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Received \_\_\_\_\_  
Examined \_\_\_\_\_

CLASS D  
WATER UTILITIES

U# \_\_\_\_\_

2004  
ANNUAL REPORT  
OF

\_\_\_\_\_  
Easton Estates Water Company

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

\_\_\_\_\_  
5132 N. Palm, PMB 114, Fresno, CA 93704

(OFFICIAL MAILING ADDRESS)

ZIP

TO THE  
PUBLIC UTILITIES COMMISSION  
STATE OF CALIFORNIA  
FOR THE  
YEAR ENDED DECEMBER 31, 2004

REPORT MUST BE FILED NOT LATER THAN MARCH 31, 2005  
(FILE TWO COPIES IF THREE RECEIVED)

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ANNUAL REPORT  
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Easton Estates Water Company

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

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5132 N. Palm, PMB 114, Fresno, CA

(OFFICIAL MAILING ADDRESS)

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TO THE  
PUBLIC UTILITIES COMMISSION  
STATE OF CALIFORNIA  
FOR THE  
YEAR ENDED DECEMBER 31, 2004

REPORT MUST BE FILED NOT LATER THAN MARCH 31, 2005  
(FILE TWO COPIES IF THREE RECEIVED)

## **INSTRUCTIONS**

1. One completed copy of this report (two copies if three received) must be filed **NOT LATER THAN MARCH 31**, following the year covered by the report, with:

**CALIFORNIA PUBLIC UTILITIES COMMISSION  
WATER DIVISION  
505 VAN NESS AVENUE, ROOM 3105  
SAN FRANCISCO, CALIFORNIA 94102-3298**

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 the last page, must be signed by an officer, partner or owner.
4. The report must be prepared in ink or by the use of a typewriter. Computer generated report forms may be substituted.
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 refer 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.
9. This report must cover a calendar year, from January 1 through December 31. Fiscal year reports will not be accepted.

<b>Account Number</b>	<b>Operating Revenue</b>	
470	Metered	2522
460	Unmetered	49353
465	SDWBA Revenue	11265
480	Other Water Revenue	202
	<b>Total Revenue</b>	<b>63342</b>
	<b>Operating Expenses</b>	
610	Purchased Water	
615	Purchased Power	6969
	Pump Taxes	
	Purchased Chemicals	
618	Other Vol. Related exp.	
630	Employee Labor	
640	Materials	
650	Contract Work	2493
	Water Testing	1373
660	Transportation Expense	
664	Other Plant Maintenance	
670	Office Salaries	
671	Management Salaries	
674	Employee Pensions and Benefits	
676	Uncollectables	
678	Office Service and Rentals	2700
681	Office Supplies and Expense	7024
682	Professional Services	11627
684	Insurance	2915
688	Regulatory Expense	690
689	General Expense	723
	<b>Subtotal</b>	<b>36514</b>
403	Depreciation Expense	9150
	Ad Valorem Taxes	
	Payroll taxes	
408	Taxes other than income	692
409	State Income Tax	1638
410	Federal Income Tax	
	<b>Total Deductions</b>	<b>47994</b>
	<b>Net Revenue</b>	<b>15348</b>
	<b>Rate Base</b>	

	Average Plant	151982
	Average Depreciation Reserve	81112
	Net Plant	70870
	Less: Advances	
	Less: Contributions	
	Plus: Construction Work in Progress	
	Plus: Working Cash	
	Plus: Material & Supplies	
	<b>Rate Base</b>	<b>70870</b>
	<b>ROR=Net Rev/Rate Base</b>	<b>4%</b>

# CLASS D WATER UTILITIES

(HAVING LESS THAN 500 SERVICE CONNECTIONS)

Easton Estates Water Company

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

5132 N. Palm, PMB 114, Fresno, CA 93704

(Official mailing address)

Fresno, Fresno County

(Service area-town and county)

## GENERAL INFORMATION

RETURN ORIGINAL  
TO COMMISSION  
NO PHOTOCOPIES

- 1 If a corporation show:
  - (A) Date of organization 6/8/1960 incorporated in the State of California
  - (B) Names, titles and addresses of principal officers:
 

Francis Ferraro-President	
Dovie Ferraro-Vice President	Claudia Stanley-Secretary
- 2 If unincorporated give the name and address of owner or of each partner:  
N/A
- 3 Name and telephone number of: Claudia Stanley 559-439-0198
  - (A) One person listed above to receive correspondence: Claudia Stanley 559-439-0198
  - (B) Person responsible for operations and services: George Stanley 559-439-0198
- 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) Yes  
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? Operations & Administration Services
- 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.

Yes	No	Latest Date
X		2004
X		12/31/2004
X		1960
N/A		
N/A		

**SPECIAL INSTRUCTIONS (over)**

## **SPECIAL INSTRUCTIONS**

- 1 Beginning of year balances must agree with end of year balances shown in report for previous year.  
Attach a supplementary statement to explain any differences.
- 2 Attach a supplementary statement to explain adjustments in Schedule B - Water Plant in Service.
- 3 Complete all schedules, using the words "None" or "Not applicable" if appropriate.
- 4 Report must be prepared legibly in ink or by typewriter.

SELECTED FINANCIAL DATA - CLASS A, B, C AND D WATER COMPANIES  
2004

NAME OF UTILITY Easton Estates Water Company

PHONE 559-439-0198

PERSON RESPONSIBLE FOR THIS REPORT Claudia Stanley, Secretary  
(Prepared from Information in the 2004 Annual Report)

	1/1/2004	12/31/2004	Average
<b>BALANCE SHEET DATA</b>			
1 Intangible Plant	1164	1164	1164
2 Land and Land Rights			
3 Depreciable Plant	335630	345880	340755
4 Gross Plant in Service	336794	347043	341919
5 Less: Accumulated Depreciation	136683	145833	141258
6 Net Water Plant in Service	200111	201210	200661
7 Water Plant Held for Future Use	0	0	0
8 Construction Work in Progress	0	0	0
9 Materials and Supplies	0	0	0
10 Less: Advances for Construction	0	0	0
11 Less: Contribution in Aid of Construction	0	0	0
12 Less: Accumulated Deferred Income and Investment Tax Credits	0	0	0
13 Net Plant Investment	200111	201210	200661
<b>CAPITALIZATION</b>			
14 Common Stock	27200	27200	27200
15 Proprietary Capital (Individual or Partnership)	0	0	0
16 Paid-in Capital	0	0	0
17 Retained Earnings	45500	55767	50634
18 Common Stock and Equity (Lines 14 through 17)	72700	82967	77834
19 Preferred Stock	0	0	0
20 Long-Term Debt	155413	150449	152931
21 Notes Payable	60393	10966	35680
22 Total Capitalization (Lines 18 through 21)	288506	244382	266444

(Revised 2/01)



SELECTED FINANCIAL DATA - CLASS A, B, C AND D WATER COMPANIES  
2004  
(continued)

NAME OF UTILITY Easton Estates Water Company      PHONE 559-439-0198

<b>INCOME STATEMENT</b>		Annual Amount
23	Unmetered Water Revenue	49353
24	<del>Fire Protection Revenue</del> SDBWA Revenue	11265
25	<del>Irrigation Revenue</del> Other Revenue	202
26	Metered Water Revenue	2522
27	Total Operating Revenue	63342
28	Operating Expenses	36513
29	Depreciation Expense (Composite Rate 2.5%)	2819
30	Amortization and Property Losses SDBWA Amortization	6331
31	Property Taxes	0
32	Taxes Other Than Income Taxes	692
33	Total Operating Revenue Deduction Before Taxes	46355
34	California Corp. Franchise Tax	1638
35	Federal Corporate Income Tax	0
36	Total Operating Revenue Deduction After Taxes	47993
37	Net Operating Income (Loss) - California Water Operations	15349
38	Other Operating and Nonoper. Income and Exp. - Net (Exclude Interest Expense)	30
39	Income Available for Fixed Charges	15379
40	Interest Expense	5111
41	Net Income (Loss) Before Dividends	10268
42	Preferred Stock Dividends	0
43	Net Income (Loss) Available for Common Stock	10268
<b>OTHER DATA</b>		
44	Refunds of Advances for Construction	0
45	Total Payroll Charged to Operating Expenses	0
46	Purchased Water	0
47	Power	6969

	<u>Active Service Connections</u> (Exc. Fire Protect.)	Jan. 1	Dec. 31	Annual Average
48	Metered Service Connections	2	2	2
49	Flat Rate Service Connections	103	103	103
50	Total Active Service Connections	105	105	105

**CLASS B, C AND D WATER COMPANIES  
SAFE DRINKING WATER BOND ACT DATA**

Please provide the following information relating to each Safe Drinking Water Bond Act (SDWBA) loan outstanding during the 12 month reporting period. (Use one sheet for each loan.)

1. Current Fiscal Agent:

Name: WestAmerica Bank  
Address: 790 W. Shaw Ave, Fresno, CA 93704  
Phone Number: 559-221-2202  
Date Hired: 9/5/00

2. Former Fiscal Agent:

Name: \_\_\_\_\_  
Address: \_\_\_\_\_  
Phone Number: \_\_\_\_\_  
Date Hired: \_\_\_\_\_

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

\$10,171.41

4. Summary of the trust bank account activities showing:

Balance at beginning of year	<u>29916.89</u>
Deposits during the year	<u>10201.54</u>
Withdrawals made for loan payments	<u>9866.70</u>
Other withdrawals from this account (Bank Charges)	<u>6.00</u>
Balance at end of year	<u>30245.73</u>

5. Account information:

Bank Name: WestAmerica Bank  
Account Number: 2254-995563-2  
Date Opened: 9/13/00

6. Plant amounts included in Schedule A, Account No. 101--Water Plant in Service which were funded using SDWBA 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					
3	303	Land					
4		Total non-depreciable plant					
5		DEPRECIABLE PLANT					
6	304	Structures	3520				3520
7	307	Wells	112856				112856
8	317	Other water source plant	0				0
9	311	Pumping equipment	48118				48118
10	320	Water treatment plant	0				0
11	330	Reservoirs, tanks and sandpipes	25443				25443
12	331	Water mains	0				0
13	333	Services and meter installations	0				0
14	334	Meters	0				0
15	335	Hydrants	0				0
16	339	Other equipment	0				0
17	340	Office furniture and equipment	0				0
18	341	Transportation equipment	0				0
19		Total depreciable plant	189937				189937
20		Total water plant in service	189937				189937

**SCHEDULE A - BALANCE SHEET (DECEMBER 31, 2004)**

Line	Acct.	Assets	Balance	Acct.	Equity and Liabilities	Balance
1	101	Water plant in service	347043	201	Common Stock (Corporations only)	27200
2	103	Water plant held for future use		211	Other paid-in capital (Corporations only)	
3	104	Water plant purchased or sold		215	Retained earnings	55767
4	105	Water plant construction work in progress		218	Proprietary capital	
5	108	Accumulated depreciation of water plant	145833	224	Long term debt	161415
6	114	Water plant acquisition adjustments			Current Liabilities	60
7	124	Other investments		252	Advances for construction	
8	131	Cash	39710	253	Other deferred credits	1009
9	141	Accounts receivable - customers	2337	255	Accumulated deferred investment tax credits	
10	142	Receivables from associated companies		282	Accumulated deferred income taxes - Acrs	
11	151	Materials and supplies			depreciation	
12	174	Other current assets	2194	283	Accumulated deferred income taxes - other	
13	180	Deferred charges		271	Contributions in aid of construction	
14				272	Accumulated amortization of contributions	
15		<b>Total Assets</b>	<b>245451</b>		<b>Total Equity and Liabilities</b>	<b>245451</b>

**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
16	301	Intangible plant	1164				1164
17	303	Land	0				0
18	304	Structures	792	825			1617
19	307	Wells	42913	4227			47140
20	317	Other water source plant	0				0
21	311	Pumping equipment	15641	401			16042
22	320	Water treatment plant	0				0
23	330	Reservoirs tanks and sandpipes	11518				11518
24	331	Water mains	48811				48811
25	333	Services and meter installations	8611	4796			13407
26	334	Meters	1652				1652
27	335	Hydrants	5860				5860
28	339	Other equipment	0				0
29	340	Office furniture and equipment	9895				9895
30	341	Transportation equipment SDWBA	189937				189937
31		<b>Total water plant in service</b>	<b>336794</b>	<b>10249</b>	<b>0</b>	<b>0</b>	<b>347043</b>

\* 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	
32	Balance in reserves at beginning of year	79702	56981	A. Method used to compute depreciation
33	Add: Credits to reserves during year			expense (Acct. 403) and rate.
34	(a) Charged to Account No. 403	2819	6331	Straight Line 2.5%
35	(b) Charged to Account No. 272			
36	(c) Charged to clearing accounts			B. Amount of depreciation expense claimed
37	(d) Salvage recovered			or to be claimed on utility property in
38	(e) All other credits			your federal income tax return for the year
39	Total credits	2819	6331	covered by this report \$ 2804
40	Deduct: Debits to reserves during year			
41	(a) Book cost of property retired			
42	(b) Cost of removal			C. State method used to compute tax
43	(c) All other debits			depreciation. Straight Line
44	Total debits	0	0	
45	Balance in reserve at end of year	82521	63312	
46	(1) Explanation of all other credits			
47	(2) Explanation of all other debits			

**SCHEDULE D - CAPITAL STOCK OUTSTANDING (DECEMBER 31, 2004)**

Line				
1	Common - (Shares	\$	par)	27200
2	Preferred - (Shares	\$	par)	
3	Dividends - Common	Rate - \$		
4	- Preferred	Rate - \$		

**SCHEDULE E - LONG TERM DEBT**

	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
5	SDWBA Loan	1996	2025	192982		3.1775		
6								
7								
8	Totals							

**SCHEDULE F - INCOME STATEMENT**

9	Operating revenues	xxxxxxxxxx
10	460 Unmetered water revenue	49353
11	462 Fire protection revenue	0
12	465 Irrigation revenue SDWBA	11265
13	470 Metered water revenue	2522
14	480 Other water revenue	202
15	Total Operating Revenue	63342
16	Operating revenue deductions	xxxxxxxxxx
17	Operating expenses	xxxxxxxxxx
18	610 Purchased water	0
19	615 Power	6969
20	618 Other volume related expenses	0
21	630 Employee labor	0
22	640 Materials	0
23	650 Contract work	3866
24	660 Transportation expenses	0
25	664 Other plant maintenance expense	0
26	670 Office salaries	0
27	671 Management salaries	0
28	674 Employee pensions and benefits	0
29	676 Uncollectible accounts expense	0
30	678 Office services and rentals	2700
31	681 Office supplies and expense	7023
32	682 Professional services	11627
33	684 Insurance	2915
34	688 Regulatory commission expense	690
35	689 General expenses	723
36	Total Operating Expenses	36513
37	403 Depreciation expense	2819
38	407 SDWBA loan amortization expense	6331
39	408 Taxes other than income taxes	692
40	409 State corporate income tax expense	1638
41	410 Federal corporate income tax expense	0
42	Total Operating Revenue Deductions	47993
43	Utility Operating Income	15349
44	421 Non-utility income	30
45	426 Miscellaneous non-utility expense	0
46	427 Interest expense	5111
47	Net Income	10268

**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
Corner of Cherry & Fantz	1	16	63	730	N/A
Corner of Joy & Anna	1	10	61	510	N/A

**OTHER**

Streams or springs location of diversion point	Flow in		(Unit) Divisions		Annual quantities diverted (Unit)
	Priority right		Max	Min	
	Claim	Capacity			
Purchased water (unit)					Annual quantity
Supplier:					

**SCHEDULE H - OPTIONAL WATER DELIVERED TO METERED CUSTOMERS**

(If figures are available) (specify unit)

Classification of service	Max. mo. Mo. of	Min. mo. Mo. of	Total for year
Residential & business			
Industrial			
Public authorities			
Irrigation			
Other (specify)			
Total			

**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
48	630	Employee Labor				
49	670	Office salaries				
50	671	Management salaries				
51		Total				

**SCHEDULE J - ADVANCES FOR CONSTRUCTION**

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

**SCHEDULE K - TOTAL METERS AND SERVICES (active and inactive)**

Size	Meters	Services
5/8 x 3/4-in		
3/4-in		
1-in	1	106
-in	1	
-in		
<b>Total</b>	<b>2</b>	<b>106</b>

**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	1	103	104		3	3	1	106
Industrial	1		1				1	
Other (specify)								
Subtotal	2	103	105		3	3	2	106
Fire protection (Hydrants)								
<b>Total</b>	<b>2</b>	<b>103</b>	<b>105</b>		<b>3</b>	<b>3</b>	<b>2</b>	<b>106</b>

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)**

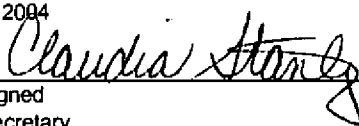
Description	No.	Combined capacity in gallons	Description	2" and under				Other sizes (specify)	Totals
				2"	2 1/4"	3"	4"		
Concrete			Cast Iron						
Earth			Welded steel						
Wood			Standard screw						
Steel			Cement-asbestos						
Other			Plastic						
			Other (specify)						
<b>Total</b>			<b>Total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

**DECLARATION**

(BEFORE SIGNING PLEASE CHECK TO SEE THAT ALL SCHEDULES HAVE BEEN COMPLETED)

I, the undersigned (officer, partner or owner) of Easton Estates Water Company, 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

From and including January 1, 2004, to and including December 31, 2004

  
 Signed \_\_\_\_\_  
 Secretary  
 Title \_\_\_\_\_  
 Date 3/23/05