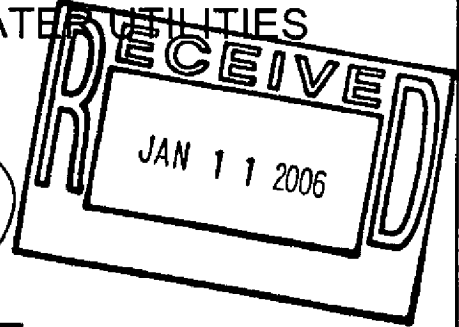


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Received _____
Examined _____

CLASS D
WATER UTILITIES



U# 70-WTD

2005
ANNUAL REPORT
OF

Cobb Mountain Water Company

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

P.O. Box 2

Cobb, CA

(OFFICIAL MAILING ADDRESS)

95426

ZIP

TO THE
PUBLIC UTILITIES COMMISSION
STATE OF CALIFORNIA
FOR THE
YEAR ENDED DECEMBER 31, 2005

REPORT MUST BE FILED NOT LATER THAN MARCH 31, 2006
(FILE TWO COPIES IF THREE RECEIVED)

INSTRUCTIONS

1. One completed copy of this report (two copies if three received) must be filed NOT LATER THAN MARCH 31, following the year covered by the report, with:

**CALIFORNIA PUBLIC UTILITIES COMMISSION
WATER DIVISION
ATTENTION: KAYODE KAJOPAIYE
505 VAN NESS AVENUE, ROOM 3105
SAN FRANCISCO, CALIFORNIA 94102-3298**

2. Failure to file the report on time may subject a utility to the penalties and sanctions provided by the Public Utilities Code.
3. The Oath, on the last page, must be signed by an officer, partner or owner.
4. The report must be prepared in ink or by the use of a typewriter. Computer generated report forms may be substituted.
5. The report must be filled in, and every question answered. LEAVE NO SCHEDULE BLANK. Insert the words "none" or "not applicable" or "n/a" when appropriate.
6. Certain balance sheet and income statement accounts refer to supplemental schedules. The totals of the details in the latter must agree with the balances of the accounts to which they refer.
7. Some schedules provide for a "balance at beginning of year." The amount shown should agree with the "balance at end of year" as shown in the report for the previous year. If there is a difference it should be explained by footnote.
8. When there is insufficient space in a schedule to permit a complete statement of the requested information, insert sheets should be prepared and identified by the number of the schedule to which it refers. Be certain that the inserts are securely attached to the report.
9. This report must cover a calendar year, from January 1 through December 31. Fiscal year reports will not be accepted.

Account Number	Operating Revenue	
470	Metered	14,189
460	Unmetered	
465	Irrigation	
462 -480	Private Fire Protection <i>Other</i>	1,528
	Total Revenue	15,717
	Operating Expenses	
610	Purchased Water	0
615	Purchased Power	670
	Pump Taxes	0
	Purchased Chemicals	
618	Other Vol. Related exp.	126
630	Employee Labor	0
640	Materials	97
650	Contract Work	0
	Water Testing	
660	Transportation Expense	554
664	Other Plant Maintenance	0
670	Office Salaries	0
671	Management Salaries	4,830
674	Employee Pensions and Benefits	0
676	Uncollectables	30
678	Office Service and Rentals	0
681	Office Supplies and Expense	865
682	Professional Services	834
684	Insurance	1,732
688	Regulatory Expense	140
689	General Expense	732
	Subtotal	10,610
403	Depreciation Expense	658
	Ad Valorem Taxes	0
	Payroll taxes	0
408	Taxes other than income	209
409	State Income Tax	375 *
410	Federal Income Tax	636 *
	Total Deductions	1,878
	Net Revenue	3,229
	Rate Base	23,033

* Federal & State Taxes Paid by owner. Used 15% for Federal Tax and 8.84% for State Tax. This was the tax rates that were approved for its last rate increase. W-4567

* Paid by Owner
* Paid by Owner

	Average Plant	42,999
	Average Depreciation Reserve	21,153
	Net Plant	21,846
	Less: Advances	0
	Less: Contributions	0
	Plus: Construction Work in Progress	0
	Plus: Working Cash	0
	Plus: Material & Supplies	1,187
	Rate Base	23,033
	ROR=Net Rev/Rate Base	18.4%

Net Rev - (state & Fed Tax) / Rate Base 14.0%

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

Cobb Mountain Water Company

(Name under which corporation, partnership or individual is doing business)

P.O. Box 2 Cobb, CA 95426

(Official mailing address)

Gordon Springs Subdivisions, Lake County

(Service area-town and county)

GENERAL INFORMATION

**RETURN ORIGINAL
TO COMMISSION
NO PHOTOCOPIES**

- 1 If a corporation show:
 (A) Date of organization _____ incorporated in the State of _____
 (B) Names, titles and addresses of principal officers: _____

- 2 If unincorporated give the name and address of owner or of each partner:

V.B. Anderson
P.O. Box 2 Cobb, CA 95426

- 3 Name and telephone number of:
 (A) One person listed above to receive correspondence: *V.B. Anderson*
 (B) Person responsible for operations and services: *(707) 928 5232*

- 4 Were any contracts or agreements in effect with any organization or person covering service, supervision and/or management of your business affairs during the year? (Yes or No) *No*
 If so, what was the nature and the amount of each payment made under the agreement, to whom were payments made, and to what account was each payment charged?

- 5 State the names of associated companies or persons which, directly or indirectly, or through one or more *None* intermediaries, control, or are controlled by, or are under common control with respondent:

PUBLIC HEALTH STATUS

- 6 Has state or local health department inspection been made during the year?
- 7 Are routine laboratory tests of water being made?
- 8 Has state health department water supply permit been obtained? (Indicate date)
- 9 If no permit has been obtained, state whether application has been made and when.
- 10 Show expiration date if state permit is temporary.

Yes	No	Latest Date
	X	<i>6/19/01</i>
X		<i>Monthly</i>
X		<i>7/13/01</i>
	N/A	
	N/A	

SPECIAL INSTRUCTIONS (over)

SPECIAL INSTRUCTIONS

- 1 Beginning of year balances must agree with end of year balances shown in report for previous year. Attach a supplementary statement to explain any differences.
- 2 Attach a supplementary statement to explain adjustments in Schedule B - Water Plant in Service.
- 3 Complete all schedules, using the words "None" or "Not applicable" if appropriate.
- 4 Report must be prepared legibly in ink or by typewriter.

Plant Additions

Account 331	MAINS	
wo# 92	Install Valves	\$ 72.37
wo# 93	Install Value Box	\$ 55.86
wo# 98	Install 1" Gate Valve	\$ 86.05

Account 333	Services	
wo# 94	Replace Service	\$ 80.22
wo# 95	Replace Service	\$ 76.96
wo# 96	Replace Service	\$ 87.33

Account 334	Meters	
wo# 94	Replace Meter	\$ 87.66
wo# 95	Replace Meter	\$ 87.65
wo# 96	Replace Meter	\$ 87.66
wo# 97	Replace Meter	\$ 81.50

Account 339	Other Equipment	
	saw & wrench	\$ 288.91

Plant Retirements

Account 333	Services	\$ 29.92
Account 334	Meters	\$ 59.22
Account 340	Furniture & Equipment	\$ 74.88

SELECTED FINANCIAL DATA - CLASS A, B, C AND D WATER COMPANIES
2005

NAME OF UTILITY Cobb Mountain Water Company PHONE (707) 928 5232

PERSON RESPONSIBLE FOR THIS REPORT Vincent Bruce Anderson
(Prepared from Information in the 2005 Annual Report)

	<u>11/1/05</u>	<u>12/31/05</u>	<u>Average</u>
BALANCE SHEET DATA			
1 Intangible Plant	<u>244</u>	<u>244</u>	<u>244</u>
2 Land and Land Rights	<u>2,833</u>	<u>2,833</u>	<u>2,833</u>
3 Depreciable Plant	<u>39,457</u>	<u>40,386</u>	<u>39,922</u>
4 Gross Plant in Service	<u>42,534</u>	<u>43,463</u>	<u>42,999</u>
5 Less: Accumulated Depreciation	<u>20,905</u>	<u>21,400</u>	<u>21,153</u>
6 Net Water Plant in Service	<u>21,629</u>	<u>22,063</u>	<u>21,846</u>
7 Water Plant Held for Future Use	<u>0</u>	<u>0</u>	<u>0</u>
8 Construction Work in Progress	<u>4,368</u>	<u>0</u>	<u>2,184</u>
9 Materials and Supplies	<u>1,063</u>	<u>1,107</u>	<u>1,125</u>
10 Less: Advances for Construction	<u>(0)</u>	<u>(0)</u>	<u>(0)</u>
11 Less: Contribution in Aid of Construction	<u>(0)</u>	<u>(0)</u>	<u>(0)</u>
12 Less: Accumulated Deferred Income and Investment Tax Credits	<u>(0)</u>	<u>(0)</u>	<u>(0)</u>
13 Net Plant Investment	<u>27,060</u>	<u>23,250</u>	<u>25,155</u>
CAPITALIZATION			
14 Common Stock	<u>0</u>	<u>0</u>	<u>0</u>
15 Proprietary Capital (Individual or Partnership)	<u>32,477</u>	<u>34,836</u>	<u>33,657</u>
16 Paid-in Capital	<u>386</u>	<u><-8,950></u>	<u><-8,564></u>
17 Retained Earnings	<u>1,973</u>	<u>4,239</u>	<u>3,106</u>
18 Common Stock and Equity (Lines 14 through 17)	<u>34,836</u>	<u>30,125</u>	<u>32,408</u>
19 Preferred Stock	<u>0</u>	<u>0</u>	<u>0</u>
20 Long-Term Debt	<u>0</u>	<u>0</u>	<u>0</u>
21 Notes Payable	<u>0</u>	<u>0</u>	<u>0</u>
22 Total Capitalization (Lines 18 through 21)	<u>34,836</u>	<u>30,125</u>	<u>32,408</u>

(Revised 2/01)

SELECTED FINANCIAL DATA - CLASS A, B, C AND D WATER COMPANIES

20 05
(continued)

NAME OF UTILITY Cobb Mountain Water Co PHONE (707) 928 5232

INCOME STATEMENT

	Annual Amount
23 Unmetered Water Revenue	1,528
24 Fire Protection Revenue	0
25 Irrigation Revenue	0
26 Metered Water Revenue	14,189
27 Total Operating Revenue	15,717
28 <u>Operating Expenses</u>	10,611
29 Depreciation Expense (Composite Rate <u>3%</u>)	658
30 Amortization and Property Losses	0
31 Property Taxes	209
32 Taxes Other Than Income Taxes	0
33 Total Operating Revenue Deduction Before Taxes	867
34 California Corp. Franchise Tax	0
35 Federal Corporate Income Tax	0
36 Total Operating Revenue Deduction After Taxes	0
37 Net Operating Income (Loss) - California Water Operations	0
38 Other Operating and Nonoper. Income and Exp. - Net (Exclude Interest Expense)	0
39 Income Available for Fixed Charges	0
40 Interest Expense	0
41 Net Income (Loss) Before Dividends	0
42 Preferred Stock Dividends	0
43 Net Income (Loss) Available for Common Stock	0

OTHER DATA

44 Refunds of Advances for Construction	0
45 Total Payroll Charged to Operating Expenses	4,830
46 Purchased Water	0
47 Power	670

Active Service Connections (Exc. Fire Protect.) _____

	Jan. 1	Dec. 31	Annual Average
48 Metered Service Connections	63	62	63
49 Flat Rate Service Connections	0	0	0
50 Total Active Service Connections	63	62	63

**CLASS B, C AND D WATER COMPANIES
SAFE DRINKING WATER BOND ACT DATA**

Please provide the following information relating to each Safe Drinking Water Bond Act (SDWBA) loan outstanding during the 12 month reporting period. (Use one sheet for each loan.)

1. Current Fiscal Agent:

Name: _____ *N/A* _____
Address: _____
Phone Number: _____
Date Hired: _____

2. Former Fiscal Agent:

Name: _____
Address: _____
Phone Number: _____
Date Hired: _____

3. Total surcharge collected from customers during the 12 month reporting period:

\$ _____

4. Summary of the trust bank account activities showing:

Balance at beginning of year	\$ _____
Deposits during the year	_____
Withdrawals made for loan payments	_____
Other withdrawals from this account	_____
Balance at end of year	_____

5. Account information:

Bank Name: _____
Account Number: _____
Date Opened: _____

6. Plant amounts included in Schedule A, Account No. 101—Water Plant in Service which were funded using SDWBA funds:

N/A

Line No.	Acct. No.	Title of Account (a)	Balance Beginning of Year (b)	Plant Additions During Year (c)	Plant Retirements During Year (d)	Other Debits* or (Credits) (e)	Balance End of Year (f)
1		NON-DEPRECIABLE PLANT					
2	301	Intangible plant					
3	303	Land					
4		Total non-depreciable plant					
5		DEPRECIABLE PLANT					
6	304	Structures					
7	307	Wells					
8	317	Other water source plant					
9	311	Pumping equipment					
10	320	Water treatment plant					
11	330	Reservoirs, tanks and sandpipes					
12	331	Water mains					
13	333	Services and meter installations					
14	334	Meters					
15	335	Hydrants					
16	339	Other equipment					
17	340	Office furniture and equipment					
18	341	Transportation equipment					
19		Total depreciable plant					
20		Total water plant in service					

SCHEDULE A - BALANCE SHEET (DECEMBER 31, 2005)

Line	Acct.	Assets	Balance	Acct.	Equity and Liabilities	Balance
1	101	Water plant in service	43,462.58	201	Common Stock (Corporations only)	0
2	103	Water plant held for future use	0	211	Other paid-in capital (Corporations only)	0
3	104	Water plant purchased or sold	0	215	Retained earnings	4,238.70
4	105	Water plant construction work in progress	0	218	Proprietary capital	25,886.86
5	108	Accumulated depreciation of water plant	(21,399.82)	224	Long term debt	0
6	114	Water plant acquisition adjustments	0		Current Liabilities	913.76
7	124	Other investments	0	252	Advances for construction	0
8	131	Cash	7,470.24	253	Other deferred credits	0
9	141	Accounts receivable - customers	319.65	255	Accumulated deferred investment tax credits	0
10	142	Receivables from associated companies	0	282	Accumulated deferred income taxes - Acrs	0
11	151	Materials and supplies	1,186.67		depreciation	0
12	174	Other current assets	0	283	Accumulated deferred income taxes - other	0
13	180	Deferred charges	0	271	Contributions in aid of construction	0
14				272	Accumulated amortization of contributions	0
15		Total Assets	31,039.32		Total Equity and Liabilities	31,039.32

SCHEDULE B - WATER PLANT IN SERVICE

Line	Acct	Title of Account	Balance Beg of Year	Plt Additions During year	Plt Retirements During year	Other Debits or (Credits)	Balance End of year
16	301	Intangible plant	243.81				243.81
17	303	Land	2,832.71				2,832.71
18	304	Structures	4,672.66				4,672.66
19	307	Wells	0				0
20	317	Other water source plant	1,029.00				1,029.00
21	311	Pumping equipment	4,445.32				4,445.32
22	320	Water treatment plant	694.03				694.03
23	330	Reservoirs tanks and sandpipes	5,416.30				5,416.30
24	331	Water mains	13,166.42	214.28			13,380.70
25	333	Services and meter installations	2,572.23	244.51	29.92		2,786.82
26	334	Meters	4,159.46	344.47	59.22		4,444.71
27	335	Hydrants	0				0
28	339	Other equipment	2,742.89	288.91			3,031.80
29	340	Office furniture and equipment	559.60			74.88	484.72
30	341	Transportation equipment	0				0
31		Total water plant in service	42,534.43	1,092.17	164.02		43,462.58

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

SCHEDULE C - RESERVE FOR DEPRECIATION OF UTILITY PLANT

Line	Item	Account 106 Water Plant	Account 106.1 SDWBA Loans	
32	Balance in reserves at beginning of year	24,006.06		A. Method used to compute depreciation
33	Add: Credits to reserves during year			expense (Acct. 403) and rate. 370
34	(a) Charged to Account No. 403	658.46		
35	(b) Charged to Account No. 272			
36	(c) Charged to clearing accounts			B. Amount of depreciation expense claimed
37	(d) Salvage recovered			or to be claimed on utility property in
38	(e) All other credits			your federal income tax return for the year
39	Total credits	24,664.52		covered by this report \$
40	Deduct: Debits to reserves during year			
41	(a) Book cost of property retired	164.02		
42	(b) Cost of removal			C. State method used to compute tax
43	(c) All other debits			depreciation.
44	Total debits	164.02		42,998.51 Average Plant 2005
45	Balance in reserve at end of year	24,336.48		3,076.52 Acc # 301 & # 303
46	(1) Explanation of all other credits			17,973.41 Depreciated Plant in Service
47	(2) Explanation of all other debits			21,948.58 x 37% = # 658.46

SCHEDULE J - ADVANCES FOR CONSTRUCTION

Balance beginning of year	0
Additions during year	
Subtotal - Beginning balance plus additions during year	
Refunds	
Transfers to Acct. 271 - Contributions in Aid of Construction	
Balance end of year	0

SCHEDULE K - TOTAL METERS AND SERVICES (active and inactive)

Size	Meters	Services
5/8 x 3/4-in	63	63
3/4-in		
1-in		
-in		
-in		
Total	63	63

SCHEDULE L - METER-TESTING DATA

Number of meters tested during year	
1 Used, before repair...	0
2 Used, after repair	
3 Fast, requiring refund ..	
Numbers of meters in service requiring test per General Order No. 103	

SCHEDULE M - SERVICE CONNECTIONS AT END OF YEAR

Classification	Active			Inactive			Total connections	
	Metered	Flat	Total	Metered	Flat	Total	Metered	Flat
Residences	61		61	1		1	62	
Industrial								
Other (specify)								
Community Center	1		1	+			1	
Subtotal	62		62	1		1	63	
Fire protection (Hydrants)								
Total	62		62	1		1	63	

NOTE: Total connections (metered plus flat) should agree with total services in Schedule K.

SCHEDULE N - STORAGE FACILITIES

SCHEDULE O - FOOTAGES OF PIPE (EXCLUDING SERVICE PIPES)

Description	No.	Combined capacity in gallons	Description	2" and under				Other sizes (specify)	Totals
				2 1/4 to 3 1/4	4"				
Concrete	1	6,170	Cast Iron						
Earth			Welded steel			2313		2313	
Wood			Standard screw	4427				4427	
Steel	3	25,500	Cement-asbestos						
Other			Plastic			216		216	
Steel out of Service	1	9,300	Other (specify)			65		65	
			Tar Coated						
Total	5	40,970	Total	4,427		2,594		7,021	

DECLARATION

(BEFORE SIGNING PLEASE CHECK TO SEE THAT ALL SCHEDULES HAVE BEEN COMPLETED)

I, the undersigned (~~officer, partner or owner~~) of Cobb Mountain Water Company (Name of utility), under penalty of perjury do declare that this report has been prepared by me, or under my direction, from the books, papers and records of the respondent; that I have carefully examined the same, and declare the same to be a complete and correct statement of the business and affairs of the above-named respondent and the operations of its property for the period

From and including January 1, 2005, to and including December 31, 2005

Vincent Bruce Anderson

Signed
Owner

Title
1-09-2006

Date