

Received _____
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CLASS B and C
WATER UTILITIES

U# WTR 206

2018
ANNUAL REPORT
OF

Alisal Water Corporation

Alco Water Service

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

249 Williams Road, Salinas, CA 93905

(OFFICIAL MAILING ADDRESS)

ZIP

TO THE
PUBLIC UTILITIES COMMISSION
STATE OF CALIFORNIA
FOR THE YEAR ENDED DECEMBER 31, 2018

REPORT MUST BE FILED NO LATER THAN MARCH 31, 2019

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GENERAL INSTRUCTIONS

1. Two completed and signed hard copies of this report and one electronic copy must be filed **NO LATER THAN MARCH 31, 2019**, with:

CALIFORNIA PUBLIC UTILITIES COMMISSION
WATER DIVISION
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 Declaration on Page 39 must be signed by an authorized officer, partner, or owner.
4. The report must be prepared in accordance with the CPUC Excel annual report template. The Excel file and a PDF of the file is to be submitted to the Commission.
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. Complete the supplemental schedules **FIRST**. The balances in these schedules will then auto-fill the appropriate boxes in the balance sheet/income statement. Total and subtotal boxes are automatically summed in Excel. Auto-filled and summed boxes are Excel locked and identified by a light coloring of the box. Uncolored boxes can be manually filled. Complete the statements by filling in the uncolored boxes where appropriate.
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, 2018, through December 31, 2018. Fiscal year reports will not be accepted.

GENERAL INFORMATION

1. Name under which utility is doing business: Alisal Water Corporation DBA Alco Water Service

2. Official mailing address:
249 Williams Road, Salinas, CA 93905

3. Name and title of person to whom correspondence should be addressed:
Thomas R. Adcock, President Telephone: (831) 424-0441

4. Address where accounting records are maintained:
249 Williams Road, Salinas, CA 93905

5. Service Area (Refer to district reports if applicable): Eastern Portion on Salinas and Rosehart Industrial Park

6. Service Manager (If located in or near Service Area.) (Refer to district reports if applicable.)
Name: Thomas R. Adcock, President Telephone: (831) 424-0441
Address: 249 Williams Road, Salinas, CA 93905

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) Alisal Water Corporation
Organized under laws of (state) California Date: 1950

Principal Officers:
Name: Thomas R. Adcock Title: President
Name: N. Patricia Adcock Title: Secretary/ Treasurer.
Name: _____ Title: _____
Name: _____ Title: _____

8. Names of associated companies: California Utilities Service, Inc.

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:
Name: N/A Date: _____
Name: _____ Date: _____
Name: _____ Date: _____
Name: _____ Date: _____

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

11. List Name, Grade, and License Number of all Licensed Operators:
See Attachment 1

12. This annual report was prepared by:
Name of firm or consultant: N/A
Address of firm or consultant: N/A
Phone Number of firm or consultant: ()

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. The CPUC annual report Excel template incorporates links so that the selected data in the Balance Sheet, Income Statement and supporting schedules automatically flow to the financial data sheets.
2. If needed, the Excel data worksheets can be made unprotected (no password is needed) if the utility wants to make modifications and/or add additional data.

UTILITY PLANT AND CAPITALIZATION DATA

Calendar Year 2018

Name of Utility: Alisal Water Corporation Telephone: (831) 424-0441

Person Responsible for this Report: Marino A. Rodriguez

	<u>1/1/2018</u>	<u>12/31/2018</u>	<u>Average</u>
UTILITY PLANT DATA			
1 Utility Plant	\$ 41,225,656	\$ 42,504,790	\$ 41,865,223
2 Accumulated Depreciation/Amortization	(15,535,286)	(16,521,311)	(16,028,299)
3 Net Utility Plant	25,690,370	25,983,479	25,836,924
4 Advances for Construction	4,955,269	4,933,203	4,944,236
5 Contributions in Aid of Construction	7,635,731	8,461,606	8,048,669
6 Accumulated Deferred Taxes	1,388,025	1,053,627	1,220,826
7			
8			
9			
10 CAPITALIZATION			
11 Common Stock	89,063	89,063	89,063
12 Preferred Stock	-	-	-
13 Retained Earnings	4,073,346	3,852,259	3,962,802
14 Total Corporate Capital and Retained Earnings	4,162,409	3,941,322	4,051,865
15 Proprietary Capital (Individual or Partnership)	-	-	-
16 Long-Term Debt	9,015,000	8,185,000	8,600,000

INCOME, EXPENSES, AND OTHER DATA

Calendar Year 2018

Name of Utility: Alisal Water Corporation

Telephone: (831) 424-0441

INCOME/EXPENSES DATA

	Annual Amount
1 Operating Revenues	\$ 7,785,714
2 Operating Expenses	5,765,505
3 Depreciation	865,758
4 SDWBA Loan Amortization Expense	-
5 Taxes	560,965
6 Utility Operating Income	593,486
7 Non-Utility Income	102,743
8 Interest Expense	872,581
9 Net Income	(221,087)

10

11 OPERATING EXPENSES DATA

12 Purchased Water	-
13 Power	853,617
14 Other Volume Related Expenses	10,272
15 Non-Volume Related Expenses	1,747,835
16 Administrative and General Expenses	3,153,781

17

18 OTHER DATA

19

20 Active Service Connections (Exc. Fire Protect.) _____

21

22 Metered Service Connections

23 Flat Rate Service Connections

24 Total Active Service Connections

	Jan. 1	Dec. 31	Annual Average
	8,967	9,010	8,989
	156	156	156
	9,123	9,166	9,145

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 2017:

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
1											
2											
3											
4											
5					N/A						
6											
7											
8											
9											
10											
11											
12											
13											
14											
15											
16											
17											
18											
19											
20											

**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/SRF, Grant Funds)	A-1, A-1a	40,150,813	38,737,485
3	101.1	Water Plant in Service - SDWBA/SRF	A-1, A-1b	-	-
4	101.2	Water Plant in Service - Grant Funds	A-1, A-1c	-	-
5	101.3	Water Plant in Service - Other	A-1	-	-
6	103	Water Plant Held for Future Use	A-1, A-1d	807,345	807,345
7	104	Water Plant Purchased or Sold	A-1	-	-
8	105	Construction Work in Progress - Water Plant	A-1	1,406,327	1,540,521
9	105.1	Construction Work in Progress - SDWBA/SRF	A-1	-	-
10	105.2	Construction Work in Progress - Grant Funds	A-1	-	-
11	105.3	Construction Work in Progress - Other	A-1	-	-
12	114	Water Plant Acquisition Adjustments	A-1	140,305	140,305
13		Total Utility Plant		\$ 42,504,790	\$ 41,225,656
14	108	Accumulated Depreciation of Water Plant	A-3	(16,521,311)	(15,535,286)
15	108.1	Accumulated Amortization of SDWBA/SRF loan	A-3	-	-
16	108.2	Accumulated Depreciation of Water Plant - Grant Funds	A-3	-	-
17	108.3	Accumulated Depreciation of Water Plant - Other	A-3	-	-
18		Total Accumulated Depreciation/Amortization		\$ (16,521,311)	\$ (15,535,286)
19		Net Utility Plant		\$ 25,983,479	\$ 25,690,370
20					
21		INVESTMENTS			
22	121	Non-utility Property and Other Assets	A-2	24,342	24,342
23	122	Accumulated Depreciation of Non-Water Utility Property	A-3	-	-
24		Net non-utility property		\$ 24,342	\$ 24,342
25	123	Investments in Affiliated Companies	A-4	-	-
26	124	Other Investments	A-5	-	-
27		Total Investments		\$ 24,342	\$ 24,342
28					
29		CURRENT AND ACCRUED ASSETS			
30	131	Cash	A-6	87,152	420,046
31	132	Cash - Special Deposits	A-7	706,697	688,391
32	141	Accounts Receivable - Customers	A-8	895,903	968,508
33	142	Receivables from Affiliated Companies	A-9	616,129	764,673
34	143	Accumulated Provision for Uncollectible Accounts	A-10	(43,731)	(43,731)
35	151	Materials and Supplies	A-11	24,768	23,124
36	174	Other Current Assets	A-12	321,188	447,076
37		Total current and accrued assets		\$ 2,608,105	\$ 3,268,088
38					
39	180	Deferred Charges	A-13	2,111,008	1,781,593
40	181	Accumulated Deferred Income Tax Assets	A-14	-	-
41					
42		Total Assets and Other Debits		\$ 30,726,935	\$ 30,764,393

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)
1		CORPORATE CAPITAL AND RETAINED EARNINGS			
2	201	Common Stock	A-15	89,063	89,063
3	204	Preferred Stock	A-16	-	-
4	206	Subchapter S Corporation Accumulated Adjustments Account	A-18	-	-
5	211	Other Paid-in Capital	A-19	-	-
6	215	Retained Earnings	A-20	3,852,259	4,073,346
7		Total corporate capital and retained earnings		\$ 3,941,322	\$ 4,162,409
8					
9		PROPRIETARY CAPITAL			
10	218	Proprietary Capital	A-21	-	-
11					
12		LONG TERM DEBT			
13	224	Long-term Debt	A-22	8,185,000	9,015,000
14					
15		CURRENT AND ACCRUED LIABILITIES			
16	230	Payables to Affiliated Companies	A-23	-	-
17	231	Accounts Payable	A-24	699,961	843,601
18	232	Short-term Notes Payable	A-25	-	-
19	233	Customer Deposits	A-26	193,676	189,426
20	236	Taxes Accrued	A-27	140,712	164,170
21	237	Interest Accrued	A-28	100,774	109,213
22	241	Other Current Liabilities	A-29	488,186	480,989
23		Total current and accrued liabilities		\$ 1,623,311	\$ 1,787,399
24					
25		DEFERRED CREDITS			
26	252	Advances for Construction	A-30	4,933,203	4,955,269
27	253	Other Credits	A-31	6,697,502	5,763,027
28	255	Accumulated Deferred Investment Tax - Credits	A-32	18,359	22,471
29	282	Accumulated Deferred Income Taxes - Accel. Tax Depreciation	A-33	1,035,268	1,365,554
30	283	Accumulated Deferred Income Tax Liabilities	A-34	-	-
31		Total deferred credits		\$ 12,684,332	\$ 12,106,321
32					
33		CONTRIBUTIONS IN AID OF CONSTRUCTION			
34	265	Contributions in Aid of Construction	A-35	8,461,606	7,635,731
35	272	Accumulated Amortization of Contributions	A-36	(4,168,635)	(3,942,466)
36		Net Contributions in Aid of Construction		\$ 4,292,971	\$ 3,693,265
37		Total Liabilities and Other Credits		\$ 30,726,935	\$ 30,764,393

**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 (Excl. SDWBA/SRF, Grant Funds) (Sch A-1a)	38,737,485	1,519,508	(106,180)	-	\$ 40,150,813
2	101.1	Water Plant In Service - SDWBA/SRF (Sch A-1b)	-	-	-	-	\$ -
3	101.2	Water Plant In Service - Grant Funds (Sch A-1c)	-	-	-	-	\$ -
4	101.3	Water Plant In Service - Other					\$ -
5	103	Water Plant Held for Future Use (Sch A-1d)	807,345				\$ 807,345
6	104	Water Plant Purchased or Sold					\$ -
7	105	Construction Work in Progress - Water Plant	1,540,521	(134,194)			\$ 1,406,327
8	105.1	Construction Work in Progress - SDWBA/SRF					\$ -
9	105.2	Construction Work in Progress - Grant Funds					\$ -
10	105.3	Construction Work in Progress - Other					\$ -
11	114	Water Plant Acquisition Adjustments	140,305				\$ 140,305
12		Total utility plant	\$ 41,225,656	\$ 1,385,314	\$ (106,180)	\$ -	\$ 42,504,790

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

**SCHEDULE A-1a
Account 101 - Water Plant in Service (Excluding SDWBA/SRF, Grant Funds)**

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	15,341				\$ 15,341
3	303	Land	496,101				\$ 496,101
4		Total non-depreciable plant	\$ 511,442	\$ -	\$ -	\$ -	\$ 511,442
5							
6		DEPRECIABLE PLANT					
7	304	Structures	1,986,258	91,561	(15,000)		\$ 2,062,819
8	307	Wells	931,917				\$ 931,917
9	311	Pumping Equipment	3,493,678	115,964	(30,000)		\$ 3,579,642
10	317	Other Water Source Plant	96,391	11,829			\$ 108,220
11	320	Water Treatment Plant	508,135	3,843			\$ 511,978
12	330	Reservoirs, Tanks and Standpipes	372,395				\$ 372,395
13	331	Water Mains	18,772,983	731,171			\$ 19,504,154
14	333	Services and Meter Installations	5,697,018	281,868	(20,520)		\$ 5,958,366
15	334	Meters	2,610,290	143,308	(36,660)		\$ 2,716,938
16	335	Hydrants	35,946				\$ 35,946
17	339	Other Equipment	2,092,396	136,898			\$ 2,229,294
18	340	Office Furniture and Equipment	731,462	3,066	(4,000)		\$ 730,528
19	341	Transportation Equipment	897,175				\$ 897,175
20		Total depreciable plant	\$ 38,226,043	\$ 1,519,508	\$ (106,180)	\$ -	\$ 39,639,371
21		Total water plant in service	\$ 38,737,485	\$ 1,519,508	\$ (106,180)	\$ -	\$ 40,150,813

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

SCHEDULE A-1b
Account 101.1 - Water Plant in Service - SDWBA/SRF

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		N/A			#VALUE!
8	307	Wells					\$ -
9	311	Pumping Equipment					\$ -
10	317	Other Water Source Plant					\$ -
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 101.2 - Water Plant in Service - Grant Funds

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	N/A				#VALUE!
3	303	Land					\$ -
4		Total non-depreciable plant	\$ -	\$ -	\$ -	\$ -	\$ -
5							
6		DEPRECIABLE PLANT					
7	304	Structures					\$ -
8	307	Wells					\$ -
9	311	Pumping Equipment					\$ -
10	317	Other Water Source Plant					\$ -
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 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	Bardin Well	1/1/10	12/31/18	750,345
2	Laurel Heights Well	1/1/10	12/31/18	57,000
3				
4				
5				
6				
7				
8				
9				
10	Total			\$ 807,345

SCHEDULE A-2
Account 121 - Non-Utility Property and Other Assets

Line No.	Description of Items (a)	Balance Beginning of Year (b)	Balance End of Year (c)
1	Land	24,342	24,342
2			
3			
4			
5	Total	\$ 24,342	\$ 24,342

SCHEDULE A-3
Accounts 108, 108.1, 108.2, 108.3, 122 - Depreciation and Amortization Reserves

Line No.	Item (a)	Account 108	Account 108.1	Account 108.2	Account 108.3	Account 122
		Accumulated Depreciation of Water Plant (b)	Accumulated Amortization of SDWBA/SRF (c)	Accumulated Depreciation of Water Plant - Grant Funds (d)	Accumulated Depreciation of Water Plant - Other (e)	Accumulated Depreciation of Non-Water Utility Property (f)
1	Balance in reserves at beginning of year	15,535,286				
2	Add: Credits to reserves during year					
3	(a) Charged to Account 272	226,169				
4	(b) Charged to Account 403	865,758				
5	(c) Charged to Account 407					
6	(d) Charged to Account 426					
7	(e) Charged to clearing accounts.					
8	(f) Salvage recovered	278				
9	(g) All other credits					
10	Total Credits	\$ 1,092,205	\$ -	\$ -	\$ -	\$ -
11	Less: Debits to reserves during year					
12	(a) Book cost of property retired	(106,180)				
13	(b) Cost of removal					
14	(c) All other debits					
15	Total debits	\$ (106,180)	\$ -	\$ -	\$ -	\$ -
16	Balance in reserve at end of year	\$ 16,521,311	\$ -	\$ -	\$ -	\$ -
17						
18	(1) COMPOSITE DEPRECIATION RATE USED FOR STRAIGHT LINE REMAINING LIFE %					2.81
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					
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 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	556,347	40,491	(15,000)		\$ 581,838
2	307	Wells	475,391	18,638			\$ 494,029
3	311	Pumping Equipment	1,780,937	108,540	(30,000)		\$ 1,859,477
4	317	Other Water Source Plant	25,947	4,092			\$ 30,039
5	320	Water Treatment Plant	389,631	25,503			\$ 415,134
6	330	Reservoirs, Tanks and Standpipes	162,363	5,418			\$ 167,781
7	331	Water Mains	5,263,413	344,494			\$ 5,607,907
8	333	Services and Meter Installations	1,962,016	116,554	(20,520)		\$ 2,058,050
9	334	Meters	1,576,661	196,903	(36,660)		\$ 1,736,904
10	335	Hydrants	24,991	802			\$ 25,793
11	339	Other Equipment	1,667,928	107,756			\$ 1,775,684
12	340	Office Furniture and Equipment	701,510	33,018	(4,000)		\$ 730,528
13	341	Transportation Equipment	948,151	89,718			\$ 1,037,869
14		Total	\$ 15,535,286	\$ 1,091,927	\$ (106,180)	\$ -	\$ 16,521,033

SCHEDULE A-4
Account 123 - Investments in Affiliated Companies

Line No.	Description of Items (a)	Balance Beginning of Year (b)	Balance End of Year (c)
1			
2	N/A		
3			
4			
5	Total	\$ -	\$ -

SCHEDULE A-5
Account 124 - Other Investments

Line No.	Description of Items (a)	Balance Beginning of Year (b)	Balance End of Year (c)
1	N/A		
2			
3			
4			
5	Total	\$ -	\$ -

SCHEDULE A-6
Account 131 - Cash

Line No.	Description of Items (a)	Balance Beginning of Year (b)	Balance End of Year (c)
1	131.1 Cash on Hand	2,250	2,250
2	131.2 Cash in Bank	417,796	84,902
3			
4			
5	Total	\$ 420,046	\$ 87,152

SCHEDULE A-7
Account 132 - Cash - Special Deposits

Line No.	Description of Items (a)	Balance Beginning of Year (b)	Balance End of Year (c)
1	SDWBA/SRF	-	-
2	Facilities Fees	-	-
3	Bond Debt Service Reserve Account	427,295	433,543
4	Bond Debt Service Payment Account	261,096	273,154
5	Total	\$ 688,391	\$ 706,697

SCHEDULE A-8
Account 141 - Accounts Receivable - Customers

Line No.	Description of Items (a)	Balance Beginning of Year (b)	Balance End of Year (c)
1	Accounts Receivable - Customers	968,508	895,903
2			
3			
4			
5	Total	\$ 968,508	\$ 895,903

SCHEDULE A-9
Account 142 - Receivables from AAssociated Companies

Line No.	Description of Items (a)	Balance Beginning of Year (b)	Balance End of Year (c)
1	California Utilities Service, Inc.	764,673	616,129
2			
3			
4			
5	Total	\$ 764,673	\$ 616,129

SCHEDULE A-10
Account 143 - Accumulated Provision for Uncollectible Accounts

Line No.	Description of Items (a)	Amount (b)
1	Balance beginning of year	43,731
2	Add: Charges to Account 676 - Uncollectible Accounts Expense	
3	Collections on accounts previously written off as uncollectible	
	Other credits	
	Total Credits	\$ -
4	Less: Write-offs of accounts determined to be uncollectible	
5	Other debits	
	Total Debits	\$ -
6	Balance end of year	\$ 43,731

SCHEDULE A-11			
Account 151 - Materials and Supplies			
Line No.	Description of Items (a)	Balance Beginning of Year (b)	Balance End of Year (c)
1	Materials and Supplies	23,124	24,768
2			
3			
4			
5	Total	\$ 23,124	\$ 24,768

SCHEDULE A-12			
Account 174 - Other Current Assets			
Line No.	Description of Items (a)	Balance Beginning of Year (b)	Balance End of Year (c)
1	Prepaid Insurance	159,698	121,520
2	Prepaid Expenses	7,271	33,573
3	Prepaid Income Tax	280,107	166,095
4	Other Current Assets	-	
5	Total	\$ 447,076	\$ 321,188

SCHEDULE A-13			
Account 180 - Deferred Charges			
Line No.	Description of Items (a)	Balance Beginning of Year (b)	Balance End of Year (c)
1	Bond Fees	274,873	245,486
2	Deferred Taxes	845,263	893,145
3	Balancing accounts and Memo Accounts (Note 1)	661,457	972,378
4	Other	-	
5	Total	\$ 1,781,593	\$ 2,111,008

SCHEDULE A-14			
Account 181 - Accumulated Deferred Income Tax Assets			
Line No.	Description of Items (a)	Balance Beginning of Year (b)	Balance End of Year (c)
1			
2	N/A		
3			
4			
5	Total	\$ -	\$ -

SCHEDULE A-15
Account 201 - Common Stock

Line No.	Class of Stock (a)	Number of Shares Authorized by Articles of Incorporation (b)	Par Value of Stock Authorized by Articles of Incorporation (c)	Number of Shares Outstanding ¹ (d)	Balance Beg of Year (e)	Balance End of Year (f)	Dividends Declared During Year	
							Rate (g)	Amount (h)
1	Common Stock	11,250	-	11,250	89,063	\$ 89,063		\$ -
2						\$ -		\$ -
3						\$ -		\$ -
4						\$ -		\$ -
5						\$ -		\$ -
6	Total				\$ 89,063	\$ 89,063		\$ -

¹ After deduction for amount of reacquired stock held by or for the respondent.

SCHEDULE A-16
Account 204 - Preferred Stock

Line No.	Class of Stock (a)	Number of Shares Authorized by Articles of Incorporation (b)	Par Value of Stock Authorized by Articles of Incorporation (c)	Number of Shares Outstanding ¹ (d)	Balance Beg of Year (e)	Balance End of Year (f)	Dividends Declared During Year	
							Rate (g)	Amount (h)
1						\$ -		\$ -
2						\$ -		\$ -
3	N/A					\$ -		\$ -
4						\$ -		\$ -
5						\$ -		\$ -
6	Total				\$ -	\$ -		\$ -

¹ After deduction for amount of reacquired stock held by or for the respondent.

SCHEDULE A-17
Record of Stockholders at End of Year

Line No.	COMMON STOCK Name (a)	Number Shares (b)	PREFERRED STOCK Name (c)	Number Shares (d)
1	The Adcock Family Irrevocable Water Trust	7,900		
2	Treasury Stock	3,350		
3				
4				
5				
6				
7				
8				
9	Total number of shares	11,250	Total number of shares	-

SCHEDULE A-18		
Account 206 - Subchapter S Corporation Accumulated Adjustments Account		
Line No.	Description of Items (a)	Amount (b)
1	Balance beginning of year	N/A
2	Credit:	
3	Net Income	
4	Accounting Adjustments	
5	Total Credits	\$ -
6	Debit:	
7	Net Loss	
8	Accounting Adjustments	
9	Dividends	
10	Total Debits	\$ -
11	Balance end of year	\$ -

SCHEDULE A-19			
Account 211 - Other Paid in Capital (Corporations only)			
Line No.	Description of Items (a)	Balance Beginning of Year (b)	Balance End of Year (c)
1	N/A		
2			
3			
4			
5	Total	\$ -	\$ -

SCHEDULE A-20		
Account 215 - Retained Earnings (Corporations Only)		
Line No.	Item (a)	Amount (b)
1	Balance beginning of year	4,073,346
2	Add: Credits	
3	Net income	(221,087)
4	Prior period adjustments	
5	Other credits (detail)	
6	Total Credits	\$ (221,087)
7		
8	Less: 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	\$ 3,852,259

SCHEDULE A-21
Account 218 - Proprietary Capital
(Sole Proprietor or Partnership)

Line No.	Item (a)	Amount (b)
1	Balance beginning of year	N/A
2	Add: Credits	
3	Net income	
4	Additional investments during year	
5	Other credits (detail)	
6	Total Credits	\$ -
7	Less: Debits	
8	Net losses	
9	218.1 Proprietary Drawings	
10	Other debits (detail):	
11		
12		
13	Total Debits	\$ -
14	Balance end of year	\$ -

SCHEDULE A-22
Account 224 - Long-Term Debt

Line No.	Nature of Obligation (a)	Date of Issue (b)	Date of Maturity (c)	Balance Beg of Year (d)	Balance End of Year (e)	Rate of Interest (f)	Interest Accrued During Year (g)	Interest Paid During Year (h)
1	Allstate (2007A Bonds)	5/1/07	1/1/27	5,565,000	5,135,000	7.85%	415,952	424,391
2	Allstate Bond fees(2007A B)	5/1/07	1/1/27	-			29,387	
3	Demand Notes (Note 1)	Various	On Demand	3,450,000	3,050,000	Variable	486,512	486,512
4								
5								
6								
7	Less: Capitalized Interest						(62,526)	
8	Total			\$ 9,015,000	\$ 8,185,000		\$ 869,325	\$ 910,902

Note 1: Per the direction of the UAFCB Staff in "Management Letter and Audit Report" dated September 13, 2018, Alisal Water Corporation has reported "Demand Notes" as Long Term Debt. Alisal Water Corporation does not agree with the reporting of Demand Notes as Long Term Debt and believes that Demand Notes are to be reported as Short Term Debt per the CPUC's USOA account 232. Alisal Water Corporation believes that the method of recording Demand Notes directed by UAFCB Staff may be in contradiction to previous Commission Decisions and/ or Resolutions.

SCHEDULE A-23
Account 230 - Payables to Associated Companies

Line No.	Nature of Obligation (a)	Balance Beg of Year (b)	Balance End of Year (c)	Rate of Interest (d)	Interest Accrued During Year (e)	Interest Paid During Year (f)
1	N/A					
2						
3						
4						
5						
6						
7	Total	\$ -	\$ -		\$ -	\$ -

SCHEDULE A-24
Account 231 - Accounts Payable

Line No.	Description of Items (a)	Balance Beginning of Year (b)	Balance End of Year (c)
1	Various	843,601	699,961
2			
3			
4			
5	Total	\$ 843,601	\$ 699,961

SCHEDULE A-25
Account 232 - Short-Term Notes Payable

Line No.	Nature of Obligation (a)	Date of Issue (b)	Date of Maturity (c)	Balance Beg of Year (d)	Balance End of Year (e)	Rate of Interest (f)	Interest Accrued During Year (g)	Interest Paid During Year (h)
1	Note 2							
2								
3								
4								
5								
6								
7								
8	Total			\$ -	\$ -		\$ -	\$ -

Note 2: Per the direction of the UAFCB Staff in "Management Letter and Audit Report" dated September 13, 2018, Alisal Water Corporation has reported "Demand Notes" as Long Term Debt. Alisal Water Corporation does not agree with the reporting of Demand Notes as Long Term Debt and believes that Demand Notes are to be reported as Short Term Debt per the CPUC's USOA account 232. Alisal Water Corporation believes that the method of recording Demand Notes directed by UAFCB Staff may be in contradiction to previous Commission Decisions and/ or Resolutions.

SCHEDULE A-26
Account 233 - Customer Deposits

Line No.	Description of Items (a)	Balance Beginning of Year (b)	Balance End of Year (c)
1	Customer Deposits	189,426	193,676
2			
3			
4			
5	Total	\$ 189,426	\$ 193,676

SCHEDULE A-27
Account 236 - Taxes Accrued

Line No.	Description of Items (a)	Balance Beginning of Year (b)	Balance End of Year (c)
1	Payroll Taxes Payable	4,271	-
2	City of Salinas Utility Tax Payable	81,219	69,034
3	PUC Fee Payable	32,319	26,977
4	State and Federal Taxes Payable	46,361	44,702
5	Total	\$ 164,170	\$ 140,712

SCHEDULE A-28
Account 237 - Interest Accrued

Line No.	Description of Items (a)	Balance Beginning of Year (b)	Balance End of Year (c)
1	237.1 Interest accrued on long-term debt	109,213	100,774
2	237.2 Interest accrued on SDWBA loan		
3	237.3 Interest accrued on other liabilities		
4			
5	Total	\$ 109,213	\$ 100,774

SCHEDULE A-29
Account 241 - Other Current Liabilities

Line No.	Description of Items (a)	Balance Beginning of Year (b)	Balance End of Year (c)
1	Payroll and PTO Accrual	206,823	223,696
2	Accrued Pension and 401(K) Payable	274,157	264,481
3	Other	9	9
4			
5	Total	\$ 480,989	\$ 488,186

SCHEDULE A-30
Account 252 - Advances for Construction

Line No.	(a)	Amount (b)
1	Balance beginning of year	4,955,269
2	Additions during year	
3	Subtotal - Beginning balance plus additions during year	\$ 4,955,269
4	Charges during year:	
5	Refunds	
6	Percentage of revenue basis	
7	Proportionate cost basis	(22,067)
8	Present worth basis	
9	Total refunds	\$ (22,067)
10	Transfers to Acct. 265, Contributions in aid of Construction	
11	Due to expiration of contracts	
12	Due to present worth discount	
13	Total transfers to Acct. 265	\$ -
14	Securities Exchanged for Contracts	
15	Subtotal - charges during year	\$ (22,067)
16	Balance end of year	\$ 4,933,203

SCHEDULE A-31
Account 253 - Other Credits

Line No.	Description of Items (a)	Balance Beginning of Year (b)	Balance End of Year (c)
1	Tax Gross Up - Advance for Construction	472,082	469,351
2	Deferred Revenue	163,575	194,639
3	Conservation Surcharges	5,127,370	5,676,435
4	Accumulated Deferred Income Tax ACRS	-	357,077
5	Total	\$ 5,763,027	\$ 6,697,502

SCHEDULE A-32
Account 255 - Accumulated Deferred Investment Tax - Credits

Line No.	Description of Items (a)	Balance Beginning of Year (b)	Balance End of Year (c)
1	Accumulated Deferred Investment Tax	22,471	18,359
2			
3			
4			
5	Total	\$ 22,471	\$ 18,359

SCHEDULE A-33
Account 282 - Accumulated Deferred Income Taxes - Accelerated Tax Depreciation

Line No.	Description of Items (a)	Balance Beginning of Year (b)	Balance End of Year (c)
1	Accumulated Deferred Income Taxes	1,365,554	1,035,268
2			
3			
4			
5	Total	\$ 1,365,554	\$ 1,035,268

SCHEDULE A-34
Account 283 - Accumulated Deferred Income Tax Liabilities

Line No.	Description of Items (a)	Balance Beginning of Year (b)	Balance End of Year (c)
1	N/A		
2			
3			
4			
5	Total	\$ -	\$ -

SCHEDULE A-35
Account 265 - Contributions in Aid of Construction

Line No.	Item (a)	Total All Columns (b)	Grants, Contamination Proceeds 265-1 to 265-6		Other 265-7	
			Depreciable (c)	Non-Depreciable (d)	Depreciable (e)	Non-Depreciable (f)
1	Balance beginning of year	\$ 7,635,731			7,635,731	
2	Add:					
3	Contributions received during year	\$ 825,875			825,875	
4	Other credits	\$ -				
5	Total credits	\$ 825,875	\$ -	\$ -	\$ 825,875	\$ -
6	Deduct:					
8	Non-depreciable property retired	\$ -				
9	Other debits	\$ -				
10	Total debits	\$ -	\$ -	\$ -	\$ -	\$ -
11	Balance end of year	\$ 8,461,606	\$ -	\$ -	\$ 8,461,606	\$ -

SCHEDULE A-36
Account 272 - Accum. Amort. of Contributions - Debit
(Note: Show beginning debit balance as positive)

Line No.	Item (a)	Amount (b)
1	Balance beginning of year	3,942,466
2	Add: Charges from the following:	
3	Acct. 108 Accum. Depre. Water Plant	226,169
4	Acct. 108.2 Accum. Depre. Water Plant - Grant Funds	
5	Acct. 108.3 Accum. Depre. Water Plant - Other	
6	Other debits	
7	Total debits	\$ 226,169
8	Deduct:	
10	Other credits	
12	Balance end of year	\$ 4,168,635

**SCHEDULE B
INCOME STATEMENT**

Line No.	Acct. No.	Account (a)	Schedule Number (b)	Amount (c)
1		UTILITY OPERATING INCOME		
2	400	Operating Revenues	B-1	7,785,714
3				
4		OPERATING REVENUE DEDUCTIONS		
5	401	Operating Expenses	B-2	5,765,505
6	403	Depreciation Expense	A-3	865,758
7	407	SDWBA Loan Amortization Expense	A-3	-
8	408	Taxes Other Than Income Taxes	B-3	560,165
9	409	State Corporate Income Tax Expense	B-3	800
10	410	Federal Corporate Income Tax Expense	B-3	-
11		Total operating revenue deductions		\$ 7,192,228
12		Total utility operating income		\$ 593,486
13				
14		OTHER INCOME AND DEDUCTIONS		
15	421	Non-Utility Income	B-5	102,743
16	426	Miscellaneous Non-Utility Expense	B-5	44,734
17	427	Interest Expense (excluding SDWBA)	B-6	872,581
18	427	Interest Expense (SDWBA)	B-6	-
19		Total other income and deductions		\$ (814,573)
20		Net income		\$ (221,087)

SCHEDULE B-1
Account 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)
1		WATER SERVICE REVENUES			
2	460	Unmetered water revenue			
3		460.1 Residential, Single-family, Multiple Dwelling Units			\$ -
4		460.2 Commercial and Miscellaneous			\$ -
5		460.3 Large Water Users			\$ -
6		460.4 Safe Drinking Water Bond Surcharge			\$ -
7		460.5 Other Unmetered Revenue			\$ -
8		Subtotal	\$ -	\$ -	\$ -
9					
10	462	Fire protection and hydrant revenue			
11		462.1 Public Fire Protection			\$ -
12		462.2 Private Fire Protection	55,948	55,820	\$ 129
13		Subtotal	\$ 55,948	\$ 55,820	\$ 129
14					
15	465	Irrigation revenue	586,813	579,325	\$ 7,488
16					
17	470	Metered water revenue			
18		470.1 Residential, Single-family, Multiple Dwelling Units	5,092,057	5,101,014	\$ (8,957)
19		470.2 Commercial and Multi-residential Master Metered	1,697,999	1,685,510	\$ 12,489
20		470.3 Large Water Users			\$ -
21		470.4 Safe Drinking Water Bond Surcharge			\$ -
22		470.5 Other Metered Revenues (Note 3)	328,883	320,154	\$ 8,730
23		Subtotal	\$ 7,118,938	\$ 7,106,677	\$ 12,261
24		Total water service revenues	\$ 7,761,699	\$ 7,741,822	\$ 19,878
25					
26	480	Other water revenue	24,015	26,920	\$ (2,905)
27		Total Operating Revenues*	\$ 7,785,714	\$ 7,768,742	\$ 16,973

Note 3: Per the direction of the UAFCB Staff in its "Management Letter and Audit Report" dated September 13, 2018, Alisal Water Corporation has reported "Non Potable Water Sales" and "Water Revenue Accrual" as "Other Metered Revenues". Alisal Water Corporation reported these items separately in previous Annual Reports to provide additional details of water sales. A breakdown of Other Metered Revenues is summarized below:

Industrial Water Sales	\$ 5,870
Institutional Sales (Schools)	264,174
Water Revenue Accrual	(37,757)
Non Potable Water Sales (per Tariff Schedule No.1-NP)	96,596
Total	<u>\$ 328,883</u>

* Pursuant to Alisal Water Corporation's last GRC, D.12-05-003, Alisal's total operating revenues should have been \$8,529,459. However, due to Alisal's highly successful water conservation efforts, Alisal has reduced its 2018 potable water sold by 354,491 CCF, or 18.32%, compared with its last GRC adopted quantities for potable water sales. These highly successful conservation efforts have come at a significant financial cost, resulting in a reduction of \$743,745 in Alisal's 2018 total operating revenues that Alisal should have collected pursuant to its last GRC.

SCHEDULE B-2
Account 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)
1		PLANT OPERATION AND MAINTENANCE EXPENSES			
2		VOLUME RELATED EXPENSES			
3	610	Purchased Water			\$ -
4	615	Power	853,617	794,548	\$ 59,068
5	618	Other Volume Related Expenses	10,272	8,285	\$ 1,986
6		Total volume related expenses	\$ 863,888	\$ 802,834	\$ 61,054
7					
8		NON-VOLUME RELATED EXPENSES			
9	630	Employee Labor	741,279	608,481	\$ 132,797
10	640	Materials	175,389	134,437	\$ 40,952
11	650	Contract Work	320,782	184,830	\$ 135,951
12	660	Transportation Expense	379,808	345,130	\$ 34,677
13	664	Other Plant Maintenance Expenses	130,578	106,344	\$ 24,234
14		Total non-volume related expenses	\$ 1,747,835	\$ 1,379,223	\$ 368,612
15		Total plant operation and maintenance exp.	\$ 2,611,723	\$ 2,182,057	\$ 429,666
16					
17		ADMINISTRATIVE AND GENERAL EXPENSES			
18	670	Office Salaries	844,557	574,653	\$ 269,904
19	671	Management Salaries (Note 4)	-	249,289	\$ (249,289)
20	674	Employee Pensions and Benefits	841,354	781,275	\$ 60,079
21	676	Uncollectible Accounts Expense	-	-	\$ -
22	678	Office Services and Rentals	93,031	110,772	\$ (17,741)
23	681	Office Supplies and Expenses	243,966	272,864	\$ (28,897)
24	682	Professional Services (Note 4)	596,905	489,904	\$ 107,001
25	684	Insurance	276,140	313,050	\$ (36,910)
26	688	Regulatory Compliance Expense	-	-	\$ -
27	689	General Expenses (Note 4)	257,828	434,603	\$ (176,775)
28		Total administrative and general expenses	\$ 3,153,781	\$ 3,226,410	\$ (72,628)
29	800	Expenses Capitalized - Credit (Optional)			\$ -
30	900	Clearing Accounts (Optional)			\$ -
31		Net administrative and general expense	\$ 3,153,781	\$ 3,226,410	\$ (72,628)
32		Total Operating Expenses	\$ 5,765,505	\$ 5,408,467	\$ 357,038

Note 4: Per the direction of the UAFCB Staff in "Management Letter and Audit Report" dated September 13, 2018, Alisal Water Corporation has reported the compensation of the President and Corporate Secretary/Treasurer as Professional Services and General Expenses, respectively. Alisal Water Corporation does not agree with the reporting of the compensation of the President and Corporate Secretary/ Treasurer under these accounts. Alisal Water Corporation had previously reported, and continues to believe, that the compensation of its President and Corporate Secretary/ Treasurer should be considered Management Salaries per the CPUC's USOA account 671. Alisal Water Corporation believes that the method of recording Management Salaries, Professional Services and General Expenses as directed by UAFCB Staff in its "Management Letter and Audit Report" dated September 13, 2018, may be in contradiction with previous Commission Decisions and/ or Resolutions. Accordingly, Alisal Water Corporation is providing for reference, that the President's compensation in 2018 was \$277,920, of which \$42,328 was capitalized, for a net expense of \$235,592. The Corporate Secretary/ Treasurer's compensation in 2018 was \$94,140.

SCHEDULE B-3
Accounts 408, 409, 410 - Taxes Charged During the Year

Line No.	Type of Tax (a)	Distribution of Taxes Charged		Total Taxes Charged During Year (d)
		Water (b)	Nonutility (c)	
1	408 Taxes other than income taxes:			
2	408.1 Property taxes	140,817		\$ 140,817
3	408.2 Payroll taxes	125,908		\$ 125,908
4	408.3 Other taxes and licenses	293,440		\$ 293,440
5	Total taxes other than income taxes	\$ 560,165	\$ -	\$ 560,165
6				
7	409 State corporate income tax	800		\$ 800
8	410 Federal corporate income tax	-		\$ -
9	Total income taxes	\$ 800	\$ -	\$ 800
10				
11	Total	\$ 560,965	\$ -	\$ 560,965

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 27	(221,087)
2	Reconciling amounts (list first additional income and unallowable deductions,	
3	followed by additional deductions and non-taxable income):	
4	Plus:	
5	Income Tax PUC Basis	-
6	PUC Depreciation	865,758
7	Non deductible Income & Expenses	63,686
8	Taxable CIAC	281,970
9	Subtotal	990,327
10		
11	Less:	
12	Tax Depreciation	(972,373)
13	Taxable Main Extension Refunds	(24,798)
14	Deferred Revenue CIAC	(22,401)
15	ITC Amortization	(4,112)
16	State Income Taxes	(800)
17	Estimated Taxable Income	(34,157)

SCHEDULE B-5
Accounts 421 and 426 - Income and Expense from Non-Utility Operations

Line No.	Description (a)	Revenue Acct. 421 (b)	Expense Acct. 426 (c)
1	Interest and Dividend Income	8,760	
2	Late Charge Income	11,290	
	Reimbursed Expenses	40,329	
	Other Income & Expenses Prior Year	37,733	
	Non Taxable Income/ Expenses	(17,771)	
3	Miscellaneous Revenue - Taxable CIAC	22,401	
4	Miscellaneous Non Utility Expense		44,734
5	Total	\$ 102,743	\$ 44,734

SCHEDULE B-6
Account 427 - Interest Expense

Line No.	Description (a)	Amount (b)
1	Interest on SDWBA loan	
2	Interest on other (give details below):	
3	Short Term Debt Interest	3,227
4	Long Term Debt Interest	869,325
5	Customer Deposit Interest	30
6		
7		
8		
9		
10	Total	\$ 872,581

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	13	741,279	142,635	\$ 883,914
2	670	Office salaries	12	844,557		\$ 844,557
3	671	Management salaries (Note 5)	-			\$ -
4						\$ -
5						\$ -
6		Total	25	\$ 1,585,835	\$ 142,635	\$ 1,728,470

Note 5: Per the direction of the UAFCB Staff in "Management Letter and Audit Report" dated September 13, 2018, Alisal Water Corporation has reported the compensation of the President and Corporate Secretary/Treasurer as Professional Services and General Expenses, respectively. Alisal Water Corporation does not agree with the reporting of the compensation of the President and Corporate Secretary/ Treasurer under these accounts. Alisal Water Corporation had previously reported, and continues to believe, that the compensation of its President and Corporate Secretary/ Treasurer should be considered Management Salaries per the CPUC's USOA account 671. Alisal Water Corporation believes that the method of recording Management Salaries, Professional Services and General Expenses as directed by UAFCB Staff in its "Management Letter and Audit Report" dated September 13, 2018, may be in contradiction with previous Commission Decisions and/ or Resolutions. Accordingly, Alisal Water Corporation is providing for reference, that the President's compensation in 2018 was \$277,920, of which \$42,328 was capitalized, for a net expense of \$235,592. The Corporate Secretary/ Treasurer's compensation in 2018 was \$94,140.

**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		N/A							
3									
4									
5									

WELLS							Annual Quantities Pumped(Unit) ²	Remarks
Line No.	At Plant (Name or Number)	Location	Number	Dimensions	¹ Depth to Water	Pumping Capacity(Unit) ²		
							6	
7		Attachment 2						
8								
9								
10								

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

Purchased Water for Resale			
16	Purchased from		
17	Annual quantities purchased	(Unit chosen) ²	N/A
18			
19			

* State ditch, pipe line, reservoir, etc., with name, if any.
 1 Average depth to water surface below ground surface.
 2 The quantity unit in established use for expressing water stored and used in large amounts is the acre foot, which equals 42,560 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	Number	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			
12	Concrete	3	150,000	
13	Total	3	150,000	

SCHEDULE D-3

Description of Transmission and Distribution Facilities

A. LENGTH OF DITCHES, FLUMES AND LINED CONDUITS IN MILES FOR VARIOUS CAPACITIES
Capacities in Cubic Feet Per Second or Miner's Inches (State Which) _____

Line No.		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	N/A							
3	Lined conduit								
4									
5	Total	-	-	-	-	-	-	-	-

A. LENGTH OF DITCHES, FLUMES AND LINED CONDUITS IN MILES FOR VARIOUS CAPACITIES - Continued
Capacities in Cubic Feet Per Second or Miner's Inches (State Which) _____

Line No.		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	N/A							-
8	Lined conduit								-
9									
10	Total	-	-	-	-	-	-	-	-

B. FOOTAGES OF PIPE BY INSIDE DIAMETERS IN INCHES - NOT INCLUDING SERVICE PIPING

Line No.		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			1,075		37,134	75,994	450	55,074	29,605
19	Welded steel									
20	Wood									
21	Other - Plastic						8,542		81,326	64,687
22	Total	-	-	1,075	-	37,134	84,536	450	136,400	94,292

B. FOOTAGES OF PIPE BY INSIDE DIAMETERS IN INCHES - NOT INCLUDING SERVICE PIPING - Continued

Line No.		10	12	14	16	18	20	Other Sizes (Specify Sizes)		Total All Sizes
								24"	30"	
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	2,540	16,003							217,875
31	Welded steel									-
32	Wood									-
33	Other - Plastic	5,672	79,081		15,305	20,300		2,203	13,500	290,616
34	Total	8,212	95,084	-	15,305	20,300	-	2,203	13,500	508,491

SCHEDULE D-4 Number of Active Service Connections				
Size	Metered - Dec 31		Flat Rate - Dec 31	
	Prior	Current	Prior	Current
	Year	Year	Year	Year
5/8 x 3/4 - in	3,509	3,520		
3/4 - in	536	521		
1 - in	3,047	3,103		
1 1/2 - in	1,644	1,633		
2 - in	174	176		
3 - in	35	35	9	9
4 - in	17	17	42	42
6 - in	4	4	96	96
Other 8 & 10 - in	1	1	9	9
Total	8,967	9,010	156	156

SCHEDULE D-5 Number of Meters and Services on Pipe Systems at End of Year		
Size	Meters	Active Service Services
5/8 x 3/4 - in	3,508	
3/4 - in	596	3,357
1 - in	3,149	3,796
1 1/2 - in	1,670	1,675
2 - in	175	177
3 - in	37	37
4 - in	18	68
6 - in	6	100
Other 8 & 10 - in	1	12
Total	9,160	9,222

SCHEDULE D-6 Meter Testing Data	
Number of Meters Tested During Year as Prescribed in Section VI of General Order No. 103:	
1. New, after being received	540
2. Used, before repair	-
3. Used, after repair	-
4. Found fast, requiring billing adjustment	-
Number of Meters in Service Since Last Test	
1. Ten years or less	9,043
2. More than 10, but less than 15 years	117
3. More than 15 years	

SCHEDULE D-7 Water delivered to Metered Customers by Months and Years in <u>CCF</u> (Unit Chosen) ¹									
	During Current Year							Subtotal	Total Prior Year
	January	February	March	April	May	June	July		
Single-family residential	68,358	68,071	63,768	74,640	73,714	93,534	92,593	534,678	
Commercial and Multi-residential	32,062	32,273	30,102	34,418	31,232	42,994	41,657	244,738	
Large water users	-	-	-	-	-	-	-	-	
Public authorities	-	-	-	-	-	-	-	-	
Irrigation	5,694	4,747	4,460	3,203	5,852	16,473	19,107	59,536	
Other	4,059	3,377	3,630	3,354	4,221	5,127	5,087	28,855	
Non Potable	761	2,998	1,908	4,215	7,464	9,563	24,172	51,081	
Total	110,934	111,466	103,868	119,830	122,483	167,691	182,616	918,888	
	During Current Year						Subtotal	Total	Total Prior Year
	August	September	October	November	December				
Single-family residential	97,473	94,086	83,813	81,795	68,457	425,624	960,302	951,580	
Commercial and Multi-residential	43,168	39,853	36,820	36,960	34,247	191,048	435,786	430,250	
Large water users	-	-	-	-	-	-	-	-	
Public authorities	-	-	-	-	-	-	-	-	
Irrigation	18,716	18,903	15,620	13,127	4,652	71,018	130,554	127,783	
Other	5,169	6,081	5,498	4,451	3,413	24,612	53,467	52,670	
Non Potable	24,190	17,473	13,712	8,085	-	63,460	114,541	27,734	
Total*	188,716	176,396	155,463	144,418	110,769	775,762	1,694,650	1,590,017	

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: 29,733

* Pursuant to Alisal Water Corporation's last GRC, D.12-05-003, Alisal's total potable water delivered should have been 1,934,600 CCF. However, due to Alisal's highly successful water conservation efforts, Alisal has reduced its 2018 potable water delivered by 354,491 CCF, or 18.32%, compared with its last GRC adopted quantities for potable water delivered. These highly successful conservation efforts have come at a significant financial cost, resulting in a reduction of \$743,745 in Alisal's 2018 total operating revenues that Alisal should have collected pursuant to its last GRC.

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?	Yes
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?	9/9/1971
4. Date of permit: See Subsidiary District Reports	
5. If permit is "temporary", what is the expiration date? N/A	
6. If you do not hold a permit, has an application been made for such permit? N/A	7. If so, on what date? N/A

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.

Other than the employment by the Utility of its corporate President and corporate Secretary, no material financial interest, hereinafter as defined, existed between the utility and any director, nominee for election to director or officer there of or any person or other legal entity being the recorded owner or known by the utility to be the beneficial owner of securities having 10% or more voting power in the utility, involving the purchase of materials and equipment, or the contracting, arranging or paying for construction, maintenance work or service of any kind of which the utility has been a party during the year covered by this annual report or to which the utility proposed, at the conclusion of such year to become a party.

SCHEDULE E-1
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: N/A
 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		
Total		-

3. Summary of the bank account activities showing:

Balance at beginning of year		\$ _____
Add: Surcharge collections		_____
Interest earned		_____
Other deposits		_____
Less: Loan payments		_____
Bank charges		_____
Other withdrawals		_____
Balance at end of year		\$ -

4. Reason for other deposits/withdrawals

5. Total Accumulated Reserve \$ _____

SCHEDULE E-2 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: N/A
 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:

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 _____ Thomas R. Adcock
Officer, Partner, or Owner (Please Print)

of _____ Alisal Water Corporation
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, 2018, through December 31, 2018.

President
Title (Please Print)

/s/ Thomas R. Adcock
Signature

(831) 424-0441
Telephone Number

3/30/19
Date

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GENERAL INFORMANTION

11. List Name, Grade, and License Number of all Licensed Operators:

<u>Name:</u>	<u>Treatment License #</u>	<u>Treatment Grade</u>	<u>Distribution License #</u>	<u>Distribution Grade</u>
Thomas R. Adcock	17011	T-4	22462	D-4
Mohsen Ben Kahia	37839	T-2	46057	D-3
Matt Best	26798	T-1	29577	D-2
Lotfi Boukraa	33877	T-2	39196	D-4
Azusena Camacho	41808	T-2	48218	D-2
Octavio Castillo	16660	T-2	36552	D-2
Adnen Chaabane	29685	T-4	35212	D-4
Andrew Clarke	28759	T-2	30053	D-4
John Guerra	30768	T-2	36320	D-4
Andrea Schmitz	23026	T-2	19083	D-2
Eddie Takashima	41734	T-2	49925	D-1

Alisal Water Corporation
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SCHEDULE D-1
Source of Supply and Water Developed

WELLS				Depth to Water (Note 2)	Pumping Capacity (GPM) (Note 4)	Annual Quantities Pumped (MG)	Remarks
At Plant (Name or Number)	Location	Number	Dimension				
Alma Well (Note 3)	Alma Street, Salinas		10"	222'	750	0.567	Stand by Source
Bardin Well	Bardin Road, Salinas		16"	NA	NA	-	Drilled In 2007
Laurel Heights Well	St. Regis Way, Salinas		NA	NA	NA	-	
County Well	E. Laurel Drive, Salinas		14"/10"	160'	2377	238.412	
Alisal High	Burke Street, Salinas		16"	209'	2484	248.614	
Las Casitas	Las Casitas Drive, Salinas		16"	172'	2401	239.296	
Santana	Garner Ave, Salinas		16"	210'	1511	136.723	
Boronda (Note 1)	Boronda Road, Salinas		16"	332'	1997	86.299	Stand by Source
Kilbreth	Kilbreth Avenue, Salinas		16"	235'	2347	196.446	
Verona Well	Verona Court, Salinas		16"	229'	2480	185.872	
Nogal Drive (Note 1)	Nogal Drive, Salinas		16"	NA	NA	0.578	Stand by Source
Rosehart	Rosehart Way, Salinas		12"	220'	190	2.424	

*

Note 1: The water produced by these sources was for flushing and testing purposes. No water from this stand by source was put into the drinking water system.

Note 2: Water levels are provided for pumping water levels recorded on 2/23/18.

Note 3: Alma Well was transferred to stand by source on 6/30/14.

Note 4: Please note that the listed pumping capacities of these wells are not the total well production capacities, which are higher, but are only the capacities of each well using its existing installed pump and motor.

Alisal Water Corporation
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Performance Standards Results

1. Telephone Performance Standards

The Utility does not have an automatic call distribution system (ACD). Therefore, does not have the ability to track call answering service level or abandoned call rate. However, the utility strives to answer all calls received during the regular business hours by a live person on or before the third ring, which is between 3 and 10 seconds.

2. Billing Performance Standards

A. Bill Rednering

In year 2018, 100% of bills were rendered within 7 calendar days of the scheduled billing date.

B. Bill Accuracy

In year 2018, 0.0000439% of bills were found inaccurate after being sent to customers.

C. Payment Posting Errors

In year 2018, 0.000211% of payments were posted incorrectly due to the Utility's error.

D. Final Read and Final Bill

In year 2018, 100% of final bills were provided within 14 calendar days of the final meter read.

3. Meter Reading Performance Standards

In year 2018, 1.979% of scheduled meter readings were not performed due to various reasons. In each case, meter estimations were made and all customers were billed.

4. Work Completion Performance Standards

A. Scheduled Appointments

In year 2018, 0% of scheduled appointments were missed.

B. Customer Requested Work

In year 2018, 0% of customer-requested work was not completed on or before the scheduled date.