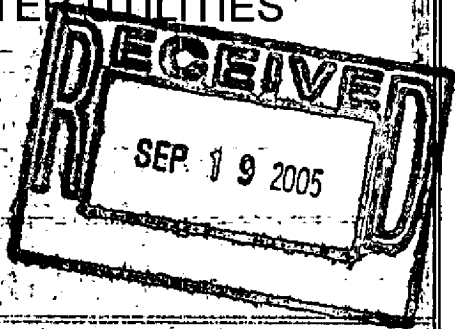


J 4

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

**CLASS B and C  
 WATER UTILITIES**



U# \_\_\_\_\_  
REPORT MUST BE FILED AT  
 (FILE TWO COPIES)

2004

**ANNUAL REPORT**

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

**OF CLASS B and C  
 WATER UTILITIES**

U# \_\_\_\_\_  
**Nacimiento Water Company**

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

**ANNUAL REPORT**

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

**OF CLASS B and C**

**Bradley, CA**

**WATER UTILITIES**

(OFFICIAL MAILING ADDRESS)

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

**TO THE**

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

**PUBLIC UTILITIES COMMISSION**

**STATE OF CALIFORNIA**

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

**FOR THE CLASS B and C**

**YEAR ENDED DECEMBER 31, 2004**

(OFFICIAL MAILING ADDRESS)

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

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

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

**PUBLIC UTILITIES COMMISSION**

**STATE OF CALIFORNIA**

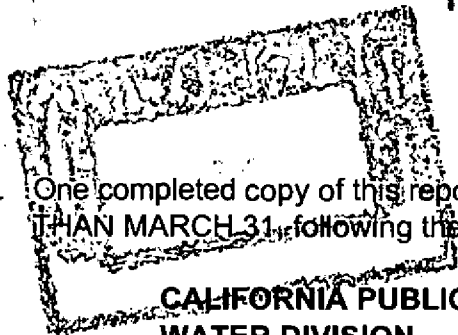
Received \_\_\_\_\_  
 Examined \_\_\_\_\_

**FOR THE CLASS B and C**

**YEAR ENDED DECEMBER 31, 2004**

(OFFICIAL MAILING ADDRESS)

## 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: SEANEEN M WILSON  
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 2004 Annual Report)

BALANCE SHEET DATA	1/1/04	12/31/04	Average
1 Intangible Plant	81,024	0	40,512
2 Land and Land Rights	0	31,592	15,796
3 Depreciable Plant	2,510,501	2,601,319	2,555,910
4 Gross Plant in Service	2,591,525	2,632,910	2,612,218
5 Less: Accumulated Depreciation	(913,517)	(935,651)	(924,584)
6 Net Water Plant in Service	1,678,008	1,697,259	1,687,634
7 Water Plant Held for Future Use			
8 Construction Work in Progress	7,481	6,156	6,819
9 Materials and Supplies			
10 Less: Advances for Construction	(2,881)	0	(1,441)
11 Less: Contribution in Aid of Construction	(1,442,203)	(1,499,055)	(1,470,629)
12 Less: Accumulated Deferred Income and Investment Tax Credits	( )	( )	
13 Net Plant Investment	240,405	204,360	222,383
<b>CAPITALIZATION</b>			
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	(146,739)	(177,581)	(162,160)
18 Common Stock and Equity (Lines 14 through 17)	37,461 #	6,619 #	22,040
19 Preferred Stock			
20 Long-Term Debt	7,746	0	3,873
21 Notes Payable	118,785	124,024	121,405
22 Total Capitalization (Lines 18 through 21)	163,992 #	130,643 #	147,318

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	<u>1,903</u>
24	Fire Protection Revenue	<u>27,375</u>
25	Irrigation Revenue	
26	Metered Water Revenue	<u>237,719</u>
27	Total Operating Revenue	<u>266,997</u>
28	<u>Operating Expenses</u>	<u>259,249</u>
29	Depreciation Expense (Composite Rate _____)	<u>15,981</u>
30	Amortization and Property Losses	
31	Property Taxes	<u>1,621</u>
32	Taxes Other Than Income Taxes	<u>12,253</u>
33	Total Operating Revenue Deduction Before Taxes	<u>289,104</u>
34	California Corp. Franchise Tax	<u>810</u>
35	Federal Corporate Income Tax	<u>0</u>
36	Total Operating Revenue Deduction After Taxes	<u>289,914</u>
37	Net Operating Income (Loss) - California Water Operations	<u>(22,917)</u>
38	Other Operating and Nonoper. Income and Exp. - Net (Exclude Interest Expense)	
39	Income Available for Fixed Charges	<u>(22,917)</u>
40	Interest Expense	<u>7,927</u>
41	Net Income (Loss) Before Dividends	<u>(30,843)</u>
42	Preferred Stock Dividends	
43	Net Income (Loss) Available for Common Stock	<u>(30,843)</u>

OTHER DATA

44	Refunds of Advances for Construction	
45	Total Payroll Charged to Operating Expenses	<u>132,792</u>
46	Purchased Water	<u>11,143</u>
47	Power	<u>16,107</u>

<u>Active Service Connections</u>	(Exc. Fire Protect.) _____	Jan. 1	Dec. 31	Annual Average
48	Metered Service Connections	<u>582</u>	<u>594</u>	<u>588</u>
49	Flat Rate Service Connections			
50	Total Active Service Connections	<u>582</u>	<u>594</u>	<u>588</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		<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					

## GENERAL INFORMATION

1 Name under which utility is doing business: Nacimiento Water Company

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2 Official mailing address: 2890 Saddle Way  
Bradley, CA ZIP 93426

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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:

	Individual (name of owner) _____
	Partnership (name of partner) _____
	Partnership (name of partner) _____
	Partnership (name of partner) _____
X	Corporation (corporate name) <u>Nacimiento Water Company, Inc.</u> Organized under laws of (state) <u>California</u>

Principal Officers:

(Name)	Peggy Bean	(Title)	President
(Name)	Tim Bean	(Title)	Vice President
(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:

\_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_

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

Tim Bean	T2 & D2	06743
Larry Denny	T4 & D2	17344
Silas Denny	T1	18797



**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		<b>UTILITY PLANT</b>			
2	101	Water plant in service	4	2,632,910	2,591,525
3	103	Water plant held for future use	5		
4	104	Water plant purchased or sold			
5	105	Water plant construction work in progress		6,156	7,481
6		Total utility plant		2,639,066	2,599,006
7	108	Accumulated depreciation of water plant	6	(935,651)	(913,517)
8	114	Water plant acquisition adjustments			
9		Total amortization and adjustments		(935,651)	(913,517)
10		Net utility plant		1,703,415	1,685,489
11		<b>INVESTMENTS</b>			
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		<b>CURRENT AND ACCRUED ASSETS</b>			
19	131	Cash		10,739	127,793
20	132	Special accounts			
21	141	Accounts receivable - customers		7,642	5,468
22	142	Receivables from associated companies			
23	143	Accumulated provision for uncollectible accounts			
24	151	Materials and supplies			
25	174	Other current assets	7	0	280
26		Total current and accrued assets		18,381	133,541
27	180	Deferred charges	8	37,781	
28		Total assets and deferred charges		1,759,577	1,819,030

**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		<b>CORPORATE CAPITAL AND SURPLUS</b>			
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	(177,581)	(146,739)
6		Total corporate capital and retained earnings		6,619	37,461
7		<b>PROPRIETARY CAPITAL</b>			
8	218	Proprietary capital	10		
9	218.1	Proprietary drawings			
10		Total proprietary capital			
11		<b>LONG TERM DEBT</b>			
12	224	Long term debt	11	0	7,746
13	225	Advances from associated companies	12		
14		<b>CURRENT AND ACCRUED LIABILITIES</b>			
15	231	Accounts payable		21,525	15,423
16	232	Short term notes payable		700	2,356
17	233	Customer deposits			
18	235	Payables to associated companies	12		
19	236	Accrued taxes		3,702	3,531
20	237	Accrued interest			
21	241	Other current liabilities	13	124,024	116,429
22		Total current and accrued liabilities		149,951	137,739
23		<b>DEFERRED CREDITS</b>			
24	252	Advances for construction	13	0	2,881
25	253	Other credits	8	103,952	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		103,952	193,881
30		<b>CONTRIBUTIONS IN AID OF CONSTRUCTION</b>			
31	271	Contributions in aid of construction	14	2,231,254	2,141,326
32	272	Accumulated amortization of contributions		(732,199)	(699,123)
33		Net contributions in aid of construction		1,499,055	1,442,203
34		Total liabilities and other credits		1,759,577	1,819,030

**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	2,591,525	41,385			2,632,910
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	(1,325)	**	xxxxxxxxxxxx	6,156
5	114	Water plant acquisition adjustments				xxxxxxxxxxxx	
6		Total utility plant	2,599,006				2,639,066

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

\*\* \$26,687 additions during the year less \$28,012 placed in service

**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		<b>NON-DEPRECIABLE PLANT</b>					
2	301	Intangible plant	81,024			81,024	0
3	303	Land		16,592		(15,000)	31,592
4		Total non-depreciable plant	81,024			***	31,592
5		<b>DEPRECIABLE PLANT</b>					
6	304	Structures	313,413				313,413
7	307	Wells	88,989	85,795			174,784
8	317	Other water source plant	36,636				36,636
9	311	Pumping equipment	56,429				56,429
10	320	Water treatment plant	853,119	1,956			855,075
11	330	Reservoirs, tanks and sandpipes	200,253				200,252
12	331	Water mains	620,892				620,892
13	333	Services and meter installations	159,420	318			159,739
14	334	Meters	48,791	2,550			51,341
15	335	Hydrants	36,000				36,000
16	339	Other equipment	29,907	198			30,106
17	340	Office furniture and equipment	14,473				14,473
18	341	Transportation equipment	52,179				52,179
19		Total depreciable plant	2,510,501				2,601,319
20		Total water plant in service	2,591,525				2,632,910

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

\*\*\* Account Nos. 301 & 303 adjusted as detailed in investigation report dated July 22, 2005

**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	913,517		
2	Add: Credits to reserves during year			
3	(a) Charged to Account No. 403 (Footnote 1)	15,981		
4	(b) Charged to Account No 272	42,676		
5	(c) Charged to clearing accounts			
6	(d) Salvage recovered			
7	(e) All other credits (Footnote 2)			
8	Total Credits	58,657		
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)	(36,523)		
13	Total debits	(36,523)		
14	Balance in reserve at end of year	935,651		
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	\$26,923 to account no. 180 & \$9,600 returned to account no. 272 as detailed in the investigation report dated			
25	July 22, 2005.			
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	883,434	50,370	(36,523)		897,281	
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	3,062	371			3,433	
13	341	Transportation equipment	27,021	7,916			34,937	
14		Total	913,517	58,657			935,651	

Debits are transfers to Acct. 180 and Acct. 272, as detailed in Investigation Report dated July 22, 2005.

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

Line No.	Item (a)	Amount (b)
1	none	
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.

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					191,000	89,928		101,072
3									
4	Account 180								
5	Water Contracts - '85 & earlier					39,101	1,320		37,781
6									
7									
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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	(146,739)
2	<b>CREDITS</b>	
3	Net income	
4	Prior period adjustments	
5	Other credits (detail)	
6	Total credits	(146,739)
7		
8	<b>DEBITS</b>	
9	Net losses	(30,843)
10	Prior period adjustments	
11	Dividend appropriations - preferred stock	
12	Dividend appropriations - common stock	
13	Other debits (detail)	
14	Total debits	(30,843)
15	Balance end of year	(177,581)

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

Line No.	Item (a)	Amount (b)
1	Balance beginning of year	
2	<b>CREDITS</b>	
3	Net income	
4	Additional investments during year	
5	Other credits (detail)	
6	Total credits	
7	<b>DEBITS</b>	
8	Net losses	
9	Withdrawals during year	
10	Other debits (detail)	
11	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	none									
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	124,024
2		
3		
4		
5	Totals	124,024

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

Line No.	(a)	(b)	Amount (c)
1	Balance beginning of year	XXXXXXXXXXXXXXXXXX	2,881
2	Additions during year	XXXXXXXXXXXXXXXXXX	
3	Subtotal - Beginning balance plus additions during year	XXXXXXXXXXXXXXXXXX	2,881
4	Charges during year:	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX
5	Refunds	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX
6	Percentage of revenue basis		XXXXXXXXXXXXXXXXXX
7	Proportionate cost basis		XXXXXXXXXXXXXXXXXX
8	Present worth basis		XXXXXXXXXXXXXXXXXX
9	Total refunds		XXXXXXXXXXXXXXXXXX
10	Transfers to Acct. 271, Contributions in aid of Construction	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX
11	Due to expiration of contracts	2,881	XXXXXXXXXXXXXXXXXX
12	Due to present worth discount		XXXXXXXXXXXXXXXXXX
13	Total transfers to Acct. 271		XXXXXXXXXXXXXXXXXX
14	Securities Exchanged for Contracts (Enter detail below)		XXXXXXXXXXXXXXXXXX
15	Subtotal - charges during year	2,881	
16	Balance end of year	XXXXXXXXXXXXXXXXXX	0

**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 <sup>2</sup>	Depreciation Accrued Through Dec. 31, 1954 on Property in Services at Dec. 31, 1954 <sup>3</sup>
			Depreciable (c)	Non-Depreciable (d)		
1	Balance beginning of year	2,141,326	2,126,326	15,000		
2	Add: Credits to account during year					
3	Contributions received during year					
4	Other credits*	89,928	89,928			
5	Total credits	89,928	89,928			
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	2,231,254	2,216,254	15,000		

\* Indicate nature of these items and show the accounts affected by the contra entries  
 Transfers from Account #253 for items placed in service (also transfer of the balance in Account #252)



**SCHEDULE B-1**  
**Account No. 400 - Operating Revenues**

Line No.	Acct. No.	Account (a)	Amount Current Year (b)	Amount Preceding Year (c)	Net Change During Year Show Decrease in [Brackets] (d)
1		<b>WATER SERVICE REVENUES</b>			
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			
12		Sub-total	27,375	27,375	0
			27,375	27,375	0
13	465	Irrigation revenue			
14	470	Metered water revenue			
15		470.1 Single-family residential			
16		470.2 Commercial and multi-residential	233,900	224,362	9,538
17		470.3 Large water users			
18		470.5 Safe Drinking Water Bond Surcharge	3,819	4,824	(1,005)
19		470.9 Other metered revenue			
20		Sub-total			
21		Total water service revenues	237,719	229,186	8,533
			265,094	256,561	8,533
22	480	Other water revenue	1,903	2,460	(557)
23		Total operating revenues	266,998	259,021	7,977

**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		<b>PLANT OPERATION AND MAINTENANCE EXPENSES</b>			
2		<b>VOLUME RELATED EXPENSES</b>			
3	610	Purchased water	11,143	9,630	1,513
4	615	Power	16,107	22,806	(6,699)
5	618	Other volume related expenses	1,921	5,478	(3,557)
6		Total volume related expenses	29,170	37,914	(8,744)
7		<b>NON-VOLUME RELATED EXPENSES</b>			
8	630	Employee labor	81,068	66,979	14,089
9	640	Materials	11,933	8,376	3,557
10	650	Contract work	3,783	1,938	1,845
11	660	Transportation expenses	13,255	14,654	(1,399)
12	664	Other plant maintenance expenses	5,990	5,950	40
13		Total non-volume related expenses	116,028	97,897	18,131
14		Total plant operation and maintenance exp.	145,198	135,811	9,387
15		<b>ADMINISTRATIVE AND GENERAL EXPENSES</b>			
16	670	Office salaries	0	17,925	(17,925)
17	671	Management salaries	51,735	61,632	(9,897)
18	674	Employee pensions and benefits	22,266	20,437	1,829
19	676	Uncollectible accounts expense	1,116		1,116
20	678	Office services and rentals	900	900	0
21	681	Office supplies and expenses	3,747	4,901	(1,154)
22	682	Professional services	5,433	22,913	(17,480)
23	684	Insurance	24,883	15,770	9,113
24	688	Regulatory commission expense	1,895	1,810	85
25	689	General expenses	2,075	1,399	676
26		Total administrative and general expenses	114,050	147,687	(33,637)
27	800	Expenses capitalized	*		
28		Net administrative and general expense	114,050	147,687	(33,637)
29		Total operating expenses	259,249	283,498	(24,249)

\* Capitalized expenses (including administrative) have already been removed from the expense totals shown above.



**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	1,621	1,621	
2	State corporate franchise tax	800	800	
3	State unemployment insurance tax	1,825	1,825	
4	Other state and local taxes	34	34	
5	Federal unemployment insurance tax	281	281	
6	Federal insurance contributions act	10,114	10,114	
7	Other federal taxes			
8	Federal income taxes			
9				
10				
11	Totals	14,674	14,674	

**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	(30,843)
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	1,479
5	Accrued interest on shareholder loan at 12/31/04	7,595
6	state underpayment penalty	10
7	501 non-deductable expense	43
8		
9		
10	Federal tax net income	(21,716)
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	7,595
2	Interest on short term notes	332
3		
4		
5		
6		
7		
8		
9		
10	Total	7,927

**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	3	81,068	14,306	95,374
2	670	Office salaries	0			
3	671	Management salaries	1	51,735	10,515	62,250
4						
5						
6		Total		132,802	24,821	157,624

**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 and/or management of its own affairs during the year? Answer: (Yes or No) <span style="float: right;">No</span>	
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 . . . . .	\$ 62,250
9	6. To whom paid	Tim Bean
10	7. Nature of payment (salary, traveling expenses, etc.)	salary
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:	
16	(a) Charged to operating expenses	Amount \$51,735
17	(b) Charged to capital amounts	\$10,515
18	(c) Charged to other account	
19	Total	\$ 62,250
20	11. Distribution of charges to operating expenses by primary accounts	
21	Number and Title of Account	Amount
22	671 Management salaries	\$51,735
23		
24		\$
25	Total	\$ 51,735
26	12. What relationship, if any, exists between respondent and supervisory and/or managing concerns? <span style="float: right;">N/A</span>	
27		
* 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-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-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		normally	250 gpm	(see	
7	#2	Lake bottom	1		covered	200 gpm	purchased	
8	#3	Lake bottom	1		by	300 gpm	water,	
9	Gallery well (#4 & #5)	Lake bottom	2		lake	920 gpm	below)	
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	108.15	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-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	589	576		
Commercial and Multi-residential				
Large water users	3	3		
Public authorities				
Irrigation				
Other (specify) Sewer plant	1	1		
Comunnity landscaping, etc.	1	2		
Subtotal				
Private fire connections			73	73
Public fire hydrants				
Total	594	582	73	73

**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	471	
1 - in	2	
1-1/2 - in	3	
- in		
- in		
- in		
- in		
Other		
Total	594	

**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 . . . . .	4
3. Used, after repair . . . . .	3
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	9522			6715			12963	
Commercial and Multi-residential								
Large water users	933			109			215	
Public authorities								
Irrigation								
Other (specify)								
Comunnity landscaping, etc.	61			15			39	
Total	10516			6839			13217	

Classification of Service	During Current Year						Subtotal	Total	Total Prior Year
	August	September	October	November	December				
Single-family residential			16875				46075	40656	
Commercial and Multi-residential									
Large water users			481				1257	1222	
Public authorities									
Irrigation									
Other (specify)									
Comunnity landscaping, etc.			6				115	267	
Total			17362				47934	42145	

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 589 residences \_\_\_\_\_



12/31/04

2004 BOOK DEPRECIATION SCHEDULE

PAGE 1

CLIENT 1122100

NACIMIENTO WATER COMPANY

94-1936776

NO.	DESCRIPTION	DATE ADDED	DATE SOLD	COST/ BASIS	ECL	BUS	ITS	SPECIAL DEPR. ALLOW.	PRIOR 1791 BONUS/ SP DEPR.	PRIOR DEC BAL DEPR.	SALVAGE /RESID. RESULT	DEPR. BASIS	PRIOR DEPR.	METHOD	LIFE	UNIT	CURRENT DEPR.
FORM 1120																	
AMORTIZATION																	
38	WATER CONTRACTS-PRE-'85	7/01/78		66,024								66,024	26,923	S/L	50		1,320
TOTAL AMORTIZATION																	
				66,024								66,024	26,923				1,320
AUTO / TRANSPORT EQUIPMENT																	
36	1998 CHEVY	12/14/97		25,197								25,187	15,330	S/L	10		2,500
41	UTILITY TRUCK	11/14/01		26,922								26,922	11,681	S/L	5		5,306
TOTAL AUTO / TRANSPORT EQUIP																	
				52,179								52,179	27,021				7,916
FURNITURE AND FIXTURES																	
9	OFFICE EQUIP	7/01/97		482								482	482	S/L	10		0
11	COPPER	10/25/91		638								638	638	S/L	7		0
23	PHONE/FAX	5/12/93		524								524	524	S/L	7		0
26	ELECTRONICS/SOFT	3/22/94		544								544	544	S/L	10		0
33	HP SOCPRINTER & MAC SOF	1/16/95		541								541	482	S/L	10		54
39	COPPER	8/10/96		288								288	58	S/L	20		13
53	COMPUTER	10/20/02		925								925	211	S/L	5		181
54	2 DESKS	10/20/02		888								888	143	S/L	7		123
TOTAL FURNITURE AND FIXTURE																	
				4,740								4,740	3,052				371
IMPROVEMENTS																	



CLIENT 1122100

NACIMIENTO WATER COMPANY

94-1936776

JOB	DESCRIPTION	DATE ACQUIRED	GATE SOLD	COST/BASS	BUS. PCT.	OR 179 BUIS. PCT.	SPECIAL DEPR. ALLOW.	PROG 179 BONUS/SP. DEPR.	PRIOR DEC BAL DEPR.	SALVAGE/BRASS/STEEL	DEPR. BASE	PRIOR DEPR.	METHOD	LIFE	RATE	CURRENT DEPR.
4	WATER PLANT	7/01/70		82,609							82,609	34,145	S/L	50		1,689
5	WATER PLANT	7/01/70		36,140							36,140	13,923	S/L	50		723
6	WATER PLANT	7/01/76		4,084							4,084	1,418	S/L	50		82
7	WATER PLANT	7/01/76		66,154							66,154	22,399	S/L	50		1,223
8	WATER PLANT	7/01/79		2,362							2,362	774	S/L	50		47
10	WATER PLANT	7/01/78		17,842							17,842	5,355	S/L	50		27
13	WATER PLANT	7/01/79		27,937							27,937	26,007	S/L	20		1,207
39	TANK ROOF	8/17/79		11,000							11,000	1,004	S/L	50		22
42	TANK ROOF	6/01/01		5,002							5,002	261	S/L	50		101
51	IMPROVEMENTS - OUTSIDE	11/19/02		2,576							2,576	93	S/L	30		86
TOTAL IMPROVEMENTS				263,625							263,625	106,739				6,496
LAND																
61	CHC - LAND	1/01/72		15,000							15,000					0
62	LAND RIGHTS	12/31/04		16,592							16,592					0
TOTAL LAND				31,592							31,592	0				0
MACHINERY AND EQUIPMENT																
1	EQUIPMENT	7/02/72		13,780							13,780	13,780	S/L	5		0
2	EQUIPMENT	7/02/73		2,974							2,974	2,974	S/L	5		0
3	EQUIPMENT	7/02/74		428							428	428	S/L	5		0
11	15 HP PUMP	1/31/79		2,867							2,867	2,867	S/L	7		0
12	10 HP PUMP	12/31/78		2,425							2,425	2,425	S/L	7		0
14	HEM METERS	7/01/79		1,589							1,589	1,083	S/L	20		78
15	METERS	12/31/70		2,531							2,531	1,651	S/L	20		127

12/31/04

2004 BOOK DEPRECIATION SCHEDULE

PAGE 3

CLIENT 1122100

NACIMIENTO WATER COMPANY

94-1936776

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST BASIS	BUS. EST.	CL. 17% DEPR.	SPECIAL DEPR. ALLOW.	PROV. BONUS/SP. DEPR.	PROV. DEPR.	SAVING/RECESS. EFFECT	DEPR. BASIS	PROV. DEPR.	METHOD	LIFE	RATE	CURRENT YR.
16	NEW PUMPS	9/28/90		424							424		S/L	20		0
17	METERS	2/10/91		70							70		S/L	20		35
19	SENSOR METER	12/25/92		750							750		S/L	20		38
20	FILTER SAND	4/18/92		414							414		S/L	20		21
21	LOGS DZONE SPECTROMETER	12/26/92		575							575		S/L	10		0
22	QUESTAR H.T. RADIO	4/23/92		571							571		S/L	7		0
23	FOOD PUMPS/FILTER PUMP	11/17/93		606							606		S/L	20		31
24	SUNUS TECH-NOLOGY 12 METE	2/28/93		752							752		S/L	20		38
27	7.5HP PUMP/WELL #3	1/15/95		946							946		S/L	20		41
28	FILTER SAND REPLACEMENT	2/14/95		93							93		S/L	20		5
29	MAJOR HANDHELD RADIO	8/11/95		300							300		S/L	10		38
31	METERS-3/4"	6/17/95		414							414		S/L	20		21
32	METERS-18-3/4"	11/11/95		1278							1278		S/L	20		64
33	FILTER SAND (1992)	12/12/95		378							378		S/L	20		189
34	NEW PUMPS/WELLS 1,2,3,4	12/12/95		2135							2135		S/L	7		0
36	PUMP/IN	3/14/97		300							300		S/L	7		0
38	18 3/4" METERS	4/28/98		1435							1435		S/L	20		72
40	RADIO EQUIPMENT	8/11/90		1435							1435		S/L	10		144
41	PUMP/IN EQUIPMENT	10/03/92		605							605		S/L	20		30
49	2100M TURBIDIMETER	3/05/92		1371							1371		S/L	20		54
52	METERS	5/11/92		830							830		S/L	20		45
55	PUMP/IN EQUIPMENT	12/15/93		820							820		S/L	20		41
58	FLOW TRANSMITTER	4/09/90		332							332		S/L	20		17
59	METERS	4/22/90		811							811		S/L	20		0
59	12 3/4" METER	3/24/94		389							389		15008 HY	20	10590	33

TOTAL MACHINERY AND EQUIPME

62,519 0 0 0 0 0 62,519 50,632

1,200

2004 BOOK DEPRECIATION SCHEDULE

12/31/04

94-1995776

MACINIENTO WATER COMPANY

CLIENT 11/22/00

NO.	DESCRIPTION	DATE ACQUIRED	DATE SOLD	COST/ BASIS	RES. PER. %	CL. 179 DEPR. ALLOW.	PROD. 179/ BURNS/ SP. DEPR.	PROD. DEC. BAL. DEPR.	SAVING/ FINANC. BENEFIT	DEPR. BASIS	BOOK DEPR.	REMO. JET. DATE	CURRENT DEPR.
<b>MISCELLANEOUS</b>													
43	CAC - WATER PLANT	1/01/72		665,447		0	0	0	0	665,447	489,315	S/L 50	13,829
44	CAC - WATER PLANT	1/01/73		74,321		0	0	0	0	74,321	45,514	S/L 50	1,486
45	CAC - WATER PLANT	1/01/74		216,520		0	0	0	0	216,520	127,735	S/L 50	4,330
46	CAC - WATER PLANT	2/01/79		874,832		0	0	0	0	874,832	84,425	S/L 50	17,278
47	CAC - WATER PLANT	6/01/00		283,604		0	0	0	0	283,606	20,110	S/L 50	5,512
48	CAC - WATER PLANT	12/01/01		10,540		0	0	0	0	10,540	42	S/L 50	211
49	CAC - WATER PLANT	12/01/04		85,928		0	0	0	0	85,928		S/L 50	150
<b>TOTAL MISCELLANEOUS</b>													
				2,216,254		0	0	0	0	2,216,254	689,521		42,576
<b>TOTAL DEPRECIATION</b>				<u>2,632,509</u>		<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>2,632,509</u>	<u>875,985</u>		<u>90,657</u>
<b>GRAND TOTAL AMORTIZATION</b>				64,024		0	0	0	0	64,024	24,923		1,320
<b>GRAND TOTAL DEPRECIATION</b>				<u>2,696,533</u>		<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>2,696,533</u>	<u>900,908</u>		<u>91,977</u>

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