

July 7, 2006

Advice Letter 345

U337W

TO THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

San Gabriel Valley Water Company ("San Gabriel") hereby submits one original and four copies of the following changes in tariff sheets applicable to its Los Angeles County and Fontana Water Company divisions:

CPUC Sheet No.	Title	Schedule No.	Canceling CPUC Sheet No.
1747-W	Rule 3 (Continued)	N/A	1417-W
1748-W	Table of Contents (Continued)	N/A	1567-W
1749-W	Table of Contents	N/A	1746-W

Purpose & Background

The purpose of this advice letter is to revise Rule No. 3 of San Gabriel's Tariff Rules, as instructed by the Commission's Water Division in its June 27, 2006 letter (**Attachment 1**), to comply with Chapter 727, Statutes of 2005 (SB 1087) amended Section 65589.7 of the Government Code (**Attachment 2**) approved by the Governor in October 2005.

Amended Government Code 65589.7 requires public or private water or sewer utilities to grant priority for service allocations to proposed developments that include housing units affordable to low-income households. The statute requires the Commission to adopt written policy and procedures consistent with Section 65589.7 for use by utilities the Commission governs.

San Gabriel, therefore, requests revision of its Tariff Rule No. 3 to incorporate the new tariff language developed by the Commission's Water Division as described its June 27th letter.

Requested Effective Date

San Gabriel requests that this advice letter be effective on 30-day statutory notice.

Notice

No individuals or utilities have requested notification of filing of tariffs. Distribution of this advice letter is being made to the attached service list in accordance with General Order No. 96-A, Section III-G.

Protest and Responses

Anyone may respond to or protest this advice letter. A response supports the filing and may contain information that proves useful to the Commission in evaluating the advice letter. A protest objects to the advice letter in whole or in part and must set forth the specific grounds on which it is based. These grounds are:

- (1) The utility did not properly serve or give notice of the advice letter;
- (2) The relief requested in the advice letter would violate statute or Commission order, or is not authorized by the statute or Commission order on which the utility relies;
- (3) The analysis, calculations, or data in the advice letter contain material error or omissions;
- (4) The relief requested in the advice letter is pending before the Commission in a formal proceeding; or
- (5) The relief requested in the advice letter requires consideration in a formal hearing, or is otherwise inappropriate for the advice letter process; or
- (6) The relief requested in the advice letter 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 response or protest must be made in writing or by electronic mail and must be received by the Water Division within 20 days of the date this advice letter is filed. The address for mailing or delivering a protest is:

Tariff Unit, Water Division, 3rd floor
California Public Utilities Commission,
505 Van Ness Avenue, San Francisco, CA 94102
water_division@cpuc.ca.gov

On the same date the response or protest is submitted to the Water Division, the respondent or protestant shall send a copy of the protest by mail to us, addressed to:

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San Gabriel Valley Water Company
Director, Rates and Revenue
11142 Garvey Avenue
El Monte, CA 91733
FAX: (626)448-5530 or
E-mail dadellosa@sgvwater.com

The advice letter process does not provide for any responses, protests or comments, except for the utility's reply, after the 20-day comment period.

Replies: The utility shall reply to each protest and may reply to any response. Each reply must be received by the Water Division within 5 business days after the end of the protest period, and shall be served on the same day to the person who filed the protest or response.

If you have not received a reply to your protest within 10 business days, contact the undersigned person at (626) 448-6183.

San Gabriel Valley Water Company

Daniel A. Dell'Osa
Director of Rates and Revenue

c: Fred L. Curry
CPUC – Water Division