

PUBLIC UTILITIES COMMISSION

505 VAN NESS AVENUE

SAN FRANCISCO, CA 94102-3298



June 12, 2026

Margaret McWilliams
Director of Regulatory Affairs
San Jose Water Company
110 West Taylor Street
San Jose, CA 95110-2131

Dear Ms. McWilliams,

The Water Division of the California Public Utilities Commission has approved San Jose Water Company's Advice Letter No. 627-A (Supplement to Advice Letter No. 627), filed on May 18, 2026, regarding amortization of Monterey Style Water Revenue Adjustment Mechanism and updating the preliminary statement.

Enclosed are copies of the following revised tariff sheets effective July 1, 2026, for the utility's files:

P.U.C.	
Sheet No.	Title of Sheet
2395-W	Schedule No. 1 – General Metered Service (Continued)
2396-W	Schedule No. 1B – General Metered Service with Automatic Fire Sprinkler System (Continued)
2397-W	Schedule No. 1C – General Metered Service, Mountain District (Continued)
2398-W	Schedule No. RW – Raw Water Metered Service (Continued)
2399-W	Schedule No. RCW – Recycled Water Metered Service (Continued)
2400-W	Preliminary Statement (Continued) I. Water Revenue Adjustment Mechanism (WRAM) Balancing Account
2401-W	Table of Contents

Please contact Eustace Ednacot at ERE@cpuc.ca.gov, if you have any questions.

Thank you,

Enclosures

Schedule No. 1

Page No. 2

GENERAL METERED SERVICE

(Continued)

SPECIAL CONDITIONS

- 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 \$5.0257 per 100 cubic feet on each water bill for the quantities of water used during the period covered by that bill.
- All bills are subject to the reimbursement fee set forth in Schedule No. UF.
- To fund the Customer Assistance Program (CAP) for residential low-income households, a surcharge of \$2.61 per month will be added to the bill.
- 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:		<u>Year 1 - 10</u>	<u>Year 11 - 20</u>
		<u>Per Meter Per Month</u>	
5/8 x3/4-inch meter	.....	\$0.02	\$0.02
3/4-inch meter	.....	\$0.02	\$0.02
1-inch meter	.....	\$0.04	\$0.02
1 1/2-inch meter	.....	\$0.08	\$0.06
2-inch meter	.....	\$0.13	\$0.09
3-inch meter	.....	\$0.23	\$0.18
4-inch meter	.....	\$0.38	\$0.32
6-inch meter	.....	\$0.74	\$0.67
8-inch meter	.....	\$1.19	\$1.08
10-inch meter	.....	\$1.71	\$1.55

- The billing period service charges and all applicable flat rate charges and credit will be calculated using the Uniform Formula:

$$\left(\frac{\text{Number of Billing Days at Effective Service Charge}}{30.4375} \right) \times (\text{Effective Service Charge}) = \text{Billed Service Charge}$$

- To amortize the under-collection in the Water Revenue Adjustment Mechanism as of April 30, 2026 a surcharge of \$0.2996 per Ccf is to be added for a 12-month period starting on the effective date of Advice letter 627

(N)

(To be inserted by utility)

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

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Margaret McWilliams

Date Filed: 05/18/2026

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Director, Regulatory Affairs

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Schedule No. 1B

Page No. 3

**GENERAL METERED SERVICE WITH
AUTOMATIC FIRE SPRINKLER SYSTEM**

(Continued)

SPECIAL CONDITIONS

6. The billing period service charges and all applicable flat rate charges and credit will be calculated using the Uniform Formula:

$$\left(\begin{array}{c} \text{Number of Billing Days at} \\ \text{Effective Service Charge} \\ 30.4375 \end{array} \right) \times (\text{Effective Service Charge}) = \text{Billed Service Charge}$$

7. To amortize the under-collection in the Water Revenue Adjustment Mechanism as of April 30, 2026 a surcharge of \$0.2996 per Ccf is to be added for a 12-month period starting on the effective date of Advice letter 627

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Schedule No. 1C

Page No. 4

GENERAL METERED SERVICE**MOUNTAIN DISTRICT**

(Continued)

SPECIAL CONDITIONS

8. The billing period service charges and all applicable flat rate charges and credit will be calculated using the Uniform Formula:

$$\left(\frac{\text{Number of Billing Days at} \quad \underline{\text{Effective Service Charge}}}{30.4375} \right) \times (\text{Effective Service Charge}) = \text{Billed Service Charge}$$

9. To amortize the under-collection in the Water Revenue Adjustment Mechanism as of April 30, 2026 a surcharge of \$0.2996 per Ccf is to be added for a 12-month period starting on the effective date of Advice letter 627

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Resolution No.: _____

Schedule No. RW

Page No. 2

RAW WATER METERED SERVICE

(Continued)

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.
3. The utility will supply at the point of connection only such raw water at such pressure 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 \$5.0257 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.
6. All bills are subject to the reimbursement fee set forth in Schedule No. UF.
7. The billing period service charges and all applicable flat rate charges and credit will be calculated using the Uniform Formula:

$$\left(\frac{\text{Number of Billing Days at Effective Service Charge}}{30.4375} \right) \times (\text{Effective Service Charge}) = \text{Billed Service Charge}$$

8. To amortize the under-collection in the Water Revenue Adjustment Mechanism as of April 30, 2026 a surcharge of \$0.2996 per Ccf is to be added for a 12-month period starting on the effective date of Advice letter 627

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Schedule No. RCW

Page No. 2

RECYCLE WATER METERED SERVICE

(Continued)

SPECIAL CONDITIONS

2. The City of San Jose is responsible for determination of customer eligibility for the South Bay Water Recycling Program.
3. The customer is responsible for notice of and compliance with all Customer Service Rules for use of recycled water as provided by the City of San Jose in addition to all local, state, and federal rules and regulations that apply from time to time to the use of recycled water, as defined in San Jose Company's Rule 1.
4. The utility will supply at the point of connection only such recycled water at such pressure as may be available from time to time from the San Jose/Santa Clara Water Pollution Control Plant. The customer agrees to make no claims against the utility for loss, damage or injury caused by service interruptions.
5. The customer shall deferred and indemnify the utility and save it harmless from any and all claims arising out of service and water use under this schedule and shall further agree to make no claims against the utility for any loss, damage or injury resulting from service and water use under this schedule.
6. As a condition for service under this schedule, all customers are required to comply with all of San Jose Water Company's tariff, except for those specically excluded by Appendix A of the Commission's General Order 103 regarding supply of water not intended or claimed to be potable.
7. All bills are subject to the reimbursement fee set forth on Schedule No. UF.
8. The billing period service charges and all applicable flat rate charges and credit bill be calculated unsing the Uniform Formula:

$$\left(\frac{\text{Number of Billing Days at Effective Service Charge}}{30.4375} \right) \times (\text{Effective Service Charge}) = \text{Billed Service Charge}$$

9. To amortize the under-collection in the Water Revenue Adjustment Mechanism as of April 30, 2026 a surcharge of \$0.2996 per Ccf is to be added for a 12-month period starting on the effective date of Advice letter 627

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PRELIMINARY STATEMENT

(Continued)

I. Water Revenue Adjustment Mechanism (WRAM) Balancing Account**1. Purpose**

The purpose of the WRAM Balancing Account is to track differences between recorded quantity rate water revenues received under tiered rates to the equivalent rate revenues received if San Jose Water Company had single quantity rates, known as uniform rates, for residential customers. The Commission has determined that the accounting mechanism is appropriate in coordination with a trial program of increasing block rate structures and increased conservation activities.

2 Applicability

The WRAM Balancing Account is applicable to all areas served.

3. Definitions

- a) Non-WRAM revenue is all revenue excluded from the WRAM account, including metered service charges, residential quantity charges billed at the uniform rate, non residential quantity charges, and public and private fire protection service and other unmetered miscellaneous revenue. In addition, surcharges and surcredits, unless specifically included in adopted revenue requirement, will be excluded from WRAM tracking.
- b) WRAM-eligible revenue is all revenue not excluded in 3.a, above. Generally, WRAM eligible revenue results from potable quantity charges to residential customers being charged tiered rates and not uniform rates.
- c) Recorded WRAM-eligible revenue is the amount of residential tiered usage-related revenue billed to qualifying customers in a particular period.
- d) Adopted WRAM-eligible revenue is the amount of residential tiered rate quantity related revenue calculated at uniform rates using actual quantity billed.

4. Accounting Procedure

- a) The following entries will be recorded monthly in the WRAM:
 - 1) Recorded WRAM-eligible revenue.
 - 2) Adopted WRAM-eligible revenue.
 - 3) Total WRAM balance = (1) minus (2)
 - 4) A negative (-) balance in the memorandum account reflects a utility over collection to be refunded, while a positive balance reflects a utility under-collection to be recovered in rates.
- b) The Company will record the accumulated WRAM balance monthly, by adding its entry in Section a3. above to the prior accumulated monthly balance.
- c) Interest shall accrue on a monthly basis by applying a rate equal to one-twelfth of the 90 Day Non-financial Commercial Paper Interest rate as reported in the Federal Reserve Statistical Release, to the average of the beginning of month and the end of month balances.

5. Disposition

(C)

If the accumulated balance for WRAM exceeds 2% of the total authorized revenue requirement for the current calendar year, the Company will file an advice letter to amortize the balance. If the cumulative 2% threshold is not met, the balance in the account will be amortized in San Jose's next General Rate Case. The recovery of under-collections or refunds of over-collections will be passed on to the customers through volumetric surcharges or surcredits.

(Continued)

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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	2401-W, 2387-W, 2394-W (T)
Preliminary Statement	919-W, 1303-W, 2400-W, 2340-W, 2035-W (C) 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	2395-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	2370-W, 2395-W (N)
Schedule No. 1 General Metered Service With Automatic Fire Sprinkler System	2372-W, 2327-W, 2396-W (N)
Schedule No. 1 General Metered Service - Mountain District	2374-W, 2330-W, 2331-W, 2397-W (N)
Schedule No. 4 Private Fire Service	2376-W, 2187-W
Schedule No. 9 Construction and Other Temporary Metered Service	1118-W, 1094-W
Schedule No. 1 Service to Employee	152-W
Schedule No. 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. F Raw Water Metered Service	2377-W, 2398-W (N)
Schedule No. F Recycled Water Metered Service	2379-W, 2399-W (N)
Schedule No. L Surcharge to Fund Public Utilities Commission Utility Reimbursement Account (PUCURA)	2382-W
Schedule No. C Customer Assistance Program (CAP)	2346-W, 2391-W
Schedule No. A Advanced Metering Infrastructure Opt-Out Fee	2281-W
List of Contractss and Deviations	2246-W, 2261-W

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