



**Suburban
Water Systems**

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VIA EMAIL

February 15, 2023

James Boothe
Water Division
California Public Utilities Commission
505 Van Ness Avenue
San Francisco, CA 94102

Dear Mr. Boothe:

Pursuant to Division of Water and Audit's letters dated April 15, 2014 and June 16, 2014, Suburban Water Systems ("Suburban") hereby submits its Semi-Annual Report on Balances in Utility Balancing Accounts and Reserve Accounts, in addition to the response to the data request as detailed in Attachment A.

Sincerely,

/s/ Kiki Carlson

Kiki Carlson
Regulatory Affairs Manager

CC: Matt Baker, Director of Public Advocates Office
Terence Shia, Director of Water Division
Chris Ungson, Public Advocates Office's Deputy Director for Communications and Water
Bruce DeBerry, Program Manager – Water Division

Attachment A
Suburban Water Systems
Balancing Account and Reserve Account Balances
As of December 31, 2022

Below are the balances in Suburban’s Purchased Power, Purchased Water and Pumped Water Balancing Accounts excluding interest:

TABLE 1

No.	Commission – authorized	Outstanding Over/(Under) Collection Balance as of December 31, 2022	
		San Jose Hills (SJH) Service Area	Whittier/La Mirada (WLM) Service Area
1.	D.19-05-029, related to WRAM	\$183,724	\$69,884
2.	AL 364-W	(\$4,738,701); Recycled water (\$104,467)	(\$4,666,800)
3.	AL 375-W	(\$1,174,589); Recycled water (\$21,279)	(\$608,375)

The estimated balances in Suburban’s Purchased Power, Purchased Water and Pumped Water Reserve Accounts excluding interest are as follows:

TABLE 2

No.	Description	Reserve Account Balances as of December 31, 2022	
		SJH Service Area	WLM Service Area
1.	Estimated accrual (Jul. – Dec. ‘22)	(\$1,013,915); Recycled water (\$29,080)	(\$900,349)
2.	Estimated WRAM (Jan. ’21 – Dec. ’22)	(\$571,918)	(\$286,486)

The total company reserve accounts balances as of June 30, 2022 pursuant to D.19-05-029 are as follows:

- Employee Healthcare \$351,413

The total company reserve accounts balances as of December 31, 2022 pursuant to D.21-10-024 are as follows:

- Conservation Expense One-Way for period 2021 – 2023 \$17,312

The following are the authorized revenue requirements based on D.21-10-024 for the respective ratemaking area(s) for Test Year 2022:

TABLE 3

SJH Service Area	WLM Service Area
\$57,033,342	\$40,157,804
Recycled water \$1,082,194	

Below is the additional information pursuant to Public Utilities Code Section 792.5(e) 1-4 (The Commission shall adopt balancing account review procedures that prioritize the review of the following balancing accounts):

- (1) Balancing accounts with a quarter-end balance with more than a 10-percent differential from the balancing account's authorized revenue amount.

Response: n/a

- (2) Balancing accounts with an authorized revenue amount that is in the top 25th percentile of all balancing accounts.

Response: n/a

- (3) Balancing accounts that have experienced volatile fluctuations in their quarterly balances over time.

Response: n/a

- (4) Balancing accounts that have not been reviewed in the previous three years.

Response:

The reserve accounts provided in Table 2 above.

Suburban Water Systems

active connection

Utility Name	Balancing Account Name	Balancing Account Description	Authorizing Decision or Resolution or Advice Letter	Balance as of Dec. 31, 2022	Conducted Review/Audit (either GRC or other Method)	Notes or Comments by Suburban for 12/31/22 information	Review/Audit date(s)	As of 12/31/22	
Suburban Water Systems	San Jose Hills Service Area	Water Revenue Adjustment Mechanism (WRAM)	D.21-10-024	\$183,724	During GRC - A.20-03-001		3/2/20 - 4/14/21		
				(\$571,918)				This is the estimated unaudited WRAM account balance in San Jose Hills Service Area for period Jan. '21 through Dec. '22.	
		Purchased Power, Purchased Water and Pumped Water	AL 364-W	(\$4,738,701)	AL 364-W		2/22/22 - 5/19/22		
		Recycled Water	AL 364-W	(\$104,467)	AL 364-W		2/22/22 - 5/19/22		
		Purchased Power, Purchased Water and Pumped Water	AL 375-W	(\$1,174,589)	AL 375-W		8/25/22 - 9/15/22		
		Recycled Water	AL 375-W	(\$21,279)	AL 375-W		8/25/22 - 9/15/22		
		Purchased Power, Purchased Water and Pumped Water		(\$1,013,915)	Future filing	This is the estimated reserve account balance in San Jose Hills Service Area for period Jul. - Dec. 2022.		42,049	
		Recycled Water		(\$29,080)	Future filing	This is the estimated reserve account balance in San Jose Hills Service Area for period Jul. - Dec. 2022.		42	
	Whittier/ La Mirada	Water Revenue Adjustment Mechanism (WRAM)	D.21-10-024	\$69,884	During GRC - A.20-03-001		3/2/20 - 4/14/21		
				(\$286,486)				This is the estimated unaudited WRAM account balance in Whittier/La Mirada Service Area for period Jan. '21 through Dec. '22.	
			Purchased Power, Purchased Water and Pumped Water	AL 364-W	(\$4,666,800)	AL 364-W		2/22/22 - 5/19/22	
				AL 375-W	(\$608,375)	AL 375-W		8/25/22 - 9/15/22	
					(\$900,349)	Future filing	This is the estimated reserve account balance in San Jose Hills Service Area for period Jul. - Dec. 2022.		33,310
Total Company	Employee Healthcare	D.19-05-029	\$351,413				75,401		
	2021 - 2023 Conservation Expense One-Way	D.21-10-024	\$17,312	Future GRC	The adopted conservation expense covers years 2021, 2022, and 2023 (GRC cycle)				

¹A positive balance means an overcollection, and a negative balance means an undercollection.