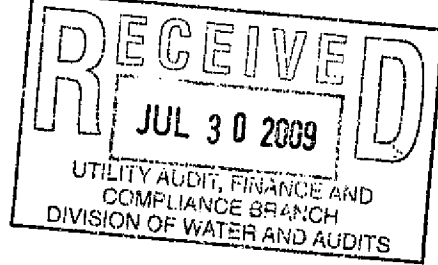


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Received _____

Examined _____

CLASS A
WATER 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 hard copy of this report (two copies if three received) and one electronic copy 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**

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.

INSTRUCTIONS

FOR PREPARATION OF

SELECTED FINANCIAL DATA SHEET

FOR CLASS A, B, C AND D, WATER UTILITIES

To prepare the attached data sheets, refer to the Balance Sheet, Income Statement and supporting detail schedules in the annual report for the required data.

Please follow the instructions below:

1. Common plant allocated to water should be indicated with water plant figures in Net Plant Investment.
2. The capitalization section for those reporting on both California Only and Total System Forms should be identical and completed with Total Company Data. Be sure that Advances for Construction include California water data only.
3. Complete the operation section with California water revenues and expenses, but if necessary, remove interdepartmental revenues and expenses.
4. All other utility and nonutility revenues and expenses are netted on Line No. 38.

Year 2008

NAME OF UTILITY California-American Water Company

PHONE 1-619-435-7450

PERSON RESPONSIBLE FOR THIS REPORT Robert MacLean

(Prepared from Information in the 2008 Annual Report)

	1/1/2008	12/31/2008	Average
BALANCE SHEET DATA			
1 Intangible Plant	\$ 4,895,386	\$ 3,696,485	\$ 4,295,936
2 Land and Land Rights	7,336,712	8,573,882	7,955,297
3 Depreciable Plant	531,197,921	563,577,457	547,387,689
4 Gross Plant in Service	543,430,020	575,847,823	559,638,922
5 Less: Accumulated Depreciation	(198,532,575)	(213,404,389)	(205,968,482)
6 Net Water Plant in Service	344,897,445	362,443,434	353,670,440
7 Water Plant Held for Future Use	319,240	319,240	319,240
8 Construction Work in Progress	28,083,854	33,654,024	30,868,939
9 Materials and Supplies	575,690	662,415	619,053
10 Less: Advances for Construction	(15,726,303)	(15,442,016)	(15,584,160)
11 Less: Contributions in Aid of Construction	(47,987,023)	(49,579,326)	(48,783,175)
12 Less: Accumulated Deferred Income and Investment Tax Credits	(18,382,829)	(22,801,320)	(20,592,075)
13 Net Plant Investment	\$ 291,780,073	\$ 309,256,451	\$ 300,518,262
CAPITALIZATION			
14 Common Stock	\$ 92,477,914	\$ 92,477,914	\$ 92,477,914
15 Proprietary Capital (Individual or Partnership)	0	0	0
16 Paid-in Capital	28,122,026	48,234,569	38,178,298
17 Retained Earnings	25,102,112	24,151,466	24,626,789
18 Common Stock and Equity (Lines 14 through 17)	145,702,052	164,863,949	155,283,001
19 Preferred Stock	0	0	0
20 Long-Term Debt	210,832,214	243,000,000	226,916,107
21 Notes Payable			0
22 Total Capitalization (Lines 18 through 21)	\$ 356,534,266	\$ 407,863,949	\$ 382,199,108

Year 2008

NAME OF UTILITY California-American Water Company PHONE 1-619-435-7450

INCOME STATEMENT

	Annual Amount
23 Unmetered Water Revenue	\$ 14,643,605
24 Fire Protection Revenue	1,787,580
25 Irrigation Revenue	230,827
26 Metered Water Revenue	110,870,858
27 Total Operating Revenue	127,532,870
28 <u>Operating Expenses</u>	94,736,259
29 Depreciation Expense (Composite Rate 3.097%)	17,940,252
30 Amortization and Property Losses	487,526
31 Property Taxes	3,349,523
32 Taxes Other Than Income Taxes	1,459,716
33 Total Operating Revenue Deduction Before Taxes	9,559,594
34 California Corp. Franchise Tax	49,424
35 Federal Corporate Income Tax	(4,260,640)
36 Total Operating Revenue Deduction After Taxes	13,770,810
37 Net Operating Income (Loss) - California Water Operations	13,770,810
38 Other Operating and Nonoper. Income and Exp. - Net (Exclude Interest Expense)	(12,444,446)
39 Income Available for Fixed Charges	1,326,363
40 Interest Expense	1,289,614
41 Net Income (Loss) Before Dividends	36,749
42 Preferred Stock Dividends	0
43 Net Income (Loss) Available for Common Stock	\$ 36,749

OTHER DATA

44 Refunds of Advances for Construction	543,080
45 Total Payroll Charged to Operating Expenses	17,045,497
46 Purchased Water	30,775,693
47 Power	7,451,448
48 Class A Water Companies Only:	
a. Pre-TRA 1986 Contributions in Aid of Construction	50,852,200
b. Pre-TRA 1986 Advances for Construction	5,531,353
c. Post TRA 1986 Contributions in Aid of Construction	16,271,528
d. Post TRA 1986 Advances for Construction	9,910,663

Active Service Connections (Exc. Fire Protect.)	Jan. 1	Dec. 31	Annual Average
	49 Metered Service Connections	132,508	135,586
50 Flat Rate Service Connections	50,679	48,778	49,729
51 Total Active Service Connections	183,187	184,364	183,776

Adjusted to Exclude Non-Regulated Activity

Year 2008

NAME OF UTILITY California-American Water Company

PHONE 1-619-435-7450

PERSON RESPONSIBLE FOR THIS REPORT Robert MacLean

(Prepared from Information in the 2008 Annual Report)

	1/1/2008	12/31/2008	Average
BALANCE SHEET DATA			
1 Intangible Plant	\$ 4,895,386	\$ 3,696,485	\$ 4,295,936
2 Land and Land Rights	7,336,712	8,573,882	7,955,297
3 Depreciable Plant	531,197,921	563,577,457	547,387,689
4 Gross Plant in Service	543,430,020	575,847,823	559,638,922
5 Less: Accumulated Depreciation	(198,532,575)	(213,404,389)	(205,968,482)
6 Net Water Plant in Service	344,897,445	362,443,434	353,670,440
7 Water Plant Held for Future Use	319,240	319,240	319,240
8 Construction Work in Progress	28,083,854	33,654,024	30,868,939
9 Materials and Supplies	575,690	662,415	619,053
10 Less: Advances for Construction	(15,726,303)	(15,442,016)	(15,584,160)
11 Less: Contributions in Aid of Construction	(47,987,023)	(49,579,326)	(48,783,175)
12 Less: Accumulated Deferred Income and Investment Tax Credits	(18,382,829)	(22,801,320)	(20,592,075)
13 Net Plant Investment	<u>\$ 291,780,073</u>	<u>\$ 309,256,451</u>	<u>\$ 300,518,262</u>
CAPITALIZATION			
14 Common Stock	\$ 92,477,914	\$ 92,477,914	\$ 92,477,914
15 Proprietary Capital (Individual or Partnership)	0	0	0
16 Paid-in Capital	28,122,026	48,234,569	38,178,298
17 Retained Earnings	25,102,112	24,151,466	24,626,789
18 Common Stock and Equity (Lines 14 through 17)	147,945,102	164,863,949	155,283,001
19 Preferred Stock	0	0	0
20 Long-Term Debt	210,832,214	243,000,000	226,916,107
21 Notes Payable			
22 Total Capitalization (Lines 18 through 21)	<u>\$ 358,777,316</u>	<u>\$ 407,863,949</u>	<u>\$ 382,199,108</u>

Note:

Adjusted to Exclude Non-Regulated Activity
Year 2008

NAME OF UTILITY California-American Water Company PHONE 1-619-435-7450

	Annual Amount
INCOME STATEMENT	
23 Unmetered Water Revenue	\$ 14,643,605
24 Fire Protection Revenue	1,787,580
25 Irrigation Revenue	230,827
26 Metered Water Revenue	110,870,858
27 Total Operating Revenue	<u>127,532,870</u>
28 <u>Operating Expenses</u>	<u>94,736,259</u>
29 Depreciation Expense (Composite Rate <u>3.097%</u>)	<u>17,940,252</u>
30 Amortization and Property Losses	<u>487,526</u>
31 Property Taxes	<u>3,349,523</u>
32 Taxes Other Than Income Taxes	<u>1,459,716</u>
33 Total Operating Revenue Deduction Before Taxes	<u>9,559,594</u>
34 California Corp. Franchise Tax	<u>49,424</u>
35 Federal Corporate Income Tax	<u>(4,667,352)</u>
36 Total Operating Revenue Deduction After Taxes	<u>14,177,522</u>
37 Net Operating Income (Loss) - California Water Operations	<u>14,177,522</u>
38 Other Operating and Nonoper. Income and Exp. - Net (Exclude Interest Expense)	<u>(13,412,809)</u>
39 Income Available for Fixed Charges	<u>764,713</u>
40 Interest Expense	<u>1,289,614</u>
41 Net Income (Loss) Before Dividends	<u>(524,901)</u>
42 Preferred Stock Dividends	<u>-</u>
43 Net Income (Loss) Available for Common Stock	<u>\$ (524,901)</u>

OTHER DATA	
44 Refunds of Advances for Construction	\$ 543,080
45 Total Payroll Charged to Operating Expenses	<u>17,045,497</u>
46 Purchased Water	<u>30,775,693</u>
47 Power	<u>\$ 7,451,448</u>
48 Class A Water Companies Only:	
a. Pre-TRA 1986 Contributions in Aid of Construction	\$ 50,852,200
b. Pre-TRA 1986 Advances for Construction	<u>5,531,353</u>
c. Post TRA 1986 Contributions in Aid of Construction	<u>16,271,528</u>
d. Post TRA 1986 Advances for Construction	<u>\$ 9,910,663</u>

	(Exc. Fire Protect.)	Jan. 1	Dec. 31	Annual Average
49 Metered Service Connections	<u>Active Service Connections</u>	<u>132,508</u>	<u>135,586</u>	<u>134,047</u>
50 Flat Rate Service Connections		<u>50,679</u>	<u>48,778</u>	<u>49,729</u>
51 Total Active Service Connections		<u>183,187</u>	<u>184,364</u>	<u>183,776</u>

Notes to Adjusted Selected Financial Data

Instructions: Provide reasons for each adjustment to the Selected Financial Data due to non-regulated activities. Detail this information by name of line item (Gross Plant, Operating Revenues, etc.), account number, dollar amount, and by point in time (end of year, beginning of year, or average).

1 Other Operating and Nonoper. Income and Exp. - Net (Exclude Interest Expense), Account Number 526, Dollar Amount \$968,363 is the non-regulated activity as referenced in schedule SFC3c, End of year

2 Federal Corporate Income Tax, Account Number 507, Dollar Amount \$406,712.46 represents tax effect of reduction of non-regulated revenues of \$968,363, End of year

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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
	Descanso Operating and Maintenance Contract	Active	247,803	526	N/A	N/A	N/A	N/A	N/A	N/A	N/A
	Willowings Operating and Maintenance Contract	Active	354,688	526	N/A	N/A	N/A	N/A	N/A	N/A	N/A
	Antenna Leases (various)	Active	365,872	526	N/A	N/A	N/A	N/A	N/A	N/A	N/A

GENERAL INFORMATION

- 1 Name under which utility is doing business:
California-American Water Company
- 2 Official mailing address:
1033 B Avenue, Suite 200, Coronado, CA ZIP 92118
- 3 Name and title of person to whom correspondence should be addressed:
Robert MacLean, President Telephone 1-619-435-7450
- 4 Address where accounting records are maintained:
131 Woodcrest Road, Cherry Hill, NJ 08003
- 5 Service Area (Refer to district reports if applicable):
See District Reports
- 6 Service Manager (If located in or near Service Area.) (Refer to district reports if applicable.)
Name: See District Reports
Address: _____ Telephone: _____

7 OWNERSHIP. Check and fill in appropriate line:

- | | | |
|-------------------------------------|---------------------------------|--|
| <input type="checkbox"/> | Individual (name of owner) | _____ |
| <input type="checkbox"/> | Partnership (name of partner) | _____ |
| <input type="checkbox"/> | Partnership (name of partner) | _____ |
| <input type="checkbox"/> | Partnership (name of partner) | _____ |
| <input checked="" type="checkbox"/> | Corporation (corporate name) | <u>California-American Water Company</u> |
| | Organized under laws of (state) | <u>California</u> Date: <u>12/7/1965</u> |

Principal Officers:

<u>Robert G. MacLean</u>	<u>President</u>
<u>Thomas Bunosky</u>	<u>VP Operations</u>
<u>Benjamin Lewis</u>	<u>VP Customer & Operations Support</u>
<u>Christopher Buls</u>	<u>VP Finance & Treasurer</u>
<u>Kevin A. Tilden</u>	<u>VP External Affairs</u>
<u>Mark Schubert</u>	<u>VP Engineering</u>
<u>Linda C. Stillman</u>	<u>VP Human Resources</u>
<u>Carrie Gleeson</u>	<u>Secretary, Divisional General Counsel</u>
<u>Lori Girard</u>	<u>Assistant Secretary</u>
<u>Dave Stephenson</u>	<u>Assistant Treasurer</u>

- 8 Names of associated companies:
American Water Works Company, Inc.

- 9 Names of corporations, firms or individuals whose property or portion of property have been acquired during the year, together with date of each acquisition:
- | | |
|-------------|-------------|
| _____ | Date: _____ |
| <u>None</u> | Date: _____ |
| _____ | Date: _____ |
| _____ | Date: _____ |

- 10 Use the space below for supplementary information or explanations concerning this report:
- None

- 11 List Name, Grade, and License Number of all Licensed Operators:
- See Attached List

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

Name	WATER DISTRIBUTION		WATER TREATMENT		MISCELLANEOUS	
	DOHS Number	Grade	DOHS Number	Grade	CERTIFICATIONS Title	Number
Almanza, Salvador S.	10261	2				
Arveson, Leonard	5639	3	15717	2		
Barber, Mark L.	30292	1				
Barr, Charles R.			15118	2	Grade 1 Mechanical Tech. #373; Grade 1 Water Quality Analyst #526; Grade 1 Laboratory Analyst #260; Backflow Prevention #02553.	
Borrego, Ralph D.	4545	3				
Bricker Jr., James P.	25859	2	25090	2		
Burritt, George V.	15007	4	23813	3		
Casey, Scott P.	4943	2				
Ceballos, Raymond M.	31501	1				
Chargin, Brenda S.	27892	2	26213	2	Backflow	12753
Clifford, Jason		1		2	CWE Collections III	90423001
Coppla, Robert T.	4944	4	14839	4		
Curtice, Luke E.	9606	2				
Daniels, Gregory S.	31348	2				
Davi, Christina F.	32361	1				
Demaria, Salvatore J.			14996	1		
De Ocampo, Raymond T.					CWEA Lab Analyst 3	
Dimaggio, Joseph L.	9607	2			Landscape Irrigation Auditor	
Dolor, Raymundo C.					Landscape Irrigation Auditor Qualified Applicator	& Water Cons. 16141
Dorsey, Nester T.	7178	2				
Draeger, Randal M.	9837	3				
Eldridge, Ron L.	4547	2				
Evans, Craig	4945	3	14889	3		
Fillce, Kristopher L.	23298	2	24625	2		
Foster, William M.	5397	3	21827	1		
Fugitt, David A.	4549	4	9697	3		
Gamboa, Tino M.	7356	3				
Garza, Ernesto	27751	1				
Glass, Patricia M.	29978	1	27417	1		
Griswold, Eugene R.	14998	2				
Haynes, Tina B.	5401	3	26594	1		
Hofsheier, Gary L.	4254	3				
Hosfelt, Michael E.	14991	2	09856	2		
Jacobson, Susan	25707	1	25344	2		
James, Robert	25708	1	11633	3		
Johns, Arzell	14992	2	16246	1		
Kolonics, Andrew J.	14940	2	12828	1		
La Sala, Vincent B.	9603	3				
Lashley, Charles E.	28813	1				
Magretto, Mike	4552	5	12255	4	Backflow	5314
Marseguerra, Michael	4553	3	15837	1		
Martin, James E.	6709	3				
Maschlo, Kathleen M.			27353	2		
Moreno, Cleotilde J.	29846	2	28785	1		
Mosqueda, Abraham P.					Qualified Applicator	18429
Murdock, Mitchell E.	25732	2	25192	2		
Mckenzie, Thomas G.	10262	2				
Nichols, James G. M.	4555	4	18498	2		
Perez, Gabriel	29452	1	27185	1		
Peterson, Thomas L.	9800	5	21217	5	Laboratory Analyst	253
Phillips, George F.	14947	2				
Raffaelli, Thomas S.		2	13316	3		
Rappa, Paul M.	4954	3			Backflow	
Richins, Michael J.	25765	1	24822	1		
Riso, Joseph J.	5407	3				
Rodriguez, Guillermo	29341	3	24672	1		
Russo, Mark N.	31162	1				
Russo, David W.	15548	2	10963	1		
Scaccia, Ron T.	4557	3				
Schuck, Kenneth W.	4559	2	00607	5		
Silva, Lesley Ann	5410	2				
Singleton, Robert L.	30485	1				
Torrente, Vincent	4958	3				
Torres, Marilyn					Water Conservation/Auditor	1050
Valladaros, Gregorio		2		2		
Vogl, Frank A.	20669	1	5805	3		
Wigg, Cornelius	25813	1				

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

WATER DISTRIBUTION				WATER TREATMENT		Other Certs	DL Type
Last Name	First Name	Grade	Cert. #	Grade	Cert. #		
Anderson	William S.	D2	15392				
Carabes	Raul	D2	28126	T2	29888		
Coleman	John M.	D3	4153	T2	15485		
Cruz	Joe	D2	29086				
Echevarria	Herminio	D3	7698				Class A
Gonzales	Jesus	D1	32688				
Grindeland	Daryl	D2	3710				
Lefler	Dean	D3	5149	T1	14100		
Maestas	Dave	D1	31822				
Marini	Erminio	D4	29529	T4	19694	WQ1	Haz Mat
Morgan	Dennis	D3	5558				
Mullins	Tim	D3	5345				
Rojas	Eric	D3	16309	T2	27190		Class A
Slusser	Chris	D2	5077				
Strommen	Dan	D3	5360	T2	23042		
Warfield	William	D1	22953				
Welton	Jon	D2	4106				Class A
Wright	Brian	D2	35636	T2			

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

	WATER DISTRIBUTION		WATER TREATMENT		LICENSE
	DOHS		DOS		DMV
Name	Grade	Operator#	Grade	Operator#	Class A Exp Date
Almada, Fred	D3	31057	T2	27054	
Ames, Wade	D3	27233	T2	26554	
Armand, David	D1	26646		-	
Bell, Jared	D2	8988	T3	23413	
Casebier, Steve	D2	14641	T3	12161	
Cheek, Jason	D2	35346	T2	28808	
Christenson, Dan	D2	14642		-	yes-11/20/2010
Claxton, Rodney	D2	35736		-	yes, 11/7/2009
Cokley, Jirasak	D2	32983		-	
Coleman, Terry	D2	29308	T2	29889	
Crowther, Chris	D3	26990	T3	22906	
DiGenova, Margaret	D3	25883	T4	25767	
Diller, John	-	-	T2	6360	
Duncan, Debra	D3	23283	T3	24579	
Epps, Brian	D4	5831	T4	10786	
Fackrell, Orson	-		T3	22768	
Flint, Kevin L	D3	31038		-	
Fuller, Mike	D2	27713	T1	27574	
Garcia, Chris	D2	29949		-	
Gilon, Yitzhak	D3	9535	T3	15514	
Hobert, Rick	D2	30149	T2	19048	
Kelley, Kevin	D2	28215		-	
Lindstrom, Anthony	D4	5839	T4	13340	
Lynch, Sandra			T1	30506	
Martin, Jose	D2	35984		-	
Nakpil, Eric A.	D3	30313	T3	25753	
Olivarez, Oscar	D2	20175		-	yes, 8/27/2009
Perez, Osvaldo	D2	36023		-	
Pressey, Ed	D2	15032	T4	4661	
Sanborn, Daniel	D2	35324		-	
Silvas, Jared	D2	33341		-	
Tanner, Joe	D4	18875	T3	24690	
Tarp, Ronald D.	D2	28238	T2	27634	yes
Trotter, Craig	D2	33347	T2	29901	yes, 7/18/2010
Trush, Daniel	D3	20176	T2	27672	yes, 8/6/2010
Valtman, Mark	D2	9805	T2	26107	
Villasenor, Noe	D3	20177	T1	27637	
Walker, Clyde	D2	30210	T2	29296	
Watson, Donald L.	D3	19059	T3	23730	
Webster, Joshua	D2	33353	T2	28576	
Wilson, Nick	D3	28338	T2	29297	

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

WATER DISTRIBUTION				WATER TREATMENT	
Last Name	First Name	Grade	Op. #	Grade	Op. #
Albanez	Anthony	D2	31579	T1	30228
Alexander	Laurie	D3	4353	T1	16898
Barajas	Emanuel	D1	32894	---	---
Boyle	Tom	D2	7131	T2	19605
Estrada	Henry	D3	4355	T1	23449
Hilbert	Mike	D2	15436	T1	24045
Jacquez	Rudy	D2	4357	---	---
Molina	Henry	D2	28797	T1	30251
Pappas	James	D4	2746	T2	8790
Roldan	Joe	D3	5139	T1	19732
Victorero	Robert	D2	14215	---	---
Weiss	Bill	D3	4445	T1	20020
Williams	Jennifer	D3	14217	T2	23062
Yanez	Al	D3	8985	---	---

**SCHEDULE A
COMPARATIVE BALANCE SHEETS
Assets and Other Debits**

Line No.	Accl.	Title of Account (a)	Schedule No. (b)	Balance End-of-Year (c)	Balance Beginning of Year with Topsides	Balance As Filed 12/31/2007
1		I. UTILITY PLANT				
2	100	Utility plant	A-1	\$ 609,821,087	\$ 571,833,115	\$ 571,833,115
3	107	Utility plant adjustments		10,843,646	10,942,465	10,942,465
4		Total utility plant		620,664,733	582,775,580	582,775,580
5	250	Reserve for depreciation of utility plant	A-3	213,404,389	198,532,575	198,532,575
6	251	Reserve for amortization of limited term utility investments	A-3	5,333	249	249
7	252	Reserve for amortization of utility plant acquisition adjustment	A-3	8,013,080	7,664,414	7,664,414
8		Total utility plant reserves		221,422,803	206,197,237	206,197,237
9		Total utility plant less reserves		399,241,930	376,578,343	376,578,343
10						
11		II. INVESTMENT AND FUND ACCOUNTS				
12	110	Other physical property	A-2	4,015,827	4,070,596	4,070,596
13	253	Reserve for depreciation and amortization of other property	A-3	222,406	148,708	148,708
14		Other physical property less reserve				
15	111	Investments in associated companies	A-4	0	0	0
16	112	Other investments	A-5	0	0	0
17	113	Sinking funds	A-6	0	0	0
18	114	Miscellaneous special funds	A-7	0	0	0
19		Total investments and fund accounts		3,793,421	3,921,888	3,921,888
20						
21		III. CURRENT AND ACCRUED ASSETS				
22	120	Cash		309,417	965,604	965,604
23	121	Special deposits	A-8	109,095	70,556	70,556
24	122	Working funds		4,690	4,690	4,690
25	123	Temporary cash investments		0	0	0
26	124	Notes receivable	A-9	77,185	25,636	25,635
27	125	Accounts receivable		8,237,299	8,453,792	8,453,792
28	126	Receivables from associated companies	A-10	1,727	1,298	1,298
29	131	Materials and supplies		662,415	575,691	575,691
30	132	Prepayments	A-11	2,283,098	1,353,446	1,353,446
31	133	Other current and accrued assets	A-12	9,321,642	11,036,417	11,036,417
32		Total current and accrued assets		21,006,568	22,487,130	22,487,129
33						
34		IV. DEFERRED DEBITS				
35	140	Unamortized debt discount and expense	A-13	2,297,013	971,942	971,942
36	141	Extraordinary property losses	A-14	0	0	0
37	142	Preliminary survey and investigation charges		12,989,553	12,154,571	12,154,570
38	143	Clearing accounts		0	0	0
39	145	Other work in progress		0	193,079	193,079
40	146	Other deferred debits	A-15	107,199,366	101,950,065	102,402,882
41		Total deferred debits		122,485,932	115,269,657	115,722,473
42		Total assets and other debits		\$ 546,527,852	\$ 518,257,018	\$ 518,709,833
43						

SCHEDULE A
COMPARATIVE BALANCE SHEETS
Liabilities and Other Credits

Line No.	Acct.	Title of Account (a)	Schedule No. (b)	Balance End-of-Year (c)	Balance Beginning of Year With Topsides	Balance As Filed 12/31/2007
1		I. CORPORATE CAPITAL AND SURPLUS				
2	200	Common capital stock	A-18	92,477,914	92,477,914	\$ 92,477,914
3	201	Preferred capital stock	A-18	0		0
4	202	Stock liability for conversion		0		0
5	203	Premiums and assessments on capital stock	A-19	0		0
6	150	Discount on capital stock	A-16	0		0
7	151	Capital stock expense	A-17	0		0
8	270	Capital surplus	A-20	48,234,569	28,122,027	28,122,027
9	271	Earned surplus	A-21	24,152,235	25,102,112	25,386,647
10		Total corporate capital and surplus		164,864,718	145,702,053	145,986,588
11						
12		II. PROPRIETARY CAPITAL				
13	204	Proprietary capital (individual or partnership)	A-22	0	0	0
14	205	Undistributed profits of proprietorship or partnership	A-23	0	0	0
15		Total proprietary capital		0	0	0
16						
17		III. LONG-TERM DEBT				
18	210	Bonds	A-24	243,000,000	210,832,214	210,832,214
19	211	Receivers' certificates		0	0	0
20	212	Advances from associated companies	A-25	0	0	0
21	213	Miscellaneous long-term debt	A-26	0	0	0
22		Total long-term debt		243,000,000	210,832,214	210,832,214
23						
24		IV. CURRENT AND ACCRUED LIABILITIES				
25	220	Notes payable	A-28	1,336,399	29,713,468	29,713,468
26	221	Notes receivable discounted		0	0	0
27	222	Accounts payable		8,974,052	7,195,026	7,195,026
28	223	Payables to associated companies	A-29	(150,191)	11,218	11,218
29	224	Dividends declared		0	0	0
30	225	Matured long-term debt		0	116,115	116,115
31	226	Matured interest		0	0	0
32	227	Customers' deposits		0	0	0
33	228	Taxes accrued	A-31	2,126,613	3,012,936	4,944,572
34	229	Interest accrued		909,621	614,799	614,799
35	230	Other current and accrued liabilities	A-30	14,477,248	11,942,027	11,942,027
36		Total current and accrued liabilities		27,673,743	52,605,589	54,537,225
37						
38		V. DEFERRED CREDITS				
39	240	Unamortized premium on debt	A-13			
40	241	Advances for construction	A-32	15,442,016	15,726,303	15,726,303
41	242	Other deferred credits	A-33	45,356,337	44,997,347	43,233,992
42		Total deferred credits		60,798,352	60,723,650	58,960,295
43						
44		VI. RESERVES				
45	254	Reserve for uncollectible accounts	A-34	611,713	406,488	406,488
46	255	Insurance reserve	A-34	0	0	0
47	256	Injuries and damages reserve	A-34	0	0	0
48	257	Employees' provident reserve	A-34	0	0	0
49	258	Other reserves	A-34	0	0	0
50		Total reserves		611,713	406,488	406,488
51						
52		VII. CONTRIBUTIONS IN AID OF CONSTRUCTION				
53	265	Contributions in aid of construction	A-35	49,579,326	47,987,025	47,987,023
54		Total liabilities and other credits		\$ 546,527,852	\$ 518,257,018	\$ 518,709,833

SCHEDULE B
Income Account for the Year

Line No.	Acct.	Account (a)	Schedule Page No. (b)	Amount (c)
1		I. UTILITY OPERATING INCOME		
2	501	Operating revenues	B-1	127,532,870
3				
4		Operating Revenue Deductions:		
5	502	Operating expenses	B-2	94,736,259
6	503	Depreciation	A-3	17,940,252
7	504	Amortization of limited-term utility investments	A-3	370,388
8	505	Amortization of utility plant acquisition adjustments	A-3	117,138
9	506	Property losses chargeable to operations	B-3	(2,408,819)
10	507	Taxes	B-4	598,023
11		Total operating revenue deductions		111,353,241
12		Net operating revenues		16,179,629
13	508	Income from utility plant leased to others		
14	510	Rent for lease of utility plant		
15		Total utility operating income		16,179,629
16				
17		II. OTHER INCOME		
18	521	Income from nonutility operations (Net)	B-6	(5,810)
19	522	Revenue from lease of other physical property		365,872
20	523	Dividend revenues		0
21	524	Interest revenues		898,571
22	525	Revenues from sinking and other funds		0
23	526	Miscellaneous nonoperating revenues	B-7	2,008,227
24	527	Nonoperating revenue deductions - Dr.	B-8	(657,844)
25		Total other income		2,609,016
26		Net income before income deductions		18,788,645
27				
28		III. INCOME DEDUCTIONS		
29	530	Interest on long-term debt		13,119,264
30	531	Amortization of debt discount and expense		85,080
31	532	Amortization of premium on debt - Cr.		0
32	533	Taxes assumed on interest		0
33	534	Interest on debt to associated companies		0
34	535	Other interest charges	B-9	1,289,614
35	536	Interest charged to construction - Cr.		0
36	537	Miscellaneous amortization		0
37	538	Miscellaneous income deductions	B-10	4,257,938
38		Total income deductions		18,751,896
39		Net income		36,749
40				
41		IV. DISPOSITION OF NET INCOME		
42	540	Miscellaneous reservations of net income		0
43				
44		Balance transferred to Earned Surplus or		
45		Proprietary Accounts scheduled on page 21		
46				

SCHEDULE A-1
Account 100 - Utility Plant

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	100 - 1	Utility plant in service (Schedule A-1a)	543,512,452	42,878,965	(6,611,222)	(3,932,372)	575,847,823
2	100 - 2	Utility plant leased to others	0	0	0	0	0
3	100 - 3	Construction work in progress	28,083,854	48,080,126	0	(42,509,956)	33,654,024
4	100 - 4	Utility plant held for future use (Sch A-1c)	319,240	0	0	0	319,240
5	100 - 5	Utility plant acquisition adjustments	10,942,465	0	0	(98,819)	10,843,646
6	100 - 6	Utility plant in process of reclassification	0	0	0	0	0
7		Total utility plant	582,858,011	90,959,091	(6,611,222)	(46,541,147)	620,664,733

SCHEDULE A-1a
Account 100.1 - 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)
8		I. INTANGIBLE PLANT					
9	301	Organization	163,173	(5,227)	0	(4,263)	153,683
10	302	Franchises and consents (Schedule A-1b)	352,072	3,583	0	(999)	354,656
11	303	Other intangible plant	4,380,141	614,847	0	(1,806,844)	3,188,145
12		Total intangible plant	4,895,386	613,204	0	(1,812,106)	3,696,485
13							
14		II. LANDED CAPITAL					
15	306	Land and land rights	7,336,712	(240,272)	0	1,477,441	8,573,882
16							
17		III. SOURCE OF SUPPLY PLANT					
18	311	Structures and improvements	1,103,347	475,990	(9,192)	(23,338)	1,546,807
19	312	Collecting and impounding reservoirs	2,980,198	0	0	(231,456)	2,748,742
20	313	Lake, river and other intakes	1,090,230	0	0	(6,237)	1,083,993
21	314	Springs and tunnels	0	0	0	0	0
22	315	Wells	22,996,981	(197,987)	(15,539)	(4,996)	22,778,460
23	316	Supply mains	4,325,531	2,302,007	0	0	6,627,538
24	317	Other source of supply plant	209,157	0	0	0	209,157
25		Total source of supply plant	32,705,445	2,580,010	(24,730)	(266,027)	34,994,698
26							
27		IV. PUMPING PLANT					
28	321	Structures and improvements	8,537,484	833,987	1,546	(1,128,871)	8,244,146
29	322	Boiler plant equipment	0	0	0	0	0
30	323	Other power production equipment	73,041	60,491	0	1,016,671	1,150,204
31	324	Pumping equipment	36,811,999	4,224,770	(81,775)	(289,656)	40,665,337
32	325	Other pumping plant	3,446,199	0	0	13,970	3,460,169
33		Total pumping plant	48,868,723	5,119,248	(80,229)	(387,886)	53,519,857
34							
35		V. WATER TREATMENT PLANT					
36	331	Structures and improvements	12,092,426	369,469	(1,891)	(151,985)	12,308,019
37	332	Water treatment equipment	44,576,209	2,590,515	(81,071)	(1,389,468)	45,696,185
38		Total water treatment plant	56,668,635	2,959,984	(82,963)	(1,541,452)	58,004,205

SCHEDULE A-1a
Account 100.1 - 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		VI. TRANSMISSION AND DIST. PLANT					
2	341	Structures and improvements	363,614	1,342	(74,946)	119,735	409,745
3	342	Reservoirs and tanks	49,082,266	5,199,320	(513,363)	0	53,768,224
4	343	Transmission and distribution mains	197,100,218	9,140,491	(3,128,463)	355,282	203,467,527
5	344	Fire mains	(907)	13,197	0	0	12,291
6	345	Services	65,661,208	6,517,357	(542,254)	(5,400)	71,630,910
7	346	Meters	20,451,861	(2,285,676)	(419,083)	(13,301)	17,733,800
8	347	Meter installations	726,412	9,936,328	0	0	10,662,740
9	348	Hydrants	18,693,033	882,602	(170,748)	0	19,404,888
10	349	Other transmission and distribution plant	(68,497)	0	0	0	(68,497)
11		Total transmission and distribution plant	352,009,208	29,404,962	(4,848,857)	456,316	377,021,629
12							
13		VII. GENERAL PLANT					
14	371	Structures and improvements	7,870,891	303,279	(69,184)	1,465	8,106,452
15	372	Office furniture and equipment	10,324,487	523,343	(708,224)	(13,983)	10,125,624
16	373	Transportation equipment	3,967,009	24,982	(524,761)	(5,900)	3,461,329
17	374	Stores equipment	16,762	0	0	0	16,762
18	375	Laboratory equipment	380,450	26,630	(10,551)	63	396,592
19	376	Communication equipment	11,735,527	1,364,683	(49,653)	15,938	13,066,495
20	377	Power operated equipment	1,785,683	9,114	(134,039)	0	1,660,758
21	378	Tools, shop and garage equipment	1,990,001	85,014	(77,307)	67,895	2,065,603
22	379	Other general plant	2,698,122	104,782	(724)	(1,924,137)	878,043
23		Total general plant	40,768,932	2,441,827	(1,574,442)	(1,858,658)	39,777,658
24							
25		VIII. UNDISTRIBUTED ITEMS					
26	390	Other tangible property	259,409	0	0	0	259,409
27	391	Utility plant purchased	0	0	0	0	0
28	392	Utility plant sold	0	0	0	0	0
29		Total undistributed items	259,409	0	0	0	259,409
30		Total utility plant in service	543,512,452	42,878,965	(6,611,222)	(3,932,372)	575,847,823

SCHEDULE A-1b
Account 302 - Franchises and Consents

Line No.	Name of Original Grantor (a)	Date of Grant (b)	Term in Years ©	Date of Acquisition by Utility (d)	Amount at which Carried in Account ¹ (e)
31	See Addendum				0
32					
33					
34					
35			Total	xxxxxxxxxxxxxxxxxxxxxxxx	0

¹ The total should agree with the balance at the end of the year in Account 302 in Schedule A-1a Line 10.

Schedule A-1b

Account 302 - FRANCHISES AND CONSENTS

<u>NAME OF ORIGINAL GRANTOR</u>	<u>DATE OF GRANT</u>	<u>TERM IN YEARS</u>	<u>DATE OF ACQUISITION BY UTILITY</u>
State of California		Perpetual	See note*
City of San Gabriel Ordinance 515-C-S	1/1/1989	50	1/19/1939
City of San Marino Ordinance 03-1169	9/10/2001	15	9/10/1986
City of San Diego Ordinance 0-19283	6/30/2004	25	11/22/1935
City of Los Angeles-Expired Ordinance 163757	1/1/1988	10	6/10/1988
County of Monterey Ordinance 1278	2/14/1963	50	2/14/1963
City of Rosemead Ordinance 96	6/28/1964	Indeterminate	6/26/1964
City of Seaside Ordinance 317	7/17/2003	25	12/11/1987
County of Ventura Ordinance 1118	1/11/1962	50	3/15/1960
County of Los Angeles Ordinance 2006-0044F	8/12/2006	15	10/21/1981
City of Bradbury Ordinance 258	9/19/1995	Indeterminate	
City of Duarte Ordinance 709	7/12/1994	Indeterminate	
City of Thousand Oaks Ordinance 1461-NS	5/9/2006	15	6/9/2006
Carmel-by-the-Sea Ordinance 93-27	1/1/1994	Indeterminate	
City of Monterey	7/8/1994	25	
Imperial Beach Ordinance 810	7/5/1990	25	
City of Pacific Grove	1/1/2008	25	
County of Sacramento	Various	--	Various
Placer County Ordinance 4609-B	10/27/1994	50	
Rancho Cordova Ordinance 53-2006	9/18/2006	15	

*Note: Acquired by purchase of stock of corporations 11-23-35 covering Coronado, Monterey, Pacific Grove and Pasadena

California American Water Company
FRANCHISES AND CONSENTS continued

Addendum Page 1b

SCHEDULE A-1b

PROPERTY	NAME OF ORIGINAL GRANTOR	DATE OF GRANT	TERM YEARS	DATE OF ACQUISITION BY UTILITY	AMOUNT CARRIED ON ACCOUNT
Arden	Sacramento County	Not Available	Not Available	Not Available	4,162
(P.U.C. Decision # 51527)					
Citizens Suburban	Sacramento County Ordinance #500 Ordinance #542	July 20, 1955 August 6, 1956	50	July 20, 1955 August 6, 1956	3,850
Parkway	Sacramento County Ordinance #492 Ordinance #713 Ordinance #458 Ordinance #878 Ordinance #489 Ordinance #1223	May 18, 1955 Aug 22, 1960 Sept. 2, 1953 April 28, 1965 April 6, 1955 Feb. 20, 1979	50	May 18, 1955 Aug 22, 1960 Sept. 2, 1953 April 28, 1965 April 6, 1955 Feb. 20, 1979	4,700
Royal Oaks	Sacramento County Ordinance #488	April 6, 1955	5	April 6, 1955	4,206
Lincoln Oaks	Sacramento County Ordinance #499	(1) July 20, 1955		(1) July 20, 1955	
Sunrise	Sacramento County Ordinance #1158 Ordinance #1228 Ordinance #1248 Ordinance #1254	June 16, 1975 May 6, 1980 July 27, 1982 Nov. 2, 1982	50 50 50	June 16, 1975 May 6, 1980 July 27, 1982 Nov. 2, 1982	75 624
Sacramento	Placer County Ordinance #4609-B	Sept. 30, 1994	50	Sept. 30, 1994	6,412
Monterey					27,696
Baldwin Hills	Los Angeles County				25,897
San Marino	Los Angeles County				7,820
Village					63,634
Sacramento	Northridge/Placer				201,874
Total					350,949
					(2)

(1) Amended by: Ordinance #523 - February 15, 1956
Ordinance #540 - July 25, 1956

(2) Does not agree to Schedule A-1a line 10 as Ordinance 486 for \$3,707 has been excluded from this schedule, but not retired as of 12/31/01. This will be retired at a future date.

SCHEDULE A-1c
Account 100.4 - Utility Plant Held for Future Use

Line No.	Description and Location of Property (a)	Date of Acquisition (b)	Approximate Date When Property Will be Placed in Service (c)	Balance End of Year (d)
1	Shopping Center-Lot 13-Village District	N/A	N/A	37,740
2	Dry Creek Land- 2.034 AC-Sacramento	3/16/2004	N/A	281,500
3				
4				
5				
6				
7				
8				
9	Total	xxxxxxxxxxxxxxxxxxxxxxxxxxxx		319,240

SCHEDULE A-2
Account 110 - Other Physical Property

Line No.	Name and Description of Property (a)	Book Value End of Year (b)
10	See Addendum- A-Account 110 - NUP Land	1,817,577
11	See Addendum- B-Account 110 - NUP Buildings	104,510
12	Non Utility Plant-NUP -Other	2,093,740
13		
14		
15		
16		
17		
18		
19		
20		
21		
22		
23		
24	Total	4,015,827

California - American Water Company Account Reconciliation
As of December 31, 2008
NUP-Land
Addendum A-Account 110

<u>BU</u>	<u>DESCRIPTION</u>	<u>ASSET ID</u>	<u>Total Amount</u>
053005	RIGHT OF WAY - OTAY WELLS	30072397	399
053005	OTAY WEST END GRANT	30072398	1,280
053005	OTAY WATERSHED WATER RIGHTS	30072399	17,725
053005	LAND OTAY WELL #1	30072400	420
054005	Airway Tank Site #2	30072390	1,088
054005	Ch Tank Site #1, Lower Mt. Devon	30072391	300
054005	Del Rey Terrace Tank & PP #28	30072392	40
054005	Harding Well Site Lots 1047&1049	30072393	1,596
054005	Paralta Tank Site	30072394	462
054005	Palm Well Site	30072396	1,600
054006	Land & Ld Rights-SS	30129412	330
054007	Land & Ld Rights-SS	30129409	532
054008	Land & Ld Rights-SS	30129410	1,002
054009	Land & Ld Rights-SS	30129411	2,000
054010	Land & Ld Rights-TD	30129413	2,887
054011	Land & Ld Rights-SS	30129408	33,546
055005	Land Sales to NUP - Escrow	30055144	2,609
055006	TFR TO NUP SCOTT RES SITE1	30129407	516
055007	TFR TO NUP LOT1-TRACT8900	30129405	3,400
055008	TFR TO NUP LOT60-TRACT1798	30129404	4,000
055009	TFR TO NUP LOT6 SAN M PARK	30129406	7,489
055105	ORBIS WELL SITE #2	30058501	240
055105	ORBIS WELL SITE #4	30072347	240
055105	VILLAGE WELL SITE #4	30072350	45
055105	ORBIS WELL SITE #10	30072348	240
055105	ORBIS WELL SITE #41	30072349	225
056005	LINDA SUE WELL SITE NO. 2	30058775	226
056005	UNDESCRIBED	30058793	18
056005	65TH ST EXPRESSWAY WELL SITE	30058802	45
056005	BLACKHAWK WELL SITE	30058804	46
056005	JEANNE WELL SITE	30058805	345
056005	GREENBACK LANE WELL SITE	30058806	40
056005	9605 ALLEGHENY WELL SITE	30058807	75
056005	BARRACUDA WELL SITE	30058808	204
056005	HUNTSMAN WELL SITE	30058809	5
056005	9513 MIRA DEL RIO	30058810	72
056005	6389 NAVION WELL SITE 2	30058811	48
056005	6389 NAVION WELL SITE	30058811	48
056005	Hurley Ave. Well Site (Vacant)	30058813	182
056005	3608 FABERGE	30058814	91
056005	3805 CONTEMPO	30058815	262
056005	9148 CASTLEBAR	30058816	172
056005	4121 ASHGROVE	30058817	153
056005	MILLS STATION WELL SITE	30058818	485
056005	9836 BURLINE	30058822	100
056005	AUBURN WELL SITE	30058824	86
056005	4908 BUFFWOOD	30058825	110
056005	7721 CMNWEALTH DR WELL SITE	30058827	259
056005	CHARDONNAY WELL SITE NO. 5	30058828	115
056005	Bellingrath Well Site	30058829	251
056005	MAP 1284 34 96 PARCEL 2	61309062	438
056005	3805 CONTEMPO Dr	61309044	102
056005	MAP 1284 34 29 PARCEL 1	61308984	1,093
056006	MAP 1284 34 13 PARCEL 1	61308977	522
056007	MAP 1284 34 50 PARCEL 1	61308966	714
056008	MAP 1284 34 91 PARCEL 1	61309036	10,011
056009	PARCEL EACH	61309080	16,163
056010	LAND PARCEL	61309102	17,856
056011	PARCEL EACH	61309093	22,733
056012	LAND PARCEL	61309103	26,345
056013	PARCEL EACH	61309097	34,115
056014	PARCEL EACH	61309082	112,875
056015	LAND PARCEL	61309106	167,999
056016	LAND PARCEL	61309104	220,748
056017	PARCEL EACH	61309094	232,531
056105	MAP 58 090 16	61320950	29,218
056105	MAP 58 090 16	61320950	(29,218)
056105	MAP 58 090 16	30129414	7,597
056105	PARCEL 059 230 050 Well 6A	30211226	858,086
Grand Total			1,817,577

California - American Water Company Account Reconciliation
As of December 31, 2008
NUP-Buildings
Addendum B-Account 110

<u>BU</u>	<u>DESCRIPTION</u>	<u>ASSET ID</u>	<u>Total Amount</u>
056005	FENCE EACH	30058830	712.00
056005	CASING EACH	30058831	1,430.00
056005	UNIDENTIFIED	30058832	893.00
056005	FENCE EACH	30058834	2,564.00
056005	FENCE EACH	30058835	1,554.00
056005	FENCE EACH	30058836	1,566.00
056005	FENCE EACH	30058837	1,070.00
056005	FENCE EACH	30058838	152.00
056005	FENCE EACH	30058839	33.00
056005	GATE ONLY	30058840	606.00
056005	FENCE EACH	30058841	1,142.21
056005	GATE ONLY	30058842	873.79
056005	FENCE EACH	30058843	3,120.00
056005	FENCE	30058844	4,052.00
056005	FENCE EACH	30058845	1,433.00
056005	FENCE EACH	30058846	1,480.00
056005	FENCE EACH	30058847	7,806.00
056005	FENCE EACH	30058848	1,818.00
056005	FENCE EACH	30058849	1,329.00
056005	FENCE EACH	30058850	2,329.00
056005	FENCE	30058851	2,280.00
056005	FENCE EACH	30058852	3,333.00
056005	Structures & Improvements (CZN ACQ)	30058853	61,911.00
056005	CONCRETE SAND TRAP	30058854	120.00
056005	5000 GAL PRESSURE TANK	30058855	903.00
	Grand Total		104,510.00

**SCHEDULE A-1d
RATE BASE**

Line No.	Acct.	Title of Account (a)	Balance End-of-Year (c)	Balance Beginning of Year (d)
1		RATE BASE		
2				
3		Utility Plant		
4		Plant in Service	569,913,281	537,009,248
5		Construction Work in Progress	33,654,024	28,083,852
6		General Office Prorate	5,934,542	6,503,203
7		Total Gross Plant (Line 4 + Line 5 + Line 6)	609,501,846	571,596,303
8				
9		Less Accumulated Depreciation		
10		Plant in Service	209,321,781	195,849,021
11		General Office Prorate	4,082,608	2,683,554
12		Total Accumulated Depreciation (Line 10 + Line 11)	213,404,389	198,532,575
13				
14		Less Other Reserves		
15		Deferred Income Taxes	21,314,008	16,917,334
16		Deferred Investment Tax Credit	1,095,775	1,177,561
17		Other Reserves	23,386,766	20,577,334
18		Total Other Reserves (Line 15 + Line 16 + Line 17)	45,796,549	38,672,229
19				
20		Less Adjustments		
21		Contributions in Aid of Construction	49,656,152	47,967,792
22		Advances for Construction	15,442,016	15,726,301
23		Other	0	0
24		Total Adjustments (Line 21 + Line 22 + Line 23)	65,098,168	63,694,094
25				
26		Add Materials and Supplies	662,412	574,894
27				
28		Add Working Cash (From Schedule A-1d(2))	17,613,035	16,360,997
29				
30		TOTAL RATE BASE		
31		=Line 7 - Line 12 - Line 18 - Line 24 + Line 26 + Line 28	303,478,187	287,633,297
32				
33				
34				
35				
36				
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52				
53				
54				

SCHEDULE A-1d (2)
RATE BASE
Working Cash Calculation

Line No.	Acct.	Title of Account (a)	Balance End-of-Year (c)	Balance Beginning of Year (d)
1		Working Cash		
2				
3		Determination of Operational Cash Requirement		
4		1. Operating Expenses, Excl Taxes, Depr. & Uncoll.	94,099,038	87,297,841
5		2. Purchased Power & Commodity for Resale*	6,756,253	6,852,582
6		3. Meter Revenues: Bimonthly Billing	103,875,489	101,329,130
7		4. Other Revenues: Flat Rate Bimonthly Billing	16,597,689	13,411,888
8		5. Total Revenues (3 + 4)	120,473,178	114,741,017
9		6. Ratio - Flat Rate to Total Revenues (4 / 5)	53.61%	53.30%
10		7. $5/24 \times \text{Line 1} \times (100\% - \text{Line 6})$	17,819,079	16,618,294
11		8. $1/24 \times \text{Line 1} \times \text{Line 6}$	356,978	313,751
12		9. $1/12 \times \text{Line 2}$	563,021	571,048
13		10. Operational Cash Requirement (7 + 8 - 9)	17,613,035	16,360,997
14				
15				
16		* Electric power, gas or other fuel purchased for pumping and/or purchased commodity for resale billed after receipt (metered).		
17				
18				
19				
20				
21				
22				
23				
24				
25				
26				
27				
28				
29				
30				
31				
32				
33				
34				
35				
36				

SCHEDULE A-3
Accounts 250 to 253, Inclusive - 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	198,532,575	250	7,664,414	148,708
2	Add: Credits to reserves during year				
3	(a) Charged to Account 503, 504, 505 ⁽¹⁾	16,590,883	5,083	0	73,698
4	(b) Charged to Account 265	3,157,179	0	0	0
5	(c) Charged to clearing accounts	0	0	0	0
6	(d) Salvage recovered	5,418,080	0	0	0
7	(e) All other credits ⁽²⁾	168,612	0	348,666	0
8	Total credits	25,334,755	5,083	348,666	73,698
9	Deduct: Debits to reserves during year				
10	(a) Book cost of property retired	10,034,297	0	0	0
11	(b) Cost of removal	122,005	0	0	0
12	(c) All other debits ⁽³⁾	306,639	0	0	0
13	Total debits	10,462,940	0	0	0
14	Balance in reserve at end of year	213,404,389	5,333	8,013,080	222,406
15					
16	(1) COMPOSITE DEPRECIATION RATE USED FOR STRAIGHT LINE REMAINING LIFE:				3.097%
17					
18	(2) EXPLANATION OF ALL OTHER CREDITS:				
19	Utility Plant - Like kind exchange due to settlement agreement 04-12-055 with the City of Thousand Oaks				
20	Utility Plant Acquisition Adjustments - Amortization of UPAA Recovery through rates, Sale of Felton District &				
21	Monterey & Orbis Amortization Acquisition Adjustments				
22					
23					
24					
25					
26					
27	(3) EXPLANATION OF ALL OTHER DEBITS:				
28	Reclassification of balances for Accumulated Depreciation Reserve in conjunction with the Reserve Balance				
29	Update for PowerPlant.				
30					
31					
32					
33					
34					
35	METHOD USED TO COMPUTE INCOME TAX DEPRECIATION:				
36	(a) Straight Line	(X) Village, Orbis, Pollack, Pre 1970			
37	(b) Liberalized	()			
38	(1) Double declining balance	(X) On Additions from 4-1-66 through 1970			
39	(2) ACRS	()			
40	(3) MACRS	()			
41	(4) Others	(X) 150% DBM on property acquired 4-1-66			
42	(c) Both straight line and liberalized	(X) ADR on Additions 1971 through 1980			
		(X) ACRS on Additions 1981 through 1986			
		(X) MACRS on Additions after 1986			

SCHEDULE A-3a
Account 250 - Analysis of Entries in Depreciation Reserve

(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		I. SOURCE OF SUPPLY PLANT					
2	311	Structures and improvements	334,727	28,454	34,246	20,578	349,513
3	312	Collecting and impounding reservoirs	1,267,194	49,572	231,456	171,684	1,256,994
4	313	Lake, river and other intakes	263,811	28,194	6,237	2,242	288,010
5	314	Springs and tunnels	0	0	0	0	0
6	315	Wells	8,708,576	809,970	20,535	(30,804)	9,467,208
7	316	Supply mains	1,151,811	91,449	0	0	1,243,260
8	317	Other source of supply plant	121,883	0	0	0	121,883
9		Total source of supply plant	11,848,003	1,007,638	292,474	163,700	12,726,867
10							
11		II. PUMPING PLANT					
12	321	Structures and improvements	2,546,738	365,159	1,250,314	833,897	2,495,479
13	322	Boiler plant equipment	0	0	0	0	0
14	323	Other power production equipment	8,478	649,754	0	0	658,232
15	324	Pumping equipment	18,857,569	1,377,235	627,644	242,719	19,849,880
16	325	Other pumping plant	0	0	0	0	0
17		Total pumping plant	21,412,784	2,392,149	1,877,958	1,076,616	23,003,591
18							
19		III. WATER TREATMENT PLANT					
20	331	Structures and improvements	5,194,695	920,533	153,876	129,454	6,090,807
21	332	Water treatment equipment	15,567,693	2,112,583	1,492,077	759,329	16,947,528
22		Total water treatment plant	20,762,388	3,033,116	1,645,953	888,783	23,038,335
23							
24		IV. TRANS. AND DIST. PLANT					
25	341	Structures and improvements	55,153	70,624	74,946	43,383	94,214
26	342	Reservoirs and tanks	18,854,098	1,171,557	513,363	279,466	19,791,758
27	343	Transmission and distribution mains	59,517,771	4,276,475	3,128,463	2,117,723	62,783,506
28	344	Fire mains	0	0	0	0	0
29	345	Services	25,418,329	2,875,465	542,254	196,835	27,948,375
30	346	Meters	9,447,147	895,776	419,083	76,198	10,000,038
31	347	Meter installations	42,976	173,339	0	0	216,315
32	348	Hydrants	6,666,220	441,701	170,748	51,876	6,989,049
33	349	Other transmission and distribution plant	127,522	2,853	0	0	130,375
34		Total trans. and distribution plant	120,129,217	9,907,791	4,848,857	2,765,480	127,953,630
35							
36		V. GENERAL PLANT					
37	371	Structures and improvements	1,488,308	309,883	69,184	50,246	1,779,254
38	372	Office furniture and equipment	6,703,230	1,986,508	181,922	(9,383)	8,498,433
39	373	Transportation equipment	5,314,071	527,891	524,761	(840)	5,316,362
40	374	Stores equipment	28,853	448	0	0	29,301
41	375	Laboratory equipment	504,903	17,292	10,551	3,643	515,287
42	376	Communication equipment	4,698,918	976,972	49,653	11,218	5,637,455
43	377	Power operated equipment	1,460,890	70,620	134,039	13,419	1,410,890
44	378	Tools, shop and garage equipment	1,286,198	107,879	77,307	14,745	1,331,515
45	379	Other general plant	1,005,826	(725,737)	321,639	316,032	274,482
46	390	Other tangible property	1,888,988	0	0	0	1,888,988
47	391	Water plant purchased	0	0	0	0	0
48		Total general plant	24,380,184	3,271,757	1,369,055	399,081	26,681,966
49		Total	198,532,575	19,612,451	10,034,297	5,293,660	213,404,389

SCHEDULE A-4
Account 111 - Investments in Associated Companies

Line No.	Class of Security (a)	Name of Issuing Company (b)	Par Value End of Year (c)	Ledger Value End of Year (d)	Rate of Interest (e)	Interest Accrued During Year (f)	Interest and Dividends Received During Year (g)
1							
2		None					
3							
4							
5							
6							
7		Totals ¹	0	0	0	0	0

¹ The total should agree with the balance at the end of the year in Account 111 on page 5.

SCHEDULE A-5
Account 112 - Other Investments

Line No.	Name and Description of Property (a)	Balance End of Year (b)
8		
9	None	
10		
11		
12		
13		
14		
15		
16	Total	0

SCHEDULE A-6
Account 113 - Sinking Funds

Line No.	Name of Fund (a)	Balance Beginning of Year (b)	Additions During Year		Deductions During Year (e)	Balance End of Year (f)
			Principal (c)	Income (d)		
1						
2	None					
3						
4						
5						
6						
7						
8						
9	Totals	0	0	0	0	0

SCHEDULE A-7
Account 114 - Miscellaneous Special Funds

Line No.	Name of Fund (a)	Balance Beginning of Year (b)	Additions During Year		Deductions During Year (e)	Balance End of Year (f)
			Principal (c)	Income (d)		
10						
11	None					
12						
13						
14						
15						
16						
17						
18	Totals	0	0	0	0	0

SCHEDULE A-10
Account 126 - Receivables from Associated Companies

Due from Whom (a)	Amount (b)	Interest Rate (c)	Interest Accrued During Year (d)	Interest Received During Year (e)
American Water Resources-AWR	1,727	0	0	0
Totals	1,727	0	0	0

SCHEDULE A-11
Account 132 - Prepayments

Item (a)	Amount (b)
Prepaid Taxes	979,260
Prepaid Insurance	17,077
Prepaid Other	1,286,762
Totals	2,283,098

SCHEDULE A-12
Account 133 - Other Current and Accrued Assets

Item (a)	Amount (b)
Accrued Utility Revenues	6,865,968
Deferred Vacation Pay	71,636
Current State Deferred Taxes	463,569
Current Federal Deferred Taxes	1,673,149
Accrued Vacation Entitlement	247,320
Totals	9,321,642

SCHEDULE A-13

Accounts 140 and 240 - Unamortized debt discount and expense and unamortized premium on debt

1. Report under separate subheadings for Unamortized Debt Discount and Expense and Unamortized Premium or Debt, particulars of discount and expense of premium applicable to each class and series of long-term debt.

2. Show premium amounts in red or by enclosure in parentheses.

3. In column (b) show the principal amount of bonds or other long-term debt originally issued.

4. In column (c) show the discount and expense or premium with respect to the amount of bonds or other long-term debt originally issued.

5. Furnish particulars regarding the treatment of unamortized debt discount and expense or premium, redemption premiums, and redemption expenses associated with issues redeemed during the year, also, date of the Commission's authorization of treatment other than as specified by the Uniform System of Accounts.

6. Set out separately and identify undisposed amounts applicable to issues which were redeemed in prior years.

7. Explain any debits and credits other than amortization debited to Account 531, Amortization of Debt Discount and Expense, or credited to Account 532, Amortization of Premium on Debt-Credit.

Line No.	Designation of long-term debt (a)	Principal amount of securities to which discount and expense, or premium minus expense, relates (b)	Total discount and expense or net Premium (c)	AMORTIZATION PERIOD		Balance beginning of year (f)	Debits during year (g)	Credits during year (h)	Balance end of year (i)
				From- (d)	To- (e)				
1	Allstate Life Ins - 9.71%	6,000,000		1/1/2003	6/1/2020	72,712	0	5,856	66,856
2	Allstate Life Ins-9.22%	10,000,000		1/1/2003	6/1/2021	76,314	0	5,888	70,626
3	American United Life Ins-6.76%	10,000,000		12/1/2002	12/1/2023	38,773	0	2,436	36,337
4	Salkeid & Co - 6.78%	10,000,000		12/1/2002	12/1/2033	46,961	0	1,812	45,149
5	State Life & American United Ins-7.33%	10,000,000		12/1/2002	5/1/2026	200,444	0	10,933	189,510
6	American Water Capital Corp - 5.52%	10,000,000		12/21/2006	12/21/2016	36,622	0	4,069	32,553
7	American Water Capital Corp - 5.62%	52,300,000		12/21/2006	12/21/2018	161,893	0	14,718	147,176
8	American Water Capital Corp - 5.77%	75,700,000		12/21/2006	12/21/2021	249,652	0	17,832	231,819
9	American Water Corp- 5.39%	24,000,000		12/21/2006	12/21/2013	88,571	0	14,762	73,809
10	American Water Corp- 10%	35,000,000		11/23/2008	12/1/2038	0	1,410,150	6,972	1,403,177
11									
12									
13									
14									
15									
16									
17									
18	Total	243,000,000	0			971,942	1,410,150	85,079	2,297,013

SCHEDULE A-14
Account 141 - Extraordinary Property Losses

Line No.	Description of Property Loss or Damage (a)	Total Amount of Loss (b)	Previously Written off (c)	WRITTEN OFF DURING YEAR		Balance End of year (f)
				Account Charged (d)	Amount (e)	
1	None					
2						
3						
4	Total			xxxxxxxxxxxx		0

SCHEDULE A-15
Account 146 - Other Deferred Debits

Line No.	Item (a)	Balance End of year (b)
5		
6	See Addendum	107,199,366
7		
8		
9		
10	Total	107,199,366

SCHEDULE A-16
Account 150 - Discount on Capital Stock

- Report the balance at end of year of discount on capital stock for each class and series of capital stock. respect to any class or series of stock, attach a statement giving particulars of the change. State the reason for any charge-off
- If any change occurred during the year in the balance with during the year and specify the account charged.

Line No.	Class and Series of Stock (a)	Balance End of year (b)
11	None	
12		
13	Total	0

SCHEDULE A-17
Account 151- Capital Stock Expense

- Report the balance at end of year of capital stock expense for each class and series of capital stock. respect to any class or series of stock, attach a statement giving particulars of the change. State the reason for any charge-off of capital stock expense and specify the account charged.
- If any change occurred during the year in the balance with capital stock expense and specify the account charged.

Line No.	Class and Series of Stock (a)	Balance End of year (b)
14	None	
15		
16	Total	0

California-American Water Company
Addendum to Schedule A-15
12/31/2008

ACCOUNT NO. 146 - OTHER DEFERRED DEBITS

ITEMS	BALANCE 12/31/2008
Deferred Rate Case Expense	3,385,381
Reg Asset-AFUDC-Equity	520,095
Reg Asset- PIt Flow	24,003
Reg Asset-Other	(351,782)
Reg Asset-St Flow Through	5,223
Reg Asset-Accum Amortization	(263,035)
Programmed Maintance-Tank Painting	4,616,639
Deferred Service Company Pension	1,377,712
Pension Payment	2,856,923
FAS 112 Costs	116,573
Enviromental Remediation Study-NOAA	7,700,000
Santa Rosa Groundwater	42,055
Conservation Balance Acct-Water Conservation for Monterey District	46,542
Purchase Wtr & Power, Credit Card Memorandum Acct and Pension Surcharge (Monterey & Felton)	2,074,378
Carmel River Dam	1,686,409
Coastal Water Project	18,261,946
Seaside Basin	1,313,333
Endangered Species Act (ESA)	1,543,666
Other Reg Assesst	2,426,500
Citizens Acquistion-Net of Amortization	56,141,727
Deferred Undistributed Costs	9,313
Other Long Term Deferred Assets	3,561,835
Accumulated Deferred FIT	81,382
Accumulated Deferred SIT	22,548
Total	<u>107,199,366</u>

SCHEDULE A-18
Accounts 200 and 201- Capital Stock

Line No.	Class of Stock (a)	Number of Shares Authorized by Articles of Incorporation (b)	Par Value of Stock Authorized by Articles of Incorporation (c)	Number of Shares Outstanding ¹ (d)	Total Par Value ² Outstanding End of Year (e)	Dividends Declared During Year	
						Rate (f)	Amount (g)
1	Common	2,000,000	0	619,136	92,477,914		0
2							
3							
4							
5							
6	Totals	2,000,000	0	619,136	92,477,914	0	0

¹ After deduction for amount of reacquired stock held by or for the respondent.

² If shares of stock have no par value, show value assigned to stock outstanding.

SCHEDULE A-18a
Record of Stockholders at End of Year

Line No.	COMMON STOCK Name (a)	Number Shares (b)	PREFERRED STOCK Name (c)	Number Shares (d)
7	American Water Works Co, Inc	619,136	None	0
8				
9				
10				
11				
12				
13				
14				
15	Total number of shares	619,136	Total number of shares	0

SCHEDULE A-19
Account 203 - Premiums and Assessments on Capital Stock

Line No.	Class of Stock (a)	Balance End of Year (b)
16	None	0
17		
18		
19		
20		
21		
22		
23		
24	Total	0

SCHEDULE A-20
Account 270 - Capital Surplus (For use by Corporations only)

Line No.	Item (a)	Amount (b)
1	Balance beginning of year	28,122,027
2	CREDITS (Give nature of each credit and state account charged)	
3	Employee Stock Purchase Program	3,155
4	Equity Infussion	20,000,000
5	Restricted Stock Award	39,437
6	Stock Donation	30,158
7	Restricted Stock Units & Options	42,956
8	Total credits	20,115,707
9	DEBITS (Give nature of each debit and state account credited)	
10	Restricted Stock Units Dividend	928
10	Restricted Stock Award	2,236
11	Total debits	3,164
12	Balance end of year	48,234,569

SCHEDULE A-21
Account 271 - Earned Surplus (For use by Corporations only)

Line No.	Acct	Account (a)	Amount (b)
12		Balance beginning of year	25,102,112
13		CREDITS	
14	400	Credit balance transferred from income account-Per Books	36,749
15	401	Miscellaneous credits to surplus (detail)	0
16		Total credits	36,749
17		DEBITS	
18	410	Debit balance transferred from income account	0
19		Monterey Sewer Income/(Loss)	881,029
20	411	Dividend appropriations-preferred stock	
21	412	Dividend appropriations-Common stock	0
22	413	Miscellaneous reservations of surplus	0
23	414	Change in Monterey Retained Earnings	105,597
24			
25		Total debits	986,626
26		Balance end of year	24,152,235

SCHEDULE A-22
Account 204 - Proprietary Capital
(Sole Proprietor or Partnership)

Line No.	Item (a)	Amount (b)
1	Balance Beginning of year	
2	CREDITS	
3	Net income for year	Schedule
4	Additional investments during year	Not Applicable
5	Other credits (detail)	
6		
7	Total credits	
8	DEBITS	
9	Net loss for year	
10	Withdrawals during year	
11	Other debits (detail)	
12		
13	Total debits	
14	Balance end of year	0

SCHEDULE A-23
Account 205 - Undistributed Profits
of Proprietorship or Partnership
 (The use of this account is optional)

Line No.	Item (a)	Amount (b)
15	Balance Beginning of year	
16	CREDITS	
17	Net income for year	Schedule
18	Other credits (detail)	Not Applicable
19		
20	Total credits	
21	DEBITS	
22	Net loss for year	
23	Withdrawals during year	
24	Other debits (detail)	
25		
26		
27	Total debits	
28	Balance end of year	0

**SCHEDULE A-24
Account 210 - Bonds**

Line No.	Class of Bond (a)	Date of Issue (b)	Date of Maturity (c)	Principal Amount Authorized (d)	Outstanding Per Balance Sheet (e)	Rate of Interest (f)	Sinking Fund Added in Current Year (g)	Cost of Issuance (h)	Interest Accrued During Year (i)	Interest Paid During Year (j)
1	Allstate Life Ins	1/1/2003	6/1/2020	6,000,000	6,000,000	9.71%	0	101,992	582,600	582,600
2	Allstate Life Ins	1/1/2003	6/1/2021	10,000,000	10,000,000	9.22%	0	104,754	922,000	922,000
3	American United Life Ins	12/1/2002	12/1/2023	10,000,000	10,000,000	6.76%	0	50,853	676,000	676,000
4	Salkeld & Co	12/1/2002	12/1/2033	10,000,000	10,000,000	6.76%	0	56,021	676,000	676,000
5	State Life & American United Ins	12/1/2002	5/1/2026	10,000,000	10,000,000	7.33%	0	255,110	733,000	733,000
6	American Water Capital Corporation	12/21/2006	12/21/2016	10,000,000	10,000,000	5.52%	0	40,891	552,000	552,000
7	American Water Capital Corporation	12/21/2006	12/21/2018	52,300,000	52,300,000	5.62%	0	176,610	2,939,260	2,939,260
8	American Water Capital Corporation	12/21/2006	12/21/2021	76,700,000	75,700,000	5.77%	0	267,484	4,367,890	4,367,890
9	American Water Capital Corporation	12/21/2006	12/21/2013	24,000,000	24,000,000	5.39%	0	103,332	1,293,600	1,293,600
10	American Water Capital Corporation	11/23/2008	12/31/2038	35,000,000	35,000,000	10.00%	0	1,410,150	330,556	74,161
11	Totals			243,000,000	243,000,000		0	2,567,097	13,072,908	12,816,511

* After deduction for amount of reacquired bonds held by or for the respondent.

SCHEDULE A-24 (a)
CLASS A WATER COMPANIES
SAFE DRINKING WATER BOND ACT DATA

Please provide the following information relating to each Safe Drinking Water Bond Act (SDWBA) loan outstanding during the 12 month reporting period. (Use one sheet for each loan.)

1. Current Fiscal Agent:

Name: Bank of America, N.A.
Address: 1655 Grant Street Bldg. A-10th Floor, Concord, CA 94520-2445
Phone Number: 1-888-400-9009
Date Hired: 4/26/1995

2. Total surcharge collected from customers during the 12 month reporting period:

\$186,797

3. Summary of the trust bank account activities showing:

Balance at beginning of year	220,510
Deposits during the year	188,885
Withdrawals made for loan payments	0
Other withdrawals from this account	409,366
Balance at end of year	29

4. Account information:

Bank Name: Bank of America
Account Number: 1499005090
Date Opened: 4/26/1995

SCHEDULE A-24 (b)
CLASS A WATER COMPANIES
SAFE DRINKING WATER BOND ACT DATA (continued)

6. Plant amounts included in Schedule A-1a, Account No. 101--Water Plant in Service which were funded using SDWBA 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					0
3	303	Land	262,778			(262,778)	0
4		Total non-depreciable plant	262,778	0	0	(262,778)	0
5		DEPRECIABLE PLANT					
6	304	Structures	1,205,330			(1,205,330)	0
7	307	Wells	84,051			(84,051)	0
8	317	Other water source plant	0				0
9	311	Pumping equipment	493,568			(493,568)	0
10	320	Water treatment plant	1,300,237			(1,300,237)	0
11	330	Reservoirs, tanks and sandpipes	155,912			(155,912)	0
12	331	Water mains	390,902			(390,902)	0
13	333	Services and meter installations	0				0
14	334	Meters	0				0
15	335	Hydrants	0				0
16	339	Other equipment	0				0
17	340	Office furniture and equipment	0				0
18	341	Transportation equipment	5,703			(5,703)	0
19		Total depreciable plant	3,635,705	0	0	(3,635,705)	0
20		Total water plant in service	3,898,482	0	0	(3,898,482)	0

SCHEDULE A-25
Account 212 - Advances from Associated Companies

Line No.	Nature of Obligation (a)	Amount of Obligation (b)	Rate of Interest (c)	Interest Accrued During Year (d)	Interest Paid During Year (e)
9					
10	None				
11					
12					
13	Totals	0			

SCHEDULE A-26
Account 213 - Miscellaneous Long Term Debt

Line No.	Nature of Obligation (a)	Date of Issue (b)	Date of Maturity (c)	Principal Amount Authorized (d)	Outstanding ¹ Per Balance Sheet (e)	Rate of Interest (f)	Interest Accrued During Year (g)	Interest Paid During Year (h)
14								
15	None							
16								
17								
18								
19								
20								
21	Totals				0			

¹ After deduction for amount of reacquired debt held by or for the respondent.

SCHEDULE A-27
Securities Issued or Assumed During Year

Line No.	Class of Security (a)	Commission Authorization (b)	Amount Issued During Year (omit cents) (c)	Discount or Premium (d)	Expenses (e)
22					
23	None				
24					
25					
26	Totals				

SCHEDULE A-28
Account 220 - Notes Payable

Line No.	In Favor of (a)	Date of Issue (b)	Date of Maturity (c)	Balance End of Year (d)	Rate of Interest (e)	Interest Accrued During Year (f)	Interest Paid During Year (g)
1	American Water Capital Corporation	None	None	1,336,399	N/A	0	0
2							
3							
4							
5							
6							
7							
8							
9	Totals			1,336,399		0	0

SCHEDULE A-29
Account 223 - Payables to Associated Companies

Line No.	Nature of Obligation (a)	Balance End of Year (b)	Rate of Interest (c)	Interest Accrued During Year (d)	Interest Paid During Year (e)
10	American Water Works Service Company	86,901	0	0	0
11	New Mexico American Water	14,574	0	0	0
12	Arizona American Water	320,640	0	0	0
13	Hawaii American Water	18,789	0	0	0
14	American Water Capital Corporation	5,866	0	0	0
15	American Water Works subsidiaries	(596,961)	0	0	0
16	Totals	(150,191)	0	0	0

SCHEDULE A-30
Account 230 - Other Current and Accrued Liabilities

Line No.	Description (a)	Balance End of Year (c)
17	Accrued Vacation	318,957
15	Accrued Purchase Water	3,031,081
16	Accrued Purchase Power	501,463
17	Accrued Legal	636,042
18	Accrued Wages	174,848
20	Accrued Waste Disposal	103,029
21	Accrued Retire Medical	27,495
22	Accrued DCP Contribution	18,770
23	Accrued Bank Fees	13,102
24	Accrued Payroll Withholding & Taxes	264,845
25	Accrued Employee 401K Match	16,212
26	Unclaimed Credits	306,026
28	Unbilled Items	71,645
29	Unbilled Stock	62,280
30	Unbilled Stock-E System	10,091
31	Collection For Others	398,373
32	Collection For Other-Gross Recorded Tax	1,108,084
33	Collection For Other-Municipal Tax	827,385
35	Accounts Payable Clearing	2,384,871
36	Payroll Check Clearing	563,514
37	Collection for Others-Customer Wir Line Protection-AWR	100,406
39	Incentive Plan Cash Annual	734,503
40	Accounts Payable Clearing	(638)
41	Reg Liability-RWIP	(685,133)
42	NOAA Short Term	3,500,000
43	Total	14,477,248

**SCHEDULE A-31
Account 228 - Accrued and Prepaid Taxes**

- This schedule is intended to give particulars of the combined prepaid and accrued tax accounts and to show the total taxes charged to operations and other accounts during the year. Do not include gasoline and other sales taxes which have been charged to the accounts to which the material on which the tax was levied was charged.
- Taxes, paid during the year and charged direct to final accounts, that is, not charged to prepaid or accrued taxes, should be included in the schedule. Enter the amounts both in columns (d) and (e). The balancing of the schedule is not affected by the inclusion of these taxes.
- Taxes charged during the year, column (d), include taxes charged to operations and other accounts through (a) accruals credited to taxes accrued, (b) amounts credited to prepaid taxes for proportions of prepaid taxes chargeable to current year, and (c) taxes paid and charged direct to operations or accounts other than accrued and prepaid tax accounts.
- If any tax covers more than 1 year, the required information of all columns should be show separately for each year.
- Enter all adjustments of the accrued and prepaid tax accounts in column (f) and explain each adjustment. Designate debit adjustments by parentheses.
- See schedule entitled "TAXES CHARGED DURING YEAR," page 32, for a distribution of taxes charged, column (d) according to utility departments and accounts.
- Do not include in this schedule entries with respect to deferred income taxes or taxes collected through payroll deductions or otherwise pending transmittal of such taxes to the taxing authority.

Line No.	Kind of Tax (See instruction 5) (a)	BALANCE BEGINNING OF YEAR		Taxes Charged During Year (d)	Paid During Year (e)	Adjustments (f)	BALANCE END OF YEAR	
		Taxes Accrued (b)	Prepaid Taxes (c)				Taxes Accrued (Account 228) (g)	Prepaid Taxes (Incl. in Acct. 132) (h)
1	Taxes on real and personal property	(15,758)		3,362,181	3,348,423		0	
2	State corporation franchise tax	72,730		652,332	70,223		654,839	
3	State unemployment insurance tax	21,171		75,907	63,934		33,144	
4	Other state and local taxes	624,202		(270,700)	155,465		198,037	
5	Federal unemployment insurance tax	5,702		16,747	16,148		6,301	
6	Fed. ins. contr. act (old age retire.)	53,995		1,525,703	1,451,368		128,330	
7	Other federal taxes	(388,943)		467,049	0		78,106	
8	Federal income taxes	3,863,035		579,677	0		4,442,712	
9	State income taxes	708,438		5,188,294	1,065,000		(3,414,856)	
10								
11								
12								
13								
14	Totals	4,944,572	0	11,597,191	6,168,562	0	2,126,613	0

(1) Fed. & State income tax on CIAC & Advances

SCHEDULE A-32
Account 241 - Advances for Construction

Line No.	(a)	(b)	Amount (c)
1	Balance beginning of year	xxxxxxxxxxxxxxxx	15,726,303
2	Additions during year	xxxxxxxxxxxxxxxx	901,845
3	Subtotal - Beginning balance plus additions during year	xxxxxxxxxxxxxxxx	16,628,148
4	Charges during year	xxxxxxxxxxxxxxxx	xxxxxxxxxxxxxxxx
5	Refunds	xxxxxxxxxxxxxxxx	xxxxxxxxxxxxxxxx
6	Percentage of revenue basis	1,208,321	xxxxxxxxxxxxxxxx
7	Proportionate cost basis		xxxxxxxxxxxxxxxx
8	Present worth basis		xxxxxxxxxxxxxxxx
9	Total refunds	xxxxxxxxxxxxxxxx	1,208,321
10	Transfers to Acct 265 - Contributions in Aid of Construction	xxxxxxxxxxxxxxxx	xxxxxxxxxxxxxxxx
11	Due to expiration of contracts	22,189	xxxxxxxxxxxxxxxx
12	Due to present worth discount		xxxxxxxxxxxxxxxx
13	Total transfers to Acct. 265	xxxxxxxxxxxxxxxx	22,189
14	Securities Exchanged for Contracts (enter detail below)		xxxxxxxxxxxxxxxx
15	Subtotal - Charges during year	xxxxxxxxxxxxxxxx	
16	Balance end of year	xxxxxxxxxxxxxxxx	15,442,016

If stock, bonds, etc., were issued in exchange for construction advance contracts give details below:

Line No.	Type of Security or Other Consideration (Other than Cash) (a)	Dividend or Interest Rate (b)	PUC Decision Number (c)	Amount Issued (d)
17	Common stock			
18	Preferred stock None			
19	Bonds			
20	Other (describe)			
21				
22				

SCHEDULE A-33
Account 242 - Other Deferred Credits

Line No.	Item (a)	Balance End of Year (b)
1	See Addendum A-33	45,356,337
2		
3		
4		
5		
6	Total	45,356,337

SCHEDULE A-34
Accounts 254 to 258, Inclusive - Miscellaneous Reserves

Line No.	Account (a)	Balance Beginning of Year (b)	DEBITS		CREDITS		Balance End of Year (g)
			Nature of Items (c)	Amount (d)	Account Charged (e)	Amount (f)	
7	254	406,488	Reserve Bad Debt	288,509	775	493,734	611,713
8							
9							
10							
11							
12							
13	Totals	406,488	0	288,509	775	493,734	611,713

California-American Water Company
Addendum to Schedule A-33
12/31/2008

ACCOUNT NO. 242 - OTHER DEFERRED CREDITS

ITEMS	BALANCE 12/31/2008
Deferred Federal Income Tax-Norm Property	9,679,932
Deferred Federal Income Tax-Other	12,051,496
Deferred Federal Income Tax-AMT	(33,233)
Deferred State income Tax-Flow thru Depreciation	(493,838)
Deferred State income Tax-Other	501,180
Unamortized ITC-10%	800,210
Unamortized ITC-6%	295,574
Deferred Regulatory Liability-Federal Income Tax	389,973
Deferred Regulatory Liability-Deficit Deferred Federal Income Tax	(53,085)
Deferred Regulatory Liability	9,028
Regulatory Liability-ITC Gross Up	398,686
Regulatory Liability-ITC Gross Up	145,557
Pension Payment Op Co.	2,856,922
Accrued OPEB	407,984
Accrued OPEB Medical Subsidy	148,359
Accrued Deferred Revenues	1,036,731
Conservation Surcharge	491,259
Accrued FAS 112	116,573
Dividend Equivalents	928
Deferred Revenue CIAC	(653)
Deferred Revenue CIAC-FIT	888,079
Deferred Revenue CIAC-SIT	1,978
Deferred Tax Gross Up Aic	1,296,728
Deferred Credits	10,076,409
Advance Pay and Deposits Other	393,475
Deferred Credits-MTBE	3,950,085
Total	<u>45,356,337</u>

SCHEDULE A-35

Account 265 - Contributions in Aid of Construction

Instructions for Preparation of Schedule of Contributions in Aid of Construction

¹ The credit balance in the account other than that portion of the balance relating to nondepreciable property (column d), to property retired prior to January 1, 1955 (column e), and to the estimated amount of depreciation accrued to January 1, 1955 (column f), shall be written off through charges to this account and credits to Account 250 - Reserve for Depreciation of Utility Plant over a period equal to the estimated service life of the property involved. Upon retirement of depreciable property for which a depreciation reserve has been created through charges to this account, the cost thereof shall be credited to the appropriate plant account and concurrently charged to Account 250. If the property is retired prior to the service life originally estimated, the balance in this account with respect to the retired property shall be transferred to the depreciation reserve account.

² That portion of the balance applicable to nondepreciable property shall remain unchanged until the property is sold or otherwise retired. Upon retirement, the cost of such nondepreciable property acquired by donation or through use of donated funds shall be credited to the appropriate plant account and charged to this account to clear the credit balance carried herein.

³ That portion of the balance representing donations on property retired prior to January 1, 1955 (column e), and the amount of depreciation accrued to January 1, 1955, on property in service (column f), shall not be transferred from this account or otherwise disposed of without first receiving written authorization from the Commission.

Line No.	Item (a)	Total All Columns (b)	Subject to Amortization		Not Subject to Amortization	
			Property in Service After Dec. 31, 1954		Property Retired Before Jan. 1, 1955 (e)	Depreciation Accrued through Dec. 31, 1954 on Property in Service at Dec. 31, 1954 (f)
			Depreciable (c)	Non-Depreciable (d)		
1	Balance beginning of year	47,987,023	51,822,470	23,526,284	0	0
2	Add: Credits to account during year	XXXXXX XX	XXXXXX XX	XXXXXX XX	XXXXXX XX	XXXXXXX XX
3	Contributions received during year	3,712,761	3,712,761		XXXXXX XX	XXXXXXX XX
4	Other credits*	0	0			
5	Total credits	3,712,761	3,712,761	0	0	0
6	Deduct: Debits to account during year	0	XXXXXX XX	XXXXXX XX	XXXXXX XX	XXXXXXX XX
7	Depreciation charges for year	2,120,458	2,120,458	XXXXXX XX	XXXXXX XX	XXXXXXX XX
8	Nondepreciable donated property retired	0	XXXXXX XX		XXXXXX XX	XXXXXXX XX
9	Other debits*	0	0	0	0	0
10	Total debits	2,120,458	0	0	0	0
11	Balance end of year	49,579,326	55,535,230	23,526,284	0	0

*Indicate nature of these items and show the accounts affected by the contra entries.

SCHEDULE B-1
Account 501 - 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		I. WATER SERVICE REVENUES			
2	601	Metered sales to general customers			
3		601.1 Commercial sales	94,540,222	95,256,845	(716,623)
4		601.2 Industrial sales	1,852,955	1,927,658	(74,703)
5		601.3 Sales to public authorities	9,266,244	9,047,809	218,435
6		Sub-total	105,659,421	106,232,313	(572,892)
7	602	Unmetered sales to general customers	0	0	0
8		602.1 Commercial sales	14,643,605	11,793,418	2,850,187
9		602.2 Industrial sales	0	0	0
10		602.3 Sales to public authorities	0	0	0
11		Sub-total	14,643,605	11,793,418	2,850,187
12	603	Sales to irrigation customers	0	0	0
13		603.1 Metered sales	230,828	272,584	(41,756)
14		603.2 Unmetered sales	0	0	0
15		Sub-total	230,828	272,584	(41,756)
16	604	Private fire protection service	1,787,858	1,490,109	297,749
17	605	Public fire protection service	(279)	(3,060)	2,781
18	606	Sales to other water utilities for resale	3,496	29,064	(25,568)
19	607	Sales to governmental agencies by contracts	0	0	0
20	608	Interdepartmental sales	0	0	0
21	609	Other sales or service	326,724	438,548	(111,824)
22		Sub-total	2,117,799	1,954,661	163,138
23		Total water service revenues	122,651,653	120,252,975	2,398,678
24		II. OTHER WATER REVENUES			
25	611	Miscellaneous service revenues	2,808,660	2,025,567	783,093
26	612	Rent from water property	6,000	5,738	262
27	613	Interdepartmental rents	0	0	0
28	614	Other water revenues	2,066,557	579,546	1,487,011
29		Total other water revenues	4,881,217	2,610,850	2,270,367
30	501	Total operating revenues	127,532,870	122,863,825	4,669,044

SCHEDULE B-1a
Operating Revenues Apportioned to Cities and Towns

Line No.	Location (a)	Operating Revenues (b)
31	Operations not within incorporated cities ¹	None
32		
33		
34		
35	Operations within incorporated territory	
36	City or town of	None
37	City or town of	
38	City or town of	
39	City or town of	
40	City or town of	
41		
42		
43		
44		

¹ Should be segregated to operating districts.

SCHEDULE B-2

Account 502 - 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		I. SOURCE OF SUPPLY EXPENSE						
2		Operation						
3	701	Operation supervision and engineering	A	B		5,277	3,903	1,374
4	701	Operation supervision, labor and expenses			C	0	0	0
5	702	Operation labor and expenses	A	B		132,583	115,685	16,898
6	703	Miscellaneous expenses	A			632,615	511,624	120,991
7	704	Purchased water	A	B	C	30,178,958	27,221,361	2,957,596
8		Maintenance				0	0	
9	706	Maintenance supervision and engineering	A	B		31,259	7,551	23,708
10	706	Maintenance of structures and facilities			C	0	0	0
11	707	Maintenance of structures and improvements	A	B		0	15,707	(15,707)
12	708	Maintenance of collect and impound reservoirs	A			35,197	26,193	9,004
13	708	Maintenance of source of supply facilities		B		0	0	0
14	709	Maintenance of lake, river and other intakes	A			40	(2,966)	3,007
15	710	Maintenance of springs and tunnels	A			110	0	110
16	711	Maintenance of wells	A			7,308	56,616	(49,308)
17	712	Maintenance of supply mains	A			0	0	0
18	713	Maintenance of other source of supply plant	A	B		228,805	354,102	(125,297)
19		Total source of supply expense				31,252,152	28,309,776	2,942,376
20		II. PUMPING EXPENSES						
21		Operation						
22	721	Operation supervision and engineering	A	B		1,367	40,262	(38,896)
23	721	Operation supervision labor and expense			C	0	0	0
24	722	Power production labor and expense	A			0	0	0
25	722	Power production labor, expenses and fuel		B		0	0	0
26	723	Fuel for power production	A			0	0	0
27	724	Pumping labor and expenses	A	B		1,097,189	968,488	128,701
28	725	Miscellaneous expenses	A			113,683	119,167	(5,484)
29	726	Fuel or power purchased for pumping	A	B	C	6,767,578	6,852,585	(85,007)
30		Maintenance						
31	729	Maintenance supervision and engineering	A	B		84,979	189,611	(104,632)
32	729	Maintenance of structures and equipment			C	0	0	0
33	730	Maintenance of structures and improvements	A	B		62,114	102,559	(40,445)
34	731	Maintenance of power production equipment	A	B		416,792	521,006	(104,214)
35	732	Maintenance of pumping equipment	A	B		0	0	0
36	733	Maintenance of other pumping plant	A	B		259,720	78,669	181,051
37		Total pumping expenses				8,803,422	8,872,347	(68,925)

SCHEDULE B-2

Account 502 - 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		III. WATER TREATMENT EXPENSES						
2		Operation						
3	741	Operation supervision and engineering	A	B		7,402	4,438	2,964
4	741	Operation supervision, labor and expenses			C	0	0	0
5	742	Operation labor and expenses	A			942,601	819,727	122,874
6	743	Miscellaneous expenses	A	B		584,510	464,793	119,717
7	744	Chemicals and filtering materials	A	B		1,146,679	881,665	265,015
8		Maintenance				0		
9	746	Maintenance supervision and engineering	A	B		3,811	2,731	1,080
10	746	Maintenance of structures and equipment			C	0	0	0
11	747	Maintenance of structures and improvements	A	B		1,346	772	574
12	748	Maintenance of water treatment equipment	A	B		560,535	753,541	(193,005)
13		Total water treatment expenses				3,246,884	2,927,666	319,218
14		IV. TRANS. AND DIST. EXPENSES						
15		Operation						
16	751	Operation supervision and engineering	A	B		712,806	723,597	(10,791)
17	751	Operation supervision, labor and expenses			C	0	0	0
18	752	Storage facilities expenses	A			79,083	24,187	54,896
19	752	Operation labor and expenses		B		0	0	0
20	753	Transmission and distribution lines expenses	A			17,890	25,844	(7,954)
21	754	Meter expenses	A			429,841	348,241	81,600
22	755	Customer installations expenses	A			388,069	409,682	(21,613)
23	756	Miscellaneous expenses	A			944,597	1,060,757	(116,160)
24		Maintenance						
25	758	Maintenance supervision and engineering	A	B		45,013	52,040	(7,027)
26	758	Maintenance of structures and plant			C	945	0	945
27	759	Maintenance of structures and improvements	A	B		512	2,364	(1,852)
28	760	Maintenance of reservoirs and tanks	A	B		56,646	138,301	(81,655)
29	761	Maintenance of trans. and distribution mains	A			1,262,792	1,401,958	(139,166)
30	761	Maintenance of mains		B		0	0	0
31	762	Maintenance of fire mains	A			698	1,982	(1,284)
32	763	Maintenance of services	A			2,046,938	1,668,509	378,429
33	763	Maintenance of other trans. and distribution plant		B		0	0	0
34	764	Maintenance of meters	A			120,316	96,955	23,361
35	765	Maintenance of hydrants	A			88,747	85,548	3,199
36	766	Maintenance of miscellaneous plant	A			2,301,712	1,357,512	944,200
37		Total transmission and distribution expenses				8,496,604	7,397,477	1,099,127

SCHEDULE B-2

Account 502 - 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		V. CUSTOMER ACCOUNT EXPENSES						
2		Operation						
3	771	Supervision	A	B		22,144	13,728	8,417
4	771	Superv., meter read., other customer acct expenses			C	0	0	0
5	772	Meter reading expenses	A	B		777,193	884,019	(106,826)
6	773	Customer records and collection expenses	A			695,978	546,187	149,791
7	773	Customer records and accounts expenses		B		0	0	0
8	774	Miscellaneous customer accounts expenses	A			110,114	135,759	(25,644)
9	775	Uncollectible accounts	A	B	C	43	0	43
10		Total customer account expenses				1,605,472	1,579,693	25,779
11		VI. SALES EXPENSES						
12		Operation						
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				0	0	0
20		VII. ADMIN. AND GENERAL EXPENSES						
21		Operation						
22	791	Administrative and general salaries	A	B	C	3,871,249	2,974,415	896,834
23	792	Office supplies and other expenses	A	B	C	124,207	116,747	7,460
24	793	Property insurance	A			10,544	9,994	550
25	793	Property insurance, injuries and damages		B	C	695	395	300
26	794	Injuries and damages	A			17,134	(56,616)	73,750
27	795	Employees' pensions and benefits	A	B	C	651,437	89,153	562,283
28	796	Franchise requirements	A	B	C	0	0	0
29	797	Regulatory commission expenses	A	B	C	3,295,703	2,841,286	454,417
30	798	Outside services employed	A			534,682	873,267	(338,586)
31	798	Miscellaneous other general expenses		B		0	0	0
32	798	Miscellaneous other general operation expenses			C	0	0	0
33	799	Miscellaneous general expenses	A			3,668,022	3,661,752	6,270
34		Maintenance				0		
35	805	Maintenance of general plant	A	B	C	83,767	(18,086)	101,853
36		Total administrative and general expenses				12,257,439	10,492,307	1,765,132
37		VIII. MISCELLANEOUS						
38	811	Rents	A	B	C	799,790	1,130,108	(330,318)
39	812	Administrative expenses transferred - Cr.	A	B	C	28,274,495	27,187,684	1,086,811
40	813	Duplicate charges - Cr.	A	B	C	0	0	0
41		Total miscellaneous				29,074,285	28,317,793	756,493
42		Total operating expenses				94,736,259	87,897,059	6,839,200

SCHEDULE B-3
Account 506 - Property Losses Chargeable to Operations

Line No.	Description (a)	Amount
1		
2		
3	None	
4		
5		
6		
7		
8	Total	0

SCHEDULE B-4
Account 507 - Taxes Charged During Year

1. This schedule is intended to give the account distribution of total taxes charged to operations and other final accounts during the year.

2. Do not include gasoline and other sales taxes which have been charged to accounts to which the material on which the tax was levied was charged. If the actual or estimated amounts of such taxes are known, they should be shown as a footnote and designated whether estimated or actual amounts.

3. The accounts to which taxes charged were distributed should be shown in columns (c) to (f). Show both the utility department and number of account charged except for taxes capitalized.

4. For any tax which it was necessary to apportion to more than one utility department or account, state in a footnote the basis of apportioning such tax.

5. The total taxes charged as shown in column (b) should agree with the amounts shown by column (d) of schedule entitled "Accrued and Prepaid Taxes," page 24.

6. Do not include in this schedule entries with respect to deferred income taxes, or taxes collected through payroll deductions or otherwise pending transmittal of such taxes to the taxing authority.

Line No.	Kind of Tax (a)	Total Taxes Charged During Year (b)	DISTRIBUTION OF TAXES CHARGED (Show utility department where applicable and account charged)			
			Water (Account 507) (c)	Nonutility (Account 521) (d)	Other (Account ----) (e)	Capitalized (Omit Account) (f)
9	Taxes on real and personal property	3,349,523	3,349,523			
10	State corp. franchise tax	49,424	49,424			
11	State unemployment insurance tax	54,471	54,471			
12	Other state and local taxes	43,006	43,006			
13	Federal unemployment insurance tax	32,480	32,480			
14	Federal insurance contributions act	1,198,499	1,198,499			
15	Other federal taxes-Deferred & ITC	3,918,430	3,918,430			
16	Federal income tax	(8,179,070)	(8,179,070)			
17	State income tax	(67,495)	(67,495)			
18	State income tax Deferred	198,757	198,757			
19		0				
20		0				
21		0				
22	Totals	598,024	598,024			

SCHEDULE B-5

Reconciliation of Reported Net Income With Taxable Income for Federal Taxes

1. Report hereunder a reconciliation of reported net income for the year with taxable income used in computing Federal income tax accruals and show computation of such tax accruals. The reconciliation shall be submitted even though there is no taxable income for the year. Descriptions should clearly indicate the nature of each reconciling amount.

2. If the utility is a member of a group which files a consolidated Federal tax return, reconcile reported net income with taxable net in-

come as if a separate return were to be filed, indicating, however, inter-company amounts to be eliminated in such consolidated return. State names of group members, tax assigned to each group member, and basis of allocation, assignment, or sharing of the consolidated tax among the group members

3. Show taxable year if other than calendar year from----to----

Line No.	Particulars (a)	Amount (b)
1	Net income for the year per Schedule B, page 7.....	
2	Reconciling amounts (list first additional income and unallowable deductions, followed by additional	
3	deductions for non-taxable income):	
4		
5		
6	Federal Tax Return not yet Completed-See Attached Form 7004	
7		
8		
9		
10		
11		
12		
13		
14		
15		
16		
17		
18		
19		
20		
21		
22		
23		
24		
25		
26		
27		
28		
29		
30	Federal tax net income.....	
31	Computation of tax:	
32		
33		
34		
35	Tax per return	

Application for Automatic Extension of Time To File Certain Business Income Tax, Information, and Other Returns
 ▶ File a separate application for each return.
 ▶ See separate instructions.

OMB No. 1545-0233

Type or Print

File by the due date for the return for which an extension is requested. See instructions.

Name	Identifying number
American Water Works Company Inc. and Subsidiaries	51-0063696
Number, street, and room or suite no. (if P.O. box, see instructions.)	
P.O. Box 5600, ATTN: Income Tax, 131 Woodcrest Road	
City, town, state, and ZIP code (if a foreign address, enter city, province or state, and country (follow the country's practice for entering postal code)).	
Cherry Hill, NJ 08003	

Note. See instructions before completing this form.

Part I Automatic 5-Month Extension Complete if Filing Form 1065, 1041, or 8804

1a Enter the form code for the return that this application is for (see below)

Application Is For:	Form Code	Application Is For:	Form Code
Form 1065	09	Form 1041 (estate)	04
Form 8804	31	Form 1041 (trust)	05

Part II Automatic 6-Month Extension Complete if Filing Other Forms

b Enter the form code for the return that this application is for (see below)

Application Is For:	Form Code	Application Is For:	Form Code
Form 706-GS(D)	01	Form 1120-PC	21
Form 706-GS(T)	02	Form 1120-POL	22
Form 1041-N	06	Form 1120-REIT	29
Form 1041-OFT	07	Form 1120-RIC	24
Form 1042	08	Form 1120S	25
Form 1065-B	10	Form 1120-SF	26
Form 1066	11	Form 3520-A	27
Form 1120	12	Form 8912	28
Form 1120-C	34	Form 8613	29
Form 1120-F	15	Form 8725	30
Form 1120-FSC	16	Form 8831	32
Form 1120-H	17	Form 8876	33
Form 1120-L	18	Form 8924	35
Form 1120-ND	19	Form 8928	36
Form 1120-ND (section 4951 taxes)	20		

- 2 If the organization is a foreign corporation that does not have an office or place of business in the United States, check here
- 3 If the organization is a corporation and is the common parent of a group that intends to file a consolidated return, check here
 If checked, attach a schedule, listing the name, address, and Employer Identification Number (EIN) for each member covered by this application.

Part III All Filers Must Complete This Part

- 4 If the organization is a corporation or partnership that qualifies under Regulations section 1.6081-5, check here
- 5a The application is for calendar year 20 08 or tax year beginning 20 and ending 20

- b Short tax year. If this tax year is less than 12 months, check the reason:
 Initial return Final return Change in accounting period Consolidated return to be filed

6 Tentative total tax	6	0
7 Total payments and credits (see instructions)	7	0
8 Balance due. Subtract line 7 from line 6. Generally, you must deposit this amount using the Electronic Federal Tax Payment System (EFTPS), a Federal Tax Deposit (FTD) Coupon, or Electronic Funds Withdrawal (EFW) (see instructions for exceptions).	8	0

**COMPANIES TO BE INCLUDED IN THE CONSOLIDATED FEDERAL INCOME TAX RETURN
OF AMERICAN WATER WORKS COMPANY, INC. AND AFFILIATED SUBSIDIARIES**

YEAR - 01/01/08-12/31/08

COMPANY	Employer Identification Number
1 AAET, Inc.	22-3259129
2 ACUS Corporation	74-1639504
3 American Lake Water Company	06-1398121
4 American Water Capital Corp.	22-3732448
5 American Water Engineering, Inc.	76-0654501
6 American Water Enterprises Holding, Inc.,	76-0605357
7 American Water Enterprises, Inc.	22-3169459
8 American Water Industrial Operations, Inc.,	74-2177717
9 American Water Industrials, Inc.,	76-0656917
10 American Water Operations and Maintenance, Inc.	98-0165919
11 American Water Resources, Inc.,	54-0912221
12 American Water Services CDM, Inc.,	91-1746331
13 American Water (USA), Inc.,	98-0165920
14 American Water Works Company, Inc.,	51-0083696
15 American Water Works Service Company, Inc.	23-1340234
16 Applied Wastewater Management, Inc.	22-2881173
17 Applied Wastewater Services, Inc.,	22-2711358
18 Applied Water Management of Delaware Inc.	20-1553846
19 Applied Water Management, Inc.,	22-3608285
20 Arizona-American Water Company	88-0096540
21 Blunfield Valley Water Works Company	66-6022468
22 California-American Water Company	51-0104148
23 E Town Properties Inc.,	22-2817018
24 Edison Water Company	22-3519298
25 Hawaii-American Water Company	99-0108667
26 Hydro-Aerobics, Inc.	95-3870533
27 Illinois-American Water Company	61-0105894
28 Indiana-American Water Company, Inc.	35-0836102
29 Iowa-American Water Company	42-0735216
30 Kentucky-American Water Company	61-0485002
31 Laurel Oak Properties Corporation	20-1022964
32 Liberty Water Company	22-3596293
33 Long Island Water Corporation	11-1516966
34 Maryland-American Water Company	52-0265025
35 Michigan-American Water Company	38-1657784
36 Missouri-American Water Company	44-0576100
37 Mobile Residuals Management (USA), Inc.	98-0183794
38 New Jersey-American Water Company, Inc.	22-1546642
39 New Mexico-American Water Company, Inc.	85-0344578
40 Ohio-American Water Company	31-4398620
41 Pennsylvania-American Water Company, Inc.	25-1008096
42 Philip Automated Management Controls, Inc.	98-0165914
43 PWT Waste Solutions, Inc.	63-1047291
44 Tennessee-American Water Company	62-0520095
45 Texas-American Water Company	20-4368657
46 TWNA, Inc.	06-1548192
47 UESG Holdings, Inc.	20-0863050
48 United Water Virginia, Inc.	54-1018894
49 Utility Management and Engineering, Inc.	22-3239700
50 Virginia-American Water Company	54-0116850
51 West Virginia-American Water Company	55-0307487

Mailing address for all above companies is:
PO Box 5600
ATTN: Income Tax Department
131 Woodcrest Road
Cherry Hill, NJ 08003

SCHEDULE B-6
Account 521 - Income from Nonutility Operations

Line No.	Description (a)	Revenue (b)	Expenses (c)	Net Income (d)
1	Income from NonUtility Operations	5,810	0	5,810
2				0
3				0
4				0
5	Totals	5,810	0	5,810

SCHEDULE B-7
Account 526 - Miscellaneous Nonoperating Revenue

Line No.	Description (a)	Amount (b)
6	Miscellaneous NonOperating Revenues	2,007,458
7		
8		
9		
10		
11		
12		
13	Totals	2,007,458

SCHEDULE B-8
Account 527 - Nonoperating Revenue Deductions (Dr.)

Line No.	Description (a)	Amount (b)
14	NonOperating Revenues Deduction	(657,844)
15		
16		
17		
18	Total	(657,844)

SCHEDULE B-9
Account 535 - Other Interest Charges

Line No.	Description (a)	Amount (b)
19	Various Interest Charges	1,289,614
20		
21		
22	Total	1,289,614

SCHEDULE B-10
Account 538 - Miscellaneous Income Deductions

Line No.	Description (a)	Amount (b)
23	Various Miscellaneous Income Deductions	4,257,938
24		
25		
26		
27	Total	4,257,938

SCHEDULE C-1
Engineering and Management Fees and Expenses, etc., During Year

	Give the required particulars of all contracts or other agreements in effect in the course of the year between the respondent and any corporation, association, partnership or person covering supervision and/or management of any department of the respondents affairs such as accounting, engineering, financing, construction or operation, and show the payments under such agreements and also the payments for advice and services to a corporation or corporations which directly or indirectly control respondent through stock ownership	
Line No.		
1	1	Did the respondent have a contract or other agreement with any organization or person covering supervision and/or management of its own affairs during the year?
2		
3	Answer (Yes or No)	Yes
4	2	Name of each organization or person that was a party to such a contract or agreement
5		American Water Works Service Co.
6	3	Date of original contract or agreement. January 1, 1971
7	4	Date of each supplement or agreement. September 1, 1989
8		Note: File with the report a copy of every contract, agreement, supplement or amendment mentioned above unless a copy of the instrument in due form has been furnished in which case a definite reference to the report of the respondent relative to which it was furnished will suffice.
9		
10		
11	5	Amount of compensation paid during the year for supervision or management Not Applicable
12	6	To whom paid Not Applicable
13	7	Nature of payment (salary, traveling expenses, etc.) Not Applicable
14	8	Amounts paid for each class of service Not Applicable
15		
16	9	Base for determination of such amounts Not Applicable
17		
18	10	Distribution of payments:
19	(a)	Charged to operating expenses 12,474,677
20	(b)	Charged to capital accounts 1,319,081
21	(c)	Charged to other accounts 0
22		Total 13,793,757
23	11	Distribution of charges to operating expenses by primary accounts.
24		Number and Title of Account
25		Account 798 Outside Services 12,888,983
26		
27		
28		Total 12,888,983
29	12	What relationship, if any, exists between respondent and supervisory and/or managing concerns? American Service Co provides various operational functions for all American
30		Water Works subsidiars including California American Water.

SCHEDULE C-2

Compensation of Individual Proprietor or Partner

Do operating expenses include any charge for owner's compensation in the form of salary or wages, rental allowances, or for the use of a private automobile. (If the word "none" truly states the fact it should be given as the answer to this inquiry.)

Line No.	Nature of Allowance (a)	Account Charged (b)	Amount (c)
1			
2	None		
3			
4			
5			
6	Total		

SCHEDULE C-3

Employees and Their Compensation

(Charged to Account 502 - Operating Expenses - Schedule B-2)

Line No.	Classification (a)	Number at End of Year (b)	Total Salaries and Wages Paid During Year (c)
7	Employees - Source of supply		\$ 216,131
8	Employees - Pumping		\$ 1,247,055
9	Employees - Water treatment		\$ 1,259,384
10	Employees - Transmission and distribution		\$ 4,477,861
11	Employees - Customer account		\$ 1,480,755
12	Employees - Sales		
13	Employees - Administrative		\$ 7,319,912
14	General officers		
15	General office		
16	Totals	274	\$ 16,001,099

SCHEDULE C-4

Record of Accidents During Year

Line No.	Date of Accident (a)	TO PERSONS				TO PROPERTY				
		Employees on Duty		Public ¹		Total Number (f)	Company		Other	
		Killed (b)	Injured (c)	Killed (d)	Injured (e)		Number (g)	Amount (h)	Number (i)	Amount (j)
17	1/1/08 -12/31/08	0	27	0	1	28	0	\$ -	69	292,399
18										
19										
20	Totals	0	27	0	1	28	0	0	69	292,399

¹ Accidents to employees not on duty should be included in "Public" accidents

**SCHEDULE C-5
Expenditures for Political Purposes**

Hereunder report all direct or indirect expenditures incurred or made to elect or defeat a candidate for public office; or to place any measure on the ballot; at any election, or to keep it from being placed on the ballot at any election, or to support or defeat any measure on the ballot; at an election, or to support or defeat any proposed legislation, also name the account or accounts to which the expenditures herein mentioned have been charged. (If the word "none" truly states the fact, it should be given as the answer to this inquiry.)

1		
2	Lobbying Expenses	\$ 41,610.00
3		
4		
5		

**SCHEDULE C-6
Loans to Directors, or Officers, or Shareholders**

Show hereunder the amount of loans to directors, or officers, or shareholders and the terms and conditions of such loans. Among other things, show the name of each director, or officer, or shareholder, receiving a loan or loans, the amount of each loan, the rate of interest payable on such loan or loans, the maturity date of each loan or loans, the security given and the date when the shareholders authorized each loan. If such authorization was given. (If the word "none" truly states the fact, it should be given as the answer to this inquiry.)

6		
7	None	
8		
9		
10		
11		

**SCHEDULE C-7
Bonuses Paid to Executives & Officers**

Show hereunder the amount of bonuses paid to Executives and Officers, both cash and non-cash. List by the name of each Executive or Officer receiving the bonus, the dollar value of that bonus, and a description of the bonus if it is non-cash.

12	Kent Turner		\$ 110,444
13	Thomas Bunosky		\$ 68,566
14	Mark Schubert		\$ 23,006
15	Benjamin Lewis		\$ 3,264
16	Christopher Buls		\$ 4,901
17	Kevin Tilden		\$ 3,624
18	Linda Stillman		\$ 3,518
19	Carrie Gleeson		\$ 1,773
20	Gary Paquette		\$ 18,320
21	Darlene Clark		\$ 23,553
22	Dave Stephenson		\$ 54,972
23	Kent Turner	Long Term Incentive Plan Stock Option	\$ 123,858
24	Christopher Buls	Long Term Incentive Plan Stock Option	\$ 5,702
25	Dave Stephenson	Stock Award	\$ 512

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

STREAMS				FLOW IN(unit) ²				Annual Quantities Diverted(Unit) ²	Remarks
Line No.	Diverted into*	From Stream or Creek (Name)	Location of Diversion Point	Priority Right		Diversions			
				Claim	Capacity	Max.	Min.		
1	See District Reports								
2									
3									
4									
5									
WELLS								Annual Quantities Pumped(Unit) ²	Remarks
Line No.	See District Reports At Plant (Name or Number)	Location	Number	Dimensions	¹ Depth to Water	Pumping Capacity(Unit) ²			
6	Village & Coronado								
7	Baldwin Hills								
8	Duarte								
9	San Marino								
10	Monterey								
11	Sacramento								
12	Larkfield								
14	Felton								
TUNNELS AND SPRINGS				FLOW IN(Unit) ²				Annual Quantities Used(Unit) ²	Remarks
Line No.	Designation	Location	Number	Maximum		Minimum			
11									
12	See District Reports								
13									
14									
15									
Purchased Water for Resale									
16	Purchased from								
17	Annual quantities purchased			38,413.78		ACRE FEET			
18									
19									

* State ditch, pipe line, reservoir, etc., with name, if any.

¹ Average depth to water surface below ground surface.

2 The quantity unit in established use for expressing water stored and used in large amounts is the acre foot, which equals 42,560 cubic feet; in domestic use the thousand gallon 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.

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

Line No.	Type	Number	Combined Capacity (Gallons or Acre Feet)		Remarks
20	A. Collecting reservoirs				
21	Concrete		2	44,644,087	All Figures in Gallons
22	Earth		2	511,417,219	
23	Wood		0	-	
24	B. Distribution reservoirs				
25	Concrete		22	42,360,000	
26	Earth		3	3,440,500	
27	Wood		0	-	
28	C. Tanks				
29	Concrete		12	3,687,350	
30	Earth		0	-	
31	Wood		5	175,000	
	Steel		130	66,429,579	
32	Totals		176	672,153,735	

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	None							
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	None							
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	98	0	8,792	0	9,878	281,333	0	235,670
12	Cast iron (cement lined)	178	0	26,297	0	103	180,846	0	264,514
13	Concrete	0	0	0	0	0	41	0	20
14	Copper	4,035	3,881	2,517	0	0	20	432	3,444
15	Riveted Steel	0	0	0	0	0	3,783	0	3,783
16	Standard Screw	1,579	1,233	27,559	214	2,434	3,058	0	38,749
17	Screw or Welded Casing	0	151	485	0	2,399	6,249	700	9,809
18	Cement - Asbestos	157	0	9,495	350	544	284,546	2,137	1,810,272
19	Welded Steel	75	0	1,974	148	763	213,573	2,906	183,465
20	Wood	630	1,378	0	0	0	1,341	0	1
21	Other	6,434	8,989	132,505	10,142	3,101	101,341	0	418,473
22	Totals	13,186	15,632	209,624	10,854	19,220	1,076,229	6,175	2,968,200

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

Line No.		8	10	12	14	16	20	Other Sizes (Specify Sizes)		Total All Sizes
23	Cast Iron	162,983	32,397	88,596	0	22,395	4,243	282	5,259	849,924
24	Cast iron (cement lined)	74,237	999	38,627	0	93,660	6,931	8,904	2,681	698,077
25	Concrete	954	2,507	16,932	2,050	11,000	2,215	355	0	36,074
26	Copper	0	0	0	0	0	0	0	0	14,329
27	Riveted Steel	8,898	16,223	21,532	5,736	1,113	688	4,924	0	66,680
28	Standard Screw	15,146	100	0	3,150	0	2,725	0	2,272	98,217
29	Screw or Welded Casing	453	160	1,442	0	106	1,148	765	1,811	25,678
30	Cement - Asbestos	1,762,319	612,093	268,573	24,975	70,382	3,120	2,750	505	4,850,218
31	Welded Steel	84,991	31,116	95,991	12,203	32,655	11,801	9,496	82,109	783,266
32	Wood	8,704	0	3,531	0	7,029	17,715	100	3,550	43,979
33	Other	1,543,571	187,198	523,643	11,431	108,428	42,688	2,582	176,253	3,276,778
34	Totals	3,662,256	882,793	1,054,867	59,545	346,768	93,274	30,158	274,441	10,723,220

**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	116,733	118,854	34,639	32,666
Commercial	12,731	13,474	2	0
Industrial	246	243	0	0
Public authorities	1,453	1,645	2	2
Irrigation	66	66	0	0
Other (specify)	1,002	1,019	0	0
Subtotal	132,231	135,301	34,643	32,668
Private fire connections	0	0	2,679	2,736
Public fire hydrants	0	0	13,634	13,659
Total	132,231	135,301	50,956	49,063

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

Size	Meters	Service
5/8 x 3/4 - in	106,746	23,804
3/4" - in	1,118	58,820
1" - in	20,263	38,468
1 1/2" - in	4,052	3,388
2" - in	5,493	5,552
3" - in	280	112
4" - in	235	431
6" - in	86	297
8" - in	31	11
12" - in	2	2
16" - in	1	1
Other	13	230
Total	138,320	131,116

**SCHEDULE D-6
Meter Testing Data**

A. Number of Meters Tested During Year as Prescribed in Section VI of General Order No. 103:	
1. New, after being received . . .	-
2. Used, before repair	717
3. Used, after repair	375
4. Found fast, requiring billing adjustment	16
B. Number of Meters in Service Since Last Test	
1. Ten years or less	68,991
2. More than 10, but less than 15 years	30,572
3. More than 15 years	6,799

SCHEDULE D-7
Water delivered to Metered Customers by Months and Years in Hundreds of Cubic Feet (Unit Chosen)¹

Classification of Service	During Current Year												Subtotal	
	January	February	March	April	May	June	July	August	September	October	November	December		
Commercial	578,011	549,519	623,990	587,033	822,594	748,313	997,038							4,906,497
Industrial	40,450	45,784	44,435	50,484	54,734	65,754	55,746							357,386
Public authorities	75,247	85,617	70,214	157,063	247,631	274,808	349,306							1,259,885
Irrigation	-	-	-	-	-	-	-							-
Other (specify)	1,066,588	929,544	934,510	1,232,309	1,493,119	1,620,317	1,980,139							9,256,528
Total	1,760,297	1,610,465	1,673,149	2,026,888	2,618,077	2,709,191	3,382,229							15,780,296
Classification of Service	During Current Year												Total	
	August	September	October	November	December	Subtotal	Total	Prior Year						
Commercial	885,676	985,393	880,662	720,572	617,661	4,089,965	8,996,462	23,499,200						
Industrial	67,141	56,432	64,968	46,507	62,428	297,476	654,862	932,552						
Public authorities	322,127	371,191	272,643	262,078	149,654	1,377,693	2,637,578	3,242,974						
Irrigation	-	-	-	-	-	-	-	-						
Other (specify)	1,848,300	1,923,071	1,732,972	1,348,370	1,395,563	8,248,275	17,504,803	7,427,097						
Total	3,123,243	3,336,087	2,951,245	2,377,527	2,225,306	14,013,409	29,793,704	35,101,823						

¹ 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 366,090

**SCHEDULE E-1
Balancing & Memorandum Accounts**

Line No.	Description (a)	Authorized by Decision or Resolution No. (b)	Beginning of Year Balance (c)	Offset Revenues (d)	Offset Expenses (e)	Interest (f)	Surcharge (g)	Deferred Liability (h)	End of Year Balance (i)
1	Coronado Credit Card Payments	AL640A	(8,160)		(10,553)	(548)			(19,279)
2	Coronado Purchase Water BA	AL823	(97,023)		461,574	(982)	21		363,610
3	Felton Credit Card Payments	AL640A	(432)		432				0
4	Felton Deferred Revenue	AL633	302,517		(302,517)				0
5	Felton FLOW Intervenor Compensation	D07-10-031	69,853		(69,853)				0
6	Felton Interim Rate True-up	AL666	102,772		(102,772)				0
7	Felton Low Income Program	D06-11-050 AL668	5,062		(5,062)				0
8	Felton Pension Surcharge	D06-11-050	11,151		(11,151)				0
9	Felton Purchased Power BA	AL628	(21,165)		21,165				(0)
10	LA Credit Card Payments	AL640A	(9,050)		(11,939)	(100)			(21,089)
11	LA Purchase Water & Power BA	AL624	1,183,859		(321,490)	(134,956)	32		727,405
12	LA MCBA WRAM		-	86,029	(74,512)	(990)			11,516
13	Larkfield Credit Card Payments	AL840A	(660)		(660)	(46)			(1,616)
14	Larkfield Purchase Wtr & Pwr BA	AL827	53,525		17,712	1,524	(551)		72,210
15	LA Water Contamination Lawsuit vs Adler	Res W-4528/AL560	1,108,080		30,074				1,138,104
16	Monterey Carmel River Dam Abandonment Proj	D06-11-050	2,533,627			57,573	(904,791)		1,686,409
17	Monterey Coastal Water Project-Pre2005	D06-11-050	1,784,972		13,650,905	35,895	(2,961,647)		12,890,064
18	Monterey Coastal Water Project-Pre2007	D06-11-050	13,953,543		(8,781,734)	400,072			5,571,881
19	Monterey Credit Card Payments	AL840A	(14,982)		(18,851)	(968)			(34,501)
20	Monterey ESA Memorandum Account	D06-11-050	1,063,788		453,382	20,488			1,543,666
21	Monterey Interim Rate True-up	D06-11-050	45,315			1,228			46,543
22	Monterey NOAA Settlement	AL665	929,229	63,083		3,912	(986,224)		0
23	Monterey Pension Surcharge	D06-11-050	8,600,000					1,100,000	7,700,000
24	Monterey Purchased Power BA	D06-11-050	(157,382)	(178,255)		(9,017)			(354,654)
25	Monterey San Clemente Dam Proj	AL823	502,801		109,409	19,355			630,565
26	Monterey Seaside Groundwater Basin	AL844	5,148,956		1,589,824	1,677,213			15,344,959
27	Monterey WRAM	AL645	(4,213,605)	3,388,839	445,054	33,330		(4,314,006)	1,313,333
28	Sacramento Credit Card Payments	AL640A	(28,440)		(28,833)	(1,501)			(60,574)
29	Sacramento Interim True Up		0	2,715,971		48,448			2,764,419
30	Larkfield Interim True Up		0	259,556		4,336			263,892
31	Low Income Program	D06-11-052 AL659	(192,193)		24,161	(4,028)	112,922		(59,137)
32	Sacramento Purchase Wtr & Pwr BA	AL848	543,141		60,053		(921)		618,929
33	Village Credit Card Payments	AL640A	(6,425)		(7,268)	(336)			(14,027)
34	Village Purchase Water & Pwr BA	AL623	206,220		1,041,924	(14,599)	(228,949)		1,004,636

Note 1: For Columns d, e, f, g, & h, provide those amounts booked in the current year.

Note 2: The detail for each individual account includes the Beginning of Year Balance, End of Year Balance, each Offset Expense adjustment during the year, each Offset Revenue adjustment during the year, each Surcharge adjustment during the year, each Su

Schedule E- 2
Description of Low-Income Rate Assistance Program(s)

For all low income rate assistance programs offered by water utility, provide detailed responses to the following items:

1. Brief description of each low-income rate assistance program provided, by district. This shall include but is not limited to the percent of discount, the dollar amount of discount, what rate is discounted (service charge, quantity, or total bill), qu

Coronado - Qualifying customers receive a \$5.50 monthly discount on the bill.

Larkfield - Qualifying customers receive an \$8.50 monthly discount on the bill.

Los Angeles - Qualifying customers receive a \$6.50 monthly discount on the bill.

Monterey - Customers under the low-income program are exempt from paying the meter charge. In 2008 the charge for a 5/8" meter was \$7.24.

Sacramento - Low-income customers receive a \$5.00 monthly discount on the bill.

Village - Low-income customers receive a \$8.50 monthly discount on the bill.

2. Participation rate for Year 2008 (as a percent of total customers served).

Coronado⁽¹⁾	0.00%
Larkfield	0.71%
Los Angeles	1.49%
Monterey	2.81%
Sacramento	1.44%
Village⁽¹⁾	0.00%

(1) These programs were not initiated until the end of 2008/early 2009.

3. Detail of balancing or memorandum account authorized to record expenses incurred and revenues collected for low income rate assistance program.

	Type of Account	Expenses Incurred 2008	Revenues Lost 2008	Interest Accrued 2008	Net Account 2008
Coronado	M/A				\$0
Los Angeles	B/A	\$18,074	\$22,932	\$1,456	\$42,462
Village	M/A				\$0
Monterey	None				
Larkfield	B/A		\$2,934	\$186	\$3,120
Sacramento	B/A		\$104,283	\$6,620	\$110,903

Schedule E- 3
Description of Water Conservation Program(s)

For all water conservation programs offered by water utility, provide detailed responses to the following items:

See Attachments for various Districts

1. Brief description of each water conservation program provided, by district. This description shall include but not be limited to the type of program offered (such as provision of low-flow plumbing fixtures, leak detection, leak repair, written water conservation tips, or other similar programs to its customers) and length of time it was offered.
2. Discuss how is each water conservation assistance program funded, for example, through rates charged to all customers, rates charged to customer receiving water conservation assistance, shareholder contribution, community funding, government funding, or other funding method. Explain why this type of funding was used.
3. Cost of each program.
4. The degree of participation in each district by customer group.

**Schedule E- 4
Report on Affiliate Transactions**

Affiliate includes all related companies including but not limited to Parent, Affiliates, and Subsidiaries.

INSTRUCTIONS:

* For those utilities with specifically authorized affiliate transaction rules, provide all information required by those rules.

* For those utilities with no specifically authorized affiliate transaction rules, or those utilities whose authorized affiliate transaction rules do not provide the following information, provide the following:

1. Summary of all transactions between regulated water utility and its affiliated companies for the previous calendar year. The summary shall include a description of each transaction and an accounting of all dollars associated with each transaction alt

(a) services provided by regulated water utility to any affiliated company;

Transaction Description	Dollars
CBM Testing - Paradise Valley (AZ American Water)	\$ 9,845.42
TUBAC - CBM Testing (AZ American Water)	\$ 1,776.26
TSS Control design & testing-Mauna Lani (HI American Water)	\$ 12,491.05
Rate case filing support (HI American Water)	\$ 15,145.42
Engineering support for Sewer Rehab project (HI American Water)	\$ 27,122.55
CBM Testing (HI American Water)	\$ 15,658.59

(b) services provided by any affiliated company to regulated water utility;

Transaction Description	Dollars
NONE	

(c) assets (both tangible and intangible) transferred from regulated water utility to any affiliated company;
NONE

(d) assets (both tangible and intangible) transferred from any affiliated company to regulated water utility;
NONE

(e) employees transferred from regulated water utility to any affiliated company;
One employee transferred from California American Water to American Water Western Region Service Company.

(f) employees transferred from any affiliated company to regulated water utility; and
A total of 3 employees transferred from the American Water Western Region Service Company to California American Water.

(g) financing arrangements and transactions between regulated water utility and any affiliated company.

All financing activities are covered by an agreement between American Water Capital Corporation (AWCC) and California-American Water Company.

**CLASS A, B, C AND D 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:

Name: Bank of America, N.A.
 Address: 1655 Grant Street Bldg. A-10th Floor, Concord, CA 94520-2445
 Phone Number: 1-888-400-9009
 Account Number: 1499005090
 Date Hired: 4/26/1995

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	1,256	11.50
1 inch	3	17.26
1 1/2 inch	27	28.76
2 inch	8	57.52
3 inch	12	92.03
4 inch	0	172.55
6 inch	1	287.59
Number of Flat Rate Customers		
Total	1,307	

3. Summary of the bank account activities showing:

Balance at beginning of year	\$220,510
Deposits during the year	186,792
Interest earned for calendar year	2,093
Withdrawals from this account	409,366
Balance at end of year	29

4. Reason or Purpose of Withdrawal from this bank account:

Surcharges Deposit, San Lorenzo cash Transfer (Felton Sale & Bank Fees)

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					0
3	303	Land	262,778			(262,778)	0
4		Total non-depreciable plant	262,778	0	0	(262,778)	0
5		DEPRECIABLE PLANT					
6	304	Structures	1,205,330			(1,205,330)	0
7	307	Wells	84,051			(84,051)	0
8	317	Other water source plant	0				0
9	311	Pumping equipment	493,568			(493,568)	0
10	320	Water treatment plant	1,300,237			(1,300,237)	0
11	330	Reservoirs, tanks and sandpipes	155,912			(155,912)	0
12	331	Water mains	390,902			(390,902)	0
13	333	Services and meter installations	0				0
14	334	Meters	0				0
15	335	Hydrants	0				0
16	339	Other equipment	0				0
17	340	Office furniture and equipment	0				0
18	341	Laboratory Equipment	5,703			(5,703)	0
19		Total depreciable plant	3,635,705	0	0	(3,635,705)	0
20		Total water plant in service	3,898,482	0	0	(3,898,482)	0

Sold Felton District in Sept-2008

FACILITIES FEES DATA

Please provide the following information relating to Facilities Fees for districts or subsidiaries servicing 2,000 or fewer connections for the calendar year. (Per D.91-04-068)

1. Trust Account Information:

Bank Name: NOT APPLICABLE
 Address: _____
 Account Number: _____
 Date Opened: _____

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

A. Commerical

NAME	AMOUNT
<u>NOT APPLICABLE</u>	<u>\$</u>
_____	<u>\$</u>
_____	<u>\$</u>
_____	<u>\$</u>

B. Residential

NAME	AMOUNT
<u>NOT APPLICABLE</u>	<u>\$</u>
_____	<u>\$</u>
_____	<u>\$</u>
_____	<u>\$</u>

3. Summary of the bank account activities showing:

NOT APPLICABLE

Balance at beginning of year	<u>\$</u>
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:

NOT APPLICABLE

DECLARATION
Before Signing, Please Check to See That All Schedules Have Been Completed

I, the undersigned Robert MacLean - President

Officer, Partner or Owner

of California-American Water Company

Name of Utility

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.

(date)

SIGNED Robert MacLean (date)

Title President

Date 7/2/09

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