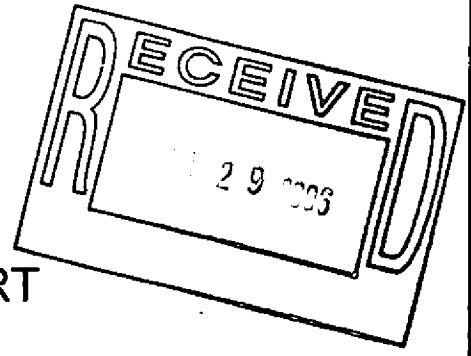


Received _____
Examined _____

CLASS D  
WATER UTILITIES

U# \_\_\_\_\_



2005  
ANNUAL REPORT  
OF

Warring Water Serv.

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

\_\_\_\_\_  
(OFFICIAL MAILING ADDRESS) ZIP

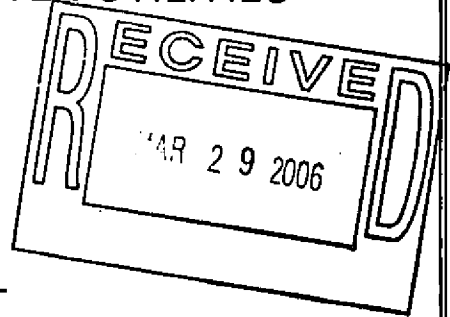
TO THE  
PUBLIC UTILITIES COMMISSION  
STATE OF CALIFORNIA  
FOR THE  
YEAR ENDED DECEMBER 31, 2005

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

Received \_\_\_\_\_  
Examined \_\_\_\_\_

CLASS D  
WATER UTILITIES

U# \_\_\_\_\_



2005  
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, 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 calendar year, from January 1 through December 31. Fiscal year reports will not be accepted.

<b>Account Number</b>	<b>Operating Revenue</b>	
470	Metered	295104
460	Unmetered	0
465	Irrigation	47394
462-480	Private Fire Protection	0
	<b>Total Revenue</b>	<b>342498</b>
	<b>Operating Expenses</b>	
610	Purchased Water	NA
615	Purchased Power	34995
	Pump Taxes	22085
	Purchased Chemicals	3113
618	Other Vol. Related exp.	0
630	Employee Labor	52000
640	Materials	7799
650	Contract Work	8094
	Water Testing	1792
660	Transportation Expense	21050
664	Other Plant Maintenance	0
670	Office Salaries	13000
671	Management Salaries	13000
674	Employee Pensions and Benefits	27116
676	Uncollectables	0
678	Office Service and Rentals	6594
681	Office Supplies and Expense	6209
682	Professional Services	5963
684	Insurance	10737
688	Regulatory Expense	0
689	General Expense	5653
	<b>Subtotal</b>	<b>239200</b>
403	Depreciation Expense	40277
	Ad Valorem Taxes	7840
	Payroll taxes	4326
408	Taxes other than income	6534
409	State Income Tax	831
410	Federal Income Tax	NA
	<b>Total Deductions</b>	<b>59808</b>
	<b>Net Revenue</b>	<b>43490</b>
	<b>Rate Base</b>	

	Average Plant	1736822
	Average Depreciation Reserve	367136
	Net Plant	1369685
	Less: Advances	435296
	Less: Contributions	0
	Plus: Construction Work in Progress	0
	Plus: Working Cash	0
	Plus: Material & Supplies	735
	<b>Rate Base</b>	<b>935124</b>
	<b>ROR=Net Rev/Rate Base</b>	

# 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 CA
  - (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

- 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-Nov
X		
X		

**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

PHONE 805-524-3261

PERSON RESPONSIBLE FOR THIS REPORT GARY G PACE

(Prepared from Information in the 2005 Annual Report)

	1/1/2005	12/31/2005	Average
<b>BALANCE SHEET DATA</b>			
1 Intangible Plant	0	0	0
2 Land and Land Rights	3970	3970	3970
3 Depreciable Plant	1742144	1723560	1732852
4 Gross Plant in Service	1746114	1727530	1736822
5 Less: Accumulated Depreciation	358373	375900	367136
6 Net Water Plant in Service	1387741	1351630	1369685
7 Water Plant Held for Future Use	NA	NA	NA
8 Construction Work in Progress	0	0	0
9 Materials and Supplies	735	735	735
10 Less: Advances for Construction	447345	435296	441320
11 Less: Contribution in Aid of Construction	0	0	0
12 Less: Accumulated Deferred Income and Investment Tax Credits	0	0	0
13 Net Plant Investment	941131	917069	929100
<b>CAPITALIZATION</b>			
14 Common Stock	138100	138100	138100
15 Proprietary Capital (Individual or Partnership)	NA	NA	NA
16 Paid-in Capital	82994	232468	157731
17 Retained Earnings	40421	46074	43247
18 Common Stock and Equity (Lines 14 through 17)	0	0	0
19 Preferred Stock	0	0	0
20 Long-Term Debt	1071797	879404	975600
21 Notes Payable	78232	82766	80499
22 Total Capitalization (Lines 18 through 21)	1411544	1378812	1395178

(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

		Annual Amount
<b>INCOME STATEMENT</b>		
23	Unmetered Water Revenue	0
24	Fire Protection Revenue	0
25	Irrigation Revenue	47394
26	Metered Water Revenue	295105
27	Total Operating Revenue	342499
28	<u>Operating Expenses</u>	0
29	Depreciation Expense (Composite Rate _____)	40277
30	Amortization and Property Losses	0
31	Property Taxes	7840
32	Taxes Other Than Income Taxes	6535
33	Total Operating Revenue Deduction Before Taxes	54652
34	California Corp. Franchise Tax	831
35	Federal Corporate Income Tax	0
36	Total Operating Revenue Deduction After Taxes	831
37	Net Operating Income (Loss) - California Water Operations	287016
38	Other Operating and Nonoper. Income and Exp. - Net (Exclude Interest Expense)	243496
39	Income Available for Fixed Charges	43520
40	Interest Expense	37836
41	Net Income (Loss) Before Dividends	5684
42	Preferred Stock Dividends	0
43	Net Income (Loss) Available for Common Stock	5684
<b>OTHER DATA</b>		
44	Refunds of Advances for Construction	12049
45	Total Payroll Charged to Operating Expenses	56326
46	Purchased Water	NA
47	Power	34995

<u>Active Service Connections</u>		<u>(Exc. Fire Protect.)</u>		Annual Average
		Jan. 1	Dec. 31	
48	Metered Service Connections	495	505	500
49	Flat Rate Service Connections			
50	Total Active Service Connections	453	467	460

**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: NA \_\_\_\_\_  
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: NA

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					
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	1727531	201	Common Stock (Corporations only)	138100
2	103	Water plant held for future use	0	211	Other paid-in capital (Corporations only)	232468
3	104	Water plant purchased or sold	0	215	Retained earnings	46074
4	105	Water plant construction work in progress	0	218	Proprietary capital	0
5	108	Accumulated depreciation of water plant	375950	224	Long term debt	879404
6	114	Water plant acquisition adjustments			Current Liabilities	82766
7	124	Other investments	500	252	Advances for construction	0
8	131	Cash	-3869	253	Other deferred credits	0
9	141	Accounts receivable - customers	29627	255	Accumulated deferred investment tax credits	0
10	142	Receivables from associated companies		282	Accumulated deferred income taxes - Acrs	0
11	151	Materials and supplies	735		depreciation	
12	174	Other current assets	238	283	Accumulated deferred income taxes - other	0
13	180	Deferred charges		271	Contributions in aid of construction	0
14				272	Accumulated amortization of contributions	0
15		<b>Total Assets</b>	<b>1378812</b>		<b>Total Equity and Liabilities</b>	<b>1378812</b>

**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	228848				228848
20	317	Other water source plant	4301		4301		
21	311	Pumping equipment	108550				108550
22	320	Water treatment plant	12429				12429
23	330	Reservoirs tanks and sandpipes	487966				487966
24	331	Water mains	736116	3851			739967
25	333	Services and meter installations	38064				38064
26	334	Meters	35620	266			35886
27	335	Hydrants	17073				17073
28	339	Other equipment	10455	4301			14756
29	340	Office furniture and equipment	20139				20319
30	341	Transportation equipment	26250		22750		3500
31		<b>Total water plant in service</b>	<b>1764164</b>	<b>8418</b>	<b>27051</b>		<b>1727531</b>

\* 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	358422		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	40277		
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	22750		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			
46	(1) Explanation of all other credits			
47	(2) Explanation of all other debits	375950		

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

Line				
1	Common - (Shares	\$	par)	138100
2	Preferred - (Shares	\$	par)	
3	Dividends - Common	Rate - \$		
4	- Preferred	Rate - \$		

List persons owning more than 5% of outstanding stock and number of shares owned by each:  
 JILL GIDDINGS 690.5  
 GARY 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	SBC LOAN	1994	2024	580000	435241	4%		
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	47394
13	470 Metered water revenue	295105
14	480 Other water revenue	
15	Total Operating Revenue	342499
16	Operating revenue deductions	XXXXXXXXXX
17	Operating expenses	XXXXXXXXXX
18	610 Purchased water	NA
19	615 Power	34995
20	618 Other volume related expenses	25198
21	630 Employee labor	52000
22	640 Materials	7799
23	650 Contract work	9886
24	660 Transportation expenses	21050
25	664 Other plant maintenance expense	
26	670 Office salaries	13000
27	671 Management salaries	13000
28	674 Employee pensions and benefits	2716
29	676 Uncollectible accounts expense	
30	678 Office services and rentals	6594
31	681 Office supplies and expense	6209
32	682 Professional services	5963
33	684 Insurance	10737
34	688 Regulatory commission expense	
35	689 General expenses	5653
36	Total Operating Expenses	239200
37	403 Depreciation expense	40277
38	407 SDWBA loan amortization expense	
39	408 Taxes other than income taxes	18701
40	409 State corporate income tax expense	831
41	410 Federal corporate income tax expense	0
42	Total Operating Revenue Deductions	59809
43	Utility Operating Income	
44	421 Non-utility income	
45	426 Miscellaneous non-utility expense	
46	427 Interest expense	37836
47	Net Income	5654

**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
3880 CAMULOS	1	18	129	400	
3880 CAMULOS	2	18	129	470	
3880 CAMULOS	4	20	140	1500	

**OTHER**

Streams or springs location of diversion point	Flow in		(Unit)	Annual quantities diverted (Unit)
	Priority right	Diversions		
	Claim	Capacity	Ma	Min
Purchased water (unit)			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			
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	2	52000		52000
49	670	Office salaries		13000		13000
50	671	Management salaries		13000		13000
51		Total		78000		78000

**SCHEDULE J - ADVANCES FOR CONSTRUCTION**

Balance beginning of year	447356
Additions during year	
Subtotal - Beginning balance plus additions during year	447356
Refunds	12049
Transfers to Acct. 271 - Contributions in Aid of Construction	
Balance end of year	435296

**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	461		461	38		38	499	
Industrial	3		3				3	
Other (specify)								
Subtotal	3		3				3	
Fire protection (Hydrants)								
Total	467		467	38		38	505	

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"	4"	4"		
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 WARDING WATER SERVICE 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 1-1, 2005 to and including 12-31, 2005

Signed

Title

Date

*Tom M. Lee*  
*Manager*  
3/24/06