

Received \_\_\_\_\_  
Examined \_\_\_\_\_

**CLASS B and C  
WATER UTILITIES**

U# \_\_\_\_\_

**2018  
ANNUAL REPORT  
OF**

**MESA CREST WATER COMPANY, INC**

---

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

---

**P.O. BOX 257, LA CANADA, CALIFORNIA**  
(OFFICIAL MAILING ADDRESS)

**91012**  
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**

**PEASLEY, ALDINGER & O'BYMACHOW**  
AN ACCOUNTANCY CORPORATION

MATT A. PEASLEY, CPA  
CHRISTIAN L. ALDINGER, CPA

2120 MAIN STREET, SUITE 265  
HUNTINGTON BEACH, CALIFORNIA 92648

(714) 536-4418  
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March 29, 2019

Mesa Crest Water Company, Inc.  
P.O. Box 257  
La Canada Flintridge, CA 91011

Management is responsible for the accompanying financial statements of Mesa Crest Water Company, Inc., which comprise the balance sheet as of December 31, 2018, and the related income statement for the year then ended, included in the accompanying prescribed form in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements included in the accompanying prescribed form nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on the financial statements included in the accompanying prescribed form.

The financial statements included in the accompanying prescribed form are presented in accordance with the requirements of the Public Utilities Commission of the State of California, and are not intended to be a presentation in accordance with accounting principles generally accepted in the United States of America.

The supplementary information included in the prescribed form is presented for purposes of additional analysis and is not a required part of the basic financial statements. The supplementary information has been compiled from information that is the representation of management. We have not audited or reviewed the supplementary information and, accordingly, do not express an opinion or provide any assurance on such information.

PEASLEY, ALDINGER, & O'BYMACHOW  
AN ACCOUNTANCY CORPORATION



Christian L. Aldinger  
Certified Public Accountant

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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](mailto: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 38 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: Mesa Crest Water Company, Inc.

2. Official mailing address: P.O. Box 257, La Canada, CA 91012

3. Name and title of person to whom correspondence should be addressed: Timothy Flynn Telephone: (818) 790-2071

4. Address where accounting records are maintained: 4533 Rinetti Lane, Unit C, Lan Canada, CA 91011

5. Service Area (Refer to district reports if applicable): La Canada, CA

6. Service Manager (If located in or near Service Area.) (Refer to district reports if applicable.)  
Name: Timothy Flynn Telephone: (818) 790-2071  
Address: 4533 Rinetti Lane, Unit C, La Canada, CA 91011

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) Mesa Crest Water Company, Inc.  
Organized under laws of (state) California Date: 1956

Principal Officers:  
Name: Timothy Flynn Title: President  
Name: Tom Flynn Title: Vice President  
Name: F.P. Flynn Title: Treasurer/Secretary  
Name: \_\_\_\_\_ Title: \_\_\_\_\_

8. Names of associated companies: N/A

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: N/A  
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:  
N/A

12. This annual report was prepared by:  
Name of firm or consultant: Christian L. Aldinger, CPA  
Address of firm or consultant: Peasley, Aldinger & O'Bymachow  
2120 Main Street, Suite 265, Huntington Beach, CA 92648  
Phone Number of firm or consultant: (714) 536 - 4418

# **I N S T R U C T I O N S**

## **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: Mesa Crest Water Company

Telephone: (818) 790-2071

Person Responsible for this Report: Timothy Flynn

	<u>1/1/2018</u>	<u>12/31/2018</u>	<u>Average</u>
<b>UTILITY PLANT DATA</b>			
1 Utility Plant	<u>\$ 2,119,243</u>	<u>\$ 2,122,548</u>	<u>\$ 2,120,896</u>
2 Accumulated Depreciation/Amortization	<u>(1,794,868)</u>	<u>(1,828,829)</u>	<u>(1,811,848)</u>
3 Net Utility Plant	<u>324,375</u>	<u>293,719</u>	<u>309,047</u>
4 Advances for Construction	<u>-</u>	<u>-</u>	<u>-</u>
5 Contributions in Aid of Construction	<u>250,495</u>	<u>250,495</u>	<u>250,495</u>
6 Accumulated Deferred Taxes	<u>29,438</u>	<u>44,735</u>	<u>37,087</u>
7			
8			
9			
<b>10 CAPITALIZATION</b>			
11 Common Stock	<u>355,000</u>	<u>355,000</u>	<u>355,000</u>
12 Preferred Stock	<u>60,000</u>	<u>60,000</u>	<u>60,000</u>
13 Retained Earnings	<u>(101,067)</u>	<u>(21,210)</u>	<u>(61,139)</u>
14 Total Corporate Capital and Retained Earnings	<u>313,933</u>	<u>393,790</u>	<u>353,861</u>
15 Proprietary Capital (Individual or Partnership)	<u>-</u>	<u>-</u>	<u>-</u>
16 Long-Term Debt	<u>-</u>	<u>-</u>	<u>-</u>

See Accompanying Accountant's Compilation Report



# INCOME, EXPENSES, AND OTHER DATA

Calendar Year 2018

Name of Utility: Mesa Crest Water Company

Telephone: (818) 790 - 2071

<b>INCOME/EXPENSES DATA</b>		Annual Amount
1	Operating Revenues	\$ 1,710,201
2	Operating Expenses	1,548,876
3	Depreciation	34,027
4	SDWBA Loan Amortization Expense	-
5	Taxes	42,803
6	Utility Operating Income	84,496
7	Non-Utility Income	-
8	Interest Expense	4,639
9	Net Income	79,857
10		
11	<b>OPERATING EXPENSES DATA</b>	
12	Purchased Water	872,147
13	Power	87,010
14	Other Volume Related Expenses	-
15	Non-Volume Related Expenses	182,714
16	Administrative and General Expenses	407,005
17		
18	<b>OTHER DATA</b>	
19		
20	<u>Active Service Connections</u> (Exc. Fire Protect.)	Annual Average
21		
22	Metered Service Connections	704
23	Flat Rate Service Connections	3
24	Total Active Service Connections	707

**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 2018:

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											
6											
7											
8											
9											
10											
11											
12											
13											
14											
15											
16											
17											
18											
19											
20											

**Not Applicable**

**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		<b>UTILITY PLANT</b>			
2	101	Water Plant in Service (Excluding SDWBA/SRF, Grant Funds)	A-1, A-1a	1,989,604	1,986,299
3	101.1	Water Plant in Service - SDWBA/SRF	A-1, A-1b	129,694	129,694
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	-	-
7	104	Water Plant Purchased or Sold	A-1	-	-
8	105	Construction Work in Progress - Water Plant	A-1	3,250	3,250
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	-	-
13		Total Utility Plant		\$ 2,122,548	\$ 2,119,243
14	108	Accumulated Depreciation of Water Plant	A-3	(1,699,135)	(1,665,174)
15	108.1	Accumulated Amortization of SDWBA/SRF loan	A-3	(129,694)	(129,694)
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		\$ (1,828,829)	\$ (1,794,868)
19		Net Utility Plant		\$ 293,719	\$ 324,375
20					
21		<b>INVESTMENTS</b>			
22	121	Non-utility Property and Other Assets	A-2	-	-
23	122	Accumulated Depreciation of Non-Water Utility Property	A-3	-	-
24		Net non-utility property		\$ -	\$ -
25	123	Investments in Affiliated Companies	A-4	-	-
26	124	Other Investments	A-5	-	-
27		Total Investments		\$ -	\$ -
28					
29		<b>CURRENT AND ACCRUED ASSETS</b>			
30	131	Cash	A-6	43,950	17,437
31	132	Cash - Special Deposits	A-7	-	-
32	141	Accounts Receivable - Customers	A-8	155,979	196,131
33	142	Receivables from Affiliated Companies	A-9	-	-
34	143	Accumulated Provision for Uncollectible Accounts	A-10	-	-
35	151	Materials and Supplies	A-11	9,445	9,445
36	174	Other Current Assets	A-12	338,468	337,874
37		Total current and accrued assets		\$ 547,842	\$ 560,887
38					
39	180	Deferred Charges	A-13	-	-
40	181	Accumulated Deferred Income Tax Assets	A-14	-	-
41					
42		<b>Total Assets and Other Debits</b>		\$ 841,561	\$ 885,262

**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		<b>CORPORATE CAPITAL AND RETAINED EARNINGS</b>			
2	201	Common Stock	A-15	355,000	355,000
3	204	Preferred Stock	A-16	60,000	60,000
4	206	Subchapter S Corporation Accumulated Adjustments Account	A-18	-	-
5	211	Other Paid-in Capital	A-19	-	-
6	215	Retained Earnings	A-20	(21,210)	(101,067)
7		Total corporate capital and retained earnings		\$ 393,790	\$ 313,933
8					
9		<b>PROPRIETARY CAPITAL</b>			
10	218	Proprietary Capital	A-21	-	-
11					
12		<b>LONG TERM DEBT</b>			
13	224	Long-term Debt	A-22	-	-
14					
15		<b>CURRENT AND ACCRUED LIABILITIES</b>			
16	230	Payables to Affiliated Companies	A-23	-	-
17	231	Accounts Payable	A-24	328,667	468,804
18	232	Short-term Notes Payable	A-25	-	-
19	233	Customer Deposits	A-26	151	151
20	236	Taxes Accrued	A-27	-	-
21	237	Interest Accrued	A-28	-	-
22	241	Other Current Liabilities	A-29	72,871	71,054
23		Total current and accrued liabilities		\$ 401,689	\$ 540,009
24					
25		<b>DEFERRED CREDITS</b>			
26	252	Advances for Construction	A-30	-	-
27	253	Other Credits	A-31	-	-
28	255	Accumulated Deferred Investment Tax - Credits	A-32	2,579	3,390
29	282	Accumulated Deferred Income Taxes - Accel. Tax Depreciation	A-33	64,751	66,354
30	283	Accumulated Deferred Income Tax Liabilities	A-34	(22,595)	(40,306)
31		Total deferred credits		\$ 44,735	\$ 29,438
32					
33		<b>CONTRIBUTIONS IN AID OF CONSTRUCTION</b>			
34	265	Contributions in Aid of Construction	A-35	250,495	250,495
35	272	Accumulated Amortization of Contributions	A-36	(249,147)	(248,613)
36		Net Contributions in Aid of Construction		\$ 1,348	\$ 1,882
37		<b>Total Liabilities and Other Credits</b>		\$ 841,562	\$ 885,262

**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)	1,986,299	3,905	(600)	-	\$ 1,989,604
2	101.1	Water Plant In Service - SDWBA/SRF (Sch A-1b)	129,694	-	-	-	\$ 129,694
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)	-	-	-	-	\$ -
6	104	Water Plant Purchased or Sold	-	-	-	-	\$ -
7	105	Construction Work in Progress - Water Plant	3,250	-	-	-	\$ 3,250
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	-	-	-	-	\$ -
12		<b>Total utility plant</b>	<b>\$ 2,119,243</b>	<b>\$ 3,905</b>	<b>\$ (600)</b>	<b>\$ -</b>	<b>\$ 2,122,548</b>

\* 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		<b>NON-DEPRECIABLE PLANT</b>					
2	301	Intangible Plant	-	-	-	-	\$ -
3	303	Land	34,738	-	-	-	\$ 34,738
4		Total non-depreciable plant	\$ 34,738	\$ -	\$ -	\$ -	\$ 34,738
5							
6		<b>DEPRECIABLE PLANT</b>					
7	304	Structures	11,960	-	-	-	\$ 11,960
8	307	Wells	-	-	-	-	\$ -
9	311	Pumping Equipment	434,226	2,886	(600)	-	\$ 436,512
10	317	Other Water Source Plant	-	-	-	-	\$ -
11	320	Water Treatment Plant	-	-	-	-	\$ -
12	330	Reservoirs, Tanks and Standpipes	459,149	-	-	-	\$ 459,149
13	331	Water Mains	586,208	-	-	-	\$ 586,208
14	333	Services and Meter Installations	82,560	-	-	-	\$ 82,560
15	334	Meters	122,314	1,019	-	-	\$ 123,333
16	335	Hydrants	52,184	-	-	-	\$ 52,184
17	339	Other Equipment	9,945	-	-	-	\$ 9,945
18	340	Office Furniture and Equipment	54,894	-	-	-	\$ 54,894
19	341	Transportation Equipment	138,121	-	-	-	\$ 138,121
20		Total depreciable plant	\$ 1,951,561	\$ 3,905	\$ (600)	\$ -	\$ 1,954,866
21		<b>Total water plant in service</b>	<b>\$ 1,986,299</b>	<b>\$ 3,905</b>	<b>\$ (600)</b>	<b>\$ -</b>	<b>\$ 1,989,604</b>

\* 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		<b>NON-DEPRECIABLE PLANT</b>					
2	301	Intangible Plant	-	-	-	-	-
3	303	Land	-	-	-	-	-
4		Total non-depreciable plant	\$ -	\$ -	\$ -	\$ -	\$ -
5							
6		<b>DEPRECIABLE PLANT</b>					
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	129,694	-	-	-	129,694
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	\$ 129,694	\$ -	\$ -	\$ -	\$ 129,694
21		<b>Total water plant in service</b>	\$ 129,694	\$ -	\$ -	\$ -	\$ 129,694

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

**SCHEDULE A-1c**  
**Account 101.2 - Water Plant in Service - Grant Funds**  
**N/A**

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		<b>NON-DEPRECIABLE PLANT</b>					
2	301	Intangible Plant					\$ -
3	303	Land					\$ -
4		Total non-depreciable plant	\$ -	\$ -	\$ -	\$ -	\$ -
5							
6		<b>DEPRECIABLE PLANT</b>					
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		<b>Total water plant in service</b>	\$ -	\$ -	\$ -	\$ -	\$ -

\* 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				
2				
3	N/A			
4				
5				
6				
7				
8				
9				
10	Total			\$ -

**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			
2	N/A		
3			
4			
5	Total	\$ -	\$ -

**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	1,665,174	129,694			
2	Add: Credits to reserves during year					
3	(a) Charged to Account 272	534	-			
4	(b) Charged to Account 403	34,027	-			
5	(c) Charged to Account 407	-	-			
6	(d) Charged to Account 426	-	-			
7	(e) Charged to clearing accounts.	-	-			
8	(f) Salvage recovered	-	-			
9	(g) All other credits	-	-			
10	Total Credits	\$ 34,561	\$ -	\$ -	\$ -	\$ -
11	Less: Debits to reserves during year					
12	(a) Book cost of property retired	(600)	-			
13	(b) Cost of removal	-	-			
14	(c) All other debits	-	-			
15	Total debits	\$ (600)	\$ -	\$ -	\$ -	\$ -
16	Balance in reserve at end of year	\$ 1,699,135	\$ 129,694	\$ -	\$ -	\$ -
17						
18	(1) COMPOSITE DEPRECIATION RATE USED FOR STRAIGHT LINE REMAINING LIFE %				1.632%	
19						
20	(2) EXPLANATION OF ALL OTHER CREDITS:	N/A				
21						
22						
23						
24						
25						
26	(3) EXPLANATION OF ALL OTHER DEBITS:	N/A				
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	X				
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	11,960	-	-	-	\$ 11,960
2	307	Wells	-	-	-	-	\$ -
3	311	Pumping Equipment	427,698	8,227	(600)	-	\$ 435,325
4	317	Other Water Source Plant	-	-	-	-	\$ -
5	320	Water Treatment Plant	-	-	-	-	\$ -
6	330	Reservoirs, Tanks and Standpipes	451,209	9,550	-	-	\$ 460,759
7	331	Water Mains	451,635	11,548	-	-	\$ 463,183
8	333	Services and Meter Installations	76,868	1,783	-	-	\$ 78,651
9	334	Meters	102,430	2,738	-	-	\$ 105,168
10	335	Hydrants	40,701	713	-	-	\$ 41,414
11	339	Other Equipment	10,682	-	-	-	\$ 10,682
12	340	Office Furniture and Equipment	60,628	-	-	-	\$ 60,628
13	341	Transportation Equipment	161,057	-	-	-	\$ 161,057
14		Total	\$ 1,794,868	\$ 34,559	\$ (600)	\$ -	\$ 1,828,827

**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			
2	N/A		
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	131.2 Cash in Bank	17,437	43,950
3			
4			
5	Total	\$ 17,437	\$ 43,950

**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			
4			
5	Total	\$ -	\$ -

**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	<b>Accounts Receivable</b>	196,131	155,979
2			
3			
4			
5	Total	\$ 196,131	\$ 155,979

**SCHEDULE A-9**  
**Account 142 - Receivables from Affiliated Companies**

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

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

Line No.	Description of Items (a)	Amount (b)
	<b>N/A</b>	
1	Balance beginning of year	
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	\$ -

**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	<b>Inventory</b>	9,445	9,445
2			
3			
4			
5	Total	\$ 9,445	\$ 9,445

**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	<b>Misc Receivable</b>	9,838	9,838
2	<b>Stockholder Receivable</b>	90,937	90,937
3	<b>Officer Receivable</b>	212,849	212,205
4	<b>Balancing Account Over-collection</b>	(6,249)	(6,249)
5	<b>Prepaid Taxes</b>	622	1,422
6	<b>Prepaid Insurance</b>	29,877	30,315
7	Total	\$ 337,874	\$ 338,468

**SCHEDULE A-13**  
**Account 180 - Deferred Charges**

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

**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	<b>N/A</b>		
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 <sup>1</sup> (d)	Balance Beg of Year (e)	Balance End of Year (f)	Dividends Declared During Year	
							Rate (g)	Amount (h)
1	<b>Common Stock</b>	50,000	10.00	35,500	355,000	\$ 355,000		\$ -
2						\$ -		\$ -
3						\$ -		\$ -
4						\$ -		\$ -
5						\$ -		\$ -
6				Total	\$ 355,000	\$ 355,000		\$ -

<sup>1</sup> 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 <sup>1</sup> (d)	Balance Beg of Year (e)	Balance End of Year (f)	Dividends Declared During Year	
							Rate (g)	Amount (h)
1	<b>Preferred Stock</b>	75,000	10.00	6,000	60,000	\$ 60,000		\$ -
2						\$ -		\$ -
3						\$ -		\$ -
4						\$ -		\$ -
5						\$ -		\$ -
6				Total	\$ 60,000	\$ 60,000		\$ -

<sup>1</sup> 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	<b>F. Patrick Flynn</b>	35,500	<b>F. Patrick Flynn</b>	6,000
2				
3				
4				
5				
6				
7				
8				
9	Total number of shares	35,500	Total number of shares	6,000

<b>SCHEDULE A-18</b>		
<b>Account 206 - Subchapter S Corporation Accumulated Adjustments Account</b>		
Line No.	Description of Items (a)	Amount (b)
	<b>N/A</b>	
1	Balance beginning of year	
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	\$ -

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

<b>SCHEDULE A-20</b>		
<b>Account 215 - Retained Earnings (Corporations Only)</b>		
Line No.	Item (a)	Amount (b)
1	Balance beginning of year	(101,067)
2	Add: Credits	
3	Net income	79,857
4	Prior period adjustments	-
5	Other credits (detail)	-
6	Total Credits	\$ 79,857
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	\$ (21,210)

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

Line No.	N/A Item (a)	Amount (b)
1	Balance beginning of year	
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	Tank Project	2013	2018	10,235	-	4.00%	-	178
2								
3								
4								
5								
6	Less: Current Portion			(10,235)	-			
7								
8	Total			\$ -	\$ -		\$ -	\$ 178

**SCHEDULE A-23**  
**Account 230 - Payables to Affiliated 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						
2	N/A					
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	<b>Accounts Payable</b>	461,692	315,107
2	<b>American Express Payable</b>	5,080	11,804
3	<b>Wells Fargo Visa Payable</b>	1,631	1,756
4	<b>Payroll Liabilities</b>	401	-
5	Total	\$ 468,804	\$ 328,667

See Accompanying Accountant's Compilation Report

**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								
2	N/A							
3								
4								
5								
6								
7								
8			Total	\$ -	\$ -		\$ -	\$ -

**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	151	151
2			
3			
4			
5	Total	\$ 151	\$ 151

**SCHEDULE A-27**  
**Account 236 - Taxes Accrued**

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-28**  
**Account 237 - Interest Accrued**

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

**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	Current Portion of Long Term Debt (See Sch A-25 for End of Year)	10,235	-
2	PUC Fee Payable	6,356	5,282
3	Insurance Payable	18,512	18,938
4	Wells Fargo Credit Line	12,103	24,803
5	Due to F.P. Flynn	23,848	23,848
6	Total	\$ 71,054	\$ 72,871

**SCHEDULE A-30**  
**Account 252 - Advances for Construction**

Line No.	N/A (a)	Amount (b)
1	Balance beginning of year	
2	Additions during year	
3	Subtotal - Beginning balance plus additions during year	\$ -
4	Charges during year:	
5	Refunds	
6	Percentage of revenue basis	
7	Proportionate cost basis	
8	Present worth basis	
9	Total refunds	\$ -
10	Transfers to Acct. 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	\$ -
16	Balance end of year	\$ -

**SCHEDULE A-31**  
**Account 253 - Other Credits**

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

**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	<b>Deferred ITC's</b>	3,390	2,579
2			
3			
4			
5	Total	\$ 3,390	\$ 2,579

**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	<b>Deferred Tax - MACRS</b>	65,179	64,751
2	<b>Deferred Tax - ACRS</b>	1,175	-
3			
4			
5	Total	\$ 66,354	\$ 64,751

**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	<b>Deferred Tax - Balancing Account</b>	482	482
2	<b>Deferred Tax - Cash Basis</b>	(40,788)	(23,077)
3			
4			
5	<b>Total</b>	\$ (40,306)	\$ (22,595)

**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	\$ 250,495	250,495	-	-	-
2	Add:					
3	Contributions received during year	\$ -	-	-	-	-
4	Other credits	\$ -	-	-	-	-
5	<b>Total credits</b>	\$ -	\$ -	\$ -	\$ -	\$ -
6	Deduct:					
8	Non-depreciable property retired	\$ -	-	-	-	-
9	Other debits	\$ -	-	-	-	-
10	<b>Total debits</b>	\$ -	\$ -	\$ -	\$ -	\$ -
11	<b>Balance end of year</b>	\$ 250,495	\$ 250,495	\$ -	\$ -	\$ -

**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	248,613
2	Add: Charges from the following:	
3	Acct. 108 Accum. Depre. Water Plant	534
4	Acct. 108.2 Accum. Depre. Water Plant - Grant Funds	-
5	Acct. 108.3 Accum. Depre. Water Plant - Other	-
6	Other debits	-
7	<b>Total debits</b>	\$ 534
8	Deduct:	
10	Other credits	-
12	<b>Balance end of year</b>	\$ 249,147

**SCHEDULE B  
INCOME STATEMENT**

Line No.	Acct. No.	Account (a)	Schedule Number (b)	Amount (c)
1		<b>UTILITY OPERATING INCOME</b>		
2	400	Operating Revenues	B-1	1,710,201
3				
4		<b>OPERATING REVENUE DEDUCTIONS</b>		
5	401	Operating Expenses	B-2	1,548,876
6	403	Depreciation Expense	A-3	34,027
7	407	SDWBA Loan Amortization Expense	A-3	-
8	408	Taxes Other Than Income Taxes	B-3	26,677
9	409	State Corporate Income Tax Expense	B-3	829
10	410	Federal Corporate Income Tax Expense	B-3	15,297
11		Total operating revenue deductions		\$ 1,625,705
12		Total utility operating income		\$ 84,496
13				
14		<b>OTHER INCOME AND DEDUCTIONS</b>		
15	421	Non-Utility Income	B-5	-
16	426	Miscellaneous Non-Utility Expense	B-5	-
17	427	Interest Expense (excluding SDWBA)	B-6	4,639
18	427	Interest Expense (SDWBA)	B-6	-
19		Total other income and deductions		\$ (4,639)
20		Net income		\$ 79,857

**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		<b>WATER SERVICE REVENUES</b>			
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	1,987	1,987	\$ -
13		Subtotal	\$ 1,987	\$ 1,987	\$ -
14					
15	465	Irrigation revenue	136,943	153,903	\$ (16,960)
16					
17	470	Metered water revenue			
18		470.1 Residential, Single-family, Multiple Dwelling Units	1,319,204	1,291,284	\$ 27,920
19		470.2 Commercial and Multi-residential Master Metered	-	-	\$ -
20		470.3 Large Water Users	252,067	261,848	\$ (9,781)
21		470.4 Safe Drinking Water Bond Surcharge	-	-	\$ -
22		470.5 Other Metered Revenues	-	-	\$ -
23		Subtotal	\$ 1,571,271	\$ 1,553,132	\$ 18,139
24		Total water service revenues	\$ 1,710,201	\$ 1,709,022	\$ 1,179
25					
26	480	Other water revenue	-	-	\$ -
27		Total Operating Revenues	\$ 1,710,201	\$ 1,709,022	\$ 1,179

**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		<b>PLANT OPERATION AND MAINTENANCE EXPENSES</b>			
2		<b>VOLUME RELATED EXPENSES</b>			
3	610	Purchased Water	872,147	866,566	\$ 5,581
4	615	Power	87,010	96,254	\$ (9,244)
5	618	Other Volume Related Expenses	-	-	\$ -
6		Total volume related expenses	\$ 959,157	\$ 962,820	\$ (3,663)
7					
8		<b>NON-VOLUME RELATED EXPENSES</b>			
9	630	Employee Labor	135,805	137,575	\$ (1,770)
10	640	Materials	-	-	\$ -
11	650	Contract Work	4,245	4,763	\$ (518)
12	660	Transportation Expense	34,516	24,084	\$ 10,432
13	664	Other Plant Maintenance Expenses	8,148	9,983	\$ (1,835)
14		Total non-volume related expenses	\$ 182,714	\$ 176,405	\$ 6,309
15		Total plant operation and maintenance exp.	\$ 1,141,871	\$ 1,139,225	\$ 2,646
16					
17		<b>ADMINISTRATIVE AND GENERAL EXPENSES</b>			
18	670	Office Salaries	-	-	\$ -
19	671	Management Salaries	133,750	135,000	\$ (1,250)
20	674	Employee Pensions and Benefits	65,674	57,648	\$ 8,026
21	676	Uncollectible Accounts Expense	-	-	\$ -
22	678	Office Services and Rentals	40,871	41,547	\$ (676)
23	681	Office Supplies and Expenses	31,617	29,723	\$ 1,894
24	682	Professional Services	49,881	204,923	\$ (155,042)
25	684	Insurance	74,940	79,401	\$ (4,461)
26	688	Regulatory Compliance Expense	4,224	4,224	\$ -
27	689	General Expenses	6,048	6,922	\$ (874)
28		Total administrative and general expenses	\$ 407,005	\$ 559,388	\$ (152,383)
29	800	Expenses Capitalized - Credit (Optional)	-	-	\$ -
30	900	Clearing Accounts (Optional)	-	-	\$ -
31		Net administrative and general expense	\$ 407,005	\$ 559,388	\$ (152,383)
32		Total Operating Expenses	\$ 1,548,876	\$ 1,698,613	\$ (149,737)

**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	4,588	-	\$ 4,588
3	408.2 Payroll taxes	21,148	-	\$ 21,148
4	408.3 Other taxes and licenses	941	-	\$ 941
5	Total taxes other than income taxes	\$ 26,677	\$ -	\$ 26,677
6				
7	409 State corporate income tax	829	-	\$ 829
8	410 Federal corporate income tax	15,297	-	\$ 15,297
9	Total income taxes	\$ 16,126	\$ -	\$ 16,126
10				
11	Total	\$ 42,803	\$ -	\$ 42,803

**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 26	79,857
2	Reconciling amounts (list first additional income and unallowable deductions,	
3	followed by additional deductions and non-taxable income):	
4	<b>Federal Income Tax Per Books</b>	15,297
5	<b>Accrual to Cash Adjustment</b>	(118,071)
6	<b>Book vs. Tax Depreciation</b>	(24,900)
7	<b>Non Deductible Items (Meals)</b>	1,311
8	<b>Penalties</b>	941
9		
10	<b>Taxable Income</b>	(45,565)
11		
12	Federal tax net income	
13	Computation of tax:	-
14		
15		
16		
17		

**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			
2	N/A		
3			
4			
5	Total	\$ -	\$ -

**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	<b>Interest on loans and other</b>	4,639
4		
5		
6		
7		
8		
9		
10	Total	\$ 4,639

**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	135,805	-	\$ 135,805
2	670	Office salaries	-	-	-	\$ -
3	671	Management salaries	2	133,750	-	\$ 133,750
4						\$ -
5						\$ -
6		Total	4	\$ 269,555	\$ -	\$ 269,555



**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.	F.P. Flynn	Shareholder	90,937	2.90%	7/31/19	None		
2.	Tim Flynn	President	212,205	2.90%	7/31/19	None		
3.								
4.								
5.								
6.								
7.	Total		\$ 303,142					

**SCHEDULE C-3  
Engineering and Management Fees and Expenses, etc., During Year**

Line No.	Give the required particulars of all contracts or other agreements in effect in the course of the year between the respondent and any corporation, association, partnership, or person covering supervision and/or management of any department of the respondent's affairs, such as accounting, engineering, financing, construction or operation, and show the payments under such agreements and also the payments for advice and services to a corporation or corporations which directly or indirectly control respondent through stock ownership.	
1.	Did the respondent have a contract or other agreement with any organization or person covering supervision and/or management of its own affairs during the year? <b>Answer:</b> Yes: _____ No: <b>X</b> (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.	Distribution of payments:	Amount
	(a) Charged to operating expenses	\$ _____
	(b) Charged to capital amounts	\$ _____
	(c) Charged to other account	\$ _____
	Total	\$ _____ -
11.	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?	
	_____	
	_____	

\* File with this report a copy of every contract, agreement, supplement or amendment mentioned above unless a copy of the instrument in due form has been furnished, in which case a definite reference to the report of the respondent relative to which it was furnished will suffice.

**SCHEDULE D-1  
Sources of Supply and Water Developed**

STREAMS								FLOW IN .....(unit) <sup>2</sup>	Annual Quantities Diverted .....(Unit) <sup>2</sup>	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							Pumping Capacity .....(Unit) <sup>2</sup>	Annual Quantities Pumped .....(Unit) <sup>2</sup>	Remarks	
Line No.	At Plant (Name or Number)	Location	Number	Dimensions	<sup>1</sup> Depth to Water					
6										
7	N/A									
8										
9										
10										
TUNNELS AND SPRINGS				FLOW IN .....(Unit) <sup>2</sup>			Annual Quantities Used .....(Unit) <sup>2</sup>	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 <b>259,690</b>						(Unit chosen) <sup>2</sup>	CCF		
18										
19										
<p>* State ditch, pipe line, reservoir, etc., with name, if any.</p> <p><sup>1</sup> Average depth to water surface below ground surface.</p> <p><sup>2</sup> 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.</p>										

**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	6	3,440,000	
12	Concrete	-	-	
13	Total	6	3,440,000	

### 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	-	-	-	-	-	3,410	-	14,966	7,580
19	Welded steel	-	-	-	-	-	425	-	1,560	225
20	Wood	-	-	-	-	-	-	-	-	-
21	Other	-	-	-	-	-	-	-	-	-
22	Total	-	-	-	-	-	3,835	-	16,526	7,805

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
								4" to 12"	12" to 14"	
23	Cast Iron	-	-	-	-	-	-	-	-	-
24	Cast Iron (cement lined)	-	100	-	-	-	-	-	-	100
25	Concrete	-	-	-	-	-	-	-	-	-
26	Copper	-	-	-	-	-	-	-	-	-
27	Riveted steel	-	-	-	-	-	-	-	-	-
28	Standard screw	-	-	-	-	-	-	-	-	-
29	Screw or welded casing	-	-	-	-	-	-	-	-	-
30	Cement - asbestos	4,570	20,376	-	-	-	-	-	-	50,902
31	Welded steel	-	2,375	-	-	-	-	-	-	4,585
32	Wood	-	-	-	-	-	-	-	-	-
33	Other	-	-	-	-	-	-	-	-	-
34	Total	4,570	22,851	-	-	-	-	-	-	55,587

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	133	133	-	-
3/4 - in	1	1	-	-
1 - in	549	549	-	-
1 1/2 - in	9	9	-	-
2 - in	10	10	-	-
3 - in	2	1	-	-
- in	-	-	-	-
- in	-	-	-	-
Other	-	-	3	3
<b>Total</b>	<b>704</b>	<b>703</b>	<b>3</b>	<b>3</b>

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	133	133
3/4 - in	1	1
1 - in	549	549
1 1/2 - in	9	9
2 - in	10	10
3 - in	1	1
- in	-	-
- in	-	-
Other	3	3
<b>Total</b>	<b>706</b>	<b>706</b>

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 . . .	-
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 . . . . .	-
2. More than 10, but less than 15 years . . . . .	-
3. More than 15 years . . . . .	-

SCHEDULE D-7 Water delivered to Metered Customers by Months and Years in _____ (Unit Chosen) <sup>1</sup>									
	During Current Year							Subtotal	
	January	February	March	April	May	June	July		
Single-family residential	12,326	14,173	7,202	13,910	14,041	15,478	18,495	95,625	
Commercial and Multi-residential	-	-	-	-	-	-	-	-	
Large water users	2,018	1,909	335	2,774	3,532	6,904	8,157	25,629	
Public authorities	-	-	-	-	-	-	-	-	
Irrigation	1,706	2,427	754	1,258	1,656	2,906	2,885	13,592	
Other	-	-	-	-	-	-	-	-	
<b>Total</b>	<b>16,050</b>	<b>18,509</b>	<b>8,291</b>	<b>17,942</b>	<b>19,229</b>	<b>25,288</b>	<b>29,537</b>	<b>134,846</b>	
	During Current Year							Subtotal	Total Prior Year
	August	September	October	November	December	Subtotal	Total		
Single-family residential	23,459	19,591	14,782	15,400	10,115	83,347	178,972	176,632	
Commercial and Multi-residential	-	-	-	-	-	-	-	-	
Large water users	9,747	3,775	4,536	2,364	394	20,816	46,445	50,628	
Public authorities	-	-	-	-	-	-	-	-	
Irrigation	3,217	2,213	2,163	1,942	1,330	10,865	24,457	29,590	
Other	-	-	-	-	-	-	-	-	
<b>Total</b>	<b>36,423</b>	<b>25,579</b>	<b>21,481</b>	<b>19,706</b>	<b>11,839</b>	<b>115,028</b>	<b>249,874</b>	<b>256,850</b>	

<sup>1</sup> Quantity units to be in hundreds of cubic feet, thousands of gallons, acre-feet, or miner's inch-days.

Total acres irrigated: N/A

Total population served: 2,500



**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: **Not Applicable**

Name: \_\_\_\_\_  
 Address: \_\_\_\_\_  
 Phone Number: \_\_\_\_\_  
 Account Number: \_\_\_\_\_  
 Date Hired: \_\_\_\_\_

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

\$ \_\_\_\_\_ -

Meter Size	No. of Metered Customers	Monthly Surcharge Per Customer
5/8 X 3/4 inch		
3/4 inch		
1 inch		
1 1/2 inch		
2 inch		
3 inch		
4 inch		
6 inch		
Number of Flat Rate Customers		
<b>Total</b>	-	

3. Summary of the bank account activities showing:

Balance at beginning of year	\$ _____
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

### Not Applicable

**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: \_\_\_\_\_  
 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 \_\_\_\_\_  
Officer, Partner, or Owner (Please Print)  
of \_\_\_\_\_  
**Mesa 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, 2017, through December 31, 2017.

\_\_\_\_\_  
Title (Please Print)

\_\_\_\_\_  
Signature

\_\_\_\_\_  
Telephone Number

\_\_\_\_\_  
Date



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