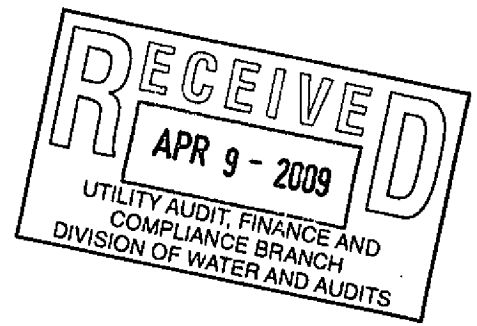


*Yr 2007 Amended Report*



Lake Alpine Water Company

Notes to Amendments to Annual Report for 2007

**SDWBA 2**

These were not properly recorded previously. Copied to Schedule B but not included in water plant in service totals. Copied to Schedule A.

**Schedule A-Balance Sheet**

In addition to copied changes from SDWBA2 and Schedules B and C. Acct 105: water plant construction work in progress is decreased by \$295543. This is money spent by the company on securing additional water rights that will benefit future users. It should not be included in CWIP. It is now recorded by the increase in Acct 180: Deferred Charges and Acct 253 Other deferred credits. These expenses are to be recovered from Facilities Fees. Acct 282 is deleted. Acct 283 is increased by \$5012. Acct 211 there is an error in transcription. Was reported as \$156467, should be \$156480. Acct 271 Contributions in Aid of Construction is increased by \$33750. These are capital improvements paid by facilities fees.

**Schedule B-Water Plant in Service Accts 304 and 320**

Plant additions of \$30827 that were SDWBA financed were corrected in 2005 Amended Annual Report.

Plant additions of \$33250 financed by SDWSRF were never previously recorded in Annual Reports since 2004 when SDWSRF money was initiated. Therefore, this debit is being deleted. In addition to copied changes from SDWBA2, corrections from 2006 lead to corrections in 2007. Therefore, Total water plant in service calculated at \$1586480. Copied to Acct 101 in Schedule A.

**Schedule C-Reserve for Depreciation of Utility Plant**

Recording of Acct 108.1 for amortization of SDWBA loan. Copied to Acct 108.1 in Schedule A and F.

**Schedule C-Reserve for Depreciation of Utility Plant**

New value charged to acct 403 is the average of \$1549764 and \$1586480 less the land and multiplied by the 2.72% depreciation rate. Copied to Acct 106 in Schedule A.

**Schedule E-Long Term Debt: Acct 224**

The interest accrued during the year is recorded as \$26520. The interest paid during the year is corrected to \$24878. Interest accrued in December 2007 was actually paid in January 2008.

**Schedule F-Income Statement: Accts 470 and 480.**

470: Metered water revenue is reduced by \$8570. This is water that was sold untreated to the BVMR for snow making. Acct 480: Other water revenue is increased by \$8570 to record this income. Acct 480: Other water revenue is decreased by \$35000. These are facilities fees and not revenue. They are recorded on the final page: Facilities Fees Data and Schedule A: Acct 271 Contributions in Aid of Construction.

Lake Alpine Water Company

Notes to Amendments to Annual Report for 2007-continued

**Schedule F-Income Statement: Acct 403.**

Corrections to Schedule A-C inherently make changes to Depreciation expenses in Schedule F.

**Schedule F-Income Statement: SDWBA related accts.**

Revenues 460.1 of SDWBA surcharges recorded but not included in total or net income. Recording SDWBA loan amortization in acct 407, interest income from SDWBA surcharges and interest expense on SDWBA loan.

**Schedule F-Income Statement: Acct 408.**

Taxes originally stated as \$23330 erroneously included payroll tax for capitalized labor. Corrected to \$20874.

**Schedule F-Income Statement: Accts 409 and 410.**

Income tax originally stated as \$10731 for state and \$12427 for federal. Was recorded prior to final end of year adjustments by accountants. Corrected to \$9606 for state and \$21931 for federal.

**Schedule F-Income Statement: Acct 684**

Error in transcription. Was reported as \$27044, should be \$29398.

J4

Received \_\_\_\_\_  
Examined \_\_\_\_\_

CLASS D  
WATER UTILITIES  
**RECEIVED**  
APR 9 - 2009  
UTILITY AUDIT, FINANCE AND  
COMPLIANCE BRANCH  
DIVISION OF WATER AND AUDITS

U# W-148

“ // 2007  
AMENDED ANNUAL REPORT  
OF

Lake Alpine Water Company, Inc.

Lake Alpine Water Company

(NAME UNDER WHICH CORPORATION, PARTNERSHIP, OR INDIVIDUAL IS DOING BUSINESS)

PO Box 5013 Bear Valley, CA 95223

(OFFICIAL MAILING ADDRESS)

ZIP

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

# CLASS D WATER UTILITIES

(HAVING LESS THAN 500 SERVICE CONNECTIONS)

Lake Alpine Water Company, Inc.  
 (Name under which corporation, partnership or individual is doing business)

PO Box 5013 Bear Valley, CA 95223  
 (Official mailing address)

Bear Valley in Alpine County  
 (Service area-town and county)

Telephone Number: 209-753-2409 Fax Number: 209-753-2345 Email Address: info@lakealpinewater.com

### GENERAL INFORMATION

(Attach a supplementary statement, if necessary)

RETURN ORIGINAL TO COMMISSION, NO PHOTOCOPIES.

- 1 If a corporation show:  
 (A) Date of organization 1964 incorporated in the State of California  
 (B) Names, titles and addresses of principal officers: C. Bruce Orvis, President and Roma Orvis, Sec-Treas.,  
 9601 Hwy 4, Farmington, CA 95230 Charles Toeniskoetter, VP, 1690 The Alameda, San Jose, CA 95126
- 2 If unincorporated provide the name and address of the owner(s) or the partners:
- 3 Name, title, and telephone number of:  
 (A) One person listed above to receive correspondence: Roma Orvis 209-899-2460  
 (B) Person responsible for operations and services: Kimi Johnson 209-753-2409
- 4 Were any contracts or agreements in effect with any organization or person covering service, supervision and/or management of your business affairs during the year? (Yes or No) Yes  
 If so, what was the nature and the amount of each payment made under the agreement, to whom were payments made, and to what account was each payment charged? see attached
- 5 State the names of associated companies or persons which, directly or indirectly, or through one or more intermediaries, control, or are controlled by, or are under common control with respondent:

### PUBLIC HEALTH STATUS

- 6 Has state or local health department inspection been made during the year?
- 7 Are routine laboratory tests of water being made?
- 8 Has state health department water supply permit been obtained? (Indicate date)
- 9 If no permit has been obtained, state whether application has been made and when.
- 10 Show expiration date if state permit is temporary.

Yes	No	Latest Date
<input type="checkbox"/>	<input checked="" type="checkbox"/>	10/28/2003
<input checked="" type="checkbox"/>	<input type="checkbox"/>	3/19/2008
<input checked="" type="checkbox"/>	<input type="checkbox"/>	1971
<input type="checkbox"/>	<input type="checkbox"/>	
<input type="checkbox"/>	<input type="checkbox"/>	

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

C. Bruce Orvis III, Grade T-2, License No. 13442, Grade D-2, License No. 22114
John A. McMillen, Grade T-2, License No. 27532, Grade D-2, License No. 32581

Lake Alpine Water Company  
W-148

Annual Report of 2007

General Information, Attachment

Line 4: Names of Organizations or Persons having contracts or agreements with respondent:

Lemke Engineering Services	
Account 1050, Construction Work In Progress, Engineering Services	14987.00
Account 6820, Professional Fees, Engineering	4160.00
Western Water Constructors	
Account 1050, Construction in Progress, Contractor, Treatment Plant	173769.00

**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.

Applies to All Non-Tariffed Goods/Services that require Approval by Advice Letter

Raw 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 Registered Assets used in the provision of a Non-Tariffed Good/Service (by account)	Registered Asset Account Number

NA

**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: \_\_\_\_\_ California Bank and Trust  
 Address: \_\_\_\_\_ 1331 Broadway, Sacramento, CA 95818  
 Phone Number: \_\_\_\_\_ 800-499-4814  
 Account Number: \_\_\_\_\_ 1030123689  
 Date Hired: \_\_\_\_\_ 1/19/2005

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

\$183,244.00

Meter Size	No. of Metered Customers	Monthly Surcharge Per Customer
3/4 inch	8	29.13
1 inch	3	48.55
1 1/2 inch	1	97.11
2 inch	5	155.37
3 inch	0	291.32
4 inch	1	485.54
6 inch	0	
Number of Flat Rate Customers	427	29.13
	27	41.66
<b>Total</b>	<b>472</b>	<b>183582</b>

3. Summary of the bank account activities showing:

Balance at beginning of year	\$ 123,678
Deposits during the year	\$ 180,643
Interest earned for calendar year	\$ 2,585
Withdrawals from this account	\$ 23,720
Balance at end of year	\$ 283,187

**CLASS A, B, C AND D WATER COMPANIES**

**SAFE DRINKING WATER BOND ACT/STATE REVOLVING FUND DATA (cont.)**

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		<b>NON-DEPRECIABLE PLANT</b>					
2	301	Intangible plant					
3	303	Land					
4		Total non-depreciable plant					
5		<b>DEPRECIABLE PLANT</b>					
6	304	Structures	\$ 1,356,184	\$ 12,263		\$ (898,579)	\$ 469,868
7	307	Wells					\$ -
8	317	Other water source plant					\$ -
9	311	Pumping equipment					\$ -
10	320	Water treatment plant	\$ 688,870	\$ 240,930		\$ 898,579	\$ 1,828,379
11	330	Reservoirs, tanks and sandpipes					\$ -
12	331	Water mains					\$ -
13	333	Services and meter installations					\$ -
14	334	Meters					\$ -
15	335	Hydrants					\$ -
16	339	Other equipment					\$ -
17	340	Office furniture and equipment					\$ -
18	341	Transportation equipment					\$ -
19		Total depreciable plant					\$ -
20		Total water plant in service	\$ 2,045,054	\$ 253,193	\$ -	\$ -	\$ 2,298,247



**SCHEDULE A - BALANCE SHEET (DECEMBER 31, 2007)**

Line	Acct.	Assets	Balance	Acct.	Equity and Liabilities	Balance
1	101	Water plant in service	\$ 1,586,480	201	Common Stock (Corporations only)	\$ 100,000
	101.1	Water plant in service-SDWBA	\$ 2,298,247			
2	103	Water plant held for future use		211	Other paid-in capital (Corporations only)	\$ 156,480
3	104	Water plant purchased or sold		215	Retained earnings	\$ 575,626
4	105	Water plant construction work in progress	\$ 191,236	218	Proprietary capital	
5	108	Accumulated depreciation of water plant	\$ (596,867)	224	Long term debt	\$ 293,351
	108.1	Accumulated depreciation of water plant-SDW	\$ (209,395)		SDWB-remaining principal	\$ 2,201,732
6	114	Water plant acquisition adjustments			Current Liabilities	\$ 41,828
7	124	Other investments		252	Advances for construction	
8	131	Cash	\$ 65,895	253	Other deferred credits	\$ 295,543
	131.3	SDWBA-Oakdale	\$ 52,044			
	132	SDWBA-Surcharges CA Bank&Trust	\$ 283,187			
9	141	Accounts receivable - customers	\$ 24,790	255	Accumulated deferred investment tax credits	
		SDWBA-surcharges	\$ 338			
10	142	Receivables from associated companies	\$ 15,027	282	Accumulated deferred income taxes - Acrs	
11	151	Materials and supplies	\$ 7,598		depreciation	
12	174	Other current assets		283	Accumulated deferred income taxes - other	\$ 5,012
13	180	Deferred charges	\$ 306,093	271	Contributions in aid of construction	\$ 452,598
14				272	Accumulated amortization of contributions	\$ (97,497)
15		<b>Total Assets</b>	<b>\$ 4,024,673</b>		<b>Total Equity and Liabilities</b>	<b>\$ 4,024,673</b>

**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)	Balance End of year
16	301	Intangible plant					
17	303	Land	\$ 28,433				\$ 28,433
18	304	Structures	\$ 127,621				\$ 127,621
		Structures-SDWBA	\$ 1,356,184	\$ 12,263		\$ (898,579)	\$ 469,868
19	307	Wells	\$ -				\$ -
20	317	Other water source plant	\$ 13,850			\$ 1	\$ 13,851
21	311	Pumping equipment	\$ 48,373	\$ 1,696			\$ 50,069
22	320	Water treatment plant	\$ 236,440	\$ -			\$ 236,440
		Water treatment plant-SDWBA	\$ 688,870	\$ 240,930		\$ 898,579	\$ 1,828,379
23	330	Reservoirs tanks and sandpipes	\$ 507,381	\$ 7,063			\$ 514,444
24	331	Water mains	\$ 282,434	\$ 9,679			\$ 272,113
25	333	Services and meter installations	\$ 21,264	\$ -			\$ 21,264
26	334	Meters	\$ 15,916	\$ -			\$ 15,916
27	335	Hydrants	\$ 195,891	\$ 1,068			\$ 196,959
28	339	Other equipment	\$ 48,360	\$ 1,267			\$ 49,627
29	340	Office furniture and equipment	\$ 9,115	\$ 5,927			\$ 15,042
30	341	Transportation equipment	\$ 34,688	\$ 10,015			\$ 44,701
31		<b>Total water plant in service *</b>	<b>\$ 1,549,764</b>	<b>\$ 36,715</b>		<b>\$ 1</b>	<b>\$ 1,586,480</b>

\* Totals do not include SDWBA financed plant

**SCHEDULE C - RESERVE FOR DEPRECIATION OF UTILITY PLANT**

Line	Item	Account 106 Water Plant	Account 106.1 SDWBA Loans	
32	Balance in reserves at beginning of year	\$ 547,423	\$ 99,308	A. Method used to compute depreciation
33	Add: Credits to reserves during year			expense (Acct. 403) and rate.
34	(a) Charged to Account No. 272	\$ 7,564		Ave of B31's less land x 2.72%
35	(b) Charged to Account No. 403	\$ 41,880		
36	(c) Charged to Account No. 407		\$ 110,087	B. Amount of depreciation expense claimed
37	(d) Salvage recovered			or to be claimed on utility property in
38	(e) All other credits			your federal income tax return for the year
39	Total credits	\$ 49,444	\$ 110,087	covered by this report \$ 42277
40	Deduct: Debits to reserves during year			
41	(a) Book cost of property retired			
42	(b) Cost of removal			C. State method used to compute tax
43	(c) All other debits			depreciation.
44	Total debits			
45	Balance in reserve at end of year	\$ 596,867	\$ 209,395	
46	(1) Explanation of all other credits			
47	(2) Explanation of all other debits			

**SCHEDULE D - CAPITAL STOCK OUTSTANDING (DECEMBER 31, 2007)**

Line

1	Common - (Shares 10,000	\$10.00	par)	100000		List persons owning more than 5% of outstanding stock
2	Preferred - (Shares	\$	par)			and number of shares owned by each: TBH Partners 5000
3	Dividends - Common	Rate -				CB Orvis 520 RP Orvis 520
4	- Preferred	Rate - \$				CB Orvis III 2180 PD 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	Business Line of Credit	9/10/2005	9/10/2012	332,728	293,351	7.50	26520	24878
7								
8	Totals			332,728	293,351		26520	24878

**SCHEDULE F - INCOME STATEMENT**

9	Operating revenues	xxxxxxxxxx
10	460 Unmetered water revenue	\$ 438,005
	460.1 SDWSRF Surcharge	\$ 183,244
11	462 Fire protection revenue	\$ 3,218
12	465 Irrigation revenue	\$ -
13	470 Metered water revenue	\$ 32,729
14	480 Other water revenue	\$ 9,680
15	Total Operating Revenue	\$ 483,632
16	Operating revenue deductions	xxxxxxxxxx
17	Operating expenses	xxxxxxxxxx
18	610 Purchased water	
19	615 Purchased power	\$ 24,549
20	618 Other volume related expenses	\$ 13,729
21	630 Employee labor	\$ 48,473
22	640 Materials	\$ 7,231
23	650 Contract work	\$ 13,168
24	660 Transportation expenses	\$ 9,656
25	664 Other plant maintenance expense	\$ 2,984
26	670 Office salaries	\$ 33,183
27	671 Management salaries	\$ 48,234
28	674 Employee pensions and benefits	\$ 25,347
29	676 Uncollectible accounts expense	\$ 160
30	678 Office services and rentals	\$ 3,950
31	681 Office supplies and expense	\$ 10,294
32	682 Professional services	\$ 24,435
33	684 Insurance	\$ 29,398
34	688 Regulatory commission expense	\$ 689
35	689 General expenses	\$ 7,094
36	Total Operating Expenses	\$ 302,574
37	403 Depreciation expense	\$ 49,444
38	407 SDWBA loan amortization expense	\$ 110,087
39	408 Taxes other than income taxes	\$ 20,874
40	409 State income tax expense	\$ 9,606
41	410 Federal income tax expense	\$ 21,931
42	Total Operating Revenue Deductions	\$ 101,855
43	Utility Operating Income	\$ 79,203
44	421 Non-utility income	\$ 494
	421.1 Non-utility income-Interest SDWBA	\$ 2,585
45	426 Miscellaneous non-utility expense	\$ -
46	427 Interest expense	\$ (25,123)
	427.1 Interest expense-SDWBA	\$ (23,540)
47	Net Income *	\$ 57,159

\* Net income does not include acct 407

**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
	None				

**OTHER**

Streams or springs location of diversion point	Flow in Priority right		(Unit) Diversions		Annual Quantities Diverted (Unit)
	Claim	Capacity	Max	Min	
Bloods Creek Tributary		.075 CFS			5-8 MG
Purchased water (unit)	None				Annual Quantity
Supplier:					

**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)			
	Not Available		

**SCHEDULE I - EMPLOYEES AND THEIR COMPENSATION**

Line	Acct	Account	Numbers at end of year	Salaries charged to expense	Salaries Charged to Plant Accts.	Total Salaries & Wages Paid
48	630	Employee Labor	16	48473	18780	67253
49	670	Office Salaries	1	33183	0	33183
50	671	Management Salaries	1	48234	23259	71493
51		Total	18	129890	42039	171929

**SCHEDULE J - ADVANCES FOR CONSTRUCTION**

Balance beginning of year					0
Additions during year					0
Subtotal - Beginning balance plus additions during year					0
Refunds					
Transfers to Acct. 271, Contributions in aid of construction					0
Balance end of year					0

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

Size	Meters	Services
3/4 In	8	455
1 In	4	
1 1/2 In	1	
2 In	6	1
3 In		1
4 In	1	3
Hydrants		49
Totals	20	509

**SCHEDULE L - METER-TESTING DATA**

Number of meters tested during year
1 Used, before repa _____
2 Used, after repair _____
3 Fast, requiring refi _____
Numbers 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	2	453	455		2	2	2	455
Commercial	13		13	0		0	13	0
County	5		5			0	5	0
Private Firelines		5	5			0	0	5
Subtotal	20	458	478	0	2	2	20	460
Fire Protection (Hydrants)		49	49			0	0	49
Total	20	507	527	0	2	2	20	509

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	2 1/4" to 4"			Other Sizes (specify)			Totals
				2" & under	3 1/4"	4"	6"	8"	12"	
Concrete			Cast Iron							
Earth			Welded Steel							
Wood	2	300,000	Standard Screw							
Steel	1	300,000	Cement-asbestos			34545	14222	280	4105	
Other			Plastic	280	6302	7577	2395	400	500	
			Other (specify)							
			More of the above is plastic and some lead-ins are steel. I do not have exact figures.							
Totals	3	600,000	Totals	280	6302	42122	16617	680	4605	70606

**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, documents, 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 calendar year.

January 01, 2007 through and including December 31, 2007

C. Bruce Orris  
 \_\_\_\_\_  
 Title President  
 \_\_\_\_\_  
 Date 4-2-09  
 \_\_\_\_\_



*See Amended Report dated 4/9/2009* 34

Received \_\_\_\_\_  
Examined \_\_\_\_\_

CLASS D  
WATER UTILITIES

U# W-148

RECEIVED  
APR 10 2008  
UTILITY AUDIT, FINANCE AND  
COMPLIANCE BRANCH WATER DIV.

*See Amended Report Year 2007  
dated 4/9/2009*

~~2007  
ANNUAL REPORT  
OF~~

Lake Alpine Water Company, Inc.

(NAME UNDER WHICH CORPORATION, PARTNERSHIP, OR INDIVIDUAL IS DOING BUSINESS)

9601 E. Highway 4, Farmington, CA 95230-9607

(OFFICIAL MAILING ADDRESS)

ZIP

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)

SL

# CLASS D WATER UTILITIES

(HAVING LESS THAN 500 SERVICE CONNECTIONS)

LAKE ALPINE WATER COMPANY, INC.

(Name under which corporation, partnership or individual is doing business)

9601 E. HIGHWAY 5, FARMINGTON CA 95230

(Official mailing address)

BEAR VALLEY STANISLAUS COUNTY

(Service area-town and county)

Telephone number: 209-899-2460

Fax Number: 209-899-2461

E-Mail Address: lakealpinewater@juno.com

## GENERAL INFORMATION

(Attach a supplementary statement if necessary)

RETURN ORIGINAL TO COMMISSION, NO PHOTOCOPIES

1 If a corporation show:

(A) Date of organization 6/30/1964 incorporated in the State of California

(B) Names, titles and addresses of principal officers: C. Bruce Orvis, Pres., 9601 E Highway 4, Farmington, CA 95230 / Roma P Orvis, Sec-Treas., 9601 E Highway 4, Farmington CA 95230 Charles F Toeniskoetter, Vice-Pres., 1690 The Alameda, Suite 20, San Jose, CA 95126

2 If unincorporated give the name and address of owner or of each partner:

3 Name and telephone number of:

(A) One person listed above to receive correspondence: Roma P Orvis, 209-899-2460  
 (B) Person responsible for operations and services: C Bruce Orvis, III, 209-753-6241, 209-795-2580

4 Were any contracts or agreements in effect with any organization or person covering service, supervision and/or management of your business affairs during the year? (Yes or No) Yes  
 If so, what was the nature and the amount of each payment made under the agreement, to whom were payments made, and to what account was each payment charged? See attached sheet

5 State the names of associated companies or persons which, directly or indirectly, or through one or more intermediaries, control, or are controlled by, or are under common control with respondent: None

## PUBLIC HEALTH STATUS

6 Has state or local health department inspection been made during the year?

7 Are routine laboratory tests of water being made?

8 Has state health department water supply permit been obtained? (Indicate date)

9 If no permit has been obtained, state whether application has been made and when.

10 Show expiration date if state permit is temporary.

11 List name, Grade, and License Number of all Licensed Operators:

C. Bruce Orvis III, Grade T-2, License No. 13442, Grade D-2, License No. 22114  
John A. McMillen, Grade T-2, License No. 27532, Grade D-2, License No. 32581

Yes	No	Latest Date
	x	8/28/2007
x		3/10/2008
x		1971

Lake Alpine Water Company  
W-148

Annual Report of 2007

General Information, Attachment

Line 4: Names of Organizations or Persons having contracts or agreements with respondent:

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Account 1050, Construction Work In Progress, Engineering Services	14987.00
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Western Water Constructors	
Account 1050, Construction in Progress, Contractor, Treatment Plant	173769.00



Excess Capacity and Non-Tariffed Services

NOTE: In D 00-07-018, D 03-04-029, 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 file an notice after receiving 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 Number 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

Applies to All Non-Tariffed Goods/Services that require Approval by Advice Letter

N.A.

**CLASS B, C, AND D WATER COMPANIES  
SAFE DRINKING WATER STATE REVOLVING FUND  
Year 2007**

Please complete the following information relating to each Safe Drinking Water State Revolving Fund (SDWSRF) loan outstanding during the 12 month reporting period. (Use one sheet for each loan.)

1 Current Fiscal Agent:

Name California Bank & Trust  
 Address 1331 Broadway, Sacramento, CA 95818  
 Phone No. 800-499-4614  
 Account No. 1030123689  
 Date Hired Jan. 19, 2005

2 Total Surcharge collection from customers during the 12 month reporting period:

\$183,581.55

	No of Metered Customers	Monthly Surcharge per Customer
3/4 inch	8	233.04
1 inch	4	194.2
1 1/2 inch	1	97.11
2 inch	5	776.85
3 inch	0	0
4 inch	1	485.54
6 inch	0	0
Number of Flat Rate Customers	454	13534.2
<b>Total</b>	<b>473</b>	<b>15320.94</b>

3 Summary of the trust bank account activities showing:

Balance at beginning of year	<u>\$123,677.68</u>
Deposits during year	<u>\$180,643.55</u>
Interest earned on deposits	<u>\$2,585.16</u>
Withdrawals made for loan payments	<u>\$0.00</u>
Other withdrawals from this account:	
Interest on loan	<u>\$23,539.55</u>
Bank fees	<u>\$180.00</u>
Balance at end of year	<u>\$283,186.84</u>

Year 2007

CLASS A, B, C, AND D WATER COMPANIES  
SAFE DRINKING WATER STATE REVOLVING FUND DATA (cont.)

5. Plant amounts not included in Schedule A, Account No. 101--Water Plant in Service which were funded using SDWSRF 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	<b>NON-DEPRECIABLE PLANT</b>						
2	301	Intangible plant					
3	303	Land					
4		Total non-depreciable plant					
5	<b>DEPRECIABLE PLANT</b>						
6	304	Structures	0	494244			
7	307	Wells					
8	317	Other water source plant					
9	311	Pumping equipment					
10	320	Water treatment plant	0	1862190			
11	330	Reservoirs, tanks and sandpipes					
12	331	Water mains					
13	333	Services and meter installations					
14	334	Meters					
15	335	Hydrants					
16	339	Other equipment					
17	340	Office furniture and equipment					
18	341	Transportation equipment					
19		Total depreciable plant					
20	<b>Total SDWSRF Water Plant in Service</b>			<b>2356434</b>			

Note: These amounts are not included in Schedule A because they are not part of our rate base.

**SCHEDULE A - BALANCE SHEET (DECEMBER 31, 2007)**

Line	Acct.	Assets	Balance	Acct.	Equity and Liabilities	Balance
1	101	Water plant in service	1553230	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	696312
4	105	Water plant construction work in progress	486779	218	Proprietary Capital	
5	106	Accumulated depreciation of water plant	-565545	224	Long term debt	293351
6	114	Water plant acquisition adjustments			Current liabilities	41827
7	124	Other investments		252	Advances for construction	
8	131	Cash	48530	253	Other deferred credits	0
9	141	Accounts receivable - customers	23025	255	Accumulated deferred investment tax credits	
10	142	Receivables from associated companies	15027	282	Accum. deferred income taxes - Acrs	11331
11	151	Materials and supplies	7598		depreciation	
12	174	Other current assets	34970	283	Accumulated deferred income taxes - other	
13	180	Deferred charges	13280	271	Contributions in aid of construction	418848
7				272	Accumulated amortization of contributions	-101242
15		<b>Total Assets</b>	<b>1616894</b>		<b>Total Equity and Liabilities</b>	<b>1616894</b>

**SCHEDULE B - WATER PLANT IN SERVICE**

Line	Acct.	Title of Account	Balance Beg of year	Plt. Additions During year	Plt. Retirement During year	Other Debits or (Credits)	Balance End of year
16	301	Intangible plant					0
17	303	Land	28433				28433
18	304	Structures	158448	0		(30827)	127621
19	307	Wells	0				0
20	317	Other water source plant	13850	0	0	1	13851
21	311	Pumping equipment	48373	1696			50069
22	320	Water treatment plant	236440	0		(33250)	203190
23	330	Reservoirs, tanks and standpipes	507381	7063			514444
24	331	Water mains	262434	9679			272113
25	333	Services and meter installations	21264	0	0		21264
26	334	Meters	15916	0			15916
27	335	Hydrants	195891	1068	0		196959
28	339	Other equipment	48360	1267	0		49627
29	340	Office furniture and equipment	9115	5927	0		15042
30	341	Transportation equipment	34686	10015	0		44701
31		<b>Total water plant in service</b>	<b>1580591</b>	<b>36715</b>	<b>0</b>	<b>(64076)</b>	<b>1553230</b>

- \* Charges for new treatment plant that is being financed by SDWSRF loan, that were originally put into water plant in service in error.
- \*\* Prior year adjustment

**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	511929	0	A. Method used to compute depreciation
33	Add: Credits to reserves during year			expense (Acct. 403) an
34	(a) Charged to Account No. 403	42307	61900	2.72 Composite
35	(b) Charged to Account No. 272	11309		
36	(c) Charged to clearing accounts	0		B. Amount of depreciation expense
37	(d) Salvage recovered	0		claimed or to be claimed on utility
38	(e) All other credits (1)			property in your federal income tax
39	<b>Total Credits</b>	<b>53616</b>	<b>61900</b>	<b>return for the year covered by this</b>
40	Deduct: Debits to reserve at end of year			report. \$95,908
41	(a) Book cost of property retired	0		
42	(b) Cost of removal			
43	(c) All other debits (2)			C. State method used to compute tax
44	<b>Total Debits</b>	<b>0</b>		<b>depreciation.</b>
45	<b>Balance in reserve at end of year</b>	<b>565545</b>	<b>61900</b>	<b>5 - 30 Year Life</b>
46	(1) Explanation of all other credits			
47	(2) Explanation of all other debits:			

**SCHEDULE D - CAPITAL STOCK OUTSTANDING (DECEMBER 31, 2007)**

Line				
1	Common - (Shares 10,000	\$10.00	Par)	100000
2	Preferred - (Shares	\$		
3	Dividends - Common Rate	\$		
4	--- Preferred Rate	\$		

List persons owning more than 5% of outstanding stock and number of shares owned by each: TBH Partners LLC 5000  
 C.B.Orvis 520 / R.P.Orvis 520  
 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		12/10/2006	9/10/2012	332728	293351	8.5% to 7.50%	0	26520
7								
8		Totals		332728	293351		0	26520

**SCHEDULE F - INCOME STATEMENT**

6	Acct	<b>Operating Revenues</b>	XXXXXXXX
10	460	Unmetered water revenue	438005
11	462	Fire protection Revenue	3218
12	465	Irrigation revenue	0
13	470	Metered water revenue	41299
14	480	Other water revenue	34610
15		Total operating revenues	517132
16		<b>Operating Revenue Deductions</b>	XXXXXXXX
17		<b>Operating Expenses</b>	XXXXXXXX
18	610	Purchased water	0
19	615	Power	24549
20	618	Other volume related expenses	13729
21	630	Employee labor	48473
22	640	Materials	7231
23	650	Contract work	13168
24	660	Transportation Expense	9656
25	664	Other plant maintenance expense	2984
26	670	Office Salaries	33183
27	671	Management salaries	48234
28	674	Employee pensions and benefits	25347
29	676	Uncollectible accounts expense	160
30	678	Office services and rentals	3950
31	681	Office supplies and expenses	10294
32	682	Professional services	24435
33	684	Insurance	27044
34	688	Regulatory commission expense	689
35	689	General expenses	7094
36		Total Operating Expenses	300220
37	403	Depreciation expense	53616
38	407	SDWBA loan amortization expense	0
39	408	Taxes other than income taxes	23330
40	409	State corporate income tax expense	10731
41	410	Federal corporate income tax expense	12427
42		Total Operating Revenue Deductions	100104
43		Utility Operating Revenue	116808
44	421	Non-utility Income	767
45	426	Miscellaneous non-utility expense	0
46	427	Interest expense	25123
47		Net Income	92452

**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
	None				

**OTHER**

Streams or springs location of diversion point	Flow in Priority right		(Unit) Diversions		Annual Quantities Diverted (Unit)
	Claim	Capacity	Max	Min	
Bloods Creek					
Tributary		.075 CFS			5-8 MG
Purchased water (unit)	None				
Supplier:			Annual Quantity		

**SCHEDULE H - OPTIONAL WATER DELIVERED TO METERED CUSTOMERS**

(If figures are available)(specity unit)

Classification of service	Max.mo Mo. Of	Min.mo Mo. Of	Total for Year
Residential & Business			
Industrial			
Public Authorities			
Irrigation			
Other (specify)			
	Not Available		

**SCHEDULE I - EMPLOYEES AND THEIR COMPENSATION**

Line	Acct	Account	Numbers at end of year	Salaries charged to expense	Salaries Charged to Plant Accts.	Total Salaries & Wages Paid
48	630	Employee Labor	16	48473	18780	67253
49	670	Office Salaries	1	33183	0	33183
50	671	Management Salaries	1	48234	23259	71493
51		Total	18	129890	42039	171929

**SCHEDULE J - ADVANCES FOR CONSTRUCTION**

Balance beginning of year					0
Additions during year					0
Subtotal - Beginning balance plus additions during year					0
Refunds					
Transfers to Acct. 271, Contributions in aid of construction					0
Balance end of year					0

**SCHEDULE K - TOTAL METTERS AND SERVICES (Active & Inactive)**

Size	Meters	Services
3/4 In	8	455
1 In	4	
1 1/2 In	1	
2 In	6	1
3 In		1
4 In	1	3
Hydrants		49
<b>Totals</b>	<b>20</b>	<b>509</b>

**SCHEDULE L - METER-TESTING DATA**

Number of meters tested during year	
1 Used, before repa	_____
2 Used, after repair	_____
3 Fast, requiring ref	_____
Numbers 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	2	453	455		2	2	2	455
Commercial	13		13	0		0	13	0
County	5		5			0	5	0
Private Firelines		5	5			0	0	5
<b>Subtotal</b>	<b>20</b>	<b>458</b>	<b>478</b>	<b>0</b>	<b>2</b>	<b>2</b>	<b>20</b>	<b>460</b>
Fire Protection (Hydrants)		49	49			0	0	49
<b>Total</b>	<b>20</b>	<b>507</b>	<b>527</b>	<b>0</b>	<b>2</b>	<b>2</b>	<b>20</b>	<b>509</b>

Note: Total connexlions(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	2" & under	2 1/4" to 4"			Other Sizes (specify)			Totals
					3 1/4"	4"	6"	8"	12"		
Concrete			Cast Iron								
Earth			Welded Steel								
Wood	2	300,000	Standard Screw								
Steel	1	300,000	Cement-asbestos				34545	14222	280	4105	53152
Other			Plastic	280	6302	7577	2395	400	500	17454	
			Other (specify)								
More of the above is plastic and some lead-ins are steel. I do not have exact figures.											
<b>Totals</b>	<b>3</b>	<b>600,000</b>	<b>Totals</b>	<b>280</b>	<b>6302</b>	<b>42122</b>	<b>16617</b>	<b>680</b>	<b>4605</b>	<b>70606</b>	

**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, documents, 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 calendar year.

January 01, 2007 through and including December 31, 2007

*Roma P. Orvis*

Roma P. Orvis

Secretary - Treasurer

Title

March 24, 2008

Date

Lake Alpine Water Company  
W-148

**FACILITIES FEE DATA**  
Year 2007

Please provide the following information relating to Facilities Fees collected for the calendar year pursuant to Resolution No. W-4110.

1. Trust Account Information:

Bank Name: Bank of Stockton Oakdale  
Address: 346 E. "F" Street, Oakdale, Ca 95361  
Account Number: 4340000170  
Date Opened: 7/12/2007

2. facilities Fees collected for new connections during the calendar year

**A. Commercial**

NAME	AMOUNT
Texas Development, Inc.	<u>\$21,000.00</u>
	\$ _____
	\$ _____
	\$ _____

**B. Residential**

NAME	AMOUNT
Jay & Julie Deilenga	<u>\$2,000.00</u>
Robert Alkema	<u>\$10,500.00</u>
	\$ _____
	\$ _____

3 Summary of the bank account activities showing:

Balance at beginning of year	<u>\$0.00</u>
Deposits during the year	<u>\$14,500.00</u>
Interest earned for calendar year	<u>\$263.74</u>
Withdrawals from this account	<u>\$0.00</u>
Balance at end of year	<u>\$14,763.74</u>

4 Reason of Purpose of Withdrawal from this bank account:

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