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Received _____
Examined _____

CLASS D
WATER UTILITIES
AND
SEWER COMPANY

U# _____

2009
ANNUAL REPORT
OF

RECEIVED
JAN 29 2010
UTILITY AUDIT, FINANCE AND
COMPLIANCE BRANCH
DIVISION OF WATER AND AUDITS

CALIF. HOT SPRINGS WATER & SEWER Co.

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

P.O. Box 146

CA. HOT SPRINGS, CA. 93207
(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

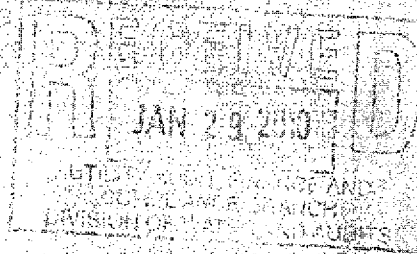
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OF



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INSTRUCTIONS

1. Two completed and signed hard copies of this report and one electronic copy must be filed **NOT LATER THAN MARCH 31, 2010**, with:

**CALIFORNIA PUBLIC UTILITIES COMMISSION
DIVISION OF WATER AND AUDITS
ATTN: KAYODE KAJOPAIYE
505 VAN NESS AVENUE, ROOM 3105
SAN FRANCISCO, CALIFORNIA 94102-3298
kok@cpuc.ca.gov**

2. Failure to file the report on time may subject a utility to the penalties and sanctions provided by the Public Utilities Code.
3. The Oath on Page12, must be signed by an authorized officer, partner, or owner.
4. The report must be prepared in ink, typed or computer generated.
5. The report must be filled in, and every question answered. **LEAVE NO SCHEDULE BLANK.** Insert the words "none" or "not applicable" or "n/a" when appropriate.
6. Certain balance sheet and income statement accounts flow to supplemental schedules. The totals of the details in the latter must agree with the balances of the accounts to which they refer.
7. Some schedules provide for a "balance at beginning of year." The amount shown should agree with the "balance at end of year" as shown in the report for the previous year. If there is a difference it should be explained by footnote.
8. When there is insufficient space in a schedule to permit a complete statement of the requested information, insert sheets should be prepared and identified by the number of the schedule to which it refers. Be certain that the inserts are securely attached to the report. If inserts are needed, prepare all inserts in one separate electronic file in Microsoft Excel format and file it with the electronic file of this report.
9. This report must cover the calendar year from January 1, 2009, through December 31, 2009. Fiscal year reports will not be accepted.

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

CALIF. HOT SPRINGS WATER & SEWER CO.
(Name under which corporation, partnership or individual is doing business)

P.O. Box 146 CA. HOT SPRINGS, CA. 93207
(Official mailing address)

CALIF. HOT SPRINGS TULARE CO.
(Service Area - Town and County)

Telephone Number: (661) 548-6582 Fax Number: (661) 548-6623

Email Address: None

GENERAL INFORMATION

(Attach a supplementary statement, if necessary)
RETURN ORIGINAL TO COMMISSION, NO PHOTOCOPIES.

1. If a corporation show:
(A) Date of organization _____ incorporated in the State of _____
(B) Names, titles and addresses of principal officers:

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

R. W. GILBERT
P.O. Box 146
CA. HOT SPRINGS, CA. 93207

3. Name, title, and telephone number of:
(A) One person listed above to receive correspondence: R. W. GILBERT - OWNER
(B) Person responsible for operations and services: (661) 548-6582

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)
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?

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:

None

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
✓		
✓		
✓		

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

N/A

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	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:

NA

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)

NA

5. Plant amounts included in Schedule A-1a, Account No. 101--Water Plant in Service which were funded using SDWBA or SRF funds:

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	62,443	201	Common Stock (Corporations only)	
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	
4	105	Water plant construction work in progress		218	Proprietary capital	
5	108	Accumulated depreciation of water plant	62,443	224	Long term debt	
6	114	Water plant acquisition adjustments			Current Liabilities	
7	124	Other investments		252	Advances for construction	
8	131	Cash		253	Other deferred credits	
9	141	Accounts receivable - customers		255	Accumulated deferred investment tax credits	
10	142	Receivables from associated companies		282	Accumulated deferred income taxes - ACRS depreciation	
11	151	Materials and supplies				
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	0		Total Equity and Liabilities	

SCHEDULE B - WATER PLANT IN SERVICE

Line	Acct	Title of Account	Balance Beg of Year	Pit Additions During year	Pit Retirements During year	Other Debits or (Credits)*	Balance End of year
1	301	Intangible plant	15,152				15,152
2	303	Land					
3	304	Structures	2,000				2,000
4	307	Wells					
5	317	Other water source plant	9,000				9,000
6	311	Pumping equipment	5,000				5,000
7	320	Water treatment plant					
8	330	Reservoirs tanks and sandpipes	4,000				4,000
9	331	Water mains	24,291				24,291
10	333	Services and meter installations					
11	334	Meters	3,000				3,000
12	335	Hydrants					
13	339	Other equipment					
14	340	Office furniture and equipment					
15	341	Transportation equipment					
16		Total water plant in service	62,443				62,443

* 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 108.1 SDWBA Loans	
1	Balance in reserves at beginning of year	0		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			
4	(b) Charged to Account No. 403			
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			covered by this report \$
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			
14	Balance in reserve at end of year	0		
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:

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							

SCHEDULE F - INCOME STATEMENT			
Line	Acct.	Operating revenues	
1	460	Unmetered water revenue	
2	462	Fire protection revenue	
3	465	Irrigation revenue	
4	470	Metered water revenue & SEWER	19,451
5	480	Other water revenue	
6		Total Operating Revenue	19,451
7		Operating revenue deductions	
8		Operating expenses	
9	610	Purchased water	13,037
10	615	Purchased power	3,964
11	618	Other volume related expenses	460
12	630	Employee labor	
13	640	Materials	1,362
14	650	Contract work	
15	660	Transportation expenses	1,465
16	664	Other plant maintenance expense	2,821
17	670	Office salaries	
18	671	Management salaries	
19	674	Employee pensions and benefits	
20	676	Uncollectible accounts expense	1,491
21	678	Office services and rentals	1,200
22	681	Office supplies and expense	236
23	682	Professional services	870
24	684	Insurance	2,036
25	688	Regulatory commission expense	2,917
26	689	General expenses	564
27		Total Operating Expenses	32,423
28	403	Depreciation expense	
29	407	SDWBA loan amortization expense	
30	408	Taxes other than income taxes	3,076
31	409	State income tax expense	
32	410	Federal income tax expense	
33		Total Operating Revenue Deductions	35,499
34		Utility Operating Income	
35	421	Non-utility income	
36	426	Miscellaneous non-utility expense	
37	427	Interest expense	
38		Net Income Loss	<16,048>

SCHEDULE J - ADVANCES FOR CONSTRUCTION	
Balance beginning of year	
Additions during year	
Subtotal - Beginning balance plus additions during year	6
Refunds	
Transfers to Acct. 271 - Contributions in Aid of Construction	
Balance end of year	

SCHEDULE K - TOTAL METERS AND SERVICES (Active and Inactive)		
Size	Meters	Services
5/8 x 3/4-in		
3/4-in	27	27
1-in		
-in		
-in		
Total		

SCHEDULE L - METER-TESTING DATA	
Number of meters tested during year	
1	Used, before repair
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	24			3			27	
Industrial/Commercial								
Irrigation								
Fire Protection (public)								
Fire Protection (private)								
Other (specify)								
Total	24			3			27	

* 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	2	13000
Earth		
Wood		
Steel		
Other	1	1500
Total	3	14500

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					
Cement-asbestos					
Plastic	5000				5000
Other (specify)					
Total	5000				5000

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:

N/A

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

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

A. Commercial

NAME	AMOUNT
_____	\$ _____
_____	\$ _____
_____	\$ _____
_____	\$ _____

B. Residential

NAME	AMOUNT
_____	\$ _____
_____	\$ _____
_____	\$ _____
_____	\$ _____

3. Summary of the bank account activities showing:

	AMOUNT
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 CA. HOT SPRINGS WATER SEWER (Name of utility), 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.

Ronald W. Smith

Signature

OWNER

Title

1-23-10

Date

In addition, the Commission staff cautions against the indiscriminate use of Public Utilities Code section 583 to classify as "confidential" information submitted in accordance with the enclosures. It has been the long-term practice of this Commission to release annual reports to the public upon request.

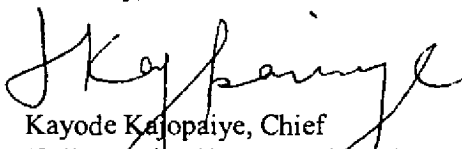
Annual reports are public records, and, as such, if they fail to fall within the provisions of General Order (G.O.) 66-C or the exemptions of the California Public Records Act (Government Code section 6250 et seq.); they are required to be available for public inspection. Even those records which are exempted from public inspection can be made public upon the determination of the Commission that the public interest for purpose of disclosure outweighs the public interest in maintaining the confidentiality of such records (see section 6255 of the Government Code).

The policy of the California Public Records Act and the practices of this Commission favor making public records readily available to the public. Accordingly, if your company plans to claim confidential status for any information submitted in the company's reports, Commission staff advises that any such claim be prominently noted and supported by a detailed explanation of the reasons and facts that substantiate the necessity for confidential treatment. For example, in relying on G.O. 66-C, section 2.2(b), which exempts from disclosure certain information, which if revealed, would place the regulated company at an unfair business disadvantage. The mere allegation of being placed in an unfair business disadvantage is not sufficient to establish it as a fact. More factual support demonstrating how the disadvantage resulting from disclosure of the information could occur is required. Of course, data publicly exposed in other contexts (e.g. corporation annual reports, Securities and Exchange Commission ("SEC") disclosure filings) should not be claimed to be confidential information when submitted in accordance with the enclosures.

If certain data included in the Annual Report are confidential, your company could file a request for confidential treatment of such data by following these procedures: The utility shall file two signed copies of the full and complete version of the report and two signed copies of the report with the claimed confidential information removed and the term "REDACTED" inserted in the blank area. The electronic versions of both reports (i.e., confidential version and public version) should also be filed with the Commission the same way as directed in the preceding paragraphs. Requests by the public to review documents for which confidential treatment has been requested shall be handled pursuant to G.O. 66-C.

If you have any questions concerning the Annual Report, please contact Raymond Yin at (415) 703-1818 or ryy@cpuc.ca.gov.

Sincerely,



Kayode Kajopaiye, Chief
Utility Audit, Finance & Compliance Branch
Division of Water and Audits

Enclosure(s)

PUBLIC UTILITIES COMMISSION

505 VAN NESS AVENUE
SAN FRANCISCO, CA 94102-3298



January 19, 2010

To: ALL CLASSES (A, B, C and D) WATER AND SEWER UTILITIES

Article 5 of the Public Utilities Code grants authority to the Public Utilities Commission to require all public utilities doing business in California to file reports as specified by the Commission of the utilities' operations.

A specified annual report for the calendar year 2009 filings is enclosed. An electronic copy of this can be accessed from the Commission's website at <http://www.cpuc.ca.gov/PUC/Water/Available+Documents/Forms/arforms.htm>. Your company is hereby directed to complete and return two signed, original hard copies of the **2009 Annual Report** to the Commission no later than March 31, 2010. Your company is also directed to complete and return via e-mail an electronic version (in MS Excel format) of the completed **2009 Annual Report** to the Commission no later than March 31, 2010.

For those water utility companies with multiple districts, your company also needs to file a District Annual Report for each district the same way specified in the preceding paragraph.

Any request for an extension to file the 2009 Annual Report shall be in writing, email request is appropriate.

For Class D Water Utilities Only: If your company is experiencing difficulties in filing an electronic version of the 2009 annual report, please include a signed letter along with the hard copies of your company's annual report explaining the underlining reasons and requesting a waiver for the electronic version of the 2009 Annual Report. It's the Commission's intention to require all Class D water utilities to comply with the e-filing requirement by the filing of the 2010 Annual Report. If you have questions on how to use the 2009 Annual Report template (in MS Excel Format), please contact the Commission.

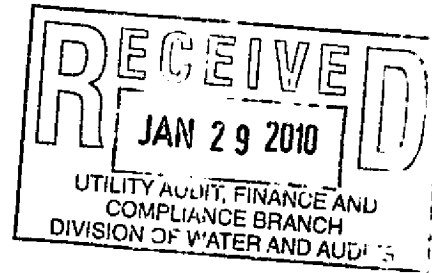
PLEASE NOTE: DO NOT USE ANY PRIOR CPUC TEMPLATES FOR THE 2009 ANNUAL REPORT(S) AS MANY REVISIONS HAVE BEEN MADE TO THE 2009 TEMPLATES.

Address your report(s) to: California Public Utilities Commission
Division of Water and Audits
Attention: Kayode Kajopaiye
505 Van Ness Avenue – Room 3105
San Francisco, CA 94102
kok@cpuc.ca.gov

If any updates or corrections are made to the figures presented in the annual report submitted to the CPUC, then a signed cover letter providing a written explanation of the update/change, to the data affected, as well as the revised pages shall be submitted to the above address within 30 days of the update/change occurring. An electronic version of the cover letter (in MS Word format) and the revised annual report(s) (in MS Excel format) should also be e-mailed to the Commission at the above address.

1-23-10

CAL. PUBLIC UTILITIES COMM.
DIVISION OF WATER & AUDITS
% KAYODE KAJOPAIYE
505 VAN NESS AVE. ROOM 3105
SAN FRANCISCO, CA. 94102



MR. KAJOPAIYE:

CALIFORNIA HOT SPRINGS WATER AND SEWER
CO. DOES NOT HAVE A COMPUTER HENCE WE DO
NOT HAVE E MAIL.

YOURS TRULY

Ronald W. Giths

OWNER.

(661) 548-6582

(661) 548-6242