

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

Advice Letter Cover Sheet

Utility Name: [Cañada Woods Water Company, LLC](#)

Dated Mailed to Service List: [10/31/2022](#)

District: [N/A](#)

CPUC Utility #: [WTD-433](#)

Protest Deadline (20th Day): [11/20/2022](#)

Advice Letter #: [28](#)

Review Deadline (30th Day): [11/30/2022](#)

Tier: 1 2 3 Compliance

Requested Effective Date: [10/31/2022](#)

Authorization: [D.92-03-093](#)

Rate Impact: [\\$104,845](#)
[7.0%](#)

Description: [2021 CPI-U \(7%\)](#)

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: [Brian Garneau](#)

Utility Contact: [Christian L. Aldinger](#)

Phone: [831-659-3595](#)

Phone: [714-536-4418](#)

Email: brian@carmellahaina.com

Email: chris@paocpas.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WITHDRAWN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: _____

Cañada Woods Water Company, LLC

P.O. BOX 221850
CARMEL, CALIFORNIA 93922
Telephone: 831-659-3595
Email: brian@carmellahaina.com

October 31, 2022

Advice Letter No.: 28

TO THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

Cañada Woods Water Company, LLC (WTD-433) hereby transmits for filing one original and one copy of this advice letter (AL) and the following tariff sheets which are enclosed:

| <u>NEW SHEET #</u> | <u>TITLE</u> | <u>CANCELLING SHEET #</u> |
|--------------------|---|---------------------------|
| 216-W | Schedule No. 1, Metered Service | 213-W |
| 217-W | Schedule No. 2, Reclaimed Water Service | 214-W |
| 218-W | Table of Contents | 215-W |

REQUEST

By AL 28, Cañada Woods Water Company, LLC requests permission to increase its revenues (based on increase to the present monthly quantity rate and service charge) by 7%, the Consumer Price Index (CPI) for 2021. This projected revenue increase of \$104,845 will not result in a rate of return which exceeds the authorized rate of return. Workpapers justifying this increase are enclosed.

BACKGROUND

The present rates became effective with the last CPI increase which became effective on July 20, 2021, which authorized a CPI rate increase of \$20,969 or 1.4% for water & reclaimed water service.

These tariffs are submitted pursuant to Odering Paragraph No. 1 of Decision No. 92-03-093, dated March 31, 1992, Resolution W-4493, and Ordering Paragraph No. 1 of Res. W-4540, dated June 16, 2005. The decision and resolutions authorize Class B, C, and D water utilities and sewer utilities to file a request for a Consumer Price Index increase once a year by advice letter. The increase is to be passed on to the utility's customers in their quantity rate and service charge. The above referenced decision and resolutions authorize CWWC to file the attached rate schedules and to concurrently withdraw and cancel its present schedules for such service.

Cañada Woods Water Company, LLC

P.O. BOX 221850
CARMEL, CALIFORNIA 93922
Telephone: 831-659-3595
Email: brian@carmellahaina.com

TIER DESIGNATION AND REQUESTED EFFECTIVE DATE

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

NOTICE

This AL does not require notice;² however, the utility shall inform its customers, by bill insert in the first bill that includes the increase, of the amount of the increase expressed in dollar and percentage terms.³

A copy of this AL has been serviced to all parties listed on the service list⁴ on the last page of this AL. This filing will not cause withdrawal of service nor conflict with any other schedule or rule.

RESPONSE OR PROTEST⁵

Anyone may respond to or protest this AL. 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 omission;
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 relitigating 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.

¹ GO.96-B, Water Industry Rule 7.3.1

² GO. 96-B, General Rule 4.2

³ GO. 96-B, General Rule 3.2

⁴ GO. 96-B, Water Industry Rule 4.1

⁵ GO. 96-B, General Rule 7.4.1

Cañada Woods Water Company, LLC

P.O. BOX 221850
CARMEL, CALIFORNIA 93922
Telephone: 831-659-3595
Email: brian@carmellahaina.com

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 this AL is filed. The addresses for submitting a response or protest are:

Email Address:

Water.Division@cpuc.ca.gov

Mailing Address:

California Public Utilities Commission
Water Division, 3rd Floor
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 Brian Garneau at:

Email Address:

cluscorp@gmail.com

Mailing Address:

[Carmel Lahaina Utility Services, Inc.](#)
[P.O. Box 221850](#)
[Carmel, CA 93923](#)

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.

REPLIES

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.⁶

Cañada Woods Water Company, LLC

By: /s/ R. Alan Williams

R. Alan Williams

Manager

⁶ GO. 96-B, General Rule 7.4.3

Cañada Woods Water Company, LLC

P.O. BOX 221850
CARMEL, CALIFORNIA 93922
Telephone: 831-659-3595
Email: brian@carmellahaina.com

SERVICE LIST

Craig Anthony
California American Water Company
P.O. Box 951
Monterey, CA 93942

Henrietta Stern
Monterey Peninsula Water Management District
P.O. Box 85
Monterey, CA 93942-0085

Jan Sweigert
State of California
Department of Health Services
Drinking Water Field Operations Branch
1 Lower Ragsdale, Building 1, Suite 120
Monterey, CA 93940

Mary Ann Dennis
Monterey County Health Department
1270 Natividad Road
Salinas, CA 93906

I hereby certify that the above service list has been served a copy of AL 28 on 10/31/2022.

Executed in Carmel, California on 10/31/2022.

Cañada Woods Water Company, LLC

By: /s/ Brian Garneau

Brian Garneau
Representative

Schedule No. 1
GENERAL METERED SERVICE

APPLICABILITY

Applicable to all metered water service.

TERRITORY

The territory within the Tehama and Monterra Sub-Areas in Monterey County, and as described on the service area map.

RATES

Quantity Rate (Non-inclusionary housing customers):

| | | | |
|-----------------------|-------|---------|-----|
| Per 100 cubic feet | | | |
| First 500 cubic feet | ..... | \$ 6.42 | (I) |
| Next 400 cubic feet | ..... | 13.19 | (I) |
| Next 400 cubic feet | ..... | 30.81 | (I) |
| Next 400 cubic feet | ..... | 59.33 | (I) |
| Over 1,700 cubic feet | ..... | 72.52 | (I) |

Quantity Rate (Inclusionary housing customers):

| | | | |
|-----------------------|-------|---------|-----|
| Per 100 cubic feet | | | |
| First 500 cubic feet | ..... | \$ 6.07 | (I) |
| Next 400 cubic feet | ..... | 12.45 | (I) |
| Next 400 cubic feet | ..... | 29.05 | (I) |
| Next 400 cubic feet | ..... | 55.96 | (I) |
| Over 1,700 cubic feet | ..... | 68.42 | (I) |

Service Charge (Non-inclusionary housing customers):

Per Meter / Per Month

| | | | |
|--------------------------|-------|----------|-----|
| For 5/8 & 3/4 inch meter | ..... | \$ 50.45 | (I) |
| For 3/4 inch meter | ..... | 75.67 | (I) |
| For 1 inch meter | ..... | 126.10 | (I) |
| For 1 1/2 inch meter | ..... | 252.21 | (I) |
| For 2 inch meter | ..... | 403.53 | (I) |
| For 4 inch meter | ..... | 1,261.03 | (I) |
| For 6 inch meter | ..... | 2,522.33 | (I) |

Service Charge (Inclusionary housing customers):

Per Meter / Per Month

| | | | |
|--------------------|-------|----------|-----|
| For 5/8 inch meter | | \$ 18.56 | (I) |
|--------------------|-------|----------|-----|

The service charge is applicable to all service. It is a readiness to serve charge to which is added the monthly charge, computed at the Quantity Rate, for water used during the month.

SPECIAL CONDITIONS

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

(To be inserted by utility)

Issued By

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

Advice Letter No. 28

R. Alan Williams
 Name

Date Filed _____

Decision No. 92-03-093

Manager
 Title

Effective _____

Resolution No. _____

Schedule No. 2
RECLAIMED AND NON-POTABLE WATER SERVICE

APPLICABILITY

Applicable to all meter reclaimed water service.

TERRITORY

The Tehama Golf Club located in Tehama Sub-Area, Monterey County, California, as delineated on the service area maps included in the tariff schedules.

RATES

Quantity Rate:

: All water delivered per 100 cubic feet \$ 3.63 (I)

Service Charge:

Per Meter / Per Month

| | | |
|------------------|-------|-----------------|
| For 1 inch meter | ..... | \$ 126.10 (I) |
| For 2 inch meter | ..... | \$ 403.53 (I) |
| For 4 inch meter | ..... | \$ 1,261.03 (I) |

The service charge is a readiness-to-serve charge which is applicable to all metered service and to which is added the monthly charge, computed at the Quantity Rates.

SPECIAL CONDITIONS

- 1 The user (customer) is responsible for on-site compliance with local, state or federal regulations that may apply to the use of an approved reclaimed water source.
- 2 All bills are subject to the reimbursement fee set forth in Schedule No. UF.

(To be inserted by utility)

Issued By

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

Advice Letter No. 28

R. Alan Williams
Name

Date Filed _____

Decision No. 92-03-093

Manager
Title

Effective _____

Resolution No. _____

TABLE OF CONTENTS

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

| <u>Subject Matter of Sheet</u> | <u>Cal. P.U.C. Sheet No.</u> |
|--|----------------------------------|
| Title Page | 1-W |
| Table of Contents | 218-W, 182-W (T) |
| Preliminary Statement | 4-W, 115-W, 116-W, 164-W - 168-W |
| Service Area Map | 6-W |
| Summary List of Contracts and Deviations | 10-W - 12-W |
| Rate Schedules: | |
| Schedule No. 1, General Metered Service | 216-W (C) |
| Schedule No. 2, Reclaimed Water Service | 217-W (C) |
| Schedule No. 14.1, Staged Mandatory Water Rationing Plan | 151-W - 159-W |
| Schedule No. UF, Commission Reimbursement Fee | 208-W |
| Rules: | |
| No. 1 Definitions | 188-W - 189-W |
| No. 2 Description of Service | 15-W |
| No. 3 Application for Service | 118-W |
| No. 4 Contracts | 17-W |
| No. 5 Special Information Required on Forms | 190-W - 192-W |
| No. 6 Establishment and Re-establishment of Credit | 21-W |
| No. 7 Deposits | 22-W - 23-W |
| No. 8 Notices | 193-W - 195-W |
| No. 9 Rendering and Payment of Bills | 26-W - 27-W |
| No. 10 Disputed Bills | 196-W - 197-W |
| No. 11 Discontinuance and Restoration of Service | 198-W - 206-W |
| No. 12 Information Available to Public | 38-W - 39-W |
| No. 13 Temporary Service | 40-W - 41-W |
| No. 14 Continuity of Service | 42-W |
| No. 15 Main Extensions | 43-W - 55-W |
| No. 16 Service Connections, Meters, & Customer Facilities | 56-W - 62-W |
| No. 17 Standards for Measurement of Service | 63-W |
| No. 18 Meter Tests & Adjustment of Bills for Meter Error | 64-W - 66-W |
| No. 19 Service to Separate Premises & Multiple Units, & Resale of Water | 67-W |
| No. 20 Water Conservation | 68-W |
| No. 21 Fire Protection | 69-W |

(Continued)

(To be inserted by utility)

Issued By

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

Advice Letter No. 28

R. Alan Williams

Date Filed _____

Name

Effective _____

Decision No. 92-03-093

Manager

Resolution No. _____

Title

CANADA WOODS WATER COMPANY
ATTACHMENT TO ADVICE LETTER 28
SUMMARY OF EARNINGS - WATER
2021

0.07

| CATEGORY | ADOPTED WATER W-5171 | ADOPTED RECLAIMED W-5171 | ADOPTED WATER & RECLAIMED COMBINED | (PER ANN RPT) ACTUAL 2021 | CPI INCREASE @ 7% | AFTER INCREASED REVENUES |
|---|----------------------------|--------------------------------|--|---------------------------------|-------------------------|--------------------------------|
| Operating Revenues: | | | | | | |
| Metered | 1,206,863 | | 1,206,863 | 1,370,922 | 84,480 | 1,455,402 |
| Metered - Irrigation | | 290,931 | 290,931 | 313,620 | 20,365 | 333,985 |
| Other Water Revenue | | | | - | - | - |
| Total Operating Revenue | 1,206,863 | 290,931 | 1,497,794 | 1,684,542 | 104,845 | 1,789,387 |
| Operating Expenses: | | | | | | |
| Purchased Water | - | | | - | - | - |
| Power | 90,886 | 53,900 | 144,786 | 186,619 | - | 186,619 |
| Other Volume Related Expenses | 371,087 | | 371,087 | 275,630 | - | 275,630 |
| Employee Labor | 261,900 | 108,252 | 370,152 | - | - | - |
| Materials | 77,570 | - | 77,570 | 83,445 | - | 83,445 |
| Contract Work | 51,670 | 161 | 51,831 | 891,057 | - | 891,057 |
| Transportation Expense | - | | - | - | - | - |
| Other Plant Maintenance | 24,624 | - | 24,624 | 64,127 | - | 64,127 |
| Office Salaries | 58,804 | 30,848 | 89,652 | - | - | - |
| Management Salaries | 62,640 | 35,640 | 98,280 | - | - | - |
| Employee Pensions & Benefits | - | | - | - | - | - |
| Uncollectible Accounts Expense | - | | - | - | - | - |
| Office Services & Rentals | 1,819 | 710 | 2,529 | 7,433 | - | 7,433 |
| Office Supplies & Expense | 7,381 | 2,882 | 10,263 | 40,504 | - | 40,504 |
| Professional Services | 106,104 | 26,526 | 132,630 | 102,341 | - | 102,341 |
| Insurance | 23,205 | 2,477 | 25,682 | 35,651 | - | 35,651 |
| Regulatory Commission Expense | 4,792 | 1,222 | 6,014 | 23,749 | - | 23,749 |
| General Expenses | 18,337 | 5,083 | 23,420 | 2,222 | - | 2,222 |
| Expenses Capitalized | - | | - | - | - | - |
| Total Operating Expenses | 1,160,819 | 267,701 | 1,428,520 | 1,712,778 | - | 1,712,778 |
| Other Deductions: | | | | | | |
| Depreciation | 30,172 | 4,108 | 34,280 | 40,427 | - | 40,427 |
| Taxes Other Than Income | 10,591 | 911 | 11,502 | 25,665 | - | 25,665 |
| Bad Debts | - | - | - | - | - | - |
| Penalties | - | - | - | - | - | - |
| Total Operating Expenses & Other Deductions | 1,201,582 | 272,720 | 1,474,302 | 1,778,870 | - | 1,778,870 |
| Net Income Before Taxes | 5,281 | 18,211 | 23,492 | (94,328) | - | 10,517 |
| State Income Tax | 1,189 | 4,100 | 5,289 | 5,644 | - | 5,644 |
| Federal Income Tax | - | - | - | - | - | - |
| Net Revenue | 4,092 | 14,111 | 18,203 | (99,972) | - | 4,873 |
| Rate Base | 490,550 | 128,294 | 618,844 | 682,177 | | 682,177 |
| Rate of Return (on Rate Base) | 0.83% | 11.00% | 2.94% | -14.65% | | 0.71% |
| Rate of Margin (N/A) | | | | | | |

CANADA WOODS WATER COMPANY
 CPI INCREASE IN RATES - WATER
 2021

In Dollars
0.07

| DESCRIPTION | CURRENT RATES (AL 27 CPI) | INCREASE OF 7% | PROPOSED RATES |
|---|------------------------------|-------------------|----------------|
| Metered Service: | | | |
| Quantity Rate (Non-inclusionary housing customers) | | | |
| First 500 cubic feet (per 100 cubic feet) | 6.0000 | 0.4200 | 6.4200 |
| Next 400 cubic feet (per 100 cubic feet) | 12.3300 | 0.8631 | 13.1931 |
| Next 400 cubic feet (per 100 cubic feet) | 28.7900 | 2.0153 | 30.8053 |
| Next 400 cubic feet (per 100 cubic feet) | 55.4500 | 3.8815 | 59.3315 |
| Over 1,700 cubic feet (per 100 cubic feet) | 67.7800 | 4.7446 | 72.5246 |
| | | | |
| Quantity Rate (Inclusionary housing customers) | | | |
| First 500 cubic feet (per 100 cubic feet) | 5.6700 | 0.3969 | 6.0669 |
| Next 400 cubic feet (per 100 cubic feet) | 11.6400 | 0.8148 | 12.4548 |
| Next 400 cubic feet (per 100 cubic feet) | 27.1500 | 1.9005 | 29.0505 |
| Next 400 cubic feet (per 100 cubic feet) | 52.3000 | 3.6610 | 55.9610 |
| Over 1,700 cubic feet (per 100 cubic feet) | 63.9400 | 4.4758 | 68.4158 |
| | | | |
| Service Charge: (per month) (Non-Inclusionary housing customers) | | | |
| 5/8 "X 3/4" Meter | 47.15 | 3.30 | 50.45 |
| 3/4 " Meter | 70.72 | 4.95 | 75.67 |
| 1 " Meter | 117.85 | 8.25 | 126.10 |
| 1 1/2 " Meter | 235.71 | 16.50 | 252.21 |
| 2 " Meter | 377.13 | 26.40 | 403.53 |
| 4 " Meter | 1,178.53 | 82.50 | 1,261.03 |
| 6 " Meter | 2,357.32 | 165.01 | 2,522.33 |
| | | | |
| Service Charge: (per month) (Inclusionary housing customers) | | | |
| 5/8 "X 3/4" Meter | 17.35 | 1.21 | 18.56 |
| | | | |
| Reclaimed and non-potable service : | | | |
| Quantity Rate : | | | |
| All water delivered per 100 cubic feet | 3.3900 | 0.2373 | 3.6273 |
| | | | |
| Service Charge: (per month) | | | |
| 1 " Meter | 117.85 | 8.25 | 126.10 |
| 2 " Meter | 377.13 | 26.40 | 403.53 |
| 4 " Meter | 1,178.53 | 82.50 | 1,261.03 |

CANADA WOODS WATER COMPANY
ATTACHMENT TO AL NO 28
ESTIMATE OF RATE BASE
2021

| DESCRIPTION | SOURCE | RATE BASE BEG | RATE BASE END | AVG RATE BASE |
|--|-----------------|------------------|------------------|----------------|
| Utility Plant | PUC rpt, Sch A1 | 7,464,769 | 7,464,769 | 7,464,769 |
| Accumulated Depreciation | PUC rpt, Sch A2 | (2,833,696) | (3,026,505) | (2,930,101) |
| Net Utility Plant | | 4,631,073 | 4,438,264 | 4,534,668 |
| Materials & Supplies | PUC rpt, Sch A | - | - | - |
| Working Cash | W-5171 SOE | 128,454 | 128,454 | 128,454 |
| Accumulated deferred income taxes | PUC rpt, Sch A | (107,463) | (107,463) | (107,463) |
| Net Contributions in Aid of Construction | PUC rpt, Sch A | (3,949,673) | (3,797,291) | (3,873,482) |
| | | - | - | - |
| RATE BASE | | 702,391 | 661,964 | 682,177 |

Get above numbers from PUC report, Sch A, use both assets & liabilities sections to fill in the above numbers.
No income statement items are used for this calculation because rate base is an asset.