

PUBLIC UTILITIES COMMISSION

505 VAN NESS AVENUE
SAN FRANCISCO, CA 94102-3298



September 29, 2020

John Tang
Vice President of Regulatory Affairs
San Jose Water Company
110 West Taylor Street
San Jose, CA 95110-2131

Dear Mr. Tang,

The Commission has approved San Jose Water Company's Advice Letter No. 552, filed on August 18, 2020, regarding Establish a PFAS Expense Memorandum Account.

Enclosed are copies of the following revised tariff sheets with an effective date of March 1, 2019, for the utility's files:

P.U.C. Sheet	
No.	Title of Sheet
2087-W	Preliminary Statement
2088-W	Table of Contents

Please contact Eustace Ednacot at ERE@cpuc.ca.gov or 415-703-1492, if you have any questions.

Thank you,

/s/ROBIN BRYANT

Robin Bryant
Water Division

Enclosures

PRELIMINARY STATEMENT
(Continued)

V. Polyfluoroalkyl Substances (PFAS) Memorandum Account

(N)

1. Purpose

The purpose of the Polyfluoroalkyl Substances Memorandum Account (PFASMA) is to track incremental operating costs and expenses that are not otherwise covered in San Jose Water Company's revenue requirement in order to comply with the regulatory standards set by the State Water Resources Control Board to detect, monitor, report, and remediate perand polyfluoroalkyl substances ("PFAS") (such as perfluorooctanoic (PFOA) and perfluorooctanesulfonic acid (PFOS)) in drinking water.

2. Applicability

The entries in the PFASMA will track the incremental operating and administrative costs incurred in order to comply with the regulatory standards set by the State Water Resources Control Board to detect, monitor, report, and remediate perand polyfluoroalkyl substances ("PFAS") (such as perfluorooctanoic (PFOA) and perfluorooctanesulfonic acid (PFOS)) in drinking water and shall include, but is not limited to:

- a. Laboratory testing and monitoring fees;
- b. Customer outreach costs and public notifications;
- c. Chemical and operating costs for treatment;
- d. Incremental labor and necessary labor costs associated with complying with the regulatory standards set by the State Water Resources Control Board to detect, monitor, report, and remediate perand polyfluoroalkyl substances ("PFAS") (such as perfluorooctanoic (PFOA) and perfluorooctanesulfonic acid (PFOS));
- d. A debit entry shall be made to the PFASMA at the end of each month to record the expensed as discussed above;
- f. Interest shall accrue on a monthly basis by applying a rate equal to one-twelfth of the 90-day Non-financial Commercial Paper, as reported in the Federal Reserve Statistical Release, to the average of the beginning-of-month and the end-of-month balances.

3. Disposition

If the accumulated balance for the Polyfluoroalkyl Substances Memorandum Account exceeds 2% of the total authorized revenue requirement for the prior calendar year, the Company will file an advice letter to amortize the balance. If the cumulative 2% threshold is not met, the balance in the account will be amortized in San Jose's next General Rate Case. The recovery of under-collections or refunds of over-collections will be passed on to the customers through volumetric surcharges or surcredits.

4. Effective Date

The PFASMA shall go into effect on March 1, 2019.

5. Sunset Date

The PFASMA will remain in effect until new rates incorporating the requirements for treatment and remediation of PFAS/PFOS are placed into effect under the Company's next General Rate Case decision.

(To be inserted by utility)

Issued by

(To be inserted by Cal. P.U.C.)

Advice No. 552

JOHN TANG

Date Filed 08/18/2020

Vice President,

Effective 03/01/2019

Dec. No. Res. W-5226

Regulatory Affairs

Resolution No. _____

TITLE

TABLE OF CONTENTS

The following listed tariff sheets contain all effective rates, rules and regulations affecting the rates and service of the Utility, together with information relating thereto:

Subject Matter of Sheet	C.P.U.C. Sheet No.	
Title	1495-W	
Table of Contents	2088-W, 2081-W, 848-W and 2085-W	(T)
Preliminary Statement	919-W, 1303-W, 2008-W, 1702-W, 1420-W, 2034-W, 2035-W, 2036-W, 2037-W, 2038-W, 2039-W, 2040-W, 2041-W, 2042-W, 2087-W	(N)
Service Area Map Locator	1266-W	
Service Area Map Locator, Index	1589-W	
Map of Areas With Special Pressure and Fire Flow Conditions	1590-W	
Index to Map of Areas With Special Pressure and Fire Flow Conditions	1079-W, 1591-W 1082-W, 1087-W and 1404-W	
Rate Schedules:		
Schedule No. 1, General Metered Service	2001-W, 1915-W and 2058-W	
Schedule No. 1B, General Metered Service With Automatic Fire Sprinkler System	2002-W, 1741-W, 1882-W and 2059-W	
Schedule No. 1C, General Metered Service Mountain District	2003-W, 1952-W, 1884-W, and 2060-W	
Schedule No. 4, Private Fire Service	2004-W and 2053-W	
Schedule No. 9C, Construction and Other Temporary Metered Service	1118-W and 1094-W	
Schedule No. 10R, Service to Employees	152-W	
Schedule No. 14.1 Water Shortage Contingency Plan With Staged Mandatory Reductions And Drought Surcharges	1668-W, 1669-W, 1780-W, 1671-W, 1672-W, 1673-W, 1766-W, and 1820-W	
Schedule No. RW, Raw Water Metered Service	2005-W, 1920-W and 2061-W	
Schedule No. RCW, Recycled Water Metered Service	2006-W, 2047-W and 2062-W	
Schedule No. UF, Surcharge to Fund Public Utilities Commission, Reimbursement Fee	1969-W	
Schedule No. WRAP, Water Rate Assistance Program	2083-W and 2056-W	
List of Contracts and Deviations	1857-W	
Rules:		
No. 1 - Definitions	2064-W and 2065-W	
No. 2 - Description of Service	525-W	
No. 3 - Application for Service	351-W and 903-W	
No. 4 - Contracts	352-W	
No. 5 - Special Information Required on Forms	2066-W, 2067-W and 2068-W-W	
No. 6 - Establishment and Re-establishment of Credit	354-W	
No. 7 - Deposits	355-W and 356-W	
No. 8 - Notices	2069-W, 2070-W and 2017-W	
No. 9 - Rendering and Payment of Bills	996-W, 997-W and 1146-W	

(Continued)

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