

SAN GABRIEL VALLEY WATER COMPANY

September 15, 2016

Advice Letter No. 478-B

U337W

TO THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

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

<u>CPUC Sheet No.</u>	<u>Title</u>	<u>Schedule No.</u>	<u>Canceling CPUC Sheet No.</u>
2628-W	General Metered Service (cont'd)	FO-1	2619-W
2629-W	General Metered Service Conservation Rates	FO-1C	2620-W
2630-W	Recycled Water Metered Service (cont'd)	FO-6	2623-W
2631-W	California Alternative Rates for Water (cont'd)	FO-CARW	2523-W
2632-W	Table of Contents	N/A	2627-W

An original and four copies of this supplemental advice letter are submitted pursuant to General Order 96-B, Water Industry Rule 7.3.1(3), to implement Resolution W-5110 that authorized the amortization of the net undercollection in the Drought Lost Revenue Memorandum Account (DLRMA) and the Drought Surcharge Revenue Memorandum Account (DSRMA) as of January 31, 2016, through a temporary 12-month surcharge of \$0.1183 per Ccf.

In accordance with Water Industry Rule 7.3.1(3) of General Order 96-B and Resolution W-5110, **this filing is designated as Tier 1** and the rate change is effective immediately.

Discussion

San Gabriel filed Advice Letter 478-A on May 11, 2016 requesting recovery of the \$1,922,748 net balance of 1) the lost revenues tracked in the DLRMA, minus the

drought surcharge revenues and interest tracked in the DSRMA during the period of June 2015 through January 2016. On September 15, 2016, the Commission issued Resolution W-5110, in which Ordering Paragraph No. 3 states:

Authority is granted under Public Utilities Code Section 454 to San Gabriel Valley Water Company to file a supplemental Advice Letter incorporating the new Special Conditions listed on the Rate Schedules attached to this Resolution as Appendix A and to concurrently cancel its presently effective Rate Schedules. The effective date of the Rate Schedules shall be the date of the filing.

There are no workpapers associated with this supplemental advice letter. The matters addressed in this advice letter are not now the subject of any formal filings including a formal complaint, nor action in any court of law.

Notice of Rate Increase

In accordance with Water Industry Rule 3.2 of General Order 96-B, as modified by Commission Resolution W-4664, San Gabriel has informed its customers of the increase by bill insert (a draft of which was provided with Advice letter 478). No other parties have requested notification of tariff filings related to the Fontana Water Company division.

In accordance with Water Industry Rule 3.3 of General Order 96-B, San Gabriel will also post this advice letter on its website at www.fontanawater.com.

Also, distribution of this advice letter is being made to the attached service list in accordance with Water Industry Rule 4.1 of General Order No. 96-B.

Protest and Responses

Anyone may respond to or protest this advice letter. When submitting a written response or protest please include San Gabriel Valley Water Company's name and this 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 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) San Gabriel 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 statute or Commission order on which San Gabriel 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 re-litigating a prior order of the Commission.

A protest shall provide citations or proofs where available to allow staff to properly consider the protest.

A response or protest must be made in writing or by electronic mail and must be received by the Division of Water and Audits within 20 days of the date this advice letter is filed. When submitting a written response or protest please include San Gabriel Valley Water Company's name and this advice letter number in the subject line. The address for mailing or delivering a protest is:

Tariff Unit, Division of Water and Audits, 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 Division of Water and Audits, the respondent or protestant shall send a copy by mail (or e-mail) to San Gabriel, addressed to:

September 15, 2016

San Gabriel Valley Water Company
11142 Garvey Avenue
El Monte, CA 91733
Tel: (626) 448-6183
FAX (626) 448-5530
e-mail: jmreiker@sgvwater.com

Thank you for your assistance in processing this advice letter.



Joel M. Reiker
Vice President of Regulatory Affairs

cc: James Boothe, CPUC – Division of Water and Audits
Hani Moussa, CPUC – Water Branch, ORA
Lisa Bilir, CPUC – Water Branch, ORA

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	\$ 219.00
For three 2-inch meters	329.00
For four 2-inch meters.....	437.00
For two 3-inch meters	411.00
For two 4-inch meters	686.00
For one 8-inch meter, two 2-inch meters.....	1,302.00
For two 8-inch meters	2,171.00

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.
2. A surcredit of \$0.1047 per Ccf is to be applied to the quantity rates for the remainder of the thirty-six months ending on July 31, 2017 to refund an overcollection associated with the Sandhill Water Treatment Facility Plant.
3. A surcharge of \$0.2408/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.
4. A surcharge of \$0.1440 per Ccf is to be applied to the quantity rates for thirty-one months beginning on February 13, 2015 and ending on September 12, 2017 to recover an undercollection recorded in the Interim Rates Memorandum Account.
5. A surcharge of \$0.1257 per Ccf is to be applied to the quantity rates for twenty-four months beginning on May 6, 2015 and ending on May 5, 2017 to recover the March 2015 undercollection recorded in the Water Production Balancing Account.
6. A surcharge of \$0.1394 per Ccf is to be applied to the quantity rates for a twelve month period beginning on October 27, 2015 to amortize the undercollection in the Water Quality Litigation Memorandum Account (WQLMA).
7. A surcharge of \$0.1352 per Ccf is to be applied to the quantity rates of non-CARW customers for twenty-three months beginning on the effective date of Advice Letter 475-A and ending on January 31, 2018 to amortize the undercollection in the California Alternative Rates for Water (CARW) Balancing Account.
8. A surcharge of \$0.1183 per Ccf is to be applied to the quantity rates for twelve months beginning on the effective date of September 15, 2016 to amortize the net undercollection in the Drought Lost Revenue and Drought Surcharge Revenue Memorandum Accounts. (N)
(N)
(N)

(To be inserted by utility)

Issued by

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

Advice Letter No. 478-B

R. W. Nicholson

Date Filed _____

Decision No. _____

NAME

Effective _____

President

TITLE

Resolution No. W-5110

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..... \$ 2.4981
For all Ccf greater than 16 Ccf, per 100 cu. Ft..... \$ 2.8729

Service Charges:

	Per Meter Per Month
For 5/8 x 3/4-inch meter	\$ 14.33
For 3/4-inch meter	21.49
For 1-inch meter	35.82
For 1-1/2-inch meter	71.65
For 2-inch meter	114.67
For 3-inch meter	214.91

SPECIAL CONDITIONS

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3. A surcharge of \$0.2408/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.
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6. A surcharge of \$0.1394 per Ccf is to be applied to the quantity rates for a twelve month period beginning on October 27, 2015 to amortize the undercollection in the Water Quality Litigation Memorandum Account (WQLMA).
7. A surcharge of \$0.1352 per Ccf is to be applied to the quantity rates of non-CARW customers for twenty-four months beginning on the effective date of Advice Letter 475-A and ending on January 31, 2018 to amortize the undercollection in the California Alternative Rates for Water (CARW) Balancing Account. (D)
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(N)
(N)

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TITLE

Resolution No. W-5110

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

RATES – (continued)

	<u>Per Battery</u> <u>Per Month</u>
For two 2-inch meters.....	\$ 219.00
For three 2-inch meters.....	329.00
For four 2-inch meters.....	437.00
For two 3-inch meters.....	411.00
For two 4-inch meters.....	686.00
For one 8-inch meter, one 2-inch meter.....	1,302.00
For two 8-inch meters.....	2,171.00

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.
5. A surcredit of \$0.1047 per Ccf is to be applied to the quantity rates for remainder of the thirty-six months ending on July 31, 2017 to refund an overcollection associated with the Sandhill Water Treatment Facility Plant.
6. A surcharge of \$0.2408/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.
7. A surcharge of \$0.1440 per Ccf is to be applied to the quantity rates for thirty-one months beginning on February 13, 2015 and ending on September 12, 2017 to recover an undercollection recorded in the Interim Rates Memorandum Account.
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NAME

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TITLE

Resolution No. W-5110

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

SPECIAL CONDITIONS (continued)

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 \$0.1047 per Ccf is to be applied to the quantity rates for the remainder of the thirty-six months ending on July 31, 2017 to refund an overcollection associated with the Sandhill Water Treatment Facility Plant.
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12. A surcharge of \$0.1183 per Ccf is to be applied to the quantity rates for twelve months beginning on the effective date of September 15, 2016 to amortize the net undercollection in the Drought Lost Revenue and Drought Surcharge Revenue Memorandum Accounts.

(D)
(N)
(N)
(N)

(To be inserted by utility)

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Resolution No. W-5110

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	2632-W, 2588-W	(T)
	2600-W, 1563-W	
	1637-W, 2599-W	
Preliminary Statement	634-W, 390-W, 2389-W to 2538-W, 2587-W, 2626-W, 2395-W, 2518-W, 2397-W to 2409-W, 2464-W, 2410-W to 2412-W, 2530-W	
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	2525-W
Stages Water Shortage Surcharges and Penalties	14.1	2580-W, 2482-W to 2484-W, 2581-W
Fontana Water Company		
General Metered Service - General	FO-1	2618-W, 2628-W (C)
General Metered Service - Conservation	FO-1C	2629-W (C)
Private Fire Service	FO-4	2621-W, 1087-W, 1476-W
Recycled Water Metered Service	FO-6	2622-W, 2630-W (C)
Construction and Tank Truck Service	FO-9C	2624-W, 1516-W
Service to Tract Houses During Construction	FO-9CL	2625-W
California Alternative Rates For Water	FO-CARW	2451-W, 2631-W (C)
Facilities Fees	FO-FF	1875-W, 1876-W

(continued)

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DISTRIBUTION LIST
San Gabriel Valley Water Company
Fontana Water Company Division
Advice Letter No. 478-B

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