Para más información en cómo este cambio impactará su factura, llame al 1-909-822-2201.

# NOTICE OF APPLICATION SAN GABRIEL VALLEY WATER COMPANY REQUEST TO INCREASE WATER RATES FONTANA WATER COMPANY DIVISION APPLICATION A.22-01-003

# Why am I receiving this notice?

On January 3, 2022, San Gabriel Valley Water Company (SGVWC) filed a General Rate Case (GRC) Application, A.22-01-003, with the California Public Utilities Commission (CPUC). The application requests rate increases in SGVWC's Los Angeles County and Fontana Water Company divisions covering the fiscal years (July – June) 2023-2024, 2024-2025, and 2025-2026. If the CPUC approves this application, SGVWC will recover forecasted costs in rates over a three-year period beginning July 1, 2023. This will impact your bill.

#### Why is SGVWC requesting this rate increase?

The CPUC requires SGVWC to file a GRC application every three years. The purpose of this GRC is for SGVWC to recover its anticipated costs from July 2023 through June 2026. SGVWC projects that it will need to increase rates during this period as a result of (1) declines in per-customer water sales as a result of continued conservation and ongoing severe drought conditions, (2) increases in employee labor and related expenses and benefits as a result of rising inflation, and (3) the replacement of aging water infrastructure to ensure continued compliance with applicable water quality standards.

## How could this affect my water bill?

If SGVWC's rate request is approved by the CPUC, the average residential customer in the Fontana Water Company division with a 5/8-inch meter using 14 hundred cubic feet (Ccf) per month would see an increase of \$4.64 or 5.9%, from \$78.57 to \$83.21 in July 2023. In July 2024, the average residential customer in the Fontana Water Company division would see a monthly bill increase of \$9.30 or 11.2%, from \$83.21 to \$92.51. In July 2025, the average residential customer in the Fontana Water Company division would see a monthly bill increase of \$4.84 or 5.2%, from \$92.51 to \$97.35.

For qualifying residential customers enrolled in SGVWC's low-income rate assistance program, California Alternative Rates for Water, the average customer with a 5/8-inch meter using 14 Ccf per month would see an increase of \$2.63 or 4.0%, from \$65.41 to \$68.04 in July 2023. In July 2024, the average customer would see a monthly bill increase of \$9.29, or 13.7% from \$68.04 to \$77.33. In July 2025, the average customer would see a monthly bill increase of \$4.84, or 6.3% from \$77.33 to \$82.17.

California is currently in a Drought State of Emergency. Customers can reduce or even eliminate the impact of these increases by conserving water.

The proposed revenue increases for the Fontana Water Company division by customer class are shown below:

#### Proposed Water Rate Increases (Dollars in Thousands)

	2023-2024		_	2024-2025		_	2025-2026		
Customer Class	<u>\$</u>	<u>%</u>		<u>\$</u>	<u>%</u>	_	<u>\$</u>	<u>%</u>	
Residential	\$5,894	11.1%		\$3,406	5.7%		\$3,483	5.5%	
Commercial	\$1,631	12.2%		\$872	5.7%		\$896	5.5%	
Industrial	\$683	13.8%		\$322	5.8%		\$324	5.6%	
Public Authority	\$809	12.7%		\$413	5.8%		\$419	5.5%	
Construction	\$76	12.3%		\$40	5.8%		\$40	5.5%	
Recycled Water	\$24	3.3%		\$20	2.4%		\$24	2.6%	
Private Fire Service	\$86	5.6%		\$91	5.5%		\$95	5.3%	
Total	\$9,202	11.3%		\$5.164	5.7%	_	\$5.281	5.4%	

# How does the rest of this process work?

This application will be assigned to a CPUC Administrative Law Judge who will consider proposals and evidence presented during the formal hearing process. The Administrative Law Judge will issue a proposed decision that may adopt SGVWC's application, modify it, or deny it. Any CPUC Commissioner may sponsor an alternate decision with a different outcome. The proposed decision, and any alternate decisions, will be discussed and voted upon by the CPUC Commissioners at a public CPUC Voting Meeting.

Parties to the proceeding will review SGVWC's application, including the Public Advocates Office, which is an independent consumer advocate within the CPUC that represents customers to obtain the lowest possible rate for service consistent with reliable and safe service levels. For more information, please call **1-415-703-1584**, email <a href="mailto:PublicAdvocatesOffice@cpuc.ca.gov">PublicAdvocatesOffice@cpuc.ca.gov</a>, or visit <a href="PublicAdvocates.cpuc.ca.gov">PublicAdvocates.cpuc.ca.gov</a>.

Your participation by providing your thoughts on SGVWC's request can help the CPUC make an informed decision. Please visit **apps.cpuc.ca.gov/c/A2201003** to submit a comment about this proceeding on the CPUC Docket Card. Here you can also view documents and other public comments related to this proceeding.

# Where can I get more information? Contact SGVWC

Phone: **1-800-583-1773** (toll-free) or **1-626-448-6183** 

Email: waterrates@sgvwater.com

Mail: San Gabriel Valley Water Company

11142 Garvey Avenue El Monte, CA 91733

## **Contact CPUC**

If you have questions about CPUC processes, you may contact the CPUC's Public Advisor's Office at:

Phone: 1-866-849-8390 (toll-free) or 1-415-703-2074

Email: Public.Advisor@cpuc.ca.gov Mail: CPUC Public Advisor's Office

> 505 Van Ness Avenue San Francisco, CA 94102

Please reference **Application 22-01-003** in any communications you have with the CPUC regarding this matter.