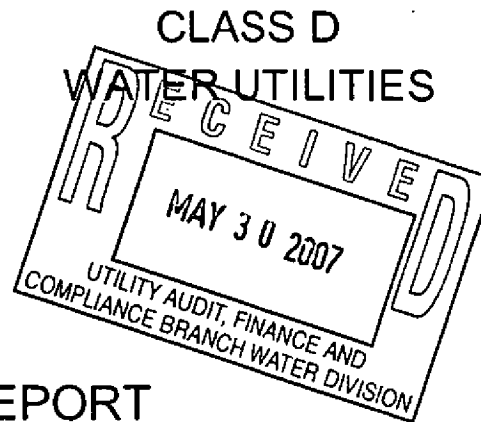


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2006  
 ANNUAL REPORT  
 OF

*Grand Oaks Water Company*

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

*% California Water Service Company*

*1720 North 1st Street San Jose CA 95112*

(OFFICIAL MAILING ADDRESS)

ZIP

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)

## 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  
ATTN: Kayode Kajoypaiye  
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, typed or computer generated.
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 flow 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.

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

Grand Oaks Water Company  
(Name under which corporation, partnership or individual is doing business)

40 California Water Service Company, 1720 No 15<sup>th</sup> Street San Juan  
(Official mailing address) CA 95112

Grand Oaks Estates, Tehachapi, CA; Kern Cty.  
(Service area-town and county)

Telephone Number: \_\_\_\_\_ Fax Number: \_\_\_\_\_ Email Address: \_\_\_\_\_

**GENERAL INFORMATION**

(Attach a supplementary statement, if necessary)

RETURN ORIGINAL TO COMMISSION. NO PHOTOCOPIES.

- 1 If a corporation show:
  - (A) Date of organization 6/17/60 incorporated in the State of California
  - (B) Names, titles and addresses of principal officers:  
Operated by Calif. Water Service Co. per CPUC decision 97-08-067
- 2 If unincorporated provide the name and address of the owner(s) or the partner:
- 3 Name, title, and telephone number of:
  - (A) One person listed above to receive correspondence: John Tootle 310-257-1488
  - (B) Person responsible for operations and services: Tim Treloar 661-832-2144
- 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:  
California Water Service Company, successor to Dominguez Water Company is operator of the system

**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
	✓	
✓		
✓		1974
		N/A
		N/A

- 11 List Name, Grade, and License Number of all Licensed Operators:
 

<u>Jose Ojeda, T2 operator # 25135; D2 # 17064</u>
<u>Steve Horn, T2 operator # 26384; D2 # 26956</u>
<u>Paul Barton, T2 Operator # 12792; D3 # 6052</u>

**Excess Capacity and Non-Tariffed Services**

NOTE: In D.00-07-018, D.03-04-028, and D. 04-12-023, the CPUC set forth rules and requirements regarding water utilities provision of non-tariffed services using excess capacity. These decisions require water utilities to: 1) file an advice letter requesting Commission approval of that service, 2) provide information regarding non-tariffed goods/services in each companies Annual Report to the Commission.

Based on the information and filings required in D.00-07-018, D.03-04-028, and D.04-12-023, provide the following information by each individual non-tariffed good and service provided in 200 :

Applies to All Non-Tariffed Goods/Services that require Approval by Advice Letter

Row Number	Description of Non-Tariffed Good/Service	Active or Passive	Total Revenue derived from Non-Tariffed Good/Service (by account)	Revenue Account Number	Total Expenses incurred to provide Tariffed Good/Service (by Account)	Expense Account Number	Advice Letter and/or Resolution Number approving Non-Tariffed Good/Service	Total Income Tax Liability because of non-tariffed Good/Service (by Account)	Income Tax Liability Account Number	Gross Value of Regulated Assets used in the provision of a Non-Tariffed Good/Service (by account).	Regulated Asset Account Number
			N/A								

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

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

\$ \_\_\_\_\_

3. 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	_____

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

4. Plant amounts which were funded using SDWBA funds should also be included in Schedule A, Account No. 101—Water Plant in Service

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		<b>NON-DEPRECIABLE PLANT</b>					
2	301	Intangible plant					
3	303	Land					
4		Total non-depreciable plant					
5		<b>DEPRECIABLE PLANT</b>					
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\_\_)**

Line	Acct.	Assets	Balance	Acct.	Equity and Liabilities	Balance
1	101	Water plant in service		201	Common Stock (Corporations only)	
2	103	Water plant held for future use		211	Other paid-in capital (Corporations only)	
3	104	Water plant purchased or sold		215	Retained earnings	
4	105	Water plant construction work in progress		218	Proprietary capital	
5	108	Accumulated depreciation of water plant		224	Long term debt	
6	114	Water plant acquisition adjustments	<i>Not Available</i>		Current Liabilities	
7	124	Other investments		252	Advances for construction	
8	131	Cash		253	Other deferred credits	
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	
14				272	Accumulated amortization of contributions	
15		<b>Total Assets</b>			<b>Total Equity and Liabilities</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					
17	303	Land					
18	304	Structures					
19	307	Wells					
20	317	Other water source plant					
21	311	Pumping equipment	<i>Not available</i>				
22	320	Water treatment plant					
23	330	Reservoirs tanks and sandpipes					
24	331	Water mains					
25	333	Services and meter installations					
26	334	Meters					
27	335	Hydrants					
28	339	Other equipment					
29	340	Office furniture and equipment					
30	341	Transportation equipment					
31		<b>Total water plant in service</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			A. Method used to compute depreciation
33	Add: Credits to reserves during year			expense (Acct. 403) and rate.
34	(a) Charged to Account No. 272			
35	(b) Charged to Account No. 403			
36	(c) Charged to Account No. 407			B. Amount of depreciation expense claimed
37	(d) Salvage recovered	<i>N/A</i>		or to be claimed on utility property in
38	(e) All other credits			your federal income tax return for the year
39	Total credits			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			
46	(1) Explanation of all other credits			
47	(2) Explanation of all other debits			

**SCHEDULE D - CAPITAL STOCK OUTSTANDING (DECEMBER 31, 20\_\_)**

Line				
1	Common - (Shares	\$	par)	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 - \$		<i>Not Available</i>

**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								
6								
7								
8	Totals							

**SCHEDULE F - INCOME STATEMENT**

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

*See attached statement*



**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
Grand Oaks	1	14	20	150	
Grand Oaks	2	8	20	80	

**OTHER**

Streams or springs location of diversion point	Flow in Priority right		(Unit) Diversions		Annual Quantities Diverted Unit
	Claim	Capacity	Max	Min	
None					
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/Commercial			
Fire Protection			
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				
49	670	Office salaries	NO	employees		
50	671	Management salaries				
51		Total				

\* Based upon historical info. available

**SCHEDULE J - ADVANCES FOR CONSTRUCTION**

Balance beginning of year	
Additions during year	
Subtotal - Beginning balance plus additions during year	N/A
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	45	45
3/4-in		
1-in		
-in		
-in		
Total	45	45

**SCHEDULE L - METER-TESTING DATA**

Number of meters tested during year	
1 Used, before repair...	
2 Used, after repair .....	N/A
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	43		43	2		2	45	
Industrial/Commercial								
Irrigation								
Fire Protection (public)								
Fire Protection (private)								
Other (specify)								
Total	43		43	2		2	45	

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			Cast Iron					
Earth			Welded steel			4760	4760	
Wood			Standard screw					
Steel	1	10,000	Cement-asbestos	3480		1820	5300	
Other			Plastic	4550			4550	
			Other (specify)					
Total			Total	4550	3480	6580	14,610	

**DECLARATION**

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

I, the undersigned (officer, partner or owner) of California Water Service Company (Name of utility), *on behalf of Grand Oaks Water Company*, under penalty of perjury do declare that this report has been prepared by me, or under my direction, from the books, documents, 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 calendar year.

January 1, 2006 through December 31, 2006.

  
 Signed \_\_\_\_\_  
 Title Controller  
 Date 5/24/07

Grand Oaks Water Company  
Basis of Preparation of Annual Report

1. Revenue billed to customers is based upon billings to Grand Oaks Water Company (Grand Oaks) customers per the authorized tariff for Grand Oaks.
2. Operating and Maintenance expenses are those incurred by California Water Service Company (Cal Water) in operating the Grand Oaks system.
3. Depreciation expense was taken from the most recent financial report of Grand Oaks that was available to Cal Water (1993 CPUC Class D Annual Report). It assumes that there were no additions or retirements of Utility plant since 12/31/03.

## Grand Oaks

CWS Operating Statement For December 31, 2006

Description	Year To Date		
	This Year	Last Year	Change
<u>Operating Fees</u>			
885010 Operating Revenue	21,429	20,576	853
885260 Misc. Non-operating Revenue	0	0	0
Total Operating Fees	<u>21,429</u>	<u>20,576</u>	<u>853</u>
<u>Operating Expenses</u>			
<u>Operations:</u>			
885021 GO Operation Expenses	0	0	0
885270 Non-utility expenses	0	0	0
887031 Pump Tax	0	0	0
887040 Purchased Water	650	650	0
887041 Purchased Water Credit	0	0	0
887262 Purchased Power	3,994	2,872	1,122
PG.2 Other Prod & Distrib Expenses	3,358	3,107	251
PG.2 Customer Accounts Expenses	457	2,053	(1,597)
PG.3 Administrative Expenses	0	0	0
PG.3 General Expenses	296	284	12
888110 Rent	0	0	0
888120 Admin Charges	0	0	0
Total Operations	<u>8,754</u>	<u>8,966</u>	<u>(212)</u>
PG.4 Maintenance Expenses	7,807	18,393	(10,585)
885022 GO Maintenance Expenses	0	0	0
881432 Transportation/Clearing	0	0	0
885030 Depreciation **	2,079	2,079	0
885040 Amort of Limited Investment	0	0	0
885060 Property Loses	0	0	0
885070 Other Taxes	0	0	0
885071 Payroll Taxes	0	0	0
885075 City License	0	0	0
885076 Property Taxes	0	0	0
Total Operating Expense	<u>18,641</u>	<u>29,438</u>	<u>(10,797)</u>
Net Operating Income	<u>2,788</u>	<u>(8,862)</u>	<u>11,650</u>

\*\* per 1993 CPUC annual report - copy attached

Description	Year To Date		
	This Year	Last Year	Change
<b>Other Prod &amp; Distrib Exp</b>			
<u>Source of Supply:</u>			
887010 Supervision & Engineering	0	0	0
887020 Operation Labor & Expense	0	0	0
887032 Miscellaneous - Other	0	0	0
Total Source of Supply	0	0	0
<u>Pumping:</u>			
887210 Supervision & Engineering	0	0	0
887220 Power Prod Labor & Exp	0	0	0
887230 Fuel For Power Production	0	0	0
887240 Pumping Labor and Expense	1,581	1,492	89
887250 Miscellaneous	0	0	0
887261 Fuel For Pumping	0	0	0
Total Pumping	1,581	1,492	89
<u>Water Treatment:</u>			
887410 Supervision & Engineering	0	0	0
887420 Operation Labor & Expense	814	1,644	(830)
887430 Miscellaneous	0	0	0
887440 Chemical & Filter Matl	0	0	0
887450 Water Treatment Alloc In/Out	0	0	0
Total Water Treatment	814	1,644	(830)
<u>Transmission &amp; Distribution:</u>			
887510 Supervision & Engineering	0	0	0
887520 Storage Facilities	0	0	0
887531 Flushing	0	0	0
887532 Tans & Distrib Lines	877	0	877
887541 Turn On's and Turn Off's	42	0	42
887542 Other Meter Expenses	0	(28)	28
887550 Customer Installation exp	44	0	44
887560 Miscellaneous	0	0	0
Total Trans & Distrib	963	(28)	991
Total Other Prod & Dist	3,358	3,107	251
<u>Cust Accounts Expense:</u>			
881433 Information Systems	0	0	0
887700 GO Cust Accounting	0	0	0
887710 Supervision	0	0	0
887720 Meter Reading	457	624	(167)
887731 Office Salaries	0	1,430	(1,430)
887732 Collecting Salaries & Exp	0	0	0
887733 Postage	0	0	0
887734 Other Cust. Records, Supply	0	0	0
887735 Collect Agency Fees	0	0	0
887741 Other Stationery & Print	0	0	0
887742 Telephone and Telegraph	0	0	0
887743 Other Utilities & Janitor	0	0	0
887744 Flat Rate Inspections	0	0	0
887745 Conservation Expense	0	0	0
887750 Uncollectable Accounts	0	0	0
887760 Cust Acct allocation in/out	0	0	0
Total Cust Accts Expense	457	2,053	(1,597)

Description	Year To Date		
	This Year	Last Year	Change
<u>Admin &amp; Gen Expense:</u>			
887900 GO Admin & Gen Expenses	0	0	0
887910 Admin & Gen Salaries	0	0	0
Office Suppl & Other Expense			
887921 Employees Dues	0	0	0
887922 Postage	0	0	0
887923 Telephone And Telegraph	0	0	0
887924 Stationery And Printing	0	0	0
887925 Office Supplies & Expense	0	0	0
887926 Travel & Incidental Exp	0	0	0
887927 G.O. Building Expense	0	0	0
887928 Meals	0	0	0
Total Office Supplies	0	0	0
887930 Property Insurance	0	0	0
<u>Injuries And Damages:</u>			
887941 Compensation Insurance	0	0	0
887942 Occupational Sick Leave	0	0	0
887943 Safety And Training	0	0	0
887944 Liability Insurance	0	0	0
Total Injury & Damages	0	0	0
<u>Empl Pension &amp; Benefits:</u>			
887950 Employees Taxes	0	0	0
887951 Retire Fund Expense	0	0	0
887952 Group Insurance	0	0	0
887953 Emp Welfare Administration	0	0	0
887954 Benefits Transferred	0	0	0
887955 Off Duty Time - Sick Leave	0	0	0
887956 Off Duty Time - All Other	0	0	0
887957 Retire Fund Expense	0	0	0
887958 Prov Emp Provdnt	0	0	0
887959 Trasop Expenses	0	0	0
Total Employee Benefits	0	0	0
887960 Franchise Requirements	0	0	0
887961 Retiree Group Insurance	0	0	0
887962 Disability Benefits	0	0	0
887970 Regulatory Comm Exp	0	0	0
887971 PUC Reimbursement Fees	296	284	12
<u>Outside Services Employer:</u>			
887981 Legal Expense	0	0	0
887982 Other Outside Services	0	0	0
Total Outside Services	0	0	0
<u>Misc General Expenses:</u>			
887991 Company Dues	0	0	0
887992 Institutional Advertising	0	0	0
887993 Fee Of Fiscal Agents	0	0	0
887994 General Corporate Expense	0	0	0
887995 Miscellaneous General Exp	0	0	0
887996 Accrued Payroll Distrib	0	0	0
887997 G & A allocation in/out	0	0	0
Total Misc General Exp	0	0	0
Total Admin & General Exp	296	284	12

Description	Year To Date		
	This Year	Last Year	Change
<b>Maintenance Expenses</b>			
<u>Source Of Supply:</u>			
887060 Supervision & Engineering	0	0	0
887070 Structures & Improvements	0	0	0
887080 Coll & Impound Reservoirs	0	0	0
887090 Lake, River, Other Intake	0	0	0
887110 Wells	0	0	0
887120 Supply Mains	0	0	0
Total Source Of Supply	0	0	0
<u>Pumping:</u>			
887290 Supervision & Engineering	0	0	0
887300 Structures & Improvements	0	0	0
887320 Pumping Equipment	0	0	0
887330 Other Pumping Plant	0	0	0
Total Pumping	0	0	0
<u>Water Treatment:</u>			
887460 Supervision & Engineering	0	0	0
887470 Structures & Improvements	0	0	0
887480 Water Treatment Equipment	0	19	(19)
Total Water Treatment	0	19	(19)
<u>Transmission &amp; Distribution:</u>			
887580 Supervision & Engineering	0	0	0
887590 Structures & Improvements	0	0	0
887600 Reservoirs And Tanks	0	0	0
887610 Transmission And Distrib	6,580	18,312	(11,733)
887630 Services	1,228	61	1,167
887640 Meters	0	0	0
887650 Hydrants	0	0	0
Total Trans & Distrib	7,807	18,374	(10,566)
<u>Admin &amp; General:</u>			
888051 General Struct & Improv	0	0	0
888052 General Equipment	0	0	0
888053 Accrued Payroll Distribution	0	0	0
888054 Lateral Serv Line Repairs	0	0	0
Total Admin & General	0	0	0
Total Maint Expenses	7,807	18,393	(10,585)

Received \_\_\_\_\_

Examined \_\_\_\_\_

CLASS D.  
WATER UTILITIES

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

1993  
ANNUAL REPORT  
OF

94 JUN 29 AM 8:37

COMMISSION ADVISORY  
AND COMPLIANCE  
DIVISION

GRAND OAKS WATER COMPANY

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

P.O. BOX 57

TEHACHAPI, CA

93581

(OFFICIAL MAILING ADDRESS)

ZIP

TO THE  
PUBLIC UTILITIES COMMISSION  
STATE OF CALIFORNIA  
FOR THE  
YEAR ENDED DECEMBER 31, 1993

REPORT MUST BE FILED NOT LATER THAN MARCH 31, 1994  
(FILE TWO COPIES IF THREE RECEIVED)

1



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

Name of Utility GRAND OAKS WATER COMPANY  
 Preparer of this Report SHEATS & KEMP, CPAS Phone: (805) 323-2555

(Source: Information in 199    Annual Report)

(Omit Cents)

.....

BALANCE SHEET DATA	Jan. 1, 199 <sup>3</sup>	Dec. 31, 199 <sup>3</sup>	Annual Average	
1. Intangible Plant -----	1,962	1,962	1,962	1.
2. Land -----	196	196	196	2.
*3. Depreciable Plant -----	66,879	66,879	66,879	3.*
*4. Gross Plant in Service -----	69,037	69,037	69,037	4.*
*5. Less: Accum. Depreciation -----	32,195	34,312	33,254	5.*
6. Net Water Plant in Service -----	36,842	34,725	35,784	6.
7. Water Plant Held for Future Use -----				7.
8. Construction Work in Progress -----				8.
9. Materials and Supplies -----				9.
10. Less: Advances for Construct. -----				10.
11. Contrib. in Aid of Constr. -----	727	689	708	11.
12. Accu. Deferred Income Tax Credit -----				12.
*13. Net Plant Investment -----	36,115	34,036	35,076	13.*

CAPITALIZATION	37,000	37,000	37,000	
14. Common Stock -----				14.
15. Proprietary Cap. (Ind. or Part.) -----	10,000	10,000	10,000	15.
16. Paid-in Capital -----	(10,053)	(12,816)	(11,435)	16.
17. Retained Earnings -----	36,947	34,184	35,566	17.
*18. Common Equity (Lines 14-17) -----				18.*
19. Preferred Stock -----				19.
20. Long-Term Debt -----				20.
21. Notes Payable -----	36,947	34,184	35,566	21.
22. Total Capitaliz. (Lines 18-22) -----				22.

.....

INCOME STATEMENT	Annual Amount	
**23. Unmetered Water Revenue -----		23.*
24. Fire Protection Revenue -----		24.
25. Irrigation Revenue -----		25.
*26. Metered Water Revenue -----	17,623	26.*
*27. Total Operating Revenue -----	17,623	27.*
*28. Total Operating Expenses -----	16,644	28.*
*29. Depreciation Expense (Composite Rate _____) -----	2,079	29.*
30. Amortization and Property Losses -----		30.
*31. Property Taxes -----	928	31.*
32. Taxes Other Than Income Taxes -----	734	32.
33. Total Operating Rev. Deductions Before Taxes -----	20,385	33.
34. Calif. Corp. Franchise Tax -----		34.
35. Fed. Corporate Income Tax -----		35.

*36. Total Operating Revenue Deduction After Taxes -----	20,385	36.*
*37. Net Operating Income/(Loss) (Calif. Water Operations) -----	( 2,762)	37.*
38. Other Operating and Nonoper. Inc. and Exp. - Net (Exclude Interest Expense) -----		38.
-----		
*39. Income Available for Fixed Charges -----		39.*
*40. Interest Expense -----		40.*
41. Net Income/(Loss) Before Dividends -----		41.
42. Preferred Stock Dividends -----		42.
*43. Net Income (Loss) Available for Common Stock -----		43.*

.....

**OTHER DATA**

*44. Refunds of Advances for Construction -----		44.*
*45. Total Payroll Charged to Operating Expenses -----		45.*
*46. Purchased Water (Acct. No. 610) -----		46.*
*47. Power (Acct. No. 615) -----	2,522	47.*
48. Class A Water Companies Only:		
a. Pre - TRA 1986 Contributions in Aid of Construction -----		48a.
b. Pre - TRA 1986 Advances for Construction -----		48b.
c. Post TRA 1986 Contributions in Aid of Construction -----		48c.
d. Post TRA 1986 Advances for Construction -----		48d.

Active Serv. Connections (Excl. Fire Protect.) -----

	Jan. 1	Dec. 31	Annual Average	
49. Metered Service Connections -----	39	39	39	49.
50. Flat Rate Service Connections -----				50.
*51. Total Active Service Connections -----	39	39	39	51.*

.....

\* Must Be Completed by All Utilities in All Classes in Addition to Other Applicable Lines

\*\* Indicate the following revenues:

Sales to Other Utilities for Resale \$ \_\_\_\_\_

Interdepartmental Sales \$ \_\_\_\_\_

# CLASS D WATER UTILITIES

(HAVING LESS THAN 500 SERVICE CONNECTIONS)

GRAND OAKS WATER COMPANY

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

P.O. BOX 57

TEHACHAPI, C A 93581

(Official mailing address)

GRAND OAKS ESTATES, TEHACHAPI, KERN

(Service area-town and county)

## GENERAL INFORMATION

**RETURN ORIGINAL  
TO COMMISSION  
NO PHOTOCOPIES**

- If a corporation show:  
(A) Date of organization 06/17/60 incorporated in the State of CALIFORNIA  
(B) Names, titles and addresses of principal officers: PHILLIP L. SHIRLEY, PRESIDENT  
BRIT O. SMITH, SECRETARY
- If unincorporated give the name and address of owner or of each partner:  
N/A
- Name and telephone number of:  
(A) One person listed above to receive correspondence: PHILLIP L. SHIRLEY (805) 273-0837  
(B) Person responsible for operations and services: FRED PATTERSON (805) 822-3915
- 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). YES  
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? FRED PATTERSON \$4,200.00
- 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:  
BRIT O. SMITH

### PUBLIC HEALTH STATUS

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

Yes	No	Latest Date
	X	
X		
X		1993

### SPECIAL INSTRUCTIONS

- 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.
- Attach a supplementary statement to explain adjustments in Schedule B-Water Plant Service.
- Complete all schedules, using the words "None" or "Not applicable" if appropriate.
- Report must be prepared legibly in ink or by typewriter.

**SCHEDULE A—BALANCE SHEET (DECEMBER 31, 19<sup>93</sup>)**

Line	Acct.	Assets	Balance	Acct.	Equity and Liabilities	Balance
1	101	Water plant in service	69,037	201	Common Stock (Corporations only)	37,000
2	103	Water plant held for future use		211	Other paid-in capital (Corporations only)	10,000
3	104	Water plant purchased or sold		215	Retained earnings	(12,816)
4	105	Water plant construction work in progress		218	Proprietary capital	
5	108	Accumulated depreciation of water plant	(34,312)	224	Long term debt	
6	114	Water plant acquisition adjustments			Current liabilities	
7	124	Other investments		252	Advances for construction	
8	131	Cash	147	253	Other deferred credits	
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	688
14				272	Accumulated amortization of contributions	
15		<b>Total Assets</b>	<b>34,872</b>		<b>Total Equity and Liabilities</b>	<b>34,872</b>

**SCHEDULE B—WATER PLANT IN SERVICE**

19	20	Acct.	Title of Account	Balance Beg. of year	Pl. Additions During year	Pl. Retirements During year	Other Debits or (Credits)	Balance End of year
21	301		Intangible plant	1,962				1,962
22	303		Land	196				196
23	304		Structures					
24	307		Wells	16,070				16,070
25	317		Other water source plant	1,423				1,423
26	311		Pumping equipment	13,805				13,805
27	320		Water treatment plant	1,542				1,542
28	330		Reservoirs tanks and sandpipes	5,698				5,698
29	331		Water mains	23,866				23,866
30	333		Services and meter installations	1,559				1,559
31	334		Meters	2,916				2,916
32	335		Hvdrants					
33	339		Other equipment					
34	340		Office furniture and equipment					
35	341		Transportation equipment					
36			<b>Total water plant in service</b>	<b>69,037</b>				<b>69,037</b>

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

**SCHEDULE C—RESERVE FOR DEPRECIATION OF UTILITY PLANT**

41	42	Item	Account 108 Water Plant	Account 108.1 SDWBA Loans	
43		Balance in reserves at beginning of year	32,195		A. Method used to compute depreciation expense
44		Add: Credits to reserves during year			(Acct. 403) and rate.
45		(a) Charged to Account No. 403	2,079		S/L 3% ANNUAL RATE
46		(b) Charged to Account No. 272	38		
47		(c) Charged to clearing accounts			B. Amount of depreciation expense claimed or to
48		(d) Salvage recovered			be claimed on utility property in your federal
49		(e) All other credits <sup>(1)</sup>			income tax return for the year covered by this
50		<b>Total credits</b>			report. \$
51		Deduct: Debits to reserves during year			
52		(a) Book cost of property retired			
53		(b) Cost of removal			C. State method used to compute tax depreciation.
54		(c) All other debits <sup>(2)</sup>			S/L 3% ANNUAL RATE
55		<b>Total debits</b>			
56		<b>Balance in reserve at end of year</b>	<b>34,312</b>		

<sup>(1)</sup> Explanation of all other credits

<sup>(2)</sup> Explanation of all other debits

**SCHEDULE D—CAPITAL STOCK OUTSTANDING (DECEMBER 31, 1993)**

Common — (Shares 3700 , \$ 10.00 par) 37,000	List persons owning more than 5% of outstanding stock and number of shares owned by each:
Preferred — (Shares , \$ par)	
Dividends — Common Rate — \$ 3.23 11,967	POLO SHIRLEY & B.O. SMITH
— Preferred Rate — \$	100%

**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
			NONE				
Totals							

**SCHEDULE F—INCOME STATEMENT**

	Operating revenues	XXXXXXXXXX
460	Unmetered water revenue	
462	Fire protection revenue	
465	Irrigation revenue	
470	Metered water revenue	17,623
480	Other water revenue	
	<b>Total Operating Revenue</b>	<b>17,623</b>
	Operating revenue deductions	XXXXXXXXXX
	Operating expenses	XXXXXXXXXX
610	Purchased water	
615	Power	2,522
618	Other volume related expenses	
630	Employee labor	
640	Materials	
	Contract work	6,264
660	Transportation expenses	
664	Other plant maintenance expense	6,564
670	Office salaries	
671	Management salaries	
674	Employee pensions and benefits	
676	Uncollectible accounts expense	
678	Office services and rentals	
681	Office supplies and expense	270
682	Professional services	1,024
684	Insurance	
688	Regulatory commission expense	
689	General expenses	
	<b>Total Operating Expenses</b>	<b>16,644</b>
403	Depreciation expense	2,079
407	SDWBA loan amortization expense	
408	Taxes other than income taxes	1,662
409	State corporate income tax expense	
410	Federal corporate income tax expense	
	<b>Total Operating Revenue Deductions</b>	<b>20,385</b>
	<b>Utility Operating Income</b>	
421	Non-utility income	
426	Miscellaneous non-utility expense	
427	Interest expense	
	<b>Net Income</b>	<b>( 2,762)</b>

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

Location	No.	Diam. Inch	Depth to water feet	Pumping capacity (g.p.m.)	Annual quantity pumped
GRAND OAKS	1	14	20	150	32 AF
GRAND OAKS	3	8	20	80	

**OTHER**

Streams or springs location of diversion point	Flow in		(Unit)		Annual quantity diverted
	Priority right	Diversion	Max.	Min.	
	Class	Capacity			(Unit)
NONE					
Purchased water (Unit)					Annual quantity
Supplier:					

**SCHEDULE H—OPTIONAL WATER DELIVERED TO METERED CONSUMERS (If figures are available) (specify unit)**

Classification of service	Max. month Mo. of	Min. month Mo. of	Total for year
Residential & business			
Industrial			
Public authorities			
Irrigation			
Other (specify)			
<b>Total</b>			

**SCHEDULE I—EMPLOYEES AND THEIR COMPENSATION**

Acct.	Account	Number of end of year	Salaries Charged to Expense	Salaries Charged to Plant Accounts	Total Salaries and Wages Paid
630	Employee Labor				
670	Office salaries				
671	Management salaries				
	<b>Total</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
1/4 x 1/2-in.	23	X X X
1/2-in.	16	
1-in.		
1 1/2-in.		
2-in.		
<b>Total</b>	<b>39</b>	<b>39</b>

**SCHEDULE L—METER-TESTING DATA**

Number of meters tested during year

1. Used, before repair
2. Used, after repair
3. Fast, requiring refund

Number 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	39		39				39	
Industrial								
Other (specify)								
Subtotal								
Fire protection (Hydrants)								
<b>Total</b>	<b>39</b>		<b>39</b>				<b>39</b>	

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

**SCHEDULE N—STORAGE FACILITIES**

**SCHEDULE O—FOOTAGES OF PIPE (EXCLUDING SERVICE PIPES)**

Description	No.	Combined capacity in gallons	Description	8" and under	8 1/2" to 24"	6"	Other sizes (specify)		Totals
Concrete			Cast iron						
Earth			Welded steel						
Wood			Standard screw						
Steel			Cement-asbestos						
Other			Plastic						
			Other (specify)						
<b>Total</b>			<b>Totals</b>						

**DECLARATION**

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

I, the undersigned (officer, partner or owner) of GRAND OAKS 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, 1993, to and including DECEMBER 31, 1993

Signed

*W. D. Patterson*

Title

*Genl Mgr*

Date

*May 18<sup>th</sup> 1994*