



110 W. Taylor Street
San Jose, CA 95110-2131

June 19, 2026

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

Advice Letter No. 628A

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>
2402-W	Schedule No. 1 – General Metered Service	2370-W
2403-W	Schedule No. 1B – General Metered Service with Automatic Fire Sprinkler System	2372-W
2404-W	Schedule No. 1C – General Metered Service with Mountain District	2374-W
2405-W	Schedule No. 4—Private Fire Service	2376-W
2406-W	Schedule No. RW –Raw Water Metered Service	2377-W
2407-W	Schedule No. RCW –Recycled Water Metered Service	2379-W
2408-W	Table of Contents	2401-W

Per Request of the Commissions Water Division, San Jose Water Company (U-168-W) (SJWC) hereby is supplementing Advice Letter 628 to record change in service charge collection for general metered service, raw water and recycled water service. The updates to tariff sheets are reflected in SJWC's tariff Schedule No.1- General Metered Service, Schedule No. 1B- General metered service with automatic Fire sprinkler system, Schedule No.1C - General Metered Service Mountain District, Private Fire Service , and Schedule No. RW - Raw Water Meter ServiceWith this advice letter,

SJWC requests authorization to increase revenue by \$22,768,861 or 3.71% 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, 2026.

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.

Background

On May 27, 2025, SJWC filed Advice Letter (AL 616) to include in rates the increase in purchased water, pump tax, and recycled water costs from its wholesaler.

At its May 12, 2026 meeting, Valley Water's Board of Directors formally adopted water rate increases for the 2026-2027 fiscal year, raising the groundwater rate (pump tax) to \$2,673 per Acre Foot (AF) and the purchased water rate to \$2,788/AF effective July 1, 2026. The groundwater rate will increase by \$223/AF from the July 1, 2025 rate of \$2,450/AF (AL 616) and the purchased water rate will increase by \$223/AF from the 2025 rate of \$2,565/AF (AL 616).

Valley Water's groundwater charge for agricultural increased from \$43/AF to \$46.5/AF which affects the agricultural discount provided by Valley Water and passed through in SJWC's tariffs. The discount will increase from \$5.5257/ccf to \$6.0296/ccf ($\$2,673/\text{AF} - \$46.5/\text{AF} = \$2,626.5/\text{AF} = \$6.0296/\text{ccf}$).

The updates to purchased water rate, groundwater rate, and agricultural discount are reflected in SJWC's tariff Schedule No.1- General Metered Service, Schedule No.1C - General Metered Service Mountain District, Private fire service 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, 2026, wholesale recycled water rates will be increased by \$223 per AF from adopted July 1, 2025 rate of \$2,345 to \$2,568 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, 2026. The following is a summary of total increase in costs:

Increase in Purchased Water	\$11,877,975
Increase in Ground Water Charge	\$10,153,258
Increase in Purchased Recycled Water	\$645,041
Increase in Taxes and Uncollectibles	\$92,587
Total Increase in Costs	\$22,768,861

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, 2026.

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 currently has no Advice Letters pending before the Commission. This filing will not cause the withdrawal of service, nor conflict with other schedules or rules.

Very truly yours,



Carmelitha Bordelon
Vice President of Regulatory Affairs

SAN JOSE WATER COMPANY (U-168-W)

ADVICE LETTER 628A SERVICE LIST

Big Redwood Park Water	waldburford@gmail.com
Brush & Old Well Mutual Water Company	johan.overby@gmail.com
Cal Water	cwsrates@calwater.com
Cal Water	jpolanco@calwater.com
City of Campbell	publicworks@cityofcampbell.com
City of Cupertino	KirstenS@cupertino.org
City of Cupertino City Attorney	cityattorney@cupertino.org
City of Cupertino Director of Public Works	chadm@cupertino.org
City of Milpitas	sguzzetta@milpitas.gov
City of Milpitas	nthomas@milpitas.gov
City of Monte Sereno	steve@cityofmontesereno.org
City of Monte Sereno	bmekechuk@cityofmontesereno.org
City of San Jose	jeffrey.provenzano@sanjoseca.gov
City of Santa Clara	water@santaclaraca.gov
City of Saratoga	jcherbone@saratoga.ca.us
County of Santa Clara	county.counsel@cco.sccgov.org
DB Davis / RTX.com	russel.c.bargstadt@rtx.com
DB Davis / RTX.com	eomurcia@rtx.com
Dept. of Water Resources, Safe Drinking Water Office	sdwo@water.ca.gov
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	jliem@greatoakswater.com
James Hunter	j88hunter882@gmail.com
LAFCO Santa Clara	lafco@ceo.sccgov.org
Mountain Springs Mutual Water Co.	lorenroy@icloud.com
Mt. Summit Mutual Water Company	wshoeffler@comcast.net
Oakmount Mutual Water Company	gortiz12@comcast.net
Patrick Kearns MD	pjk3@comcast.net
Public Advocates Office	mukunda.dawadi@cpuc.ca.gov
Public Advocates Office	publicadvocateswater@cpuc.ca.gov
Public Advocates Office	syreeta.gibbs@cpuc.ca.gov
Raineri Mutual Water Company	info@rainerimutual.org
Ridge Mutual Water Company	pmantey@yahoo.com
Rishi Kumar	rishi@RishiKumar.com
San Jose Mercury News	progers@bayareanewsgroup.com
San Jose Municipal Utility	customerservice@sanjoseca.gov
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
Valley Water	abaker@valleywater.org
Valley Water	corellana@valleywater.org
Valley Water	dtaylor@valleywater.org
WRATES	rita_benton@ymail.com
John Tang	john.Tang@sanjoseca.gov

Schedule No. 1

Page 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 6	\$4.9692	(l)
For Total Monthly Usage from	6+ to 12	\$7.4167	(l)
For Total Monthly Usage over	12+ and above	\$14.1659	(l)

All Other Customers

For all water delivered per ccf	\$7.4167	(l)
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Service Charges

All Customers	<u>Per Meter Per Month</u>	
5/8 x 3/4-inch meter	\$78.64	(l)
3/4-inch meter	\$78.64	
1-inch meter	\$131.09	
1 1/2-inch meter	\$262.17	
2-inch meter	\$419.47	
3-inch meter	\$786.51	
4-inch meter	\$1,310.85	
6-inch meter	\$2,621.70	
8-inch meter	\$4,194.72	
10-inch meter	\$6,029.90	(l)

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 Letter No.: 628A

Carmelitha Bordelon

Date Filed: _____

NAME

Effective Date: _____

Decision No.: D.24-12-077 & Res 2026-22

Vice President, Regulatory Affairs

Resolution No.: _____

TITLE

Schedule No. 1B

Page No. 1

**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 6 ccfs	\$4.9692	(l)
For Total Monthly Usage from	6+ to 12 ccfs	\$7.4167	(l)
For Total Monthly Usage over	12+ ccfs	\$14.1659	(l)

All Other Customers

For all water delivered per ccf	\$7.4167	(l)
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Service Charges**All Customers****Per Meter Per Month**

5/8 x 3/4-inch meter	\$78.64	(l)
3/4-inch meter	\$78.64	
1-inch meter	\$131.09	
1 1/2-inch meter	\$262.17	
2-inch meter	\$419.47	
3-inch meter	\$786.51	

Upsize Charges:

For 1/4-inch meter upsize	\$3.25	
For 1/2-inch meter upsize	\$6.50	
For 3/4-inch meter upsize	\$9.76	
For 1-inch meter upsize	\$13.03	
For 1 1/2-inch meter upsize	\$19.53	(l)

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Resolution No.: _____

TITLE

Schedule No. 1C

Page No. 1

**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 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 6 ccfs	\$4.9692	(l)
For Total Monthly Usage from	6+ to 12 ccfs	\$7.4167	(l)
For Total Monthly Usage over	12+ ccfs	\$14.1659	(l)

All Other Customers

For all water delivered per 100 cu. Ft	\$7.4167	(l)
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Service Charges

All Customers	<u>Per Meter Per Month</u>	
5/8 x3/4-inch meter	\$78.64	(l)
3/4-inch meter	\$78.64	
1-inch meter	\$131.09	
1 1/2-inch meter	\$262.17	
2-inch meter	\$419.47	
3-inch meter	\$786.51	
4-inch meter	\$1,310.85	
6-inch meter	\$2,621.70	
8-inch meter	\$4,194.72	
10-inch meter	\$6,029.90	(l)

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.

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(To be inserted by utility)

Issued By

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

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Vice President, Regulatory Affairs

Resolution No.: _____

TITLE

Schedule No. 4

Page No. 1

PRIVATE FIRE SERVICE**APPLICABILITY**

Applicable to all water service furnished to privately owned fire protection systems.

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

Service Connection

Per Month

For each	2-inch service		\$65.14	(l)
For each	3-inch service		\$81.42	
For each	4-inch service		\$113.99	
For each	6-inch service		\$179.11	
For each	8-inch service		\$227.97	
For each	10-inch service		\$293.11	
For each	12-inch service		\$358.27	(l)

SPECIAL CONDITIONS

1. The fire protection service connection shall be installed by the utility and the cost paid by the applicant. Such payment shall not be subject to refund. The facilities paid for by the applicant shall be the sole property of the applicant.
2. If a distribution main of adequate size to serve a private fire protection system, in addition to all other normal service, does not exist in the street or alley adjacent to the premises to be served, then a service main from the nearest existing main of adequate capacity shall then be installed by the utility and the cost paid by applicant. Such payment shall not be subject to refund.
3. Service hereunder is for private fire protection systems to which no connections for other than fire protection purposes are allowed and which are regularly inspected by the underwriters having jurisdiction, are installed according to specifications of the utility, and are maintained to the satisfaction of the utility. The utility may install the standard detector type meter approved by the Board of Fire Underwriters for protection against theft, leakage or waste of water and the cost paid by the applicant. Such payment shall not be subject to refund.

(Continued)

(To be inserted by utility)

Issued By

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

Advice Letter No.: 628A

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Date Filed: _____

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Effective Date: _____

Decision No.: D.24-12-077 & Res 2026-22

Vice President, Regulatory Affairs

Resolution No.: _____

TITLE

Schedule No. RW

Page No. 1

RAW WATER 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):**

For all water delivered per ccf	\$7.15370	(l)
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Service Charges**All Customers****Per Meter Per Month**

5/8 x3/4-inch meter	\$78.64	(l)
3/4-inch meter	\$78.64	
1-inch meter	\$131.09	
1 1/2-inch meter	\$262.17	
2-inch meter	\$419.47	
3-inch meter	\$786.51	
4-inch meter	\$1,310.85	
6-inch meter	\$2,621.70	
8-inch meter	\$4,194.72	
10-inch meter	\$6,029.90	

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.

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(To be inserted by utility)

Issued By

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

Advice Letter No.: 628A

Carmelitha Bordelon

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Decision No.: D.24-12-077 & Res 2026-22

Vice President, Regulatory Affairs

Resolution No.: _____

TITLE

Schedule No. RCW

Page No. 1

RECYCLE WATER METERED SERVICE**APPLICABILITY**

Applicable to all recycled 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.

RATE**Quantity Rate:**

Currently effective quantity rate as reflected in "Schedule No. 1, General Metered Service" less the treated water surcharge currently added to potable deliveries from the Santa Clara Valley Water District and less any applicable discount from the South Bay Water Recycling Program.

Service Charges:

Currently effective monthly service charge for the applicable meter size as reflected in "Schedule No. 1, General Metered Service".

SPECIAL CONDITIONS

- For the purpose of this tariff 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 as of the first effective date of this tariff. This service charge for well users will be in accordance with the following schedule:

Service Charges

<u>Meter Size</u>	<u>Per Meter Per Month</u>	
2-inch meter	\$53.06	(l)
3-inch meter	\$70.77	
4-inch meter	\$79.59	
6-inch meter	\$132.93	
8-inch meter	\$159.23	
10-inch meter	\$247.70	(l)

The monthly service charge will be changed in an amount equal to changes in the monthly service charge for similarly sized meters under "Schedule No. 1, General Metered Service". In addition to the service charge, such customers will be charged for the quantity of recycled water used at that site in the same amount billed to San Jose Water Company by the South Bay Water Recycling Program.

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(To be inserted by utility)

Issued By

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

Advice Letter No.: 628A

Carmelitha Bordelon
NAME

Date Filed: _____

Effective Date: _____

Decision No.: D.24-12-077 & Res 2026-22

Vice President, Regulatory Affairs
TITLE

Resolution No.: _____

SAN JOSE WATER COMPANY (U-168-W)

RECYCLED WATER METERED SERVICE

Effective July 1, 2026

I. PIPED SUPPLY

Potable customer of SJWC converting to recycled water

A. Standby Charge Based on Meter Size

	<u>Meter Size</u>	<u>Monthly Charge</u>
For	3/4-inch meter	\$78.64
For	1-inch meter	\$131.09
For	1 1/2-inch meter	\$262.17
For	2-inch meter	\$419.47
For	3-inch meter	\$786.51
For	4-inch meter	\$1,310.85
For	6-inch meter	\$2,621.70
For	8-inch meter	\$4,194.72
For	10-inch meter	\$6,029.90

B. Quantity Rate

Irrigation	\$6.9110	per 100 cu. ft.
Industrial	\$6.9110	per 100 cu. ft.
Agricultural	\$6.9110	per 100 cu. ft.

Notes:

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

SAN JOSE WATER COMPANY (U-168-W)

RECYCLED WATER METERED SERVICE

Effective July 1, 2026

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 user will be in accordance with the following schedule:

A. Stanby Charge Based on Meter Size

	<u>Meter Size</u>	<u>Monthly Charge</u>
For	2-inch meter	\$53.06
For	3-inch meter	\$70.77
For	4-inch meter	\$79.59
For	6-inch meter	\$132.93
For	8-inch meter	\$159.23
For	10-inch meter	\$247.70

B. Quantity Rate

Irrigation	\$5.8953	per 100 cu. ft.
Industrial	\$5.8953	per 100 cu. ft.
Agricultural	\$5.8953	per 100 cu. ft.

Notes:

- 1) *Discounts given by South Bay Water Recycling passed through to customers 0.68% 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:

<u>Subject Matter of Sheet</u>	<u>CPUC Sheet No.</u>
Title	1495-W
Table of Contents	2408-W, 2387-W, 2394-W (T)
Preliminary Statement	919-W, 1303-W, 2400-W, 2340-W, 2035-W 2037-W, 2214-W, 2040-W, 2041-W, 2215-W 2087-W, 2244-W, 2341-W, 2342-W, 2217-W 2343-W, 2252-W, 2263-W, 2279-W, 2277-W 2364-W, 2368-W
Service Area Map Locator	1266-W
Service Area Map Locator, Index	2402-W
Map of Areas with Special Pressure & Fire Flow Conditions	2116-W
Index to Map of Areas with Special Pressure & Fire Flow	1079-W, 2117-W, 1082-W, 1087-W, 1404-W
Rate Schedule:	
Schedule No. 1 General Metered Service	2402-W, 2395-W (I)
Schedule No. 1B General Metered Service With Automatic Fire Sprinkler System	2403-W, 2327-W, 2396-W (I)
Schedule No. 1C General Metered Service - Mountain District	2404-W, 2330-W, 2331-W, 2397-W (I)
Schedule No. 4 Private Fire Service	2405-W, 2187-W (I)
Schedule No. 9C Construction and Other Temporary Metered Service	1118-W, 1094-W
Schedule No. 10R Service to Employee	152-W
Schedule No. 14.1 Water Shortage Contingency Plan With Stage Mandatory Reductions and Drought Surcharges	2131-W, 2132-W, 2133-W 2134-W, 2149-W, 2136-W, 2137-W 2138-W, 2139-W, 2273-W
Schedule No. RW Raw Water Metered Service	2406-W, 2398-W (I)
Schedule No. RCW Recycled Water Metered Service	2407-W, 2399-W (I)
Schedule No. UF Surcharge to Fund Public Utilities Commission Utility Reimbursement Account (PUCURA)	2382-W
Schedule No. CAP Customer Assistance Program (CAP)	2346-W, 2391-W
Schedule No. AMI Advanced Metering Infrastructure Opt-Out Fee	2281-W
List of Contractss and Deviations	2246-W, 2261-W

(continued)

(To be inserted by utility)

Issued By

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Advice Letter No.: 628ACarmelitha Bordelon
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Date Filed: _____

Effective Date: _____

Decision No.: D.24-12-077 & Res
2026-22Vice President, Regulatory Affairs
TITLE

Resolution No.: _____

SAN JOSE WATER COMPANY

ADVICE LETTER NO. 628A

ATTACHMENT A

ACTUAL RATE

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

RESOLUTION NO. 2026-21

DETERMINING GROUNDWATER PRODUCTION CHARGES FOR FISCAL YEAR 2026–2027

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 27th day of February 2026, 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 14th day of April 2026, by teleconference, videoconference, or both and in-person attendance at the time stated;
4. That on February 27, 2026, 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 pursuant to Section 26.6 of the District Act, on the 14th day of April 2026, at 1 p.m. a public hearing upon said report was duly commenced, and was continued for further hearing to the evening of April 22, 2026, in Morgan Hill, California, and continued again to the afternoon of April 28, 2026, whereupon the hearing was concluded, more than 45 days after notice of the hearing was given;
6. 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;
7. 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;

8. 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;
9. 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
10. That the California Environmental Quality Act does not apply to approval of these charges.

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.

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 2026–2027 groundwater production charge (per acre-foot) for agricultural water and for all 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 2026–2027 (July 1, 2026–June 30, 2027) at the following per acre-foot rates:

Water Other Than Agricultural	Agricultural Water
\$2,673.00	\$46.50

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 2026–2027 groundwater production charge (per acre-foot) for agricultural water and for all 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 2026–2027 (July 1, 2026–June 30, 2027) at the following per acre-foot rates:

Water Other Than Agricultural	Agricultural Water
\$665.50	\$46.50

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 2026–2027 groundwater production charge (per acre-foot) for agricultural water and for all 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 2026–2027 (July 1, 2026–June 30, 2027) at the following per acre-foot rates:

Water Other Than Agricultural	Agricultural Water
\$913.00	\$46.50

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 2026–2027 groundwater production charge (per acre-foot) for agricultural water and for all 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 2026–2027 (July 1, 2026–June 30, 2027) at the following per acre-foot rates:

Water Other Than Agricultural	Agricultural Water
\$501.00	\$46.50

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 12, 2026:

AYES: Directors:Ballard, Beall, Hseh, Santos, Varela, Estremera

NOES: Directors None

ABSENT: Directors Eisenberg

ABSTAIN: Directors None

SANTA CLARA VALLEY WATER DISTRICT



TONY ESTREMER
Chair, Board of Directors

ATTEST:



CANDICE KWOK-SMITH
Clerk, Board of Directors

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

RESOLUTION NO. 2026-22

**DETERMINING RAW SURFACE WATER, TREATED WATER, AND SOUTH COUNTY
RECYCLED WATER CHARGES FOR FISCAL YEAR 2026-2027**

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

1. Pursuant to Valley Water Resolution No. 12-10, on February 27, 2026, Valley Water mailed written notice to all "Record Owners" (raw surface water permittees/customers/landowners), advising them of Valley Water's proposed raw surface water charge rates to be levied in Fiscal Year 2026–2027 in Zones W-2, W-5, W-7, and W-8, and of the opportunity to be heard concerning such charges at a public hearing commencing on April 14, 2026 and continuing through April 28, 2026, including their right to file a written protest objecting to any applicable proposed rate increase;
2. On the 14th day of April 2026, at 1 p.m. a public hearing upon said rates/charges was duly commenced, and was continued for further hearing to the evening of April 22, 2026 in Morgan Hill, California, and again continued to the afternoon of April 28, 2026, whereupon the hearing was concluded, more than 45 days after notice of the hearing was given;
3. That during said public hearing, additional information and evidence was provided that was considered by the Board in making this decision;
4. 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;
5. Raw surface water permittees/customers and landowners of parcels receiving raw surface water were given the opportunity to file a written protest objecting to the proposed raw surface water charge increase;
6. This Board has now 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
7. The California Environmental Quality Act does not apply to approval of these charges.

NOW, THEREFORE BE IT RESOLVED by the Board of Directors of the Santa Clara Valley Water District that the charges to be applied in fiscal year 2026–2027 (July 1, 2026–June 30, 2027) for raw surface water delivered by Valley Water, the following charges shall apply:

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

Water Other Than Agricultural	Agricultural Water
\$2,673.00	\$46.50

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

Water Other Than Agricultural	Agricultural Water
\$665.50	\$46.50

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

Water Other Than Agricultural	Agricultural Water
\$913.00	\$46.50

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

Water Other Than Agricultural	Agricultural Water
\$501.00	\$46.50

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 \$73.00 per acre-foot; and
6. Charges per acre-foot for raw surface water delivered to raw surface water permittees 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 2026–2027 fiscal year (July 1, 2026–June 30, 2027):

Charge	Amount
Basic User Charge	\$2,673.00
Treated Water Surcharge	<u>115.00</u>
Contract Treated Water Charge	\$2,788.00

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 and delivered to customers shall be the following for the 2026–2027 fiscal year (July 1, 2026–June 30, 2027):

Water Other Than Agricultural	Agricultural Water
\$645.50	\$76.85

PASSED AND ADOPTED by the Board of Directors of the Santa Clara Valley Water District by the following vote on May 12, 2026:

AYES: Directors Ballard, Beall, Hsueh, Santos, Varela, Estremera

NOES: Directors None

ABSENT: Directors Eisenberg

ABSTAIN: Directors None

SANTA CLARA VALLEY WATER DISTRICT



TONY ESTREMER
Chair, Board of Directors

ATTEST:



CANDICE KWOK-SMITH
Clerk, Board of Directors

SAN JOSE WATER COMPANY

ADVICE LETTER NO. 628A

ATTACHMENT B

PUBLIC NOTICE FOR SUPPLY OFFSET

Newspaper Notice

San Jose Water Company's Rate Increase Request

Advice Letter 628

What is Being Requested?

San Jose Water Company (SJWC) is filing AL628 requesting an increase in revenue of \$22,768,861 or 3.71% from 1st July 2026. Effective July 1, 2026, Santa Clara Valley Water District (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. SJWC purchases over 90% of its water supply from Valley Water. The cost of this water supply is passed through to customers at cost. The rates become effective on July 1, 2026.

Proposed Residential Rates by CCF (1 CCF – 748 Gallons)

Residential Usage	Jan 1,2026 Charge	July 1,2026 Charge	\$ Increase	% Increase
0 to 6 ccf	\$4.7924	\$4.9692	\$0.1768	3.69%
6+ to 12 ccf	\$7.1528	\$7.4167	\$0.2639	3.69%
12+ ccf	\$13.6618	\$14.1659	\$0.5041	3.69%
All Other Usage	\$7.1528	\$7.4167	\$0.2639	3.69%

Proposed Monthly Service Charge by Meter Size

Meter Size	Jan 1,2026 Charge	July 1,2026 Charge	\$ Increase	% Increase
5/8 x 3/4-inch	\$75.84	\$78.64	\$2.80	3.69%
3/4-inch	\$75.84	\$78.64	\$2.80	3.69%
1-inch	\$126.42	\$131.09	\$4.67	3.69%
1 1/2-inch	\$252.83	\$262.17	\$9.34	3.69%
2-inch	\$404.53	\$419.50	\$14.97	3.70%
3-inch	\$758.50	\$786.56	\$28.06	3.70%
4-inch	\$1,264.17	\$1,310.94	\$46.77	3.70%
6-inch	\$2,528.34	\$2,621.89	\$93.55	3.70%
8-inch	\$4,045.34	\$4,195.02	\$149.68	3.70%
10-inch	\$5,815.17	\$6,030.33	\$215.16	3.70%

How would this impact the average residential customer?

If SJWC's advice letter request is approved by the California Public Utilities Commission (CPUC), the average base residential bill (volume and service charges) with a 3/4-inch meter and using 10 CCF per month would increase by approximately \$7.97 or 5.83% per month, from \$136.78 at

present rates, to \$144.75 from July 1, 2026 (including a surcharge of \$0.2996/ccf as requested by AL 627A which is pending with the CPUC). The rate increase excluding the AL 627A surcharge is \$4.95 or 3.62% per month, from \$136.78 at present rates, to \$141.73 from July 1, 2026. The actual impact will vary based on usage and other factors.

Additional Information

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

Protests and Responses to Advice Letter 628

The deadline to protest this advice letter is June 22, 2026. Please include "San Jose Water Company - Advice Letter 628" in the subject line of 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).

Please include the reasons for the protest and their respective numbers in any response or protest you submit.

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

Please submit a copy of the protest or response to San Jose Water Company at the address in the next section.

Questions About the Request

For questions about this application, please contact San Jose Water Company at:

San Jose Water Company
Attention: Regulatory Affairs
Advice Letter 628
110 W. Taylor Street, San Jose, CA 95110

Email: RegulatoryAffairs@sjwater.com,
Phone: 1-408-279-7900