

SAN GABRIEL VALLEY WATER COMPANY

July 3, 2012

Advice Letter No. 417

U337W

TO THE PUBLIC UTILITIES COMMISSION OF THE STATE OF CALIFORNIA

San Gabriel Valley Water Company ("San Gabriel") hereby requests ministerial review of the following changes in tariff sheets applicable to its Fontana Water Company division:

<u>CPUC Sheet No.</u>	<u>Title</u>	<u>Schedule No.</u>	<u>Canceled CPUC Sheet No.</u>
2158-W	Recycled Water Metered Service	FO-6	N/A
2159-W	Recycled Water Metered Service (cont.)	FO-6	N/A
2160-W	List of Contracts and Deviations	N/A	2031-W
2161-W	Table of Contents (cont.)	N/A	2032-W
2162-W	Table of Contents	N/A	2157-W

An original and four copies of this advice letter are submitted in compliance with Ordering Paragraph No. 1 of D.12-06-002, dated June 7, 2012, which authorizes the company to provide recycled water service under both a new tariff schedule and a special contract. Since this is a compliance filing, **this advice letter is designated as Tier 1** and becomes effective immediately.

Discussion

On April 26, 2011, the City of Fontana's City Council approved a contract ("Contract"), subject to approval by the Commission of the Contract's specific rates and terms, for the delivery of recycled water by San Gabriel to its customers in the Fontana Water Company division. On June 2, 2011, San Gabriel filed Application No. 11-06-005 seeking authorization to implement a contract rate for recycled water service to the City of Fontana and the local school districts and to establish a new recycled tariff, Schedule No. FO-6, for the sale of recycled water to customers other than the City and the local school districts. On June 7, 2012, the Commission in Decision No. 12-06-002 approved and adopted a settlement agreement resolving all issues presented by San Gabriel's Application. This advice letter seeks authority to add the new Schedule FO-6 (Recycled

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Water Metered Service) to its tariffs and to add the Contract to the List of Contracts and Deviations tariff sheet.

The draft Schedule FO-6, appended to the Settlement Agreement and as Attachment B to D.12-06-002, has been updated to reflect subsequent changes to Schedule FO-1. Per the Commission-approved Contract with the City of Fontana, the quantity rate for Schedule FO-6 is equal to 75% of the existing quantity rate for Schedule FO-1. All monthly service charges and temporary surcharges/surcredits are identical in the two rate schedules. The only workpaper for this advice letter, the existing Schedule FO-1, is provided to the Commission staff for its review.

Distribution of this Advice Letter is being made to the attached service lists in accordance with Water Industry Rule 4.1 of General Order 96-B and San Gabriel will post this Advice Letter on its website in accordance with Water Industry Rule 3.3. No further public notice is required because all public notices in connection with Application No. 11-06-005 have already been made in accordance with applicable law and Commission rules.

San Gabriel requests that the attached proposed tariffs be made effective for service rendered on and after July 3, 2012.

Thank you for your assistance in processing this tariff filing.

San Gabriel Valley Water Company



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Director of Rates and Revenue

cc: Bruce DeBerry, CPUC – Water Division
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