

**CALIFORNIA PUBLIC UTILITIES COMMISSION  
WATER DIVISION**

**Advice Letter Cover Sheet**

Utility Name: Golden State Water Company

Date Mailed to Service List: 5/23/2022

District: Arden-Cordova

CPUC Utility #: 133 W

Protest Deadline (20<sup>th</sup> Day): 6/12/2022

Advice Letter #: 1882-W

Review Deadline (30<sup>th</sup> Day): N/A

Tier:                                    
          1      2      3                      Compliance

Requested Effective Date: 6/22/2022

Authorization:

Rate Impact:                      N/A

Description: Arden-Cordova Service Area Extension  
Request

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:** Ronald Moore

**Utility Contact:** Nguyen Quan

**Phone:** (909) 394-3600 x 682

**Phone:** (909) 394-3600 x 664

**Email:** [rkmoore@gswater.com](mailto:rkmoore@gswater.com)

**Email:** [nquan@gswater.com](mailto:nquan@gswater.com)

**WD Contact:** Tariff Unit

**Phone:** (415) 703-1133

**Email:** [Water.Division@cpuc.ca.gov](mailto:Water.Division@cpuc.ca.gov)

**WD USE ONLY**

DATE

STAFF

COMMENTS

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

APPROVED

WITHDRAWN

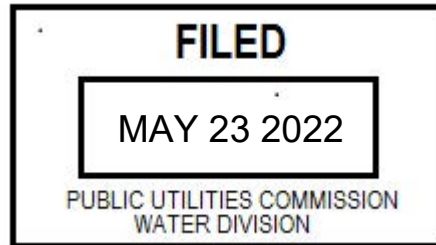
REJECTED

**Signature:** \_\_\_\_\_

**Comments:** \_\_\_\_\_

**Date:** \_\_\_\_\_

\_\_\_\_\_



May 23, 2022

Advice Letter No. 1882-W

(133 W)

## California Public Utilities Commission

Golden State Water Company (“GSWC”) requests review and approval of the following tariff sheets applicable to its Arden-Cordova Customer Service Area:

<u>CPUC Sheet No.</u>	<u>Title of Sheet</u>	<u>Canceling CPUC Sheet No.</u>
Revised No. 9071-W	Arden-Cordova District Cordova Tariff Area Map	Revised No. 6838-W
Revised No. 9072-W	Table of Contents Page 3	Revised No. 9066-W
Revised No. 9073-W	Table of Contents Page 1	Revised No. 9070-W

### SUBJECT

GSWC requests approval of the proposed extension of its Arden-Cordova service area to accommodate a request for water service to a contiguous parcel of land.

### PURPOSE

The purpose of this filing is to update and extend the Cordova Water System map to include Phase 1 of the planned Westborough project. The Westborough project is a multi-use land development that will be comprised of residential, commercial and office space on lands that are contiguous to the eastern portion of GSWC’s Cordova system service area. The Phase 1 development will consist of warehouses and commercial buildings on 107 acres on the northeast corner of the planned Westborough project. On February 1, 2022, NorthPoint Development, LLC, the owner of the subject property within the Westborough plan area, submitted an Application for Service to GSWC.

### BACKGROUND

On July 21, 2005, the Commission issued Decision No. 05-07-045, Opinion on Phase 2 Issues, in GSWC’s Application No. 03-10-057. In this decision, the Commission recognized

the settlements between the State of California and Aerojet General Corporation that resolved two groundwater contamination lawsuits. The Commission also authorized GSWC to collect in rates the \$21,298,498 recorded in the Arden-Cordova Litigation Memorandum Account over a 20-year amortization period. GSWC and Aerojet entered into a Master Settlement Agreement and Release (MSA) related to the extensive groundwater contamination attributed to past operational and disposal practices by Aerojet. GSWC agreed to a deal point, whereby Aerojet would pay up to \$17.5 million in the form of Water Availability Fees ("WAF") from new housing development. The fees will be collected as Aerojet develops certain land that it owns within or adjacent to the municipal boundaries of Rancho Cordova in Sacramento County. The revenue generated from the fees obtained from development will be credited to the Arden-Cordova Litigation Memorandum Account and will help to offset the balance recorded in the account.

Findings of Fact No. 11 states, "the Aerojet settlement provides potential reimbursement toward litigation expenses of \$17.5 million, plus interest at the three-month commercial paper rate, depending upon the pace of the development of Aerojet's property West of Hazel and the rate of collection of Water Availability Fee monies." The "Rancho Cordova Logistics Center" project, the subject of this advice letter, is the first portion of the property that Aerojet, or subsequent developers, will develop and begin making payments to offset the balance in the Arden-Cordova Litigation Memorandum Account. This advice letter is seeking to extend the Arden-Cordova service territory to include the Phase 1 development of the Westborough project.

### **SERVICE AREA EXTENSION**

The Commission's Standard Practice U-14 requires that at least 30 days prior to providing service, the utility is to file a new service area map by advice letter and serve a copy of the advice letter on all entities on the service list, all affected landowners in the territory being acquired, the affected county Local Agency Formation Commission, the local fire protection agency and the local subdivision permitting agency. GSWC is sending copies of this advice letter to all of the aforementioned entities.

Pursuant to a letter from the CPUC's Water Division Director Fred Curry, dated July 20, 1998, entitled "Contiguous Extension of Service Area", GSWC has done the following in support of this advice letter:

1. Provided a statement in the advice letter confirming that a copy of the filing has been sent to the Local Agency Formation Commission;
2. Provided documentation to Water Division staff demonstrating that the project for which the service area is being extended has at least preliminary approval of the local permitting agency;

3. Provided documentation to Water Division staff from the local fire protection entity having jurisdiction that it is satisfied with the water supply capability of the system planned for the new area; and
4. A fully completed and executed water supply questionnaire.

A letter from the Sacramento Metropolitan Fire District, dated April 6, 2022 and the fire flow modeling conducted by GSWC are also included within the supporting workpapers. Finally, a completed and executed Supplemental Water Supply Questionnaire (“WSQ”) is part of the workpapers to support the service area extension. As shown in the WSQ (Section B(7)), the total water supply available is 61,513 gallons per minute (“gpm”). The required water supply including the Phase 1 project is 10,268gpm. The remaining 51,245 gpm is excess (surplus water).

As stated above, Aerojet has subdivided approximately 107 acres in the northeast corner of the planned Westborough project and sold the property to NorthPoint Development who are in the process of constructing five warehouses totaling approximately 1.3 million square feet. This is Phase 1 of development within the Westborough property. Each of the new buildings are subject to WAF.

#### **WATER AVAILABILITY FEES**

Under the terms of the Aerojet Settlement, GSWC will receive WAF, subject to offsetting credits in accordance with the Master Settlement Agreement from the Westborough property as each unit is developed and credit those fees against the balance in the Arden-Cordova Litigation Memorandum Account, after the Commission authorizes the service territory extension requested in this advice letter.

#### **TIER DESIGNATION**

This advice letter has a Tier 2 designation. GSWC requests that this advice letter go into effect on June 22, 2022.

#### **NOTICE AND SERVICE**

Distribution of this advice letter is being made to the attached service list in accordance with Water Industry Rule 4.1 of General Order No. 96-B. No other parties have requested notification of tariff filings. Since this advice letter does not increase rates, or withdraw service, no other notice is required. In accordance with Water Industry Rule 3.3 of General Order 96-B, GSWC will also post this advice letter to its website.

#### **RESPONSE OR PROTEST**

Anyone may submit a response or protest for this Advice Letter (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 grounds 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.

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.

WD 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:

**Email Address:**

[water.division@cpuc.ca.gov](mailto: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 WD, the respondent or protestant shall send a copy of the protest to Golden State Water Company at:

**Email Address:**

[regulatoryaffairs@gswater.com](mailto:regulatoryaffairs@gswater.com)

**Mailing Address:**

Golden State Water Company  
Attn: Ronald Moore  
630 East Foothill Blvd.  
San Dimas, CA 91773

Cities and counties that need Board of Supervisors or Board of Commissioners approval to protest should inform WD, 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.

**REPLIES**

The utility shall reply to each protest and may reply to any response. Any reply must be received by WD 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.

The actions requested in this advice letter are not now the subject of any formal filings with the California Public Utilities Commission, including a formal complaint, nor action in any court of law.

Sincerely,

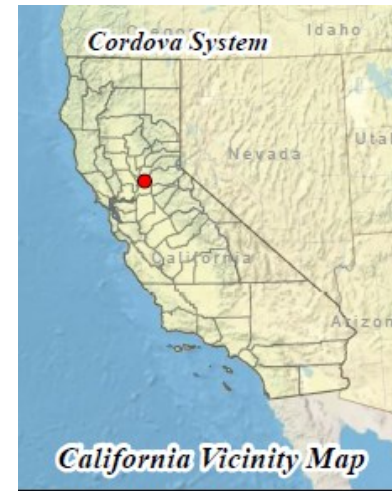
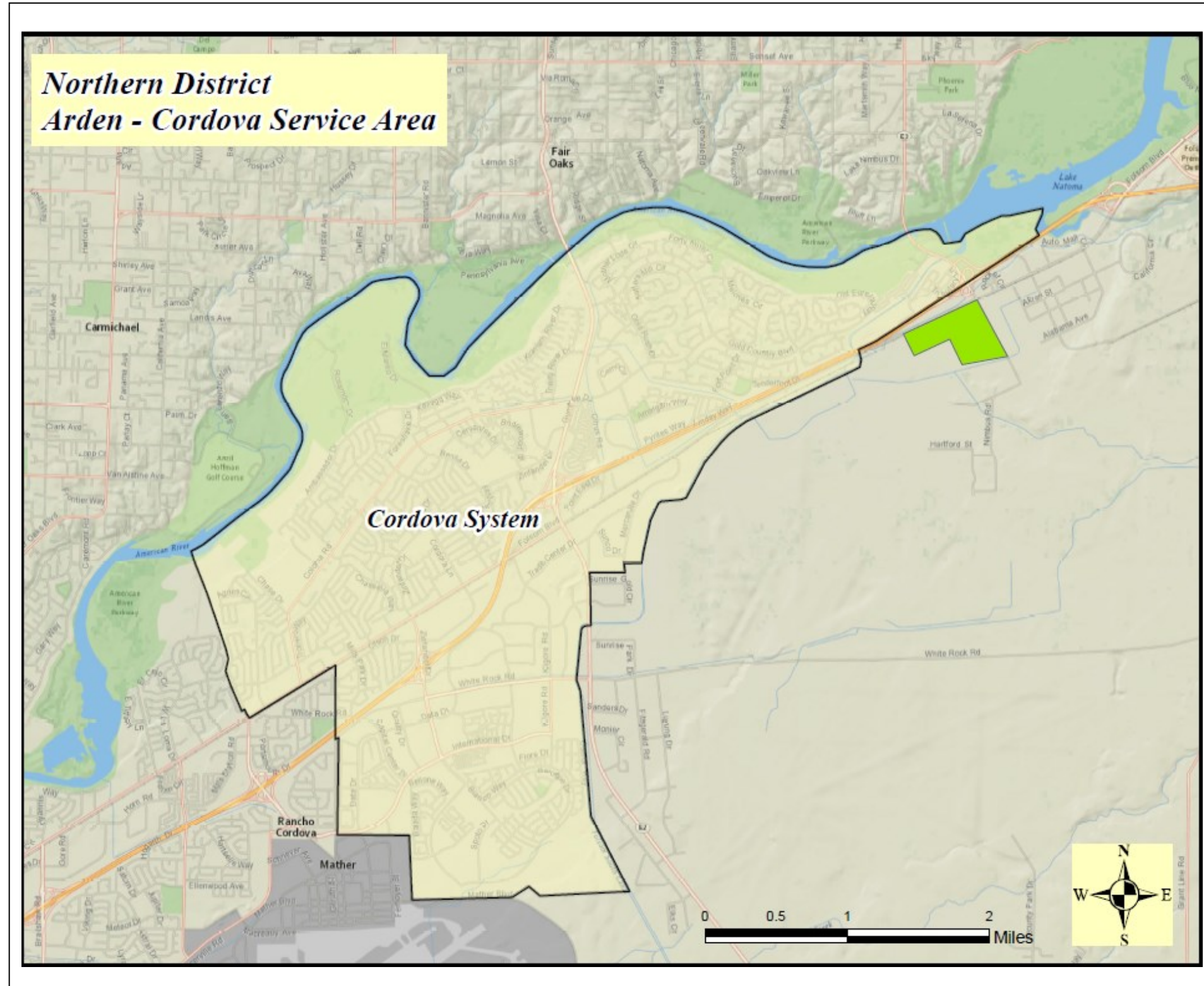
/s/Ronald Moore

Ronald Moore

Regulatory Affairs Department




Golden State Water Company

- c: Jim Boothe, CPUC - Water Division
- Jeremy Ho, CPUC - Water Division
- Richard Rauschmeier, CPUC Cal PA
- Victor Chan, CPUC Cal PA



SHOWING TERRITORY WITHIN WHICH DULY ESTABLISHED AND REGULARLY FILLED TARIFF SCHEDULES APPLICABLE TO WATER SERVICE ARE IN EFFECT

*“This map is only an approximate graphical representation of the service area. The underlying referenced GIS shape file shall be considered by the CPUC or any other public body as the final or conclusive determination or establishment of the dedicated area of service, or any portion thereof.”*

-  Indicates Existing Service Area
-  Indicates Service Area Added by the Filing of this Map
-  Indicates Service Area Being Removed by the Filing of this Map



(To be inserted by Utility)  
 Advice Letter No. 1882-W  
 Decision No. \_\_\_\_\_

Issued By  
**R. J. Sprowls**  
 President

(To be inserted by P.U.C.)  
 Date Filed \_\_\_\_\_  
 Effective \_\_\_\_\_  
 Resolution No. \_\_\_\_\_

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**Subject Matter of Sheet**

**CPUC Sheet No.**

**Tariff Maps:**

Arden Cordova		
Arden	6837-W	
Cordova	9071-W	(C)
Robbins	9064-W	
Barstow	8963-W	
Bay Point	8189-W	
Calipatria-Niland	6846-W	
Clearlake	6839-W	
Claremont	8487-W	
Desert		
Apple Valley North	8961-W	
Apple Valley South	8221-W	
Desert View	8222-W	
Lucerne Valley	8962-W	
Morongo Valley	8223-W, 6427-W	
Los Osos		
Edna Road	8198-W	
Los Osos	5253-W	
Metropolitan		
Artesia	9022-W	
Norwalk	7732-W	
Bell-Bell Gardens	6675-W	
Florence Graham	8294-W	
Hollydale	8295-W	
Culver City	8728-W	
Southwest	8987-W	
Willowbrook	6842-W	
Orange County		
Bolsa Chica	4381-W	
Cowan Heights	8251-W	
Cypress-Los Alamitos-Stanton	8723-W	
Placentia-Yorba Linda	6844-W	
San Dimas	8226-W	
San Gabriel Valley		
South Arcadia	8285-W	
South San Gabriel	8005-W	
Santa Maria		
Cypress Ridge	8254-W	
Lake Marie	8840-W	
Orcutt	8841-W	
Nipomo	8637-W	
Sisquoc	8842-W	
Tanglewood	8638-W	
Simi Valley	8731-W	
Wrightwood	6428-W	

(Continued)

(To be inserted by utility)	<i>Issued By</i>	(To be inserted by P.U.C.)
Advice Letter No. <u>1882-W</u>	<b>R. J. Sprowls</b>	Date Filed _____
Decision No. _____	<b>President</b>	Effective _____
		Resolution No. _____



Table of Contents

The following tariff sheets contain all effective rates and rules affecting rates and service of the utility, together with information relating thereto:

<u>Subject Matter of Sheet</u>	<u>CPUC Sheet No.</u>
Title Page	4905-W
Table of Contents	9073-W, 9055-W, 9072-W (C) 9065W, 9069-W, 9059-W
<b>Preliminary Statements:</b>	
A Territory served by Utility	8370-W
B-E Types and Classes of Service, Description of Service, Procedure to Obtain Service and Symbols	7005-W
F Income Tax Component of Contribution Provision	
Page 1	3140-W
Page 2	3141-W
Page 3	3142-W
G Contaminant Remediation Memorandum Account	8994-W
M Santa Maria Water Rights Memorandum Account	5096-W
Q Customer Assistance Program (CAP) Balancing Account	8888-W
W Water Revenue Adjustment Mechanism/Modified Cost Balancing Account (WRAM/MCBA)	
Page 1	6477-W
Page 2	6478-W
Page 3	6479-W
Page 4	7075-W
Page 5	7076-W
GG Water Cost of Capital Adjustment Mechanism	5607-W
MM Omega Chemical Corporation Superfund Site Memorandum Account	5848-W
OO Pension And Benefits Balancing Account	5937-W
TT Los Osos Groundwater Adjudication Memorandum Account	6101-W
UU Santa Maria Steelhead Recovery Plan Memorandum Account	6103-W
VV Randall-Bold Balancing Account	6123-W
ZZ Low-Income Customer Data Sharing Memorandum Account	6225-W
EEE Credit Card Payment Program Memorandum Account	6559-W
GGG Tangible Property Regulations Collateral Consequences Memorandum Account	6652-W
HHH Catastrophic Event Memorandum Account	8484-W
JJJ American Recovery And Reinvestment Act Balancing Account	6938-W
KKK 2016 Interim Rates Memorandum Account	7368-W
MMM Los Osos Basin Management Committee Memorandum Account	
Page 1	7441-W
Page 2	7442-W
NNN Basin Pumping Rights Litigation Memorandum Account	7451-W
OOO School Lead Testing Memorandum Account	7481-W

(To be inserted by utility)  
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 Decision No. \_\_\_\_\_

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**R. J. Sprows**  
 President

(To be inserted by P.U.C.)  
 Date Filed \_\_\_\_\_  
 Effective \_\_\_\_\_  
 Resolution No. \_\_\_\_\_

**GOLDEN STATE WATER COMPANY**

**SERVICE LIST**

**ARDEN-CORDOVA DISTRICT**

Sacramento Suburban Water District  
3701 Marconi Avenue, Suite 100  
Sacramento, CA 95821  
[HHernandez@sswd.org](mailto:HHernandez@sswd.org)  
[DYork@sswd.org](mailto:DYork@sswd.org)

California-American Water Co.  
520 Capitol Mall, Suite 630  
Sacramento, CA 95814  
[ca.rates@amwater.com](mailto:ca.rates@amwater.com)

Fair Oaks Water District  
10317 Fair Oaks Blvd.  
Fair Oaks, CA 95628

City of Folsom  
50 Natoma Street  
Folsom, CA 95630

County Clerk  
County of Sacramento  
P. O. Box 839  
Sacramento, CA 95812-0839

Director  
Sacramento County Water Agency  
827 7<sup>th</sup> Street, Room 301  
Sacramento, CA 95814  
[DWRexecsecretary@saccounty.net](mailto:DWRexecsecretary@saccounty.net)

**GOODIN, MACBRIDE, SQUERI & DAY, LLP**  
505 SANSOME STREET, SUITE 900  
SAN FRANCISCO, CA 94111

Carmichael Water District  
7837 Fair Oaks Blvd.  
Carmichael, CA 95608  
[laura@carmichael.org](mailto:laura@carmichael.org)

Citrus Heights Water District  
6230 Sylvan Road  
Citrus Heights, CA 95610

Orange Vale Water Co.  
P. O. Box 620800  
9031 Central Avenue  
Orange Vale, CA 95662

City of Rancho Cordova  
2729 Prospect Drive  
Rancho Cordova, CA 95670

Steve Pedretti, Division Chief  
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Sacramento, CA 95814  
[DWRexecsecretary@saccounty.net](mailto:DWRexecsecretary@saccounty.net)

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**CALIFORNIA DEPARTMENT OF FISH & GAME**  
1701 NIMBUS ROAD  
RANCHO CORDOVA, CA 95670

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COUNTY OF SACRAMENTO  
P O BOX 839  
SACRAMENTO, CA 95812-0839

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STATE OF CALIFONRIA  
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SOMACH, SIMMONS & DUNN  
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SACRAMENTO, CA 95814

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DIRECTOR  
**SACRAMENTO COUNTY WATER AGENCY**  
827 7<sup>TH</sup> STREET, ROOM 301  
SACRAMENTO, CA 95814

**OFFICE OF THE COUNTY COUNSEL**  
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