PUBLIC UTILITIES COMMISSION 505 VAN NESS AVENUE SAN FRANCISCO, CA 94102-3298



December 21, 2020

Ronald K. Moore Senior Regulatory Analyst Golden State Water Company 630 East Foothill Blvd. San Dimas, CA 91773

Dear Mr. Moore,

The Commission has approved Golden State Water Company's Advice Letter No. 1833, filed on November 16, 2020, regarding the 2021 Escalation Increase for Santa Maria District.

Enclosed are copies of the following revised tariff sheets, effective January 1, 2021, for the utility's files:

P.U.C.	
Sheet No.	Title of Sheet
8752-W	Schedule No. SM-1-NR, Santa Maria Customer Service Area
	Non-Residential Metered Service, Page 1
8753-W	Schedule No. SM-1-R, Santa Maria Customer Service Area
	Residential Metered Service, Page 1
8754-W	Schedule No. SM-3ML, Santa Maria Customer Service Area
	Limited Metered Irrigation Service, Page 1
8755-W	Table of Contents, Page 3
8756-W	Table of Contents, Page 1

Please contact Jeremy Ho at JRY@cpuc.ca.gov or 415-703-1905, if you have any questions.

Thank you,

<u>/s/ROBIN BRYANT</u> Robin Bryant Water Division

Enclosures

# CALIFORNIA PUBLIC UTILITIES COMMISSION DIVISION OF WATER AND AUDITS

# **Advice Letter Cover Sheet**

Utility Name:	GOLDEN STATE WATER COMPANY		Date Mailed to Service List:	11/16/20
District:	Santa Maria			
CPUC Utility #:	133 W		Protest Deadline (20th Day):	12/6/20
Advice Letter #:	1833-W		Review Deadline (30 <sup>th</sup> Day):	N/A
Tier	$\boxtimes 1$ $\square 2$ $\square 3$	⊠Compliance	<b>Requested Effective Date:</b>	1/1/2021
Authorization	D.19-05-044		Rate Impact:	\$636,890 4.49%
Description:	2021 Escalation Santa Maria	Increase		

The protest or response deadline for this advice letter is 20 days from the date that this advice letter was mailed to the service list. Please see the "Response or Protest" section in the advice letter for more information.

Utility Contact:	Ronald Moore	Utility Contact:	Nguyen Quan	
Phone	(909) 394-3600 x 682	Phone:	(909) 394-3600 x 664	
Email:	<u>rkmoore@gswater.com</u>	Email:	Nquan@gswater.com	
	Tariff Unit (415) 703-1133 <u>Water.Division@cpuc.ca.gov</u>			
DWA USE ONLY				
DATE	STAFF	COMN	<u>NENTS</u>	

[ ] APPROVED	[ ] WITHDRAWN	[ ] REJECTED
Signature:	Comments:	
Date:		



November 16, 2020

Advice Letter No. 1833-W

(U 133 W)

# **California Public Utilities Commission**

Golden State Water Company ("GSWC") hereby transmits the following tariff sheets applicable to its Santa Maria Customer Service Area ("CSA"):

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<u>CPUC Sheet No</u> Revised No. 8752-W	<u>Title of Sheet</u> Schedule No. SM-1-NR Santa Maria Customer Service Area Non-Residential Metered Service, Page 1	<u>CPUC Sheet No.</u> Revised No. 8539-W
Revised No. 8753-W	Schedule No. SM-1-R Santa Maria Customer Service Area Residential Metered Service, Page 1	Revised No. 8540-W
Revised No. 8754-W	Schedule No. SM-3ML Santa Maria Customer Service Area Limited Metered Irrigation Service, Page 1	Revised No. 8737-W
Revised No. 8755-W	Table of Contents Page 3	Revised No. 8738-W
Revised No. 8756-W	Table of Contents Page 1	Revised No. 8751-W

Subject: 2021 Escalation Year -Santa Maria

## **PURPOSE**

This advice letter submittal seeks to implement Escalation Year 2021 water rates, as authorized by the California Public Utilities Commission ("Commission"), for the Santa Maria CSA. GSWC's request is being made pursuant to Decision No. 19-05-044, dated

Advice Letter No. 1833-W

May 30, 2019 for GSWC's General Rate Case Application (Application No. 17-07-010). Specifically, Ordering Paragraph No. 1 of Decision No. 19-05-044 states,

1. The joint motion filed on August 15, 2018, for the adoption of the Settlement Agreement, is granted. The Settlement Agreement attached to this decision as Appendix A is adopted.

## Ordering Paragraph No. 4 states,

4. For escalation years 2020 and 2021, Golden State Water Company must file Tier 1 advice letters in conformance with General Order 96-B proposing new revenue requirements and corresponding revised tariff schedules for each ratemaking area in this proceeding. The advice letters must follow the escalation procedures set forth in the Revised Rate Case Plan for Class A Water Utilities adopted in Decision 07-05-062 and must include supporting workpapers. Golden State Water Company must file for rate reduction if the escalation procedures result in a rate reduction due to negative rate base growth, inflation factors, or customer growth. The revised tariff schedule must take effect on January 1, 2020 and January 1, 2021, respectively and apply to services rendered on and after their effective dates. The proposed revised revenue requirements and rates must be reviewed by the Commission's Water Division. The Water Division must inform the Commission if it finds that the revised rates do not conform to the Revised Rate Case Plan, this decision, or other Commission decisions, and if so, reject the filing.

## **COMPLIANCE**

GSWC is filing this advice letter to implement rates for Escalation Year 2021. GSWC is authorized to increase rates in its Santa Maria CSA by \$636,890 or 4.49%. Accordingly, GSWC has computed the 2021 Escalation Year using the escalation methodology set forth in the Revised Rate Case Plan, the escalation factors as of September 2020 as published by the Public Advocates Office Energy Cost of Service Branch, and the September 2020 CPI-U.

### **RATE OF RETURN**

The following summary lists the Recorded, Authorized, and Pro-forma rates of return in GSWC's Santa Maria CSA for twelve months ending September 2020. The pro forma rate of return is calculated in accordance with guidelines provided by the Water Division.

Recorded	8.43%
Authorized	<b>7.91</b> %
Adjusted Authorized	8.08%
Pro forma	8.12%

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As shown above, the Pro-forma return is higher than the Authorized rate of return. As such, GSWC adjusted its proposed 2021 water rate increase, accordingly. Please reference the attached September 30, 2020 Pro-forma workpapers.

Detailed workpapers supporting the proposed rate increase and rate calculations are being supplied to the Commission staff.

# TIER DESIGNATION

This advice letter is submitted with a Tier 1 designation.

# EFFECTIVE DATE

As directed, the effective date of these revised tariffs shall be January 1, 2021.

# NOTICE

Customer Notice: This is a Tier 1 advice letter that does not require customer notification, as provided in Water Industry Rule 7.3.1 of General Order 96-B. GSWC will include a bill message on each customer's first bill after the increase goes into effect to inform its Santa Maria customers of this rate increase.

# **RESPONSE OR PROTEST**

Anyone may submit a response or protest for this Advice Letter (AL). When submitting a response or protest, **please include the utility name and advice letter number in the subject line.** 

A **response** supports the filing and may contain information that proves useful to the Commission in evaluating the advice letter. A **protest** objects to the AL in whole or in part and must set forth the specific grounds on which it is based. These grounds are:

- 1. The utility did not properly serve or give notice of the AL;
- 2. The relief requested in the AL would violate statute or Commission order, or is not authorized by statute or Commission order on which the utility relies;
- 3. The analysis, calculations, or data in the AL contain material error or omissions;
- 4. The relief requested in the AL is pending before the Commission in a formal proceeding; or
- 5. The relief requested in the AL requires consideration in a formal hearing, or is otherwise inappropriate for the AL process; or
- 6. The relief requested in the AL is unjust, unreasonable, or discriminatory, provided that such a protest may not be made where it would require re-litigating a prior order of the Commission.

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A protest may not rely on policy objections to an AL where the relief requested in the AL follows rules or directions established by statute or Commission order applicable to the utility. A protest shall provide citations or proofs where available to allow staff to properly consider the protest.

DWA must receive a response or protest via email (<u>or</u> postal mail) within 20 days of the date the AL is filed. When submitting a response or protest, **please include the utility name and advice letter number in the subject line.** 

The addresses for submitting a response or protest are:

Email Address:	Mailing Address:
Water.Division@cpuc.ca.gov	CA Public Utilities Commission
	Division of Water and Audits
	505 Van Ness Avenue
	San Francisco, CA 94102

On the same day the response or protest is submitted to DWA, the respondent or protestant shall send a copy of the protest to Golden State Water Company at:

Email Address:	Mailing Address:
<u>regulatoryaffairs@gswater.com</u>	Golden State Water Company
	Ronald Moore
	630 East Foothill Blvd.
	San Dimas, CA 91773

Cities and counties that need Board of Supervisors or Board of Commissioners approval to protest should inform DWA, within the 20-day protest period, so that a late filed protest can be entertained. The informing document should include an estimate of the date the proposed protest might be voted on.

## **REPLIES**

The utility shall reply to each protest and may reply to any response. Any reply must be received by DWA within five business days after the end of the protest period, and shall be served on the same day on each person who filed the protest or response to the AL. Cities and counties that need Board of Supervisors or Board of Commissioners approval to protest should inform the Water Division, within the 20-day protest period, so that a late filed protest can be entertained. The informing document should include an estimate of the date the proposed protest might be voted on.

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The actions requested in this advice letter are not now the subject of any formal filings with the California Public Utilities Commission, including a formal complaint, nor action in any court of law.

No individuals or utilities have requested notification of filing of tariffs. Distribution of this advice letter is being made to the attached service list in accordance with General Order No. 96-B.

Sincerely,

<u>/s/ Ronald Moore</u> Ronald Moore Regulatory Affairs Department Golden State Water Company

c: Jim Boothe, CPUC- Water Division
Jeremy Ho, CPUC- Water Division
Richard Rauschmeier, CPUC- Water Branch, Cal PAO
Victor Chan, CPUC- Water Branch, Cal PAO

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### Schedule No. SM-1-NR Santa Maria District Non-Residentail Metered Service

#### APPLICABILITY

Applicable to all metered water services except those covered under SM-1-R.

#### TERRITORY

Within the established Santa Maria District, San Luis Obispo County and Santa Barbara County and the unincorporated area known as Tract 151, and vicinity, located approximately 2 miles southeast of the community of Oceano, San Luis Obispo County.

#### RATES

Quantity Rates:		
For all water delivered, per 100 cu. Ft	\$ 3.435	(I)
	Per Meter	
Service Charges:	Per Month	
For $5/8 \times 3/4$ -inch meter	\$ 21.80	(I)
For 3/4-inch meter	\$ 32.70	
For 1-inch meter	\$ 54.50	
For $1-1/2$ inch meter	\$ 109.00	
For 2-inch meter	\$ 174.40	
For 3-inch meter	\$ 327.00	
For 4-inch meter	\$ 545.00	
For 6-inch meter	\$ 1,090.00	
For 8-inch meter	\$ 1,744.00	
For 10-inch meter	\$ 2,507.00	
Fire Sprinkler 4-inch to 3-inch	\$ 343.35	
Fire Sprinkler 6-inch to 2-inch	\$ 275.12	
Fire Sprinkler 6-inch to 3-inch	\$ 381.72	
Fire Sprinkler 8-inch to 2-inch	\$ 296.04	(İ)

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

(Continued)(To be inserted by utility)Issued By(To be inserted by P.U.C.)Advice Letter No.1833-W**R. J. Sprowls**Date FiledNovember 16, 2020Decision No.19-05-044**President**EffectiveJanuary 1, 2021Resolution No.Resolution No.Resolution No.Resolution No.

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### Schedule No. SM-1-R Santa Maria District Residential Metered Service

### APPLICABILITY

Applicable to all residential metered water services provided to single-family residential customers.

#### TERRITORY

Within the established Santa Maria District, San Luis Obispo County and Santa Barbara County and the unincorporated area known as Tract 151, and vicinity, located approximately 2 miles southeast of the community of Oceano, San Luis Obispo County.

#### RATES

<b>TES</b>				
Qua	ntity Rates:			
	First 1,500 cu. ft., per 100 cu. ft.	\$	3.435	(I)
	Next 1,200 cu. ft., per 100 cu. ft.	\$	3.950	(I)
	Over 2,700 cu. ft., per 100 cu. ft.	\$	4.543	(I)
		Pe	er Meter	
	Service Charges:	<u>Pe</u>	<u>r Month</u>	
	For $5/8 \times 3/4$ -inch meter	\$	19.01	(I)
	For 3/4-inch meter	\$	28.52	
	For 1-inch meter	\$	47.53	
	For 1-1/2 inch meter	\$	95.05	
	For 2-inch meter	\$	152.08	
	Fire Sprinkler 1-inch to 5/8x 3/4-inch	\$	20.15	
	Fire Sprinkler 1-inch to 3/4-inch	\$	29.09	
	Fire Sprinkler 1 <sup>1</sup> / <sub>2</sub> -inch to 3/4-inch	\$	33.93	
	Fire Sprinkler 2-inch to 3/4-inch	\$	35.93	
	Fire Sprinkler 1 ½-inch to 1-inch	\$	52.75	
	Fire Sprinkler 2-inch to 1-inch	\$	54.65	(I)

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

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(To be inserted by utility)	Issued By	(To be inserted by P.U.C.)
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### Schedule No. SM-3ML Santa Maria District Limited Metered Irrigation Service

#### APPLICABILITY

Applicable to metered irrigation water service.

#### **TERRITORY**

The unincorporated area known as Lake Marie Ranches located in the former Lake Marie Service.

#### **RATES**

Quantity Charge:	<u>Per Me</u>	ter Per Month
For all water, per 100 cubic feet (Ccf)	\$	2.372
Monthly Service Charge: For 3/4-inch meter For 1 - inch meter For 3 - inch meter	\$ \$ \$	90.25 101.46 238.63

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

#### SPECIAL CONDITIONS

- 1. All bills are subject to the reimbursement fee set forth on Schedule No. UF.
- 2. A customer desiring to obtain water deliveries under this schedule must first obtain a written permit from the utility, with service limited to existing customers as of December 31, 1986. All outdoor irrigation must occur before 8 am or after 7 pm on specified watering day.
- 3. The utility will supply only such water pressure as may be available from time to time as a result of its normal operations.
- 4. Pursuant to Decision No. 19-05-044, a surcharge of \$0.136 per Ccf will be applied to all metered customer bills excluding customers that are receiving the CARW credit. This surcharge will offset the CARW credits and CARW administrative program costs recorded in the CARW Balancing Account.
- 5. Pursuant to D.13-05-011, to recover the Santa Maria Water Rights Litigation post expense balance as of December 31 2005 a surcharge of \$0.126 per Ccf is to be added to the quantity rate and is subject to recalibration annually until May 21, 2023 or until the SMWRMA is fully recovered, whichever is sooner.

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(To be inserted by utility)		
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Issued By **R. J. Sprowls President**  (To be inserted by P.U.C.) Date Filed November 16, 2020 Effective January 1, 2021 Resolution No.

### GOLDEN STATE WATER COMPANY (U 133 W)

630 E. FOOTHILL BLVD. – P.O. BOX 9016 SAN DIMAS, CALIFORNIA 91773-9016

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<u>Subject Matter of Sheet</u> Rate Schedules:	Schedule <u>Number</u>	CPUC <u>Sheet No.</u>	
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Irrigation Service- Forest Lawn	R3-3	8699-W, 8584-W	
Region 3 Claremont Customer Service Areas Limited Metered Service Measured Irrigation Service Metered Irrigation Service	R3-CM-7ML R3-CMH-3M R3-CMP-3M	8700-W, 8627-W, 8701-W 8702-W, 8703-W 5966-W	
Region 3 Desert Customer Service Area Haulage Flat Rate Service - Morongo	R3-DEM-2H	8704-W	
Region 3 Orange County Customer Service A Metered Irrigation Service	rea R3-OC-3M	8705-W, 8630-W, 8706-W	
Region 3 San Gabriel Customer Service Area Recycled Water Service	R3-RCW	8707-W, 8632-W, 8708-W	
Region 3 San Dimas Customer Service Area Measured Irrigation Service	R3-SD-3	8709-W, 8710-W	
Santa Maria District Residential Metered Service Non-Residential Metered Service Limited Metered Irrigation Service Water Conservation Water Conservation		8753-W, 8736-W 8752-W, 8735-W 8754-W*, 8660-W, 83-W, 7384-W, 7385-W, 7386-W, 7387-W 48-W, 7249-W, 7250-W, 7251-W, 7252-W	(C) (C) (C)
Simi Valley District Residential Metered Service Non-Residential Metered Service	SI-1-R SI-1-NR	8545-W, 8654-W 8544-W, 8652-W, 8653-W	
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(Continued)

(To be inserted by utility) Advice Letter No. <u>1833-W</u> Decision No. <u>19-05-044</u>

Issued By **R. J. Sprowls President**  (To be inserted by P.U.C.) Date Filed November 16, 2020 Effective January 1, 2021 Resolution No. SAN DIMAS, CALIFORNIA 91773-9016

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The following tariff sheets contain all effective rates and rules affecting rates and service of the utility, t	together with information relating thereto:	
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Table of Contents	8756-W, 8750-W, 8755-W, 8682-W	(T)
Preliminary Statements: 8370-W, 7005-W, 3140-W, 3141-W, 3142-W, 6940-W, 5096-W, 5223-W, 6477-W, 6479-W, 7075-W, 7076-W, 5607-W, 5848-W, 5937-W, 6101-W, 8685-W, 8686-w, 6123-W, 6225-W, 6559-W 6938-W, 7368-W, 7441-W, 7442-W, 7451-W, 7481-W, 7730-W, 7747-W, 7750-W, 7756-W, 7994-W, 8007-W 8365-W, 8366-W, 8367-W, 8418-W, 8419-W, 8494-W, 8495-W, 8721-W	, 6652-W, 6858-W,	
Tariff Area Maps:		
Arden - Cordova Arden Cordova Barstow Bay Calipatria-Niland Clearlake Claremont Desert Morongo Valley Apple Valley North Apple Valley North Apple Valley South Desert View Lucerne Valley Los Osos Edna Road Los Osos Metropolitan Artesia Norwalk Bell-Bell Gardens Florence-Graham Hollydale Culver City	6837-W 6838-W 5560-W 8189-W 6846-W 6839-W 8487-W 8223-W, 6427-W 5802-W 8221-W 8222-W 5805-W 8198-W 5253-W 8198-W 5253-W 8292-W 7732-W 6675-W 8294-W 8295-W	
Southwest Willowbrook	8196-W 6842-W	
Orange County Bolsa Chica Cowan Heights Cypress-Los Alamitos-Stanton Placentia-Yorba Linda	4381-W 8251-W 8723-W 6844-W	
San Dimas	8226-W	
San Gabriel Valley South Arcadia South San Gabriel Santa Maria	8285-W 8005-W	
Cypress Ridge Lake Marie Orcutt Sisquoc Tanglewood Nipomo Simi Valley Wrightwood	8254-W 5705-W 5558-W 5257-W 8638-W 8638-W 8637-W 8731-W 6428-W	

(To be inserted by utility) Advice Letter No. 1833-W Decision No. 19-05-044

Issued By R. J. Sprowls President

(To be inserted by P.U.C.) Date Filed November 16, 2020 Effective January 1, 2021

Resolution No.

# **GOLDEN STATE WATER COMPANY**

### SERVICE LIST

### SANTA MARIA DISTRICT

City of Santa Maria 2065 East Main Street Santa Maria, CA 93454 <u>Imlong@ci.santa-maria.ca.us</u>

County Counsel 105 East Anapamu Street, Rm. 201 Santa Barbara, CA 93101

County Counsel County of San Luis Obispo County Government Center, #D-320 San Luis Obispo, CA 93408

City Clerk & City Attorney City of Guadalupe 918 Obispo Street Guadalupe, CA 93434

Santa Barbara LAFCO 105 E. Anapamu Room 406 Santa Barbara, CA 93101 lafco@sblafco.org

County Government Center 1050 Monterey Street – Room 207 San Luis Obispo, CA 93408

Thomas J. MacBride Jr. 505 Sansome St., Suite 900 San Francisco, CA 94111 tmacbride@goodinmacbride.com

Ann Watson: watconsult@sbcglobal.net

Larry Versaw Larryversaw@gmail.com **County of Ventura** 800 S. Victoria Street

Ventura, CA 93009

County Clerk County of San Luis Obispo 1055 Monterey Street - #D-120 San Luis Obispo, CA 93408

City Clerk & City Attorney City of Santa Maria 110 East Cook Street Santa Maria, CA 93454 rgarietz@ci.santa-maria.ca.us psinco@cityofsantamaria.org – City Interim Attorney

LAFCO 1042 Pacific Street, Suite A San Luis Obispo, CA 93401 <u>dbloyd@slolafco.com</u>

Cypress Ridge Owner's Association Attn: President 1400 Madonna Road San Luis Obispo, CA 93405 Cory.Bauer@managementtrust.com

Robert Miller, Wallace Gp Nipomo Mesa Management Area 612 Clarion Court San Luis Obispo, CA 93401

Megan Somogyi Goodin, MacBride, Squeri & Day, LLP 505 Sansome Street, Suite 900 San Francisco, CA 94111 <u>MSomogy@goodinmacbride.com</u>

Jose Guzman Jr. JEGuzmanJr@gmail.com

Ron Green: rgreen2275@charter.net