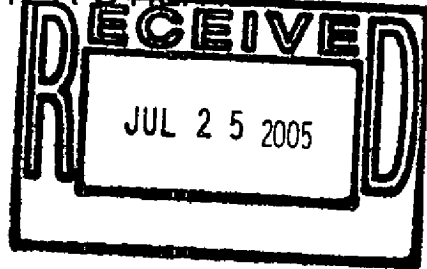


Received _____
Examined _____

CLASS B and C
WATER UTILITIES



U# _____

2003
ANNUAL REPORT
OF

Nacimiento Water Company

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

2890 Saddle Way

Bradley, CA

93426

(OFFICIAL MAILING ADDRESS)

ZIP

TO THE
PUBLIC UTILITIES COMMISSION
STATE OF CALIFORNIA
FOR THE
YEAR ENDED DECEMBER 31, 2003

REPORT MUST BE FILED NOT LATER THAN MARCH 31, 2004
(FILE TWO COPIES IF THREE RECEIVED)

Received _____
Examined _____

CLASS B and C
WATER UTILITIES

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

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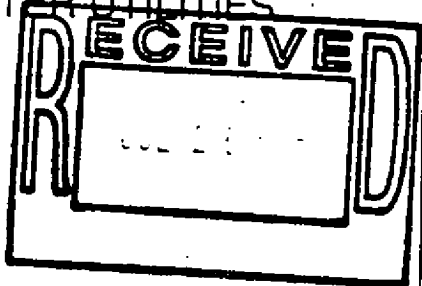
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STATE OF CALIFORNIA
FOR THE
YEAR ENDED DECEMBER 31, 2003

REPORT MUST BE FILED NOT LATER THAN MARCH 31, 2004
(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.

INSTRUCTIONS

FOR PREPARATION OF

SELECTED FINANCIAL DATA SHEET

FOR CLASS A, B, C AND D, WATER UTILITIES

To prepare the attached data sheets, refer to the Balance Sheet, Income Statement and supporting detail schedules in the annual report for the required data.

Please follow the instruction below:

1. Common plant allocated to water should be indicated with water plant figures in Net Plant Investment.
2. The capitalization section for those reporting on both California Only and Total System Forms should be identical and completed with Total Company Data. Be sure that Advances for Construction include California water data only.
3. Complete the operation section with California water revenues and expenses, but if necessary, remove interdepartmental revenues and expenses.
4. All other utility and nonutility revenues and expenses are netted on Line No. 38.

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

20__

NAME OF UTILITY Nacimiento Water Company

PHONE 805-472-2540

PERSON RESPONSIBLE FOR THIS REPORT Tim Bean

(Prepared from Information in the 2003 Annual Report)

	1/1/03	12/31/03	Average
BALANCE SHEET DATA			
1 Intangible Plant	81,024	81,024	81,024
2 Land and Land Rights			
3 Depreciable Plant	2,508,506	2,510,501	2,509,504
4 Gross Plant in Service	2,589,530	2,591,525	2,590,528
5 Less: Accumulated Depreciation	(851,147)	(913,517)	(882,332)
6 Net Water Plant in Service	1,738,383	1,678,008	1,708,196
7 Water Plant Held for Future Use			
8 Construction Work in Progress		7,481	3,741
9 Materials and Supplies			
10 Less: Advances for Construction	(2,881)	(2,881)	(2,881)
11 Less: Contribution in Aid of Construction	(1,485,029)	(1,442,203)	(1,463,616)
12 Less: Accumulated Deferred Income and Investment Tax Credits	()	()	
13 Net Plant Investment	250,473	240,405	245,439
CAPITALIZATION			
14 Common Stock	25,000	25,000	25,000
15 Proprietary Capital (Individual or Partnership)			
16 Paid-in Capital	159,200	159,200	159,200
17 Retained Earnings	(79,447)	(146,739)	(113,093)
18 Common Stock and Equity (Lines 14 through 17)	104,753	37,461	71,107
19 Preferred Stock			
20 Long-Term Debt	16,196	7,746	11,971
21 Notes Payable	114,863	118,785	116,824
22 Total Capitalization (Lines 18 through 21)	235,812	163,992	199,902

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

20__

NAME OF UTILITY Nacimiento Water Company PHONE 805-472-2540

INCOME STATEMENT

	Annual Amount
23 Unmetered Water Revenue	2,460
24 Fire Protection Revenue	<u>27,375</u>
25 Irrigation Revenue	
26 Metered Water Revenue	<u>229,187</u>
27 Total Operating Revenue	<u>259,022</u>
28 <u>Operating Expenses</u>	<u>283,498</u>
29 Depreciation Expense (Composite Rate _____)	<u>19,544</u>
30 Amortization and Property Losses	
31 Property Taxes	<u>1,762</u>
32 Taxes Other Than Income Taxes	<u>12,216</u>
33 Total Operating Revenue Deduction Before Taxes	<u>317,020</u>
34 California Corp. Franchise Tax	<u>800</u>
35 Federal Corporate Income Tax	<u>0</u>
36 Total Operating Revenue Deduction After Taxes	<u>317,820</u>
37 Net Operating Income (Loss) - California Water Operations	<u>(58,798)</u>
38 Other Operating and Nonoper. Income and Exp. - Net (Exclude Interest Expense)	
39 Income Available for Fixed Charges	<u>(58,798)</u>
40 Interest Expense	<u>8,492</u>
41 Net Income (Loss) Before Dividends	<u>(67,292)</u>
42 Preferred Stock Dividends	
43 Net Income (Loss) Available for Common Stock	<u>(67,292)</u>

OTHER DATA

44 Refunds of Advances for Construction	
45 Total Payroll Charged to Operating Expenses	<u>146,536</u>
46 Purchased Water	<u>9,630</u>
47 Power	<u>22,806</u>

<u>Active Service Connections</u>	(Exc. Fire Protect.) _____	Jan. 1	Dec. 31	Annual Average
48 Metered Service Connections		<u>565</u>	<u>582</u>	<u>574</u>
49 Flat Rate Service Connections				
50 Total Active Service Connections		<u>565</u>	<u>582</u>	<u>574</u>

**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: N/A

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: _____

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

N/A

6. Plant amounts included in Schedule A-1a, Account No. 101--Water Plant in Service which were funded using SDWBA funds:

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					

GENERAL INFORMATION

- 1 Name under which utility is doing business: Nacimiento Water Company
- 2 Official mailing address: 2890 Saddle Way
Bradley, CA ZIP 93426
- 3 Name and title of person to whom correspondence should be addressed: Tim Bean, Gen. Mgr.
 Telephone: 805-472-2540
- 4 Address where accounting records are maintained: Same
- 5 Service Area: (Refer to district reports if applicable.) Tracts 378, 379, 380, & 381 and Phase I of Tract 2162 and the Cantinas Campground on the N. shore of L. Nacimiento, San Luis Obispo county
- 6 Service Manager (if located in or near Service Area): (Refer to district reports if applicable.)
 Name: _____
 Address: _____ Telephone: _____
- 7 OWNERSHIP. Check and fill in appropriate line:
- | | |
|-------------------------------------|---|
| <input type="checkbox"/> | Individual (name of owner) _____ |
| <input type="checkbox"/> | Partnership (name of partner) _____ |
| <input type="checkbox"/> | Partnership (name of partner) _____ |
| <input type="checkbox"/> | Partnership (name of partner) _____ |
| <input checked="" type="checkbox"/> | Corporation (corporate name) <u>Nacimiento Water Company, Inc.</u>
Organized under laws of (state) <u>California</u> |
- Principal Officers:
- | | |
|--------------------------|-------------------------------|
| (Name) <u>Peggy Bean</u> | (Title) <u>President</u> |
| (Name) <u>Tim Bean</u> | (Title) <u>Vice President</u> |
| (Name) _____ | (Title) _____ |
| (Name) _____ | (Title) _____ |
- 8 Names of associated companies: none
- 9 Names of corporations, firms or individuals whose property or portion of property have been acquired during the year, together with date of each acquisition: none
- | |
|-------------|
| Date: _____ |
| Date: _____ |
| Date: _____ |
| Date: _____ |
- 10 Use the space below for supplementary information or explanations concerning this report:
- _____
- _____
- _____
- _____

**SCHEDULE A
COMPARATIVE BALANCE SHEETS
Assets and other Debits**

Line No.	Acct. No.	Title of Account (a)	Schedule Page No. (b)	Balance End-of-Year (c)	Balance Beginning of Year (d)
1		UTILITY PLANT			
2	101	Water plant in service	4	2,591,525	2,589,530
3	103	Water plant held for future use	5		
4	104	Water plant purchased or sold			
5	105	Water plant construction work in progress		7,481	
6		Total utility plant		2,599,006	2,589,530
7	106	Accumulated depreciation of water plant	6	(913,517)	(851,147)
8	114	Water plant acquisition adjustments			
9		Total amortization and adjustments		(913,517)	(851,147)
10		Net utility plant		1,685,489	1,738,383
11		INVESTMENTS			
12	121	Non-utility property and other assets	5		
13	122	Accumulated depreciation of non-utility property	6		
14		Net non-utility property			
15	123	Investments in associated companies			
16	124	Other investments			
17		Total investments			
18		CURRENT AND ACCRUED ASSETS			
19	131	Cash		127,793	471
20	132	Special accounts			
21	141	Accounts receivable - customers		5,468	2,670
22	142	Receivables from associated companies			
23	143	Accumulated provision for uncollectible accounts			
24	151	Materials and supplies			
25	174	Other current assets	7	280	553
26		Total current and accrued assets		133,541	3,694
27	180	Deferred charges	8		
28		Total assets and deferred charges		1,819,030	1,742,077

SCHEDULE A
COMPARATIVE BALANCE SHEETS
Liabilities and Other Credits

Line No.	Acct. No.	Title of Account (a)	Schedule Page No. (b)	Balance End-of-Year (c)	Balance Beginning of Year (d)
1		CORPORATE CAPITAL AND SURPLUS			
2	201	Common stock	9	25,000	25,000
3	204	Preferred stock	9		
4	211	Other paid-in capital	9	159,200	159,200
5	215	Retained earnings	10	(146,739)	(79,447)
6		Total corporate capital and retained earnings		37,461	104,753
7		PROPRIETARY CAPITAL			
8	218	Proprietary capital	10		
9	218.1	Proprietary drawings			
10		Total proprietary capital			
11		LONG TERM DEBT			
12	224	Long term debt	11	7,746	16,196
13	225	Advances from associated companies	12		
14		CURRENT AND ACCRUED LIABILITIES			
15	231	Accounts payable		15,423	14,577
16	232	Short term notes payable		2,356	2,000
17	233	Customer deposits			
18	235	Payables to associated companies	12		
19	236	Accrued taxes		3,531	3,779
20	237	Accrued interest			
21	241	Other current liabilities	13	116,429	112,863
22		Total current and accrued liabilities		137,739	133,219
23		DEFERRED CREDITS			
24	252	Advances for construction	13	2,881	2,881
25	253	Other credits	8	191,000	
26	255	Accumulated deferred investment tax credits	13		
27	282	Accumulated deferred income taxes - ACRS depreciation	13		
28	283	Accumulated deferred income taxes - other	13		
29		Total deferred credits		193,881	2,881
30		CONTRIBUTIONS IN AID OF CONSTRUCTION			
31	271	Contributions in aid of construction	14	2,141,326	2,141,326
32	272	Accumulated amortization of contributions		(699,123)	(656,297)
33		Net contributions in aid of construction		1,442,203	1,485,029
34		Total liabilities and other credits		1,819,030	1,742,077

**SCHEDULE A-1
UTILITY PLANT**

Line No.	Acct No.	Title of Account (a)	Balance Beg of Year (b)	Plt Additions During year (c)	Plt Retirements During year (d)	Other Debits* or (Credits) (e)	Balance End of year (f)
1	101	Water plant in service	2,589,530	1,995			2,591,525
2	103	Water plant held for future use					
3	104	Water plant purchased or sold					
4	105	Construction work in progress - water plant		7,481	XXXXXXXXXXXX		7,481
5	114	Water plant acquisition adjustments			XXXXXXXXXXXX		
6		Total utility plant	2,589,530				2,599,006

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

**SCHEDULE A-1a
Account No. 101 - Water Plant in Service**

Line No.	Acct No.	Title of Account (a)	Balance Beg of Year (b)	Plt Additions During year (c)	Plt Retirements During year (d)	Other Debits* or (Credits) (e)	Balance End of year (f)
1		NON-DEPRECIABLE PLANT					
2	301	Intangible plant	81,024				81,024
3	303	Land					
4		Total non-depreciable plant	81,024				81,024
5		DEPRECIABLE PLANT					
6	304	Structures	313,413				313,413
7	307	Wells	88,989				88,989
8	317	Other water source plant	36,636				36,636
9	311	Pumping equipment	55,606	823			56,429
10	320	Water treatment plant	852,787	332			853,119
11	330	Reservoirs, tanks and sandpipes	200,253				200,253
12	331	Water mains	620,892				620,892
13	333	Services and meter installations	159,420				159,420
14	334	Meters	47,950	841			48,791
15	335	Hydrants	36,000				36,000
16	339	Other equipment	29,907				29,907
17	340	Office furniture and equipment	14,473				14,473
18	341	Transportation equipment	52,179				52,179
19		Total depreciable plant	2,508,506	1,995			2,510,501
20		Total water plant in service	2,589,530	1,995			2,591,525

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

SCHEDULE A-1b
Account No. 103 - Water Plant Held for Future Use

Line No.	Description and Location of Property (a)	Date of Acquisition (b)	Approximate Date When Property will be placed in Service (c)	Balance End of Year (d)
1	none			
2				
3				
4				
5				
6				
7				
8				
9				
10	Total			

SCHEDULE A-2
Account No. 121 - Non-utility Property and Other Assets

Line No.	Name and Description of Property (a)	Book Value End of Year (b)
1	none	
2		
3		
4		
5		
6		
7		
8		
9		
10	Total	

SCHEDULE A-3
Account Nos. 108 and 122 - Depreciation and Amortization Reserves

Line No.	Item (a)	Account 106 Water Plant (b)	Account 106.1 SDWBA Loans (c)	Account 122 Non-utility Property (d)
1	Balance in reserves at beginning of year	851,147		
2	Add: Credits to reserves during year			
3	(a) Charged to Account No. 403 (Footnote 1)	19,544		
4	(b) Charged to Account No 272	42,826		
5	(c) Charged to clearing accounts			
6	(d) Salvage recovered			
7	(e) All other credits (Footnote 2)			
8	Total Credits	62,370		
9	Deduct: Debits to reserves during year			
10	(a) Book cost of property retired			
11	(b) Cost of removal			
12	(c) All other debits (Footnote 3)			
13	Total debits			
14	Balance in reserve at end of year	913,517		
15	(1) COMPOSITE DEPRECIATION RATE USED FOR STRAIGHT LINE REMAINING LIFE			
16				%
17	(2) EXPLANATION OF ALL OTHER CREDITS:			
18				
19				
20				
21				
22				
23	(3) EXPLANATION OF ALL OTHER DEBITS:			
24				
25				
26				
27				
28				
29	(4) METHOD USED TO COMPUTE INCOME TAX DEPRECIATION			
30	(a) Straight line		<input type="checkbox"/>	
31	(b) Liberalized		<input type="checkbox"/>	
32	(1) Sum of the years digits		<input type="checkbox"/>	
33	(2) Double declining balance		<input type="checkbox"/>	
34	(3) Other		<input type="checkbox"/>	
35	(c) Both straight line and liberalized		<input checked="" type="checkbox"/>	

SCHEDULE A-3a
Account No. 108 - Analysis of Entries in Depreciation Reserve

Line No.	Acct No.	Depreciable Plant (a)	Balance Beginning of Year (b)	Credits to Reserve During Year Excl. Salvage (c)	Debits to Reserve During Year Excl. Cost of Removal (d)	Salvage and Cost of Removal Net (Dr.) or (Cr.) (e)	Balance End of Year (f)	
1	304	Structures	Detail by account is not available - See attached					
2	307	Wells	depreciation schedule.					
3	317	Other water source plant						
4	311	Pumping equipment						
5	320	Water treatment plant						
6	330	Reservoirs, tanks and sandpipes	829,393	54,041			883,434	
7	331	Water mains						
8	333	Services and meter installations						
9	334	Meters						
10	335	Hydrants						
11	339	Other equipment						
12	340	Office furniture and equipment	2,649	413			3,062	
13	341	Transportation equipment	19,105	7,916			27,021	
14		Total	851,147	62,370			913,517	

SCHEDULE A-4
Account No. 174 - Other Current Assets

Line No.	Item (a)	Amount (b)
1	State Tax Receivable	280
2		
3		
4		
5		
6		
7		
8		
9		
10		

SCHEDULE A-5

Accounts Nos. 180 and 253 - Unamortized debt discount and expense and unamortized premium on debt

- 1 Report under separate subheadings for Unamortized Debt Discount and Expense and Unamortized Premium on Debt, particulars of discount and expense or premium applicable to each class and series of long-term debt.
- 2 Show premium amounts in red or by enclosure in parentheses.
- 3 In column (b) show the principal amount of bonds or other long-term debt originally issued.
- 4 In column (c) show the discount and expense or premium with respect to the amount of bonds or other long-term debt originally issued.
- 5 Furnish particulars regarding the treatment of unamortized debt discount and expense or premium, redemption premiums, and redemption expenses associated with issues redeemed during the year.
- 6 Set out separately and identify undisposed amounts applicable to issues which were redeemed in prior years.
- also, date of the Commission's authorization of treatment other than as specified by the Uniform System of Accounts.

Line No.	Designation of long-term debt (a)	Principal amount of securities to which discount and expense, or premium minus expense, relates (b)	Total discount and expense or net premium (c)	AMORTIZATION PERIOD		Balance beginning of year (f)	Debits during year (g)	Credits during year (h)	Balance end of year (i)
				From -- (d)	To -- (e)				
1	Account 253:								
2	Contributions from Jonatkim Enterprises					0		191,000	191,000
3									
4									
5									
6									
7									
8									
9									
10									
11									
12									
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24									
25									
26									
27									
28									

SCHEDULE A-6
Account Nos. 201 and 204 - Capital Stock

Line No.	Class of Stock (a)	Date of Issue (b)	Number of Shares Authorized by Articles of Incorporation (c)	Par or Stated Value (d)	Number of Shares Outstanding (e)	Amount Outstanding End of Year (f)	Dividends Declared During Year	
							Rate (g)	Amount (h)
1	Common stock	6/25/69		\$1	25,000	25,000	0	0
2								
3								
4								
5								
6							Total	0

SCHEDULE A-7
Record of Stockholders at End of Year

Line No.	COMMON STOCK		PREFERRED STOCK	
	Name (a)	Number of Shares (b)	Name (c)	Number of Shares (d)
1	Peggy Bean	19,000		
2	Timothy D. Bean	6,000		
3				
4				
5				
6				
7	Total number of shares	25,000	Total number of shares	none

SCHEDULE A-8
Account No. 211 - Other Paid in Capital (Corporations only)

Line No.	Type of Paid in Capital (a)	Balance End of Year (b)
1	Additional paid in capital	159,200
2		
3		
4	Total	159,200

SCHEDULE A-9
Account No. 215 - Retained Earnings
(Corporations Only)

Line No	Item (a)	Amount (b)
1	Balance beginning of year	
2	CREDITS	
3	Net income	
4	Prior period adjustments	
5	Other credits (detail)	
6		
7	Total credits	(79,447)
8	DEBITS	
9	Net losses	
10	Prior period adjustments	
11	Dividend appropriations - preferred stock	
12	Dividend appropriations - common stock	
13	Other debits (detail)	
14		
15	Total debits	
15	Balance end of year	(146,739)

SCHEDULE A-10
Account No. 218 - Proprietary Capital
(Sole Proprietor or Partnership)

Line No.	Item (a)	Amount (b)
1	Balance beginning of year	
2	CREDITS	
3	Net income	
4	Additional investments during year	
5	Other credits (detail)	
6		
7	Total credits	
8	DEBITS	
9	Net losses	
10	Withdrawals during year	
11	Other debits (detail)	
12		
12	Total debits	
12	Balance end of year	

SCHEDULE A-11
Account No. 224 - Long Term Debt

Line No.	Class (a)	Name of Issue (b)	Date of Issue (c)	Date of Maturity (d)	Principal Amount Authorized (e)	Outstanding Per Balance Sheet (f)	Rate of Interest (g)	Interest Accrued During Year (h)	Sinking Fund (i)	Interest Paid During Year (j)
1	Note payable		11/14/01	11/14/04	25,350	7,746	0%			
2										
3										
4										
5										
6										

SCHEDULE A-12
Account No. 225 - Advances from Associated Companies

Line No.	Nature of Obligation (a)	Amount of Obligation (b)	Interest Rate (c)	Interest Accrued During Year (d)	Interest Paid During Year (e)
1	None				
2					
3					
4	Totals				

Schedule A-13
Account No. 235 - Payables to Associated Companies

Line No.	Nature of Obligation (a)	Balance End of Year (b)	Interest Rate (c)	Interest Accrued During Year (d)	Interest Paid During Year (e)
1	None				
2					
3					
4	Totals				

SCHEDULE A-14
Account No. 241 - Other Current Liabilities

Line No.	Description (a)	Balance End of Year (b)
1	Shareholder loan	116,429
2		
3		
4		
5	Totals	116,429

SCHEDULE A-15
Account No. 252 - Advances for Construction

Line No.	(a)	(b)	Amount (c)
1	Balance beginning of year	xxxxxxxxxxxxxxxx	2,881
2	Additions during year	xxxxxxxxxxxxxxxx	
3	Subtotal - Beginning balance plus additions during year	xxxxxxxxxxxxxxxx	2,881
4	Charges during year:	xxxxxxxxxxxxxxxx	xxxxxxxxxxxxxxxx
5	Refunds	xxxxxxxxxxxxxxxx	xxxxxxxxxxxxxxxx
6	Percentage of revenue basis		xxxxxxxxxxxxxxxx
7	Proportionate cost basis		xxxxxxxxxxxxxxxx
8	Present worth basis		xxxxxxxxxxxxxxxx
9	Total refunds		xxxxxxxxxxxxxxxx
10	Transfers to Acct. 271, Contributions in aid of Construction	xxxxxxxxxxxxxxxx	xxxxxxxxxxxxxxxx
11	Due to expiration of contracts		xxxxxxxxxxxxxxxx
12	Due to present worth discount		xxxxxxxxxxxxxxxx
13	Total transfers to Acct. 271		xxxxxxxxxxxxxxxx
14	Securities Exchanged for Contracts (Enter detail below)		xxxxxxxxxxxxxxxx
15	Subtotal - charges during year		
16	Balance end of year	xxxxxxxxxxxxxxxx	2,881

SCHEDULE A-16
Account Nos. 255, 282, and 283 - Deferred Taxes

Line No.	Item (a)	Account 255 Investment Tax Credit (b)	Account 282 Income Tax - ACRS Depreciation (c)	Account 283 - Other (d)
1				
2				
3				
4				
5	Totals			

SCHEDULE A-17

Account No. 271 - Contributions in Aid of Construction

Instructions for Preparation of Schedule of Contributions in Aid of Construction

- 1 The credit balance in the account other than that portion of the balance relating to nondepreciable property (column d), to property retired prior to January 1, 1955 (column e), shall be written off through charges to this account and credits to Account No. 106. Accumulated depreciation of water plant, over a period equal to the estimated service life of the property involved. Upon retirement of depreciable property for which a depreciation reserve has been created through charges to this account, the cost thereof shall be credited to the appropriate plant account and concurrently charged to Account No. 106. If the property is retired prior to the service life originally estimated, the balance in this account with respect to the retired property shall be transferred to the depreciation reserve account.
- 2 That portion of the balance applicable to nondepreciable property shall remain unchanged until the property is sold or otherwise retired. Upon retirement, the cost of such nondepreciable property acquired by donation or through use of donated funds shall be credited to the appropriate plant account and charged to this account to clear the credit balance carried herein.
- 3 That portion of the balance representing donations on property retired prior to January 1, 1955 (column e), and the amount of depreciation accrued to January 1, 1955, on property in service (column f), shall not be transferred from this account or otherwise disposed of without first receiving written authorization from the Commission.

Line No.	Item (a)	Total All Columns (b)	Subject to Amortization		Not Subject to Amortization	
			Property in Service After Dec. 31, 1954		Property Retired Before Jan. 1, 1955 ²	Depreciation Accrued Through Dec. 31, 1954 on Property in Services at Dec. 31, 1954 ³
			Depreciable (c)	Non-Depreciable (d)		
1	Balance beginning of year	2,141,326	2,141,326			
2	Add: Credits to account during year					
3	Contributions received during year					
4	Other credits*					
5	Total credits					
6	Deduct: Debits to Account during year					
7	Depreciation charges for year					
8	Nondepreciable donated property retired					
9	Other debits*					
10	Total debits					
11	Balance end of year	2,141,326	2,141,326			

* Indicate nature of these items and show the accounts affected by the contra entries

**SCHEDULE B
INCOME STATEMENT**

Line No.	Acct. No.	Account (a)	Schedule Page No. (b)	Amount (c)
1		UTILITY OPERATING INCOME		
2	400	Operating revenues	16	259,021
3		OPERATING REVENUE DEDUCTIONS		
4	401	Operating expenses	17	283,498
5	403	Depreciation expense		19,544
6	407	SDWBA loan amortization expense		
7	408	Taxes other than income taxes		13,978
8	409	State corporate income tax expense	18	800
9	410	Federal corporate income tax expense	18	0
10		Total operating revenue deductions		317,820
11		Total utility operating income		(58,799)
12		OTHER INCOME AND DEDUCTIONS		
13	421	Non-utility income	19	
14	426	Miscellaneous non-utility expense	19	
15	427	Interest expense	19	(8,492)
16		Total other income and deductions		(8,492)
17		Net income		(67,292)

SCHEDULE B-1
Account No. 400 - Operating Revenues

Line No.	Acct. No.	Account (a)	Amount Current Year (b)	Amount Preceeding Year (c)	Net Change During Year Show Decrease in [Brackets] (d)
1		WATER SERVICE REVENUES			
2	460	Unmetered water revenue			
3		460.1 Single - family residential			
4		460.2 Commercial and multi-residential			
5		460.3 Large water users			
6		460.5 Safe Drinking Water Bond Surcharge			
7		460.9 Other unmetered revenue			
8		Sub-total			
9	462	Fire protection revenue			
10		462.1 Public fire protection			
11		462.2 Private fire protection	27,375	27,375	0
12		Sub-total	27,375	27,375	0
13	465	Irrigation revenue			
14	470	Metered water revenue			
15		470.1 Single-family residential	224,362	224,373	(11)
16		470.2 Commercial and multi-residential			
17		470.3 Large water users	4,824	5,475	(651)
18		470.5 Safe Drinking Water Bond Surcharge			
19		470.9 Other metered revenue			
20		Sub-total	229,186	229,848	(662)
21		Total water service revenues	256,561	257,223	(662)
22	480	Other water revenue	2,460	1,531	929
23		Total operating revenues	259,021	258,754	267

SCHEDULE B-2
Account No. 401 - Operating Expenses

Line No.	Acct. No.	Account (a)	Amount Current Year (b)	Amount Preceding Year (c)	Net Change During Year Show Decrease in [Brackets] (d)
1		PLANT OPERATION AND MAINTENANCE EXPENSES			
2		VOLUME RELATED EXPENSES			
3	610	Purchased water	9,630	9,634	(4)
4	615	Power	22,806	17,200	5,606
5	616	Other volume related expenses	5,478	5,264	214
6		Total volume related expenses	37,914	32,098	5,816
7		NON-VOLUME RELATED EXPENSES			
8	630	Employee labor	66,979	45,181	21,798
9	640	Materials	8,376	13,844	(5,468)
10	650	Contract work	1,938	6,620	(4,682)
11	660	Transportation expenses	14,654	10,571	4,083
12	664	Other plant maintenance expenses	5,950	5,947	3
13		Total non-volume related expenses	97,897	82,163	15,734
14		Total plant operation and maintenance exp.	135,811	114,261	21,550
15		ADMINISTRATIVE AND GENERAL EXPENSES			
16	670	Office salaries	17,925	10,784	7,141
17	671	Management salaries	61,632	37,547	24,085
18	674	Employee pensions and benefits	20,437	10,202	10,235
19	676	Uncollectible accounts expense			
20	678	Office services and rentals	900	900	0
21	681	Office supplies and expenses	4,901	6,103	(1,202)
22	682	Professional services	22,913	9,429	13,484
23	684	Insurance	15,770	18,318	(2,548)
24	688	Regulatory commission expense	1,810	845	965
25	689	General expenses	1,399	468	931
26		Total administrative and general expenses	147,687	94,596	53,091
27	800	Expenses capitalized			
28		Net administrative and general expense	147,687	94,596	53,091
29		Total operating expenses	283,498	208,857	74,641

SCHEDULE B-3

Account No. 408, 409, 410 - Taxes Charged During the Year

Line No.	Type of Tax (a)	Total Taxes Charged During Year (b)	Distribution of Taxes Charged	
			Water (c)	Nonutility (d)
1	Taxes on real and personal property	1,762	1,762	
2	State corporate franchise tax	800	800	
3	State unemployment insurance tax	577	577	
4	Other state and local taxes	34	34	
5	Federal unemployment insurance tax	272	272	
6	Federal insurance contributions act	11,332	11,332	
7	Other federal taxes			
8	Federal income taxes			
9				
10				
11	Totals	14,778	14,778	

SCHEDULE B-4

Reconciliation of Reported Net Income for Federal Income Taxes

1 Report hereunder a reconciliation of reported net income for the year with taxable income used in computing Federal income tax accruals and show computation of such tax accruals. The reconciliation shall be submitted even though there is no taxable income for the year. Descriptions should clearly indicate the nature of each reconciling amount.

2 If the utility is a member of a group which files a consolidated Federal tax return, reconcile reported net income with taxable net income as if a separate return were to be filed, indicating, however, inter-company amounts to be eliminated in such consolidated return. State names of group members, tax assigned to each group member, and basis of allocation, assignment, or sharing of the consolidated tax among the group members.

3 Show taxable year if other than calendar year from _____ to _____.

Line No.	Particulars (a)	Amount (b)
1	Net income for the year per Schedule B, page 4	(67,292)
2	Reconciling amounts (list first additional income and unallowable deductions,	
3	followed by additional deductions and non-taxable income):	
4	Federal vs. Book depreciation adjustment	1,009
5	State FTB tax - current year	800
6	Accrued interest on shareholder loan at 12/31/03	7,925
7	State FTB tax - prior year	(1,047)
8	Accrued interest on shareholder loan at 12/31/02 paid in 2003	(4,359)
9		
10	Federal tax net income	(62,964)
11	Computation of tax:	
12	(net loss carried forward)	
13		
14		
15		
16		
17		

SCHEDULE B-5
Account No. 421 and 426 - Income from Nonutility Operations

Line No.	Description (a)	Revenues Acct. 421 (b)	Expenses Acct. 426 (c)
1	None		
2			
3			
4			
5	Total		

SCHEDULE B-6
Account No. 427 - Interest Expense

Line No.	Description (a)	Amount (b)
1	Interest on shareholder loan	7,566
2	Interest on short term notes	926
3		
4		
5		
6		
7		
8		
9		
10	Total	8,492

SCHEDULE C-1
Compensation of Individual Proprietor, Partners and Employees Included in Expenses

Line No.	Acct. No.	Account (a)	Number at End of Year (b)	Salaries Charged to Expense (c)	Salaries Charged to Plant Accounts (d)	Total Salaries and Wages Paid (e)
1	630	Employee Labor	2	66,979		66,979
2	670	Office salaries	1	17,925		17,925
3	671	Management salaries	2	61,632		61,632
4						
5						
6		Total	5	146,536		146,536

**SCHEDULE C-2
Loans to Directors, Officers, or Shareholders**

Line No.	Name (a)	Title (b)	Amount (c)	Interest Rate (d)	Maturity Date (e)	Security Given (f)	Date of Shareholder Authorization (g)	Other Information (h)
1	None							
2								
3								
4								
5								
6								
7	Total							

**SCHEDULE C-3
Engineering and Management Fees and Expenses, Etc., During Year**

Line No.	Give the required particulars of all contracts or other agreements in effect in the course of the year between the respondent and any corporation, association, partnership, or person covering supervision and/or management of any department of the respondent's affairs, such as accounting, engineering, financing, construction or operation, and show the payments under such agreements and also the payments for advice and services to a corporation or corporations which directly or indirectly control respondent through stock ownership.	
1	1. Did the respondent have a contract or other agreement with any organization or person covering supervision	
2	and/or management of its own affairs during the year? Answer: (Yes or No)	No
3	(If the answer is in the affirmative, make appropriate replies to the following questions)*	
4	2. Name of each organization or person that was a party to such a contract or agreement.	
5	N/A	
6	3. Date of original contract or agreement.	N/A
7	4. Date of each supplement or agreement.	N/A
8	5. Amount of compensation paid during the year for supervision or management \$	\$61,632
9	6. To whom paid	Peggy Bean \$5,962 Tim Bean \$55,670
10	7. Nature of payment (salary, traveling expenses, etc.)	salaries
11	8. Amounts paid for each class of service.	
12		
13	9. Basis for determination of such amounts	Monthly salary
14		
15	10. Distribution of payments:	Amount
16	(a) Charged to operating expenses	\$61,632
17	(b) Charged to capital amounts	\$
18	(c) Charged to other account	\$
19	Total	\$61,632
20	11. Distribution of charges to operating expenses by primary accounts	
21	Number and Title of Account	Amount
22	671 Management salaries	\$61,632
23		\$
24		\$
25	Total	\$61,632
26	12. What relationship, if any, exists between respondent and supervisory and/or managing concerns?	
27	N/A	
* File with this report a copy of every contract, agreement, supplement or amendment mentioned above unless a copy of the instrument in due form has been furnished, in which case a definite reference to the report of the respondent relative to which it was furnished will suffice.		

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

STREAMS					FLOW IN (Unit) 2		Annual Quantities Diverted (Unit) 2	Remarks
Line No.	Diverted Into *	From Stream or Creek (Name)	Location of Diversion Point	Priority Right		Diversions		
				Claim	Capacity	Max.	Min.	
1								
2								
3								
4								
5								

WELLS						Pumping Capacity (Unit) 2	Annual Quantities Pumped (Unit) 2	Remarks
Line No.	At Plant (Name or Number)	Location	Number	Dimensions	1 Depth to Water			
6	#1	Lake bottom	1		100 ft.	250 gpm	(see purchased water below)	
7	#2	Lake bottom	1		100 ft.	200 gpm		
8	#3	Lake bottom	1		100 ft.	300 gpm		
9								
10								

TUNNELS AND SPRINGS				FLOW IN (Unit) 2		Annual Quantities Pumped (Unit) 2	Remarks
Line No.	Designation	Location	Number	Maximum	Minimum		
11							
12							
13							
14							
15							

Purchased Water for Resale	
16	Purchased from Monterey County Water Resources Agency
17	Annual Quantities purchased (Unit chosen) 1
18	105.62 acre-feet
19	

* State ditch pipeline reservoir, etc., with name, if any.
1 Average depth to water surface below ground surface
2 The quantity unit in established use for experiencing water stored and used in large amounts is the acre foot, which equals 43,560 cubic feet; in domestic use the thousand gallon 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.

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

Line No.	Type	Number	Combined Capacity (Gallons or Acre Feet)	Remarks
1	A. Collecting reservoirs			
2	Concrete			
3	Earth			
4	Wood			
5	B. Distribution reservoirs			
6	Concrete	1	617,000 gallons	
7	Earth			
8	Wood			
9	C. Tanks			
10	Wood			
11	Metal			
12	Concrete	1	85,000 gallons	
13	Totals	2	702,000 gallons	

SCHEDULE D-3
Description of Transmission and Distribution Facilities

A. LENGTH OF DITCHES, FLUMES AND LINKED 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 LINKED 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	8
11	Cast Iron									
12	Cast iron (cement lined)									200
13	Concrete									
14	Copper									
15	Riveted steel									
16	Standard screw									
17	Screw or welded casing									
18	Cement - asbestos						760		19810	12680
19	Welded steel					400	1000			
20	Wood									
21	Other (specify)									
22	Totals					400	1760		19810	12880

B. FOOTAGES OF PIPE BY INSIDE DIAMETERS IN INCHES - NOT INCLUDING SERVICE PIPING - Concluded

Line No.		10	12	14	16	18	20	Other Sizes (Specify Sizes)	Total All Sizes
23	Cast Iron								
24	Cast iron (cement lined)								200
25	Concrete								
26	Copper								
27	Riveted steel								
28	Standard screw								
29	Screw or welded casing								
30	Cement - asbestos	8460		6220					47930
31	Welded steel								1400
32	Wood								
33	Other (specify)								
34	Totals	8460		6220					49530

SCHEDULE D-4
Number of Active Service Connections

Classification	Metered - Dec 31		Flat Rate - Dec 31	
	Prior	Current	Prior	Current
	Year	Year	Year	Year
Single family residential		559	576	
Commercial and Multi-residential				
Large water users		3	3	
Public authorities				
Irrigation				
Other (specify) Sewer plant		1	1	
Comunnity landscaping, etc.		2	2	
Subtotal				
Private fire connections			73	73
Public fire hydrants				
Total		565	582	

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

Size	Meters	Services
5/8 x 3/4 - in	118	XXXXXXXXXXXXXXXX
3/4 - in	460	
1 - in	1	
1-1/2 - in	3	
- in		
- in		
- in		
- in		
Other		
Total	582	

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	0
2. Used, before repair	5
3. Used, after repair	4
4. Found fast, requiring billing adjustment	0
B. Number of Meters in Service Since Last Test	
1. Ten years or less	approx. 250
2. More than 10, but less than 15 years	approx. 210
3. More than 15 years	approx. 130

SCHEDULE D-7
Water delivered to Metered Customers by Months and Years in CCF (Unit Chosen):

Classification of Service	During Current Year							Subtotal
	January	February	March	April	May	June	July	
Single-family residential		8285			4865			13150
Commercial and Multi-residential								
Large water users		384			153			537
Public authorities								
Irrigation								
Other (specify)								
A Comunnity landscaping, etc.		26			1			27
Total		8695			5019			13714

Classification of Service	During Current Year						Subtotal	Total Prior Year
	August	September	October	November	December			
Single-family residential	10473			17033		27506	40656	45109
Commercial and Multi-residential								
Large water users	282			403		685	1222	1917
Public authorities								
Irrigation								
Other (specify)								
Comunnity landscaping, etc.	59			181		240	267	105
Total	10814			17617		28431	42145	47159

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 _____ 576 residences

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CLIENT 1122100

NACIMIENTO WATER COMPANY

94-1936776

9/22/04

01:13PM

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	BUS. PER.	CLR. 179 BONUS	SPECIAL DEPR. ALLOW.	PRIOR 179 BONUS/ SP. DEPR.	PRIOR DEC. BAL. DEPR.	SAVING /BASIS REDUCT.	DEPR. BASIS	PRIOR DEPR.	METHOD	LIFE	RATE	CURRENT DEPR.
FORM 1120																
AUTO / TRANSPORT EQUIPMENT																
35	1998 CHEVY	12/14/97		25,197							25,197	12,810	S/L	10		2,520
41	UTILITY TRUCK	11/14/01		26,982							26,982	6,295	S/L	5		5,396
TOTAL AUTO / TRANSPORT EQUIP 52,179 0 0 0 0 52,179 19,105 7,916																
FURNITURE AND FIXTURES																
9	OFFICE EQUIP	7/01/80		462							462	462	S/L	10		0
18	COPIER	10/25/91		638							638	638	S/L	7		0
25	PHONE/FAX	5/18/93		524							524	524	S/L	7		0
26	ELECTRONICS/SCNR	3/22/94		544							544	502	S/L	10		42
30	HP 500C PRINTER & MAC SOF	1/16/96		541							541	428	S/L	10		54
39	COPIER	8/07/99		268							268	45	S/L	20		13
53	COMPUTER	10/30/02		905							905	30	S/L	5		181
54	2 DESKS	10/30/02		858							858	20	S/L	7		128
TOTAL FURNITURE AND FIXTURE 4,740 0 0 0 0 4,740 2,649 413																
IMPROVEMENTS																
4	WATER PLANT	7/01/83		141,107							141,107	55,689	S/L	50		2,822
5	WATER PLANT	7/01/84		43,475							43,475	15,910	S/L	50		870
6	WATER PLANT	7/01/85		4,084							4,084	1,336	S/L	50		82
7	WATER PLANT	7/01/86		66,154							66,154	21,046	S/L	50		1,323
8	WATER PLANT	7/01/87		2,362							2,362	727	S/L	50		47
10	WATER PLANT	7/01/88		17,842							17,842	4,998	S/L	50		357

12/31/03

2003 BOOK DEPRECIATION SCHEDULE

PAGE 2

CLIENT 1122100

NACIMIENTO WATER COMPANY

94-1936776

9/22/04

01:13PM

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/BASIS	BUS. PCT.	CUR. 179 BONUS	SPECIAL DEPR. ALLOW.	PRIOR 179 BONUS/SP. DEPR.	PRIOR DEC. BAL. DEPR.	SALVAGE/BASIS	DEPR. BASIS	PRIOR DEPR.	METHOD	LIFE	RATE	CURRENT DEPR.
13	WATER PLANT	7/01/89		37,937							37,937	25,040	S/L	20		1,889
37	TANK ROOF	8/17/98		11,080							11,080	982	S/L	50		22
42	TANK ROOF	6/01/01		5,032							5,032	160	S/L	50		101
51	IMPROVEMENTS - DRYING BED	11/19/02		2,576							2,576	7	S/L	30		86
TOTAL IMPROVEMENTS																
331,649 0 0 0 0 0 331,649 125,875 7,807																
MACHINERY AND EQUIPMENT																
1	EQUIPMENT	7/01/72		13,780							13,780	13,780	S/L	5		0
2	EQUIPMENT	7/01/73		2,974							2,974	2,974	S/L	5		0
3	EQUIPMENT	7/01/74		459							459	459	S/L	5		0
11	15 HP PUMP	1/31/89		2,867							2,867	2,867	S/L	7		0
12	10 HP PUMP	12/31/89		2,425							2,425	2,425	S/L	7		0
14	NEW METERS	7/01/89		1,569							1,569	1,014	S/L	20		78
15	METERS	12/31/90		2,531							2,531	1,524	S/L	20		127
16	NEW PUMPS	9/28/90		4,244							4,244	4,086	S/L	20		158
17	METERS	2/02/91		709							709	417	S/L	20		35
19	SENSU METER	12/26/92		750							750	380	S/L	20		38
20	FILTER SAND	4/08/92		414							414	226	S/L	20		21
21	LORRES OZONE SPECTROMETER	12/26/92		5,795							5,795	5,795	S/L	10		0
22	QUESTAR H.T. RADIO	4/23/92		873							873	873	S/L	7		0
23	POCO PUMPS/FILTER PUMP	11/17/93		626							626	284	S/L	20		31
24	SENSUS TECHNOLOGY 12 METE	2/08/93		752							752	376	S/L	20		38
27	7.5-HP PUMP WELL #3	1/15/95		948							948	376	S/L	20		47
28	FILTER SAND REPLACEMENT	2/14/95		93							93	39	S/L	20		5
29	MAXON HANDHELD RADIO	8/11/95		380							380	282	S/L	10		38
31	METERS-6-3/4"	6/17/95		414							414	136	S/L	20		21

2003 BOOK DEPRECIATION SCHEDULE

9/22/04 NACIMIENTO WATER COMPANY

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01:13PM

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/BASIS	BUS. PCT.	CUR. 179 BONUS	SPECIAL DEPR. ALLOW.	PRIOR 179 BONUS/SP. DEPR.	PRIOR DEC. BAL. DEPR.	SALVAGE /BASIS	DEPR. BASIS	PRIOR DEPR.	METHOD	LIFE	RATE	CURRENT DEPR.					
32	METERS-18-3/4	11/11/96		1,278							1,278		S/L	20	395	64					
33	FILTER SAND (1992)	12/12/96		3,776							3,776		S/L	20	2,021	189					
34	NEW PUMPS WELLS (2,392)	12/12/96		2,135							2,135		S/L	7	2,135	0					
36	PUMPING	3/14/97		3,603							3,603		S/L	7	3,603	0					
38	18 3/4 METERS	4/28/98		1,435							1,435		S/L	20	336	72					
40	RARD EQUIPMENT	8/11/00		1,435							1,435		S/L	10	343	144					
49	PUMPING EQUIPMENT	10/03/02		605							605		S/L	20	8	30					
50	2100N TURBIDIMETER	8/05/02		1,871							1,871		S/L	20	39	94					
52	METERS	5/31/02		833							833		S/L	20	26	45					
55	PUMPING EQUIPMENT	12/19/03		823							823		S/L	20	0	0					
56	FLOW TRANSMITTER	4/08/03		332							332		S/L	20	0	12					
57	METERS	4/22/03		841							841		S/L	20	211	211					
TOTAL MACHINERY AND EQUIPME													51,630	0	0	0	0	0	0	47,224	3,408
MISCELLANEOUS																					
43	CIAC - WATER PLANT	1/01/72		680,447							680,447	405,306	S/L	50		13,609					
44	CIAC - WATER PLANT	1/01/73		74,321							74,321	44,028	S/L	50		1,488					
45	CIAC - WATER PLANT	1/01/74		216,520							216,520	123,405	S/L	50		4,300					
46	CIAC - WATER PLANT	2/01/99		878,892							878,892	68,847	S/L	50		17,578					
47	CIAC - WATER PLANT	6/01/00		280,606							280,606	14,498	S/L	50		5,612					
48	CIAC - WATER PLANT	12/31/01		10,540							10,540	211	S/L	50		211					
TOTAL MISCELLANEOUS													2,141,326	0	0	0	0	0	0	656,295	42,826
TOTAL DEPRECIATION													2,591,524	0	0	0	0	0	0	2,591,524	851,148

12/31/03

CLIENT 1122100

9/22/04

2003 BOOK DEPRECIATION SCHEDULE

NACHMIENTO WATER COMPANY

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NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	PCL.	BUS. 179	OUR 179 BONUS	SPECIAL DEPR. ALLOW.	PRIOR 179/ BONUS/ SP DEPR.	PRIOR DEC BAL DEPR.	SALVAGE /BASIS REMNANT	DEPR. BASIS	PRIOR DEPR.	METHOD	LIFE	RATE	CURRENT DEPR.
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GRAND TOTAL DEPRECIATION

2,591,524

0

0

0

0

0

2,591,524

851,148

62,370