

Preliminary Statement
(continued)

This tariff sheet is effective as of 9/25/14, but is subject to refund until approved by the California Public Utilities Commission.

AO. Water Contamination Litigation Memorandum Account (WCLMA)

(N)

1. PURPOSE:

The purpose of the Water Contamination Litigation Memorandum Account ("WCLMA") is to track expenses associated with litigating water contamination legal cases.

2. APPLICABILITY:

The WCLMA is applicable to all regulated operations, all ratemaking areas ("districts"), and General Office. This excludes out-of-state affiliates and unregulated operations expenses.

3. ACCOUNTING PROCEDURE:

CPUC Resolution W-4094 (March 26, 1998) authorized all water utilities to establish a memorandum account to track water contamination litigation expenses. The WCLMA does not have a rate component.

- a. Debit entries will be created to capture all incremental expenses associated with litigating water contamination legal cases.
- b. Expenses associated with different legal cases will be maintained separately.
- c. Debit or credit entries equal to any monetary judgments or settlements in the subject litigation.
- d. A monthly debit or credit entry equal to the average balance in each segment of the account multiplied by 1/12th of the recent month's interest rate on Commercial Paper (prime, 90-day) published in the Federal Reserve Statistical Release.

4. DISPOSITION:

Requests for recovery of any balance in the WCLMA are to be processed according to General Order 96-B and Standard Practices or requested in a general rate case. Requests for recovery shall include a showing that the costs to be recovered are not included in rates.

(N)

(To be inserted by utility)

Advice Letter No. 2139
Decision No. 14-08-011

Issued by

 PAUL G. TOWNSLEY
NAME
 Vice President
TITLE

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

Date Filed
Effective
Resolution No. -