PARA UNA VERSIÓN DE ESTE AVISO EN ESPAÑOL, POR FAVOR LLAME AL NÚMERÓ 1-800-727-5987, O VISITE

https://libertyutilities.com

LIBERTY UTILITIES (PARK WATER) CORP. NOTICE OF APPLICATION FOR A GENERAL RATE INCREASE APPLICATION NO. 18-01-003

On January 2, 2018, Liberty Utilities (Park Water) Corp. (Liberty Park Water) filed their General Rate Case (GRC) Application A.18-01-003, with the California Public Utilities Commission (CPUC). The application requests authority to increase rates over a three-year period 2019, 2020, and 2021. If approved by the CPUC, rates would increase beginning July 1, 2019.

SUMMARY

Liberty Park Water's application requests to increase revenues by \$1,110,000 (or 3.21%) in 2019 over current revenues, by \$1,776,769 (or 4.98%) in 2020, and by \$1,944,452 (or 5.24%) in 2021. The sum of revenue increases for all three years combined is \$4,831,221 (or 13.97%).

The following table shows the requested increase in revenues per customer class:

Proposed Revenue Increases

Customer Class	2019 Inc	<u>crease</u>	2020 Inc	crease	2021 Inc	<u>rease</u>
Residential	\$706,789	3.07%	\$1,245,051	5.26%	\$1,386,828	5.66%
Business	\$285,350	3.69%	\$366,848	4.53%	\$388,678	4.57%
Industrial	\$16,892	5.90%	\$14,008	4.62%	\$12,862	4.07%
Public Authority	\$61,588	3.14%	\$91,269	4.51%	\$100,324	4.73%
Private Fire Service	\$6,669	2.83%	\$10,174	4.04%	\$5,695	2.06%
Private Fire Hydrants	\$286	3.24%	\$457	5.02%	\$481	5.03%
Temporary	\$3,073	1.45%	\$8,713	3.74%	\$10,716	4.17%
Reclaimed	\$29,002	3.84%	\$40,274	5.35%	\$38,223	4.84%
Total Water Revenues	\$1,109,648	3.24%	\$1,776,795	5.03%	\$1,943,807	5.29%

CUSTOMER IMPACT

If the increases in rates are approved by the CPUC as proposed, the impact on the average residential customer with a $5/8 \times 3/4$ inch meter using 17.62 Ccf every two months will be as follows excluding any applicable surcharges:

<u>Year</u>	Present	<u>2019</u>	<u>2020</u>	<u>2021</u>
Amount of Bill	\$147.80	\$152.94	\$160.16	\$168.50
Amount of Increase		\$ 5.14	\$ 7.22	\$ 8.34
Percentage Increase		3.48%	4.72%	5.21%

REASON FOR REQUEST

Projected water sales for 2019-2021 are significantly below the rates presently in effect for 2018. The projected decline in sales would generate revenues that fall below the authorized 2018 revenues. Listed below are the main drivers of this revenue increase:

- recover operating costs and cost of capital,
- fixed costs of operating the water system (regardless of the amount of water sales),
- improve infrastructure,
- promote the efficient use of water, and
- allow Liberty Park Water to meet its goals to ensure a safe and reliable source of supply.

OBTAINING A COPY OF THE APPLICATION

A copy of Liberty Park Water's Application No. 18-01-003 and related exhibits are available for review at the Liberty Park Water Office, 9750 Washburn Road, Downey, CA 90241. If you need additional information, you may visit https://libertyutilities.com or call toll free 1-800-727-5987. The application may also be reviewed at the CPUC's Central Files Office by appointment. For more information, contact aljcentralfilesid@cpuc.ca.gov or 1-415-703-2045.

CPUC PROCESS

This application will be assigned to an Administrative Law Judge (Judge) who will determine how to receive evidence and other related documents, necessary for the CPUC to establish a record upon which to base its decision. Evidentiary hearings may be held where parties of record will present their testimony and may be subject to cross-examination before the Judge. These hearings are open to the public, but only those who are parties of record may present evidence or cross-examine witnesses. After considering all proposals and all evidence presented during the formal hearing process, the Judge will issue a draft decision which may adopt all or part of Liberty Park Water's request, modify, or deny the application. Any of the five CPUC Commissioners may sponsor an alternate decision and the issue will be voted on at a scheduled CPUC Voting Meeting.

The Office of Ratepayer Advocates (ORA) may review this application. ORA is the independent consumer advocate within the CPUC with a legislative mandate to represent investor-owned utility customers. For more information about ORA, please call (415) 703-1584, email ora@cpuc.ca.gov or visit ORA's website at http://ora.ca.gov/default.aspx.

STAY INFORMED

If you would like to follow this proceeding, or any other issue before the CPUC, you may use the CPUC's free subscription service. Sign up at: http://subscribecpuc.cpuc.ca.gov/.

If you would like to learn how you can participate in the proceeding, have informal comments, or have questions about the CPUC processes, you may access the CPUC's Public Advisor's Office (PAO) webpage at http://consumers.cpuc.ca.gov/pao/. You may also contact the PAO as follows:

Write: CPUC Public Advisor's Office

505 Van Ness Avenue San Francisco, CA 94102

Email: public.advisor@cpuc.ca.gov

Phone: 1-866-849-8390 (toll-free) or 1-415-703-2074

1-866-836-7825 (toll-free) or TTY 1-415-703-5282

Please refer to **Liberty Park Water's GRC Application No. 18-01-003** in any communications with the CPUC regarding this matter. These comments will become part of the public correspondence file for this proceeding and made available for review to the assigned Judge, the Commissioners, and appropriate CPUC staff.

LIBERTY UTILITIES (PARK WATER) CORP.