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2007  
ANNUAL REPORT  
OF  
DISTRICT WATER SYSTEM OPERATIONS  
OF

Golden State Water Company

\_\_\_\_\_  
(NAME OF CORPORATION)

Name of District: Clearlake Location: Clearlake, Lake  
(TOWN OR CITY) (COUNTY)

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

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

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

Line No.	Acct	Title of Account (a)	Balance Beg of Year (b)	Additions During Year (c)	Retirements During Year (d)	Other Debits or (Credits) (e)	Balance End of Year (f)
1		<b>I. INTANGIBLE PLANT</b>					
2	301	Organization	0	0	0	0	0
3	302	Franchises and consents (Schedule A-1b)	0	0	0	0	0
4	303	Other intangible plant	58,695	0	0	0	58,695
5		Total intangible plant	<b>58,695</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>58,695</b>
6							
7		<b>II. LANDED CAPITAL</b>					
8	306	Land and land rights	175,312	0	0	0	175,312
9							
10		<b>III. SOURCE OF SUPPLY PLANT</b>					
11	311	Structures and improvements	15,424	0	0	0	15,424
12	312	Collecting and impounding reservoirs	25,022	0	0	0	25,022
13	313	Lake, river and other intakes	0	0	0	0	0
14	314	Springs and tunnels	0	0	0	0	0
15	315	Wells	0	0	0	0	0
16	316	Supply mains	0	0	0	0	0
17	317	Other source of supply plant	62	0	0	0	62
18		Total source of supply plant	<b>40,508</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>40,508</b>
19							
20		<b>IV. PUMPING PLANT</b>					
21	321	Structures and improvements	88,835	0	0	0	88,835
22	322	Boiler plant equipment	0	0	0	0	0
23	323	Other power production equipment	0	0	0	0	0
24	324	Pumping equipment	1,122,172	0	0	0	1,122,172
25	325	Other pumping plant	37,035	245,430	0	0	282,465
26		Total pumping plant	<b>1,248,043</b>	<b>245,430</b>	<b>0</b>	<b>0</b>	<b>1,493,473</b>
27							
28		<b>V. WATER TREATMENT PLANT</b>					
29	331	Structures and improvements	308,398	13,010	(1,000)	0	320,408
30	332	Water treatment equipment	927,037	2,085	0	0	929,122
31		Total water treatment plant	<b>1,235,435</b>	<b>15,095</b>	<b>(1,000)</b>	<b>0</b>	<b>1,249,530</b>

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

Line No.	Acct	Title of Account (a)	Balance Beg of Year (b)	Additions During Year (c)	Retirements During Year (d)	Other Debits or (Credits) (e)	Balance End of Year (f)
1		<b>VI. TRANSMISSION AND DIST. PLANT</b>					
2	341	Structures and improvements	0	0	0	0	0
3	342	Reservoirs and tanks	864,101	0	0	0	864,101
4	343	Transmission and distribution mains	2,296,041	148,064	0	0	2,444,105
5	344	Fire mains	0	0	0	0	0
6	345	Services	1,005,161	157,055	0	0	1,162,217
7	346	Meters	170,746	28,843	0	0	199,589
8	347	Meter installations	0	0	0	0	0
9	348	Hydrants	209,728	4,498	0	0	214,226
10	349	Other transmission and distribution plant	934	0	0	0	934
11		Total transmission and distribution plant	<b>4,546,711</b>	<b>338,461</b>	<b>0</b>	<b>0</b>	<b>4,885,172</b>
12							
13		<b>VII. GENERAL PLANT</b>					
14	371	Structures and improvements	26,227	0	0	0	26,227
15	372	Office furniture and equipment	57,134	5,735	0	0	62,869
16	373	Transportation equipment	149,340	0	0	0	149,340
17	374	Stores equipment	0	0	0	0	0
18	375	Laboratory equipment	24,362	0	0	0	24,362
19	376	Communication equipment	6,647	0	0	0	6,647
20	377	Power operated equipment	9,484	0	0	0	9,484
21	378	Tools, shop and garage equipment	40,363	0	0	0	40,363
22	379	Other general plant	1,010	3,628	0	0	4,638
23		Total general plant	<b>314,567</b>	<b>9,363</b>	<b>0</b>	<b>0</b>	<b>323,930</b>
24							
25		<b>VIII. UNDISTRIBUTED ITEMS</b>					
26	390	Other tangible property	6,678	0	0	0	6,678
27	391	Utility plant purchased	0	0	0	0	0
28	392	Utility plant sold	0	0	0	0	0
29		Total undistributed items	<b>6,678</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>6,678</b>
30		Total utility plant in service	<b>7,625,948</b>	<b>608,349</b>	<b>(1,000)</b>	<b>0</b>	<b>8,233,296</b>

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

Line No.	Acct.	Title of Account (a)	Schedule Page No. (b)	Balance End-of-Year (c)	Balance Beginning of Year (d)
1		<b>DISTRICT RATE BASE</b>			
2					
3		Utility Plant			
4		Plant in Service		8,233,296	7,625,948
5		Construction Work in Progress		360,822	307,814
6		General Office Prorate			
7		<b>Total Gross Plant (Line 4 + Line 5 + Line 6)</b>		<b>8,594,118</b>	<b>7,933,761</b>
8					
9		Less Accumulated Depreciation			
10		Plant in Service		2,831,171	2,577,710
11		General Office Prorate			
12		<b>Total Accumulated Depreciation (Line 10 + Line 11)</b>		<b>2,831,171</b>	<b>2,577,710</b>
13					
14		Less Other Reserves			
15		Deferred Income Taxes		799,263	799,506
16		Deferred Investment Tax Credit		45,779	47,759
17		Other Reserves			
18		<b>Total Other Reserves (Line 15 + Line 16 + Line 17)</b>		<b>845,042</b>	<b>847,265</b>
19					
20		Less Adjustments			
21		Contributions in Aid of Construction		118,575	126,198
22		Advances for Construction		65,113	63,841
23		Other			
24		<b>Total Adjustments (Line 21 + Line 22 + Line 23)</b>		<b>183,688</b>	<b>190,039</b>
25					
26		Add Materials and Supplies		26,909	25,554
27					
28		Add Working Cash (From Schedule A-1d(2))		100	100
29		Add General office, Regions, District office, CSA allocation		153,251	187,699
30		<b>TOTAL DISTRICT RATE BASE</b>		<b>4,914,477</b>	<b>4,532,100</b>
31		=Line 7 - Line 12 - Line 18 - Line 24 + Line 26 + Line 28+Line			
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**SCHEDULE A-1d (2)  
RATE BASE  
Working Cash Calculation**

Line No.	Acct.	Title of Account (a)	Schedule Page No. (b)	Balance End-of-Year (c)	Balance Beginning of Year (d)
1		<b>Working Cash</b>			
2					
3		<b>Determination of Operational Cash Requirement</b>			
4		1. Operating Expenses, Excl Taxes, Depr. & Uncoll.			
5		2. Purchased Power & Commodity for Resale*			
6		3. Meter Revenues: Bimonthly Billing			
7		4. Other Revenues: Flat Rate Monthly Billing			
8		5. Total Revenues (3 + 4)			
9		6. Ratio - Flat Rate to Total Revenues (4 / 5)			
10		7. $5/24 \times \text{Line 1} \times (100\% - \text{Line 6})$			
11		8. $1/24 \times \text{Line 1} \times \text{Line 6}$			
12		9. $1/12 \times \text{Line 2}$			
13		10. Operational Cash Requirement (7 + 8 - 9)	*See attached schedule		
14					
15					
16		* Electric power, gas or other fuel purchased for pumping and/or purchased commodity for resale billed after receipt (metered).			
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08-May-08

**GOLDEN STATE WATER COMPANY**  
Clearlake Customer Service Area

**DEVELOPMENT OF AVERAGE LAG IN PAYMENT OF EXPENSES AND  
TAXES AND ACCRUING DEPRECIATION**

	(a) CPUC WUDF ACCOUNT	DESCRIPTION	(b)		(c)	(d)
			2008 PROPOSED (\$000's)	AVG. NO. OF DAYS LAG	THOUSAND DOLLAR-DAYS LAG	THOUSAND DOLLAR-DAYS LAG
		OPERATING EXPENSES:				
1	70400	PURCHASED WATER	29.8	39.1		1,164.9
2	72600	POWER FOR PUMPING	90.2	40.4		3,645.4
3	73500	PUMP TAXES	0.0	0.0		0.0
4	74400	CHEMICALS	39.6	24.0		950.4
5	77300	COMMON CUSTOMER ACCOUNT	14.1	2.6		37.4
6	77325	POSTAGE	0.0	0.0		0.0
7	77500	UNCOLLECTIBLES	8.4	0.0		0.0
8	78000	OPERATION LABOR	207.9	12.5		2,598.8
9	78100	ALL OTHER OPERATION EXPENSES	90.1	70.0		6,307.2
10	78700	MAINTENANCE LABOR	35.8	12.5		447.5
11	78800	ALL OTHER MAINTENANCE EXPENSES	44.0	57.3		2,523.0
12	79200	OFFICE SUPPLIES AND EXPENSE	39.8	47.2		1,878.0
13	79300	PROPERTY INSURANCE	0.0	0.0		0.0
14	79400	INJURIES AND DAMAGES	0.1	25.0		2.8
15	79500	PENSIONS AND BENEFITS	4.2	(168.0)		(703.4)
16	79600	BUSINESS MEALS	0.3	(149.0)		(42.4)
17	79700	REGULATORY COMMISSION	7.5	10.0		75.0
18	79800	OUTSIDE SERVICES	2.3	0.0		0.0
19	79900	MISCELLANEOUS	0.6	28.0		15.6
20	79910	ALLOCATED GENERAL OFFICE	156.2	2.6		413.3
21	80500	ALL OTHER MAINTENANCE GENERAL PLANT	1.6	9.9		15.8
22	81100	RENT	12.4	(17.5)		(216.9)
23	81500	A&G LABOR	16.5	12.5		206.3
24	50300	DEPRECIATION AND AMORTIZATION	307.7	0.0		0.0
25	50710	PROPERTY TAXES	29.1	40.0		1,162.8
26	50720	PAYROLL TAXES	21.0	4.0		83.8
27	50730	LOCAL TAXES	0.1	263.0		25.1
28		STATE INCOME TAX	34.4	96.0		3,298.6
29		FEDERAL INCOME TAX	159.8	106.0		16,937.3
30		TOTAL OPERATING EXPENSES	1,353.2			40,826.3
31		CPUC FEE ( 1.4% OF REVENUE)	25.5	90.0		2,293.0
32		TOTAL	1,378.7			43,119.3
33		AVERAGE LAG ----->				30.17

**AVERAGE AMOUNT OF CASH REQUIRED AS A RESULT OF  
PAYING EXPENSES, TAXES AND ACCRUING DEPRECIATION  
IN ADVANCE OF COLLECTING REVENUES  
(\$ in Thousands )**

34	(1) Average Lag in Collection of Revenues	33.81 days
35	(2) Average Lag in Payment of Expenses, Taxes and Accruing Depreciation	30.17 days
36	(3) Excess of Collection Lag over Payment Lag	3.64 days
37	(4) Total of Expenses, Taxes and Depreciation	\$1,378.7
38	(5) Daily Total of Expenses, Taxes and Depreciation	\$3.8
39	(6) Average Amount of Working Cash Capital Required as a Result of Paying Exp., Taxes and Depreciation in Advance of Collecting Revenues	\$13.8

NOTE: Schedule incorporate dollars (Accounts 793.00 Property Insurance, 794.00 Injuries and Damages, and 795.00 Pension & Benefits) for Working Cash calculation - Dollars were used expressly for working cash calculation.

**SCHEDULE A-3  
Depreciation and Amortization Reserves**

Line No.	Item (a)	Account 250 Utility Plant (b)	Account 251 Limited-Term Utility Investments (c)	Account 252 Utility Plant Acquisition Adjustments (d)	Account 253 Other Property (e)
1	<b>Balance in reserves at beginning of year</b>	2,580,075	(2,371)	0	0
2	Add: Credits to reserves during year				
3	(a) Charged to Account 503, 504, 505	248,827			
4	(b) Charged to Account 265	2,855			
5	(c) Charged to Clearing Accounts	2,778			
6	(d) Salvage recovered				
7	(e) All other credits <sup>1/</sup>				
8	<b>Total credits</b>	254,460	0	0	0
9	Deduct: Debits to reserves during year				
10	(a) Book cost of property retired	1,000			
11	(b) Cost of removal	0			
12	(c) All other debits <sup>1/</sup>				
13	<b>Total debits</b>	1,000	0	0	0
14	<b>Balance in reserve at end of year</b>	2,833,535	(2,371)	0	0
15	State method of determining depreciation charges. <b>Composite Rate</b>				
16					
17					
18	Report the depreciation claimed in your Federal Income Tax Return for the year - \$ <b>NOT AVAILABLE BY DISTRICT</b>				
19	1/ Indicate the nature of these items and show the accounts affected by the contra entries.				
20					
21					

**SCHEDULE A-3a**

**Analysis of Entries in Account 250-Reserve for Depreciation of Utility Plant**  
 (This schedule is to be completed if records are maintained showing depreciation reserve by plant accounts)

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)
<b>I. SOURCE OF SUPPLY PLANT</b>						
311	Structures and improvements	(15,152)	(17)			(15,169)
312	Collecting and impounding reservoirs	(21,599)	(180)			(21,779)
313	Lake, river and other intakes	0				0
314	Springs and tunnels	0				0
315	Wells	0				0
316	Supply mains	0				0
317	Other source of supply plant	(41)	(1)			(42)
	<b>Total source of supply plant</b>	<b>(36,792)</b>	<b>(198)</b>	<b>0</b>	<b>0</b>	<b>(36,990)</b>
<b>II. PUMPING PLANT</b>						
321	Structures and improvements	(30,423)	(2,487)			(32,910)
322	Boiler plant equipment	0				0
323	Other power production equipment	0				0
324	Pumping equipment	(617,281)	(43,989)			(661,270)
325	Other pumping plant	(14,721)	(970)			(15,691)
	<b>Total pumping plant</b>	<b>(662,425)</b>	<b>(47,446)</b>	<b>0</b>	<b>0</b>	<b>(709,871)</b>
<b>III. WATER TREATMENT PLANT</b>						
331	Structures and improvements	(100,227)	(8,789)	1,000		(108,016)
332	Water treatment equipment	(479,035)	(63,224)			(542,259)
	<b>Total water treatment plant</b>	<b>(579,262)</b>	<b>(72,013)</b>	<b>1,000</b>	<b>0</b>	<b>(650,275)</b>

**SCHEDULE A-3a**

**Analysis of Entries in Account 250-Reserve for Depreciation of Utility Plant (continued)**  
 (This schedule is to be completed if records are maintained showing depreciation reserve by plant accounts)

Acct.	DEPRECIABLE PLANT (a)	Balance End of Year (f)	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)
<b>IV. TRANS. AND DIST. PLANT</b>						
341	Structures and improvements	0				0
342	Reservoirs and tanks	(111,671)	(21,430)			(133,101)
343	Transmission and distribution mains	(804,476)	(47,528)			(852,004)
344	Fire mains	0				0
345	Services	(275,441)	(30,959)			(306,400)
346	Meters	(72,062)	(12,347)	19		(84,390)
347	Meter installations	0				0
348	Hydrants	39,716	(9,857)			29,859
349	Other transmission and distribution plant	(217)	(27)			(244)
	<b>Total trans. and distribution plant</b>	<b>(1,224,151)</b>	<b>(122,148)</b>	<b>19</b>	<b>0</b>	<b>(1,346,280)</b>
<b>V. GENERAL PLANT</b>						
371	Structures and improvements	(4,476)	(671)			(5,147)
372	Office furniture and equipment	(14,222)	(4,365)			(18,587)
373	Transportation equipment	4,935	(2,778)			2,157
374	Stores equipment	0				0
375	Laboratory equipment	(15,908)	(2,923)			(18,831)
376	Communication equipment	(6,647)				(6,647)
377	Power operated equipment	(9,484)				(9,484)
378	Tools, shop and garage equipment	(23,955)	(1,937)			(25,892)
379	Other general plant	(1,010)				(1,010)
390	Other tangible property	(6,678)	0			(6,678)
391	Water plant purchased	0				0
	<b>Total general plant</b>	<b>(77,445)</b>	<b>(12,674)</b>	<b>0</b>	<b>0</b>	<b>(90,119)</b>
	<b>TOTAL</b>	<b>(2,580,075)</b>	<b>(254,479)</b>	<b>1,019</b>	<b>0</b>	<b>(2,833,535)</b>



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

Line No.	Acct.	ACCOUNT (a)	Amount Current Year (b)	Amount Preceding Year (c)	Net Change During Year Show Decrease in (Brackets) (d)
1		<b>I. WATER SERVICE REVENUES</b>			
2	601	Metered sales to general customers			
3		601.1 Commercial sales	1,651,044	1,571,831	79,213
4		601.2 Industrial sales	-		-
5		601.3 Sales to public authorities	854	842	12
6		Sub-total	1,651,898	1,572,673	79,225
7	602	Unmetered sales to general customers			
8		602.1 Commercial sales	-		-
9		602.2 Industrial sales	-		-
10		602.3 Sales to public authorities	-		-
11		Sub-total	-	-	-
12	603	Sales to irrigation customers			
13		603.1 Metered sales	-		-
14		603.2 Unmetered sales	-		-
15		Sub-total	-	-	-
16	604	Private fire protection service	1,320	1,320	-
17	605	Public fire protection service	-		-
18	606	Sales to other water utilities for resale	-		-
19	607	Sales to governmental agencies by contracts	-		-
20	608	Interdepartmental sales	-		-
21	609	Other sales or service	-		-
22		Sub-total	1,320	1,320	-
23		Total water service revenues	1,653,218	1,573,993	79,225
24		<b>II. OTHER WATER REVENUES</b>			
25	611	Miscellaneous service revenues	8,896	8,247	649
26	612	Rent from water property	-		-
27	613	Interdepartmental rents	-		-
28	614	Other water revenues	973	4,752	(3,779)
29		Total other water revenues	9,869	12,999	(3,130)
30	501	Total operating revenues	1,663,087	1,586,992	76,095

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

Line No.	Acct.	Account (a)	Class			Amount Current Year (b)	Amount Preceding Year (c)	Net Change During Year Show Decrease in [Brackets] (d)
			A	B	C			
1		<b>I. SOURCE OF SUPPLY EXPENSE</b>						
2		<b>Operation</b>						
3	701	Operation supervision and engineering	A	B		34,219	(13,821)	48,040
4	701	Operation supervision, labor and expenses			C			
5	702	Operation labor and expenses	A	B		0	0	0
6	703	Miscellaneous expenses	A			0	0	0
7	704	Purchased water	A	B	C	19,503	31,721	(12,218)
8		<b>Maintenance</b>						
9	706	Maintenance supervision and engineering	A	B		0	0	0
10	706	Maintenance of structures and facilities			C	0		
11	707	Maintenance of structures and improvements	A	B		0	0	0
12	708	Maintenance of collect and impound reservoirs	A			116	2,100	(1,984)
13	708	Maintenance of source of supply facilities		B				
14	709	Maintenance of lake, river and other intakes	A			59	59	0
15	710	Maintenance of springs and tunnels	A			0	0	0
16	711	Maintenance of wells	A			0	0	0
17	712	Maintenance of supply mains	A			0	0	0
18	713	Maintenance of other source of supply plant	A	B		0	0	0
19		Total source of supply expense				53,897	20,059	33,838

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

Line No.	Acct.	Account (a)	Class			Amount Current Year (b)	Amount Current Year (b)	Net Change During Year Show Decrease in [Brackets] (d)
			A	B	C			
1		<b>II. PUMPING EXPENSES</b>						
2		<b>Operation</b>						
3	721	Operation supervision and engineering	A	B		6,488	4,275	2,213
4	721	Operation supervision labor and expense			C			
5	722	Power production labor and expense	A			0	0	0
6	722	Power production labor, expenses and fuel		B		0		
7	723	Fuel for power production	A			0	0	0
8	724	Pumping labor and expenses	A	B		6,573	9,222	(2,649)
9	725	Miscellaneous expenses	A			344	1,062	(718)
10	726	Fuel or power purchased for pumping	A	B	C	59,881	94,283	(34,402)
11		<b>Maintenance</b>						
12	729	Maintenance supervision and engineering	A	B		5,694	4,225	1,469
13	729	Maintenance of structures and equipment			C			
14	730	Maintenance of structures and improvements	A	B		2,807	4,876	(2,069)
15	731	Maintenance of power production equipment	A	B		0	0	0
16	732	Maintenance of pumping equipment	A	B		9,700	6,512	3,188
17	733	Maintenance of other pumping plant	A	B		0	0	0
18		Total pumping expenses				91,488	124,455	(32,967)
19		<b>III. WATER TREATMENT EXPENSES</b>						
20		<b>Operation</b>						
21	741	Operation supervision and engineering	A	B		18,368	14,615	3,753
22	741	Operation supervision, labor and expenses			C			
23	742	Operation labor and expenses	A			129,017	80,108	48,909
24	743	Miscellaneous expenses	A	B		0	0	0
25	744	Chemicals and filtering materials	A	B		44,604	53,319	(8,715)
26		<b>Maintenance</b>						
27	746	Maintenance supervision and engineering	A	B		116	0	116
28	746	Maintenance of structures and equipment			C			
29	747	Maintenance of structures and improvements	A	B		11,944	20,863	(8,919)
30	748	Maintenance of water treatment equipment	A	B		25,546	17,284	8,262
31		Total water treatment expenses				229,595	186,189	43,406

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

Line No.	Acct.	Account (a)	Class			Amount Current Year (b)	Amount Preceding Year (c)	Net Change During Year Show Decrease in [Brackets] (d)
			A	B	C			
1		<b>IV. TRANS. AND DIST. EXPENSES</b>						
2		Operation						
3	751	Operation supervision and engineering	A	B		16,079	4,529	11,550
4	751	Operation supervision, labor and expenses			C			
5	752	Storage facilities expenses	A			12	112	(100)
6	752	Operation labor and expenses		B				
7	753	Transmission and distribution lines expenses	A			6,501	7,413	(913)
8	754	Meter expenses	A			16,304	11,893	4,411
9	755	Customer installations expenses	A			10,169	7,489	2,680
10	756	Miscellaneous expenses	A			59,661	49,946	9,715
11		Maintenance						
12	758	Maintenance supervision and engineering	A	B		6,836	4,650	2,186
13	758	Maintenance of structures and plant			C			
14	759	Maintenance of structures and improvements	A	B		0	0	0
15	760	Maintenance of reservoirs and tanks	A	B		119	878	(759)
16	761	Maintenance of trans. and distribution mains	A			35,009	17,961	17,048
17	761	Maintenance of mains		B				
18	762	Maintenance of fire mains	A			0	0	0
19	763	Maintenance of services	A			14,798	8,684	6,114
20	763	Maintenance of other trans. and distribution plant		B				
21	764	Maintenance of meters	A			11,741	2,359	9,382
22	765	Maintenance of hydrants	A			2,291	38	2,253
23	766	Maintenance of miscellaneous plant	A			0	0	0
24		Total transmission and distribution expenses				179,517	115,952	63,565

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

Line No.	Acct.	Account (a)	Class			Amount Current Year (b)	Amount Current Year (c)	Net Change During Year Show Decrease in [Brackets] (d)
			A	B	C			
1		<b>V. CUSTOMER ACCOUNT EXPENSES</b>						
2		Operation						
3	790	Transferred Customer Expenses				14,245	14,263	(18)
4	771	Supervision	A	B		14,405	12,563	1,842
5	771	Superv., meter read, other customer acct expenses			C			
6	772	Meter reading expenses	A	B		71,552	72,329	(777)
7	773	Customer records and collection expenses	A			6,182	6,139	43
8	773	Customer records and accounts expenses		B				
9	774	Miscellaneous customer accounts expenses	A				0	0
10	775	Uncollectible accounts	A	B	C	11,834	16,239	(4,405)
11		Total customer account expenses				116,218	121,533	(3,315)
12		<b>VI. SALES EXPENSES</b>						
13		Operation						
14	781	Supervision	A	B			0	0
15	781	Sales expenses			C			
16	782	Demonstrating and selling expenses	A			0	0	0
17	783	Advertising expenses	A			0	234	(234)
18	784	Miscellaneous sales expenses	A			0	0	0
19	785	Merchandising, jobbing and contract work	A			0	0	0
20		Total sales expenses				0	234	(234)

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

Line No.	Acct.	Account (a)	Class			Amount Current Year (b)	Amount Current Year (c)	Net Change During Year Show Decrease in [Brackets] (d)
			A	B	C			
1		<b>VII. ADMIN. AND GENERAL EXPENSES</b>						
2		Operation						
3	790	Allocation of A&G Expenses				155,543	172,486	(16,943)
4	791	Administrative and general salaries	A	B	C	1,784	938	846
5	792	Office supplies and other expenses	A	B	C	45,577	42,374	4,203
6	793	Property insurance	A			0	0	0
7	793	Property insurance, injuries and damages		B	C			
8	794	Injuries and damages	A			35,784	0	35,784
9	795	Employees' pensions and benefits	A	B	C	119,388	9,883	109,505
10	796	Franchise requirements	A	B	C	17,039	17,429	(390)
11	797	Regulatory commission expenses	A	B	C	2,664	2,576	88
12	798	Outside services employed	A			47,295	2,129	45,166
13	798	Miscellaneous other general operation expenses		B	C			
14	799	Miscellaneous general expenses	A			250	314	(64)
15		Maintenance						
16	805	Maintenance of general plant	A	B	C	203	1,946	(1,743)
17		Total administrative and general expenses				426,528	250,075	176,453
18		<b>VIII. MISCELLANEOUS</b>						
19	B11	Rents	A	B	C	12,643	12,749	(106)
20	B12	Administrative expenses transferred - Cr.	A	B	C	0	0	0
21	B13	Duplicate charges - Cr.	A	B	C	0	0	0
22		Total miscellaneous				12,643	12,749	(106)
23		Total operating expenses				1,111,685	831,246	280,439

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

Line No.	Kind of tax (See system support for instructions) (a)	Total taxes charged during year (b)	Water (Account 507) (c)	Nonutility (Account 321) (d)	Other (Accounts) (e)	Capitalized (f)
1	Taxes on real and personal property	28,180	28,180			
2	State corporation franchise tax	29,665	29,665			
3	State unemployment insurance tax	1,199	1,199			
4	Other state and local taxes	90	90			
5	Federal unemployment insurance tax	353	353			
6	Federal insurance contributions act	21,309	21,309			
7	Other federal taxes	-	-			
8	Federal income tax	119,308	119,308			
9	Pump tax	-	-			
10						
11						
12						
13						
14						
15						
16						
17	Totals	200,104	200,104	-	-	-

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

Line No.	STREAMS			FLOW IN ... (Unit) <sup>2</sup>				Annual Quantities Diverted	Remarks
	Diverted Into <sup>1</sup>	From Stream or Creek (Name)	Location of Diversion Point	Priority Right		Diversions			
				Claim	Capacity	Max	Min	CCF (Unit) <sup>2</sup>	
1									
2									
3									
4	Treatment Plant	Lakeshore						255,274	
5									
6									
7									
8	<b>WELLS</b>						Pumping Capacity	Annual Quantities Pumped	Remarks
9	At Plant					(Unit) <sup>2</sup>			
10	(Name or Number)	Location	Number	Diversions	<sup>3</sup> Depth in Water				
11									None
12									
13									
14									
15									
16									
17	TUNNELS AND SPRINGS			FLOW IN		Annual Quantities Used	Remarks		
18				(Unit) <sup>2</sup>					
19	Designation	Location	Number	Maximum	Minimum	(Unit) <sup>2</sup>			
20									
21									
22									
23									
24									
25									
26	<b>Purchased Water for Resale</b>								
27									
28									
29	Purchased from								
30	Annual quantities purchased				(Unit chosen) <sup>2</sup>		*Refer to Company Schedule D-1"		
31									
32									

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

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

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

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

Line No.	Type	Number	Combined Capacity (Gallons or Acre Feet)	Remarks
33	A. Collecting Reservoirs			*Refer to Attached Schedule"
34	Concrete			
35	Earth			
36	Wood			
37	B. Distribution Reservoirs			
38	Concrete			
39	Earth			
40	Wood			
41	C. Tanks			
42	Concrete			
43	Earth			
44	Wood			
45	Steel			
	Total			

Plant Facility Index

Region: I  
 District: Northern  
 CSA: Clearlake  
 System: Clearlake

Plant	Major Facility	Year Built	Base Elev.	2007 Prod (AF)	Wells			Pumps				Tanks		Remarks			
					Well No.	Depth (ft)	Casing Diam (in)	Column Setting	Pump Type	Energy Type	Size (HP)	Design Flow (gpm)	Design Head (ft)		Volume (MG)	Type	Material
Lakeshore	Booster A		1330							VT	Elec	30	500	172		Pumps water from lake to Sonoma Treatment Plant.	
	Booster B		1330							VT	Elec	30	500	172		Pumps water from lake to Sonoma Treatment Plant.	
	Booster C		1330							VT	Elec	30	500	172		Pumps water from lake to Sonoma Treatment Plant.	
Manchester	Booster A		1346							H.S.C	Elec	50	500	260		Pump from Highland Water Co. inter-connection to system.	
	Booster A Reservoir		1580 1577							H.S.C	Elec	1.5	35	100		Pumps from Resv to Oakcrest Booster Zone Floats on system	
Sampson San Joaquin	Reservoir		1577.7													Floats on system.	
	Booster A	2002	1330							H.S.C	Elec	20	100			In-line pump from Sampson Resv Zone to Oakcrest Resv Zone	
Sonoma WTP	Booster B		1330							H.S.C	Elec	20	100			In-line pump from Sampson Resv Zone to Oakcrest Resv Zone	
	Treatment Plant			586													
Sonoma WTP	Booster 1		1417							VT	Elec	10	500	47		Settled water to pressure filters, carbon contactors, then clearwell.	
	Booster 2		1417							VT	Elec	10	500	47		Settled water to pressure filters, carbon contactors, then clearwell.	
	Booster 3		1417							VT	Elec	10	500	47		Settled water to pressure filters, carbon contactors, then clearwell.	
	Booster A		1417							VT	Elec	40	500	217		Finished water from clearwell to system.	
	Booster B		1417							VT	Elec	40	500	217		Finished water from clearwell to system.	
	Booster C		1417							VT	Elec	40	500	217		Finished water from clearwell to system.	
	Clearwell		1416.5											0.21	Clearwell	B. Steel	Baffles Installed in clearwell

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

**A. Length of Ditches, Flumes and Lined Conduits in Miles for Various Capacities**  
Capacities in Cubic Feet Per Second or Miner's Inches (state which)

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

**A. Length of Ditches, Flumes and Lined Conduits in Miles for Various Capacities (Concluded)**  
Capacities in Cubic Feet Per Second or Miner's Inches (state which)

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

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

Line No.		1	1 1/2	2	2 1/2	3	4	5	6
11	Cast Iron	-	-	-	-	-	-	-	-
12	Ductile iron (cement lined)	-	-	-	-	-	-	-	-
13	Concrete	-	-	-	-	-	-	-	-
14	Copper	-	-	-	-	-	-	-	-
15	Riveted Steel	-	-	-	-	-	-	-	-
18	Standard Steel	-	-	59,901	-	-	35,274	-	1,061
17	Screw or Welded Casing	-	-	-	-	-	-	-	-
18	Cement - Asbestos	-	-	-	-	-	4,262	-	38,299
19	Welded Steel	-	-	-	-	-	-	-	-
20	Polyvinylchloride	-	-	3,705	-	-	12,940	-	4,948
21	Other - Plastic	-	-	414	-	-	220	-	4,817
22	Totals	-	-	64,020	-	-	52,696	-	49,123

**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	-	-	-	-	-	-	25	-
24	Ductile iron (cement lined)	525	-	-	-	-	-	-	625
25	Concrete	-	-	-	-	-	-	-	-
26	Copper	-	-	-	-	-	-	-	-
27	Riveted Steel	-	-	-	-	-	-	-	-
28	Standard Steel	525	-	-	-	-	-	3,214	99,975
29	Screw or Welded Casing	-	-	-	-	-	-	-	-
30	Cement - Asbestos	45,671	-	-	-	-	-	-	88,132
31	Welded Steel	-	-	-	-	-	-	-	-
32	Polyvinylchloride	9,454	-	1	-	-	-	-	31,046
33	Other - Plastic	4,729	-	-	-	-	-	-	10,180
33a	Unclassified	-	-	-	-	-	-	(34,604)	(34,604)
34	Totals	60,804	-	1	-	-	-	3,214	195,254

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

Classification	Metered - Dec 31		Flat Rate - Dec 31	
	Prior Year	Current Year	Prior Year	Current Year
Commercial (including domestic)	2,150	2,158		-
Industrial		-		-
Public authorities	2	2		-
Irrigation		-		-
Other (specify)		-		-
Subtotal	2,152	2,160	-	-
Private fire connections		-	4	4
Public fire hydrants		-		-
<b>Total</b>	<b>2,152</b>	<b>2,160</b>	<b>4</b>	<b>4</b>

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

Size	Meters	Services
5/8 x 3/4 - in	2,351	2,500
3/4 - in	2	4
1 - in	6	9
1 1/2 - in	3	3
2 - in	4	3
3 - in	1	5
4 - in	2	1
6 - in	-	-
Other	-	-
	-	-
<b>Total</b>	<b>2,369</b>	<b>2,525</b>

**SCHEDULE D-6  
Meter Testing Data**

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



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

Classification of Service	January	February	March	April	May	June	July	Subtotal
	Commercial	11,366	11,952	10,250	12,350	12,635	18,464	19,662
Industrial	-	-	-	-	-	-	-	-
Public authorities	-	-	-	-	-	-	-	-
Irrigation	-	-	-	-	-	-	-	-
Other (specify)	-	-	-	-	-	-	-	-
<b>Total</b>	<b>11,366</b>	<b>11,952</b>	<b>10,250</b>	<b>12,350</b>	<b>12,635</b>	<b>18,464</b>	<b>19,662</b>	<b>96,679</b>

Classification of Service	August	September	October	November	December	Subtotal	Total	Total Prior Year
	Commercial	20,037	20,158	13,725	11,446	10,652	76,018	172,697
Industrial	-	-	-	-	-	-	-	-
Public authorities	-	-	-	-	-	-	-	-
Irrigation	-	-	-	-	-	-	-	-
Other (specify)	-	-	-	-	-	-	-	-
<b>Total</b>	<b>20,037</b>	<b>20,158</b>	<b>13,725</b>	<b>11,446</b>	<b>10,652</b>	<b>76,018</b>	<b>172,697</b>	<b>175,886</b>

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

Total acres irrigated \_\_\_\_\_

Total population served \_\_\_\_\_ 8,656

### End of Year Balances in Selected Accounts

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

131	Materials and supplies on hand . . . . .	\$	<u>26,909</u>
100.3	Construction work in progress . . . . .	\$	<u>360,822</u>
241	Advances for construction . . . . .	\$	<u>65,113</u>
265	Contributions in aid of construction . . . . .	\$	<u>118,575</u>

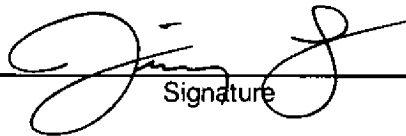
### SIGNATURE

District Management

Name of District Manager Paul T. Schubert Telephone: (707) 994-9118

Address 14595 Olympic Drive, Suite A, Clearlake, CA 95422

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

  
\_\_\_\_\_  
Signature

Assistant Controller  
\_\_\_\_\_  
Title

5/23/08  
\_\_\_\_\_  
Date

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