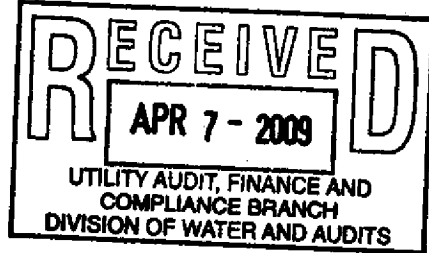


34

Received _____
Examined _____

CLASS D
WATER UTILITIES

U# _____



2008
ANNUAL REPORT
OF

Hayward Water Company

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

P.O. Box 73785

San Clemente, CA 92673
(OFFICIAL MAILING ADDRESS) ZIP

TO THE
PUBLIC UTILITIES COMMISSION
STATE OF CALIFORNIA
FOR THE
YEAR ENDED DECEMBER 31, 2008

REPORT MUST BE FILED NOT LATER THAN MARCH 31, 2009
(FILE TWO COPIES IF THREE RECEIVED)

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

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

P.O. Box 73785 San Clemente, CA 92673
(Official mailing address)

Navasau Lake San Bernardino County
(Service area-town and county)

Telephone Number:

Fax Number:

Email Address:

GENERAL INFORMATION

(Attach a supplementary statement, if necessary)

RETURN ORIGINAL TO COMMISSION. NO PHOTOCOPIES.

- 1 If a corporation show:
 - (A) Date of organization 10/28/60 incorporated in the State of California
 - (B) Names, titles and addresses of principal officers: Garrett L. Hodges, President
Mary M. Hodges, Secretary, P.O. Box 73785, San Clemente, CA 92673
- 2 If unincorporated provide the name and address of the owner(s) or the partners:
- 3 Name, title, and telephone number of:
 - (A) One person listed above to receive correspondence: G. L. Hodges 949 366-3801
 - (B) Person responsible for operations and services: G. L. Hodges 949 366-301
- 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)
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:

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	<u>Nov 01</u>
X		<u>Mar 09</u>
X		<u>1998</u>

- 11 List Name, Grade, and License Number of all Licensed Operators:

Excess Capacity and Non-Tariffed Services

NOTE: In D 06-07-018, D 03-04-003, and D 04-12-023, the CPUC set forth rules and requirements regarding under utilization provision of non-tariffed services using excess capacity. These decisions require water utilities to file an advice letter requesting Commission approval of that service. 2) provide information regarding non-tariffed goods/services in each companies annual Report to the Commission

Based on the information and files required in D 06-07-018, D 03-04-003, and D 04-12-023, provide the following information for each individual non-tariffed good and service provided in 200

Row Number	Description of Non-Tariffed Good/Service	Active or Passive	Total Revenue derived from Non-Tariffed Goods/Service (by account)	Total Excessed capacity provided to Non-Tariffed Goods/Service (by Account)	Excess Capacity Revenue Account Number	Advice Letter Request Resolution Number approving Non-Tariffed Goods/Service	Total Income Tax Liability incurred increase of non-tariffed Goods/Service (by Account)	Income Tax Liability Account Number	Excess Value of Requested Assets used in the provision of a Non-Tariffed Good/Service (by account)	Requested Asset Account Number

**CLASS A, B, C AND D 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: _____
 Address: _____
 Phone Number: _____
 Account Number: _____
 Date Hired: _____

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

\$ _____

Meter Size	No. of Metered Customers	Monthly Surcharge Per Customer
3/4 inch	_____	_____
1 inch	_____	_____
1 1/2 inch	_____	_____
2 inch	_____	_____
3 inch	_____	_____
4 inch	_____	_____
6 inch	_____	_____
Number of Flat Rate Customers	_____	_____
Total	_____	_____

3. Summary of the bank account activities showing

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

CLASS A, B, C AND D WATER COMPANIES

SAFE DRINKING WATER BOND ACT/STATE REVOLVING FUND DATA (cont.)

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					
6	DEPRECIABLE PLANT						
8	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 sandpiles					
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, 2008)

Line	Acct.	Assets	Balance	Acct.	Equity and Liabilities	Balance
1	101	Water plant in service	472,594	201	Common Stock (Corporations only)	218,491
2	103	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	384,765
4	105	Water plant construction work in progress		218	Proprietary capital	
5	108	Accumulated depreciation of water plant	(200,451)	224	Long term debt	
6	114	Water plant acquisition adjustments			Current Liabilities	19,380
7	124	Other Investments		252	Advances for construction	
8	131	Cash	70,302	253	Other deferred credits	
9	141	Accounts receivable - customers	14,556	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	12,471	283	Accumulated deferred income taxes - other	
13	180	Deferred charges		271	Contributions in aid of construction	108,000
14				272	Accumulated amortization of contributions	513,711
15		Total Assets	369,972		Total Equity and Liabilities	369,972

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	14,701				14,701
19	307	Wells	13,021				13,021
20	317	Other water source plant					
21	311	Pumping equipment	49,136				49,136
22	320	Water treatment plant	96,601				96,601
23	330	Reservoirs tanks and sandpipes	111,762				111,762
24	331	Water mains	103,755				103,755
25	333	Services and meter installations	36,090				36,090
26	334	Meters	8,925				8,925
27	335	Hydrants	5,802				5,802
28	338	Other equipment	25,615				25,615
29	340	Office furniture and equipment	2,653				2,653
30	341	Transportation equipment					
31		Total water plant in service	472,594				472,594

* Debit or credit entries should be explained by footnotes or supplementary schedules

SCHEDULE C - RESERVE FOR DEPRECIATION OF UTILITY PLANT

Line	Item	Account 108 Water Plant	Account 108 1 SOWBA Loans	
32	Balance in reserves at beginning of year	188,459		A. Method used to compute depreciation
33	Add: Credits to reserves during year			expense (Acct. 403) and rate.
34	(a) Charged to Account No. 272	2,163		SL 2.1%
35	(b) Charged to Account No. 403	9,829		
36	(c) Charged to Account No. 407			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			
46	(1) Explanation of all other credits			
47	(2) Explanation of all other debits	200,451		

SCHEDULE D - CAPITAL STOCK OUTSTANDING (DECEMBER 31, 2022)

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: <i>R. J. Holman 19,266 SH</i>
3	Dividends - Common	Rate - \$			<i>W. R. Holman 12,396 SH</i>
4	- Preferred	Rate - \$			<i>(California) Cal. And. 9,328 SH</i>

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	480 Unmetered water revenue		
11	482 Fire protection revenue		
12	465 Irrigation revenue		
13	470 Metered water revenue		193,742
14	480 Other water revenue		
15	Total Operating Revenue		193,742
16	Operating revenue deductions		XXXXXXXXXX
17	Operating expenses		XXXXXXXXXX
18	610 Purchased water		5,561
19	615 Purchased power		14,384
20	618 Other volume related expenses		3,054
21	630 Employee labor		32,899
22	640 Materials		14,106
23	650 Contract work		6,585
24	660 Transportation expenses		4,573
25	664 Other plant maintenance expense		
26	670 Office salaries		26,588
27	671 Management salaries		13,460
28	674 Employee pensions and benefits		
29	676 Uncollectible accounts expense		
30	678 Office services and rentals		13,500
31	681 Office supplies and expense		6,760
32	682 Professional services		14,194
33	684 Insurance		6,852
34	688 Regulatory commission expense		2,887
35	689 General expenses		9,513
36	Total Operating Expenses		174,916
37	403 Depreciation expense		9,829
38	407 SDWBA loan amortization expense		
39	408 Taxes other than income taxes		10,713
40	409 State income tax expense		800
41	410 Federal income tax expense		
42	Total Operating Revenue Deductions		21,342
43	Utility Operating Income		172,400
44	421 Non-utility income		12,729
45	426 Miscellaneous non-utility expense		
46	427 Interest expense		159
47	Net Income		100,64

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
			n/a		

OTHER

Streams or springs location of diversion point	Flow in Priority right		(Unit) Diversions		Annual Quantities Diverted
	Claim	Capacity	Max	Min	Unit
LAKE HAVASU					
Purchased water (unit)			Annual Quantity		
Supplier:					

SCHEDULE H

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	JULY	DEC	
Commercial			
Industrial			
Fire Protection			
Irrigation			
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	4	32,899		32,899
49	670	Office salaries	1	26,588		26,588
50	671	Management salaries	2	13,460		13,460
51		Total	7	72,947		72,947

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	201	
3/4-in		
1-in	22	
-in	1	
-in		
Total	224	

SCHEDULE L - METER-TESTING DATA

Number of meters tested during year	
1 Used, before repair...	8
2 Used, after repair	8
3 Fast, requiring refund ..	8
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	202			12			214	
Industrial/Commercial	8			7			9	
Irrigation								
Fire Protection (public)								
Fire Protection (private)								
Other (specify)	1						1	
<i>Senior Center</i>								
Total	211			19			224	

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 2 1/4 to 4"				Other sizes (specify)	Totals
				2"	2 1/4"	3 1/4"	4"		
Concrete			Cast iron						
Earth			Welded steel						
Wood			Standard screw				6"	6"	
Steel	1	105,000	Cement-asbestos			2630	13150	2630	
Other			Plastic	2630				2,630	
			Other (specify)						
Total	1	105,000	Total	2630		2630	13150	2630	

DECLARATION

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

I, the undersigned (officer, partner or owner) of Hamsau 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, 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 calendar year.

January 1, 2008 through December 31, 2008.

Signed Mary M. Dodger
 Title Secretary
 Date 3-31-09

FACILITIES FEES DATA

Please provide the following information relating to Facilities Fees collected for the calendar year, pursuant to Resolution No. W-4110.

1. Trust Account Information:

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

2. Facilities Fees collected for new connections during the calendar year:

A. Commercial

NAME	AMOUNT
_____	\$ _____
_____	\$ _____
_____	\$ _____
_____	\$ _____

B. Residential

NAME	AMOUNT
_____	\$ _____
_____	\$ _____
_____	\$ _____
_____	\$ _____

3. Summary of the bank account activities showing:

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:

