

Golden State Water Company	Balancing Account Name	Balancing Account Description	Authorizing Decision or Resolution or Advice Letter	Balance as of End of June 30, 2018	Balance as of End of December 31, 2018	Change From Previous Quarter (%)	Latest Authorized Revenue Amount	Authorized Revenue Amount Differential	Most Recent Conducted Review/Audit (either GRC or other method)	Notes or Comments
Total number of connections December 2018: 259,919	American Recovery and Reinvestment Act of 2009	A 20-year surcharge in the Arden Cordova District to repay \$4.3 million of a \$8.6 dollar loan under the Safe Drinking Water State Revolving Fund Law of 1997 and the American Recovery and Reinvestment Act of 2009.	Resolution W-4810, December 17, 2009 by AL No. 1341-W filed August 7, 2009.	\$ (258,481)	\$ (183,120)	-29.2%	\$ (4,922,856)	4%	Audited in Advice Letter 1756-W, filed 10/12/2018	Please Note: This account was reviewed by Cal PA in GSWC's pending GRC Application No. 17-07-010.
"()" denotes undercollection.	Well Study Balancing Account	The purpose of the WSBA is to track and recover up to \$375,000 for the costs of hiring a consultant to conduct a comprehensive well-replacement study.	D.10-11-035; and Advice Letter 1420-W, filed December 1, 2010	\$ 24,065	\$ 24,307	1.0%	\$ (375,000)	-6%	Audited in D.16-12-067	Please Note: This account was reviewed by Cal PA in GSWC's pending GRC Application No. 17-07-010.
	Pension and Benefits Balancing Account	The purpose of the PBBA is to track the difference between authorized pension costs included in rates (based on ERISA minimum funding levels) and actual pension costs based on Accounting Standard Codification.	D.10-11-035; and Advice Letter 1419, filed December 1, 2010	\$ 1,325,467	\$ 2,042,490	54.1%	\$ (3,578,177)	-57%	Audited in D.16-12-067	Please Note: This account was reviewed by Cal PA in GSWC's pending GRC Application No. 17-07-010.
	California Alternative Rates for Water	Tracks CARW (low income program for water) discounts, program costs, and revenues in the Region I service area	D.02-01-034; D.08-01-043	\$ (4,569,764)	\$ (2,365,476)	-48.2%	\$ (9,481,392)	25%	Audited in D.16-12-067	Please Note: This account was reviewed by Cal PA in GSWC's pending GRC Application No. 17-07-010.
	Santa Maria Water Rights No. 1	Tracks the litigation costs associated with GSWC's efforts to protect its water rights in the Santa Maria Groundwater Basin due to adjudication by the superior court, pursuant to Decision No. 07-05-041	D.07.05.041 & AL 1545-W filed November 7, 2013	\$ (96,197)	\$ (98,372)	2.3%	\$ (468,426)	21%	Audited in D.16-12-067	Please Note: This account was reviewed by Cal PA in GSWC's pending GRC Application No. 17-07-010.
	Santa Maria Water Rights No. 2	Tracks the litigation costs associated with GSWC's efforts to protect its water rights in the Santa Maria Groundwater Basin due to adjudication by the superior court, pursuant to Decision No. 07-05-041	D.07.05.041 & AL 1520-W filed May 7, 2013	\$ (1,601,440)	\$ (1,475,920)	-7.8%	\$ (1,518,213)	97%	Audited in Advice Letter 1757-W, filed 10/17/18	Please Note: This account was reviewed by Cal PA in GSWC's pending GRC Application No. 17-07-010.
	Randall-Bold Balancing Account	The purpose of the RBBA is to track \$4.7 million payment for the use of the Randall Bold Water Treatment Plant and the engineering construction cost index escalation as required by Section 1.2.2 of the Asset Lease Agreement with the CCWD.	AL No. 1444-W, filed April 27, 2011	\$ (1,706,803)	\$ (1,758,651)	3.0%	\$ (3,435,434)	51%	Audited in D.16-12-067	Please Note: This account was reviewed by Cal PA in GSWC's pending GRC Application No. 17-07-010.
	City of Torrance Balancing Account	Tracks costs being allocated to American States Utility Service ASUS-City, since the contract with the City of Torrance dissolved during 2011 thereby triggering the provisions of the COTBA.	D.10.11.035.AL 1526-W; June 20, 2013	\$ 9,062	\$ 9,166	1.2%	\$ (88,220)	-10%	Audited in D.16-12-067	Please Note: This account was reviewed by Cal PA in GSWC's pending GRC Application No. 17-07-010.
	WRAM/MCBA 1/	WRAM, tracks the difference between Commission approved water revenue and actual water revenues along with Commission approved supply expenses versus actual supply expense.	AL No. 1648-W thru 1650-W, Filed 2/22/16	\$ (30,456,715)	\$ (18,314,355)	-39.9%	\$ (41,442,745)	44%	Audited in Advice Letters 1739-W, 1740-W, 1741-W, filed 3/14/18 and 3/23/18. Advice Letter 1692-W, filed 3/13/17.	Please Note: This account was reviewed by Cal PA in GSWC's pending GRC Application No. 17-07-010.
	Arden Supply Costs Balancing Account	Residual balance for Arden supply costs prior to MCBA		\$ 4,264	\$ -	0.0%	\$ (98,003)	0%	Audited in Advice Letter 1741-W, filed 3/23/2018	Please Note: This account was reviewed by Cal PA in
	Los Osos 2013 Phase in Balancing Account	As provided for in the settlement adopted in this situation, the revenue increase in 2013 for the Los Osos ratemaking area will be 50 percent (approximately \$608,000) of the 2013 increase in revenue requirement of \$1.2 million. Golden State Water Company (Golden State) must defer cost recovery of the remaining 50 percent in a balancing account accruing interest at a rate equal to Golden State's authorized rate of return, and Golden State must file a Tier 2 advice letter to implement a flat monthly rate surcharge scaled by the capacity factor equivalents for different meter sizes for metered services per Standard Practice U-27 on Los Osos customers, effective January 1, 2014, to amortize the balance over a three-year period.	D.13-05-011	\$ (52,396)	\$ (54,619)	4.2%	\$ (597,661)	9%	Audited in D.16-12-067	Please Note: This account was reviewed by Cal PA in GSWC's pending GRC Application No. 17-07-010.
	2011 GRC Balancing Account (GRCMA)	The purpose of the GRCMA is to track all incremental expenses incurred by GSWC for the preparation and processing of the 2010 Region I General Rate Case.	D.13-05-011	\$ (694)	\$ (694)	0.0%	\$ (8,234)	8%	Audited in D.16-12-067	Please Note: This account was reviewed by Cal PA in GSWC's pending GRC Application No. 17-07-010.
	Region 3 Rate Base Surcharge	The Commission approved GSWC's request to initiate recovery of \$540,555 from Region 3 customers, via temporary a surcharge, to reflect an adjustment of the 2005 capital additions adopted in D. 06-01-025. The surcharge expired with a residual balance of \$99,816.	Advice Letter 1292-W, Approved on September 10, 2008.	\$ 19,645	\$ 19,615	-0.2%	\$ (99,817)	-20%	Audited in D.16-12-067	Please Note: This account was reviewed by Cal PA in GSWC's pending GRC Application No. 17-07-010.
	Folsom Refund Residual	The Commission approved GSWC's proposal to refund \$5,178,620 to Arden Cordova customers in compliance with D.04-03-039 regarding the Folsom Water Lease.	Advice Letter 1150-W, Approved on May 6, 2004.	\$ 1,221	\$ 1,221	0.0%	\$ 31,843	4%	Audited in D.16-12-067	Please Note: This account was reviewed by Cal PA in GSWC's pending GRC Application No. 17-07-010.
	Bay Point(HSWTP) hill street water treatment facility	The purpose of the HSWTP memo is to amortize the un-depreciated Hill Street Water Treatment Facility investment. Additionally, a corresponding rate base adjustment has been made to reflect the removal of the Hill Street Treatment Plant from ratebase.	Advice Letter 1458, effective September 29,2011.	\$ (335,184)	\$ (345,366)	3.0%	\$ (964,551)	36%	Audited in D.16-12-067	Please Note: This account was reviewed by Cal PA in GSWC's pending GRC Application No. 17-07-010.
The following Balancing Accounts were treated in Advice Letter 1711-W. Their balances were consolidated and spread among the affected/applicable ratemaking areas.										
	Rule 14.1 Premium Charges Refund	The revenues that would have been generated from the rates based upon the new cost of capital to	Advice Letter 1408-WA, 1452-WB, 1453-WB1505-W, effective December 6, 2011.	See note /2	See note /2	0.0%	\$ 108,458	0%	Audited in Advice Letter 1711-W, filed 7/10/17	Please Note: This account was reviewed by Cal PA in GSWC's pending GRC Application No. 17-07-010.
	Clearlake Supply Cost Balancing	Offset of Purchased Water and Electricity costs		\$ 19,989	\$ 36,946	84.8%	\$ (89,594)	0%	Audited in Advice Letter 1711-W, filed 7/10/17	Please Note: This account was reviewed by Cal PA in
	Settlement Agreement Balancing Account	Golden State Water Company (GSWC) shall maintain a Settlement Agreement Balancing Account (SABA) to track \$9.5 million dollars in customer refunds, in compliance with the Settlement Agreement approved in Decision No. 11-12-034.	D.11-12-034; and Advice Letter 1472-WA filed February 6, 2012	See note /2	See note /2		\$ 51,541	0%	Audited in Advice Letter 1711-W, filed 7/10/17	Please Note: This account was reviewed by Cal PA in GSWC's pending GRC Application No. 17-07-010.
1711-W	R1-Arden			\$ (2,750)	\$ (2,781)	1.1%				
1711-W	R1- Bay Point			\$ (13,385)	\$ (2,040)	-84.8%				
1711-W	R1- Clearlake -exclude supply cost			\$ 3,614	\$ (1,145)	-131.7%				
1711-W	R1- Los Osos			\$ (705)	\$ (60)	-91.5%				
1711-W	R1- Santa Maria			\$ (2,101)	\$ (832)	-60.4%				
1711-W	R1- Simi Valley			\$ (3,286)	\$ 3,768	-214.7%				
1711-W	Region 2			\$ (226)	\$ (229)	1.3%				
1711-W	Region 3			\$ (12,716)	\$ 15,286	-220.2%				
1/ WRAM/MCBA Detail										
	WRAM/MCBA-breakdown by Rate Marking Area	WRAM, tracks the difference between Commission approved water revenue and actual water revenues along with Commission approved supply expenses versus actual supply expense.		Balance as of End of June 30, 2018	Balance as of End of December 31, 2018	Change From Previous Quarter (%)	Latest Authorized Revenue Amount			
	Arden			\$ (1,067,546)	\$ (295,304)	-72.3%	\$ 162,752			
	Bay Point			\$ (546,879)	\$ (284,337)	-48.0%	\$ (1,097,485)			
	Los Osos			\$ (958,395)	\$ (676,415)	-29.4%	\$ (1,423,098)			
	Santa Maria			\$ (2,029,855)	\$ (865,308)	-57.4%	\$ (3,260,878)			
	Simi Valley			\$ (96,158)	\$ 158,464	-264.8%	\$ 93,598			
	R2			\$ (23,875,826)	\$ (19,718,381)	-17.4%	\$ (35,221,516)			
	R3			\$ (1,882,056)	\$ 3,366,927	-278.9%	\$ (696,118)			
				\$ -	\$ -					

2/ The balance in this account was consolidated with the other BAMA's filed in AL 1711-W and were amortized among the applicable/specific ratemaking areas.

**Balancing
Accounts
with an
authorized
revenue**

	Authorized Balance	Last Audit Performed	Comments
WRAM/MCBA	\$ (41,442,745)	Audited in Advice Letters 1739-W, 1740-W, 1741-W , filed 3/14/18 and 3/23/18. Advice Letter 1692-W, filed 3/13/17.	Please Note: This account was reviewed by Cal PA in GSWC's pending GRC Application No. 17-07-010.
Aerojet Water Litigation Memorandum Account	\$ (14,302,164)	Audited in D.16-12-067	Please Note: This account was reviewed by Cal PA in GSWC's pending GRC Application No. 17-07-010.
2013 Interim Rate Memorandum Account	\$ (13,297,774)	Audited in D.16-12-067	Please Note: This account was reviewed by Cal PA in GSWC's pending GRC Application No. 17-07-010.
2016 Interim Rate True-up Memorandum Account	\$ (9,937,123)	Audited in Advice Letters 1713-W thru 1720-W, filed 7/19/17	Please Note: This account was reviewed by Cal PA in GSWC's pending GRC Application No. 17-07-010.
California Alternative Rates for Water	\$ (9,481,392)	Audited in D.16-12-067	Please Note: This account was reviewed by Cal PA in GSWC's pending GRC Application No. 17-07-010.