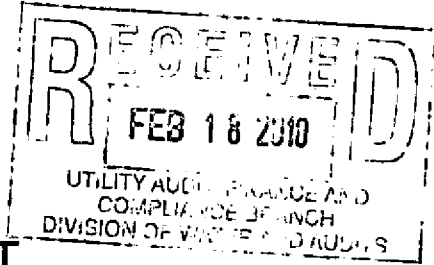


J. J4

Received _____
Examined _____

**CLASS D
WATER UTILITIES**

U# _____



**2009
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, 2009**

REPORT MUST BE FILED NOT LATER THAN MARCH 31, 2010

Received _____

Examined _____

CLASS D
WATER UTILITIES

U# _____

2009
ANNUAL REPORT
OF

Easton Estates Water Company

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

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(OFFICIAL MAILING ADDRESS)

Fresno, CA 93704

ZIP

TO THE
PUBLIC UTILITIES COMMISSION
STATE OF CALIFORNIA
FOR THE YEAR ENDED DECEMBER 31, 2009

REPORT MUST BE FILED NOT LATER THAN MARCH 31, 2010

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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, 2010**, 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, 2009, through December 31, 2009. 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 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
6.	X		2009
7.	X		12/31/09
8.	X		1960
9.	N/A		
10.	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.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 2009:

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	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	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: WestAmerica Bank
 Address: 709 W Shaw, Fresno, CA 93704
 Phone Number: (559) 221-2202
 Account Number: 2254-95563-2
 Date Hired: 09/05/2000

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

\$11,647.15

Meter Size	No. of Metered Customers	Monthly Surcharge Per Customer
3/4 inch		
1 inch	2	12
1 1/2 inch		
2 inch	1	27.26
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	\$ 37,286.62
Deposits during the year	11,647.15
Interest earned for calendar year	37.46
Withdrawals from this account	(9,873.38)
Balance at end of year	<u>\$ 39,097.85</u>

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

Semi-annual loan payments to Department of Water Resources

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	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 (AS OF DECEMBER 31, 2009)

Line	Acct.	Assets	Balance	Acct.	Equity and Liabilities	Balance
1	101	Water plant in service	365,568	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	85,532
4	105	Water plant construction work in progress	-	218	Proprietary capital	-
5	108	Accumulated depreciation of water plant	(179,202)	224	Long term debt	135,842
6	114	Water plant acquisition adjustments	-		Current Liabilities	1,884
7	124	Other investments	-	252	Advances for construction	-
8	131	Cash	63,848	253	Other deferred credits	8,396
9	141	Accounts receivable - customers	7,320	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	1,320	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	258,854		Total Equity and Liabilities	258,854

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	1,164				1,164
2	303	Land	-				-
3	304	Structures	1,617				1,617
4	307	Wells	44,923				44,923
5	317	Other water source plant	-				-
6	311	Pumping equipment	14,067	427			14,494
7	320	Water treatment plant	-				-
8	330	Reservoirs tanks and sandpipes	8,489				8,489
9	331	Water mains	48,811				48,811
10	333	Services and meter installations	20,925	12,666			33,591
11	334	Meters	2,287				2,287
12	335	Hydrants	5,860				5,860
13	339	Other equipment	4,067	3,269			7,336
14	340	Office furniture and equipment	7,230		(170)		7,060
15	341	Transportation equipment SDWBA	189,937				189,937
16		Total water plant in service	349,377	16,362	(170)	-	365,569

* 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	80,953	88,636	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	-	-	
4	(b) Charged to Account No. 403	3,451	6,331	Straight Line 2.5%
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	3,451	6,331	covered by this report \$ 3340
9	Deduct: Debits to reserves during year			
10	(a) Book cost of property retired	170	-	
11	(b) Cost of removal	-	-	C. State method used to compute tax
12	(c) All other debits	-	-	depreciation Straight Line
13	Total debits	170	-	
14	Balance in reserve at end of year	84,234	94,967	
15	(1) Explanation of all other credits			
16	(2) Explanation of all other debits			

SCHEDULE D - CAPITAL STOCK OUTSTANDING (AS OF DECEMBER 31, 2009)			
Line			
1	Common - (Shares 272, \$ 100 par)	\$ 27200	List persons owning more than 5% of outstanding stock
2	Preferred - (Shares , \$ par)		and number of shares owned by each:
3	Dividends - Common	Rate - \$	Francis H Ferraro 272 shares
4	- Preferred	Rate - \$	

SCHEDULE E - LONG-TERM DEBTS								
Line	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	SDWBA Loan	1996	2025	192,982	123,092	3.1775%	4,047	4,047
2								
3								
4	Total							

SCHEDULE F - INCOME STATEMENT			
Line	Acct.		
		Operating revenues	
1	460	Unmetered water revenue	54,582
2	462	Fire protection revenue	-
3	465	Irrigation revenue SDWBA	11,145
4	470	Metered water revenue	2,850
5	480	Other water revenue	64
6		Total Operating Revenue	68,641
7		Operating revenue deductions	
8		Operating expenses	
9	610	Purchased water	-
10	615	Purchased power	7,758
11	618	Other volume related expenses	-
12	630	Employee labor	-
13	640	Materials	467
14	650	Contract work	12,869
15	660	Transportation expenses	-
16	664	Other plant maintenance expense	-
17	670	Office salaries	-
18	671	Management salaries	-
19	674	Employee pensions and benefits	-
20	676	Uncollectible accounts expense	42
21	678	Office services and rentals	6,050
22	681	Office supplies and expense	8,438
23	682	Professional services	10,317
24	684	Insurance	2,717
25	688	Regulatory commission expense	1,021
26	689	General expenses	1,003
27		Total Operating Expenses	50,682
28	403	Depreciation expense	3,451
29	407	SDWBA loan amortization expense	6,331
30	408	Taxes other than income taxes	164
31	409	State income tax expense	800
32	410	Federal income tax expense	-
33		Total Operating Revenue Deductions	10,746
34		Utility Operating Income	7,213
35	421	Non-utility income	3,923
36	426	Miscellaneous non-utility expense	-
37	427	Interest expense	4,070
38		Net Income	7,066

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		Diversions (Unit)		Annual Quantities Diverted
N/A	Claim	Capacity	Max	Min	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	Month of Year		Annual Total
	Maximum	Minimum	
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
1	630	Employee Labor	N/A	N/A	N/A	N/A
2	670	Office salaries	N/A	N/A	N/A	N/A
3	671	Management salaries	N/A	N/A	N/A	N/A
4		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
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	2	105	107	0	1	1	2	106
Industrial/Commercial	1	0	1	0	0	0	1	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)	0	0	0	0	0	0	0	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		
Description	No.	Combined Capacity in Gallons
Concrete	N/A	N/A
Earth	N/A	N/A
Wood	N/A	N/A
Steel	N/A	N/A
Other	N/A	N/A
Total	N/A	N/A

SCHEDULE O - FOOTAGES OF PIPE (EXCLUDING SERVICE PIPES)					
Description	2" and under	2 1/4 to 3 1/4	4"	Other Sizes (Specify)	Total
Cast Iron	N/A	N/A	N/A	N/A	N/A
Welded steel	N/A	N/A	N/A	N/A	N/A
Standard screw	N/A	N/A	N/A	N/A	N/A
Cement-asbestos	N/A	N/A	N/A	N/A	N/A
Plastic	N/A	N/A	N/A	N/A	N/A
Other (specify)	N/A	N/A	N/A	N/A	N/A
Total	N/A	N/A	N/A	N/A	N/A

FACILITY FEES DATA

Please provide the following information relating to Facility Fees collected for the calendar year 2009, 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. Commercial

NAME	AMOUNT
N/A	\$ -
N/A	\$ -
N/A	\$ -
N/A	\$ -

B. Residential

NAME	AMOUNT
N/A	\$ -
N/A	\$ -
N/A	\$ -
N/A	\$ -

3. Summary of the bank account activities showing:

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

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

N/A

DECLARATION

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

I, the undersigned (authorized 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 period of January 1, 2009 through December 31, 2009.

Claudia Stouck

Signature

Secretary

Title

2/13/10

Date