



Filing Receipt

Received - 2021-11-15 04:00:56 PM

Control Number - 52850

ItemNumber - 1

CONROE RESORT UTILITIES, LLC
c/o Preferred Management Services, AAMC®
P.O. Box 690269
Houston, Texas 77269
281-897-8808
281-897-8838 Fax

October 15, 2021

Public Utilities Commission of Texas
P.O. Box 13326
Austin, Texas 78711-3326

Re: Conroe Resort Utilities, LLC

Dear Sirs:

Enclosed please find the following items for Conroe Resort Utilities, LLC:

- Signed affidavit that supports the notices sent to customers on October 1, 2021.
- A copy of the letter sent to customers.
- A detailed explanation for how the pass through provision is calculated and a copy of the page from the utility's water tariff where this is defined.

Should you have any questions, please do not hesitate to contact me.

Sincerely,



Mark Moody, CMCA®, AMS®, PCAM®
Chief Executive Officer
Preferred Management Services, AAMC®
Managing Agent for Conroe Resort Utilities, LLC

AFFIDAVIT

STATE OF TEXAS

COUNTY OF HARRIS

I, Mark Moody being duly sworn, file this **NOTICE OF PROPOSED RATE CHANGE**

as Manager (indicate relationship to Utility that is, owner, member of partnership, title as officer of corporation, or other authorized representative of Utility); that, in such capacity, I am qualified and authorized to file and verify such notice; and that all statements and matters set forth herein are true and correct.

I further represent that a copy of the attached notice was provided by Mail
(method of delivery)

to each affected customer, each affected municipality, the Office of Public Utility Counsel, and any other affected party on or about October 1, 20 21

Mark Moody

AFFIANT

(Utility's Authorized Representative)

Conroe Resort Utilities, LLC

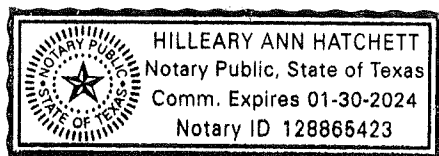
NAME OF UTILITY

If the Affiant to this form is any person other than the sole owner, partner, officer of the Utility, or its attorney, a properly verified Power of Attorney must be enclosed. Notice may be deemed deficient if the affidavit is executed and notarized before the date the Notice is provided.

SUBSCRIBED AND SWORN TO BEFORE

this the 15 day of October, 20 21, to certify which witness my hand and seal of office.

SEAL



Hilleary Ann Hatchett
NOTARY PUBLIC IN AND FOR THE
STATE OF TEXAS

Hilleary Ann Hatchett
PRINT OR TYPE NAME OF NOTARY

MY COMMISSION EXPIRES

January 30, 2024

CONROE RESORT UTILITIES, LLC

P.O. Box 1170
Montgomery, Texas 77356
(936) 588-1166

September 30, 2021

Dear CRU Customer:

Please note that Conroe Resort Utilities, LLC participates in the San Jacinto River Authority Groundwater Reduction Plan that was implemented to reduce Montgomery County's dependence on groundwater.

On May 24, 2021, The San Jacinto River Authority's Board of Directors adopted an amended rate order as recommended by the GRP Review Committee. The amended rate goes into effect as of September 1, 2021. As a result, the rate charges on your bill will increase as of November 1, 2021. The amended rate is calculated as follows:

Pass through allowed by tariff:

$AG = G/(1-L)$, where

AG = adjusted gallonage charge, rounded to nearest one cent

G = approved per 1,000 gallon gallonage charge

L = system average line loss for preceeding 12 months, not to exceed 0.15)

Present Calculation:

$AG = G/(1-L)$

$AG = 2.68 / (1 - .15)$

AG = \$3.15

The 2021 SJRA increase results in the following calculation.

$AG = G / (1 - L)$

$AG = \$2.89 / (1 - .15)$

AG = \$3.40

Where the SJRA new charge per 1,000 gallons is \$2.89 and .15 is the line loss.

The fee paid to SJRA will be included on your monthly billing as follows:

- The current Pumpage Fee of \$3.15 per 1,000 gallons will be continued through October 31, 2021.
- The Pumpage Fee will be increased to \$3.40 per 1,000 gallons beginning November 1, 2021.

Conroe Resort Utilities will begin billing the new rates as of November 1, 2021 for all customers. ***"This tariff change is being implemented in accordance with the utility's approved purchased water adjustment clause to recognize increases in the cost of purchased water. The cost of these charges will not exceed the increased cost of purchased water."***

Conroe Resort Utilities



San Jacinto River Authority

Notice of Proposed GRP Fiscal Year 2022 Operating Budget and Rates for Participants Effective September 1, 2021

May 27, 2021

Dear GRP Participant:

On May 24, 2021 the GRP Review Committee voted to recommend adoption of a proposed GRP Fiscal Year 2022 Operating Budget, which will require rate increases and amendments to the GRP's Rate Order for Participants. On May 27, 2021, staff presented the recommended budget and Rate Order to the San Jacinto River Authority's (SJRA) Board of Directors and the recommended Rate Order for Participants was adopted. The amended GRP Rate Order is available on SJRA's website at www.SJRA.net/GRP under the "Quick Links" and "GRP Participant Information" tab. We recommend that you review and become familiar with the amended GRP Rate Order.

Effective as of September 1, 2021, the Pumpage Fee and Import Fee will increase from the current rate of \$2.73/1,000 gallons to \$2.88/1,000 gallons, and the Surface Water Fee will increase from the current rate of \$3.15/1,000 gallons to \$3.30/1,000 gallons. These fees generate the revenues necessary to pay for the operation and maintenance of the GRP facilities and to fund debt service. SJRA strives at all times to manage the costs of implementation of the GRP so that the lowest responsible fees are adopted.

Formal adoption of the GRP Division's Fiscal Year 2022 Operating Budget and rates will be presented and considered for approval at the SJRA Board of Directors Meeting on August 26, 2021. A notice will be sent to the GRP Participants following the SJRA Board of Directors approval of the GRP Division's Fiscal Year 2022 Operating Budget.

If you have any questions, please feel free to contact GRP Division staff by telephone at (936) 588-1662.

Sincerely,

Matt Corley
GRP Administrator
San Jacinto River Authority

Conroe Resort Utilities, LLC

Line Loss Calculation September 2020 - August 2021

	Billed	Pumped	Shortage	
Sep-20	4,218,400	3,531,000	687,400	119.47%
Oct-20	3,270,000	3,935,400	(665,400)	83.09%
Nov-20	2,884,000	3,651,500	(767,500)	78.98%
Dec-20	1,668,000	2,422,300	(754,300)	68.86%
Jan-21	1,781,000	2,495,000	(714,000)	71.38%
Feb-21	2,374,000	3,073,200	(699,200)	77.25%
Mar-21	2,893,000	3,634,000	(741,000)	79.61%
Apr-21	2,871,000	3,682,000	(811,000)	77.97%
May-21	2,636,000	3,124,000	(488,000)	84.38%
Jun-21	3,703,000	4,635,600	(932,600)	79.88%
Jul-21	3,340,000	3,978,400	(638,400)	83.95%
Aug-21	<u>4,933,000</u>	<u>5,663,500</u>	<u>(730,500)</u>	87.10%
	36,571,400	43,825,900	(7,254,500)	83.45%

Shortage -16.55% 15.00%

Approved Rate \$3.15

Increase \$0.16

Calculation is derived from Water Utility Tariff of Conroe Resort Utilities (see attached page from tariff):

$AG = G / (1 - L)$

$AG = 2.89 / (1 - .15)$

Calculated Rate including Shortage \$3.40

SECTION 1.0 - RATE SCHEDULE (CONT.)

PURCHASED WATER AND/OR DISTRICT FEE PASS THROUGH CLAUSE:

Changes in fees imposed by any wholesale 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 formula:

$$\begin{array}{lll} R & = & G/(1-L), \text{ where:} \\ R & = & \text{Utility's new proposed pass-through rate, rounded to nearest one cent} \\ G & = & \text{approved per 1,000 gallon gallonage charge} \\ L & = & \text{system average line loss for preceding 12 months, not to exceed 0.15} \end{array}$$

To implement or modify the Purchased Water/ Underground Water District Fee, the utility must comply with all notice and other requirements of TAC § 24.21(h).