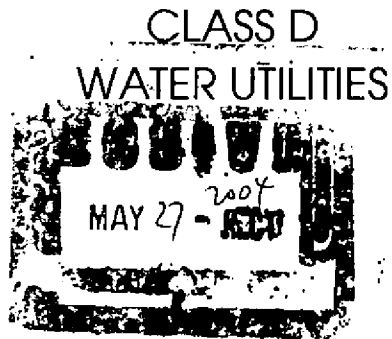


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 Examined \_\_\_\_\_



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

2003  
 ANNUAL REPORT  
 OF

TIMBERLAND WATER COMPANY

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

P.O. Box 7573

Tahoe City

CA

96145

(OFFICIAL MAILING ADDRESS)

ZIP

TO THE  
 PUBLIC UTILITIES COMMISSION  
 STATE OF CALIFORNIA  
 FOR THE  
 YEAR ENDED DECEMBER 31, 2003

REPORT MUST BE FILED NOT LATER THAN MARCH 31, 2004  
 (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  
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.

Account Number	Operating Revenue	
470	Metered	7217
460	Unmetered	62910
465	Irrigation	
462-480	Private Fire Protection	245
	<b>Total Revenue</b>	<b>70372</b>
	<b>Operating Expenses</b>	
610	Purchased Water	
615	Purchased Power	1947
	Pump Taxes	
	Purchased Chemicals	
618	Other Vol. Related exp.	
630	Employee Labor	
640	Materials	
650	Contract Work	8618
	Water Testing	548
660	Transportation Expense	88
664	Other Plant Maintenance	
670	Office Salaries	2000
671	Management Salaries	17500
674	Employee Pensions and Benefits	
676	Uncollectables	
678	Office Service and Rentals	
681	Office Supplies and Expense	1824
682	Professional Services	967
684	Insurance	3797
688	Regulatory Expense	370
689	General Expense	
	<b>Subtotal</b>	<b>37659</b>
403	Depreciation Expense	5920
	Ad Valorem Taxes	1887
	Payroll taxes	
408	Taxes other than income	25
409	State Income Tax	800
410	Federal Income Tax	3612
	<b>Total Deductions</b>	<b>49903</b>
	<b>Net Revenue</b>	<b>20469</b>
	<b>Rate Base</b>	<b>146733</b>

	Average Plant	222332
	Average Depreciation Reserve	65753
	Net Plant	156569
	Less: Advances	
	Less: Contributions	12836
	Plus: Construction Work in Progress	
	Plus: Working Cash	
	Plus: Material & Supplies	3000
	Rate Base	
	ROR=Net Rev/Rate Base	146733

# CLASS D WATER UTILITIES

(HAVING LESS THAN 500 SERVICE CONNECTIONS)

TIMBERLAND WATER COMPANY

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

P.O. Box 7573

Tahoe City, CA

96145

(Official mailing address)

West Shore of Lake Tahoe

Placer County

(Service area-town and county)

## GENERAL INFORMATION

RETURN ORIGINAL  
TO COMMISSION  
NO PHOTOCOPIES

Subchapter "S" Corporation

- 1 If a corporation show:
  - (A) Date of organization 1993 incorporated in the State of California
  - (B) Names, titles and addresses of principal officers:  
 John Ballard, President, P.O. Box 7573 Tahoe City, CA 96145
- 2 If unincorporated give the name and address of owner or of each partner:
  
- 3 Name and telephone number of: John Ballard (530) 583-3478
  - (A) One person listed above to receive correspondence: as above
  - (B) Person responsible for operations and services: as above
- 4 Were any contracts or agreements in effect with any organization or person covering service, supervision and/or management of your business affairs during the year? (Yes or No) No  
 If so, what was the nature and the amount of each payment made under the agreement, to whom were payments made, and to what account was each payment charged?
- 5 State the names of associated companies or persons which, directly or indirectly, or through one or more intermediaries, control, or are controlled by, or are under common control with respondent: None

### 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		2000

SPECIAL INSTRUCTIONS (over)

## **SPECIAL INSTRUCTIONS**

- 1 Beginning of year balances must agree with end of year balances shown in report for previous year.  
Attach a supplementary statement to explain any differences.
- 2 Attach a supplementary statement to explain adjustments in Schedule B - Water Plant in Service.
- 3 Complete all schedules, using the words "None" or "Not applicable" if appropriate.
- 4 Report must be prepared legibly in ink or by typewriter.

SELECTED FINANCIAL DATA - CLASS A, B, C AND D WATER COMPANIES  
20\_03

NAME OF UTILITY Timberland Water Company PHONE (530) 583-3478

PERSON RESPONSIBLE FOR THIS REPORT John A. Fulton  
(Prepared from Information in the 20\_03 Annual Report)

	<u>1/1/03</u>	<u>12/31/03</u>	<u>Average</u>
<b>BALANCE SHEET DATA</b>			
1 Intangible Plant			
2 Land and Land Rights			
3 Depreciable Plant	<u>3061</u>	<u>3061</u>	<u>3061</u>
4 Gross Plant in Service	<u>219271</u>	<u>219271</u>	<u>219271</u>
5 Less: Accumulated Depreciation	<u>222332</u>	<u>222332</u>	<u>222332</u>
6 Net Water Plant in Service	<u>62793</u>	<u>68713</u>	<u>65753</u>
7 Water Plant Held for Future Use	<u>159539</u>	<u>153619</u>	<u>156579</u>
8 Construction Work in Progress			
9 Materials and Supplies			
10 Less: Advances for Construction	<u>( )</u>	<u>( 3000 )</u>	<u>( 1500 )</u>
11 Less: Contribution in Aid of Construction	<u>( 13202 )</u>	<u>( 12836 )</u>	<u>( 13019 )</u>
12 Less: Accumulated Deferred Income and Investment Tax Credits	<u>( )</u>	<u>( )</u>	<u>( )</u>
13 Net Plant Investment	<u>146337</u>	<u>143783</u>	<u>145060</u>
<b>CAPITALIZATION</b>			
14 Common Stock	<u>26875</u>	<u>26875</u>	<u>26875</u>
15 Proprietary Capital (Individual or Partnership)			
16 Paid-in Capital	<u>65955</u>	<u>65955</u>	<u>65955</u>
17 Retained Earnings	<u>16211</u>	<u>24081</u>	<u>20146</u>
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>109041</u>	<u>116917</u>	<u>112976</u>

(Revised 2/01)

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

20 03

(continued)

NAME OF UTILITY Timberland Water Company PHONE (530) 583-3478

<b>INCOME STATEMENT</b>		Annual Amount
23	Unmetered Water Revenue	62910
24	Fire Protection Revenue	245
25	Irrigation Revenue	7217
26	Metered Water Revenue	70372
27	Total Operating Revenue	37659
28	<u>Operating Expenses</u>	5920
29	Depreciation Expense (Composite Rate <u>2.7%</u> )	1887
30	Amortization and Property Losses	25
31	Property Taxes	45491
32	Taxes Other Than Income Taxes	800
33	Total Operating Revenue Deduction Before Taxes	3612
34	California Corp. Franchise Tax	20469
35	Federal Corporate Income Tax - Subchapter S - 15% - 24081	800
36	Total Operating Revenue Deduction After Taxes	20469
37	Net Operating Income (Loss) - California Water Operations	0
38	Other Operating and Nonoper. Income and Exp. - Net (Exclude Interest Expense)	0
39	Income Available for Fixed Charges	0
40	Interest Expense	0
41	Net Income (Loss) Before Dividends	0
42	Preferred Stock Dividends	0
43	Net income (Loss) Available for Common Stock	20469
<b>OTHER DATA</b>		
44	Refunds of Advances for Construction	0
45	Total Payroll Charged to Operating Expenses	19500
46	Purchased Water	1947
47	Power	0

<u>Active Service Connections</u>		(Exc. Fire Protect.)	Jan. 1	Dec. 31	Annual Average
48	Metered Service Connections		12	13	12
49	Flat Rate Service Connections		129	119	124
50	Total Active Service Connections		141	132	136



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

NONE

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: \_\_\_\_\_

6. Plant amounts included in Schedule A, Account No. 101--Water Plant in Service which were funded using SDWBA funds: NONE

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-depreactable 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 depreactable plant					
20		Total water plant in service					

**SCHEDULE A - BALANCE SHEET (DECEMBER 31, 20 03)**

Line	Acct.	Assets	Balance	Acct.	Equity and Liabilities	Balance
1	101	Water plant in service	222332	201	Common Stock (Corporations only)	26875
2	103	Water plant held for future use		211	Other paid-in capital (Corporations only)	65955
3	104	Water plant purchased or sold		215	Retained earnings	40292
4	105	Water plant construction work in progress		218	Proprietary capital	
5	108	Accumulated depreciation of water plant	68713	224	Long term debt	
6	114	Water plant acquisition adjustments			Current Liabilities	27000
7	124	Other investments		252	Advances for construction	
8	131	Cash	19339	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	12836
14				272	Accumulated amortization of contributions	
15		<b>Total Assets</b>	<b>172958</b>		<b>Total Equity and Liabilities</b>	<b>172958</b>

**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					
17	303	Land	3061				3061
18	304	Structures	3255				3255
19	307	Wells	5493				5493
20	317	Other water source plant					
21	311	Pumping equipment	32624				32624
22	320	Water treatment plant					
23	330	Reservoirs tanks and sandpipes	92042				92042
24	331	Water mains	46287				46287
25	333	Services and meter installations	2028				2028
26	334	Meters	8117				8117
27	335	Hydrants	3000				3000
28	339	Other equipment	2135				2135
29	340	Office furniture and equipment	4996				4996
30	341	Transportation equipment	19294				19294
31		<b>Total water plant in service</b>	<b>222332</b>	<b>Ø</b>	<b>Ø</b>	<b>Ø</b>	<b>222332</b>

\* 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	62793		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	5554		
35	(b) Charged to Account No. 272	366		
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	5920		covered by this report \$
40	Deduct: Debits to reserves during year			2.7% straight line
41	(a) Book cost of property retired			
42	(b) Cost of removal			C. State method used to compute tax
43	(c) All other debits			depreciation.
44	Total debits			straight line
45	Balance in reserve at end of year	68713		
46	(1) Explanation of all other credits			
47	(2) Explanation of all other debits			

**SCHEDULE D - CAPITAL STOCK OUTSTANDING (DECEMBER 31, 2003)**

Line	1	Common - (Shares , \$ par)	2687	List persons owning more than 5% of outstanding stock
	2	Preferred - (Shares , \$ par)		and number of shares owned by each:
	3	Dividends - Common Rate - \$		John Ballard 100%
	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	N							
6	O							
7	N							
8	E	Totals						

**SCHEDULE F - INCOME STATEMENT**

9		Operating revenues	xxxxxxxxxx
10	460	Unmetered water revenue	62910
11	462	Fire protection revenue	245
12	465	Irrigation revenue	
13	470	Metered water revenue	7217
14	480	Other water revenue	
15		Total Operating Revenue	70392
16		Operating revenue deductions	xxxxxxxxxx
17		Operating expenses	xxxxxxxxxx
18	610	Purchased water	
19	615	Power	1947
20	618	Other volume related expenses	548
21	630	Employee labor	
22	640	Materials	
23	650	Contract work	8618
24	660	Transportation expenses	88
25	664	Other plant maintenance expense	
26	670	Office salaries	2000
27	671	Management salaries	17500
28	674	Employee pensions and benefits	
29	676	Uncollectible accounts expense	
30	678	Office services and rentals	
31	681	Office supplies and expense	1824
32	682	Professional services	967
33	684	Insurance	3797
34	688	Regulatory commission expense	370
35	689	General expenses	
36		Total Operating Expenses	37659
37	403	Depreciation expense	5920
38	407	SDWBA loan amortization expense	
39	408	Taxes other than income taxes	1912
40	409	State corporate income tax expense	800
41	410	Federal corporate income tax expense	3612
42		Total Operating Revenue Deductions	49903
43		Utility Operating Income	
44	421	Non-utility income	
45	426	Miscellaneous non-utility expense	
46	427	Interest expense	
47		Net Income	20469

**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
860					
Sugar Pine	1	4"	220	240	

**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			
Industrial	N		
Public authorities	O		
Irrigation	R		
Other (specify)			
Total			

**SCHEDULE I - EMPLOYEES AND THEIR COMPENSATION**

Line	Acct	Account	Number at end of year	Salaries Charged to Expense	Salaries Charged to Plant Accounts	Total Salaries and Wages Paid
48	630	Employee Labor				
49	670	Office salaries	1	2000		2000
50	671	Management salaries	1	17500		17500
51		Total				

**SCHEDULE J - ADVANCES FOR CONSTRUCTION**

Balance beginning of year	N
Additions during year	O
Subtotal - Beginning balance plus additions during year	N E
Refunds	
Transfers to Acct. 271 - Contributions in Aid of Construction	
Balance end of year	

**SCHEDULE K - TOTAL METERS AND SERVICES (active and inactive)**

Size	Meters	Services
5/8 x 3/4-in		
3/4-in	6	119
1-in	5	
-in	1	
-in	1	
<b>Total</b>	<b>13</b>	<b>119</b>

**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	12	119	131					
Industrial								
Other (specify) School	1		1					
Subtotal								
Fire protection (Hydrants)		8	8					
<b>Total</b>	<b>13</b>	<b>127</b>	<b>140</b>					

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 6"				Totals
				2" and under	2 1/4 to 3 1/4	4"	Other sizes (specify)	
Concrete			Cast Iron					
Earth			Welded steel			7000	1437	8437
Wood			Standard screw	5758	500			6258
Steel	1	30,000	Cement-asbestos					
Other			Plastic					
			Other (specify)				75	75
<b>Total</b>			<b>Total</b>	<b>5758</b>	<b>500</b>	<b>7000</b>	<b>1512</b>	<b>14770</b>

**DECLARATION**

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

I, the undersigned (officer, partner or owner) of Timberland 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, 2003, to and including December 31, 2003

Signed

*John B...*  
PRESIDENT

Title

S-24-04

Date