



Control Number: 47465



Item Number: 4

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**Kenneth W. Anderson, Jr.**  
Commissioner  
**Brandy Marty Marquez**  
Commissioner  
**Brian H. Lloyd**  
Executive Director



**Greg Abbott**  
Governor

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**Public Utility Commission of Texas**

**TO: Ty Embrey**  
**Lloyd Gosselink Rochelle & Townsend, P.C.**  
**816 Congress Avenue, Suite 1900**  
**Austin, Texas 78701**

**Commission Staff – Water Utility Regulation Division**  
**Commission Staff – Legal Division**

**RE: Tariff Control No. 47465 – Application of MSEC Enterprises, Inc. for a Pass-Through Rate Change**

**NOTICE OF APPROVAL**

This Notice addresses MSEC Enterprises, Inc.'s application for a pass-through rate increase due to an increase in pumpage, import, and surface water fees imposed on the utility by the San Jacinto River Authority. The requested effective date for the pass-through rate change is September 1, 2017.

On August 22, 2017, Commission Staff recommended that the application be deemed administratively complete and further, that the application be approved; as explained in the pleading and attached memorandum of Jonathan Ramirez of the Commission's Water Utility Regulation Division. Commission Staff recommended approval of MSEC's requested pass-through rate, increasing from \$2.78 to \$2.93 per 1,000 gallons, effective September 1, 2017.

Consistent with Commission Staff's recommendation, MSEC's application is sufficient and it is approved. A new pass-through rate of \$2.93 per 1,000 gallons for MSEC is approved effective September 1, 2017. The approved tariff pages for MSEC are attached to this Notice.

**Signed at Austin, Texas the 23<sup>rd</sup> day of August 2017.**

**PUBLIC UTILITY COMMISSION OF TEXAS**

Handwritten signature of Susan E. Goodson in cursive script.

**SUSAN E. GOODSON**  
**ADMINISTRATIVE LAW JUDGE**

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**WATER UTILITY TARIFF**  
**Tariff Control Number: 47465**

MSEC Enterprises, Inc.  
(Utility Name)

P.O. Box 970  
(Business Address)

Navasota, Texas 77868-0970  
(City, State, Zip Code)

(936) 825-5100  
(Area Code/Telephone)

This tariff is effective for utility operations under the following Certificate of Convenience and Necessity:

12887

This tariff is effective in the following counties:

Grimes and Montgomery

This tariff is effective in the following cities or unincorporated towns (if any):

None

This tariff is effective in the following subdivisions or systems:

See Attached List

**TABLE OF CONTENTS**

The above utility lists the following sections of its tariff (if additional pages are needed for a section, all pages should be numbered consecutively):

SECTION 1.0 – RATE SCHEDULE .....	2
SECTION 2.0 – SERVICE RULES AND POLICIES.....	4
SECTION 3.0 – EXTENSION POLICY .....	11

**APPENDIX A – DROUGHT CONTINGENCY PLAN**

SECTION 1.0 – RATE SCHEDULE

Section 1.01 - Rates

<u>Meter Size</u>	<u>Monthly Minimum Charge</u>	<u>Gallonage Charge</u>
5/8" or 3/4"	\$33.00 (Includes 0 gallons all meters)	\$3.25 per 1000 gallons, 1 <sup>st</sup> 10,000 gallons
1"	\$56.00	\$3.45 per 1000 gallons, next 10,000 gallons
1½"	\$200.00	\$3.70 per 1000 gallons over 20,000 gallons
2"	\$320.00	
3"	\$375.00	

Lone Star Groundwater Conservation District (GCD) .....\*\$0.07 per 1000 gallons

San Jacinto River Authority (SJRA) ..... \*\$2.93 per 1000 gallons  
\*(The pass through fees are adjusted for line loss) (Tariff Control No. 47465)

FORM OF PAYMENT: The utility will accept the following forms of payment:

Cash X, Check X, Money Order X, Credit Card X, Other (specify) \_\_\_\_\_  
THE UTILITY MAY REQUIRE EXACT CHANGE FOR PAYMENTS AND MAY REFUSE TO ACCEPT PAYMENTS MADE USING MORE THAN \$1.00 IN SMALL COINS. A WRITTEN RECEIPT WILL BE GIVEN FOR CASH PAYMENTS.

REGULATORY ASSESSMENT..... 1.0%  
PUC RULES REQUIRE THE UTILITY TO COLLECT A FEE OF ONE PERCENT OF THE RETAIL MONTHLY BILL AND TO REMIT THE FEE TO THE TCEQ.

Section 1.02 - Miscellaneous Fees

TAP FEE.....\$1,200.00  
TAP FEE COVERS THE UTILITY'S COSTS FOR MATERIALS AND LABOR TO INSTALL A STANDARD RESIDENTIAL 5/8" or 3/4" METER. AN ADDITIONAL FEE TO COVER UNIQUE COSTS IS PERMITTED IF LISTED ON THIS TARIFF.

TAP FEE (Unique costs) .....Actual Cost  
FOR EXAMPLE, A ROAD BORE FOR CUSTOMERS OUTSIDE OF SUBDIVISIONS OR RESIDENTIAL AREAS.

TAP FEE (Large meter) .....Actual Cost  
TAP FEE IS THE UTILITY'S ACTUAL COST FOR MATERIALS AND LABOR FOR METER SIZE INSTALLED.

METER TEST FEE.....\$25.00  
THIS FEE WHICH SHOULD REFLECT THE UTILITY'S COST MAY BE CHARGED IF A CUSTOMER REQUESTS A SECOND METER TEST WITHIN A TWO-YEAR PERIOD AND THE TEST INDICATES THAT THE METER IS RECORDING ACCURATELY. THE FEE MAY NOT EXCEED \$25.

**PURCHASED WATER AND/OR DISTRICT FEE PASS THROUGH CLAUSE:**

Changes in fees imposed by any non-affiliated third party water supplier or underground water district having jurisdiction over the Utility shall be passed through as an adjustment to the water gallonage charge according to the following formula:

$$AG = G+B/(1-L)$$

Where:

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

G = approved gallonage charge (per 1,000 gallons)

B = change in purchased water/district gallonage charge (per 1,000 gallons)

L = system average line loss for the preceding 12 months not to exceed 0.15