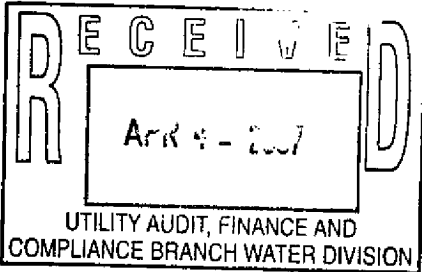


J4

Received	_____
Examined	_____



U# _____

2006
ANNUAL REPORT
OF
DISTRICT WATER SYSTEM OPERATIONS
OF
CALIFORNIA WATER SERVICE COMPANY
 1720 North First Street
 SAN JOSE, CALIFORNIA 95112-4598

Name of District: General Office Location: San Jose Santa Clara
(TOWN OR CITY) (County)

TO THE
PUBLIC UTILITIES COMMISSION
STATE OF CALIFORNIA
FOR THE
YEAR ENDED DECEMBER 31, 2006

REPORT MUST BE FILED NOT LATER THAN MARCH 31, 2007
 (FILE TWO COPIES IF THREE RECEIVED)



Report ID: CW_W405-
 Business Unit: CWSCO
 Department: General Office

ANALYSIS OF UTILITY PLANT
December/31/2006

Page No. 54
 Run Date: 3/21/2007
 Run Time: 1:13:11 PM

ACCT	DESCRIPTION	BALANCE BEG OF YR	PLANT ADD DURING YR	PLANT RET DURING YR	OTHER DEBITS OR CREDITS	BALANCE END OF YR
I. INTANGIBLE PLANT						
301	ORGANIZATION	10,848.59				10,848.59
302	FRANCHISES AND CONSENTS	0.00				0.00
303	OTHER INTANGIBLE PLANT	301,608.52				301,608.52
	TOTAL INTANGIBLE PLANT	312,457.11				312,457.11
II. LAND PLANT						
306	LAND AND LAND RIGHTS	415,573.84				415,573.84
III. SOURCE OF SUPPLY PLANT						
311	STRUCTURES AND IMPROVEMENTS	0.00				0.00
312	COLLECTING AND IMPOUNDING RES	0.00				0.00
313	LAKE, RIVER AND OTHER INTAKES	0.00				0.00
315	WELLS	0.00				0.00
316	SUPPLY MAINS	0.00				0.00
	TOTAL SOURCE OF SUPPLY PLANT	0.00				0.00
IV. PUMPING PLANT						
321	STRUCTURES AND IMPROVEMENTS	0.00				0.00
3211	PAVEMENT	0.00				0.00
324	PUMPING EQUIPMENT	15,160.91	4,312.97			19,473.88
325	OTHER PUMPING PLANT	1,049,108.92				1,049,108.92
	TOTAL PUMPING PLANT	1,064,269.83	4,312.97			1,068,582.80
V. WATER TREATMENT PLANT						
331	STRUCTURES AND IMPROVEMENTS	0.00				0.00
332	WATER TREATMENT EQUIPMENT	18,830.59				18,830.59
	TOTAL WATER TREATMENT PLANT	18,830.59				18,830.59
VI. TRANS AND DIST PLANT						
341	STRUCTURES AND IMPROVEMENTS	0.00				0.00
3411	PAVEMENT	0.00				0.00
342	RESERVOIRS AND TANKS	0.00				0.00
3421	TANK PAINTING	0.00				0.00
343	TRANS AND DIST MAINS	0.00				0.00
344	FIRE MAINS	0.00				0.00
345	SERVICES	0.00				0.00
346	METERS	0.00				0.00
348	HYDRANTS	0.00				0.00
	TOTAL TRANS AND DIST PLANT	0.00				0.00
VII. GENERAL PLANT						
371	STRUCTURES AND IMPROVEMENTS	9,719,632.44	1,382,009.88	-110,558.15		10,991,084.17
3711	PAVEMENT	574,415.39				574,415.39
3720	OFFICE FURNITURE AND EQUIPMENT	2,414,587.81	182,241.94		218.68	2,597,048.43
3721	OFFICE EQUIPMENT - COMPUTERS	11,034,678.90	1,039,178.69	-4,469.83		12,069,387.76
3722	COMPUTER SOFTWARE	12,528,402.05	2,656,545.63			15,184,947.68
373	TRANSPORTATION EQUIPMENT	2,587,407.70	307,158.58	-214,720.59	-107,827.46	2,572,018.23
374	STORES EQUIPMENT	12,455.26				12,455.26
375	LABORATORY EQUIPMENT	1,041,931.87	78,722.10		144.94	1,120,798.91
376	COMMUNICATION EQUIPMENT	162,938.82				162,938.82
377	POWER OPERATED EQUIPMENT	5,566.64				5,566.64
378	TOOLS, SHOP AND GARAGE EQUIP	1,080,782.62	60,918.50	-39,683.85		1,102,017.27
379	OTHER GENERAL PLANT	116,242.07				116,242.07
	TOTAL OTHER GENERAL PLANT	41,279,041.57	5,706,775.32	-369,432.42	-107,463.84	46,508,920.63
VIII. UNDISTRIBUTED ITEMS						
390	OTHER TANGIBLE PROPERTY	0.00				0.00
391	UTILITY PLANT PURCHASED	513.00				513.00
	DIST GO PLANT ALLOCATION	-38,106,883.35	-5,050,552.59	326,704.43	95,034.74	-42,735,696.77
	OTHER GO PLANT ALLOCATION	-4,983,802.59	-660,535.70	42,727.99	12,429.10	-5,589,181.20
	TOTAL UNDISTRIBUTED ITE	-43,090,172.94	-5,711,088.29	369,432.42	107,463.84	-48,324,364.97
	TOTAL UTILITY PLANT IN SERVICE	0.00				0.00



Report ID: CW_W405-
 Business Unit: CWSCO
 Department: Information Systems

ANALYSIS OF UTILITY PLANT
 December/31/2006

Page No. 60
 Run Date: 3/21/2007
 Run Time: 1:13:11 PM

ACCT	DESCRIPTION	BALANCE BEG OF YR	PLANT ADD DURING YR	PLANT RET DURING YR	OTHER DEBITS OR CREDITS	BALANCE END OF YR
I. INTANGIBLE PLANT						
301	ORGANIZATION	0.00				0.00
302	FRANCHISES AND CONSENTS	0.00				0.00
303	OTHER INTANGIBLE PLANT	0.00				0.00
	TOTAL INTANGIBLE PLANT	0.00				0.00
II. LAND PLANT						
306	LAND AND LAND RIGHTS	0.00				0.00
III. SOURCE OF SUPPLY PLANT						
311	STRUCTURES AND IMPROVEMENTS	0.00				0.00
312	COLLECTING AND IMPOUNDING RES	0.00				0.00
313	LAKE, RIVER AND OTHER INTAKES	0.00				0.00
315	WELLS	0.00				0.00
316	SUPPLY MAINS	0.00				0.00
	TOTAL SOURCE OF SUPPLY PLANT	0.00				0.00
IV. PUMPING PLANT						
321	STRUCTURES AND IMPROVEMENTS	0.00				0.00
3211	PAVEMENT	0.00				0.00
324	PUMPING EQUIPMENT	0.00				0.00
325	OTHER PUMPING PLANT	0.00				0.00
	TOTAL PUMPING PLANT	0.00				0.00
V. WATER TREATMENT PLANT						
331	STRUCTURES AND IMPROVEMENTS	0.00				0.00
332	WATER TREATMENT EQUIPMENT	0.00				0.00
	TOTAL WATER TREATMENT PLANT	0.00				0.00
VI. TRANS AND DIST PLANT						
341	STRUCTURES AND IMPROVEMENTS	0.00				0.00
3411	PAVEMENT	0.00				0.00
342	RESERVOIRS AND TANKS	0.00				0.00
3421	TANK PAINTING	0.00				0.00
343	TRANS AND DIST MAINS	0.00				0.00
344	FIRE MAINS	0.00				0.00
345	SERVICES	0.00				0.00
346	METERS	0.00				0.00
348	HYDRANTS	0.00				0.00
	TOTAL TRANS AND DIST PLANT	0.00				0.00
VII. GENERAL PLANT						
371	STRUCTURES AND IMPROVEMENTS	0.00				0.00
3711	PAVEMENT	0.00				0.00
3720	OFFICE FURNITURE AND EQUIPMENT	0.00				0.00
3721	OFFICE EQUIPMENT - COMPUTERS	0.00			122,690.78	122,690.78
3722	COMPUTER SOFTWARE	0.00			-125,150.30	-125,150.30
373	TRANSPORTATION EQUIPMENT	0.00				0.00
374	STORES EQUIPMENT	0.00				0.00
375	LABORATORY EQUIPMENT	0.00				0.00
376	COMMUNICATION EQUIPMENT	0.00				0.00
377	POWER OPERATED EQUIPMENT	0.00				0.00
378	TOOLS, SHOP AND GARAGE EQUIP	0.00				0.00
379	OTHER GENERAL PLANT	0.00				0.00
	TOTAL OTHER GENERAL PLANT	0.00			-2,459.52	-2,459.52
VIII. UNDISTRIBUTED ITEMS						
390	OTHER TANGIBLE PROPERTY	0.00				0.00
391	UTILITY PLANT PURCHASED	0.00				0.00
	DIST GO PLANT ALLOCATION	0.00	0.00	0.00	0.00	0.00
	OTHER GO PLANT ALLOCATION	0.00	0.00	0.00	0.00	0.00
	TOTAL UNDISTRIBUTED ITE	0.00				0.00
	TOTAL UTILITY PLANT IN SERVICE	0.00			-2,459.52	-2,459.52

SCHEDULE A-3

GENERAL OFFICE

Depreciation and Amortization Reserves

2006

Line No.	Item (a)		Account 260	Account 251	Account 252	Account 253
			Utility Plant (b)	Limited Term Utility Investment (c)	Utility Plant Acquisition Adjustments (d)	Other Property (e)
1	Balance in reserves at beginning of year			55,917.75	0.00	0.00
2	Add: Credits to reserves during year					
3	a) Charged to account No. 503	(G)	(2,917,119.00)			
			2,917,119.00			
4	b) Charged to account No. 265		0.00			
5	c) Charged to clearing accounts	(G)	(309,706.84)			
			309,706.84			
6	d) Salvage recovered	(G)	0.00			
			0.00			
7	e) All other credits	(G)	0.00			
			0.00	(B) 25,152.00		0.00
8	Total Credits		0.00	25,152.00		0.00
9	Deduct: Debits to reserves during year					
10	a) Book cost of property retires	(G)	0.00			
			0.00			
11	b) Cost of removal	(G)	0.00			
			0.00			
12	c) All other debits	(G)	0.00		(C) 0.00	
			0.00			
13	Total Debits		0.00			0.00
14	Balances in reserves at end of year		0.00	81,069.75	0.00	0.00
15	State method of determining depreciation charges:		Straight Line Remaining Life Method & Liberalized			
16	(A) Depreciation on Intracompany transfers		(B) Amortization charged to 504	(G) General Office Allocation		
17	(C) Amortization charged to 537					
18	Report depreciation in Federal Tax Return for year:		4,517,792.00			
19	Indicate nature of these items and accounts affected					
20			(See Schedule A-3a opposite)			

General Office

SCHEDULE B-1

OPERATING REVENUES - CLASS A WATER

LN NO	ACCT NO	ACCOUNT (A)	UTILITIES		INCREASE (DECREASE) (D)
			AMOUNT CURRENT YEAR (B)	AMOUNT PRIOR YEAR (C)	
22		I. Water Service Revenues			
23	601	Metered Sales to General Customers			
%R,FACCC 24		601.1 Commercial Sales	0.00	0.00	0.00
%R,FACCC 25		601.2 Industrial Sales	0.00	0.00	0.00
%R,FACCC 26		601.3 Sales to Public Authorities	0.00	0.00	0.00
27		Sub-Total	0.00	0.00	0.00
28	602	Unmetered Sales to General Customers			
%R,FACCC 29		602.1 Commercial Sales	0.00	0.00	0.00
%R,FACCC 31		602.3 Sales to Public Authorities	0.00	0.00	0.00
32		Sub-Total	0.00	0.00	0.00
%R,FACCC 34	603	603.1 Metered Sales, Irrigation Customers	0.00	0.00	0.00
		Sub-Total	0.00	0.00	0.00
%R,FACCC 37	604	Private Fire Protection Service	0.00	0.00	0.00
%R,FACCC 38	605	Public Fire Protection Service	0.00	0.00	0.00
%R,FACCC 39	606	Sales To Other Water Utilities For Resale	0.00	0.00	0.00
%R,FACCC 42	609	Other Sales or Service	0.00	0.00	0.00
43		Sub-Total	0.00	0.00	0.00
44		Total Water Service Revenue	0.00	0.00	0.00
46		II. Other Water Revenues			
%R,FACCC 47	611	Miscellaneous Service Revenue	0.00	10.00	(10.00)
%R,FACCC 48	612	Rent From Water Property	0.00	0.00	0.00
%R,FACCC 50	614	Other Water Revenues	0.00	0.00	0.00
51		Total Other Water Revenues	0.00	10.00	(10.00)
52		Total Operating Revenues	0.00	10.00	(10.00)

4 General Office

SCHEDULE B-3

LN NO	ACCT NO	ACCOUNT (A)	OPERATING EXPENSE	CLASS A, B, AND C WATER	UTILITIES	INCREASE (DECREASE) (D)
			AMOUNT CURRENT YEAR (B)	AMOUNT PRIOR YEAR (C)		
1		I. Source of Supply Expense				
2		Operation				
%FACCOU 3	701	Operation Supervision and Engineering	58,279.29		84,320.55	(26,041.26)
%FACCOU 5	702	Operation Labor and Expense	0.00		92.70	(92.70)
%FACCOU 6	703	Miscellaneous Expense	(1,555.00)		43.39	(1,598.39)
%FACCOU 7	704	Purchased Water	0.00		0.00	0.00
8		Maintenance				
%FACCOU 9	706	Maint. Supervision and Engineering	16,565.84		9,651.11	6,914.73
%FACCOU 11	707	Maint. Of Structures and Improvements	0.00		0.00	0.00
%FACCOU 12	708	Maint. Of Reservoirs	0.00		0.00	0.00
%FACCOU 14	709	Maint. Of Lake, River other Intakes	0.00		0.00	0.00
15	710	Maint. Of Springs and Tunnels	0.00		0.00	0.00
%FACCOU 16	711	Maint. Of Wells	29.55		821.97	(792.42)
%FACCOU 17	712	Maint. Of Supply Mains	(669.60)		2,382.00	(3,051.60)
18	713	Maint. Of Other Source of Supply Plant	0.00		0.00	0.00
19		Total Source of Supply Expenses	72,650.08		97,311.72	(24,661.64)
20		II. Pumping Expenses				
21		Operation				
%FACCOU 22	721	Operation Supervision and Engineering	175,767.48		159,924.06	15,843.42
%FACCOU 24	722	Power Production Labor and Expenses	0.00		0.00	0.00
%FACCOU 26	723	Fuel For Power Production	0.00		0.00	0.00
%FACCOU 27	724	Pumping Labor and Expenses	8,131.27		4,839.30	3,191.97
%FACCOU 28	725	Miscellaneous Expenses	(3,677.34)		(3,366.38)	(310.96)
%FACCOU 29	726	Fuel or Power Purchased For Pumping	0.00		(0.02)	0.02
30		Maintenance				
%FACCOU 31	729	Maint. Supervision and Engineering	136,725.85		153,319.69	(16,593.84)
%FACCOU 33	730	Maint. Of Structures and Improvements	0.00		282.50	(282.50)
34	731	Maint. Of Power Production Equipment	0.00		0.00	0.00
%FACCOU 35	732	Maint. Of Pumping Equipment	12,925.35		26,314.65	(13,389.30)
%FACCOU 36	733	Maint. Of Other Pumping Equipment	0.00		558.25	(558.25)
37		Total Pumping Expenses	329,872.61		341,972.05	(12,099.44)
38		III. Water Treatment Expenses				
39		Operation				
%FACCOU 40	741	Operation Supervision and Engineering	52,739.83		97,228.23	(44,488.40)
%FACCOU 42	742	Operation Labor and Expenses	1,584,526.45		1,506,981.36	77,545.09
%FACCOU 43	743	Miscellaneous Expenses	(23,975.22)		(29,745.74)	5,770.52
%FACCOU 44	744	Chemicals and Filtering Materials	0.00		0.00	0.00
%FACCOU 45	745	Water Trmt Allocation in/Out	(33,408.97)		(31,758.19)	(1,650.78)
		Maintenance				
%FACCOU 46	746	Maint. Supervision and Engineering	12,185.41		5,253.06	6,932.35
%FACCOU 48	747	Maint. Of Structures and Improvements	0.00		0.00	0.00
%FACCOU 49	748	Maint. Of Water Treatment Equipment	0.00		373.56	(373.56)
50		Total Water Treatment Expenses	1,592,067.50		1,548,332.28	43,735.22

General Office

SCHEDULE B-2

LN NO	ACCT NO	ACCOUNT (A)	OPERATING EXPENSE	CLASS A, B, AND C WATER	UTILITIES	INCREASE (DECREASE) (D)
			AMOUNT CURRENT YEAR (B)	AMOUNT PRIOR YEAR (C)		
1		IV. Transmission and Distribution Expenses				
2		Operation				
%FACCOU 3	751	Operation Supervision and Engineering	82,172.68	83,847.11	(1,674.43)	
%FACCOU 5	752	Storage Facilities Expenses	912.36	5,457.12	(4,544.76)	
%FACCOU 7	753	Transmission and Distribution Lines	72,370.92	80,384.82	(8,013.90)	
%FACCOU 8	754	Meter Expenses	38,023.64	17,662.50	20,361.14	
%FACCOU 9	755	Customer Installation Expenses	5,008.85	1,422.50	3,586.35	
%FACCOU 10	756	Miscellaneous	88,396.88	57,380.48	31,016.40	
11		Maintenance				
%FACCOU 12	758	Maint. Supervision and Engineering	50,969.42	32,920.70	18,048.72	
%FACCOU 14	759	Maint. Of Structures and Improvements	0.00	0.00	0.00	
%FACCOU 15	760	Maint. Of Reservoirs and Tanks	6,358.87	11,450.38	(5,091.51)	
%FACCOU 16	761	Maint. Of Transmission and Distribbut. Mains	131,047.73	435.93	130,611.80	
18	762	Maint. Of Fire Mains	0.00	0.00	0.00	
%FACCOU 19	763	Maint. Of Services	125,032.18	36.25	124,995.93	
%FACCOU 21	764	Maint. Of Meters	85.80	630.04	(544.24)	
%FACCOU 22	765	Maint. Of Hydrants	(18.03)	54.09	(72.12)	
23	766	Maint. Of Miscellaneous Plant			0.00	
24		Total Transmission and Distribution Exp.	600,361.30	291,681.92	308,679.38	
25		V. Customer Account Expenses				
26		Operation				
%FACCOU 27	771	Supervision	55,194.98	46,014.20	9,180.78	
%FACCOU 29	772	Meter Reading Expenses	443.79	35.76	408.03	
%FACCOU 30	773	Customer Records and Collection Expenses	2,395,773.57	1,802,793.56	592,980.01	
%FACCOU 32	774	Miscellaneous Customer Accounting Expenses	251,940.46	272,919.97	(20,979.51)	
%FACCOU 33	775	Uncollectible Accounts	0.00	0.00	0.00	
%FACCOU 34	776	Cust Acct Allocation In/Out	(1,166,895.19)	(760,543.77)		
		Total Customer Accounts Expense	1,536,457.61	1,361,219.72	175,237.89	
35		VI. Sales Expenses				
36		Operation				
37	781	Supervision				
39	782	Demostration and Selling Expenses				
40	783	Advertising Expenses				
41	784	Miscellaneous Sales Expenses				
42	785	Merchandising, Jobbing and Contract Work				
43		Total Sales Expenses	0.00	0.00	0.00	

6 General Office

SCHEDULE B-2

OPERATING EXPENSE - CLASS A, B, AND C WATER

UTILITIES (CONCLUDED)

LN NO	ACCT NO	ACCOUNT (A)	AMOUNT CURRENT YEAR (B)	AMOUNT PRIOR YEAR (C)	INCREASE (DECREASE) (D)
1		VII. Administrative And General Expenses			
2		Operation			
%FACCOU 3	791	Administrative and General Salaries	7,396,307.51	7,551,932.17	(155,624.66)
%FACCOU 5	792	Office Supplies and Other Expenses	2,957,162.00	2,981,367.29	(24,205.29)
%FACCOU 6	793	Property Insurance	178,327.00	145,881.00	32,446.00
%FACCOU 7	794	Injuries and Damages	1,772,367.70	1,577,464.46	194,903.24
%FACCOU 8	795	Employees Pensions and Benefits	19,845,412.00	17,467,374.94	2,378,037.06
%FACCOU 9	796	Franchise Requirements	3,605.00	10,260.00	(6,655.00)
%FACCOU 11	797	Regulatory Commission Expenses	389,811.45	143,007.33	246,804.12
%FACCOU 12	798	Outside Service Employed	2,936,876.88	2,892,504.08	44,372.80
%FACCOU 14	799	Miscellaneous General Expense	1,857,473.00	1,036,365.85	821,107.15
15		Maintenance			
%FACCOU 16	805	Maintenance of General Plant	315,425.00	235,824.85	79,600.15
17		Total Administrative and General Expenses	37,652,767.54	34,041,981.97	3,610,785.57
18		VIII. Miscellaneous			
%FACCOU 19	811	Rents	66,805.00	76,559.00	(9,754.00)
%FACCOU 20	812	Admin. Exp. Transferred	(26,575.00)	(47,902.51)	21,327.51
20		Admin. Exp. Transferred - General Office	(41,824,404.00)	(37,711,108.00)	(4,113,296.00)
21	813	Duplicate Charges - CR	0.00	0.00	0.00
22		Total Miscellaneous	(41,784,174.00)	(37,682,451.51)	(4,101,722.49)
23		Total Operating Expenses	2.64	48.15	(45.51)

General Office

SCHEDULE B-4
Taxes Charged During Year

6.1

Kind of Tax (A)	Total Taxes Charged During Year (B)				
		Water (Account 507) (C)	Nonutility (Account 5270) (D)	Other (Account 5371) (E)	Capitalized (F)
Real and Property Taxes	250,798.44	242,998.44	7,800.00		
State corporate franchise tax	0.00	0.00			
State unemployment insurance tax	59,433.83	53,102.75			6,331.08
Other state and local taxes	73,562.84	73,562.84			
Federal unemployment insurance tax	14,858.45	13,276.08			1,582.37
Federal insurance contributions act	1,366,042.16	1,186,748.69			179,293.47
Other federal taxes					
Federal income tax	0.00	0.00			
General Office Allocation	-1,569,688.80	-1,569,688.80			
Total	195,006.92	0.00	7,800.00	0.00	187,206.92

**SCHEDULE D-1
Sources of Supply and Water Developed**

STREAMS			FLOW IN ... (Unit) ²				Annual Quantities Diverted (Unit) ²	Remarks
Diverted Into ¹	From Stream or Creek (Name)	Location of Diversion Point	Priority Right		Diversions			
			Claim	Capacity	Max	Min		

WELLS					Pumping Capacity (Unit) ²	Annual Quantities Pumped (Unit) ²	Remarks
At Plant (Name or Number)	Location	Number	Diversions	³ Depth in Water			

TUNNELS AND SPRINGS			FLOW IN (Unit) ²		Annual Quantities Used (Unit) ²	Remarks
Designation	Location	Number	Maximum	Minimum		

Purchased Water for Resale

Purchased from NOT APPLICABLE

Annual quantities purchased _____ (Unit chosen) ²

¹State ditch, pipe line, reservoir, etc., with name, if any.
²The quantity unit in established use for expressing water stored and used in large amounts is the acre foot, which equals 43,560 cubic feet; in domestic use the thousand gallons or the hundred cubic feet. The rate of flow or discharge in larger amounts is expressed in cubic feet per second, in gallons per minute, in gallons per day, or in the miner's inch. Please be careful to state the unit used.
³Average depth to water surface below ground surface.

**SCHEDULE D-2
Description of Storage Facilities**

Type	Number	Combined Capacity (Gallons or Acre Feet)	Remarks
Collecting Reservoirs			
Concrete			
Earth			
Wood			
Distribution Reservoirs			
Concrete			
Earth			
Wood			
Tanks			
Concrete			
Earth			
Wood			
Steel			
Total			

SCHEDULE D-3
Description of Transmission and Distribution Facilities

A. Length of Ditches, Flumes and Lined Conduits in Miles for Various Capacities

Capacities in Cubic Feet Per Second or Miner's Inches (state which)

Line No.		0 to 5	6 to 10	11 to 20	21 to 30	31 to 40	41 to 50	51 to 75	76 to 100
1	Ditch								
2	Flume								
3	Lined conduit								
4									
5	Totals								

NOT APPLICABLE

A. Length of Ditches, Flumes and Lined Conduits in Miles for Various Capacities (Concluded)

Capacities in Cubic Feet Per Second or Miner's Inches (state which)

Line No.		101 to 200	201 to 300	301 to 400	401 to 500	501 to 750	751 to 1000	Over 1000	Total All Lengths
6	Ditch								
7	Flume								
8	Lined conduit								
9									
10	Totals								

NOT APPLICABLE

B. Footages of Pipe by Inside Diameters in Inches - Not Including Service Piping

Line No.		1	1 1/2	2	2 1/2	3	4	5	6
11	Cast Iron								
12	Cast iron (cement lined)								
13	Concrete								
14	Copper								
15	Riveted Steel								
16	Standard Screw								
17	Screw or Welded Casing								
18	Cement - Asbestos								
19	Welded Steel								
20	Wood								
21	Other (specify)								
22	Totals								

NOT APPLICABLE

B. Footages of Pipe by Inside Diameters in Inches - Not Including Service Piping - (Concluded)

Line No.		8	10	12	14	16	20	Other Sizes (Specify Sizes)	Total All Sizes
23	Cast Iron								
24	Cast iron (cement lined)								
25	Concrete								
26	Copper								
27	Riveted Steel								
28	Standard Screw								
29	Screw or Welded Casing								
30	Cement - Asbestos								
31	Welded Steel								
32	Wood								
33	Other (specify)								
34	Totals								

NOT APPLICABLE

NOT APPLICABLE

GENERAL OFFICE

SCHEDULE D-5

**Number of Meters and Services
on Pipe Systems at End of Year**

Size	Meters	Services
5/8 -in.		
3/4 - in.		
1 - in.		
1 1/4 - in.		
1 1/2 - in.		
2 - in.		
2 1/2 - in.		
3 - in.		
4 - in.		
5 - in.		
6 - in.		
8 - in.		
10 - in.		
12 - in.		
16 - in.		
18 - in.		
other		
MISC		
Totals	0	0

SCHEDULE D-6

Meter Testing Data

NOT APPLICABLE

**A. Number of Meters Tested During Year as Prescribed
in Section VI of General Order No. 103:**

- 1. New, after being received _____
- 2. Used, before repair _____
- 3. Used, after repair _____
- 4. Found fast, requiring billing adjustment _____

B. Number of Meters in Service Since Last Test

- 1. Ten Years or Less _____
- 2. More than 10, but less than 15 years _____
- 3. More than 15 years _____

General Office

SCHEDULE D-7

Water Delivered to Metered Customers by Months and Years in 100,000 CuFt (Units Chosen)

Classification Of Service	During Current Year							Sub-total	Total	Total Prior Yr
	Jan	Feb	Mar	Apr	May	Jun	Sub-total			
Commercial							0			
Industrial							0			
Public Authority	NOT APPLICABLE						0			
Irrigation										
Other (specify)							0			
Reclaimed Water							0			
Total	0	0	0	0	0	0	0	0	0	

Classification Of Service	During Current Year							Sub-total	Total	Total Prior Yr
	Jul	Aug	Sep	Oct	Nov	Dec	Sub-total			
Commercial							0			
Industrial							0			
Public Authority							0			
Irrigation										
Other (specify)							0			
Reclaimed Water							0			
Total	0	0	0	0	0	0	0	0	0	

Quantity units to be in hundreds of cubic feet, thousands of gallons, acre-feet. Total Acres Irrigated: Total Population Served: 0

END OF YEAR BALANCES IN SELECTED ACCOUNTS

Indicate the end of year balances shown in the district's accounting records for the following accounts:

131. Materials and supplies on hand	(G)	-127,648.43
		127,648.43
100.3. Construction work in progress	(G)	-6,810,469.19
		6,810,469.19
241. Advances for construction		0.00
265. Contributions in aid of construction		0.00

(G) General Office Allocation

SIGNATURE

District Management

Name of District Manager Peter Nelson

Address 1720 North First St., San Jose, CA 95112-4598

Telephone 408-367-8200

This report sets forth book or allocated figures and other data pertaining to the district for the period from January 1, 2006 to December 31, 2006.

 General Office



 Signature

 Controller

 Title

 MAR 26 2007

 Date

INDEX

	<i>PAGE</i>
Acres Irrigated	9
Advances for construction	10
Balances in selected balance sheet accounts	10
Construction work in progress	10
Contributions in aid of construction	10
Depreciation and amortization reserves	2
Materials and supplies on hand	10
Meters and services on pipe system	9
Operating expenses	4-6
Operating revenues	2
Population served	9
Service connections, active	9
Signature	10
Source of supply and water developed	7
Storage facilities	7
Taxes	6
Transmission and distribution facilities	8
Utility plant in service	1