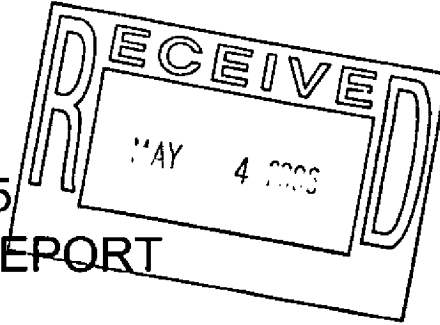


Received \_\_\_\_\_  
Examined \_\_\_\_\_

CLASS D  
WATER UTILITIES

U# \_\_\_\_\_

2005  
ANNUAL REPORT  
OF



DEL ORO WATER COMPANY INC.

JOHNSON PARK DISTRICT

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

DRAWER 5172, CHICO, CALIFORNIA 95927-5172

(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  
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.

<b>Summary of Earnings</b>		
<b>Test Year 2005</b>		
<b>Account Number</b>	<b>Operating Revenue</b>	
470	Metered	54,470
460	Unmetered	35,736
465	Irrigation	
462-480	Private Fire Protection	2,661
	<b>Total Revenue</b>	<b>92,867</b>
	<b>Operating Expenses</b>	
610	Purchased Water	0
615	Purchased Power	19,332
	Pump Taxes	
	Purchased Chemicals	0
618	Other Vol. Related Expense	449
630	Employee Labor	13,179
640	Materials	2,990
650	Contract Work	284
	Water Testing	650
660	Transportation Expense	1,438
664	Other Plant Maintenance	598
670	Office Salaries	10,350
671	Management Salaries	5,612
674	Employee Pensions and Benefits	2,313
676	Uncollectables	453
678	Office Service and Rentals	3,895
681	Office Supplies and Expense	7,047
682	Professional Services	645
684	Insurance	5,379
688	Regulatory Expense	0
689	General Expense	559
	<b>Subtotal</b>	<b>75,172</b>
403	Depreciation Expense	3,389
	Ad Valorem Taxes	
	Payroll Taxes	1,105
408	Taxes other than income	1,409
409	State Income Tax	
410	Federal Income Tax	
	<b>Total Deductions</b>	<b>81,075</b>
	<b>Net Revenue</b>	<b>11,793</b>
	<b>Rate Base</b>	
	Average Plant	155,063
	Average Depreciation Reserve	(21,113)
	Net Plant	133,950
	Less: Advances	
	Less: Contributions	
	Plus: Construction in Progress	19,203
	Plus: Working Cash	
	Plus: Material & Supplies	
	Rate Base	287,103
	ROR=Net Rev/Rate Base	4.1%

# CLASS D WATER UTILITIES

(HAVING LESS THAN 500 SERVICE CONNECTIONS)

DEL ORO WATER COMPANY, INC.

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

DRAWER 5172, CHICO, CALIFORNIA 95927-5172

(Official mailing address)

JOHNSON PARK, SHASTA 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 California  
 (B) Names, titles and addresses of principal officers:  
 Robert S. Fortino, President    Janice Hanna, Secretary    Drawer 5172, Chico, CA 95927
- 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:    Janice Hanna, 530-894-1100  
 (B) Person responsible for operations and services:    Paul J. Matulich, 530-894-1100
- 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)  
 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"/>	03/27/97
<input checked="" type="checkbox"/>	<input type="checkbox"/>	
<input checked="" type="checkbox"/>	<input type="checkbox"/>	2/1981
<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  
2005

NAME OF UTILITY DEL ORO WATER CO., INC. PHONE 530-894-1100  
JOHNSON PARK DISTRICT  
PERSON RESPONSIBLE FOR THIS REPORT JANICE HANNA  
(Prepared from Information in the 2005 Annual Report)

	01/01/05	12/31/05	Average
<b>BALANCE SHEET DATA</b>			
1 Intangible Plant	155	415	285
2 Land and Land Rights	57,509	57,509	57,509
3 Depreciable Plant	96,123	97,140	96,631
4 Gross Plant in Service	153,787	155,063	154,425
5 Less: Accumulated Depreciation	(18,179)	(21,113)	(19,646)
6 Net Water Plant in Service	135,608	133,950	134,779
7 Water Plant Held for Future Use			
8 Construction Work in Progress	4,614	19,203	11,909
9 Materials and Supplies			
10 Less: Advances for Construction	( )	( )	( )
11 Less: Contribution in Aid of Construction	(15,002)	(15,457)	(15,230)
12 Less: Accumulated Deferred Income and Investment Tax Credits	( )	( )	( )
13 Net Plant Investment	125,219	137,696	131,458
<b>CAPITALIZATION</b>			
14 Common Stock			
15 Proprietary Capital (Individual or Partnership)			
16 Paid-in Capital	0	63,316	31,658
17 Retained Earnings	75,747	85,749	80,748
18 Common Stock and Equity (Lines 14 through 17)	75,747	149,065	112,406
19 Preferred Stock			
20 Long-Term Debt	28,228	41,017	34,622
21 Notes Payable			
22 Total Capitalization (Lines 18 through 21)	103,975	190,082	147,028

(Revised 2/01)

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

2005

(continued)

NAME OF UTILITY DEL ORO WATER CO., INC.  
JOHNSON PARK DISTRICT

PHONE 530-894-1100

**INCOME STATEMENT**

	Annual Amount
23 Unmetered Water Revenue	38,398
24 Fire Protection Revenue	_____
25 Irrigation Revenue	_____
26 Metered Water Revenue	54,470
27 Total Operating Revenue	92,867
28 <u>Operating Expenses</u>	75,172
29 Depreciation Expense (Composite Rate _____)	3,389
30 Amortization and Property Losses	_____
31 Property Taxes	1,409
32 Taxes Other Than Income Taxes	1,105
33 Total Operating Revenue Deduction Before Taxes	11,793
34 California Corp. Franchise Tax	_____
35 Federal Corporate Income Tax	_____
36 Total Operating Revenue Deduction After Taxes	11,793
37 Net Operating Income (Loss) - California Water Operations	11,793
38 Other Operating and Nonoper. Income and Exp. - Net (Exclude Interest Expense)	496
39 Income Available for Fixed Charges	_____
40 Interest Expense	(2,286)
41 Net Income (Loss) Before Dividends	10,002
42 Preferred Stock Dividends	_____
43 Net Income (Loss) Available for Common Stock	_____

**OTHER DATA**

44 Refunds of Advances for Construction	0
45 Total Payroll Charged to Operating Expenses	29,141
46 Purchased Water	0
47 Power	19,332

	(Exc. Fire Protect.)	Jan. 1	Dec. 31	Annual Average
48 Metered Service Connections	_____	312	315	313.5
49 Flat Rate Service Connections	_____	_____	_____	_____
50 Total Active Service Connections	_____	312	315	313.5

**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: **N/A**

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: **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, 2004)**

Line	Acct.	Assets	Balance	Acct.	Equity and Liabilities	Balance
1	101	Water plant in service	155,063	201	Common Stock (Corporations only)	
2	103	Water plant held for future use		211	Other paid-in capital (Corporations only)	63,316
3	104	Water plant purchased or sold		215	Retained earnings	85,749
4	105	Water plant construction work in progress	19,203	218	Proprietary capital	
5	108	Accumulated depreciation of water plant	(21,113)	224	Long term debt	41,017
6	114	Water plant acquisition adjustments			Current Liabilities	13,073
7	124	Other investments		252	Advances for construction	
8	131	Cash	57,133	253	Other deferred credits	
9	141	Accounts receivable - customers	6,484	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	1,842	283	Accumulated deferred income taxes - other	
13	180	Deferred charges		271	Contributions in aid of construction	15,457
14				272	Accumulated amortization of contributions	
15		<b>Total Assets</b>	<b>218,613</b>		<b>Total Equity and Liabilities</b>	<b>218,613</b>

**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	155				155
17	303	Land	57,509				57,509
18	304	Structures	2,986				2,986
19	307	Wells	3,225				3,225
20	317	Other water source plant	0				0
21	311	Pumping equipment	24,929	691			25,620
22	320	Water treatment plant	1,362				1,362
23	330	Reservoirs tanks and sandpipes	5,769				5,769
24	331	Water mains	35,796				35,796
25	333	Services and meter installations	6,235				6,235
26	334	Meters	6,577	325			6,902
27	335	Hydrants	1,398				1,398
28	339	Other equipment	3,947				3,947
29	340	Office furniture and equipment	3,774				3,774
30	341	Transportation equipment	125				125
31		<b>Total water plant in service</b>	<b>153,787</b>	<b>1,017</b>			<b>154,804</b>

\* 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	18,179		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	3,389		
35	(b) Charged to Account No. 272	(455)		
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	2,934		covered by this report \$
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	21,113		
46	(1) Explanation of all other credits			
47	(2) Explanation of all other debits			

**SCHEDULE D - CAPITAL STOCK OUTSTANDING (DECEMBER 31, 2005)**

Line	Common - (Shares, \$ par)	Preferred - (Shares, \$ par)	Dividends - Common Rate - \$	- Preferred Rate - \$	List persons owning more than 5% of outstanding stock and number of shares owned by each:
1					
2					
3					
4					

**SCHEDULE E - LONG TERM DEBT**

	Class	Date of Issue	Date of Maturity	Principal Amount Authorized	Outstanding Per Balance Sheet	Rate of Interest	Interest Accrued During Year	Interest Paid During Year
5	William & Carol Fry	03/31/98	03/31/08	30,819	9,522	8		918
6	William & Carol Fry	03/31/98	03/31/13	30,000	18,518	7		1,368
7	North Valley Bank	Oct-05	10/01/06	500000	18641.25	6.75		
8	<b>Totals</b>			560,819	46,681			2,286

**SCHEDULE F - INCOME STATEMENT**

9	Operating revenues	xxxxxxxxxx
10	460 Unmetered water revenue	35,736
11	462 Fire protection revenue	
12	465 Irrigation revenue	
13	470 Metered water revenue	54,470
14	480 Other water revenue	2,661
15	<b>Total Operating Revenue</b>	<b>92,867</b>
16	Operating revenue deductions	xxxxxxxxxx
17	Operating expenses	xxxxxxxxxx
18	610 Purchased water	0
19	615 Power	19,332
20	618 Other volume related expenses	449
21	630 Employee labor	13,179
22	640 Materials	2,990
23	650 Contract work	934
24	660 Transportation expenses	1,438
25	664 Other plant maintenance expense	598
26	670 Office salaries	10,350
27	671 Management salaries	5,612
28	674 Employee pensions and benefits	2,313
29	676 Uncollectible accounts expense	453
30	678 Office services and rentals	3,895
31	681 Office supplies and expense	7,047
32	682 Professional services	645
33	684 Insurance	5,379
34	688 Regulatory commission expense	0
35	689 General expenses	559
36	<b>Total Operating Expenses</b>	<b>75,172</b>
37	403 Depreciation expense	3,389
38	407 SDWBA loan amortization expense	
39	408 Taxes other than income taxes	2,514
40	409 State corporate income tax expense	
41	410 Federal corporate income tax expense	
42	<b>Total Operating Revenue Deductions</b>	<b>81,075</b>
43	Utility Operating Income	11,793
44	421 Non-utility income	496
45	426 Miscellaneous non-utility expense	
46	427 Interest expense	(2,286)
47	<b>Net Income</b>	<b>10,002</b>

**SCHEDULE G - SOURCES OF SUPPLY AND WATER DEVELOPED WELLS**

Location	No.	Diam. Inch	Depth to water feet	Pumping capacity (g.p.m.)	Gallons Annual quantities pumped
21670 S. Cottonwood	1	8"	204		28,355,000
21670 S. Cottonwood	2	8"	170		18,123,600

**OTHER**

Streams or springs location of diversion point	Flow in (Unit)		Annual quantities diverted (Unit)	
	Priority right	Diversions	Max	Min
NONE				
Purchased water (unit)				
Supplier:				Annual quantity

**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	Cubic Feet Total for year
Residential & business	Aug	Mar	4,826,866
Industrial	Aug	Feb	171,730
Public authorities	Aug	Sept	104,072
Irrigation			
Other (specify)			
<b>Total</b>			<b>5,102,668</b>

**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	2	13,179		13,179
49	670	Office salaries		10,350		10,350
50	671	Management salaries		5,612		5,612
51		<b>Total</b>		<b>29,141</b>		<b>29,141</b>

**SCHEDULE J - ADVANCES FOR CONSTRUCTION**

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

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

Size	Meters	Services
5/8 x 3/4-in	313	304
3/4-in	4	4
1-in	4	4
1.5'-in	3	3
<b>Total</b>	<b>324</b>	<b>315</b>

**SCHEDULE L - METER-TESTING DATA**

Number of meters tested during year	
1	Used, before repair... _____
2	Used, after repair ..... _____
3	Fast, requiring refund .. _____
Numbers of meters in service requiring test per General Order No. 103 ..... <b>NONE</b>	

**SCHEDULE M - SERVICE CONNECTIONS AT END OF YEAR**

Classification	Active			Inactive			Total connections	
	Metered	Flat	Total	Metered	Flat	Total	Metered	Flat
Residences	301			9			310	
Industrial	12						12	
Other (specify) Fire Dept.	1			0			1	
School	1			0			1	
Subtotal	315			9			324	
Fire protection (Hydrants)	12			0			12	
<b>Total</b>	<b>327</b>			<b>9</b>			<b>336</b>	

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)**

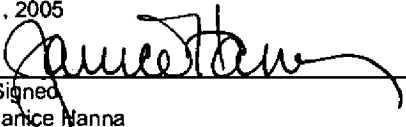
Description	No.	Combined capacity in gallons	Description	Pipe Sizes				Totals
				2" and under	2 1/4 to 3 1/4	4"	8" Other sizes (specify)	
Concrete			Cast Iron					
Earth			Welded steel			6600	45	6645
Wood			Standard screw	26150	75			26225
Steel	3	96,200	Cement-asbestos					0
Other			Plastic		700	1500	2920	5120
			Other (specify)			1420		1420
<b>Total</b>	<b>3</b>	<b>96,200</b>	<b>Total</b>	<b>26150</b>	<b>775</b>	<b>9,520</b>	<b>2965</b>	<b>39,410</b>

**DECLARATION**

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

I, the undersigned (officer, partner or owner) of **Del Oro Water Co., Inc. Johnson Park District** 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

  
 Signed \_\_\_\_\_  
 Janice Hanna  
 Title  
 Director of Corporate Accounting  
 Date: March 31, 2006