

Received _____

Examined _____

CLASS D
WATER UTILITIES

U# _____

2018
ANNUAL REPORT
OF

ALTOS SONOMA CORPORATION

KENWOOD VILLAGE WATER COMPANY

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

4982 SONOMA HIGHWAY SANTA ROSA, CA 95409

(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

KENWOOD VILLAGE WATER COMPANY 2018 ANNUAL REPORT SUMMARY AND RETURN ON INVESTMENT

Summary of Earnings

Gross Revenue	Schedule B-1	427,117
Operating Expenses	Schedule B-2	210,957
Depreciation Expense	Schedule A-2	35,026
Taxes Other Than Income	Schedule B-3	10,576
State Income Tax	Schedule B-3	17,636
Federal Income Tax	Schedule B-3	32,114

Total Deductions 306,309

Net Income Schedule B 120,808

Rate Base Data	1/1/2018	12/31/2018	Average
Land	28,794	28,794	28,794
Depreciable Plant	1,395,469	1,477,607	1,436,538
Total WPIS	1,850,354	1,901,695	1,876,026
Accumulated Depreciation Includes			
SDWBA plant	-781,924	-830,570	-806,147
NET WPIS	1,068,430	1,071,328	1,069,879
Plant Held, Future Use	-	-	-
CWIP	300	-	-
Advances	-	-	-
Accumulated Net CIAC	-330,953	-322,804	-326,879
Net Plant Investment	737,497	748,524	743,011
Working Cash	20,938	17,580	19,259
Materials & Supplies	655	2,219	1,437

Rate Base

Net WPIS	1,069,879
Plus CWIP	-
Less Accumulated Net CIAC	-326,450
Plus Working Cash	19,259
Plus Materials & Supplies	1,437

Rate Base 763,707

Rate of Return on Investment 15.8%

Total Revenue includes surcharges of rrecover of Lost Revenue Memo Accounts.

Out of period income inflates the R of R. Revenue inflated by \$9244. and R of R inflated by 1.2%.

Accounting change to 21% imputed Federal Tax Rate increase net income by appros, \$27k (3.5%)

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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 22 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. When entering dollar amounts, enter whole dollars.
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.

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

Kenwood Village Water Company

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

4982 Sonoma Highway, Santa Rosa, CA 95409

(Official mailing address)

Kenwood, Sonoma County

(Service Area - Town and County)

Telephone Number: 707-539-6397 **Fax Number:** 707-539-6399

Email Address: julie@mfcomputing.com

GENERAL INFORMATION

(Attach a supplementary statement, if necessary)
RETURN ORIGINAL TO COMMISSION, NO PHOTOCOPIES.

1. If a corporation show:
(A) Date of organization August 1, 1995 incorporated in the State of California

(B) Names, titles and addresses of principal officers: James B. & Kathleen Downey, President and Secretary
26000 Newbridge Road Los Altos Hills, CA 94050

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

3. Name, title, and telephone number of:
(A) One person listed above to receive correspondence: Julie Cavaz, Manager 707-539-6397
(B) Person responsible for operations and services: _____

4. Were any contracts or agreements in effect with any organization or person covering service, supervision and/or management of your business affairs during the year? (Yes or No) _____
If so, what was the nature and the amount of each payment made under the agreement, to whom were payments made, and to what account was each payment charged?

5. State the names of associated companies or persons which, directly or indirectly, or through one or more intermediaries, control, or are controlled by, or are under common control with respondent:

PUBLIC HEALTH STATUS

- 6. Has state or local health department inspection been made during the year?
- 7. Are routine laboratory tests of water being made?
- 8. Has state health department water supply permit been obtained? (Indicate date)
- 9. If no permit has been obtained, state whether application has been made and when.
- 10. Show expiration date if state permit is temporary.

Yes	No	Latest Date
		April 1 2017
		December 1 2016
		July 1 2012

11. List Name, Grade, and License Number of all Licensed Operators:
Troy Bathke T2D2 23410, 27367
Danney Mc Vay T2D3 12383, 16603

12. This annual report was prepared by:

Name of firm or consultant: Julie Cavaz, Manager

Address of firm or consultant: 4982 Sonoma Highway
Santa Rosa, CA 95409

Phone Number of firm or consultant: 707-539-6397

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 No.	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												

**SCHEDULE A
BALANCE SHEET
Assets and Other Debits**

Line No.	Acct. No.	Title of Account (a)	Schedule Number (b)	Balance End of Year (c)
1		UTILITY PLANT		
2	101	Water Plant in Service (Excluding SDWBA/SRF, Grant Funds)	A-1, A-1a	1,477,607
3	101.1	Water Plant in Service - SDWBA/SRF	A-1, A-1b	424,091
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	-
7	104	Water Plant Purchased or Sold	A-1	-
8	105	Construction Work in Progress - Water Plant	A-1	-
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		\$ 1,901,698
14	108	Accumulated Depreciation of Water Plant	A-2	(406,279)
15	108.1	Accumulated Amortization of SDWBA/SRF loan	A-2	(424,091)
16	108.2	Accumulated Depreciation of Water Plant - Grant Funds	A-2	-
17	108.3	Accumulated Depreciation of Water Plant - Other	A-2	-
18		Total Accumulated Depreciation/Amortization		
19		Net Utility Plant		\$ 1,071,328
20				
21		INVESTMENTS		
22	121	Non-utility Property and Other Assets		
23	122	Accumulated Depreciation of Non-Water Utility Property	A-2	-
24		Net non-utility property		\$ -
25	123	Investments in Affiliated Companies		
26	124	Other Investments		
27		Total Investments		\$ -
28				
29		CURRENT AND ACCRUED ASSETS		
30	131	Cash		12,089
31	132	Cash - Special Deposits KFF		35,047
32	141	Accounts Receivable - Customers		32,595
33	142	Receivables from Affiliated Companies		
34	143	Accumulated Provision for Uncollectible Accounts		
35	151	Materials and Supplies		2,219
36	174	Other Current Assets		
37		Total current and accrued assets		\$ 81,950
38				
39	180	Deferred Charges		
40	181	Accumulated Deferred Income Tax Assets		
41				
42		Total Assets and Other Debits		\$ 1,153,278

**SCHEDULE A
BALANCE SHEET
Liabilities and Other Credits**

Line No.	Acct. No.	Title of Account (a)	Schedule Number (b)	Balance End of Year (c)
1		CORPORATE CAPITAL AND RETAINED EARNINGS		
2	201	Common Stock	A-3	-
3	204	Preferred Stock	A-4	-
4	206	Subchapter S Corporation Accumulated Adjustments Account	A-6	-
5	211	Other Paid-in Capital	A-7	-
6	215	Retained Earnings	A-8	786,170
7		Total corporate capital and retained earnings		\$ 786,170
8				
9		PROPRIETARY CAPITAL		
10	218	Proprietary Capital	A-9	-
11				
12		LONG TERM DEBT		
13	224	Long-term Debt	A-10	-
14				
15		CURRENT AND ACCRUED LIABILITIES		
16	230	Payables to Affiliated Companies		
17	231	Accounts Payable		8,857
18	232	Short-term Notes Payable		
19	233	Customer Deposits		400
20	236	Taxes Accrued		
21	237	Interest Accrued		
22	241	Other Current Liabilities		
23		Total current and accrued liabilities		\$ 9,257
24				
25		DEFERRED CREDITS		
26	252	Advances for Construction		-
27	253	Other Credits KFF		35,047
28	255	Accumulated Deferred Investment Tax - Credits		
29	282	Accumulated Deferred Income Taxes - Accel. Tax Depreciation		
30	283	Accumulated Deferred Income Tax Liabilities		
31		Total deferred credits		\$ 35,047
32				
33		CONTRIBUTIONS IN AID OF CONSTRUCTION		
34	265	Contributions in Aid of Construction		464,327
35	272	Accumulated Amortization of Contributions (negative number)		(141,523)
36		Net Contributions in Aid of Construction		\$ 323,804
37		Total Liabilities and Other Credits		\$ 1,153,278

**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 (Sch A-1a)	1,424,263	55,944	(2,600)	-	\$ 1,477,607
2	101.1	Water Plant In Service - SDWBA/SRF (Sch A-1b)	426,091	-	(2,000)	-	\$ 424,091
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					\$ -
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		Total utility plant	\$ 1,850,354	\$ 55,944	\$ (4,600)	\$ -	\$ 1,901,698

* 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					\$ -
3	303	Land	28,794				\$ 28,794
4		Total non-depreciable plant	\$ 28,794	\$ -	\$ -	\$ -	\$ 28,794
5							
6		DEPRECIABLE PLANT					
7	304	Structures	29,469				\$ 29,469
8	307	Wells	11,609				\$ 11,609
9	311	Pumping Equipment	146,388				\$ 146,388
10	317	Other Water Source Plant	40,036	13,565			\$ 53,601
11	320	Water Treatment Plant	126,214				\$ 126,214
12	330	Reservoirs, Tanks and Standpipes	33,362	16,478	(2,000)		\$ 47,840
13	331	Water Mains	545,812				\$ 545,812
14	333	Services and Meter Installations	213,303	9,959			\$ 223,262
15	334	Meters	106,207	3,211			\$ 109,418
16	335	Hydrants	40,700	2,003	(600)		\$ 42,103
17	339	Other Equipment	55,341	10,728			\$ 66,069
18	340	Office Furniture and Equipment	28,698				\$ 28,698
19	341	Transportation Equipment	18,330				\$ 18,330
20		Total depreciable plant	\$ 1,395,469	\$ 55,944	\$ (2,600)	\$ -	\$ 1,448,813
21		Total water plant in service	\$ 1,424,263	\$ 55,944	\$ (2,600)	\$ -	\$ 1,477,607

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

Footnotes:

Schedule A-1a Last years ending balance included SDWBA balances. This years beginning balance excluded SDWBA balances.

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	426,091				\$ 426,091
3	303	Land					\$ -
4		Total non-depreciable plant	\$ 426,091	\$ -	\$ -	\$ -	\$ 426,091
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	212,397		(2,000)		\$ 210,397
13	331	Water Mains	153,234				\$ 153,234
14	333	Services and Meter Installations	34,901				\$ 34,901
15	334	Meters	1,908				\$ 1,908
16	335	Hydrants	23,651				\$ 23,651
17	339	Other Equipment					\$ -
18	340	Office Furniture and Equipment					\$ -
19	341	Transportation Equipment					\$ -
20		Total depreciable plant	\$ 426,091	\$ -	\$ (2,000)	\$ -	\$ 424,091
21		Total water plant in service	\$ 426,091	\$ -	\$ (2,000)	\$ -	\$ 424,091

* 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					\$ -
3	303	Land					\$ -
4		Total non-depreciable plant	\$ -	\$ -	\$ -	\$ -	\$ -
5				NONE			
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-2
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	355,833	426,091			
2	Add: Credits to reserves during year					
3	(a) Charged to Account 272	18,020				
4	(b) Charged to Account 403	35,026				
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	\$ 53,046		\$ -	\$ -	\$ -
11	Less: Debits to reserves during year					
12	(a) Book cost of property retired	(2,600)	(2,000)			
13	(b) Cost of removal					
14	(c) All other debits					
15	Total debits	\$ (2,600)	\$ (2,000)	\$ -	\$ -	\$ -
16	Balance in reserve at end of year	\$ 406,279	\$ 424,091	\$ -	\$ -	\$ -
17						
18	(1) COMPOSITE DEPRECIATION RATE USED FOR STRAIGHT LINE REMAINING LIFE %					
19						
20	(2) EXPLANATION OF Beginning Balance: 2017 ending reserve balance corrected from reporting balance 349,855					
21	to corrected balance 355,853.					
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 Remaining Life Depreciation by plant account catagories.					
33	(a) Straight line	See Schedule A-3a.				
34	(b) Liberalized					
35	(1) Sum of the years digits					
36	(2) Double declining balance					
37	(3) Other					
38	(c) Both straight line and liberalized					

SCHEDULE A-3a

Account 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	8,722	1,037			\$ 9,759
2	307	Wells	5,151	431			\$ 5,582
3	311	Pumping Equipment	34,673	7,448			\$ 42,121
4	317	Other Water Source Plant	4,741	1,765			\$ 6,506
5	320	Water Treatment Plant	3,739	2,148			\$ 5,887
6	330	Reservoirs, Tanks and Standpipes	6,584	669	(2,000)		\$ 5,253
7	331	Water Mains	161,596	10,978			\$ 172,574
8	333	Services and Meter Installations	54,124	8,843			\$ 62,967
9	334	Meters	25,154	6,754			\$ 31,908
10	335	Hydrants	17,213	1,174	(600)		\$ 17,787
11	339	Other Equipment	17,476	5,416			\$ 22,892
12	340	Office Furniture and Equipment	9,063	2,805			\$ 11,868
13	341	Transportation Equipment	7,597	3,578			\$ 11,175
14		Total	\$ 355,833	\$ 53,046	\$ (2,600)	\$ -	\$ 406,279

SCHEDULE A-3
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 End of Year (e)	Dividends Declared During Year	
						Rate (f)	Amount (g)
1					\$ -		\$ -
2	N/A				\$ -		\$ -
3					\$ -		\$ -
4					\$ -		\$ -
5					\$ -		\$ -
6				Total	\$ -		\$ -

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

SCHEDULE A-4
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 End of Year (e)	Dividends Declared During Year	
						Rate (f)	Amount (g)
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-5
Record of Stockholders at End of Year

Line No.	COMMON STOCK Name (a)	Number Shares (b)	PREFERRED STOCK Name (c)	Number Shares (d)
1				
2				
3				
4	N/A			
5				
6				
7				
8				
9	Total number of shares	-	Total number of shares	-

SCHEDULE A-6
Account 206 - Subchapter S Corporation Accumulated Adjustments Account

Line No.	Description of Items (a)	Amount (b)
1	Balance beginning of year	
2	Add: Credits	135,520
3	Net Income: JE Tracking Payments to ASC	135,520
4	Accounting Adjustments	
5	Total Credits	\$ 135,520
6	Less: Debits	
7	Net Loss	
8	Accounting Adjustments	
9	Dividends: Paid to ASC	(135,520)
10	Total Debits	\$ -
11	Balance end of year	\$ -

* No beginning or ending balances are carried.

SCHEDULE A-7
Account 211 - Other Paid in Capital (Corporations only)

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

SCHEDULE A-8
**Account 215 - Retained Earnings
(Corporations Only)**

Line No	Item (a)	Amount (b)
1	Balance beginning of year	967,580
2	Add: Credits	
3	Net income	120,808
4	Prior period adjustments	
5	Other credits (detail)	
6	Total Credits	\$ 1,088,388
7		
8	Less: Debits	
9	Net losses	
10	Prior period adjustments	(166,698)
11	Dividend appropriations - preferred stock	
12	Dividend appropriations - common stock Paid to ASC	(135,520)
13	Other debits (detail)	
14	Total Debits	(302,218)
15	Balance end of year	\$ 786,170

SCHEDULE A-9
Account 218 – Proprietary Capital
(Sole Proprietor or Partnership)

Line No.	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		
7		
8	Total Credits	\$ _____
9	Less: Debits	
10	— Net losses	
11	— 218.1 Proprietary Drawings	
12	— Other debits (detail):	
13		
14		
15	Total Debits	\$ _____
16	Balance end of year	\$ _____

SCHEDULE A-10
Account 224 – Long-Term Debt

Line No.	Nature of Obligation (a)	Date of Issue (b)	Date of Maturity (c)	Balance End of Year (d)	Rate of Interest (e)	Interest Accrued During Year (f)	Interest Paid During Year (g)
1							
2							
3	NONE						
4							
5							
6							
7							
8			Total	\$ _____		\$ _____	\$ _____

**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	427,117
3				
4		OPERATING REVENUE DEDUCTIONS		
5	401	Operating Expenses	B-2	210,957
6	403	Depreciation Expense	A-2	35,026
7	407	SDWBA Loan Amortization Expense	A-2	-
8	408	Taxes Other Than Income Taxes	B-3	10,576
9	409	State Corporate Income Tax Expense	B-3	17,636
10	410	Federal Corporate Income Tax Expense	B-3	32,114
11		Total operating revenue deductions		\$ 306,309
12		Total utility operating income		\$ 120,808
13				
14		OTHER INCOME AND DEDUCTIONS		
15	421	Non-Utility Income	B-4	
16	426	Miscellaneous Non-Utility Expense	B-4	
17	427	Interest Expense (excluding SDWBA)	B-5	-
18	427	Interest Expense (SDWBA)	B-5	-
19		Total other income and deductions		
20		Net income		\$ 120,808

SCHEDULE B-1
Account 400 - Operating Revenues

Line No.	Acct. No.	Account (a)	Amount Current Year (b)
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	1,267
13		Subtotal	\$ 1,267
14			
15	465	Irrigation revenue	
16			
17	470	Metered water revenue	
18		470.1 Residential, Single-family, Multiple Dwelling Units	327,364
19		470.2 Commercial and Multi-residential Master Metered	22,677
20		470.3 Large Water Users	55,595
21		470.4 Safe Drinking Water Bond Surcharge*	9,244
22		470.5 Other Metered Revenues**	11,475
23		Subtotal	\$ 426,355
24		Total water service revenues	\$ 427,622
25			
26	480	Other water revenue***	(505)
27		Total Operating Revenues	\$ 427,117

Notes:

*	Surcharges No SDWBA Surcharges, LRMA Surcharges	9244
**	Other Metered Revenues - Construction Fire Hydrant Meter Late Fee UUF	1152 4440 5883
		11475
**	Other Water Revenue Misc.	-505

SCHEDULE B-2
Account 401 - Operating Expenses

Line No.	Acct. No.	Account (a)	Amount Current Year (b)
1		PLANT OPERATION AND MAINTENANCE EXPENSES	
2		VOLUME RELATED EXPENSES	
3	610	Purchased Water	10,270
4	615	Power	15,257
5	618	Other Volume Related Expenses	1,036
6		Total volume related expenses	\$ 26,563
7			
8		NON-VOLUME RELATED EXPENSES	
9	630	Employee Labor	41,875
10	640	Materials	1,622
11	650	Contract Work	10,484
12	660	Transportation Expense	3,647
13	664	Other Plant Maintenance Expenses	86
14		Total non-volume related expenses	\$ 57,714
15		Total plant operation and maintenance exp.	\$ 84,277
16			
17		ADMINISTRATIVE AND GENERAL EXPENSES	
18	670	Office Salaries	27,731
19	671	Management Salaries	36,798
20	674	Employee Pensions and Benefits	26,522
21	676	Uncollectible Accounts Expense	
22	678	Office Services and Rentals	6,421
23	681	Office Supplies and Expenses	9,628
24	682	Professional Services	6,141
25	684	Insurance	6,430
26	688	Regulatory Compliance Expense UUF	5,883
27	689	General Expenses	1,127
28		Total administrative and general expenses	\$ 126,680
29	800	Expenses Capitalized - Credit (Optional)	
30	900	Clearing Accounts (Optional)	
31		Net administrative and general expense	\$ 126,680
32		Total Operating Expenses	\$ 210,957

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	1,379		\$ 1,379
3	408.2 Payroll taxes	9,197		\$ 9,197
4	408.3 Other taxes and licenses			\$ -
5	Total taxes other than income taxes	\$ 10,576	\$ -	\$ 10,576
6				
7	409 State corporate income tax			\$ -
8	410 Federal corporate income tax			\$ -
9	Total income taxes	\$ -	\$ -	\$ -
10				
11	Total	\$ 10,576	\$ -	\$ 10,576

SCHEDULE B-4
Accounts 421, 426 - Income and Expense from Non-Utility Operations

Line No.	Description (a)	Non-Utility Income Acct. 421 (b)	Miscellaneous Non-Utility Expense Acct. 426 (c)
1			
2			
3			
4			
5	Total	\$ -	\$ -

SCHEDULE B-5
Account 427 - Interest Expense

Line No.	Description (a)	Amount (b)
1	Interest on SDWBA loan	
2	Interest on other (give details below):	
3		
4		
5		
6		
7		
8		
9		
10	Total	\$ -

SCHEDULE F - ADVANCES FOR CONSTRUCTION	
Balance beginning of year	
Additions during year	
Subtotal - Beginning balance plus additions during year	\$ -
Refunds	
Transfers to Acct. 265 - Contributions in Aid of Construction	
Balance end of year	\$ -

SCHEDULE G - TOTAL METERS AND SERVICES (Active and Inactive)		
Size	Meters	Services
5/8 x 3/4-in	290	
3/4-in	1	
1-in	10	
-in	6	
-in		
-in		
Total	307	-

SCHEDULE H - METER TESTING DATA	
Number of meters tested during year	
1 Used, before repair	
2 Used, after repair	
3 Fast, requiring refund	
Numbers of meters in service requiring test per General Order No. 103	

SCHEDULE I - SERVICE CONNECTIONS AT END OF YEAR								
Classification	Active			Inactive			Total connections	
	Metered	Flat	Total	Metered	Flat	Total	Metered	Flat
Residences	290		290	38		38	290	-
Industrial/Commercial	13		13			-	13	-
Irrigation	4		4			-	4	-
Fire Protection (public)		24	24			-	-	24
Fire Protection (private)		5	5			-	-	5
Other (specify)			-			-	-	-
			-			-	-	-
Total	307	29	336	38	-	38	307	29

NOTE: Total connections (metered plus flat) should agree with total services in Schedule G.

SCHEDULE J - STORAGE FACILITIES			SCHEDULE K - FOOTAGES OF PIPE (EXCLUDING SERVICE PIPES)					
Description	No.	Combined capacity in gallons	Description	2" and under	2-1/4 to 3-1/4	4"	Other sizes (specify)	Totals
				Concrete			Cast Iron	
Earth			Welded steel					-----
Wood			Standard screw					-----
Steel			Cement-asbestos	See Schedule O				-----
Other			Plastic					-----
			Other (specify)					-----

Total	-----	-----	Total	-----	-----	-----	-----	-----

SCHEDULE O - FOOTAGES OF PIPE (EXCLUDING SERVICE PIPES)					
Description	4 "	6"	8"	10"	Totals
Cast Iron					0
Welded steel	3,000				3,000
Standard screw		40			40
Cement-asbestos	2,074	11,130			13,204
Plastic C900	710	3,079	5,129	635	9,553
Other (Ductile Iron)				135	135
Main Extension					0
					0
Total	5,784	14,249	5,129	770	25,932

SCHEDULE L
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: NONE
 Address: _____
 Phone Number: _____
 Account Number: _____
 Date Hired: _____

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

\$ NONE

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	\$ <u>_____</u>

4. Reason for other deposits/withdrawals

5. Total Accumulated Reserve: \$ _____

**SCHEDULE M
FACILITY FEES DATA**

Please provide the following information relating to Facility Fees collected for the calendar year 2018, pursuant to Resolution No. W-4110.

1. Trust Account Information:

Bank Name:	Umpqua Bank
Address:	801 4th Street, Santa Rosa, CA 95404
Account Number:	108660
Date Opened:	11/01/07 transferred from 403-15021-2

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

A. Commercial

<u>NAME</u>	<u>AMOUNT</u>
_____	_____
_____	\$ _____
_____	\$ _____
_____	\$ _____
_____	\$ _____
_____	\$ _____

B. Residential

<u>NAME</u>	<u>AMOUNT</u>	
	<u>NET</u>	<u>ITC</u>
C. Johnson 185 Jessie Street	\$ 4458	2827
9.7% CA Tax on CIAC. Incorrectly added in FF Account	\$	958
_____	\$	_____
_____	\$	_____
_____	\$	_____

3. Summary of the bank account activities showing:

	<u>8,243</u>
	<u>AMOUNT</u>
Balance at beginning of year	\$ 26,789
Deposits during the year	\$ 8,243
Interest earned for calendar year	\$ 15
Withdrawals from this account	\$ _____
Balance at end of year	\$ 35,047

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 _____ Julie Cavaz
Officer, Partner, or Owner (Please Print)

of _____ Kenwood Village 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, 2018, through December 31, 2018.

_____ Manager
Title (Please Print)

_____ Signature

_____ 707-539-6397
Telephone Number

_____ March 29, 2019
Date

NOTES for 2018 KENWOOD VILLAGE ANNUAL REPORT

Acct #						
131	Checking Account 28%	10,140				
	Money Market 28%	<u>1,949</u>				
		12,089				
	<u>Plant Accounts</u>	<u>Company</u>	<u>CIAC</u>	<u>Total Addition</u>	<u>Retired</u>	<u>Net</u>
317	Aquaduct turn out Valve	13565		13565		13,565
330	K Tank Storm Drain	16478		16478	(2,000)	14,478
333	185 Jessie new service		9873	9873		9,873
	Meter Install	86		86		86
						9,959
334	New Meters	2,448		2448		2,448
	Hydrant Meters	<u>763</u>		<u>763</u>		<u>763</u>
		3211		3211		3211
335	Hydrant Treehaven	2003		2003	(600)	1403
339	KVWC System Map	7,349		7,349		7,349
	Software	388		388		388
	Sensit	<u>2,991</u>		<u>2991</u>		<u>2,991</u>
		10,728		10,728		10,728
	Total Plant Acct Additions & Retirements	46,071	9,873	55,944	(2,600)	53,344
630	Troy Bathke			20,728		41,875
	Danney McVay			<u>21,147</u>		
650	Contract Work			3637		10484
	Water Quality and Testing Work			<u>6,847</u>		
670	Debbie Hegarty			16418		27,731
	Jenessa Stone			<u>11,313</u>		
671	Karen Ball			2,064		36,798
	Jim Downey			10,360		
	Julie Cavaz			24,374		
682	Professional Accounting			5,138		6,140
	Computer			<u>1,002</u>		
408	Payroll			9,197		10,576
	Property			<u>1,379</u>		