

**CALIFORNIA PUBLIC UTILITIES COMMISSION
DIVISION OF WATER AND AUDITS**

Advice Letter Cover Sheet

Utility Name: California American Water	Date Mailed to Service List: November 12 2019
District: Monterey Waste Water	
CPUC Utility #: U210W	Protest Deadline (20th Day): December 2, 2019
Advice Letter #: 59-S	Review Deadline (30th Day): December 12, 2019
Tier <input checked="" type="checkbox"/> 1 <input type="checkbox"/> 2 <input type="checkbox"/> 3 <input type="checkbox"/> Compliance	Requested Effective Date: January 1, 2020
Authorization D.18-12-021	
Description: Monterey Waste Water 2020 Step Rates	Rate Impact: \$See AL See AL%

The protest or response deadline for this advice letter is 20 days from the date that this advice letter was mailed to the service list. Please see the "Response or Protest" section in the advice letter for more information.

Utility Contact: Kamilah Jones
Phone: 916-568-4237
Email: Kamilah.Jones@amwater.com

Utility Contact: Jonathan Morse
Phone: 916-568-4237
Email: jonathan.morse@amwater.com

DWA Contact: Tariff Unit
Phone: (415) 703-1133
Email: Water.Division@cpuc.ca.gov

DWA USE ONLY

DATE

STAFF

COMMENTS

<hr/>	<hr/>	<hr/>
<hr/>	<hr/>	<hr/>
<hr/>	<hr/>	<hr/>

APPROVED

WITHDRAWN

REJECTED

Signature: _____

Comments: _____

Date: _____



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

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

November 12, 2019

ADVICE LETTER NO. 59-S

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 its Monterey County Sewer Service which are attached hereto:

<u>C.P.U.C. Sheet No.</u>	<u>Title of Sheet</u> Schedule No. SA	<u>Canceling Sheet No.</u>
XXX-W	Monterey County Sewer Service ACTIVE SEWER SERVICE	246-W
XXX-W	Schedule No. SA (Continued) Monterey County Sewer Service ACTIVE SEWER SERVICE	247-W
XXX-W	Schedule No. WW-LIRA (Continued) Monterey County Sewer Service LOW INCOME RATEPAYER ASSISTANCE PROGRAM	248-W
XXX-W	TABLE OF CONTENTS (Page 1)	250-W

Purpose:

The purpose of this advice letter filing is to request approval of the 2020 step rates for Monterey County Sewer Service in accordance with Decision (D.) 18-12-021. This advice letter requests implemented rates for escalation year 2020 be made effective and implemented in accordance with California Public Utilities Commission (Commission) Decision (D.) 18-12-021.

Background:

Submission of these tariffs is made in compliance with Ordering Paragraphs 42 and 43 of Decision (D.)18-12-021 dated December 13, 2018 which states:

42. California-American Water Company (Cal-Am) is directed to file escalation filings for attrition years 2019 and 2020 through appropriate Tier 1 advice letter filings in conformance with General Order 96-B and the advice letter procedures found in

Section VII of Appendix A attached to Decision (D.) 07-05-062 for every district where there is a projected decrease in rates. Cal-Am may also file escalation filings for 2019 and 2020 pursuant to these procedures for every district where there is a projected increase in rates. D.07-05-062 requires escalation filings to be filed no later than 45 days prior to the start of the escalation year. In light of the effective date of this decision, any escalation filing for attrition year 2019 shall instead be filed within 90 days from the effective date of this decision and shall be effective 45 days from the date of filing.

43. *California-American Water Company is authorized to revise tariff schedules, and to concurrently cancel its present schedules for such service upon the effective date of its 2019 escalation filing. The revision of tariff schedules for authorized rates in 2018 shall be included and subsumed in California-American Water Company's escalation filing for attrition year 2019. The advice letter shall include all calculations and documentation necessary to support the requested rate changes for both authorized 2018 rates and their escalation for 2019.*

Request:

This advice letter filing is to request implementation of the Monterey County Sewer Service's 2020 step increase. As shown the earnings test and workpapers for the twelve months ended September 30, 2019, the district earned a rate of return of 7.56% on a recorded basis and 7.02% on a "pro forma" basis. The most recent authorized rate of return per D.18-03-035 was 7.61% adjusted to 7.63% to match the designated pro forma period.

In compliance with Decision D.18-12-021 California American Water requests, approval of all submitted tariff revisions.

Tier Designation:

This advice letter is submitted pursuant to General Order No. 96-B and D.18-12-021 and is designated as a Tier 1 filing.

Effective Date:

California American requests an effective date of January 1, 2020.

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;

¹ G.O. 96-B, General Rule 7.4.1

² G.O. 96-B, General Rule 7.4.2

- (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 (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	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 Cal-Am at:

Email Address: Kamilah.Jones@amwater.com	Mailing Address: 4701 Beloit Drive Sacramento, CA 95838
legalteamca@amwater.com	555 Montgomery Street, Suite 816 San Francisco, CA 94111
Jonathan.Morse@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.

³ G.O. 96-B, General Rule 7.4.3

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 Kamilah Jones at (916) 568-4232.

CALIFORNIA-AMERICAN WATER COMPANY

/s/ Jeffrey T. Linam

Jeffrey T. Linam
Vice President of Rates & Regulatory

Schedule SA
Monterey Waste Water District Tariff Area
ACTIVE SEWER SERVICE

Sheet 1

APPLICABILITY

Applicable to all Active Sewer Services.

TERRITORY

The systems at Las Palmas, Pasadera, Carmel Valley Ranch and Indian Springs

RATES

<u>Las Palmas:</u>	<u>Per Service Per Month</u>
Service Charge Residential	\$124.18
Service Charge for School (5 EDUs)	\$620.93
Service Charge for Small Office Park (6 EDUs)	\$745.14
Service Charge for Golf Course (4 EDUs)	\$496.76
<u>Pasadera:</u>	
Service Charge Residential	\$124.18
<u>Carmel Valley Ranch:</u>	
Service Charge Residential	\$124.18
Service Charge for Hotel (144 EDUs)	\$17,883.23
<u>Indian Springs:</u>	
Service Charge for Residential and Small Commercial	\$124.18

(l)
|
(l)

SPECIAL CONDITIONS

FEES & SURCHARGES

1. All bills are subject to the Public Utilities Commission Reimbursement Fee set forth on Schedule No. UF.
2. Per Advice Letter 58-S, the under-collected balance in the Monterey Waste Water Consolidated Expense Balancing Account will be recovered through a monthly connection surcharge of \$0.54 over 12 months effective September 22, 2019.
3. Per Advice Letter 47-S-A, a surcharge of \$1.21 for the Low-Income Ratepayer Assistance Program ("LIRAP") Balancing Account will be collected from all non-low income water and wastewater customers.

(Continued)

(TO BE INSERTED BY UTILITY)	ISSUED BY	(TO BE INSERTED BY C.P.U.C.)
Advice 5X - Step MON WW	J. T. LINAM	Date Filed
Decision	DIRECTOR - Rates & Regulatory	Effective _____ Resolution _____

Schedule SA
Monterey Waste Water District Tariff Area
ACTIVE SEWER SERVICE

Sheet 3

APPLICABILITY

Applicable to the Society for the Prevention of Cruelty to Animals for Monterey County, Inc. ("SPCA") Sewer Service in the Pasadera area.

TERRITORY

The point of service connection between California American Water and SPCA in the Pasadera area.

RATES

<u>Contracted Property:</u>	<u>Service Charge per Month</u>	
SPCA (25 EDUs)	\$3,104.57	(l)

SPECIAL CONDITIONS

1. All bills are subject to the Public Utilities Commission Reimbursement Fee set forth on Schedule No. UF.
2. Per advice Letter 58-S, the under-collected balance in the Monterey Waste Water Consolidated Expense Balancing Account will be recovered through a monthly connection surcharge of \$0.54 over 12 months effective September 22, 2019.
3. Per Advice Letter 53-S, a surcharge of \$1.81 for the Low-Income Ratepayer Assistance Program ("LIRAP") Balancing Account will be collected from all non-low income water and wastewater customers.
4. Per D.18-12-021 a Sewer Tariff Rate based bill credit for the Excess Non Plant Accumulated Deferred Income Tax will be refunded to customers over the 24-month period beginning August 1, 2019.

Sewer Tariff Area	Refunds by Rate Equivalents
Oak Hills, Spreckels, Village Greens, White Oaks - Passive (Residential)	\$0.60
Spreckels - Public Authority	\$0.90
Spreckels - Commercial	\$1.50
Carmel Valley Ranch, Indian Springs, Las Palmas, Pasadera - Active (Residential) Pasadera - Commercial	\$3.00
Spreckels - Industrial	\$4.79
Pasadera - Golf	\$8.99
Las Palmas - Public Authority	\$14.98
Las Palmas - Commercial	\$29.97
SPCA - Contracted Property	\$47.95
Carmel Valley Ranch - Hotel	\$68.93

(Continued)

(TO BE INSERTED BY UTILITY) Advice 5X - Step MON WW Decision	ISSUED BY J. T. LINAM DIRECTOR - Rates & Regulatory	(TO BE INSERTED BY C.P.U.C.) Date Filed _____ Effective _____ Resolution _____
--	---	---

Schedule SP
Monterey Waste Water District Tariff Area
PASSIVE SEWER SERVICE

Sheet 4

APPLICABILITY

Applicable to all Passive Sewer Services.

TERRITORY

The systems at White Oaks, Spreckels, Village Green and Oak Hills

RATES

<u>Oak Hills:</u>		<u>Per Service Per Month</u>	
Service Charge for Residential and Small Commercial.....		\$55.76	(I)
<u>Spreckels:</u>			
Service Charge for Residential and Small Commercial.....		\$55.76	
Service Charge for School		\$83.62	
Service Charge for Large Commercial (4 or more Employees).....		\$111.52	
Service Charge for Industrial		\$334.55	
<u>White Oaks:</u>		<u>Per Service Per Month</u>	
Service Charge for Residential		\$55.76	
<u>Village Green:</u>			
Service Charge for Residential		\$55.76	(I)

SPECIAL CONDITIONS

FEES & SURCHARGES

1. All bills are subject to the Public Utilities Commission Reimbursement Fee set forth on Schedule No. UF.
2. Per Advice Letter 58-S, the under-collected balance in the Monterey Waste Water Consolidated Expense Balancing Account will be recovered through a monthly connection surcharge of \$0.54 over 12 months effective September 22, 2019. (C)
(C)
(C)
3. Per Advice Letter 47-S-A, a surcharge of \$1.81 for the Low-Income Ratepayer Assistance Program ("LIRAP") Balancing Account will be collected from all non-low income water and wastewater customers.

(Continued)

(TO BE INSERTED BY UTILITY)	ISSUED BY	(TO BE INSERTED BY C.P.U.C.)
Advice 5X - Step MON WW	J. T. LINAM	Date Filed
Decision	DIRECTOR - Rates & Regulatory	Effective _____ Resolution _____

TABLE OF CONTENTS

Sheet 1

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

<u>SUBJECT MATTER OF SHEET</u>	<u>C.P.U.C. SHEET NO.</u>	
<u>RATE SCHEDULES</u> (Continued):		
Title Page	192-S	
Table of Contents	XXX-S	(C)
Preliminary Statement	176-S, 4-S, 5-S, 78-S, 177-S, 178-S, 179-S, 180-S	
Service Area Maps	6-S, 64-S, 65-S, 8-S, 57-S, 58-S, 9-S, 59-S, 194-S	
<u>Rate Schedules:</u>		
Schedule No. SP – Passive Sewer Service	XXX-S, 244-S	(C)
Schedule No. SA – Active Sewer Service	XXX-S, 241-S, XXX-S,	(C)
Schedule No. UF	212-S	
Schedule No. WW-LIRA	232-S, 210-S, 171-S, 172-S, 199-S	
Schedule No. WW-DU	249-S	
<u>FEES, CONTRACTS & DEVIATIONS</u>		
<u>Rules:</u>		
No. 1 Definitions	174-S	
No. 2 Description of Service	158-S	
No. 3 Application for Service	89-S, 13-S	
No. 4 Contracts	14-S	
No. 5 Special Information Required on Forms	15-S, 90-S	
No. 6 Establishment and Reestablishment of Credit	16-S	
No. 7 Deposits	17-S, 18-S, 19-S	
No. 8 Notices	20-S	
No. 9 Rendering and Payment of Bills	21-S, 22-S	
No. 10 Disputed Bills	23-S	
No. 11 Discontinuance and Restoration of Service	24-S, 25-S, 26-S, 175-S	
No. 12 Information Available to Public	27-S, 28-S	
No. 13 Temporary Service	29-S, 30-S, 31-S	
No. 14 Continuity of Service	32-S, 33-S	
No. 15 Main Extensions	34-S	
No. 16 Service Connections, Meters, and Customer's Facilities	35-S	
No. 17 Measurement of Service	36-S	
No. 18 Meter Tests and Adjustment of Bills for Meter Error	37-S, 38-S, 39-S, 40-S	
No. 19 Service to Separate Premises and Multiple Units and Resale of Sewer Service	41-S	
No. 20 Limitation on Wastes Discharged into the Utility's Sewer System	42-S, 43-S, 44-S, 45-S	
No. 21 Commercial, Institutional and Industrial Wastes	46-S	
No. 22 The Military Family Financial Relief Act	47-S	
<u>Sample Forms:</u>		
No. 1 Application for Sewer Service	48-S	
No. 2 Customer's Deposit Receipt	49-S	
No. 3 Bill for Service	50-S	
No. 4 Main Extension Contract	51-S, 52-S	
No. 5 Main Extension Contract (Individuals)	53-S, 54-S	
	55-S	

(Continued)

(TO BE INSERTED BY UTILITY)		ISSUED BY	(TO BE INSERTED BY C.P.U.C.)	
Advice	5X - Step MON WW	J. T. LINAM	Date Filed	_____
Decision		DIRECTOR - Rates & Regulatory	Effective	_____
			Resolution	_____

MONTEREY WASTEWATER COUNTY DISTRICT SERVICE LIST
CALIFORNIA-AMERICAN WATER COMPANY
ADVICE LETTER 59-S

BY MAIL:

	Los Angeles Docket Office California Public Utilities Commission 320 West 4th Street, Suite 500 Los Angeles, CA 90013	Monterey Peninsula Water Mgmt Dist. Chief Financial Officer P.O. Box 85 Monterey, CA 93942
Alco Water Service 249 Williams Road Salinas, CA 93901	Monterey Regional Water Pollution Control Agency (MRWPCA) 5 Harris Court Road. Bldg D. Monterey, CA 93940	City of Pacific Grove City Attorney/City Hall 300 Forest Ave 2nd floor Pacific Grove, CA 93950
Yazdan Emrani, P.E. Deputy Pub Works Director – Operations Monterey County DPW 168 W. Alisal Street, 2nd floor Salinas, CA 93901-2680	City of Pacific Grove c/o Community Development Department Attention: Sarah Hardgrave 300 Forest Ave., 2nd floor Pacific Grove, CA 93950	Deborah Mall, City Attorney City of Monterey 512 Pierce Street Monterey, CA 93940
Ann Camel City Clerk City of Salinas 200 Lincoln Avenue Salinas, CA 93901	City of Sand City City Hall California & Sylvan Avenues Sand City, CA 93955 Attn: City Clerk	Irvin L. Grant Deputy County Counsel County of Monterey 168 W. Alisal Street, 3rd floor Salinas, CA 93901-2680
Karen Crouch City Clerk, Carmel-By-The-Sea PO Box CC Carmel-by-the-Sea, CA 93921	Donald G. Freeman City Attorney City of Carmel-By-The-Sea PO Box 805 Carmel-by-the-Sea, CA 93921	Darryl D. Kenyon Monterey Commercial Property Owners Association P.O. Box 1953 Monterey, CA 93942
Don Freeman City of Seaside City Attorney 440 Harcourt Avenue Seaside, CA 93955	Edward W. O'Neill Davis Wright Tremaine LLP 505 Montgomery Street San Francisco, CA 94111-6533	Marc J. Del Piero 4062 El Bosque Drive Pebble Beach, CA 93953-3011
Sarah E. Leeper California American Water 555 Montgomery St, Suite 816 San Francisco, CA 94111	Gerard A. Rose PO Box 5427 Carmel, CA 93921	

MONTEREY WASTEWATER COUNTY DISTRICT SERVICE LIST
CALIFORNIA-AMERICAN WATER COMPANY
ADVICE LETTER 59-S

BY E-MAIL:

John K. Hawks
Executive Director
California Water Association
601 Van Ness Avenue, Suite 2047
San Francisco, CA 94102-3200
jhawks_cwa@comcast.net

City of Del Rey Oaks
City Hall
650 Canyon Del Rey Road
Del Rey Oaks, CA 93940
Attn: City Clerk
citymanager@delreyoaks.org
kminami@delreyoaks.org

City of Seaside
City Hall
440 Harcourt Avenue
Seaside, CA 93955
Attn: City Clerk
dhodgson@ci.seaside.ca.us
to'halloran@ci.seaside.ca.us

David C. Laredo
Attorney at Law
DeLay & Laredo
606 Forest Ave
Pacific Grove, CA 93950
dave@laredolaw.net

Frances M. Farina
Attorney at Law
389 Princeton Avenue
Santa Barbara, CA 93111
ffarina@cox.net

City of Salinas
Vanessa W. Vallarta – City Attorney
200 Lincoln Avenue
Salinas, CA 93901
vanessav@ci.salinas.ca.us
chrisc@ci.salinas.ca.us

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

George Riley
Citizens for Public Water
1198 Castro Road
Monterey, CA 91940
georgetriley@gmail.com

Mike Niccum
General Manager
Pebble Beach Community Svcs. District
3101 Forest Lake Road
Pebble Beach, CA 93953
mniccum@pbcasd.org

Carmel Area Wastewater District
3945 Rio Road
Carmel, CA 93923
buikema@cawd.org

Lloyd Lowery Jr.
Noland, Hammerly, Etienne & Hoss P.C.
333 Salinas St
PO Box 2510
Salinas, CA 93902-2510
lflowrey@nheh.com

Bernardo R. Garcia
PO Box 37
San Clemente, CA 92674-0037
uwua@redhabanero.com

Monterey Peninsula Water Mgmt Dist.
Chief Financial Officer
P.O. Box 85
Monterey, CA 93942
suresh@mpwmd.net

Division of Ratepayer Advocates
California Public Utilities Commission
dra_water_al@cpuc.ca.gov

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

City of Monterey
City Hall
Monterey, CA 93940
Attn: City Clerk
connolly@ci.monterey.ca.us

Gail T. Borkowski, Clerk of the Board
County of Monterey
P.O. Box 1728
Salinas, CA 93902
boydap@co.monterey.ca.us

Laura L. Krannawitter
California Public Utilities Commission
Executive Division, Rm 5303
505 Van Ness Avenue
San Francisco, CA 94102
llk@cpuc.ca.gov

Jim Heisinger
P.O. Box 5427
Carmel, CA 93921
hbm@carmellaw.com

David Heuck
Accounting
2700 17 Mile Drive
Pebble Beach, CA 93953
heuckd@pebblebeach.com

MONTEREY WASTEWATER COUNTY DISTRICT SERVICE LIST
CALIFORNIA-AMERICAN WATER COMPANY
ADVICE LETTER 59-S

Brent Reitz
Capital Services
P.O. Box 1767
Pebble Beach CA 93953
reitzb@pebblebeach.com