

## Golden State Water Company

Golden State Water Company (GSWC) has applied to revise its cost of capital – the rate that the Company is authorized to earn on its invested capital.

<b>Application A.21-05-003 Cost of Capital</b>					
<b>Golden State Water Company</b>					
	<u>Authorized Return on Equity</u>	<u>Authorized Cost of Debt</u>	<u>Debt/Equity Portions</u>		<u>Overall Authorized Rate of Return</u>
			<u>Equity Ratio</u>	<u>Debt Ratio</u>	
<u>Previous Authorization (In place now)</u>	8.90%	6.60%	57.00%	43.00%	7.91%
<u>Current Application (Pending)</u>	10.50%	5.10%	57.00%	43.00%	8.18%

What effect would this have on my bill? The effect on each customer would depend on the district and the level of consumption. The table below shows the effect for average customers in each district if the application were granted in full.

Golden State Water Co, Cost of Capital, Proposed Change by District					
Region	Average Usage	Current Authorized Rates	Proposed Rates	Proposed Bill Increase	
	(CCF)	(\$)	(\$)	(\$)	(%)
<b>Region 1</b>					
Arden Cordova (Residential, Metered)	14	\$39.50	\$40.21	\$0.71	1.80%
Arden Cordova (Flat)	--	\$81.30	\$82.35	\$1.05	1.30%
Arden Cordova (Non-Residential Metered)	141	\$375.80	\$382.54	\$6.74	1.80%
Bay Point (Residential)	7	\$62.40	\$63.44	\$1.04	1.70%
Bay Point (Non-Residential)	82	\$542.60	\$551.62	\$9.02	1.70%
Clearlake (Residential)	5	\$92.95	\$95.14	\$2.18	2.40%
Clearlake (Non-Residential)	16	\$196.83	\$203.83	\$6.99	3.60%
Los Osos (Residential)	6	\$85.66	\$87.88	\$2.22	2.60%
Los Osos (Non-Residential)	23	\$277.36	\$284.53	\$7.17	2.60%
Santa Maria (Residential)	14	\$67.10	\$68.74	\$1.64	2.40%
Santa Maria (Non-Residential)	60	\$227.90	\$233.47	\$5.57	2.40%
Simi Valley (Residential)	11	\$64.78	\$65.24	\$0.46	0.70%
Simi Valley (Non-Residential)	61	\$422.62	\$425.59	\$2.97	0.70%
<b>Region 2 (Residential)</b>	9	\$58.67	\$59.91	\$1.24	2.10%
<b>Region 2 (Non-Residential)</b>	38	\$197.90	\$202.04	\$4.14	2.10%
<b>Region 3 (Residential)</b>	11	\$61.14	\$62.30	\$1.16	1.90%
<b>Region 3 (Non-Residential)</b>	67	\$299.14	\$304.82	\$5.68	1.90%

What other matters is GSWC pursuing before the CPUC? The Company has an application for authorization to raise general rates, known as a General Rate Case (GRC), Application A.20-07-012. In that proceeding the Company is requesting revenue increases shown below.

Golden State Water Co, General Rate Case Application, Proposed Revenue Increases						
Rate-making Area	Increase 2022		Increase 2023		Increase 2024	
	(\$000)	(%)	(\$000)	(%)	(\$000)	(%)
Arden Cordova	2,876.7	19.03%	622.6	3.44%	691.6	3.66%
Bay Point	496.7	7.82%	177.6	2.59%	212.0	3.00%
Clearlake	484.3	21.00%	117.7	4.22%	132.7	4.57%
Coastal Consolidated <sup>1</sup>	2,317.7	12.06%	682.3	3.12%	755.3	3.30%
<i>Los Osos</i>	783.1	19.78%	196.4	4.13%	215.1	4.34%
<i>Santa Maria</i>	1,533.44	10.05%	498.1	2.91%	556.0	3.10%
Simi Valley	736.7	4.92%	457.3	2.90%	501.5	3.07%
Region 2	23,465.5	16.66%	7138.4	4.34%	7788.5	4.52%
Region 3	19,140.9	14.51%	6911.2	4.56%	7126.4	4.48%
Total <sup>2</sup>	49,518.4	14.97%	16107.1	4.22%	17207.9	4.31%
<sup>1</sup> Coastal Consolidated is the consolidation of the Los Osos and Santa Maria Customer Service Areas for ratemaking purposes.						
<sup>2</sup> Total does not include Los Osos and Santa Maria on a stand-alone basis.						

Where can I get more information?

- Contact Golden State Water Company. Please reference Application A.21-05-003.
  - Phone the Customer Service Center at 1-800-999-4033 (toll-free) or TTY 1-877-933-9533
  - E- mail at [customerservice@gswater.com](mailto:customerservice@gswater.com).
  - Mail at: Golden State Water Company  
Attention: Regulatory Affairs Department  
630 East Foothill Boulevard  
San Dimas, CA 91773
  - View the Company’s Application and related exhibits: <http://www.gswater.com/2022-2024CostOfCapital>.
- Contact the CPUC. Please reference Application A.21-05-003.
  - Phone: 1-866-849-8390 (toll-free) or 1-415-703-2074
  - Email: [Public.Advisor@cpuc.ca.gov](mailto:Public.Advisor@cpuc.ca.gov)
  - Mail: CPUC Public Advisor’s Office  
505 Van Ness Avenue  
San Francisco, CA 94102