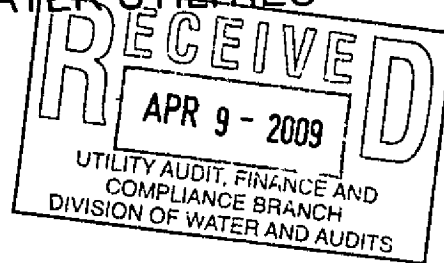


7 / 4 J

Received _____
Examined _____

CLASS D
WATER UTILITIES



U# W-148 _____

2008
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, 2008

REPORT MUST BE FILED NOT LATER THAN MARCH 31, 2009
(FILE TWO COPIES IF THREE RECEIVED)

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, Alpine County

(Service area-town and county)

Telephone Number: 209-763-2409 Fax Number: 209-763-2345 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 6/30/1964 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, 209-899-6240
 (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) NO
 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?

- 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
	x	10/28/2003
x		3/25/2009
x		10/15/2008

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

John McMillen T3: 27532	D2: 32581
Adam Werle T2: 27000	D2: 30564
Bruce Orvis III T2: 13442	D2: 22144

Excess Capacity and Non-Tariffed Services

NOTE: In D 04-07-018, D 03-04-028, and D 04-12-023, the CPUC set forth rules and requirements regarding water utilities provision of non-tariffed services using excess capacity. These decisions require water utilities to: 1) file an advice letter requesting Commission approval of that service, 2) provide information regarding non-tariffed goods/services in each companies Annual Report to the Commission.

Based on the information and flags required in D 04-07-018, D 03-04-028, and D 04-12-023, provide the following information by each individual non-tariffed good and service provided in 200 . . .

Row Number	Description of Non-Tariffed Good/Service	Active or Passive	Total Revenue derived from Non-Tariffed Good/Service (by account)	Revenue Account Number	Total Expenses incurred to provide Non-Tariffed Good/Service (by Account)	Expense Account Number	Advice Letter and/or Resolution Number approving Non-Tariffed Good/Service	Total Income Tax Liability incurred because of non-Tariffed Good/Service (by Account)	Income Tax Liability Account Number	Gross Value of Regulated Assets used in the provision of a Non-Tariffed Good/Service (by account)	Regulated Asset Account Number

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 & Trust
 Address: _____ 1331 Broadway Sacramento, CA 95818
 Phone Number: _____ 800-499-4614
 Account Number: _____ 1030123689
 Date Hired: _____ 1/19/2005

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

\$ 185018.52

Meter Size	No. of Metered Customers	Monthly Surcharge Per Customer
3/4 inch	11	29.13
1 inch	2	48.55
1 1/2 inch	1	97.11
2 inch	4	155.37
3 inch	1	291.32
4 inch	1	485.54
6 inch	0	0
Number of Flat Rate Customers	429	29.13
	24	41.66
Total	473	185813

3. Summary of the bank account activities showing:

Balance at beginning of year	\$283,187.00
Deposits during the year	\$186,570.90
Interest earned for calendar year	\$1,822.41
Withdrawals from this account	\$55,580.50
Balance at end of year	\$415,999.65

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:

NA

Line No.	Acct. No.	Title of Account (a)	Balance Beginning of Year (b)	Plant Additions During Year (c)	Plant Retirements During Year (d)	Other Debits* or (Credits) (e)	Balance End of Year (f)
1		NON-DEPRECIABLE PLANT					
2	301	Intangible plant					
3	303	Land					
4		Total non-depreciable plant					
5		DEPRECIABLE PLANT					
6	304	Structures	\$ 469,868				\$ 469,868
7	307	Wells					\$ -
8	317	Other water source plant					\$ -
9	311	Pumping equipment					\$ -
10	320	Water treatment plant	\$ 1,828,379	\$ 6,071			\$ 1,834,450
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	\$ 2,298,247				\$ 2,304,318
20		Total water plant in service	\$ 2,298,247				\$ 2,304,318

SCHEDULE A - BALANCE SHEET (DECEMBER 31, 2008)

Line	Acct.	Assets	Balance	Acct.	Equity and Liabilities	Balance
1	101	Water plant in service	\$ 1,897,687	201	Common Stock (Corporations only)	\$ 100,000
	101.1	Water plant in service-SDWBA	\$ 2,304,318			
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	\$ 382,971
4	105	Water plant construction work in progress	\$ 21,790	218	Proprietary capital	\$ -
5	108	Accumulated depreciation of water plant	\$ (650,955)	224	Long term debt	\$ 231,593
	108.1	Accumulated depreciation of water plant-SDWBA	\$ (330,063)		SDWB-remaining principal	\$ 2,413,362
6	114	Water plant acquisition adjustments			Current Liabilities	\$ 25,050
7	124	Other investments		252	Advances for construction	\$ -
8	131	Cash	\$ 13,190	253	Other deferred credits	\$ 355,119
	132.1	SDWBA-Surcharges CA Bank&Trust	\$ 416,000			
9	141	Accounts receivable - customers	\$ 12,087	255	Accumulated deferred investment tax credits	\$ -
		SDWBA-surcharges	\$ 795			
10	142	Receivables from associated companies	\$ -	282	Accumulated deferred income taxes - Acrs	
11	151	Materials and supplies	\$ 9,013		depreciation	
12	174	Other current assets	\$ 62	283	Accumulated deferred income taxes - other	
13	180	Deferred charges	\$ 379,939	271	Contributions in aid of construction	\$ 514,262
14				272	Accumulated amortization of contributions	\$ (104,974)
15		Total Assets	\$ 4,073,863		Total Equity and Liabilities	\$ 4,073,863

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	\$ 8,076			\$ 135,697
		Structures-SDWBA	\$ 469,868				\$ 469,868
19	307	Wells	\$ -				\$ -
20	317	Other water source plant	\$ 13,851				\$ 13,851
21	311	Pumping equipment	\$ 50,069				\$ 50,069
22	320	Water treatment plant	\$ 236,440	\$ 24,062			\$ 260,502
		Water treatment plant-SDWBA	\$ 1,828,379	\$ 6,071			\$ 1,834,450
23	330	Reservoirs tanks and sandpipes	\$ 514,444	\$ 15,127			\$ 529,571
24	331	Water mains	\$ 272,113	\$ 68,560			\$ 340,673
25	333	Services and meter installations	\$ 21,264	\$ 105,663			\$ 126,927
26	334	Meters	\$ 15,916	\$ 86,738			\$ 102,654
27	335	Hydrants	\$ 196,959	\$ 414			\$ 197,373
28	339	Other equipment	\$ 49,627	\$ 419			\$ 50,046
29	340	Office furniture and equipment	\$ 15,042	\$ 2,148			\$ 17,190
30	341	Transportation equipment	\$ 44,701				\$ 44,701
31		Total water plant in service *	\$ 1,586,480	\$ 311,207			\$ 1,897,687

* 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	\$ 596,867	\$ 209,395	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	\$ 7,477		Ave of B31's and rate of 2.72%
35	(b) Charged to Account No. 403	\$ 46,611		
36	(c) Charged to Account No. 407		\$ 120,668	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	\$ 54,088	\$ 120,668	covered by this report \$ 50713
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	\$ -	\$ -	5-30 year life
45	Balance in reserve at end of year	\$ 650,955	\$ 330,063	
46	(1) Explanation of all other credits			
47	(2) Explanation of all other debits			

SCHEDULE D - CAPITAL STOCK OUTSTANDING (DECEMBER 31, 2008)

Line

1	Common - (Shares 10000 \$ 10.par)	\$ 100,000	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 - \$		C. B. Orvis: 520; R.P. Orvis: 520; C.B. Orvis III: 2180
4	- Preferred Rate - \$		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		12/10/2006	9/10/2012	\$332,728.00	\$ 231,593.00	4.75-7.5	\$ 16,553.72	\$ 15,631.58
6								
7								
8	Totals			\$332,728.00	\$ 231,593.00		\$ 16,553.72	\$ 15,631.58

SCHEDULE F - INCOME STATEMENT

9	Operating revenues	xxxxxxxxxx
10	460 Unmetered water revenue	\$ 442,071
	460.1 SDWBA-Surcharges	\$ 185,019
11	462 Fire protection revenue	\$ 3,851
12	465 Irrigation revenue	
13	470 Metered water revenue	\$ 37,219
14	480 Other water revenue	\$ 10,103
15	Total Operating Revenue	\$ 493,244
16	Operating revenue deductions	xxxxxxxxxx
17	Operating expenses	xxxxxxxxxx
18	610 Purchased water	
19	615 Purchased power	\$ 26,166
20	618 Other volume related expenses	\$ 17,084
21	630 Employee labor	\$ 66,728
22	640 Materials	\$ 3,394
23	650 Contract work	\$ 31,538
24	660 Transportation expenses	\$ 9,091
25	664 Other plant maintenance expense	\$ 3,519
26	670 Office salaries	\$ 32,429
27	671 Management salaries	\$ 54,807
28	674 Employee pensions and benefits	\$ 39,057
29	676 Uncollectible accounts expense	\$ -
30	678 Office services and rentals	\$ 5,801
31	681 Office supplies and expense	\$ 10,086
32	682 Professional services	\$ 23,264
33	684 Insurance	\$ 20,648
34	688 Regulatory commission expense	\$ 472
35	689 General expenses	\$ 14,812
36	Total Operating Expenses	\$ 358,896
37	403 Depreciation expense	\$ 54,068
38	407 SDWBA loan amortization expense	\$ 120,668
39	408 Taxes other than income taxes	\$ 33,094
40	409 State income tax expense	\$ 3,142
41	410 Federal income tax expense	\$ 4,873
42	Total Operating Revenue Deductions	\$ 95,197
43	Utility Operating Income	\$ 39,151
44	421 Non-utility income	\$ 728
	421.1 Non-utility income-SDWBA Surcharge Interest	\$ 1,822
45	426 Miscellaneous non-utility expense	\$ -
46	427 Interest expense	\$ (15,632)
	427.1 Interest expense-SDWBA	\$ (55,355)
47	Net Income *	\$ (29,286)

* 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
	NA				

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)	NA				
Supplier:			Annual Quantity		

SCHEDULE H

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	2282.5 Feb	892.9 May	20046.3	CCF
Commercial	810.2 Feb	108.9 Jan	4460.5	CCF
Industrial			0	
Fire Protection			0	
Irrigation	313.6 Jul	78.4 Oct	1019.3	CCF
Other (specify)				
Total			25526.1	CCF

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	7	66728	7630	74358
49	670	Office salaries	2	32429	0	32429
50	671	Management salaries	1	54087	0	54087
51		Total	10	153244	7630	160874

SCHEDULE J - ADVANCES FOR CONSTRUCTION

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

SCHEDULE K - TOTAL METERS AND SERVICES (active and inactive)

Size	Meters	Services
5/8 x 3/4-in	13	35
3/4-in	301	301
1-in	2	2
1.5 in	1	1
2-in	14	139
3-in	1	2
4-in	1	4
6-in		1
Hydrants		49
Total	333	534

SCHEDULE L - METER-TESTING DATA

Number of meters tested during year	
1	Used, before repair...
2	Used, after repair
3	Fast, requiring refund
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	1	453	454		8	8	1	461
Industrial/Commercial	12		14				12	0
Irrigation	1		1				1	0
Fire Protection (public)		49	49				0	49
Fire Protection (private)		5	5				0	5
Other (specify) County	5		4				5	0
Total	19	507	527				19	515

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)

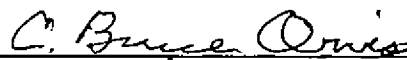
Description	No.	Combined capacity in gallons	Description	Other sizes (specify)						Totals
				2" and under	2 1/4 to 3 1/4	4"	6"	8"	12"	
Concrete			Cast Iron							
Earth			Welded steel							
Wood	2	300000	Standard screw							
Steel	1	300000	Cement-asbestos			34545	14222	280	4105	53152
Other			Plastic	280	6302	7577	2395	400	500	17454
			Other (specify)							
Total	3	600000	Total	280	6302	42122	42122	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, under penalty of perjury do declare that this report has been prepared by me, or under my direction, from the books, 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 1, 2008 through December 31, 2008 .


 Signed President
 Title 4-2-09
 Date

