



Control Number: 48157



Item Number: 10

Addendum StartPage: 0

TARIFF NO. 48157

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APPLICATION OF NERO SUPPLY
INVESTORS, LLC FOR A PASS-
THROUGH RATE CHANGE

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§
§

PUBLIC UTILITY COMMISSION

PUBLIC UTILITY COMMISSION
FILING CLERK
OF TEXAS

**COMMISSION STAFF'S CORRECTED TARIFF AND REQUEST FOR AMENDED
NOTICE OF APPROVAL**

COMES NOW the Staff of the Public Utility Commission of Texas (Staff), representing the public interest and files this Corrected Tariff. In support thereof, Staff would show the following:

I. BACKGROUND

On March 13, 2018, Nerro Supply Investors, LLC (Nerro or Applicant) requested approval of a pass-through rate increase pursuant to 16 Texas Administrative Code (TAC) § 24.21 due to an increase in the water use fee billed by North Harris County Regional Water Authority (NHCRWA). The requested effective date for the pass-through rate change is April 1, 2018.

On June 14, 2018, Staff filed its Supplemental Recommendation on Sufficiency of Application and Notice. Staff was notified of an error in the Tariff included with its supplemental recommendation. Staff therefore files this corrected Tariff.

**II. CORRECTED TARIFF AND REQUEST FOR AMENDED NOTICE OF
APPROVAL**

Staff's Supplemental Recommendation on Sufficiency of Application and Notice filed on June 14, 2018 included a tariff which stated that the San Jacinto River Authority Fee for Hazy Hollow East Estates and White Oak Valley Estates was \$2.50 per 1,000 gallons of water. The correct rate is \$3.11 per 1,000 gallons of water. Staff therefore files this corrected Tariff in this proceeding. Staff therefore respectfully requests that the attached Tariff be incorporated into an amended notice of approval in this proceeding.

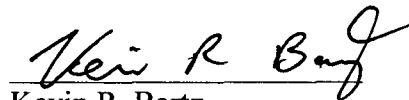
Dated: June 25, 2018

Respectfully Submitted,

**PUBLIC UTILITY COMMISSION OF
TEXAS LEGAL DIVISION**

Margaret Uhlig Pemberton
Division Director

Katherine Lengieza Gross
Managing Attorney



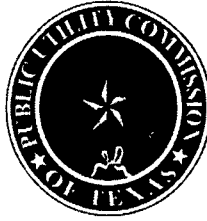
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CERTIFICATE OF SERVICE

I certify that a copy of this document will be served on all parties of record on this the 25th of June, 2018 in accordance with 16 TAC § 22.74.


Kevin R. Bartz



WATER UTILITY TARIFF

Tariff Control Number: 48157

Nerro Supply Investors, LLC
(Utility Name)

718 Westscott Street
(Business Address)

Houston, Texas 77007
(City, State, Zip Code)

(281)355-1312
(Area Code/Telephone)

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

10336

This tariff is effective in the following counties:

Harris and Montgomery

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

None

This tariff is effective in the following subdivisions and public water 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):

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APPENDIX A --

APPENDIX B -- SAMPLE SERVICE AGREEMENT

APPENDIX C -- APPLICATION FOR SERVICE

LIST OF SUBDIVISIONS

Hazy Hollow East Estates	1700013	Montgomery
Shady Brook Acres	1700031	Montgomery
Spring Creek Valley Estates	1010213	Harris
White Oak Valley Estates	1700036	Montgomery

Nerro Supply Investors, LLC

Northwest Water Systems, Inc.

Water Utility Tariff Page No. 2

Hazy Hollow East Estates, White Oak Valley

Estates, Shady Brook Acres, Spring Creek Valley Estates

SECTION 1.0 -- RATE SCHEDULE

Section 1.01 - Rates

Spring Creek Valley Estates (Harris County)

Meter Size

5/8" or 3/4"

Monthly Minimum Charge

\$37.16 (includes 1000 gallons)

Gallonage Charge

\$3.56 per 1,000 gallons over the minimum

*Plus NHCRWA Fee for ALL gallons used.

*North Harris County Regional Water Authority Water Use Fee:

\$4.00 per 1,000 gallons of water usage

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Hazy Hollow East Estates, White Oak Valley Estates, Shady Brook Acres (Montgomery County)

Meter Size

5/8" or 3/4"

Monthly Minimum Charge

\$36.71 (includes 1000 gallons)

Gallonage Charge

\$3.55 per 1,000 gallons over the minimum

*PLUS LSGCD & SJRA fees for ALL gallons used.

*Lone Star Groundwater Conservation District Water Use Fee:

\$0.12 per 1,000 gallons of water usage.

Tariff Control No. 48069

*San Jacinto River Authority Fee for Hazy Hollow East Estates and White Oak Valley Estates only.

\$3.11 per 1,000 gallons of water usage

Tariff Control No. 47536

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

Cash X, Check X, Money Order X, Credit Card , 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 REMIT TO THE TCEQ.

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SECTION 1.0 – RATE SCHEDULE (Continued)

Section 1.02 - Miscellaneous Fees

TAP FEE.....N/A

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 RELOCATION FEE Actual Relocation Cost, Not to Exceed Tap Fee

THIS FEE MAY BE CHARGED IF A CUSTOMER REQUESTS THAT AN EXISTING METER BE RELOCATED.

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.

RECONNECTION FEE

THE RECONNECT FEE MUST BE PAID BEFORE SERVICE CAN BE RESTORED TO A CUSTOMER WHO HAS BEEN DISCONNECTED FOR THE FOLLOWING REASONS (OR OTHER REASONS LISTED UNDER SECTION 2.0 OF THIS TARIFF):

a) Non payment of bill (Maximum \$25.00).....\$25.00

b) Customer's request that service be disconnected.....N/A

TRANSFER FEE.....N/A

THE TRANSFER FEE WILL BE CHARGED FOR CHANGING AN ACCOUNT NAME AT THE SAME SERVICE LOCATION WHEN THE SERVICE IS NOT DISCONNECTED.

LATE CHARGE (EITHER \$5.00 OR 10% OF THE BILL) 10%

PUC RULES ALLOW A ONE-TIME PENALTY TO BE CHARGED ON DELINQUENT BILLS. A LATE CHARGE MAY NOT BE APPLIED TO ANY BALANCE TO WHICH THE PENALTY WAS APPLIED IN A PREVIOUS BILLING.

SECTION 1.0 – RATE SCHEDULE (Continued)

RETURNED CHECK CHARGE\$25.00

RETURNED CHECK CHARGES MUST BE BASED ON THE UTILITY'S DOCUMENTABLE COST.

CUSTOMER DEPOSIT RESIDENTIAL (Maximum \$50)\$50.00

COMMERCIAL & NON-RESIDENTIAL DEPOSIT 1/6TH OF ESTIMATED ANNUAL BILL

GOVERNMENTAL TESTING, INSPECTION AND COSTS SURCHARGE:

WHEN AUTHORIZED IN WRITING BY TCEQ AND AFTER NOTICE TO CUSTOMERS, THE UTILITY MAY INCREASE RATES TO RECOVER INCREASED COSTS FOR INSPECTION FEES AND WATER TESTING. [30 TAC 24.21(K)(2)]

LINE EXTENSION AND CONSTRUCTION CHARGES:

REFER TO SECTION 3.0--EXTENSION POLICY FOR TERMS, CONDITIONS, AND CHARGES WHEN NEW CONSTRUCTION IS NECESSARY TO PROVIDE SERVICE.

Pass Through Provision:

For Utilities subject to changes in costs imposed by any non-affiliated provider of purchased water or sewer or a groundwater conservation district having jurisdiction over the Utility, these increases (decreases) shall be passed through as an adjustment to the gallonage charge according to the formula:

$$R = G / (1 - L)$$

Where:

R = the proposed pass-through rate;

G = the new gallonage charge (per 1,000 gallons) by source supplier;

L = the actual line loss for the preceding 12 months, not to exceed 0.15

$$ABR = BR + (B \times N) / (1 - L), \text{ Where:}$$

ABR = adjusted base rate, rounded to nearest one cent;

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

N = no. of 1,000 gallons included in base rate (do not use zero);

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