

SAN GABRIEL VALLEY WATER COMPANY

July 11, 2017

Advice Letter 498

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 Los Angeles County and Fontana Water Company divisions:

<u>CPUC Sheet No.</u>	<u>Title</u>	<u>Schedule No.</u>	<u>Canceling CPUC Sheet No.</u>
N/A	Preliminary Statement J3	N/A	2399-W
N/A	Preliminary Statement Q	N/A	2406-W
2727-W	Table of Contents	N/A	2726-W

An original and four copies of this advice letter are submitted to transfer a net \$55,730 undercollection recorded in three memorandum accounts to the Previously Authorized Balances Balancing Accounts ("PABBAs") and to simultaneously close those three memorandum accounts because they are no longer needed. No rate changes are requested at this time. In accordance with Commission Resolution W-5043, this advice letter is designated as Tier 2, with a requested effective date of August 10, 2017.

Purpose and Background

In its recently concluded general rate case (A.16-01-002), San Gabriel submitted for review the December 2015 balances in its more than forty balancing and memorandum accounts. The only entries subsequent to December 2015 in the three subject memorandum accounts have been accrued interest. Therefore, San Gabriel seeks authorization to close these

unneded memorandum accounts and to simultaneously transfer the residual balances to the PABBA.

Discussion

The three subject memorandum accounts are further described as follows:

1. **Implementation of Water Action Plan Objectives (WAP) Balancing Account for the Fontana Water Company Division (Preliminary Statement J3)**

This temporary, one-way balancing account was established in accordance with Decision No. 08-08-018 in A.07-08-017 to track amounts collected via the conservation expenses surcharge component and conservation expenses incurred up to the \$305,000 annual budget. The balance as of June 2017 is \$0.

2. **DOHS/EPA Memorandum Account for the Fontana Water Company Division (Preliminary Statement Q)**

The purpose of this memorandum account was to track charges for water quality testing. This account has been closed to new water quality testing costs as of 2002. The balance as of June 2017 is a \$2,838 undercollection.

3. **Interim Rate Memorandum Account (not shown in the Preliminary Statement)**

In a prior general rate case for the Los Angeles County Division (A.10-07-019), Ordering Paragraph 12 in D.11-11-018 states:

San Gabriel shall file a Tier 2 advice letter within 10 days of the effective date of this decision to amortize in rates, and collect from (or refund to) customers, the difference between its authorized interim rates tracked in its Interim Rate Memorandum Account and the rates adopted in this decision for Test Year 2011-2012.

San Gabriel timely complied with this order and temporary surcharges were implemented through Advice Letter 409-A, effective April 1, 2012. The balance as of June 2017 is a \$99,690 undercollection for the Los Angeles County Division and a \$46,798 overcollection for the Fontana Water Company Division.

San Gabriel has supplied to Water Division for its verification workpapers supporting the June 2017 balances of each of these balancing and memorandum accounts.

Service and Notice

Distribution of this advice letter is being made to the attached service lists in accordance with Water Industry Rule 4.1 of General Order No. 96-B. In accordance with Water Industry Rule 3.3 of General Order 96-B, San Gabriel will also post this advice letter to its websites www.sgvwater.com and www.fontanawater.com. No other parties have requested notification of tariff filings related to the Los Angeles County and Fontana Water Company divisions.

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

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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 by mail (or e-mail) to us, addressed to:

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

San Gabriel requests that the attached proposed tariffs be made effective for service rendered on and after August 10, 2017.

Thank you for your assistance in processing this tariff filing.



Joel M. Reiker
Vice President of Regulatory Affairs

cc: James Boothe, CPUC – Water Division
Hani Moussa, CPUC – Water Branch, ORA
Richard Smith, CPUC – Water Branch, ORA

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(continued)

(To be inserted by utility)

Issued by

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

Advice Letter No. 498

R. W. Nicholson

Date Filed _____

Decision No. _____

NAME

Effective _____

President

TITLE

Resolution No. _____