

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

Advice Letter Cover Sheet

Utility Name: San Jose Water Company
District: N/A
CPUC Utility #: U-168-W
Advice Letter #: 522A
Tier ☐ 1 ☒ 2 ☐ 3 ☐ Compliance
Authorization Commission Direction
Description: Modify current rates to reflect changes to the federal tax law
Date Mailed to Service List: 6/07/2018
Protest Deadline (20th Day): 6/12/2018
Review Deadline (30th Day): 6/22/2018
Requested Effective Date: 7/1/2018
Rate Impact: -\$14,801,000
-3.89%

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: John Tang
Phone: 408-279-7933
Email: john.tang@sjwater.com
Utility Contact: Ann Lindahl
Phone: 408-279-7979
Email: ann.lindahl@sjwater.com

DWA Contact: Tariff Unit
Phone: (415) 703-1133
Email: Water.Division@cpuc.ca.gov

DWA USE ONLY

<u>DATE</u>	<u>STAFF</u>	<u>COMMENTS</u>
<hr/>	<hr/>	<hr/>
<hr/>	<hr/>	<hr/>

[] APPROVED [] WITHDRAWN [] REJECTED

Signature: _____ **Comments:** _____
Date: _____



110 W. Taylor Street
San Jose, CA 95110-2131

June 7, 2018

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

Advice Letter No. 522A

San Jose Water Company (U-168-W) (SJWC) hereby transmits for filing Supplemental Letter 522A 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>Cancelling Cal. P.U.C. Sheet No.</u>
1908-W	Schedule No. 1 General Metered Service	1891-W
1909-W	Schedule No. 1B General Metered Service with Automatic Fire Sprinkler System	1892-W
1910-W	Schedule No. 1C General Metered Service Mountain District	1893-W
1911-W	Schedule No. 4 Private Fire Service	1894-W
1912-W	Schedule RW Raw Water Service	1895-W
1913-W	Schedule RCW Recyled Water Service	1896-W
1914-W	Table of Contents	1907-W

These tariffs are submitted pursuant to General Orders Nos. 96-B and pursuant to the authority established by the California Public Utilities Commission (Commission) in its letter dated May 8, 2018 (Attachment A). This advice letter is designated a Tier II Advice Letter.

With this supplemental advice letter SJWC seeks authorization to decrease present rates by \$14,801,000 or 3.89%. SJWC requests that the rates become effective July 1, 2018, as directed by the Commission.

Background

On December 22, 2017, major revisions to the Internal Revenue Code were signed into law through the “Tax Cuts and Jobs Act” (TCJA). The TCJA makes several changes to existing tax law that will impact SJWC. Advice Letter 522 was filed on May 23, 2018 and originally requested authorization to decrease present rates by \$14,721,000 or 3.86%. This supplemental advice letter further reduces the uncollectable expense as well as the local franchise tax expense using the authorized factors for those expenses from D.16-04-008 (Attachment A) and the proposed total revenue for the calculation.

Rate Calculation and Average Bill Comparison

The present rates for SJWC became effective March 22, 2018 by Advice Letter 518.

The impact from the federal tax rate change from 35% to 21% results in a reduction of \$14,801,000 or 3.89% of SJWC’s authorized revenue for 2018 (Attachment B). Pursuant to the rate design adopted in D.16-06-004 for SJWC’s 2015 General Rate Case Application, SJWC seeks a reduction to revenue collected through the service charge component of \$4,440,300 or 30% of the total reduction, and a reduction to revenue collected through the quantity charge component of \$10,360,700 or 70% of the total reduction. As a result of this rate calculation, the service charge for a standard 3/4-inch meter will decrease by \$1.18 per month from \$26.21 to \$25.03. The uniform quantity rate will decrease from \$4.8994 per ccf to \$4.6836 per ccf. The bill for the calculations are set forth in Attachment C.

Effective Date

SJWC requests that the updated tariff sheets become effective July 1, 2018.

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, CA 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. Public notice is not required.

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 D.

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

Very truly yours,

A handwritten signature in blue ink, appearing to be 'John Tang', with a stylized, cursive script.

JOHN TANG
Vice President of Regulatory Affairs

Enclosure

SAN JOSE WATER COMPANY

ADVICE LETTER NO. 522A

ATTACHMENT A

ATTACHMENT D
TABLE F
Miscellaneous Adopted Quantities

Line	Item	2016	
1	Water Production	MG	Kccf
2	Purchased Water	23,000	30,747
3	Surface Water	1,559	2,085
4	Well Supply	15,444	20,645
5	Recycled Water	651	870
6			
7	Purchased Water/Pump Tax Rates		
8	(effective July 1, 2015)		
9	Purchased Water (\$ per MG)	\$ 3,051	
10	Pump Tax (\$ per MG)	\$ 2,744	
11			
12	Purchased Power		
13	(effective January 1, 2016)		
14	Mixed Power Cost (\$/kWh)	\$ 0.16679	
15	Total Power Usage (kWh)	53,450,202	
16			
17	Other		
18	Net-to-Gross Multiplier	1.6943	
19	Customer Growth Factor	0.3%	
20	Uncollectible Rate	0.1515%	
21	Local Franchise Tax Rate	0.2395%	
22	California Corporate Franchise Tax Rate	8.84%	
23	Federal Tax Rate	35.00%	
24	Depreciation Rate	3.42%	
25	Property Tax Rate	1.19%	
26	Non-Revenue Water %	6.8%	

SAN JOSE WATER COMPANY

ADVICE LETTER NO. 522A

ATTACHMENT B

ADVICE LETTER 522A
ATTACHMENT B - SUMMARY OF EARNINGS
2018 ESCALATION RATE RECALCULATION
after COC D.18-03-035 2018 TAX ACT

Revenue Increase: 13,025.0 13025										Escalation Year 2018 Advice Letter 513A					Advice Letter 518 D.18-03-035		Revenue Decrease -5843		Advice Letter 522 Tax Law Change		Revenue Decrease -14801	
2016 July 1, 2016 Authorized AL 490	Customer Growth Factor	anc Inflation Factor	or Composite Non-Labor or Factor	CPI-U Inflation Factor	2017 Projected Escalation Year	2017 Montevina Authorized AL 506	2017 Authorized	2017 SCVWD Authorized AL 509A	2017 July 1, 2017 Authorized	Customer Growth Factor	anc Inflation Factor	or Composite Non-Labor or Factor	CPI-U Inflation Factor	= Projected Escalation Year	2018 Projected Escalation Year		2018 Projected Escalation Year					
	0.30%	1.30%		2.00%	1.50%					0.30%		2.10%		1.20%	2.20%							
339,886.3					352,911.3	5,338.8	358,250.1	12,406.6	370,656.7						386,326.7	380,483.7	(5,843.00)	365,682.7	(14,801.00)			
487.0					487.0	0.0	487.0	0.0	487.0						487.0	487.0		487.0				
PURCHASED WATER	82,727.4	210.5	0.0	0.0	82,937.9	0.0	82,937.9	7,270.5	90,208.5	270.6		0.0		0.0	90,479.1	90,479.1		90,479.1				
PURCHASED WATER RECYCLED	1,617.5	3.8	0.0	0.0	1,621.3	0.0	1,621.3	205.7	1,827.0	5.5	0.0	0.0	0.0	0.0	1,832.5	1,832.5		1,832.5				
PUMP TAX	50,809.8	127.1	0.0	0.0	50,936.9	0.0	50,936.9	4,882.0	55,818.9	167.5	0.0	0.0	0.0	0.0	55,986.3	55,986.3		55,986.3				
PURCHASED POWER	8,915.0	26.7	0.0	0.0	8,941.7	0.0	8,941.7	0.0	8,941.7	26.8	0.0	0.0	0.0	0.0	8,968.6	8,968.6		8,968.6				
OTHER OPERATION AND MAINTENANCE	753.0	2.3	0.0	15.1	770.3	0.0	770.3	0.0	770.3	2.3	0.0	9.2	0.0	0.0	781.9	781.9		781.9				
CHEMICALS	459.0	1.4	0.0	9.2	469.6	0.0	469.6	0.0	469.6	1.4	0.0	5.6	0.0	0.0	476.6	476.6		476.6				
UNCOLLECTIBLES	513.8	1.4	0.0	9.6	524.8	0.0	524.8	18.7	543.5	1.6	0.0	6.5	0.0	0.0	551.7	551.7		529.3	Uncollectables	0.1515%	(14,801.00)	(22)
O&M PAYROLL	18,915.0	56.7	245.9	0.0	19,217.6	0.0	19,217.6	0.0	19,217.6	57.7	403.6	0.0	0.0	0.0	19,678.9	19,678.9		19,678.9				
TRANSPORTATION	3,311.0	9.9	0.0	66.2	3,387.2	0.0	3,387.2	0.0	3,387.2	10.2	0.0	40.6	0.0	0.0	3,438.0	3,438.0		3,438.0				
PURCHASED SERVICES	10,663.0	32.0	0.0	0.0	10,854.9	0.0	10,854.9	0.0	10,854.9	32.6	0.0	0.0	0.0	0.0	10,887.5	10,887.5		10,887.5				
CONSERVATION	2,822.0	8.5	0.0	0.0	2,872.8	0.0	2,872.8	0.0	2,872.8	8.6	0.0	0.0	63.2	0.0	2,944.6	2,944.6		2,944.6				
OTHER ADMIN AND GEN. EXP.	4,132.0	12.4	0.0	82.6	4,227.0	0.0	4,227.0	0.0	4,227.0	12.7	0.0	50.7	0.0	0.0	4,290.4	4,290.4		4,290.4				
A&G PAYROLL	7,829.0	23.5	101.8	0.0	7,954.3	0.0	7,954.3	0.0	7,954.3	23.9	167.0	0.0	0.0	0.0	8,145.2	8,145.2		8,145.2				
PENSION	6,700.0	20.1	87.1	0.0	6,807.2	0.0	6,807.2	0.0	6,807.2	0.0	0.0	0.0	0.0	0.0	6,807.2	6,807.2		6,807.2				
BENEFITS	3,214.0	9.6	41.8	0.0	3,265.4	0.0	3,265.4	0.0	3,265.4	9.8	68.6	0.0	0.0	0.0	3,343.8	3,343.8		3,343.8				
HEALTH CARE & DENTAL	6,237.0	18.7	81.1	0.0	6,336.8	0.0	6,336.8	0.0	6,336.8	19.0	82.4	0.0	0.0	0.0	6,438.2	6,438.2		6,438.2				
RENTS	498.0	1.5	0.0	0.0	507.0	0.0	507.0	0.0	507.0	1.5	0.0	0.0	11.2	0.0	519.6	519.6		519.6				
PROPERTY INSURANCE	234.0	0.7	0.0	0.0	238.2	0.0	238.2	0.0	238.2	0.7	0.0	0.0	5.2	0.0	244.2	244.2		244.2				
LIABILITY INSURANCE	2,049.0	6.1	0.0	0.0	2,085.9	0.0	2,085.9	0.0	2,085.9	6.3	0.0	0.0	45.9	0.0	2,138.0	2,138.0		2,138.0				
A&G PURCHASED SERVICES	3,328.0	10.0	0.0	0.0	3,387.9	0.0	3,387.9	0.0	3,387.9	10.2	0.0	0.0	74.5	0.0	3,472.6	3,472.6		3,472.6				
A&G TRANSFERRED SERVICES	-7,462.0	-22.4	0.0	-149.2	-7,633.6	0.0	-7,633.6	0.0	-7,633.6	-22.9	0.0	0.0	0.0	0.0	-7,656.5	(7,656.5)		(7,656.5)				
TOTAL O. & M., A. & G., & MISC. EXP.	208,265.5	560.6	557.6	33.5	209,711.1	0.0	209,711.1	12,376.9	222,088.1	645.8	721.6	112.8	200.0	0.0	223,768.2	223,768.2		223,745.8				
AD VALOREM TAXES	8,254.0	24.4	0.0	162.9	8,441.4	346.8	8,788.2	0.0	8,788.2	26.4	0.0	105.5	0.0	0.0	8,920.0	8,920.0		8,920.0				
LOCAL FRANCHISE TAXES & BUS. LICENSE	844.6	2.4	0.0	15.8	862.8	0.0	862.8	29.6	892.4	2.7	0.0	10.7	0.0	0.0	905.8	905.8		870.4	Local Franchise Tax Rate	0.2395%	(14,801.00)	(35.45)
PAYROLL TAXES	2,006.0	6.0	26.1	0.0	2,038.1	0.0	2,038.1	0.0	2,038.1	6.1	0.0	0.0	0.0	0.0	2,044.2	2,044.2		2,044.2				
TOTAL GENERAL TAXES	11,104.6	32.8	26.1	178.7	11,342.3	346.8	11,689.1	29.6	11,718.7	35.2	0.0	116.2			11,870.1	11,870.1		11,834.6				
Depreciation	42,299.2	3566.5			45,865.7	996.8	46,862.6	0.0	46,862.6	3,566.5					50,429.1	50,429.1		50,429.1				
SUB -- TOTAL -- OPERATING EXPENSES	261,669.3	4,160.0	583.7	212.2	266,919.1	1,343.7	268,262.8	12,406.5	280,669.4	4,247.5	721.6	228.9	200.0	0.0	286,067.4	286,067.4		286,009.5				
STATE INCOME TAX	3,256.3				7,591.4	409.3	8,000.7	0.0	5,046.7						6,180.7	5,664.2		4,360.9				
FEDERAL INCOME TAX	21,493.8				33,845.2	1,227.9	35,073.0	0.0	24,411.5						28,951.4	27,271.0		13,847.4				
	286,329.3				308,355.7	2,980.8	311,336.5	12,406.5	310,127.6						321,199.4	319,002.5		304,217.8				
NET INCOME	54,044.0				45,042.6	2,358.0	47,400.6	0.1	61,016.1						65,614.3	61,968.2		61,951.9				
AUTHORIZED RATE BASE	668,034.1	56,696.0			724,730.1	29,147.0	753,877.1	0.0	753,877.1	56,696.0					810,573.1	810,573.1		810,573.1				
CALCULATED RETURN ON RATEBASE	8.09%				6.22%	8.09%	6.29%		8.09%						8.09%	7.64%		7.64%				
AUTHORIZED RETURN ON RATEBASE	8.09%				8.09%	8.09%	8.09%		8.09%						8.09%	7.64%		7.64%				

SAN JOSE WATER COMPANY
(U-168-W)

COMPUTATION OF TAXES BASED ON INCOME
(2016- 2018)

ESTIMATED AT PRESENT AND PROPOSED RATES

(Thousands of Dollars)

	AL488	AL489/490	Jan	AL513A	AL518	AL522A
	2016	2016	2017	Jan	2018	2018
Revenue:						
Operating Revenue	\$316,788.0	\$339,886.3	\$386,326.7	\$386,326.7	\$380,483.7	\$365,682.7
Deferred Revenue	\$487.0	\$487.0	\$487.0	\$487.0	\$487.0	\$487.0
Deductions:						
O & M Expenses (Excluding Uncollectables)	\$160,117.0	\$181,506.6	\$182,010.2	\$195,473.9	\$195,473.9	\$195,473.9
Uncollectibles	\$481.0	\$513.9	\$524.8	\$551.7	\$551.7	\$529.3
A&G Expenses	\$26,759.0	\$26,759.0	\$27,176.1	\$27,742.7	\$27,742.7	\$27,742.7
Taxes Other Than Income	\$10,185.0	\$10,260.0	\$10,479.5	\$10,964.2	\$10,964.2	\$10,964.2
Local Franchise Taxes	\$759.0	\$845.2	\$862.8	\$905.8	\$905.8	\$870.4
Transportation Depreciation	(\$992.0)	(\$992.0)	(\$1,190.0)	(\$1,190.0)	(\$1,190.0)	(\$1,190.0)
Interest Expense	\$21,381.0	\$21,381.0	\$23,224.0	\$23,224.0	\$23,224.0	\$23,224.0
Less 50% Meals Disallowed	\$92.0	\$92.0	\$92.0	\$92.0	\$92.0	\$92.0
Total Deductions	\$218,782.0	\$240,365.7	\$243,179.4	\$257,764.3	\$257,764.3	\$257,706.4
State Corporate Franchise Tax:						
Tax Depreciation	(\$40,114.0)	(\$40,114.0)	(\$43,532.0)	(\$44,905.3)	(\$44,905.3)	(\$44,905.3)
State Tax Deduction on Repairs & Maint	(\$22,613.0)	(\$22,613.0)	(\$13,774.0)	(\$13,774.0)	(\$13,774.0)	(\$13,774.0)
Deferred Revenue (Net of Tax)	\$43.0	\$43.0	\$34.0	\$34.0	\$34.0	\$34.0
Taxable Income Incl Def Revenue	\$35,322.0	\$36,836.5	\$85,875.3	\$69,917.1	\$64,074.1	\$49,331.0
Tax @ 8.84%	\$3,122.5	\$3,256.3	\$7,591.4	\$6,180.7	\$5,664.2	\$4,360.9
Federal Income Tax:						
Tax Depreciation	(\$33,524.0)	(\$33,524.0)	(\$37,407.0)	(\$38,215.0)	(\$37,689.8)	(\$37,689.8)
State Franchise Tax	(\$3,122.5)	(\$3,256.3)	(\$7,591.4)	(\$6,180.7)	(\$5,664.2)	(\$4,360.9)
IRS Sec 199 QPA Deduction	(\$1,338.0)	(\$1,338.0)	(\$1,457.0)	(\$1,457.0)	(\$1,457.0)	\$0.0
Taxable Income Excluding Deferred Revenue	\$60,021.5	\$61,402.2	\$96,691.9	\$82,709.7	\$77,908.4	\$65,925.6
Tax @ 21.00%	\$21,007.5	\$21,490.8	\$33,842.2	\$28,948.4	\$27,268.0	\$13,844.4
Amortization of Unrecoverable Prepaid Tax on CIAC & Advances	\$3.0	\$3.0	\$3.0	\$3.0	\$3.0	\$3.0
Federal Tax	\$21,010.5	\$21,493.8	\$33,845.2	\$28,951.4	\$27,271.0	\$13,847.4
Total Income Tax	\$24,133.0	\$24,750.1	\$41,436.5	\$35,132.1	\$32,935.1	\$18,208.2

SAN JOSE WATER COMPANY

ADVICE LETTER NO. 522A

ATTACHMENT C

ADVICE LETTER 522A
ATTACHMENT C -
2018 ESCALATION YEAR
RATE RECALCULATION DUE TO TAX CHANGE

Revenue To be Recovered in Meter Charge	30.00%	X	Revenue Increase (\$)	
Revenue To be Recovered in Quantity Rate	70.00%	X	(\$14,801,000)	(\$4,440,300)
			(\$14,801,000)	(\$10,360,700)

QUANTITY RATE CALCULATION									
Rate Schedule	AL 518 2018 Authorized Revenue (\$)	AL 522 2018 Rate Decreased Revenue (\$)	Total Revenue Decrease (Att. B) (\$)	Total Revenue Increase (%)	Revenue Decrease in Quantity Rate (\$)	2016 Authorized Total Usage* D.16-06-004 (ccf)	Quantity Rate Decrease (\$/ccf)	Uniform Quantity Rate 3/22/2018 AL 518 (\$/ccf)	New Quantity Rate (\$/ccf)
Total	380,970,700	366,169,700	(\$14,801,000)	-3.89%	(\$10,360,700)	50,365,000 Excludes Recycled Well Users	(\$0.2057)	4.8894	4.6837

TOTAL POTABLE REVENUE CALCULATION						
	Percentage of Potable Sales to Total Sales (%)	2016 Authorized Potable Usage D.16-06-004 (ccf)	Revenue to be Recovered in Potable Quan.Rate (\$)	Quantity Rate Increase (\$/ccf)	Uniform Quantity Rate 3/22/2018 AL 518 (\$/ccf)	New Potable Quantity Rate (\$/ccf)
						(MG)
Potable Water	98.97%	49,847,000.00	(10,254,141)	(0.2057)	4.8894	4.6837

TOTAL RAW REVENUE CALCULATION						
	Percentage of Raw Sales to Total Sales (%)	2016 Authorized Raw Usage D.16-06-004 (ccf)	Revenue to be Recovered in Raw Quan.Rate (\$)	Quantity Rate Increase (\$/ccf)	Raw Quantity Rate 3/22/2018 AL 518 (\$/ccf)	New Raw Quantity Rate (\$/ccf)
						(MG)
Raw Water	0.03%	14,000.00	(2,880)	(0.2057)	4.6698	4.4641

TOTAL RECYCLED PIPED REVENUE CALCULATION						
	Percentage of Recycled Piped Sales to Total Sales (%)	2016 Authorized Recycled Piped Usage D.16-06-004 (ccf)	Revenue to be Recovered in Recycled Piped Quan.Rate (\$)	Quantity Rate Increase (\$/ccf)	Recycled Piped Quantity Rate 3/22/2018 AL 518 (\$/ccf)	New Recycled Quantity Rate (\$/ccf)
						(MG)
Recycled Piped	1.00%	504,000.00	(103,679)	(0.2057)	4.4288	4.2231

Total Quantity Charges for all Schedules	(\$10,360,700)
--	----------------

ADVICE LETTER 522A
ATTACHMENT C - PART 1

METER CHARGE CALCULATION										
Revenue to be Recovered in Meter Charge					(\$4,440,300)					
Schedule No. 1. General Metered Service & 1B General Metered Service with Automatic Fire Sprinkler System:										
Meter Size	2016 No. of Customers Authorized	No. of Billings	Meter Ratio (SP U-25)	Meter Ratio Equiv	Meter Charge Increase (\$/Month)	Increase to Total Service Charge	Authorized AL 518 3/22/2018 Meter Charge (\$/Month)	New Meter Charge (\$/Month)	Meter Charge Increase (%)	
5/8	869	10,428	1.5		15,642	(\$1.18)	(\$12,305)	\$26.21	\$25.03	-4.50%
3/4	175,315	2,103,780	1.5		3,155,670	(\$1.18)	(\$2,482,460)	\$26.21	\$25.03	-4.50%
1	34,211	410,532	2.5		1,026,330	(\$1.97)	(\$808,748)	\$43.64	\$41.67	-4.51%
1 1/2	3,973	47,676	5		238,380	(\$3.94)	(\$187,843)	\$87.34	\$83.40	-4.51%
2	4,908	58,896	8		471,168	(\$6.30)	(\$371,045)	\$139.77	\$133.47	-4.51%
3	1,429	17,148	15		257,220	(\$11.82)	(\$202,689)	\$262.04	\$250.22	-4.51%
4	412	4,944	25		123,600	(\$19.70)	(\$97,397)	\$436.74	\$417.04	-4.51%
6	184	2,208	50		110,400	(\$39.36)	(\$86,907)	\$873.48	\$834.12	-4.51%
8	30	360	80		28,800	(\$62.97)	(\$22,669)	\$1,397.58	\$1,334.61	-4.51%
10	7	84	115		9,660	(\$90.52)	(\$7,604)	\$2,009.05	\$1,918.53	-4.51%
	221,338	2,656,056			5,436,870		(\$4,279,667)			
Schedule No. RW. Raw Water Service:										
3/4	0	0	1.5		0	(\$1.18)	\$0	\$26.21	\$25.03	-4.50%
1	0	0	2.5		0	(\$1.97)	\$0	\$43.64	\$41.67	-4.51%
1 1/2	1	12	5		60	(\$3.94)	(\$47)	\$87.34	\$83.40	-4.51%
2	3	36	8		288	(\$6.30)	(\$227)	\$139.77	\$133.47	-4.51%
3	0	0	15		0	(\$11.82)	\$0	\$262.04	\$250.22	-4.51%
4	0	0	25		0	(\$19.70)	\$0	\$436.74	\$417.04	-4.51%
6	0	0	50		0	(\$39.36)	\$0	\$873.48	\$834.12	-4.51%
8	0	0	80		0	(\$62.97)	\$0	\$1,397.58	\$1,334.61	-4.51%
10	0	0	115		0	(\$90.52)	\$0	\$2,009.05	\$1,918.53	-4.51%
	4	48			348		(\$274)			
Schedule No. RCW. Recycled Water Service Piped:										
3/4	0	0	1.5		0	(\$1.18)	\$0	\$26.21	\$25.03	-4.50%
1	2	24	2.5		60	(\$1.97)	(\$47)	\$43.64	\$41.67	-4.51%
1 1/2	8	96	5		480	(\$3.94)	(\$378)	\$87.34	\$83.40	-4.51%
2	91	1,092	8		8,736	(\$6.30)	(\$6,880)	\$139.77	\$133.47	-4.51%
3	31	372	15		5,580	(\$11.82)	(\$4,397)	\$262.04	\$250.22	-4.51%
4	34	408	25		10,200	(\$19.70)	(\$8,038)	\$436.74	\$417.04	-4.51%
6	1	12	50		600	(\$39.36)	(\$472)	\$873.48	\$834.12	-4.51%
8	1	12	80		960	(\$62.97)	(\$756)	\$1,397.58	\$1,334.61	-4.51%
10	1	12	115		1,380	(\$90.52)	(\$1,086)	\$2,009.05	\$1,918.53	-4.51%
	169	2,028			27,996		(\$22,054)			
Schedule No. RCW. Recycled Water Service Well Users: (1)										
2	1	12		-3.89%	(\$1.26)	(\$15)	\$32.43	\$31.17	-3.89%	
3	1	12		-3.89%	(\$1.68)	(\$20)	\$43.25	\$41.57	-3.89%	
4	2	24		-3.89%	(\$1.89)	(\$45)	\$48.64	\$46.75	-3.89%	
6	1	12		-3.89%	(\$3.15)	(\$38)	\$81.10	\$77.95	-3.89%	
8	2	24		-3.89%	(\$3.79)	(\$91)	\$97.31	\$93.52	-3.89%	
10	1	12		-3.89%	(\$5.89)	(\$71)	\$151.37	\$145.48	-3.89%	
	14	96				(\$280)				
Schedule No. 4. Private Fire Service: (1)										
2	44	528		-3.89%	(\$1.03)	(\$543)	\$26.42	\$25.39	-3.89%	
3	5	60		-3.89%	(\$1.54)	(\$92)	\$39.60	\$38.06	-3.89%	
4	1,094	13,128		-3.89%	(\$2.05)	(\$26,969)	\$52.81	\$50.76	-3.89%	
6	1,475	17,700		-3.89%	(\$3.08)	(\$54,559)	\$79.24	\$76.16	-3.89%	
8	940	11,280		-3.89%	(\$4.11)	(\$46,345)	\$105.62	\$101.51	-3.89%	
10	138	1,656		-3.89%	(\$5.14)	(\$8,505)	\$132.03	\$126.89	-3.89%	
12	14	168		-3.89%	(\$6.16)	(\$1,035)	\$158.44	\$152.28	-3.89%	
	3,710	44,520				(\$138,048)				
Total Meter Charges for all Schedules					(\$4,440,323)					

Calculation of New RW rate		Potable Rate	\$4.6837 ccf =	\$2,040.22 AF
		Adjustment for Treatment Charge		(\$100.00) AF
Raw Water		AL 522A	\$4.4541 ccf	\$1,940.22 AF

(1) Sch No. RCW and Sch No. 4 rates are escalated by the total revenue increase percentage consistent with the methodology used in D.16-06-004

ADVICE LETTER 522A
ATTACHMENT C PART 2
2018 ESCALATION YEAR TIER RATE DESIGN

SQR (\$/CCF) \$4.6837
New Q Revenue Target \$ 136,923,286

Three Tier Rate Design

Rate Tier Criteria as % of SQR		
	% of SQR	rate
Tier 1	0.9	\$4.21533
Tier 2	1	\$4.68370
Tier 3	1.1	\$5.1521

Revenue Neutrality Test		
Target at SQR	\$	136,923,285.8
Rev neutrality, tier.SQR	\$	342,308.21
% tier >SQR		0.250%

	Rationale	Proposed Tiers(ccf)	Tier rate differential	Existing Rates	Proposed New Rates	Ccf estimate sales in tier	Rev estimate \$ sales in tier	Portion of total consumption in tier	Portion of Revenue by Tier
Tier 1	indoor consumption est.*	0 to 3 ccf's	90.00%	\$4.40946	\$4.21533	5,846,800	\$ 24,646,191	20.00%	17.96%
Tier 2	up to annual average	4 to 18 ccf's	100.00%	\$4.89940	\$4.68370	16,809,550	\$ 78,730,889	57.50%	57.36%
Tier 3	Above annual average	19 ccf's and above	110.00%	\$5.38930	\$5.15207	6,577,650	\$ 33,888,513	22.50%	24.69%
						29,234,000	\$ 137,265,594		

**ADVICE LETTER 522A
ATTACHMENT C
BILL COMPARISON**

BILL COMPARISON UNIFORM RATES

Bill Comparison Uniform Rates 3/4-Inch Meter				
Usage (ccf)	Current Rates AL 518	Proposed Rates AL 522A	Increase	Increase
5	\$54.00	\$51.79	-4.09%	(\$2.21)
10	\$79.25	\$76.01	-4.08%	(\$3.24)
15	\$103.22	\$98.96	-4.13%	(\$4.27)
20	\$125.96	\$120.67	-4.20%	(\$5.29)
30	\$172.89	\$165.54	-4.25%	(\$7.35)
50	\$270.68	\$259.21	-4.24%	(\$11.47)
100	\$515.15	\$493.40	-4.22%	(\$21.75)

BILL COMPARISON RESIDENTIAL TIERED RATES

Tiered Rate Bill Comparison 3/4-Inch Meter				
Usage (ccf)	Current Rates AL 518	Proposed Rates AL 522A	Increase	Increase
5	\$52.58	\$50.38	-4.17%	(\$2.19)
Typical 11	\$85.98	\$82.49	-4.06%	(\$3.49)
15	\$108.25	\$103.89	-4.02%	(\$4.35)
20	\$137.06	\$131.59	-3.99%	(\$5.47)
30	\$197.63	\$189.78	-3.97%	(\$7.84)
50	\$318.77	\$306.18	-3.95%	(\$12.59)
100	\$621.61	\$597.16	-3.93%	(\$24.45)

SAN JOSE WATER COMPANY

ADVICE LETTER NO. 522A

ATTACHMENT D

SAN JOSE WATER COMPANY (U-168-W)
Advice Letter No. 522A

Attachment D

Page 1 of 2

A copy of Advice Letter No. 522A has been sent to the following municipalities, water companies and interested parties:

City of San Jose
Municipal Water Dept.
Attn: Jeffrey Provenzano
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 Street, 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
70 W. Hedding Street
San Jose, CA 95110

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

Nina Hawk
Chief Operating Officer
Water Utility Enterprises
Santa Clara Valley Water District
5750 Almaden Expressway
San Jose, CA 95118

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.
18522 Mt. View Avenue
Los Gatos, CA 95033

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

Stagecoach Mutual Water Co
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

Saratoga Heights Mutual Water Company
P.O. Box 337
Saratoga, CA 95071

WRATES
Rita Benton
18555 Ravenwood Drive
Saratoga, CA 95070

Saratoga City Council Member
Rishi Kumar
13777 Fruitvale Avenue
Saratoga, CA 95070

Pat Kearns, MD
7 W Central Ave
Los Gatos, CA 95030

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.	\$4.21533	(D)
For Total Monthly Usage from 4 to 18 Ccf.	\$4.68370	I
For Total Monthly Usage over 18 Ccf.	\$5.15207	(D)

All Other Customers

For all water delivered, per 100 cu. ft.	\$4.68370	(D)
--	-----------	-----

Service Charges:

Per Meter Per Month

All Customers:

For 5/8 x 3/4-inch meter	\$ 25.03	(D)
For 3/4-inch meter	\$ 25.03	I
For 1-inch meter	\$ 41.67	I
For 1-1/2-inch meter	\$ 83.40	I
For 2-inch meter	\$ 133.47	I
For 3-inch meter	\$ 250.22	I
For 4-inch meter	\$ 417.04	I
For 6-inch meter	\$ 834.12	I
For 8-inch meter	\$ 1334.61	I
For 10-inch meter	\$ 1918.53	(D)

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. 522A

JOHN TANG

Date Filed _____

Dec. No. _____

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.	\$4.21533	(D)
For Total Monthly Usage from 4 to 18 Ccf.	\$4.68370	I
For Total Monthly Usage over 18 Ccf.	\$5.15207	(D)

All Other Customers

For all water delivered, per 100 cu. ft.	\$4.68370	(D)
--	-----------	-----

Service Charges:

Per Meter Per Month

All Customers:

For 5/8 x 3/4-inch meter	\$ 25.03	(D)
For 3/4-inch meter	\$ 25.03	I
For 1-inch meter	\$ 41.67	I
For 1-1/2-inch meter	\$ 83.40	I
For 2-inch meter	\$ 133.47	I
For 3-inch meter	\$ 250.22	(D)

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

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

Advice No. 522A

JOHN TANG

Date Filed

Dec. No.

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.	\$4.21533	(D)
For Total Monthly Usage from 4 to 18 Ccf.	\$4.68370	I
For Total Monthly Usage for 19 to 20 Ccf.	\$5.15207	(D)
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.	\$4.68370	(D)
For Total Monthly Usage over 20 Ccf.	\$7.00000	

Service Charges:

Per Meter Per Month

For 3/4-inch meter	\$ 25.03	(D)
For 1-inch meter	\$ 41.67	I
For 1-1/2-inch meter	\$ 83.40	I
For 2-inch meter	\$ 133.47	I
For 3-inch meter	\$ 250.22	I
For 4-inch meter	\$ 417.04	I
For 6-inch meter	\$ 834.12	I
For 8-inch meter	\$ 1334.61	I
For 10-inch meter	\$ 1918.53	(D)

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. 522A

JOHN TANG

Date Filed _____

Dec. No. _____

Vice President,
Regulatory Affairs

Effective _____

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	\$25.39	(D)
For each 3-inch service	38.06	
For each 4-inch service	50.76	
For each 6-inch service	76.16	
For each 8-inch service	101.51	
For each 10-inch service	126.89	
For each 12-inch service	152.28	(D)

SPECIAL CONDITIONS

1. The fire protection service connection shall be installed by the utility and 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. 522A

JOHN TANG

Date Filed _____

Dec. No. _____

Vice President,
Regulatory Affairs

Effective _____

Resolution No. _____

TITLE

Schedule No. RCW

RECYCLED WATER METERED SERVICE

APPLICABILITY

Applicable to all recycled 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:

Currently effective quantity rate as reflected in "*Schedule No. 1, General Metered Service*" less the treated water surcharge currently added to potable deliveries from the Santa Clara Valley Water District and less any applicable discount from the South Bay Water Recycling Program.

Service Charges:

Currently effective monthly service charge for the applicable meter size as reflected in "*Schedule No. 1, General Metered Service*".

SPECIAL CONDITIONS

1. For the purposes of this tariff a well user is defined as a customer of the Santa Clara Valley Water District who procures his/her non-potable supply from an on-site well as of the first effective date of this tariff. The service charge for well users will be in accordance with the following schedule:

<u>Meter Size</u>	<u>Per Meter Per Month</u>	
2-inch	\$31.17	(D)
3-inch	\$41.57	
4-inch	\$46.75	
6-inch	\$77.95	
8-inch	\$93.52	
10-inch	\$145.48	(D)

The monthly service charge will change in an amount equal to changes in the monthly service charge for similarly sized meters under "*Schedule No. 1, General Metered Service*". In addition to the service charge, such customers will be charged for the quantity of recycled water used at that site in the same amount billed to San Jose Water Company by the South Bay Water Recycling Program.

(Continued)

(To be inserted by utility)

Issued by

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

Advice No. 522A

JOHN TANG

Date Filed

Vice President,

Effective

Dec. No.

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. \$4.4541 (D)

Service Charges:

Per Meter Per Month

For 5/8 x 3/4-inch meter	\$ 25.03	(D)
For 3/4-inch meter	\$ 25.03	I
For 1-inch meter	\$ 41.67	I
For 1-1/2-inch meter	\$ 83.40	I
For 2-inch meter	\$ 133.47	I
For 3-inch meter	\$ 250.22	I
For 4-inch meter	\$ 417.04	I
For 6-inch meter	\$ 834.12	I
For 8-inch meter	\$ 1334.61	I
For 10-inch meter	\$ 1918.53	(D)

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. 522A

JOHN TANG

Date Filed _____

Dec. No. _____

Vice President,
Regulatory Affairs

Effective _____

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	1914-W, 1795-W, 848-W and 1906-W	(T)
Preliminary Statement	919-W, 1303-W, 1699-W, 1700-W, 1702-W, 1420-W, 1889-W, 1427-W, 1469-W, 1492-W, 1508-W, 1542-W, 1799-W, 1818-W and 1873-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	1908-W, 1840-W and 1881-W	(C)
Schedule No. 1B, General Metered Service With Automatic Fire Sprinkler System	1909-W, 1741-W, 1882-W and 1883-W	(C)
Schedule No. 1C, General Metered Service Mountain District	1910-W, 1744-W, 1884-W and 1885-W	(C)
Schedule No. 4, Private Fire Service	1911-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	1668-W, 1669-W, 1780-W, 1671-W, 1672-W, 1673-W, 1766-W, and 1820-W	
Staged Mandatory Reductions And Drought Surcharges		
Schedule No. RW, Raw Water Metered Service	1912-W, 1886-W and 1887-W	(C)
Schedule No. RCW, Recycled Water Metered Service	1913-W and 1848-W	(C)
Schedule No. UF, Surcharge to Fund Public Utilities Commission, Reimbursement Fee	1871-W	
Schedule No. WRAP, Water Rate Assistance Program	1904-W and 1211-W	
List of Contracts and Deviations	1857-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. 522A

JOHN TANG

Date Filed _____

Vice President,

Effective _____

Dec. No. _____

Regulatory Affairs

Resolution No. _____

TITLE