



Control Number: 46556



Item Number: 59

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PUBLIC UTILITY COMMISSION
FILING CLERK

OPEN MEETING COVER SHEET

COMMISSIONER MEMORANDUM

MEETING DATE: May 10, 2018

DATE DELIVERED: May 9, 2018

AGENDA ITEM NO.: 20

CAPTION: Docket No. 46556; SOAH No. 473-18-1394
Application of Riverside Wastewater
Treatment Plant for Authority to Change
Rates

ACTION REQUESTED: Discussion and possible action with respect
to Chairman Walker's Memo

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Chairman
Arthur C. D'Andrea
Commissioner



Greg Abbott
Governor

John Paul Urban
Executive Director

Public Utility Commission of Texas

TO: DeAnn T. Walker, Chairman
Arthur C. D'Andrea, Commissioner

All Parties of Record

FROM: Stephen Journeay
Commission Counsel

RE: **Open Meeting of May 10, 2018**
PUC Docket No. 46556
SOAH Docket No. 473-18-1394.WS – *Application of Riverside Wastewater Treatment Plant for Authority to Change Rates*

DATE: May 9, 2018

The Commission is scheduled to consider this docket at an open meeting presently scheduled to begin at 9:30 a.m. on Thursday, May 10, 2018 at the Commission's offices, 1701 North Congress Avenue, Austin, Texas.

This memorandum addresses Commission Staff's recommended corrections to the proposed order that were filed on May 8, 2017. Commission Staff also moved to admit additional evidence. This motion is properly before the Commission.

Finding of Fact 4

Commission Staff recommends changes to finding of fact 4, which I decline to accept for the following reasons. An increase in revenue of \$149,901 is identified on the first page of the application, on line 33 of schedule I-1, Revenue Requirement Summary, and on line 1 of schedule VI-1, Rate Design. The characterization of this increase as a 530% increase is stated on the first page of the application and on line 34 of schedule I-1. The \$29,330 figure in Commission Staff's recommendation is the requested return and is identified on line 31 of Schedule I-1. It is recognized that the percentage increase on line 34 of schedule I-1 is not calculated in accordance with the instruction on that schedule. But it is also recognized that the instructions for other lines in this schedule are nonsensical (e.g. line 30 is equal to line 30 less line 29), likely causing several of these numbers to be questionable. The intent of the finding was to summarize the application, not to compute what might be the appropriate numbers for those lines in the schedule.



Finding of Fact 10

For the same reasons as discussed for finding of fact 4, I decline to accept the changes proposed for finding of fact 10

Finding of Fact 47

Commission Staff recommends deleting the incorrect fixed-cost amount. Finding of fact 47 is corrected to read as follows:

4. Riverside's annual revenue requirement is \$154,013, ~~including fixed costs totaling \$133,600.92.~~

Finding of Fact 48

Commission Staff recommends changes to this finding to reflect its corrected number in its amended memorandum that is not in evidence yet. If the Commission admits this item as requested, then this finding should be changed as recommended by Commission Staff.

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