



Control Number: 44040



Item Number: 22

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

44040 EF

Bryan W. Shaw, Ph.D., *Chairman*
Buddy Garcia, *Commissioner*
Carlos Rubinstein, *Commissioner*
Mark R. Vickery, P.G., *Executive Director*



RECEIVED
2014 DEC 30 PM 1:51
PUBLIC QUALITY COMMISSION
FILING CLERK

TEXAS COMMISSION ON ENVIRONMENTAL QUALITY

Protecting Texas by Reducing and Preventing Pollution

February 29, 2012

Ms. Karen Hux, Office Manager
Shalako Estates and Canyon Springs Water Systems
P.O. Box 326
Hunt, TX 78024

Facsimile: (830) 367-1347

Re: Water Rate Change Application of Shalako Estates and Canyon Springs Water Systems, Certificate of Convenience and Necessity (CCN) No. 12685 in Kerr County; Application No. 37233-R

CN: 603579616; RN: 102690781

Dear Ms. Hux:

Thank you for your response received on February 9, 2012, regarding the above referenced application. Your application has been accepted for filing and assigned Application No. 37233-R. Please refer to this number in future correspondence.

Your new rates may go into effect on May 21, 2012. Your new effective date must be at least 60 days following the date your completed applications were mailed to us and correct notice is mailed or delivered to the customers. The effective date of the new rates must be the first day of the billing period, and the new rates may not apply to service provided before the effective date of the new rates.

The application will be scheduled for a hearing if:

- the Texas Commission on Environmental Quality (TCEQ) receives complaints from at least 10% of the ratepayers within 90 days of the effective date of the rate increase, or
- TCEQ staff protests the application on its own motion.

You will be notified if a hearing is scheduled. If, during the course of a hearing, rates are set which are different from the rates charged by the Utility, you may be required to refund or credit future bills. The refund or credit will include all sums collected during the pendency of the rate proceeding in excess of the rate finally ordered, plus interest, as determined by the TCEQ.

Bryan W. Shaw, Ph.D., *Chairman*
Buddy Garcia, *Commissioner*
Carlos Rubinstein, *Commissioner*
Mark R. Vickery, P.G., *Executive Director*



TEXAS COMMISSION ON ENVIRONMENTAL QUALITY

Protecting Texas by Reducing and Preventing Pollution

February 3, 2012

TRANSMITTED BY:
Facsimile: (830) 367-1347
and CERTIFIED MAIL

Ms. Karen Hux, Office Manager
Shalako Estates and Canyon Springs Water Systems
P.O. Box 326
Hunt, TX 78024

NOTICE OF DEFICIENCY

Re: Water Rate Change Application of Shalako Estates and Canyon Springs Water Systems, Certificate of Convenience and Necessity (CCN) No. 12685 in Kerr County; Application No. 37233-R

CN: 603579616; RN: 102690781

Dear Ms. Hux:

Your rate application received on December 28, 2011, has been assigned Application No. 37233-R, but has not been accepted for filing. Please refer to this number in future correspondence.

Based on an administrative review of your application, it appears the notice to customers contains deficiencies. To continue processing the application, you must complete and revise the following portions of the notice:

1. The 10,000 gallon calculations of your billing comparison for all meter sizes for the proposed rates are incorrect.
2. The billing comparison shows 3/4" meter size only and did not include the 5/8" meter size. Please indicate 5/8" or 3/4" meter size in the billing comparison instead of the 3/4" meter only.
3. The TCEQ approved tariff shows that the "Meter Test Fee" is \$25.00, not zero. Please indicate the correct fees in your revised notice to customers under the current rates column.
4. Your notice to customers shows your proposed rates effective May 21, 2012, only. If your intention is to increase your rates for two consecutive years, please show also the proposed rates effective May 21, 2013, on the notice to customers.

**** Transmit Conf. Report ****

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Feb 6 2012 8:43

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Bryan W. Shaw, Ph.D., *Chairman*
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Facsimile: (830) 367-1347
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44040

NOTICE OF PROPOSED RATE CHANGE

Canyon Springs Water Works, Shalako Water Supply 12685

Company Name
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 notice of a 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:

Canyon Springs Water Works, Shalako Water Supply

PO Box 326	Hunt	TX	78024	830-238-4877
Company Address	City	State	Zip	Telephone
\$72,279.78				February 8, 2012

Annual Revenue Increase
May 21, 2011

Date Customer Notice Mailed
on or near 20th of each month

Date of Last Rate Change

Date Meters Typically Read

EFFECTIVE DATE OF PROPOSED INCREASE: May 21, 2012

BILLING COMPARISON (rates for 2" and 3" meters not shown as we do not have any of this size)

5/8" or 3/4" meter	Existing	10,000 gal	\$ 62.00 /mo	Existing	30,000 gallons:	\$ 152.00 /mo
"	Proposed	10,000 gal	\$ 73.50 /mo	Proposed	30,000 gallons:	\$ 181.50 /mo
1" meter	Existing	10,000 gal	\$ 102.56 /mo	Existing	30,000 gallons:	\$ 192.56 /mo
"	Proposed	10,000 gal	\$ 117.04 /mo	Proposed	30,000 gallons:	\$ 225.04 /mo
1 1/2" meter	Existing	10,000 gal	\$ 170.12 /mo	Existing	30,000 gallons:	\$ 260.12 /mo
"	Proposed	10,000 gal	\$ 189.58 /mo	Proposed	30,000 gallons:	\$ 297.58 /mo

EFFECTIVE DATE OF PROPOSED INCREASE: May 21, 2013

BILLING COMPARISON (rates for 2" and 3" meters not shown as we do not have any of this size)

5/8" or 3/4" meter	Existing	10,000 gal	\$ 62.00 /mo	Existing	30,000 gallons:	\$ 152.00 /mo
"	Proposed	10,000 gal	\$ 75.50 /mo	Proposed	30,000 gallons:	\$ 189.90 /mo
1" meter	Existing	10,000 gal	\$ 102.56 /mo	Existing	30,000 gallons:	\$ 192.56 /mo
"	Proposed	10,000 gal	\$ 122.03 /mo	Proposed	30,000 gallons:	\$ 236.43 /mo
1 1/2" meter	Existing	10,000 gal	\$ 170.12 /mo	Existing	30,000 gallons:	\$ 260.12 /mo
"	Proposed	10,000 gal	\$ 199.56 /mo	Proposed	30,000 gallons:	\$ 313.96 /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

NOTICE OF PROPOSED RATE CHANGE -WATER (Cont.)

Page 2

CURRENT RATES		PROPOSED RATES Effective 5/21/2012		
Monthly base rate including <u>0</u> gallons		Monthly base rate including <u>0</u> gallons		
Meter Size:		Meter Size:		
Residential		Residential effective:	5/21/2012	5/21/2013
5/8" or 3/4"	\$ 27.00	5/8" or 3/4"	\$ 29.00	\$ 31.00
1"	\$ 67.56	1"	\$ 72.54	\$ 77.53
1 1/2"	\$ 135.12	1 1/2"	\$ 145.08	\$155.06
2"	\$ 216.19	2"	\$ 232.12	\$248.10
3"	\$ 405.36	3"	\$ 435.23	\$465.18
Other: _____ \$		Other: _____ @	\$	
Gallonge Charge:		Gallonge Charge:		
\$ 3.50 for 0 – 10,000 gallons (per 1000 gal)		0-10,000 gallons (per 1000 gal)	\$4.45	\$4.45
\$ 4.50 for 10,001 gal and over (per 1000 gal)		10,001 gal and over (per 1000 gal)	\$5.40	\$5.72
Miscellaneous Fees		Miscellaneous Fees		
Tap fee	\$750.00	Tap fee	\$ 750.00	
Reconnect fee:		Reconnect fee:		
Non-payment (Maximum - \$25.00)	\$ 25.00	Non-payment (Maximum - \$25.00)	\$ 25.00	
Customer's request	\$ 50.00	Customer's request	\$ 40.00	
Transfer fee	\$ 55.00	Transfer fee	\$ 35.00	
Late charge	\$ 5.00	Late charge	\$ 5.00	
Returned check charge	\$ 25.00	Returned check charge	\$ 25.00	
Deposit	\$ 0	Deposit (Maximum \$50.00)	\$ 50.00	
Meter test fee	\$ 25.00	Meter test fee	\$ 25.00	
Meter Relocation Fee	Actual Cost, not to exceed tap fee	Meter Relocation Fee	Actual Cost, not to exceed tap fee	

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