# CALIFORNIA PUBLIC UTILITIES COMMISSION DIVISION OF WATER AND AUDITS

### **Advice Letter Cover Sheet**

Utility Name:	California Water Service Company	Date Mailed to Service List:	6/26/19
District:	Travis District		
CPUC Utility #:	U-60-W	Protest Deadline (20 <sup>th</sup> Day):	7/16/19
Advice Letter #:	2344	Review Deadline (30 <sup>th</sup> Day):	2/23/19
Tier:	□1 2 □3 Complia	nce <b>Requested Effective Date</b> :	7/01/19
Authorization:	D.18-12-020		
Description:	Implementation of tariff rate sched compliance with D. 18-12-020	ules in Rate Impact:	\$149,565/mo

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:	Natalie Wales	Utility Contact:
Phone:	408-367-8566	Phone:
Email:	nwales@calwater.com	Email:

DWA Contact: Tariff Unit

Phone: (415) 703-1133

Email: <u>Water.Division@cpuc.ca.gov</u>

DWA USE ONLY					
DATE	<u>STAFF</u>	-		<u>COMMENTS</u>	
		-			
		-			
[] APPROVED		[]WITHDR	AWN		[] REJECTED
Signature:		Comme	nts:		
Date: _					



June 26, 2019

#### Advice Letter No. 2344

To the California Public Utilities Commission:

California Water Service Company ("Cal Water") respectfully submits this Tier 2 advice letter requesting authority to add or modify the following tariff sheets for its new, regulated Travis District:

			Canceling
C.P.U.C.			C.P.U.C.
<u>Sheet No.</u>	<u>Title of Sheet</u>		<u>Sheet No.</u>
XXXXX-W	Travis Service Area Map		[none]
XXXXX-W	Travis Tariff Area	Schedule No. TAFB	[none]
XXXXX-W	Table of Contents (Page 11)	TOC	XXXXX-W
XXXXX-W	Table of Contents (Page10)	TOC	XXXXX-W
XXXXX-W	Table of Contents (Page 1)	TOC	XXXXX-W

#### <u>Summary</u>

In compliance with Ordering Paragraph 4 of D.18-12-020, Cal Water requests authority to add a new Potable Water Service tariff and a new Service Area Map for the Travis District. Cal Water submits this request via Tier 2 advice letter with a requested effective date of July 1, 2019.

#### **Background**

On May 15, 2017, Cal Water filed an Application seeking a Certificate of Public Convenience and Necessity ("CPCN") to provide regulated potable water service to Travis Air Force Base ("TAFB") and to establish rates for service under the Commission's jurisdiction. The Commission provided conditional approval of a CPCN in D.18-12-020 as follows:

Ordering Paragraph 2 states:

The application of the California Water Service Company for a certificate of public convenience and necessity to serve the Travis Air Force Base is granted subject to the condition in Ordering Paragraph 3.

Ordering Paragraph 3 states:

California Water Service Company will have 90 days to renegotiate and modify the contract as follows. First, Section C.11.4 of the Regulated Tariff Rate contract shall be modified to reflect the Commission's ultimate jurisdiction over approval of future system deficiency corrections, upgrades, connections, renewals, and replacements that are funded through the Commission's ratemaking authority. Second, pursuant to General Order (GO) 96-B,



Water Industry Rule 8.3 and Public Utilities Code Section 2712, the contract shall be modified to reflect that it shall, at all times, be subject to such modifications as the Commission may direct from time to time in the exercise of its jurisdiction. California Water Service Company shall submit the modified contract and a blackline reflecting changes made to the original version of the contract to the Commission's Water Division through a Tier 2 Advice Letter filing for compliance approval before a Certificate of Public Convenience and Necessity is granted. Pursuant to GO 96-B, Water Industry Rule 8.3, the Tier 2 Advice Letter shall be filed at least 30 days before the effective date of providing service to Travis AFB.

Ordering Paragraph 4 states:

Assuming that the Advice Letter required by Ordering Paragraph 3 is approved, and only after this step has taken place, California Water Service Company shall file, pursuant to Public Utilities Code Section 454, supplemental Tier 2 advice letters to implement tariff rate schedules attached to Application 17-05-022—Appendix B Potable Water Service, and Appendix C, Service Area Map. The effective date of the revised schedules shall be five days after the date of filing.

### **Discussion**

Cal Water renegotiated and modified its Regulated Tariff Rate Contract with the Federal Government to address the two contract modification requirements set forth in Ordering Paragraph 3 of D.18-12-020. Cal Water submitted Advice Letter 2333 on December 19, 2019, at least 30 days before the effective date of providing service to Travis AFB. With the approval of AL 2333 on January 17, 2019, the Commission authorized the creation of a new regulated district, the Travis District.

Consistent with the Commission's requirement to recalculate rates to reflect the Tax Cuts and Jobs Act ("TCJA"), the Federal Government has requested that Cal Water recalculate the proposed tariffed rates to reflect the decrease in the corporate tax from 35% to 21%. The attached tariff reflects those changes.

The attached tariff also reflects the inclusion of the standard Special Conditions for all regulated customers that reference the CPUC User Fee (Schedule UF), the LIRA surcharge, the RSF surcharge, and other relevant additional surcharges and credits contained in Schedule AS.

With this advice letter, Cal Water submits a new potable water tariff and a new service area map for the Travis District in compliance with Ordering Paragraph 4 of D.18-12-020.

### **Requested Effective Date**

Pursuant to Ordering Paragraph 4 of D.18-12-020, Cal Water requests that this advice letter become effective on **July 1, 2019**, 5 days after filing.



### <u>Notice</u>

<u>Customer Notice</u>: Travis Air Force Base, the customer in the Travis District, has been informed of the filing of this advice letter, and will formally receive a copy concurrent with the Service List.

<u>Service List</u>: In accordance with General Order 96-B, General Rules 4.3 and 7.2, and Water Industry Rule 4.1, a copy of this advice letter will be mailed or electronically transmitted on **June 26, 2019** to competing and adjacent utilities and other utilities or interested parties having requested such notification.

### **Response or Protest**

Anyone may respond to or protest this advice letter. 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 advice letter 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 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; or

(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 such a protest may not be made where it would require relitigating a prior order of the Commission.)

A protest shall provide citations or proofs where available to allow staff to properly consider the protest. 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 by mail (or e-mail) to Cal Water at the following address:



Natalie Wales California Water Service Company 1720 North First Street, San Jose, California 95112 Fax 408/367-8430 or E-mail <u>nwales@calwater.com</u>

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

**<u>Replies</u>**: The utility shall reply to each protest and may reply to any response. Each reply must be received by the Water Division within 5 business days after the end of the protest period and shall be served on the same day to the person who filed the protest or response. If you have not received a reply to your protest within 10 business days, contact California Water Service Company at (408) 367-8200.

CALIFORNIA WATER SERVICE COMPANY

/s/

Natalie D. Wales, Director of Regulatory Policy

cc: Ting-Pong Yuen, Public Advocates Office

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	tariff sheets contain all effective i Itility together with information re		g the rates
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	(continued)		
(To be inserted by utility) vice Letter No. 2344 Decision No.	Issued by <u>GREG A. MILLEMAN</u> Name <u>Vice President</u> TITLE	Re	(To be inserted by CPUC) Date Filed Effective solution No.

CPUC Sheet No. XXXXX-W CPUC Sheet No. XXXXX-W

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STOCKTON DISTRICT Residential Metered Service Nonresidential Metered Service		ST-1-R ST-1-NR	11968-W 11967-W
TRAVIS DISTRICT Potable Water Service			(N) XXXXX-W (N)
VISALIA DISTRICT Residential Metered Service Nonresidential Metered Service		VS-1-R VS-1-NR	11966-W 11965-W
WESTLAKE DISTRICT Residential Metered Service Nonresidential Metered Service		WK-1-R WK-1-NR	11964-W 11963-W
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WILLOWS DISTRICT Residential Metered Service Nonresidential Metered Service		WL-1-R WL-1-NR	11961-W 11960-W
FIRE FLOW TESTING CHARGE		FF	8597-W
	(continued)		
(To be inserted by utility) dvice Letter No. 2344 0 Decision No.	Issued by <u>GREG A. MILLEMAN</u> Name <u>Vice President</u>	Re	(To be inserted by CPUC Date Filed Effective esolution No.

Canceling \_\_\_\_\_ Cal. P.U.C. Sheet No. \_\_\_\_\_XXXX-W

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	(continued)	Cal. P.U.C.	
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Bakersfield District		11341-W	
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	ct	9017,3245-W	
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		11617-W	
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(To be inserted by utility) Advice Letter No. 2344

Decision No. \_\_\_\_\_

Issued by GREG A. MILLEMAN NAME Vice President TITLE

(continued)

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

Date Filed

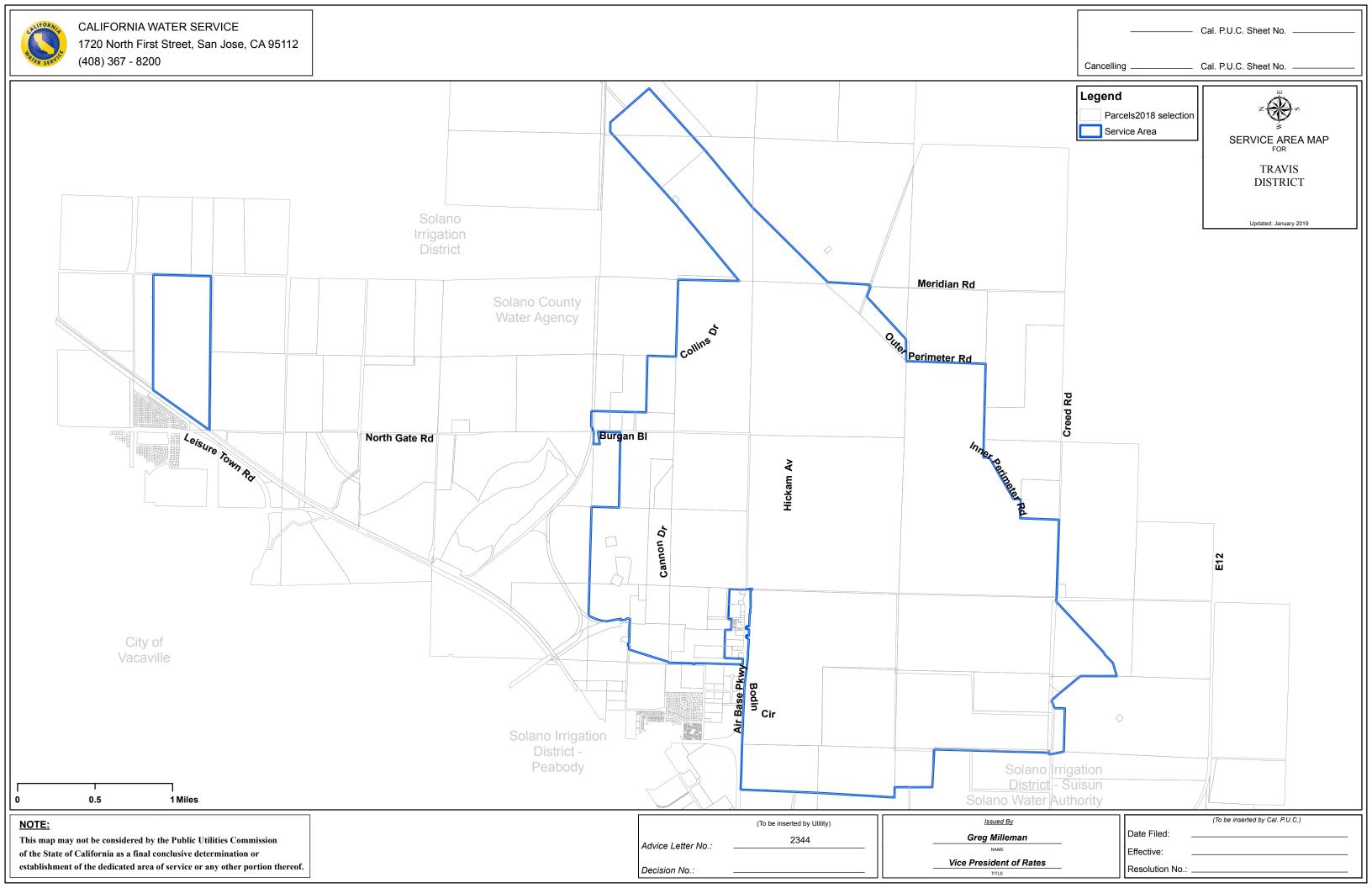
Effective

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

CALIFORNIA WATER SERVICE COMPANY 1720 North First Street, San Jose, CA 95112 (408) 367-8200

New	CPUC Sheet No. XXXXX-W
	CPUC Sheet No. XXXXX-W

Tr	Schedule No. TAFB ravis Air Force Base Tariff Area <u>POTABLE WATER SERVICE</u>	(N)   
APPLICABILITY Applicable to all potable water ser	rvice provided to Travis Air Force Base	
<u>TERRITORY</u> Travis Air Force Base		ļ
RATES		
Service Charge:		Per Month
For	Travis Air Force Base	\$149,565
The service charge is a monthly ch	narge which is applicable to Travis Air Force Base	. (N)
applicable surcharges and surcred	g tariff schedules: <b>Schedule UF</b> (CPUC reimburse lits on <b>Schedule RSF</b> (Rate Support Fund), <b>Schedu</b> e), and <b>Schedule AS</b> (Additional Surcharges and S	ule LIRA
(To be inserted by utility) Advice Letter No. 2344 Decision No	Issued by Greg Milleman Name	(To be inserted by CPUC Date Filed Effective
	Vice President TITLE	Resolution No.



## **Travis District**



### ADVICE LETTER FILING MAILING LIST PER SECTION III (G) OF GENERAL ORDER NO. 96-A

KAREN L. REES City of Fairfield 1000 Webster St Fairfield, Ca 94533 klrees@fairfield.ca.gov

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George Shimboff City of Fairfield Public Works – Water Division 1000 Webster Street Fairfield, Ca 94533 gshimboff@fairfield.ca.gov

Paul Fuchslin Solano Irrigation District (SID) 810 Vaca Valley Pkwy Vacaville, Ca 95688 fuchslip@sidwater.org Elizabeth Luna Suisun City Municipal Utilities 701 Civic Center Blvd. Suisun City, Ca 94585 eluna@suisun.com

Cary Keaten Suisun-Solano Water Authority 810 Vaca Valley Pkwy Vacaville, Ca 95688 ckeaten@sidwater.org

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Carl Silverstone Defense Logistics Agency Energy 8725 John J. Kingman Road STP 10400 Fort Belvoir, Va 22060-6222 Carl.Silverstone@dla.mil

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# **Travis District**



ADVICE LETTER FILING MAILING LIST PER SECTION III (G) OF GENERAL ORDER NO. 96-A

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