

WARRING WATER SERVICE, INC.

P.O. Box 189 Piru, CA 93040, 805-524-3267, water.warring@sbcglobal.net

May 5, 2020

Via US mail

Re: California American Water's Application to Purchase Warring Water Service, Inc.

Application A.20-04-017

Dear Customers:

As you may know, California-American Water Company (California American Water) recently agreed to buy your water provider, Warring Water Service, Inc. (Warring). The California Public Utilities Commission (CPUC) must approve the sale.

On April 27, 2020, California American Water and Warring submitted application A.20-04-017 to the CPUC. The application seeks CPUC approval of California American Water's acquisition of Warring's assets, permission for California American Water to serve Warring's customers, and inclusion of Warring's service area into California American Water's CPUC approved service territory.

Upon approval of this application, your rates will not be directly affected until 2024.

The proposed acquisition would result in an approximate **0.12% increase**. Based on current rates for a typical residential Warring customer with a bill of \$56.07, this would amount to a 7 cent monthly increase.¹ The actual amounts of any rate changes will be determined through a General Rate Case (GRC) process. California American Water expects to file its next GRC in July of 2022, for rates to take effect in 2024. If approved, the Warring service area will immediately be included in California American Water's Ventura County District, for operational purposes. California American Water is also proposing the Warring service area be consolidated into its Los Angeles County District for rate making purposes, effective January 1, 2024. A decision on any rate impact from the proposed consolidation will be considered in California American Water's next GRC.

CPUC PROCESS

This application will be assigned to a judge, who will consider proposals and evidence presented during the formal hearing process. The judge will issue a proposed decision which may adopt California American Water's application, modify it or deny it. Any CPUC Commissioner may sponsor an alternate decision. The proposed decision, and any alternate decisions, will be discussed and voted upon by the CPUC Commissioners.

¹ Actual increases may vary depending on outcome of pending and future General Rate Cases and subsequent requests.

WARRING WATER SERVICE, INC.

P.O. Box 189 Piru, CA 93040, 805-524-3267, water.warring@sbcglobal.net

The Public Advocates Office (Cal Advocates) will review this application. Cal Advocates is the independent consumer advocate within the CPUC with a statutory mandate to represent customers of investor-owned utilities to obtain the lowest possible rate for service consistent with safe and reliable service and the state's environmental policy goals. Cal Advocates has a multi-disciplinary staff with expertise in economics, finance, accounting and engineering. For more information about Cal Advocates, please call (415) 703-1584, e-mail PublicAdvocatesOffice@cpuc.ca.gov, or visit Cal Advocates' website at publicadvocates.cpuc.ca.gov.

WHERE CAN I GET MORE INFORMATION?

Contact California American Water

Write: Vera Kostikova
4701 Beloit Drive
Sacramento, CA 95838
Email: vera.kostikova@amwater.com
Phone: (916) 568-4246

Contact the CPUC

You may also get information about this proceeding by contacting the CPUC:

- If you would like to make a comment, please visit cpuc.ca.gov/A2004017Comment to submit a comment on the CPUC Docket Card. You can also review other public comments.
- If you have questions about CPUC processes, you may contact the CPUC's Public Advisor's Office:

Write: CPUC Public Advisor's Office
505 Van Ness Avenue
San Francisco, CA 94102
Email: public.advisor@cpuc.ca.gov
Phone: 1-866-849-8390
1-866-836-7825 TTY

Please refer to **Application A.20-04-017** in any communications with the CPUC regarding this matter.

Sincerely,

Warring Water Service, Inc.