

CALIFORNIA PUBLIC UTILITIES COMMISSION DIVISION OF WATER AND AUDITS Advice Letter Cover Sheet	(Date Filed / Received Stamp by CPUC)
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AL # 877	Date Mailed to Service List: December 22, 2010	Requested Effective Date: January 1, 2011	Requested Tier: <input type="checkbox"/> Tier 1 <input type="checkbox"/> Tier 2 <input checked="" type="checkbox"/> Tier 3
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Replacing AL#:	Authorized by: D. 10-06-038	Compliance Filing? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	Rate	\$	\$95,506
			Impact	%	1.43%

<u>The public has 20 days from Date Mailed (above) to protest this advice letter. If you chose to protest or respond to the advice letter, send Protest and/or Correspondence within 20 days to:</u>	Director Division of Water and Audits 505 Van Ness Ave. San Francisco, CA 94102
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<u>and if you have email capability, also email to:</u>	water_division@cpuc.ca.gov
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<u>Your protest also must be served on the Utility</u>	(see attached advice letter for more information and grounds for protest)
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Company Name: CALIFORNIA AMERICAN WATER	CPUC Utility Number:
Address: 1033 B AVENUE, SUITE 200	WTA _____
City, State, Zip: CORONADO, CA 92118	WTB _____
	WTC _____
	WTD _____
	SWR _____

	Contact Name:	Phone No.	Fax No.	Email Address:
Filer	Suzette Halterman	916-568-4255	916-568-4260	Suzette.halterman@amwater.com
Alternate	Sherrene Chew	916-568-4233	916-568-4260	Sherrene.chew@amwater.com

Description: *(In this space or on the back of this form)*

- 1. Explain justification for requested Tier –** Per D. 10-06-038
- 2. Describe service affected and how it is affected –** This AL is requesting an increase in the DSIC Surcharge applied to all bills for water service effective 1/1/2011 (4th Quarter 2010 DSIC Surcharge)
- 3. Describe differences from related Advice Letters (Similar service, replacement filing)**

(FOR CPUC USE ONLY)

WTS Budget/Activity/Type _____/_____/_____	Process as: <input type="checkbox"/> Tier 1 <input type="checkbox"/> Tier 2 <input type="checkbox"/> Tier 3
Project Manager:	20th Day <input type="text"/> 30th Day <input type="text"/>
Analyst:	Suspended on: _____
Due Date:	Extended on: _____
Completion Date:	Resolution No.: _____
	AL/Tariff Effective Date: _____



4701 Beloit Drive
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www.amwater.com

P (916)-568-4251
F (916) 568-4260

December 22, 2010

ADVICE LETTER NO. 877

TO THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

California American Water Company (U210W) hereby submits for filing the following tariff sheets applicable to its Los Angeles District which are attached hereto:

<u>C.P.U.C. Sheet No.</u>	<u>Title of Sheet</u>	<u>Canceling Sheet No.</u>
5982-W	Schedule No. LA-DSIC Los Angeles District Tariff Area DSIC Rate Tariff	5894-W
5983-W	Table of Contents	5981-W
5984-W	Table of Contents (continued)	5970-W

Background:

On June 29, 2010, The California Public Utilities Commission (CPUC) issued Decision No. 10-06-038. Submission of these tariffs is made per page 29 of this Decision which states:

"The parties agree that the Distribution System Infrastructure Surcharge should be continued in the Los Angeles District, and that the tariff should be changed to allow the extension. The parties also agree to continue the current 7% general rate case cap and 4% quarterly cap. The proposed Distribution System Infrastructure Surcharge Tariff is Attachment 1 to the settlement and incorporates new annual and case limits and new construction project totals that are also included in the settlement."

Request:

California American Water is requesting authorization to update the current DSIC tariffs and DSIC surcharge as authorized by the CPUC in Decision No. 10-06-038 for California American Water's Los Angeles District.

The total revenue is figured on a quarterly basis. For this filing the total revenue is an increase from \$77,212 filed for in AL 865 (3rd Quarter 2010 DSIC filing) to \$95,506 filed for in this current AL (AL 877, 4th Quarter 2010 DSIC filing).

The total surcharge to be applied to customer bills is figured on a quarterly basis as well. For this filing the total surcharge is an increase from 1.19% filed for in AL 865 (3rd Quarter 2010 DSIC filing) to 1.43% filed for in this current AL (AL 877, 4th Quarter 2010 DSIC filing).

Tier Designation:

These tariffs are submitted pursuant to General Order No. 96-B and this advice letter is designated as a Tier 3 filing.

Effective Date:

California American Water requests that the tariffs discussed above, be made effective January 1, 2011

Service List:

In accordance with Section 4.3 of General Order 96-B, a copy of this advice letter has been served upon all interested and affected parties as shown in Exhibit A.

Protest and Responses:

Anyone may respond to or protest this advice letter. A response supports the filing and may contain information that proves useful to the Commission in evaluating the advice letter. A protest objects to the advice letter in whole or in part and must set forth the specific grounds on which it is based. These grounds may include the following:

- (1) The utility did not properly serve or give notice of the advice letter;
- (2) The relief requested in the advice letter would violate statute or Commission order, or is not authorized by statute or Commission order on which the utility relies;
- (3) The analysis, calculations, or data in the advice letter contain material error or omissions;
- (4) The relief requested in the advice letter is pending before the Commission in a formal proceeding; or
- (5) The relief requested in the advice letter requires consideration in a formal hearing, or is otherwise inappropriate for the advice letter process; or
- (6) The relief requested in the advice letter is unjust, unreasonable, or discriminatory (provided that such a protest may not be made where it would require relitigating a prior order of the Commission.)

A protest shall provide citations or proofs where available to allow staff to properly consider the protest.

A response or protest must be made in writing or by electronic mail and must be received by the Water Division within 20 days of the date this advice letter is filed. The address for mailing or delivering a protest is:

Tariff Unit, Water Division, 3rd floor
California Public Utilities Commission,
505 Van Ness Avenue, San Francisco, CA 94102
water_division@cpuc.ca.gov

On the same date the response or protest is submitted to the Water Division, the respondent or protestant shall send a copy by mail (or e-mail) to us, addressed to:

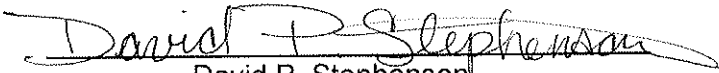
Recipients:	E-Mail:	Mailing Address:
David P. Stephenson <i>Director – Rates & Regulation</i>	dstephen@amwater.com	4701 Beloit Drive Sacramento, CA 95838 Fax: (916) 568-4260
Olivia Para <i>Corporate Counsel</i>	olivia.para@amwater.com.....	333 Hayes Street San Francisco, CA 94102 Fax: (415) 863-0615
Suzette Halterman..... <i>Financial Analyst I</i>	suzette.halterman@amwater.com...	4701 Beloit Drive Sacramento, CA 95838 Fax: (916) 568-4260
Shirley McCaleb..... <i>Executive Admin. Asst.</i>	shirley mccaleb@amwater.com	4701 Beloit Drive Sacramento, CA 95838 Fax: (916) 568-4260

Cities and counties that need Board of Supervisors or Board of Commissioners approval to protest should inform the Water Division, within the 20 day protest period, so that a late filed protest can be entertained. The informing document should include an estimate of the date the proposed protest might be voted on.

The actions requested in this advice letter are not now the subject of any formal filings with the California Public Utilities Commission, including a formal complaint, nor action in any court of law.

This filing will not cause the withdrawal of service, nor conflict with other schedules or rules.

If you have not received a reply to your protest within 10 business days, please contact me at (916) 568-4222.

CALIFORNIA AMERICAN WATER

David P. Stephenson
Director - Rates & Regulation

By
SA

Schedule No. LA-DSIC

Los Angeles District Tariff Area

DISTRIBUTION SYSTEM INFRASTRUCTURE CHARGE (DSIC)
RATE TARIFF

APPLICABILITY

The tariff rate specified herein shall be applicable to all bills for water service on or after the effective date noted below for the duration of the pilot authorized in D.10-06-038, June 24, 2010.

PURPOSE

The purpose of this tariff is to provide a mechanism to recover the fixed costs of replacement capital projects completed in the Los Angeles District on or after January 1, 2010. The eligible capital projects to be included in this charge are detailed below.

RATE

DSIC Surcharge Rate is calculated as shown in ELIGIBLE PLANT 8, and is effective when a DSIC advice letter is filed with the Commission, subject to refund when the Commission issues its resolution on the advice letter.

Percent of Total Water Bill
1.43%

(I)

This percentage is applied to all bills for water service on or after the effective date which shall be the date the advice letter is filed with the Commission, and which is noted hereon.

SPECIAL CONDITIONS APPLICABLE TO THE CHARGE

1. The charge is applicable to all water service billed under tariff rate Schedules LA-1, LA-3M and LA-4.
2. The charge above shall be applied to all bills rendered on or after the effective of this tariff.
3. The charge will not be applicable to Special Condition Surcharges.
4. The charge is subject to the PUC reimbursement fee set forth in Schedule No. UF.
5. Any charge in effect as a result of D.10-06-038 will be reset to zero at the time of the approval of new rates from the next Los Angeles District rate case to be filed in July 2010.

DEFINITION OF TERMS

1. DSIC – Distribution System Improvement Charge
2. Mass Property – All items replaced under a general category where the replacement cost is less than \$20,000.

(continued)

(TO BE INSERTED BY UTILITY)
ADVICE LETTER NO. 877

ISSUED BY
D. P. STEPHENSON
NAME
DIRECTOR - RATES & REVENUES
TITLE

(TO BE INSERTED BY C.P.U.C.)
DATE FILED _____
EFFECTIVE _____
RESOLUTION NO. _____

DECISION NO. D. 10-06-038

TABLE OF CONTENTS

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The following listed tariff sheets contain all effective rates and rules affecting the charges and services of the Utility, together with other pertinent information:

<u>SUBJECT MATTER OF SHEET</u>	<u>C.P.U.C. SHEET NO.</u>
TITLE PAGE	5469-W
TABLE OF CONTENTS	5983-W, 5984-W, 5976-W, 5876-W, (C) 5979-W, 5960-W, 5961-W
PRELIMINARY STATEMENTS	4957-W, 4144-W, 5617-W, 5295-W 5184-W, 4961-W, 4962-W, 5291-W, 5584-W, 5377-W, 4965-W, 5595-W, 5275-W, 5317-W, 5379-W, 5287-W, 5288-W, 5289-W, 5402-W, 5882-W, 5559-W, 5710-W, 5656-W, 5657-W, 5658-W, 5708-W, 5880-W, 5881-W, 5980-W
SERVICE AREA MAP	
California-American Water Company	5470-W
Coronado	2235-W
Larkfield	4313-W
Los Angeles	
Baldwin Hills	995 -W, 996-W
Duarte	1633-W, 941-W, 942-W
San Marino	935 -W, 936-W, 937-W, 513-W, 1986-W
Monterey Peninsula	5040-W, 2740-W, 2741-W, 2742-W, 2744-W, 2745-W, 4315-W, 4293-W, 944 -W, 945 -W, 947 -W, 948 -W, 949 -W, 950 -W, 951 -W, 952 -W, 953 -W, 954 -W, 955 -W, 957 -W, 958 -W, 959 -W, 960 -W, 961 -W, 962 -W, 963 -W, 964 -W, 966 -W, 967 -W, 968 -W, 969 -W, 971 -W, 972 -W, 973 -W, 974 -W, 975 -W, 976 -W, 977 -W, 978 -W, 979 -W, 980 -W, 981 -W, 982 -W, 983 -W, 984 -W, 4042-W, 4043-W

(Continued)

(TO BE INSERTED BY UTILITY)

ISSUED BY

(TO BE INSERTED BY
C.P.U.C.)

ADVICE LETTER NO. 877

D. P. STEPHENSON

DATE FILED _____

NAME

EFFECTIVE _____

DECISION NO. 10-06-038

DIRECTOR -- RATES & REGULATION

RESOLUTION NO. _____

TITLE

TABLE OF CONTENTS (Continued)
(Page 2)

<u>SUBJECT MATTER OF SHEET</u>	<u>C.P.U.C. SHEET NO.</u>
SERVICE AREA MAP (Continued)	
Sacramento	4133-W, 4530-W, 4529-W, 4136-W 4137-W, 4138-W, 4139-W, 4140-W 4141-W, 4142-W,
Village	780 -W, 2607-W
RATE SCHEDULES:	
Coronado District Tariff Area	
CO-1 General Metered Service	5905-W, 5965-W
CO-1-LIRA General Metered Service	5906-W, 5946-W, 4764-W, 4886-W 4887-W, 4888-W, 5966-W
CO-4 Private Fire Protection Service	5907-W, 4802-W, 5967-W
CO-4H Private Fire Hydrant Service	5908-W, 4805-W, 5968-W
Larkfield District Tariff Area	
LW-1 General Metered Service	5788 -W, 5789-W, 5790-W
LW-1-LIRA Low Income Ratepayer Assistance Program	5791-W, 5947-W, 4890-W, 4891-W 4892-W, 4893-W, 5792-W, 5793-W 5205-W
LW-4 Private Fire Protection Service	5794 -W, 5795-W
Los Angeles District Tariff Area	
LA-1 General Metered Service	5798-W, 5799-W, 5800-W, 5825-W 5826-W, 5899-W
LA-1-LIRA Low Income Ratepayer Assistance Program	5801-W, 5802-W, 5948-W, 4585-W 5803-W, 5827-W, 5828-W, 5900-W
LA-3M Measured Irrigation Service	5804-W, 2662-W, 5829-W, 5901-W
LA-4 Private Fire Protection Service	5806-W, 2920-W, 5807-W, 5902-W
LA-DSIC DSIC Rate Tariff	5982-W, 4702-W, 4703-W, 4704-W 4705-W, 4706-W, 4707-W (C)
Monterey District Tariff Area (Monterey Main, Hidden Hills, Ryan Ranch, & Bishop Service Areas)	
MO-1 General Metered Service	5920-W, 5921-W, 5922-W, 5625-W 5626-W, 5627-W, 5628-W, 5629-W 5630-W, 5631-W, 5632-W, 5716-W 5613-W
MO-1-LIRA Low Income Ratepayer Assistance Program	5923-W, 5924-W, 5949-W, 5637-W 5638-W, 5639-W, 5640-W, 5641-W 5717-W, 5614-W
MO-4 Private Fire Protection Service	5927-W, 4852-W, 5643-W, 5644-W 5720-W, 5615-W
MO-4B Private Fire Protection Service Bishop Service Area	5929-W, 5649-W, 5722-W
MO-4H Private Fire Hydrant Service	5930-W, 4970-W, 5651-W, 5723-W 5616-W

(Continued)

(TO BE INSERTED BY UTILITY)

ISSUED BY

(TO BE INSERTED BY
C.P.U.C.)

ADVICE LETTER NO. 877

D. P. STEPHENSON

DATE FILED

DECISION NO. 10-06-038

DIRECTOR -- RATES & REGULATION

EFFECTIVE

TITLE

RESOLUTION NO.

EXHIBIT A
CALIFORNIA-AMERICAN WATER COMPANY
LOS ANGELES DISTRICT – SERVICE LIST
ADVICE LETTER 877

BY MAIL:

Christine M. Walwyn – ALJ
California Public Utility Commission
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San Francisco, CA 94102-3214

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City of El Monte
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El Monte CA 91731-3293

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SR/WA, Senior Real Property MGMT
County of Los Angeles
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Los Angeles, CA 90012

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City of Bradbury
600 Winston Avenue
Bradbury, CA 91008

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City Clerk
415 South Ivy Ave
Monrovia, CA 91016

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Temple City, CA 91780

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425 S. Mission Drive
San Gabriel, CA 91776

San Gabriel County Water District
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Azusa, CA 91702

City of Los Angeles
Department of Water and Power
111 North Hope Street
Los Angeles, CA 90012
Attn: City Attorney

City of Rosemead
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8838 E. Valley Blvd
Rosemead, CA 91770

EXHIBIT A
CALIFORNIA-AMERICAN WATER COMPANY
LOS ANGELES DISTRICT – SERVICE LIST
ADVICE LETTER 877

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Hatties Stewart
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Barbara Delory
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Rosemead, CA 91770-1332

Ms. Lisa Bilir
California Public Utilities Commission
Division of Ratepayer Advocates
505 Van Ness Avenue
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BY E-MAIL:

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EXHIBIT A
CALIFORNIA-AMERICAN WATER COMPANY
LOS ANGELES DISTRICT – SERVICE LIST
ADVICE LETTER 877

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