

## APPENDIX A

**2005 SUMMARY OF EARNINGS AT PRESENT RATES\*  
CALIFORNIA-AMERICAN WATER CO.- LOS ANGELES**

ITEM	STAFF	UTILITY	SETTLEMENT
	ORIGINAL	ORIGINAL	REVISED
<b>OPERATING REVENUES</b>	19,322.3	19,322.3	18,829.0
DEFERRED REVENUE CIAC	0.0	0.0	0.0
<b>TOTAL REVENUES</b>	<b>19,322.3</b>	<b>19,322.3</b>	<b>18,829.0</b>
<b>OPERATING EXPENSES</b>			
OPERATION & MAINTENANCE	8,669.3	9,012.2	8,427.8
ADMINISTRATIVE & GENERAL	1,485.2	1,805.2	1,676.0
ALLOC GENERAL OFFICE	2,362.5	2,362.5	2,362.5
RWE SAVINGS	-86.0	-86.0	-86.0
DEPRECIATION & AMORTIZATION	1,751.0	2,043.3	2,066.1
TAXES OTHER THAN INCOME	518.8	611.7	600.0
STATE CORP. FRAN. TAX	253.6	154.3	201.0
FEDERAL INCOME TAX	1,097.5	684.5	704.0
<b>TOTAL OPERATING EXPENSES</b>	<b>16,052.0</b>	<b>16,567.6</b>	<b>15,951.4</b>
<b>NET OPERATING REVENUE</b>	<b>3,270.3</b>	<b>2,754.7</b>	<b>2,877.7</b>
<b>RATEBASE</b>			
WTD AVG PLANT IN SERVICE	62,184.6	69,018.2	68,991.6
MATERIALS & SUPPLIES	71.4	71.4	71.4
WORKING CASH, OPERATIONAL	356.5	362.8	354.9
WORKING CASH, LEAD-LAG	854.4	854.4	1,208.2
<b>SUBTOTAL</b>	<b>63,466.9</b>	<b>70,306.8</b>	<b>70,626.1</b>
<b>LESS DEDUCTIONS FROM RATE BASE</b>			
WTD AVG DEPR RESERVE	-24,602.0	-24,759.0	-24,805.8
ADVANCES	-283.6	-283.6	-283.6
CONTRIBUTIONS	-3,320.8	-2,765.0	-3,284.7
GENERAL OFFICE ALLOC.	0.0	0.0	0.0
<b>ACRS &amp; MACRS DEPRECIATION</b>			
UNAMORTIZED ITC	0.0	0.0	0.0
CAPITALIZED ITEMS	0.0	0.0	0.0
SILVER	0.0	0.0	0.0
DEFERRED REVENUES	0.0	0.0	0.0
ACCUM. DEFERRED FIT	-3,872.1	-3,848.9	-3,831.1
ACCUM. DEFERRED SIT	-401.5	-396.0	-391.9
<b>SUBTOTAL DEDUCTIONS</b>	<b>-32,480.0</b>	<b>-32,052.5</b>	<b>-32,597.1</b>
<b>RATE BASE</b>	<b>30,986.9</b>	<b>38,254.3</b>	<b>38,028.8</b>
<b>RATE OF RETURN</b>	<b>10.55%</b>	<b>7.20%</b>	<b>7.57%</b>

\* Present Rates are those rates proposed to be in effect for Test Year 2004.

APPENDIX A  
**2005 SUMMARY OF EARNINGS AT PROPOSED RATES**  
**CALIFORNIA-AMERICAN WATER CO.- LOS ANGELES**

ITEM	STAFF		UTILITY		REVISED
	ORIGINAL		ORIGINAL		
OPERATING REVENUES	20,146.3		20,145.3		19,319.0
DEFERRED REVENUE CIAC	0.0		0.0		0.0
TOTAL REVENUES	20,146.3		20,145.3		19,319.0
OPERATING EXPENSES					
OPERATION & MAINTENANCE	8,669.4		9,015.0		8,429.5
ADMINISTRATIVE & GENERAL	1,485.2		1,805.2		1,677.0
ALLOC GENERAL OFFICE	2,362.5		2,362.5		2,362.5
RWE SAVINGS	-86.0		-86.0		-86.0
DEPRECIATION & AMORTIZATION	1,751.0		2,043.6		2,067.2
TAXES OTHER THAN INCOME	518.8		611.7		599.6
STATE CORP. FRAN. TAX	315.7		216.4		208.7
FEDERAL INCOME TAX	1,390.5		915.9		880.3
TOTAL OPERATING EXPENSES	16,407.0		16,884.2		16,138.7
NET OPERATING REVENUE	3,739.2		3,261.1		3,180.3
<u>RATEBASE</u>					
WTD AVG PLANT IN SERVICE	62,184.6		69,018.2		68,991.6
MATERIALS & SUPPLIES	71.4		71.4		71.4
WORKING CASH, OPERATIONAL	356.5		362.8		354.9
WORKING CASH, LEAD-LAG	854.4		854.4		1,208.2
SUBTOTAL	63,466.9		70,306.8		70,626.1
LESS DEDUCTIONS FROM RATE BASE					
WTD AVG DEPR RESERVE	-24,802.0		-24,759.0		-24,805.8
ADVANCES	-283.6		-283.6		-283.6
CONTRIBUTIONS	-3,320.8		-2,765.0		-3,284.7
GENERAL OFFICE ALLOC.	0.0		0.0		0.0
ACRS & MACRS DEPRECIATION					
UNAMORTIZED ITC	0.0		0.0		0.0
CAPITALIZED ITEMS	0.0		0.0		0.0
SILVER	0.0		0.0		0.0
DEFERRED REVENUES	0.0		0.0		0.0
ACCUM. DEFERRED FIT	-3,872.1		-3,848.9		-3,831.1
ACCUM. DEFERRED SIT	-401.5		-396.0		-391.9
SUBTOTAL DEDUCTIONS	-32,480.0		-32,052.5		-32,597.1
RATE BASE	30,986.9		38,254.3		38,028.8
RATE OF RETURN	12.07%		8.52%		8.36%

Schedule No. LA-1  
 Los Angeles District Tariff Area  
GENERAL METERED SERVICE

APPLICABILITY

Applicable to all metered water service.

TERRITORY

Baldwin Hills Service Area consisting of Baldwin Hills, Windsor Hills, View Park, Ladera Heights, and vicinity, Duarte Service Area consisting of Bradbury, Duarte, portions of Irwindale, Monrovia, and vicinity, and San Marino Service Area consisting of San Marino, Rosemead, portions of San Gabriel, Temple City, and vicinity, Los Angeles County

RATES

Quantity Rates:

For all water delivered Baldwin Hills, per 100 cu. ft.....	\$1.7632	(R)
For all water delivered Duarte, per 100 cu. ft. ....	\$1.2042	I
For all water delivered San Marino, per 100 cu. ft.....	\$1.2093	(R)

Service Charge:

	<u>Per Meter Per Month</u>	
For 5/8 x 3/4-inch meter.....	\$9.32	(I)
For 3/4-inch meter.....	13.98	I
For 1-inch meter.....	23.30	I
For 1-1/2-inch meter.....	46.60	I
For 2-inch meter.....	74.56	I
For 3-inch meter.....	139.80	I
For 4-inch meter.....	233.00	I
For 6-inch meter.....	466.00	I
For 8-inch meter.....	745.60	I
For 10-inch meter.....	1,071.80	I
For 12-inch meter.....	1,537.80	(I)

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

(continued)

Schedule No. LA-3M  
 Los Angeles District Tariff Area  
MEASURED IRRIGATION SERVICE

APPLICABILITY

Applicable to all measured service for irrigation purposes as defined in the special conditions below. Applicable only to premises serviced under Schedule No. LA-3M on a continued basis on and after January 1, 1969.

TERRITORY

Bradbury, Duarte, portions of Irwindale, Monrovia, and vicinity, Los Angeles County.

RATES

Quantity Rates:

A. Pressure service all water, per 100 cu. ft.....	\$0.8122	(l)
B. Gravity service all water, per 100 cu. ft.....	\$0.6272	(l)

Service Charge:

	<u>Per Meter Per Month</u>	
For 5/8 x 3/4-inch meter. ....	\$2.42	(l)
For 3/4-inch meter. ....	3.61	
For 1-inch meter. ....	6.01	
For 1-1/2-inch meter. ....	12.00	
For 2-inch meter. ....	19.21	
For 3-inch meter. ....	36.03	
For 4-inch meter. ....	60.01	
For 6-inch meter. ....	120.15	
For 8-inch meter. ....	192.27	(l)

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

(continued)

Schedule No. LA-4  
Los Angeles District Tariff Area  
PRIVATE FIRE PROTECTION SERVICE

APPLICABILITY

Applicable to all water service furnished for privately owned fire protection systems.

TERRITORY

Baldwin Hills Service Area consisting of Baldwin Hills, Windsor Hills, View Park, Ladera Heights, and vicinity, Duarte Service Area consisting of Bradbury, Duarte, portions of Irwindale, Monrovia, and vicinity, and San Marino Service Area consisting of San Marino, Rosemead, portions of San Gabriel, Temple City and vicinity, Los Angeles County.

RATE

Per Month

For each inch of diameter of private fire protection service, monthly minimum charge based on 4" service ..... \$7.75 (I)

The rates for private fire service are based upon the size of the service and no additional charges will be made for fire hydrants, sprinklers, hose connections or standpipes connected to and supplied by such private fire service.

SPECIAL CONDITIONS

1. The fire protection service and connection shall be installed by the Utility or under the Utility's direction. Cost of the entire fire protection installation shall be paid for by the applicant. Such payment shall not be subject to refund.
2. The installation housing, the detector type check valve and meter and appurtenances, thereto, shall be in a location mutually agreeable to the applicant and the Utility. Normally such installation shall be located on the premises of applicant, adjacent to the property line. The expense of maintaining all facilities which are the sole property of the applicant (including the vault, meter detector type check valves, backflow device and appurtenances) shall be paid for by the applicant.
3. All facilities paid for by the applicant, excluding the connection at the main and any service pipe located in a public right-of-way, shall be the sole property of the applicant. The utility and its duly authorized agents shall have the right to ingress to and egress from the premises for all purposes relating to said facilities.

(continued)

CALIFORNIA-AMERICAN WATER COMPANY  
LOS ANGELES DIVISION  
SCHEDULE NO. LA -1  
GENERAL METERED SERVICE  
AUTHORIZED STEP RATE INCREASE

Each of the following increases in rates may be put into effect on the indicated date by filing a rate schedule which adds the appropriate increase to the rate which would otherwise be in effect on that date.

		<u>Rates to be Effective</u>	
		<u>1/1/2005</u>	<u>1/1/2006</u>
<b>Quantity Rates:</b>			
	For all water delivered Baldwin Hills, per 100 cu. ft.	\$0.0254	\$0.0183
	For all water delivered Duarte, per 100 cu. ft.	\$0.0284	\$0.0212
	For all water delivered San Marino, per 100 cu. ft.	\$0.0267	\$0.0195
		<u>Per Meter Per Month</u>	
<b>Service Charge:</b>		<u>1/1/2005</u>	<u>1/1/2006</u>
For	5/8 x 3/4 - inch meters	\$0.44	\$0.44
For	3/4 - inch meters	\$0.66	\$0.66
For	1 - inch meters	\$1.10	\$1.10
For	1-1/2 - inch meters	\$2.20	\$2.20
For	2 - inch meters	\$3.52	\$3.52
For	3 - inch meters	\$6.60	\$6.60
For	4 - inch meters	\$11.00	\$11.00
For	6 - inch meters	\$22.00	\$22.00
For	8 - inch meters	\$35.20	\$35.20
For	10 - inch meters	\$50.60	\$50.60
For	12 - inch meters	\$72.60	\$72.60

CALIFORNIA-AMERICAN WATER COMPANY  
LOS ANGELES DIVISION  
SCHEDULE NO. LA -3M  
MEASURED IRRIGATION SERVICE  
AUTHORIZED STEP RATE INCREASE

Each of the following increases in rates may be put into effect on the indicated date by filing a rate schedule which adds the appropriate increase to the rate which would otherwise be in effect on that date.

		<u>Rates to be Effective</u>	
		<u>1/1/2005</u>	<u>1/1/2006</u>
<b>Quantity Rates:</b>			
	Pressure Service all water, per 100 cu. ft.	\$0.0218	-\$0.0308
	Gravity Service all water, per 100 cu. ft.	\$0.0168	-\$0.0238
		<u>Per Meter Per Month</u>	
<b>Service Charge:</b>		<u>1/1/2005</u>	<u>1/1/2006</u>
For	5/8 x 3/4 - inch meters	\$0.07	-\$0.10
For	3/4 - inch meters	\$0.09	-\$0.13
For	1 - inch meters	\$0.16	-\$0.23
For	1-1/2 - inch meters	\$0.32	-\$0.45
For	2 - inch meters	\$0.52	-\$0.73
For	3 - inch meters	\$0.96	-\$1.36
For	4 - inch meters	\$1.61	-\$2.27
For	6 - inch meters	\$3.22	-\$4.55
For	8 - inch meters	\$5.16	-\$7.30

CALIFORNIA-AMERICAN WATER COMPANY  
LOS ANGELES DIVISION  
SCHEDULE NO. LA -4  
PRIVATE FIRE PROTECTION SERVICE  
AUTHORIZED STEP RATE INCREASE

Each of the following increases in rates may be put into effect on the indicated date by filing a rate schedule which adds the appropriate increase to the rate which would otherwise be in effect on that date.

SCHEDULE NO. LA-4, PRIVATE FIRE PROTECTION SERVICE	Rates to be Effective	
	<u>1/1/2005</u>	<u>1/1/2006</u>
Rates		
For each inch in diameter of service connection	\$0.20	-\$0.29

(END OF APPENDIX B)

APPENDIX - C  
Page 1 of 3  
CALIFORNIA-AMERICAN WATER COMPANY - LOS ANGELES DIVISION  
BALDWIN HILLS DISTRICT  
COMPARISON OF BILLS \*

2004

Usage <u>CCF</u>	Present <u>Rates</u>	Adopted <u>Rates</u>	Amount of <u>Increase</u>	Percent <u>Increase</u>
0	\$8.89	\$9.32	\$0.43	4.61%
10	\$28.89	\$26.95	-\$1.94	-7.19%
17 Avg	\$42.89	\$39.29	-\$3.59	-9.15%
20	\$48.89	\$44.58	-\$4.30	-9.65%
25	\$58.89	\$53.40	-\$5.49	-10.28%
50	\$108.89	\$97.48	-\$11.41	-11.70%

2005

Usage <u>CCF</u>	Present ** <u>Rates</u>	Adopted <u>Rates</u>	Amount of <u>Increase</u>	Percent <u>Increase</u>
0	\$9.32	\$9.76	\$0.44	4.51%
10	\$26.95	\$27.21	\$0.25	0.93%
17 Avg	\$39.29	\$39.73	\$0.43	1.09%
20	\$44.58	\$45.09	\$0.51	1.13%
25	\$53.40	\$54.04	\$0.63	1.18%
50	\$97.48	\$98.75	\$1.27	1.29%

2006

Usage <u>CCF</u>	Present *** <u>Rates</u>	Adopted <u>Rates</u>	Amount of <u>Increase</u>	Percent <u>Increase</u>
0	\$9.76	\$10.20	\$0.44	4.31%
10	\$27.21	\$27.39	\$0.18	0.67%
17 Avg	\$39.73	\$40.04	\$0.31	0.78%
20	\$45.09	\$45.46	\$0.37	0.81%
25	\$54.04	\$54.49	\$0.46	0.84%
50	\$98.75	\$99.67	\$0.91	0.92%

\* Comparison based on Schedule No. LA-1, General Metered Service for a 5/8 x 3/4 meter.

\*\* Present Rates are those in effect as of 2004.

\*\*\* Present Rates are those in effect as of January 1, 2005.

APPENDIX - C  
Page 2 of 3  
CALIFORNIA-AMERICAN WATER COMPANY - LOS ANGELES DIVISION  
DUARTE DISTRICT  
COMPARISON OF BILLS \*

2004

<u>Usage CCF</u>	<u>Present Rates</u>	<u>Adopted Rates</u>	<u>Amount of Increase</u>	<u>Percent Increase</u>
0	\$8.89	\$9.32	\$0.43	4.61%
10	\$21.16	\$21.36	\$0.20	0.95%
17	\$29.75	\$29.79	\$0.05	0.15%
20 Avg	\$33.43	\$33.40	-\$0.02	-0.07%
25	\$39.56	\$39.43	-\$0.14	-0.34%
50	\$70.23	\$69.53	-\$0.70	-1.01%

2005

<u>Usage CCF</u>	<u>Present ** Rates</u>	<u>Adopted Rates</u>	<u>Amount of Increase</u>	<u>Percent Increase</u>
0	\$9.32	\$9.76	\$0.44	4.51%
10	\$21.36	\$21.65	\$0.28	1.31%
17	\$29.79	\$30.27	\$0.48	1.59%
20 Avg	\$33.40	\$33.97	\$0.57	1.67%
25	\$39.43	\$40.14	\$0.71	1.77%
50	\$69.53	\$70.95	\$1.42	2.00%

2006

<u>Usage CCF</u>	<u>Present *** Rates</u>	<u>Adopted Rates</u>	<u>Amount of Increase</u>	<u>Percent Increase</u>
0	\$9.76	\$10.20	\$0.44	4.31%
10	\$21.65	\$21.86	\$0.21	0.97%
17	\$30.27	\$30.63	\$0.36	1.18%
20 Avg	\$33.97	\$34.40	\$0.42	1.23%
25	\$40.14	\$40.67	\$0.53	1.30%
50	\$70.95	\$72.01	\$1.06	1.47%

\* Comparison based on Schedule No. LA-1, General Metered Service for a 5/8 x 3/4 meter.

\*\* Present Rates are those in effect as of 2004.

\*\*\* Present Rates are those in effect as of January 1, 2005.

APPENDIX - C  
Page 3 of 3  
CALIFORNIA-AMERICAN WATER COMPANY - LOS ANGELES DIVISION  
SAN MARINO DISTRICT  
COMPARISON OF BILLS \*

2004

Usage CCF	Present Rates	Adopted Rates	Amount of Increase	Percent Increase
0	\$8.89	\$9.32	\$0.43	4.61%
10	\$19.12	\$21.41	\$2.29	10.71%
17	\$26.28	\$29.88	\$3.60	12.04%
20	\$29.35	\$33.51	\$4.16	12.41%
25 Avg	\$34.46	\$39.55	\$5.09	12.87%
50	\$60.04	\$69.79	\$9.75	13.97%

2005

Usage CCF	Present ** Rates	Adopted Rates	Amount of Increase	Percent Increase
0	\$9.32	\$9.76	\$0.44	4.51%
10	\$21.41	\$21.68	\$0.27	1.23%
17	\$29.88	\$30.33	\$0.45	1.50%
20	\$33.51	\$34.04	\$0.53	1.57%
25 Avg	\$39.55	\$40.22	\$0.67	1.66%
50	\$69.79	\$71.12	\$1.34	1.88%

2006

Usage CCF	Present *** Rates	Adopted Rates	Amount of Increase	Percent Increase
0	\$9.76	\$10.20	\$0.44	4.31%
10	\$21.68	\$21.88	\$0.20	0.89%
17	\$30.33	\$30.66	\$0.33	1.08%
20	\$34.04	\$34.43	\$0.39	1.13%
25 Avg	\$40.22	\$40.71	\$0.49	1.20%
50	\$71.12	\$72.10	\$0.97	1.35%

\* Comparison based on Schedule No. LA-1, General Metered Service for a 5/8 x 3/4 meter.

\*\* Present Rates are those in effect as of 2004.

\*\*\* Present Rates are those in effect as of January 1, 2005.

(END OF APPENDIX C)

APPENDIX D  
Page 1 of 9  
CALIFORNIA AMERICAN WATER COMPANY - LOS ANGELES DIVISION  
ADOPTED QUANTITIES

Uncollectible Rate	0.3415%
Net-to-Gross Multiplier	1.7514
State Income Tax Rate	7.56%
Franchise Tax Rate	0.00%
Federal Income Tax Rate	35.00%

Water Loss Factors:

Baldwin Hills District	4.86%
Duarte District	10.90%
San Marino District	4.59%

**WATER CONSUMPTION (Ccf/Cust.)**

	2004	2005
<u>Baldwin Hills</u>		
RESIDENTIAL	208.7	208.7
COMMERCIAL	424.6	424.6
PUBLIC AUTHORITY	1,807.9	1,807.9
INDUSTRIAL	61,066.1	61,066.1
OTHER	442.3	442.3
 <u>Duarte</u>		
RESIDENTIAL	248.7	248.7
COMMERCIAL	1,303.5	1,303.5
PUBLIC AUTHORITY	1,892.8	1,892.8
INDUSTRIAL	1,645.5	1,645.5
IRRIGATION		
Gravity	1,626.6	1,626.6
Pressure	3,221.6	3,221.6
OTHER	615.4	615.4
 <u>San Marino</u>		
RESIDENTIAL	319.7	319.7
COMMERCIAL	877.8	877.8
PUBLIC AUTHORITY	1,648.6	1,648.6
INDUSTRIAL	1,690.1	1,690.1
OTHER	4,182.3	4,182.3

CALIFORNIA AMERICAN WATER COMPANY - LOS ANGELES DIVISION  
ADOPTED QUANTITIES

**WATER PRODUCTION (KCcf)**

	<u>2004</u>	<u>2005</u>
<b><u>Baldwin Hills</u></b>		
Residential	1,158.5	1,160.6
Commercial	267.1	267.5
Public Authority	41.6	41.6
Industrial	122.1	122.1
Total Metered Sales	1,589.3	1,591.8
Other	0.4	0.4
Total Annual Consumption	1,589.7	1,592.2
Unaccounted for Water 4.86%	81.2	81.3
Total Production	1,670.9	1,673.5
<b><u>Duarte</u></b>		
Residential	1,589.2	1,593.0
Commercial	822.5	825.1
Public Authority	244.2	244.2
Industrial	26.3	26.3
Irrigation		
Gravity	6.5	6.5
Pressure	212.6	212.6
Total Metered Sales	2,901.3	2,907.7
Other	1.8	1.8
Total Annual Consumption	2,903.1	2,909.5
Unaccounted for Water 10.90%	355.2	355.9
Total Production	3,258.3	3,265.4
<b><u>San Marino</u></b>		
Residential	3,889.9	3,893.2
Commercial	1,230.7	1,230.6
Public Authority	237.4	237.4
Industrial	86.2	86.2
Total Metered Sales	5,444.2	5,447.4
Other	33.5	33.5
Total Annual Consumption	5,477.7	5,480.9
Unaccounted for Water 4.59%	263.5	263.7
Total Production	5,741.2	5,744.6

APPENDIX D  
Page 3 of 9  
CALIFORNIA AMERICAN WATER COMPANY - LOS ANGELES DIVISION  
ADOPTED QUANTITIES

**PURCHASED WATER**

	<u>2004</u>	<u>2005</u>
<b><u>Baldwin Hills Service Area</u></b>		
<u>Water Production (AF)</u>		
Pumping Rights	2,067.0	2,067.0
Purchased Water	1,768.9	1,775.0
Total AF	3,835.9	3,842.0
 <u>Purchased Water Rates</u>		
Cost per AF (West Basin Municipal Water District)	\$ 510.00	\$ 510.00
Annual Meter Charge (\$20*20*12)	\$ 4,800	\$ 4,800
Replenish Cost per AF	\$ 118	\$ 118
 <u>Purchased Water Costs</u>		
Costs (West Basin Municipal Water District)	\$ 902,150	\$ 905,240
Meter Charge	\$ 4,800	\$ 4,800
Replenish Cost (based on pumping right)	\$ 243,079	\$ 243,079
Central Basin Management Fees	\$ 6,800	\$ 6,800
Total Purchased Water Costs	\$ 1,156,829	\$ 1,159,919
 <b><u>Duarte Service Area</u></b>		
<u>Water Production (AF)</u>		
Main San Gabriel Basin Safe Yield	170,000	170,000
Duarte Safe Yield Percentage	1.84634%	1.84634%
Duarte Safe Yield (AF)	3,139	3,139
Surface Diversion Rights (AF)	1,672	1,672
Total Pumping Rights (AF)	4,811	4,811
Replenishment Water (AF) (pumped in excess of rights)	2,670	2,687
Total Production (AF)	7,481	7,498
 <u>Purchased Water Rates</u>		
Main San Gabriel Basin		
Replenish Cost per AF	\$ 246.65	\$ 246.65
Water Master - Admin Fees (all production from Basin)	\$ 6.50	\$ 6.50
Water Master - In-Lieu Assessment (all production from Basin)	\$ 1.00	\$ 1.00
San Gabriel Basin Water Quality Authority		
Admin Assessment (pumping right) per AF	\$ 8.25	\$ 8.25
San Gabriel Valley Water Assoc Assessment per AF	\$ 0.35	\$ 0.35
 <u>Purchased Water Costs</u>		
Main San Gabriel Basin		
Replenish Cost per AF	\$ 659,050	\$ 662,749
Water Master - Admin Fees (total pumping rights)	\$ 31,273	\$ 31,273
Water Master - In-Lieu Assessment (total pumping rights)	\$ 4,811	\$ 4,811
Water Quality Admin Assessment (prescriptive pumping right) per AF	\$ 30,106	\$ 30,106
San Gabriel Valley Water Assoc Assessment per AF	\$ 2,620	\$ 2,624
Total Purchased Water Costs	\$ 727,860	\$ 731,563

APPENDIX D  
Page 4 of 9  
CALIFORNIA AMERICAN WATER COMPANY - LOS ANGELES DIVISION  
ADOPTED QUANTITIES

**PURCHASED WATER**

	<u>2004</u>	<u>2005</u>
<u>San Marino Service Area</u>		
<u>Water Production (AF)</u>	170,000	170,000
Main San Gabriel Basin Safe Yield	3.98144%	3.98144%
San Marino Safe Yield Percentage	6,768	6,768
San Marino Safe Yield (AF)	2,299	2,299
Raymond Basin	9,067	9,067
Total Production Rights (AF)	1,206	1,093
Purchased Water (City San Marino MWD)	123	123
City of Pasadena West	26	26
City of South Pasadena	15	14
El Monte Cemetery	2,818	2,940
Replenishment (af)	13,255	13,263
Total Production (AF)		
 <u>Purchased Water Rates</u>		
Main San Gabriel Basin	\$ 246.65	\$ 246.65
Replenish Cost per AF	\$ 6.50	\$ 6.50
Water Master - Admin Fees (all production from Basin)	\$ 1.00	\$ 1.00
Water Master - In-Lieu Assessment (all production from Basin)		
San Gabriel Basin Water Quality Authority	\$ 8.25	\$ 8.25
Admin Assessment (pumping right) per AF	\$ 0.35	\$ 0.35
San Gabriel Valley Water Assoc Assessment per AF	\$ 12,473	\$ 9,550
Raymond Basin Admin Assess and Fees-Annual	\$ 408	\$ 408
City of San Marino per AF	\$ 19,520	\$ 19,520.00
City of San Marino Connection Maint Charge	\$ 23,328	\$ 23,328.00
City of San Marino Readiness to Serve Charge	\$ 32,423	\$ 32,423
City of San Marino Contract Agreement	\$ 1,008.32	\$ 1,008.32
City of Pasadena West per AF	\$ 8,206.44	\$ 8,206.44
City of Pasadena West - Standby Charge	\$ 42,000.00	\$ 42,000.00
Storage Charge	\$ 398.47	\$ 398.47
City of South Pasadena per AF	\$ 868.80	\$ 868.80
City of South Pasadena - Standby Charge	\$ 4,400	\$ 4,400
El Monte Cemetery		
 <u>Purchased Water Costs</u>		
Main San Gabriel Basin	\$ 695,061	\$ 725,151
Replenish Cost per AF	\$ 62,403	\$ 63,196
Water Master - Admin Fees (total pumping rights)	\$ 9,600	\$ 9,722
Water Master - In-Lieu Assessment (total pumping rights)	\$ 78,444	\$ 79,449
Water Quality Admin Assessment (prescriptive pumping right) per AF	\$ 3,329	\$ 3,370
San Gabriel Valley Water Assoc Assessment per AF	\$ 12,473	\$ 9,550.00
Raymond Basin Admin Assess and Fees-Annual	\$ 492,048	\$ 445,944
City of San Marino	\$ 19,520	\$ 19,520
City of San Marino Connection Maint Charge	\$ 23,328	\$ 23,328
City of San Marino Readiness to Serve Charge	\$ 32,423	\$ 32,423
City of San Marino Contract Agreement	\$ 124,023	\$ 124,023
City of Pasadena West	\$ 8,206	\$ 8,206
City of Pasadena West - Standby Charge	\$ 42,000.00	\$ 42,000.00
Storage Charge	\$ 10,359	\$ 10,359
City of South Pasadena	\$ 869	\$ 869
City of South Pasadena - Standby Charge	\$ 4,400	\$ 4,400
El Monte Cemetery		
Total Purchased Water Costs	\$ 1,618,486	\$ 1,601,510

APPENDIX D  
Page 5 of 9  
CALIFORNIA AMERICAN WATER COMPANY - LOS ANGELES DIVISION  
ADOPTED QUANTITIES

**PURCHASED POWER**

		<u>2004</u>	<u>2005</u>
<b><u>Baldwin Hills Service Area</u></b>			
Total Costs	\$	281,293	\$ 281,740
Total KWH		2,162,890	2,166,306
\$/KWH	\$	0.1301	\$ 0.1301
<b><u>Duarte Service Area</u></b>			
Total Costs	\$	462,511	\$ 463,522
Total KWH		4,995,995	5,006,907
\$/KWH	\$	0.0926	\$ 0.0926
<b><u>San Marino Service Area</u></b>			
Total Costs	\$	1,207,320	\$ 1,207,675
Total KWH			
Pasadena Water & Power		2,638,272	2,638,272
So Cal Edison		9,048,667	9,052,790
	Total	11,686,939	11,691,062
\$/KWH	\$	0.1033	\$ 0.1033

APPENDIX D  
Page 6 of 9  
CALIFORNIA AMERICAN WATER COMPANY - LOS ANGELES DIVISION  
ADOPTED QUANTITIES

**Average Services by Meter Size**

	<u>2004</u>	<u>2005</u>
<b><u>Baldwin Hills Service Area</u></b>		
<b>Domestic Metered</b>		
5/8 x 3/4	4,097	4,108
3/4	0	0
1	1,972	1,972
1 1/2	63	63
2	65	65
3	4	4
4	5	5
6	0	0
8	0	0
10	0	0
12	0	0
<b>Total Domestic Metered</b>	<b>6,206</b>	<b>6,217</b>
 <b>Private Fire</b>		
4	6	6
6	15	15
8	9	9
10	0	0
<b>Total Private Fire</b>	<b>30</b>	<b>30</b>
 <b>Total Average Services</b>	 <b>6,236</b>	 <b>6,247</b>

APPENDIX D  
Page7 of 9  
CALIFORNIA AMERICAN WATER COMPANY - LOS ANGELES DIVISION  
ADOPTED QUANTITIES

<b>Average Services by Meter Size</b>	<u>2004</u>	<u>2005</u>
<b><u>Duarte Service Area</u></b>		
<b>Domestic Metered</b>		
5/8 x 3/4	6,041	6,058
3/4	1	0
1	503	503
1 1/2	249	249
2	347	347
3	17	17
4	8	8
6	3	3
8	0	0
10	0	0
12	0	0
Total Domestic Metered	7,169	7,185
<b>Irrigation Metered</b>		
1	8	8
1-1/2	2	2
2	45	45
3	12	12
4	3	3
Total Irrigation Metered	70	70
<b>Private Fire</b>		
4	24	24
6	33	33
8	22	22
10	1	1
Total Private Fire	80	80
<b>Private Fire Hydrant</b>		
6	35	35
Total Private Fire Hydrant	35	35
<b>Total Average Services</b>	<b>7,354</b>	<b>7,370</b>

APPENDIX D  
Page 8 of 9  
CALIFORNIA AMERICAN WATER COMPANY - LOS ANGELES DIVISION  
ADOPTED QUANTITIES

**Average Services by Meter Size**

	<u>2004</u>	<u>2005</u>
<b><u>San Marino Service Area</u></b>		
<b>Domestic Metered</b>		
5/8 x 3/4	7,618	7,628
3/4	3	3
1	4,619	4,619
1 1/2	947	947
2	541	541
3	21	21
4	16	16
6	7	7
8	0	0
10	2	2
12	0	0
<b>Total Domestic Metered</b>	<b>13,774</b>	<b>13,784</b>
 <b>Private Fire</b>		
4	42	42
6	59	59
8	51	51
10	8	8
<b>Total Private Fire</b>	<b>160</b>	<b>160</b>
 <b>Private Fire Hydrant</b>		
6	2	2
<b>Total Private Fire Hydrant</b>	<b>2</b>	<b>2</b>
 <b>Total Average Services</b>	 <b>13,936</b>	 <b>13,946</b>

APPENDIX D  
Page 9 of 9  
CALIFORNIA AMERICAN WATER COMPANY - LOS ANGELES DIVISION  
ADOPTED INCOME TAX CALCULATION

	<u>2004</u>	<u>2005</u>
<b>Operating Revenues</b>	18,793.3	19,319.0
Revenues from Contributions	0.0	0.0
<b>Total</b>	<u>18,793.3</u>	<u>19,319.0</u>
<b>Deductions:</b>		
O & M expenses	8,351.9	8,429.5
A & G Expenses	3,702.6	3,952.5
Depreciation & Amortization	1,955.6	2,067.2
Taxes not on Inc.	581.6	599.6
Book Depreciation	0.0	0.0
Interest	1,435.6	1,480.5
<b>Income before taxes</b>	<u>2,766.1</u>	<u>2,788.8</u>
<b><u>California Corp. Franchise Tax</u></b>		
State Tax Depreciation	0.0	0.0
Taxable Income for CCFT	2,766.1	2,788.8
CCFT Rate	7.56%	7.56%
CCFT	<u>209.1</u>	<u>210.8</u>
Less Deferred Taxes	2.1	2.1
<b>Total State Income Taxes</b>	<u>207.0</u>	<u>208.7</u>
<b>Federal Income Tax</b>		
Federal Tax Deductions	141.3	207
Taxable income for FIT	2,624.8	2,581.8
FIT Rate	35.00%	35.00%
FIT	<u>918.7</u>	<u>903.6</u>
Less:		
ITC	15.9	16
Deferred Taxes	3.7	3.7
Reverse South Georgia	3.6	3.6
<b>Total Federal Income Tax</b>	<u>895.5</u>	<u>880.3</u>
<b>Total FIT and CCFT</b>	<u>1,102.5</u>	<u>1,089</u>

(END OF APPENDIX D)

APPENDIX E  
Page 1 of 1  
CALIFORNIA AMERICAN WATER COMPANY  
LOS ANGELES DIVISION  
ATTRITION ALLOWANCE (000'S)

	2004	2005
Rate of Return at Present Rates	8.46%	7.57%
Rate of Return Percent Decrease		0.89%
	2005	2006
Requested Rate of Return	8.36%	8.53%
Change in Requested Rate of Return		0.17%
Total Increase/(Decrease) in Rate of Return		1.06%
Applied Against 2005 Weighted Average Rate Base		\$38,028.8
Gross Increase		\$402.4
Times Net-to-Gross Multiplier		1.7514
Total Attrition Allowance - Year 2006		\$704.7
Percentage Increase		3.65%

**(END OF APPENDIX E)**