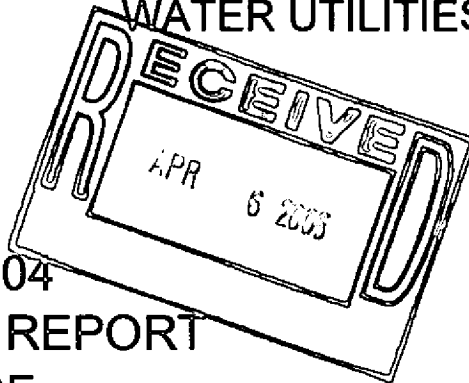


A 4

Received _____
Examined _____

CLASS D
WATER UTILITIES



U# _____

2004
ANNUAL REPORT
OF

Long Canyon Water

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

7908 Calle Torcida

Bakersfield Calif. 93309

(OFFICIAL MAILING ADDRESS)

ZIP

TO THE
PUBLIC UTILITIES COMMISSION
STATE OF CALIFORNIA
FOR THE
YEAR ENDED DECEMBER 31, 2004

REPORT MUST BE FILED NOT LATER THAN MARCH 31, 2005
(FILE TWO COPIES IF THREE RECEIVED)

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

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

7908 Calle Torcida, Bakersfield Calif. 93309
(Official mailing address)

Weldon, Kern County
(Service area-town and county)

GENERAL INFORMATION

RETURN ORIGINAL
TO COMMISSION
NO PHOTOCOPIES

- 1 If a corporation show:
 - (A) Date of organization Aug 23 1971 incorporated in the State of Calif.
 - (B) Names, titles and addresses of principal officers:
see enclosed
- 2 If unincorporated give the name and address of owner or of each partner:
see enclosed
- 3 Name and telephone number of:
 - (A) One person listed above to receive correspondence: David F. Prince
 - (B) Person responsible for operations and services: David F. Prince
- 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: none

PUBLIC HEALTH STATUS

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

Yes	No	Latest Date
	X	
X		
	X	①
	X	②

- 10 Show expiration date if state permit is temporary:
① County Health Dept. permitted in 11/1988
still awaiting DHS permit.
- 11 List Name, Grade, and License Number of all Licensed Operators:
David F. Prince DI # 21441

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.

Enclosures for Public Utility Commission year end report 2004

1b Names, Titles and addresses of principal officers

David L. Prince, President
7908 Calle Torcido
Bakersfield, California 93309

George Prince, Vice President
600 Terry Lynn
Long Beach, California 90807

Barbara Prince , Secretary/Treasurer
7908 Calle Torcido
Bakersfield, California 93309

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

Name of Utility LONG CANYON WATER CO

Preparer of this report Dave Prince Phone: (661) 831 - 2701

(Source: Information in 2003 Annual Report) (Omit Cents)

BALANCE SHEET DATA

	1-Jan-04	31-Dec-04	Annual Ave	
1 Intangible Plant	1,252	1,252	1,252	1
2 Land	12,039	12,039	12,039	2
* 3 Depreciable Plant	146,763	146,763	146,763	3 *
4 Gross Plant in Service	160,054	160,054	160,054	4 *
* 5 Less: Accum. Depreciation	50,332	52,077	51,205	5 *
6 Net Water Plant in Service	109,722	107,977	108,850	6
7 Water Plant held for Future Use				7
8 Construction Work in Progress			0	8
9 Materials and Supplies				9
10 Less: Advances for Construction				10
11 Contrib. in Aid of Constr.	4,675	3,602	4,139	11
12 Accu. Deferred Income Tax Credit				12
* 13 Net Plant Investment	105,047	104,375	104,711	13 *

CAPITALIZATION

14 Common Stock	31,280	31,280	31,280	14
15 Proprietary Cap. (Ind. or Part.)				15
16 Paid-in Capital				16
17 Retained Earnings	-157,512	-171,524	-164,518	17
* 18 Common Equity (Lines 14-17)	-126,232	-140,244	-133,238	18 *
19 Preferred Stock				19
20 Long-Term Debt	211,630	228,560	220,095	20
21 Notes Payable				21
22 Total Capitaliz. (Lines 18-22)	85,398	88,316	86,857	22

INCOME STATEMENT

	Annual Amt	
** 23 Unmetered Water Revenue	12,819	23 *
24 Fire Protection Revenue	0	24
25 Irrigation Revenue	0	25
** 26 Metered Water Revenue	0	26 *
* 27 Total Operating Revenue	12,819	27 *
* 28 Total Operating Expenses	9,229	28 *
* 29 Depreciation Expense (Composite Rate)	672	29 *
30 Amortization and Property Losses		30
* 31 Property Taxes	0	31 *
32 Taxes other than Income Taxes		32
33 Total Operating Rev. Deducts before Taxes	9,901	33
34 Calif. Corp. Franchise Tax	0	34
35 Fed. Corporate Income Tax	0	35
* 36 Total Operating Revenue Deduction after Taxes	9,901	36 *
* 37 Net Operating Income/(Loss) (Calif. Water Operations)	2,918	37 *
38 Other Operating and Nonoper. Inc. and Exp. - Net (Exclude Interest expense)	0	38
* 39 Income Available for Fixed Charges	2,918	39 *
* 40 Interest Expense	16,930	40 *
41 Net Income/(Loss) Before Dividends	-14,012	41
42 Preferred Stock Dividends		42
* 43 Net income (Loss) Available for Common Stock	-14,012	43 *

OTHER DATA

* 44 Refunds of Advances for Construction		44 *
* 45 Total Payroll Charged to operating Expenses		45 *
* 46 Purchase Water (Acct. No. 610)	0	46 *
* 47 Power (Acct. No. 615)	6,085	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.)	1-Jan-04	31-Dec-04	Annual Ave	
49 Metered Service Connections			0	49
50 Flat Service Connections	71	71	71	50 *
* 51 Total Active Service Connections	71	71	71	51

* classes in addition to other applicable lines

** following revenue:

Sales to other Utilities for Resale	0
Interdepartmental Sales	0

SCHEDULE A -- BALANCE SHEET AS OF DECEMBER 31, 2003

			Balance			Balance
1	101	Water Plant in Service	160,054	201	Common Stock (Corporations only)	31,280
2	103	Water Plant held for future use		211	Other paid in capital (Corp only)	
3	104	Water Plant purchased or sold		215	Retained Earnings	-171,524
4	105	Water Plant construction work in progress		218	Proprietary capital	
5	108	Accumulated depreciation of water plant	-52,077	224	Long term debt	228,560
6	114	Water Plant aquisition adjustments			Current liabilities	12,863
7	124	Other investments		252	Advances for construction	
8	131	Cash	-3,196	253	Other deferred debits	
9	141	Accounts Receivable-Customers		255	Acc Deferred Investment tax credit	
10	142	Receivables from Associated Companies		282	Acc Deferred Income taxes Acrs	
11	151	Materials and Supplies			depreciation	
12	174	Other Current Assets		283	Acc Deferred income taxes other	
13	180	Deferred Charges		271	Contributions in aid of construction	3,602
14				272	Acc amortization of contributions	
15		Total Assets	104,781		Total Equity and Liabilities	104,781

SCHEDULE B -- WATER PLANT IN SERVICE

		Balance Beg of yr	Plant Additions	Plant Retirements	Other Dr Other Cr	Balance End of yr
19						
20						
21	301	1,252				1,252
22	303	12,039				12,039
23	304	374				374
24	307	18,640				18,640
25	317					0
26	311	16,980				16,980
27	320					0
28	330	26,307				26,307
29	331	77,926				77,926
30	333	3,916				3,916
31	334					0
32	335	2,620				2,620
33	339					0
34	340					0
35	341					0
36		Total water plant in service	160,054	0	0	160,054

SCHEDULE C-- RESERVE FOR DEPRECIATION OF UTILITY PLANT

	Account 108 Water plant	Account 108.1 SDWBA Loans	
43	50,332		A. Method used to compute depreciation
44			expense (Account 403) and rate
45	672		
46	1,073		
47			B. Amount of depreciation expense claimed
48			or to be claimed on utility property on your
49			federal income tax return for the years
50	1,745	0	covered by this report \$
51			
52			C. State method used to compute
53			Depreciation
54			
55	0	0	
56	52,077	0	
57			
58			(1) Explanation of all other credits
59			
60			(2) Explanation of all other debits
61			

SCHEDULE D - CAPITAL STOCK OUTSTANDING AS OF DECEMBER 31, 2003

1	Common Shares	\$	par	31,280	List persons owning more than 5% of outstanding stock and number of shares owned by each: George L Prince Trust
2	Preferred Shares	\$	par		
3	Dividends Common	Rate			
4	Dividends Preferred	Rate			

SCHEDULE E - LONG TERM DEBT

6	Class	Date of Issue	Date of Maturity	Principal Amount Authorized	Outstanding per Bal Sheet	Rate of Interest	Interest Accrued	Interest Paid
7								
8								
9								
10								
11								
12	Totals			0	0		0	0

SCHEDULE F - INCOME STATEMENT

15		Operating Revenues	XXXXXXXXXX
16	460	Unmetered water revenue	12,819
17	462	Fire protection revenue	
18	465	Irrigation revenue	
19	470	Metered water revenue	
20	480	Other water revenue	
21		Total operating revenue	12,819
22		Operating revenue deductions	XXXXXXXXXX
23		Operating expenses	XXXXXXXXXX
24	610	Purchased water	
25	615	Power	6,085
26	618	Other volume related expenses	
27	630	Employee labor	
28	640	Materials	
29	650	Contract Work	1,634
30	660	Transportation expenses	
31	664	Other plant maintenance expenses	382
32	670	Office salaries	
33	671	Management salaries	
34	674	Employee pensions and benefits	
35	676	Uncollectible account expense	
36	678	Office service and rentals	
37	681	Office supplies and expense	1,128
38	682	Professional services	
39	684	Insurance	
40	688	Regulatory commission expense	
41	689	General expense	
42		Total operating expenses	9,229
43	403	Depreciation expense	672
44	407	SDWBA loan amortization expense	
45	408	Taxes other than income taxes	
46	409	State corporate income tax expense	
47	410	Federal corporate income tax expense	
48		Total Operating Revenue Deductions	9,901
49		Utility Operating Income	2,918
50	421	Non-utility income	
51	426	Miscellaneous non-utility expense	
52	427	Interest expense	16,930
53		Net Income	-14,012

SCHEDULE G - SOURCES OF SUPPLY AND WATER DEVELOPED WELLS

Location	No.	Diam Inch	Depth to Water	Pump Capacity	Annual Qty Pump
L Canyon	1	5.5			
L Canyon	2	8.5			

OTHER

Streams and Springs location of diversion point	Flow in		Unit		Annual Qty Del (Unit)
	Priority Claim	Right Capacity	Diversion Max	Diversion Min	
None					
Purchased water (Unit) Supplier					Annual Quantity
None					

SCHEDULE H - OPTIONAL WATER DELIVERED TO METERED CUSTOMERS

Classification of Service	Max Month Mo of	Min Month Mo of	Total for Year
Residential / Business			
Industrial			
Public Authorities			
Irrigation			
Other (Specify)			
Total	0	0	0

SCHEDULE I - EMPLOYEES AND THEIR COMPENSATION

56	Account	Number at Year end	Salaries charged to Expense	Salaries charged to Plant Accounts	Total Salaries and Wages
57					
58	630 Employee Labor				0
59	670 Office Salaries				
60	671 Management Salaries				
61	Total	0	0	0	0

SCHEDULE J -- ADVANCES FOR CONSTRUCTION

1	Balance beginning of year	
2	Additions during year	
3	Subtotal Beginning balance plus additions during year	0
4	Refunds	
5	Transfer to Acct. 271 Contributions in aid of Construction	
6	Balance end of year	0

SCHEDULE K-- TOTAL METERS AND SERVICES

Size	Meters	Services
5/8 x 3/4 - in.		XXXXXXXXXXXXXX
3/4 in.		
1 in.		
in.		
in.		
Total	0	0

SCHEDULE L - METER TEST 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
21 Residences		6277	6277		9	9	0	71
22 Industrial			0			0	0	0
24 Other (specify)			0			0	0	0
26 Sub Total	0	6277	6277	0	0	0	0	71
27 Fire Protection (Hydrants)								
28 Total	0	6277	6277	0	9	9	0	71

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	Footages of Pipe				
			2" and Under	4 Inch	6 Inch	8 Inch	
35 Concrete							
36 Earth							
37 Wood							
38 Steel	2	200,000 275,000			1,310	1,036	5,923
39 Other							
40							
41							
42							
43 Total	2	0	Totals	0	1,310	1,036	5,923

DECLARATION

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

I, the undersigned (office, partner or owner) of LONG CANYON WATER CO (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 that the same to be 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 Jan-01 2004 to and including Dec-31 2004

Signed

David P. Powell
 Title
3/29/05
 Date