

ORIGINAL

Decision No. 57274

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of
SATICOY WATER COMPANY, a corporation,
for an increase in rates.

Application No. 39437

W. T. Selby, for applicant.
Clare Carlson, for the City of San Buenaventura,
and Gerald H. Davis, for the Saticoy Lions
Club, interested parties.
Donald B. Steger and A. L. Gielegem, for the
Commission staff.¹

O P I N I O N

By the application herein, filed on September 27, 1957,
and amended by amendments filed on April 21, 1958, and April 25,
1958, applicant, a public utility water corporation serving as such
pursuant to grandfather rights, seeks, (1) to increase its water
rates, (2) approval of a contract between applicant and Alta Mutual
Water Company, and (3) to increase the charge for water furnished
to the City of San Buenaventura, hereinafter referred to as Ventura.

Public hearings on the application were held in Saticoy
on July 7 and 8, 1958, and in Los Angeles on July 9, 1958, before
Examiner Kent C. Rogers, and the matter was submitted. Prior to the
first day of hearing notice thereof was published and mailed to
applicant's consumers as required by this Commission.

The history of the company is set out in prior decisions
of this Commission and need not be set out herein. Its service

¹ List of additional appearances by water users attached as
Appendix B.

area is in Ventura County and extends from the eastern boundary of the City of Ventura on the west to the eastern edge of the community of Saticoy on the east, and from approximately Foothill Road on the north to the Santa Clara River on the south. This area is approximately 6 miles from east to west and 2½ miles from north to south. The land slopes upward from the south to the north. Above Foothill Road the rise is rather abrupt. Subdivisions, known as Ondulando Estates and Ondulando Highlands, are being constructed north of Foothill Road and east of the eastern limits of Ventura. Approximately 90 percent of the service area consists of ranches and agricultural enterprises. The unincorporated community of Saticoy is located in the southeast portion of the service area, and the unincorporated community of Montalvo is located in the southwest portion of the service area. Most of applicant's shareholders are also shareholders of the Alta Mutual Water Company which supplies water for irrigation purposes in the applicant's service area, and the applicant rents certain transmission and storage facilities from Alta Mutual. Applicant owns two wells, one at Saticoy and one at Montalvo. In addition, surplus water is supplied when needed by Alta Mutual; and applicant supplies water to Alta Mutual, when required, pursuant to the exchange agreement sought to be modified by this application. Alta Mutual's five wells and applicant's Saticoy well feed a 20-inch transmission main to Alta's 1,392,930-gallon reservoir located north of Foothill at an elevation of 413 feet. Saticoy's distribution system is connected to Alta's system at several locations along Alta's 20-inch transmission line.

Applicant owns two reservoirs, the Corbett reservoir holding 262,000 gallons, located between Foothill Road and Telegraph Road on Corbett Road at an elevation of 350 feet, and the Culbertson

reservoir holding 100,000 gallons, located north of the service area at an altitude of 852 feet. In addition applicant leases an 84,000-gallon reservoir known as the Sexton reservoir, located on Sexton Road north of Foothill Road at an elevation of 460 feet. All reservoirs and wells are interconnected. Montalvo is located at an elevation of approximately 100 feet; Saticoy at an elevation of approximately 150 feet; Foothill Road is at an approximate elevation of 400 feet; and Ondulando Estates and Ondulando Highlands are at an elevation of over 400 feet. The facilities and service area above referred to are shown on Exhibit No. 3 herein.

During the year 1957 applicant allegedly expended \$73,000 to improve its utility plant. These improvements included a new well, pump, and some new mains in Saticoy, and metering of all services. For 1958 the applicant is planning to make and install approximately \$99,000 worth of improvements, as follows:

	<u>Cost</u>
1. Tie the new Saticoy well into the system - now done	\$ 2,200
2. A replacement main on F Street in Saticoy - now done	1,102
3. Twenty-four meters - now done	720
4. A 500,000-gallon tank, well, pumps and facilities at Montalvo - in the process of completion	42,000
5. A 10-inch and an 8-inch transite main and a pump from the Corbett reservoir to Ondulando Highlands	20,800
6. Increase size of main on Telephone Road between Hill Road and Victory Avenue to 10 inches	9,000
7. New office building in Saticoy	14,000
8. A 4-inch main on Foothill Road	3,020

9. Meter wells in Saticoy and Montalvo	\$ 1,000
10. Crossing replacements	<u>5,000</u>
Total	\$98,842

Pursuant to the authority granted by Decision No. 54955 of this Commission, in May, 1957, applicant sold that portion of its distributing system located in the City of Ventura to said city and contracted to furnish water to the city "at such rate as may be fixed by the Public Utilities Commission of the State of California." The price presently in effect and approved by the Commission is \$25 per-acre foot. Applicant seeks to increase this rate to \$32.50 per acre-foot.

Applicant and Alta Mutual Water Company exchange water and use each other's facilities pursuant to an agreement approved by this Commission by Decision No. 44545, dated July 13, 1950, in Application No. 30529. Pursuant to this agreement applicant has the use of certain of Alta Mutual's facilities, and furnishes water to said mutual at the following rates:

	<u>Minimum</u> <u>Annual Charge</u>	<u>Charge per</u> <u>Miner's Inch Day</u>
1. Low pressure system	\$ 24.00	\$.15
2. High pressure system ...	45.00	.30

Applicant seeks authority to enter into a new agreement whereby the stated charges for water furnished to Alta Mutual will be increased by the percentage increase granted to applicant by the instant application, and the charges for the use by applicant of Alta's facilities will be modified and applicant will pay to Alta a total of \$331.92 per month.

The Proposed Rate Increase

All of applicant's services are metered. At the end of the year 1957 it had approximately 850 general customers and furnished water to 43 Alta Mutual stockholders.

The metered rates presently in effect are as follows:

Monthly Quantity Rates:

First	1,000 cubic feet or less	.....	\$ 2.00
Next	4,000 cubic feet per 100 cubic feet	.....	.20
Next	5,000 cubic feet per 100 cubic feet	.....	.15
Next	10,000 cubic feet per 100 cubic feet	.....	.10
Next	30,000 cubic feet per 100 cubic feet	.....	.08
Next	50,000 cubic feet per 100 cubic feet	.....	.07
Over	100,000 cubic feet per 100 cubic feet	.....	.06

Monthly Minimum Charges:

For	5/8 x 3/4-inch meter	.....	\$ 2.00
For	3/4-inch meter	.....	3.00
For	1-inch meter	.....	4.00
For	1 1/2-inch meter	.....	5.00
For	2-inch meter	.....	6.00
For	3-inch meter	.....	8.00

Water furnished to the City of Ventura,
\$25.00 per acre-foot.

The company proposes the following schedule of metered rates:

Monthly Quantity Rates

		<u>Saticoy Montalvo Area</u>	<u>Foothill Tariff Area</u>
First	1,000 cubic feet or less	\$ 3.60	\$ 4.10
Next	1,000 cubic feet per 100 cu. feet ..	.35	.40
Next	3,000 cubic feet per 100 cu. feet ..	.30	.35
Next	15,000 cubic feet per 100 cu. feet ..	.20	.25
Next	20,000 cubic feet per 100 cu. feet ..	.15	.20
Next	40,000 cubic feet per 100 cu. feet ..	.12	.17
Over	80,000 cubic feet per 100 cu. feet ..	.10	.15

Rate to City of Ventura for wholesale water pursuant to contract is \$32.50 per acre foot.

Monthly Minimum Charges

5/8 x 3/4-inch meter	\$ 3.60	\$ 4.10
3/4-inch meter	6.00	6.50
1-inch meter	9.00	10.00
1 1/2-inch meter	15.00	17.00
2-inch meter	20.00	23.00
3-inch meter	30.00	35.00
4-inch meter	50.00	60.00

The minimum charge will entitle the customer to the quantity of water which that monthly minimum charge will purchase at the quantity rates.

The proposed Foothill rates would apply in the areas generally above Foothill Road, which would include Ondulando Estates and Ondulando Highlands. The applicant's witness testified that the proposed rate differential is proper, due to the cost of pumping water to the higher elevation.

The estimates of the applicant and the staff as to future results of operation at existing rates indicate that the applicant would not have a reasonable return either with or without the necessary improvements. With the improvements the applicant estimates that in 1958 it will operate at a loss, and the staff estimates a return of 2.85 percent.

At proposed rates the estimates for 1958 are as follows:

<u>Item</u>	<u>Applicant</u>	<u>Staff</u>
Operating Revenues	\$ 94,034	\$ 97,500 ²
<u>Operating Expenses</u>		
Source of Supply	20	120
Power and Pumping	11,825	8,730
Transmission & Distribution	11,343	8,210
Customer Billing & Collecting	5,890	4,110
General Expenses	12,491	10,970
Maintenance of Gen. Plant	150	330
Rent	<u>4,636</u>	<u>2,960</u>
Total	\$ 46,355	\$ 35,430
Taxes other than Income	\$ 4,834	\$ 4,010
Taxes based on Income	<u>6,992</u>	<u>16,780</u>
Total	\$ 11,826	\$ 20,790
Depreciation	<u>11,603</u>	<u>11,320</u>
Total Expenses	\$ 69,784	\$ 67,540
Net Revenue	\$ 24,250	\$ 29,960
Aver. Depreciated Rate Base	\$316,768	\$298,650
Rate of Return	7.6%	10.03%

There are substantial differences in the applicant's and the staff's estimates of revenues, expenses, and rate bases.

Estimated Revenues

As of July 7, 1958, there were 896 general metered customers and 43 Alta Mutual customers. In addition, applicant sells water to the City of Ventura and sells water for fire protection and haulage.

² Revenues include payment pursuant to contract by the City of Ventura and from Alta Mutual at contract rates.

The Alta Mutual customers paid a total of \$1,814 in 1957 for water furnished by applicant; and it is estimated that at present rates, because of the reduction in the number of such customers from 59 in 1956 to 43 at the end of 1957, due to service to 16 such customers being assumed by the City of Ventura, those served through applicant would pay \$1,500 in 1958. The applicant estimates that at the proposed rates the mutual members would pay applicant a total of approximately \$2,625 in 1958, an increase of \$1,125. The staff, in estimating Alta Mutual revenues for 1958, used the proposed general metered rates and reduced the water consumption by one-half, thereby placing the mutual members on the same consumption basis as the applicant's general metered consumers. The 1958 revenues from the Alta Mutual customers, with one-half normal consumption and at general metered rates, are estimated by the applicant³ to be \$4,350, assuming that a rate increase of approximately 75 percent is permitted hereby. This figure will be used in calculating applicant's estimated 1958 revenues.

An item which reflects a difference of \$910 between the applicant's estimated revenues and the staff's estimated revenues for the year 1958 is the item of sales pursuant to contract to the City of Ventura. The applicant estimated that these sales would amount to \$3,190 at the proposed rates, and the staff estimated that such sales would amount to \$9,100. The contract with the City of Ventura was executed in March, 1957, and continues for five years. It provides that the city will purchase a minimum of 12 acre-feet

³ Exhibit No. 7 A.

per month, which would produce revenues of \$4,680 per year. The Ventura City Water Superintendent testified, however, that the city was furnished about 40 acre-feet per month by applicant during the first five months of 1958 and would need about 43 acre-feet per month during the balance of the year, and that its purchase of water from the applicant will increase in the future. At \$32.50 per acre-foot per month the revenues from this source on the basis of 40 acre feet per month would amount to \$15,600 per year. The staff's estimate of this revenue based on past experience will be used in calculating applicant's revenues in 1958.

In calculating revenues from fire protection service, which rates are not to be increased, the staff used the figures for the year 1957. The applicant figures an increase in this item due to the estimated growth in the service area, particularly in the area north of Foothill Road. The record shows such growth, and consequently applicant's estimate of revenue from such service will be used. Its estimate is \$1,902 for the year 1958.

There is a substantial difference in the applicant's and the staff's estimates of metered sales, other than to Alta Mutual, for the year 1958, the difference being in the estimated number of customers. On July 7, 1958, applicant had 896 general metered customers. The applicant estimated an average of 911 such customers for 1958, and the staff estimated an average of 934 general metered customers. The applicant's estimate of the average number of metered customers appears reasonable and will be adopted.

Using the applicant's estimate of the number of general metered customers, the revenue therefrom in 1958 will be \$79,270. This figure will be adopted for the purposes of this decision.

In calculating the additional items of revenue, the staff apparently used the 1957 figure, which included \$800 in nonrecurring

water sales for construction purposes, and carried this figure into its 1958 calculations. For that reason the applicant's estimate of these items will be used.

As adjusted, the revenue items to be used herein and which we find to be reasonable, are as follows:

601	Metered sales	\$83,620
605	Public fire protection	1,902
606	Sales to City of Ventura	9,100
609	Other sales	1,754
611	Miscellaneous Revenue	10
612	Rent from water property	263
614	Other water revenues	20
	Total Revenues, 1958	\$96,669

Operating Expenses

The estimates of operating expenses for the year 1958, calculated by the applicant and the staff, are as follows:

<u>Account No.</u>	<u>Account</u>	<u>Applicant</u>	<u>Staff</u>
700	Source of water supply	\$ 20	\$ 120
720	Power and pumping	11,825	8,820
750	Transmission & Distribution	11,343	8,210
770	Customer accounting and collection	5,890	4,110
790	General	12,491	10,970
805	Maintenance of general plant	150	330
811	Rent	4,636	2,960
	Total	\$ 46,355	\$ 35,520

In estimating these accounts, several differences were exhibited between the items considered by applicant and the staff. Also brought out was the fact that the applicant did not capitalize as construction overheads any of its payroll except a portion of the president's salary, although all labor was performed by company employees.

Through all of the items of expense there is the cost of labor and supervision. In 1957 the labor expense amounted to

\$16,400. In figuring its estimated expenses for 1958 the applicant considered labor at the 1957 cost and increased the amount by 5 percent to allow for a guaranteed wage increase, increasing the total to \$17,346. This increase was not considered by the staff in its figures. Both parties considered as reasonable, and included in their estimates, an increase in the president's salary from \$1,200 per year to \$4,200, of which \$800 was capitalized, thereby increasing expenses by \$2,200 per annum.

Some of the differences were caused by the rejection by the staff of two items of the contract between the applicant and the Alta Mutual Water Company. One of the differences was that the staff reduced the annual charge for the use of the 20-inch transmission main from \$1,000 to \$667 per year, because the staff calculated the life of the main to be 30 years rather than 20 years as estimated by the applicant. The evidence shows that the 20-year life is more reasonable, and this will be used herein. In addition, the staff deleted rental for the Alta wells on a standby basis for a total of \$688 per year. This item was in the prior contract and appears reasonable.

With the exception of the items above referred to, the staff's estimate of operating expenses appears the more reasonable, as it considered all proper adjustment from the 1957 recorded expenses resulting from the sale of a large portion of the system to the City of Ventura. The applicant did not do so. In addition, the applicant considered, and did not adjust for, nonrecurring items of expenses. For instance, the item of miscellaneous general expense, Account No. 798, amounted to \$2,443 in 1957; and this

figure was estimated by applicant to be \$3,360 in 1958. According to the staff, this item in 1957 was composed almost entirely of non-recurring extraordinary expenses, including \$996 for legal expenses incurred in the negotiations for the sale of a portion of the system to the City of Ventura, outside accountants hired temporarily due to a change in the office personnel at a cost of \$700, and \$250 for engineering services in connection with the instant application.

The staff's estimate of expenses appears the more reasonable when adjusted to include the items above referred to. As adjusted, we find that applicant's reasonable expenses for 1958 will be \$37,487.

Rate Base

The estimated rate bases for the year 1958 are as follows:

	<u>Applicant</u>	<u>Staff</u>	<u>Difference</u>
Average Utility Plant ...	\$400,768	\$395,190	\$ 5,578
Materials & Supplies	18,266	6,010	12,256
Working Cash	<u>7,726</u>	<u>2,320</u>	<u>5,406</u>
Total	\$426,760	\$403,520	\$23,240
Less Advances	53,751	49,640	4,111
Depreciation Reserve	<u>56,241</u>	<u>55,230</u>	<u>1,011</u>
Total Deductions	\$109,992	\$104,870	\$ 5,122
Rate Base	\$316,768	\$298,650	\$18,118

In estimating its fixed capital the applicant gave effect to \$61,200 of new property for the full year of 1958 by including one-half thereof in 1957 and one-half thereof in 1958. This property includes a new office building to cost \$14,000, a 300,000-gallon reservoir and land therefor, a booster pump and connecting pipe lines to improve service in Montalvo, at a total estimated

cost of \$42,000, improvements consisting of a new pipe line in the Montalvo area at an estimated cost of \$3,000, and a tie-in to the new well in Saticoy at an estimated cost of \$2,200. The staff considered that certain items, totaling \$52,000 in cost, of the new property would be completed in 1958, and included only these items on the full-year basis. The items the staff estimated would be completed in 1958 included the acquisition of the land for the Montalvo reservoir at a cost of \$5,000, the Montalvo reservoir and booster pump at a cost of \$32,000, the office building at a cost of \$14,000, and well meters at a cost of \$1,000. The balance of the 1958 additions were included in the staff's operative construction work in progress and weighted average additions to utility plant. Actually the staff's estimates are probably high, inasmuch as the record shows that the office building will not be constructed until the end of 1958 or early in 1959. The staff's estimate of utility plant will be used herein.

The staff's estimate of materials and supplies is the more reasonable and will be used herein. Applicant's witness admitted that the pipe used in estimating the expenses for this item had been included in the additions to its utility plant estimates for 1958 in its nonrevenue-producing additions.

The applicant estimated its working cash by taking one-sixth of its estimated operating expenses for 1958. The staff estimated the working cash by considering the operating expenses, billing procedures, and income tax accruals, which method is proper.

The applicant's estimate of the advances for construction is more nearly correct and will be used. The staff used the

applicant's 1957 recorded figure.

Considering the above, we find that applicant's rate base for the year 1958, reasonably, will be \$294,539, calculated as follows:

Average Utility Plant	\$395,190
Materials and Supplies	6,010
Working Cash	<u>2,320</u>
Total	\$403,520
Less Advances	53,751
Depreciation Reserve	<u>55,230</u>
Total Deductions	\$108,981
Rate Base	\$294,539

As adjusted herein, applicant would have the following operating results at the proposed level of rates:

Revenues	\$ 96,669
Expenses other than taxes and depreciation	37,487
Taxes other than Income	4,010
Taxes on Income	15,223
Depreciation Expense	<u>11,320</u>
Total Operating Expense	\$ 68,040
Net Revenue	28,629
Rate Base	\$294,529
Rate of Return	9.72%

From the record herein we find that rate increases are justified with a differential in rates between the Foothill Zone and the Saticoy-Montalvo Zone, such difference to be approximately the same as requested by applicant, but that overall increases are not justified to the extent proposed by applicant. We further

find that a return of 7.5 percent on applicant's adjusted rate base of \$294,539 is reasonable. Such return would result in gross operating revenues to applicant of \$83,100 for the year 1958. We further find that the rates hereinafter authorized will permit such a return, after due allowance for operating expenses, taxes and depreciation, assuming that the Alta Mutual members are charged the same rates as general metered consumers; it not being intended hereby to modify the contract between applicant and Alta Mutual, but, for rate-fixing purposes only, to treat the members of such mutual as ordinary consumers and estimate revenues accordingly. The actual rate of return will, therefore, be lower than that estimated herein, inasmuch as actual gross revenues will be reduced approximately \$1,260 (Exhibit No. 7) if Alta Mutual consumers pay pursuant to the contract with applicant, herein referred to and approved.

It is further found that an increase in the rates for water sold to the City of Ventura is justified to the extent that applicant shall increase said rates to \$30 per acre-foot, and the contract between the City of Ventura and the applicant, as approved by this Commission in Decision No. 54955, dated May 7, 1957, in Application No. 38964, will be modified to that extent, the Commission hereby finding that the public interest requires such modification. Said increase in rates we find to be reasonable and justified. Insofar as present rates differ from those herein provided, we find that for the future they are unjust and unreasonable.

The Alta Mutual Contract

By Decision No. 44545, dated July 18, 1950, in Application No. 30529, applicant was permitted to carry out the terms and conditions of a written contract with Alta Mutual Water Company. This

Contract has expired; and applicant seeks authority to enter into a similar agreement with said mutual company, a copy of which agreement is attached to the second amendment to the application herein, was executed on April 14, 1958, and is for a period of one year and indefinitely thereafter unless terminated by either party. The contract provides for the allocation of costs of facilities owned by Alta Mutual Water Company and used jointly with applicant, based on a use factor as set forth in the agreement, which results in an annual charge to applicant of \$3,983, or \$331.92 per month. In addition, the agreement provides that the members who receive water through the applicant's facilities will pay applicant annual charges for such service plus a unit charge per miner's inch day. The base charges are the charges specified in the formerly approved contract "plus the added percentage increase granted to Saticoy by the Public Utilities Commission of California" in the herein application. This expression is ambiguous inasmuch as there were at least two percentages of increase applied for; i.e., the estimated 75 percent increase in metered rates and the 33 percent increase requested by applicant with reference to service to Ventura. In addition, the increases granted by the Commission are lesser amounts. The applicant, however, in its calculations, considered the increase as being 75 percent over the general rates in effect at present.

This agreement appears to be in the public interest and the order herein will authorize its execution by applicant.

O R D E R

An application as above entitled having been filed, a public hearing having been held, the matter having been submitted and now being ready for decision,

IT IS HEREBY ORDERED:

(1) That Saticoy Water Company be, and it is, authorized to file in quadruplicate with the Commission, after the effective date of this order, and in conformity with the Commission's General Order No. 96, the schedule of rates shown in Appendix A attached hereto, and on not less than five days' notice to the Commission and to the public to make said rates effective for service rendered on and after October 1, 1958.

(2) That Saticoy Water Company shall, within 30 days after the effective date of this order, submit to the Commission in writing its schedule for the completion of the improvements proposed for 1958. On or before December 31, 1958, Saticoy Water Company shall install meters in its Montalvo and Saticoy wells and complete the storage facilities in the Montalvo area and report to the Commission in writing such completion within 10 days thereafter.

(3) That Saticoy Water Company shall, within 60 days after the effective date of this order, file four copies of a comprehensive map drawn to an indicated scale not smaller than 600 feet to the inch, delineating by appropriate markings the various

tracts of land and territory served, the principal water production, storage and distribution facilities, and the location of the various water system properties of the applicant.

(4) That Saticoy Water Company shall, in the future, determine its accruals to depreciation by spreading the original cost of the plant, less estimated net salvage and depreciation reserve, over the estimated remaining life of the property. Applicant shall review the accrual rates when major changes in plant composition occur and for each plant account at intervals of not more than three years, and report the results of these reviews to the Commission.

IT IS FURTHER ORDERED that paragraph 8 (a) of the contract between Saticoy Water Company and the City of San Buenaventura is modified by substituting the word and figure Thirty Dollars (\$30.00) for the word and figure Twenty-five Dollars (\$25.00) wherever in said paragraph the latter word and figure appears, and that after the effective date of the order herein, water sold to the City of San Buenaventura shall be at the rate of Thirty Dollars (\$30.00) per acre-foot.

IT IS FURTHER ORDERED that Saticoy Water Company be, and it hereby is, authorized to carry out the terms and conditions of the written agreement dated April 14, 1958, with Alta Mutual Water Company under the terms, charges, and conditions stated therein, subject to the conditions (1) that applicant shall file with this Commission within 30 days after the effective date of this order, two certified copies of the agreement as

executed, and (2) applicant shall notify the Commission of the date of termination of said agreement within 30 days from and after the date of termination.

The effective date of this order shall be twenty days after the date hereof.

Dated at San Francisco, California, this 2nd day of September, 1958.

E. L. Fox
President

[Signature]

[Signature]

[Signature]

Commissioners

Commissioner Ray E. Untereiner, being necessarily absent, did not participate in the disposition of this proceeding.

APPENDIX A
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Schedule No. SM-1

Saticoy-Montalvo Tariff Area

GENERAL METERED SERVICE

APPLICABILITY

Applicable to all metered water service.

TERRITORY

The area lying at and below 450 elevation and generally south of Foothill Road including the unincorporated communities of Saticoy and Montalvo, and in vicinity, Ventura County.

RATES

	<u>Per Meter Per Month</u>
Quantity Rates:	
First 1,000 cu.ft. or less	\$ 3.00
Next 1,000 cu.ft., per 100 cu.ft. ....	.30
Next 3,000 cu.ft., per 100 cu.ft. ....	.25
Next 15,000 cu.ft., per 100 cu.ft. ....	.20
Next 20,000 cu.ft., per 100 cu.ft. ....	.15
Over 40,000 cu.ft., per 100 cu.ft. ....	.10
Minimum Charge:	
For 5/8 x 3/4-inch meter	\$ 3.00
For 3/4-inch meter	5.00
For 1-inch meter	7.00
For 1 1/2-inch meter	15.00
For 2-inch meter	20.00
For 3-inch meter	30.00
For 4-inch meter	50.00

The Minimum Charge will entitle the customer to the quantity of water which that minimum charge will purchase at the Quantity Rates.

APPENDIX A
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Schedule FO-1

Foothill Tariff AreaGENERAL METERED SERVICEAPPLICABILITY

Applicable to all metered water service.

TERRITORY

The area lying above 450 foot elevation and generally north of Foothill Road near the unincorporated communities of Saticoy and Montalvo, and vicinity, Ventura County.

RATES

	<u>Per Meter</u> <u>Per Month</u>
Quantity Rates:	
First 1,000 cu.ft. or less	\$ 3.50
Next 1,000 cu.ft., per 100 cu.ft. ....	.35
Next 3,000 cu.ft., per 100 cu.ft. ....	.30
Next 15,000 cu.ft., per 100 cu.ft. ....	.25
Next 20,000 cu.ft., per 100 cu.ft. ....	.20
Over 40,000 cu.ft., per 100 cu.ft. ....	.15
Minimum Charge:	
For 5/8 x 3/4-inch meter	\$ 3.50
For 3/4-inch meter	5.50
For 1-inch meter	8.00
For 1 1/2-inch meter	17.00
For 2-inch meter	23.00
For 3-inch meter	35.00
For 4-inch meter	60.00

The Minimum Charge will entitle the customer to the quantity of water which that minimum charge will purchase at the Quantity Rates.

APPENDIX B

ADDITIONAL APPEARANCES

R. A. Penrose, Cdr. and Mrs. M. Joyce, Mrs. Victor Varel, Helen C. Temple, Wm. E. Temple, K. J. Henry, Margaret S. Marble, Carl Gaydon, H. H. Garman, W. R. Slye, G. A. Moore, George S. Ellis, J. O. Younce, A. P. Cobos, J. C. Tobias, M. L. Myerson, Frank R. Silva, Mrs. Carrie Silva, E. E. Blasdell, Joe M. Ramirez, C. A. Lind, Nolland C. Steele, Loyal S. Frazier, L. C. Low, Frank Rivera, Charles Maenza, W. E. Buckner, James Parker, Ned S. Porter, and John T. Culbertson, interested parties.