

APPLE VALLEY RANCOS WATER COMPANY

<u>Utility Name</u>	<u>Balancing Account Name</u>	<u>Balancing Account Description</u>	<u>Authorizing Decision or Resolution or Advice Letter</u>	<u>Balance as of End of June 30, 2018 ¹</u>	<u>Balance as of End of December 31, 2018 ¹</u>	<u>Most Recent Conducted Review/Audit</u>	<u>Notes or Comments</u>	<u>(1) Authorize Recovery Amount</u>	<u>% of Total Balance</u>	<u>(2) 25th Percentile *</u>	<u>(3) % Change</u>	<u>(4) No Review Past 3 Years</u>	
Liberty Utilities Apple Valley Ranchos Water Company	Total Number of Connections per 2017 Annual Report is 23,340												
Domestic Service	2012 & Prior 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			AL 182-W	Balance is fully amortized as of December 2014.						
	2013 WRAM/MCBA					AL 190-W-A	AL 190-W-A authorized an 18-month temporary surcharge, effective July 2, 2014. Balance is fully amortized.						
	2014 WRAM/MCBA			(\$670,428.70)	(\$323,664.44)	AL 196-W-A	AL 196-W-A authorized an 18-month temporary surcharge, effective June 24, 2015.						
	2015 WRAM/MCBA			(\$113,577.34)	(\$114,881.15)	AL 217-W	AL 217-W authorized a 12-month temporary surcharge, effective May 1, 2016.						
	2016 WRAM/MCBA			(\$249,279.56)	(\$252,141.18)	AL 223-W-A	AL 223-W-A authorized a 12-month temporary surcharge, effective May 1, 2017.						
	2017 WRAM/MCBA			(\$244,372.56)	(\$247,177.82)	AL 228-W	AL 228-W authorized a 17-month temporary surcharge, effective May 22, 2018.		(831,708)	184.50%			
	2018 WRAM/MCBA			\$86,277.97	\$487,072.00	Future Advice Letter Filing	Future Advice Letter Filing				-24.85%	62.16%	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	(\$80,913.95)	(\$81,842.80)	A.18-01-002	Awaiting for final decision in Liberty Apple Valley's General Rate Case 2019			-4.51%	1.15%	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	(\$1,111,141.89)	(\$1,215,708.04)	A.18-01-002	Awaiting for final decision in Liberty Apple Valley's General Rate Case 2019			-67.01%	9.41%	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								
	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	\$412,067.10	\$459,051.14	A.18-01-002	Awaiting for final decision in Liberty Apple Valley's General Rate Case 2019			27.89%	11.40%	N/A	

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	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	\$944,319.70	\$1,187,116.15	A.18-01-002	Awaiting for final decision in Liberty Apple Valley's General Rate Case 2019			72.11%	25.71%	N/A
	One-Way Conservation BA	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)	(\$8,756.98)	A.18-01-002	Awaiting for final decision in Liberty Apple Valley's General Rate Case 2019			-0.48%	0.00%	N/A
Irrigation Service	Incremental Cost BA	Tracks gravity irrigation incremental costs	D.03.006.072/ AL 183 effective April 26, 2013	(\$52,297.25)	(\$57,074.35)	A.18-01-002	Awaiting for final decision in Liberty Apple Valley's General Rate Case 2019			-3.15%	9.13%	N/A
				(\$1,088,103.46)	(\$168,007.47)							
	2017 Authorized Revenue Requirement-Domestic		D.15.11.030	\$24,135,800	\$23,170,000	AL 230-W	AL 230-W authorized 2018 revenue requirement as the result of the tax reform, effective July 16, 2018.					
	2017 Authorized Revenue Requirement-Irrigation		D.15.11.030	\$217,650	\$213,600	AL 230-W						

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

(\$2,444,490.26) (\$1,814,174.76)
 \$1,356,386.80 \$1,646,167.29
 (\$1,088,103.46) (\$168,007.47)