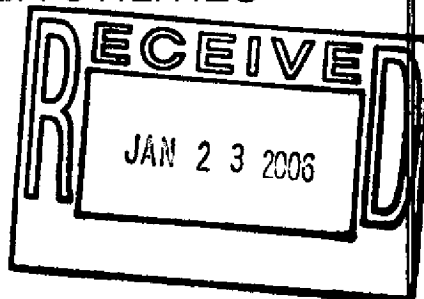


J4

Received _____
Examined _____

CLASS D
WATER UTILITIES

U# 83W



2005
ANNUAL REPORT
OF

RR LEWIS SMALL WATER

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

4500 E FREMONT ST STOCKTON 95215

(OFFICIAL MAILING ADDRESS)

ZIP

TO THE
PUBLIC UTILITIES COMMISSION
STATE OF CALIFORNIA
FOR THE
YEAR ENDED DECEMBER 31, 2005

REPORT MUST BE FILED NOT LATER THAN MARCH 31, 2006
(FILE TWO COPIES IF THREE RECEIVED)

Received _____
Examined _____

**CLASS D
WATER UTILITIES**

U# 83W _____

**2005
ANNUAL REPORT
OF**

R. R. LEWIS SMALL WATER COMPANY

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

4500 E FREMONT STREET STOCKTON, CA 95215

(OFFICIAL MAILING ADDRESS)

ZIP

**TO THE
PUBLIC UTILITIES COMMISSION
STATE OF CALIFORNIA
FOR THE
YEAR ENDED DECEMBER 31, 2005**

REPORT MUST BE FILED NOT LATER THAN MARCH 31, 2006
(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
ATTENTION: KAYODE KAJOPAIYE
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 calander year, from Janauary 1 through December 31. Fiscal year reports will not be accepted.

Account Number	Operating Revenue	
470	Metered	4421
460	Unmetered	16418
465	Irrigation	0
462-480	OTHER, NO FIRE	8206
	Total Revenue	29045
	Operating Expenses	
610	Purchased Water	0
615	Purchased Power	1054
	Pump Taxes	0
	Purchased Chemicals	0
618	Other Vol. Related exp.	0
630	Employee Labor	0
640	Materials	2625
650	Contract Work	4039
	WATER TESTING IN 650 ABOVE	868
660	Transportation Expense	2976
664	Other Plant Maintenance	0
670	Office Salaries	0
671	Management Salaries	0
674	Employee Pensions and Benefits	0
676	Uncollectables	0
678	Office Service and Rentals	0
681	Office Supplies and Expense	1644
682	Professional Services	4063
684	Insurance	6267
688	Regulatory Expense	0
689	General Expense	2290
	Subtotal	
403	Depreciation Expense	7766
	Ad Valorem Taxes	
	Payroll taxes	
408	Taxes other than income	4303
409	State Income Tax	
410	Federal Income Tax	
	Total Deductions	37026
	Net Revenue	-7980

	Rate Base	122169
	Average Plant	312007
	Average Depreciation Reserve	176167
	Net Plant	135850
	Less: Advances	0
	Less: Contributions	14907
	Plus: Construction Work in Progress	0
	Plus: Working Cash	-626
	Plus: Material & Supplies	1832
	Rate Base	122169
	ROR=Net Rev/Rate Base	-6.50%

CLASS D WATER UTILITIES

(HAVING LESS THAN 500 SERVICE CONNECTIONS)

R. R. LEWIS SMALL WATER COMPANY

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

4500 E FREMONT STREET STOCKTON, CA 95215

(Official mailing address)

SIERRA CITY, SIERRA COUNTY: EAST OF SIERRA CITY, NORTH OF RIVER, SOUTH OF HIWAY 49

(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: THE OSTROM FAMILY TRUST, dba RR LEWIS SMALL WATER COMPANY 4500 E. FREMONT ST, STOCKTON, CA 95215

- 3 Name and telephone number of:
 (A) One person listed above to receive correspondence: LARRY OSTROM 209-948-8817
 (B) Person responsible for operations and services: LARRY OSTROM 209-948-8817

- 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 e year? NO
 If so, what was the nature and the amount of each payment made under the agreement, to whom were payments made, and to what account was each payment charged?

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

PUBLIC HEALTH STATUS

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

Yes	No	Latest Date
X		5-Oct
X		5-Dec
X		Feb-94
		N/A
		N/A

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
2005

NAME OF UTILITY RR LEWIS SMALL WATER COMPANY

PHONE 209-948-88

PERSON RESPONSIBLE FOR THIS REPORT LARRY OSTROM

Prepared from information in the 2005 annual report

	1/1/05__	12/31/2005	Average
BALANCE SHEET DATA			
1 Intangible Plant			
2 Land and Land Rights			
3 Depreciable Plant	303506	320708	312107
4 Gross Plant in Service	303506	320708	312107
5 Less: Accumulated Depreciation	253147	260911	257029
6 Net Water Plant in Service			
7 Water Plant Held for Future Use			
8 Construction Work in Progress			
9 Materials and Supplies	0	1852	926
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	50354	61649	56004
CAPITALIZATION			
14 Common Stock	6545	6545	6545
15 Proprietary Capital (Individual or Partnership)			
16 Paid-in Capital			
17 Retained Earnings	-43971	-43881	-43926
18 Common Stock and Equity (Lines 14 through 17)			
19 Preferred Stock			
20 Long-Term Debt	46235	68649	57442
21 Notes Payable			
22 Total Capitalization (Lines 18 through 21)	8809	31313	20061

(Revised 2/01)

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

2005

(continued)

NAME OF UTILITY R. R. LEWIS SMALL WATER CO PHONE 209-948-8817

		Annual Amount
INCOME STATEMENT		
23	Unmetered Water Revenue	16418
24	Fire Protection Revenue	0
25	Irrigation Revenue	0
26	Metered Water Revenue	4421
27	Total Operating Revenue	20839
28	<u>Operating Expenses</u>	
29	Depreciation Expense (Composite Rate _____ 1.50%)	4680
30	Amortization and Property Losses	
31	Property Taxes	4303
32	Taxes Other Than Income Taxes	
33	Total Operating Revenue Deduction Before Taxes	-16187
34	California Corp. Franchise Tax	0
35	Federal Corporate Income Tax	0
36	Total Operating Revenue Deduction After Taxes	-16187
37	Net Operating Income (Loss) - California Water Operations	-16187
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	Net Income (Loss) Available for Common Stock	
OTHER DATA		
44	Refunds of Advances for Construction	
45	Total Payroll Charged to Operating Expenses	
46	Purchased Water	
47	Power	1054

<u>Active Service Connections</u>		(Exc. Fire Protect.)	Jan. 1	Dec. 31	Annual Average
48	Metered Service Connections		60	61	61
49	Flat Rate Service Connections		55	54	55
50	Total Active Service Connections		115	115	115

**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: **NOT APPLICABLE**

Name: _____
Address: _____
Phone Number: _____
Date Hired: _____

2. Former Fiscal Agent:

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: _____

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		NOT APPLICABLE			
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, 2005)

Line	Acct.	Assets	Balance	Acct.	Equity and Liabilities	Balance
1	101	Water plant in service	320708	201	Common Stock (Corporations only)	6545
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	-43881
4	105	Water plant construction work in progress		218	Proprietary capital	
5	108	Accumulated depreciation of water plant	260911	224	Long term debt	68649
6	114	Water plant acquisition adjustments			Current Liabilities	
7	124	Other investments		252	Advances for construction	14907
8	131	Cash	-626	253	Other deferred credits	
9	141	Accounts receivable - customers	2380	255	Accumulated deferred investment tax credits	
10	142	Receivables from associated companies		282	Accumulated deferred income taxes - Acrs	
11	151	Materials and supplies	1852		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	63403		Total Equity and Liabilities	63403

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	2860				2860
19	307	Wells					
20	317	Other water source plant					
21	311	Pumping equipment					
22	320	Water treatment plant					
23	330	Reservoirs tanks and sandpipes	26734				26734
24	331	Water mains	185494	22602	-4200		203896
25	333	Services and meter installations	23942				23942
26	334	Meters	7908				7908
27	335	Hydrants	39362		-1200		38162
28	339	Other equipment	2360				2360
29	340	Office furniture and equipment					
30	341	Transportation equipment	14846				14846
31		Total water plant in service	303506	22602	-5600		320708

* 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	253147		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	4680		1.5% STRAIGHT LINE REMAINING LIFE 2.84%
35	(b) Charged to Account No. 272	3084		
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	7764		covered by this report \$
40	Deduct: Debits to reserves during year			
41	(a) Book cost of property retired			C. State method used to compute tax
42	(b) Cost of removal			depreciation.
43	(c) All other debits			
44	Total debits			
45	Balance in reserve at end of year	260911		
46	(1) Explanation of all other credits			
47	(2) Explanation of all other debits			

SCHEDULE D - CAPITAL STOCK OUTSTANDING (DECEMBER 31, 2005)

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 - \$			
4	- Preferred	Rate - \$			

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	224 OSTROM TRUST	May-93	2010	46235	46235	6	0	0
6	PAMELA OSTROM	2003	2007	22414	22414	0	0	0
7								
8	Totals			68649	68649			

SCHEDULE F - INCOME STATEMENT

9	Operating revenues	xxxxxxxxxx
10	460 Unmetered water revenue	16418
11	462 Fire protection revenue	0
12	465 Irrigation revenue	0
13	470 Metered water revenue	4421
14	480 Other water revenue	8206
15	Total Operating Revenue	29045
16	Operating revenue deductions	xxxxxxxxxx
17	Operating expenses	xxxxxxxxxx
18	610 Purchased water	0
19	615 Power	1054
20	618 Other volume related expenses	0
21	630 Employee labor	0
22	640 Materials	2625
23	650 Contract work	4039
24	660 Transportation expenses	2976
25	664 Other plant maintenance expense	0
26	670 Office salaries	0
27	671 Management salaries	0
28	674 Employee pensions and benefits	0
29	676 Uncollectible accounts expense	0
30	678 Office services and rentals	0
31	681 Office supplies and expense	1644
32	682 Professional services	4063
33	684 Insurance	6267
34	688 Regulatory commission expense	0
35	689 General expenses	2290
36	Total Operating Expenses	24957
37	403 Depreciation expense	7766
38	407 SDWBA loan amortization expense	
39	408 Taxes other than income taxes	4303
40	409 State corporate income tax expense	
41	410 Federal corporate income tax expense	
42	Total Operating Revenue Deductions	37026
44	421 Non-utility income	(7980)
45	426 Miscellaneous non-utility expense	
46	427 Interest expense	
47	Net Income	(7980)

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
NONE					

OTHER

Streams or springs location of diversion point	Flow in		(Unit)		Annual quantities diverted
	Priority right		Diversions		
	Claim	Capacity	Max	Min	(Unit)
ANDERSON SPRING					40.55 AF
WIXSON SPRING					20.76 AF
Purchased water (unit)	NONE				Annual quantity
Supplier:					

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			
Other (specify)	N/A		
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	NONE			
49	670	Office salaries	NONE			
50	671	Management salaries	NONE			
51		Total	NONE			

SCHEDULE J - ADVANCES FOR CONSTRUCTION

Balance beginning of year	17991
Additions during year	
Subtotal - Beginning balance plus additions during year	
Refunds	
Transfers to Acct. 271 - Contributions in Aid of Construction	3084
Balance end of year	14907

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

Size	Meters	Services
5/8 x 3/4-in	61	
3/4-in		
1-in	2	
-in 2"	1	
-in 4"	1	
Total	65	

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	62	55	117	1	50	51	63	106
Industrial								
Other (specify)								
Subtotal								
Fire protection (Hydrants)		7	ONE REMOVED 05					
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)

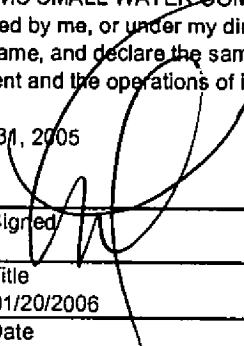
Description	No.	Combined capacity in gallons	Description	2" and under				Other sizes (specify)		Totals
				2 1/4 to 3 1/4	4"	6"	12"			
Concrete	2 *	25000	Cast Iron			6"		12"		
Earth			Welded steel			1639	2630		3800	
Wood			Standard screw	2197	4380				6577	
Steel	3	20750	Cement-asbestos							
Other			Plastic	1846		1868			3714	
*WIXSON SHARED NOT SHOWN, INCL IN CAPACITY			Other (specify)							
			WIXSON			300			300	
			FIRE LINE					2500	2500	
Total		45750	Total	4023	4380	3807	2630	6300	21140	

DECLARATION

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

I, the undersigned (officer, partner or owner) of R. R. LEWIS SMALL WATER COMPANY 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 01-Jan , 2005, to and including December 31, 2005

Signed		LARRY OSTROM
		PRESIDENT
Title		
Date	01/20/2006	