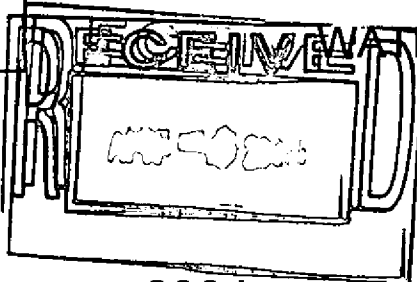


74

Received _____
Examined _____

CLASS D
WATER UTILITIES



U# _____

2004
ANNUAL REPORT
OF

WARRING WATER SERVICE, INC.
P.O. BOX 189
PIRU, CA 93040

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

(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)

Received _____
Examined _____

CLASS D
WATER UTILITIES

U# _____

2004
ANNUAL REPORT
OF

Warring Water Service, Inc.

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

P.O. Box 189 Piru, CA 93040

(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
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	281378
460	Unmetered	0
465	Irrigation	34963
462-480	Private Fire Protection	0
	Total Revenue	316341
	Operating Expenses	
610	Purchased Water	N/A
615	Purchased Power	39956
	Pump Taxes	8825
	Purchased Chemicals	2104
618	Other Vol. Related exp.	
630	Employee Labor	54000
640	Materials	7759
650	Contract Work	3577
	Water Testing	1626
660	Transportation Expense	19204
664	Other Plant Maintenance	
670	Office Salaries	12000
671	Management Salaries	12000
674	Employee Pensions and Benefits	24158
676	Uncollectables	
678	Office Service and Rentals	7260
681	Office Supplies and Expense	5874
682	Professional Services	3597
684	Insurance	14266
688	Regulatory Expense	
689	General Expense	5719
	Subtotal	221925
403	Depreciation Expense	25448
	Ad Valorem Taxes	7476
	Payroll taxes	4593
408	Taxes other than income	5564
409	State Income Tax	1775
410	Federal Income Tax	N/A
	Total Deductions	266781
	Net Revenue	49560
	Rate Base	

	Average Plant	1625913
	Average Depreciation Reserve	353683
	Net Plant	1387741
	Less: Advances	447345
	Less: Contributions	0
	Plus: Construction Work in Progress	0
	Plus: Working Cash	0
	Plus: Material & Supplies	735
	Rate Base	941131
	ROR=Net Rev/Rate Base	

CLASS D WATER UTILITIES

(HAVING LESS THAN 500 SERVICE CONNECTIONS)

Warring Water Service Inc.

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

P.O. Box 189 Piru, Ca 93040

(Official mailing address)

Piru, CA

(Service area-town and county)

GENERAL INFORMATION

RETURN ORIGINAL
TO COMMISSION
NO PHOTOCOPIES

- 1 If a corporation show:
 - (A) Date of organization 5/20/1952 incorporated in the State of California
 - (B) Names, titles and addresses of principal officers:
- 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:
 - (B) Person responsible for operations and services:
- 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)
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:

PUBLIC HEALTH STATUS

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

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

Joe Martinez D-2 #18120 T-2=14653

Ron Smith D-2 #18121

Gary Pace D-2 #18119

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____

NAME OF UTILITY Warring Water Service, Inc.

PHONE 805-524-3261

PERSON RESPONSIBLE FOR THIS REPORT Gary G Pace

(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	3970	3970	3970
3 Depreciable Plant	1501741	1742144	1621943
4 Gross Plant in Service	1505711	1746114	1625913
5 Less: Accumulated Depreciation	348993	358373	353683
6 Net Water Plant in Service	1156718	1387741	1272230
7 Water Plant Held for Future Use	NA	NA	NA
8 Construction Work in Progress	253519	0	126759
9 Materials and Supplies	735	735	735
10 Less: Advances for Construction	456244	447345	451795
11 Less: Contribution in Aid of Construction	0	0	0
12 Less: Accumulated Deferred Income and Investment Tax Credits	NA	NA	NA
13 Net Plant Investment	954728	941131	947930
CAPITALIZATION			
14 Common Stock	138100	138100	138100
15 Proprietary Capital (Individual or Partnership)	NA	NA	NA
16 Paid-in Capital	73484	82994	78239
17 Retained Earnings	25944	40421	33183
18 Common Stock and Equity (Lines 14 through 17)	237528	261515	249522
19 Preferred Stock	NA	NA	NA
20 Long-Term Debt	1127998	1071797	1099898
21 Notes Payable	71313	78232	74773
22 Total Capitalization (Lines 18 through 21)	1436839	1411544	1424192

(Revised 2/01)

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

20_____
(continued)

NAME OF UTILITY Warring Water Service, Inc. PHONE 805-524-3267

INCOME STATEMENT

	Annual Amount
23 Unmetered Water Revenue	0
24 Fire Protection Revenue	0
25 Irrigation Revenue	34963
26 Metered Water Revenue	281378
27 Total Operating Revenue	316341
28 <u>Operating Expenses</u>	
29 Depreciation Expense (Composite Rate _____)	25448
30 Amortization and Property Losses	0
31 Property Taxes	7476
32 Taxes Other Than Income Taxes	5564
33 Total Operating Revenue Deduction Before Taxes	38488
34 California Corp. Franchise Tax	1775
35 Federal Corporate Income Tax	0
36 Total Operating Revenue Deduction After Taxes	1775
37 Net Operating Income (Loss) - California Water Operations	276078
38 Other Operating and Nonoper. Income and Exp. - Net (Exclude Interest Expense)	226518
39 Income Available for Fixed Charges	49560
40 Interest Expense	35082
41 Net Income (Loss) Before Dividends	14478
42 Preferred Stock Dividends	0
43 Net Income (Loss) Available for Common Stock	14478

OTHER DATA

44 Refunds of Advances for Construction	27094
45 Total Payroll Charged to Operating Expenses	54000
46 Purchased Water	0
47 Power	39956

	(Exc. Fire Protect.)	Jan. 1	Dec. 31	Annual Average
48 Metered Service Connections		509	495	502
49 Flat Rate Service Connections				
50 Total Active Service Connections		458	453	456

**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: Not Applicable

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, 20__)

Line	Acct.	Assets	Balance	Acct.	Equity and Liabilities	Balance
1	101	Water plant in service	1746114	201	Common Stock (Corporations only)	138100
2	103	Water plant held for future use	0	211	Other paid-in capital (Corporations only)	82994
3	104	Water plant purchased or sold	0	215	Retained earnings	40422
4	105	Water plant construction work in progress	0	218	Proprietary capital	0
5	108	Accumulated depreciation of water plant	358373	224	Long term debt	1071797
6	114	Water plant acquisition adjustments	0		Current Liabilities	78231
7	124	Other investments	500	252	Advances for construction	
8	131	Cash	-9486	253	Other deferred credits	
9	141	Accounts receivable - customers	31797	255	Accumulated deferred investment tax credits	
10	142	Receivables from associated companies	0	282	Accumulated deferred income taxes - Acrs	
11	151	Materials and supplies	735		depreciation	
12	174	Other current assets	257	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	1411544		Total Equity and Liabilities	1411544

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	3970				3970
18	304	Structures	16203				16203
19	307	Wells	42727	186121			2288848
20	317	Other water source plant	4301				4301
21	311	Pumping equipment	41152	67398			108550
22	320	Water treatment plant	12429				12429
23	330	Reservoirs tanks and sandpipes	487966				487966
24	331	Water mains	736116				736116
25	333	Services and meter installations	38064				38064
26	334	Meters	34559	1060			35620
27	335	Hydrants	17073				17073
28	339	Other equipment	10455				10455
29	340	Office furniture and equipment	18428	2392			20319
30	341	Transportation equipment	26250				26250
31		Total water plant in service	1489693	256971			1746114

* 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	332974		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	25448		
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			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	358422		
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 1381 , \$100 par)	138100	List persons owning more than 5% of outstanding stock
	2	Preferred - (Shares , \$ par)		and number of shares owned by each:
	3	Dividends - Common Rate - \$		Jill Giddings 690.5
	4	- Preferred Rate - \$		Gary G Pace 690.5

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	SBA Loan	1994	2024	580000	451095	4		
6	SCVB	2002/03	2012	182000	164798	8.75		
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	34963
13	470 Metered water revenue	281378
14	480 Other water revenue	
15	Total Operating Revenue	316341
16	Operating revenue deductions	XXXXXXXXXX
17	Operating expenses	XXXXXXXXXX
18	610 Purchased water	NA
19	615 Power	39956
20	618 Other volume related expenses	10929
21	630 Employee labor	54000
22	640 Materials	7759
23	650 Contract work	5203
24	660 Transportation expenses	19204
25	664 Other plant maintenance expense	
26	670 Office salaries	12000
27	671 Management salaries	12000
28	674 Employee pensions and benefits	24158
29	676 Uncollectible accounts expense	
30	678 Office services and rentals	7260
31	681 Office supplies and expense	5874
32	682 Professional services	3597
33	684 Insurance	14266
34	688 Regulatory commission expense	
35	689 General expenses	5719
36	Total Operating Expenses	221925
37	403 Depreciation expense	25448
38	407 SDWBA loan amortization expense	
39	408 Taxes other than income taxes	17634
40	409 State corporate income tax expense	1775
41	410 Federal corporate income tax expense	
42	Total Operating Revenue Deductions	44857
43	Utility Operating Income	49559
44	421 Non-utility income	
45	426 Miscellaneous non-utility expense	
46	427 Interest expense	35082
47	Net Income	14477

SCHEDULE G - SOURCES OF SUPPLY AND WATER DEVELOPED WELLS

Location	No.	Diam. Inch	Depth to water feet	Pumpin capacit (g.p.m.)	Annual quantities pumped
3880 Camulos	1	18	129	400	
3880 Camulos	2	18	129	470	
3880 Camulos	3	20	140	1500	

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 Charge to Expense	Salaries Charged to Plant Accounts	Total Salaries and Wages Paid
48	630	Employee Labor		54000		5400
49	670	Office salaries		12000		12000
50	671	Management salaries		12000		12000
51		Total		78000		78000

SCHEDULE J - ADVANCES FOR CONSTRUCTION

Balance beginning of year	474439
Additions during year	
Subtotal - Beginning balance plus additions during year	474439
Refunds	37094
Transfers to Acct. 271 - Contributions in Aid of Construction	
Balance end of year	447356

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	448		448	42		42	490	
Industrial	3		3				3	
Other (specify)								
Irrigation	2		2				2	
Subtotal								
Fire protection (Hydrants)								
Total	453		453	42		42	495	

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)

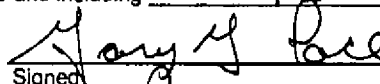
Description	No.	Combined capacity in gallons	Description	2" and	2 1/4 to	4"	6"	8"	Totals
				under	3 1/4		Other sizes (specify)		
Concrete			Cast Iron						
Earth			Welded steel						
Wood			Standard screw						
Steel	1	1.1 MG	Cement-asbestos		6230		9050		16325
Other			Plastic	2669		11643			
			Other (specify)						
			10" PVC	13900					
			12" PVC	5171					
Total	1	1.1 MG	Total						

DECLARATION

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

I, the undersigned (officer, partner or owner) of _____ Warring Water Service, Inc 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 _____
 Pres.

Title _____
 Date 3/31/05