

PRELIMINARY STATEMENT  
(Continued)

Sheet 1

**AA. West Placer Memorandum Account**

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**1. PURPOSE:**

The purpose of the West Placer Memorandum Account is to track the construction costs, allowance for funds used during construction and post construction carrying costs at the Commission's authorized pre-tax rate of return, and the Special Facilities Fees collected from developers in the West Placer County service area of the Sacramento Service Area within the Northern Division. California American Water was granted authority to maintain its memorandum account in Decision (D.) 18- 12-021.

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**2. APPLICABILITY:**

Applicable to the Sacramento Service Area within the Northern Division.

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**3. ACCOUNTING PROCEDURE:**

The following entries shall be recorded to the memorandum account:

- a. A debit entry equal to construction costs and AFUDC and post construction carrying costs at the Commission's authorized pre-tax rate of return.
- b. A credit entry to capture any Special Facility Fees collected from developers.

**4. RATEMAKING PROCEDURE:**

There is currently no ratemaking component to the memorandum account. Any balances in this account should be resolved as part of a general rate case and any over collection must be treated as a credit against the Sacramento Service Area rate base.

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(Continued)

(TO BE INSERTED BY UTILITY)  
Advice 1280-A  
Decision

ISSUED BY  
J. T. LINAM  
DIRECTOR - Rates & Regulatory

(TO BE INSERTED BY C.P.U.C.)  
Date Filed 06/22/2020  
Effective 02/10/2020  
Resolution \_\_\_\_\_