DECISION AUTHORIZING CALIFORNIA-AMERICAN WATER COMPANY TO RESUME USER FEE COLLECTION AND REMITTANCES

Within the next 30 days, your bill from Cal-Am will include a User Fee imposed by the Monterey Peninsula Water Management District ("MPWMD"). While the amount of the User Fee MPWMD will assess to you will be equal to 8.325% of the water charges billed by Cal-Am, the User Fee is not a charge by Cal-Am but is a government fee collected by Cal-Am on behalf of MPWMD. The MPWMD User Fee previously appeared on Cal-Am bills from 1983 to 2009 but collection was interrupted between 2009–2016 due to regulatory and court proceedings. MPWMD employs revenues from the User Fee for a variety of programs, including funding its environmental mitigation, water supply, conservation and other activities. More information with regard to MPWMD and its User Fee may be found at www.mpwmd.net or by contacting Suresh Prasad at suresh@mpwmd.net or by telephone at 831-658-5600.

Resumption of the MPWMD User Fee may result in a downward adjustment of the future rates charged by Cal-Am in amounts that are not presently known.

