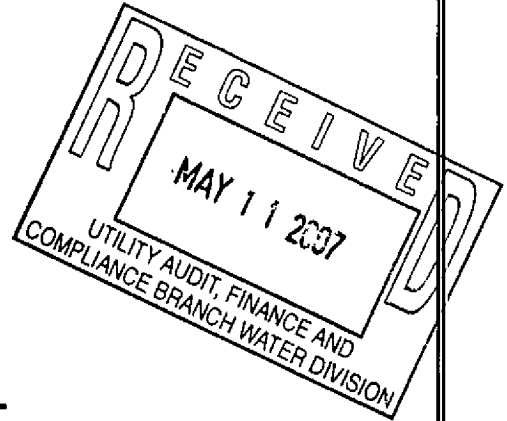


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2006
ANNUAL REPORT
OF
DISTRICT WATER SYSTEM OPERATIONS
OF

Golden State Water Company

(NAME OF CORPORATION)

Name of District: Clearlake Location: Clearlake, Lake
(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)

**SCHEDULE A-1a
Utility Plant in Service**

Line No.	Acct	Title of Account (a)	Balance Beg of Year (b)	Additions During Year (c)	Retirements During Year (d)	Other Debits or (Credits) (e)	Balance End of Year (f)
1		I. INTANGIBLE PLANT					
2	301	Organization	0				0
3	302	Franchises and consents (Schedule A-1b)	0				0
4	303	Other intangible plant	58,695				58,695
5		Total intangible plant	58,695	0	0	0	58,695
6							
7		II. LANDED CAPITAL					
8	306	Land and land rights	175,312				175,312
9							
10		III. SOURCE OF SUPPLY PLANT					
11	311	Structures and improvements	15,424				15,424
12	312	Collecting and impounding reservoirs	25,022				25,022
13	313	Lake, river and other intakes	0				0
14	314	Springs and tunnels	0				0
15	315	Wells	0				0
16	316	Supply mains	0				0
17	317	Other source of supply plant	62				62
18		Total source of supply plant	40,508	0	0	0	40,508
19							
20		IV. PUMPING PLANT					
21	321	Structures and improvements	88,835				88,835
22	322	Boiler plant equipment	0				0
23	323	Other power production equipment	0				0
24	324	Pumping equipment	1,122,509	10,328	(10,665)		1,122,172
25	325	Other pumping plant	37,035				37,035
26		Total pumping plant	1,248,379	10,328	(10,665)	0	1,248,043
27							
28		V. WATER TREATMENT PLANT					
29	331	Structures and improvements	308,398				308,398
30	332	Water treatment equipment	914,492	59,193	(46,647)		927,037
31		Total water treatment plant	1,222,899	59,193	(46,647)	0	1,235,435

SCHEDULE A-1a
Utility Plant in Service (Concluded)

Line No.	Acct	Title of Account (a)	Balance Beg of Year (b)	Additions During Year (c)	Retirements During Year (d)	Other Debits or (Credits) (e)	Balance End of Year (f)
1		VI. TRANSMISSION AND DIST. PLANT					
2	341	Structures and improvements	0				0
3	342	Reservoirs and tanks	729,970	133,731		400	864,101
4	343	Transmission and distribution mains	2,261,347	136,923		(102,229)	2,296,041
5	344	Fire mains	0				0
6	345	Services	722,884	321,983	(37,583)	(2,122)	1,005,161
7	346	Meters	149,894	20,862		(10)	170,746
8	347	Meter installations	0				0
9	348	Hydrants	82,835	24,435		102,458	209,728
10	349	Other transmission and distribution plant	934				934
11		Total transmission and distribution plant	3,947,863	637,933	(37,583)	(1,502)	4,546,711
12							
13		VII. GENERAL PLANT					
14	371	Structures and improvements	26,227				26,227
15	372	Office furniture and equipment	51,126	6,245	(237)		57,134
16	373	Transportation equipment	132,945		(14,933)	31,329	149,340
17	374	Stores equipment	0				0
18	375	Laboratory equipment	24,362				24,362
19	376	Communication equipment	6,647				6,647
20	377	Power operated equipment	9,484				9,484
21	378	Tools, shop and garage equipment	35,867	4,496			40,363
22	379	Other general plant	1,010				1,010
23		Total general plant	287,667	10,741	(15,171)	31,329	314,567
24							
25		VIII. UNDISTRIBUTED ITEMS					
26	390	Other tangible property	6,678				6,678
27	391	Utility plant purchased	0				0
28	392	Utility plant sold	0				0
29		Total undistributed items	6,678	0	0	0	6,678
30		Total utility plant in service	6,987,991	718,195	(110,065)	29,827	7,625,948

**SCHEDULE A-1d
DISTRICT RATE BASE**

Line No.	Acct.	Title of Account (a)	Schedule Page No. (b)	Balance End-of-Year (c)	Balance Beginning of Year (d)
1		DISTRICT RATE BASE			
2					
3		Utility Plant			
4		Plant in Service		7,625,948	6,987,991
5		Construction Work in Progress		307,814	378,679
6		General Office Prorate			
7		Total Gross Plant (Line 4 + Line 5 + Line 6)		7,933,761	7,366,670
8					
9		Less Accumulated Depreciation			
10		Plant in Service		2,577,710	2,455,342
11		General Office Prorate			
12		Total Accumulated Depreciation (Line 10 + Line 11)		2,577,710	2,455,342
13					
14		Less Other Reserves			
15		Deferred Income Taxes		799,506	788,983
16		Deferred Investment Tax Credit		47,759	49,739
17		Other Reserves			
18		Total Other Reserves (Line 15 + Line 16 + Line 17)		847,265	838,722
19					
20		Less Adjustments			
21		Contributions in Aid of Construction		126,198	124,208
22		Advances for Construction		63,841	57,136
23		Other			
24		Total Adjustments (Line 21 + Line 22 + Line 23)		190,039	181,344
25					
26		Add Materials and Supplies		25,554	15,359
27					
28		Add Working Cash (From Schedule A-1d(2))		100	100
29		Add General office, Regions, District office, CSA allocation		187,699	212,479
30		TOTAL DISTRICT RATE BASE		4,532,100	4,119,200
31		=Line 7 - Line 12 - Line 18 - Line 24 + Line 26 + Line 28+Line			
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**SCHEDULE A-1d (2)
RATE BASE
Working Cash Calculation**

Line No.	Acct.	Title of Account (a)	Schedule Page No. (b)	Balance End-of-Year (c)	Balance Beginning of Year (d)
1		Working Cash			
2					
3		Determination of Operational Cash Requirement			
4		1. Operating Expenses, Excl Taxes, Depr. & Uncoll.			
5		2. Purchased Power & Commodity for Resale*			
6		3. Meter Revenues: Bimonthly Billing			
7		4. Other Revenues: Flat Rate Monthly Billing			
8		5. Total Revenues (3 + 4)			
9		6. Ratio - Flat Rate to Total Revenues (4 / 5)			
10		7. $5/24 \times \text{Line 1} \times (100\% - \text{Line 6})$			
11		8. $1/24 \times \text{Line 1} \times \text{Line 6}$			
12		9. $1/12 \times \text{Line 2}$			
13		10. Operational Cash Requirement (7 + 8 - 9)	"See attached schedule"		
14					
15					
16		* Electric power, gas or other fuel purchased for pumping and/or purchased commodity for resale billed after receipt (metered).			
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SOUTHERN CALIFORNIA WATER COMPANY
CLEARLAKE CUSTOMER SERVICE AREA

DEVELOPMENT OF AVERAGE LAG IN PAYMENT OF EXPENSES AND
TAXES AND ACCRUING DEPRECIATION
(Dollars in Thousands)

CPUC WUDF ACCOUNT	(a) DESCRIPTION	(b) 2001 PROPOSED	(c) AVERAGE NUMBER OF DAYS LAG	(d) THOUSAND DOLLAR-DAYS LAG
	OPERATING EXPENSES:			
70400	PURCHASED WATER	11.3	4.8	54.0
72600	POWER FOR PUMPING	44.0	20.0	879.6
73500	PUMP TAXES	0.0	0.0	0.0
74400	CHEMICALS	14.9	23.0	341.7
77300	COMMON CUSTOMER ACCOUNT	14.0	10.7	149.5
77325	POSTAGE	0.0	0.0	0.0
77500	UNCOLLECTIBLES	18.9	0.0	0.0
78000	OPERATION LABOR	183.0	12.5	2,287.8
78100	OTHER OPERATION EXPENSES	55.3	24.8	1,371.2
78700	MAINTENANCE LABOR	18.2	12.5	239.7
78800	OTHER MAINTENANCE EXPENSES	42.0	42.6	1,789.2
79200	OFFICE SUPPLIES AND EXPENSES	57.0	25.0	1,425.2
79300	PROPERTY INSURANCE	0.0	(188.0)	0.0
79400	INJURIES AND DAMAGES	0.0	(149.0)	0.0
79500	PENSIONS AND BENEFITS	3.3	10.0	33.5
79600	BUSINESS MEALS	0.6	0.0	0.0
79700	REGULATORY COMMISSION	10.5	28.0	294.7
79800	OUTSIDE SERVICES	0.4	0.0	0.0
79900	MISCELLANEOUS	0.5	9.9	4.9
79910	ALLOCATED GENERAL OFFICE	78.8	10.7	848.0
80500	OTHER MAINTENANCE - GENERAL PLANT	3.5	17.8	62.6
81100	RENT	12.9	5.1	65.8
81500	A&G LABOR	28.8	12.5	360.9
50300	DEPRECIATION AND AMORTIZATION	189.0	0.0	0.0
50710	PROPERTY TAXES	25.0	40.0	1,001.6
50720	PAYROLL TAXES	18.3	4.0	73.1
50730	LOCAL TAXES	0.1	263.0	16.4
	STATE INCOME TAX	22.4	91.0	2,037.8
	FEDERAL INCOME TAX	135.0	143.0	19,298.0
	TOTAL OPERATING EXPENSES	989.6		32,636.0
	CPUC FEE (1.4% OF REVENUE)	18.3	90.0	1,649.5
	TOTAL	1,007.8		34,284.5
	AVERAGE LAG			32.98

AVERAGE AMOUNT of CASH REQUIRED AS A RESULT of
PAYING EXPENSES, TAXES AND ACCRUING DEPRECIATION
IN ADVANCE of COLLECTING REVENUES
(Dollars in Thousands)

(1)	Average Lag in Collection of Revenues	33.00 days
(2)	Average Lag in Payment of Expenses, Taxes and Accruing Depreciation	32.98 days
(3)	Excess of Collection Lag over Payment Lag	0.02 days
(4)	Total of Expenses, Taxes and Depreciation	\$1,007.8
(5)	Daily Total of Expenses, Taxes and Depreciation	\$2.8
(6)	Average Amount of Working Cash Capital Required as a Result of Paying Expenses, Taxes and Depreciation in Advance of Collecting Revenues	\$0.1

Schedule incorporate dollars (Accounts 793.00 Property Insurance, 794.00 Injuries and Damages, and 795.00 Pension & Benefits) for Working Cash calculation - Dollars were used expressly for working cash calculation.

**SCHEDULE A-3
Depreciation and Amortization Reserves**

Line No.	Item (a)	Account 250 Utility Plant (b)	Account 251 Limited-Term Utility Investments (c)	Account 252 Utility Plant Acquisition Adjustments (d)	Account 253 Other Property (e)
1	Balance in reserves at beginning of year	2,457,712	(2,371)	0	0
2	Add: Credits to reserves during year				
3	(a) Charged to Account 503, 504, 505	225,456			
4	(b) Charged to Account 265	2,777			
5	(c) Charged to Clearing Accounts	4,195			
6	(d) Salvage recovered				
7	(e) All other credits1/				
8	Total credits	232,428	0	0	0
9	Deduct: Debits to reserves during year				
10	(a) Book cost of property retired	110,065			
11	(b) Cost of removal	0			
12	(c) All other debits1/				
13	Total debits	110,065	0	0	0
14	Balance in reserve at end of year	2,580,075	(2,371)	0	0
15	State method of determining depreciation charges.	Composite Rate			
16					
17					
18	Report the depreciation claimed in your Federal Income Tax Return for the year - \$	NOT AVAILABLE BY DISTRICT			
19	1/ Indicate the nature of these items and show the accounts affected by the contra entries.				
20					
21					

SCHEDULE A-3a**Analysis of Entries in Account 250-Reserve for Depreciation of Utility Plant**

(This schedule is to be completed if records are maintained showing depreciation reserve by plant accounts)

Line No.	Acct.	DEPRECIABLE PLANT (a)	Balance Beginning of Year (b)	Credits to Reserve During Year Excl. Salvage (c)	Debits to Reserves During Year Excl. Cost Removal (d)	Salvage and Cost of Removal Net (Dr.) or Cr. (e)	Balance End of Year (f)
1		I. SOURCE OF SUPPLY PLANT					
2	311	Structures and improvements	(15,135)	(17)			(15,152)
3	312	Collecting and impounding reservoirs	(21,419)	(180)			(21,599)
4	313	Lake, river and other intakes	0				0
5	314	Springs and tunnels	0				0
6	315	Wells	0				0
7	316	Supply mains	0				0
8	317	Other source of supply plant	(40)	(1)			(41)
9		Total source of supply plant	(36,594)	(198)	0	0	(36,792)
10							
11		II. PUMPING PLANT					
12	321	Structures and improvements	(27,936)	(2,487)			(30,423)
13	322	Boiler plant equipment	0				0
14	323	Other power production equipment	0				0
15	324	Pumping equipment	(583,944)	(44,002)	10,665		(617,281)
16	325	Other pumping plant	(13,751)	(970)			(14,721)
17		Total pumping plant	(625,631)	(47,459)	10,665	0	(662,425)
18							
19		III. WATER TREATMENT PLANT					
20	331	Structures and improvements	(91,438)	(8,789)			(100,227)
21	332	Water treatment equipment	(463,314)	(62,368)	46,647		(479,035)
22		Total water treatment plant	(554,752)	(71,157)	46,647	0	(579,262)
23							

SCHEDULE A-3a**Analysis of Entries in Account 250-Reserve for Depreciation of Utility Plant (continued)**

(This schedule is to be completed if records are maintained showing depreciation reserve by plant accounts)

Line No.	Acct.	DEPRECIABLE PLANT (a)	Balance End of Year (f)	Credits to Reserve During Year Excl. Salvage (c)	Debits to Reserves During Year Excl. Cost Removal (d)	Salvage and Cost of Removal Net (Dr.) or Cr. (e)	Balance End of Year (f)
1		IV. TRANS. AND DIST. PLANT					
2	341	Structures and improvements	0				0
3	342	Reservoirs and tanks	(93,568)	(18,103)			(111,671)
4	343	Transmission and distribution mains	(757,666)	(46,810)			(804,476)
5	344	Fire mains	0				0
6	345	Services	(290,759)	(22,265)	37,583		(275,441)
7	346	Meters	(61,239)	(10,843)	20		(72,062)
8	347	Meter installations	0				0
9	348	Hydrants	43,609	(3,893)			39,716
10	349	Other transmission and distribution plant	(190)	(27)			(217)
11		Total trans. and distribution plant	(1,159,813)	(101,941)	37,603	0	(1,224,151)
12							
13		V. GENERAL PLANT					
14	371	Structures and improvements	(3,805)	(671)			(4,476)
15	372	Office furniture and equipment	(10,553)	(3,906)	237		(14,222)
16	373	Transportation equipment	(7,525)	(2,473)	14,933		4,935
17	374	Stores equipment	0				0
18	375	Laboratory equipment	(12,985)	(2,923)			(15,908)
19	376	Communication equipment	(6,647)				(6,647)
20	377	Power operated equipment	(9,484)				(9,484)
21	378	Tools, shop and garage equipment	(22,233)	(1,722)			(23,955)
22	379	Other general plant	(1,010)				(1,010)
23	390	Other tangible property	(6,678)	0			(6,678)
24	391	Water plant purchased	0				0
25		Total general plant	(80,920)	(11,695)	15,170	0	(77,445)
26		TOTAL	(2,457,710)	(232,450)	110,085	0	(2,580,075)

**SCHEDULE B-1
Operating Revenues**

Line No.	Acct.	ACCOUNT (a)	Amount Current Year (b)	Amount Preceding Year (c)	Net Change During Year Show Decrease in (Brackets) (d)
1		I. WATER SERVICE REVENUES			
2	601	Metered sales to general customers			
3		601.1 Commercial sales	1,571,831	1,459,060	112,771
4		601.2 Industrial sales			-
5		601.3 Sales to public authorities	842	1,095	(253)
6		Sub-total	1,572,673	1,460,155	112,518
7	602	Unmetered sales to general customers			
8		602.1 Commercial sales			-
9		602.2 Industrial sales			-
10		602.3 Sales to public authorities			-
11		Sub-total	-	-	-
12	603	Sales to irrigation customers			
13		603.1 Metered sales			-
14		603.2 Unmetered sales			-
15		Sub-total	-	-	-
16	604	Private fire protection service	1,320	1,319	1
17	605	Public fire protection service			-
18	606	Sales to other water utilities for resale			-
19	607	Sales to governmental agencies by contracts			-
20	608	Interdepartmental sales			-
21	609	Other sales or service			-
22		Sub-total	1,320	1,319	1
23		Total water service revenues	1,573,993	1,461,474	112,519
24		II. OTHER WATER REVENUES			
25	611	Miscellaneous service revenues	8,247	7,290	957
26	612	Rent from water property			-
27	613	Interdepartmental rents			-
28	614	Other water revenues	4,752	6,179	(1,427)
29		Total other water revenues	12,999	13,469	(470)
30	501	Total operating revenues	1,586,992	1,474,943	112,049

SCHEDULE B-2
Operating Expenses - Class A, B, and C Water Utilities

(Respondent should use the group of accounts applicable to its class)

Line No.	Acct.	Account (a)	Class			Amount Current Year (b)	Amount Preceding Year (c)	Net Change During Year Show Decrease in [Brackets] (d)
			A	B	C			
1		I. SOURCE OF SUPPLY EXPENSE						
2		Operation						
3	701	Operation supervision and engineering	A	B		(13,821)	(14,773)	952
4	701	Operation supervision, labor and expenses			C			
5	702	Operation labor and expenses	A	B		0	0	0
6	703	Miscellaneous expenses	A			0	1	(1)
7	704	Purchased water	A	B	C	31,721	29,608	2,113
8		Maintenance						
9	706	Maintenance supervision and engineering	A	B		0	0	0
10	706	Maintenance of structures and facilities			C			
11	707	Maintenance of structures and improvements	A	B		0	0	0
12	708	Maintenance of collect and impound reservoirs	A			2,100	86	2,014
13	708	Maintenance of source of supply facilities		B				
14	709	Maintenance of lake, river and other intakes	A			59	59	0
15	710	Maintenance of springs and tunnels	A			0	0	0
16	711	Maintenance of wells	A			0	0	0
17	712	Maintenance of supply mains	A			0	0	0
18	713	Maintenance of other source of supply plant	A	B		0	0	0
19		Total source of supply expense				20,059	14,981	5,078

SCHEDULE B-2
Operating Expenses - Class A, B, and C Water Utilities (continued)

(Respondent should use the group of accounts applicable to its class)

Line No.	Acct.	Account (a)	Class			Amount Current Year (b)	Amount Preceding Year (c)	Net Change During Year Show Decrease in [Brackets] (d)
			A	B	C			
1		II. PUMPING EXPENSES						
2		Operation						
3	721	Operation supervision and engineering	A	B		4,275	4,211	64
4	721	Operation supervision labor and expense			C			
5	722	Power production labor and expense	A			0	0	0
6	722	Power production labor, expenses and fuel		B				
7	723	Fuel for power production	A			0	0	0
8	724	Pumping labor and expenses	A	B		9,222	8,872	350
9	725	Miscellaneous expenses	A			1,062	614	448
10	726	Fuel or power purchased for pumping	A	B	C	94,283	83,930	10,353
11		Maintenance						
12	729	Maintenance supervision and engineering	A	B		4,225	4,109	116
13	729	Maintenance of structures and equipment			C			
14	730	Maintenance of structures and improvements	A	B		4,876	1,160	3,716
15	731	Maintenance of power production equipment	A	B		0	0	0
16	732	Maintenance of pumping equipment	A	B		6,512	7,364	(852)
17	733	Maintenance of other pumping plant	A	B		0	0	0
18		Total pumping expenses				124,455	110,260	14,195
19		III. WATER TREATMENT EXPENSES						
20		Operation						
21	741	Operation supervision and engineering	A	B		14,615	17,893	(3,278)
22	741	Operation supervision, labor and expenses			C			
23	742	Operation labor and expenses	A			80,108	86,753	(6,645)
24	743	Miscellaneous expenses	A	B		0	0	0
25	744	Chemicals and filtering materials	A	B		53,319	25,896	27,423
26		Maintenance						
27	746	Maintenance supervision and engineering	A	B		0	0	0
28	746	Maintenance of structures and equipment			C			
29	747	Maintenance of structures and improvements	A	B		20,863	5,720	15,143
30	748	Maintenance of water treatment equipment	A	B		17,284	8,267	9,017
31		Total water treatment expenses				186,189	144,529	41,660

SCHEDULED B-2
Operating Expenses - Class A, B, and C Water Utilities (continued)
(Respondent should use the group of accounts applicable to its class)

Line No.	Acct.	Account (a)	Class			Amount Current Year (b)	Amount Preceding Year (c)	Net Change During Year Show Decrease in [Brackets] (d)
			A	B	C			
1		IV. TRANS. AND DIST. EXPENSES						
2		Operation						
3	751	Operation supervision and engineering	A	B		4,529	4,505	24
4	751	Operation supervision, labor and expenses			C			
5	752	Storage facilities expenses	A			112	950	(838)
6	752	Operation labor and expenses		B				
7	753	Transmission and distribution lines expenses	A			7,413	2,800	4,613
8	754	Meter expenses	A			11,893	11,507	386
9	755	Customer installations expenses	A			7,489	6,907	502
10	758	Miscellaneous expenses	A			49,946	36,712	13,234
11		Maintenance						
12	758	Maintenance supervision and engineering	A	B		4,650	4,157	493
13	758	Maintenance of structures and plant			C			
14	759	Maintenance of structures and improvements	A	B		0	0	0
15	760	Maintenance of reservoirs and tanks	A	B		878	195	683
16	761	Maintenance of trans. and distribution mains	A			17,961	8,306	8,655
17	761	Maintenance of mains		B				
18	762	Maintenance of fire mains	A			0	0	0
19	763	Maintenance of aenrics	A			8,684	10,538	(1,854)
20	763	Maintenance of other trms. and distribution plant		B				
21	764	Maintenance of meters	A			2,359	2,891	(532)
22	765	Maintenance of hydrants	A			38	94	(56)
23	766	Maintenance of miscellaneous plant	A			0	0	0
24		Total transmission and distribution expenses				115,952	89,842	26,310

SCHEDULED B-2
Operating Expenses - Class A, B, and C Water Utilities (continued)
(Respondent should use the group of accounts applicable to its class)

Line No.	Acct.	Account (a)	Class			Amount Current Year (b)	Amount Preceding Year (c)	Net Change During Year Show Decrease in [Brackets] (d)
			A	B	C			
1		V. CUSTOMER ACCOUNT EXPENSES						
2		Operation						
3	790	Transferred Customer Expenses				14,263	14,236	27
4	771	Supervision	A	B		12,563	10,842	1,721
5	771	Superv., meter read., other customer acct expenses			C			
6	772	Meter reading expenses	A	B		72,329	72,580	(251)
7	773	Customer records and collection expenses	A			8,139	6,084	55
8	773	Customer records and accounts expenses		B				
9	774	Miscellaneous customer accounts expenses	A			0	0	0
10	775	Uncollectible accounts	A	B	C	10,239	16,653	(2,414)
11		Total customer account expenses				121,533	122,395	(862)
12		VI. SALES EXPENSES						
13	781	Supervision	A	B		0	0	0
14	781	Sales expenses			C			
15	782	Demonstrating and selling expenses	A			0	0	0
16	783	Advertising expenses	A			234	601	(367)
17	784	Miscellaneous sales expenses	A			0	0	0
18	785	Merchandising, jobbing and contract work	A			0	0	0
19		Total sales expenses				234	601	(367)

SCHEDULED B-2
Operating Expenses - Class A, B, and C Water Utilities (concluded)
(Respondent should use the group of accounts applicable to its class)

Line No.	Acct.	Account (a)	Class			Amount Current Year (b)	Amount Preceding Year (c)	Net Change During Year Show Decrease in [Brackets] (d)
			A	B	C			
1		VII. ADMIN. AND GENERAL EXPENSES						
2		Operation						
3	790	Allocation of A&G Expenses				172,488	171,311	1,175
4	791	Administrative and general salaries	A	B	C	938	636	302
5	792	Office supplies and other expenses	A	B	C	42,374	32,791	9,583
6	793	Property insurance	A			0	0	0
7	793	Property insurance, injuries and damages		B	C			
8	794	Injuries and damages	A			0	0	0
9	795	Employees' pensions and benefits	A	B	C	9,893	4,068	5,815
10	796	Franchise requirements	A	B	C	17,428	10,867	6,562
11	797	Regulatory commission expenses	A	B	C	2,576	1,089	1,507
12	798	Outside services employed	A			2,129	2,013	116
13	798	Miscellaneous other general expenses		B				
14	798	Miscellaneous other general operation expenses			C			
15	799	Miscellaneous general expenses	A			314	478	(164)
16	805	Maintenance of general plant	A	B	C	1,846	91	1,855
17		Total administrative and general expenses				250,075	223,324	26,751
18		VIII. MISCELLANEOUS						
19	811	Rents	A	B	C	12,749	12,951	(86)
20	812	Administrative expenses transferred - Cr.	A	B	C	0	0	0
21	813	Duplicate charges - Cr.	A	B	C	0	0	0
22		Total miscellaneous				12,749	12,951	(86)
23		Total operating expenses				831,246	718,393	112,853

SCHEDULE B-4
Taxes Charged During Year

Line No.	Kind of tax (See system support for instructions) (a)	Total taxes charged during year (b)	Water (Account 507) (c)	Nonutility (Account 321) (d)	Other (Accounts) (e)	Capitalized (f)
1	Taxes on real and personal property	26,748	26,748			
2	State corporation franchise tax	25,973	25,973			
3	State unemployment insurance tax	658	658			
4	Other state and local taxes	90	90			
5	Federal unemployment insurance tax	199	199			
6	Federal insurance contributions act	17,146	17,146			
7	Other federal taxes	-	-			
8	Federal income tax	57,935	57,935			
9	Pump tax	-	-			
10						
11						
12						
13						
14						
15						
16						
17	Totals	128,749	128,749	-	-	-

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

Line No.	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				
1										
2										
3										
4	Treatment Plant	Lakeshore						337,860		
5										
6										
7										
8	WELLS									
9	At Plant (Name or Number)	Location	Number	Diversions	³ Depth in Water	Pumping Capacity	Annual Quantities Pumped	____ (Unit) ²	Remarks	
10										
11										
12									None	
13										
14										
15										
16										
17	TUNNELS AND SPRINGS				FLOW IN		Annual Quantities Used	____ (Unit) ²	Remarks	
18					____ (Unit) ²					
19	Designation	Location	Number	Maximum	Minimum					
20										
21										
22										
23										
24										
25										
26	Purchased Water for Resale									
27										
28										
29	Purchased from									
30	Annual quantities purchased						(Unit chosen) ²		*Refer to Company Schedule	
31	D-1*									
32										

¹ State ditch, pipe line, reservoir, etc., with name, if any.

² The 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.

³ Average depth to water surface below ground surface.

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

Line No.	Type	Number	Combined Capacity (Gallons or Acre Feet)	Remarks
33	A. Collecting Reservoirs			"Refer to Attached Schedule"
34	Concrete			
35	Earth			
36	Wood			
37	B. Distribution Reservoirs			
38	Concrete			
39	Earth			
40	Wood			
41	C. Tanks			
42	Concrete			
43	Earth			
44	Wood			
45	Steel			
	Total			

SCHEDULE D-1_BOOSTERS

GOLDEN STATE WATER COMPANY											
Region I Plant Facility Index											
February 23, 2006											
Boosters											
System	Major	Year	Base	Unit	Status	Pump	Energy	Pumps			Remarks
	Facility	Built	Elev.	No.				Type	Type	Size (HP)	
CLEARLAKE	San Joaquin										
			1330.0	Booster A	Active	2-Stage Centrif. Split Case	Elec	20	100		
			1330.0	Booster B	Active	2-Stage Centrif. Split Case	Elec	20	100		
	Lakeshore										
			1330.0	Booster A	Active	VT	Elec	30	500		Suction boosters pump lake water to Sonoma Treatment Plant.
			1330.0	Booster B	Active	VT	Elec	30	500		
			1330.0	Booster C	Active	VT	Elec	30	500		
	Manchester		1346.0	Booster A	Active	Split Case	Elec	50	500		Pump from Highland Water Co. Inter-connection to system.
	Oakcrest		1580.0	Booster A	Active	Split Case	Elec	1.5	35		
	Sonoma WTP										
			1417.0	Booster 1	Active	VT	Elec	10	500		Settled water to pressure filters, carbon contactors, then clearwell.
			1417.0	Booster 2	Active	VT	Elec	10	500		
			1417.0	Booster 3	Active	VT	Elec	10	500		
			1417.0	Booster A	Active	VT	Elec	40	500		Finished water from clearwell to system.
			1417.0	Booster B	Active	VT	Elec	40	500		
			1417.0	Booster C	Active	VT	Elec	40	500		
						subtotal		13	5,235		

GOLDEN STATE WATER COMPANY									
Region I Plant Facility Index									
February 23, 2006									
Reservoirs									
System	Major Facility	Year Built	Base Elev.	Unit No.	Status	Volume (MG)	Tanks		Remarks
							Type	Material	
CLEARLAKE									
	Sampson	2002	1577.7	Reservoir	Active	0.75	Weld	Steel	Tank rides on system.
	Oak Crest		1577.0	Reservoir	Active	0.26	Weld	Steel	Tank rides on system. Booster through pressure tanks to booster zone.
	Sonoma Treatment Plant		1416.5	Clearwell	Active	0.21	Bolt	Steel	Baffles installed in clearwell
				subtotal		1.22	3		

**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								

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	Lines conduit								
9									
10	Totals								

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	Ductile iron (cement lined)								
13	Concrete								
14	Copper								
15	Riveted Steel								
16	Standard Steel			59,901			35,274		1,061
17	Screw or Welded Casing								
18	Cement - Asbestos						4,262		38,299
19	Welded Steel								
20	Polyvinylchloride			3,705			12,940		4,946
21	Other - Plastic			414			220		4,817
22	Totals	-	-	64,020	-	-	52,696	-	49,123

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

Line No.		8	10	12	14	16	20	Other Sizes	Total All Sizes
								(Specify Sizes)	
23	Cast Iron							25	-
24	Ductile iron (cement lined)	468							468
25	Concrete								-
26	Copper								-
27	Riveted Steel								-
28	Standard Steel	525						3,214	99,975
29	Screw or Welded Casing								-
30	Cement - Asbestos	45,571							88,132
31	Welded Steel								-
32	Polyvinylchloride	9,454		1					31,046
33	Other - Plastic	4,729							10,180
33a	Unclassified							(34,609)	(34,609)
34	Totals	60,747	-	1	-	-	-	3,214	195,192

**SCHEDULE D-4
Number of Active Service Connections**

Classification	Metered - Dec 31		Flat Rate - Dec 31	
	Prior Year	Current Year	Prior Year	Current Year
Commercial (including domestic)	2,118	2,150		
Industrial				
Public authorities	2	2		
Irrigation				
Other (specify)				
Subtotal	2,120	2,152	-	-
Private fire connections			4	4
Public fire hydrants				
Total	2,120	2,152	4	4

**SCHEDULE D-5
Number of Meters and Services on
Pipe Systems at End of Year**

Size	Meters	Services
5/8 x 3/4 - in	2,351	2,463
3/4 - in	2	3
1 - in	6	9
1 1/2 - in	3	3
2 - in	4	4
3 - in	1	5
4 - in	2	2
6 - in		
Other		
Total	2,369	2,489

**SCHEDULE D-6
Meter Testing Data**

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	_____

SCHEDULE D-7

Water delivered to Metered Customers by Months and Years in CCF (Unit Chosen):

Classification of Service	January	February	March	April	May	June	July	Subtotal
	Commercial	11,008	10,629	9,912	11,420	11,932	17,395	21,875
Industrial								-
Public authorities								-
Irrigation								-
Other (specify)								-
Total	11,008	10,629	9,912	11,420	11,932	17,395	21,875	94,171

Classification of Service	August	September	October	November	December	Subtotal	Total	Total Prior Year
	Commercial	20,816	20,654	15,728	13,393	11,124	81,715	175,886
Industrial						-	-	24
Public authorities						-	-	-
Irrigation						-	-	-
Other (specify)						-	-	-
Total	20,816	20,654	15,728	13,393	11,124	81,715	175,886	176,143

¹ Quantity units to be in hundreds of cubic feet, thousands of gallons, acre-feet, or miner's inch-days.

Total acres irrigated _____

Total population served _____ 8,624

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	\$	<u>25,554</u>
100.3	Construction work in progress	\$	<u>307,814</u>
241	Advances for construction	\$	<u>63,841</u>
265	Contributions in aid of construction	\$	<u>126,198</u>


SIGNATURE

District Management

Name of District Manager Paul T. Schubert Telephone: (707) 994-9118

Address 14595 Olympic Drive, Suite A, Clearlake, CA 95422

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


 Signature
 Controller
 Title
5/8/07
 Date

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