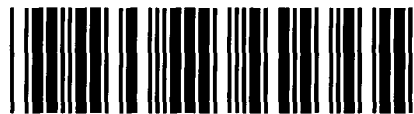




Control Number: 46761



Item Number: 1

Addendum StartPage: 0

146761

B & D ENVIRONMENTAL, INC.
913 HYDE PARK DR
ROUND ROCK, TEXAS 78665
PHONE NO. (512) 264-9124
FAX NO: (512) 692-1967

2017 JAN 12 PM 2:32

PUBLIC UTILITY COMMISSION
EMAIL: bretfenner@yahoo.com

January 12, 2016

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

Re: Application of J & S Water Company, LLC. (J & S) to Implement a Pass-Through Rate Change for Water Certificate of Convenience and Necessity (CCN) No. 12085

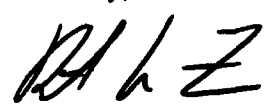
Dear Central Records:

Enclosed please find the following notice of implementing the water use fee clause in J & S's current tariff to pass through to affect customers an increase from the North Harris County Regional Water Authority (NHCRWA) of its GRP water use fee. List of items enclosed to support the noticed increase:

1. Copy of the notice mailed to all affected customers.
2. Calculation of NHCRWA fee increase for the affected subdivisions.
3. Notice from the NHCRWA indicating an increase in the GRP fee to \$ 2.40 per 1,000 gallons.
4. Reporting and billing Form showing the monthly rate charged the applicant for its mandatory participation in this groundwater reduction program.

Should you have any further questions concerning this pass thru request, please do not hesitate to contact me at (512) 264-9124.

Sincerely,



Bret W. Fenner, P.E.
B & D Environmental, Inc.

Enclosures

NOTICE OF PASS THROUGH RATE PROVISION INCREASE

J & S Water Company, LLC.	12085
Company Name	CCN Number

is increasing the gallon rate by \$0.70 per 1000 gallons for your subdivision. This tariff change is being implemented in accordance with the utility's approved water use fee clause to recognize an increase in the water use fee for participation in the North Harris County Regional Water Authority's Groundwater Reduction Plan Program for these subdivisions. The cost to customers will not exceed the increased cost of the water use fee for the groundwater reduction plan program.

Five Oaks PWS #1011496	Maple Leaf Gardens PWS #1011493	Oakland Village PWS #1010049
Subdivisions /Systems Affected by Pass Through Provision		

77064	77389					
Zip Codes Affected by Pass Through Provision						

8010 Thompson Road	Highlands	TX	77562	281-264-9124
Company Address	City	State	Zip	Phone #

January 24, 2017	March 1, 2017
Date Customer Notice Mailed	Effective Date of the Increase

Various Days Through the month

Date Meters Typically Read

Calculation of Gallonage Rate Adjustment:

Increase to existing gallonage rate = (AxB) / C + L [(AxB) / C]

Where: A = utility's annualized change in cost of water subjected to purchased water fee

B = average number of gallons

C = 1,000 gallons

L = percentage system wide line loss for preceding 12 months, not to exceed 15%

A = \$ 182.77 annual change in cost per connection

B = 94,860,440 / 12 months / 602 connections / 1000 gallons = 13.131 per 1000 gallons

C = 1,000 gallons

L = 15.0 % or .150

$$\begin{aligned}
 \text{Increase} &= (AxB) / C + L [(AxB) / C] \\
 &= (\$ 182.77 \times 13.131) / 1000 + .15 [(\$ 182.77 \times 13.131) / 1000] \\
 &= \$ 2.40 + .15 (\$ 2.40) \\
 &= \$ 2.40 + \$ 0.36 \\
 &= \$ 2.76
 \end{aligned}$$

Pass Through Rate Provision For The Five Oaks, Maple Leaf Gardens and Oakland Village Subdivisions:

\$ 2.76 per 1000 gallon additional fee will be added as a Pass Through charge for participation in the North Harris County Regional Water Authority's Groundwater Reduction Plan (GRP) for the customers in the these Subdivisions only.

Calculation of NHCRWA GRP Water Use Pass Through Fee

Requested increase in NHCRWA GRP Fee Gallonage Charge: \$0.70 per 1000 gallons

Current Tariff Approved NHCRWA Pass Through Fee (Docket No. 43074): \$2.06 per 1,000 gallons

NHCRWA Approved GRP increase effective April 1, 2016: \$2.40 per 1,000 gallons

Calculation of change in SJRA GRP pass thru charge:

With line loss adjustment: (\$ 2.76 - \$ 2.06) per 1,000 gallons = \$ 0.70 per 1,000 gallons

Calculation of Pass Thru Rate:

Increase to existing gallonage rate = $(A \times B) / C + L [(A \times B) / C]$

Where:

A = utility's annualized change in cost of water subjected to purchased water fee

B = average number of gallons

C = 1,000 gallons

L = percentage system wide line loss for preceding 12 months, not to exceed 15%

A = \$ 182.77 annual change in cost per connection

B = 94,860,440 / 12 months / 602 connections / 1000 gallons = 13.131 per 1000 gallons

C = 1,000 gallons

L = 15.0 % or .150

$$\begin{aligned}
 \text{Increase} &= (A \times B) / C + L [(A \times B) / C] \\
 &= (\$ 182.77 \times 13.131) / 1000 + .15 [(\$ 182.77 \times 13.131) / 1000] \\
 &= \$ 2.40 + .15 (\$ 2.40) \\
 &= \$ 2.40 + \$ 0.36 \\
 &= \$ 2.76
 \end{aligned}$$

Total number of connections: Five Oaks Subdivision:	285
Maple Leaf Garden:	271
Oakland Village:	<u>46</u>
Total:	602

Subdivision	Water Pumped	Water Sold
Five Oaks	23,441,000	32,439,000
Maple Leaf Gardens	29,273,000	29,273,000
Oakland Village	<u>3,896,000</u>	<u>32,848,440</u>
	62,442,000	94,860,440

Line Loss Calculation: $(\text{Gallons pumped} - \text{Gallons billed}) / \text{Gallons pumped}$
 $(94,860,440 - 62,442,000) / 94,860,440$
 $32,118,440 / 94,860,440 = .3397$ or 34%

A = \$ 2.40 per 1000 gallons x 1000 gallons

13.131 per 1000 gallons

A = \$ 182.77 per connection



UPDATED 12/7/15

**UPDATED PRICING POLICY
OF THE NORTH HARRIS COUNTY REGIONAL WATER AUTHORITY
(Effective April 1, 2016)**

This Updated Pricing Policy of the North Harris County Regional Water Authority (this "Updated Pricing Policy") is intended to define the Cost of Water paid to the Authority for Water used within the Authority and is an integral part of the Authority's Rate Order (the "Rate Order"), adopted on October 5, 2009. Unless specifically defined otherwise, capitalized terms in this Updated Pricing Policy shall have the meanings defined in the Rate Order.

Effective April 1, 2016, the following Cost of Water will apply to and be due by users of Water within the Authority:

Authority Water	\$2.85 per 1,000 gallons
Water pumped from a Non-Exempt Well	\$2.40 per 1,000 gallons
Imported Water	\$2.40 per 1,000 gallons

In addition to the above Fees, the Authority shall continue to provide a credit to each Converted Entity that constructed a Chloramine System prior to December 1, 2015 in accordance with the Authority's prior policy and procedures. Such credits shall be calculated as outlined below. Furthermore, any credits for capital contributions paid to the Authority by a Payor shall continue as provided in the applicable written agreement executed between the Payor and the Authority.

The Authority may revise the above Fees and modify, delete or add any credit(s), subject to the provisions of any applicable written agreements, if and when necessary. Payors will be notified of any such changes.

Chloramination Credits

The annual Chloramination Credit shall be calculated by amortizing the cost of the Chloramine System at 6% interest over a 30-year period, which shall begin the year the facilities are placed in service. The annual Chloramination Credit amount will be divided by 12 and the resultant amount will be credited monthly toward the fees payable to the Authority for the Water used by the Converted Entity.

New/Replacement Facilities

In order to help facilitate the effective implementation of the GRP, any Payor who anticipates the construction of new or replacement Water production, storage and/or treatment facilities and/or related appurtenances shall advise the Authority of those plans as early in the process as possible. The Authority will review such proposed improvements for conformity with the goals of the GRP and the possibility of the Authority being able to address those needs (i.e., by providing water in lieu of the Payor having to construct or replace facilities). Within the limits of its jurisdiction, the Authority will regulate construction of such facilities to accomplish the goals of the GRP.

Policy Implementation

The General Manager is authorized to take any actions on behalf of the Authority necessary and convenient to accomplish the purposes of this Updated Pricing Policy. The General Manager is also authorized to take actions necessary to comply with any special credit provisions provided under any agreements that may exist between a Payor and the Authority.

**NORTH HARRIS COUNTY REGIONAL
WATER AUTHORITY
Groundwater and/or Surface Water
Reporting and Billing Form - 2016**

File Report Online!
Online Pumpage Reporting System
<http://oprs.nhcrwa.com/>

Name of Well Owner: Jos water co
Identify well #: Well #1: Well #2: Well #3: _____ Well #4: _____

Check the reporting period for which this report is being filed.		
Reporting Period	Monthly Rate per 1,000 gallons	Due Date
<input type="checkbox"/> January 1-31, 2016	\$2.00 Groundwater / \$2.45 Surface Water	March 18, 2016
<input type="checkbox"/> February 1-29, 2016	\$2.00 Groundwater / \$2.45 Surface Water	April 18, 2016
<input type="checkbox"/> March 1-31, 2016	\$2.00 Groundwater / \$2.45 Surface Water	May 18, 2016
<input type="checkbox"/> April 1-30, 2016	\$2.40 Groundwater / \$2.85 Surface Water	June 18, 2016
<input type="checkbox"/> May 1-31, 2016	\$2.40 Groundwater / \$2.85 Surface Water	July 18, 2016
<input type="checkbox"/> June 1-30, 2016	\$2.40 Groundwater / \$2.85 Surface Water	August 18, 2016
<input type="checkbox"/> July 1-31, 2016	\$2.40 Groundwater / \$2.85 Surface Water	September 18, 2016
<input type="checkbox"/> August 1-31, 2016	\$2.40 Groundwater / \$2.85 Surface Water	October 18, 2016
<input checked="" type="checkbox"/> September 1-30, 2016	\$2.40 Groundwater / \$2.85 Surface Water	November 18, 2016
<input type="checkbox"/> October 1-31, 2016	\$2.40 Groundwater / \$2.85 Surface Water	December 18, 2016
<input type="checkbox"/> November 1-30, 2016	\$2.40 Groundwater / \$2.85 Surface Water	January 18, 2017
<input type="checkbox"/> December 1-31, 2016	\$2.40 Groundwater / \$2.85 Surface Water	February 18, 2017

Gallons of Groundwater Pumped and/or Imported for Reporting Period:

	Start Meter Reading	End Meter Reading	Total
Well #1	29137000	32033400	2896400
Well #2	832137000	834513000	2376000
Well #3			
Well #4			

For additional wells, attach a second reporting form and put total from all wells below.

IMPORTED from outside NHCRA Meter Reading:	Source:	
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Gallons of Surface Water received for Reporting Period:

	Start Meter Reading	End Meter Reading	Total
Meter #1			
Meter #2			

For additional meters, attach a second reporting form and put total from all meters below.

REUSE Water			
1	Enter total gallons of Groundwater pumped and/or Imported	1	5272400
2	Divide by 1,000	2	5,272.4
3	Total Groundwater fee due (multiply line 2 x \$2.00 or \$2.40 effective 4/1/2016)	3	\$12,653.76
4	Enter total gallons of Surface Water received	4	
5	Divide by 1,000	5	
6	Total Surface Water fee due (multiply line 5 x \$2.45 or 2.85 effective 4/1/2016)	6	
7	Deduct 2003 Capital Contribution Credit amount, if applicable	7	
8	Deduct 2005 Capital Contribution Credit amount, if applicable	8	
9	Deduct 2008 Capital Contribution Credit amount, if applicable	9	
10	Deduct Chloramination System Credit or other asset credit, if applicable	10	
11	Total due	11	12,653.76

If your payment is received late, the Authority will send you an invoice for the late fees set forth in the Rate Order.
I declare that the above information is true and correct to the best of my knowledge and belief.

Dated: Oct By: Jerry Nowling
Phone: 281 426 5494 Name: Jerry Nowling
Title: President

Make check payable to: North Harris County Regional Water Authority
Dept. 35
P. O. Box 4346
Houston, Texas 77210-4346

PLEASE FILE ONLINE AT [HTTP://OPRS.NHCRWA.COM/](http://oprs.nhcrwa.com/)
OR MAIL THIS FORM WITH THE PAYMENT OR FAX TO 281-440-4104, PHONE: 281-440-3924