

Utility Name	Balancing Account Name	Balancing Account Description	Authorizing Decision or Resolution or Advice Letter	Balance as of End of June 30, 2025 <sup>2</sup>	Balance as of End of December 31, 2025 <sup>2</sup>	Most Recent Conducted Review/Audit (either GRC or other method)	Notes or Comments
Liberty Utilities Park Water Corp.	2022 WRAM/MCBA	Tracks water revenues and water production related costs for	D.08-02-036 effective February	\$225,675.49	\$229,982.76	AL 332-W-A	AL 332-W-A approved an 18-month surcharge of \$0.376/Ccf, effective 4/7/2023.
	Recycled Water-Incremental Cost BA	Tracks recycled water incremental costs	AL 230-W, effective May 1, 2012	\$28,418.53	\$28,987.32	A.18-01-003, D.20-09-019	AL 309-W authorized transfer balance to CEBA for a 12-month temporary surcharge, effective March 4, 2021.
	CARW Revenue Reallocation BA	Tracks recorded discounts and surcharges	D.16.01.009; January 14, 2016	(\$1,513,942.21)	(\$1,554,654.11)	A.21-07-003, D.23-02-003	AL 331-W-A authorized the over-collected balance recorded through December 31, 2021 be embedded in the surcharge rate for Schedule No. CAP-SC, effective April 7, 2023.
	One-Way Conservation BA	Tracks the difference between actual and authorized, conservation program expenses	D.16.01.009; January 14, 2016	(\$18,809.10)	(\$19,187.79)	A.21-07-003, D.23-02-003	AL 337-W-A authorized a one-time temporary surcredit, with balance recorded June 30, 2022, effective Sept 1, 2023.
	Group Pension Expense BA	Tracks the difference between adopted and actual pension expense	D.16.01.009; January 14, 2016	\$1,220,422.93	\$677,002.57	A.21-07-003, D.23-02-003	AL 337-W-A authorized a 36-month temporary surcharge, with balance recorded through Dec 31, 2021, effective Sept 1, 2023.
	Consolidated Expense Balancing Account (CEBA)	Consolidates the amortization of Commission approved balancing accounts and memorandum accounts where appropriate	AL 266-W-A; May 26, 2016	(\$11,652.54)	(\$11,887.14)	A.18-01-003, D.20-09-019	AL 309-W authorized a 12-month temporary surcharge, effective March 4, 2021.
	Incremental Cost Balancing Account (ICBA)			\$2,084,691.50	\$2,476,262.42	A.21-07-003, D.23-02-003	AL 331-W-A authorized the establishment of this account, effective July 1, 2022. This account tracks the water supply related costs for the domestic (potable water) system, includes purchased water, purchased power, replenishment, and chemicals.
	Drinking Water Fees Balancing Account (DWFBA)	Tracks the drinking water fees charged by the State Water Resources Control Board	AL 339-W-A, January 3, 2024	\$190,768.49	\$225,871.33		AL 339-W-A authorized conversion of the Drinking Water Fees Memorandum Account (DWFMA) to Drinking Water Fees Balancing Account (DWFBA), effective December 15, 2021. Tracks the drinking water fees charged by the State Board.
	Monterey Water Revenue Adjustment Mechanism (MWRAM) Balancing Account	Tracks the difference between recorded and authorized quantity rate water revenues under tiered and single rates for residential customers	D.23-02-003, February 2, 2023	\$3,976,631.32	\$4,665,743.58		
	Authorized Revenue Requirement		D.16.01.009; January 14, 2016	\$43,318,852	\$43,318,852	D.24-12-007	AL 344-W authorized revenue requirements for cost of capital, effective January 1, 2025.

(1) Authorize Recovery Amount	% of Total Balance	(2) 25th Percentile*	(3) % Change	(4) No. Review Past 3 Years
2,270,587	3%	2.77%	1.91%	N/A
		0.35%	2.00%	N/A
		98.04%	2.69%	N/A
		1.21%	2.01%	N/A
		8.15%	-44.53%	N/A
		0.75%	2.01%	N/A
		29.82%	0.00%	
		2.72%	18.40%	
		56.19%	17.33%	

<sup>2</sup>A positive balance reflects an under-collection. A negative balance reflects an over-collection. Revised signs convention per Water Division request, starting Q2 2025.

\$7,726,608.26      \$8,303,849.98  
 (\$1,544,403.85)      (\$1,585,729.04)  
 \$6,182,204.41      \$6,718,120.94