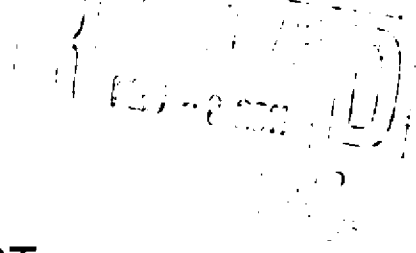


JV

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

**CLASS D  
WATER UTILITIES**



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

**2010  
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, 2010**

**REPORT MUST BE FILED NOT LATER THAN MARCH 31, 2011**

Received \_\_\_\_\_

Examined \_\_\_\_\_

**CLASS D  
WATER UTILITIES**

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

**2010  
ANNUAL REPORT  
OF**

---

**Easton Estates Water Company**

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

---

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

**93704**  
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](mailto: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)

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: claudia@stanleycpa.com

**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
X		2010
X		12/31/10
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.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	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: 09/05/00

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

\$ 11,230.91

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
<b>Total</b>	<b>108</b>	<b>47.78</b>

3. Summary of the bank account activities showing:

Balance at beginning of year	\$ 39,097.85
Deposits during the year	11,230.91
Interest earned for calendar year	38.67
Withdrawals from this account	(9,873.38)
Balance at end of year	\$ 40,494.05

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

Semi-annual loan payments to the 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		<b>NON-DEPRECIABLE PLANT</b>					
2	301	Intangible plant	0				0
3	303	Land	0				0
4		Total non-depreciable plant	0	0	0	0	0
5		<b>DEPRECIABLE PLANT</b>					
6	304	Structures	3520				3520
7	307	Wells	112856				112856
8	317	Other water source plant	0				0
9	311	Pumping equipment	48118		-1320		46798
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	-1320	0	188617
20		Total water plant in service	189937	0	-1320	0	188617



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

Line	Acct.	Assets	Balance	Acct.	Equity and Liabilities	Balance
1	101	Water plant in service	372,178	201	Common Stock (Corporations only)	27,200
2	101.1	SDWA Plant	-	211	Other paid-in capital (Corporations only)	-
3	103	Water plant held for future use	-	215	Retained earnings	92,558
4	104	Water plant purchased or sold	-	218	Proprietary capital	-
5	105	Water plant construction work in progress	-	224	Long term debt	119,932
6	108	Accumulated depreciation of water plant	(186,984)		Current Liabilities	14,972
7	114	Water plant acquisition adjustments	-	252	Advances for construction	-
8	124	Other investments	-	253	Other deferred credits	-
9	131	Cash	61,012	255	Accumulated deferred investment tax credits	-
10	141	Accounts receivable - customers	7,074	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	1,382	271	Contributions in aid of construction	-
14	180	Deferred charges	-	272	Accumulated amortization of contributions	-
15		<b>Total Assets</b>	<b>254,662</b>		<b>Total Equity and Liabilities</b>	<b>254,662</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
1	301	Intangible plant	1,164				1,164
2	303	Land	-				-
3	304	Structures	1,617				1,617
4	307	Wells	44,923	4,017	(834)		48,106
5	317	Other water source plant	-				-
6	311	Pumping equipment	14,494	3,047			17,541
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	33,591	1,699			35,290
11	334	Meters	2,287				2,287
12	335	Hydrants	5,860				5,860
13	339	Other equipment	7,336				7,336
14	340	Office furniture and equipment	7,060				7,060
15	341	Transportation equipment	189,937		(1,320)		188,617
16		<b>Total water plant in service</b>	<b>365,569</b>	<b>8,763</b>	<b>(2,154)</b>	<b>-</b>	<b>372,178</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	
1	Balance in reserves at beginning of year	84,234	94,967	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	3,649	6,288	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	<b>Total credits</b>	<b>3,649</b>	<b>6,288</b>	<b>covered by this report \$ 3,426</b>
9	Deduct: Debits to reserves during year			
10	(a) Book cost of property retired	834	1,320	
11	(b) Cost of removal	-	-	C. State method used to compute tax
12	(c) All other debits	-	-	depreciation. Straight Line
13	<b>Total debits</b>	<b>834</b>	<b>1,320</b>	
14	<b>Balance in reserve at end of year</b>	<b>87,049</b>	<b>99,935</b>	
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 272, \$100 par)	\$27,200	List persons owning more than 5% of outstanding stock and number of shares owned by each:
2	Preferred - (Shares 0, \$0 par)		
3	Dividends - Common	Rate - \$	Francis H Ferraro 272 shares
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	SDWBA Loan	1996	2025	192,982	117,082	3.1775%	3,864	3,864
2								
3								
4	Total							

**SCHEDULE F - INCOME STATEMENT**

1	Acct.	<b>Operating revenues</b>	
2	460	Unmetered water revenue	55,240
3	462	Fire protection revenue	-
4	465	Irrigation revenue	-
5	470	Metered water revenue	2,795
6	475	Approved Total Surcharge Revenue(s)	
7	480	Other water revenue	264
8		<b>Total Revenue Received</b>	<b>58,299</b>
9		Less: Revenue Deductions	
10		SDWBA/SRF surcharge revenue	11,002
11		<b>Total Operating Revenue</b>	<b>69,301</b>
12		<b>Operating expenses</b>	
13	610	Purchased water	-
14	615	Purchased power	7,003
15	618	Other volume related expenses	-
16	630	Employee labor	-
17	640	Materials	307
18	650	Contract work	7,151
19	660	Transportation expenses	-
20	664	Other plant maintenance expense	-
21	670	Office salaries	-
22	671	Management salaries	-
23	674	Employee pensions and benefits	-
24	676	Uncollectible accounts expense	37
25	678	Office services and rentals	6,600
26	681	Office supplies and expense	6,392
27	682	Professional services	15,429
28	684	Insurance	2,305
29	688	Regulatory commission expense	872
30	689	General expenses	1,120
31		<b>Total Operating Expenses</b>	<b>47,216</b>
32	403	Depreciation expense	3,649
33	407	SDWBA loan amortization expense	6,287
34	408	Taxes other than income taxes	192
35	409	State income tax expense	800
36	410	Federal income tax expense	-
37		<b>Total Operating Revenue Deductions</b>	<b>10,928</b>
38		Utility Operating Income	11,157
39	421	Non-utility income	39
40	426	Miscellaneous non-utility expense	-
41	427	Interest expense	4,170
42		<b>Net Income</b>	<b>7,026</b>

**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) Divisions		Annual Quantities Diverted
	Claim	Capacity	Max	Min	Unit
N/A	N/A	N/A	N/A	N/A	N/A
Purchased water (unit)	N/A		Annual Quantity		
Supplier: N/A				N/A	

**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	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
<b>Total</b>	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		
<b>Total</b>	<b>3</b>	<b>106</b>

**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	1	102	103	0	4	4	1	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
<b>Total</b>	<b>2</b>	<b>102</b>	<b>104</b>	<b>0</b>	<b>4</b>	<b>4</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	2 1/4 to 3 1/4	4"	Other sizes (specify)	Totals
Concrete	N/A	N/A	Cast Iron	N/A	N/A	N/A	N/A	N/A
Earth	N/A	N/A	Welded steel	N/A	N/A	N/A	N/A	N/A
Wood	N/A	N/A	Standard screw	N/A	N/A	N/A	N/A	N/A
Steel	N/A	N/A	Cement-asbestos	N/A	N/A	N/A	N/A	N/A
Other	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
<b>Total</b>	<b>N/A</b>	<b>N/A</b>	<b>Total</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>	<b>N/A</b>

## 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:	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	\$ -
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 Claudia Stanley, Secretary  
Officer, Partner, or Owner (Please Print)

of Easton Estates Water Company  
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.

Secretary  
Title (Please Print)

*Claudia Stanley*  
Signature

(559) 439-0198  
Telephone Number

2/2/11  
Date