CALIFORNIA PUBLIC UTILITIES COMMISSION DIVISION OF WATER AND AUDITS

Advice Letter Cover Sheet

Date Mailed to Service List: June 13, 2018

Protest Deadline (20th Day): July 3, 2018

Review Deadline (30th Day): July 13, 2018

Requested Effective Date: July 13, 2018

Rate Impact: \$See AL

Utility Name: California American Water

District: Sacramento District

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oxtimes Compliance

CPUC Utility #: U210W

Authorization GO 96-B

Tier □1

Advice Letter #: 1209

Description:	Annexation by City of Sacramento of Rosemont Service Area (Parcel).		See AL%
	ine for this advice letter is 20 days from the c section in the advice letter for more informa		vas mailed to the service list. Please
Utility Contact:	: Kamilah Jones	Utility Contact:	Melody Singh
Phone	916-568-4232	Phone:	916-568-4246
Email	: Kamilah.Jones@amwater.com	Email:	melody.singh@amwater.com
DWA Contact:	Tariff Unit		
Phone:	(415) 703-1133		
Email:	Water.Division@cpuc.ca.gov		
	DWA USE OI	NLY	
DATE	STAFF	COM	<u>IMENTS</u>
[] APPROVED	[] WITHDR	RAWN	[] REJECTED
[]			
		ents:	
Date:			





June 13, 2018

ADVICE LETTER NO. 1209

TO THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

California-American Water Company (Cal-Am) (U210W) submits for review this advice letter including the following tariff sheets applicable to its Sacramento District, which are attached hereto:

C.P.U.C.		Canceling
Sheet No.	Title of Sheet	Sheet No.
· ·	SACRAMENTO DISTRICT	· · · · · · · · · · · · · · · · · · ·
	TARIFF AREA-	
XXXX-W	SECURITY PARK (Page 7)	6598-W
	MAP	
	TABLE OF CONTENTS	
XXXX-W	(Page 1)	XXXX-W

Purpose:

Cal-Am is filing this Advice Letter to: (1) respond to the City of Sacramento's request to annex a small portion of Cal-Am's Rosemont service area (the "Parcel") in Cal-Am Sacramento District; (2) clarify for the California Public Utilities Commission ("Commission") that Cal-Am does not object to the annexation; (3) provide information regarding the details of the annexation; and (4) to obtain authorization to revise certain service area maps of Cal-Am's Sacramento District to reflect this change to Cal-Am's certified service area.

Background:

Submission of these tariffs is made pursuant to Section 8.1 of the Water Industry Rules in General Order 96-B, and the May 21, 2018 and June 5, 2018 emails from the Commission requesting Cal-Am file an advice letter. Specifically, on June 5, 2018, Maria L. Bondonno, Commission counsel, emailed Cal-Am and stated, in part:

The Commission requests that CalAm update Water Division as to the status of the potential annexation by letter by the end of this week, if possible, or early next week. Said letter should inform the Commission of the possible parcel annexation, and the fact that CalAm has no objection, if that is still the case (similar to the letter CalAm sent to LAFCO). The letter needs to detail the specific aspects of the proposed annexation, e.g., impacted landowners and any compensation being paid to said landowners, any compensation being paid to Cal-Am, impacts on Cal-Am, and any Cal-Am concerns with the annexation. It should also specify that

that there will be no negative impact on current customers or regulatory operations now or in the future as a result of agreeing to the annexation of this parcel, and no impact on revenue or rate base, etc.

Cal-Am does not object to the requested annexation by the City of Sacramento. The Parcel is approximately 28 acres and is just west of Watt Avenue and immediately south of Jackson Highway. Indeed, the Parcel is the only area within Cal-Am's service area that is both south of Jackson Highway and west of South Watt Avenue. It was detached from the main Rosemont service area by the realignment of South Watt Avenue. It is immediately adjacent to the City's water service area. The area of the Parcel is defined in Exhibit A of the of the February 10, 2012 letter from Cal-Am sent to the City of Sacramento, which is attached hereto as Exhibit 1. Exhibit A of the February 10, 2012 letter is also labeled "Exhibit 1 – Page 3" in the top right-hand corner of the page.

Cal-Am's understands that the Parcel is owned by the Tiechert Land Co. ("Tiechert") and that the Parcel is part of a larger development project, called "Aspen 1," the majority of which is in the City's existing service area. Cal-Am further understands that Tiechert requested the City provide water service to the Parcel so that the entire project can obtain water service from the City. Cal-Am is not aware of any payments made to Tiechert or plans to make any payments to Tiechert.

Cal-Am does not currently have facilities installed that could provide water service to the Parcel, and there are no plans to extend facilities to this area at this time. Installation of facilities to the Parcel would be expensive requiring, among other items, a main extension across Jackson Highway, creating backbone infrastructure on the west side of South Watt Ave. This would create the possible need for additional road crossings as the east side of South Watt develops and would provide no direct benefit to Cal-Am's current customers, in fact it may be at a greater expense as the eastern side of S. Watt Ave develops. Cal-Am did not demand compensation from the City of Sacramento based on the facts that Cal-Am has no plans to expand its facilities to the Parcel at this time and the tremendous potential cost of expanding facilities to the Parcel.

Based on the foregoing, there will be no negative impact on current customers or regulatory operations now or in the future as a result of agreeing to the annexation of the Parcel. There will also be no impact on revenue or rate base.

The actions requested in this advice letter are not now the subject of any formal filings with the 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.

Tier Designation:

In accordance with General Order (GO) No. 96B, this advice letter is designated as a Tier 2 filing.

Effective Date:

California American requests an effective date of July 13, 2018.

Service List:

Pursuant to Section 4.3 of General Order No. 96-B, a copy of this advice letter is being sent to those entities listed in the attached "SERVICE LIST PURSUANT TO SECTION 4.3 OF G.O. NO. 96-B." Additionally, in accordance with Section 4.2 of General Order No. 96-B (addressing

service of advice letters for service area extensions), a copy of this advice letter is being sent to the Local Agency Formation Commission (LAFCO) in the county where the service extension (or modification/deletion) is occurring (Sacramento County), on each owner of real property, local fire protection agency, and subdivision permitting agency in the area where service will be extended (or modified/deleted). As required by Water Industry Rule 4.1(2), a copy of the advice letter is being sent to the water utility serving areas adjacent to the affected service areas. Entities to which this advice letter is being mailed in accordance with Section 4.2 of General Order No. 96-B and with Water Industry Rule 4.1(2) are included in Exhibit A. Copies of the detailed workpapers and the documents supporting this Advice Letter have also been furnished to the Commission Staff.

RESPONSE OR PROTEST¹

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 grounds² 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.

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.

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

The addresses for submitting a response or protest are:

Email Address:

Water.Division@cpuc.ca.gov

Mailing Address:

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

¹ G.O. 96-B. General Rule 7.4.1

² G.O. 96-B, General Rule 7.4.2

On the same day the response or protest is submitted to DWA, the respondent or protestant shall send a copy of the protest to Cal-Am at:

Email Address:	Mailing Address:
melody.singh@amwater.com	4701 Beloit Drive Sacramento, CA 95838
sarah.leeper@amwater.com	555 Montgomery Street, Suite 816 San Francisco, CA 94111
Kamilah.jones@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.

REPLIES³

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.

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) 568-4255.

CALIFORNIA-AMERICAN WATER COMPANY

Jeffrey T. Linam

Jeffrey T. Linam

Vice President of Rates & Regulatory

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³ G.O. 96-B, General Rule 7.4.3

CALIFORNIA-AMERICAN WATER COMPANY

655 W. Broadway, Suite 1410 San Diego, CA 92101 Cancelling

Revised Original Cal. P.U.C. Sheet No. Cal. P.U.C. Sheet No.

XXXX-W 6598-W

Sacramento District Tariff Area - Suburban/Rosemont

Sheet 7

(See Attached)

(Continued)

(TO BE INSERTED BY UTILITY)

Advice 1209

J. T. LINAM

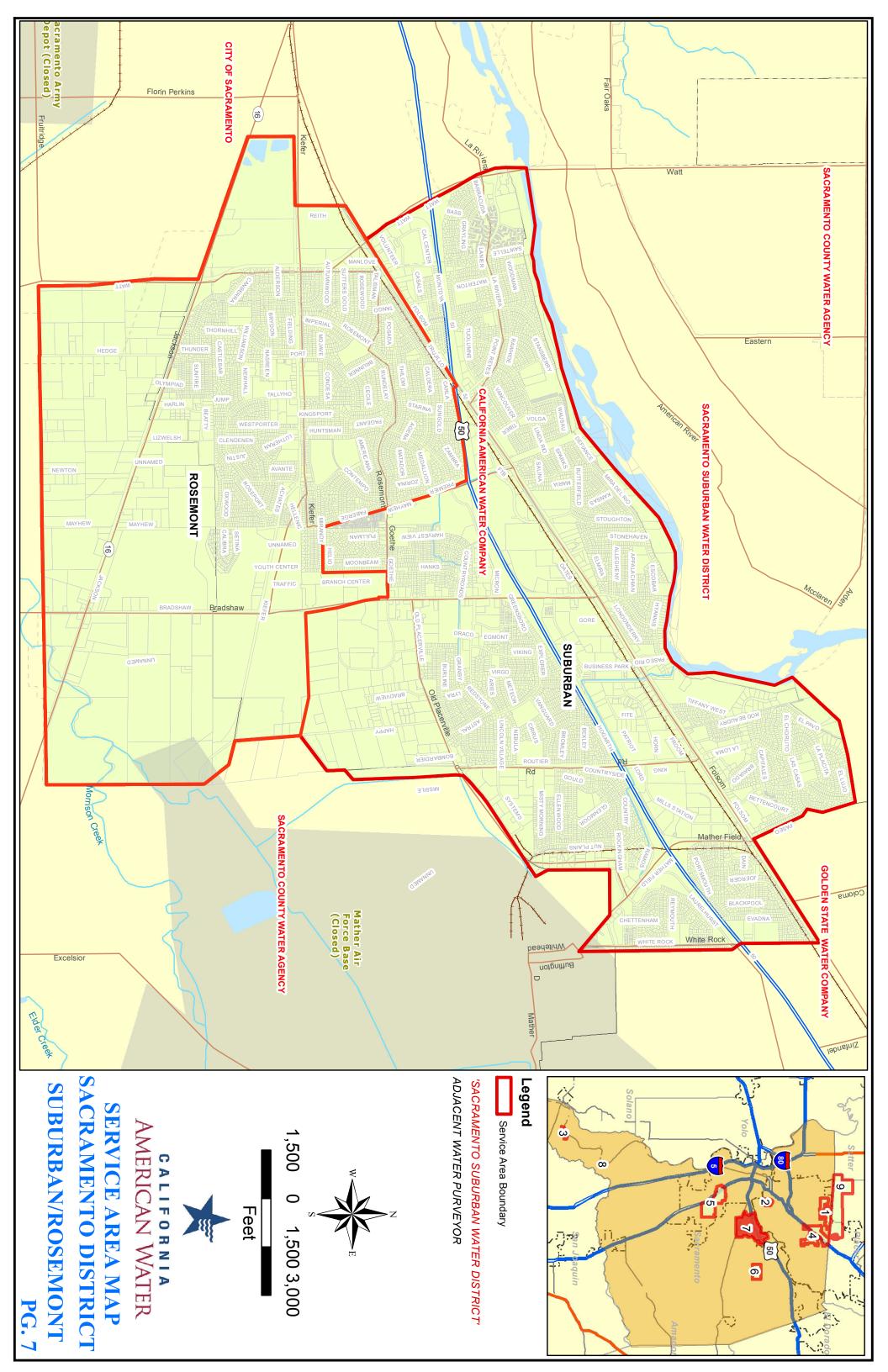
Date Filed

June 8, 2018

Decision

DIRECTOR - Rates & Regulatory

Resolution



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Revised Revised Cal. P.U.C. Sheet No. Cal. P.U.C. Sheet No.

Resolution

XXXX-W 8752-W

655 W. Broadway, Suite 1410 San Diego, CA 92101

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Sheet 2

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SERVICE AREA Sacramento	MAP (Continued):		V, 6593-W, 8664-W, V, 7500-W, 6598-W, V	
Sacramento- Dun		8163-W		
Sacramento- Gey		8321-W		
Sacramento - Me		8512-W	N. /	
San Diego County	/	6601-W, 6602-V		
Ventura County RATE SCHEDUL	EQ:	6603-W, 6604-V	V	
	<u>cs.</u> ⁄ Income Ratepayer Assistance Pi	ogram		
CA-LIRA	California American Water Low Income Ratepayer Assista	8745-W, 8746-V	V, 8747-W, 8748-W, V, 8541-W, 7724-W,	(C)
	Program	7725-W, 7726-V		
CA-4	California American Water		V, 7739-W, 7740-W,	(C)
	Private Fire Protection Service		V, 8020-W, 8021-W,	
		•	V, 7636-W, 7640-W,	
		7643-W, 7632-V 8206-W	V, 7634-W,8197-W,	
CA-4H	Private Fire Hydrant Service		V, 7744-W, 8186-W,	(C)
1 10 115: (1)		8002-W, 8022-V	V, 7626-W, 7641-W	
Larkfield District	Canaral Matarad Camilaa	0700 W 0704 W	N 0000 W 700F W	(C)
LK-1	General Metered Service	8720-W, 8721-V 8018-W, 7633-V	V, 8683-W, 7995-W, V	(C)
LK-F	Facilities Fees	7651-W		
Los Angeles Cour	nty District			
LA-1	General Metered Service		V, 8724-W, 8685-W, V, 8016-W, 7630-W	(C)
LA-3M	Measured Irrigation Service	8725-W, 7712, 8 W, 7631-W	8547-W, 8251-W, 8017-	(C)
Mantaray Cayaty	District			
Monterey County (Monterey Main, I	ปารเทตเ Hidden Hills, Ryan Ranch, & Bisho	p Service Areas)		
MO-1-SF	General Metered Service		V, 8441-W, 8471-W,	
	Single Family Residential Cust	omers 8560-W, 8444-V	V, 8399-W, 8676-W,	
		8023-W, 8702-V		
MO-1-MF	General Metered Service		V, 8448-W, 8473-W,	
140.40	Multi-Residential Customers	•	V, 8677-W, 8703-W	
MO-1C	General Metered Service		V, 7674-W, 7675-W,	
	Non-Residential Customers	· · · · · · · · · · · · · · · · · · ·	V, 8475-W, 8562-W,	
			V, 8410-W, 8678-W,	
MO-10	General Metered Service	7683-W, 8704-V	v V, 7686-W, 7687-W,	
IVIO-10	Other Customers		V, 8457-W, 8403-W,	
	Carlor Gastomers	8679-W, 7692-V		
	(Co	ntinued)		
(TO BE INSERTED	BY UTILITY) ISS	UED BY (T	TO BE INSERTED BY C.P.U.C.)	
Advice 1209		LINAM Date F	filed June 8, 2	2018
Decision	DIRECTOR -	Rates & Regulatory Effecti	ve	
		D. 1		

CALIFORNIA-AMERICAN WATER COMPANY SERVICE LIST PURSUANT TO SECTION 4.3 OF G.O. NO. 96-B ADVICE LETTER 1209

By Mail

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CALIFORNIA-AMERICAN WATER COMPANY SERVICE LIST PURSUANT TO SECTION 4.3 OF G.O. NO. 96-B ADVICE LETTER 1209

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CALIFORNIA-AMERICAN WATER COMPANY SERVICE LIST PURSUANT TO SECTION 4.3 OF G.O. NO. 96-B ADVICE LETTER 1209

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CALIFORNIA-AMERICAN WATER COMPANY SACRAMENTO DISTRICT – SERVICE LIST ADVICE LETTER 1209

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Robert C. Baptiste 9397 Tucumcari Way Sacramento, CA 95827-1045 Easton Development Company, LLC/ GenCorp Realty Investments, LLC Attn: Michael LaFortune 1180 Iron Point Road, Suite 350 Folsom, CA 95763

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Donald Lockhart Assistant Executive Dir Sacra Local Agency Formation Comm'n 1112 I Street, Suite 100 Sacramento, CA 95814

Elliott Homes Attn: Price Walker 640 Palladio Parkway, Suite 521 Folsom, CA 95630

CALIFORNIA-AMERICAN WATER COMPANY SACRAMENTO DISTRICT – SERVICE LIST ADVICE LETTER 1209

BY E-MAIL

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Amy Van, City Clerk City of Citrus Heights 6237 Fountain Square Drive Citrus Heights, CA 95621 avan@citrusheights.net

Linda Garcia, City Clerk City of Isleton P.O. Box 716 Isleton, CA 95641 Igarcia@cityofisleton.com

Marvin Philo 3021 Nikol Street Sacramento, CA 95826 mhphilo@aol.com 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***

Jim McCauley, Clerk-Recorder Placer County 2954 Richardson Drive Auburn, CA 95603 skasza@placer.ca.gov

Citrus Heights Water District 6230 Sylvan Road Citrus Heights, CA 95610 rchurch@chwd.org