

Received _____
Examined _____

**CLASS B and C
WATER UTILITIES**

U# _____

INSTRUCTIONS

**1994
ANNUAL REPORT
OF**

ANTELOPE VALLEY WATER COMPANY

21718 SOUTH ALAMEDA STREET

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

P. O. BOX 9351, LONG BEACH, CA 90810

(OFFICIAL MAILING ADDRESS)

ZIP

**TO THE
PUBLIC UTILITIES COMMISSION
STATE OF CALIFORNIA
FOR THE
YEAR ENDED DECEMBER 31, 1994**

REPORT MUST BE FILED NOT LATER THAN MARCH 31, 1995
(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
AUDITING AND COMPLIANCE BRANCH
505 VAN NESS AVENUE, ROOM 3251
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, not by a public accountant.
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 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 a 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.

I N S T R U C T I O N S

FOR PREPARATION OF

SELECTED FINANCIAL DATA SHEET

FOR CLASS A, B, C AND D, WATER UTILITIES

To prepare the attached data sheets, refer to the Balance Sheet, Income Statement and supporting detail schedules in the annual report for the required data.

Please follow the instruction below:

1. Common plant allocated to water should be indicated with water plant figures in Net Plant Investment.
2. The capitalization section for those reporting on both California Only and Total System Forms should be identical and completed with Total Company Data. Be sure that Advances for Construction include California water data only.
3. Complete the operation section with California water revenues and expenses, but if necessary, remove interdepartmental revenues and expenses.
4. All other utility and nonutility revenues and expenses are netted on Line No. 38.

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

Name of Utility ANTELOPE VALLEY WATER COMPANY

Preparer of this report CINDY CHU

Phone: 310-834-2625

(Source: Information in 1994 Annual Report)

(Omit Cents)

BALANCE SHEET DATA

	1/1/94	12/31/94	Annual Average	
1 Intangible Plant	8,605	8,605	8,605	1
2 Land	14,765	80,921	47,843	2
* 3 Depreciable Plant	2,097,762	2,301,893	2,199,828	3 *
* 4 Gross Plant in Service	2,121,132	2,391,419	2,256,276	4 *
* 5 Less: Accum. Depreciation	636,690	691,990	664,340	5 *
6 Net Water Plant in Service	1,484,442	1,699,429	1,591,935	6
7 Water Plant held for Future Use			0	7
8 Construction Work in Progress	6,461	2,627	4,544	8
9 Materials and Supplies			0	9
10 Less: Advances for Construction	651,903	639,066	645,484	10
11 Contrib. in Aid of Constr.	108,133	104,971	106,552	11
12 Accu. Deferred Income Tax Credit	14,075	13,403	13,739	12
* 13 Net Plant Investment	716,792	944,616	830,704	13 *

CAPITALIZATION

14 Common Stock	153,915	153,915	153,915	14
15 Proprietary Cap. (Ind. or Part.)			0	15
16 Paid-in Capital	743,801	743,801	743,801	16
17 Retained Earnings	634,090	379,926	507,008	17
* 18 Common Equity (Lines 14-17)	1,531,806	1,277,641	1,404,724	18 *
19 Preferred Stock			0	19
20 Long-Term Debt			0	20
21 Notes Payable			0	21
22 Total Capitaliz. (Lines 18-22)	1,531,806	1,277,641	1,404,724	22

INCOME STATEMENT

	Annual Amount	
** 23 Unmetered Water Revenue		23 *
24 Fire Protection Revenue		24
25 Irrigation Revenue		25
** 26 Metered Water Revenue	569,217	26 *
* 27 Total Operating Revenue	569,217	27 *
* 28 Total Operating Expenses	392,020	28 *
* 29 Depreciation Expense (Composite Rate _____)	55,200	29 *
30 Amortization and Property Losses		30
* 31 Property Taxes	13,849	31 *
32 Taxes other than Income Taxes		32
33 Total Operating Rev. Deducts before Taxes	461,068	33
34 Calif. Corp. Franchise Tax	8,479	34
35 Fed. Corporate Income Tax	26,495	35

* 36	Total Operating Revenue Deduction after Taxes	496,042	36 *
* 37	Net Operating Income/(Loss) (Calif. Water Operations)	73,175	37 *
38	Other Operating and Nonoper. Inc. and Exp. - Net (Exclude Interest expense)	14,223	38
* 39	Income Available for Fixed Charges	87,398	39
* 40	Interest Expense	24,565	40
41	Net Income/(Loss) Before Dividends	62,833	41
42	Preferred Stock Dividends		42
* 43	Net income (Loss) Available for Common Stock	62,833	43 *

OTHER DATA

* 44	Refunds of Advances for Construction	15,233	44 *
* 45	Total Payroll Charged to operating Expenses	89,101	45 *
* 46	Purchase Water (Acct. No. 610)	28,348	46 *
* 47	Power (Acct. No. 615)	105,090	47 *

48 Class A Water Companies Only:

a.	Pre - TRA 1986 Contributions in Aid of Construction	48a.
b.	Pre - TRA 1986 Advances for Construction	48b.
c.	Post - TRA 1986 Contributions in Aid of Construction	48c.
d.	Post - TRA 1986 Advances for Construction	48d.

Active Serv. Connections (Excl. Fire Protect.)		Jan. 1	Dec. 31	Annual Average	
49	Metered Service Connections	1,233	1,230	1,232	49
50	Flat Service Connections	11	2	7	50 *
* 51	Total Active Service Connections	1,244	1,232	1,238	51

* Must be completed by all utilities in all classes in addition to other applicable lines

** Indicate the following revenue:

Sales to other Utilities for Resale	\$
Interdepartmental Sales	\$

GENERAL INFORMATION

1. Name under which utility is doing business: ANTELOPE VALLEY WATER COMPANY

2. Official mailing address: P.O. BOX 9351, LONG BEACH, CA 90810

3. Name and title of person to whom correspondence should be address:

CHARLES W. PORTER, PRESIDENT

TELEPHONE: (310) 834-2625

4. Address where accounting records are maintained:

21718 SOUTH ALAMEDA STREET, LONG BEACH, CA 90810

5. Service : (Refer to district reports if applicable)

FOUR NON CONTIGUOUS AREA IN THE ANTELOPE VALLEY REGION

6. Service Manager (If located in or near Service Area). (Refer to district reports if applicable).

Name: TERRY WITTHOFT

Address: 21718 SOUTH ALAMEDA STREET, LONG BEACH, CA 90810

Telephone: (310) 834-2625

7. Ownership. Check and fill in appropriate line:

Individual (name of owner)

Partnership (name of partner)

Partnership (name of partner)

Partnership (name of partner)

Corporation (corporate name): ANTELOPE VALLEY WATER COMPANY

Organized under laws of (state): CALIFORNIA, JUNE 29, 1956

Principal Officers:

CHARLES W. PORTER

PRESIDENT

JOHN S. TOOTLE

VP - FINANCE

RUBY RITTGERS

SECRETARY

8. Names of associated companies:

DOMINGUEZ WATER CORPORATION

9. Names of corporations, firms or individuals whose property or portion of property have been acquired during the year, together with date of each acquisition:

10. Use the space below for supplementary information or explanations concerning this report:

[illegible]

SCHEDULE A
COMPARATIVE BALANCE SHEETS
Liabilities and other Credits

Line No.	Acct. No.	Title of Accounts (a)	Schedule Page No. (b)	Balance End-of-Year (c)	Balance Begin-of-Year (d)
1		CORPORATE CAPITAL AND SURPLUS			
2	201	Common Stock	10	153,915	153,915
3	204	Preferred Stock	10		
4	211	Other Paid-in Capital	10	743,801	743,801
5	215	Retained Earnings	11	379,926	634,090
6		Total corporate capital and retained earnings		1,277,641	1,531,806
7		PROPRIETARY CAPITAL			
8	218	Proprietary capital	11		
9	218	Proprietary drawings	11		
10		Total proprietary capital			
11		LONG TERM DEBT			
12	224	Long term debt	12		
13	225	Advance from associated companies	12		
14		CURRENT AND ACCRUED LIABILITIES			
15	231	Accounts payable		0	0
16	232	Short term notes payable			
17	233	Customer deposits		100	100
18	235	Payable to associated companies	12	27,716	0
19	236	Accrued taxes		32,044	8,590
20	237	Accrued interest			
21	241	Other current liabilities	13	8,329	7,201
22		Total current and accrued liabilities		68,190	15,891
23		DEFERRED CREDITS			
24	252	Advances for construction		639,066	651,903
25	253	Other credits		121,303	121,890
26	255	Accumulated deferred investment tax credits	13	13,403	14,075
27	282	Accumulated deferred income taxes--ACRS depr.	13		
28	283	Accumulated deferred income taxes--other	13	110,107	88,085
29		Total deferred credits		883,879	875,953
30		CONTRIBUTIONS IN AID OF CONSTRUCTION			
31	271	Contribution in aid of construction	14	104,971	108,133
32	272	Accumulated amortization of contributions		10,230	6,270
33		Net contributions in aid of construction		115,201	114,403
34		Total liabilities and other credits		2,344,911	2,538,053

[illegible]

**SCHEDULE A-1
UTILITY PLANT**

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	101	Water plant in service	2,121,132	270,287			2,391,419
2	103	Water Plant held for future use					
3	104	Water plant purchased or sold					
4	105	Construction work in progress—water plant	6,461		XXXXXXXXXX		2,627
5	114	Water plant acquisition adjustments	<10,898>		XXXXXXXXXX		<10,898>
6		Total utility plant	2,116,695	270,287			2,383,148

* Debit or credit entries should be explained by footnotes or supplementary schedules.

**SCHEDULE A-1a
Account No. 101—Water Plant in Service**

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	8,605				8,605
3	303	Land	15,315	65,606			80,921
4		Total non-depreciable plant	23,920	65,606			89,526
5		DEPRECIABLE PLANT					
6	304	Structures	8,675	3976			12,651
7	307	Wells	64,911	85,500			150,411
8	317	Other water source plant	19,544				19,544
9	311	Pumping equipment	171,637	42,343			213,980
10	320	Water treatment plant	11,498	5,483			16,981
11	330	Reservoirs, tanks and sandpipes	292,757	29,864			322,621
12	331	Water mains	1,151,604	4,608			1,156,211
13	333	Services and meter installations	156,559	821			157,380
14	334	Meters	50,951	5,326			56,277
15	335	Hydrants	76,191				76,191
16	339	Other equipment	2,083	2,994			5,077
17	340	Office furniture and equipment	33,180	1,989			35,169
18	341	Transportation equipment	57,622	21,778			79,400
19		Total depreciable plant	2,097,212	204,681			2,301,893
20		Total water plant in service	2,121,132	270,287			2,391,419

* Debit or credit entries should be explained by footnotes or supplementary schedules.

SCHEDULE A-1b

Account No. 103—Water Plant Held for Future Use

Line No.	Description and Location of Property (a)	Date of Acquisition (b)	Approximate Date When Property will be placed in Service (c)	Balance End of Year (d)
1	NONE			
2				
3				
4				
5				
6				
7				
8				
9				
10	Total	NONE		

SCHEDULE A-2

Account No. 121—Non-utility Property and Other Assets

Line No.	Name and Description of Property (a)	Book Value End of Year (b)
1	NOTES RECEIVABLE - NORTH EDWARDS	143,374
2		
3		
4		
5		
6		
7		
8		
9		
10	Total	143,374

SCHEDULE A-3

Account Nos. 108 and 122—Depreciation and Amortization Reserves

Line No.	Item (a)	Account 108 Water Plant (b)	Account 108.1 SDWBA Loans (c)	Account 122 Non-utility Property (d)
1	Balance in reserves at beginning of year	636,690		
2	Add: Credits to reserves during year			
3	(a) Charged to Account No. 403 (Footnote 1)	55,200		
4	(b) Charged to Account No. 272			
5	(c) Charged to clearing accounts			
6	(d) Salvage recovered	5,600		
7	(e) All other credits (Footnote 2)			
8	Total credits	60,800		
9	Deduct: Debits to reserves during year			
10	(a) Book cost of property retired	5,500		
11	(b) Cost of removal			
12	(c) All other debits (Footnote 3)			
13	Total debits	5,500		
14	Balance in reserve at end of year	691,990		
15	(1) COMPOSITE DEPRECIATION RATE USED FOR STRAIGHT LINE REMAINING LIFE: 2.81 %			
16				
17	(2) EXPLANATION OF ALL OTHER CREDITS:			
18				
19				
20				
21				
22				
23	(3) EXPLANATION OF ALL OTHER DEBITS:			
24				
25				
26				
27				
28				
29	(4) METHOD USED TO COMPUTE INCOME TAX DEPRECIATION			
30	(a) Straight Line	[]		
31	(b) Liberalized	[]		
32	(1) Sum of the years digits	[]		
33	(2) Double declining balance	[]		
34	(3) Other	[X]		
35	(c) Both straight line and liberalized	[]		

SCHEDULE A-3a

Account No. 108—Analysis of Entries in Depreciation Reserve

Line No.	Acct. No.	Depreciable Plant (a)	Balance Beginning of Year (b)	Credits to Reserve During Year Excl. Salvage (c)	Debits to Reserve During Year Excl. Cost of Removal (d)	Salvage and Cost of Removal Net (Dr.) or (Cr.) (e)	Balance End of Year (f)
1	304	Structures	8,534	141			8,675
2	307	Wells	44,548	1,550			46,098
3	317	Other water source plant	93,429	7,980	5500		95,909
4	311	Pumping equipment	9,226	550			9,776
5	320	Water treatment plant	6,299	360			6,659
6	330	Reservoirs, tanks and sandpipes	75,154	8,060			83,214
7	331	Water mains	249,267	21,780			271,047
8	333	Services and meter installations	59,470	3,870			63,340
9	334	Meters	41,325	1,960			43,285
10	335	Hydrants	16,660	1,160			17,820
11	339	Other equipment	8,782	3,540			12,322
12	340	Office furniture and equipment	2,751	4,249			7,000
13	341	Transportation equipment	21,245	55,200		5600	26,845
14		Total	636,690	55,200	5500	5600	691,990

SCHEDULE A-4

Account No. 174—Other Current Assets

Line No.	Item (a)	Amount (b)
1	NOTE RECEIVABLE - NORTH EDWARDS	2152
2		1278
3		
4		
5		
6		
7		
8		
9		
10	Total	3,430

SCHEDULE A-6

Account Nos. 201 and 204—Capital Stock

Line No.	Class of Stock (a)	Date of Issue (b)	Number of Shares Authorized by Articles of Incorporation (c)	Par or Stated Value (d)	Number of Shares Outstanding (e)	Amount Outstanding End of Year (f)	Dividends Declared During Year	
							Rate (g)	Amount (h)
1	COMMON	1969	2500	275	567	153,915		
2								
3								
4								
5								
6							Total	317,000

SCHEDULE A-7

Record of Stockholders at End of Year

Line No.	COMMON STOCK Name (a)	Number of Shares (b)	PREFERRED STOCK Name (c)	Number of Shares (d)
1	DOMINGUEZ WATER CORP	153,915		
2				
3				
4				
5				
6				
7	Total number of shares	153,915	Total number of shares	NONE

SCHEDULE A-8

Account No. 211—Other Paid in Capital (Corporations only)

Line No.	Type of Paid in Capital (a)	Balance End of Year (b)
1	CAPITAL SURPLUS	743,801
2		
3		
4	Total	743,801

SCHEDULE A-9
Account No. 215—Retained Earnings
(Corporations Only)

Line No.	Item (a)	Amount (b)
1	Balance beginning of year	634,090
2	CREDITS	
3	Net Income	62,833
4	Prior period adjustments	
5	Total credits	
6		
7	DEBITS	
8	Net Losses	
9	Prior period adjustments	
10	Dividend appropriations—preferred stock	
11	Dividend appropriations—common stock	317,000
12	Total debits	
13	Balance end of year	379,923

SCHEDULE A-10
Account No. 218—Proprietary Capital
(Sole Proprietor or Partnership)

Line No.	Item (a)	Amount (b)
1	Balance beginning of year	NONE
2	CREDITS	
3	Net Income	
4	Additional investments during year	
5	Other credits (detail)	
6	Total credits	
7	DEBITS	
8	Net Losses	
9	Withdrawals during year	
10	Other debits (detail)	
11	Total debits	
12	Balance end of year	

SCHEDULE A-11

Account No. 224—Long Term Debt

Line No.	Class (a)	Date of Issue (b)	Date of Maturity (c)	Principal Amount Authorized (d)	Outstanding Per Balance Sheet (e)	Rate of Interest (f)	Interest Accrued During Year (g)	Interest Paid During Year (h)
1	NONE							
2								
3								
4								
5								
6	Totals							

SCHEDULE A-12

Account No. 225—Advances from Associated Companies

Line No.	Nature of Obligation (a)	Amount of Obligation (b)	Interest Rate (c)	Interest Accrued During Year (d)	Interest Paid During Year (e)
1	NONE				
2					
3					
4	Totals				

SCHEDULE A-13

Account No. 235—Payables to Associated Companies

Line No.	Nature of Obligation (a)	Balance End of Year (b)	Interest Rate (c)	Interest Accrued During Year (d)	Interest Paid During Year (e)
1	DOMINGUEZ WATER CORP	27,716			
2					
3					
4	Totals	27,716			

SCHEDULE A-14
Account No. 241—Other Current Liabilities

Line No.	Description (a)	Balance End of Year (b)
1	PUC PAYABLE	8329
2		
3		
4		
5	Total	8329

SCHEDULE A-15
Account No. 252—Advances for Construction

Line No.	(a)	(b)	Amount (c)
1	Balance beginning of year	XXXXXXXXXXXXXXXXXX	651,903
2	Additions during year	XXXXXXXXXXXXXXXXXX	600
3	Subtotal—Beginning balance plus additions during year	XXXXXXXXXXXXXXXXXX	
4	Charges during year:	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX
5	Refunds	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX
6	Percentage of revenue basis	13437	XXXXXXXXXXXXXXXXXX
7	Proportionate cost basis		XXXXXXXXXXXXXXXXXX
8	Present worth basis		XXXXXXXXXXXXXXXXXX
9	Total refunds	13437	XXXXXXXXXXXXXXXXXX
10	Transfers to Acct. 271, Contributions in aid of Construction	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX
11	Due to expiration of contracts		XXXXXXXXXXXXXXXXXX
12	Due to present worth discount		XXXXXXXXXXXXXXXXXX
13	Total transfers to Acct. 271		XXXXXXXXXXXXXXXXXX
14	Securities Exchanged for Contracts (Enter detail below)		XXXXXXXXXXXXXXXXXX
15	Subtotal—charges during year		
16	Balance end of year	XXXXXXXXXXXXXXXXXX	639,066

SCHEDULE A-16
Account Nos. 255, 282, and 283—Deferred Taxes

Line No.	Item (a)	Account 255 Investment Tax Credit (b)	Account 282 Income Tax—ACRS Depreciation (c)	Account 283—Other (d)
1	DEFERRED FEDERAL TAX			78,464
2	STATE TAX			4,699
3	REVENUE			26,944
4				
5	Totals			110,107

SCHEDULE A-17

Account No. 271—Contributions in Aid of Construction **Instructions for Preparation of Schedule of Contributions in Aid of Construction**

¹ The credit balance in the account other than that portion of the balance relating to nondepreciable property (column d), to property retired prior to January 1, 1955 (column e), shall be written off through charges to this account and credits to Account No. 108, Accumulated depreciation of water plant, over a period equal to the estimated service life of the property involved. Upon retirement of depreciable property for which a depreciation reserve has been created through charges to this account, the cost thereof shall be credited to the appropriate plant account and concurrently charged to Account No. 108. If the property is retired prior to the service life originally estimated, the balance in this account with respect to the retired property shall be transferred to the depreciation reserve account.

² That portion of the balance applicable to nondepreciable property shall remain unchanged until the property is sold or otherwise retired. Upon retirement, the cost of such nondepreciable property acquired by donation or through use of donated funds shall be credited to the appropriate plant account and charged to this account to clear the credit balance carried herein.

³ That portion of the balance representing donations on property retired prior to January 1, 1955 (column e), and the amount of depreciation accrued to January 1, 1955, on property in service (column f), shall not be transferred from this account or otherwise disposed of without first receiving written authorization from the Commission.

Line No.	Item (a)	Total All Columns (b)	Subject to Amortization		Not Subject to Amortization	
			Property in Service After Dec. 31, 1954		Property Retired Before Jan. 1, 1955 (e)	Depreciation Accrued Through Dec. 31, 1954 on Property in Service at Dec. 31, 1954 (f)
			Depreciable (c)	Non-Depreciable (d)		
1	Balance beginning of year	108,133				
2	Add: Credits to account during year					
3	Contributions received during year	798				
4	Other credits *					
5	Total credits					
6	Deduct: Debits to account during year					
7	Depreciation charges for year	3,960				
8	Nondepreciable donated property retired					
9	Other debits *					
10	Total debits					
11	Balance end of year	104,971				

* Indicate nature of these items and show the accounts affected by the contra entries

[illegible]

SCHEDULE B-3

Account No. 408, 409, 410—Taxes Charged During the Year

Line No.	Type of Tax (a)	Total Taxes Charged During Year (b)	Distribution of Taxes Charged	
			Water (c)	Nonutility (d)
1	Taxes on real and personal property	13,849	13,849	
2	State corporate franchise tax	6,024	6,024	
3	State unemployment insurance tax			
4	Other state and local taxes	2,455	2,455	
5	Federal unemployment insurance tax			
6	Federal insurance contributions act			
7	Other federal taxes	19,567	19,567	
8	Federal income taxes	7,600	7,600	
9	ITC	< 6727	< 6727	
10				
11	Totals	48,823	48,823	

SCHEDULE B-4

Reconciliation of Reported Net Income for Federal Income Taxes

1. Report hereunder a reconciliation of reported net income for the year with taxable income used in computing Federal income tax accruals and show computation of such tax accruals. The reconciliation shall be submitted even though there is no taxable income for the year. Descriptions should clearly indicate the nature of each reconciling amount.

2. If the utility is a member of a group which files a consolidated Federal tax return, reconcile reported net income with taxable net income as if a separate return were to be filed, indicating, however, inter-company amounts to be eliminated in such consolidated return. State names of group members, tax assigned to each group member, and basis of allocation, assignment, or sharing of the consolidated tax among the group members.

3. Show taxable year if other than calendar year from _____ to _____.

Line No.	Particulars (a)	Amount (b)
1	Net income for the year per Schedule B, page 4	8
2	Reconciling amounts (list first additional income and unallowable deductions, followed by	
3	additional deductions and non-taxable income):	
4	ANTELOPE VALLEY WATER COMPANY FILES A	
5	CONSOLIDATED TAX RETURN WITH THE	
6	PARENT COMPANY - DOMINGUEZ WATER CORPORATION	
7		
8		
9		
10	Federal tax net income	
11	Computation of tax:	
12		
13		
14		
15		
16		
17		

SCHEDULE B-5

Account No. 421 and 426—Income from Nonutility Operations

Line No.	Description (a)	Revenues Acct. 421 (b)	Expenses Acct. 426 (c)
1	NORTH EDWARDS	13,224	
2	MISC	999	
3			
4			
5	Total	14,223	

SCHEDULE B-6

Account No. 427—Interest Expense

Line No.	Description (a)	Amount (b)
1	BOND	24,565
2		
3		
4		
5		
6		
7		
8		
9		
10	Total	

SCHEDULE C-1

Compensation of Individual Proprietor, Partners and Employees Included in Expenses

Line No.	Acct. No.	Account (a)	Number at End of Year (b)	Salaries Charged to Expense (c)	Salaries Charged to Plant Accounts (d)	Total Salaries and Wages Paid (e)
1	630	Employee Labor	3	89,104		
2	670	Office salaries				
3	671	Management salaries	1	17,220		
4						
5						
6		Total		106,324		

SCHEDULE C-2

Loans to Directors, Officers, or Shareholders

Line No.	Name (a)	Title (b)	Amount (c)	Interest Rate (d)	Maturity Date (f)	Security Given (g)	Date of Shareholder Authorization (h)	Other Information (i)
1	NONE							
2								
3								
4								
5								
6								
7	Total							

SCHEDULE C-3

Engineering and Management Fees and Expenses, Etc., During Year

Line No.	<p>Give the required particulars of all contracts or other agreements in effect in the course of the year between the respondent and any corporation, association, partnership, or person covering supervision and/or management of any department of the respondent's affairs, such as accounting engineering financing, construction or operation, and show the payments under such agreements and also the payments for advice and services to a corporation or corporations which directly or indirectly control respondent through stock ownership.</p>	
1	1. Did the respondent have a contract or other agreement with any organization or person covering supervision and/or management of its	
2	own affairs during the year? Answer: (Yes or No) YES	
3	(If the answer is in the affirmative, make appropriate replies to the following questions.)*	
4	2. Name of each organization or person that was a party to such a contract or agreement	
5	DOMINGUEZ WATER CORPORATION	
6	3. Date of original contract or agreement.	
7	4. Date of each supplement or agreement.	
8	5. Amount of compensation paid during the year for supervision or management \$ 17,220	
9	6. To whom paid. DOMINGUEZ WATER CORPORATION	
10	7. Nature of payment (salary, traveling expenses, etc.) ADMINISTRATIVE SALARIES	
11	8. Amounts paid for each class of service.	
12		
13	9. Basis for determination of such amounts.	
14		
15	10. Distribution of payments: Amount	
16	(a) Charged to operating expenses	\$ 17,220
17	(b) Charged to capital accounts	\$
18	(c) Charged to other account	\$
19	Total	\$ 17,220
20	11. Distribution of charges to operating expenses by primary accounts.	
21	Number and Title of Account	Amount
22		\$
23		\$
24		\$
25	Total	\$
26	12. What relationship, if any, exists between respondent and supervisory and/or managing concerns? ANTELOPE VALLEY	
27	WATER IS A WHOLLY OWNED SUBSIDIARY OF DOMINGUEZ WATER	

* File with this report a copy of every contract, agreement, supplement or amendment mentioned above unless a copy of the instrument in due form has been furnished, in which case a definite reference to the report of the respondent relative to which it was furnished will suffice.

SCHEDULE D - 1									
Sources of Supply and Water Developed									
STREAMS				FLOW IN				Annual Quantities Diverted	Remarks
Line No.	Diverted Into	From Stream or Creek	Location of Diversion Point	Priority Right		Diversions			
				Claim	Capacity	Max.	Min.		
1	NONE								
2									
3									
4									
5									
WELLS						GPM Pumping Capacity	Annual Quantities pumped CCF	Remarks	
Line No.	At Plant	Location	Number	Dimensions	Depth to Water				
6	LANCASTER		2	12"	320	1,000	297,338		
7	FREMONT VALLEY		1	10"	285	230	15,423		
8	LEONA VALLEY		2	10"	10	100	65,976		
9	LAKE HUGHES		2	10"	0-20	90	24,230		
10									
TUNNELS AND SPRINGS				FLOW IN		Annual Quantities Pumped	Remarks		
Line No.	Designation	Location	Number	Maximum	Minimum				
11	NONE								
12									
13									
14									
15									
Purchased Water for Resale									
16	Purchased from <u>ANTELOPE VALLEY EAST KERN WATER AGENCY</u>								
17	Annual quantities purchased <u>170.78 AC FT.</u>								
18									
19									
SCHEDULE D - 2									
Description of Storage Facilities									
Line No.	Type	Number	Combined Capacity	Remarks					
20	A. Collecting reservoirs								
21	Concrete								
22	Earth								
23	Wood								
24	B. Distribution reservoirs								
25	Concrete								
26	Earth								
27	Wood								
28	C. Tanks								
29	Wood								
30	Metal	7	796,000						
31	Concrete	1	80,000						
32	Total	8	876,000						

SCHEDULE D - 3

Description of Transmission and Distribution Facilities

A. LENGTH OF DITCHES, FLUMES AND LINED CONDUITS IN MILES FOR VARIOUS CAPACITIES

Capacities in Cubic Feet per Second or Miner's Inch

Line No.		0 to 5	5 to 10	11 to 20	21 to 30	31 to 40	41 to 50	51 to 75	76 to 100
1	Ditch	NONE							
2	Flume								
3	Lined conduit								
4									
5	Total	NONE							

A. LENGTH OF DITCHES, FLUMES AND LINED CONDUITS IN MILES FOR VARIOUS CAPACITIES - concluded

Capacities in Cubic Feet per Second or Miner's Inch

Line No.		101 to 200	201 to 300	301 to 400	401 to 500	501 to 750	751 to 1000	Over 1000	TOTAL
6	Ditch	NONE							
7	Flume								
8	Lined conduit								
9									
10	Total	NONE							

B. FOOTAGE OF PIPE BY INSIDE DIAMETERS IN INCHES - NOT INCLUDING SERVICE PIPING

Line No.		1	1 1/2	2	2 1/2	3	4	5	6	8
11	Cast iron									
12	Cast iron (cement lined)									
13	Concrete									
14	Copper									
15	Riveted steel									
16	Standard screw	8,129	2,690	8,730		1,574		958		
17	Screw or welded casing									
18	Cement - asbestos					670	18,058		38,910	15,346
19	Welded steel			19,702						
20	Wood									
21	Transit									
22	PVC	500		500		433	1,000		3,043	5,696
23	Total	8,629	2,690	28,932		2,677	19,058		41,953	21,042

B. FOOTAGE OF PIPE BY INSIDE DIAMETERS IN INCHES - NOT INCLUDING SERVICE PIPING - concluded

Line No.		10	12	14	16	18	20	24	36	TOTAL
24	Cast iron									0
25	Cast iron (cement lined)									0
26	Concrete									0
27	Copper									0
28	Riveted steel									0
29	Standard screw									22,081
30	Screw or welded casing									0
31	Cement - asbestos	3,010								75,994
32	Welded steel		930							20,632
33	Wood									0
34	Transit									0
35	PVC									11,172
36	Total	3,010	930	0	0	0	0	0	0	129,879

SCHEDULE D - 4
Number of Active Service Connections

Classification	Metered - Dec. 31		Flat Rate - Dec. 31	
	Prior Year	Current Year	Prior Year	Current Year
Single - family residential	1,170	1,171	11	p_22
Commercial & Multi- residential	44	41		
Large water user				
Public authorities	10	10		
Irrigation	2	2		
Other	2	2		
Subtotal	1,228	1,226		
Private fire connections	5	4		
Public fire hydrants				
Total	1,233	1,230	11	0

SCHEDULE D - 5
Number of Meters and Services on Pipe Systems
at End of Year

Size	Meters	Size	Meters	A. Number of meter tested during year as prescribed in Section VI of general order # 103:
5/8 x 3/4 - in.	1,209			
3/4 - in.	0			1 New, after being received: <u>0</u>
1 - in.	207			2 Used, before repair: <u>3</u>
1 1/2 - in.	2			3 Used, after repair: <u>0</u>
2 - in.	8			4 Found fast, requiring billing adj. <u>2</u>
3 - in.	2			
4 - in.	1			B. Number of meters in service since last test:
6 - in.				1 Ten years or less <u>1004</u>
Other				2 More than 10, but less than 15 yr. <u>246</u>
Total	1,429	Total	0	3 More than 15 years <u>33</u>

SCHEDULE D - 7
Water delivered to Metered Customers by Months and Years in CCF units

Classification of Service	During Current Year							
	January	February	March	April	May	June	Subtotal	
Single - family residential	15,416	11,738	19,573	30,719	41,633	48,641	167,720	
Commercial & Multi-res	866	623	960	1,363	1,460	1,713	6,985	
large water users							0	
Public authorities	313	143	208	596	766	730	2,756	
Irrigation							0	
Other							0	
Total	16,595	12,504	20,741	32,678	43,859	51,084	177,461	

Classification of Service	During Current Year							Total	Prior Year
	July	August	September	October	November	December	Subtotal		
Single - family residential	60,899	66,061	49,278	35,035	20,488	12,967	244,728	412,448	389,772
Commercial & Multi-res	2,025	1,875	1,835	1,368	1,040	591	8,734	15,719	19,031
large water users							0	0	
Public authorities	1,193	1,431	1,702	859	565	41	5,791	8,547	7,661
Irrigation							0	0	313
Other							0	0	1,101
Total	64,117	69,367	52,815	37,262	22,093	13,599	259,253	436,714	417,878

SCHEDULE D - 8**Status With State Board of Public Health**

- | | | |
|---|---|------------|
| 1 | Has the State or Local Health Department reviewed the sanitary condition of your water system during the past year? | <u>YES</u> |
| 2 | Are you having routine laboratory tests made of water served to your consumers? | <u>YES</u> |
| 3 | Do you have a permit from the State Board of Public Health for operation of your water system? | <u>YES</u> |
| 4 | Date of Permit | |
| 5 | If permit is temporary, what is the expiration date? | |
| 6 | If you do not hold a permit has an application been made for such permit? | |
| 7 | If so, on what date? | |

SCHEDULE D - 9**Statement of Material Financial Interest**

ALL MANAGEMENT AND OPERATIONAL SERVICES ARE PERFORMED FOR ANTELOPE
BY DOMINGUEZ WATER CORPORATION.

ADMINISTRATIVE SERVICES ARE PROVIDED UNDER AN AGREEMENT WHICH
FORMALIZES THE ARRANGEMENT WITH THE PARENT COMPANY.

DECLARATION

Before Signing Please Check to See That All Schedules Have Been Completed

I the undersigned JOHN TOOTLE of ANTELOPE WATER COMPANY

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, 1994, to and including December 31, 1994.

SIGNED

John S. Tootle

TITLE

VICE PRESIDENT OF FINANCE

DATE

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