

**CALIFORNIA PUBLIC UTILITIES COMMISSION
DIVISION OF WATER AND AUDITS**

Advice Letter Cover Sheet

Utility Name: California American Water

Date Mailed to Service List: July 18, 2022

District: Northern Division

CPUC Utility #: U210W

Protest Deadline (20th Day): August 07, 2022

Advice Letter #: 1378

Review Deadline (30th Day): August 17, 2022

Tier 1 2 3 Compliance

Requested Effective Date: August 18, 2022

Authorization

Rate Impact: \$See AL
See AL%

Description: 2019 GRC Interim Rate True-Up – Northern

The protest or response deadline for this advice letter is 20 days from the date that this advice letter was mailed to the service list. Please see the "Response or Protest" section in the advice letter for more information.

Utility Contact: Jonathan Morse

Utility Contact: Nancy Hollingsworth

Phone: 916-568-4237

Phone: 916-568-4209

Email: Jonathan.Morse@amwater.com

Email: Nancy.Hollingsworth@amwater.com

DWA Contact: Tariff Unit

Phone: (415) 703-1133

Email: Water.Division@cpuc.ca.gov

DWA USE ONLY

DATE

STAFF

COMMENTS

APPROVED

WITHDRAWN

REJECTED

Signature: _____

Comments: _____

Date: _____

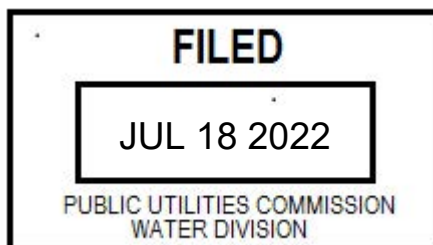


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July 18, 2022

ADVICE LETTER NO. 1378

TO THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

California-American Water Company (California American Water) (U210W) hereby submits for review this advice letter, including the following tariff sheets applicable to the Northern Division service areas.

Purpose:

The purpose of this advice letter filing is to request recovery of the 2019 General Rate Case (“GRC”) Interim Rate Memorandum Account for the Northern Division in connection with California American Water’s 2019 General Rate Case in A.19-07-004. This request is in compliance with authorizations of the California Public Utilities Commission as detailed in the Rate Case Plan in D. 07-05-062 (“RCP”) and the *Administrative Law Judge’s Ruling Granting Interim Rates* (“Ruling”) issued on September 10, 2020 in A.19-07-004.

Background

D.21-11-018 was issued on November 23, 2021, nearly one year after 2021 test year rates were scheduled to be in effect. Given the delay in the final decision, California was granted authorization to track in a memorandum account the difference between interim rates and final rates for subsequent recovery or refund. Consistent with the Ruling, California American Water filed Advice Letter 1318-A which implemented interim rates effective January 1, 2021 and established the GRC Interim Rate True-up Memorandum Account to track the differences between revenues billed at interim rates and revenues that should have been billed under the final rates implemented and billed under D.21-11-018.

Consistent with D.21-11-018 California American Water filed its GRC implementation advice letter, Advice Letter 1353, on December 23, 2021. California American Water then filed for 2022 Escalation Year Rates (Advice Letter 1356) and its 2022 Annual Consumption Adjustment Mechanism (“ACAM”) (Advice Letter 1359), also consistent with D.21-11-018. All rates and tariffs associated were implemented and began billing on March 4, 2022.

In order to calculate the interim rate true-up, California American Water needed new rates to bill for multiple billing cycles. California American Water hereby submits this filing to recover the balances in the GRC Interim Rate True-up Memorandum Account for its Northern Division.

Request:

California American Water requests that the interim rate true-up be collected via a quantity-based surcharge through the end of 2023 covering the remaining General Rate Case period.

The total amount of undercollected revenues for the Northern Division is \$2,976,991.

Tier Designation:

California American Water is submitting this as a Tier 2 advice letter pursuant to General Order 96-B.

Effective Date:

California American requests an effective date of August 18, 2022.

Service List:

Service Lists – In accordance with General Rules 4.3 and 7.2, and Water Industry Rule 4.1, of General Order (GO) 96-B, Cal-Am served copies of Advice Letter 1378 to adjacent utilities and other parties requesting such notification, on July 18, 2022. Please note that, consistent with the Commission's guidelines for service during the COVID-19 pandemic, this advice letter is only being distributed electronically.

RESPONSE OR PROTEST¹

Anyone may submit a response or protest for this AL. When submitting a response or protest, **please include the utility name and advice letter number in the subject line.**

A **response** supports the filing and may contain information that proves useful to the Commission in evaluating the AL. A **protest** objects to the AL in whole or in part and must set forth the specific grounds on which it is based. These grounds² are:

1. The utility did not properly serve or give notice of the AL;
2. The relief requested in the AL 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 AL contain material error or omissions;
4. The relief requested in the AL is pending before the Commission in a formal proceeding; or
5. The relief requested in the AL requires consideration in a formal hearing, or is otherwise inappropriate for the AL process; or
6. The relief requested in the AL is unjust, unreasonable, or discriminatory, provided that such a protest may not be made where it would require re-litigating a prior order of the Commission.
7. A protest may not rely on policy objections to an AL where the relief requested in the AL follows rules or directions established by statute or Commission order applicable to the utility. A protest shall provide citations or proofs where available to allow staff to properly consider the protest.

DWA must receive a response or protest via email (**or** postal mail) within 20 days of the date the AL is filed. When submitting a response or protest, **please include the utility name and advice letter number in the subject line.**

The addresses for submitting a response or protest are:

¹ G.O. 96-B, General Rule 7.4.1

² G.O. 96-B, General Rule 7.4.2

Email Address:
Water.Division@cpuc.ca.gov

Mailing Address:
CA Public Utilities Commission
Division of Water and Audits
505 Van Ness Avenue
San Francisco, CA 94102

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

Email Address:

ca.rates@amwater.com

jonathan.morse@amwater.com

sarah.leeper@amwater.com

Mailing Address:

4701 Beloit Drive
Sacramento, CA 95838

4701 Beloit Drive
Sacramento, CA 95838

555 Montgomery Street, Ste.
916
San Francisco, CA 94111

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.

REPLIES³

The utility shall reply to each protest and may reply to any response. Any 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 on each person who filed the protest or response to the AL.

CALIFORNIA-AMERICAN WATER COMPANY

/s/ Jonathan Morse

Jonathan Morse
Sr. Manager Rates and Regulatory

³ G.O. 96-B, General Rule 7.4.3

Cal P.U.C. Sheet No.	Title of Sheet	Cancelling Cal P.U.C. Sheet No.
XXXXX-W	Schedule No. ND-1 Northern Division Tariff Area GENERAL METERED SERVICES Sheet 6	10341-W
XXXXX-W	Schedule No. ND-1 Northern Division Tariff Area GENERAL METERED SERVICES Sheet 7	10478-W
XXXXX-W	Schedule No. ND-1 Northern Division Tariff Area GENERAL METERED SERVICES Sheet 9	10305-W

Schedule No. ND-1
Northern Division Tariff Area
GENERAL METERED SERVICES

NORTHERN DIVISION TARIFF AREA (Continued)

SPECIAL CONDITIONS

General Items

All Northern Division

1. Qualifying low-income customers can receive a discount on their bill. Customers must apply with the Company for acceptance into the low-income program. For additional details, please see Tariff Schedule CA-CAP.
2. Multi-Use Customers (formerly Residential Fire Protection Service "R.F.P.S.") are assessed a surcredit as listed on tariff schedule CA-Multi-Use.
3. In accordance with Section 2714 of the Public Utilities Code, if a tenant in a rental unit leaves owing the Company, service to subsequent tenants in that unit will, at the Company's option, be furnished on the account of the landlord or property owner

Sacramento, Meadowbrook, and Larkfield Tariff Areas

1. Pursuant to Decision D. 21-11-018 and in accordance with the Preliminary Statement, the Annual Consumption Adjustment Mechanism (ACAM) pilot provides for an annual adjustment to California American Water Northern Division District rates based on the 12-month actual consumption ending September 30th of the prior year.

Fruitridge Vista Service Area

1. Fruitridge Vista Flat Rate applies to a service connection not larger than one inch in diameter.
2. If the utility so elects, a meter shall be installed, and water served under Schedule ND-1 Fruitridge Vista General Metered Service.

Fees and Surcharges

All Northern Division

1. All bills are subject to the reimbursement fee set forth in Schedule No. UF.
2. A surcharge for the Customer Assistance Program (CAP) is applied to each California American Water customer bill. Please refer to tariff CA-FEES for charges and details.
3. A surcharge is included on each bill to collect franchise taxes and/or business license fees paid to various municipalities. The amount collected is based on a percentage of gross revenues of each bill. The percentage is 2.00% to Sacramento County, Placer County, City of Rancho Cordova, and Larkfield Sonoma County respectively.
4. Per Advice Letter 1378 and D.21-11-018 a surcharge of \$0.0217 per cgl will be collected from metered customers for the 2019 General Rate Case interim rate true-up. Flat rate customers in Fruitridge Vista will be charged a flat surcharge \$2.57 per month. The surcharges will be collected until December 31, 2023.

(N)
|
(N)

(Continued)

(TO BE INSERTED BY UTILITY)		ISSUED BY	(TO BE INSERTED BY C.P.U.C.)	
Advice	1378	J. T. LINAM	Date Filed	_____
Decision		DIRECTOR - Rates & Regulatory	Effective	_____
			Resolution	_____

Schedule No. ND-1
Northern Division Tariff Area
GENERAL METERED SERVICES

Sheet 7

NORTHERN DIVISION TARIFF AREA (Continued)

SPECIAL CONDITIONS (Continued):

Fees and Surcharges (Continued):

Sacramento, Meadowbrook, and Larkfield Tariff Areas

- Per Advice Letter 1356, the under-collected balance in the Northern Division Consolidated Expense Balancing Account (CEBA) will be recovered through a quantity-based surcharge of \$0.0209 per 100 gallons over 12 months beginning March 4, 2022. The total amount will be recovered from all classes of customers.

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|
(L)

Sacramento and Meadowbrook Service Areas

- Per D.18-12-021 a meter-based bill credit for the 2020 Excess Plant Related Accumulated Deferred Income Tax will be refunded to customer over 12-months beginning November 1, 2021, as shown in the table below.

Meter Size	Refunds by Meter Equivalents
5/8 x 3/4	\$0.20
3/4	\$0.30
1	\$0.51
1 1/2	\$1.01
2	\$1.62
3	\$3.04
4	\$5.06
6	\$10.13
8	\$16.21
10	\$23.30
12	\$33.43

- Per Advice Letter 1373 and D.16-12-014, a surcharge of \$0.26 per customer per month to recover the remaining balance associated with the Meadowbrook acquisition Contribution in Aid of Construction (CIAC) will be collected over 16 months beginning upon approval of Advice Letter 1373.

(Continued)

(TO BE INSERTED BY UTILITY)

Advice 1378
Decision

ISSUED BY

J. T. LINAM
DIRECTOR - Rates & Regulatory

(TO BE INSERTED BY C.P.U.C.)

Date Filed _____
Effective _____
Resolution _____

Schedule No. ND-1
Northern Division Tariff Area
GENERAL METERED SERVICES

Sheet 9

NORTHERN DIVISION TARIFF AREA (Continued)

Fees and Surcharges (Continued)

Larkfield Service Area (Continued)

2. Per D.18-12-021 a meter-based bill credit for the 2020 Excess Plant Related Accumulated Deferred Income Tax will be refunded to customers over 12-months beginning November 1, 2021, as shown in the table below.

Meter Size	Refunds by Meter Equivalents
5/8 x 3/4	\$0.41
3/4	\$0.62
1	\$1.03
1 1/2	\$2.06
2	\$3.30
3	\$6.18
4	\$10.30
6	\$20.60
8	\$32.97
10	\$47.39

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(Continued)

(TO BE INSERTED BY UTILITY)

Advice 1378
Decision

ISSUED BY

J. T. LINAM
DIRECTOR - Rates & Regulatory

(TO BE INSERTED BY C.P.U.C.)

Date Filed _____
Effective _____
Resolution _____

SACRAMENTO DISTRICT SERVICE LIST
CALIFORNIA-AMERICAN WATER COMPANY
ADVICE LETTER 1378

BY MAIL:

Carol Smith 6241 Cavan Drive, 3 Citrus Heights, CA 95621	Walt Shannon 8356 Auberry Drive Sacramento, CA 95828	Robert A. Ryan, Jr. County of Sacramento Downtown Office 700 H Street, Suite 2650 Sacramento, CA 95814 Mark Norris County Clerk-Recorder County of Sacramento 600 8th Street Sacramento, CA 95814
Steven J. Thompson 5224 Altana Way Sacramento, CA 95841	Sacramento County WMD 827 7th Street, Room 301 Sacramento, CA 95814	Robert C. Baptiste 9397 Tucumcari Way Sacramento, CA 95827-1045
Anthony La Bouff, County Counsel Placer County 175 Fulweiler Avenue Auburn, CA 95603	Fruitridge Vista Water Company P.O. Box 959 Sacramento, CA 95812	State of California Department of Water Resources Safe Drinking Water Office, Room 804 Attn: Program Manager Post Office Box 942836 Sacramento, CA 94236-0001 Richard Rauschmeier California Public Utilities Commission DRA - Water Branch, Rm 4209 505 Van Ness Ave San Francisco, CA 94102 rra@cpuc.ca.gov
State of California, Dept. of Health Services Safe Drinking Water State Rev Fund Program Attn: Chief, Safe Drinking Water 1616 Capitol Mall, MS 7418 Post Office Box 997413 Sacramento, CA 95899-7413	Rio Linda Water District 730 L Street Rio Linda, CA 95673	Marvin Philo 3021 Nikol Street Sacramento, CA 95826 mhphilo@aol.com Jim McCauley, Clerk-Recorder Placer County 2954 Richardson Drive Auburn, CA 95603 skasza@placer.ca.gov
Division of Ratepayer Advocates California Public Utilities Commission dra_water_al@cpuc.ca.gov	City of Sacramento, Water Division 1391 35th Avenue Sacramento, CA 95822 dsherry@cityofsacramento.com Amy Van, City Clerk City of Citrus Heights 6237 Fountain Square Drive Citrus Heights, CA 95621 avan@citrusheights.net	Placer County Water Agency Customer Service Department customerservices@pcwa.net
Citrus Heights Water District 6230 Sylvan Road Citrus Heights, CA 95610 rchurch@chwd.org	Linda Garcia, City Clerk City of Isleton P.O. Box 716 Isleton, CA 95641 lgarcia@cityofisleton.com	Heather Hernandez Sacramento Suburban Water District 3701 Marconi Avenue, Suite 100 Sacramento, CA 95821-5303 HHernandez@sswd.org
Florin County Water District P.O. Box 292055 Sacramento, CA 95829 fcwd@sbcglobal.net		

BY E-MAIL:

CALIFORNIA-AMERICAN WATER COMPANY
ADVICE LETTER 1378
SUPPORTING DOCUMENTATION FOR STAFF

Northern Division – 2019 GRC Interim Rate True-Up
TABLE OF CONTENTS

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**CALIFORNIA-AMERICAN WATER COMPANY
 NORTHERN DIVISION - ALL DISTRICTS
 RECOVERY/REFUND OF 2021 & 2022 INTERIM RATE TRUE-UP
 SUMMARY OF SURCHARGE**

SUMMARY -Quantity Based Surcharge						
District	IRTU balance	2022 ACAM consumption (ccf)	16 month amortization period	Quantity Surcharge per ccf	Quantity Surcharge per cgl	
Sacramento	(\$2,937,479)	11,612,508				
Fruitridge	(\$1,088,515)	548,621				
Larkfield	\$311,488	325,367				
Meadowbrook	(\$233,390)	426,832				
Hillview	\$970,905	246,331				
Total	(\$2,976,991)	13,159,660		1.33	\$0.1697	\$0.0227
Fruitridge Flat Revenue	\$130,510					
Total minus Fruitridge Flat	(\$2,846,481)					\$0.0217

SUMMARY - Fruitridge Flat Surcharge				
	Fruitridge Flat Customers	Fruitridge Flat Usage Conversion - Usage per customer (ccf)	Usage per customer (flat cgl)	
Fruitridge Flat Customers	3,176	15.14	113.2	
Fruitridge Usage to Flat Conversion				
Flat Surcharge	\$2.57	Expected Revenue Per month \$8,156.88	Total Revenue \$130,510.04	

**CALIFORNIA-AMERICAN WATER COMPANY
 NORTHERN DIVISION - FRUITRIDGE SERVICE AREA
 RECOVERY/REFUND OF 2021 & 2022 INTERIM RATE TRUE-UP
 SUMMARY OF SURCHARGE**

Workpaper 1-1

SUMMARY

		<u>Reference</u>
Total Interim True Up Balance Over/(Under) Collected	(\$1,088,515)	See Workpaper 1-2
Total 2022 Authorized Revenues	<u>\$4,193,259</u>	
Percent of Revenues	25.96%	
Amortization Period (Months)	1.33	

Quantity Based Surcharge

Amortization Period		1.33	
	Quantity Surcharge per 100 Gal	\$0.1989	See Workpaper 1-4

CALIFORNIA-AMERICAN WATER COMPANY
 NORTHERN DIVISION - FRUITRIDGE SERVICE AREA
 RECOVERY/REFUND OF 2021 & 2022 INTERIM RATE TRUE-UP
 TOTAL ACCOUNT BALANCE

Workpaper 1-2

TOTAL ACCOUNT BALANCE(S)					
	Beginning Balance	Surcharge Recovered	Total Interest	Ending Balance YTD w/ Interest Over/(Under) Collected	Reference
2021 & 2022 Interim Rate					
True Up Recovery	(\$1,086,542)	\$0	(\$1,973)	(\$1,088,515)	See Workpaper 1-6
Sub-Total	(\$1,086,542)	\$0	(\$1,973)	(\$1,088,515)	
Recovery Period Interest					
TOTAL WITH INTEREST				(\$1,088,515)	

**CALIFORNIA-AMERICAN WATER COMPANY
 NORTHERN DIVISION - FRUITRIDGE SERVICE AREA
 RECOVERY/REFUND OF 2021 & 2022 INTERIM RATE TRUE-UP
 QUANTITY BASED SURCHARGE**

TOTAL ACCOUNT BALANCE

		<u>Reference</u>	
Total Account Balance	(\$1,088,515)		See Workpaper 1-1

TOTAL WATER SALES Total 2022 Authorized Revenues

	<u>2022 Step Rate Consumption (ccfs)</u>	<u>Reference</u>	
Residential	192,305		
Commercial	118,772		
Public Authority			
Industrial	237,544		
Irrigation/Other	-		
Total	<u>548,621</u>		

TOTAL SURCHARGE TO BE RECOVERED

No. of Years		1.33	
Quantity Surcharge per CCF	\$	1.4881	<i>(Total Amount to Be Recovered divided by the number of years divided by the Total Authorized Consumption)</i>
Quantity Surcharge per 100 Gal	\$	0.1989	

**CALIFORNIA-AMERICAN WATER COMPANY
NORTHERN DIVISION - FRUITRIDGE SERVICE AREA
RECOVERY/REFUND OF 2021 & 2022 INTERIM RATE TRUE-UP
INTERIM RATE TRUE-UP MEMORANDUM ACCOUNT AMORTIZATION**

Year	[a] Month	[b] Adjustments to Revenue (\$)	[c] Adjustments to Expense (\$)	[d] [b]-[c] Over/(Under) Collection without interest (\$)	[e] Comm'l. Paper Rate	[f] This Month's Interest	[g] Over/(Under) Collection	Reference:
Water Service								
	2021 Balance						0	
	2021 January		80,013	(80,013)	0.10%	(3)	(80,016)	See Workpaper 1-5
	2021 February		43,568	(43,568)	0.08%	(7)	(123,591)	
	2021 March		93,903	(93,903)	0.08%	(11)	(217,505)	
	2021 April		77,307	(77,307)	0.06%	(13)	(294,825)	
	2021 May		42,467	(42,467)	0.05%	(13)	(337,305)	
	2021 June		124,788	(124,788)	0.05%	(17)	(462,111)	
	2021 July		85,858	(85,858)	0.06%	(25)	(547,994)	
	2021 August		45,536	(45,536)	0.06%	(29)	(593,558)	
	2021 September		81,414	(81,414)	0.06%	(32)	(675,004)	
	2021 October		116,579	(116,579)	0.06%	(37)	(791,620)	
	2021 November		28,799	(28,799)	0.08%	(54)	(820,473)	
	2021 December		76,186	(76,186)	0.13%	(93)	(896,752)	
	2022 January		73,128	(73,128)	0.15%	(117)	(969,997)	
	2022 February		69,602	(69,602)	0.21%	(176)	(1,039,774)	
	2022 March		47,842	(47,842)	0.63%	(558)	(1,088,175)	
	2022 April		(449)	449	0.87%	(789)	(1,088,515)	
Total		-	1,086,542	(1,086,542)		(1,973)	(1,088,515)	
				0				

**CALIFORNIA-AMERICAN WATER COMPANY
NORTHERN DIVISION - FRUITRIDGE SERVICE AREA
RECOVERY/REFUND OF 2021 & 2022 INTERIM RATE TRUE-UP
90 DAY COMMERCIAL PAPER RATES**

Workpaper 1-7

Series Description: 90-Day AA Nonfinancial Commercial Paper Interest Rate
Unit: Percent
Date Pulled:

<u>Period</u>	<u>Rate</u>
2021-01	0.10%
2021-02	0.08%
2021-03	0.08%
2021-04	0.06%
2021-05	0.05%
2021-06	0.05%
2021-07	0.06%
2021-08	0.06%
2021-09	0.06%
2021-10	0.06%
2021-11	0.08%
2021-12	0.13%
2022-01	0.15%
2022-02	0.21%
2022-03	0.63%
2022-04	0.87%

**CALIFORNIA-AMERICAN WATER COMPANY
 NORTHERN DIVISION - HILLVIEW SERVICE AREA
 RECOVERY/REFUND OF 2021 & 2022 INTERIM RATE TRUE-UP
 SUMMARY OF SURCHARGE**

Workpaper 1-1

SUMMARY

		<u>Reference</u>
Total Interim True Up Balance Over/(Under) Collected	\$970,905	See Workpaper 1-2
Total 2022 Authorized Revenues with ACAM Usage Adjustment	<u>\$1,630,379</u>	
Percent of Revenues	59.55%	
Amortization Period (Months)	1.33	

Reference

Quantity Based Surcredit

Amortization Period		1.33	
	Quantity Surcredit per 100 Gal	(\$0.3952)	See Workpaper 1-4

CALIFORNIA-AMERICAN WATER COMPANY
 NORTHERN DIVISION - HILLVIEW SERVICE AREA
 RECOVERY/REFUND OF 2021 & 2022 INTERIM RATE TRUE-UP
 TOTAL ACCOUNT BALANCE

Workpaper 1-2

TOTAL ACCOUNT BALANCE(S)					
	Beginning Balance	Surcharge Recovered	Total Interest	Ending Balance YTD w/ Interest Over/(Under) Collected	Reference
2021 & 2022 Interim Rate					
True Up Recovery	\$969,118	\$0	\$1,787	\$970,905	See Workpaper 1-6
Sub-Total	\$969,118	\$0	\$1,787	\$970,905	
Recovery Period Interest					
TOTAL WITH INTEREST				\$970,905	

**CALIFORNIA-AMERICAN WATER COMPANY
 NORTHERN DIVISION - HILLVIEW SERVICE AREA
 RECOVERY/REFUND OF 2021 & 2022 INTERIM RATE TRUE-UP
 QUANTITY BASED SURCHARGE**

TOTAL ACCOUNT BALANCE

		<u>Reference</u>
Total Account Balance	\$970,905	See Workpaper 1-1

TOTAL WATER SALES Total 2022 Authorized Revenues

	<u>2022 ACAM Consumption (ccfs)</u>	<u>Reference</u>
Residential	116,519	
Commercial	126,321	
Public Authority	3,492	
Industrial		
Irrigation/Other	-	
Total	<u>246,331</u>	

TOTAL SURCHARGE TO BE RECOVERED

No. of Years		1.33	
Quantity Surcharge per CCF	\$	(2.9561)	<i>(Total Amount to Be Recovered divided by the number of years divided by the Total Authorized Consumption)</i>
Quantity Surcharge per 100 Gal	\$	(0.3952)	

CALIFORNIA-AMERICAN WATER COMPANY
 NORTHERN DIVISION - HILLVIEW SERVICE AREA
 RECOVERY/REFUND OF 2021 & 2022 INTERIM RATE TRUE-UP
 MONTHLY BREAKDOWN OF TRUE-UP

WATER SERVICE - Over/(Under) Collected																	
Customer Class	01/2021	02/2021	03/2021	04/2021	05/2021	06/2021	07/2021	08/2021	09/2021	10/2021	11/2021	12/2021	01/2022	02/2022	03/2022	04/2022	Total
Commercial	5,037	10,712	15,430	10,800	9,662	9,835	9,398	9,541	11,414	14,567	10,756	10,716	10,282	10,512	7,991	47	156,701
Public Authority	501	1,434	1,631	1,417	1,200	1,326	1,445	1,386	1,368	1,355	1,406	1,320	1,365	1,388	1,157	-	19,696
Industrial																	-
Residential	34,295	49,515	59,954	52,876	60,175	66,994	77,835	76,639	75,288	69,696	52,822	51,443	24,838	22,474	17,658	218	792,720
Grand Total	39,832	61,661	77,015	65,093	71,037	78,155	88,678	87,565	88,070	85,618	64,984	63,479	36,485	34,375	26,806	265	969,118
												871,186				97,931	-

**CALIFORNIA-AMERICAN WATER COMPANY
NORTHERN DIVISION - HILLVIEW SERVICE AREA
RECOVERY/REFUND OF 2021 & 2022 INTERIM RATE TRUE-UP
INTERIM RATE TRUE-UP MEMORANDUM ACCOUNT AMORTIZATION**

[a]	[b]	[c]	[d] [b]-[c]	[e]	[f]	[g]		
Year	Month	Adjustments to Revenue (\$)	Adjustments to Expense (\$)	Over/(Under) Collection without interest (\$)	Comm'l. Paper Rate	This Month's Interest	Over/(Under) Collection	Reference:
Water Service								
	2021	Balance					0	
	2021	January	(39,832)	39,832	0.10%	2	39,834	See Workpaper 1-5
	2021	February	(61,661)	61,661	0.08%	5	101,500	
	2021	March	(77,015)	77,015	0.08%	9	178,524	
	2021	April	(65,093)	65,093	0.06%	11	243,628	
	2021	May	(71,037)	71,037	0.05%	12	314,676	
	2021	June	(78,155)	78,155	0.05%	15	392,846	
	2021	July	(88,678)	88,678	0.06%	22	481,546	
	2021	August	(87,565)	87,565	0.06%	26	569,137	
	2021	September	(88,070)	88,070	0.06%	31	657,237	
	2021	October	(85,618)	85,618	0.06%	35	742,890	
	2021	November	(64,984)	64,984	0.08%	52	807,926	
	2021	December	(63,479)	63,479	0.13%	91	871,495	
	2022	January	(36,485)	36,485	0.15%	111	908,092	
	2022	February	(34,375)	34,375	0.21%	162	942,629	
	2022	March	(26,806)	26,806	0.63%	502	969,937	
	2022	April	(265)	265	0.87%	703	970,905	
Total		-	(969,118)	969,118		1,787	970,905	
				0				

**CALIFORNIA-AMERICAN WATER COMPANY
NORTHERN DIVISION - HILLVIEW SERVICE AREA
RECOVERY/REFUND OF 2021 & 2022 INTERIM RATE TRUE-UP
90 DAY COMMERCIAL PAPER RATES**

Workpaper 1-7

Series Description: 90-Day AA Nonfinancial Commercial Paper Interest Rate
Unit: Percent
Date Pulled:

<u>Period</u>	<u>Rate</u>
2021-01	0.10%
2021-02	0.08%
2021-03	0.08%
2021-04	0.06%
2021-05	0.05%
2021-06	0.05%
2021-07	0.06%
2021-08	0.06%
2021-09	0.06%
2021-10	0.06%
2021-11	0.08%
2021-12	0.13%
2022-01	0.15%
2022-02	0.21%
2022-03	0.63%
2022-04	0.87%

**CALIFORNIA-AMERICAN WATER COMPANY
 NORTHERN DIVISION - LARKFIELD SERVICE AREA
 RECOVERY/REFUND OF 2021 & 2022 INTERIM RATE TRUE-UP
 SUMMARY OF SURCHARGE**

Workpaper 1-1

SUMMARY

		<u>Reference</u>
Total Interim True Up Balance Over/(Under) Collected	\$311,488	See Workpaper 1-2
Total 2022 Authorized Revenues with ACAM Usage Adjustment	<u>\$3,094,244</u>	
Percent of Revenues	10.07%	
Amortization Period (Months)	1.33	

Reference

Quantity Based Surcredit

Amortization Period	No. of Years	1.33	
	Quantity Surcredit per 100 Gal	(\$0.0960)	See Workpaper 1-4

CALIFORNIA-AMERICAN WATER COMPANY
 NORTHERN DIVISION - LARKFIELD SERVICE AREA
 RECOVERY/REFUND OF 2021 & 2022 INTERIM RATE TRUE-UP
 TOTAL ACCOUNT BALANCE

Workpaper 1-2

TOTAL ACCOUNT BALANCE(S)					
	Beginning Balance	Surcharge Recovered	Total Interest	Ending Balance YTD w/ Interest Over/(Under) Collected	Reference
2021 & 2022 Interim Rate					
True Up Recovery	\$310,936	\$0	\$552	\$311,488	See Workpaper 1-6
Sub-Total	\$310,936	\$0	\$552	\$311,488	
Recovery Period Interest					
TOTAL WITH INTEREST				\$311,488	

**CALIFORNIA-AMERICAN WATER COMPANY
 NORTHERN DIVISION - LARKFIELD SERVICE AREA
 RECOVERY/REFUND OF 2021 & 2022 INTERIM RATE TRUE-UP
 QUANTITY BASED SURCHARGE**

TOTAL ACCOUNT BALANCE

		<u>Reference</u>
Total Account Balance	\$311,488	See Workpaper 1-1

TOTAL WATER SALES Total 2022 Authorized Revenues

	<u>2022 ACAM Consumption (ccfs)</u>	<u>Reference</u>
Residential	205,895	
Commercial	118,126	
Public Authority	1,346	
Industrial		
Irrigation/Other	-	
Total	<u>325,367</u>	

TOTAL SURCREDIT TO BE RECOVERED

No. of Years		1.33
Quantity Surcharge per CCF	\$	(0.7180)
Quantity Surcharge per 100 Gal	\$	(0.0960)

(Total Amount to Be Recovered divided by the number of years divided by the Total Authorized Consumption)

CALIFORNIA-AMERICAN WATER COMPANY
 NORTHERN DIVISION - LARKFIELD SERVICE AREA
 RECOVERY/REFUND OF 2021 & 2022 INTERIM RATE TRUE-UP
 MONTHLY BREAKDOWN OF TRUE-UP

WATER SERVICE - Over/(Under) Collected																	
Customer Class	01/2021	02/2021	03/2021	04/2021	05/2021	06/2021	07/2021	08/2021	09/2021	10/2021	11/2021	12/2021	01/2022	02/2022	03/2022	04/2022	Total
Commercial	1,887	7,143	5,932	6,956	8,946	9,077	9,574	9,971	9,369	9,608	9,071	7,375	8,055	6,996	6,845	422	117,227
Public Authority	30	108	84	106	121	123	110	106	122	132	145	141	198	228	206	6	1,965
Industrial																	-
Residential	8,765	5,941	4,584	6,271	15,803	18,835	20,293	21,530	18,066	16,821	13,607	6,481	12,669	10,985	10,982	109	191,744
Grand Total	10,681	13,192	10,599	13,333	24,870	28,035	29,978	31,607	27,558	26,561	22,822	13,996	20,922	18,210	18,034	537	310,936
												253,232					57,703

**CALIFORNIA-AMERICAN WATER COMPANY
NORTHERN DIVISION - LARKFIELD SERVICE AREA
RECOVERY/REFUND OF 2021 & 2022 INTERIM RATE TRUE-UP
INTERIM RATE TRUE-UP MEMORANDUM ACCOUNT AMORTIZATION**

[a]	[b]	[c]	[d]	[e]	[f]	[g]		
Year	Month	Adjustments to Revenue (\$)	Adjustments to Expense (\$)	[b]-[c] Over/(Under) Collection without interest (\$)	Comm'l. Paper Rate	This Month's Interest	Over/(Under) Collection	Reference:
Water Service								
	2021	Balance					0	
	2021	January	(10,681)	10,681	0.10%	0	10,681	See Workpaper 1-5
	2021	February	(13,192)	13,192	0.08%	1	23,875	
	2021	March	(10,599)	10,599	0.08%	2	34,476	
	2021	April	(13,333)	13,333	0.06%	2	47,811	
	2021	May	(24,870)	24,870	0.05%	3	72,683	
	2021	June	(28,035)	28,035	0.05%	4	100,722	
	2021	July	(29,978)	29,978	0.06%	6	130,706	
	2021	August	(31,607)	31,607	0.06%	7	162,320	
	2021	September	(27,558)	27,558	0.06%	9	189,887	
	2021	October	(26,561)	26,561	0.06%	10	216,458	
	2021	November	(22,822)	22,822	0.08%	15	239,295	
	2021	December	(13,996)	13,996	0.13%	27	253,318	
	2022	January	(20,922)	20,922	0.15%	33	274,273	
	2022	February	(18,210)	18,210	0.21%	50	292,533	
	2022	March	(18,034)	18,034	0.63%	158	310,725	
	2022	April	(537)	537	0.87%	225	311,488	
Total		-	(310,936)	310,936		552	311,488	
				0				

**CALIFORNIA-AMERICAN WATER COMPANY
NORTHERN DIVISION - LARKFIELD SERVICE AREA
RECOVERY/REFUND OF 2021 & 2022 INTERIM RATE TRUE-UP
90 DAY COMMERCIAL PAPER RATES**

Workpaper 1-7

Series Description: 90-Day AA Nonfinancial Commercial Paper Interest Rate
Unit: Percent
Date Pulled:

<u>Period</u>	<u>Rate</u>
2021-01	0.10%
2021-02	0.08%
2021-03	0.08%
2021-04	0.06%
2021-05	0.05%
2021-06	0.05%
2021-07	0.06%
2021-08	0.06%
2021-09	0.06%
2021-10	0.06%
2021-11	0.08%
2021-12	0.13%
2022-01	0.15%
2022-02	0.21%
2022-03	0.63%
2022-04	0.87%

**CALIFORNIA-AMERICAN WATER COMPANY
 NORTHERN DIVISION - MEADOWBROOK SERVICE AREA
 RECOVERY/REFUND OF 2021 & 2022 INTERIM RATE TRUE-UP
 SUMMARY OF SURCHARGE**

Workpaper 1-1

SUMMARY

		<u>Reference</u>
Total Interim True Up Balance Over/(Under) Collected	(\$233,390)	See Workpaper 1-2
Total 2022 Authorized Revenues with ACAM Usage Adjustment	<u>\$1,396,373</u>	
Percent of Revenues	16.71%	
Amortization Period (Months)	1.33	

Reference

Quantity Based Surcharge

Amortization Period		1.33	
	Quantity Surcharge per 100 Gal	\$0.0548	See Workpaper 1-4

CALIFORNIA-AMERICAN WATER COMPANY
 NORTHERN DIVISION - MEADOWBROOK SERVICE AREA
 RECOVERY/REFUND OF 2021 & 2022 INTERIM RATE TRUE-UP
 TOTAL ACCOUNT BALANCE

Workpaper 1-2

TOTAL ACCOUNT BALANCE(S)

	Beginning Balance	Surcharge Recovered	Total Interest	Ending Balance YTD w/ Interest Over/(Under) Collected	Reference
2021 & 2022 Interim Rate					
True Up Recovery	(\$232,965)	\$0	(\$425)	(\$233,390)	See Workpaper 1-6
Sub-Total	(\$232,965)	\$0	(\$425)	(\$233,390)	
Recovery Period Interest					
TOTAL WITH INTEREST				(\$233,390)	

**CALIFORNIA-AMERICAN WATER COMPANY
 NORTHERN DIVISION - MEADOWBROOK SERVICE AREA
 RECOVERY/REFUND OF 2021 & 2022 INTERIM RATE TRUE-UP
 QUANTITY BASED SURCHARGE**

TOTAL ACCOUNT BALANCE

		Reference
Total Account Balance	(\$233,390)	<u>See Workpaper 1-1</u>

TOTAL WATER SALES Total 2022 Authorized Revenues

	2022 ACAM Consumption (ccfs)	Reference
Residential	<u>348,821</u>	
Commercial	78,011	
Public Authority		
Industrial		
Irrigation/Other	-	
Total	<u>426,832</u>	

TOTAL SURCHARGE TO BE RECOVERED

No. of Years		1.33	
Quantity Surcharge per CCF	\$	0.4101	<i>(Total Amount to Be Recovered divided by the number of years divided by the Total Authorized Consumption)</i>
Quantity Surcharge per 100 Gal	\$	0.0548	

**CALIFORNIA-AMERICAN WATER COMPANY
NORTHERN DIVISION - MEADOWBROOK SERVICE AREA
RECOVERY/REFUND OF 2021 & 2022 INTERIM RATE TRUE-UP
INTERIM RATE TRUE-UP MEMORANDUM ACCOUNT AMORTIZATION**

Year	[a] Month	[b] Adjustments to Revenue (\$)	[c] Adjustments to Expense (\$)	[d] [b]-[c] Over/(Under) Collection without interest (\$)	[e] Comm'l. Paper Rate	[f] This Month's Interest	[g] Over/(Under) Collection	Reference:
Water Service								
	2021 Balance						0	
	2021 January		8,453	(8,453)	0.10%	(0)	(8,453)	See Workpaper 1-5
	2021 February		12,559	(12,559)	0.08%	(1)	(21,013)	
	2021 March		11,468	(11,468)	0.08%	(2)	(32,482)	
	2021 April		15,225	(15,225)	0.06%	(2)	(47,709)	
	2021 May		20,832	(20,832)	0.05%	(2)	(68,543)	
	2021 June		21,533	(21,533)	0.05%	(3)	(90,080)	
	2021 July		24,260	(24,260)	0.06%	(5)	(114,344)	
	2021 August		25,710	(25,710)	0.06%	(6)	(140,060)	
	2021 September		19,116	(19,116)	0.06%	(7)	(159,184)	
	2021 October		19,366	(19,366)	0.06%	(8)	(178,559)	
	2021 November		11,202	(11,202)	0.08%	(12)	(189,773)	
	2021 December		11,341	(11,341)	0.13%	(21)	(201,136)	
	2022 January		11,316	(11,316)	0.15%	(26)	(212,478)	
	2022 February		12,810	(12,810)	0.21%	(38)	(225,326)	
	2022 March		7,871	(7,871)	0.63%	(120)	(233,317)	
	2022 April		(96)	96	0.87%	(169)	(233,390)	
Total		-	232,965	(232,965)		(425)	(233,390)	
				0				

**CALIFORNIA-AMERICAN WATER COMPANY
NORTHERN DIVISION - MEADOWBROOK SERVICE AREA
RECOVERY/REFUND OF 2021 & 2022 INTERIM RATE TRUE-UP
90 DAY COMMERCIAL PAPER RATES**

Workpaper 1-7

Series Description: 90-Day AA Nonfinancial Commercial Paper Interest Rate
Unit: Percent
Date Pulled:

Period	Rate
2021-01	0.10%
2021-02	0.08%
2021-03	0.08%
2021-04	0.06%
2021-05	0.05%
2021-06	0.05%
2021-07	0.06%
2021-08	0.06%
2021-09	0.06%
2021-10	0.06%
2021-11	0.08%
2021-12	0.13%
2022-01	0.15%
2022-02	0.21%
2022-03	0.63%
2022-04	0.87%

**CALIFORNIA-AMERICAN WATER COMPANY
 NORTHERN DIVISION - SACRAMENTO SERVICE AREA
 RECOVERY/REFUND OF 2021 & 2022 INTERIM RATE TRUE-UP
 SUMMARY OF SURCHARGE**

Workpaper 1-1

SUMMARY

		<u>Reference</u>
Total Interim True Up Balance Over/(Under) Collected	(\$2,937,479)	See Workpaper 1-2
Total 2022 Authorized Revenues with ACAM Usage Adjustment	<u>\$65,518,091</u>	
Percent of Revenues	4.48%	
Amortization Period (Months)	1.33	

Quantity Based Surcharge

Amortization Period	No. of Years	1.33	
	Quantity Surcharge per 100 Gal	\$0.0254	See Workpaper 1-4

CALIFORNIA-AMERICAN WATER COMPANY
 NORTHERN DIVISION - SACRAMENTO SERVICE AREA
 RECOVERY/REFUND OF 2021 & 2022 INTERIM RATE TRUE-UP
 TOTAL ACCOUNT BALANCE

Workpaper 1-2

TOTAL ACCOUNT BALANCE(S)					
	Beginning Balance	Surcharge Recovered	Total Interest	Ending Balance YTD w/ Interest Over/(Under) Collected	Reference
A	(\$2,932,380)	\$0	(\$5,098)	(\$2,937,479)	See Workpaper 1-6
Sub-Total	(\$2,932,380)	\$0	(\$5,098)	(\$2,937,479)	
Recovery Period Interest					
TOTAL WITH INTEREST				(\$2,937,479)	

**CALIFORNIA-AMERICAN WATER COMPANY
 NORTHERN DIVISION - SACRAMENTO SERVICE AREA
 RECOVERY/REFUND OF 2021 & 2022 INTERIM RATE TRUE-UP
 QUANTITY BASED SURCHARGE**

TOTAL ACCOUNT BALANCE

Total Account Balance	(\$2,937,479)	<u>Reference</u> See Workpaper 1-1
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TOTAL WATER SALES Total 2022 Authorized Revenues

	<u>2022 ACAM Consumption (ccfs)</u>	<u>Reference</u>
Residential	7,211,943	
Commercial	2,726,523	
Public Authority	1,105,244	
Industrial	568,797	
Irrigation/Other	-	
Total	<u>11,612,508</u>	

TOTAL SURCHARGE TO BE RECOVERED

No. of Years		1.33
Quantity Surcharge per CCF	\$	0.1897
Quantity Surcharge per 100 Gal	\$	0.0254

(Total Amount to Be Recovered divided by the number of years divided by the Total Authorized Consumption)

**CALIFORNIA-AMERICAN WATER COMPANY
NORTHERN DIVISION - SACRAMENTO SERVICE AREA
RECOVERY/REFUND OF 2021 & 2022 INTERIM RATE TRUE-UP
INTERIM RATE TRUE-UP MEMORANDUM ACCOUNT AMORTIZATION**

Year	Month	[a] Adjustments to Revenue (\$)	[b] Adjustments to Expense (\$)	[c] Adjustments to Expense (\$)	[d] [b]-[c] Over/(Under) Collection without interest (\$)	[e] Comm'l. Paper Rate	[f] This Month's Interest	[g] Over/(Under) Collection	Reference:
Water Service									
	2021 Balance							0	
	2021 January		78,524	(78,524)	0.10%	(3)	(78,528)	See Workpaper 1-5	
	2021 February		250,529	(250,529)	0.08%	(14)	(329,070)		
	2021 March		249,202	(249,202)	0.08%	(30)	(578,302)		
	2021 April		236,900	(236,900)	0.06%	(35)	(815,237)		
	2021 May		184,655	(184,655)	0.05%	(38)	(999,930)		
	2021 June		121,984	(121,984)	0.05%	(44)	(1,121,958)		
	2021 July		77,455	(77,455)	0.06%	(58)	(1,199,472)		
	2021 August		94,675	(94,675)	0.06%	(62)	(1,294,209)		
	2021 September		124,140	(124,140)	0.06%	(68)	(1,418,417)		
	2021 October		159,236	(159,236)	0.06%	(75)	(1,577,728)		
	2021 November		224,520	(224,520)	0.08%	(113)	(1,802,361)		
	2021 December		228,343	(228,343)	0.13%	(208)	(2,030,911)		
	2022 January		428,165	(428,165)	0.15%	(281)	(2,459,357)		
	2022 February		228,963	(228,963)	0.21%	(450)	(2,688,770)		
	2022 March		270,600	(270,600)	0.63%	(1,483)	(2,960,852)		
	2022 April		(25,511)	25,511	0.87%	(2,137)	(2,937,479)		
	Total	-	2,932,380	(2,932,380)		(5,098)	(2,937,479)		
							0		

[a]	[b]	[c]	[d] [b]-[c] Over/(Under)	[e]	[f] This	[g]
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**CALIFORNIA-AMERICAN WATER COMPANY
NORTHERN DIVISION - SACRAMENTO SERVICE AREA
RECOVERY/REFUND OF 2021 & 2022 INTERIM RATE TRUE-UP
90 DAY COMMERCIAL PAPER RATES**

Workpaper 1-7

Series Description: 90-Day AA Nonfinancial Commercial Paper Interest Rate
Unit: Percent
Date Pulled:

<u>Period</u>	<u>Rate</u>
2021-01	0.10%
2021-02	0.08%
2021-03	0.08%
2021-04	0.06%
2021-05	0.05%
2021-06	0.05%
2021-07	0.06%
2021-08	0.06%
2021-09	0.06%
2021-10	0.06%
2021-11	0.08%
2021-12	0.13%
2022-01	0.15%
2022-02	0.21%
2022-03	0.63%
2022-04	0.87%

**FILED**09/10/20
01:48 PM

ALJ/GK1/smt 9/10/2020

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Application of California-American Water Company (U210W) for Authorization to Increase its Revenues for Water Service by \$25,999,900 or 10.60% in the year 2021, by \$9,752,500 or 3.59% in the year 2022, and by \$10,754,500 or 3.82% in the year 2023.

Application 19-07-004

**ADMINISTRATIVE LAW JUDGE'S RULING
GRANTING INTERIM RATES**

Summary

Pursuant to Public Utilities (Pub. Util.) Code § 455.2 this ruling grants the motion of California-American Water Company (Cal-Am) in which it seeks interim rate relief for the above-captioned proceeding. This ruling also grants Cal-Am's request for authorization to track in a memorandum account the difference between interim rates and final rates for subsequent recovery or refund, consistent with the final rates adopted by the Commission in the pending general rate case.

1. Background

On April 6, 2020, Cal-Am filed its motion for interim rate relief. The Rate Case Plan adopted in Decision (D.) 07-05-062, requires the applicant to file a motion for interim rate relief on or before the date for filing its opening brief, unless a different date is designated by the

A.19-07-004 ALJ/GK1/smt

Presiding Officer. Cal-Am's motion is timely filed. There were no comments filed concerning Cal-Am's motion for interim rates.

2. Requirements of Pub. Util. Code § 455.2

Pub. Util. Code § 455.2 provides for interim rate relief when the Commission is unable to issue its final decision on the general rate case application of a water corporation with greater than 10,000 service connections in a manner ensuring the decision becomes effective on the first day of the test year in the application. The first day of the test year for Cal-Am's application is January 1, 2021. Cal-Am contends that it has met all requirements for interim rate relief contained in § 455.2 (b) which provides:

- a. If the commission's decision is not effective in accordance with subdivision
- b. The applicant may file a tariff implementing interim rates that may be increased by an amount equal to the rate of inflation as compared to existing rates. The interim rates shall be effective on the first day of the first test year in the general rate case application. These interim rates shall be subject to refund and shall be adjusted upward or downward back to the interim rate effective date, consistent with the final rates adopted by the commission.

3. Requirements of Rulemaking (R.) 06-12-016 to Consider Revisions to the General Rate Case Plan for Class A Water Companies

Decision (D.) 07-05-062 was issued on May 24, 2007 and adopted several changes to the Rate Case Plan (RCP) for Class A water utilities. As it relates to interim rate relief requests, D. 07-05-052 set forth the following requirements:

1. The utility must file a motion for interim rate relief on or before the date for filing its opening brief, unless a different date is designated by the Presiding Officer;
2. The motion shall address the degree, if any, that the utility was responsible for delay during the proceeding;

3. The requested rate modification shall not exceed the rate of inflation;
4. The motion shall request a proposed effective date for the interim rate relief; and
5. The motion shall request the establishment of a memorandum account to track the difference between the interim rates and the final rates.

In response to the motion for interim rates, the Presiding Officer will issue a ruling. The ruling will determine the following:

1. Whether the utility was responsible for the delay in implementing rates;
2. Determine if the requested rates are appropriate for submitting to the Commission via an advice letter;
3. Set forth a specific effective date for the interim rates; and
4. Direct the utility to request the establishment of a memorandum account with the advice letter filing that implements the interim rates.

4. Request

Cal-Am requests authority, pursuant to Pub. Util. Code § 455.2 and D.07-05-062, to implement interim rates effective January 1, 2021 and to establish a memorandum account in which to track the difference between the interim rates authorized herein and the final rates authorized by the Commission in its decision.

Cal-Am asserts that any delay is not due to actions on its part and therefore the rate case plan requires the Commission to grant interim rate relief pursuant to § 455.2. Cal-Am notes that the Commission will be unable to issue a final decision before January 1, 2021.

5. Discussion

As to interim rate relief being in the public interest, the Commission recognizes that utilities should not be financially harmed, or ratepayers allowed to gain from deferred rate increases caused by delays in processing general rate cases. Here Cal-Am submitted its motion for interim rates timely. Additionally, Cal-Am correctly asserts that any delay in processing of the current proceeding has not been caused by actions of any of the parties¹.

Since the Commission decision will not be issued prior January 1, 2021, which is the first day of the test year for Cal-Am, it is appropriate to grant the motion for interim rates. The criteria for granting interim rate relief set forth in Pub. Util. Code § 455.2 has been met and no party has protested Cal-Am's motion for interim rate relief. For these reasons, Cal-Am's motion for interim rates effective January 1, 2021, is granted.

¹ The delay in this proceeding was caused by COVID-19. COVID-19 has significantly impacted the Commissions ability to timely conduct evidentiary hearings remotely.

IT IS RULED that:

1. California- America Water Company must file with the Commission, by Tier 1 Advice Letter, a tariff implementing interim rates for its service territory and establishing a Memorandum Account to track the difference between the interim rates and the final rates adopted by the Commission in this proceeding pursuant to Public Utilities Code § 455.2 and Decision 07-05-062. The interim rates may become effective no sooner than January 1, 2021.

Dated September 10, 2020, at San Francisco, California.

/s/ GERALD F KELLY
Gerald F. Kelly
Administrative Law Judge

Schedule No. ND-1

Northern Division Tariff Area

GENERAL METERED SERVICES

NORTHERN DIVISION TARIFF AREA (Continued)

SPECIAL CONDITIONS

General Items

All Northern Division

1. Qualifying low-income customers can receive a discount on their bill. Customers must apply with the Company for acceptance into the low-income program. For additional details, please see Tariff Schedule CA-CAP.
2. Multi-Use Customers (formerly Residential Fire Protection Service "R.F.P.S.") are assessed a surcredit as listed on tariff schedule CA-Multi-Use.
3. In accordance with Section 2714 of the Public Utilities Code, if a tenant in a rental unit leaves owing the Company, service to subsequent tenants in that unit will, at the Company's option, be furnished on the account of the landlord or property owner

Sacramento, Meadowbrook, and Larkfield Tariff Areas

1. Pursuant to Decision D. 21-11-018 and in accordance with the Preliminary Statement, the Annual Consumption Adjustment Mechanism (ACAM) pilot provides for an annual adjustment to California American Water Northern Division District rates based on the 12-month actual consumption ending September 30th of the prior year. (T)

Fruitridge Vista Service Area

1. Fruitridge Vista Flat Rate applies to a service connection not larger than one inch in diameter.
2. If the utility so elects, a meter shall be installed, and water served under Schedule ND-1 Fruitridge Vista General Metered Service.

Fees and Surcharges

All Northern Division

1. All bills are subject to the reimbursement fee set forth in Schedule No. UF.
2. A surcharge for the Customer Assistance Program (CAP) is applied to each California American Water customer bill. Please refer to tariff CA-FEES for charges and details.
3. A surcharge is included on each bill to collect franchise taxes and/or business license fees paid to various municipalities. The amount collected is based on a percentage of gross revenues of each bill. The percentage is 2.00% to Sacramento County, Placer County, City of Rancho Cordova, and Larkfield Sonoma County respectively.

Sacramento, Meadowbrook, and Larkfield Tariff Areas

4. Per Advice Letter 1356, the under-collected balance in the Northern Division Consolidated Expense Balancing Account (CEBA) will be recovered through a quantity-based surcharge of \$0.0209 per 100 gallons over 12 months beginning March 4, 2022. The total amount will be recovered from all classes of customers. (C)

(Continued)

(TO BE INSERTED BY UTILITY)		ISSUED BY	(TO BE INSERTED BY C.P.U.C.)	
Advice	1356	J. T. LINAM	Date Filed	<u>01/18/2022</u>
Decision		DIRECTOR - Rates & Regulatory	Effective	<u>03/04/2022</u>
			Resolution	<u>Cancelled</u>

Schedule No. ND-1
Northern Division Tariff Area
GENERAL METERED SERVICES

Sheet 7

NORTHERN DIVISION TARIFF AREA (Continued)

SPECIAL CONDITIONS (Continued)

Fees and Surcharges

Sacramento and Meadowbrook Service Areas

1. Per D.18-12-021 a meter- based bill credit for the 2020 Excess Plant Related Accumulated Deferred Income Tax will be refunded to customer over 12-months beginning November 1, 2021, as shown in the table below.

Meter Size	Refunds by Meter Equivalents
5/8 x 3/4	\$0.20
3/4	\$0.30
1	\$0.51
1 1/2	\$1.01
2	\$1.62
3	\$3.04
4	\$5.06
6	\$10.13
8	\$16.21
10	\$23.30
12	\$33.43

2. Per Advice Letter 1373 and D.16-12-014, a surcharge of \$0.26 per customer per month to recover the remaining balance associated with the Meadowbrook acquisition Contribution in Aid of Construction (CIAC) will be collected over 16 months beginning upon approval of Advice Letter 1373.

(D)
(L)

(L)

(N)

(N)

(Continued)

(TO BE INSERTED BY UTILITY)

Advice 1373
Decision

ISSUED BY

J. T. LINAM
DIRECTOR - Rates & Regulatory

(TO BE INSERTED BY C.P.U.C.)

Date Filed May 18, 2022
Effective June 17, 2022
Resolution **Cancelled**

Schedule No. ND-1
Northern Division Tariff Area
GENERAL METERED SERVICES

Sheet 9

NORTHERN DIVISION TARIFF AREA (Continued)

Fees and Surcharges (Continued)

(L)

Larkfield Service Area (Continued)

2. Per Advice Letter 1322 unspent conservation funds will be refunded over 12 months, beginning from the approved date of AL 1322, the following meter rates.

Meter Size	Refunds by Meter Equivalents
5/8 x 3/4	\$1.25
3/4	\$1.87
1	\$3.12
1 1/2	\$6.24
2	\$9.98
3	\$18.72
4	\$31.20
6	\$62.40
8	\$99.85
10	\$143.53

3. Per D.18-12-021 a meter-based bill credit for the 2020 Excess Plant Related Accumulated Deferred Income Tax will be refunded to customers over 12-months beginning November 1, 2021, as shown in the table below.

(T)

Meter Size	Refunds by Meter Equivalents
5/8 x 3/4	\$0.41
3/4	\$0.62
1	\$1.03
1 1/2	\$2.06
2	\$3.30
3	\$6.18
4	\$10.30
6	\$20.60
8	\$32.97
10	\$47.39

(L)

(D)

(D)

(TO BE INSERTED BY UTILITY)

Advice 1353
Decision

ISSUED BY

J. T. LINAM
DIRECTOR - Rates & Regulatory

(TO BE INSERTED BY C.P.U.C.)

Date Filed 12/23/2021
Effective 03/04/2022
Resolution Cancelled