Utility Name	Balancing Account Name	Balancing Account Description	Authorizing Decision or Resolution or Advice Letter	Balance as of End of December 31, 2018 [1]	Balance as of End of June 30, 2025 [2]	Balance as of End of December 31, 2025 [2]	Balance as of End of June 30, 2026 [2]	Most Recent Conducted Review/Audit	Notes or Comments	(1) Authorize Recovery Amount	% of Total Balance	(2) 25th Percentile*	(3) % Change	(4) No Review Past 3 Years
Liberty Utilities Apple Valley Ranchos Water Corp.	Total Number of Connections per 2025 Annual Report is 21,153													
	2019 WRAM/MCBA	Tracks water revenues and water production related costs for future disposition	D.08.09.026 effective September 18, 2008 and D.12-04-048 effective April 19, 2012	N/A	$35,913.71	$36,636.77	$37,315.12	A.24-01-002 et al	Effective June 10, 2022, Advice Letter 257-W approved a 12-month surcharge to recover the 2019 and prior WRAM and MCBA balances. Using FIFO, this is the residual balance. Once the final decision is issued in A.24-01-002 et al, Liberty will file an advice letter to amortize the remaining balance and close this account.					
	2020 WRAM/MCBA				$2,902.80	$2,961.25	$3,016.00	A.24-01-002 et al	AL 252-W-A approved a one-time surcredit, effective November 15, 2021. Using FIFO, this is the residual balance. Once the final decision is issued in A.24-01-002 et al, Liberty will file an advice letter to amortize the remaining balance and close this account.					
	2021 WRAM/MCBA				($26,713.61)	($27,251.45)	($27,755.35)	A.24-01-002 et al	AL 262-W approved a one-time surcredit effective May 1, 2022. Once the final decision is issued in A.24-01-002 et al, Liberty will file an advice letter to amortize the remaining balance and close this account.					
	2022 WRAM/MCBA				($121,066.96)	($123,504.45)	($125,788.16)	A.24-01-002 et al	AL 270-W-A approved a one-time surcredit, effective April 7, 2023. Once the final decision is issued in A.24-01-002 et al, Liberty will file an advice letter to amortize the remaining balance and close this account.	N/A	N/A	12.63%	1.85%	N/A
	Incremental Cost BA	Tracks water production costs for the domestic system; includes purchased power and pump tax	D.03.06.072; June 19, 2003	($81,842.80)	$0.00	$0.00	$0.00	A.18-01-002, D.20-09-2019	AL 248-W authorized transfer balance to CEBA for a 12-month temporary surcharge, effective March 4, 2021.	N/A	N/A	0.00%	0.00%	N/A
	CARW Revenue Reallocation BA	Tracks recorded discounts and surcharges	D.05.12.020; December 15, 2005/D.08.09.026; September 18, 2008/D.12.09.004; September 13, 2012/D.15.11.030; November 19, 2015	($1,215,708.04)	$559,811.63	$582,367.78	$621,406.79	A.24-01-002 et al	Once the final decision is issued in A.24-01-002 et al, the balance recorded through December 31, 2023 will be embedded in the surcharge rate for Schedule No. CAP-SC.	N/A	N/A	12.90%	6.70%	N/A
	Office Remodel BA	Tracks the revenue requirement associated with the building project, a reconfigured building project, a reconfigured office building or other improvements	D.12.09.004; September 13, 2012	$0.00	$0.00	$0.00	$0.00	D.20-09-019	Pursuant to Advice Letter 248-W, this account is closed effective March 21, 2021.	N/A	N/A	N/A	N/A	N/A
	Employee and Retiree Healthcare BA	Tracks the difference between the actual forecast and the authorized costs of employee and retiree healthcare expense	D.12.09.004; September 13, 2012/D.15.11.030; November 19, 2015	$459,051.14	($1,001.16)	($1,021.31)	($1,040.20)	A.24-01-002 et al	Once the final decision is issued in A.24-01-002 et al, Liberty will file an advice letter to transfer the remaining balance to CEBA and close this account.	N/A	N/A	0.12%	1.85%	N/A
	Pension Expense BA	Tracks the difference between actual and authorized pension expense	D.12.09.004; September 13, 2012/D.15.11.030; November 19, 2015	$1,187,116.15	$375,427.94	($149,514.65)	($671,997.12)	A.21-07-003, D.23-02-003	AL 275-W-A authorzied a 36-month temporary surcharge, with balance recorded through Dec 31, 2021, effective Sept 1, 2023.	N/A	N/A	75.00%	349.45%	N/A
	Conservation Expense One-Way Balancing Account (CEOWBA)	Tracks the difference between actual and authorized conservation program expenses	D.12.09.004; September 13, 2012/D.15.11.030; November 19, 2015	($8,756.98)	($10,061.23)	($10,263.80)	($10,453.58)	A.24-01-002 et al	Once the final decision is issued in A.24-01-002 et al, Liberty will file an advice letter to transfer the remaining balance to CEBA and close this account.	N/A	N/A	1.17%	1.85%	N/A
	Consolidated Expense Balancing Account (CEBA)	Consolidates the amortization of Commission approved balancing accounts and memorandum accounts where appropriate	D.20-09-2019		($95,596.55)	($97,521.24)	($99,324.49)	A.24-01-002 et al	Once the final decision is issued in A.24-01-002 et al, Liberty will file an advice letter to amortize the recorded balance as of 12/31/2023.	N/A	N/A	11.08%	1.85%	N/A

Utility Name	Balancing Account Name	Balancing Account Description	Authorizing Decision or Resolution or Advice Letter	Balance as of End of December 31, 2018 [1]	Balance as of End of June 30, 2025 [2]	Balance as of End of December 31, 2025 [2]	Balance as of End of June 30, 2026 [2]	Most Recent Conducted Review/Audit	Notes or Comments	(1) Authorize Recovery Amount	% of Total Balance	(2) 25th Percentile*	(3) % Change	(4) No Review Past 3 Years
	Incremental Cost Balancing Account (ICBA)	Tracks the water supply related costs for the domestic (potable water) system, includes purchased power, replenishment, and chemicals.	D.23-02-003, February 2, 2023		$2,152,336.01	$2,452,313.12	$2,785,109.28	A.18-01-002, D.20-09-2019	AL 269-W-A authorized the establishment of this account, effective July 1, 2022. This account tracks the water supply related costs for the domestic system, includes purchased power, replenishment, and chemicals.	N/A	N/A	57.81%	13.57%	N/A
	Drinking Water Fees Balancing Account (DWFBA)	Tracks the drinking water fees charged by the State Water Resources Control Board	AL 278-W-A, December 29, 2023		$77,963.91	$94,455.64	$79,016.12	None	AL 278-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.	N/A	N/A	1.64%	-16.35%	N/A
	Monterey Water Revenue Adjustment Mechanism (MWRAM) Balancing Account	Tracks the difference bewteen recorded and authorized quantity rate water revenues under tiered and single rates for residential customers	D.23-02-003, February 2, 2023		$969,080.17	$858,784.30	$567,964.29	AL 287-W	AL 287-W authorized recovery for periods May 2023 through June 2025, for a 12-month surcharge, effective January 1, 2026.	905,511	159.43%	11.79%	-33.86%	N/A
Yermo	Yermo Water Revenue Balancing Account	Tracks the difference between actual and authorized revenue requirement for the 2019 2021 rate cycle.	D.20-09-019, September 24, 2020		$502,624.55	$418,475.05	$342,063.60	A.21-07-003, D.23-02-003	AL 275-W-A authorzied a 36-month temporary surcharge, with balance recorded through June 30, 2022, effective Sept 1, 2023.	N/A	N/A	7.10%	-18.26%	N/A
Irrigation Service	Incremental Cost BA	Tracks gravity irrigation incremental costs	D.03.006.072/ AL 183 effective April 26, 2013	($57,074.35)	$393,936.17	$428,566.03	$422,224.68	A.24-01-002 et al	AL 248-W authorized a 12-month temporary surcharge, effective March 4, 2021. Once the final decision is issued in A.24-01-002 et al, Liberty will file an advice letter to amortize the balance recorded through 12/31/2023.	N/A	N/A	8.76%	-1.48%	N/A
				($168,007.47)	$4,815,557.38	$4,465,483.04	$3,921,756.98							
	Authorized Revenue Requirement-Domestic & Yermo		D.15.11.030	$23,170,000	$30,518,441	$30,518,441	$30,518,441	D.24-12-007	AL 284-W authorized revenue requirement in Cost of Capital, effective Jan 1, 2025					
	Authorized Revenue Requirement-Irrigation		D.15.11.030	$213,600	$349,060	$349,060	$349,060	D.24-12-007						

2A positive balance reflects an under-collection. A negative balance reflects an over-collection

[1]A positive balance reflects an overcollection. A negative balance reflects an under-collection.

[2]A positive balance reflects an under-collection. A negative balance reflects an over-collection. Revised signs convention per Water Division request, starting Q2 2025.

($2,301,246.76)	$5,031,180.38	$4,834,961.92	$4,817,784.76
$2,133,239.29	($215,623.00)	($369,478.88)	($896,027.78)
($168,007.47)	$4,815,557.38	$4,465,483.04	$3,921,756.98