

Schedule No. RSF
All Tariff Areas
Rate Support Fund

The Rate Support Fund (RSF) Program provides credits on the bills of customers in the Kern River Valley District. It also provides subsidies of \$1,704,784 to the Dixon District and of \$711,852 to the Willows District to reduce the revenue requirements for each of the three years in this rate case cycle (2023-2025).

The RSF Program is funded through surcharges on other customers as specified below.

I. RSF SURCHARGE

A. APPLICABILITY:

Applicable to all water service except that provided:

- (1) under Schedules OR-3M, OR-3M-I, and OR-2UL for raw water delivery along the Powers Canal and
- (2) for CAP customers.

B. TERRITORY:

All territories served.

C. SURCHARGE:

An RSF surcharge rate of **1.1876%** will be applied to the basic water charges (identified below) on a customer's bill. (I)

"Basic water charges" as referenced in this Schedule consist of the service charge and quantity charges for a metered customer, and the flat charge for flat-rate customers, after RSF credits are applied; they do not include any other fees, surcharges, or credits.

II. RSF CREDIT

A. APPLICABILITY:

Applicable to all water service in the Kern River Valley District (the "RSF District"), except that provided for private fire protection services.

(Continued)

(To be inserted by utility)	Issued By	(To be inserted by CPUC)
Advice Letter <u>2540</u>	<u>Greg Milleman</u>	Date Filed _____
Decision	<u>Vice President</u>	Effective _____
	<u>Rates and Regulatory Affairs</u>	Resolution _____

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II. RSF CREDIT (continued)

B. CREDIT AMOUNTS:

A discounted quantity rate on the first units of water consumption per month up to the "RSF Usage Limit."

Discounted RSF quantity rate.....**\$5.50** per 100 cubic feet (CCF) (R)

The Discounted RSF Quantity Rates apply to monthly water consumption up to the following RSF Usage Limit:

Kern River Valley District First **10** CCF

Additional units in the RSF District will be charged at the quantity rate in the following rate schedule:

Kern River Valley District Schedule KRV-1

SPECIAL CONDITIONS

1. The RSF Credits and Surcharges on this tariff shall be separately identified on customer bills.
2. Customer bills in the Dixon and Willows Districts shall have a message on their bills indicating that their basic water rates (service charge and quantity rates) are lower due to a subsidy from the RSF program. This bill message will continue as long as the RSF subsidy continues.
3. In no instance should the total amount of the combined RSF Credit and CAP discount received by a customer in any month exceed that customer's water bill for service in that month.