

**CALIFORNIA PUBLIC UTILITIES COMMISSION
DIVISION OF WATER AND AUDITS**

Advice Letter Cover Sheet

Utility Name: San Gabriel Valley Water Co.
Los Angeles County and
District: Fontana Water Company
Divisions

Date Mailed to Service List: 12/18/20

CPUC Utility #: U337W

Protest Deadline (20th Day): 01/07/21

Advice Letter #: 558

Review Deadline (30th Day): 01/17/21

Tier 1 2 3 Compliance

Requested Effective Date: 02/01/21

Authorization

Rate Impact: \$0
 0.0%

Description: This advice letter seeks to close the Drought
Lost Revenue and Drought Surcharge
Revenue Balancing Accounts and to transfer
the November 2020 undercollected
balances to the PABBAs.

The protest or response deadline for this advice letter is 20 days from the date that this advice letter was mailed to the service list. Please see the "Response or Protest" section in the advice letter for more information.

Utility Contact: Joel M. Reiker
Phone: (626) 448-6183
Email: jmreiker@sgvwater.com

Utility Contact: Christine Sluss
Phone: (626)423-2235
Email: csluss@sgvwater.com

DWA Contact: Tariff Unit
Phone: (415) 703-1133
Email: Water.Division@cpuc.ca.gov

DWA USE ONLY

DATE

STAFF

COMMENTS

<u>DATE</u>	<u>STAFF</u>	<u>COMMENTS</u>
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____

APPROVED

WITHDRAWN

REJECTED

Signature: _____

Comments: _____

Date: _____

SAN GABRIEL VALLEY WATER COMPANY

December 18, 2020

Advice Letter 558

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 Los Angeles County and Fontana Water Company divisions:

CPUC Sheet No.	Title	Schedule No.	Cancelling CPUC Sheet No.
CLOSED	Preliminary Statement Section V1	N/A	2887-W
3114-W	Table of Contents	N/A	3113-W

San Gabriel Valley Water Company ("San Gabriel" or "Company") submits this advice letter to request authorization to transfer the November 2020 under-collected balances of \$10,048 in the Los Angeles County division and \$34,459 in the Fontana Water Company division tracked in the Drought Lost Revenue and Drought Surcharge Revenue ("DLR-DSR") balancing accounts (Preliminary Statement Section V1) to the Previously Authorized Balances Balancing Accounts ("PABBA") (Preliminary Statement Sections F1 and F2) in the respective divisions, and to simultaneously close the DLR-DSR balancing accounts in compliance with Resolution W-5169. In accordance with Section V1 of San Gabriel's Preliminary Statement (Paragraph 3), **this advice letter is designated as Tier 2.**

Discussion

Commission Resolution W-5169, dated September 13, 2018, authorized San Gabriel to transfer the November 30, 2017 net under-collected balances in the Drought Lost Revenue Memorandum Accounts and Drought Surcharge Revenue Memorandum Accounts, to the new DLR-DSR balancing accounts and to amortize those balances over a 24-month period, and subsequently to transfer any residual balances to the PABBAs. The relevant Ordering Paragraphs of Resolution W-5169 are as follows:

4. For the Los Angeles Division, San Gabriel Valley Water Company is authorized to recover the net under collection balance of \$3,532,149, the net of its Drought Lost Revenue Memorandum Account and the Drought Surcharge-Revenue Memorandum Account balances as of November 30, 2017, by transferring that amount to a balancing

account for recovery through a surcharge of \$0.1473 per Ccf applied to quantity rates over a period of 24-months starting October 1, 2018.

5. For the Fontana Division, San Gabriel Valley Water Company is authorized to recover the net under collection balance of \$3,586,304, the net of its Drought Lost Revenue Memorandum Account and the Drought Surcharge-Revenue Memorandum Account balances as of November 30, 2017, by transferring that amount to a balancing account for recovery through a surcharge of \$0.1254 per Ccf applied to quantity rates over a period of 24-months starting October 1, 2018.
6. San Gabriel Valley Water Company's Drought Lost Revenue Memorandum Account and Drought Surcharge Revenue Memorandum Account shall be closed.
7. At the end of the 24-month surcharge collection period of the balancing accounts, any monies collected more than, or less than, the authorized recovery balance, shall be transferred to the Previously Authorized Balance Balancing Account for future refund or recovery.

By Advice Letters 507-A and 508-A, respectively, effective October 1, 2018, San Gabriel opened the DLR-DSR balancing accounts in each division, and instituted the \$0.1473 per Ccf surcharge in the Los Angeles County division and the \$0.1254 per Ccf surcharge in the Fontana Water Company division to amortize the approved under-collected balances. These surcharges expired on September 30, 2020, leaving under-collected balances of \$10,048 in the Los Angeles County division and \$34,459 in the Fontana Water Company division as of November 30, 2020. San Gabriel requests authorization to close the DLR-DSR balancing accounts and to transfer these residuals to the PABBAs for each division, effective February 1, 2021. This advice letter proposes no changes in rates.

Workpapers supporting the 2018 - 2020 entries to the DLR-DSR balancing accounts have been submitted to Commission staff for its review and verification.

Notice of Advice Letter Filing

In accordance with Water Industry Rule 3.3 of General Order 96-B, San Gabriel will post this advice letter to its websites www.sgvwc.com and www.fontanawater.com. 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. No further public notice is required.

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) 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;
- (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 protest may not rely on a policy objection to an advice letter where the relief requested in the advice letter follows rules or directions established by statute or Commission order applicable to the utility. 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 Water Division within 20 days of the date this advice letter is filed. The address for mailing or delivering a response or protest is:

Email Address:
water.division@cpuc.ca.gov

Mailing Address:
California Public Utilities Commission
Water Division, 3rd Floor
505 Van Ness Avenue
San Francisco, CA 94102

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 San Gabriel addressed as follows:

Email Address:
jmreiker@sgvwater.com

Mailing Address:
San Gabriel Valley Water Company
Vice President of Regulatory Affairs
11142 Garvey Avenue
El Monte, CA 91733

Cities and counties that need Board of Supervisors or Board of Commissioners approval to protest should inform the Water Division, within the 20 day protest period, so that a late filed protest can be entertained. The informing document should include an estimate of the date the proposed protest might be voted on.

The advice letter process does not provide for any further responses, protests or comments, except for San Gabriel's reply, after the 20-day comment period. San Gabriel will reply to each protest and may reply to any response. Each reply must be received by the Water Division within five 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 in accordance with General Order 96-B, General Rule 7.4.3.

If you have not received a reply to your protest within ten business days, contact San Gabriel at (626) 448-6183.

December 18, 2020

San Gabriel Valley Water Company

/s/ Joel M. Reiker

Joel M. Reiker
Vice President of Regulatory Affairs

cc: Bruce DeBerry, CPUC – Water Division
Victor Chan, CPUC – Water Branch, Cal Advocates
Richard Rauschmeier, CPUC – Water Branch, Cal Advocates

\encl.

DISTRIBUTION LIST
San Gabriel Valley Water Company
Los Angeles County Division
Advice Letter No. 558

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Industry Public Utilities Post Office Box 3165 City of Industry, CA 91744	City Clerk, City of South El Monte 1415 Santa Anita Avenue South El Monte, CA 91733
City Clerk, City of Irwindale 5050 North Irwindale Avenue Irwindale, CA 91706	Golden State Water Company Attn: Ronald Moore, Regulatory Affairs 630 East Foothill Boulevard San Dimas, CA 91773
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City of Monterey Park Water Department 320 West Newmark Avenue Monterey Park, CA 91754	California Public Utilities Commission Office of Ratepayer Advocates 505 Van Ness Avenue San Francisco, CA 94102-4208
City of Pico Rivera Water Department 6615 Passons Boulevard Pico Rivera, CA 90660	Kiki Carlson Suburban Water Systems kcarlson@swwc.com
Pico Water District Post Office Box 758 Pico Rivera, CA 90660-0758	Liberty Utilities (Park Water) Corp. 9750 Washburn Road P.O. Box 7002 Downey, CA 90241 AdviceLetterService@LibertyUtilities.com
City Clerk, City of West Covina 1444 West Garvey Avenue West Covina, CA 91790	

DISTRIBUTION LIST
San Gabriel Valley Water Company
Fontana Water Company Division
Advice Letter No. 558

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Public Works Director
City of Fontana Public Service Department
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Fontana, CA 92335

Marvin T. Sawyer, District Counsel
Fontana Unified School District
Business Services Office
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Fontana, CA 92335

Samuel Martinez, Executive Officer
Local Agency Formation Commission for
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San Bernardino, CA 92415-0490

City of Ontario Water Department
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Ontario, CA 91764

City of Rialto Water Department
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Rialto, CA 92376

West Valley Water District
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Kiki Carlson
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