

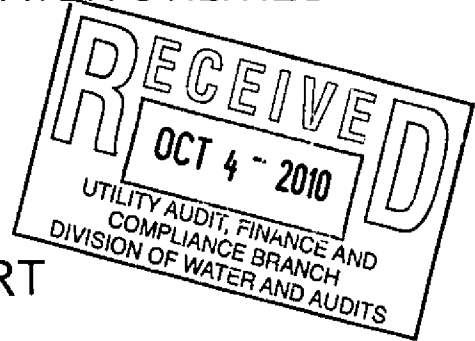
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Received _____
Examined _____

CLASS D
WATER UTILITIES

U# _____

2009
ANNUAL REPORT
OF



Arroyo Center Water Company, Inc.

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

47475 Arroyo Seco Road

Greenfield, CA 93927

(OFFICIAL MAILING ADDRESS)

ZIP

TO THE
PUBLIC UTILITIES COMMISSION
STATE OF CALIFORNIA
FOR THE YEAR ENDED DECEMBER 31, 2009

REPORT MUST BE FILED NOT LATER THAN MARCH 31, 2010

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

Arroyo Center Water Company, Inc.

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

47475 Arroyo Seco Road, Greenfield, CA 93927

(Official mailing address)

Arroyo Seco Resort, Monterey County

(Service Area - Town and County)

Telephone Number: (831) 674-0416 Fax Number: (831) 674-3304

Email Address: N/A

GENERAL INFORMATION

(Attach a supplementary statement, if necessary)

RETURN ORIGINAL TO COMMISSION, NO PHOTOCOPIES.

1. If a corporation show:
 - (A) Date of organization June 9, 1961 incorporated in the State of California
 - (B) Names, titles and addresses of principal officers: See Attached

2. If unincorporated provide the name and address of the owner(s) or the partners: N/A

3. Name, title, and telephone number of:
 - (A) One person listed above to receive correspondence: Bob Land (831) 758-6411
 - (B) Person responsible for operations and services: Michael Courrejou (916) 505-7720

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) Yes
 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? See Below

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:
Arroyo Seco Resort, Inc.

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		Oct 09
X		Sep 10
X		Jun 10
N/A		
X		Jun 11

11. List Name, Grade, and License Number of all Licensed Operators:

<u>Peter Cryer, Treatment 2, License # 24531</u>	<u>Central Coast Water Sampling</u>
<u>Peter Cryer, Distribution 3, License # 19350</u>	<u>Central Coast Water Sampling</u>
<u>Martin Corda, Treatment 2 & Distribution 2, License # 47885</u>	

Question #4 \$5,460 was paid to Central Coast Water Sampling to perform water testing services.
 \$1,240 was paid to Martin Corda

Arroyo Center Water Company, Inc.

Class D - Water Utility

Supplemental Information

LINE 1B - Names, titles and addresses of principal officers:

Name: Robert Serrano
Title: President
Address: 23 Wyndermere Rise
Monterey, CA 93940

Name: Kathy Radley
Title: Secretary
Address: 1180 Theresa Street
Seaside, CA 93955

Name: Michael Courrejou
Title: Vice -President
Address: 47411 Arroyo Seco Road
Greenfield, CA 93927

Name: Bob Land
Title: Treasurer
Address: 723 Montecito Way
Salinas, CA 93901

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 2009:

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
N/A									

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:

Not Applicable

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, 2009)

Line	Acct.	Assets	Balance	Acct.	Equity and Liabilities	Balance
1	101	Water plant in service	230,752	201	Common Stock (Corporations only)	10,000
2	103	Water plant held for future use		211	Other paid-in capital (Corporations only)	
3	104	Water plant purchased or sold		215	Retained earnings	87,167
4	105	Water plant construction work in progress		218	Proprietary capital	
5	108	Accumulated depreciation of water plant	37,667	224	Long term debt	
6	114	Water plant acquisition adjustments			Current Liabilities	111,339
7	124	Other investments		252	Advances for construction	
8	131	Cash	8,632	253	Other deferred credits	
9	141	Accounts receivable - customers	6,789	255	Accumulated deferred investment tax credits	
10	142	Receivables from associated companies		282	Accumulated deferred income taxes - ACRS	
11	151	Materials and supplies			depreciation	
12	174	Other current assets		283	Accumulated deferred income taxes - other	
13	180	Deferred charges		271	Contributions in aid of construction	
14				272	Accumulated amortization of contributions	
15		Total Assets	208,506		Total Equity and Liabilities	208,506

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					
2	303	Land	300				300
3	304	Structures					
4	307	Wells	9,822				9,822
5	317	Other water source plant	12,841				12,841
6	311	Pumping equipment	4,847				4,847
7	320	Water treatment plant	202,221				202,221
8	330	Reservoirs tanks and sandpipes					
9	331	Water mains					
10	333	Services and meter installations					
11	334	Meters	721				721
12	335	Hydrants					
13	339	Other equipment					
14	340	Office furniture and equipment					
15	341	Transportation equipment					
16		Total water plant in service	230,752				230,752

* 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	29,578		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			Straight-Line 25 Years
4	(b) Charged to Account No. 403	8,089		
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	8,089		covered by this report \$ 8,089.
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 25 Years
14	Balance in reserve at end of year	37,667		
15	(1) Explanation of all other credits			
16	(2) Explanation of all other debits			

SCHEDULE D - CAPITAL STOCK OUTSTANDING (AS OF DECEMBER 31, 2009)			
Line			
1	Common - (Shares	\$	par)
2	Preferred - (Shares	\$	par)
3	Dividends - Common	Rate - \$	
4	- Preferred	Rate - \$	

List persons owning more than 5% of outstanding stock and number of shares owned by each:
100% of stock owned by Arroyo Seco Resort, Inc.

SCHEDULE E - LONG-TERM DEBTS								
Line	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				None			

SCHEDULE F - INCOME STATEMENT			
Line	Acct.		
		Operating revenues	
1	460	Unmetered water revenue	49,932
2	462	Fire protection revenue	
3	465	Irrigation revenue	
4	470	Metered water revenue	
5	480	Other water revenue	277
6		Total Operating Revenue	50,209
7		Operating revenue deductions	
8		Operating expenses	
9	610	Purchased water	
10	615	Purchased power	3,555
11	618	Other volume related expenses	
12	630	Employee labor	16,800
13	640	Materials	
14	650	Contract work	6,825
15	660	Transportation expenses	
16	664	Other plant maintenance expense	9,687
17	670	Office salaries	
18	671	Management salaries	
19	674	Employee pensions and benefits	1,004
20	676	Uncollectible accounts expense	
21	678	Office services and rentals	937
22	681	Office supplies and expense	202
23	682	Professional services	5,450
24	684	Insurance	5,007
25	688	Regulatory commission expense	9,084
26	689	General expenses	52
27		Total Operating Expenses	58,603
28	403	Depreciation expense	8,089
29	407	SDWBA loan amortization expense	
30	408	Taxes other than income taxes	1,812
31	409	State income tax expense	1,308
32	410	Federal income tax expense	-656
33		Total Operating Revenue Deductions	69,156
34		Utility Operating Income	-18,947
35	421	Non-utility income	2,374
36	426	Miscellaneous non-utility expense	
37	427	Interest expense	
38		Net Income	-16,573

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
Arroyo Seco River Bed	1	8	29	30	
Arroyo Seco River Bed	2	8	29	20	
OTHER					
Streams or Springs Location of Diversion Point	Flow in Priority Right		Diversions (Unit)		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		Annual Total
	Maximum	Minimum	
Residential			
Commercial			
Industrial			
Fire Protection			
Irrigation			
Other (specify)			
Total			Not Available

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	1	16,800		16,800
2	670	Office salaries				
3	671	Management salaries				
4		Total	1	16,800		16,800

SCHEDULE J - ADVANCES FOR CONSTRUCTION	
Balance beginning of year	-0-
Additions during year	
Subtotal - Beginning balance plus additions during year	-0-
Refunds	
Transfers to Acct. 271 - Contributions in Aid of Construction	
Balance end of year	-0-

SCHEDULE K - TOTAL METERS AND SERVICES (Active and Inactive)		
Size	Meters	Services
5/8 x 3/4-in	None	
3/4-in		
1-in		
-in		
-in		
Total		

SCHEDULE L - METER-TESTING DATA		
Number of meters tested during year		
1	Used, before repair	None
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		62	62					62
Industrial/Commercial								
Irrigation								
Fire Protection (public)								
Fire Protection (private)								
Other (specify)								
Total		62	62					62

* NOTE: Total connections (metered plus flat) should agree with total services in Schedule K.

SCHEDULE N - STORAGE FACILITIES		
Description	No.	Combined Capacity in Gallons
Concrete	1	
Earth		
Wood		
Steel		
Other		
Total	1	

SCHEDULE O - FOOTAGES OF PIPE (EXCLUDING SERVICE PIPES)					
Description	2" and under	2 1/4 to 3 1/4	4"	Other Sizes (Specify)	Total
Cast Iron					
Welded steel					
Standard screw	5,000				5,000
Cement-asbestos					
Plastic					
Other (specify)					
Total	5,000				5,000

FACILITY FEES DATA

Please provide the following information relating to Facility Fees collected for the calendar year 2009, pursuant to Resolution No. W-4110.

1. Trust Account Information:

Not Applicable

Bank Name: _____
 Address: _____
 Account Number: _____
 Date Opened: _____

2. Facilities Fees collected for new connections during the calendar year:

A. Commercial

NAME	<u>AMOUNT</u>
_____	\$ _____
_____	\$ _____
_____	\$ _____
_____	\$ _____

B. Residential

NAME	<u>AMOUNT</u>
_____	\$ _____
_____	\$ _____
_____	\$ _____
_____	\$ _____

3. Summary of the bank account activities showing:

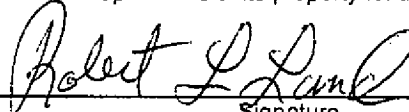
	<u>AMOUNT</u>
Balance at beginning of year	\$ _____
Deposits during the year	_____
Interest earned for calendar year	_____
Withdrawals from this account	_____
Balance at end of year	_____

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 (authorized officer, partner or owner) of Arroyo Center Water Company, Inc.
under penalty of perjury do declare that this report has been prepared by me, or under my direction, from the books, documents,
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, 2009 through December 31, 2009.



Signature

Treasurer _____
Title

October 1, 2010 _____
Date

(831) 674-5562

Fax: (831) 674-5265

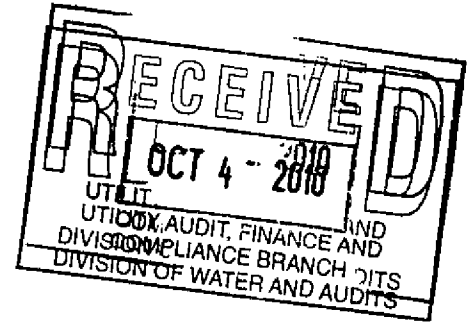
1 (800) 680-4829

Green's Accounting
Certified Public Accountant

Three hundred El Camino Real
Post Office Box 698
Greenfield, California 93927

October 1, 2010

California Public Utilities Commission
Water Division
Attention: Kayode Kajopaiye
505 Van Ness Avenue, Room 3105
San Francisco, CA 94102-3298



Dear Kayode:

Enclosed please find two original copies of the Water and/or Sewer Utilities Annual Report for the Arroyo Center Water Company, Inc. An electronic copy was also sent on October 1, 2010 to kok@cpuc.ca.gov. Also enclosed please find a copy of the compiled financial statements of the aforementioned company for your reference.

Should you have any questions, please do not hesitate to call.

Yours very truly,

Greens' Accounting
Certified Public Accountants

Enclosures