

ORIGINAL

Decision No. 76662

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of }  
ROSSMOOR WATER COMPANY, for an Order }  
Authorizing a Raise in Rates }

Application No. 50365  
(Filed July 1, 1968)

ORDER MODIFYING DECISION

Rossmoor Water Company, applicant herein, on November 19, 1969, filed a petition for modification of Decision No. 76387, dated November 4, 1969, in Application No. 50365, stating that the schedules of rates authorized to be filed as set forth in Appendix A of that decision will not produce sufficient revenues to produce the net revenue of \$150,800 found reasonable for the estimated year 1969. Said petition requests the Commission to review the rate schedules authorized by that decision and to modify the rate schedules to produce the desired net revenues.

Leisure World Foundation, protestant in Application No. 50365, filed, on December 3, 1969, and amended such on December 17, 1969, a response to said petition of applicant entitled an "Answer to Petition for Modification of Decision and Petition by Leisure World for Modification of Decisions". Said response alleged that the tariff schedules approved in Decision No. 76387 would in fact produce \$5,781 in revenues in excess of the authorized 7.2% rate of return, and thereby requested the Commission to modify its decision so that a rate of return of 7.2% would be realized.

The Commission staff has reviewed the rate schedules and resulting revenues and has concluded that errors were made in the calculation of the revenues required to generate a fair and reasonable rate of return of 7.2 percent as found in Decision No. 76387. The allegations contained in the response of Leisure World Foundation are without merit in that they are based on assumed test year volumes of metered construction water sales and are inconsistent with other elements of the test year estimated operating results.

Therefore, the Commission finds and concludes as follows:

1. The rates in Schedule No. 1, General Metered Service, should be increased to correct errors and omissions.
2. The rates authorized by this Commission as set forth in Appendix A hereto are fair, just and reasonable and will produce a rate of return of 7.2 percent.
3. The increases in rates and charges authorized herein are just and reasonable and presently authorized rates and charges, insofar as they differ therefrom, are for the future unjust and unreasonable.
4. The petition of Leisure World Foundation should be denied.

IT IS ORDERED that Rossmoor Water Company is authorized to file, after the effective date of this order, the revised schedule of rates as set forth in Appendix A attached hereto. Said rates shall be effective four days after the date of filing and shall apply only to service rendered on and after said effective date. Such filing shall comply with General Order No. 96-A.

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

Dated at San Francisco, California, this 13<sup>th</sup> day of JANUARY, 1970.

William Squors  
President

Argue  
Richard

Thomas L. Moran  
Commissioners

Commissioner Thomas Moran, being necessarily absent, did not participate in the disposition of this proceeding.

## APPENDIX A

## Schedule No. 1.

GENERAL METERED SERVICEAPPLICABILITY

Applicable to general metered water service.

TERRITORY

El Toro, Laguna Hills, and Rossmore Leisure World, and vicinity,  
Orange County.

RATES

		<u>Per Meter</u>	
		<u>Per Month</u>	
Quantity Rates:			
First	500 cu.ft. or less .....	\$ 3.75	(I)
Next	800 cu.ft., per 100 cu.ft. ....	.50	
Next	6,700 cu.ft., per 100 cu.ft. ....	.38	
Next	10,000 cu.ft., per 100 cu.ft. ....	.35	
Next	30,000 cu.ft., per 100 cu.ft. ....	.31	
Over	48,000 cu.ft., per 100 cu.ft. ....	.29	(I)
Minimum Charge:			
For	5/8 x 3/4-inch meter .....	\$ 3.75	(I)
For	3/4-inch meter .....	5.00	
For	1-inch meter .....	9.00	(I)
For	1 1/2-inch meter .....	15.00	
For	2-inch meter .....	24.00	
For	3-inch meter .....	37.00	(I)
For	4-inch meter .....	55.00	
For	6-inch meter .....	110.00	

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