

## PUBLIC UTILITIES COMMISSION

505 VAN NESS AVENUE  
SAN FRANCISCO, CA 94102-3298



August 20, 2015

David P. Stephenson  
Director, Rates & Regulation  
California-American Water Company  
4701 Beloit Dr.  
Sacramento, CA 95838-2434

Dear Mr. Stephenson,

The Commission has approved California-American Water Company's Advice Letter No. 1086, filed on July 24, 2015, regarding the offset costs applicable to its Larkfield District.

Enclosed are copies of the following revised tariff sheets for the utility's files:

**P.U.C. Sheet No.**

**Title of Sheet**

7995-W

Schedule No. LK-1, General Metered  
Service

7996-W

Table of Contents, Page 2

7997-W

Table of Contents, Page 1

Please contact Bradley Leong at (415) 703-2307 if you have any questions.

Thank you,

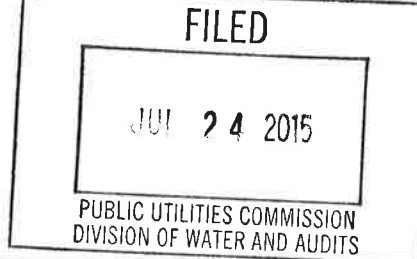
A handwritten signature in blue ink, appearing to read "Jennifer Perez", written over a horizontal line.

Jennifer Perez  
Water & Sewer Advisory Branch  
Division of Water and Audits

Enclosures

**CALIFORNIA PUBLIC UTILITIES  
COMMISSION  
DIVISION OF WATER AND  
AUDITS  
Advice Letter Cover Sheet**

(Date Filed / Received Stamp by CPUC)



<b>AL #</b> 1086	<b>Date Mailed to Service List:</b> July 24, 2015	<b>Requested Effective Date:</b> August 14, 2015	<b>Requested Tier:</b> <input checked="" type="checkbox"/> Tier 1 <input type="checkbox"/> Tier 2 <input type="checkbox"/> Tier 3	
<b>Replacing AL#:</b>	<b>Authorized by:</b>	<b>Compliance Filing?</b> <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No	<b>Rate</b> \$ 29,302	<b>Impact</b> % 0.9

**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:**

Director  
Division of Water and Audits  
505 Van Ness Ave.  
San Francisco, CA 94102

**and if you have email capability, also email to:**

[water\\_division@cpuc.ca.gov](mailto:water_division@cpuc.ca.gov)

**Your protest also must be served on the Utility**

(see attached advice letter for more information and grounds for protest)

**Company Name:** CALIFORNIA AMERICAN WATER COMPANY

**CPUC Utility Number:**

**Address:** 1033 B AVENUE, SUITE 200

**WTA:** U-210W

**WTB** \_\_\_\_\_

**WTC** \_\_\_\_\_

**City, State, Zip:** CORONADO, CA 92118

**WTD** \_\_\_\_\_

**SWR** \_\_\_\_\_

	<b>Contact Name:</b>	<b>Phone No.</b>	<b>Fax No.</b>	<b>Email Address:</b>
<b>Filer</b>	Nancy Hollingsworth	916-568-4209	916-568-4260	nancy.hollingsworth@amwater.com
<b>Alternate</b>	Todd Pray	916-568-4232	916-568-4260	todd.pray@amwater.com

**Description:**

In this space or on the back of this form:

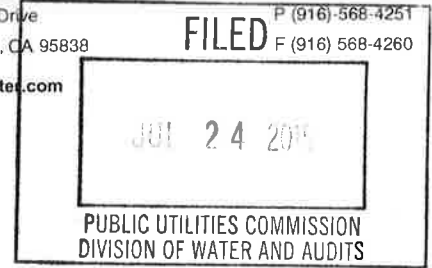
1. Explain justification for requested Tier – Offset for Purchased Water Increase in the Larkfield District
2. Describe service affected and how it is affected – Larkfield District, surcharge to all customers for Purchased Water
3. Describe differences from related 2013 General Rate Case

**(FOR CPUC USE ONLY)**

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



4701 Beloit Drive  
Sacramento, CA 95838  
www.amwater.com



July 24, 2015

ADVICE LETTER NO. 1086

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 Larkfield District, which are attached hereto:

<u>C.P.U.C. Sheet No.</u>	<u>Title of Sheet</u>	<u>Canceling Sheet No.</u>
7995-W	Schedule No. LK-1 Larkfield Tariff Area GENERAL METERED SERVICE	New
7996-W	TABLE OF CONTENTS Page 2	7811-W
7997-W	TABLE OF CONTENTS Page 1	7815-W

**Purpose:**

Pursuant to Section VI of General Order 96-B and Section 454 of the Public Utilities Code, California American Water requests authority to offset costs resulting from the Sonoma County Water Agency's increased charges for water California American Water purchases for its Larkfield service area.

**Background**

California American Water Company serves approximately 2,432 customers in its Larkfield service area, which is located in the County of Sonoma. To meet the needs of those customers, California American Water purchases water from the Sonoma County Water Agency. That Agency recently increased its wholesale rates to California American Water Company from a commission authorized amount of \$922.49 to \$1,003.86 per acre-foot, effective July 1, 2015. California American Water Company requests that the full increase be offset through a surcharge to account for the annual change in purchased water costs.

The rate increase results in a \$29,063 annual increase in purchased water expense to California American Water, plus a corresponding increase of \$239 in uncollectibles, for a total expense increase of \$29,302. This increase is directly related to water consumption and thus should be applied to the quantity rate as a volumetric based surcharge. The resulting incremental increase is \$0.1883 per hundred cubic feet (Ccf).

The offset requested represents an increase of \$29,302 or 0.9% over the last authorized revenue requirement.

Copies of the detailed workpapers and the documents supporting this Advice Letter have been furnished to the Commission Staff, in accordance with paragraph 32 in Section C of Standard Practice U-27-W, dated May 2008. California American Water will inform its customers of this offset by including a bill text message explaining the rate change.

#### **Tier Designation**

These tariffs are submitted pursuant to General Order No. 96-B and this advice letter is designated as a Tier 1 filing – Expense Offset.

#### **Effective Date**

California American Water requests that the tariffs discussed above be made effective August 14, 2015, so they correspond with the wholesale water rate increase imposed by the Sonoma County Water Agency.

#### **RESPONSE OR PROTEST<sup>1</sup>**

Anyone may submit a response or protest for this AL. When submitting a response or protest, **please include the utility name and advice letter number in the subject line.**

A **response** supports the filing and may contain information that proves useful to the Commission in evaluating the AL. A **protest** objects to the AL in whole or in part and must set forth the specific grounds on which it is based. These grounds<sup>2</sup> are:

1. The utility did not properly serve or give notice of the AL;
2. The relief requested in the AL 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 AL contain material error or omissions;
4. The relief requested in the AL is pending before the Commission in a formal proceeding;  
or
5. The relief requested in the AL requires consideration in a formal hearing, or is otherwise inappropriate for the AL process; or
6. The relief requested in the AL 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.
7. A protest may not rely on policy objections to an AL where the relief requested in the AL follows rules or directions established by statute or Commission order applicable to the utility. A protest shall provide citations or proofs where available to allow staff to properly consider the protest.

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<sup>1</sup> G.O. 96-B, General Rule 7.4.1

<sup>2</sup> G.O. 96-B, General Rule 7.4.2

DWA must receive a response or protest via email (or postal mail) within 20 days of the date the AL is filed. When submitting a response or protest, **please include the utility name and advice letter number in the subject line.**

The addresses for submitting a response or protest are:

**Email Address:**

[Water.Division@cpuc.ca.gov](mailto:Water.Division@cpuc.ca.gov)

**Mailing Address:**

CA Public Utilities Commission  
Division of Water and Audits  
505 Van Ness Avenue  
San Francisco, CA 94102

On the same day the response or protest is submitted to DWA, the respondent or protestant shall send a copy of the protest to California American Water at:

**Email Address:**

[todd.pray@amwater.com](mailto:todd.pray@amwater.com)

**Mailing Address:**

4701 Beloit Drive  
Sacramento, CA 95838

[sarah.leeper@amwater.com](mailto:sarah.leeper@amwater.com)

333 Hayes Street, Ste. 202  
San Francisco, CA 94102

[nancy.hollingsworth@amwater.com](mailto:nancy.hollingsworth@amwater.com)

4701 Beloit Drive  
Sacramento, CA 95838

Cities and counties that need Board of Supervisors or Board of Commissioners approval to protest should inform DWA, 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.

**REPLIES**<sup>3</sup>

The utility shall reply to each protest and may reply to any response. Any reply must be received by DWA within five business days after the end of the protest period, and shall be served on the same day on each person who filed the protest or response to the AL.

CALIFORNIA-AMERICAN WATER COMPANY

*/s/ Todd Pray*

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Todd Pray  
Senior Manager - Rates & Regulatory

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<sup>3</sup> G.O. 96-B, General Rule 7.4.3

**EXHIBIT A**  
**CALIFORNIA-AMERICAN WATER COMPANY**  
**LARKFIELD DISTRICT SERVICE LIST**  
**ADVICE LETTER 1086**

BY MAIL

Rami Kahlon  
California Public Utilities Commission  
Water Advisory Branch, Room 3106  
505 Van Ness Avenue  
San Francisco, CA 94102-3214

Danilo Sanchez  
California Public Utilities Commission  
Division of Ratepayer Advocates  
505 Van Ness Avenue, Room 3200  
San Francisco, CA 94102

Ms. Lisa Bilir  
California Public Utilities Commission  
Division of Ratepayer Advocates  
505 Van Ness Avenue  
San Francisco, CA 94102

California Water Service Co  
Redwood Valley District  
14034 Armstrong Woods Rd  
Guerneville 95446

Penngrove/Kenwood Water Co  
4984 Sonoma Hwy  
Santa Rosa 95409

Susan Sommers  
City Of Petaluma  
P.O. Box 61  
Petaluma, Calif. 94953

City of Rohnert Park  
P.O. Box 1489  
Rohnert Park, Calif. 94927

City of Santa Rosa  
P.O. Box 1668  
Santa Rosa, Calif. 95402

Maria D. Duddy  
2184 Teakwood Ct.  
Hollister, CA 95023

Kathy Melee  
P.O. Box 2278  
Windsor, CA 95492

James Bajgrowicz  
235 Wikiup Meadows Drive  
Santa Rosa, CA 95403

Mario Gonzalez  
111 Marwest Commons circle  
Santa Rosa, CA 95403

BY E-MAIL

Johnny Yu  
5356 Arnica Way  
Santa Rosa, CA 95403  
johnnyyu@sbcglobal.net

Ms. Lisa Bilir  
California Public Utilities Commission  
Division of Ratepayer Advocates  
505 Van Ness Avenue  
San Francisco, CA 94102  
lwa@cpuc.ca.gov

Diana Brooks  
California Public Utilities Commission  
ORA-Administrative Branch Room 4102  
505 Van Ness Avenue  
San Francisco, CA 94102-3214  
dsb@cpuc.ca.gov

Dana McRae  
County Council  
County of Santa Cruz  
701 Ocean Street, Room 505  
Santa Cruz, CA 95060  
dana.mcrae@co.santa-cruz.ca.us

James Bouler  
Larkfield/Wikiup Water District Advisory  
133 Eton Court  
Santa Rosa, CA 95403  
jbouler@comcast.net

Larkfield/Wikiup Water District Advisory  
c/o Lescure Engineers, Inc.  
4635 Old Redwood Highway  
Santa Rosa, CA 95403  
jn@lesecure-engineers.com

Division of Ratepayer Advocates  
California Public Utilities Commission  
dra\_water\_al@cpuc.ca.gov

Tim & Sue Madura  
411 Firelight Drive  
Santa Rosa, CA 95403  
suemadura@sbcglobal.net

Richard Rauschmeier  
California Public Utilities Commission  
DRA - Water Branch, Rm 4209  
505 Van Ness Ave  
San Francisco, CA 94102  
rra@cpuc.ca.gov  
\*\*\*include workpapers too\*\*\*

Schedule No. LK-1 (Continued)  
Larkfield District Tariff Area  
GENERAL METERED SERVICE

SPECIAL CONDITIONS

Fees & Surcharges:

- 7. Per Advice Letter 1086, a surcharge is applied to each bill to offset increases in purchased water costs imposed by the Sonoma County Water Agency. This offset results in a needed increase of \$29,302 or 0.9%. The surcharge of \$0.1883 per ccf is added to the quantity rate beginning August 14, 2015. (N)

(TO BE INSERTED BY UTILITY)

ADVICE LETTER NO.            1086           

DECISION NO.            D. 15-04-007           

ISSUED BY

           D. P. STEPHENSON           

NAME

           DIRECTOR – Rates & Regulatory           

TITLE

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

DATE FILED            JUL 24 2015           

EFFECTIVE            AUG 14 2015           

RESOLUTION



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<u>SUBJECT MATTER OF SHEET</u>	<u>C.P.U.C. SHEET NO.</u>
<u>SERVICE AREA MAP (Continued):</u>	
Sacramento	6591-W, 6592-W, 6593-W, 6594-W, 6595-W, 6596-W, 7500-W, 6598-W, 6599-W, 6600-W
San Diego County	6601-W, 6602-W
Ventura County	6603-W, 6604-W
<u>RATE SCHEDULES:</u>	
All Districts -- Low Income Ratepayer Assistance Program	
CA-LIRA California American Water	7986-W, 7987-W, 7720-W, 7721-W, 7722-W, 7723-W, 7724-W, 7725-W, 7726-W
CA-4 California American Water	7990-W, 7738-W, 7739-W, 7740-W, 7741-W
CA-4H Private Fire Protection Service	7991-W, 7743-W, 7744-W, 7745-W,
Larkfield District	
LK-1 General Metered Service	7657-W, 7658-W, 7659-W, 7994-W (C)
LK-F Facilities Fees	7651-W
Los Angeles County District	
LA-1 General Metered Service	7706-W, 7707-W, 7708-W, 7709-W, 7710-W
LA-3M Measured Irrigation Service	7711-W, 7712, 7713-W,
LA-DSIC DSIC Rate Tariff	7038-W, 7039-W, 7040-W, 7041-W, 7042-W, 7043-W, 7044-W
Monterey County District	
<i>(Monterey Main, Hidden Hills, Ryan Ranch, &amp; Bishop Service Areas)</i>	
MO-1 General Metered Service	7982-W, 7661-W, 7662-W, 7663-W, 7664-W, 7665-W, 7666-W, 7667-W, 7668-W, 7669-W, 7974-W, 7671-W
MO-1C General Metered Service	7983-W, 7673-W, 7674-W, 7675-W, 7676-W, 7677-W, 7678-W, 7679-W, 7680-W, 7681-W, 7975-W, 7683-W
MO-10 General Metered Service	7984-W, 7985-W, 7686-W, 7687-W, 7688-W, 7689-W, 7690-W, 7976-W, 7692-W

(Continued)

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**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	7052-W
TABLE OF CONTENTS	7996-W, 7995-W, 7992-W, 7966-W, (C) 7980-W, 6540-W, 7248-W, 7249-W
PRELIMINARY STATEMENTS	7828-W, 7829-W, 7748-W, 7749-W, 7750-W, 7751-W, 7752-W, 7753-W, 7754-W, 7755-W, 7756-W, 7757-W, 7758-W, 7759-W, 7830-W, 7831-W, 7831-W, 7833-W, 7834-W, 7835-W, 7836-W, 7837-W, 7838-W, 7769-W, 7770-W, 7771-W, 7772-W, 7773-W, 7774-W, 7775-W, 7776-W, 7777-W, 7778-W, 7779-W, 7780-W, 7781-W, 7782-W, 7783-W, 7784-W, 7785-W, 7786-W, 7787-W, 7788-W, 7789-W, 7790-W, 7791-W, 7792-W, 7793-W, 7794-W, 7795-W, 7796-W, 7797-W, 7798-W, 7799-W, 7800-W, 7801-W, 7802-W, 7803-W, 7804-W, 7805-W, 7806-W
<b><u>SERVICE AREA MAP:</u></b> California-American Water Company	5470-W
Larkfield	6569-W
Los Angeles County	6570-W
Baldwin Hills	6571-W, 6572-W,
Duarte	6578-W
San Marino	6573-W, 6574-W, 6575-W, 6576-W, 6577-W
Monterey County	7053-W, 6580-W, 6581-W, 6582-W, 6583-W, 6584-W, 6585-W, 6586-W, 6587-W, 6588-W, 6589-W, 6590-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, 7054-W

(Continued)

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