

A.26-01-001
Administrative Law Judge Amin Nojan

SWS-014
Mandatory Conservation Memorandum Account Preliminary Statement

PRELIMINARY STATEMENT
(Continued)

K. Mandatory Conservation Memorandum Account (MCMA) (T)

1. PURPOSE: The purpose of this MCMA is to track the incremental costs, penalties associated with the implementation of mandatory conservation and water rationing moratoria through Rule No. 14.1 and Schedule No. 14.1 pursuant to California Public Utilities Commission's Resolution W-5000.
2. APPLICABILITY:
 - i. The MCMA applies to all areas served by Suburban Water Systems.
 - ii. The MCMA with track:
 - a. Incremental operating and administrative costs associated with the implementation of mandatory conservation measures under Rule No. 14.1 and Schedule No. 14.1,
 - b. Penalties paid by the customers, or other compliance measures associated with water use violations, and
 - c. Penalties paid by Suburban Water Systems to its water wholesalers.
3. ACCOUNTING PROCEDURE:
 - a. A debit entry to record incremental expenses incurred associated with the implementation of water conservation and rationing;
 - b. A credit entry to record the penalties, or other compliance measures associated with the implementation of water conservation and rationing;
 - c. The MCMA will accrue interest on a monthly basis by applying a rate equal to one twelfth of the 3-month Non-Financial Commercial Paper as reported in the Federal Reserve Statistical Release H.15 or its successor publication to the average of the beginning-of-month and the end-of-month balances.
4. EFFECTIVE DATE: The MCMA shall have an effective date of August 14, 2014, the effective date of Commission Resolution W-5000.
5. DISPOSITION OF THE AMOUNT RECORDED IN THE MCMA: The Company shall file an Advice Letter to seek Commission approval for the recovery of the costs recorded in the MCMA as set forth in this Preliminary Statement, or will be reviewed in Suburban Water Systems' next General Rate Case.

(To be inserted by utility)

Issued by

(To be inserted by Cal. P.U.C.)

Advise Letter No. 335-W

Robert L. Kelly
Name

Date Filed 06/06/2019

Decision No. 19-05-029

Vice President
Title

Effective 07/06/2019

Resolution No. _____