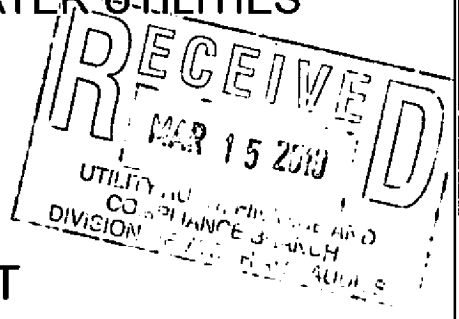


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Examined _____

CLASS D
WATER UTILITIES

U# W-148



2009
ANNUAL REPORT
OF

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) ZIP

TO THE
PUBLIC UTILITIES COMMISSION
STATE OF CALIFORNIA
FOR THE YEAR ENDED DECEMBER 31, 2009

REPORT MUST BE FILED NOT LATER THAN MARCH 31, 2010

INSTRUCTIONS

1. Two completed and signed hard copies of this report and one electronic copy must be filed **NOT LATER THAN MARCH 31, 2010**, with:

**CALIFORNIA PUBLIC UTILITIES COMMISSION
DIVISION OF WATER AND AUDITS
ATTN: KAYODE KAJOPAIYE
505 VAN NESS AVENUE, ROOM 3105
SAN FRANCISCO, CALIFORNIA 94102-3298
kok@cpuc.ca.gov**

2. Failure to file the report on time may subject a utility to the penalties and sanctions provided by the Public Utilities Code.
3. The Oath on Page 12, must be signed by an authorized officer, partner, or owner.
4. The report must be prepared in ink, typed or computer generated.
5. The report must be filled in, and every question answered. **LEAVE NO SCHEDULE BLANK.** Insert the words "none" or "not applicable" or "n/a" when appropriate.
6. Certain balance sheet and income statement accounts flow to supplemental schedules. The totals of the details in the latter must agree with the balances of the accounts to which they refer.
7. Some schedules provide for a "balance at beginning of year." The amount shown should agree with the "balance at end of year" as shown in the report for the previous year. If there is a difference it should be explained by footnote.
8. When there is insufficient space in a schedule to permit a complete statement of the requested information, insert sheets should be prepared and identified by the number of the schedule to which it refers. Be certain that the inserts are securely attached to the report. If inserts are needed, prepare all inserts in one separate electronic file in Microsoft Excel format and file it with the electronic file of this report.
9. This report must cover the calendar year from January 1, 2009, through December 31, 2009. Fiscal year reports will not be accepted.

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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 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 E. Hwy 4; Farmington, CA 95230; Charles Teoniskoetter, 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: C. Bruce 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) 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: NA

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		10/21/2009
x		3/4/2010
x		10/15/2008

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

<u>John McMillen</u>	<u>T3: 27532</u>	<u>D2: 32581</u>
<u>Adam Werle</u>	<u>T3: 27000</u>	<u>D2: 30564</u>

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 company's 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 goods and services provided in calendar year 2009:

Applies to All Non-Tariffed Goods/Services that require Approval by Advice Letter											
Row No.	Description of Non-Tariffed Good/Service	Active or Passive	Total Revenue Derived From Non-Tariffed Goods/ Services (by account)	Revenue Account Number	Total Expenses Incurred to Provide Non-Tariffed Goods/ Services (by Account)	Expense Account Number	Advice Letter and/or Resolution Number Approving Non-Tariffed Goods/ Services	Total Income Tax Liability Incurred Because of Non-Tariffed Goods/ Services (by Account)	Income Tax Liability Account Number	Gross Value of Regulated Assets Used in the Provision of a Non-Tariffed Goods/ Services (by Account)	Regulated Asset Account Number

NA

**FOR ALL 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:

\$ 184359.67

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	2	97.11
2 inch	4	155.37
3 inch	1	291.32
4 inch	1	485.54
6 inch	0	
Number of Flat Rate Customers	430	29.13
Flat Rate w/addl SFH	24	41.66
Total		

3. Summary of the bank account activities showing:

Balance at beginning of year	\$415,999.65
Deposits during the year	<u>184359.67</u>
Interest earned for calendar year	<u>1173.45</u>
Withdrawals from this account	<u>160530.54</u>
Balance at end of year	<u>\$441,002.23</u>

4. Reason or Purpose of Withdrawal from this bank account:

\$180 in service charges
\$160350.54 in interest and principle payments to State.

FOR ALL WATER COMPANIES
SAFE DRINKING WATER BOND ACT/STATE REVOLVING FUND DATA (Continued)

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		NON-DEPRECIABLE PLANT					
2	301	Intangible plant					
3	303	Land					
4		Total non-depreciable plant					
5		DEPRECIABLE PLANT					
6	304	Structures	\$494,244 *				\$ 494,244
7	307	Wells					
8	317	Other water source plant					
9	311	Pumping equipment					
10	320	Water treatment plant	\$1,862,190 **				\$ 1,862,190
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	\$ 2,356,434				\$ 2,356,434
20		Total water plant in service	\$ 2,356,434	\$ -	\$ -	\$ -	\$ 2,356,434

SCHEDULE A - BALANCE SHEET (AS OF DECEMBER 31, 2009)

Line	Acct.	Assets	Balance	Acct.	Equity and Liabilities	Balance
1	101	Water plant in service	\$ 4,304,801	201	Common Stock (Corporations only)	\$ 100,000
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	\$ 284,919
4	105	Water plant construction work in progress	\$ 4,115	218	Proprietary capital	
5	108	Accumulated depreciation of water plant	\$ (1,077,613)	224	Long term debt	\$ 2,511,028
6	114	Water plant acquisition adjustments			Current Liabilities	\$ 70,487
7	124	Other investments		252	Advances for construction	\$ -
8	131	Cash	\$ 7,785	253	Other deferred credits	\$ 558,340
9	132	Restricted Cash	\$ 456,083			
10	141	Accounts receivable - customers	\$ 25,402	255	Accumulated deferred investment tax credits	
11	142	Receivables from associated companies	\$ -	282	Accumulated deferred income taxes - ACRS	
12	151	Materials and supplies	\$ 9,013		depreciation	
13	174	Other current assets	\$ 20,106	283	Accumulated deferred income taxes - other	\$ 26,037
14	180	Deferred charges	\$ 361,170	271	Contributions in aid of construction	\$ 520,262
15				272	Accumulated amortization of contributions	\$ (116,691)
16		Total Assets	\$ 4,110,862		Total Equity and Liabilities	\$ 4,110,862

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
1	301	Intangible plant					
2	303	Land	\$ 28,433				\$ 28,433
3	304	Structures	\$ 605,565	\$ 5,101		\$ 39,502	\$ 650,168
4	307	Wells	\$ -				\$ -
5	317	Other water source plant	\$ 13,851				\$ 13,851
6	311	Pumping equipment	\$ 50,069				\$ 50,069
7	320	Water treatment plant	\$ 2,094,952	\$ 5,885	\$ (5,510)		\$ 2,095,327
8	330	Reservoirs tanks and sandpipes	\$ 529,571			\$ (15,127)	\$ 514,444
9	331	Water mains	\$ 340,673	\$ 26,621			\$ 367,294
10	333	Services and meter installations	\$ 126,927	\$ 8,101			\$ 135,028
11	334	Meters	\$ 102,654	\$ 3,217			\$ 105,871
12	335	Hydrants	\$ 197,373	\$ 930			\$ 198,303
13	339	Other equipment	\$ 50,046	\$ 2,868	\$ (1,210)		\$ 51,704
14	340	Office furniture and equipment	\$ 17,190	\$ 5,960			\$ 23,150
15	341	Transportation equipment	\$ 44,701	\$ 30,958	\$ (4,500)		\$ 71,159
16		Total water plant in service	\$ 4,202,005	\$ 89,641	\$ (11,220)	\$ 24,375	\$ 4,304,801

\$15127 reclassified from Tanks to Structures. \$24375 of SDWBA Structures corrected by accountant.

SCHEDULE C - RESERVE FOR DEPRECIATION OF UTILITY PLANT

Line	Item	Account 106 Water Plant	Account 106.1 SDWBA Loans	
1	Balance in reserves at beginning of year	\$ 650,955	\$330,063	A. Method used to compute depreciation
2	Add: Credits to reserves during year			expense (Acct. 403) and rate.
3	(a) Charged to Account No. 272	\$ 11,717		Ave B31's less SDWBA and land x 2.72%
4	(b) Charged to Account No. 403	\$ 50,824		
5	(c) Charged to Account No. 407		\$ 34,054	B. Amount of depreciation expense claimed
6	(d) Salvage recovered			or to be claimed on utility property in
7	(e) All other credits			your federal income tax return for the year
8	Total credits	\$ 62,541	\$ 34,054	covered by this report \$ 71232
9	Deduct: Debits to reserves during year			
10	(a) Book cost of property retired			
11	(b) Cost of removal			C. State method used to compute tax
12	(c) All other debits			depreciation.
13	Total debits			
14	Balance in reserve at end of year	\$ 713,496	\$364,117	
15	(1) Explanation of all other credits			
16	(2) Explanation of all other debits			

SCHEDULE D - CAPITAL STOCK OUTSTANDING (AS OF DECEMBER 31, 2009)			
Line			
1	Common - (Shares 10000	\$ 10	par)
2	Preferred - (Shares	\$	par)
3	Dividends - Common	Rate - \$	
4	- Preferred	Rate - \$	
List persons owning more than 5% of outstanding stock and number of shares owned by each: Aspen Forest LLC: 5000 CB Orvis: 520; RP Orvis: 520; CBO Orvis III: 2180; PD Orvis: 1780			

SCHEDULE E - LONG-TERM DEBTS								
Line	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
1	Term Loan	7/20/2009	9/10/2012	\$ 216,154	\$169,654	4.75	\$8,346.92	\$ 8,568.86
2	Truck Lease	11/12/2009	11/27/2012	\$28,507	\$27,715.31	0	0	0
3								
4	Total							

SCHEDULE F - INCOME STATEMENT			
Line	Acct.		
		Operating revenues	
1	460	Unmetered water revenue	\$ 457,488
2	462	Fire protection revenue	\$ 4,510
3	465	Irrigation revenue	
4	470	Metered water revenue	\$ 40,093
5	480	Other water revenue	\$ 7,144
6		Total Operating Revenue	\$ 509,235
7		Operating revenue deductions	
8		Operating expenses	
9	610	Purchased water	\$ -
10	615	Purchased power	\$ 25,976
11	618	Other volume related expenses	\$ 20,884
12	630	Employee labor	\$ 72,618
13	640	Materials	\$ 6,870
14	650	Contract work	\$ 26,868
15	660	Transportation expenses	\$ 8,795
16	664	Other plant maintenance expense	\$ 3,374
17	670	Office salaries	\$ 18,500
18	671	Management salaries	\$ 42,904
19	674	Employee pensions and benefits	\$ 47,050
20	676	Uncollectible accounts expense	\$ -
21	678	Office services and rentals	\$ 4,488
22	681	Office supplies and expense	\$ 10,220
23	682	Professional services	\$ 31,669
24	684	Insurance	\$ 26,591
25	688	Regulatory commission expense	\$ 434
26	689	General expenses	\$ 5,801
27		Total Operating Expenses	\$ 353,042
28	403	Depreciation expense	\$ 73,842
29	407	SDWBA loan amortization expense	\$ 34,054
30	408	Taxes other than income taxes	\$ 38,963
31	409	State income tax expense	\$ 2,556
32	410	Federal income tax expense	\$ 3,947
33		Total Operating Revenue Deductions	\$ 153,362
34		Utility Operating Income	\$ 2,831
35	421	Non-utility income	\$ 4,140
36	426	Miscellaneous non-utility expense	\$ -
37	427	Interest expense	\$ (9,847)
38		Net Income	\$ (2,876)

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		Diversions (Unit)		Annual Quantities Diverted
	Claim	Capacity	Max	Min	Unit
Unspecified Springs	.075 CFS		42 AF		21.2 AF
Bear Creek	.05 CFS		21 AF		21 AF
Purchased water (unit) NA				Annual Quantity	
Supplier:					

SCHEDULE H - WATER DELIVERED TO METERED CUSTOMERS

(If figures are available) (specify unit)

Classification of Service	Month of Year		Annual Total
	Maximum	Minimum	
Residential	August	May	11042 CCF
Multi-family Residential	December	May	1811 CCF
Commercial	January	May	2323 CCF
Industrial			
Fire Protection			
Irrigation	August	Nov-Apr	3199 CCF
Other (specify)			
Total			18375 CCF

Metered Homes
Condominiums
Businesses

Ballfield

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
1	630	Employee Labor	2	\$ 102,236	\$ 2,470	\$ 104,706
2	670	Office salaries	1	\$ 24,586	\$ -	\$ 24,586
3	671	Management salaries	0			\$ -
4		Total	3	\$ 126,822	\$ 2,470	\$ 129,292

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	302	302
3/4-in	13	13
1-in	2	2
1.5-in	2	2
2-in	14	14
3-in	1	1
4-in	1	1
Hydrants		49
Total	335	384

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	

see Appendix A

SCHEDULE M - SERVICE CONNECTIONS AT END OF YEAR								
Classification	Active			Inactive			Total Connections*	
	Metered	Flat	Total	Metered	Flat	Total	Metered	Flat
Residences	310		310	6		6	316	0
Industrial/Commercial	18		18			0	18	0
Irrigation	1		1			0	1	0
Fire Protection (public)	49		49			0	49	0
Fire Protection (private)	6		6			0	6	0
Other (specify)			0			0	0	0
Total	384		384			0	384	0

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

See Appendix A

SCHEDULE N - STORAGE FACILITIES		
Description	No.	Combined Capacity in Gallons
Concrete		
Earth		
Wood	2	300000
Steel	1	300000
Other		
Total	3	600000

SCHEDULE O - FOOTAGES OF PIPE (EXCLUDING SERVICE PIPES)							
Description	2" and under	2 1/4 to 3 1/4	4"	Other Sizes			Total
				6"	8"	12"	
Cast Iron							0
Welded steel							0
Standard screw							0
Cement-asbestos			34545	14222	280	4105	53152
Plastic	280	6302	7577	2395	400	500	17454
Other (specify)							0
Total	280	6302	42122	16617	680	4605	70606

FACILITY FEES DATA

Please provide the following information relating to Facility Fees collected for the calendar year 2009, pursuant to Resolution No. W-4110.

1. Trust Account Information:

Bank Name:	Bank of Stockton
Address:	PO Box 1110 Stockton, CA 95201
Account Number:	4340000170
Date Opened:	7/12/2007

2. Facilities Fees collected for new connections during the calendar year:

A. Commercial

NAME	AMOUNT
NA	\$
	\$
	\$
	\$

B. Residential

NAME	AMOUNT
Honig	\$ 2,000
Henkens	\$ 2,000
Lissin	\$ 2,000
Total	\$ 6,000

3. Summary of the bank account activities showing:

	AMOUNT
Balance at beginning of year	\$ 3,545.71
Deposits during the year	\$ 6,000.00
Interest earned for calendar year	\$ 47.52
Withdrawals from this account	\$ (6,000.00)
Balance at end of year	\$ 3,593.23

4. Reason or Purpose of Withdrawal from this bank account:

\$6000 was withdrawn for repairs to clearwell tank drain and valves

DECLARATION

(PLEASE VERIFY THAT ALL SCHEDULES ARE ACCURATE AND COMPLETE BEFORE SIGNING)

I, the undersigned (authorized 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, 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 period of January 1, 2009 through December 31, 2009.



Signature

Secretary-Treasurer

Title

March 10, 2010

Date