

## Attachment C

**CALIFORNIA WATER SERVICE COMPANY**  
**2017 COST OF CAPITAL APPLICATION**  
**Summary of Earnings at Present and Proposed Revenues**  
**(Dollars In Thousands)**

	<u>PRESENT REVENUE</u>	<u>PROPOSED REVENUE</u>	<u>INCREASE</u>	
OPERATING REVENUES	\$649,985.5	\$659,281.7	\$9,296.2	1.43%
OPERATING EXPENSES				
PURCHASED WATER	\$214,378.3	\$214,378.3	\$0.0	
PUMP TAX	\$21,328.5	\$21,328.5	\$0.0	
PURCHASED POWER	\$23,674.3	\$23,674.3	\$0.0	
PURCHASED CHEMICALS	\$2,796.8	\$2,796.8	\$0.0	
PAYROLL -- DISTRICT	\$46,085.3	\$46,085.3	\$0.0	
UNCOLLECTIBLES	\$1,763.3	\$1,798.0	\$34.7	
CONSERVATION	\$7,307.8	\$7,307.8	\$0.0	
OTHER OPERATION AND MAINTENANCE (O&M)	\$32,058.7	\$32,047.5	(\$11.2)	
BENEFITS	\$25,578.9	\$25,578.9	\$0.0	
OTHER ADMIN AND GEN. EXP. (A&G)	\$3,073.6	\$3,073.6	\$0.0	
TOTAL O. & M., A. & G., & MISC. EXP.	\$378,045.5	\$378,069.0	\$23.5	
TAXES OTHER THAN INCOME				
AD VALOREM TAXES	\$10,963.1	\$10,963.1	\$0.0	
BUSINESS LICENSE FEES	\$1,309.9	\$1,331.7	\$21.8	
LOCAL FRANCHISE TAXES	\$3,828.3	\$3,883.4	\$55.1	
PAYROLL TAXES	\$3,474.8	\$3,474.8	\$0.0	
TOTAL GENERAL TAXES	\$19,576.0	\$19,652.9	\$76.9	
DEPRECIATION	\$62,366.1	\$62,366.1	\$0.0	
CSS/GO PRORATED EXPENSES:				
PAYROLL AND BENEFITS	\$43,132.6	\$43,132.6	\$0.0	
AD VALOREM TAXES	\$1,339.0	\$1,339.0	\$0.0	
PAYROLL TAXES	\$1,897.7	\$1,897.7	\$0.0	
DEPRECIATION	\$9,492.1	\$9,492.1	\$0.0	
OTHER PRORATED EXPENSES	\$20,589.9	\$20,475.2	(\$114.7)	
TOTAL CSS/GO PRORATED EXPENSES	\$76,451.3	\$76,336.6	(\$114.7)	
<b>SUB -- TOTAL -- OPERATING EXPENSES</b>	<b>\$536,439.0</b>	<b>\$536,424.7</b>	<b>(\$14.3)</b>	
TOTAL INCOME TAXES:	\$33,030.8	\$38,610.6	\$5,579.7	
<b>TOTAL OPERATING EXPENSES</b>	<b>\$569,469.8</b>	<b>\$575,035.2</b>	<b>\$5,565.4</b>	
NET OPERATING REVENUE	\$80,515.7	\$84,246.5	\$3,730.8	
DEPRECIATED RATE BASE	\$1,014,229.8	\$1,013,912.9	(\$316.9)	
RATE OF RETURN	7.94%	8.31%	0.37%	

## Attachment C

**BAY AREA REGION  
2017 COST OF CAPITAL APPLICATION**

**Summary of Earnings at Present and Proposed Revenues  
(Dollars In Thousands)**

*(Consolidated Region - Bayshore + RWV - COS, LUC, UNI)*

	<b>PRESENT REVENUE</b>	<b>PROPOSED REVENUE</b>	<b>INCREASE</b>
	<u>2017</u>	<u>2018</u>	
OPERATING REVENUES	\$85,353.5	\$86,222.2	\$868.7
% Increase			1.02%
OPERATING EXPENSES			
PURCHASED WATER	\$46,013.9	\$46,013.9	\$0.0
PUMP TAX	\$0.0	\$0.0	\$0.0
PURCHASED POWER	\$680.1	\$680.1	\$0.0
PURCHASED CHEMICALS	\$120.0	\$120.0	\$0.0
PAYROLL -- DISTRICT	\$3,976.4	\$3,976.4	\$0.0
UNCOLLECTIBLES	\$89.5	\$90.4	\$0.9
CONSERVATION	\$961.3	\$961.3	\$0.0
OTHER OPERATION AND MAINTENANCE (O&M)	\$3,137.3	\$3,137.3	\$0.0
BENEFITS	\$2,153.8	\$2,153.8	\$0.0
OTHER ADMIN AND GEN. EXP. (A&G)	\$214.6	\$214.6	\$0.0
TOTAL O. & M., A. & G., & MISC. EXP.	\$57,346.7	\$57,347.7	\$0.9
TAXES OTHER THAN INCOME			
AD VALOREM TAXES	\$1,021.1	\$1,021.1	\$0.0
BUSINESS LICENSE FEES	\$0.0	\$0.0	\$0.0
LOCAL FRANCHISE TAXES	\$0.0	\$0.0	\$0.0
PAYROLL TAXES	\$296.3	\$296.3	\$0.0
TOTAL GENERAL TAXES	\$1,317.4	\$1,317.4	\$0.0
DEPRECIATION	\$6,458.7	\$6,458.7	\$0.0
CSS/GO PRORATED EXPENSES:			
PAYROLL AND BENEFITS	\$4,478.5	\$4,478.5	\$0.0
AD VALOREM , BUSINESS LICENSE, FRANCHISES	\$93.0	\$93.0	\$0.0
PAYROLL TAXES	\$202.4	\$202.4	\$0.0
DEPRECIATION	\$1,026.1	\$1,026.1	\$0.0
OTHER PRORATED EXPENSES	\$2,471.4	\$2,471.4	\$0.0
TOTAL CSS/GO PRORATED EXPENSES	\$8,271.4	\$8,271.4	\$0.0
<b>SUB -- TOTAL -- OPERATING EXPENSES</b>	<b>\$73,394.3</b>	<b>73,395.2</b>	<b>0.9</b>
TOTAL INCOME TAXES:	\$3,764.1	\$4,256.5	\$492.4
<b>TOTAL OPERATING EXPENSES</b>	<b>\$77,158.4</b>	<b>77,651.7</b>	<b>493.3</b>
NET OPERATING REVENUE	\$8,195.1	8,570.5	375.4
DEPRECIATED RATE BASE	\$103,212.9	\$103,186.1	(\$26.8)
RATE OF RETURN	7.94%	8.31%	0.37%

## Attachment C

**BAKERSFIELD DISTRICT**  
**2017 COST OF CAPITAL APPLICATION**  
**Summary of Earnings at Present and Proposed Revenues**  
**(Dollars In Thousands)**

	<b>PRESENT REVENUE</b>	<b>PROPOSED REVENUE</b>	<b>INCREASE</b>
	<u>2017</u>	<u>2018</u>	
OPERATING REVENUES	\$76,671.8	\$77,814.6	\$1,142.8
% Increase			1.49%
OPERATING EXPENSES			
PURCHASED WATER	\$11,587.6	\$11,587.6	\$0.0
PUMP TAX	\$1,542.5	\$1,542.5	\$0.0
PURCHASED POWER	\$6,757.4	\$6,757.4	\$0.0
PURCHASED CHEMICALS	\$842.6	\$842.6	\$0.0
PAYROLL -- DISTRICT	\$6,107.1	\$6,107.1	\$0.0
UNCOLLECTIBLES	\$484.6	\$491.9	\$7.2
CONSERVATION	\$648.8	\$648.8	\$0.0
OTHER OPERATION AND MAINTENANCE (O&M)	\$5,073.7	\$5,063.1	(\$10.6)
BENEFITS	\$4,065.3	\$4,065.3	\$0.0
OTHER ADMIN AND GEN. EXP. (A&G)	(\$1,146.1)	(\$1,146.1)	\$0.0
TOTAL O. & M., A. & G., & MISC. EXP.	\$35,963.6	\$35,960.2	(\$3.4)
TAXES OTHER THAN INCOME			
AD VALOREM TAXES	\$1,385.6	\$1,385.6	\$0.0
BUSINESS LICENSE FEES	\$0.0	\$0.0	\$0.0
LOCAL FRANCHISE TAXES	\$1,019.0	\$1,034.2	\$15.2
PAYROLL TAXES	\$537.9	\$537.9	\$0.0
TOTAL GENERAL TAXES	\$2,942.5	\$2,957.7	\$15.2
DEPRECIATION	\$10,104.1	\$10,104.1	\$0.0
CSS/GO PRORATED EXPENSES:			
PAYROLL AND BENEFITS	\$6,355.4	\$6,355.4	\$0.0
AD VALOREM , BUSINESS LICENSE, FRANCHISES	\$132.1	\$132.1	\$0.0
PAYROLL TAXES	\$287.3	\$287.3	\$0.0
DEPRECIATION	\$1,456.1	\$1,456.1	\$0.0
OTHER PRORATED EXPENSES	\$3,507.1	\$3,507.1	\$0.0
TOTAL CSS/GO PRORATED EXPENSES	\$11,738.0	\$11,738.0	\$0.0
<b>SUB -- TOTAL -- OPERATING EXPENSES</b>	<b>\$60,748.2</b>	<b>60,760.0</b>	<b>11.8</b>
TOTAL INCOME TAXES:	\$4,706.7	\$5,318.1	\$611.3
<b>TOTAL OPERATING EXPENSES</b>	<b>\$65,454.9</b>	<b>66,078.1</b>	<b>623.2</b>
NET OPERATING REVENUE	\$11,216.8	11,736.5	519.7
DEPRECIATED RATE BASE	\$141,269.9	\$141,233.6	(\$36.4)
RATE OF RETURN	7.94%	8.31%	0.37%

## Attachment C

**BEAR GULCH DISTRICT  
2017 COST OF CAPITAL APPLICATION**

**Summary of Earnings at Present and Proposed Revenues  
(Dollars In Thousands)**

	<b>PRESENT REVENUE</b>	<b>PROPOSED REVENUE</b>	<b>INCREASE</b>
	<u>2017</u>	<u>2018</u>	
OPERATING REVENUES	\$54,805.1	\$55,516.0	\$710.9
% Increase			1.30%
OPERATING EXPENSES			
PURCHASED WATER	\$26,940.6	\$26,940.6	\$0.0
PUMP TAX	\$0.0	\$0.0	\$0.0
PURCHASED POWER	\$748.7	\$748.7	\$0.0
PURCHASED CHEMICALS	\$107.8	\$107.8	\$0.0
PAYROLL -- DISTRICT	\$2,373.6	\$2,373.6	\$0.0
UNCOLLECTIBLES	\$42.8	\$43.4	\$0.5
CONSERVATION	\$490.0	\$490.0	\$0.0
OTHER OPERATION AND MAINTENANCE (O&M)	\$1,990.9	\$1,990.9	\$0.0
BENEFITS	\$1,376.8	\$1,376.8	\$0.0
OTHER ADMIN AND GEN. EXP. (A&G)	\$397.5	\$397.5	\$0.0
TOTAL O. & M., A. & G., & MISC. EXP.	\$34,468.6	\$34,469.1	\$0.5
TAXES OTHER THAN INCOME			
AD VALOREM TAXES	\$913.7	\$913.7	\$0.0
BUSINESS LICENSE FEES	\$57.0	\$57.7	\$0.7
LOCAL FRANCHISE TAXES	\$459.3	\$465.1	\$5.8
PAYROLL TAXES	\$182.9	\$182.9	\$0.0
TOTAL GENERAL TAXES	\$1,612.8	\$1,619.3	\$6.5
DEPRECIATION	\$4,436.7	\$4,436.7	\$0.0
CSS/GO PRORATED EXPENSES:			
PAYROLL AND BENEFITS	\$2,524.0	\$2,524.0	\$0.0
DEPRECIATION	\$52.5	\$52.5	\$0.0
AD VALOREM TAXES	\$114.1	\$114.1	\$0.0
PAYROLL TAXES	\$578.3	\$578.3	\$0.0
OTHER PRORATED EXPENSES	\$1,392.8	\$1,392.8	\$0.0
TOTAL CSS/GO PRORATED EXPENSES	\$4,661.7	\$4,661.7	\$0.0
<b>SUB -- TOTAL -- OPERATING EXPENSES</b>	<b>\$45,179.80</b>	<b>\$45,186.88</b>	<b>\$7.1</b>
TOTAL INCOME TAXES:	\$2,872.4	\$3,262.5	\$390.0
<b>TOTAL OPERATING EXPENSES</b>	<b>\$48,052.2</b>	<b>\$48,449.4</b>	<b>\$397.1</b>
NET OPERATING REVENUE	\$6,752.8	\$7,066.7	\$313.8
DEPRECIATED RATE BASE	\$85,062.2	\$85,037.9	(\$24.3)
RATE OF RETURN	7.94%	8.31%	0.37%

## Attachment C

**CHICO DISTRICT**  
**2017 COST OF CAPITAL APPLICATION**  
**Summary of Earnings at Present and Proposed Revenues**  
**(Dollars In Thousands)**

	<b>PRESENT REVENUE</b>	<b>PROPOSED REVENUE</b>	<b>INCREASE</b>
	<u>2017</u>	<u>2018</u>	
OPERATING REVENUES	\$23,725.6	\$24,137.0	\$411.5
% Increase			1.73%
OPERATING EXPENSES			
PURCHASED WATER	\$0.0	\$0.0	\$0.0
PUMP TAX	\$0.0	\$0.0	\$0.0
PURCHASED POWER	\$1,940.7	\$1,940.7	\$0.0
PURCHASED CHEMICALS	\$141.7	\$141.7	\$0.0
PAYROLL -- DISTRICT	\$2,996.7	\$2,996.7	\$0.0
UNCOLLECTIBLES	\$41.8	\$42.5	\$0.7
CONSERVATION	\$275.3	\$275.3	\$0.0
OTHER OPERATION AND MAINTENANCE (O&M)	\$1,382.8	\$1,382.8	\$0.0
BENEFITS	\$1,728.6	\$1,728.6	\$0.0
OTHER ADMIN AND GEN. EXP. (A&G)	\$91.2	\$91.2	\$0.0
TOTAL O. & M., A. & G., & MISC. EXP.	\$8,598.9	\$8,599.6	\$0.7
TAXES OTHER THAN INCOME			
AD VALOREM TAXES	\$689.3	\$689.3	\$0.0
BUSINESS LICENSE FEES	\$31.3	\$31.3	\$0.0
LOCAL FRANCHISE TAXES	\$0.0	\$0.0	\$0.0
PAYROLL TAXES	\$231.2	\$231.2	\$0.0
TOTAL GENERAL TAXES	\$951.8	\$951.8	\$0.0
DEPRECIATION	\$3,868.9	\$3,868.9	\$0.0
CSS/GO PRORATED EXPENSES:			
PAYROLL AND BENEFITS	\$2,424.8	\$2,424.8	\$0.0
AD VALOREM TAXES	\$50.4	\$50.4	\$0.0
PAYROLL TAXES	\$109.6	\$109.6	\$0.0
DEPRECIATION	\$555.6	\$555.6	\$0.0
OTHER PRORATED EXPENSES	\$1,338.1	\$1,338.1	\$0.0
TOTAL CSS/GO PRORATED EXPENSES	\$4,478.5	\$4,478.5	\$0.0
<b>SUB -- TOTAL -- OPERATING EXPENSES</b>	<b>\$17,898.13</b>	<b>\$17,898.83</b>	<b>\$0.7</b>
TOTAL INCOME TAXES:	\$1,645.1	\$1,860.5	\$215.3
<b>TOTAL OPERATING EXPENSES</b>	<b>\$19,543.3</b>	<b>\$19,759.3</b>	<b>\$216.1</b>
NET OPERATING REVENUE	\$4,182.3	\$4,377.7	\$195.4
DEPRECIATED RATE BASE	\$52,740.9	\$52,724.5	(\$16.3)
RATE OF RETURN	7.93%	8.30%	0.37%

## Attachment C

**DIXON DISTRICT**  
**2017 COST OF CAPITAL APPLICATION**  
**Summary of Earnings at Present and Proposed Revenues**  
**(Dollars In Thousands)**

	<b>PRESENT REVENUE</b>	<b>PROPOSED REVENUE</b>	<b>INCREASE</b>
	<u>2017</u>	<u>2018</u>	
OPERATING REVENUES	\$3,427.0	\$3,513.9	\$86.9
% Increase			2.54%
OPERATING EXPENSES			
PURCHASED WATER	\$0.0	\$0.0	\$0.0
PUMP TAX	\$0.0	\$0.0	\$0.0
PURCHASED POWER	\$127.4	\$127.4	\$0.0
PURCHASED CHEMICALS	\$12.8	\$12.8	\$0.0
PAYROLL -- DISTRICT	\$321.8	\$321.8	\$0.0
UNCOLLECTIBLES	\$12.1	\$12.4	\$0.3
CONSERVATION	\$35.5	\$35.5	\$0.0
OTHER OPERATION AND MAINTENANCE (O&M)	\$280.9	\$280.9	\$0.0
BENEFITS	\$216.5	\$216.5	\$0.0
OTHER ADMIN AND GEN. EXP. (A&G)	\$99.9	\$99.9	\$0.0
TOTAL O. & M., A. & G., & MISC. EXP.	\$1,107.0	\$1,107.3	\$0.3
TAXES OTHER THAN INCOME			
AD VALOREM TAXES	\$161.2	\$161.2	\$0.0
BUSINESS LICENSE FEES	\$0.1	\$0.1	\$0.0
LOCAL FRANCHISE TAXES	\$0.0	\$0.0	\$0.0
PAYROLL TAXES	\$24.5	\$24.5	\$0.0
TOTAL GENERAL TAXES	\$185.8	\$185.8	\$0.0
DEPRECIATION	\$447.4	\$447.4	\$0.0
CSS/GO PRORATED EXPENSES:			
PAYROLL AND BENEFITS	\$254.5	\$254.5	\$0.0
AD VALOREM TAXES	\$5.3	\$5.3	\$0.0
PAYROLL TAXES	\$11.5	\$11.5	\$0.0
DEPRECIATION	\$58.3	\$58.3	\$0.0
OTHER PRORATED EXPENSES	\$140.5	\$140.5	\$0.0
TOTAL CSS/GO PRORATED EXPENSES	\$470.1	\$470.1	\$0.0
<b>SUB -- TOTAL -- OPERATING EXPENSES</b>	<b>\$2,210.29</b>	<b>\$2,210.60</b>	<b>\$0.31</b>
TOTAL INCOME TAXES:	\$351.7	\$398.2	\$46.5
<b>TOTAL OPERATING EXPENSES</b>	<b>\$2,562.0</b>	<b>\$2,608.8</b>	<b>\$46.8</b>
NET OPERATING REVENUE	\$864.9	\$905.1	\$40.1
DEPRECIATED RATE BASE	\$10,893.4	\$10,891.2	(\$2.2)
RATE OF RETURN	7.94%	8.31%	0.37%

## Attachment C

**DOMINGUEZ DISTRICT  
2017 COST OF CAPITAL APPLICATION**

**Summary of Earnings at Present and Proposed Revenues  
(Dollars In Thousands)**

	<b>PRESENT REVENUE</b>	<b>PROPOSED REVENUE</b>	<b>INCREASE</b>
	<u>2017</u>	<u>2018</u>	
OPERATING REVENUES	\$71,732.8	\$72,301.2	\$568.4
% Increase			0.79%
OPERATING EXPENSES			
PURCHASED WATER	\$39,702.1	\$39,702.1	\$0.0
PUMP TAX	\$3,660.4	\$3,660.4	\$0.0
PURCHASED POWER	\$876.2	\$876.2	\$0.0
PURCHASED CHEMICALS	\$484.7	\$484.7	\$0.0
PAYROLL -- DISTRICT	\$3,487.5	\$3,487.5	\$0.0
UNCOLLECTIBLES	\$133.0	\$134.0	\$1.0
CONSERVATION	\$757.2	\$757.2	\$0.0
OTHER OPERATION AND MAINTENANCE (O&M)	\$2,278.1	\$2,277.4	(\$0.6)
BENEFITS	\$1,732.8	\$1,732.8	\$0.0
OTHER ADMIN AND GEN. EXP. (A&G)	\$1,277.0	\$1,277.0	\$0.0
TOTAL O. & M., A. & G., & MISC. EXP.	\$54,389.1	\$54,389.5	\$0.4
TAXES OTHER THAN INCOME			
AD VALOREM TAXES	\$639.5	\$639.5	\$0.0
BUSINESS LICENSE FEES	\$3.4	\$3.4	\$0.0
LOCAL FRANCHISE TAXES	\$53.1	\$53.5	\$0.4
PAYROLL TAXES	\$212.9	\$212.9	\$0.0
TOTAL GENERAL TAXES	908.8	909.2	\$0.4
DEPRECIATION	\$3,183.1	\$3,183.1	\$0.0
CSS/GO PRORATED EXPENSES:			
PAYROLL AND BENEFITS	\$3,852.9	\$3,852.9	\$0.0
AD VALOREM TAXES	\$80.1	\$80.1	\$0.0
PAYROLL TAXES	\$174.1	\$174.1	\$0.0
DEPRECIATION	\$882.8	\$882.8	\$0.0
OTHER PRORATED EXPENSES	(\$1,026.8)	(\$1,141.5)	(\$114.7)
TOTAL CSS/GO PRORATED EXPENSES	\$3,963.1	\$3,848.4	(\$114.7)
<b>SUB -- TOTAL -- OPERATING EXPENSES</b>	<b>62,444.1</b>	<b>62,330.2</b>	<b>-113.9</b>
TOTAL INCOME TAXES:	\$2,642.8	\$3,010.0	\$367.2
<b>TOTAL OPERATING EXPENSES</b>	<b>65,086.8</b>	<b>65,340.2</b>	<b>253.4</b>
NET OPERATING REVENUE	6,645.9	6,961.0	315.1
DEPRECIATED RATE BASE	\$83,785.6	\$83,767.0	(\$18.6)
RATE OF RETURN	7.93%	8.31%	0.38%

## Attachment C

**EAST LOS ANGELES DISTRICT**  
**2017 COST OF CAPITAL APPLICATION**  
**Summary of Earnings at Present and Proposed Revenues**  
**(Dollars In Thousands)**

	<b>PRESENT REVENUE</b>	<b>PROPOSED REVENUE</b>	<b>INCREASE</b>
	<u>2017</u>	<u>2018</u>	
OPERATING REVENUES	\$35,310.4	\$35,892.9	\$582.5
% Increase			1.65%
OPERATING EXPENSES			
PURCHASED WATER	\$6,502.1	\$6,502.1	\$0.0
PUMP TAX	\$3,058.4	\$3,058.4	\$0.0
PURCHASED POWER	\$745.0	\$745.0	\$0.0
PURCHASED CHEMICALS	\$140.8	\$140.8	\$0.0
PAYROLL -- DISTRICT	\$3,276.1	\$3,276.1	\$0.0
UNCOLLECTIBLES	\$69.1	\$70.2	\$1.1
CONSERVATION	\$391.2	\$391.2	\$0.0
OTHER OPERATION AND MAINTENANCE (O&M)	\$1,936.4	\$1,936.4	\$0.0
BENEFITS	\$1,850.6	\$1,850.6	\$0.0
OTHER ADMIN AND GEN. EXP. (A&G)	(\$87.0)	(\$87.0)	\$0.0
TOTAL O. & M., A. & G., & MISC. EXP.	\$17,882.7	\$17,883.8	\$1.1
TAXES OTHER THAN INCOME			
AD VALOREM TAXES	\$855.3	\$855.3	\$0.0
BUSINESS LICENSE FEES	\$3.8	\$3.8	\$0.0
LOCAL FRANCHISE TAXES	\$525.4	\$533.8	\$8.4
PAYROLL TAXES	\$248.5	\$248.5	\$0.0
TOTAL GENERAL TAXES	\$1,633.0	\$1,641.5	\$8.4
DEPRECIATION	\$2,972.5	\$2,972.5	\$0.0
CSS/GO PRORATED EXPENSES:			
PAYROLL AND BENEFITS	\$2,606.0	\$2,606.0	\$0.0
AD VALOREM TAXES	\$54.2	\$54.2	\$0.0
PAYROLL TAXES	\$117.8	\$117.8	\$0.0
DEPRECIATION	\$597.1	\$597.1	\$0.0
OTHER PRORATED EXPENSES	\$1,438.1	\$1,438.1	\$0.0
TOTAL CSS/GO PRORATED EXPENSES	\$4,813.2	\$4,813.2	\$0.0
<b>SUB -- TOTAL -- OPERATING EXPENSES</b>	<b>\$27,301.3</b>	<b>\$27,310.9</b>	<b>\$9.5</b>
TOTAL INCOME TAXES:	\$2,265.2	\$2,570.3	\$305.1
<b>TOTAL OPERATING EXPENSES</b>	<b>\$29,566.5</b>	<b>\$29,881.2</b>	<b>\$314.7</b>
NET OPERATING REVENUE	\$5,743.9	\$6,011.7	\$267.8
DEPRECIATED RATE BASE	\$72,355.3	\$72,342.7	(\$12.6)
RATE OF RETURN	7.94%	8.31%	0.37%

## Attachment C

**HERMOSA REDONDO**  
**2017 COST OF CAPITAL APPLICATION**

**Summary of Earnings at Present and Proposed Revenues**  
**(Dollars In Thousands)**

	<b>PRESENT REVENUE</b>	<b>PROPOSED REVENUE</b>	<b>INCREASE</b>
	<u>2017</u>	<u>2018</u>	
OPERATING REVENUES	\$30,034.0	\$30,354.0	\$320.0
% Increase			1.07%
OPERATING EXPENSES			
PURCHASED WATER	\$12,472.5	\$12,472.5	\$0.0
PUMP TAX	\$609.8	\$609.8	\$0.0
PURCHASED POWER	\$380.9	\$380.9	\$0.0
PURCHASED CHEMICALS	\$76.8	\$76.8	\$0.0
PAYROLL -- DISTRICT	\$2,047.9	\$2,047.9	\$0.0
UNCOLLECTIBLES	\$24.4	\$24.7	\$0.3
CONSERVATION	\$516.6	\$516.6	\$0.0
OTHER OPERATION AND MAINTENANCE (O&M)	\$1,010.9	\$1,010.9	\$0.0
BENEFITS	\$1,093.4	\$1,093.4	\$0.0
OTHER ADMIN AND GEN. EXP. (A&G)	\$256.3	\$256.3	\$0.0
TOTAL O. & M., A. & G., & MISC. EXP.	\$18,489.7	\$18,490.0	\$0.3
TAXES OTHER THAN INCOME			
AD VALOREM TAXES	\$387.3	\$387.3	\$0.0
BUSINESS LICENSE FEES	\$21.6	\$21.6	\$0.0
LOCAL FRANCHISE TAXES	\$11.9	\$12.1	\$0.1
PAYROLL TAXES	\$136.1	\$136.1	\$0.0
TOTAL GENERAL TAXES	\$556.9	\$557.0	\$0.1
DEPRECIATION	\$2,750.2	\$2,750.2	\$0.0
CSS/GO PRORATED EXPENSES:			
PAYROLL AND BENEFITS	\$2,122.8	\$2,122.8	\$0.0
DEPRECIATION	\$486.4	\$486.4	\$0.0
AD VALOREM TAXES	\$44.1	\$44.1	\$0.0
PAYROLL TAXES	\$95.9	\$95.9	\$0.0
OTHER PRORATED EXPENSES	\$1,171.4	\$1,171.4	\$0.0
TOTAL CSS/GO PRORATED EXPENSES	\$3,920.6	\$3,920.6	\$0.0
<b>SUB -- TOTAL -- OPERATING EXPENSES</b>	<b>\$25,717.5</b>	<b>\$25,717.8</b>	<b>\$0.4</b>
TOTAL INCOME TAXES:	\$1,298.4	\$1,477.7	\$179.3
<b>TOTAL OPERATING EXPENSES</b>	<b>\$27,015.8</b>	<b>\$27,195.6</b>	<b>\$179.7</b>
NET OPERATING REVENUE	\$3,018.2	\$3,158.4	\$140.2
DEPRECIATED RATE BASE	\$38,012.3	\$38,007.5	(\$4.8)
RATE OF RETURN	7.94%	8.31%	0.37%

## Attachment C

**KERN RIVER VALLEY DISTRICT  
2017 COST OF CAPITAL APPLICATION**

**Summary of Earnings at Present and Proposed Revenues  
(Dollars In Thousands)**

	<b>PRESENT REVENUE</b>	<b>PROPOSED REVENUE</b>	<b>INCREASE</b>
	<u>2017</u>	<u>2018</u>	
OPERATING REVENUES	\$6,717.6	\$6,863.9	\$146.4
% Increase			2.18%
OPERATING EXPENSES			
PURCHASED WATER	\$39.3	\$39.3	\$0.0
PUMP TAX	\$0.0	\$0.0	\$0.0
PURCHASED POWER	\$318.7	\$318.7	\$0.0
PURCHASED CHEMICALS	\$81.3	\$81.3	\$0.0
PAYROLL -- DISTRICT	\$815.4	\$815.4	\$0.0
UNCOLLECTIBLES	\$48.0	\$49.0	\$1.0
CONSERVATION	\$39.5	\$39.5	\$0.0
OTHER OPERATION AND MAINTENANCE (O&M)	\$815.1	\$815.1	\$0.0
BENEFITS	\$434.9	\$434.9	\$0.0
OTHER ADMIN AND GEN. EXP. (A&G)	\$49.1	\$49.1	\$0.0
TOTAL O. & M., A. & G., & MISC. EXP.	\$2,641.2	\$2,642.3	\$1.0
TAXES OTHER THAN INCOME			
AD VALOREM TAXES	\$181.3	\$181.3	\$0.0
BUSINESS LICENSE FEES	\$0.0	\$0.0	\$0.0
LOCAL FRANCHISE TAXES	\$57.6	\$58.7	\$1.0
PAYROLL TAXES	\$63.7	\$63.7	\$0.0
TOTAL GENERAL TAXES	\$302.6	\$303.7	\$1.0
DEPRECIATION	\$948.3	\$948.3	\$0.0
CSS/GO PRORATED EXPENSES:			
PAYROLL AND BENEFITS	\$513.4	\$513.4	\$0.0
AD VALOREM TAXES	\$10.7	\$10.7	\$0.0
PAYROLL TAXES	\$23.2	\$23.2	\$0.0
DEPRECIATION	\$117.6	\$117.6	\$0.0
OTHER PRORATED EXPENSES	\$247.9	\$247.9	\$0.0
TOTAL CSS/GO PRORATED EXPENSES	\$912.8	\$912.8	\$0.0
<b>SUB -- TOTAL -- OPERATING EXPENSES</b>	<b>\$4,804.98</b>	<b>\$4,807.07</b>	<b>\$2.08</b>
TOTAL INCOME TAXES:	\$501.0	\$579.7	\$78.6
<b>TOTAL OPERATING EXPENSES</b>	<b>\$5,306.0</b>	<b>\$5,386.7</b>	<b>\$80.72</b>
NET OPERATING REVENUE	\$1,411.5	\$1,477.2	\$65.7
DEPRECIATED RATE BASE	\$17,777.6	\$17,776.3	(\$1.3)
RATE OF RETURN	7.94%	8.31%	0.37%

## Attachment C

**LIVERMORE DISTRICT  
2017 COST OF CAPITAL APPLICATION**

**Summary of Earnings at Present and Proposed Revenues  
(Dollars In Thousands)**

	<b>PRESENT REVENUE</b>	<b>PROPOSED REVENUE</b>	<b>INCREASE</b>
	<u>2017</u>	<u>2018</u>	
OPERATING REVENUES	\$24,363.3	\$24,547.4	\$184.0
% Increase			0.76%
OPERATING EXPENSES			
PURCHASED WATER	\$11,302.9	\$11,302.9	\$0.0
PUMP TAX	\$0.0	\$0.0	\$0.0
PURCHASED POWER	\$619.6	\$619.6	\$0.0
PURCHASED CHEMICALS	\$94.9	\$94.9	\$0.0
PAYROLL -- DISTRICT	\$1,232.1	\$1,232.1	\$0.0
UNCOLLECTIBLES	\$30.1	\$30.4	\$0.2
CONSERVATION	\$427.2	\$427.2	\$0.0
OTHER OPERATION AND MAINTENANCE (O&M)	\$995.8	\$995.8	\$0.0
BENEFITS	\$747.9	\$747.9	\$0.0
OTHER ADMIN AND GEN. EXP. (A&G)	(\$15.7)	(\$15.7)	\$0.0
TOTAL O. & M., A. & G., & MISC. EXP.	\$15,434.9	\$15,435.1	\$0.2
TAXES OTHER THAN INCOME			
AD VALOREM TAXES	\$339.3	\$339.3	\$0.0
BUSINESS LICENSE FEES	\$213.5	\$215.1	\$1.6
LOCAL FRANCHISE TAXES	\$0.0	\$0.0	\$0.0
PAYROLL TAXES	\$83.0	\$83.0	\$0.0
TOTAL GENERAL TAXES	\$635.8	\$637.4	\$1.6
DEPRECIATION	\$2,327.5	\$2,327.5	\$0.0
CSS/GO PRORATED EXPENSES:			
PAYROLL AND BENEFITS	\$1,385.0	\$1,385.0	\$0.0
AD VALOREM TAXES	\$28.8	\$28.8	\$0.0
PAYROLL TAXES	\$62.6	\$62.6	\$0.0
DEPRECIATION	\$317.3	\$317.3	\$0.0
OTHER PRORATED EXPENSES	\$764.3	\$764.3	\$0.0
TOTAL CSS/GO PRORATED EXPENSES	\$2,558.0	\$2,558.0	\$0.0
<b>SUB -- TOTAL -- OPERATING EXPENSES</b>	<b>\$20,956.10</b>	<b>\$20,957.94</b>	<b>\$1.8</b>
TOTAL INCOME TAXES:	\$1,079.0	\$1,153.0	\$74.0
<b>TOTAL OPERATING EXPENSES</b>	<b>\$22,035.1</b>	<b>\$22,110.9</b>	<b>\$75.8</b>
NET OPERATING REVENUE	\$2,328.2	\$2,436.4	\$108.2
DEPRECIATED RATE BASE	\$29,322.7	\$29,319.3	(\$3.4)
RATE OF RETURN	7.94%	8.31%	0.37%

## Attachment C

**LOS ALTOS DISTRICT  
2017 COST OF CAPITAL APPLICATION**

**Summary of Earnings at Present and Proposed Revenues  
(Dollars In Thousands)**

	<b>PRESENT REVENUE</b>	<b>PROPOSED REVENUE</b>	<b>INCREASE</b>
	<u>2017</u>	<u>2018</u>	
OPERATING REVENUES	\$35,761.7	\$36,168.5	\$406.8
% Increase			1.14%
OPERATING EXPENSES			
PURCHASED WATER	\$9,891.3	\$9,891.3	\$0.0
PUMP TAX	\$6,694.4	\$6,694.4	\$0.0
PURCHASED POWER	\$1,327.8	\$1,327.8	\$0.0
PURCHASED CHEMICALS	\$89.0	\$89.0	\$0.0
PAYROLL -- DISTRICT	\$1,803.1	\$1,803.1	\$0.0
UNCOLLECTIBLES	\$10.5	\$10.6	\$0.1
CONSERVATION	\$309.4	\$309.4	\$0.0
OTHER OPERATION AND MAINTENANCE (O&M)	\$1,433.1	\$1,433.1	\$0.0
BENEFITS	\$1,134.0	\$1,134.0	\$0.0
OTHER ADMIN AND GEN. EXP. (A&G)	\$97.4	\$97.4	\$0.0
TOTAL O. & M., A. & G., & MISC. EXP.	\$22,790.0	\$22,790.1	\$0.1
TAXES OTHER THAN INCOME			
AD VALOREM TAXES	\$522.7	\$522.7	\$0.0
BUSINESS LICENSE FEES	\$0.3	\$0.3	\$0.0
LOCAL FRANCHISE TAXES	\$522.8	\$528.7	\$5.9
PAYROLL TAXES	\$137.7	\$137.7	\$0.0
TOTAL GENERAL TAXES	\$1,183.6	\$1,189.5	\$5.9
DEPRECIATION	\$2,922.3	\$2,922.3	\$0.0
CSS/GO PRORATED EXPENSES:			
PAYROLL AND BENEFITS	\$1,846.6	\$1,846.6	\$0.0
AD VALOREM TAXES	\$38.4	\$38.4	\$0.0
PAYROLL TAXES	\$83.5	\$83.5	\$0.0
DEPRECIATION	\$423.1	\$423.1	\$0.0
OTHER PRORATED EXPENSES	\$1,019.0	\$1,019.0	\$0.0
TOTAL CSS/GO PRORATED EXPENSES	\$3,410.6	\$3,410.6	\$0.0
<b>SUB -- TOTAL -- OPERATING EXPENSES</b>	<b>\$30,306.45</b>	<b>\$30,312.52</b>	<b>\$6.1</b>
TOTAL INCOME TAXES:	\$1,594.3	\$1,816.1	\$221.9
<b>TOTAL OPERATING EXPENSES</b>	<b>\$31,900.7</b>	<b>\$32,128.7</b>	<b>\$227.9</b>
NET OPERATING REVENUE	\$3,861.0	\$4,039.8	\$178.8
DEPRECIATED RATE BASE	\$48,627.2	\$48,614.0	(\$13.2)
RATE OF RETURN	7.94%	8.31%	0.37%

## Attachment C

**LOS ANGELES COUNTY REGION  
2017 COST OF CAPITAL APPLICATION**

**Summary of Earnings at Present and Proposed Revenues  
(Dollars In Thousands)**

*(Consolidated Region - Palos Verdes + Antelope)*

	<b>PRESENT REVENUE</b>	<b>PROPOSED REVENUE</b>	<b>INCREASE</b>
	<u>2017</u>	<u>2018</u>	
OPERATING REVENUES	\$50,359.6	\$50,740.1	\$380.4
% Increase			0.76%
OPERATING EXPENSES			
PURCHASED WATER	\$26,259.0	\$26,259.0	\$0.0
PUMP TAX	\$0.0	\$0.0	\$0.0
PURCHASED POWER	\$3,079.8	\$3,079.8	\$0.0
PURCHASED CHEMICALS	\$1.1	\$1.1	\$0.0
PAYROLL -- DISTRICT	\$2,622.3	\$2,622.3	\$0.0
UNCOLLECTIBLES	\$51.0	\$51.4	\$0.4
CONSERVATION	\$543.0	\$543.0	\$0.0
OTHER OPERATION AND MAINTENANCE (O&M)	\$1,811.0	\$1,811.0	\$0.0
BENEFITS	\$1,366.9	\$1,366.9	\$0.0
OTHER ADMIN AND GEN. EXP. (A&G)	\$397.3	\$397.3	\$0.0
TOTAL O. & M., A. & G., & MISC. EXP.	\$36,131.4	\$36,131.8	\$0.4
TAXES OTHER THAN INCOME			
AD VALOREM TAXES	\$559.8	\$559.8	\$0.0
BUSINESS LICENSE FEES	\$2.5	\$2.5	\$0.0
LOCAL FRANCHISE TAXES	\$529.8	\$533.7	\$3.9
PAYROLL TAXES	\$159.5	\$159.5	\$0.0
TOTAL GENERAL TAXES	\$1,251.6	\$1,255.5	\$3.9
DEPRECIATION	\$2,926.1	\$2,926.1	\$0.0
CSS/GO PRORATED EXPENSES:			
PAYROLL AND BENEFITS	\$2,838.9	\$2,838.9	\$0.0
AD VALOREM , BUSINESS LICENSE, FRANCHISES	\$59.1	\$59.1	\$0.0
PAYROLL TAXES	\$128.3	\$128.3	\$0.0
DEPRECIATION	\$650.5	\$650.5	\$0.0
OTHER PRORATED EXPENSES	\$1,542.9	\$1,542.9	\$0.0
TOTAL CSS/GO PRORATED EXPENSES	\$5,219.7	\$5,219.7	\$0.0
<b>SUB -- TOTAL -- OPERATING EXPENSES</b>	<b>\$45,528.9</b>	<b>\$45,533.2</b>	<b>4.3</b>
TOTAL INCOME TAXES:	\$1,510.4	\$1,734.7	\$224.3
<b>TOTAL OPERATING EXPENSES</b>	<b>\$47,039.3</b>	<b>\$47,267.9</b>	<b>228.6</b>
NET OPERATING REVENUE	\$3,320.3	\$3,472.2	151.8
DEPRECIATED RATE BASE	\$41,817.3	\$41,802.7	(\$14.6)
RATE OF RETURN	7.94%	8.31%	0.37%

## Attachment C

**MONTEREY AREA REGION  
2017 COST OF CAPITAL APPLICATION**

**Summary of Earnings at Present and Proposed Revenues  
(Dollars In Thousands)**

*(Consolidated Region - Salinas + King City)*

	<b>PRESENT REVENUE</b>	<b>PROPOSED REVENUE</b>	<b>INCREASE</b>
	<u>2017</u>	<u>2018</u>	
OPERATING REVENUES	\$37,623.9	\$38,380.5	\$756.6
% Increase			2.01%
OPERATING EXPENSES			
PURCHASED WATER	\$0.0	\$0.0	\$0.0
PUMP TAX	\$71.1	\$71.1	\$0.0
PURCHASED POWER	\$2,207.8	\$2,207.8	\$0.0
PURCHASED CHEMICALS	\$288.2	\$288.2	\$0.0
PAYROLL -- DISTRICT	\$3,827.1	\$3,827.1	\$0.0
UNCOLLECTIBLES	\$110.5	\$112.7	\$2.2
CONSERVATION	\$566.5	\$566.5	\$0.0
OTHER OPERATION AND MAINTENANCE (O&M)	\$3,881.2	\$3,881.2	\$0.0
BENEFITS	\$1,960.2	\$1,960.2	\$0.0
OTHER ADMIN AND GEN. EXP. (A&G)	\$386.7	\$386.7	\$0.0
TOTAL O. & M., A. & G., & MISC. EXP.	\$13,299.2	\$13,301.4	\$2.2
TAXES OTHER THAN INCOME			
AD VALOREM TAXES	\$1,031.6	\$1,031.6	\$0.0
BUSINESS LICENSE FEES	\$933.7	\$952.3	\$18.6
LOCAL FRANCHISE TAXES	\$114.6	\$117.1	\$2.4
PAYROLL TAXES	\$295.8	\$295.8	\$0.0
TOTAL GENERAL TAXES	\$2,375.8	\$2,396.8	\$21.0
DEPRECIATION	\$6,494.8	\$6,494.8	\$0.0
CSS/GO PRORATED EXPENSES:			
PAYROLL AND BENEFITS	\$2,903.7	\$2,903.7	\$0.0
AD VALOREM , BUSINESS LICENSE, FRANCHISES	\$60.4	\$60.4	\$0.0
PAYROLL TAXES	\$131.3	\$131.3	\$0.0
DEPRECIATION	\$665.3	\$665.3	\$0.0
OTHER PRORATED EXPENSES	\$1,602.3	\$1,602.3	\$0.0
TOTAL CSS/GO PRORATED EXPENSES	\$5,363.0	\$5,363.0	\$0.0
<b>SUB -- TOTAL -- OPERATING EXPENSES</b>	<b>\$27,532.8</b>	<b>\$27,556.0</b>	<b>\$23.2</b>
TOTAL INCOME TAXES:	\$2,760.4	\$3,154.0	\$393.6
<b>TOTAL OPERATING EXPENSES</b>	<b>\$30,293.2</b>	<b>\$30,710.1</b>	<b>\$416.9</b>
NET OPERATING REVENUE	\$7,330.7	\$7,670.5	\$339.7
DEPRECIATED RATE BASE	\$92,326.7	\$92,304.6	(\$22.1)
RATE OF RETURN	7.94%	8.31%	0.37%

## Attachment C

**MARYSVILLE DISTRICT**  
**2017 COST OF CAPITAL APPLICATION**  
**Summary of Earnings at Present and Proposed Revenues**  
**(Dollars In Thousands)**

	<b>PRESENT REVENUE</b>	<b>PROPOSED REVENUE</b>	<b>INCREASE</b>
	<b><u>2017</u></b>	<b><u>2018</u></b>	
OPERATING REVENUES	\$3,953.8	\$4,034.9	\$81.1
% Increase			2.05%
OPERATING EXPENSES			
PURCHASED WATER	\$0.0	\$0.0	\$0.0
PUMP TAX	\$0.0	\$0.0	\$0.0
PURCHASED POWER	\$169.5	\$169.5	\$0.0
PURCHASED CHEMICALS	\$16.6	\$16.6	\$0.0
PAYROLL -- DISTRICT	\$562.2	\$562.2	\$0.0
UNCOLLECTIBLES	\$10.2	\$10.4	\$0.2
CONSERVATION	\$42.1	\$42.1	\$0.0
OTHER OPERATION AND MAINTENANCE (O&M)	\$285.7	\$285.7	\$0.0
BENEFITS	\$309.7	\$309.7	\$0.0
OTHER ADMIN AND GEN. EXP. (A&G)	\$46.6	\$46.6	\$0.0
TOTAL O. & M., A. & G., & MISC. EXP.	\$1,442.7	\$1,442.9	\$0.2
TAXES OTHER THAN INCOME			
AD VALOREM TAXES	\$108.0	\$108.0	\$0.0
BUSINESS LICENSE FEES	\$1.0	\$1.0	\$0.0
LOCAL FRANCHISE TAXES	\$0.0	\$0.0	\$0.0
PAYROLL TAXES	\$42.9	\$42.9	\$0.0
TOTAL GENERAL TAXES	\$151.9	151.9	0.0
DEPRECIATION	\$519.4	\$519.4	\$0.0
CSS/GO PRORATED EXPENSES:			
PAYROLL AND BENEFITS	\$379.7	\$379.7	\$0.0
AD VALOREM TAXES	\$7.9	\$7.9	\$0.0
PAYROLL TAXES	\$17.2	\$17.2	\$0.0
DEPRECIATION	\$87.0	\$87.0	\$0.0
OTHER PRORATED EXPENSES	\$209.5	\$209.5	\$0.0
TOTAL CSS/GO PRORATED EXPENSES	\$701.3	\$701.3	\$0.0
<b>SUB -- TOTAL -- OPERATING EXPENSES</b>	<b>\$2,815.3</b>	<b>\$2,815.5</b>	<b>\$0.2</b>
TOTAL INCOME TAXES:	\$331.4	\$375.0	\$43.6
<b>TOTAL OPERATING EXPENSES</b>	<b>\$3,146.7</b>	<b>\$3,190.6</b>	<b>\$43.9</b>
NET OPERATING REVENUE	\$807.1	\$844.4	\$37.2
DEPRECIATED RATE BASE	\$10,165.3	\$10,160.7	(\$4.6)
RATE OF RETURN	7.94%	8.31%	0.37%

## Attachment C

**OROVILLE DISTRICT**  
**2017 COST OF CAPITAL APPLICATION**

**Summary of Earnings at Present and Proposed Revenues**  
**(Dollars In Thousands)**

	<b>PRESENT REVENUE</b>	<b>PROPOSED REVENUE</b>	<b>INCREASE</b>
	<u>2017</u>	<u>2018</u>	
OPERATING REVENUES	\$5,222.6	\$5,311.4	\$88.8
% Increase			1.70%
OPERATING EXPENSES			
PURCHASED WATER	\$304.9	\$304.9	\$0.0
PUMP TAX	\$0.0	\$0.0	\$0.0
PURCHASED POWER	\$143.8	\$143.8	\$0.0
PURCHASED CHEMICALS	\$48.4	\$48.4	\$0.0
PAYROLL -- DISTRICT	\$805.7	\$805.7	\$0.0
UNCOLLECTIBLES	\$26.8	\$27.3	\$0.5
CONSERVATION	\$39.3	\$39.3	\$0.0
OTHER OPERATION AND MAINTENANCE (O&M)	\$389.0	\$389.0	\$0.0
BENEFITS	\$405.1	\$405.1	\$0.0
OTHER ADMIN AND GEN. EXP. (A&G)	\$106.5	\$106.5	\$0.0
TOTAL O. & M., A. & G., & MISC. EXP.	\$2,269.5	\$2,270.0	\$0.5
TAXES OTHER THAN INCOME			
AD VALOREM TAXES	\$107.6	\$107.6	\$0.0
BUSINESS LICENSE FEES	\$0.0	\$0.0	\$0.0
LOCAL FRANCHISE TAXES	\$0.0	\$0.0	\$0.0
PAYROLL TAXES	\$62.5	\$62.5	\$0.0
TOTAL GENERAL TAXES	\$170.1	\$170.1	0.0
DEPRECIATION	\$690.7	\$690.7	\$0.0
CSS/GO PRORATED EXPENSES:			
PAYROLL AND BENEFITS	\$453.0	\$453.0	\$0.0
AD VALOREM TAXES	\$9.4	\$9.4	\$0.0
PAYROLL TAXES	\$20.5	\$20.5	\$0.0
DEPRECIATION	\$103.8	\$103.8	\$0.0
OTHER PRORATED EXPENSES	\$250.0	\$250.0	\$0.0
TOTAL CSS/GO PRORATED EXPENSES	\$836.7	\$836.7	\$0.0
<b>SUB -- TOTAL -- OPERATING EXPENSES</b>	<b>\$3,967.0</b>	<b>\$3,967.4</b>	<b>\$0.5</b>
TOTAL INCOME TAXES:	\$396.3	\$444.8	\$48.5
<b>TOTAL OPERATING EXPENSES</b>	<b>\$4,363.3</b>	<b>\$4,412.3</b>	<b>\$49.0</b>
NET OPERATING REVENUE	\$859.3	\$899.2	\$39.8
DEPRECIATED RATE BASE	\$10,822.9	\$10,820.6	(\$2.3)
RATE OF RETURN	7.94%	8.31%	0.37%

## Attachment C

**SELMA DISTRICT  
2017 COST OF CAPITAL APPLICATION**

**Summary of Earnings at Present and Proposed Revenues  
(Dollars In Thousands)**

	<b>PRESENT REVENUE</b>	<b>PROPOSED REVENUE</b>	<b>INCREASE</b>
	<u>2017</u>	<u>2018</u>	
OPERATING REVENUES	\$5,631.4	\$5,743.4	\$112.0
% Increase			1.99%
OPERATING EXPENSES			
PURCHASED WATER	\$0.0	\$0.0	\$0.0
PUMP TAX	\$0.0	\$0.0	\$0.0
PURCHASED POWER	\$393.5	\$393.5	\$0.0
PURCHASED CHEMICALS	\$19.5	\$19.5	\$0.0
PAYROLL -- DISTRICT	\$616.9	\$616.9	\$0.0
UNCOLLECTIBLES	\$17.7	\$18.0	\$0.4
CONSERVATION	\$69.5	\$69.5	\$0.0
OTHER OPERATION AND MAINTENANCE (O&M)	\$412.3	\$412.3	\$0.0
BENEFITS	\$354.9	\$354.9	\$0.0
OTHER ADMIN AND GEN. EXP. (A&G)	\$114.8	\$114.8	\$0.0
TOTAL O. & M., A. & G., & MISC. EXP.	\$1,998.9	\$1,999.2	\$0.4
TAXES OTHER THAN INCOME			
AD VALOREM TAXES	\$143.5	\$143.5	\$0.0
BUSINESS LICENSE FEES	\$0.7	\$0.7	\$0.0
LOCAL FRANCHISE TAXES	\$112.3	\$114.5	\$2.2
PAYROLL TAXES	\$48.0	\$48.0	\$0.0
TOTAL GENERAL TAXES	\$304.5	\$306.7	\$2.2
DEPRECIATION	\$850.1	\$850.1	\$0.0
CSS/GO PRORATED EXPENSES:			
PAYROLL AND BENEFITS	\$500.5	\$500.5	\$0.0
AD VALOREM TAXES	\$10.4	\$10.4	\$0.0
PAYROLL TAXES	\$22.6	\$22.6	\$0.0
DEPRECIATION	\$114.7	\$114.7	\$0.0
OTHER PRORATED EXPENSES	\$276.2	\$276.2	\$0.0
TOTAL CSS/GO PRORATED EXPENSES	\$924.4	\$924.4	\$0.0
<b>SUB -- TOTAL -- OPERATING EXPENSES</b>	<b>\$4,077.83</b>	<b>\$4,080.41</b>	<b>\$2.6</b>
TOTAL INCOME TAXES:	\$463.5	\$522.4	\$59.0
<b>TOTAL OPERATING EXPENSES</b>	<b>\$4,541.3</b>	<b>\$4,602.8</b>	<b>\$61.5</b>
NET OPERATING REVENUE	\$1,090.1	\$1,140.6	\$50.5
DEPRECIATED RATE BASE	\$13,729.0	\$13,725.3	(\$3.7)
RATE OF RETURN	7.94%	8.31%	0.37%

## Attachment C

**STOCKTON DISTRICT**  
**2017 COST OF CAPITAL APPLICATION**  
**Summary of Earnings at Present and Proposed Revenues**  
**(Dollars In Thousands)**

	<b>PRESENT REVENUE</b>	<b>PROPOSED REVENUE</b>	<b>INCREASE</b>
	<u>2017</u>	<u>2018</u>	
OPERATING REVENUES	\$48,888.2	\$50,649.9	\$1,761.8
% Increase			3.60%
OPERATING EXPENSES			
PURCHASED WATER	\$12,853.5	\$12,853.5	\$0.0
PUMP TAX	\$5,206.0	\$5,206.0	\$0.0
PURCHASED POWER	\$689.1	\$689.1	\$0.0
PURCHASED CHEMICALS	\$134.2	\$134.2	\$0.0
PAYROLL -- DISTRICT	\$4,145.8	\$4,145.8	\$0.0
UNCOLLECTIBLES	\$433.8	\$449.5	\$15.6
CONSERVATION	\$478.1	\$478.1	\$0.0
OTHER OPERATION AND MAINTENANCE (O&M)	\$2,168.1	\$2,168.1	\$0.0
BENEFITS	\$2,126.4	\$2,126.4	\$0.0
OTHER ADMIN AND GEN. EXP. (A&G)	\$348.6	\$348.6	\$0.0
TOTAL O. & M., A. & G., & MISC. EXP.	\$28,583.5	\$28,599.1	\$15.6
TAXES OTHER THAN INCOME			
AD VALOREM TAXES	\$974.5	\$974.5	\$0.0
BUSINESS LICENSE FEES	\$7.6	\$7.8	\$0.2
LOCAL FRANCHISE TAXES	\$212.3	\$219.9	\$7.7
PAYROLL TAXES	\$327.8	\$327.8	\$0.0
TOTAL GENERAL TAXES	\$1,522.2	\$1,530.1	\$7.9
DEPRECIATION	\$4,367.3	\$4,367.3	\$0.0
CSS/GO PRORATED EXPENSES:			
PAYROLL AND BENEFITS	\$3,339.5	\$3,339.5	\$0.0
AD VALOREM TAXES	\$69.4	\$69.4	\$0.0
PAYROLL TAXES	\$150.9	\$150.9	\$0.0
DEPRECIATION	\$765.1	\$765.1	\$0.0
OTHER PRORATED EXPENSES	\$1,842.8	\$1,842.8	\$0.0
TOTAL CSS/GO PRORATED EXPENSES	\$6,167.7	\$6,167.7	\$0.0
<b>SUB -- TOTAL -- OPERATING EXPENSES</b>	<b>\$40,640.7</b>	<b>\$40,664.2</b>	<b>\$23.5</b>
TOTAL INCOME TAXES:	\$2,056.3	\$3,513.0	\$1,456.7
<b>TOTAL OPERATING EXPENSES</b>	<b>\$42,697.0</b>	<b>\$44,177.2</b>	<b>\$1,480.2</b>
NET OPERATING REVENUE	\$6,191.2	\$6,472.8	\$281.5
DEPRECIATED RATE BASE	\$77,975.0	\$77,891.1	(\$83.9)
RATE OF RETURN	7.94%	8.31%	0.37%

## Attachment C

**VISALIA DISTRICT  
2017 COST OF CAPITAL APPLICATION**

**Summary of Earnings at Present and Proposed Revenues  
(Dollars In Thousands)**

	<b>PRESENT REVENUE</b>	<b>PROPOSED REVENUE</b>	<b>INCREASE</b>
	<u>2017</u>	<u>2018</u>	
OPERATING REVENUES	\$29,554.7	\$30,028.8	\$474.1
% Increase			1.60%
OPERATING EXPENSES			
PURCHASED WATER	\$0.0	\$0.0	\$0.0
PUMP TAX	\$485.8	\$485.8	\$0.0
PURCHASED POWER	\$2,057.4	\$2,057.4	\$0.0
PURCHASED CHEMICALS	\$89.0	\$89.0	\$0.0
PAYROLL -- DISTRICT	\$3,849.3	\$3,849.3	\$0.0
UNCOLLECTIBLES	\$105.5	\$107.2	\$1.7
CONSERVATION	\$430.5	\$430.5	\$0.0
OTHER OPERATION AND MAINTENANCE (O&M)	\$2,146.2	\$2,146.2	\$0.0
BENEFITS	\$1,933.7	\$1,933.7	\$0.0
OTHER ADMIN AND GEN. EXP. (A&G)	\$273.7	\$273.7	\$0.0
TOTAL O. & M., A. & G., & MISC. EXP.	\$11,371.1	\$11,372.8	\$1.7
TAXES OTHER THAN INCOME			
AD VALOREM TAXES	\$693.4	\$693.4	\$0.0
BUSINESS LICENSE FEES	\$0.8	\$0.8	\$0.0
LOCAL FRANCHISE TAXES	\$0.0	\$0.0	\$0.0
PAYROLL TAXES	\$289.9	\$289.9	\$0.0
TOTAL GENERAL TAXES	\$984.1	\$984.1	\$0.0
DEPRECIATION	\$4,808.6	\$4,808.6	\$0.0
CSS/GO PRORATED EXPENSES:			
PAYROLL AND BENEFITS	\$3,093.6	\$3,093.6	\$0.0
AD VALOREM TAXES	\$64.3	\$64.3	\$0.0
PAYROLL TAXES	\$139.8	\$139.8	\$0.0
DEPRECIATION	\$708.8	\$708.8	\$0.0
OTHER PRORATED EXPENSES	\$1,707.1	\$1,707.1	\$0.0
TOTAL CSS/GO PRORATED EXPENSES	\$5,713.6	\$5,713.6	\$0.0
<b>SUB -- TOTAL -- OPERATING EXPENSES</b>	<b>\$22,877.3</b>	<b>\$22,879.0</b>	<b>\$1.7</b>
TOTAL INCOME TAXES:	\$1,966.2	\$2,221.0	\$254.8
<b>TOTAL OPERATING EXPENSES</b>	<b>\$24,843.5</b>	<b>\$25,100.0</b>	<b>\$256.5</b>
NET OPERATING REVENUE	\$4,711.2	\$4,928.9	\$217.6
DEPRECIATED RATE BASE	\$59,335.1	\$59,312.6	(\$22.5)
RATE OF RETURN	7.94%	8.31%	0.37%

## Attachment C

**WILLOWS DISTRICT**  
**2017 COST OF CAPITAL APPLICATION**

**Summary of Earnings at Present and Proposed Revenues**  
**(Dollars In Thousands)**

	<b>PRESENT REVENUE</b>	<b>PROPOSED REVENUE</b>	<b>INCREASE</b>
	<u>2017</u>	<u>2018</u>	
OPERATING REVENUES	\$2,467.8	\$2,516.3	\$48.5
% Increase			1.96%
OPERATING EXPENSES			
PURCHASED WATER	\$0.0	\$0.0	\$0.0
PUMP TAX	\$0.0	\$0.0	\$0.0
PURCHASED POWER	\$110.9	\$110.9	\$0.0
PURCHASED CHEMICALS	\$7.1	\$7.1	\$0.0
PAYROLL -- DISTRICT	\$374.0	\$374.0	\$0.0
UNCOLLECTIBLES	\$10.2	\$10.4	\$0.2
CONSERVATION	\$19.5	\$19.5	\$0.0
OTHER OPERATION AND MAINTENANCE (O&M)	\$209.0	\$209.0	\$0.0
BENEFITS	\$207.1	\$207.1	\$0.0
OTHER ADMIN AND GEN. EXP. (A&G)	\$56.3	\$56.3	\$0.0
TOTAL O. & M., A. & G., & MISC. EXP.	\$994.1	\$994.3	\$0.2
TAXES OTHER THAN INCOME			
AD VALOREM TAXES	\$72.3	\$72.3	\$0.0
BUSINESS LICENSE FEES	\$32.6	\$33.2	\$0.6
LOCAL FRANCHISE TAXES	\$0.0	\$0.0	\$0.0
PAYROLL TAXES	\$28.8	\$28.8	\$0.0
TOTAL GENERAL TAXES	\$133.7	\$134.4	\$0.6
DEPRECIATION	\$258.0	\$258.0	\$0.0
CSS/GO PRORATED EXPENSES:			
PAYROLL AND BENEFITS	\$237.3	\$237.3	\$0.0
AD VALOREM TAXES	\$4.9	\$4.9	\$0.0
PAYROLL TAXES	\$10.7	\$10.7	\$0.0
DEPRECIATION	\$54.4	\$54.4	\$0.0
OTHER PRORATED EXPENSES	\$131.0	\$131.0	\$0.0
TOTAL CSS/GO PRORATED EXPENSES	\$438.3	\$438.3	\$0.0
<b>SUB -- TOTAL -- OPERATING EXPENSES</b>	<b>\$1,824.1</b>	<b>\$1,825.0</b>	<b>\$0.8</b>
TOTAL INCOME TAXES:	\$171.6	\$197.2	\$25.6
<b>TOTAL OPERATING EXPENSES</b>	<b>\$1,995.7</b>	<b>\$2,022.2</b>	<b>\$26.5</b>
NET OPERATING REVENUE	\$472.1	\$494.1	\$22.0
DEPRECIATED RATE BASE	\$5,945.4	\$5,945.4	\$0.0
RATE OF RETURN	7.94%	8.31%	0.37%

## Attachment C

**WESTLAKE DISTRICT  
2017 COST OF CAPITAL APPLICATION**

**Summary of Earnings at Present and Proposed Revenues  
(Dollars In Thousands)**

	<b>PRESENT REVENUE</b>	<b>PROPOSED REVENUE</b>	<b>INCREASE</b>
	<u>2017</u>	<u>2018</u>	
OPERATING REVENUES	\$18,380.7	\$18,544.7	\$164.0
% Increase			0.89%
OPERATING EXPENSES			
PURCHASED WATER	\$10,508.5	\$10,508.5	\$0.0
PUMP TAX	\$0.0	\$0.0	\$0.0
PURCHASED POWER	\$300.1	\$300.1	\$0.0
PURCHASED CHEMICALS	\$0.2	\$0.2	\$0.0
PAYROLL -- DISTRICT	\$844.3	\$844.3	\$0.0
UNCOLLECTIBLES	\$11.8	\$11.9	\$0.1
CONSERVATION	\$267.4	\$267.4	\$0.0
OTHER OPERATION AND MAINTENANCE (O&M)	\$421.2	\$421.2	\$0.0
BENEFITS	\$380.3	\$380.3	\$0.0
OTHER ADMIN AND GEN. EXP. (A&G)	\$108.9	\$108.9	\$0.0
TOTAL O. & M., A. & G., & MISC. EXP.	\$12,842.7	\$12,842.8	\$0.1
TAXES OTHER THAN INCOME			
AD VALOREM TAXES	\$175.9	\$175.9	\$0.0
BUSINESS LICENSE FEES	\$0.0	\$0.0	\$0.0
LOCAL FRANCHISE TAXES	\$210.2	\$212.1	\$1.9
PAYROLL TAXES	\$65.1	\$65.1	\$0.0
TOTAL GENERAL TAXES	\$451.2	\$453.1	\$1.9
DEPRECIATION	\$1,031.5	\$1,031.5	\$0.0
CSS/GO PRORATED EXPENSES:			
PAYROLL AND BENEFITS	\$1,022.5	\$1,022.5	\$0.0
AD VALOREM TAXES	\$21.3	\$21.3	\$0.0
PAYROLL TAXES	\$46.2	\$46.2	\$0.0
DEPRECIATION	\$234.3	\$234.3	\$0.0
OTHER PRORATED EXPENSES	\$564.3	\$564.3	\$0.0
TOTAL CSS/GO PRORATED EXPENSES	\$1,888.6	\$1,888.6	\$0.0
<b>SUB -- TOTAL -- OPERATING EXPENSES</b>	<b>\$16,214.0</b>	<b>\$16,216.0</b>	<b>\$2.0</b>
TOTAL INCOME TAXES:	\$653.9	\$745.8	\$91.8
<b>TOTAL OPERATING EXPENSES</b>	<b>\$16,867.9</b>	<b>\$16,961.7</b>	<b>\$93.8</b>
NET OPERATING REVENUE	\$1,512.8	\$1,583.0	\$70.2
DEPRECIATED RATE BASE	\$19,053.4	\$19,049.8	(\$3.6)
RATE OF RETURN	7.94%	8.31%	0.37%

Exhibit C

**CALIFORNIA WATER SERVICE COMPANY**  
**DERIVATION OF WEIGHTED AVERAGE RATE BASE 12 MONTHS END: DECEMBER 31, 2016**  
**SCHEDULE A-1d**  
**TOTAL COMPANY RATE BASE AND WORKING CASH**

Line No.	Title of Account	Balance 12/31/2016	Balance 12/31/2015	Balance 12/31/2014	Balance 12/31/2013	Balance 12/31/2012
1	UTILITY PLANT					
2	PLANT IN SERVICE	\$ 2,111,233,180	\$ 1,972,529,390	\$ 1,880,357,943.5	\$ 1,761,253,960.0	\$ 1,660,031,278.9
4	GENERAL OFFICE PRORATE	\$ 107,485,278	\$ 92,592,625	\$ 89,959,428.0	\$ 81,120,013.8	\$ 74,703,162.8
5	RATE BASE WRITE-UP (NET)	\$ 20,501,757	\$ 21,587,271	\$ 21,114,114.6	\$ 21,102,281.7	\$ 22,917,913.1
6	PLANT NOT FUNDED BY CALWATER	\$ (11,109,067)	\$ (11,269,054)	\$ (10,933,443.2)	\$ (10,933,443.2)	\$ (10,935,293.5)
7	TOTAL GROSS PLANT ( = Line 2 + Line 3 + Line 4 + Line 5 - Line 6 )	<u>\$ 2,228,111,148</u>	<u>\$ 2,075,440,232</u>	<u>\$ 1,980,498,042.9</u>	<u>\$ 1,852,542,812.3</u>	<u>\$ 1,746,717,061.3</u>
8	LESS ACCUMULATED DEPRECIATION/AMORTIZATION					
9	PLANT IN SERVICE	\$ 736,930,564	\$ 690,006,004	\$ 653,905,177.2	\$ 600,882,820.4	\$ 548,366,635.8
10	GENERAL OFFICE PRORATE	\$ 38,420,365	\$ 38,612,334	\$ 37,912,876.8	\$ 31,429,328.0	\$ 25,364,415.1
11	TOTAL ACCUMULATED DEPRECIATION ( = Line 9 + Line 10 )	<u>\$ 775,350,929</u>	<u>\$ 728,618,338</u>	<u>\$ 691,818,054.0</u>	<u>\$ 632,312,148.4</u>	<u>\$ 573,731,050.9</u>
12	LESS OTHER RESERVES					
13	DEFERRED INCOME TAXES	\$ 226,812,494	\$ 196,194,581	\$ 164,311,950.2	\$ 146,152,350.3	\$ 113,338,750.8
14	DEFERRED ITC	\$ 1,762,304	\$ 1,830,758	\$ 1,902,097.1	\$ 1,973,374.4	\$ 2,044,649.1
15	GENERAL OFFICE PRORATE	\$ 9,782,611	\$ 8,584,611	\$ 8,001,559.6	\$ 4,490,960.9	\$ 5,578,591.9
16	TOTAL OTHER RESERVES ( = Line 13 + Line 14 + Line 15 )	<u>\$ 238,357,409</u>	<u>\$ 206,609,950</u>	<u>\$ 174,215,606.9</u>	<u>\$ 152,616,685.6</u>	<u>\$ 120,961,991.9</u>
17	LESS ADJUSTMENTS					\$ -
18	CONTRIBUTIONS IN AID OF CONSTRUCTION	\$ 142,678,453	\$ 140,986,151	\$ 140,217,887.5	\$ 132,358,618.1	\$ 125,917,191.1
19	ADVANCES FOR CONSTRUCTION	\$ 165,372,228	\$ 179,284,414	\$ 180,339,043.8	\$ 184,015,784.4	\$ 185,224,543.9
20	OTHER (TAXING EFFECT OF CIAC AND ADVANCES)	\$ 26,164,579	\$ 26,876,688	\$ 26,392,887.2	\$ 26,135,092.9	\$ 26,709,122.7
21	TOTAL ADJUSTMENTS ( = Line 18 + Line 19 - Line 20 )	<u>\$ 281,886,102</u>	<u>\$ 293,393,877</u>	<u>\$ 294,164,044.2</u>	<u>\$ 290,239,309.6</u>	<u>\$ 284,432,612.3</u>
22	ADD MATERIALS AND SUPPLIES	\$ 5,600,131	\$ 5,478,262	\$ 5,401,253.4	\$ 5,293,797.7	\$ 5,487,455.1
23	ADD TANK PAINTING	\$ 9,295,049	\$ 6,340,197	\$ -	\$ -	
24	ADD ADOPTED WORKING CASH ( = Line 37 )	\$ 11,999,400	\$ 11,710,800	\$ 11,422,200.0	\$ 12,580,500.0	\$ 11,900,400.0
25	<b>TOTAL DISTRICT RATE BASE</b>	<u><u>\$ 959,411,288</u></u>	<u><u>\$ 870,347,326</u></u>	<u><u>\$ 837,123,791.2</u></u>	<u><u>\$ 795,248,966.4</u></u>	<u><u>\$ 784,979,261.4</u></u>
26	( = Line 7 - Line 11 - Line 16 - Line 21 + Line 22 + Line 23 )	<u><u>\$ 959,411,288</u></u>	<u><u>\$ 870,347,326</u></u>	<u><u>\$ 837,123,791.2</u></u>	<u><u>\$ 795,248,966.4</u></u>	<u><u>\$ 784,979,261.4</u></u>