

Control Number: 46556

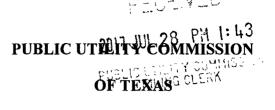


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COMMISSION STAFF'S RECOMMENDATION ON ADMINISTRATIVE COMPLETENESS AND MOTION TO SUSPEND THE EFFECTIVE DATE OF THE PROPOSED RATES

COMES NOW the Staff ("Staff") of the Public Utility Commission of Texas ("Commission"), representing the public interest, and files this Recommendation and Motion.

I. BACKGROUND

On November 9, 2016, River Side Waste Water Treatment Plant ("Riverside") filed an application to change rates pursuant to Tex. Water Code § 13.1871 (West 2008 & Supp. 2016) ("TWC"). On February 1, 2017, March 31, 2017, May 1, 2017, and May 22, 2017 Riverside filed supplements to its application.

On July 27, 2017, Riverside filed its proof of notice, indicating that notice was provided on July 21, 2017.

On July 10, 2017, Order No. 7 was entered, requiring Staff to file a recommendation on administrative completeness by July 28, 2017. This pleading is timely filed.

II. RECOMMENDATION ON ADMINISTRATIVE COMPLETENESS

Consistent with the attached memorandum of Andrew Novak and Patricia Garcia, Water Utilities Division, Staff has reviewed the application and notice. Staff notes that the notice provided to customers, as reflected in Riverside's proof of notice, indicates a proposed effective

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¹ Application (Nov. 9, 2016).

date of August 29, 2017. Staff recommends that the application, notice, and proposed effective date be deemed administratively complete, consistent with TWC § 13.1871.

III. PROPOSED PROCEDURAL SCHEDULE

Staff proposes the below procedural schedule for this proceeding.

| Event | Date |
|---|------------------------------|
| Date notice completed | July 21, 2017 |
| Proposed effective date of rate change | August 29, 2017 ² |
| Deadline for affected municipality to file a | November 27, 2017 |
| complaint and deadline for customer protests ³ | |
| Deadline for Staff to request a hearing or file a | December 1, 2017 |
| recommendation on final disposition | |
| Deadline for applicant to respond to Staff | December 15, 2017 |
| recommendation or, if no disputed issues exist, | |
| deadline for parties to file proposed findings of | |
| fact, conclusions of law, and ordering | |
| paragraphs | |
| 120 th day after the effective date ⁴ | December 27, 2017 |

IV. MOTION TO SUSPEND EFFECTIVE DATE OF PROPOSED RATES

Staff respectfully requests that the presiding officer suspend the effective date of the proposed rates. The Commission's rules provide for a 265-day suspension of the effective date of rates proposed in an application filed pursuant to TWC § 13.1871.⁵ Suspension of the proposed rates would promote economy by avoiding the potential for refunds in the event that the Commission approves rates that are lower than the proposed rates.

² Pursuant to 16 Tex. Admin. Code § 24.26(a) ("TAC"), the effective date of the proposed rates may be suspended up to 265 days from the date the proposed rate would otherwise be effective. The end of the applicable 265-day period is May 21, 2018.

³ Pursuant to 16 TAC § 24.28(c), if during the first 90 days after the effective date of the rate change, the Commission receives a complaint from any affected municipality, or from the lesser of 1,000 or 10% of the ratepayers of the utility over whose rates the Commission has original jurisdiction, or on its own motion, the Commission shall set the matter for hearing.

⁴ 16 TAC § 24.28(c)(1).

⁵ 16 TAC § 24.26(a).

V. CONCLUSION

Staff respectfully requests that the presiding officer find the application and notice to be administratively complete, adopt the proposed procedural schedule, and suspend the effective date of the proposed rates for 265 days.

Date: July 28, 2017

Respectfully Submitted,

PUBLIC UTILITY COMMISSION OF TEXAS LEGAL DIVISION

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DOCKET NO. 46556 CERTIFICATE OF SERVICE

I certify that a copy of this document will be served on all parties of record on July 28, 2017 in accordance with 16 TAC § 22.74.

A.J. Smullen

PUC Interoffice Memorandum

To:

AJ Smullen

Legal Division

Thru:

Heidi Graham, Manager

Debi Loockerman, Manager Water Utilities Division

From:

Patricia Garcia, Engineer Specialist

Andrew Novak, Financial Specialist

Water Utilities Division

Date:

July 28, 2017

Subject:

Docket No 46556, Application of Riverside Waste Water Treatment Plant for a

Rate/Tariff Change

On November 9, 2016, Riverside Waste Water Treatment Plant (Riverside), Certificate of Convenience and Necessity No. 20740, filed with the Commission an application to change its tariff and increase its sewer service rates pursuant to Texas Water Code (TWC) §13.1871 and 16 Tex. Admin. Code (TAC) §§24.21-24.26 (TAC). On February 1, 2017, March 31, 2017, May 1, 2017, and May 22, 2017 Riverside filed supplements to its application. On July 27, 2017, Riverside filed its proof of notice, indicating that notice was provided on July 21, 2017. The notice provided to customers, as reflected in the proof of notice, indicates a proposed effective date of August 29, 2017.

Based upon Staff's review of the above referenced application and amendments made to the application, Staff recommends that the application be deemed sufficient for filing. Staff also recommends that Riverside's proposed effective date of August 29, 2017 is consistent with TWC § 13.1871.