



Supplement to 6/19/17 MPWMD Board Packet

Attached are copies of letters received between May 9, 2017 and June 12, 2017. These letters are listed in the June 19, 2017 Board packet under Letters Received.

Author	Addressee	Date	Topic
Gail T Borkowski	Arlene Tavani	5/5/2017	Monterey County City Selection Committee Appointment to the MPWMD
California American Water	MPWMD	5/16/2017	Important Notice Regarding Your Water Rates

file:///U:/staff/Boardpacket/2017/20170619/LetterPkt/LettersRecd.docx

MONTEREY COUNTY



CLERK OF THE BOARD OF SUPERVISORS

GAIL T. BORKOWSKI

168 West Allsal Street, 1st Floor
SALINAS, CA 93901
P.O. Box 1728
SALINAS, CA 93902
(831) 755-5066, Fax: (831) 755-5888
cob@co.monterey.ca.us

RECEIVED

MAY 12 2017

MPWMD

May 5, 2017

Arlene Tavani
5 Harris Court, Bldg. G
Monterey, CA 93942

Re: Monterey County City Selection Committee Appointment to the Monterey Peninsula Water Management District

Dear Ms. Tavani,

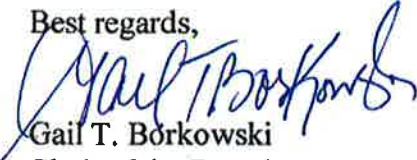
On Friday, May 5, 2017, the Monterey County City Selection Committee appointed Mayor Ralph Rubio to the Monterey Peninsula Water Management District, for term ending at the pleasure of the City Selection Committee.

Contact information for Mayor Rubio is as follows:

Mayor Ralph Rubio
440 Harcourt Avenue
Seaside, CA 93955
831-899-6703
rrubio@ci.seaside.ca.us

If you need further assistance, do not hesitate to contact me at (831) 755-5066.

Best regards,


Gail T. Borkowski
Clerk of the Board
Secretary to the City Selection Committee
County of Monterey

Cc: Mayor Rubio
CSC File

California American Water is required to file a cost of capital application every three years. The authorized cost of capital determines the amount of money California American Water is allowed to recuperate in rates as a return on the money it has invested. In this proceeding, the CPUC will determine a reasonable capital structure (financial plan), the costs of long-term debt (loans and financial obligations over one year), and an appropriate rate of return on common equity (profit for California American Water shareholders).

California American Water's proposal is summarized below:

Cost of Capital Proposal		
Cost Factor	Cost	Capital Structure
Long-Term Debt	5.63%	44.61%
Common Equity	10.80%	55.39%

That would result in a weighted average rate of return on rate base of 8.49%.



**CALIFORNIA
AMERICAN WATER**

511 Forest Lodge Road, Suite 100
Pacific Grove, CA 93950

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MAY 16 2017

MPWMD

Mpwmd
PO Box 85
Monterey, CA 93942-0085



**IMPORTANT NOTICE
REGARDING
YOUR WATER RATES**

Para una versión en español de este aviso usted puede visitar nuestro sitio web en www.californiaamwater.com.

**NOTICE OF APPLICATION FILING REQUESTING A RATE INCREASE BY
CALIFORNIA-AMERICAN WATER COMPANY FOR COST OF CAPITAL**

MONTEREY COUNTY DISTRICT

Application No. 17-04-003

MONTEREY COUNTY DISTRICT	Industrial	\$149,629	\$4,142	\$153,771	2.77%
	Public Authority	\$3,422,366	\$94,731	\$3,517,097	2.77%
	Sales for Resale	\$36,780	\$1,018	\$37,798	2.77%
	Construction	\$156,041	\$4,319	\$160,360	2.77%
	Golf Courses	\$312,227	\$8,642	\$320,869	2.77%
	Fire Service	\$659,716	\$18,261	\$677,977	2.77%
	Total	\$65,430,547	\$1,811,110	\$67,241,657	

MONTEREY COUNTY DISTRICT - SUBSYSTEMS	Customer Class	Current Revenue	Increase (\$)	Proposed Revenue	Increase (%)
	Residential	\$725,188	\$94,403	\$819,591	13.02%
	Commercial	\$18,155	\$2,363	\$20,518	13.02%
	Industrial	\$-	\$-	\$-	13.02%
	Public Authority	\$-	\$-	\$-	13.02%
	Fire Service	\$-	\$-	\$-	13.02%
	Total	\$743,343	\$96,766	\$840,109	

The table below shows the current and proposed rate impacts on the average Monterey County District residential customer with a standard (5/8 inch x 3/4 inch) meter. The figures in the tables exclude applicable taxes and surcharges. The impact on any particular customer's bill will depend on the customer's actual usage level and meter size.

Average Residential Monthly Bill					
DISTRICT	Average Usage (ccf)	Current Bill	Increase (\$)	Proposed Bill	Increase (%)
Monterey County District	5.6	\$58.07	\$1.61	\$59.68	2.77%
Monterey County District - Subsystems	15.23	\$89.53	\$11.65	\$101.18	13.02%

Obtaining a Copy of the Application

The application and related exhibits may be reviewed at your local California American Water office located at 511 Forest Lodge Road, Suite 100, Pacific Grove, CA 93950. **If you need additional information, you may call California American Water at (888) 237-1333.**

The application may also be reviewed at the CPUC's Central Files Office in San Francisco by appointment. For more information, contact aljcentralfilesid@cpuc.ca.gov or 1-415-703-2045.

CPUC Process

This application will be assigned to an Administrative Law Judge (Judge) who will determine how to receive evidence and other related documents necessary for the CPUC to establish a record upon which to base its decision. Evidentiary Hearings (EHs) may be held where utilities, consumer advocacy groups, and other entities which have been given official status as parties will present their testimony and may be subject to cross-examination by other parties. These EHs are open to the public, but only those who are parties may participate. The hearings and documents submitted in the proceeding become part of the formal record. The Judge relies upon the formal record when writing a proposed decision to present to the Commissioners for their consideration.

After considering all proposals and all evidence presented during the formal hearing process, the assigned Judge will issue a proposed decision, determining whether to adopt California American Water's request, modify it, or deny it. Any CPUC Commissioner may sponsor an alternate decision. The proposed decision, and any alternate decisions, will be discussed and voted upon at a scheduled Commission Voting Meeting.

The Office of Ratepayer Advocates (ORA) may review this application. ORA is the independent consumer advocate within the CPUC with a legislative mandate to represent investor-owned utility customers to obtain the lowest possible rate for service consistent with reliable and safe service levels. ORA has a multi-disciplinary staff with expertise in economics, finance, accounting and engineering. For more information about ORA, please call 1-415-703-1584, email ora@cpuc.ca.gov or visit ORA's website at www.ora.ca.gov.

Stay Informed

If you would like to follow this proceeding, or any other issue before the CPUC, you may use the CPUC's free subscription service. Sign up at <http://subscribecpuc.cpuc.ca.gov/>.

If you would like to learn how you can participate in the proceeding, have informal comments, or have questions about the CPUC processes, you may access the CPUC's Public Advisor's Office (PAO) webpage at <http://consumers.cpuc.ca.gov/pao/>. You may also contact the PAO as follows:

Write: CPUC Public Advisor's Office
505 Van Ness Avenue
San Francisco, CA 94102