

Received \_\_\_\_\_

Examined \_\_\_\_\_

CLASS D

WATER UTILITIES

U# 405-WTD

2014  
ANNUAL REPORT  
OF

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SIERRA CITY WATER WORKS, INC.

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732 BUTLER STREET, GRASS VALLEY, CALIFORNIA

95945

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

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

SIERRA CITY WATER WORKS, INC.

732 Butler Street, Grass Valley, California 95945

Sierra County

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

Email Address: \_\_\_\_\_

**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 incorporated in the State of California  
 (B) Names, titles and addresses of principal officers: C. K. Smith 732 Butler St, Grass Valley, California 95945

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

- 3 Name, title, and telephone number of:  
 (A) One person listed above to receive correspondence: C. K. Smith, President, 530-273-6647  
 (B) Person responsible for operations and services: C. K. Smith, President, 530-273-6647

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:  
 \_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_

12. This annual report was prepared by:  
Connie Stone

Address of firm or consultant: Post Office Box 1101, Grass Valley, California 95945

Phone Number of firm or consultant: 530-273-6638

**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 (SRF) 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
5/8 X 3/4 inch		
3/4 inch		
1 inch		
1 1/2 inch		
2 inch		
3 inch		
4 inch		
6 inch		
Number of Flat Rate Customers		
<b>Total</b>		

3. Summary of the bank account activities showing:

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)**  
 N/A

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		<b>NON-DEPRECIABLE PLANT</b>					
2	301	Intangible Plant					
3	303	Land					
4		Total non-depreciable plant					
5		<b>DEPRECIABLE PLANT</b>					
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 Standpipes					
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					



**SCHEDULE A - BALANCE SHEET (AS OF DECEMBER 31, 2014)**

<b>Line</b>	<b>Acct.</b>	<b>Assets</b>	<b>Balance</b>
1	101	Water Plant in Service (Excluding SDWBA)	\$267,393
2	101.1	Water Plant in Service - SDWBA	\$0
3	101.2	Water Plant in Service - Prop 50	\$0
4	103	Water Plant Held for Future Use	\$0
5	104	Water Plant Purchased or Sold	\$0
6	105	Water Plant Construction Work in Progress	\$0
7	100.3	Construction Work in Progress (Prop 50)	\$0
8	108	Accumulated Depreciation of Water Plant	(\$189,863)
9	108.1	Accumulated Amortization of SDWBA Loan	\$0
10	114	Water Plant Acquisition Adjustments	\$0
11	121	Non-water Utility Property and Other Assets	\$0
12	121.3	Cash - Miscellaneous Special Deposits (Prop 50)	\$0
13	122	Accumulated Depreciation of Non-water Utility Property	\$0
14	124	Other Investments	\$0
15	131	Cash	\$22,027
16	131.3	Cash - Miscellaneous Special Deposits (Prop 50)	\$0
17	132	Special Deposits	\$0
18	141	Accounts Receivable - Customers	\$0
19	142	Receivables from Associated Companies	\$0
20	143	Accumulated Provision for Uncollectible Accounts	\$0
21	151	Materials and Supplies	\$4,000
22	174	Other Current Assets	\$0
23	180	Deferred Charges	\$0
24			
25			
26		<b>Total Assets</b>	<b>\$103,557</b>
<b>Line</b>	<b>Acct.</b>	<b>Equity and Liabilities</b>	<b>Balance</b>
27	201	Common Stock (for corporations only)	\$1,000
28	204	Preferred Stock (for corporations only)	\$0
29	211	Other Paid-in Capital (for corporations only)	\$0
30	215	Retained earnings (for corporations only)	\$2,932
31	218	Proprietary Capital (for proprietorships and partnerships only)	\$0
32	224	Long-Term Debt	\$89,344
33	231	Accounts Payable	\$1,036
34	232	Short-Term Notes Payable	\$0
35	233	Customer Deposits	\$0
36	236	Taxes Accrued	\$0
37	237	Interest Accrued	\$0
38	241	Other Current Liabilities	\$0
39	250	Reserve for Depreciation of Utility Plant (Prop 50)	\$0
40	252	Advances for Construction	\$9,245
41	253	Other Credits	\$0
42	255	Accumulated Deferred Investment Tax Credits	\$0
43	266.0	Contributions - Publicly Grant-Funded Plant (Prop 50)	\$0
44	266.1	Accumulated Amortization of Contributions - Publicly Grant-Funded Plant (Prop 50)	\$0
45	271	Contributions in Aid of Construction	\$0
46	272	Accumulated Amortization of Contributions	\$0
47	282	Accumulated Deferred Income Taxes - ACRS Depreciation	\$0
48	283	Accumulated Deferred Income Taxes - Other	\$0
49			
50			
51		<b>Total Equity and Liabilities</b>	<b>\$103,557</b>

**SCHEDULE B - WATER PLANT IN SERVICE (AS OF DECEMBER 31, 2014)**

Line	Acct	Title of Account	Balance Beg of Year	Plant Additions During year	Plant Retirements During year	Other Debits or (Credits)	Balance End of year
1	301	Intangible Plant	\$0				\$0
2	303	Land	\$37,541				\$37,541
3	304	Structures	\$0				\$0
4	307	Wells	\$0				\$0
5	311	Pumping Equipment	\$0				\$0
6	317	Other Water Source Plant	\$33,512				\$33,512
7	320	Water Treatment Plant	\$0				\$0
8	330	Reservoirs, Tanks and Standpipes	\$53,805				\$53,805
9	331	Water Mains	\$52,647				\$52,647
10	333	Services and Meter Installations	\$0				\$0
11	334	Meters	\$8,507				\$8,507
12	335	Hydrants	\$20,357				\$20,357
13	339	Other Equipment	\$17,638				\$17,638
14	340	Office Furniture and Equipment	\$5,271				\$5,271
15	341	Transportation Equipment	\$38,115				\$38,115
16		<b>Total water plant in service</b>	<b>\$267,393</b>				<b>\$267,393</b>

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

**SCHEDULE C - RESERVE FOR DEPRECIATION OF UTILITY PLANT (AS OF DECEMBER 31, 2014)**

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	\$180,694			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	\$9,169			
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	\$9,169			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	\$0			
14	Balance in reserve at end of year	\$189,863			
15	(1) Explanation of all other credits				
16	(2) Explanation of all other debits				

**SCHEDULE D - CAPITAL STOCK OUTSTANDING (AS OF DECEMBER 31, 2014)**

Line	Description	Shareholder Name	Number of Shares	Par Value
1	Common Stocks	C. K SMITH	50	\$500
2	Common Stocks	W. 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	Common Stocks			
12	Common Stocks			
13	Common Stocks			
14	Common Stocks			
15	Common Stocks			
16	<b>Total - Common Stocks</b>		100	\$1,000
17	Preferred Stocks			
18	Preferred Stocks			
19	Preferred Stocks			
20	Preferred Stocks			
21	Preferred Stocks			
22	Preferred Stocks			
23	Preferred Stocks			
24	Preferred Stocks			
25	Preferred Stocks			
26	Preferred Stocks			
27	Preferred Stocks			
28	Preferred Stocks			
29	Preferred Stocks			
30	Preferred Stocks			
31	Preferred Stocks			
32	<b>Total - Preferred Stocks</b>			
33	Total annual dividends declared and/or paid to common stockholders		\$	0
34	Percentage of total annual dividend to common stockholders as a percentage of total net income (%)			0.00%
35	Total annual dividends declared and/or paid to preferred stock shareholders		\$	0
36	Percentage of total annual dividend to preferred stockholders as a percentage of total net income (%)			0.00%

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

**SCHEDULE E - LONG-TERM DEBTS**

Line	Lender Name	CPUC Order No.	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 12/31/2014
1	OWNERS			04/16/98		\$20,507	990.00%			\$19,145
2	OWNERS			VARIOUS						\$70,199
3										
4										
5										
6										
7										
8										
9										
10										
11	<b>Total</b>									\$89,344

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

**SCHEDULE F - INCOME STATEMENT**

<b>Line</b>	<b>Acct.</b>	<b>Description</b>	<b>Balance</b>
1		<b>Operating Revenues:</b>	
2	460	Unmetered Water Revenue	\$19,194
3	462	Fire Protection Revenue	\$0
4	465	Irrigation Revenue	\$0
5	470	Metered Water Revenue	\$30,743
6	475	Approved Total Surcharge Revenue(s)	\$0
7	480	Other water revenue	\$0
8		<b>Total Revenue Received</b>	<b>\$49,937</b>
9		Less: Revenue Deductions	
10		SDWBA/SRF Surcharge Revenue	
11		<b>Total Operating Revenue</b>	
12		<b>Operating Expenses:</b>	
13	610	Purchased Water	\$0
14	615	Power	\$0
15	618	Other Volume Related Expenses	\$0
16	630	Employee Labor	\$0
17	640	Materials	\$1,148
18	650	Contract Work	\$6,836
19	660	Transportation Expense	\$11,232
20	664	Other Plant Maintenance Expenses	\$19
21	670	Office Salaries	\$3,791
22	671	Management Salaries	\$6,318
23	674	Employee Pensions and Benefits	\$0
24	676	Uncollectible Accounts Expense	\$0
25	678	Office Services and Rentals	\$795
26	681	Office Supplies and Expense	\$4,363
27	682	Professional Services	\$2,217
28	684	Insurance	\$2,455
29	688	Regulatory Commission Expense	\$918
30	689	General Expense	\$1,188
31		<b>Total Operating Expenses</b>	<b>\$41,280</b>
32	403	Depreciation Expense	\$9,169
33	407	SDWBA/SRF Loan Amortization Expense	\$0
34	408	Taxes Other Than Income Taxes	\$4,636
35	409	State Corporate Income Tax Expense	\$1,050
36	410	Federal Corporate Income Tax Expense	\$0
37		<b>Total Operating Revenue Deductions</b>	<b>\$56,135</b>
38		<b>Utility Operating Income</b>	<b>(\$6,198)</b>
39	421	Non-utility Income	\$4
40	426	Miscellaneous Non-utility Expense	\$25
41	427	Interest Expense	\$0
42		<b>Net Income</b>	<b>(\$6,219)</b>



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	71		71
3/4-in	0		0
1-in			
2-in	1		1
-in			
Total	72		72

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	60	12	72						
Industrial/Commercial	11	3	14						
Irrigation									
Fire Protection (public)									
Fire Protection (private)									
Other (specify)									
Total	71	15	86						

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	1	30000	Cement-asbestos					
Plastic	1	5000	Plastic				8"	1400
Stainless steel	1	1000	Other (specify)				6"	4500
Stainless steel	1	6000						
Total			Total					7900

**FACILITY FEES DATA**

Please provide the following information relating to Facility Fees collected for the calendar year 2014, pursuant to Resolution No. W-4110.

1. Trust Account Information:

Bank Name:	Bank of America
Address:	Grass Valley, California
Account Number:	-6716
Date Opened:	1988

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

**A. Commercial**

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

**B. Residential**

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

3. Summary of the bank account activities showing:

	AMOUNT
Balance at beginning of year	11174
Deposits during the year	_____
Interest earned for calendar year	4
Withdrawals from this account	_____
Balance at end of year	11178

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, 2014, through December 31, 2014.

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

\_\_\_\_\_ Signature

\_\_\_\_\_ **530-273-6647**  
Telephone Number

\_\_\_\_\_ **MARCH 31, 2015**  
Date