

110 W. Taylor Street San Jose, CA 95110-2131

VIA ELECTRONIC MAIL

October 9, 2019

Alice Stebbins
Executive Director
California Public Utilities Commission
505 Van Ness Avenue
San Francisco, CA 94102

Re: Affiliate Transaction Notification

Dear Ms. Stebbins:

This letter is submitted to you in recognition of California Public Utilities Commission ("Commission") Decision 11-10-034, Rule VIII.D, which requires any Class A Water Company, upon the creation of a new affiliate, to notify the Commission of its creation, as well as posting notice of this event on its web site. This letter provides notice to the Commission of new affiliations of San Jose Water Company (U-168-W) with certain companies not previously affiliated with San Jose Water Company.

On October 9, 2019 SJW Group, the parent company of San Jose Water Company, participated in the closing of an all-cash merger transaction between SJW Group and Connecticut Water Service, Inc. ("CTWS") pursuant to the Second Amended and Restated Agreement and Plan of Merger, dated as of August 5, 2018, among SJW Group, Hydro Sub, Inc. ("Hydro Sub") and CTWS (the "Transaction"). Upon such closing, Hydro Sub was merged with and into CTWS, with CTWS as the surviving entity. As a result of the Transaction, CTWS is now a wholly-owned subsidiary of SJWNE LLC ("SJWNE"), which was formed as a wholly-owned subsidiary of SJW Group on October 4, 2019, in compliance with certain regulatory commitments made in connection with the proposed Transaction.

As a result of the Transaction, the following companies have newly become affiliates of San Jose Water Company, as that term is defined by Decision 11-10-034, Rule VIII.D:

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Connecticut Water Service, Inc. ("CTWS")
The Connecticut Water Company
The Avon Water Company
The Heritage Village Water Company
The Maine Water Company
Chester Realty, Inc.
New England Water Utility Services, Inc.

All of the companies listed above after CTWS are wholly-owned subsidiaries of CTWS. The new relationships of all these companies with SJW Group and its affiliates, including San Jose Water Company are illustrated in the accompanying attachment, which provides an organization chart for the Post-Merger Corporate Organization of SJW Group and its affiliates.

If you have any questions about this matter please do not hesitate to contact me at 408.279.7933 or at john.tang@sjwater.com.

Sincerely,

John B. Tang, P.E.

Vice President of Regulatory Affairs

Attachment

SJW Group Post-Merger Corporate Organization

