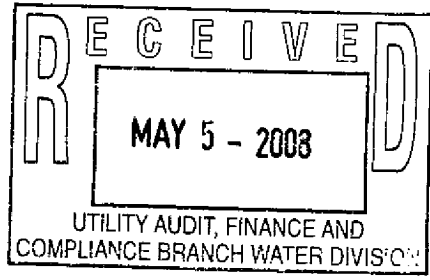


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2007  
ANNUAL REPORT  
OF  
DISTRICT WATER SYSTEM OPERATIONS  
OF

CALIFORNIA-AMERICAN WATER COMPANY  
(NAME OF CORPORATION)

Name of District: MONTEREY Location: MONTEREY MONTEREY  
(TOWN OR CITY) (COUNTY)

TO THE  
PUBLIC UTILITIES COMMISSION  
STATE OF CALIFORNIA  
FOR THE  
YEAR ENDED DECEMBER 31, 2007

REPORT MUST BE FILED NOT LATER THAN MARCH 31, 2008  
(FILE TWO COPIES IF THREE RECEIVED)

**SCHEDULE A-1a**  
**Utility Plant in Service**

Line No.	Acct	Title of Account (a)	Balance Beg of Year (b)	Additions During Year (c)	Retirements During Year (d)	Other Debits or (Credits) (e)	Balance End of Year (f)
1		<b>I. INTANGIBLE PLANT</b>					
2	301	Organization	102,202	5,227		205	107,634
3	302	Franchises and consents (Schedule A-1b)	24,363			(250)	24,113
4	303	Other intangible plant	357,393	2,012,116			2,369,509
5		Total intangible plant	483,958	2,017,343	0	(45)	2,501,256
6							
7		<b>II. LANDED CAPITAL</b>					
8	306	Land and land rights	1,759,798	1,234,036	(2,043)	5,541	3,001,418
9							
10		<b>III. SOURCE OF SUPPLY PLANT</b>					
11	311	Structures and improvements	309,690	(403)			309,287
12	312	Collecting and impounding reservoirs	4,396,156	40,426		(1,700,458)	2,736,124
13	313	Lake, river and other intakes	0			12,396	12,396
14	314	Springs and tunnels	0				0
15	315	Wells	7,088,265	104,567	30,194	16,962	7,179,600
16	316	Supply mains	4,113,785				4,113,785
17	317	Other source of supply plant	209,157				209,157
18		Total source of supply plant	16,117,052	144,590	30,194	(1,671,100)	14,560,349
19							
20		<b>IV. PUMPING PLANT</b>					
21	321	Structures and improvements	2,310,557	241,189			2,551,746
22	322	Boiler plant equipment	0				0
23	323	Other power production equipment	58,143	30			58,173
24	324	Pumping equipment	9,520,342	945,508	43,553	219,563	10,641,859
25	325	Other pumping plant	0				0
26		Total pumping plant	11,889,041	1,186,727	43,553	219,563	13,251,778
27							
28		<b>V. WATER TREATMENT PLANT</b>					
29	331	Structures and improvements	7,846,862	137,527		18,716	8,003,105
30	332	Water treatment equipment	14,793,599	5,763,611	922	45,404	20,601,693
31		Total water treatment plant	22,640,461	5,901,138	922	64,120	28,604,797

**SCHEDULE A-1a**  
**Utility Plant in Service (Concluded)**

Line No.	Acct	Title of Account (a)	Balance Beg of Year (b)	Additions During Year (c)	Retirements During Year (d)	Other Debits or (Credits) (e)	Balance End of Year (f)
1		<b>VI. TRANSMISSION AND DIST. PLANT</b>					
2	341	Structures and improvements	0	13,548			13,548
3	342	Reservoirs and tanks	12,640,102	237,888		153,311	13,031,301
4	343	Transmission and distribution mains	59,228,300	4,257,116	40,715	1,637,308	65,082,009
5	344	Fire mains	0				0
6	345	Services	13,472,382	752,439	10,455		14,214,367
7	346	Meters	2,841,763	324,063		53,940	3,219,766
8	347	Meter installations	852				852
9	348	Hydrants	3,377,318	640,755	26,086	152,796	4,144,783
10	349	Other transmission and distribution plant	(252,073)			13,750	(238,323)
11		Total transmission and distribution plant	91,308,643	6,225,809	77,255	2,011,105	99,468,302
12							
13		<b>VII. GENERAL PLANT</b>					
14	371	Structures and improvements	519,519	107	295		519,331
15	372	Office furniture and equipment	1,463,929	151,608	264,244	(16,596)	1,334,697
16	373	Transportation equipment	1,129,257	38,162			1,167,418
17	374	Stores equipment	0				0
18	375	Laboratory equipment	218,694		24,436		194,258
19	376	Communication equipment	3,628,735	185,146		(37,996)	3,775,885
20	377	Power operated equipment	296,843				296,843
21	378	Tools, shop and garage equipment	471,699	243,305	11,662		703,341
22	379	Other general plant	4,007,308	333,846	1,969	(269,338)	4,069,847
23		Total general plant	11,735,984	952,174	302,606	(323,930)	12,061,622
24							
25		<b>VIII. UNDISTRIBUTED ITEMS</b>					
26	390	Other tangible property					0
27	391	Utility plant purchased	0				0
28	392	Utility plant sold	0				0
29		Total undistributed items	0	0	0	0	0
30		Total utility plant in service	155,934,938	17,661,817	452,488	305,255	173,449,522

**SCHEDULE A-1d  
DISTRICT RATE BASE**

Line No.	Acct.	Title of Account (a)	Schedule Page No. (b)	Balance End-of-Year (c)	Balance Beginning of Year (d)
1		<b>DISTRICT RATE BASE</b>			
2					
3		Utility Plant			
4		Plant in Service	A-1a	171,401,016	154,192,424
5		Construction Work in Progress		13,892,976	40,179,242
6		General Office Prorate	A-1a	2,048,505	1,742,514
7		<b>Total Gross Plant (Line 4 + Line 5 + Line 6)</b>		<b>187,342,497</b>	<b>196,114,180</b>
8					
9		Less Accumulated Depreciation			
10		Plant in Service		63,889,855	57,341,256
11		General Office Prorate		856,170	775,995
12		<b>Total Accumulated Depreciation (Line 10 + Line 11)</b>	A-3	<b>64,746,025</b>	<b>58,117,251</b>
13					
14		Less Other Reserves			
15		Deferred Income Taxes		5,121,962	5,644,324
16		Deferred Investment Tax Credit		645,623	690,355
17		Other Reserves		7,995,998	6,876,797
18		<b>Total Other Reserves (Line 15 + Line 16 + Line 17)</b>		<b>13,763,583</b>	<b>13,211,475</b>
19					
20		Less Adjustments			
21		Contributions in Aid of Construction		16,254,200	13,725,559
22		Advances for Construction		870,222	1,069,600
23		Other		0	0
24		<b>Total Adjustments (Line 21 + Line 22 + Line 23)</b>		<b>17,124,422</b>	<b>14,795,159</b>
25					
26		Add Materials and Supplies		240,748	226,696
27					
28		Add Working Cash (From Schedule A-1d(2))		4,608,564	3,460,140
29					
30		<b>TOTAL DISTRICT RATE BASE</b>			
31		<b>=Line 7 - Line 12 - Line 18 - Line 24 + Line 26 + Line 28</b>		<b>96,557,780</b>	<b>113,677,131</b>
32					
33					
34					
35		*General Office Prorate 2007 Utility Plant is included in each			
36		A-1a Schedule .			
37		(Based upon Corporate Allocation to each District and			
38		Monterey Sewer)			
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**SCHEDULE A-1d (2)**  
**RATE BASE**  
**Working Cash Calculation**

Line No.	Acct.	Title of Account (a)	Schedule Page No. (b)	Balance End-of-Year (c)	Balance Beginning of Year (d)
1		<b>Working Cash</b>			
2					
3		<b>Determination of Operational Cash Requirement</b>			
4		1. Operating Expenses, Excl Taxes, Depr. & Uncoll.		23,375,999	18,669,877
5		2. Purchased Power & Commodity for Resale*		2,329,705	2,408,688
6		3. Meter Revenues: Bimonthly Billing		30,410,993	30,859,508
7		4. Other Revenues: Flat Rate Monthly Billing		534,503	490,594
8		5. Total Revenues (3 + 4)		30,945,496	31,350,102
9		6. Ratio - Flat Rate to Total Revenues (4 / 5)		1.73%	1.56%
10		7. $5/24 \times \text{Line 1} \times (100\% - \text{Line 6})$		4,785,883	3,828,690
11		8. $1/24 \times \text{Line 1} \times \text{Line 6}$		16,823	12,173
12		9. $1/12 \times \text{Line 2}$		194,142	200,724
13		10. Operational Cash Requirement (7 + 8 - 9)		4,608,564	3,640,140
14					
15					
16		* Electric power, gas or other fuel purchased for			
17		pumping and/or purchased commodity for resale			
18		billed after receipt (metered).			
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**SCHEDULE A-3**  
**Depreciation and Amortization Reserves**

Line No.	Item (a)	Account 250 Utility Plant (b)	Account 251 Limited-Term Utility Investments (c)	Account 252 Utility Plant Acquisition Adjustments (d)	Account 253 Other Property (e)
1	Balance in reserves at beginning of year	58,117,251	0	145,745	0
2	Add: Credits to reserves during year				
3	(a) Charged to Account 503, 504, 505	5,247,663			
4	(b) Charged to Account 265	787,532	249		113,529
5	(c) Charged to Clearing Accounts				
6	(d) Salvage recovered				
7	(e) All other credits <sup>1/</sup>	1,191,458		11,922	
8	Total credits	7,226,653	249	11,922	113,529
9	Deduct: Debits to reserves during year				
10	(a) Book cost of property retired	452,488			
11	(b) Cost of removal	31,861			
12	(c) All other debits <sup>1/</sup>	113,529		0	
13	Total debits	597,879	0	0	0
14	Balance in reserve at end of year	64,746,025	249	157,667	113,529
15	State method of determining depreciation charges.				
16	NARUC Rate Depreciation Method-(Straight-Line)				
17					
18	Report the depreciation claimed in your Federal Income Tax Return for the year - \$				
19	<sup>1/</sup> Indicate the nature of these items and show the accounts affected by the contra entries.				
20	Federal Tax Return not yet Completed-See Attached Form 7004-Per Combined Report				
21					

**SCHEDULE A-3a**

**Analysis of Entries in Account 250-Reserve for Depreciation of Utility Plant**

(This schedule is to be completed if records are maintained showing depreciation reserve by plant accounts)

Line No.	Acct.	DEPRECIABLE PLANT (a)	Balance Beginning of Year (b)	Credits to Reserve During Year Excl. Salvage (c)	Debits to Reserves During Year Excl. Cost Removal (d)	Salvage and Cost of Removal Net (Dr.) or Cr. (e)	Balance End of Year (f)
1		<b>I. SOURCE OF SUPPLY PLANT</b>					
2	311	Structures and improvements	162,241	11,344			173,585
3	312	Collecting and impounding reservoirs	1,119,545	72,659			1,192,204
4	313	Lake, river and other intakes		6,311			6,311
5	314	Springs and tunnels					0
6	315	Wells	3,147,115	415,814	30,194		3,532,735
7	316	Supply mains	917,070	95,842			1,012,912
8	317	Other source of supply plant	105,878	14,584			120,262
9		Total source of supply plant	5,451,648	616,553	30,194	0	6,038,008
10							
11		<b>II. PUMPING PLANT</b>					
12	321	Structures and improvements	711,579	187,641			899,220
13	322	Boiler plant equipment					0
14	323	Other power production equipment	4,256	3,269			7,525
15	324	Pumping equipment	4,610,869	535,856	43,553	(869)	5,102,303
16	325	Other pumping plant					0
17		Total pumping plant	5,326,704	726,766	43,553	(869)	6,009,048
18							
19		<b>III. WATER TREATMENT PLANT</b>					
20	331	Structures and improvements	2,825,781	450,261			3,276,042
21	332	Water treatment equipment	7,894,943	797,453	922		8,691,473
22		Total water treatment plant	10,720,724	1,247,713	922	0	11,967,515
23							

**SCHEDULE A-3a**

**Analysis of Entries in Account 250-Reserve for Depreciation of Utility Plant (continued)**

(This schedule is to be completed if records are maintained showing depreciation reserve by plant accounts)

Line No.	Acct.	DEPRECIABLE PLANT (a)	Balance Beginning of Year (b)	Credits to Reserve During Year Excl. Salvage (c)	Debits to Reserves During Year Excl. Cost Removal (d)	Salvage and Cost of Removal Net (Dr.) or Cr. (e)	Balance End of Year (f)
1		<b>IV. TRANS. AND DIST. PLANT</b>					
2	341	Structures and improvements	3,686,289	427,437			4,113,726
3	342	Reservoirs and tanks	16,097,610	2,093,262	40,715	(30,031)	18,120,126
4	343	Transmission and distribution mains	0				0
5	344	Fire mains	5,570,252	604,127	10,455	(209)	6,163,716
6	345	Services	2,584,301	217,327			2,801,629
7	346	Meters					0
8	347	Meter installations	1,400,329	165,610	26,086	(21,867)	1,517,987
9	348	Hydrants	260	20			280
10	349	Other transmission and distribution plant	0	0	0	0	0
11		Total trans. and distribution plant	29,339,041	3,507,784	77,255	(52,107)	32,717,463
12							
13		<b>V. GENERAL PLANT</b>					
14	371	Structures and improvements	300,704	19,111	295		319,520
15	372	Office furniture and equipment	951,859	243,455	264,244		930,870
16	373	Transportation equipment	1,533,191	27,386		22,322	1,582,899
17	374	Stores equipment	0				0
18	375	Laboratory equipment	347,244	17,800	24,436		340,607
19	376	Communication equipment	1,385,101	350,013			1,735,114
20	377	Power operated equipment	239,567	6,827			246,393
21	378	Tools, shop and garage equipment	283,795	20,936	11,662		293,069
22	379	Other general plant	1,497,434	308,742	1,969		1,804,207
23	390	Other tangible property	740,440	18,830	(2,043)		761,313
24	391	Water plant purchased					0
25		Total general plant	7,279,134	1,013,100	300,564	22,322	8,013,992
26		<b>TOTAL</b>	<b>58,117,251</b>	<b>7,111,917</b>	<b>452,488</b>	<b>(30,654)</b>	<b>64,746,025</b>

**SCHEDULE B-1**  
**Operating Revenues**

Line No.	Acct.	ACCOUNT (a)	Amount Current Year (b)	Amount Preceding Year (c)	Net Change During Year Show Decrease in (Brackets) (d)
1		<b>I. WATER SERVICE REVENUES</b>			
2	601	Metered sales to general customers			
3		601.1 Commercial sales	28,110,552	25,582,004	2,528,548
4		601.2 Industrial sales	163,428	126,965	36,463
5		601.3 Sales to public authorities	2,602,426	2,457,731	144,695
6		Sub-total	<b>30,876,407</b>	<b>28,166,701</b>	<b>2,709,706</b>
7	602	Unmetered sales to general customers			
8		602.1 Commercial sales	0	0	0
9		602.2 Industrial sales	0	0	0
10		602.3 Sales to public authorities	0	0	0
11		Sub-total	<b>0</b>	<b>0</b>	<b>0</b>
12	603	Sales to irrigation customers			
13		603.1 Metered sales	0	0	0
14		603.2 Unmetered sales	0	0	0
15		Sub-total	<b>0</b>	<b>0</b>	<b>0</b>
16	604	Private fire protection service	513,038	455,114	57,923
17	605	Public fire protection service	(3,060)	(185)	(2,875)
18	606	Sales to other water utilities for resale	15,638	(11,509)	27,147
19	607	Sales to governmental agencies by contracts	0	0	0
20	608	Interdepartmental sales	0	0	0
21	609	Other sales or service	174,505	123,969	50,536
22		Sub-total	<b>700,121</b>	<b>567,390</b>	<b>132,731</b>
23		Total water service revenues	<b>31,576,528</b>	<b>28,734,090</b>	<b>2,842,438</b>
24		<b>II. OTHER WATER REVENUES</b>			
25	611	Miscellaneous service revenues	1,287,334	909,339	377,996
26	612	Rent from water property	5,738	21,265	(15,528)
27	613	Interdepartmental rents			0
28	614	Other water revenues	(12,503)	558,048	(570,551)
29		Total other water revenues	<b>1,280,569</b>	<b>1,488,652</b>	<b>(208,083)</b>
30	501	Total operating revenues	<b>32,857,097</b>	<b>30,222,742</b>	<b>2,634,354</b>



**SCHEDULE B-2**  
**Operating Expenses - Class A, B, and C Water Utilities**

(Respondent should use the group of accounts applicable to its class)

Line No.	Acct.	Account (a)	Class			Amount Current Year (b)	Amount Preceding Year (c)	Net Change During Year Show Decrease in [Brackets] (d)
			A	B	C			
1		<b>I. SOURCE OF SUPPLY EXPENSE</b>						
2		<b>Operation</b>						
3	701	Operation supervision and engineering	A	B	0	0	0	
4	701	Operation supervision, labor and expenses			0	0	0	
5	702	Operation labor and expenses	A	B	77,184	68,619	8,565	
6	703	Miscellaneous expenses	A		268,190	285,840	(17,650)	
7	704	Purchased water	A	B	386,230	265,000	121,230	
8		<b>Maintenance</b>						
9	706	Maintenance supervision and engineering	A	B	0	1,332	(1,332)	
10	706	Maintenance of structures and facilities			0	0	0	
11	707	Maintenance of structures and improvements	A	B	0	0	0	
12	708	Maintenance of collect and impound reservoirs	A		125	0	125	
13	708	Maintenance of source of supply facilities		B	0	0	0	
14	709	Maintenance of lake, river and other intakes	A		(2,966)	46	(3,012)	
15	710	Maintenance of springs and tunnels	A		0	0	0	
16	711	Maintenance of wells	A		66,109	66,912	(803)	
17	712	Maintenance of supply mains	A		0	0	0	
18	713	Maintenance of other source of supply plant	A	B	173,322	29,723	143,599	
19		Total source of supply expense			<b>968,193</b>	<b>717,472</b>	<b>250,721</b>	

**SCHEDULE B-2**  
**Operating Expenses - Class A, B, and C Water Utilities (continued)**

(Respondent should use the group of accounts applicable to its class)

Line No.	Acct.	Account (a)	Class			Amount Current Year (b)	Amount Preceding Year (c)	Net Change During Year Show Decrease in [Brackets] (d)
			A	B	C			
1		<b>II. PUMPING EXPENSES</b>						
2		<b>Operation</b>						
3	721	Operation supervision and engineering	A	B	0	0	0	
4	721	Operation supervision labor and expense			0	0	0	
5	722	Power production labor and expense	A		0	0	0	
6	722	Power production labor, expenses and fuel		B	0	0	0	
7	723	Fuel for power production	A		0	0	0	
8	724	Pumping labor and expenses	A	B	528,615	547,005	(18,390)	
9	725	Miscellaneous expenses	A		58,562	53,287	5,275	
10	726	Fuel or power purchased for pumping	A	B	2,329,706	2,408,688	(78,982)	
11		<b>Maintenance</b>					0	
12	729	Maintenance supervision and engineering	A	B	16,855	43,391	(26,537)	
13	729	Maintenance of structures and equipment					0	
14	730	Maintenance of structures and improvements	A	B	474	2,460	(1,986)	
15	731	Maintenance of power production equipment	A	B	166,799	85,962	80,837	
16	732	Maintenance of pumping equipment	A	B		0	0	
17	733	Maintenance of other pumping plant	A	B	73,191	50,943	22,249	
18		Total pumping expenses			<b>3,174,201</b>	<b>3,191,736</b>	<b>(17,534)</b>	
19		<b>III. WATER TREATMENT EXPENSES</b>						
20		<b>Operation</b>						
21	741	Operation supervision and engineering	A	B	0	0	0	
22	741	Operation supervision, labor and expenses			0	0	0	
23	742	Operation labor and expenses	A		567,137	529,840	37,297	
24	743	Miscellaneous expenses	A	B	159,745	252,085	(92,341)	
25	744	Chemicals and filtering materials	A	B	375,422	370,485	4,937	
26		<b>Maintenance</b>						
27	746	Maintenance supervision and engineering	A	B	547	1,952	(1,405)	
28	746	Maintenance of structures and equipment			0	0	0	
29	747	Maintenance of structures and improvements	A	B	0	2,843	(2,843)	
30	748	Maintenance of water treatment equipment	A	B	114,263	115,293	(1,030)	
31		Total water treatment expenses			<b>1,217,112</b>	<b>1,272,497</b>	<b>(55,385)</b>	

**SCHEDULED B-2**  
**Operating Expenses - Class A, B, and C Water Utilities (continued)**  
(Respondent should use the group of accounts applicable to its class)

Line No.	Acct.	Account (a)	Class			Amount Current Year (b)	Amount Preceding Year (c)	Net Change During Year Show Decrease in [Brackets] (d)
			A	B	C			
1		<b>IV. TRANS. AND DIST. EXPENSES</b>						
2		<b>Operation</b>						
3	751	Operation supervision and engineering	A	B		198,699	180,002	18,697
4	751	Operation supervision, labor and expenses			C	0	0	0
5	752	Storage facilities expenses	A			0	0	0
6	752	Operation labor and expenses		B		0	0	0
7	753	Transmission and distribution lines expenses	A			141	1	140
8	754	Meter expenses	A			16,345	(459)	16,804
9	755	Customer installations expenses	A			276,847	309,646	(32,800)
10	756	Miscellaneous expenses	A			479,154	435,117	44,037
11		<b>Maintenance</b>						
12	758	Maintenance supervision and engineering	A	B		0	0	0
13	758	Maintenance of structures and plant			C	0	10	(10)
14	759	Maintenance of structures and improvements	A	B		2,277	0	2,277
15	760	Maintenance of reservoirs and tanks	A	B		64,853	31,191	33,661
16	761	Maintenance of trans. and distribution mains	A			722,284	784,490	(62,205)
17	761	Maintenance of mains		B		0	0	0
18	762	Maintenance of fire mains	A			10	0	10
19	763	Maintenance of services	A			614,714	679,797	(65,083)
20	763	Maintenance of other trans. and distribution plant		B				0
21	764	Maintenance of meters	A			64,451	64,422	30
22	765	Maintenance of hydrants	A			9,195	18,562	(9,367)
23	766	Maintenance of miscellaneous plant	A			890,415	740,836	149,579
24		<b>Total transmission and distribution expenses</b>				<b>3,339,385</b>	<b>3,243,615</b>	<b>95,771</b>

**SCHEDULED B-2**  
**Operating Expenses - Class A, B, and C Water Utilities (continued)**

(Respondent should use the group of accounts applicable to its class)

Line No.	Acct.	Account (a)	Class			Amount Current Year (b)	Amount Preceding Year (c)	Net Change During Year Show Decrease in [Brackets] (d)
			A	B	C			
1		<b>V. CUSTOMER ACCOUNT EXPENSES</b>						
2		<b>Operation</b>						
3	771	Supervision	A	B		(9,863)	53,380	(63,243)
4	771	Superv., meter read., other customer acct expenses			C	0	0	0
5	772	Meter reading expenses	A	B		266,158	268,806	(2,648)
6	773	Customer records and collection expenses	A			237,790	212,957	24,833
7	773	Customer records and accounts expenses		B		0	0	0
8	774	Miscellaneous customer accounts expenses	A			25,881	42,873	(16,992)
9	775	Uncollectible accounts	A	B	C	0	0	0
10		Total customer account expenses				<b>519,966</b>	<b>578,016</b>	<b>(58,050)</b>
11		<b>VI. SALES EXPENSES</b>						
12		<b>Operation</b>						
13	781	Supervision	A	B		0	0	0
14	781	Sales expenses			C	0	0	0
15	782	Demonstrating and selling expenses	A			0	0	0
16	783	Advertising expenses	A			0	0	0
17	784	Miscellaneous sales expenses	A			0	0	0
18	785	Merchandising, jobbing and contract work	A			0	0	0
19		Total sales expenses				<b>0</b>	<b>0</b>	<b>0</b>

**SCHEDULED B-2**  
**Operating Expenses - Class A, B, and C Water Utilities (concluded)**

(Respondent should use the group of accounts applicable to its class)

Line No.	Acct.	Account (a)	Class			Amount Current Year (b)	Amount Preceding Year (c)	Net Change During Year Show Decrease in [Brackets] (d)
			A	B	C			
1		<b>VII. ADMIN. AND GENERAL EXPENSES</b>						
2		<b>Operation</b>						
3	791	Administrative and general salaries	A	B	C	1,566,924	1,207,325	359,599
4	792	Office supplies and other expenses	A	B	C	34,620	37,049	(2,428)
5	793	Property insurance	A			0	0	0
6	793	Property insurance, injuries and damages		B	C	0	1,284	(1,284)
7	794	Injuries and damages	A			(17,473)	(22,710)	5,237
8	795	Employees' pensions and benefits	A	B	C	89,446	63,104	26,341
9	796	Franchise requirements	A	B	C	0	0	0
10	797	Regulatory commission expenses	A	B	C	790,570	1,933,533	(1,142,963)
11	798	Outside services employed	A			365,766	314,320	51,446
12	798	Miscellaneous other general expenses		B		0	0	0
13	798	Miscellaneous other general operation expenses			C	0	0	0
14	799	Miscellaneous general expenses	A			1,824,564	5,605,449	(3,780,885)
15		<b>Maintenance</b>						
16	805	Maintenance of general plant	A	B	C	15,824	51,715	(35,891)
17		<b>Total administrative and general expenses</b>				<b>4,670,241</b>	<b>9,191,069</b>	<b>(4,520,828)</b>
18		<b>VIII. MISCELLANEOUS</b>						
19	811	Rents	A	B	C	593,792	475,473	118,319
20	812	Administrative expenses transferred - Cr.	A	B	C	9,074,531	5,160,748	3,913,783
21	813	Duplicate charges - Cr.	A	B	C	0	0	0
22		<b>Total miscellaneous</b>				<b>9,668,323</b>	<b>5,636,221</b>	<b>4,032,102</b>
23		<b>Total operating expenses</b>				<b>23,557,421</b>	<b>23,830,625</b>	<b>(273,204)</b>

**SCHEDULE B-4**  
**Taxes Charged During Year**

Line No.	Kind of tax (See system support for instructions) (a)	Total taxes charged during year (b)	Water (Account 507) (c)	Nonutility (Account 321) (d)	Other (Accounts) (e)	Capitalized (f)
1	Taxes on real and personal property	1,209,725	1,209,725			
2	State corporation franchise tax	123,759	123,759			
3	State unemployment insurance tax	27,439	27,439			
4	Other state and local taxes	(57,079)	(57,079)			
5	Federal unemployment insurance tax	6,586	6,586			
6	Federal insurance contributions act	426,498	426,498			
7	Other federal taxes-Deferred & ITC	73,315	73,315			
8	Federal income tax	(2,206,650)	(2,206,650)			
9	State income tax	(533,010)	(533,010)			
10	State income Deferred	(198,476)	(198,476)			
11						
12						
13						
14						
15						
16						
17	Totals	(1,127,892)	(1,127,892)	0	0	0

**SCHEDULE D-1  
Sources of Supply and Water Developed**

Line No.	STREAMS			FLOW IN ... (Unit) <sup>2</sup>				Annual Quantities Diverted (Unit) <sup>2</sup>	Remarks
	Diverted Into <sup>1</sup>	From Stream or Creek (Name)	Location of Diversion Point	Priority Right		Diversions			
				Claim	Capacity	Max	Min		
1									
2									
3									
4	24" TRANS. MAIN	CARMEL						0	
5									
6									
7									
8	WELLS				Pumping Capacity (Unit) <sup>2</sup>	Annual Quantities Pumped (Unit) <sup>2</sup>	Remarks		
9	At Plant (Name or Number)	Location	Number	Diversions				<sup>3</sup> Depth in Water	
10									
11									
12	* SEE ATTACHED								
13									
14									
15									
16									
17	TUNNELS AND SPRINGS			FLOW IN (Unit) <sup>2</sup>		Annual Quantities Used (Unit) <sup>2</sup>	Remarks		
18	Designation	Location	Number	Maximum	Minimum				
19									
20									
21									
22									
23									
24									
25									
26	<b>Purchased Water for Resale</b>								
27									
28									
29	Purchased from								
30	Annual quantities purchased (Unit chosen) <sup>2</sup>								
31									
32									

<sup>1</sup> State ditch, pipe line, reservoir, etc., with name, if any.

<sup>2</sup> The quantity unit in established use for expressing water stored and used in large amounts is the acre foot, which equals 43,560 cubic feet; in domestic use the thousand gallons or the hundred cubic feet. The rate of flow or discharge in larger amounts is expressed in cubic feet per second, in gallons per minute, in gallons per day, or in the miner's inch. Please be careful to state the unit used.

<sup>3</sup> Average depth to water surface below ground surface.

**SCHEDULE D-2  
Description of Storage Facilities**

Line No.	Type	Number	Combined Capacity (Gallons or Acre Feet)	Remarks
33	A. Collecting Reservoirs			
34	Concrete	1	44,641,587 gallons	
35	Earth	1	511,260,219 gallons	
36	Wood			
37	B. Distribution Reservoirs			
38	Concrete			
39	Earth			
40	Wood			
41	C. Tanks			
42	Concrete	8	2,165,350 gallons	
43	Earth	0		
44	Wood			
45	Steel	91	26,326,920 gallons	
	Total	101	584,394,076 gallons	





**SCHEDULE D-3**  
**Description of Transmission and Distribution Facilities**

**A. Length of Ditches, Flumes and Lined Conduits in Miles for Various Capacities**

Capacities in Cubic Feet Per Second or Miner's Inches (state which)

Line No.		0 to 5	6 to 10	11 to 20	21 to 30	31 to 40	41 to 50	51 to 75	76 to 100
1	Ditch								
2	Flume								
3	Lined conduit								
4									
5	Totals								

**A. Length of Ditches, Flumes and Lined Conduits in Miles for Various Capacities (Concluded)**

Capacities in Cubic Feet Per Second or Miner's Inches (state which)

Line No.		101 to 200	201 to 300	301 to 400	401 to 500	501 to 750	751 to 1000	Over 1000	Total All Lengths
6	Ditch								
7	Flume								
8	Lined conduit								
9									
10	Totals								

**B. Footages of Pipe by Inside Diameters in Inches - Not Including Service Piping**

Line No.		1	1 1/2	2	2 1/2	3	4	5	6
11	Cast Iron			20,604		10,434	170,636		106,358
12	Cast iron (cement lined)			14,967			185,104		250,137
13	Concrete								
14	Copper			196					
15	Steel								
16	Galvanized	4,028	358	36,184	1,338		177		118
17	Screw or Welded Casing			10,646					202
18	Cement - Asbestos	0		988			141,599		320,459
19	Welded Steel	7,820	1,750	31,859	265		93,705		65,886
20	Wood						21		818
21	Other Ductile Iron	0							
22	PVC	250		15,409		750	10,076		135,861
23	Totals	11,898	2,108	130,853	1,603	11,184	601,318	0	879,838

**B. Footages of Pipe by Inside Diameters in inches - Not Including Service Piping - (Concluded)**

Line No.		8	10	12	14-15-16	17-18	20	Other Sizes (Specify Sizes)		Total All Sizes
								21 to 22	24 to 36"	
23	Cast Iron	64,087		43,045	19,697		19,765		1,945	456,571
24	Cast Iron (cement lined)	70,735		33,805	2,577	2,470			16,659	576,454
25	Concrete									0
26	Copper									196
27	Steel									0
28	Galvanized	158								42,361
29	Screw or Welded Casing				228		251			11,327
30	Cement - Asbestos	88,478	4,110	68,477	9,262				1,478	634,850
31	Welded Steel	73,051	20,925	63,856	14,130	19,263	4,900	15,877	75,134	488,221
32	Wood	39			9933		2460		34090	47,361
33	Other-Ductile Iron	732,691	900	83,884	2,593	500	10,960		11,445	842,973
34	PVC	148,185		3,276	9,092					322,899
35	Totals	1,177,424	25,935	296,343	67,512	22,233	38,336	15,877	140,751	3,423,213

**SCHEDULE D-4  
Number of Active Service Connections**

Classification	Metered - Dec 31		Flat Rate - Dec 31	
	Prior Year	Current Year	Prior Year	Current Year
Residential				
Commercial (including domestic)	37,426	38,469		
Industrial	5	5		
Public authorities	606	513		
Irrigation				
Other (specify)	906	940		
Subtotal	38,943	39,927		
Private fire connections			865	983
Public fire hydrants			2,787	2,323
Total	38,943	39,927	3,652	3,306

**SCHEDULE D-5  
Number of Meters and Services on  
Pipe Systems at End of Year**

Size	Meters	N/A Services
5/8 x 3/4 - in	32,638	
3/4 - in	319	14,922
1 - in	5,378	23,103
1 1/2-in.	1,136	-
2-in.	758	1,612
3-in.	75	-
4-in.	39	113
6-in.	19	26
Other	21	37
Total	40,383	39,813

**SCHEDULE D-6  
Meter Testing Data**

<b>A. Number of Meters Tested During Year as Prescribed in Section VI of General Order No. 103:</b>	
1. New, after being received . . .	
2. Used, before repair . . . . .	390
3. Used, after repair . . . . .	200
4. Found fast, requiring billing adjustment . . . . .	
<b>B. Number of Meters in Service Since Last Test</b>	
1. Ten years or less . . . . .	18078
2. More than 10, but less than 15 years . . . . .	13322
3. More than 15 years . . . . .	7589

**SCHEDULE D-7**  
**Water delivered to Metered Customers by Months and Years in 2007**  
 (Unit Chosen) HCF

Classification of Service	January	February	March	April	May	June	July	Subtotal
	Commercial	310,932.01	416,187.78	329,909.88	367,248.18	439,187.12	511,199.64	506,606.47
Industrial	2,398.16	3,171.16	2,989.17	3,381.22	3,162.19	3,794.21	3,413.21	22,309.32
Public authorities	16,514.93	24,838.27	21,202.62	20,001.33	48,609.85	50,807.69	48,528.81	230,503.50
Irrigation								0.00
Other (specify)	398.93	1,958.21	175.94	296.19	1,220.08	585.25	1.00	4,635.60
<b>Total</b>	<b>330,244.03</b>	<b>446,155.43</b>	<b>354,277.61</b>	<b>390,926.91</b>	<b>492,179.24</b>	<b>566,386.80</b>	<b>558,549.49</b>	<b>3,138,719.51</b>
Classification of Service	August	September	October	November	December	Subtotal	Total	Prior Year
	573,933.65	485,277.52	548,767.57	402,678.01	392,760.62	2,403,417.36	5,284,688.46	5,289,426.47
Commercial	4,079.24	4,044.25	3,702.23	955.03	5,196.31	17,977.06	40,286.37	35,556.15
Industrial	57,527.15	53,325.07	42,629.36	31,979.62	32,181.72	217,642.92	448,146.42	504,334.22
Public authorities						0.00	0.00	
Irrigation	1,958.99	604.95	1,179.02	2,988.06	1,280.96	8,011.98	12,647.58	9,181.82
Other (specify)								
<b>Total</b>	<b>637,499.03</b>	<b>543,251.79</b>	<b>596,278.18</b>	<b>438,600.72</b>	<b>431,419.61</b>	<b>2,647,049.32</b>	<b>5,785,768.83</b>	<b>5,838,498.66</b>

<sup>1</sup> Quantity units to be in hundreds of cubic feet, thousands of gallons, acre-feet, or miner's inch-days.

Total acres irrigated 0 Total population served 176,643

## End of Year Balances in Selected Accounts

Indicate the end of year balances shown in the district's accounting records for the following accounts:

131	Materials and supplies on hand .....	\$	<u>240,748</u>
100.3	Construction work in progress .....	\$	<u>13,892,976</u>
241	Advances for construction .....	\$	<u>870,222</u>
265	Contributions in aid of construction .....	\$	<u>16,254,200</u>

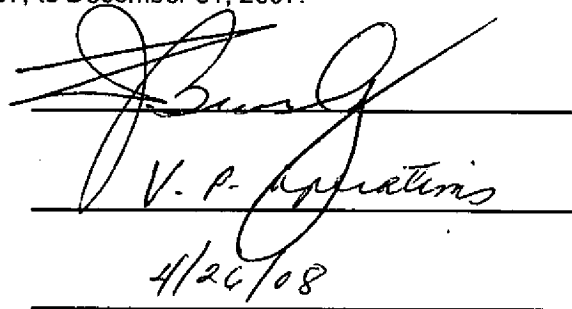
### SIGNATURE

District Management

Name of District Manager Craig E. Anthony Telephone: (831) 646-3201

Address 50 Ragsdale Dr. Ste. 100 P O Box 951, Monterey, CA 93942-0951

This report sets forth book or allocated figures and other data  
pertaining to the Monterey  
district for the period from January 1, 2007, to December 31, 2007.

  
V. P. Aguirre  
4/20/08

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