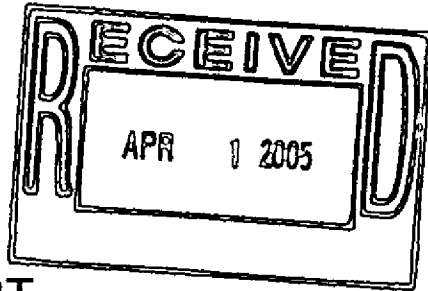


54

Received _____
Examined _____

CLASS D
WATER UTILITIES

U# _____



2004
ANNUAL REPORT
OF

Pierpoint Springs Water Co.

Po Box 85 Camp Nelson 93208
(NAME UNDER WHICH CORPORATION, PARTNERSHIP, OR INDIVIDUAL IS DOING BUSINESS)

TR 322-392-490

above Springville, Cal., Tulare Co.
(OFFICIAL MAILING ADDRESS) ZIP
93208

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)

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.

Account Number	Operating Revenue	
470	Metered	
460	Unmetered	19885
465	Irrigation	
462-480	Private Fire Protection	
	Total Revenue	19885
	Operating Expenses	
610	Purchased Water	
615	Purchased Power	3697
	Pump Taxes	
	Purchased Chemicals	
618	Other Vol. Related exp.	
630	Employee Labor	
640	Materials	1162
650	Contract Work	1022
	Water Testing	
660	Transportation Expense	
664	Other Plant Maintenance	692
670	Office Salaries	
671	Management Salaries	7000
674	Employee Pensions and Benefits	
676	Uncollectables	
678	Office Service and Rentals <i>donations</i>	280
681	Office Supplies and Expense	355
682	Professional Services	
684	Insurance	2669
688	Regulatory Expense	400
689	General Expense <i>testing</i>	40
	Subtotal	17687
403	Depreciation Expense	1500
	Ad Valorem Taxes	
	Payroll taxes	
408	Taxes other than income	557
409	State Income Tax	
410	Federal Income Tax	
	Total Deductions	19744
	Net Revenue	+ 141
	Rate Base	

	Average Plant	
	Average Depreciation Reserve	
	Net Plant	
	Less: Advances	
	Less: Contributions	
	Plus: Construction Work in Progress	
	Plus: Working Cash	
	Plus: Material & Supplies	
	Rate Base	
	ROR=Net Rev/Rate Base	

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

Pierpoint Spring Water Co.

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

PO Box 85 Camp Nelson 93208

(Official mailing address)

Tr's 322-392-490 Camp Nelson.

(Service area-town and county)

GENERAL INFORMATION

**RETURN ORIGINAL
TO COMMISSION
NO PHOTOCOPIES**

1 If a corporation show:
(A) Date of organization _____ incorporated in the State of _____
(B) Names, titles and addresses of principal officers:

2 If unincorporated give the name and address of owner or of each partner:

Ben and Michelle Ray PO Box 85 Camp Nelson 93208

3 Name and telephone number of:
(A) One person listed above to receive correspondence: *Ben Ray*
(B) Person responsible for operations and services: *Ben Ray*

4 Were any contracts or agreements in effect with any organization or person covering service, supervision and/or management of your business affairs during the year? (Yes or No) *No*
If so, what was the nature and the amount of each payment made under the agreement, to whom were payments made, and to what account was each payment charged?

5 State the names of associated companies or persons which, directly or indirectly, or through one or more intermediaries, control, or are controlled by, or are under common control with respondent: *None*

PUBLIC HEALTH STATUS

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

Yes	No	Latest Date
✓		<i>12-04</i>
✓		<i>12-04</i>
✓		<i>12-61</i>

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

SPECIAL INSTRUCTIONS (over)

SPECIAL INSTRUCTIONS

- 1 Beginning of year balances must agree with end of year balances shown in report for previous year.
Attach a supplementary statement to explain any differences.**
- 2 Attach a supplementary statement to explain adjustments in Schedule B - Water Plant in Service.**
- 3 Complete all schedules, using the words "None" or "Not applicable" if appropriate.**
- 4 Report must be prepared legibly in ink or by typewriter.**

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

20____

(continued)

NAME OF UTILITY

*Pierpont Springs
Water Co.*

PHONE

559 542 2551

INCOME STATEMENT

	Annual Amount
23 Unmetered Water Revenue	<u>19885</u>
24 Fire Protection Revenue	_____
25 Irrigation Revenue	_____
26 Metered Water Revenue	_____
27 Total Operating Revenue	<u>19885</u>
28 <u>Operating Expenses</u>	
29 Depreciation Expense (Composite Rate <i>2 1/2%</i>)	<u>1500</u>
30 Amortization and Property Losses	_____
31 Property Taxes	<u>557</u>
32 Taxes Other Than Income Taxes	_____
33 Total Operating Revenue Deduction Before Taxes	<u>19744</u>
34 California Corp. Franchise Tax	_____
35 Federal Corporate Income Tax	_____
36 Total Operating Revenue Deduction After Taxes	_____
37 Net Operating Income (Loss) - California Water Operations	_____
38 Other Operating and Nonoper. Income and Exp. - Net (Exclude Interest Expense)	_____
39 Income Available for Fixed Charges	_____
40 Interest Expense	_____
41 Net Income (Loss) Before Dividends	_____
42 Preferred Stock Dividends	_____
43 <u>Net Income (Loss) Available for Common Stock</u>	<u>141</u>

OTHER DATA

44 Refunds of Advances for Construction	_____
45 Total Payroll Charged to Operating Expenses	_____
46 Purchased Water	_____
47 Power	_____

Active Service Connections

(Exc. Fire Protect.) _____

48 Metered Service Connections	<i>w/ hydrants</i>
49 Flat Rate Service Connections	<i>w/o hydrants</i>
50 Total Active Service Connections	

	Jan. 1	Dec. 31	Annual Average
48	<u>99</u>	<u>99</u>	<u>99</u>
49	<u>81</u>	<u>81</u>	<u>81</u>
50	_____	_____	_____

SELECTED FINANCIAL DATA - CLASS A, B, C AND D WATER COMPANIES
20__

NAME OF UTILITY _____ PHONE _____

PERSON RESPONSIBLE FOR THIS REPORT _____
(Prepared from Information in the 20__ Annual Report)

BALANCE SHEET DATA		1/1/___	12/31/___	Average
1	Intangible Plant	_____	_____	_____
2	Land and Land Rights	_____	_____	_____
3	Depreciable Plant	_____	_____	_____
4	Gross Plant in Service	_____	_____	_____
5	Less: Accumulated Depreciation	_____	_____	_____
6	Net Water Plant in Service	_____	_____	_____
7	Water Plant Held for Future Use	_____	_____	_____
8	Construction Work in Progress	_____	_____	_____
9	Materials and Supplies	_____	_____	_____
10	Less: Advances for Construction	_____	_____	_____
11	Less: Contribution in Aid of Construction	(_____)	(_____)	(_____)
12	Less: Accumulated Deferred Income and Investment Tax Credits	(_____)	(_____)	(_____)
13	Net Plant Investment	(_____)	(_____)	(_____)
		=====	=====	=====
CAPITALIZATION				
14	Common Stock	_____	_____	_____
15	Proprietary Capital (Individual or Partnership)	_____	_____	_____
16	Paid-in Capital	_____	_____	_____
17	Retained Earnings	_____	_____	_____
18	Common Stock and Equity (Lines 14 through 17)	_____	_____	_____
19	Preferred Stock	_____	_____	_____
20	Long-Term Debt	_____	_____	_____
21	Notes Payable	_____	_____	_____
22	Total Capitalization (Lines 18 through 21)	=====	=====	=====

(Revised 2/01)

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:

Name: Michael J. Cahill
Address: Po 95 Camp Nelson 93708
Phone Number: 559 542 2822
Date Hired: Apr 1998

2. Former Fiscal Agent:

Name: Jack Young CPA
Address: 3325 W. Cambridge Ave Visalia 93277
Phone Number: 559 562 6157
Date Hired: 1998

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

\$ None

4. Summary of the trust bank account activities showing:

Balance at beginning of year	\$ <u>None.</u>
Deposits during the year	_____
Withdrawals made for loan payments	_____
Other withdrawals from this account	_____
Balance at end of year	_____

5. Account information:

Bank Name: No Trust account is maintained
Account Number: no customer money is managed
Date Opened: _____

6. Plant amounts included in Schedule A, 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	21160				21160
8	317	Other water source plant					
9	311	Pumping equipment					
10	320	Water treatment plant					
11	330	Reservoirs, tanks and sandpipes	12124				12124
12	331	Water mains	24865				24865
13	333	Services and meter installations	1781				1781
14	334	Meters					
15	335	Hydrants	387				387
16	339	Other equipment					
17	340	Office furniture and equipment					
18	341	Transportation equipment					
19		Total depreciable plant					
20		Total water plant in service	60317				60317

SCHEDULE A - BALANCE SHEET (DECEMBER 31, 20__)

Line	Acct.	Assets	Balance	Acct.	Equity and Liabilities	Balance
1	101	Water plant in service	60317	201	Common Stock (Corporations only)	
2	103	Water plant held for future use		211	Other paid-in capital (Corporations only)	
3	104	Water plant purchased or sold		215	Retained earnings	
4	105	Water plant construction work in progress		218	Proprietary capital	
5	108	Accumulated depreciation of water plant	47722	224	Long term debt	
6	114	Water plant acquisition adjustments			Current Liabilities	
7	124	Other investments		252	Advances for construction	
8	131	Cash		253	Other deferred credits	
9	141	Accounts receivable - customers		255	Accumulated deferred investment tax credits	
10	142	Receivables from associated companies		282	Accumulated deferred income taxes - Acrs	
11	151	Materials and supplies			depreciation	
12	174	Other current assets		283	Accumulated deferred income taxes - other	
13	180	Deferred charges		271	Contributions in aid of construction	
14				272	Accumulated amortization of contributions	
15		Total Assets	12595		Total Equity and Liabilities	

SCHEDULE B - WATER PLANT IN SERVICE

Line	Acct	Title of Account	Balance Beg of Year	Plt Additions During year	Plt Retirements During year	Other Debits or (Credits)	Balance End of year
16	301	Intangible plant					
17	303	Land					
18	304	Structures					
19	307	Wells	21160				21160
20	317	Other water source plant					
21	311	Pumping equipment					
22	320	Water treatment plant					12124
23	330	Reservoirs tanks and sandpipes	12124				
24	331	Water mains	24865				24865
25	333	Services and meter installations	1781				1781
26	334	Meters	387				387
27	335	Hydrants					
28	339	Other equipment					
29	340	Office furniture and equipment					
30	341	Transportation equipment					
31		Total water plant in service	60317				60317

* 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	46222		A. Method used to compute depreciation
33	Add: Credits to reserves during year			expense (Acct. 403) and rate.
34	(a) Charged to Account No. 403			<i>5-L. 2 1/2% on plant</i>
35	(b) Charged to Account No. 272			<i>in service</i>
36	(c) Charged to clearing accounts			B. Amount of depreciation expense claimed
37	(d) Salvage recovered			or to be claimed on utility property in
38	(e) All other credits			your federal income tax return for the year
39	Total credits			covered by this report \$ <i>1,500</i>
40	Deduct: Debits to reserves during year			
41	(a) Book cost of property retired			
42	(b) Cost of removal			C. State method used to compute tax
43	(c) All other debits			depreciation.
44	Total debits			
45	Balance in reserve at end of year			
46	(1) Explanation of all other credits			
47	(2) Explanation of all other debits	47722		

SCHEDULE J - ADVANCES FOR CONSTRUCTION

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

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

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

SCHEDULE L - METER-TESTING DATA

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

SCHEDULE M - SERVICE CONNECTIONS AT END OF YEAR

Classification	Active			Inactive			Total connections	
	Metered	Flat	Total	Metered	Flat	Total	Metered	Flat
Residences		79	79					
Industrial								
Other (specify) <i>com'l</i>		2	2					
Subtotal								
Fire protection (Hydrants)		18	18					
Total		99	99					

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

SCHEDULE N - STORAGE FACILITIES

SCHEDULE O - FOOTAGES OF PIPE (EXCLUDING SERVICE PIPES)

Description	No.	Combined capacity in gallons	Description	2" and	2 1/4 to	4"	Other sizes (specify)	Totals
				under	3 1/4			
Concrete			Cast Iron					
Earth			Welded steel					
Wood			Standard screw					
Steel		63000	Cement-asbestos		8265			8265
Other			Plastic	425				425
			Other (specify)					
Total			Total	425	8265			8690

DECLARATION

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

I, the undersigned (*agent*) of Pierpont Springs 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 Jan 1st, 2004, to and including Dec 31, 2004

Signed

Title

Date

Michael Cabill - Fiscal Agent
 Title
 Date 3/29/04