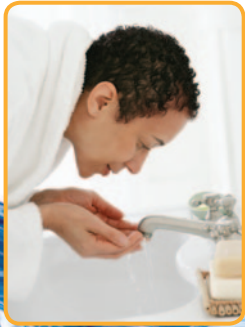


Golden State
Water Company
A Subsidiary of American States Water Company

2013

Consumer Confidence Report on Water Quality for 2012

Orcutt Water System



Providing Quality Drinking Water in California Since 1929

Golden State Water Company is pleased to present our Annual Water Quality Report. As your water provider, we are proud to report that your drinking water met all federal and state standards for calendar year 2012.

Bringing you clean drinking water is serious business. We strictly adhere to federal and state drinking water quality guidelines required by the United States Environmental Protection Agency (USEPA), the California Department of Public Health (CDPH) and the California Public Utilities Commission. To ensure the quality of your drinking water, Golden State Water tests for more than 230 regulated and unregulated elements in our water systems. Golden State Water's industry professionals periodically take samples to monitor water quality throughout the distribution system. We spent more than half a million dollars in 2012 on laboratory tests to meet regulatory standards and provide you with high quality drinking water.

If any drinking water standard is ever compromised, Golden State Water is required to take immediate action, notify you quickly and restore normal service.

We pride ourselves on getting the job done right. Over the last 80 years, we've successfully built relationships with the industry's best. Our team of experts is equipped to provide customers with the most efficient and effective service possible. Golden State Water strives to constantly improve our water production and delivery systems, and adequately maintain wells, pumps and pipelines. Our philosophy is to invest in comprehensive preventive maintenance programs so that our water infrastructure reliably provides you with high quality drinking water, 24 hours per day, 7 days per week.

You, our customer, are our number one priority. Our Customer Service Center Representatives are available to answer your water questions and address your concerns day or night, 24 hours a day, 7 days a week. Visit www.gswater.com to learn more about your customer service area, water quality, rebates and water-use efficiency.

As your water provider, we'd like to remind you that efficient water use remains one of the best and least-costly ways to maintain a reliable source of high quality drinking water now and for future generations.

On behalf of the men and women of Golden State Water Company who serve you, thank you for providing us the opportunity to be your water provider. Please call our 24-hour Customer Service Center with any questions or feedback about this report at 1-800-999-4033.

Sincerely,



Robert Sprowls
President and Chief Executive Officer
Golden State Water Company



Ken Petersen
Coastal District Manager
Golden State Water Company

About the Company

Golden State Water Company, a subsidiary of American States Water Company (AWR), provides water service to approximately 1 out of every 36 Californians located within 75 communities throughout 10 counties in Northern, Coastal and Southern California (approximately 256,000 customers). The Company also distributes electricity to more than 23,000 customers in the Big Bear recreational area of California. AWR's contracted services subsidiary, American States Utility Services, Inc., provides operations, maintenance and construction management services for water and wastewater systems located on military bases throughout the country.



Where Does My Water Come From?

Water delivered to customers in the Orcutt System is from local groundwater, which is pumped from the Santa Maria Groundwater Basin through wells operated by Golden State Water Company, and imported surface water obtained from the Central Coast Water Authority.

Glossary of Terms

Maximum Contaminant Level (MCL)

The highest level of a contaminant that is allowed in drinking water. Primary MCLs are set as close to the public health goals and maximum contaminant level goals as is economically and technologically feasible. Secondary MCLs are set to protect the odor, taste and appearance of drinking water.

California Notification Level (NL)

Non-regulatory, health-based advisory levels established by the California Department of Public Health (CDPH) for contaminants in drinking water for which an MCL has not been established.

Maximum Contaminant Level Goal (MCLG)

The level of contaminant in drinking water below which there is no known or expected risk to health. Maximum contaminant level goals are set by the United States Environmental Protection Agency (USEPA).

Maximum Residual Disinfectant Level (MRDL)

The highest level of a disinfectant allowed in drinking water. There is convincing evidence that the addition of a disinfectant is necessary for control of microbial contaminants.

Maximum Residual Disinfectant Level Goal (MRDLG)

The level of a drinking water disinfectant below which there is no known or expected risk to health. MRDLGs do not reflect the benefits of the use of disinfectants to control microbial contaminants.

Primary Drinking Water Standard (PDWS)

MCLs and MRDLs for contaminants that affect health along with their monitoring and reporting requirements and water treatment requirements.

Public Health Goal (PHG)

The level of a contaminant in drinking water below which there is no known or expected risk to health. Public health goals are set by the California Environmental Protection Agency (CalEPA).

Regulatory Action Level (AL)

The concentration of a contaminant which, if exceeded, triggers treatment or other requirements that a water system must follow.

Treatment Technique (TT)

A required process intended to reduce the level of a contaminant in drinking water.

Risk to Tap and Bottled Water

Drinking water, including bottled water, may reasonably be expected to contain small amounts of some contaminants. The presence of contaminants does not necessarily indicate that water poses a health risk. More information about contaminants and potential health effects can be obtained by calling the USEPA's Safe Drinking Water Hotline at 1-800-426-4791.

The sources of drinking water (both tap water and bottled water) include rivers, lakes, streams, ponds, reservoirs, springs, and wells. As water travels over the surface of the land or through the layers in the ground, it dissolves naturally occurring minerals and, in some cases, radioactive material, which can pick up substances resulting from the presence of animal or human activity.

To be certain that tap water is safe to drink, the USEPA and the CDPH prescribe regulations limiting the amount of contaminants in water provided by public water systems. United States Food and Drug Administration (USFDA) and CDPH regulations also provide the same public health protection by establishing limits for contaminants in bottled water.

Contaminants in Drinking Water Sources May Include:

- ▶ Microbial contaminants, such as viruses and bacteria, which may

If You Have Questions – Contact Us

For information about your water quality or to find out about upcoming opportunities to participate in public meetings, please contact our 24-hour Customer Service Center at 1-800-999-4033.

Visit us online at www.gswater.com or email us at customerservice@gswater.com.

Este informe contiene información muy importante sobre su agua de beber. Tradúzcalo o hable con alguien que lo entienda bien.

come from sewage treatment plants, septic systems, agricultural livestock operations and wildlife

- ▶ Inorganic contaminants, such as salts and metals, which can be naturally occurring or result from urban storm water runoff, industrial or domestic wastewater discharges, oil and gas production, mining, and farming
- ▶ Pesticides and herbicides that may come from a variety of sources such as agriculture, urban storm water runoff and residential uses
- ▶ Organic chemical contaminants, including synthetic and volatile organic chemicals, which are byproducts of industrial processes and petroleum production, and can also come from gas stations, urban storm water runoff and septic systems
- ▶ Radioactive contaminants that can be naturally occurring or be the result of oil and gas production and mining activities

Measurements

Water is sampled and tested consistently throughout the year to ensure the best possible quality.

Contaminants are measured in:

- ▶ Parts per million (ppm) or milligrams per liter (mg/L).
- ▶ Parts per billion (ppb) or micrograms per liter (µg/L).
- ▶ Parts per trillion (ppt) or nanograms per liter (ng/L).
- ▶ Grains per gallon (grains/gal) – A measurement of water hardness often used for sizing household water softeners. One grain per gallon is equal to 17.1 mg/L of hardness.
- ▶ MicroSiemens per centimeter (µS/cm) – A measurement of a solution's ability to conduct electricity.
- ▶ Nephelometric Turbidity Units (NTU) – A measurement of the clarity of water. Turbidity in excess of 5 NTU is noticeable to the average person.
- ▶ PicoCuries per liter (pCi/L) – A measurement of radioactivity in water.

If this is difficult to imagine, think about these comparisons:



Parts per million:

1 second in 12 days
1 inch in 16 miles
1 drop in 14 gallons



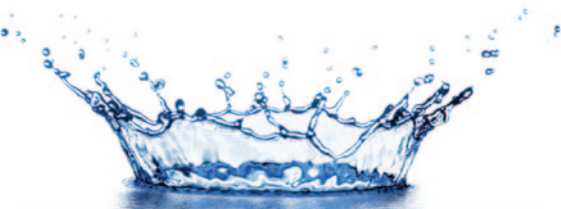
Parts per billion:

1 second in 32 years
1 inch in 16,000 miles
1 drop in 14,000 gallons



Parts per trillion:

1 second in 32,000 years
1 inch in 16 million miles
10 drops in enough water to fill the Rose Bowl



YOUR WATER MEETS ALL CURRENT FEDERAL AND STATE REQUIREMENTS

Orcutt Water System – Source Water Quality

Primary Standards - Health Based (units)	Primary MCL	PHG (MCLG)	Range of Detection	Average Level	Most Recent Sampling Date	Typical Source of Constituent
Turbidity						
Highest single measurement of the treated surface water (NTU)	TT = 1.0	n/a	n/a	0.13	2012	Soil runoff
Lowest percent of all monthly readings less than 0.3 NTU (%)	TT = 95	n/a	n/a	100%	2012	Soil runoff
Inorganic Constituents						
Aluminum (mg/L)	1	0.6	ND - 0.12	ND	2012	Erosion of natural deposits; residue from some surface water treatment processes
Fluoride (mg/L)	2.0	1	0.18 - 1.2	0.19	2012	Erosion of natural deposits; water additive that promotes strong teeth; discharge from fertilizer and aluminum factories
Mercury (µg/L)	2	1.2	ND - 1.3	ND	2012	Erosion of natural deposits; discharge from refineries and factories; runoff from landfills and cropland
Nitrate [as NO ₃] (mg/L)	45	45	3.0 - 33	17	2012	Runoff and leaching from fertilizer use; leaching from septic tanks and sewage; erosion of natural deposits
Radioactive Constituents						
Gross Alpha Activity (pCi/L)	15	(0)	ND - 5.4	ND	2012	Erosion of natural deposits
Uranium (pCi/L)	20	0.43	ND - 2.3	1.9	2009	Erosion of natural deposits
Secondary Standards - Aesthetic (units)	Secondary MCL	PHG (MCLG)	Range of Detection	Average Level	Most Recent Sampling Date	Typical Source of Constituent
Aluminum (µg/L)	200	n/a	ND - 120	ND	2012	Erosion of natural deposits; residue from some surface water treatment processes
Color (units)	15	n/a	ND - 5	3	2011	Naturally-occurring organic materials
Chloride (mg/L)	500	n/a	19 - 120	47	2012	Runoff/leaching from natural deposits; seawater influence
Iron (µg/L)	300	n/a	ND - 550	ND	2011	Leaching from natural deposits; industrial wastes
Manganese (µg/L)	50	n/a	ND - 58	ND	2011	Leaching from natural deposits
Odor---Threshold (units)	3	n/a	ND - 2.3	ND	2012	Naturally-occurring organic materials
Specific Conductance (uS/cm)	1600	n/a	230 - 1000	860	2012	Substances that form ions when in water; seawater influence
Sulfate (mg/L)	500	n/a	27 - 270	220	2012	Runoff/leaching from natural deposits; industrial wastes
Turbidity (NTU)	5	n/a	ND - 1.6	0.20	2012	Soil runoff
Total Dissolved Solids (mg/L)	1000	n/a	140 - 710	600	2012	Runoff/leaching from natural deposits
Other Parameters (units)	Notification Level	PHG (MCLG)	Range of Detection	Average Level	Most Recent Sampling Date	Typical Source of Constituent
Alkalinity (mg/L)	n/a	n/a	48 - 190	170	2012	
Calcium (mg/L)	n/a	n/a	14 - 100	79	2012	
Hardness [as CaCO ₃] (mg/L)	n/a	n/a	51 - 440	340	2012	The sum of polyvalent cations present in the water, generally magnesium and calcium; the cations are usually naturally occurring
Hardness [as CaCO ₃] (grains/gal)	n/a	n/a	3.0 - 26	20	2012	
Magnesium (mg/L)	n/a	n/a	5.0 - 45	36	2012	
pH (pH units)	n/a	n/a	7.0 - 8.0	7.8	2012	
Potassium (mg/L)	n/a	n/a	1.2 - 2.9	2.6	2012	
Sodium (mg/L)	n/a	n/a	26 - 74	47	2012	Refers to the salt present in the water and is generally naturally occurring

Orcutt Water System – Distribution Water Quality

Disinfection Byproducts and Disinfectant Residuals (units)	Primary MCL (MRDL)	PHG (MRDLG)	Range of Detection	Average Level	Most Recent Sampling Date	Typical Source of Constituent
Chlorine [as Cl ₂] (mg/L)	(4.0)	(4)	0.28 - 2.2	1.3	2012	Drinking water disinfectant added for treatment
HAA5 [Total of Five Haloacetic Acids] (µg/L)	60	n/a	ND - 17	7.0	2012	Byproduct of drinking water disinfection
THMs [Total of Four Trihalomethanes] (µg/L)	80	n/a	ND - 52	22	2012	Byproduct of drinking water disinfection
Inorganic Constituents (units)	Action Level	PHG (MCLG)	Sample Data	90th % Level	Most Recent Sampling Date	Typical Source of Constituent
Copper (mg/L)	1.3	0.3	None of the 30 samples collected exceeded the action level.	0.24	2011	Internal corrosion of household plumbing systems; erosion of natural deposits; leaching from wood preservatives

ND = Not Detected

CaCO₃ = Calcium Carbonate

Source Water Assessment

Golden State Water Company conducted a source water assessment in December 2002 for each groundwater well serving the customers of its Orcutt System.

All 12 groundwater well sources are considered most vulnerable to one or more of the following possible contaminating activities.

Contaminants associated with these activities have not been detected in the water supply:

- ▶ Apartments/condominiums
- ▶ Fire stations
- ▶ Gasoline station
- ▶ High density housing
- ▶ Oil wells
- ▶ Parks
- ▶ Water supply wells
- ▶ Storm drain discharge points
- ▶ Storm water detention facilities
- ▶ Roads/streets

One of the 12 groundwater well sources is considered most vulnerable to the following activities which have been associated with contaminants detected in the water supply:

- ▶ Fertilizer/pesticide/herbicide application
- ▶ Irrigated crops

Although the nitrate concentration is near the drinking water standard of 45 mg/L, all water produced from this groundwater well is blended with other water sources, pursuant to a CDPH-approved blending plan, prior to delivery to the distribution system. The blending operation ensures that all drinking water standards are continuously attained in the delivered water.

A copy of the assessment may be viewed at:

CDPH Coastal District Office
1180 Eugenia Pl., Suite 200
Carpinteria, CA 93013

or

GSWC Los Osos Office
1140 Los Olivos Ave.
Los Osos, CA 93402

You may request a summary of the assessment be sent to you by contacting:

CDPH Coastal District Office at 1-805-566-1326

For more details, contact Patrick Vowell at 1-800-999-4033

Laboratory Analyses

Through the years, we have taken thousands of water samples to determine the presence of any radioactive, biological, inorganic, volatile organic, or synthetic organic contaminants in your drinking water. The table we provide shows only detected contaminants in the water.

Even though all the substances listed here are under the Maximum Contaminant Level (MCL), we feel it is important that you know exactly what was detected and how much of these substances were present in your water. Compliance (unless otherwise noted) is based on the average level of concentration below the MCL. The state allows us to monitor for some contaminants less than once per year because the concentrations do not change frequently. Some of our data, while representative, is more than a year old.

Chloramination — The water purchased by Golden State Water from Central Coast Water Authority (CCWA) contains chloramine. Chloramine is added to the water for public health protection. Chloraminated water is safe for people and animals to drink, and for all other general uses. Three special user groups, including kidney dialysis patients, aquarium owners, and businesses or industries that use water in their treatment process, must remove chloramine from the water prior to use.

Hospitals or dialysis centers should be aware of chloramine in the

water and should install proper chloramine removal equipment, such as dual carbon adsorption units. Aquarium owners can use readily available products to remove or neutralize chloramine. Businesses and industries that use water in any manufacturing process or for food or beverage preparation should contact their water treatment equipment supplier regarding specific equipment needs.

Should you have any questions or concerns regarding chloramine in your water, please contact CCWA at 1-805-688-2292, extension 234.

Iron and Manganese — The secondary MCL for these constituents is set for aesthetic reasons and there is no health concern associated with the levels detected in this water system.

Lead — If present, elevated levels of lead can cause serious health problems, especially for pregnant women and young children. Lead in drinking water is primarily from materials and components associated with service lines and home plumbing. Golden State Water is responsible for providing high-quality drinking water, but cannot control the variety of materials used in plumbing components. When your water has been sitting for several hours, you can minimize the potential for lead exposure by flushing your tap for 30 seconds to two minutes before using water for drinking or cooking. If you are concerned about lead in your water, you may wish to have your water tested. Information about lead in drinking water, testing methods and steps you can take to minimize exposure is available from the Safe Drinking Water Hotline at 1-800-426-4791 or at www.epa.gov/safewater/lead.

Nitrate — Nitrate in drinking water at levels above 45 mg/L is a health risk for infants of less than six months of age. Such nitrate levels in drinking water can interfere with the capacity of the infant's blood to carry oxygen, resulting in a serious illness; symptoms include shortness of breath and blueness of the skin. Nitrate levels above 45 mg/L may also affect the ability of the blood to carry oxygen in other individuals, such as pregnant women and those with certain specific enzyme deficiencies. If you are caring for an infant, or you are pregnant, you should ask for advice from your health care provider.

Turbidity — Turbidity is a measure of the cloudiness of the water. It is monitored because it is a good indicator of the effectiveness of surface water filtration

For People with Sensitive Immune Systems

Some people may be more vulnerable to contaminants in drinking water than the general population. Immuno-compromised people, such as those individuals with cancer undergoing chemotherapy, those who have undergone organ transplants, those with HIV/AIDS or other immune system disorders, some elderly populations, and infants, can be particularly at risk from infections. These people should seek advice from their health care providers.

The USEPA and Centers for Disease Control issue guidelines on appropriate means to lessen the risk of infection by *Cryptosporidium* and other microbial contaminants. To obtain a copy of these guidelines, please call the USEPA's Safe Drinking Water Hotline at 1-800-426-4791.

Cross Connection Control Program

Golden State Water Company's Cross Connection Control Program provides a level of certainty that the water in the company's distribution system is protected from possible backflow of contaminated water from commercial or industrial customers' premises. For additional information, visit www.gswater.com/protecting-our-drinking-water.

Connect with us to learn more!

Visit www.gswater.com to learn how to:

- ▶ Become a water conservation expert
- ▶ Learn more about available conservation rebates and programs
- ▶ Get the latest Water Quality Report for your area
- ▶ Understand your water bill and learn about payment options.

For additional information, please contact our 24-hour Customer Service Center at **1-800-999-4033** or email us at customerservice@gswater.com.