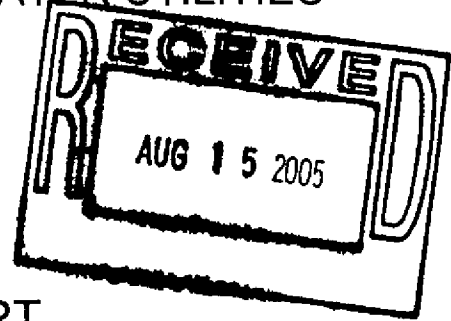


Received _____
Examined _____

CLASS D
WATER UTILITIES

U# 280-WTD



2004
ANNUAL REPORT
OF

ROLLING GREEN UTILITIES, INC.

WATER DIVISION

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

139 ELMCREST STREET, BIG PINE, CA 93513

(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)

INSTRUCTIONS

1. One completed copy of this report (two copies if three received) must be filed NOT LATER THAN MARCH 31, following the year covered by the report, with:

**CALIFORNIA PUBLIC UTILITIES COMMISSION
WATER DIVISION
505 VAN NESS AVENUE, ROOM 3105
SAN FRANCISCO, CALIFORNIA 94102-3298**

2. Failure to file the report on time may subject a utility to the penalties and sanctions provided by the Public Utilities Code.
3. The Oath, on the last page, must be signed by an officer, partner or owner.
4. The report must be prepared in ink or by the use of a typewriter. Computer generated report forms may be substituted.
5. The report must be filled in, and every question answered. LEAVE NO SCHEDULE BLANK. Insert the words "none" or "not applicable" or "n/a" when appropriate.
6. Certain balance sheet and income statement accounts refer to supplemental schedules. The totals of the details in the latter must agree with the balances of the accounts to which they refer.
7. Some schedules provide for a "balance at beginning of year." The amount shown should agree with the "balance at end of year" as shown in the report for the previous year. If there is a difference it should be explained by footnote.
8. When there is insufficient space in a schedule to permit a complete statement of the requested information, insert sheets should be prepared and identified by the number of the schedule to which it refers. Be certain that the inserts are securely attached to the report.
9. This report must cover a calendar year, from January 1 through December 31. Fiscal year reports will not be accepted.

Account Number	Operating Revenue	
470	Metered	82,275
460	Unmetered	
465	Irrigation	
462-480	Private Fire Protection	
	Total Revenue	82,275
	Operating Expenses	
610	Purchased Water	
615	Purchased Power	10,168
	Pump Taxes	
	Purchased Chemicals	
618	Other Vol. Related exp.	
630	Employee Labor	1,053
640	Materials	4,049
650	Contract Work	75
	Water Testing	1,009
660	Transportation Expense	2,806
664	Other Plant Maintenance	376
670	Office Salaries	4,540
671	Management Salaries	20,000
674	Employee Pensions and Benefits	5,653
676	Uncollectables	0
678	Office Service and Rentals	900
681	Office Supplies and Expense	3,057
682	Professional Services	4,213
684	Insurance	1,795
688	Regulatory Expense	0
689	General Expense	1,191
	Subtotal	60,885
403	Depreciation Expense	4,669
	Ad Valorem Taxes	851
	Payroll taxes	980
408	Taxes other than income	0
409	State Income Tax	1,510
410	Federal Income Tax	2,335
	Total Deductions	71,230
	Net Revenue	11,045
	Rate Base	

	Average Plant	178,929
	Average Depreciation Reserve	(119,322)
	Net Plant	59,607
	Less: Advances	0
	Less: Contributions	0
	Plus: Construction Work in Progress	0
	Plus: Working Cash	5,074
	Plus: Material & Supplies	0
	Rate Base	64,681
	ROR=Net Rev/Rate Base	17.08%

CLASS D WATER UTILITIES

(HAVING LESS THAN 500 SERVICE CONNECTIONS)

ROLLING GREEN UTILITIES, INC.
WATER DIVISION

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

139 ELMCREST STREET, BIG PINE, CA 93513

(Official mailing address)

BIG PINE, INYO COUNTY

(Service area-town and county)

GENERAL INFORMATION

RETURN ORIGINAL
TO COMMISSION
NO PHOTOCOPIES

- 1 If a corporation show:
 - (A) Date of organization 3/29/65 incorporated in the State of CALIFORNIA
 - (B) Names, titles and addresses of principal officers: DON KANEN, V.P., P.O. BOX 995 ALAMOSA, CO 81101
ARNOLD PETERSON, GENERAL MANAGER, 139 ELMCREST ST. BIG PINE, CA 93513
KATHY PETERSON, SECRETARY, 139 ELMCREST ST. BIG PINE, CA 93513
- 2 If unincorporated give the name and address of owner or of each partner:
- 3 Name and telephone number of:
 - (A) One person listed above to receive correspondence: KATHY PETERSON (760) 938-3311
 - (B) Person responsible for operations and services: ARNOLD PETERSON (760) 938-3311
- 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:
PALISADES GAS, INC.

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
<input type="checkbox"/>	<input checked="" type="checkbox"/>	
<input checked="" type="checkbox"/>	<input type="checkbox"/>	Dec-04
<input checked="" type="checkbox"/>	<input type="checkbox"/>	1965
<input type="checkbox"/>	<input type="checkbox"/>	
<input type="checkbox"/>	<input type="checkbox"/>	

- 11 List Name, Grade, and License Number of all Licensed Operators:
ARNOLD D. PETERSON, GRADE I, WASTE WATER TREATMENT OPERATOR, LICENSE No. I-8950

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
2004

NAME OF UTILITY: ROLLING GREEN UTILITIES, INC.

PHONE: (760) 938-3311

WATER DIVISION

PERSON RESPONSIBLE FOR THIS REPORT: MARINO A. RODRIGUEZ

(Prepared from Information in the 2004 Annual Report)

	1/1/2004	12/31/2004	Average
BALANCE SHEET DATA			
1 Intangible Plant	0	0	0
2 Land and Land Rights	12,783	12,783	12,783
3 Depreciable Plant	166,146	166,146	166,146
4 Gross Plant in Service	178,929	178,929	178,929
5 Less: Accumulated Depreciation	(116,988)	(121,657)	(119,322)
6 Net Water Plant in Service	61,941	57,272	59,607
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	61,941	57,272	59,607
CAPITALIZATION			
14 Common Stock	54,300	54,300	54,300
15 Proprietary Capital (Individual or Partnership)			
16 Paid-in Capital	(60,981)	(60,981)	(60,981)
17 Retained Earnings	163,968	155,431	159,700
18 Common Stock and Equity (Lines 14 through 17)	157,287	148,750	153,019
19 Preferred Stock			
20 Long-Term Debt			
21 Notes Payable			
22 Total Capitalization (Lines 18 through 21)	157,287	148,750	153,019

(Revised 2/01)

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

2004
(continued)

NAME OF UTILITY: ROLLING GREEN UTILITIES, INC PHONE (760) 938-3311
WATER DIVISION

INCOME STATEMENT		Annual Amount
23	Unmetered Water Revenue	82,275
24	Fire Protection Revenue	_____
25	Irrigation Revenue	_____
26	Metered Water Revenue	_____
27	Total Operating Revenue	82,275
28	<u>Operating Expenses</u>	60,885
29	Depreciation Expense (Composite Rate: 2.81%)	4,669
30	Amortization and Property Losses	0
31	Property Taxes	851
32	Taxes Other Than Income Taxes	979
33	Total Operating Revenue Deduction Before Taxes	67,384
34	California Corp. Franchise Tax	1,510
35	Federal Corporate Income Tax	2,335
36	Total Operating Revenue Deduction After Taxes	71,229
37	Net Operating Income (Loss) - California Water Operations	11,046
38	Other Operating and Nonoper. Income and Exp. - Net (Exclude Interest Expense)	6,192
39	Income Available for Fixed Charges	17,238
40	Interest Expense	575
41	Net Income (Loss) Before Dividends	16,663
42	Preferred Stock Dividends	0
43	Net Income (Loss) Available for Common Stock	16,663

OTHER DATA		
44	Refunds of Advances for Construction	N/A
45	Total Payroll Charged to Operating Expenses	25,593
46	Purchased Water	0
47	Power	10,168

<u>Active Service Connections</u>		(Exc. Fire Protect.)	Jan. 1	Dec. 31	Annual Average
48	Metered Service Connections		276	280	278
49	Flat Rate Service Connections				
50	Total Active Service Connections		276	280	278

**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: _____
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: _____

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					
8	317	Other water source plant					
9	311	Pumping equipment					
10	320	Water treatment plant			N/A		
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	178,929	201	Common Stock (Corporations only)	54,300
2	103	Water plant held for future use		211	Other paid-in capital (Corporations only)	-60,981
3	104	Water plant purchased or sold		215	Retained earnings	155,431
4	105	Water plant construction work in progress		218	Proprietary capital	
5	108	Accumulated depreciation of water plant	(121,657)	224	Long term debt	
6	114	Water plant acquisition adjustments			Current Liabilities	27,755
7	124	Other investments		252	Advances for construction	
8	131	Cash	1,877	253	Other deferred credits	
9	141	Accounts receivable - customers	1,163	255	Accumulated deferred investment tax credits	
10	142	Receivables from associated companies	4,650	282	Accumulated deferred income taxes - Acrs	
11	151	Materials and supplies			depreciation	
12	174	Other current assets	20,689	283	Accumulated deferred income taxes - other	
13	180	Deferred charges		271	Contributions in aid of construction	
14		Inter-division accounts receivable	90,854	272	Accumulated amortization of contributions	
15		Total Assets	176,505		Total Equity and Liabilities	176,505

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	0				0
17	303	Land	12,783				12,783
18	304	Structures	10,246				10,246
19	307	Wells	25,095				25,095
20	317	Other water source plant	0				0
21	311	Pumping equipment	40,546				40,546
22	320	Water treatment plant	991				991
23	330	Reservoirs tanks and sandpipes	1,575				1,575
24	331	Water mains	34,597				34,597
25	333	Services and meter installations	9,385				9,385
26	334	Meters	17,232				17,232
27	335	Hydrants	4,614				4,614
28	339	Other equipment	10,404				10,404
29	340	Office furniture and equipment	9,707				9,707
30	341	Transportation equipment	1,754				1,754
31		Total water plant in service	178,929				178,929

* 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	116,988		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	4,669		SL Remaining Life: 2.81%
35	(b) Charged to Account No. 272			
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	4,669		covered by this report \$ 4,051
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: SL, DB
44	Total debits	0		
45	Balance in reserve at end of year	121,657		
46	(1) Explanation of all other credits			
47	(2) Explanation of all other debits			

SCHEDULE D - CAPITAL STOCK OUTSTANDING (DECEMBER 31, 2004)

Line

1	Common - (Shares 5,430 , \$10 par)	54,300		List persons owning more than 5% of outstanding stock
2	Preferred - (Shares , \$ par)			and number of shares owned by each:
3	Dividends - Common Rate - \$			DON KANEN: 2,715 SHARES
4	- Preferred Rate - \$			ARNOLD PETERSON: 2,715 SHARES

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	
11	462 Fire protection revenue	
12	465 Irrigation revenue	
13	470 Metered water revenue	82,275
14	480 Other water revenue	
15	Total Operating Revenue	82,275
16	Operating revenue deductions	xxxxxxxxxx
17	Operating expenses	xxxxxxxxxx
18	610 Purchased water	
19	615 Power	10,168
20	618 Other volume related expenses	
21	630 Employee labor	1,053
22	640 Materials	4,049
23	650 Contract work	1,084
24	660 Transportation expenses	2,806
25	664 Other plant maintenance expense	376
26	670 Office salaries	4,540
27	671 Management salaries	20,000
28	674 Employee pensions and benefits	5,653
29	676 Uncollectible accounts expense	0
30	678 Office services and rentals	900
31	681 Office supplies and expense	3,057
32	682 Professional services	4,213
33	684 Insurance	1,795
34	688 Regulatory commission expense	0
35	689 General expenses	1,191
36	Total Operating Expenses	60,885
37	403 Depreciation expense	4,669
38	407 SDWBA loan amortization expense	
39	408 Taxes other than income taxes	1,831
40	409 State corporate income tax expense	1,510
41	410 Federal corporate income tax expense	2,335
42	Total Operating Revenue Deductions	71,230
43	Utility Operating Income	11,045
44	421 Non-utility income	6,710
45	426 Miscellaneous non-utility expense	517
46	427 Interest expense	575
47	Net Income	16,663

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
117 TERRACE	1	12	130	400	
117 TERRACE	2	12	130	400	
117 TERRACE	3	12	130	400	

OTHER

Streams or springs location of diversion point	Flow in		(Unit)		Annual quantities diverted (Unit)
	Priority right		Diversions		
	Claim	Capacity	Max	Min	
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	1	1,053		1,053
49	670	Office salaries	2	4,540		4,540
50	671	Management salaries	1	20,000		20,000
51		Total	4	25,593		25,593

SCHEDULE J - ADVANCES FOR CONSTRUCTION

Balance beginning of year	
Additions during year	
Subtotal - Beginning balance plus additions during year	N/A
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	279	279
1-in	1	1
-in		
-in		
Total	280	280

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	280		280				280	
Industrial								
Other (specify)								
Subtotal	280		280				280	
Fire protection (Hydrants)		22	22					22
Total	280	22	302				280	22

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				6" Other sizes (specify)	Totals
				2 1/4 to 3 1/4	4"	6"	8"		
Concrete			Cast Iron						
Earth			Welded steel			6520		6520	
Wood			Standard screw						
Steel	1	5,000	Cement-asbestos		3000			3000	
Other			Plastic	3000		9000		12000	
			Other (specify)						
Total			Total	3000	3000	15620		21520	

DECLARATION

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

I, the undersigned (officer, partner or owner) General Manager of Rolling Green Utilities, Inc. (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 January 1, 2004, to and including December 31, 2004

Annie Peters
Signed

Manager
Title

8-10-05
Date