

PUBLIC UTILITIES COMMISSION

505 VAN NESS AVENUE
SAN FRANCISCO, CA 94102-3298



January 24, 2018

Edward N. Jackson
Director of Revenue Requirements
Liberty Utilities (Apple Valley Ranchos Water) Corp.
PO Box 7005
Apple Valley, CA 92307

Dear Mr. Jackson,

The Commission has approved Liberty Utilities (Apple Valley Ranchos Water) Corp.'s Advice Letter No. 227-W, filed on December 29, 2017 regarding authorization to create and implement the Tax Cuts and Jobs Act Memorandum Account (TCJA) to track the impact on the Commission-jurisdictional revenue requirement caused by changes from the 2018 Federal Tax Law.

Enclosed are copies of the following revised tariff sheets for the utility's files:

<u>P.U.C. Sheet No.</u>	<u>Title of Sheet</u>
953-W	Preliminary Statement
954-W	Table of Contents

Please contact Jim Boothe at 415-703-1748, if you have any questions.

Thank you,

/s/ROBIN BRYANT

Robin Bryant
Water & Sewer Advisory Branch
Division of Water and Audits

Enclosures

No cost information is required for this advice letter filing.

Tier Designation

This advice letter is submitted with Tier 1 Designation.

Effective Date

Apple Valley Ranchos Water requests this filing become effective January 1, 2018.

Notice and Service

In accordance with General Order 96-B, General Rules 4.3 and 7.2 and Water Industry Rule 4.1, a copy of this advice letter will be mailed or electronically transmitted on December 28, 2017 to competing and adjacent utilities and other utilities or interested parties having requested such notification.

Response or Protest

Anyone may respond to or protest this advice letter. A response supports the filing and may contain information that proves useful to the Commission in evaluating the advice letter. A protest objects to the advice letter in whole or in part and must set forth the specific grounds on which it is based. These grounds are:

- (1) The utility did not properly serve or give notice of the advice letter;
- (2) The relief requested in the advice letter would violate statute or Commission order, or is not authorized by statute or Commission order on which the utility relies;
- (3) The analysis, calculations, or data in the advice letter contain material error or omissions;
- (4) The relief requested in the advice letter is pending before the Commission in a formal proceeding; or
- (5) The relief requested in the advice letter requires consideration in a formal hearing, or is otherwise inappropriate for the advice letter process; or
- (6) The relief requested in the advice letter is unjust, unreasonable, or discriminatory (provided that such a protest may not be made where it would require relitigating a prior order of the Commission.)

A protest shall provide citations or proofs where available to allow staff to properly consider the protest.

A response or protest must be made in writing or by electronic mail and must be received by the Water Division within 20 days of the date this advice letter is filed. The address for mailing or delivering a protest is:

Tariff Unit, Division of Water and Audits, 3rd floor
California Public Utilities Commission
505 Van Ness Avenue
San Francisco, CA 94102
E-Mail: Water_divison@cpuc.ca.gov

On the same date, the response or protest is submitted to the Division of Water and Audits, the respondent or protestant shall send a copy by mail (or e-mail) to us, addressed to:

Edward N. Jackson
Director, Rates and Regulatory Affairs
Liberty Utilities (California)
9750 Washburn Road
P. O. Box 7002
Downey, CA 90241
Fax: (562) 861-5902
E-Mail: DLCADowneyRegulatoryAffairs@libertyutilities.com

Cities and counties that need Board of Supervisors or Board of Commissioners approval to protest should inform the Water Division within the 20-day protest period so that a late filed protest can be entertained. The informing document should include an estimate of the date the proposed protest might be voted on.

If you have not received a reply to your protest within 10 business days, contact this person at (562) 923-0711, ext. 1212.

A list of adjacent utilities, either public or privately owned, and other interested parties that have been furnished a copy of this advice letter, is attached.

Very truly yours,

LIBERTY UTILITIES (APPLE VALLEY RANCHOS WATER) CORP.

/s/ Edward N. Jackson

EDWARD N. JACKSON
Liberty Utilities (California)
Director, Rates and Regulatory Affairs
9750 Washburn Road
Downey, CA 90241
562.923.0711, ext. 1212
Edward.Jackson@libertyutilities.com

ENJ/ssf

PRELIMINARY STATEMENT

(Continued)

DD. Tax Cuts and Jobs Act ("TCJA") Memorandum Account

(N)

1. Purpose: The purpose of the TCJA Memorandum Account (Memo Account) is to track on a CPUC-jurisdictional revenue requirement basis the impacts of the TCJA not otherwise reflected in rates from January 1, 2018 until the effective date of the revenue requirement changes in the Utility's next General Rate Case (Memo Account Period).
2. General Information. The Utility shall record in this Memo Account realized increases or decreases in its CPUC-jurisdictional revenue requirement resulting from the TCJA. The Memo Account shall be used in determining whether any rate adjustment is necessary to reflect impacts of the TCJA during the Memo Account Period.
3. Memo Account Entries. The entries in the Memo Account may include the following:
 - a. Realized decreases in revenue requirement resulting from the TCJA during the Memo Account Period.
 - b. Realized increases in revenue requirement resulting from the TCJA during the Memo Account Period.
 - c. Balances in the Memo Account will accrue interest at the 90-day commercial paper rate.
4. Disposition of Memo Account Balance. In the Utility's next General Rate Case, or at such other time as ordered by the CPUC, the balance in the Memo Account shall be addressed and rates shall be adjusted accordingly, as appropriate.

(N)

(To be inserted by Utility)

Issued By

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

Advice No. 227-W

GREGORY S. SORENSEN

Date Filed 12-29-2017

Dec. No. _____

PRESIDENT

Effective 1-1-2018

Resolution No. _____

TABLE OF CONTENTS

The following listed tariff sheets contain all effective rates and rules affecting the charges and service of the utility, together with other pertinent information:

Subject Matter of Sheet:

**C.P.U.C.
Sheet No.**

Title Page		900-W	
Table of Contents		954-W, 949-W	(T)
Preliminary Statement	845-W, 533-W, 670-W, 624-W, 914-W, 923-W, 902-W, 671-W, 892-W, 718-W, 719-W, 904-W, 905-W, 906-W, 776-W, 789-W, 888-W, 907-W, 934-W, 953-W		(T)
Service Area Map-Apple Valley Ranchos		653-W	
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Rate Schedules:

Schedule No. 1	Residential General Metered Service-Apple Valley	941-W, 942-W	
Schedule No. 1	Residential General Metered Service-Yermo	929-W	
Schedule No. 2	Gravity Irrigation Service	925-W, 943-W	
Schedule No. 3	Non-Residential General Metered Service-Apple Valley	944-W, 945-W	
Schedule No. 3	Non-Residential General Metered Service-Yermo	930-W	
Schedule No. 4	Non-Metered Fire Service	927-W, 946-W	
Schedule No. 5	Fire Flow Testing Charge	850-W	
Schedule No. LC	Late Payment Charge	460-W	
Schedule 14.1	Water Shortage Contingency Plan	804-W Through	810-W
Schedule UF	Surcharge to Fund PUC Reimbursement Fee	951-W	
Schedule CARW	California Alternative Rates for Water	861-W, 527-W	
Schedule No. CARW-SC	California Alternative Rates for Water Sur-Charge	862-W	

LIST OF CONTRACTS AND DEVIATIONS:

819-W

Rules:

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No. 2	Description of Service	159-W	
No. 3	Application for Service	13-W, 553-W	
No. 4	Contracts	361-W	
No. 5	Special Information Required on Forms	423-W thru	425-W
No. 6	Establishment and Re-establishment of Credit	362-W	
No. 7	Deposits	711-W, 730-W	
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No. 9	Rendering and Payment of Bills	689-W Through	692-W
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No. 14	Continuity of Service	370-W	
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No. 16	Service Connections, Meters, and Customer Facilities	399-W thru	405-W

(continued)

(To be inserted by utility)

Issued By:

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

Advice No. 227-W

GREGORY S. SORENSEN

Date Filed

12-29-2017

Dec. No.

Name
PRESIDENT

Effective

1-1-2018

Title

Resolution No.

LIBERTY UTILITIES (APPLE VALLEY RANCHOS WATER) CORP.
ADVICE LETTER 227-W
SERVICE LIST

Jim Hansen
Navajo Mutual Water Company
P. O. Box 392
Apple Valley, CA 92307
jhansenjr@email.com

Town of Apple Valley
Attention: Frank Robinson
14955 Dale Evans Parkway
Apple Valley, CA 92307
dcron@applevalley.org

Manuel Benitez
County of San Bernardino
Special Districts Department
Water and Sanitation Division
12402 Industrial Blvd.
Bldg. D, Ste. 6
Victorville, CA 92392

California Public Utilities Commission
Attention Ting-Pong Yuen
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San Francisco, CA 94102
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