



Control Number: 46880



Item Number: 1

Addendum StartPage: 0

Champ's Water Company
13217-A Chrisman Rd, Houston, TX 77039
(281)590-7317

46880

February 19, 2017

Public Utility Commission of Texas
Central Records
1701 N Congress Po Box 13326
Austin, Texas 78711-3326

RECEIVED
2017 FEB 22 PM 2:02
PUBLIC UTILITY COMMISSION
FILING CLERK

Re: Notice of implementation of groundwater conservation district pass through clause;
Champ's Water Company; CCN No. 10972

Dear Sir,

Please be advised that Champ's Water Company (CWC) gives notice that it is implementing its TCEQ-approved water use fee pass through clause pursuant to 30 TAC S291.21(h). CWC's pass through clause was approved in its last rate case. The effective date of the pass through will be 2/22/2017, which is the first date of the billing cycle following notice to customers and the Commission.

Enclosed with this letter as part of CWC's notice to the PUC are:

1. Copy of notice to customers
2. Evidence of the water use fee increase from the GCD
3. The calculations and assumptions used to determine the new rates.

If you have any questions or comments about this notice, please contact me and my attorney, Mark Zeppa, Law Offices of Mark H. Zeppa, PC, 4833 Spicewood Springs Road #202, Austin, Texas 78711-3087, 512-346-4011.

Champ Clark, President

1885*

NOTICE OF IMPLEMENTATION OF PASS THROUGH CLAUSE

This tariff change is being implemented in accordance with the utility's approved water use fee adjustment clause to recognize increases in the water use fee. The cost of these charges to customers will not exceed the increased cost of the water use fee.

Utility: **Champ's Water Company**
13217-A Chrisman Road
Houston, TX 77039
(281) 590-7317

Effective Date of Change (1st day of monthly billing period): 2/22/2017

Present Calculation of Customer Billing:

<u>Current Rates: Base Rate incl.-o-gal.</u>		<u>Gallonage Charge /1000 gal: \$2.25</u>
5/8 x 3/4" meter	\$14.44	Add. Charge: City of Houston:
3/4" meter	\$21.65	<u>Ground Water Reduction Plan</u>
1" meter	\$36.09	\$1.24/1000 gal.
1 1/2" meter	\$72.18	
2" meter	\$115.49	
3"	\$216.55	
4"	\$360.91	
6"	\$721.83	

Example: 5/8 x 3/4" meter using 5,000 gal. in City of Houston GRP
 $\$14.44 + [5000/1000(\$2.25 + \$1.24)] = \31.89

Changes in Charges to Utility for Water Use Fees:

City of Houston GRP: \$.81 /1000 gal.

New Calculation of Customer Billing:

<u>Current Rates: Base Rate incl.-o-gal.</u>		<u>Gallonage Charge /1000 gal: \$2.25</u>
5/8 x 3/4" meter	\$14.44	Add. Charge: City of Houston:
3/4" meter	\$21.65	<u>Ground Water Reduction Plan</u>
1" meter	\$36.09	\$2.05/1000 gal.
1 1/2" meter	\$72.18	
2" meter	\$115.49	
3"	\$216.55	
4"	\$360.91	
6"	\$721.83	

Example: 5/8 x 3/4" meter using 5,000 gal. in City of Houston GRP
 $\$14.44 + [5000/1000(\$2.25 + \$2.05)] = \35.94

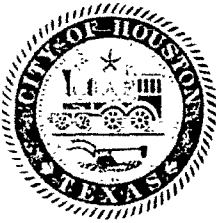
This pass through clause was approved by the TCEQ on June 22, 2004 in Application No. 34575-R. The executive director's review of a proposed revision is an informal proceeding. Only the commission, the executive director, or the utility may request a hearing on the proposed revision.

Champ's Water Company, Inc
 Calculations Assumptions for GCD pass Through
 Effective date 2/22/2017

GCD Rates		
Included in last tariff increase	\$ 2.184	
Increased at 4/1/2015		\$ 2.842
Increased at 4/1/1016		\$ 2.882
 Total Increase since last Tariff Increase		 \$.70

AG = $G+B/(1-L)$, where
 AG = Adjusted Gallonage charge, rounded to the nearest once cent
 G = Approved gallonage charge (per 1,000)
 B = Change in district gallonage charge (per 1,000 gallons)
 L = System average line loss for preceding 12 months not to exceed 0.15

AG =	\$ 4.30		\$ 2.05 Total Pass Through Amount
G =	\$ 2.25		\$ 1.24 Previous Pass though filed in 2010
B =	\$.70		\$.81 Pass through increase this notice
L =	15%		



CITY OF HOUSTON

Public Works and Engineering
Department

Bill White

Mayor

Michael S. Marcotte, P.E., DWRE, BCEE
Director
P.O. Box 1562
Houston, Texas 77251-1562
www.houstontx.gov

December 10, 2009

Dear GRP Participant:

Beginning January 1, 2010 an increase of \$0.30/ per one thousand gallons will be added to the current rate the City of Houston charges for Contract Treated Water Service.

The monthly charge for Groundwater Reduction Plan participants includes the Contract Treated Water rate (R x P x Q) where R is the base rate for contract treated water customers. The rate (R) on your GRP participation fee will be increased from \$1.884 to \$2.184 per one thousand gallons. This increase (.30) will be effective January 1 and will appear on billing statements received in February 2010.

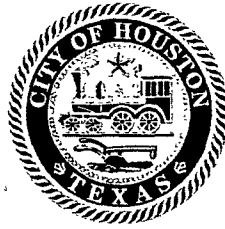
The primary reason for the rate increase is to reduce the gap between the cost to produce water and the actual rates charged by the City. The City of Houston has historically analyzed its rate structure to ensure that the true costs to provide treated water service to our customers are recovered through revenue that is sufficient to meet the water needs of the City and surrounding communities. The last such analysis was conducted in 2004 and water and sewer rates have been automatically adjusted annually using the previous calendar year's regional Consumer Price Index (CPI). However, the Contract Treated Water Service rates have always remained at levels below the 2004 established Combined Utility System class cost of service to treat and deliver this water.

In April of 2007, Houston City Council approved a \$.28 per one thousand gallon rate increase to Contract Treated Water customers that was effective in September of 2007. That increase was equivalent to half of the difference needed to cover costs per the FY04 rate study. This current increase is the second half of the remaining difference to adequately cover the cost of service deficit.

If you have any questions, please contact me at 713-837-0282.

Sincerely,

Susan Bandy
Deputy Director



CITY OF HOUSTON

Public Works and Engineering
Department

NOTIFICATION OF WATER RATE ADJUSTMENT

Effective April 1, 2015, water and sewer rates are adjusting upward by 4.4%. The City of Houston's Code of Ordinances provides that water and sewer rates be adjusted each year in April. These new rates will appear on your April 2015 billing which you will receive in May. This rate adjustment is based on a combination of the 2014 Houston Regional Consumer Price Index (CPI) of 2.8% plus the City of Houston's population increase, 1.6% according to the United States Census Bureau.

NEW RATES AND CHARGES

Classification	Rate
Contract Treated Water	P x \$2.842 plus (P-M) x \$0.705* Airgap P x \$3.469 plus (P-M) x \$0.705* Non-Airgap
Untreated Water Rates where there is no contract	
First 10,000,000 gallons	\$1.6276 per 1,000 gallons
Next 10,000,000 gallons	\$1.4625 per 1,000 gallons
Next 30,000,000 gallons	\$1.3793 per 1,000 gallons
Next 100,000,000 gallons	\$1.2960 per 1,000 gallons
Excess of 150,000,000 gallons	\$1.2544 per 1,000 gallons
Untreated Water Rates under written contracts	\$0.6506 per 1,000 gallons

- * P = Total water delivery during the month in thousand gallons, except if the minimum monthly specified in the customer's contract is greater than P, P shall equal M.
- M = Minimum monthly amount of water specified in the customer's contract expressed in units of one thousand gallons.

For further information, please:

- Refer to the Rates and Prices or the Billing and Payment section of your contract
- Visit: <http://www.houstontx.gov/codes/> (Sections 47-61 and 47-84 et seq.)

Please contact Maria Carrillo at Utility Customer Service at (832) 395-6220 if you have specific questions about your bill.



CITY OF HOUSTON

Public Works and Engineering
Department

IMPORTANT NOTICE

NOTIFICATION OF WATER RATE ADJUSTMENT

Effective April 1, 2016, water and sewer rates are adjusting upward by 1.4%. The City of Houston's Code of Ordinances provides that water and sewer rates be adjusted each year in April. These new rates will appear on your April 2016 billing which you will receive in May. This rate adjustment is based on a combination of the 2015 Houston Regional Consumer Price Index (CPI) of -0.2% plus the City of Houston's population increase, 1.6% according to the United States Census Bureau.

NEW RATES AND CHARGES

Classification	Rate
Contract Treated Water	P x \$2.882 plus (P-M) x \$0.715* Airgap. P x \$3.517 plus (P-M) x \$0.715* Non-Airgap
Untreated Water Rates where there is no contract	
First 10,000,000 gallons	\$1.6504 per 1,000 gallons
Next 10,000,000 gallons	\$1.4830 per 1,000 gallons
Next 30,000,000 gallons	\$1.3986 per 1,000 gallons
Next 100,000,000 gallons	\$1.3142 per 1,000 gallons
Excess of 150,000,000 gallons	\$1.2720 per 1,000 gallons
Untreated Water Rates under written contracts	\$0.6597 per 1,000 gallons

* P = Total water delivery during the month in thousand gallons, except if the minimum monthly specified in the customer's contract is greater than P, P shall equal M.

M = Minimum monthly amount of water specified in the customer's contract expressed in units of one thousand gallons.

For further information, please:

- Refer to the Rates and Prices or the Billing and Payment section of your contract
- Visit: <http://www.houstontx.gov/codes/> (Sections 47-61 and 47-84 et seq.)

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