

Donna L. Nelson
Chairman

Kenneth W. Anderson, Jr.
Commissioner

Brandy Marty Marquez
Commissioner

Brian H. Lloyd
Executive Director



Rick Perry
Governor

RECEIVED

2015 JAN -6 PM 4: 12

PUBLIC UTILITY COMMISSION
FILING CLERK

Public Utility Commission of Texas

TO: John Munson
Thompson Heights Development Company
P.O. Box 378
Denison, Texas 75021

Commission Staff – Water Utility Regulation
Commission Staff – Legal Division

RE: Tariff Control No. 43883 – *Application of Thompson Heights Development Company for Pass Through Rate Adjustment*

NOTICE FINDING APPLICATION DEFICIENT; REQUIRING APPLICANT TO FILE ADDITIONAL INFORMATION

On December 3, 2014, Thompson Heights Development Company (THDC) filed an application for approval of pass through water charges to reflect increase in purchased water rates assessed by the City of Denison, affecting Thompson Heights subdivision in Grayson County, Texas.

On January 5, 2015 Commission Staff filed comments stating the application is materially deficient; therefore, Commission Staff cannot find the application administratively complete. Commission Staff proposed a procedural schedule to allow the Applicant 30 days to cure the following deficiencies:

1. Submit for review a proposed notice to customers that complies with P.U.C. SUBST. R. 24.21(h) (4) (B). The proposed notice should include:
 - a. The effective date of the rate change;
 - b. The present calculation of customer billing (*the applicant will need to use the current tariff monthly minimum charge of \$25.00 and not \$25.87 as shown in the calculations used on the TCEQ form and the letter to customer*);
 - c. The new calculation of customer billings;
 - d. The change in charges to the utility for the purchased water fees; and,



4

- e. The following language: "This tariff change is being implemented in accordance with the utility's approved purchased water adjustment clause to recognize increases in the cost of purchased water. The cost of these charges to customers will not exceed the increased cost of the purchased water."
2. Update the notice to replace all references to the Texas Commission on Environmental Quality (TCEQ), and instead reflect the current regulatory authority, the Public Utility Commission of Texas.
 3. Provide the last three bills received from the City of Denison which supports the current pass through rate.
 4. Submit the calculation and assumptions used to determine the new proposed rates because the assumptions provided do not match the Applicant's tariff.

Consistent with Commission Staff's recommendation, the following procedural schedule shall apply to this proceeding:

Deadline for Applicant to submit a revised proposed notice to cure the deficiencies identified by Staff	February 5, 2015
Deadline for Staff to file a supplemental recommendation on sufficiency of the application and notice, and propose a procedural schedule	Within 15 working days of THDC's filing of the revised proposed notice

SIGNED AT AUSTIN, TEXAS on the 16th day of January 2015.

PUBLIC UTILITY COMMISSION OF TEXAS


IRENE MONTELONGO
DIRECTOR, DOCKET MANAGEMENT