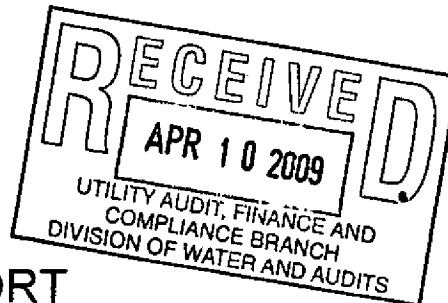


J / J4

Received _____
Examined _____

CLASS B and C
WATER UTILITIES

U# 120



2008
ANNUAL REPORT
OF

Altos Sonoma Corporation

Pennorove Water Company

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

4984 Sonoma Highway

Santa Rosa, Calif. 95409

(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)

PENNGROVE COMPANY 2008 ANNUAL REPORT

Account Number	Operating Revenue	
470	Metered	787250
460	Unmetered	23
465	Irrigation	
462-480	Private Fire Protection	1296
	Total Revenue	788569
	Operating Expenses	
610	Purchased Water	120078
615	Purchased Power	7879
	Pump Taxes	
	Purchased Chemicals	1246
618	Other Vol. Related exp.	
630	Employee Labor	66629
640	Materials	25246
650	Contract Work	11741
	Water Testing	5390
660	Transportation Expense	12365
664	Other Plant Maintenance	1683
670	Office Salaries	30392
671	Management Salaries	80748
674	Employee Pensions and Benefits	44965
676	Uncollectables	1445
678	Office Service and Rentals	7136
681	Office Supplies and Expense	11396
682	Professional Services	10608
684	Insurance	16635
688	Regulatory Expense	
689	General Expense	3011
	Subtotal	458594
403	Depreciation Expense	45995
	Ad Valorem Taxes	17234
	Payroll Taxes	16012
408	Taxes other than income	
409	State Income Tax	20499
410	Federal Income Tax	71219
	Total Deductions	629553
	Net Revenue	159016

PENNGROVE WATER COMPANY 2008 ANNUAL REPORT

	Rate Base	
	Average Plant	3679626
	Net Plant	3056039
	Less: Advances	<25852>
	Less: Contributions Ave Net	<1497311>
	Plus: Construction work in Progress	299682
	Plus: Working Cash	36846
	Plus: Materials & Supplies	5086
	Rate Base	1874490
	ROR=Net Rec/Rate Base	8.4890

INSTRUCTIONS

1. One completed copy of this report (two copies if three received) must be filed NOT LATER THAN MARCH 31, following the year covered by the report, with:

**CALIFORNIA PUBLIC UTILITIES COMMISSION
WATER DIVISION
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 the last page, must be signed by an officer, partner or owner.
4. The report must be prepared in ink or by the use of a typewriter. Computer generated report forms may be substituted.
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 refer 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.
9. This report must cover a calendar year, from January 1 through December 31. Fiscal year reports will not be accepted.

INSTRUCTIONS

FOR PREPARATION OF

SELECTED FINANCIAL DATA SHEET

FOR CLASS A, B, C AND D, WATER UTILITIES

To prepare the attached data sheets, refer to the Balance Sheet, Income Statement and supporting detail schedules in the annual report for the required data.

Please follow the instruction below:

1. Common plant allocated to water should be indicated with water plant figures in Net Plant Investment.
2. The capitalization section for those reporting on both California Only and Total System Forms should be identical and completed with Total Company Data. Be sure that Advances for Construction include California water data only.
3. Complete the operation section with California water revenues and expenses, but if necessary, remove interdepartmental revenues and expenses.
4. All other utility and nonutility revenues and expenses are netted on Line No. 38.

GENERAL INFORMATION

1 Name under which utility is doing business: Pennorove Water Company

2 Official mailing address: 4984 Sonoma Highway
Santa Rosa, CA ZIP 95409

3 Name and title of person to whom correspondence should be addressed:
Karen L. Bell, Manager Telephone: 707 539-6307

4 Address where accounting records are maintained: same as above.

5 Service Area: (Refer to district reports if applicable.) Pennorove & vicinity,
Sonoma County

6 Service Manager (if located in or near Service Area): (Refer to district reports if applicable.)

Name: _____
 Address: _____ Telephone: _____

7 OWNERSHIP. Check and fill in appropriate line:

- Individual (name of owner) _____
- Partnership (name of partner) _____
- Partnership (name of partner) _____
- Partnership (name of partner) _____
- Corporation (corporate name) Altos Sonoma Corporation
 Organized under laws of (state) Calif

Principal Officers:

(Name) <u>James B. Downey</u>	(Title) <u>President</u>
(Name) <u>Kathleen S. Downey</u>	(Title) <u>Secy</u>
(Name) _____	(Title) _____
(Name) _____	(Title) _____

8 Names of associated companies: _____

9 Names of corporations, firms or individuals whose property or portion of property have been acquired during the year, together with date of each acquisition:

_____	Date: _____
_____	Date: _____
_____	Date: _____
_____	Date: _____

10 Use the space below for supplementary information or explanations concerning this report:

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

<u>Karen L. Bell</u>	<u>T-2, D-2</u>	<u>16977, 19435</u>
<u>James D. Bathke</u>	<u>T-3, D-2</u>	<u>13436, 18107</u>
<u>Troy Bathke</u>	<u>T-2, D-2</u>	<u>23410, 27267</u>
<u>Thomas Tracy</u>	<u>T-3, D-3</u>	<u>26176, 21136</u>

NAME OF UTILITY Pennrose Water Co. PHONE (707) 539-6347

PERSON RESPONSIBLE FOR THIS REPORT Karen L. Ball
 (Prepared from Information in the 2008 Annual Report)

	11/1/08	12/31/08	Average
BALANCE SHEET DATA			
1 Intangible Plant			
2 Land and Land Rights	<u>4000</u>	<u>4000</u>	<u>4000</u>
3 Depreciable Plant	<u>3614395</u>	<u>3744856</u>	<u>3679626</u>
4 Gross Plant in Service	<u>3618395</u>	<u>3748856</u>	<u>3683626</u>
5 Less: Accumulated Depreciation	<u>(583779)</u>	<u>(621394)</u>	<u>(627587)</u>
6 Net Water Plant in Service	<u>3034616</u>	<u>3077462</u>	<u>3056039</u>
7 Water Plant Held for Future Use	<u>6352</u>	<u>6352</u>	<u>6352</u>
8 Construction Work in Progress	<u>240872</u>	<u>358492</u>	<u>299682</u>
9 Materials and Supplies	<u>4525</u>	<u>5667</u>	<u>5086</u>
10 Less: Advances for Construction	<u>(27023)</u>	<u>(24680)</u>	<u>(25852)</u>
11 Less: Contribution in Aid of Construction	<u>(150205)</u>	<u>(149176)</u>	<u>(149731)</u>
12 Less: Accumulated Deferred Income and Investment Tax Credits	<u>()</u>	<u>()</u>	<u>()</u>
13 Net Plant Investment	<u>1756465</u>	<u>1931529</u>	<u>1843996</u>

CAPITALIZATION			
14 Common Stock			
15 Proprietary Capital (Individual or Partnership)			
16 Paid-in Capital			
17 Retained Earnings	<u>1899579</u>	<u>2055790</u>	<u>1977685</u>
18 Common Stock and Equity (Lines 14 through 17)			
19 Preferred Stock			
20 Long-Term Debt			
21 Notes Payable			
22 Total Capitalization (Lines 18 through 21)	<u>1899579</u>	<u>2055790</u>	<u>1977685</u>

NAME OF UTILITY Pennstrove Water Co. PHONE (707) 535-6397

INCOME STATEMENT

	Annual Amount
23 Unmetered Water Revenue	<u>23</u>
24 Fire Protection Revenue	<u>1296</u>
25 Irrigation Revenue	
26 Metered Water Revenue	<u>787250</u>
27 Total Operating Revenue	<u>788569</u>
28 <u>Operating Expenses</u>	<u>458594</u>
29 Depreciation Expense (Composite Rate <u>2.42%</u>)	<u>45995</u>
30 Amortization and Property Losses	
31 Property Taxes	<u>17234</u>
32 Taxes Other Than Income Taxes	<u>16012</u>
33 Total Operating Revenue Deduction Before Taxes	<u>537835</u>
34 California Corp. Franchise Tax	<u>20499</u>
35 Federal Corporate Income Tax	<u>71219</u>
36 Total Operating Revenue Deduction After Taxes	
37 Net Operating Income (Loss) - California Water Operations	<u>159016</u>
38 Other Operating and Nonoper. Income and Exp. - Net (Exclude Interest Expense)	
39 Income Available for Fixed Charges	
40 Interest Expense	
41 Net Income (Loss) Before Dividends	
42 Preferred Stock Dividends	
43 Net Income (Loss) Available for Common Stock	<u>159016</u>

OTHER DATA

44 Refunds of Advances for Construction	<u>2343</u>
45 Total Payroll Charged to Operating Expenses	<u>17729</u>
46 Purchased Water	<u>190078</u>
47 Power	<u>7893</u>

<u>Active Service Connections</u>	(Exc. Fire Protect.)	Jan. 1	Dec. 31	Annual Average
48 Metered Service Connections		<u>599</u>	<u>625</u>	<u>612</u>
49 Flat Rate Service Connections				
50 Total Active Service Connections		<u>599</u>	<u>625</u>	<u>612</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 companies Annual Report to the Commission.

Based on the information and data 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 . . .

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

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

**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: _____
 Address: _____
 Phone Number: _____
 Account Number: _____
 Date Hired: _____

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

\$ _____	Meter Size	No. of Metered Customers	Monthly Surcharge Per Customer
	3/4 inch	_____	_____
	1 inch	_____	_____
	1 1/2 inch	_____	_____
	2 inch	_____	_____
	3 inch	_____	_____
	4 inch	_____	_____
	6 inch	_____	_____
	Flat Rate	_____	_____
	Total	_____	_____

3. Summary of the bank account activities showing:

Balance at beginning of year	\$ _____
Deposits during the year	_____
Interest earned for calendar year	_____
Withdrawals from this account	_____
Balance at end of year	_____

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

**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		NON-DEPRECIABLE PLANT					
2	301	Intangible plant					
3	303	Land					
4		Total non-depreciable plant					
5		DEPRECIABLE PLANT					
6	304	Structures					
7	307	Wells					
8	317	Other water source plant					
9	311	Pumping equipment					
10	320	Water treatment plant					
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					

SCHEDULE A
COMPARATIVE BALANCE SHEETS
Liabilities and Other Credits

Line No.	Acct. No.	Title of Account (a)	Schedule No. (b)	Balance End-of-Year (c)	Balance Beginning of Year (d)
1		CORPORATE CAPITAL AND SURPLUS			
2	201	Common stock	A-6		
3	204	Preferred stock	A-6		
4	211	Other paid-in capital	A-8		
5	215	Retained earnings	A-9		
6		Total corporate capital and retained earnings		2055790	1899579
7		PROPRIETARY CAPITAL			
8	218	Proprietary capital	A-10		
9	218.1	Proprietary drawings			
10		Total proprietary capital			
11		LONG TERM DEBT			
12	224	Long term debt	A-11	11866	15885
13	225	Advances from associated companies	A-12		
14		CURRENT AND ACCRUED LIABILITIES			
15	231	Accounts payable		55790	36341
16	232	Short term notes payable			
17	233	Customer deposits		200	200
18	235	Payables to associated companies	A-13		
19	236	Accrued taxes			
20	237	Accrued interest			
21	241	Other current liabilities	A-14		
22		Total current and accrued liabilities		55680	36636
23		DEFERRED CREDITS			
24	252	Advances for construction	A-15	24680	27023
25	253	Other credits			
26	255	Accumulated deferred investment tax credits	A-16		
27	282	Accumulated deferred income taxes - ACRS depreciation	A-16		
28	283	Accumulated deferred income taxes - other	A-16		
29		Total deferred credits			
30		CONTRIBUTIONS IN AID OF CONSTRUCTION			
31	271	Contributions in aid of construction	A-17	1844263	1810725
32	272	Accumulated amortization of contributions		352499	307868
33		Net contributions in aid of construction		1491764	1502857
34		Total liabilities and other credits		3640090	3481980

**SCHEDULE A-1
UTILITY PLANT**

Line No.	Acct No.	Title of Account (a)	Balance Beg of Year (b)	Plt Additions During year (c)	Plt Retirements During year (d)	Other Debits* or (Credits) (e)	Balance End of year (f)
1	101	Water plant in service	3618395	133615	<3154>		3748956
2	103	Water plant held for future use	6352				6352
3	104	Water plant purchased or sold					
4	105	Construction work in progress - water plant	240872	117620		XXXXXXXXXXXX	358492
5	114	Water plant acquisition adjustments				XXXXXXXXXXXX	
6		Total utility plant	3865619	251235	<3154>		4113700

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

**SCHEDULE A-1a
Account No. 101 - Water Plant in Service**

Line No.	Acct No.	Title of Account (a)	Balance Beg of Year (b)	Plt Additions During year (c)	Plt 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	4000				4000
4		Total non-depreciable plant					
5		DEPRECIABLE PLANT					
6	304	Structures	17762				17762
7	307	Wells	2832				2832
8	317	Other water source plant	36375				36375
9	311	Pumping equipment	109339				109339
10	320	Water treatment plant	4747				4747
11	330	Reservoirs, tanks and sandpipes	141005				141005
12	331	Water mains	2406555	83554	<1500>		2488609
13	333	Services and meter installations	508082	202145			528236
14	334	Meters	119282	212886	<13807>		139190
15	335	Hydrants	210806				210806
16	339	Other equipment	5291	1136	<274>		6353
17	340	Office furniture and equipment	21224	7325			28549
18	341	Transportation equipment	30895	98			30993
19		Total depreciable plant	3614395	133615	<3154>		3748956
20		Total water plant in service	3618395	133615	<3154>		3748956

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

SCHEDULE A-1b
Account No. 103 - Water Plant Held for Future Use

Line No.	Description and Location of Property (a)	Date of Acquisition (b)	Approximate Date When Property will be placed in Service (c)	Balance End of Year (d)
1	tank site	1999		6352
2				
3				
4				
5				
6				
7				
8				
9				
10	Total			6352

SCHEDULE A-2
Account No. 121 - Non-utility Property and Other Assets

Line No.	Name and Description of Property (a)	Book Value End of Year (b)
1		
2		
3		
4		
5		
6		
7		
8		
9		
10	Total	

SCHEDULE A-3
Account Nos. 108 and 122 - Depreciation and Amortization Reserves

Line No.	Item (a)	Account 106 Water Plant (b)	Account 106.1 SDWBA Loans (c)	Account 122 Non-utility Property (d)
1	Balance in reserves at beginning of year	583779		
2	Add: Credits to reserves during year			
3	(a) Charged to Account No. 403 (Footnote 1)	45995		
4	(b) Charged to Account No 272	44631		
5	(c) Charged to clearing accounts			
6	(d) Salvage recovered	143		
7	(e) All other credits (Footnote 2)			
8	Total Credits	90769		
9	Deduct: Debits to reserves during year			
10	(a) Book cost of property retired	3154		
11	(b) Cost of removal			
12	(c) All other debits (Footnote 3)			
13	Total debits	3154		
14	Balance in reserve at end of year	671394		
15	(1) COMPOSITE DEPRECIATION RATE USED FOR STRAIGHT LINE REMAINING LIFE 2.42 %			
16				
17	(2) EXPLANATION OF ALL OTHER CREDITS:			
18				
19				
20				
21				
22				
23	(3) EXPLANATION OF ALL OTHER DEBITS:			
24				
25				
26				
27				
28				
29	(4) METHOD USED TO COMPUTE INCOME TAX DEPRECIATION			
30	(a) Straight line	<input checked="" type="checkbox"/>		
31	(b) Liberalized	<input type="checkbox"/>		
32	(1) Sum of the years digits	<input type="checkbox"/>		
33	(2) Double declining balance	<input type="checkbox"/>		
34	(3) Other	<input type="checkbox"/>		
35	(c) Both straight line and liberalized	<input type="checkbox"/>		

SCHEDULE A-3a
Account No. 108 - Analysis of Entries in Depreciation Reserve

Line No.	Acct No.	Depreciable Plant (a)	Balance Beginning of Year (b)	Credits to Reserve During Year Excl. Salvage (c)	Debits to Reserve During Year Excl. Cost of Removal (d)	Salvage and Cost of Removal Net (Dr.) or (Cr.) (e)	Balance End of Year (f)
1	304	Structures	5321	430			5751
2	307	Wells	883	69			952
3	317	Other water source plant	9948	880			10828
4	311	Pumping equipment	33372	2646			36018
5	320	Water treatment plant	1196	115			1311
6	330	Reservoirs, tanks and sandpipes	43963	3412			47375
7	331	Water mains	354227	60330	1500		413057
8	333	Services and meter installations	68809	12680			81489
9	334	Meters	22381	3368	1380	143	24512
10	335	Hydrants	27724	5181			33825
11	339	Other equipment	1281	154	274		1161
12	340	Office furniture and equipment	9731	691			10422
13	341	Transportation equipment	4933	750			5683
14		Total	583779	90626	31574	143	671394

SCHEDULE A-4
Account No. 174 - Other Current Assets

Line No.	Item (a)	Amount (b)
1		
2		
3		
4		
5		
6		
7		
8		
9		
10		

SCHEDULE A-5

Accounts Nos. 180 and 253 - Unamortized debt discount and expense and unamortized premium on debt

- 1 Report under separate subheadings for Unamortized Debt Discount and Expense and Unamortized Premium on Debt, particulars of discount and expense or premium applicable to each class and series of long-term debt.
- 2 Show premium amounts in red or by enclosure in parentheses.
- 3 In column (b) show the principal amount of bonds or other long-term debt originally issued.

- 4 In column (c) show the discount and expense or premium with respect to the amount of bonds or other long-term debt originally issued.
- 5 Furnish particulars regarding the treatment of debt discount and expense or premium, redemption premiums, and redemption expenses associated with issues redeemed during the year.

also, date of the Commission's authorization of treatment other than as specified by the Uniform System of Accounts.

- 6 Set out separately and identify undisposed amounts applicable to issues which were redeemed in prior years.

Line No.	Designation of long-term debt (a)	Principal amount of securities to which discount and expense, or premium minus expense, relates (b)	Total discount and expense or net premium (c)	AMORTIZATION PERIOD		Balance beginning of year (f)	Debits during year (g)	Credits during year (h)	Balance end of year (i)
				From - (d)	To - (e)				
1									
2									
3									
4									
5									
6									
7									
8									
9									
10									
11									
12									
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20									
21									
22									
23									
24									
25									
26									
27									
28									

SCHEDULE A-6
Account Nos. 201 and 204 - Capital Stock

Line No.	Class of Stock (a)	Date of Issue (b)	Number of Shares Authorized by Articles of Incorporation (c)	Par or Stated Value (d)	Number of Shares Outstanding (e)	Amount Outstanding End of Year (f)	Dividends Declared During Year	
							Rate (g)	Amount (h)
1								
2								
3								
4								
5								
6							Total	

SCHEDULE A-7
Record of Stockholders at End of Year

Line No.	COMMON STOCK Name (a)	Number of Shares (b)	PREFERRED STOCK Name (c)	Number of Shares (d)
1				
2				
3				
4				
5				
6				
7	Total number of shares		Total number of shares	

SCHEDULE A-8
Account No. 211 - Other Paid in Capital (Corporations only)

Line No.	Type of Paid in Capital (a)	Balance End of Year (b)
1		
2		
3		
4	Total	

SCHEDULE A-9
Account No. 215 - Retained Earnings
(Corporations Only)

Line No	Item (a)	Amount (b)
1	Balance beginning of year	
2	CREDITS	
3	Net income	1899579
4	Prior period adjustments	159016
5	Other credits (detail)	
6		Total credits
7		
8	DEBITS	
9	Net losses	
10	Prior period adjustments	
11	Dividend appropriations - preferred stock	
12	Dividend appropriations - common stock	
13	Other debits (detail) <i>Altos Songme Corp.</i>	2805
14		Total debits
15	Balance end of year	2055790

SCHEDULE A-10
Account No. 218 - Proprietary Capital
(Sole Proprietor or Partnership)

Line No.	Item (a)	Amount (b)
1	Balance beginning of year	
2	CREDITS	
3	Net income	
4	Additional investments during year	
5	Other credits (detail)	
6		Total credits
7	DEBITS	
8	Net losses	
9	Withdrawals during year	
10	Other debits (detail)	
11		Total debits
12	Balance end of year	

SCHEDULE A-11
Account No. 224 - Long Term Debt

Line No.	Class (a)	Name of Issue (b)	Date of Issue (c)	Date of Maturity (d)	Principal Amount Authorized (e)	Outstanding Per Balance Sheet (f)	Rate of Interest (g)	Interest Accrued During Year (h)	Sinking Fund (i)	Interest Paid During Year (j)
1	Vehicle		10/03	10/08	12774					54
2	"		9/07	9/13	23051	17233				387
3										
4										
5										
6										

$17,233 \times .67\% = 11,479$ PWC portion

SCHEDULE A-12
Account No. 225 - Advances from Associated Companies

Line No.	Nature of Obligation (a)	Amount of Obligation (b)	Interest Rate (c)	Interest Accrued During Year (d)	Interest Paid During Year (e)
1					
2					
3					
4	Totals				

Schedule A-13
Account No. 235 - Payables to Associated Companies

Line No.	Nature of Obligation (a)	Balance End of Year (b)	Interest Rate (c)	Interest Accrued During Year (d)	Interest Paid During Year (e)
1					
2					
3					
4	Totals				

SCHEDULE A-14
Account No. 241 - Other Current Liabilities

Line No.	Description (a)	Balance End of Year (b)
1	<i>Accts Payable</i>	<i>55790</i>
2		
3		
4		
5	als	

SCHEDULE A-15
Account No. 252 - Advances for Construction

Line No.	(a)	(b)	Amount (c)
1	Balance beginning of year	XXXXXXXXXXXXXXXXXX	<i>27023</i>
2	Additions during year	XXXXXXXXXXXXXXXXXX	
3	Subtotal - Beginning balance plus additons during year	XXXXXXXXXXXXXXXXXX	
4	Charges during year:	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX
5	Refunds	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX
6	Percentage of revenue basis	<i>2343</i>	XXXXXXXXXXXXXXXXXX
7	Proportionate cost basis		XXXXXXXXXXXXXXXXXX
8	Present worth basis		XXXXXXXXXXXXXXXXXX
9	Total refunds		XXXXXXXXXXXXXXXXXX
10	Transfers to Acct. 271, Contributions in aid of Construction	XXXXXXXXXXXXXXXXXX	XXXXXXXXXXXXXXXXXX
11	Due to expiration of contracts		XXXXXXXXXXXXXXXXXX
12	Due to present worth discount		XXXXXXXXXXXXXXXXXX
13	Total transfers to Acct. 271		XXXXXXXXXXXXXXXXXX
14	Securities Exchanged for Contracts (Enter detail below)		XXXXXXXXXXXXXXXXXX
15	Subtotal - charges during year		
16	Balance end of year	XXXXXXXXXXXXXXXXXX	<i>14680</i>

SCHEDULE A-16
Account Nos. 255, 282, and 283 - Deferred Taxes

Line No.	Item (a)	Account 255 Investment Tax Credit (b)	Account 282 Income Tax - ACRS Depreciation (c)	Account 283 - Other (d)
1				
2				
3				
4				
5	Totals			

SCHEDULE A-17

Account No. 271 - Contributions in Aid of Construction

Instructions for Preparation of Schedule of Contributions in Aid of Construction

- 1 The credit balance in the account other than that portion of the balance relating to nondepreciable property (column d), to property retired prior to January 1, 1955 (column e), shall be written off through charges to this account and credits to Account No. 106, Accumulated depreciation of water plant, over a period equal to the estimated service life of the property involved. Upon retirement of depreciable property for which a depreciation reserve has been created through charges to this account, the cost thereof shall be credited to the appropriate plant account and concurrently charged to Account No. 106. If the property is retired prior to the service life originally estimated, the balance in this account with respect to the retired property shall be transferred to the depreciation reserve account.
- 2 That portion of the balance applicable to nondepreciable property shall remain unchanged until the property is sold or otherwise retired. Upon retirement, the cost of such nondepreciable property acquired by donation or through use of donated funds shall be credited to the appropriate plant account and charged to this account to clear the credit balance carried herein.
- 3 That portion of the balance representing donations on property retired prior to January 1, 1955 (column e), and the amount of depreciation accrued to January 1, 1955, on property in service (column f), shall not be transferred from this account or otherwise disposed of without first receiving written authorization from the Commission.

Line No.	Item (a)	Total All Columns (b)	Subject to Amortization		Not Subject to Amortization	
			Property in Service After Dec. 31, 1954		Property Retired Before Jan. 1, 1955 (e)	Depreciation Accrued Through Dec. 31, 1954 on Property in Services at Dec. 31, 1954 (f)
			Depreciable (c)	Non-Depreciable (d)		
1	Balance beginning of year	1810725	1810725			
2	Add: Credits to account during year					
3	Contributions received during year	33538	33538			
4	Other credits*					
5	Total credits	1844263	1844263			
6	Deduct: Debits to Account during year					
7	Depreciation charges for year	44631				
8	Nondepreciable donated property retired					
9	Other debits* deprec.	307868	352499			
10	Total debits					
11	Balance end of year	1491764	1491764			

* Indicate nature of these items and show the accounts affected by the contra entries

SCHEDULE B-1
Account No. 400 - Operating Revenues

Line No.	Acct. No.	Account (a)	Amount Current Year (b)	Amount Preceding Year (c)	Net Change During Year Show Decrease in [Brackets] (d)
1		WATER SERVICE REVENUES			
2	460	Unmetered water revenue			
3		460.1 Single - family residential			
4		460.2 Commercial and multi-residential			
5		460.3 Large water users			
6		460.5 Safe Drinking Water Bond Surcharge			
7		460.9 Other unmetered revenue	23	678	<655>
8		Sub-total	23	678	<655>
9	462	Fire protection revenue			
10		462.1 Public fire protection			
11		462.2 Private fire protection	1296	1296	
12		Sub-total	1296	1296	
13	465	Irrigation revenue			
14	470	Metered water revenue			
15		470.1 Single-family residential	707067	625254	81813
16		470.2 Commercial and multi-residential	40699	34462	6237
17		470.3 Large water users	39484	32631	6853
18		470.5 Safe Drinking Water Bond Surcharge			
19		470.9 Other metered revenue			
20		Sub-total	787250	69247	94903
21		Total water service revenues			
22	480	Other water revenue			
23		Total operating revenues	788569	694321	94248

SCHEDULE B-2
Account No. 401 - Operating Expenses

Line No.	Acct. No.	Account (a)	Amount Current Year (b)	Amount Preceding Year (c)	Net Change During Year Show Decrease in [Brackets] (d)
1		PLANT OPERATION AND MAINTENANCE EXPENSES			
2		VOLUME RELATED EXPENSES			
3	610	Purchased water	120078	119194	884
4	615	Power	7879	6859	1020
5	616	Other volume related expenses	1946	479	767
6		Total volume related expenses	129203	126532	2671
7		NON-VOLUME RELATED EXPENSES			
8	630	Employee labor	71060	53060	19000
9	640	Materials	25246	15748	9498
10	650	Contract work	17132	21819	(4687)
11	660	Transportation expenses	12365	6714	5651
12	664	Other plant maintenance expenses	1683	504	1179
13		Total non-volume related expenses	127486	96845	30641
14		Total plant operation and maintenance exp.	256689	223377	33312
15		ADMINISTRATIVE AND GENERAL EXPENSES			
16	670	Office salaries	30392	26935	3457
17	671	Management salaries	80748	75959	4789
18	674	Employee pensions and benefits	44965	49909	(4944)
19	676	Uncollectible accounts expense	1445	726	719
20	678	Office services and rentals	7136	6930	206
21	681	Office supplies and expenses	11396	10402	994
22	682	Professional services	10688	5440	5168
23	684	Insurance	16635	15052	1583
24	688	Regulatory commission expense			
25	689	General expenses	3011	11391	(8380)
26		Total administrative and general expenses	206336	202744	3592
27	800	Expenses capitalized (10)	(4431)	(6738)	(2307)
28		Net administrative and general expense	201905	196006	5899
29		Total operating expenses	458594	419383	39211

SCHEDULE B-3
Account No. 408, 409, 410 - Taxes Charged During the Year

Line No.	Type of Tax (a)	Total Taxes Charged During Year (b)	Distribution of Taxes Charged	
			Water (c)	Nonutility (d)
1	Taxes on real and personal property	17234		
2	State corporate franchise tax	20499		
3	State unemployment insurance tax	1288		
4	Other state and local taxes			
5	Federal unemployment insurance tax	377		
6	Federal insurance contributions act	14347		
7	Other federal taxes			
8	Federal income taxes	71219		
9				
10				
11	Totals	124564		

SCHEDULE B-4
Reconciliation of Reported Net Income for Federal Income Taxes

- 1 Report hereunder a reconciliation of reported net income for the year with taxable income used in computing Federal income tax accruals and show computation of such tax accruals. The reconciliation shall be submitted even though there is no taxable income for the year. Descriptions should clearly indicate the nature of each reconciling amount.
- 2 If the utility is a member of a group which files a consolidated Federal tax return, reconcile reported net income with taxable net income as if a separate return were to be filed, indicating, however, inter-company amounts to be eliminated in such consolidated return. State names of group members, tax assigned to each group member, and basis of allocation, assignment, or sharing of the consolidated tax among the group members.
- 3 Show taxable year if other than calendar year from _____ to _____.

Line No.	Particulars (a)	Amount (b)
1	Net income for the year per Schedule B, page 4	
2	Reconciling amounts (list first additional income and unallowable deductions,	
3	followed by additional deductions and non-taxable income):	
4		
5		
6		
7		
8		
9		
10	Federal tax net income	
11	Computation of tax:	
12		
13		
14		
15		
16		
17		

Please see attached sheet

CALCULATION OF INCOME TAXES 2008

	PENNGROVE		KENWOOD
Gross Income	788,569		298,331
Expenses	(458,594)		(179,761)
Depreciation	(45,995)		(13,864)
Pay/prop tax	<u>(33,246)</u>		<u>(9,343)</u>
Taxable Income	250,734		95,363
		346,097	
		<u>x.0884</u>	
		30,595	
State Tax	20,499		10,096
1st 100K		315,502	
		22,250	
	14,908	67%	7,343
		215,502	
		x.39	
		84,046	
		33%	
Federal	<u>56,311</u>		<u>27,735</u>
	71,219		35,078

SCHEDULE B-5
Account No. 421 and 426 - Income from Nonutility Operations

Line No.	Description (a)	Revenues Acct. 421 (b)	Expenses Acct. 426 (c)
1			
2			
3			
4			
5	Total		

SCHEDULE B-6
Account No. 427 - Interest Expense

Line No.	Description (a)	Amount (b)
1		
2		
3		
4		
5		
6		
7		
8		
9		
10	Total	

SCHEDULE C-1
Compensation of Individual Proprietor, Partners and Employees Included in Expenses

Line No.	Acct. No.	Account (a)	Number at End of Year (b)	Salaries Charged to Expense (c)	Salaries Charged to Plant Accounts (d)	Total Salaries and Wages Paid (e)
1	630	Employee Labor	2	66619	4431	71060
2	670	Office salaries	1	30392		30392
3	671	Management salaries	2	80748		80748
4						
5						
6		Total	5	177769	4431	182100

**SCHEDULE C-2
Loans to Directors, Officers, or Shareholders**

Line No.	Name (a)	Title (b)	Amount (c)	Interest Rate (d)	Maturity Date (e)	Security Given (f)	Date of Shareholder Authorization (g)	Other Information (h)
1								
2								
3								
4								
5								
6								
7	Total							

**SCHEDULE C-3
Engineering and Management Fees and Expenses, Etc., During Year**

Line No.	Give the required particulars of all contracts or other agreements in effect in the course of the year between the respondent and any corporation, association, partnership, or person covering supervision and/or management of any department of the respondent's affairs, such as accounting, engineering, financing, construction or operation, and show the payments under such agreements and also the payments for advice and services to a corporation or corporations which directly or indirectly control respondent through stock ownership.	
1	1. Did the respondent have a contract or other agreement with any organization or person covering supervision and/or management of its own affairs during the year? Answer: (Yes or No)	
2	(If the answer is in the affirmative, make appropriate replies to the following questions)*	
3	2. Name of each organization or person that was a party to such a contract or agreement.	
4		
5		
6	3. Date of original contract or agreement.	
7	4. Date of each supplement or agreement.	
8	5. Amount of compensation paid during the year for supervision or management \$	
9	6. To whom paid	
10	7. Nature of payment (salary, traveling expenses, etc.).	
11	8. Amounts paid for each class of service.	
12		
13	9. Basis for determination of such amounts	
14		
15	10. Distribution of payments:	
16	(a) Charged to operating expenses	Amount \$
17	(b) Charged to capital amounts	\$
18	(c) Charged to other account	\$
19	Total	\$
20	11. Distribution of charges to operating expenses by primary accounts	
21	Number and Title of Account	Amount
22		\$
23		\$
24		\$
25	Total	\$
26	12. What relationship, if any, exists between respondent and supervisory and/or managing concerns?	
27		
* File with this report a copy of every contract, agreement, supplement or amendment mentioned above unless a copy of the instrument in due form has been furnished, in which case a definite reference to the report of the respondent relative to which it was furnished will suffice.		

**SCHEDULE D-1
Sources of Supply and Water Developed**

STREAMS				FLOW IN (Unit) 2				Annual Quantities Diverted (Unit) 2	Remarks
Line No.	Diverted Into	From Stream or Creek (Name)	Location of Diversion Point	Priority Right		Diversions			
				Claim	Capacity	Max.	Min.		
1									
2									
3									
4									
5									

WELLS						Pumping Capacity (Unit) 2	Annual Quantities Pumped (Unit) 2	Remarks
Line No.	At Plant (Name or Number)	Location	Number	Dimensions	1 Depth to Water			
6	Canon Manat (C.M.)		1	12"	2 1/2'	350 gpm	20,258	CCF
7								
8								
9								
10								

TUNNELS AND SPRINGS				FLOW IN (Unit) 2		Annual Quantities Pumped (Unit) 2	Remarks
Line No.	Designation	Location	Number	Maximum	Minimum		
11							
12							
13							
14							
15							

Purchased Water for Resale		
16	Purchased from	Sonoma County Water Agency
17	Annual Quantities purchased	(Unit chosen) 1 CCF
18		
19		

* State ditch pipeline reservoir, etc., with name, if any.
 1 Average depth to water surface below ground surface
 2 The quantity unit in established use for experiencing water stored and used in large amounts is the acre foot, which equals 43,560 cubic feet; in domestic use the thousand gallon or the hundred cubic feet. The rate of flow or discharge in larger amounts is expressed in cubic feet per second. In gallons per minute, in gallons per day, or in the miner's inch. Please be careful to state the unit used.

**SCHEDULE D-2
Description of Storage Facilities**

Line No.	Type	Number	Combined Capacity (Gallons or Acre Feet)	Remarks
1	A. Collecting reservoirs			
2	Concrete			
3	Earth			
4	Wood			
5	B. Distribution reservoirs			
6	Concrete			
7	Earth			
8	Wood			
9	C. Tanks			
10	Wood			
11	Metal	1	212,000 gal	
12	Concrete			
13	Totals		212,000 gal	

SCHEDULE D-3
Description of Transmission and Distribution Facilities

A. LENGTH OF DITCHES, FLUMES AND LINKED CONDUITS IN MILES FOR VARIOUS CAPACITIES

Capacities in Cubic Feet Per Second or Miner's Inches (state which) _____

Line No.		0 to 5	6 to 10	11 to 20	21 to 30	31 to 40	41 to 50	51 to 75	76 to 100
1	Ditch								
2	Flume								
3	Lined conduit								
4									
5	Totals								

A. LENGTH OF DITCHES, FLUMES AND LINKED CONDUITS IN MILES FOR VARIOUS CAPACITIES - Concluded

Capacities in Cubic Feet Per Second or Miner's Inches (state which) _____

Line No.		101 to 200	201 to 300	301 to 400	401 to 500	501 to 750	751 to 1000	Over 1000	Total All Lengths
6	Ditch								
7	Flume								
8	Lines conduit								
9									
10	Totals								

B. FOOTAGES OF PIPE BY INSIDE DIAMETERS IN INCHES - NOT INCLUDING SERVICE PIPING

Line No.		1	1 1/2	2	2 1/2	3	4	5	6	8
11	Cast Iron									80
12	Cast iron (cement lined)								574	
13	Concrete									
14	Copper									
15	Riveted steel									
16	Standard screw			6880	5082		380			
17	Screw or welded casing									
18	Cement - asbestos									
19	Welded steel						2365		30880	
20	Wood									
21	Other (specify) C-900			2020	300		1919		25311	21674
22	Totals			8100	5382		4674		56245	21754

B. FOOTAGES OF PIPE BY INSIDE DIAMETERS IN INCHES - NOT INCLUDING SERVICE PIPING - Concluded

Line No.		10	12	14	16	18	20	Other Sizes (Specify Sizes)	Total All Sizes
23	Cast Iron								80
24	Cast iron (cement lined)								54
25	Concrete								
26	Copper								
27	Riveted steel								
28	Standard screw								11542
29	Screw or welded casing								
30	Cement - asbestos								
31	Welded steel	2420							33245
32	Wood								2420
33	Other (specify) C-900	2576							53810
34	Totals	4996							101151

SCHEDULE D-4
Number of Active Service Connections

Classification	Metered - Dec 31		Flat Rate - Dec 31	
	Prior	Current	Prior	Current
	Year	Year	Year	Year
Single family residential	574	575		
Commercial and Multi-residential	20	20		
Large water users	5	5		
Public authorities				
Industrial				
Irrigation				
Other (specify)				
Subtotal	599	600		
Private fire connections	3	3		
Public fire hydrants	92	92		
Total	694	695		

SCHEDULE D-5
Number of Meters and Services on
Pipe Systems at End of Year

Size	Meters	Services
5/8 x 3/4 - in	613	XXXXXXXXXXXXXXXX
3/4 - in		
1 - in	3	
- in		
- in		
- in		
- in		
- in		
Other		
Total	616	

SCHEDULE D-6
Meter Testing Data

A. Number of Meters Tested During Year as Prescribed in Section VI of General Order No. 103:	
1. New, after being received	46 meters
2. Used, before repair	replaced
3. Used, after repair	
4. Found fast, requiring billing adjustment	
B. Number of Meters in Service Since Last Test	
1. Ten years or less	465
2. More than 10, but less than 15 years	152
3. More than 15 years	

SCHEDULE D-7
Water delivered to Metered Customers by Months and Years in _____ (Unit Chosen):

Classification of Service	During Current Year							Subtotal	
	January	February	March	April	May	June	July		
Single-family residential	5353	4955	5153	8739	10438	11517	12367		
Commercial and Multi-residential	2	2	2	3	3	3	2		
Large water users	60	60	144	410	475	1450	1950		
Public authorities									
Irrigation									
Other (specify)									
Total	5415	5017	5299	9152	10916	12970	14279		
Classification of Service	During Current Year						Subtotal	Total	Total Prior Year
	August	September	October	November	December				
Single-family residential	10131	17319	10104	6117	6203		102296	96588	
Commercial and Multi-residential	2	3	3	2	2		19	30	
Large water users	1940	1790	800	271	129		9419	9587	
Public authorities									
Irrigation									
Other (specify)									
Total	12073	13112	10907	6330	6334		111744	106205	

Quantity units to be in hundreds of cubic feet, thousands of gallons, acre-feet, or miner's inch-days.

Total acres irrigated N/A

Total population served 21800

FACILITIES FEES DATA

Class B: Please provide the following information relating to Facilities Fees for districts or subsidiaries serving 2,000 or fewer customers for the calendar year (per D.91-04-068).

Class C: 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: Sonoma Bank
 Address: Box 14489 S.R. 95404
 Account Number: 90101108652
 Date Opened: 11/07

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

A. Commerical

NAME	AMOUNT
_____	\$ _____
_____	\$ _____
_____	\$ _____
_____	\$ _____

B. Residential

NAME	AMOUNT
_____	\$ _____
_____	\$ _____
_____	\$ _____
<u>see list</u>	<u>\$ 136,500</u>

3. Summary of the bank account activities showing:

Balance at beginning of year	<u>\$ 66,933</u>
Deposits during the year	<u>136,500</u>
Interest earned for calendar year	<u>462</u>
Withdrawals from this account	<u>153,411</u>
Balance at end of year	<u>50,484</u>

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

<u>Canon Manor Infrastructure</u>	<u>119,873</u>
<u>Brand Lane Extension</u>	<u>33,538</u>
	<u>153,411</u>

Pennacoke Water Co.

C.M.W.

Facilities Fees

①

© WILSON JONES G7214 GREEN 7214 BUFF

Prepared By	Initials	Date
Approved By		

Customer	Date	Deposit	Balance	Customer	Date	Deposit
Rogers (12)	7/06	750000	750000	Valued		
Dougherty (141)	8/06	1500000	2250000	Fowler (177)	3/08	750000
R. Thomas (174)	9/06	750000		Wilson (56)	3/08	300000
T. Exline (22)	9/06	750000		Blak (102)	4/08	300000
C. Diocese (9)	9/06	300000	4050000	Kermouch (164)	4/08	750000
N. Khoury (13)	9/06	300000	4350000	De Raffe (108)	4/08	750000
R. Cottrell (209)	10/06	750000	5100000	Andrews (170)	4/08	750000
K. Samson (53)	11/06	300000	5400000	Cortez (206)	5/08	750000
L. Becker (207)	11/06	750000	6150000	Franco (195)	6/08	750000
Louis Laguerre (148)	1/07	300000		Geopastor (173)	7/08	750000
Mirfa Khrai (2)	1/07	300000	6750000	Howell (68)	7/08	300000
Campbell (69)	2/07	300000	7350000	Murphy (135)	8/08	300000
Keenan (69)	2/07	300000		Wyatt (175)	9/08	750000
Keum (5)	2/07	450000	8100000	Moses (196)	9/08	300000
Fox Thomas (205)	4/07	1500000	9600000	Cornelio (137)	9/08	300000
Fox (231)	4/07	750000		Heaps (172)	10/08	750000
Haight (70)	4/07	750000		Tatman (143)	10/08	750000
Lim (166)	4/07	750000	11850000	Wallis (48)	10/08	300000
Latham (222)	5/07	750000	12600000	Chavez (10)	12/08	300000
Reid (1)	6/07	750000	13350000	Khroya (198)	2/08	750000
Ki (3)	6/07	300000		Silver (144)	2/08	750000
Kemmerly (243)	6/07	750000	14400000	W. E. (165)	8/08	750000
Zamora (94)	7/07	750000				
D. G. (192)	7/07	750000				
Bossall (178)	7/07	750000	16450000			
Porter (154)	7/07	750000				
Dacchia (15)	8/07	300000				
Bellefleur (180)	8/07	750000				
Auer (119)	8/07	300000	18750000			
Gibson (56)	8/07	750000				
Osano (18)	9/07	750000				
Sundlin (21)	9/07	750000				
Molloy (191)	9/07	750000	21750000			
Campagna (99)	9/07	750000				
Rubert (110)	9/07	750000	23250000			
Harris (30)	10/07	300000				
Missen (209)	10/07	750000	24300000			
Lopez (157)	11/07	750000				
Waterman (201)	12/07	750000	25800000			
Bell (154)	12/07	750000	26550000			
Wyatt (95)	12/07	750000	27300000			

W Co.

P.O.

Prepared By	Initials	Date
Approved By		

Customer	Canon Note	Manou Deposit	Balance
Anala	6/01	200000	200000
Hilspen	10/02	200000	400000
Mendenhal	10/02	100000	600000
Richter	4/04	200000	900000
Ex. fund.			21200000
Adm. * 8/08 8/08		750000	11950000
* prior ECM		800000	22750000

**SCHEDULE D-8
Status With State Board of Public Health**

1	Has the State or Local Health Department reviewed the sanitary condition of your water system during the past year?	no
2	Are you having routine laboratory tests made of water served to your consumers?	yes
3	Do you have a permit from the State Board of Public Health for operation of your water system?	yes
4	Date of permit: renewed 11/05	5 If permit is "temporary", what is the expiration date?
6	If you do not hold a permit, has an application been made for such permit?	7 If so, on what date?

**SCHEDULE D-9
Statement of Material Financial Interest**

Use this space to report the information required by Section 2 of General Order No. 104-A. If no material financial interest existed during the year or contemplated at the end of the year, such fact shall be so stated. If additional space is required, attach a supplementary statement with reference made thereto.

no material financial interest during year or contemplated.

DECLARATION

Before Signing, Please Check to See That All Schedules Have Been Completed

(See instruction 3 on front cover)

I, the undersigned Karen L. Ball, Manager
Officer, Partner or Owner
of Penngrove 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 11/108
(date)
to and including 12/31/08
(date)

SIGNED Karen L. Ball
Title Manager
Date 4/6/09

INDEX

	PAGE	WORK SHEET		PAGE	WORK SHEET
Advances from associated companies -----	20	A-12	Organization and control -----	4	Gen Info
Advances for construction -----	21	A-15	Other assets -----	15	A-4
Assets -----	10	A	Other income -----	23	B
Balance sheet -----	10-11	A	Other paid in capital -----	17	A-8
Capital stock -----	17	A-6	Payables to associated companies -----	20	A-13
Contributions in aid of construction -----	22	A-17	Population served -----	31	D-4
Depreciation and amortization reserves -----	14-15	A-3	Proprietary capital -----	18	A-10
Declaration -----	33		Purchased water for resale -----	29	D-1
Deferred taxes -----	21	A-16	Retained earnings -----	18	A-9
Dividends appropriations -----	18	A-9	Safe Drinking Water Bond Act Data -----	8-9	
Employees and their compensation -----	27	C-1	Service connections -----	31	D-4
Engineering and management fees -----	28	C-3	Sources of supply and water developed --	29	D-1
Excess Capacity and Non-Tariffed Services-----	7		Status with Board of Health -----	33	D-8
Facilities Fees Data	32		Stockholders -----	17	A-7
Income statement -----	23	B	Storage facilities -----	29	D-2
Liabilities -----	11	A	Taxes -----	26	B-3
Loans to officers, directors, or shareholders --	28	C-2	Transmission and distribution facilities --	30	D-3
Long term debt -----	19	A-11	Unamortized debt discount and expense -	16	A-5
Management compensation -----	25	B-2	Unamortized premium on debt -----	16	A-5
Meters and services -----	31	D-5	Utility plant -----	12	A-1
Non-utility property -----	13	A-2	Water delivered to metered customers ---	31	D-7
Officers -----	4	GenInfo	Water plant in service -----	12	A-1a
Operating expenses -----	25	B-2	Water plant held for future use -----	13	A-1b
Operating revenues -----	24	B-1			

**NOTES FOR 2008 ANNUAL REPORT
PENNGROVE**

1. Regular Checking	41,713
Money Market	<u>16,765</u>
	58,478

2. Penngrove Fac. Fees **50,484**

3. 2008 CM Infrastructure

Acct. 307	17,750
Acct. 304	56,209
Acct. 311	8,979
Acct. 317	34,277
Acct. 320	405
	<u>117,620</u>

4.	Company	CIAC
CMW	52,675	
Brand Lane		30,879
	<u><u>83,554</u></u>	

5.	Company	CIAC
Serv. Renewal		
ORH (2-2")	14,678	
Serv. Renewal		
(Palm)	2,816	
Brand Lane		2,660
	<u><u>20,154</u></u>	

6. Penngrove Meter	
Replacements	46
Canon Manor	
Service set	27

7. Pipe locator	100
Pruning shears	32
Pressure recorder (2)	858
10' ladder	275
Hacksaw (2)	41
Combo wrench	102
Hog pump (2)	100
Pipe spreader	<u>188</u>

1,696 x 67% (Penngrove) = 1,136

8. Billing Data Base	10,000
Zip Code software	109
Paper Folder	344
J.E. # 36 balance	
To physical inventory	480
	<u>10,933 x 67% (Penngrove) = <u>7,325</u></u>

9. GMC hitch assembly

10. Per R.K. if user use not stated in gross revenue, should not be expensed in Acct. 689