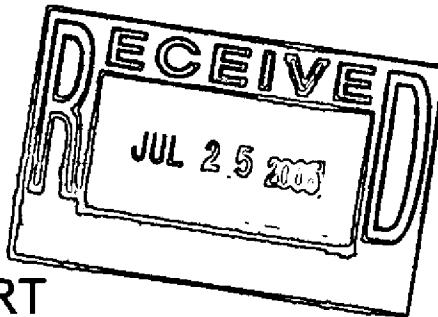


✓✓

Received _____
Examined _____

CLASS D
WATER UTILITIES

U# _____



2004
ANNUAL REPORT
OF

DOUGLAS F. ELLIOTT DBA

WATERTEK - GRANDVIEW GARDENS
(NAME UNDER WHICH CORPORATION, PARTNERSHIP, OR INDIVIDUAL IS DOING BUSINESS)

1314 E. SPRINGVILLE AVE.

PORTERVILLE CA 93257
(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)

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

DOUGLAS F. ELLIOTT DBA WATERTEK-GRANDVIEW

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

GARDENS

1314 E SPRINGVILLE AVE, PORTERVILLE, CA 93257

(Official mailing address)

1863 N MASTON ST PORTERVILLE, TULARE COUNTY

(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:

DOUGLAS F ELLIOTT 1314 E SPRINGVILLE AVE PORTERVILLE CA 93257
 CATHERINE J ELLIOTT 1314 E SPRINGVILLE AVE PORTERVILLE CA 93257
- 3 Name and telephone number of:
 - (A) One person listed above to receive correspondence: CATHERINE J. ELLIOTT 559 793-1870
 - (B) Person responsible for operations and services: DOUGLAS F ELLIOTT 559 793-1870
- 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: N/A

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	9/04
X		12/16/04
X		6/1/04

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.

Account Number	Operating Revenue	
470	Metered	
460	Unmetered	56857
465	Irrigation	
462-480	Private Fire Protection	
	Total Revenue	56857
	Operating Expenses	
610	Purchased Water	
615	Purchased Power	5356
	Pump Taxes	
	Purchased Chemicals	733
618	Other Vol. Related exp.	
630	Employee Labor	
640	Materials	185
650	Contract Work	404
	Water Testing	1888
660	Transportation Expense	216
664	Other Plant Maintenance	5084
670	Office Salaries	9900
671	Management Salaries	11150
674	Employee Pensions and Benefits	-
676	Uncollectables	-
678	Office Service and Rentals	3375
681	Office Supplies and Expense	2274
682	Professional Services	848
684	Insurance	1179
688	Regulatory Expense	795
689	General Expense	83
	Subtotal	43470
403	Depreciation Expense	619
	Ad Valorem Taxes	
	Payroll taxes	2128
408	Taxes other than income	2528
409	State Income Tax	-
410	Federal Income Tax	-
	Total Deductions	48745
	Net Revenue	8112

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

2004

NAME OF UTILITY WATERTEK-GRANDVIEW GARDENS PHONE 659 793-1870

PERSON RESPONSIBLE FOR THIS REPORT CATHERINE J ELLIOTT

(Prepared from Information in the 2004 Annual Report)

	<u>11/1/04</u>	<u>12/31/04</u>	<u>Average</u>
BALANCE SHEET DATA			
1 Intangible Plant	<u>28350</u>	<u>28350</u>	<u>28350</u>
2 Land and Land Rights	<u>15000</u>	<u>15000</u>	<u>15000</u>
3 Depreciable Plant	<u>4771</u>	<u>4771</u>	<u>4771</u>
4 Gross Plant in Service	<u>48121</u>	<u>48121</u>	<u>48121</u>
5 Less: Accumulated Depreciation	<u>(1059)</u>	<u>(1059)</u>	<u>(1059)</u>
6 Net Water Plant in Service	<u>47062</u>	<u>47062</u>	<u>47062</u>
7 Water Plant Held for Future Use			
8 Construction Work in Progress			
9 Materials and Supplies			
10 Less: Advances for Construction	<u>()</u>	<u>()</u>	<u>()</u>
11 Less: Contribution in Aid of Construction	<u>()</u>	<u>()</u>	<u>()</u>
12 Less: Accumulated Deferred Income and Investment Tax Credits	<u>()</u>	<u>()</u>	<u>()</u>
13 Net Plant Investment	<u>47062</u>	<u>47062</u>	<u>47062</u>
CAPITALIZATION			
14 Common Stock	<u>75</u>	<u>75</u>	<u>75</u>
15 Proprietary Capital (Individual or Partnership)			
16 Paid-in Capital			
17 Retained Earnings	<u>4251</u>	<u>10319</u>	<u>7275</u>
18 Common Stock and Equity (Lines 14 through 17)	<u>4306</u>	<u>10394</u>	<u>7350</u>
19 Preferred Stock			
20 Long-Term Debt			
21 Notes Payable	<u>45379</u>	<u>44079</u>	<u>44729</u>
22 Total Capitalization (Lines 18 through 21)	<u>51510</u>	<u>54473</u>	<u>52992</u>

(Revised 2/01)

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

2004
(continued)

NAME OF UTILITY WATERTEK - GRANDVIEW GARDENS PHONE 559 793-1870

INCOME STATEMENT		Annual Amount
23	Unmetered Water Revenue	<u>56857</u>
24	Fire Protection Revenue	<u> </u>
25	Irrigation Revenue	<u> </u>
26	Metered Water Revenue	<u> </u>
27	Total Operating Revenue	<u>56857</u>
28	<u>Operating Expenses</u>	<u>43470</u>
29	Depreciation Expense (Composite Rate _____)	<u>619</u>
30	Amortization and Property Losses	<u> </u>
31	Property Taxes	<u>2028</u>
32	Taxes Other Than Income Taxes	<u>2628</u>
33	Total Operating Revenue Deduction Before Taxes	<u>48745</u>
34	California Corp. Franchise Tax	<u> </u>
35	Federal Corporate Income Tax	<u> </u>
36	Total Operating Revenue Deduction After Taxes	<u>48745</u>
37	Net Operating Income (Loss) - California Water Operations	<u>8112</u>
38	Other Operating and Nonoper. Income and Exp. - Net (Exclude Interest Expense)	<u> </u>
39	Income Available for Fixed Charges	<u>8112</u>
40	Interest Expense	<u>2029</u>
41	Net Income (Loss) Before Dividends	<u>6088</u>
42	Preferred Stock Dividends	<u> </u>
43	Net Income (Loss) Available for Common Stock	<u> </u>

OTHER DATA

44	Refunds of Advances for Construction	<u> </u>
45	Total Payroll Charged to Operating Expenses	<u>21050</u>
46	Purchased Water	<u> </u>
47	Power	<u>5356</u>

<u>Active Service Connections</u>		(Exc. Fire Protect.) _____	Jan. 1	Dec. 31	Annual Average
48	Metered Service Connections		<u>100</u>	<u>98</u>	<u>99</u>
49	Flat Rate Service Connections		<u>100</u>	<u>98</u>	<u>99</u>
50	Total Active Service Connections		<u>100</u>	<u>98</u>	<u>99</u>

**CLASS B, C AND D WATER COMPANIES
SAFE DRINKING WATER BOND ACT DATA**

N/A

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:

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: _____

N/A

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					
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	48121	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	10319
4	105	Water plant construction work in progress		218	Proprietary capital	75
5	108	Accumulated depreciation of water plant	(1059)	224	Long term debt	44079
6	114	Water plant acquisition adjustments			Current Liabilities	4347
7	124	Other investments		252	Advances for construction	
8	131	Cash	2499	253	Other deferred credits	4653
9	141	Accounts receivable - customers	13718	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	194	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	63473		Total Equity and Liabilities	63473

SCHEDULE B - WATER PLANT IN SERVICE

Line	Acct	Title of Account	Balance Beg of Year	Pit Additions During year	Pit Retirements During year	Other Debits or (Credits)	Balance End of year
16	301	Intangible plant	28350				28350
17	303	Land	15000				15000
18	304	Structures					
19	307	Wells					
20	317	Other water source plant	392				392
21	311	Pumping equipment	206				206
22	320	Water treatment plant	1097				1097
23	330	Reservoirs tanks and sandpipes					
24	331	Water mains					
25	333	Services and meter installations					
26	334	Meters					
27	335	Hydrants					
28	339	Other equipment					
29	340	Office furniture and equipment	2439	637			3076
30	341	Transportation equipment					
31		Total water plant in service	47484	637			48121

* 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	440		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	619		
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	1619		covered by this report \$
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	1059		
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	\$	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		3/31/04	2/23/18	44340	44079	6%		2029
6								
7								
8	Totals			44340	44079	6%		2029

SCHEDULE F - INCOME STATEMENT

9	Operating revenues	xxxxxxxxxx
10	460 Unmetered water revenue	56857
11	462 Fire protection revenue	
12	465 Irrigation revenue	
13	470 Metered water revenue	
14	480 Other water revenue	
15	Total Operating Revenue	56857
16	Operating revenue deductions	xxxxxxxxxx
17	Operating expenses	xxxxxxxxxx
18	610 Purchased water	
19	615 Power	5356
20	618 Other volume related expenses	733
21	630 Employee labor	
22	640 Materials	185
23	650 Contract work	2292
24	660 Transportation expenses	216
25	664 Other plant maintenance expense	5084
26	670 Office salaries	9900
27	671 Management salaries	11150
28	674 Employee pensions and benefits	-
29	676 Uncollectible accounts expense	-
30	678 Office services and rentals	3375
31	681 Office supplies and expense	2279
32	682 Professional services	848
33	684 Insurance	1179
34	688 Regulatory commission expense	795
35	689 General expenses	83
36	Total Operating Expenses	43470
37	403 Depreciation expense	619
38	407 SDWBA loan amortization expense	
39	408 Taxes other than income taxes	4656
40	409 State corporate income tax expense	
41	410 Federal corporate income tax expense	
42	Total Operating Revenue Deductions	48745
43	Utility Operating Income	8112
44	421 Non-utility income	
45	426 Miscellaneous non-utility expense	
46	427 Interest expense	2024
47	Net Income	6088

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
PORTERVILLE		12		150	

OTHER

Streams or springs location of diversion point	Flow in		(Unit)		Annual quantities diverted (Unit)
	Priority right		Max	Min	
	Claim	Capacity			
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	-	-	-	-
49	670	Office salaries	1	9900		9900
50	671	Management salaries	1	11150		11150
51		Total	1	21050		21050

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		98	98		2	2		100
Industrial								
Other (specify)								
Subtotal		98	98		2	2		100
Fire protection (Hydrants)								
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	Footages				Totals
				2" and under	2 1/4 to 3 1/4	4"	Other sizes (specify)	
Concrete			Cast iron					
Earth			Welded steel					
Wood			Standard screw					
Steel			Cement-asbestos					
Other			Plastic					
			Other (specify)					
Total			Total					

DECLARATION

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

I, the undersigned (officer, partner or owner) of WATERTEK - GRANDVIEW GARDENS (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

Catherine Ellsott

Signed OFFICE MANAGER

Title 6/19/05

Date