

PRELIMINARY STATEMENT
(Continued)

Sheet 1

Z. Water Contamination Litigation Expense Memorandum Account (“WCLEMA”)

1. PURPOSE:

The purpose of the WCLEMA is to track costs associated with litigating water contamination legal cases. California American Water was granted authority to continue this account in Decision (D.) 21-11-018.

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2. APPLICABILITY:

All customers in the Sacramento and Los Angeles Districts.

3. ACCOUNTING PROCEDURE:

The following entries shall be recorded to the memorandum account:

- a. A debit entry will be recorded expenses associated with the WCLEMA.
- b. A debit or credit entry equal to interest on the balance in the account at the beginning of the month and half the balance after the above entries, at a rate equal to one-twelfth of the rate on 90-day non-financial Commercial Paper, as reported in the Federal Reserve Statistical Release, H.15 or its successor.
- c. A credit entry will be made to transfer the balances to the appropriate district Consolidated Expense Balancing Account (CEBA) upon Commission approval.

4. RATEMAKING PROCEDURE:

There is currently no ratemaking component to the memorandum account. Requests for recovery of any balance are to be processed according to General Order 96-B and Standard Practices or otherwise determined in a Commission decision. Upon Commission review and approval, balances shall be transferred to the appropriate district CEBA(s) for recovery/refund.

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(Continued)

(TO BE INSERTED BY UTILITY)

Advice 1353

Decision

ISSUED BY

J. T. LINAM

DIRECTOR - Rates & Regulatory

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

Date Filed 12/23/2021

Effective 03/04/2022

Resolution _____