



California-American Water Company (Cal-Am) General Rate Case – D.18-12-021

What Does D.18-12-021 Authorize for Cal-Am?

Increases in Operating Costs in the Following Areas Required Increases in Utility Revenue to be Recovered in Rates:

- Water supply costs (purchased water, pump taxes, purchased power, Chemicals)
- Water infrastructure: Mains replacement, plant improvements
- Payroll
- Other - Rent, Insurance, Purchased services

Cost Increases Require the Following Increase in Utility Revenue:

- 2018: \$1.92 million (6.61%) above authorized 2017 revenues
- 2019*: \$0.81 million (2.61%) above authorized 2018 revenues
- 2020*: \$0.76 million (2.39%) above authorized 2019 revenues

*Revenue increases for 2019 and 2020 are estimated using escalation and inflation factors. Actual increases may vary based on current inflation estimates.

Cal-Am's 2018 Revenue to be Recovered in Rates - \$30,860,100

2018 Balancing and Memorandum Account Recovery:

- \$18.9M (8.5%) to be recovered company-wide by surcharge
- \$7.2M (3.2%) tax credit to be refunded company-wide by surcredit





What Are the Residential Bill Impacts Based on Adopted Revenue Increases?

Monthly Service Charge by Meter Size	Present Rates	2018	2019	2020
5/8-inch	\$7.40	\$6.72 (-9.2%)	\$7.21 (7.3%)	\$7.38 (2.4%)
3/4-inch	\$11.10	\$10.08 (-9.2%)	\$10.82 (7.3%)	\$11.08 (2.4%)
1-inch	\$18.50	\$16.80 (-9.2%)	\$18.03 (7.3%)	\$18.46 (2.4%)
Water Usage Quantity Rate				
Tier 1 0 to 8 Ccf	\$4.7767	\$5.5278 (15.7%)	\$5.6377 (2.0%)	\$5.7724 (2.4%)
Tier 2 8+ to 15 Ccf	\$5.4597	\$6.2110 (11.9%)	\$6.3345 (2.0%)	\$6.4859 (2.4%)
Tier 3 15+ to 30 Ccf	\$8.0388	\$9.1458 (13.8%)	\$9.3276 (2.0%)	\$9.5505 (2.4%)
Tier 4 Over 30 Ccf	\$10.6343	\$12.2823 (15.5%)	\$12.5265 (2.0%)	\$12.8259 (2.4%)

Excluding CPUC fee, City Tax, surcharges and refunds, an average residential customer with a 5/8-inch meter using 10 ccf (1 ccf = 748 gallons) every month will see an increase in their monthly bill from \$56.53 in 2017 to \$63.36 in 2018. The same bill is estimated to be \$64.98 in 2019 and \$66.53 in 2020, resulting in an overall 17.7% rate increase over 3 years.

Where Can I Go for Further Information?

- To review Cal-Am's tariff schedules, go to:
<https://amwater.com/caaw/customer-service-billing/billing-payment-info/water-rates>
- To review the Commission's D.18-12-021, go to:
<http://docs.cpuc.ca.gov/PublishedDocs/Published/G000/M252/K251/252251101.pdf>
- To obtain information on the Commission's General Rate Case Process, go to:
<https://www.cpuc.ca.gov/General.aspx?id=6442461381>

