



**CLASS C  
WATER UTILITIES  
(Gross Revenue of Less Than \$200,000)**

**ANNUAL REPORT**

OF

**SOUTH DUCHESNE CULINARY**

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Utah Business Entity Number: \_\_\_\_\_

TO THE

**PUBLIC SERVICE COMMISSION  
OF UTAH**

For the Period Ending

**Enter Period Ending Here 12-31-2006**

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**CLASS C  
WATER UTILITIES  
ANNUAL REPORT**

**INSTRUCTIONS FOR FILING**

1. **PURPOSE** - This form is a regulatory requirement designed to collect financial and other operating data from privately owned Class C water public utilities operating in the State of Utah.
2. **DATE DUE** - This report is for the period January 01 to December 31. A signed original and an electronic copy of this report are due at the Utah Division of Public Utilities by **March 31**. If the respondent makes a report for a period other than a calendar year, the end of the period covered must be clearly stated on the front cover and at any other point in the report where the year or period is required to be stated.
3. **WHERE TO FILE** - The completed report is to be mailed or delivered to:
 

<b>Mailing Address</b> <b>Utah Division of Public Utilities</b> <b>Box 146751</b> <b>Salt Lake City, UT 84114-6751</b>	<b>Delivery Address</b> <b>Utah Division of Public Utilities</b> <b>160 East 300 South, 4th Floor</b> <b>Salt Lake City, UT 84111</b>
<b>Email Address</b> <a href="mailto:dennismiller@utah.gov">dennismiller@utah.gov</a>	<b>Questions</b> 801-530-6952
4. One copy of the report should be retained by the respondent in its files.
5. Complete the report by a means that will result in a permanent record.
6. Each question should be completed fully and accurately, even if answered in a previous annual report. Enter the word "None" where it truly and completely states the fact.
7. For any question, section, or page which is not applicable to the respondent enter the words "Not Applicable" or "NA". Do not omit any pages.
8. Enter dates showing month, day, and year.
9. Round all dollar figures to whole dollars.
10. If there is not enough room on any schedule, an additional page or pages should be added with the same format as the original schedule. Appropriate references should be made between the original schedule and the added page(s).
11. A respondent may substitute schedules prepared for other reports for schedules in this report if the schedules show substantially the same detail as this report. Appropriate references should be made between the original schedule and the substituted schedule.
12. This report should be prepared in conformity with the 1996 Class C Uniform System of Accounts for water utilities published by the National Association of Regulatory Commissioners.
13. All accounting words and phrases should be interpreted in accordance with the Uniform System of Accounts.

**CLASS C  
WATER UTILITIES  
ANNUAL REPORT**

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**ATTESTATION / CERTIFICATION  
OF  
RESPONSIBILITY**

I certify that I have examined the information contained in this report submitted to the Utah Division of Public Utilities, and that, to the best of my knowledge, information, and belief, all statements of fact contained in this report are true and represent an accurate statement of the affairs of the respondent company as of the date shown below.

**Signature:** \_\_\_\_\_  
**Print Name:** JOAN ANN STEED **Date:** \_\_\_\_\_  
**Title:** PRESIDENT  
**Phone Number:** 435 738 6400 **Extension:** \_\_\_\_\_  
**Fax Number:** 435 738 6403 **Email:** \_\_\_\_\_

**Please send one completed hard copy and email one copy to the following:**

**Hard copy to:**

Utah Division of Public Utilities  
Heber Wells Building, 4th Floor  
160 East 300 South  
Salt Lake City, UT 84111-6751

**Email copy to: (using State approved e-filing protocol.)**

dennismiller@utah.gov

**General Company & Contact Information**Company Name: SOUTH DUCHESNE CULINARY WATER INC

DBA Name (if different): \_\_\_\_\_

FKA Name (if different): \_\_\_\_\_

Address: PO BOX 358City: DUCHESNE State: UT Zip: 84021Phone Number: 435 738 6400 Fax Number: 435 738 6403

(800) Number: \_\_\_\_\_

Principle Business Address: 59 WEST MAIN STREETCity: DUCHESNE State: UT Zip: 84021Corporate Book Address: SAME

City: \_\_\_\_\_ State: \_\_\_\_\_ Zip: \_\_\_\_\_

**Report Contact Person**Name: ANGELIKA P DAVIS Title: CPAPhone Number: 801 364 7474 Extension: 2Fax Number: 802 363 1362 Email: LIVINGSTONDAVIS@MSN.COM**Corporate Book Custodian**Name: MARTI HENRICKSEN Title: OFFICE MANAGERPhone Number: 435 738 6400 Extension: \_\_\_\_\_Fax Number: 435 738 6403 Email: \_\_\_\_\_

**Contact Information**

**Attorney:**

Name: \_\_\_\_\_ Title: \_\_\_\_\_  
 Firm Name: \_\_\_\_\_  
 Address: \_\_\_\_\_  
 City: \_\_\_\_\_ State: \_\_\_\_\_ Zip: \_\_\_\_\_  
 Phone Number: \_\_\_\_\_ Extension: \_\_\_\_\_  
 (800) Number: \_\_\_\_\_ Fax Number: \_\_\_\_\_

**Accountant:**

Name: ANGELIKA P DAVIS Title: CPA  
 Firm Name: LIVINGSTON DAVIS PC  
 Address: 22 EAST 100 SOUTH SUITE 300  
 City: SALT LAKE CITY State: UT Zip: 84111  
 Phone Number: 801 364 7474 Extension: 2  
 (800) Number: \_\_\_\_\_ Fax Number: 801 363 1362

**Other Contacts:**

Name: \_\_\_\_\_ Title: \_\_\_\_\_  
 Phone Number: \_\_\_\_\_ Extension: \_\_\_\_\_  
 Fax Number: \_\_\_\_\_ E-mail: \_\_\_\_\_

Name: \_\_\_\_\_ Title: \_\_\_\_\_  
 Phone Number: \_\_\_\_\_ Extension: \_\_\_\_\_  
 Fax Number: \_\_\_\_\_ E-mail: \_\_\_\_\_

Name: \_\_\_\_\_ Title: \_\_\_\_\_  
 Phone Number: \_\_\_\_\_ Extension: \_\_\_\_\_  
 Fax Number: \_\_\_\_\_ E-mail: \_\_\_\_\_

**OFFICERS AND DIRECTORS**

Report below the officers and directors of respondent at the end of the year. If there were any changes during the year, show name, title, and address of previous officer or director and date of change.

Name	Address	Official Title	Salary
JOAN ANN STEED	59 WEST MAIN STREET PO BOX 358 DUCHESNE UT 84021	PRESIDENT VICE-PRESIDENT SEC/TREASURER DIRECTOR	NONE
FRANK J STEED	SAME	DIRECTOR	NONE

Number of board of directors meetings held during year..... 12  
 Number of directors required to constitute a quorum..... 2  
 Total amount of directors' fees paid during year..... NONE

**STOCKHOLDERS**

Report below the names and addresses of the stockholders who, at the end of the year, owned or held directly or indirectly 5 percent or more of the voting securities of the respondent.

Name	Address	No, of shares	Salary
JOAN ANN STEED	59 WEST MAIN STREET PO BOX 358 DUCHESNE UT 84021	600	NONE
FRANK J STEED	SAME	400	NONE

Total shares represented by above..... 1000  
 Total number of shares at end of year..... 1000  
 Total number of stockholders at end of year..... 2

**NONCORPORATE PROPRIETORS**

If respondent is not incorporated, state the names and addresses of owners, and their respective interests.

Name	Address	Percent Interest	Salary
NONE			

### IMPORTANT CHANGES DURING THE YEAR

Give particulars concerning the following matters. Make the statements explicit and precise. Each inquiry must be answered. Only use "none" or "not applicable" if it correctly states the fact.

1. Important additions or changes in franchise rights, including the actual consideration, if any, given therefor.

NONE

2. Important additions or extensions of the water system.

NONE



**BALANCE SHEET**  
Assets and Other Debits

Account (account number)	Sch. Page No.	Balance at Beginning of Year	Balance at End of Year
<b>UTILITY PLANT</b>			
Utility plant in service (101).....		\$ 824,828.00	\$ 929,366.00
Property held for future use (103).....	9		
Utility plant purchased or sold (104).....	9		
Construction work in progress (105).....			
Accumulated depreciation and amortization of utility plant in service (108).....		\$ (135,959.00)	\$ (77,800.00)
Utility plant acquisition adjustments (114).....	9		
Accumulated amortization of utility plant acquisition adjustment (115).....			
<b>Net Utility Plant</b> .....		<b>\$ 688,869.00</b>	<b>\$ 851,566.00</b>
<b>OTHER PROPERTY AND INVESTMENTS</b>			
Non-utility property (121).....			
Accumulated depreciation and amortization of non-utility property (122).....			
Utility investments (124).....			
<b>Total Other Property &amp; Investments</b> .....			
<b>CURRENT AND ACCRUED ASSETS</b>			
Cash (131).....		\$ 11,039.00	\$ 10,724.00
Special deposits (132).....			
Customer accounts receivable (141).....			
Accumulated provision for uncollectible accounts - Credit (143).....			
Plant materials and supplies (151).....			
Miscellaneous current and accrued assets (174).....			
<b>Total Current and Accrued Assets</b> .....		<b>\$ 11,039.00</b>	<b>\$ 10,724.00</b>
<b>OTHER DEBITS</b>			
Miscellaneous deferred debits (186).....			
Accumulated deferred income taxes (190).....			
<b>Total Other Debits</b> .....			
<b>TOTAL ASSETS AND OTHER DEBITS</b> .....		<b>\$ 699,908.00</b>	<b>\$ 862,290.00</b>

<b>BALANCE SHEET</b>			
<b>Capital, Liabilities and Other Credits</b>			
<b>Account (account number)</b>	<b>Sch. Page No.</b>	<b>Balance at Beginning of Year</b>	<b>Balance at End of Year</b>
<b>EQUITY CAPITAL</b>			
Common stock issued (201).....	11	\$ 1,000.00	\$ 1,000.00
Preferred stock issued (204).....	11		
Other paid-in capital (211).....		\$ 23,410.00	\$ 11,500.00
Retained earnings (215).....	11		\$ (270,920.00)
Proprietary capital (218).....			
<b>Total Equity Capital.....</b>		<b>\$ 24,410.00</b>	<b>\$ (258,420.00)</b>
<b>LONG-TERM DEBT</b>			
Long-term debt (224).....	11	\$ 672,287.00	\$ 1,120,710.00
<b>CURRENT AND ACCRUED LIABILITIES</b>			
Accounts payable(231).....			
Notes payable (232).....			
Customer deposits (235).....			
Accrued taxes (236).....		\$ 3,211.00	\$ -
Accrued interest (237).....			
Miscellaneous current and accrued liabilities (241).....			
<b>Total Current and Accrued Liabilities.....</b>		<b>\$ 3,211.00</b>	<b>\$ -</b>
<b>OTHER CREDITS</b>			
Advances for construction (252).....			
Other deferred credits (253).....			
Accumulated deferred investment tax credits (255).....			
Miscellaneous operating reserves (265).....			
Contributions in aid of construction (271).....	12		
Accumulated amortization of contributions in aid of construction (272).....			
Accumulated deferred income taxes - accelerated amortization (281).....			
Accumulated deferred income taxes - liberalized depreciation (282).....			
Accumulated deferred income taxes - other (283).....			
<b>Total Other Credits.....</b>			
<b>TOTAL CAPITAL, LIABILITIES AND OTHER CREDITS.....</b>		<b>\$ 699,908.00</b>	<b>\$ 862,290.00</b>

<b>INCOME STATEMENT</b>			
Account (account number)	Sch. Page No.	Amount for Preceding Year	Amount for Current Year
<b>UTILITY OPERATING INCOME</b>			
Operating revenues (400).....		\$ 113,774.00	\$ 196,403.00
<b>OPERATING EXPENSES</b>			
Operation and maintenance expenses (410).....		\$ 147,210.00	\$ 258,757.00
Depreciation expenses (403).....		\$ 41,318.00	\$ 19,900.00
Amortization of utility plant acquisition adjustments (406).....			
Amortization expense - other (407).....			
Taxes other than income (408).....			\$ 17,449.00
Income taxes - utility operating income (409.10).....			
Deferred income taxes (410.10).....			
Provision for deferred income taxes - Credit, utility operating income (411.10).....			
Investment tax credits deferred to future periods, utility operations (412.10).....			
Investment tax credits restored to operating income, utility operations (412.11).....			
<b>Total Operating Expenses</b> .....		<b>\$ 188,528.00</b>	<b>\$ 296,106.00</b>
<b>NET UTILITY OPERATING INCOME (LOSS)</b> .....		<b>\$ (74,754.00)</b>	<b>\$ (99,703.00)</b>
<b>OTHER INCOME AND DEDUCTIONS</b>			
Interest and dividend income (419).....			
Allowance for funds used during construction (420).....			
Non-utility income (421).....			\$ 1,200.00
Miscellaneous non-utility expenses (426).....			
Interest expense (427).....			
<b>Net Other Income and Deductions</b> .....			<b>\$ 1,200.00</b>
<b>TAXES APPLICABLE TO OTHER INCOME AND DEDUCTIONS</b>			
Taxes other than income (408).....			
Income taxes, other income and deductions (409.20).....			
Provision for deferred income taxes, other income and deductions (410.20).....			
Provision for deferred income taxes - Credit other income and deductions (411.20).....			
Investment tax credits - net, non-utility operations (412.20).....			
Investment tax credits restored to non-operating income, utility operations (412.30).....			
<b>Total Taxes Applicable to Other Income and Deductions</b> .....			<b>\$ -</b>
<b>NET INCOME (LOSS)</b> .....		<b>\$ (74,754.00)</b>	<b>\$ (98,503.00)</b>

<b>CAPITAL STOCK (201 AND 204)</b>					
<b>End of Current Year</b>					
<b>Description</b>	<b>Common Stock</b>	<b>Preferred Stock</b>			
Shares authorized.....	50,000.00	0.00			
Shares issued and outstanding.....	1,000.00				
Par or stated value per share.....	1.00				
Total par value or stock issued.....	1,000.00				
Total dividends declared per share during year.....	0.00				
<b>RETAINED EARNINGS (215)</b>					
<b>Description</b>	<b>Appropriated</b>	<b>Unappropriated</b>			
Balance at beginning of current year.....	\$ -	\$ -			
Balance transferred from income.....		\$ (98,503.00)			
Other credit (explain)					
Dividends declared - common stock.....					
Dividends declared - common stock.....					
Other debits (explain)					
<b>BEGINNING BALANCE ADJUSTMENT</b>		<b>\$ (172,417.00)</b>			
Balance at end of current year.....	\$ -	\$ (270,920.00)			
<b>LONG-TERM DEBT (224)</b>					
<b>Description of Obligation</b>	<b>Nominal Date of Issue</b>	<b>Date of Maturity</b>	<b>Interest Rate %</b>	<b>Interest Paid</b>	<b>Principal at End of Current Year</b>
HIGHLAND DEVELOPMENT	2001	OPEN	7.50%	\$ -	\$ 332,500.00
FRANK STEED	2002	OPEN	7.50%	\$ -	\$ 19,000.00
HIGHLAND DEVELOPMENT	2003	OPEN	7.50%	\$ -	\$ 91,984.00
DUCHESNE LAND	2004	OPEN	7.50%	\$ -	\$ 351,505.00
DUCHESNE LAND	2005	OPEN	7.50%	\$ -	\$ 158,293.00
DUCHESNE LAND	2006	OPEN	7.50%	\$ -	\$ 167,428.00
<b>Totals.....</b>				<b>\$ -</b>	<b>\$ 1,120,710.00</b>

<b>CONTRIBUTIONS IN AID OF CONSTRUCTION (271)</b>		
<b>Description</b>	<b>Amount for Preceding Year</b>	<b>Amount for Current Year</b>
Balance at beginning of year.....	\$ -	\$ -
Capacity charges.....		
Main extension charges.....		
Customer connection charges.....		
Contributions from developers or contractors.....		
Other (explain) ..... ..... .....		
Balance at end of year.....	\$ -	\$ -
Amount of contributions amortized during the year and credited to depreciation expense (403).....	\$ -	\$ -

SOURCE OF WATER SUPPLY Current Year		
Source (including general location)	Annual Quantity in Gallons	Annual Cost
CITY OF DUCHESNE	14,934,805.00	\$ 10,066.00
Totals.....	14,934,805.00	\$ 10,066.00

  

WATER TRANSMISSION AND DISTRIBUTION MAINS			
Type (cast iron, steel, etc.)	Diameter (inches)	Feet in Service	
		Beginning of Current Year	End of Current Year
PLASTIC PIPE	4	19200	38400
PLASTIC PIPE	8	15000	16175
STEEL PIPE	8	21350	21350
Totals.....		55550	75925

  

WATER STORAGE RESERVOIRS		
Description and Location	Year Installed	Capacity
STORAGE TANK	2,001.00	30,000.00
STORAGE TANK	2,004.00	300,000.00
Totals.....		330,000.00







WATER OPERATING REVENUE ACCOUNTS (400)			
Accounts (account number)	Gallons of Water Sold During Year	Amount for Preceding Year	Amount for Current Year
<b>WATER SALES</b>			
<b>Unmetered Water Customers</b>			
Unmetered residential customers (460.1).....			
Unmetered commercial customers (460.2).....			
Unmetered industrial customers (460.3).....			
Unmetered public authorities (460.4).....			
Unmetered multiple family dwellings (460.5).....			
Unmetered sales - other (460.6).....			
<b>Total Unmetered Water Customers.....</b>			
<b>Metered Water Customers</b>			
Metered residential customers (461.1).....	\$ 14,934,805.00	\$ 35,110.00	\$ 69,903.00
Metered commercial customers 461.2).....			
Metered industrial customers (461.3).....			
Metered public authorities (461.4).....			
Metered multiple family dwellings (461.5).....			
Metered sales - other.....			
<b>Total Metered Water Customers.....</b>	<b>\$ 14,934,805.00</b>	<b>\$ 35,110.00</b>	<b>\$ 69,903.00</b>
Fire protection customers (462).....			
Irrigation customers (465).....			
Sales for resale customers (466).....			
Guaranteed revenues (469) (provide details).....			
<b>Total Water Sales Customers.....</b>			
<b>OTHER WATER REVENUES (474)</b>			
Forfeited discounts.....			
Miscellaneous service revenues.....			
Rents from water property.....			
Stand by or ready to serve fees.....			
Turn on fees.....		\$ 43,190.00	\$ 126,500.00
Turn off fees.....		\$ 35,474.00	\$ -
<b>Total Other Water Revenues.....</b>		<b>\$ 78,664.00</b>	<b>\$ 126,500.00</b>
<b>TOTAL WATER OPERATING REVENUES.....</b>		<b>\$ 113,774.00</b>	<b>\$ 196,403.00</b>
<b>CUSTOMERS</b>			<b>Year End Customers</b>
Number of customers served at end of year.....			98.00
Number of customers connected but not served at end of year.....			0.00
Number of finished lots ready for hook-up at end of year.....			200.00
Number of unfinished lots or potential customers at end of year.....			350.00
<b>Total Number of Served and Potential Customers at End of Year.....</b>			<b>648.00</b>

<b>WATER OPERATION AND MAINTENANCE EXPENSE ACCOUNTS (401)</b>		
<b>Account (account number)</b>	<b>Amount for Preceding Year</b>	<b>Amount for Current Year</b>
Salaries and wages - employees (601).....	\$ 89,360.00	\$ 138,669.00
Salaries and wages - officers, directors, and majority stockholders (603).....		
Employee pensions and benefits (604).....		\$ 10.00
Purchased water (610) (provide details):		\$ 10,066.00
.....		
.....		
.....		
Purchased power (615).....		
Fuel for power production (616).....		
Chemical (618).....		
Materials and supplies (620).....	\$ 2,603.00	\$ 699.00
Contractual Services - billing (630).....		
Contractual Services - professional (631).....	\$ 45,552.00	\$ 3,471.00
Contractual Services - testing (635).....	\$ 994.00	\$ 1,190.00
Contractual Services - other (636) (provide details):		
<b>CONTRACT LABOR</b>		<b>\$ 24,096.00</b>
.....		
.....		
.....		
Rents (640) (provide details):		
.....		
.....		
Transportation expenses (650).....		\$ 10,911.00
Insurance expense (655).....		\$ 3,730.00
Regulatory commission expense (665).....		
Bad Debt expense (670).....		
Miscellaneous expense (675) (provide details):		
other supplies.....	\$ 100.00	
postage.....	\$ 36.00	\$ 566.00
utilities.....	\$ 7,562.00	\$ 8,039.00
<b>BANK FEES</b>	<b>\$ 86.00</b>	<b>\$ 144.00</b>
<b>LICENSES</b>	<b>\$ 211.00</b>	<b>\$ 676.00</b>
<b>TELEPHONE</b>	<b>\$ 401.00</b>	<b>\$ 634.00</b>
<b>REPAIRS &amp; MAINTENANCE</b>	<b>\$ 305.00</b>	<b>\$ 48,751.00</b>
<b>TRAINING</b>		<b>\$ 645.00</b>
<b>FEES</b>		<b>\$ 291.00</b>
<b>DONATIONS</b>		<b>\$ 350.00</b>
<b>DUES</b>		<b>\$ 438.00</b>
<b>OFFICE</b>		<b>\$ 704.00</b>
<b>TRAVEL</b>		<b>\$ 541.00</b>
<b>WORKERS COMPENSATION</b>		<b>\$ 4,136.00</b>
.....		
.....		
<b>TOTAL WATER OPERATION AND MAINTENANCE EXPENSES.....</b>	<b>\$ 147,210.00</b>	<b>\$ 258,757.00</b>