

4

Received _____
Examined _____

CLASS D
WATER UTILITIES

U# W-148

2001
ANNUAL REPORT
OF

LAKE ALPINE WATER COMPANY
(NAME UNDER WHICH CORPORATION, PARTNERSHIP, OR INDIVIDUAL IS DOING BUSINESS)

9601 STATE ROUTE 4

FARMINGTON, CA 95230
(OFFICIAL MAILING ADDRESS) ZIP

TO THE
PUBLIC UTILITIES COMMISSION
STATE OF CALIFORNIA
FOR THE
YEAR ENDED DECEMBER 31, 2001

REPORT MUST BE FILED NOT LATER THAN MARCH 31, 2002
(FILE TWO COPIES IF THREE RECEIVED)

SELECTED FINANCIAL DATA - CLASS A, B, C AND D WATER COMPANIES
2001

NAME OF UTILITY Lake Alpine Water Company PHONE 209-899-2460

PERSON RESPONSIBLE FOR THIS REPORT Roma P. Orvis
(Prepared from information in the 2001 Annual Report)

	01/01/01	12/31/01	Average
BALANCE SHEET DATA			
1 Intangible Plant	0	0	0
2 Land and Land rights	28433	28433	28433
3 Depreciation Plant	1215831	1234139	1224985
4 Gross Plant in Service	1244264	1262572	1253418
5 Less: Accumulated Depreciation	413486	418452	415969
6 Net Water Plant in Service	830778	844120	837449
7 Water Plant Held for Future Use	0	0	0
8 Construction Work in Progress	33259	45504	39382
9 Materials & Supplies	3423	3173	3298
10 Less: Advances for Construction	0	0	0
11 Less: Contribution in Aid of Construction	(312142)	(312142)	(312142)
12 Less: Accumulated Deferred Income & Investment Tax Credits	0	0	0
13 Net Plant Investment	555318	580655	567987
	=====	=====	=====
CAPITALIZATION			
14 Common Stock	100000	100000	100000
15 Proprietary Cap. (Ind. or Part.)	0	0	0
16 Paid-In Capital	156467	156467	156467
17 Retained Earnings	259787	284130	271959
18 Common Stock and Equity (Lines 14 through 17)	516254	540597	528426
19 Preferred Stock	0	0	0
20 Long-Term Debt	126321	98612	112467
21 Notes Payable	0	10000	5000
22 Total Capitalization (Lines 18 through 21)	642575	649209	645892
	=====	=====	=====

(Revised 02/01)

SELECTED FINANCIAL DATA - CLASS A, B, C AND D WATER COMPANIES

2001

NAME OF UTILITY

Lake Alpine Water Company

209-899-2460

INCOME STATEMENT

Annual
Amount

23	Unmetered Water Revenue	253030
24	Fire Protection Revenue	1834
25	Irrigation Revenue	0
26	Metered Water Revenue	14901
27	Total Operating Revenue	269765
28	Operating Expenses	174237
29	Depreciation Expenses (Composite Rate 2.72)	22257
30	Amortization and Property Losses	0
31	Property Taxes	5589
32	Taxes Other Than Income Taxes	9383
33	Total Operating Revenue Deductions Before Taxes	211466
34	California Corp. Franchise Tax	2817
35	Federal Corporate Income Tax	1900
36	Total Operating Revenue Deduction After Taxes	216183
37	Net Operating Income (Loss) - California Water Operations	53582
38	Other Operating & Nonoper. Income and Exp. - Net (Exclude Interest Exp.)	9673
39	Income Available for Fixed Charges	63255
40	Interest Expense	11464
41	Net Income (Loss) Before Dividends	51791
42	Preferred Stock Dividends	-20000
43	Net Income (Loss) Available for Common Stock	31791

OTHER DATA

44	Refunds of Advances for Construction	0
45	Total Payroll Charged to Operating Expenses	84009
46	Purchased Water	0
47	Power	10279

Active Service Connections

(Exc. Fire Protect.) 454

	Jan. 1	Dec. 31	Annual Average
48 Metered Service Connections	18	19	19
49 Flat Rate Service Connections	431	440	436
50 Total Active Service Connections	449	459	454

**Summary of Earnings
Test Year 2001**

Account Number	Operating Revenue	
470	Metered	14901
460	Unmetered	253030
462	Private Fire Protection	1834
480	Other Income	10712
	Total Revenue	280477
	Operating Expenses	
610	Purchased Water	0
615	Purchased Power	10279
	Pump Taxes	0
	Purchased Chemicals	10465
618	Other Vol. Related Exp.	0
630	Employee Labor	23999
640	Materials	8420
650	Contract Work	3419
	Water Testing	6387
660	Transportation Expense	9097
664	Other Plant Maintenance	2420
670	Office Salaries	13800
671	Management Salaries	46210
674	Employee Pensions & Benefits	7433
676	Uncollectables	135
678	Office Service and Rentals	2400
681	Office Supplies and Expense	6969
682	Professional Services	11197
684	Insurance	10977
688	Regulatory Expense	174
689	General Expense	456
	Subtotal	174237
403	Depreciation Expense	22257
	Ad Valorem Taxes	0
	Payroll Taxes	7623
408	Taxes other than Income	7349
409	State Income Tax	2817
410	Federal Income Tax	1900
	Total Deductions	216183
	Net Revenue	64294
	Rate Base	
	Average Plant	1253418
	Average Depreciation Reserve	415969
	Net Plant	837449
	Less: Advances	
	Less: Contributions	-312142
	Plus: Construction Work in Pro	39382
	Plus: Working Cash	16403
	Plus: Material & supplies	3298
	Rate Base	584390
	ROR=Net Rev/Rate Base	11.00%

SCHEDULE A - BALANCE SHEET (DECEMBER 31, 2001)

Line	Acct.	Assets	Balance	Acct.	Equity and Liabilities	Balances
1	101	Water plant in service	1262572	201	Common Stock (Corporations only)	100000
2	103	Water plant held for future use		211	Other paid-in capital (Corporations only)	156467
3	104	Water plant purchased or sold		215	Retained earnings	284130
4	105	Water plant construction work in progress	45504	218	Proprietary Capital	
5	106	Accumulated depreciation of water plant	-418452	224	Long term debt	98812
6	114	Water plant acquisition adjustments			Current liabilities	42870
7	124	Other investments		252	Advances for construction	
8	131	Cash	2225	253	Other deferred credits	
9	141	Accounts receivable - customers	3461	255	Accumulated deferred investment tax credits	
10	142	Receivables from associated companies	16792	282	Accumulated deferred income taxes - Acrs	
11	151	Materials and supplies	3173		depreciation	
12	174	Other current assets	100	283	Accumulated deferred income taxes - other	
13	180	Deferred charges	6138	271	Contributions in aid of construction	312142
14				272	Accumulated amortization of contributions	-72708
15		Total Assets	921513		Total Equity and Liabilities	921513

SCHEDULE B - WATER PLANT IN SERVICE

Line	Acct.	Title of Account	Balance Beg of year	Plt. Additions During year	Plt. Retirements During year	Other Debits or (Credits)	Balances End of year
16	301	Intangible plant					0
17	303	Land	28433				28433
18	304	Structures	116759	3410			120169
19	307	Wells					0
20	317	Other water source plant	14270		420		13850
21	311	Pumping equipment	57783	7371	6370		58784
22	320	Water treatment plant	228229	3005	2474		228760
23	330	Reservoirs, tanks and standpipes	258089	6900			264989
24	331	Water mains	253893	0			253893
25	333	Services and meter installations	13325	3365	508		16182
26	334	Meters	11612	4304			15916
27	335	Hydrants	188984	0	2074		186910
28	339	Other equipment	31768	3437			35205
29	340	Office furniture and equipment	5027	335	415		4947
30	341	Transportation equipment	36092	6900	8458		34534
31		Total water plant in service	1244264	39027	20719		1262572

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

C17 SCHEDULE C - RESERVE FOR DEPRECIATION OF UTILITY PLANT

Line	Item	Acct 108 Water Plant	Acct 108.1 SDWBA Loans	
32	Balances in reserves at beginning of year	413486		A. Method used to compute depreciation
33	Add: Credits to reserves during year			expense (Acct. 403) and rate.
34	(a) Charged to Account No. 403	22257		2.72 Composite
35	(b) Charged to Account No. 272	2388		
36	(c) Charged to clearing accounts	1040		B. Amount of depreciation expense
37	(d) Salvage recovered			claimed or to be claimed on utility
38	(e) All other credits (1)			property in your federal income tax
39	Total Credits	25685		return for the year covered by this
40	Deduct: Debits to reserve at end of year			report. \$61,245
41	(a) Book cost of property retired	20719		F. Y. Ending 06/30/01
42	(b) Cost of removal			
43	(c) All other debits (2)			C. State method used to compute tax
44	Total Debits	20719		depreciation.
45	Balance in reserve at end of year	418452		5 - 30 Year Life
46	(1) Explanation of all other credits			
47	(2) Explanation of all other debits:			

SCHEDULE D - CAPITAL STOCK OUTSTANDING (DECEMBER 31, 2001)

Line	Common - (Shares 100, \$0.00 par)	100000 00	List persons owning more than 5% of outstanding stock
1	Common - (Shares 100, \$0.00 par)	100000 00	List persons owning more than 5% of outstanding stock
2	Preferred - (Shares \$ par)		and number of shares owned by each: J.L. ORVIS 2500
3	Dividends - Common Rate - \$ 2.00	20000 00	M.S.Orvis 2500/C.B.Orvis 520/R.P.Orvis 520
4	- Preferred Rate - \$		C.B.Orvis III 2180/P.D.Orvis 1780

SCHEDULE E - LONG TERM DEBT

	Class	Date of Issue	Date of Maturity	Principal Amount Authorized	Outstanding Per Balance Sheet	Rate of Interest	Interest Accrued During Year	Interest Paid During Year
5								
6		06/23/97		186680	98612	Pr+1%	2699	14084
7			02/01/03					
8	Totals							

SCHEDULE F - INCOME STATEMENT

9	Operating revenues	XXXXXXXXXX
10	460 Unmetered water revenue	253030
11	462 Fire protection revenue	1834
12	465 Irrigation revenue	
13	470 Metered water revenue	14901
14	480 Other water revenue	10713
15	Total Operating Revenue	280478
16	Operating revenue deductions	XXXXXXXXXX
17	Operating expenses	XXXXXXXXXX
18	610 Purchased water	
19	615 Power	10279
20	618 Other volume related expenses	10465
21	630 Employee labor	23999
22	640 Materials	8420
23	650 Contract work	9806
24	660 Transportation expenses	9097
25	664 Other plant maintenance expense	2420
26	670 Office salaries	13800
27	671 Management salaries	46210
28	674 Employee pensions and benefits	7433
29	676 Uncollectible accounts expense	135
30	678 Office services and rentals	2400
31	681 Office supplies and expense	6969
32	682 Professional services	11197
33	684 Insurance	10977
34	688 Regulatory commission expense	174
35	689 General expenses	456
36	Total Operating Expenses	174237
37	403 Depreciation expense	22257
38	407 SDWBA loan amortization expense	
39	408 Taxes other than income taxes	14972
40	409 State corporate income tax expense	2817
41	410 Federal corporate income tax expense	1900
42	Total Operating Revenue Deductions	41946
43	Utility Operating Income	64295
44	421 Non-utility income	
45	426 Miscellaneous non-utility expense	1040
46	427 Interest expense	11464
47	Net Income	51791

SCHEDULE G - SOURCES OF SUPPLY AND WATER DEVELOPED WELLS

Location	No.	Diam. Inch	Depth to water feet	Pumping capacity (g.p.m.)	Annual quantities pumped
N.A.					

OTHER

Streams or springs location of diversion point	Flow in		(Unit) Diversions		Annual quantities diverted (Unit)
	Claim	Capacity	Max	Min	
Bloods Creek Tributary	075	CFS			6-8 MG
Purchased water (unit) NONE					
Supplier:					Annual quantity

SCHEDULE H - OPTIONAL WATER DELIVERED TO METERED CUSTOMERS

(If figures are available) (specify unit)

Classification of service	Max. mo. Mo. of	Min. mo. Mo. of	Total for year
Residential & business			
Industrial			
Public authorities			
Irrigation			
Other (specify)			
Total			

SCHEDULE I - EMPLOYEES AND THEIR COMPENSATION

Line	Acct	Account	Number at end of year	Salaries Charged to Expense	Salaries Charged to Plant Accounts	Total Salaries and Wages Paid
48	630	Employee Labor	2	23999		23999
49	670	Office salaries	1	13800		13800
50	671	Management salaries	1	46210	3840	50050
51		Total	4	80169	3840	84009

SCHEDULE J - ADVANCES FOR CONSTRUCTION

Balance beginning of year					
Additions during year					
Subtotal - Beginning balance plus additions during year					
Refunds					
Transfers to Acct. 271, Contributions in aid of construction					
Balance end of year					

SCHEDULE K - TOTAL METERS AND SERVICES (Active & inactive)

Size	Meters	Services
3/4 In	8	442
1 In	4	
1 1/2 In	1	
2 In	4	1
3 In		1
4 In	2	3
Hydrants		46
Totals	19	493

SCHEDULE L - METER TESTING DATA

Number of meters tested during year	
1. Used, before repair	2
2. Used, after repair	1
3. Fast, requiring refund	
Number of meters in service requiring test per General Order No. 103	

SCHEDULE M - SERVICE CONNECTIONS AT END OF YEAR

Classification	Active			Inactive			Total Connections	
	Metered	Flat	Total	Metered	Flat	Total	Metered	Flat
Residences		440	440		2	2	0	442
Commercial	14		14	1		1	15	0
County	5		5			0	5	0
Private Firelines		5	5			0	0	5
Subtotal	19	445	464	1	2	3	20	447
Fire Protection (Hydrants)		46	46			0	0	46
Total	19	491	510	1	2	3	20	493

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

SCHEDULE N - STORAGE FACILITIES

SCHEDULE O - FOOTAGES OF PIPE (EXCLUDING SERVICE PIPES)

Description	No.	Combined capacity in gallons	Description	Footage						Totals
				2" & under	2 1/4" to 3 1/4"	4"	6"	8"	12"	
Concrete			Cast Iron							
Earth			Welded Steel							
Wood	4	440,000	Standard							
Steel			Cement-asbestos	10345	2100	22100	14222	280	4105	53152
Other			Plastic	280	6302	7577	2395			16554
			Other (specify)							
			More of the above is plastic and some lead-ins are steel. I do not have exact figures.							
Totals	4	440000	Totals	10625	8402	29677	16617	280	4105	69706

DECLARATION

(Before signing please check to see that all schedules have been completed)

I, the undersigned (officer, partner or owner) of LAKE ALPINE 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 A28 January 01, 2001 to and including December 31, 2001

Ronald P. Olmick
 Signed _____
 Secretary - Treasurer
 Title _____
 March 15, 2002
 Date _____