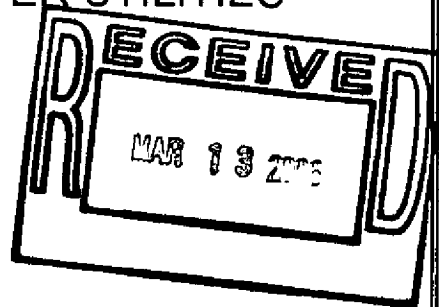


47

Received _____
Examined _____

CLASS D
WATER UTILITIES



U# _____

2005
ANNUAL REPORT
OF

COLD SPRINGS WATER COMPANY

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

29820 Highway 108

Cold Springs, CA 95335

(OFFICIAL MAILING ADDRESS)

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.

2005	Account Number	Operating Revenue	
	470	Metered	144481
	460	Unmetered	31283
	465	Irrigation	
	462-480	Private Fire Protection	
		Total Revenue	175764
		Operating Expenses	
	610	Purchased Water	
	615	Purchased Power	12687
		Pump Taxes	
		Purchased Chemicals	3104
	618	Other Vol. Related exp.	
	630	Employee Labor	38866
	640	Materials	1141
	650	Contract Work	
		Water Testing	3757
	660	Transportation Expense	3177
	664	Other Plant Maintenance	2542
	670	Office Salaries	27570
	671	Management Salaries	24000
	674	Employee Pensions and Benefits	7813
	676	Uncollectables	
	678	Office Service and Rentals	13458
	681	Office Supplies and Expense	5795
	682	Professional Services	775
	684	Insurance	11092
	688	Regulatory Expense	324
	689	General Expense	276
		Subtotal	156377
	403	Depreciation Expense	10243
		Ad Valorem Taxes	
		Payroll taxes	7541
	408	Taxes other than income	1662
	409	State Income Tax	1098
	410	Federal Income Tax	2031
		Total Deductions	178952
		Net Revenue	-3188

	Rate Base	
	Average Plant	466001
	Average Depreciation Reserve	-329111
	Net Plant	136890
	Less: Advances	-25264
	Less: Contributions	-34762
	Plus: Construction Work in Progress	
	Plus: Working Cash	44069
	Plus: Material & Supplies	
	Rate Base	120933
	ROR=Net Rev/Rate Base	

CLASS D WATER UTILITIES

(HAVING LESS THAN 500 SERVICE CONNECTIONS)

COLD SPRINGS WATER COMPANY

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

29820 HIGHWAY 108, COLD SPRINGS, CA 95335

(Official mailing address)

COLD SPRINGS, PETER PAM, TUOLUMNE COUNTY

(Service area-town and county)

GENERAL INFORMATION

**RETURN ORIGINAL
TO COMMISSION
NO PHOTOCOPIES**

- 1 If a corporation show:
 - (A) Date of organization 1967 incorporated in the State of CA
 - (B) Names, titles and addresses of principal officers:
Peter Kerns, President, 29820 Hwy 108, Cold Springs, CA 95335
- 2 If unincorporated give the name and address of owner or of each partner:

- 3 Name and telephone number of:
 - (A) One person listed above to receive correspondence: Peter Kerns 209 965-3716
 - (B) Person responsible for operations and services: Peter Kerns 209 965-3716
- 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 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
<input type="checkbox"/>	<input checked="" type="checkbox"/>	1996
<input checked="" type="checkbox"/>	<input type="checkbox"/>	Dec-05
<input checked="" type="checkbox"/>	<input type="checkbox"/>	Dec-81
<input type="checkbox"/>	<input type="checkbox"/>	
<input type="checkbox"/>	<input type="checkbox"/>	

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.

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

20__

NAME OF UTILITY Cold Springs Water Co.

PHONE 209-965-371

PERSON RESPONSIBLE FOR THIS REPORT Sandra Tucker

(Prepared from Information in the 20__ Annual Report)

2005

	1/1/2005	12/31/2005	Average
BALANCE SHEET DATA			
1 Intangible Plant	12378	12378	12378
2 Land and Land Rights	6250	6250	6250
3 Depreciable Plant	445061	449684	447373
4 Gross Plant in Service	463689	468312	466001
5 Less: Accumulated Depreciation	(327297)	(330924)	(329111)
6 Net Water Plant in Service	136392	137388	136890
7 Water Plant Held for Future Use	24727	26232	25480
8 Construction Work in Progress			
9 Materials and Supplies			
10 Less: Advances for Construction	(25819)	(24709)	(25264)
11 Less: Contribution in Aid of Construction	(34672)	(34762)	(34762)
12 Less: Accumulated Deferred Income and Investment Tax Credits	()	()	()
13 Net Plant Investment	100538	104149	102344
CAPITALIZATION			
14 Common Stock	75000	75000	75000
15 Proprietary Capital (Individual or Partnership)			
16 Paid-in Capital	118001	118001	118001
17 Retained Earnings	(111193)	(103090)	(107142)
18 Common Stock and Equity (Lines 14 through 17)	81808	89911	85859
19 Preferred Stock			
20 Long-Term Debt			
21 Notes Payable			
22 Total Capitalization (Lines 18 through 21)	81808	89911	85859

(Revised 2/01)

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

20_____
(continued)

2005

NAME OF UTILITY Cold Springs Water Co. PHONE 209 965-3716

INCOME STATEMENT		Annual Amount
23	Unmetered Water Revenue	31283
24	Fire Protection Revenue	_____
25	Irrigation Revenue	_____
26	Metered Water Revenue	144481
27	Total Operating Revenue	175764
28	<u>Operating Expenses</u>	156377
29	Depreciation Expense (Composite Rate _____)	10243
30	Amortization and Property Losses	_____
31	Property Taxes	1171
32	Taxes Other Than Income Taxes	8032
33	Total Operating Revenue Deduction Before Taxes	175823
34	California Corp. Franchise Tax	1098
35	Federal Corporate Income Tax	2031
36	Total Operating Revenue Deduction After Taxes	178952
37	Net Operating Income (Loss) - California Water Operations	-3188
38	Other Operating and Nonoper. Income and Exp. - Net (Exclude Interest Expense)	_____
39	Income Available for Fixed Charges	_____
40	Interest Expense	_____
41	Net Income (Loss) Before Dividends	_____
42	Preferred Stock Dividends	_____
43	Net Income (Loss) Available for Common Stock	-3188

OTHER DATA

44	Refunds of Advances for Construction	1110
45	Total Payroll Charged to Operating Expenses	90436
46	Purchased Water	0
47	Power	12687

<u>Active Service Connections</u>		(Exc. Fire Protect.) _____		Annual Average
	Jan. 1	Dec. 31		
48	Metered Service Connections	423	428	426
49	Flat Rate Service Connections	94	92	93
50	Total Active Service Connections	517	520	519

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

None

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: _____
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: None

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, 20__)

2005

Line	Acct.	Assets	Balance	Acct.	Equity and Liabilities	Balance
1	101	Water plant in service	468312	201	Common Stock (Corporations only)	75000
2	103	Water plant held for future use	26232	211	Other paid-in capital (Corporations only)	118001
3	104	Water plant purchased or sold		215	Retained earnings	(103090)
4	105	Water plant construction work in progress		218	Proprietary capital	
5	108	Accumulated depreciation of water plant	(330924)	224	Long term debt	
6	114	Water plant acquisition adjustments			Current Liabilities	4615
7	124	Other investments		252	Advances for construction	24709
8	131	Cash	44069	253	Other deferred credits	39900
9	141	Accounts receivable - customers		255	Accumulated deferred investment tax credits	
10	142	Receivables from associated companies		282	Accumulated deferred income taxes - Acrs	
11	151	Materials and supplies			depreciation	
12	174	Other current assets		283	Accumulated deferred income taxes - other	
13	180	Deferred charges		271	Contributions in aid of construction	34672
14				272	Accumulated amortization of contributions	13882
15		Total Assets	207689		Total Equity and Liabilities	207689

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	12378				12378
17	303	Land	6250				6250
18	304	Structures	15692				15692
19	307	Wells	13753				13753
20	317	Other water source plant	39672				39672
21	311	Pumping equipment	45338				45338
22	320	Water treatment plant	23682				23682
23	330	Reservoirs tanks and sandpipes	41870				41870
24	331	Water mains	137050	216			137266
25	333	Services and meter installations	41391	910			42301
26	334	Meters	22326	617			22943
27	335	Hydrants	4558				4558
28	339	Other equipment	23536				23536
29	340	Office furniture and equipment	17411	2880			20291
30	341	Transportation equipment	18782				18782
31		Total water plant in service	463689	4623			468312

* 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	320473		A. Method used to compute depreciation
33	Add: Credits to reserves during year			expense (Acct. 403) and rate.
34	(a) Charged to Account No. 403	10243		SL 2.6
35	(b) Charged to Account No. 272	208		
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	10451		covered by this report \$ 15349
40	Deduct: Debits to reserves during year			
41	(a) Book cost of property retired			
42	(b) Cost of removal			C. State method used to compute tax
43	(c) All other debits			depreciation.
44	Total debits			
45	Balance in reserve at end of year	330924		
46	(1) Explanation of all other credits			
47	(2) Explanation of all other debits			

Line	SCHEDULE D - CAPITAL STOCK OUTSTANDING (DECEMBER 31, 20__)				2005
1	Common - (Shares	750 \$	100 par	75000 0	List persons owning more than 5% of outstanding stock and number of shares owned by each:
2	Preferred - (Shares	, \$	par)		
3	Dividends - Common	Rate - \$			
4	- Preferred	Rate - \$			
					Pete kems 306 Melba Kems 187.5
					Jeff Kems 84 Pam Riley 172.5

SCHEDULE E - LONG TERM DEBT

	Class	Date of Issue	Date of Maturity	Principal Amount Authorize	Outstanding Per Balance Sheet	Rate of Interest	Interest Accrued During Year	Interest Paid During Year
5								
6								
7								
8	Totals							

SCHEDULE F - INCOME STATEMENT

9		Operating revenues	xxxxxxxxxx
10	460	Unmetered water revenue	31283
11	462	Fire protection revenue	
12	465	Irrigation revenue	
13	470	Metered water revenue	144481
14	480	Other water revenue	
15		Total Operating Revenue #	175764
16		Operating revenue deductions	xxxxxxxxxx
17		Operating expenses	xxxxxxxxxx
18	610	Purchased water	
19	615	Power	12687
20	618	Other volume related expenses	3104
21	630	Employee labor	38866
22	640	Materials	1141
23	650	Contract work	3757
24	660	Transportation expenses	3177
25	664	Other plant maintenance expense	2542
26	670	Office salaries	27570
27	671	Management salaries	24000
28	674	Employee pensions and benefits	7813
29	676	Uncollectible accounts expense	
30	678	Office services and rentals	13458
31	681	Office supplies and expense	5795
32	682	Professional services	775
33	684	Insurance	11092
34	688	Regulatory commission expense	324
35	689	General expenses	276
36		Total Operating Expenses	156377
37	403	Depreciation expense	10243
38	407	SDWBA loan amortization expense	
39	408	Taxes other than income taxes	9203
40	409	State corporate income tax expense	1098
41	410	Federal corporate income tax expense	2031
42		Total Operating Revenue Deductions	178952
43		Utility Operating Income	
44	421	Non-utility income	
45	426	Miscellaneous non-utility expense	
46	427	Interest expense	
47		Net Income	-3188

SCHEDULE G - SOURCES OF SUPPLY AND WATER DEVELOPED WELLS

Location	No.	Diam. Inch	Depth to water feet	Pumping capacity (g.p.m.)	Annual quantities pumped
Peter Pam		6	100	100	424 ccf

OTHER

Streams or springs location of diversion point	Flow in		(Unit) Diversions		Annual quantities diverted (Unit)
	Priority right	Claim	Capacit	Max	
Kems Creek	0.3	0.25	0.25	0.25	1993 ccf
Purchased water (unit)					Annual quantity
Supplier:					

SCHEDULE H - OPTIONAL WATER DELIVERED TO METERED CUSTOMERS
(If figures are available) (specify unit)

Classification of service	Max. mo. Mo. of	Min. mo. Mo. of	Total for year
Residential & business			
Industrial			
Public authorities			
Irrigation			
Other (specify)			
Total			

SCHEDULE I - EMPLOYEES AND THEIR COMPENSATION

Line	Acct	Account	Number at end of year	Salaries Charged to Expense	Salaries Charged to Plant Accounts	Total Salaries and Wages Paid
48	630	Employee Labor	1	38866		
49	670	Office salaries	2	27570		
50	671	Management salaries	2	24000		
51		Total	5	90436		

SCHEDULE J - ADVANCES FOR CONSTRUCTION

Balance beginning of year	25819
Additions during year	
Subtotal - Beginning balance plus additions during year	25819
Refunds	1110
Transfers to Acct. 271 - Contributions in Aid of Construction	0
Balance end of year	24709

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

Size	Meters	Services
5/8 x 3/4-in	428	92
3/4-in		
1-in		
-in		
-in		
Total	428	92

SCHEDULE L - METER-TESTING DATA

Number of meters tested during year		
1	Used, before repair...	10
2	Used, after repair	
3	Fast, requiring refund ..	0
Numbers of meters in service requiring test per General Order No. 103		
		10

SCHEDULE M - SERVICE CONNECTIONS AT END OF YEAR

Classification	Active			Inactive			Total connections	
	Metered	Flat	Total	Metered	Flat	Total	Metered	Flat
Residences	428	92	520	5	0	5	433	92
Industrial								
Other (specify)								
Subtotal								
Fire protection (Hydrants)								
Total								

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	2 1/4 to	4"	6"	8"	10"	Totals
				under	3 1/4		Other sizes (specify)			
Concrete			Cast Iron							
Earth			Welded steel			13350	3162			16512
Wood	2	24000	Standard screw		1294		100			1394
Steel	5	829000	Cement-asbestos			10300	4900			15200
Other			Plastic	1620	7320	12280	1200	2040	3580	28040
			Other (specify)							
Total	7	853000	Total	1620	8614	35930	9362	2040	3580	61146

DECLARATION

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

I, the undersigned (officer, partner or owner) of _____ Cold Springs Water Company 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 _____ 1/1 _____, 2005, to and including _____ 12/31 _____, 2005

Signed  Pete Kerns
President

Title

Date