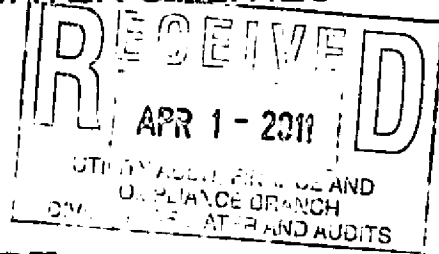


J/6 JV

Received _____
Examined _____

CLASS D
WATER UTILITIES



U# 5400632

2010
ANNUAL REPORT
OF

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

1102 North Prospect St

Porterville, Ca 93257
(OFFICIAL MAILING ADDRESS) ZIP

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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INSTRUCTIONS

1. Two completed and signed hard copies of this report and one electronic copy must be filed **NOT LATER THAN MARCH 31, 2011**, with:

**CALIFORNIA PUBLIC UTILITIES COMMISSION
DIVISION OF WATER AND AUDITS
ATTN: KAYODE KAJOPAIYE
505 VAN NESS AVENUE, ROOM 3105
SAN FRANCISCO, CALIFORNIA 94102-3298
kok@cpuc.ca.gov**

2. Failure to file the report on time may subject a utility to the penalties and sanctions provided by the Public Utilities Code.
3. The Oath on Page12, must be signed by an authorized officer, partner, or owner.
4. The report must be prepared in ink, typed or computer generated.
5. The report must be filled in, and every question answered. **LEAVE NO SCHEDULE BLANK.** Insert the words "none" or "not applicable" or "n/a" when appropriate.
6. Certain balance sheet and income statement accounts flow to supplemental schedules. The totals of the details in the latter must agree with the balances of the accounts to which they refer.
7. Some schedules provide for a "balance at beginning of year." The amount shown should agree with the "balance at end of year" as shown in the report for the previous year. If there is a difference it should be explained by footnote.
8. When there is insufficient space in a schedule to permit a complete statement of the requested information, insert sheets should be prepared and identified by the number of the schedule to which it refers. Be certain that the inserts are securely attached to the report. If inserts are needed, prepare all inserts in one separate electronic file in Microsoft Excel format and file it with the electronic file of this report.
9. This report must cover the calendar year from January 1, 2010, through December 31, 2010. Fiscal year reports will not be accepted.

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

Central Water System

(Name under which corporation, partnership or individual is doing business)

1102 N. Prospect St. Porterville, Ca 93257

(Official mailing address)

Porterville, Ca 93257

(Service Area - Town and County)

Telephone Number: (559) 702-3203 Fax Number: N/A

Email Address: N/A

GENERAL INFORMATION

(Attach a supplementary statement, if necessary)
RETURN ORIGINAL TO COMMISSION, NO PHOTOCOPIES.

1. If a corporation show:
(A) Date of organization N/A incorporated in the State of N/A

(B) Names, titles and addresses of principal officers: _____

2. If unincorporated provide the name and address of the owner(s) or the partners:
Angel and Aurora Gonzalez

3. Name, title, and telephone number of:
(A) One person listed above to receive correspondence: Aurora Gonzalez
(B) Person responsible for operations and services: Angel Gonzalez

4. Were any contracts or agreements in effect with any organization or person covering service, supervision and/or management of your business affairs during the year? (Yes or No) (No)
If so, what was the nature and the amount of each payment made under the agreement, to whom were payments made, and to what account was each payment charged?

5. State the names of associated companies or persons which, directly or indirectly, or through one or more intermediaries, control, or are controlled by, or are under common control with respondent: N/A

PUBLIC HEALTH STATUS

- 6. Has state or local health department inspection been made during the year?
- 7. Are routine laboratory tests of water being made?
- 8. Has state health department water supply permit been obtained? (Indicate date)
- 9. If no permit has been obtained, state whether application has been made and when.
- 10. Show expiration date if state permit is temporary. JAN. 31st, 2012

Yes	No	Latest Date
✓		
✓		
✓		

11. List Name, Grade, and License Number of all Licensed Operators:
Souts Pump & Equipment Comp. takes care of Pump Maintenance and Electrical problems. R ONLY take care of repairs.

Excess Capacity and Non-Tariffed Services

NOTE: In D.00-07-018, D.03-04-028, and D. 04-12-023, the CPUC set forth rules and requirements regarding water utilities provision of non-tariffed services using excess capacity. These decisions require water utilities to: 1) file an advice letter requesting Commission approval of that service, 2) provide information regarding non-tariffed goods/services in each company's Annual Report to the Commission.

Based on the information and filings required in D.00-07-018, D.03-04-028, and D.04-12-023, provide the following information by each individual non-tariffed goods and services provided in calendar year 2010:

Applies to All Non-Tariffed Goods/Services that require Approval by Advice Letter											
Row No.	Description of Non-Tariffed Good/Service	Active or Passive	Total Revenue Derived From Non-Tariffed Goods/ Services (by account)	Revenue Account Number	Total Expenses Incurred to Provide Non-Tariffed Goods/ Services (by Account)	Expense Account Number	Advice Letter and/or Resolution Number Approving Non-Tariffed Goods/ Services	Total Income Tax Liability Incurred Because of Non-Tariffed Goods/ Services (by Account)	Income Tax Liability Account Number	Gross Value of Regulated Assets Used in the Provision of a Non-Tariffed Goods/ Services (by Account)	Regulated Asset Account Number
	N/A										

**FOR ALL WATER COMPANIES
SAFE DRINKING WATER BOND ACT/STATE REVOLVING FUND DATA**

Please provide the following information relating to each Safe Drinking Water Bond Act (SDWBA) or Safe Drinking Water State Revolving Fund loan surcharge collection for the calendar year. Please use one page per loan.

1. Current Fiscal Agent:

Name: Angel Gonzalez
 Address: 1102 North Prospect St, Porterville, Ca 93257
 Phone Number: (559) 782-3203
 Account Number: FA 0003276
 Date Hired: March 1995

2. Total surcharge collected from customers during the 12 month reporting period:

\$ 15,380⁰⁰

Meter Size	No. of Metered Customers	Monthly Surcharge Per Customer
3/4 inch	NO METERS	NA
1 inch		
1 1/2 inch		
2 inch		
3 inch		
4 inch		
6 inch		
Number of Flat Rate Customers	49	
Total	49	

3. Summary of the bank account activities showing:

Balance at beginning of year	\$ 1,688 ⁶⁷
Deposits during the year	<u>15,380⁰⁰</u>
Interest earned for calendar year	<u>0</u>
Withdrawals from this account	
Balance at end of year	<u>290⁰⁰</u>

4. Reason or Purpose of Withdrawal from this bank account:

Payments of lab cost and everything needed to Run Company.

FOR ALL WATER COMPANIES
SAFE DRINKING WATER BOND ACT/STATE REVOLVING FUND DATA (Continued)

5. Plant amounts included in Schedule A-1a, Account No. 101--Water Plant in Service which were funded using SDWBA or SRF funds:

Line No.	Acct. No.	Title of Account (a)	Balance Beginning of Year (b)	Plant Additions During Year (c)	Plant Retirements During Year (d)	Other Debits* or (Credits) (e)	Balance End of Year (f)
1		NON-DEPRECIABLE PLANT					
2	301	Intangible plant	N/A				N/A
3	303	Land	448				448
4		Total non-depreciable plant	None				None
5		DEPRECIABLE PLANT					
6	304	Structures	None				None
7	307	Wells 320 ft deep					
8	317	Other water source plant	None				None
9	311	Pumping equipment 1 PUMP					1 Pump
10	320	Water treatment plant Chlorine					Chlorine
11	330	Reservoirs, tanks and sandpipes	None				None
12	331	Water mains 4 inch lines					4 inch lines
13	333	Services and meter installations	None				None
14	334	Meters No meters					NO meters
15	335	Hydrants	None				None
16	339	Other equipment	None				None
17	340	Office furniture and equipment Computer					Computer
18	341	Transportation equipment Truck					TRUCK
19		Total depreciable plant	None				None
20		Total water plant in service	None				None

SCHEDULE A - BALANCE SHEET (AS OF DECEMBER 31, 2010)

Line	Acct.	Assets	Balance	Acct.	Equity and Liabilities	Balance
1	101	Water plant in service		201	Common Stock (Corporations only)	
2	101.1	SDWA Plant		211	Other paid-in capital (Corporations only)	
3	103	Water plant held for future use		215	Retained earnings	
4	104	Water plant purchased or sold	N/A	218	Proprietary capital	
5	105	Water plant construction work in progress		224	Long term debt	
6	108	Accumulated depreciation of water plant			Current Liabilities	
7	114	Water plant acquisition adjustments		252	Advances for construction	N/A
8	124	Other investments		253	Other deferred credits	
9	131	Cash		255	Accumulated deferred investment tax credits	
10	141	Accounts receivable - customers		282	Accumulated deferred income taxes - ACRS	
11	142	Receivables from associated companies			depreciation	
12	151	Materials and supplies		283	Accumulated deferred income taxes - other	
13	174	Other current assets	N/A	271	Contributions in aid of construction	
14	180	Deferred charges		272	Accumulated amortization of contributions	
15		Total Assets			Total Equity and Liabilities	

SCHEDULE B - WATER PLANT IN SERVICE

Line	Acct	Title of Account	Balance Beg of Year	Plt Additions During year	Plt Retirements During year	Other Debits or (Credits)	Balance End of year
1	301	Intangible plant	N/A				N/A
2	303	Land	449				449
3	304	Structures	None				None
4	307	Wells	326 A Deep.				
5	317	Other water source plant	None				None
6	311	Pumping equipment	1 PUMP				1 PUMP
7	320	Water treatment plant	Chlorine				Chlorine
8	330	Reservoirs tanks and sandpipes	None				None
9	331	Water mains	4 ENCH lines				4 ENCH lines
10	333	Services and meter installations	None				None
11	334	Meters	NO meters				NO meters
12	335	Hydrants	None				None
13	339	Other equipment	None				None
14	340	Office furniture and equipment	Computer				Computer
15	341	Transportation equipment	TRUCK				TRUCK
16		Total water plant in service					

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

SCHEDULE C - RESERVE FOR DEPRECIATION OF UTILITY PLANT

Line	Item	Account 106 Water Plant	Account 106.1 SDWBA Loans	
1	Balance in reserves at beginning of year			A. Method used to compute depreciation expense (Acct. 403) and rate.
2	Add: Credits to reserves during year			
3	(a) Charged to Account No. 272			
4	(b) Charged to Account No. 403			
5	(c) Charged to Account No. 407			B. Amount of depreciation expense claimed or to be claimed on utility property in your federal income tax return for the year covered by this report \$
6	(d) Salvage recovered			
7	(e) All other credits			
8	Total credits	N/A	N/A	
9	Deduct: Debits to reserves during year			
10	(a) Book cost of property retired			
11	(b) Cost of removal			C. State method used to compute tax depreciation.
12	(c) All other debits			
13	Total debits			
14	Balance in reserve at end of year			
15	(1) Explanation of all other credits			
16	(2) Explanation of all other debits			

SCHEDULE D - CAPITAL STOCK OUTSTANDING (AS OF DECEMBER 31, 2010)

Line				
1	Common - (Shares	\$	par)	List persons owning more than 5% of outstanding stock
2	Preferred - (Shares	\$	par)	and number of shares owned by each: -
3	Dividends - Common	Rate - \$	N/A	N/A
4	- Preferred	Rate - \$	N/A	N/A

SCHEDULE E - LONG-TERM DEBTS

	Class	Date of Issue	Date of Maturity	Principal Amount Authorized	Outstanding Per Balance Sheet	Rate of Interest	Interest Accrued During Year	Interest Paid During Year
1								
2								
3								
4	Total							

SCHEDULE F - INCOME STATEMENT

1	Acct.	Operating revenues	
2	460	Unmetered water revenue	15,380
3	462	Fire protection revenue	
4	465	Irrigation revenue	None
5	470	Metered water revenue	None
6	475	Approved Total Surcharge Revenue(s)	
7	480	Other water revenue	None
8		Total Revenue Received	15,380
9		Less: Revenue Deductions	
10		SDWBA/SRF surcharge revenue	
11		Total Operating Revenue	15,380
12		Operating expenses	
13	610	Purchased water	None
14	615	Purchased power	5,270
15	618	Other volume related expenses	None
16	630	Employee labor	None
17	640	Materials	Bills
18	650	Contract work	
19	660	Transportation expenses	2,555
20	664	Other plant maintenance expense	6,381
21	670	Office salaries	448
22	671	Management salaries	
23	674	Employee pensions and benefits	None
24	676	Uncollectible accounts expense	0
25	678	Office services and rentals	None
26	681	Office supplies and expense	379
27	682	Professional services	0
28	684	Insurance	None
29	688	Regulatory commission expense	None
30	689	General expenses	
31		Total Operating Expenses	15,241
32	403	Depreciation expense	
33	407	SDWBA loan amortization expense	None
34	408	Taxes other than income taxes	220
35	409	State income tax expense	
36	410	Federal income tax expense	
37		Total Operating Revenue Deductions	220
38		Utility Operating Income	
39	421	Non-utility income	0
40	426	Miscellaneous non-utility expense	0
41	427	Interest expense	0
42		Net Income	0

SCHEDULE G - SOURCES OF SUPPLY AND WATER DEVELOPED WELLS

Location	No.	Diam. Inch	Depth to Water Feet	Pumping Capacity (g.p.m.)	Annual Quantities Pumped
Road 196 & 195 Plainview, Ca	93267	12 INCH	326ft	20 Horse power pump	

OTHER

Streams or Springs Location of Diversion Point	Flow in Priority Right		(Unit) Diversions		Annual Quantities Diverted
	Claim	Capacity	Max	Min	Unit
			N/A		
Purchased water (unit)			Annual Quantity		
Supplier:					

SCHEDULE H - WATER DELIVERED TO METERED CUSTOMERS

(If figures are available) (specify unit)

Classification of Service	Month of Year		Total for Year
	Maximum	Minimum	
Residential			
Commercial			
Industrial			
Fire Protection			
Irrigation			
Other (specify)			
Total			

N/A
NO meters

SCHEDULE I - EMPLOYEES AND THEIR COMPENSATION

Line	Acct	Account	Number at End of Year	Salaries Charged to Expense	Salaries Charged to Plant Accounts	Total Salaries and Wages Paid
1	630	Employee Labor	5016		N/A	296
2	670	Office salaries	1			
3	671	Management salaries	N/A			
4		Total				296

SCHEDULE J - ADVANCES FOR CONSTRUCTION

Balance beginning of year	16,088.87
Additions during year	15,320.00
Subtotal - Beginning balance plus additions during year	17,008.87
Refunds	
Transfers to Acct. 271 - Contributions in Aid of Construction	
Balance end of year	290.00

SCHEDULE K - TOTAL METERS AND SERVICES (Active and Inactive)

Size	Meters	Services
5/8 x 3/4-in		
3/4-in		
1-in		
-in		
-in		
Total		

N/A

SCHEDULE L - METER-TESTING DATA

Number of meters tested during year	
1	Used, before repair
2	Used, after repair
3	Fast, requiring refund
Numbers of meters in service requiring test per General Order No. 103	

N/A meters

SCHEDULE M - SERVICE CONNECTIONS AT END OF YEAR

Classification	Active			Inactive			Total connections	
	Metered	Flat	Total	Metered	Flat	Total	Metered	Flat
Residences		X	41		1	1		
Industrial/Commercial								
Irrigation								
Fire Protection (public)	N/A							
Fire Protection (private)								
Other (specify)	NONE							
Total			41			1		

NOTE: Total connections (metered plus flat) should agree with total services in Schedule K.

SCHEDULE N - STORAGE FACILITIES

SCHEDULE O - FOOTAGES OF PIPE (EXCLUDING SERVICE PIPES)

Description	No.	Combined capacity in gallons	Description	Footages of pipe				Totals
				2" and under	2 1/4 to 3 1/4	4"	Other sizes (specify)	
Concrete			Cast Iron					
Earth			Welded steel					
Wood			Standard screw					
Steel			Cement-asbestos					
Other			Plastic					
			Other (specify)					
Total			Total					

N/A

FACILITY FEES DATA

Please provide the following information relating to Facility Fees collected for the calendar year 2010, pursuant to Resolution No. W-4110.

1. Trust Account Information:

Bank Name: Bank of America
 Address: 145 North Main St Porterville, Ca 93257
 Account Number: 080731187
 Date Opened: 10/04/1995

2. Facilities Fees collected for new connections during the calendar year:

A. Commercial

NAME	AMOUNT
	\$
	\$
N/A	W/A
	\$

B. Residential

NAME	AMOUNT
	\$
	\$
N/A	W/A
	\$

3. Summary of the bank account activities showing:

	AMOUNT
Balance at beginning of year	\$ 1,688 ⁸⁷
Deposits during the year	15,380 ⁰⁰
Interest earned for calendar year	0
Withdrawals from this account	16,778 ⁹²
Balance at end of year	290 ⁰⁰

4. Reason or Purpose of Withdrawal from this bank account:

TO PAY for maintenance repairs to pay for
gas, Electricity and appropriate permits. Also to buy
Supplies needed for copy paper, ink, chlorine, etc.

DECLARATION

(PLEASE VERIFY THAT ALL SCHEDULES ARE ACCURATE AND COMPLETE BEFORE SIGNING)

I, the undersigned Angel Gonzalez
Officer, Partner, or Owner (Please Print)

of Central Water System
Name of Utility

under penalty of perjury do declare that this report has been prepared by me, or under my direction, from the books, papers and records of the respondent; that I have carefully examined the same, and declare the same to be a complete and correct statement of the business and affairs of the above-named respondent and the operations of its property for the period of January 1, 2010, through December 31, 2010.

owner
Title (Please Print)

Angel Gonzalez
Signature

(559) 782-3203
Telephone Number

3/23/11
Date