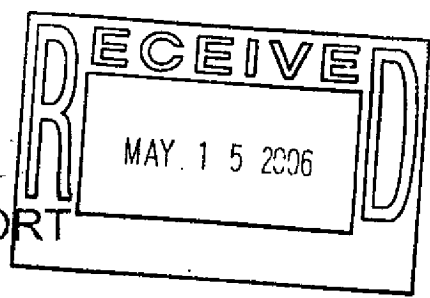


Year 2004

Received _____
 Examined _____

**CLASS D
 WATER UTILITIES**

U# _____



2004
**ANNUAL REPORT
 OF**

Owens Valley Water Co.
 (NAME UNDER WHICH CORPORATION, PARTNERSHIP, OR INDIVIDUAL IS DOING BUSINESS)

P.O. Box 691250

West Hollywood, CA 90069
 (OFFICIAL MAILING ADDRESS) ZIP

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

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

STEVEN STROLL, CPA

BPH

A PROFESSIONAL CORPORATION
MEMBER
THE CALIFORNIA SOCIETY
OF CERTIFIED PUBLIC ACCOUNTANTS

4929 WILSHIRE BOULEVARD, SUITE 388
LOS ANGELES, CALIFORNIA 90010
TELEPHONE (323) 936-2777
FACSIMILE (323) 936-2745

To the Board of Directors
Owens Valley Water Co.
West Hollywood, California

I have compiled the accompanying Balance Sheet of Owens Valley Water Co. (a California corporation) as of December 31, 2004 and the related Income Statement for the year then ended, which are included in the accompanying prescribed form, Annual Report to the Public Utilities Commission of the State of California for the Year Ended December 31, 2004, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. I have also compiled the supplementary information presented in the prescribed form.

My compilation was limited to presenting in the form prescribed by the Public Utilities Commission of the State of California, information that is the representation of management. I have not audited or reviewed the financial statements or supplementary information referred to above and, accordingly, do not express an opinion or any other form of assurance on them.

The accompanying financial statements (including related disclosures) and the supplementary information are presented in accordance with the requirements of the Public Utilities Commission of the State of California which differ from generally accepted accounting principles. Accordingly these financial statements are not designed for those who are not informed about such differences.



Steven Stroll, CPA
A Professional Corporation

May 8, 2006

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

Owens Valley Water Co.

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

P.O. Box 691250, West Hollywood, CA 90069

(Official mailing address)

City of Bishop, County of Inyo

(Service area-town and county)

GENERAL INFORMATION

RETURN ORIGINAL
TO COMMISSION
NO PHOTOCOPIES

- If a corporation show:
(A) Date of organization 3/9/65 incorporated in the State of CA
(B) Names, titles and addresses of principal officers: Linda Rea Goldstein, Pres. CEO
PO Box 69120, W. Hollywood, CA 90069
- If unincorporated give the name and address of owner or of each partner:
- Name and telephone number of:
(A) One person listed above to receive correspondence: Linda Rea Goldstein
(B) Person responsible for operations and services: Linda Rea Goldstein
- Were any contracts or agreements in effect with any organization or person covering service, supervision and/or management of your business affairs during the year? (Yes or No) No
If so, what was the nature and the amount of each payment made under the agreement, to whom were payments made, and to what account was each payment charged?
- State the names of associated companies or persons which, directly or indirectly, or through one or more intermediaries, control, or are controlled by, or are under common control with respondent:

PUBLIC HEALTH STATUS

Yes	No	Latest Date
X		Dec

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

11 List Name, Grade, and License Number of all Licensed Operators:
Ken Wilder, Wilder-Barton Environmental
186, Sierra Grande
Bishop, CA 93514
Water Distribution Operator's License # 26415

SPECIAL INSTRUCTIONS (over)
Water Testing Operator License # 26627

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

None

Line No.	Accl. 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					

SCHEDULE A - BALANCE SHEET (DECEMBER 31, 2004)

Line	Acct.	Assets	Balance	Acct.	Equity and Liabilities	Balance
1	101	Water plant in service	54,186	201	Common Stock (Corporations only)	20,325
2	103	Water plant held for future use		211	Other paid-in capital (Corporations only)	5,000
3	104	Water plant purchased or sold		215	Retained earnings	(62,701)
4	105	Water plant construction work in progress		218	Proprietary capital	
5	108	Accumulated depreciation of water plant	(41,858)	224	Long term debt	63,123
6	114	Water plant acquisition adjustments			Current Liabilities	3,054
7	124	Other investments		252	Advances for construction	
8	131	Cash	8,753	253	Other deferred credits	
9	141	Accounts receivable - customers	6,900	255	Accumulated deferred investment tax credits	
10	142	Receivables from associated companies		282	Accumulated deferred income taxes - Acrs	
11	151	Materials and supplies			depreciation	
12	174	Other current assets	800	283	Accumulated deferred income taxes - other	
13	180	Deferred charges		271	Contributions in aid of construction	
14				272	Accumulated amortization of contributions	
15		Total Assets	28,781		Total Equity and Liabilities	28,781

SCHEDULE B - WATER PLANT IN SERVICE

Line	Acct	Title of Account	Balance Beg of Year	Plr Additions During year	Plr Retirements During year	Other Debits or (Credits)	Balance End of year
16	301	Intangible plant					
17	303	Land	7,854				7,854
18	304	Structures					
19	307	Wells	4,167				4,167
20	317	Other water source plant					
21	311	Pumping equipment	13,236				13,236
22	320	Water treatment plant					
23	330	Reservoirs tanks and sandpipes	2,649				2,649
24	331	Water mains	19,567				19,567
25	333	Services and meter installations	1,779				1,779
26	334	Meters					
27	335	Hydrants					
28	339	Other equipment	4,934				4,934
29	340	Office furniture and equipment					
30	341	Transportation equipment					
31		Total water plant in service	54,186				54,186

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

SCHEDULE C - RESERVE FOR DEPRECIATION OF UTILITY PLANT

Line	Item	Account 106 Water Plant	Account 106.1 SDWBA Loans	
32	Balance in reserves at beginning of year	40,727		A. Method used to compute depreciation expense (Acct. 403) and rate. 5/L
33	Add: Credits to reserves during year			
34	(a) Charged to Account No. 403	1,131		
35	(b) Charged to Account No. 272			
36	(c) Charged to clearing accounts			B. Amount of depreciation expense claimed or to be claimed on utility property in your federal income tax return for the year covered by this report \$ 1,131
37	(d) Salvage recovered			
38	(e) All other credits			
39	Total credits			
40	Deduct: Debits to reserves during year			C. State method used to compute tax depreciation. 5/L
41	(a) Book cost of property retired			
42	(b) Cost of removal			
43	(c) All other debits			
44	Total debits			
45	Balance in reserve at end of year:	41,858		
46	(1) Explanation of all other credits			
47	(2) Explanation of all other debits			

SCHEDULE D - CAPITAL STOCK OUTSTANDING (DECEMBER 31, 20__)

Line	1	Common - (Shares	\$	par)		List persons owning more than 5% of outstanding stock
	2	Preferred - (Shares	\$	par)		and number of shares owned by each:
	3	Dividends - Common	Rate - \$		0	100% Owned by
	4	- Preferred	Rate - \$		0	Linda Rea Goldstein

SCHEDULE E - LONG TERM DEBT

	Class	Date of Issue	Date of Maturity	Principal Amount Authorized	Outstanding Per Balance Sheet	Rate of Interest	Interest Accrued During Year	Interest Paid During Year
5								
6								
7								
8	Totals							

SCHEDULE F - INCOME STATEMENT

9	Operating revenues	XXXXXXXXXX
10	460 Unmetered water revenue	44,088
11	462 Fire protection revenue	
12	465 Irrigation revenue	
13	470 Metered water revenue	
14	480 Other water revenue	
15	Total Operating Revenue	44,088
16	Operating revenue deductions	XXXXXXXXXX
17	Operating expenses	XXXXXXXXXX
18	610 Purchased water	
19	615 Power	5,194
20	618 Other volume related expenses	
21	630 Employee labor	
22	640 Materials	
23	650 Contract work	7,316
24	660 Transportation expenses	202
25	664 Other plant maintenance expense	2,389
26	670 Office salaries	
27	671 Management salaries	6,000
28	674 Employee pensions and benefits	
29	676 Uncollectible accounts expense	
30	678 Office services and rentals	10,530
31	681 Office supplies and expense	968
32	682 Professional services	575
33	684 Insurance	1,699
34	688 Regulatory commission expense	580
35	689 General expenses	
36	Total Operating Expenses	35,153
37	403 Depreciation expense	1,131
38	407 SDWBA loan amortization expense	
39	408 Taxes other than income taxes	252
40	409 State corporate income tax expense	800
41	410 Federal corporate income tax expense	0
42	Total Operating Revenue Deductions	2,187
43	Utility Operating Income	6,746
44	421 Non-utility income	15
45	426 Miscellaneous non-utility expense	
46	427 Interest expense	1,204
47	Net Income	3,707

SCHEDULE G - SOURCES OF SUPPLY AND WATER DEVELOPED WELLS

Location	No.	Diam. Inch	Depth to water feet	Pumping capacity (g.p.m.)	Annual quantities pumped
East	1	12	120	228	285,094
West	1	12	120	157	150

OTHER

Streams or springs location of diversion point	Flow In		(Unit) Diversions		Annual quantities diverted (Unit)
	Priority right		Max	Min	
	Claim	Capacity			
Purchased water (unit) Supplier:					Annual quantity

SCHEDULE H - OPTIONAL WATER DELIVERED TO METERED CUSTOMERS

(If figures are available) (specify unit)

Classification of service	Max. mo. Mo. of	Min. mo. Mo. of	Total for year
Residential & business			
Industrial			
Public authorities			
Irrigation			
Other (specify)			
Total			

SCHEDULE I - EMPLOYEES AND THEIR COMPENSATION

Line	Acct	Account	Number at end of year	Salaries Charged to Expense	Salaries Charged to Plant Accounts	Total Salaries and Wages Paid
48	630	Employee Labor				
49	670	Office salaries				
50	671	Management salaries	1	6,000		6,000
51		Total				

* Quantities Pumped: Meter 12/31/04 (Actual) meter 1/1/04 (Estimated)

East:	679,883	394,789	285,094
West:	85,403	85,253	150

SCHEDULE J - ADVANCES FOR CONSTRUCTION

Balance beginning of year	0
Additions during year	
Subtotal - Beginning balance plus additions during year	
Refunds	
Transfers to Accl. 271 - Contributions in Aid of Construction	
Balance end of year	0

SCHEDULE K - TOTAL METERS AND SERVICES (active and inactive)

Size	Meters	Services
5/8 x 3/4-in		
3/4-in		
1-in		
2-in	2	111
4-in		
Total		

SCHEDULE L - METER-TESTING DATA

Number of meters tested during year	
1 Used, before repair...	0
2 Used, after repair	0
3 Fast, requiring refund	0
Numbers of meters in service requiring test per General Order No. 103	

SCHEDULE M - SERVICE CONNECTIONS AT END OF YEAR

Classification	Active			Inactive			Total connections	
	Metered	Flat	Total	Metered	Flat	Total	Metered	Flat
Residences	0	111	111	0	0	0		111
Industrial								
Other (specify)								
Subtotal								
Fire protection (-hydrants)								
Total								

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

SCHEDULE N - STORAGE FACILITIES

Description	No.	Combined capacity in gallons
Concrete		
Earth		
Wood		
Steel	1	2,000
Other		
Total		

SCHEDULE O - FOOTAGES OF PIPE (EXCLUDING SERVICE PIPES)

Description	2" and under				2 1/4 to 3 1/4		4"	Other sizes (specify)	Totals
Cast Iron									
Welded steel									
Standard screw									
Cement-asbestos									
Plastic									
Other (specify)									
								Unknown at this time	
Total									

DECLARATION

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

I, the undersigned (officer, partner or owner) of Owens Valley Water Co (Name of utility), under penalty of perjury do declare that this report has been prepared by me, or under my direction, from the books, papers and records of the respondent; that I have carefully examined the same, and declare the same to be a complete and correct statement of the business and affairs of the above-named respondent and the operations of its property for the period

From and including 1/1, 2005, to and including 12/31, 2005

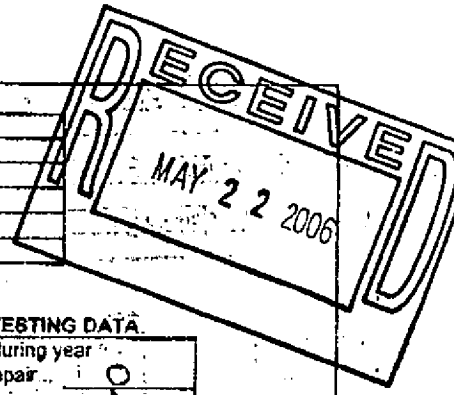
Signed

J. D. O'G
President

Title

12/10/06

Date



SCHEDULE J - ADVANCES FOR CONSTRUCTION

Balance beginning of year	0
Additions during year	
Subtotal - Beginning balance plus additions during year	
Refunds	
Transfers to Acct. 271 - Contributions In Aid of Construction	
Balance end of year	0

SCHEDULE K - TOTAL METERS AND SERVICES (active and inactive)

Size	Meters	Services
5/8 x 3/4-in		
3/4-in		
1-in		
1 1/2-in	2	111
2-in		
Total		

SCHEDULE L - METER-TESTING DATA

Number of meters tested during year		
1	Used, before repair	0
2	Used, after repair	0
3	Fast, requiring refund	0
Numbers of meters in service requiring test per General Order No. 103		

SCHEDULE M - SERVICE CONNECTIONS AT END OF YEAR

Classification	Active			Inactive			Total connections	
	Metered	Flat	Total	Metered	Flat	Total	Metered	Flat
Residences	0	111	111	0	0	0		111
Industrial								
Other (specify)								
Subtotal								
Fire protection (Hydrants)								
Total								

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

SCHEDULE N - STORAGE FACILITIES

SCHEDULE O - FOOTAGES OF PIPE (EXCLUDING SERVICE PIPES)

Description	No.	Combined capacity in gallons	Description	Pipe Sizes				Totals
				2" and under	2 1/4 to 3 1/4	4"	Other sizes (specify)	
Concrete			Cast Iron					
Earth			Welded steel					
Wood			Standard screw					
Steel	1	2,000	Cement-asbestos					
Other			Plastic					
			Other (specify)					
				Unknown at this time				
Total			Total					

DECLARATION

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

I, the undersigned (officer, partner or owner) of Owens Valley Water Co (Name of utility), under penalty of perjury do declare that this report has been prepared by me, or under my direction, from the books, papers and records of the respondent; that I have carefully examined the same, and declare the same to be a complete and correct statement of the business and affairs of the above-named respondent and the operations of its property for the period

From and including 1/1, 2004, to and including 12/31, 2004

Signed: [Signature]
 Title: President
 Date: 5.17.06