

SUPPLEMENT

Schedule No. MO -14.1.1.
WATER CONSERVATION PLAN
MONTEREY COUNTY DISTRICT

(C)

A. BACKGROUND

As described in Rule 14.1.1, the Company is authorized charge emergency conservation rates, fine customers, temporarily terminate service for water and/or to install flow restrictors for water waste or use above specific conservation levels: and charge fees for the removal of flow restrictors as described in this tariff.

B. APPLICABILITY

1. This schedule applies to all water customers served under all tariff schedules authorized by the Commission for Monterey Main System. It is effective at all times, as required by Rule No. 14.1.1, and for the period noted in the Special Conditions section below.
2. This Schedule shall remain dormant until activated by Commission authorization via a Tier 2 advice letter.
3. Once the Schedule is activated, utility can implement Stages of the Schedule by filing a Tier 2 advice letter
4. When this schedule is activated, it shall remain in effect until the utility files a Tier 1 advice letter to deactivate a specific stage of the Water Conservation Plan and such is authorized by the Commission.

C. WATER USE VIOLATION FINE

1. When an Enforcement Stage of the Water Shortage Contingency Plan has been activated by Commission authorization, the water use restrictions of Stage 1 in the Water Shortage Contingency Plan in Section I of Rule 14.1.1 become subject to fines and penalties imposed by the utility. The utility will first work closely with local law enforcement and public agencies charged with enforcing the mandatory water use restrictions. However, should the utility find that the local agency is not effectively enforcing the mandatory use restrictions, the utility, after written warnings, such as door hangers and letters, may begin to issue fines. If a customer is seen violating the water use restrictions, as outlined in Rule No. 14.1.1 and the Special Conditions below, the customer will be subject to the following fine structure:
 - a. First offense: Written warning, including explanation of penalty for subsequent offense.
 - b. Second offense within 1 year (of the same restriction): Written warning, including explanation of penalty for subsequent offense and \$100 fine.
 - c. Third offense within 1 year (of the same restriction): Written warning, including explanation of penalty for subsequent offense and a \$250 fine.
 - d. Fourth offense within 1 year (of the same restriction): Written warning, including explanation of penalty for subsequent offense and a \$500 fine.
 - e. Fifth offense within 1 year (of the same restriction): Written warning, including explanation of penalty for subsequent offense and service termination pursuant to Rule 11 and a \$500 fine.
 - f. Sixth offense within 1 year. (of the same restriction): Installation of a flow restricting device on customer's water meter for duration of activation of the Water Conservation Plan.
2. Offenses for separate water use restrictions will each start at the warning stage.
3. The water use violation fine is in addition to the regular rate schedule charges.

(C)

(Continued)

(TO BE INSERTED BY UTILITY)
ADVICE LETTER NO. 1079-A
DECISION NO. Res. W-4976
Res. W-5034

ISSUED BY
D.P. STEPHENSON
NAME
DIRECTOR - Rates & Regulatory
TITLE

(TO BE INSERTED BY C.P.U.C.)
DATE FILED MAY 21 2015
EFFECTIVE JUN -1 2015
RESOLUTION _____

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D. APPLICABLE EMERGENCY CONSERVATION RATES

1. The Allotment for summer landscape adjustment will be excluded from the block width for emergency conservation rate design.
2. Emergency conservation rates for residential customers will have a five-block rate design, which would add a 50% increase to the base rates for blocks 2 and 3, and increase block 4 and 5 rates by 100% of the base block rates to the current rates being charged in blocks 4 and 5.

Block	Current %	Proposed % of base rate
1	100%	100%
2	150%	225%
3	400%	600%
4	800%	1600%
5	1000%	2000%

There will be an increase in each of the four customer division rates for non-residential customers. Customer Division 1 base block rate would increase by 10%, customer Division 2 and 3 base block rate would increase by 25% and customer Division 4 base block rate would increase by 100%. For non-residential customers in Hidden Hills and Bishop during emergency conservation rates, the above percentages of base rate would be added to the current rates being charged in each of those areas.

3. There will be an increase of 100% to the Temporary Water Service Rates to Other Water Utilities.
4. There will be a rate increase in block 2 of 50% and in block 3 of 100% for Permanent Water Sales to Other Water Utilities customers.

E. ENFORCEMENT

1. Letter/Fine: From second violation of the same restriction within a one year period and onwards, a violation letter will be posted on property and sent to billing address, if different.
2. Aging of violation: Violations will accrue for the period of one year and be considered corrected and expunged one year after the violation occurs. The purpose of this rule is to prevent discrete violations from accruing in the event of a multi-year enforcement of the Water Conservation Plan.

(Continued)

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3. Applies to all Enforcement Stages of Water Shortage Contingency Plan.

	Violation 1	Violation 2 (of the same restriction)	Violation 3 (of the same restriction)	Violation 4 (of the same restriction)	Violation 5/6 ⁽²⁾ (of the same restriction)
Proof of violation	Employee or Customer reports, with no additional verification required	Verification with a written report by employee or contractor of CAW	Verification with a written report by employee or contractor of CAW	Verification with a written report by employee or contractor of CAW	Verification with a written report by employee or contractor of CAW
Letter/fine	Warning letter mailed to premise and billing address	Violation letter posted and mailed with \$100 penalty on next bill	Violation letter posted and mailed with \$250 penalty on next bill	Violation letter posted and mailed with \$500 penalty on next bill	Violation letter posted and mailed, shut off per Rule 11 and \$500 penalty on next bill
Fixing leaks Stage 1 Stage 2 Stage 3 Stage 4	Customer has: 5 days 72 hours 24 hours Immediate	Customer has: 5 days 72 hours 24 hours Immediate	Customer has: 5 days 72 hours 24 hours Immediate	Customer has: 5 days 72 hours 24 hours Immediate	Customer has: 5 days 72 hours 24 hours Immediate
Time to correct violation	5 days	5 days	5 days	5 days	5 days
Time customer has to request variance of the alleged violation	14 days to contact CAW in writing	14 days to contact CAW in writing	10 days to file an appeal with CAW in writing	10 days to file an appeal with CAW in writing	10 days to file an appeal with CAW in writing
If the customer does not agree with CAW's resolution ⁽¹⁾ Reference Section K of Rule 14.1	Further reported violations of the same restricted use will not be counted in the determination of further action until one week after the variance request is resolved	If the customer disagrees with CAW's resolution, they may file a formal complaint with the CPUC	If the customer disagrees with CAW's resolution, they may file a formal complaint with the CPUC	If the customer disagrees with CAW's resolution, they may file a formal complaint with the CPUC	If the customer disagrees with CAW's resolution, they may file a formal complaint with the CPUC

⁽¹⁾ If a customer has appealed the receipt of the penalty, the penalty will continue to be posted on the customer's account, but will not result in further service action, until at least 14 days after the resolution of appeals. Once resolved, if in the customers favor, the penalty will be immediately removed from the account. If not resolved in the customers favor, then the penalty will be due and payable as part of the next billing cycle and subject to all such further actions as with any other billed charge.

⁽²⁾ For violation 6 instead of shut-off for 3 days and \$500 penalty, a flow restrictor will be installed for duration of enforcement.

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CALIFORNIA AMERICAN WATER COMPANY
1033 B Avenue, Suite 200
CORONADO, CA 92118

CANCELLING

NEW C.P.U.C. SHEET NO. 7965-W
C.P.U.C. SHEET NO. _____

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F. FLOW RESTRICTOR REMOVAL CHARGE

The charge for removal of a flow-restricting device and/or reconnecting water service shall be:

Connection Size	Removal Charges
5/8" to 1"	\$150.00
1-1/2" to 2"	\$200
3" and larger	Actual Cost

G. SPECIAL CONDITIONS

1. The Tier 2 advice letter requesting activation of any Enforcement Stage of Schedule 14.1 shall include documentation of the overall water shortage justifying activation of that particular stage.
2. This tariff schedule shall remain in effect until the utility files a Tier 1 advice letter to deactivate specific stage of Water Shortage Contingency Plan and such is authorized by the Commission.
3. Water use violation fines must be separately identified on each bill.
4. Water penalty surcharges must be separately identified on each bill.
5. Flow restrictor charges are used to offset costs associated with the installation and removal.
6. All bills are subject to the reimbursement fee set forth on Schedule No. UF.
7. All monies collected by the utility through drought surcharges or penalties or fees for water use violations shall be booked to the Water Revenue Adjustment Mechanism (WRAM) or a memorandum account to offset recovery of lost revenues. All flow restrictor removal charges collected by the utility and all expenses incurred by the utility to implement Rule 14.1 and Schedule 14.1, and the requirements of the California State Water Board Resources Control Board ("SWRCB"), or other agencies, that have not been considered in a General Rate Case or other proceeding, shall be tracked in a memorandum account for disposition as directed or authorized from time to time by the Commission and shall be recoverable by the utility if determined to be reasonable by the Commission.

(C)

H. MULTI-FAMILY UNITS

1. An exemption on flow restrictor installations shall be made for water meters serving two or more multi-family dwelling units by substituting an excess water use charge of \$150 times the number of dwelling units located on the meter during each month in which a violation of the water waste has been determined. The excess water use charge shall be separately identified on each bill.

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