

Report on Summary of Balancing Accounts
For
Class A and B Water Investor-Owned Utilities
For the Six-Month Period Ending June 30, 2025

This is the Semi-Annual Balancing Account Report on the status of balancing accounts¹ for the Class A and B Water Investor-Owned Utilities (IOU) for the six-month period ending June 30, 2025. Pursuant to Public Utilities Code §792.5 (c), the Commission is to maintain an inventory of all Class A and B large Water IOUs' balancing accounts.

Summary

The total number of balancing accounts for Class A Water IOUs is 135, an increase of 12 balancing account from the number of accounts on June 30, 2024, report (see Table 1).

The total number of balancing accounts for Class B Water IOUs is 25, unchanged from the December 31, 2023, report (see Table 1). In addition, the following reporting requirements as specified in the Public Utilities Code (PUC) §792.5 (e) are included for all the Class A and B water utilities:

- 1) Balancing accounts with a Semiannual-end balance with more than a 10-percent differential from the balancing account's authorized revenue amount (Table 2).
- 2) Balancing accounts with an authorized revenue amount that is in the 25th percentile of all balancing accounts (Table 3).
- 3) Balancing accounts that have experienced volatile fluctuations in their semiannual balances over time (Table 4).
- 4) Balancing accounts that have not been reviewed in the previous three years (Table 5).

The utilities' responses to the reporting requirements are listed in Tables 2 through 6 of this report. This report includes revision of instruction 5, to keep consistent with the balancing accounts sign convention from the Energy IOUs's. This sign convention reports as positive all undercollection account balances (revenue or adopted target is less than expenses) and as negative all overcollection account balances (revenue or adopted revenue target exceeds expenses). In addition, Table 6, lists whether an account is undercollection or overcollection.

Table 1. Total Number of Balancing Accounts for class A and B Water Utilities.

¹ The balancing accounts names of all the accounts are listed at the end of the report in Table 6.

		Utility Name	Total No. of accounts as of December 31, 2024	Total No. of accounts as of June 30, 2025	Comments
Class A	1	Liberty Utilities (Apple Valley Ranchos)	14	14	No changes
	2	California American Water Company	19	22	Two new accounts, one account with zero balance, and five account balances with reported errors, see next page for an explanation.
	3	California Water Service Company	19 ²	22	Three new accounts, see next page for an explanation.
	4	Golden State Water Company	7	7	Two accounts created after submittal, see next page for an explanation.
	5	Great Oaks Water Company	6	6	No changes
	6	Liberty Utilities (Park Water Company)	9	9	No changes
	7	San Gabriel Valley Water Company	20	24	Four new accounts, see next page for an explanation.
	8	San Jose Water Company	15	17	Two new accounts, see next page for an explanation.
	9	Suburban Water Systems	14	14	No changes
Total Class A Balancing Accounts			123	135	
Class B	1	Alisal Water Company	5	5	No changes
	2	Bakman Water Company	4	4	No changes
	3	Del Oro Water Company	16	16	No changes
Total Class B Balancing Accounts			25	25	

² Was not counted on the previous report as of December 31, 2025

California American Water Company, Cal Am

New Accounts

Cal Am lists the following two new accounts:

- 1) Incremental Cost Balancing Account, authorized by Decision D.24-12-025, and Advice Letters numbers, 1979, 1480, and 1481-A.
- 2) Conservation Adjustment for Rate Tier Designs Mechanism (CART) Balancing Account, authorized by D.24-12-025, and Advice Letters, 1472, 1473, and 1474.

Third Account

The East Pasadena Purchased Water Balancing Account that was not in the previous report, is listed again in this report³. The East Pasadena Purchased Water BA, has had a balance of zero on the June 30, 2022 report and is closed.

Wrong Balance

Cal Am also reported the wrong balance on its Customer Assistance Program (CAP) Balancing Account reflected on the December 31, 2024 Report on Summary of Balancing Accounts., This report now reflects the correct balance of -\$765,579 for the CAP balancing account⁴.

Additional Reporting Errors

Cal Am reported that six balances of its balancing accounts were adjusted due to the following reporting errors:

- **WRAM/MCBA:** incorrect balances were inadvertently reported for the Central Satellites and Sacramento service areas. As of June 30, 2025, the correct balances as of June 30, 2025, were an undercollection of the amount of \$757,665 for the Central Satellites and an overcollection of the amount of \$9,798 for Sacramento districts respectively.

³ The Settlement Agreement between California-American Water Company and the Public Advocates Office, authorized three accounts, the East Pasadena Purchased Water BA, the East Pasadena Purchased Power, and the East Pasadena Pumping Assessment Cost BA, in Application A.22-07-001. The Settlement Agreement states that parties agree that once the ratemaking integration for the GRC proceeding was implemented, any balance in the three accounts, will be transferred to the CEBA with interest and the accounts will be closed.

⁴ According to Cal Am, there was a formula error in CAP Balancing Account for all Districts, which sums up the balances for all service areas of Cal Am. The Monterey Wastewater district balance was inadvertently reported as the Monterey Water district balance. The difference of this reporting district is -\$348,660. While reviewing this difference, it was discovered that a transfer of East Pasadena balance from San Diego to LA reporting area caused formula errors where both East Pasadena and Bellflower were not included in the LA district balance in the June 30, 2025 report.

- **Monterey Seaside Groundwater Basin Balancing Account:** The same balance from December 31, 2024, was inadvertently carried forward. The correct balance in this account as of June 30, 2025, is an undercollection of the amount of \$91,096.
- **Drinking Water Fees Balancing Account:** The balance was incorrectly reported as \$0. The correct balance as of June 30, 2025, is an undercollection of the amount of \$1,503,134.
- **Incremental Cost Balancing Account:** The balance was mistakenly reported as an overcollection, however, the correct balance as of June 30, 2025, was an undercollection of the amount of \$175,997.
- **Conservation Adjustment for Rate Tier Designs Mechanism:** An undercollection of the amount of \$27,003 for the Central Satellites services area was inadvertently excluded.
- **Customer Assistance Program Balancing Account:** Pursuant to Decision 24-12-025, credit and debit card expenses, as well as costs associated with the San Diego Service Area Multifamily Housing in Disadvantaged Communities Program and the Low-Income Joint Water and Energy Direct Install Program, are to be recorded in the CAP balancing account. As of June 30, 2025, these amounts reflect undercollection of \$381,054 (card fees) and \$133,206, (program-related costs).

Golden State Water Company

Golden State converted the full Water Revenue Adjustment Mechanism and Modified Cost Balancing Account into the following two new accounts:

1. Incremental Cost Balancing Account (account also added via Advice Letter 1988 dated December 29, 2025)
2. Monterey Water Revenue Adjustment Mechanism (account added by AL 1970, dated September 16, 2025)

However, the preliminary statements of the two accounts did not exist at the time Golden State submitted its report on balancing accounts as of June 30, 2026⁵. Therefore, these two accounts were not listed on the report as of June 30, 2025.

⁵ In ordering paragraph 4 of D.25-01-036, dated January 30, 2025 (Application A.23-08-010), the Commission directed Golden State to discontinue its use of the **full Water Revenue Adjustment Mechanism and Modified Cost Balancing Account** and to transition to the **Monterey Water Revenue Adjustment Mechanism**, and also to establish an **Incremental Cost Balancing Account**.

California Water Service Company (Cal Water)

Cal Water lists the following three new accounts authorized in Decision D.24-03-042 and in Advice Letter AL, 2523 filed on July 29, 2024, effective January 1, 2023:

1. The Purchased Water Incremental Cost Balancing Account **Water ICBA** (tracks the difference between the actual cost of purchased water and the cost approved in rates.
2. The Pump Tax Incremental Cost BA **Pump Tax ICBA 2025** tracks the difference between the actual cost of pump taxes and the cost of approved in rates.
3. The Purchased Power Incremental Cost Balancing Account, **Power ICBA 2025**, tracks the difference between the actual cost of purchased power and the cost approved in rates.

San Gabriel Valley Water Company

San Gabriel lists four new accounts listed and described below.

1) **LA-A.22-01-003 Interim Rates Balancing Account** and

2) **FWC-A.22-01-003 Interim Rates Balancing Account**

These accounts track authorized amortization of balances previously recorded in the previous GRC in Application A.22-01-003 Interim Rate Memo Account. Amortization of the balances of these accounts were authorized in Decision D.24-03-005, dated March 5, 2024, and in Tier 3, Advice Letter number 615, dated March 1, 2025.

3) **LA-Drought Lost Revenue Balancing Account** and

4) **FWC-Drought Lost Revenue Balancing Account**

The two new accounts, 3 & 4 listed above, track authorized amortization of balances previously recorded in the Drought Lost Revenue Memorandum Account. Amortization of the balances on these two accounts were authorized in Resolution W-5282, dated December 19, 2024 and Advice Letter 604 dated December 20, 2024.

San Jose Water Company (San Jose)

San Jose lists two new accounts.

- 1) **2024 GRC Balancing and Memorandum Account Amortization** account, and
- 2) **Balancing Account Pending (2025)** used to be called **Balancing Account Pending (2024)**

The **2024 GRC Balancing and Memorandum Account Amortization** account tracks surcharge recovery and monthly interest, of an amount of \$15,791,659 per Decision D.24-12-077 against 12-months. The surcharge begins on January 1, 2025, any remaining amount after the expiration of the 12-month surcharge period, will be amortized in the 2027 GRC.

The **Balancing Account Pending (2025)**, that used to be called **Balancing Account Pending 2024** not an authorized balancing account is referenced in San Jose's last audit and on the next paragraph.

The Audit Branch Unit (UAB) of the CPUC, audited San Jose's balancing accounts for 2024, from January 1, 2024 to December 31, 2024 and it found the following two major issues.

- San Jose failed to report cumulative balances for four balancing accounts, Full Cost Balancing Account, Customer Assistance Balancing Account, Pension Balancing Account, and Drinking Water Fees Balancing Accounts. San Jose improperly transferred prior-year balances into a new account named **Balancing Account Pending 2024**, as a result, the ending balances were significantly overstated or understated. At the beginning of 2024, San Jose transferred the balances of these four accounts (ending December 31, 2023) into a newly created account titled **Balancing Account Pending 2024**. This transfer caused the 2024 ending balances to reflect only incremental activity instead of the full cumulative balances. This practice is not allowed under CPUC policies.
- San Jose overcharged customers about \$30,000 for the WRAM surcharge due to incorrect proration of service charges. San Jose failed to properly prorate the customer service charge-based on each customer's proportionate share of total water usage. This incorrect billing method resulted in the \$30,000 overcharge, however, San Jose already refunded all overcharges to its customers.

Alisal Water Company

Alisal changed its convention sign for all of its balancing accounts listed in this report.

Table 2. Balancing accounts with a semi-annual ending balance with more than a 10-percent differential from the balancing account's authorized revenue amount. ⁶

Utility Name	Balancing Account Name	Balance as of December 31, 2024	Balance as of June 30, 2025
Liberty Utilities (Apple Valley Ranchos)	2019 WRAM/MCBA	-\$35,152*	\$35,913*
California American Water Company	Other Post-Employment Benefits -All Districts	\$285,336	-\$385,259
	Pension-All Districts	-\$1,563,136	\$2,024,955
	Monterey San Clemente Dam Project Balancing Account	-\$55,606,087	\$54,282,054
	Conservation-All Districts	-\$9,124	\$9,145 ⁷
	Water Revenue Adjustment Mechanism/MCBA	-\$2,974,551	-\$915,409 ⁸
	Monterey WW Purchased Power BA	\$184,582	-\$171,198
	Monterey Seaside Groundwater Basin Balancing Account	-\$16,682	\$91,096 ⁹
	Consolidated Expense Balancing Account (CEBA)	-\$4,713,446	\$2,644,626
	Garrapata SDWSRF Loan Repayment BA	-\$23,062	\$23,513 *

⁶ Authorized revenue amount is interpreted as the most recent balance authorized for amortization (i.e., amortization revenues), or the balance reviewed in the utility's last GRC, whichever is more recent. Table 2 lists the accounts with a semi-annual ending balance with more than 10% differential from the "authorized revenue amount".

* This balancing account changed its sign to maintain consistency with the balancing sign convention.

⁸ The balance previously reported of an amount of -\$1,585,652 is not the correct amount, the correct balance is an amount of -\$915,409, see note on pages no. 4 and no. 5 of this report.

⁹ The balance previously reported of the amount of \$16,682 is not the correct amount, the correct balance is an amount of \$91,096, see the note on pages no. 4 and no. 5 of this report.

Table 2. Balancing accounts with a semi-annual ending balance with more than a 10-percent differential from the balancing account's authorized revenue amount.

Utility Name	Balancing Account Name	Balance as of December 31, 2024	Balance as of June 30, 2025
California American Water Company	Customer Assistance Program (CAP) -All Districts	\$765,579	\$1,416,561 ¹⁰
	Group Insurance	\$2,388,255	-\$2,644,235
	Incremental Cost Balancing Account	NA	\$175,997 ¹¹
	Conservation Adjustment for Rate Tier Designs Mechanism (CART)	NA	\$14,754,582 ¹²
	Fruitridge SDWSRF Loan Repayment Balancing Accounts loan D.06-04-073	-\$109,869	\$109,872
	Fruitridge SDWSRF Loan Repayment Balancing Accounts loan D.10-05-043	-\$234,813	\$234,819
California Water Service Company	Health Cost 2021 GRC (HCBA 5)	-\$3,630,297	-\$4,340,565
	CAP/LIRA BA	\$6,119,333	\$5,980,114
	RSF BA	\$3,790,378	\$2,787,139
	Drinking Water Fees BA	\$2,059,146	\$2,569,045
Golden State Water Company	Golden State Water Company does not have any accounts that meet this criterion.		
Great Oaks Water Company	Great Oaks Water Company does not have any accounts that meet this criterion.		
Liberty Utilities (Park Water Company)	Park Water does not have any accounts that meet this criterion.		

¹⁰ The amount \$902,302 that Cal Am reported on the June 30, 2025, report was not the correct balance, the correct balance is \$1,416,561, see the note on pages no. 4 and no. 5 of this report.

¹¹ The amount -\$175,997 that Cal Am inadvertently reported on the June 30, 2025, report as an overcollection was instead an undercollection of an amount of \$175,997, see the note on pages no. 4 and no. 5 of this report.

¹² The amount \$14,727,579 that Cal Am reported on the June 30, 2025, was not the correct balance, the correct balance is an amount of \$14,754,582, see the note on pages no. 4 and no. 5 of this report.

Table 2. *Balancing accounts with a semi-annual ending balance with more than a 10-percent differential from the balancing account’s authorized revenue amount.*

Utility Name	Balancing Account Name	Balance as of December 31, 2024	Balance as of June 30, 2025
San Gabriel Valley Water Company	LA Water Cost BA	\$2,008,917	-\$138,288
	LA WRAM BA	\$721,064	\$577,701
	LA Power Cost BA	\$895,489	\$538,908
	LA CAP BA	\$1,461,831	\$1,395,325
	LA Cons. Prog. BA	-\$101,846	\$106,719
	LA PABBA	\$5,271	\$7,077
	LA-A.19-01-001 Interim Rates	-\$371,877	-\$311,569
	LA Water Rights	-\$1,701,676	-\$1,414,559
	LA-A.22-01-003 Interim Rates	NA	\$5,899,904
	LA Drought Lost Revenue	NA	\$1,024,436
	FWC Power Cost	-\$1,082,999	-\$1,780,113
	FWC CAP	\$833,053	\$652,276
	FWC- Conservation Program	-\$243,786	-\$391,164
	FWC-Water Cost	-\$7,262,572	-\$9,321,111
	FWC WRAM	\$452,608	\$586,666
	FWC PABBA	-\$41,686	-\$61,844
	FWC A.19-01-001 Interim Rates BA	\$145,441	NA
	FWC-Drought Lost Revenue	NA	\$1,821,217
San Jose Water Company	San Jose Water Company does not have any accounts that meet this criterion		
Suburban Water Systems	Suburban Water Systems does not have any accounts that meet this criterion		

Table 2. Balancing accounts with a semi-annual ending balance with more than a 10-percent differential from the balancing account's authorized revenue amount.

Utility Name	Balancing Account Name	Balance as of December 31, 2024	Balance as of June 30, 2025
Alisal Water Company	Alisal Water Company does not have any accounts that meet this criterion.		
Bakman Water Company	Purchased Power Balancing Account	\$1,132,564	\$1,254,434
	Purchased Water Balancing Account	\$360,612	\$398,879
	Water Quality Balancing Account	\$112,163	\$104,910
	California Department of Public Health User Fees Balancing Account	\$74,025	\$73,150
Del Oro Water Company	Lime Saddle-Purchased Power & Water BA	\$120,545	\$106,043
	Paradise Pines-Purchased Power & Water BA	\$369,778	\$341,925
	Magalia-Purchased Power & Water BA	\$76,040	\$69,730
	California Pines-Drought BA ¹³	-\$12,154	-\$12,154
	Paradise Pines-Drought BA	-\$1,190,701	-\$1,190,701
	River Island-Drought BA	-\$48,393	-\$48,393
	Metropolitan-Drought BA	-\$6,056	-\$6,056
	Paradise Pines-Lost Revenue	-\$543,115	-\$543,115
	Lime Saddle-Lost Revenue	-\$93,152	-\$93,152
	Magalia-Lost Revenue	-\$66,820	-\$66,820
	Buzztail-Lost Revenue	-\$8,153	-\$8,153

¹³ Account has the same balance listed on the last three reports.

Table 3. *Balancing accounts with an authorized revenue amount that is in the top 25th percentile of all balancing accounts.*

Utility Name	Balancing Account Name	Balance as of December 31, 2024	Balance as of June 30, 2025
Liberty Utilities (Apple Valley Ranchos)	Incremental Cost BA	-\$1,986,004*	\$2,152,336* ¹⁴
	Monterey WRAM BA	-\$531,319*	\$969,080*
	CARW Revenue Reallocation BA	-\$531,871*	\$559,811*
California American Water Company	Monterey San Clemente Dam Project Balancing Account	-\$55,606,087	\$54,282,054
California Water Service Company	Pension 2021 GRC (PCBA 5)	-\$14,143,464	-\$16,047,671
	District Specific BAs	\$10,423,195	\$10,524,102
	M-WRAM BA	\$33,060,809	\$50,425,624
	CAP/LIRA BA	\$6,119,333	\$5,980,114
	Health Cost BA-2021 GRC (HCBA 5)	-\$3,630,297	-\$4,340,565
	Power ICBA 2024	\$4,409,119	\$4,504,469
Golden State Water Company	WRAM/MCBA	-\$28,611,252	-\$18,341,142
	Customer Assistance Program (formerly as California Alternative Rates for Water)	-\$8,834,238	-\$10,230,732
Great Oaks Water Company	GOWC does not have any accounts that meet this criterion.		
Liberty Utilities (Park Water Company)	Monterey WRAM	-\$3,039,612	\$3,976,631
	Incremental Cost BA	-\$1,464,422	\$2,084,691
San Gabriel Valley Water Company	FWC-Water Cost BA	-\$7,262,572	-\$9,321,111
	LA-A.22-01-003 Interim Rates BA	NA	\$5,899,904
	FWC-A.22-01-003 Interim Rates BA	NA	\$4,268,504

* These balancing accounts changed its sign to maintain consistency with the balancing sign convention.

Table 3. *Balancing accounts with an authorized revenue amount that is in the top 25th percentile of all balancing accounts.*

Utility Name	Balancing Account Name	Balance as of December 31, 2024	Balance as of June 30, 2025
San Gabriel Valley Water Company	FWC-Drought Lost BA	NA	\$1,821,217
	LA-Power Cost BA	\$895,489	\$536,908
San Jose Water Company	Water Revenue Adjustment Mechanism (WRAM) Balancing Account	\$9,984,657	\$14,753,084
	2024 GRC Balancing and Memorandum Account Amortization	\$0	\$9,845,091
	Pension BA	-\$3,909,464	-\$7,016,603
	Full Cost BA	-\$4,531,750	-\$5,212,772
	CAP Program	\$1,753,853	\$2,263,669
Suburban Water Systems	Volume Related Cost BA (aka PP, PW and PW AL 364) for SJH SA	-\$1,566,612	\$774,323
	WRAM BA (D.24-12-030) for SJH SA	-\$1,221,470	\$1,421,709
	Volume Related Cost BA (aka PP, PW and PW) for SJH SA	-\$4,667,347	\$5,602,261
	Volume Related Cost BA (aka PP, PW, and PW) for WML SA	-\$3,895,033	\$4,244,511

Table 3. *Balancing accounts with an authorized revenue amount that is in the top 25th percentile of all balancing accounts.*

Utility Name	Balancing Account Name	Balance as of December 31, 2024	Balance as of June 30, 2025
Alisal Water Company	Alisal Water Company does not have any accounts that meet this criterion.		
Bakman Water Company	Purchased Power BA	\$1,132,564	\$1,254,434
Del Oro Water Company ¹⁵	River Island District Drought BA	-\$48,394	-\$48,393
	Metropolitan District Drought BA	-\$6,056	-\$6,056
	Paradise Pines District-Lost Revenue BA	-\$543,116	-\$543,115
	Lime Saddle District Lost Revenue BA	-\$93,153	-\$93,152
	Magalia Lost Revenue BA	-\$66,820	-\$66,820
	Buzztail Lost Revenue BA	-\$8,153	-\$8,153

¹⁵ All Drought and Lost Revenue Balancing Accounts list identical balances for the following reasons. The Lost Revenue Balancing Accounts were subject to legal proceedings involving PG&E, causing a delay in reaching a settlement. Del Oro Water Company's 2023 General Rate Case (GRC) was not finalized until July 11, 2024. In 2023, Del Oro Water Company confirmed receipt of 60% of the settlement amount, after deducting attorney fees. As a result, DOWC is considering refunding a portion of the Lost Revenue surcharge collected to its customers.

Table 4. Balancing accounts that have experienced volatile fluctuations in their semi-annual balances over time (accounts that have fluctuations of 20 percent or more from the previous semi-annual balance).

Utility Name	Balancing Account Name	Balance as of December 31, 2024	Balance as of June 30, 2025
Apple Valley Water Company	Monterey WRAM BA	-\$531,319*	\$969,080* ¹⁶
	Pension Expense BA	-\$1,055,500*	\$375,427*
	Drinking Water Fees BA	-\$61,487*	\$77,963*
California American Water Company	OPEBA BA	-\$285,336	-\$385,259
	Pension BA	-\$1,563,136	\$2,024,955
	WRAM/MCBA	\$2,974,551	-\$915,409 ¹⁷
	Consolidated Expense Balancing Account	\$4,713,446	\$2,644,626
	Customer Assistance Program (CAP) BA	-\$765,579	\$1,416,561 ¹⁸
	Incremental Cost Balancing Account	\$837,439	\$175,997 ¹⁹
	Conservation Adjustment for Rate Tier Designs Mechanism (CART)	NA	\$14,754,582 ²⁰
	Grant Tax Balancing Account-Hillview	-\$44,391	-\$68,938

¹⁶ * These balancing account changed its sign to maintain consistency with the balancing sign convention.

¹⁷ The balance previously reported of an amount of ~~-\$1,585,652~~ is not the correct amount, the correct balance is an amount of ~~-\$915,409~~, see the note on pages no. 4 and no. 5 of this report.

¹⁸ The amount \$902,302 that Cal Am reported on the June 30, 2025, report was not the correct balance, the correct balance is \$1,416,561, see the note on pages no. 4 and no. 5 of this report.

¹⁹ The amount ~~-\$175,997~~ that Cal Am inadvertently reported on the June 30, 2025, report as an overcollection was instead an undercollection of an amount of \$175,997, see the note on pages no. 4 and 5 of this report.

²⁰ The amount \$14,727,579 that Cal Am reported on the June 30, 2025, was not the correct balance, the correct balance is an amount of \$14,754,582, see the note on pages no. 4 and no. 5 of this report.

Table 4. Balancing accounts that have experienced volatile fluctuations in their semi-annual balances over time (accounts that have fluctuations of 20 percent or more from the previous semi-annual balance).

Utility Name	Balancing Account Name	Balance as of December 31, 2024	Balance as of June 30, 2025
California Water Service Company	WRAM/MCBA	\$4,737,034	\$3,636,020
	Conservation 2018 GRC (ICEBA 4) ²¹	-	-
	Conservation 2021GRC (CEBA5)	\$3,294,201	-\$2,888,811
	Pension 2018 GRC (PCBA 4) ²²	-	-
	Pension 2021 GRC (PCBA 5)	-\$14,143,464-	-\$16,047,671
	Health Cost BA – 2018 GRC (HCBA 4) ²³	-	-
	Health Cost BA – 2021 GRC (HCBA 5)	-\$3,630,297	-\$4,340,565
	District Specific BAs	\$10,423,195	\$10,524,102
	Drinking Water Fees BA	\$2,059,146	\$2,569,045

²¹ The net Undercollection of \$239,712 transferred to District BAs, but not officially closed.

²² The net Undercollection of \$3,120,440 transferred to Dist BAs, but not officially closed.

²³ The net Overcollection of -\$663,452 trasferred to Dist BAs, but not officially closed.

All three accounts, Conservation 2018 GRC (ICEBA 4), Pension 2018 GRC (PCBA 4), and Health Cost BA-2018 GRC (HCBA 4) were authorized in Decision D.20-12-007 (December 6, 2020) Advice Letter 2402 created in January 27, 2021 and Advice Letter 2478 authorized amortization of this account.

Table 4. Balancing accounts that have experienced volatile fluctuations in their semi-annual balances over time (accounts that have fluctuations of 20 percent or more from the previous semi-annual balance).

Utility Name	Balancing Account Name	Balance as of December 31, 2024	Balance as of June 30, 2025
California Water Service Company	M-WRAM BA	\$33,060,809	\$50,425,624
	Water, Pump Tax, and Power ICBA for 2023	-\$5,500,826	-\$2,281,444
	Water ICBA 2024	-\$1,400,430	-\$1,470,141
	Pump Tax ICBA 2024	\$735,041	\$793,821
	Power ICBA 2024	\$4,409,119	\$4,504,469
Golden State Water Company	American Recovery and Reinvestment Act BA	\$182,346	\$220,982
	Pension and Benefits BA	\$1,704,655	\$1,254,194
	WRAM/MCBA	-\$28,611,252	-\$18,341,142
Great Oaks Water Company	GOWC does not have any accounts that meet this criterion.		
Park Water Company	Group Pension BA	-\$1,879,308	\$1,220,422
	Incremental Cost BA	-\$1,464,422	\$2,084,691
	Drinking Water Fees BA	-\$152,120	\$190,768
	Monterey Water Revenue Adjustment Mechanism (MWRAM) BA	-\$3,039,611	\$3,976,631

Table 4. Balancing accounts that have experienced volatile fluctuations in their semi-annual balances over time (accounts that have fluctuations of 20 percent or more from the previous semi-annual balance).

Utility Name	Balancing Account Name	Balance as of December 31, 2024	Balance as of June 30, 2025
San Gabriel Valley Water Company	Los Angeles (LA) LA Power Cost Balancing Account (BA)	\$895,489	\$538,908
	LA Cons. Prog. BA	-\$101,846	\$105,719
	LA Water Cost BA	\$2,008,917	-\$138,288
	LA PABBA	\$5,271	\$7,077
	LA Drinking Water Fees BA	-\$39,520	\$89,843
	FWC CAP BA	\$833,053	\$652,276
	FWC Power Cost BA	-\$1,082,999	-\$1,780,113
	FWC Conservation Cost BA	-\$243,786	-\$391,164
	FWC PABBA BA	-\$41,686	-\$81,844
	FWC WRAM BA	\$452,608	\$586,666
	FWC Water Cost BA	-\$7,262,572	-\$9,321,111
	FWC Drinking Water Fees BA	\$25,064	\$47,371
San Jose Water Company	Balancing Account Pending (2020)	\$5,938,637	\$0
	Balancing Account Pending (2021)	\$6,501,086	\$0
	Balancing Account Pending (2022)	\$4,160,349	\$0

Table 4. Balancing accounts that have experienced volatile fluctuations in their semi-annual balances over time (accounts that have fluctuations of 20 percent or more from the previous semi-annual balance).

Utility Name	Balancing Account Name	Balance as of December 31, 2024	Balance as of June 30, 2025
San Jose Water Company	Balancing Account Pending (2023)	-\$7,057,919	\$0
	CAP Program BA	\$1,753,853	\$2,263,669
	Pension BA	-\$3,909,464	-\$7,016,603
	Drinking Water Fees BA	-\$232,951	\$105,680
	Recovery of Pressure Reducing Valve BA	\$113,213	\$0
	Amortization of Undercollection of various Accounts GRC BA	\$117,808	\$0
	Amortization of Undercollection of various Memorandum Accounts GRC 2021	\$202,969	\$0
	Water Revenue Adjustment Mechanism (WRAM) Balancing Account	\$9,984,657	\$14,753,084
Suburban Water Systems, San Jose Hills Service Area (SJH SA) and Whittier La Mirada Service Area, WLM SA	Volume Related Cost BA [aka PP, PW, and PW/PT (AL 364) SJH SA]	-\$1,566,612	\$774,323
	Volume Related Cost Reserve Account for PP, PW, and PW (Future filing) for SJH SA	-\$4,667,347	\$5,602,261
	Recycled Water (AL 364), WLM SA	-\$35,624	\$20,083

Table 4. Balancing accounts that have experienced volatile fluctuations in their semi-annual balances over time (accounts that have fluctuations of 20 percent or more from the previous semi-annual balance).

Utility Name	Balancing Account Name	Balance as of December 31, 2024	Balance as of June 30, 2025
Suburban Water Systems, San Jose Hills Service Area (SJH SA) and Whittier La Mirada Service Area, WLM SA	Volume Related Cost BA (aka PP, PW, and PW/PT WLM SA (AL 364)	-\$1,318,399	\$472,515
	Conservation Expenses One-Way BA (SJH SA & WLM SA)	-\$1,712	-\$144,318
	Drinking Water Fees BA (SJH SA & WLM SA)	-\$105,264	\$82,859
Alisal Water Company	Alisal Water Company does not have any accounts that meet this criterion.		
Bakman Water Company	Bakman Water Company does not have any accounts that meet this criterion.		
Del Oro Water Company	Lime Saddle-Purchased Power and Water	\$120,545	\$106,043
	Magalia-Purchased Power and Water	\$76,040	\$69,730

Table 5. *Balancing accounts that have not been reviewed in the previous three years.*

Utility Name	Balancing Account Name and Balance (if applicable)
Liberty Utilities (Apple Valley Ranchos)	All accounts were reviewed for the period January 1, 2023 through December 31, 2023, on the CPUC Audit to Liberty Utilities (Apple Valley Ranchos Water) Corp., the report was dated December 2024 and is available on the website.
California American Water Company	All of California American Water’s balancing accounts were either reviewed in its most recent approved general rate case (D.24-12-025) or in advice letter filings within the previous three years. California American Water states in its report that all the balancing accounts amounts shown are preliminary and have not been audited by the Company's independently registered public accounting firm.
California Water Service Company	All active accounts have been reviewed within the past 3 years.
Golden State Water Company	All accounts were reviewed in its most recent general rate case in A. 23-08-010 (Decision D. 25-01-036) or were reviewed in advice letters.
Great Oaks Water Company	All accounts were under review by the Water Division in AL 326, dated June 5, 2024.
Liberty Utilities (Park Water Company)	All accounts were reviewed in their most recent general rate case (D.23-02-003) or were reviewed in advice letter filings within the previous three years.
San Gabriel Valley Water Company	The Los Angeles County Division Conservation Program balancing account was audited in 2021 by the CPUC’s Utility’s Audit’s Branch, and the Los Angeles County Division Power Cost Balancing account was reviewed in Advice Letter 573 in 2021. Additionally, the Los Angeles County Division and Fontana Water Company Division Drinking Water Fees balancing accounts have not been reviewed, as they were opened on January 1, 2024. All other balancing accounts have been reviewed in the previous three years. Additionally, the CPUC’s Utility Audits Branch is currently conducting an audit of San Gabriel’s balancing accounts for the year 2023.

Table 5. *Balancing accounts that have not been reviewed in the previous three years.*

Utility Name	Balancing Account Name and Balance (if applicable)
San Jose Water Company	All accounts have been reviewed within the past 3 years. In addition, the CPUC’s Utility Audits Branch performed an audit for San Jose’s balancing accounts for 2024, from January 1, 2024 to December 31, 2024.
Suburban Water Systems	Suburban lists the following accounts that have not been reviewed in the previous three years but are in the current GRC A.23-01-001 for review: 1) Volume Related Cost BA-Reserve Account for Purchased Power, Purchased Water and Pumped Water/Pumped Tax BA (AL 364) for San Jose Hills Service Area 2) Recycled Water BA for San Jose Hills Service Area (Future filing) 3) Water Revenue Adjustment Mechanism (WRAM) BA, D.24-12-030 for San Jose Hills Service Area (Estimated unaudited balance for period September 2022 to June 2025) 4) Volume Related Cost BA-Reserve Account for Purchased Power, Purchased Water and Pumped Water/Pumped Tax BA (Estimated balance for period July 2022 to June 2025)] for Whittier La Mirada Service Area. Water Revenue Adjustment Mechanism (WRAM) BA (Estimated unaudited balance for period September 2022 to June 2025) for Whittier La Mirada Service Area 5) Sativa Production Cost BA (estimated balance in Sativa System for December 2022 to June 2025) for Whittier La Mirada Service Area 6) Water Revenue Adjustment Mechanism (WRAM) BA, D.24-12-030 (Estimated unaudited balance for period September 2022 to June 2025) for Whittier La Mirada Service Area Sativa Production Cost BA (estimated balance in Sativa System for December 2022 to June 2025) for Whittier La Mirada Service Area

Table 5. *Balancing accounts that have not been reviewed in the previous three years*

Utility Name	Balancing Account Name and Balance (if applicable)
Alisal Water Company	All active accounts have been reviewed within the past 3 years.
Bakman Water Company	All active accounts were reviewed in 2023.
Del Oro Water Company	Balancing accounts that were not amortized during the 2020 General Rate Case (GRC) were reviewed in the 2023 GRC, which was only concluded on July 11, 2024. Additionally, new accounts were established for Lost Revenue attributed to the Camp Fire incident. In December 2023, PG&E communicated to Del Oro Water Company that the settlement resulting from the litigation between PG&E and the Insurance Agent had been finalized. Del Oro Water Company received 60% of the settlement amount after deducting attorney fees and shared this information with the Water Division. Consequently, Del Oro Water Company requested authorization to refund a portion of the Lost Revenue Balancing Account surcharge that was collected in advice letter 546, effective September 9, 2024.

Table 6. Balancing Account Names of Class A and B Water Utilities

Utility Name	Balancing Account Name		Overcollection or Undercollection
Liberty Utilities (Apple Valley Ranchos)	1	2019 WRAM/MCBA	Undercollection
	2	2020 WRAM/MCBA	Undercollection
	3	2021 WRAM/MCBA	Overcollection
	4	2022 WRAM/MCBA	Overcollection
	5	CARW Revenue Reallocation BA	Undercollection
	6	Employee and Retiree Healthcare BA	Overcollection
	7	Pension Expense BA	Undercollection
	8	One-Way Conservation BA	Overcollection
	9	Consolidated Expense BA	Overcollection
	10	Incremental Cost BA – Domestic Service	Undercollection
	11	Drinking Water Fees Balancing Account	Undercollection
	12	Yermo Water Revenue BA	Undercollection
	13	Incremental Cost BA-Irrigation	Undercollection
	14	Monterey WRAM/MCBA	Undercollection
California American Water Company	1	OPEB Balancing Account - San Diego	Overcollection
		OPEB Balancing Account -Monterey	
		OPEB Balancing Account -Monterey WW	
		OPEB Balancing Account – Toro	
		OPEB Balancing Account – LA	
		OPEB Balancing Account -Ventura	
		OPEB Balancing Account -Sacramento	
		OPEB Balancing Account -Larkfield	
	2	Pension Balancing Account -San Diego	Undercollection
		Pension Balancing Account -Monterey	
		Pension Balancing Account -Monterey WW	
		Pension Balancing Account – Toro	
		Pension Balancing Account – LA	
		Pension Balancing Account – Ventura	
		Pension Balancing Account – Sacramento	
		Pension Balancing Account -Larkfield	
	3	Monterey San Clemente Dam Project Balancing Account	Undercollection
	4	Conservation Balancing Account- Larkfield	Undercollection
		Conservation Balancing Account - Los Angeles	
		Conservation Balancing Account - Monterey Main	
		Conservation Balancing Account - Monterey Satellite	
		Conservation Balancing Account - Monterey WW	
		Conservation Balancing Account – Sacramento	
		Conservation Balancing Account - San Diego	
		Conservation Balancing Account – Ventura	
	5	WRAM/MCBA - San Diego	Overcollection
		WRAM/MCBA - Los Angeles	
		WRAM/MCBA – Ventura	

Table 6. Balancing Account Names of Class A and B Water Utilities

Utility Name	Balancing Account Name		Overcollection or Undercollection
California American Water Company	5	WRAM/MCBA – Larkfield	Overcollection
		WRAM/MCBA – Monterey	
		WRAM/MCBA - Monterey-Ambler	
		WRAM/MCBA - Monterey-Toro	
		WRAM/MCBA - Sacramento	
	6	Monterey WW Purchased Power Balancing Account	Overcollection
	7	Monterey Seaside Groundwater Basin Balancing Account	Undercollection
	8	Consolidated Expense Balancing Account - San Diego	Undercollection
		Consolidated Expense Balancing Account - Monterey Main	
		Consolidated Expense Balancing Account – Monterey Central	
		Consolidated Expense Balancing Account – Monterey WW	
		Consolidated Expense Balancing Account – LA	
		Consolidated Expense Balancing Account – Ventura	
		Consolidated Expense Balancing Account – Sacramento	
		Consolidated Expense Balancing Account – Larkfield	
	9	Garrapata SDWSRF Loan Repayment Balancing Account	Undercollection
	10	Customer Assistance Program CAP -San Diego	Undercollection
		Customer Assistance Program CAP – Ventura	
		Customer Assistance Program CAP -Sacramento	
		Customer Assistance Program CAP– Larkfield	
		Customer Assistance Program CAP – Monterey Main	
		Customer Assistance Program CAP - Monterey Central, Monterey WW, and – Los Angeles	
	11	Group Insurance - San Diego	Overcollection
		Group Insurance – Monterey	
		Group Insurance – Monterey WW	
		Group Insurance – Toro	
		Group Insurance – LA	
		Group Insurance – Ventura	
		Group Insurance – Sacramento	
		Group Insurance – Larkfield	
	12	Drinking Water Fees Balancing Account	No collection
	13, New	Incremental Cost Balancing Account	Overcollection
	14, New	Conservation Adjustment for Rate Tier Designs Mechanism (CART)	Undercollection
	15	Hillview SDWSRF Loan Repayment Balancing	Undercollection
	16	Fruitridge SDWSRF Loan Repayment Balancing Accounts	Undercollection
	17	Fruitridge SDWSRF Loan Repayment Balancing Accounts	Undercollection

Table 6. Balancing Account Names of Class A and B Water Utilities

Utility Name	Balancing Account Name		Overcollection or Undercollection
California American Water Company	18	Hillview Water Treatment Balancing Account	No collection
	19	Hillview Grant Tax Balancing Account	Overcollection
	20	East Pasadena Purchased Power Balancing Account	No Collection
	21	East Pasadena-Pumping Balancing Account	No Collection
	22	East Pasadena Purchased Water Balancing Account, closed	No Collection
California Water Service Company	1	WRAM/MCBA	Undercollection
	2	Lucerne BA	Undercollection
	3	Conservation 2018 GRC (CEBA 4)	Undercollection
	4	Conservation 2021 GRC (CEBA 5)	Overcollection
	5	Pension 2015 GRC (PCBA 3)	Undercollection
	6	Pension 2018 GRC (PCBA 4)	Undercollection
	7	Pension 2021 GRC (PCBA 5)	Overcollection
	8	Health Cost BA 2018 GRC (HCBA 4)	Overcollection
	9	Health Cost BA 2021 GRC (HCBA 5)	Overcollection
	10	CAP/LIRA Balancing Account	Undercollection
	11	RSF Balancing Account	Undercollection
	12	District-Specific BAs	Undercollection
	13	Drinking Water Fees Balancing Account	Undercollection
	14	M-WRAM BA	Undercollection
	15	Water, Pump Tax, and Power ICBA 2023	Overcollection
	16	Water ICBA 2024	Overcollection
	17	Pump Tax ICBA 2024	Undercollection
	18	Power ICBA 2024	Undercollection
	19	Water ICBA 2025	Overcollection
	20	Pump Tax ICBA 2025	Undercollection
	21	Power ICBA 2025	Undercollection
	22	21GRC COBA-Capital One Way BA	Overcollection

Table 6. Balancing Account Names of Class A and B Water Utilities

Utility Name	Balancing Account Name		Overcollection or Undercollection
Golden State Water Company	1	American Recovery and Reinvestment Act of 2009	Undercollection
	2	Pension and Benefits Balancing Account	Undercollection
	3	Customer Assistance Program (formerly as California Alternative Rates for Water)	Overcollection
	4	WRAM/MCBA	Overcollection
	5	Clearlake Supply Cost Balancing Account	Overcollection
	6	General Ratemaking Area Balancing Account ("GRABA")	Undercollection
	7	Drinking Water Fees Balancing Account	Overcollection
Great Oaks Water Company	1	Purchased Power BA	Undercollection
	2	Groundwater Charges Other Than Agricultural Irrigation	No Collection
	3	Groundwater Charges, Agricultural Irrigation	No Collection
	4	Low Income Customer Assistance Program Surcharge Balancing Account	Overcollection
	5	Pension Expense Balancing Account	No Collection
	6	Drinking Water Fees BA	Undercollection
Liberty Utilities (Park Water Company)	1	2022 WRAM/MCBA	Undercollection
	2	Recycled Water-Incremental Cost BA	Undercollection
	3	CARW Revenue Reallocation BA	Overcollection
	4	One-Way Conservation BA	Overcollection
	5	Group Pension Expense BA	Undercollection
	6	Consolidated Expense Balancing Account (CEBA)	Overcollection

Table 6. Balancing Account Names of Class A and B Water Utilities

Utility Name	Account Name		Overcollection or Undercollection
Liberty Utilities (Park Water Company)	7	ICBA	Undercollection
	8	Drinking Water Fees Balancing Account	Undercollection
	9	Monterey WRAM BA, New	Undercollection
San Gabriel Valley Water Company	1	LA-Water Cost	Overcollection
	2	LA-Power Cost	Undercollection
	3	LA-Water Revenue Adjustment Mechanism (WRAM)	Undercollection
	4	LA-Customer Assistance Program (CAP)	Undercollection
	5	LA-Conservation Program	Undercollection
	6	LA-Previously Authorized Balances Balancing Account (PABBA)	Undercollection
	7	LA-2018 Tax Accounting Balancing Account	Closed
	8	LA-El Monte Office Balancing Account	Closed
	9	LA-A.19-01-001 Interim Rates Balancing Account	Overcollection
	10	LA-Drinking Water Fees Balancing Account (DWFBA)	Undercollection
	11	LA-Water Rights Balancing Account	Overcollection
	12, New	LA-A.22-01-003 Interim Rates Balancing Account	Undercollection
	13, New	LA-Drought Lost Revenue Balancing Account	Undercollection
	14	FWC-Water Cost	Overcollection
	15	FWC-Power Cost	Undercollection
	16	FWC-Water Revenue Adjustment Mechanism (WRAM)	Undercollection
	17	FWC-Customer Assistance Program (CAP) Balancing Account	Undercollection

Table 6. Balancing Account Names of Class A and B Water Utilities

Utility Name	Account Name		Overcollection or Undercollection
San Gabriel Valley Water Company	18	FWC-Conservation Program	Overcollection
	19	FWC-Previously Authorized Balances Balancing Account (PABBA)	Overcollection
	20	FWC -2018 Tax Accounting Balancing Account	Closed
	21	FWC -A.19-01-001 Interim Rates Balancing Account	Closed
	22	FWC-Drinking Water Fees Balancing Account (DWFBFA)	Undercollection
	23, New	FWC-A.22-01-003 Interim Rates Balancing Account	Undercollection
	24, New	FWC-Drought Lost Revenue Balancing Account	Undercollection
San Jose Water Company	1	Balancing Account Pending (2020)	No Collection
	2	Balancing Account Pending (2021)	No Collection
	3	Balancing Account Pending (2022)	No Collection
	4	Balancing Account Pending (2023)	No Collection
	5	Balancing Account Pending (2025) aka Balancing Account Pending 2024	Overcollection
	6	Full Cost Balancing Account BA	Overcollection
	7	CAP Program BA	Undercollection
	8	Pension BA	Overcollection
	9	SRF Loan I Surcharge BA	Overcollection
	10	SRF Loan II Surcharge BA	Undercollection
	11	Recovery of Pressure Reducing Valve BA	No Collection
	12	Amortization of under collection of various Balancing Accounts GRC 2021	No Collection

Table 6. Balancing Account Names of Class A and B Water Utilities

Utility Name	Account Name		Overcollection or Undercollection
San Jose Water Company	13	Amortization of under collection of various Balancing Accounts GRC 2021	No Collection
	14	Water Revenue Adjustment Mechanism (WRAM) BA	Undercollection
	15	Drinking Water Fees BA	Undercollection
	16	Group Insurance BA	Undercollection
	17, New	2024 GRC Balancing and Memorandum Account Amortization	Undercollection
Suburban Water Systems	1	WRAM BA (D1905029 & D2110024)- San Jose Hills SA	Overcollection
	2	WRAM BA -San Jose Hills SA	Undercollection
	3	Volume Related Cost BA aka Purchased Power, Purchased Water, and Pumped Water (AL 364) -SJH SA	Undercollection
	4	Recycled Water (AL 364) -San Jose Hills SA	Undercollection
	5	Volume Related Cost BA aka PP, PW, and PW (Estimated balance)-San Jose Hills SA	Undercollection
	6	Recycled Water-San Jose Hills SA	Undercollection
	7	WRAM BA Whittier-La Mirada SA (D1905029 & D2110024)	Overcollection
	8	WRAM BA -La Mirada SA (Estimated Unaudited Account Balance)	Undercollection
	9	Volume Related Cost BA aka PP, PW, and PW (AL 364) -La Mirada SA	Undercollection
	10	PP, PW, and PW BA -La Mirada SA (Estimated Reserve Account Balance)	Undercollection
	11	Sativa Cost Production Cost Balancing Account for WLM SA	Undercollection
	12	Employee Healthcare (D1905029)- Both San Jose and Whittier La Mirada Service Areas	Undercollection

Table 6. Balancing Account Names of Class A and B Water Utilities

Utility Name	Balancing Account Name		Overcollection or Undercollection
Suburban Water Systems	13	2024 - 2026 Conservation Expense One-Way (Future Filing)- Both San Jose and Whittier La Mirada Service Areas	Undercollection
	14	Drinking Water Fees Balancing Account (AL 395-W) for SJH & WLM SAs	Overcollection
Alisal Water Company	1	Water Quality Expenses	Undercollection
	2	SWRCB User Fee Balancing Account (also known as Department of Public Health User Fee)	Undercollection
	3	Water Revenue Adjustment BA	Undercollection
	4	Water Conservation Expense One Way BA	Undercollection
	5	Purchased Power Balancing Account	Undercollection
Bakman Water Company	1	Purchased Power BA	Undercollection
	2	Purchased Water BA	Undercollection
	3	Water Quality BA	Undercollection
	4	California Department of Public Health User Fees Balancing Account BA	Undercollection
Del Oro Water Company	1	River Island District-Purchased Power and Water BA	Undercollection
	2	Lime Saddle District-Purchased Power and Water BA	Undercollection
	3	Magalia District-Purchased Power and Water BA	Undercollection
	4	Paradise Pines District-Purchased Power and Water BA	Undercollection
	5	California Pines District-Drought Balancing BA	Overcollection

Table 6. Balancing Account Names of Class A and B Water Utilities

Utility Name	Balancing Account Name		Overcollection or Undercollection
Del Oro Water Company	6	Magalia District-Drought Balancing	Overcollection
	7	Strawberry District-Drought BA	No Collection
	8	Paradise Pines District-Drought BA	Overcollection
	9	River Island District-Drought BA	Overcollection
	10	Johnson Park District-Drought BA	Overcollection
	11	Country Estates District-Drought BA	Overcollection
	12	Metropolitan District-Drought BA	Overcollection
	13	Paradise Pines District-Revenue BA	Overcollection
	14	Lime Saddle-Revenue BA	Overcollection
	15	Magalia District-Revenue BA	Overcollection
	16	Buzztail District-Revenue BA	Overcollection