

Received _____

Examined _____

**CLASS D
WATER UTILITIES**

U# _____

**2016
ANNUAL REPORT
OF**

SEQUOIA CREST, INC

SEQUOIA CREST WATER COMPANY

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

55124 REDWOOD DRIVE

SPRINGVILLE, CA 93265

(OFFICIAL MAILING ADDRESS)

ZIP

**TO THE
PUBLIC UTILITIES COMMISSION
STATE OF CALIFORNIA
FOR THE YEAR ENDED MARCH 31, 2017**

REPORT MUST BE FILED NOT LATER THAN MARCH 31, 2017

TABLE OF CONTENTS

	<u>Page</u>
Instructions	2
General Information	3
Excess Capacity and Non-Tariffed Services	4
Safe Drinking Water Bond Act/State Revolving Fund Data	5-6
Schedule A - Balance Sheet	7
Schedule B - Water Plant In Service	8
Schedule C - Reserve for Depreciation of Utility Plant	8
Schedule D - Capital Stock Outstanding (As of December 31, 2016)	9
Schedule E - Long-Term Debts	10
Schedule F - Income Statement	11
Schedule G - Source of Supply and Water Developed Wells	12
Schedule H - Water Delivered to Metered Customers	12
Schedule I - Employees and Their Compensation	12
Schedule J - Advances for Construction	13
Schedule K - Total Meters and Services (Active and Inactive)	13
Schedule L - Meter Testing Data	13
Schedule M - Service Connections at End of Year	13
Schedule N - Storage Facilities	13
Schedule O - Footages of Pipe (Excluding Service Pipes)	13
Facility Fees Data	14
Declaration	15

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

SEQUOIA CREST WATER COMPANY

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

55124 REDWOOD DRIVE, SPRINGVILLE, CA 93265

(Official mailing address)

SEQUOIA CREST, TULARE COUNTY

(Service Area - Town and County)

Telephone Number: (559) 542-2188 Fax Number: (559) 542-3003

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 4/1/1959 incorporated in the State of California
 (B) Names, titles and addresses of principal officers:
Skip Rouch - President - 54773 Chinquapin Dr., Springville, CA 93265
Mike Rouch - Secretary - 3201 Holly Avenue, Clovis, CA 93611
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: Skip Rouch - President - (559) 542-3000
 (B) Person responsible for operations and services: Skip Rouch - Manager - (559) 542-3000

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:

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	July 2010
X		Monthly
	N/A	
	N/A	
	N/A	

11. List Name, Grade, and License Number of all Licensed Operators:
Kurt Wendelyn - Grade D-1, License # 36728

12. This annual report was prepared by:
 Name of firm or consultant: Cheryll Pruner
 Address of firm or consultant: 54773 Chinquapin Dr.
Springville, CA 93265
 Phone Number of firm or consultant: (559) 359-0437

Excess Capacity and Non-Tariffed Services

NOTE: In D.00-07-018, D.03-04-028, and D. 04-12-023, the CPUC set forth rules and requirements regarding water utilities provision of non-tariffed services using excess capacity. These decisions require water utilities to: 1) file an advice letter requesting Commission approval of that service, 2) provide information regarding non-tariffed goods/services in each company's Annual Report to the Commission.

Based on the information and filings required in D.00-07-018, D.03-04-028, and D.04-12-023, provide the following information by each individual non-tariffed goods and services provided in calendar year 2016:

Applies to All Non-Tariffed Goods/Services that require Approval by Advice Letter											
Row No.	Description of Non-Tariffed Good/Service	Active or Passive	Total Revenue Derived From Non-Tariffed Goods/Services (by account)	Revenue Account Number	Total Expenses Incurred to Provide Non-Tariffed Goods/Services (by Account)	Expense Account Number	Advice Letter and/or Resolution Number Approving Non-Tariffed Goods/Services	Total Income Tax Liability Incurred Because of Non-Tariffed Goods/Services (by Account)	Income Tax Liability Account Number	Gross Value of Regulated Assets Used in the Provision of a Non-Tariffed Goods/Services (by Account)	Regulated Asset Account Number

None

SEQUOIA CREST WATER COMPANY

**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 (SRF) loan surcharge collection for the calendar year. Please use one page per loan.

1. Current Fiscal Agent:

Name: California Bank & Trust
 Address: 520 Capital Mall, Suite 100, Sacramento, CA 95814-4714
 Phone Number: (916) 341-4800
 Account Number: 5790330756
 Date Hired: 9/2/2015

2. Total surcharge collected from customers during the 12 month reporting period:

\$ 8,268

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	105	6.69
Total	105	6.69

3. Summary of the bank account activities showing:

Balance at beginning of year	\$ <u>10,408</u>
Deposits during the year	<u>8,268</u>
Interest earned for calendar year	<u>6</u>
Withdrawals from this account	<u>-7,773</u>
Balance at end of year	<u>10,909</u>

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

- 1) Loan payments to State Water Resources Control Board on State Revolving Fund Loan - 7,593
2) California Bank & Trust charges - 180

SEQUOIA CREST WATER COMPANY

**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	9,499				9,499
8	317	Other Water Source Plant					
9	311	Pumping Equipment	5,134				5,134
10	320	Water Treatment Plant					
11	330	Reservoirs, Tanks and Standpipes	69,040				69,040
12	331	Water Mains	1,358				1,358
13	333	Services and Meter Installations					
14	334	Meters					
15	335	Hydrants					
16	339	Other Equipment	30,218				30,218
17	340	Office Furniture and Equipment					
18	341	Transportation Equipment					
19		Total depreciable plant	115,249				115,249
20		Total water plant in service	115,249				115,249

SEQUOIA CREST WATER COMPANY

SCHEDULE A - BALANCE SHEET (AS OF MARCH 31, 2017)			
Line	Acct.	Assets	Balance
1	101	Water Plant in Service (Excluding SDWBA/SRF)	\$168,030
2	101.1	Water Plant in Service - SDWBA/SRF	\$115,249
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	Water Plant Construction Work in Progress	
7	100.3	Construction Work in Progress (Prop 50)	
8	108	Accumulated Depreciation of Water Plant	(\$155,306)
9	108.1	Accumulated Amortization of SDWBA/SRF Loan	(\$51,400)
10	114	Water Plant Acquisition Adjustments	
11	121	Non-water Utility Property and Other Assets	
12	121.3	Cash - Miscellaneous Special Deposits (Prop 50)	
13	122	Accumulated Depreciation of Non-water Utility Property	
14	124	Other Investments	
15	131	Cash	\$94,505
16	131.3	Cash - Miscellaneous Special Deposits (Prop 50)	
17	132	Special Deposits	\$10,909
18	141	Accounts Receivable - Customers	\$70,235
19	142	Receivables from Associated Companies	
20	143	Accumulated Provision for Uncollectible Accounts	
21	151	Materials and Supplies	
22	174	Other Current Assets	\$4,035
23	180	Deferred Charges	
24			
25			
26		Total Assets	\$256,257
Line	Acct.	Equity and Liabilities	Balance
27	201	Common Stock (for corporations only)	\$4,020
28	204	Preferred Stock (for corporations only)	
29	211	Other Paid-in Capital (for corporations only)	\$31
30	215	Retained earnings (for corporations only)	\$172,379
31	218	Proprietary Capital (for proprietorships and partnerships only)	
32	224	Long-Term Debt	\$79,134
33	231	Accounts Payable	
34	232	Short-Term Notes Payable	
35	233	Customer Deposits	
36	236	Taxes Accrued	
37	237	Interest Accrued	
38	241	Other Current Liabilities	\$693
39	250	Reserve for Depreciation of Utility Plant (Prop 50)	
40	252	Advances for Construction	
41	253	Other Credits	
42	255	Accumulated Deferred Investment Tax Credits	
43	266.0	Contributions - Publicly Grant-Funded Plant (Prop 50)	
44	266.1	Accumulated Amortization of Contributions - Publicly Grant-Funded Plant (Prop 50)	
45	271	Contributions in Aid of Construction	
46	272	Accumulated Amortization of Contributions	
47	282	Accumulated Deferred Income Taxes - ACRS Depreciation	
48	283	Accumulated Deferred Income Taxes - Other	
49			
50			
51		Total Equity and Liabilities	\$256,257

SEQUOIA CREST WATER COMPANY

SCHEDULE B - WATER PLANT IN SERVICE (AS OF MARCH 31, 2017)

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	\$1,068				\$1,068
2	303	Land					
3	304	Structures					
4	307	Wells	\$42,922				\$42,922
5	311	Pumping Equipment	\$11,183				\$11,183
6	317	Other Water Source Plant	\$1,602				\$1,602
7	320	Water Treatment Plant					
8	330	Reservoirs, Tanks and Standpipes	\$2,780				\$2,780
9	331	Water Mains	\$50,905				\$50,905
10	333	Services and Meter Installations	\$2,625				\$2,625
11	334	Meters					
12	335	Hydrants	\$28,444				\$28,444
13	339	Other Equipment	\$26,501				\$26,501
14	340	Office Furniture and Equipment					
15	341	Transportation Equipment					
16		Total water plant in service	\$168,030	\$0	\$0	\$0	\$168,030

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

SCHEDULE C - RESERVE FOR DEPRECIATION OF UTILITY PLANT (AS OF MARCH 31, 2017)

Line	Item	Account 108 Water Plant	Account 108.1 SDWBA/SRF Loans	Water Plant Funded by Prop 50 (For information only)	
1	Balance in reserves at beginning of year	\$153,778	\$45,353		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	\$1,528			Straight Line 7 33 Years
5	(c) Charged to Account No. 407		\$6,047		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				for the year covered by this
9	Deduct: Debits to reserves during year				report \$ 6,586
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				Straight Line 25-33 years
14	Balance in reserve at end of year	\$155,306	\$51,400		MACRS & Sec 179
15	(1) Explanation of all other credits				
16	(2) Explanation of all other debits				

SEQUOIA CREST WATER COMPANY

SCHEDULE D - CAPITAL STOCK OUTSTANDING (AS OF DECEMBER 31, 2016)

Line	Description	Shareholder Name	Number of Shares	Par Value
1	Common Stocks			
2	Common Stocks			
3	Common Stocks			
4	Common Stocks			
5	Common Stocks			
6	Common Stocks	SEE SCHEDULE ATTACHED		
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	Total - Common Stocks			
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	Total - Preferred Stocks			
33	Total annual dividends declared and/or paid to common stockholders		\$	NONE
34	Percentage of total annual dividend to common stockholders as a percentage of total net income (%)			
35	Total annual dividends declared and/or paid to preferred stock shareholders		\$	N/A
36	Percentage of total annual dividend to preferred stockholders as a percentage of total net income (%)			

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	Principal Amount Authorized	Interest Rate (%)	Accrued Interest for Current Year	Interest Paid for Current Year	Outstanding Balance as of 3/31/2017
1	Safe Drinking Water State Revolving Fund			June '07	20 Yrs		2.32%		\$1,935	\$79,134
2										
3										
4										
5										
6										
7										
8										
9										
10										
11	Total								\$1,935	\$79,134

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

SEQUOIA CREST WATER COMPANY

SCHEDULE F - INCOME STATEMENT			
Line	Acct.	Description	Balance
1		Operating Revenues:	
2	460	Unmetered Water Revenue	\$55,024
3	462	Fire Protection Revenue	
4	465	Irrigation Revenue	
5	470	Metered Water Revenue	
6	475	Approved Total Surcharge Revenue(s)	
7	480	Other water revenue	
8		Total Revenue Received	\$55,024
9		Less: Revenue Deductions	
10		SDWBA/SRF Surcharge Revenue	\$8,237
11		Total Operating Revenue	\$46,787
12		Operating Expenses:	
13	610	Purchased Water	
14	615	Power	\$4,020
15	618	Other Volume Related Expenses	
16	630	Employee Labor	
17	640	Materials	
18	650	Contract Work	\$10,239
19	660	Transportation Expense	
20	664	Other Plant Maintenance Expenses	\$4,811
21	670	Office Salaries	
22	671	Management Salaries	
23	674	Employee Pensions and Benefits	
24	676	Uncollectible Accounts Expense	
25	678	Office Services and Rentals	
26	681	Office Supplies and Expense	\$147
27	682	Professional Services	\$7,997
28	684	Insurance	\$2,543
29	688	Regulatory Commission Expense	\$620
30	689	General Expense	\$5,025
31		Total Operating Expenses	\$35,402
32	403	Depreciation Expense	\$1,528
33	407	SDWBA/SRF Loan Amortization Expense	\$6,047
34	408	Taxes Other Than Income Taxes	\$1,116
35	409	State Corporate Income Tax Expense	\$800
36	410	Federal Corporate Income Tax Expense	
37		Total Operating Revenue Deductions	\$44,893
38		Utility Operating Income	\$1,894
39	421	Non-utility Income	\$25
40	426	Miscellaneous Non-utility Expense	
41	427	Interest Expense	\$1,935
42		Net Income	(\$16)

SEQUOIA CREST WATER COMPANY

SCHEDULE G - SOURCES OF SUPPLY AND WATER DEVELOPED WELLS					
Location	No.	Diam. Inch	Depth to Water Feet	Pumping Capacity (g.p.m.)	Annual Quantities Pumped
Logging Camp # 1	1	18"	0'	43	0
Rain Gauge # 2	1	8"	300'	6	207,000
Below Poppy Lake # 3	1	8"	200'	11	2,144,200
OTHER					
Streams or Springs Location of Diversion Point	Flow in Priority Right		(Unit) Diversions		Annual Quantities Diverted
	Claim	Capacity	Max	Min	Unit
Purchased water (unit)				Annual Quantity	
Supplier:					

SCHEDULE H - WATER DELIVERED TO METERED CUSTOMERS			
(If figures are available) (specify unit)			
Classification of Service	Month of Year		Total for Year
	Maximum	Minimum	
Residential			
Commercial			
Industrial			
Fire Protection			
Irrigation			
Other (specify)			
Total	N/A	N/A	N/A

SCHEDULE I - EMPLOYEES AND THEIR COMPENSATION						
Line	Acct	Account	Number at End of Year	Salaries Charged to Expense	Salaries Charged to Plant Accounts	Total Salaries and Wages Paid
1	630	Employee Labor				
2	670	Office salaries				
3	671	Management salaries				
4		Total	NONE	NONE	NONE	NONE

SEQUOIA CREST WATER COMPANY

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	NONE

SCHEDULE K - TOTAL METERS AND SERVICES (Active and Inactive)		
Size	Meters	Services
5/8 x 3/4-in		
3/4-in		106
1-in		
2-in		18
8-in		8
Total		132

SCHEDULE L - METER-TESTING DATA		
Number of meters tested during year		
1	Used, before repair	N/A
2	Used, after repair	N/A
3	Fast, requiring refund	N/A
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		105	105		1	1		106
Industrial/Commercial								
Irrigation								
Fire Protection (public)		26	26					26
Fire Protection (private)								
Other (specify)								
Total		131	131		1	1		132

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					
Wood	1	96,000	Standard screw	2,000				2,000
Steel	2	182,000	Cement-asbestos		1,000	3,000	12,500 - 6"	16,500
Other			Plastic	5,300		2,500		7,800
			Other (specify)					
Total	3	278,000	Total	7,300	1,000	5,500	12,500	26,300

SEQUOIA CREST WATER COMPANY

FACILITY FEES DATA

Please provide the following information relating to Facility Fees collected for the calendar year 2016, pursuant to Resolution No. W-4110.

1. Trust Account Information: N/A

Bank Name: _____
 Address: _____
 Account Number: _____
 Date Opened: _____

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

A. Commercial

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

B. Residential

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

3. Summary of the bank account activities showing:

	AMOUNT
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:

DECLARATION

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

I, the undersigned _____ Skip Rouch, Officer, President
Officer, Partner, or Owner (Please Print)

of _____ Sequoia Crest 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, 2016, through December 31, 2016.

President - Sequoia Crest, Inc
Title (Please Print)

Skip Rouch
Signature

(559) 542-2188
Telephone Number

5/1/17
Date

SEQUOIA CREST, INC
SEQUOIA CREST WATER CO.
PUC ANNUAL REPORT FOR YEAR ENDING MARCH 31, 2017

STMT 1

SCHEDULE D, CAPITAL STOCK OUTSTANDING, LINE 1 COMMON STOCK

<u>SHAREHOLDERS NAME</u>	<u>TOTAL SHARES HELD</u>
ALDEN V. MUNSON, JR	100
CHARLES MUNSON	100
MARUERITE (PEGGY) M. HOVER	100
TAMINA HUTERS	60
PATRICIA JACOBS	60
CLAUDE (SKIP) ROUCH	60
THERESA CHAMPNEYS	60
MICHAEL ROUCH	60
JERRY LEE ROUCH	100
JAMES ROUCH	100
THOMAS ROUCH	100
ROBERT N. ROUCH JR.	60
CHARLOTTE S. THOMPSON	60
RICHARD D. ROUCH	60
TIMOTHY M. ROUCH	60
NANCY GOLDFOGEL	60
	<hr/>
TOTAL SHARES	1200