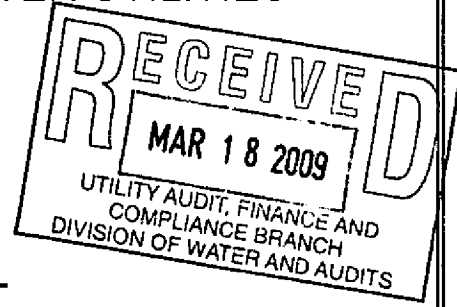


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Received _____
 Examined _____

CLASS D
 WATER UTILITIES

U# _____



2008
 ANNUAL REPORT
 OF

Easton Estates Water Company

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

5132 N. Palm, PMB 114
 (OFFICIAL MAILING ADDRESS)

Fresno, CA 93704
 ZIP

TO THE
 PUBLIC UTILITIES COMMISSION
 STATE OF CALIFORNIA
 FOR THE
 YEAR ENDED DECEMBER 31, 2008

REPORT MUST BE FILED NOT LATER THAN MARCH 31, 2009
 (FILE TWO COPIES IF THREE RECEIVED)

Received _____

Examined _____

**CLASS D
WATER UTILITIES**

U# _____

**2008
ANNUAL REPORT
OF**

Easton Estates Water Company

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

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**TO THE
PUBLIC UTILITIES COMMISSION
STATE OF CALIFORNIA
FOR THE
YEAR ENDED DECEMBER 31, 2008**

REPORT MUST BE FILED NOT LATER THAN MARCH 31, 2009
(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
ATTN: Kayode Kajoypaiye
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 the last page, must be signed by an 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.
9. This report must cover a calander year, from January 1 through December 31. Fiscal year reports will not be accepted.

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)

Telephone Number: (559) 439-0198

Fax Number: (559) 439-8430

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 06/08/60 incorporated in the State of California
 - (B) Names, titles and addresses of principal officers: Francis H Ferraro -- President
Dovie Ferraro -- Vice-President Claudia Stanley -- Secretary
- 2 If unincorporated provide the name and address of the owner(s) or the partners:

N/A
- 3 Name, title, and telephone number of:
 - (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		2008
X		12/31/08
X		1960
N/A		
N/A		

- 11 List Name, Grade, and License Number of all Licensed Operators:
George Stanley Grade D 2, License Number 20812

Excess Capacity and Non-Tariffed Services

NOTE: In D.04-07-018, D.03-04-028, and D.04-12-023, the CPUC set forth rules and requirements regarding water utilities provision of non-tariffed services. These decisions require water utilities to: 1) file an advice letter requesting Commission approval of the 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.04-07-018, D.03-04-028, and D.04-12-023, provide the following information by each individual non-tariffed good and service provided in 2008:

Row Number	Description of Non-Tariffed Good/Service	Active or Passive	Total Revenue derived from Non-Tariffed Good/Service (by account)	Revenue Account Number	Total Expenses incurred to provide Non-Tariffed Good/Service (by account)	Expense Account Number	Advice Letter and/or Resolution Number approving Non-Tariffed Good/Service	Total Income Tax Liability incurred because of non-tariffed Good/Service (by account)	Income Tax Liability Account Number	Gross Value of Requisite Assets used in the provision of a Non-Tariffed Good/Service (by account)	Regulated Asset Account Number
N/A		N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

**CLASS A, B, C AND D 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: WestAmerica Bank
Address: 709 W Shaw, Fresno, CA 93704
Phone Number: (559) 221-2202
Account Number: 2254-95563-2
Date Hired: 9/5/2000

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

\$10,837.34

Meter Size	No. of Metered Customers	Monthly Surcharge Per Customer
3/4 inch		
1 inch	2	12
1 1/2 inch		
2 inch	1	27.28
3 inch		
4 inch		
6 inch		
Number of Flat Rate Customers	105	8.52
Total	108	47.78

3. Summary of the bank account activities showing:

Balance at beginning of year	<u>\$ 36,286.52</u>
Deposits during the year	<u>10,837.34</u>
Interest earned for calendar year	<u>36.14</u>
Withdrawals from this account	<u>(9,873.38)</u>
Balance at end of year	<u>\$ 37,286.62</u>

CLASS A, B, C AND D WATER COMPANIES

SAFE DRINKING WATER BOND ACT/STATE REVOLVING FUND DATA (cont.)

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				0
3	303	Land	0				0
4		Total non-depreciable plant	0	0	0	0	0
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	0	0	0	189937
20		Total water plant in service	189937	0	0	0	189937

SCHEDULE A - BALANCE SHEET (DECEMBER 31, 2008)

Line	Acct.	Assets	Balance	Acct.	Equity and Liabilities	Balance
1	101	Water plant in service	349,377	201	Common Stock (Corporations only)	27,200
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	78,466
4	105	Water plant construction work in progress	-	218	Proprietary capital	-
5	108	Accumulated depreciation of water plant	(169,591)	224	Long term debt	131,768
6	114	Water plant acquisition adjustments	-		Current Liabilities	3,137
7	124	Other investments	-	252	Advances for construction	-
8	131	Cash	59,693	253	Other deferred credits	11,779
9	141	Accounts receivable - customers	11,362	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	1,509	283	Accumulated deferred income taxes - other	-
13	180	Deferred charges	-	271	Contributions in aid of construction	-
14				272	Accumulated amortization of contributions	-
15		Total Assets	252,350		Total Equity and Liabilities	252,350

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	1,164				1,164
17	303	Land	-				-
18	304	Structures	1,617				1,617
19	307	Wells	44,923				44,923
20	317	Other water source plant	-				-
21	311	Pumping equipment	14,067				14,067
22	320	Water treatment plant	-				-
23	330	Reservoirs tanks and sandpipes	8,489				8,489
24	331	Water mains	48,811				48,811
25	333	Services and meter installations	20,925				20,925
26	334	Meters	1,652	635			2,287
27	335	Hydrants	5,860				5,860
28	339	Other equipment	3,911	156			4,067
29	340	Office furniture and equipment	7,230				7,230
30	341	Transportation equipment SDWBA	189,937				189,937
31		Total water plant in service	348,586	791	-	-	349,377

* 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	77,907	82,305	A. Method used to compute depreciation
33	Add: Credits to reserves during year			expense (Acct. 403) and rate.
34	(a) Charged to Account No. 272	-	-	
35	(b) Charged to Account No. 403	3,046	6,331	Straight Line 2.5%
36	(c) Charged to Account No. 407	-	-	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	3,046	6,331	covered by this report \$ 3084
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	-	-	
45	Balance in reserve at end of year	80,953	88,636	
46	(1) Explanation of all other credits			
47	(2) Explanation of all other debits			

SCHEDULE D - CAPITAL STOCK OUTSTANDING (DECEMBER 31, 2008)

Line				
1	Common - (Shares	272, \$	100 par)	27200
2	Preferred - (Shares	\$	par)	
3	Dividends - Common	Rate - \$		
4	- Preferred	Rate - \$		

List persons owning more than 5% of outstanding stock and number of shares owned by each:
Francis H Ferraro 272 shares

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	192,982	128,918	3.1775%	4,234	4,234
6								
7								
8	Totals							

SCHEDULE F - INCOME STATEMENT

9	Operating revenues	xxxxxxxxxx
10	460 Unmetered water revenue	54,044
11	462 Fire protection revenue	-
12	465 Irrigation revenue SDWBA	11,291
13	470 Metered water revenue	4,696
14	480 Other water revenue	20
15	Total Operating Revenue	70,051
16	Operating revenue deductions	xxxxxxxxxx
17	Operating expenses	xxxxxxxxxx
18	610 Purchased water	-
19	615 Purchased power	7,401
20	618 Other volume related expenses	-
21	630 Employee labor	-
22	640 Materials	351
23	650 Contract work	6,240
24	660 Transportation expenses	-
25	664 Other plant maintenance expense	-
26	670 Office salaries	-
27	671 Management salaries	-
28	674 Employee pensions and benefits	-
29	676 Uncollectible accounts expense	73
30	678 Office services and rentals	6,600
31	681 Office supplies and expense	9,174
32	682 Professional services	13,803
33	684 Insurance	2,470
34	688 Regulatory commission expense	864
35	689 General expenses	1,353
36	Total Operating Expenses	48,329
37	403 Depreciation expense	3,046
38	407 SDWBA loan amortization expense	6,331
39	408 Taxes other than income taxes	-
40	409 State income tax expense	800
41	410 Federal income tax expense	-
42	Total Operating Revenue Deductions	10,177
43	Utility Operating Income	11,545
44	421 Non-utility income	36
45	426 Miscellaneous non-utility expense	-
46	427 Interest expense	4,342
47	Net Income	7,239

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	16	61	510	N/A

OTHER

Streams or springs location of diversion point	Flow in Priority right		(Unit) Diversions		Annual Quantities Diverted
	N/A	N/A	Max	Min	
N/A	Claim	Capacity	N/A	N/A	Unit
	N/A	N/A	N/A	N/A	N/A
Purchased water (unit)	N/A				
Supplier:	N/A		Annual Quantity		
			N/A		

SCHEDULE H

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	N/A	N/A	N/A
Commercial	N/A	N/A	N/A
Industrial	N/A	N/A	N/A
Fire Protection	N/A	N/A	N/A
Irrigation	N/A	N/A	N/A
Other (specify)	N/A	N/A	N/A
Total	N/A	N/A	N/A

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	N/A	N/A	N/A	N/A
49	670	Office salaries	N/A	N/A	N/A	N/A
50	671	Management salaries	N/A	N/A	N/A	N/A
51		Total	N/A	N/A	N/A	N/A

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	2	106
2-in	1	
-in		
Total	3	106

SCHEDULE L - METER-TESTING DATA

Number of meters tested during year	
1 Used, before repair ...	0
2 Used, after repair	0
3 Fast, requiring refund ..	0
Numbers of meters in service requiring test per General Order No. 103	
	0

SCHEDULE M - SERVICE CONNECTIONS AT END OF YEAR

Classification	Active			Inactive			Total connections	
	Metered	Flat	Total	Metered	Flat	Total	Metered	Flat
Residences	2	105	107	0	1	1	2	106
Industrial/Commercial	0	0	0	0	0	0	0	0
Irrigation	0	0	0	0	0	0	0	0
Fire Protection (public)	0	0	0	0	0	0	0	0
Fire Protection (private)	0	0	0	0	0	0	0	0
Other (specify)	1	0	1	0	0	0	1	0
Total	3	105	108	0	1	1	3	106

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	2 1/4 to	4"	Other sizes (specify)	Totals
				under	3 1/4			
Concrete	N/A	N/A	Cast Iron	N/A	N/A	N/A		N/A
Earth	N/A	N/A	Welded steel	N/A	N/A	N/A		N/A
Wood	N/A	N/A	Standard screw	N/A	N/A	N/A		N/A
Steel	N/A	N/A	Cement-asbestos	N/A	N/A	N/A		N/A
Other	N/A	N/A	Plastic	N/A	N/A	N/A		N/A
			Other (specify)	N/A	N/A	N/A		N/A
Total	N/A	N/A	Total	N/A	N/A	N/A		N/A

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, documents, 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 calendar year.

January 1, 2008 through December 31, 2008.

Signed

Secretary

Title

Date

Claudia Stang

3/12/09

FACILITIES FEES DATA

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

1. Trust Account Information:

Bank Name: N/A
Address: N/A
Account Number: N/A
Date Opened: N/A

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

A. Commerical

NAME	AMOUNT
<u>N/A</u>	<u>\$ -</u>
<u>N/A</u>	<u>\$ -</u>
<u>N/A</u>	<u>\$ -</u>
<u>N/A</u>	<u>\$ -</u>

B. Residential

NAME	AMOUNT
<u>N/A</u>	<u>\$ -</u>
<u>N/A</u>	<u>\$ -</u>
<u>N/A</u>	<u>\$ -</u>
<u>N/A</u>	<u>\$ -</u>

3. Summary of the bank account activities showing:

Balance at beginning of year	<u>\$ -</u>
Deposits during the year	<u>-</u>
Interest earned for calendar year	<u>-</u>
Withdrawals from this account	<u>-</u>
Balance at end of year	<u>\$ -</u>

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

N/A