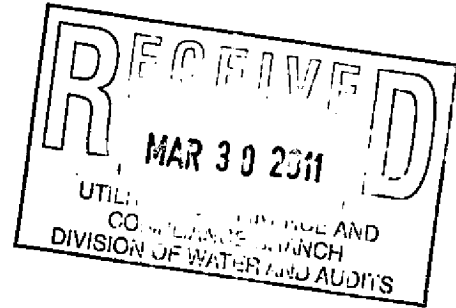


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2010  
ANNUAL REPORT  
OF  
DISTRICT WATER SYSTEM OPERATIONS  
OF  
CALIFORNIA WATER SERVICE COMPANY  
1720 North First Street  
SAN JOSE, CALIFORNIA 95112-4598

Name of District: Palos Verdes Location: Palos Verdes Los Angeles  
(TOWN OR CITY) (County)

TO THE  
PUBLIC UTILITIES COMMISSION  
STATE OF CALIFORNIA  
FOR THE  
YEAR ENDED DECEMBER 31, 2010

REPORT MUST BE FILED NOT LATER THAN MARCH 31, 2011

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Acct	Description	Beg of YR bal	Additions	Retirements	Other	End of YR
<b>I. INTANGIBLE PLANT</b>						
301	ORGANIZATION	0.00				0.00
302	FRANCHISES AND CONSENTS	1,916.00				1,916.00
303	OTHER INTANGIBLE PLANT	363,779.30	44,610.56			408,389.86
	TOTAL INTANGIBLE PLANT	365,695.30	44,610.56			410,305.86
<b>II. LAND PLANT</b>						
306	LAND AND LAND RIGHTS	279,710.90				279,710.90
<b>III. SOURCE OF SUPPLY PLANT</b>						
311	STRUCTURES AND IMPROVEMENTS	0.00				0.00
312	COLLECTING AND IMPOUNDING RES	0.00				0.00
313	LAKE, RIVER AND OTHER INTAKES	0.00				0.00
315	WELLS	0.00				0.00
316	SUPPLY MAINS	9,414.67				9,414.67
	TOTAL SOURCE OF SUPPLY PLANT	9,414.67				9,414.67
<b>IV. PUMPING PLANT</b>						
321	STRUCTURES AND IMPROVEMENTS	943,068.65				943,068.65
3211	PAVEMENT	208,983.91				208,983.91
324	PUMPING EQUIPMENT	5,794,963.29	178,528.81	-68,053.12		5,905,438.98
325	OTHER PUMPING PLANT	8,312.10				8,312.10
	TOTAL PUMPING PLANT	6,955,327.95	178,528.81	-68,053.12		7,065,803.64
<b>V. WATER TREATMENT PLANT</b>						
331	STRUCTURES AND IMPROVEMENTS	39,470.79				39,470.79
332	WATER TREATMENT EQUIPMENT	22,242.46				22,242.46
	TOTAL WATER TREATMENT PLANT	61,713.25				61,713.25
<b>VI. TRANS AND DIST PLANT</b>						
341	STRUCTURES AND IMPROVEMENTS	140,352.50				140,352.50
3411	PAVEMENT	25,111.78				25,111.78
342	RESERVOIRS AND TANKS	3,534,554.09	28,481.73	-1,145.57		3,561,890.25
3421	TANK PAINTING	672,240.74	24,644.31			696,885.05
343	TRANS AND DIST MAINS	34,190,156.57	448,953.79	-31,789.88		34,607,320.48
344	FIRE MAINS	0.00				0.00
345	SERVICES	5,567,517.45	292,273.01	-6,834.70	-10,228.47	5,842,727.29
346	METERS	3,837,232.80	238,924.78	-59,905.06		4,016,252.52
348	HYDRANTS	2,392,065.33	33,809.24	-216.06	69,103.01	2,494,761.52
	TOTAL TRANS AND DIST PLANT	50,359,231.26	1,067,086.86	-99,891.27	58,874.54	51,385,301.39
<b>VII. GENERAL PLANT</b>						
371	STRUCTURES AND IMPROVEMENTS	1,021,378.71	16,550.34	-6,244.40		1,031,684.65
3711	PAVEMENT	119,996.55				119,996.55
3720	OFFICE FURNITURE AND EQUIPMENT	7,719.08				7,719.08
3721	OFFICE EQUIPMENT - COMPUTERS	20,466.46		-2,118.07		18,348.39
3722	COMPUTER SOFTWARE	0.00				0.00
373	TRANSPORTATION EQUIPMENT	251,903.23				251,903.23
374	STORES EQUIPMENT	10,450.41				10,450.41
375	LABORATORY EQUIPMENT	3,875.28				3,875.28
376	COMMUNICATION EQUIPMENT	127,506.18				127,506.18
377	POWER OPERATED EQUIPMENT	12,900.93				12,900.93
378	TOOLS, SHOP AND GARAGE EQUIP	107,764.67	5,603.36			113,368.03
379	OTHER GENERAL PLANT	956.50				956.50
380	LEASED PROPERTY	0.00				0.00
	TOTAL OTHER GENERAL PLANT	1,684,918.00	22,153.70	-8,362.47		1,698,709.23
<b>VIII. UNDISTRIBUTED ITEMS</b>						
390	OTHER TANGIBLE PROPERTY	0.00				0.00
391	UTILITY PLANT PURCHASED	0.00				0.00
	DIST GO PLANT ALLOCATION	3,053,056.85	403,394.17	-357,240.66	976.85	3,100,187.21
	OTHER GO PLANT ALLOCATION	0.00	0.00	0.00	0.00	0.00
	TOTAL UNDISTRIBUTED ITEMS	3,053,056.85	403,394.17	-357,240.66	976.85	3,100,187.21
	TOTAL UTILITY PLANT IN SERVICE	62,769,068.18	1,715,774.10	-533,547.52	59,851.39	64,011,146.15

**CALIFORNIA WATER SERVICE COMPANY**  
**DERIVATION OF WEIGHTED AVERAGE RATE BASE 12 MONTHS END: DECEMBER 31, 2010**  
**SCHEDULE A-1d**  
**PALOS VERDES DISTRICT RATE BASE AND WORKING CASH**

Line No.	Title of Account	Balance 12/31/2010	Balance 12/31/2009
1	UTILITY PLANT		
2	PLANT IN SERVICE	\$ 61,071,779.5	\$ 59,342,299.0
3	CONSTRUCTION WORK IN PROGRESS	\$ -	\$ -
4	GENERAL OFFICE PRORATE	\$ 3,424,308.8	\$ 2,495,046.6
5	RATE BASE WRITE-UP	\$ -	\$ -
6	PLANT NOT FUNDED BY CALWATER	\$ -	\$ -
7	TOTAL GROSS PLANT ( = Line 2 + Line 3 + Line 4 + Line 5 - Line 6 )	<u>\$ 64,496,088.3</u>	<u>\$ 61,837,345.6</u>
8	LESS ACCUMULATED DEPRECIATION/AMORTIZATION		
9	PLANT IN SERVICE	\$ 29,258,506.6	\$ 28,116,202.2
10	GENERAL OFFICE PRORATE	\$ 1,474,061.8	\$ 1,095,810.3
11	TOTAL ACCUMULATED DEPRECIATION ( = Line 9 + Line 10 )	<u>\$ 30,732,568.4</u>	<u>\$ 29,212,012.5</u>
12	LESS OTHER RESERVES		
13	DEFERRED INCOME TAXES	\$ 4,063,806.1	\$ 3,835,522.4
14	DEFERRED ITC	\$ 171,850.3	\$ 180,411.3
15	OTHER RESERVES	\$ (373,295.7)	\$ (347,911.8)
16	TOTAL OTHER RESERVES ( = Line 13 + Line 14 + Line 15 )	<u>\$ 3,862,360.7</u>	<u>\$ 3,668,021.8</u>
17	LESS ADJUSTMENTS		
18	CONTRIBUTIONS IN AID OF CONSTRUCTION	\$ 1,552,293.2	\$ 1,507,692.4
19	ADVANCES FOR CONSTRUCTION	\$ 1,810,019.3	\$ 2,095,922.4
20	OTHER		
21	TOTAL ADJUSTMENTS ( = Line 18 + Line 19 + Line 20 )	<u>\$ 3,362,312.5</u>	<u>\$ 3,603,614.8</u>
22	ADD MATERIALS AND SUPPLIES	\$ 641,876.2	\$ 643,701.3
23	ADD ADOPTED WORKING CASH ( = Line 37 )	\$ (476,300.0)	\$ (476,300.0)
24	TOTAL DISTRICT RATE BASE	<u>\$ 26,704,422.9</u>	<u>\$ 25,521,097.8</u>
25	( = Line 7 - Line 11 - Line 16 - Line 21 + Line 22 + Line 23 )		

**WORKING CASH**

26	DETERMINATION OF OPERATIONAL CASH REQUIREMENT		
27	Operating Expenses Excluding Taxes, Depreciation & Uncollectible)	\$ 23,581,217.3	\$ 23,416,532.9
28	Purchased Power & Commodity for Resale*	\$ 19,441,775.6	\$ 19,443,077.6
29	Meter Revenues: Bimonthly Billing	\$ 5,436,569.8	\$ 5,360,345.0
30	Other Revenues: Flat Rate Monthly Billing	\$ 8,264.7	\$ 7,383.1
31	Total Revenues ( Line 29 + Line 30 )	<u>\$ 5,444,834.6</u>	<u>\$ 5,367,728.1</u>
32	Ratio - Flat Rate to Total Revenues ( = Line 30 / Line 31 )	0.15%	0.14%
33	5/24 x Line 27 x ( 100% - Line 32 )	\$ 4,905,296.5	\$ 4,871,734.2
34	1/24 x Line 27 x Line 32	\$ 1,491.4	\$ 1,342.0
35	1/12 x Line 28	\$ 1,620,148.0	\$ 1,620,256.5
36	Operational Cash Requirement ( = Line 33 + Line 34 - Line 35 )	<u>\$ 6,526,935.9</u>	<u>\$ 6,493,332.7</u>
37	Total Adopted	\$ (476,300.0)	\$ (476,300.0)

**SCHEDULE A-3**

**PALOS VERDES**

**Depreciation and Amortization Reserves**

**2010**

Line No.	Item (a)		Account 250		Account 251		Account 252	Account 253
			Utility Plant (b)		Limited Term Utility Investment (c)		Utility Plant Acquisition Adjustments (d)	Other Property (e)
1	Balance in reserves at beginning of year	(G)	1,305,052.71					
			28,489,897.18		6,124.44		0.00	0.00
2	Add: Credits to reserves during year							
3	a) Charged to account No. 503	(G)	268,236.54					
			1,317,195.00					
4	b) Charged to account No. 265		68,803.26					
5	c) Charged to clearing accounts	(G)	28,627.90					
			31,487.88					
6	d) Salvage recovered	(G)	0.00					
			0.00					
7	e) All other credits	(G)	(32,012.49)					
			0.00	(B)	20,449.13			
8	Total Credits		1,682,338.09		20,449.13			
9	Deduct: Debits to reserves during year							
10	a) Book cost of property retires	(G)	357,240.65					
			176,306.86					
11	b) Cost of removal	(G)	159.14					
			760.27					
12	c) All other debits	(G)	971.85			(C)	0.00	
			(36,330.69)					
13	Total Debits		499,118.08				0.00	
14	Balances in reserves at end of year		30,978,169.90		26,573.57		0.00	0.00
16	State method of determining depreciation charges:		Straight Line Remaining Life Method & Liberalized					
17	(A) Depreciation on Intracompany transfers	(B) Amortization charged to 504	(G) General Office Allocation					
18	(C) Amortization charged to 537		Report depreciation in Federal Tax Return for year: 1,307,099.00					
19	Indicate nature of these items and accounts affected							
20			(See Schedule A-3a opposite)					



Report ID: CWW406-

**ANNUAL REPORT FOR DEPRECIATION**

Page No. 22

**Analysis of Depreciation Reserve - Account no 250**

Run Date: 2/22/2011

Schedule A-3A

Run Time: 3:22:24 PM

Dept: PALOS VERDES

ACCOUNT	BEGIN BALANCE	PROVISIONS	RETIREMENT	SAL	COST TO REMOVE	OTHER	END BALANCE
<b>I. SOURCE OF SUPPLY PLANT</b>							
3110 STRUCTURES AND IMPROVEMENTS	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3120 COLLECTING AND IMPOUNDING RES	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3130 LAKE, RIVER AND OTHER INTAKES	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3140 SPRINGS AND TUNNELS	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3150 WELLS	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3160 SUPPLY MAINS	1,647.75	259.80	0.00	0.00	0.00	0.00	1,907.55
3170 OTHER SOURCE OF SUPPLY PLANT	0.00	0.00	0.00	0.00	0.00	0.00	0.00
TOTAL SOURCE OF SUPPLY PLANT	<b>1,647.75</b>	<b>259.80</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>1,907.55</b>
<b>II. PUMPING PLANT</b>							
3210 STRUCTURES AND IMPROVEMENTS	586,236.62	50,805.60	0.00	0.00	0.00	0.00	637,042.22
3220 BOILER PLANT EQUIPMENT	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3230 OTHER POWER PRODUCTION EQUIP	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3240 PUMPING EQUIPMENT	1,674,277.49	144,294.60	-68,053.12	0.00	0.00	0.00	1,750,518.97
3250 OTHER PUMPING PLANT	2,673.40	201.96	0.00	0.00	0.00	0.00	2,875.36
TOTAL PUMPING PLANT	<b>2,263,187.51</b>	<b>195,302.16</b>	<b>-68,053.12</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>2,390,436.55</b>
<b>III. WATER TREATMENT PLANT</b>							
3310 STRUCTURES AND IMPROVEMENTS	28,442.26	817.08	0.00	0.00	0.00	0.00	29,259.34
3320 WATER TREATMENT EQUIPMENT	23,773.75	-24.48	0.00	0.00	0.00	0.00	23,749.27
TOTAL WATER TREATMENT PLANT	<b>52,216.01</b>	<b>792.60</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>53,008.61</b>
<b>IV. TRANS AND DIST PLANT</b>							
3410 STRUCTURES AND IMPROVEMENTS	134,807.78	2,233.80	0.00	0.00	0.00	0.00	137,041.58
3420 RESERVOIRS AND TANKS	2,843,867.11	91,545.00	-1,145.57	0.00	0.00	0.00	2,934,266.54
3421 TANK PAINTING	22,001.76	17,411.04	0.00	0.00	0.00	0.00	39,412.80
3430 TRANS AND DIST MAINS	16,072,341.05	629,098.92	-31,789.88	0.00	-105.58	0.00	16,669,544.51
3440 FIRE MAINS	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3450 SERVICES	3,719,135.07	224,370.96	-6,834.70	6,469.11	-1,168.28	0.00	3,941,972.16
3460 METERS	1,296,694.05	138,524.16	-59,905.06	29,861.58	513.59	0.00	1,405,688.32
3470 METER INSTALLATIONS	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3480 HYDRANTS	1,223,524.93	29,422.44	-216.06	0.00	0.00	0.00	1,252,731.31
3490 OTHER TRANS AND DIST MAINS	0.00	0.00	0.00	0.00	0.00	0.00	0.00
TOTAL TRANS AND DIST PLANT	<b>25,312,371.75</b>	<b>1,132,606.32</b>	<b>-99,891.27</b>	<b>36,330.69</b>	<b>-760.27</b>	<b>0.00</b>	<b>26,380,657.22</b>
<b>V. GENERAL PLANT</b>							
3710 STRUCTURES AND IMPROVEMENTS	362,859.23	30,817.08	-6,244.40	0.00	0.00	0.00	387,431.91
3720 OFFICE FURNITURE AND EQUIP	1,106.13	-412.20	0.00	0.00	0.00	0.00	693.93
3721 OFFICE EQUIPMENT - COMPUTERS	-8,658.26	4,901.76	-2,118.07	0.00	0.00	0.00	-5,874.57
3722 OFFICE EQUIPMENT - SOFTWARE	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3730 TRANSPORTATION EQUIPMENT	410,411.65	31,487.88	0.00	0.00	0.00	0.00	441,899.53
3740 STORES EQUIPMENT	8,444.05	90.96	0.00	0.00	0.00	0.00	8,535.01
3750 LABORATORY EQUIPMENT	1,443.61	206.16	0.00	0.00	0.00	0.00	1,649.77
3760 COMMUNICATION EQUIPMENT	60,705.04	5,393.52	0.00	0.00	0.00	0.00	66,098.56
3770 POWER OPERATED EQUIPMENT	4,469.62	687.60	0.00	0.00	0.00	0.00	5,157.22
3780 TOOLS, SHOP AND GARAGE EQUIP	19,203.79	4,547.64	0.00	0.00	0.00	0.00	23,751.43
3790 OTHER GENERAL PLANT	489.30	23.76	0.00	0.00	0.00	0.00	513.06
3800 LEASED PROPERTY	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3900 OTHER TANGIBLE PROPERTY	0.00	0.00	0.00	0.00	0.00	0.00	0.00
3910 WATER PLANT PURCHASE	0.00	0.00	0.00	0.00	0.00	0.00	0.00
TOTAL GENERAL PLANT	<b>860,474.16</b>	<b>77,744.16</b>	<b>-8,362.47</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>929,855.85</b>
GO PLANT ALLOCATION	1,305,052.71	275,633.05	-357,240.65	1,589.07	-169.14	-2,560.92	1,222,304.12
TOTAL DEPRECIATION	<b>29,794,949.89</b>	<b>1,682,338.09</b>	<b>-533,547.51</b>	<b>37,919.76</b>	<b>-929.41</b>	<b>-2,560.92</b>	<b>30,978,169.90</b>

SCHEDULE B-1

LN NO	ACCT NO	ACCOUNT  (A)	OPERATING REVENUES - CLASS A WATER		UTILITIES	INCREASE (DECREASE) (D)
			AMOUNT CURRENT YEAR (B)	AMOUNT PRIOR YEAR (C)		
22		<b>I. Water Service Revenues</b>				
23	601	Metered Sales to General Customers				
24		601.1 Commercial Sales	28,854,259.71	29,080,194.14		(225,934.43)
25		601.2 Industrial Sales	0.00	0.00		0.00
26		601.3 Sales to Public Authorities	1,224,871.08	1,372,388.99		(147,517.91)
27		Sub-Total	<u>30,079,130.79</u>	<u>30,452,583.13</u>		<u>(373,452.34)</u>
28	602	Unmetered Sales to General Customers				
29		602.1 Commercial Sales	(1.35)	0.00		(1.35)
31		602.3 Sales to Public Authorities	0.00	0.00		0.00
32		Sub-Total	<u>(1.35)</u>	<u>0.00</u>		<u>(1.35)</u>
34	603	603.1 Metered Sales, Irrigation Customers	6,189.82	10,188.23		(3,998.41)
		Sub-Total	<u>6,189.82</u>	<u>10,188.23</u>		<u>(3,998.41)</u>
37	604	Private Fire Protection Service	74,274.14	73,173.90		1,100.24
38	605	Public Fire Protection Service	3,449.33	2,808.00		641.33
39	606	Sales To Other Water Utilities For Resale	(75,266.27)	(40,632.82)		(34,633.45)
42	609	Other Sales or Service	26,144.50	23,032.62		3,111.88
43		Sub-Total	<u>28,601.70</u>	<u>58,381.70</u>		<u>(29,780.00)</u>
44		Total Water Service Revenue	<u>30,113,920.96</u>	<u>30,521,153.06</u>		<u>(407,232.10)</u>
46		<b>II. Other Water Revenues</b>				
47	611	Miscellaneous Service Revenue	11,200.00	8,945.00		2,255.00
48	612	Rent From Water Property	0.00	0.00		0.00
50	614	Other Water Revenues	13,316.88	29,096.16		(15,779.28)
51		Total Other Water Revenues	<u>24,516.88</u>	<u>38,041.16</u>		<u>(13,524.28)</u>
52		<b>III. Water Revenue Adjustment Mechanism Offsets</b>				
53		WRAM Adjustmets	2,573,625.34	1,691,043.67		882,581.67
54		WRAM/MCBA Interest	6,532.60	429.68		6,102.92
55		Total WRAM Adjustments	<u>2,580,157.93</u>	<u>1,691,473.35</u>		<u>888,684.59</u>
52		Total Operating Revenues	<u>32,718,595.77</u>	<u>32,250,667.56</u>		<u>467,928.21</u>

Palos Verdes

SCHEDULE B-3

LN NO	ACCT NO	ACCOUNT (A)	OPERATING EXPENSE - CLASS A, B, AND C WATER		UTILITIES	INCREASE (DECREASE) (D)
			AMOUNT CURRENT YEAR (B)	AMOUNT PRIOR YEAR (C)		
1		<b>I. Source of Supply Expense</b>				
2		Operation				
3	701	Operation Supervision and Engineering	0.00	0.00		0.00
5	702	Operation Labor and Expense	20,534.77	12,626.10		7,908.67
6	703	Miscellaneous Expense	0.00	0.00		0.00
7	704	Purchased Water	16,739,166.84	16,614,626.90		124,539.94
8		Maintenance				
9	706	Maint. Supervision and Engineering	0.00	0.00		0.00
11	707	Maint. Of Structures and Improvements	0.00	0.00		0.00
12	708	Maint. Of Reservoirs	0.00	0.00		0.00
14	709	Maint. Of Lake, River other Intakes	0.00	181.83		(181.83)
15	710	Maint. Of Springs and Tunnels	0.00	0.00		0.00
16	711	Maint. Of Wells	0.00	0.00		0.00
17	712	Maint. Of Supply Mains	0.00	0.00		0.00
18	713	Maint. Of Other Source of Supply Plant	0.00	0.00		0.00
19		Total Source of Supply Expenses	16,759,701.61	16,627,434.83		132,266.78
20		<b>II. Pumping Expenses</b>				
21		Operation				
22	721	Operation Supervision and Engineering	29,941.57	32,759.06		(2,817.49)
24	722	Power Production Labor and Expenses	0.00	0.00		0.00
26	723	Fuel For Power Production	0.00	47.44		(47.44)
27	724	Pumping Labor and Expenses	180,569.11	187,519.06		(6,949.95)
28	725	Miscellaneous Expenses	57,699.80	60,160.35		(2,460.55)
29	726	Fuel or Power Purchased For Pumping	2,702,608.73	2,828,450.72		(125,841.99)
30		Maintenance				
31	729	Maint. Supervision and Engineering	3,627.90	9,138.67		(5,510.77)
33	730	Maint. Of Structures and Improvements	5,968.56	1,460.12		4,508.44
34	731	Maint. Of Power Production Equipment	0.00	0.00		0.00
35	732	Maint. Of Pumping Equipment	138,810.93	141,692.69		(2,881.76)
36	733	Maint. Of Other Pumping Equipment	5,170.30	0.00		5,170.30
37		Total Pumping Expenses	3,124,396.90	3,261,228.11		(136,831.21)
38		<b>III. Water Treatment Expenses</b>				
39		Operation				
40	741	Operation Supervision and Engineering	1,623.42	1,308.69		314.73
42	742	Operation Labor and Expenses	48,171.45	56,958.32		(8,786.87)
43	743	Miscellaneous Expenses	2,407.86	3,318.90		(911.04)
44	744	Chemicals and Filtering Materials	0.00	0.00		0.00
45		Maintenance				
46	746	Maint. Supervision and Engineering	0.00	0.00		0.00
48	747	Maint. Of Structures and Improvements	0.00	0.00		0.00
49	748	Maint. Of Water Treatment Equipment	2,817.23	1,318.58		1,498.65
50		Total Water Treatment Expenses	55,019.96	62,904.49		(7,884.53)



Palos Verdes

SCHEDULE B-2

LN NO	ACCT NO	ACCOUNT (A)	OPERATING EXPENSE	CLASS A, B, AND C WATER	UTILITIES	INCREASE (DECREASE) (D)
			AMOUNT CURRENT YEAR (B)	AMOUNT PRIOR YEAR (C)		
1		<b>IV. Transmission and Distribution Expenses</b>				
2		Operation				
3	751	Operation Supervision and Engineering	30,044.85		29,228.98	815.87
5	752	Storage Facilities Expenses	35,607.62		28,791.79	6,815.83
7	753	Transmission and Distribution Lines	148,621.01		163,797.26	(15,176.25)
8	754	Meter Expenses	70,784.51		72,420.47	(1,635.96)
9	755	Customer Installation Expenses	66,591.69		84,147.73	(17,556.04)
10	756	Miscellaneous	157,678.86		160,812.61	(3,133.75)
11		Maintenance				
12	758	Maint. Supervision and Engineering	0.00		0.00	0.00
14	759	Maint. Of Structures and Improvements	0.00		0.00	0.00
15	760	Maint. Of Reservoirs and Tanks	18,116.44		53,374.81	(35,258.37)
16	761	Maint. Of Transmission and Distribbut. Mains	306,281.56		313,195.36	(6,913.80)
18	762	Maint. Of Fire Mains	0.00		0.00	0.00
19	763	Maint. Of Services	143,741.31		163,865.36	(20,124.05)
21	764	Maint. Of Meters	273,038.77		133,494.87	139,543.90
22	765	Maint. Of Hydrants	26,108.80		31,230.21	(5,121.41)
23	766	Maint. Of Miscellaneous Plant				0.00
24		<b>Total Transmission and Distribution Exp.</b>	<b>1,276,615.42</b>		<b>1,234,359.45</b>	<b>42,255.97</b>
25		<b>V. Customer Account Expenses</b>				
26		Operation				
27	771	Supervision	1,319.37		1,273.02	46.35
29	772	Meter Reading Expenses	256,397.54		228,281.48	28,116.06
30	773	Customer Records and Collection Expenses	188,376.65		207,500.54	(19,123.89)
32	774	Miscellaneous Customer Accounting Expenses	153,006.95		122,053.52	30,953.43
33	775	Uncollectible Accounts	20,271.09		28,037.30	(7,766.21)
34		<b>Total Customer Accounts Expense</b>	<b>619,371.60</b>		<b>587,145.86</b>	<b>32,225.74</b>
35		<b>VI. Sales Expenses</b>				
36		Operation				
37	781	Supervision				
39	782	Demostration and Selling Expenses				
40	783	Advertising Expenses				
41	784	Miscellaneous Sales Expenses				
42	785	Merchandising, Jobbing and Contract Work				
43		<b>Total Sales Expenses</b>	<b>0.00</b>		<b>0.00</b>	<b>0.00</b>

*Palos Verdes*

**SCHEDULE B-2**

LN NO	ACCT NO	ACCOUNT (A)	OPERATING EXPENSE - CLASS A, B, AND C WATER		UTILITIES (CONCLUDED)	
			AMOUNT CURRENT YEAR (B)	AMOUNT PRIOR YEAR (C)	INCREASE (DECREASE) (D)	
1		<b>VII. Administrative And General Expenses</b>				
2		Operation				
3	791	Administrative and General Salaries	0.00	0.00	0.00	
5	792	Office Supplies and Other Expenses	8,083.06	7,482.67	600.39	
6	793	Property Insurance	973.00	1,186.79	(213.79)	
7	794	Injuries and Damages	60,481.50	62,477.89	(1,996.39)	
8	795	Employees Pensions and Benefits	(2,939.97)	60.40	(3,000.37)	
9	796	Franchise Requirements	0.00	0.00	0.00	
11	797	Regulatory Commission Expenses	(5,114.56)	7,193.26	(12,307.82)	
12	798	Outside Service Employed	65,383.90	19,429.19	45,954.71	
14	799	Miscellaneous General Expense	532.00	140.00	392.00	
15		Maintenance				
16	805	Maintenance of General Plant	14,677.59	13,130.96	1,546.63	
17		Total Administrative and General Expenses	142,076.52	111,101.16	30,975.36	
18		<b>VIII. Miscellaneous</b>				
19	811	Rents	122,172.94	110,898.02	11,274.92	
20	812	Admin. Exp. Transferred	(31,603.35)	(30,064.52)	(1,538.83)	
20		Admin. Exp. Transferred - General Office	3,629,293.19	3,708,565.74	(79,272.55)	
21	813	Duplicate Charges - CR	0.00	0.00	0.00	
22		Total Miscellaneous	3,719,862.78	3,789,399.24	(69,536.46)	
23		Total Operating Expenses	25,697,044.79	25,673,573.14	23,471.65	

LN NO	KIND OF TAX (A)	TAXES CHARGED DURING YEAR				
		TOTAL TAXES CHARGES DURING YEAR (B)	WATER (ACCOUNT 507) (C)	NONUTILITY (ACCOUNT 5270) (D)	OTHER (ACCOUNT 5371) (E)	CAPITALIZED (F)
24	Real and Property Taxes	260,026.38	258,826.38	1,200.00		
25	State corporate Franchise Tax	273,548.93	273,548.93			
26	State Unemployment Tax	0.00	0.00			0.00
27	Other State and Local Taxes	399,504.01	399,504.01			
28	Federal Unemployment Tax	0.00	0.00			0.00
29	FICA	0.00	0.00			0.00
30	Other Federal Tax					
31	Federal Income Tax	1,190,009.64	1,190,009.64			
32	payroll allocation	127,058.23	127,058.23			
33						
34						
35	General Office Allocation	112,212.09	112,212.09			
36						
37						
38						
39		2,362,359.28	2,361,159.28	1,200.00	0.00	0.00

**SCHEDULE D-1  
Sources of Supply and Water Developed**

STREAMS				FLOW IN .....(unit) <sup>2</sup>				Annual Quantities Diverted .....(Unit) <sup>2</sup>	Remarks
Line No.	Diverted into*	From Stream or Creek (Name)	Location of Diversion Point	Priority Right		Diversions			
				Claim	Capacity	Max.	Min.		
1	Not Applicable								
2									
3									
4									
5									

WELLS							Annual Quantities Pumped .....(Unit) <sup>2</sup>	Remarks
Line No.	At Plant (Name or Number)	Location	Number	Dimensions	<sup>1</sup> Depth to Water	Pumping Capacity .....(Unit) <sup>2</sup>		
6	Not Applicable							
7								
8								
9								
10								

TUNNELS AND SPRINGS				FLOW IN .....(Unit) <sup>2</sup>		Annual Quantities Used .....(Unit) <sup>2</sup>	Remarks
Line No.	Designation	Location	Number	Maximum	Minimum		
11	Not Applicable						
12							
13							
14							
15							

Purchased Water for Resale							
16	Purchased from	West Basin Municipal Water District					
17	Annual quantities purchased	6,245.0			(Unit chosen) <sup>2</sup>	Million Gallons	
18							
19							

\* State ditch, pipe line, reservoir, etc., with name, if any.

<sup>1</sup> Average depth to water surface below ground surface.

2 The quantity unit in established use for expressing water stored and used in large amounts is the acre foot, which equals 42,560 cubic feet. In domestic use the thousand gallon or the hundred cubic feet. The rate of flow or discharge in larger amounts is expressed in cubic feet per second, in gallons per minute, in gallons per day, or in the miner's inch. Please be careful to state the unit used.

**SCHEDULE D-2  
Description of Storage Facilities**

Line No.	Type	Number	Combined Capacity (Gallons or Acre Feet)	Remarks
1	A. Collecting reservoirs		See Attached Schedule	
2	Concrete			
3	Earth			
4	Wood			
5	B. Distribution reservoirs			
6	Concrete			
7	Earth			
8	Wood			
9	C. Tanks			
10	Wood			
11	Metal			
12	Concrete			
13	Total			

**CALIFORNIA WATER SERVICE COMPANY**

**PALOS VERDES DISTRICT**

**STORAGE FACILITIES - DECEMBER 31, 2010**

**SCHEDULE D - 2**

LOCATION	DESIGNATION	FILLED FROM WHAT SOURCE	TYPE	CAPACITY (1000 gal)
Trotters Terrace	Sta. 039-Res. 1	Purchases	Concrete	100 D
Off Via Campesina near Graylog	Sta. 040-Res. 2	"	"	100 D
P.V.E. Golf Course	Sta. 041-Res. 5	"	"	1,500 D
Near Via Rincon	Sta. 042-Res. 6	"	"	50 D
Via Zurita	Sta. 043-Res. 7	"	"	100 D
East Vale and Sunnyridge north	Sta. 044-Res. 8	"	"	100 D
Narcisa and Peppertree Dr.	Sta. 045-Res. 11	"	"	100 D
Eastfield easterly of Hackmore	Sta. 046-Res. 12	"	"	100 D
Crest Rd. - Eastfield	Sta. 038-Res. 13	"	"	200 D
Sunnyridge - Eastvale south	Sta. 048-Res. 17	"	"	100 D
P.V.D.E. - Crownview	Sta. 023-Res. 19, Tank 1	"	"	3,000 D
	Sta. 023-Res. 19, Tank 2	"	Steel	3,000 D
Crest east - Eastfield	Sta. 049-Res. 20, Tank 1	"	Concrete	5,000 D
	Sta. 049-Res. 20, Tank 2	"	Steel	7,500 D
Tallyhand Rd.	Sta. 050-Res. 21	"	Concrete	100 D
Crest - Portuguese	Sta. 051-Res. 22	"	"	100 D
Crest - Highridge	Sta. 037-Res. 25	"	"	9,500 D
Crenshaw south - Seacrest	Sta. 052-Res. 26	"	Steel	50 D
	<b>18</b>		<b>Total District</b>	<b>30,700</b>

D - Distribution

PVD

**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 Inches (State Which) \_\_\_\_\_

Line No.	Not Applicable	Capacities in Cubic Feet Per Second or Miner's Inches (State Which) _____							
		0 to 5	6 to 10	11 to 20	21 to 30	31 to 40	41 to 50	51 to 75	76 to 100
1	Ditch								
2	Flume								
3	Lined conduit								
4									
5	Total								

A. LENGTH OF DITCHES, FLUMES AND LINED CONDUITS IN MILES FOR VARIOUS CAPACITIES - Continued  
Capacities in Cubic Feet Per Second or Miner's Inches (State Which) \_\_\_\_\_

Line No.	Not Applicable	Capacities in Cubic Feet Per Second or Miner's Inches (State Which) _____							Total All Lengths
		101 to 200	201 to 300	301 to 400	401 to 500	501 to 750	751 to 1000	Over 1000	
6	Ditch								
7	Flume								
8	Lined conduit								
9									
10	Total								

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

Line No.	See Attached Schedule	NOT INCLUDING SERVICE PIPING								
		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									
17	Screw or welded casing									
18	Cement - asbestos									
19	Welded steel									
20	Wood									
21	Other (specify)									
22	Total									

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

Line No.	See Attached Schedule	NOT INCLUDING SERVICE PIPING - Continued						Other Sizes (Specify Sizes)	Total All Sizes
		10	12	14	16	18	20		
23	Cast Iron								
24	Cast Iron (cement lined)								
25	Concrete								
26	Copper								
27	Riveted steel								
28	Standard screw								
29	Screw or welded casing								
30	Cement - asbestos								
31	Welded steel								
32	Wood								
33	Other (specify)								
34	Total								

California Water Service Company  
Supply And Distributions Mains  
12/31/2010

Department: 122-PALOS VERDES

Pipe Size	Asbestos Cement	Cast Iron	Concrete Cylinder	Copper Tubing	Steel Standard	Steel Cement Lined	Steel Other	Ductile Iron	Plastic Pipe	Total
3/4"									300	300
1"				1,476			696		280	2,452
1 - 1/4"										
1 - 1/2"				428	466					894
2"		229		111	1,339		3,182		2,158	7,019
2-3/8"										
2-1/2"					499					499
3"	150				9,540		6			9,696
3-1/2"	4,310									4,310
4"	57,225	11,676			5,368		5,457	1,441	3,072	84,239
4-1/2"					239					239
5"					75					75
5-1/2"					690					690
6"	731,522	7,222			14,951	7,674	5,325	14,453	18,669	799,816
7"										
8"	494,721	871			3,663	15,687	1,297	10,823	14,478	541,540
9"					272					272
10"	19,077				14	6,011		18		25,120
10-3/4"					2,105					2,105
12"	132,909	15			451	32,912		12,402		178,689
12-3/4"			1,947		639					2,586
14"						138				138
15"										
16"	3,419				2,043	26,522				31,984
17"			491							491
18"	10,641	0				24,058		287		34,986
19"						14,019				14,019
20"						14,935				14,935
21"										
22"						2,377				2,377
24"	7	0				15,450				15,457
26"										
27"			10,639							10,639
30"			4,220							4,220
33"			15,700							15,700
36"			5,486							5,486
37"			5,795							5,795
42"										
<b>Total</b>	1,453,981	20,013	44,278	2,015	42,354	159,783	15,963	39,424	38,957	1,816,768

**SCHEDULE D-4 Palos-Verdes**  
**Number of Active Service Connections**

	Metered-	Dec. 31	Flat Rate-	Dec. 31
	Prior	Current	Prior	Current
	Year	Year	Year	Year
Commercial (Including domestic)	23591	23648		
Industrial	0	0		
Public Authorities	265	267		
Irrigation				
Other (specify)	19	15		
Sub-Total	23875	23930	0	0
Private Fire Connections			156	161
Public Fire Connections			2454	2456
Totals	23875	23930	2610	2617



Palos Verdes		SCHEDULE D-7							Water Delivered to Metered Customers by Months and Years in 100,000 CuFt (Units Chosen)		
Classification Of Service	During Current Year							Total	Total Prior Yr		
	Jan	Feb	Mar	Apr	May	Jun	Sub-total				
Commercial	525	349	393	604	694	750	3315				
Industrial							0				
Public Authority	18	9	10	25	26	42	130				
Irrigation						1	1				
Other (specify)				1		1	2				
Other Water Utility							0				
<b>Total</b>	<b>543</b>	<b>358</b>	<b>403</b>	<b>630</b>	<b>720</b>	<b>794</b>	<b>3448</b>				
Classification Of Service	During Current Year							Total	Total Prior Yr		
	Jul	Aug	Sep	Oct	Nov	Dec	Sub-total				
Commercial	837	806	885	708	516	505	4257	7572	8542		
Industrial							0	0	0		
Public Authority	39	53	45	32	20	17	206	336	432		
Irrigation						1	1	2	1		
Other (specify)		1	1				2	4	4		
Other Water Utility							0	0	0		
<b>Total</b>	<b>876</b>	<b>860</b>	<b>931</b>	<b>740</b>	<b>536</b>	<b>523</b>	<b>4466</b>	<b>7914</b>	<b>8979</b>		
Quantity units to be in hundreds of cubic feet, thousands of gallons, acre-feet. Total Acres Irrigated:								Total Population Served: 67,762			

## END OF YEAR BALANCES IN SELECTED ACCOUNTS

Indicate the end of year balances shown in the district's accounting records for the following accounts:

<b>131. Materials and supplies on hand</b>	(G)	2,794.58
		566,603.76
<b>100.3. Construction work in progress</b>	(G)	678,550.38
		2,312,973.56
<b>241. Advances for construction</b>		-1,985,176.36
<b>265. Contributions in aid of construction</b>		-1,574,323.91

(G) General Office Allocation

### SIGNATURE

District Management

Name of District Manager Henry Wind

Address 2632 W. 237th Street, Torrance, CA 90505

Telephone 310-377-5525

This report sets forth book or allocated figures and other data pertaining to the district for the period from January 1, 2010 to December 31, 2010.

Palos Verdes



Signature

Controller

Title

**MAR 26 2011**

Date

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