

CALIFORNIA PUBLIC UTILITIES COMMISSION DIVISION OF WATER AND AUDITS

Advice Letter Cover Sheet

Utility Name: San Jose Water Company

Date Mailed to Service List: 5/24/2022

District: N/A

CPUC Utility #: U-168-W

Protest Deadline (20th Day): 6/13/2022

Advice Letter #: 577

Review Deadline (30th Day): 6/23/2022

Tier 1 2 3 Compliance

Requested Effective Date: 7/01/2022

Authorization

Description: Request authorization to implement surcharges to offset increases in purchased potable water, ground water production and purchased recycled water charges from SCVWD and SBWR effective July 1, 2022.

Rate Impact: \$24,331,436
5.9%

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: John Tang

Utility Contact: Nanci Tran

Phone: 408-279-7933

Phone: 408-279-7979

Email: john.tang@sjwater.com

Email: nanci.tran@sjwater.com

DWA Contact: Tariff Unit

Phone: (415) 703-1133

Email: Water.Division@cpuc.ca.gov

DWA USE ONLY

<u>DATE</u>	<u>STAFF</u>	<u>COMMENTS</u>

APPROVED

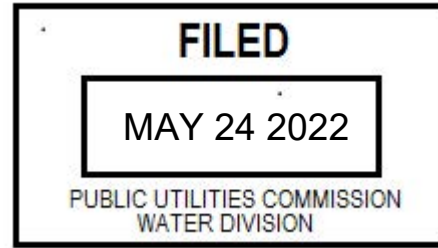
WITHDRAWN

REJECTED

Signature: _____

Comments: _____

Date: _____



May 24, 2022

California Public Utilities Commission
 505 Van Ness Avenue
 San Francisco, CA 94102

Advice Letter No. 577

San Jose Water Company (U-168-W) (SJWC) hereby transmits for filing the following changes in tariff schedules applicable to its service area and which are attached hereto:

<u>Cal. P.U.C Sheet No.</u>	<u>Title of Sheet</u>	<u>Cancelling Cal. P.U.C Sheet No.</u>
2175-W	Schedule No. 1 – General Metered Service	2163-W
2176-W	Schedule No. 1 – General Metered Service (Continued)	2105-W
2177-W	Schedule No. 1B – General Metered Service with Automatic Fire Sprinkler System	2164-W
2178-W	Schedule No. 1C – General Metered Service with Mountain District	2165-W
2179-W	Schedule No. RW –Raw Water Metered Service	2167-W
2180-W	Schedule No. RW –Raw Water Metered (Continued)Service	2129-W
2181-W	Table of Contents	2173-W

With this advice letter, SJWC requests authorization to implement a rate increase of \$24,331,436 or 5.9% to offset the increases to purchased potable water charges, the ground water extraction fee, and purchased recycled water charges that will be implemented by SJWC’s water wholesalers effective July 1, 2022.

These tariffs are submitted pursuant to General Orders (GO) No. 96-B Water Industry Rules 7.3.1(7) and 8.4. This advice letter is designated as a Tier I Advice Letter. SJWC requests that the surcharges become effective on July 1, 2022.

Background

On June 9, 2021, SJWC filed Advice Letter 561A (AL 561A) to include in rates the increase in purchased water, pump tax, and recycled water costs from its wholesaler.

At its May 10, 2022 meeting, the Valley Water's Board of Directors formally adopted water rate increases for the 2022-2023 fiscal year, raising the groundwater rate (pump tax) to \$1,724 per Acre Foot (AF) and purchased water rate to \$1,839/AF effective July 1, 2022. The groundwater rate will increase by \$225/AF from the July 1, 2021 rate of \$1,499/AF (AL 561A) and the purchased water rate will increase by \$225/AF from the 2021 rate of \$1,614/AF (AL 561A).

Valley Water's groundwater charge for agricultural water will increase to \$36.85/AF which affects the agricultural discount provided by Valley Water and passed through in SJWC's tariffs. The current discount is \$3.3628/ccf will increase to \$3.8732/ccf ($\$1,724/AF - \$36.85/AF = \$1,687.15/AF = \$3.8732/ccf$).

The updates to purchased water rate, groundwater rate, and agricultural discount are reflected as Special Conditions in SJWC's tariff for Schedule No. 1 General Metered Service, Schedule No.1C General Metered Service Mountain District, and Schedule No. RW Raw Water Meter Service.

Changes to the rate for untreated water also affect the rate for purchased recycled water. South Bay Water Recycling, SJWC's wholesale recycled water provider, indexes recycled water wholesale rates to the rates charged by Valley Water for untreated water, with appropriate discounts for irrigation, industrial, or agricultural use. The recycled water discount remains at \$105 for irrigation, industrial, and agricultural uses. Effective July 1, 2022, wholesale recycled water rates will be increased by \$225 per AF from adopted July , 2021 rate of \$1,394 to \$1,619 per AF.

This updated to recycled water rate is reflected as Special Conditions in SJWC's tariff for Schedule No. RCW for Recycled Meter Water Rate.

Please see **Attachment A** for actual rate effective July 1, 2022.

The following is a summary of total increase in costs:

Increase in Purchased Water	\$15,379,992
Increase in Ground Water Charge	\$8,380,110
Increase in Purchased Recycled Water	\$571,334
Increase in Taxes and Uncollectibles	\$92,882
Total Increase in Costs	\$24,331,436

Copies of detailed workpapers supporting the proposed rate increase and rate calculation have been provided to the Commission Staff in accordance with Standard Practice U-27-W.

Public notice of the offset rate adjustment will be completed by placing a notice (**Attachment B**) in the San Jose Mercury News as soon as possible. Proof of publication will be submitted to the Commission when the notification has been completed. In compliance with Paragraph 4.3 of

General Order 96-B, a copy of this advice letter has been emailed to all interested and affected parties as detailed in **SJWC's Service List**.

Effective Date

SJWC requests that the updated tariff sheets become effective July 1, 2022.

Protests and Responses

Anyone may respond to or protest this advice letter. A response does not oppose the filing but presents information that may prove 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 may include the following:

- (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;
- (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 response or protest must be made in writing or by electronic mail and must be received by the Water Division within 20 days of the date this advice letter is filed. The address for mailing or delivering a protest is:

Tariff Unit, Water Division, 3rd floor
California Public Utilities Commission,
505 Van Ness Avenue
San Francisco, CA 94102
water_division@cpuc.ca.gov

On the same date the response or protest is submitted to the Water Division, the respondent or protestant shall send a copy of the protest by mail to us, addressed to:

Regulatory Affairs

San Jose Water Company
110 West Taylor Street
San Jose, CA 95110
Fax 408.279.7934
regulatoryaffairs@sjwater.com.

The advice letter process does not provide for any responses, protests or comments, except for the utility's reply, after the 20-day comment period. Public notice is not required.

SJWC has Advice Letters 571, 574, 575 and 576 pending before the Commission. Rates listed in tariffs for in this advice letter includes the rate increase in pending Advice Letter 575 (Franciscan Ratebase Offset).

This filing will not cause the withdrawal of service, nor conflict with other schedules or rules.

Very truly yours,



JOHN TANG
Vice President of Regulatory Affairs
Enclosures

Schedule No. 1

GENERAL METERED SERVICE

APPLICABILITY

Applicable to general metered water service.

TERRITORY

Portions of Cupertino, San Jose, and Santa Clara, and in Campbell, Los Gatos, Monte Sereno, and Saratoga and in contiguous territory in the County of Santa Clara.

RATES

Quantity Rate Per 100 cu. ft. (Ccf):

Residential Customers with 5/8 x 3/4-inch, 3/4-inch, 1-inch, 1 1/2-inch or 2-inch meter

For Total Monthly Usage from 0 to 3 Ccf.	\$4.2720	(l)
For Total Monthly Usage from 4 to 18 Ccf.	\$5.9620	(l)
For Total Monthly Usage over 18 Ccf.	\$7.6515	(l)

All Other Customers

For all water delivered, per 100 cu. ft.	\$5.9620	(l)
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Service Charges:

Per Meter Per Month

All Customers:

For 5/8 x 3/4-inch meter	\$41.71
For 3/4-inch meter	\$41.71
For 1-inch meter	\$69.54
For 1-1/2-inch meter	\$139.07
For 2-inch meter	\$222.51
For 3-inch meter	\$417.19
For 4-inch meter	\$695.31
For 6-inch meter	\$1,390.64
For 8-inch meter	\$2,225.03
For 10-inch meter	\$3,198.46

The service charge is a readiness-to-serve charge which is applicable to all metered service and to which is added the charge for water used computed at the Quantity Rate.

(Continued)

(To be inserted by utility)

Issued by

(To be inserted by Cal. P.U.C.)

Advice No. 577

JOHN TANG

Date Filed _____

Dec. No. _____

Vice President,
Regulatory Affairs

Effective _____

Resolution No. _____

TITLE

Schedule No. 1

GENERAL METERED SERVICE

(Continued)

SPECIAL CONDITIONS

1. Customers who receive water deliveries for agricultural purposes under this schedule, and who present evidence to the utility that such deliveries qualify for the lower pump tax rates levied by the Santa Clara Valley Water District for agricultural water, shall receive a credit of \$3.8732 per 100 cubic feet on each water bill for the quantities of water used during the period covered by that bill. (l)
2. All bills are subject to the reimbursement fee set forth in Schedule No. UF.
3. To fund the Water Rate Assistance Program (WRAP) for residential low-income households, a surcharge of \$1.45 per month will be added to the bill.
4. To fund the repayment of a Safe Drinking Water State Revolving Fund loan, pursuant to D.03-07-013 dated July 10, 2003, a monthly surcharge will be added to the bill as follows:

Surcharge:	Year 8-20 Per Meter Per Month
For 5/8 x 3/4-inch meter	\$0.04
For 3/4-inch meter	0.04
For 1-inch meter	0.05
For 1-1/2-inch meter	0.10
For 2-inch meter	0.14
For 3-inch meter	0.28
For 4-inch meter	0.39
For 6-inch meter	0.98
For 8-inch meter	1.59
For 10-inch meter	2.32

5. To fund the repayment of a Safe Drinking Water State Revolving Fund loan, pursuant to D.05-01-048 dated January 27, 2005, a monthly surcharge will be added to the bill as follows:

Surcharge:	Year 1-10 Per Meter Per Month	Year 11-20 Per Meter Per Month
For 5/8 x 3/4-inch meter	\$0.02	\$0.02
For 3/4-inch meter	0.02	0.02
For 1-inch meter	0.04	0.02
For 1-1/2-inch meter	0.08	0.06
For 2-inch meter	0.13	0.09
For 3-inch meter	0.23	0.18
For 4-inch meter	0.38	0.32
For 6-inch meter	0.74	0.67
For 8-inch meter	1.19	1.08
For 10-inch meter	1.71	1.55

(Continued)

(To be inserted by utility)

Issued by

(To be inserted by Cal. P.U.C.)

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Vice President,
Regulatory Affairs

Effective _____

Resolution No. _____

TITLE

Schedule No. 1B

GENERAL METERED SERVICE WITH
 AUTOMATIC FIRE SPRINKLER SYSTEM

APPLICABILITY

Applicable to all detached single family structures whose automatic fire sprinkler system is served through the meter providing residential water service.

TERRITORY

Portions of Cupertino, San Jose, and Santa Clara, and in Campbell, Los Gatos, Monte Sereno, and Saratoga and in contiguous territory in the County of Santa Clara.

RATES

Quantity Rate Per 100 cu. ft. (Ccf):

Residential Customers with 5/8 x 3/4-inch, 3/4-inch, 1-inch, 1 1/2-inch or 2-inch meter

For Total Monthly Usage from 0 to 3 Ccf.	\$4.2720	(l)
For Total Monthly Usage from 4 to 18 Ccf.	\$5.9620	(l)
For Total Monthly Usage over 18 Ccf.	\$7.6515	(l)

All Other Customers

For all water delivered, per 100 cu. ft.	\$5.9620	(l)
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Service Charges:

Per Meter Per Month

All Customers:

For 5/8 x 3/4-inch meter	\$41.71
For 3/4-inch meter	\$41.71
For 1-inch meter	\$69.54
For 1-1/2-inch meter	\$139.07
For 2-inch meter	\$222.51
For 3-inch meter	\$417.19

Upsize Charges:

For 1/4-inch meter upsize	\$2.11
or 1/2-inch meter upsize	\$4.21
For 3/4-inch meter upsize	\$6.33
For 1-inch meter upsize	\$8.44
For 1-1/2-inch meter upsize	\$12.67

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(To be inserted by utility)

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Vice President,
Regulatory Affairs

Effective _____

Resolution No. _____

TITLE

Schedule No. 1C

GENERAL METERED SERVICE
Mountain District

APPLICABILITY

Applicable to general metered water service.

TERRITORY

Portions of Los Gatos and in contiguous territory in the County of Santa Clara.

RATES

Quantity Rate Per 100 cu. ft. (Ccf)
Overuse Rates beyond 500 gallons per day limit

Residential Customers with 3/4-inch, 1-inch, 1 1/2-inch or 2-inch meter

For Total Monthly Usage from 0 to 3 Ccf.	\$4.2720	(I)
For Total Monthly Usage from 4 to 18 Ccf.	\$5.9620	(I)
For Total Monthly Usage over 18 Ccf.	\$7.6515	(I)

All Other Customers(subject to Special Condition 5)

For all water delivered, per 100 cu.ft.	\$5.9620	(I)
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Service Charges:

Per Meter Per Month

For 3/4-inch meter	\$41.71
For 1-inch meter	\$69.54
For 1-1/2-inch meter	\$139.07
For 2-inch meter	\$222.51
For 3-inch meter	\$417.19
For 4-inch meter	\$695.31
For 6-inch meter	\$1,390.64
For 8-inch meter	\$2,225.03
For 10-inch meter	\$3,198.46

The service charge is a readiness-to-serve charge which is applicable to all metered service and to which is added the charge for water used computed at the Quantity Rate.

SPECIAL CONDITIONS

1. Customers who receive water deliveries for agricultural purposes under this schedule, and who present evidence to the utility that such deliveries qualify for the lower pump tax rates levied by the Santa Clara Valley Water District for agricultural water, shall receive a credit of \$3.8732 per 100 cubic feet on each water bill for the quantities of water used during the period covered by that bill. (I)
2. All bills are subject to the reimbursement fee set forth in Schedule No. UF.

(Continued)

(To be inserted by utility)

Issued by

(To be inserted by Cal. P.U.C.)

Advice No. 577

JOHN TANG

Date Filed _____

Vice President,

Effective _____

Dec. No. _____

Regulatory Affairs

Resolution No. _____

TITLE

Schedule No. RW

RAW WATER SERVICE

APPLICABILITY

Applicable to raw water metered service.

TERRITORY

Portions of Cupertino, San Jose, and Santa Clara, and in Campbell, Los Gatos, Monte Sereno, and Saratoga and in contiguous territory in the County of Santa Clara.

RATES

Quantity Rate:
 Per 100 cu. ft. \$5.7324

Service Charges: Per Meter Per Month

For 5/8 x 3/4-inch meter	\$41.71
For 3/4-inch meter	\$41.71
For 1-inch meter	\$69.54
For 1-1/2-inch meter	\$139.07
For 2-inch meter	\$222.51
For 3-inch meter	\$417.19
For 4-inch meter	\$695.31
For 6-inch meter	\$1,390.64
For 8-inch meter	\$2,225.03
For 10-inch meter	\$3,198.46

The service charge is a readiness-to-serve charge which is applicable to all metered service and to which is added the charge for water used computed at the Quantity Rate.

SPECIAL CONDITIONS

1. The customer is responsible for notice of and compliance with all local, state, and federal rules and regulations that apply from time to time to the use of raw water, as defined in San Jose Water Company's Rule 1.
2. The customer must provide and/or contribute all facilities needed to transport the water from its source to the customer's point of service in accordance with the utility's Rule 15.

(Continued)

(To be inserted by utility)

Issued by

(To be inserted by Cal. P.U.C.)

Advice No. 577

JOHN TANG

Date File _____

Vice President,

Effective _____

Dec. No. _____

Regulatory Affairs

Resolution No. _____

TITLE

Schedule No. RW

RAW WATER METERED SERVICE
(Continued)

- 3. The utility will supply at the point of connection only such raw water at such pressures as may be available from time to time from the Santa Clara Valley Water District. The customer shall indemnify the utility and save it harmless from any and all claims arising out of service under this schedule and shall further agree to make no claims against the utility for any loss, damage or injury resulting from service under this schedule.
- 4. As a condition for service under this schedule, all customers are required to comply with all San Jose Water Company's tariffs, except for those identified in the Commission's General Order 103 regarding supply of water not intended or claimed to be potable.
- 5. Customers who receive water deliveries for agricultural purposes under this schedule, and who present evidence to the utility that such deliveries qualify for the lower pump tax rates levied by the Santa Clara Valley Water District for agricultural water, shall receive a refund of \$3.8732 per 100 cubic feet for the quantities of water used on the effective date of this advice letter. In accordance with Santa Clara Valley Water District procedures customers will be refunded every six months. (l)
- 6. All bills are subject to the reimbursement fee set forth on Schedule No. UF.

(continued)

(To be inserted by utility)

Issued by

(To be inserted by Cal. P.U.C.)

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JOHN TANG

Date Filed _____

Dec. No. _____

Vice President,
Regulatory Affairs

Effective _____
Resolution No. _____

TITLE

SAN JOSE WATER COMPANY

RECYCLED WATER RATES - MONTHLY

Effective July 1, 2022

I. PIPED SUPPLY

Potable customer of SJWC converting to recycled water

A. ***Standby Charge Based on Meter Size***

<u>Meter Size</u>	<u>Charge</u>
3/4-inch	\$41.71
1-inch	\$69.54
1-1/2-inch	\$139.07
2-inch	\$222.51
3-inch	\$417.19
4-inch	\$695.31
6-inch	\$1,390.64
8-inch	\$2,225.03
10-inch	\$3,198.46

B. ***Quantity Rate***

Irrigation	\$4.8578	per	100	cu.	ft.
Industrial	\$4.8578	per	100	cu.	ft.
Agricultural	\$4.8578	per	100	cu.	ft.

Notes:

- 1) Discounts given by South Bay Water Recycling passed through to customers. 1.43% PUC fee and 5% utility user's tax will be applied to the bill.

SAN JOSE WATER COMPANY

RECYCLED WATER RATES - MONTHLY

Effective July 1, 2022

II. WELL SUPPLY

A well user is defined as a customer of the Santa Clara Valley Water District who procures his/her non-potable supply from an on-site well. The service charge for well users will be in accordance with the following schedule:

A. Standby Charge Based on Meter Size

<u>Meter Size</u>	<u>Charge</u>
2-inch	34.43
3-inch	45.91
4-inch	51.63
6-inch	86.09
8-inch	103.29
10-inch	160.67

B. Quantity Rate

Irrigation	\$3.7167 per 100 cu. ft.
Industrial	\$3.7167 per 100 cu. ft.
Agricultural	\$3.7167 per 100 cu. ft.

Notes:

- 2) Discounts given by South Bay Water Recycling passed through to customers. 1.43% PUC fee and 5% utility user's tax will be applied to the bill.

TABLE OF CONTENTS

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

Subject Matter of Sheet	C.P.U.C. Sheet No.
Title	1495-W
Table of Contents	2181-W, 2161-W, 848-W and 2174-W (T)
Preliminary Statement	919-W, 1303-W, 2032-W, 2033-W, 2034-W, 2035-W, 2058-W, 2037-W 2151-W, 2152-W, 2040-W, 2041-W, 2042-W, 2087-W, 2125-W, 2155-W 2156-W
Service Area Map Locator	1266-W
Service Area Map Locator, Index	1589-W
Map of Areas with Special Pressure and FireFlow Conditions	2116-W
Index to Map of Areas With Special Pressure and FireFlow Conditions	1079-W, 2117-W 1082-W, 1087-W and 1404-W
Rate Schedules:	
Schedule No. 1, General Metered Service	2175-W, 2176-W and 2059-W
Schedule No. 1B, General Metered Service With Automatic Fire Sprinkler System	2177-W, 1741-W, 1882-W and 2060-W
Schedule No. 1C, General Metered Service Mountain District	2178-W, 1952-W, 1884-W and 2052-W
Schedule No. 4, Private Fire Service	2166-W and 2053-W
Schedule No. 9C, Construction and Other Temporary Metered Service	1118-W and 1094-W
Schedule No. 10R, Service to Employees	152-W
Schedule No. 14.1 Water Shortage Contingency Plan with Staged Mandatory Reductions and Drought Surcharges	2131-W, 2132-W, 2133-W 2134, 2135-W, 2136-W, 2137-W 2138-W, 2139-W, 2146-W
Schedule No. RW, Raw Water Metered Service	2179-W and 2180-W
Schedule No. RCW, Recycled Water Metered Service	2168-W, 1958-W, 2063-W
Schedule No. UF, Surcharge to Fund Public Utilities Commission, Reimbursement Fee	2090-W
Schedule No. WRAP, Water Rate Assistance Program	2170-W and 2056-W
List of Contracts and Deviations	2092-W and 2103-W
Rules:	
No. 1 - Definitions	2064-W and 2065-W
No. 2 - Description of Service	525-W
No. 3 - Application for Service	2143-W, 2144-W
No. 4 - Contracts	352-W
No. 5 - Special Information Required on Forms	2066-W, 2067-W and 2068-W-W
No. 6 - Establishment and Re-establishment of Credit	354-W
No. 7 - Deposits	355-W and 356-W
No. 8 - Notices	2069-W, 2070-W and 2017-W
No. 9 - Rendering and Payment of Bills	996-W, 997-W and 1146-W

(Continued)

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Date Filed _____

Vice President,

Effective _____

Dec. No. _____

Regulatory Affairs

Resolution No. _____

TITLE

SAN JOSE WATER COMPANY (U-168-W)

ADVICE LETTER 577 SERVICE LIST

Big Redwood Park Water	waldoburford@gmail.com
Brush & Old Well Mutual Water Company	BOWMWC@brushroad.com
Cal Water	cwsrates@calwater.com
City of Campbell	publicworks@cityofcampbell.com
City of Cupertino City Attorney	cityattorney@cupertino.org
City of Cupertino Director of Public Works	rogerl@cupertino.org
City of Milpitas	tndah@ci.milpitas.ca.gov
City of Milpitas	smachida@ci.milpitas.ca.gov
City of Monte Sereno	steve@cityofmontesereno.org
City of Monte Sereno	bmekechuk@cityofmontesereno.org
City of Santa Clara	water@santaclaraca.gov
City of San Jose	jeffrey.provenzano@sanjoseca.gov
City of Saratoga	jcherbone@saratoga.ca.us
County of Santa Clara	county.counsel@cco.sccgov.org
DB Davis	dbdavis@rockwellcollins.com
Dept. of Water Resources, Safe Drinking Water Office	sdwo@water.ca.gov
Valley Water	dtaylor@valleywater.org
Gillette Mutual Water Company	gapowerz@gmail.com
Gillette Mutual Water Company	goldiey@pacbell.net
Gillette Mutual Water Company	keyoung@pacbell.net
Great Oaks Water	jroeder@greatoakswater.com
Great Oaks Water	tguster@greatoakswater.com
Cal Water	jpolanco@calwater.com
James Hunter	j88hunter882@gmail.com
City of Cupertino	KirstenS@cupertino.org
Public Advocates Office	mukunda.dawadi@cpuc.ca.gov
Public Advocates Office	PublicAdvocatesWater@cpuc.ca.gov
Mountain Springs Mutual Water Co.	Lorenroy@icloud.com
Mt. Summit Mutual Water Company	wshoefler@comcast.net
Oakmount Mutual Water Company	gortiz12@comcast.net
Patrick Kearns MD	pjk3@comcast.net
Raineri Mutual Water Company	info@rainerimutual.org
Ridge Mutual Water Company	pmantey@yahoo.com
Rishi Kumar	rkumar@saratoga.ca.us
San Jose Mercury News	progers@bayareanewsgroup.com
Valley Water	afulcher@valleywater.org
Valley Water	abaker@valleywater.org
Saratoga Heights Mutual Water Company	sjw@shmw.org
SouthWest Water Company	kcarlson@swwc.com
Stagecoach Mutual Water Company	stagecoachroadMWC@gmail.com
Summit West	RJonesPE@aol.com
Summit West	board@summitwest.org
Town of Los Gatos Dir. of Public Works	ppw@losgatosca.gov
WRATES	rita_benton@ymail.com
Villa Del Monte	mntmom33@comcast.net

SAN JOSE WATER COMPANY

ADVICE LETTER NO. 577

ATTACHMENT A

WHOLESALE BOARD RESOLUTION

**BOARD OF DIRECTORS
SANTA CLARA VALLEY WATER DISTRICT**

RESOLUTION NO. 22-29

**DETERMINING GROUNDWATER PRODUCTION
CHARGES FOR FISCAL YEAR 2022–2023**

WHEREAS, the Board of Directors of the Santa Clara Valley Water District (Valley Water) does find and declare as follows:

1. That pursuant to Section 26.5 of the Santa Clara Valley Water District Act (“District Act”), a written report detailing Valley Water’s activities in the protection and augmentation of the water supplies of Valley Water has been prepared including: a financial analysis of Valley Water’s water utility system, information as to the present and future water requirements of Valley Water, the water supply available to Valley Water, and future capital improvements and maintenance and operating requirements; a method of financing such requirements; a recommendation as to whether or not the groundwater production charge should continue to be levied in any zone or zones of Valley Water during the ensuing fiscal year; and a proposal of a rate per acre-foot for agricultural water and a rate per acre-foot for all water other than agricultural water for Zones W-2, W-5, W-7, and W-8;
2. That on the 25th day of February 2022, said report was duly delivered to the Clerk of the Valley Water Board;
3. That the Clerk, pursuant to Section 26.6 of the District Act, gave due notice of the receipt of the report and of a public hearing to be held commencing on the 12th day of April 2022, by teleconference, videoconference, or both and at the time stated;
4. That on February 25, 2022, written notice was mailed to all owners and operators of water-producing facilities within Valley Water’s boundaries, advising of the proposed groundwater production charge rates to be levied, and of the opportunities to be heard concerning such charges;
5. That the Governor’s Emergency Declaration related to COVID-19, and the Governor’s Executive Order N-29-20 issued on March 17, 2020, allows attendance by members of the Board of Directors, Valley Water staff, and the public to participate and conduct public meetings and hearings by teleconference, videoconference, or both;
6. That pursuant to Section 26.6 of the District Act and consistent with the Governor’s Executive Order N-29-20, on the 12th day of April 2022, at 6 p.m. via a virtual public hearing held by teleconference and videoconference, an opportunity was given to the public to comment on said report to Board members located at the Valley Water Boardroom and on video conference, was continued for further hearing to the evening of April 14, 2022 (teleconference and videoconference) and again to the evening of April 26, 2022 (teleconference, videoconference and in-person attendance in the Valley Water Boardroom located at 5700 Almaden Expressway, San Jose), and said public hearing was duly commenced and concluded, more than 45 days after notice of the hearing was given;

Determining Groundwater Production Charges for Fiscal Year 2022–2023

Resolution No. 22-29

7. That during said public hearing, additional information and evidence was provided that was considered by the Board in making its decision on groundwater production charges, and the public and all persons subject to groundwater production charges were invited to speak or present written comments at the public hearing;
8. That the charges established by this resolution are for the purpose of paying the cost of constructing, maintaining, and operating facilities to import water into Valley Water; paying the cost of purchasing imported water; paying the cost of constructing, maintaining, and operating facilities for groundwater recharge, surface distribution, and the purification and treatment of water; and paying the principal and interest of any bonded indebtedness or other financial obligations of Valley Water incurred for those purposes;
9. That this Board considered all comments objecting to the proposed groundwater production charge increases for Zones W-2, W-5, W-7, and W-8;
10. That this Board, based on the whole record before it, finds that the revenues derived from the groundwater production charges will not exceed the funds required to provide services to Zones W-2, W-5, W-7, and W-8, as authorized under the District Act, and that the amount levied does not and will not exceed the proportional cost of service; and
11. That the California Environmental Quality Act does not apply to approval of these charges pursuant to the statutory exemption set forth in California Code of Regulations Title 14, Chapter 3, Section 15273, because, as identified in Valley Water's annual report on the protection and augmentation of the water supplies of Valley Water, the charges are expressly made for the purpose of:
 - a. Meeting operating expenses, including employee wage rates and fringe benefits;
 - b. Purchasing or leasing supplies, equipment, or materials;
 - c. Meeting financial reserve needs; and
 - d. Obtaining funds for capital projects necessary to maintain service within existing service areas.

NOW, THEREFORE BE IT RESOLVED by the Board of Directors of the Santa Clara Valley Water District as follows:

FIRST: Valley Water activities in the geographic area identified as Zone W-2 benefit said zone and those who rely directly or indirectly upon the groundwater supplies of such zone and water imported into such zone; Valley Water activities in the geographic area of Valley Water identified as Zone W-5 benefit said zone and those who rely directly or indirectly upon the groundwater supplies of such zone and water imported into such zone; Valley Water activities in the geographic area of Valley Water identified as Zone W-7 benefit said zone and those who rely directly or indirectly upon the groundwater supplies of such zone and water imported into such zone; and Valley Water activities in the geographic area of Valley Water identified as Zone W-8 benefit said zone and those who rely directly or indirectly upon the groundwater supplies of such zone and water imported into such zone. Revenues derived from groundwater production charges shall be used only for such activities as authorized under the District Act.

Determining Groundwater Production Charges for Fiscal Year 2022–2023

Resolution No. 22-29

SECOND: Based upon the findings and determinations from said hearing, the entire record presented to the Board and results of protests received, the Board hereby determines that fiscal year 2022–2023 groundwater production charges per acre-foot for agricultural water and water other than agricultural water should be increased. Accordingly, such charges shall be, and are hereby set as follows on all persons operating groundwater-producing facilities in Zone W-2 of Valley Water for fiscal year 2022–2023 (July 1, 2022–June 30, 2023) at the following per acre-foot rates:

Water Other Than Agricultural	Agricultural Water
\$1,724.00	\$36.85

THIRD: Based upon the findings and determinations from said hearing, the entire record presented to the Board and results of protests received, the Board hereby determines that fiscal year 2022–2023 groundwater production charges per acre-foot for agricultural water and water other than agricultural water should be increased. Accordingly, such charges shall be, and are hereby set as follows on all persons operating groundwater-producing facilities in Zone W-5 of Valley Water for fiscal year 2022–2023 (July 1, 2022–June 30, 2023) at the following per acre-foot rates:

Water Other Than Agricultural	Agricultural Water
\$513.00	\$36.85

FOURTH: Based upon the findings and determinations from said hearing, the entire record presented to the Board and results of protests received, the Board hereby determines that fiscal year 2022–2023 groundwater production charges per acre-foot for agricultural water and water other than agricultural water should be increased. Accordingly, such charges shall be, and are hereby set as follows on all persons operating groundwater-producing facilities in Zone W-7 of Valley Water for fiscal year 2022–2023 (July 1, 2022–June 30, 2023) at the following per acre-foot rates:

Water Other Than Agricultural	Agricultural Water
\$582.50	\$36.85

FIFTH: Based upon the findings and determinations from said hearing, the entire record presented to the Board and results of protests received, the Board hereby determines that fiscal year 2022–2023 groundwater production charges per acre-foot for agricultural water and water other than agricultural water should be increased. Accordingly, such charges shall be, and are hereby set as follows on all persons operating groundwater-producing facilities in Zone W-8 of Valley Water for fiscal year 2022–2023 (July 1, 2022–June 30, 2023) at the following per acre-foot rates:

Water Other Than Agricultural	Agricultural Water
\$368.50	\$36.85

Determining Groundwater Production Charges for Fiscal Year 2022–2023

Resolution No. 22-29

SIXTH: Notice of the setting of groundwater production charges in the identified rates shall be given as provided in Section 26.8 of the District Act.

SEVENTH: The groundwater production charges set forth in this resolution shall be in effect until subsequent action of this Board modifying them.

PASSED AND ADOPTED by the Board of Directors of the Santa Clara Valley Water District by the following vote on May 10, 2022:

AYES: Directors Santos, Hsueh, Estremera, Keegan, Kremen, LeZotte, Varela

NOES: Directors None

ABSENT: Directors None

ABSTAIN: Directors None

SANTA CLARA VALLEY WATER DISTRICT

DocuSigned by:
John L. Varela
F600AB219490464...
JOHN L. VARELA
Chair Pro Tem, Board of Directors

ATTEST: MICHELE L. KING, CMC

DocuSigned by:
Michele L. King
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Clerk, Board of Directors

Certificate Of Completion

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Envelope Stamping: Enabled	Michele King
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	San Jose, CA 95123
	MKing@valleywater.org
	IP Address: [REDACTED]

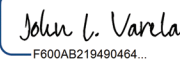
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John L. Varela
 JVarela@valleywater.org
 Security Level: Email, Account Authentication (None)

Signature

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Michele King
 mking@valleywater.org
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Michelle Meredith
 mmeredith@valleywater.org
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Signing Complete	Security Checked	5/12/2022 5:25:10 PM
Completed	Security Checked	5/12/2022 5:25:14 PM

Payment Events	Status	Timestamps
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Electronic Record and Signature Disclosure

ELECTRONIC RECORD AND SIGNATURE DISCLOSURE

From time to time, Santa Clara Valley Water District (we, us or Company) may be required by law to provide to you certain written notices or disclosures. Described below are the terms and conditions for providing to you such notices and disclosures electronically through the DocuSign system. Please read the information below carefully and thoroughly, and if you can access this information electronically to your satisfaction and agree to this Electronic Record and Signature Disclosure (ERSD), please confirm your agreement by selecting the check-box next to 'I agree to use electronic records and signatures' before clicking 'CONTINUE' within the DocuSign system.

Getting paper copies

At any time, you may request from us a paper copy of any record provided or made available electronically to you by us. You will have the ability to download and print documents we send to you through the DocuSign system during and immediately after the signing session and, if you elect to create a DocuSign account, you may access the documents for a limited period of time (usually 30 days) after such documents are first sent to you. After such time, if you wish for us to send you paper copies of any such documents from our office to you, you will be charged a \$0.00 per-page fee. You may request delivery of such paper copies from us by following the procedure described below.

Withdrawing your consent

If you decide to receive notices and disclosures from us electronically, you may at any time change your mind and tell us that thereafter you want to receive required notices and disclosures only in paper format. How you must inform us of your decision to receive future notices and disclosure in paper format and withdraw your consent to receive notices and disclosures electronically is described below.

Consequences of changing your mind

If you elect to receive required notices and disclosures only in paper format, it will slow the speed at which we can complete certain steps in transactions with you and delivering services to you because we will need first to send the required notices or disclosures to you in paper format, and then wait until we receive back from you your acknowledgment of your receipt of such paper notices or disclosures. Further, you will no longer be able to use the DocuSign system to receive required notices and consents electronically from us or to sign electronically documents from us.

All notices and disclosures will be sent to you electronically

Unless you tell us otherwise in accordance with the procedures described herein, we will provide electronically to you through the DocuSign system all required notices, disclosures, authorizations, acknowledgements, and other documents that are required to be provided or made available to you during the course of our relationship with you. To reduce the chance of you inadvertently not receiving any notice or disclosure, we prefer to provide all of the required notices and disclosures to you by the same method and to the same address that you have given us. Thus, you can receive all the disclosures and notices electronically or in paper format through the paper mail delivery system. If you do not agree with this process, please let us know as described below. Please also see the paragraph immediately above that describes the consequences of your electing not to receive delivery of the notices and disclosures electronically from us.

How to contact Santa Clara Valley Water District:

You may contact us to let us know of your changes as to how we may contact you electronically, to request paper copies of certain information from us, and to withdraw your prior consent to receive notices and disclosures electronically as follows:

To contact us by phone call: (408) 630-2360

To contact us by email send messages to: RecordsStaff@valleywater.org

To contact us by paper mail, please send correspondence to:

Santa Clara Valley Water District

5750 Almaden Expressway

San Jose, CA 95123

To advise Santa Clara Valley Water District of your new email address

To let us know of a change in your email address where we should send notices and disclosures electronically to you, you must send an email message to us at RecordsStaff@valleywater.org and in the body of such request you must state: your previous email address, your new email address. Please contact the requesting department or our main Front Desk at (408) 630-2600 to be transferred to the appropriate department.

If you created a DocuSign account, you may update it with your new email address through your account preferences.

To request paper copies from Santa Clara Valley Water District

To request delivery from us of paper copies of the notices and disclosures previously provided by us to you electronically, you must send us an email to mcook@valleywater.org and in the body of such request you must state your email address, full name, mailing address, and telephone number. We will bill you for any fees at that time, if any.

To withdraw your consent with Santa Clara Valley Water District

To inform us that you no longer wish to receive future notices and disclosures in electronic format you may:

- i. decline to sign a document from within your signing session, and on the subsequent page, select the check-box indicating you wish to withdraw your consent, or you may;
- ii. send us an email to RecordsStaff@valleywater.org and in the body of such request you must state your email, full name, mailing address, and telephone number. We do not need any other information from you to withdraw consent.. Please contact the requesting department or our main Front Desk at (408) 630-2600 to be transferred to the appropriate department..

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Acknowledging your access and consent to receive and sign documents electronically

To confirm to us that you can access this information electronically, which will be similar to other electronic notices and disclosures that we will provide to you, please confirm that you have read this ERSD, and (i) that you are able to print on paper or electronically save this ERSD for your future reference and access; or (ii) that you are able to email this ERSD to an email address where you will be able to print on paper or save it for your future reference and access. Further, if you consent to receiving notices and disclosures exclusively in electronic format as described herein, then select the check-box next to 'I agree to use electronic records and signatures' before clicking 'CONTINUE' within the DocuSign system.

By selecting the check-box next to 'I agree to use electronic records and signatures', you confirm that:

- You can access and read this Electronic Record and Signature Disclosure; and
- You can print on paper this Electronic Record and Signature Disclosure, or save or send this Electronic Record and Disclosure to a location where you can print it, for future reference and access; and
- Until or unless you notify Santa Clara Valley Water District as described above, you consent to receive exclusively through electronic means all notices, disclosures, authorizations, acknowledgements, and other documents that are required to be provided or made available to you by Santa Clara Valley Water District during the course of your relationship with Santa Clara Valley Water District.

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**BOARD OF DIRECTORS
SANTA CLARA VALLEY WATER DISTRICT**

RESOLUTION NO. 22-30

**DETERMINING SURFACE WATER, TREATED WATER, AND SOUTH COUNTY
RECYCLED WATER CHARGES FOR FISCAL YEAR 2022–2023**

WHEREAS, the Board of Directors of the Santa Clara Valley Water District (Valley Water) does find and declare as follows:

1. That pursuant to Section 26.5 of the Santa Clara Valley Water District Act (“District Act”), a written report detailing Valley Water’s activities in the protection and augmentation of the water supplies of Valley Water, including a recommendation as to charges for surface water that should be imposed in Zones W-2, W-5, W-7, and W-8 of Valley Water during the ensuing fiscal year;
2. That on February 25, 2022, written notice was mailed to all owners and operators of water-producing facilities within Valley Water’s boundaries, advising of the proposed raw surface water charge rates to be levied, and of the opportunities to be heard concerning such charges, including the right to file a written protest objecting to any applicable proposed increase;
3. That the Governor’s Emergency Declaration related to COVID-19, and the Governor’s Executive Order N-29-20 issued on March 17, 2020, allows attendance by members of the Board of Directors, Valley Water staff, and the public to participate and conduct public meetings and hearings by teleconference, videoconference, or both;
4. That pursuant to Section 26.6 of the District Act and consistent with the Governor’s Executive Order N-29-20, on the 12th day of April 2022, at 6 p.m. via a virtual public hearing held by teleconference and videoconference, an opportunity was given to the public to comment on said report to Board members located at the Valley Water Boardroom and on video conference, and was continued for further hearing to the evening of April 14, 2022 (teleconference and videoconference) and again to the evening of April 26, 2022 (teleconference, videoconference and in-person attendance in the Valley Water Boardroom located at 5700 Almaden Expressway, San Jose), whereupon the hearing was concluded;
5. That during said public hearing, additional information and evidence was provided that was considered by the Board in making this decision;
6. That the charges established by this resolution are for the purpose of paying the cost of constructing, maintaining, and operating facilities to import water into Valley Water; paying the cost of purchasing imported water; paying the cost of constructing, maintaining, and operating facilities for groundwater recharge, surface distribution, and the purification and treatment of water; and paying the principal and interest of any bonded indebtedness or other financial obligations of Valley Water incurred for those purposes;
7. The record owners of water-producing facilities were given the opportunity to file a written protest objecting to the proposed raw surface water charge increase;

Determining Surface Water, Treated Water, and South County Recycled Water Charges for
Fiscal Year 2022–2023 Resolution No. 22-30

8. That this Board considered all protests objecting to the proposed raw surface water charge increases for Zones W-2, W-5, W-7, and W-8, respectively, and after the close of the hearing determined that written protests were not received from more than 50 percent of the record owners of surface water facilities in Zone W-2, W-5, W-7, and W-8; and
9. That the California Environmental Quality Act does not apply to approval of these charges pursuant to statutory exemption California Code of Regulations Title 14, Chapter 3, Section 15273, because, as identified in Valley Water’s annual report on the protection and augmentation of the water supplies of Valley Water, the charges are expressly made for the purpose of:
 - a. Meeting operating expenses, including employee wage rates and fringe benefits;
 - b. Purchasing or leasing supplies, equipment, or materials;
 - c. Meeting financial reserve needs; and
 - d. Obtaining funds for capital projects necessary to maintain service within existing service areas.

NOW, THEREFORE BE IT RESOLVED by the Board of Directors of the Santa Clara Valley Water District that, subject to the provisions of a minimum charge as set forth in Item 5 below, the charges to be applied in fiscal year 2022–2023 (July 1, 2022–June 30, 2023) for surface-delivered water of Valley Water, for Valley Water watermaster service and, where applicable, for capital cost repayment, and the area within which such charges shall be applied will be as follows:

1. The Basic User Charge per acre-foot for raw surface-delivered water in Zone W-2 is:

Water Other Than Agricultural	Agricultural Water
\$1,724.00	\$36.85

2. The Basic User Charge per acre-foot for raw surface-delivered water in Zone W-5 is:

Water Other Than Agricultural	Agricultural Water
\$513.00	\$36.85

3. The Basic User Charge per acre-foot for raw surface-delivered water in Zone W-7 is:

Water Other Than Agricultural	Agricultural Water
\$582.50	\$36.85

Determining Surface Water, Treated Water, and South County Recycled Water Charges for
 Fiscal Year 2022–2023 Resolution No. 22-30

4. The Basic User Charge per acre-foot for raw surface-delivered water in Zone W-8 is:

Water Other Than Agricultural	Agricultural Water
\$368.50	\$36.85

5. The charge for watermaster service throughout Valley Water whether such service is for agricultural water or for water other than agricultural water shall be \$47.10 per acre-foot; and

6. Charges per acre-foot for surface water delivered to users in Valley Water outside of Zone W-2, Zone W-5, Zone W-7, or Zone W-8 shall be the same as those imposed within the zone to which the user’s turnout is most nearly located.

BE IT FURTHER RESOLVED that upon due review of anticipated costs and revenues of Valley Water, the following rate schedule in dollars per acre-foot for the delivery of treated water is hereby established as the Contract Treated Water Charge, which is comprised of the Basic User Charge and the Treated Water Surcharge for the 2022–2023 fiscal year (July 1, 2022–June 30, 2023):

Charge	Amount
Basic User Charge	\$1,724.00
Treated Water Surcharge	<u>115.00</u>
Contract Treated Water Charge	\$1,839.00

BE IT FURTHER RESOLVED that the price to be charged per acre-foot for recycled water from the South County Regional Wastewater Authority Facility at Gilroy shall be the following for the 2022–2023 fiscal year (July 1, 2022–June 30, 2023):

Water Other Than Agricultural	Agricultural Water
\$493.00	\$64.25

Determining Surface Water, Treated Water, and South County Recycled Water Charges for
Fiscal Year 2022–2023 Resolution No. 22-30

PASSED AND ADOPTED by the Board of Directors of the Santa Clara Valley Water District by the following vote on May 10, 2022:

AYES: Directors Santos, Hsueh, Estrmera, Keegan, Kremen, LeZotte, Varela

NOES: Directors None

ABSENT: Directors None

ABSTAIN: Directors None

SANTA CLARA VALLEY WATER DISTRICT

DocuSigned by:

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JOHN L. VARELA
Chair Pro Tem, Board of Directors

ATTEST: MICHELE L. KING, CMC

DocuSigned by:

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Clerk, Board of Directors

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	MKing@valleywater.org
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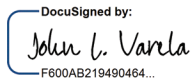
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Signer Events

John L. Varela
 JVarela@valleywater.org
 Security Level: Email, Account Authentication (None)

Signature

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Michele King
 mking@valleywater.org
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Michelle Meredith
 mmeredith@valleywater.org
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Withdrawing your consent

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All notices and disclosures will be sent to you electronically

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Santa Clara Valley Water District

5750 Almaden Expressway

San Jose, CA 95123

To advise Santa Clara Valley Water District of your new email address

To let us know of a change in your email address where we should send notices and disclosures electronically to you, you must send an email message to us at RecordsStaff@valleywater.org and in the body of such request you must state: your previous email address, your new email address. Please contact the requesting department or our main Front Desk at (408) 630-2600 to be transferred to the appropriate department.

If you created a DocuSign account, you may update it with your new email address through your account preferences.

To request paper copies from Santa Clara Valley Water District

To request delivery from us of paper copies of the notices and disclosures previously provided by us to you electronically, you must send us an email to mcook@valleywater.org and in the body of such request you must state your email address, full name, mailing address, and telephone number. We will bill you for any fees at that time, if any.

To withdraw your consent with Santa Clara Valley Water District

To inform us that you no longer wish to receive future notices and disclosures in electronic format you may:

- i. decline to sign a document from within your signing session, and on the subsequent page, select the check-box indicating you wish to withdraw your consent, or you may;
- ii. send us an email to RecordsStaff@valleywater.org and in the body of such request you must state your email, full name, mailing address, and telephone number. We do not need any other information from you to withdraw consent.. Please contact the requesting department or our main Front Desk at (408) 630-2600 to be transferred to the appropriate department..

Required hardware and software

The minimum system requirements for using the DocuSign system may change over time. The current system requirements are found here: <https://support.docusign.com/guides/signer-guide-signing-system-requirements>.

Acknowledging your access and consent to receive and sign documents electronically

To confirm to us that you can access this information electronically, which will be similar to other electronic notices and disclosures that we will provide to you, please confirm that you have read this ERSD, and (i) that you are able to print on paper or electronically save this ERSD for your future reference and access; or (ii) that you are able to email this ERSD to an email address where you will be able to print on paper or save it for your future reference and access. Further, if you consent to receiving notices and disclosures exclusively in electronic format as described herein, then select the check-box next to ‘I agree to use electronic records and signatures’ before clicking ‘CONTINUE’ within the DocuSign system.

By selecting the check-box next to ‘I agree to use electronic records and signatures’, you confirm that:

- You can access and read this Electronic Record and Signature Disclosure; and
- You can print on paper this Electronic Record and Signature Disclosure, or save or send this Electronic Record and Disclosure to a location where you can print it, for future reference and access; and
- Until or unless you notify Santa Clara Valley Water District as described above, you consent to receive exclusively through electronic means all notices, disclosures, authorizations, acknowledgements, and other documents that are required to be provided or made available to you by Santa Clara Valley Water District during the course of your relationship with Santa Clara Valley Water District.

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5/17/2022

San Jose Water Company
374 W Santa Clara Street
San José, CA 95196
Attn: Courtney Rubin

RE: South Bay Water Recycling Wholesale Rate for the Period of July 1, 2022 through June 30, 2023

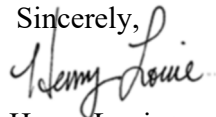
Dear Courtney:

This letter is to inform you of the new recycled water wholesale rates that will be in effect during the 2022-2023 fiscal year. As you know, since July 2004 recycled water wholesale rates have been indexed to the rates charged by the Santa Clara Valley Water District (SCVWD) for untreated water, with appropriate discounts for irrigation, industrial, or agricultural use.

We have been notified by the SCVWD that the rate for untreated water will increase from \$1,499/AF to \$1,724/AF during the coming fiscal year (22-23). The recycled water discount per San José City Council Resolution 77326 is now \$105 for irrigation, industrial and agricultural uses. Therefore, the wholesale rates will be increased as shown in the table below. As a result, the following wholesale rates for recycled water will be in effect for the period July 1, 2022 through June 30, 2023:

Type of Use	2021-2022	2022-2023
Irrigation	\$1,394/AF	\$1,619/AF
Industrial/Agricultural	\$1,394/AF	\$1,619/AF

Should you have any questions regarding the new wholesale rates for recycled water, please contact Russ Ficklin at 408-794-6803 or by email at russ.ficklin@sanjoseca.gov.

Sincerely,

Henry Louie
Senior Engineer
South Bay Water Recycling

cc: SBWR File

Participating Agencies
City of San Jose
City of Santa Clara
City of Milpitas
West Valley
Sanitation District
Burbank Sanitary District
Cupertino Sanitary District
County Sanitation
District No. 2-3
San Jose Water Company
Santa Clara Valley
Water District
United States Bureau of
Reclamation

SAN JOSE WATER COMPANY

ADVICE LETTER NO. 577

ATTACHMENT B

NEWSPAPER NOTICE FOR RATE OFFSET

P U B L I C N O T I C E

NOTICE OF ADVICE LETTER FILING SAN JOSE WATER COMPANY'S FILING TO INCREASE WATER RATES ADVICE LETTER 577

Effective July 1, 2022, Valley Water, the wholesale water supply agency to San Jose Water Company (SJWC), will increase rates for purchased water and groundwater extraction fees charged to SJWC. If the CPUC approves this advice letter, effective July 1, 2022, rates will be recalculated to reflect actual water consumption in 2022. This will impact your bill.

Why is SJWC requesting this increase?

SJWC pays fees to pump groundwater and to purchase treated water from Valley Water, Santa Clara County's wholesale water supply agency. On May 10, 2022, Valley Water voted to increase wholesale water charges by 15% effective July 1, 2022 through June 30, 2023. SJWC purchases over 90% of its water supply from Valley Water and delivers it to homes and businesses. The cost of this water supply is passed through to customers at cost. SJWC is filing Advice Letter 577 to recover the pass-through increase.

How could this affect my water bill?

If SJWC's rate request is approved by the CPUC, the monthly bill for the typical residential customer with a 3/4-inch meter using 11 Ccf per month would increase by approximately \$5.76 (or 5.79%) from \$99.43 at present rates, to \$105.19 starting July 1, 2022. This amount will be reflected on customers' bills through the quantity charges as shown below. A comparison of the current and the proposed quantity rates is as follows:

Tariff Schedules No. 1. General Metered Service, Schedule No. 1B General Metered Service With Fire Sprinkler System and Schedule No. 1C General Metered Service, Mountain District

	Current Quantity Rate	Proposed Quantity Rate
Residential Customers		
Tier 1: For Monthly Usage from 0-3 Ccf	\$3.7563	\$4.2720
Tier 2: For Monthly Usage from 4-18 Ccf	\$5.4453	\$5.9620
Tier 3: For Monthly Usage over 18 Ccf	\$7.1338	\$7.6515
All Other Customers		
Quantity Rate	\$5.4453	\$5.9620

Tariff Schedules No. RW Raw Water Service

Current Quantity Rate per Ccf	Proposed Quantity Rate per Ccf
\$5.2157	\$5.7324

Tariff Schedules No. RCW Recycled Water Service

Current Quantity Rate per Ccf	Proposed Quantity Rate per Ccf
\$4.3363	\$4.8575

How does the rest of this process work?

This Advice Letter will be reviewed by staff in the Water Division of the CPUC. They will determine if the request is reasonable and determine if modifications are necessary.

Protests and Responses to Advice Letter #577

Please include "Advice Letter #577" in any response or protest you submit.

The reasons for the protest can be one of the following:

- 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 CPUC order, or is not authorized by statute or CPUC 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 CPUC in a formal proceeding;
- 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 re-litigating a prior order of the CPUC).

If you would like to submit a protest or response about this advice letter, please write to:

California Public Utilities Commission
Water Division, 3rd Floor
505 Van Ness Avenue, San Francisco, CA 94102
Email: Water.Division@cpuc.ca.gov

On the same date the response or protest is submitted to the Water Division, the respondent or protestant shall send a copy by mail (or e-mail) to SJWC at the following address:

San Jose Water Company
Attn: Regulatory Affairs
110 W. Taylor Street
San Jose, CA 95110
regulatoryaffairs@sjwater.com

Where can I get more information?

Customers with internet access may view and download SJWC's advice letter on its website by visiting www.sjwater.com. If you have technical issues accessing the documents through the website, please e-mail regulatoryaffairs@sjwater.com for assistance and reference Advice Letter #577 in your e-mail.

To request a hard copy of SJWC's Advice Letter, or to obtain more information about the Advice Letter from SJWC, please write to:

San Jose Water Company
Attention: Regulatory Affairs
Advice Letter #577
110 W. Taylor Street
San Jose, CA 95110
regulatoryaffairs@sjwater.com