

Response to Sierra Park Water Company's claim that Decision 16-01-047 orders rates be collected from all lots.

Sierra Park Water Company, Inc. claims Decision 16-01-047 ordering paragraphs order rates be collected from both improved and unimproved lots. Sierra Park Water Company, Inc. rates are discussed in ordering paragraph 6:

6. Sierra Park Water Company, Inc. (Water Company) must implement tariffs to adopt the test year revenue requirement and rates as calculated in the Division of Water and Audits Staff Report (Attachment A to this decision). Water Company must file a Tier 1 advice letter within 60 days of the effective date of this decision that add tariff sheets to:

- a. implement adopted rates;*
- b. refund bill credits as ordered in Ordering Paragraph 3 and collect surcharges as ordered in Ordering Paragraph 4. In documenting the refunds, the Water Company must redact the public version and file a confidential version of the advice letter under seal to the extent it believes necessary so that it does not disclose customer specific information;*
- c. include a service-area map;*
- d. incorporate the standard tariff rules; and*
- e. incorporate into preliminary statements a description of the memorandum account authorized to track costs and surcharge revenues associated with retaining an engineering consultant.*

Per Decision 16-01-047 ordering paragraph 6, Sierra Park Water Company, Inc., authored and implement the tariff through the Tier 1 advice letter process. After several protest/responses and iterations of the tariff, the CPUC approved the tariff effective April 4, 2016.

The tariff clearly and unambiguously defines "Service Charge" Rates for "Per Service Connection Per Year" only and is silent for lots without Service Connections.