CALIFORNIA PUBLIC UTILITIES COMMISSION DIVISION OF WATER AND AUDITS

Advice Letter Cover Sheet

Date Mailed to Service List: Apr. 13, 2020

Utility Name: Big Basin Sanitation Company

| CPUC Utility #: S | SWR 157 | Protest Deadline (20 th Day): | May 4, 2020 |
|--|--|--|---------------------|
| Advice Letter #: 1 | L8-S | Review Deadline (30 th Day): | May 14, 2020 |
| _ | $\boxtimes 1$ $\square 2$ $\square 3$ \square Compli | Requested Effective Date: | Apr. 13, 2020 |
| Authorization [| 0.92-03-093 | Rate Impact: | \$920 |
| Description: 2 | 2019 CPI-U (2.3%) | nate impact. | 2.3% |
| | | | |
| The protest or response deadli see the "Response or Protest" | | lays from the date that this advice letter was mailed to the some information. | ervice list. Please |
| Utility Contact | : Jim Moore | Utility Contact 2: | |
| Phone | : (831) 338-2933 | Phone 2: | |
| Email | : bbwater197@yahoo.com | n Email 2: | |
| DWA Contact: Phone: Email: | (415) 703-1133 | gov | |
| | D | WA USE ONLY | |
| <u>DATE</u> | <u>STAFF</u> | COMMENTS | |
| | | | |
| | | | |
| | | | |
| | | | |
| | | | |
| [] APPROVED | I | []WITHDRAWN []R | EJECTED |
| Signature: | | Comments: | |

BIG BASIN SANITATION COMPANY

P.O. Box 197, Boulder Creek, CA 95006 Telephone (831) 338-2645

April 13, 2018

Advice Letter No. 18-S

TO THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

BIG BASIN Sanitation Company (BIG BASIN) hereby transmits for filing one original and one copy of this advice letter (AL) and the following tariff sheets which are enclosed:

| NEW SHEET # | <u>title</u> | CANCELLING SHEET # |
|-------------|---|--------------------|
| 52-SS | Schedule No. 1, General Residential Service | 39-SS |
| 53-SS | Table of Contents | 51-SS |

REQUEST

By AL 18-S, BIG BASIN requests permission to increase its revenues (based on increase to the present monthly quantity rate and service charge) by 2.3%, the Consumer Price Index (CPI) for 2019. This projected revenue increase of \$920 will not result in a rate of margin which exceeds the authorized rate of margin of 21.28%. Work papers justifying this increase are enclosed.

BACKGROUND

The present rates became effective on May 26, 2016, pursuant to Resolution W-5097, which authorized a general rate increase of \$3,254, or 8.87%, and a rate of margin of 21.28%.

AL #18-S is filed pursuant to Ordering Paragraphs No. 1 of **Decision 92-03-093** and **Resolution W-4493**, which authorize Class C and D water and sewer utilities to file a request for a CPI increase once a year by AL. The increase is to be passed on to the utility's customers in their quantity rate and service charge.

TIER DESIGNATION AND REQUESTED EFFECTIVE DATE

This AL and the enclosed tariff sheets are submitted pursuant to General Order (GO.) 96-B. AL #18-S is designated as a Tier 1 AL and the enclosed tariff sheets will become effective upon filing.¹

NOTICE

¹ GO. 96-B, Water Industry Rule 7.3.1

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This AL does not require notice;² however, the utility shall inform its customers, by bill insert in the first bill that includes the increase, of the amount of the increase expressed in dollar and percentage terms.³ A copy of this AL has been served to all parties listed on the service list⁴ on the last page of this AL. This filing will not cause withdrawal of service nor conflict with any other schedule or rule.

RESPONSE OR PROTEST⁵

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. The utility 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 the utility 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; or
- 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 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 DWA within 20 days of the date this advice letter is filed. The addresses for submitting a response or protest are:

Mailing Address:

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

Email Address:

Water.Division@cpuc.ca.gov

² GO. 96-B, General Rule 4.2

³ GO. 96-B, General Rule 3.2

⁴GO. 96-B, Water Industry Rule 4.1

⁵ GO. 96-B, General Rule 7.4.1

BIG BASIN SANITATION COMPANY

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On the same day the response or protest is submitted to DWA, the respondent or protestant shall send a copy of the protest to BIG BASIN at:

Mailing Address:

Email Address:

BIG BASIN Sanitation Company P.O. Box 197,

Bbwater197@yahoo.com

Boulder Creek, CA 95006

Cities and counties that need Board of Supervisors or Board of Commissioners approval to protest should inform DWA, 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 utility shall reply to each protest and may reply to any response. Each reply must be received by DWA 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.

CERTIFICATE OF SERVICE

I hereby certify that the service list from this AL has been served a copy of this AL No. 18-S on April 13, 2020.

Executed in Boulder Creek, California on April 13, 2020.

Big Basin Sanitation Company

By: /S/ JIM MOORE

Jim Moore Manager

Enclosures

| P.U.C. Sheet No. | 52-SS | |
|------------------|-------|--|
| Cancelling | 39-SS | |

SCHEDULE NO. 1 GENERAL RESIDENTIAL SERVICE

| APF | PLICA | BILI | ΤY |
|-----|-------|------|----|
|-----|-------|------|----|

Applicable to all residential sewer service.

TERRITORY

The area known as Big Basin Woods Subdivision, Tracts 410 and 450, located approximately 3 miles northeast of Boulder Creek on Big Basin Highway, in Santa Cruz County

RATES

Per Month

All sewer connections

\$120.05

SPECIAL CONDITIONS

1. All bills are subject to the Reimbursement fee set forth in Schedule No. UF.

 (To be inserted by utility)
 Issued By
 (To be inserted by P.U.C.)

 Advice Letter No.
 18-S
 Jim Moore
 Date Filed

 Decision No.
 92-03-093
 Manager
 Effective

 Resolution No.
 W-4493

P.U.C. Sheet No. 53-SS
Cancelling 51-SS

Resolution No. W-4493

TABLE OF CONTENTS

The following listed tariff sheets contain all effective rates and rules affecting the charges and services of the utility, together with other pertinent information.

| SUBJECT MATTER OF SHEET | P.U.C. SHEET NO. | |
|--|--|------------|
| Title Page Table of Contents Preliminary Statements | 22-SS 53-SS , 49-SS 23-SS – 25-SS | (T) |
| Service Area Map Rate Schedules: Schedule No. 1 – General Residential Service | 3-SS 52-SS | (I) |
| Schedule No. UF – Surcharge to Fund CPUC Reimbursement Fee Rules: | 37-SS | |
| No. 5 - Special Information Required on Forms No. 10 - Disputed Bills | 41-SS – 44-SS 45-SS | |

| (To be inserted by utility) | | Issued By | (T | o be inserted by P.U.C.) |
|-----------------------------|-----------|-----------|------------|--------------------------|
| Advice Letter No. | 18-S | Jim Moore | Date Filed | |
| Decision No. | 92-03-093 | Manager | Effective | |
| | | | | |

Big Basin Sanitation Co. Summary of Earnings Earnings Test Calculations

| Category | Most Recent Adopted in Resolution W-5097 5-26-16 | Actual 2019 b | CPlincrease @.7% on Adopted Revenue Only c=a*2.3% | Revenue After CPI Increase, Actual Expenses, & Actual Rate Base (Revenues) d=b + c |
|--|--|-------------------------|---|--|
| Operatine Revenues: | | | | |
| Flat Rate | 40,000 | 38,519 | 920 | 39,439 |
| Metered | 0 | 0 | - | 0 |
| Private Fire Protection | 0 | 0 | - | 0 |
| TOTAL OPERATING REVENUES | 40,000 | 38,519 | 920 | 39,439 |
| Operatine Expenses: | | | | |
| Purchased Water | - | - | | - |
| Purchased Power | 2,004 | 1,920 | | 1,920 |
| Purchased Chemicals | - | - | | - |
| Other Volume Related Expenses | 2,043 | - | | - |
| Employee Labor | 3,126 | 3,870 | | 3,870 |
| Materials | 325 | 340 | | 340 |
| Contract Work | 2,393 | 13,920 | | 13,920 |
| Water Testing | , - | - | | - |
| Transportation Expense | 940 | 1,534 | | 1,534 |
| Other Plant Maintenance | 2,251 | 642 | | 642 |
| Office Salaries | 2,104 | 2,281 | | 2,281 |
| Management Salaries | 5,110 | 5,700 | | 5,700 |
| Emoloyee Pension and Benefits | 3,069 | 546 | | 546 |
| Uncollectibles | 474 | 210 | | 210 |
| Office Service and Rentals | 181 | 370 | | 370 |
| Office Supplies and Expenses | 352 | 295 | | 295 |
| Professional Services | 387 | 1,248 | | 1,248 |
| Insurance | 935 | 3,574 | | 3,574 |
| Regulatory Commission Expense | 2,400 | 720 | | 720 |
| General Expenses | 1,423 | 484 | | 484 |
| SUBTOTAL | 29,517 | 37,654 | | 37,654 |
| Depreciation | 213 | 390 | | 390 |
| Taxes Other than Income | 1,224 | 2,140 | | 2,140 |
| State and Federal Income Taxes | 2,037 | 57 | | 57 |
| Interest | - | - | | - |
| TOTAL DEDUCTIONS | 32,991 | 40,241 | | 40,241 |
| NET REVENUE | 7,009 | (1,722) | | (802) |
| RATE BASE | | | | |
| Average Plant | 86,915 | 86,915 | | 86,915 |
| Less: Average Accumulated Depreciation | 80,852 | 82,663 | | 82,663 |
| NET PLANT | 6,063 | 4,253 | | 4,253 |
| Less: Advances & Contributions | = | - | | = |
| Plus: Materials & Supplies | 1,000 | - | | - |
| RATE BASE | 7,063 | 4,253 | | 4,253 |
| RATE OF MARGIN | 21.28% | -4.32% | | -1.99% |
| Earnings Test: | -1.99% | < | 21.28% | |

Big Basin Sanitation Company

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Advice Letter No. 18-S Service List

(AS PER SECTION 4.3 OF GENERAL ORDER No. 96-B)

Via First Class United States Mail

CA Regional Water Quality Control Central Coast Region Monitoring and Reporting Section 895 Aerovista Place, Suite 101 San Luis Obispo, CA 93401

Santa Cruz County Public Works Department Sanitation Districts 701 Ocean Street Santa Cruz, Ca 95060