

J4

Received _____
Examined _____

CLASS D
WATER UTILITIES

RECEIVED
MAR 15 2011
UTILITY AUDIT, FINANCIAL AND
COMPLIANCE BUREAU
DIVISION OF WATER AND AUDITS

U# _____

2010
ANNUAL REPORT
OF

Twin Lakes Enterprises, Inc.

Twin Lakes Enterprises, Inc.

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

P.O. Box ⁴⁵⁵~~415~~, Bridgeport, CA
(OFFICIAL MAILING ADDRESS)

93517
ZIP

TO THE
PUBLIC UTILITIES COMMISSION
STATE OF CALIFORNIA
FOR THE YEAR ENDED DECEMBER 31, 2010

REPORT MUST BE FILED NOT LATER THAN MARCH 31, 2011

Received 3/15/2011

Received _____
Examined _____

CLASS D
WATER UTILITIES

U# _____

2010
ANNUAL REPORT
OF

Twin Lakes Enterprises, Inc.

Twin Lakes Enterprises, Inc.

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

455
P.O. Box ~~448~~, Bridgeport, CA
(OFFICIAL MAILING ADDRESS)

93517
ZIP

TO THE
PUBLIC UTILITIES COMMISSION
STATE OF CALIFORNIA
FOR THE YEAR ENDED DECEMBER 31, 2010

REPORT MUST BE FILED NOT LATER THAN MARCH 31, 2011

TABLE OF CONTENTS

	<u>Page</u>
Instructions	2
General Information	3
Excess Capacity and Non-Tariffed Services	4
Safe Drinking Water Bond Act / State Revolving Fund Data	5-6
Schedule A - Balance Sheet	7
Schedule B - Water Plant In Service	7
Schedule C - Reserve for Depreciation of Utility Plant	7
Schedule D - Capital Stock Outstanding (As of December 31, 2009)	8
Schedule E - Long-Term Debts	8
Schedule F - Income Statement	8
Schedule G - Source of Supply and Water Developed Wells	9
Schedule H - Water Delivered to Metered Customers	9
Schedule I - Employees and Their Compensation	9
Schedule J - Advances for Construction	10
Schedule K - Total Meters and Services (Active and Inactive)	10
Schedule L - Meter Testing Data	10
Schedule M - Service Connections at End of Year	10
Schedule N - Storage Facilities	10
Schedule O - Footages of Pipe (Excluding Service Pipes)	10
Facility Fees Data	11
Declaration	12

INSTRUCTIONS

1. Two completed and signed hard copies of this report and one electronic copy must be filed **NOT LATER THAN MARCH 31, 2011**, 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, 2010, through December 31, 2010. Fiscal year reports will not be accepted.



Grant Thornton

Financial Statements and Accountants' Compilation
Report

Twin Lakes Enterprises, Inc.

December 31, 2010



Grant Thornton

Audit • Tax • Advisory

Grant Thornton LLP
100 W Liberty Street, Suite 770
Reno, NV 89501-1965

T 775.786.1520
F 775.786.7091
www.GrantThornton.com

Accountants' Compilation Report

Twin Lakes Enterprises, Inc.

We have compiled the annual report of Twin Lakes Enterprises, Inc. as of and for the year ended December 31, 2010, included in the accompanying prescribed form, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

These financial statements are presented in accordance with the requirements of the Public Utilities Commission - State of California, which differ from accounting principles generally accepted in the United States of America. Accordingly, these financial statements are not designed for those who are not informed about such differences.

Our compilation was limited to presenting, in the form prescribed by the Public Utilities Commission - State of California, information that is the representation of management. We have not audited or reviewed the financial statements referred to above and, accordingly, do not express an opinion or any other form of assurance on them.

Grant Thornton LLP

Reno, Nevada
February 22, 2011

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

Twin Lakes Enterprises, Inc.

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

P.O. Box 455

(Official mailing address)

Bridgeport, CA 93517

(Service Area - Town and County)

Telephone Number: 760-932-7071 Fax Number: 760-932-7468

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 10/25/1991 incorporated in the State of Nevada

(B) Names, titles and addresses of principal officers: _____

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: **Norman W. Annett; phone: 760-932-7071**
(B) Person responsible for operations and services: **Norman W. Annett; phone: 760-932-7071**

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:

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	Jul-07
x		Oct-10
x		Sep-94

11. List Name, Grade, and License Number of all Licensed Operators:
Norman W. Annett, Grade 1, License #25955

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 2010:

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)	Total Expenses Incurred to Provide Non-Tariffed Goods/ Services (by Account)	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

NOT APPLICABLE

**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: _____
 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	_____

4. Reason or Purpose of Withdrawal from this bank account:

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: **NOT APPLICABLE**

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 (AS OF DECEMBER 31, 2010)

Line	Acct.	Assets	Balance	Acct.	Equity and Liabilities	Balance
1	101	Water plant in service	286,601	201	Common Stock (Corporations only)	2,500
2	101.1	SDWA Plant	-	211	Other paid-in capital (Corporations only)	41,807
3	103	Water plant held for future use	-	215	Retained earnings	98,405
4	104	Water plant purchased or sold	-	218	Proprietary capital	-
5	105	Water plant construction work in progress	-	224	Long term debt	-
6	108	Accumulated depreciation of water plant	(94,295)		Current Liabilities	-
7	114	Water plant acquisition adjustments	(55,315)	252	Advances for construction	-
8	124	Other investments	-	253	Other deferred credits	-
9	131	Cash	5,721	255	Accumulated deferred investment tax credits	-
10	141	Accounts receivable - customers	-	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	-	271	Contributions in aid of construction	-
14	180	Deferred charges	-	272	Accumulated amortization of contributions	-
15		Total Assets	142,712		Total Equity and Liabilities	142,712

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	150	-	-	-	150
2	303	Land	2,000	-	-	-	2,000
3	304	Structures	-	-	-	-	-
4	307	Wells	56,695	51,443	-	-	108,138
5	317	Other water source plant	-	-	-	-	-
6	311	Pumping equipment	9,370	-	-	-	9,370
7	320	Water treatment plant	-	-	-	-	-
8	330	Reservoirs tanks and sandpipes	13,841	-	-	-	13,841
9	331	Water mains	134,484	-	-	-	134,484
10	333	Services and meter installations	-	-	-	-	-
11	334	Meters	-	-	-	-	-
12	335	Hydrants	-	-	-	-	-
13	339	Other equipment	18,618	-	-	-	18,618
14	340	Office furniture and equipment	-	-	-	-	-
15	341	Transportation equipment	-	-	-	-	-
16		Total water plant in service	235,158	51,443	-	-	286,601

* 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	91,477	-	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	-	-	2.25%
4	(b) Charged to Account No. 403	2,818	-	
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	2,818	-	covered by this report \$ 5,018
9	Deduct: Debits to reserves during year	-	-	
10	(a) Book cost of property retired	-	-	
11	(b) Cost of removal	-	-	C. State method used to compute tax
12	(c) All other debits	-	-	depreciation.
13	Total debits	-	-	Straight-line
14	Balance in reserve at end of year	94,295	-	
15	(1) Explanation of all other credits	-	-	
16	(2) Explanation of all other debits	-	-	

SCHEDULE D - CAPITAL STOCK OUTSTANDING (AS OF DECEMBER 31, 2010)

Line				
1	Common - (Shares 2,500	\$	1	par)
2	Preferred - (Shares	\$		par)
3	Dividends - Common	Rate - \$	1.32	
4	- Preferred	Rate - \$		

List persons owning more than 5% of outstanding stock and number of shares owned by each:
Norman W. Annett, 2,500 shares

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								
2								
3								
4	Total							

SCHEDULE F - INCOME STATEMENT

1	Acct.	Operating revenues	
2	460	Unmetered water revenue	45,083
3	462	Fire protection revenue	-
4	465	Irrigation revenue	-
5	470	Metered water revenue	-
6	475	Approved Total Surcharge Revenue(s)	-
7	480	Other water revenue	-
8		Total Revenue Received	45,083
9		Less: Revenue Deductions	
10		SDWBA/SRF surcharge revenue	-
11		Total Operating Revenue	45,083
12		Operating expenses	
13	610	Purchased water	-
14	615	Purchased power	6,363
15	618	Other volume related expenses	-
16	630	Employee labor	2,088
17	640	Materials	-
18	650	Contract work	-
19	660	Transportation expenses	-
20	664	Other plant maintenance expense	5,246
21	670	Office salaries	-
22	671	Management salaries	-
23	674	Employee pensions and benefits	-
24	676	Uncollectible accounts expense	-
25	678	Office services and rentals	340
26	681	Office supplies and expense	176
27	682	Professional services	8,611
28	684	Insurance	3,464
29	688	Regulatory commission expense	1,882
30	689	General expenses	-
31		Total Operating Expenses	28,170
32	403	Depreciation expense	2,818
33	407	SDWBA loan amortization expense	-
34	408	Taxes other than income taxes	785
35	409	State income tax expense	800
36	410	Federal income tax expense	-
37		Total Operating Revenue Deductions	4,403
38		Utility Operating Income	-
39	421	Non-utility income	-
40	426	Miscellaneous non-utility expense	-
41	427	Interest expense	-
42		Net Income	12,510

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
NOT APPLICABLE					

OTHER

Streams or Springs Location of Diversion Point	Flow in Priority Right		(Unit) Diversions		Annual Quantities Diverted
	Claim	Capacity	Max	Min	Unit
Purchased water (unit)				Annual Quantity	
Supplier:					

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			
Commercial	NOT APPLICABLE		
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
1	630	Employee Labor				
2	670	Office salaries		NOT APPLICABLE		
3	671	Management salaries				
4		Total				

SCHEDULE J - ADVANCES FOR CONSTRUCTION

Balance beginning of year	
Additions during year	NOT APPLICABLE
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	NOT APPLICABLE	
1-in		
-in		
-in		
Total		

SCHEDULE L - METER-TESTING DATA

Number of meters tested during year		
1	Used, before repair	N/A
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	-	162	162	-	-	-	-	162
Industrial/Commercial	-	-	-	-	-	-	-	-
Irrigation	-	-	-	-	-	-	-	-
Fire Protection (public)	-	-	-	-	-	-	-	-
Fire Protection (private)	-	-	-	-	-	-	-	-
Other (specify)	-	-	-	-	-	-	-	-
Total	-	162	162	-	-	-	-	162

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	2	80,000	Cast Iron							
Earth			Welded steel			220	224	6"		444
Wood			Standard screw							
Steel			Cement-asbestos							
Other			Plastic			600	17,781	6"		18,381
			Other (specify)							
Total	2	80,000	Total			820	18,005			18,825

FACILITY FEES DATA

Please provide the following information relating to Facility Fees collected for the calendar year 2010, 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:

	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:

DECLARATION

(PLEASE VERIFY THAT ALL SCHEDULES ARE ACCURATE AND COMPLETE BEFORE SIGNING)

I, the undersigned Norman W. Annett
Officer, Partner, or Owner (Please Print)

of Twin Lakes Enterprises, Inc.
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, 2010, through December 31, 2010.

Owner

Title (Please Print)

Norman W. Annett

Signature

760 932-7071

Telephone Number

3/10/11

Date