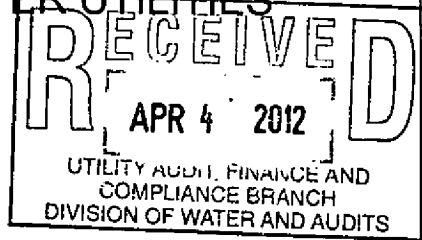


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Received _____
Examined _____

CLASS D
WATER UTILITIES



U# _____

2011
ANNUAL REPORT
OF

Del Oro Water Co., Inc.

Magalia District

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

Drawer 5172

Chico, California 95927

(OFFICIAL MAILING ADDRESS)

ZIP

TO THE
PUBLIC UTILITIES COMMISSION
STATE OF CALIFORNIA
FOR THE YEAR ENDED DECEMBER 31, 2011

REPORT MUST BE FILED NOT LATER THAN APRIL 2, 2012

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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 APRIL 2, 2012**, 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, 2011, through December 31, 2011. Fiscal year reports will not be accepted.

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

Del Oro Water Co., Inc. - Magalia District
(Name under which corporation, partnership or individual is doing business)

Drawer 5172, Chico, California 95927
(Official mailing address)

Magalia, Butte County
(Service Area - Town and County)

Telephone Number: 530-894-1100 ext 103 Fax Number: 530-894-7645

Email Address: jeh@corporatecenter.us

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

1. If a corporation show:
(A) Date of organization 1963 incorporated in the State of California

(B) Names, titles and addresses of principal officers: Robert S. Fortino, Chief Executive Officer - Director
Bryan Fortino, Chief Financial Officer - Director
Paul Matulich, Asst Secretary - Director
Janice Hanna - Secretary
Drawer 5172, Chico, California 95927

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

3. Name, title, and telephone number of:
(A) One person listed above to receive correspondence: Janice Hanna, Secretary/Director Corporate Accounting
(B) Person responsible for operations and services: Paul Matulich, Asst Secretary/Director

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:

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.

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

11. List Name, Grade, and License Number of all Licensed Operators:

Jim Roberts T2-13963 & D3-20597
Jake Kevwitch T2-31539 & D2-36018

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 2011:

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

**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: Five Star Bank
 Address: 6810 Five Star Blvd., Rocklin, CA 95677
 Phone Number: 916-626-5000
 Account Number: 4200135
 Date Hired: Jul-08

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

\$ 13,685.68

Meter Size	No. of Metered Customers	Monthly Surcharge Per Customer
5/8x3/4	261	3.87
3/4 inch	2	5.8
1 inch	2	9.67
2 inch	3	30.94
3 inch		
4 inch		
6 inch		
Number of Flat Rate Customers		
Total	268	

3. Summary of the bank account activities showing:

Balance at beginning of year	\$ 32,986.70
Deposits during the year	<u>13,685.68</u>
Interest earned for calendar year	<u>105.36</u>
Withdrawals from this account	<u>(2,659.50)</u>
Balance at end of year	<u>44,118.24</u>

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

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

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					0
3	303	Land					0
4		Total non-depreciable plant	0	0	0	0	0
5		DEPRECIABLE PLANT					
6	304	Structures					0
7	307	Wells					0
8	317	Other water source plant					0
9	311	Pumping equipment					0
10	320	Water treatment plant					0
11	330	Reservoirs, tanks and sandpipes					0
12	331	Water mains					0
13	333	Services and meter installations					0
14	334	Meters					0
15	335	Hydrants					0
16	339	Other equipment					0
17	340	Office furniture and equipment					0
18	341	Transportation equipment					0
19		Total depreciable plant	0	0	0	0	0
20		Total water plant in service	0	0	0	0	0

SCHEDULE A - BALANCE SHEET (AS OF DECEMBER 31, 2011)

Line	Acct.	Assets	Balance	Acct.	Equity and Liabilities	Balance
1	101	Water plant in service	874,043	201	Common Stock (Corporations only)	
2	101.1	SDWA Plant		211	Other paid-in capital (Corporations only)	281,841
3	103	Water plant held for future use		215	Retained earnings	114,568
4	104	Water plant purchased or sold		218	Proprietary capital	
5	105	Water plant construction work in progress	24,855	224	Long term debt	
6	108	Accumulated depreciation of water plant	(383,187)		Current Liabilities	58,073
7	114	Water plant acquisition adjustments	(56,025)	252	Advances for construction	18,731
8	124	Other investments		253	Other deferred credits	
9	131	Cash	119,060	255	Accumulated deferred investment tax credits	
10	141	Accounts receivable - customers	11,993	282	Accumulated deferred income taxes - ACRS	
11	142	Receivables from associated companies			depreciation	
12	151	Materials and supplies	745	283	Accumulated deferred income taxes - other	
13	174	Other current assets	984	271	Contributions in aid of construction	138,204
14	180	Deferred charges	(22,078)	272	Accumulated amortization of contributions	(41,028)
15		Total Assets	570,389		Total Equity and Liabilities	570,389

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	0				-
2	303	Land	19,674				19,674
3	304	Structures	0				-
4	307	Wells	40,031				40,031
5	317	Other water source plant					-
6	311	Pumping equipment	493,241	2,287			495,528
7	320	Water treatment plant	0				-
8	330	Reservoirs tanks and sandpipes	97,520				97,520
9	331	Water mains	208,338				208,338
10	333	Services and meter installations	784				784
11	334	Meters	7,897	457			8,354
12	335	Hydrants	1,100				1,100
13	339	Other equipment	2,714				2,714
14	340	Office furniture and equipment	0				-
15	341	Transportation equipment	0				-
16		Total water plant in service	871,298	2,745	-	-	874,043

* 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	365,492		A. Method used to compute depreciation
2	Add: Credits to reserves during year			expense (Acct. 403) and rate.
3	(a) Charged to Account No. 272	1,260		
4	(b) Charged to Account No. 403	16,435		
5	(c) Charged to Account No. 407			B. Amount of depreciation expense claimed
6	(d) Salvage recovered			or to be claimed on utility property in
7	(e) All other credits			your federal income tax return for the year
8	Total credits	17,695	-	covered by this report \$
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
12	(c) All other debits			depreciation.
13	Total debits	-	-	
14	Balance in reserve at end of year	383,187	-	
15	(1) Explanation of all other credits			
16	(2) Explanation of all other debits			

SCHEDULE D - CAPITAL STOCK OUTSTANDING (AS OF DECEMBER 31, 2011)

Line			
1	Common - (Shares	\$	par)
2	Preferred - (Shares	\$	par)
3	Dividends - Common	Rate - \$	
4	- Preferred	Rate - \$	

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			0	0		0	0

SCHEDULE F - INCOME STATEMENT

1	Acct.	Operating revenues	
2	460	Unmetered water revenue	82,116
3	462	Fire protection revenue	87,822
4	465	Irrigation revenue	
5	470	Metered water revenue	
6	475	Approved Total Surcharge Revenue(s)	
7	480	Other water revenue	2,848
8		Total Revenue Received	172,786
9		Less: Revenue Deductions	
10		SDWBA/SRF surcharge revenue	
11		Total Operating Revenue	172,786
12		Operating expenses	
13	610	Purchased water	15,389
14	615	Purchased power	15,591
15	618	Other volume related expenses	-
16	630	Employee labor	12,719
17	640	Materials	1,762
18	650	Contract work	1,476
19	660	Transportation expenses	3,274
20	664	Other plant maintenance expense	1,721
21	670	Office salaries	16,059
22	671	Management salaries	4,236
23	674	Employee pensions and benefits	6,267
24	676	Uncollectible accounts expense	239
25	678	Office services and rentals	4,298
26	681	Office supplies and expense	7,206
27	682	Professional services	680
28	684	Insurance	3,785
29	688	Regulatory commission expense	
30	689	General expenses	2,443
31		Total Operating Expenses	97,146
32	403	Depreciation expense	16,435
33	407	SDWBA loan amortization expense	
34	408	Taxes other than income taxes	4,354
35	409	State income tax expense	
36	410	Federal income tax expense	
37		Total Operating Revenue Deductions	20,789
38		Utility Operating Income	
39	421	Non-utility income	474
40	426	Miscellaneous non-utility expense	
41	427	Interest expense	
42		Net Income	55,325

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
					100 CF
Loomis	1	8"	380	40	5,314
Indian	1	10"	400	40	14,483

OTHER

Streams or Springs Location of Diversion Point	Flow in Priority Right		(Unit) Diversions		Annual Quantities Diverted
	Claim	Capacity	Max	Min	Unit
Purchased water (unit)				Annual Quantity- 100 CF	
Supplier: F					
Paradise Pines District				17,176	

SCHEDULE H - WATER DELIVERED TO METERED CUSTOMERS

(If figures are available) (specify unit)

Classification of Service	Month of Year		Total for Year- 100 CF
	Maximum	Minimum	
Residential	September	February	27,856
Commercial	September	April	3,091
Industrial			
Fire Protection			
Irrigation			
Other - Government	September	December	2,870
Total	-	-	33,817

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	2	12,719		12,719
2	670	Office salaries	8	16,059		16,059
3	671	Management salaries	1	4,236		4,236
4		Total	11	33,014	-	33,014

SCHEDULE J - ADVANCES FOR CONSTRUCTION

Balance beginning of year	18731
Additions during year	
Subtotal - Beginning balance plus additions during year	18731
Refunds	
Transfers to Acct. 271 - Contributions in Aid of Construction	
Balance end of year	18731

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

Size	Meters	Services
5/8 x 3/4-in	270	261
3/4-in	2	2
1-in	2	2
2-in	3	3
-in		
Total	277	268

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	

SCHEDULE M - SERVICE CONNECTIONS AT END OF YEAR

Classification	Active			Inactive			Total connections	
	Metered	Flat	Total	Metered	Flat	Total	Metered	Flat
Residences	256		256	9		9	265	0
Industrial/Commercial	9		9			0	9	0
Irrigation			0			0	0	0
Fire Protection (public)			0			0	0	0
Fire Protection (private)			0			0	0	0
Other- Government	3		3			0	3	0
			0			0	0	0
Total	268	0	268	9	0	9	277	0

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	Footage				Totals
				2" and under	2 1/4 to 3 1/4	4"	4" to 8"	
Concrete			Cast Iron					-
Earth			Welded steel					-
Wood			Standard screw					-
Steel	1	250,000	Cement-asbestos					-
Other			Plastic					-
			Other (specify)					-
			steel,cement/asbestos/transite,PVC			13,000		13,000
								-
Total	1	250,000	Total	0	0	0	13,000	13,000

FACILITY FEES DATA

Please provide the following information relating to Facility Fees collected for the calendar year 2011, pursuant to Resolution No. W-4110.

1. Trust Account Information:

Bank Name: _____
 Address: _____
 Account Number: _____
 Date Opened: _____

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

A. Commercial

<u>NAME</u>	<u>AMOUNT</u>
_____	\$ _____
_____	\$ _____
_____	\$ _____
_____	\$ _____

B. Residential

<u>NAME</u>	<u>AMOUNT</u>
_____	\$ _____
_____	\$ _____
_____	\$ _____
_____	\$ _____

3. Summary of the bank account activities showing:

	<u>AMOUNT</u>
Balance at beginning of year	\$ _____
Deposits during the year	_____
Interest earned for calendar year	_____
Withdrawals from this account	_____
Balance at end of year	<u>#VALUE!</u>

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

DECLARATION

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

I, the undersigned Janice Hanna
Officer, Partner, or Owner (Please Print)

of Del Oro Water Co., Inc. - Magalia District
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, 2011, through December 31, 2011.

Secretary/Director Corporate Accounting
Title (Please Print)


Signature

530-894-1100 ext 103
Telephone Number

03/31/12
Date