

Preliminary Statement  
PFAS Contamination Litigation Proceeds  
Memorandum Account

**H. PFAS Contamination Litigation Proceeds Memorandum Account**

(N)

1. **Purpose**

The purpose of the perfluoroalkyl and polyfluoroalkyl (PFAS) Contamination Litigation Proceeds Memorandum Account (PFASCLPMA) is to track litigation settlement payments, judgments and credits received by Golden State Water related to litigating water contamination cases and legal action lawsuits related to PFAS contamination in its water systems. In addition, Golden State Water will track application of funds received towards investments in replacement and treatment property, as well as operations and maintenance expenses.

2. **Applicability**

All ratemaking areas within Golden State Water's service territory.

3. **Accounting Procedure**

Proceeds from any settlements received will be administered and processed in accordance with the Commission's guidelines established in OP 4 of Decision No. 10-10-018 and Appendix C (Rules for the Accounting of Water Contamination Proceeds) of Decision No.10-12-058, making entries as follows:

Investment Entries

- a. A debit or credit entry equal to the amounts recorded in Operations and Maintenance, and Administrative & General Expense Accounts for costs incurred to support PFAS litigation action.
- b. A debit or credit entry equal to the amounts obtained in judgements or settlements in the subject litigation.
- c. A debit or credit entry equal to operations and maintenance expenses related to PFAS contamination.
- d. A debit or credit entry equal to the original cost of capital investments placed in service to replace PFAS contaminated property or to treat water for PFAS contamination, including such projects that have been completed prior to the adoption of this memorandum account. Capital investments will be recorded by project and by district.

Revenue Requirement Entries

A debit or credit entry equal to the revenue requirement of each capital investment recorded in (d) that is not offset by contamination proceeds and is not included in authorized revenue requirement (including return on investment for company funded plant, income taxes, ad valorem tax, depreciation, and other taxes and fees).

4. **Effective Date**

The PFASCLPMA shall be effective on the filing date of Advice Letter 1966-W.

5. **Disposition**

There is no rate component to this memorandum account. The disposition of amounts recorded in the PFASCLPMA shall be determined upon Commission review and approval.

(N)

(To be inserted by utility)

Advice Letter No. 1966-W  
Decision No. \_\_\_\_\_

*Issued By*  
**R. J. Sprowls**  
*President*

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

Date Filed June 12, 2025  
Effective June 12, 2025  
Resolution No. \_\_\_\_\_