

SAN GABRIEL VALLEY WATER COMPANY

May 6, 2014

Advice Letter 436

U337W

TO THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

San Gabriel Valley Water Company ("San Gabriel") hereby requests ministerial review of the following changes in tariff sheets applicable to its Fontana Water Company division:

<u>CPUC Sheet No.</u>	<u>Title</u>	<u>Schedule No.</u>	<u>Canceling CPUC Sheet No.</u>
2286-W	General Metered Service	FO-1	2220-W
2287-W	General Metered Service (cont.)	FO-1	2258-W
2288-W	General Metered Conservation Rates	FO-1C	2259-W
2289-W	Private Fire Service	FO-4	2223-W
2290-W	Recycled Water Service	FO-6	2224-W
2291-W	Recycled Water Service (cont.)	FO-6	2260-W
2292-W	Construction and Tank Truck Service	FO-9C	2226-W
2293-W	Service to Tract Houses During Construction	FO-9CL	2227-W
2294-W	California Alternative Rates for Water	FO-CARW	2228-W
2295-W	California Alternative Rates for Water	FO-CARW	2261-W
2296-W	Preliminary Statement (continued)	N/A	N/A
2297-W	Table of Contents	N/A	2285-W

An original and four copies of this advice letter are submitted in compliance with Ordering Paragraph No. 3 of D.14-05-001, dated May 1, 2014, in Application 11-07-005. This filing implements the adopted rates for Escalation Year 2013-2014. In accordance with D.14-05-001, this is a Tier 1 advice letter.

Discussion

On May 1, 2014, the Commission adopted D.14-05-001 in Application No. 11-07-005. Ordering Paragraph No. 3 states:

In the event that San Gabriel Valley Water Company (San Gabriel) for its Fontana Water Company Division and the Office of Ratepayer

May 6, 2014

Advocates accept the modified settlement adopted in Ordering Paragraphs 1 and 2, San Gabriel must file within 14 days of accepting the modified settlement a Tier 1 Advice Letter to implement the rate changes incorporated in the modified settlement as included in the revenue requirement and related tables attached as Attachment III [sic] to this decision.

Both San Gabriel and the Office of Ratepayer Advocates have accepted the terms of the modified settlement. See copy of letter dated May 5, 2014, attached to this Advice Letter.

No earnings tests are associated with this advice letter and no supporting workpapers are required. Distribution of this Advice Letter is being made to the attached service list in accordance with Water Industry Rule 4.1 of General Order 96-B and San Gabriel will post this Advice Letter on its websites in accordance with Water Industry Rule 3.3. No further public notice is required because all public notices in connection with Application No. 11-07-005 have already been made in accordance with applicable law and Commission rules.

San Gabriel requests that the attached proposed tariffs be made effective for service rendered on and after May 6, 2014.

Thank you for your assistance in processing this tariff filing.



Daniel A. Dell'Osa
Director of Rates and Revenue

cc: Bruce DeBerry, CPUC – Water Division
Hani Moussa, CPUC – Water Branch, DRA
Danilo Sanchez, CPUC – Water Branch, DRA

SCHEDULE NO. FO-1
Fontana Water Company
GENERAL METERED SERVICE

APPLICABILITY

Applicable to all metered water service, except for those Residential customers required to be served under Schedule FO-1C.

TERRITORY

Portions of Fontana, Rancho Cucamonga, Rialto, and vicinity, San Bernardino County.

RATES

Quantity Rates:

For all water used, per 100 cu. ft. \$ 2.6230 (I)

Per Meter
Per Month

Service Charges:

For 5/8 x 3/4-inch meter	\$ 14.05	(R)
For 3/4-inch meter	21.07	
For 1-inch meter	35.11	
For 1-1/2-inch meter	70.23	
For 2-inch meter	112.40	
For 3-inch meter	210.70	
For 4-inch meter	351.10	
For 6-inch meter	700.00	
For 8-inch meter	1,120.00	
For 10-inch meter	1,620.00	
For 12-inch meter	2,320.00	

(continued)

(To be inserted by utility)

Issued by

(To be inserted by Cal. P.U.C.)

Advice Letter No. 436

R. W. Nicholson
NAME

Date Filed _____

Decision No. 14-05-001

President
TITLE

Effective _____

Resolution No. _____

SCHEDULE NO. FO-1
Fontana Water Company
GENERAL METERED SERVICE
(continued)

RATES (continued)

	<u>Per Battery</u> <u>Per Month</u>	
For two 2-inch meters	\$ 225.00	(R)
For three 2-inch meters	337.00	
For four 2-inch meters.....	450.00	
For two 3-inch meters	421.00	
For two 4-inch meters	702.00	
For one 8-inch meter, two 2-inch meters.....	1,350.00	
For two 8-inch meters	2,240.00	(R)

The Service Charge is a readiness-to-serve charge applicable to all metered service and to which is added to the quantity charge computed at the Quantity Rates.

SPECIAL CONDITIONS

1. All bills are subject to the reimbursement fee set forth on Schedule No. AA-UF. (D)
2. A surcredit of \$0.46 per Ccf is to be applied to the quantity rates for twenty-months beginning on the effective date of Advice Letter 420 and ending on June 30, 2014 to refund an overcollection in the Water Production Balancing Account.
3. A surcredit of \$0.0294 per Ccf is to be applied to the quantity rates for a 12-month period beginning on the effective date of Advice Letter 431-A to amortize the overcollection in the Cost of Capital Interim Rate Memorandum Account (CCIRMA).
4. A surcredit of \$0.0330 per Ccf is to be applied to the quantity rates for a 12-month period beginning on the effective date of Advice Letter 436 to amortize the March 2011 balances in five balancing and memorandum accounts as authorized by D.14-05-001. (N)
5. A surcharge of \$0.1297/Ccf is to be applied to the quantity rates of only non-CARW customers to recover the estimated benefits provided under the California Alternative Rates for Water (CARW) program. (N)

(To be inserted by utility)

Issued by

(To be inserted by Cal. P.U.C.)

Advice Letter No. 436

R. W. Nicholson

Date Filed _____

Decision No. 14-05-001

NAME

Effective _____

President

TITLE

Resolution No. _____

SCHEDULE NO. FO-1C
Fontana Water Company
GENERAL METERED SERVICE - CONSERVATION RATES

APPLICABILITY

Applicable to all metered Residential customers, excluding apartments, trailer parks, and any other facility in which Residential customers receive service through a master meter.

TERRITORY

Portions of Fontana, Rancho Cucamonga, Rialto, and vicinity, San Bernardino County.

RATES

Quantity Rates:

For the first 16 Ccf of water used, per 100 cu. ft.....	\$ 2.4133	(I)
For all Ccf greater than 16 Ccf, per 100 cu. Ft.....	\$ 2.7753	(I)

Service Charges:	Per Meter	
	Per Month	

For 5/8 x 3/4-inch meter	\$ 14.69	(R)
For 3/4-inch meter	22.03	
For 1-inch meter	36.71	
For 1-1/2-inch meter	73.43	
For 2-inch meter	117.53	
For 3-inch meter	220.31	(R)

SPECIAL CONDITIONS

1. All bills are subject to the reimbursement fee set forth on Schedule No. AA-UF. (D)
2. A surcredit of \$0.46 per Ccf is to be applied to the quantity rates for twenty-months beginning on the effective date of Advice Letter 420 and ending on June 30, 2014 to refund an overcollection in the Water Production Balancing Account.
3. A surcredit of \$0.0294 per Ccf is to be applied to the quantity rates for a 12-month period beginning on the effective date of Advice Letter 431-A to amortize the overcollection in the Cost of Capital Interim Rate Memorandum Account (CCIRMA).
4. A surcredit of \$0.0330 per Ccf is to be applied to the quantity rates for a 12-month period beginning on the effective date of Advice Letter 436 to amortize the March 2011 balances in five balancing and memorandum accounts as authorized by D.14-05-001. (N)
5. A surcharge of \$0.1297/Ccf is to be applied to the quantity rates of only non-CARW customers to recover the estimated benefits provided under the California Alternative Rates for Water (CARW) program. (N)

(To be inserted by utility)

Issued by

(To be inserted by Cal. P.U.C.)

Advice Letter No. 436

R. W. Nicholson
NAME

Date Filed _____

Decision No. D.14-05-001

President
TITLE

Effective _____

Resolution No. _____

SCHEDULE NO. FO-4
Fontana Water Company
PRIVATE FIRE SERVICE

APPLICABILITY

Applicable to water service furnished to private fire systems and to private fire hydrants.

TERRITORY

Portions of Fontana, Rancho Cucamonga, Rialto and vicinity, San Bernardino County.

RATE

Per Service
Per Month

For each inch of diameter of service connection\$9.36

(R)

SPECIAL CONDITIONS

1. The customer will pay, without refund, the entire cost of the private fire service facilities.
2. The private fire service facilities shall be installed by the utility or under the utility's direction and shall be the sole property and subject to the control of the utility, with the right to alter, repair, replace and the right to remove upon discontinuance of service.
3. The minimum diameter for the private fire service connection will be 4-inches. The maximum diameter shall not be larger than the diameter of the water main to which the private fire service facilities are attached unless said main is circulating, in which case with the approval of the utility the maximum diameter may be larger by not more than 2-inches than the diameter of said circulating main.
4. If a water main of adequate size is not available adjacent to the premises to be served, then a new main from the nearest existing main of adequate size will be installed by the utility at the cost of the customer. Such cost shall not be subject to refund.
5. The private fire service facilities will include a detector check valve or other similar device acceptable to the utility which will indicate the use of water. The facilities may be located within the customer's premises or within public right of way adjacent thereto. Where located within the premises, the utility and its duly authorized agents shall have the right of ingress to and egress from the premises for all purposes related to said facilities. In the event the installation is solely a private fire hydrant facility, the requirement for a detector check valve or other similar device may be waived.

(continued)

(To be inserted by utility)

Issued by

(To be inserted by Cal. P.U.C.)

Advice Letter No. 436

R. W. Nicholson

Date Filed _____

Decision No. 14-05-001

NAME

Effective _____

President

Resolution No. _____

TITLE

SCHEDULE NO. FO-6
Fontana Water Company Tariff Area
RECYCLED WATER METERED SERVICE

APPLICABILITY

Applicable to all recycled water metered service.

TERRITORY

Portions of Fontana, Rancho Cucamonga, Rialto, and vicinity, San Bernardino County.

RATES

Quantity Rates:

For all water delivered per 100 cu. ft..... \$ 1.9673 (I)

Service Charge:

Per Meter

For 5/8 x 3/4-inch meter.....	\$ 14.05	(R)
For 3/4-inch meter.....	21.07	
For 1-inch meter.....	35.11	
For 1-1/2-inch meter.....	70.23	
For 2-inch meter.....	112.40	
For 3-inch meter.....	210.70	
For 4-inch meter.....	351.10	
For 6-inch meter.....	700.00	
For 8-inch meter.....	1,120.00	
For 10-inch meter.....	1,620.00	
For 12-inch meter.....	2,320.00	

(continued)

(To be inserted by utility)

Advice Letter No. 436

Decision No. 14-05-001

Issued by

R. W. Nicholson

NAME

President

TITLE

(To be inserted by Cal. P.U.C.)

Date Filed _____

Effective _____

Resolution No. _____

SCHEDULE NO. FO-6
Fontana Water Company Tariff Area
RECYCLED WATER METERED SERVICE
(continued)

RATES - (continued)

	Per Battery Per Month	
For two 2-inch meters.....	\$ 225.00	(R)
For three 2-inch meters.....	337.00	
For four 2-inch meters.....	450.00	
For two 3-inch meters.....	421.00	
For two 4-inch meters.....	702.00	
For one 8-inch meter, one 2-inch meter.....	1,350.00	
For two 8-inch meters.....	2,240.00	(R)

The Service Charge is a readiness-to-serve charge which is applicable to all metered service and to which is added the charge for reclaimed water used computed at the Quantity Rates.

SPECIAL CONDITIONS

1. The Quantity Rate is set at 75% of the Quantity Rate of Schedule No. FO-1.
2. The customer is responsible for compliance with all local, state, and federal rules and regulations that apply to the use of recycled water on the customer's premises.
3. The utility will supply only such recycled water at such pressure as may be available from time to time from the recycled water system. The customer shall indemnify the utility and save it harmless against any and all claims arising out of service under this schedule and shall further agree to make no claims against the utility for any loss or damage resulting from service under this schedule.
4. All bills are subject to the reimbursement fee set forth on Schedule No. AA-UF. (D)
5. A surcredit of \$0.46 per Ccf is to be applied to the quantity rates for twenty-months beginning on the effective date of Advice Letter 420 and ending on June 30, 2014 to refund an overcollection in the Water Production Balancing Account.
6. A surcredit of \$0.0294 per Ccf is to be applied to the quantity rates for a 12-month period beginning on the effective date of Advice Letter 431-A to amortize the overcollection in the Cost of Capital Interim Rate Memorandum Account (CCIRMA).
7. A surcredit of \$0.0330 per Ccf is to be applied to the quantity rates for a 12-month period beginning on the effective date of Advice Letter 436 to amortize the March 2011 balances in five balancing and memorandum accounts as authorized by D.14-05-001. (N)
8. A surcharge of \$0.1297/Ccf is to be applied to the quantity rates of only non-CARW customers to recover the estimated benefits provided under the California Alternative Rates for Water (CARW) program. (N)

(To be inserted by utility)

Issued by

(To be inserted by Cal. P.U.C.)

Advice Letter No. 436

R. W. Nicholson

Date Filed _____

Decision No. 14-05-001

NAME

Effective _____

President

TITLE

Resolution No. _____

SCHEDULE NO. FO-9C
Fontana Water Company
CONSTRUCTION AND TANK TRUCK SERVICE

APPLICABILITY

Applicable to temporary water service furnished for construction purposes and for water delivered to tank trucks from fire hydrants or other outlets.

TERRITORY

Portions of Fontana, Rancho Cucamonga, Rialto and vicinity, San Bernardino County.

RATE

Unit Rates

For sidewalk construction, per 100 sq. feet.....	\$0.720	
For street curb construction, per 100 lineal feet	1.440	(R)
For trench settling, per lineal foot of section of trench 2 feet by 4 feet	0.060	
For sprinkling subgrade of street and roadway construction in application of oil or any form of patented oil paving or surfacing, or for rolling and settling subgrade, per 3,000 square feet of roadway.....	10.09	
For compaction of fill, per cubic yard of fill material.....	0.090	
For water delivered to tank wagon or truck, per 100 gallons.....	0.230	

MINIMUM CHARGE

For any service rendered under this schedule..... \$36.15

(R)

SPECIAL CONDITIONS

1. An applicant wishing to obtain water deliveries under this schedule must first obtain a written permit from the utility.
2. Where water is to be obtained from a public fire hydrant, a permit must be obtained from the fire protection district or other public agency having jurisdiction.
3. For other temporary uses the quantity of water used shall be estimated or metered by the utility. Charges for such water shall be at the quantity rate for General Metered Service applicable to the tariff area within which the water is delivered.
4. An applicant for service under this schedule must pay the utility in advance the net cost of installing and removing any facilities necessary to provide such service.

(continued)

(To be inserted by utility)

Issued by

(To be inserted by Cal. P.U.C.)

Advice Letter No. 436

R.W. Nicholson
NAME

Date Filed

Decision No. 14-05-001

President
TITLE

Effective

Resolution No.

SCHEDULE NO. FO-9CL
Fontana Water Company
SERVICE TO TRACT HOUSES DURING CONSTRUCTION

APPLICABILITY

Applicable to water service for house construction where houses are being constructed as part of a real estate development.

TERRITORY

Portions of Fontana, Rancho Cucamonga, Rialto and vicinity, San Bernardino County

RATES

For each lot for the construction period . . . \$12.36

(R)

SPECIAL CONDITIONS

1. This service is available only to real estate developers or builders who make application prior to installation of mains and services and who undertake the construction of houses as part of the development. At its option the utility may provide the service if application is made after mains and services have been installed.
2. Water service under this tariff schedule is only to be used for house construction. It does not include water use for landscaping or other tract improvement work.
3. When each house passes final inspection water service under this schedule will be terminated.
4. All bills are subject to the reimbursement fee set forth on Schedule No. AA-UF.

(To be inserted by utility)

Issued by

(To be inserted by Cal. P.U.C.)

Advice Letter No. 436

R.W. Nicholson

Date Filed _____

Decision No. 14-05-001

NAME

Effective _____

President

TITLE

Resolution No. _____

SCHEDULE NO. FO-CARW
Fontana Water Company
CALIFORNIA ALTERNATIVE RATES FOR WATER

APPLICABILITY

Applicable to residential domestic service to CARW households with a 1-inch or smaller meter, where the customer meets all the Special Conditions of this rate schedule.

TERRITORY

Portions of Fontana, Rancho Cucamonga, Rialto, and vicinity, San Bernardino County.

RATES

Same as provided under Schedule FO-1 or FO-1C, whichever is applicable to the CARW customer, but reduced by the following monthly discounts:

For 5/8 x 3/4-inch meter.....	\$ 8.00
For 3/4-inch meter.....	10.00
For 1-inch meter.....	20.00

(D)
(N)
|
(N)

SPECIAL CONDITIONS

1. CARW Household: A CARW Household is a household where the total gross income from all sources is less than shown on the table below based on the number of persons in the household. Total gross income shall include income from all sources, both taxable and non-taxable. Persons who are claimed as dependent on another person's income tax return are not eligible for this program.

<u>No. of Persons In Household</u>	<u>Total Gross Annual Income</u>
1	\$22,340
2	\$30,260
3	\$38,180
4	\$46,100
5	\$54,020
6	\$63,180
7	\$71,220
8	\$79,260

(L)
|
(L)

For households with more than eight persons, add \$8,040 annually for each additional person residing in the household.

(continued)

(To be inserted by utility)

Issued by

(To be inserted by Cal. P.U.C.)

Advice Letter No. 436
Decision No. 14-05-001

R.W. Nicholson
NAME
President
TITLE

Date Filed _____
Effective _____
Resolution No. _____

SCHEDULE NO. FO-CARW
Fontana Water Company
CALIFORNIA ALTERNATIVE RATES FOR WATER
(continued)

SPECIAL CONDITIONS (continued)

(D)

2. Application and Eligibility Declaration: An application and eligibility declaration on a form authorized by the Commission is required for each request for service under this schedule. Renewal of a customer's eligibility declaration will be required every two years and may be required on an annual basis. Customers are only eligible to receive service under this rate schedule at one residential location at any one time, and the rate applies only to the customer's permanent primary residence. The schedule is not applicable where, in the opinion of the Utility, either the accomodation or the occupancy is transitory.
3. Commencement of Rate: Eligible customers shall be billed on this schedule commencing no later than one billing period after receipt and approval of the customer's application by the Utility.
4. Verification: Information provided by the applicant is subject to verification by the Utility. Refusal or failure of a customer to provide documentation of eligibility acceptable to the Utility, upon the request of the Utility, shall result in removal from this rate schedule.
5. Notice from Customer: It is the customer's responsibility to notify the Utility if there is a change in the customer's eligibility status.
6. Customers may be re-billed for periods of ineligibility under the applicable rate schedule.
7. All bills are subject to the reimbursement fee set forth on Schedule No. AA-UF.
8. A surcredit of \$0.46 per Ccf is to be applied to the quantity rates for twenty-months beginning on the effective date of Advice Letter 420 and ending on June 30, 2014 to refund an overcollection in the Water Production Balancing Account.
9. A surcredit of \$0.0294 per Ccf is to be applied to the quantity rates for a 12-month period beginning on the effective date of Advice Letter 431-A to amortize the overcollection in the Cost of Capital Interim Rate Memorandum Account (CCIRMA).
10. A surcredit of \$0.0330 per Ccf is to be applied to the quantity rates for a 12-month period beginning on the effective date of Advice Letter 435 to amortize the March 2011 balances in five balancing and memorandum accounts as authorized by D.14-05-001.

(To be inserted by utility)

Issued by

(To be inserted by Cal. P.U.C.)

Advice Letter No. 436

R.W. Nicholson

Date Filed _____

Decision No. D.14-05-001

NAME

Effective _____

President

TITLE

Resolution No. _____

PRELIMINARY STATEMENT
(Continued)

P. Water Quality Litigation Memorandum Account (WQLMA) for the Fontana Water Company Division

1. Purpose: The purpose of this memorandum account is to record outside legal and consulting expenses for water quality litigation, as well as contamination proceeds that are not reflected in base rates and any amortization of those recorded balances in accordance with Resolution W-4094 incurred after March 26, 1998, the effective date of Resolution W-4094.
2. The following entries will be made monthly to the WQLMA in the Fontana Water Company division:
 - a. The recorded outside legal and consulting expenses for water quality litigation as well as expenditures related to water quality, including capital costs and operations and maintenance expenses of needed wellhead treatment facilities that cannot be reasonably forecasted (debit).
 - b. The billed revenues to amortize the recorded balances in the WQLMA (credit).
 - c. Franchise fees expense, based on 2b above, and the CPUC-adopted rates for franchise fees (debit).
 - d. Water contamination proceeds from damage awards, settlements, government sources, and insurance (credit).
 - e. Monthly interest calculated at 1/12 of the most recent month's interest rate on Commercial Paper (prime, 3-month), publish in the Federal Reserve Statistical Release, H.15 (<http://www.federalreserve.gov/releases/H15/data/m/cp3m.txt>), or its successor publication (debit or credit).
3. The balance in the memorandum account shall be amortized by a Tier 3 advice letter whenever the balance exceeds 2% of the authorized revenue requirement for the Fontana Water Company division or three years have elapsed since the date the memorandum account was established. If the balance is below 2%, San Gabriel shall propose its amortization in a general rate case.

(To be inserted by utility)

Issued by

(To be inserted by Cal. P.U.C.)

Advice Letter No. 436

R. W. Nicholson

Date Filed _____

Decision No. 14-05-001

NAME

Effective _____

President

TITLE

Resolution No. _____

TABLE OF CONTENTS

The following listed tariff sheets contain all effective rates and rules affecting the rates and services of the utility, together with information relating thereto:

<u>Subject Matter of Sheet</u>	<u>C.P.U.C. Sheet No.</u>
Title Page	1559-W
Table of Contents	2297-W 2284-W (C) 2283-W 1563-W 1637-W 2205-W
Preliminary Statement	634-W, 390-W, 2241-W, 2229-W, 2108-W, 2230-W, 2249-W, 2060-W, 2061-W, 2168-W, 2170-W, 2296-W (C)
Service Area Maps:	
Fontana Water Company	1533-W
Los Angeles County Division	
Service Area - East Portion	1183-W
- South Portion	869-W
- West Portion	1171-W
Area Maps of Less Than 40 p.s.i.g.	871-W 691-W to 697-W
	<u>Schedule Number</u>
<u>Rate Schedules</u>	
All Tariff Areas	
Surcharge to Fund Public Utilities	
Commission Reimbursement Fee	AA-UF 1807-W
Fontana Water Company	
General Metered Service - General	FO-1 2286-W, 2287-W (C)
General Metered Service - Conservation	FO-1C 2288-W
Private Fire Service	FO-4 2289-W, 1087-W, 1476-W
Recycled Water Metered Service	FO-6 2290-W, 2291-W
Construction and Tank Truck Service	FO-9C 2292-W, 1516-W
Service to Tract Houses During Construction	FO-9CL 2293-W
California Alternative Rates For Water	FO-CARW 2294-W, 2295-W (C)
Facilities Fees	FO-FF 1875-W 1876-W

(continued)

(To be inserted by utility)

Issued by

(To be inserted by Cal. P.U.C.)

Advice Letter No. 436

R. W. Nicholson

Date Filed _____

Decision No. _____

NAME

Effective _____

President

Resolution No. _____

TITLE