

CLASS "A"

WATER and/or SEWER UTILITIES

(Gross Revenue of \$750,000 and Over)

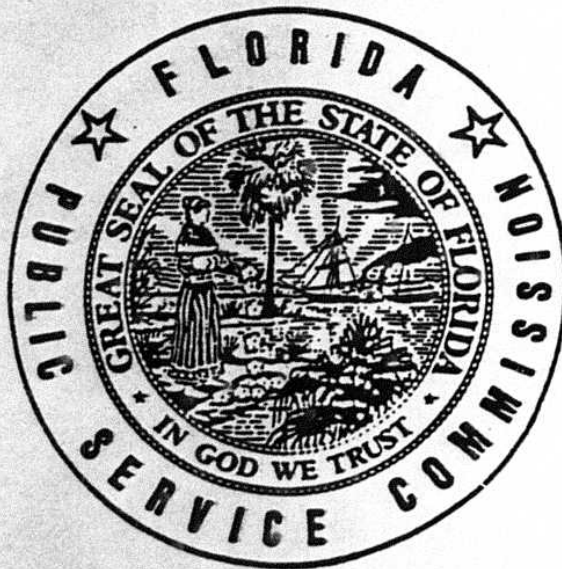
ANNUAL REPORT

OF

Mr. John G. Wood
Garden Grove Water Company, Inc.
3601 Cypress Gardens Road
Winter Haven, Florida 33884

Exact Legal Name of Respondent

Certificate Number(s)



OFFICIAL COPY
DIVISION OF
WATER AND SEWER
Do Not Remove from this Office

FOR THE
YEAR ENDED DECEMBER 31, 19 97

General Instructions

1. Prepare this report in conformity with the 1984 National Association of Regulatory Utility Commissioners Uniform System of Accounts for Water and/or Sewer Utilities.
2. Interpret all accounting words and phrases in accordance with the USOA.
3. Complete each question fully and accurately, even if it has been answered in a previous annual report. Enter the word "None" where it truly and completely states the fact.
4. For any question, section, or page which is not applicable to the respondent enter the words "Not Applicable". Do not omit any pages.
5. Where dates are called for, the month and day should be stated as well as the year.
6. All schedules requiring dollar entries should be rounded to the nearest dollar unless otherwise specifically indicated.
7. Complete this report by means which result in a permanent record, such as by typewriter.
8. If there is not enough room on any schedule, an additional page or pages may be added provided the format of the added schedule matches the format of the schedule with not enough room. Such a schedule should reference the appropriate schedules, state the name of the utility, and state the year of the report.
9. If it is necessary or desirable to insert additional statements for the purpose of further explanation of schedules, such statement should be made at the bottom of the page or an additional page inserted. Any additional pages should state the name of the utility, the year of the report, and reference the appropriate schedule.
10. The report should be filled out in quadruplicate and the original and two copies returned by March 31 of the year following the date of the report. The report should be returned to:

Florida Public Service Commission
Division of Water and Sewer
101 East Gaines Street
Tallahassee, Florida 32399-0873

TABLE OF CONTENTS

Schedule	Page	Schedule	Page
Executive Summary			
Certification	E-1	Directors and Affiliates	E-7
General Information	E-2	Affiliation of Officers & Directors	E-8
Directory of Personnel Who Contact The Fla. Public Service Commission	E-3	Businesses Which Are A Byproduct, Coproduct or Joint Product Result of Providing Service	E-9
Company Profile	E-4	Business Transactions With Related Parties - Part I and II	E-10
Parent/Affiliate Organization Chart	E-5	Composite of Statistics	E-11
Compensation of Officers & Directors	E-6		
Business Contracts With Officers,			
Financial Section			
Comparative Balance Sheet - Assets and Other Debits	F-1	Companies	F-13
Comparative Balance Sheet - Equity Capital and Liabilities	F-2	Capital Stock	F-14
Comparative Operating Statement	F-3	Long Term Debt	F-14
Schedule of Year End Rate Base	F-4	Statement of Retained Earnings	F-15
Utility Plant	F-5	Bonds	F-16
Utility Plant Acquisition Adjustments	F-5	Advances from Associated Companies	F-16
Accumulated Depreciation	F-6	Accrued Taxes	F-17
Accumulated Amortization	F-6	Accrued Interest	F-18
Nonutility Property	F-7	Regulatory Commission Expense - Amortization of Rate Case Expense	F-18
Special Deposits	F-7	Misc. Current & Accrued Liabilities	F-19
Investments and Special Funds	F-8	Advances For Construction	F-19
Accounts and Notes Receivable - Net	F-9	Contributions In Aid Of Construction	F-20
Accounts Receivable from Associated Companies	F-10	Additions to CIAC Received from Capacity, Main Extension and Customer Connection Charges	F-21
Notes Receivable from Associated Co.	F-10	Accum. Amortization of C.I.A.C.	F-21
Materials and Supplies	F-11	Additions to CIAC Received from All Developers or Contractors	F-22
Prepayments	F-11	Agreements	F-22
Miscellaneous Deferred Debits		Reconciliation of Reported Net Income With Taxable Income For	F-23
Unamortized Debt Discount and Expense and Premium on Debt	F-12	Federal Income Taxes	F-23
Extraordinary Property Losses	F-12	AFUDC Calculation	F-24
Notes Payable	F-13	AFUDC Capital Structure Adjustments	F-25
Accounts Payable to Associated			
Water Operation Section			
Water Utility Plant Accounts	W-1	Statistics	W-6
Water Utility Expense Accounts	W-2	Water Treatment Plant, Mains, Services and Meters	W-7
Water Operating Revenue	W-3	Wells and Well Pumps, Reservoirs, and High Service Pumping	W-8
Basis for Water Depreciation Charges	W-4	Other Water System Information	W-9
Analysis of Entries in Water Depreciation Reserve	W-5	Calculation of ERC's	W-10
Pumping and Purchased Water			
Sewer Operation Section			
Sewer Utility Plant Accounts	S-1	Pumping Equipment and Service Connections	S-6
Sewer Utility Expense Accounts	S-2	Collecting and Force Mains	S-7
Sewer Operating Revenue	S-3	Other Sewer System Information	S-8
Basis for Sewer Depreciation Charges	S-4	Calculation of ERC's	S-9
Analysis of Entries in Sewer Depreciation Reserve	S-5		

CERTIFICATION OF ANNUAL REPORT

UTILITY NAME: Garden Grove Water Company, Inc.

YEAR OF REPORT DECEMBER 31, 19 <u>97</u>

I HEREBY CERTIFY, to the best of my knowledge and belief:

YES NO

(X) () 1. The utility is in substantial compliance with the Uniform System of Accounts prescribed by the Florida Public Service Commission.

YES NO

(X) () 2. The utility is in substantial compliance with all applicable rules and orders of the Florida Public Service Commission.

YES NO

(X) () 3. There have been no communications from regulatory agencies concerning noncompliance with, or deficiencies in, financial reporting practices that could have a material effect on the financial statement of the utility.

YES NO

(X) () 4. The annual report fairly represents the financial condition and results of operations of the respondent for the period presented and other information and statements presented in the report as to the business affairs of the respondent are true, correct and complete for the period for which it represents.

Items Certified

1.	2.	3.	4.
(X)	(X)	(X)	(X)

John S. Ward

 (signature of chief executive officer of the utility) *

1.	2.	3.	4.
(X)	(X)	(X)	(X)

John P. Woff

 (signature of chief financial officer of the utility) *

* Each of the four items must be certified YES or NO. Each item need not be certified by both officers. The items being certified by the officer should be indicated in the appropriate area to the left of the signature.

NOTICE: Section 837.06, Florida Statutes, provides that any person who knowingly makes a false statement in writing with the intent to mislead a public servant in the performance of his duty shall be guilty of a misdemeanor of the second degree.

ANNUAL REPORT OF

GARDEN GROVE WATER COMPANY, INC.

County: POLK

(Exact Name of Utility)

List below the exact mailing address of the utility for which normal correspondence should be sent:

3601 CYPRESS GARDENS ROAD
WINTER HAVEN, FL 33884

Telephone: (941) 324-4319

Name and address of person to whom correspondence concerning this report should be addressed:

JOHN G. WOOD, PRESIDENT
3601 CYPRESS GARDENS ROAD
WINTER HAVEN, FL 33884

Telephone: (941) 324-4319

List below the address of where the utility's books and records are located:

3601 CYPRESS GARDENS ROAD
WINTER HAVEN, FL 33884

Telephone: (941) 324-4319

List below any groups auditing or reviewing the records and operations:

CARTER, BELCOURT & ATKINSON, C.P.A.

Date of original organization of the utility: 7 / 06 / 65

Check the appropriate business entity of the utility as filed with the Internal Revenue Service:

Individual Partnership Sub S Corporation LLC Corporation

List below every corporation or person owning or holding directly or indirectly 5 percent or more of the voting securities of the utility:

	Name	Percent Ownership
1.	John G. Wood	50 %
2.	Ella P. Wood Family Trust, John G. Wood & John G. Wood, Jr. Trustee	49 %
3.		%
4.		%
5.		%
6.		%
7.		%
8.		%
9.		%
10.		%

COMPANY PROFILE

Provide a brief narrative company profile which covers the following areas:

- A. Brief company history.
- B. Public services rendered.
- C. Major goals and objectives.
- D. Major operating divisions and functions.
- E. Current and projected growth patterns.
- F. Major transactions having a material effect on operations.

The company was originally organized to provide water service to a residential subdivision developed by the company's organizer, John G. Wood. The subdivision was located outside the City of Winter Haven on the southeast side.

Since 1965, when the company was formed, the unincorporated area of southeast Winter Haven has experienced steady growth. The utility has grown to accommodate this growth and now incorporates a large service area with more than 6,000 water and sewer customers.

The company's major goal and objective is to provide quality water and wastewater service to both its existing and future customers. The company has invested in plants that can provide these services.

The company has a series of interconnected water plants and water storage tanks to provide adequate water pressure to its customers. A regional wastewater plant utilizes effluent disposal on adjacent citrus groves. Both the water and wastewater plants have capacity to accommodate the growth that is occurring in the service area. Current growth has been 150-200 new customers per year with future growth anticipated at 300 customers per year.

No major transactions having a material effect on operations are anticipated at this time. There is a dispute concerning who will serve an area at the edge of the service area concerning Emmer Development.

UTILITY NAME: GARDEN GROVE WATER COMPANY, INC.

YEAR OF REPORT
DECEMBER 31, 19 97

PARENT / AFFILIATE ORGANIZATION CHART
Current as of 12/31/97

Complete below an organizational chart that shows all parents and subsidiaries of the utility. The chart must also show the relationship between the utility and the affiliates listed on E-7, E-10(a) and E-10(b).

GARDEN GROVE WATER COMPANY, INC.

DIRECTORS & OFFICERS

John G. Wood - President, Director
John G. Wood, Jr. - Vice President/General Counsel, Director
Thomas H. Wood - Secretary/Treasurer, Director
Mark Kluytenaar - Vice President/Operations, Director

AFFILIATES

1. JOHN G. WOOD & ASSOCIATES, INC.

DIRECTORS

John G. Wood
John G. Wood, Jr.
Thomas H. Wood
Craig R. Wood
Paul C. Wood

2. John G. Wood, Jr. - Attorney-At-Law

3. John G. Wood, Sole Proprietor
Landlord - Garden Grove Square
John Wood Groves

4. Thomas H. Wood
Landlord - Eastwood Self Storage

UTILITY NAME: GARDEN GROVE WATER COMPANY, INC.

YEAR OF REPORT
DECEMBER 31, 1997

COMPENSATION OF OFFICERS

For each officer, list the time spent on respondent as an officer compared to time spent on total business activities and the compensation received as an officer from the respondent.

NAME (a)	TITLE (b)	% OF TIME SPENT AS OFFICER OF UTILITY (c)	OFFICERS COMPENSATION (d)
John G. Wood	President	100 %	\$ 170,000.00
Mark Kluytenaar	Vice President	100 %	\$ 78,500.00
John G. Wood, Jr.	Vice President	NIL %	\$ -0-
Thomas H. Wood	Secretary-Treasurer	NIL %	\$ -0-
		%	\$
		%	\$
		%	\$
		%	\$

COMPENSATION OF DIRECTORS

For each director, list the number of director meetings attended by each director and the compensation received as a director from the respondent.

NAME (a)	TITLE (b)	NUMBER OF DIRECTORS MEETINGS ATTENDED (c)	DIRECTORS COMPENSATION (d)
John G. Wood	President	12	\$ -0-
Mark Kluytenaar	Vice President	12	\$ -0-
John G. Wood, Jr.	Vice President	12	\$ -0-
Thomas H. Wood	Secretary-Treasurer	12	\$ 7,200.00
			\$
			\$
			\$
			\$

UTILITY NAME: GARDEN GROVE WATER COMPANY, INC.

YEAR OF REPORT
DECEMBER 31, 19 97

BUSINESS CONTRACTS WITH OFFICERS, DIRECTORS AND AFFILIATES

List all contracts, agreements, or other business arrangements* entered into during the calendar year (other than compensation related to position with Respondents) between the Respondent and officer and director listed on page E-6. In addition, provide the same information with respect to professional services for each firm, partnership, or organization with which the officer or director is affiliated.

NAME OF OFFICER, DIRECTOR OR AFFILIATE (a)	IDENTIFICATION OF SERVICE OR PRODUCT (b)	AMOUNT (c)	NAME AND ADDRESS OF AFFILIATED ENTITY (d)
John G. Wood, Jr.	Attorney	\$ 31,045.	John G. Wood, Jr. 3601 Cypress Gardens Road Winter Haven, FL 33884
John G. Wood	Landlord Garden Grove Sq. Grove Services	89,458.	John G. Wood 3601 Cypress Gardens Road Winter Haven, FL 33884
John G. Wood John G. Wood, Jr. Thomas H. Wood	Computer Services Employment Services Repairs & Capital Improvements Rental	82,055.	John G. Wood & Associates, Inc. 3601 Cypress Gardens Road Winter Haven, FL 33884
Thomas H. Wood	Landlord Eastwood Self Storage	1,020.	Thomas H. Wood 3601 Cypress Gardens Road Winter Haven, FL 33884

*Business Agreement, for this schedule, shall mean any oral or written business deal which binds the concerned parties for products or services during the reporting year or future years. Although the Respondent and/or other companies will benefit from the arrangement, the officer or director is, however, acting on his behalf or for the benefit of other companies or persons.

AFFILIATION OF OFFICERS AND DIRECTORS

For each of the officials listed on page E-6, list the principle occupation or business affiliation and all affiliations or connections with any other business or financial organizations, firms, or partnerships. For purposes of this part, an official will be considered to have an affiliation with any business or financial organization, firm or partnership in which he is an officer, director, trustee, partner, or a person exercising similar functions.

NAME (a)	PRINCIPLE OCCUPATION OR BUSINESS AFFILIATION (b)	AFFILIATION OR CONNECTION (c)	NAME AND ADDRESS OF AFFILIATION OR CONNECTION (d)
John G. Wood	President, Garden Grove Water Co.	Officer & Director	John G. Wood & Associates, Inc. 3601 Cypress Gardens Road Winter Haven, FL 33884
John G. Wood, Jr.	Attorney	Owner	John G. Wood d/b/a John Wood Groves, Garden Grove Square 3601 Cypress Gardens Road Winter Haven, FL 33884
Thomas H. Wood	Construction Executive	Officer Director	John G. Wood & Associates, Inc. 3601 Cypress Gardens Road Winter Haven, FL 33884
Mark Kluytenaar	Vice President Operations	Officer	John Wood Realty, Inc. 3601 Cypress Gardens Road Winter Haven, FL 33884

UTILITY NAME: GARDEN GROVE WATER COMPANY, INC.

YEAR OF REPORT
DECEMBER 31, 1997

BUSINESSES WHICH ARE A BYPRODUCT, COPRODUCT OR JOINT PRODUCT RESULT OF PROVIDING WATER OR SEWER SERVICE

Complete the following for any business which is conducted as a byproduct, coproduct or joint product as a result of providing water and/or sewer service. This would include any business which requires the use of utility land and facilities. Examples of these types of businesses would be orange groves, nurseries, tree farms, fertilizer manufacturing, etc. This would not include any business for which the assets are properly included in Account 121 - Nonutility Property along with the associated revenues and expenses segregated out as nonutility also.

BUSINESS OR SERVICE CONDUCTED (a)	ASSETS		REVENUES		EXPENSES	
	BOOK COST OF ASSETS (b)	ACCT. NO. (c)	REVENUES GENERATED (d)	ACCT. NO. (e)	EXPENSES INCURRED (f)	ACCT. NO. (g)
CITRUS GROVES:	\$		\$		\$	
Land	1,700,818.	353				
Citrus Trees	341,684.	398	34,351.	536.	64,573.	736-6

UTILITY NAME: GARDEN GROVE WATER COMPANY, INC.

YEAR OF REPORT
DECEMBER 31, 19 97

BUSINESS TRANSACTIONS WITH RELATED PARTIES

List each contract, agreement, or other business transaction exceeding a cumulative amount of \$500 in any one year, entered into between the Respondent and a business or financial organization, firm, or partnership named on pages E-2 and E-6 identifying the parties, amounts, dates and product, asset, or service involved.

Part I. Specific Instructions: Services and Products Received or Provided

1. Enter in this part all transactions involving services and products received or provided.
2. Below are some types of transactions to include:
 - management, legal and accounting services
 - computer services
 - engineering & construction services
 - repairing and servicing of equipment
 - material and supplies furnished
 - leasing of structures, land and equipment.
 - rental transactions
 - sale, purchase or transfer of various products

NAME OF COMPANY OR RELATED PARTY (a)	DESCRIPTION SERVICE AND/OR NAME OF PRODUCT (b)	CONTRACT OR AGREEMENT EFFECTIVE DATES (c)	ANNUAL CHARGES	
			(P)urchased/ or (S)old (d)	AMOUNT (e)
John G. Wood, Jr.	Attorney - legal fees		P	\$ 31,045.
John G. Wood	Office Rent		P	29,458.
	Grove Caretaking		P	60,000.
John G. Wood & Associates, Inc.	Computer Services		P	48,000.
	Employment Services		P	14,570.
	Equipment Repairs		P	13,862.
	Telephone & Trash		P	3,223.
	Well Rent		P	2,400.
Thomas H. Wood	Warehouse Rent		P	1,020.
John Wood Homes	Water & Sewer Impact Fees		S	26,336.

BUSINESS TRANSACTIONS WITH RELATED PARTIES (Cont'd)

Part II. Specific Instructions: Sale, Purchase and Transfer of Assets

1. Enter in this part all transactions relating to the purchase, sale or transfer of assets.
2. Below are examples of some types of transactions to include:
 - purchase, sale or transfer of equipment
 - purchase, sale or transfer of land and structures
 - purchase, sale or transfer of securities
 - noncash transfers of assets
 - noncash dividends other than stock dividends
 - writeoff of bad debts or loans
3. The columnar instructions follow:
 - (a) Enter name of related party or company.
 - (b) Describe briefly the type of assets purchased, sold or transferred.
 - (c) Enter the total received or paid. Indicate purchase with "p" and sale with "s".
 - (d) Enter the net book value for each item reported.
 - (e) Enter the net profit or loss for each item (column (c) - column (d)).
 - (f) Enter the fair market value for each item reported. In space below or in a supplemental schedule, describe the basis used to calculate fair market value.

NAME OF COMPANY OR RELATED PARTY (a)	DESCRIPTION OF ITEMS (b)	SALE OR PURCHASE PRICE (c)	NET BOOK VALUE (d)	GAIN OR LOSS (e)	FAIR MARKET VALUE (f)
N/A		\$	\$	\$	\$

UTILITY NAME: GARDEN GROVE WATER COMPANY, INC.

YEAR OF REPORT
DECEMBER 31, 19 97

COMPOSITE STATISTICS FOR ALL
PRIVATELY OWNED WATER AND SEWER UTILITIES UNDER AGENCY JURISDICTION

DESCRIPTION (a)	WATER (b)	SEWER (c)
PLANT (Intrastate Only) (000's Omitted):		
Plant in Service	\$ 6 2 3 9	\$ 1 0 1 1 9
Construction Work In Progress	1 3	
Plant Acquisition Adjustment		
Plant Held For Future Use		
Materials and Supplies		
Less:		
Accumulated Depreciation and Accumulated Amortization	2 7 2 0	2 5 8 6
Contributions In Aid Of Construction	3 2 5 7	5 1 8 2
Net Book Cost	\$ 2 7 5	\$ 2 3 5 1
REVENUES AND EXPENSES (Intrastate Only) (000's Omitted):		
Operating Revenues	\$ 1 3 0 2	\$ 9 9 6
Depreciation and Amortization Expense	\$ 8 4	\$ 1 0 3
Income Tax Expense	7 2	3 5
Taxes Other Than Income	1 2 5	1 3 3
Other Operating Expenses	8 7 6	6-7 4
Total Operating Expenses	\$ 1 1 5 7	\$ 9 4 5
Net Operating Income	\$ 1 4 5	\$ 5 1
Other Income	\$ 4 8	\$ 4 8
Other Income Deductions	(8 8)	(8 9)
Net Income	\$ 1 0 5	\$ 1 0
CUSTOMERS (Intrastate Only):		
Residential - Yearly Average	5 8 0 7	3 0 1 0
Commercial - Yearly Average	3 5 4	8 4
Industrial - Yearly Average		
Others - Yearly Average		
Total	6 1 6 1	3 0 9 4
OTHER STATISTICS (Intrastate Only):		
Average Annual Residential Use Per 1,000 Gallons	172	N/A
Average Annual Residential Cost Per 1,000 Gallons	\$ 164	\$ 346
Average Residential Monthly Bill	\$ 17-58	\$ 21-96
Gross Plant Investment Per Customer	\$ 1015	\$ 3271

**FINANCIAL
SECTION**

UTILITY NAME: GARDEN GROVE WATER COMPANY, INC.

YEAR OF REPORT
DECEMBER 31, 1997

COMPARATIVE BALANCE SHEET - ASSETS AND OTHER DEBITS

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	CURRENT YEAR (d)	PREVIOUS YEAR (e)
UTILITY PLANT				
101-106	Utility Plant	F-5	\$ 1 6 3 7 0 3 9 9	\$ 1 6 0 7 3 7 4 1
108-110	Less: Accumulated Depreciation and Amortization	F-6	5 4 1 2 9 4 1	4 9 2 2 7 8 0
	Net Plant		\$ 1 0,9 5 7,4 5 8	\$ 1 1,1 5 0,9 6 1
114-115	Utility Plant Acquisition Adjustments (Net)	F-5		
116	Other Utility Plant Adj.			
	Total Net Utility Plant		\$	\$
OTHER PROPERTY AND INVESTMENTS				
121	Nonutility Property	F-7	\$	\$
122	Less: Accumulated Depreciation and Amortization			
	Net Nonutility Property		\$	\$
123	Investment In Associated Companies	F-8		
124	Utility Investments	F-8		
125	Other Investments	F-8		
126-127	Special Funds	F-8		
	Total Other Property & Investments		\$ 1 0,9 5 7,4 5 8	\$ 1 1,1 5 0,9 6 1
CURRENT AND ACCRUED ASSETS				
131	Cash		\$ 7 2 7 1 6 9	\$ 2 9 1 4 5 8
132	Special Deposits	F-7	2 6 3 0	2 6 3 0
133	Other Special Deposits	F-7		
134	Working Funds			
135	Temporary Cash Investments			
141-144	Accounts and Notes Receivable, Less Accumulated Provision for Uncollectible Accounts	F-9	1 0 1 7 1 8	1 4 6 2 4 5
145	Accounts Receivable from Associated Companies	F-10		
146	Notes Receivable from Associated Companies	F-10		
151-153	Material and Supplies	F-11		
161	Stores Expense			
162	Prepayments	F-11	3 4 1 4 8	1 6 5 4 9 2
171	Accrued Interest and Dividends Receivable			
172	Rents Receivable			
173	Accrued Utility Revenues			
174	Misc. Current and Accrued Assets			
	Total Current and Accrued Assets		\$ 8 6 5,6 6 5	\$ 6 0 5,8 2 5

UTILITY NAME: GARDEN GROVE WATER COMPANY, INC.

YEAR OF REPORT
DECEMBER 31, 1997

COMPARATIVE BALANCE SHEET - ASSETS AND OTHER DEBITS

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	CURRENT YEAR (d)	PREVIOUS YEAR (e)
DEFERRED DEBITS				
181	Unamortized Debt Discount & Expense	F-12	\$	\$
182	Extraordinary Property Losses	F-12		
183	Preliminary Survey & Investigation Charges			
184	Clearing Accounts			
185	Temporary Facilities			
186	Misc. Deferred Debits	F-11		1 3 3 4 6
187	Research & Development Expenditures			
190	Accumulated Deferred Income Taxes		3 5 3 7 7 4	4 4 6 0 9 2
	Total Deferred Debits		\$ 3 5 3,7 7 4	\$ 4 4 9,4 3 8
	TOTAL ASSETS AND OTHER DEBITS		\$ 1 2,1 7 6,8 9 7	\$ 1 2,2 1 6,2 2 4

NOTES TO THE BALANCE SHEET

The space below is provided for important notes regarding the balance sheet.

COMPARATIVE BALANCE SHEET - EQUITY CAPITAL AND LIABILITIES

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	CURRENT YEAR (d)	PREVIOUS YEAR (e)
EQUITY CAPITAL				
201	Common Stock Issued	F-14	\$ 100,000	\$ 100,000
204	Preferred Stock Issued	F-14		
202, 205	Capital Stock Subscribed			
203, 206	Capital Stock Liability for Conversion			
207	Premium on Capital Stock			
209	Reduction in Par or Stated Value of Capital Stock			
210	Gain on Resale or Cancellation of Reacquired Capital Stock			
211	Other Paid-In Capital			
212	Discount on Capital Stock			
213	Capital Stock Expense		130,497.4	118,967.4
214-215	Retained Earnings	F-15		
216	Reacquired Capital Stock			
218	Proprietary Capital (Proprietorship and Partnership Only)			
	Total Equity Capital		\$ 1,314,974	\$ 1,199,674
LONG TERM DEBT				
221	Bonds	F-16	\$	\$
222	Reacquired Bonds			
223	Advances from Associated Companies	F-16	1,766,310	2,083,214
224	Other Long Term Debt	F-14		
	Total Long Term Debt		\$	\$
CURRENT AND ACCRUED LIABILITIES				
231	Accounts Payable		\$ 60,534	\$ 142,385
232	Notes Payable	F-13		
233	Accounts Payable to Associated Co.	F-13		
234	Notes Payable to Associated Co.	F-13	240,682	230,977
235	Customer Deposits		99,561	61,629
236	Accrued Taxes	F-17	1273	1221
237	Accrued Interest	F-18		
238	Accrued Dividends			
239	Matured Long Term Debt			
240	Matured Interest			
241	Miscellaneous Current and Accrued Liabilities	F-19	26,243	23,824
	Total Current and Accrued Liabilities		\$ 428,293	\$ 460,036

COMPARATIVE BALANCE SHEET - EQUITY CAPITAL AND LIABILITIES

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	CURRENT YEAR (d)	PREVIOUS YEAR (e)
DEFERRED CREDITS				
251	Unamortized Premium on Debt	F-12	\$	\$
252	Advances for Construction	F-19		
253	Other Deferred Credits			
255	Accumulated Deferred Investment Tax Credits			
	Total Deferred Credits		\$	\$
OPERATING RESERVES				
261	Property Insurance Reserve		\$	\$
262	Injuries and Damages Reserve			
263	Pensions and Benefits Reserve			
265	Miscellaneous Operating Reserves			
	Total Operating Reserves		\$	\$
CONTRIBUTIONS IN AID OF CONSTRUCTION				
271	Contributions In Aid of Construction	F-20	\$ 1 8 6 0 9 9 5	\$ 1 3 4 5 6 6 8
272	Accumulated Amortization of Contributions In Aid of Construction	F-21	3 4 2 1 7 0 2	3 0 8 4 4 3 1
	Total Net C.I.A.C.		\$ 8,439,293	\$ 8,261,237
ACCUMULATED DEFERRED INCOME TAXES				
281	Accumulated Deferred Income Taxes - Accelerat d Depreciation		\$ 2 2 8 0 2 7	\$ 2 1 2 0 6 3
282	Accumulated Deferred Income Taxes - Liberalized Depreciation			
283	Accumulated Deferred Income Taxes - Other			
	Total Accum. Deferred Income Taxes		\$ 2 2 8,0 2 7	\$ 2 1 2,0 6 3
	TOTAL EQUITY CAPITAL AND LIABILITIES		\$ 12,176,897	\$ 12,216,224

YEAR OF REPORT
DECEMBER 31, 1997

UTILITY NAME: GARDEN GROVE WATER COMPANY, INC.

COMPARATIVE OPERATING STATEMENT

ACCT. NO. (a)	ACCOUNT NAME (b)	PREVIOUS YEAR (c)	REF. PAGE (d)	CURRENT YEAR (e)
	UTILITY OPERATING INCOME			
400	Operating Revenues	\$ 2,243,774.	F-3(b)	\$ 2,298,723.
401	Operating Expenses	\$ 1,580,763	F-3(b)	\$ 1,550,560.
403	Depreciation Expense	81,564	F-6	166,810.
406	Amortization of Utility Plant			
	Acquisition Adjustment			
407	Amortization Expense	20,716		20,716.
408.1	Taxes Other Than Income	198,413	F-17	257,855.
409.1	Income Taxes	49,554	F-17	
410.10	Deferred Federal Income Taxes			92,255.
410.11	Deferred State Income Taxes			140,271.
411.10	Provision for Deferred Income Taxes - Credit			
412.10	Investment Tax Credits Deferred to Future Periods			
412.11	Investment Tax Credits Restored to Operating Income			
	Utility Operating Expenses	\$ 1,931,010		\$ 2,102,223.
	Utility Operating Income	\$ 312,764		\$ 196,500.
413	Income From Utility Plant Leased to Others			
414	Gains (Losses) From Disposition of Utility Property			(6,166)
	Total Utility Operating Income [Enter here and on Page F-3(c)]	\$ 312,764.		\$ 190,334.

F-3(a)

YEAR OF REPORT
DECEMBER 31, 1997

UTILITY NAME: GARDEN GROVE WATER COMPANY, INC.

COMPARATIVE OPERATING STATEMENT (Cont'd)

ACCT. NO. (a)	ACCOUNT NAME (b)	PREVIOUS YEAR (c)	REF. PAGE (d)	CURRENT YEAR (e)
	Total Utility Operating Income [From Page F-3(a)]	\$ 312,764		\$ 190,334
	OTHER INCOME AND DEDUCTIONS			
415	Revenues From Merchandising, Jobbing and Contract Deductions	\$ 51,878		\$ 18,890
416	Costs and Expenses of Merchandising, Jobbing and Contract Work			
419	Interest and Dividend Income	12,034		22,878
420	Allowance for Funds Used During Construction			
421	Nonutility Income	2,128		5,446
426	Miscellaneous Nonutility Expenses			
	Total Other Income and Deductions	\$ 66,040		\$ 96,229
	TAXES APPLICABLE TO OTHER INCOME			
408.20	Taxes Other Than Income	\$	F-17	\$
409.20	Income Taxes		F-17	
410.20	Provision for Deferred Income Taxes			
411.20	Provision for Deferred Income Taxes - Credit			
412.20	Investment Tax Credits - Net			
412.30	Investment Tax Credits Restored to Operating Income			
	Total Taxes Applicable To Other Income	\$		\$
	INTEREST EXPENSE			
427	Interest Expense	\$ 41,614	F-18	\$ 17,126
428	Amortization of Debt Discount & Expense		F-12	
429	Amortization of Premium on Debt		F-12	
	Total Interest Expense	\$ 41,614		\$ 17,126
	EXTRAORDINARY ITEMS			
433	Extraordinary Income	\$		\$
434	Extraordinary Deductions			
409.30	Income Taxes, Extraordinary Items			
	Total Extraordinary Items	\$		\$
	NET INCOME	\$ 337,190		\$ 115,300

SCHEDULE OF YEAR END RATE BASE

ACCT. NO. (a)	ACCOUNT NAME (b)	REF. PAGE (c)	WATER UTILITY (d)	SEWER UTILITY (e)
101	Utility Plant In Service	F-5	\$ 6 2 3 9 1 6 7	\$ 1 0 1 1 8 6 3 5
	Less:			
	Nonused and Useful Plant (1)			
108.1	Accumulated Depreciation	F-6	2 7 1 9 8 6 6	2 5 8 6 8 3 3
110.1	Accumulated Amortization	F-6	3 9 1 0 1	6 7 1 4 1
271	Contributions In Aid of Construction	F-20	4 5 7 8 7 6 6	7 2 8 2 2 2 9
252	Advances for Construction	F-19		
	Subtotal		\$(1 0 9 8 5 6 6)	\$ 1 8 2 4 3 2
	Additions:			
272	Accumulated Amortization of Contributions In Aid of Construction	F-21	1,3 1 9,8 2 2	2,1 0 1,8 80
	Subtotal		\$ 2 2 1 2 5 6	\$ 2 2 8 4 3 1 2
	Plus or Minus:			
114	Acquisition Adjustments (2)	F-5	1 0 2 0 4 4	6 5 3 2 9
115	Accumulated Amortization of Acquisition Adjustments (2)	F-5		
	Working Capital Allowance (3)			
	Other (Specify):			
	RATE BASE		\$ 3 2 3,3 0 0	\$ 2,3 4 9,6 4 1
	UTILITY OPERATING INCOME		\$ 1 3 8,2 1 3	\$ 5 2,1 2 1
	ACHIEVED RATE OF RETURN		42.8%	2.2 %

NOTES :

- (1) Estimated if not known.
- (2) Include only those Acquisition Adjustments that have been approved by the Commission.
- (3) Calculate using the Balance Sheet Method, beginning-year end average.

UTILITY NAME: GARDEN GROVE WATER COMPANY, INC.

YEAR OF REPORT
DECEMBER 31, 19 97

UTILITY PLANT (ACCTS. 101 - 106)

ACCT. NO. (a)	DESCRIPTION (b)	WATER (c)	SEWER (d)	OTHER THAN REPORTING SYSTEMS (e)	TOTAL (f)
	Plant Accounts:				
101	Utility Plant In Service	\$ 6 239 1 6 7.	\$ 10118 6 3 5.	\$	\$16 357 8 0 2.
102	Utility Plant Leased to Others				
103	Property Held for Future Use				
104	Utility Plant Purchased or Sold				
105	Construction Work In Progress	1 2 5 9 7.			1 2 5 9 7.
106	Completed Construction Not Classified				
	Total Utility Plant	\$ 6,251,764.	\$ 10,118,635.	\$	\$ 16,370,399.

UTILITY PLANT ACQUISITION ADJUSTMENTS (ACCTS. 114 - 115)

Report each acquisition adjustment and related accumulated amortization separately. For any acquisition adjustment approved by the Commission, include the Order Number.

DESCRIPTION (a)	WATER (b)	SEWER (c)	OTHER THAN REPORTING SYSTEMS (d)	TOTAL (e)
ACQUISITION ADJUSTMENTS (114):				
N/A	\$	\$	\$	\$
Total Plant Acquisition Adjs.	\$	\$	\$	\$
ACCUMULATED AMORTIZATION (115):				
N/A	\$	\$	\$	\$
Total Accumulated Amortization	\$	\$	\$	\$
Net Acquisition Adjustments	\$	\$	\$	\$

ACCUMULATED DEPRECIATION (ACCT. 108)

DESCRIPTION (a)	WATER (b)	SEWER (c)	OTHER THAN REPORTING SYSTEMS (d)	TOTAL (e)
Balance first of year	\$ 2,552,453.	\$ 2,284,801.	\$	\$ 4,837,254.
Credits during year:				
Accruals charged:				
to Account 108.1	\$ 1 4 5 5 4 7	\$ 2 3 0 8 2 8	\$	\$ 3 7 6 3 7 5
to Account 108.2				
to Account 108.3				
Accruals charged other accounts (specify)				
Depreciation on CIAC	5 6 5 0 2	7 1 2 0 4		1 2 7 7 0 6
Salvage				
Other credits (specify)				

Total credits	\$ 2 0 2,0 4 9	\$ 3 0 2,0 3 2	\$	\$ 5 0 4,0 8 1
Debits during year:				
Book cost of plant retired	\$ 3 4 6 3 6	\$	\$	\$ 3 4 6 3 6
Cost of removal				
Other debits (specify)				

Total debits	\$ 3 4 6 3 6	\$	\$	\$ 3 4 6 3 6
Balance end of year	\$ <u>2,719,866.</u>	\$ <u>2,586,833.</u>	\$	\$ <u>5,306,699.</u>

ACCUMULATED AMORTIZATION (ACCT. 110)

DESCRIPTION (a)	WATER (b)	SEWER (c)	OTHER THAN REPORTING SYSTEMS (d)	TOTAL (e)
Balance first of year	\$ 3 1,8 2 8	\$ 5 3,6 9 8	\$	\$ 8 5,5 2 6
Credits during year:				
Accruals charged:				
to Account 110.1	\$ 7 2 7 3	\$ 1 3 4 4 3	\$	\$ 2 0 7 1 6
to Account 110.2				
Other credits (specify)				

Total credits	\$ 7,2 7 3	\$ 1 3,4 4 3	\$	\$ 2 0,7 1 6
Debits during year:				
Book cost of plant retired	\$	\$	\$	\$
Other debits (specify)				

Total debits	\$	\$	\$	\$
Balance end of year	\$ <u>3 9,1 0 1</u>	\$ <u>6 7,1 4 1</u>	\$	\$ <u>1 0 6,2 4 2</u>

UTILITY NAME GARDEN GROVE WATER COMPANY, INC.

YEAR OF REPORT
DECEMBER 31, 1997

INVESTMENTS AND SPECIAL FUNDS (ACCTS. 123 - 127)

Report hereunder all investments and special funds carried in Accounts 123 thru 127.

DESCRIPTION OF SECURITY OR SPECIAL FUND (a)	FACE OR PAR VALUE (b)	YEAR END BOOK COST (c)
INVESTMENT IN ASSOCIATED COMPANIES (ACCT. 123) N/A	\$	\$
_____	\$	-----
_____	\$	-----
_____	\$	-----
_____	\$	-----
Total Investment In Associated Companies -----		\$ =====
UTILITY INVESTMENTS (ACCT. 124):		
N/A	\$	\$
_____	\$	-----
_____	\$	-----
_____	\$	-----
_____	\$	-----
Total Utility Investments -----		\$ =====
OTHER INVESTMENTS (ACCT. 125):		
N/A	\$	\$
_____	\$	-----
_____	\$	-----
_____	\$	-----
_____	\$	-----
Total Other Investments -----		\$ =====
SPECIAL FUNDS (ACCTS. 126 & 127):		
N/A		\$
_____		-----
_____		-----
_____		-----
Total Special Funds -----		\$ =====

UTILITY NAME GARDEN GROVE WATER COMPANY, INC.

YEAR OF REPORT
DECEMBER 31, 1997

ACCOUNTS AND NOTES RECEIVABLE - NET (ACCTS. 141 - 144)

Report hereunder all accounts and notes receivable included in Accounts 141, 142 and 144. Amounts included in Accounts 142 and 144 should be listed individually.

DESCRIPTION (a)	TOTAL (b)
ACCOUNTS RECEIVABLE:	
Customer Accounts Receivable (Acct. 141):	
Water -----	\$ 5 5 4 5 7.
Sewer -----	4 5 4 0 5.
Other -----	
Total Customer Accounts Receivable -----	\$ 1 0 0 8 6 2.
OTHER ACCOUNTS RECEIVABLE (Acct. 142):	
RETURNED CHECKS	\$ 8 5 6.
Total Other Accounts Receivable -----	8 5 6.
NOTES RECEIVABLE (Acct. 144):	
Total Notes Receivable -----	
Total Accounts and Notes Receivable -----	\$ 1 0 1 7 1 8.
ACCUMULATED PROVISION FOR UNCOLLECTIBLE ACCOUNTS (Acct. 143)	
Balance first of year -----	\$ -----
Add: Provision for uncollectibles for current year	\$ -----
Collections of accounts previously written off	1 2 0 4.
Utility accounts -----	
Others -----	
Total Additions -----	\$ 1 2 0 4.
Deduct accounts written off during year:	\$ 1 2 0 4.
Utility Accounts -----	
Other -----	
Total accounts written off -----	\$ 1 2 0 4.
Balance end of year -----	\$ -----
Total Accounts and Notes Receivable - Net -----	\$ <u>1 0 1,7 1 8.</u>

UTILITY NAME: GARDEN GROVE WATER COMPANY, INC.

YEAR OF REPORT DECEMBER 31, 19 <u>97</u>

ACCOUNTS RECEIVABLE FROM ASSOCIATED COMPANIES (ACCT. 145)

Report each account receivable from associated companies separately.

DESCRIPTION (a)	TOTAL (b)
N/A	\$
Total	\$ <u>N/A</u>

NOTES RECEIVABLE FROM ASSOCIATED COMPANIES (ACCT. 146)

Report each note receivable from associated companies separately.

DESCRIPTION (a)	INTEREST RATE (b)	TOTAL (c)
N/A		\$
	%	
	%	
	%	
	%	
	%	
	%	
	%	
	%	
	%	
Total		\$ <u>N/A</u>

UTILITY NAME GARDEN GROVE WATER COMPANY, INC.

YEAR OF REPORT
DECEMBER 31, 1997

MATERIALS AND SUPPLIES (ACCTS. 151 - 153)

DESCRIPTION (a)	WATER (b)	SEWER (c)	OTHER THAN REPORTING SYSTEMS (d)	TOTAL (e)
Plant Material and Supplies (Acct. 151) -----	\$ _____	\$ _____	\$ _____	\$ _____
Merchandise (Acct. 152) -----	XXXXXXXXXXXX	XXXXXXXXXXXX	XXXXXXXXXXXX	-----
Other Material and Supplies (Acct. 153) -----	XXXXXXXXXXXX	XXXXXXXXXXXX	XXXXXXXXXXXX	-----
Total Material and Supplies -----	XXXXXXXXXXXX	XXXXXXXXXXXX	XXXXXXXXXXXX	\$ <u>N/A</u>

PREPAYMENTS (ACCT. 162)

DESCRIPTION (a)	TOTAL (b)
Prepaid Insurance -----	\$ 20800
Prepaid Rents -----	-----
Prepaid Interest -----	-----
Prepaid Taxes -----	-----
Other Prepayments (Specify): PREPAID LOAN COSTS -----	13348
Total Prepayments -----	\$ <u>34148</u>

MISCELLANEOUS DEFERRED DEBITS (ACCT. 186)

DESCRIPTION (a)	TOTAL (b)
MISCELLANEOUS DEFERRED DEBITS (Acct. 186):	
Deferred Rate Case Expense (Acct. 186.1) -----	\$ -----
Other Deferred Debits (Acct. 186.2) -----	-----
Total Miscellaneous Deferred Debits -----	\$ <u>N/A</u>

UTILITY NAME GARDEN GROVE WATER COMPANY, INC.

YEAR OF REPORT
DECEMBER 31, 1997

UNAMORTIZED DEBT DISCOUNT AND EXPENSE AND PREMIUM ON DEBT (ACCTS. 181 and 251)

Report the net discount and expense or premium separately for each security issue.

DESCRIPTION (a)	AMOUNT WRITTEN OFF DURING YEAR (b)	YEAR END BALANCE (c)
UNAMORTIZED DEBT DISCOUNT AND EXPENSE (Acct. 181):		
N/A	\$	\$
	-----	-----
	-----	-----
Total Unamortized Debt Discount and Expense	\$	\$
	=====	=====
UNAMORTIZED PREMIUM ON DEBT (Acct. 251):		
N/A	\$	\$
	-----	-----
	-----	-----
Total Unamortized Premium on Debt	\$	\$
	=====	=====

EXTRAORDINARY PROPERTY LOSSES (ACCT. 182)

Report each item separately.

DESCRIPTION (a)	TOTAL (b)
EXTRAORDINARY PROPERTY LOSSES (Acct. 182):	
N/A	\$

Total Extraordinary Property Losses	\$
	=====

UTILITY NAME: GARDEN GROVE WATER COMPANY, INC.

YEAR OF REPORT
DECEMBER 31, 19 97

NOTES PAYABLE (ACCTS. 232 and 234)

DESCRIPTION (a)	NOMINAL DATE OF ISSUE (b)	DATE OF MATURITY (c)	INTEREST		PRINCIPAL AMOUNT PER BALANCE SHEET (f)
			RATE (d)	FREQUENCY OF PAYMENT (e)	
ACCOUNT 232 - NOTES PAYABLE: N/A					\$
Total Account 232					\$
ACCOUNT 234 - NOTES PAYABLE TO ASSOCIATED COMPANIES: N/A					\$
Total Account 234					\$

ACCOUNTS PAYABLE TO ASSOCIATED COMPANIES (ACCT. 233)

Report each account payable separately.

DESCRIPTION (a)	TOTAL (b)
N/A	\$
Total	\$

UTILITY NAME: GARDEN GROVE WATER COMPANY, INC.

YEAR OF REPORT
DECEMBER 31, 19 97

STATEMENT OF RETAINED EARNINGS

1. Dividends should be shown for each class and series of capital stock.
Show amounts of dividends per share.
2. Show separately the state and federal income tax effect of items shown in Account No. 439.

ACCT. NO. (a)	DESCRIPTION (b)	AMOUNTS (c)
215	Unappropriated Retained Earnings:	\$ 1,189,674.
	Balance beginning of year	
	Changes to account:	
439	Adjustments to Retained Earnings (requires Commission approval prior to use):	\$
	Credits:	
	-----	\$
	Total Credits	\$
	Debits:	
	-----	\$
	Total Debits	\$
435	Balance Transferred from Income	\$ 115,300.
436	Appropriations of Retained Earnings:	\$
	-----	\$
	Total Appropriations of Retained Earnings	\$
	Dividends Declared:	\$
437	Preferred Stock Dividends Declared	

438	Common Stock Dividends Declared	

	Total Dividends Declared	\$
	Balance end of year	\$ 1,304,974.
214	Appropriated Retained Earnings (state balance and purpose of each appropriated amount at year end):	\$

	Total Appropriated Retained Earnings	\$
	Total Retained Earnings	\$ 1,304,974.

Notes to Statement of Retained Earnings:

UTILITY NAME: GARDEN GROVE WATER COMPANY, INC.

YEAR OF REPORT
DECEMBER 31, 19 97

ACCRUED TAXES (ACCT. 236)

ACCT. NO. (a)	DESCRIPTION (b)	WATER (c)	SEWER (d)	OTHER (e)	TOTAL (f)
	Balance First of Year	\$ 3 6 0 5 7	\$ 2 5 5 7 2	\$	\$ 6 1 6 2 9
408.10	Accruals Charged:				
408.11	Utility Regulatory Assessment Fees	\$ 5 8 1 6 1	\$ 4 1 1 3 5	\$	\$ 9 9 2 9 6.
408.12	Property Taxes	4 1 0 5 5	6 8 5 6 9		1 0 9 6 2 4
408.13	Payroll Taxes	2 0 5 8 8	2 0 5 8 8		4 1 1 7 6
409.10	Other Taxes & Licenses	5 3 5 4	2 4 0 5		7 7 5 9
409.11	Federal Income Taxes				
410.10	State Income Taxes				
410.11	Taxes Applicable To Other Income (Accts. 408.2, 409.2, 409.3, 410.2)				
	Total Taxes Accrued	\$ 1 2 5,1 5 8	\$ 1 3 2,6 9 7	\$	\$ 2 5 7,8 5 5.
	Taxes Paid During Year:				
408.10	Utility Regulatory Assessment Fees	3 6 0 4 3	2 5 4 9 2		6 1 5 3 5.
408.11	Property Taxes	4 1 0 5 5	6 8 5 6 9		1 0 9 6 2 4
408.12	Payroll Taxes	2 0 5 0 3	2 0 5 0 2		4 1 0 0 5
408.13	Other Taxes & Licenses	5 3 5 4	2 4 0 5		7 7 5 9
409.10	Federal Income Taxes				
409.11	State Income Taxes				
	Taxes Applicable To Other Income (Accts. 408.2, 409.2, 409.3, 410.2)				
	Total Taxes Paid	\$ 1 0 2,9 5 5	\$ 1 1 6,9 6 8	\$	\$ 2 1 9,9 2 3.
	Balance End of Year	\$ 5 8,2 6 0.	\$ 4 1,3 0 1.	\$	\$ 9 9,5 6 1.

UTILITY NAME: GARDEN GROVE WATER COMPANY, INC.

YEAR OF REPORT
DECEMBER 31, 1997

ACCRUED INTEREST (ACCT. 237)

DESCRIPTION OF DEBT (a)	BALANCE BEGINNING OF YEAR (b)	INTEREST ACCRUED DURING YEAR		INTEREST PAID DURING YEAR (e)	BALANCE END OF YEAR (f)
		ACCT. DEBIT (c)	AMOUNT (d)		
ACCOUNT NO. 237.1 - ACCRUED INTEREST ON LONG TERM DEBT:	\$		\$	\$	\$
10.43% Mortgage Payable	(1 2 2 1)	427.3	171 2 5 0.	171 1 9 8	(1 2 7 3)
Prime Mortgage Payable		427.3			
Prime Mortgage Payable		427.3			
8.50% Equipment		427.3			
8.00% Equipment		427.3			
Total Account No. 237.1	\$ (1 2 2 1)		\$ 171,250.	\$ 171,198.	\$ (1 2 7 3)
ACCOUNT NO. 237.2 - ACCRUED INTEREST ON OTHER LIABILITIES:	\$		\$	\$	\$
Total Account No. 237.2	\$		\$	\$	\$
Total Account No. 237	\$ (1 2 2 1)		\$ 171,250.	\$ 171,198.	\$ (1 2 7 3)

REGULATORY COMMISSION EXPENSE - AMORTIZATION
OF RATE CASE EXPENSE (ACCTS. 666 and 766)

DESCRIPTION OF CASE (DOCKET NO.) (a)	EXPENSE INCURRED DURING YEAR (b)	AMOUNT TRANSFERRED TO ACCT. NO. 186.1 (c)	CHARGED OFF DURING YEAR	
			ACCT. (d)	AMOUNT (e)
N/A	\$	\$		\$
Total	\$	\$		\$

UTILITY NAME: GARDEN GROVE WATER COMPANY, INC.

YEAR OF REPORT DECEMBER 31, 19 <u>97</u>

CONTRIBUTIONS IN AID OF CONSTRUCTION (ACCT. 271)

DESCRIPTION (a)	WATER (b)	SEWER (c)	W & S OTHER THAN SYSTEM REPORTING (d)	TOTAL (e)
Balance first of year	\$ 4,470,558.	\$ 6,875,110.	\$	\$11,345,668.
Add credits during year:				
Contributions received from Capacity, Main Extension and Customer Connection Charges (Schedule "A")	\$ 1 0 5 5 1 8.	\$ 4 0 4 3 9 4.	\$	\$ 5 0 9 9 1 2.
Contributions received from Developer or Contractor Agreements in cash or property (Schedule "B")	2 6 9 0.	2 7 2 5.		5 4 1 5.
Total Credits	\$ 1 0 8 2 0 8.	\$ 4 0 7 1 1 9.	\$	\$ 5 1 5 3 2 7.
Less debits charged during the year (All debits charged during the year must be explained below)	\$	\$	\$	\$
Total Contributions In Aid of Construction	\$ 4,578,766.	\$ 7,282,229.	\$	\$11,860,995.

Explain all debits charged to Account 271 below:

N/A

UTILITY NAME: GARDEN GROVE WATER COMPANY, INC.

YEAR OF REPORT
DECEMBER 31, 1997

SCHEDULE "A"

ADDITIONS TO CONTRIBUTIONS IN AID OF CONSTRUCTION RECEIVED FROM CAPACITY, MAIN EXTENSION AND CUSTOMER CONNECTION CHARGES RECEIVED DURING THE YEAR

DESCRIPTION OF CHARGE (a)	NUMBER OF CONNECTIONS (b)	CHARGE PER CONNECTION (c)	WATER (d)	SEWER (e)
RESIDENTIAL				
WATER & SEWER IMPACT FEES 1 ERC	94	\$ 2660.	\$ 57340.	\$ 192700.
WATER IMPACT FEES 1 ERC	57	610.	34770.	
WATER & SEWER IMPACT FEES .60 ERC	12	1780.	4872.	16488.
WATER & SEWER IMPACT FEES 1.50 ERC	5	865.	4325.	
WATER IMPACT FEES	3	380.	1142.	
FIRE HYDRANT		1200.	1200.	
PREPAID WATER IMPACT FEES		280.	(7174)	(14350)
PREPAID SEWER IMPACT FEES		VARIED		30745.
SEWER IMPACT FEES		2050.		2748.
SEWER IMPACT FEES		1374.		118542.
AFPI		VARIED		1950.
BACK SEWER IMPACT FEES-AGREEMENT		VARIED	9043.	55571.
COMMERICAL SCHEDULE "A" ATTACHED				
Total Credits			\$ 105,518.	\$ 404,394.

ACCUMULATED AMORTIZATION OF CONTRIBUTIONS IN AID OF CONSTRUCTION (ACCT. 272)

DESCRIPTION (a)	WATER (b)	SEWER (c)	W & S OTHER THAN SYSTEM REPORTING (d)	TOTAL (e)
Balance first of year	\$ 1,194,506.	\$ 1,889,925.	\$	\$ 3,084,431.
Dedits during year:				
Accruals charged to Account 272	\$ 68814.	\$ 140751	\$	\$ 209565
Other debits (specify):				
Depreciation Expense on Contributed Property	565021.	77204.		127706
Total debits	\$ 125316.	\$ 211955	\$	\$ 337271
Credits during year (specify):				
	\$	\$	\$	\$
Total Credits	\$	\$	\$	\$
Balance end of year	\$ 1,319,822.	2,101,880.		3,421,702.

UTILITY

NAME: GARDEN GROVE WATER COMPANY, INC.

YEAR OF	REPORT
DEC. 31,	1997

SCHEDULE "A"

ADDITIONS TO CONTRIBUTIONS IN AID OF CONSTRUCTION RECEIVED FROM CAPACITY,
AND EXTENSION & CUSTOMER CONNECTION CHARGES RECEIVED DURING THE YEAR.

DESCRIPTION OF CHARGE (a)	NUMBER OF CONNECTIONS (b)	CHARGE PER CONNECTION (c)	WATER (d)	SEWER (e)
COMMERICAL:				
WATER IMPACT FEE 13.75 ERC	2	\$4,521.25	\$9,042.50	
SEWER IMPACT FEE 18.33 ERC		37,576.50		37,576.50
AFPI		17,994.00		17,994.00
TOTAL COMMERICAL FEES			\$9,042.50	\$55,570.50

F-21A

UTILITY NAME: GARDEN GROVE WATER COMPANY, INC.

YEAR OF REPORT
DECEMBER 31, 1997

RECONCILIATION OF REPORTED NET INCOME WITH TAXABLE INCOME FOR FEDERAL INCOME TAXES
(UTILITY OPERATIONS)

1. The reconciliation should include the same detail as furnished on Schedule M-1 of the federal tax return for the year. 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 and show the computation of all tax accruals.
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 intercompany 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.

DESCRIPTION (a)	REF. (b)	AMOUNT (c)
Net income for the year		\$ 1 1 5 3 0 0.
Reconciling items for the year:		
Taxable income not reported on books:		5 3 1 5.
CONTRIBUTED PROPERTY WITH TAX IMPACT		<u>1 9 5 3 0.</u>
INSTALLATION FEES		<u>8 8 9.</u>
BOOK () TAX LOSS ON DISPOSITION OF ASSETS		<u>1 0 6 2 8 2.</u>
FEDERAL INCOME TAX		
Deductions recorded on books not deducted for return:		
AMORTIZATION		4 9 6 2.
AMORTIZATION OF CAPITALIZED WAGES		<u>1 5 7 5 4.</u>
NONDEDUCTIBLE PENALTIES		<u>9 5 0.</u>
Income recorded on books not included in return:		
Deduction on return not charged against book income:		
DEPRECIATION ON CONTRIBUTION IN AID OF CONSTRUCTION ASSETS		5 0 4 1 8 2.
DECREASE IN SALES ADJUSTMENT		<u>1 2 1 3 8.</u>
Federal tax net income		\$ (247,338)
Computation of tax:		

** COMPLETION OF SCHEDULE ONLY REQUIRED IF AFUDC WAS CHARGED DURING YEAR **

UTILITY NAME: GARDEN GROVE WATER COMPANY, INC.

YEAR OF REPORT
DECEMBER 31, 1997

SCHEDULE "A"

SCHEDULE OF COST OF CAPITAL USED FOR AFUDC CALCULATION (2)

CLASS OF CAPITAL (a)	DOLLAR AMOUNT (1) (b)	PERCENTAGE OF CAPITAL (c)	ACTUAL COST RATES (d)	WEIGHTED COST [c x d] (e)
Common Equity	\$ N/A	%	%	%
Preferred Stock		%	%	%
Long Term Debt		%	%	%
Customer Deposits		%	%	%
Tax Credits - Zero Cost		%	0.00 %	%
Tax Credits - Weighted Cost		%	%	%
Deferred Income Taxes		%	%	%
Other (Explain)		%	%	%
Total	\$	100.00 %		%

- (1) Should equal amounts on Schedule B, Column (f), Page F-25.
- (2) Must be calculated using the same methodology used to calculate AFUDC rate approved by the Commission.

APPROVED AFUDC RATE

Current Commission approved AFUDC rate:	_____ %
Commission order approving AFUDC rate:	_____

** COMPLETION OF SCHEDULE ONLY REQUIRED IF AFUDC WAS CHARGED DURING YEAR **

UTILITY NAME: GARDEN GROVE WATER COMPANY, INC.

YEAR OF REPORT DECEMBER 31, 19 <u>97</u>

SCHEDULE "B"

SCHEDULE OF CAPITAL STRUCTURE ADJUSTMENTS

CLASS OF CAPITAL (a)	PER BOOK BALANCE (b)	NON-UTILITY ADJUSTMENTS (c)	NON-JURIS. ADJUSTMENTS (d)	OTHER (1) ADJUSTMENTS (e)	CAPITAL STRUCTURE USED FOR AFUDC CALCULATION (f)
Common Equity	\$ N/A	\$	\$	\$	\$
Preferred Stock					
Long Term Debt					
Customer Deposits					
Tax Credits - Zero Cost					
Tax Credits - Weighted					
Cost of Capital					
Deferred Income Taxes					
Other (Explain)					
Total	\$ _____	\$ _____	\$ _____	\$ _____	\$ _____

(1) Explain below all adjustments made in Column (e): .

N/A

**WATER
OPERATION
SECTION**

UTILITY NAME: GARDEN GROVE WATER COMPANY, INC.

YEAR OF REPORT
DECEMBER 31, 19 97

WATER UTILITY PLANT ACCOUNTS

ACCT. NO. (a)	ACCOUNT NAME (b)	PREVIOUS YEAR (c)	ADDITIONS (d)	RETIREMENTS (e)
301.	Organization	\$	\$	\$
302	Franchises			
303	Land and Land Rights	1 7 1 6 6 8.		
304	Structures and Improvements	3 9 2 3 6 5.	1 5 2 0 0.	
305	Collecting and Impounding Reservoirs			
306	Lake, River and Other Intakes			9 2 2 3
307	Wells and Springs	1 5 6 4 9 9		
308	Infiltration Galleries and Tunnels			
309	Supply Mains			
310	Power Generation Equipment			
311	Pumping Equipment	4 5 8 1 4 7.		
320	Water Treatment Equipment	5 6 5 8.	9 1 9 3.	
330	Distribution Reservoirs and Standpipes	4 5 5 4 9 7.	2 7 8 4.	
331	Transmission and Distribution Mains	3 6 5 8 8 7 5.	1 3 1 1 1.	
333	Services			
334	Meters and Meter Installations	5 6 4 6 5.	6 0 9 5.	
335	Hydrants	6 2 3.		
339	Other Plant and Miscellaneous Equipment	1 6 1 4 2 3.		1 0 3 4.
340	Office Furniture and Equip.	6 5 6 4 1.	5 3 1 7.	1 7 6 0 2.
341	Transportation Equipment	2 8 3 4 7 5.	3 1 8 0 0.	1 0 4 3 9.
342	Stores Equipment	5 8 9 0 6.	1 3 3 6 7.	
343	Tools, Shop and Garage Equip.	2 8 3 1 7.		2 1 7 8.
344	Laboratory Equipment			
345	Power Operated Equipment	2 1 6 9 5 5.	5 1 3 0.	
346	Communication Equipment	7 1 3 2.		
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	Total Water Plant	\$6,1 7 7,6 4 6.	\$ 1 0 1,9 9 7.	\$ 4 0,4 7 6.

NOTE: Any adjustments made to reclassify property from one account to another must be footnoted.

WATER UTILITY PLANT MATRIX

CURRENT YEAR (f)	.1 INTANGIBLE PLANT (g)	.2 SOURCE OF SUPPLY AND PUMPING PLANT (h)	.3 WATER TREATMENT PLANT (i)	.4 TRANSMISSION AND DISTRIBUTION PLANT (j)	.5 GENERAL PLANT (k)
\$	\$	\$XXXXXXXXXXXXXX	\$XXXXXXXXXXXXXX	\$XXXXXXXXXXXXXX	\$XXXXXXXXXXXXXX
171668.	XXXXXXXXXXXXXX	145755.	195631.	25913.	61135.
407565.	XXXXXXXXXXXXXX	150799.	XXXXXXXXXXXXXX	XXXXXXXXXXXXXX	XXXXXXXXXXXXXX
-----	XXXXXXXXXXXXXX	-----	XXXXXXXXXXXXXX	XXXXXXXXXXXXXX	XXXXXXXXXXXXXX
147276.	XXXXXXXXXXXXXX	147276.	XXXXXXXXXXXXXX	XXXXXXXXXXXXXX	XXXXXXXXXXXXXX
-----	XXXXXXXXXXXXXX	-----	XXXXXXXXXXXXXX	XXXXXXXXXXXXXX	XXXXXXXXXXXXXX
458147.	XXXXXXXXXXXXXX	458147.	XXXXXXXXXXXXXX	XXXXXXXXXXXXXX	XXXXXXXXXXXXXX
14851.	XXXXXXXXXXXXXX	XXXXXXXXXXXXXX	14851.	XXXXXXXXXXXXXX	XXXXXXXXXXXXXX
458281.	XXXXXXXXXXXXXX	XXXXXXXXXXXXXX	XXXXXXXXXXXXXX	458281.	XXXXXXXXXXXXXX
3671986.	XXXXXXXXXXXXXX	XXXXXXXXXXXXXX	XXXXXXXXXXXXXX	3671986.	XXXXXXXXXXXXXX
62560.	XXXXXXXXXXXXXX	XXXXXXXXXXXXXX	XXXXXXXXXXXXXX	62560.	XXXXXXXXXXXXXX
623.	XXXXXXXXXXXXXX	XXXXXXXXXXXXXX	XXXXXXXXXXXXXX	623.	XXXXXXXXXXXXXX
160389.	160004.	385.	XXXXXXXXXXXXXX	XXXXXXXXXXXXXX	53356.
53356.	XXXXXXXXXXXXXX	XXXXXXXXXXXXXX	XXXXXXXXXXXXXX	XXXXXXXXXXXXXX	304836.
304836.	XXXXXXXXXXXXXX	XXXXXXXXXXXXXX	XXXXXXXXXXXXXX	XXXXXXXXXXXXXX	72273.
72273.	XXXXXXXXXXXXXX	XXXXXXXXXXXXXX	XXXXXXXXXXXXXX	XXXXXXXXXXXXXX	26139.
26139.	XXXXXXXXXXXXXX	XXXXXXXXXXXXXX	XXXXXXXXXXXXXX	XXXXXXXXXXXXXX	222085.
222085.	XXXXXXXXXXXXXX	XXXXXXXXXXXXXX	XXXXXXXXXXXXXX	XXXXXXXXXXXXXX	-----
7132.	XXXXXXXXXXXXXX	XXXXXXXXXXXXXX	XXXXXXXXXXXXXX	XXXXXXXXXXXXXX	7132.
-----	XXXXXXXXXXXXXX	XXXXXXXXXXXXXX	XXXXXXXXXXXXXX	XXXXXXXXXXXXXX	-----
\$6,239,167.	\$160,004.	\$902,362.	\$210,482.	\$4,219,363.	\$746,956.

UTILITY NAME: GARDEN GROVE WATER COMPANY, INC.

YEAR OF REPORT
DECEMBER 31, 1997

WATER UTILITY EXPENSE ACCOUNTS

ACCT. NO. (a)	ACCOUNT NAME (b)	CURRENT YEAR (c)	.1 SOURCE OF SUPPLY AND EXPENSES - OPERATIONS (d)	.2 SOURCE OF SUPPLY AND EXPENSES - MAINTENANCE (e)
601	Salaries and Wages - Employees	\$ 2 0 9 5 1 9	\$ 1 7 0 4 5	\$ 2 0 5 5 3
603	Salaries and Wages - Officers, Directors and Majority Stockholders	1 7 0 6 8 0		
604	Employee Pensions and Benefits	1 2 0 2 1	1 0 1 5	1 1 9 1
610	Purchased Water			XXXXXXXXXXXXXXXXXX
615	Purchased Power	9 3 5 1 9	3 0 4 2 3	XXXXXXXXXXXXXXXXXX
616	Fuel for Power Purchased			XXXXXXXXXXXXXXXXXX
618	Chemicals	4 3 2 7 0		
620	Materials and Supplies	1 0 9 2 7 2		1 6 3 9 1
631	Contractual Services - Eng.			
632	Contractual Services - Acct.	4 6 3 2		
633	Contractual Services - Legal	2 6 3 8 2		
634	Contractual Services - Management Fees	3 2 6 4 0		
635	Contractual Services - Other	3 7 8 4 5		
641	Rental of Building/Real Property	2 3 0 9 8	2 4 0 0	
642	Rental of Equipment	3 9 3		1 9 7
650	Transportation Expenses	4 1 3 8 2	2 8 1 4	2 4 8 3
656	Insurance - Vehicle	6 1 2 9	4 3 0	3 6 8
657	Insurance - General Liability	1 0 6 6 0	8 6 4	1 0 4 4
658	Insurance - Workman's Compensation	4 3 3 5	2 3 0	4 8 0
659	Insurance - Other		XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX
660	Advertising Expense		XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX
666	Regulatory Commission Expenses - Amortization of Rate Case Expense		XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX
667	Regulatory Commission Expenses - Other		XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX
670	Bad Debt Expense	6 8 4	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX
675	Miscellaneous Expenses	5 0 4 3 4	3 1 5 2	2 2 5 0
	Total Water Utility Expenses	\$ 876,895.	\$ 58,373.	\$ 44,957.

UTILITY NAME: GARDEN GROVE WATER COMPANY, INC.

YEAR OF REPORT
DECEMBER 31, 1997

WATER OPERATING REVENUE

ACCT. NO. (a)	DESCRIPTION (b)	BEGINNING YEAR NO. CUSTOMERS (c)	YEAR END NUMBER CUSTOMERS (d)	AMOUNTS (e)
	Operating Revenues:			
460	Unmetered Water Revenue			\$
	Metered Water Revenue:			
461.1	Metered Sales to Residential Customers	5 6 8 9	5 8 5 9	\$ 1,073,942.
461.2	Metered Sales to Commercial Customers	3 4 9	3 5 2	228,807
461.3	Metered Sales to Industrial Customers			
461.4	Metered Sales to Public Authorities			
461.5	Metered Sales to Multiple Family Dwellings			
	Total Metered Sales	6 0 3 8	6 2 1 1	\$ 1,302,749.
	Fire Protection Revenue:			
462.1	Public Fire Protection			\$
462.2	Private Fire Protection			
	Total Fire Protection Revenue			\$
464	Other Sales To Public Authorities			\$
465	Sales To Irrigation Customers			
466	Sales For Resale			
467	Interdepartmental Sales			
	Totals	6 0 3 8	6 2 1 1	\$ 1,302,749.
	Other Water Revenues:			
469	Guaranteed Revenues			\$
470	Forfeited Discounts			
471	Miscellaneous Service Revenues			
472	Rents From Water Property			
473	Interdepartmental Rents			
474	Other Water Revenues			
	Total Other Water Revenues			\$
	Total Water Operating Revenues			\$ 1,302,749.

BASIS FOR WATER DEPRECIATION CHARGES

ACCT. NO. (a)	ACCOUNT NAME (b)	AVERAGE SERVICE LIFE IN YEARS (c)	AVERAGE NET SALVAGE IN PERCENT (d)	DEPRECIATION RATE APPLIED IN PERCENT (100% - d)/c (e)
304	Structures and Improvements	2 4	%	4.1 7 %
305	Collecting and Impounding Reservoirs		%	%
306	Lake, River and Other Intakes		%	%
307	Wells and Springs	2 0	%	5.0 0 %
308	Infiltration Galleries and Tunnels		%	%
309	Supply Mains		%	%
310	Power Generation Equipment		%	%
311	Pumping Equipment	2 0	%	5.0 0 %
320	Water Treatment Equipment	2 0	%	5.0 0 %
330	Distribution Reservoirs and Standpipes	3 7	%	2.7 0 %
331	Transmission and Distribution Mains	4 3	%	2.3 3 %
333	Services		%	%
334	Meters and Meter Installations	2 0	%	5.0 0 %
335	Hydrants	4 5	%	2.2 2 %
339	Other Plant and Miscellaneous Equipment	2 2	%	4.5 5 %
340	Office Furniture and Equip.	1 5	%	6.6 7 %
341	Transportation Equipment	7	%	1 4.2 9 %
342	Stores Equipment	1 5	%	6.6 7 %
343	Tools, Shop and Garage Equip.	1 5	%	6.6 7 %
344	Laboratory Equipment		%	%
345	Power Operated Equipment		%	%
346	Communication Equipment	1 1	%	9.0 9 %
347	Miscellaneous Equipment		%	%
348	Other Tangible Plant		%	%
	Water Plant Composite Depreciation Rate *		%	%

* If depreciation rates prescribed by this Commission are on a total composite basis, entries should be made on this line only.

UTILITY NAME: GARDEN GROVE WATER COMPANY, INC.

YEAR OF REPORT
DECEMBER 31, 1997

ANALYSIS OF ENTRIES IN WATER ACCUMULATED DEPRECIATION

ACCT. NO. (a)	ACCOUNT NAME (b)	BALANCE AT BEGINNING OF YEAR (c)	ACCRUALS (d)	OTHER CREDITS * (e)	TOTAL CREDITS (d+e) (f)
304	Structures and Improvements	\$ 1 3 6 3 7 4.	\$ 1 6 1 2 9.	\$	\$ 1 6 1 2 9.
305	Collecting and Impounding Reservoirs	-----	-----	-----	-----
306	Lake, River and Other Intakes	-----	-----	-----	-----
307	Wells and Springs	7 7 6 6 2.	5 8 5 9.	-----	5 8 5 9.
308	Infiltration Galleries and Tunnels	-----	-----	-----	-----
309	Supply Mains	-----	-----	-----	-----
310	Power Generation Equipment	-----	-----	-----	-----
311	Pumping Equipment	3 2 2 0 0 7.	9 4 3 4.	-----	9 4 3 4.
320	Water Treatment Equipment	5 1 5 7.	4 1 8.	-----	4 1 8.
330	Distribution Reservoirs and Standpipes	2 2 1 8 4 5.	2 4 3 8 9.	-----	2 4 3 8 9.
331	Transmission and Distribution Mains	4 4 8 6 8 8.	8 4 0 2 7.	-----	8 4 0 2 7.
333	Services	-----	-----	-----	-----
334	Meters and Meter Installations	9 1 8 4.	4 0 2 0.	-----	4 0 2 0.
335	Hydrants	4 8 6.	1 4.	-----	1 4.
339	Other Plant and Miscellaneous Equipment	1 4 1 9.	-----	-----	-----
340	Office Furniture and Equip.	6 0 4 4 7.	1 1 9 9.	-----	1 1 9 9.
341	Transportation Equipment	1 4 6 0 3 3.	3 1 6 0 1.	-----	3 1 6 0 1.
342	Stores Equipment	2 2 4 1 6.	4 8 8 1.	-----	4 8 8 1.
343	Tools, Shop and Garage Equip.	1 2 0 6 6.	1 4 5 2.	-----	1 4 5 2.
344	Laboratory Equipment	-----	-----	-----	-----
345	Power Operated Equipment	8 4 9 5 2.	1 8 1 6 0.	-----	1 8 1 6 0.
346	Communication Equipment	3 7 1 7.	4 6 6.	-----	4 6 6.
347	Miscellaneous Equipment	-----	-----	-----	-----
348	Other Tangible Plant	-----	-----	-----	-----
	Total Depreciable Water Plant In Service	\$ 2,552,453.	\$ 202,049.	\$	\$ 202,049.

* Specify nature of transaction.
Use () to denote reversal entries.

ANALYSIS OF ENTRIES IN WATER ACCUMULATED DEPRECIATION (Cont.'d)

PLANT RETIRED (g)	ASSOCIATED SALVAGE AND INSURANCE (h)	ASSOCIATED COST OF REMOVAL (i)	OTHER CHARGES (j)	TOTAL CHARGES (g+h+i+j) (k)	BALANCE AT END OF YEAR (c+f-k) (l)
					\$1 5 2 5 0 3.
				3 3 8 2.	8 0 1 3 9.
					3 3 1 4 4 1.
					5 5 7 5.
					2 4 6 2 3 4.
					15 3 2 7 1 5.
					1 3 2 0 4.
					5 0 0.
				1 0 3 4.	3 8 5.
				1 7 6 0 3.	4 4 0 4 3.
				1 0 4 3 9.	1 6 7 1 9 5.
					2 7 2 9 7.
				2 1 7 8.	1 1 3 4 0.
					1 0 3 1 1 2.
					4 1 8 3.
				\$ 34,636.	\$2,719,866.

UTILITY NAME: GARDEN GROVE WATER COMPANY, INC.
 SYSTEM NAME: GARDEN GROVE WATER COMPANY, INC.

YEAR OF REPORT
DECEMBER 31, 19 97

PUMPING AND PURCHASED WATER STATISTICS

MONTH (a)	WATER PURCHASED FOR RESALE (Omit 000's) (b)	FINISHED WATER PUMPED FROM WELLS (Omit 000's) (c)	WATER USED FOR LINE FLUSHING, FIGHTING FIRES, ETC. (d)	TOTAL WATER PUMPED AND PURCHASED (Omit 000's) [(b)+(c)-(d)] (e)	WATER SOLD TO CUSTOMERS (Omit 000's) (f)
January	0	1 0 0 2 3 0	5 3	1 0 0 1 7 7	1 0 0 1 7 7
February	0	9 3 5 7 0	5 3	9 3 5 1 7	9 3 5 1 7
March	0	1 1 8 9 0 0	5 3	1 1 8 8 4 7	1 1 8 8 4 7
April	0	1 0 8 3 5 1	5 3	1 0 8 2 9 8	1 0 8 2 9 8
May	0	1 1 3 6 6 3	5 3	1 1 3 6 1 0	1 1 3 6 1 0
June	0	8 1 9 1 7	5 3	8 1 8 6 4	8 1 8 6 4
July	0	8 4 6 5 2	5 3	8 4 5 9 9	8 4 5 9 9
August	0	8 5 6 2 2	5 3	8 5 5 6 9	8 5 5 6 9
September	0	1 0 1 2 7 5	5 3	1 0 1 2 2 2	1 0 1 2 2 2
October	0	1 0 3 3 1 8	5 3	1 0 3 2 6 5	1 0 3 2 6 5
November	0	8 7 9 4 5	5 3	8 7 8 9 2	8 7 8 9 2
December	0	7 5 3 9 3	5 3	7 5 3 4 0	7 5 3 4 0
Total for year	0	1,154,836	636	1,154,200	1,154,200

If water is purchased for resale, indicate the following:
 Vendor _____ N/A
 Point of delivery _____

If water is sold to other water utilities for redistribution, list names of such utilities below:
 _____ N/A

UTILITY NAME: GARDEN GROVE WATER COMPANY, INC.

YEAR OF REPORT
DECEMBER 31, 1997

UTILITY SYSTEM: GARDEN GROVE WATER COMPANY, INC.

WATER TREATMENT PLANT INFORMATION

Type of treatment (reverse osmosis, etc.): Disinfection corrosion inhibitor
 Methods used (sedimentation, chemical, aerated, etc.): Chemical injection

LIME TREATMENT

Unit rating (GPM): N/A Manufacturer: _____

FILTRATION

Type and area: N/A Pressure → Square Feet: _____
 Gravity → GPM/Square Feet: _____

MAINS

TYPE OF PIPE (Galvanized, Cast Iron, PVC, Etc.)	DIAMETER OF PIPE (in inches)	MAINS BEGINNING OF YEAR (in feet)	ADDITIONS	RETIREMENTS	MAINS END OF YEAR (in feet)
Balance Forward		3 9 4 1 8 0			3 9 4 1 8 0
PVC	4	1 0 3 3 5 0			1 0 3 3 5 0
AC	4	6 8 7 5			6 8 7 5
PVC	2	6 9 9 2 5			6 9 9 2 5
Galv	2	3 0 4 0 0			3 0 4 0 0
Total feet of mains		6 0 4 7 3 0			6 0 4 7 3 0

SERVICES AND METERS

METERS IN SERVICE	METERS BEGINNING OF YEAR	ADDITIONS	RETIREMENTS	METERS END OF YEAR
5/8" - 3/4"	5 2 3 1	1 9 0		5 4 2 1
1"	7 2 4	3		7 2 7
2"	3 9	3		4 2
3"	2			2
4"	5			5
6"	2	2		4
8"	3			3
Other (Specify): <u>1 1/2"</u>	3 2			3 2
Total meters in service	6 0 3 8	1 9 8		6 2 3 6
Total meters in stock				
Number of services in use	6 0 3 8	1 9 8		6 2 3 6

UTILITY NAME: GARDEN GROVE WATER COMPANY, INC.

YEAR OF REPORT
DECEMBER 31, 19 97

SYSTEM NAME: GARDEN GROVE WATER COMPANY, INC.

WELLS AND WELL PUMPS

(a)	(b)	(c)	(d)	(e)
Year Constructed	1971	1955	N/A	1965
Types of Well Construction and Casing	cable tool steel	cable tool steel	cable tool steel	cable tool steel
Depth of Wells	59.5'	60.7'	60.4'	63.0'
Diameters of Wells	10"	12"	10"-180' 8"-424'	12"
Pump - GPM	860	525	800	1100
Motor - HP	50	30	60	60
Yields of Wells in GPD				
Auxiliary Power	No	Yes	No	No

RESERVOIRS

(a)	(b)	(c)	(d)	(e)
Description (steel, concrete or pneumatic)	steel	see item (b)		Pneumatic
Capacity of Tank	75000			10000
Ground or Elevated	elevated			Ground

HIGH SERVICE PUMPING

MOTORS (a)	(b)	(c)	(d)	(e)
Manufacturer				
Type				
Rated Horsepower				
PUMPS				
Manufacturer				
Type				
Capacity in GPM				
Average Number Of Hours Operated Per Day				
Auxiliary Power				

UTILITY NAME: GARDEN GROVE WATER COMPANY, INC.

YEAR OF REPORT
DECEMBER 31, 1997

SYSTEM NAME: GARDEN GROVE WATER COMPANY, INC.

WELLS AND WELL PUMPS

(a)	(b)	(c)	(d)	(e)
Year Constructed	1960 (est)	1986	1989	1995
Types of Well Construction and Casing	Cable Tool Steel	Rotary Steel	Rotary Steel	Rotary/Cable Steel
Depth of Wells	492'	750'	750'	750'
Diameters of Wells	8"	16"	16"	16"
Pump - GPM	300	1900	1900	1900
Motor - HP	25	125	125	125
Yields of Wells in GPD				
Auxiliary Power	Yes	Yes	No	No

RESERVOIRS

(a)	(b)	(c)	(d)	(e)
Description (steel, concrete or pneumatic)	Pneumatic	Steel	See Item (c)	Pneumatic
Capacity of Tank Ground or Elevated	3500	250000 Elevated		40000

HIGH SERVICE PUMPING

MOTORS (a)	(b)	(c)	(d)	(e)
Manufacturer				
Type				
Rated Horsepower				
PUMPS				
Manufacturer				
Type				
Capacity in GPM				
Average Number Of Hours Operated Per Day				
Auxiliary Power				

UTILITY NAME: GARDEN GROVE WATER COMPANY, INC.

YEAR OF REPORT
DECEMBER 31, 1997

SYSTEM NAME: GARDEN GROVE WATER COMPANY, INC.

WELLS AND WELL PUMPS

(a)	(b)	(c)	(d)	(e)
Year Constructed	1 9 7 0 (est)	---	---	---
Types of Well Construction and Casing	Cable, Steel	---	---	---
Depth of Wells	5 4 3'	---	---	---
Diameters of Wells	1 2"	---	---	---
Pump - GPM	2 0 0 0	---	---	---
Motor - HP	6 0	---	---	---
Yields of Wells in GPD	---	---	---	---
Auxiliary Power	Yes	---	---	---

RESERVOIRS

(a)	(b)	(c)	(d)	(e)
Description (steel, concrete or pneumatic)	Concrete	Pneumatic	---	---
Capacity of Tank	1 4 4 0 0 0	1 0 0 0 0	---	---
Ground or Elevated	Ground	---	---	---

HIGH SERVICE PUMPING

MOTORS (a)	(b)	(c)	(d)	(e)
Manufacturer	US	US	---	---
Type	Holoshaft	Holoshaft	---	---
Rated Horsepower	3 0	3 0	---	---
PUMPS				
Manufacturer	Worthington	Worthington	---	---
Type	Turbine	Turbine	---	---
Capacity in GPM	8 0 0	8 0 0	---	---
Average Number Of Hours Operated Per Day	2	2	---	---
Auxiliary Power	No	No	---	---

UTILITY NAME: GARDEN GROVE WATER COMPANY, INC.

YEAR OF REPORT
DECEMBER 31, 1997

UTILITY SYSTEM: GARDEN GROVE WATER COMPANY, INC.

SOURCE OF SUPPLY

List for each source of supply:

Gals. per day of source	<u>8 2 5 6 0 0</u>	<u>5 0 4 0 0 0</u>	<u>7 6 8 0 0 0</u>
Type of source	<u>Well</u>	<u>Well</u>	<u>Well</u>

WATER TREATMENT FACILITIES

List for each water treatment facility:

Type	<u>Chlorination</u>	<u>Chlorination</u>	<u>Chlorination</u>
Make	<u>Wallace & Tiernan</u>	<u>Wallace & Tiernan</u>	<u>Wallace & Tiernan</u>
Gals. per day capacity	<u>1 0 0</u>	<u>1 0 0</u>	<u>1 0 0</u>
Method of measurement	<u>Rotometer, Scale</u>	<u>Rotometer, Scale</u>	<u>Rotometer, Scale</u>

OTHER WATER SYSTEM INFORMATION

Furnish information below for each system not physically connected with another facility. A separate page should be supplied where necessary.

1. Present ERC's * that system can efficiently serve. _____
2. Estimated annual increase in ERC's * . _____
3. List fire fighting facilities and capacities. _____

4. List percent of certificated area where service connections are installed (total for each county). _____
5. What is the current need for system upgrading and/or expansion? _____
6. What are plans for future system upgrading and/or expansion? _____

7. Have questions 6 and 7 been discussed with an engineer (if so, state name and address)? _____
8. Have questions 6 and 7 been discussed with appropriate state sanitary engineering office? _____

* ERC = (Total Gallons Sold / 365 days) / 350 Gallons Per Day

UTILITY NAME: GARDEN GROVE WATER COMPANY, INC.

YEAR OF REPORT
DECEMBER 31, 1997

UTILITY SYSTEM: GARDEN GROVE WATER COMPANY, INC.

SOURCE OF SUPPLY

List for each source of supply:			
Gals. per day of source	<u>1 8 2 4 0 0 0</u>	<u>1 8 2 4 0 0 0</u>	<u>1 9 2 0 0 0 0</u>
Type of source	<u>Well</u>	<u>Well</u>	<u>Well</u>

WATER TREATMENT FACILITIES

List for each water treatment facility:			
Type	<u>Chlorination</u>	<u>Chlorination</u>	<u>Chlorination</u>
Make	<u>Wallace & Tiernan</u>	<u>Wallace & Tiernan</u>	<u>Wallace & Tiernan</u>
Gals. per day capacity	<u>5 0 0</u>	<u>5 0 0</u>	<u>1 0 0</u>
Method of measurement	<u>Rotometer, Scale</u>	<u>Rotometer, Scale</u>	<u>Rotometer, Scale</u>

OTHER WATER SYSTEM INFORMATION

Furnish information below for each system not physically connected with another facility. A separate page should be supplied where necessary.

1. Present ERC's * that system can efficiently serve. _____
2. Estimated annual increase in ERC's * _____
3. List fire fighting facilities and capacities. _____

4. List percent of certificated area where service connections are installed (total for each county). _____
5. What is the current need for system upgrading and/or expansion? _____

6. What are plans for future system upgrading and/or expansion? _____

7. Have questions 6 and 7 been discussed with an engineer (if so, state name and address)? _____
8. Have questions 6 and 7 been discussed with appropriate state sanitary engineering office? _____

* ERC = (Total Gallons Sold / 365 days) / 350 Gallons Per Day

UTILITY NAME: Garden Grove Water Company, Inc
 UTILITY SYSTEM: Garden Grove Water Company, Inc.

YEAR OF REPORT
 DECEMBER 31, 1997

SOURCE OF SUPPLY

List for each source of supply:

Gals. per day of source	<u>1 0 5 6 0 0 0</u>	<u>2 8 8 0 0 0</u>	<u>1 8 2 4 0 0 0</u>
Type of source	<u>Well</u>	<u>Well</u>	<u>Well</u>

WATER TREATMENT FACILITIES

List for each water treatment facility:

Type	<u>Chlorination</u>	<u>Chlorination</u>	<u>Chlorination</u>
Make	<u>Wallace & Tiernan</u>	<u>Wallace & Tiernan</u>	<u>Wallace & Tiernan</u>
Gals. per day capacity	<u>1 0 0</u>	<u>1 0 0</u>	<u>1 0 0</u>
Method of measurement	<u>Rotometer, Scale</u>	<u>Rotometer, Scale</u>	<u>Rotometer, Scale</u>

OTHER WATER SYSTEM INFORMATION

Furnish information below for each system not physically connected with another facility. A separate page should be supplied where necessary.

- Present ERC's * that system can efficiently serve. 9 0 0 0 to 1 0 0 0 0
- Estimated annual increase in ERC's * - 1 5 0 - 2 0 0
- List fire fighting facilities and capacities Residential 500 GPM @ 120 minutes and 1500 GPM @ 240 Minutes - Commerical
- List percent of certificated area where service connections are installed (total for each county) - 6 0 % Estimate
- What is the current need for system upgrading and/or expansion? Loop mains - Overlook Drive, West Lake Ruby
- What are plans for future system upgrading and/or expansion? High Service Pumps, Ground Storage Tanks, Main Water Line Loops, Scada System.
- Have questions 6 and 7 been discussed with an engineer (if so, state name and address)? Yes, Vincent Pickett, Pickett & Associates, 475 South First Avenue, Bartow, FL 33830
- Have questions 6 and 7 been discussed with appropriate state sanitary engineering office? Yes

* ERC = (Total Gallons Sold / 365 days) / 350 Gallons Per Day

UTILITY NAME: Garden Grove Water Company, Inc.

YEAR OF REPORT
DECEMBER 31, 1997

UTILITY SYSTEM: Garden Grove Water Company, Inc.

CALCULATION OF THE WATER SYSTEMS EQUIVALENT RESIDENTIAL UNITS

METER SIZE (a)	TYPE OF METER (b)	EQUIVALENT FACTOR (c)	NUMBER OF METERS (d)	TOTAL NUMBER OF METER EQUIVALENTS (c x d) (e)
5/8"	Displacement	1.0	5 2 4 3	5 2 4 3
3/4"	Displacement	1.5		
1"	Displacement	2.5	6 0 7	1 5 1 8
1 1/2"	Displacement or Turbine	5.0	1 6	8 0
2"	Displacement, Compound or Turbine	8.0	1 6	1 2 8
3"	Displacement	15.0		
3"	Compound	16.0		
3"	Turbine	17.5		
4"	Displacement or Compound	25.0		
4"	Turbine	30.0		
6"	Displacement or Compound	50.0		
6"	Turbine	62.5		
8"	Compound	80.0		
8"	Turbine	90.0		
10"	Compound	115.0		
10"	Turbine	145.0		
12"	Turbine	215.0		
Total Water System Meter Equivalents				6969

CALCULATION OF THE WATER SYSTEMS EQUIVALENT RESIDENTIAL CONNECTIONS

$$\left(\frac{1,154,200,000}{\text{(total gallons sold)}} \right) / 365 \text{ days} / 350 \text{ gpd} = 9,035$$

**SEWER
OPERATION
SECTION**

UTILITY NAME: GARDEN GROVE WATER COMPANY, INC.

YEAR OF REPORT
DECEMBER 31, 19 97

SEWER UTILITY PLANT ACCOUNTS

ACCT. NO. (a)	ACCOUNT NAME (b)	PREVIOUS YEAR (c)	ADDITIONS (d)	RETIREMENTS (e)
351	Organization	\$	\$	\$
352	Franchises			
353	Land and Land Rights	2 1 9 4 8 8 1		1 5 0 0 0
354	Structures and Improvements	1 9 1 7 8 6 7	4 8 3 0 7	
360	Collection Sewers - Force	2 3 9 7 9 4	8 4 0 4 3	
361	Collection Sewers - Gravity	3 1 5 0 3 3 7		
362	Special Collecting Structures			
363	Services to Customers			
364	Flow Measuring Devices	2 6 0 0		
365	Flow Measuring Installations			
370	Receiving Wells			
371	Pumping Equipment	9 1 1 6 7	7 8 8 7	
380	Treatment and Disposal Equip.			
381	Plant Sewers	1 5 7 3 4 6 9		
382	Outfall Sewer Lines			
389	Other Plant and Miscellaneous Equipment	2 0 2 2 6 9		
390	Office Furniture and Equip.			
391	Transportation Equipment	4 1 9 2 1		
392	Stores Equipment			
393	Tools, Shop and Garage Equip.	3 7 3 2 8	1 1 7 7	
394	Laboratory Equipment	9 8 0 9		
395	Power Operated Equipment	7 2 3 1 8	1 1 1 2 1 0	
396	Communication Equipment			
397	Miscellaneous Equipment	3 6 5 1	1 4 1 6	
398	Other Tangible Plant	3 4 1 6 8 4		
	Total Sewer Plant	\$ 9,879,595.	\$ 254,040.	\$ 15,000.

NOTE: Any adjustments made to reclassify property from one account to another must be footnoted.

SEWER UTILITY PLANT MATRIX

CURRENT YEAR (f)	.1 INTANGIBLE PLANT (g)	.2 COLLECTION PLANT (h)	.3 SYSTEM PUMPING PLANT (i)	.4 TREATMENT AND DISPOSAL PLANT (j)	.5 GENERAL PLANT (k)
\$	\$	\$XXXXXXXXXXXXX	\$XXXXXXXXXXXXX	\$XXXXXXXXXXXXX	\$XXXXXXXXXXXXX
2194881.	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX
1951174.	XXXXXXXXXXXXX	220000	13200	1896681.	65000.
323837.	XXXXXXXXXXXXX	323837	XXXXXXXXXXXXX	1710212.	240962.
3150337.	XXXXXXXXXXXXX	3150337	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX
---	XXXXXXXXXXXXX	---	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX
2600.	XXXXXXXXXXXXX	2600	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX
---	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX
99054.	XXXXXXXXXXXXX	XXXXXXXXXXXXX	99054	XXXXXXXXXXXXX	XXXXXXXXXXXXX
1573469.	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	1573469.	XXXXXXXXXXXXX
---	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	---	XXXXXXXXXXXXX
202269.	202269.	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX
41921.	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	41921.
39005.	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	39005.
9809.	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	9809.
183528.	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	183528.
5067.	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	5067.
341684.	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	XXXXXXXXXXXXX	341684.
<u>\$ 10,118,635.</u>	<u>\$ 202,269</u>	<u>\$ 3,696,774.</u>	<u>\$ 112,254.</u>	<u>\$ 5,180,362.</u>	<u>\$ 926,976.</u>

UTILITY NAME: GARDEN GROVE WATER COMPANY, INC.

YEAR OF REPORT
DECEMBER 31, 19 97

SEWER UTILITY EXPENSE ACCOUNTS

ACCT. NO. (a)	ACCOUNT NAME (b)	CURRENT YEAR (c)	.1 COLLECTION EXPENSES - OPERATIONS (d)	.2 COLLECTION EXPENSES - MAINTENANCE (e)
701	Salaries and Wages - Employees	\$ 1 7 6 7 4 0.	\$ 5 6 0 0.	\$ 3 1 3 8 2.
703	Salaries and Wages - Officers, Directors and Majority Stockholders	8 0 3 2 0.		
704	Employee Pensions and Benefits	1 0 0 3 7.	3 7 5.	1 7 8 7.
710	Purchased Sewage Treatment		XXXXXXXXXXXX	XXXXXXXXXXXX
711	Sludge Removal Expense		XXXXXXXXXXXX	XXXXXXXXXXXX
715	Purchased Power	1 2 4 5 7 4.	2 5 9 1 8.	XXXXXXXXXXXX
716	Fuel for Power Purchased			XXXXXXXXXXXX
718	Chemicals	1 0 8 1 7.		
720	Materials and Supplies	5 1 4 2 2.		3 0 8 5 3.
731	Contractual Services - Eng.	7 6 6 6.	6 6 6 6.	1 0 0 0.
732	Contractual Services - Acct.	3 0 8 8.		
733	Contractual Services - Legal	1 7 5 8 7.		
734	Contractual Services - Management Fees	1 5 3 6 0.		
735	Contractual Services - Other	8 9 1 9 2.		
741	Rental of Building/Real Property	9 7 8 0.		
742	Rental of Equipment	3 9 2.		1 9 6.
750	Transportation Expenses	3 5 6 8 0.	8 9 2.	1 6 8 0 5.
756	Insurance - Vehicle	5 2 8 4.	1 5 9.	2 4 8 3.
757	Insurance - General Liability	7 1 0 8.	2 2 0.	1 0 4 5.
758	Insurance - Workman's Compensation	4 3 3 4.	1 3 4.	6 3 7.
759	Insurance - Other		XXXXXXXXXXXX	XXXXXXXXXXXX
760	Advertising Expense		XXXXXXXXXXXX	XXXXXXXXXXXX
766	Regulatory Commission Expenses - Amortization of Rate Case Expense		XXXXXXXXXXXX	XXXXXXXXXXXX
767	Regulatory Commission Expenses - Other		XXXXXXXXXXXX	XXXXXXXXXXXX
770	Bad Debt Expense	5 2 0.	XXXXXXXXXXXX	XXXXXXXXXXXX
775	Miscellaneous Expenses	2 3 7 6 4.	1 4 8 4.	1 4 4 7.
	Total Sewer Utility Expenses	\$ 673,665.	\$ 41,448.	\$ 87,635.

UTILITY NAME: GARDEN GROVE WATER COMPANY, INC.

YEAR OF REPORT
DECEMBER 31, 19 97

SEWER OPERATING REVENUE

ACCT. NO. (a)	DESCRIPTION (b)	BEGINNING YEAR NO. CUSTOMERS (c)	YEAR END NUMBER CUSTOMERS (d)	AMOUNTS (e)
	Operating Revenues:			
	Flat Rate Revenues:			
521.1	Residential Revenues	2 9 3 9.	3 0 6 3.	\$ 7 6 1 4 3 1
521.2	Commercial Revenues			
521.3	Industrial Revenues			
521.4	Revenues From Public Authorities			
521.5	Multiple Family Dwelling Revenues			
521.6	Other Revenues			
	Total Flat Rate Revenues	2 9 3 9	3 0 6 3	\$ 7 6 1 4 3 1
	Measured Revenues:			
522.1	Residential Revenues			\$
522.2	Commercial Revenues	8 3	8 6	2 3 4 5 4 3
522.3	Industrial Revenues			
522.4	Revenues From Public Authorities			
522.5	Multiple Family Dwelling Revenues			
	Total Measured Revenues	8 3	8 6	\$ 2 3 4 5 4 3
523	Revenues From Public Authorities			\$
524	Revenues From Other Systems			
525	Interdepartmental Revenues			
	Totals	3 0 2 2	3 1 4 9	\$ 9 9 5 9 7 4.
	Other Sewer Revenues:			
530	Guaranteed Revenues			\$
531	Sale Of Sludge			
532	Forfeited Discounts			
534	Rents From Sewer Property			
535	Interdepartmental Rents			
536	Other Sewer Revenues			
	Total Other Sewer Revenues			\$
	Total Sewer Operating Revenues			\$ 995,974.

UTILITY NAME: Garden Grove Water Company, Inc.

YEAR OF REPORT
DECEMBER 31, 1997

BASIS FOR SEWER DEPRECIATION CHARGES

ACCT. NO. (a)	ACCOUNT NAME (b)	AVERAGE SERVICE LIFE IN YEARS (c)	AVERAGE NET SALVAGE IN PERCENT (d)	DEPRECIATION RATE APPLIED IN PERCENT (100% - d) / c (e)
354	Structures and Improvements	2 9	%	3.4 5%
360	Collection Sewers - Force	2 5	%	4.0 0%
361	Collection Sewers - Gravity	4 5	%	2.2 2%
362	Special Collecting Structures		%	%
363	Services to Customers		%	%
364	Flow Measuring Devices	5	%	20.0 0%
365	Flow Measuring Installations		%	%
370	Receiving Wells		%	%
371	Pumping Equipment	1 8	%	5.5 6%
380	Treatment and Disposal Equip.	1 8	%	5.5 6%
381	Plant Sewers		%	%
382	Outfall Sewer Lines		%	%
389	Other Plant and Miscellaneous Equipment	1 8	%	5.5 6%
390	Office Furniture and Equip.		%	%
391	Transportation Equipment	7	%	14.2 9%
392	Stores Equipment		%	%
393	Tools, Shop and Garage Equip.	1 5	%	6.6 7%
394	Laboratory Equipment	1 5	%	6.6 7%
395	Power Operated Equipment	1 3	%	7.6 9%
396	Communication Equipment		%	%
397	Miscellaneous Equipment	1 8	%	5.5 6%
398	Other Tangible Plant	3 2	%	3.1 3%
	Sewer Plant Composite Depreciation Rate *		%	%

* If depreciation rates prescribed by this Commission are on a total composite basis, entries should be made on this line only.

UTILITY NAME: Garden Grove Water Company, Inc.

YEAR OF REPORT
DECEMBER 31, 1997

ANALYSIS OF ENTRIES IN SEWER ACCUMULATED DEPRECIATION

ACCT. NO. (a)	ACCOUNT NAME (b)	BALANCE AT BEGINNING OF YEAR (c)	ACCRUALS (d)	OTHER CREDITS * (e)	TOTAL CREDITS (d+e) (f)
354	Structures and Improvements	\$ 9 6 5 3 9	\$ 9 8 9 8 7	\$ ---	\$ 9 8 9 8 7
360	Collection Sewers - Force	7 5 4 8 2	1 0 6 5 3	---	1 0 6 5 3
361	Collection Sewers - Gravity	9 7 1 8 3 6	7 0 0 1 2	---	7 0 0 1 2
362	Special Collecting Structures	---	---	---	---
363	Services to Customers	---	---	---	---
364	Flow Measuring Devices	2 6 0 0	---	---	---
365	Flow Measuring Installations	---	---	---	---
370	Receiving Wells	---	---	---	---
371	Pumping Equipment	2 5 7 4 5	4 6 8 0	---	4 6 8 0
380	Treatment and Disposal Equip.	3 0 7 2 6 6	9 1 0 8 2	---	9 1 0 8 2
381	Plant Sewers	---	---	---	---
382	Outfall Sewer Lines	---	---	---	---
389	Other Plant and Miscellaneous Equipment	---	---	---	---
390	Office Furniture and Equip.	---	---	---	---
391	Transportation Equipment	3 2 6 6 3	1 8 6 0	---	1 8 6 0
392	Stores Equipment	---	---	---	---
393	Tools, Shop and Garage Equip.	1 7 7 1 3	2 4 9 4	---	2 4 9 4
394	Laboratory Equipment	2 5 6 1	6 3 5	---	6 3 5
395	Power Operated Equipment	2 8 3 3 7	1 0 7 3 4	---	1 0 7 3 4
396	Communication Equipment	---	---	---	---
397	Miscellaneous Equipment	2 5 8 2	2 1 7	---	2 1 7
398	Other Tangible Plant	2 1 4 7 7	1 0 6 7 8	---	1 0 6 7 8
	Total Depreciable Sewer Plant In Service	\$2,284,801	\$302,032	\$ ---	\$302,032

* Specify nature of transaction.
Use () to denote reversal entries.

UTILITY NAME: GARDEN GROVE WATER COMPANY, INC.

YEAR OF REPORT
DECEMBER 31, 19 97

UTILITY SYSTEM: GARDEN GROVE WATER COMPANY, INC.

PUMPING EQUIPMENT

	1	2	3	4	5	6
Lift station number						
Make or type and nameplate data of pump	Hydromatic S300M2-4	Hydromatic S4M750M3-4	Hydromatic S6L1000M3	Hydromatic S4M750M3-4	Peabody SE201	Hydromatic S4M1000M34
Year installed	1981			1985		
Rated capacity	100gpm	100gpm	875gpm	135gpm	97.5gpm	175gpm
Size	3hp	7.5hp	10.0hp	7.5hp	2.0hp	10.0hp
Power:						
Electric	230V 1 PH	230V 3 PH	230V 3 PH	230V 3 PH	230V 1 PH	230V 3 PH
Mechanical						
Nameplate data of motor						
Lift station number						
Make or type and nameplate data of pump	Hydromatic S300M2	Meyers WHR1021-6	Hydromatic SK100	Hydromatic S3HRC300M2	Hydromatic S4M750M34	Hydromatic S4M500M24
Year installed					1985	
Rated capacity	100gpm	55gpm	45gpm	57gpm	50gpm	135gpm
Size	3.0hp	1.0hp	1.0hp	3-0&2.0hp	7.5hp	5.0hp
Power:						
Electric	230V 1 PH	230V 1 PH	230V 1 PH	230V 1 PH	230V 3 PH	230V 1 PH
Mechanical						
Nameplate data of motor						

SERVICE CONNECTIONS

	4"	4"	6"	10"		
Size (inches)	4"	4"	6"	10"		
Type (PVC, VCP, etc.)	V C P	P V C	P V C	C I		
Average length	30'	30'	40'	300'		
Number of active service connections						
Beginning of year	4 5 1	2 5 5 6	1 4	1		
Added during year	3 0	3 0	2	0		
Retired during year	0	0	0	0		
End of year	4 8 1	2 5 8 6	1 6	1		
Give full particulars concerning inactive connections						

UTILITY NAME: GARDEN GROVE WATER COMPANY, INC.

YEAR OF REPORT DECEMBER 31, 19 <u>97</u>

UTILITY SYSTEM: GARDEN GROVE WATER COMPANY, INC.

PUMPING EQUIPMENT

	<u>13</u>	<u>14</u>	<u>16</u>	<u>17</u>	<u>18</u>	<u>19</u>
Lift station number						
Make or type and nameplate data of pump	Hydromatic S3HRC500M22	Hydromatic S4LRC2000	Peabody M34_SE15J	Hydromatic S11L500M34	Hydromatic S4N500M2-4	Hydromatic S150M2-4
Year installed	1978					
Rated capacity	62gpm	120gpm	74.5gpm	398gpm	33gpm	53gpm
Size	5.0hp	20.0hp	1.5hp	15.0hp	5.0hp	1.5hp
Power:						
Electric	230V_1PH	230V_3PH	230V_1PH	230V_3PH	230V_1PH	230V_1PH
Mechanical						
Nameplate data of motor						

	<u>20</u>	<u>21</u>	<u>22</u>	<u>23</u>	<u>24</u>	<u>25</u>
Lift station number						
Make or type and nameplate data of pump	Hydromatic S4M500M2-4	Hydromatic S4HRC1000N32	Hydromatic SK100	Hydromatic SK100	Peabody SEH301	Hydromatic SK100
Year installed						
Rated capacity	60gpm	127gpm	50gpm	50gpm	152gpm	50gpm
Size	5.0hp	10.0hp	1.0hp	1.0hp	3.0hp	1.0hp
Power:						
Electric	230V_1PH	230V_3PH	230V_1PH	230V_1PH	230V_1PH	230V_1PH
Mechanical						
Nameplate data of motor						

SERVICE CONNECTIONS

Size (inches)					
Type (PVC, VCP, etc.)					
Average length					
Number of active service connections					
Beginning of year					
Added during year					
Retired during year					
End of year					
Give full particulars concerning inactive connections					

UTILITY NAME: GARDEN GROVE WATER COMPANY, INC.

YEAR OF REPORT
DECEMBER 31, 1997

UTILITY SYSTEM: GARDEN GROVE WATER COMPANY, INC.

PUMPING EQUIPMENT

	<u>26</u>	<u>27</u>	<u>28</u>	<u>29</u>	<u>30</u>	<u>34</u>
Lift station number						
Make or type and nameplate data of pump	Hydromatic S4M750M4-4	Hydromatic SK100	Hydromatic S3HRC300M2	Hydromatic S150M2-4	Hydromatic S4MRC750M34	Hydromatic S4M500M34
Year installed					1987	1988
Rated capacity	300gpm	50gpm	75gpm	40gpm	50gpm	110gpm
Size	7.5hp	1.0hp	3.0hp	1.5hp	7.5hp	5.0hp
Power:						
Electric	460V 3PH	230V 1PH	230V 1PH	230V 3PH	230V 3PH	230V 3PH
Mechanical						
Nameplate data of motor						

	<u>35</u>	<u>36</u>	<u>37</u>	<u>38</u>	<u>39</u>	<u>40</u>
Lift station number						
Make or type and nameplate data of pump	Hydromatic S4M1000M34	Hydromatic S4N500M34	Hydromatic S4NRC500M3	Hydromatic S4N200M3	Hydromatic S4N500M34	Hydromatic S4HRC750M32
Year installed	1989		1989	1990	1990	1991
Rated capacity	158gpm	200gpm	100gpm	80gpm	125gpm	175gpm
Size	10.0hp	5.0hp	5.0hp	2.0hp	5.0hp	7.5hp
Power:						
Electric	230V 3PH	230V 3PH	230V 3PH	230V 3PH	230V 3PH	230V 3PH
Mechanical						
Nameplate data of motor						

SERVICE CONNECTIONS

Size (inches)					
Type (PVC, VCP, etc.)					
Average length					
Number of active service connections					
Beginning of year					
Added during year					
Retired during year					
End of year					
Give full particulars concerning inactive connections					

UTILITY NAME: GARDEN GROVE WATER COMPANY, INC.

YEAR OF REPORT
DECEMBER 31, 1997

UTILITY SYSTEM: GARDEN GROVE WATER COMPANY, INC.

PUMPING EQUIPMENT

	<u>41</u>	<u>42</u>	<u>43</u>	<u>44</u>	<u>45</u>	
Lift station number						
Make or type and nameplate data of pump	Hydromatic S4N500M3-4	Hydromatic S4N500M3-4	Hydromatic S4N500M3-4	Hydromatic S4MN750M3-4	Hydromatic S4P750M3-4	
Year installed	1992	1993			1996	
Rated capacity	140gpm	100gpm	274gpm	145gpm	100gpm	
Size	5.0hp	5.0hp	5.0hp	7.5hp	7.5hp	
Power:						
Electric	230V_3_ph	230V_3_ph	230V_3_ph	230V_3_ph	230V_3_ph	
Mechanical						
Nameplate data of motor						
Lift station number						
Make or type and nameplate data of pump						
Year installed						
Rated capacity						
Size						
Power:						
Electric						
Mechanical						
Nameplate data of motor						

SERVICE CONNECTIONS

Size (inches)						
Type (PVC, VCP, etc.)						
Average length						
Number of active service connections						
Beginning of year						
Added during year						
Retired during year						
End of year						
Give full particulars concerning inactive connections						

UTILITY NAME: Garden Grove Water Company, Inc.
 UTILITY SYSTEM: Garden Grove Water Company, Inc.

YEAR OF REPORT
 DECEMBER 31, 19 97

COLLECTING MAINS

COLLECTING MAINS:						
Size (inches) -----	<u>8</u>	<u>8</u>	<u>6</u>	-----	-----	-----
Type of main -----	PVC	VC	PVC	-----	-----	-----
Length of main (nearest foot):						
Beginning of year -----	139335	21875	2520	-----	-----	-----
Added during year -----	<u>0</u>	<u>0</u>	<u>0</u>	-----	-----	-----
Retired during year -----	<u>0</u>	<u>0</u>	<u>0</u>	-----	-----	-----
End of year -----	139335	21875	2520	-----	-----	-----
MANHOLES:						
Size -----	<u>4'</u>	<u>4'</u>	-----	-----	-----	-----
Type -----	Brick	Pre-Cast Concrete	-----	-----	-----	-----
Number:						
Beginning of year -----	70	657	-----	-----	-----	-----
Added during year -----	<u>0</u>	<u>0</u>	-----	-----	-----	-----
Retired during year -----	<u>0</u>	<u>0</u>	-----	-----	-----	-----
End of year -----	70	657	-----	-----	-----	-----

FORCE MAINS

FORCE MAINS:						
Size (inches) -----	<u>8</u>	<u>6</u>	<u>4</u>	<u>3</u>	-----	-----
Type of main -----	PVC	PVC	PVC	PVC	-----	-----
Length of main (nearest foot):						
Beginning of year -----	45375	19290	29060	5535	-----	-----
Added during year -----	<u>2050</u>	<u>0</u>	<u>0</u>	<u>0</u>	-----	-----
Retired during year -----	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	-----	-----
End of year -----	47425	19290	29060	5535	-----	-----

UTILITY NAME: Garden Grove Water Company, Inc.

YEAR OF REPORT DECEMBER 31, 19 <u>97</u>

SYSTEM NAME: Garden Grove Water Company, Inc.

TREATMENT PLANT

Manufacturer	<u>Marolf, Mack</u>		
Type	<u>Concrete</u>		
"Steel" or "Concrete"			
Total Capacity	<u>14 4 0 0 0 0</u>		
Average Daily Flow	<u>7 5 7 5 0 0</u>		
Effluent Disposal	<u>Citrus Reuse</u>		
Total Gallons of Sewage Treated	<u>2 7 6 4 8 7 5 0 0</u>		

MASTER LIFT STATION PUMPS

Manufacturer		<u>Hydromatic</u>	<u>Hydromatic</u>		
Capacity		<u>875 gpm</u>	<u>300 gpm</u>		
Motor : Mfr.		<u>Hydromatic</u>	<u>Hydromatic</u>		
Horsepower		<u>10.0 hp</u>	<u>7.5 hp</u>		
Power (Electric or Mechanical)		<u>Electric</u>	<u>Electric</u>		

OTHER SEWER SYSTEM INFORMATION

1. Maximum number of ERC's * which can be served. 5 0 0 0 - 5 5 0 0
2. Estimated annual increase in ERC's * 1 0 0 - 1 2 5
3. List permit numbers required by Chapter 17-4, Rules of the Department of Environmental Regulation (DER) for systems in operation. D053-204513 Renewal App.
4. State any plans and estimated completion dates for any enlargements of this system. None at present. Designed & Permitted for Expansion to 2.0 MGD, submitted 9/96
5. If present systems do not meet the requirements of Chapter 17-4, Rules of the DER, submit the following:
 - a. Evaluation of the present plant or plants in regard to meeting the DER's rules.
 - b. Plans for funding and construction of the required upgrading.
 - c. Have these plans been coordinated with the DER?
 - d. Do they concur?
 - e. When will construction begin?
6. In what percent of your certificated area have service connections been installed? 4 0 %

* ERC = (Total Gallons Treated / 365 days) / 275 Gallons Per Day

Note: Total Gallons Treated includes both sewage treated and purchased sewage treatment

UTILITY NAME: Garden Grove Water Company, Inc.

YEAR OF REPORT
DECEMBER 31, 19 97

UTILITY SYSTEM: Garden Grove Water Company, Inc.

CALCULATION OF THE SEWER SYSTEMS EQUIVALENT RESIDENTIAL UNITS

METER SIZE * (a)	TYPE OF METER * (b)	EQUIVALENT FACTOR (c)	NUMBER OF METERS (d)	TOTAL NUMBER OF METER EQUIVALENTS (c x d) (e)
5/8"	Displacement	1.0	2928	2928
3/4"	Displacement	1.5		
1"	Displacement	2.5	152	380
1 1/2"	Displacement or Turbine	5.0	1	5
2"	Displacement, Compound or Turbine	8.0	5	40
3"	Displacement	15.0		
3"	Compound	16.0		
3"	Turbine	17.5		
4"	Displacement or Compound	25.0		
4"	Turbine	30.0		
6"	Displacement or Compound	50.0		
6"	Turbine	62.5		
8"	Compound	80.0		
8"	Turbine	90.0		
10"	Compound	115.0		
10"	Turbine	145.0		
12"	Turbine	215.0		
Total Sewer System Meter Equivalents				3353

CALCULATION OF THE SEWER SYSTEMS EQUIVALENT RESIDENTIAL CONNECTIONS

$$\left(\frac{276,487,500}{\text{(total gallons treated)}} \right) / 365 \text{ days} / 275 \text{ gpd} = 2,755$$