

DRAFT SUMMARY

Legend: DRA stands for Division of Rate Payer Advocates
 CWA stands for California Water Association
 GO stands for General Office
 ROR stands for Rate of Return
 CWIP stands for Construction Work in Progress

Version: 9/15/2006

		Issues	DRA	Joint Signatories	CalAm	CWA	Golden State	Great Oaks	Mono Lake Committee	Park	Suburban	San Gabriel
1	B C C	Rate-making objectives			Set Rates that balance investment, conservation, affordability (p.6)					Set rates that balance investment, conservation, and affordability (p.3)		
2	A B C C	Rate-making - general office expense				GO expenses for multidistrict companies should be based on year in which rates are reviewed. (p.4)						
3	A A A C	Rate-making - escalation year earnings test				Earnings test – escalation year rate adjustment earnings tests should be eliminated. (p.5)						
4	A A B	Rate-making - escalation year earnings test				If escalation year earnings test is not eliminated, a "rate baase test" should be used; and rate of return should be based on the district only and not the lower of district's ROR and the overall company's ROR. (p.5)						
5	A B B C	Rate-making - CWIP in rate base			Allow plant development costs in rates on annual basis, resulting in less capitalization of engineering costs. (p.6)							
6	B B C C	Rate-making - reimbursement of CWIP			Authorize surcharge for direct reimbursement of CWIP prior to plant startup (p.6)							