

APPLE VALLEY RANCOS WATER COMPANY

Utility Name	Balancing Account Name	Balancing Account Description	Authorizing Decision or Resolution or Advice Letter	Balance as of End of December 31, 2021 ¹	Most Recent Conducted Review/Audit	Notes or Comments
Liberty Utilities Apple Valley Ranchos Water Corp.	Total Number of Connections per 2020 Annual Report is 20,931					
Domestic Service	2012 & Prior WRAM/MCBA	Tracks water revenues and water production related costs for future disposition	D.08.09.026 effective September 18, 2008 and D.12-04-048 effective April 19, 2012		AL 182-W	Balance is fully amortized as of December 2014.
	2013 WRAM/MCBA				AL 190-W-A	AL 190-W-A authorized an 18-month temporary surcharge, effective July 2, 2014. Balance is fully amortized.
	2014 WRAM/MCBA				AL 196-W-A	AL 196-W-A authorized an 18-month temporary surcharge, effective June 24, 2015. Using FIFO, the balance was fully amortized in 2019.
	2016 WRAM/MCBA			(\$173,727.57)	AL 223-W-A	AL 223-W-A authorized a 12-month temporary surcharge, effective May 1, 2017.
	2017 WRAM/MCBA			(\$252,907.76)	AL 228-W	AL 228-W authorized a 17-month temporary surcharge, effective May 22, 2018.
	2018 WRAM/MCBA			(\$56,886.74)	AL 234-W-A	Effective March 1, 2020, Advice Leter 234-W-A approved a one-time surcredit to refund the over collection in the WRAM and MCBA as of December 31, 2018.
	2019 WRAM/MCBA			(\$360,894.39)	Future Advice Letter Filing	Future Advice Letter Filing
	2020 WRAM/MCBA			(\$7,493.57)	Future Advice Letter Filing	AL 252-W-A approved a one-time surcredit, effective November 15, 2021.
	2021 WRAM/MCBA			\$733,105.12	Future Advice Letter Filing	Future Advice Letter Filing
	Incremental Cost BA	Tracks water production costs for the domestic system; includes purchased power and pump tax	D.03.06.072; June 19, 2003	\$0.00	A.18-01-002, D.20-09-2019	AL 248-W authorized transfer balance to CEBA for a 12-month temporary surcharge, effective March 4, 2021.
	CARW Revenue Reallocation BA	Tracks recorded discounts and surcharges	D.05.12.020; December 15, 2005/D.08.09.026; September 18, 2008/D.12.09.004; September 13, 2012/D.15.11.030; November 19, 2015	(\$881,090.89)	A.18-01-002, D.20-09-2019	AL 245-W authorized the under-collected balance recorded through December 31, 2017 be embedded in the surcharge rate for Schedule No. CARW-SC, effective November 20, 2020.
	Office Remodel BA	Tracks the revenue requirement associated with the building project	D.12.09.004; September 13, 2012	\$0.00		
	Employee and Retiree Healthcare BA	Tracks the difference between the actual forecast and the authorized costs of employee and retiree healthcare expense	D.12.09.004; September 13, 2012/D.15.11.030; November 19, 2015	\$297,836.01	A.18-01-002, D.20-09-2019	AL 248-W authorized a 12-month temporary surcredit, effective March 4, 2021.
	Pension Expense BA	Tracks the difference between actual and authorized pension expense	D.12.09.004; September 13, 2012/D.15.11.030; November 19, 2015	(\$2,528,846.67)	A.18-01-002, D.20-09-2019	AL 248-W authorized a 12-month temporary surcredit, effective March 4, 2021.

(1) Authorize Recovery Amount	% of Total Balance	(2) 25th Percentile*	(3) % Change	(4) No Review Past 3 Years
	0.00%			
			-3.19%	144.12%
			0.00%	0.00%
			-20.64%	-21.71%
1,100,344	369.45%	47.17%	-72.05%	N/A
1,008,299	-39.87%	-59.23%	65.97%	N/A

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	One-Way Conservation BA	Tracks the difference between actual and authorized conservation program expenses	D.12.09.004; September 13, 2012/D.15.11.030; November 19, 2015	\$333,616.77	A.18-01-002, D.20-09-2019	AL 248-W authorized to close account for rate cycle 2015-2017, effective March 4, 2021. AL 245-W authorized account to track conservation expenditures for rate cycle 2019-2021.
	Consolidated Expense Balancing Account (CEBA)	Consolidates the amortization of Commission approved balancing accounts and memorandum accounts where appropriate	D.20-09-2019	(\$129,390.87)	A.18-01-002, D.20-09-2019	AL 248-W authorized a 12-month temporary surcharge, effective March 4, 2021.
Yermo	Yermo Water Revenue Balancing Account	Tracks the difference between actual and authorized revenue requirement for the 2019-2021 rate cycle.	D.20-09-019, September 24, 2020	(\$580,715.13)	A.18-01-002, D.20-09-2019	AL 245-W authorized the establishment of the Yermo Water Revenue Balancing Account ("YWRBA").
Irrigation Service	Incremental Cost BA	Tracks gravity irrigation incremental costs	D.03.006.072/ AL 183 effective April 26, 2013	(\$30,562.56)	A.18-01-002, D.20-09-2019	AL 248-W authorized a 12-month temporary surcharge, effective March 4, 2021.
				(\$3,637,958.25)		
	Authorized Revenue Requirement-Domestic & Yermo		D.15.11.030	\$25,888,383	AL 246-W	AL 246-W authorized 2020 revenue requirement for the 2020 Escalation Year increase, effective November 20, 2020
	Authorized Revenue Requirement-Irrigation		D.15.11.030	\$202,540	AL 246-W	

(1) Authorize Recovery Amount	% of Total Balance	(2) 25th Percentile*	(3) % Change	(4) No Review Past 3 Years
		52.83%	-6.46%	N/A
(1,069,687)	826.71%	-3.03%		
		-13.60%		
42,992	-140.67%	-0.72%	-50.99%	N/A

¹A positive balance reflects an overcollection. A negative balance reflects an under-collection.

(\$4,269,411.03)
 \$631,452.78
 (\$3,637,958.25)