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Decision No. 90931 OCT 23 1979

ORIGINAL

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application) of PARK WATER COMPANY, a) California corporation, for Authorization to Increase Its Rates Charged for Water Service) in its Southern Division.

Application No. 57904 (Filed February 28, 1978; amended October 13, 1978)

ORDER CORRECTING DECISION NO. 90643

Park Water Company (Park) requested an order authorizing an increase in its rates charged for water service in its Southern Division. Decision No. 90575 dated July 17, 1979 and Decision No. 90643 dated August 14, 1979, both in Application No. 57904, authorized certain increases. The decisions authorized Park to file revised rate schedules as indicated in Appendix A of said decisions.

In reviewing the rates authorized by Decision No. 90643 Park questioned the matter of their producing the authorized revenue. A joint review of rate design calculations by the staff and Park revealed that 15 percent conservation effect adopted in the decision was not correctly applied to the rate blocks in the rate design development. This would result, if not corrected, in a shortfall of approximately 12 percent in the increased operating revenues adopted in Decision No. 90643.

In order to rectify this error at the earliest possible time the following order should be effective on the date of signature.

Findings of Fact

- 1. The rates authorized by Decision No. 90643 did not reflect the 15 percent conservation result that the decision found reasonable to anticipate.
- 2. If the rates authorized by Decision No. 90643 are not revised to reflect the reduced volume of sales, a revenue shortfall of about 12 percent less than the operating revenue adopted for the test year will result.

Conclusions of Law .

- 1. The rates authorized by Decision No. 90643, through inadvertence, did not reflect the anticipated level of conservation and should be modified.
- 2. The rates authorized by Appendix A, Page 1 of 2, Schedule No. PR-1, GENERAL METERED SERVICE, attached to Decision No. 90643 should be replaced by Appendix A attached hereto.

IT IS ORDERED that Appendix A, Page 1 of 2, Schedule No. PR-1, GENERAL METERED SERVICE, attached to Decision No. 90643 be replaced by Appendix A here attached. Park Water Company shall make its revised tariff filing in conformance with General Order No. 96-A; the revised rates shall be applicable the next day following filing with the Commission.

In all other respects Decision No. 90575 and Decision No. 90643 shall remain in full force and effect.

The effective date of this order is the date hereof.

Dated <u>OCT 23 1979</u>, at San Francisco, California.

Commissioner Vernen L. Sturgeon, being necessarily absent, did not participate in the disposition of this proceeding.

APPENDIX A

Page I of 2.

Schedule No. 2R-1

GENERAL METERED SERVICE

APPLICABILITY

Applicable to all metered service.

TERRITORY

Within all service areas in Los Angeles and San Bernardino Counties delineated on the maps included in the tariff schedules.

RATES

Quantity Rates:	Per Meter	
First 400 cu.ft. or less	-564	(I)
Minimum Charge:		
For 5/8 x 3/4-inch meter For 3/4-inch meter For 1-inch meter For 2-inch meter For 3-inch meter For 4-inch meter For 6-inch meter For 5-inch meter For 10-inch meter	6.00 10.50 21.00 32.00 52.00 82.00 166.00 290.00	

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

SPECIAL CONDITION

All billing under this schedule to customers in the City of Norwalk is subject to a surcharge of 2.04 percent.