

Received _____
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CLASS B and C
WATER UTILITIES

U# 120

2016
ANNUAL REPORT
OF

ALTOS SONOMA CORPORATION

PENNGROVE WATER COMPANY

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

4982 Sonoma Highway

SANTA ROSA, CALIF. 95409

(OFFICIAL MAILING ADDRESS)

ZIP

TO THE
PUBLIC UTILITIES COMMISSION
STATE OF CALIFORNIA
YEAR ENDED DECEMBER 31, 2016

REPORT MUST BE FILED NOT LATER THAN MARCH 31, 2017

PENNGROVE WATER COMPANY 2016 ANNUAL REPORT

Account Number	Operating Revenue	
470	Metered	\$1,167,333
460	Unmetered	\$33
465	Irrigation	\$0
462-480	Private Fire Protection	\$3,179
	Total Revenue	\$1,170,545
	Operating Expenses	
610	Purchased Water	\$183,787
615	Purchased Power	\$14,181
	Pump Taxes	\$0
	Purchased Chemicals	\$0
618	Other Volume Related Expenses	\$681
630	Employee Labor	\$86,716
640	Materials	\$15,255
650	Contract Work	\$4,644
650.1	Water Testing	\$6,263
660	Transportation	\$9,211
664	Other Plant Maintenance	\$4,908
670	Office Salaries	\$65,716
671	Management Salaries	\$123,108
674	Employee Pensions and Benefits	\$73,185
676	Uncollectables	\$567
678	Office Service and Rentals	\$14,709
681	Office Supplies and Expense	\$19,744
682	Professional Services	\$8,768
684	Insurance	\$13,705
688	Regulatory Expense	\$0
689	General Expense	\$4,896
	Subtotal	\$650,044
403	Depreciation Expense	\$65,055
408	Ad Valorem Taxes	\$13,659
408	Payroll Taxes	\$29,419
408	Taxes Other Than Income	\$0
409	State Income Tax	\$32,692
410	Federal Income Tax	\$119,752
	Total Deductions	\$910,621
	Net Revenue	\$259,924

PENGROVE WATER COMPANY 2016 ANNUAL REPORT

Rate Base

Average Plant	\$5,187,112
Net Plant	\$3,766,865
Less: Advances	(\$9,810)
Less: Contributions Average Net	(\$1,788,873)
Plus: Construction Work in Progress	\$0
Plus: Working Cash	\$54,084
Plus: Materials & Supplies	\$5,404
Rate Base	\$2,027,670
Rate of Return	12.82%

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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, 2017**, with:

CALIFORNIA PUBLIC UTILITIES COMMISSION
DIVISION OF WATER AND AUDITS
ATTN: BRUCE DEBERRY
505 VAN NESS AVENUE, ROOM 3105
SAN FRANCISCO, CALIFORNIA 94102-3298
bmd@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, 2016, through December 31, 2016. 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: PENNGROVE WATER COMPANY

2 Official mailing address: 4982 Sonoma Highway
SANTA ROSA, CALIF. 95409

3 Name and title of person to whom correspondence should be addressed:
KAREN L. BALL, MANAGER Telephone (707) 539-6397

4 Address where accounting records are maintained: 4982 SONOMA HIGHWAY,
SANTA ROSA, CALIF. 95409

5 Service Area (Refer to district reports if applicable):
PENNGROVE AND VICINITY, SONOMA COUNTY

6 Service Manager (If located in or near Service Area.) (Refer to district reports if applicable.)
Name: _____
Address: _____ Telephone: _____

7 OWNERSHIP. Check and fill in appropriate line:
 Individual (name of owner) _____
 Partnership (name of partner) _____
 Partnership (name of partner) _____
 Partnership (name of partner) _____
 Corporation (corporate name) ALTOS SONOMA CORPORATION
Organized under laws of (state) Calif. Date: _____ 1995

Principal Officers:
(Name) James B. Downey (Title) President
(Name) Kathleen S. Downey (Title) Secty, Treas.
(Name) _____ (Title) _____
(Name) _____ (Title) _____

8 Names of associated companies: _____

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:

Date: _____

Date: _____

Date: _____

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:
Karen L. Ball T-2 16977
Troy Bathke T-2,23410, D-2,27267
Danney McVay II T-2 23283, D-3 16603

12 This annual report was prepared by:
Name of firm or consultant: _____
Address of firm or consultant: _____

Phone Number of firm or consultant: ()

BALANCE SHEET AND CAPITALIZATION DATA

Calendar Year 2016

NAME OF UTILITY PENNGROVE WATER COMPANY PHONE 707 539-6397

PERSON RESPONSIBLE FOR THIS REPORT Karen L. Ball

	1/1/16	12/31/16	Average
BALANCE SHEET DATA			
1 Intangible Plant	0	0	0
2 Land and Land Rights	4000	4000	4000
3 Depreciable Plant	5038311	5327912	5183112
4 Gross Plant in Service	5042311	5331912	5187112
5 Less: Accumulated Depreciation	1361567	1478926	1420247
6 Net Water Plant in Service	3680744	3852986	3766865
7 Water Plant Held for Future Use	0	0	0
8 Construction Work in Progress	0	0	0
9 Materials and Supplies	5488	5319	5404
10 Less: Advances for Construction	(10201)	(9418)	(9810)
11 Less: Contribution in Aid of Construction	(1785916)	(1791830)	(1788873)
12 Less: Accumulated Deferred Income and Investment Tax Credits	0	0	0
13 Net Plant Investment	1890115	2057057	1973586
 CAPITALIZATION			
14 Common Stock	0		0
15 Proprietary Capital (Individual or Partnership)	0		0
16 Paid-in Capital	0		0
17 Retained Earnings	2156985	2341755	2249370
18 Common Stock and Equity (Lines 14 through 17)	0		0
19 Preferred Stock	0		0
20 Long-Term Debt	0		0
21 Notes Payable	0		0
22 Total Capitalization (Lines 18 through 21)	2156985	2341755	2249370

INCOME STATEMENT AND OTHER DATA

Calendar Year 2016

NAME OF UTILITY PENNGROVE WATER COMPANY

PHONE 707 539-6397

	Annual Amount
INCOME STATEMENT	
23 Unmetered Water Revenue	33
24 Fire Protection Revenue	3,179
25 Irrigation Revenue	
26 Metered Water Revenue	1,167,333
27 Total Operating Revenue	1,170,545
28 <u>Operating Expenses</u>	650,044
29 Depreciation Expense (Composite Rate <u>2.42%</u>)	65,055
30 Amortization and Property Losses	
31 Property Taxes	13,659
32 Taxes Other Than Income Taxes	29,419
33 Total Operating Revenue Deduction Before Taxes	758,177
34 California Corp. Franchise Tax	32,692
35 Federal Corporate Income Tax	119,752
36 Total Operating Revenue Deduction After Taxes	910,621
37 Net Operating Income (Loss) - California Water Operations	259,924
38 Other Operating and Nonoper. Income and Exp. - Net (Exclude Interest Expense)	
39 Income Available for Fixed Charges	
40 Interest Expense	
41 Net Income (Loss) Before Dividends	
42 Preferred Stock Dividends	
43 Net Income (Loss) Available for Common Stock	
OTHER DATA	
44 Refunds of Advances for Construction	783
45 Total Payroll Charged to Operating Expenses	275,540
46 Purchased Water	183,787
47 Power	14,181

<u>Active Service Connections</u>	(Exc. Fire Protect.)	Jan. 1	Dec. 31	Annual Average
48 Metered Service Connections		730	745	738
49 Flat Rate Service Connections				
50 Total Active Service Connections		730	745	738

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 2012:

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	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
COMPARATIVE BALANCE SHEET 2016
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	5,331,912	5,042,311
3	101.1	Water plant in service - SDWBA	A-1 & A-1b	0	0
4	101.2	Water plant in service - Prop 50	A-1 & A-1c	0	0
5	103	Water plant held for future use	A-1 & A-1d	0	0
6	104	Water plant purchased or sold	A-1	0	0
7	105	Water plant construction work in progress	A-1	0	0
8	105.1	Construction work in progress - SDWBA	A-1	0	0
9	105.2	Construction work in progress - Prop 50	A-1	0	0
10		Total Utility Plant		5,331,912	5,042,311
11	108	Accumulated Depreciation of Water Plant	A-3	(1,478,926)	(1,361,567)
12	108.1	Accumulated Amortization of SDWBA Loan	A-3	0	0
13	108.2	Reserved for Depreciation of Utility Plant - Prop 50	A-3	0	
14	114	Water Plant Acquisition Adjustments	A-1	0	0
15		Total Amortization and Adjustments			
16		Net Utility Plant		3,852,986	3,680,744
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		33,282	14,076
28	131.1	Cash - Miscellaneous Special Deposits - Prop 50			
29	132	Special Accounts PFF		212,762	224,550
30	141	Accounts Receivable (Penn & CM)		97,486	96,743
31	142	Receivables from Associated Companies			0
32	143	Accumulated Provision for Uncollectible Accounts			0
33	151	Materials and Supplies		5,319	5,488
34	174	Other Current Assets			
35		Total Current and Accrued Assets		348,849	340,857
36					
37	180	Deferred Charges	A-5		
38					
39		Total Assets and Deferred Charges		4,201,835	4,021,601

SCHEDULE A
COMPARATIVE BALANCE SHEET 2016
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		
42	204	Preferred Stock	A-6		
43	211	Other Paid-in Capital	A-8		
44	215	Retained Earnings	A-9	2,341,755	2,156,985
45		Total corporate capital and retained earnings		2,341,755	2,156,985
46					
47		PROPRIETARY CAPITAL			
48	218	Proprietary Capital	A-10		
49	218.1	Proprietary Drawings			
50		Total proprietary capital		0	0
51					
52		LONG TERM DEBT			
53	224	Long Term Debt	A-11	0	10,746
54	225	Advances From Associated Companies	A-12		
55					
56		CURRENT AND ACCRUED LIABILITIES			
57	231	Accounts Payable		56,938	55,038
58	232	Short Term Notes Payable			0
59	233	Customer Deposits		1,925	2,715
60	235	Payables to Associated Companies	A-13		0
61	236	Accrued Taxes			0
62	237	Accrued Interest			0
63	241	Other Current Liabilities	A-14		0
64		Total current and accrued liabilities		58,863	68,499
65					
66		DEFERRED CREDITS			
67	252	Advances for Construction	A-15	9,418	10,201
68	253	Other Credits			
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		
72		Total deferred credits		9,418	10,201
73					
74		CONTRIBUTIONS IN AID OF CONSTRUCTION			
75	266	Contributions - Publicly Grant-Funded Plant - Prop 50			
76	266.1	Accumulated Amortizations of Contributions - Prop 50			
77		Net Contributions - Public Grant-Funded Plant - Prop 50			
78	271	Contributions in Aid of Construction	A-17	2,639,659	2,563,596
79	272	Accumulated Amortization of Contributions		(847,829)	(783,949)
80		Net Contributions in Aid of Construction		1,791,830	1,779,647
81		Total liabilities and other credits		4,201,866	4,015,332

**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)	5042311	294908	(5307)	0	5331912
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	Construction Work in Progress - Water Plant	0				0
7	105.1	Construction Work in Progress - SDWBA	0				
8	105.2	Construction Work in Progress - Prop 50	0				0
9	114	Water Plant Acquisition Adjustments	0				0
10		Total utility plant	5042311	294908	(5307)	0	5331912

* 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					
3	303	Land	4000				4000
4		Total non-depreciable plant	4000	0	0	0	4000
5							
6		DEPRECIABLE PLANT					
7	304	Structures	143180				143180
8	307	Wells	187759				187759
9	317	Other Water Source Plant	153607				153607
10	311	Pumping Equipment	182904	69,432			252336
11	320	Water Treatment Plant	10329				10329
12	330	Reservoirs, Tanks and Sandpipes	362231				362231
13	331	Water Mains	2773416	172,506			2945922
14	333	Services and Meter Installations	614869	46,744	(4987)		656626
15	334	Meters	254748	3,784	(320)		258212
16	335	Hydrants	212606				212606
17	339	Other Equipment	46965				46965
18	340	Office Furniture and Equipment	57001	2,442			59443
19	341	Transportation Equipment	38696				38696
20		Total depreciable plant	5038311	294908	(5307)	0	5327912
21		Total water plant in service	5042311	294908	(5307)	0	5331912

* 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.	Aeet No.	Title of Account (a)	Balance Beg of Year (b)	Plant Addition During year (c)	Plant Retirement 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						NONE	
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.	Aeet No.	Title of Account (a)	Balance Beg of Year (b)	Plant Addition During year (c)	Plant Retirement 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						NONE	
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				
3				
4	NONE			
5				
6				
7				
8				
9				
10	Total			0

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		
3		
4	NONE	
5		
6		
7		
8		
9		
10	Total	

SCHEDULE A-3
Account Nos. 108 and 122 - Depreciation and Amortization Reserves

Line No.	Item	Account 108 Water Plant Excluding SDWBA & Prop 50 (b)	Account 108.1 SDWBA Loans (c)	Account 108.2 Prop 50 Loans (d)	Account 122 Non-utility Property (e)
1	Balance in reserves at beginning of year	1361567			
2	Add: Credits to reserves during year				
3	(a) Charged to Account No. 403 (Footnote 1)	65,055			
4	(b) Charged to Account No 272	63,880			
5	(c) Charged to clearing accounts				
6	(d) Charge to Account No. 407				
7	(e) Charge to Account No. 266.1				
8	(f) Salvage recovered				
9	(g) All other credits (Footnote 2)				
10	Total Credits	1490502			
11	Deduct: Debits to reserves during year				
12	(a) Book cost of property retired	(5307)			
13	(b) Cost of removal	(6269)			
14	(c) All other debits (Footnote 3)				
15	Total debits	(11576)			
16	Balance in reserve at end of year	1478926			
17					
18	(1) COMPOSITE DEPRECIATION RATE USED FOR STRAIGHT LINE REMAINING LIFE			%	2.42%
19					
20	(2) EXPLANATION OF ALL OTHER CREDITS:				
21					
22					
23					
24					
25					
26	(3) EXPLANATION OF ALL OTHER DEBITS:				
27					
28					
29					
30					
31					
32	(4) METHOD USED TO COMPUTE INCOME TAX DEPRECIATION				
33	(a) Straight line	[X]			
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	[]			

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

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	28322	3465	0		31787
2	307	Wells	32758	4544	0		37301
3	317	Other water source plant	28819	3717	0		32536
4	311	Pumping equipment	51347	6107	0	0	57454
5	320	Water treatment plant	2785	250	0		3035
6	330	Reservoirs, tanks and sandpipes	98029	8766	0		106795
7	331	Water mains	857663	71291	0	(6269)	922685
8	333	Services and meter installations	159080	15890	(4987)		169983
9	334	Meters	19767	6249	(320)	0	25696
10	335	Hydrants	69753	5145	0		74898
11	339	Other equipment	7596	1137	0		8732
12	340	Office furniture and equipment	9584	1439	0		11023
13	341	Transportation equipment	(3771)	936	0	0	(2835)
14		Total	1361731	128935	(5307)	0 (6269)	1479090

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

Line No.	Item (a)	Amount (b)
1		
2		
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									
3									
4									
5									
6	NONE								
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								
2								
3								
4	NONE							
5								
6								
7								
8							Total	

SCHEDULE A-7
Record of Stockholders at End of Year

Line No.	COMMON STOCK Name (a)	Number of Shares (b)	PREFERRED STOCK Name (c)	Number of Shares (d)
1				
2				
3				
4	NONE			
5				
6				
7				
8				
9				
10	Total number of shares _____		Total number of shares _____	

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		
2		
3		
4	NONE	
5		
6		
7		
8		Total

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

Line No	Item (a)	Amount (b)
1	Balance beginning of year	2,156,985
2	CREDITS	
3	Net income	259,631
4	Prior period adjustments	
5	Other credits (detail)	
6	Total Credits	2,416,616
7		
8	DEBITS	
9	Net losses	
10	Prior period adjustments	
11	Dividend appropriations - preferred stock	
12	Dividend appropriations - common stock	
13	Altos Sonoma Corporation	
14	Total Debits	(74,861)
15	Balance end of year	2,341,755

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

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	vehicle		13-Jul	12-Jul	10,746	0	2.73%			293
2										
3										
4										
5										
6	PWC =70% of 28,764									293

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					
2					
3	NONE				
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					
2					
3	NONE				
4					
5					
6	Totals				

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

Line No.	Description (a)	Balance End-of-Year (b)
1		
2		
3	NONE	
4		
5	Total	

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

Line No.	(a)	(b)	Amount (c)
1	Balance beginning of year		10,201
2	Additions during year		
3	Subtotal - Beginning balance plus additions during year		10,201
4	Charges during year:		
5	Refunds		
6	Percentage of revenue basis	783	
7	Proportionate cost basis		
8	Present worth basis		
9	Total refunds	783	
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	0	
14	Securities Exchanged for Contracts (Enter detail below)		
15	Subtotal - charges during year	0	
16	Balance end of year		9,418

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				
2				
3	NONE			
4				
5	Total			

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. 106, 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. 106. 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.		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	2,563,596				
2	Add: Credits to account during year					
3	Contributions received during year	76,063				
4	Other credits*					
5	Total credits	2,639,659				
6	Deduct: Debits to Account during year					
7	Depreciation charges for year	63,880				
8	Non-depreciable donated property retired					
9	Other debits* (acum dep)	783,949				
10	Total debits	847,829				
11	Balance end of year Net	1,791,830				

* 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	1,170,545
OPERATING REVENUE DEDUCTIONS				
2	401	Operating expenses	B-2	650,044
3	403	Depreciation expense	A-3	65,055
4	407	SDWBA loan amortization expense	pages 7 & 8	
5	408	Taxes other than income taxes	B-3	43,078
6	409	State corporate income tax expense	B-3	32,692
7	410	Federal corporate income tax expense	B-3	119,752
8		Total operating revenue deductions		910,621
9		Total utility operating income		259,924
OTHER INCOME AND DEDUCTIONS				
10	421	Non-utility income	B-5	
11	426	Miscellaneous non-utility expense	B-5	
12	427	Interest expense	B-6	(293)
13		Total other income and deductions		(293)
14		Net income		259,631

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		0	0
3		460.2 Commercial and multi-residential		0	0
4		460.3 Large water users		0	0
5		460.5 Safe Drinking Water Bond Surcharge		0	0
6		460.9 Other unmetered revenue	33	287	(254)
7		Sub-total	33	287	(254)
8	462	Fire protection revenue			
9		462.1 Public fire protection			
10		462.2 Private fire protection	3,179	3,297	(118)
11		Sub-total	3,179	3,297	(118)
12	465	Irrigation revenue			
13	470	Metered water revenue			
14		470.1 Single-family residential	1,041,584	968,807	72,777
15		470.2 Commercial and multi-residential	52,461	38,882	13,579
16		470.3 Large water users	73,288	50,255	23,033
17		470.5 Safe Drinking Water Bond Surcharge		0	0
18		470.9 Other metered revenue		0	0
19		Sub-total	1,167,333	1,057,944	109,389
20		Total water service revenues	1,170,545	1,061,528	109,017
21	480	Other water revenue			
22		Total operating revenues	1,170,545	1,061,528	109,017

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	\$183,787	\$163,153	\$20,634
2	615	Power	\$14,181	\$13,088	\$1,093
3	616	Other volume related expenses	\$681	\$1,386	(\$705)
4		Total volume related expenses	\$198,649	\$177,627	\$21,022
		NON-VOLUME RELATED EXPENSES			
5	630	Employee labor	\$102,095	\$98,822	\$3,273
6	640	Materials	\$15,255	\$37,137	(\$21,882)
7	650	Contract work	\$10,907	\$9,134	\$1,773
8	660	Transportation expenses	\$9,211	\$12,660	(\$3,449)
9	664	Other plant maintenance expenses	\$4,908	\$3,488	\$1,420
10		Total non-volume related expenses	\$142,376	\$161,241	(\$18,865)
11		Total plant operation and maintenance exp.	\$341,025	\$338,868	\$2,157
		ADMINISTRATIVE AND GENERAL EXPENSES			
12	670	Office salaries	\$65,716	\$65,906	(\$190)
13	671	Management salaries	\$123,108	\$103,725	\$19,383
14	674	Employee pensions and benefits	\$73,185	\$77,940	(\$4,755)
15	676	Uncollectible accounts expense	\$567	\$195	\$372
16	678	Office services and rentals	\$14,709	\$14,255	\$454
17	681	Office supplies and expenses	\$19,744	\$18,951	\$793
18	682	Professional services	\$8,768	\$12,860	(\$4,092)
19	684	Insurance	\$13,705	\$14,945	(\$1,240)
20	688	Regulatory commission expense		\$0	\$0
21	689	General expenses	\$4,896	\$2,471	\$2,425
22		Total administrative and general expenses	\$324,398	\$311,248	\$13,150
23	800	Expenses capitalized	(\$15,379)	(\$2,155)	(\$13,224)
24		Net administrative and general expense	\$309,019	\$309,093	(\$74)
25		Total operating expenses	\$650,044	\$647,961	\$2,083

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	13,659		
2	State corporate franchise tax	32,692		see addendum
3	State unemployment insurance tax	3,038		
4	Other state and local taxes			
5	Federal unemployment insurance tax	1,176		
6	Federal insurance contributions act	25,205		
7	Other federal taxes			
8	Federal income taxes	119,752		see addendum
9	Total	195,522		

SCHEDULE B-4
Reconciliation of Reported Net Income for Federal Income Taxes

- 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.
- 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.
- 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	
2	Reconciling amounts (list first additional income and unallowable deductions,	
3	followed by additional deductions and non-taxable income):	
4		
5	Please see following sheet for income tax calculation.	
6		
7		
8		
9		
10	Federal tax net income	
11	Computation of tax:	
12		
13		
14		
15		
16		
17		

Income Tax Calculation 2016
Addendum to Schedule B-3, B-4

Resolution W-4443 states that Kenwood Village Water Company is considered a Class C Utility for the purposes of ratemaking, by virtue of its common ownership with Penngrove Water Company. Therefore Penngrove and Kenwood Water Company are considered combined for the purposes of taxation. The 2016 splits are 70% Penngrove and 30% Kenwood.

	Penngrove	Kenwood
Gross Income	1,170,545	369,809
Expenses	(650,044)	(222,876)
Depreciation	(65,055)	(18,752)
Pay/Prop. Tax	(43,078)	(12,246)
Taxable Income	412,368	115,935
Total Taxable	528,303	
State Income Tax Multiplier	8.84%	
Total State Income Tax	46,702	
Split State Income Tax	32,691	14,011
Federal Taxable Income	481,601	
1st 100K Taxes	22,250	
1st 100K Taxes Split	15,575	6,675
Federal Income @ Highest Bracket	381,601	
Federal Tax Rate for Highest Bracket	39.00%	
Federal Tax @ Highest Bracket	148,824	
Federal Tax Split @ Highest E	104,177	44,647
Total Federal Taxes	119,752	51,322
Total Income Taxes	152,443	65,333

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			
2	NONE		
3			
4			
5	Total		

SCHEDULE B-6		
Account No. 427 - Interest Expense		
Line No.	Description (a)	Amount (b)
1		
2		
3		
4		
5	NONE	
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	2	\$86,716	\$15,379	\$102,095
2	670	Office salaries	2	\$65,716		\$65,716
3	671	Management salaries	2	\$123,108		\$123,108
4						
5						
6		Total	6	\$275,540	\$15,379	\$290,919

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								
2								
3	NONE							
4								
5								
6								
7	Total							

SCHEDULE C-3 Engineering and Management Fees and Expenses, Etc., During Year											
Line No.	<p>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.</p>										
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: _____ No: X (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.										
3.	Date of original contract or agreement.										
4.	Date of each supplement or agreement.										
5.	Amount of compensation paid during the year for supervision or management \$										
6.	To whom paid										
7.	Nature of payment (salary, traveling expenses, etc.).										
8.	Amounts paid for each class of service.										
9.	Basis for determination of such amounts										
10.	<table border="0" style="width: 100%;"> <tr> <td>Distribution of payments:</td> <td style="text-align: right;">Amount</td> </tr> <tr> <td>(a) Charged to operating expenses</td> <td style="text-align: right;">\$</td> </tr> <tr> <td>(b) Charged to capital amounts</td> <td style="text-align: right;">\$</td> </tr> <tr> <td>(c) Charged to other account</td> <td style="text-align: right;">\$</td> </tr> <tr> <td style="text-align: center;">Total</td> <td style="text-align: right;">\$</td> </tr> </table>	Distribution of payments:	Amount	(a) Charged to operating expenses	\$	(b) Charged to capital amounts	\$	(c) Charged to other account	\$	Total	\$
Distribution of payments:	Amount										
(a) Charged to operating expenses	\$										
(b) Charged to capital amounts	\$										
(c) Charged to other account	\$										
Total	\$										
11.	<table border="0" style="width: 100%;"> <tr> <td>Distribution of charges to operating expenses by primary accounts</td> <td style="text-align: right;">Amount</td> </tr> <tr> <td style="text-align: center;">Number and Title of Account</td> <td style="text-align: right;">\$</td> </tr> <tr> <td></td> <td style="text-align: right;">\$</td> </tr> <tr> <td></td> <td style="text-align: right;">\$</td> </tr> <tr> <td style="text-align: center;">Total</td> <td style="text-align: right;">\$</td> </tr> </table>	Distribution of charges to operating expenses by primary accounts	Amount	Number and Title of Account	\$		\$		\$	Total	\$
Distribution of charges to operating expenses by primary accounts	Amount										
Number and Title of Account	\$										
	\$										
	\$										
Total	\$										
12.	What relationship, if any, exists between respondent and supervisory and/or managing concerns?										
<p>* 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.</p>											

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									
2									
3									
4									
5									
WELLS						Pumping Capacity (Unit) ²		Annual Quantities Pumped CCF	Remarks
Line No.	At Plant (Name or Number)	Location	No.	Dimensions	Depth to Water ¹				
6	Canon Manor 1		1	12" x 466'	226'	250	GPM	13,210	
7	Canon Manor 2		1	12" x 440'	226'	200	GPM	13,052	
8									
9									
10								26,262	Total:
TUNNELS AND SPRINGS				FLOW IN (Unit) ²			Annual Quantities Pumped(Unit) ²	Remarks	
Line No.	Designation	Location	Number	Maximum	Minimum				
11									
12									
13									
14									
15									
Purchased Water for Resale									
16	Purchased from Sonoma County Water Agency								
17	Annual Quantities purchased	75,846				(Unit chosen) ¹	CCF		
18									
19									
<p>* State ditch pipeline reservoir, etc., with name, if any.</p> <p>1 Average depth to water surface below ground surface</p> <p>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.</p>									102,108
Total Production and Purchased Water:									

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	2	546,000	Gal	
12	Concrete				
13	Total	2	546,000	Gal	

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 NONE								
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 NONE								
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									80
12	Cast iron (cement lined)								54	
13	Concrete									
14	Copper									
15	Riveted steel									
16	Standard screw			5047	5082					
17	Screw or welded casing									
18	Cement - asbestos						2365		29162	
19	Welded steel									
20	Wood									
21	C-900 Plastic			3199	300		1929		25731	24374
22	Total	0	0	8246	5382	0	4294	0	54947	24454

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									80
24	Cast iron (cement lined)									54
25	Concrete									0
26	Copper									0
27	Riveted steel									0
28	Standard screw									10129
29	Screw or welded casing									0
30	Cement - asbestos									31527
31	Welded steel	2420								2420
32	Wood									0
33	C-900 Plastic	2576								58109
34	Total	4996	0	0	0	0	0	0	0	102319

SCHEDULE D-4 Number of Active Service Connections				
Classification	Metered - Dec 31		Flat Rate - Dec 31	
	Prior	Current	Prior	Current
	Year	Year	Year	Year
Single family residential	705	720		
Commercial and Multi-residential	20	20		
Large water users	5	5		
Public authorities	0			
Industrial	0			
Irrigation	0			
Other (specify)	0			
	0			
Subtotal	730	745		
Private fire connections	6	6		
Public fire hydrants	92	92		
Total	828	843		

SCHEDULE D-5 Number of Meters and Services on Pipe Systems at End of Year		
Size	Active Meters	Total Services
5/8 x 3/4 - in	618	635
3/4 - in	2	
1 - in	120	130
2 - in	5	
- in		
- in		
- in		
- in		
Other		
Total	745	765

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	4
2. Used, before repair	meters replaced
3. Used, after repair	during yr.
4. Found fast, requiring billing adjustment	
B. Number of Meters in Service Since Last Test	
1. Ten years or less	745
2. More than 10, but less than 15 years	
3. More than 15 years	

SCHEDULE D-7								
	During Current Year							Subtotal
	January	February	March	April	May	June	July	
Single-family residential	5088	4805	6014	6159	9345	11872	11129	54412
Commercial and Multi-residential	2	2	3	3	3	4	4	21
Large water users	60	70	71	77	250	290	380	1198
Public authorities								0
Irrigation								0
Other (specify)								0
Total	5150	4877	6088	6239	9598	12166	11513	55631
	During Current Year							Total Prior Year
	August	September	October	November	December	Subtotal	Total	
Single-family residential	9891	9733	7284	5503	4868	37279	91691	84772
Commercial and Multi-residential	4	3	3	3	2	15	36	36
Large water users	390	404	277	197	243	1511	2709	3131
Public authorities						0	0	0
Irrigation						0	0	0
Other (specify)						0	0	0
Total	10285	10140	7564	5703	5113	38805	94436	87939

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: ~1800

SCHEDULE D-8
Status With State Board of Public Health

1. Has the State or Local Health Department reviewed the sanitary condition of your water system during the past year?	no
2. Are you having routine laboratory tests made of water served to your consumers?	yes
3. Do you have a permit from the State Board of Public Health for operation of your water system?	yes
4. Date of permit:	6/04 & 11/11
5. If permit is "temporary", what is the expiration date?	
6. If you do not hold a permit, has an application been made for such permit?	7. If so, on what date?

SCHEDULE D-9
Statement of Material Financial Interest

Use this space to report the information required by Section 2 of General Order No. 104-A. If no material financial interest existed during the year or contemplated at the end of the year, such fact shall be so stated. If additional space is required, attach a supplementary statement with reference made thereto.

No material principal interest and none contemplated.

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:

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
NONE	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		NONE			
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:	<u>Umpqua Bank</u>	
Address:	<u>401 Fourth Street, Santa Rosa, Ca.</u>	<u>95404</u>
Account Number:	<u>101108652</u>	
Date Opened:	<u>1/1/2007</u>	

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

A. Commercial

NAME	AMOUNT
	\$
	\$
	\$

B. Residential

NAME	AMOUNT
please see attached list	
	51,643

3. Summary of the bank account activities showing:

Balance at beginning of year	224,550
Deposits during the year	51,643
Interest earned for calendar year	153
Withdrawals from this account	63,584
Balance at end of year	212,762

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

CM2 Pumphse	57,285
B/O	6,269
	63,584

FACILITIES FEES LIST

<u>Customer</u>	<u>Location</u>	<u>Facility Fee</u>
Morita	Penn	4,700
Lanier	Penn	3,156
Rossini	WCM	3,126
Johal	WCM	3,134
Tarca	WCM	3,134
Johal	WCM	3,134
Lemur	WCM	3,134
Heidon	WCM	7,834
Mintz	WCM	3,134
Delloso	WCM	3,000
Lehmann	WCM	3,134
Jenke	WCM	7,889
Garrigos	WCM	3,134
Total		51,643

DECLARATION

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

I, the undersigned Karen L. Ball, Manager

Authorized Officer, Partner or Owner

of Penngrove 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.

Karen L. Ball

Signature

Manager

Title

March 24, 2017

Date

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NOTES for 2016 PENNGROVE ANNUAL REPORT

Acct.#

1.	131	Checking Acct Money Market	4,606 <u>28,676</u> 33,282
2.	132	PFF	212,762

		<u>PLANT ACCOUNTS</u>	<u>CIAC</u>	<u>COMPANY</u>	<u>REMOVED</u>	<u>TOTAL</u>
3.	311	CM PH#2 Boosters	67,663			
		CM2 Well Transducer		<u>1,769</u>		
		sub-total	<u>67,663</u>	<u>1,769</u>		69,432
4.	331	Oak St Main & Serv Renewals		120,695		
		Bannon Ln valve + tie-in		20,861		
		Woodward & Adobe Valve		5,532		
		ORH Valves (2)		<u>25,418</u>		
		sub-total				172,506
5.8	333	2570 Goodwin				
		5/8" to 1" serv	900	227	(80)	
		304 Bannon		364		
		9562 Main		323		
		Kyler's Ct			(1,050)	
		Serv renew		3,261		
		935 Palm				
		Serv renew		5,707		
		8345 Brand	7,500	227		
		10029 Grove		2,827		
		Bannon Ln				
		Serv renew (7)		22,815	(3,857)	
		2125 Curtis Serv renew		<u>2,593</u>		
		sub-total	<u>8,400</u>	<u>38,344</u>	<u>(4,987)</u>	41,757
7.	334	4 meters replaced @ \$80/meter	Penn	765	(320)	
		CM new installs		<u>3,019</u>		
		Subtotal		<u>3,784</u>	<u>(320)</u>	3,464
9.	340	Julie's office equip. 70%		2,442		2,442

Total Plant Account Additions & Retirements	76,063		218,845	(5,307)	289,601
		294,908			

NOTES for 2016 PENNGROVE ANNUAL REPORT

<u>Note #</u>	<u>Acct #</u>				
10.	108 & 122	Cost to remove detail (Sch A-3) B/O Hatchery Ct (Sch A-17)			6,269
11.	630		<u>Expensed</u>	<u>Plant Accts</u>	<u>Total</u>
		Troy	43,438	7,672	51,110
		Danney	43,278	7,707	50,985
			86,716	15,379	102,095
12.		Water Testing		6,263	
		DDW Fees		4,644	
				10,907	
13.	670	Deb		41,270	
		Jen.		24,446	
				65,716	
14.	671	Karen		80,485	
		JBD		25,433	
		Julie		17,190	
				123,108	
15.	682	Acctg		7,480	
		Computer		1,288	
				8,768	