



**CALIFORNIA
AMERICAN WATER**

511 Forest Lodge Road, Suite 100
Pacific Grove, CA 93950

**IMPORTANT INFORMATION
ABOUT YOUR RATES**

Para más información en cómo este cambio impactará su factura, llame al 888-237-1333.

**NOTICE OF APPLICATION
California-American Water Company’s Request to Increase
Wastewater Rates in its Monterey Wastewater Division
APPLICATION A.22-07-001**

Why am I receiving this notice?

On July 1, 2022, California-American Water Company (California American Water) filed its General Rate Case A.22-07-001 with the California Public Utilities Commission (CPUC). The application is requesting an increase of revenues for wastewater service in its Monterey Wastewater Division by \$727,500 or 19.45% in the year 2024, by \$150,900 or 3.38% in the year 2025, and by \$147,500 or 3.20% in the year 2026.

If the CPUC approves this application, California American Water will recover forecasted costs in rates over a 3-year period beginning January 1, 2024. This will impact your bill.

Why is California American Water requesting this rate increase?

Every three years California American Water is required to file an application with the CPUC detailing its infrastructure improvement plans and operations and maintenance needs. In this rate case we are requesting the following increases for 2024, which are offset by savings in other areas:

- \$260 thousand in funding for infrastructure improvements
- \$239 thousand for staffing, wages, and benefits
- \$182 thousand for chemical cost increases
- \$73 thousand for power cost increases
- \$147 thousand in inflationary increases

Customer Impact

California American Water’s revenue proposals for the for the Monterey Wastewater Division are shown by customer class in the chart below.

MOWW DIVISION-PROPOSED REVENUE INCREASE								
(Includes Service Areas in White Oaks, Spreckels, Village Green, Oak Hills, Las Palmas, Pasadena, Carmel Valley Ranch and Indian Springs)								
SERVICE AREA	CUSTOMER CLASS	2024		2025		2026		Total \$ Increase
		\$ Increase	% Increase	\$ Increase	% Increase	\$ Increase	% Increase	
MOWW - Village Greens	Residential & Small Commercial (Sewer - Passive)	\$3,510	15.79%	\$947	3.68%	\$853	3.20%	\$5,310
MOWW - White Oaks	Residential & Small Commercial (Sewer - Passive)	\$6,222	15.79%	\$1,680	3.68%	\$1,512	3.20%	\$9,414
MOWW - Oak Hills	Residential & Small Commercial (Sewer - Passive)	\$69,718	15.79%	\$18,821	3.68%	\$16,940	3.20%	\$105,479
MOWW - Spreckels	Residential & Small Commercial (Sewer - Passive)	\$38,130	15.79%	\$10,293	3.68%	\$9,265	3.20%	\$57,688
MOWW - Spreckels	Large Commercial (Sewer - Passive)	\$8,614	15.79%	\$2,326	3.68%	\$2,093	3.20%	\$13,033
MOWW - Spreckels	Industrial (Sewer - Passive)	\$3,829	15.79%	\$1,034	3.68%	\$930	3.20%	\$5,793
MOWW - Spreckels	Public Authority (School) (Sewer - Passive)	\$956	15.78%	\$259	3.69%	\$232	3.20%	\$1,447
MOWW - Indian Springs	Residential & Small Commercial (Sewer - Active)	\$53,238	20.44%	\$10,349	3.30%	\$10,353	3.20%	\$73,940
MOWW - Pasadera	Residential & Small Commercial (Sewer - Active)	\$83,613	20.44%	\$16,256	3.30%	\$16,260	3.20%	\$116,129
MOWW - Pasadera	Commercial (Sewer - Active)	\$5,010	20.44%	\$974	3.30%	\$974	3.20%	\$6,958
MOWW - Las Palmas	Residential (Sewer - Active)	\$311,282	20.44%	\$60,516	3.30%	\$60,533	3.20%	\$432,331
MOWW - Las Palmas	Commercial (Sewer - Active)	\$1,879	20.44%	\$366	3.31%	\$365	3.20%	\$2,610
MOWW - CV Ranch	Hotel (Sewer - Active)	\$45,097	20.44%	\$8,768	3.30%	\$8,770	3.20%	\$62,635
	Total	\$725,359		\$150,914		\$147,411		\$1,023,684

If California American Water's General Rate Case is approved, a typical residential customer's monthly wastewater bill would resemble those below. **Rate impacts may vary due to pending proposed changes in rate design. Amounts shown include fees, taxes, and surcharges.**

MONTEREY WASTEWATER PASSIVE SYSTEM				
AVERAGE RESIDENTIAL BILL				
Year	Current Bill¹	\$ Increase	Proposed Bill	% Increase
2024	\$96.24	\$6.33	\$102.57	6.57%
2025	\$102.57	\$3.47	\$106.04	3.38%
2026	\$106.04	\$3.39	\$109.42	3.20%

MONTEREY WASTEWATER ACTIVE SYSTEM				
AVERAGE RESIDENTIAL BILL				
Year	Current Bill¹	\$ Increase	Proposed Bill	% Increase
2024	\$140.97	\$19.78	\$160.74	14.03%
2025	\$160.74	\$5.43	\$166.17	3.38%
2026	\$166.17	\$5.31	\$171.48	3.20%

¹ Present rates reflect the 2019 GRC Interim Rate True-up which is pending CPUC approval.

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 California American Water'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 California American Water'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 California American Water's request can help the CPUC make an informed decision.

Where can I get more information?

Contact California American Water

Phone: **1-619-446-5520**
 Email: cawc.customeradvocacy@amwater.com
 Mail: 655 W. Broadway, Suite 1410, Attn: Customer Advocacy, San Diego, CA 92101

Obtaining a Copy of the Application

A copy of California American Water's proposed GRC application and related exhibits may be reviewed online at amwater.com/rate_app, or can be viewed in-person at California American Water's offices at the locations below:

- Los Angeles County - 8657 Grand Avenue, Rosemead, CA 91770
- Madera County - 40312 Greenwood Way, Oakhurst, CA 93644
- Monterey County - 511 Forest Lodge Road, Pacific Grove, CA 93950
- Sacramento Area - 4701 Beloit Drive, Sacramento, CA 95838
- San Diego County - 1025 Palm Avenue, Imperial Beach, CA 91932
- Sonoma County - 4787 Old Redwood Highway, Santa Rosa, CA 95403
- Ventura County - 2439 W. Hillcrest Drive, Newbury Park, CA 91320

Copies of the proposed application and related exhibits are also available to review at the CPUC's Central Files Office in San Francisco by appointment.

Contact CPUC

Please visit apps.cpuc.ca.gov/c/A2207001 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 **Application 22-07-001** in any communications you have with the CPUC regarding this matter.