

# SAN GABRIEL VALLEY WATER COMPANY

November 19, 2015

Advice Letter No. 470

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>
2520-W	General Metered Service (cont.)	FO-1	2515-W
2521-W	General Metered Service Conservation Rates	FO-1C	2516-W
2522-W	Recycled Water Metered Service (cont.)	FO-6	2461-W
2523-W	California Alternative Rates for Water (cont.)	FO-CARW	2517-W
2524-W	Table of Contents	N/A	2519-W

An original and four copies of this advice letter are submitted pursuant to Decision No. (D.) 15-11-\_\_\_ in Application No. 11-07-005 to implement a recalculated refund obligation of \$6,217,420 pursuant to Decision 15-01-019. **This is a compliance filing and is therefore designated as Tier 1.** The enclosed tariff schedules will become effective immediately.

### Background

The currently adopted rate schedules in this division became effective on October 27, 2015, through Advice Letter 459-A.

D.15-11-\_\_\_, dated November 19, 2015, in A.11-07-005 authorized a reduction to \$0.1047 per Ccf of the currently effective \$0.2165 per Ccf surcredit

refunding an overcollection associated with the Sandhill Water Treatment Facility. Ordering Paragraph 3 states:

3. *The corrected refund obligation of \$6,217,420 is adopted and shall be promptly reflected in San Gabriel Water Company's tariffs for amortization over the remainder of the three-year rate approval period through a Tier 1 Advice Letter.*

There are no workpapers necessary to support this compliance filing. The new rates submitted with this advice letter raise the monthly bill of the typical residential customer using 19 Ccf by \$2.12 per month (\$0.2165 less \$0.1047, times 19 Ccf).

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.

### **Service and Notice**

Per Water Industry Rule 3.2 of General Order 96-B, customer notice of this compliance advice letter is not required.

Distribution of this Advice Letter is being made to the attached distribution list in accordance with Water Industry Rule 4.1 of General Order 96-B. In accordance with Water Industry Rule 3.3 of General Order 96-B, Fontana will also post this advice letter on its website at [www.fontanawater.com](http://www.fontanawater.com).

### **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, 3<sup>rd</sup> 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 us, addressed to:

November 19, 2015

San Gabriel Valley Water Company  
Vice President of Regulatory Affairs  
11142 Garvey Avenue  
El Monte, CA 91733  
Tel: (626) 448-6183  
FAX (626) 448-5530  
e-mail: [jmreiker@sgvwater.com](mailto:jmreiker@sgvwater.com)

Thank you for your assistance in processing this advice letter.

Handwritten signature of Joel M. Reiker in blue ink, with a stylized flourish at the end.

Joel M. Reiker  
Vice President of Regulatory Affairs

cc: Jim Boothe, CPUC – Division of Water and Audits  
Hani Moussa, CPUC – Water Branch, ORA  
Danilo Sanchez, 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 .....	\$ 222.00
For three 2-inch meters .....	333.00
For four 2-inch meters.....	444.00
For two 3-inch meters .....	417.00
For two 4-inch meters .....	696.00
For one 8-inch meter, two 2-inch meters.....	1,331.00
For two 8-inch meters .....	2,202.00

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. (R)  
(C)
3. 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.
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).

(To be inserted by utility)

*Issued by*

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

Advice Letter No. 470

R. W. Nicholson

Date Filed \_\_\_\_\_

Decision No. 15-11-000

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..... \$ 2.5032  
For all Ccf greater than 16 Ccf, per 100 cu. Ft..... \$ 2.8789

Service Charges:

	Per Meter
	<u>Per Month</u>
For 5/8 x 3/4-inch meter .....	\$ 14.53
For 3/4-inch meter .....	21.80
For 1-inch meter .....	36.34
For 1-1/2-inch meter .....	72.67
For 2-inch meter .....	116.30
For 3-inch meter .....	217.98

**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. (R) (C)
3. 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.
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).

(To be inserted by utility)

Issued by

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

Advice Letter No. 470

R. W. Nicholson

Date Filed \_\_\_\_\_

Decision No. 15-11-000

NAME

Effective \_\_\_\_\_

President

TITLE

Resolution No. \_\_\_\_\_

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

**RATES** - (continued)

	Per Battery <u>Per Month</u>
For two 2-inch meters.....	\$ 222.00
For three 2-inch meters.....	333.00
For four 2-inch meters.....	444.00
For two 3-inch meters.....	417.00
For two 4-inch meters.....	696.00
For one 8-inch meter, one 2-inch meter.....	1,331.00
For two 8-inch meters.....	2,202.00

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. (R)
6. 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. (C)
7. A surcharge of \$0.1597 per Ccf is to be applied to the quantity rates of only non-CARW customers for a 12-month period ending September 20, 2015 to amortize the undercollection in the California Alternative Rates for Water (CARW) Memorandum Account.
8. 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.
9. 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.

(To be inserted by utility)

Issued by

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

Advice Letter No. 470

R. W. Nicholson

Date Filed

Decision No. 15-11-000

NAME

Effective

President

Resolution No.

**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. (R)  
(C)
9. 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.
10. 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.
11. 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).

(To be inserted by utility)

Issued by

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

Advice Letter No. 470

R.W. Nicholson

Date Filed

Decision No. 15-11-000

NAME

Effective

President

Resolution No.

TITLE



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	2524-W, 2500-W (C) 2376-W, 1563-W 1637-W, 2479-W
Preliminary Statement	634-W, 390-W, 2389-W to 2518-W, 2346-W, 2464-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>Rate Schedules</u>	<u>Schedule Number</u>
All Tariff Areas	
Surcharge to Fund Public Utilities	
Commission Reimbursement Fee	AA-UF 1807-W
Stages Water Shortage Surcharges and Penalties	14.1 2481-W to 2485-W
Fontana Water Company	
General Metered Service - General	FO-1 2379-W, 2520-W (C)
General Metered Service - Conservation	FO-1C 2521-W (C)
Private Fire Service	FO-4 2382-W, 1087-W, 1476-W
Recycled Water Metered Service	FO-6 2383-W, 2522-W (C)
Construction and Tank Truck Service	FO-9C 2385-W, 1516-W
Service to Tract Houses During Construction	FO-9CL 2386-W
California Alternative Rates For Water	FO-CARW 2451-W, 2523-W (C)
Facilities Fees	FO-FF 1875-W 1876-W

(continued)

(To be inserted by utility)  
Advice Letter No. 470  
Decision No. 15-11-000

Issued by  
R. W. Nicholson  
NAME  
President  
TITLE

(To be inserted by Cal. P.U.C.)  
Date Filed \_\_\_\_\_  
Effective \_\_\_\_\_  
Resolution No. \_\_\_\_\_