

Control Number: 48584



Item Number: 9

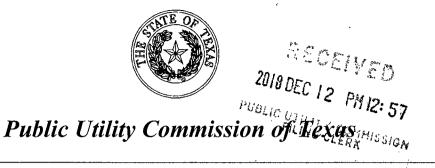
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DeAnn T. Walker
Chairman

Arthur C. D'Andrea
Commissioner

Shelly Botkin Commissioner

John Paul Urban
Executive Director



To: Bill Flickinger

Willatt and Flickinger

12912 Hill Country Blvd. Ste. F-232

Austin, Texas 78738

Commission Staff - Water Utility Regulation

Commission Staff - Legal Division

Re: Tariff Control No. 48584 – Application of Community Water Company for Approval of

a Pass-Through Rate Change

NOTICE OF APPROVAL

This Notice addresses Community Water Company's application for a pass-through rate change due to an increase in purchased water fees from the City of Corsicana. Community Water requests approval to increase the current pass-through charge of \$6.93 to \$7.22 per \$1,000 gallons for customers in the Beaton Lake Estates subdivision, from \$7.21 to \$7.62 per \$1,000 gallons for customers in the Purdon subdivision and from \$6.70 to \$7.11 per \$1,000 gallons for customers in the Retreat subdivision. The increased fees will be charged for water used after November 20, 2018.

On October 3, 2018, Community Water filed the affidavit of records clerk Annie Bates attesting that Community Water completed notice to customers on September 17, 2018. Community Water provided notice in accordance with 16 Texas Administrative Code (TAC) § 24.25(b)(2)(F). The administrative law judge (ALJ) deems the application and notice sufficient.

Community Water correctly reconciled the cost of purchased water using the City of Corsicana's new volume rates compared to costs incurred using the previous volume rates based on total water purchased from July 2014 through June 2018. Community Water calculated the proposed pass-through rates in accordance with 16 TAC § 24.25(b)(2)(A)(vii) and the pass-through provision in its approved tariff.

On November 19, 2018, the ALJ requested the addition of a true-up provision to the tariff, including calculation methodology. On November 27, 2018, Commission Staff responded that Community Water is ineligible for a true-up provision in its current tariff because its pass-through change is combined with its approved gallonage rate.

If Community Water collects an amount as a result of the proposed rate increase or previously approved pass-through increases that is higher than the purchased water costs incurred, then Community Water must refund any amounts collected in excess of the purchased water costs incurred. Refunds must be made for the same length of time as the approved rates were collected.

In its next base rate case Community Water must separate the pass-through charges allowed by the pass-through provision from the gallonage charge allowed for general rates such that reconciliation of the pass-through revenues with the actual expenses is possible. Community Water must also include a true-up provision in a future proposed tariff.

The Commission approves Community Water's application and pass-through rates of \$7.22 per 1,000 gallons for the Beaton Lake Estates subdivision, \$7.62 per 1,000 gallons for the Purdon subdivision and \$7.11 per 1,000 gallons for the Retreat subdivision. The tariff pages with the new pass-through rates are attached to this Notice.

Signed at Austin, Texas the 24 day of December 2018.

PUBLIC UTILITY COMMISSION OF TEXAS

Mayor Pearson
MAYSON PEARSON

ADMINISTRATIVE LAW JUDGE

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WATER UTILITY TARIFF Tariff Control Number 48584

Community Water Company (Utility Name)

1720 South Highway 287 (Business Address)

Corsicana, Texas 75110 (City, State, Zip Code) 903/874-8244 (Area Code/Telephone)

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

<u>10534</u>

This tariff is effective in the following counties:

Ellis, Henderson, Navarro, and Smith

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

Garrett, Purdon and Retreat

The rates set or approved by the city for the systems entirely within its corporate boundary are not presented in this tariff. Those rates are not under the original jurisdiction of the Commission and will have to be obtained from the city or utility.

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):

SECTION 1.0 - RATE SCHEDULE	2
SECTION 2.0 - SERVICE RULES AND POLICIES	8
SECTION 3.0 - EXTENSION POLICY	13
APPENDIX A – DROUGHT CONTINGENCY PLAN	
APPENDIX B – APPLICATION FOR SERVICE	

COMMUNITY WATER COMPANY

PWS Name/Subdivision	PWS ID No.	County
Garrett (partially inside the city)	0700026	Ellis
Montgomery Gardens	2120008	Smith
Retreat (partially inside city)	1750031	Navarro
Purdon	1750018	Navarro
Beaton Lakes Estates	1750035	Navarro
Lakewood	1070052	Henderson
Oaks Acres, Tom's Acres (Lakewood Water East)	1070009	Henderson
Lakewood North, Arrowwood (Lakewood Water West)	1070052	Henderson

Garrett (outside city customers only)

SECTION 1.0 -- RATE SCHEDULE

Section 1.01 – Rates

Meter Size	Monthly Minimum Charge	Gallonage Charge
5/8" or 3/4"	\$48.58 (Includes 0 gallons)	*\$6.51 per 1000 gallons
1"	\$ <u>121.45</u>	
1½"	\$ <u>242.90</u>	
2"	\$ <u>388.64</u>	
3"	\$ <u>728.70</u>	
*City of Ennis purchased	water rate included. (Tariff Control No. 46850)	
FORM OF PAYMENT:	The utility will accept the following forms of pay	ment:
Cash X, Check	X, Money Order X, Credit Card	_, Other (specify)
THE UTILITY MAY	REQUIRE EXACT CHANGE FOR PAYMENTS AND MA	AY REFUSE TO ACCEPT

FOR CASH PAYMENTS.

PUC RULES REQUIRE THE UTILITY TO COLLECT A FEE OF ONE PERCENT OF THE RETAIL MONTHLY BILL AND TO REMIT FEE TO THE TCEO.

PAYMENTS MADE USING MORE THAN \$1.00 IN SMALL COINS. A WRITTEN RECEIPT WILL BE GIVEN

Section 1.02 - Miscellaneous Fees

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.

FOR EXAMPLE, A ROAD BORE FOR CUSTOMERS OUTSIDE OF SUBDIVISIONS OR RESIDENTIAL AREAS

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 WHICH 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.

Community Water Company

Garrett (outside city customers only)

SECTION 1.0 -- RATE SCHEDULE (Continued)

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) Nonpayment of bill (Maximum \$25.00)\$25.00
b) Customer's request that service be disconnected\$45.00
TRANSFER FEE \$35.00
THE TRANSFER FEE WILL BE CHARGED FOR CHANGING AN ACCOUNT NAME AT THE SAME SERVICE

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

PLUMBING INSPECTION FEE \$50.00

GOVERNMENTAL TESTING, INSPECTION AND COSTS SURCHARGE

WHEN AUTHORIZED IN WRITING BY PUC AND AFTER NOTICE TO CUSTOMERS, THE UTILITY MAY INCREASE RATES TO RECOVER INCREASED COSTS FOR INSPECTION FEES AND WATER TESTING. [16 TAC § 24.25(G)]

LINE EXTENSION AND CONSTRUCTION CHARGES:

LOCATION WHEN THE SERVICE IS NOT DISCONNECTED

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 cost 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:

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 from preceding 12 months, not to exceed 0.15 (15%)

Beaton Lake Estates

SECTION 1.0 -- RATE SCHEDULE

Section 1.01 - Rates

Meter Size 5/8" or 3/4" 1" 1½ " 2" 3"	Monthly Minimum Charge \$30.58 (Includes 0 gallons) \$76.45 \$152.90 \$244.64 \$458.70	Gallonage Charge \$7.22* per 1000 gallons
*City of Corsicana purch	ased water rate included. (Tariff Co.	ntrol No. 48584)
Cash X, Check THE UTILITY MAY	JSING MORE THAN \$1.00 IN SMALL COIN	
PUC RULES REQUIR	SMENTet the utility to collect a fee of cothe fee to the toeq.	DNE PERCENT OF THE RETAIL MONTHLY
Section 1.02 - Miscellane	eous Fees	
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		Actual Cost SUBDIVISIONS OR RESIDENTIAL AREAS.
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		\$25.00
THIS FEE WHICH	SHOULD REFLECT THE UTILITY'S COS	T 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.

Beaton Lake Estates

SECTION 1.0 -- RATE SCHEDULE (Continued)

RETURNED CHECK CHARGE \$25.00

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

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

PLUMBING INSPECTION FEE\$50.00

GOVERNMENTAL TESTING, INSPECTION AND COSTS SURCHARGE

WHEN AUTHORIZED IN WRITING BY PUC AND AFTER NOTICE TO CUSTOMERS, THE UTILITY MAY INCREASE RATES TO RECOVER INCREASED COSTS FOR INSPECTION FEES AND WATER TESTING[16 TAC § 24.25(G)]

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 cost 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:

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 from preceding 12 months, not to exceed 0.15 (15%)

Lakewood, Lakewood North, Arrowwood Oak Acres, Tom's Acres

SECTION 1.0 -- RATE SCHEDULE

Section 1.01 - Rates

Meter Size 5/8" or 3/4" 1" 1½" 2" 3"	Monthly Minimum Charge \$30.58 (Includes 0 gallons) \$76.45 \$152.90 \$244.64 \$458.70	Gallonage Charge \$3.00 per 1000 gallons
Cash X, Check	The utility will accept the following forms of pack X, Money Order X, Credit Card REQUIRE EXACT CHANGE FOR PAYMENTS AND MUSING MORE THAN \$1.00 IN SMALL COINS. A WRITTEN NTS.	, Other (specify)
PUC RULES REQUII	SSMENT RE THE UTILITY TO COLLECT A FEE OF ONE PERCENT (T THE FEE TO THE TCEQ.	
Section 1.02 - Miscellan	eous Fees	
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TAP FEE (Unique costs FOR EXAMPLE, A R) OAD BORE FOR CUSTOMERS OUTSIDE OF SUBDIVISION	Actual Cost S OR RESIDENTIAL AREAS
TAP FEE (Large Meter) TAP FEE IS THE UT	ILITY'S ACTUAL COST FOR MATERIALS AND LABOR FO	Actual Cost R METER SIZE INSTALLED
	N FEE	
THIS FEE WHICH REQUESTS A SECO	SHOULD REFLECT THE UTILITY'S COST MAY BE CENTED ON THE COST MAY BE CENTED ON THE TEST WITHIN A TWO-YEAR PERIOD AND THE FEE MAY NOT EXCEED \$25	HARGED IF A CUSTOMER HE TEST INDICATES THAT

Community Water Company

Lakewood, Lakewood North, Arrowwood Oak Acres, Tom's Acres

SECTION 1.0 -- RATE SCHEDULE (Continued)

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) Nonpayment of bill (Maximum \$25.00)......<u>\$25.00</u>
- b) Customer's request that service be disconnected......\$45.00

SEASONAL RECONNECTION:

THE SEASONAL RECONNECT FEE SHALL BE THE NUMBER OF MONTHS WITHOUT SERVICE TIMES THE MINIMUM MONTHLY BILL, NOT TO EXCEED SIX (6) MONTHS.

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

PLUMBING INSPECTION FEE\$50.00

GOVERNMENTAL TESTING, INSPECTION AND COSTS SURCHARGE

WHEN AUTHORIZED IN WRITING BY PUC AND AFTER NOTICE TO CUSTOMERS, THE UTILITY MAY INCREASE RATES TO RECOVER INCREASED COSTS FOR INSPECTION FEES AND WATER TESTING. [16 TAC \S 24.25(G)]

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 cost 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:

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 from preceding 12 months, not to exceed 0.15 (15%)

SECTION 1.0 -- RATE SCHEDULE

Section 1.01 - Rates

Meter Size	Monthly Minimum Charge	Gallonage Charge
5/8" or 3/4"	\$30.58 (Includes 0 gallons)	\$7.62* per 1000 gallons
1"	<u>\$76.45</u>	
11/2"	<u>\$152.90</u>	
2"	<u>\$244.64</u>	
3"	<u>\$458.70</u>	

^{*}City of Corsicana purchased water rate included. (Tariff Control No. 48584)

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.

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

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.

Purdon

SECTION 1.0 -- RATE SCHEDULE (Continued)

RECONNECTION FEE

BILLING.

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) Nonpayment of bill (Maximum \$25.00)......\$25.00
- b) Customer's request that service be disconnected......\$45.00

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

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

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

PLUMBING INSPECTION FEE\$50.00

GOVERNMENTAL TESTING, INSPECTION AND COSTS SURCHARGE

WHEN AUTHORIZED IN WRITING BY PUC AND AFTER NOTICE TO CUSTOMERS, THE UTILITY MAY INCREASE RATES TO RECOVER INCREASED COSTS FOR INSPECTION FEES AND WATER TESTING. [16 TAC § 24.25(G)]

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 cost 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:

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 from preceding 12 months, not to exceed 0.15 (15%)

Retreat (outside city customers only)

SECTION 1.0 -- RATE SCHEDULE

Section 1.01 - Rates

Meter Size	Monthly Minimum Charge	Gallonage Charge
5/8" or 3/4"	\$30.58 (Includes 0 gallons)	\$7.11* per 1000 gallons
1"	<u>\$76.45</u>	
1½"	<u>\$152.90</u>	
2"	<u>\$244.64</u>	
3"	<u>\$458.70</u>	
*City of Corsicana p	ourchased water rate included. (Tariff Contr	rol No. 48584)
Cash X, Cl	NT: The utility will accept the following factor heck X, Money Order X, Cremay Require exact change for paymentable using more than \$1.00 in small coins. The many states are the states and the states are the states a	edit Card, Other (specify) NTS AND MAY REFUSE TO ACCEPT
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Section 1.02 - Misce	llaneous Fees	
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	eter) E UTILITY'S ACTUAL COST FOR MATERIALS AND	
	TON FEE Actual Reloc ICH MAY BE CHARGED IF A CUSTOMER REQU	
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Community Water Company

Retreat (outside city customers only)

SECTION 1.0 -- RATE SCHEDULE (Continued)

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

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

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

PLUMBING INSPECTION FEE\$50.00

GOVERNMENTAL TESTING, INSPECTION AND COSTS SURCHARGE

WHEN AUTHORIZED IN WRITING BY PUC AND AFTER NOTICE TO CUSTOMERS, THE UTILITY MAY INCREASE RATES TO RECOVER INCREASED COSTS FOR INSPECTION FEES AND WATER TESTING. [16 TAC § 24.25(G)]

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 cost 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:

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 from preceding 12 months, not to exceed 0.15 (15%)

SECTION 1.0 -- RATE SCHEDULE

Section 1.01 - Rates 5/8" or 3/4" 1" 1½" 2" 3"	\$30.58 (Includes 0 gallons) \$76.45 \$152.90 \$244.64 \$458.70	* <u>\$3.71</u> per 1000 gallons
*City of Tyler purchased wat	ter rate included. (Tariff Control No. 4	17784)
Cash X, Check X THE UTILITY MAY RE	e utility will accept the following for , Money Order X, Credit QUIRE EXACT CHANGE FOR PAYMENT G MORE THAN \$1.00 IN SMALL COINS. A	t Card, Other (specify) S AND MAY REFUSE TO ACCEPT
	ENT HE UTILITY TO COLLECT A FEE OF ONE P	
Section 1.02 - Miscellaneous	Fees	
TAP FEE COVERS THE	UTILITY'S COSTS FOR MATERIALS AND " METER. AN ADDITIONAL FEE TO COVE	LABOR TO INSTALL A STANDARD
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a) Nonpayment of bil	11 (Maximum \$25.00)	\$25.00
b) Customer's reques	t that service be disconnected	<u>\$45. 00</u>

Montgomery Gardens

SECTION 1.0 -- RATE SCHEDULE (Continued)

TRANSFER FEE
LATE CHARGE (EITHER \$5.00 OR 10% OF THE BILL)
RETURNED CHECK CHARGE \$25.00 RETURNED CHECK CHARGES MUST BE BASED ON THE UTILITY'S DOCUMENTABLE COST.
CUSTOMER DEPOSIT RESIDENTIAL (Maximum \$50)
COMMERCIAL & NON-RESIDENTIAL DEPOSIT1/6TH OF ESTIMATED ANNUAL BILL
PLUMBING INSPECTION FEE\$50.00
GOVERNMENTAL TESTING, INSPECTION AND COSTS SURCHARGE WHEN AUTHORIZED IN WRITING BY PUC AND AFTER NOTICE TO CUSTOMERS, THE UTILITY MAY INCREASE RATES TO RECOVER INCREASED COSTS FOR INSPECTION FEES AND WATER TESTING. [16 TAC § 24.25(G)]

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 cost 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:

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 from preceding 12 months, not to exceed 0.15 (15%)

*Annual under recovery amount resulting from take or pay contract will only consider any water not taken by the utility, but required to pay for in the take or pay contract. This amount will be divided by 12 months. This annual true-up will be required at March 1 of each year to be filed as a new application with the Commission. [16 TAC 24.21(b)(2)(F)]