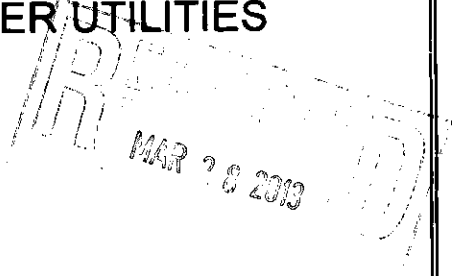


File 74

Received _____
Examined _____

CLASS D
WATER UTILITIES



U# WTD439

2012
ANNUAL REPORT
OF

REDWOOD LODGE WATER COMPANY

PO BOX 320161 LOS GATOS CA 95032

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

Date: March 24, 2013

To: Kayode Kajopaiye
CPUC Division of Water and Audits

From: Redwood Lodge Water Company

Subj: Annual Report for 2012

DELETED
MAR 28 2013

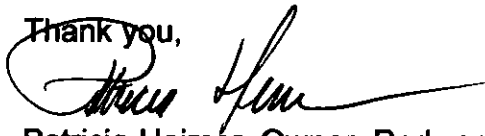
Please find enclosed the first Annual Report for the Redwood Lodge Water Company (RLWC), a class D water utility. WTD439.

The RLWC was issued a CPCN by decision 12-03-012 of the Commission dated March 8, 2012. The Division of Water and Audits issued a Tariff book in April 2012 and the RLWC began implementing its approved rates in May 2012. The attached Annual Report summarizes the revenue and expenses for the time period following the approval of its tariff book.

The RLWC, by its Advice Letter #4 which was approved September 5, 2012, implemented a revenue refund related to alleged over collections prior to receiving its CPCN. Those refunds began in September 2012 and are reflected on Schedule F line 6 as an approved revenue surcharge with a negative magnitude.

If there are any questions related to this Annual Report please contact Dominic Massetti, nick@nmassetticonsulting.com (408) 406-6315

Thank you,



Patricia Heimer, Owner, Redwood Lodge Water Company

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

REDWOOD LODGE WATER COMPANY

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

PO BOX 320161 LOS GATOS CA 95032

(Official mailing address)

SOQUEL, SANTA CRUZ COUNTY

(Service Area - Town and County)

Telephone Number: (408) 688-6711 Fax Number: _____

Email Address: rlwcpat@gmail.com

GENERAL INFORMATION

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

1. If a corporation show:
 (A) Date of organization _____ n/a _____ incorporated in the State of _____
 (B) Names, titles and addresses of principal officers: _____ n/a _____

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

 PATRICIA HEIMER, PO BOX 320161 LOS GATOS CA 95032

3. Name, title, and telephone number of:
 (A) One person listed above to receive correspondence: PATRICIA HEIMER (408) 688-6711
 (B) Person responsible for operations and services: PATRICIA HEIMER (408) 688-6711

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) YES
 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? YES
 TYLER BOSWELL, FOR SERVICES AS CERTIFICATED OPERATOR, \$120/MO., ACCOUNT 650

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

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		12/1/2012
X		1/1/2013

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

 TYLER BOSWELL, GRADE D1, OPERATOR NUMBER 17452

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		
Total		

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: n/a

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	n/a	n/a	n/a	n/a	n/a
3	303	Land	n/a	n/a	n/a	n/a	n/a
4		Total non-depreciable plant	n/a	n/a	n/a	n/a	n/a
5		DEPRECIABLE PLANT					
6	304	Structures	n/a	n/a	n/a	n/a	n/a
7	307	Wells	n/a	n/a	n/a	n/a	n/a
8	317	Other water source plant	n/a	n/a	n/a	n/a	n/a
9	311	Pumping equipment	n/a	n/a	n/a	n/a	n/a
10	320	Water treatment plant	n/a	n/a	n/a	n/a	n/a
11	330	Reservoirs, tanks and standpipes	n/a	n/a	n/a	n/a	n/a
12	331	Water mains	n/a	n/a	n/a	n/a	n/a
13	333	Services and meter installations	n/a	n/a	n/a	n/a	n/a
14	334	Meters	n/a	n/a	n/a	n/a	n/a
15	335	Hydrants	n/a	n/a	n/a	n/a	n/a
16	339	Other equipment	n/a	n/a	n/a	n/a	n/a
17	340	Office furniture and equipment	n/a	n/a	n/a	n/a	n/a
18	341	Transportation equipment	n/a	n/a	n/a	n/a	n/a
19		Total depreciable plant	n/a	n/a	n/a	n/a	n/a
20		Total water plant in service	n/a	n/a	n/a	n/a	n/a

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

Line	Acct.	Assets	Balance
1	101	Water Plant In Service	\$65,641
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	\$1,044
8	108.1	Accumulated Amortization of SDWBA Loan	n/a
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	\$6,897
15	132	Special Deposits	\$0
16	141	Accounts Receivable - Customers	\$0
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	\$2,500
21	180	Deferred Charges	\$0
22			\$0
23			
24		Total Assets	\$76,082
Line	Acct.	Equity and Liabilities	Balance
25	201	Common Stock (for corporations only)	\$0
26	204	Preferred Stock (for corporations only)	\$0
27	211	Other Paid-in Capital (for corporations only)	\$0
28	215	Retained earnings (for corporations only)	\$0
29	218	Proprietary Capital (for proprietorships and partnerships only)	\$45,702
30	224	Long-Term Debt	\$22,644
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 (Rate refund)	\$7,736
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		Total Equity and Liabilities	\$76,082

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					
2	303	Land	\$30,000				\$30,000
3	304	Structures	\$1,200	\$860			\$2,060
4	307	Wells					\$0
5	311	Pumping Equipment	\$19,850				\$19,850
6	317	Other Water Source Plant					\$0
7	320	Water Treatment Plant					\$0
8	330	Reservoirs, Tanks and Standpipes	\$7,000				\$7,000
9	331	Water Mains	\$450				\$450
10	333	Services and Meter Installations	\$500				\$500
11	334	Meters					\$0
12	335	Hydrants	\$400				\$400
13	339	Other Equipment	\$5,381				\$5,381
14	340	Office Furniture and Equipment					\$0
15	341	Transportation Equipment					\$0
16		Total water plant in service	\$64,781	\$860			\$65,641

* 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	\$0			A. Method used to compute
2	Add: Credits to reserves during year	\$0			depreciation expense
3	(a) Charged to Account No. 272	\$0			(Acct. 403) and rate.
4	(b) Charged to Account No. 403	\$1,044			Straight line. 3% rate
5	(c) Charged to Account No. 407	\$0			B. Amount of depreciation expense
6	(d) Salvage recovered	\$0			or to be claimed on utility property
7	(e) All other credits	\$0			in your federal income tax return
8	Total credits	\$1,044			for the year covered by this
9	Deduct: Debits to reserves during year	\$0			report \$1,044
10	(a) Book cost of property retired	\$0			
11	(b) Cost of removal	\$0			C. State method used to compute
12	(c) All other debits	\$0			tax depreciation.
13	Total debits	\$0			Straight line
14	Balance in reserve at end of year	\$1,044			
15	(1) Explanation of all other credits	\$0			
16	(2) Explanation of all other debits	\$0			

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

Line	Description	Shareholder Name	Number of Shares	Par Value
1	Common Stocks	n/a	n/a	n/a
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	Total - Common Stocks	n/a	n/a	n/a
12	Preferred Stocks			
13	Preferred Stocks			
14	Preferred Stocks			
15	Preferred Stocks			
16	Preferred Stocks			
17	Total - Preferred Stocks	n/a	n/a	n/a
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		11/1/2010	10/1/2017	30,000	3	0	483	22644
2								
3								
4								
5								
6								
7								
8								
9								
10								
11	Total			30,000	3	0	483	22644

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

SCHEDULE F - INCOME STATEMENT

Line	Acct.	Description	Balance
1		Operating Revenues:	
2	460	Unmetered Water Revenue	\$0
3	462	Fire Protection Revenue	\$0
4	465	Irrigation Revenue	\$0
5	470	Metered Water Revenue (See addendum 1)	\$16,870
6	475	Approved Total Surcharge Revenue(s) (Rate Refund)	(\$1,001)
7	480	Other water revenue	\$0
8		Total Revenue Received	\$15,869
9		Less: Revenue Deductions (Rate Refund)	
10		SDWBA/SRF Surcharge Revenue	\$0
11		Total Operating Revenue	\$15,869
12		Operating Expenses:	
13	610	Purchased Water	\$0
14	615	Power	\$666
15	618	Other Volume Related Expenses	\$150
16	630	Employee Labor	\$0
17	640	Materials	\$456
18	650	Contract Work	\$1,496
19	660	Transportation Expense	\$192
20	664	Other Plant Maintenance Expenses	\$516
21	670	Office Salaries	\$0
22	671	Management Salaries	\$3,200
23	674	Employee Pensions and Benefits	\$0
24	676	Uncollectible Accounts Expense	\$0
25	678	Office Services and Rentals	\$0
26	681	Office Supplies and Expense	\$1,447
27	682	Professional Services	\$600
28	684	Insurance	\$1,853
29	688	Regulatory Commission Expense	
30	689	General Expense	
31		Total Operating Expenses	\$10,576
32	403	Depreciation Expense	\$1,044
33	407	SDWBA/SRF Loan Amortization Expense	\$0
34	408	Taxes Other Than Income Taxes	\$147
35	409	State Corporate Income Tax expense	\$0
36	410	Federal Corporate Income Tax Expense	\$0
37		Total Operating Revenue Deductions	\$11,767
38		Utility Operating Income	\$4,102
39	421	Non-utility Income	\$0
40	426	Miscellaneous Non-utility Expense	\$0
41	427	Interest Expense	\$483
42		Net Income	\$3,619

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
n/a	n/a	n/a	n/a	n/a	n/a

OTHER

Streams or Springs Location of Diversion Point	Flow in Priority Right		(Thousand gallons / month) Diversions		Annual Quantities Diverted Gallons
	Claim	Capacity	Max	Min	
25217 Soquel San Jose Road, Santa Cruz Co.					
SWRCB Permit 16204	1,680,000 gal/yr		40	20	360,000
Purchased water (unit)	kW-hr				
Supplier:					Annual Quantity
n/a					0

SCHEDULE H - WATER DELIVERED TO METERED CUSTOMERS

(If figures are available) (specify unit)

Classification of Service	Month of Year		Total for Year
	Maximum	Minimum	
Residential	40,000 gal	20,000 gal	360,000 gal
Commercial			
Industrial			
Fire Protection			
Irrigation			
Other (specify)			
Total	40,000 gal	20,000 gal	360,000 gal

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
1	630	Employee Labor				
2	670	Office salaries				
3	671	Management salaries	1	3200	0	3200
4		Total	1	3200	0	3200

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

SCHEDULE K - TOTAL METERS AND SERVICES (Active and Inactive)		
Size	Meters	Services
5/8 x 3/4-in	13	13
3/4-in		
1-in		
-in		
-in		
Total	13	13

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

SCHEDULE M - SERVICE CONNECTIONS AT END OF YEAR								
Classification	Active			Inactive			Total connections	
	Metered	Flat	Total	Metered	Flat	Total	Metered	Flat
Residences	13		13					
Industrial/Commercial								
Irrigation								
Fire Protection (public)								
Fire Protection (private)								
Other (specify)								
Total	13		13					

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

SCHEDULE N - STORAGE FACILITIES			SCHEDULE O - FOOTAGES OF PIPE (EXCLUDING SERVICE PIPES)					
Description	No.	Combined capacity in gallons	Description	2" and under	2 1/4 to 3 1/4	4"	Other sizes (specify)	Totals
Concrete			Cast Iron					
Earth			Welded steel					
Wood			Standard screw					
Steel			Cement-asbestos					
Other			Plastic	2600			6" 1300 ft	3900
PVC	3	8000	Other (specify)					
Steel	1	20000						
Total	4	28000	Total	2600			1300	3900

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: n/a

Bank Name: _____
 Address: _____
 Account Number: _____
 Date Opened: _____

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

A. Commercial

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

B. Residential

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

3. Summary of the bank account activities showing: n/a

	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: n/a

DECLARATION

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

I, the undersigned PATRICIA HEIMER
Officer, Partner, or Owner (Please Print)

of REDWOOD LODGE 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 of January 1, 2012, through December 31, 2012.

OWNER
Title (Please Print)


Signature

(408) 688-6711
Telephone Number

3-23-2013
Date