | | | |
| 37 | (d) Salvage recovered | | | |
| 38 | (e) All other credits | | | |
| 39 | Total credits | 3,295 | | |
| 40 | Deduct: Debits to reserves during year | | | C. State method used to compute tax depreciation. |
| 41 | (a) Book cost of property retired | | | |
| 42 | (b) Cost of removal | | | |
| 43 | (c) All other debits | | | |
| 44 | Total debits | | | |
| 45 | Balance in reserve at end of year | 85,405 | | |
| 46 | (1) Explanation of all other credits | | | |
| 47 | (2) Explanation of all other debits | | | |

* CPUC Decision D-99-10-005 Oct 1999



P.O. Box 730
Forestville • CA 95436-0730
Phone (707) 887-7735
Fax (707) 887-9445

March 21, 2001

Ken Louie
California Public Utilities Commission
505 Van Ness Avenue
San Francisco, CA 94102-3298

Re: Sereno Del Mar Water System-
System 49-00647
2000 Annual Report

Dear Mr. Louie:

The attached Annual Report is the first full year of operations by the Russian River Utility Company.

Yours very truly,

A handwritten signature in black ink, appearing to read "Hal Wood", with a long horizontal flourish extending to the right.

Hal Wood

enc.

CLASS D WATER UTILITIES

(HAVING LESS THAN 500 SERVICE CONNECTIONS)

Sereno Del Mar Water Company

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

P O Box 457, Forestville, CA 95436-0457

(Official mailing address)

Bodega Bay-Sereno Del Mar

Sonoma County

(Service area-town and county)

GENERAL INFORMATION

RETURN ORIGINAL
TO COMMISSION
NO PHOTOCOPIES

- 1 If a corporation show:
 - (A) Date of organization 1971 incorporated in the State of California
 - (B) Names, titles and addresses of principal officers: Hal Wood, President; Jamie Dunton, Secretary
P O Box 730, Forestville, CA 95436-0730
- 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: Hal Wood, 707-887-1502; e-mail rruwater@aol.com
 - (B) Person responsible for operations and services: Jamie Dunton, 707-887-1502
- 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? Contract Operation & Maintenance to Russian River Utility, account # 650
- 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:
Russian River Utility and Sereno Del Mar Water Company

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 | 4-22-99 |
| X | | |
| X | | |
| X | | |
| --- | --- | --- |

SPECIAL INSTRUCTIONS (see following page)

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.