

APPENDIX D
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California-American Water Company
Monterey Division
Adopted Quantities

Net-to-Gross Multiplier	1.74356
Uncollectibles	0.15%
Franchise Tax Rates	0.00%
State Income Tax Rate	7.56%
Federal Income Tax Rate	35.00%

1. Water Production (Kccf)	<u>2003</u>	<u>2004</u>	2. Water Consumption (Ccf/Cust.)	<u>2003</u>	<u>2004</u>
Residential	2,863.5	2,863.7	Residential	90.9	90.9
PAR Customers	22.7	22.7	PAR Customers	60.5	60.5
Multi-Residential	659.8	659.8	Residential	473.0	473.0
Commercial	1,437.9	1,442.0	Commercial	446.4	446.3
Industrial	40.4	40.4	Industrial	6,731.7	6,731.7
Public Authority	516.8	516.8	Public Authority	1,072.2	1,072.2
Golf Course	90.4	90.4	Golf Course	11,296.4	11,296.4
Viscaino Reclamation Tank	146.7	146.7	Viscaino Reclamation Tank	146,670.0	146,670.0
Construction	8.7	8.7	Construction	332.8	332.8
Sale for Resale	3.3	3.3	Sale for Resale	1,652.0	1,652.0
Other	-	-	Other	0.0	0.0
Ambler	138.4	138.4	Ambler	360.5	350.6
Bishop	75.8	79.7	Bishop	244.3	244.3
Hidden Hills	77.5	77.5	Hidden Hills	196.8	196.8
Ryan Ranch	26.6	26.6	Ryan Ranch	204.7	204.7
Total Annual Consumption	<u>6,108.5</u>	<u>6,116.7</u>			
Unaccounted For Water (7.43%)	578.9	579.7			
Other (Used in Operations)	1.0	1.0			
Total Water Produced	<u><u>6,688.4</u></u>	<u><u>6,697.4</u></u>			
Carmel Valley Filter Plant	152.5	152.5			
Seaside Wells	1,742.4	1,742.4			
Lower Carmel Villy & Begonia	4,445.0	4,449.5			
Hidden Hills, Ryan Ranch, Ambler, Bishop	348.6	353.1			
Total Water Production	<u><u>6,688.4</u></u>	<u><u>6,697.4</u></u>			
			3. Purchased Power	<u>2003</u>	<u>2004</u>
			Pacific Gas & Electric effective as of 4/15/2002		
			Production	6,688,397	6,697,422
			Total Costs	\$ 2,533,238	\$ 2,538,286
			Total KWH	15,132,022	15,146,968
			Kwh/Ccf	2.2624	2.2616
			\$/KWH	\$ 0.16741	\$ 0.16758
			4. Chemicals (\$000)	\$ 355	\$ 363

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California-American Water Company
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Adopted Average Services

		<u>2003</u>	<u>2004</u>
Average Services by Meter Size			
	5/8 x 3/4	32,091	32,119
	3/4	277	277
	1	4,163	4,163
	1 1/2	752	752
	2	760	760
	3	79	79
	4	65	65
	6	17	17
	8	11	11
Total Metered Services		<hr/> 38,215	<hr/> 38,243
Private Fire Services	< 4"	321	321
	6	200	200
	8	81	81
	10	1	1
	Hydrants	<hr/> 207	<hr/> 207
Total Fire Services		<hr/> 810	<hr/> 810
Total Average Customers		<hr/> <hr/> 39,025	<hr/> <hr/> 39,053

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California-American Water Company
Monterey Division
Adopted Income Tax Calculation
(Dollars in Thousands)

	<u>2003</u>	<u>2004</u>
Operating Revenues	\$ 28,125.8	\$29,073.0
Revenues from Contributions	\$ 22.9	\$ 23.1
Deductions:		
O & M expenses	4,501.3	4,577.2
A & G Expenses	2,302.2	2,349.9
G. O. Prorated Expenses	3,727.1	3,764.4
Payroll	3,749.9	3,768.3
Taxes not on Inc.	1,119.3	1,182.4
Interest	3,240.3	3,468.4
Book Depreciation	3,428.8	3,635.5
Income before taxes	\$ 6,079.8	\$ 6,349.9
 <u>California Corp. Franchise Tax</u>		
State Tax Depreciation	0.0	0.0
Taxable Income for CCFT	6,079.8	6,349.9
CCFT Rate	7.56%	7.56%
CCFT	459.6	480.1
Less Deferred Taxes	(3.8)	(3.8)
Total State Income Taxes	\$ 455.8	\$ 476.3
 <u>Federal Income Tax</u>		
Federal Tax Deductions	(260.2)	(455.8)
Taxable income for FIT	5,819.6	5,894.0
FIT Rate	35.00%	35.00%
FIT	2,036.9	2,062.9
Less:		
Investment Tax Credit	(44.7)	(44.7)
Amortization of Reg. Assets	(16.6)	(16.6)
Deferred Taxes - U.P.A.A.	(5.2)	(5.2)
Amort of Excess Deferred Taxes	(15.4)	(15.4)
Total Federal Income Tax	\$ 1,955.0	\$ 1,981.0
Total FIT and CCFT	\$ 2,410.8	\$ 2,457.3

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**California-American Water Company
Monterey Division
Adopted Rate Base**

	<u>2003</u> (\$000)	<u>2004</u> (\$000)
WTD AVG PLANT IN SERVICE	135,275.5	143,803.0
MATERIALS & SUPPLIES	208.1	210.8
WORKING CASH, OPERATIONAL	2,060.2	2,190.4
WORKING CASH, LEAD-LAG	402.6	411.6
WTD AVG DEPR RESERVE	(41,648.6)	(44,947.1)
ADVANCES	(146.3)	(129.9)
CONTRIBUTIONS	(8,973.0)	(8,895.6)
ACCUM. DEFERRED FIT	(6,859.5)	(6,731.0)
ACCUM. DEFERRED SIT	(532.8)	(494.7)
GENERAL OFFICE ALLOC.	0.0	0.0
ACRS & MACRS DEPRECIATION	0.0	0.0
UNAMORTIZED ITC	0.0	0.0
TAXES ON - ADVANCES	0.0	0.0
TAXES ON - CIAC	0.0	0.0
AVERAGE RATE BASE	79,786.2	85,417.4

(END OF APPENDIX D)