

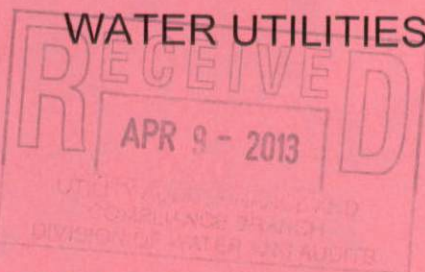
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Received _____
Examined _____

CLASS D

WATER UTILITIES



U# 405-WTD

2012
ANNUAL REPORT
OF

SIERRA CITY WATER WORKS, INC

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

732 BUTLER STREET, GRASS VALLEY, CALIFORNIA 95945

(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

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

SIERRA CITY WATER WORKS, INC

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

732 BUTLER STREET, GRASS VALLEY, CALIFORNIA 95945

(Official mailing address)

SIERRA CITY, SIERRA COUNTY

(Service Area - Town and County)

Telephone Number: 530-273-6647 Fax Number: 530-477-6253

scwaterworks@hcws.com

GENERAL INFORMATION

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

1. If a corporation show:
(A) Date of organization 01/06/98 CALIFORNIA

(B) Names, titles and addresses of principal officers: _____

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

Charles K. Smith

3 Name, title, and telephone number of:

(A) One person listed above to receive correspondence: Charles K. Smith

(B) Person responsible for operations and services: Charles K. Smith

4. Were any contracts or agreements in effect with any organization or person covering service, supervision and/or management of your business affairs during the year? (Yes or No) No
If so, what was the nature and the amount of each payment made under the agreement, to whom were payments made, and to what account was each payment charged?

5. State the names of associated companies or persons which, directly or indirectly, or through one or more intermediaries, control, or are controlled by, or are under common control with respondent: 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		
x		04/25/96

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

Charles K. Smith

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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**

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 12, 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.

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

N/A

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: _____
 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		
Total		

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:

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

Line	Acct.	Assets	Balance
1	101	Water Plant In Service	\$267,393
2	101.1	SDWBA Plant	
3	103	Water Plant Held for Future Use	
4	104	Water Plant Purchased or Sold	
5	105	Water Plant Construction Work in Progress	
6	100.3	Construction Work in Progress (Prop 50)	
7	108	Accumulated Depreciation of Water Plant	(\$214,758)
8	108.1	Accumulated Amortization of SDWBA Loan	
9	114	Water Plant Acquisition Adjustments	
10	121	Non-water Utility Property and Other Assets	
11	121.3	Cash - Miscellaneous Special Deposits (Prop 50)	
12	122	Accumulated Depreciation of Non-water Utility Property	
13	124	Other Investments	
14	131	Cash	\$43,063
15	132	Special Deposits	
16	141	Accounts Receivable - Customers	
17	142	Receivables from Associated Companies	
18	143	Accumulated Provision for Uncollectible Accounts	
19	151	Materials and Supplies	\$4,000
20	174	Other Current Assets	
21	180	Deferred Charges	
22			
23			
24		Total Assets	\$99,698
Line	Acct.	Equity and Liabilities	Balance
25	201	Common Stock (for corporations only)	\$1,000
26	204	Preferred Stock (for corporations only)	
27	211	Other Paid-in Capital (for corporations only)	
28	215	Retained earnings (for corporations only)	(\$33,521)
29	218	Proprietary Capital (for proprietorships and partnerships only)	
30	224	Long-Term Debt	\$122,974
31	231	Accounts Payable	
32	232	Short-Term Notes Payable	
33	233	Customer Deposits	
34	236	Taxes Accrued	
35	237	Interest Accrued	
36	241	Other Current Liabilities	
37	250	Reserve for Depreciation of Utility Plant (Prop 50)	
38	252	Advances for Construction	
39	253	Other Credits	\$9,245
40	255	Accumulated Deferred Investment Tax Credits	
41	266	Publicly Funded Grant Plant (Prop 50)	
42	271	Contributions in Aid of Construction	
43	272	Accumulated Amortization of Contributions	
44	282	Accumulated Deferred Income Taxes - ACRS Depreciation	
45	283	Accumulated Deferred Income Taxes - Other	
46			
47			
48		Total Equity and Liabilities	\$99,698

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	\$37,541				\$37,541
3	304	Structures					
4	307	Wells					
5	311	Pumping Equipment					
6	317	Other Water Source Plant	\$33,512				\$33,512
7	320	Water Treatment Plant					
8	330	Reservoirs, Tanks and Standpipes	\$53,805				\$53,805
9	331	Water Mains	\$52,647				\$52,647
10	333	Services and Meter Installations					
11	334	Meters	\$8,507				\$8,507
12	335	Hydrants	\$20,357				\$20,357
13	339	Other Equipment	\$17,190	\$448			\$17,638
14	340	Office Furniture and Equipment	\$4,430	\$841			\$5,271
15	341	Transportation Equipment	\$38,115				\$38,115
16		Total water plant in service	\$266,104				\$267,393

* 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	\$266,104			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	\$6,653			
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	\$6,653			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	\$214,758			
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	Charles K. Smith	50	\$500
2	Common Stocks	Winbeth Smith	50	\$500
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		100	\$1,000
12	Preferred Stocks			
13	Preferred Stocks			
14	Preferred Stocks			
15	Preferred Stocks			
16	Preferred Stocks			
17	Total - Preferred Stocks			
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	Owners			\$122,974				\$122,974
2								
3								
4								
5								
6								
7								
8								
9								
10								
11	Total			\$122,974				\$122,974

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	\$8,740
3	462	Fire Protection Revenue	\$2,444
4	465	Irrigation Revenue	
5	470	Metered Water Revenue	\$45,742
6	475	Approved Total Surcharge Revenue(s)	
7	480	Other water revenue	
8		Total Revenue Received	\$56,926
9		Less: Revenue Deductions	
10		SDWBA/SRF Surcharge Revenue	
11		Total Operating Revenue	\$56,926
12		Operating Expenses:	
13	610	Purchased Water	\$0
14	615	Power	\$0
15	618	Other Volume Related Expenses	\$0
16	630	Employee Labor	\$0
17	640	Materials	\$4,162
18	650	Contract Work	\$12,367
19	660	Transportation Expense	\$5,018
20	664	Other Plant Maintenance Expenses	\$274
21	670	Office Salaries	\$3,128
22	671	Management Salaries	\$5,083
23	674	Employee Pensions and Benefits	\$0
24	676	Uncollectible Accounts Expense	\$0
25	678	Office Services and Rentals	\$53
26	681	Office Supplies and Expense	\$3,364
27	682	Professional Services	\$1,740
28	684	Insurance	\$3,304
29	688	Regulatory Commission Expense	\$1,196
30	689	General Expense	\$634
31		Total Operating Expenses	\$40,323
32	403	Depreciation Expense	\$6,653
33	407	SDWBA/SRF Loan Amortization Expense	\$0
34	408	Taxes Other Than Income Taxes	\$2,615
35	409	State Corporate Income Tax expense	\$800
36	410	Federal Corporate Income Tax Expense	\$0
37		Total Operating Revenue Deductions	\$50,391
38		Utility Operating Income	\$6,535
39	421	Non-utility Income	\$3
40	426	Miscellaneous Non-utility Expense	
41	427	Interest Expense	
42		Net Income	\$6,540

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

OTHER

Streams or Springs Location of Diversion Point	Flow in Priority Right		(Unit) Diversion		Annual Quantities Diverted
	Claim	Capacity	Max	Min	Unit
Sacred Md Mine Rd			100GPM	70GPM	
Purchased water (unit)				Annual Quantity	
Supplier:					

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			
Commercial			
Industrial			
Fire Protection			
Irrigation			
Other (specify)			
Total			

SCHEDULE I - EMPLOYEES AND THEIR COMPENSATION

Line	Acct	Account	Number at End of Year	Salaries Charged to Expense	Salaries Charged to Plant Accounts	Total Salaries and Wages Paid
1	630	Employee Labor				
2	670	Office salaries	1	3128		3128
3	671	Management salaries	1	5083		5083
4		Total	2	8211		8211

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

SCHEDULE K - TOTAL METERS AND SERVICES (Active and Inactive)			
Size	Meters	Services	
5/8 x 3/4-in	61	61	
3/4-in	5	5	
1-in	1	1	
-in	2	2	
-in			
Total	69	69	

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

SCHEDULE M - SERVICE CONNECTIONS AT END OF YEAR									
Classification	Active			Inactive			Total connections		
	Metered	Flat	Total	Metered	Flat	Total	Metered	Flat	
Residences	59	20	79				59	20	
Industrial/Commercial	10		10				10		
Irrigation									
Fire Protection (public)		1	1					1	
Fire Protection (private)									
Other (specify)									
Total	69	21	90				9	21	

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	2000				2000
Wood			Standard screw					
Steel	30000		Cement-asbestos					
Other	1500		Plastic			800	6000	6800
Plastic	6000		Other (specify)					
	5000							
Total			Total	2000		800	6000	8800

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:	<u>BANK OF AMERICA</u>
Address:	<u>GRASS VALLEY, CALIFORNIA</u>
Account Number:	<u>-6716</u>
Date Opened:	<u>1988</u>

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

A. Commercial

<u>NAME</u>	<u>AMOUNT</u>
_____	\$ _____
_____	\$ _____
_____	\$ _____
_____	\$ _____
_____	\$ _____

B. Residential

<u>NAME</u>	<u>AMOUNT</u>
_____	\$ _____
_____	\$ _____
_____	\$ _____
_____	\$ _____
_____	\$ _____

3. Summary of the bank account activities showing:

	<u>AMOUNT</u>
Balance at beginning of year	9170
Deposits during the year	_____
Interest earned for calendar year	3
Withdrawals from this account	_____
Balance at end of year	9173

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 _____ **CHARLES K. SMITH**
Officer, Partner, or Owner (Please Print)

of _____ **SIERRA CITY WATER WORKS.. 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)

_____ *Charles K. Smith*
Signature

_____ **530-273-6447**
Telephone Number

_____ **APRIL 1, 2013**
Date