

Received _____

Examined _____

CLASS D
WATER UTILITIES

U# _____



2021
ANNUAL REPORT
OF

R.R. Lewis Small Water Company

Ostrom Family Trust

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

4500 E. Fremont Street, Stockton CA 95215

(OFFICIAL MAILING ADDRESS)

ZIP

TO THE
PUBLIC UTILITIES COMMISSION
STATE OF CALIFORNIA
FOR THE YEAR ENDED DECEMBER 31, 2021

REPORT MUST BE FILED NO LATER THAN APRIL 30, 2022

10/19/22
8/8

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

Ostrom Family Trust, DBA R.R. Lewis Small Water Company
(Name under which corporation, partnership or individual is doing business)

4500 E. Fremont Street, Stockton CA 95215
(Official mailing address)

portion of Sierra City in Sierra County
(Service Area - Town and County)

Telephone Number: 209-948-1882 Fax Number: _____

Email Address: rrlewis@h2o@gmail.com

GENERAL INFORMATION

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

1. If a corporation show:
(A) Date of organization _____ incorporated in the State of _____

(B) Names, titles and addresses of principal officers: _____

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

Pamela Ostrom, Trustee

3. Name, title, and telephone number of:

(A) One person listed above to receive correspondence: Pam Ostrom, see above

(B) Person responsible for operations and services: Hallie Smith, Cranmer Engineering

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) Yes

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?

\$1,000 per month for Operator services, plus additional as needed, commencing Dec. 2020

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

PUBLIC HEALTH STATUS

6. Has state or local health department inspection been made during the year?

7. Are routine laboratory tests of water being made?

8. Has state health department water supply permit been obtained? (Indicate date)

9. If no permit has been obtained, state whether application has been made and when.

10. Show expiration date if state permit is temporary.

Yes	No	Latest Date
	x	12/1/14
x		12/31/20
x		1/1/93
		n/a
		n/a

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

Hallie Smith: Grade D2 Distribution License #42341, Grade T2 Treatment Plant Operator License #34468

12. This annual report was prepared by:

Name of firm or consultant: Pam Ostrom with assistance from Jennifer Spaletta

Address of firm or consultant: Spaletta Lawa PC, PO Box 2660 Lodi CA 95241

Phone Number of firm or consultant: 2092245568

**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	679,818
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	-
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		\$ 679,818
14	108	Accumulated Depreciation of Water Plant	A-2	(444,299)
15	108.1	Accumulated Amortization of SDWBA/SRF loan	A-2	-
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		\$ (444,299)
19		Net Utility Plant		\$ 235,519
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		7,841
31	132	Cash - Special Deposits		
32	141	Accounts Receivable - Customers		
33	142	Receivables from Affiliated Companies		
34	143	Accumulated Provision for Uncollectible Accounts		
35	151	Materials and Supplies		1,000
36	174	Other Current Assets		
37		Total current and accrued assets		\$ 8,841
38				
39	180	Deferred Charges		
40	181	Accumulated Deferred Income Tax Assets		
41				
42		Total Assets and Other Debits		\$ 244,360

**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	4,400
7		Total corporate capital and retained earnings		\$ 4,400
8				
9		PROPRIETARY CAPITAL		
10	218	Proprietary Capital	A-9	(22,415)
11				
12		LONG TERM DEBT		
13	224	Long-term Debt	A-10	271,138
14				
15		CURRENT AND ACCRUED LIABILITIES		
16	230	Payables to Affiliated Companies		
17	231	Accounts Payable		7,573
18	232	Short-term Notes Payable		
19	233	Customer Deposits		
20	236	Taxes Accrued		
21	237	Interest Accrued		
22	241	Other Current Liabilities		
23		Total current and accrued liabilities		\$ 7,573
24				
25		DEFERRED CREDITS		
26	252	Advances for Construction		-
27	253	Other Credits		
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		\$ -
32				
33		CONTRIBUTIONS IN AID OF CONSTRUCTION		
34	265	Contributions in Aid of Construction		
35	272	Accumulated Amortization of Contributions (negative number)		
36		Net Contributions in Aid of Construction		\$ -
37		Total Liabilities and Other Credits		\$ 260,696

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	422,693				
2	Add: Credits to reserves during year					
3	(a) Charged to Account 272					
4	(b) Charged to Account 403					
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	21,606				
10	Total Credits	\$ 21,606	\$ -	\$ -	\$ -	\$ -
11	Less: Debits to reserves during year					
12	(a) Book cost of property retired					
13	(b) Cost of removal					
14	(c) All other debits					
15	Total debits	\$ -	\$ -	\$ -	\$ -	\$ -
16	Balance in reserve at end of year	\$ 444,299	\$ -	\$ -	\$ -	\$ -
17						
18	(1) COMPOSITE DEPRECIATION RATE USED FOR STRAIGHT LINE REMAINING LIFE %					
19						
20	(2) EXPLANATION OF ALL OTHER CREDITS:					
21						
22						
23						
24						
25						
26	(3) EXPLANATION OF ALL OTHER DEBITS:					
27						
28						
29						
30						
31						
32	(4) METHOD USED TO COMPUTE INCOME TAX DEPRECIATION					
33	(a) Straight line	x				
34	(b) Liberalized					
35	(1) Sum of the years digits					
36	(2) Double declining balance					
37	(3) Other					
38	(c) Both straight line and liberalized					

**SCHEDULE A-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)	583,496	96,322	-	-	\$ 679,818
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)					\$ -
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	\$ 583,496	\$ 96,322	\$ -	\$ -	\$ 679,818

* 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					\$ -
4		Total non-depreciable plant	\$ -	\$ -	\$ -	\$ -	\$ -
5							
6		DEPRECIABLE PLANT					
7	304	Structures	18,176				\$ 18,176
8	307	Wells					\$ -
9	311	Pumping Equipment					\$ -
10	317	Other Water Source Plant					\$ -
11	320	Water Treatment Plant		96,322			\$ 96,322
12	330	Reservoirs, Tanks and Standpipes	25,874				\$ 25,874
13	331	Water Mains	454,956				\$ 454,956
14	333	Services and Meter Installations	24,944				\$ 24,944
15	334	Meters	11,316				\$ 11,316
16	335	Hydrants	42,002				\$ 42,002
17	339	Other Equipment	6,228				\$ 6,228
18	340	Office Furniture and Equipment					\$ -
19	341	Transportation Equipment					\$ -
20		Total depreciable plant	\$ 583,496	\$ 96,322	\$ -	\$ -	\$ 679,818
21		Total water plant in service	\$ 583,496	\$ 96,322	\$ -	\$ -	\$ 679,818

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

Footnotes:

Wixson Chlorinator Project completed in November 2021 and capitalized at total cost (incurred 2017-2021) of \$96,322, Capitalized cost includes all labor, materials, engineering, legal, regulatory work and negotiation and securing easement over private lands for treatment plant and related piping.

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

Line No.	Item (a)	Amount (b)
1	Balance beginning of year	(22,415)
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	\$ (22,415)

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	Pam Ostrom Notes	varies	varies	225,320	1.00%		-
2	Diamondback Notes	varies	varies	7,020	1.00%		-
3	Spaletta Law PC	varies	varies	28,798	1.00%		-
4	Pam Ostrom Payroll Loan	1/1/21	1/1/23	10,000	1.00%		-
5							
6							
7							
8	Total			\$ 271,138		\$ -	\$ -

**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	118,266
3				
4		OPERATING REVENUE DEDUCTIONS		
5	401	Operating Expenses	B-2	102,171
6	403	Depreciation Expense	A-2	-
7	407	SDWBA Loan Amortization Expense	A-2	-
8	408	Taxes Other Than Income Taxes	B-3	11,443
9	409	State Corporate Income Tax Expense	B-3	-
10	410	Federal Corporate Income Tax Expense	B-3	-
11		Total operating revenue deductions		\$ 113,615
12		Total utility operating income		\$ 4,651
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	251
18	427	Interest Expense (SDWBA)	B-5	-
19		Total other income and deductions		\$ (251)
20		Net income		\$ 4,400

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	4,095
12		462.2 Private Fire Protection	
13		Subtotal	\$ 4,095
14			
15	465	Irrigation revenue	
16			
17	470	Metered water revenue	
18		470.1 Residential, Single-family, Multiple Dwelling Units	114,171
19		470.2 Commercial and Multi-residential Master Metered	
20		470.3 Large Water Users	
21		470.4 Safe Drinking Water Bond Surcharge	
22		470.5 Other Metered Revenues	
23		Subtotal	\$ 114,171
24		Total water service revenues	\$ 118,266
25			
26	480	Other water revenue	
27		Total Operating Revenues	\$ 118,266

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	
4	615	Power	707
5	618	Other Volume Related Expenses	
6		Total volume related expenses	\$ 707
7			
8		NON-VOLUME RELATED EXPENSES	
9	630	Employee Labor	18,339
10	640	Materials	3,927
11	650	Contract Work	1,489
12	660	Transportation Expense	4,788
13	664	Other Plant Maintenance Expenses	
14		Total non-volume related expenses	\$ 28,543
15		Total plant operation and maintenance exp.	\$ 29,249
16			
17		ADMINISTRATIVE AND GENERAL EXPENSES	
18	670	Office Salaries	-
19	671	Management Salaries	12,000
20	674	Employee Pensions and Benefits	-
21	676	Uncollectible Accounts Expense	-
22	678	Office Services and Rentals	6,231
23	681	Office Supplies and Expenses	3,269
24	682	Professional Services	20,562
25	684	Insurance	18,510
26	688	Regulatory Compliance Expense	6,407
27	689	General Expenses	5,943
28		Total administrative and general expenses	\$ 72,922
29	800	Expenses Capitalized - Credit (Optional)	
30	900	Clearing Accounts (Optional)	
31		Net administrative and general expense	\$ 72,922
32		Total Operating Expenses	\$ 102,171

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	6,846		\$ 6,846
3	408.2 Payroll taxes	4,598		\$ 4,598
4	408.3 Other taxes and licenses			\$ -
5	Total taxes other than income taxes	\$ 11,443	\$ -	\$ 11,443
6				
7	409 State corporate income tax			\$ -
8	410 Federal corporate income tax			\$ -
9	Total income taxes	\$ -	\$ -	\$ -
10				
11	Total	\$ 11,443	\$ -	\$ 11,443

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):	251
3	credit card interest	
4		
5		
6		
7		
8		
9		
10	Total	\$ 251

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	122	
3/4-in	1	
1-in	2	
-in		
-in		
-in		
Total	125	-

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	126		126	2	55	57	128	55
Industrial/Commercial			-			-	-	-
Irrigation			-			-	-	-
Fire Protection (public)			-			-	-	-
Fire Protection (private)			-			-	-	-
Other (specify)			-			-	-	-
			-			-	-	-
Total	126	-	126	2	55	57	128	55

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	1	15,000	Cast Iron	
Earth			Welded steel					-
Wood			Standard screw					-
Steel	4	40,000	Cement-asbestos					-
Other	2	5,750	Plastic					-
			Other (specify)					-
								-
Total	7	60,750	Total	-	-	-	-	-

DECLARATION

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

I, the undersigned _____ Pam Ostrom
Officer, Partner, or Owner (Please Print)

of _____ R.R. Lewis Small 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, 2021 through December 31, 2021.

Trustee
Title (Please Print)



Signature

209-948-1882
Telephone Number

October 19, 2022
Date