

Received _____
Examined _____

CLASS B and C
WATER UTILITIES

U# WTC-311

2014
ANNUAL REPORT
OF

RURAL WATER COMPANY

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

P.O. BOX 1826

PISMO BEACH, CA 93448

ZIP

TO THE
PUBLIC UTILITIES COMMISSION
STATE OF CALIFORNIA
FOR THE YEAR ENDED DECEMBER 31, 2014

REPORT MUST BE FILED NOT LATER THAN MARCH 31, 2015

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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 MARCH 31, 2015**, 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, 2014, through December 31, 2014. 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: RURAL WATER COMPANY
2. Official mailing address:
P.O. BOX 1826 PISMO BEACH CA 93448
3. Name and title of person to whom correspondence should be addressed:
CHARLES M. BAKER Telephone: 805-481-8432

4. Address where accounting records are maintained:
855 W. GRAND GROVER BEACH CA 93433

5. Service Area (Refer to district reports if applicable) ARROYO GRANDE, CA

6. Service Manager (If located in or near Service Area.) (Refer to district reports if applicable.)

Name: N/A Telephone: _____
Address: _____

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>RURAL WATER COMPANY</u> |
- Organized under laws of (state) CALIFORNIA Date: 5/14/1982

Principal Officers:

Name: <u>CHARLES M. BAKER</u>	Title: <u>PRES, SEC'Y, TREAS</u>
Name: <u>KATHLEEN M. BAKER</u>	Title: <u>VICE PRES.</u>
Name: _____	Title: _____
Name: _____	Title: _____

8. Names of associated companies: CYPRESS RIDGE SEWER COMPANY

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: N/A

Name: _____	Date: _____
Name: _____	Date: _____
Name: _____	Date: _____
Name: _____	Date: _____

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

11. List Name, Grade, and License Number of all Licensed Operators:
SHANNON SWEENEY GRADE IIII LICENSE #28675; SETH HUTCHINSON GRADE II LICENSE #1-28592;
PATRICK STEBBINS GRADE I LICENSE #28920; ERIC SWEENEY GRADE I LICENSE #34973

12. This annual report was prepared by:

Name of firm or consultant: SCHIMANDLE & ASSOCIATES, LLP

Address of firm or consultant: P.O. BOX 430
ARROYO GRANDE, CA 93421

Phone Number of firm or consultant: (805) 481-2280

BALANCE SHEET AND CAPITALIZATION DATA

Calendar Year 2014

NAME OF UTILITY RURAL WATER COMPANY Telephone: (805) 481-8432

PERSON RESPONSIBLE FOR THIS REPORT CHARLES M. BAKER

	<u>1/1/2014</u>	<u>12/31/2014</u>	<u>Average</u>
BALANCE SHEET DATA			
1 Intangible Plant	1,600	1,600	1,600
2 Land and Land Rights	88,455	88,455	88,455
3 Depreciable Plant	4,472,339	4,510,123	4,491,231
4 Gross Plant in Service	4,562,394	4,600,178	4,581,286
5 Less: Accumulated Depreciation	(2,351,816)	(2,487,020)	(2,419,418)
6 Net Water Plant in Service	2,210,578	2,113,158	2,161,868
7 Water Plant Held for Future Use	-	-	-
8 Construction Work in Progress	271,205	271,205	271,205
9 Materials and Supplies	-	-	-
10 Less: Advances for Construction	()	()	-
11 Less: Contribution in Aid of Construction	(1,853,113)	(1,774,583)	(1,813,848)
12 Less: Accumulated Deferred Income and Investment Tax Credits	()	()	-
13 Net Plant Investment	628,670	609,780	619,225
CAPITALIZATION			
14 Common Stock	5,000	5,000	5,000
15 Proprietary Capital (Individual or Partnership)	-	-	-
16 Paid-in Capital	246,951	286,969	266,960
17 Retained Earnings	(222,324)	(135,437)	(178,881)
18 Common Stock and Equity (Lines 14 through 17)	29,627	156,532	93,080
19 Preferred Stock	-	-	-
20 Long-Term Debt	-	-	-
21 Notes Payable	-	-	-
22 Total Capitalization (Lines 18 through 21)	29,627	156,532	93,080

INCOME STATEMENT AND OTHER DATA

Calendar Year 2014

NAME OF UTILITY RURAL WATER COMPANY

Telephone: (805) 481-8432

	<u>Annual Amount</u>
INCOME STATEMENT	
23 Unmetered Water Revenue	<u> </u>
24 Fire Protection Revenue	<u> </u>
25 Irrigation Revenue	<u> </u>
26 Metered Water Revenue	957,102
27 Total Operating Revenue	<u>957,102</u>
28 <u>Operating Expenses</u>	<u>790,297</u>
29 Depreciation Expense (Composite Rate: 3%)	18,890
30 Amortization and Property Losses	<u> </u>
31 Property Taxes	3,210
32 Taxes Other Than Income Taxes	17,942
33 Total Operating Revenue Deduction Before Taxes	<u>830,339</u>
34 California Corp. Franchise Tax	11,277
35 Federal Corporate Income Tax	28,603
36 Total Operating Revenue Deduction After Taxes	<u>870,219</u>
37 Net Operating Income (Loss) - California Water Operations	<u>86,883</u>
38 Other Operating and Nonoper. Income and Exp. - Net (Exclude Interest Expense)	4
39 Income Available for Fixed Charges	<u>86,887</u>
40 Interest Expense	<u> </u>
41 Net Income (Loss) Before Dividends	<u>86,887</u>
42 Preferred Stock Dividends	<u> </u>
43 Net Income (Loss) Available for Common Stock	<u>86,887</u>
 OTHER DATA	
44 Refunds of Advances for Construction	<u> </u>
45 Total Payroll Charged to Operating Expenses	182,494
46 Purchased Water	<u> </u>
47 Power	<u>187,880</u>

	(Exc. Fire Protect.) <u>168</u>	Jan. 1	Dec. 31	Annual Average
48 Metered Service Connections		958	964	961
49 Flat Rate Service Connections		0	0	0
50 Total Active Service Connections		<u>958</u>	<u>964</u>	<u>961</u>

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 2013: N/A

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 (by account)	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

**SCHEDULE 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)
1		UTILITY PLANT			
2	101	Water Plant in Service (Excluding SDWBA & Prop 50)	A-1 & A-1a	4,600,178	4,562,394
3	101.1	Water Plant in Service - SDWBA	A-1 & A-1b	-	-
4	101.2	Water Plant in Service - Prop 50	A-1 & A-1c	-	-
5	103	Water Plant Held for Future Use	A-1 & A-1d	-	-
6	104	Water Plant Purchased or Sold	A-1	-	-
7	105	Construction Work in Progress - Water Plant	A-1	271,205	271,205
8	105.1	Construction Work in Progress - SDWBA	A-1		
9	105.2	Construction Work in Progress - Prop 50	A-1		
10		Total Utility Plant		4,871,383	4,833,599
11	108	Accumulated Depreciation of Water Plant	A-3	(2,487,020)	(2,351,816)
12	108.1	Accumulated Amortization of SDWBA loan	A-3	-	-
13	108.2	Reserve for Depreciation of Utility Plant - Prop 50	A-3	-	-
14	114	Water Plant Acquisition Adjustments	A-1	-	-
15		Total Amortization and Adjustments		(2,487,020)	(2,351,816)
16		Net utility plant		2,384,363	2,481,783
17					
18		INVESTMENTS			
19	121	Non-utility Property and Other Assets			
20	122	Accumulated Depreciation of Non-utility Property	A-3		
21		Net non-utility property			
22	123	Investments in Associated Companies			
23	124	Other Investments			
24		Total Investments			
25					
26		CURRENT AND ACCRUED ASSETS			
27	131	Cash		71,829	48,139
28	131.3	Cash - Miscellaneous Special Deposits - Prop 50		-	-
29	132	Special Accounts		37,766	41,051
30	141	Accounts Receivable - Customers		7,167	3,315
31	142	Receivables from Associated Companies		-	12,880
32	143	Accumulated Provision for Uncollectible Accounts			
33	151	Materials and Supplies			
34	174	Other Current Assets			
35		Total current and accrued assets		116,762	105,385
36					
37	180	Deferred Charges	A-5		
38					
39		Total assets and deferred charges		2,501,125	2,587,168

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)
40		CORPORATE CAPITAL AND SURPLUS			
41	201	Common Stock	A-6	5,000	5,000
42	204	Preferred Stock	A-6		
43	211	Other Paid-in Capital	A-8	286,969	246,951
44	215	Retained Earnings	A-9	(135,437)	(222,324)
45		Total corporate capital and retained earnings		156,532	29,627
46					
47		PROPRIETARY CAPITAL			
48	218	Proprietary Capital	A-10		
49	218.1	Proprietary Drawings			
50		Total proprietary capital			
51					
52		LONG TERM DEBT			
53	224	Long-term Debt	A-11		
54	225	Advances from Associated Companies	A-12		
55					
56		CURRENT AND ACCRUED LIABILITIES			
57	231	Accounts Payable		9,460	62,539
58	232	Short-term Notes Payable		-	-
59	233	Customer Deposits		-	-
60	235	Payables to Associated Companies	A-13	328,480	302,054
61	236	Accrued Taxes			22,657
62	237	Accrued Interest		-	-
63	241	Other Current Liabilities	A-14	15,000	15,000
64		Total current and accrued liabilities		352,940	402,250
65					
66		DEFERRED CREDITS			
67	252	Advances for Construction	A-15	101,466	97,750
68	253	Other Credits		6,261	90,865
69	255	Accumulated Deferred Investment Tax Credits	A-16		
70	282	Accumulated Deferred Income taxes - ACRS Depreciation	A-16		
71	283	Accumulated Deferred Income taxes - Other	A-16	109,343	113,563
72		Total deferred credits		217,070	302,178
73					
74		CONTRIBUTIONS IN AID OF CONSTRUCTION			
75	266.0	Contributions - Publicly Grant-Funded Plant - Prop 50			
76	266.1	Accumulated Amortization of Contributions - Prop 50			
77		Net Contributions - Public Grant-Funded Plant - Prop 50			
78	271	Contributions in Aid of Construction	A-17	3,964,570	3,926,786
79	272	Accumulated Amortization of Contributions		(2,189,987)	(2,073,673)
80		Net Contributions in Aid of Construction		1,774,583	1,853,113
81		Total liabilities and other credits		2,501,125	2,587,168

**SCHEDULE A-1
UTILITY PLANT**

Line No.	Acct No.	Title of Account (a)	Balance Beg of Year (b)	Plant Additions During year (c)	Plant Retirements During year (d)	Other Debits* or (Credits) (e)	Balance End of year (f)
1	101	Water Plant in Service (Excluding SDWBA and Prop 50)	4,562,394	37,784			4,600,178
2	101.1	Water Plant In Service - SDWBA					
3	101.2	Water Plant In Service - Prop 50					
4	103	Water plant held for future use					
5	104	Water plant purchased or sold					
6	105	Construction Work in Progress - Water Plant	271,205	-			271,205
7	105.1	Construction Work in Progress - SDWBA					
8	105.2	Construction Work in Progress - Prop 50					
9	114	Water Plant Acquisition Adjustments					
10		Total utility plant	4,833,599	37,784			4,871,383

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

**SCHEDULE A-1a
Account No. 101 - Water Plant in Service (Excluding SDWBA & Prop 50)**

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		NON-DEPRECIABLE PLANT					
2	301	Intangible plant	1,600				1,600
3	303	Land	88,455				88,455
4		Total non-depreciable plant	90,055	-			90,055
5							
6		DEPRECIABLE PLANT					
7	304	Structures	77,751				77,751
8	307	Wells	587,963				587,963
9	317	Other water source plant	-				-
10	311	Pumping equipment	706,451				706,451
11	320	Water treatment plant	34,920				34,920
12	330	Reservoirs, tanks and sandpipes	404,210				404,210
13	331	Water mains	1,971,245	37,784			2,009,029
14	333	Services and meter installations	214,766				214,766
15	334	Meters	79,726				79,726
16	335	Hydrants	317,896				317,896
17	339	Other equipment	66,760				66,760
18	340	Office furniture and equipment	10,651				10,651
19	341	Transportation equipment	-				-
20		Total depreciable plant	4,472,339	37,784			4,510,123
21		Total water plant in service	4,562,394	37,784			4,600,178

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

SCHEDULE A-1b
Account No. 101.1 - Water Plant in Service - SDWBA

Line No.	Acct No.	Title of Account (a)	Balance Beg 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					
3	303	Land					
4		Total non-depreciable plant					
5							
6		DEPRECIABLE PLANT					
7	304	Structures					
8	307	Wells					
9	317	Other Water Source Plant					
10	311	Pumping Equipment					
11	320	Water Treatment Plant					
12	330	Reservoirs, Tanks and Sandpipes					
13	331	Water Mains					
14	333	Services and Meter Installations					
15	334	Meters					
16	335	Hydrants					
17	339	Other Equipment					
18	340	Office Furniture and Equipment					
19	341	Transportation Equipment					
20		Total depreciable plant					
21		Total water plant in service					

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

SCHEDULE A-1c
Account No. 101.2 - Water Plant in Service - Prop 50

Line No.	Acct No.	Title of Account (a)	Balance Beg 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					
3	303	Land					
4		Total non-depreciable plant					
5							
6		DEPRECIABLE PLANT					
7	304	Structures					
8	307	Wells					
9	317	Other Water Source Plant					
10	311	Pumping Equipment					
11	320	Water Treatment Plant					
12	330	Reservoirs, Tanks and Sandpipes					
13	331	Water Mains					
14	333	Services and Meter Installations					
15	334	Meters					
16	335	Hydrants					
17	339	Other Equipment					
18	340	Office Furniture and Equipment					
19	341	Transportation Equipment					
20		Total depreciable plant					
21		Total water plant in service					

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

SCHEDULE A-1d
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				
2	N/A			
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		
2	N/A	
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 108	Account 108.1	Account 108.2	Account 122
		Water Plant Excluding SDWBA & Prop 50 (b)	SDWBA Loans (c)	Prop 50 (d)	Non-utility Property (e)
1	Balance in reserves at beginning of year	2,351,816			
2	Add: Credits to reserves during year				
3	(a) Charged to Account No. 403 (Footnote 1)	18,890			
4	(b) Charged to Account No 272	116,314			
5	(c) Charged to clearing accounts				
6	(d) Charged to Account No. 407				
7	(e) Charged to Account No. 266.1				
8	(f) Salvage recovered				
9	(g) All other credits (Footnote 2)				
10	Total Credits	135,204			
11	Deduct: Debits to reserves during year				
12	(a) Book cost of property retired				
13	(b) Cost of removal				
14	(c) All other debits (Footnote 3)				
15	Total debits	-			
16	Balance in reserve at end of year	2,487,020			
17					
18	(1) COMPOSITE DEPRECIATION RATE USED FOR STRAIGHT LINE REMAINING LIFE			3 %	
19					
20	(2) EXPLANATION OF ALL OTHER CREDITS:				
21	N/A				
22					
23					
24					
25					
26	(3) EXPLANATION OF ALL OTHER DEBITS:				
27	N/A				
28					
29					
30					
31					
32	(4) METHOD USED TO COMPUTE INCOME TAX DEPRECIATION				
33	(a) Straight line	[]			
34	(b) Liberalized	[]			
35	(1) Sum of the years digits	[]			
36	(2) Double declining balance	[]			
37	(3) Other	[]			
38	(c) Both straight line and liberalized	[X]			

SCHEDULE A-3a
Account No. 108 - Analysis of Entries in Depreciation Reserve (Total)

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	DETAIL BY ACCOUNT IS NOT AVAILABLE - SEE ATTACHED					
2	307	Wells	DEPRECIATION SCHEDULE.					
3	317	Other water source plant						
4	311	Pumping equipment						
5	320	Water treatment plant	2,335,439	135,204			2,470,643	
6	330	Reservoirs, tanks and sandpipes					-	
7	331	Water mains					-	
8	333	Services and meter installations					-	
9	334	Meters					-	
10	335	Hydrants					-	
11	339	Other equipment					-	
12	340	Office furniture and equipment	16,377				16,377	
13	341	Transportation equipment					-	
14		Total	2,351,816	135,204	-		2,487,020	

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

Line No.	Item (a)	Amount (b)
1		
2	N/A	
3		
4		
5		
6		
7		
8		
9		
10		

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									
2	N/A								
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	5/14/1982		\$10	500	5000		-
2								
3								
4								
5								
6								
7								
8							Total	-

SCHEDULE A-7
Record of Stockholders at End of Year

Line No.	COMMON STOCK	Number of Shares (b)	PREFERRED STOCK	Number of Shares (d)
	Name (a)		Name (c)	
1	CHARLES M. BAKER	500		
2				
3				
4				
5				
6				
7				
8				
9				
10	Total number of shares	500	Total number of shares	0

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	ADDITIONAL PAID IN CAPITAL	286,969
2		
3		
4		
5		
6		
7		
8	Total	286,969

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

Line No	Item (a)	Amount (b)
1	Balance beginning of year	(222,324)
2	CREDITS	
3	Net income	86,887
4	Prior period adjustments	-
5	Other credits (detail) ROUNDING	-
6	Total Credits	86,887
7		
8	DEBITS	
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	(135,437)

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

N/A

Line No.	Item (a)	Amount (b)
1	Balance beginning of year	
2	CREDITS	
3	Net income	
4	Additional investments during year	
5	Other credits (detail)	
6	Total Credits	
7	DEBITS	
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 (l)	Interest Paid During Year (j)
1	N/A									
2										
3										
4										
5										
6										

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	N/A				
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	NIPOMO COMMUNITIES SERVICES DISTRICT	302,054	0	0	0
2	CYPRESS RIDGE SEWER CO	26,426	0	0	0
3					
4					
5					
6	Totals	328,480			

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

Line No.	Description (a)	Balance End of Year (b)
1	ACCRUED SALARIES	15,000
2		
3		
4		
5	Total	15,000

SCHEDULE A-15
Account No. 252 - Advances for Construction - NON-REFUNDABLE

Line No.	(a)	(b)	Amount (c)
1	Balance beginning of year		97,750
2	Additions during year		41,500
3	Subtotal - Beginning balance plus additions during year		139,250
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	(37,784)	
14	Securities Exchanged for Contracts (Enter detail below)		
15	Subtotal - charges during year		(37,784)
16	Balance end of year		101,466

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	FEDERAL CORPORATE INCOME TAXES			79,507
2	STATE CORPORATE INCOME TAXES			29,836
3				
4				
5	Total			109,343

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. 108, 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. 108. 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 ² (e)	Depreciation Accrued Through Dec. 31, 1954 on Property in Services at Dec. 31, 1954 ³ (f)
			Depreciable (c)	Non-Depreciable ¹ (d)		
1	Balance beginning of year	3,926,786	3,838,331	88,455		
2	Add: Credits to account during year	-				
3	Contributions received during year	37,784	37,784			
4	Other credits*	-				
5	Total credits	37,784	37,784			
6	Deduct: Debits to Account during year	-				
7	Depreciation charges for year	-				
8	Non-depreciable donated property retired	-				
9	Other debits*	-				
10	Total debits	-				
11	Balance end of year	3,964,570	3,876,115	88,455		

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

**SCHEDULE B
INCOME STATEMENT**

Line No.	Acct. No.	Account (a)	Schedule Number (b)	Amount (c)
UTILITY OPERATING INCOME				
1	400	Operating Revenues	B-1	957,102
OPERATING REVENUE DEDUCTIONS				
2	401	Operating expenses	B-2	790,297
3	403	Depreciation expense	A-3	18,890
4	407	SDWBA loan amortization expense	pages 7 & 8	-
5	408	Taxes other than income taxes	B-3	21,152
6	409	State corporate income tax expense	B-3	11,277
7	410	Federal corporate income tax expense	B-3	28,603
8		Total operating revenue deductions		870,219
9		Total utility operating income		86,883
OTHER INCOME AND DEDUCTIONS				
10	421	Non-utility income	B-5	4
11	426	Miscellaneous non-utility expense	B-5	
12	427	Interest expense	B-6	
13		Total other income and deductions		4
14		Net income		86,887

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)
		WATER SERVICE REVENUES			
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			
11		Sub-total			
12	465	Irrigation revenue			
13	470	Metered water revenue			
14		470.1 Single-family residential	905,964	922,016	(16,052)
15		470.2 Commercial and multi-residential	36,758	34,736	2,022
16		470.3 Large water users			-
17		470.5 Safe Drinking Water Bond Surcharge			-
18		470.9 Other metered revenue	9,665	16,515	(6,850)
19		Sub-total	952,387	973,267	(20,880)
20		Total water service revenues	952,387	973,267	(20,880)
21	480	Other water revenue	4,715	216	4,499
22		Total operating revenues	957,102	973,483	(16,381)

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)
		PLANT OPERATION AND MAINTENANCE EXPENSES			
		VOLUME RELATED EXPENSES			
1	610	Purchased water	-	-	-
2	615	Power	187,880	200,959	(13,079)
3	616	Other volume related expenses	18,115	16,318	1,797
4		Total volume related expenses	205,995	217,277	(11,282)
		NON-VOLUME RELATED EXPENSES			
5	630	Employee labor	136,494	145,780	(9,286)
6	640	Materials	-	-	-
7	650	Contract work	55,170	40,877	14,293
8	660	Transportation expenses	7,666	6,245	1,421
9	664	Other plant maintenance expenses	165,592	187,447	(21,855)
10		Total non-volume related expenses	364,922	380,349	(15,427)
11		Total plant operation and maintenance exp.	570,917	597,626	(26,709)
		ADMINISTRATIVE AND GENERAL EXPENSES			
12	670	Office salaries	-	-	-
13	671	Management salaries	46,000	46,000	-
14	674	Employee pensions and benefits	12,614	13,697	(1,083)
15	676	Uncollectible accounts expense	-	-	-
16	678	Office services and rentals	20,242	18,180	2,062
17	681	Office supplies and expenses	21,007	20,661	346
18	682	Professional services	95,607	103,705	(8,098)
19	684	Insurance	18,125	20,236	(2,111)
20	688	Regulatory commission expense	5,748	12,334	(6,586)
21	689	General expenses	37	95	(58)
22		Total administrative and general expenses	219,380	234,908	(15,528)
23	800	Expenses capitalized	-	-	-
24		Net administrative and general expense	219,380	234,908	(15,528)
25		Total operating expenses	790,297	832,534	(42,237)

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	3,210	3,210	
2	State corporate franchise tax	11,277	11,277	
3	State unemployment insurance tax	1,326	1,326	
4	Other state and local taxes	1,584	1,584	
5	Federal unemployment insurance tax	1,071	1,071	
6	Federal insurance contributions act	13,961	13,961	
7	Other federal taxes	-	-	
8	Federal income taxes	28,603	28,603	
9	Total	61,032	61,032	

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	86,887
2	Reconciling amounts (list first additional income and unallowable deductions,	
3	followed by additional deductions and non-taxable income):	
4	DISALLOWED TRAVEL & ENTERTAINMENT	18
5	ACCRUED MANAGEMENT SALARY	15,000
6	S-CORP TAXES PAID AT SHAREHOLDER LEVEL	39,080
7	FEDERAL VS.BOOK DEPRECIATION	11,214
8		
9		-
10		-
11	CUSTOMER SURCREDIT BILLED	(84,604)
12	INTEREST INCOME SEPARATELY STATED ON PASS-THRU ENTITTY	(4)
13	PRIOR YEAR ACCRUED MANAGEMENT SALARY	(15,000)
14	Federal tax net income (loss)	52,591
15	Computation of tax:	
16	N/A - SUBCHAPTER S CORPORATE EARNINGS TAXED AT SHAREHOLDER LEVEL	
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	N/A		
2			
3			
4			
5	Total		

SCHEDULE B-6
Account No. 427 - Interest Expense

Line No.	Description (a)	Amount (b)
1	N/A	
2		
3		
4		
5		
6		
7		
8		
9		
10	Total	

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	4	136,494		136,494
2	670	Office salaries				
3	671	Management salaries	2	46,000		46,000
4						
5						
6		Total	6	182,494	-	182,494

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.	N/A							
2.								
3.								
4.								
5.								
6.								
7.	Total							

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? **Answer:** Yes: X No: _____
 (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.
SEE ATTACHED

3. Date of original contract or agreement: SEE ATTACHED

4. Date of each supplement or agreement: SEE ATTACHED

5. Amount of compensation paid during the year for supervision or management: \$ 46,000

6. To whom paid: CHARLES M. BAKER & KATHLEEN BAKER

7. Nature of payment (salary, traveling expenses, etc.): SALARY

8. Amounts paid for each class of service: _____

9. Basis for determination of such amounts: MONTHLY SALARY

10. Distribution of payments:

	Amount
(a) Charged to operating expenses	\$ 46,000
(b) Charged to capital amounts	\$ _____
(c) Charged to other account	\$ _____
Total	\$ 46,000

11. Distribution of charges to operating expenses by primary accounts:

Number and Title of Account:	Amount
<u>671 - MANAGEMENT SALARY</u>	\$ 46,000
_____	\$ _____
_____	\$ _____
Total	\$ 46,000

12. What relationship, if any, exists between respondent and supervisory and/or managing concerns?
MANAGEMENT SALARIES PAID TO SOLE-SHAREHOLDER AND OFFICERS OF RURAL WATER COMPANY

* 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) ²		Annual Quantities Diverted (Unit) ²	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) ²	Annual Quantities Pumped (Unit) ²	Remarks
Line No.	At Plant (Name or Number)	Location	No.	Dimensions	Depth to Water ¹			
6	EL CAMPO ROAD		2		261	57 GPM	20298	HCF
7	FOWLER LANE		3		105	223 GPM	33735	HCF
8	EL CAMPO ROAD		4		225	99 GPM	54606	HCF
9	EL CAMPO ROAD		5			0 GPM	INACTIVE	
10	SEE ATTACHED SCH							

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

Purchased Water for Resale	
16	Purchased from N/A
17	Annual Quantities purchased (Unit chosen) ¹
18	
19	

* State ditch pipeline reservoir, etc., with name, if any.
¹ Average depth to water surface below ground surface
² 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	5	1,222,000 G.	
12	Concrete			
13	Total	5	1,222,000 G	

SCHEDULE D-3
Description of Transmission and Distribution Facilities

A. LENGTH OF DITCHES, FLUMES AND LINKED CONDUITS IN MILES FOR VARIOUS CAPACITIES									
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								
2	Flume								
3	Lined conduit								
4									
5	Total								

A. LENGTH OF DITCHES, FLUMES AND LINKED CONDUITS IN MILES FOR VARIOUS CAPACITIES (Continued)									
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								
7	Flume								
8	Lined conduit								
9									
10	Total								

B. FOOTAGES OF PIPE BY INSIDE DIAMETERS IN INCHES - NOT INCLUDING SERVICE PIPING										
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								7324	11700
19	Welded steel									
20	Wood									
21	Other (specify) PVC			350			5540		18395	103129
22	Total			350			5540		25719	114829

B. FOOTAGES OF PIPE BY INSIDE DIAMETERS IN INCHES - NOT INCLUDING SERVICE PIPING - (Continued)										
Line No.	Description	10	12	14	16	18	20	Other Sizes (Specify)		Total All Sizes
23	Cast Iron									
24	Cast iron (cement lined)									
25	Concrete									
26	Copper									
27	Riveted steel									
28	Standard screw									
29	Screw or welded casing									
30	Cement - asbestos									0
31	Welded steel									19024
32	Wood									
33	Other (specify) PVC	8950								136364
34	Total	980								155388

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

Size	Metered - Dec 31		Flat Rate - Dec 31	
	Prior Year	Current Year	Prior Year	Current Year
	5/8 x 3/4 - in	137	137	
3/4 - in	758	765		
1 - in	48	47		
1.5 - in	4	4		
2 - in	11	11		
- in				
- in				
- in				
Other				
PUBLIC FIRE HYDRANTS			168	168
Total	958	964	168	168

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

Size	Meters	Services
5/8 x 3/4 - in	137	
3/4 - in	765	900
1 - in	47	43
1.5 - in	4	2
2 - in	11	17
- in		
- in		
- in		
Other		
Total	964	962

**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	831
2. More than 10, but less than 15 years	103
3. More than 15 years	25

**SCHEDULE D-7
Water delivered to Metered Customers by Months and Years in 100 CUBIC FT (Unit Chosen):**

	During Current Year							Subtotal
	January	February	March	April	May	June	July	
Single-family residential	22,342	25,413	14,991	16,018	23,701	31,013	30,018	163,496
Commercial and Multi-residential	787	927	714	746	1,078	1,561	1,424	7,237
Large water users								
Public authorities	-	-	-	-	-	-	-	-
Irrigation								
Other (specify) HOMEOWNER ASSOC	313	350	236	217	256	525	523	2,420
Total	23,442	26,690	15,941	16,981	25,035	33,099	31,965	173,153

	During Current Year						Subtotal	Total Prior Year
	August	September	October	November	December	Subtotal		
Single-family residential	32,047	28,645	28,287	25,930	17,039	131,948	295,444	304,144
Commercial and Multi-residential	1,477	1,441	1,377	1,305	1,034	6,634	13,871	13,117
Large water users	-	-	-	-	-	-	-	-
Public authorities	-	-	-	-	-	-	-	-
Irrigation	-	-	-	-	-	-	-	-
Other (specify) HOMEOWNER ASSOC	406	343	227	177	88	1,241	3,661	6,254
Total	33,930	30,429	29,891	27,412	18,161	139,823	312,976	323,515

¹ 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: _____ 1910

**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:

\$ _____

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:

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					
3	303	Land					
4		Total non-depreciable plant					
5		DEPRECIABLE PLANT					
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					
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					
20		Total water plant in service					

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:

Bank Name: RABOBANK
 Address: PO BOX 1845 EL CENTRO CA 92244-1845
 Account Number: 9348128917
 Date Opened: DECEMBER, 2010

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

A. Commercial

NAME	AMOUNT
	\$
	\$
	\$
	\$

B. Residential

NAME	AMOUNT
BRUCE VANDERVEEN CONSTR	\$ 4,000
CALADAIN DEVELOPMENT	\$ 8,000
SCOTT PACE CONSTR	\$ 14,000
SAWYER FAMILY	\$ 2,500
HUNSTAD HOMES	\$ 6,000

3. Summary of the bank account activities showing:

Balance at beginning of year	\$ 40,951
Deposits during the year	34,500
Interest earned for calendar year	
Withdrawals from this account	\$ (37,784)
Balance at end of year	\$ 37,667

4. Reason or Purpose of Withdrawal from this bank account:

FACILITIES FEES USED TO REPLACE PIPING ON EL CAMPO ROAD. AMOUNT TRANSFERRED TO
ACCOUNT 271, CONTRIBUTIONS IN AID OF CONSTRUCTION.

DECLARATION

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

I, the undersigned _____ **CHARLES M. BAKER**
Officer, Partner, or Owner (Please Print)

of _____ **RURAL 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, 2014, through December 31, 2014.

_____ **PRESIDENT**
Title (Please Print)

_____ *Charles M Baker*
Signature

_____ **(805) 481-8432**
Telephone Number

_____ **4-30-15**
Date

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RURAL WATER COMPANY
ATTACHMENT TO 2014 ANNUAL PUC REPORT

SCHEDULE C-3 - ENGINEERING AND MANAGEMENT FEES AND EXPENSES DURING YEAR
CONTRACTS IN EFFECT DURING THE YEAR

Payee	Nature of payments	Amount	Account Charged
Coastal States Insurance Services	Insurance	7,480	684
Abalone Coast Analytical Inc.	Testing/Analysis	39,594	650
Multi-Task Business Services	Bookkeeping/Customer service	6,764	682
Frank B. & Associates	CPUC Consulting	42,740	682
Water Specialty Consulting Serv	Monthly standby	10,320	650
Alvina Business Services	Bookkeeping/Customer service	30,820	682

SCHEDULE D-1 WELLS (continued)

Location	No.	Diam. Inch	Depth to water feet	Pumping Capacity (g.p.m.)	Annual quantities pumped	
El Campo Road	6	8	240	29	20,954	HCF
El Campo Road	7	8	223	76	49,158	HCF
Mesa View Drive	8	12	89	244	21,769	HCF
Mesa View Drive	9	8	111	157	27,930	HCF
Cypress Ridge	4	10	234	67	19,046	HCF
Cypress Ridge	5	8	230	49	13,887	HCF
Cypress Ridge	6	8	265	63	25,850	HCF
Cypress Ridge	7	8	276	59	24,099	HCF
Cypress Ridge	8	8	196	0	inactive	

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FORM 1120S

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS. PCT.	CUR 179 BONUS	SPECIAL DEPR. ALLOW.	PRIOR BONUS/ SP. DEPR.	PRIOR DEC. BAL DEPR.	SALVAGE /BASIS REDUCT.	DEPR. BASIS	PRIOR DEPR.	METHOD	LIFE	RATE	CURRENT DEPR.
FURNITURE AND FIXTURES																
19	FAX MACHINE	12/23/92		444							444	444	S/L	5		0
39	PRINTER	7/08/99		268							268	268	S/L	5		0
40	COMPUTER EQUIPMENT	5/17/99		845							845	845	S/L	5		0
41	FILE CABINET, PRINTER CART	9/30/99		175							175	175	S/L	5		0
42	COMPUTER	10/28/99		2,915							2,915	2,915	S/L	5		0
52	COMPUTER	11/25/02		1,811							1,811	1,811	S/L	5		0
53	BILLING SOFTWARE	1/21/02		8,793							8,793	8,793	S/L	5		0
54	SOFTWARE UPGRADE	8/21/02		500							500	500	S/L	5		0
55	SOFTWARE UPGRADE	11/21/02		626							626	626	S/L	5		0
TOTAL FURNITURE AND FIXTURE				16,377	0	0	0	0	0	0	16,377	16,377				0
MACHINERY AND EQUIPMENT																
7	WATER PLANT-NON CIAC	7/01/89		23,163							23,163	17,550	S/L	33		702
8	WATER PLANT-NON CIAC	10/01/89		16,501							16,501	12,125	S/L	33		500
11	NEW METER ENGINEERIN	1/10/90		1,200							1,200	864	S/L	33		36
12	SERVICES & METERS	7/21/90		1,000							1,000	703	S/L	33		30
16	HYDRANTS	7/13/92		3,485							3,485	2,279	S/L	33		106
17	SERVICES & METERS	4/15/92		699							699	457	S/L	33		21
18	TANKS	8/27/92		1,070							1,070	683	S/L	33		32
24	WATER MAIN	3/31/93		1,470							1,470	933	S/L	33		45
25	PUMPING EQUIPMENT	7/30/93		1,475							1,475	919	S/L	33		45
26	PUMPING EQUIPMENT	3/05/93		2,538							2,538	1,604	S/L	33		77
27	(3) HYDRANTS	7/30/93		5,000							5,000	3,103	S/L	33		152

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NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS. PCT.	CUR 179 BONUS	SPECIAL DEPR. ALLOW.	PRIOR 179/ BONUS/ SP. DEPR.	PRIOR DEC. BAL DEPR.	SALVAGE /BASIS REDUCT.	DEPR. BASIS	PRIOR DEPR.	METHOD	LIFE	RATE	CURRENT DEPR.
28	WELL #5	1/01/95		12,276							12,276	7,068	S/L	33		372
29	HYDRANTS	3/29/95		4,882							4,882	2,775	S/L	33		148
30	WATER MAINS	1/01/95		600							600	342	S/L	33		18
38	4 - 1" METERS	6/30/99		396							396	174	S/L	33		12
43	24 - 3/4" METERS	2/21/00		1,715							1,715	719	S/L	33		52
44	12 - 3/4" METERS	5/30/00		566							566	231	S/L	33		17
45	8" WATER MAIN	3/29/01		8,391							8,391	3,239	S/L	33		254
46	PUMPING EQUIPMENT	6/25/01		10,561							10,561	4,000	S/L	33		320
47	METERS	1/12/01		10,030							10,030	3,952	S/L	33		304
48	METERS	12/28/01		4,881							4,881	1,776	S/L	33		148
49	4" WATER MAINS	4/25/01		10,184							10,184	3,914	S/L	33		309
50	8" WATER MAINS	6/25/01		34,034							34,034	12,888	S/L	33		1,031
51	METERS	12/31/02		280							280	88	S/L	33		8
56	METERS	10/31/03		2,670							2,670	824	S/L	33		81
57	METERS	6/07/04		124							124	38	S/L	33		4
58	METERS	7/01/04		1,258							1,258	361	S/L	33		38
59	METERS	10/11/04		1,551							1,551	435	S/L	33		47
60	METERS	11/29/04		120							120	36	S/L	33		4
61	SECURITY GATE PUMP STN 1	5/12/04		3,370							3,370	2,175	S/L	15		225
69	METERS	9/19/05		772							772	190	S/L	33		23
70	METERS	10/18/05		1,321							1,321	327	S/L	33		40
71	METERS	2/09/05		939							939	250	S/L	33		28
72	METERS	4/15/05		497							497	131	S/L	33		15
73	METERS	5/09/05		747							747	199	S/L	33		23
74	METERS	5/24/05		1,491							1,491	386	S/L	33		45
75	METERS	6/15/05		237							237	60	S/L	33		7
76	METERS	6/20/05		732							732	187	S/L	33		22

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NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	BUS. PCT.	CUR 179 BONUS	SPECIAL DEPR. ALLOW.	PRIOR 179 BONUS/SP DEPR.	PRIOR DEC. BAL DEPR.	SALVAG /BASIS REDUCT.	DEPR. BASIS	PRIOR DEPR.	METHOD	LIFE	RATE	CURRENT DEPR.
77	METERS	9/12/05		498						498	125	S/L	33		15
78	WELL #9	10/01/05		9,844						9,844	2,572	S/L	33		298
80	METERS	3/17/06		1,220						1,220	287	S/L	33		37
81	METERS	10/18/06		1,061						1,061	229	S/L	33		32
82	PUMP CONTROL SYSTEM	12/20/06		67,508						67,508	14,322	S/L	33		2,046
84	RETIRED METERS 2006	12/31/06		1						1	-16,922	S/L	33		0
86	NON-WATER PLANT PROP. REMA	VARIOUS		177,028						177,028	171,409	S/L	33		5,364
90	METERS	2/19/07		4,937						4,937	1,025	S/L	33		150
91	METERS	3/20/07		125						125	27	S/L	33		4
92	METERS	3/31/07		127						127	27	S/L	33		4
94	METERS	7/21/09		2,601						2,601	349	S/L	33		79
95	METERS	7/28/09		152						152	22	S/L	33		5
96	METERS	8/26/09		1,306						1,306	173	S/L	33		40
97	PUMP MOTOR	5/22/09		4,786						4,786	665	S/L	33		145
98	WELL EQUIPMENT	12/01/09		2,740						2,740	339	S/L	33		83
99	PUMP MOTOR	11/16/09		2,293						2,293	282	S/L	33		69
100	PUMPING EQUIPMENT IMPR	9/29/09		17,850						17,850	2,299	S/L	33		541
101	METERS	4/14/10		1,498						1,498	169	S/L	33		45
102	METERS	8/06/10		1,881						1,881	195	S/L	33		57
103	METERS	11/16/10		1,095						1,095	102	S/L	33		33
104	PUMP STATION 3 REBUILD	3/26/10		6,825						6,825	776	S/L	33		207
105	LOPEZ HS PUMP REPLACE	6/20/10		17,898						17,898	1,897	S/L	33		542
106	RETIRED PUMPING EQUIP	6/30/10		1						1	-4,622	S/L	33		0
107	METER READING EQUIP	11/16/10		2,595						2,595	244	S/L	33		79
108	PUMPING EQUIPMENT	7/13/11		14,670						14,670	1,112	S/L	33		445
109	PUMPING EQUIPMENT	10/05/11		4,532						4,532	308	S/L	33		137
110	PUMPING EQUIPMENT	12/31/11		13,566						13,566	822	S/L	33		411

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NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	BUS. PCT.	CUR 179 BONUS	SPECIAL DEPR. ALLOW.	PRIOR 179/ BONUS/ SP. DEPR.	PRIOR DEC. BAL DEPR.	SALVAGE /BASIS REDUCT.	DEPR. BASIS	PRIOR DEPR.	METHOD	LIFE	RATE	CURRENT DEPR.
111	METERS	4/01/11		2,749						2,749	228	S/L	33		83
112	METERS	7/01/11		86						86	7	S/L	33		3
113	METERS	9/26/11		2,704						2,704	184	S/L	33		82
114	RETIRED PUMPING EQUIPMENT	7/31/11		1						1	-6,955	S/L	33		0
115	4" TURBO METER & DIGITAL	11/13/12		2,948						2,948	104	S/L	33		89
116	METER	2/03/12		135						135	8	S/L	33		4
117	1" METER	5/09/12		192						192	10	S/L	33		6
118	10 HP GOULDS PUMP	3/21/12		2,606						2,606	138	S/L	33		79
119	3HP GOULDS PUMPS	4/30/12		1,634						1,634	83	S/L	33		50
120	10HP GOULDS PUMP	6/14/12		2,606						2,606	125	S/L	33		79
121	10HP GOULDS PUMP	6/21/12		2,606						2,606	118	S/L	33		79
122	20HP GOULDS PUMP & MOTOR	12/27/12		5,537						5,537	168	S/L	33		168
123	HONEYWELL PRESSURE CHART	4/15/12		523						523	28	S/L	33		16
124	STENNER CHLORINATOR	10/09/12		1,803						1,803	69	S/L	33		55
125	VALVE MATERIALS	9/28/12		8,500						8,500	322	S/L	33		258
126	METER BOXES & COVERS	9/23/12		1,596						1,596	60	S/L	33		48
127	GS3 10HP AC DRIVE	6/30/12		1,196						1,196	54	S/L	33		36
128	40 HP WELL MOTOR	12/13/13		9,756						9,756	25	S/L	33		296
129	PUMPING EQUIPMENT	4/16/13		3,820						3,820	77	S/L	33		116
130	PUMPING EQUIPMENT	4/25/13		6,787						6,787	137	S/L	33		206
131	PUMPING EQUIPMENT	6/05/13		6,652						6,652	118	S/L	33		202
132	8.5GPM MAG PUMPS	6/24/13		761						761	12	S/L	33		23
133	WATER MAIN	11/22/13		1,239						1,239	3	S/L	33		38
134	30 3/4" METERS	7/22/13		3,504						3,504	44	S/L	33		106
135	EQUIPMENT	3/31/13		10,367						10,367	236	S/L	33		314
136	EQUIPMENT	4/12/13		805						805	18	S/L	33		24
137	EQUIPMENT	5/12/13		1,293						1,293	26	S/L	33		39

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NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS. PCT.	CUR 179 BONUS	SPECIAL DEPR. ALLOW.	PRIOR 179/ BONUS/ SP. DEPR.	PRIOR DEC. BAL DEPR.	SALVAGE /BASIS REDUCT.	DEPR. BASIS	PRIOR DEPR.	METHOD	LIFE	RATE	CURRENT DEPR.								
138	EQUIPMENT	6/12/13		1,438							1,438	25	S/L	33		44								
139	EQUIPMENT	6/13/13		3,088							3,088	55	S/L	33		94								
140	EQUIPMENT	7/12/13		1,438							1,438	22	S/L	33		44								
TOTAL MACHINERY AND EQUIPME													619,234	0	0	0	0	0	0	619,234	261,767			18,890
MISCELLANEOUS																								
1	VARIOUS			391,998							391,998	353,993	S/L	33		11,879								
2	7/01/88			512,237							512,237	395,734	S/L	33		15,522								
3	7/01/88			19,017							19,017	14,685	S/L	33		576								
4	7/01/89			30,781							30,781	22,858	S/L	33		933								
5	7/01/89			990							990	735	S/L	33		30								
6	7/01/89			37,250							37,250	27,660	S/L	33		1,129								
9	10/01/89			30,360							30,360	22,310	S/L	33		920								
10	7/01/89			89,134							89,134	66,175	S/L	33		2,701								
13	4/10/90			28,325							28,325	20,378	S/L	33		858								
14	6/21/90			24,247							24,247	17,272	S/L	33		735								
15	9/30/91			124,876							124,876	84,194	S/L	33		3,784								
20	7/15/92			5,988							5,988	3,892	S/L	33		181								
21	7/15/92			7,485							7,485	4,880	S/L	33		227								
22	12/31/92			13,602							13,602	8,652	S/L	33		412								
23	6/04/93			49,492							49,492	30,875	S/L	33		1,500								
31	5/10/95			28,585							28,585	16,093	S/L	33		866								
32	1/01/95			50,290							50,290	28,956	S/L	33		1,524								
33	6/30/97			25,712							25,712	12,919	S/L	33		779								
34	6/30/97			20,038							20,038	10,066	S/L	33		607								
35	6/30/97			15,271							15,271	7,678	S/L	33		463								

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NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS. PCT.	CUR 179 BONUS	SPECIAL DEPR. ALLOW.	PRIOR BONUS/ SP. DEPR.	PRIOR DEC. BAL DEPR.	SALVAGE /BASIS REDUCT.	DEPR. BASIS	PRIOR DEPR.	METHOD	LIFE	RATE	CURRENT DEPR.
36	WATER PLANT - RUSS	5/27/98		50,701							50,701	23,996	S/L	33		1,536
37	WATER PLANT - WELL #8	1/31/98		38,243							38,243	18,447	S/L	33		1,159
62	WATER PLANT	1/15/99		158,002							158,002	71,820	S/L	33		4,788
63	WATER PLANT - CYPRESS	10/31/00		1,700,000							1,700,000	678,281	S/L	33		51,515
64	WATER PLANT	1/25/01		27,655							27,655	10,824	S/L	33		838
65	WATER PLANT	1/25/01		28,538							28,538	11,173	S/L	33		865
66	WATER PLANT - PACE	5/06/02		26,880							26,880	9,508	S/L	33		815
67	WATER PLANT - PACE	6/20/02		30,396							30,396	10,592	S/L	33		921
68	WATER PLANT - DUN	9/16/02		11,535							11,535	3,937	S/L	33		350
79	WATER PLANT - WELL #9	10/01/05		55,104							55,104	13,664	S/L	33		1,670
83	WATER PLANT - HUNSTAD	6/30/06		81,000							81,000	18,412	S/L	33		2,455
85	RETIRED METERS 2006	12/31/06		1							1	-2,112	S/L	33		0
87	WATER PLANT-MOORE REMAININ	12/31/91		54,600							54,600	36,399	S/L	33		1,655
88	WATER PLANT - CRAIG REMAIN	7/15/96		17,000							17,000	9,016	S/L	33		515
89	LAND	VARIOUS		88,455							88,455					0
93	WATER PLANT-SHEPHARD	12/15/07		53,000							53,000	9,770	S/L	33		1,606
141	PIPING-EL CAMPO ROAD	12/31/14		37,784							37,784		S/L	33		0
TOTAL MISCELLANEOUS												3,964,572	2,073,672		116,314	
TOTAL DEPRECIATION												4,600,183	2,351,816		135,204	
GRAND TOTAL DEPRECIATION												4,600,183	2,351,816		135,204	