

Received _____
Examined _____

SEWER UTILITIES

U# _____

2013 ANNUAL REPORT OF

Monterey Sewer

California-American Water Company

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

1033 B Avenue, Suite 200, Coronado, CA 92118

(OFFICIAL MAILING ADDRESS)

ZIP

TO THE
PUBLIC UTILITIES COMMISSION
STATE OF CALIFORNIA
FOR THE YEAR ENDED DECEMBER 31, 2013

REPORT MUST BE FILED NOT LATER THAN MARCH 31, 2014

TABLE OF CONTENTS

	<u>Page</u>
Instructions	2
General Information	3
Excess Capacity and Non-Tariffed Services	4
Schedule A - Balance Sheet	5
Schedule B - Sewer Plant In Service	5
Schedule C - Reserve for Depreciation of Utility Plant	5
Schedule D - Capital Stock Outstanding (As of December 31, 2009)	6
Schedule E - Long-Term Debts	6
Schedule F - Income Statement	6
Schedule G - Employees and Their Compensation	6
Schedule H - Advances for Construction	7
Schedule I - Total Meters and Services (Active and Inactive)	7
Schedule J - Meter-Testing Data	7
Schedule K - Service Connections at End of Year	7
Schedule L - Storage Facilities	7
Schedule M - Footages of Pipe (Excluding Service Pipes)	7
Declaration	8

INSTRUCTIONS

1. Two completed and signed hard copies of this report and one electronic copy must be filed **NOT LATER THAN March 31, 2014**, 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 8, 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, 2013, through December 31, 2013. Fiscal year reports will not be accepted.

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

California-American Water Company

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

1033 B Avenue, Suite 200, Coronado, CA 92118

(Official mailing address)

Monterey

(Service area-town and county)

GENERAL INFORMATION

RETURN ORIGINAL
TO COMMISSION
NO PHOTOCOPIES

- 1 If a corporation show:
(A) Date of organization 4/1/2003 incorporated in the State of California
(B) Names, titles and addresses of principal officers:

Robert G Maclean	President	1033 B Avenue, Suite 200, Coronado, CA 92118
Ed Simon	VP Operations	1033 B Avenue, Suite 200, Coronado, CA 92118
Jeffrey Linam	VP Finance & Treasurer	1033 B Avenue, Suite 200, Coronado, CA 92118
Kevin Tilden	VP External Affairs	1033 B Avenue, Suite 200, Coronado, CA 92118
Richard Svindland	VP Engineering	1033 B Avenue, Suite 200, Coronado, CA 92118
Lilian Wilkerson	VP Human Resources	1033 B Avenue, Suite 200, Coronado, CA 92118
Anthony Cerasuolo	VP, Legal - Operations and Secretary	1033 B Avenue, Suite 200, Coronado, CA 92118
Sarah Leeper	VP, Legal - Regulatory and Asst. Secretary	1033 B Avenue, Suite 200, Coronado, CA 92118
Lori Girard	Assistant Secretary	1033 B Avenue, Suite 200, Coronado, CA 92118
Andrew Homer	Assistant Secretary	1033 B Avenue, Suite 200, Coronado, CA 92118
Dave Stephenson	Assistant Treasurer	1033 B Avenue, Suite 200, Coronado, CA 92118

- 2 If unincorporated give the name and address of owner or of each partner:
- 3 Name and telephone number of:
(A) One person listed above to receive correspondence: Dave Stephenson (916) 568-4222
(B) Person responsible for operations and services: Eric Sabolsice (831) 646-3291
- 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:
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
	XX	
	NA	
	NA	
	NA	
	NA	

- 11 List Name, Grade, and License Number of all Licensed Operators:
- | | | |
|---|--|--|
| <u>George Burritt, V., Grade II, Cert#10381</u> | <u>Michael Martignoni, Grade II Cert#28691</u> | <u>James Bricker, Grade II, Cert#10743</u> |
| <u>Jeffery Hartley, Grade IV, Cert#4477</u> | <u>Moss, Robert Moss, Grade I, Cert#4116</u> | <u>Brenda Chargin, Grade II, Cert#28734</u> |
| <u>Mitchell Murdock, Grade III, Cert#6228</u> | <u>Greg Daniels, Grade II, Cert#10191</u> | <u>Ronadlo Cruz Gonzales, Grade I, Cert #28727</u> |

SPECIAL INSTRUCTIONS (over)

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 2011:

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
None											

SCHEDULE A - BALANCE SHEET (AS OF DECEMBER 31, 2013)

Line	Acct.	Assets	Balance	Acct.	Equity and Liabilities	Balance
1	101	Plant in service	15,863,495	201	Common Stock (Corporations only)	
2	103	Plant held for future use		211	Other paid-in capital (Corporations only)	
3	104	Plant purchased or sold		215	Retained earnings	2,056,755
4	105	Plant construction work in progress	178,579	218	Proprietary capital	
5	108	Accumulated depreciation of plant	(7,687,607)	224	Long term debt	
6	114	Plant acquisition adjustments	365,652		Current Liabilities	144,414
7	124	Other investments		252	Advances for construction	
8	131	Cash		253	Other deferred credits	67,933
9	141	Accounts receivable - customers	(312,149)	255	Accumulated deferred investment tax credits	
10	142	Receivables from associated companies		282	Accumulated deferred income taxes - ACRS	
11	151	Materials and supplies	64,749		Depreciation	
12	174	Other current assets		283	Accumulated deferred income taxes - other	
13	180	Deferred charges	84,875	271	Contributions in aid of construction	8,547,009
14				272	Accumulated amortization of contributions	(2,258,515)
15		Total Assets	8,557,596		Total Equity and Liabilities	8,557,596

SCHEDULE B - SEWER PLANT IN SERVICE

Line	Acct	Title of Account	Balance Beg of Year	Plt Additions During year	Plt Retirements During year	Other Debits or (Credits)	Balance End of year
1	301	Intangible plant	231				231
2	303	Land	83,299				83,299
3	304	Structures	1,476,003	469.46			1,476,472
4	307	Wells	19,455				19,455
5	316	Supply mains	24,965				24,965
6	317	Other source plant	0				0
7	311	Pumping equipment	1,343,253	41,661.63	(14,789.37)	(1,060,246)	309,879
8	320	Treatment plant	8,097,414	25,937.51	(36,305.16)		8,087,046
9	323	Other power production equipment	24,255				24,255
10	330	Reservoirs	0				0
11	331	Mains	3,945,409	4,201.96			3,949,611
12	333	Services and meter installations	12,597				12,597
13	334	Meters	0				0
14	339	Other equipment	1,207,139				1,207,139
15	340	Office furniture and equipment	269,642	134,807.27	(83,773.33)		320,676
16	341	Transportation equipment	10,891	336,977.78			347,869
17		Total Plant in service	16,514,553	544,056	(134,868)	(1,060,246)	15,863,495

* Debit or credit entries should be explained by footnotes or supplementary schedules - reclass Monterey WW assets to Monterey

SCHEDULE C - RESERVE FOR DEPRECIATION OF UTILITY PLANT

Line	Item	Account 106 Plant	
1	Balance in reserves at beginning of year	7,841,434	A. Method used to compute depreciation
2	Add: Credits to reserves during year		expense (Acct. 403) and rate.
3	(a) Charged to Account No. 403	233,089.35	See consolidated water report
4	(b) Charged to Account No. 272	97,068.96	
5	(c) Charged to clearing accounts		B. Amount of depreciation expense claimed
6	(d) Salvage recovered		or to be claimed on utility property in
7	(e) All other credits		your federal income tax return for the year
8	Total credits	330,158	covered by this report \$
9	Deduct: Debits to reserves during year		See Form 7004 with consolidated water report
10	(a) Book cost of property retired	134,868	
11	(b) Cost of removal	69,027	C. State method used to compute tax
12	(c) All other debits	280,090	depreciation.
13	Total debits	483,985	See consolidated water report
14	Balance in reserve at end of year	7,687,607	
15	(1) Explanation of all other credits		
16	(2) Explanation of all other debits		
17			
18			

SCHEDULE D - CAPITAL STOCK OUTSTANDING (AS OF DECEMBER 31, 2013)				
Line				
1	Common - (Shares	, \$	0	par)
2	Preferred - (Shares	, \$	0	par)
3	Dividends - Common	Rate - \$	0	
4	- Preferred	Rate - \$	0	
				List persons owning more than 5% of outstanding stock and number of shares owned by each:
				* Refer to CA Consolidated report for capital stock information

SCHEDULE E - LONG-TERM DEBTS								
Line	Class	Date of Issue	Date of Maturity	Principal Amount Authorized	Outstanding Per Balance Sheet	Rate of Interest	Interest Accrued During Year	Interest Paid During Year
1	* Refer to CA Consolidated report for long term debt information							
2								
3								
4	Totals	0	0	0	0	0	0	0

SCHEDULE F - INCOME STATEMENT			
Line	Acct		
		Operating revenues	
1	460	Unmetered revenue	3,380,580
2	470	Metered revenue	
3	480	Other revenue	
4		Total Operating Revenue	3,380,580
		Operating revenue deductions	
		Operating expenses	
5	610	Purchased water	-
6	615	Power	120,311
7	618	Other volume related expenses	319,280
8	630	Employee labor	774,082
9	640	Materials	106,138
10	650	Contract work	293,504
11	660	Transportation expenses	75,884
12	664	Other plant maintenance expense	-
13	670	Office salaries	
14	671	Management salaries	
15	674	Employee pensions and benefits	290,700
16	676	Uncollectible accounts expense	3,018
17	678	Office services and rentals	-
18	681	Office supplies and expense	2,782
19	682	Professional services	-
20	684	Insurance	12,458
21	688	Regulatory commission expense	-
22	689	General expenses	920,235
23		Total Operating Expenses	2,918,393
24	403	Depreciation expense	205,247
25	408	Taxes other than income taxes	97,822
26	409	State corporate income tax expense	57,079
27	410	Federal corporate income tax expense	204,433
28		Total Operating Revenue Deductions	564,582
29		Utility Operating Income	
30	421	Non-utility income	2,224
31	426	Miscellaneous non-utility expense	
32	427	Interest expense	
33		Net Income (Loss)	(100,171)

SCHEDULE G - 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		774,082	-	774,082
2	670	Office salaries		-	-	-
3	671	Management salaries		-	-	-
4		Total	9	774,082	-	774,082

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

SCHEDULE I - TOTAL METERS AND SERVICES (active and inactive)		
Size	Meters	Services
2 -in	NA*	
4 -in		
6 -in		
-in		
-in		
Total	0	0

SCHEDULE J - METER-TESTING DATA		
Number of meters tested during year		
1	Used, before repair	N/A
2	Used, after repair	N/A
3	Fast, requiring refund	N/A

* Monterey WW has meters for internal production purposes only, thus not included on this schedule

SCHEDULE K - SERVICE CONNECTIONS AT END OF YEAR								
Classification	Active			Inactive			Total connections	
	Metered	Flat	Total	Metered	Flat	Total	Metered	Flat
Residences	0	2,525	2,525	0	0	0	0	2,525
Commercial	0	28	28	0	0	0	0	28
Industrial	0	1	1	0	0	0	0	1
Other (Public Authority)	0	3	3	0	0	0	0	3
Other (Misc)	0	2	2	0	0	0	0	2
Total	0	2,559	2,559	0	0	0	0	2,559

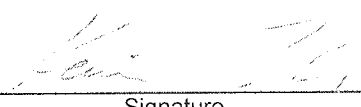
NOTE: Total connections (metered plus flat) should agree with total services in Schedule K.

SCHEDULE L - STORAGE FACILITIES			SCHEDULE M - 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)					
							6"	8"	10"	12"	18"	
Concrete			Cast Iron									
Earth			Welded steel									
Wood			Standard screw									
Steel			Cement-asbestos									
Other:			Plastic			11,579	31,417	40,269	1,286	4,753		
Earth (lined plastic)	4	25,548,000	Other (specify) Unk		1,261	1,053	90,544	39,189	4,704	1,069	27	
Earth (lined play)	7	127,356,039	VCP				5,132	3,508	322	1,074		
			DI				820	0				
Total	11	25,548,000	Total	0	0	12,632	127,913	82,966	6,312	6,312	27	

DECLARATION

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

I, the undersigned (authorized officer, partner or owner) of California-American 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, 2013, through December 31, 2013.



Signature

Kevin A. Tilden- Vice President, External Affairs

Title

6/30/2014

Date