

EXHIBIT 31-B

California American Water Production and Associated Water Rights: Water Year 2011

(All Values in Acre-Feet)

Water Rights Limits					Water Supply Project Adjustments			
Carmel River Water Diverted by Cal-Am for Customer Service Under 95-10 Rights ¹	Seaside Groundwater Diverted by Cal-Am from Coastal Subareas for Customer Service Under Adjudicated Rights ⁴	Seaside Groundwater Diverted by Cal-Am from Laguna Seca Subarea for Customer Service Under Adjudicated Rights ⁴	Total Seaside Basin Adjudicated Diversions for Customer Service ⁴	Total Production Under 95-10 Rights and Seaside Basin Adjudicated Rights ^{1,4}	Carmel River Water Diverted by Cal-Am for ASR Injection Under 20808A Rights ³	Seaside Groundwater Recovered by Cal-Am for Customer Service Under ASR Rights ⁵	Desalinated Water from Sand City Plant ²	
Limit: 9,580 acre-feet	Limit: 3,202 acre-feet	Limit: 246 acre-feet	Limit: 3,448 acre-feet	Limit 13,028 acre-feet	Limit: 2,426 acre-feet	Target: 1,500 acre-feet	Target: 300 acre-feet	
Oct-10	629	0	39	39	668	0	420	25
Nov-10	477	0	27	27	504	0	392	12
Dec-10								
Jan-11								
Feb-11								
Mar-11								
Apr-11								
May-11								
Jun-11								
Jul-11								
Aug-11								
Sep-11								
Total	1,106	0	66	66	1,172	0	812	37

Notes:

- "95-10 Rights" refer to water rights that were recognized by the State Water Resources Control Board (SWRCB) in Order No. WR 95-10 in July 1995 and assigned to California American Water. The rights total 3,376 acre-feet annually (AFA).
- Under Orders 95-10 and 2009-0060, Cal-Am is allowed to produce no more than 10,429 AFA from the Carmel River in WY 2011. Under a separate agreement among Cal-Am, MPWMD, National Fisheries Service (NMFS), and California Department of Fish and Game (CDFG), this limit is reduced by the amount of water injected and recovered by Cal-Am for customer service during the 2011 recovery season, i.e., **812** AF through **Nov 2010**. In addition, under Order 2009-0060, this limit is further reduced by the amount of desalinated water produced by the Sand City Desalination Facility in WY 2011, i.e., **37** AF through **Nov 2010**.
- "20808A Rights" refer to water rights that are held jointly by MPWMD and Cal-Am for the Phase 1 ASR project. "ASR" refers to Aquifer Storage and Recovery. "20808A" refers to Water Right Permit 20808A that was issued by the SWRCB in November 2007, for a maximum annual diversion of 2,426 AF.
- "Adjudicated Rights" refer to groundwater rights determined by the Superior Court of Monterey County in March 2006 and amended in February 2007. These limits are subject to change by action of the Seaside Basin Watermaster and were updated by the Watermaster on December 2, 2009. Note that the adjudicated limit for the Coastal Subareas in WY 2011 includes 115 AF of carryover storage from WY 2010.
- "Target" refers to the maximum amount of water that Cal-Am will try to recover each year for customer service as part of the Phase 1 ASR Project. The actual amount of water that is recovered will depend on the amount injected during a particular water year and previous water years.
- Cal-Am's production from the Coastal Subareas of the Seaside Basin in October 2010 was reduced by 16 acre-feet to account for native groundwater that was produced and provided to the Seaside Municipal System as mutual aid.