

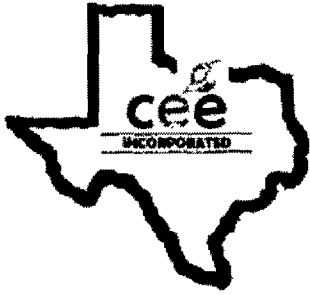


Control Number: 46600



Item Number: 3

Addendum StartPage: 0



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RECEIVED
2016 DEC 12 AM 9:05
PUBLIC UTILITY COMMISSION
FILING CLERK

December 8, 2016

Public Utility Commission
Central Records
1701 N. Congress Avenue
P.O. Box 13326
Austin, Texas 78711-3326

RE: Tariff Control No. 46600 – Application of Crest Water Company for a Pass-Through Rate Change

To whom it may concern:

The letter is to confirm that Crest Water Company has provided written notice to all customers affected by the proposed Pass-Through Rate Change. The notice was mailed to customers on December 8, 2016 via United States Postal Service.

A copy of the notice provided to customers is included in this filing.

The effective date of this Pass-through rate provision increase is January 1, 2017.

Please let me know if you require any further information.

Sincerely,

Dustan DeWinne P.E.

Dustan DeWinne, P.E.
Project Engineer

Enclosure: Copy of Notice to Customers

NOTICE OF PASS THROUGH RATE PROVISION INCREASE

Crest Water Company Company Name	12037 CCN Number
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Hereby notifies you that it is implementing a pass-through rate provision as part of its water utility tariff on file with the Texas Public Utility Commission (PUC). There will be an increase in the gallonage rate by \$0.23 per 1000 gallons for your subdivision. This tariff revision is to recognize changes in water use pumping fees charged by the Prairielands Groundwater Conservation District in Ellis, Hill, Johnson and Somervell counties. This tariff change is being implemented in accordance with the minor tariff changes allowed by 16 Texas Administrative Code §24.21. The cost to you as a result of this change will not exceed the costs charged to your utility.

Buffalo Hills PWS #0700070	Chisholm Trail Retreat PWS #1090042	Cahill Country PWS #1260073	Fisherman's Paradise PWS #1260056
Grande Vista PWS #1260120	Mansfield South PWS #1260066	Northcrest Addition PWS #1260034	Oak Leaf Trail PWS #1260104
Sunset Canyon	Oak River Ranch PWS #2130031	Rolling Oaks Subdivision PWS #1260064	Sunshine Country Acres PWS #1260069
Thomas Acres PWS #1260058	Westover Hills PWS #1260128	Woodland Oaks Estates PWS #1260070	Oakridge Mobile Home Subdivision PWS #1260124

Subdivisions or Systems Affected by Pass-through Provision

840 Old Betsy Road Company Address	Keene City	TX State	76049 Zip	(817) 645-5493 Telephone
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December 8, 2016 Date Customer Notice Mailed	5 th , 20 th and 30 th of each month Date Meters Typically Read
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EFFECTIVE DATE OF THIS INCREASE: January 1, 2017

Calculation of Gallonage Rate Adjustment:

Adjusted Gallonage Rate (AG) = $G + [B / (1 - L)]$, Where:

AG = adjusted gallonage charge, rounded to the nearest one cent;

G = approved gallonage charge, per 1,000 gallons;

B = change in fee (per 1,000 gallons);

L = water or sewer line loss for preceding 12 months, not to exceed 0.15 (15%)

$$AG = G + [(\$0.20 / (1 - 0.12))]$$

$$AG = G + [\$0.20 / 0.88]$$

$$AG = G + [\$0.23]$$

Tiered Rate Gallonage Charge Adjustment:

G	+	[\$0.23]	=	AG	
\$4.60	+	\$0.23	=	\$4.83	per 1,000 gallons for 0 - 10,000 gallons
\$4.85	+	\$0.23	=	\$5.08	per 1,000 gallons for 10,001 - 20,000 gallons
\$5.10	+	\$0.23	=	\$5.33	per 1,000 gallons for 20,001 - 30,000 gallons
\$5.35	+	\$0.23	=	\$5.58	per 1,000 gallons for 30,001 - 40,000 gallons
\$5.60	+	\$0.23	=	\$5.83	per 1,000 gallons for 40,001 - 50,000 gallons
\$5.85	+	\$0.23	=	\$6.08	per 1,000 gallons for 50,001 - 60,000 gallons
\$6.10	+	\$0.23	=	\$6.33	per 1,000 gallons for 60,001 - 70,000 gallons
\$6.35	+	\$0.23	=	\$6.58	per 1,000 gallons for 70,000+ gallons

Line Loss Calculation:

$$\begin{aligned} \text{Line loss} &= (\text{Gallons pumped} - \text{Gallons billed}) / \text{Gallons pumped} \\ &= (78,653,800 - 69,214,000) / (78,653,800) \\ &= (9,439,800) / (78,653,800) \\ &= (0.120) \text{ or } 12\% \end{aligned}$$

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.