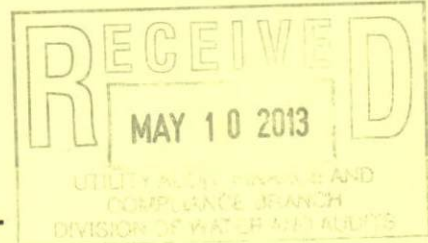


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Examined \_\_\_\_\_

CLASS B and C  
WATER UTILITIES

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



2012  
ANNUAL REPORT  
OF

MESA CREST WATER COMPANY, INC.

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

P.O. Box 257      La Canada      California      91011  
(OFFICIAL MAILING ADDRESS)      ZIP

TO THE  
PUBLIC UTILITIES COMMISSION  
STATE OF CALIFORNIA  
FOR THE YEAR ENDED DECEMBER 31, 2012

REPORT MUST BE FILED NOT LATER THAN APRIL 2, 2013

**PEASLEY, ALDINGER & O'BYMACHOW**  
AN ACCOUNTANCY CORPORATION

MATT A. PEASLEY, CPA  
CHRISTIAN L. ALDINGER, CPA

2120 MAIN STREET, SUITE 265  
HUNTINGTON BEACH, CALIFORNIA 92648

(714) 536-4418  
FAX (714) 536-2039

**INDEPENDENT ACCOUNTANT'S COMPILATION REPORT**

May 7, 2013

Mesa Crest Water Company, Inc.  
P.O. Box 257  
La Canada Flintridge, CA 91011

We have compiled the balance sheets of Mesa Crest Water Company, Inc. as of December 31, 2012 and 2011, and the related income statement for the year ended December 31, 2012, included in the accompanying prescribed form. We have also compiled the supplementary information included on pages 11 (Schedule A-1) through 20 (Schedule A-17), pages 22 (Schedule B-1) through 26 (Schedule C-3), page 6 (Balance Sheet and Capitalization Data), page 7 (Income Statement and Other Data), page 8 (Excess Capacity and Non-Tariffed Services), and pages 31 through 33 (For All Water Companies Safe Drinking Water Bond Act / State Revolving Fund Data and Facilities Fees Data). We have not audited or reviewed the accompanying financial statements and supplementary schedules and, accordingly, do not express an opinion or provide any assurance about whether the financial statements and supplementary schedules are in accordance with the form prescribed by the Public Utilities Commission of the State of California.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with requirements prescribed by the Public Utilities Commission of the State of California and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of the compilation is to assist management in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements.

These financial statements (including related disclosures) are presented in accordance with the requirements of the Public Utilities Commission of the State of California, which differ from accounting principles generally accepted in the United States of America.

The supplementary information contained on page 5 (General Information) and page 26 (Schedule C-3) through page 34 of the accompanying prescribed form has not been audited, reviewed, or compiled by us, and, accordingly, we assume no responsibility for that information.

PEASLEY, ALDINGER & O'BYMACHOW  
AN ACCOUNTANCY CORPORATION



Christian L. Aldinger  
Certified Public Accountant

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## GENERAL INSTRUCTIONS

1. Two completed and signed hard copies of this report and one electronic copy must be filed **NOT LATER THAN APRIL 2, 2013**, with:

**CALIFORNIA PUBLIC UTILITIES COMMISSION**  
**DIVISION OF WATER AND AUDITS**  
**ATTN: KAYODE KAJOPAIYE**  
**505 VAN NESS AVENUE, ROOM 3105**  
**SAN FRANCISCO, CALIFORNIA 94102-3298**  
**kok@cpuc.ca.gov**

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 Page 34, must be signed by an authorized 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. If inserts are needed, prepare all inserts in one separate electronic file in Microsoft Excel format and file it with the electronic file of this report.
9. This report must cover the calendar year from January 1, 2012, through December 31, 2012. Fiscal year reports will not be accepted.

## **INSTRUCTIONS**

### **FOR PREPARATION OF SELECTED FINANCIAL DATA SHEET FOR ALL 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 instructions 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.

### GENERAL INFORMATION

1. Name under which utility is doing business: Mesa Crest Water Company, Inc.
2. Official mailing address:  
P.O. Box 257 La Canada, California 91011
3. Name and title of person to whom correspondence should be addressed:  
Timothy Flynn Telephone: (818) 790-2071
4. Address where accounting records are maintained:  
4533 Rinetti Lane, Unit C, La Canada, CA 91011
5. Service Area (Refer to district reports if applicable): La Canada, CA
6. Service Manager (If located in or near Service Area.) (Refer to district reports if applicable.)

Name: \_\_\_\_\_ Telephone: (818) 790-2071  
Address: Same as above

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)	<u>Mesa Crest Water Company, Inc.</u>
	Organized under laws of (state)	<u>California</u> Date: <u>1956</u>

Principal Officers:

Name: <u>Timothy Flynn</u>	Title: <u>President</u>
Name: <u>Tom Flynn</u>	Title: <u>Vice President</u>
Name: <u>F. P. Flynn</u>	Title: <u>Treasurer / Secretary</u>
Name: _____	Title: _____

8. Names of associated companies: N/A

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:

Name: <u>N/A</u>	Date: _____
Name: _____	Date: _____
Name: _____	Date: _____
Name: _____	Date: _____

10. Use the space below for supplementary information or explanations concerning this report:  
N/A

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

## BALANCE SHEET AND CAPITALIZATION DATA

Calendar Year 2012

NAME OF UTILITY MESA CREST WATER COMPANY, INC. Telephone: (818) 790-2071

PERSON RESPONSIBLE FOR THIS REPORT TIMOTHY FLYNN

	<u>1/1/2012</u>	<u>12/31/2012</u>	<u>Average</u>
<b>BALANCE SHEET DATA</b>			
1 Intangible Plant	-	-	-
2 Land and Land Rights	34,738	34,738	34,738
3 Depreciable Plant	2,047,222	2,049,806	2,048,514
4 Gross Plant in Service	2,081,960	2,084,544	2,083,252
5 Less: Accumulated Depreciation	(1,627,977)	(1,660,842)	(1,644,410)
6 Net Water Plant in Service	453,983	423,702	438,843
7 Water Plant Held for Future Use	-	-	-
8 Construction Work in Progress	21,445	21,318	21,382
9 Materials and Supplies	9,445	9,445	9,445
10 Less: Advances for Construction	-	-	-
11 Less: Contribution in Aid of Construction	(5,084)	(4,552)	(4,818)
12 Less: Accumulated Deferred Income and Investment Tax Credits	(80,509)	(75,454)	(77,982)
13 Net Plant Investment	<u>399,280</u>	<u>374,459</u>	<u>386,870</u>
<b>CAPITALIZATION</b>			
14 Common Stock	355,000	355,000	355,000
15 Proprietary Capital (Individual or Partnership)	-	-	-
16 Paid-in Capital	-	-	-
17 Retained Earnings	(41,801)	18,473	(11,664)
18 Common Stock and Equity (Lines 14 through 17)	313,199	373,473	343,336
19 Preferred Stock	60,000	60,000	60,000
20 Long-Term Debt	166,795	117,464	142,130
21 Notes Payable	-	-	-
22 Total Capitalization (Lines 18 through 21)	<u>539,994</u>	<u>550,937</u>	<u>545,465</u>



## INCOME STATEMENT AND OTHER DATA

Calendar Year 2012

NAME OF UTILITY MESA CREST WATER COMPANY, INC.

Telephone: (818) 790-2071

	<u>Annual Amount</u>
<b>INCOME STATEMENT</b>	
23 Unmetered Water Revenue	-
24 Fire Protection Revenue	1,051
25 Irrigation Revenue	139,919
26 Metered Water Revenue	1,450,596
27 Total Operating Revenue	1,591,566
28 <u>Operating Expenses</u>	1,440,952
29 Depreciation Expense (Composite Rate: <u>1.604%</u> )	32,332
30 Amortization and Property Losses	-
31 Property Taxes	9,510
32 Taxes Other Than Income Taxes	17,898
33 Total Operating Revenue Deduction Before Taxes	1,500,692
34 California Corp. Franchise Tax	800
35 Federal Corporate Income Tax	16,660
36 Total Operating Revenue Deduction After Taxes	1,518,152
37 Net Operating Income (Loss) - California Water Operations	73,414
38 Other Operating and Nonoper. Income and Exp. - Net (Exclude Interest Expense)	(277)
39 Income Available for Fixed Charges	73,137
40 Interest Expense	(12,863)
41 Net Income (Loss) Before Dividends	60,274
42 Preferred Stock Dividends	-
43 Net Income (Loss) Available for Common Stock	60,274
<b>OTHER DATA</b>	
44 Refunds of Advances for Construction	-
45 Total Payroll Charged to Operating Expenses	260,800
46 Purchased Water	744,910
47 Power	103,365

<u>Active Service Connections</u>	(Exc. Fire Protect.)	Jan. 1	Dec. 31	Annual Average
48 Metered Service Connections		705	705	705
49 Flat Rate Service Connections		3	3	3
50 Total Active Service Connections		708	708	708

**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 companies 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 good and service provided in 2012:

Applies to All Non-Tariffed Goods/Services that require Approval by Advice Letter											
Row Number	Description of Non-Tariffed Goods/Services	Active or Passive	Total Revenue Derived from Non-tariffed Goods/ Services (by account)	Revenue Account Number	Total Expenses Incurred to Provide Non-tariffed Goods/ Services (by account)	Expense Account Number	Advice Letter and/or Resolution Number Approving Non-tariffed Goods/ Services	Total Income Tax Liability Incurred Because of Non-tariffed Goods/ Services (by account)	Income Tax Liability Account Number	Gross Value of Regulated Assets Used in the Provision of a Non-tariffed Goods/ Services (by account)	Regulated Asset Account Number
N/A											

**COMPARATIVE BALANCE SHEET**  
**Assets and Other Debits**

Line No.	Acct. No.	Title of Account (a)	Schedule Number (b)	Balance End of Year (c)	Balance Beginning of Year (d)
		<b>UTILITY PLANT</b>			
1	101	Water plant in service	A-1	2,084,544	2,081,960
2	103	Water plant held for future use	A-1 & A-1b	-	-
3	104	Water plant purchased or sold	A-1	-	-
4	105	Water plant construction work in progress	A-1	21,318	21,445
5		Total utility plant		2,105,862	2,103,405
6	106	Accumulated depreciation of water plant	A-3	(1,660,842)	(1,627,977)
7	114	Water plant acquisition adjustments	A-1	-	-
8		Total amortization and adjustments		(1,660,842)	(1,627,977)
9		Net utility plant		445,020	475,428
		<b>INVESTMENTS</b>			
10	121	Non-utility property and other assets		-	-
11	122	Accumulated depreciation of non-utility property	A-3	-	-
12		Net non-utility property		-	-
13	123	Investments in associated companies		-	-
14	124	Other investments		-	-
15		Total investments		-	-
		<b>CURRENT AND ACCRUED ASSETS</b>			
16	131	Cash		32,265	33,487
17	132	Special accounts		-	-
18	141	Accounts receivable - customers		90,328	74,552
19	142	Receivables from associated companies		-	-
20	143	Accumulated provision for uncollectible accounts		-	-
21	151	Materials and supplies		9,445	9,445
22	174	Other current assets		358,759	342,872
23		Total current and accrued assets		490,797	460,356
24	180	Deferred charges	A-5	-	-
25		<b>Total assets and deferred charges</b>		<b>935,817</b>	<b>935,784</b>

**SCHEDULE A**  
**COMPARATIVE BALANCE SHEET**  
**Liabilities and Other Credits**

Line No.	Acct. No.	Title of Account (a)	Schedule Number (b)	Balance End of Year (c)	Balance Beginning of Year (d)
<b>CORPORATE CAPITAL AND SURPLUS</b>					
1	201	Common stock	A-6	355,000	355,000
2	204	Preferred stock	A-6	60,000	60,000
3	211	Other paid-in capital	A-8	-	-
4	215	Retained earnings	A-9	18,473	(41,801)
5		Total corporate capital and retained earnings		433,473	373,199
<b>PROPRIETARY CAPITAL</b>					
6	218	Proprietary capital	A-10	-	-
7	218.1	Proprietary drawings		-	-
8		Total proprietary capital		-	-
<b>LONG TERM DEBT</b>					
9	224	Long term debt	A-11	117,464	166,795
10	225	Advances from associated companies	A-12	-	-
<b>CURRENT AND ACCRUED LIABILITIES</b>					
11	231	Accounts payable		133,353	154,966
12	232	Short term notes payable		-	-
13	233	Customer deposits		151	151
14	235	Payables to associated companies	A-13	-	-
15	236	Accrued taxes		63	-
16	237	Accrued interest		-	-
17	241	Other current liabilities	A-14	157,217	155,080
18		Total current and accrued liabilities		290,784	310,197
<b>DEFERRED CREDITS</b>					
19	252	Advances for construction	A-15	-	-
20	253	Other credits		-	-
21	255	Accumulated deferred investment tax credits	A-16	7,442	8,252
22	282	Accumulated deferred income taxes - ACRS depreciation	A-16	67,530	71,775
23	283	Accumulated deferred income taxes - other	A-16	14,572	482
24		Total deferred credits		89,544	80,509
<b>CONTRIBUTIONS IN AID OF CONSTRUCTION</b>					
25	271	Contributions in aid of construction	A-17	250,495	250,495
26	272	Accumulated amortization of contributions		(245,943)	(245,411)
27		Net contributions in aid of construction		4,552	5,084
28		<b>Total liabilities and other credits</b>		<b>935,817</b>	<b>935,784</b>

**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	2,081,960	2,584	-	-	2,084,544
2	103	Water plant held for future use	-	-	-	-	-
3	104	Water plant purchased or sold	-	-	-	-	-
4	105	Construction work in progress - water plant	21,445	-	-	(127)	21,318
5	114	Water plant acquisition adjustments	-	-	-	-	-
6		<b>Total utility plant</b>	<b>2,103,405</b>	<b>2,584</b>	<b>-</b>	<b>(127)</b>	<b>2,105,862</b>

\* 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)
		<b>NON-DEPRECIABLE PLANT</b>					
1	301	Intangible plant	-	-	-	-	-
2	303	Land	34,738	-	-	-	34,738
3		<b>Total non-depreciable plant</b>	<b>34,738</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>34,738</b>
		<b>DEPRECIABLE PLANT</b>					
4	304	Structures	11,960	-	-	-	11,960
5	307	Wells	-	-	-	-	-
6	317	Other water source plant	-	-	-	-	-
7	311	Pumping equipment	415,557	-	-	-	415,557
8	320	Water treatment plant	-	-	-	-	-
9	330	Reservoirs, tanks and sandpipes	570,188	-	-	-	570,188
10	331	Water mains	567,890	-	-	-	567,890
11	333	Services and meter installations	81,232	-	-	-	81,232
12	334	Meters	115,250	-	-	-	115,250
13	335	Hydrants	52,184	-	-	-	52,184
14	339	Other equipment	9,945	-	-	-	9,945
15	340	Office furniture and equipment	46,841	2,584	-	-	49,425
16	341	Transportation equipment	176,175	-	-	-	176,175
17		<b>Total depreciable plant</b>	<b>2,047,222</b>	<b>2,584</b>	<b>-</b>	<b>-</b>	<b>2,049,806</b>
18		<b>Total water plant in service</b>	<b>2,081,960</b>	<b>2,584</b>	<b>-</b>	<b>-</b>	<b>2,084,544</b>

\* 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	<b>None</b>			
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	<b>None</b>	
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	1,498,282	129,694	-
2	Add: Credits to reserves during year			
3	(a) Charged to Account No. 403 (Footnote 1)	32,332	-	-
4	(b) Charged to Account No 272	534	-	-
5	(c) Charged to clearing accounts	-	-	-
6	(d) Salvage recovered	-	-	-
7	(e) All other credits (Footnote 2)	-	-	-
8	Total Credits	32,866	-	-
9	Deduct: Debits to reserves during year			
10	(a) Book cost of property retired	-	-	-
11	(b) Cost of removal	-	-	-
12	(c) All other debits (Footnote 3)	-	-	-
13	Total debits	-	-	-
14	Balance in reserve at end of year	1,531,148	129,694	-
15	(1) COMPOSITE DEPRECIATION RATE USED FOR STRAIGHT LINE REMAINING LIFE			1.604%
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 checked="" type="checkbox"/>		
35	(c) Both straight line and liberalized	<input checked="" 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 Excluding Costs of Removal (d)	Salvage and Cost of Removal Net (Dr.) or (Cr.) (e)	Balance End of Year (f)
1	304	Structures	11,960				11,960
2	307	Wells	-				-
3	317	Other water source plant	-				-
4	311	Pumping equipment	380,456	7,489			387,945
5	320	Water treatment plant	-				-
6	330	Reservoirs, tanks and sandpipes	264,991	9,162			274,153
7	331	Water mains	384,147	11,188			395,335
8	333	Services and meter installations	66,282	1,755			68,037
9	334	Meters	86,506	2,559			89,065
10	335	Hydrants	36,423	713			37,136
11	339	Other equipment	10,682				10,682
12	340	Office furniture and equipment	60,628				60,628
13	341	Transportation equipment	196,207				196,207
14		Total	1,498,282	32,866	-	-	1,531,148

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

Line No.	Item (a)	Amount (b)
1	Misc Receivable	9,838
2	Stockholder Receivable	304,005
3	Balancing Account - Overcollection	(6,249)
4	Prepaid Taxes	20,090
5	Prepaid Insurance	31,075
6		
7		
8		
9		
10		358,759



**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 debt discount and expense or premium, redemption premiums, and redemption expenses associated with issues redeemed during the year, also, date of the Commission's authorization of treatment other than as specified by the Uniform System of Accounts.
6. Set out separately and identify undisposed amounts applicable to issues which were redeemed in prior years.

Line No.	Designation of Long-Term Debts (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									
15									
16									
17									
18									
19									
20									
21									
22									
23									
24									
25									
26									
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 Stock		50,000	\$ 10.00	35,500	355,000		\$ -
2	Preferred Stock		75,000	\$ 10.00	6,000	60,000		\$ -
3								
4								
5								
6								
7								
8					41,500	415,000	Total	\$ -

**SCHEDULE A-7**  
**Record of Stockholders at End of Year**

Line No.	COMMON STOCK Name (a)	Number of Shares (b)	PREFERRED STOCK Name (c)	Number of Shares (d)
1	F. Patrick Flynn	355,000	F. Patrick Flynn	6,000
2				
3				
4				
5				
6				
7				
8				
9				
10	Total number of shares	355,000	Total number of shares	6,000

**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	None	
2		
3		
4		
5		
6		
7		
8	Total	

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

Line No	Item (a)	Amount (b)
1	Balance beginning of year	(41,801)
2	<b>CREDITS</b>	
3	Net income	60,274
4	Prior period adjustments	-
5	Other credits (detail)	-
6	Total Credits	60,274
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	18,473

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

Line No.	Item (a)	Amount (b)
1	Balance beginning of year	N/A
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)	Interest Rate (g)	Interest Accrued During Year (h)	Sinking Fund (i)	Interest Paid During Year (j)
1	Tank Project Loan	CDC	2003	2018	250,000	106,594	4.00%	n/a	n/a	4,233
2	Toyota Tundra Loan		2009	2014		5,202	7.95%	n/a	n/a	531
3	F P Flynn Loan		2010	2015		56,828	4.50%	n/a	n/a	3,133
4										
5	Less Current Portion					(51,160)				
6	Total					117,464				7,897

**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					
5					
6	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	None				
2					
3					
4					
5					
6	Totals				

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

Line No.	Description (a)	Balance End of Year (b)
1	Current Portion of long term debt (schedule A-11)	51,160
2	PUC Fee Payable	58,750
3	Insurance Payable	20,100
4	Wells Fargo Credit Line	27,207
5	Total	157,217

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

Line No.	(a)	(b)	Amount (c)
1	Balance beginning of year	N/A	
2	Additions during year		
3	Subtotal - Beginning balance plus additions during year		
4	Charges during year:		
5	Refunds		
6	Percentage of revenue basis		
7	Proportionate cost basis		
8	Present worth basis		
9	Total refunds		
10	Transfers to Acct. 271, Contributions in aid of Construction		
11	Due to expiration of contracts		
12	Due to present worth discount		
13	Total transfers to Acct. 271		
14	Securities Exchanged for Contracts (Enter detail below)		
15	Subtotal - charges during year		
16	Balance end of year		

**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	Deferred tax - MACRS		60,459	
2	Deferred tax - ACRS		7,071	
3	Deferred tax - Balancing Acct 482 / Cash Basis 14,090			14,572
4	Deferred ITC's	7,442		
5	Total	7,442	67,530	14,572

**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 non-depreciable 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 non-depreciable property shall remain unchanged until the property is sold or otherwise retired. Upon retirement, the cost of such non-depreciable 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.	Description	Total All Columns (b)	Subject to Amortization		Not Subject to Amortization	
			Property in Service After Dec. 31, 1954		Property Retired Before Jan. 1, 1955 <sup>2</sup> (e)	Depreciation Accrued Through Dec. 31, 1954 on Property in Services at Dec. 31, 1954 <sup>3</sup> (f)
			Depreciable (c)	Non-Depreciable <sup>1</sup> (d)		
1	Balance beginning of year	5,084	5,084			
2	Add: Credits to account during year	-				
3	Contributions revived during year	-				
4	Other credits*	-				
5	Total credits	-	-	-	-	-
6	Deduct: Debits to Account during year	-				
7	Depreciation charges for year **	532	532			
8	Non-depreciable donated property retired	-				
9	Other debits*	-				
10	Total debits	532	532	-	-	-
11	Balance end of year	4,552	4,552	-	-	-

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

\*\* Differs from schedule A-3 by \$2 = rounding.

**SCHEDULE B  
INCOME STATEMENT**

Line No.	Acct. No.	Account (a)	Schedule Number (b)	Amount (c)
<b>UTILITY OPERATING INCOME</b>				
1	400	Operating Revenues	B-1	1,591,566
<b>OPERATING REVENUE DEDUCTIONS</b>				
2	401	Operating expenses	B-2	1,440,952
3	403	Depreciation expense	A-3	32,332
4	407	SDWBA loan amortization expense	pages 7 & 8	-
5	408	Taxes other than income taxes	B-3	27,408
6	409	State corporate income tax expense	B-3	800
7	410	Federal corporate income tax expense	B-3	16,660
8		Total operating revenue deductions		1,518,152
9		Total utility operating income		73,414
<b>OTHER INCOME AND DEDUCTIONS</b>				
10	421	Non-utility income	B-5	-
11	426	Miscellaneous non-utility expense	B-5	(277)
12	427	Interest expense	B-6	(12,863)
13		Total other income and deductions		(13,140)
14		Net income		60,274

**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 (Parenthesis) (d)
<b>WATER SERVICE REVENUES</b>					
1	460	Unmetered water revenue			
2		460.1 Single - family residential	-	-	-
3		460.2 Commercial and multi-residential	-	-	-
4		460.3 Large water users	-	-	-
5		460.5 Safe Drinking Water Bond Surcharge	-	-	-
6		460.9 Other unmetered revenue	-	-	-
7		Sub-total	-	-	-
8	462	Fire protection revenue			
9		462.1 Public fire protection	-	-	-
10		462.2 Private fire protection	1,051	1,051	-
11		Sub-total	1,051	1,051	-
12	465	Irrigation revenue	139,919	107,304	32,615
13	470	Metered water revenue			
14		470.1 Single-family residential	1,288,716	1,245,274	43,442
15		470.2 Commercial and multi-residential	-	-	-
16		470.3 Large water users	161,880	134,043	27,837
17		470.5 Safe Drinking Water Bond Surcharge	-	-	-
18		470.9 Other metered revenue	-	-	-
19		Sub-total	1,450,596	1,379,317	71,279
20		Total water service revenues	1,591,566	1,487,672	103,894
21	480	Other water revenue	-	-	-
22		Total operating revenues	1,591,566	1,487,672	103,894



**SCHEDULE B-2**  
**Account No. 401 - Operating Expenses**

Line No.	Acct. No.	Account (a)	Amount Current Year (b)	Amount Preceding Year (c)	Net Change During Year Show Decrease in (Parenthesis) (d)
		<b>PLANT OPERATION AND MAINTENANCE EXPENSES</b>			
		<b>VOLUME RELATED EXPENSES</b>			
1	610	Purchased water	744,910	672,524	72,386
2	615	Power	103,365	99,893	3,472
3	616	Other volume related expenses	-	-	-
4		Total volume related expenses	848,275	772,417	75,858
		<b>NON-VOLUME RELATED EXPENSES</b>			
5	630	Employee labor	130,800	109,960	20,840
6	640	Materials	5,606	7,294	(1,688)
7	650	Contract work	8,440	9,219	(779)
8	660	Transportation expenses	36,697	43,192	(6,495)
9	664	Other plant maintenance expenses	21,451	6,493	14,958
10		Total non-volume related expenses	202,994	176,158	26,836
11		Total plant operation and maintenance exp.	1,051,269	948,575	102,694
		<b>ADMINISTRATIVE AND GENERAL EXPENSES</b>			
12	670	Office salaries	-	-	-
13	671	Management salaries	130,000	128,750	1,250
14	674	Employee pensions and benefits	64,547	80,675	(16,128)
15	676	Uncollectible accounts expense	-	-	-
16	678	Office services and rentals	29,828	35,886	(6,058)
17	681	Office supplies and expenses	52,256	52,570	(314)
18	682	Professional services	18,970	4,799	14,171
19	684	Insurance	74,090	70,668	3,422
20	688	Regulatory commission expense	819	13,149	(12,330)
21	689	General expenses	19,173	58,530	(39,357)
22		Total administrative and general expenses	389,683	445,027	(55,344)
23	800	Expenses capitalized	-	-	-
24		Net administrative and general expense	389,683	445,027	(55,344)
25		Total operating expenses	1,440,952	1,393,602	47,350

**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	9,510	9,510	
2	State corporate franchise tax	800	800	
3	State unemployment insurance tax	236	236	
4	Other state and local taxes	-	-	
5	Federal unemployment insurance tax	178	178	
6	Federal insurance contributions act	13,702	13,702	
7	Other federal taxes	3,782	3,782	
8	Federal income taxes	16,660	16,660	
9	Total	44,868	44,868	

**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 amount 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	60,274
2	Reconciling amounts (list first additional income and unallowable deductions,	
3	followed by additional deductions and non-taxable income):	
4	Non-Deductible Items	-
5	Federal Income Tax per Books	16,660
6	Accrual to Cash Adjustment	(44,964)
7	2012 State Tax	800
8		
9	Book vs Tax Depreciation Difference	18,061
10	2011 State Tax	(800)
11	Penalties	277
12	Other	523
13	Subtotal	50,831
14		
15	Federal tax net income	50,831
16	Computation of tax: ( @ 15%)	7,625
17		

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

Line No.	Description (a)	Revenue Acct. 421 (b)	Expense Acct. 426 (c)
1	Interest Income	-	-
2	Misc. Income	-	-
3	Penalties	-	(277)
4			
5	Total	-	(277)

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

Line No.	Description (a)	Amount (b)
1	Tank Project Loan - CDC	4,233
2	Toyota Tundra Loan	531
3	F P Flynn Loan	3,133
4	Wells Fargo Credit Line	4,145
5	Cypress Premium Financing	821
6		
7		
8		
9		
10	Total	12,863

**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	2	130,800		130,800
2	670	Office salaries	-	-		-
3	671	Management salaries	1	130,000		130,000
4						
5						
6		Total	3	260,800		260,800

**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.	F. P. Flynn	Shareholder	93,362	n/a	n/a	none	none	s/t receivable
2.	Tim Flynn	President	210,643	n/a	n/a	none	none	s/t receivable
3.								
4.								
5.								
6.								
7.	<b>Total</b>		<b>304,005</b>					

**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.	Did the respondent have a contract or other agreement with any organization or person covering supervision and/or management of its own affairs during the year? <b>Answer:</b> Yes: _____ No: <b>X</b> (If the answer is in the affirmative, make appropriate replies to the following questions)*	
2.	Name of each organization or person that was a party to such a contract or agreement.	
3.	Date of original contract or agreement:	_____
4.	Date of each supplement or agreement:	_____
5.	Amount of compensation paid during the year for supervision or management:	\$ _____
6.	To whom paid:	_____
7.	Nature of payment (salary, traveling expenses, etc.):	_____
8.	Amounts paid for each class of service:	_____
9.	Basis for determination of such amounts:	_____
10.	Distribution of payments:	<b>Amount</b>
	(a) Charged to operating expenses	\$ _____
	(b) Charged to capital amounts	\$ _____
	(c) Charged to other account	\$ _____
	Total	\$ _____
11.	Distribution of charges to operating expenses by primary accounts: Number and Title of Account:	<b>Amount</b>
	_____	\$ _____
	_____	\$ _____
	Total	\$ _____
12.	What relationship, if any, exists between respondent and supervisory and/or managing concerns?	
	* 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) <sup>2</sup>				Annual Quantities Diverted ..... (Unit) <sup>2</sup>	Remarks
Line No.	Diverted Into *	From Stream or Creek (Name)	Location of Diversion Point	Priority Right		Diversions				
				Claim	Capacity	Max.	Min.			
1	N/A									
2										
3										
4										
5										

WELLS						Pumping Capacity ..... (Unit) <sup>2</sup>	Annual Quantities Pumped ..... (Unit) <sup>2</sup>	Remarks
Line No.	At Plant (Name or Number)	Location	No.	Dimensions	Depth to Water <sup>1</sup>			
6	N/A							
7								
8								
9								
10								

TUNNELS AND SPRINGS				FLOW IN ..... (Unit) <sup>2</sup>		Annual Quantities Pumped ..... (Unit) <sup>2</sup>	Remarks
Line No.	Designation	Location	Number	Maximum	Minimum		
11	N/A						
12							
13							
14							
15							

Purchased Water for Resale			
16	Purchased from	Foothill Municipal Water District	
17	Annual Quantities purchased	278,592	(Unit chosen) <sup>1</sup> ccf
18			
19			

\* State ditch pipeline reservoir, etc., with name, if any.  
<sup>1</sup> Average depth to water surface below ground surface  
<sup>2</sup> 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	No.	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	6	3,440,000	Gallons
12	Concrete			
13	Total	6	3,440,000	

**SCHEDULE D-3**  
**Description of Transmission and Distribution Facilities**

<b>A. LENGTH OF DITCHES, FLUMES AND LINKED CONDUITS IN MILES FOR VARIOUS CAPACITIES</b>									
Capacities in Cubic Feet Per Second or Miner's Inches (state which) _____									
Line No.	Description	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	N/A							
2	Flume								
3	Lined conduit								
4									
5	Total								

<b>A. LENGTH OF DITCHES, FLUMES AND LINKED CONDUITS IN MILES FOR VARIOUS CAPACITIES (Continued)</b>									
Capacities in Cubic Feet Per Second or Miner's Inches (state which) _____									
Line No.	Description	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	N/A							
7	Flume								
8	Lined conduit								
9									
10	Total								

<b>B. FOOTAGES OF PIPE BY INSIDE DIAMETERS IN INCHES - NOT INCLUDING SERVICE PIPING</b>										
Line No.	Description	1	1 1/2	2	2 1/2	3	4	5	6	8
11	Cast Iron									
12	Cast iron (cement lined)									
13	Concrete									
14	Copper									
15	Riveted steel									
16	Standard screw									
17	Screw or welded casing									
18	Cement - asbestos						3,410		14,966	7,580
19	Welded steel						425		1,560	225
20	Wood									
21	Other (specify)									
22	Total	-	-	-	-	-	3,835	-	16,526	7,805

<b>B. FOOTAGES OF PIPE BY INSIDE DIAMETERS IN INCHES - NOT INCLUDING SERVICE PIPING - (Continued)</b>										
Line No.	Description	10	12	14	16	18	20	Other Sizes (Specify)		Total All Sizes
23	Cast Iron									-
24	Cast iron (cement lined)		100							100
25	Concrete									-
26	Copper									-
27	Riveted steel									-
28	Standard screw									-
29	Screw or welded casing									-
30	Cement - asbestos	4,570	20,376							50,902
31	Welded steel		2,375							4,585
32	Wood									-
33	Other (specify)									-
34	Total	4,570	22,851	-	-	-	-	-	-	55,587

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

Size	Metered - Dec 31		Flat Rate - Dec 31	
	Prior	Current	Prior	Current
	Year	Year	Year	Year
5/8 x 3/4 - in	133	133		
3/4 - in	1	1		
1 - in	549	549		
1 1/2 - in	10	10		
2 - in	10	10		
3 - in	2	2		
4 - in				
- in				
Other			3	3
<b>Total</b>	<b>705</b>	<b>705</b>	<b>3</b>	<b>3</b>

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

Size	Meters	Services
5/8 x 3/4 - in	133	
3/4 - in	1	134
1 - in	549	549
1 1/2 - in	10	10
2 - in	10	10
3 - in	2	2
4 - in	-	-
- in		
Other	3	3
<b>Total</b>	<b>708</b>	<b>708</b>

**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 . . . . .		-
2. More than 10, but less than 15 years . . . . .		-
3. More than 15 years . . . . .		-

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

	During Current Year							Subtotal
	January	February	March	April	May	June	July	
Single-family residential	15,764	12,485	12,549	11,726	13,942	17,555	23,831	107,852
Commercial and Multi-residential								
Large water users	450	320	262	218	2,141	4,668	8,512	16,571
Public authorities								
Irrigation	2,150	2,554	2,013	1,459	2,216	2,980	4,453	17,825
Other (specify)								
<b>Total</b>	<b>18,364</b>	<b>15,359</b>	<b>14,824</b>	<b>13,403</b>	<b>18,299</b>	<b>25,203</b>	<b>36,796</b>	<b>142,248</b>

	During Current Year						Subtotal	Total Prior Year
	August	September	October	November	December			
Single-family residential	24,998	25,813	17,335	15,553	13,461	97,160	205,012	192,406
Commercial and Multi-residential								
Large water users	8,660	7,230	2,256	375	286	18,807	35,378	29,447
Public authorities								
Irrigation	4,588	3,660	2,013	1,634	1,128	13,023	30,848	25,293
Other (specify)								
<b>Total</b>	<b>38,246</b>	<b>36,703</b>	<b>21,604</b>	<b>17,562</b>	<b>14,875</b>	<b>128,990</b>	<b>271,238</b>	<b>247,146</b>

<sup>1</sup> Quantity units to be in hundreds of cubic feet, thousands of gallons, acre-feet, or miner's inch-days.

Total acres irrigated: \_\_\_\_\_

Total population served: \_\_\_\_\_ 2,500





**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: N/A  
 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		
<b>Total</b>		

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		<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					-
11	330	Reservoirs, tanks and sandpipes	129,694				129,694
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	129,694	-	-	-	129,694
20		Total water plant in service	129,694	-	-	-	129,694



## FACILITIES FEES DATA

**Class B:** Please provide the following information relating to Facilities Fees for districts or subsidiaries serving 2,000 or fewer customers for the calendar year (per D.91-04-068).

**Class C:** Please provide the following information relating to Facilities Fees collected for the calendar year, pursuant to Resolution No. W-4110.

1. Trust Account Information: **N/A**

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

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

**A. Commercial**

NAME	AMOUNT
_____	\$ _____
_____	\$ _____
_____	\$ _____
_____	\$ _____

**B. Residential**

NAME	AMOUNT
_____	\$ _____
_____	\$ _____
_____	\$ _____
_____	\$ _____

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:

\_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_

**DECLARATION**

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

I, the undersigned \_\_\_\_\_ Timothy J. Flynn  
Officer, Partner, or Owner (Please Print)

of \_\_\_\_\_ Mesa Crest Water Company, Inc.  
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 of January 1, 2012, through December 31, 2012.

President  
Title (Please Print)

[Handwritten Signature]  
Signature

818 790 2071  
Telephone Number

5/8/13  
Date

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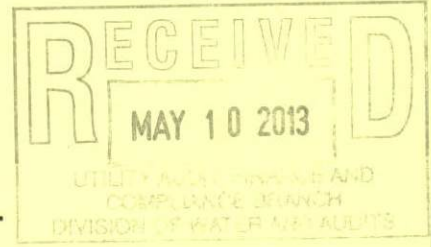
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Handwritten marks: a circled 'K' and 'A 4'.

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

**CLASS B and C  
WATER UTILITIES**

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



**2012  
ANNUAL REPORT  
OF**

**MESA CREST WATER COMPANY, INC.**

\_\_\_\_\_

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

\_\_\_\_\_

\_\_\_\_\_ P.O. Box 257 La Canada California 91011 \_\_\_\_\_  
(OFFICIAL MAILING ADDRESS) ZIP

**TO THE  
PUBLIC UTILITIES COMMISSION  
STATE OF CALIFORNIA  
FOR THE YEAR ENDED DECEMBER 31, 2012**

**REPORT MUST BE FILED NOT LATER THAN APRIL 2, 2013**

**PEASLEY, ALDINGER & O'BYMACHOW**  
AN ACCOUNTANCY CORPORATION

MATT A. PEASLEY, CPA  
CHRISTIAN L. ALDINGER, CPA

2120 MAIN STREET, SUITE 265  
HUNTINGTON BEACH, CALIFORNIA 92648

(714) 536-4418  
FAX (714) 536-2039

**INDEPENDENT ACCOUNTANT'S COMPILATION REPORT**

May 7, 2013

Mesa Crest Water Company, Inc.  
P.O. Box 257  
La Canada Flintridge, CA 91011

We have compiled the balance sheets of Mesa Crest Water Company, Inc. as of December 31, 2012 and 2011, and the related income statement for the year ended December 31, 2012, included in the accompanying prescribed form. We have also compiled the supplementary information included on pages 11 (Schedule A-1) through 20 (Schedule A-17), pages 22 (Schedule B-1) through 26 (Schedule C-3), page 6 (Balance Sheet and Capitalization Data), page 7 (Income Statement and Other Data), page 8 (Excess Capacity and Non-Tariffed Services), and pages 31 through 33 (For All Water Companies Safe Drinking Water Bond Act / State Revolving Fund Data and Facilities Fees Data). We have not audited or reviewed the accompanying financial statements and supplementary schedules and, accordingly, do not express an opinion or provide any assurance about whether the financial statements and supplementary schedules are in accordance with the form prescribed by the Public Utilities Commission of the State of California.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with requirements prescribed by the Public Utilities Commission of the State of California and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of the compilation is to assist management in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements.

These financial statements (including related disclosures) are presented in accordance with the requirements of the Public Utilities Commission of the State of California, which differ from accounting principles generally accepted in the United States of America.

The supplementary information contained on page 5 (General Information) and page 26 (Schedule C-3) through page 34 of the accompanying prescribed form has not been audited, reviewed, or compiled by us, and, accordingly, we assume no responsibility for that information.

**PEASLEY, ALDINGER & O'BYMACHOW**  
AN ACCOUNTANCY CORPORATION



Christian L. Aldinger  
Certified Public Accountant

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## GENERAL INSTRUCTIONS

1. Two completed and signed hard copies of this report and one electronic copy must be filed **NOT LATER THAN APRIL 2, 2013**, with:

**CALIFORNIA PUBLIC UTILITIES COMMISSION**  
**DIVISION OF WATER AND AUDITS**  
**ATTN: KAYODE KAJOPAIYE**  
**505 VAN NESS AVENUE, ROOM 3105**  
**SAN FRANCISCO, CALIFORNIA 94102-3298**  
**[kok@cpuc.ca.gov](mailto:kok@cpuc.ca.gov)**

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 Page 34, must be signed by an authorized 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. If inserts are needed, prepare all inserts in one separate electronic file in Microsoft Excel format and file it with the electronic file of this report.
9. This report must cover the calendar year from January 1, 2012, through December 31, 2012. Fiscal year reports will not be accepted.

## **INSTRUCTIONS**

### **FOR PREPARATION OF SELECTED FINANCIAL DATA SHEET FOR ALL 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 instructions 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.