

PUBLIC UTILITIES COMMISSION

505 VAN NESS AVENUE
SAN FRANCISCO, CA 94102-3298



October 11, 2022

Angelo Louis Andreini III, Owner
Riverview Estates Water Company
PO Box 1134
Red Bluff, CA 96080

Notice of Noncompliance – Riverview Estates Water Company Has Not Filed Its Annual Report for the Year Ended December 31, 2021

Dear Mr. Andreini:

The purpose of this letter is to inform you that Riverview Estates Water Company (REWC) must file its 2021 Annual Report in order to comply with California Public Utilities (PU) Code Sections 581, 582, 584, 587 and the directives of the California Public Utilities Commission (CPUC).

PU Code Sections 581, 582, 584, 587 and CPUC's General Order (G.O.) 104-A grant authority to the CPUC to require all public utilities doing business in California to file reports as specified by the CPUC. On January 26, 2021, CPUC's Water Division (WD) issued a memorandum requiring all water and sewer utilities to file their Annual Reports by April 30, 2021. Pursuant to PU Code Section 314.5, the CPUC has statutory responsibility to review or audit the books and records of your company, including but not limited to REWC's regulatory basis financial statements contained in the 2021 Annual Report required to be filed with the CPUC.

On September 22, 2022, the Utility Audits Branch (UAB) issued a letter notifying you that REWC has been selected for review. UAB's letter indicated that "...If REWC does not file its 2021 Annual Report by October 10, 2022, UAB will issue a noncompliance letter to REWC and post the report on the CPUC's public website...."

In your email to UAB on September 22, 2022, you stated that "... I am no longer the owner of that system." UAB's reply email to you on September 28, 2022, explained that although CPUC's Decision (D.) 15-11-006 approved the sale of REWC from you to Shawn Lewis on November 5, 2015, Ordering Paragraph (OP) 3 of D.15-11-006 requires that "Within 30 days of the transfer of ownership, Angelo L. Andreini III and Shawn Lewis shall notify the Director of the Division of Water and Audits, in writing, that the transfer has taken place, attaching copies of the transfer document." However, our records show that CPUC has not received the required informing letter and transfer documents from you and Shawn Lewis. UAB has provided you the opportunity to submit written proof that you have fully complied with all regulatory requirements specified under OP 3 of CPUC's D.15-11-006. You responded via email on October 3, 2022, citing CPUC's approval of REWC's sale. However, your response failed to provide written proof of the required transfer of ownership document. As of the date of this letter, we have not received documentation to support the transfer of ownership that took place between you and Mr. Lewis.

As of the date of this letter, our records indicate that REWC has not filed its 2021 Annual Report, nor obtained CPUC's permission to file an extension. REWC's failure to file its 2021 Annual Report constitutes a limitation on our review scope. Therefore, UAB will publish this noncompliance letter on

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our public website at [Audit Reports by Industry \(ca.gov\)](#). This letter also serves to meet the intention of the audit requirements specified in PU Code Section 314.5.

The CPUC reserves the right for further regulatory actions if REWC continues to be noncompliant. Pursuant to Resolution W-4799, CPUC has the authority to take prompt actions, including issuing citations and imposing fines, against any water or sewer utility that fails to correct the noncompliance or violation in a timely manner. A complete copy of the Resolution can be accessed at https://docs.cpuc.ca.gov/PublishedDocs/WORD_PDF/FINAL_RESOLUTION/109215.PDF.

If REWC has filed its 2021 Annual Report with the CPUC prior to the date of this letter, please provide us the proof of REWC's filing; and we will be pleased to correct our records.

Please contact us at UtilityAudits@cpuc.ca.gov if you have any questions.

Sincerely,

Angie Williams

Angie Williams, Director
Utility Audits, Risk and Compliance Division

cc: Rachel Patterson, Executive Director, CPUC
Kristin Stauffacher, Deputy Executive Director, Office of the Commission, CPUC
Terence Shia, Director, Water Division, CPUC
Masha Vorobyova, Assistant Director, UAB, CPUC
Bruce DeBerry, Program Manager, Water Division, CPUC
Raymond Yin, Program and Project Supervisor, UAB, CPUC
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