

**ORIGINAL**Decision No. 64175

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of )  
 MALIBU WATER COMPANY, a corporation, )  
 for authority for an increase in its )  
 rates to offset cost of purchased )  
 water. }

Application No. 43579  
 (Filed June 30, 1961)  
 (Amended July 27, 1961)

FIRST SUPPLEMENTAL  
INTERIM OPINION AND ORDER

By Decision No. 62547, dated September 12, 1961, in Application No. 43579, Malibu Water Company (applicant) was given authority to increase its rates to offset the increased cost of water purchased from County Water Works District No. 29. This authority was temporary and was to continue during the period in which applicant purchased water from said district at contract rates recited in the temporary agreement. The period was to terminate on approximately July 31, 1962.

On July 6, 1962, a staff utilities engineer filed with the Commission a memorandum stating that Los Angeles County Water Works District No. 29, on April 30, 1962, adopted a schedule of rates which will become effective when water is delivered on a permanent basis through the Metropolitan water connection at Sawtelle and Venice Boulevards, Los Angeles County. It was estimated that this permanent connection, providing water delivery to applicant, would be effective on or about September 1, 1962. The following tabulation is a comparison of the rates presently charged by District No. 29 for the temporary service to applicant and the

rates which will be charged to applicant when the permanent connection is effective.

Rate per 100 cu. ft. per Month			
Present Rates		Proposed Rates	
Temporary Service		Permanent Service	
First	100,000 cu. ft. ... \$0.45	First	500 cu. ft. ... \$2.00 min.
Next	150,000 cu. ft. ... 0.43	Next	3,500 cu. ft. ... 0.40
Next	200,000 cu. ft. ... 0.40	Next	496,000 cu. ft. ... 0.30
Next	200,000 cu. ft. ... 0.38	Over	500,000 cu. ft. ... 0.23
Next	200,000 cu. ft. ... 0.36		
Over	850,000 cu. ft. ... 0.35		

The memorandum further states that, based on applicant's purchase of approximately 20,200,000 cubic feet annually, as estimated by the applicant in its amended application herein, and three points of delivery, there will be a reduction in cost of purchased water of approximately \$24,200 per annum when the new rate from District No. 29 is applied to applicant's purchases, after adjustment for local franchise taxes. If this reduction in cost of purchased water were applied on the same basis as that utilized by the staff in the original authorization in this application, there should be a reduction in rates to the consumers of Malibu Water Company as shown in the following comparison schedule.

	Per Meter Per Month	
	Proposed	Present
First 500 cu. ft. ....	\$3.40	\$3.80
Next 1,500 cu. ft., per 100 cu. ft. ....	.53	.58
Next 3,000 cu. ft., per 100 cu. ft. ....	.46	.50
Over 5,000 cu. ft., per 100 cu. ft. ....	.38	.41

We find that the decreases in rates authorized herein are justified and that the present rates, insofar as they differ from those herein prescribed, are for the future unjust and unreasonable.

On August 8, 1962, applicant filed a Second Amendment to Application No. 43579 requesting modifications of its rate schedules and authority to transfer \$271,000 from Contributions in Aid of Construction to its Capital Surplus Account. These matters will be determined in a further order of the Commission after an appropriate proceeding.

Good cause appearing,

IT IS HEREBY ORDERED that Malibu Water Company, a corporation, be and it is hereby ordered to file in quadruplicate with the Commission, after the effective date of this order and in conformance with General Order No. 96-A, the schedule of rates shown in Appendix A attached hereto, and upon not less than five days' notice to the Commission and to the public, to make said rates effective for service rendered on and after September 1, 1962.

IT IS FURTHER ORDERED that except for the authorized decrease in rates, said Decision No. 62547 shall in all other respects be and remain in full force and effect.

The effective date of this order shall be the date hereof.

Dated at San Francisco, California, this 28th day of August, 1962.

George E. Grover  
President  
J. L. Fox  
Everett W. Page  
Frederick B. Heloboff

Commissioners

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

## APPENDIX A

## Schedule No. 1

GENERAL METERED SERVICEAPPLICABILITY

Applicable to all metered water service.

TERRITORY

The area adjacent to the Pacific Coast known as Rancho Topanga Malibu Sequit, and vicinity, Los Angeles County.

RATES

## Quantity Rates:

	Per Meter Per Month	
First 500 cu. ft. or less .....	\$ 3.40	(R)
Next 1,500 cu. ft., per 100 cu. ft. ....	.53	
Next 3,000 cu. ft., per 100 cu. ft. ....	.46	
Over 5,000 cu. ft., per 100 cu. ft. ....	.38	

## Minimum Charge:

For 5/8 x 3/4-inch meter .....	\$ 3.40	
For 3/4-inch meter .....	5.00	
For 1-inch meter .....	7.50	(R)
For 1 1/2-inch meter .....	15.00	
For 2-inch meter .....	22.00	
For 3-inch meter .....	40.00	
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.

SPECIAL CONDITION

The Company reserves the right to prohibit the use of water under this schedule for the irrigation of crops, the products of which are intended for sale or disposal off the premises.