STATE OF CALIFORNIA GAVIN NEWSOM, Governor

PUBLIC UTILITIES COMMISSION

505 VAN NESS AVENUE SAN FRANCISCO, CA 94102-3298

August 11, 2022



Jonathan Morse Sr. Manager Rates & Regulatory California-American Water Company 520 Capitol Mall Ste. 630 Sacramento, CA 95814

Dear Mr. Morse,

The Water Division of the California Public Utilities Commission has approved California-American Water Company's Advice Letter No. 1378, filed on July 18, 2022, regarding 2019 GRC Interim Rate True-Up – Northern for the Northern Division District.

Enclosed are copies of the following revised tariff sheets, effective August 18, 2022, for the utility's files:

P	J.	J.	C	·
_			_	_

Sheet No.	Title of Sheet
10559-W	Schedule No. ND-1, Northern Division Tariff Area
	General Metered Services, Sheet 6
10560-W	Schedule No. ND-1, Northern Division Tariff Area
	General Metered Services, Sheet 7
10561-W	Schedule No. ND-1, Northern Division Tariff Area
	General Metered Services, Sheet 9
10562-W	Table Of Contents, Sheet 3
10563-W	Table Of Contents, Sheet 1

Please contact Bradley Leong at BL4@cpuc.ca.gov or 415-703-2307, if you have any questions.

Thank you.

Enclosures

CALIFORNIA PUBLIC UTILITIES COMMISSION DIVISION OF WATER AND AUDITS

Advice Letter Cover Sheet

Date Mailed to Service List: July 18, 2022

Protest Deadline (20th Day): August 07, 2022

Review Deadline (30th Day): August 17, 2022

Requested Effective Date: August 18, 2022

Rate Impact: \$See AL

See AL%

Utility Name: California American Water

 $\boxtimes 2$

□3

Description: 2019 GRC Interim Rate True-Up – Northern

 \square Compliance

District: Northern Division

CPUC Utility #: U210W

Tier □1

Advice Letter #: 1378

Authorization

	adline for this advice letter is 2 st" section in the advice letter		t this advice l	etter was mailed to the service list. Please
Utility Contact:	Jonathan Morse	Utili	ty Contact:	Nancy Hollingsworth
Phone:	916-568-4237		Phone:	916-568-4209
Email:	Jonathan.Morse@amwat	er.com	Email:	Nancy.Hollingsworth@amwater.com
DWA Contac	ct: Tariff Unit			
Phone: (415) 703-1133				
Ema	water.Division@cpuc.d	ca.gov		
		DWA USE ONLY		
<u>DATE</u>	<u>STAFF</u>			COMMENTS
[] APPROVED		[]WITHDRAWN		[] REJECTED
Signature:		Comments:		
Date:		_		



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

www.amwater.com



July 18, 2022

AMERICAN WATER

ADVICE LETTER NO. 1378

TO THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

California-American Water Company (California American Water) (U210W) hereby submits for review this advice letter, including the following tariff sheets applicable to the Northern Division service areas.

Purpose:

The purpose of this advice letter filing is to request recovery of the 2019 General Rate Case ("GRC") Interim Rate Memorandum Account for the Northern Division in connection with California American Water's 2019 General Rate Case in A.19-07-004. This request is in compliance with authorizations of the California Public Utilities Commission as detailed in the Rate Case Plan in D. 07-05-062 ("RCP") and the *Administrative Law Judge's Ruling Granting Interim Rates* ("Ruling") issued on September 10, 2020 in A.19-07-004.

Background

D.21-11-018 was issued on November 23, 2021, nearly one year after 2021 test year rates were scheduled to be in effect. Given the delay in the final decision, California was granted authorization to track in a memorandum account the difference between interim rates and final rates for subsequent recovery or refund. Consistent with the Ruling, California American Water filed Advice Letter 1318-A which implemented interim rates effective January 1, 2021 and established the GRC Interim Rate True-up Memorandum Account to track the differences between revenues billed at interim rates and revenues that should have been billed under the final rates implemented and billed under D.21-11-018.

Consistent with D.21-11-018 California American Water filed its GRC implementation advice letter, Advice Letter 1353, on December 23, 2021. California American Water then filed for 2022 Escalation Year Rates (Advice Letter 1356) and its 2022 Annual Consumption Adjustment Mechanism ("ACAM") (Advice Letter 1359), also consistent with D.21-11-018. All rates and tariffs associated were implemented and began billing on March 4, 2022.

In order to calculate the interim rate true-up, California American Water needed new rates to bill for multiple billing cycles. California American Water hereby submits this filing to recover the balances in the GRC Interim Rate True-up Memorandum Account for its Northern Division.

Request:

California American Water requests that the interim rate true-up be collected via a quantity-based surcharge through the end of 2023 covering the remaining General Rate Case period.

The total amount of undercollected revenues for the Northern Division is \$2,976,991.

Tier Designation:

California American Water is submitting this as a Tier 2 advice letter pursuant to General Order 96-B.

Effective Date:

California American requests an effective date of August 18, 2022.

Service List:

Service Lists – In accordance with General Rules 4.3 and 7.2, and Water Industry Rule 4.1, of General Order (GO) 96-B, Cal-Am served copies of Advice Letter 1378 to adjacent utilities and other parties requesting such notification, on July 18, 2022. Please note that, consistent with the Commission's guidelines for service during the COVID-19 pandemic, this advice letter is only being distributed electronically.

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 re-litigating 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.

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:

¹ G.O. 96-B, General Rule 7.4.1

² G.O. 96-B, General Rule 7.4.2

Email Address:

Mailing Address:

Water.Division@cpuc.ca.gov

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:	Mailing Address:
ca.rates@amwater.com	4701 Beloit Drive Sacramento, CA 95838
jonathan.morse@amwater.com	4701 Beloit Drive Sacramento, CA 95838
sarah.leeper@amwater.com	555 Montgomery Street, Ste.
	<u>916</u> San Francisco, CA 94111

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.

CALIFORNIA-AMERICAN WATER COMPANY

/s/ Jonathan Morse

Jonathan Morse
Sr. Manager Rates and Regulatory

³ G.O. 96-B, General Rule 7.4.3

Attachm	ent 1
Advice	1378

Cal P.U.C. Sheet No.	Title of Sheet	Cancelling Cal P.U.C. Sheet No.
10559-W	Schedule No. ND-1 Northern Division Tariff Area GENERAL METERED SERVICES Sheet 6	10341-W
10560-W	Schedule No. ND-1 Northern Division Tariff Area GENERAL METERED SERVICES Sheet 7	10478-W
10561-W	Schedule No. ND-1 Northern Division Tariff Area GENERAL METERED SERVICES Sheet 9	10305-W
10562-W	TABLE OF CONTENTS Sheet 3	10557-W
10563-W	TABLE OF CONTENTS Sheet 1	10558-W

655 W. Broadway, Suite 1410

San Diego, CA 92101

Revised Cancelling Revised

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

10559-W 10341-W

Schedule No. ND-1 Northern Division Tariff Area GENERAL METERED SERVICES Sheet 6

NORTHERN DIVISION TARIFF AREA (Continued)

SPECIAL CONDITIONS
General Items

All Northern Division

- 1. Qualifying low-income customers can receive a discount on their bill. Customers must apply with the Company for acceptance into the low-income program. For additional details, please see Tariff Schedule CA-CAP.
- 2. Multi-Use Customers (formerly Residential Fire Protection Service "R.F.P.S.") are assessed a surcredit as listed on tariff schedule CA-Multi-Use.
- 3. In accordance with Section 2714 of the Public Utilities Code, if a tenant in a rental unit leaves owing the Company, service to subsequent tenants in that unit will, at the Company's option, be furnished on the account of the landlord or property owner

Sacramento, Meadowbrook, and Larkfield Tariff Areas

 Pursuant to Decision D. 21-11-018 and in accordance with the Preliminary Statement, the Annual Consumption Adjustment Mechanism (ACAM) pilot provides for an annual adjustment to California American Water Northern Division District rates based on the 12-month actual consumption ending September 30th of the prior year.

Fruitridge Vista Service Area

- 1. Fruitridge Vista Flat Rate applies to a service connection not larger than one inch in diameter.
- 2. If the utility so elects, a meter shall be installed, and water served under Schedule ND-1 Fruitridge Vista General Metered Service.

Fees and Surcharges

All Northern Division

- 1. All bills are subject to the reimbursement fee set forth in Schedule No. UF.
- 2. A surcharge for the Customer Assistance Program (CAP) is applied to each California American Water customer bill. Please refer to tariff CA-FEES for charges and details.
- A surcharge is included on each bill to collect franchise taxes and/or business license fees paid to various municipalities. The amount collected is based on a percentage of gross revenues of each bill. The percentage is 2.00% to Sacramento County, Placer County, City of Rancho Cordova, and Larkfield Sonoma County respectively.
- 4. Per Advice Letter 1378 and D.21-11-018 a surcharge of \$0.0217 per cgl will be collected from metered customers for the 2019 General Rate Case interim rate true-up. Flat rate customers in Fruitridge Vista will be charged a flat surcharge \$2.57 per month. The surcharges will be collected until December 31, 2023.

(N) (N)

(Continued)

(TO BE INSERTED BY UTILITY)

Advice 1378

J. T. LINAM

Date Filed 07/18/2022

Decision

DIRECTOR - Rates & Regulatory

Resolution

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

Revised Cancelling Revised Cal. P.U.C. Sheet No. Cal. P.U.C. Sheet No. 10560-W 10478-W

Schedule No. ND-1 Northern Division Tariff Area **GENERAL METERED SERVICES** Sheet 7

NORTHERN DIVISION TARIFF AREA (Continued)

SPECIAL CONDITIONS (Continued): Fees and Surcharges (Continued):

Sacramento, Meadowbrook, and Larkfield Tariff Areas

1. Per Advice Letter 1356, the under-collected balance in the Northern Division Consolidated Expense Balancing Account (CEBA) will be recovered through a quantity- based surcharge of \$0.0209 per 100 gallons over 12 months beginning March 4, 2022. The total amount will be recovered from all classes of customers.

(T)

(L)

Sacramento and Meadowbrook Service Areas

1. Per D.18-12-021 a meter- based bill credit for the 2020 Excess Plant Related Accumulated Deferred Income Tax will be refunded to customer over 12-months beginning November 1, 2021, as shown in the table below.

Meter Size	Refunds by Meter Equivalents
5/8 x 3/4	\$0.20
3/4	\$0.30
1	\$0.51
1 1/2	\$1.01
2	\$1.62
3	\$3.04
4	\$5.06
6	\$10.13
8	\$16.21
10	\$23.30
12	\$33.43

2. Per Advice Letter 1373 and D.16-12-014, a surcharge of \$0.26 per customer per month to recover the remaining balance associated with the Meadowbrook acquisition Contribution in Aid of Construction (CIAC) will be collected over 16 months beginning upon approval of Advice Letter 1373.

(Continued)

(TO BE INSERTED BY UTILITY) ISSUED BY (TO BE INSERTED BY C.P.U.C.) 07/18/2022 Advice 1378 J. T. LINAM Date Filed Decision **DIRECTOR - Rates & Regulatory** Effective 08/18/2022 Resolution

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

Revised Cancelling Revised Cal. P.U.C. Sheet No. Cal. P.U.C. Sheet No. 10561-W 10305-W

Schedule No. ND-1 Northern Division Tariff Area **GENERAL METERED SERVICES** Sheet 9

NORTHERN DIVISION TARIFF AREA (Continued)

Fees and Surcharges (Continued)

Larkfield Service Area (Continued)

2. Per D.18-12-021 a meter-based bill credit for the 2020 Excess Plant Related Accumulated Deferred Income Tax will be refunded to customers over 12-months beginning November 1, 2021, as shown in the table below.

> **Refunds by Meter Meter Size Equivalents** 5/8 x 3/4 \$0.41 \$0.62 3/4 1 \$1.03 1 1/2 \$2.06 2 \$3.30 \$6.18 3 4 \$10.30 6 \$20.60 8 \$32.97 10 \$47.39

 (\dagger)

(Continued)

(TO BE INSERTED BY UTILITY)

Advice 1378 Decision

ISSUED BY J. T. LINAM

DIRECTOR - Rates & Regulatory

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

Effective

07/18/2022 08/18/2022

Resolution

(T)

CALIFORNIA-AMERICAN WATER COMPANY

655 W. Broadway, Suite 1410

San Diego, CA 92101

Revised Revised

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

10562-W 10557-W

(C)

TABLE OF CONTENTS

Sheet 3

SUBJECT MATTER OF SHEET

C.P.U.C. SHEET NO.

RATE SCHEDULES (Continued):

Monterey County District

(Monterey Main, Hidden Hills, Ryan Ranch, & Bishop Service Areas)

MO-1-SF General Metered Service 10396-W, 10555-W, 10266-W, 10267-W, 10544-W,

Single Family Residential 10269-W

Customers

MO-1-MF General Metered Service 10397-W, 10553-W, 10272-W, 10273-W, 10545-W,

Multi-Residential Customers 10275-W

MO-1C General Metered Service 10398-W, 10277-W, 10278-W, 10279-W, 10552-W,

Non-Residential Customers 10281-W, 10453-W, 10546-W

MO-1O General Metered Service 10359-W, 10360-W, 10554-W, 10288-W, 10455-W,

Other Customers 10547-W

Schedule No. Multi-Use Residential 10440-W

CA-Multi-Use Customers

Central Division

CEN-1 General Metered Service 10399-W, 10363-W, 10364-W, 10295-W, 10296-W

Northern

Division

(Fruitridge Vista, Hillview, Larkfield, Meadowbrook, & Sacramento Service Areas)

ND-1 General Metered Service 10388-W, 10389-W, 10390-W, 10339-W, 10340-W,

10559-W, 10560-W, 10304-W, 10561-W, 10441-W,

10442-W 10342-W

10343-W

ND-HV-9M Measured Services For

Trucks

Schedule No. Multi-Use Residential

CA- Multi-Use Customers

Southern Division

(Los Angeles Service Areas- DU, SM, RP & BH, San Diego, Ventura Service Areas)

SOU-1 General Metered Service 10404-W, 10405-W, 10375-W, 10376-W, 10311-W,

10312-W, 10313-W, 10314-W

Schedule No. Multi-Use Residential

CA-Multi-Use Customers

10377-W

(Continued)

(TO BE INSERTED BY UTILITY)

Advice 1378

J. T. LINAM

Date Filed 07/18/2022

Decision

DIRECTOR - Rates & Regulatory

Resolution

CALIFORNIA-AMERICAN WATER COMPANY

655 W. Broadway, Suite 1410

San Diego, CA 92101

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

10563-W 10558-W

TABLE OF CONTENTS

Sheet 1

SUBJECT MATTER OF SHEET	C.P.U.C. SHEET NO.
TITLE PAGE	10094-W
TABLE OF CONTENT	10558-W, 10476-W, 10557-W, 10475-W, 10536-W, 10508-W, 10507-W, 10506-W, 10505-W, 10504-W
PRELIMINARY STATEMENTS	10550-W, 10551-W, 10169-W, 10170-W, 10171-W, 10172-W, 10173-W, 9636-W, 10174-W, 10175-W, 10176-W, 10177-W, 10178-W, 10179-W, 10180-W, 10181-W, 10183-W, 10184-W, 10185-W, 10190-W, 10191-W, 10192-W, 10193-W, 10194-W, 10195-W, 10196-W, 10197-W, 10198-W, 10200-W, 10201-W, 10202-W, 10203-W, 10200-W, 10460-W, 10461-W, 10208-W, 10209-W, 10210-W, 10556-W, 10211-W, 10212-W, 10213-W, 10214-W, 10215-W, 10216-W, 10217-W, 10218-W, 10220-W, 10222-W, 10223-W, 10224-W, 10225-W, 10227-W, 10228-W, 10229-W, 10231-W, 10232-W, 10233-W, 10234-W, 10235-W, 10236-W 10237-W, 10238-W
SERVICE AREA MAP: California-American Water Company	5470-W
East Pasadena Service Area Fruitridge Vista Hillview Service Area Larkfield	10102-W 9487-W 9557-W 6569-W
Los Angeles County Baldwin Hills Duarte San Marino Monterey County	9157-W, 9158-W 6571-W, 6572-W, 6578-W 6573-W, 6574-W, 6575-W, 6576-W, 8211-W 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,

(Continued)

(TO BE INSERTED BY UTILITY) ISSUED BY (TO BE INSERTED BY C.P.U.C.) 07/18/2022 Advice 1378 J. T. LINAM Date Filed 08/18/2022 Decision DIRECTOR - Rates & Regulatory Effective Resolution

SACRAMENTO DISTRICT SERVICE LIST CALIFORNIA-AMERICAN WATER COMPANY **ADVICE LETTER 1378**

BY MAIL:

Carol Smith

Walt Shannon 8356 Auberry Drive Sacramento, CA 95828

Sacramento County WMD

827 7th Street, Room 301

Sacramento, CA 95814

Robert A. Ryan, Jr. County of Sacramento Downtown Office 700 H Street, Suite 2650

Sacramento, CA 95814

Mark Norris

County Clerk-Recorder County of Sacramento 600 8th Street

State of California

Sacramento, CA 95814

Steven J. Thompson 5224 Altana Way Sacramento, CA 95841

6241 Cavan Drive, 3

Citrus Heights, CA 95621

Fruitridge Vista Water Company P.O. Box 959

Sacramento, CA 95812

Robert C. Baptiste 9397 Tucumcari Way Sacramento, CA 95827-1045

Anthony La Bouff, County Counsel

Rio Linda Water District 730 L Street

Rio Linda, CA 95673

Placer County 175 Fulweiler Avenue Auburn, CA 95603

State of California, Dept. of Health Services Safe Drinking Water State Rev Fund Program Attn: Chief, Safe Drinking Water 1616 Capitol Mall, MS 7418 Post Office Box 997413

BY E-MAIL:

Department of Water Resources Safe Drinking Water Office, Room 804

Attn: Program Manager Post Office Box 942836 Sacramento, CA 94236-0001 Richard Rauschmeier

California Public Utilities Commission

DRA - Water Branch, Rm 4209

505 Van Ness Ave San Francisco, CA 94102 rra@cpuc.ca.gov

Division of Ratepayer Advocates California Public Utilities Commission dra water al@cpuc.ca.gov

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

Sacramento, CA 95899-7413

Florin County Water District P.O. Box 292055 Sacramento, CA 95829 fcwd@sbcglobal.net

City of Sacramento, Water Division 1391 35th Avenue Sacramento, CA 95822 dsherry@cityofsacramento.com 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 lgarcia@cityofisleton.com Marvin Philo 3021 Nikol Street Sacramento, CA 95826 mhphilo@aol.com

Jim McCauley, Clerk-Recorder

Placer County

2954 Richardson Drive Auburn, CA 95603 skasza@placer.ca.gov

Placer County Water Agency **Customer Service Department** customerservices@pcwa.net

Heather Hernandez Sacramento Suburban Water District 3701 Marconi Avenue, Suite 100 Sacramento, CA 95821-5303 HHernandez@sswd.org