

BH. Central Basin Contamination Memorandum Account (“CBCMA”)

(N)

1. PURPOSE:

The purpose of the Central Basin Contamination Memorandum Account (“CBCMA”) is to track all costs incurred by California American Water associated with replacing the Granulated Activated Carbon filter media for water treatment at the Arlington and 48th Street well sites in its Baldwin Hills service area in the Los Angeles County District.

2. APPLICABILITY

The Los Angeles County District’s Baldwin Hills Service Area.

3. ACCOUNTING PROCEDURE

California American Water shall maintain the CBCMA by making entries as follows:

- a. A debit or credit entry will be created each month to record incurred costs.
- b. A debit or credit entry to interest on the balance in the account at the end of the month after the above entry, multiplied by one-twelfth of the most recent month’s interest rate on Commercial Paper, as reported in the Federal Reserve Statistical Release, H-15.
- c. Account balances will be amortized as part of a general rate case or via advice letter, at the Company’s discretion, per Standard Practice U-27-W.

4. RATEMAKING PROCEDURE:

Currently there is no ratemaking component to this memorandum account.

(N)

(Continued)

(TO BE INSERTED BY UTILITY)

Advice 1353
Decision

ISSUED BY

J. T. LINAM
DIRECTOR - Rates & Regulatory

(TO BE INSERTED BY C.P.U.C.)

Date Filed 12/23/2021
Effective 03/04/2022
Resolution _____