

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

CLASS D  
WATER UTILITIES

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

2012  
ANNUAL REPORT  
OF

OWENS VALLEY WATER CO.

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

P.O. BOX 691250  
(OFFICIAL MAILING ADDRESS)

90069  
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



To the Board of Directors  
Owens Valley Water Co.  
West Hollywood, California

We have compiled the accompanying Balance Sheet of Owens Valley Water Co. (a California corporation) as of December 31, 2012 and the related Income Statement for the year then ended, which are included in the accompanying prescribed form, Annual Report to the Public Utilities Commission of the State of California for the Year Ended December 31, 2012, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. We have also compiled the supplementary information presented in the prescribed form.

Our compilation was limited to presenting in the form prescribed by the Public Utilities Commission of the State of California, information that is the representation of management. We have not audited or reviewed the financial statements or supplementary information referred to above and, accordingly, do not express an opinion or any other form of assurance on them.

The accompanying financial statements (including related disclosures) and the supplementary information are presented in accordance with the requirements of the Public Utilities Commission of the State of California which differ from generally accepted accounting principles. Accordingly these financial statements are not designed for those who are not informed about such differences.

*Katz, Khayut & Stroll, LLP*

Katz, Khayut & Stroll, LLP

September 16, 2013

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## **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 Page12, must be signed by an authorized officer, partner, or owner.
4. The report must be prepared in ink, typed or computer generated.
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 flow 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.

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

OWENS VALLEY WATER CO

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

P.O. BOX 691250, WEST HOLLYWOOD, CA 90069

(Official mailing address)

CITY OF BISHOP, COUNTY OF INYO

(Service Area - Town and County)

Telephone Number: 310-844-4561 Fax Number: \_\_\_\_\_

Email Address: [OWENSVALLEYWATERCO@SBCGLOBAL.NET](mailto:OWENSVALLEYWATERCO@SBCGLOBAL.NET)

**GENERAL INFORMATION**

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

1. If a corporation show:  
(A) Date of organization 3/9/1965 incorporated in the State of CALIFORNIA

(B) Names, titles and addresses of principal officers: LINDA REA GOLDSTEIN, PRESIDENT, CEO

2. If unincorporated provide the name and address of the owner(s) or the partners:  
\_\_\_\_\_

3. Name, title, and telephone number of:  
(A) One person listed above to receive correspondence: LINDA REA GOLDSTEIN  
(B) Person responsible for operations and services: LINDA REA GOLDSTEIN

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? N/A

5. State the names of associated companies or persons which, directly or indirectly, or through one or more intermediaries, control, or are controlled by, or are under common control with respondent:

**PUBLIC HEALTH STATUS**

- 6. Has state or local health department inspection been made during the year?
- 7. Are routine laboratory tests of water being made?
- 8. Has state health department water supply permit been obtained? (Indicate date)
- 9. If no permit has been obtained, state whether application has been made and when.
- 10. Show expiration date if state permit is temporary.

Yes	No	Latest Date
	X	
X		DEC '12
X		APR '12

11. List Name, Grade, and License Number of all Licensed Operators:  
KEN WILDER, GRADE D2, T1, WW1 WATER DISTRIBUTION LICENSE #26415  
KEN WILDER, WILDER-BARTON ENVIORNMENTAL, WATER TESTING LICENSE #22627

**Excess Capacity and Non-Tariffed Services**

NOTE: In D.00-07-018, D.03-04-028, and D. 04-12-023, the CPUC set forth rules and requirements regarding water utilities provision of non-tariffed services using excess capacity. These decisions require water utilities to: 1) file an advice letter requesting Commission approval of that service, 2) provide information regarding non-tariffed goods/services in each company's Annual Report to the Commission.

Based on the information and filings required in D.00-07-018, D.03-04-028, and D.04-12-023, provide the following information by each individual non-tariffed goods and services provided in calendar year 2012:

Applies to All Non-Tariffed Goods/Services that require Approval by Advice Letter											
Row No.	Description of Non-Tariffed Good/Service	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

**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: N/A

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

2. Total surcharge collected from customers during the 12 month reporting period: N/A

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

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: N/A

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: N/A

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

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

5. Plant amounts included in Schedule A-1a, Account No. 101--Water Plant in Service which were funded using SDWBA or SRF funds:

Line No.	Acct. No.	Title of Account (a)	Balance Beginning of Year (b)	Plant Additions During Year (c)	Plant Retirements During Year (d)	Other Debits* or (Credits) (e)	Balance End of Year (f)
1		NON-DEPRECIABLE PLANT					
2	301	Intangible plant					0
3	303	Land					0
4		Total non-depreciable plant					0
5		DEPRECIABLE PLANT					
6	304	Structures					0
7	307	Wells					0
8	317	Other water source plant					0
9	311	Pumping equipment					0
10	320	Water treatment plant					0
11	330	Reservoirs, tanks and standpipes					0
12	331	Water mains					0
13	333	Services and meter installations					0
14	334	Meters					0
15	335	Hydrants					0
16	339	Other equipment					0
17	340	Office furniture and equipment					0
18	341	Transportation equipment					0
19		Total depreciable plant					0
20		Total water plant in service					0



**SCHEDULE A - BALANCE SHEET (AS OF DECEMBER 31, 2012)**

<b>Line</b>	<b>Acct.</b>	<b>Assets</b>	<b>Balance</b>
1	101	Water Plant In Service	95771
2	101.1	SDWBA Plant	0
3	103	Water Plant Held for Future Use	0
4	104	Water Plant Purchased or Sold	0
5	105	Water Plant Construction Work in Progress	0
6	100.3	Construction Work in Progress (Prop 50)	0
7	108	Accumulated Depreciation of Water Plant	-77775
8	108.1	Accumulated Amortization of SDWBA Loan	0
9	114	Water Plant Acquisition Adjustments	0
10	121	Non-water Utility Property and Other Assets	0
11	121.3	Cash - Miscellaneous Special Deposits (Prop 50)	0
12	122	Accumulated Depreciation of Non-water Utility Property	0
13	124	Other Investments	0
14	131	Cash	25661
15	132	Special Deposits	0
16	141	Accounts Receivable - Customers	18775
17	142	Receivables from Associated Companies	0
18	143	Accumulated Provision for Uncollectible Accounts	0
19	151	Materials and Supplies	0
20	174	Other Current Assets	8544
21	180	Deferred Charges	0
22			
23			
24		<b>Total Assets</b>	<b>70976</b>
<b>Line</b>	<b>Acct.</b>	<b>Equity and Liabilities</b>	<b>Balance</b>
25	201	Common Stock (for corporations only)	20305
26	204	Preferred Stock (for corporations only)	0
27	211	Other Paid-in Capital (for corporations only)	5000
28	215	Retained earnings (for corporations only)	-75819
29	218	Proprietary Capital (for proprietorships and partnerships only)	0
30	224	Long-Term Debt	121490
31	231	Accounts Payable	0
32	232	Short-Term Notes Payable	0
33	233	Customer Deposits	0
34	236	Taxes Accrued	0
35	237	Interest Accrued	0
36	241	Other Current Liabilities	0
37	250	Reserve for Depreciation of Utility Plant (Prop 50)	0
38	252	Advances for Construction	0
39	253	Other Credits	0
40	255	Accumulated Deferred Investment Tax Credits	0
41	266	Publicly Funded Grant Plant (Prop 50)	0
42	271	Contributions in Aid of Construction	0
43	272	Accumulated Amortization of Contributions	0
44	282	Accumulated Deferred Income Taxes - ACRS Depreciation	0
45	283	Accumulated Deferred Income Taxes - Other	0
46			
47			
48		<b>Total Equity and Liabilities</b>	<b>70976</b>

**SCHEDULE B - WATER PLANT IN SERVICE (AS OF DECEMBER 31, 2012)**

Line	Acct	Title of Account	Balance Beg of Year	Plant Additions During year	Plant Retirements During year	Other Debits or (Credits)	Balance End of year
1	301	Intangible Plant	\$0				\$0
2	303	Land	\$7,854				\$7,854
3	304	Structures	\$0				\$0
4	307	Wells	\$4,167				\$4,167
5	311	Pumping Equipment	\$54,821				\$54,821
6	317	Other Water Source Plant	\$0				\$0
7	320	Water Treatment Plant	\$0				\$0
8	330	Reservoirs, Tanks and Standpipes	\$2,649				\$2,649
9	331	Water Mains	\$19,567				\$19,567
10	333	Services and Meter Installations	\$1,779				\$1,779
11	334	Meters	\$0				\$0
12	335	Hydrants	\$0				\$0
13	339	Other Equipment	\$4,934				\$4,934
14	340	Office Furniture and Equipment	\$0				\$0
15	341	Transportation Equipment	\$0				\$0
16		Total water plant in service	\$95,771				\$95,771

\* Debit or credit entries should be explained by footnotes or supplementary schedules

**SCHEDULE C - RESERVE FOR DEPRECIATION OF UTILITY PLANT (AS OF DECEMBER 31, 2012)**

Line	Item	Account 108 Water Plant	Account 108.1 SDWBA Loans	Water Plant Funded by Prop 50 (For information only)	
1	Balance in reserves at beginning of year	\$74,298			A. Method used to compute
2	Add: Credits to reserves during year				depreciation expense
3	(a) Charged to Account No. 272				(Acct. 403) and rate.
4	(b) Charged to Account No. 403	\$3,477			
5	(c) Charged to Account No. 407				B. Amount of depreciation expense
6	(d) Salvage recovered				or to be claimed on utility property
7	(e) All other credits				in your federal income tax return
8	Total credits	\$3,477			for the year covered by this
9	Deduct: Debits to reserves during year				report \$
10	(a) Book cost of property retired				
11	(b) Cost of removal				C. State method used to compute
12	(c) All other debits				tax depreciation.
13	Total debits				
14	Balance in reserve at end of year	\$77,775			
15	(1) Explanation of all other credits				
16	(2) Explanation of all other debits				

**SCHEDULE D - CAPITAL STOCK OUTSTANDING (AS OF DECEMBER 31, 2012)**

Line	Description	Shareholder Name	Number of Shares	Par Value
1	Common Stocks			
2	Common Stocks			
3	Common Stocks			
4	Common Stocks			
5	Common Stocks			
6	Common Stocks			
7	Common Stocks			
8	Common Stocks			
9	Common Stocks			
10	Common Stocks			
11	<b>Total - Common Stocks</b>			
12	Preferred Stocks			
13	Preferred Stocks			
14	Preferred Stocks			
15	Preferred Stocks			
16	Preferred Stocks			
17	<b>Total - Preferred Stocks</b>			
18	Total annual dividends declared and/or paid to common stockholders			\$
19	Percentage of total annual dividend to common stockholders as a percentage of total net income (%)			
20	Total annual dividends declared and/or paid to preferred stock shareholders			\$
21	Percentage of total annual dividend to preferred stockholders as a percentage of total net income (%)			

**SCHEDULE E - LONG-TERM DEBTS**

Line	Class	Date of Issuance	Date of Maturity	Principle Amount Authorized	Interest Rate (%)	Accrued Interest for Current Year	Interest Paid for Current Year	Outstanding Balance as of 12/31/2012
1	SHAREHOLDER LOANS	VARIOUS	N/A	N/A	N/A	N/A	N/A	\$121,490
2								
3								
4								
5								
6								
7								
8								
9								
10								
11	<b>Total</b>							

*Note: Please use duplicate page(s) to meet your company's needs if more lines are needed.*

**SCHEDULE F - INCOME STATEMENT**

<b>Line</b>	<b>Acct.</b>	<b>Description</b>	<b>Balance</b>
1		<b>Operating Revenues:</b>	
2	460	Unmetered Water Revenue	\$65,514
3	462	Fire Protection Revenue	
4	465	Irrigation Revenue	
5	470	Metered Water Revenue	
6	475	Approved Total Surcharge Revenue(s)	\$6,709
7	480	Other water revenue	\$985
8		<b>Total Revenue Received</b>	\$73,208
9		Less: Revenue Deductions	
10		SDWBA/SRF Surcharge Revenue	\$0
11		<b>Total Operating Revenue</b>	\$73,208
12		<b>Operating Expenses:</b>	
13	610	Purchased Water	\$0
14	615	Power	\$5,526
15	618	Other Volume Related Expenses	
16	630	Employee Labor	
17	640	Materials	
18	650	Contract Work	\$4,448
19	660	Transportation Expense	
20	664	Other Plant Maintenance Expenses	\$4,273
21	670	Office Salaries	\$6,488
22	671	Management Salaries	\$12,000
23	674	Employee Pensions and Benefits	
24	676	Uncollectible Accounts Expense	
25	678	Office Services and Rentals	\$9,640
26	681	Office Supplies and Expense	\$1,775
27	682	Professional Services	\$4,415
28	684	Insurance	\$3,720
29	688	Regulatory Commission Expense	\$75
30	689	General Expense	\$723
31		<b>Total Operating Expenses</b>	\$53,082
32	403	Depreciation Expense	\$2,045
33	407	SDWBA/SRF Loan Amortization Expense	\$0
34	408	Taxes Other Than Income Taxes	\$4,772
35	409	State Corporate Income Tax expense	\$800
36	410	Federal Corporate Income Tax Expense	\$0
37		<b>Total Operating Revenue Deductions</b>	\$7,617
38		<b>Utility Operating Income</b>	
39	421	Non-utility Income	(\$305)
40	426	Miscellaneous Non-utility Expense	\$247
41	427	Interest Expense	\$9,000
42		<b>Net Income</b>	\$3,566

<b>SCHEDULE G - SOURCES OF SUPPLY AND WATER DEVELOPED WELLS</b>					
Location	No.	Diam. Inch	Depth to Water Feet	Pumping Capacity (g.p.m.)	Annual Quantities Pumped
NORTH 03N	1	6	8	350	11,100,900
EAST 01E	1	6	20	275	14,188,500
WEST 02W	1	6	50	100	0 (RESERVE)
<b>OTHER</b>					
Streams or Springs Location of Diversion Point	Flow in Priority Right		(Unit) Diversions		Annual Quantities Diverted
	Claim	Capacity	Max	Min	Unit
Purchased water (unit)				Annual Quantity	
Supplier:					

<b>SCHEDULE H - WATER DELIVERED TO METERED CUSTOMERS</b>			
(If figures are available) (specify unit)			
Classification of Service	Month of Year		Total for Year
	Maximum	Minimum	
Residential			
Commercial			
Industrial			
Fire Protection			
Irrigation			
Other (specify)			
Total			

<b>SCHEDULE I - EMPLOYEES AND THEIR COMPENSATION</b>						
Line	Acct	Account	Number at End of Year	Salaries Charged to Expense	Salaries Charged to Plant Accounts	Total Salaries and Wages Paid
1	630	Employee Labor				
2	670	Office salaries	1	6488		6488
3	671	Management salaries	1	12000		12000
4		Total		18488		18488

<b>SCHEDULE J - ADVANCES FOR CONSTRUCTION</b>	
Balance beginning of year	0
Additions during year	
Subtotal - Beginning balance plus additions during year	
Refunds	
Transfers to Acct. 271 - Contributions in Aid of Construction	
Balance end of year	0

<b>SCHEDULE K - TOTAL METERS AND SERVICES (Active and Inactive)</b>		
Size	Meters	Services
5/8 x 3/4-in		
3/4-in		
1-in		
3'-in	1	111
4'-in	1	111
Total	2	111

<b>SCHEDULE L - METER-TESTING DATA</b>	
Number of meters tested during year	
1 Used, before repair	0
2 Used, after repair	0
3 Fast, requiring refund	0
Numbers of meters in service requiring test per General Order No. 103	0

<b>SCHEDULE M - SERVICE CONNECTIONS AT END OF YEAR</b>								
Classification	Active			Inactive			Total connections	
	Metered	Flat	Total	Metered	Flat	Total	Metered	Flat
Residences	0	111	111	0	0	0	0	111
Industrial/Commercial								
Irrigation								
Fire Protection (public)								
Fire Protection (private)								
Other (specify)								
Total	0	111	111	0	0	0	0	111

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

<b>SCHEDULE N - STORAGE FACILITIES</b>			<b>SCHEDULE O - FOOTAGES OF PIPE (EXCLUDING SERVICE PIPES)</b>					
Description	No.	Combined capacity in gallons	Description	2" and under	2 1/4 to 3 1/4	4"	Other sizes (specify)	Totals
Concrete	NONE		Cast Iron					
Earth			Welded steel		12	40		52
Wood			Standard screw					
Steel			Cement-asbestos					
Other			Plastic					
			Other (specify)		3	10		13
Total			Total					

**FACILITY FEES DATA**

Please provide the following information relating to Facility Fees collected for the calendar year 2012, pursuant to Resolution No. W-4110.

1. Trust Account Information:

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:

	AMOUNT
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 \_\_\_\_\_ LINDA REA GOLDSTEIN  
Officer, Partner, or Owner (Please Print)

of \_\_\_\_\_ OWENS VALLEY WATER CO  
Name of Utility

under penalty of perjury do declare that this report has been prepared by me, or under my direction, from the books, papers and records of the respondent; that I have carefully examined the same, and declare the same to be a complete and correct statement of the business and affairs of the above-named respondent and the operations of its property for the period of January 1, 2012, through December 31, 2012.

\_\_\_\_\_ PRESIDENT  
Title (Please Print)

\_\_\_\_\_   
Signature

\_\_\_\_\_ 310-844-4561  
Telephone Number

\_\_\_\_\_ 9.16.13  
Date