

The Commonwealth of Massachusetts

Annual

RETURN

OF THE

Pinehills Water Company, Inc.

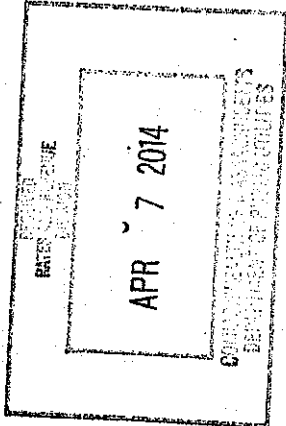
WATER COMPANY

TO THE

DEPARTMENT OF PUBLIC UTILITIES

OF MASSACHUSETTS

For the Year Ended December 31, 2013



Name of Officer to whom correspondence should be addressed regarding this report, }

John J. Judge

Official title... Clerk.....;

Office address, 33 Summerhouse Drive

Plymouth MA..... zip code 02360

GENERAL INFORMATION

PRINCIPAL AND SALARIED OFFICERS*

Titles	Names	Addresses	Annual Salaries
President	Stephen R. Karp	3 Possum Road Weston, MA 02193	None
Treasurer	Steven S. Fishman	60 Colbert Road West Newton MA 02465	None
Clerk	John J. Judge	19 Susan Carstey Way Sandwich MA 02563	None

DIRECTORS*

Names	Addresses	Fees Paid During Year
Stephen R. Karp	3 Possum Rd Weston MA 02193	None
Steven S. Fishman	60 Colbert Rd W. Newton MA 02465	None

*By General Laws, Chapter 184, Section 53, the Return must contain a "List of names of all their salaried officers and the amount of the salary paid to each," and by Section 77, the department is required to include in its annual report "the names and addresses of the principal officers and of the directors."

GENERAL INFORMATION.

1. Full corporate title company, Pinehills Water Company, Inc. Telephone No. 508-229-9000
2. Location of principal business office, 33 Summerhouse Dr. Plymouth MA 02360
3. Date of organization, March 22, 2001 4. Date of incorporation, March 22, 2001
5. Whether incorporated under general or special law, General Law
6. If under special law, give chapter and year of act, N/A
7. Give chapter and year of any subsequent special legislation affecting the Company, N/A
8. Territory covered by charter rights, N/A
9. Capital stock authorized by charter, \$ 2,000,000 (200,000 shares @ \$10.00/share par value)
10. ~~Capital stock~~ issued prior to August 1, 1914, \$ None
11. Capital stock issued with approval of Board of Gas and Electric Light Commissioners or the Department of Public Utilities since August 1, 1914, None

shares of par value of \$ each \$

12. If additional stock has been issued during the last fiscal period, give the date, amount and price thereof, the date or dates on which the same was paid in, and the number of shares so sold and the amounts realized: — D.P.U. No.
None
13. Management Fees and Expenses during the Year.

List all individuals, associations, corporations or concerns with whom the company has any contract or agreement, covering management or supervision of its affairs such as accounting, financing, engineering, construction, purchasing, operation, etc. and show the total amount paid to each for the year.

1) Sarian Co = \$463,410.37

2) Horsley + Wither = \$73,480.57 3) P.S. Water Services = \$91,820.00

4) Pine Springs Realty = \$604,461.68
14. Date when Company first began to distribute and sell water, July 1, 2001
15. Total number of stockholders, 1
16. Number of stockholders resident in Massachusetts, 1
17. Amount of stock held in Massachusetts, number of shares, 1,000, amount, \$ 2,000 (1,000 shares @ \$2/share)

COMPARATIVE GENERAL BALANCE SHEET.

The entries in this balance sheet should be consistent with those in the supporting schedules on the pages indicated. All credit items hereunder should be in red ink.

Line No.	Balance at Beginning of Year. (a)	ASSETS. (b)	Balance at Close of Year. (c)	Net Change During Year (Increase in Black, Decrease in Red). (d)
		INVESTMENTS		
1	\$ 6,542,720.60	101-113 Plant Investment (p. 202), *	\$ 6,768,600.53	\$ 225,879.93
2	0	114-119 General Equipment (p. 202),	0	0
3	0	201 Unfinished Construction (p. 202),	0	0
4	0	202 Miscellaneous Physical Property (p. 208),	0	0
5	0	208 Other Investments (p. 208),	0	0
6	6,542,720.60	Total Investments,	6,768,600.53	225,879.93
		CURRENT ASSETS		
7	173,536.66	204 Cash,	183,793.52	10,256.86
8	199,321.34	205 Special Deposits,	241,657.63	42,336.29
9	0	206 Notes Receivable,	0	0
10	212,585.44	207 Accounts Receivable,	220,016.35	7,430.91
11	0	208 Interest and Dividends Receivable,	0	0
12	0	209 Materials and Supplies,	0	0
13	0	210 Other Current Assets	0	0
14	585,443.44	Total Current Assets,	645,467.50	60,024.06
		RESERVE FUNDS.		
15	0	211 Sinking Funds,	0	0
16	0	212 Insurance and Other Funds,	0	0
17	0	Total Reserve Funds,	0	0
		PREPAID ACCOUNTS.		
18	5,854.45	213 Prepaid Insurance,	6,301.86	447.41
19	0	214 Prepaid Interest,	0	0
20	(33.68)	215 Other Prepayments,	(71.60)	(37.92)
21	5,820.77	Total Prepaid Accounts,	6,230.26	409.49
		UNADJUSTED DEBITS.		
22	0	216 Unamortized Dept Discount Exp (p. 208),	0	0
23	0	217 Property Abandoned,	0	0
24	0	218 Other Unadjusted Debits (p. 203),	0	0
25	0	Total Unadjusted Debits,	0	0
26	7,133,984.81	GRAND TOTAL,	7,420,298.29	286,313.48

* At the end of 2012 the company had a \$6,542,720.60 contributed plant balance, such contributions are made when the vast portions of the overall development has been completed. Water service has been provided over the leased facilities and the contributed facilities. Final work on portions ("neighborhoods") of the Pinehills was completed in 2013. With that completion, certain additional contributions were made in 2013. Additional contributions will be forthcoming as the Pinehills continues to build out.

COMPARATIVE GENERAL BALANCE SHEET.

The entries in this balance sheet should be consistent with those in the supporting schedules on the pages indicated.
All debit items hereunder should be in red ink.

Line No.	Balance at Beginning of Year.		LIABILITIES.	Balance at close of Year.		Net Change During Year (Increase in Black, Decrease in Red).	
	(a)			(c)		(d)	
1	\$	*	CAPITAL STOCK	\$	*	\$	*
2							
3		10.00	301 Common Stock (p. 204),		10.00		0
4		0	302 Preferred Stock (p. 204),		0		0
5		0	303 Employees' Stock (p. 204),		0		0
6		10.00	Total Capital Stock,		10.00		0
7							
8		1,990.00	304 Premium on Capital Stock,		1,990.00		0
9							
10	*	*	BONDS, COUPON AND LONG TERM NOTES.	*	*	*	*
11							
12		0	305 Bonds (p. 204),		0		0
13		0	306 Coupon and Long Term Notes (p. 204),		0		0
14		0	Total Bonds, Coupon and Long Term Notes,		0		0
15	*	*	CURRENT LIABILITIES	*	*	*	*
16		148,000.00	307 Notes Payable (p. 205),		148,000.00		0
17		231,460.06	308 Accounts Payable,		231,460.15		26,352.09
18		0	309 Consumers' Deposits,		0		0
19		0	310 Matured Interest Unpaid,		0		0
20		0	311 Dividends Declared,		0		0
21		16,860.53	312 Other Current Liabilities,		2,950.00		(7910.53)
22		390,320.59	Total Current Liabilities,		408,767.15		18,446.56
23	*	*	ACCRUED LIABILITIES.	*	*	*	*
24		0	313 Tax Liability,		0		0
25		0	314 Interest Accrued,		0		0
26		0	315 Other Accrued Liabilities,		0		0
27		0	Total Accrued Liabilities		0		0
28	*	*	UNADJUSTED CREDITS.	*	*	*	*
29		0	316 Premium on Bonds (p. 205),		0		0
30		0	317 Other Unadjusted Credits (p. 205),		0		0
31		0	Total Unadjusted Credits,		0		0
32	*	*	RESERVES	*	*	*	*
33		0	318 Insurance and Casualty Reserve,		0		0
34		641,710.84	319 Depreciation Reserve (p. 204),		734,785.85		93,075.01
35		198,943.62	320 Other Reserves,		240,930.61		41,486.99
36		840,654.46	Total Reserves,		975,716.46		135,062.00
37	*	*	APPROPRIATED SURPLUS.	*	*	*	*
38		0	321 Sinking Fund Reserves,		0		0
39		6542,720.60	322 Contributions for Extensions,		6,768,600.53		225,879.93
40		0	324 Surplus Invested in Plant,		0		0
41		6,542,720.60	Total Appropriated Surplus,		6,768,600.53		225,879.93
42		(641,710.84)	400 Profit and Loss Balance (p. 301),†		(734,785.85)		(93,075.01)
43		5,901,009.76	Total Corporate Surplus, ‡		6,033,814.68		132,804.92
44							
45		2,133,984.81	GRAND TOTAL.		2,420,298.29		286,313.48

* Please see footnote on page 200.

† Show the amount in red, if a deficit

MISCELLANEOUS PHYSICAL PROPERTY.
Give particulars of all investments of the respondent in physical property not devoted to utility operation.

Line No.	DESCRIPTION AND LOCATION OF MISCELLANEOUS PHYSICAL PROPERTY HELD AT END OF YEAR. (a)	Book Value at End of Year. (b)	Revenue for the Year. (c)	Expense for the Year. (d)	Net Revenue for the Year. (e)
1	\$	\$	\$	\$
2				
3				
4				
5	TOTALS,				

OTHER INVESTMENTS.
Give particulars of investments in stocks, bonds, etc., held by the respondent at end of year.

	DESCRIPTION OF SECURITY HELD BY RESPONDENT. (a)	Amount. (b)
6	.....	\$ .....
7	.....
8	.....
9	TOTAL,	

UNAMORTIZED DEBT DISCOUNT AND EXPENSE.
Give an analysis of the respondent's account and (or) expense on bonds, coupon or short term notes. If the account represents only the expense incurred in connection with the issue, the word "Discount" should be erased. Entries in Col. (d) should be consistent with the returns made on page 301, Schedules of Income and Profit and Loss.

	NAME OF SECURITY (a)	Unextinguished Discount at Beginning of Year. (b)	Discount on Bonds etc., Issued During Year. (c)	Discount Written off During Year. (d)	Unextinguished Discount at Close of Year. (e)
10	\$	\$	\$	\$
11				
12				
13				
14				
15	TOTALS,				

OTHER UNADJUSTED DEBITS.
Give an analysis of the above-entitled account as of close of year, showing in detail each item or subaccount amounting to \$500 or more. Items less than \$500 may be combined in a single entry "Minor Items in number, each less than \$500," giving the number of items thus combined.

	DESCRIPTION AND CHARACTER OF UNADJUSTED DEBITS (a)	Balance at Beginning of Year. (b)	Amount Added During Year. (c)	Amount Written off During Year. (d)	Balance at Close of Year. (e)
16	\$	\$	\$	\$
17				
18				
19				
20				
21	TOTALS,				

SUNDRY CURRENT LIABILITIES.

NOTES PAYABLE.							
Line No.	Name of Creditor. (a)	Date of Issue. (b)	Date of Maturity. (c)	How Secured. (d)	Rate of Interest. (e)	Amount. (f)	
1	PS Water Services, LLC	7.00.1	Line of Credit			\$ 103,000.00	
2	PS Water Services, LLC	7.00.2	Line of Credit			45,000.00	
3							
4							
5							
6							
7							
8	TOTAL						148,000.00

PREMIUM ON BONDS.

Give an analysis of the respondent's accounts covering premium on bonds or other evidences of indebtedness. Entries in Col. (d) should be consistent with the returns made on page 301, Schedules of Income and Profit and Loss.

Line No.	NAME OF SECURITY. (a)	Unextinguished Premium at Beginning of Year.		Premium on Bonds Issued During Year.		Premium Written Off During Year.		Unextinguished Premium at End of Year.	
		(b)	(c)	(d)	(e)	(f)	(g)	(h)	
9		\$		\$		\$		\$	
10	N/A								
11									
12	TOTALS								

OTHER UNADJUSTED CREDITS.

Give the names in Col. (a) and indicate the character, in Col. (b), of the several subaccounts which appear as "Other Unadjusted Credits." For items less than \$1,000, a single entry may be made under the caption "Minor accounts" in number, each less than \$1,000, stating the number.

Line No.	NAME OF SUBACCOUNT. (a)	Character of Subaccount. (b)	Amount. (c)
13			\$
14			
15	N/A		
16			
17			
18	TOTAL		

DEPRECIATION RESERVE.

Show below the amount credited during the year to Depreciation Reserve, and the amount charged to Depreciation Reserve on account of property retired. Also the balance in the account at the close of the year.

Line No.	(a)	Amount (b)	
1	Balance at beginning of year,	\$ (641,710	84)
2	Credits to Depreciation Reserve during year:	(93,075	01)
3	Acct. 610-10 Depreciation,		
4	Other Accounts (Specify),		
5	.....	
6	TOTAL CREDITS DURING YEAR,	(734,785	85)
7	Net Charges for Plant Retired:		
8	Book Cost of Plant Retired,		
9	Cost of Removal,		
10	Salvage (Credit in red),		
11	.....	
12	NET CHARGES DURING YEAR,		
13	Balance December 31, 2013	(734,785	85)

BASES OF DEPRECIATION CHARGES.

Give in detail the rule and rates by which the respondent determined the amount charged to operating expenses and other accounts, and credited to Depreciation Reserve. Report also the depreciation taken for the year for federal income tax purposes.

14	<i>Transmission & Distribution mains 1.3%</i>
15	<i>Services 2%</i>
16	<i>Hydrants 2%</i>
17	<i>Meters 2%</i>
18	.....
19	.....

INCOME STATEMENT FOR THE YEAR.

Give the Income Account of the respondent for the year ended December 31, in accordance with the Uniform System of Accounts for Water Companies.

Line No.	Acc't No.	ITEM (a)	Amount (b)		Comparison with Previous Year. (Increase in Black, Decrease in Red.) (c)	
1		OPERATING INCOME.	*	*	*	*
2	500	Operating Revenues (p. 302),	\$1,385,386	24	\$1,009,889	22
3	600	Operating Expenses (pp. 302-303),	1,457,619	73	1,011,753	61
4		Net Operating Revenues,	(72,233)	49	(764)	39
5	550	Uncollectible Operating Revenues,	(11,213)	14	(1049)	68
6	551	Taxes (p. 303),	19,977	68	(62)	53
7		Net Operating Income,	(93,424)	21	(1,751)	54
8		NON-OPERATING INCOME.	*	*	*	*
9	560	Mdse. and Jobbing Revenue,*	0		0	
10	561	Rent from Appliances,	0		0	
11	562	Miscellaneous Rent Income,	0		0	
12	563	Interest and Dividend Income,	349	30	125	61
13	564	Inc. from Sink. and Other Res. Funds,	0		0	
14	565	Amortization of Premium on Bonds (p. 204),	0		0	
15	566	Miscellaneous Non-operating Income,	0		0	
16		Total Non-operating Income,	349	30	125	61
17		GROSS INCOME	349	30	125	61
18		DEDUCTIONS FROM GROSS INCOME.	*	*	*	*
19	575	Miscellaneous Rents,	0		0	
20	576	Interest on Bonds and Coupon Notes,	0		0	
21	577	Miscellaneous Interest Deductions,	0		0	
22	578	Amortization of Discount (p. 203),	0		0	
23	579	Miscellaneous Deductions from Income,	0		0	
24		Total Deductions from Gross Income,	0		0	
25		Income Balance transferred to Profit and Loss,	43,075	01	(1,625)	93

PROFIT AND LOSS STATEMENT.

Show hereunder the items of the Profit and Loss Account of the respondent, classified in accordance with the Uniform System of Accounts for Water Companies.

	Acc't No.	ITEM (a)	Debits (b)		Credits (c)	
26		CREDITS.	\$	*	*	*
27	401	Credit Balance at Beginning of Fiscal Period (p. 201),	*	*	(641,710)	84
28	402	Credit Balance transferred from Income Acct. (p. 301),	*	*	*	*
29	403	Miscellaneous Credits, (note),	*	*	*	*
30		DEBITS.	*	*	*	*
31	411	Debit Balance at Beginning of Fiscal Period (p. 201),	(93,075)	01	*	*
32	412	Debit Balance transferred from Income Acct. (p. 301),	*	*	*	*
33	413	Surplus applied to Sinking Fund and Other Reserves,	*	*	*	*
34	414	Dividend Appropriations of Surplus (p. 302),	*	*	*	*
35	415	Appropriations of Surplus for Depreciation (p. 204),	*	*	*	*
36	416	Disc't on Bonds Exting'd through Surplus (p.203),	*	*	*	*
37	417	Other Deductions from Surplus, (note),	*	*	*	*
38	418	Appropriations of Surplus for Construction,	*	*	*	*
39		Balance carried Forward to Balance Sheet,	*	*	*	*
40		TOTALS,	(93,075)	01	(641,710)	84

41 (Note) Explain below amounts entered as Other Deductions from Surplus or Miscellaneous Credits:
 42
 43 *N/A*
 44
 45

*In case the Merchandising and Jobbing business shows a loss, the amount should appear in red.

OPERATING REVENUES.
State the operating revenues of the respondent for the year ended December 31, classified in accordance with the Uniform System of Accounts.

Line No.	Acc't No.	CLASS OF WATER OPERATING REVENUE, (a)	Amount of Revenue for Year, (b)	Comparison with Revenue of Preceding Year, (Increase or Decrease in Red.) (c)
1		REVENUES FROM SALE OF WATER.		
2	501	Metered Sales to General Consumers.....	\$ 7,95,849.65	\$ 3,71,755.45
3	502	Flat-rate Sales to General Consumers,	0	0
4	503	Sales to Other Water Companies,	0	0
5	504	Municipal Hydrants,	0	0
6	505	Miscellaneous Municipal Revenues,	0	0
7		Total Revenues from Water Operations,	7,95,849.65	3,71,755.45
8		MISCELLANEOUS REVENUES.		
9	506	Rent from Property used in Operation,	0	0
10	507	Miscellaneous Operating Revenues,	589,536.59	63,233.77
11		Total Revenues from Miscellaneous Operation,	589,536.59	63,233.77
12		Total Operating Revenues,	1,385,386.24	1,00,989.22

DIVIDENDS DECLARED DURING THE YEAR.

Give particulars of dividends on each class of stock during the year, and charged to Profit and Loss. This schedule shall include only dividends that have been declared by the Board of Directors during the fiscal year.

Line No.	NAME OF SECURITY ON WHICH DIVIDEND WAS DECLARED. (a)	RATE PER CENT		Amount of Capital Stock on which Dividend was Declared. (d)	Amount of Dividend. (e)	Declared. (f)	DATE	Payable. (g)
		Regular. (b)	Extra. (c)					
13				\$	\$			
14								
15								
16								
17								
18								
19								
20								
21								
22								
23								
24								
TOTALS,								
TOTAL,								

OPERATING EXPENSES.

(For companies having average operating revenues of more than \$15,000.)
 State the operating expenses of the respondent for the year ended December 31, classifying them in accordance with the Uniform System of Accounts.

Line No.	Account No.	NAME OF OPERATING EXPENSE ACCOUNT. (a)	Amount of Operating Expenses for Year. (b)		Comparison with Previous Year. (Increase in Black, Decrease in Red.) (c)	
1		SOURCE OF WATER SUPPLY EXPENSES.	* * * *	*	* * * *	*
2	601- 1	Maintenance of Water Supply Buildings and Fixtures,	134,218	22	15,038	42
3	601- 2	Maintenance of Surface Source of Supply Facilities,	0		0	
4	601- 3	Maintenance of Ground Source of Water Supply,	0		0	
5		Total Source of Water Supply Expenses,	134,218	22	15,038	42
6	602	Water Purchased for Resale,	604,461	68	(2,828)	01
7		PUMPING EXPENSES.	* * * *	*	* * * *	*
8	603- 1	Pumping Labor,	80,019	65	5,017	48
9	603- 2	Boiler Fuel,	4,554	44	173	74
10	603- 3	Water for Steam,	0		0	
11	603- 4	Electric Power Purchased,	54,651	53	12,591	20
12	603- 5	Miscellaneous Pumping Station Supplies and Expenses,	5,861	59	(201)	91
13	604- 1	Maintenance of Power Pumping Buildings and Fixtures,	61,560	97	6,560	97
14	604- 2	Maintenance of Pumping Equipment,	12,305	23	(6,653)	06
15	604- 3	Maintenance of Miscellaneous Pumping Plant Equipment,	730	04	730	04
16		Total Pumping Expenses,	164,683	45	18,218	46
17		PURIFICATION EXPENSES.	* * * *	*	* * * *	*
18	605- 1	Purification Labor,	68,718	71	3,039	85
19	605- 2	Purification Supplies and Expenses,	20,174	82	1,148	57
20	606- 1	Maintenance of Purification Buildings and Fixtures,	0		0	
21	606- 2	Maintenance of Purification Equipment,	0		0	
22		Total Purification Expenses,	88,893	53	4,188	42
23		TRANSMISSION AND DISTRIBUTION EXPENSES.	* * * *	*	* * * *	*
24	607	Inspecting Customers' Installations,	28,554	90	9,580	20
25	608	Miscellaneous Trans. and Dist. Supplies and Expenses,	0		0	
26	609- 1	Maintenance of Trans. and Dist. Buildings and Fixtures,	0		0	
27	609- 2	Maintenance of Trans. and Dist. Mains,	17,331	45	5,956	15
28	609- 3	Maintenance of Storage, Reservoirs, Tanks and Standpipes,	41,651	90	28,481	90
29	609- 4	Maintenance of Services,	997	55	338	25
30	609- 5	Maintenance of Meters,	(2,550)	40	(19,927)	43
31	609- 6	Maintenance of Hydrants,	11,338	80	7,967	52
32	609- 7	Maintenance of Fountains and Troughs,	0		0	
33		Total Trans. and Dist. Expenses,	96,319	20	32,401	59
34		GENERAL AND MISCELLANEOUS EXPENSES.	* * * *	*	* * * *	*
35	610- 1	Salaries of General Officers and Clerks,	198,928	07	27,085	01
36	610- 2	General Office Supplies and Expenses,	4,225	46	(2,191)	80
37	610- 3	Law Expense - General,	0		0	
38	610- 4	Insurance,	12,101	59	1,170	26
39	610- 5	Accidents and Damages,	0		0	
40	610- 6	Store Expenses,	0		0	
41	610- 7	Transportation Expenses,	0		0	
42	610- 8	Inventory Adjustments,	0		0	
43	610- 9	Maintenance of General Structures,	0		0	
44	610-10	Depreciation,	93,025	01	1,625	93
45	610-11	Miscellaneous General Expenses,	60,713	52	12,045	33
46		Total General and Miscellaneous Expenses,	369,043	65	34,734	73
47		GRAND TOTAL OPERATING EXPENSES	1,452,619	73	101,753	61

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OPERATING EXPENSES

(For companies having average operating revenues not exceeding \$15,000.00)

State the operating expenses of the respondent for the year ended December 31, classifying them in accordance with the Uniform System of Accounts.

Line No.	Account No.	Name of Operating Expense Account (a)	Amount of Operating Expenses for Year (b)	Comparison with Previous Year (Increase in Black, Decrease in Red) (c)
25	601	Maint. Of Source of Water Supply		
26	602	Water Purchased for Resale		
27	603	Pumping Labor		
28	604	Maint. of Pumping Plant		
29	605	Purification Labor, Supplies & Expenses		
30	606	Maint. of Purification Buildings and Equipment		
31	607	Inspecting Customers' Installations		
32	608	Misc. Trans. And Dist. Supplies and Expenses		
33	609	Maint. of Trans. And Dist. System		
34	610-10	Depreciation		
35	610-1-11	General and Miscellaneous Expenses		
36				
37		TOTAL OPERATING EXPENSES		

TAXES

Kind of Tax	Federal	State	Municipal	Total
48. Real Estate Tax			19,521.68	19,521.68
49. MA State Income Tax		456.00		456.00
50.				
51.				
52.				
53.				
54.				
55.				
56.				
57. Totals				

REAL ESTATE INFORMATION.

1. Land owned by the Company.

	Location.	Use.
A.		
B.		
C.		
D.		
E.	N/A	
F.		
G.		
H.		
I.		
J.		

	Area.	When Bought.	Cost.
A.			
B.			
C.			
D.			
E.	N/A		
F.			
G.			
H.			
I.			
J.			

2. Buildings owned by the Company.

	Location.	Use.
A.		
B.		
C.		
D.		
E.	N/A	
F.		
G.		
H.		
I.		
J.		
K.		

	Size.	Material.	When Built.	Cost.
A.				
B.				
C.				
D.				
E.	N/A			
F.				
G.				
H.				
I.				
J.				
K.				

* By cost is meant the original cost of installation, not the Book Value.

SUPPLY INFORMATION.

1. Give a full and complete description of the source or sources from which water is obtained. State whether these sources are owned or leased by the Company. If they are leased, quote the terms of the leases. Give the date of the latest opinion of the Department of Public Health regarding each of these sources of supply.

See Attachment I

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2. Watersheds owned by the Company.

	Location.	Area.	When Bought.	Cost.*	
A.
B.
C.
D.

Remarks:

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3. Give a full and complete description of any water supply rights that are owned by the Company and state when they were bought and what was paid for them.

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* By cost is meant the original cost of installation, not the Book Value.

SUPPLY INFORMATION — Continued.

4. Wells.

	Location.	Inside Dimensions.	Depth Below High Water.	Covered or Uncovered.	When Built.	Cost.*	
A.	<i>431 Beaver Dam Rd.</i>	<i>18"</i>	<i>32 feet *</i>	<i>Covered.</i>	<i>1999</i>	<i>284,237</i>	<i>00</i>
B.	<i>431 Beaver Dam Rd.</i>	<i>18"</i>	<i>32 feet *</i>	<i>Covered.</i>	<i>1999</i>		
C.	<i>431 Beaver Dam Rd.</i>	<i>18"</i>	<i>32 feet *</i>	<i>Covered.</i>	<i>1999</i>		
D.							
E.							
F.						<i>284,237</i>	<i>00</i>

** Below Grade*

5. Give a full and complete description of the wells.

See Attachment I

6. Reservoirs.

	Location	Area at Surface When Full.	Full Capacity in Gallons.	When Built.	Cost.*	
A.	<i>248 Old Sandwich Rd.</i>	<i>10,680 sq. ft.</i>	<i>2 million gallons.</i>	<i>2006</i>	<i>945,000</i>	<i>00</i>
B.						
C.						
D.						
E.						
F.					<i>945,000</i>	<i>00</i>

7. Describe the reservoirs, stating to what extent they are artificial; to what extent their bottoms were cleaned before being put into service; to what extent their slopes and bottoms are paved; what provisions have been made for raising the water level and increasing the capacity; and give the character of construction of any dams.

See Attachment I

* By cost is meant the original cost of installation, not the Book Value.

PUMPING INFORMATION.

1. Give a general description of the method employed for delivering the water to the consumers, stating whether gravity is utilized or not; whether the company owns a pumping station or not; and giving all other pertinent information.....

See Attachment II

2. BOILERS.

This schedule not presently used

3. CHIMNEYS.

This schedule not presently used

4. PUMPING ENGINES, STEAM-ACTUATED.

This schedule not presently used

5. PUMPS, DRIVEN BY CONNECTED POWER.

LOCATION.		TYPE.	NAME OF BUILDER.	WHEN INSTALLED.	COST.*		
A.	<i>431 Beaver Dam Rd. (A+B)</i>	<i>Vertical</i>	<i>Goulds</i>	<i>4/15/00</i>	<i>1,486,700</i>	<i>00</i>	
B.		<i>turbine</i>	<i>Goulds</i>	<i>4/25/00</i>			
C.	<i>431 Beaver Dam Rd.</i>	<i>submersible</i>	<i>Goulds</i>	<i>4/15/00</i>	<i>449,537</i>	<i>00</i>	
D.							
E.	<i>248 Old Sandwich Rd.</i>	<i>In-Line</i>	<i>Goulds</i>	<i>9/25/06</i>	<i>457,800</i>	<i>00</i>	
F.	<i>248 Old Sandwich Rd.</i>	<i>In-Line</i>	<i>Goulds</i>	<i>9/25/06</i>			
G.	<i>248 Old Sandwich Rd.</i>	<i>In-Line</i>	<i>Goulds</i>	<i>9/25/06</i>			
H.	<i>248 Old Sandwich Rd.</i>	<i>In-Line</i>	<i>Goulds</i>	<i>9/25/06</i>			
I.							
J.					<i>6194,037</i>	<i>00</i>	
	NUMBER OF CYLS.	SINGLE OR DOUBLE ACTING.	RATED STROKES PER MINUTE.	LENGTH OF STROKE.	DIAM. OF PISTONS OR PLUNGERS.	HOW DRIVEN.	DISPLACEMENT PER 24 HOURS.
A.							
B.							
C.							
D.							
E.							
F.							
G.							
H.							
I.							
J.							

* By cost is meant the original cost of installation, not the Book Value.

PUMPING INFORMATION — Continued

6. Gas producers. *N/A*

This schedule not presently used

7. Internal combustion engines.

	Location.	Name of Builder.	When Installed.	Type of Drive.	Cost.*
A.
B.
C.

	For Gas, Gasoline or Oil.	Number of Cyls.	Single or Double Acting.	Dimensions of Cylinders.		2 or 4 Stroke Cycle.	Rated H.P.
				Diameter.	Stroke.		
A.
B.
C.

8. ELECTRIC MOTORS, INCLUDING COST OF WIRING SWITCHES, ETC.

	LOCATION.	NAME OF BUILDER.	WHEN INSTALLED.	COST.*
A.
B.
C.
D.
E.
F.
G.
H.

	A.C. or D.C. IF A.C. GIVE PHASE.	VOLTS.	TYPE OF DRIVE.	RATED H.P.
A.
B.
C.
D.
E.
F.
G.
H.

Total Horse Power,

* By cost is meant the original cost of installation, not the Book Value.

PUMPING INFORMATION - Continued.

9. WATER WHEELS AND TURBINES.

	LOCATION.	NAME OF BUILDER.	WHEN INSTALLED.	COST.*
A.				
B.				
C.	<i>N/A</i>			
D.				

	TYPE OF MACHINE.	DIAM. OF RUNNER.	WORKING HEAD.	SPEED.	TYPE OF DRIVE.	RATED H.P.
A.						
B.						
C.	<i>N/A</i>					
D.						
					Total Horse Power,	

10. Give a full and complete description of any water power rights that are owned by the Company, and say when they were bought and what was paid for them.

N/A

* By cost is meant the original cost of installation, not the Book Value.

PUMPING INFORMATION — Continued.

11. Station log.

Year and Month.	Kwhrs. Used.	Pounds of Coal Burned.	Gallons of Water Pumped.	Hours of Pumping.		Average Total Static Head.	Average Total Dynamic Head.
<i>See Attachment III</i>							
January,							
February,							
March,							
April,							
May,							
June,							
July,							
August,							
September,							
October,							
November,							
December,							
Totals,							

12. Based upon the displacement of *N/A* gallons per revolution with *N/A* per cent allowance for slip. *N/A*

13. Average gallons pumped per day, *336,702 gallons per day*

14. Maximum gallons pumped in a day, *935,273 gallons per day*

15. Date of same, *July 6, 2013*

16. Range of pressure in main, *6.0* lbs. to *11.0* lbs.

17. Average pressure in mains, *7.0* lbs. per sq. in.

PUMPING INFORMATION — Concluded.

- 18. Kind of coal, *N/A*.....
- 19. Average price per net ton, delivered, *N/A*.....
- 20. Average price of wood per cord, delivered, *N/A*.....
- 21. Average price of gas per M. cubic feet, *N/A*.....
- 22. Average price of gasoline per gallon, delivered, *N/A*.....
- 23. Average price of fuel oil per gallon, delivered, *N/A*.....
- 24. Average price of electric power per Kwhr., *\$ 0.231 per KWHr.*.....
- 25. Wood consumed during the year, *N/A*..... Cords,.....
- 26. Gas consumed during the year, *N/A*..... M. Cubic Feet,.....
- 27. Gasoline consumed during the year, *N/A*..... Gals.
- 28. Fuel oil consumed during the year, *N/A*..... Gals.
- 29. Electric Power used during the year *237,352*..... K. W. Hrs.....

DISTRIBUTION INFORMATION

1. Mains.

Nominal Diameter, Inches.	Kind of Pipe.	* Weight per foot.	LENGTHS IN FEET					In Use at Close of Year.
			In Use at Beginning of Year.	Taken Up Since.	Abandoned But Not Taken Up.	Laid Since.	In Use at Close of Year.	
2"	Polyethylene	34.8	1,350	0	0	0	0	1,350
4"	Ductile Iron Class 52	13.1	2,102	0	0	0	0	2,102
6"	Ductile Iron Class 52	20.3	12,227	0	0	0	30	12,257
8"	Ductile Iron Class 52	28.7	26,967	0	0	0	2,319	29,286
12"	Ductile Iron Class 52	47.2	53,072	0	0	0	0	53,072
16"	Ductile Iron Class 52	68.6	15,721	0	0	0	0	15,721
TOTALS			161,439	0	0	0	2,349	163,788

2. Cost of repairs per mile of pipe, including valves, ... None

3. Number of leaks in mains, during the year, ... 0

4. Number of leaks per mile, ... 0 (no leaks were found and reported)

5. Length of mains less than 4 inches in diameter, ... 1,350 feet miles

* If laid on surface of ground, mark S.
 † If cast iron, give weight per lineal foot.

DISTRIBUTION INFORMATION — Continued.

6. Water towers or stand pipes.

	Location.	LAND.		
		Area.	When Bought.	Cost.*
A.	.....	.....	.....	.....
B.	.....	.....	.....	.....
C.	..... <i>N/A</i> .....	.....	.....	.....
D.	.....	.....	.....	.....

	Inside Diameter.	Capacity in Gallons.	When Built.	Cost.*
A.	.....	.....	.....	.....
B.	.....	.....	.....	.....
C.	..... <i>N/A</i> .....	.....	.....	.....
D.	.....	.....	.....	.....

7. Services.

Nominal Diameter Inches.	Kind of Pipe.	Number Installed and in Use at Beginning of Year.	Taken Up Since.	Laid Since.	Installed and in Use at Close of Year.
<i>1-inch</i>	<i>Polyethylene 3/408</i>	<i>1567</i>	<i>0</i>	<i>104</i>	<i>1671</i>
<i>1 1/2-inch</i>	<i>Polyethylene 3/408</i>	<i>23</i>	<i>0</i>	<i>0</i>	<i>23</i>
<i>2-inch</i>	<i>Polyethylene 3/408</i>	<i>14</i>	<i>0</i>	<i>0</i>	<i>14</i>
TOTALS		<i>1604</i>	<i>0</i>	<i>104</i>	<i>1708</i>

- 8. Average length of service pipe *20* feet.....
- 9. Average cost of service laid during the year, \$ *0* (paid by developers under developer agreement).....
- 10. Percentage of services that are metered, *100 percent*.....
- 11. Percentage in income that is metered, *100 percent*.....
- 12. Leaks in service during the year, *0*.....
- 13. Are service pipes paid for by consumers, in whole or in part and to what extent? *Yes, consumers paid for service pipes in whole*

* By cost is meant the original cost of construction, not the Book Value.

DISTRIBUTION INFORMATION — Continued.

14. Gates and valves.

Nominal Diameter Inches.	Kind of Valve.	Number in Use at Beginning of Year.	Removed Since.	Installed Since.	Number in Use at Close of Year.
16"	Butterfly Valve	39	0	0	39
12"	Gate Valve	189	0	0	189
8"	Gate Valve	349	0	9	358
6"	Gate Valve	353	0	3	356
4"	Gate Valve	27	0	0	27
2"	Gate Valve	6	0	0	6
TOTALS.		963	0	12	975

The above list should include all valves that are installed in the mains, whether they are gate valves, blow-offs, check valves or otherwise.

DISTRIBUTION INFORMATION — Continued.

15. HYDRANTS, PUBLIC.

Nominal Diameter Inches.	Hose Outlets.	Number in Use at Beginning of Year.	Removed Since.	Installed Since.	Number in Use at Close of Year.
6 Inch	2.5in	322	0	3	325
TOTALS,		322	0	3	325

16. Were all of the above hydrants purchased and installed at the expense of the Company? No

17. If not, under what arrangements were they purchased and installed? Hydrants located within neighborhoods are contributed to the Pinehills Water Co. by builders. However, maintenance and replacement of hydrants are Pinehills Water Company's responsibility.

18. HYDRANTS, PRIVATE

Nominal Diameter Inches.	Hose Outlets.	Number in Use at Beginning of Year.	Removed Since.	Installed Since.	Number in Use at Close of Year.
		N/A			
TOTALS,					

19. Were the above hydrants purchased and installed at the expense of the Company? N/A

20. If not, under what arrangements were they purchased and installed? N/A

DISTRIBUTION INFORMATION — Continued.

21. Meters owned by Company.*

Size Inches.	NUMBER AT BEGINNING OF YEAR.		Bought Since.	Condemned Since and Removed.	NUMBER AT CLOSE OF YEAR.	
	In Use.	On Hand.†			In Use.	On Hand.†
1/2	0	0	0	0	0	0
5/8	0	0	0	0	0	0
3/4	1526	0	104	0	1630	0
1	42	0	0	1	41	0
1 1/2	24	0	0	1	23	0
2	14	0	0	2	12	0
3	2	0	0	0	2	0
4	0	0	0	0	0	0
6	0	0	0	0	0	0
		0				
TOTALS.	1608	0	104	4	1708	0

22. Has the plant been debited with the first cost of installing the meters in use at close of year, above stated? *Yes*

23. If so, was the cost the actual cost or some assumed or average cost? *Actual Cost*

24. Are any of these meters paid for by consumers, and to what extent? *New Meters are purchased by builders of residential and commercial properties for each water service and contributed to the water company when construction within the neighborhood or commercial building is completed.*

Water meters are supplied and installed by Sarsian Company, Inc.

Replacement of meters, not under manufacturers warranty, are replaced by the water company at the company's expense.

* This tabulation should include only those meters that are for use in measuring the supply to consumers.
 † These meters should include those that are fit for use only.

CONSUMPTION INFORMATION - Concluded.

Attach to the Return a printed copy of all schedules of rates and of the rules and regulations.

14. Rates in Effect December 31.

By meter, *See Attachment IV*

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Per faucet, per year, *N/A*

Per hose connection, per year, *N/A*

Per bath tub, per year, *N/A*

Per shower bath, per year, *N/A*

Per foot tub, per year, *N/A*

Per wash tub, per year, *N/A*

Per urinal, per year, *N/A*

Per water closet, per year, *N/A*

Per sink, per year, *N/A*

Per bowl, per year, *N/A*

Per private hydrant, per year, *N/A*

For sprinkler systems, *N/A*

For water motors, *N/A*

Per drinking fountain, per year, *N/A*

Per public hydrant, per year, *See Attachment IV*

For watering troughs, *N/A*

Minimum charge, *See Attachment IV*

Give any contact rates that are in force and state what discounts are allowed for prompt payment and what fines are charged for delayed payment. *None*

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.....

Are payments required in advance? *None*

When are meters read and bills rendered? *meters are read monthly; at the end of each month, bills are sent out on or about the 10th of each month following the read.*

PINEHILLS WATER COMPANY, INC.

**Balance Sheet
December 31, 2013**

	2013	2012	Inc (Dec)
Investments:			
101-113 Plant Investment	6,768,600.53	6,542,720.60	\$225,879.93
Assets:			
204 CASH	183,793.52	173,536.66	\$10,256.86
205 CASH-REPLACEMENT RESERVE	241,657.63	199,321.34	\$42,336.29
207 ACCOUNTS RECEIVABLE	220,016.35	212,585.44	\$7,430.91
213 PREPAID INSURANCE	6,301.86	5,854.45	\$447.41
215 OTHER PREPAYMENTS	(71.60)	(33.68)	(\$37.92)
Total assets	\$ 7,420,298.29	\$ 7,133,984.81	\$ 286,313.48
Liabilities & Equity:			
307 NOTES PAYABLE	148,000.00	148,000.00	\$0.00
308 ACCOUNTS PAYABLE	257,817.15	231,460.06	\$26,357.09
312 CURRENT LIABILITIES	2,950.00	10,860.53	(\$7,910.53)
315 OTHER ACCRUED LIABILITIES	-	-	\$0.00
319 DEPRECIATION RESERVE	734,785.85	641,710.84	\$93,075.01
320 REPLACEMENT RESERVE	240,930.61	198,943.62	\$41,986.99
301 COMMON STOCK	2,000.00	2,000.00	\$0.00
323 CONTRIBUTIONS FOR EXTENSIONS	\$6,768,600.53	\$6,542,720.60	\$225,879.93
400 PROFIT & LOSS	(734,785.85)	(641,710.84)	(\$93,075.01)
Total Liabilities & Equity	\$ 7,420,298.29	\$ 7,133,984.81	\$ 286,313.48
	\$ -	\$ 0.00	\$ -

PINEHILLS WATER COMPANY, INC.

**Income Statement
December 31, 2013**

501 METERED SALES	795,849.65	758,094.20	\$37,755.45
507 MISCELLANEOUS MUNICIPAL	589,536.59	526,302.82	\$63,233.77
550 UNCOLLECTIBLE OPERATING REVENUES	(1,213.14)	(163.46)	(\$1,049.68)
563 INTEREST INCOME	349.30	223.69	\$125.61
Total Operating Revenues	1,384,522.40	1,284,457.25	\$100,065.15
Source of Water Supply			
601-1 MAINT OF WATER SUPPLY BLDGS	134,218.22	119,179.80	\$15,038.42
602 LEASE PAYMENT	604,461.68	607,289.69	(\$2,828.01)
Pumping Expenses			
603-1 PUMPING LABOR	80,019.65	75,002.17	\$5,017.48
603-2 BOILER FUEL	4,554.44	4,380.70	\$173.74
603-4 ELECTRIC POWER PURCHASE	54,651.53	42,060.33	\$12,591.20
603-5 MISC PUMPING STATION	5,861.59	6,063.50	(\$201.91)
604-1 MAINT OF POWER PUMPING BLDGS & FIXTR	6,560.97	-	\$6,560.97
604-2 MAINT OF PUMPING EQUIPMENT	12,305.23	18,958.29	(\$6,653.06)
604-3 MAINT OF MISC PUMPING EQUIPMENT	730.04	-	\$730.04
Purification Expenses			
605-1 PURIFICATION LABOR	68,718.71	65,678.86	\$3,039.85
605-2 PURIFICATION SUPPLIES & EXPENSES	20,174.82	19,026.25	\$1,148.57
606-1 MAINT OF PURIFICATION BLDGS & FIXTURES	-	-	\$0.00
606-2 MAINT OF PURIFICATION EQUIPMENT	-	-	\$0.00
Transmission & Distributions Expenses			
607-0 INSPECTING CUSTOMER'S INSTALLATIONS	28,554.90	18,974.70	\$9,580.20
608-0 MISC TRANS & DISTR SUPPLIES & EXPENSE	-	-	\$0.00
609-1 MAINT OF TRANS DISTR BLDGS	-	-	\$0.00
609-2 MAINT OF TRANS DISTR MAINS	17,331.45	11,375.30	\$5,956.15
609-3 MAINT OF STORAGE, RESERVOIRS, & TANKS	41,651.90	13,170.00	\$28,481.90
609-4 MAINTENANCE OF SERVICES	992.55	654.30	\$338.25
609-5 MAINTENANCE OF METERS	(3,550.40)	16,372.03	(\$19,922.43)
609-6 MAINTENANCE OF HYDRANTS	11,338.80	3,371.28	\$7,967.52
609-7 MAINT FOUNTAINS & TROUGHS	-	-	\$0.00
General & Misc expenses			
610-1 SALARIES OF GENERAL EXPENSES	198,928.07	176,843.06	\$22,085.01
610-2 GENERAL OFFICE SUPPLIES & EXPENSES	4,225.46	6,417.26	(\$2,191.80)
610-3 LAW EXPENSE - GENERAL	-	-	\$0.00
610-4 INSURANCE	12,101.59	10,931.33	\$1,170.26
610-10 DEPRECIATION	93,075.01	91,449.08	\$1,625.93
610-11 MISCELLANEOUS GENERAL EXPENSES	60,713.52	48,668.19	\$12,045.33
Total Operating Expenses	1,457,619.73	1,355,866.12	101,753.61
Net Operating Revenue	(73,097.33)	(71,408.87)	(1,688.46)
TAXES	19,977.68	20,040.21	(\$62.53)
Income transferred to P&L	(93,075.01)	(91,449.08)	(1,625.93)

PC417

THIS RETURN IS SIGNED UNDER THE PENALTIES OF PERJURY

Stephen R. Fair

..... President.

Steve P. Pichler

..... Treasurer.

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.....
.....

Directors.

SIGNATURES OF ABOVE PARTIES AFFIXED OUTSIDE THE COMMONWEALTH OF MASSACHUSETTS MUST BE PROPERLY SWORN TO

..... ss. 19.....

Then personally appeared

.....
.....
.....

and severally made oath to the truth of the foregoing statement by them subscribed according to their best knowledge and belief.

Notary Public or
..... Justice of the Peace.

ATTACHMENT I

Supply Information (page 401)

- 1. Give a full and complete description of the source from which water is obtained. State whether these sources are owned or leased by the Company. If they are leased, quote the terms of the leases. Give the date of the latest opinion of the Department of Public Health regarding each of these sources of supply.**

The Pinehills Water Company leases the pumping facility and is approved for withdrawal by Massachusetts Department of Environmental Protection. The withdrawal permit number is #9P4-4-21-239.04. The pumping station consists of three gravel packed wells within a 50 feet radius. Two primary wells, 18-inch in diameter, are located within the pumping station and one jockey well, 8-inch in diameter, is located outside the pumping station.

The total coliform test is conducted monthly. The last sampling for organic contaminants is included in the 2013 Annual Consumer Confidence Report; a copy of which is attached for your reference.

- 5. Give a full and complete description of the wells. (page 402)**

Two primary wells, 18-inch by 24-inch gravel packed wells, are located within the pumping station and one jockey well, 8-inch gravel packed well, is located outside of the pumping station. All three wells are 140 feet below grade including 30 feet of well screen. The water table is about 32 feet below grade.

- 7. Describe the reservoirs, stating to what extent they are artificial: to what extent their bottoms were cleaned before being put into service; to what extent their slopes and bottoms are paved; what provisions have been made for raising the water level and increasing the capacity; and give the character of construction of any dams. (page 402)**

The reservoir, which became operational in 2006, is a 2 million gallon concrete water storage tank with 116 ft 7 in as the inside diameter and 25 feet high of side wall. Ten feet of the water storage tank is buried. The tank floor is concrete surface. Prior to conducting the disinfection test, the contractor power washed and vacuumed the floor, the engineer and contractor inspected the floor and accepted the cleaning of the floor. Then a disinfection test was conducted and passed.

There is no plan to increase the water level in the reservoir because the overflow elevation determines the tank capacity.

ATTACHMENT II

Pumping Information (page 403)

- 1. Give a general description of the method employed for delivering the water to the consumers, stating whether gravity is utilized or not; whether the company owns a pumping station or not; and giving all other pertinent information.**

The Pinehills Water Company operates under lease one primary pumping station at 431 Beaver Dam Road, a booster pumping station and a 2-million gallon water storage tank at 248 Old Sandwich Road. The booster pumping station and the 2-million gallon water storage tank have been in service since October 4, 2006.

The primary pumping station consists of three gravel packed wells and two 12,000 gallon hydro-pneumatic tanks. Two of the three pumps are vertical turbine pumps capable of delivering 1,460 gallons per minute (gpm). The third pump, also called the jockey pump, is a submersible pump capable of delivering 400 gallons per minute (gpm). The delivery of water to consumers is by means of both electrical power and gravity feed to the distribution system.

Prior to using the new water storage tank on October 4, 2006, the pump operated and pressurized the hydro-pneumatic tanks with water until it reached the upper limit. Then the pump would shut off. The upper limit of the water level was the upper limit of the operating pressure (also known as the hydraulic grade line) for the distribution system. As the water level decreased to a lower limit, the pump would start to fill the hydro-pneumatic storage tank until the water level reached the upper limit. The hydro-pneumatic storage tanks were ready for the next cycle. If the jockey pump failed to meet the current water demand and water storage tank, a primary pump with a larger capacity would start to assist in meeting the water demands and fill the hydro-pneumatic storage tanks. The upper and lower limits were set points determined by the operator and they will vary throughout the season. The primary objective was to maintain a minimum system pressure of about 55 psi.

Since October 4, 2006, the control philosophy of the pumps has changed. The water level in the 2 million gallon water storage tank will control pump start and stop operations. The set points will be determined by the operator throughout the season. The primary objective is to fill the tank daily and to maintain a minimum system pressure of about 65 psi for homes in high service areas. The average system pressure is about 70 psi ranging from 60 psi to 110 psi. The pump will start when the water level reaches a lower set point and stop when the water reaches an upper level of the set point.

Attachment III - 2013 Pumping Information

2013	KWhrs. Used	Avg cost per KWhrs used	Gallons pf water pumped	Hours of pumping	Average total dynamic head
January	16,200	\$0.291	5,255,112	72.99	365
February	13,512	\$0.366	4,854,038	67.42	365
March	14,136	\$0.271	5,669,583	78.74	365
April	13,112	\$0.264	5,894,790	81.87	365
May	18,008	\$0.214	11,077,088	153.85	365
June	24,360	\$0.185	13,828,801	192.07	365
July	28,408	\$0.207	19,206,212	266.75	365
August	32,296	\$0.163	18,246,185	253.42	365
September	29,912	\$0.177	15,078,172	209.42	365
October	18,600	\$0.202	10,415,123	144.65	365
November	12,352	\$0.297	6,273,011	87.13	365
December	16,456	\$0.132	7,098,260	98.59	365
Total	237,352		122,896,375	1,706.89	
Average		\$0.231			365

RATES FOR METERED SERVICE

AVAILABILITY

These rates are available to all customers located on the mains of the Company within The Pinehills community for all purposes except fire service, subject to the RULES AND REGULATIONS of the PINEHILLS WATER COMPANY.

MONTHLY METER RATES

In addition to the Basic Service quarterly charges as specified below and other charges set forth herein or in the Company's Rules and Regulations, the meter rates for all water sold will be:

Per 1000 gallons

Volumetric Rate

\$7.90

Quarterly Basic Service Charge Per Meter:

<u>Size of Meter (Inches)</u>	<u>Basic Service Charge Per Quarter</u>
5/8" or 3/4" meters	\$37.00
1" meters	93.00
1-1/2" meters	185.00
2" meters	296.00
3" meters	555.00
4" meters	925.00
6" meters	1,850.00
8" meters	2,960.00

CONTRACTORS RATE

Contractors requiring water service shall pay all costs of making a hydrant connection or other connections to the water system, including the cost of installing a water meter and will, in addition, pay for water at the established rates. The Company reserves the right to collect estimated connection costs and one month's Basic Service charge before turning on the water.

TERMS OF PAYMENT

Bills should be rendered monthly or quarterly at the option of the Company. The above rates are net and are due and payable within thirty (30) days of date of bill.

ISSUED: December 7, 2001

ISSUED BY: Deborah Sedares, Counsel and
Regulatory Permit Manager

EFFECTIVE: November 29, 2001
for service rendered on or after May
1, 2001

RATES FOR FIRE PROTECTION SERVICE

AVAILABILITY

The following rates shall be imposed quarterly on all customers of the Company, and in accordance with the RULES AND REGULATIONS of the PINEHILLS WATER COMPANY.

RATES

Quarterly charge to all customers of the Company for Fire Protection Service

Per Quarter

\$38.00

TERMS OF PAYMENT

Bills would be rendered quarterly and are due and payable within thirty (30) days of the date of the bill.

SPECIAL CHARGE

A charge of \$100.00 will be made for each unauthorized use of a public fire hydrant.

ISSUED: December 7, 2001
ISSUED BY: Deborah Sedares, Counsel and
Regulatory Permit Manager

EFFECTIVE: November 29, 2001
for service rendered on or after May
1, 2001

RATES FOR PRIVATE FIRE SERVICE

AVAILABILITY

These rates are available to customers located on the mains of the Company within The Pinehills community, for Private Fire Service (Sprinkler Service and Private Hydrant Service) subject to the RULES AND REGULATIONS of the PINEHILLS WATER COMPANY. The total cost of installing fire service connections shall be borne by the customer.

RATES

	<u>Per Quarter</u>
For each service connection 4" or less	\$260.00
For each 6" service connection	590.00
For each 8" service connection	1,040.00
For each 10" service connection	1,630.00
For each 12" service connection	2,340.00
For each private hydrant connected to the mains of the Water Company	390.00

TERMS OF PAYMENT

Bills shall be rendered quarterly. The above rates are net and due and payable within thirty (30) days of the date of the bill.

SPECIAL PROVISIONS

- (a) All water shall be used for fire protection purposes only.
- (b) The Company reserves the right, if water is used in violation of (a) above, to install a meter on the connection at any time which will meet the requirements of the fire insurance companies. In the event a meter is installed, the established meter rates, including both water and minimum charges, will apply in addition to the above rates for Private Fire Protection.
- (c) A charge of \$100.00 will be made for each unauthorized use of private fire facilities.

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ISSUED: December 7, 2001
ISSUED BY: Deborah Sedares, Counsel and
Regulatory Permit Manager

EFFECTIVE: November 29, 2001
for service rendered on or after May
1, 2001

ATTACHMENT A
Schedule of Charges

1. **New Connection Charge:**

5/8" meter	(20 gallons per minute)	\$ 350.00
3/4" meter	(30 gallons per minute)	350.00
1" meter	(50 gallons per minute)	875.00
1 1/2" meter	(100 gallons per minute)	1,750.00
2" meter	(160 gallons per minute)	2,800.00*
3" meter	(320 gallons per minute)	5,250.00*
4" meter	(500 gallons per minute)	8,750.00*
6" meter	(1,000 gallons per minute)	17,500.00*
8" meter	(1,600 gallons per minute)	28,000.00*

* Such charges may be paid over more than one billing period as may be agreed upon by the Customer and the Company.

2. **Service Termination or Restoration Charge:**

Between 9 AM and 4 PM	\$25.00
Between 4 PM and 9 AM or actual cost	165.00

3. **Drought Conditions -- Termination or Restoration Charge:**

Between 9 AM and 4 PM	\$25.00
Between 4 PM and 9 AM or actual cost	165.00

4. **Meter Testing:**

The fee for testing such meter will be fifty dollars for meters one inch and smaller and seventy-five dollars for larger ones, payable in advance of the test. In the event that the meter so tested is found to have an error to the detriment of the customer in excess of two percent at any rate of flow within normal test flow limits, the fee advanced for testing will be refunded, and the current bill rendered based on the last reading of such meter shall be corrected accordingly.

ISSUED: December 10, 2001
ISSUED BY: Deborah Sedares, Counsel and
Regulatory Permit Manager

EFFECTIVE: November 29, 2001
for service rendered on or after
January 1, 2002

Schedule of Charges, Cont'd

	Actual cost
5. <u>Frozen Meters</u>	
6. <u>Return Check Fee</u>	\$25.00
7. <u>After Hours Call Out</u>	\$165.00
8. <u>Cross Connection-one device testing</u>	\$75.00
- Each additional	35.00

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ISSUED: December 10, 2001
ISSUED BY: Deborah Sedares, Counsel and
Regulatory Permit Manager

EFFECTIVE: November 29, 2001
for service rendered on or after
January 1, 2002