

WATER/FLC/PTL/AAS/jlj

PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

DIVISION OF WATER AND AUDITS
Water & Sewer Advisory Branch

RESOLUTION NO. W-4669
January 10, 2008

R E S O L U T I O N

(RES. W-4669), RIVERVIEW ESTATES WATER COMPANY (Riverview Estates). ORDER AUTHORIZING A SURCHARGE FOR RECOVERY OF THE UNANTICIPATED EXPENSE MEMORANDUM ACCOUNT, FOR A TOTAL AMOUNT OF \$1,395 OR 15.8% OF APPROVED RATES.

SUMMARY

By Advice Letter No. 12 filed on October 2, 2007, and supplemented by 12-A, filed on December 6, 2007, Riverview Estates seeks approval for rate recovery of \$1,395 from its Unanticipated Expense Memorandum Account (UEMA).

This resolution grants recovery of \$1,395 of Riverview Estates' UEMA in the form of a surcharge of \$8.30 per customer per month over a period of twelve months.

BACKGROUND

Riverview Estates, a Class D water utility, has requested authority under Section VI of General Order 96-B and Section 454 of the Public Utilities Code to recover \$1,395 through 12 surcharges. The purpose of the surcharge is to recover unanticipated expenses for a chlorinator.

The present rates were established on March 15, 2007, by Res. W-4634, which authorized a general rate increase producing revenues for Test Year 2006 totaling \$8,813, or 45.2% increase over 2005.

NOTICE AND PROTESTS

A notice for the recovery of the increase requested by the present AL was mailed to each customer on October 20, 2007. Three protest letters were received and the utility responded to them.

DISCUSSION

The Division of Water and Audits (Division) has reviewed the expenses recorded in the UEMA and found them to be correct.

The Division believes that Riverview Estates could not have anticipated the expenses which were due to the determination that a chlorinator was required to purify their

water to meet California Department of Public Health requirements. Advice Letter No. 12-A should be approved.

COMPLIANCE

Riverview Estates has no outstanding compliance orders. The utility has been filing annual reports as required.

COMMENTS

This is an uncontested matter in which the resolution grants the relief requested. Accordingly, pursuant to PU Code 311(g) (2), the otherwise 30-day period for public review and comment is being waived.

FINDINGS

1. The rates proposed by the Division (Appendix A) are reasonable and should be adopted.
2. Advice Letter No. 12-A should be approved.
3. Riverview Estates should track revenue collected under the surcharge for its UEMA and refund any excess revenues collected to its customers.

THEREFORE IT IS ORDERED THAT:

1. Authority is granted under Public Utilities Code Section 454 to Riverview Estates Water Company to file an advice letter incorporating the revised rate schedules attached to this resolution as Appendix A, and concurrently cancel its presently effective rate Schedules Nos. 1, General Metered Service, and 2, General Flat Rate Service. The revised rate schedules shall become effective five days from the date of filing.
2. Riverview Estates Water Company is authorized to collect \$1,395, from its unanticipated expenses memorandum account, in the form of a surcharge of \$8.30 per customer per month over a period of 12 months.
3. Riverview Estates Water Company shall track the revenue from the surcharge in a balancing account as required by Public Utilities Code §792.5.

4. Riverview Estates Water Company Advice Letter No. 12-A is hereby approved.
5. This resolution is effective today.

I certify that the foregoing resolution was duly introduced, passed, and adopted at a conference of the Public Utilities Commission of the State of California held on January 10, 2008; the following Commissioners voting favorably thereon:

/s/ PAUL CLANON

Paul Clanon
Executive Director

MICHAEL R. PEEVEY
President

DIAN M. GRUENEICH

JOHN A. BOHN

RACHELLE B. CHONG

TIMOTHY ALAN SIMON

Commissioners

APPENDIX A

Schedule No. 1

GENERAL METERED SERVICE

APPLICABILITY

Applicable to all metered water services.

TERRITORY

The area known as Riverview Estates, and vicinity, located approximately 3 miles north of Los Molinas, Tehama County.

RATES

Quantity Rates:

All water, per 100 cu. ft.....\$1.57

Service Charge:

	<u>Per Meter</u> <u>Per Month</u>
For 5/8 x 3/4-inch meter.....	\$ 27.45
For 3/4-inch meter.....	\$ 41.18
For 1-inch meter.....	\$ 68.63
For 1½-inch meter.....	\$137.26
For 2-inch meter.....	\$219.61
For 3-inch meter.....	\$411.77
For 4-inch meter.....	\$686.28

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 Rate.

SPECIAL CONDITIONS

1. All bills are subject to the reimbursement fee set forth on schedule No. UF.
2. Monthly surcharge of \$8.30 for a period of 12 months as authorized by (N)
Resolution W-4669, beginning with the effective date of the advice letter. (N)

APPENDIX A
Schedule No. 2

GENERAL FLAT RATE SERVICE

APPLICABILITY

Applicable to all flat rate water services.

TERRITORY

The area known as Riverview Estates, and vicinity, located approximately 3 miles north of Los Molinas, Tehama County.

RATES

Per Service Connection
Per Month

For each single-family residential unit, including premises not exceeding 9,000 sq. ft. in areas.....\$43.20

a. For each additional single-family residential unit on the same premises and served from the same service connection...\$21.61

b. For each 100 sq. ft. of premises in excess of 9,000 sq. ft.....\$0.54

SPECIAL CONDITIONS

1. The above flat rates apply to a service connection 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 covered by the above classifications, if the utility or the customer so elects, a meter shall be installed a service provided under Schedule No. 1, General Metered Service.
4. All bills are subject to the reimbursement fee set forth on schedule No. UF.
5. Monthly surcharge of \$8.30 for a period of 12 months as authorized by (N)
Resolution W-4669, beginning with the effective date of the advice letter. (N)