



Filing Receipt

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**APPLICANT'S RESPONSE TO COMMISSION STAFF'S THIRD REQUEST
FOR INFORMATION TO CPR WATER SUPPLY COMPANY, LLC
QUESTION NO. STAFF 3-1 THROUGH STAFF 3-8**

Staff 3-1 **Please provide the breakdown of the proposed tap fee of \$650.00 for labor, parts, and equipment.**

Answer: The applicant is a new utility and does not have actual data for the cost of a typical customer tap. The tap fee proposed in the proposed water tariff is based on the average cost for similar investor-owned utilities.

Witness: Bret W. Fenner, P.E. President B & D Environmental, Inc.

Staff 3-2 **Please identify which of CPR' s employees will be responsible for installing new customer meters and indicate whether each one is paid salary or hourly wages.**

Answer: The applicant plans to contract out to an experienced nonaffiliated party all operational services for the proposed utility. Thus, no utility employee will be responsible for installing new customer meters.

Witness: Bret W. Fenner, P.E. President B & D Environmental, Inc.

Staff 3-3 **Please indicate whether the proposed tap fee is included in the utility's proposed revenue requirement or will be considered as a stand-alone charge and booked as additional revenue of the utility.**

Answer: Tap fees were not considered in the proposed rate study for the application. All revenues collected from tap fees would be considered as other revenues in any future Rate/Tariff Change Application. Expenses for installation of tap fees will also be addressed in any future Rate/Tariff Change Application.

Witness: Bret W. Fenner, P.E. President B & D Environmental, Inc.

Staff 3-4 Please indicate how the reconnection fees for non-payment of bill of \$25.00 and customer's request that service be disconnected of \$45.00, that are included in the proposed tariff were derived.

Answer: The reconnection fees for non-payment of bill and customer request are based on the limits of the Commission's approved water tariff form and Texas Administrative Code §24.167 (e)(B).

Witness: Bret W. Fenner, P.E. President B & D Environmental, Inc.

Staff 3-5 Please identify which of CPR' s employees will be responsible for reconnecting or disconnecting a customer and indicate whether each one is paid salary or hourly wages.

Answer: The applicant plans to contract out to an experienced nonaffiliated party all operational services for the proposed utility. Thus, no utility employee will be responsible for reconnecting or disconnecting a customer.

Witness: Bret W. Fenner, P.E. President B & D Environmental, Inc.

Staff 3-6 Please indicate whether the reconnection fees are included in the utility's proposed revenue requirement or will be considered as stand-alone charges and booked as additional revenue of the utility.

Answer: Reconnection fees were not considered in the proposed rate study for the application. All revenues collected from reconnection fees would be considered as other revenues in any future Rate/Tariff Change Application. Expenses for reconnecting or disconnecting a customer will also be addressed in any future Rate/Tariff Change Application.

Witness: Bret W. Fenner, P.E. President B & D Environmental, Inc.

Staff 3-7 **Please explain why the same equivalent factor was used for both the 5/8- and 3/4- inch meter's monthly base rate included in the rate study calculations.**

Answer: The Applicant anticipates at the current time having only standard 5/8-inch meters. If large meter was requested, then that customer's monthly based rate would be calculated based on Commission's approved meter equivalent rates in its final approved water tariff.

Witness: Bret W. Fenner, P.E. President B & D Environmental, Inc.

Staff 3-8 **Please provide an update on the Texas Commission on Environmental Quality's approval letter for the distribution system.**

Answer: The Applicant engineer anticipates receiving approval from the Texas Commission on Environmental Quality's on November 21, 2021 for the proposed facilities and distribution system

Witness: Bret W. Fenner, P.E. President B & D Environmental, Inc.