



**Suburban
Water Systems**

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VIA EMAIL

February 18, 2025

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
Director, Regulatory Affairs

cc: Linda Serizawa, Interim 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, 2024

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, 2024	
		San Jose Hills (SJH) Service Area	Whittier/La Mirada (WLM) Service Area
1.	D.21-10-024, related to WRAM	\$183,724	\$69,884
2.	AL 364-W	(\$1,566,612); Recycled water (\$35,624)	(\$1,318,399)

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 Accounts – Over/(Under) Collection Balance as of December 31, 2024	
		SJH Service Area	WLM Service Area
1.	Estimated accrual (Jul. ’22 – Dec. ’24)	(\$4,667,347); Recycled water (\$78,986)	(\$3,895,033)
2.	Estimated WRAM (Jan. ’21 – Dec. ’24)	(\$1,221,470)	(\$622,470)

The total company reserve account balance as of December 31, 2024, pursuant to D.19-05-029 is as follows:

- Employee Healthcare \$351,413

The total company reserve account balance as of December 31, 2024, pursuant to D.24-12-030 is as follows:

- Conservation Expense One-Way for period 2024 – 2026, under collection \$1,712

The total company reserve account balance as of December 31, 2024, pursuant to Advice Letter 395-W-A is as follows:

- Drinking Water Fees, under collection \$105,264

The following are the authorized Test Year 2024 revenue requirements based on D.24-12-030 for the respective ratemaking area(s):

TABLE 3

SJH Service Area	WLM Service Area
\$60,483,998	\$46,085,743
Recycled water \$1,320,596	

Below are 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:

None

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

Response:

- AL 364-W for service areas in SJH = (\$1,566,612) and WLM = (\$1,318,399).
- Future filing for purchased power, purchased water and pumped water in SJH = (\$4,667,347), and WLM service areas = (\$3,895,033).

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

Response:

- AL 364-W for SJH and WLM service areas, and recycled water.

- (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

Utility Name	Balancing Account Name	Balancing Account Description	Authorizing Decision or Resolution or Advice Letter	30-Jun-24	Over/(Under) Collection Balance as of Dec. 31, 2024	Most Recent Conducted Review/Audit (either GRC or other Method)	Notes or Comments by Suburban for 12/31/24 reserve accounts	Review/Audit date(s)
Suburban Water Systems	San Jose Hills Service Area	Water Revenue Adjustment Mechanism (WRAM)	D.21-10-024	183,724	\$183,724	During GRC - A.20-03-001		3/2/20 - 4/14/21
		Water Revenue Adjustment Mechanism (WRAM)		(\$1,094,925)	(\$1,221,470)	Included in GRC A.23-01-001 for periods through Aug. 2022. Future filing for periods Sept. 2022 - Dec. 2024.	The estimated unaudited WRAM balance in San Jose Hills Service Area includes period Sept. 2022 through Dec. 2024.	
		Purchased Power, Purchased Water and Pumped Water/ Pumped Tax	AL 364-W	(\$2,546,366)	(\$1,566,612)	AL 364-W		2/22/22 - 5/19/22
		Recycled Water	AL 364-W	(\$61,656)	(\$35,624)	AL 364-W		2/22/22 - 5/19/22
		Purchased Power, Purchased Water and Pumped Water/ Pumped Tax		(\$4,096,120)	\$ (4,667,347)	Future filing	This is the estimated balance in San Jose Hills Service Area for period Jul. 2022 through Dec. 2024.	
		Recycled Water		(\$78,986)	(\$78,986)	Future filing	This is the estimated balance in San Jose Hills Service Area for period Jul. 2022 through Dec. 2024.	
	Whittier/ La Mirada Service Area	Water Revenue Adjustment Mechanism (WRAM)	D.21-10-024	\$69,884	\$69,884	During GRC - A.20-03-001		3/2/20 - 4/14/21
		Water Revenue Adjustment Mechanism (WRAM)		(\$557,849)	(\$622,470)	Included in GRC A.23-01-001 for periods through Aug. 2022. Future filing for periods Sept. 2022 - Dec. 2024.	The estimated unaudited WRAM balance in Whittier/La Mirada Service Area includes period Sept. 2022 through Dec. 2024.	
		Purchased Power, Purchased Water and Pumped Water/ Pumped Taxes	AL 364-W	(\$2,354,438)	(\$1,318,399)	AL 364-W		2/22/22 - 5/19/22
		Purchased Power, Purchased Water and Pumped Water/ Pumped Taxes		(\$3,548,388)	\$ (3,895,033)	Future filing	This is the estimated balance in Whittier/La Mirada Service Area for period Jul. 2022 through Dec. 2024.	
		Sativa Production Cost		(\$308,999)	\$ (308,999)	Future filing	This is the estimated balance in Sativa system for Dec. 2022 through Dec. 2024.	
	Total Company	Employee Healthcare	D.19-05-029	\$351,413	\$351,413	Included in GRC A.23-01-001, Authorized in D.24-12-030		
		2024 - 2026 Conservation Expense One-Way	D.24-12-030	unknown	(\$1,712)	Future filing	D.24-12-030	
		Drinking Water Fees	AL 395-W-A	(\$93,168)	(\$105,264)	Future filing		

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