

4

Received _____
Examined _____

CLASS D
WATER UTILITIES

U# _____

2001
ANNUAL REPORT
OF

Navasur Water Co.

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

991 Calle Negocio

San Clemente, CA 92673

(OFFICIAL MAILING ADDRESS)

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.

N/A

**Summary of Earnings
Test Year 2001**

Account Number	Operating Revenue	
470	Metered	
480	Unmetered	
485	Irrigation	
482-480	Private Fire Protection	
	Total Revenue	
	Operating Expenses	
610	Purchased Water	
615	Purchased Power	
	Pump Taxes	
	Purchased Chemicals	
618	Other Vol. Related exp.	
630	Employee Labor	
640	Materials	
650	Contract Work	
	Water Testing	
680	Transportation Expense	
684	Other Plant Maintenance	
670	Office Salaries	
671	Management Salaries	
674	Employee Pensions and Benefits	
676	Uncollectables	
678	Office Service and Rentals	
681	Office Supplies and Expense	
682	Professional Services	
684	Insurance	
688	Regulatory Expense	
689	General Expense	
	Subtotal	
403	Depreciation Expense	
	Ad Valorem Taxes	
	Payroll taxes	
408	Taxes other than income	
409	State Income Tax	
410	Federal Income Tax	
	Total Deductions	
	Net Revenue	
	Rate Base	
	Average Plant	
	Average Depreciation Reserve	
	Net Plant	
	Less: Advances	
	Less: Contributions	
	Plus: Construction Work in Progress	
	Plus: Working Cash	
	Plus: Material & Supplies	
	Rate Base	
	ROR=Net Rev/Rate Base	

CLASS D WATER UTILITIES
(HAVING LESS THAN 500 SERVICE CONNECTIONS)

Navasau Water Company

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

991 Calle Negocio, San Clemente, CA 92673

(Official mailing address)

Navasau Lake CA - San Bernardino County

GENERAL INFORMATION

RETURN ORIGINAL
TO COMMISSION
NO PHOTOCOPIES

- 1 If a corporation show:
 - (A) Date of organization 10/28/60 incorporated in the State of CA
 - (B) Names, titles and addresses of principal officers:
W.R. Holcomb, President, G.L. Hodges, Secy 991 Calle Negocio
San Clemente, CA 92673
- 2 If unincorporated give the name and address of owner or of each partner: G.L. Hodges, 949 498-2280
San Clemente, CA 92673
- 3 Name and telephone number of:
 - (A) One person listed above to receive correspondence: G.L. Hodges 949 498-2280
 - (B) Person responsible for operations and services: G.L. Hodges 949 498-2280
- 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) NO
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?
- 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

Yes	No	Latest Date
	✓	
✓		MONTHLY
✓		
N/A		
N/A		

- 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.

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
20__

N/A

NAME OF UTILITY _____ PHONE _____

PERSON RESPONSIBLE FOR THIS REPORT _____
(Prepared from information in the 20__ Annual Report)

BALANCE SHEET DATA		1/1/___	12/31/___	Average
1	Intangible Plant	_____	_____	_____
2	Land and Land Rights	_____	_____	_____
3	Depreciable Plant	_____	_____	_____
4	Gross Plant In Service	_____	_____	_____
5	Less: Accumulated Depreciation	_____	_____	_____
6	Net Water Plant in Service	_____	_____	_____
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	_____	_____	_____
CAPITALIZATION				
14	Common Stock	_____	_____	_____
15	Proprietary Capital (Individual or Partnership)	_____	_____	_____
16	Paid-in Capital	_____	_____	_____
17	Retained Earnings	_____	_____	_____
18	Common Stock and Equity (Lines 14 through 17)	_____	_____	_____
19	Preferred Stock	_____	_____	_____
20	Long-Term Debt	_____	_____	_____
21	Notes Payable	_____	_____	_____
22	Total Capitalization (Lines 18 through 21)	_____	_____	_____

(Revised 2/01)

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

20____
(continued)

N/A

NAME OF UTILITY _____ PHONE _____

INCOME STATEMENT		Annual Amount
23	Unmetered Water Revenue	_____
24	Fire Protection Revenue	_____
25	Irrigation Revenue	_____
26	Metered Water Revenue	_____
27	Total Operating Revenue	_____
28	<u>Operating Expenses</u>	_____
29	Depreciation Expense (Composite Rate _____)	_____
30	Amortization and Property Losses	_____
31	Property Taxes	_____
32	Taxes Other Than Income Taxes	_____
33	Total Operating Revenue Deduction Before Taxes	_____
34	California Corp. Franchise Tax	_____
35	Federal Corporate Income Tax	_____
36	Total Operating Revenue Deduction After Taxes	_____
37	Net Operating Income (Loss) - California Water Operations	_____
38	Other Operating and Nonoper. Income and Exp. - Net (Exclude Interest Expense)	_____
39	Income Available for Fixed Charges	_____
40	Interest Expense	_____
41	Net Income (Loss) Before Dividends	_____
42	Preferred Stock Dividends	_____
43	Net Income (Loss) Available for Common Stock	_____
OTHER DATA		
44	Refunds of Advances for Construction	_____
45	Total Payroll Charged to Operating Expenses	_____
46	Purchased Water	_____
47	Power	_____

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

CLASS B, C AND D WATER COMPANIES
SAFE DRINKING WATER BOND ACT DATA

N/A

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: _____
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: _____

N/A

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

SCHEDULE A - BALANCE SHEET (DECEMBER 31, 2001)

Line	Acct.	Assets	Balance	Acct.	Equity and Liabilities	Balance
1	101	Water plant in service	325,946	201	Common Stock (Corporations only)	18,491
2	108	Water plant held for future use		211	Other paid-in capital (Corporations only)	422,577
3	104	Water plant purchased or sold		215	Retained earnings	363,487
4	105	Water plant construction work in progress		218	Proprietary capital	
5	108	Accumulated depreciation of water plant	(196,862)	224	Long term debt	124,097
6	114	Water plant acquisition adjustments			Current Liabilities	14,417
7	124	Other investments		252	Advances for construction	2,000
8	191	Cash	21,713	253	Other deferred credits	
9	141	Accounts receivable - customers	6,565	255	Accumulated deferred investment tax credits	
10	142	Receivables from associated companies		282	Accumulated deferred income taxes - Acrs	
11	151	Materials and supplies	500		depreciation	
12	174	Other current assets	2,957	283	Accumulated deferred income taxes - other	
13	180	Deferred charges		271	Contributions in aid of construction	34,738
14				272	Accumulated amortization of contributions	(31,514)
15		Total Assets	221,319		Total Equity and Liabilities	221,319

SCHEDULE B - WATER PLANT IN SERVICE

Line	Acct.	Title of Account	Balance Beg of Year	Pit Additions During year	Pit Retirements During year	Other Debits or (Credits)	Balance End of year
16	301	Intangible plant					
17	303	Land	4,533				4,533
18	304	Structures	4,951				4,951
19	307	Wells	13,021				13,021
20	317	Other water source plant					
21	311	Pumping equipment	19,136				19,136
22	320	Water treatment plant	102,867				102,867
23	330	Reservoirs tanks and sandpipes	18,029				18,029
24	331	Water mains	91,648				91,648
25	333	Services and meter installations	33,090				33,090
26	334	Meters	6,000				6,000
27	335	Hydrants	1,802				1,802
28	339	Other equipment	8,747	21,052			29,799
29	340	Office furniture and equipment		1,070			1,070
30	341	Transportation equipment					
31		Total water plant in service	303,824	22,122			325,946

* Debt or credit entries should be explained by footnote or supplementary schedules

SCHEDULE C - RESERVE FOR DEPRECIATION OF UTILITY PLANT

Line	Item	Account 108 Water Plant	Account 106.1 EDWBA Loans	
32	Balance in reserves at beginning of year	127,850		A. Method used to compute depreciation
33	Add: Credits to reserves during year			expense (Acct. 403) and rate.
34	(a) Charged to Account No. 403	7,512		<i>STRAIGHT LINE 2.51%</i>
35	(b) Charged to Account No. 272	1,000		
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	8,512		covered by this report \$ 9,774
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. <i>STRAIGHT LINE</i>
44	Total debits			<i>FOR ASSETS ACQUIRED</i>
45	Balance in reserve at end of year			<i>PRIOR TO 1981, MACRS.</i>
46	(1) Explanation of all other credits			<i>FOR ALL OTHER</i>
47	(2) Explanation of all other debits	136,362		

SCHEDULE J - ADVANCES FOR CONSTRUCTION

Balance beginning of year	2,000
Additions during year	
Subtotal - Beginning balance plus additions during year	
Refunds	
Transfers to Acct. 271 - Contributions in Aid of Construction	
Balance end of year	2,000

SCHEDULE K - TOTAL METERS AND SERVICES (active and inactive)

Size	Meters	Services
5/8 x 3/4-in.	198	
3/4-in		
1-in	6	
1-in 1/2 in.	9	
1-in		
Total	205	

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	188			8			196	
Industrial								
Other (specify) <i>COMMERCIAL</i>	8			1			9	
Subtotal								
Fire protection (Hydrants)								
Total	196			9			205	

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		
Earth		
Wood		
Steel	1	50,000
Other	1	10,000
Total	2	60,000

SCHEDULE O - FOOTAGES OF PIPE (EXCLUDING SERVICE PIPES)

Description	2" and under	2 1/4 to 3 1/4	4"	8" 6"		Totals
				Other sizes (specify)		
Cast Iron						
Welded steel						
Standard screw						
Cement-asbestos				1300	2600	3900
Plastic						
Other (specify)						
Total				1300	2600	3900

DECLARATION

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

I, the undersigned (officer, partner or owner) of HAVASU WATER Co. (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 [Signature]
 Title SECRETARY
 Date 3-29-02