

PRELIMINARY STATEMENT
(Continued)

Sheet 1

AQ. Two-Way Tax Memorandum Account

1. PURPOSE:

The purpose of the TMA is to track the payback of the Protected Excess Accumulated Deferred Income Taxes ("ADIT") to customers. (C)
(C)

2. APPLICABILITY:

All areas serviced by California-American Water

3. ACCOUNTING PROCEDURE:

California-American Water Company shall maintain the TMA by making entries at the end of each month as follows:

a. A debit or credit entry will be created for:

- 1. Amounts of paid back to customers through reduction to the revenue requirement for protected excess ADIT. (C)
(C)
(D)
(D)

4. EFFECTIVE DATE:

The TMA shall go into effect on January 1, 2021, per D.21-11-018. (C)

5. RATEMAKING PROCEDURE:

In accordance with D.21-1-018, there is currently no ratemaking component to the memorandum account. (C)
(C)

(Continued)

(TO BE INSERTED BY UTILITY)

ISSUED BY

(TO BE INSERTED BY C.P.U.C.)

Advice 1377

J. T. LINAM

Date Filed 06/27/2022

Decision

DIRECTOR - Rates & Regulatory

Effective 06/27/2022

Resolution _____