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2008
ANNUAL REPORT
OF
DISTRICT WATER SYSTEM OPERATIONS
OF

Golden State Water Company

(NAME OF CORPORATION)

Name of District: Los Osos Location: Los Osos, San Luis Obispo
(TOWN OR CITY) (COUNTY)

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)

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		I. INTANGIBLE PLANT					
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	144,934	0	0	0	144,934
5		Total intangible plant	144,934	0	0	0	144,934
6							
7		II. LANDED CAPITAL					
8	306	Land and land rights	283,726	0	0	0	283,726
9							
10		III. SOURCE OF SUPPLY PLANT					
11	311	Structures and improvements	7,127	0	0	0	7,127
12	312	Collecting and impounding reservoirs	0	0	0	0	0
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	1,711,956	0	0	0	1,711,956
16	316	Supply mains	91,280	0	0	0	91,280
17	317	Other source of supply plant	0	0	0	0	0
18		Total source of supply plant	1,810,364	0	0	0	1,810,364
19							
20		IV. PUMPING PLANT					
21	321	Structures and improvements	249,275	0	0	0	249,275
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	3,822,652	45,841	(13,921)	0	3,854,573
25	325	Other pumping plant	217,312	40,321	0	0	257,632
26		Total pumping plant	4,289,239	86,162	(13,921)	0	4,361,480
27							
28		V. WATER TREATMENT PLANT					
29	331	Structures and improvements	103,078	0	0	0	103,078
30	332	Water treatment equipment	1,530,120	3,872	0	0	1,533,992
31		Total water treatment plant	1,633,198	3,872	0	0	1,637,070

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		VI. TRANSMISSION AND DIST. PLANT					
2	341	Structures and improvements	56,567	0	0	0	56,567
3	342	Reservoirs and tanks	974,294	0	0	0	974,294
4	343	Transmission and distribution mains	2,791,005	26,129	0	0	2,817,134
5	344	Fire mains	0	0	0	0	0
6	345	Services	992,911	29,199	0	0	1,022,109
7	346	Meters	463,183	15,106	0	0	478,289
8	347	Meter installations	0	0	0	0	0
9	348	Hydrants	555,141	12,511	(1,250)	0	566,401
10	349	Other transmission and distribution plant	3,533	0	0	0	3,533
11		Total transmission and distribution plant	5,836,633	82,945	(1,250)	0	5,918,327
12							
13		VII. GENERAL PLANT					
14	371	Structures and improvements	42,482	0	0	0	42,482
15	372	Office furniture and equipment	49,328	2,127	0	(822)	50,633
16	373	Transportation equipment	85,349	28,649	0	0	113,998
17	374	Stores equipment	0	0	0	0	0
18	375	Laboratory equipment	0	0	0	0	0
19	376	Communication equipment	10,272	411	0	0	10,684
20	377	Power operated equipment	11,352	0	0	0	11,352
21	378	Tools, shop and garage equipment	22,440	1,851	0	0	24,291
22	379	Other general plant	1,307	0	0	0	1,307
23		Total general plant	222,532	33,038	0	(822)	254,748
24							
25		VIII. UNDISTRIBUTED ITEMS					
26	390	Other tangible property	13,826	0	0	0	13,826
27	391	Utility plant purchased	21,008	0	0	0	21,008
28	392	Utility plant sold	0	0	0	0	0
29		Total undistributed items	34,834	0	0	0	34,834
30		Total utility plant in service	14,255,459	206,017	(15,171)	(822)	14,445,483

**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		DISTRICT RATE BASE			
2					
3		Utility Plant			
4		Plant in Service		14,445,483	14,255,459
5		Construction Work in Progress		374,625	179,510
6		General Office Prorate			
7		Total Gross Plant (Line 4 + Line 5 + Line 6)		14,820,108	14,434,970
8					
9		Less Accumulated Depreciation			
10		Plant in Service		4,574,662	4,114,810
11		General Office Prorate			
12		Total Accumulated Depreciation (Line 10 + Line 11)		4,574,662	4,114,810
13					
14		Less Other Reserves			
15		Deferred Income Taxes		757,479	731,614
16		Deferred Investment Tax Credit		8,271	8,775
17		Other Reserves		(2,886)	(2,838)
18		Total Other Reserves (Line 15 + Line 16 + Line 17)		762,864	737,551
19					
20		Less Adjustments			
21		Contributions in Aid of Construction		879,243	905,635
22		Advances for Construction		937,246	973,133
23		Other			
24		Total Adjustments (Line 21 + Line 22 + Line 23)		1,816,489	1,878,768
25					
26		Add Materials and Supplies		11,187	12,069
27					
28		Add Working Cash (From Schedule A-1d(2))		97,500	47,200
29		Add General Office, Rgions, District office, CSA allocation		187,884	255,339
30		TOTAL DISTRICT RATE BASE			
31		=Line 7 - Line 12 - Line 18 - Line 24 + Line 26 + Line 28+ line 29		7,962,663	8,018,449
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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		Working Cash			
2					
3		Determination of Operational Cash Requirement			
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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ADR
08-May-08

GOLDEN STATE WATER COMPANY
Los Osos Customer Service Area

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

CPUC WJDF ACCOUNT	(a) DESCRIPTION	(b)		(c)	(d)
		2008 PROPOSED (\$000's)	AVG. NO. OF DAYS LAG	THOUSAND DOLLAR-DAYS LAG	THOUSAND DOLLAR-DAYS LAG
1	70400				
	OPERATING EXPENSES:				
2	72600				
	PURCHASED WATER	0.0	0.0		0.0
3	73500				
	POWER FOR PUMPING	177.3	47.0		8,334.5
4	74400				
	PUMP TAXES	0.0	0.0		0.0
5	77300				
	CHEMICALS	162.9	31.5		5,131.4
6	77325				
	COMMON CUSTOMER ACCOUNT	26.3	2.6		69.5
7	77500				
	POSTAGE	0.0	0.0		0.0
8	78000				
	UNCOLLECTIBLES	2.9	0.0		0.0
9	78100				
	OPERATION LABOR	230.3	12.5		2,878.8
10	78700				
	ALL OTHER OPERATION EXPENSES	81.8	64.1		5,248.0
11	78800				
	MAINTENANCE LABOR	56.6	12.5		707.1
12	79200				
	ALL OTHER MAINTENANCE EXPENSES	78.6	40.4		3,175.2
13	79300				
	OFFICE SUPPLIES AND EXPENSE	39.5	25.8		1,019.0
14	79400				
	PROPERTY INSURANCE	0.0	0.0		0.0
15	79500				
	INJURIES AND DAMAGES	0.0	0.0		0.0
16	79600				
	PENSIONS AND BENEFITS	0.6	(168.0)		(106.8)
17	79700				
	BUSINESS MEALS	0.2	(149.0)		(22.8)
18	79800				
	REGULATORY COMMISSION	14.0	10.0		140.0
19	79900				
	OUTSIDE SERVICES	76.5	42.3		3,235.5
20	79910				
	MISCELLANEOUS	0.3	28.0		9.5
21	80500				
	ALLOCATED GENERAL OFFICE	290.6	2.6		768.9
22	81100				
	ALL OTHER MAINTENANCE GENERAL PLANT	5.3	26.0		137.8
23	81500				
	RENT	0.0	0.0		0.0
24	50300				
	A&G LABOR	41.0	12.5		512.3
25	50710				
	DEPRECIATION AND AMORTIZATION	442.8	0.0		0.0
26	50720				
	PROPERTY TAXES	64.9	40.0		2,594.0
27	50730				
	PAYROLL TAXES	26.4	4.0		105.6
28					
	LOCAL TAXES	0.0	263.0		0.0
29					
	STATE INCOME TAX	64.8	96.0		6,222.3
	FEDERAL INCOME TAX	301.2	106.0		31,926.7
30					
	TOTAL OPERATING EXPENSES	2,184.8			72,084.3
31					
	CPUC FEE (1.4% OF REVENUE)	42.2	90.0		3,797.2
32					
	TOTAL	2,227.0			75,881.5
33					
	AVERAGE LAG ----->				32.99

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	48.98 days
35	(2) Average Lag in Payment of Expenses, Taxes and Accruing Depreciation	32.99 days
36	(3) Excess of Collection Lag over Payment Lag	15.99 days
37	(4) Total of Expenses, Taxes and Depreciation	\$2,227.0
38	(5) Daily Total of Expenses, Taxes and Depreciation	\$6.1
39	(6) Average Amount of Working Cash Capital Required as a Result of	
40	Paying Exp., Taxes and Depreciation in Advance of Collecting Revenues	<u>\$97.5</u>

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	Balance in reserves at beginning of year	4,074,034	40,780		
2	Add: Credits to reserves during year				
3	(a) Charged to Account 503, 504, 505	425,142	11,495		
4	(b) Charged to Account 265	29,092	-		
5	(c) Charged to Clearing Accounts	9,294	-		
6	(d) Salvage recovered	-	-		
7	(e) All other credits ^{1/}	-	-		
8	Total credits	463,529	11,495	-	-
9	Deduct: Debits to reserves during year				
10	(a) Book cost of property retired	15,171	-		
11	(b) Cost of removal	-	-		
12	(c) All other debits ^{1/}	-	-		
13	Total debits	15,171	-	-	-
14	Balance in reserve at end of year	4,522,392	52,275	-	-
15	State method of determining depreciation charges.		Composite Rate		
16					
17					
18	Report the depreciation claimed in your Federal Income Tax Return for the year - \$ NOT AVAILABLE BY DISTRICT				
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)

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	(3,932)	(150)	0	0	(4,082)
3	312	Collecting and impounding reservoirs	0	0	0	0	0
4	313	Lake, river and other intakes	0	0	0	0	0
5	314	Springs and tunnels	0	0	0	0	0
6	315	Wells	(588,673)	(54,783)	0	0	(643,456)
7	316	Supply mains	(17,791)	(1,880)	0	0	(19,671)
8	317	Other source of supply plant	0	0	0	0	0
9		Total source of supply plant	(610,396)	(56,813)	0	0	(667,209)
10							
11		II. PUMPING PLANT					
12	321	Structures and Improvements	(105,941)	(5,484)	0	0	(111,425)
13	322	Boiler plant equipment	0	0	0	0	0
14	323	Other power production equipment	0	0	0	0	0
15	324	Pumping equipment	(701,099)	(154,053)	13,921	0	(841,231)
16	325	Other pumping plant	(48,073)	(9,475)	0	0	(57,548)
17		Total pumping plant	(855,113)	(169,012)	13,921	0	(1,010,204)
18							
19		III. WATER TREATMENT PLANT					
20	331	Structures and improvements	(33,402)	(2,257)	0	0	(35,659)
21	332	Water treatment equipment	(365,049)	(56,767)	0	0	(421,816)
22		Total water treatment plant	(398,451)	(59,025)	0	0	(457,476)
23							

SCHEDULE A-3a

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

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

Line No.	Acct.	DEPRECIABLE PLANT (a)	Balance Beginning of Year (b)	Credits to Reserve During Year Excl. Salvage (c)	Debits to Reserves During Year Excl. Cost Removal (d)	Salvage and Cost of Removal Net (Dr.) or Cr. (e)	Balance End of Year (f)
1		IV. TRANS. AND DIST. PLANT					
2	341	Structures and improvements	(18,339)	(1,346)	0	0	(19,685)
3	342	Reservoirs and tanks	(346,833)	(23,481)	0	0	(370,314)
4	343	Transmission and distribution mains	(876,518)	(53,308)	0	0	(929,826)
5	344	Fire mains	0	0	0	0	0
6	345	Services	(418,856)	(10,227)	0	0	(429,083)
7	346	Meters	(202,376)	(55,165)	0	0	(257,541)
8	347	Meter installations	0	0	0	0	0
9	348	Hydrants	(182,753)	(10,381)	1,250	0	(191,884)
10	349	Other transmission and distribution plant	(1,413)	(80)	0	0	(1,493)
11		Total trans. and distribution plant	(2,047,088)	(153,988)	1,250	0	(2,199,826)
12							
13		V. GENERAL PLANT					
14	371	Structures and improvements	(29,481)	(637)	0	0	(30,118)
15	372	Office furniture and equipment	(16,827)	(9,994)	0	0	(26,821)
16	373	Transportation equipment	(52,173)	(9,294)	0	0	(61,467)
17	374	Stores equipment	0	0	0	0	0
18	375	Laboratory equipment	0	0	0	0	0
19	376	Communication equipment	(10,272)	0	0	0	(10,272)
20	377	Power operated equipment	(11,352)	0	0	0	(11,352)
21	378	Tools, shop and garage equipment	(16,144)	(3,810)	0	0	(19,954)
22	379	Other general plant	(1,307)	0	0	0	(1,307)
23	390	Other tangible property	(8,966)	(447)	0	0	(9,413)
24	391	Water plant purchased	(16,463)	(508)	0	0	(16,971)
25		Total general plant	(162,985)	(24,691)	0	0	(187,676)
26		TOTAL	(4,074,033)	(463,529)	15,171	0	(4,522,391)

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		I. WATER SERVICE REVENUES			
2	601	Metered sales to general customers			
3		601.1 Commercial sales	2,681,725	2,061,754	619,971
4		601.2 Industrial sales	2,084	1,741	343
5		601.3 Sales to public authorities	69,173	47,999	21,175
6		Sub-total	2,752,983	2,111,494	641,488
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	5,380	2,267	3,113
14		603.2 Unmetered sales	-	-	-
15		Sub-total	5,380	2,267	3,113
16	604	Private fire protection service	7,399	7,320	79
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	933	1,894	(961)
22		Sub-total	8,332	9,214	(882)
23		Total water service revenues	2,766,694	2,122,975	643,719
24		II. OTHER WATER REVENUES			
25	611	Miscellaneous service revenues	595	390	205
26	612	Rent from water property	-	-	-
27	613	Interdepartmental rents	-	-	-
28	614	Other water revenues	41,404	13,743	27,661
29		Total other water revenues	41,999	14,133	27,866
30	501	Total operating revenues	2,808,693	2,137,108	671,585

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		I. SOURCE OF SUPPLY EXPENSE						
2		Operation						
3	701	Operation supervision and engineering	A	B		(9,237)	55,748	(64,985)
4	701	Operation supervision, labor and expenses			C			-
5	702	Operation labor and expenses	A	B		1,938	1,403	536
6	703	Miscellaneous expenses	A			390	0	390
7	704	Purchased water	A	B	C	0	0	-
8		Maintenance						
9	706	Maintenance supervision and engineering	A	B		0	0	-
10	706	Maintenance of structures and facilities			C		0	-
11	707	Maintenance of structures and improvements	A	B		0	0	-
12	708	Maintenance of collect and impound reservoirs	A			713	42	670
13	708	Maintenance of source of supply facilities		B			0	-
14	709	Maintenance of lake, river and other intakes	A			0	0	-
15	710	Maintenance of springs and tunnels	A			0	0	-
16	711	Maintenance of wells	A			37,400	1,023	36,377
17	712	Maintenance of supply mains	A			432	46	386
18	713	Maintenance of other source of supply plant	A	B		0	0	-
19		Total source of supply expense				31,636	58,262	(26,627)

SCHEDULE B-2

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

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

Line No.	Acct.	Account (a)	Class			Amount Current Year (b)	Amount Preceding Year (c)	Net Change During Year Show Decrease in [Brackets] (d)
			A	B	C			
1		II. PUMPING EXPENSES						
2		Operation						
3	721	Operation supervision and engineering	A	B	0	682	(682)	
4	721	Operation supervision labor and expense				0	-	
5	722	Power production labor and expense	A		0	0	-	
6	722	Power production labor, expenses and fuel		B		0	-	
7	723	Fuel for power production	A		0	0	-	
8	724	Pumping labor and expenses	A	B	50,051	35,452	14,600	
9	725	Miscellaneous expenses	A		16,067	31,945	(15,878)	
10	726	Fuel or power purchased for pumping	A	B	C	199,098	187,589	11,508
11		Maintenance						
12	729	Maintenance supervision and engineering	A	B	0	102	(102)	
13	729	Maintenance of structures and equipment				0	-	
14	730	Maintenance of structures and improvements	A	B	4,199	579	3,620	
15	731	Maintenance of power production equipment	A	B	0	0	-	
16	732	Maintenance of pumping equipment	A	B	50,739	32,674	18,065	
17	733	Maintenance of other pumping plant	A	B		0	-	
18		Total pumping expenses			320,154	289,023	31,131	
19		III. WATER TREATMENT EXPENSES						
20		Operation						
21	741	Operation supervision and engineering	A	B	0	1,334	(1,334)	
22	741	Operation supervision, labor and expenses				0	-	
23	742	Operation labor and expenses	A		84,137	69,376	14,761	
24	743	Miscellaneous expenses	A	B	0	0	-	
25	744	Chemicals and filtering materials	A	B	180,223	164,379	15,844	
26		Maintenance						
27	746	Maintenance supervision and engineering	A	B	0	0	-	
28	746	Maintenance of structures and equipment				0	-	
29	747	Maintenance of structures and improvements	A	B	451	104	348	
30	748	Maintenance of water treatment equipment	A	B	53,691	24,691	28,999	
31		Total water treatment expenses			318,502	259,884	58,617	

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		IV. TRANS. AND DIST. EXPENSES						
2		Operation						
3	751	Operation supervision and engineering	A	B		20,060	6,506	13,554
4	751	Operation supervision, labor and expenses			C		0	-
5	752	Storage facilities expenses	A			2,257	220	2,036
6	752	Operation labor and expenses		B			0	-
7	753	Transmission and distribution lines expenses	A			7,490	2,075	5,415
8	754	Meter expenses	A			12,384	11,463	921
9	755	Customer installations expenses	A			6,739	1,908	4,832
10	756	Miscellaneous expenses	A			28,772	24,082	4,690
11		Maintenance						
12	758	Maintenance supervision and engineering	A	B		6,469	1,922	4,548
13	758	Maintenance of structures and plant			C		0	-
14	759	Maintenance of structures and improvements	A	B		0	0	-
15	760	Maintenance of reservoirs and tanks	A	B		832	4,367	(3,535)
16	761	Maintenance of trans. and distribution mains	A			6,069	5,892	177
17	761	Maintenance of mains		B			0	-
18	762	Maintenance of fire mains	A			0	0	-
19	763	Maintenance of services	A			19,901	15,350	4,550
20	763	Maintenance of other trans. and distribution plant		B			0	-
21	764	Maintenance of meters	A			3,043	2,644	399
22	765	Maintenance of hydrants	A			3,692	630	3,062
23	766	Maintenance of miscellaneous plant	A			0	0	-
24		Total transmission and distribution expenses				117,709	77,059	40,650

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		V. CUSTOMER ACCOUNT EXPENSES						
2		Operation						
	790	Transferred Customer Expenses			31,138	25,534	5,605	
3	771	Supervision	A	B	18,759	15,856	2,903	
4	771	Superv., meter read., other customer acct expenses				0	-	
5	772	Meter reading expenses	A	B	70,249	45,611	24,639	
6	773	Customer records and collection expenses	A		2,592	2,500	91	
7	773	Customer records and accounts expenses		B		0	-	
8	774	Miscellaneous customer accounts expenses	A		0	0	-	
9	775	Uncollectible accounts	A	B	3,843	2,847	996	
10		Total customer account expenses			126,582	92,347	34,234	
11		VI. SALES EXPENSES						
12		Operation						
13	781	Supervision	A	B	0	0	-	
14	781	Sales expenses				0	-	
15	782	Demonstrating and selling expenses	A		350	0	350	
16	783	Advertising expenses	A		492	0	492	
17	784	Miscellaneous sales expenses	A		0	0	-	
18	785	Merchandising, jobbing and contract work	A		0	0	-	
19		Total sales expenses			842	0	842	

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

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

Line No.	Acct.	Account (a)	Class			Amount Current Year (b)	Amount Preceding Year (c)	Net Change During Year Show Decrease in [Brackets] (d)
			A	B	C			
1		VII. ADMIN. AND GENERAL EXPENSES						
2		Operation						
	790	Allocation of A&G Expenses				324,937	294,893	30,044
3	791	Administrative and general salaries	A	B	C	23,358	16,880	6,478
4	792	Office supplies and other expenses	A	B	C	49,580	37,720	11,860
5	793	Property insurance	A			0	0	-
6	793	Property insurance, injuries and damages		B	C		0	-
7	794	Injuries and damages	A			34,998	27,321	7,677
8	795	Employees' pensions and benefits	A	B	C	114,612	86,471	28,141
9	796	Franchise requirements	A	B	C	6,594	1,853	4,741
10	797	Regulatory commission expenses	A	B	C	6,533	5,005	1,528
11	798	Outside services employed	A			127,955	97,321	30,634
12	798	Miscellaneous other general expenses		B			0	-
13	798	Miscellaneous other general operation expenses			C		0	-
14	799	Miscellaneous general expenses	A			376	225	151
15		Maintenance					0	-
16	805	Maintenance of general plant	A	B	C	1,560	2,642	(1,082)
17		Total administrative and general expenses				690,503	570,331	120,172
18		VIII. MISCELLANEOUS						
19	811	Rents	A	B	C	1,000	1,000	-
20	812	Administrative expenses transferred - Cr.	A	B	C	0	0	-
21	813	Duplicate charges - Cr.	A	B	C	0	0	-
22		Total miscellaneous				1,000	1,000	0
23		Total operating expenses				1,606,928	1,347,907	259,021

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	79,534	79,534			
2	State corporation franchise tax	38,798	38,798			
3	State unemployment insurance tax	903	903			
4	Other state and local taxes	-	-			
5	Federal unemployment insurance tax	268	268			
6	Federal insurance contributions act	22,425	22,425			
7	Other federal taxes	-				
8	Federal income tax	87,794	87,794			
9	Pump Taxes	-	-			
10						
11						
12						
13						
14						
15						
16						
17	Totals	229,722	229,722			

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

Line No.	STREAMS			FLOW IN ... (Unit) ²				Annual Quantities Diverted (Unit) ²	Remarks
	Diverted Into ¹	From Stream or Creek (Name)	Location of Diversion Point	Priority Right		Diversions			
Claim				Capacity	Max	Min			
1									
2									
3									
4								"None"	
5									
6									
7									
8	WELLS				Pumping Capacity (Unit) ²	Annual Quantities Pumped (Unit) ²	Remarks		
9	At Plant (Name or Number)	Location	Number	Diversions				³ Depth in Water	
10									
11									
12	"REFER TO ATTACHED SCHEDULE"								
13									
14									
15									
16									
17	TUNNELS AND SPRINGS			FLOW IN		Annual Quantities Used (Unit) ²	Remarks		
18	Designation	Location	Number	Maximum	Minimum				
19									
20									
21									
22									
23									
24									
25									
26	Purchased Water for Resale								
27									
28									
29	Purchased from								
30	Annual quantities purchased				(Unit chosen) ²	"None"			
31									
32									

¹ State ditch, pipe line, reservoir, etc., with name, if any.

² 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.

³ 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: Coastal
 CSA: Los Osos
 System: Edna Rd

Plant	Major Facility	Year Built	Base Elev.	2008 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
Country Club Well	Well No. 1	1958		0	31S13E19L01	193	14	160	DWT	Elec	20	150	340			Well pumps to system to Country Club Tanks.
Country Club Resv	Reservoir 1	1955	452													
	Reservoir 2	1978	452													
Edna Road	Booster A								VT	Elec	25	550	140			Floats on Country Club Zone
	Booster B								VT	Elec	25	550	140			Booster pumps from Edna Resv to system.
	Reservoir	1998														Booster pumps from Edna Resv to system.
Lewis Lane	Well No. 3	1992		503	31S13E-19R03	440	14	200	DWT	Elec	75	500	460			Booster pumps from Edna Resv to system.
	Well No. 4	2001				520	12		DWT	Elec	75	500	430			Booster pumps from Edna Resv to system.
Rolling Hills No.2	Well No. 2	1965		0	31S12E-13J01	112	12-8	101	Subm	Elec	20	was 150		0.20	Ground	Concrete
																Well pumps to filters at Country Club to system to Country Club Tanks.
																Inactive due to Surface Water Influence Rule.

Plant Facility Index

Region: I
 District: Coastal
 CSA: Los Osos
 System: Los Osos

Plant	Major Facility Connection	Year Built	Base Elev.	2008 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
11th St Intercon	Connection															
Alamo	Reservoir	1964	640													Emergency connection with LOCSO
Bay View Heights	Booster A	2006	275													Floats on Alamo Zone
	Booster B	2006	275													Boost from tank to Bayview Booster Zone
	Booster C	2006	275													Boost from tank to Bayview Booster Zone
	Booster D	2006	275													Boost from tank to Calle Cordoni zone.
Cabrillo	Reservoir	1959	250													Boost from tank to Calle Cordoni zone.
	Well No. 1	1963	179	141	30S10E24C01	508	10	367?								Floats on Bayview Zone
	Booster A	2006	175													Pumps through filter to forebay
	Booster B	2006	175													Boost from forebay to Alamo Zone
Calle Cordoni	Booster C	2006	175													Boost from forebay to Alamo Zone
	Reservoir	1971	171													Boost from forebay to Alamo Zone
	Reservoir	1995	385													Forebay for boosters
	Well No. 1	1955	180	0	30S10E24A01	248	8	194								Floats on Calle Cordoni Zone
Los Olivos	Well No. 3	1989	120	127	30S11E18K03	232	8	180								Well inactive due to sand and high nitrate
	Booster A		125													Well to sand trap to Los Olivos Tank.
	Booster B		125													Boosts from Los Olivos Tank to system.
	Reservoir	1975	114.5													Boosts from Los Olivos Tank to system. Forebay for boosters to Bayview Zone.
Monarch Lane Intercon	Connection														Emergency connection with S&T Mutual Water co.	
Pecho	Well No. 1	1977	69	53	30S10E13L04	390	14	200								Well to Bayview Heights Resv Zone
Rosina	Well No. 1	1980	93	241	30S10E13J01	408	14	250								Well to Bayview Heights Resv Zone
Skyline	Well No. 1	1988	23	0	30S10E13F01	195	14	150								Inactive due to nitrates
	Well No. 1	2001		384	30S11E17M10	715	12	310								Well to Bayview Heights Resv Zone

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)	-	-	-	-	-	-	-	517
13	Concrete	-	-	-	-	-	-	-	-
14	Copper	-	-	-	-	-	-	-	-
15	Riveted Steel	-	-	-	-	-	-	-	-
16	Standard Steel	-	-	-	-	-	-	-	-
17	Screw or Welded Casing	-	-	-	-	-	-	-	-
18	Cement - Asbestos	-	-	-	-	-	27,061	-	63,600
19	Welded Steel	-	-	-	-	-	-	1,175	-
20	Polyvinylchloride	-	-	-	-	-	596	-	22,700
21	Other - Plastic	-	-	-	-	-	-	-	-
22	Totals	-	-	-	-	-	27,657	1,175	86,916

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
								18 & 22	24 & 30	
23	Cast Iron	-	-	-	-	-	-	-	-	-
24	Ductile iron (cement lined)	15,481	-	-	-	-	-	-	-	15,998
25	Concrete	-	-	-	-	-	-	-	-	-
26	Copper	-	-	-	-	-	-	-	-	-
27	Riveted Steel	-	-	-	-	-	-	-	-	-
28	Standard Steel	-	-	-	-	-	-	-	-	-
29	Screw or Welded Casing	-	-	-	-	-	-	-	-	-
30	Cement - Asbestos	38,078	1,322	-	196	-	-	-	-	130,346
31	Welded Steel	-	153	-	-	-	-	-	-	1,328
32	Polyvinylchloride	22,245	2,139	-	-	-	-	-	-	47,689
33	Other - Plastic	-	-	-	-	-	-	-	-	-
33a	Unclassified	-	-	-	-	-	-	-	8,927	8,927
34	Totals	75,803	3,615	-	196	-	-	-	8,927	204,266

**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)	3,264	3,246	-	-
Industrial	1	1	-	-
Public authorities	8	8	-	-
Irrigation	1	3	-	-
Other (specify)	1	1	-	-
Subtotal	3,275	3,259	-	-
Private fire connections	-	-	17	19
Public fire hydrants	-	-	-	-
Total	3,275	3,259	17	19

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

Size	Meters	Services
5/8 x 3/4 - in	2,612	2,637
3/4 - in	410	415
1 - in	240	248
1 1/2 - in	12	12
2 - in	44	43
3 - in	9	14
4 - in	-	-
6 - in	3	2
8 - in	-	-
Other	-	-
Total	3,330	3,371

**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	_____
3. Used, after repair	_____
4. Found fast, requiring billing adjustment	_____
 B. Number of Meters in Service Since Last Test	
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	35,338	25,516	32,442	31,717	46,312	54,319	56,500
Industrial	63	-	76	-	97	-	78	314
Public authorities	320	178	188	994	360	3,246	1,747	7,033
Irrigation	26	-	-	-	47	166	58	297
Other (specify)	5	-	3	-	2	-	2	12
Total	35,752	25,694	32,709	32,711	46,818	57,731	58,385	289,800

Classification of Service	August	September	October	November	December	Subtotal	Total	Total Prior Year
	Commercial	60,263	51,163	53,465	44,108	39,254	248,253	530,397
Industrial	-	83	-	90	-	173	487	585
Public authorities	4,109	2,004	3,270	558	1,250	11,191	18,224	17,033
Irrigation	133	55	37	49	28	302	599	234
Other (specify)	84	2	-	4	-	90	102	129
Total	64,589	53,307	56,772	44,809	40,532	260,009	549,809	579,763

¹ 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 13,243

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	\$	11,187
100.3	Construction work in progress	\$	374,625
241	Advances for construction	\$	937,246
265	Contributions in aid of construction	\$	879,243

SIGNATURE

District Management

Name of District Manager: Skip Faria Telephone: (805) 528-2287

Address: 1140 Los Olivos, Los Osos, CA 93402

This report sets forth book or allocated figures and other data pertaining to the Los Osos district for the period from January 1, 2008, to December 31, 2008.



Signature

Vice President - Finance, Treasurer and Assistant Secretary

Title
4/30/2009
_____ Date

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