



Control Number: 49311



Item Number: 41

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**Park Water Company
7107 FM 307
Midland, Texas 79706**

May 8, 2020



Public Utility Commission of Texas
1701 N. Congress Avenue
PO Box 13326
Austin, TX 78711-3326

**Re: Park Water Company - Docket No. 49311
Water Certificate of Convenience and Necessity No. 13278
Sewer Certificate of Convenience and Necessity No. 21115
Notice of Temporary Economic Hardship Rates**

Honorable Commissioners:

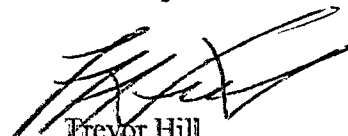
In Docket No. 49311, Park Water Company was recently granted water and sewer certificates of convenience and necessity for providing service to a new 261-acre residential development in an unincorporated area of Midland County. The coronavirus pandemic and falling oil prices have adversely affected the economy within the Midland County area. The water and sewer rates that were approved in Docket No. 49311 allow for the recovery of the costs of the necessary extensive treatment systems to meet the requirements of Texas Commission on Environmental Quality regulations contained in Texas Administrative Code, Title 30, Chapter 290, Subchapter F: Drinking Water Standards Governing Drinking Water Quality and Reporting Requirements for Public Water Systems, Chapter 307: Texas Water Quality Standards, and Chapter 309: Domestic Wastewater Effluent Limitation and Plant Siting. The owners of Park Water Company have recognized that the rates approved in Docket No. 49311 are likely to be unaffordable in the current economic conditions. In order to promote the success of the new residential development and to enable construction activity that will bolster the local economy, the owners of Park Water Company have decided to voluntarily provide water and wastewater service at reduced temporary rates during the first eighteen (18) months of operations. While Park Water Company does not have any current customers, this action is intended to foster growth of a customer base to assist the long-term viability of the company. We contemplate that service to the new residential development will begin in six (6) months.

This letter shall serve as notice of Park Water Company's intent to voluntarily implement reduced temporary rates during the first eighteen (18) months from the date service begins under CCN Nos. 13278 and 21115. The reduced temporary rates that will be charged are shown on the attached rate schedule. Park Water Company intends to calculate and record a regulatory asset equal to the difference in the amount it would collect through the rates approved in Docket No. 49311 and the temporary economic hardship rates. This regulatory asset will be included for consideration in Park Water Company's first rate application.

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You may contact me at 623-203-8667 if there are any questions regarding this notice.

Sincerely,



Trevor Hill
President

cc: Rashmin Asher, PUC Legal Division - via facsimile 512-936-7268
Office of Public Utility Counsel - via facsimile 512-936-7525

Park Water Company
Notice of Temporary Economic Hardship Rates

			Docket 49311 Water Rates	Temporary Economic Hardship Water Rates	Docket 49311 Sewer Rates	Temporary Economic Hardship Sewer Rates
Base Rate						
5/8" or 3/4"			\$ 112.82	\$ 76.21	\$ 134.66	\$ 76.21
1"			\$ 282.05	\$ 190.52	\$ 336.65	\$ 190.52
1 1/2"			\$ 564.10	\$ 381.05	\$ 673.30	\$ 381.05
2"			\$ 902.56	\$ 609.67	\$ 1,077.28	\$ 609.67
3"			\$ 1,692.30	\$ 1,143.14	\$ 2,019.90	\$ 1,143.14
4"			\$ 2,820.50	\$ 1,905.23	\$ 2,693.20	\$ 1,905.23
Volumetric Rate (per 1,000 gallons)						
	0	20,000	\$ 7.94	\$ 3.12	\$ 13.26	\$ 3.12
	20001	25,000	\$ 7.94	\$ 3.40	\$ 13.26	\$ 3.40
	25001	30,000	\$ 7.94	\$ 3.69	\$ 13.26	\$ 3.69
	30001	35,000	\$ 7.94	\$ 3.97	\$ 13.26	\$ 3.97
	35000	+	\$ 7.94	\$ 4.54	\$ 13.26	\$ 4.54

Certificate of Service

I certify that a copy of this document was served on the PUC Legal Division and the Office of Public Utility Counsel on May 8, 2020, by email and facsimile transmission.

A handwritten signature in black ink that reads "Richard Hamala". The signature is written in a cursive style and is positioned above a horizontal line.

Richard Hamala
State Bar No. 08810750
TIEMANN, SHAHADY & HAMALA, P.C.
102 N. Railroad Ave.
Pflugerville, Texas 78660
(512) 251-1920 (telephone)
(512) 251-8540 (facsimile)
rhamala@tiemannlaw.com