

APPENDIX B

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the Matter of the Application of the Southern California Water Company (U 133 W) for an order authorizing it to increase rates for water service by \$18,972,300 or 24.17% in 2006; by \$1,534,500 or 1.57% in 2007; and by \$1,493,900 or 1.50% in 2008 in its Region III Service Area.

Application 05-02-004
(Filed February 1, 2005)

STIPULATION

The parties to this Stipulation are the Office of Ratepayer Advocates (ORA) and Southern California Water Company (SCWC) (collectively hereafter “the Parties”).

WHEREAS, SCWC filed this General Rate Case (GRC) application seeking an increase in rates in its Region III service area for Test Year 2006 and Escalation Years 2007 and 2008, including an increase in rate revenues for its General Office,¹ which ORA timely protested;

WHEREAS, the Parties have agreed to the deferral of SCWC’s GRC application for its General Office in this proceeding until January 2006 when SCWC will file its General Office with its GRC application for the Region II service area.

¹ The term “General Office” means the same as such term is defined and used in the New Rate Case Plan, D. 04-06-018, 2004 Cal. PUC LEXIS 276 at *20 - *22 and *58 (dated; June 17, 2004).

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WHEREAS, the Parties have reviewed and discussed the testimony, exhibits, and workpapers pertaining to the General Office in this proceeding and its deferral as stated above;

WHEREAS, the Parties have entered into this Stipulation based on the terms and conditions stated below and voluntarily, upon review and advice of their counsel, and without duress; and

WHEREAS, this Stipulation expresses the final and complete agreement between the Parties regarding the matters stated herein:

NOW, THEREFORE, IT IS HEREBY STIPULATED AND AGREED by and between the Parties, through their respective counsel of record, that:

1. The General Office Net Operating Expenses for Test Year 2006 is \$29,534,998.38.
2. The total amount of General Office Pensions and Benefits Expenses for Test Year 2006 is \$9,266,625.00, which is included in the amount stated above in (1) and will be included in the General Office Summary of Earnings statement.
3. The General Office Weighted Average Rate Base for Test Year 2006 is \$13,260,346.00, which includes adjusting the working cash allowance for 2004 to zero.
4. The Parties agree to allocate to Region III for Test Year 2006, 31.70% of the General Office Net Operating Expenses shown in (1) above, in the total amount of \$9,362,776.00.

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5. The Parties agree to allocate to Region III for Test Year 2006, 31.70% of the General Office Weighted Average Rate Base shown in (3) above, in the total amount of \$4,203,615.00.

6. The agreed-upon amounts for the General Office Allocation to Region III for Test Year 2006, shown in (4) and (5) above, will be included in the calculation of rates in this proceeding as the Commission determines.

7. The attached Microsoft Excel spreadsheet (whether in hardcopy or electronic form) shows how the General Office Amounts in this Stipulation were calculated, and is incorporated by reference as if fully stated here.

8. In January 2006, SCWC will file a GRC application for its General Office for Test Year 2007 and Escalation Years 2008 and 2009, in conjunction with its regularly scheduled general rate case for its Region II service area.

9. The Parties agree that the Region III rates for Escalation Years 2007 and 2008 will include that amount of the General Office revenue requirement that in the January 2006 GRC proceeding, the Commission finds allocable to Region III rates for those Escalation Years.

10. The Parties will address in this proceeding when after the January 2006 GRC proceeding, SCWC should file its next General Office application.

11. This Stipulation is limited to the deferral of SCWC's General Office application from this proceeding to January 2006 and does not constitute in any manner either ORA's agreement with, or a waiver of ORA's right to object to, any SCWC filing of its General Office with its GRC Region II application after January 2006.

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12. Pursuant to Rule 51.8 of the Commission's Rules of Practice and Procedure, the Commission adoption of this Stipulation is binding on all Parties to this proceeding in which the Stipulation is proposed. Unless the Commission expressly provides otherwise, such adoption does not constitute approval of, or precedent regarding, any principle or issue in this or in any future proceeding.

Respectfully submitted,

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July 25, 2005

AGREED:

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July 26, 2005

(END OF APPENDIX B)

APPENDIX C - OVERALL STIPULATION

BEFORE THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

In the matter of the Application of the **SOUTHERN CALIFORNIA WATER COMPANY (U 133 W)** for an order authorizing it to increase rates for water service by \$18,972,300 or 24.17% in the year 2006; by \$1,534,500 or 1.57% in 2007; and by \$1,493,900 or 1.50% in 2008 in its Region III Service Area

Application No.
05-02-004

STIPULATION

1.00 Introduction

1.01 This Stipulation resolves a portion of the issues in the general rate case (GRC) application of the Southern California Water Company (SCWC) (U133W) for an increase in its general rates for water service in its Region III Service Area, A. 05-02-004.

1.02 The parties to this Stipulation are SCWC and the Office of Ratepayer Advocates (ORA) of the Commission, collectively referred to as the "Parties." Attorneys for the City of Claremont and the California Department of Corrections (CDC) attended some of the settlement negotiations but are not signatories to it.

1.03 ORA reviewed SCWC's GRC application; made field tours of the water system, and appeared at Public Participation Hearings held in the Apple Valley, San Dimas and Orange County CSAs. On July 5, 2005, ORA filed its "Report on the Results of Operations" in this matter. During August 3–5, 2005, the Parties, including Claremont and CDC, met and conferred. The Parties stipulations are set forth in following pages

1.04 Attached are the following appendices:

Appendix A -- Comparative Summary of Earnings

Appendix B –Comparison Exhibit, Unresolved Issues

1.05 The Parties agree that neither signatory to this Stipulation nor any member of ORA or SCWC assumes any personal liability as a result of this Stipulation. The Parties agree that no legal action may be brought in any state or federal court or in any other forum against any individual signatory representing the interests of the Parties, attorneys representing the Parties, or the Parties themselves involving any matter related to this Stipulation. All rights and remedies of the Parties are limited to those available before the Commission.

APPENDIX C - OVERALL STIPULATION**2.00 Plant****2.01 Plant Additions**

SCWC and ORA have resolved the following differences regarding plant additions in SCWC's Region III.. It should be noted that the issue of overhead to be applied to the capital budget has not been resolved. The stipulated items shown in the following table reflect the 22.5% overhead rate that SCWC requested, subject to further revision if the Commission changes the 22.5% overhead rate:

Barstow CSA	<u>Year</u>	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
Replace Arrowhead Well	2006	\$672,500	\$0	Withdrawn
Misc. Column Ext. & Bowl Repl.	2006	\$66,300	\$49,725	\$66,300
	2007	\$68,200	\$51,150	\$68,200
New Business Funded by SCWC	2005	\$15,800	\$0	\$15,800
	2006	\$16,200	\$0	\$16,200
	2007	\$16,700	\$0	\$16,700
Meter Replacement Program	2005	\$23,000	\$24,324	\$23,000
	2006	\$132,500	\$25,005	\$132,500
	2007	\$136,500	\$25,705	\$136,500
Manifold Meter Replacements	2006	\$90,000	\$0	\$90,000
	2007	\$92,500	\$0	\$92,500
Services	2006	\$108,000	\$66,000	\$108,000
	2007	\$111,000	\$67,800	\$111,000
Minor Purification Equipment	2005	\$1,000	\$162	\$1,000
	2006	\$1,000	\$200	\$1,000
	2007	\$1,000	\$200	\$1,000
Total Barstow CSA		\$1,552,200	\$310,271	\$879,700
Calipatria CSA	<u>Year</u>	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
Misc. Plant Improvements	2005	\$12,000	\$0	\$0
	2006	\$12,300	\$0	\$0
	2007	\$12,600	\$0	\$0
Misc. Column Ext. & Bowl Repl.	2005	\$5,000	\$2,057	\$2,057
	2006	\$12,000	\$2,115	\$2,115
	2007	\$12,300	\$2,200	\$2,200
Street Improvements	2005	\$10,000	\$0	\$0
	2006	\$10,300	\$0	\$0
	2007	\$10,600	\$0	\$0
New Business Funded by SCWC	2005	\$600	\$0	\$600
	2006	\$600	\$0	\$600
	2007	\$600	\$0	\$600
Meters, New & Stuck	2005	\$5,000	\$2,868	\$2,868

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	2006	\$5,100	\$2,900	\$2,900
	2007	\$5,200	\$3,000	\$3,000
Meter Replacement Program	2005	\$1,300	\$364	\$1,300
	2006	\$7,900	\$2,212	\$7,900
	2007	\$8,100	\$2,268	\$8,100
Services	2005	\$6,300	\$0	\$0
	2006	\$6,500	\$0	\$0
	2007	\$6,700	\$0	\$0
Minor Main Replacements	2005	\$4,500	\$140	\$140
	2006	\$4,600	\$144	\$144
	2007	\$4,700	\$148	\$148
Minor Pumping Plant Equipment	2005	\$3,200	\$3,156	\$3,156
	2006	\$3,300	\$3,200	\$3,200
	2007	\$3,400	\$3,300	\$3,300
Minor Purification Equipment	2005	\$4,500	\$2,605	\$2,605
	2006	\$4,600	\$2,700	\$2,700
	2007	\$4,700	\$2,800	\$2,800
Office Furniture & Equipment	2005	\$2,500	\$1,036	\$1,036
	2006	\$2,600	\$1,100	\$1,100
	2007	\$2,700	\$1,100	\$1,100
Misc. Tools & Safety Equipment	2005	\$2,300	\$1,502	\$1,502
	2006	\$2,400	\$1,544	\$1,544
	2007	\$2,500	\$1,587	\$1,587
Total Calipatria CSA		\$203,500	\$46,046	\$60,302

	<u>Year</u>	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
Claremont CSA				
SCADA Upgrades	2005	\$137,500	\$0	\$137,500
Misc. Column Ext. & Bowl Repl.	2005	\$115,000	\$100,200	\$100,200
	2006	\$118,200	\$103,000	\$103,000
	2007	\$121,500	\$105,900	\$105,900
Street Improvements	2005	\$55,000	\$47,900	\$47,900
	2006	\$56,500	\$49,200	\$49,200
	2007	\$58,100	\$50,600	\$50,600
Conservation Projects	2005	\$63,000	\$28,500	\$28,500
	2006	\$64,800	\$29,300	\$29,300
	2007	\$66,600	\$30,100	\$30,100
New Business Funded by SCWC	2005	\$10,600	\$0	\$10,600
	2006	\$10,900	\$0	\$10,900
	2007	\$11,200	\$0	\$11,200
Meters, New & Stuck	2005	\$57,000	\$49,700	\$49,700
	2006	\$58,600	\$51,100	\$51,100
	2007	\$60,200	\$52,500	\$52,500

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Meter Replacement Program	2006	\$173,900	\$75,000	\$173,900
	2007	\$179,100	\$77,100	\$179,100
Services	2005	\$212,000	\$184,700	\$184,700
	2006	\$217,900	\$189,900	\$189,900
	2007	\$224,000	\$195,200	\$195,200
Minor Main Replacements	2005	\$23,000	\$20,000	\$20,000
	2006	\$23,600	\$20,600	\$20,600
	2007	\$24,300	\$21,200	\$21,200
Minor Pumping Equipment	2005	\$10,000	\$8,700	\$8,700
	2006	\$10,300	\$8,900	\$8,900
	2007	\$10,600	\$9,200	\$9,200
Minor Purification Equipment	2005	\$4,000	\$3,500	\$3,500
	2006	\$4,100	\$3,600	\$3,600
	2007	\$4,200	\$3,700	\$3,700
Office Furniture & Equipment	2005	\$1,500	\$1,300	\$1,300
	2006	\$1,500	\$1,300	\$1,300
	2007	\$1,500	\$1,300	\$1,300
Misc. Tools & Safety Equipment	2005	\$11,000	\$9,600	\$9,600
	2006	\$11,300	\$9,900	\$9,900
	2007	\$11,600	\$10,100	\$10,100
Total Claremont CSA		\$2,224,100	\$1,552,800	\$1,923,900

Desert – Apple Valley CSA	<u>Year</u>	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
New Business Funded by SCWC	2005	\$800	\$0	\$800
	2006	\$800	\$0	\$800
	2007	\$800	\$0	\$800
Meter Replacement Program	2005	\$12,000	\$13,199	\$12,000
	2006	\$30,500	\$13,569	\$30,500
	2007	\$31,400	\$13,948	\$31,400
Manifold Meter Replacements	2006	\$36,000	\$0	\$36,000
	2007	\$37,000	\$0	\$37,000
Total Apple Valley CSA		\$149,300	\$40,716	\$149,300

Desert – Morongo Valley CSA	<u>Year</u>	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
Misc. Column & Bowl Replacements	2005	\$9,400	\$7,020	\$7,020
	2006	\$9,700	\$7,217	\$7,217
	2007	\$10,000	\$7,400	\$7,400
New Business Funded by SCWC	2005	\$200	\$0	\$200
	2006	\$200	\$0	\$200
	2007	\$200	\$0	\$200
Meters, New & Stuck	2005	\$1,800	\$2,190	\$2,190
	2006	\$1,900	\$2,300	\$2,300
	2007	\$2,000	\$2,400	\$2,400

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Meter Replacement Program	2005	\$4,000	\$0	\$4,000
	2006	\$10,200	\$0	\$10,200
	2007	\$10,500	\$0	\$10,500
Services	2005	\$1,800	\$240	\$240
	2006	\$1,900	\$246	\$246
	2007	\$2,000	\$253	\$253
Minor Pumping Plant Equipment	2005	\$1,000	\$260	\$260
	2006	\$1,000	\$300	\$300
	2007	\$1,000	\$300	\$300
Minor Purification Equipment	2005	\$1,500	\$1,060	\$1,060
	2006	\$1,500	\$1,500	\$1,500
	2007	\$1,500	\$1,500	\$1,500
Office Furniture & Equipment	2005	\$1,000	\$1,320	\$1,320
	2006	\$1,000	\$1,400	\$1,400
	2007	\$1,000	\$1,400	\$1,400
Misc. Tools & Safety Equipment	2005	\$1,000	\$0	\$0
	2006	\$1,000	\$0	\$0
	2007	\$1,000	\$0	\$0
Total Morongo Valley CSA		\$79,300	\$38,306	\$63,606
Orange Co. – Los Alamitos CSA				
	<u>Year</u>	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
New Business Funded by SCWC	2005	\$13,300	\$0	\$13,300
	2006	\$13,700	\$0	\$13,700
	2007	\$14,100	\$0	\$14,100
Meter Replacement Program	2005	\$100,800	\$80,000	\$100,800
	2006	\$121,300	\$96,000	\$121,300
	2007	\$124,000	\$100,000	\$124,000
Total Los Alamitos CSA		\$387,200	\$276,000	\$387,200
Orange Co. – Placentia CSA				
	<u>Year</u>	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
Misc. Column Ext. & Bowl Replacements	2005	\$54,000	\$35,500	\$50,485
	2006	\$55,500	\$36,500	\$51,887
	2007	\$57,100	\$37,600	\$53,383
Street Improvements	2005	\$186,000	\$122,400	\$173,891
	2006	\$105,300	\$69,300	\$98,445
	2007	\$108,200	\$71,200	\$101,156
New Business Funded by SCWC	2005	\$4,000	\$0	\$4,000
	2006	\$4,100	\$0	\$4,100
	2007	\$4,200	\$0	\$4,200
Meters, New & Stuck	2005	\$43,400	\$28,500	\$28,500
	2006	\$44,600	\$29,300	\$29,300
	2007	\$45,800	\$30,100	\$30,100
Services	2005	\$129,000	\$84,900	\$120,602

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	2006	\$132,600	\$87,200	\$123,968
	2007	\$136,300	\$89,700	\$127,427
Minor Main Replacements	2005	\$40,500	\$26,600	\$37,863
	2006	\$41,600	\$27,400	\$38,892
	2007	\$42,800	\$28,200	\$40,014
Minor Pumping Plant	2005	\$2,000	\$1,300	\$1,870
	2006	\$2,100	\$1,400	\$1,963
	2007	\$2,200	\$1,400	\$2,057
Minor Purification Equipment	2005	\$2,300	\$1,500	\$2,150
	2006	\$2,400	\$1,600	\$2,244
	2007	\$2,500	\$1,600	\$2,337
Office Furniture & Equipment	2005	\$2,500	\$1,600	\$2,337
	2006	\$2,600	\$1,700	\$2,431
	2007	\$2,700	\$1,800	\$2,524
Misc. Tools & Safety Equipment	2005	\$3,200	\$2,100	\$2,992
	2006	\$3,300	\$2,200	\$3,085
	2007	\$3,400	\$2,200	\$3,179
Total Placentia CSA		\$1,266,200	\$824,800	\$1,147,382

San Dimas CSA	<u>Year</u>	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
SCADA Upgrades	2005	\$137,500	\$0	\$137,500
Street Improvements	2005	\$31,000	\$29,000	\$29,000
	2006	\$31,900	\$29,800	\$29,800
	2007	\$32,800	\$30,600	\$30,600
Conservation Projects	2005	\$94,800	\$36,000	\$36,000
	2006	\$97,500	\$37,000	\$37,000
	2007	\$100,200	\$38,000	\$38,000
New Business Funded by SCWC	2005	\$13,600	\$0	\$13,600
	2006	\$14,000	\$0	\$14,000
	2007	\$14,400	\$0	\$14,400
Meters, New & Stuck	2005	\$50,000	\$46,800	\$46,800
	2006	\$51,400	\$48,100	\$48,100
	2007	\$52,800	\$49,400	\$49,400
Meter Replacement Program	2006	\$213,300	\$77,000	\$213,300
	2007	\$219,700	\$79,000	\$219,700
Services	2005	\$250,000	\$234,000	\$234,000
	2006	\$257,000	\$240,600	\$240,600
	2007	\$264,200	\$247,300	\$247,300
Minor Main Replacements	2005	\$90,000	\$84,200	\$84,200
	2006	\$92,500	\$86,600	\$86,600
	2007	\$95,100	\$89,000	\$89,000
Minor Pumping Plant Equipment	2005	\$4,000	\$3,700	\$3,700
	2006	\$4,100	\$3,800	\$3,800

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	2007	\$4,200	\$3,900	\$3,900
Minor Purification Equipment	2005	\$2,500	\$2,300	\$2,300
	2006	\$2,600	\$2,400	\$2,400
	2007	\$2,700	\$2,500	\$2,500
Office Furniture & Equipment	2005	\$6,200	\$5,800	\$5,800
	2006	\$6,400	\$6,000	\$6,000
	2007	\$6,600	\$6,200	\$6,200
Misc. Tools & Safety Equipment	2005	\$5,700	\$5,300	\$5,300
	2006	\$5,900	\$5,400	\$5,400
	2007	\$6,100	\$5,600	\$5,600
Total San Dimas CSA		\$2,260,700	\$1,535,300	\$1,991,800
San Gabriel CSA	Year	SCWC	ORA	Stipulated
Conservation Projects	2005	\$71,900	\$12,000	\$12,000
	2006	\$73,900	\$12,300	\$12,300
	2007	\$76,000	\$12,600	\$12,600
New Business Funded by SCWC	2005	\$10,900	\$0	\$10,900
	2006	\$11,200	\$0	\$11,200
	2007	\$11,500	\$0	\$11,500
Meter Replacement Program	2005	\$73,000	\$30,000	\$73,000
	2006	\$90,200	\$30,800	\$90,200
	2007	\$92,900	\$31,700	\$92,900
Replace Vehicle 946	2005	\$30,600	\$26,200	\$26,200
Total San Gabriel CSA		\$542,100	\$155,600	\$352,800
Wrightwood CSA	Year	SCWC	ORA	Stipulated
New Business Funded by SCWC	2005	\$1,100	\$0	\$1,100
	2006	\$1,100	\$0	\$1,100
	2007	\$1,100	\$0	\$1,100
Meter Replacement Program	2006	\$3,400	\$648	\$3,400
	2007	\$3,500	\$666	\$3,500
Total Wrightwood CSA		\$10,200	\$1,314	\$10,200
Total Region III Plant Settlement		\$8,674,800	\$4,781,153	\$6,966,190

2.02 Meter Replacement Program & Manifold Meter Replacement

SCWC & ORA agree that SCWC's requested small meter and manifold meter replacement programs should be approved, as shown in the table in paragraph 2.01. SCWC agrees not to divert these funds to other capital projects and to file a report after the financial close of 2006 and 2007 to provide an accounting with supporting documentation of how the funds approved for 2006 and 2007 were spent.

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Advice Letter Treatment

2.03 Advice Letter Projects

In reviewing SCWC's plant forecast, ORA has identified four projects (LAJFTB Well, San Gabriel Well, Placentia Well Site, Stanton Reservoir Site) in SCWC's Test Year 2007 capital budget that were found to be prudent, but, because of the long lead time to construction, the project cost estimates were uncertain. SCWC and ORA further agreed that the other two projects (Indian Hill Reservoir and Bear Valley Reservoir) need to be evaluated first by a study in order to determine the best course of action needed to be taken. If the study shows that these two facilities can be repaired without the need for replacement, SCWC can recover the cost of the repair through advice letter. If study shows replacement is required, SCWC can seek recovery of the cost of replacement with a cap shown below through advice letter filing.

ORA and SCWC agreed that SCWC is authorized to file advice letters seeking authorization to include in rate base, upon completion, the actual costs of the plant additions set forth herein and to receive a corresponding rate adjustment for the additional rate base. ORA and SCWC agree that SCWC can file a maximum of two advice letters per year for these plant additions. Second, the Parties agree to request that the final decision contain an ordering paragraph authorizing each and every advice letter project contained herein. Third, it was agreed upon that these advice letter projects only include the overhead rate that the Commission determines in this proceeding, and no overhead will be applied to the land purchases.. The projects will be capped in the amount shown below. Fourth, the issue of Design and Permit cost which amounts to 10% of the cost of these projects is still in dispute. The cap amount below for Bear Valley Reservoir, Indian Hill Reservoir, LAJFTB replacement well and SGV replacement well do not include that disputed 10% cost factor but will be modified if the Commission authorizes SCWC's use of this 10% design/permitting cost factor. It was agreed that the advice letter treatment for these projects would expire at the end of 2008.

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	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated Cap</u>
Barstow CSA			
Replace Bear Valley Reservoir	\$672,500	\$0	\$672,500
Claremont CSA			
Replace Indian Hill Reservoir	\$551,500	\$0	\$551,500
Los Alamitos CSA			
Replacement Well - LAJFTB	\$975,200	\$0	\$975,200
Reservoir Site - Stanton *	\$1,000,000	\$0	\$816,000
Placentia CSA			
Well Site – Placentia *	\$800,000	\$0	\$653,000
San Gabriel CSA			
Replacement Well - SGV	\$867,600	Advice Letter	\$867,600

* Land purchases will not include overhead

Other Ratebase Items

2.04

Plant Weighting Factor

SCWC used a 50% plant weighting factor. ORA used a 5-year average plant weighting factor. SCWC & ORA agree to use ORA’s recommended plant weighting factors as follows:

<u>Area</u>	<u>Weighting Factor</u>
Barstow	46.57%
Calipatria	41.25%
Claremont	46.30%
Desert	43.19%
Orange County	48.33%
San Dimas	48.35%
San Gabriel	35.12%
Wrightwood	48.24%

2.05

Lemon Heights Acquisition Adjustment

SCWC & ORA agree that the Lemon Heights acquisition adjustment, which SCWC included in its Orange County District, will be removed from the adopted ratebase.

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- 2.06 Unicap 86
 SCWC included the deferred tax adjustment titled Capitalized Ad Valorem Tax and Interest on CWIP (Unicap 86) in its forecasted ratebase. ORA excluded the line item believing, in error that this item was for interest during construction (IDC). SCWC & ORA now agree that this item relates to the tax effect of the interest and that it is appropriate to include this item in ratebase.
- 2.07 Advances (Gross-Up)
 SCWC forecasted an amount of gross-up on advances in Region III and zero for this item in its General Office. After the General Office ratebase was stipulated to by SCWC and ORA this item was included in the General Office ratebase. SCWC & ORA agree that since this line item is included in the stipulated General Office ratebase and allocated to Region III through the Common Utility Allocation line of ratebase it is appropriate to zero out the line item in the Region III ratebase.
- 2.08 Depreciation Accrual Rates
 SCWC and ORA utilized the same methodology and depreciation accrual rates to forecast plant depreciation. Listed below are the composite accrual rates that were used to estimate plant depreciation in each of the Region III CSAs.
- | | |
|-----------------------|-------|
| Barstow CSA | 2.94% |
| Calipatria/Niland CSA | 3.29% |
| Claremont CSA | 3.12% |
| Desert CSA | 2.72% |
| Orange County CSA | 2.83% |
| San Dimas CSA | 2.54% |
| San Gabriel CSA | 3.17% |
| Wrightwood CSA | 2.61% |
- 2.09 Working Cash Lag days
 The difference between ORA's and SCWC's estimates for working cash is due to difference in lag days used and the exclusion of the depreciation expense and uncollectibles from working cash calculation.
- Standard Practice U-16-W is the controlling authority to be used by all water utilities in determining the working cash requirement for ratemaking. SCWC followed the Standard Practice U-16-W in including the depreciation expense and uncollectible in the calculation, while ORA based its recommendation on D. 04-09-061 exclusion in the exclusion of both components. This is still an outstanding issue and is listed as a disputed item.

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SCWC and ORA agree to the following lag days in Region III:

All CSAs	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
General Office Allocation	0	19	15.9
Common Customer Account	0	19	15.9

Claremont	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
Purchased Water	35	58	58
Purchased Power	12	35	35
Chemicals	31	43	43
All Other Maintenance	52	26	26

San Dimas	SCWC	ORA	Stipulated
Purchased Water	35	55.5	55.5
Purchased Power	11	42.9	38.3
Chemicals	31	18	18
All Other Maintenance	37	34.8	34.8

San Gabriel	SCWC	ORA	Stipulated
Purchased Water	24	55.1	55.1
Purchased Power	16	38.1	38.1
Chemicals	47	29.7	29.7
All Other Maintenance	46	99.2	41

Orange County	SCWC	ORA	Stipulated
Purchased Water	28	59.9	46
Purchased Power	16	43.6	42
Pump Tax	13	120.5	100
Outside Services	19	34.7	34.7
Rent	3	16.7	16.7

APPENDIX C - OVERALL STIPULATION

2.10

Plant Not At Issue

ORA did not discuss the following items in their report and agree with the following plant additions proposed by SCWC in its Region III service areas.

Barstow CSA	<u>Year</u>	<u>Amount</u>
Security Improvements	2005	\$581,000
	2007	\$43,000
Bypass Piping, Agarita	2005	\$22,000
Electric Upgrades	2005	\$62,700
Generator Facilities	2005	\$173,800
Abandon Arville Reservoir	2005	\$137,800
Convert Flora B to Electric	2005	\$124,000
Equip Bradshaw Well #14	2005	\$187,600
Electrical Upgrades, Bradshaw #6	2006	\$71,800
Electrical Upgrades, Bradshaw #7	2007	\$73,300
Sound Wall, Phillips Plant	2006	\$12,250
Misc. Column Extensions & Bowl Repl.	2005	\$36,000
Street Improvements	2005	\$58,000
	2006	\$59,600
	2007	\$61,300
900' of 8", Parkway, Grandview	2005	\$82,000
3150' of 12", 450' of 8", Buena Vista	2006	\$363,400
Abandon 4" Main, Nancy St	2006	\$127,300
Abandon 4" Main, Campus Way	2007	\$11,000
Conservation Projects	2005	\$51,400
	2006	\$52,800
	2007	\$54,300
New Business Funded by Others	2005	\$315,800
	2006	\$324,600
	2007	\$333,700
Meters, New & Stuck	2005	\$20,500
	2006	\$21,100
	2007	\$21,700
Services	2005	\$64,200
Minor Pumping Plant Equipment	2005	\$3,500
	2006	\$3,600
	2007	\$3,700
Minor Main Replacements	2005	\$17,400
	2006	\$17,900
	2007	\$18,400
Office Furniture & Equipment	2005	\$4,700
	2006	\$4,800

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	2007	\$4,900
Replace Vehicle 627	2006	\$34,500
Replace Vehicle 710	2007	\$35,500
Replace Vehicle 740	2007	\$35,500
Replace Vehicle 743	2007	\$35,500
Misc. Tools & Safety Equipment	2005	\$3,000
	2006	\$3,100
	2007	\$3,200

Calipatria CSA	<u>Year</u>	<u>Amount</u>
Security Improvements	2005	\$69,000
250' of 8", Brown St	2005	\$29,500
1000' of 8", Brown Ave	2006	\$60,800
720' of 8", Bonita and International	2007	\$41,400
Conservation Projects	2005	\$1,200
	2006	\$1,200
	2007	\$1,200
New Business Funded by Others	2005	\$11,300
	2006	\$11,600
	2007	\$11,900
Meter Unmetered Services	2006	\$10,000
	2007	\$10,000
Replace Vehicle 697	2005	\$31,900

Claremont CSA	<u>Year</u>	<u>Amount</u>
Demolish Mills Reservoir	2005	\$283,000
Electrical Upgrades, Miramar # 3	2006	\$85,400
Electrical Upgrades, Del Monte # 3	2007	\$40,000
Modify Del Monte GAC Piping	2006	\$23,400
Flexible Connections, Margarita Reservoir	2007	\$56,500
Flexible Connections, Upper O'Neal Reservoir	2006	\$19,500
Security Improvements	2005	\$434,000
	2007	\$230,000
750' of 8", Alden Rd	2005	\$110,400
500' of 8", easement N/ Alamosa and W/ Grand	2006	\$65,600
1450' of 8", Cambridge, 11th, Abandon Alley Main	2006	\$344,000
1300' of 8", Sycamore, Cucamonga to Oak Park	2006	\$187,000
1200' of 8", Foothill Blvd, Lyn Oak to Towne	2007	\$180,300
Abandon Main, Live Oak Dr	2007	\$30,500
1430' of 8", St Bonaventure, Oak Park to Arrow Hwy	2007	\$230,400
900' of 8", Stanford Pl, Berkeley to Grinnell	2007	\$141,500

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New Business Funded by Others	2005	\$212,000
	2006	\$217,900
	2007	\$224,000
Meter Replacement Program	2005	\$53,000
Manifold Meter Replacements	2006	\$90,000
	2007	\$92,500
Desert – Apple Valley CSA	<u>Year</u>	<u>Amount</u>
Meters at Boosters	2005	\$38,300
SCADA System	2007	\$300,200
Security Improvements	2006	\$262,000
Abandon Central #7	2006	\$21,600
Abandon Mesquite	2007	\$22,100
Misc. Column Extensions & Bowl Replacements	2005	\$34,000
		\$35,000
		\$36,000
1250' of 8", Sycamore Ln	2005	\$60,500
1380' of 8", Wisteria (AVS)	2006	\$62,600
2500' of 8", Navajo (AVS)	2006	\$114,000
800' of 8", Rosewood (AVS)	2006	\$35,900
1000' of 8", Valencia (AVS)	2006	\$44,700
2370' of 8", Minnetonka and Patomac (AVS)	2006	\$104,200
620' of 8", Desert View (DV)	2007	\$24,300
3000' of 8", Tokata, Tiama (AVN)	2007	\$125,200
650' of 8", Pahuhaska (AVN)	2007	\$26,800
3860' of 8", Mesquite and Candlewood (AVN)	2007	\$213,200
Conservation Projects	2005	\$16,000
	2006	\$16,400
	2007	\$16,900
New Business Funded by Others	2005	\$15,000
	2006	\$15,400
	2007	\$15,800
Meters, New & Stuck	2005	\$3,100
	2006	\$3,200
	2007	\$3,300
Services	2005	\$3,000
	2006	\$3,100
	2007	\$3,200
Minor Pumping Plant Equipment	2005	\$1,000
	2006	\$1,000
	2007	\$1,000
Minor Purification Equipment	2005	\$2,000
	2006	\$2,100
	2007	\$2,200

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Office Furniture & Equipment	2005	\$1,000
	2006	\$1,000
	2007	\$1,000
Replace Vehicle 950	2005	\$31,900
Replace Vehicle 1085	2007	\$35,500
Misc. Tools and Safety Equip.	2005	\$3,500
	2006	\$3,600
	2007	\$3,700

Desert – Morongo Valley CSA	<u>Year</u>	<u>Amount</u>
Navajo Reservoir	2006	\$196,400
SCADA	2007	\$137,400
Security Projects	2007	\$18,000
Conservation Projects	2005	\$1,000
	2006	\$1,000
	2007	\$1,000
New Business Funded by Others	2005	\$4,100
	2006	\$4,200
	2007	\$4,300
Minor Purification Equipment	2006	\$1,500
	2007	\$1,500
Replace Vehicle 550	2006	\$34,500

Orange Co – Los Alamitos CSA	<u>Year</u>	<u>Amount</u>
SCADA	2006	\$350,000
Discharge Piping - Yellowtail	2005	\$60,000
Pump Control Valves, Florista A and B	2006	\$25,000
Misc. Column Extensions & Bowl Replacements	2005	\$80,000
	2006	\$82,200
	2007	\$84,500
Street Improvements	2005	\$160,000
	2006	\$164,500
	2007	\$169,100
2150' of 12", Walker, De Long north	2006	\$357,400
1560' of 12", Lincoln, Walker east	2007	\$270,600
90' of 8", Cherry at Katella	2007	\$39,500
Conservation Projects	2005	\$158,800
	2006	\$163,200
	2007	\$167,800
Replace Carpet, Winners Circle	2006	\$1,000
Storage Bins, Beach	2007	\$25,000
New Business Funded by Others	2005	\$265,000
	2006	\$272,400

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	2007	\$280,000
Meters, New & Stuck	2005	\$57,600
	2006	\$59,200
	2007	\$60,900
Manifold Meter Replacements	2005	\$150,000
	2006	\$154,200
	2007	\$158,500
Services	2005	\$150,000
	2006	\$154,200
	2007	\$158,500
Minor Main Replacements	2005	\$25,000
	2006	\$25,700
	2007	\$26,400
Minor Pumping Plant Equipment	2005	\$1,000
	2006	\$1,000
	2007	\$1,000
Minor Purification Equipment	2005	\$1,000
	2006	\$1,000
	2007	\$1,000
Office Furniture & Equipment	2005	\$3,500
	2006	\$3,600
	2007	\$3,700
Replace Backhoe	2006	\$50,000
Miscellaneous Tools & Safety Equipment	2005	\$3,200
	2006	\$3,300
	2007	\$3,400
Orange Co – Placentia CSA	<u>Year</u>	<u>Amount</u>
Railing, La Vereda Reservoir	2005	\$7,000
SCADA	2006	\$300,000
Relocate Injection Point, Concerto	2005	\$10,000
VFD, Fairhaven	2005	\$50,000
Security Projects	2006	\$88,000
	2007	\$52,000
Hatch, Clearview	2006	\$25,000
Safety Railings, Larkridge Reservoirs	2006	\$11,300
320' of 8" DI, Derby and Stirrup	2005	\$40,200
Replace 95 Services, Tract 7894	2005	\$104,500
1800' of 12", La Limonar	2006	\$244,400
1210' of 8", Oak and Atwood	2006	\$189,000
27 Services, Sirrine Drive	2007	\$53,400
480' of 8", Huntsman to Cottontail	2007	\$123,100
760' of 8", Easement S/ La Loma Dr	2007	\$111,200
480' of 8", Squires Drive	2007	\$71,600

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120' of 8", Skyline at La Vereda	2007	\$31,600
Conservation Projects	2005	\$89,700
	2006	\$92,200
	2007	\$94,800
Replace Carpet	2006	\$1,100
New Business Funded by Others	2005	\$79,600
	2006	\$81,800
	2007	\$84,100
Meter Replacement Program	2005	\$68,600
	2006	\$50,100
	2007	\$54,600
Replace Manifold Meters	2005	\$78,000
	2006	\$55,600
	2007	\$48,000
Backhoe	2007	\$70,000

San Dimas CSA	<u>Year</u>	<u>Amount</u>
Electric Upgrades, Artesia # 2	2006	\$75,200
Electric Upgrades, Highway # 1	2007	\$76,900
Replace Piping, Columbia Boosters	2006	\$22,300
Liner, Columbia Resv	2007	\$120,000
Security Improvements	2007	\$241,000
1150' of 8", De Anza Heights	2006	\$115,300
500' of 16", 230' of 8", Gladstone	2006	\$143,900
1050' of 8", Lyford and Gaillard	2006	\$121,600
650' of 8", Bellview	2006	\$79,900
Abandon 4" Steel Main, Cienega Ave	2006	\$28,400
410' of 8", Rennell Ave	2007	\$54,200
New Business Funded by Others	2005	\$272,900
	2006	\$280,500
	2007	\$288,400
Meter Replacement Program	2005	\$75,000
Manifold Meter Replacements	2006	\$36,000
	2007	\$18,500
Fire Hydrant Meters	2005	\$2,000

San Gabriel CSA	<u>Year</u>	<u>Amount</u>
Replace Pump House, San Gabriel #1	2005	\$35,000
Heat Exchanger, Farna	2005	\$15,000
Electric Upgrades, Encinita #3	2007	\$90,400
Security Upgrades	2006	\$160,000
	2007	\$137,000
Abandon Saxon Well #1	2007	\$22,400

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Misc. Column Extensions & Bowl Replacements	2005	\$50,000
	2006	\$51,400
	2007	\$52,800
Street Improvements	2005	\$50,000
	2006	\$51,400
	2007	\$52,800
1000' of 8", Hallowell	2005	\$167,100
800' of 8", Freer	2006	\$111,900
1250' of 8", Birchland Place	2006	\$213,000
1400' of 8", Pentland, Sultana	2006	\$212,200
1120' of 8", Daines, Ninth	2006	\$156,800
1030' of 8", Doolittle	2006	\$170,800
1000' of 8", Camino Real, Loganrita	2006	\$141,900
2450' of 8", Daines, Tyler	2006	\$368,600
1710' of 8", Arden Dr, Bisby to Hickson	2006	\$162,200
1050' of 8", Tyler Ave	2007	\$147,400
4800' of 8", Heleo, Cloverly, Fiesta	2007	\$751,500
3350' of 8", Primrose, Pamela, Andre	2007	\$520,300
1100' of 8", Arden Dr, Marsen to Bisby	2007	\$262,000
New Business Funded by Others	2005	\$218,400
	2006	\$224,500
	2007	\$230,800
Meters, New & Stuck	2005	\$24,500
	2006	\$25,200
	2007	\$25,900
Manifold Meter Replacements	2006	\$90,000
	2007	\$92,500
Services	2005	\$174,400
	2006	\$179,300
	2007	\$184,300
Minor Main Replacements	2005	\$17,600
	2006	\$18,100
	2007	\$18,600
Minor Pumping Plant Equipment	2005	\$22,000
	2006	\$22,600
	2007	\$23,200
Minor Purification Equipment	2005	\$1,000
	2006	\$1,000
	2007	\$1,000
Office Furniture & Equipment	2005	\$2,600
	2006	\$2,700
	2007	\$2,800
Miscellaneous Tools & Safety Equipment	2005	\$3,800
	2006	\$3,900

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	2007	\$4,000
Wrightwood CSA	<u>Year</u>	<u>Amount</u>
Install Lone Pine Reservoir	2006	\$150,000
Sheep Creek Reservoir	2006	\$156,000
Security Improvements	2006	\$121,000
	2007	\$11,000
SCADA	2007	\$120,000
Miscellaneous Columns Extensions & Bowl Repl.	2005	\$27,500
	2006	\$28,300
	2007	\$29,100
1450' of 8", 300' of 6", Heath Creek Dr, Juniper Conservation Projects	2007	\$250,200
	2005	\$16,000
	2006	\$16,400
	2007	\$16,900
New Business Funded by Others	2005	\$21,800
	2006	\$22,400
	2007	\$23,000
Meters, New & Stuck	2005	\$2,000
	2006	\$2,100
	2007	\$2,200
Services	2005	\$2,500
	2006	\$2,600
	2007	\$2,700
Minor Main Replacements	2005	\$5,000
	2006	\$5,100
	2007	\$5,200
Minor Pumping Plant Equipment	2005	\$2,200
	2006	\$2,300
	2007	\$2,400
Minor Purification Equipment	2005	\$2,200
	2006	\$2,300
	2007	\$2,400
Office Furniture & Equipment	2005	\$2,200
	2006	\$2,300
	2007	\$2,400
Replace Vehicle 380	2006	\$34,500
Replace Vehicle 631	2007	\$35,500
Replace Vehicle 1073	2007	\$35,500
Miscellaneous Tools & Safety Equipment	2005	\$2,500
	2006	\$2,600
	2007	\$2,700

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Region III Headquarters	<u>Year</u>	<u>Amount</u>
Contingency	2005	\$1,000
	2006	\$1,000
	2007	\$1,000
Office Furniture & Equipment	2005	\$7,500
	2006	\$7,700
	2007	\$7,900
Foothill District Office	<u>Year</u>	<u>Amount</u>
Office Furniture & Equipment	2005	\$5,000
	2006	\$5,100
	2007	\$5,200
Miscellaneous Tools & Safety Equipment	2005	\$20,000
	2006	\$20,600
	2007	\$21,200
Mountain/Desert District Office	<u>Year</u>	<u>Amount</u>
Office Furniture & Equipment	2005	\$5,000
	2006	\$5,100
	2007	\$5,200
Replace Vehicle 490	2006	\$26,900
Miscellaneous Tools & Safety Equipment	2005	\$4,000
	2006	\$4,100
	2007	\$4,200
Orange County District Office	<u>Year</u>	<u>Amount</u>
Office Furniture & Equipment	2005	\$5,000
	2006	\$5,100
	2007	\$5,200
Replace Vehicle 782	2006	\$34,500
Replace Vehicle 789	2006	\$34,500
Miscellaneous Tools & Safety Equipment	2005	\$4,000
	2006	\$4,100
	2007	\$4,200

APPENDIX C - OVERALL STIPULATION**3.00 Sales****3.01 Customers (Connections)**

SCWC and ORA used the methodology prescribed in the new Rate Case Plan (RCP) to forecast customer growth within each Customer Class. The Parties agree to use ORA's estimates for the number of customers in the Barstow, Desert, Claremont, and San Gabriel CSAs. ORA agreed with SCWC's estimate for the number of customers in the Calipatria, San Dimas, and Wrightwood CSAs. ORA agreed with SCWC's customer forecast for the Orange County CSA with the exception of Irrigation and Other customers. The parties agreed to correct the number of Irrigation and Other customers in the Orange County CSA.

Barstow CSA	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
<u>Customer Class</u>	2006	2006	2006
Commercial	8,426	8,518	8,518
Industrial	5	5	5
Public Authority	68	64	64
Irrigation	3	3	3
Resale	0	0	0
Contract	2	2	2
Other	10	20	20
Private Fire	117	118	118
Total	8,631	8,730	8,730

Barstow CSA	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
<u>Customer Class</u>	2007	2007	2007
Commercial	8,452	8,557	8,557
Industrial	5	5	5
Public Auth.	68	63	63
Irrigation	3	4	4
Resale	0	0	0
Contract	2	1	1
Other	10	20	20
Private Fire	117	119	119
Total	8,657	8,770	8,770

Calipatria CSA	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
<u>Customer Class</u>	2006	2006	2006
Commercial	166	166	166
Industrial	5	5	5
Public Authority	17	17	17
Irrigation	0	0	0
Resale	0	0	0
Contract	1	1	1

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Other	1	1	1
Private Fire	3	3	3
Flat Rate – Commercial	981	981	981
Flat Rate – Public Authority	6	6	6
Total	1,180	1,180	1,180

Calipatria CSA	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
<u>Customer Class</u>	2007	2007	2007
Commercial	169	169	169
Industrial	5	5	5
Public Authority	17	17	17
Irrigation	0	0	0
Contract	0	0	0
Other	1	1	1
Private Fire	1	1	1
Flat Rate – Commercial	3	3	3
Flat Rate – Public Authority	981	981	981
Total	6	6	6
	1,183	1,183	1,183

Claremont CSA	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
<u>Customer Class</u>	2006	2006	2006
Commercial	10,334	10,279	10,279
Industrial	10	10	10
Public Authority	222	260	260
Irrigation	19	19	19
Resale	0	0	0
Contract	1	1	1
Other	33	31	31
Private Fire	113	104	104
Total	10,742	10,704	10,704

Claremont CSA	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
<u>Customer Class</u>	2007	2007	2007
Commercial	10,393	10,345	10,345
Industrial	10	10	10
Public Authority	222	222	222
Irrigation	19	19	19
Resale	0	0	0
Contract	1	1	1
Other	34	33	33
Private Fire	113	113	113
Total	10,792	10,743	10,743

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Desert CSA	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
<u>Customer Class</u>	2006	2006	2006
Commercial	3,579	3,701	3,274
Industrial	0	0	0
Public Authority	9	9	9
Irrigation	0	0	0
Resale	1	1	1
Other	0	1	1
Private Fire	4	4	4
Flat Rate – Commercial	4	4	4
Total	3,600	3,727	3,727

Desert CSA	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
<u>Customer Class</u>	2007	2007	2007
Commercial	3,638	3,780	3,780
Industrial	0	0	0
Public Authority	9	9	9
Irrigation	0	0	0
Resale	1	1	1
Other	0	1	1
Private Fire	4	4	4
Flat Rate – Commercial	7	8	8
Total	3,659	3,806	3,806

Orange County CSA	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
<u>Customer Class</u>	2006	2006	2006
Commercial	41,090	41,090	41,090
Industrial	28	28	28
Public Authority	272	272	272
Irrigation	55	432	432
Resale	1	1	1
Contract	0	0	0
Other	1	21	21
Private Fire	569	568	568
Total	42,016	42,412	42,412

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Orange County CSA	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
<u>Customer Class</u>	2007	2007	2007
Commercial	41,352	41,293	41,293
Industrial	28	28	28
Public Authority	273	273	273
Irrigation	55	436	436
Resale	1	1	1
Contract	0	0	0
Other	1	21	21
Private Fire	573	572	572
Total	42,283	42,624	42,624

San Dimas CSA	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
<u>Customer Class</u>	2006	2006	2006
Commercial	15,703	15,703	15,703
Industrial	3	3	3
Public Authority	192	192	192
Irrigation	44	44	44
Resale	0	0	0
Contract	1	1	1
Other	3	3	3
Private Fire	155	155	155
Total	16,101	16,101	16,101

San Dimas CSA	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
<u>Customer Class</u>	2007	2007	2007
Commercial	15,765	15,765	15,765
Industrial	3	3	3
Public Authority	192	192	192
Irrigation	44	44	44
Resale	0	0	0
Contract	1	1	1
Other	3	3	3
Private Fire	155	155	155
Total	16,163	16,163	16,163

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San Gabriel CSA	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
<u>Customer Class</u>	2006	2006	2006
Commercial	12,042	12,004	12,004
Industrial	7	7	7
Public Auth.	53	71	71
Irrigation	0	0	0
Contract	0	0	0
Other	0	0	0
Private Fire	31	31	31
Total	12,133	12,113	12,113

San Gabriel CSA	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
<u>Customer Class</u>	2007	2007	2007
Commercial	12,104	12,065	12,065
Industrial	7	7	7
Public Authority	53	70	70
Irrigation	0	0	0
Contract	0	0	0
Other	0	0	0
Private Fire	32	31	31
Total	12,196	12,173	12,173

Wrightwood CSA	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
<u>Customer Class</u>	2006	2006	2006
Commercial	2,703	2,703	2,703
Industrial	0	0	0
Public Authority	3	3	3
Irrigation	0	0	0
Contract	0	0	0
Other	0	0	0
Private Fire	5	5	5
Total	2,711	2,711	2,711

Wrightwood CSA	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
<u>Customer Class</u>	2007	2007	2007
Commercial	2,729	2,729	2,729
Industrial	0	0	0
Public Authority	3	3	3
Irrigation	0	0	0
Contract	0	0	0
Other	0	0	0
Private Fire	5	5	5
Total	2,737	2,737	2,737

APPENDIX C - OVERALL STIPULATION

3.02

Sales per Customer

SCWC and ORA used the prescribed “New Committee Method” to forecast average Commercial/Residential customer sales. SCWC and ORA used “averaging” methodologies to estimate average sales per customer in the remainder of the customer classes. The variances were due to the selected time spans used in calculating the averages. In the Calipatria CSA, ORA did not discuss average sales per customer for the Flat Rate Commercial customers or Flat Rate Public Authority customers. Both parties agreed to the use a “5-Year” average to estimate all customer classes except Commercial/Residential. Below are the stipulated sales per customer for 2006 and 2007 (Ccf).

Barstow CSA	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
<u>Customer Class</u>			
Commercial	319.6	325.8	325.8
Industrial	6,778.5	12,575.6	12,575.6
Public Authority	6,115.2	6,115.2	6,115.2
Irrigation	422.6	422.6	422.6
Resale			
Contract	289,986.0	298,986.0	298,986.0
Other	3,089.0	3,089.0	3,089.0
Private Fire	119.6	140.0	140.0
Calipatria CSA	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
<u>Customer Class</u>			
Commercial	465.5	465.5	465.5
Industrial	2,901.0	2,884.8	2,884.8
Public Authority	1,512.8	1,512.8	1,512.8
Irrigation	0	0	0
Resale	0	0	0
Contract	434,423.0	451,041.0	451,041.0
Other	2,507.4	2,438.0	2,438.0
Flat - Commercial	555.0	569	569
Flat - Public Authority	2,061.4	2,061.4	2,061.4

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Claremont CSA	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
<u>Customer Class</u>			
Commercial	424.5	424.54	424.54
Industrial	4,506	4,292.8	4,292.8
Public Authority	1,424.0	1,575.0	1,575.0
Irrigation	1,809.0	1,941.2	1,941.2
Resale	0	0	0
Contract	176.0	178.8	178.8
Other	3,982.0	4,479.7	4,479.7
Private Fire	35.0	41.8	41.8
Desert CSA	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
<u>Customer Class</u>			
Commercial	169.6	169.6	169.6
Industrial	0	0	0
Public Authority	442.3	453.6	453.6
Irrigation	0	0	0
Resale	0	0	0
Contract	0	0	0
Other	1,011.5	846.4	846.4
Private Fire			
Orange County CSA	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
<u>Customer Class</u>			
Commercial	288.5	289.0	288.5
Industrial	1,412.0	1,319.0	1,318.6
Public Authority	3,078.0	3,224.0	3,224.4
Irrigation	1,974.4	1,821.0	1217
Resale	35,030.0	34,937.0	34,937.0
Contract	0	0	0
Other	798.5	848.0	848.2
Private Fire	92.2	88.8	88.8
San Dimas CSA	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
<u>Customer Class</u>			
Commercial	327.0	327.0	327.0
Industrial	127.0	127.0	127.0
Public Authority	2,147.0	2,147.0	2,147.0
Irrigation	1,887.0	1,852.0	1,852.0
Resale	0	0	0
Contract	140,991.0	145,036.0	145,036.0
Other	231.0	231.0	231.0
Private Fire	0	0	0

APPENDIX C - OVERALL STIPULATION

San Gabriel CSA	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
<u>Customer Class</u>			
Commercial	244.0	244.0	244.0
Industrial	1,459.0	1,459.0	1,459.0
Public Authority	1,319.0	1,319.0	1,319.0
Irrigation	422.0	422.0	422.0
Resale	0	0	0
Contract	0	0	0
Other	83.0	83.0	83.0
Private Fire	0	0	0

Wrightwood CSA	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
<u>Customer Class</u>			
Commercial	97.5	97.5	97.5
Industrial	0	0	0
Public Authority	885.6	885.6	885.6
Irrigation	5.1	5.1	5.1
Resale	0	0	0
Contract	0	0	0
Other	0	0	0
Private Fire	0	0	0

3.04

Unaccounted for Water

SCWC and ORA agree to use a five-year average of historical Unaccounted for Water (Water Loss Section of Work Papers) to forecast test year levels. In its filing, SCWC provided two sets of historical data for water loss, where one set of data was updated and current and the other was not. In its calculation, ORA used the set of data that was not updated to derive the unaccounted for water factor. Both parties are now in agreement to use a "5-Year" average of data using the updated historical data from the work-papers to estimate all unaccounted for water. Below are the stipulated percentages for Unaccounted for water for each CSA for test years 2006 and 2007.

<u>Customer Service Area</u>	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
Barstow CSA	9.92%	6.21%	8.75%
Calipatria CSA	8.36%	2.39%	1.56%
Claremont CSA	12.21%	5.43%	8.44%
Desert CSA	22.04%	13.10%	17.39%
Orange County CSA	4.60%	3.04%	3.08%
San Dimas CSA	9.70%	5.01%	5.80%
San Gabriel CSA	7.22%	4.83%	4.88%
Wrightwood CSA	9.29%	9.29%	13.42%

APPENDIX C - OVERALL STIPULATION

4.00 Labor

4.01 District Labor - SCWC's forecast for total labor was based on its current organizational structure and actual annual salaries, using twelve months' recorded ratios of expense to capital plus the addition of one Superintendent in the Morongo Valley CSA. Added to this base was inflation, overtime, increases for merit, overhead to account for the clearing of miscellaneous tools and stand-by and call-out pay to derive the forecast for the Test Year. In Mountain Desert District, ORA disagrees that the addition of the superintendent position is reasonable.

SCWC and ORA agree that the overtime rate of 0.3% should be incorporated into the labor expense for the Region III Headquarters. As a result of this agreement SCWC's and ORA's positions for labor expense for 2006 in the Region III Headquarters are as follows:

	SCWC	ORA
Operations Labor	\$3,323	\$3,130
Maintenance Labor	\$0	\$0
A&G Labor	\$785,339	\$742,120
Total Labor Expense	\$788,662	\$745,250

ORA did not disagree with SCWC's forecasts in the Mountain/Desert District Office, the Barstow CSA and the Wrightwood CSA.

Barstow CSA

Operations	\$471,529
Maintenance	\$137,353
A&G	\$53,007
Total Labor Expense	\$661,889

Wrightwood CSA

Operations	\$266,776
Maintenance	\$44,859
A&G	\$53,073
Total Labor Expense	\$364,708

Mountain/Desert District

Operations	\$113,392
Maintenance	\$37,812
A&G	\$162,409
Total Labor Expense	\$313,613

APPENDIX C - OVERALL STIPULATION

Administrative and General Expenses

5.01 Office Supplies - To estimate expenditures for Office Supplies, SCWC used a zero-based budget, while ORA used various methodologies such as: average of three recorded years (2000, 2002 and 2003) expenses and applied the composite inflation factor in Region III HQ; five year average of the company's spending in the year 2000 thru 2004 and applied the composite inflation factor in Foothill Customer Service Areas (Claremont, San Dimas and San Gabriel) and Orange County Customer Service Area.

ORA stipulates to SCWC's forecast amounts but not to its zero-based methodology regarding Mountain/Desert District Office, Mountain/Desert Customer Service Areas (Barstow, Calipatria, Desert, and Wrightwood), San Gabriel, Foothill District Office and Orange County District Office.

SCWC accepted ORA's forecast in Orange County CSA and San Dimas.

The Parties agree to the following estimates for 2006:

	2006		
<u>CSA</u>	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
Barstow	\$50,700	\$50,700	\$50,700
Calipatria	\$51,600	\$51,600	\$51,600
Claremont	\$34,900	\$13,200	\$16,200
Desert	\$63,000	\$63,000	\$63,000
Orange County	\$123,600	\$118,100	\$118,100
San Dimas	\$48,500	\$44,700	\$44,700
San Gabriel	\$51,900	\$51,900	\$51,900
Wrightwood	\$35,000	\$35,000	\$35,000
Region 3 HQ	\$209,900	\$172,100	\$190,000
Orange Co. Dist.	\$60,900	\$60,900	\$60,900
Foothill District	\$65,600	\$65,600	\$65,600
Mtn./Desert Dist.	\$102,500	\$102,500	\$102,500

APPENDIX C - OVERALL STIPULATION

- 5.02 Injuries and Damages -- To estimate expenditures for Injuries and Damages in Region 3, SCWC used a zero-based budget, while ORA used 2004 recorded expenses and applied composite inflation in Orange County and didn't dispute SCWC's forecast in other areas. ORA stipulates to the following estimate amounts below but not to SCWC's zero-based budget method for 2006 in Region 3:

	2006		
<u>CSA</u>	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
Barstow	\$100	\$100	\$100
Calipatria	\$100	\$100	\$100
Claremont	\$100	\$100	\$100
Desert	\$1,000	\$1,000	\$1,000
Orange County	\$700	\$300	\$300
San Dimas	\$0	\$0	\$0
San Gabriel	\$0	\$0	\$0
Wrightwood	\$0	\$0	\$0
Region 3 HQ	\$0	\$0	\$0
Orange Co. Dist.	\$0	\$0	\$0
Foothill District	\$0	\$0	\$0
Mtn./Desert Dist.	\$0	\$0	\$0

- 5.03 Pensions and Benefits - To estimate expenditures for Pensions and Benefits, SCWC used a zero-based budget, while ORA used various methodologies such as: average the latest two recorded years (2003 and 2004) expenses and applied the composite inflation factor in Region III HQ; inflating 2004 recorded expenses in Foothill District Office, San Gabriel and Orange County HQ and Customer Service Area.

ORA stipulated to SCWC's forecast amounts but not to its zero-based budget regarding Mountain/Desert District Office, Mountain/Desert Customer Service Areas (Barstow, Calipatria, Desert, Wrightwood), Claremont and San Dimas. SCWC accepted ORA's forecast in Orange County District Office, Orange County CSA and San Gabriel.

SCWC and ORA stipulate to the following estimates for 2006 in Region 3:

APPENDIX C - OVERALL STIPULATION

2006

<u>CSA</u>	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
Barstow	\$2,600	\$2,600	\$2,600
Calipatria	\$700	\$700	\$700
Claremont	\$100	\$100	\$100
Desert	\$1,500	\$1,500	\$1,500
Orange County	\$2,700	\$2,200	\$2,200
San Dimas	\$1,600	\$1,600	\$1,600
San Gabriel	\$4,500	\$2,400	\$2,400
Wrightwood	\$1,400	\$1,400	\$1,400
Region 3 HQ	\$13,500	\$8,300	\$11,300
Orange Co. Dist.	\$15,300	\$14,000	\$14,000
Foothill District	\$10,300	\$5,100	\$6,800
Mtn./Desert Dist.	\$6,800	\$6,800	\$6,800

5.04 Business Meals -- To estimate expenditures for Business Meals, SCWC used a zero-based budget, while ORA used 2004 recorded expenses and applied composite inflation in Orange County District office and Customer Service Area.

ORA stipulates SCWC's forecast numbers but not its zero-based methodology regarding Mountain/Desert District Office, Mountain/Desert Customer Service Areas (Barstow, Calipatria, Desert, and Wrightwood). SCWC accepted ORA's forecast in Foothill Customer Service Areas (Claremont, San Dimas, San Gabriel and District Office) and Orange County District Office and CSA.

The Parties agree to the following estimates for 2006 in Region III:

2006

<u>CSA</u>	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
Barstow	\$500	\$500	\$500
Calipatria	\$1,100	\$1,100	\$1,100
Claremont	\$100	\$0	\$0
Desert	\$100	\$100	\$100
Orange County	\$4,100	\$3,100	\$3,100
San Dimas	\$200	\$0	\$0
San Gabriel	\$0	\$0	\$0
Wrightwood	\$100	\$100	\$100
Region 3 HQ	\$5,500	\$4,300	\$4,700
Orange Co. Dist.	\$2,200	\$1,500	\$1,500
Foothill District	\$1,200	\$0	\$0
Mtn./Desert Dist.	\$1,800	\$1,800	\$1,800

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- 5.05 Regulatory Commission Expense - To estimate expenditures for Regulatory Commission Expense, SCWC used a zero-based budget, while ORA used the adjusted 2004 recorded expenses. ORA stipulates to the amounts below without agreeing with SCWC's zero-based budget.

2006

<u>CSA</u>	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
Barstow	\$43,100	\$19,900	\$31,100
Calipatria	\$18,600	\$2,700	\$17,000
Claremont	\$51,800	\$32,000	\$32,300
Desert	\$23,100	\$5,400	\$19,800
Orange County	\$149,300	\$98,900	\$89,900
San Dimas	\$61,700	\$39,200	\$38,000
San Gabriel	\$43,700	\$23,500	\$29,400
Wrightwood	\$20,400	\$3,800	\$18,000
Region 3 HQ	\$0	\$0	\$0
Orange Co. Dist.	\$0	\$0	\$0
Foothill District	\$0	\$0	\$0
Mtn./Desert Dist.	\$0	\$0	\$0
Region III Total	\$411,700	\$225,400	\$275,000

- 5.06 Outside Services -- To estimate expenditures for Outside Services, SCWC used a zero-based budget, while ORA used 2004 recorded expenses and applied composite inflation factor in Orange County CSA and 5-year average recorded expenses in Claremont, San Dimas and Foothill District.

ORA stipulates to SCWC's forecast amounts but not to its zero-based budget method regarding Region III HQ, Mountain/Desert District Office, Mountain/Desert Customer Service Areas (Barstow, Calipatria, Desert, and Wrightwood) and San Gabriel. SCWC accepted ORA's forecast in Orange County CSA and Foothill District Office. Outside Services expenses level for Orange County District office is a disputed issue.

APPENDIX C - OVERALL STIPULATION

SCWC and ORA agree to the following estimates for 2006:

2006

<u>CSA</u>	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
Barstow	\$8,600	\$8,600	\$8,600
Calipatria	\$6,900	\$6,900	\$6,900
Claremont	\$184,600	\$58,300	\$120,000
Desert	\$6,200	\$6,200	\$6,200
Orange County	\$6,500	\$6,100	\$6,100
San Dimas	\$17,200	\$3,000	\$6,900
San Gabriel	\$205,900	\$205,900	\$205,900
Wrightwood	\$8,700	\$8,700	\$8,700
Region 3 HQ	\$14,200	\$14,200	\$14,200
Orange Co. Dist.	\$62,200	\$12,200	1/
Foothill District	\$1,500	\$1,300	\$1,300
Mtn./Desert Dist.	\$400	\$400	\$400

1/ disputed expense

5.07 Miscellaneous -- To estimate expenditures for Miscellaneous Expenses, SCWC used a zero-based budget, while ORA used 2004 recorded expenses and applied composite inflation factor in Orange County CSA and district office; 5-year recorded average expenses in Claremont and San Gabriel.

ORA stipulates to SCWC's forecast amounts but not to its zero-based budget methods regarding Region III HQ, Mountain/Desert District Office, Mountain/Desert Customer Service Areas (Barstow, Calipatria, Desert, and Wrightwood), San Dimas and Foothill District Office. SCWC accepted ORA's forecast in Claremont, Orange County CSA, Orange County District Office and San Gabriel.

APPENDIX C - OVERALL STIPULATION

SCWC and ORA agree to the following estimates for 2006:

	2006		
<u>CSA</u>	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
Barstow	\$400	\$400	\$400
Calipatria	\$400	\$400	\$400
Claremont	\$2,500	\$1,100	\$1,100
Desert	\$700	\$700	\$700
Orange County	\$6,000	\$4,600	\$4,600
San Dimas	\$2,100	\$2,100	\$2,100
San Gabriel	\$3,700	\$1,700	\$1,700
Wrightwood	\$100	\$100	\$100
Region 3 HQ	\$2,500	\$2,500	\$2,500
Orange Co. Dist.	\$2,100	\$1,100	\$1,100
Foothill District	\$5,400	\$5,400	\$5,400
Mtn./Desert Dist.	\$1,600	\$1,600	\$1,600

5.08 Allocated Expense of General Office, Common Customer Accounts, Region and District Offices – SCWC allocated the General Office Expense, Common Customer Accounts and Region 3 Office, Orange County, Foothill and Mountain-Desert District Offices to each CSA based on the updated “Revised Four-Factor.” The Parties agree to allocate 31.70% to Region III of the stipulated General Office Expenses and Common Customer account. SCWC and ORA agree to the following estimates of the allocated General Office Expense, Common Customer Accounts, Region 3 Office, Orange County, Foothill and Mountain-Desert District Offices to each CSA for 2006.

General Office Expense Allocated to Region 3 CSAs (Account 79910)
2006

<u>CSA</u>	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
Barstow	\$967.7	\$742.2	\$742.2
Calipatria	\$129.7	\$99,500	\$99,500
Claremont	\$1,559,600	\$1,196,200	\$1,196,200
Desert	\$262,700	\$201,500	\$201,500
Orange County	\$4,808,500	\$3,688,100	\$3,688,100
San Dimas	\$1,905,500	\$1,461,500	\$1,461,500
San Gabriel	\$1,143,900	\$877,400	\$877,400
Wrightwood	\$186,200	\$142,800	\$142,800
Total Region 3	\$9,867,497	\$7,667,742,409, 300	\$7,667,742,409, 300

APPENDIX C - OVERALL STIPULATIONAllocated Region 3 Office (Account 79910)
2006

<u>CSA</u>	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
Barstow	\$105,200	\$93,900	1/
Calipatria	\$14,200	\$12,700	1/
Claremont	\$169,400	\$151,100	1/
Desert	\$28,500	\$25,400	1/
Orange County	\$523,800	\$467,300	1/
San Dimas	\$207,400	\$185,000	1/
San Gabriel	\$124,300	\$110,900	1/
Wrightwood	\$20,300	\$18,100	1/
Total Region 3	\$1,193,200	\$1,064,400	1/
		1,064,400	

Allocated Orange County District Office (Account 79910)
2006

<u>CSA</u>	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
Orange County	\$1,108,400	\$808,600	2/

Allocated Foothill District Office (Account 79910)
2006

<u>CSA</u>	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
Claremont	\$191,200	\$177,100	1/
San Dimas	\$233,900	\$216,800	1/
San Gabriel	\$140,200	\$130,100	1/
Total Region 3	\$565,300	\$524,000	1/

1/ Labor in Region III HQ and Foothill District Office is a disputed expense
2/ Labor, Outside Services and Other Operation Expense in Orange County District Office are disputed expenses

Allocated Mountain/Desert District Office (Account 79910)
2006

<u>CSA</u>	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
Barstow	\$297,500	\$297,500	\$297,500
Calipatria	\$40,300	\$40,300	\$40,300
Desert	\$80,800	\$80,800	\$80,800
Wrightwood	\$57,400	\$57,400	\$57,400
Total Region 3	\$476,000	\$476,000	\$476,000

APPENDIX C - OVERALL STIPULATION

- 5.09 Other Maintenance of General Plant -- To estimate expenditures for Other Maintenance of General Plant, SCWC used a zero-based budget. SCWC and ORA stipulate only to the following estimate amounts for 2006 expense:

	2006		
<u>CSA</u>	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
Barstow	\$3,800	\$3,800	\$3,800
Calipatria	\$2,200	\$2,200	\$2,200
Claremont	\$1,700	\$1,700	\$1,700
Desert	\$1,600	\$1,600	\$1,600
Orange County	\$5,300	\$5,300	\$5,300
San Dimas	\$9,000	\$9,000	\$9,000
San Gabriel	\$11,200	\$5,200	\$5,200
Wrightwood	\$300	\$300	\$300
Region 3 HQ	\$500	\$500	\$500
Orange Co. Dist.	\$6,400	\$3,900	\$3,900
Foothill District	\$3,400	\$3,400	\$3,400
Mtn./Desert Dist.	\$2,000	\$2,000	\$2,000

- 5.10 Rent -- To estimate expenditures for Rent Expenses, SCWC used a zero-based budget, while ORA used 2004 recorded expenses and applied composite inflation factor.

ORA stipulates to SCWC's forecast amounts but not to its zero-based budget method regarding Mountain/Desert District Office, Mountain/Desert Customer Service Areas (Barstow, Calipatria, Desert, and Wrightwood) and Orange County CSA. SCWC accepted ORA's forecast in Orange County District Office.

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SCWC and ORA agree to the following estimates for 2006 expense:

2006

<u>CSA</u>	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
Barstow	\$53,500	\$53,500	\$53,500
Calipatria	\$0	\$0	\$0
Claremont	\$15,500	\$15,000	\$15,500
Desert	\$28,100	\$28,100	\$28,100
Orange County	\$40,500	\$40,500	\$40,500
San Dimas	\$0	\$0	\$0
San Gabriel	\$11,000	\$9,000	\$9,648
Wrightwood	\$10,100	\$10,100	\$10,100
Region 3 HQ	\$134,300	\$128,600	\$134,334
Orange Co. Dist.	\$113,900	\$106,000	\$106,900
Foothill District	\$0	\$0	\$0
Mtn./Desert Dist.	\$16,900	\$16,900	\$16,900

- 5.11 A&G Expense Capitalized – In the Region 3 Headquarters SCWC applied a credit of 51.77% to Office Supplies, Outside Services and Corporate Expenses, while ORA recommended -\$147,056 based on 5-year average of A&G Expense Capitalized. SCWC accepts ORA's forecast as set forth below:

2006

<u>CSA</u>	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
Region 3 HQ	-\$117,300	-\$147,056	-\$147,056

6.00 Operations and Maintenance

- 6.01 Uncollectibles – SCWC based its forecast for uncollectibles on the 5- year average of write-offs less recoveries as a percentage of gross revenues. Other than Orange County, ORA accepted SCWC's estimates. SCWC and ORA agree to the following uncollectible percentage, to be used for the test years:

<u>CSA</u>	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
Region 3 CSAs	0.195%	0.195%	0.195%

APPENDIX C - OVERALL STIPULATION

- 6.02 All Other Operations – To estimate expenditures for Other Operations Expense in Region 3, SCWC used an average of historical expenditures, while ORA used various methodologies such as: inflating 2004 recorded in Orange County HQ; inflating 5-year average in Foothill District Office.

The Parties agreed on the level of ‘All Other Operation expense’ in all Region III areas except in Orange County District office, which is a disputed issue.

SCWC and ORA agree to the following estimates for 2006 expense:

	<u>CSA</u>	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
Barstow		\$225,000	\$225,000	\$225,000
Calipatria		\$70,300	\$70,300	\$70,300
Claremont		\$168,900	\$168,900	\$168,900
Desert		\$148,500	\$148,500	\$148,500
Orange County		\$430,900	\$475,100	\$475,100
San Dimas		\$153,700	\$153,700	\$153,700
San Gabriel		\$191,200	\$149,900	\$165,900
Wrightwood		\$63,100	\$63,100	\$63,100
Region 3 HQ		\$49,300	\$49,300	\$49,300
Orange Co. Dist.		\$47,200	\$34,200	1/
Foothill District		\$18,900	\$7,000	\$10,000
Mtn./Desert Dist.		\$2,700	\$2,700	\$2,700

1/ disputed expense

- 6.03 All Other Maintenance – To estimate expenditures for Other Maintenance Expense in Region 3, SCWC used an average of historical expenditures plus planned maintenance for the test years, while ORA used various methodologies such as: inflating 5-year average in Claremont; inflating the latest adopted in Orange County; or inflating the latest recorded in Mountain/Desert Customer Services Areas (Barstow, Calipatria, Desert and Wrightwood). ORA stipulates to SCWC’s estimates in San Dimas and San Gabriel, and SCWC accepted ORA’s forecast in Claremont.

The expense levels in Barstow, Calipatria, Desert, Orange County and Wrightwood, remain disputed. The following is SCWC and ORA estimates for 2006 expense:

APPENDIX C - OVERALL STIPULATION

2006

<u>CSA</u>	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
Barstow	\$619,000	\$551,500	1/
Calipatria	\$254,900	\$279,700	1/
Claremont	\$404,400	\$396,900	\$396,900
Desert	\$501,700	\$235,500	1/
Orange County	\$704,900	\$628,700	1/
San Dimas	\$267,000	\$267,000	\$267,000
San Gabriel	\$205,800	\$205,800	\$205,800
Wrightwood	\$143,100	\$76,500	1/
Region 3 HQ	\$0	\$0	\$0
Orange Co. Dist.	\$4,100	\$3,400	\$3,400
Foothill District	\$1,100	\$500	\$500
Mtn./Desert Dist.	\$700	\$700	\$700

1/ disputed expense

- 6.04 Property Taxes – SCWC and ORA used a five-year average of property tax expenses divided by the five-year average of utility plant in service to derive the property tax rates. SCWC and ORA agree to the following property tax rates for use in the test years:

<u>CSA</u>	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
Barstow	0.57%	0.57%	0.57%
Calipatria	0.36%	0.36%	0.36%
Claremont	0.44%	0.44%	0.44%
Desert	0.32%	0.32%	0.32%
Orange County	0.39%	0.39%	0.39%
San Dimas	1.00%	1.00%	1.00%
San Gabriel	1.63%	1.63%	1.63%
Wrightwood	0.62%	0.62%	0.62%

- 6.05 Payroll Taxes – SCWC and ORA agree to apply a rate of 8.07% to all labor expenses, as calculated in SCWC's zero-based forecast.

- 6.06 Local Taxes – SCWC and ORA agree to apply the 5-year average recorded rate of 0.949% to all gross revenues.

APPENDIX C - OVERALL STIPULATION**7.00 Supply**

7.01 Sources -- A combination of historical usage, expected developments, and constraints on systems were analyzed to determine the level of production from wells and use of surface water. The difference in supply volume is attributable to differences in the Parties' projection of sales and water loss percentages. Set forth below is the stipulated supply mix volume in KCcf for 2006.

Barstow CSA	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
Wells Production	4,383.1	4,425.5	4,203.7
Purchased.	0.0	0.0	0.0
Calipatria CSA	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
Wells Production	0.0	0.0	0.0
Purchased.	1,233.5	1,197.9	1,185.9
Claremont CSA	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
Wells Production	1,835.	2,090.0	2,090.0
Purchased.	3,986.8	3,312.2	3,448.2
Desert CSA	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
Wells Production	805.7	746.6	786.9
Purchased.	6.6	6.6	6.6
Orange County CSA	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
Wells Production	7,741.6	8,002.4	7,892.6
Purchased.	5,840.2	6,036.9	5,954.1
San Dimas CSA	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
Wells Production	1,740.4	1,739.7	1,668.2
Surface	19.3	19.3	18.5
Purchased.	4,707.0	4,387.0	4,511.5
San Gabriel CSA	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
Wells Production	2,827.1	3,135.5	2,803.6
Purchased.	492.9	122.9	456.3

APPENDIX C - OVERALL STIPULATION

Wrightwood CSA	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
Wells Production	299.8	300.2	314.8
Purchased.	0.0	0.0	0.0

7.02 Supply Cost -- Purchased Water – The Parties agree to use SCWC’s methodology to forecast purchased water cost. The latest available rates prior to producing the final decision tables should be used as referenced in paragraph 8.03. The differences between SCWC’s forecast and ORA’s forecast of expenses associated with purchased water are attributable to differences in the Parties’ projection of sales, water loss percentages and supply mix.

Purchased Energy – The Parties agree to use SCWC’s methodology to forecast purchased energy cost. The latest available rates prior to producing the final decision tables should be used as referenced in paragraph 8.03. The differences between SCWC’s forecast and ORA’s forecast of expenses associated with purchased energy are attributable to differences in the Parties’ projection of sales, water loss percentages and supply mix.

7.03 Pump Tax – The Parties agree to use SCWC’s methodology to forecast pump tax cost. The latest available rates prior to producing the final decision tables should be used as referenced in paragraph 8.03. The differences between SCWC’s forecast and ORA’s forecast of expenses associated with purchased energy are attributable to differences in the Parties’ projection of sales, water loss percentages and supply mix.

7.04 Chemicals -- To estimate expenditures for Chemicals Expense in Region 3, SCWC used an average of historical expenditures plus zero-based budget for other contaminants such as Uranium, Magnesium, VOC, Nitrate and Perchlorate for the test year. Other than Orange County, ORA agreed to use SCWC’s methodology to forecast Chemical cost. Mainly, the differences between SCWC’s forecast and ORA’s forecast of chemicals are attributable to differences in the Parties’ projection of sales, water loss percentages and supply mix. Set forth below are the chemicals cost for 2006:

APPENDIX C - OVERALL STIPULATION

2006

<u>CSA</u>	<u>SCWC</u>	<u>ORA</u>	<u>Stipulated</u>
Barstow	\$65,300	\$65,500	\$62,800
Calipatria	\$103,100	\$107,200	\$106,600
Claremont	\$122,200	\$132,500	\$132,500
Desert	\$32,400	\$31,800	\$32,800
Orange County	\$229,000	\$138,000	\$138,700
San Dimas	\$728,000	\$782,000	\$726,700
San Gabriel	\$270,500	\$270,800	\$270,500
Wrightwood	\$10,700	\$10,800	\$11,100

8.00 Common Issues

8.01 Inflation -- The Parties stipulate that the adopted inflation shall be the latest available prior to developing the decision tables.

8.02 Established Factors – The Parties agree that the Established Factors should be as set forth in the Commission’s New Rate Case Plan guidelines, D.04-06-018.

8.03 Rates Charged for Purchased Water, Purchased Power and Pump Tax -- The Parties agree for 2006 that the latest available rates prior to developing the decision tables should be used to calculate supply expenses in the final decision.

9.00 Other Issues

9.01 Water Rates for the Calipatria State Prison - SCWC does not oppose ORA’s recommendation that the Calipatria State Prison should be subject to the Region III Tariff Rate instead of contractual GO 96A, subsection X(B) rates. However, ORA’s recommendation is contingent on the Commission deciding in this matter whether the contractual subsection X(B) rates or the Region III Tariff Rate is the prevailing rate.

Dated: September 15, 2005

Dated: September 15, 2005

/s/ VICTOR CHAN
VICTOR CHAN

/s/ KEITH SWITZER
KEITH SWITZER

Office of Ratepayer Advocates
California Public Utilities Commission
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Vice President of Regulatory Affairs
Southern California Water Company
630 East Foothill Boulevard
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(END OF APPENDIX C)

Appendix D

SOUTHERN CALIFORNIA WATER COMPANY
REGION 3 SUMMARYSUMMARY of EARNINGS- TEST YEAR 2006
(Dollars in Thousands)

	<u>AT PRESENT RATES</u>	<u>AT ADOPTED RATES</u>
	<u>2006</u>	<u>2006</u>
OPERATING REVENUES	80,031.9	84,784.9
OPERATION EXPENSES		
Purchased Water	16,353.7	16,353.7
Purchased Power	4,554.1	4,554.1
Pump Taxes	4,507.4	4,507.4
TOTAL SUPPLY EXPENSES	25,415.2	25,415.2
REVENUE LESS SUPPLY EXPENSES	54,616.7	59,369.7
Chemicals	1,486.1	1,486.1
Allocated Common Cust. Acct. (G.O.)	953.4	953.4
Allocated Common Cust. Acct. (Region)	-	-
Allocated Common Cust. Acct. (District)	-	-
Postage	-	-
Uncollectibles	156.2	165.5
Operation Labor	3,434.6	3,434.6
Other Operation Expenses	1,470.4	1,470.4
TOTAL OPERATION EXPENSES	32,915.9	32,925.2
Maintenance Labor	1,231.1	1,231.1
Other Maintenance Expenses	2,641.6	2,641.6
TOTAL MAINTENANCE EXPENSE	3,872.7	3,872.7
TOTAL O&M EXCLUDING A&G	36,788.6	36,797.9
Office Supplies & Expenses	431.2	431.2
Property Insurance	-	-
Injuries and Damages	1.7	1.7
Pension and Benefits	12.5	12.5
Business Meals	5.0	5.0
Regulatory Expenses	275.0	275.0
Outside Services	369.3	369.3
Miscellaneous	11.1	11.1
Allocated General Office Expenses	8,409.3	8,409.3
Allocated Region Office Expenses	1,093.8	1,093.8
Allocated District Office Expenses	1,856.9	1,856.9
Other Maintenance of General Plant	29.2	29.2
Rent	157.5	157.5
A&G Expenses Capitalized	-	-
A&G Labor	652.4	652.4
TOTAL ADMIN & GENERAL EXPENSES	13,304.9	13,304.9
DEPRECIATION AND AMORTIZATION	8,063.8	8,063.8
Property Taxes	2,037.3	2,037.3
Payroll Taxes	429.0	429.0
Local Taxes	759.5	804.6
TOTAL TAXES NOT ON INCOME	3,225.8	3,270.9
TOTAL EXPENSE EXCLUDING INCOME TAX	61,383.1	61,437.5
NET OPER REVENUE BEFORE INCOME TAX	18,648.8	23,347.5
State Income Tax	1,138.8	1,554.1
Federal Income Tax	4,153.1	5,797.6
TOTAL INCOME TAXES	5,291.8	7,351.7
TOTAL OPERATING EXPENSES	66,674.9	68,789.2
NET OPERATING REVENUE	13,357.0	15,995.7
RATE BASE	183,648.0	183,648.0
RATE OF RETURN	7.27%	8.71%

Southern California Water Company
Schedule No. R3-1

Region 3 Customer Service Areas

GENERAL METERED SERVICE

APPLICABILITY

Applicable to all general metered water service.

TERRITORY

Barstow and vicinity, San Bernardino County, the City of Claremont, portions of Montclair, Pomona, Upland, within the area north of Thompson Creek and the Padua Hills Service Area, and adjacent unincorporated territory in Los Angeles and San Bernardino Counties, the City of Calipatria and community of Niland, and the adjacent territory in Imperial County, all or portions of the Cities of Cypress, La Palma, Los Alamitos, Placentia, Seal Beach, Stanton, Yorba-Linda and vicinity, Cowan Heights, Peacock Hills, Orange County; County; and portions of the Cities of Arcadia, El Monte, Irwindale, Monrovia, Monterey Park, Rosemead, San Gabriel, Temple City and vicinity, Los Angeles County.

<u>RATES</u>	<u>Per Meter Per Month</u>
Quantity Rates:	
For all water delivered, per 100 cu. ft.	\$1.715
Service Charge:	
For 5/8 x 3/4-inch meter.....	\$13.90
For 3/4-inch meter.....	\$20.80
For 1-inch meter.....	\$34.70
For 1-1/2-inch meter.....	\$69.40
For 2-inch meter.....	\$111.00
For 3-inch meter.....	\$208.00
For 4-inch meter.....	\$347.00
For 6-inch meter.....	\$694.00
For 8-inch meter.....	\$1,110.00
For 10-inch meter.....	\$1,596.00

The Service Charge is a readiness-to-serve charge applicable to all metered service and to which is added the charge for water used computed at the Quantity Rate.

SPECIAL CONDITIONS

1. All bills are subject to the reimbursement fee set forth on Schedule No. UF.
2. As authorized by the California Public Utilities Commission, an amount of \$0.09630 per Ccf is to be added to the Quantity Rate for a period of 12 months, beginning on the effective date of Advice Letter 1181-WB. This surcharge will recover the undercollection in the Balancing-type Memorandum Account for the period of November 29, 2001 thru December 31, 2003.

Appendix E
Page 2 of 12
Southern California Water Company

Schedule No. R3-2
Region 3 Customer Service Areas

GENERAL METERED SERVICE

APPLICABILITY

Applicable to all flat rate water service.

TERRITORY

City of Calipatria and community of Niland, and adjacent territory in Imperial County.

RATES

Service Connection
Per Month

1. For a single unit of occupancy, with inside plumbing, served through a ¾ inch service connection.....	\$44.50
2. For each single unit of occupancy, with inside plumbing, served through a 1-inch service connection.....	\$56.30
3. For each additional unit of occupancy, with inside plumbing, on the same premises, and served from the same service connection of 1 or 2 above.....	\$25.80
4. For a single unit of occupancy, without inside plumbing, served through a ¾ inch service connection.....	\$23.70

SPECIAL CONDITIONS

1. The above flat rates apply to service connections not larger than one inch in diameter.
2. All service not covered by the above classifications shall be furnished only on a metered basis.
3. For service not covered by the above classification, if either the utility or the customer so elects, a meter shall be installed and service provided under Schedule No. CN-1, General Metered Service.
4. All bills are subject to the reimbursement fee set forth on Schedule No. UF.
5. As authorized by the California Public Utilities Commission, an amount of \$1.3201 is to be added to the Service Charge for a period of 12 months, beginning on the effective date of Advice Letter 1181-WB. This surcharge will recover the undercollection in the Balancing-type Memorandum Account for the period of November 29, 2001 thru December 31, 2003.

Southern California Water Company
Schedule No. R3-CM-7ML

Region 3 – Claremont Customer Service Areas

METERED SERVICE TO THE CITY OF CLAREMONT

APPLICABILITY

Applicable to all metered water service to the City of Claremont.

TERRITORY

The City of Claremont, Los Angeles County.

RATES

Per Meter
Per Month

Quantity Rates:

For all water delivered, per 100 cu. ft.	\$0.857
---	---------

Service Charge:

For 5/8 x 3/4-inch meter.....	\$13.90
For 3/4-inch meter.....	\$20.80
For 1-inch meter.....	\$34.70
For 1-1/2-inch meter.....	\$69.40
For 2-inch meter.....	\$111.00
For 3-inch meter.....	\$208.00
For 4-inch meter.....	\$347.00
For 6-inch meter.....	\$694.00
For 8-inch meter.....	\$1,110.00
For 10-inch meter.....	\$1,596.00

The Service Charge is a readiness-to-serve charge applicable to all metered service and to which is added the charge for water used computed at the Quantity Rate.

SPECIAL CONDITIONS

1. Parkway irrigation service provided to the City of Claremont under this tariff is limited to between the hours of 7:00 p.m. and 6:00 a.m.
2. All bills are subject to the reimbursement fee set forth on Schedule No. UF.
3. As authorized by the California Public Utilities Commission, an amount of \$0.09630 per Ccf is to be added to the Quantity Rate for a period of 12 months, beginning on the effective date of Advice Letter 1181-WB. This surcharge will recover the undercollection in the Balancing-type Memorandum Account for the period of November 29, 2001 thru December 31, 2003

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Southern California Water Company
Schedule No. R3-CMH-3M

Region 3 Claremont Customer Service Areas

MEASURED IRRIGATION SERVICE

APPLICABILITY

Applicable to all metered irrigation service.

TERRITORY

Within the City of Claremont, in Los Angeles County, bounded on the east by the County Line, on the south by Bluefield Drive and its easterly extension, on the west by Bonnie Brae Avenue and its northerly extension, on the north by the westerly extension of 21st Street.

RATES

Per Month

Quantity Rates:

For all water delivered:

Per 100 cu. ft. \$0.317

Turn-on Charge:

For each turn-on..... \$3.00

SPECIAL CONDITIONS

1. Consumption shall be computed for billing in units of hundred cubic feet for all water delivered.
2. Service shall be rendered according to a schedule of delivery to be set up annually by the utility.
3. The utility does not represent or guarantee that any water delivered hereunder is potable or of a quality suitable for human consumption. Any customer who uses said water or makes it available to others for human consumption shall take all necessary precautions to make the same potable and shall assume all risks and liabilities in connection therewith.
4. The utility does not guarantee a continuous and uninterrupted supply under this schedule and reserves the right to temporarily suspend the delivery of water when it is necessary to take the whole or part of the system out of service for the purpose of cleaning, maintaining and repairing or other essential improvements thereon; or for domestic purpose.
5. Water delivered to customers will be made and measured at the utility's conduits, or as near thereto as practicable.
6. This service is limited to existing irrigation customers of record who irrigate all or a reasonable part of their acreage each and every year.
7. The utility is not required to provide service under this schedule for the watering of lawns, golf courses, parks, memorial parks or cemeteries.
8. All bills are subject to the reimbursement fee set forth on Schedule No. UF.
9. As authorized by the California Public Utilities Commission, an amount of \$0.09630 per Ccf is to be added to the Quantity Rate for a period of 12 months, beginning on the effective date of Advice Letter 1181-WB. This surcharge will recover the undercollection in the Balancing-type Memorandum Account for the period of November 29, 2001 thru December 31, 2003.

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Page 5 of 12
Southern California Water Company
Schedule No. CMP-3M

Region 3 Claremont Customer Service Areas

METERED IRRIGATION SERVICE

APPLICABILITY

Limited to irrigation service provided to Seyfarth Nursery, Severin Garth (or 4153 Mt. Baldy Road) and Larry Sloan only.

TERRITORY

Padua Hills and vicinity, located approximately 3 miles northeast of Claremont, Los Angeles County.

<u>RATES</u>	<u>Per Meter</u> <u>Per Month</u>
Quantity Rates:	
For all water delivered:	
Per 100 cu. ft.	\$0.529
Service Charge.....	\$163.00

The Service Charge is a readiness-to-serve charge applicable to all metered service and to which is added the charge for water used computed at the Quantity Rate.

SPECIAL CONDITIONS

1. Service under this schedule is for Commercial usage only and may be provided through more than one meter combined for monthly billing.
2. Residential service will be provided only through a separate meter and billed under Schedule No. CMC-1 (formerly PVC-1), General Metered Service.
3. All bills are subject to the reimbursement fee set forth on Schedule No. UF.
4. As authorized by the California Public Utilities Commission, an amount of \$0.09630 per Ccf is to be added to the Quantity Rate for a period of 12 months, beginning on the effective date of Advice Letter 1181-WB. This surcharge will recover the undercollection in the Balancing-type Memorandum Account for the period of November 29, 2001 thru December 31, 2003.

Southern California Water Company
Schedule No. DEV-1

Region 3 Desert District
Apple Valley Customer Service Area

METERED SERVICE

APPLICABILITY

Applicable to all metered water service.

TERRITORY

The vicinity of Victorville and Lucerne, San Bernardino Country.

RATES

Per Meter
Per Month

Quantity Rates:

For all water delivered, per 100 cu. ft... \$2.106

Service Charges, per month:

For 5/8" x 3/4-inch meter.....	\$12.50
For 3/4 inch meter.....	\$19.15
For 1-inch meter.....	\$24.05
For 1-1/2" inch meter.....	\$29.40
For 2-inch meter.....	\$43.40
For 3-inch meter.....	\$79.80
For 4-inch meter.....	\$128.00
For 6-inch meter.....	\$218.00
For 8-inch meter.....	\$343.00
For 10-inch meter.....	\$490.00

The Service Charge is a readiness-to-serve charge applicable to all metered service and to which is added the charge for water used computed at the Quantity Rates.

SPECIAL CONDITIONS:

1. All bills are subject to the reimbursement fee set forth on Schedule No. UF.

Appendix E
Page 7 of 12
Southern California Water Company
Schedule No. DEM-1

Region 3 Desert District
MORONGO VALLEY TARIFF AREA

GENERAL METERED SERVICE

APPLICABILITY

Applicable to all metered water service.

TERRITORY

Morongo Valley and vicinity, San Bernardino County.

RATES

Per Meter
Per Month

Quantity Rates:

For all water delivered, per 100 cu. ft... \$2.472

Service Charges, per month:

For 5/8" x 3/4-inch meter.....	\$22.30
For 3/4 inch meter.....	\$28.15
For 1-inch meter.....	\$36.95
For 1-1/2" inch meter.....	\$56.15
For 2-inch meter.....	\$80.60
For 3-inch meter.....	\$137.00
For 4-inch meter.....	\$217.00
For 6-inch meter.....	\$417.00
For 8-inch meter.....	\$656.00
For 10-inch meter.....	\$937.00

The Service Charge is a readiness-to-serve charge applicable to all metered service and to which is added the charge for water used computed at the Quantity Rates.

SPECIAL CONDITIONS:

1. All bills are subject to the reimbursement fee set forth on Schedule No. UF.

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Page 8 of 12

Southern California Water Company
Schedule No. R3 DEM-2H

Region 3 Desert Customer Service Areas

MORONGO VALLEY TARIFF AREA
HAULAGE FLAT RATE SERVICE

APPLICABILITY

Applicable to all water delivered from Company designated outlets for haulage by customers for domestic use.

TERRITORY

Morongo Valley and vicinity, San Bernardino County.

RATES

Per Month

For water delivered for domestic use only and when
hailed by the customer..... \$31.90

SPECIAL CONDITIONS:

1. Each customer desiring to obtain water under this schedule must make an application for service to the utility.
2. Service under this schedule will be furnished only from Company designated outlets specified for haulage service consisting of ¾-inch hose bib with garden hose fitting located in Morongo Valley as follows:

Southwest corner of Sinilis Avenue and Juniper Avenue

3. All bills are subject to the reimbursement fee set forth on Schedule No. UF.

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Page 9 of 12
Southern California Water Company
Schedule No. R3-OC-3M

Region 3 Orange County Customer Service Area

METERED IRRIGATION SERVICE

APPLICABILITY

Applicable to irrigation service furnished on a metered basis to territory in this schedule.

TERRITORY

The incorporated City of Placentia.

RATES

Per Meter
Per Year

Quantity Rates:

For all water delivered, per 100 cu. ft.\$1.398

Service Charges, per year:

For	2-inch meter.....	\$228.00
For	3-inch meter.....	\$260.00
For	4-inch meter.....	\$610.00
For	6-inch meter.....	\$824.00
For	8-inch meter.....	\$1,374.00

The Service Charge is a readiness-to-serve charge applicable to all metered service and to which is added the charge for water used computed at the Quantity Rates.

SPECIAL CONDITIONS

1. All bills are subject to the reimbursement fee set forth on Schedule No. UF.
2. The company shall not be required to install new mains to make this service available.
3. The annual service charge will be paid in advance and bills will be computed and rendered monthly based on the total quantity of water delivered.
4. The customer, when requiring irrigation water, shall notify the Company at least twenty-four (24) hours in advance, indicating the date and hour for commencement of such service.
5. No customer shall be eligible for service under this schedule unless irrigating five (5) or more acres of land for citrus or other commercial crops.
6. Service under this schedule is subordinate to all other service schedules offered in this tariff area and is subject to interruptions in emergencies or at the Company's discretion. The Company will not be liable for damage occasioned by interruption of service supplied under this schedule.
7. The customer will pay, without refund, the actual cost of the irrigation service. The company will furnish the meter at its expense.
8. As authorized by the California Public Utilities Commission, an amount of \$0.09630 per Ccf is to be added to the Quantity Rate for a period of 12 months, beginning on the effective date of Advice Letter 1181-WB. This surcharge will recover the undercollection in the Balancing-type Memorandum Account for the period of November 29, 2001 thru December 31, 2003.

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Southern California Water Company
Schedule No. R3-SD-3

Region 3 San Dimas Customer Service Area

MEASURED IRRIGATION SERVICE

APPLICABILITY

Applicable to all measured irrigation service.

TERRITORY

San Dimas, Charter Oak and vicinity, Los Angeles County.

RATES

Quantity Rates:

For all water delivered, per 100 cu. ft..... \$1.715

SPECIAL CONDITIONS

1. The Miner's inch is defined as a rate of flow equal to one-fiftieth of a cubic foot per second, or 72 cubic feet.
2. The minimum rate of delivery under this schedule is ten miner's inches.
3. A twenty-four (24) hour advance notice may be required before water is turned on under this schedule.
4. The utility does not represent or guarantee that any water delivered hereunder is potable or of a quality suitable for human consumption. Any consumer who uses said water or makes it available to others for human consumption shall take all necessary precautions to make the same potable and shall assume all risks and liabilities in connection therewith.
5. The utility does not guarantee a continuous and uninterrupted supply under this schedule and reserves the right to temporarily suspend the delivery of water when it is necessary to take the whole or part of the system out of service for the purpose of cleaning, maintaining and repairing or other essential improvements thereon; or for domestic purposes.
6. Water deliveries to customers will be made and measured at the utility's conduits, or as near thereto as practicable.
7. This service is limited to existing irrigation customers who irrigate all or a reasonable part of their acreage each and every year.
8. The utility is not required to provide service under this schedule for the watering of lawns, golf courses parks, memorial parks or cemeteries.
9. Turn on and turn off service will only be provided during the hours of 8:00 a.m. to 5:00 p.m. Monday through Friday. No Irrigation service will be provided on weekends or holidays.
10. As authorized by the California Public Utilities Commission, an amount of \$0.09630 per Ccf is to be added to the Quantity Rate for a period of 12 months, beginning on the effective date of Advice Letter No. 1181-WB. This surcharge will recover the undercollection in the Balancing-type Memorandum Account for the period of November 29, 2001 thru December 31, 2003.

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Southern California Water Company
Schedule No. R3-WW-1

Region 3 Wrightwood Customer Service Area

GENERAL METERED SERVICE

APPLICABILITY

Applicable to all general metered water service.

TERRITORY

Wrightwood and vicinity, San Bernardino and Los Angeles Counties.

RATES

Rates
Per Month

Quantity Rates:

For all water delivered, per 100 cu. ft. \$2.296

Service Charge:

For 5/8 x 3/4-inch meter.....	\$25.15
For 3/4-inch meter.....	\$27.80
For 1-inch meter.....	\$37.25
For 1-1/2-inch meter.....	\$50.90
For 2-inch meter.....	\$68.15
For 3-inch meter.....	\$127.00
For 4-inch meter.....	\$185.00

The Service Charge is a readiness-to-serve charge applicable to all metered service and to which is added the charge for water used computed at the Quantity Rate.

SPECIAL CONDITIONS

1. A new applicant for service shall advance an amount equal to the service charge for a period of twelve months. This advance will be credited to applicant's account against which charges for water service will be debited until the advance is depleted. When no credit remains applicant will be billed at the monthly rate above. No refund will be made upon disconnection of service if less than twelve continuous months.
2. All bills are subject to the reimbursement fee set forth on Schedule No. UF.

Appendix E
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Southern California Water Company
Schedule No. R3-WW-2

Region 3 Wrightwood Customer Service Area

GENERAL METERED SERVICE
WITH PRIVATE FIRE SERVICE

APPLICABILITY

Applicable to all general metered water service, with required private fire systems not served by a private fire hydrant.

TERRITORY

Wrightwood and vicinity, San Bernardino and Los Angeles Counties.

<u>RATES</u>	<u>Per Meter</u> <u>Per Month</u>
QUANTITY RATES	
For all water delivered, per 100 cu. ft.	\$2.296

Service Charge:

For 5/8 x 3/4-inch meter.....	\$25.15
For 3/4-inch meter.....	\$27.80
For 1-inch meter.....	\$37.25
For 1-1/2-inch meter.....	\$50.90
For 2-inch meter.....	\$68.15
For 3-inch meter.....	\$127.00
For 4-inch meter.....	\$185.00

Fire Service Charge:

For each inch of diameter of service connection.....	\$5.00
--	--------

The Service Charge is a readiness-to-serve charge applicable to all metered service and to which is added the charge for water used computed at the Quantity Rate.

SPECIAL CONDITIONS

1. A new applicant for service shall advance an amount equal to the service charge for a period of twelve months. This advance will be credited to applicant's account against which charges for water service will be debited until the advance is depleted. When no credit remains, applicant will be billed at the monthly rate above. No refund will be made upon disconnection of service if less than twelve continuous months.
2. The Service Charge will be based on the meter size which would have otherwise been required absent the fire service requirement.
3. For the purposes 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. The customer shall indemnify the utility and hold it harmless against any and all claims arising out of service under this schedule .Section 774 of the Public Utilities Code limits the liability of the utility resulting from a claim regarding adequacy of pressure of supply for fire protection service.
4. All bills are subject to the reimbursement fee set forth on Schedule No. UF.

(END OF APPENDIX E)

Appendix F
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SOUTHERN CALIFORNIA WATER COMPANY
REGION 3 SUMMARY

Adopted Quantities

Effective
Date

2006

PURCHASED POWER -ELECTRIC

WELLS:

Total Production (Ccf)		20013966.25
Kwh per Ccf		1.690242508
SoCal. Edison	Jul-05	
Total Kwh		33828456.52
Unit Cost (\$/Kwhr)		0.09053221
Power Cost (wells)		3062564.937

BOOSTERS:

City of Anahiem		
Total Kwh		784252.4034
Unit Cost (\$/Kwhr)		0.007300127
Power Cost		5725.142477
Imperial Irrigation District		
Total Kwh		804915.5948
Unit Cost (\$/Kwhr)		0.108309716
Power Cost		87180.17959
SoCal. Edison	Jul-05	
Total Production (Ccf)		34504031.45
Kwh per Ccf		0.377272293
Total Kwh		13017415.06
Unit Cost (\$/Kwhr)		0.10605223
Power Cost (boosters)		1380525.9

Total Purchased Power Cost - Electric 4535996.159

PURCHASED POWER - GAS

Southwest Gas Corporation		
Therms		137.7551327
Cost		756.8145347
The Gas Company		
Therms		132.4457523
Cost		282.5433572

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SOUTHERN CALIFORNIA WATER COMPANY
REGION 3 SUMMARY
Adopted Quantities

S.C.Gas				
	Therms			23211.22242
	Cost			17231.8049
Total Purchased Power Cost - Gas				18271.16279
Total Purchased Power Cost				4554267.321
<u>PURCHASED WATER</u>		<u>\$/AF</u>	<u>Charge</u>	<u>2006</u>
Imperial Irrigation District		16		
	Purchased Volume (in Ccf)			1185926.566
	Quantity Charge			43560.20445
	Service Charge per month		12.35	148.2
Apple Valley Ranches Water		585.4464		
	Purchased Volume (in Ccf)	Jan-05		6567.6
	Quantity Charge			8826.8544
	Connection Charge		999.1	11989.2
	PUC Charge		291.4247616	291.4247616
Three Valley MWD - Claremont		470		
	Purchased Volume (in Ccf)	Jul-05		2262158.342
	Quantity Charge			2440804.455
	Service Charge (annually)		278771.88	278771.88
	Miramar Reservoir (monthly)		19300.43	234005
West End Water Co.		96.53		
	Purchased Volume (in Ccf)			247076
	Quantity Charge			54752.6315
College Wells (Wilcox)				
	Purchased Volume (in Ccf)			169251
	Minimum Payment		44353	
	College Wells (Wilcox) - Capital Charge	85		
	College Wells (Wilcox) - First 800 AF	51.09		77375.5
	College Wells (Wilcox) - > 800 AF	22.71		
College Wells (Atheam)				
	Purchased Volume (in Ccf)			60312
	Minimum Payment		62736	
	College Wells (Wilcox) - Capital Charge	51.09		
	College Wells (Wilcox) - First 800 AF	22.71		78151.935
	College Wells (Wilcox) - > 800 AF	11.35		

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SOUTHERN CALIFORNIA WATER COMPANY
REGION 3 SUMMARY
Adopted Quantities

	<u>\$/AF</u>	<u>Charge</u>	<u>2006</u>
Fair Oaks Well Lease (annual)		25200	25200
Water Right Lease - City of Claremont (annual)		109037.907	109037.907
Three Valley MWD - 2 connections (San Dimas)	470		
Purchased Volume (in Ccf)			4141249.914
Quantity Charge			4468290.771
Service Charge		35957.42667	431489.12
Miramar Pipeline (San Dimas)	473		
Purchased Volume (in Ccf)			370260
Quantity Charge			402050
Covina Irrigation			
Purchased Volume (in Ccf)			
Quantity Charge - Tier 1 (Base) SCWC shares	140		
Quantity Charge - Tier 2 (up to 150 base)	420		
Quantity Charge - Tier 3 (over 150 base)	430		
Kirklen Lease (San Dimas)	246.5		
Purchased Volume (in Ccf)			163921.5072
Quantity Charge			92760.908
City of Arcadia - Short St connection	792.79		
Purchased Volume (in Ccf)			321.425
Quantity Charge			584.9920242
<u>PURCHASED WATER</u>	<u>\$/AF</u>	<u>Charge</u>	<u>2006</u>
City of Arcadia - Longden connection	531.43		
Purchased Volume (in Ccf)			2249.975
Quantity Charge			2744.95917
Service Charge		52.18	626.16
Upper San Gabriel Valley	495.76		
Purchased Volume (in Ccf)			453726.682
Quantity Charge			516390.1282
Service Charge		25	300
Orange County MWD	Jul-05 481.5		
Purchased Volume (in Ccf)			5277930.205
Quantity Charge			5834075.744
Readiness to Serve		13613.21	163358.52
Retail Service Connection Charge		19115.25	229383

Appendix F
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SOUTHERN CALIFORNIA WATER COMPANY
REGION 3 SUMMARY
Adopted Quantities

	<u>\$/AF</u>	<u>Charge</u>	<u>2006</u>
East Orange County WD	477.5		
Purchased Volume (in Ccf)			651699.8532
Quantity Charge			714340
Retail Service Charge		951.75	11421
City of Seal Beach	1067.22		
Purchased Volume (in Ccf)			24829.2
Quantity Charge			60831.54
Service Charge		2942.62	35311.44
Concerto (Loan Amortization)		2226.97	26723.64
Total Purchased Water Cost			16353597.11
<u>REPLENISHMENT TAX</u>	<u>\$/AF</u>		<u>2006</u>
Mojave River Centro Basin - Barstow CSA			
Water Subject to Pump Tax (in Ccf)			4551958.7
Pump Tax, Within Rights	3.6		37619.49338
Pump Tax, Overpumping	311		0
Claremont & Chino Basins - Claremont CSA			3028971
Water Subject to Pump Tax - Claremont CSA			
Claremont Basins - Water Subject to Pump Tax			2914470.6
Claremont Basins Pump Tax, Within Rights	16		99109.73952
Claremont Basins Pump Tax, Overpumping	265		139472.9834
Chino Basin - Water Subject to Pump Tax			114500.4
Chino Basin Pump Tax, Within Rights	65		17085.68871
Chino Basin Pump Tax, Overpumping	243		0
Alto & Este Basin - Desert CSA			
Water Subject to Pump Tax (in Ccf)			786866.0891
Wells (Within FPA, Alto Basin)	3.6		2030.4
Wells (Leased Rights, Alto Basin)	95		56103.4
Wells (Overproduction, Alto Basin)	246		96976.42265
Wells (Within FPA, Este Basin)	3.6		511.2
Wells (Leased Rights, Este Basin)	75		10715.14846
Wells (Overproduction, Este Basin)	246		0
Orange County Water District - Orange County			
Water Subject to Pump Tax (in Ccf)			7893120.413
Pump Tax	205		3714622.784

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SOUTHERN CALIFORNIA WATER COMPANY
REGION 3 SUMMARY

RATEBASE
(Dollars in Thousands)

	<u>2006</u>	<u>2007</u>
RATE BASE		
Utility Plant	325,188.3	343,116.3
Acquisition Adjustment	0.0	-
Total Utility Plant	325,188.3	343,116.3
Depreciation Reserve	(91,475.0)	(98,843.6)
Net Utility Plant	233,713.3	244,272.6
Material & Supplies	602.6	602.6
Advances for Construction	(20,709.1)	(20,275.4)
Contributions	(17,334.0)	(17,711.7)
Rate Base before Adjustment	196,272.8	206,888.2
ACRS & MACRS Depreciation	(21,514.2)	(22,662.0)
Investment Tax Credit	(1,076.6)	(1,046.2)
Capitalized Items	1,002.9	1,057.3
Sliver	8.5	8.5
Advances (Gross-Up)	0.0	-
Contributions (Gross-Up)	0.0	-
Connections	657.7	794.1
Deferred Revenues	190.6	190.6
Invest. in Other Water Companies	31.6	31.6
Deferred Rate Case Expenses	0.0	-
Allowance for Working Cash	576.7	576.7
Common Utility Allocation	7,497.9	7,497.9
Weighted Average Rate Base	183,648.0	193,336.7

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SOUTHERN CALIFORNIA WATER COMPANY
Region 3 - A.05-02-004

ADOPTED QUANTITIES
TEST YEAR 2006 & ESCALATION YEAR 2007
Non-Frozen Rates Districts
(Barstow, Calipatria, Claremont, Orange County, San Dimas and San Gabriel)

<u>Number of Metered Services</u>	<u>2006</u>	<u>2007</u>
Meter Size		
5/8 x 3/4 -inch meter	58,814	59,101
3/4	5,871	5,892
1	19,564	19,642
1 1/2	1,118	1,126
2	3,463	3,477
3	235	238
4	69	69
6	59	60
8	27	27
10	0	0
	89,220	89,632
TOTAL METERED SERVICES	89,220	89,632
Private Fire Service	988	993
TOTAL METERED SERVICES	90,208	90,625
Schedule R3-2		
Calipatria Flat Service Customers		
Single Unit - 3/4"	961	961
Single Unit - 1"	21	21
Additional Unit	24	24
Single Unit, no plumbing	5	5
Total (Overlaps Considered)	987	987
Desert - Flat Services		
DEM-2H	7	8
TOTAL FLAT SERVICES	994	995
TOTAL SERVICES	91,202	91,620

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SOUTHERN CALIFORNIA WATER COMPANY
Region 3 - Desert CSA (Frozen District) - A.05-02-004

ADOPTED QUANTITIES
TEST YEAR 2006 & ESCALATION YEAR 2007

<u>Number of Metered Services</u>	Schedule DEM-1		Schedule DEV-1	
	<u>2006</u>	<u>2007</u>	<u>2006</u>	<u>2007</u>
Meter Size				
5/8 x 3/4 -inch meter	950	970	2,673	2,730
3/4	0	0	0	0
1	0	0	66	67
1 1/2	3	3	1	1
2	13	14	4	4
3	0	0	5	5
4	0	0	1	1
6	0	0	0	0
8	0	0	0	0
10	0	0	0	0
	<hr/>	<hr/>	<hr/>	<hr/>
TOTAL METERED SERVICES	966	987	2,750	2,808
	Schedule DEM-2H Flat			
	<u>2006</u>	<u>2007</u>		
DEM-2H Flat Service	7	8		
Private Fire Service	4	4		
	<hr/>	<hr/>		
TOTAL CUSTOMERS	3,720	3,799		

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SOUTHERN CALIFORNIA WATER COMPANY
Region 3 -Wrightwood CSA (Frozen District) - A.05-02-004

ADOPTED QUANTITIES
TEST YEAR 2006 & ESCALATION YEAR 2007

<u>Number of Metered Services</u>	Schedule WW-1		Schedule WW-2	
	<u>2006</u>	<u>2007</u>	<u>2006</u>	<u>2007</u>
Meter Size				
5/8 x 3/4 -inch meter	2,141	2,161	1	1
3/4	290	293	0	0
1	40	40	216	219
1 1/2	13	13	0	0
2	5	5	0	0
3	0	0	0	0
4	0	0	0	0
	<hr/>	<hr/>	<hr/>	<hr/>
Sub-Total	2,489	2,512	217	220
TOTAL METERED SERVICES	2,706	2,732		
Private Fire Service	5	5		
	<hr/>	<hr/>		
TOTAL SERVICES	2,711	2,737		

Appendix G
Page 5 of 7SOUTHERN CALIFORNIA WATER COMPANY
Region 3 - A.05-02-004ADOPTED QUANTITIES
TEST YEAR 2006 & ESCALATION YEAR 2007
Non-Frozen Rates Districts
(Barstow, Calipatria, Claremont, Orange County, San Dimas and San Gabriel)

WATER CONSUMPTION

<u>Classification</u>	<u>Service Connections</u>		<u>Usage (CCF/CUST)</u>		<u>Consumption (KCcf)</u>	
	<u>2006</u>	<u>2007</u>	<u>2006</u>	<u>2007</u>	<u>2006</u>	<u>2007</u>
METERED SERVICES :						
Commercial	87,782	88,188	309.3	309.3	27,149.6	27,275.2
Industrial	58	58	2,888.0	2,888.0	167.5	167.4
Public Authority	835	850	2,571.0	2,571.0	2,146.8	2,145.9
Irrigation	499	492	1,283.3	1,283.3	640.4	631.8
Resale	1	1	33,672.4	33,672.4	33.7	33.7
Contract	5	5	238,649.6	238,649.6	1,193.2	1,190.3
Other	47	46	4,852.7	4,852.7	228.1	232.6
Total Metered	89,227	89,640			31,559.3	31,676.9
FLAT SERVICES						
Commercial	987	987			570.6	570.6
PRIVATE FIRE PROTECTION	988	993			71.9	74.3
TOTAL	91,202	91,620			32,201.7	32,321.8
UNACCOUNTED WATER USED IN OPERATIONS					1,829.3	1,835.7
TOTAL WATER PRODUCTION					550.6	552.2
					34,581.6	34,709.7
WELLS (KCcf)					19,025.35	19,069.00
PURCHASED WATER (KCcf)					15,556.22	15,640.77
					34,581.6	34,709.8

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SOUTHERN CALIFORNIA WATER COMPANY
Region 3 - Desert CSA (Frozen District) - A.05-02-004

ADOPTED QUANTITIES
TEST YEAR 2006 & ESCALATION YEAR 2007

WATER CONSUMPTION

<u>Classification</u>	<u>Service Connections</u>		<u>Usage (CCF/CUST)</u>		<u>Consumption (KCcf)</u>	
	<u>2006</u>	<u>2007</u>	<u>2006</u>	<u>2007</u>	<u>2006</u>	<u>2007</u>
METERED SERVICES :						
Commercial	3,717	3,797	169.5	169.5	627.5	640.9
Industrial	0	0	0.0	0.0	0.0	0.0
Public Authority	9	9	453.6	453.6	4.1	4.1
Irrigation	0	0	0.0	0.0	0.0	0.0
Resale	1	1	0.0	0.0	0.0	0.0
Other	0	0	846.4	846.4	3.3	3.3
Total Metered	3,706	3,787			634.9	648.3
Schedule DEM-2H Flat						
Flat Services	7	8				
PRIVATE FIRE PROTECTION	4	4				
TOTAL CONNECTIONS	3,720	3,799			634.9	648.3
UNACCOUNTED WATER	17.4%	17.4%			138.0	140.9
USED IN OPERATIONS	2.59%	2.59%			20.5	21.0
TOTAL WATER PRODUCTION					793.4	810.2
WELLS (KCcf)					786.9	803.6
PURHCASED WATER (Kccf)					6.6	6.6
					793.4	810.2

Appendix G
Page 7 of 7SOUTHERN CALIFORNIA WATER COMPANY
Region 3 -Wrightwood CSA (Frozen District) - A.05-02-004ADOPTED QUANTITIES
TEST YEAR 2006 & ESCALATION YEAR 2007

WATER CONSUMPTION

<u>Classification</u>	<u>Service Connection</u>		<u>Usage (CCF/CUST)</u>		<u>Consumption (KCcf)</u>	
METERED SERVICES :						
	<u>2006</u>	<u>2007</u>	<u>2006</u>	<u>2007</u>	<u>2006</u>	<u>2007</u>
<u>Metered</u>						
Commercial	2,703	2,729	97.5	97.5	263.6	266.1
Industrial	0	0	0.0	0.0	0.0	0.0
Public Authority	3	3	885.6	885.6	2.7	2.7
Irrigation	0	0	5.1	5.1	0.0	0.0
Contract	0	0	0.0	0.0	0.0	0.0
Other	0	0	0.0	0.0	0.0	0.0
Total Metered	2,706	2,732			266.2	268.8
PRIVATE FIRE PROTECTION	5	5				
TOTAL CONNECTIONS	2,711	2,737			266.2	268.8
UNACCOUNTED WATER	13.42%	13.42%			42.2	42.6
USED IN OPERATIONS	2.00%	2.00%			6.3	6.4
TOTAL WATER PRODUCTION					314.8	317.8
WELLS (KCcf)					314.8	317.8

Appendix H

SOUTHERN CALIFORNIA WATER COMPANY
REGION 3 SUMMARYGENERAL METERED SERVICE
Tariff Schedule R3-1
2006 Rates

Bill Comparison for 5/8-inch Meter

Usage Ccf	Present Rates	Adopted Rates	Increase Amount	Percent Increase
0	\$13.65	\$13.90	0.25	1.83%
3	\$18.44	\$19.05	0.61	3.31%
5	\$21.63	\$22.48	0.85	3.93%
8	\$26.41	\$27.62	1.21	4.58%
10	\$29.60	\$31.05	1.45	4.90%
15	\$37.58	\$39.63	2.05	5.46%
19	\$43.96	\$46.49	2.53	5.76%
28	\$58.31	\$61.92	3.61	6.19%
28	\$58.31	\$61.92	3.61	6.19%
35	\$69.48	\$73.93	4.45	6.41%
40	\$77.45	\$82.50	5.05	6.52%
50	\$93.40	\$99.65	6.25	6.69%
100	\$173.15	\$185.40	12.25	7.07%

Bill Comparison for 1-inch Meter

Usage Ccf	Present Rates	Adopted Rates	Increase Amount	Percent Increase
0	\$34.05	\$34.70	\$0.65	1.91%
3	\$38.84	\$39.85	\$1.01	2.60%
5	\$42.03	\$43.28	\$1.25	2.97%
8	\$46.81	\$48.42	\$1.61	3.44%
10	\$50.00	\$51.85	\$1.85	3.70%
15	\$57.98	\$60.43	\$2.45	4.23%
19	\$64.36	\$67.29	\$2.93	4.55%
28	\$78.71	\$82.72	\$4.01	5.09%
28	\$78.71	\$82.72	\$4.01	5.09%
35	\$89.88	\$94.73	\$4.85	5.40%
40	\$97.85	\$103.30	\$5.45	5.57%
50	\$113.80	\$120.45	\$6.65	5.84%
100	\$193.55	\$206.20	\$12.65	6.54%

Bill Comparison for Flat Rate

Meter Size	Present Rates	Adopted Rates	Increase Amount	Percent Increase
3/4-inch	\$44.50	\$55.60	\$11.10	24.94%
1-inch	\$56.30	\$70.40	\$14.10	25.04%

Appendix I

SOUTHERN CALIFORNIA WATER COMPANY
REGION 3 SUMMARY

COMPUTATION of TAXES ON INCOME AT PRESENT AND PROPOSED RATES

(Dollars in Thousands)

	<u>AT PRESENT RATES</u> <u>2006</u>	<u>AT ADOPTED RATES</u> <u>2006</u>
Operating Revenues	80,031.9	84,784.9
Deductions:		
Operating Expenses	61,383.1	61,437.5
Book Depreciation - CSA	(8,063.8)	(8,063.8)
Book Depreciation - General Office	(340.5)	(340.5)
Interest	7,033.7	7,033.7
		-
Deductions Excluding Depreciation	60,012.5	60,066.9
State Tax Calculation:		
Taxable Income Before Tax Depreciation and Other Schedule M's	20,019.4	24,718.0
Add (Deduct):		
Tax Depreciation - State	(7,807.2)	(7,807.2)
Other Schedule M Items	669.8	669.8
State Taxable Income	12,882.0	17,580.7
Total State Tax @ 8.84%	1,138.8	1,554.1
Federal Tax Calculation:		
Taxable Income before Tax Depreciation and Other Schedule M's	20,019.4	24,718.0
Add (Deduct):		
Excess Tax Depreciation - Flow Through	741.4	741.4
Book Depreciation - CSA	(8,063.8)	(8,063.8)
Book Depreciation - G.O.	(340.5)	(340.5)
State Tax	(1,138.8)	(1,138.8)
Other Schedule M Items	682.4	682.4
Deferred Revenue Amortization - Contrib.	(34.2)	(34.2)
Federal Taxable Income	11,865.9	16,564.5
Federal Tax @ 35.00%	4,153.1	5,797.6
Total Federal & State Tax	5,291.8	7,351.7