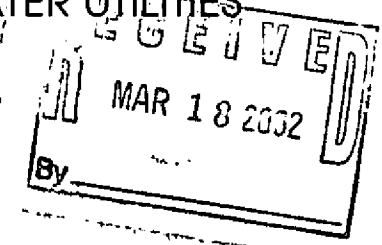


4 40

Received _____
Examined _____

CLASS D  
WATER UTILITIES



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

2001  
ANNUAL REPORT  
OF

Llano Del Rio Water Company

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

32810-165<sup>th</sup> Street East

Llano, CA

93544

(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)

**Summary of Earnings  
Test Year 2001**

Account Number	Operating Revenue	
470	Metered	86,985
460	Unmetered	395
465	Irrigation	32,610
462-480	Private Fire Protection (Other)	10,534
	<b>Total Revenue</b>	<b>130,524</b>
	<b>Operating Expenses</b>	
610	Purchased Water	7,129
615	Purchased Power	31,298
	Pump Taxes	-
	Purchased Chemicals	-
618	Other Vol. Related exp.	1,239
630	Employee Labor	18,617
640	Materials	2,268
650	Contract Work	16,200
	Water Testing	
660	Transportation Expense	6,090
664	Other Plant Maintenance	-
670	Office Salaries	8,036
671	Management Salaries	14,386
674	Employee Pensions and Benefits	-
676	Uncollectables	-
678	Office Service and Rentals	2,100
681	Office Supplies and Expense	1,430
682	Professional Services	2,080
684	Insurance	3,368
688	Regulatory Expense	-
689	General Expense	1,274
	<b>Subtotal</b>	<b>115,515</b>
403	Depreciation Expense	10,804
	Ad Valorem Taxes	-
	Payroll taxes	-
408	Taxes other than income	2,303
409	State Income Tax	800
410	Federal Income Tax	-
	<b>Total Deductions</b>	<b>129,472</b>
	<b>Net Revenue</b>	<b>1,102</b>
	<b>Rate Base</b>	
	Average Plant	
	Average Depreciation Reserve	
	Net Plant	
	Less: Advances	
	Less: Contributions	
	Plus: Construction Work in Progress	
	Plus: Working Cash	
	Plus: Material & Supplies	
	<b>Rate Base</b>	
	<b>ROR=Net Rev/Rate Base</b>	

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

Llano Del Rio Water Company

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

32810-165th Street East

(Official mailing address)

Llano, CA 93544

Los Angeles County

(Service area-town and county)

**GENERAL INFORMATION**

RETURN ORIGINAL  
TO COMMISSION  
NO PHOTOCOPIES

1 If a corporation show:

(A) Date of organization June 21, 1956 incorporated in the State of California

(B) Names, titles and addresses of principal officers: Pres. - John Blalock 32810-165th St. E. Llano, CA 93544  
 Sec. Treas. - James Lombardi " " " " " "  
 V. Pres. - Ruth Kampmann " " " " " "

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

3 Name and telephone number of:

(A) One person listed above to receive correspondence: John Blalock (661) 944-2939

(B) Person responsible for operations and services: John Blalock

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?

24 hr. availability \$1200 Blalock-Eddy Ranch - Vehicle Expense

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:

Richard Blalock Trust 10%, Blalock-Eddy Ranch 90%

**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
✓		
✓		
✓		

**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 Llano Del Rio Water Co. PHONE (661)944-2939

PERSON RESPONSIBLE FOR THIS REPORT Karon Blalock  
(Prepared from information in the 2000 Annual Report)

	1/1/01	12/31/01	Average
<b>BALANCE SHEET DATA</b>			
1 Intangible Plant			
2 Land and Land Rights	<u>15990</u>	<u>15990</u>	<u>15990</u>
3 Depreciable Plant	<u>336571</u>	<u>340190</u>	<u>338361</u>
4 Gross Plant in Service	<u>352561</u>	<u>356180</u>	<u>354371</u>
5 Less: Accumulated Depreciation	<u>208645</u>	<u>219449</u>	<u>214047</u>
6 Net Water Plant in Service	<u>143916</u>	<u>136731</u>	<u>140324</u>
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	<u>143916</u>	<u>136731</u>	<u>140324</u>
<b>CAPITALIZATION</b>			
14 Common Stock	<u>127250</u>	<u>127250</u>	<u>127250</u>
15 Proprietary Capital (Individual or Partnership)			
16 Paid-in Capital			
17 Retained Earnings	<u>400479</u>	<u>398,686</u>	<u>399,583</u>
18 Common Stock and Equity (Lines 14 through 17)	<u>273229</u>	<u>271,436</u>	<u>272,333</u>
19 Preferred Stock			
20 Long-Term Debt			
21 Notes Payable			
22 Total Capitalization (Lines 18 through 21)	<u>273229</u>	<u>271,436</u>	<u>272,333</u>

(Revised 2/01)

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

2001  
(continued)

NAME OF UTILITY Llano Del Rio Water Co. PHONE (661)944-2939

**INCOME STATEMENT**

	Annual Amount
23 Unmetered Water Revenue	395
24 Fire Protection Revenue	-
25 Irrigation Revenue	32610
26 Metered Water Revenue <i>other Revenue</i>	86985
27 Total Operating Revenue	<u>105390</u>
28 <u>Operating Expenses</u>	<u>115515</u>
29 Depreciation Expense (Composite Rate _____)	10804
30 Amortization and Property Losses	-
31 Property Taxes	1685
32 Taxes Other Than Income Taxes	618
33 Total Operating Revenue Deduction Before Taxes	<u>11902</u>
34 California Corp. Franchise Tax	800
35 Federal Corporate Income Tax	-
36 Total Operating Revenue Deduction After Taxes	<u>11902</u>
37 Net Operating Income (Loss) - California Water Operations	<u>1102</u>
38 Other Operating and Nonoper. Income and Exp. - Net (Exclude Interest Expense)	-
39 Income Available for Fixed Charges	<u>1102</u>
40 Interest Expense	-
41 Net Income (Loss) Before Dividends	<u>1102</u>
42 Preferred Stock Dividends	-
43 Net Income (Loss) Available for Common Stock	<u>1102</u>

**OTHER DATA**

44 Refunds of Advances for Construction	-
45 Total Payroll Charged to Operating Expenses	-
46 Purchased Water	7129
47 Power	<u>31298</u>

	(Exc. Fire Protect.)	Jan. 1	Dec. 31	Annual Average
48 Metered Service Connections		162	166	164
49 Flat Rate Service Connections		1	1	1
50 Total Active Service Connections		<u>162</u>	<u>166</u>	<u>164</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: \_\_\_\_\_  
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					
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	356180	201	Common Stock (Corporations only)	127250
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	(398,686)
4	105	Water plant construction work in progress		218	Proprietary capital	
5	108	Accumulated depreciation of water plant	(219449)	224	Long term debt	
6	114	Water plant acquisition adjustments			Current Liabilities	493,277
7	124	Other investments		252	Advances for construction	
8	131	Cash	73199	253	Other deferred credits	
9	141	Accounts receivable - customers	4491	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	6455	283	Accumulated deferred income taxes - other	
13	180	Deferred charges		271	Contributions in aid of construction	
14	132	Preliminary Services	965	272	Accumulated amortization of contributions	
15		Total Assets	221841		Total Equity and Liabilities	221841

**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					
17	303	Land	15989				15989
18	304	Structures					
19	307	Wells					
20	317	Other water source plant	149				149
21	311	Pumping equipment	29046				29046
22	320	Water treatment plant	23090				23090
23	330	Reservoirs tanks and sandpipes	49958				49958
24	331	Water mains	164665				164665
25	333	Services and meter installations	3305				3305
26	334	Meters	15004				15004
27	335	Hydrants	1980				1980
28	339	Other equipment	49375	3618			52993
29	340	Office furniture and equipment					
30	341	Transportation equipment					
31		Total water plant in service	352561				356180

\* 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	208645		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	10804		S/L 3.19%
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	10804		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			S/L
45	Balance in reserve at end of year	219449		
46	(1) Explanation of all other credits			
47	(2) Explanation of all other debits			

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

Line	Common - (Shares	Rate - \$	par)	127250	List persons owning more than 5% of outstanding stock and number of shares owned by each:
1	Common - (Shares	Rate - \$	par)	127250	
2	Preferred - (Shares	Rate - \$	par)		
3	Dividends - Common	Rate - \$			Blalock-Eddy Ranch 11525
4	Preferred	Rate - \$			Richard Blalock Trust 1200

**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	395
11	462 Fire protection revenue	
12	465 Irrigation revenue	32610
13	470 Metered water revenue	86985
14	480 Other water revenue	10534
15	Total Operating Revenue	130524
16	Operating revenue deductions	xxxxxxxxxx
17	Operating expenses	xxxxxxxxxx
18	610 Purchased water	7129
19	615 Power	31298
20	618 Other volume related expenses	1239
21	630 Employee labor	18617
22	640 Materials	2268
23	650 Contract work	16200
24	660 Transportation expenses	6090
25	664 Other plant maintenance expense	
26	670 Office salaries	8036
27	671 Management salaries	14386
28	674 Employee pensions and benefits	
29	676 Uncollectible accounts expense	
30	678 Office services and rentals	2100
31	681 Office supplies and expense	1430
32	682 Professional services	2080
33	684 Insurance	3368
34	688 Regulatory commission expense	
35	689 General expenses	1274
36	Total Operating Expenses	115515
37	403 Depreciation expense	10804
38	407 SDWBA loan amortization expense	-
39	408 Taxes other than income taxes	2303
40	409 State corporate income tax expense	800
41	410 Federal corporate income tax expense	-
42	Total Operating Revenue Deductions	13907
43	Utility Operating Income	1102
44	421 Non-utility income	
45	426 Miscellaneous non-utility expense	
46	427 Interest expense	
47	Net Income	1102

**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
NE 1/4 Sect. 6 R9W T4N	3	20"	30	500	Approx. 365 acre ft.
	5	20"	30	500	

**OTHER**

Streams or springs location of diversion point	Flow in (Unit)		Annual quantities diverted (Unit)
	Priority right	Diversions	
NE 1/4 SW 1/4 Sec. 6 R9W	Big Rock adjudication	2500	900
Purchased water (unit)			Annual quantity
Supplier:			

**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			
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	2	18617		18617
49	670	Office salaries	2	8036		8036
50	671	Management salaries	2	14386		14386
51		Total	6	41039		41039

**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	21	
1-in	142	1
-in 1 1/2	1	
-in 2	2	
Total	166	1

**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	148		148				148	
Industrial <i>Golf Course</i>	7	1	8				7	1
Other (specify) <i>Landscaping</i>	3		3				3	
<i>Lodge</i>	8		8				8	
Subtotal	166	1	167				166	1
Fire protection (Hydrants)		22	22					22
Total	166	23	189				166	23

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 10"	Other sizes (specify)						Totals	
				2" and under	2 1/4 to 3 1/4	4"	6"	8"	12"		
Concrete			Cast Iron								
Earth			Welded steel			3800	9570	10150	1200	24720	
Wood			Standard screw	2220	720	600				3540	
Steel	3	338000	Cement-asbestos					1488		1488	
Other			Plastic	1380	400	3180	5750	3760	400	14870	
			Other (specify)								
Total	3	338000	Total	1380	2220	1120	7580	15320	15348	1600	44618

**DECLARATION**

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

I, the undersigned (officer, partner or owner) of Llano Del Rio 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

From and including January 1, 2001, to and including December 31, 2001

Signed John Blalock  
President

Title 3/11/02

Date