

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.

AQ. East Los Angeles Memorandum Account (ELAMA)

(N)

1. PURPOSE:

The purpose of the East Los Angeles Memorandum Account ("ELAMA") is to track costs related to the purchase of property at 2000 Tubeway Avenue and "Phase 1" improvements to the property as specified in the Settlement Agreement in A.12-07-007.

2. APPLICABILITY:

The ELAMA applies to the East Los Angeles District.

3. ACCOUNTING PROCEDURE:

Cal Water will maintain the ELAMA by making the following entries:

- a. A debit entry equal to the carrying costs (rate of return, ad valorem taxes, and depreciation) for:
 - (i) \$3,411,311, which is one-half of the purchased cost of the property at 2000 Tubeway Avenue (Project ID 50350), and;
 - (ii) \$1,235,313, which is the costs for Phase 1 improvements to the property (improvements to the buildings under Project ID 57791, and relocation of customer service operations from the rented facility).
- b. A credit entry equal to the imputed rental amount of \$52,500 per year which is built into GRC rates.
- c. A monthly debit or credit entry equal to the average balance in each segment of the account multiplied by 1/12th of the most recent month's interest rate on Commercial Paper (prime, 90-day) published in the Federal Reserve Statistical Release H-15.

3. DISPOSITION:

Requests for recovery of any balance in the ELAMA 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 were 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. _____