

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

**NOTICE OF APPLICATION
SAN GABRIEL VALLEY WATER COMPANY
REQUEST TO INCREASE WATER RATES
FONTANA WATER COMPANY DIVISION
COST OF CAPITAL APPLICATION 23-05-001**

Why am I receiving this notice?

On May 1, 2023, San Gabriel Valley Water Company (San Gabriel) filed its cost of capital application, A. 23-05-001, with the California Public Utilities Commission (CPUC). In the application, San Gabriel is requesting an increase in its cost of capital, which is the rate of return the utility is authorized to earn on its investments in critical infrastructure to deliver safe and reliable water service. If the CPUC approves this application, San Gabriel's total revenue requirement will increase by 2.4%, or \$4,490,000, beginning January 2024. This will increase your bill.

Why is San Gabriel requesting this rate increase?

- Every three years San Gabriel is required to file a cost of capital application with the CPUC.
- The cost of capital application determines the cost of financing water infrastructure and determines the allowed return on equity and debt. This ensures funds are available to make critical investments in water mains, wells, pumps, reservoirs, and water treatment facilities.
- San Gabriel is requesting an increase in its cost of capital so it can attract equity capital and secure long-term debt (loans and financial obligations longer than one year) for the purpose of making infrastructure improvements necessary to provide safe and reliable water service.

How could this affect my water bill?

If San Gabriel's requested cost of capital is approved by the CPUC, the average residential customer's monthly bill (based on a 5/8" x 3/4" meter and 15 hundred cubic feet (CCF) of water used per month) will increase by \$1.96, or 2.3%, beginning January 2024.

Schedule FO-1 & FO-1C Monthly Service Charge				
Meter Size	Present Rates	2024 Rates (Proposed)	Increase	% Increase
5/8" x 3/4"	\$20.61	\$21.10	\$0.49	2.4%
3/4"	\$30.89	\$31.62	\$0.73	2.4%
1"	\$51.49	\$52.71	\$1.22	2.4%
1 1/2"	\$102.96	\$105.39	\$2.43	2.4%
2"	\$164.73	\$168.62	\$3.89	2.4%
3"	\$308.91	\$316.21	\$7.30	2.4%

Schedule FO-1 & FO-1C Quantity Rate Per CCF				
Residential	Present Rates	2024 Rates (Proposed)	Increase	% Increase
0 to 14 CCF	\$4.1069	\$4.2039	\$0.0970	2.4%
Over 14 CCF	\$4.6500	\$4.7599	\$0.1099	2.4%
Non-Residential				
All Usage	\$4.2667	\$4.3675	\$0.1008	2.4%

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 San Gabriel'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 San Gabriel'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 PublicAdvocatesOffice@cpuc.ca.gov, or visit **PublicAdvocates.cpuc.ca.gov**.

Your participation by providing your thoughts on San Gabriel's request can help the CPUC make an informed decision. Please visit apps.cpuc.ca.gov/c/A2305001 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 San Gabriel**

Phone: **1-909-822-2201**
Email: waterrates@sgvwater.com
Mail: San Gabriel Valley Water Company
11142 Garvey Avenue
El Monte, CA 91733

Contact CPUC

Please visit apps.cpuc.ca.gov/c/A2305001 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.

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 **A.23-05-001** in any communications you have with the CPUC regarding this matter.