

Preliminary Statement  
(continued)

This tariff has been filed with the California Public Utilities Commission and is effective 1/1/12, subject to refund, until final commission approval.

AH. Cost of Capital Interim Rate Memorandum Account (CCIMA)

1. PURPOSE: track the difference between the rates charged beginning January 1, 2012, and the rates that would have been charged if the final rates from a decision in Application 11-05-001 had been in effect beginning January 1, 2012.
2. APPLICABILITY: Applicable to all districts served by California Water Service Company.
3. ACCOUNTING PROCEDURE: The difference in revenues resulting from the change in the rate of return in Application 11-05-001 and the resulting change from the current rates authorized in Decision 10-12-017, should be treated as follows (including interest at the 90-day commercial paper rate).
  - a. California Water Service Company ("Cal Water") shall create a liability account to track the changes in the current rates from January 1, 2012 through the effective date of the decision for Application 11-05-001.
  - b. There will be a credit entry to the liability account to recognize the resulting changes in rates from a change in the rate of return.
  - c. The difference in between the current rates and the new effective rates will be tracked in this memorandum account and any balance shall be trued-up in accordance with Commission rules.
  - d. Interest calculated on the balance will be credited to this liability account.

(Continued)

(To be inserted by utility)

Advice Letter No. 2055

Decision No. -

Issued by

THOMAS F. SMEGAL  
NAME

Vice President  
TITLE

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

Date Filed

Effective

Resolution No.