

## Accountant's Compilation Report

To the Board of Directors  
Cazadero Water Company, Inc.  
Cazadero, California

We have compiled the balance sheet of Cazadero Water Company, Inc., (a California S Corporation) as of December 31, 2012, the related statement of income for the year then ended, and related supporting schedules included in the accompanying form prescribed by the Public Utilities Commission of the State of California. We have not audited or reviewed the accompanying financial statements and supporting schedules and, accordingly, do not express an opinion or provide any assurance about whether the financial statements and supporting schedules are in accordance with accounting principles generally accepted in the United States of America or the requirements of the Public Utilities Commission of the State of California.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the requirements of the Public Utilities Commission of the State of California and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements.

These financial statements and supporting schedules are presented in a form which differs 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.

*Pisenti & Brinker LLP*

Santa Rosa, California  
March 22, 2013

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