

# **APPENDIX B**

California American Water  
Monterey Wastewater

SUMMARY OF EARNINGS

TEST YEAR 2009

(AT PRESENT RATES)

ITEM	STAFF		UTILITY		ADOPTED
	ORIGINAL	REVISED	REVISED	ORIGINAL	
	(Thousands of \$)		(Thousands of \$)		
OPERATING REVENUES	1,662.4	1,701.1	1,701.1	1,662.4	1,701.1
ADD REVENUE FROM CONTRIBUTION	0.0	0.0	0.0	0.0	0
OPERATING EXPENSES					
OPERATION & MAINTENANCE	864.9	1,046.1	1,046.1	896.7	1,046.07
ADMINISTRATIVE & GENERAL	480.6	501.5	501.5	513.6	501.54
PAYROLL	645.9	810.6	810.6	819.7	810.55
G. O. PRORATED EXP.	42.5	224.4	224.4	383.7	181.87
DEPRECIATION & AMORTIZATION	148.6	149.2	149.2	152.0	149.18
TAXES OTHER THAN INCOME	54.3	53.2	53.2	55.9	53.23
STATE CORP. FRANCHISE TAX	(95.1)	(90.0)	(90.0)	(95.1)	(90.00)
FEDERAL INCOME TAX	(415.9)	(394.9)	(394.9)	(415.9)	(394.90)
TOTAL OPERATING EXPENSES	1,725.9	2,300.1	2,300.1	2,310.6	2,257.6
NET OPERATING REVENUE	(63.5)	(599.0)	(599.0)	(648.2)	(556.4)
RATE BASE	1,913.0	2,291.1	2,291.1	2,032.8	2,291.1
RATE OF RETURN	-3.32%	-26.14%	-26.14%	-31.89%	-24.29%

California American Water						
Monterey Wastewater						
SUMMARY OF EARNINGS						
2009						
ITEM	STAFF		UTILITY		ADOPTED	
	ORIGINAL	REVISED	REVISED	ORIGINAL		
	(Thousands of \$)		(Thousands of \$)			
OPERATING REVENUES	2,432.6	3,053.2	3,053.2	3,050.1	3,010.71	
ADD REVENUE FROM CONTRIBUTION	0.0	0.0	0.0	0.0	0	
OPERATING EXPENSES						
OPERATION & MAINTENANCE	868.6	1,049.6	1,049.6	900.4	1,049.6	
ADMINISTRATIVE & GENERAL	480.6	504.5	504.5	516.6	504.5	
PAYROLL	645.9	810.6	810.6	819.7	810.6	
G.O. PRORATED EXP.	42.5	224.4	224.4	383.7	181.9	
DEPRECIATION & AMORTIZATION	148.6	149.2	149.2	152.0	149.2	
TAXES OTHER THAN INCOME	54.3	53.2	53.2	55.9	53.2	
STATE CORP. FRAN. TAX	13.2	13.2	13.2	11.4	13.2	
FEDERAL INCOME TAX	60.0	60.0	60.0	51.7	60.0	
TOTAL OPERATING EXPENSES	2,313.8	2,864.7	2,864.7	2,891.4	2,822.2	
NET OPERATING REVENUE	118.8	188.5	188.5	158.7	188.6	
RATE BASE	1,913.0	2,291.1	2,291.1	2,032.8	2,291.10	
RATE OF RETURN	6.21%	8.23%	8.23%	7.81%	8.23%	

California American Water AVERAGE NUMBER OF CUSTOMERS Monterey Wastewater 2009
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ITEM	STAFF		UTILITY		<u>ADOPTED</u>
	ORIGINAL	REVISED	REVISED	ORIGINAL	
<u>Metered Connections</u>					
Village Greens, White Oaks, All Other Areas	1,647	1,704	1,704	1,647	1704
Oak Hills	459	459	459	459	459
Spreckels	243	243	243	243	243
Indian Springs	177	177	177	177	177
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Total connection	2,526	2,583	2,583	2,526	2583
<u>Fire Protection Connections</u>					
	0	0	0	0	0
	0	0	0	0	0
	0	0	0	0	0
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Total flat rate connections	0	0	0	0	0
<u>TOTAL ACTIVE CONNECTIONS</u>					
	2,526	2,583	2,583	2,526	2583
	2,526	2,583	2,583	2,526	2583

California American Water Monterey Wastewater
OPERATING REVENUES
2009
(AT PRESENT RATES)

ITEM	STAFF		UTILITY		<u>ADOPTED</u>
	ORIGINAL	REVISED	REVISED	ORIGINAL	
	(Thousands of \$)		(Thousands of \$)		
<u>METERED REVENUES</u>					
Village Greens, White Oaks, All Other Areas(2)	1,223.3	1,262.0	1,262.0	1,223.3	1,261.96
Oak Hills	219.9	219.9	219.9	219.9	219.93
Spreckels	114.7	114.7	114.7	114.7	114.69
Indian Springs	104.5	104.5	104.5	104.5	104.52
<b>TOTAL</b>	<b>1,662.4</b>	<b>1,701.1</b>	<b>1,701.1</b>	<b>1,662.4</b>	<b>1,701.11</b>
<u>OTHER REVENUES</u>					
	0.0	0.0	0.0	0.0	0
	0.0	0.0	0.0	0.0	0
	0.0	0.0	0.0	0.0	0
	0.0	0.0	0.0	0.0	0
	0.0	0.0	0.0	0.0	0
	0.0	0.0	0.0	0.0	0
	0.0	0.0	0.0	0.0	0
<b>TOTAL OTHER</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0.0</b>	<b>0</b>
<b>TOTAL REVENUES</b>	<b>1,662.4</b>	<b>1,701.1</b>	<b>1,701.1</b>	<b>1,662.4</b>	<b>1,701.11</b>

(1) Village Greens, White Oaks and All Other Areas were acquired in 2003. Oaks Hills, Spreckels & Indian Springs were acquired in 2004. This is the first rate case filing for all Monterey wastewater operations. Figures in this column reflect numbers provided in the acquisition filing. The first year of rates were effective June 2003 for Village Greens et al and June 2005 for Oak Hills, Spreckels& Indian Springs.

(2) Includes Las Palmas, Carmel Valley & Laguna Seca.

California American Water Monterey Wastewater  OPERATING REVENUES  2009  (AT PROPOSED RATES)
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ITEM	STAFF		UTILITY		<u>ADOPTED</u>
	ORIGINAL	REVISED	REVISED	ORIGINAL	
	(Thousands of \$)		(Thousands of \$)		
<u>METERED REVENUES</u>					
Village Greens, White Oaks, /	2,032.7	2,055.7	2,055.7	2,032.7	2,027.07
Oak Hills	517.8	507.6	507.6	517.8	500.50
Spreckels	300.0	294.1	294.1	300.0	290.05
Indian Springs	199.7	195.8	195.8	199.7	193.10
	3,050.1		3,053.2		3,010.71
	TOTAL		3,050.1		3,010.71
<u>OTHER REVENUES</u>					
	0.0		0.0		0
	TOTAL OTHER		0.0		0
	3,050.1		3,053.2		3,010.71
	TOTAL REVENUES		3,050.1		3,010.71

California American Water Monterey Wastewater
OPERATION & MAINTENANCE EXPENSES
2009

ITEM	STAFF		UTILITY		ADOPTED
	ORIGINAL	REVISED	REVISED	ORIGINAL	
	(Thousands of \$)		(Thousands of \$)		
<u>AT PRESENT RATES</u>					
Operating Revenues	1,662.4	1,701.1	1,701.1	1,662.4	1,701.11
Uncollectible Rate	<u>0.2643%</u>	0.2643%	<u>0.2643%</u>	0.2643%	<u>0.2643%</u>
Uncollectibles	4.4	4.5	4.5	4.4	4.5
<u>Operation Expense</u>					
Source of Supply Expense	0.0	0.0	0.0	0.0	0
Source of Supply - Miscellaneous	39.4	39.4	39.4	52.2	39.42
Pumping Expense - Electric	0.2	0.2	0.2	0.2	0.17
Purchased Power	146.3	146.3	146.3	146.3	146.30
Water Treatment	4.0	4.0	4.0	3.9	4.01
Water Treatment - Miscellaneous	186.5	186.5	186.5	234.7	186.52
Chemicals	182.4	182.4	182.4	192.6	182.39
Trans. & Dist. - Meters	0.0	0.0	0.0	0.0	-
Trans. & Dist. - Storage	0.0	0.0	0.0	0.0	-
Trans. & Dist. - Misc.	69.0	220.7	220.7	5.6	220.67
Customer Accts. - Meter Reading	0.0	0.0	0.0	0.0	-
Customer Accts. - Misc.	4.9	4.9	4.9	9.0	4.85
Customer Accounts - Uncollectibles	<u>4.4</u>	<u>8.1</u>	<u>8.1</u>	<u>4.4</u>	<u>8.10</u>
Total Operation Expenses	637.1	792.4	792.4	648.7	792.44
<u>Maintenance Expenses</u>					
Source of Supply - Structures	0.0	0.0	0.0	0.0	
Source of Supply - Collection	0.0	0.0	0.0	0.0	
Source of Supply - Wells	0.0	0.0	0.0	0.0	-
Source of Supply - Misc	35.3	48.7	48.7	55.3	48.68
Pumping - Structures	0.0	0.0	0.0	0.0	-
Pumping - Pumping Equipment	3.1	3.1	3.1	2.9	3.13
Water Treatment - Structures	0.1	0.1	0.1	0.1	0.09
Water Treatment - Eqpt	185.2	193.7	193.7	181.4	193.72
T & D Mains	0.0	0.0	0.0	0.0	-
T & D Plant\	4.2	8.0	8.0	8.2	8.03
T & D Hydrants	0.0	0.0	0.0	0.0	-
T & D Miscellaneous	<u>0</u>	<u>0.0</u>	<u>0.0</u>	<u>0</u>	<u>-</u>
Total Maintenance Expense	227.9	253.6	253.6	247.9	253.6
Total O & M Expenses (incl. Uncoll.)	864.9	1,046.1	1,046.1	896.7	1,046.1
<u>AT PROPOSED RATES</u>					
Operating Revenues	3,050.1	3,053.2	3,053.2	3,050.1	3,010.71
Uncollectible Rate	<u>0.2643%</u>	0.2643%	<u>0.2643%</u>	0.2643%	<u>0.2643%</u>
Uncollectibles	8.1	8.1	8.1	8.1	8.0
Total O & M Expenses (incl. Uncoll.)	868.6	1,049.6	1,049.6	900.4	1,049.5

<p>California American Water Monterey Wastewater</p> <p>ADMINISTRATIVE &amp; GENERAL EXPENSES</p> <p>2009</p>
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ITEM	STAFF		UTILITY		ADOPTED
	ORIGINAL	REVISED	REVISED	ORIGINAL	
	(Thousands of \$)		(Thousands of \$)		
<u>AT PRESENT RATES</u>					
Operating Revenues less Uncoll.	1,658.0	1,696.6	1,696.6	1,658.0	1,696.61
Local Franchise Tax Rate	0.0000%	0.0000%	0.0000%	0.0000%	0%
Local Franchise Tax	0.0	0.0	0.0	0.0	0
Property Insurance	8.8	8.8	8.8	8.8	8.76
Worker's Comp., Injuries & Damages	48.1	48.1	48.1	48.1	48.13
Employee Pension & Benefits	218.7	229.1	229.1	228.1	229.08
Regulatory Expense	28.7	28.7	28.7	28.7	28.74
Outside Services	1.3	1.3	1.3	3.9	1.27
Miscellaneous General Expenses	165.4	175.9	175.9	186.4	175.88
Alloc Gen Office Expense	42.5	224.4	224.4	383.7	181.87
Other Mtn of General Plant	0.6	0.6	0.6	0.6	0.57
Rents	9.1	9.1	9.1	8.9	9.10
Total A & G Expenses (Incl. local Franchise Taxes)	523.1	725.9	725.9	897.3	683.4
	523.1	725.9	725.9	897.3	683.4
PAYROLL	645.9	810.6	810.6	819.7	810.55
<u>AT PROPOSED RATES</u>					
Operating Revenues less Uncoll.	3,042.1	3,045.1	3,045.1	3,042.0	3,002.7
Local Franchise Tax Rate	0.0000%	0.0000%	0.0000%	0.0000%	0%
Local Franchise Tax	0.0	0.0	0.0	0.0	0
Pension Cost in Surcharge		0.0	0.0		-
TOTAL A&G INCLUDING PENSION		725.9	725.9		683.4

<p>California American Water Monterey Wastewater</p> <p>TAXES OTHER THAN INCOME</p> <p>2009</p>
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ITEM	STAFF		UTILITY		ADOPTED
	ORIGINAL	REVISED	REVISED	ORIGINAL	
	(Thousands of \$)		(Thousands of \$)		
Ad Valorem taxes	10.5	9.8	9.8	12.1	9.79
Loc Fran Taxes (pres rates)	7.6	7.6	7.6	7.6	7.64
Loc Fran Taxes (prop rates)	0.0	0.0	0.0	0.0	0
Net Payroll taxes	43.8	43.4	43.4	43.8	43.40
Business License (pres rates)	0.0	0.0	0.0	0.0	0
Business License (prop rates)	0.0	0.0	0.0	0.0	0
Taxes other than Income (present rates)	61.9	60.8	60.8	63.5	60.83
Taxes other than Income (proposed rates)	61.9	60.8	60.8	63.5	60.83
State Tax Depreciation	0.0	0.0	0.0	0.0	0
Deferred Taxes	0.0	0.0	0.0	0.0	0
State Tax Deduct (pres rates)	0.0	0.0	0.0	0.0	0
State Tax Deduct (prop rates)	0.0	0.0	0.0	0.0	0
Federal Tax Depreciation	0.0	0.0	0.0	0.0	0
State Income Tax	0.0	0.0	0.0	0.0	0
Transp. Dep. Adj.	0.0	0.0	0.0	0.0	0
Pre. Stock Div. Credit	0.0	0.0	0.0	0.0	0
Fed. Tax Deduct. (pres rates)	0.0	0.0	0.0	0.0	0
Fed. Tax Deduct. (prop rates)	0.0	0.0	0.0	0.0	0

California American Water Monterey Wastewater TAXES BASED ON INCOME 2009 ( PRESENT RATES)
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	STAFF		UTILITY		<u>ADOPTED</u>
	ORIGINAL	REVISED	REVISED	ORIGINAL	
	(Thousands of \$)		(Thousands of \$)		
Operating Revenues	1,662.4	1,701.1	1,701.1	1,662.4	1,701.1
Revenues from Contributions	0.0	0.0	0.0	0.0	0.0
Deductions:					
O & M expenses	2,616.6	2,585.3	2,585.3	2,616.6	2,585.3
Error in Addition					
A & G Expenses	0.0	0.0	0.0	0.0	0.0
G. O. Prorated Expenses	0.0	0.0	0.0	0.0	0.0
Payroll	0.0	0.0	0.0	0.0	0.0
Taxes not on Inc.	55.8	53.2	53.2	55.8	53.2
Interest	74.0	83.4	83.4	74.0	83.4
Book Depreciation	152.0	149.2	149.2	152.0	149.2
Income before taxes	-1,236.1	-1,170.0	-1,170.0	-1,236.1	-1,170.0
<u>California Corp. Franchise Tax</u>					
State Tax Depreciation	0.0	0.0	0.0	0.0	0.0
Taxable Income for CCFT	-1,236.1	-1,170.0	-1,170.0	-1,236.1	-1,170.0
CCFT Rate	7.69%	7.69%	7.69%	7.69%	7.69%
CCFT	-95.1	-90	-90.0	-95.1	-90.0
Less Deferred Taxes	0.0	0.0	0.0	0.0	0.0
Total State Income Taxes	-95.1	-90.0	-90.0	-95.1	-90.0
<u>Federal Income Tax</u>					
Federal Tax Deductions	0.0	90.0	90.0	0.0	90.0
Taxable income for FIT	-1,188.3	-1,128.4	-1,128.4	-1,188.3	-1,128.4
FIT Rate	35.00%	35.00%	35.00%	35.00%	35.00%
FIT	-415.9	-394.9	-394.9	-415.9	-394.9
Less:					
Investment Tax Credit	0.0	0.0	0.0	0.0	0.0
Amortization of Reg. Assets	0.0	0.0	0.0	0.0	0.0
Deferred Taxes - U.P.A.A.	0.0	0.0	0.0	0.0	0.0
Amort of Excess Deferred Taxes	0.0	0.0	0.0	0.0	0.0
Total Federal Income Tax	-415.9	-394.9	-394.9	-415.9	-394.9
Total FIT and CCFT	-511.0	-484.9	-484.9	-511.0	-484.9

California American Water Monterey Wastewater
TAXES BASED ON INCOME
2009
(PROPOSED RATES)

	STAFF		UTILITY		<u>ADOPTED</u>
	ORIGINAL	REVISED	REVISED	ORIGINAL	
	(Thousands of \$)		(Thousands of \$)		
Operating Revenues	3,053.2	3,053.2	3,053.2	3,050.0	3,010.71
Revenues from Contributions		0.0			
Deductions:					
O & M expenses	2,588.9	2,588.9	2,588.9	2,620.3	2,546.32
A & G Expenses	0.0	0.0	0.0	0.0	
G. O. Prorated Expenses	0.0	0.0	0.0	0.0	
Payroll	0.0	0.0	0.0	0.0	
Taxes not on Inc.	53.2	53.2	53.2	55.8	53.2
Interest	90.3	90.3	90.3	74.0	90.3
					0.0
Book Depreciation	149.2	149.2	149.2	152.0	149.2
Income before taxes	171.7	171.7	171.7	147.9	171.7
<u>California Corp. Franchise Tax</u>					
State Tax Depreciation	0.0	0.0	0.0	0.0	0.0
Taxable Income for CCFT	171.7	171.7	171.7	147.9	171.7
CCFT Rate	7.69%	7.69%	7.69%	7.69%	7.69%
CCFT	13.2	13.2	13.2	11.4	13.2
Less Deferred Taxes	0.0	0.0	0.0	0.0	0.0
Total State Income Taxes	13.2	13.2	13.2	11.4	13.2
<u>Federal Income Tax</u>					
Federal Tax Deductions	0.0	0.0	0.0	0.0	0.0
Taxable income for FIT	171.5	171.5	171.5	147.8	171.5
FIT Rate	35.00%	35.00%	35.00%	35.00%	35.00%
FIT	60.0	60.0	60.0	51.7	60.0
Less:					
Investment Tax Credit	0.0	0.0	0.0	0.0	0.0
Amortization of Reg. Assets	0.0	0.0	0.0	0.0	0.0
Deferred Taxes - U.P.A.A.	0.0	0.0	0.0	0.0	0.0
Amort of Excess Deferred Taxes	0.0	0.0	0.0	0.0	0.0
Total Federal Income Tax	60.0	60.0	60.0	51.7	60.0
Total FIT and CCFT	73.2	73.2	73.2	63.1	73.2

California American Water  
Monterey Wastewater

## PLANT IN SERVICE

2009

ITEM	STAFF		UTILITY		ADOPTED
	ORIGINAL	REVISED	REVISED	ORIGINAL	
	(Thousands of \$)		(Thousands of \$)		
Plant in Service - BOY	15,029.4	15,429.1	15,429.1	15,049.1	15,429.1
<u>Additions</u>					
Gross Additions	1,124.7	1,124.7	1,124.7	1,501.9	1,124.7
Retirements of Plant	0.4	0.4	0.4	3.6	0.4
Net Additions	1,125.2	1,125.2	1,125.2	1,505.5	1,125.2
CWIP - BOY	343.7	343.7	343.7	343.7	343.7
CWIP - EOY	387.5	387.5	387.5	387.5	387.5
Net Change - CWIP	43.7	43.7	43.7	43.8	43.7
Plant in Service - EOY	16,154.6	16,554.3	16,554.3	16,554.6	16,554.3
WEIGHTING FACTOR	27.74%	27.74%	27.74%	27.74%	27.74%
WTD. AVG. PLANT IN SERVICE	15,697.4	16,097.1	16,097.1	15,822.6	16,097.1

California American Water Monterey Wastewater					
PLANT IN SERVICE					
2010					
ITEM	STAFF		UTILITY		ADOPTED
	ORIGINAL	REVISED	REVISED	ORIGINAL	
	(Thousands of \$)		(Thousands of \$)		
Plant in Service - BOY	16,153.7	16,553.4	16,553.4	16,547.3	16,553.4
<b>Additions</b>					
Gross Additions	33.7	33.7	33.7	1,525.2	33.7
Retirements of Plant	0.4	0.4	0.4	3.3	0.4
Net Additions	34.2	34.2	34.2	1,528.5	34.2
CWIP - BOY	387.5	387.5	387.5	387.5	387.5
CWIP - EOY	0.0	0.0	0.0	0.0	0.0
Net Change in CWIP	(387.5)	(387.5)	-387.5	0.0	(387.5)
Plant in Service - EOY	16,187.9	16,587.6	16,587.6	18,075.8	16,587.6
WEIGHTING FACTOR	27.74%	27.74%	27.74%	27.74%	27.74%
WTD. AVG. PLANT IN SERVICE	16,443.2	16,842.9	16,842.9	17,251.3	16,842.9

California American Water Monterey Wastewater DEPRECIATION RESERVE & EXPENSE 2009
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	STAFF		UTILITY		<u>ADOPTED</u>
	ORIGINAL	REVISED	REVISED	ORIGINAL	
	(Thousands of \$)		(Thousands of \$)		
DEPRECIATION RESERVE - B.O.Y.	6,321.9	6,375.6	6,375.6	6,322.4	6,375.6
ACCRUALS					
Salvage and Cost of Removal	0.0	0.0	0.0	0.0	0.0
Contributions	232.9	232.9	232.9	232.9	232.9
Depreciation Expense	148.6	149.2	149.2	152.0	149.2
TOTAL ACCRUALS	381.5	382.1	382.1	384.9	382.1
RETIREMENTS	0.4	0.4	0.4	3.6	0.4
DEPRECIATION RESERVE - E.O.Y.	6,703.8	6,758.1	6,758.1	6,710.9	6,758.1
WEIGHTING FACTOR	31.46%	31.46%	31.46%	31.46%	31.46%
WTD. AVG. DEPRECIATION RESERVE	6,442.1	6,496.0	6,496.0	6,444.6	6,496.0

California American Water Monterey Wastewater					
DEPRECIATION RESERVE & EXPENSE					
2010					
	STAFF		UTILITY		
	ORIGINAL	REVISED	REVISED	ORIGINAL	ADOPTED
	(Thousands of \$)		(Thousands of \$)		
DEPRECIATION RESERVE - B.O.Y.	6,703.0	6,772.4	6,772.4	6,703.8	6,772.4
ACCRUALS					
Salvage and cost of Removal	0.0	0.0	0.0	0.0	0.0
Contributions	232.9	232.9	232.9	232.9	232.9
Depreciation Expense	171.3	171.9	171.9	193.6	171.9
TOTAL ACCRUALS	404.2	404.8	404.8	426.5	404.8
RETIREMENTS	0.4	0.4	0.4	3.3	0.4
DEPRECIATION RESERVE - E.O.Y.	7,107.6	7,177.6	7,177.6	7,133.6	7,177.6
WEIGHTING FACTOR	31.46%	31.46%	31.46%	31.46%	31.46%
WTD. AVG. DEPRECIATION RESERVE	6,830.3	6,899.9	6,899.9	6,839.0	6,899.9

CALIFORNIA-AMERICAN WATER  
Monterey Wastewater  
WEIGHTED AVERAGE DEPRECIATED RATE BASE

2009

ITEM	STAFF		UTILITY		ADOPTED
	ORIGINAL	REVISED	REVISED	ORIGINAL	
	(Thousands of \$)		(Thousands of \$)		
WTD AVG PLANT IN SERVICE	15,697.2	16,096.8	16,096.8	15,820.5	16,096.8
MATERIALS & SUPPLIES	0.0	0.0	0.0	0.0	0.0
WORKING CASH, OPERATIONAL	8.7	8.7	8.7	8.7	8.7
WORKING CASH, LEAD-LAG	(253.8)	(216.5)	(216.5)	(253.8)	(216.5)
WTD AVG DEPR RESERVE	(6,442.1)	(6,500.7)	(6,500.7)	(6,444.7)	(6,500.7)
ADVANCES	0.0	0.0	0.0	0.0	0.0
CONTRIBUTIONS	(7,063.9)	(7,063.9)	(7,063.9)	(7,063.9)	(7,063.9)
ACCUM. DEFERRED FIT	(50.8)	(51.0)	(51.0)	(51.6)	(51.0)
ACCUM. DEFERRED SIT	(11.2)	(11.2)	(11.2)	(11.3)	(11.2)
GENERAL OFFICE ALLOC.	28.9	28.9	28.9	28.9	28.9
ACRS & MACRS DEPRECIATION	0.0	0.0	0.0	0.0	0.0
UNAMORTIZED ITC	0.0	0.0	0.0	0.0	0.0
TAXES ON - ADVANCES	0.0	0.0	0.0	0.0	0.0
TAXES ON - CIAC	0.0	0.0	0.0	0.0	0.0
AVERAGE RATE BASE	1,913.0	2,291.1	2,291.1	2,032.8	2,291.1
INTEREST CALCULATION:					
AVG RATE BASE	1,913.0	2,291.1	2,291.1	2,032.8	2,291.1
LESS WORKING CASH					
X LTD COST	3.94%	3.94%	3.94%	3.94%	3.94%
INTEREST	75.4	90.3	90.3	80.1	90.3

CALIFORNIA-AMERICAN WATER  
Monterey Wastewater  
WEIGHTED AVERAGE DEPRECIATED RATE BASE

2010

ITEM	STAFF		UTILITY		ADOPTED
	ORIGINAL	REVISED	REVISED	ORIGINAL	
	(Thousands of \$)		(Thousands of \$)		
WTD AVG PLANT IN SERVICE	16,443.0	16,842.7	16,842.7	17,249.5	16,842.7
MATERIALS & SUPPLIES	0.0	0.0	0.0	0.0	0.0
WORKING CASH, OPERATIONAL	8.7	8.7	8.7	8.7	8.7
WORKING CASH, LEAD-LAG	(233.9)	(203.3)	(203.3)	(233.9)	(203.3)
WTD AVG DEPR RESERVE	(6,830.3)	(6,904.7)	(6,904.7)	(6,839.0)	(6,904.7)
ADVANCES	0.0	0.0	0.0	0.0	0.0
CONTRIBUTIONS	(6,831.0)	(6,831.0)	(6,831.0)	(6,831.0)	(6,831.0)
ACCUM. DEFERRED FIT	(66.0)	(66.3)	(66.3)	(71.0)	(66.3)
ACCUM. DEFERRED SIT	(14.5)	(14.6)	(14.6)	(15.6)	(14.6)
GENERAL OFFICE ALLOC.	17.8	17.8	17.8	17.8	17.8
ACRS & MACRS DEPRECIATION	0.0	0.0	0.0	0.0	0.0
UNAMORTIZED ITC	0.0	0.0	0.0	0.0	0.0
TAXES ON - ADVANCES	0.0	0.0	0.0	0.0	0.0
TAXES ON - CIAC	0.0	0.0	0.0	0.0	0.0
AVERAGE RATE BASE	2,493.8	2,849.3	2,849.3	3,285.6	2,849.3
INTEREST CALCULATION:					
AVG RATE BASE	2,493.8	2,849.3	2,849.3	3,285.6	2,849.3
LESS WORKING CASH					
X LTD COST	<b>3.94%</b>	<b>3.94%</b>	<b>3.94%</b>	<b>3.94%</b>	<b>3.94%</b>
INTEREST	98.3	112.3	112.3	129.5	112.3