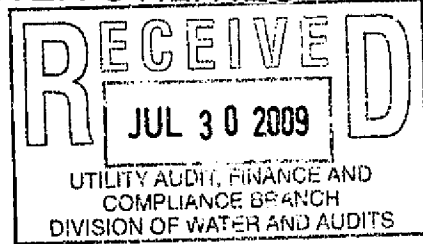


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Received \_\_\_\_\_  
Examined \_\_\_\_\_

SEWER UTILITIES



U# \_\_\_\_\_

2008  
ANNUAL REPORT  
OF

\_\_\_\_\_

California-American Water Company

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

\_\_\_\_\_

1033 B Avenue, Suite 200, Coronado, CA 92118

(OFFICIAL MAILING ADDRESS)

ZIP

TO THE  
PUBLIC UTILITIES COMMISSION  
STATE OF CALIFORNIA  
FOR THE  
YEAR ENDED DECEMBER 31, 2008

REPORT MUST BE FILED NOT LATER THAN MARCH 31, 2009  
(FILE TWO COPIES IF THREE RECEIVED)

## INSTRUCTIONS

1. One completed copy of this report (two copies if three received) must be filed NOT LATER THAN MARCH 31, following the year covered by the report, with:

**CALIFORNIA PUBLIC UTILITIES COMMISSION  
WATER DIVISION  
ATTN: KAYODE KAJOPAIYE  
505 VAN NESS AVENUE, ROOM 3105  
SAN FRANCISCO, CALIFORNIA 94102-3298  
[kok@cpuc.ca.gov](mailto: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 the last page, must be signed by an officer, partner or owner.
4. The report must be prepared in ink or by the use of a typewriter. Computer generated report forms may be substituted.
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 refer 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.
9. This report must cover a calendar year, from January 1 through December 31. Fiscal year reports will not be accepted.

# CLASS D SEWER UTILITIES

(HAVING LESS THAN 500 SERVICE CONNECTIONS)

California-American Water Company  
(Name under which corporation, partnership or individual is doing business)

---

1033 B Avenue, Suite 200, Coronado, CA 92118  
(Official mailing address)

---

Monterey  
(Service area-town and county)

## GENERAL INFORMATION

RETURN ORIGINAL  
TO COMMISSION  
NO PHOTOCOPIES

- 1 If a corporation show:  
(A) Date of organization 4/1/2003 incorporated in the State of California  
(B) Names, titles and addresses of principal officers:

Robert G MacLean	President	1033 B Avenue, Suite 200, Coronado, CA 92118
Thomas Bunosky	VP Operations	1033 B Avenue, Suite 200, Coronado, CA 92118
Benjamin Lewis	VP Customer & Operations Support	1033 B Avenue, Suite 200, Coronado, CA 92118
Christopher Buls	VP Finance & Treasurer	1033 B Avenue, Suite 200, Coronado, CA 92118
Kevin A. Tilden	VP External Affairs	1033 B Avenue, Suite 200, Coronado, CA 92118
Mark Schubert	VP Engineering	1033 B Avenue, Suite 200, Coronado, CA 92118
Linda C. Stillman	VP Human Resources	1033 B Avenue, Suite 200, Coronado, CA 92118
Carrie Gleeson	Secretary, Divisional General Counsel	1033 B Avenue, Suite 200, Coronado, CA 92118
Lori Girard	Assistant Secretary	1033 B Avenue, Suite 200, Coronado, CA 92118
Dave Stephenson	Assistant Treasurer	1033 B Avenue, Suite 200, Coronado, CA 92118

- 2 If unincorporated give the name and address of owner or of each partner:

- 3 Name and telephone number of:  
(A) One person listed above to receive correspondence: Robert MacLean (619) 435-7450  
(B) Person responsible for operations and services: Craig Anthony (831) 646-3214

- 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?

The payments were made on an at cost basis prorated to the corporation based on the number of customers. The payments were made to AWWSC and were charged to Management Fees.

- 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:  
American Water Works Company, 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
	XX	
	NA	
	NA	
	NA	
	NA	

- 11 List Name, Grade, and License Number of all Licensed Operators:
- |   |   |  |
|---|---|--|
| <u>Frank Vogl, Grade III, Cert# 5535</u>      | <u>Jason Clifford, Grade III, Cert# 27692</u> | <u>James Bricker, Grade II, Cert#10743</u>       |
| <u>Charles Barr, Grade IV, Cert# 8115</u>     | <u>Gabriel Perez, Grade II, Cert#10156</u>    | <u>Gregorio Valladares, Grade II, Cert#27848</u> |
| <u>Mitchell Murdock, Grade III, Cert#6228</u> | <u>Greg Daniels, Grade II, Cert#10191</u>     |  |

SPECIAL INSTRUCTIONS (over)

**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 companies 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 good and service provided in 200 . . .

Row Number	Description of Non-Tariffed Good/Service	Active or Passive	Total Revenue derived from Non-Tariffed Good/Service (by account)	Revenue Account Number	Total Expenses incurred to provide Non-Tariffed Good/Service (by Account)	Expense Account Number	Advice Letter and/or Resolution Number approving Non-Tariffed Good/Service	Total Income Tax Liability incurred because of non-tariffed Good/Service (by Account)	Income Tax Liability Account Number	Gross Value of Regulated Assets used in the provision of a Non-Tariffed Good/Service (by account).	Regulated Asset Account Number

Applies to All Non-Tariffed Goods/Services that require Approval by Advice Letter

None

**SCHEDULE A - BALANCE SHEET DECEMBER 31, 2008**

Line	Acct.	Assets	Balance	Acct.	Equity and Liabilities	Balance
1	101	Plant in service	15,606,969	201	Common Stock (Corporations only)	
2	103	Plant held for future use		211	Other paid-in capital (Corporations only)	
3	104	Plant purchased or sold		215	Retained earnings	2,064,112
4	105	Plant construction work in progress	101,335	218	Proprietary capital	
5	108	Accumulated depreciation of plant	(6,417,278)	224	Long term debt	
6	114	Plant acquisition adjustments			Current Liabilities	111,863
7	124	Other investments		252	Advances for construction	
8	131	Cash		253	Other deferred credits	
9	141	Accounts receivable - customers	64,394	255	Accumulated deferred investment tax credits	
10	142	Receivables from associated companies		282	Accumulated deferred income taxes - Acrs	
11	151	Materials and supplies	910		depreciation	
12	174	Other current assets		283	Accumulated deferred income taxes - other	
13	180	Deferred charges		271	Contributions in aid of construction	8,547,009
14				272	Accumulated amortization of contributions	(1,366,654)
15		<b>Total Assets</b>	<b>9,356,330</b>		<b>Total Equity and Liabilities</b>	<b>9,356,330</b>

**SCHEDULE B - SEWER 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
16	301	Intangible plant	0				0
17	303	Land	192,001				192,001
18	304	Structures	1,335,523	53,117	(15,309)		1,373,331
19	307	Wells	19,455				19,455
20	317	Other source plant	0				0
21	311	Pumping equipment	1,058,703	38,107	(9,098)		1,087,712
22	320	Treatment plant	7,548,727				7,548,727
23	330	Reservoirs	0				0
24	331	Mains	3,917,467	44,903			3,962,371
25	333	Services and meter installations	12,597				12,597
26	334	Meters	0				0
27	339	Other equipment	960,613	441,136	(10,746)		1,391,003
28	340	Office furniture and equipment	19,772				19,772
29	341	Transportation equipment	0				0
30		<b>Total Plant in service</b>	<b>15,064,858</b>	<b>577,264</b>	<b>(35,153)</b>		<b>15,606,969</b>

\* Debit or credit entries should be explained by footnotes or supplementary schedules

**SCHEDULE C - RESERVE FOR DEPRECIATION OF UTILITY PLANT**

Line	Item	Account 106 Plant	
32	Balance in reserves at beginning of year	5,950,333	A. Method used to compute depreciation
33	Add: Credits to reserves during year		expense (Acct. 403) and rate.
34	(a) Charged to Account No. 403	502,097	
35	(b) Charged to Account No. 272		
36	(c) Charged to clearing accounts		B. Amount of depreciation expense claimed
37	(d) Salvage recovered		or to be claimed on utility property in
38	(e) All other credits		your federal income tax return for the year
39	Total credits	502,097	covered by this report \$
40	Deduct: Debits to reserves during year		
41	(a) Book cost of property retired	35,153	
42	(b) Cost of removal		C. State method used to compute tax
43	(c) All other debits		depreciation.
44	Total debits	35,153	
45	Balance in reserve at end of year	6,417,278	
46	(1) Explanation of all other credits		
47	(2) Explanation of all other debits		

**SCHEDULE D - CAPITAL STOCK OUTSTANDING (DECEMBER 31, 20\_\_)**

Line				
1	Common - (Shares	\$	par)	0
2	Preferred - (Shares	\$	par)	0
3	Dividends - Common	Rate - \$		0
4	- Preferred	Rate - \$		0

**SCHEDULE E - LONG TERM DEBT**

	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
5								
6								
7								
8	Totals	0	0	0	0	0	0	0

**SCHEDULE F - INCOME STATEMENT**

9	Operating revenues	xxxxxxxxxx
10	460 Unmetered revenue	1,504,183
11	470 Metered revenue	4,899
12	480 Other revenue	0
13	Total Operating Revenue	1,509,082
14	Operating revenue deductions	xxxxxxxxxx
15	Operating expenses	xxxxxxxxxx
16	610 Purchased water	7,361
17	615 Power	102,100
18	618 Other volume related expenses	30,336
19	630 Employee labor	(835)
20	640 Materials	308,196
21	650 Contract work	189,674
22	660 Transportation expenses	(68,557)
23	664 Other plant maintenance expense	70,494
24	670 Office salaries	781,413
25	671 Management salaries	
26	674 Employee pensions and benefits	66,099
27	676 Uncollectible accounts expense	11,630
28	678 Office services and rentals	14,796
29	681 Office supplies and expense	1,838
30	682 Professional services	
31	684 Insurance	
32	688 Regulatory commission expense	
33	689 General expenses	707,731
34	Total Operating Expenses	2,222,276
35	403 Depreciation expense	171,977
36	408 Taxes other than income taxes	(4,142)
37	409 State corporate income tax expense	
38	410 Federal corporate income tax expense	0
39	Total Operating Revenue Deductio #	2,390,111
40	Utility Operating Income	(881,029)
41	421 Non-utility income	0
42	426 Miscellaneous non-utility expense	
43	427 Interest expense	0
44	Net Income	(881,029)

Amount includes Corp Allocation of \$698,765.60

**SCHEDULE G - 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
45	630	Employee Labor		21,688		
46	670	Office salaries		759,724		
47	671	Management salaries				
48		Total		781,413		

**SCHEDULE H - ADVANCES FOR CONSTRUCTION**

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

**SCHEDULE I - TOTAL METERS AND SERVICES (active and inactive)**

Size	Meters	Services
4-in		2,459
6-in		10
-in		
-in		
-in		
<b>Total</b>		<b>2,469</b>

**SCHEDULE J - METER-TESTING DATA**

Number of meters tested during year		
1	Used, before repair...	N/A
2	Used, after repair .....	N/A
3	Fast, requiring refund ..	N/A

**SCHEDULE K - SERVICE CONNECTIONS AT END OF YEAR**

Classification	Active			Inactive			Total connections	
	Metered	Flat	Total	Metered	Flat	Total	Metered	Flat
Residences		2,438	2,438					2,438
Industrial		29	29					29
Other (specify)		2	2					2
<b>Total</b>		<b>2,469</b>	<b>2,469</b>					<b>2,469</b>

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

**SCHEDULE L - STORAGE FACILITIES**

**SCHEDULE M - FOOTAGES OF PIPE (EXCLUDING SERVICE PIPES)**

Description	No.	Combined capacity in gallons	Description	Other sizes (specify)					Totals
				2" and under	2 1/4 to 3 1/4	4"	6	8	
Concrete			Cast Iron						0
Earth	3	14,000,000	Welded steel						0
Wood			Standard screw						0
Steel			Cement-asbestos						0
Other			Plastic			98,000	94,456	37,752	230,208
			Other (specify)						0
<b>Total</b>		<b>14,000,000</b>	<b>Total</b>	<b>0</b>	<b>0</b>	<b>98,000</b>	<b>94,456</b>	<b>37,752</b>	<b>230,208</b>

**DECLARATION**

(BEFORE SIGNING PLEASE CHECK TO SEE THAT ALL SCHEDULES HAVE BEEN COMPLETED)

I, the undersigned (officer, partner or owner) of California-American Water Company, under penalty of perjury do declare that this report has been prepared by me, or under my direction, from the books, papers 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

From and including January 1, 2008, to and including December 31, 2008.

Robert MacLean

Signed

President

Title

Date

*Robert MacLean*

7-2-09