



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

August 30, 2019

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

Advice Letter No. 535

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>
1981-W	Schedule No. 1 General Metered Service	1947-W
1982-W	Schedule No. 1B General Metered Service with Automatic Fire Sprinkler System	1949-W
1983-W	Schedule No. 1C General Metered Service with Mountain District	1951-W
1984-W	Schedule No. 4 Private Fire Service	1954-W
1985-W	Schedule RW Raw Water Metered Service	1955-W
1986-W	Schedule No. RCW Recycled Water Metered Service	1957-W
1987-W	Table of Contents	1980-W

These tariffs are submitted pursuant to General Order Nos. 96-B, and pursuant to the authority established by the California Public Utilities Commission (Commission) in Decision (D.) 13-07-028, dated July 25, 2013, as provided in Attachment A. This advice letter is designated a Tier II Advice Letter consistent with General Order 96-B, 7.3.3 (8) and Ordering Paragraph (OP) No. 3 of D.13-07-028. Public notice was completed at the time of SJWC's filing of Application (A.) 10-09-019: Application of SJWC for Approval of Cost Recovery for Upgrading the Montevina Water Treatment Plant (MWTP). Attachment B provides the affidavit of noticing.

With this advice letter, SJWC requests authorization to increase revenue requirement by \$655,082 via a rate base offset for plant additions related to the MWTP Upgrade Project (Montevina Project).

The designation of this advice letter as Tier II is made pursuant to General Order 96-B, Industry Rule 7.3.3 (8), which provides that “a rate base offset will be disposed of under Tier 2 when staff determines that:

- i. The Rate base offset was previously approved by the Commission in a decision or resolution;
- ii. The project scope is consistent with what the Commission approved; and
- iii. The Commission approval included a budget cap and the rate base offset request is at or below the budget cap.”

OP No. 3 of D.13-07-028 states in part that:

*“3. San Jose Water Company (Company) is authorized to file annual Tier 2 advice letters to include in rate base properly recorded costs of the Montevina Upgrade Project. Until moved to rate base, such costs shall accrue interest during construction on a monthly basis at the Company’s actual weighted average cost of debt, including short term debt, and capitalized interest shall not be compounded. The total cost for the Montevina Upgrade project included a 10% design contingency with a total project cost estimate of \$62 million. This \$62 million construction cost estimate will be treated as an advice letter cap for ratemaking purposes.... ”*

This advice letter filing meets the requirements set forth in General Order 96-B, Industry Rule 7.3.3 (8) in that:

- i. The rate base offset was previously approved by the Commission in D.13-07-028, OP No. 3;
- ii. The project scope (upgrades to the MWTP) is consistent with what the Commission approved; and,
- iii. The Commission approval included a budget cap of \$62 million and total approved ratebase offset as of 12/31/2018 was \$59,358,280.

With this request, the rate base offset will total the approved budget cap of \$62,000,000.

### Background

SJWC filed A.10-09-019, seeking Commission approval for cost recovery for upgrading the MWTP, in September 2010. In conjunction with that Application, SJWC met all of the necessary noticing requirements as provided for in the Commission’s Rules of Practice and Procedure, Rule No. 3.2. In March 2013, SJWC and the Commission’s Division of Ratepayer Advocates (now the Public Advocates Office) submitted a Joint Motion for Adoption of the Settlement Agreement. The provisions of the Agreement are outlined in OP No. 3 of D.13-07-

028 above. On July 25, 2013, the Commission issued D.13-07-028 approving the settlement agreement.

In D.13-07-028, the Commission authorized SJWC to file annual Tier 2 advice letters to recover in rates capital improvements associated with the Montevina Project. This advice letter is the sixth of these Tier 2 advice letters associated with the Montevina Project. The previously approved advice letters and ratebase amounts follow:

- AL 457 covered work performed in 2013 with a ratebase addition of \$669,458,
- AL 476, covered work performed in 2014 with a ratebase addition of \$1,498,738,
- ALs 483/489, covered work performed in 2015 with a ratebase addition of \$9,053,138,
- AL 506, covered work performed in 2016 with a ratebase addition of \$29,147,000, and,
- AL 524, covered work performed in 2017 with a ratebase addition of \$18,989,946.

AL 535 requests recovery for work performed during calendar year 2018 and is the final advice letter filing to fulfill OP No. 3 of D.13-07-028 and brings the total ratebase addition to the approved budget cap of \$62,000,000. A description of the work completed in 2018 is provided below.

#### Montevina Project – Work Completed During Calendar Year 2018

All major remaining elements of treatment plant construction, equipment assembly and installation were completed during 2018 at both the main treatment plant site and the solids handling site.

Interior and exterior finishes were completed for the Membrane Building and Administration Building. Site work and paving was substantially completed for the main treatment plant site as well as the backwash water sludge processing site. The major safety improvement of an access driveway to Alma Bridge Road was completed allowing for safe ingress and egress to Highway 17 for truck traffic associated with bulk chemical delivery and waste pick-up.

Water treatment and sludge processing performance testing was conducted. Major equipment, and systems were operated and monitored for a 30-Day Acceptance Test with concurrent performance and testing for the 7-day Spring Test. Both met the satisfaction of contract requirements for the owner and water treatment objectives established by the State Division of Drinking Water (DDW). The plant's Supervisory Control and Data Acquisition programming and human machine interface was also tested and accepted.

We received authorization from DDW to begin production in late 2017. From January through December 2018, the plant was operational and after conducting the required startup and optimization activities, it operated at full capacity by the second half of 2018.

The summary of costs for the work performed for the year as of 12/31/2018 can be found in Attachment C. Total recorded costs for this period, including capitalized interest, were \$3,309,109.

#### Capitalized Interest Calculation

As noted above, D.13-07-028 OP No. 3 provides that “Until moved to rate base, (Project) costs shall accrue interest during construction on a monthly basis at the Company’s actual weighted average cost of debt, including short-term debt, and capitalized interest shall not be compounded.” Capitalized interest calculations are provided in Attachment D.

#### Rate Calculation and Bill Comparison

Current authorized rates for 2019 became effective on January 1, 2019 via AL 528 (Attachment E). The total revenue requirement impact for this capital addition is \$655,082 or about 0.17% of SJWC’s anticipated authorized revenue for 2019 (Attachment F & G). SJWC seeks to recover 40%, or \$262,033 of the revenue through the service charge component and the remaining 60%, or \$393,049 through the quantity rate component pursuant to SJWC’s rate design approved in D.18-11-025.

As a result of this rate calculation, the service charge for a standard 3/4-inch meter will increase by \$0.07 per month from \$39.50 to \$39.57. The uniform quantity charge will increase by \$0.0084 from \$4.7945 per ccf to \$4.8059 per ccf.

SJWC’s residential conservation rates have been calculated using the methodology adopted in D.18-11-025, applying 67% of the uniform quantity rate to Tier I, 100% of the uniform rate to Tier II and 133% of the uniform quantity rate to Tier III. The Tier I rate charge will increase from \$3.1951 per ccf to \$3.20361 per ccf. The Tier II rate charge will increase from \$4.7945 per ccf to \$4.8059 per ccf. The Tier III rate charge will increase from \$6.3951 per ccf to \$6.40771 per ccf. The rate calculations are set forth in Attachment G. As a result of this rate change, the bill for a residential customer with a 3/4-inch meter and using 11 ccf per month will increase by \$0.19 or 0.20% per month as shown in Attachment H.

#### Effective Date

This advice letter is designated as Tier II with an effective date 30 days from date of filing, on or about September 29, 2019.

### 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, 3<sup>rd</sup> 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.

SJWC has ALs 532 and 534, both suspended, before the Commission.

In compliance with Paragraph 4.3 of General Order 96-B, a copy of this advice letter has been mailed to all interested and affected parties as detailed in Attachment I.

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

Very truly yours,

/S/ JOHN TANG

JOHN TANG  
Vice President of Regulatory Affairs

Enclosures

## **Index of Workpapers**

<b>Attachment A</b>	<b>California Public Utilities Commission Decision 13-07-028</b>
<b>Attachment B</b>	<b>Affidavit of Public Notice</b>
<b>Attachment C</b>	<b>Summary of Montevina Water Treatment Plan Upgrades Work Performed 2018</b>
<b>Attachment D</b>	<b>Calculation of Capitalized Interest During Construction</b>
<b>Attachment E</b>	<b>San Jose Water Company's Schedule No. 1, 1B, 1C, 4, RW and RCW</b>
<b>Attachment F</b>	<b>Revenue Requirement Calculation</b>
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**SAN JOSE WATER COMPANY**

**ADVICE LETTER NO. 535**

**ATTACHMENT A**

**CALIFORNIA PUBLIC UTILITIES COMMISSION  
DECISION 13-07-028**



Decision 13-07-028 July 25, 2013

**BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA**

In the Matter of the Application of  
San Jose Water Company (U168W) for  
Commission Approval of Cost Recovery  
for Upgrading the Montevina Water  
Treatment Plant.

Application 10-09-019  
(Filed September 30, 2010)

(See Attachment B for Appearances)

**DECISION APPROVING SETTLEMENT AGREEMENT**

**1. Summary**

This decision approves the settlement agreement between the San Jose Water Company and the Division of Ratepayer Advocates which provides for rate base treatment for the costs of the Montevina Water Treatment Plant Upgrade Project. This proceeding is closed.

**2. Background**

On September 30, 2010, San Jose Water Company (Company) filed this application seeking Commission authorization to place into rate base and revenue requirement the forecasted costs of upgrading its existing Montevina Water Treatment Plant (Montevina Plant). Overall, the application stated that the Montevina Upgrade Project will cost \$47.3 million in estimated construction costs, with various cost escalation, administrative, contingency, and overhead factors bringing the total estimated project cost to \$73.7 million. The Company stated that it has tentatively selected membrane filtration system as the treatment

process for the Montevina Upgrade Project, but this selection is subject to change in the yet-to-be-completed environmental clearance, permitting, and approval process. The Company has conducted pilot tests on three different types of membrane filtration systems and determined that all three meet the operational and costs requirements so that the final determination of membrane filtration system will be based on competitive bids from vendors of the various systems.

The schedule for Commission review of the proposed ratemaking authorizations are set forth below as the Company proposed in its application:

	<b>Increase in Rate Base</b>	<b>Increase in Revenue Requirement</b>	<b>Commission Review</b>
2011	\$2,500,000	\$489,848	Current application
2012	\$9,500,000	\$1,861,422	Current application
2013	\$39,300,000	\$7,700,411	2012 General Rate Case
2014	\$18,100,000	\$3,546,500	2012 General Rate Case
2015	\$4,300,000	\$842,539	2012 General Rate Case
<b>TOTAL</b>	<b>\$73,700,000</b>		

The Company explained that this application was submitted pursuant to Ordering Paragraph 8 of Decision (D.) 09-11-032, which states:

San Jose Water Company shall file a separate application outside of its general rate case proceeding seeking approval of project costs and recovery for upgrading its Montevina Station to maintain water quality and to increase its capacity to treat surface water, upon completion of a facilities plan study and specific project design.

Along with its application, the Company circulated its Montevina Water Treatment Plant Facilities Plan. The plan projected a January 2015 completion date assuming the pre-design work began by January 2011.

On November 5, 2010, the Division of Ratepayer Advocates (DRA) protested the application. DRA stated that in D.09-11-032 the Commission granted the Company's request for \$206,000 to fund a facilities plan study but denied its request for \$4,462,000 for environmental, pilot testing, and detailed design and specifications development. DRA explained that it will review the need for the Montevina Upgrade Project and Facilities Plan's conclusion that membrane filtration is the best filtration option for the plant.

DRA also noted that since first proposed in 2009, the projected costs of this plant Montevina Upgrade Project have increased by approximately 100%. DRA stated that it intended to analyze the validity of this increase, and explore other financing options to pay for the plant Montevina Upgrade Project.

The assigned Administrative Law Judge (ALJ) convened a prehearing conference on January 31, 2011, where a procedural schedule was adopted. On March 8, 2011, assigned Commissioner Peevey issued his scoping memo determining that the scope of the proceeding would include all factual and legal issues necessary to determine whether the Company had met its burden of justifying its proposed rate increases as required by Pub. Util. Code § 454. Under the scoping memo, the Company must justify the need for the specific components of its plan as well as the timing of its proposed Montevina Upgrade Project. Specifically, the scope included whether the company had:

- presented a sufficiently definite project that will allow the Commission to evaluate the various cost components, and whether the current application met all the requirements set out in D.09-11-032, including selection of a specific project design;
- justified the timing of the amounts it proposes to include in rate base as being consistent with the requirement that assets be used and useful in the provision of public utility

service to the public prior to being placed in rate base, absent explicit authorization; and

- received authorization to record the engineering study and pilot project costs as utility plant in service.

After the parties distributed prepared direct testimony, evidentiary hearings were held on April 18, 2011, where 22 evidentiary exhibits were received. The parties filed and served opening briefs on May 16, 2011, and reply briefs followed on June 9, 2011. The matter was submitted for Commission consideration with the filing of the reply briefs.

In the midst of the hearing process, the proceeding was reassigned from Commissioner Peevey to Commissioner Sandoval, who is also the assigned Commissioner for the Company's 2012 general rate case, Application 12-01-03. On March 15, 2012, Commissioner Sandoval determined that the Commission would address the company's request for approval of project costs and recovery for upgrading the Montevina Water Treatment Plant in this proceeding, and that the issue would not be included in the general rate case.

On July 16, 2012, assigned Commissioner Sandoval issued her scoping memo setting aside submission and finding that the record in this proceeding should be supplemented with additional evidentiary presentation.

To provide the Commission a full record on which to make this decision, the assigned Commissioner set a schedule for additional evidence to be presented. Both the Company and DRA served additional testimony. After a prehearing conference on November 27, 2012, the parties engaged in settlement negotiations and submitted the Settlement Agreement on March 6, 2013, and the proceeding was submitted for consideration by the Commission.

### **3. Description of the Settlement Agreement**

The parties state that the Settlement Agreement (1) caps the costs to be included in revenue requirement at \$62 million, (2) limits associated interest accruals, and (3) provides for the amount of project costs to be adjusted up or down based on future events to address DRA concerns regarding the cost-effectiveness of the Montevina Upgrade Project. The Settlement Agreement also provides for an annual Tier 2 advice letter filing to move properly recorded costs of the Montevina Upgrade Project into rate base.

Specifically, the Settlement Agreement provides for the Company to file annual Tier 2 advice letters to include in rate base properly recorded costs of the Montevina Upgrade Project. Until moved to rate base, such costs shall accrue interest during construction on a monthly basis at the Company's actual weighted average cost of debt, including short-term debt, and capitalized interest shall not be compounded.

The parties agreed that the total Montevina Upgrade Project estimate should be \$62 million, a 16% reduction from the originally proposed \$74 million. Further, the Company will not seek recovery from ratepayers the costs of any additional upgrades to the Montevina Water Treatment Plant, above those approved in today's decision, necessary to meet existing primary or secondary water standards (including compliance with the Long-term 2 Enhanced Surface Water Treatment Rule (published in the Federal Register on February 6, 2006) or Disinfection Byproducts control for compliance with the Stage 2 Disinfectants and Disinfection Byproduct Rule (published in the Federal Register on January 4, 2006)). However, the Company may request additional funding in a future general rate case or application, so long as adequate justification is provided, for costs that exceed the advice letter cap.

DRA retained the right to recommend a capacity adjustment in the event that the upgraded Montevina Water Treatment Plant is unable to treat high turbidity water, i.e., greater than 15 Nephelometric Turbidity Units.

#### **4. Discussion**

In this application, the Company bears the burden of proof to show its requests are just and reasonable and the related ratemaking mechanisms are fair. In order for the Commission to approve any proposed settlement, the Commission must be convinced that the parties have a sound and thorough understanding of the application, the underlying assumptions, and the data included in the record. This level of understanding of the application and development of an adequate record is necessary to meet our requirements for considering any settlement. These requirements are set forth in Rule 12.1, which states, in pertinent part:

The Commission will not approve settlements, whether contested or uncontested, unless the settlement is reasonable in light of the whole record, consistent with law, and in the public interest.

As discussed below, we find the Settlement Agreement consistent with Rule 12.1.

##### **4.1. Reasonable in Light of the Record as a Whole**

As reflected in the application, protest, testimony, hearing exhibits and briefs, the parties held both similar and different positions on the various issues involved in this proceeding. The parties reviewed the application, Kennedy/Jenks Facilities Study, each other's testimony, hearing exhibits, briefs and were involved in discussions of the issues presented in the application. The parties conducted settlement negotiations after consideration of all testimony and information over several months. The parties fully considered the facts and

law relevant to this case before reaching a reasonable compromise on the issues raised in the Company's application. In agreeing to a settlement, the parties used their collective experience to produce appropriate, well-founded recommendations. The parties believe the Settlement Agreement balances the various interests affected in this proceeding, reflects appropriate compromises of the parties' litigation positions, and is reasonable. The Commission agrees.

#### **4.2. Consistent With Law and Prior Commission Decisions**

The parties state that they are aware of no statutory provisions or prior Commission decisions that would be contravened or comprised by the Commission's adoption of the Settlement Agreement. The issues resolved in the Settlement Agreement are within the scope of the proceeding. If adopted, the Settlement Agreement would result in reasonable rates for the Company's customers and will improve the capability of the Montevina Water Treatment Plant to provide economical and safe water to the San Jose System.

#### **4.3. The Public Interest**

We find that the Montevina Water Treatment Plant Upgrade Project and associated ratemaking treatment as proposed by the Settlement Agreement are reasonable and provide adequate funding to the Company for the Montevina Upgrade Project costs. The Settlement Agreement reflects a downward adjustment of 16% from the Company's original request and limits interest and contingency cost. The Settlement Agreement represents a favorable ratemaking and water supply outcome for ratepayers.

The settlement is in the public interest because the proposed Montevina Treatment Plant Upgrade Project will promote local water sources consistent with state policy by relying on streamflow from the local watersheds of the

Santa Cruz Mountains. The expanded capacity of the plant will preserve the Company water rights to the streamflows, which are critical to diversifying water sources and increasing local reliability. The design of the plant upgrade promotes energy conservation by relying more on gravity rather than pumping groundwater or importing surface water from the Sacramento Delta, an over-allocated supply source. In sum, the Montevina Treatment Plant Upgrade project furthers the public interest as a cost effective local supply-source alternative to imported or pumped water.

Numerous Commission decisions endorse settlements and support the public policy favoring settlement of disputes that are fair and reasonable in light of the whole record.<sup>1</sup> The Commission's support of this public policy furthers many worthwhile goals, including reducing the expense of litigation, conserving the scarce resources of the Commission, and allowing parties to reduce the risk that litigation will produce unacceptable results.<sup>2</sup>

Thus, from reviewing the Settlement Agreement and the process used to arrive at these mutually acceptable outcomes, the Commission concludes that the requirements of Rule 12.1 and Public Utilities Code Section 451 have been met.

## **5. Categorization and Need for Hearing**

In Resolution ALJ 176-3262 dated October 14, 2010, the Commission preliminarily categorized this application as ratesetting, and preliminarily determined that hearings were necessary. Evidentiary hearings have been held

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<sup>1</sup> D.88-12-083 and D.91-05-029.

<sup>2</sup> D.92-12-019.



and with the filing of the Settlement Agreement and supporting motion, no further hearings are necessary.

## **6. Comments on Proposed Decision**

The proposed decision of ALJ Bushey in this matter was mailed to the parties in accordance with Section 311 of the Public Utilities Code and comments were allowed under Rule 14.3 of the Commission's Rules of Practice and Procedure. Comments were filed jointly by San Jose Water Company and the Division of Ratepayer Advocates seeking clarifying revisions to the text, which have been incorporated.

## **7. Assignment of Proceeding**

Catherine J.K. Sandoval is the assigned Commissioner and Maribeth A. Bushey is the assigned ALJ in this proceeding.

## **Findings of Fact**

1. DRA protested this application and submitted testimony.
2. The parties filed and served a Settlement Agreement which is Attachment A to today's decision.
3. The Settlement Agreement reflects a downward adjustment of 16% from the Company's requested amount, and provides for treatment of high-turbidity water to increase the water treatment capability of the Montevina Plant.
4. The settlement is in the public interest because the proposed Montevina Treatment Plant Upgrade Project will promote local water sources consistent with state policy by relying on streamflow from the local watersheds of the Santa Cruz Mountains. The expanded capacity of the plant will preserve the Company water rights to the streamflows, which are critical to diversifying water sources and increasing local reliability. The design of the plant upgrade promotes energy conservation by relying more on gravity rather than pumping

groundwater or importing surface water from the Sacramento Delta, an over-allocated supply source. In sum, the Montevina Treatment Plant Upgrade project furthers the public interest as a cost effective local supply-source alternative to imported or pumped water.

5. The Settlement Agreement is reasonable in light of the record, consistent with the law, and in the public interest.

### **Conclusions of Law**

1. The Settlement Agreement fully resolves and settles all disputed issues between the Company and DRA in this proceeding.

2. The Settlement Agreement we approve is reasonable in light of the whole record, consistent with law, and in the public interest.

3. The Settlement Agreement should be approved.

4. No further hearings are necessary.

5. The proceeding should be closed.

## **O R D E R**

### **IT IS ORDERED** that:

1. The March 6, 2013, motion by San Jose Water Company and the Division of Ratepayer Advocates for approval of Settlement Agreement is granted.

2. The Settlement Agreement is Attachment A to today's decision and is approved.

3. San Jose Water Company (Company) is authorized to file annual Tier 2 advice letters to include in rate base properly recorded costs of the Montevina Upgrade Project. Until moved to rate base, such costs shall accrue interest during construction on a monthly basis at the Company's actual weighted

average cost of debt, including short-term debt, and capitalized interest shall not be compounded. The total cost for the Montevina Upgrade Project included a 10% design contingency with a total project cost estimate of \$62 million. This \$62 million construction cost estimate will be treated as an advice letter cap for ratemaking purposes. The Company must not request that ratepayers bear the costs of any additional upgrades, beyond those approved in today's decision, to the Montevina Water Treatment Plant related to meeting existing primary or secondary water standards including compliance with the Long-term 2 Enhanced Surface Water Treatment Rule (published in the Federal Register on February 6, 2006) or Disinfection Byproducts control for compliance with the Stage 2 Disinfectants and Disinfection Byproduct Rule (published in the Federal Register on January 4, 2006). Provided, however, the Company is authorized to request additional ratepayer funding in a future general rate case or application subsequent to project completion if the costs of constructing the Montevina Plant Upgrade exceed the advice letter cap and the Company adequately justifies the additional cost.

4. Application 10-09-019 is closed.

This order is effective today.

Dated July 25, 2013, at San Francisco, California.

MICHAEL R. PEEVEY  
President  
MICHEL PETER FLORIO  
CATHERINE J.K. SANDOVAL  
MARK J. FERRON  
CARLA J. PETERMAN  
Commissioners

# **ATTACHMENT A**

**Settlement Agreement Between the Division of  
Ratepayer Advocates and San Jose Water Company**

*Attachment A*

**BEFORE THE PUBLIC UTILITIES COMMISSION  
OF THE STATE OF CALIFORNIA**

In the Matter of the Application of SAN JOSE  
WATER COMPANY (U 168 W) for Commission  
Approval of Cost Recovery for Upgrading the  
Montevina Water Treatment Plant.

Application 10-09-019  
(Filed September 30, 2010)

**SETTLEMENT AGREEMENT BETWEEN THE  
DIVISION OF RATEPAYER ADVOCATES AND  
SAN JOSE WATER COMPANY**

**I. INTRODUCTION**

1. Pursuant to Article 12 of the Rules of Practice and Procedure ("Rules") of the California Public Utilities Commission ("Commission"), the Division of Ratepayer Advocates ("DRA") and San Jose Water Company ("SJWC"), referred to together as "the Parties," have agreed on the terms of this Settlement Agreement which they now submit for review, consideration, and approval by Administrative Law Judge Maribeth A. Bushey and the Commission. This Settlement Agreement resolves all outstanding issues in this proceeding.
2. This Settlement Agreement is the product of a process of direct negotiation between the Parties. Consistent with Rule 12.1(b), notice of the April 12, 2011 settlement conference was provided to all parties to the proceeding on April 1, 2011. The only party to the proceeding not participating in the Settlement Agreement, a customer of Idylwild Water

Company who entered an appearance at the first prehearing conference held on January 31, 2011, has not participated actively in the proceeding since that date. Accordingly, the Settlement Agreement is not presented as an all-party settlement, but no opposition to the Settlement Agreement is anticipated.

3. Specific terms resolving issues presented in this proceeding are set forth in Section III below.

#### **I. FACTUAL AND PROCEDURAL BACKGROUND**

1. Constructed in 1969 with a nominal capacity of 30 million gallons per day ("MGD"), the Montevina Water Treatment Plant ("WTP") treats surface water from the Santa Cruz Mountains, including Los Gatos Creek and its tributaries. The Montevina WTP has treated water for delivery into SJWC's distribution system for more than 40 years, using a direct media filtration process with chlorine disinfection.

2. Treatment at Montevina lacks essential modern features and many of the plant's components are at or beyond the end of their useful lives. During the winter and spring seasons, when source water in the local watershed is plentiful due to rainfall, water treatment at the Montevina plant is challenged by rapid changes in turbidity during and after storms. Treatment production must be reduced or shut down entirely, with associated loss of supply, resulting in the loss of thousands of acre feet of surface water.

3. In addition to its operating limitations, the Montevina WTP also is challenged to meet new water quality regulations, requiring diversion of stream flow from the plant. Such diversions not only reduce distribution of surface water supply but also risk invalidating SJWC's water rights.



4. SJWC presented a preliminary view of its Montevina upgrade plans in its general rate case ("GRC") for Test Year 2010. By Decision 09-11-032, the Commission recognized the need for SJWC to plan for a Montevina upgrade project, approving inclusion of preliminary study costs in rate base but deferring approval of remaining project costs until a Facilities Plan and project design were completed. The Commission directed SJWC to file a separate application seeking approval of project costs and recovery for upgrading the Montevina WTP to maintain water quality and to bring surface water treatment capacity back to the original design capacity. After conducting the required study, SJWC filed the present Application on September 30, 2010, seeking approval of cost recovery for the proposed upgrades to the Montevina WTP.

5. The Montevina Water Treatment Plant Facilities Plan ("Facilities Plan"), finalized in July 2010, was provided as an exhibit to the present Application, and received into evidence as Exhibit 5. The Facilities Plan recommended facilities improvements designed to replace aging facilities with advanced, cost-effective treatment technology; reliably meet current and future state and federal drinking water standards, provide up to 30 MGD of water production capacity even when source water is highly turbid, maximize production from a low-cost water source, maintain SJWC's water rights, and maintain capacity for at least 10 MGD of plant production during the construction period.

6. The Facilities Plan evaluated three alternative treatment process approaches to achieve the specified project objectives, resulting in selection of the membrane filtration systems alternative as the recommended technology. A pilot test confirmed that three different membrane technologies were capable of meeting the operational, performance and water quality objectives of the Montevina WTP project. Accordingly, the Facilities Plan recommended that a specific membrane technology be selected based on an evaluated competitive bid. Based on preliminary

design criteria and a preliminary project schedule, the Facilities Plan provided a detailed capital cost estimate totaling \$73.7 million.

7. SJWC filed the present Application on September 30, 2010, with service of supporting direct testimony as well as the Facilities Plan. SJWC proposed annual forward-looking rate adjustments to pass its investments in the Montevina project into rates, including Tier 2 advice letter filings to add to rate base the investments planned through 2011 and 2012, respectively. DRA filed a protest on November 5, 2010. A Scoping Memo and Ruling of the Assigned Commissioner ("Scoping Memo"), issued March 8, 2011, defined the scope of the proceeding as including all factual and legal issues necessary to determine whether SJWC has met its burden of justifying its proposed rate increases, including the need for and timing of its proposed upgrades to the Montevina WTP. After submission of prepared testimony by DRA and rebuttal testimony by SJWC, evidentiary hearing was completed before ALJ Bushey on April 18, 2011, with opening and reply briefs filed a few weeks later.

8. On July 16, 2012, the Assigned Commissioner's Amended Scoping Memo and Ruling ("Amended Scoping Memo") set aside submission and reopened the record for additional evidence. The Amended Scoping Memo directed SJWC to provide a quantitative analysis evaluating forecasted potable water production under a range of precipitation and turbidity scenarios, as well as an estimate of costs associated with not upgrading the plant. SJWC served supplemental testimony on September 24, 2012. DRA responded with supplemental testimony served November 21, 2012, the day after an all-party meeting scheduled by Commissioner Sandoval to include a tour of the Montevina WTP. A further prehearing conference was held November 27, followed by SJWC's service of rebuttal testimony on December 20, 2012.



9. DRA and SJWC engaged in good faith settlement negotiations at several stages of this proceeding. Recent settlement efforts were renewed in January 2013 and have resulted in agreement on the terms of this Settlement Agreement.

**NOW, THEREFORE,** in consideration of the foregoing recitation of facts and events, and on the basis of the information presented in SJWC's Application and the testimony of expert witnesses for both SJWC and DRA, SJWC and DRA hereby agree to the following terms of settlement:

### **III. TERMS OF SETTLEMENT**

A. **Recorded Costs and Interest.** The recorded costs of the Montevina Upgrade Project will be included in rate base through an annual Tier II advice letter. Interest during construction will be accrued on a monthly basis at SJWC's actual weighted average cost of debt (including short-term debt). Capitalized interest will not be compounded.

B. **Total Project Cost.** The total cost for the Montevina Upgrade Project includes a design contingency of 10%, reflecting a total project cost estimate of \$62 million. This \$62 million construction cost estimate will be treated as an advice letter "cap" for ratemaking purposes.

C. **Additional Funding.** SJWC has the opportunity to request additional funding in a future GRC or separate application subsequent to project completion if the cost of construction for the Montevina Upgrade Project exceeds the advice letter construction cap and adequate justification for additional cost is provided.

D. **Capacity Adjustment.** SJWC presented the benefits of the Montevina Upgrade Project, which included the capability to treat high turbidity surface water. DRA reserves the

right to recommend a capacity adjustment in the event that the upgraded Montevina WTP is unable to treat high turbidity (*i.e.*, greater than 15 NTU) water.

E. **Treatment Upgrades.** The proposal to upgrade the Montevina WTP with a membrane filtration system was developed after extensive research and consideration by the company. SJWC has worked with Kennedy/Jenks to prepare a Facilities Plan and performed pilot testing to show that the technology is the most economically feasible alternative to treat water with high turbidity levels. Therefore, SJWC will not request that ratepayers bear the cost of any additional upgrades to the Montevina WTP related to meeting any existing primary or secondary water standards (including compliance with the Long Term 2 Enhanced Surface Water Treatment Rule (published in the Federal Register, February 6, 2006) or Disinfection Byproducts control for compliance with the Stage 2 Disinfectants and Disinfection Byproduct Rule (published in the Federal Register, January 4, 2006).

#### IV. **MISCELLANEOUS PROVISIONS**

1. The signatories to this Settlement Agreement personally and independently verify that all elements of this Settlement Agreement are correct, complete, and internally consistent, to the best of their knowledge and belief.
2. Entering into this Settlement Agreement shall not be construed as an admission or concession by any Party regarding any fact or matter of law in dispute in this proceeding.
3. The Commission shall have jurisdiction over this Settlement Agreement. The Parties agree that no legal action may be brought by SJWC or DRA in any state or federal court, or any other forum, against any individual signatory representing the interests of any of the Parties, or any attorneys representing any of the Parties involving any matter related to this Settlement Agreement.

4. The Parties acknowledge that the terms of this Settlement Agreement were reached after consideration of all positions advanced in prior submissions as well as during settlement negotiations. This Settlement Agreement embodies compromises of the Parties' positions.

5. This Settlement Agreement sets forth the entire understanding and agreement between the Parties, and may not be modified or terminated except by written assent of both Parties.

6. The Parties agree that no signatory to this Settlement Agreement, nor any officer or employee of SJWC or DRA, assumes any personal liability as a result of this Settlement Agreement. The rights and remedies of the Parties with respect to the Settlement Agreement are limited to those available before the Commission.

7. The Parties agree to support the Settlement Agreement and to use their best efforts to secure Commission approval of the Settlement Agreement in its entirety and without modification.

8. The Parties agree that if the Commission adopts a Decision with respect to the Settlement Agreement that fails to approve the Settlement Agreement in its entirety, the Parties shall be released from their obligation to support the Settlement Agreement.

9. This Settlement shall be governed by the laws of the State of California as to all matters, including, but not limited to matters of validity, construction, effect, performance and remedies.

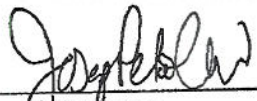


**V. EXECUTION**

1. This Settlement Agreement may be executed in counterparts, each of which shall be deemed an original, and the counterparts together shall constitute one and the same instrument.
2. By signing below, each signatory for a Party represents and warrants that he or she is authorized to execute this Settlement Agreement on such Party's behalf and thereby bind such Party to the terms of the Settlement Agreement.
3. This Settlement Agreement shall become binding and effective as of the date it has been fully executed by both of the Parties.

Respectfully submitted,

DIVISION OF RATEPAYER ADVOCATES

By:   
Joseph P. Como  
Its: Acting Director

SAN JOSE WATER COMPANY

By:   
Palle Jensen  
Its: Senior Vice President,  
Regulatory Affairs

March 5, 2013

(End of Attachment A)

# **ATTACHMENT B**

## **A.10-09-019 Service List**

\*\*\*\*\* SERVICE LIST A1009019\*\*\*\*\*

Last Updated on 07-MAR-2013 by: JVG

\*\*\*\*\* PARTIES \*\*\*\*\*

Allison Brown  
Executive Division  
RM. 5206  
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For: DRA

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For: Marty Feldman

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Martin A. Mattes  
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50 CALIFORNIA STREET, 34TH FL.  
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(415) 398-3600  
mmattes@nossaman.com  
For: San Jose Water Company

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(408) 265-2736 X2736  
jmfiedler@valleywater.org  
For: Santa Clara Valley Water District

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\*\*\*\*\* STATE EMPLOYEE \*\*\*\*\*

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\*\*\*\*\* INFORMATION ONLY \*\*\*\*\*

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Palle Jensen  
Svp - Regulatory Affairs  
SAN JOSE WATER COMPANY  
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SAN JOSE CA 95110  
(408) 279-7970  
palle\_jensen@sjwater.com

**(End of Service List)**  
**(End of Attachment B)**

**SAN JOSE WATER COMPANY**

**ADVICE LETTER NO. 535**

**ATTACHMENT B**

**AFFIDAVIT OF PUBLIC NOTICE**

**BEFORE THE PUBLIC UTILITIES COMMISSION  
OF THE STATE OF CALIFORNIA**

In the Matter of the Application of SAN JOSE  
WATER COMPANY (U 168 W) for Commission  
Approval of Cost Recovery for Upgrading the  
Montevina Water Treatment Plant.

Application 10-09-019  
(Filed September 30, 2010)

**SAN JOSE WATER COMPANY  
PROOF OF COMPLIANCE  
WITH RULE 3.2(c)**

**NOSSAMAN LLP**

Martin A. Mattes  
Mari R. Lane

50 California Street, 34<sup>th</sup> Floor  
San Francisco, CA 94111-4799  
Tel: (415) 398-3600  
Fax: (415) 398-2438  
E-mail: [mlane@nossaman.com](mailto:mlane@nossaman.com)

Attorneys for SAN JOSE WATER COMPANY

October 20, 2010



**BEFORE THE PUBLIC UTILITIES COMMISSION  
OF THE STATE OF CALIFORNIA**

In the Matter of the Application of SAN JOSE  
WATER COMPANY (U 168 W) for Commission  
Approval of Cost Recovery for Upgrading the  
Montevina Water Treatment Plant.

Application 10-09-019  
(Filed September 30, 2010)

**SAN JOSE WATER COMPANY  
PROOF OF COMPLIANCE  
WITH RULE 3.2(c)**

San Jose Water Company ("SJWC") hereby provides proof of compliance with Rule 3.2(c) of the California Public Utilities Commission's Rules of Practice and Procedure (the "Rules"). The attached affidavit of publication demonstrates that SJWC has met the requirement specified in Rule 3.2(c) that SJWC publish notice of this Application in newspapers of general circulation within ten (10) days after the filing date (see Exhibit A). In addition, SJWC confirms that, on October 5, 2010, SJWC mailed such notice to state and county officials as required under Rule 3.2(b) (see Exhibit B).

Respectfully submitted,

NOSSAMAN LLP  
Martin A. Mattes  
Mari R. Lane

By: /S/ MARI R. LANE

50 California Street, 34<sup>th</sup> Floor  
San Francisco, CA 94111-4799  
Tel: (415) 398-3600  
Fax: (415) 398-2438  
Email: [mlane@nossaman.com](mailto:mlane@nossaman.com)

Attorneys for SAN JOSE WATER COMPANY

October 20, 2010

## **EXHIBIT A**



**AFFIDAVIT OF PUBLICATION**

Before me, a Notary Public, personally appeared

Patty Padilla

Account Relationship Specialist

Name

Title

To certify that the attached notice

for San Jose Water Company

Advertiser

was printed in the San Jose Mercury News

Publication Name

on October 9, 2010

Date

as ordered by Ann Lindahl with insertion order # 3703801v01

Name

Patty Padilla

Signature

State of

California

County of

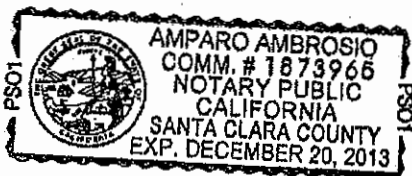
Santa Clara

Subscribed and sworn to before me this 19 day of October, 2010.

Amparo Ambrosio

Notary Public Signature

Notary Seal:



\*SFBAB = San Francisco Bay Area Buy includes the following publications and any editions of: San Jose Mercury News (San Mateo Country Times, Contra Costa Times, Oakland Tribune, Hayward Daily Review, Fremont Argus), Marin Independent Journal, Vacaville Reporter, Vallejo Times-Herald, Santa Cruz Sentinel.

## China: Gradual currency rise better

Issue creates tension for finance officials' meetings of IMF

By Sam Chen  
New York Times

WASHINGTON — The head of China's central bank said Friday that he favored letting the Chinese currency rise in value, but only gradually, as exchange-rate tensions overwhelmed an international meeting of finance ministers and central bankers.

Gathered in Washington for the annual meeting of the International Monetary Fund, the top finance officials of Britain, France and Japan all expressed concern about rising currency tensions — but did not adopt the urgent language the United States has used in pushing China to act. The head of the IMF, Dominique Strauss-Kahn, said the question was not whether but when the Chinese currency, the yuan, would rise in value.

In a forum sponsored by the IMF and the British Broadcasting Corp., Zhou Xiaochuan, the governor of the People's Bank of China, said China "needs a market-based exchange-rate regime" and would "try to move the exchange rate gradually to a more flexible level." But the process had to occur "in a gradual way," he said, "rather than shock therapy."

"We have our vision, but we'd like to see other ideas," the company was telling fans by Wednesday on Facebook — where it's still using the old logo, the blue square with white capital letters.

"For a long time I've repeatedly said that the renminbi is undervalued," he said at the forum, with Zhou seated to his left. But the solution would not be to match the large U.S. trade and current account deficits. "Those reductions, by itself, require fundamental changes in private and public savings in the United States."

The focus on the exchange rate is distracting attention from much more fundamental issues, he said during the forum with Zhou and Strauss-Kahn.

Last year, the Group of 20 economic powers agreed on a framework for "rebalancing" the global economy as part of their response to the global financial crisis.

Zhou said the Chinese government was committed to doing its part by encouraging growth of its service sector, which would lessen its dependence on the export-oriented manufacturing sector.

By improving its health care and retirement pension systems, which would allow Chinese consumers to save less and by spending more on rural development to lessen the economy's dependence on rapidly urbanizing coastal areas.



## Gap tries out new logo to go with new designs

S.F. company will ask customers to pitch in with advice on change

By Emily Rodin  
Associated Press

NEW YORK — Gap is taking a lot of flak online for stealthily erasing out its decades-old white-on-blue logo.

Fans are puzzled, even irritated, and an expert is calling the move "a little bit of a mess." But the iconic chain still plans to add the new logo — a white background with black letters and a little blue box — to its stores and advertising next month. A spokeswoman said Friday that Gap will send some opinion polls to customers to help with the new logo, which appeared on Gap's website Monday.

"We love our vintage, but we'd like to see other ideas," the company was telling fans by Wednesday on Facebook — where it's still using the old logo, the blue square with white capital letters.

It's not clear what kind of Gap Gap has in mind — making changes to the new design, creating an entirely new logo or contributing to other parts of Gap's branding. The company hasn't reached the bulk of its other

brands — Old Navy, Banana Republic, Piperlime and Athleta.

The new design was meant to show how the Gap chain has evolved from its long-standing, even proprietary, and it is intentionally launched the design without fanfare, though it didn't plan all along for the fan-poll plan of change.

The new logo represents a change in personality from one that was distinctive and familiar, said Tracy Speth, president of identity, a consulting firm in New York.

Switching the letters from all capitals means the name loses a mystique — something that draws shoppers in, he said. Now, people will view "Gap" more as a simple word, not anything to wonder about, and will be curious what the name means. (In fact, it refers to the generation gap Gap added in 1969, when the company was founded, Callegary said.)

Spanish also said Helvetica is something of a "logo cliché," used by older, less modern brands such as H&R Block and the New York Stock Exchange. It's also the typeface of New York City's transit authority.

Companies unveiling new logos about tell consumers what to expect before putting a design into circulation, Spanish said.

As seen from the home page of Gap's website includes its new logo at top left. Facebook, Twitter and tech blogs it up this week with criticisms of the change.

## WIRE FEED

STATE, LOCAL  
CalPERS and free speech, court told

California Public Employees' Retirement System's \$1 billion lawsuit over ratings would block the free speech rights of Moody's Investor Service, Standard & Poor's and Fitch Ratings, the companies said.

The ratings services asked a state court judge in San Francisco for a second time to dismiss the lawsuit by CalPERS, the largest U.S. pension fund.

CalPERS sued the three major bond-rating companies in July 2009 for losses it said were caused by their "wildly inaccurate" risk assessments on three structured investment vehicles. The so-called SIVs, after receiving the companies' highest ratings in 2007, collapsed in 2007 and 2008, according to the CalPERS complaint.

A judge refused to dismiss the case in May. The ratings companies argued in an Oct. 4 filing that the case should be thrown out under a California law intended to block needless lawsuits by parties trying to stop critics from speaking out about issues of public concern.

— Bloomberg News

NATION  
Wal-Mart to end profit-sharing

Wal-Mart Stores, the nation's largest private employer, plans to end its profit-sharing contributions for its employees in a reversion of its benefits package that it says will give workers more choice to share in its financial success.

The discounter will replace profit-sharing starting in February with retirement plan contributions of up to 6 percent of pay — as long as workers sign up and contribute an equal amount, Wal-Mart said in a memo it provided The Associated Press late Friday.

The payments added up to 4 percent to the compensation of employees who had worked more than 15 months.

Wal-Mart also is setting aside up to \$100 for each employee's health care account to cover eligible medical expenses before employees have to pay any deductible co-insurance.

— Associated Press

WORLD  
Canada lost 6,600 jobs in September

Canada's economy lost 6,600 jobs in September for the second time in three months, even though the unemployment rate edged down one-tenth of a point to 10 percent.

Statistics Canada said Friday the unemployment rate fell because fewer workers, particularly young people, were actively looking for employment.

— Associated Press

## 2 new models to be added to Prius line

NEW YORK (AP) — Toyota plans to roll out two new cars under the Prius name by next year, according to a dealer briefed on the plans, as the automaker seeks to turn the popular hybrid into a family of vehicles.

The Japanese automaker will begin selling a Prius-Later wagon next summer as either a 2011 or 2012 model, said Adam Lee, president of the Los Angeles-based Toyota dealer network. It will add a plug-in version of the Prius that can go 30 miles on a charge starting later in the year, he said.

Toyota unveiled the new vehicles at its annual dealer meeting in Los Vegas this week. Lee said the new models will be the "Toyota Prius" of the future, which was in a line with the company's goal of becoming a "Toyota dealership" that was in a line with the company's goal of becoming a "Toyota dealership."

Toyota spokesman Sam Belfo declined to comment on any specific product plans.

"We will be coming out with some additional Prius products, but that's really all I can say at this time," Belfo said.

Toyota has said in the past it hopes to expand the Prius name to a family of vehicles. The Prius is the best-selling hybrid in the U.S., but sales have been flat this year as the automaker continues to suffer from the fallout from huge recalls.

The automaker has recalled more than 10 million cars and trucks worldwide over the last year for a variety of problems, including a problem with the anti-lock braking system in its Prius hybrid and a Lexus hybrid. Toyota said this week it had fixed 86 percent of the braking problem.

Also at the dealer meeting last week, Toyota President Akio Toyoda sought to reassure the company's U.S. dealers that the company is on track for sales growth in the U.S., Toyota said Thursday. The company also told dealers of plans to make standards for new insurance programs that it first rolled out earlier this year.

Customers against possible safety concerns associated with the pipeline, said Richard Kaprielian, a pipeline safety consultant. "But you don't want to find out you have a pipeline problem that can result in an explosion failure."

Once the cause of the failure is determined, it's essential to know how many other segments of the pipeline are similarly vulnerable. Kaprielian said. That point was reiterated by Bob Buck, a spokesman for the U.S. Dept. of Energy. He said the U.S. Dept. of Energy is looking for ways to use its regulatory authority to make sure that pipelines are safe.

The best advice in such situations is to "be on the alert," he said. "You can't be too careful."

It's a tough spot for the commission to be in, having to weigh the needs of gas

customers against possible safety concerns associated with the pipeline, said Richard Kaprielian, a pipeline safety consultant. "But you don't want to find out you have a pipeline problem that can result in an explosion failure."

Once the cause of the failure is determined, it's essential to know how many other segments of the pipeline are similarly vulnerable. Kaprielian said. That point was reiterated by Bob Buck, a spokesman for the U.S. Dept. of Energy. He said the U.S. Dept. of Energy is looking for ways to use its regulatory authority to make sure that pipelines are safe.

The best advice in such situations is to "be on the alert," he said. "You can't be too careful."

It's a tough spot for the commission to be in, having to weigh the needs of gas

San Jose Mercury News

Saturday, October 09, 2010

San Jose Water Company

Advertiser:

3703801V01

Ad Number:

N/A

Agency:

N/A

Insertion Number:

Section-Page-Size(s): C-3-All

Size: 3 Col x 10.5 In

Color Type:

Description:

N/A

## Pipeline

Continued from Page 1

Since the three major natural gas pipelines that supply the Peninsula — the PG&E 101 and 102 — all are linked to the same terminal in Alameda, lowering the pressure in 101 also resulted in lowering the safety operating parameters of the two other lines, said PG&E spokesman Kathleen Roman.

The commission plans to ask an expert panel if it is fitting to look into the San Bruno accident to see whether it is to do about the pipeline's pressure. An agenda item for the PUC's meeting Thursday notes that "it is necessary for the panel to review the safety of increasing the pressure of pipeline 102 to full capacity by Thanksgiving with winter approaching."

In an e-mail, PUC spokesman Terrie Prosser emphasized that the commission wouldn't make a decision about the pressure until more

is understood about what caused the pipe segment to rupture, which is the subject of an investigation by the National Transportation Safety Board.

"We don't expect to act on the pressure issue until we know why the pipeline failed in the first place," Prosser said. "The NTSB is doing testing, and one of our inspectors is in D.C. for the testing."

Although the federal investigation agency is likely to take months to complete its probe of the leak, it is expected to issue a preliminary report as early as next month. Unless that report provides detailed information about the cause of the explosion, several pipeline experts contacted by the Mercury News advised the PUC to be careful about looking the pressure in line 102 which runs roughly 50 miles from Milpitas to San Francisco.

"It's a tough spot for the commission to be in, having to weigh the needs of gas

customers against possible safety concerns associated with the pipeline, said Richard Kaprielian, a pipeline safety consultant. "But you don't want to find out you have a pipeline problem that can result in an explosion failure."

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The best advice in such situations is to "be on the alert," he said. "You can't be too careful."

It's a tough spot for the commission to be in, having to weigh the needs of gas

customers against possible safety concerns associated with the pipeline, said Richard Kaprielian, a pipeline safety consultant. "But you don't want to find out you have a pipeline problem that can result in an explosion failure."

San Jose Water Company  
10 West Taylor Street • San Jose, CA 95110  
408.275.7000 • www.sjwater.com

## **EXHIBIT B**

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of SAN JOSE  
WATER COMPANY (U 168 W) for Commission  
Approval of Cost Recovery for Upgrading the  
Montevina Water Treatment Plant

Application No. 10-09-019

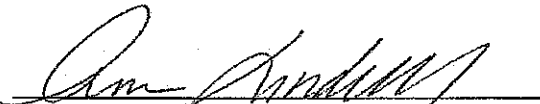
Filed September 30, 2010

AFFIDAVIT OF GIVING NOTICE BY MAILING

STATE OF CALIFORNIA     )  
  ) ss.  
County of Santa Clara     )

ANN LINDAHL, being first duly sworn, deposes and says:

That she is over eighteen years of age and that she is and at all times herein mentioned  
has been an employee of San Jose Water Company, a California corporation; that San Jose Water  
Company has filed an application with the Public Utilities Commission of the State of California in the  
above entitled matter, that affiant caused to be mailed to each of the State, County, City or other  
appropriate agencies as detail in Attachment A, a "Notification of Application by San Jose Water  
Company for a Rate Increase and Request for Public Comments in Application No. 10-09-019" by  
including such notice in a mailing on October 5, 2010. A copy of the notice is attached hereto.

  
ANN LINDAHL  
Regulatory Affairs Supervisor

Subscribed and sworn to before me  
this 5 day of October, 2010

By Dianna Denise  
notary public  
NOTARY PUBLIC

in and for the County of Santa Clara, State of California.

# PUBLIC NOTICE

## NOTIFICATION OF APPLICATION BY SAN JOSE WATER COMPANY FOR A RATE INCREASE AND REQUEST FOR PUBLIC COMMENTS IN APPLICATION NO. 10-09-019

The California Public Utilities Commission (CPUC) is seeking public comments on Application 10-09-019 filed by the San Jose Water Company (SJWC). As noted below, the application is requesting to increase rates for water service to fund improvements to SJWC's Montevina Water Treatment Plant in 2011, 2012, 2013, 2014 and 2015. As part of its decision-making process, the CPUC is interested in hearing from SJWC's customers by sending your comments on any portion of the company's operation including proposed rates, service quality or any other issues that may be of concern to you.

The purpose of this notice is to inform SJWC's customers of the filing of the Application and to give instructions on how to provide input in the review process.

### The Application

In compliance with Commission Decision 09-11-032, SJWC is requesting the CPUC's approval of upgrades to SJWC's 40-year old Montevina Water Treatment Plant (MWTP). MWTP treats surface water from the local watershed by direct media filtration and chlorine disinfection. Over the past 40 years, State and Federal drinking water regulations have changed significantly in areas that MWTP was not designed to address. MWTP has aging infrastructure and many of its components are out-dated and at the end of their useful lives, and the concrete structures do not meet current structural and seismic requirements. The total project cost is \$73.7 million over 5 years, with the project commencing in 2011.

To fund the MWTP upgrades, SJWC's Application is requesting revenue increases of \$489,848 or 0.22% in 2011, \$1,861,422 or 0.85% in 2012, and \$7,700,411 or 3.50% in 2013, \$3,546,500 or 1.61% in 2014 and \$842,539 or 0.38% in 2015.

The following tables summarize SJWC's forecasted rate changes associated with the proposed project by meter size:

Schedule 1 – General Metered Service and  
Schedule 1C - Mountain District

Meter Size	Monthly Service Charge Current Rates	Rates Proposed in SJWC's Application				
		2011 Rates	2012 Rates	2013 Rates	2014 Rates	2015 Rates
5/8 x 3/4-inch	\$16.31	\$16.38	\$16.65	\$17.78	\$18.30	\$18.42
3/4-inch	\$16.31	\$16.38	\$16.65	\$17.78	\$18.30	\$18.42

1-inch	\$27.18	\$27.30	\$27.76	\$29.64	\$30.51	\$30.72
1 1/2-inch	\$54.37	\$54.61	\$55.52	\$59.29	\$61.02	\$61.43
2-inch	\$86.99	\$87.37	\$88.83	\$94.86	\$97.64	\$98.30
3-inch	\$163.11	\$163.83	\$166.56	\$177.86	\$183.06	\$184.30
4-inch	\$271.84	\$273.04	\$277.59	\$296.42	\$305.09	\$307.15
6-inch	\$543.69	\$546.09	\$555.20	\$596.87	\$610.22	\$614.34
8-inch	\$869.90	\$873.73	\$888.30	\$948.57	\$976.33	\$982.92
10-inch	\$1,250.48	\$1,255.99	\$1,276.93	\$1,363.57	\$1,403.47	\$1,412.95

**Quantity Charges (Per Ccf) Ccf)**  
**Schedule 1- General Metered**  
**Service**

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

0 to 13 Ccf	\$2.440	\$2.444	\$2.459	\$2.520	\$2.549	\$2.555
Over 13 Ccf	\$2.684	\$2.688	\$2.704	\$2.772	\$2.803	\$2.810

Residential Customers with 1 1/2-inch  
or 2-inch meter:

0 to 26 Ccf	\$2.440	\$2.444	\$2.459	\$2.520	\$2.549	\$2.555
Over 26 Ccf	\$2.684	\$2.688	\$2.704	\$2.772	\$2.803	\$2.810

All Other Customers:

All Usage	\$2.5223	\$2.5263	\$2.5416	\$2.6049	\$2.6341	\$2.6410
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**Quantity Charges (Per Ccf)**  
**Schedule 1C- General Metered**  
**Service**

0 to 13 Ccf	\$2.440	\$2.444	\$2.459	\$2.520	\$2.549	\$2.555
14 Ccf to 20 Ccf	\$2.684	\$2.688	\$2.704	\$2.772	\$2.803	\$2.810
Over 20 Ccf	\$7.000	\$7.000	\$7.000	\$7.000	\$7.000	\$7.000

Elevation Charge Per Ccf	\$0.7632	Unchanged	Unchanged	Unchanged	Unchanged	Unchanged
-----------------------------	----------	-----------	-----------	-----------	-----------	-----------

For the typical customer with a 3/4-inch meter using 15 ccf (one ccf = 748 gallons) of water per month, the monthly water bill will increase by \$0.13 or 0.24% from \$54.14 at present rates to \$54.27 in 2011, by \$0.50 or 0.92% to \$54.77 in 2012, by \$2.08 or 3.8% to \$56.85 in 2013, by \$0.96 or 1.69% to \$57.81 in 2014, and by \$0.23 or 0.4% to \$58.04 in 2015. These bill amounts include 1.5% charge to fund the CPUC. The rates shown on your water bill may vary slightly from the existing rates shown above due to temporary surcredits or surcharges in effect from time to time.

A copy of SJWC's Application and further information may be obtained from the company's customer service office located at:



San Jose Water Company  
110 West Taylor Street  
San Jose, CA 95110  
Telephone: 408.279.7900  
[www.sjwater.com](http://www.sjwater.com)

### **THE CPUC PROCESS**

Evidentiary hearings may be held whereby formal parties of record will present their testimony and will be subject to cross-examination before the assigned Administrative Law Judge (ALJ). These evidentiary hearings are open to the public, but only formal parties to the proceeding may present evidence or cross-examine witnesses. If you wish to become a party and participate in the evidentiary hearings, please contact the CPUC's Public Advisor at the address shown below. Parties at these hearings may offer proposals to the Commission that differ from those requested by SJWC. After considering all proposals, testimony and evidence presented during the formal hearing process, the assigned ALJ will issue a proposed draft decision. When the CPUC issues a final decision on Application 10-09-019, it may adopt, amend or modify all or part of the ALJ's proposed decision as written. The CPUC's final decision may be different from SJWC's proposal.

### **PROTESTING THE APPLICATION**

Protests to this application should be mailed to the CPUC's Public Advisor's Office. For assistance in filing a protest or otherwise participating in the proceeding, please contact the Public Advisor's Office at:

California Public Utilities Commission  
Public Advisor's Office  
505 Van Ness Avenue  
San Francisco, CA 94102,  
E-mail: [public.advisor@cpuc.ca.gov](mailto:public.advisor@cpuc.ca.gov)

You may also call 866.849.8390 (toll free) or 415.703.2074. Please mention that you are writing about Application 10-09-019, and include your SJWC account number.

### **PUBLIC COMMENT**

Written public comment may be sent to the Public Advisor's Office at the address shown above. These comments will become part of the formal correspondence file of the proceeding and will be circulated for review to the assigned ALJ, the assigned Commissioner and the appropriate CPUC staff. Comments will be collected on an ongoing basis until such time that the evidentiary hearings commence. Please send comments to the CPUC's Public Advisor's Office listed above. . Please refer to San Jose Water Company's Application No. 10-09-019 in all of your communications.

**SAN JOSE WATER COMPANY  
(U-168-W)**

**ATTACHMENT A**

**MAILING LIST**

Mr. Danilo Sanchez, Prog. Manager  
Division of Ratepayer Advocates  
Calif. Public Utilities Commission  
505 Van Ness Avenue  
San Francisco, CA 94102

City of Cupertino  
Office of the City Attorney  
10300 Torre Avenue  
Cupertino, CA 95014

City of Santa Clara  
Office of the City Clerk  
1500 Warburton Avenue  
Santa Clara, CA 95050

City of Saratoga  
Office of the City Attorney  
13777 Fruitvale Avenue  
Saratoga, CA 95070

City of Monte Sereno  
Office of the City Clerk  
18041 Saratoga-Los Gatos Road  
Monte Sereno, CA 95030

County of Santa Clara  
Office of the County Counsel  
70 W. Hedding Street 9th Floor  
San Jose, CA 95110

State of California  
Department of General Services  
100 Paseo de San Antonio Room 20  
San Jose, CA 95113

Department of Water Resources  
Safe Drinking Water Office,  
Room 804  
1416 9<sup>TH</sup> Street  
Sacramento, CA 95814

City of San Jose  
Office of the City Attorney  
200 East Santa Clara Street  
San Jose, CA 95113

City of Cupertino  
Office of the City Clerk  
10300 Torre Avenue  
Cupertino, CA 95014

Town of Los Gatos  
Office of the Town Attorney  
110 E. Main Street  
Los Gatos, CA 95030

City of Saratoga  
Office of the City Clerk  
13777 Fruitvale Avenue  
Saratoga, CA 95070

City of Campbell  
Office of the City Attorney  
70 N. First Street  
Campbell, CA 95008

County of Santa Clara  
Office of the County Clerk  
191 N. First Street  
San Jose, CA 95113

City of Milpitas  
Attn: Utilities Engineering  
455 E. Calaveras Boulevard  
Milpitas, CA 95035

City of San Jose  
Office of the City Clerk  
200 East Santa Clara Street  
San Jose, CA 95113

City of Santa Clara  
Office of the City Attorney  
1500 Warburton Avenue  
Santa Clara, CA 95050

Town of Los Gatos  
Office of the Town Clerk  
110 E. Main Street  
Los Gatos, CA 95030

City of Monte Sereno  
Office of the City Attorney  
18041 Saratoga-Los Gatos Road  
Monte Sereno, CA 95030

City of Campbell  
Office of the City Clerk  
70 N. First Street  
Campbell, CA 95008

State of California  
Office of the Attorney General  
1515 K Street  
Sacramento, CA 95814

Santa Clara Valley Water District  
5750 Almaden Expressway  
San Jose, CA 95118

City of San Jose  
Attn: Municipal Water Department  
3025 Tuers Road  
San Jose, CA 95120

ALL PURPOSE ACKNOWLEDGMENT

State of California )  
County of Santa Clara )

On October 5, 2010, before me, Dianna Devine, a Notary Public, personally appeared Ann Lindahl who proved to me on the basis of satisfactory evidence to be the persons whose name is subscribed to the within instrument and acknowledged to me that he executed the same in his authorized capacity, and that by his signature on the instrument the person, or the entity upon behalf of which the person acted, executed the instrument.

I certify under PENALTY OF PERJURY under the laws of the State of California that the foregoing paragraph is true and correct.

WITNESS my hand and official seal.

Signature Dianna Devine (Seal)



## CERTIFICATE OF SERVICE

I, Jeannie Wong, hereby certify that on this date I served by electronic mail or by hand delivery, the foregoing **SAN JOSE WATER COMPANY PROOF OF COMPLIANCE WITH RULE 3.2(c)** on the parties in Application 10-09-019, below:

**By electronic mail:**

mmattes@nossaman.com; palle\_jensen@sjwater.com; aly@cpuc.ca.gov; cmw@cpuc.ca.gov

**By hand delivery:**

Hon. Christine M. Walwyn  
Administrative Law Judge  
California Public Utilities Commission  
505 Van Ness Avenue, Room 5021  
San Francisco, CA 94102

Executed this 20th day of October, 2010 in San Francisco, California.

/S/ JEANNIE WONG

Jeannie Wong

**CALIFORNIA PUBLIC UTILITIES COMMISSION**  
**Service Lists**

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**PROCEEDING: A1009019 - IN THE MATTER OF THE**  
**FILER: SAN JOSE WATER COMPANY**  
**LAST CHANGED: OCTOBER 19, 2010**

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**Parties**

---

MARTIN A. MATTES  
NOSSAMAN, LLP  
50 CALIFORNIA STREET, 34TH FLOOR  
SAN FRANCISCO, CA 94111-4799  
FOR: SAN JOSE WATER COMPANY

**Information Only**

---

PALLE JENSEN  
VP - REGULATORY AFFAIRS  
SAN JOSE WATER COMPANY  
110 WEST TAYLOR STREET  
SAN JOSE, CA 95110  
FOR: SAN JOSE WATER COMPANY

**State Service**

---

ALLISON BROWN  
CALIF PUBLIC UTILITIES COMMISSION  
LEGAL DIVISION  
ROOM 4107  
505 VAN NESS AVENUE  
SAN FRANCISCO, CA 94102-3214

CHRISTINE M. WALWYN  
CALIF PUBLIC UTILITIES COMMISSION  
DIVISION OF ADMINISTRATIVE LAW JUDGES  
ROOM 5008  
505 VAN NESS AVENUE  
SAN FRANCISCO, CA 94102-3214

**SAN JOSE WATER COMPANY**

**ADVICE LETTER NO. 535**

**ATTACHMENT C**

**SUMMARY OF MONTEVINA WATER  
TREATMENT PLANT UPGRADES  
WORK PERFORMED 2018**

**ADVICE LETTER 535  
ATTACHMENT C**

<b><u>Project #</u></b>	<b><u>Description</u></b>	
H70238	Montevina Treatment Plant Project 2018	
	Administrative Labor	\$4,568.26
	Engineering Labor	\$100.33
	Production Labor OT	\$691.48
	Taxes & Insurance	\$2,288.75
	Pension - NSC	\$391.29
	Construction Contract	\$2,168,911.86
	Contract Labor	\$217,319.27
	Consulting	\$4,620.25
	Materials	\$494,395.09
	Licenses & Permits	\$10,459.59
	Construction Overhead	\$304,714.60
	Construction Overhead - NSC	\$585.32
	Capitalized Interest	\$100,062.59
	Total	<u>\$3,309,108.68</u>
2013	Advice Letter 457	\$669,458.00
2014	Advice Letter 476	\$1,498,738.00
2015	Advice Letter 483/489	\$9,053,138.00
2016	Advice Letter 506	\$29,147,000.00
2017	Advice Letter 524	<u>\$18,989,946.00</u>
	Previously Approved Advice Letters under D.13-07-028	\$59,358,280.00
	Total Amount Authorized in D.13-07-028	\$62,000,000.00
	Remaining Amount Authorized in D.13-07-028	<b>\$2,641,720.00 *</b>

**SAN JOSE WATER COMPANY**

**ADVICE LETTER NO. 535**

**ATTACHMENT D**

**CAPITALIZED INTEREST CALCULATION**



**ADVICE LETTER 535  
ATTACHMENT D**

**H70238- MWTP Facility Plan Improvements**

					<b>6.190%</b>			
<b>Charges</b>	<b>Month Number</b>	<b>Capitalized Interest Calculated in Powerplant</b>	<b>Basis - Cummulative</b>	<b>Total Charges</b>	<b>Rate per d table</b>	<b>Cal w/ int rate</b>	<b>Int. only Variance</b>	
876,801.20	201801 Total	2,261.41	876,801.20	879,062.61	0.00515833	\$ 2,261.42	\$	(0.01)
-324,169.72	201802 Total	3,686.74	552,631.48	558,579.63	0.00515833	\$ 3,686.75	\$	(0.01)
476,307.73	201803 Total	4,079.13	1,028,939.21	1,038,966.49	0.00515833	\$ 4,079.13	\$	(0.00)
892,392.37	201804 Total	7,609.24	1,921,331.58	1,938,968.10	0.00515833	\$ 7,609.24	\$	(0.00)
-740,483.14	201805 Total	8,001.03	1,180,848.44	1,206,485.99	0.00515833	\$ 8,001.04	\$	(0.01)
334,473.89	201806 Total	6,953.87	1,515,322.33	1,547,913.75	0.00515833	\$ 6,953.87	\$	(0.00)
139,142.48	201807 Total	8,175.40	1,654,464.81	1,695,231.63	0.00515833	\$ 8,175.41	\$	(0.01)
519,601.45	201808 Total	9,874.41	2,174,066.26	2,224,707.49	0.00515833	\$ 9,874.42	\$	(0.01)
498,999.69	201809 Total	12,501.55	2,673,065.95	2,736,208.73	0.00515833	\$ 12,501.56	\$	(0.01)
130,894.55	201810 Total	14,126.15	2,803,960.50	2,881,229.43	0.00515833	\$ 14,126.16	\$	(0.01)
148,788.57	201811 Total	14,847.50	2,952,749.07	3,044,865.50	0.00515833	\$ 14,847.51	\$	(0.01)
256,297.02	201812 Total	7,946.16	3,209,046.09	3,309,108.68	0.00515833	\$ 7,946.15	\$	0.01
3,209,046.09			100,062.59			100,062.67		-0.08
			<b>3,309,108.68</b>			100,062.59		

**SAN JOSE WATER COMPANY**

**ADVICE LETTER NO. 535**

**ATTACHMENT E**

**SAN JOSE WATER COMPANY'S  
SCHEDULE NO. 1, 1B, 1C, 4, RW AND RCW**

## PUBLIC UTILITIES COMMISSION

505 VAN NESS AVENUE

SAN FRANCISCO, CA 94102-3298



December 28, 2018

John Tang  
Vice President Regulatory Affairs  
San Jose Water Company  
110 West Taylor Street  
San Jose, CA 95110-2131

Dear Mr. Tang,

The Commission has approved San Jose Water Company's Advice Letter No. 528-A (Supplement to Advice Letter No. 528), filed on December 21, 2018, regarding implementing authorized rates and conditions as established in D.18-11-025.

Enclosed are copies of the following revised tariff sheets for the utility's files:

<b>P.U.C. Sheet No.</b>	<b>Title of Sheet</b>
1947-W	Schedule No. 1 - General Metered Service
1948-W	Schedule No. 1 - General Metered Service (Continued)
1949-W	Schedule No. 1B - General Metered Service with Automatic Fire Sprinkler System
1950-W	Schedule No. 1B - General Metered Service with Automatic Fire Sprinkler System
1951-W	Schedule No. 1C - General Metered Service, Mountain District
1952-W	Schedule No. 1C - General Metered Service, Mountain District (Continued)
1953-W	Schedule No. 1C - General Metered Service, Mountain District (Continued)
1954-W	Schedule No. 4 - Private Water Service
1955-W	Schedule No. RW -Raw Water Metered Service
1956-W	Schedule No. RW -Raw Water Metered Service (Continued)
1957-W	Schedule No. RCW -Recycled Water Metered Service
1958-W	Schedule No. RCW -Recycled Water Metered Service (Continued)
1959-W	Table of Contents
Delete	1931-W

Please contact Tayeb Mogri at 415-703-2146, if you have any questions.

Thank you,

/s/ROBIN BRYANT

Robin Bryant  
Water & Sewer Advisory Branch  
Water Division

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.	\$3.1951	(R)
For Total Monthly Usage from 4 to 18 Ccf.	\$4.7975	(I)
For Total Monthly Usage over 18 Ccf.	\$6.3951	(I)

All Other Customers

For all water delivered, per 100 cu. ft.	\$4.7975	(I)
--	----------	-----

**Service Charges:**

Per Meter Per Month

**All Customers:**

For 5/8 x 3/4-inch meter .....	\$ 39.50	(I)
For 3/4-inch meter .....	\$ 39.50	I
For 1-inch meter .....	\$ 65.83	I
For 1-1/2-inch meter .....	\$ 131.67	I
For 2-inch meter .....	\$ 210.67	I
For 3-inch meter .....	\$ 395.00	I
For 4-inch meter .....	\$ 658.33	I
For 6-inch meter .....	\$ 1316.67	I
For 8-inch meter .....	\$ 2106.67	I
For 10-inch meter .....	\$ 3028.33	(I)

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. 528A

JOHN TANG

Date Filed 12/21/2018

Vice President,

Effective 01/01/2019

Dec. No. D.18-11-025

Regulatory Affairs

Resolution No. \_\_\_\_\_

TITLE

Schedule No. 1

GENERAL METERED SERVICE

(Continued)

(D)

6. To amortize the under-collection in Balancing Accounts, a surcharge of \$0.2961 per 100 cu.ft is to be added to the Quantity rate shown for a 12 month period or until collected beginning with the effective date of Advice Letter 528. (N)  
I  
(N)
7. To amortize the under-collection of the Memorandum Accounts, a surcharge of \$0.2933 per 100 cu.ft is to be added to the Quantity rate shown for a 12 month period or until collected beginning with the effective date of Advice Letter 528. (N)  
I  
(N)

(To be inserted by utility)

Issued by

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

Advice No. 528A

JOHN TANG

Date Filed 12/21/2018

Vice President,

Effective 01/01/2019

Dec. No. D.18-11-025

Regulatory Affairs

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.	\$3.1951	(R)
For Total Monthly Usage from 4 to 18 Ccf.	\$4.7945	(I)
For Total Monthly Usage over 18 Ccf.	\$6.3951	(I)

All Other Customers

For all water delivered, per 100 cu. ft.	\$4.7975	(I)
--	----------	-----

**Service Charges:**

Per Meter Per Month

**All Customers:**

For 5/8 x 3/4-inch meter .....	\$ 39.50	(I)
For 3/4-inch meter .....	\$ 39.50	I
For 1-inch meter .....	\$ 65.83	I
For 1-1/2-inch meter .....	\$ 131.67	I
For 2-inch meter .....	\$ 210.67	I
For 3-inch meter .....	\$ 395.00	(I)

Upsize Charges:

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

(Continued)

(To be inserted by utility)

Issued by

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

Advice No. 528A

JOHN TANG

Date Filed 12/21/2018

Vice President,

Effective 01/01/2019

Dec. No. D.18-11-025

Regulatory Affairs

Resolution No.

TITLE

Schedule No. 1B

GENERAL METERED SERVICE WITH  
AUTOMATIC FIRE SPRINKLER SYSTEM  
(Continued)

- |   |     |
|---|-----|
|   | (D) |
| 7. To amortize the under-collection in Balancing Accounts, a surcharge of \$0.2961 per 100 cu.ft      | (N) |
| is to be added to the Quantity rate shown for a 12 month period or until collected beginning with     | I   |
| the effective date of Advice Letter 528.  | (N) |
| 8. To amortize the under-collection of the Memorandum Accounts, a surcharge of \$0.2933 per 100 cu.ft | (N) |
| is to be added to the Quantity rate shown for a 12 month period or until collected beginning with     | I   |
| the effective date of Advice Letter 528.  | (N) |

(To be inserted by utility)

Issued by

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

Advice No. 528A

JOHN TANG

Date Filed 12/21/2018

Vice President,

Effective 01/01/2019

Dec. No. D.18-11-025

Regulatory Affairs

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.	\$3.1951	(R)
For Total Monthly Usage from 4 to 18 Ccf.	\$4.7975	(I)
For Total Monthly Usage over 18 Ccf.	\$6.3951	(I,T)
		(D)

**All Other Customers**(subject to Special Condition 5)

For all water delivered, per 100 cu.ft.	\$4.7975	(I,T)
		(D)

**Service Charges:**

Per Meter Per Month

For 3/4-inch meter .....	\$ 39.50	(I)
For 1-inch meter .....	\$ 65.83	I
For 1-1/2-inch meter .....	\$ 131.67	I
For 2-inch meter .....	\$ 210.67	I
For 3-inch meter .....	\$ 395.00	I
For 4-inch meter .....	\$ 658.33	I
For 6-inch meter .....	\$ 1316.67	I
For 8-inch meter .....	\$ 2106.67	I
For 10-inch meter .....	\$3028.33	(I)

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 \$2.0033 per 100 cubic feet on each water bill for the quantities of water used during the period covered by that bill.
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. 528A

JOHN TANG

Date Filed 12/21/2018

Vice President,

Effective 01/01/2019

Dec. No. D.18-11-025

Regulatory Affairs

Resolution No. \_\_\_\_\_

TITLE



Schedule No. 1C

GENERAL METERED SERVICE  
Mountain District  
(Continued)

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. It is the Company's intent to provide service to all its customers to the full extent of its capacity to serve, except that in the event that there is a substantial risk to the Company's ability to maintain service to customers in the Mountain District, the Company, at its sole discretion, may temporarily interrupt or reduce service to such customers.

Such interruption or reduction of service may occur when (1) customer consumption, or (2) significant electrical, mechanical or supply issues challenge the Company's ability to meet demand for service. Should service be interrupted, the Company shall give timely priority to remedies that are within its control to alleviate the need for the interruption of service.

The Company will inform customers of planned improvements to its facilities serving the Mountain District through its annual system status report to Redwood Estates Services Association.

When service is interrupted, the Company agrees to promptly notify the interrupted customer's designated representative (one per mutual water company). Such notification shall be provided by telephone or by a reasonable alternative method specified by the customer and acceptable to the Company. It is the customer's responsibility to provide the Company, in writing, the name and contact information for its designated representative, to update that information, in writing when appropriate, and to ensure that any designated representative shall maintain an active answering system and e-mail address capable of receiving and recording service interruption information.

5. Each of the Mutual Water Companies served by San Jose Water Company in the Mountain District shall be charged one Service Charge, based on the Mutual's meter size. San Jose Water Company shall provide each of the Mutual Water Companies one single quantity rate usage allocation per customer individually served by the Mutual Water Company, as described under Quantity Rates per Ccf. above. Thus, each Mutual Water Company will be charged at the Single Quantity rate for usage times the number of customers the Mutual Water Company individually serves.

(D,T)  
(D,T)

6. 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:

(Continued)

(To be inserted by utility)

Issued by

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

Advice No. 528A

JOHN TANG

Date Filed 12/21/2018

Vice President,

Effective 01/01/2019

Dec. No. D.18-11-025

Regulatory Affairs

Resolution No. \_\_\_\_\_

TITLE

(D)

- | (To be inserted by utility) | Issued by                 | (To be inserted by Cal. P.U.C.) |
|-----------------------------|---------------------------|---------------------------------|
| Advice No. <u>528A</u>      | <u>JOHN TANG</u>          | Date Filed <u>12/21/2018</u>    |
|                             | Vice President,           | Effective <u>01/01/2019</u>     |
| Dec. No. <u>D.18-11-025</u> | <u>Regulatory Affairs</u> | Resolution No. _____            |
|                             | TITLE                     |                                 |

Schedule No. 4

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

Per Service Connection  
Per Month

For each 2-inch service .....	\$40.00	(l)
For each 3-inch service .....	50.00	
For each 4-inch service .....	70.00	
For each 6-inch service .....	110.00	
For each 8-inch service .....	140.00	
For each 10-inch service .....	180.00	
For each 12-inch service .....	220.00	(l)

SPECIAL CONDITIONS

1. The fire protection service connection shall be installed by the utility and 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 No. 528A

JOHN TANG

Date Filed 12/21/2018

Vice President,

Effective 01/01/2019

Dec. No. D.18-11-025

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.	.....	\$4.5679	(l)

Service Charges:		Per Meter Per Month	
For 5/8 x 3/4-inch meter	.....	\$ 39.50	(l)
For 3/4-inch meter	.....	\$ 39.50	l
For 1-inch meter	.....	\$ 65.83	l
For 1-1/2-inch meter	.....	\$ 131.67	l
For 2-inch meter	.....	\$ 210.67	l
For 3-inch meter	.....	\$ 395.00	l
For 4-inch meter	.....	\$ 658.33	l
For 6-inch meter	.....	\$ 1316.67	l
For 8-inch meter	.....	\$ 2106.67	l
For 10-inch meter	.....	\$ 3028.33	(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.

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)

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Resolution No. \_\_\_\_\_

TITLE

Schedule No. RW

RAW WATER METERED SERVICE  
(Continued)

- |   |     |
|---|-----|
| 7. To amortize the under-collection in Balancing Accounts, a surcharge of \$0.2961 per 100 cu.ft      | (D) |
| is to be added to the Quantity rate shown for a 12 month period or until collected beginning with     | (N) |
| the effective date of Advice Letter 528.  | I   |
|   | (N) |
| 8. To amortize the under-collection of the Memorandum Accounts, a surcharge of \$0.2933 per 100 cu.ft | (N) |
| is to be added to the Quantity rate shown for a 12 month period or until collected beginning with     | I   |
| the effective date of Advice Letter 528.  | (N) |

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Resolution No. \_\_\_\_\_

TITLE

Schedule No. RCW

RECYCLED 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.

RATES

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

1. For the purposes 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. The service charge for well users will be in accordance with the following schedule:

<u>Meter Size</u>	<u>Per Meter Per Month</u>	
2-inch	\$32.59	(l)
3-inch	\$43.46	l
4-inch	\$48.88	l
6-inch	\$81.50	l
8-inch	\$97.78	l
10-inch	\$152.10	(l)

The monthly service charge will change 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.

(Continued)

(To be inserted by utility)

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Regulatory Affairs

Resolution No. \_\_\_\_\_

TITLE

Schedule No. RCW

RECYCLED WATER METERED SERVICE  
(Continued)

2. The City of San Jose is responsible for the 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 Water Company's Rule 1.
4. The utility will supply at the point of connection only such recycled water at such pressures 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 defend 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 tariffs, except for those specifically 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. To amortize the under-collection in Balancing Accounts, a surcharge of \$0.2961 per 100 cu.ft is to be added to the Quantity rate shown for a 12 month period or until collected beginning with the effective date of Advice Letter 528. (D)  
(N)  
I  
(N)
9. To amortize the under-collection of the Memorandum Accounts, a surcharge of \$0.2933 per 100 cu.ft is to be added to the Quantity rate shown for a 12 month period or until collected beginning with the effective date of Advice Letter 528. (N)  
I  
(N)

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Regulatory Affairs

Resolution No. \_\_\_\_\_

TITLE

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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:

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Service Area Map Locator, Index	1589-W	
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Rate Schedules:		
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Schedule No. 1B, General Metered Service With Automatic Fire Sprinkler System	1949-W, 1741-W, 1882-W and 1950-W	(C)
Schedule No. 1C, General Metered Service Mountain District	1951-W, 1952-W, 1884-W and 1953-W	(C)(D)
Schedule No. 4, Private Fire Service	1954-W and 1621-W	(C)
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Schedule No. RCW, Recycled Water Metered Service	1957-W and 1958-W	(C)
Schedule No. UF, Surcharge to Fund Public Utilities Commission, Reimbursement Fee	1871-W	
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No. 6 - Establishment and Re-establishment of Credit	354-W	
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No. 8 - Notices	1054-W and 825-W	
No. 9 - Rendering and Payment of Bills	996-W, 997-W and 1146-W	

(Continued)

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Vice President,  
Regulatory Affairs

Effective 01/01/2019

Resolution No. \_\_\_\_\_

TITLE



**SAN JOSE WATER COMPANY**

**ADVICE LETTER NO. 535**

**ATTACHMENT F**

**REVENUE REQUIREMENT CALCULATION**

**ADVICE LETTER 535  
ATTACHMENT F Part I**

<b>Total Allowable Plant Additions</b>		A	<b>\$2,641,720</b>
<b>Adjustment in Earnings for Rate of Return</b>	7.64% Per D. 18-03-035	A x 7.64% = B	\$201,827
<b>Adjustment in Depreciation Expense</b>	3.5000% Per D. 18-11-025	A x 3.50% = C	\$92,460
<b>Adjustment in Property Tax</b>	1.2200% Per D. 18-11-025	A x 1.22% = D	\$32,229
<b>Total Increase in Costs before Revenue Based Adjustments</b>		B + C + D = E	<hr/> \$326,517
<b>Adjustment for Franchise Taxes</b>	0.2508% Per D. 18-11-025	(See Attach B Rev Calc) F	\$1,643
<b>Adjustment for Uncollectables</b>	0.1324% Per D. 18-11-025	(See Attach B Rev Calc) G	\$867
<b>Adjustment for State Income Tax</b>	8.84% Per D. 18-11-025	(See Attach B Income Tax) H	\$90,991
<b>Adjustment for Fed Income Tax</b>	21.00% Per D. 18-11-025	(See Attach B Income Tax) I	\$235,064
		E + F + G + H + I = J	\$655,082

**ADVICE LETTER 535  
ATTACHMENT F Part II**

	2019 D.18-11-025 Authorized AL 528A	2019 Montevina 2018 Additions AL 535	2019 Authorized
	376,179.6	655.1	376,834.7
	882.0	0.0	882.0
PURCHASED WATER	98,376.0	0.0	98,376.0
PURCHASED WATER RECYCLED	3,810.6	0.0	3,810.6
PUMP TAX	49,659.0	0.0	49,659.0
PURCHASED POWER	8,789.5	0.0	8,789.5
OTHER OPERATION AND MAINTENANCE	726.3	0.0	726.3
CHEMICALS	568.0	0.0	568.0
UNCOLLECTIBLES	499.0	0.9	499.9
O&M PAYROLL	21,198.0	0.0	21,198.0
TRANSPORTATION	4,251.0	0.0	4,251.0
PURCHASED SERVICES	10,971.6	0.0	10,971.6
CONSERVATION	1,412.0	0.0	1,412.0
OTHER ADMIN AND GEN. EXP.	6,191.4	0.0	6,191.4
A&G PAYROLL	12,290.0	0.0	12,290.0
PENSION	7,578.3	0.0	7,578.3
BENEFITS	3,599.1	0.0	3,599.1
HEALTH CARE & DENTAL	5,889.1	0.0	5,889.1
RENTS	486.3	0.0	486.3
PROPERTY INSURANCE	199.8	0.0	199.8
LIABILITY INSURANCE	2,031.5	0.0	2,031.5
A&G PURCHASED SERVICES	3,303.2	0.0	3,303.2
A&G TRANSFERRED SERVICES	-8,383.3	0.0	-8,383.3
TOTAL O. & M., A. & G., & MISC. EXP.	233,446.4	0.9	233,447.2
	200261.0	33185.3	200261.9
AD VALOREM TAXES	9,809.4	32.2	9,841.6
LOCAL FRANCHISE TAXES & BUS. LICENSE	1,113.5	1.6	1,115.1
PAYROLL TAXES	3,182.9	0.0	3,182.9
TOTAL GENERAL TAXES	14,105.8	33.9	14,139.7
Depreciation	52,963.0	92.5	53,055.5
SUB -- TOTAL -- OPERATING EXPENSES	300,515.2	127.2	300,642.4
STATE INCOME TAX	4,008.3	91.0	4,099.3
FEDERAL INCOME TAX	7,333.6	216.2	7,549.8
	311,857.1	434.4	312,291.5
NET INCOME	65,204.5	220.7	65,425.2
AUTHORIZED RATE BASE	853,411.5	2,641.7	856,053.2
CALCULATED RETURN ON RATEBASE	7.64%		7.64%
AUTHORIZED RETURN ON RATEBASE	7.64%		7.64%

Depreciation for 2012 has been calculated adding the change in Authorized Depreciation from 2010 to 2011 to the 2011 YE Depreciation as per D.04-06-018

**ADVICE LETTER 535  
ATTACHMENT F Part III**

**SAN JOSE WATER COMPANY  
(U-168-W)**

**COMPUTATION OF TAXES BASED ON INCOME**

**(Thousands of Dollars)**

	<b>ADV 535</b>		
	<b><u>2018</u></b>	<b><u>2019</u></b>	<b><u>2019</u></b>
<b>Revenue:</b>			
Operating Revenue	\$358,615.1	\$376,179.6	\$376,834.7
Deferred Revenue	\$745.5	\$881.7	\$881.7
<b>Deductions:</b>			
Operating & Maintenance Expenses			
Excluding Depreciation & Taxes	\$236,397.2	\$248,051.2	\$247,586.9
Transportation Depreciation	(\$1,580.4)	(\$2,062.0)	(\$2,062.0)
Interest Expense	\$23,494.0	\$24,705.0	\$24,705.0
Section 162(m) limitation	(\$96.0)	(\$458.0)	(\$458.0)
Other Permanent Differences	\$0.0	\$0.0	\$0.0
Less 50% Meals Disallowed	(\$115.8)	(\$115.8)	(\$115.8)
<b>Total Deductions</b>	<b>\$258,098.9</b>	<b>\$270,120.4</b>	<b>\$269,656.1</b>
<b>State Corporate Franchise Tax:</b>			
Tax Depreciation	(\$46,100.5)	(\$49,701.7)	(\$49,701.7)
State Tax Deduction on Repair	(\$17,658.5)	(\$11,684.6)	(\$11,684.6)
Deferred Revenue (Net of Tax)	\$475.1	\$579.7	\$579.7
State Taxable Income	\$37,232.2	\$45,342.7	\$46,372.0
Tax @ 8.84%	\$3,291.3	\$4,008.3	\$4,099.3
<b>Federal Income Tax:</b>			
Tax Depreciation	(\$52,473.1)	(\$55,962.1)	(\$55,962.1)
State Franchise Tax	(\$4,443.0)	(\$4,360.9)	(\$4,360.9)
Taxable Income Excluding Deferred Revenue	\$43,600.0	\$45,736.3	\$46,855.7
Tax @ 21.00%	\$9,156.0	\$9,604.6	\$9,839.7
Amortization of Unrecoverable Prepaid Tax on CIAC & Advances	\$195.6	\$195.6	\$195.6
Reversal of excess deferred tax	(\$2,266.1)	(\$2,485.5)	(\$2,485.5)
<b>Federal Tax</b>	<b>\$7,085.5</b>	<b>\$7,314.7</b>	<b>\$7,549.8</b>
<b>Total Income Tax</b>	<b>\$10,376.9</b>	<b>\$11,323.0</b>	<b>\$11,649.1</b>

**SAN JOSE WATER COMPANY**

**ADVICE LETTER NO. 535**

**ATTACHMENT G**

**RATE CALCULATION**

ADVICE LETTER 535  
ATTACHMENT G -  
2018 MONTEVINA ADDITIONS  
RATE CALCULATION

Revenue To be Recovered in Meter Charge	40.00%	X	Revenue Increase (\$) \$655,082	\$262,033
Revenue To be Recovered in Quantity Rate	60.00%	X	\$655,082	\$393,049

**QUANTITY RATE CALCULATION**

Rate Schedule	AL 528A 2019 Authorized Revenue (\$)	AL 535 2019 Rate Increase Revenue (\$)	Total Revenue Increase (Att. B) (\$)	Total Revenue Increase (%)	Revenue Increase in Quantity Rate (\$)	2019 Authorized Total Usage* D.18-11-025 (ccf)	Quantity Rate Increase (\$/ccf)	Uniform Quantity Rate 1/1/2019 AL 528A (\$/ccf)	New Quantity Rate (\$/ccf)	Quantity Rate Increase (%)
Total	377,061,600	377,716,686	\$655,086	0.17%	\$393,049	46,760,000 Excludes Recycled Well Users	\$0.0084	4.7975	4.8059	0.18%

**TOTAL POTABLE REVENUE CALCULATION**

	Percentage of Potable Sales to Total Sales (%)	2019 Authorized Potable Usage D.18-11-025 (ccf)	Revenue to be Recovered in Potable Quan.Rate (\$)	Quantity Rate Increase (\$/ccf)	Uniform Quantity Rate 1/1/2019 AL 528A (\$/ccf)	New Potable Quantity Rate (\$/ccf)
						(MG)
Potable Water	98.33%	45,980,000	386,493	0.0084	4.7975	4.8059

**TOTAL RAW REVENUE CALCULATION**

	Percentage of Raw Sales to Total Sales (%)	2019 Authorized Potable Usage D.18-11-025 (ccf)	Revenue to be Recovered in Raw Quan.Rate (\$)	Quantity Rate Increase (\$/ccf)	Raw Quantity Rate 1/1/2019 AL 528A (\$/ccf)	New Raw Quantity Rate (\$/ccf)
						(MG)
Raw Water	0.09%	41,000.00	345	0.0084	4.5679	4.5763

**TOTAL RECYCLED PIPED REVENUE CALCULATION**

	Percentage of Recycled Piped Sales to Total Sales (%)	2019 Authorized Recycled Piped Usage D.18-11-025 (ccf)	Revenue to be Recovered in Recycled Piped Quan.Rate (\$)	Quantity Rate Increase (\$/ccf)	Recycled Piped Quantity Rate 1/1/2019 AL 528A (\$/ccf)	New Recycled Quantity Rate (\$/ccf)
						(MG)
Recycled Piped	1.58%	739,000.00	6,212	0.0084	4.3269	4.3353

Total Quantity Charges for all Schedules	\$393,049
--	-----------

ADVICE LETTER 535  
ATTACHMENT G -  
2018 MONTEVINA ADDITIONS  
RATE CALCULATION

METER CHARGE CALCULATION									
Revenue to be Recovered in Meter Charge				\$262,033					
Schedule No. 1. General Metered Service & 1B General Metered Service with Automatic Fire Sprinkler System:							Authorized AL 528A 1/1/2019		
Meter Size	2016 No. of Customers Authorized	No. of Billings	Meter Ratio (SP U-25)	Meter Ratio Equiv	Meter Charge Increase (\$/Month)	Increase to Total Service Charge	Meter Charge (\$/Month)	New Meter Charge (\$/Month)	Meter Charge Increase (%)
5/8	869	10,428	1.5	15,642	\$0.07	\$730	\$39.50	\$39.57	0.18%
3/4	175,315	2,103,780	1.5	3,155,670	\$0.07	\$147,265	\$39.50	\$39.57	0.18%
1	34,211	410,532	2.5	1,026,330	\$0.11	\$45,159	\$65.83	\$65.94	0.17%
1 1/2	3,973	47,676	5	238,380	\$0.23	\$10,965	\$131.67	\$131.90	0.17%
2	4,908	58,896	8	471,168	\$0.37	\$21,792	\$210.67	\$211.04	0.18%
3	1,429	17,148	15	257,220	\$0.70	\$12,004	\$395.00	\$395.70	0.18%
4	412	4,944	25	123,600	\$1.16	\$5,735	\$658.33	\$659.49	0.18%
6	184	2,208	50	110,400	\$2.32	\$5,123	\$1,316.67	\$1,318.99	0.18%
8	30	360	80	28,800	\$3.72	\$1,339	\$2,106.67	\$2,110.39	0.18%
10	7	84	115	9,660	\$5.34	\$449	\$3,028.33	\$3,033.67	0.18%
	221,338	2,656,056		5,436,870		\$250,561			
Schedule No. RW. Raw Water Service:									
3/4	0	0	1.5	0	\$0.07	\$0	\$39.50	\$39.57	0.18%
1	0	0	2.5	0	\$0.11	\$0	\$65.83	\$65.94	0.17%
1 1/2	1	12	5	60	\$0.23	\$3	\$131.67	\$131.90	0.17%
2	3	36	8	288	\$0.37	\$13	\$210.67	\$211.04	0.18%
3	0	0	15	0	\$0.70	\$0	\$395.00	\$395.70	0.18%
4	0	0	25	0	\$1.16	\$0	\$658.33	\$659.49	0.18%
6	0	0	50	0	\$2.32	\$0	\$1,316.67	\$1,318.99	0.18%
8	0	0	80	0	\$3.72	\$0	\$2,106.67	\$2,110.39	0.18%
10	0	0	115	0	\$5.34	\$0	\$3,028.33	\$3,033.67	0.18%
	4	48		348		\$16			
Schedule No. RCW. Recycled Water Service Piped:									
3/4	0	0	1.5	0	\$0.07	\$0	\$39.50	\$39.57	0.18%
1	2	24	2.5	60	\$0.11	\$3	\$65.83	\$65.94	0.17%
1 1/2	8	96	5	480	\$0.23	\$22	\$131.67	\$131.90	0.17%
2	91	1,092	8	8,736	\$0.37	\$404	\$210.67	\$211.04	0.18%
3	31	372	15	5,580	\$0.70	\$260	\$395.00	\$395.70	0.18%
4	34	408	25	10,200	\$1.16	\$473	\$658.33	\$659.49	0.18%
6	1	12	50	600	\$2.32	\$28	\$1,316.67	\$1,318.99	0.18%
8	1	12	80	960	\$3.72	\$45	\$2,106.67	\$2,110.39	0.18%
10	1	12	115	1,380	\$5.34	\$64	\$3,028.33	\$3,033.67	0.18%
	169	2,028		27,996		\$1,299			
Schedule No. RCW. Recycled Water Service Well Users: (1)									
2	1	12		0.17%	\$0.06	\$1	\$32.59	\$32.65	0.17%
3	1	12		0.17%	\$0.07	\$1	\$43.46	\$43.53	0.17%
4	2	24		0.17%	\$0.08	\$2	\$48.88	\$48.96	0.17%
6	1	12		0.17%	\$0.14	\$2	\$81.50	\$81.64	0.17%
8	2	24		0.17%	\$0.17	\$4	\$97.78	\$97.95	0.17%
10	1	12		0.17%	\$0.26	\$3	\$152.10	\$152.36	0.17%
	14	96				\$13			
Schedule No. 4. Private Fire Service: (1)									
2	44	528		0.17%	\$0.07	\$36	\$40.00	\$40.07	0.17%
3	5	60		0.17%	\$0.09	\$5	\$50.00	\$50.09	0.17%
4	1,094	13,128		0.17%	\$0.12	\$1,562	\$70.00	\$70.12	0.17%
6	1,475	17,700		0.17%	\$0.19	\$3,310	\$110.00	\$110.19	0.17%
8	940	11,280		0.17%	\$0.24	\$2,685	\$140.00	\$140.24	0.17%
10	138	1,656		0.17%	\$0.31	\$507	\$180.00	\$180.31	0.17%
12	14	168		0.17%	\$0.37	\$63	\$220.00	\$220.37	0.17%
	3,710	44,520				\$8,168			
Total Meter Charges for all Schedules						\$260,057			
Calculation of New RW rate									
Potable Rate		\$4.8059 ccf =		\$2,093.45 AF					
Adjustment for Treatment Charge				(\$100.00) AF					
Raw Water		AL 535		\$4.5763 ccf		\$1,993.45 AF			

(1) Sch No. RCW and Sch No. 4 rates are escalated by the total revenue increase percentage consistent with the methodology used in D.16-06-004

**ADVICE LETTER 535  
ATTACHMENT G PART 2  
2019 TIER RATE DESIGN**

SQR (\$/CCF)                      \$4.8059  
New Q Revenue Target                      \$        123,924,937

**Three Tier Rate Design**

<b>Rate Tier Criteria as % of SQR</b>		
	<b>% of SQR</b>	<b>rate</b>
Tier 1	0.6666	\$3.2036
Tier 2	1	\$4.8059
Tier 3	1.3333	\$6.4077

<b>Revenue Neutrality Test</b>	
Target at SQR	\$ 123,924,937.4
Rev neutrality, t	\$ (7,384,124.05)
% tier >SQR	-5.959%

								<b>Portion of total consump tion in tier</b>	<b>Portion of Revenue by Tier</b>
	<b>Rationale</b>	<b>Proposed Tiers(ccf)</b>	<b>Tier rate differential</b>	<b>Existing Rates</b>	<b>Proposed New Rates</b>	<b>Ccf estimate sales in tier</b>	<b>Rev estimate \$ sales in tier</b>		
Tier 1	indoor consumption est	0 to 3 ccfs	66.66%	\$3.19510	\$3.2036	7,728,499	\$ 24,759,119	29.97%	21.25%
Tier 2	up to annual average	4 to 18 ccfs	100.00%	\$4.79450	\$4.8059	14,936,556	\$ 71,783,594	57.93%	61.60%
Tier 3	Above annual average	19 ccfs and above	133.33%	\$6.39510	\$6.4077	3,120,945	\$ 19,998,099	12.10%	17.16%
						25,786,000	\$ 116,540,813		



**SAN JOSE WATER COMPANY**

**ADVICE LETTER NO. 535**

**ATTACHMENT H**

**BILL COMPARISON**

**ADVICE LETTER 535  
ATTACHMENT H  
BILL COMPARISON**

**BILL COMPARISON UNIFORM RATES**

<b>Bill Comparison Uniform Rates 3/4-Inch Meter</b>				
<b>Usage (ccf)</b>	<b>Current Rates AL 528A/531</b>	<b>Proposed Rates AL 535</b>	<b>Increase</b>	<b>Increase</b>
5	\$68.77	\$68.41	-0.52%	(\$0.36)
11	\$101.47	\$101.66	0.19%	\$0.20
15	\$123.27	\$123.51	0.20%	\$0.24
20	\$150.52	\$150.82	0.20%	\$0.30
30	\$205.02	\$205.44	0.20%	\$0.42
50	\$314.02	\$314.67	0.21%	\$0.65
100	\$586.53	\$587.75	0.21%	\$1.22

**BILL COMPARISON RESIDENTIAL TIERED RATES**

<b>Tiered Rate Bill Comparison 3/4-Inch Meter</b>				
<b>Usage (ccf)</b>	<b>Current Rates AL 528A/531</b>	<b>Proposed Rates AL 533</b>	<b>Increase</b>	<b>Increase</b>
5	\$63.91	\$64.03	0.19%	\$0.12
Typical	\$96.61	\$96.80	0.20%	\$0.19
15	\$118.41	\$118.64	0.20%	\$0.24
20	\$148.90	\$149.20	0.20%	\$0.30
30	\$219.60	\$220.03	0.19%	\$0.42
50	\$361.01	\$361.69	0.19%	\$0.68
100	\$714.53	\$715.85	0.18%	\$1.32

**SAN JOSE WATER COMPANY**

**ADVICE LETTER NO. 535**

**ATTACHMENT I**

**SERVICE LIST**

A copy of Advice Letter No. 535 has been sent to the following municipalities, water companies and interested parties:

City of San Jose  
Municipal Water Dept.  
Attn: Jeffrey Provenzano  
3025 Tuers Road  
San Jose, CA 95121

San Jose Mercury News  
Attn: Paul Rogers  
4 N. Second Street, Suite 800  
San Jose, CA 95113

California Water Service Co.  
Attn: Regulatory Affairs  
1720 North First Street  
San Jose, CA 95112

Town of Los Gatos  
Attn: Director of Public Works  
110 E. Main Street  
Los Gatos, CA 95032

City of Cupertino  
10300 Torre Avenue  
Cupertino, CA 95014

City of Monte Sereno  
Attn: Jessica Kahn, City Engineer  
18041 Saratoga-Los Gatos Road  
Monte Sereno, CA 95030

City of Campbell  
70 North First Street  
Campbell, CA 95008

City of Santa Clara  
1500 Warburton Avenue  
Santa Clara, CA 95050

Great Oaks Water Company  
P.O. Box 23490  
San Jose, CA 95153

City of Milpitas  
Attn: Utilities Engineering  
455 East Calaveras Blvd.  
Milpitas, CA 95035

Santa Clara Valley Water District  
5750 Almaden Expressway  
San Jose, CA 95118

City of Saratoga  
Attn: Director of Public Works  
13777 Fruitvale Avenue  
Saratoga, CA 95070

County of Santa Clara  
70 W. Hedding Street  
San Jose, CA 95110

Department of Water Resources  
Safe Drinking Water Office, Room 804  
1416 9<sup>TH</sup> Street  
Sacramento, CA 95814

Mountain Springs Mutual Water Co.  
17956 Greenwood Road  
Los Gatos, CA 95033

SAN JOSE WATER COMPANY (U-168-W)  
Advice Letter No. 535

Attachment I  
Page 2 of 2

Nina Hawk  
Chief Operating Officer  
Water Utility Enterprises  
Santa Clara Valley Water District  
5750 Almaden Expressway  
San Jose, CA 95118

Bob Burke  
Regulatory Liaison For The Six  
Mutual Water Companies  
420 Alberto Way, Unit 49  
Los Gatos, Ca 95032

Gillette Mutual Water Company  
21976 Gillette Drive  
Los Gatos, CA 95033

Stagecoach Mutual Water Co  
21825 Stagecoach Road  
Los Gatos, CA 95033

Redwood Estates Services Association  
PO Box 591  
Redwood Estates, CA 95044-0591

Pat Kearns, MD  
7 W Central Ave  
Los Gatos, CA 95030

Big Redwood Park Water  
& Improvement Assoc.  
18522 Mt. View Avenue  
Los Gatos, CA 95033

Saratoga City Council Member  
Rishi Kumar  
13777 Fruitvale Avenue  
Saratoga, CA 95070

Villa Del Monte Mutual Water Company  
P.O. Box 862  
Los Gatos, CA 95031

WRATES  
Rita Benton  
18555 Ravenwood Drive  
Saratoga, CA 95070

Ridge Mutual Water Company  
22316 Citation Drive  
Los Gatos, CA 95033

Saratoga Heights Mutual Water Company  
P.O. Box 337  
Saratoga, CA 95071

Summitt West Mutual Water Company  
P.O. Box 974  
Los Gatos, CA 95031

James Hunter  
6475 Dwyer Street  
San Jose, CA 95120

Oakmount Mutual Water Company  
P.O. Box 31536  
Stockton, CA 95213

Raineri Mutual Water Company  
P.O. Box 11  
Los Gatos, CA 95031

Brush & Old Well Mutual  
Water Company  
21105 Brush Road  
Los Gatos, CA 95033

Mt. Summit Mutual Water Co  
P.O. Box 3416  
Saratoga, CA 95070

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.	\$3.2036	(l)
For Total Monthly Usage from 4 to 18 Ccf.	\$4.8059	(l)
For Total Monthly Usage over 18 Ccf.	\$6.4077	(l)

All Other Customers

For all water delivered, per 100 cu. ft.	\$4.8059	(l)
--	----------	-----

**Service Charges:**

Per Meter Per Month

**All Customers:**

For 5/8 x 3/4-inch meter .....	\$39.57	(l)
For 3/4-inch meter .....	\$39.57	
For 1-inch meter .....	\$65.94	
For 1-1/2-inch meter .....	\$131.90	
For 2-inch meter .....	\$211.04	
For 3-inch meter .....	\$395.70	
For 4-inch meter .....	\$659.49	
For 6-inch meter .....	\$1,318.99	
For 8-inch meter .....	\$2,110.39	
For 10-inch meter .....	\$3,033.67	(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 No. 535

JOHN TANG

Date Filed \_\_\_\_\_

Dec. No. D.13-07-028

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.	\$3.2036	(l)
For Total Monthly Usage from 4 to 18 Ccf.	\$4.8059	(l)
For Total Monthly Usage over 18 Ccf.	\$6.4077	(l)

All Other Customers

For all water delivered, per 100 cu. ft.	\$4.8059	(l)
--	----------	-----

**Service Charges:**

Per Meter Per Month

**All Customers:**

For 5/8 x 3/4-inch meter .....	\$39.57	(l)
For 3/4-inch meter .....	\$39.57	l
For 1-inch meter .....	\$65.94	l
For 1-1/2-inch meter .....	\$131.90	l
For 2-inch meter .....	\$211.04	l
For 3-inch meter .....	\$395.70	(l)

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

(Continued)

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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.	\$3.2036	(l)
For Total Monthly Usage from 4 to 18 Ccf.	\$4.8059	(l)
For Total Monthly Usage over 18 Ccf.	\$6.4077	(l)

**All Other Customers**(subject to Special Condition 5)

For all water delivered, per 100 cu.ft.	\$4.8059	(l)
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**Service Charges:**

Per Meter Per Month

For 3/4-inch meter .....	\$39.57	(l)
For 1-inch meter .....	\$65.94	l
For 1-1/2-inch meter .....	\$131.90	l
For 2-inch meter .....	\$211.04	l
For 3-inch meter .....	\$395.70	l
For 4-inch meter .....	\$659.49	l
For 6-inch meter .....	\$1,318.99	l
For 8-inch meter .....	\$2,110.39	l
For 10-inch meter .....	\$3,033.67	(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.

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 \$2.0033 per 100 cubic feet on each water bill for the quantities of water used during the period covered by that bill.
2. All bills are subject to the reimbursement fee set forth in Schedule No. UF.

(Continued)

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Regulatory Affairs

Resolution No.

TITLE



Schedule No. 4

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

Per Service Connection  
Per Month

For each 2-inch service .....	\$40.07	(l)
For each 3-inch service .....	\$50.09	
For each 4-inch service .....	\$70.12	
For each 6-inch service .....	\$110.19	
For each 8-inch service .....	\$140.24	
For each 10-inch service .....	\$180.31	
For each 12-inch service .....	\$220.37	(l)

SPECIAL CONDITIONS

1. The fire protection service connection shall be installed by the utility and 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)

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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.	.....	\$4.5763	(l)

Service Charges:		Per Meter Per Month	
For 5/8 x 3/4-inch meter	.....	\$39.57	(l)
For 3/4-inch meter	.....	\$39.57	l
For 1-inch meter	.....	\$65.94	l
For 1-1/2-inch meter	.....	\$131.90	l
For 2-inch meter	.....	\$211.04	l
For 3-inch meter	.....	\$395.70	l
For 4-inch meter	.....	\$659.49	l
For 6-inch meter	.....	\$1,318.99	l
For 8-inch meter	.....	\$2,110.39	l
For 10-inch meter	.....	\$3,033.67	(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.

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)

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

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Regulatory Affairs

Effective                     

Resolution No.                     

TITLE

Schedule No. RCW

RECYCLED 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.

RATES

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

1. For the purposes 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. The service charge for well users will be in accordance with the following schedule:

<u>Meter Size</u>	<u>Per Meter Per Month</u>	
2-inch	\$32.65	(l)
3-inch	\$43.53	
4-inch	\$48.96	
6-inch	\$81.64	
8-inch	\$97.95	
10-inch	\$152.36	(l)

The monthly service charge will change 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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JOHN TANG

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Vice President,

Effective                     

Dec. No. D.13-07-028

Regulatory Affairs

Resolution No.                     

TITLE

## 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	
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Preliminary Statement	919-W, 1303-W, 1699-W, 1700-W, 1702-W, 1420-W, 1889-W, 1427-W, 1469-W, 1492-W, 1508-W, 1542-W, 1799-W, 1818-W, 1933-W and 1934-W	
Service Area Map Locator	1266-W	
Service Area Map Locator, Index	1589-W	
Map of Areas With Special Pressure and Fire Flow Conditions	1590-W	
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Rate Schedules:		
Schedule No. 1, General Metered Service	1981-W, 1915-W and 1962-W	(C)
Schedule No. 1B, General Metered Service With Automatic Fire Sprinkler System	1982-W, 1741-W, 1882-W and 1963-W	
Schedule No. 1C, General Metered Service Mountain District	1983-W, 1952-W, 1884-W, and 1964-W	(C)
Schedule No. 4, Private Fire Service	1984-W and 1965-W	(C)
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	1668-W, 1669-W, 1780-W, 1671-W, 1672-W, 1673-W, 1766-W, and 1820-W	
Staged Mandatory Reductions And Drought Surcharges		
Schedule No. RW, Raw Water Metered Service	1985-W, 1920-W and 1966-W	(C)
Schedule No. RCW, Recycled Water Metered Service	1986-W and 1967-W	(C)
Schedule No. UF, Surcharge to Fund Public Utilities Commission, Reimbursement Fee	1969-W	
Schedule No. WRAP, Water Rate Assistance Program	1972-W and 1211-W	
List of Contracts and Deviations	1857-W	
Rules:		
No. 1 - Definitions	764-W and 976-W	
No. 2 - Description of Service	525-W	
No. 3 - Application for Service	351-W and 903-W	
No. 4 - Contracts	352-W	
No. 5 - Special Information Required on Forms	1936-W thru 1937-W	
No. 6 - Establishment and Re-establishment of Credit	354-W	
No. 7 - Deposits	355-W and 356-W	
No. 8 - Notices	1054-W and 825-W	
No. 9 - Rendering and Payment of Bills	996-W, 997-W and 1146-W	

(Continued)

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