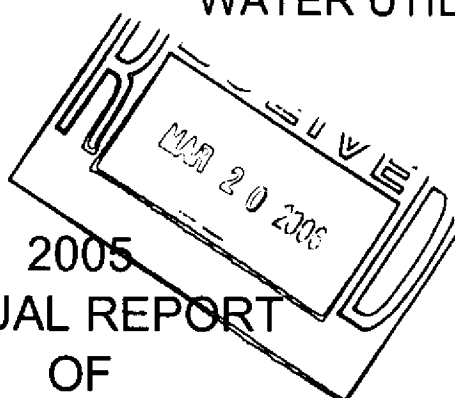


J 4

Received _____
Examined _____

CLASS D
WATER UTILITIES

U# _____



2005
ANNUAL REPORT
OF

DOUGLAS F. ELLIOTT dba WATERTEK - GRANDVIEW GARDENS

SAME

(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, 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.

Account Number	Operating Revenue	
470	Metered	
460	Unmetered	55673
465	Irrigation	
462-480	Private Fire Protection	
	Total Revenue	55,673
	Operating Expenses	
610	Purchased Water	
615	Purchased Power	5483
	Pump Taxes	
	Purchased Chemicals	
618	Other Vol. Related exp.	931
630	Employee Labor	
640	Materials	152
650	Contract Work	359
	Water Testing	2054
660	Transportation Expense	478
664	Other Plant Maintenance	11528
670	Office Salaries	10800
671	Management Salaries	7500
674	Employee Pensions and Benefits	
676	Uncollectables	1441
678	Office Service and Rentals	2250
681	Office Supplies and Expense	2771
682	Professional Services	216
684	Insurance	1145
688	Regulatory Expense	
689	General Expense	163
	Subtotal	47271
403	Depreciation Expense	883
	Ad Valorem Taxes	
	Payroll taxes	1821
408	Taxes other than income	1026
409	State Income Tax	
410	Federal Income Tax	
	Total Deductions	51001
	Net Revenue	4672

Average Plant	48401
Average Depreciation Reserve	5935
Net Plant	42466
Less: Advances	—
Less: Contributions	—
Plus: Construction Work in Progress	—
Plus: Working Cash	2417
Plus: Material & Supplies	—
Rate Base .20 (OPER RATIO)	9455
ROR=Net Rev/Rate Base	.49

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

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)

W. NORTH GRAND 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:

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	6/04
X		MONTHLY
X		2005
N/A		
		ANNUAL

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 WATERTEK - GRANDVIEW GARDENS PHONE (559) 793-1870

PERSON RESPONSIBLE FOR THIS REPORT _____

(Prepared from Information in the 2005 Annual Report)

	1/1/05	12/31/05	Average
BALANCE SHEET DATA			
1 Intangible Plant			
2 Land and Land Rights	43350	43350	43350
3 Depreciable Plant	4770	5332	5057
4 Gross Plant in Service	48120	48682	48401
5 Less: Accumulated Depreciation	5493	6376	5935
6 Net Water Plant in Service	42627	42306	42466
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	42627	42306	42466
CAPITALIZATION			
14 Common Stock			
15 Proprietary Capital (Individual or Partnership)	4293	6888	5591
16 Paid-in Capital	75	75	75
17 Retained Earnings			
18 Common Stock and Equity (Lines 14 through 17)	4368	6963	5666
19 Preferred Stock			
20 Long-Term Debt	44079	40354	42216
21 Notes Payable			
22 Total Capitalization (Lines 18 through 21)	48447	47317	47882

(Revised 2/01)

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

2005
(continued)

NAME OF UTILITY WATERTEK-GRANDKREW GARDENS PHONE (559) 793-1870

INCOME STATEMENT		Annual Amount
23	Unmetered Water Revenue	<u>55673</u>
24	Fire Protection Revenue	<u> </u>
25	Irrigation Revenue	<u> </u>
26	Metered Water Revenue	<u> </u>
27	Total Operating Revenue	<u>55673</u>
28	<u>Operating Expenses</u>	<u>46933</u>
29	Depreciation Expense (Composite Rate _____)	<u>883</u>
30	Amortization and Property Losses	<u> </u>
31	Property Taxes	<u>443</u>
32	Taxes Other Than Income Taxes	<u>2647</u>
33	Total Operating Revenue Deduction Before Taxes	<u>50906</u>
34	California Corp. Franchise Tax	<u> </u>
35	Federal Corporate Income Tax	<u> </u>
36	Total Operating Revenue Deduction After Taxes	<u>50906</u>
37	Net Operating Income (Loss) - California Water Operations	<u>4767</u>
38	Other Operating and Nonoper. Income and Exp. - Net (Exclude Interest Expense)	<u> </u>
39	Income Available for Fixed Charges	<u>3671</u>
40	Interest Expense	<u>2040</u>
41	Net Income (Loss) Before Dividends	<u>1631</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>18300</u>
46	Purchased Water	<u> </u>
47	Power	<u>5483</u>

<u>Active Service Connections</u>		(Exc. Fire Protect.) _____	Jan. 1	Dec. 31	Annual Average
48	Metered Service Connections		<u>98</u>	<u>98</u>	<u>98</u>
49	Flat Rate Service Connections		<u>98</u>	<u>98</u>	<u>98</u>
50	Total Active Service Connections		<u>98</u>	<u>98</u>	<u>98</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, 2025)

Line	Acct.	Assets	Balance	Acct.	Equity and Liabilities	Balance
1	101	Water plant in service	48682	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	
4	105	Water plant construction work in progress	—	218	Proprietary capital	6833
5	108	Accumulated depreciation of water plant	(6376)	224	Long term debt	40354
6	114	Water plant acquisition adjustments			Current Liabilities	1112
7	124	Other investments		252	Advances for construction	
8	131	Cash	540	253	Other deferred credits	4634
9	141	Accounts receivable - customers	9770	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	317	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	52933		Total Equity and Liabilities	52933

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					
17	303	Land	43350	—	—	—	43350
18	304	Structures					
19	307	Wells					
20	317	Other water source plant					
21	311	Pumping equipment	205	—	—	—	205
22	320	Water treatment plant					
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	1489	—	—	—	1489
29	340	Office furniture and equipment	3076	562	—	—	3638
30	341	Transportation equipment					
31		Total water plant in service	48120	562			48682

* 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	5493		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	883		
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	883		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	6376		
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 and number of shares owned by each:
	2	Preferred - (Shares , \$ par)		N/A	
	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	NOTE KAYSMITH	2/1/03	2/1/33	43972	40354	9%	2040	2040
6								
7								
8	Totals	2/1/03	2/1/33	43972	40354	9%	2040	2040

SCHEDULE F - INCOME STATEMENT

9	Operating revenues	xxxxxxxxxxx
10	460 Unmetered water revenue	55673
11	462 Fire protection revenue	
12	465 Irrigation revenue	
13	470 Metered water revenue	
14	480 Other water revenue	
15	Total Operating Revenue	55673
16	Operating revenue deductions	xxxxxxxxxxx
17	Operating expenses	xxxxxxxxxxx
18	610 Purchased water	
19	615 Power	5483
20	618 Other volume related expenses	931
21	630 Employee labor	
22	640 Materials	152
23	650 Contract work	2413
24	680 Transportation expenses	478
25	664 Other plant maintenance expense	11528
26	670 Office salaries	10800
27	671 Management salaries	7500
28	674 Employee pensions and benefits	
29	676 Uncollectible accounts expense	1441
30	678 Office services and rentals	2250
31	681 Office supplies and expense	2771
32	682 Professional services	216
33	684 Insurance	1145
34	688 Regulatory commission expense	
35	689 General expenses	163
36	Total Operating Expenses	47271
37	403 Depreciation expense	883
38	407 SDWBA loan amortization expense	
39	408 Taxes other than income taxes	2847
40	409 State corporate income tax expense	
41	410 Federal corporate income tax expense	
42	Total Operating Revenue Deductions	51001
43	Utility Operating Income	4672
44	421 Non-utility income	
45	426 Miscellaneous non-utility expense	
46	427 Interest expense	2040
47	Net Income	2632

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
1863 N MASTON	1	8	27	125	10,731,000 GAL
1863 N MASTON	1	12	14	80	

OTHER

Streams or springs location of diversion point	Flow in		(Unit) Divisions		Annual quantities diverted (Unit)
	Priority right	Capacity	Max	Min	
N/A					
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				
49	670	Office salaries	1	10800		10800
50	671	Management salaries	1	7500		7500
51		Total	2	18300		18300

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		
1-in	N/A	
-in		
-in		
Total		

SCHEDULE L - METER-TESTING DATA

Number of meters tested during year	
1 Used, before repair...	N/A
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		97	97		2	2		99
Industrial								
Other (specify) COMMERCIAL		1	1					1
Subtotal		98	98		2	2		100
Fire protection (Hydrants)		5	5					5
Total		103	103		2	2		105

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 5" Other sizes (specify)				Totals
				2" and under	3 1/4"	4"	5"	
Concrete			Cast Iron					
Earth			Welded steel					
Wood			Standard screw					
Steel	2	3500	Cement-asbestos		1230	1863	456	3549
Other			Plastic		300			300
			Other (specify)					
Total	2	3500	Total		1530	1863	456	3849

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, 2005, to and including DECEMBER 31, 2005

Catherine Elliott

Signed OFFICE MANAGER

Title 3/11/06

Date