

PRELIMINARY STATEMENT
(Continued)

Sheet 1

AJ. Water-Energy Nexus Memorandum Account (“WENMA”)

1. PURPOSE:

The purpose of the Water-Energy Nexus Memorandum Account (WENMA) is to track expenses for water-energy nexus projects.

2. APPLICABILITY:

All areas served by California American Water

3. RATES:

There is no rate component with the establishment of the Memorandum Account.

4. ACCOUNTING PROCEDURE:

The following entries shall be recorded to the memorandum account:

- a. A debit entry equal to the costs incurred on the water-energy nexus related projects.
- b. A debit or credit entry equal to interest on the balance in the account at the beginning of the month and half the balance after the above entries, at a rate equal to one-twelfth of the rate on 90-day Commercial Paper, as reported in the Federal Reserve Statistical Release, H.15 or its successor.
- c. A credit entry will be made to transfer the balances to the appropriate account for the applicable district.

5. RATEMAKING PROCEDURE:

There is currently no ratemaking component to the memorandum account. Requests for recovery of the balance may be processed through a Tier 3 advice letter or the utility’s next general rate case as ordered in D.15-09-023. Upon Commission review and approval, balances shall be transferred to the appropriate account for the applicable district.

(Continued)

(TO BE INSERTED BY UTILITY)

ISSUED BY

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

Advice 1353

J. T. LINAM

Date Filed 12/23/2021

Decision

DIRECTOR - Rates & Regulatory

Effective 03/04/2022

Resolution _____