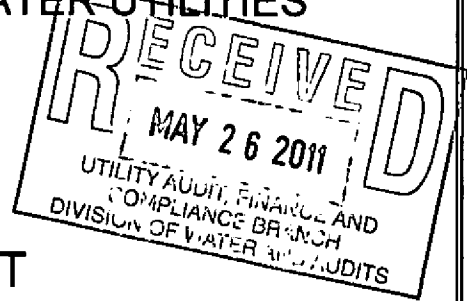


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Received _____
Examined _____

**CLASS D
WATER UTILITIES**

U# 021-0001



**2010
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, 2010**

REPORT MUST BE FILED NOT LATER THAN MARCH 31, 2011

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: 209-753-2409 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: Roma Orvis, Sec-Treas. 9601 E. Hwy 4; Farmington, CA 9
Charles Toeniskoetter, Vice President, 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) 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	10/21/2009
x		2/1/2011
x		10/15/2008

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

Adam Werle	T2: 27000	D2: 30564
David Chapdelaine	T2: 29952	D2: 36099

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 2010:

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

**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:

\$ 187136.94

Meter Size	No. of Metered Customers	Monthly Surcharge Per Customer
5/8 inch	468	29.13
3/4 inch	12	29.13
1 inch	3	48.55
1 1/2 inch	2	97.11
2 inch	2	155.37
3 inch	0	291.32
4 inch	1	485.54
6 inch	0	-
Number of Flat Rate Customers	0	-
Total	488	

3. Summary of the bank account activities showing:

Balance at beginning of year	\$ \$ 441,002.23
Deposits during the year	\$ 187,136.94
Interest earned for calendar year	\$ 1,080.91
Withdrawals from this account	\$ 160,530.54
Balance at end of year	\$ 468,689.54

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

\$180 for bank service charges
\$160,350.54 for payments of interest and principle to the 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, 2010)

Line	Acct.	Assets	Balance	Acct.	Equity and Liabilities	Balance
1	101	Water plant in service	\$ 2,036,908	201	Common Stock (Corporations only)	\$ 100,000
2	101.1	SDWA Plant	\$ 2,356,434	211	Other paid-in capital (Corporations only)	\$ 156,480
3	103	Water plant held for future use	\$ -	215	Retained earnings*	\$ 240,031
4	104	Water plant purchased or sold	\$ -	218	Proprietary capital	\$ -
5	105	Water plant construction work in progress	\$ -	224	Long term debt	\$ 2,335,432
6	108	Accumulated depreciation of water plant	\$ (778,971)		Current Liabilities	\$ 61,548
	108.1	SDWA Plant Depreciation	\$ (455,440)			
7	114	Water plant acquisition adjustments	\$ -	252	Advances for construction	
8	124	Other investments	\$ -	253	Other deferred credits	\$ 4,000
9	131	Cash	\$ 25,014	255	Accumulated deferred investment tax credits	
	132	Restricted Cash-SDWSRF	\$ 473,123	253	Deferred Revenue-SDWSRF	\$ 688,433
10	141	Accounts receivable - customers	\$ 22,046	282	Accumulated deferred income taxes - ACRS*	\$ 61,115
11	142	Receivables from associated companies	\$ -		depreciation	
12	151	Materials and supplies	\$ -	283	Accumulated deferred income taxes - other	\$ 1,919
13	174	Other current assets	\$ 16,274	271	Contributions in aid of construction	\$ 520,262
14	180	Deferred charges	\$ 346,297	272	Accumulated amortization of contributions	\$ (127,535)
15		Total Assets	\$ 4,041,685		Total Equity and Liabilities	\$ 4,041,685

* 2010 is the first year LAWC is recording and reporting ACRS so Accts 282 and 215 do not correspond with 2009

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	\$ 155,924				\$ 155,924
		SDWSRF Structures	\$ 494,244				\$ 494,244
4	307	Wells	-				-
5	317	Other water source plant	\$ 13,851				\$ 13,851
6	311	Pumping equipment	\$ 50,069	\$ 876			\$ 50,945
7	320	Water treatment plant	\$ 233,137	\$ 4,515			\$ 237,652
		SDWSRF Water treatment plant	\$ 1,862,190				\$ 1,862,190
8	330	Reservoirs tanks and sandpipes	\$ 514,444	\$ 6,015			\$ 520,459
9	331	Water mains	\$ 367,294	\$ 27,565			\$ 394,859
10	333	Services and meter installations	\$ 135,028	\$ 9,823			\$ 144,851
11	334	Meters	\$ 105,871	\$ 2,098			\$ 107,969
12	335	Hydrants	\$ 198,303	\$ 20,109			\$ 218,412
13	339	Other equipment	\$ 51,704	\$ 5,439			\$ 57,143
14	340	Office furniture and equipment	\$ 23,150	\$ 779			\$ 23,929
15	341	Transportation equipment	\$ 71,159	\$ 11,322			\$ 82,481
16		Total water plant in service	\$ 4,304,801	\$ 88,541			\$ 4,393,342

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

SCHEDULE C - RESERVE FOR DEPRECIATION OF UTILITY PLANT

Line	Item	Account 108 Water Plant	Account 108.1 SDWBA Loans	
1	Balance in reserves at beginning of year	\$ 713,496	\$ 364,117	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	\$ 10,844		Plant in service less SDWBA and land x 2.72%
4	(b) Charged to Account No. 403 *	\$ 54,631		
5	(c) Charged to Account No. 407		\$ 91,323	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	\$ 65,475	\$ 91,323	covered by this report \$ 75686
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 accelerated
13	Total debits	\$ -	\$ -	
14	Balance in reserve at end of year	\$ 778,971	\$ 455,440	
15	(1) Explanation of all other credits			
16	(2) Explanation of all other debits			

Line	SCHEDULE D - CAPITAL STOCK OUTSTANDING (AS OF DECEMBER 31, 2010)		
1	Common - (Shares 10,000	\$ 10 par)	List persons owning more than 5% of outstanding stock
2	Preferred - (Shares	\$ par)	and number of shares owned by each: Aspen Forest LLC: 5000
3	Dividends - Common	Rate - \$	RP Orvis: 1040*; CBO Orvis III: 2180; PD Orvis: 1780
4	- Preferred	Rate - \$	

* 520 shares were passed to Roma Orvis through probate

SCHEDULE E - LONG-TERM DEBTS

	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	\$ 106,270.67	4.75%	\$ 6,849.75	\$ 6,849.75
2	Truck Lease	11/12/2009	11/27/2012	\$28,507	\$ 18,212.99	0	0	0
3	SDWBA Loan	12/1/2004	7/1/2028	\$2,537,554	\$ 2,210,948.00	2.39%	\$ 57,640.35	\$ 57,640.35
4	Total				\$ 2,335,431.66			

SCHEDULE F - INCOME STATEMENT

1	Acct.	Operating revenues	
2	460	Unmetered water revenue	\$ 233,936.00
3	462	Fire protection revenue	\$ 4,550.00
4	465	Irrigation revenue	\$ -
5	470	Metered water revenue	\$ 271,343.00
6	475	Approved Total Surcharge Revenue(s)	\$ 186,832.00
7	480	Other water revenue	\$ 6,596.00
8		Total Revenue Received	\$ 703,257.00
9		Less: Revenue Deductions	
10		SDWBA/SRF surcharge revenue	\$ (186,832.00)
11		Total Operating Revenue	\$ 516,425.00
12		Operating expenses	
13	610	Purchased water	\$ -
14	615	Purchased power	\$ 29,410.00
15	618	Other volume related expenses	\$ 6,245.00
16	630	Employee labor	\$ 49,397.50
17	640	Materials	\$ 14,330.00
18	650	Contract work	\$ 17,139.00
19	660	Transportation expenses	\$ 9,651.00
20	664	Other plant maintenance expense	\$ 2,310.00
21	670	Office salaries	\$ 21,325.00
22	671	Management salaries	\$ 56,811.50
23	674	Employee pensions and benefits	\$ 39,820.00
24	676	Uncollectible accounts expense	\$ 225.00
25	678	Office services and rentals	\$ 4,584.00
26	681	Office supplies and expense	\$ 9,087.00
27	682	Professional services	\$ 25,456.00
28	684	Insurance	\$ 25,465.00
29	688	Regulatory commission expense	\$ 3,546.00
30	689	General expenses	\$ 5,246.00
31		Total Operating Expenses	\$ 320,048.00
32	403	Depreciation expense	\$ 54,630.52
33	407	SDWBA loan amortization expense	\$ 91,323.00
34	408	Taxes other than income taxes	\$ 28,398.00
35	409	State income tax expense	\$ 6,261.00
36	410	Federal income tax expense	\$ 10,989.00
37		Total Operating Revenue Deductions	\$ 511,649.52
38		Utility Operating Income	\$ 4,775.48
39	421	Non-utility income	\$ 3,398.00
40	426	Miscellaneous non-utility expense	\$ -
41	427	Interest expense	\$ (6,900.00)
42		Net Income	\$ 1,273.48

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
	Claim	Capacity	Max	Min	Unit
Unspecified Spring	.075 CFS		42 AF		42
Bear Creek	.05 CFS		261 AF		46
Purchased water (unit) 0					Annual Quantity
Supplier: NA					

SCHEDULE H - WATER DELIVERED TO METERED CUSTOMERS

(If figures are available) (specify unit)

Classification of Service	Month of Year		Total for Year
	Maximum	Minimum	
Residential	July	May	11425 CCF
Commercial	Sept	May	1816 CCF
Industrial			0
Fire Protection			0
Irrigation	July	Jan-June	1551 CCF
Other (specify)	August	Jan-July	210 CCF
	November	Jan-October	12632 CCF
Total			27634 CCF

Road construction
Raw water for snow

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	1	\$ 49,398	\$ -	\$ 49,398
2	670	Office salaries	1	\$ 21,325	\$ -	\$ 21,325
3	671	Management salaries	1	\$ 48,812	\$ 6,392	\$ 55,204
4		Total		\$ 119,534	\$ 6,392	\$ 125,926

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	299	299
3/4-in	14	28
1-in	4	4
1.5-in	2	2
2-in	12	146
3-in	1	21
4-in	1	4
6-in		1
Total	333	505

SCHEDULE L - METER-TESTING DATA

Number of meters tested during year		
1	Used, before repair	31
2	Used, after repair	31
3	Fast, requiring refund	0
Numbers of meters in service requiring test per General Order No. 103		

There are 179 condo units served by
13 metered connections: 2 @ 3/4-in; 10 @ 2-in; 1 @ 3-in

SCHEDULE M - SERVICE CONNECTIONS AT END OF YEAR

Classification	Active			Inactive			Total connections	
	Metered	Flat	Total	Metered	Flat	Total	Metered	Flat
Residences	292		292	8		8	300	0
Condominiums	177		177	2		2	179	0
Industrial/Commercial	17		17	1		1	18	0
Irrigation	2		2	0		0	2	0
Fire Protection (public)			0			0	0	0
Fire Protection (private)		6	6			0	0	6
Other (specify)			0			0	0	0
			0			0	0	0
Total			494			11	499	6

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" and under	2 1/4 to 3 1/4	4"	Other sizes (specify)				Totals
							6"	8"	10"	12"	
Concrete	0	0	Cast Iron								0
Earth	0	0	Welded steel								0
Wood	2	300,000	Standard screw								0
Steel	1	300,000	Cement-asbestos			34545	14222	280		4105	53152
Other	0		Plastic	280	6302	7577	2395	400		500	17454
			Other (specify)								
Total		600,000	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 2010, 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
	\$
	\$
	\$
	\$

B. Residential

NAME	AMOUNT
de la Motte Lot 421	\$ 4000.00
	\$
	\$
	\$

3. Summary of the bank account activities showing:

	AMOUNT
Balance at beginning of year	\$3,593.23
Deposits during the year	\$ 4,000.00
Interest earned for calendar year	\$ 22.07
Withdrawals from this account	\$ -
Balance at end of year	\$7,615.30

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

NA

DECLARATION

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

I, the undersigned _____ **Roma P. Orvis**

Officer, Partner, or Owner (Please Print)

of _____ **Lake Alpine Water Company, Inc.**

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 of January 1, 2010, through December 31, 2010.

Secretary - Treasurer
Title (Please Print)

Roma P. Orvis

Signature

209-899-2460
Telephone Number

May 24, 2011
Date