

RESOLUTION NO.16-

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF CUPERTINO
REGARDING CUPERTINO MUNICIPAL WATER SYSTEM POTABLE WATER RATES
AND CHARGES, EFFECTIVE SEPTEMBER 15, 2016 AND RETROACTIVE TO JANUARY 1,
2016, BY 8.6% WHICH IS EQUIVALENT TO THE RATE REVIEWED AND AUTHORIZED
BY CALIFORNIA PUBLIC UTILITIES COMMISSION TO SAN JOSE WATER COMPANY
FOR SYSTEMS OWNED AND OPERATED BY SAN JOSE WATER COMPANY

WHEREAS, the production, treatment, and distribution of potable water within the Cupertino Municipal Water System area is determined and declared to be a health, sanitary and safety measure necessary for the promotion, protection and preservation of the health, safety and general welfare of the people of the City of Cupertino; and

WHEREAS, the City Council of the City of Cupertino enacted provisions of the Municipal Code, in part, to satisfy applicable potable water safety and health requirements; and

WHEREAS, pursuant to the 1997 Agreement for Lease of Real Property (Water System) (Lease) all operations of the Cupertino Municipal Water System is provided by a private water utility operator collector pursuant to the terms of the Lease and Cupertino Municipal Code; and

WHEREAS, the City does not provide water system services, rather the private water utility has agreed to protect public health, safety and welfare and compliance with applicable laws; and

WHEREAS, as the lessee of the Cupertino Municipal Water System, San Jose Water Company is responsible for all operations of the system including repair, maintenance, operation, customer service, rate setting, billing, emergency service and water quality testing; and

WHEREAS, as part of its administrative role, pursuant to Lease, the City reserved the right to consider if rates were unreasonable; and

WHEREAS, pursuant to the terms of the Lease, San Jose Water Company has the responsibility to operate the Cupertino Municipal Water System in a manner similar to that

in which it operates in own systems and to maintain the leased system in accordance with customary utility standards; and

WHEREAS, when rate setting for its own systems, the private water utility is solely responsible for setting and collecting such rates and charges at a level at or below the authorized amount set by the California Public Utilities Commission; and

WHEREAS, pursuant to the terms of the Lease, San Jose Water Company submitted a written request and documentation in support of an adjustment for potable water rates and charges to customers of the Cupertino Municipal Water System; and

WHEREAS, the request for a rate adjustment is equivalent to the rate reviewed and authorized by California Public Utilities Commission for systems owned and operated by San Jose Water Company; and

WHEREAS, the California Public Utilities Commission and Office of Rate Payer Advocates has evaluated the requested rate adjustment and made written findings that the requested adjustment is necessary to cover increased costs of operations in similar water systems that are both owned and operated by San Jose Water Company; and

WHEREAS, the City has determined that the rate increase is exempt from environmental review pursuant to the exemption in 14 Cal. Code Regs. §15601(b)(3) in that it can be seen with certainty that there is no possibility that this action will have a significant effect on the environment because approval of the rate adjustment is an administrative action and is not an activity subject to CEQA;

WHEREAS, the City Council, using its independent judgment, before taking action on this Resolution, determines that the action is exempt from CEQA as stated above;

WHEREAS, each and every customer and owner of real property within the Cupertino municipal water system was notified of a public hearing scheduled on the proposed rate schedule by U.S. mail prior to said public hearing; and

WHEREAS, a public hearing notice regarding the proposed adjustment to the maximum rate schedule was posted on the City's website on July 13, 2016; and

WHEREAS, all documentation to support this rate adjustment was placed on file with the City Clerk for public inspection and review;

WHEREAS, at its regular meeting on September 6, 2016, the City Council held a duly noticed public hearing to consider the schedule of rates and charges for potable water; and

WHEREAS, at the public hearing, interested persons had the opportunity to testify regarding the increase in the potable rates and charges; and

WHEREAS, the City Council of the City of Cupertino finds and determines as follows:

1. The above recitals are true and correct and material to the adoption of this Resolution.

2. Pursuant to the Lease, after considering the potable water rate and charge adjustment request and documentation from San Jose Water Company, the findings of the general rate case proceedings of the California Public Utilities Commission, the public's written comments and testimony received at this public hearing, and the staff report and information presented at the hearing, the City Council determines that the evidence support that the adjustment is needed to cover increased costs, and therefore, there is no basis for the City to withhold consent to an increase the rate schedule by 8.6% effective September 15, 2016 and retroactive to January 1, 2016.

3. The maximum rate for each service description, as set forth in the schedule labeled as Attachment A, which is attached hereto and incorporated by this reference, represents the effective maximum rate schedule for potable water rate and charges.

NOW, THEREFORE, BE IT RESOLVED, by the City Council of the City of Cupertino, that:

1. Schedule of Rates and Charges. Under the Lease, the City has no basis to determine the following rates and charges are unreasonable. Therefore, as requested by San Jose Water Company and set by the Public Utilities Commission for non-leased system rate payors, the maximum rate schedule for potable water rates and charges shall be increased 8.6%, effective September 15, 2016 and retroactive to January 1, 2016, as is more particularly provided for in Attachment A. San Jose Water Company remains responsible under the Lease for setting and collecting rates at or below this maximum rate schedule for its customers in the leased Cupertino Municipal Water System.

PASSED AND ADOPTED at a regular meeting of the City Council of the City of Cupertino this 6th day of September, 2016, by the following vote:

<u>Vote</u>	<u>Members of the City Council</u>
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AYES:

NOES:

ABSENT:

ABSTAIN:

ATTEST:

APPROVED:

Grace Schmidt, City Clerk

Barry Chang, Mayor

|

[Attachment A](#)

Attachment A

2016 MAXIMUM RATE SCHEDULE FOR POTABLE WATER RATES AND CHARGES

DRAFT



**San Jose
Water
Company**

110 W. Taylor St.
San Jose, CA 95196
Phone 408 279-7900
Fax 408 279-7934

February 29, 2016

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

Advice Letter No. 483

The 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>Canceling Cal. P.U.C. Sheet No.</u>
1716-W	Schedule No. 1 General Metered Service	1687-W
1717-W	Schedule No. 1B General Metered Service With Automatic Fire Sprinkler System	1688-W
1718-W	Schedule No. 1C General Metered Service Mountain District	1689-W
1719-W	Schedule No. RW Raw Water Service	1690-W
1720-W	Table of Contents	1715-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 No. (D) 13-07-028, dated July 25, 2013. 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 is not required as notice was completed at the time of SJWC's filing of Application No. (A) 10-09-019: Application of SJWC for Approval of Cost Recovery for Upgrading the Montevina Water Treatment Plant (MWTP). Currently SJWC AL 482, which is unrelated to this filing, is outstanding before the Commission.



**San Jose
Water
Company**

110 West Taylor Street
San Jose, CA 95110
Phone 408 279-7900
Fax 408 279-7934

June 10, 2016

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

Advice Letter No. 488

The 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 here to:

<u>Cal. P.U.C. Sheet No.</u>	<u>Title of Sheet</u>	<u>Canceling Cal. P.U.C. Sheet No.</u>
1737-W	Schedule No. 1 General Metered Service	1716-W
1738-W	Schedule No. 1 General Metered Service (Continued)	1684-W
1739-W	Schedule No. 1 General Metered Service (Continued)	1732-W
Deleted	Schedule No. 1 General Metered Service (Continued)	1727-W
1740-W	Schedule No. 1B General Metered Service with Automatic Fire Sprinkler System	1717-W
1741-W	Schedule No. 1B General Metered Service with Automatic Fire Sprinkler System (Continued)	1574-W

**CALIFORNIA PUBLIC UTILITIES COMMISSION
DIVISION OF WATER AND AUDITS**

Advice Letter Cover Sheet

Utility Name: San Jose Water Company

Date Mailed to Service List: 6/10/16

District: N/A

CPUC Utility #: U-168-W

Protest Deadline (20th Day): 6/30/16

Advice Letter #: 489

Review Deadline (30th Day): 7/10/16

Tier ☒ 1 ☐ 2 ☐ 3 ☐ Compliance

Requested Effective Date: 6/14/2016

D.13-07-028

Authorization D.16-06-004

Rate Impact: \$1,659,451
0.52%

Description: Re-implement previously approved rate base offset for plant additions made in 2015 related to the MWTP Upgrade Project (Montevina Project) approved via AL 483 effective March 30, 2016.

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: Wes Owens

Utility Contact: Ann Lindahl

Phone: 408-918-7247

Phone: 408-279-7979

Email: wes.owens@sjwater.com

Email: ann.lindahl@sjwater.com

DWA Contact: Tariff Unit

Phone: (415) 703-1133

Email: Water.Division@cpuc.ca.gov

DWA USE ONLY

DATE

STAFF

COMMENTS

_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____

[] APPROVED

[] WITHDRAWN

[] REJECTED

Signature: _____

Comments: _____

Date: _____



**San Jose
Water
Company**

110 W. Taylor St.
San Jose, CA 95110
Phone 408 279-7800
Fax 408 279-7934

June 28th, 2016

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

Advice Letter No. 492

The 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>Canceling Cal. P.U.C. Sheet No.</u>
1771-W	Schedule No. 1 General Metered Service (Continued)	1757-W
1772-W	Schedule No. 1B General Metered Service With Automatic Fire Sprinkler System (Continued)	1758-W
1773-W	Schedule No. 1C General Metered Service Mountain District (Continued)	1760-W
1774-W	Schedule No. RW Raw Water Service (Continued)	1762-W
1775-W	Schedule No. RCW Recycled Water Metered Service (Continued)	1763-W
1776-W	Table of Contents	1770-W

With this advice letter SJWC requests authorization to implement a surcharge to true-up the difference between interim rates for the period January 1, 2016 through June 13, 2016. SJWC seeks to recover \$8,767,390 accumulated in the 2016 GRC Interim Rates Memorandum Account via a surcharge of \$0.1728 per ccf applied to all customer usage. These tariffs are submitted



**San Jose
Water
Company**

110 W. Taylor St.
San Jose, CA 95110
Phone 408 279-7800
Fax 408 279-7934

July 1st, 2016

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

Advice Letter No. 492A

San Jose Water Company (U-168-W) (SJWC) hereby transmits for filing Supplemental Advice Letter 492A 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>Canceling Cal. P.U.C. Sheet No.</u>
1771-W	Schedule No. 1 General Metered Service (Continued)	1757-W
1772-W	Schedule No. 1B General Metered Service With Automatic Fire Sprinkler System (Continued)	1742-W
1773-W	Schedule No. 1B General Metered Service With Automatic Fire Sprinkler System (Continued)	1758-W
1774-W	Schedule No. 1C General Metered Service Mountain District (Continued)	1745-W
1775-W	Schedule No. 1C General Metered Service Mountain District (Continued)	1760-W
1776-W	Schedule No. RW Raw Water Service (Continued)	1761-W

1777-W	Schedule No. RW Raw Water Service (Continued)	1762-W
1778-W	Schedule No. RCW Recycled Water Metered Service (Continued)	1763-W
1779-W	Table of Contents	1770-W

On the directive of the California Public Utilities Commission's (CPUC) Division of Water and Audits (DWA), SJWC hereby provides a supplement to the previously filed advice letter (AL) 492. In advice letter 492, filed June 28th, SJWC requested authorization to implement a surcharge to true-up the difference between interim rates for the period January 1, 2016 through June 13, 2016. Subsequent to that filing DWA directed SJWC to withdraw the separate AL 487 to amortize the uncollected remaining balance from SJWC's interim rate true-up originally authorized in D.14-08-006 as modified by D.15-03-048 and implemented in AL 471. SJWC should instead request amortization of this uncollected balance in conjunction with recovery of the interim rate true-up balance from the most recent general rate case as authorized in D.16-06-004. This should be accomplished by filing a supplement to AL 492 to include the uncollected balance being sought in AL 487. The directive from the CPUC's DWA is provided as Attachment A. Pursuant to this direction, SJWC withdrew AL 487 effective June 30th, 2016.

As of July 1st, there is an uncollected balance of \$524,389 remaining from the interim rate true-up recovery originally approved in D.14-08-006 as amended by D.15-03-048 (Attachment B). As noted in AL 492, SJWC seeks to recover \$8,767,390 accumulated in the 2016 GRC Interim Rates Memorandum Account (Attachment C). Thus, the cumulative balance of these two accounts is \$9,291,779.

Ordering Paragraph (OP) No. 2 of D.14-08-006 and OP No. 6 of D.16-06-004 requires that the surcharge must comply with SP U-27-W, which states: "*Reserve and memo account amortization surcharges shall be spread over one year for undercollections of less than 5% of gross revenues, over two years for undercollections of 5% to 10% of gross revenues and over three years for undercollections over 10% of gross revenues.*"¹ SJWC's authorized revenue requirement as determined in D.16-06-004 is \$317,275,000. As noted above, the balance requested for recovery is \$9,291,779, or 2.9% of authorized revenue requirement.

SJWC's authorized sales, as provided in D.16-06-004, is 50,731,000 ccf. Based on the authorized sales the calculated surcharge is \$0.1832 per ccf to be applied to all sales. As

¹ SP U-27-W – Section H-Recovery Periods, p. 16

required by D.16-06-004 the undercollection will be recovered over the balance of the GRC cycle, so the surcharge will run until collection is completed.

This AL is designated Tier 1 per D.14-08-006 and D.16-06-004. SJWC requests that the surcharge become effective on July 9, 2016.

Rate Calculation and Average Bill Comparison

At the time of filing the present rates for SJWC are effective pending disposition as of June 14, 2016 by AL 489. As a result of this surcharge, the bill for a residential customer with a ¾" meter using 15 ccf per month will increase by \$2.75, or 3.04% per month (Attachment D).

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, 3rd 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, California 95196
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.

Currently SJWC has advice letters 488, 489, 490, 491, and 493 pending before the Commission. Public notice is not required per GO 96B, Water Industry Rule 7.3.1, and since notice was completed at the time of SJWC's General Rate Case proceeding A.15-01-002. 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 E.

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

Very truly yours,

/S/ WES OWENS
WES OWENS
Director
Regulatory Affairs
Enclosures

A copy of Advice Letter No. 492A has been sent to the following municipalities, water companies and interested parties:

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

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

City of Cupertino
10300 Torre Avenue
Cupertino, CA 95014

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

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

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

City of Monte Sereno
Attn: Director of Public Works
18014 Saratoga-Los Gatos Road
Monte Sereno, CA 95030

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

County of Santa Clara
Attn: Director of Public Works
70 W. Hedding Street
San Jose, CA 95110

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

James M. Fiedler P.E., D.WRE
Chief Operating Officer
Water Utility Enterprises
Santa Clara Valley Water District
5750 Almaden Expressway
San Jose, CA 95118

SAN JOSE WATER COMPANY (U-168-W)
Advice Letter No.492A
Page 2 of 2

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

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

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

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

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

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

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

Big Redwood Park Water
& Improvement Assoc.
18375 Main Blvd.
Los Gatos, CA 95033

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

Stagecoach Mutual Water Company
21825 Stagecoach Road
Los Gatos, Ca 95033

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

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

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

James Hunter
6475 Dwyer Street
San Jose, CA 95120

Schedule No. 1

GENERAL METERED SERVICE
(Continued)

6. To amortize the under-collection in Balancing Accounts, a surcharge of \$0.0492 per 100 cu.ft is to be added to the Quantity rate shown for a 6 month period beginning with the effective date of Advice Letter 481.
7. To amortize the under-collection in the 2013 GRC Interim Rates Memorandum Account, a surcharge of \$0.2888 per 100 cu.ft is to be added to the Quantity rate shown for a 36 month period beginning with the effective date of Advice Letter 465-B.
8. To amortize the under-collection in the Mandatory Conservation Revenue Adjustment Memorandum Account, a surcharge of \$0.08 per 100 cu.ft. is to be added to the Quantity Rate shown for a 12-month period beginning with the effective date of Advice Letter 477.
9. To amortize the under-collection in the Water Conservation Memorandum Account from 2015, a surcharge of \$0.1441 per 100 cu.ft. is to be added to the Quantity Rate shown for a 12-month period beginning with the effective date of Advice Letter 486.
10. To amortize the under-collection of the Balancing Accounts, a surcharge of \$0.0953 per 100 cu.ft is to be added to the Quantity rate shown for a 12 month period beginning with the effective date of Advice Letter 488.
11. To amortize the over-collection of the Memorandum Accounts, a surcredit of \$0.3673 per service connection per month is to be added for a 12 month period beginning with the effective date of Advice Letter 488.
12. To offset the July 2016 increase in Purchased Water from the Santa Clara Valley Water District, as required by Section 792.5 of the Public Utilities Code, an increase in purchased water costs of \$178.00 /acre-foot, relative to the purchase water costs adopted by D.16-06-004, and associated revenue increase of \$0.2530 per 100 cu.ft.
13. To offset the July 2016 increase in Ground Water Charges from the Santa Clara Valley Water District, as required by Section 792.5 of the Public Utilities Code, an increase in ground water charges of \$178.00 /acre-foot, relative to the purchase water costs adopted by D.16-06-004, and associated revenue increase of \$0.1699 per 100 cu.ft.
14. To amortize the under-collection in the 2016 GRC Interim Rates Memorandum Account and the remaining balance of the under-collection in the 2013 GRC Interim Rates Memorandum Account (Rehearing), a surcharge of \$0.1832 per 100 cu.ft is to be added to the Quantity rate shown over the balance of the rate case cycle beginning with the effective date of Advice Letter 492A.

(D)
(L)

(L)

(N)
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(N)

(To be inserted by utility)

Issued by

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

Advice No. 492A

PALLE JENSEN

Date Filed _____

Senior Vice President,

Effective _____

Dec. No. _____

Regulatory Affairs

Resolution No. _____

TITLE

Schedule No. 1B

GENERAL METERED SERVICE WITH
AUTOMATIC FIRE SPRINKLER SYSTEM
(Continued)

6. To fund the repayment of a Safe Drinking Water State Revolving Fund loan, pursuant To D.05-01-048 dated January 27, 2005, a monthly surcharge will be added to the bill as follows:

Surcharge:	Year 1-10		Year 11-20	
	Per Meter		Per Month	
For 5/8 x 3/4-inch meter	\$0.02		\$0.02	
For 3/4-inch meter	0.02		0.02	
For 1-inch meter	0.04		0.02	
For 1-1/2-inch meter	0.08		0.06	
For 2-inch meter	0.13		0.09	
For 3-inch meter	0.23		0.18	
For 4-inch meter	0.38		0.32	
For 6-inch meter	0.74		0.67	
For 8-inch meter	1.19		1.08	
For 10-inch meter	1.71		1.55	

7. To amortize the under-collection in Balancing Accounts, a surcharge of \$0.0492 per 100 cu.ft is to be added to the Quantity rate shown for a 6 month period beginning with the effective date of Advice Letter 481.
8. To amortize the under-collection in the 2013 GRC Interim Rates Memorandum Account, a surcharge of \$0.2888 per 100 cu.ft is to be added to the Quantity rate shown for a 36 month period beginning with the effective date of Advice Letter 465-B.
9. To amortize the under-collection in the Mandatory Conservation Revenue Adjustment Memorandum Account, a surcharge of \$0.08 per 100 cu.ft. is to be added to the Quantity Rate shown for a 12-month period beginning with the effective date of Advice Letter 477.
10. To amortize the under-collection in the Water Conservation Memorandum Account from 2015, a surcharge of \$0.1441 per 100 cu.ft. is to be added to the Quantity Rate shown for a 12-month period beginning with the effective date of Advice Letter 486.
11. To amortize the under-collection of the Balancing Accounts, a surcharge of \$0.0953 per 100 cu.ft is to be added to the Quantity rate shown for a 12 month period beginning with the effective date of Advice Letter 488.
12. To amortize the over-collection of the Memorandum Accounts, a surcredit of \$0.3673 per service connection per month is to be added for a 12 month period beginning with the effective date of Advice Letter 488.

(D)
(L)

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(continued)

(To be inserted by utility)

Issued by

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

Advice No. 492A

PALLE JENSEN

Date Filed _____

Senior Vice President,

Effective _____

Dec. No. _____

Regulatory Affairs

Resolution No. _____

TITLE

Schedule No. 1B

GENERAL METERED SERVICE WITH
AUTOMATIC FIRE SPRINKLER SYSTEM
(Continued)

13. 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 \$2.4068 per 100 cubic feet on each water bill for the quantities of water used during the period covered by that bill. (L)
14. To offset the July 2016 increase in Purchased Water from the Santa Clara Valley Water District, as required by Section 792.5 of the Public Utilities Code, an increase in purchased water costs of \$178.00 /acre-foot, relative to the purchase water costs adopted by D.16-06-004, and associated revenue increase of \$0.2530 per 100 cu.ft. (L)
15. To offset the July 2016 increase in Ground Water Charges from the Santa Clara Valley Water District, as required by Section 792.5 of the Public Utilities Code, an increase in ground water charges of \$178.00 /acre-foot, relative to the purchase water costs adopted by D.16-06-004, and associated revenue increase of \$0.1699 per 100 cu.ft. (L)
16. To amortize the under-collection in the 2016 GRC Interim Rates Memorandum Account and the remaining balance of the under-collection in the 2013 GRC Interim Rates Memorandum Account (Rehearing), a surcharge of \$0.1832 per 100 cu.ft is to be added to the Quantity rate shown over the balance of the rate case cycle beginning with the effective date of Advice Letter 492A. (N)
I
I
(N)

(To be inserted by utility)

Issued by

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

Advice No. 492A

PALLE JENSEN

Date Filed

Senior Vice President,

Effective

Dec. No.

Regulatory Affairs

Resolution No.

TITLE

Schedule No. 1C
GENERAL METERED SERVICE
Mountain District
(Continued)

Surcharge:	Year 8-20 Per Meter Per Month
For 5/8 x 3/4-inch meter	\$0.04
For 3/4-inch meter	0.04
For 1-inch meter	0.05
For 1-1/2-inch meter	0.10
For 2-inch meter	0.14
For 3-inch meter	0.28
For 4-inch meter	0.39
For 6-inch meter	0.98
For 8-inch meter	1.59
For 10-inch meter	2.32

7. To fund the repayment of a Safe Drinking Water State Revolving Fund loan, pursuant to D.05-01-048 dated January 27, 2005, a monthly surcharge will be added to the bill as follows:

Surcharge:	Year 1-10 Per Meter Per Month	Year 11-20 Per Meter Per Month
For 5/8 x 3/4-inch meter	\$0.02	\$0.02
For 3/4-inch meter	0.02	0.02
For 1-inch meter	0.04	0.02
For 1-1/2-inch meter	0.08	0.06
For 2-inch meter	0.13	0.09
For 3-inch meter	0.23	0.18
For 4-inch meter	0.38	0.32
For 6-inch meter	0.74	0.67
For 8-inch meter	1.19	1.08
For 10-inch meter	1.71	1.55

8. To amortize the under-collection in Balancing Accounts, a surcharge of \$0.0492 per 100 cu.ft is to be added to the Quantity rate shown for a 6 month period beginning with the effective date of Advice Letter 481 .
9. To amortize the under-collection in the 2013 GRC Interim Rates Memorandum Account, a surcharge of \$0.2888 per 100 cu.ft is to be added to the Quantity rate shown for a 36 month period beginning with the effective date of Advice Letter 465-B.

(D)

(Continued)

(To be inserted by utility)

Issued by

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

Advice No. 492A

PALLE JENSEN

Date Filed

Senior Vice President,

Effective

Dec. No.

Regulatory Affairs

Resolution No.

TITLE

Schedule No. 1C

GENERAL METERED SERVICE
Mountain District
(Continued)

10. To amortize the under-collection in the Mandatory Conservation Revenue Adjustment Memorandum Account, a surcharge of \$0.08 per 100 cu.ft. is to be added to the Quantity Rate shown for a 12-month period beginning with the effective date of Advice Letter 477. (L)
11. To amortize the under-collection in the Water Conservation Memorandum Account from 2015, a surcharge of \$0.1441 per 100 cu.ft. is to be added to the Quantity Rate shown for a 12-month period beginning with the effective date of Advice Letter 486.
12. To amortize the under-collection of the Balancing Accounts, a surcharge of \$0.0953 per 100 cu.ft is to be added to the Quantity rate shown for a 12 month period beginning with the effective date of Advice Letter 488.
13. To amortize the over-collection of the Memorandum Accounts, a surcredit of \$0.3673 per service connection per month is to be added for a 12 month period beginning with the effective date of Advice Letter 488.
14. To offset the July 2016 increase in Purchased Water from the Santa Clara Valley Water District, as required by Section 792.5 of the Public Utilities Code, an increase in purchased water costs of \$178.00 /acre-foot, relative to the purchase water costs adopted by D.16-06-004, and associated revenue increase of \$0.2530 per 100 cu.ft.
15. To offset the July 2016 increase in Ground Water Charges from the Santa Clara Valley Water District, as required by Section 792.5 of the Public Utilities Code, an increase in ground water charges of \$178.00 /acre-foot, relative to the purchase water costs adopted by D.16-06-004, and associated revenue increase of \$0.1699 per 100 cu.ft. (L)
16. To amortize the under-collection in the 2016 GRC Interim Rates Memorandum Account and the remaining balance of the under-collection in the 2013 GRC Interim Rates Memorandum Account (Rehearing), a surcharge of \$0.1832 per 100 cu.ft is to be added to the Quantity rate shown over the balance of the rate case cycle beginning with the effective date of Advice Letter 492A. (N)
I
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(N)

(To be inserted by utility)

Issued by

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

Advice No. 492A

PALLE JENSEN

Date Filed _____

Senior Vice President,

Effective _____

Dec. No. _____

Regulatory Affairs

Resolution No. _____

TITLE

Schedule No. RW

RAW WATER METERED SERVICE
(Continued)

3. The utility will supply at the point of connection only such raw water at such pressures as may be available from time to time from the Santa Clara Valley Water District. The customer shall indemnify the utility and save it harmless from any and all claims arising out of service under this schedule and shall further agree to make no claims against the utility for any loss, damage or injury resulting from service under this schedule.
4. As a condition for service under this schedule, all customers are required to comply with all San Jose Water Company's tariffs, except for those identified in the Commission's General Order 103 regarding supply of water not intended or claimed to be potable.
5. 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 refund of \$2.4068 cents per 100 cubic feet for the quantities of water used. In accordance with Santa Clara Valley Water District procedures customers will be refunded every six months.
6. All bills are subject to the reimbursement fee set forth on Schedule No. UF.
7. To amortize the under-collection in Balancing Accounts, a surcharge of \$0.0492 per 100 cu.ft is to be added to the Quantity rate shown for a 6 month period beginning with the effective date of Advice Letter 481.
8. To amortize the under-collection in the 2013 GRC Interim Rates Memorandum Account, a surcharge of \$0.2888 per 100 cu.ft is to be added to the Quantity rate shown for a 36 month period beginning with the effective date of Advice Letter 465-B.
9. To amortize the under-collection in the Mandatory Conservation Revenue Adjustment Memorandum Account, a surcharge of \$0.08 per 100 cu.ft. is to be added to the Quantity Rate shown for a 12-month period beginning with the effective date of Advice Letter 477.
10. To amortize the under-collection in the Water Conservation Memorandum Account from 2015, a surcharge of \$0.1441 per 100 cu.ft. is to be added to the Quantity Rate shown for a 12-month period beginning with the effective date of Advice Letter 486.
11. To amortize the under-collection of the Balancing Accounts, a surcharge of \$0.0953 per 100 cu.ft is to be added to the Quantity rate shown for a 12 month period beginning with the effective date of Advice Letter 488.
12. To amortize the over-collection of the Memorandum Accounts, a surcredit of \$0.3673 per service connection per month is to be added for a 12 month period beginning with the effective date of Advice Letter 488.

(D)
(L)

(L)

(continued)

(To be inserted by utility)

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Dec. No.

Regulatory Affairs

Resolution No.

TITLE

Schedule No. RW

RAW WATER METERED SERVICE

(Continued)

- | | |
|--|----------------------|
| 13. To offset the July 2016 increase in Purchased Water from the Santa Clara Valley Water District, as required by Section 792.5 of the Public Utilities Code, an increase in purchased water costs of \$178.00 /acre-foot, relative to the purchase water costs adopted by D.16-06-004, and associated revenue increase of \$0.2530 per 100 cu.ft. | (L) |
| 14. To offset the July 2016 increase in Ground Water Charges from the Santa Clara Valley Water District, as required by Section 792.5 of the Public Utilities Code, an increase in ground water charges of \$178.00 /acre-foot, relative to the purchase water costs adopted by D.16-06-004, and associated revenue increase of \$0.1699 per 100 cu.ft. | (L) |
| 15. To amortize the under-collection in the 2016 GRC Interim Rates Memorandum Account and the remaining balance of the under-collection in the 2013 GRC Interim Rates Memorandum Account (Rehearing), a surcharge of \$0.1832 per 100 cu.ft is to be added to the Quantity rate shown over the balance of the rate case cycle beginning with the effective date of Advice Letter 492A. | (N)
I
I
(N) |

(To be inserted by utility)

Issued by

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

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PALLE JENSEN

Date Filed _____

Senior Vice President,

Effective _____

Dec. No. _____

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 offset the July 2016 increase in the Recycled Water Wholesale Rate from South Bay Water Recycling, as required by Section 792.5 of the Public Utilities Code, an increase in recycled water wholesale rates of \$178.00 /acre-foot, relative to the recycled purchase water costs adopted by D.16-06-004, and associated revenue increase of \$0.4102 per 100 cu.ft.
9. To amortize the under-collection in the 2016 GRC Interim Rates Memorandum Account and the remaining balance of the under-collection in the 2013 GRC Interim Rates Memorandum Account (Rehearing), a surcharge of \$0.1832 per 100 cu.ft is to be added to the Quantity rate shown over the balance of the rate case cycle beginning with the effective date of Advice Letter 492A. (N)
I
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(N)

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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	
Table of Contents	1779-W, 1476-W, 848-W and 1725-W	(T)
Preliminary Statement	919-W, 1303-W, 1699-W, 1700-W, 1702-W, 1420-W, 1423-W, 1427-W, 1469-W, 1492-W, 1508-W and 1542-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	
Index to Map of Areas With Special Pressure and Fire Flow Conditions	1079-W, 1591-W 1082-W, 1087-W and 1404-W	
Rate Schedules:		
Schedule No. 1, General Metered Service	1751-W, 1756-W and 1771-W	(C)
Schedule No. 1B, General Metered Service With Automatic Fire Sprinkler System	1752-W, 1741-W, 1772-W and 1773-W	(C)
Schedule No. 1C, General Metered Service Mountain District	1759-W, 1744-W, 1774-W and 1775-W	(C)
Schedule No. 4, Private Fire Service	1747-W and 1621-W	
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, 1765-W, 1671-W, 1672-W, 1673-W, 1766-W, and 1767-W	
Staged Mandatory Reductions And Drought Surcharges		
Schedule No. RW, Raw Water Metered Service	1754-W, 1776-W and 1777-W	(C)
Schedule No. RCW, Recycled Water Metered Service	1049-W and 1778-W	(C)
Schedule No. UF, Surcharge to Fund Public Utilities Commission, Reimbursement Fee	1697-W	
Schedule No. WRAP, Water Rate Assistance Program	1723-W and 1211-W	
List of Contracts and Deviations	1636-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	821-W thru 823-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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Advice No. 492A

PALLE JENSEN

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Effective

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Regulatory Affairs

Resolution No.

TITLE

pursuant to General Orders Nos. 96-B and pursuant to the authority established by the California Public Utilities Commission (Commission) in Decision No. (D) 16-06-004, dated June 9, 2016. Public notice is not required as notice was completed at the time of filing of SJWC's General Rate Case (GRC) proceeding A.15-01-002. This advice letter is designated a Tier I Advice Letter. SJWC requests that the surcharges become effective July 1, 2016.

Background

SJWC filed Application 15-01-002 on January 5, 2015. In the Application SJWC sought, amongst other items, CPUC authorization to increase rates for the Test Year 2016 and Escalation Years 2017 and 2018. On July 14, 2015, SJWC filed the Motion of San Jose Water Company for Interim Rate Relief. On August 4, 2015, the assigned Administrative Law Judge (ALJ) issued a Ruling Granting Interim Rates (Attachment A). This Ruling authorized SJWC to file a tariff implementing interim rates and to establish a Memorandum Account to track the difference between the interim rates and the final rates adopted in A.15-01-002. SJWC received CPUC approval of the submitted AL 480 implementing the interim rates and establishing the Memorandum Account effective January 1, 2016.

On June 9th, 2016, the Commission issued D.16-06-004 authorizing a general rate increase for the Test Year 2016. This Decision was issued approximately 5 months after the interim rates went into effect. The rates authorized by D.16-06-004 were made effective pending disposition on June 14, 2016 through advice letter 488.

With this advice letter SJWC requests authorization to implement a surcharge of \$0.1728 per ccf for all potable and non-potable usage to collect the under-collection of \$8,767,390 tracked in the 2016 GRC Interim Rates Memorandum Account over the true-up period of January 1, 2016 through June 13, 2016. The surcharge to recover the balances in the Memorandum Account has been calculated in accordance with Standard Practice U-27-W. The surcharge will be eliminated when the balance is recovered, which will be over the balance of the rate case cycle.

Interim True-Up Authorization

Ordering Paragraph No. 6 of D.16-06-004 (Attachment B), states that:

"6. San Jose Water Company shall file a Tier 1 Advice Letter for a surcharge to true-up the difference between interim rates for the period January 1, 2016 to the implementation date of the tariffs included in this order. The surcharge must comply with Standard Practice U-27-W. This calculation will be based on the 2016 tariff schedules attached to this decision that would have been implemented under the present rate design. The difference between the interim and final rates based on the revenue requirement shall be recovered over the balance of the rate case cycle."

Interim True-Up Calculation

The 2016 GRC Interim Rates Memorandum Account includes the following entries for every month between January 1, 2016 and June 13, 2016:

1. Revenues based on interim rates
2. Revenues based on authorized rates
3. Total net 2016 GRC Interim Rates Memorandum Account balance = (1) – (2)
4. A positive (+) balance in the memorandum account reflects a utility over collection to be refunded, while a negative balance reflects a utility under collection to be recovered in rates.

The 2016 GRC Interim Rates Memorandum Account includes accrual of interest on a monthly basis at a rate equal to one-twelfth of the 90 Day Non-financial Commercial Paper Interest Rate applied to the average of the beginning-of-month and the end-of-month balances.

The only change in rates during the true-up period occurred on March 30, 2016. Effective on this date, SJWC increased rates by 0.55% via AL 483. However, this rate increase was not incorporated into the rates authorized in D.16-06-004, therefore only the authorized rates effective January 1, 2016 are included in the true-up calculation. Since only the authorized rates effective January 1, 2016 are included in the calculation it is necessary to use only the interim rates effective January 1, 2016 in the calculation as well. The interim rates included in this calculation are included as Attachment C and the authorized rates are included as Attachment D.

Both revenues based on interim rates and revenues based on authorized rates are calculated based on actual billed usage and number of billed services during the true-up period. Based on the difference between interim rates and authorized rates applied to recorded billed service charges and billed customer usage over the true-up period the amount included in the 2016 GRC Interim Rates Memorandum Account for the Base Interim True-up is \$8,767,390, which includes interest at the 90 day commercial rate (Attachment E).

As noted above, Ordering Paragraph No. 6 of D.16-06-004 requires that the surcharge must comply with SP U-27-W, which states: *“Reserve and memo account amortization surcharges shall be spread over one year for undercollections of less than 5% of gross revenues, over two years for undercollections of 5% to 10% of gross revenues and over three years for undercollections over 10% of gross revenues.”*¹ SJWC’s authorized revenue requirement as determined in D.16-06-004 is \$317,275,000. As noted above, the balance requested for recovery is \$8,767,390, or 2.7% of authorized revenue requirement.

¹ SP U-27-W – Section H-Recovery Periods, p. 16

SJWC's authorized sales, as provided in D.16-06-004, is 50,731,000 ccf. Based on the authorized sales the calculated surcharge is \$0.1728 per ccf to be applied to all sales. As required by D.16-06-004 the undercollection will be recovered over the balance of the GRC cycle, so the surcharge will run until collection is completed.

SJWC requests that the surcharge become effective on July 1, 2016.

Rate Calculation and Average Bill Comparison

At the time of filing the present rates for SJWC are effective pending disposition as of June 14, 2016 by AL 489. As a result of this surcharge, the bill for a residential customer with a ¾" meter using 15 ccf per month will increase by \$2.59, or 2.87% per month (Attachment F).

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, 3rd 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, California 95196
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.

Currently SJWC has advice letters 488, 489, 490, and 491 pending before the Commission. Advice letter 487 is currently suspended. Public notice is not required per GO 96B, Water Industry Rule 7.3.1, and since notice was completed at the time of SJWC's General Rate Case proceeding A.15-01-002. 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 G.

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

Very truly yours,

/S/ WES OWENS
WES OWENS
Director
Regulatory Affairs
Enclosures

A copy of Advice Letter No. 492 has been sent to the following municipalities, water companies and interested parties:

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

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

City of Cupertino
10300 Torre Avenue
Cupertino, CA 95014

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

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

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

City of Monte Sereno
Attn: Director of Public Works
18014 Saratoga-Los Gatos Road
Monte Sereno, CA 95030

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

County of Santa Clara
Attn: Director of Public Works
70 W. Hedding Street
San Jose, CA 95110

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

James M. Fiedler P.E., D.WRE
Chief Operating Officer
Water Utility Enterprises
Santa Clara Valley Water District
5750 Almaden Expressway
San Jose, CA 95118

SAN JOSE WATER COMPANY (U-168-W)
Advice Letter No.492
Page 2 of 2

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

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

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

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

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

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

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

Big Redwood Park Water
& Improvement Assoc.
18375 Main Blvd.
Los Gatos, CA 95033

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

Stagecoach Mutual Water Company
21825 Stagecoach Road
Los Gatos, Ca 95033

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

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

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

James Hunter
6475 Dwyer Street
San Jose, CA 95120

Schedule No. 1

GENERAL METERED SERVICE
(Continued)

6. To amortize the under-collection in Balancing Accounts, a surcharge of \$0.0492 per 100 cu.ft is to be added to the Quantity rate shown for a 6 month period beginning with the effective date of Advice Letter 481.
7. To amortize the under-collection in the 2013 GRC Interim Rates Memorandum Account, a surcharge of \$0.2888 per 100 cu.ft is to be added to the Quantity rate shown for a 36 month period beginning with the effective date of Advice Letter 465-B.
8. To amortize the under-collection in the 2013 GRC Interim Rates Memorandum Account (Rehearing), a surcharge of \$0.0360 per 100 cu.ft is to be added to the Quantity rate shown for a 6 month period beginning with the effective date of Advice Letter 471.
9. To amortize the under-collection in the Mandatory Conservation Revenue Adjustment Memorandum Account, a surcharge of \$0.08 per 100 cu.ft. is to be added to the Quantity Rate shown for a 12-month period beginning with the effective date of Advice Letter 477.
10. To amortize the under-collection in the Water Conservation Memorandum Account from 2015, a surcharge of \$0.1441 per 100 cu.ft. is to be added to the Quantity Rate shown for a 12-month period beginning with the effective date of Advice Letter 486.
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13. To offset the July 2016 increase in Purchased Water from the Santa Clara Valley Water District, as required by Section 792.5 of the Public Utilities Code, an increase in purchased water costs of \$178.00 /acre-foot, relative to the purchase water costs adopted by D.16-06-004, and associated revenue increase of \$0.2530 per 100 cu.ft.
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I
(N)

(To be inserted by utility)

Issued by

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TITLE

Schedule No. 1B

GENERAL METERED SERVICE WITH
AUTOMATIC FIRE SPRINKLER SYSTEM
(Continued)

14. 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 \$2.4068 per 100 cubic feet on each water bill for the quantities of water used during the period covered by that bill.
15. To offset the July 2016 increase in Purchased Water from the Santa Clara Valley Water District, as required by Section 792.5 of the Public Utilities Code, an increase in purchased water costs of \$178.00 /acre-foot, relative to the purchase water costs adopted by D.16-06-004, and associated revenue increase of \$0.2530 per 100 cu.ft.
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(N)

(To be inserted by utility)

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TITLE

Schedule No. 1C

GENERAL METERED SERVICE
Mountain District
(Continued)

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14. To amortize the over-collection of the Memorandum Accounts, a surcredit of \$0.3673 per service connection per month is to be added for a 12 month period beginning with the effective date of Advice Letter 488.
15. To offset the July 2016 increase in Purchased Water from the Santa Clara Valley Water District, as required by Section 792.5 of the Public Utilities Code, an increase in purchased water costs of \$178.00 /acre-foot, relative to the purchase water costs adopted by D.16-06-004, and associated revenue increase of \$0.2530 per 100 cu.ft.
16. To offset the July 2016 increase in Ground Water Charges from the Santa Clara Valley Water District, as required by Section 792.5 of the Public Utilities Code, an increase in ground water charges of \$178.00 /acre-foot, relative to the purchase water costs adopted by D.16-06-004, and associated revenue increase of \$0.1699 per 100 cu.ft.
17. To amortize the under-collection in the 2016 GRC Interim Rates Memorandum Account, a surcharge of \$0.1728 per 100 cu.ft is to be added to the Quantity rate shown over the balance of the rate case cycle beginning with the effective date of Advice Letter 492. (N)
I
(N)

(To be inserted by utility)

Issued by

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

Advice No. 492

PALLE JENSEN

Date Filed

Senior Vice President,

Effective

Dec. No.

Regulatory Affairs

Resolution No.

TITLE

Schedule No. RW

RAW WATER METERED SERVICE

(Continued)

14. To offset the July 2016 increase in Purchased Water from the Santa Clara Valley Water District, as required by Section 792.5 of the Public Utilities Code, an increase in purchased water costs of \$178.00 /acre-foot, relative to the purchase water costs adopted by D.16-06-004, and associated revenue increase of \$0.2530 per 100 cu.ft.
15. To offset the July 2016 increase in Ground Water Charges from the Santa Clara Valley Water District, as required by Section 792.5 of the Public Utilities Code, an increase in ground water charges of \$178.00 /acre-foot, relative to the purchase water costs adopted by D.16-06-004, and associated revenue increase of \$0.1699 per 100 cu.ft.
16. To amortize the under-collection in the 2016 GRC Interim Rates Memorandum Account, a surcharge of \$0.1728 per 100 cu.ft is to be added to the Quantity rate shown over the balance of the rate case cycle beginning with the effective date of Advice Letter 492. (N)
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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 offset the July 2016 increase in the Recycled Water Wholesale Rate from South Bay Water Recycling, as required by Section 792.5 of the Public Utilities Code, an increase in recycled water wholesale rates of \$178.00 /acre-foot, relative to the recycled purchase water costs adopted by D.16-06-004, and associated revenue increase of \$0.4102 per 100 cu.ft.
9. To amortize the under-collection in the 2016 GRC Interim Rates Memorandum Account, a surcharge of \$0.1728 per 100 cu.ft is to be added to the Quantity rate shown over the balance of the rate case cycle beginning with the effective date of Advice Letter 492.

(N)
I
(N)

(To be inserted by utility)

Issued by

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Advice No. 492

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Date Filed

Senior Vice President,

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Regulatory Affairs

Resolution No.

TITLE

TABLE OF CONTENTS

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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)	

(To be inserted by utility)

Issued by

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

Advice No. 492

PALLE JENSEN

Date Filed _____

Senior Vice President,

Effective _____

Dec. No. _____

Regulatory Affairs

Resolution No. _____

TITLE



**San Jose
Water
Company**

110 W. Taylor St.
San Jose, CA 95196
Phone 408 279-7900
Fax 408 279-7934

June 10, 2016

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

Advice Letter No. 489

The 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:

Cal. P.U.C. <u>Sheet No.</u>	<u>Title of Sheet</u>	Canceling Cal. P.U.C. <u>Sheet No.</u>
1751-W	Schedule No. 1 General Metered Service	1737-W
1752-W	Schedule No. 1B General Metered Service With Automatic Fire Sprinkler System	1740-W
1753-W	Schedule No. 1C General Metered Service Mountain District	1743-W
1754-W	Schedule No. RW Raw Water Service	1748-W
1755-W	Table of Contents	1750-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 No. (D) 13-07-028, dated July 25, 2013. This advice letter is designated a Tier I Advice Letter consistent with General Order 96-B. Public notice is not required as notice was completed at the time of SJWC's filing of Application No. (A) 10-09-019: Application of SJWC for Approval of Cost Recovery for Upgrading the Montevina Water Treatment Plant (MWTP). Currently SJWC ALs 487 and 488 are outstanding before the Commission.

PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA
ADVICE LETTER NO. 489

Page 2

With this advice letter SJWC re-implements a previously approved rate base offset for plant additions made in 2015 related to the MWTP Upgrade Project (Montevina Project). This rate base offset has been approved by the Commission via AL 483 effective March 30, 2016. In AL 483 the Commission approved the requested revenue increase of \$1,659,451 for recovery of the total recorded construction costs for calendar year 2015 of \$9,053,138. Re-implementation of this March 30, 2016 rate base offset is necessary because it is not included in the rates authorized by Decision (D.)16-06-004 which have an effective date of January 1, 2016,.

Background

On February 29th, 2016, SJWC filed AL 483 seeking Commission approval of a rate base offset for work performed on the Montevina Project in 2015. SJWC requested a rate base offset of \$9,053,138 in improvements with an associated revenue increase of \$1,659,451. The requested rate base offset was approved effective March 30, 2016, after a thorough review by both the Commission's Division of Water and Audits (DWA) and the Commission's Office of Ratepayer Advocates.

On May 26th, 2016, the Commission adopted D.16-06-004 in SJWC's General Rate Case proceeding A.15-01-002. With this Decision the Commission authorized a revenue requirement and rates effective back to January 1, 2016. However, since the approval of AL 483 came on March 30th, three months after the January 1st effective date of rates approved in D.16-05-XXX, the AL 483 rate base offset improvements were therefore not included in the rates authorized in D.16-06-004. Thus, if the rate base offset is not re-implemented, as requested in this advice letter, SJWC would not receive recovery of Commission approved improvements.

On June 10th SJWC filed AL 488 to implement rates approved in D.16-06-004. These rates will become effective on June 14th, 2016. SJWC seeks to have AL 489 rates also become effective, and in fact supercede the AL 488 rates, effective June 14th.

Rate Calculation and Average Bill Comparison¹

Current authorized rates for 2016 become effective on June 14th, 2016 by AL 488.

The total revenue requirement impact for this capital addition is \$1,659,451, the same as that previously approved by the Commission via AL 483, or about 0.48% of SJWC's currently authorized revenue for 2016. SJWC seeks to recover 30%, or \$497,835, of the revenue through the service charge component and the remaining 70%, or \$1,161,616, through the quantity rate component pursuant to SJWC's rate design approved in D.14-08-006 and continued in D.16-06-

¹ Rate and bill comparisons are based on interim rates effective as of the date of this advice letter filing. SJWC anticipates a final Decision in the ongoing General Rate Case proceeding (A.15-01-002) sometime in the near future. If a final GRC Decision is approved before approval of this ratebase offset then the base rates will be revised and the rate and bill comparisons shown below and outlined in the attachments will be revised accordingly.

PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA
ADVICE LETTER NO. 489

Page 3

004. As a result of this rate calculation, the service charge for a standard ¾-inch meter will increase by \$0.14 per month from \$23.84 to \$23.98. The uniform quantity charge will increase from \$4.4873 per ccf to \$4.5090 per ccf. SJWC's residential conservation rates have been calculated using the methodology adopted in D.14-08-006, applying 90% of the uniform quantity rate to Tier I, 100% of the uniform rate to Tier II and 110% of the uniform quantity rate to Tier III. The Tier I rate charge will increase from \$4.0386 per ccf to \$4.0581 per ccf. The Tier II rate charge will increase from \$4.4873 per ccf to \$4.5090 per ccf. The Tier III rate charge will increase from \$4.9360 per ccf to \$4.9599 per ccf. The rate calculations are set forth in **Attachment A**. As a result of this rate change, the bill for a residential customer using 15 ccf per month will increase by \$0.46, or 0.51% per month (**Attachment B**).

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. When submitting a response or protest please include the utility name and advice letter number in the subject line. The address for mailing or delivering a protest is:

Tariff Unit, Water Division, 3rd floor
California Public Utilities Commission,
505 Van Ness Avenue

PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA
ADVICE LETTER NO. 489

Page 4

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, California 95196
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.

Public notice of this filing is not required as notice was provided upon the filing of A.10-09-019. In compliance with Paragraph 4.3 of General Order 96-B, a copy of this advice letter has been mailed to interested and affected parties as detailed in **Attachment C**.

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

Very truly yours,

/S/ WES OWENS
WES OWENS
Director, Regulatory Affairs

WO:ael
Enclosure

A copy of Advice Letter No. 489 has been sent to the following municipalities, water companies and interested parties:

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

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

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

City of Monte Sereno
Attn: Director of Public Works
18014 Saratoga-Los Gatos Road
Monte Sereno, CA 95030

City of Cupertino
10300 Torre Avenue
Cupertino, CA 95014

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

City of Campbell
70 North First Street
Campbell, CA 95008

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

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

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

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

James M. Fiedler P.E., D.WRE
Chief Operating Officer
Water Utility Enterprises
Santa Clara Valley Water District
5750 Almaden Expressway
San Jose, CA 95118

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

Brush & Old Well Mutual
Water Company
20732 Brush Road
Los Gatos, CA 95030

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

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

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

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

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

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

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

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

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

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

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

James Hunter
6475 Dwyer Street
San Jose, CA 95120

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

Marty Feldman
P.O. Box 537
Los Gatos, CA 95031

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

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.	\$4.05810	(l)
For Total Monthly Usage from 4 to 18 Ccf.	\$4.50900	l
For Total Monthly Usage over 18 Ccf.	\$4.95990	(l)

All Other Customers

For all water delivered, per 100 cu. ft.	\$4.50900	(l)
--	-----------	-----

Service Charges:

Per Meter Per Month

All Customers:

For 5/8 x 3/4-inch meter	\$ 23.98	(l)
For 3/4-inch meter	\$ 23.98	l
For 1-inch meter	\$ 39.94	l
For 1-1/2-inch meter	\$ 79.91	l
For 2-inch meter	\$ 127.87	l
For 3-inch meter	\$ 239.75	l
For 4-inch meter	\$ 399.58	l
For 6-inch meter	\$ 799.15	l
For 8-inch meter	\$ 1278.65	l
For 10-inch meter	\$ 1838.07	(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. 489

PALLE JENSEN

Date Filed

Senior Vice President,

Effective

Dec. No. D.13-07-028

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.	\$4.05810	(l)
For Total Monthly Usage from 4 to 18 Ccf.	\$4.50900	l
For Total Monthly Usage over 18 Ccf.	\$4.95990	(l)

All Other Customers

For all water delivered, per 100 cu. ft.	\$4.50900	(l)
--	-----------	-----

Service Charges:

Per Meter Per Month

All Customers:

For 5/8 x 3/4-inch meter	\$ 23.98	(l)
For 3/4-inch meter	\$ 23.98	l
For 1-inch meter	\$ 39.94	l
For 1-1/2-inch meter	\$ 79.91	l
For 2-inch meter	\$ 127.87	l
For 3-inch meter	\$ 239.75	(l)

Upsize Charges:

For 1/4-inch meter upsize	\$ 1.51
or 1/2-inch meter upsize	\$ 3.01
For 3/4-inch meter upsize	\$ 4.52
For 1-inch meter upsize	\$ 6.03
For 1-1/2-inch meter upsize	\$ 9.05

(Continued)

(To be inserted by utility)

Issued by

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Advice No. 489

PALLE JENSEN

Date Filed _____

Senior Vice President,

Effective _____

Dec. No. D.13-07-028

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.	\$4.05810	(l)
For Total Monthly Usage from 4 to 18 Ccf.	\$4.50900	l
For Total Monthly Usage for 19 to 20 Ccf.	\$4.95990	(l)
For Total Monthly Usage over 20 Ccf.	\$7.0000	

All Other Customers(subject to Special Condition 5)

For Total Monthly Usage from 0 to 20 Ccf.	\$4.50900	(l)
For Total Monthly Usage over 20 Ccf.	\$7.0000	

Service Charges:

Per Meter Per Month

For 3/4-inch meter	\$ 23.98	(l)
For 1-inch meter	\$ 39.94	l
For 1-1/2-inch meter	\$ 79.91	l
For 2-inch meter	\$ 127.87	l
For 3-inch meter	\$ 239.75	l
For 4-inch meter	\$ 399.58	l
For 6-inch meter	\$ 799.15	l
For 8-inch meter	\$ 1278.65	l
For 10-inch meter	\$1838.07	(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)

(To be inserted by utility)

Issued by

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

Advice No. 489

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Dec. No. D.13-07-028

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.	\$4.2794	(l)

Service Charges:		Per Meter Per Month	
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For 5/8 x 3/4-inch meter	\$ 23.98	(l)
For 3/4-inch meter	\$ 23.98	l
For 1-inch meter	\$ 39.94	l
For 1-1/2-inch meter	\$ 79.91	l
For 2-inch meter	.....	\$ 127.87	l
For 3-inch meter	.....	\$ 239.75	l
For 4-inch meter	.....	\$ 399.58	l
For 6-inch meter	.....	\$ 799.15	l
For 8-inch meter	.....	\$ 1278.65	l
For 10-inch meter	.....	\$ 1838.07	(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)

Issued by

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

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Schedule No. RW, Raw Water Metered Service	1754-W and 1749-W	(C)
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No. 6 - Establishment and Re-establishment of Credit	354-W	
No. 7 - Deposits	355-W and 356-W	
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(Continued)

(To be inserted by utility)

Issued by

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

Advice No. 489

PALLE JENSEN

Date Filed

Senior Vice President,

Effective

Dec. No. D.13-07-028

Regulatory Affairs

Resolution No.

TITLE

PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA
ADVICE LETTER NO. 488

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With this advice letter SJWC implements the authorized rates and conditions as established in Decision No. (D) 16-06-004 (**Attachment A**) dated June 9, 2016, which are designed to increase revenue by \$25,130,000, or 8.60% in Test Year 2016. These tariffs are submitted pursuant to General Order No. 96-B and pursuant to the authority established by the California Public Utilities Commission (Commission) in D.16-06-004. This advice letter is designated as a Tier I Advice Letter and will become effective pending disposition as of June 14, 2016. Public notice is not required as notice was completed at the time of SJWC's General Rate Case proceeding A.15-01-002.

This advice letter is submitted as authorized by Ordering Paragraph No.5 of D.16-06-004, which states that:

"5. San Jose Water Company shall file by Tier I Advice Letter the revised tariff schedules for 2016 attached to this decision and to concurrently cancel its present schedules for such service. This filing shall be subject to approval by the Commission's Division of Water and Audits. The effective date of the revised schedule shall be no earlier than five days after the effective date of this decision, and shall apply only to service rendered on or after the effective date."

D.16-06-004 – Attachment D, Tables G through K (included in Attachment A), provide the revised tariff schedules. SJWC's updated tariffs filed with this advice letter reflect these authorized rates.

In addition to implementing the revised rates SJWC has eliminated the existing Purchased Water and Ground Water Charge expense offset surcharges implemented in the years 2013 through 2015. The production unit cost increases associated with these surcharges have been included in the base rates authorized with this decision, thus the surcharges are no longer necessary.

Effective Date

This advice letter is designated a Tier I Advice Letter. SJWC requests that the rates become effective pending disposition upon filing on June 14, 2016. The present rates of the SJWC became effective March 30, 2016 by Advice Letter No. (AL) 483A. Currently SJWC has Advice Letter 487 pending before the Commission.

Protests and Responses

- (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. When submitting a response or protest please include the utility name and advice letter number in the subject line. The address for mailing or delivering a protest is:

Tariff Unit, Water Division, 3rd 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:

PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA
ADVICE LETTER NO. 488
Page 5

Regulatory Affairs
San Jose Water Company
110 West Taylor Street
San Jose, California 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.

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 B**.

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

Very truly yours,

/S/ WES OWENS
WES OWENS
Director of Regulatory Affairs

Enclosures

A copy of Advice Letter No. 488 has been sent to the following municipalities, water companies and interested parties:

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

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

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

City of Monte Sereno
Attn: Director of Public Works
18014 Saratoga-Los Gatos Road
Monte Sereno, CA 95030

City of Cupertino
10300 Torre Avenue
Cupertino, CA 95014

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

City of Campbell
70 North First Street
Campbell, CA 95008

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

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

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

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

James M. Fiedler P.E., D.WRE
Chief Operating Officer
Water Utility Enterprises
Santa Clara Valley Water District
5750 Almaden Expressway
San Jose, CA 95118

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

Brush & Old Well Mutual
Water Company
20732 Brush Road
Los Gatos, CA 95030

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

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

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

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

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

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

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

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

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

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

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

James Hunter
6475 Dwyer Street
San Jose, CA 95120

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

Marty Feldman
P.O. Box 537
Los Gatos, CA 95031

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

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.	\$4.0386	(l)
For Total Monthly Usage from 4 to 18 Ccf.	\$4.4873	l
For Total Monthly Usage over 18 Ccf.	\$4.9360	(l)

All Other Customers

For all water delivered, per 100 cu. ft.	\$4.4873	(l)
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Service Charges:

Per Meter Per Month

All Customers:

For 5/8 x 3/4-inch meter	\$ 23.84	(l)
For 3/4-inch meter	\$ 23.84	l
For 1-inch meter	\$ 39.73	l
For 1-1/2-inch meter	\$ 79.46	l
For 2-inch meter	\$ 127.14	l
For 3-inch meter	\$ 238.38	l
For 4-inch meter	\$ 397.30	l
For 6-inch meter	\$ 794.60	l
For 8-inch meter	\$ 1271.36	l
For 10-inch meter	\$ 1827.59	(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. 488

PALLE JENSEN

Date Filed _____

Senior Vice President,

Effective _____

Dec. No. D.16-06-004

Regulatory Affairs

Resolution No. _____

TITLE

Schedule No. 1

GENERAL METERED SERVICE

(Continued)

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.
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. (I)
4. 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:

Surcharge:		Year 8-20 Per Meter Per Month
For 5/8 x 3/4-inch meter	.....	\$0.04
For 3/4-inch meter	.....	0.04
For 1-inch meter	.....	0.05
For 1-1/2-inch meter	.....	0.10
For 2-inch meter	.....	0.14
For 3-inch meter	.....	0.28
For 4-inch meter	.....	0.39
For 6-inch meter	.....	0.98
For 8-inch meter	.....	1.59
For 10-inch meter	.....	2.32

5. To fund the repayment of a Safe Drinking Water State Revolving Fund loan, pursuant to D.05-01-048 dated January 27, 2005, a monthly surcharge will be added to the bill as follows:

Surcharge:	Year 1-10	Year 11-20
	Per Meter Per Month	
For 5/8 x 3/4-inch meter
For 3/4-inch meter
For 1-inch meter
For 1-1/2-inch meter
For 2-inch meter
For 3-inch meter
For 4-inch meter
For 6-inch meter
For 8-inch meter
For 10-inch meter

(Continued)

(To be inserted by utility)

Issued by

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Advice No. 488

PALLE JENSEN

Date Filed _____

Senior Vice President,

Effective _____

Dec. No. D.16-06-004

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 \$0.0492 per 100 cu.ft is to be added to the Quantity rate shown for a 6 month period beginning with the effective date of Advice Letter 481. | (L)

 |
| 7. To amortize the under-collection in the 2013 GRC Interim Rates Memorandum Account, a surcharge of \$0.2888 per 100 cu.ft is to be added to the Quantity rate shown for a 36 month period beginning with the effective date of Advice Letter 465-B. |

 |
| 8. To amortize the under-collection in the 2013 GRC Interim Rates Memorandum Account (Rehearing), a surcharge of \$0.0360 per 100 cu.ft is to be added to the Quantity rate shown for a 12 month period beginning with the effective date of Advice Letter 471. |

(L)
(D) |
| 9. To amortize the under-collection in the Mandatory Conservation Revenue Adjustment Memorandum Account, a surcharge of \$0.08 per 100 cu.ft. is to be added to the Quantity Rate shown for a 12-month period beginning with the effective date of Advice Letter 477. | (L)

 |
| 10. To amortize the under-collection in the Water Conservation Memorandum Account from 2015, a surcharge of \$0.1441 per 100 cu.ft. is to be added to the Quantity Rate shown for a 12-month period beginning with the effective date of Advice Letter 486. |

(L) |
| 11. To amortize the under-collection of the Balancing Accounts, a surcharge of \$0.0953 per 100 cu.ft is to be added to the Quantity rate shown for a 12 month period beginning with the effective date of Advice Letter 488. | (N)

(N) |
| 12. To amortize the over-collection of the Memorandum Accounts, a surcredit of \$0.3673 per service connection per month is to be added for a 12 month period beginning with the effective date of Advice Letter 488. | (N)

(N) |

(To be inserted by utility)

Issued by

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

Advice No. 488

PALLE JENSEN

Date Filed

Dec. No. D.16-06-004

Senior 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.	\$4.0386	(l)
For Total Monthly Usage from 4 to 18 Ccf.	\$4.4873	l
For Total Monthly Usage over 18 Ccf.	\$4.9360	(l)

All Other Customers

For all water delivered, per 100 cu. ft.	\$4.4873	(l)
--	----------	-----

Service Charges:

Per Meter Per Month

All Customers:

For 5/8 x 3/4-inch meter	\$ 23.84	(l)
For 3/4-inch meter	\$ 23.84	l
For 1-inch meter	\$ 39.73	l
For 1-1/2-inch meter	\$ 79.46	l
For 2-inch meter	\$ 127.14	l
For 3-inch meter	\$ 238.38	(l)

Upsize Charges:

For 1/4-inch meter upsize	\$ 1.51	(l)
or 1/2-inch meter upsize	\$ 3.01	l
For 3/4-inch meter upsize	\$ 4.52	l
For 1-inch meter upsize	\$ 6.03	l
For 1-1/2-inch meter upsize	\$ 9.06	(l)

(Continued)

(To be inserted by utility)

Issued by

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

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Dec. No. D.16-06-004

Regulatory Affairs

Resolution No.

TITLE

Schedule No. 1B

GENERAL METERED SERVICE WITH
Automatic Fire Sprinkler System (Continued)

SPECIAL CONDITIONS

1. Any service to a residential customer who requires a larger meter because of fire flow requirement to a fire sprinkler system will be billed (i) a meter service charge, for the appropriate meter size determined based on the normal water use of the customer excluding the fire flow requirement; and (ii) an upsize charge, determined by the difference between the actual Meter size required including the fire flow requirement and the appropriate meter size required without the fire flow requirement; and (iii) the quantity rate based on the quantity of water used.
2. For the purpose of fire protection under this schedule, the utility will supply only such water at such pressure as may be available from time to time as a result of its operation of the system. Section 774 of the Public Utilities Code limits the liability of the utility resulting from a claim regarding the provision or maintenance of an adequate water supply, water pressure, equipment or other fire protection facility or service. Acceptance of service under this tariff is acknowledgment of notice of the provisions of Section 774 of the Public Utilities Code.
3. All bills are subject to the reimbursement fee set forth on Schedule No. UF.
4. 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. (I)
5. 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:

Surcharge:		Year 8-20 Per Meter Per Month
For 5/8 x 3/4-inch meter	.....	\$0.04
For 3/4-inch meter	.....	0.04
For 1-inch meter	.....	0.05
For 1-1/2-inch meter	.....	0.10
For 2-inch meter	.....	0.14
For 3-inch meter	.....	0.28
For 4-inch meter	.....	0.39
For 6-inch meter	.....	0.98
For 8-inch meter	1.59
For 10-inch meter	2.32

(Continued)

(To be inserted by utility)

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

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PALLE JENSEN

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Effective

Dec. No. D.16-06-004

Regulatory Affairs

Resolution No.

TITLE

Schedule No. 1B

GENERAL METERED SERVICE WITH
AUTOMATIC FIRE SPRINKLER SYSTEM
(Continued)

6. To fund the repayment of a Safe Drinking Water State Revolving Fund loan, pursuant To D.05-01-048 dated January 27, 2005, a monthly surcharge will be added to the bill as follows:

Surcharge:	Year 1-10 Per Meter	Year 11-20 Per Month
For 5/8 x 3/4-inch meter	\$0.02	\$0.02
For 3/4-inch meter	0.02	0.02
For 1-inch meter	0.04	0.02
For 1-1/2-inch meter	0.08	0.06
For 2-inch meter	0.13	0.09
For 3-inch meter	0.23	0.18
For 4-inch meter	0.38	0.32
For 6-inch meter	0.74	0.67
For 8-inch meter	1.19	1.08
For 10-inch meter	1.71	1.55

7. To amortize the under-collection in Balancing Accounts, a surcharge of \$0.0492 per 100 cu.ft is to be added to the Quantity rate shown for a 6 month period beginning with the effective date of Advice Letter 481. (D)

8. To amortize the under-collection in the 2013 GRC Interim Rates Memorandum Account, a surcharge of \$0.2888 per 100 cu.ft is to be added to the Quantity rate shown for a 36 month period beginning with the effective date of Advice Letter 465-B. (L)

9. To amortize the under-collection in the 2013 GRC Interim Rates Memorandum Account (Rehearing), a surcharge of \$0.0360 per 100 cu.ft is to be added to the Quantity rate shown for a 12 month period beginning with the effective date of Advice Letter 471. (L)

10. To amortize the under-collection in the Mandatory Conservation Revenue Adjustment Memorandum Account, a surcharge of \$0.08 per 100 cu.ft. is to be added to the Quantity Rate shown for a 12-month period beginning with the effective date of Advice Letter 477. (D)

11. To amortize the under-collection in the Water Conservation Memorandum Account from 2015, a surcharge of \$0.1441 per 100 cu.ft. is to be added to the Quantity Rate shown for a 12-month period beginning with the effective date of Advice Letter 486. (L)

12. To amortize the under-collection of the Balancing Accounts, a surcharge of \$0.0953 per 100 cu.ft is to be added to the Quantity rate shown for a 12 month period beginning with the effective date of Advice Letter 488. (N)

13. To amortize the over-collection of the Memorandum Accounts, a surcredit of \$0.3673 per service connection per month is to be added for a 12 month period beginning with the effective date of Advice Letter 488. (N)

(To be inserted by utility)

Issued by

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

Advice No. 488

PALLE JENSEN

Date Filed _____

Senior Vice President,

Effective _____

Dec. No. D.16-06-004

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.	\$4.0386	(l)
For Total Monthly Usage from 4 to 18 Ccf.	\$4.4873	l
For Total Monthly Usage for 19 to 20 Ccf.	\$4.9360	(l)
For Total Monthly Usage over 20 Ccf.	\$7.0000	

All Other Customers(subject to Special Condition 5)

For Total Monthly Usage from 0 to 20 Ccf.	\$4.4873	(l)
For Total Monthly Usage over 20 Ccf.	\$7.0000	

Service Charges:

Per Meter Per Month

For 3/4-inch meter	\$ 23.84	(l)
For 1-inch meter	\$ 39.73	l
For 1-1/2-inch meter	\$ 79.46	l
For 2-inch meter	\$ 127.14	l
For 3-inch meter	\$ 238.38	l
For 4-inch meter	\$ 397.38	l
For 6-inch meter	\$ 794.60	l
For 8-inch meter	\$ 1271.36	l
For 10-inch meter	\$1827.59	(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)

(To be inserted by utility)

Issued by

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

Advice No. 488

PALLE JENSEN

Date Filed _____

Senior Vice President,

Effective _____

Dec. No. D.16-06-004

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. (I)

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 up to 20 Ccf times the number of customers the Mutual Water Company individually serves, and will be charged at the Overuse Rate for usage in excess of 20 Ccf times the number of customers the Mutual Water Company individually serves.
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. 488

PALLE JENSEN

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Dec. No. D.16-06-004

Regulatory Affairs

Resolution No.

TITLE

Schedule No. 1C
GENERAL METERED SERVICE
Mountain District
(Continued)

Surcharge:	Year 8-20 Per Meter Per Month
For 5/8 x 3/4-inch meter	\$0.04
For 3/4-inch meter	0.04
For 1-inch meter	0.05
For 1-1/2-inch meter	0.10
For 2-inch meter	0.14
For 3-inch meter	0.28
For 4-inch meter	0.39
For 6-inch meter	0.98
For 8-inch meter	1.59
For 10-inch meter	2.32

7. To fund the repayment of a Safe Drinking Water State Revolving Fund loan, pursuant to D.05-01-048 dated January 27, 2005, a monthly surcharge will be added to the bill as follows:

Surcharge:	Year 1-10 Per Meter Per Month	Year 11-20 Per Meter Per Month
For 5/8 x 3/4-inch meter	\$0.02	\$0.02
For 3/4-inch meter	0.02	0.02
For 1-inch meter	0.04	0.02
For 1-1/2-inch meter	0.08	0.06
For 2-inch meter	0.13	0.09
For 3-inch meter	0.23	0.18
For 4-inch meter	0.38	0.32
For 6-inch meter	0.74	0.67
For 8-inch meter	1.19	1.08
For 10-inch meter	1.71	1.55

8. To amortize the under-collection in Balancing Accounts, a surcharge of \$0.0492 per 100 cu.ft is to be added to the Quantity rate shown for a 6 month period beginning with the effective date of Advice Letter 481 . (D)
9. To amortize the under-collection in the 2013 GRC Interim Rates Memorandum Account, a surcharge of \$0.2888 per 100 cu.ft is to be added to the Quantity rate shown for a 36 month period beginning with the effective date of Advice Letter 465-B. (L)
10. To amortize the under-collection in the 2013 GRC Interim Rates Memorandum Account (Rehearing), a surcharge of \$0.0360 per 100 cu.ft is to be added to the Quantity rate shown for a 12 month period beginning with the effective date of Advice Letter 471. (L)

(Continued)

(To be inserted by utility)

Issued by

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

Advice No. 488

PALLE JENSEN

Date Filed

Senior Vice President,

Effective

Dec. No. D.16-06-004

Regulatory Affairs

Resolution No.

TITLE

Schedule No. 1C

GENERAL METERED SERVICE
Mountain District
(Continued)

- | | |
|--|-------------------|
| | (D) |
| 11. To amortize the under-collection in the Mandatory Conservation Revenue Adjustment Memorandum Account, a surcharge of \$0.08 per 100 cu.ft. is to be added to the Quantity Rate shown for a 12-month period beginning with the effective date of Advice Letter 477. | (L)

 |
| 12. To amortize the under-collection in the Water Conservation Memorandum Account from 2015, a surcharge of \$0.1441 per 100 cu.ft. is to be added to the Quantity Rate shown for a 12-month period beginning with the effective date of Advice Letter 486. |

(L) |
| 13. To amortize the under-collection of the Balancing Accounts, a surcharge of \$0.0953 per 100 cu.ft is to be added to the Quantity rate shown for a 12 month period beginning with the effective date of Advice Letter 488. | (N)

(N) |
| 14. To amortize the over-collection of the Memorandum Accounts, a surcredit of \$0.3673 per service connection per month is to be added for a 12 month period beginning with the effective date of Advice Letter 488. | (N)

(N) |

(To be inserted by utility)

Issued by

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

Advice No. 488

PALLE JENSEN

Date Filed

Senior Vice President,

Effective

Dec. No. D.16-06-004

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	\$24.43	(l)
For each 3-inch service	36.63	|
For each 4-inch service	48.84	|
For each 6-inch service	73.28	|
For each 8-inch service	97.69	|
For each 10-inch service	122.12	|
For each 12-inch service	146.54	(l)

SPECIAL CONDITIONS

1. The fire protection service connection shall be installed by the utility 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. 488

PALLE JENSEN

Date Filed _____

Senior Vice President,

Effective _____

Dec. No. D.16-06-004

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.	.....	\$4.2577	(I)

Service Charges:		Per Meter Per Month	
For 5/8 x 3/4-inch meter	.....	\$ 23.84	(I)
For 3/4-inch meter	.....	\$ 23.84	I
For 1-inch meter	.....	\$ 39.73	I
For 1-1/2-inch meter	.....	\$ 79.46	I
For 2-inch meter	.....	\$ 127.14	I
For 3-inch meter	.....	\$ 238.38	I
For 4-inch meter	.....	\$ 397.30	I
For 6-inch meter	.....	\$ 794.60	I
For 8-inch meter	.....	\$ 1271.36	I
For 10-inch meter	.....	\$ 1827.59	(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. 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)

Issued by

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

Advice No. 488

PALLE JENSEN

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Senior Vice President,

Effective

Dec. No. D.16-06-004

Regulatory Affairs

Resolution No.

TITLE

Schedule No. RW

RAW WATER METERED SERVICE
(Continued)

3. The utility will supply at the point of connection only such raw water at such pressures as may be available from time to time from the Santa Clara Valley Water District. The customer shall indemnify the utility and save it harmless from any and all claims arising out of service under this schedule and shall further agree to make no claims against the utility for any loss, damage or injury resulting from service under this schedule.
4. As a condition for service under this schedule, all customers are required to comply with all San Jose Water Company's tariffs, except for those identified in the Commission's General Order 103 regarding supply of water not intended or claimed to be potable.
5. 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 refund of \$1.6709 cents per 100 cubic feet for the quantities of water used. In accordance with Santa Clara Valley Water District procedures customers will be refunded every six months.
6. All bills are subject to the reimbursement fee set forth on Schedule No. UF.
7. To amortize the under-collection in Balancing Accounts, a surcharge of \$0.0492 per 100 cu.ft is to be added to the Quantity rate shown for a 6 month period beginning with the effective date of Advice Letter 481. (D)
(L)
|
|
|
8. To amortize the under-collection in the 2013 GRC Interim Rates Memorandum Account, a surcharge of \$0.2888 per 100 cu.ft is to be added to the Quantity rate shown for a 36 month period beginning with the effective date of Advice Letter 465-B. |
|
|
9. To amortize the under-collection in the 2013 GRC Interim Rates Memorandum Account (Rehearing), a surcharge of \$0.0360 per 100 cu.ft is to be added to the Quantity rate shown for a 12 month period beginning with the effective date of Advice Letter 471. |
|
(L)
10. To amortize the under-collection in the Mandatory Conservation Revenue Adjustment Memorandum Account, a surcharge of \$0.08 per 100 cu.ft. is to be added to the Quantity Rate shown for a 12-month period beginning with the effective date of Advice Letter 477. (D)
(L)
11. To amortize the under-collection in the Water Conservation Memorandum Account from 2015, a surcharge of \$0.1441 per 100 cu.ft. is to be added to the Quantity Rate shown for a 12-month period beginning with the effective date of Advice Letter 486.
12. To amortize the under-collection of the Balancing Accounts, a surcharge of \$0.0953 per 100 cu.ft is to be added to the Quantity rate shown for a 12 month period beginning with the effective date of Advice Letter 488. (N)
|
(N)
13. To amortize the over-collection of the Memorandum Accounts, a surcredit of \$0.3673 per service connection per month is to be added for a 12 month period beginning with the effective date of Advice Letter 488. (N)
|
(N)

(To be inserted by utility)

Issued by

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

Advice No. 488

PALLE JENSEN

Date Filed

Senior Vice President,

Effective

Dec. No. D.16-06-004

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	
Table of Contents	1750-W, 1476-W, 848-W and 1725-W	(T)
Preliminary Statement	919-W, 1303-W, 1699-W, 1700-W, 1702-W, 1420-W, 1423-W, 1427-W, 1469-W, 1492-W, 1508-W and 1542-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	
Index to Map of Areas With Special Pressure and Fire Flow Conditions	1079-W, 1591-W 1082-W, 1087-W and 1404-W	
Rate Schedules:		
Schedule No. 1, General Metered Service	1737-W, 1738-W and 1739-W	(C)(D)
Schedule No. 1B, General Metered Service With Automatic Fire Sprinkler System	1740-W, 1741-W and 1742-W	(C)(D)
Schedule No. 1C, General Metered Service Mountain District	1743-W, 1744-W, 1745-W and 1746-W	(C)(D)
Schedule No. 4, Private Fire Service	1747-W and 1621-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 Staged Mandatory Reductions And Drought Surcharges	1668-W thru 1676-W	
Schedule No. RW, Raw Water Metered Service	1748-W and 1749-W	(C)(D)
Schedule No. RCW, Recycled Water Metered Service	1049-W and 1050-W	
Schedule No. UF, Surcharge to Fund Public Utilities Commission, Reimbursement Fee	1697-W	
Schedule No. WRAP, Water Rate Assistance Program	1723-W and 1211-W	
List of Contracts and Deviations	1636-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	821-W thru 823-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)		

(To be inserted by utility)

Issued by

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

Advice No. 488

PALLE JENSEN

Date Filed

Dec. No. D.16-06-004

Senior Vice President,
Regulatory Affairs

Effective

Resolution No.

TITLE

PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA
ADVICE LETTER NO. 483

Page 2

With this advice letter SJWC requests authorization to increase revenue requirement by \$1,659,451 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 (Attachment A) 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 (\$62 million) and the total rate base offset as of 12/31/2014 (\$11,221,334, comprised of \$669,458 authorized in AL 457, \$1,498,738 authorized via AL 476, and \$9,053,138 as discussed below) is at or below this budget cap. Thus, this advice letter is designated as Tier II with an effective date 30 days from date of filing, on or before March 30, 2016.

Background

SJWC filed A.10-09-019, seeking Commission approval for cost recovery for upgrading the MWTP, in September of 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 of 2013 SJWC and the Commission’s Division of Ratepayer Advocates (now Office of Ratepayer Advocates) 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-

PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA
ADVICE LETTER NO. 483

Page 3

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 third of these Tier 2 advice letters associated with the Montevina Project. The first, AL 457, covered work performed in 2013 and requested a ratebase addition of \$669,458 and the related offset recovery of \$123,112 in increased revenue requirement. The second, AL 476, covered work performed in 2014 and requested a ratebase addition of \$1,498,738 and the related offset recovery of \$274,721 in increased revenue requirement. Both of these prior advice letters were ultimately approved.

Advice letter 483 covers work performed during calendar year 2015. Subsequent advice letters, covering work performed during the calendar year previous to each advice letter filing, will be filed on an annual basis until the project is completed. A description of the work completed in 2015 is provided below.

Montevina Project – Work Completed as of December 31, 2015

The Montevina Water Treatment Plant Facility Plan Project continued to make progress throughout 2015. This year included fulfillment of work performed under the Professional Services Agreement (PSA) between San Jose Water Company (SJWC) and HDR, Inc. (HDR). Ongoing interactions allowed the continued development of the project scope. This included outreach efforts to potential subcontractors and permitting agencies as well as ongoing coordination with the integrator H2O Innovations, and the membrane material supplier BASF/INGE.

Work in the beginning of 2015 was performed under the PSA with HDR. In January the project scope and design were determined to the 30% design level and the Basis of Design Report (BODR) was finalized. Field data collection and design progression leading up to the 60% level were accomplished in the early months of 2015. This included additional soil borings and analysis for the finalization of the geotechnical report. Additional percolation testing for improvements to the site septic system and non invasive subsurface utility mapping were also conducted. Surveys were performed, research conducted and data was compiled into the initial study prepared by a third party consultant in collaboration with HDR to meet regulatory compliance per the California Environmental Quality Act (CEQA). The California Department of Water Resources (DWR), Division of Drinking Water (DDW) sponsored and operated as lead agency to fulfill CEQA requirements. Project documentation was accepted by DDW and published for the statutory 30-day public comment period on January 26, 2015. Responses to comments were provided to the lead agency prior to the notice of determination (NOD) being filed.

PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA
ADVICE LETTER NO. 483

Page 4

February through May, the project team continued to collaborate to develop the project contract documents to 60%. The effort culminated in a finalized 60% set of design documents and establishment of acceptable terms and conditions to enter into the next contract phase of the project. The Design Build Agreement (DBA) for the construction of facilities associated with the Montevina Water Treatment Plant Improvements Project was executed on July 20, 2015,

HDR coordinated with SJWC to mobilize and begin construction. Site preparations for vendor and subcontractor parking and project site access were performed. A staging area for material and equipment was also part of the mobilization and site preparation. An on-site meeting with emergency first responders was held.

Water treatment operations were temporarily ceased and construction started on August 25, 2015. From August 25 through December 23, 2015, the treatment plant was off-line to allow the first physical improvements to begin. The flocculation basins were retrofitted with structural and operational improvements. The headworks of the flocculation basins were improved with a chemical dosing and mixing system. Clearwell #1 was temporarily repurposed to function as the off-spec basin. Preparations were also made for an additional access point to the treatment plant property from Alma Bridge Road. Preparations for foundation construction were also made to the area of the previous off-spec basin, which is also where the membrane building structure is sited.

Continuous effort was applied to acquire ministerial permits from agencies such as CalTrans for proposed safety improvements within Hwy 17 and the county of Santa Clara for a variety of building and encroachment permits. Specific information related to the proposed operational changes and eventual final treatment plant design were provided to the DDW.

The project documentation for the work performed as of 12/31/2015 can be found in Attachment B. Total recorded costs for this period, including capitalized interest, were \$9,053,138.

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 C.

Rate Calculation and Average Bill Comparison¹

Authorized interim rates for 2016 became effective on January 1, 2016 by AL 480.

¹ Rate and bill comparisons are based on interim rates effective as of the date of this advice letter filing. SJWC anticipates a final Decision in the ongoing General Rate Case proceeding (A.15-01-002) sometime in the near future. If a final GRC Decision is approved before approval of this ratebase offset then the base rates will be revised and the rate and bill comparisons shown below and outlined in the attachments will be revised accordingly.

The total revenue requirement impact for this capital addition is \$1,659,451 or about 0.55% of SJWC's currently authorized interim rate revenue for 2016 (Attachment D). SJWC seeks to recover 30%, or \$497,835, of the revenue through the service charge component and the remaining 70%, or \$1,161,616, through the quantity rate component pursuant to SJWC's rate design approved in D.14-08-006. As a result of this rate calculation, the service charge for a standard ¾-inch meter will increase by \$0.14 per month from \$21.07 to \$21.21. The uniform quantity charge will increase from \$3.5670 per ccf to \$3.5888 per ccf. SJWC's residential conservation rates have been calculated using the methodology adopted in D.14-08-006, applying 90% of the uniform quantity rate to Tier I, 100% of the uniform rate to Tier II and 110% of the uniform quantity rate to Tier III. The Tier I rate charge will increase from \$3.21030 per ccf to \$3.22992 per ccf. The Tier II rate charge will increase from \$3.56700 per ccf to \$3.58880 per ccf. The Tier III rate charge will increase from \$3.92370 per ccf to \$3.94768 per ccf. The rate calculations are set forth in Attachment E. As a result of this rate change, the bill for a residential customer using 15 ccf per month will increase by \$0.46, or 0.55% per month (Attachment F).

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. When submitting a response or protest please include the utility name and advice letter number in the subject line. The address for mailing or delivering a protest is:

PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA
ADVICE LETTER NO. 483
Page 6

Tariff Unit, Water Division, 3rd 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, California 95196
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.

Public notice of this filing is not required as notice was provided upon the filing of A.10-09-019. 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 H.

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

Very truly yours,

/S/ WES OWENS
WES OWENS
Director, Regulatory Affairs

WO:ael
Enclosure

A copy of Advice Letter No. 483 has been sent to the following municipalities, water companies and interested parties:

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

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

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

City of Monte Sereno
Attn: Director of Public Works
18014 Saratoga-Los Gatos Road
Monte Sereno, CA 95030

City of Cupertino
10300 Torre Avenue
Cupertino, CA 95014

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

City of Campbell
70 North First Street
Campbell, CA 95008

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

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

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

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

James M. Fiedler P.E., D.WRE
Chief Operating Officer
Water Utility Enterprises
Santa Clara Valley Water District
5750 Almaden Expressway
San Jose, CA 95118

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

Brush & Old Well Mutual
Water Company
20732 Brush Road
Los Gatos, CA 95030

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

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

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

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

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

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

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

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

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

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

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

James Hunter
6475 Dwyer Street
San Jose, CA 95120

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

Marty Feldman
P.O. Box 537
Los Gatos, CA 95031

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

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.	\$3.22992	(l)
For Total Monthly Usage from 4 to 18 Ccf.	\$3.58880	l
For Total Monthly Usage over 18 Ccf.	\$3.94768	(l)

All Other Customers

For all water delivered, per 100 cu. ft.	\$3.58880	(l)
--	-----------	-----

Service Charges:

Per Meter Per Month

All Customers:

For 5/8 x 3/4-inch meter	\$ 21.21	(l)
For 3/4-inch meter	\$ 21.21	l
For 1-inch meter	\$ 35.39	l
For 1-1/2-inch meter	\$ 70.75	l
For 2-inch meter	\$ 113.19	l
For 3-inch meter	\$ 212.22	l
For 4-inch meter	\$ 353.69	l
For 6-inch meter	\$707.40	l
For 8-inch meter	\$ 1131.81	l
For 10-inch meter	\$ 1627.00	(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. 483

PALLE JENSEN

Date Filed _____

Dec. No. D.13-07-028

Senior 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.	\$3.22992	(l)
For Total Monthly Usage from 4 to 18 Ccf.	\$3.58880	l
For Total Monthly Usage over 18 Ccf.	\$3.94768	(l)

All Other Customers

For all water delivered, per 100 cu. ft.	\$3.58880	(l)
--	-----------	-----

Service Charges:

Per Meter Per Month

All Customers:

For 5/8 x 3/4-inch meter	\$ 21.21	(l)
For 3/4-inch meter	\$ 21.21	l
For 1-inch meter	\$ 35.39	l
For 1-1/2-inch meter	\$ 70.75	l
For 2-inch meter	\$ 113.19	l
For 3-inch meter	\$ 212.22	(l)

Upsize Charges:

For 1/4-inch meter upsize	\$ 1.39
or 1/2-inch meter upsize	\$ 2.77
For 3/4-inch meter upsize	\$ 4.16
For 1-inch meter upsize	\$ 5.55
For 1-1/2-inch meter upsize	\$ 8.34

(Continued)

(To be inserted by utility)

Issued by

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

Advice No. 483PALLE JENSEN

Date Filed _____

Dec. No. D.13-07-028Senior Vice President,
Regulatory Affairs

Effective _____

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.	\$3.22992	(l)
For Total Monthly Usage from 4 to 18 Ccf.	\$3.58880	|
For Total Monthly Usage for 19 to 20 Ccf.	\$3.94768	(l)
For Total Monthly Usage over 20 Ccf.	\$7.00000	

All Other Customers (subject to Special Condition 5)

For Total Monthly Usage from 0 to 20 Ccf.	\$3.55880	(l)
For Total Monthly Usage over 20 Ccf.	\$7.00000	

Service Charges:

Per Meter Per Month

For 3/4-inch meter	\$ 21.21	(l)
For 1-inch meter	\$ 35.39	|
For 1-1/2-inch meter	\$ 70.75	|
For 2-inch meter	\$ 113.19	|
For 3-inch meter	\$ 212.22	|
For 4-inch meter	\$ 353.69	|
For 6-inch meter	\$ 707.40	|
For 8-inch meter	\$ 1131.81	|
For 10-inch meter	\$ 1627.00	(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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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.	.....	\$3.3592	(l)

Service Charges:		Per Meter Per Month	
For 5/8 x 3/4-inch meter	.....	\$ 21.21	(l)
For 3/4-inch meter	.....	\$ 21.21	|
For 1-inch meter	.....	\$ 35.39	|
For 1-1/2-inch meter	.....	\$ 70.75	|
For 2-inch meter	.....	\$ 113.19	|
For 3-inch meter	.....	\$ 212.22	|
For 4-inch meter	.....	\$ 353.69	|
For 6-inch meter	.....	\$ 707.40	|
For 8-inch meter	.....	\$ 1131.81	|
For 10-inch meter	.....	\$ 1627.00	(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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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	
Table of Contents	1720-W, 1476-W, 848-W and 1597-W	(T)
Preliminary Statement	919-W, 1303-W, 1699-W, 1700-W, 1702-W, 1420-W, 1423-W, 1427-W, 1469-W, 1492-W, 1508-W and 1542-W	
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Schedule No. 1B, General Metered Service With Automatic Fire Sprinkler System	1717-W, 1574-W, 1614-W, and 1712-W	(C)
Schedule No. 1C, General Metered Service Mountain District	1718-W, 1617-W, 1618-W, 1707-W, and 1713-W	(C)
Schedule No. 4, Private Fire Service	1620-W and 1621-W	
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No. 9 - Rendering and Payment of Bills	996-W, 997-W and 1146-W	
	(Continued)	

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