

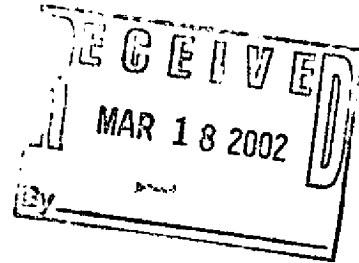
4

Received _____
Examined _____

CLASS D
WATER UTILITIES

U# _____

2001
ANNUAL REPORT
OF



FOOTHILL DITCH COMPANY

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

P. O. BOX 175, EXETER, CA
(OFFICIAL MAILING ADDRESS)

93221
ZIP

TO THE
PUBLIC UTILITIES COMMISSION
STATE OF CALIFORNIA
FOR THE
YEAR ENDED DECEMBER 31, 2001

REPORT MUST BE FILED NOT LATER THAN MARCH 31, 2002
(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.

**Summary of Earnings
Test Year 2001**

Account Number	Operating Revenue	
470	Metered	- -
460	Unmetered	- -
465	Irrigation	97,323
462-480	Private Fire Protection	
	Total Revenue	97,323
	Operating Expenses	
610	Purchased Water	- -
615	Purchased Power	- -
	Pump Taxes	- -
	Purchased Chemicals	- -
618	Other Vol. Related exp.	- -
630	Employee Labor	- -
640	Materials	15,245
650	Contract Work	23,649
	Water Testing	- -
660	Transportation Expense	3,379
664	Other Plant Maintenance	- -
670	Office Salaries	2,400
671	Management Salaries	3,600
674	Employee Pensions and Benefits	- -
676	Uncollectables	- -
678	Office Service and Rentals	- -
681	Office Supplies and Expense	- -
682	Professional Services	1,315
684	Insurance	12,487
688	Regulatory Expense	- -
689	General Expense	7,041
	Subtotal	69,116
403	Depreciation Expense	815
	Ad Valorem Taxes	- -
	Payroll taxes	- -
408	Taxes other than income	426
409	State Income Tax	2,476
410	Federal Income Tax	4,082
	Total Deductions	76,915
	Net Revenue	20,408
	Rate Base	
	Average Plant	118,927
	Average Depreciation Reserve	102,280
	Net Plant	16,647
	Less: Advances	- -
	Less: Contributions	- -
	Plus: Construction Work in Progress	- -
	Plus: Working Cash	- -
	Plus: Material & Supplies	- -
	Rate Base	16,647
	ROR=Net Rev/Rate Base	1.23

CLASS D WATER UTILITIES

(HAVING LESS THAN 500 SERVICE CONNECTIONS)

FOOTHILL DITCH COMPANY

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

P. O. BOX 175, EXETER, CA 93221

(Official mailing address)

EXETER - TULARE COUNTY

(Service area-town and county)

GENERAL INFORMATION

RETURN ORIGINAL
TO COMMISSION
NO PHOTOCOPIES

- 1 If a corporation show:
 - (A) Date of organization APRIL 25, 1914 incorporated in the State of CALIFORNIA
 - (B) Names, titles and addresses of principal officers:

- 2 If unincorporated give the name and address of owner or of each partner:

PATRICIA P. JACOBSEN, PRESIDENT
RICHARD C. JACOBSEN, SECTY/TREASURER
20700 AVENUE 314 (P. O. BOX 175)
EXETER, CA 93221

- 3 Name and telephone number of:
 - (A) One person listed above to receive correspondence: PATRICIA P. JACOBSEN (559) 592-2104
 - (B) Person responsible for operations and services: MARK PASCOE (559) 592-2104

- 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? **ROCKY HILL INCORPORATED (SEE REVERSE SIDE)**

- 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:

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
<input type="checkbox"/>	<input checked="" type="checkbox"/>	
<input type="checkbox"/>	<input checked="" type="checkbox"/>	
<input type="checkbox"/>	<input checked="" type="checkbox"/>	
<input type="checkbox"/>	<input checked="" type="checkbox"/>	
<input type="checkbox"/>	<input checked="" type="checkbox"/>	

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
2001

NAME OF UTILITY FOOTHILL DITCH COMPANY PHONE (559) 592-2104

PERSON RESPONSIBLE FOR THIS REPORT SEE ATTACHED ACCOUNTING REPORT
(Prepared from Information in the 20__ Annual Report)

	1/1/01	12/31/01	Average
BALANCE SHEET DATA			
1 Intangible Plant	10,000	10,000	10,000
2 Land and Land Rights	3,754	3,754	3,754
3 Depreciable Plant	105,173	105,173	105,173
4 Gross Plant in Service	118,927	118,927	118,927
5 Less: Accumulated Depreciation	101,873	102,688	102,280
6 Net Water Plant in Service	17,054	16,239	16,647
7 Water Plant Held for Future Use			
8 Construction Work in Progress			
9 Materials and Supplies			
10 Less: Advances for Construction	()	()	()
11 Less: Contribution in Aid of Construction	()	()	()
12 Less: Accumulated Deferred Income and Investment Tax Credits	()	()	()
13 Net Plant Investment	17,054	16,239	16,647
CAPITALIZATION			
14 Common Stock	10,000	10,000	10,000
15 Proprietary Capital (Individual or Partnership)			
16 Paid-in Capital			
17 Retained Earnings	83,586	104,485	94,036
18 Common Stock and Equity (Lines 14 through 17)	93,586	114,485	104,036
19 Preferred Stock			
20 Long-Term Debt			
21 Notes Payable			
22 Total Capitalization (Lines 18 through 21)	93,586	114,485	104,036

(Revised 2/01)

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

20.01
(continued)

NAME OF UTILITY FOOTHILL DITCH COMPANY PHONE (559) 592-2104

INCOME STATEMENT		Annual Amount
23	Unmetered Water Revenue	<u> </u>
24	Fire Protection Revenue	<u> </u>
25	Irrigation Revenue	<u>97,323</u>
26	Metered Water Revenue	<u> </u>
27	Total Operating Revenue	<u>97,323</u>
28	<u>Operating Expenses</u>	<u>69,116</u>
29	Depreciation Expense (Composite Rate _____)	<u>815</u>
30	Amortization and Property Losses	<u> </u>
31	Property Taxes	<u>426</u>
32	Taxes Other Than Income Taxes	<u> </u>
33	Total Operating Revenue Deduction Before Taxes	<u>70,357</u>
34	California Corp. Franchise Tax	<u>2,476</u>
35	Federal Corporate Income Tax	<u>4,082</u>
36	Total Operating Revenue Deduction After Taxes	<u>76,915</u>
37	Net Operating Income (Loss) - California Water Operations	<u>20,408</u>
38	Other Operating and Nonoper. Income and Exp. - Net (Exclude Interest Expense)	<u>1,048</u>
39	Income Available for Fixed Charges	<u>21,456</u>
40	Interest Expense	<u> </u>
41	Net Income (Loss) Before Dividends	<u>21,456</u>
42	Preferred Stock Dividends	<u> </u>
43	Net Income (Loss) Available for Common Stock	<u>21,456</u>

OTHER DATA		
44	Refunds of Advances for Construction	<u>- -</u>
45	Total Payroll Charged to Operating Expenses	<u>6,000</u>
46	Purchased Water	<u>- -</u>
47	Power	<u>- -</u>

	<u>Active Service Connections</u>	(Exc. Fire Protect.) _____	Jan. 1	Dec. 31	Annual Average
48	Metered Service Connections		<u>28</u>	<u>28</u>	<u>28</u>
49	Flat Rate Service Connections		<u> </u>	<u> </u>	<u> </u>
50	Total Active Service Connections		<u>28</u>	<u>28</u>	<u>28</u>

**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: NOT APPLICABLE
Address: _____
Phone Number: _____
Date Hired: _____

2. Former Fiscal Agent:

Name: _____
Address: _____
Phone Number: _____
Date Hired: _____

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

\$ _____

4. Summary of the trust bank account activities showing:

Balance at beginning of year	\$ _____
Deposits during the year	_____
Withdrawals made for loan payments	_____
Other withdrawals from this account	_____
Balance at end of year	_____

5. Account information:

Bank Name: _____
Account Number: _____
Date Opened: _____

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	10,000				10,000
3	303	Land	3,754				3,754
4		Total non-depreciable plant	13,754				13,754
5		DEPRECIABLE PLANT					
6	304	Structures					
7	307	Wells					
8	317	Other water source plant					
9	311	Pumping equipment					
10	320	Water treatment plant					
11	330	Reservoirs, tanks and sandpipes					
12	331	Water mains	98,844				98,844
13	333	Services and meter installations					
14	334	Meters	2,310				2,310
15	335	Hydrants					
16	339	Other equipment	4,019				4,019
17	340	Office furniture and equipment					
18	341	Transportation equipment					
19		Total depreciable plant	105,173				105,173
20		Total water plant in service	118,927				118,927

SCHEDULE A - BALANCE SHEET (DECEMBER 31, 2001)

Line	Acct.	Assets	Balance	Acct.	Equity and Liabilities	Balance
1	101	Water plant in service	118,927	201	Common Stock (Corporations only)	10,000
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	104,485
4	105	Water plant construction work in progress		218	Proprietary capital	
5	108	Accumulated depreciation of water plant	102,688	224	Long term debt	
6	114	Water plant acquisition adjustments			Current Liabilities	8,399
7	124	Other investments	5,749	252	Advances for construction	
8	131	Cash	89,864	253	Other deferred credits	
9	141	Accounts receivable - customers	11,032	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		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	122,884		Total Equity and Liabilities	122,884

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	10,000				10,000
17	303	Land	3,754				3,754
18	304	Structures					
19	307	Wells					
20	317	Other water source plant					
21	311	Pumping equipment					
22	320	Water treatment plant					
23	330	Reservoirs tanks and sandpipes					
24	331	Water mains	98,844				98,844
25	333	Services and meter installations					
26	334	Meters	2,310				2,310
27	335	Hydrants					
28	339	Other equipment	4,019				4,019
29	340	Office furniture and equipment					
30	341	Transportation equipment					
31		Total water plant in service	118,927				118,927

* 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	101,873		A. Method used to compute depreciation
33	Add: Credits to reserves during year			expense (Acct. 403) and rata.
34	(a) Charged to Account No. 403	815		STRAIGHT LINE 2 TO 8%
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			covered by this report \$
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.
44	Total debits			
45	Balance in reserve at end of year	102,688		STRAIGHT LINE
46	(1) Explanation of all other credits			
47	(2) Explanation of all other debits			

SCHEDULE D - CAPITAL STOCK OUTSTANDING (DECEMBER 31, 2001)

Line	1	Common - (Shares	\$	par)			List persons owning more than 5% of outstanding stock
	2	Preferred - (Shares	\$	par)			and number of shares owned by each:
	3	Dividends - Common	Rate - \$				ROCKY HILL INCORPORATED 10000 SHARES
	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								
6								
7								
8	Totals							

SCHEDULE F - INCOME STATEMENT

9	Operating revenues	xxxxxxxxxx
10	460 Unmetered water revenue	
11	462 Fire protection revenue	
12	465 Irrigation revenue	97,323
13	470 Metered water revenue	
14	480 Other water revenue	
15	Total Operating Revenue	97,323
16	Operating revenue deductions	xxxxxxxxxx
17	Operating expenses	xxxxxxxxxx
18	610 Purchased water	
19	615 Power	
20	618 Other volume related expenses	
21	630 Employee labor	
22	640 Materials	15,245
23	650 Contract work	23,649
24	660 Transportation expenses	3,379
25	664 Other plant maintenance expense	
26	670 Office salaries	2,400
27	671 Management salaries	3,600
28	674 Employee pensions and benefits	
29	676 Uncollectible accounts expense	
30	678 Office services and rentals	
31	681 Office supplies and expense	
32	682 Professional services	1,315
33	684 Insurance	12,487
34	688 Regulatory commission expense	
35	689 General expenses	7,041
36	Total Operating Expenses	69,116
37	403 Depreciation expense	815
38	407 SDWBA loan amortization expense	
39	408 Taxes other than income taxes	426
40	409 State corporate income tax expense	2,476
41	410 Federal corporate income tax expense	4,082
42	Total Operating Revenue Deductions	76,915
43	Utility Operating Income	20,408
44	421 Non-utility income	1,048
45	426 Miscellaneous non-utility expense	
46	427 Interest expense	
47	Net Income	21,456

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

OTHER

Streams or springs location of diversion point	Flow in		(Unit) Diversions		Annual quantities diverted (Unit)
	Claim	Capacity	Max	Min	
S26 T 17S					
R27 E					
MPB & M			11.25	4.07	4228 AF
Purchased water (unit)					
Supplier:				Annual quantity	

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	JUNE	APRIL	87223 MI
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 1 PART TIME		2,400		2,400
50	671	Management salaries 1 PART TIME		3,600		3,600
51		Total		6,000		6,000

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		
-in		
-in WATER GATES	28	
Total	28	

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								
Industrial								
Other (specify) IRRIGATION	18		18	10		10	28	
FROST WATER								
Subtotal	18		18	10		10	28	
Fire protection (Hydrants)								
Total	18		18	10		10	28	

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	12"	15"	18"	21"	24"	26"	30"	36"	Totals
				2" and under	2 1/4 to 3 1/4	4"	Other sizes (specify)					
Concrete			Cast Iron									
Earth			Welded steel									
Wood			Standard screw									
Steel			Cement-asbestos	1,080			4,680	2,640	880	2,876		12,156
Other			Plastic	240	360							600
			Other (specify)									
			PVC		400							400
Total			Total	1,080	400		4,680	2,640	880	2,876		13,156

DECLARATION

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

I, the undersigned (officer, partner or owner) of FOOTHILL DITCH 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

From and including JANUARY 1, 2001, to and including DECEMBER 31, 2001

Signed

Title

Date

Foot Hill Ditch Company
[Signature]
 Resident

March 13, 2001