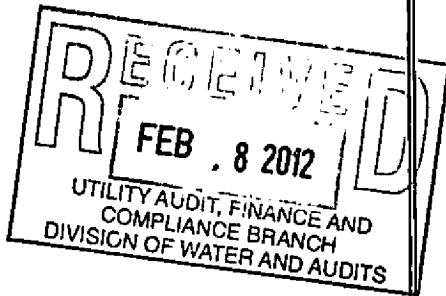


74

Received _____
Examined _____

**CLASS D
WATER UTILITIES**

U# _____



**2011
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, 2011**

REPORT MUST BE FILED NOT LATER THAN APRIL 2, 2012

Received _____

Examined _____

CLASS D
WATER UTILITIES

U# _____

2011
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)

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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)

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 Feraro -- 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		2011
X		12/31/11
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
Brian Patterson Grade D-1, License Number 40097

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
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: 2150 W Shaw Avenue Fresno, CA 93711
 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:

\$ 10417.39

Meter Size	No. of Metered Customers	Monthly Surcharge Per Customer
3/4 inch		
1 inch	1	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	107	47.78

3. Summary of the bank account activities showing:

Balance at beginning of year	\$ <u>40,494.05</u>
Deposits during the year	<u>10,417.39</u>
Interest earned for calendar year	<u>39.03</u>
Withdrawals from this account	<u>(9,873.38)</u>
Balance at end of year	<u>41,077.09</u>

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		NON-DEPRECIABLE PLANT					
2	301	Intangible plant	-				-
3	303	Land	-				-
4		Total non-depreciable plant	-				-
5		DEPRECIABLE PLANT					
6	304	Structures	3,520				3,520
7	307	Wells	112,856				112,856
8	317	Other water source plant	-				-
9	311	Pumping equipment	46,798				46,798
10	320	Water treatment plant	-				-
11	330	Reservoirs, tanks and sandpipes	25,443				25,443
12	331	Water mains	-				-
13	333	Services and meter installations	-				-
14	334	Meters	-				-
15	335	Hydrants	-				-
16	339	Other equipment	-				-
17	340	Office furniture and equipment	-				-
18	341	Transportation equipment	-				-
19		Total depreciable plant	188,617	-	-	-	188,617
20		Total water plant in service	188,617	-	-	-	188,617

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

Line	Acct.	Assets	Balance	Acct.	Equity and Liabilities	Balance
1	101	Water plant in service	386,341	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	97,045
4	104	Water plant purchased or sold	-	218	Proprietary capital	-
5	105	Water plant construction work in progress	-	224	Long term debt	113,730
6	108	Accumulated depreciation of water plant	(196,913)		Current Liabilities	16,723
7	114	Water plant acquisition adjustments	-	252	Advances for construction	
8	124	Other investments	-	253	Other deferred credits	
9	131	Cash	55,271	255	Accumulated deferred investment tax credits	
10	141	Accounts receivable - customers	8,522	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	1,477	271	Contributions in aid of construction	
14	180	Deferred charges	-	272	Accumulated amortization of contributions	
15		Total Assets	254,698		Total Equity and Liabilities	254,698

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	5,357			6,974
4	307	Wells	48,106				48,106
5	317	Other water source plant	-				-
6	311	Pumping equipment	17,541				17,541
7	320	Water treatment plant	-				-
8	330	Reservoirs tanks and sandpipes	8,489				8,489
9	331	Water mains	48,811	3,033			51,844
10	333	Services and meter installations	35,290	4,306			39,596
11	334	Meters	2,287				2,287
12	335	Hydrants	5,860	1,443	233		7,070
13	339	Other equipment	7,336	391	134		7,593
14	340	Office furniture and equipment	7,060				7,060
15	341	Transportation equipment SDWBA	188,617				188,617
16		Total water plant in service	372,178	14,530	367	-	386,341

* 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	87,049	99,935	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	4,009	6,287	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	4,008	6,288	covered by this report \$ 4506
9	Deduct: Debits to reserves during year			
10	(a) Book cost of property retired	367	-	
11	(b) Cost of removal	-	-	C. State method used to compute tax
12	(c) All other debits	-	-	depreciation Straight Line
13	Total debits	367	-	
14	Balance in reserve at end of year	90,690	106,223	
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 272, \$100 par)	\$27,200	List persons owning more than 5% of outstanding stock and number of shares owned by each: Francis H Ferraro 272 shares
2	Preferred - (Shares 0, \$0 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	SDWBA Loan	1996	2025	192982	110880	3.1775%	3671	3671
2								
3								
4	Total							

SCHEDULE F - INCOME STATEMENT

1	Acct	Operating revenues	
2	460	Unmetered water revenue	56,328
3	462	Fire protection revenue	-
4	465	Irrigation revenue	-
5	470	Metered water revenue	2,570
6	475	Approved Total Surcharge Revenue(s)	-
7	480	Other water revenue	316
8		Total Revenue Received	59,214
9		Less: Revenue Deductions	
10		SDWBA/SRF surcharge revenue	11,064
11		Total Operating Revenue	70,278
12		Operating expenses	
13	610	Purchased water	-
14	615	Purchased power	6,514
15	618	Other volume related expenses	-
16	630	Employee labor	-
17	640	Materials	520
18	650	Contract work	7,362
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	403
25	678	Office services and rentals	7,590
26	681	Office supplies and expense	7,269
27	682	Professional services	16,883
28	684	Insurance	2,413
29	688	Regulatory commission expense	846
30	689	General expenses	1,098
31		Total Operating Expenses	50,898
32	403	Depreciation expense	4,008
33	407	SDWBA loan amortization expense	6,288
34	408	Taxes other than income taxes	165
35	409	State income tax expense	800
36	410	Federal income tax expense	-
37		Total Operating Revenue Deductions	11,261
38		Utility Operating Income	8,119
39	421	Non-utility income	39
40	426	Miscellaneous non-utility expense	
41	427	Interest expense	3,671
42		Net Income	4,487

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
	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
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	1	106
2-in	1	
-in		
Total	2	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	1	101	102	0	5	5	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
Total	2	101	103	0	5	5	2	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 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
Total	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 2011, 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 Claudia Stanley
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, 2011, through December 31, 2011.

Secretary
Title (Please Print)

Claudia Stanley
Signature

(559) 439-0198
Telephone Number

2/16/12
Date