

Control Number: 42864



Item Number: 20

Addendum StartPage: 0

House Bill (HB) 1600 and Senate Bill (SB) 567 83rd Legislature, Regular Session, transferred the functions relating to the economic regulation of water and sewer utilities from the TCEQ to the PUC effective September 1, 2014.

MD/KA 37728-R 9/24/13 TT (1)

Tuyet Truong

From:

Tuyet Truong

Sent:

Tuesday, September 24, 2013 8:09 AM

To:

Kamal Adhikari; Mary Damron

Subject:

RE: Hearing on water rates

Hi Kamal,

This protest has been counted and entered into the protest count report.

Thanks, Tuyet

From: Kamal Adhikari

Sent: Tuesday, September 24, 2013 7:59 AM

To: Tuyet Truong; Mary Damron

Cc: Kamal Adhikari

Subject: FW: Hearing on water rates

Tuyet:

Please count this protest against the rate change application (37728-R) filed by Enchanted Harbor Utility.

Thanks

Kamal Adhikari, E.I.T.

Plan and Technical Review Section, MC-159

Water Supply Division Phone: 512/239-0680 Fax: 512/239-6972

email: <u>kamal.adhikari@tceq.texas.gov</u>

From: Melanie Edwards

Sent: Monday, September 23, 2013 4:50 PM

To: Kamal Adhikari

Subject: RE: Hearing on water rates

Hi Kamal,

I received this e-mail from a customer of Enchanted Harbor Utility wanting to protest the rate change.

Thanks
Melanie Edwards
Water Section Work Leader
Corpus Christi Region Office
Texas Commission on Environmental Quality
(361) 825-3113

20

1

From: Carrie Guevara [mailto:carrieguevara57@hotmail.com]

Sent: Monday, September 23, 2013 4:32 PM

To: Melanie Edwards

Subject: Hearing on water rates

Melanie Edwards
Office of Compliance and Enforcement
Texas Commission on Environmental Quality
6300 Ocean Drive, NRC Bldg., Ste 1200, Unit 5839
Corpus Christi, TX 78412-5839

I would like to request a hearing for the reasons behind such a large rate increase in for our water Port Alto, TX. This is to take effect by January 1st,2014 by Farmers Transport Inc. dba Enchanted Harbor Utility (CCN #12683).

Thank You,

Carrie Guevara

90 Marshall Johnson Ave N Port Lavaca, TX 77979 361-356-1465 361-652-3177 mobile 281-786-3926 fax

Mary Damron

From:

Melanie Edwards

Sent:

Friday, March 14, 2014 11:05 AM Kamal Adhikari; Mary Damron

To: Cc:

Kelly Ruble

Subject:

FW: Public Hearing on Proposed Rate Increase by Farmers Transport Inc. dba Enchanted

Harbor Utility (CCN #12683)

Hi Kamal and Mary

Here is another protest regarding the rate increase for Enchanted Harbor.

Thanks Melanie

From: Sandy Wally [mailto:sandy_wally@yahoo.com]

Sent: Friday, March 14, 2014 10:30 AM

To: Melanie Edwards

Subject: Fw: Public Hearing on Proposed Rate Increase by Farmers Transport Inc. dba Enchanted Harbor Utility (CCN

#12683)

On Friday, March 14, 2014 10:20 AM, Sandy Wally <<u>sandy_wally@yahoo.com</u>> wrote: We are protesting the proposed rate increase by Farmers Transport, Inc dba Enchanted Harbor Utility (CCN #12683) proposed to take place January 1, 2014. We would like a public hearing on this issue.

The proposed rate increase would more than double our monthly rates. Our water usuage is seasonal, we are not full-time residents and the water is aways turned off when we are not there. The proposed rate increase is not even reasonable.

Our property is located at Marshall Johnson Ave S., Arnold Koop, Lot 36, Port Alto, Tx.

Jerome Waligura Randy Waligura 7572 Hwy 71 Garwood, Tx. 77442 (979) 758-1438

Mary Damron

From:

Melanie Edwards

Sent:

Wednesday, February 12, 2014 1:36 PM

To:

Kamal Adhikari; Mary Damron

Cc:

Kelly Ruble

Subject:

FW: Enchanted Harbor Increase

Categories:

To do

Hi Kamal and Mary,

I received this protest today. Can a protest be e-mailed?

Thanks Melanie

From: Kristie Sievers [mailto:kristie@woodhousespas.com]

Sent: Wednesday, February 12, 2014 1:19 PM

To: Melanie Edwards

Subject: Enchanted Harbor Increase

To Whom it may Concern:

I am writing in to protest the increase in our water bill with Farmers Transport, Inc. dba Enchanted Harbor Utility CCN#12683. The increase is more than double with no water usage for the previous month. I do not recall that there was an approval for this rate. There is also a ~\$47.00 unexplained surcharge that we were told would be billed to all customers monthly for the next 3 years. With this added it more than triples our previous rates. We are requesting a public hearing on this.

There have not been any improvements done to the system that we can see and the water is not fit to drink. It has a horrible sulfur odor and most of the time comes out in a yellow/orange color. I will not even use the water to cook with. Thank you for your consideration for the community of Port Alto on this matter.

Mark & Kristie Sievers (361) 648-8589
Kristie Sievers | Director of V

Kristie Sievers | Director of Vendor Relations

THE WOODHOUSE

day spa*

One O'Connor Plaza, First I loor ¹ Victoria, Texas 77901 P 361.570.7772 ¹ F 361 578 7116 Kristie@woodhousespas com WoodhouseSpas com "You've gotta do what you love!"

MO/KA 37728-R 10/1/13 TT 3

Tuyet Truong

From:

Melanie Edwards

Sent:

Tuesday, October 01, 2013 1.30 PM

To:

Tuyet Truong; Kamal Adhikarı

Cc:

Kelly Ruble

Subject:

Enchanted Harbor Utility

Attachments:

doc05569720131001132601 pdf

Hi Tuyet and Kamal -

Four additional protests received today in the Corpus Christi Region Office (James and Sheila Koop, Michael Rickaway, Fred and Salley Rickaway, and John and Linda Koop). After the first of 1/20/13

Thanks Melanie

----Original Message----

From: Region.14.Scanner/Fax@tceq.texas.gov [mailto:Region.14.Scanner/Fax@tceq.texas.gov]

Sent: Tuesday, October 01, 2013 1:26 PM

To: Melanie Edwards

Subject:

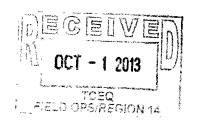
From Scanner

TASKalfa 520i [00:c0:ee:4c:98:77] September 26, 2013

Greetings,

We are protesting the proposed rate increase by "Farmers Transport Inc. dba Enchanted Harbor Utility (CCN #12683) proposed to take effect January 1, 2014. We have no problem being charged a fair price for monthly water/sewer usage, but to increase the water rates to more than double, for the homeowners in the Enchanted Harbor Subdivision in South Port Alto, is ridiculous. We hope for a public hearing on this issue. We will look into an alternative water supply for our personal use if the rates are approved. Thank you for your time and attention on this matter.

James and Sheila Koop 1232 Co. Rd. 312 Edna, Texas 77957 361-782-3970 (home) 361-935-8968 (James cell)



September 28,2013

Greeting:

Mr. Woods is wanting to charge more than double the rate for water at Port Alto. I do feel that he is not treating the property owners fairly. In my opinion, he needs to reinvest the monies that he has collected back into Farmers Transport Inc. dba Enchanted Harbor Utility(CCN # 12683) for improvements as required. I feel he has invested into other personnel interests that have nothing to do with the consumers of water in the Port Alto area and now does not have the financial ability to invest to be in the compliance as set by TCEQ. He needs to keep the present system in compliance with TQEC regarding chlorination, leaks, reading meters regularly and low water pressure and not charge us for other personnel adventures.

I do understand that reasonable increases are needed and justifiable because of the economy and increase in the cost of materials. I do not have a problem with a justified increase rate when necessary and would encourage any business to do so in order to continue being able to operate their business.

If it becomes necessary, I will consider having a well drilled to avoid being overcharged for water by Farmers Transport Inc. dba Enchanted Harbor Utilities.

I thank you for your time and hope you will investigate this injustice, not only for me and my family, but for all the the people who have invested in proprieties at Port Alto..

Michael Shayne Rickaway

P. O. Box 1055

Ganada, TX 77962

Michael Shayne Cell:

1-361-771-**6**191

DEGETVED OCT - 1 2313

September 28,2013

Greeting:

I totally disagree with Mr. Woods wanting to charge more than double the rate for water at Port Alto. I do feel that he is not treating the property owners fairly and possible legally by his actions. In my opinion, he has not invested the monies that he has collected back into Farmers Transport Inc. dba Enchanted Harbor Utility(CCN # 12683) for improvements as required, but has invested into other personnel interests that have nothing to do with the consumers of water in the Port Alto area and now does not have the financial ability to invest to be in the compliance as set by TCEQ. He needs to keep the present system in compliance with TQEC regarding chlorination, leaks, reading meters regularly and low water pressure and not charge us for other personnel adventures.

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I thank you for your time and hope you will investigate this injustice, not only for me and my family, but for all the the people who have invested in proprieties at Port Alto..

Fred and Salley Rickaway

P. O. Box 595

Ganado, TX -77962

Fred Cell: 1-361-771-5393

Salley Cell: 1-361-771-5800

OCT - 1 2013

JOHN & LINDA KOOP

340 MARSHALL JOHNSON AVE. S.

PORT ALTO, TX 77979

361 782 1485

Texas Commission on Environmental Quality Water Supply Division Utilities & Districts Section 6300 Ocean Dr. NRC Bldg, DTE 1200, Unity 5839 Corpus Christi, TX 78412-5839

September 18, 2013

Re: Enchanted Harbor Rate Increase, Port Alto, TX

Gentlemen:

As a water user of Enchanted Harbor Utilities, we are against a rate change. Our water rates are already much higher than other entities in our area.

Enchanted Harbor Utilities has chosen to receive income from its customers and has not made any major improvements to the system in the 13 years that we have been a customer. Now that the system is in disrepair, Enchanted Harbor Utilities wants its customers to pay for the Capitol Improvements to its business.

This increase also will be a hardship to the people that only come to their bay homes a few weekends throughout the year. Why should they pay dearly for E.H.U.s improvements/ when they use only a small amount of the water?

Many people here in South Port Alto have stated that there would be a financial advantage to drilling their own water well, rather than pay this excessive rate increase. (with fewer customers, E.H.U. will then have to raise the rates again).

Please deny this rate increase as it will be a hardship on fixed income residents, as well as part time residents.

Very sincerely yours,

John Koop, resident

Linda S. Koop, resident

JK/I

OCT - 1 2013

TCSC AMELO CRAFF CT September 26, 2013

Greetings,

We are protesting the proposed rate increase by "Farmers Transport Inc. dba Enchanted Harbor Utility (CCN #12683) proposed to take effect January 1, 2014. We have no problem being charged a fair price for monthly water/sewer usage, but to increase the water rates to more than double, for the homeowners in the Enchanted Harbor Subdivision in South Port Alto, is ridiculous. We hope for a public hearing on this issue. We will look into an alternative water supply for our personal use if the rates are approved. Thank you for your time and attention on this matter.

James and Sheila Koop 1232 Co. Rd. 312 Edna, Texas 77957 361-782-3970 (home) 361-935-8968 (James cell) September 28,2013

Greeting:

772 () 7 () 7 12 3

Mr. Woods is wanting to charge more than double the rate for water at Port Alto. I do feel that he is not treating the property owners fairly. In my opinion, he needs to reinvest the monies that he has collected back into Farmers Transport Inc. dba Enchanted Harbor Utility(CCN # 12683) for improvements as required. I feel he has invested into other personnel interests that have nothing to do with the consumers of water in the Port Alto area and now does not have the financial ability to invest to be in the compliance as set by TCEQ. He needs to keep the present system in compliance with TQEC regarding chlorination, leaks, reading meters regularly and low water pressure and not charge us for other personnel adventures.

I do understand that reasonable increases are needed and justifiable because of the economy and increase in the cost of materials. I do not have a problem with a justified increase rate when necessary and would encourage any business to do so in order to continue being able to operate their business.

If it becomes necessary, I will consider having a well drilled to avoid being overcharged for water by Farmers Transport Inc. dba Enchanted Harbor Utilities.

I thank you for your time and hope you will investigate this injustice, not only for me and my family, but for all the the people who have invested in proprieties at Port Alto..

Michael Shayne Rickaway

P. O. Box 1055

Ganado, TX 77962

Michael Shayne Cell:

1-361-771-619

September 28,2013

Greeting:

I totally disagree with Mr. Woods wanting to charge more than double the rate for water at Port Alto. I do feel that he is not treating the property owners fairly and possible legally by his actions. In my opinion, he has not invested the monies that he has collected back into Farmers Transport Inc. dba Enchanted Harbor Utility(CCN # 12683) for improvements as required, but has invested into other personnel interests that have nothing to do with the consumers of water in the Port Alto area and now does not have the financial ability to invest to be in the compliance as set by TCEQ. He needs to keep the present system in compliance with TQEC regarding chlorination, leaks, reading meters regularly and low water pressure and not charge us for other personnel adventures.

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Fred and Salley Rickaway

P.O. Box 595

Ganado, TX 77962

Home:

1-361-771-3424

Fred Cell:

1-361-771-5393

Salley Cell:

1-361-771-5800

September 26, 2013

Greetings,

We are protesting the proposed rate increase Harbor Utility (CCN #12683) proposed to ta problem being charged a fair price for montl water rates to more than double, for the hom Subdivision in South Port Alto, is ridiculous We will look into an alternative water suppl approved. Thank you for your time and atter

James and Sheila Koop 1232 Co. Rd. 312 Edna, Texas 77957 361-782-3970 (home) 361-935-8968 (James cell) September 28,2013

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Michael Shayne Rickaway

P. O. Box 1055

Ganado, TX 77962

Michael Shayne Cell:

1-361-771-6191

OCI-1223

September 28,2013

Greeting:

I totally disagree with Mr. Woods wanting to charge more than double the rate for water at Port Alto. I do feel that he is not treating the property owners fairly and possible legally by his actions. In my opinion, he has not invested the monies that he has collected back into Farmers Transport Inc. dba Enchanted Harbor Utility(CCN # 12683) for improvements as required, but has invested into other personnel interests that have nothing to do with the consumers of water in the Port Alto area and now does not have the financial ability to invest to be in the compliance as set by TCEQ. He needs to keep the present system in compliance with TQEC regarding chlorination, leaks, reading meters regularly and low water pressure and not charge us for other personnel adventures.

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Fred and Salley Rickaway

P. O. Box 595

Ganado, TX -77962

Home: 1-361-771-3424 Fred Cell: 1-361-771-5393

Fred Cell: 1-361-771-5393 Salley Cell: 1-361-771-5800

> DEGELVED Noct - 1 2013

MD/KA 37728-R 3/24/14 TT

Tuyet Truong

From:

Mary Damron

Sent:

Friday, March 14, 2014 11:11 AM

To:

Melanie Edwards; Kamal Adhikari

Cc:

Kelly Ruble; Tuyet Truong

Subject:

RE: Public Hearing on Proposed Rate Increase by Farmers Transport Inc. dba Enchanted

Harbor Utility (CCN #12683)

Thank you

From: Melanie Edwards

Sent: Friday, March 14, 2014 11:05 AM **To:** Kamal Adhikari; Mary Damron

Cc: Kelly Ruble

Subject: FW: Public Hearing on Proposed Rate Increase by Farmers Transport Inc. dba Enchanted Harbor Utility (CCN

#12683)

Hi Kamal and Mary

Here is another protest regarding the rate increase for Enchanted Harbor.

Thanks Melanie

From: Sandy Wally [mailto:sandy wally@yahoo.com]

Sent: Friday, March 14, 2014 10:30 AM

To: Melanie Edwards

Subject: Fw: Public Hearing on Proposed Rate Increase by Farmers Transport Inc. dba Enchanted Harbor Utility (CCN

#12683)

On Friday, March 14, 2014 10:20 AM, Sandy Wally <sandy_wally@yahoo.com > wrote:

We are protesting the proposed rate increase by Farmers Transport, Inc dba Enchanted Harbor Utility (CCN #12683) proposed to take place January 1, 2014. We would like a public hearing on this issue.

The proposed rate increase would more than double our monthly rates. Our water usuage is seasonal, we are not full-time residents and the water is aways turned off when we are not there. The proposed rate increase is not even reasonable.

Our property is located at Marshall Johnson Ave S., Arnold Koop, Lot 36, Port Alto, Tx.

Jerome Waligura Randy Waligura 7572 Hwy 71 Garwood, Tx. 77442 (979) 758-1438

1

Mary Damron

From:

Tuyet Truong

Sent:

Thursday, February 06, 2014 11:13 AM

To:

Mary Damron; Kamal Adhikari

Subject:

FW: public hearing on proposed rate increase by Farmers Transport Inc. dba Enchanted

Harbor Utility CCN #12683

Importance:

High

FYI

From: Tammy Benter

Sent: Wednesday, February 05, 2014 3:39 PM

To: <u>abillclark@sbcglobal.net</u> **Cc:** Tuyet Truong; Lisa Fuentes

Subject: FW: public hearing on proposed rate increase by Farmers Transport Inc. dba Enchanted Harbor Utility CCN

#12683

Importance: High

Mr. & Mrs. Clark:

Thank you for contacting the Texas Commission on Environmental Quality (TCEQ) to discuss your concerns with the proposed rate increase for Farmers Transport, Inc., dba Enchanted Harbor Utility, CCN 12683. Your protest was received in our office and will be logged in accordingly.

Thanks,

Tammy Benter

From: Anne and Bill Clark [mailto:abillclark@sbcglobal.net]

Sent: Wednesday, February 05, 2014 7:08 AM

To: Melanie Edwards

Cc: greg.abbott@texasattorneygeneral.gov

Subject: Re: public hearing on proposed rate increase by Farmers Transport Inc. dba Enchanted Harbor Utility CCN

#12683

Importance: High

We received our water bill from Enchanted Harbor Utility.

- The total went from 36.87 to 133.66 per month for NO usage.
- The bill is more than triple prior bills.
- Was this increase approved and is it legal?

Who can we contact for answers? We received no hearing notice. Anne and William R "Bill: Clark 1212 West Live Oak Street Lockhart TX 78644

512-398-6071

512-376-8483

From: Anne and Bill Clark

Sent: Wednesday, September 25, 2013 6:55 PM

To: Melanie.edwards@tceq.texas.gov

Subject: public hearing on proposed rate increase by Farmers Transport Inc. dba Enchanted Harbor Utility CCN #12683

We are protesting the proposed rate increase by Farmers Transport Inc. dba Enchanted Harbor Utility (CCN #12683) proposed to take place January 1, 2014. We desire a public hearing on this issue.

The proposed rate increase would more than double our monthly rates yet there is no consideration for conservation. More than doubling the base rate, while keeping usage rates, appears environmentally irresponsible. We could support a more balanced approach for example a 50% increase on the base fee and a 50% increase on water usage.

We fully understand the need to charge a fair amount for water usage. We want a compliant system that protects the bay for the future.

Our Port Alto home is located at 142 Marshall Johnson Ave North

Anne and William R "Bill: Clark 1212 West Live Oak Street Lockhart TX 78644 512-398-6071 512-376-8483

Tuyet Truong

From:

Melanie Edwards

Sent:

Monday, September 30, 20

To:

Tuyet Truong; Kamal Adhil

Cc:

Kelly Ruble

Subject: Attachments:

Enchanted Harbor Utility doc046277201309301443

Hi Tuyet and Kamal

I have attached a protest letter from Joyce Erfurdt. The

Thanks Melanie

----Original Message-----

From: Region.14.Scanner/Fax@tceq.texas.gov [mailto:]

Sent: Monday, September 30, 2013 2:44 PM

To: Melanie Edwards

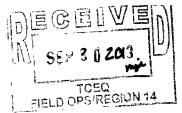
Subject:

From Scanner

TASKalfa 520i [00:c0:ee:4c:98:2c]

September 26, 2013

Good morning,



I am protesting the proposed water rate increase by "Farmers Transport Inc. dba Enchanted Harbor Utility (CCN #12683) proposed to take place January 1, 2014 for the Enchanted Harbor Subdivision in South Port Alto, Texas. I desire a public hearing on this issue.

My first and most important objection is that I do not think that any rate increase should take place until Enchanted Harbor Utility makes the necessary improvements to our system to bring it into compliance with TECQ. The system has been out of compliance for several years and no attempt has been made for improvements & his letter that is attached doesn't leave one feeling that he has means to finance these improvements. Homeowners shouldn't be required to pay for something that may or may not happen.

The proposed rate increase would more double my current monthly rate. The current base rates already exceed the water rates of Calhoun County Water Authority by 226%; the new rates will be 538% above that of Calhoun County Water authority of \$15.91.

There are about 22 full time residents on this system. This is predominately a summer-time community, with the largest influx of people being here between Memorial Day and Labor Day. There is not that much water usage outside of this period. Revenue is collected from residents who aren't even here most of the year. If this isn't 100% profit, I don't know what else to call it.

I fully understand the need to charge a fair amount for water usage. The fact that Enchanted Harbor Utility has failed to upgrade their system until the State mandated it does not warrant them trying to recover their costs all at one time. I purchased my property in 2007 and I was informed by other owners that improvements needed to be made and water lines needed replacing, but it never happened. I understand that Enchanted Harbor Utility was fully aware of this need long before it was State mandated. Enchanted Harbor Utility is a business and certainly the profits they have been collecting over the years should have been set aside knowing that needed repairs and upgrades were inevitable. I owned another house in Enchanted Harbor in 1990 and water was a problem back then. I have been coming to Port Alto since 1989 and water has always been a problem.

The attached letter sent to us from Jesse and Debbie Wood regarding their desire to invest in an RV Park concerns us. They tie in the need for new equipment for the Sunilandings Utility System with the prediction that "the increase in revenue from the RV Park will offset any rate increase due to labor. In order to avoid a steep rate increase, we need that RV Park", which a lot owners oppose. Please read through this attachment and determine for yourself what their intentions are. I don't see the relevance between rate increases and a proposed RV Park being built. It seems like two separate businesses to me. And while I am on the system at Enchanted Harbor, these are the same folks involved.

The rates they are proposing are more in line with the rates one would pay in Port O'Connor, Texas. Yet, for that amount, sewer and garbage collection would also be included in the price. Current price for all three in Port O'Connor is \$87.

Several families are considering installing a water well for our personal use if this proposed rate increase is allowed to be passed on. While our initial cost will be high, we won't have to worry about over-chlorination of our water, rust in the water that discolor our clothes or low flow, as is often the case now, especially on a holiday weekend. I would hope that by then this ridiculous mishandling of the water supply and price gouging for home owners in Enchanted Harbor Subdivision would be corrected.

Thank you for your time and attention to this matter.

Joya S. Efunds

Sincerely,

Joyce S. Erfurdt

166 Marshall Johnson Ave S

Port Lavaca, TX 77979

Cell 713.540.4664

ENCHANTED HARBOR UTILITY

2301 Nancy Lou St El Campo, Texas 77437 973-637-0054 / water@jwnet.net

September 12, 2013

Dear Customers,

Enclosed is a notice of a Proposed Rate Change for Enchanted Harbor Utility. The last Rate Change was twelve years ago and an increase was delayed the last several years waiting on the outcome of the proposed MUD. Because rate changes are time consuming and expensive, we do them only when necessary instead of every few years. This makes the proposed increase of \$48.57 appear to be high, even though it is the first change in twelve years.

Although expenses have increased every year, we have done all we can to keep the system operating without increasing rates. As many of you know, Jesse & Debbie Wood have been doing all of the managing, monitoring, sampling, maintenance, accounting, meter reading, billing, customer service, and state reporting with very little outside help. Because of this we now find ourselves at a point where we need to hire help and due to the rising cost of fuel, electricity, materials, fees and the ever-increasing regulatory demand we are left with no choice but to request a substantial rate increase.

As some of you know, our water lines are old and undersized and do not meet the TCEQ requirements. TCEQ had taken no action on this problem until June 2013 when we received a violation that "Enchanted Harbor failed to meet the maximum number of connections per the minimum waterline size requirements of two inches". To be in compliance, we have over a mile of 2 inch water lines that need to be replaced with 4 inch line. We also need a larger pressure tank and new meters. The engineering firm for the MUD had recently calculated the water upgrade to cost \$600,000.00, but we have managed to reduce that to about \$455,000.00. Therefor we are also requesting a Surcharge of \$47.73 per month to make these required capital improvements.

We are seeking financing at this time, but in the current financial atmosphere funding could be difficult and anyone interested in financing all or part of this project, please let us know as soon as possible.

Please use the above email account for any questions you may have, or if you would like to have a group meeting. We would be more than happy to travel to a location of your choosing for a "town hall" meeting since most customers do not live full time in Port Alto.

IT IS CRUCIAL that we be able to communicate with our customers and the best way to communicate is by email as this tends to avoid confusion and misunderstandings. Please take time to drop us an email with your name and phone number to water@jwnet.net. Or call us at 973-637-0054

NOTICE OF PROPOSED RATE CHANGE

Farmers Transport Inc. dba Enchanted Harbor Utility	12683	
Company Name	CCN Number	

has submitted a rate change application to the Texas Commission on Environmental Quality (Commission). The proposed rates listed on the next page will apply to service received after the effective date provided below. If the Commission receives protests to the proposed increase from 10 percent of the ratepayers or from any affected municipality before the 91st day after the proposed effective date, a public hearing will be scheduled to determine if the proposed rates are reasonable. Protests should be mailed to:

Texas Commission on Environmental Quality Water Supply Division Utilities & Districts Section, MC 153 P. O. Box 13087 Austin, Texas 78711-3087

Unless protests are received from 10 percent of the ratepayers or the Commission staff requests a hearing, no hearing will be held and rates will be effective as proposed. Please read the following information carefully:

		Encha	nted H	arbor Uti	lity	
	Sı	ubdivisions or S	ystems /	Affected by	Rate Change	
	2301 Nancy	/ Lou St	El Ca	тро Теха	as 77437	973-637-0054
Comp	any Address	City		St	ate Zip	Telephone
	\$	53,621			09/12/2013	
	Annual Re	venue Increase		Date Cus	tomer Notice Maile	d
		10/01/2001		Las	t day of month	
	Date of I	ast Rate Chang	e	Date Me	ters Typically Read	-
EFFECT	IVE DATE OF P	ROPOSED IN	CREAS	E:	January 1, 2014	
BILLING COM	IPARISON					
Water Existing Proposed	10,000 gallons: 10,000 gallons:	·		Existing Proposed	30,000 gallons: 30,000 gallons:	\$ <u>78.50</u> /mo \$ <u>125.57</u> /mo
Sewer Existing	10,000 gallons:	\$NA	/mo l	Proposed	10,000 gallons:	\$ <u>NA</u> /mo

The proposed rates will apply to all service rendered after the effective date and will be reflected on the bill you receive approximately 30 to 45 days after the effective date.

In the event that the application is set for hearing, the specific rates requested by the utility may be decreased or increased by order of the Commission. If the Commission orders a lower rate to be set, the utility may be ordered to refund or credit against future bills all sums collected during the pendency of the rate proceeding in excess of the rate finally ordered plus interest. You may inspect a copy of the rate change application at your utility's office or at the Commission's office at Park 35 - Building F, 12015 Park 35 Circle, Suite 3101, Austin, Texas, west side of IH-35, south of Yager Lane. Additional information about the application can be obtained by contacting the Utilities and Districts Section at 512/239-4691. Information about how you can participate in the rate setting process can be obtained by contacting the Public Interest Counsel at 512/239-6363.

Si desea informacion en Espanol, puede llamar al 512-239-0200

Page 34 of 41

TCEQ-10423 (09/2012)

September 26, 2013

Good morning,

I am protesting the proposed water rate increase by "Farmers Transport Inc. dba Enchanted Harbor Utility (CCN #12683) proposed to take place January 1, 2014 for the Enchanted Harbor Subdivision in South Port Alto, Texas. I desire a public hearing on this issue.

My first and most important objection is that I do not think that any rate increase should take place until Enchanted Harbor Utility makes the necessary improvements to our system to bring it into compliance with TECQ. The system has been out of compliance for several years and no attempt has been made for improvements & his letter that is attached doesn't leave one feeling that he has means to finance these improvements. Homeowners shouldn't be required to pay for something that may or may not happen.

The proposed rate increase would more double my current monthly rate. The current base rates already exceed the water rates of Calhoun County Water Authority by 226%; the new rates will be 538% above that of Calhoun County Water authority of \$15.91.

There are about 22 full time residents on this system. This is predominately a summer-time community, with the largest influx of people being here between Memorial Day and Labor Day. There is not that much water usage outside of this period. Revenue is collected from residents who aren't even here most of the year. If this isn't 100% profit, I don't know what else to call it.

I fully understand the need to charge a fair amount for water usage. The fact that Enchanted Harbor Utility has failed to upgrade their system until the State mandated it does not warrant them trying to recover their costs all at one time. I purchased my property in 2007 and I was informed by other owners that improvements needed to be made and water lines needed replacing, but it never happened. I understand that Enchanted Harbor Utility was fully aware of this need long before it was State mandated. Enchanted Harbor Utility is a business and certainly the profits they have been collecting over the years should have been set aside knowing that needed repairs and upgrades were inevitable. I owned another house in Enchanted Harbor in 1990 and water was a problem back then. I have been coming to Port Alto since 1989 and water has always been a problem.

The attached letter sent to us from Jesse and Debbie Wood regarding their desire to invest in an RV Park concerns us. They tie in the need for new equipment for the Sunilandings Utility System with the prediction that "the increase in revenue from the RV Park will offset any rate increase due to labor. In order to avoid a steep rate increase, we need that RV Park", which a lot owners oppose. Please read through this attachment and determine for yourself what their intentions are. I don't see the relevance between rate increases and a proposed RV Park being built. It seems like two separate businesses to me. And while I am on the system at Enchanted Harbor, these are the same folks involved.

The rates they are proposing are more in line with the rates one would pay in Port O'Connor, Texas. Yet, for that amount, sewer and garbage collection would also be included in the price. Current price for all three in Port O'Connor is \$87.

Several families are considering installing a water well for our personal use if this proposed rate increase is allowed to be passed on. While our initial cost will be high, we won't have to worry about over-chlorination of our water, rust in the water that discolor our clothes or low flow, as is often the case now, especially on a holiday weekend. I would hope that by then this ridiculous mishandling of the water supply and price gouging for home owners in Enchanted Harbor Subdivision would be corrected.

Thank you for your time and attention to this matter.

Sincerely,

Joyce S. Erfurdt

166 Marshall Johnson Ave S

Port Lavaca, TX 77979

Cell 713.540.4664

ENCHANTED HARBOR UTILITY

2301 Nancy Lou St El Campo, Texas 77437 973-637-0054 / water@jwnet.net

September 12, 2013

Dear Customers,

Enclosed is a notice of a Proposed Rate Change for Enchanted Harbor Utility. The la Rate Change was twelve years ago and an increase was delayed the last several years waiting on the outcome of the proposed MUD. Because rate changes are time consurant expensive, we do them only when necessary instead of every few years. This mathe proposed increase of \$48.57 appear to be high, even though it is the first change twelve years.

Although expenses have increased every year , we have done all we can to keep the system operating without increasing rates. As many of you know, Jesse & Debbie W have been doing all of the managing, monitoring, sampling, maintenance, accounting meter reading, billing, customer service, and state reporting with very little outside h Because of this we now find ourselves at a point where we need to hire help and due the rising cost of fuel, electricity, materials, fees and the ever-increasing regulatory demand we are left with no choice but to request a substantial rate increase.

As some of you know, our water lines are old and undersized and do not meet the Trequirements. TCEQ had taken no action on this problem until June 2013 when we received a violation that "Enchanted Harbor failed to meet the maximum number of connections per the minimum waterline size requirements of two inches". To be in compliance, we have over a mile of 2 inch water lines that need to be replaced with inch line. We also need a larger pressure tank and new meters. The engineering fir the MUD had recently calculated the water upgrade to cost \$600,000.00, but we had managed to reduce that to about \$455,000.00. Therefor we are also requesting a Surcharge of \$47.73 per month to make these required capital improvements.

We are seeking financing at this time, but in the current financial atmosphere fundicould be difficult and anyone interested in financing all or part of this project, pleasus know as soon as possible.

Please use the above email account for any questions you may have, or if you wou to have a group meeting. We would be more than happy to travel to a location of y choosing for a "town hall" meeting since most customers do not live full time in I Alto.

IT IS CRUCIAL that we be able to communicate with our customers and the best communicate is by email as this tends to avoid confusion and misunderstandings. take time to drop us an email with your name and phone number to water@jwnet.ne call us at 973-637-0054

NOTICE OF PROPOSED RATE CHANGE

Farmers Transport Inc. dba Enchanted Harbor Utility 12683

Company Name CCN Number

has submitted a rate change application to the Texas Commission on Environmental Quality (Commission). The proposed rates listed on the next page will apply to service received after the effective date provided below. If the Commission receives protests to the proposed increase from 10 percent of the ratepayers or from any affected municipality before the 91st day after the proposed effective date, a public hearing will be scheduled to determine if the proposed rates are reasonable. Protests should be mailed to:

Texas Commission on Environmental Quality Water Supply Division Utilities & Districts Section, MC 153 P. O. Box 13087 Austin, Texas 78711-3087

Unless protests are received from 10 percent of the ratepayers or the Commission staff requests a hearing, no hearing will be held and rates will be effective as proposed. Please read the following information carefully:

		Enchai	nted H	arbor Uti	lity	
	Su	bdivisions or S	ystems /	Affected by	Rate Change	
	2301 Nancy	Lou St	El Ca	тро Теха	rs 77437	973-637-0054
Compar	y Address	City		St	ate Zip	Telephone
	\$!	53,621			09/12/2013	
	Annual Rev	enue Increase		Date Cus	tomer Notice Mail	ed
	1	0/01/2001		Las	t day of month	
	Date of La	ast Rate Change	e	Date Me	ters Typically Read	d
EFFECTIV	E DATE OF PR	OPOSED INC	CREAS	E:	January 1, 2014	4
BILLING COMP. Water	ARISON					
	0,000 gallons: 0,000 gallons:			Existing Proposed	30,000 gallons: 30,000 gallons:	\$ <u>78.50</u> /mo \$ <u>125.57</u> /mo
Sewer Existing 1	0,000 gallons:	\$NA	/mo	Proposed	10,000 gallons:	\$ <u>NA</u> /mo

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Page 34 of 41

TCEQ-10423 (09/2012)

CURRENT RATES				PORPOSED RATES	}
Monthly base rate including		2000	gallons	Monthly base rate incl	luding 3000
Meter Size:				Meter Size:	
RESIDENTIAL				RESIDENTIAL	
5/8" or 3/4"	\$	36.50		5/8" or 3/4"	\$
1"	\$			Ι"	\$
1½"	\$			1 1/2"	\$
2"	\$			2"	\$
3"	\$			3"	\$
Other:	\$			Other:	\$
GALLONAGE CHARGE:				GALLONAGE CHA	RGE:
\$ 1.50 for each addit	ional	1000 galle	ons over the	\$ 1.50 for each	additional 1000 ga
the minimum		-		the minimum	

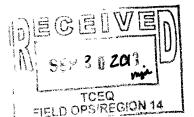
MISCELLANEOUS FEES		MISCELLANEOUS FEI	ES	
Tap Fee	\$ 200	Tap Fee	\$	500
Reconnect fee:		Reconnect fee:		
Non-payment		Non-payment		
(Maximum - \$25.00)	\$ 25	(Maximum - \$25.00)	\$	25
Customer's Request •	\$ 100	Customer's Request	\$	500
Transfer Fee	\$ 10	Transfer Fee	\$	10
		Late charge: (Indicate		
Late Charge	\$ 5	either \$5.00 or 10%)	\$	5
Returned Check Charge	\$ 25	Returned Check Charge	\$	25
Deposit	\$	Deposit (Maximum	\$	
	 50	\$50.00)		50
Meter test fee	\$ 25	Meter test fee	\$	25.00

Regulatory Assessment of 1% is added to base rate and gallonage charges

September 26, 2013

Good morning,

0/2/13



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Thank you for your time and attention to this matter.

Joya S. Efunds

Sincerely,

Joyce S. Erfurdt

166 Marshall Johnson Ave S

Port Lavaca, TX 77979

Cell 713.540.4664

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2301 Nancy Lou St El Campo, Texas 77437 973-637-0054 / water@jwnet.net

September 12, 2013

Dear Customers,

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			Encha	nted I	Harbor Uti	lity		
	P1-14-4-V	Sı	ıbdivisions or S	ystems	Affected by	Rate Change		
		2301 Nancy	Lou St	El C	ampo Texa	as 77437	9	973-637-0054
	Compan	y Address	City		S	tate Zip		Telephone
		\$	53,621			09/12/2013		
		Annual Re	venue Increase		Date Cus	tomer Notice Ma	iled	
			10/01/2001		Las	t day of month	1	
		Date of I	ast Rate Chang	e	Date Me	eters Typically Re	ead	
	FFFFCTIV	E DATE OF P	ROPOSED IN	CREA	SE:	January 1, 20	14	
BILI Wate	LING COMPA							
v au	Existing 10	0,000 gallons: 0,000 gallons:		/mo /mo	Existing Proposed	30,000 gallons: 30,000 gallons:	\$ \$	78.50 /mo 125.57 /mo
Sew		0,000 gallons:	\$NA	/mo	Proposed	10,000 gallons:	\$_	NA /mo

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TCEO-10423 (09/2012)

Page 34 of 41

CURRENT RATES				PORPOSI	ED RATES			
Monthly base rate including		2000	gallons	Monthly ba	ase rate inclu	ding	3000	gallons
Meter Size:				Meter Size	:			
RESIDENTIAL				RESIDEN	TIAL			
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1"	\$				1"	\$		
11/2"	\$				11/2"	\$		
2"	\$				2"	\$		
3"	\$				3"	\$		
Other:	\$	· · · · · · · · · · · · · · · · · · ·		Other:		\$		
GALLONAGE CHARGE:				GALLON	AGE CHAR	GE:		
\$ 1.50 for each addit	ional	1000 gallo	ons over the	\$ 1.50	for each ad	lditional	1000 gal	lons over the
the minimum				the minimu	_ um			

MISCELLANEOUS FEES		MISCELLANEOUS FE	ES	
Tap Fee	\$ 200	Tap Fee	\$	500
Reconnect fee:		Reconnect fee:		
Non-payment		Non-payment		
(Maximum - \$25.00)	\$ 25	(Maximum - \$25.00)	\$	25
Customer's Request •	\$ 100	Customer's Request	\$	500
Transfer Fee	\$ 10	Transfer Fee	\$	10
		Late charge: (Indicate		
Late Charge	\$ 5	either \$5.00 or 10%)	\$. 5
Returned Check Charge	\$ 25	Returned Check Charge	\$	25
Deposit	\$ 	Deposit (Maximum	\$	
	50	\$50.00)		50
Meter test fee	\$ 25	Meter test fee	\$	25.00

Regulatory Assessment of 1% is added to base rate and gallonage charges

MD/KA 37728-R 10/1/13 TT 1

Tuyet Truong

From:

Melanie Edwards

Sent:

Thursday, September 26, 2013 4:00 PM

To:

Tuyet Truong; Kamal Adhikari

Cc:

Kelly Ruble

Subject:

Enchanted Harbor

Attachments:

doc04620620130926151530.pdf

Hi Kamal and Tuyet,

Here is another protest for the rate increase. This protest is from Robert and Shirley Hillyer. I will place the original in the mail today.

Thanks Melanie

Wicianic

----Original Message----

 $From: \underline{Region.14.Scanner/Fax@tceq.texas.gov} \ \underline{[mailto:Region.14.Scanner/Fax@tceq.texas.gov]}$

Sent: Thursday, September 26, 2013 3:16 PM

To: Melanie Edwards

Subject:

From Scanner

TASKalfa 520i [00:c0:ee:4c:98:2c]

Greetings,

We are protesting the proposed rate increase by "Farmers Transport Inc. dba Enchanted Harbor Utility (CCN #12683) proposed to take place January 1, 2014. We desire a public hearing on this issue.

It is with great concern that we write this letter to you regarding the proposed water rate increase for homeowners in the Enchanted Harbor Subdivision in South Port Alto, Texas. The proposed rate increase would more than double our monthly rates. We are not full time residents, but there are, in fact, 22 full time residents on this system. This is predominately a summer-time community, with the largest influx of people being here between Memorial Day and Labor Day. There is not that much water usage outside of this period. Revenue is collected from residents who aren't even here most of the year. If this isn't 100% profit, we don't know what else to call it.

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The attached letter sent to us from Jesse and Debbie Wood regarding their desire to invest in an RV Park concerns us. They tie in the need for new equipment for the Sunilandings Utility System with the prediction that "the increase in revenue from the RV Park will offset any rate increase due to labor. In order to avoid a steep rate increase, we need that RV Park". Please read through this attachment and determine for yourself what their intentions are. We don't see the relevance between rate increases and a proposed RV Park being built. It seems like two separate businesses to us. And while we are on the system at Enchanted Harbor, these are the same folks involved.

(D)

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Thank you for your time and attention to this matter.

Robert and Shirley Hillyer

1185 Kobitz Rd.

Victoria, Texas 77905

361-573-4530 (home)

361-550-1146 (Robert's cell)

361-550-2903 (Shirley's cell)

Jesse & Debbie Wood 2301 Nancy Lou El Campo, Texas

Community of Port Alto:

In order to keep Sunilandings from having a dramatic rate increase <u>WE NEED MORE</u> <u>CUSTOMERS</u> and we think a small 24 space RV Park may be the solution.

My name is Jesse Wood and as most of you know my wife and I manage the water and wastewater for South Port Alto. We are in the process of putting in a real estate office on Hwy 159 near the corner of CR 306 that I have leased to a local realtor. Our plans also include a small 24 unit RV park. The office will be landscaped with a viewing pond with night lights and fountain and should look really nice when finished. I would like to install an ice machine and have ice available to our community. Everyone I've talked to is tickled pink to have a realtor in the immediate area and double tickled to have access to ICE!

Our plans are to sell our home in El Campo and move to Port Alto. Our dream was to invest in a quiet little RV park which we hoped would supplement our retirement income and also provide a place for others to enjoy the pleasures of this peaceful little coastal community. Not a shoddy, run down RV Park but a new, well maintained park full of your friends and family that come to visit you at Port Alto.

Up until the point that the investor appeared, the RV Park was ONLY a dream, not an engineer-required and county-approved project, but only a dream. A dream of a community garden, paved walking trails, two or three nice ponds stocked with fish for the kids that grandpa brought fishing, and maybe a bike trail or two. This was, and still is, to be shared with ALL of Port Alto, not just the ones within the RV Park.

The Park plans on getting water and sewer service from the Sunilandings utility system. Sunilandings has enough water capacity to provide water to over 300 customers which is more than double what we need. The sewer plant is designed to handle 25,000 gallons per day and we are averaging less than 5,000 per day. ANY rumors you may have heard to the contrary are simply false. The great state of Texas insures that we are doing things correctly through <u>regular and rigorous inspections</u> of our facility and books.

Sunilandings is very expensive to maintain and operate. Large purchases need to be made in the near future to keep us up and running and in compliance with the State. As many of you know Debbie and I do ALL the maintenance and repairs ourselves, most times at 3 am when everyone is asleep as to not disrupt service.

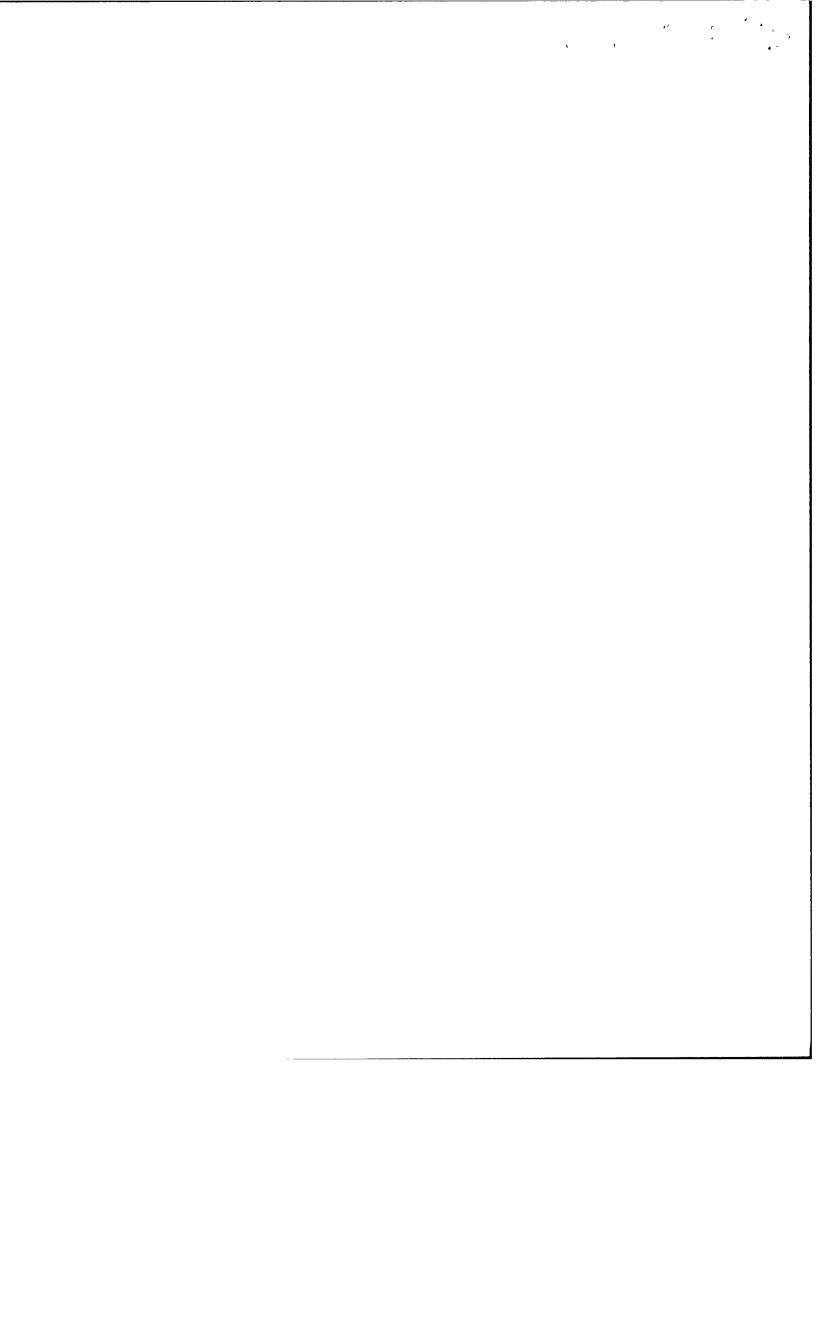
All those folks using Sunilandings water or sewer please listen up! The new equipment will cost over \$100,000, or about \$1,500 per month financed! Divide \$1,500 by 37 customers and you have a rate increase of over \$40.00 per month! Double what you pay now! If you add in the additional cost for labor and insurance....well you get the message.

<u>Debbie and I propose to let the RV Park purchase ALL the equipment listed above</u> and simply "loan" it to the utility when it needs it. In addition we predict that the increase in revenue from the RV Park will offset any rate increase due to labor. In order to avoid a steep rate increase, WE NEED THAT RV PARK!

The purpose of this letter is to provide transparency with respect to our intentions and to dispel all the rumors. Please voice your opinions and/or concern to me at: jwood@jwnet.net. Please send me an email today as your opinion matters.

Sincerely,

Jesse & Debbie Wood



min c. o 20 propo

Greetings,

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It is with great concern that we write this letter to you regarding the proposed water rate increase for homeowners in the Enchanted Harbor Subdivision in South Port Alto, Texas. The proposed rate increase would more than double our monthly rates. We are not full time residents, but there are, in fact, 22 full time residents on this system. This is predominately a summer-time community, with the largest influx of people being here between Memorial Day and Labor Day. There is not that much water usage outside of this period. Revenue is collected from residents who aren't even here most of the year. If this isn't 100% profit, we don't know what else to call it.

We fully understand the need to charge a fair amount for water usage. The fact that Enchanted Harbor Utility has failed to upgrade their system until the State mandated it does not warrant them trying to recover their costs all at one time. When we purchased our property in 2009, we were informed by the owners of Enchanted Harbor Utility that improvements needed to be made and water lines needed replacing, but it never happened. So they were fully aware of this need long before it was State mandated. Enchanted Harbor Utility is a business, and certainly the profits they have been collecting over the years should have been set aside, knowing that needed repairs and upgrades were inevitable.

The attached letter sent to us from Jesse and Debbie Wood regarding their desire to invest in an RV Park concerns us. They tie in the need for new equipment for the Sunilandings Utility System with the prediction that "the increase in revenue from the RV Park will offset any rate increase due to labor. In order to avoid a steep rate increase, we need that RV Park". Please read through this attachment and determine for yourself what their intentions are. We don't see the relevance between rate increases and a proposed RV Park being built. It seems like two separate businesses to us. And while we are on the system at Enchanted Harbor, these are the same folks involved.



The rates they are proposing are more in line with the rates one would pay in Port O'Connor, Texas. Yet, for that amount, sewer and garbage collection would also be included in the price. Current price for all three in Port O'Connor is \$87.

We are considering installing a water well for our personal use if this proposed rate increase is allowed to be passed on. While our initial cost will be high, we won't have to worry about over-chlorination of our water, or low flow, as is often the case now, especially on a holiday weekend. We are looking at building a permanent structure on our lot in the next few years, and we would hope that by then this ridiculous mishandling of the water supply and price gouging for home owners in Enchanted Harbor Subdivision would be corrected.

Thank you for your time and attention to this matter.

Robert and Shirley Hillyer

1185 Kobitz Rd.

Victoria, Texas 77905

361-573-4530 (home)

361-550-1146 (Robert's cell)

361-550-2903 (Shirley's cell)

Jesse & Debbie Wood 2301 Nancy Lou El Campo, Texas

Community of Port Alto:

In order to keep Sunilandings from having a dramatic rate increase <u>WE NEED MORE</u> <u>CUSTOMERS</u> and we think a small 24 space RV Park may be the solution.

My name is Jesse Wood and as most of you know my wife and I manage the water and wastewater for South Port Alto. We are in the process of putting in a real estate office on Hwy 159 near the corner of CR 306 that I have leased to a local realtor. Our plans also include a small 24 unit RV park. The office will be landscaped with a viewing pond with night lights and fountain and should look really nice when finished. I would like to install an ice machine and have ice available to our community. Everyone I've talked to is tickled pink to have a realtor in the immediate area and double tickled to have access to ICE!

Our plans are to sell our home in El Campo and move to Port Alto. Our dream was to invest in a quiet little RV park which we hoped would supplement our retirement income and also provide a place for others to enjoy the pleasures of this peaceful little coastal community. Not a shoddy, run down RV Park but a new, well maintained park full of your friends and family that come to visit you at Port Alto.

Up until the point that the investor appeared, the RV Park was ONLY a dream, not an engineer-required and county-approved project, but only a dream. A dream of a community garden, paved walking trails, two or three nice ponds stocked with fish for the kids that grandpa brought fishing, and maybe a bike trail or two. This was, and still is, to be shared with ALL of Port Alto, not just the ones within the RV Park.

The Park plans on getting water and sewer service from the Sunilandings utility system. Sunilandings has enough water capacity to provide water to over 300 customers which is more than double what we need. The sewer plant is designed to handle 25,000 gallons per day and we are averaging less than 5,000 per day. ANY rumors you may have heard to the contrary are simply false. The great state of Texas insures that we are doing things correctly through <u>regular and rigorous inspections</u> of our facility and books.

Sunilandings is very expensive to maintain and operate. Large purchases need to be made in the near future to keep us up and running and in compliance with the State. As many of you know Debbie and I do ALL the maintenance and repairs ourselves, most times at 3 am when everyone is asleep as to not disrupt service.

All those folks using Sunilandings water or sewer please listen up! The new equipment will cost over \$100,000, or about \$1,500 per month financed! Divide \$1,500 by 37 customers and you have a rate increase of over \$40.00 per month! Double what you pay now! If you add in the additional cost for labor and insurance....well you get the message.

Debbie and I propose to let the RV Park purchase ALL the equipment listed above and simply "loan" it to the utility when it needs it. In addition we predict that the increase in revenue from the RV Park will offset any rate increase due to labor. In order to avoid a steep rate increase, WE NEED THAT RV PARK!

The purpose of this letter is to provide transparency with respect to our intentions and to dispel all the rumors. Please voice your opinions and/or concern to me at: jwood@jwnet.net. Please send me an email today as your opinion matters.

Sincerely,

Jesse & Debbie Wood

September 23, 2013

Greetings,

We are protesting the proposed rate increase by "Farmers Transport Inc. dba Enchanted Harbor Utility (CCN #12683) proposed to take place January 1, 2014. We desire a public hearing on this issue.

It is with great concern that we write this letter to you regarding the proposed water rate increase for homeowners in the Enchanted Harbor Subdivision in South Port Alto, Texas. The proposed rate increase would more than double our monthly rates. We are not full time residents, but there are, in fact, 22 full time residents on this system. This is predominately a summer-time community, with the largest influx of people being here between Memorial Day and Labor Day. There is not that much water usage outside of this period. Revenue is collected from residents who aren't even here most of the year. If this isn't 100% profit, we don't know what else to call it.

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(1)

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Sincerely,

Jesse & Debbie Wood

MD/H37728-R 10/1/13 TT

Tuyet Truong

From:

Melanie Edwards

Sent:

Thursday, September 26, 2013 4:01 PM

To:

Kamal Adhikari; Tuyet Truong

Subject:

Enchanted Harbor Utility

Attachments:

doc04620720130926151551.pdf

Hi Kamal and Tuyet,

Here is another protest for the rate increase. This protest is from Michael Gilbert. I will place the original in

the mail today.

ine protes from Dr. Acton Easton, PID

Thanks

Melanie

----Original Message-----

From: Region.14.Scanner/Fax@tceq.texas.gov [mailto:Region.14.Scanner/Fax@tceq.texas.gov]

Sent: Thursday, September 26, 2013 3:16 PM

To: Melanie Edwards

Subject:

From Scanner

TASKalfa 520i [00:c0:ee:4c:98:2c]



Date: 9/23/2013

Melanie Edwards
Office of Compliance and Enforcement
Texas Commission on Environmental Quality
6300 Ocean Drive, NRC Bldg., Ste 1200, Unit 5839
Corpus Christi, TX 78412-5839
[Address 3]

Dear Ms. Edwards:

Please find the attached letter describing the proposed rate hike for water in Port Alto Texas. I agree with Dr. Alton K. Easton and would also like to protest the proposed water rate increase by "Farmers Transport Inc. dba Enchanted Harbor Utility(CCN#12683) proposed to take place January 1, 2014 and desire a public hearing on this issue.

Sincerely

Michael Gilbert

Managing Partner

SEP 2 6 2013

FIELD OPS/REGION 14

(713) 808-9014 (713) 808-9769

10801 Hammerly Blvd., Suite 122 Houston, TX 77043 Dr. Alton K. Easton, PhD

207 Marshall Johnson Ave S

Port Lavaca-Alto, TX

77979-5341

361-893-5110

September 16, 2013

Texas Commission on Environmental Quality

Water Supply Division

Utilities & Districts Section, MC 153

PO Box 13087

Austin, Texas

78711-3087

To Whom It Concerns,

I am protesting the proposed water rate increase by "Farmers Transport Inc. dba Enchanted Harbor Utility (CCN #12683) proposed to take place January 1, 2014. And desire a public hearing on this issue.

I feel that increase is excessive for the following reasons:

- 1. The proposed base rate increase is a 134.8% increase; more than twice the current rate.
- 2. The proposed rate increase is not just and reasonable based upon the company's expenses.
- 3. The company's prior year's profits (since 2001) should have been sufficient to provide a reasonable profit and a reserve upgrade account to maintain the water system according to code.
- 4. The rate increase will inhibit economic growth in a county that already suffers from very limited economic growth. The Port Alto area has in the last few years

has seen more growth than seen in the cities of Port Lavaca, Port Comfort, and Seadrift.

- 5. The rate increase will inhibit sales of homes in the area and drive down selling pricing.
- 6. The current base rates already exceed the water rates of Calhoun County Water Authority by 226%; the new rates will be 538% above that of Calhoun County Water authority of \$15.91.
- 7. The stated expenses of the operations associated with Enchanted Harbor Utilities are questionable and overstated, due to other business operations occurring in association with Farmers Transport Inc. Company source documents associated with expenses should be made available to the committee and public for review/verification.

Thank you for your attention to this matter,

Dr. Alton K. Easton, PhD