Comment Letter I100

Hingtgen, Robert J

From: Charlene Ayers <char.ayers@att.net>
Sent: Friday, February 28, 2014 10:04 AM
To: Hingtgen, Robert J
Cc: char.ayers@att.net; charlenesez@yahoo.com
Subject: Soitec Solar DEIR - PDS2012-3910-120005 ER: Comments
Attachments: Soitec Solar DEIR Comments - PDS2012-3910-120005 ER.pdf

Mr. Hingtgen...

Please find my comments and their supporting documents for the Soitec Solar DEIR - PDS2012-3910-120005 ER attached. I100-1

Charlene Ayers

RECEIVED
FEB 28 2014
Planning and Development Services

Response to Comment Letter I100

Charlene Ayers
February 28, 2014

I100-1 This comment is introductory in nature and does not raise specific issues related to the Proposed Project or the adequacy of the environmental analysis in the Draft Program Environmental Impact Report (DPEIR); therefore, no additional response is provided or required.

February 28, 2014

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FEB 28 2014
Planning and Development Services

Robert Hingtgen
County of San Diego
Planning and Development Services
5510 Overland Avenue, Suite 110
San Diego, CA 92123

Via Email: Robert.Hingtgen@sdcounty.ca.gov

Re: Soitec Solar Development Draft Program EIR – PDS2012-3910-120005(ER)

Mr. Hingtgen:

On February 11, 2014, I asked Jim Bennett, in an email, how the transfer of water from the Pine Valley Mutual Water Company to the Soitec project would work since PVMWC is a shareholder based water agency. Each property owner in their district owns a share.

On February 18, 2014, I received an email from Jim Bennett where he stated that he would get back to me on that by February 21, 2014. He didn't.

I have never heard back from him. I100-2

According to the "Ground Water Monitoring and Mitigation Plan for Pine Valley Mutual Water Company" of the DEIR, Soitec is planning on receiving 16 acre feet of water from PVMWD during 60-90 days of its construction stage. I100-3

I am including the PVMWC's Articles of Incorporation (1950) and a subsequent amendment (1988). The 1988 amendment allows them to provide water "to the state or any agency or department thereof," in addition to their stakeholders.

In 2011, PVMWC did that. They provided water to Granite Construction, a private entity, through their contract with Caltrans, a state agency, which was making repairs to I-8. I100-4

I100-2 The commenter's February 11, 2014, communication was treated as a comment on the DPEIR and the Proposed Project (see comment letter I44) and the County of San Diego's (County's) response was aggregated with all other comments received. The County apologizes for any confusion regarding the timing of its response to this comment.

I100-3 The County notes that Pine Valley Mutual Water Company (PVMWC) is a potential source of construction water for the Rugged solar farm. It will be determined during construction whether the Rough Acres Water Company (RAWC) will make a call on PVMWC for water to serve the Rugged solar farm's construction activities.

I100-4 The commenter's citation of the PVMWC's articles of incorporation, subsequent amendment, and past water sales history does not concern an environmental issue regarding the Proposed Project and the DPEIR for which a response is required.

Robert Hingtgen
Soitec Solar
Planning and Development Services
February 28, 2014
Page 2

PVMWC's mission statement on their 2011-990 is: "to supply and charge water sales and irrigation services to its shareholders/community members for residential and business use." They are a non-profit 501(c)(3). I100-4 Cont.

Does this out of district water transfer to a non-state entity (Soitec) threaten PVMWC's non-profit status?

Based on Pine Valley Mutual Water Company's "Articles of Incorporation -1950 & 1988," I do not think that PVMWC is a viable source of water for this project. I100-5

Please cite the authority(s) that allow PVMWC to legally supply water to this project.

Charlene Ayers
10801 Dewitt Court
El Cajon, CA 92020

Attachments:
Jim Bennett Emails – February 11 & 18, 2014
PVMWC – Articles of Incorporation – 1950 & 1988
CalTrans Contract No. 11-2M1604
PVMWC – IRS – 990 for 2011

I100-5 State law permits a mutual water company to sell water to another mutual water company (California Corporations Code Section 14300(a)). The PVMWC Articles of Incorporation reference Cal. Civil Code section 330.24, which was repealed and replaced by Corporations Code section 14300. The PVMWC and RAWC have entered into a bilateral water supply agreement that permits either company to make a call for water on the other (PVMWC and RAWC 2014). The Rugged Solar Farm falls within RAWC's service area, and RAWC would serve the Rugged solar farm's construction and operational water needs. Accordingly, it would not violate state law for the PVMWC to sell water to RAWC for construction or operational activities related to the Rugged solar farm.

References

PVMWC and RAWC (Pine Valley Mutual Water Company and Rough Acres Water Company). 2014. "Agreement for the Supply of Water by and between Pine Valley Mutual Water Company and Rough Acres Water Company Inc." April 7, 2014.

Subject: RE: Pine Valley Water District: Water sales to Soitec project in Boulevard
From: Bennett, Jim (Jim.Bennett@sdcounty.ca.gov)
To: char.ayers@att.net;
Date: Tuesday, February 18, 2014 2:04 PM

Good Afternoon Charlene,

We should have a response hopefully back to you by the end of this week.

Thank you,

Jim Bennett, P.G. #7707, CHG#854
Groundwater Geologist

County of San Diego
Planning & Development Services
5510 Overland Avenue, Suite 110, San Diego, CA 92123
Phone: 858-694-3820 Fax: 858-694-3373

From: Charlene Ayers [mailto:char.ayers@att.net]
Sent: Tuesday, February 11, 2014 11:36 AM
To: Bennett, Jim
Cc: Rantors Roost
Subject: Pine Valley Water District: Water sales to Soitec project in Boulevard

Mr. Bennett...

On January 30, 2014, Flip Boerman, GM of PVMWD, gave an interview to KPBS stating that his district had an abundance of water:

http://www.kpbs.org/news/2014/jan/30/mountain-community-san-diego-finds-abundance-water/

An online search pulled up:

http://www.sdcounty.ca.gov/pds/ceqa/Soitec-Documents/Record-Documents/2013-09-27-Trey-Driscoll-email-re-RE-Pine-Valley-Cumulative-Groundwater-Study-1.pdf

This email thread is a discussion between yourself and Dudek regarding a cumulative groundwater study being performed in Pine Valley in 2013...to the benefit of the Soitec project in Boulevard: "Rough Acres Water Company, Inc. (Rough Acres) proposes purchasing up to 16 acre feet of water from the Pine Valley Mutual Water Company (PVMWC) for use during the construction phase of the Rugged Solar Farm Project (Project)...PVMWD has agreed to dedicate well No 5 to the Project for the 60 day peak construction period."

Since PVMWD can only sell water to its shareholders, property owners, in their district, how will this arrangement for sale of water to the Soitec project work?

Charlene Ayers

Term made Perpetual

FILED
APR 2 8 1950

CERTIFICATE OF AMENDMENT OF ARTICLES
OF INCORPORATION OF

PINE VALLEY MUTUAL WATER COMPANY

- - - - - -

The undersigned, W. A. Tondro and Chester B. Wohler, as the president and secretary respectively of PINE VALLEY MUTUAL WATER COMPANY, hereby certify and declare as hereinafter set forth.

FIRST: That PINE VALLEY MUTUAL WATER COMPANY now is, and at all times herein mentioned was, a nonprofit co-operative corporation duly organised under and existing by virtue of the laws of the State of California, with its principal office for the transaction of its business located at Lot 40, Pine Valley Subdivision No. 1, County of San Diego, State of California.

SECOND: That the undersigned now are, and at all times herein mentioned were, respectively, the duly elected and acting president and secretary of said corporation; and that they are duly authorised to sign, verify by their oaths and submit this certificate on its behalf.

THIRD: That at a special meeting of the Board of Directors of said corporation duly held at the hour of 1:30 o'clock p.m., on the 25th day of February, 1950, at the residence of E. C. Bange, at Pine Valley, County of San Diego, State of California, at which meeting all of the members of said board were at all times present and acting, the following resolutions were duly offered, seconded and unanimously adopted, to-wit:

"WHEREAS, it is deemed by the Board of Directors of this corporation to be to its best interests and to the best interests of its

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members that its Articles of Incorporation be amended as hereinafter provided:

"NOW, THEREFORE, BE IT RESOLVED that paragraph 'Second' of the Articles of Incorporation of this corporation be amended to read as herein set forth in full:

'SECOND: The purposes for which it is formed are: To supply to its members only, at cost and not for profit, water for any and all beneficial uses upon the property situated in the County of San Diego, State of California, more particularly described as Pine Valley Subdivisions Nos. 1, 2, 3 and 4, according to maps thereof on file in the Office of the County Recorder of San Diego County, together with such adjacent territory as may from time to time be designated by the Board of Directors to be within the service area of the corporation; to own and acquire by purchase, appropriation or any other lawful manner, hold, manage, control, operate and maintain for such corporate uses all necessary water, water rights, canals, flumes, wells, cisterns, culverts, filter-beds, main and other pipes and appliances, reservoirs, rights of way, land and property, real and personal, for the uses of said corporation as aforesaid; to sink wells and shafts, and to make, build and construct, lay down and maintain, cisterns, culverts, filter-beds, main and other pipes and appliances, reservoirs, rights of way, canals, flumes, and to execute and do all other works and things necessary or convenient for obtaining, storing, delivering, measuring and distributing water, or otherwise for the purposes of said corporation as aforesaid.';

that the Articles of Incorporation of this corporation be amended by removing the present paragraph 'Fourth' thereof, which reads:

'FOURTH: The term for which said corporation is to exist is 50 years from and after the date of its incorporation.'

and substituting in lieu thereof the following provision:

'FOURTH: That said corporation shall have perpetual existence.';

that paragraph 'Fifth' of the Articles of Incorporation of this corporation be amended to read as herein set

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forth in full:

'FIFTH: The number of directors of said corporation shall be five (5) and the names and residences of the directors who are selected for the first year and to serve until the selection of their successors, are as follows, to-wit:

Names	Residences
C. S. Judson	Bostonia, California
Katherine Judson	Bostonia, California
M. G. Highway	Bostonia, California

Any owner or person in legal possession of land in Pine Valley Subdivisions Nos. 1, 2, 3 and 4, together with any owner or person in legal possession of land in such adjacent territory as may from time to time be designated by the Board of Directors to be within the service area of the corporation, shall upon written application be admitted to membership in this corporation, by a vote of the Board of Directors, subject to the provisions hereinafter contained.'

and that paragraph 'Sixth' be amended to read as follows:

'SIXTH: The voting power, property rights and interest of each member of this corporation shall be unequal, and shall be determined by the number of lots in the aforesaid Pine Valley Subdivisions Nos. 1, 2, 3 and 4, and such adjacent territory as may from time to time be designated by the Board of Directors to be within the service area of the corporation, that each member owns or is in legal possession thereof, or in the event the owner consents to the transfer of membership, is entitled to the actual possession of, each lot, as the same appears on the record plat of said Pine Valley Subdivisions Nos. 1, 2, 3 and 4, and adjacent territory as aforesaid, representing one vote and one share proportionate to the whole number of lots whose owners or possessors remain members of this corporation. In the event the ownership of any such lot becomes divided, the voting power and property right of each fractional owner or possessor shall be that fraction of one represented by the fractional area as a quotient and the total area of the particular lot as a divisor. No new member shall be admitted to the corporation unless he is the owner or legal possessor of land in Pine Valley Subdivisions Nos. 1, 2, 3 or 4, or of such adjacent territory as

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may from time to time be designated by the Board of Directors to be within the service area of the corporation, and all such admissions shall be made by the vote of the Board of Directors. Upon the transfer of the certificate of membership and the transfer of ownership or possession of land in said Pine Valley Subdivisions or adjacent territory, a corresponding new member may be admitted, provided all delinquencies in fulfilling the corporation's By-Laws on the part of the old member have first been discharged or cancelled.'

"RESOLVED, that the Board of Directors of this corporation hereby adopts and approves said amendments of its Articles of Incorporation; and

"RESOLVED, that the President or Vice-President and the Secretary of this corporation be and they are hereby authorized and directed to procure the adoption and approval of the amendment removing the provision limiting the term of corporate existence and providing for perpetual existence by the vote or written consent of the members of this corporation holding at least a majority of the voting power, and to procure the adoption and approval of the amendments to paragraphs 'Second', 'Fifth' and 'Sixth' of the Articles of Incorporation of this corporation by the vote or written consent of members holding at least two-thirds of the voting power, and thereafter to sign and verify by their oaths and to submit to the Secretary of State of the State of California for filing a certificate in the form and manner required by Sections 3672 and 3702 of the California Corporations Code, and in general to do any and all things necessary to effect said amendments in accordance with law."

FOURTH: At a special meeting of the members of said corporation duly held at the Pine Valley School, Pine Valley, County of San Diego, State of California, at 1:30 o'clock p.m. on the 25th day of March, 1950, the following resolutions were duly adopted:

"WHEREAS, it is deemed by the members of this corporation to be to their best interests and to the best interests of the corporation that its Articles of Incorporation be amended as hereinafter provided:

"NOW, THEREFORE, BE IT RESOLVED that paragraph 'Second' of the Articles of Incorporation of this corporation be amended to read as herein set forth in full:

'SECOND: The purposes for which it is formed are: To supply to its members

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only, at cost and not for profit, water for any and all beneficial uses upon the property situated in the County of San Diego, State of California, more particularly described as Pine Valley Subdivisions Nos. 1, 2, 3 and 4, according to maps thereof on file in the Office of the County Recorder of San Diego County, together with such adjacent territory as may from time to time be designated by the Board of Directors to be within the service area of the corporation; to own and acquire by purchase, appropriation or any other lawful manner, hold, manage, control, operate and maintain for such corporate uses all necessary water, water rights, canals, flumes, wells, cisterns, culverts, filter-beds, main and other pipes and appliances, reservoirs, rights of way, land and property, real and personal, for the uses of said corporation as aforesaid; to sink wells and shafts, and to make, build and construct, lay down and maintain, cisterns, culverts, filter-beds, main and other pipes and appliances, reservoirs, rights of way, canals, flumes, and to execute and do all other works and things necessary or convenient for obtaining, storing, delivering, measuring and distributing water, or otherwise for the purposes of said corporation as aforesaid.';

that the Articles of Incorporation of this corporation be amended by removing the present paragraph 'Fourth' thereof, which reads:

'FOURTH: The term for which said corporation is to exist is 50 years from and after the date of its incorporation.'

and substituting in lieu thereof the following provision:

'FOURTH: That said corporation shall have perpetual existence.';

that paragraph 'Fifth' of the Articles of Incorporation of this corporation be amended to read as herein set forth in full:

'FIFTH: The number of directors of said corporation shall be five (5) and the names and residences of the directors who are selected for the first year and to serve until the selection of their successors, are as follows, to-wit:

Names	Residences
C. S. Judson	Bostonia, California
Katherine Judson	Bostonia, California
M. G. Highway	Bostonia, California

Any owner or person in legal possession of land in Pine Valley Subdivisions Nos. 1, 2,

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3 and 4, together with any owner or person in legal possession of land in such adjacent territory as may from time to time be designated by the Board of Directors to be within the service area of the corporation, shall upon written application be admitted to membership in this corporation, by a vote of the Board of Directors, subject to the provisions hereinafter contained.'

and that paragraph 'Sixth' be amended to read as follows:

'SIXTH: The voting power, property rights and interest of each member of this corporation shall be unequal, and shall be determined by the number of lots in the aforesaid Pine Valley Subdivisions Nos. 1, 2, 3 and 4, and such adjacent territory as may from time to time be designated by the Board of Directors to be within the service area of the corporation, that each member owns or is in legal possession thereof, or in the event the owner consents to the transfer of membership, is entitled to the actual possession of, each lot, as the same appears on the record plat of said Pine Valley Subdivisions Nos. 1, 2, 3 and 4, and adjacent territory as aforesaid, representing one vote and one share proportionate to the whole number of lots whose owners or possessors remain members of this corporation. In the event the ownership of any such lot becomes divided, the voting power and property right of each fractional owner or possessor shall be that fraction of one represented by the fractional area as a quotient and the total area of the particular lot as a divisor. No new member shall be admitted to the corporation unless he is the owner or legal possessor of land in Pine Valley Subdivisions Nos. 1, 2, 3 or 4, or of such adjacent territory as may from time to time be designated by the Board of Directors to be within the service area of the corporation, and all such admissions shall be made by the vote of the Board of Directors. Upon the transfer of the certificate of membership and the transfer of ownership or possession of land in said Pine Valley Subdivisions or adjacent territory, a corresponding new member may be admitted, provided all delinquencies in fulfilling the corporation's By-Laws on the part of the old member have first been discharged or cancelled.'

"RESOLVED, that the members of this corporation hereby adopt and approve said amendments of its Articles of Incorporation."

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FIFTH: The foregoing amendments were adopted and approved at said meeting of the members by the total vote of Three Hundred and Sixty (360) shares.

SIXTH: The total number of shares of said corporation entitled to vote on or consent to the adoption of such amendments is Four Hundred and Sixty Five (465).

SEVENTH: A copy of the Articles of Incorporation, as amended, is attached hereto marked "Exhibit A" and is incorporated herein by reference.

IN WITNESS WHEREOF, the undersigned have executed this certificate of amendment this 22nd day of April, 1950.

President of Pine Valley Mutual Water Company

Secretary of Pine Valley Mutual Water Company

(CORPORATE SEAL)

-7-

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A345475

FILED
In the office of the Secretary of State of the State of California

FEB 8 1988

March Fong Eu
MARCH FONG EU, Secretary of State

RESTATED ARTICLES OF INCORPORATION OF
PINE VALLEY MUTUAL WATER COMPANY

We, Joseph Simpkins III and James Ford certify that:

1. They are the president and the secretary, respectively, of Pine Valley Mutual Water Company, a California nonprofit corporation.

2. The articles of incorporation of this corporation are amended and restated to read as follows:

"One: The name of the corporation is Pine Valley Mutual Water Company.

Two: This corporation is a nonprofit mutual benefit corporation organized under the Nonprofit Mutual Benefit Corporation Law. The purpose of this corporation is to engage in any lawful act or activity for which a corporation may be organized under such law.

The specific purposes for which this corporation was formed are to develop, distribute, supply and deliver water for irrigation or domestic uses or both to its members at cost, plus necessary expenses, [and to deliver water to no one except its members, or to the state or any agency or department thereof, pursuant to California Civil Code Section 330.24.]

Three: No part of the net earnings of the corporation shall inure to the benefit of any member, as defined for purposes of Section 501(c)(12) of the Internal Revenue Code of 1954.

Four: The County in this State where the principal office for the transaction of the business of this corporation is located, is the County of San Diego.

Five: The number of directors of this corporation is five.

Six: The members of this corporation shall be its holders of membership certificates. The corporation may levy assessments upon its members, whether or not fully paid.

- 1 -

Seven: This corporation elects to be governed by all of the provisions of Part 3 of Division 2 of Title 1 of the California Corporations Code (as enacted by act of the California Legislature, 1977-78 Regular Session, effective January 1, 1980, as defined in Section 9910 of the California Nonprofit Corporation Law not otherwise applicable to this corporation under Part 5 of said Division 2)."

3. The foregoing amendment and restatement of articles of incorporation has been duly approved by the board of directors.

4. The foregoing amendment and restatement of articles of incorporation has been duly approved by the required vote of members.

We further declare under penalty of perjury under the laws of the State of California that the matters set forth in this certificate are true and correct of our own knowledge.

Date: January 8, 1988

Joseph Simpkins III, President

Date: January 10, 1988

James Ford, Secretary

(NT30:MGPINE.C1)

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Caltrans

STATE OF CALIFORNIA

DEPARTMENT OF TRANSPORTATION

CONTRACT NO. 11-2M1604

THIS AGREEMENT, made and concluded, in duplicate, MAY 17 2011
between the State of California, by the Department of Transportation thereof, party of the first part, and

GRANITE CONSTRUCTION COMPANY
585 W BEACH STREET
WATSONVILLE CA 95076

License: 89 **Class:** A **Phone:** (831)724-1011

Contractor, party of the second part.

ARTICLE I.-- WITNESSETH, That for and in consideration of the payments and agreements hereinafter mentioned, to be made and performed by the said party of the first part, and under the conditions expressed in the 2 bonds, bearing even date with these presents, and hereunto annexed, the said party of the second part agrees with the said party of the first part, at his own proper cost and expense, to do all the work and furnish all the materials, except such as are mentioned in the specifications to be furnished by said party of the first part, necessary to construct and complete in a good, workmanlike and substantial manner and to the satisfaction of the Department of Transportation, the work described in the special provisions and the project plans described below, including any addenda thereto, and also in accordance with the Department of Transportation Standard Plans, dated May, 2006, the Standard Specifications, dated May, 2006, and the Labor Surcharge And Equipment Rental Rates in effect on the date the work is accomplished, which said special provisions, project plans, Standard Plans, Standard Specifications, and Labor Surcharge And Equipment Rental Rates are hereby specially referred to and by such reference made a part hereof.

The special provisions for the work to be done are dated March 7,2011 and are entitled:

STATE OF CALIFORNIA; DEPARTMENT OF TRANSPORTATION; NOTICE TO CONTRACTORS AND SPECIAL PROVISIONS FOR CONSTRUCTION ON STATE HIGHWAY IN SAN DIEGO COUNTY NEAR PINE VALLEY FROM HORSETHIEF CREEK UNDERCROSSING TO 0.3 MILE EAST OF CRESTWOOD ROAD UNDERCROSSING

The project plans for the work to be done were approved January 18,2011 and are entitled:

STATE OF CALIFORNIA; DEPARTMENT OF TRANSPORTATION; PROJECT PLANS FOR CONSTRUCTION ON STATE HIGHWAY IN SAN DIEGO COUNTY NEAR PINE VALLEY FROM HORSETHIEF CREEK UNDERCROSSING TO 0.3 MILE EAST OF CRESTWOOD ROAD UNDERCROSSING

Type of Work: **PCC pavement grinding, AC coldplane and HMA overlay, slab replacement.**

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ARTICLE II.– The said party of the first part hereby promises and agrees with the said Contractor to employ, and does hereby employ, the said Contractor to provide the materials and to do the work according to the terms and conditions herein contained and referred to, for the prices hereinafter set forth, and hereby contracts to pay the same at the time, in the manner and upon the conditions herein set forth: and the said parties for themselves, their heirs, executors, administrators, successors and assigns, do hereby agree to the full performance of the covenants herein contained.

ARTICLE III.– The statement of prevailing wages appearing in the General Prevailing Wage Rates is hereby specifically referred to and by this reference is made a part of this contract. It is further expressly agreed by and between the parties hereto that should there be any conflict between the terms of this instrument and the bid or proposal of said Contractor, then this instrument shall control and nothing herein shall be considered as an acceptance of the said terms of said proposal conflicting herewith.

ARTICLE IV.– By my signature hereunder, as Contractor, I certify that I am aware of the provisions of Section 3700 of the Labor Code which require every employer to be insured against liability for workmen's compensation or to undertake self-insurance in accordance with the provisions of that code, and I will comply with such provisions before commencing the performance of the work of this contract.

ARTICLE V.– And the said Contractor agrees to receive and accept the following price or prices as full compensation for furnishing all materials and for doing all the work contemplated and embraced in this agreement; also for all loss or damage, arising out of the nature of the work aforesaid, or from the action of the elements, or from any unforeseen difficulties or obstructions which may arise or be encountered in the prosecution of the work until its acceptance by the Department of Transportation, and for all risks of every description connected with the work; also for all expenses incurred by or in consequence of the suspension or discontinuance of work and for well and faithfully completing the work, and the whole thereof, in the manner and according to the plans and special provisions, and the requirements of the Engineer under them, to wit:

11-2M1604

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11-2M1604
11-SD-8-R39
04/07/11

CONTRACT PROPOSAL OF LOW BIDDER

BID211
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04/14/11

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ITEM NO.	ITEM CODE	ITEM DESCRIPTION	UNIT OF MEASURE	ESTIMATED QUANTITY	BID	AMOUNT
1	070012	PROGRESS SCHEDULE (CRITICAL PATH METHOD)	LS	LUMP SUM	3,000.00	3,000.00
2	070018	TIME-RELATED OVERHEAD	LS	LUMP SUM	120,000.00	120,000.00
3	074016	CONSTRUCTION SITE MANAGEMENT	LS	LUMP SUM	5,000.00	5,000.00
4	074017	PREPARE WATER POLLUTION CONTROL PROGRAM	LS	LUMP SUM	1,000.00	1,000.00
5	074041	STREET SWEEPING	LS	LUMP SUM	25,000.00	25,000.00
6	074042	TEMPORARY CONCRETE WASHOUT (PORTABLE)	LS	LUMP SUM	8,000.00	8,000.00
7	120090	CONSTRUCTION AREA SIGNS	LS	LUMP SUM	25,000.00	25,000.00
8	120100	TRAFFIC CONTROL SYSTEM	LS	LUMP SUM	150,000.00	150,000.00
9	120150	TEMPORARY PAVEMENT MARKING	SQFT	510	2.00	1,020.00
10	120159	TEMPORARY TRAFFIC STRIPE (PAINT)	LF	22,700	.25	5,675.00
11	120165	CHANNELIZER (SURFACE MOUNTED)	EA	87	32.00	2,784.00
12	120300	TEMPORARY PAVEMENT MARKER	EA	240	2.50	600.00
13	128650	PORTABLE CHANGEABLE MESSAGE SIGN	EA	6	2,500.00	15,000.00
14	129000	TEMPORARY RAILING (TYPE K)	LF	5,650	8.00	45,200.00
15	141101	REMOVE YELLOW PAINTED TRAFFIC STRIPE (HAZARDOUS WASTE)	LF	4,520	.50	2,260.00
16	150666	REMOVE METAL BEAM BARRIER	LF	690	37.00	25,530.00
17	150711	REMOVE PAINTED TRAFFIC STRIPE	LF	31,500	.30	9,450.00
18	150712	REMOVE PAINTED PAVEMENT MARKING	SQFT	510	1.50	765.00
19	150771	REMOVE ASPHALT CONCRETE DIKE	LF	291,000	.18	52,380.00
20	020446	RECONSTRUCT EDGE DRAIN CLEANOUT	EA	680	160.00	108,800.00
21	152604	MODIFY INLET	EA	1	1,600.00	1,600.00
22	153103	COLD PLANE ASPHALT CONCRETE PAVEMENT	SQYD	522,000	1.00	522,000.00
23	190101	ROADWAY EXCAVATION	CY	840	39.00	32,760.00
24	190110	LEAD COMPLIANCE PLAN	LS	LUMP SUM	2,500.00	2,500.00
25	260201	CLASS 2 AGGREGATE BASE	CY	320	50.00	16,000.00
26	260210	AGGREGATE BASE (APPROACH SLAB)	CY	18	100.00	1,800.00
27	374002	ASPHALTIC EMULSION (FOG SEAL COAT)	TON	180	200.00	36,000.00
28	390132	HOT MIX ASPHALT (TYPE A)	TON	38,200	93.00	3,552,600.00
29	390136	MINOR HOT MIX ASPHALT	TON	7,640	102.00	779,280.00
30	394053	SHOULDER RUMBLE STRIP (HMA, GROUND-IN INDENTATIONS)	STA	3,960	10.00	39,600.00
31	394071	PLACE HOT MIX ASPHALT DIKE	LF	291,000	.50	145,500.00
32	394090	PLACE HOT MIX ASPHALT (MISCELLANEOUS AREA)	SQYD	160	30.00	4,800.00
33	397005	TACK COAT	TON	140	800.00	112,000.00
34	401050	JOINTED PLAIN CONCRETE PAVEMENT	CY	300	250.00	75,000.00

11-2M1604
11-SD-8-R39
04/07/11

CONTRACT PROPOSAL OF LOW BIDDER

BID211
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ITEM NO.	ITEM CODE	ITEM DESCRIPTION	UNIT OF MEASURE	ESTIMATED QUANTITY	BID	AMOUNT
35	401108	REPLACE CONCRETE PAVEMENT (RAPID STRENGTH CONCRETE)	CY	1,180	600.00	708,000.00
36	404092	SEAL PAVEMENT JOINT	LF	1,440	2.00	2,880.00
37	406050	DOWEL BAR (DRILL AND BOND)	EA	1,040	25.00	26,000.00
38	413115	SEAL JOINT (EXISTING CONCRETE PAVEMENT)	LF	216,000	2.00	432,000.00
39	420201	GRIND EXISTING CONCRETE PAVEMENT	SQYD	545,000	3.75	2,043,750.00
40	510087	STRUCTURAL CONCRETE, APPROACH SLAB (TYPE R)	CY	180	500.00	90,000.00
41	510502	MINOR CONCRETE (MINOR STRUCTURE)	CY	4	1,530.00	6,120.00
42	519091	JOINT SEAL (MR 1 1/2")	LF	160	150.00	24,000.00
43	665716	18" SLOTTED CORRUGATED STEEL PIPE (.064" THICK)	LF	54	150.00	8,100.00
44	681103	3" PLASTIC PIPE (EDGE DRAIN)	LF	380	16.00	6,080.00
45	681107	3" PLASTIC PIPE (EDGE DRAIN OUTLET)	LF	64	25.00	1,600.00
46 (F)	750001	MISCELLANEOUS IRON AND STEEL	LB	44	2.00	88.00
47	820110	MILEPOST MARKER	EA	11	100.00	1,100.00
48	820118	GUARD RAILING DELINEATOR	EA	14	22.00	308.00
49	832001	METAL BEAM GUARD RAILING	LF	1,570	22.00	34,540.00
50	020447	DOUBLE METAL BEAM GUARD RAILING	LF	880	30.00	26,400.00
51	839541	TRANSITION RAILING (TYPE WB)	EA	4	3,000.00	12,000.00
52	839561	RAIL TENSIONING ASSEMBLY	EA	2	500.00	1,000.00
53	839585	ALTERNATIVE FLARED TERMINAL SYSTEM	EA	1	2,800.00	2,800.00
54	020448	ALTERNATIVE CRASH CUSHION SYSTEM	EA	2	6,000.00	12,000.00
55	840506	8" THERMOPLASTIC TRAFFIC STRIPE	LF	9,980	.70	6,986.00
56	840515	THERMOPLASTIC PAVEMENT MARKING	SQFT	4,480	3.25	14,560.00
57	840656	PAINT TRAFFIC STRIPE (2-COAT)	LF	689,000	.14	96,460.00
58	850122	PAVEMENT MARKER (RETROREFLECTIVE-RECESSED)	EA	10,500	10.00	105,000.00
59	860090	MAINTAINING EXISTING TRAFFIC MANAGEMENT SYSTEM ELEMENTS DURING CONSTRUCTION	LS	LUMP SUM	500.00	500.00
60	999990	MOBILIZATION	LS	LUMP SUM	499,000.00	499,000.00
					A)	10,089,176.00
					B) 50 DAYS X	10400
					A+B)	10,609,176.00

STATE OF CALIFORNIA DEPARTMENT OF TRANSPORTATION
CONTRACT
DES-OE-0103A (REV 3/2010)

Caltrans

STATE OF CALIFORNIA
DEPARTMENT OF TRANSPORTATION
CONTRACT NO. 11-2M1604

This contract is entered into between the State of California's Department of Transportation and the Contractor named below:

GRANITE CONSTRUCTION COMPANY
CONTRACTOR'S NAME

The parties agree to comply with the terms of the following exhibits that are by this reference made a part of this contract.

Exhibit A - Bid book dated	3/7/2011
Exhibit B - Notice to Bidders and Special Provisions dated	3/7/2011
Exhibit C - Project Plans approved	1-18-2011
Exhibit D - Standard Specifications dated	2006
Exhibit E - Standard Plans dated	2006
Exhibit F - Addenda	

Exhibits A, B, C, and F are those exhibits identified with the same contract number as this contract.

This contract has been executed by the following parties:

CONTRACTOR

CONTRACTOR'S NAME (If other than an individual, state whether a corporation, partnership, etc.)
Granite Construction Company, a California Corporation

BY (Authorized Signature) | DATE SIGNED (Do not type) 5/19/11

PRINTED NAME AND TITLE OF PERSON SIGNING
J[illegible] Desai, Vice President

FEDERAL EMPLOYER IDENTIFICATION NUMBER
94-0519552

DEPARTMENT OF TRANSPORTATION

BY (Authorized Signature) Loren C Newell | DATE SIGNED (Do not type) 6.2.11

PRINTED NAME AND TITLE OF PERSON SIGNING
Loren Newell Acting Office Chief

This contract has been certified as complying with the State Contract Act:

BY (Authorized Signature) | DATE SIGNED (Do not type) 6/10/11

PRINTED NAME AND TITLE OF PERSON SIGNING
Daniel [illegible], Deputy Attorney

ADA Notice [illegible]

Form **990**

Department of the Treasury
Internal Revenue Service

Return of Organization Exempt From Income Tax

Under section 501(c), 527, or 4947(a)(1) of the Internal Revenue Code (except black lung benefit trust or private foundation)

▶ The organization may have to use a copy of this return to satisfy state reporting requirements

OMB No. 1545-0047

2011

A For the 2011 calendar year, or tax year beginning , 2011, and ending , 20

B Check if applicable: Address change; Name change; Initial return; Terminated; Amended return; Application pending

C Name of organization: PINE VALLEY MUTUAL WATER CO.

Doing Business As

Number and street (or P.O. box if mail is not delivered to street address) | Room/suite: P.O. BOX 148

City or town, state or country, and ZIP + 4: PINE VALLEY, CA 91962

D Employer identification number: 95-1109600

E Telephone number: (619) 473-8450

G Gross receipts $ 439,057.

F Name and address of principal officer

H(a) Is this a group return for affiliates? Yes [X] No

H(b) Are all affiliates included? Yes No

If "No," attach a list. (see instructions)

I Tax-exempt status: 501(c)(3) [X] 501(c) (12) ◀ (insert no.) 4947(a)(1) or 527

J Website: ▶ N/A

H(c) Group exemption number ▶

K Form of organization: Corporation Trust Association [X] Other ▶ MUTUAL WATER

L Year of formation: 1923

M State of legal domicile: CA

Part I Summary

1 Briefly describe the organization's mission or most significant activities:
THE COMPANY'S MISSION IS TO SUPPLY AND CHARGE WATER SALES AND IRRIGATION SERVICES TO ITS SHAREHOLDERS/COMMUNITY MEMEBERS FOR RESIDENTIAL AND BUSINESS USE.

2 Check this box ▶ [ ] if the organization discontinued its operations or disposed of more than 25% of its net assets.

Activities & Governance

3 Number of voting members of the governing body (Part VI, line 1a)	3	5.
4 Number of independent voting members of the governing body (Part VI, line 1b)	4	5.
5 Total number of individuals employed in calendar year 2011 (Part V, line 2a)	5	6.
6 Total number of volunteers (estimate if necessary)	6	0
7a Total unrelated business revenue from Part VIII, column (C), line 12	7a	0
b Net unrelated business taxable income from Form 990-T, line 34	7b	0

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	Prior Year	Current Year
Revenue		
8 Contributions and grants (Part VIII, line 1h)	0	0
9 Program service revenue (Part VIII, line 2g)	397,945.	421,120.
10 Investment income (Part VIII, column (A), lines 3, 4, and 7d)	7,679.	4,104.
11 Other revenue (Part VIII, column (A), lines 5, 6d, 8c, 9c, 10c, and 11e)	3,750.	13,833.
12 Total revenue - add lines 8 through 11 (must equal Part VIII, column (A), line 12)	409,374.	439,057.
Expenses		
13 Grants and similar amounts paid (Part IX, column (A), lines 1-3)	0	0
14 Benefits paid to or for members (Part IX, column (A), line 4)	0	0
15 Salaries, other compensation, employee benefits (Part IX, column (A), lines 5-10)	212,583.	207,613.
16a Professional fundraising fees (Part IX, column (A), line 11e)	0	0
b Total fundraising expenses (Part IX, column (D), line 25) ▶ 0		
17 Other expenses (Part IX, column (A), lines 11a-11d, 11f-24e)	270,250.	294,722.
18 Total expenses. Add lines 13-17 (must equal Part IX, column (A), line 25)	482,833.	502,335.
19 Revenue less expenses. Subtract line 18 from line 12	-73,459.	-63,278.
Net Assets or Fund Balances	**Beginning of Current Year**	**End of Year**
20 Total assets (Part X, line 16)	1,391,253.	1,330,694.
21 Total liabilities (Part X, line 26)	24,187.	26,906.
22 Net assets or fund balances. Subtract line 21 from line 20	1,367,066.	1,303,788.

Part II Signature Block

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge.

Sign Here ▶ Signature of officer: Bob Loftis — Date: 4-10-12

▶ Type or print name and title: BOB LOFTIS VICE PRESIDENT

Paid Preparer Use Only
Print/Type preparer's name: Brian Hadley
Preparer's signature: Brian Hadley
Date: 4/4/12
Check [ ] if self-employed
PTIN: P00067183
Firm's name ▶ WILKINSON HADLEY KING & CO., LLP
Firm's EIN ▶ 52-2354566
Firm's address ▶ 218 W. DOUGLAS AVENUE EL CAJON, CA 92020
Phone no. 619-447-6700

May the IRS discuss this return with the preparer shown above? (see instructions) [X] Yes [ ] No

For Paperwork Reduction Act Notice, see the separate instructions.

Form **990** (2011)

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PINE VALLEY MUTUAL WATER CO. 95-1109600

Form 990 (2011) Page 2

Part III **Statement of Program Service Accomplishments**

Check if Schedule O contains a response to any question in this Part III ☐

1 Briefly describe the organization's mission

THE COMPANY'S MISSION IS TO SUPPLY AND CHARGE WATER SALES AND IRRIGATION SERVICES TO ITS SHAREHOLDERS/COMMUNITY MEMBERS FOR RESIDENTIAL AND BUSINESS USE.

2 Did the organization undertake any significant program services during the year which were not listed on the prior Form 990 or 990-EZ? ☐ Yes ☒ No

If "Yes," describe these new services on Schedule O

3 Did the organization cease conducting, or make significant changes in how it conducts, any program services? ☐ Yes ☒ No

If "Yes," describe these changes on Schedule O

4 Describe the organization's program service accomplishments for each of its three largest program services, as measured by expenses. Section 501(c)(3) and 501(c)(4) organizations and section 4947(a)(1) trusts are required to report the amount of grants and allocations to others, the total expenses, and revenue, if any, for each program service reported

4a (Code ______) (Expenses $ 423,088. including grants of $ ______) (Revenue $ 421,139.)

THE COMPANY OPERATES AS A MUTUAL WATER COMPANY AND SUPPLIES WATER AND IRRIGATION SERVICES TO ITS SHAREHOLDERS. WATER SALES AND OTHER IRRIGATION SERVICES ARE BILLED TO SHAREHOLDERS ON A BI-MONTHLY BASIS

4b (Code ______) (Expenses $ ______ including grants of $ ______) (Revenue $ ______)

4c (Code ______) (Expenses $ ______ including grants of $ ______) (Revenue $ ______)

4d Other program services (Describe in Schedule O.)

(Expenses $ ______ including grants of $ ______) (Revenue $ ______)

4e Total program service expenses ▶ 423,088.

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Form 990 (2011)

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PINE VALLEY MUTUAL WATER CO. 95-1109600

Form 990 (2011) Page 5

Part IV Checklist of Required Schedules

		Line	Yes	No
1	Is the organization described in section 501(c)(3) or 4947(a)(1) (other than a private foundation)? *If "Yes," complete Schedule A*	1		X
2	Is the organization required to complete *Schedule B, Schedule of Contributors* (see instructions)?	2		X
3	Did the organization engage in direct or indirect political campaign activities on behalf of or in opposition to candidates for public office? *If "Yes," complete Schedule C, Part I*	3		X
4	**Section 501(c)(3) organizations.** Did the organization engage in lobbying activities, or have a section 501(h) election in effect during the tax year? *If "Yes," complete Schedule C, Part II*	4		
5	Is the organization a section 501(c)(4), 501(c)(5), or 501(c)(6) organization that receives membership dues, assessments, or similar amounts as defined in Revenue Procedure 98-19? *If "Yes," complete Schedule C, Part III*	5		
6	Did the organization maintain any donor advised funds or any similar funds or accounts for which donors have the right to provide advice on the distribution or investment of amounts in such funds or accounts? *If "Yes," complete Schedule D, Part I*	6		X
7	Did the organization receive or hold a conservation easement, including easements to preserve open space, the environment, historic land areas, or historic structures? *If "Yes," complete Schedule D, Part II*	7		X
8	Did the organization maintain collections of works of art, historical treasures, or other similar assets? *If "Yes," complete Schedule D, Part III*	8		X
9	Did the organization report an amount in Part X, line 21, serve as a custodian for amounts not listed in Part X, or provide credit counseling, debt management, credit repair, or debt negotiation services? *If "Yes," complete Schedule D, Part IV*	9		X
10	Did the organization, directly or through a related organization, hold assets in temporarily restricted endowments, permanent endowments, or quasi-endowments? *If "Yes," complete Schedule D, Part V*	10		X
11	If the organization's answer to any of the following questions is "Yes," then complete Schedule D, Parts VI, VII, VIII, IX, or X as applicable			
a	Did the organization report an amount for land, buildings, and equipment in Part X, line 10? *If "Yes," complete Schedule D, Part VI*	11a	X	
b	Did the organization report an amount for investments—other securities in Part X, line 12 that is 5% or more of its total assets reported in Part X, line 16? *If "Yes," complete Schedule D, Part VII*	11b		X
c	Did the organization report an amount for investments-program related in Part X, line 13 that is 5% or more of its total assets reported in Part X, line 16? *If "Yes," complete Schedule D, Part VIII*	11c		X
d	Did the organization report an amount for other assets in Part X, line 15 that is 5% or more of its total assets reported in Part X, line 16? *If "Yes," complete Schedule D, Part IX*	11d	X	
e	Did the organization report an amount for other liabilities in Part X, line 25? *If "Yes," complete Schedule D, Part X*	11e		X
f	Did the organization's separate or consolidated financial statements for the tax year include a footnote that addresses the organization's liability for uncertain tax positions under FIN 48 (ASC 740)? *If "Yes," complete Schedule D, Part X*	11f		X
12a	Did the organization obtain separate, independent audited financial statements for the tax year? *If "Yes," complete Schedule D, Parts XI, XII, and XIII*	12a	X	
b	Was the organization included in consolidated, independent audited financial statements for the tax year? *If "Yes," and if the organization answered "No" to line 12a, then completing Schedule D, Parts XI, XII, and XIII is optional*	12b		X
13	Is the organization a school described in section 170(b)(1)(A)(ii)? *If "Yes," complete Schedule E*	13		X
14a	Did the organization maintain an office, employees, or agents outside of the United States?	14a		X
b	Did the organization have aggregate revenues or expenses of more than $10,000 from grantmaking, fundraising, business, investment, and program service activities outside the United States, or aggregate foreign investments valued at $100,000 or more? *If "Yes," complete Schedule F, Parts I and IV*	14b		X
15	Did the organization report on Part IX, column (A), line 3, more than $5,000 of grants or assistance to any organization or entity located outside the United States? *If "Yes," complete Schedule F, Parts II and IV*	15		X
16	Did the organization report on Part IX, column (A), line 3, more than $5,000 of aggregate grants or assistance to individuals located outside the United States? *If "Yes," complete Schedule F, Parts III and IV*	16		X
17	Did the organization report a total of more than $15,000 of expenses for professional fundraising services on Part IX, column (A), lines 6 and 11e? *If "Yes," complete Schedule G, Part I (see instructions)*	17		X
18	Did the organization report more than $15,000 total of fundraising event gross income and contributions on Part VIII, lines 1c and 8a? *If "Yes," complete Schedule G, Part II*	18		X
19	Did the organization report more than $15,000 of gross income from gaming activities on Part VIII, line 9a? *If "Yes," complete Schedule G, Part III*	19		X
20a	Did the organization operate one or more hospital facilities? *If "Yes," complete Schedule H*	20a		X
b	If "Yes" to line 20a, did the organization attach a copy of its audited financial statements to the return?	20b		

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PINE VALLEY MUTUAL WATER CO. 95-1109600

Form 990 (2011) Page 4

Part IV Checklist of Required Schedules *(continued)*

			Yes	No
21	Did the organization report more than $5,000 of grants and other assistance to any government or organization in the United States on Part IX, column (A), line 1? *If "Yes," complete Schedule I, Parts I and II*	21		X
22	Did the organization report more than $5,000 of grants and other assistance to individuals in the United States on Part IX, column (A), line 2? *If "Yes," complete Schedule I, Parts I and III*	22		X
23	Did the organization answer "Yes" to Part VII, Section A, line 3, 4, or 5 about compensation of the organization's current and former officers, directors, trustees, key employees, and highest compensated employees? *If "Yes," complete Schedule J*	23		X
24a	Did the organization have a tax-exempt bond issue with an outstanding principal amount of more than $100,000 as of the last day of the year, that was issued after December 31, 2002? *If "Yes," answer lines 24b through 24d and complete Schedule K. If "No," go to line 25*	24a		X
b	Did the organization invest any proceeds of tax-exempt bonds beyond a temporary period exception?	24b		
c	Did the organization maintain an escrow account other than a refunding escrow at any time during the year to defease any tax-exempt bonds?	24c		
d	Did the organization act as an "on behalf of" issuer for bonds outstanding at any time during the year?	24d		
25a	**Section 501(c)(3) and 501(c)(4) organizations.** Did the organization engage in an excess benefit transaction with a disqualified person during the year? *If "Yes," complete Schedule L, Part I*	25a		
b	Is the organization aware that it engaged in an excess benefit transaction with a disqualified person in a prior year, and that the transaction has not been reported on any of the organization's prior Forms 990 or 990-EZ? *If "Yes," complete Schedule L, Part I*	25b		
26	Was a loan to or by a current or former officer, director, trustee, key employee, highly compensated employee, or disqualified person outstanding as of the end of the organization's tax year? *If "Yes," complete Schedule L, Part II*	26		X
27	Did the organization provide a grant or other assistance to an officer, director, trustee, key employee, substantial contributor or employee thereof, a grant selection committee member, or to a 35% controlled entity or family member of any of these persons? *If "Yes," complete Schedule L, Part III*	27		X
28	Was the organization a party to a business transaction with one of the following parties (see Schedule L, Part IV instructions for applicable filing thresholds, conditions, and exceptions):			
a	A current or former officer, director, trustee, or key employee? *If "Yes," complete Schedule L, Part IV*	28a		X
b	A family member of a current or former officer, director, trustee, or key employee? *If "Yes," complete Schedule L, Part IV*	28b		X
c	An entity of which a current or former officer, director, trustee, or key employee (or a family member thereof) was an officer, director, trustee, or direct or indirect owner? *If "Yes," complete Schedule L, Part IV*	28c		X
29	Did the organization receive more than $25,000 in non-cash contributions? *If "Yes," complete Schedule M*	29		X
30	Did the organization receive contributions of art, historical treasures, or other similar assets, or qualified conservation contributions? *If "Yes," complete Schedule M*	30		X
31	Did the organization liquidate, terminate, or dissolve and cease operations? *If "Yes," complete Schedule N, Part I*	31		X
32	Did the organization sell, exchange, dispose of, or transfer more than 25% of its net assets? *If "Yes," complete Schedule N, Part II*	32		X
33	Did the organization own 100% of an entity disregarded as separate from the organization under Regulations sections 301.7701-2 and 301.7701-3? *If "Yes," complete Schedule R, Part I*	33		X
34	Was the organization related to any tax-exempt or taxable entity? *If "Yes," complete Schedule R, Parts II, III, IV, and V, line 1*	34		X
35a	Did the organization have a controlled entity within the meaning of section 512(b)(13)?	35a		X
b	Did the organization receive any payment from or engage in any transaction with a controlled entity within the meaning of section 512(b)(13)? *If "Yes," complete Schedule R, Part V, line 2*	35b		X
36	**Section 501(c)(3) organizations.** Did the organization make any transfers to an exempt non-charitable related organization? *If "Yes," complete Schedule R, Part V, line 2*	36		
37	Did the organization conduct more than 5% of its activities through an entity that is not a related organization and that is treated as a partnership for federal income tax purposes? *If "Yes," complete Schedule R, Part VI*	37		X
38	Did the organization complete Schedule O and provide explanations in Schedule O for Part VI, lines 11 and 19? **Note.** All Form 990 filers are required to complete Schedule O	38	X	

Form 990 (2011)

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PINE VALLEY MUTUAL WATER CO. 95-1109600

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Part V Statements Regarding Other IRS Filings and Tax Compliance

Check if Schedule O contains a response to any question in this Part V . . . . . ☐

					Yes	No
1a	Enter the number reported in Box 3 of Form 1096. Enter -0- if not applicable	1a	[illegible]			
b	Enter the number of Forms W-2G included in line 1a. Enter -0- if not applicable	1b	[illegible]			
c	Did the organization comply with backup withholding rules for reportable payments to vendors and reportable gaming (gambling) winnings to prize winners?			1c	X	
2a	Enter the number of employees reported on Form W-3, Transmittal of Wage and Tax Statements, filed for the calendar year ending with or within the year covered by this return	2a	[illegible]			
b	If at least one is reported on line 2a, did the organization file all required federal employment tax returns?			2b	X	
	Note. If the sum of lines 1a and 2a is greater than 250, you may be required to e-file (see instructions)					
3a	Did the organization have unrelated business gross income of $1,000 or more during the year?			3a		X
b	If "Yes," has it filed a Form 990-T for this year? *If "No," provide an explanation in Schedule O*			3b		
4a	At any time during the calendar year, did the organization have an interest in, or a signature or other authority over, a financial account in a foreign country (such as a bank account, securities account, or other financial account)?			4a		X
b	If "Yes," enter the name of the foreign country. ▶ ______ See instructions for filing requirements for Form TD F 90-22.1, Report of Foreign Bank and Financial Accounts					
5a	Was the organization a party to a prohibited tax shelter transaction at any time during the tax year?			5a		X
b	Did any taxable party notify the organization that it was or is a party to a prohibited tax shelter transaction?			5b		X
c	If "Yes" to line 5a or 5b, did the organization file Form 8886-T?			5c		
6a	Does the organization have annual gross receipts that are normally greater than $100,000, and did the organization solicit any contributions that were not tax deductible?			6a		X
b	If "Yes," did the organization include with every solicitation an express statement that such contributions or gifts were not tax deductible?			6b		
7	**Organizations that may receive deductible contributions under section 170(c).**					
a	Did the organization receive a payment in excess of $75 made partly as a contribution and partly for goods and services provided to the payor?			7a		X
b	If "Yes," did the organization notify the donor of the value of the goods or services provided?			7b		
c	Did the organization sell, exchange, or otherwise dispose of tangible personal property for which it was required to file Form 8282?			7c		X
d	If "Yes," indicate the number of Forms 8282 filed during the year	7d				
e	Did the organization receive any funds, directly or indirectly, to pay premiums on a personal benefit contract?			7e		X
f	Did the organization, during the year, pay premiums, directly or indirectly, on a personal benefit contract?			7f		X
g	If the organization received a contribution of qualified intellectual property, did the organization file Form 8899 as required?			7g		X
h	If the organization received a contribution of cars, boats, airplanes, or other vehicles, did the organization file a Form 1098-C?			7h		X
8	**Sponsoring organizations maintaining donor advised funds and section 509(a)(3) supporting organizations.** Did the supporting organization, or a donor advised fund maintained by a sponsoring organization, have excess business holdings at any time during the year?			8		X
9	**Sponsoring organizations maintaining donor advised funds.**					
a	Did the organization make any taxable distributions under section 4966?			9a		X
b	Did the organization make a distribution to a donor, donor advisor, or related person?			9b		X
10	**Section 501(c)(7) organizations.** Enter					
a	Initiation fees and capital contributions included on Part VIII, line 12	10a				
b	Gross receipts, included on Form 990, Part VIII, line 12, for public use of club facilities	10b				
11	**Section 501(c)(12) organizations.** Enter					
a	Gross income from members or shareholders	11a	421,120			
b	Gross income from other sources (Do not net amounts due or paid to other sources against amounts due or received from them.)	11b	[illegible]			
12a	**Section 4947(a)(1) non-exempt charitable trusts.** Is the organization filing Form 990 in lieu of Form 1041?			12a		
b	If "Yes," enter the amount of tax-exempt interest received or accrued during the year	12b				
13	**Section 501(c)(29) qualified nonprofit health insurance issuers.**					
a	Is the organization licensed to issue qualified health plans in more than one state?			13a		
	Note. See the instructions for additional information the organization must report on Schedule O					
b	Enter the amount of reserves the organization is required to maintain by the states in which the organization is licensed to issue qualified health plans	13b				
c	Enter the amount of reserves on hand	13c				
14a	Did the organization receive any payments for indoor tanning services during the tax year?			14a		X
b	If "Yes," has it filed a Form 720 to report these payments? *If "No," provide an explanation in Schedule O*			14b		

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Form 990 (2011) PINE VALLEY MUTUAL WATER CO. 95-1109600 Page 6

Part VI Governance, Management, and Disclosure *For each "Yes" response to lines 2 through 7b below, and for a "No" response to line 8a, 8b, or 10b below, describe the circumstances, processes, or changes in Schedule O. See instructions.*

Check if Schedule O contains a response to any question in this Part VI . . . . . [X]

Section A. Governing Body and Management

				Yes	No
1a	Enter the number of voting members of the governing body at the end of the tax year. If there are material differences in voting rights among members of the governing body, or if the governing body delegated broad authority to an executive committee or similar committee, explain in Schedule O	1a 5			
b	Enter the number of voting members included in line 1a, above, who are independent	1b 5			
2	Did any officer, director, trustee, or key employee have a family relationship or a business relationship with any other officer, director, trustee, or key employee?		2		X
3	Did the organization delegate control over management duties customarily performed by or under the direct supervision of officers, directors, or trustees, or key employees to a management company or other person?		3		X
4	Did the organization make any significant changes to its governing documents since the prior Form 990 was filed?		4		X
5	Did the organization become aware during the year of a significant diversion of the organization's assets?		5		X
6	Did the organization have members or stockholders?		6	X	
7a	Did the organization have members, stockholders, or other persons who had the power to elect or appoint one or more members of the governing body?		7a	X	
b	Are any governance decisions of the organization reserved to (or subject to approval by) members, stockholders, or persons other than the governing body?		7b		X
8	Did the organization contemporaneously document the meetings held or written actions undertaken during the year by the following				
a	The governing body?		8a	X	
b	Each committee with authority to act on behalf of the governing body?		8b	X	
9	Is there any officer, director, trustee, or key employee listed in Part VII, Section A, who cannot be reached at the organization's mailing address? *If "Yes," provide the names and addresses in Schedule O*		9		X

Section B. Policies *(This Section B requests information about policies not required by the Internal Revenue Code.)*

			Yes	No
10a	Did the organization have local chapters, branches, or affiliates?	10a		X
b	If "Yes," did the organization have written policies and procedures governing the activities of such chapters, affiliates, and branches to ensure their operations are consistent with the organization's exempt purposes?	10b		
11a	Has the organization provided a complete copy of this Form 990 to all members of its governing body before filing the form?	11a	X	
b	Describe in Schedule O the process, if any, used by the organization to review this Form 990			
12a	Did the organization have a written conflict of interest policy? *If "No," go to line 13*	12a		X
b	Were officers, directors, or trustees, and key employees required to disclose annually interests that could give rise to conflicts?	12b		
c	Did the organization regularly and consistently monitor and enforce compliance with the policy? *If "Yes," describe in Schedule O how this was done*	12c		
13	Did the organization have a written whistleblower policy?	13		X
14	Did the organization have a written document retention and destruction policy?	14		X
15	Did the process for determining compensation of the following persons include a review and approval by independent persons, comparability data, and contemporaneous substantiation of the deliberation and decision?			
a	The organization's CEO, Executive Director, or top management official	15a		X
b	Other officers or key employees of the organization	15b	X	
	If "Yes" to line 15a or 15b, describe the process in Schedule O (see instructions.)			
16a	Did the organization invest in, contribute assets to, or participate in a joint venture or similar arrangement with a taxable entity during the year?	16a		X
b	If "Yes," did the organization follow a written policy or procedure requiring the organization to evaluate its participation in joint venture arrangements under applicable federal tax law, and take steps to safeguard the organization's exempt status with respect to such arrangements?	16b		

Section C. Disclosure

17 List the states with which a copy of this Form 990 is required to be filed ▶ CA,

18 Section 6104 requires an organization to make its Forms 1023 (or 1024 if applicable), 990, and 990-T (Section 501(c)(3)s only) available for public inspection. Indicate how you made these available. Check all that apply

[ ] Own website [ ] Another's website [X] Upon request

19 Describe in Schedule O whether (and if so, how), the organization made its governing documents, conflict of interest policy, and financial statements available to the public during the tax year

20 State the name, physical address, and telephone number of the person who possesses the books and records of the organization ▶ PHILLIP [illegible] P.O. BOX 148 PINE VALLEY, CA 91962 [illegible]

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Part VII **Compensation of Officers, Directors, Trustees, Key Employees, Highest Compensated Employees, and Independent Contractors**

Check if Schedule O contains a response to any question in this Part VII . . . . [X]

Section A. Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees

1a Complete this table for all persons required to be listed. Report compensation for the calendar year ending with or within the organization's tax year.

- List all of the organization's **current** officers, directors, trustees (whether individuals or organizations), regardless of amount of compensation. Enter -0- in columns (D), (E), and (F) if no compensation was paid.
- List all of the organization's **current** key employees, if any. See instructions for definition of "key employee."
- List the organization's five **current** highest compensated employees (other than an officer, director, trustee, or key employee) who received reportable compensation (Box 5 of Form W-2 and/or Box 7 of Form 1099-MISC) of more than $100,000 from the organization and any related organizations.
- List all of the organization's **former** officers, key employees, and highest compensated employees who received more than $100,000 of reportable compensation from the organization and any related organizations.
- List all of the organization's **former directors or trustees** that received, in the capacity as a former director or trustee of the organization, more than $10,000 of reportable compensation from the organization and any related organizations.

List persons in the following order: individual trustees or directors, institutional trustees, officers, key employees, highest compensated employees, and former such persons.

[X] Check this box if neither the organization nor any related organization compensated any current officer, director, or trustee.

(A) Name and Title	(B) Average hours per week (describe hours for related organizations in Schedule O)	(C) Position (do not check more than one box, unless person is both an officer and a director/trustee): Individual trustee or director	Institutional trustee	Officer	Key employee	Highest compensated employee	Former	(D) Reportable compensation from the organization (W-2/1099-MISC)	(E) Reportable compensation from related organizations (W-2/1099-MISC)	(F) Estimated amount of other compensation from the organization and related organizations
ATTACHMENT 1										
(1) RONALD CUEVAS PRESIDENT	2.00	X						0	0	0
(2) ROBERT LOFTIS VICE PRESIDENT	1.00	X						0	0	0
(3) EDWARD KROSKY TREASURER	1.00	X						0	0	0
(4) RON HOBSON SECRETARY	1.00	X						0	0	0
(5) MATTHEW GROSSET DIRECTOR	1.00	X						0	0	0
(6) PHILIP BOERMAN GENERAL MANAGER	45.00				X			79,767.	0	16,463.
(7)										
(8)										
(9)										
(10)										
(11)										
(12)										
(13)										
(14)										

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Part VII Section A. Officers, Directors, Trustees, Key Employees, and Highest Compensated Employees *(continued)*

(A) Name and title	(B) Average hours per week (describe hours for related organizations in Schedule O)	(C) Position (do not check more than one box, unless person is both an officer and a director/trustee): Individual trustee or director	Institutional trustee	Officer	Key employee	Highest compensated employee	Former	(D) Reportable compensation from the organization (W-2/1099-MISC)	(E) Reportable compensation from related organizations (W-2/1099-MISC)	(F) Estimated amount of other compensation from the organization and related organizations
1b Sub-total ▶								79,767.	0	16,463.
c Total from continuation sheets to Part VII, Section A ▶								0	0	0
d Total (add lines 1b and 1c) ▶								79,767.	0	16,463.

2 Total number of individuals (including but not limited to those listed above) who received more than $100,000 of reportable compensation from the organization ▶ 0

		Yes	No
3 Did the organization list any former officer, director, or trustee, key employee, or highest compensated employee on line 1a? *If "Yes," complete Schedule J for such individual*	3		X
4 For any individual listed on line 1a, is the sum of reportable compensation and other compensation from the organization and related organizations greater than $150,000? *If "Yes," complete Schedule J for such individual*	4		X
5 Did any person listed on line 1a receive or accrue compensation from any unrelated organization or individual for services rendered to the organization? *If "Yes," complete Schedule J for such person*	5		X

Section B. Independent Contractors

1 Complete this table for your five highest compensated independent contractors that received more than $100,000 of compensation from the organization. Report compensation for the calendar year ending with or within the organization's tax year.

(A) Name and business address	(B) Description of services	(C) Compensation

2 Total number of independent contractors (including but not limited to those listed above) who received more than $100,000 in compensation from the organization ▶ 0

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Part VIII Statement of Revenue

				(A) Total revenue	(B) Related or exempt function revenue	(C) Unrelated business revenue	(D) Revenue excluded from tax under sections 512, 513, or 514
Contributions, Gifts, Grants and Other Similar Amounts							
1a	Federated campaigns	1a					
b	Membership dues	1b					
c	Fundraising events	1c					
d	Related organizations	1d					
e	Government grants (contributions)	1e					
f	All other contributions, gifts, grants, and similar amounts not included above	1f					
g	Noncash contributions included in lines 1a-1f $						
h	Total. Add lines 1a-1f			0			
Program Service Revenue		Business Code					
2a	WATER SALES/CHARGES			421,120.			421,120.
b							
c							
d							
e							
f	All other program service revenue						
g	Total. Add lines 2a-2f			421,120.			
Other Revenue							
3	Investment income (including dividends, interest, and other similar amounts) ATTACHMENT 2			4,104.			4,104.
4	Income from investment of tax-exempt bond proceeds			0			
5	Royalties			0			
		(i) Real	(ii) Personal				
6a	Gross rents						
b	Less rental expenses						
c	Rental income or (loss)						
d	Net rental income or (loss)			0			
		(i) Securities	(ii) Other				
7a	Gross amount from sales of assets other than inventory						
b	Less cost or other basis and sales expenses						
c	Gain or (loss)						
d	Net gain or (loss)			0			
8a	Gross income from fundraising events (not including $ ______ of contributions reported on line 1c). See Part IV, line 18	a					
b	Less direct expenses	b					
c	Net income or (loss) from fundraising events			0			
9a	Gross income from gaming activities. See Part IV, line 19	a					
b	Less direct expenses	b					
c	Net income or (loss) from gaming activities			0			
10a	Gross sales of inventory, less returns and allowances	a					
b	Less cost of goods sold	b					
c	Net income or (loss) from sales of inventory			0			
	Miscellaneous Revenue	Business Code					
11a	TRANSFER FEES			9,750.			9,750.
b	OTHER INCOME			4,083.			4,083.
c							
d	All other revenue						
e	Total. Add lines 11a-11d			13,833.			
12	Total revenue. See instructions			439,057.			439,057.

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Part IX Statement of Functional Expenses

Section 501(c)(3) and 501(c)(4) organizations must complete all columns. All other organizations must complete column (A) but are not required to complete columns (B), (C), and (D).

Check if Schedule O contains a response to any question in this Part IX . . . . . ☐

Do not include amounts reported on lines 6b, 7b, 8b, 9b, and 10b of Part VIII.	(A) Total expenses	(B) Program service expenses	(C) Management and general expenses	(D) Fundraising expenses
1 Grants and other assistance to governments and organizations in the United States. See Part IV, line 21	0			
2 Grants and other assistance to individuals in the United States. See Part IV, line 22	0			
3 Grants and other assistance to governments, organizations, and individuals outside the United States. See Part IV, lines 15 and 16	0			
4 Benefits paid to or for members	0			
5 Compensation of current officers, directors, trustees, and key employees	96,230.	81,796.	14,434.	
6 Compensation not included above, to disqualified persons (as defined under section 4958(f)(1)) and persons described in section 4958(c)(3)(B)	0			
7 Other salaries and wages	88,022.	70,458.	17,564.	
8 Pension plan accruals and contributions (include section 401(k) and 403(b) employer contributions)	11,465.	9,172.	2,293.	
9 Other employee benefits	0			
10 Payroll taxes	11,896.	9,517.	2,379.	
11 Fees for services (non-employees):				
a Management	0			
b Legal	2,879.	2,447.	432.	
c Accounting	4,900.	4,165.	735.	
d Lobbying	0			
e Professional fundraising services. See Part IV, line 17	0			
f Investment management fees	0			
g Other	0			
12 Advertising and promotion	0			
13 Office expenses	13,421.	8,053.	5,368.	
14 Information technology	0			
15 Royalties	0			
16 Occupancy	0			
17 Travel	0			
18 Payments of travel or entertainment expenses for any federal, state, or local public officials	0			
19 Conferences, conventions, and meetings	0			
20 Interest	0			
21 Payments to affiliates	0			
22 Depreciation, depletion, and amortization	35,674.	30,323.	5,351.	
23 Insurance ATCH 5	0			
24 Other expenses. Itemize expenses not covered above (List miscellaneous expenses in line 24e. If line 24e amount exceeds 10% of line 25, column (A) amount, list line 24e expenses on Schedule O.)				
a ELECTRIC POWER	34,608.	27,686.	6,922.	
b VEHICLE EXPENSES	15,784.	14,206.	1,578.	
c PERMITS AND FEES	10,554.	9,499.	1,055.	
d CAPITAL IMPROVEMENT REPAIRS	88,995.	80,095.	8,900.	
e All other expenses ATTACHMENT 3	87,907.	75,671.	12,236.	
25 Total functional expenses. Add lines 1 through 24e	502,335.	423,088.	79,247.	
26 Joint costs. Complete this line only if the organization reported in column (B) joint costs from a combined educational campaign and fundraising solicitation. Check here ▶ ☐ if following SOP 98-2 (ASC 958-720)	0			

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Part X Balance Sheet

			(A) Beginning of year		(B) End of year
Assets	1	Cash - non-interest-bearing		1	
	2	Savings and temporary cash investments	785,914.	2	577,927.
	3	Pledges and grants receivable, net		3	
	4	Accounts receivable, net	45,984.	4	50,750.
	5	Receivables from current and former officers, directors, trustees, key employees, and highest compensated employees. Complete Part II of Schedule L		5	
	6	Receivables from other disqualified persons (as defined under section 4958(f)(1)), persons described in section 4958(c)(3)(B), and contributing employers and sponsoring organizations of section 501(c)(9) voluntary employees' beneficiary organizations (see instructions)		6	
	7	Notes and loans receivable, net		7	
	8	Inventories for sale or use	24,784.	8	26,798.
	9	Prepaid expenses and deferred charges ATCH 4	4,962.	9	2,811.
	10a	Land, buildings, and equipment: cost or other basis. Complete Part VI of Schedule D — 10a 2,380,090.			
	b	Less: accumulated depreciation — 10b 1,787,682.	449,609.	10c	592,408.
	11	Investments - publicly traded securities		11	
	12	Investments - other securities. See Part IV, line 11		12	
	13	Investments - program-related. See Part IV, line 11		13	
	14	Intangible assets		14	
	15	Other assets. See Part IV, line 11	80,000.	15	80,000.
	16	**Total assets.** Add lines 1 through 15 (must equal line 34)	1,391,253.	16	1,330,694.
Liabilities	17	Accounts payable and accrued expenses	24,187.	17	26,906.
	18	Grants payable		18	
	19	Deferred revenue		19	
	20	Tax-exempt bond liabilities		20	
	21	Escrow or custodial account liability. Complete Part IV of Schedule D		21	
	22	Payables to current and former officers, directors, trustees, key employees, highest compensated employees, and disqualified persons. Complete Part II of Schedule L		22	
	23	Secured mortgages and notes payable to unrelated third parties		23	
	24	Unsecured notes and loans payable to unrelated third parties		24	
	25	Other liabilities (including federal income tax, payables to related third parties, and other liabilities not included on lines 17-24). Complete Part X of Schedule D		25	
	26	**Total liabilities.** Add lines 17 through 25	24,187.	26	26,906.
Net Assets or Fund Balances		**Organizations that follow SFAS 117, check here ▶ ☐ and complete lines 27 through 29, and lines 33 and 34.**			
	27	Unrestricted net assets		27	
	28	Temporarily restricted net assets		28	
	29	Permanently restricted net assets		29	
		Organizations that do not follow SFAS 117, check here ▶ [X] and complete lines 30 through 34.			
	30	Capital stock or trust principal, or current funds		30	
	31	Paid-in or capital surplus, or land, building, or equipment fund		31	
	32	Retained earnings, endowment, accumulated income, or other funds	1,367,066.	32	1,303,788.
	33	Total net assets or fund balances	1,367,066.	33	1,303,788.
	34	Total liabilities and net assets/fund balances	1,391,253.	34	1,330,694.

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Part XI Reconciliation of Net Assets

Check if Schedule O contains a response to any question in this Part XI ☐

1	Total revenue (must equal Part VIII, column (A), line 12)	1	439,057.
2	Total expenses (must equal Part IX, column (A), line 25)	2	502,335.
3	Revenue less expenses. Subtract line 2 from line 1	3	-63,278.
4	Net assets or fund balances at beginning of year (must equal Part X, line 33, column (A))	4	1,367,066.
5	Other changes in net assets or fund balances (explain in Schedule O)	5	0
6	Net assets or fund balances at end of year. Combine lines 3, 4, and 5 (must equal Part X, line 33, column (B))	6	1,303,788.

Part XII Financial Statements and Reporting

Check if Schedule O contains a response to any question in this Part XII ☐

			Yes	No
1	Accounting method used to prepare the Form 990 ☐ Cash ☒ Accrual ☐ Other ______ If the organization changed its method of accounting from a prior year or checked "Other," explain in Schedule O			
2a	Were the organization's financial statements compiled or reviewed by an independent accountant?	2a	X	
b	Were the organization's financial statements audited by an independent accountant?	2b	X	
c	If "Yes" to line 2a or 2b, does the organization have a committee that assumes responsibility for oversight of the audit, review, or compilation of its financial statements and selection of an independent accountant? If the organization changed either its oversight process or selection process during the tax year, explain in Schedule O	2c	X	
d	If "Yes" to line 2a or 2b, check a box below to indicate whether the financial statements for the year were issued on a separate basis, consolidated basis, or both. ☒ Separate basis ☐ Consolidated basis ☐ Both consolidated and separate basis			
3a	As a result of a federal award, was the organization required to undergo an audit or audits as set forth in the Single Audit Act and OMB Circular A-133?	3a		X
b	If "Yes," did the organization undergo the required audit or audits? If the organization did not undergo the required audit or audits, explain why in Schedule O and describe any steps taken to undergo such audits	3b		

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SCHEDULE D (Form 990)

Department of the Treasury
Internal Revenue Service

Supplemental Financial Statements

▶ Complete if the organization answered "Yes," to Form 990, Part IV, line 6, 7, 8, 9, 10, 11a, 11b, 11c, 11d, 11e, 11f, 12a, or 12b.
▶ Attach to Form 990. ▶ See separate instructions.

OMB No. 1545-0047
2011
Open to Public Inspection

Name of the organization: PINE VALLEY MUTUAL WATER CO.
Employer identification number: 95-1109600

Part I — Organizations Maintaining Donor Advised Funds or Other Similar Funds or Accounts. Complete if the organization answered "Yes" to Form 990, Part IV, line 6

		(a) Donor advised funds	(b) Funds and other accounts
1	Total number at end of year		
2	Aggregate contributions to (during year)		
3	Aggregate grants from (during year)		
4	Aggregate value at end of year		

5 Did the organization inform all donors and donor advisors in writing that the assets held in donor advised funds are the organization's property, subject to the organization's exclusive legal control? ☐ Yes ☐ No

6 Did the organization inform all grantees, donors, and donor advisors in writing that grant funds can be used only for charitable purposes and not for the benefit of the donor or donor advisor, or for any other purpose conferring impermissible private benefit? ☐ Yes ☐ No

Part II — Conservation Easements. Complete if the organization answered "Yes" to Form 990, Part IV, line 7

1 Purpose(s) of conservation easements held by the organization (check all that apply)
- ☐ Preservation of land for public use (e g , recreation or education)
- ☐ Protection of natural habitat
- ☐ Preservation of open space
- ☐ Preservation of an historically important land area
- ☐ Preservation of a certified historic structure

2 Complete lines 2a through 2d if the organization held a qualified conservation contribution in the form of a conservation easement on the last day of the tax year

			Held at the End of the Tax Year
a	Total number of conservation easements	2a	
b	Total acreage restricted by conservation easements	2b	
c	Number of conservation easements on a certified historic structure included in (a)	2c	
d	Number of conservation easements included in (c) acquired after 8/17/06, and not on a historic structure listed in the National Register	2d	

3 Number of conservation easements modified, transferred, released, extinguished, or terminated by the organization during the tax year ▶ ________________

4 Number of states where property subject to conservation easement is located ▶ ________________

5 Does the organization have a written policy regarding the periodic monitoring, inspection, handling of violations, and enforcement of the conservation easements it holds? ☐ Yes ☐ No

6 Staff and volunteer hours devoted to monitoring, inspecting, and enforcing conservation easements during the year ▶ ________________

7 Amount of expenses incurred in monitoring, inspecting, and enforcing conservation easements during the year ▶ $ ________________

8 Does each conservation easement reported on line 2(d) above satisfy the requirements of section 170(h)(4)(B)(i) and section 170(h)(4)(B)(ii)? ☐ Yes ☐ No

9 In Part XIV, describe how the organization reports conservation easements in its revenue and expense statement, and balance sheet, and include, if applicable, the text of the footnote to the organization's financial statements that describes the organization's accounting for conservation easements

Part III — Organizations Maintaining Collections of Art, Historical Treasures, or Other Similar Assets. Complete if the organization answered "Yes" to Form 990, Part IV, line 8

1a If the organization elected, as permitted under SFAS 116 (ASC 958), not to report in its revenue statement and balance sheet works of art, historical treasures, or other similar assets held for public exhibition, education, or research in furtherance of public service, provide, in Part XIV, the text of the footnote to its financial statements that describes these items

b If the organization elected, as permitted under SFAS 116 (ASC 958), to report in its revenue statement and balance sheet works of art, historical treasures, or other similar assets held for public exhibition, education, or research in furtherance of public service, provide the following amounts relating to these items

(i) Revenues included in Form 990, Part VIII, line 1 ▶ $ ____________
(ii) Assets included in Form 990, Part X ▶ $ ____________

2 If the organization received or held works of art, historical treasures, or other similar assets for financial gain, provide the following amounts required to be reported under SFAS 116 (ASC 958) relating to these items

a Revenues included in Form 990, Part VIII, line 1 ▶ $ ____________
b Assets included in Form 990, Part X ▶ $ ____________

For Paperwork Reduction Act Notice, see the Instructions for Form 990. Schedule D (Form 990) 2011

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PINE VALLEY MUTUAL WATER CO. 95-1109600

Schedule D (Form 990) 2011 Page 2

Part III Organizations Maintaining Collections of Art, Historical Treasures, or Other Similar Assets (continued)

3 Using the organization's acquisition, accession, and other records, check any of the following that are a significant use of its collection items (check all that apply)
- a ☐ Public exhibition
- b ☐ Scholarly research
- c ☐ Preservation for future generations
- d ☐ Loan or exchange programs
- e ☐ Other ______

4 Provide a description of the organization's collections and explain how they further the organization's exempt purpose in Part XIV

5 During the year, did the organization solicit or receive donations of art, historical treasures, or other similar assets to be sold to raise funds rather than to be maintained as part of the organization's collection? ☐ Yes ☐ No

Part IV Escrow and Custodial Arrangements. Complete if the organization answered "Yes" to Form 990, Part IV, line 9, or reported an amount on Form 990, Part X, line 21

1a Is the organization an agent, trustee, custodian or other intermediary for contributions or other assets not included on Form 990, Part X? ☐ Yes ☐ No

b If "Yes," explain the arrangement in Part XIV and complete the following table

		Amount
c Beginning balance	1c	
d Additions during the year	1d	
e Distributions during the year	1e	
f Ending balance	1f	

2a Did the organization include an amount on Form 990, Part X, line 21? ☐ Yes ☐ No

b If "Yes," explain the arrangement in Part XIV

Part V Endowment Funds. Complete if the organization answered "Yes" to Form 990, Part IV, line 10

	(a) Current year	(b) Prior year	(c) Two years back	(d) Three years back	(e) Four years back
1a Beginning of year balance					
b Contributions					
c Net investment earnings, gains, and losses					
d Grants or scholarships					
e Other expenditures for facilities and programs					
f Administrative expenses					
g End of year balance					

2 Provide the estimated percentage of the current year end balance (line 1g, column (a)) held as
- a Board designated or quasi-endowment ▶ ______ %
- b Permanent endowment ▶ ______ %
- c Temporarily restricted endowment ▶ ______ %

The percentages in lines 2a, 2b, and 2c should equal 100%

3a Are there endowment funds not in the possession of the organization that are held and administered for the organization by

		Yes	No
(i) unrelated organizations	3a(i)		
(ii) related organizations	3a(ii)		
b If "Yes" to 3a(ii), are the related organizations listed as required on Schedule R?	3b		

4 Describe in Part XIV the intended uses of the organization's endowment funds

Part VI Land, Buildings, and Equipment. See Form 990, Part X, line 10

Description of property	(a) Cost or other basis (investment)	(b) Cost or other basis (other)	(c) Accumulated depreciation	(d) Book value
1a Land		256,360.		256,360.
b Buildings		166,355.	45,625.	120,730.
c Leasehold improvements				
d Equipment		465,738.	456,873.	8,865.
e Other		1,491,637.	1,285,184.	206,453.
Total. Add lines 1a through 1e (Column (d) must equal Form 990, Part X, column (B), line 10(c).) ▶				592,408.

Schedule D (Form 990) 2011

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Schedule D (Form 990) 2011 Page 4

Part XI Reconciliation of Change in Net Assets from Form 990 to Audited Financial Statements

1	Total revenue (Form 990, Part VIII, column (A), line 12)	1	439,057.
2	Total expenses (Form 990, Part IX, column (A), line 25)	2	502,335.
3	Excess or (deficit) for the year Subtract line 2 from line 1	3	-63,278.
4	Net unrealized gains (losses) on investments	4	
5	Donated services and use of facilities	5	
6	Investment expenses	6	
7	Prior period adjustments	7	
8	Other (Describe in Part XIV)	8	
9	Total adjustments (net) Add lines 4 through 8	9	
10	Excess or (deficit) for the year per audited financial statements Combine lines 3 and 9	10	-63,278.

Part XII Reconciliation of Revenue per Audited Financial Statements With Revenue per Return

1	Total revenue, gains, and other support per audited financial statements			1	439,057.
2	Amounts included on line 1 but not on Form 990, Part VIII, line 12				
a	Net unrealized gains on investments	2a			
b	Donated services and use of facilities	2b			
c	Recoveries of prior year grants	2c			
d	Other (Describe in Part XIV)	2d			
e	Add lines 2a through 2d			2e	
3	Subtract line 2e from line 1			3	439,057.
4	Amounts included on Form 990, Part VIII, line 12, but not on line 1				
a	Investment expenses not included on Form 990, Part VIII, line 7b	4a			
b	Other (Describe in Part XIV)	4b			
c	Add lines 4a and 4b			4c	
5	Total revenue Add lines 3 and 4c. *(This must equal Form 990, Part I, line 12)*			5	439,057.

Part XIII Reconciliation of Expenses per Audited Financial Statements With Expenses per Return

1	Total expenses and losses per audited financial statements			1	502,335.
2	Amounts included on line 1 but not on Form 990, Part IX, line 25				
a	Donated services and use of facilities	2a			
b	Prior year adjustments	2b			
c	Other losses	2c			
d	Other (Describe in Part XIV)	2d			
e	Add lines 2a through 2d			2e	
3	Subtract line 2e from line 1			3	502,335.
4	Amounts included on Form 990, Part IX, line 25, but not on line 1:				
a	Investment expenses not included on Form 990, Part VIII, line 7b	4a			
b	Other (Describe in Part XIV)	4b			
c	Add lines 4a and 4b			4c	
5	Total expenses Add lines 3 and 4c. *(This must equal Form 990, Part I, line 18)*			5	502,335.

Part XIV Supplemental Information

Complete this part to provide the descriptions required for Part II, lines 3, 5, and 9, Part III, lines 1a and 4, Part IV, lines 1b and 2b, Part V, line 4, Part X, line 2, Part XI, line 8, Part XII, lines 2d and 4b, and Part XIII, lines 2d and 4b Also complete this part to provide any additional information

Schedule D (Form 990) 2011

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Schedule D (Form 990) 2010 PINE VALLEY MUTUAL WATER CO. 95-1109600 Page 6

Part XIV - Supplemental Information *(continued)*

Schedule D (Form 990) 2010

JSA
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SCHEDULE O
(Form 990 or 990-EZ)
Department of the Treasury
Internal Revenue Service

Supplemental Information to Form 990 or 990-EZ

Complete to provide information for responses to specific questions on Form 990 or 990-EZ or to provide any additional information.
▶ Attach to Form 990 or 990-EZ.

OMB No. 1545-0047
2011
Open to Public Inspection

Name of the organization	Employer identification number
PINE VALLEY MUTUAL WATER CO.	95-1109600

PART VI: GOVERNANCE MANAGEMENT AND DISCLOSURE

SECTION A: GOVERNING BODY AND MANAGEMENT

LINE 6: THE ORGANIZATION IS COMPRISED OF SHAREHOLDERS THAT RECEIVE WATER AND IRRIGATION SERVICES WHICH ARE BILLED ON A SEMI-MONTHLY BASIS.

LINE 7A: ANNUAL MEETING OF SHAREHOLDERS ELECTS ONE OR MORE MEMBERS TO THE GOVERNING BOARD THROUGH MAJORITY VOTE.

LINE 8A/8B: THE ORGANIZATION HAS AN ANNUAL MEETING OF SHAREHOLDERS WHEREBY BOARD MEMEBERS ARE ELECTED BY MAJORITY VOTE. ANNUAL SHAREHOLDER MINUTES ARE KEPT ON FILE IN ADDITION TO MONTHLY GOVERNING BOARD MINUTES.

LINE 10: THE TAX RETURN IS PREPARED BY AN INDEPENDENT CPA FIRM UTILIZING AUDITED FINANCIAL INFORMATION AND IS REVIEWED BY THE GENERAL MANAGER AND BOARD PRESIDENT PRIOR TO FILING. IN ADDITION, OTHER MEMBERS OF THE BOARD REVIEW THE TAX RETURN AT THE MONTHLY BOARD MEETING PRIOR TO FILING.

LINE 15B: THE GENERAL MANAGER IS A KEY EMPLOYEE AND AN ANNUAL REVIEW OF COMPENSATION IS CONDUCTED BY THE GOVERNING BOARD TO DETERMINE IF THERE IS ANY CHANGES TO THE GENERAL MANAGER'S COMPENSATION.

LINE 19: INDEPENDENT ANNUAL AUDIT REPORT IS MAILED TO ALL SHAREHOLDERS AND MEMBERS. IN ADDITION, ALL GOVERNING DOCUMENTS AND FINANCIAL STATEMENTS ARE OPEN TO PUBLIC INSPECTION AT THE OFFICE SITE.

ATTACHMENT 1

FORM 990, PART VII, COLUMN B - ESTIMATED AVERAGE PER WEEK

NAME AND TITLE	HOURS DEVOTED FOR RELATED ORGANIZATION
RONALD CUEVAS PRESIDENT	0
ROBERT LOFTIS VICE PRESIDENT	0

For Privacy Act and Paperwork Reduction Act Notice, see the Instructions for Form 990 or 990-EZ. Schedule O (Form 990 or 990-EZ) (2010)

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Schedule O (Form 990 or 990-EZ) 2010 Page 2

Name of the organization: PINE VALLEY MUTUAL WATER CO.

Employer identification number: 95-1109600

ATTACHMENT 1 (CONT'D)

EDWARD KROSKY TREASURER	0
RON HOBSON SECRETARY	0
MATTHEW GROSSET DIRECTOR	0
PHILIP BOERMAN GENERAL MANAGER	0

ATTACHMENT 2

FORM 990, PART VIII - INVESTMENT INCOME

DESCRIPTION	(A) TOTAL REVENUE	(B) RELATED OR EXEMPT REVENUE	(C) UNRELATED BUSINESS REV.	(D) EXCLUDED REVENUE
INTEREST INCOME	4,104.			4,104.
TOTALS	4,104.			4,104.

ATTACHMENT 3

FORM 990, PART IX - OTHER EXPENSES

DESCRIPTION	(A) TOTAL EXPENSES	(B) PROGRAM SERVICE EXP.	(C) MANAGEMENT AND GENERAL	(D) FUNDRAISING EXPENSES
MISCELLANEOUS	2,478.	2,230.	248.	
INSURANCE	47,767.	40,602.	7,165.	
OTHER TAXES	4,243.	3,443.	800.	
WATER ANALYSIS	5,724.	5,724.		
UTILITIES	2,470.	1,976.	494.	
COMMUNICATIONS	3,070.	2,763.	307.	
SUPPLIES AND SMALL EQUIPMENT	20,111.	17,094.	3,017.	
EQUIPMENT MAINTENANCE	2,044.	1,839.	205.	
TOTALS	87,907.	75,671.	12,236.	

JSA Schedule O (Form 990 or 990-EZ) 2010

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Schedule O (Form 990 or 990-EZ) 2010 Page 2

Name of the organization: PINE VALLEY MUTUAL WATER CO.

Employer identification number: 95-1109600

ATTACHMENT 4

FORM 990, PART X - PREPAID EXPENSES AND DEFERRED CHARGES

DESCRIPTION		BEGINNING BOOK VALUE	ENDING BOOK VALUE
PREPAID INSURANCE		4,962.	2,811.
	TOTALS	4,962.	2,811.

JSA Schedule O (Form 990 or 990-EZ) 2010

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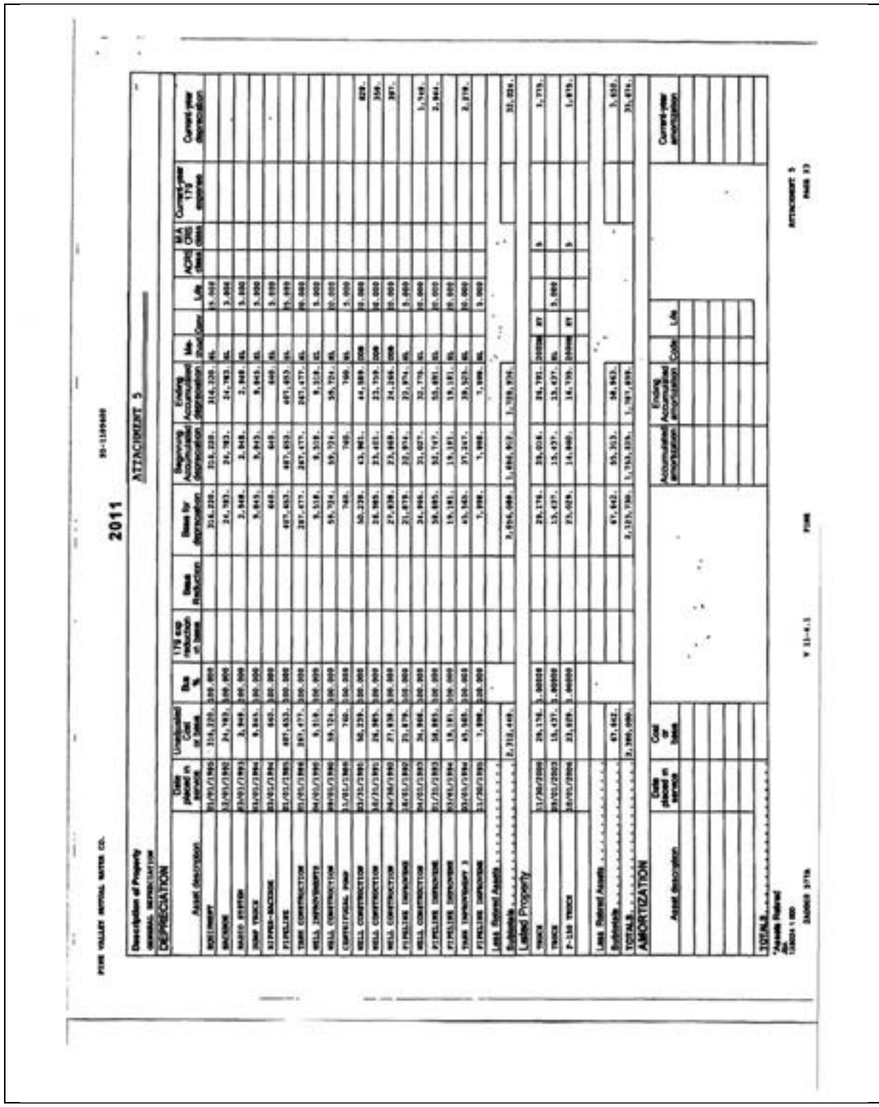
2011

ATTACHMENT 5

Description of Property

DEPRECIATION

Leased Property

AMORTIZATION

TOTALS

PINE VALLEY MUTUAL WATER CO. 95-1189600

2011

Description of Property

DEPRECIATION

Asset description	Date placed in service	Unadjusted Cost or basis	Bus %	179 exp reduction in basis	Basis Reduction	Basis for depreciation	Beginning Accumulated depreciation	Ending Accumulated depreciation	Method	Conv	Life	ACRS class	MACRS class	Current-year 179 expense	Current-year depreciation
OTHER PROPERTY	01/01/1998	33,194.	100.000			33,194.	33,194.	33,194.	SL		5.000				
LAND	01/01/1998	41,340.	100.000												
TANK CONSTRUCTION	01/31/1988	44,718.	100.000			44,718.	44,718.	44,718.	SL		20.000				
COPIER	12/01/1996	1,615.	100.000			1,615.	1,615.	1,615.	200DB	MQ			5		
COMPRESSOR	12/01/1996	10,029.	100.000			10,029.	10,029.	10,029.	200DB	MQ			5		
PIPELINE	10/01/1996	28,927.	100.000			28,927.	22,475.	23,120.	[illegible]		20.000				645.
WELL CONSTRUCT #15	05/01/1996	69,224.	100.000			69,224.	54,444.	55,922.	[illegible]		20.000				1,478.
LAWNMOWER	10/13/1999	1,435.	100.000			1,435.	1,435.	1,435.	200DB	MQ			5		
FORKLIFT	06/30/1999	824.	100.000			824.	824.	824.	200DB	MQ			5		
SUPPLY BUILDING	11/01/1999	45,099.	100.000			45,099.	33,578.	36,585.	SL		15.000				3,007.
FENCING	03/31/2000	9,481.	100.000			9,481.	9,481.	9,481.	SL		5.000				
WELL REMODEL	07/31/2000	9,874.	100.000			9,874.	5,166.	5,660.	SL		20.000				494.
COMPUTER	01/31/2000	1,018.	100.000			1,018.	1,018.	1,018.	SL		5.000				
TRAILER	06/30/2000	1,139.	100.000			1,139.	1,139.	1,139.	SL		5.000				
WELDER	06/30/2000	2,585.	100.000			2,585.	2,585.	2,585.	SL		5.000				
CHLORINATOR	10/31/2000	884.	100.000			884.	884.	884.	SL		5.000				
TRACTOR	04/01/2001	5,000.	100.000			5,000.	5,000.	5,000.	200DB	HY			3		
BUILDING	11/01/2001	15,000.	100.000			15,000.	3,112.	3,497.	SL	MM			39		385.
LAND	11/01/2001	65,000.	100.000												
Less Retired Assets															
Subtotals															
Listed Property															
Less Retired Assets															
Subtotals															
TOTALS															

AMORTIZATION

Asset description	Date placed in service	Cost or basis	Accumulated amortization	Ending Accumulated amortization	Code	Life	Current-year amortization
TOTALS							

*Assets Retired

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ATTACHMENT 5
PAGE 24

PINE VALLEY MUTUAL WATER CO.

2011

95-1109600

Description of Property

DEPRECIATION

Asset description	Date placed in service	Unadjusted Cost or basis	Bus %	179 exp reduction in basis	Basis Reduction	Basis for depreciation	Beginning Accumulated depreciation	Ending Accumulated depreciation	Method	Conv	Life	ACRS class	MACRS class	Current-year 179 expense	Current-year depreciation
FURNITURE	12/01/2002	1,459.	100.000			1,459.	1,459.	1,459.	SL		7.000				
FENCING	12/01/2002	12,740.	100.000			12,740.	12,740.	12,740.	SL		7.000				
BLDG. IMPROVEMENTS	12/01/2002	111,341.	100.000			111,341.	23,078.	25,933.	SL		39.000				2,855.
PIPELINE	10/01/2003	11,602.	100.000			11,602.	4,205.	4,785.	SL		20.000				580.
COMPUTER	09/01/2003	1,483.	100.000			1,483.	1,483.	1,483.	SL		5.000				
BLDG. IMPROVEMENTS	05/01/2003	3,069.	100.000			3,069.	1,571.	1,776.	SL		15.000				205.
MANZANITA PIPELINE	12/01/2004	13,822.	100.000			13,822.	4,204.	4,895.	SL		20.000				691.
FENCING	06/01/2004	3,385.	100.000			3,385.	3,001.	3,385.	SL		7.000				384.
BRASS METERS	12/31/2004	4,265.	100.000			4,265.	4,265.	4,265.	SL		3.000				
WELL IMPROVEMENTS	11/30/2005	18,628.	100.000			18,628.	6,064.	7,001.	150DB	MQ			20		937.
BLDG. IMPROVEMENTS	11/30/2005	14,340.	100.000			14,340.	5,892.	6,730.	150DB	MQ			15		848.
BLDG. IMPROVEMENTS	12/01/2007	3,250.	100.000			3,250.	1,000.	1,225.	150DB	HY			15		225.
WELL IMPROVEMENTS	06/01/2007	25,549.	100.000			25,549.	6,388.	7,548.	150DB	HY			20		1,160.
WELL IMPROVEMENTS	08/01/2007	19,840.	100.000			19,840.	4,727.	5,860.	150DB	HY			20		1,133.
COPIER	10/01/2007	11,924.	100.000			11,924.	9,864.	11,238.	200DB	HY			5		1,374.
WELL #5 REMODEL	07/31/2008	30,889.	100.000			30,889.	5,430.	7,338.	150DB	HY			20		1,908.
WELL #3 REMODEL	12/31/2008	3,564.	100.000			3,564.	495.	715.	150DB	HY			20		220.
WELL IMPROVEMENTS	07/01/2009	15,205.	100.000			15,205.	1,668.	2,683.	150DB	HY			20		1,015.
PIPELINE	07/01/2009	28,555.	100.000			28,555.	3,132.	5,039.	150DB	HY			20		1,907.
Less Retired Assets															
Subtotals															
Listed Property															
Less Retired Assets															
Subtotals															
TOTALS															

AMORTIZATION

Asset description	Date placed in service	Cost or basis	Accumulated amortization	Ending Accumulated amortization	Code	Life	Current-year amortization
TOTALS							

*Assets Retired

JSA

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ATTACHMENT 5

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PINE VALLEY MUTUAL WATER CO.

95-1109600

2011

Description of Property

DEPRECIATION

Asset description	Date placed in service	Unadjusted Cost or basis	Bus %	179 exp reduction in basis	Basis Reduction	Basis for depreciation	Beginning Accumulated depreciation	Ending Accumulated depreciation	Method	Conv	Life	ACRS class	M/A CRS class	Current-year 179 expense	Current-year depreciation
BLDG. IMPROVEMENTS	06/01/2009	19,355.	100.000			19,355.	3,878.	5,333.	150DB	HY			15		1,455.
PARK PIPELINE	12/31/2011	21,287.	100.000			21,287.		199.	150DB	MQ			20		199.
PV LODGE PIPELINE	12/01/2011	7,204.	100.000			7,206.		68.	150DB	MQ			20		68.
LAND	12/01/2011	150,000.	100.000												
Less Retired Assets															
Subtotals															

Listed Property

Asset description	Date placed in service	Unadjusted Cost or basis	Bus %	179 exp reduction in basis	Basis Reduction	Basis for depreciation	Beginning Accumulated depreciation	Ending Accumulated depreciation	Method	Conv	Life	ACRS class	M/A CRS class	Current-year 179 expense	Current-year depreciation
Less Retired Assets															
Subtotals															
TOTALS															

AMORTIZATION

Asset description	Date placed in service	Cost or basis	Accumulated amortization	Ending Accumulated amortization	Code	Life	Current-year amortization
TOTALS							

*Assets Retired

JSA

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ATTACHMENT 5

PAGE 24

Form 4562

Department of the Treasury Internal Revenue Service (99)

Depreciation and Amortization

(Including Information on Listed Property)

▶ See separate instructions. ▶ Attach to your tax return.

OMB No. 1545-0172

2011

Attachment Sequence No. 179

Name(s) shown on return: PINE VALLEY MUTUAL WATER CO.

Identifying number: 95-1109600

Business or activity to which this form relates: GENERAL DEPRECIATION

Part I Election To Expense Certain Property Under Section 179

Note: *If you have any listed property, complete Part V before you complete Part I.*

1	Maximum amount (see instructions)	1	
2	Total cost of section 179 property placed in service (see instructions)	2	
3	Threshold cost of section 179 property before reduction in limitation (see instructions)	3	
4	Reduction in limitation. Subtract line 3 from line 2. If zero or less, enter -0-	4	
5	Dollar limitation for tax year. Subtract line 4 from line 1. If zero or less, enter -0-. If married filing separately, see instructions	5	

6 (a) Description of property	(b) Cost (business use only)	(c) Elected cost

7	Listed property. Enter the amount from line 29	7	
8	Total elected cost of section 179 property. Add amounts in column (c), lines 6 and 7	8	
9	Tentative deduction. Enter the smaller of line 5 or line 8	9	
10	Carryover of disallowed deduction from line 13 of your 2010 Form 4562	10	
11	Business income limitation. Enter the smaller of business income (not less than zero) or line 5 (see instructions)	11	
12	Section 179 expense deduction. Add lines 9 and 10, but do not enter more than line 11	12	
13	Carryover of disallowed deduction to 2012. Add lines 9 and 10, less line 12 ▶	13	

Note: *Do not use Part II or Part III below for listed property. Instead, use Part V.*

Part II Special Depreciation Allowance and Other Depreciation (Do not include listed property.) (See instructions.)

14	Special depreciation allowance for qualified property (other than listed property) placed in service during the tax year (see instructions)	14	
15	Property subject to section 168(f)(1) election	15	
16	Other depreciation (including ACRS)	16	18,692.

Part III MACRS Depreciation (Do not include listed property.) (See instructions.)

Section A

17	MACRS deductions for assets placed in service in tax years beginning before 2011	17	13,065.
18	If you are electing to group any assets placed in service during the tax year into one or more general asset accounts, check here ▶ ☐		

Section B - Assets Placed in Service During 2011 Tax Year Using the General Depreciation System

(a) Classification of property	(b) Month and year placed in service	(c) Basis for depreciation (business/investment use only - see instructions)	(d) Recovery period	(e) Convention	(f) Method	(g) Depreciation deduction
19a 3-year property	SEE					
b 5-year property	DETAIL					
c 7-year property						
d 10-year property						
e 15-year property						
f 20-year property		28,473.	20.000	HQ	150DB	267.
g 25-year property			25 yrs.		S/L	
h Residential rental property			27.5 yrs.	MM	S/L	
			27.5 yrs.	MM	S/L	
i Nonresidential real property			39 yrs.	MM	S/L	
				MM	S/L	

Section C - Assets Placed in Service During 2011 Tax Year Using the Alternative Depreciation System

(a) Classification of property	(b)	(c)	(d)	(e)	(f)	(g)
20a Class life					S/L	
b 12-year			12 yrs.		S/L	
c 40-year			40 yrs.	MM	S/L	

Part IV Summary (See instructions.)

21	Listed property. Enter amount from line 28	21	3,650.
22	Total. Add amounts from line 12, lines 14 through 17, lines 19 and 20 in column (g), and line 21. Enter here and on the appropriate lines of your return. Partnerships and S corporations - see instructions	22	35,674.
23	For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs	23	

JSA For Paperwork Reduction Act Notice, see separate instructions. Form 4562 (2011)

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95-1109600

Form 4562 (2011) Page 2

Part V Listed Property (Include automobiles, certain other vehicles, certain computers, and property used for entertainment, recreation, or amusement.)

Note: *For any vehicle for which you are using the standard mileage rate or deducting lease expense, complete only 24a, 24b, columns (a) through (c) of Section A, all of Section B, and Section C if applicable.*

Section A - Depreciation and Other Information (Caution: *See the instructions for limits for passenger automobiles.)*

24a Do you have evidence to support the business/investment use claimed? Yes No 24b If "Yes," is the evidence written? Yes No

(a) Type of property (list vehicles first)	(b) Date placed in service	(c) Business/ investment use percentage	(d) Cost or other basis	(e) Basis for depreciation (business/investment use only)	(f) Recovery period	(g) Method/ Convention	(h) Depreciation deduction	(i) Elected section 179 cost
25 Special depreciation allowance for qualified listed property placed in service during the tax year and used more than 50% in a qualified business use (see instructions) . . . 25								
26 Property used more than 50% in a qualified business use						SEE LISTED PROPERTY DETAIL		
		%						
		%						
		%						
27 Property used 50% or less in a qualified business use								
		%				S/L -		
		%				S/L -		
		%				S/L -		
28 Add amounts in column (h), lines 25 through 27. Enter here and on line 21, page 1 . . . 28							3,650.	
29 Add amounts in column (i), line 26. Enter here and on line 7, page 1 . . . 29								

Section B - Information on Use of Vehicles

Complete this section for vehicles used by a sole proprietor, partner, or other "more than 5% owner," or related person. If you provided vehicles to your employees, first answer the questions in Section C to see if you meet an exception to completing this section for those vehicles.

	(a) Vehicle 1		(b) Vehicle 2		(c) Vehicle 3		(d) Vehicle 4		(e) Vehicle 5		(f) Vehicle 6	
30 Total business/investment miles driven during the year (do not include commuting miles) . . .												
31 Total commuting miles driven during the year . . .												
32 Total other personal (noncommuting) miles driven . . .												
33 Total miles driven during the year. Add lines 30 through 32 . . .												
	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No	Yes	No
34 Was the vehicle available for personal use during off-duty hours? . . .												
35 Was the vehicle used primarily by a more than 5% owner or related person? . . .												
36 Is another vehicle available for personal use? . . .												

Section C - Questions for Employers Who Provide Vehicles for Use by Their Employees

Answer these questions to determine if you meet an exception to completing Section B for vehicles used by employees who are not more than 5% owners or related persons (see instructions).

	Yes	No
37 Do you maintain a written policy statement that prohibits all personal use of vehicles, including commuting, by your employees? . . .		
38 Do you maintain a written policy statement that prohibits personal use of vehicles, except commuting, by your employees? See the instructions for vehicles used by corporate officers, directors, or 1% or more owners . . .		
39 Do you treat all use of vehicles by employees as personal use? . . .		
40 Do you provide more than five vehicles to your employees, obtain information from your employees about the use of the vehicles, and retain the information received? . . .		
41 Do you meet the requirements concerning qualified automobile demonstration use? (See instructions.) . . .		

Note: *If your answer to 37, 38, 39, 40, or 41 is "Yes," do not complete Section B for the covered vehicles.*

Part VI Amortization

(a) Description of costs	(b) Date amortization begins	(c) Amortizable amount	(d) Code section	(e) Amortization period or percentage	(f) Amortization for the year
42 Amortization of costs that begins during your 2011 tax year (see instructions):					
43 Amortization of costs that began before your 2011 tax year . . . 43					
44 **Total.** Add amounts in column (f). See the instructions for where to report . . . 44					

JSA Form **4562** (2011)

1X2310 2.000 2ADOGO 577A V 11-4.1 PINE PAGE 28

PINE VALLEY MUTUAL WATER CO. **2011** 95-1109000

Description of Property
GENERAL DEPRECIATION

DEPRECIATION

Asset description	Date placed in service	Unadjusted Cost or basis	Bus %	179 exp reduction in basis	Basis Reduction	Basis for depreciation	Beginning Accumulated depreciation	Ending Accumulated depreciation	Method	Conv	Life	ACRS class	MACRS class	Current-year 179 expense	Current-year depreciation
EQUIPMENT	01/01/1985	314,220.	100.000			314,220.	314,220.	314,220.	SL		15.000				
BACKHOE	12/01/1992	24,783.	100.000			24,783.	24,783.	24,783.	SL		3.000				
RADIO SYSTEM	03/01/1993	2,948.	100.000			2,948.	2,948.	2,948.	SL		5.000				
DUMP TRUCK	05/01/1994	9,845.	100.000			9,845.	9,845.	9,845.	SL		5.000				
RIPPER-BACKHOE	03/01/1994	649.	100.000			649.	649.	649.	SL		5.000				
PIPELINE	01/01/1985	407,453.	100.000			407,453.	407,453.	407,453.	SL		25.000				
TANK CONSTRUCTION	01/01/1986	287,477.	100.000			287,477.	287,477.	287,477.	SL		20.000				
WELL IMPROVEMENTS	04/01/1990	9,518.	100.000			9,518.	9,518.	9,518.	SL		5.000				
WELL CONSTRUCTION	08/01/1990	58,724.	100.000			58,724.	58,724.	58,724.	SL		20.000				
CENTRIFUGAL PUMP	11/01/1989	760.	100.000			760.	760.	760.	SL		5.000				
WELL CONSTRUCTION	03/31/1991	58,239.	100.000			58,239.	43,961.	44,389.	[illegible]		20.000				428.
WELL CONSTRUCTION	10/31/1991	26,985.	100.000			26,985.	23,401.	23,759.	[illegible]		20.000				358.
WELL CONSTRUCTION	06/30/1992	27,838.	100.000			27,838.	23,869.	24,266.	[illegible]		20.000				397.
PIPELINE IMPROVEMENTS	10/01/1992	21,879.	100.000			21,879.	22,974.	22,974.	SL		5.000				
WELL CONSTRUCTION	04/01/1993	34,966.	100.000			34,966.	31,027.	32,775.	SL		20.000				1,748.
PIPELINE IMPROVEMENTS	01/31/1993	58,885.	100.000			58,885.	52,747.	55,691.	SL		20.000				2,944.
PIPELINE IMPROVEMENTS	03/01/1994	19,181.	100.000			19,181.	19,181.	19,181.	SL		20.000				
TANK IMPROVEMENT 3	03/01/1994	45,565.	100.000			45,565.	37,247.	39,525.	SL		20.000				2,278.
PIPELINE IMPROVEMENTS	11/30/1995	7,998.	100.000			7,998.	7,998.	7,998.	SL		5.000				
Less Retired Assets															
Subtotals						2,056,088.	1,696,912.	1,728,936.							32,024.
Listed Property															
TRUCK	11/30/2005	29,176.	100.000			29,176.	25,016.	26,791.	200DB	HY			5		1,775.
TRUCK	09/01/2003	15,437.	100.000			15,437.	15,437.	15,437.	SL		5.000				
F-150 TRUCK	10/01/2006	23,029.	100.000			23,029.	14,860.	16,735.	200DB	HY			5		1,875.
Less Retired Assets															
Subtotals		67,642.				67,642.	55,313.	58,963.							3,650.
TOTALS		2,388,090.				2,123,730.	1,752,225.	1,787,899.							35,674.

AMORTIZATION

Asset description	Date placed in service	Cost or basis	Accumulated amortization	Ending Accumulated amortization	Code	Life	Current-year amortization
TOTALS							

*Assets Retired

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Description of Property

GENERAL DEPRECIATION

DEPRECIATION

Asset description	Date placed in service	Unadjusted Cost or basis	Bus %	179 exp reduction in basis	Basis Reduction	Basis for depreciation	Beginning Accumulated depreciation	Ending Accumulated depreciation	Method	Conv	Life	ACRS class	MACRS class	Current-year 179 expense	Current-year depreciation
OTHER PROPERTY	01/01/1998	33,194.	100.000			33,194.	33,194.	33,194.	SL		5.000				
LAND	01/01/1998	41,348.	100.000												
TANK CONSTRUCTION	01/31/1996	44,718.	100.000			44,718.	44,718.	44,718.	SL		10.000				
COPIER	12/01/1996	1,415.	100.000			1,415.	1,415.	1,415.	200DB	MQ			5		
COMPRESSOR	12/01/1996	10,029.	100.000			10,029.	10,029.	10,029.	200DB	MQ			5		
PIPELINE	10/01/1996	28,927.	100.000			28,927.	22,475.	23,120.	DB		20.000				645.
WELL CONSTRUCT #10	05/01/1996	68,224.	100.000			68,224.	54,444.	55,922.	DB		20.000				1,478.
LAWNMOWER	10/13/1998	1,435.	100.000			1,435.	1,435.	1,435.	200DB	MQ			5		
FORKLIFT	04/30/1999	824.	100.000			824.	824.	824.	200DB	MQ			5		
SUPPLY BUILDING	11/01/1999	45,089.	100.000			45,089.	33,578.	36,585.	SL		15.000				3,007.
FENCING	03/31/2000	9,481.	100.000			9,481.	9,481.	9,481.	SL		5.000				
WELL REMODEL	07/31/2000	9,874.	100.000			9,874.	5,144.	5,644.	SL		20.000				494.
COMPUTER	01/31/2000	1,018.	100.000			1,018.	1,018.	1,018.	SL		5.000				
TRAILER	06/30/2000	1,139.	100.000			1,139.	1,139.	1,139.	SL		5.000				
WELDER	06/30/2000	2,585.	100.000			2,585.	2,585.	2,585.	SL		5.000				
CHLORINATOR	10/31/2000	884.	100.000			884.	884.	884.	SL		5.000				
TRACTOR	04/01/2001	5,000.	100.000			5,000.	5,000.	5,000.	200DB	HY			3		
BUILDING	11/01/2001	15,000.	100.000			15,000.	3,112.	3,497.	SL	MM			39		385.
LAND	11/01/2001	65,000.	100.000												
Less Retired Assets															
Subtotals															

Listed Property

Less Retired Assets															
Subtotals															
TOTALS															

AMORTIZATION

Asset description	Date placed in service	Cost or basis	Accumulated amortization	Ending Accumulated amortization	Code	Life	Current-year amortization
TOTALS							

*Assets Retired

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Description of Property

GENERAL DEPRECIATION

DEPRECIATION

Asset description	Date placed in service	Unadjusted Cost or basis	Bus %	179 exp reduction in basis	Basis Reduction	Basis for depreciation	Beginning Accumulated depreciation	Ending Accumulated depreciation	Method	Conv	Life	ACRS class	MACRS class	Current-year 179 expense	Current-year depreciation
FURNITURE	12/01/2002	1,459.	100.000			1,459.	1,459.	1,459.	SL		7.000				
FENCING	12/01/2002	12,740.	100.000			12,740.	12,740.	12,740.	SL		7.000				
BLDG. IMPROVEMENTS	12/01/2002	111,341.	100.000			111,341.	23,078.	25,933.	SL		39.000				2,855.
PIPELINE	10/01/2003	11,602.	100.000			11,602.	4,205.	4,785.	SL		20.000				580.
COMPUTER	09/01/2003	1,483.	100.000			1,483.	1,483.	1,483.	SL		5.000				
BLDG. IMPROVEMENTS	05/01/2003	3,089.	100.000			3,089.	1,571.	1,776.	SL		15.000				205.
MARGARITA PIPELINE	12/01/2004	13,822.	100.000			13,822.	4,204.	4,895.	SL		20.000				691.
FENCING	08/01/2004	3,385.	100.000			3,385.	3,001.	3,385.	SL		7.000				384.
BRASS METERS	12/31/2004	4,265.	100.000			4,265.	4,265.	4,265.	SL		5.000				
WELL IMPROVEMENTS	11/30/2005	18,628.	100.000			18,628.	6,064.	7,001.	150DB	MQ			20		937.
BLDG. IMPROVEMENTS	11/30/2005	14,340.	100.000			14,340.	5,890.	6,738.	150DB	MQ			15		848.
BLDG. IMPROVEMENTS	12/01/2007	3,250.	100.000			3,250.	1,000.	1,225.	150DB	HY			15		225.
WELL IMPROVEMENTS	09/01/2007	25,549.	100.000			25,549.	6,086.	7,546.	150DB	HY			20		1,460.
WELL IMPROVEMENTS	08/01/2007	19,840.	100.000			19,840.	4,727.	5,860.	150DB	HY			20		1,133.
COPIER	10/01/2007	11,924.	100.000			11,924.	9,864.	11,238.	200DB	HY			5		1,374.
WELL #5 REMODEL	07/31/2008	30,889.	100.000			30,889.	5,450.	7,358.	150DB	HY			20		1,908.
WELL #3 REMODEL	12/31/2008	3,564.	100.000			3,564.	495.	715.	150DB	HY			20		220.
WELL IMPROVEMENTS	07/01/2009	15,205.	100.000			15,205.	1,668.	2,683.	150DB	HY			20		1,015.
PIPELINE	07/01/2009	28,555.	100.000			28,555.	3,132.	5,039.	150DB	HY			20		1,907.
Less Retired Assets															
Subtotals															

Listed Property

Asset description	Date placed in service	Unadjusted Cost or basis	Bus %	179 exp reduction in basis	Basis Reduction	Basis for depreciation	Beginning Accumulated depreciation	Ending Accumulated depreciation	Method	Conv	Life	ACRS class	MACRS class	Current-year 179 expense	Current-year depreciation
Less Retired Assets															
Subtotals															
TOTALS															

AMORTIZATION

Asset description	Date placed in service	Cost or basis	Accumulated amortization	Ending Accumulated amortization	Code	Life	Current-year amortization
TOTALS							

*Assets Retired

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Description of Property

GENERAL DEPRECIATION

DEPRECIATION

Asset description	Date placed in service	Unadjusted Cost or basis	Bus %	179 exp reduction in basis	Basis Reduction	Basis for depreciation	Beginning Accumulated depreciation	Ending Accumulated depreciation	Method	Conv	Life	ACRS class	M.A. CRS class	Current-year 179 expense	Current-year depreciation
BLDG. IMPROVEMENTS	06/01/2009	19,355.	100.000			19,355.	3,870.	5,333.	150DB	HY			15		1,463.
PARK PIPELINE	12/31/2011	21,247.	100.000			21,247.		199.	150DB	MQ			20		199.
PV LODGE PIPELINE	12/01/2011	7,206.	100.000			7,206.		48.	150DB	MQ			20		48.
LAND	12/01/2011	150,000.	100.000												
Less Retired Assets															
Subtotals		2,212,448.													

Listed Property

Asset description	Date placed in service	Unadjusted Cost or basis	Bus %	179 exp reduction in basis	Basis Reduction	Basis for depreciation	Beginning Accumulated depreciation	Ending Accumulated depreciation	Method	Conv	Life	ACRS class	M.A. CRS class	Current-year 179 expense	Current-year depreciation
Less Retired Assets															
Subtotals															
TOTALS															

AMORTIZATION

Asset description	Date placed in service	Cost or basis	Accumulated amortization	Ending Accumulated amortization	Code	Life	Current-year amortization
TOTALS							

*Assets Retired

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