



Filing Receipt

Received - 2022-01-03 02:22:56 PM
Control Number - 53041
ItemNumber - 1



December 29, 2021

Public Utility Commission
Central Records
PO Box 13326
Austin, TX 78711-3326

Re: Pass Through Change Application – Quadvest LP

Dear Sir/Madam,

This letter represents Quadvest LP's ("Quadvest") request to increase several Quadvest's pass through fees ("PTF") associated with North Fort Bend Water Authority ("NFBWA") and West Harris County Regional Water Authority ("WHCRWA"), noting both of these subsidence districts pumpage fees are scheduled to increase on January 1, 2022. A summary of requested changes is as follows:

| Tariff | Subsidence District | District Pumpage Fee (Previous) | New District Pumpage Fee (On January 1, 2022) | Quavest PTF (Previous) | New Quavest PTF (On January 1, 2022) |
|---|---------------------|---------------------------------|---|------------------------|--------------------------------------|
| Quadvest Tariff | NFBWA | \$4.25 | \$4.55 | \$4.63 | \$4.64 |
| Quadvest Tariff | WHCRWA | \$3.45 | \$3.70 | \$3.53 | \$3.79 |
| Quadvest Tariff (Lake Pointe Estates - Formerly Westside Water, LLC) | NFBWA | \$4.25 | \$4.55 | \$4.25 | \$4.66 |

Furthermore, all impacted customers have been notified prior to effective date of any change in their pass through fee, noting customer letters were sent to impacted customer on or about December 28, 2021.

We have included the following to assist in the review of this pass through change request:

- 1) Proposed customer notices and related affidavit
- 2) Schedules and documents supporting the new pass through fees, including water loss summaries and subsidence district fee notices

Quadvest's requested pass through change will affect CCN# 11612 and more specifically the subdivisions/PWS# list below.

Thanks for your time and consideration on this matter. If you have any questions and/or comments, please do not hesitate to contact Jeff Eastman (281-356-5347).

Sincerely,
Jeff Eastman

A handwritten signature in black ink, appearing to read 'JE Eastman', is written over a horizontal line.

Quadvest LP



| | | | |
|---------------------------|--------------------------|---------------|--------------------------------|
| <i>QUADVEST LP</i> | | | |
| SUBDIVISION | PWS ID NUMBER | COUNTY | SUBSIDENCE DISTRICT |
| Brazos Lakes | 790363 | Fort Bend | NFBWA |
| Rocky Creek | 1013393 | Harris | WHCRWA |
| Lake Pointe Estates | 790350 | Fort Bend | NFBWA |

AFFIDAVIT

STATE OF TEXAS
COUNTY OF
MONTGOMERY

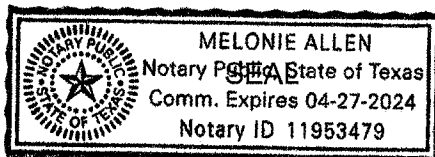
I, Jeff Eastman, being duly sworn, file this NOTICE OF IMPLEMENTATION OF PASS THROUGH CLAUSE as CFO of Quadvest L.P.; that, in such capacity, I am qualified and authorized to file and verify such NOTICE; and that all statements made and matters set forth herein are true and correct.

I further represent that a copy of the attached customer notices were provided by mail to each customer or other affected party on or about December 28, 2021.

Jeff Eastman
Affiant (Utility's Authorized Representative)

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.

Subscribed and sworn to before me this the 28 day of December, to certify which witness my hand and seal of office.



Melonie Allen

NOTARY PUBLIC IN AND FOR THE
STATE OF TEXAS

Melonie Allen

PRINT OR TYPE NAME OF NOTARY

MY COMMISSION EXPIRES 4-27-24

Quadvest Tariff

West Harris County Regional Water Authority

| WHCRWA | |
|--------------------|--------|
| Total Pumped | 4,535 |
| Total Billed | 4,431 |
| Water Loss Gallons | 104 |
| Water Loss % | 2.3% L |

Pass Through Provision Calculation

| G | (1-L) | = AG |
|------|-------|------|
| 3.70 | 97.7% | 3.79 |

G= Gallonage Charge From Water Authority

L= Line Loss (not to exceed 15%)

AG= Adjusted Gallonage Charge

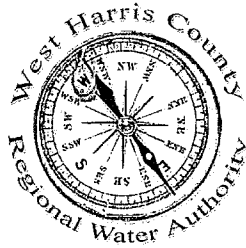
In 1000s Gallons

| Month | A | | B | | |
|---------------|----------------|---------------------------|-------------------|-----------------------|--|
| | Gallons Pumped | Usage Billed To Customers | Water Loss (Gain) | Water Loss (Gain) - % | |
| Nov-20 | 494 | 486 | 8 | 1.6% | |
| Dec-20 | 248 | 253 | (5) | -2.0% | |
| Jan-21 | 207 | 191 | 16 | 7.7% | |
| Feb-21 | 270 | 244 | 26 | 9.6% | |
| Mar-21 | 266 | 253 | 13 | 4.9% | |
| Apr-21 | 289 | 290 | (1) | -0.3% | |
| May-21 | 454 | 447 | 7 | 1.5% | |
| Jun-21 | 349 | 340 | 9 | 2.6% | |
| Jul-21 | 392 | 388 | 4 | 1.0% | |
| Aug-21 | 539 | 524 | 15 | 2.8% | |
| Sep-21 | 606 | 595 | 11 | 1.8% | |
| Oct-21 | 421 | 420 | 1 | 0.2% | |
| Totals | 4,535 | 4,431 | 104 | 2.3% | |

| | | |
|---------------------|---------------|---------------|
| Proof | @ 3.79 | @ 3.53 |
| Pumpage Fees | 16,780 | 16,780 |
| Usage Fee Collected | 16,780 | 15,641 |
| Gain (Loss) | - | (1,138) |

| | | |
|-------------------------|---------------|---------------|
| Bill Calculation | @ 3.79 | @ 3.53 |
| Base Fee | 28.75 | 28.75 |
| FTCCR Rebate | (0.42) | (0.42) |
| Water Usage Fee | 1.75 | 1.75 |
| PTF | 3.79 | 3.53 |
| | 56.03 | 54.73 |

| | |
|----------|--|
| A | Represents "pumped" gallons billed to Quadvest by respective subidence/groundwater district. |
| B | Represents gallon usage billed by Quadvest to customer in respective subsidence district. |



WEST HARRIS COUNTY REGIONAL WATER AUTHORITY

November 15, 2021

TO: Utility Districts; the Cities of Houston and Katy, Texas; Non-District/Non-City Well Owners within the West Harris County Regional Water Authority

FROM: West Harris County Regional Water Authority (the "Authority")

RE: Notice of Fee Increases

At the Authority's Board of Directors meeting held on November 10, 2021, the Authority adopted changes to its Rate Order, which include increased fees in order to fund the massive water supply projects that are needed to meet the Harris Galveston Subsidence District ("HGSD") groundwater reduction regulations and to avoid the \$9.58 per 1,000 gallons disincentive fee that the HGSD imposes for non-compliance. The HGSD regulations require reduction of groundwater pumpage in our area to no more than 40% of the total water demand by 2025 and no more than 20% of the total water demand by 2035.

Effective January 1, 2022, the Groundwater Reduction Plan Fee will be \$3.70 per 1,000 gallons of groundwater pumped and the Surface Water Fee will be \$4.10 per 1,000 gallons of water delivered by the Authority. These new fees correspondingly increase the Imported Water Fee.

To review the complete Amended Rate Order, please go to the Authority's website at <https://www.whcrwa.com/documents/>.

The Authority has implemented two forms to help you keep the Authority informed: the Contact Information Request Form and the Interconnect Notification Form. Both forms are available on the Authority's website at <https://www.whcrwa.com/documents/>. The Contact Information Request Form should be provided to the Authority before a new non-exempt well is operational and if any contact information for a non-exempt well has changed. The Interconnect Notification Form should be provided to the Authority if a user plans to receive or is receiving water through an interconnect. Please see the forms for additional information.



26926 FM 2978
Magnolia, TX 77354

December 27, 2021

«Name»
«Mailing_Address_1»
«Mailing_Address_2»
«Mailing_City», «Mailing_State» «Mailing_Zip»

Service Address: «Service_Address»

Dear Quadvest Customer,

2022 Water Pass Through Fee Information:

Annually, the West Harris County Regional Water Authority (WHCRWA) informs all water providers in their region of rate increases to be passed through to customers. Quadvest is required to implement the rate increase, bill customers, and send collected dollars back to the WHCRWA. **Quadvest does not profit from this rate increase, has no control over these rates, nor does Quadvest condone this practice.**

Quadvest hereby notifies you that it will be adjusting your water pass through fee ("PTF") to \$3.79 per 1000 gallons, effective January 1, 2022.

On your bill due March 2022, the PTF will be \$3.79 per 1,000 gallons, an adjustment from the current \$3.53 per 1,000 gallons. The Public Utility Commission of Texas will review the PTF calculation and advise of any required revisions, noting the \$3.79 per 1000 gallons will remain in effect until further notice. The calculations on the reverse side of this letter show the basis for both the prior and new WHCRWA PTF and corresponding customer bill comparison.

This tariff change is being implemented in accordance with the minor tariff changes allowed by 16 Texas Administrative Code § 24.25. The cost to you as a result of this change, will not exceed the costs charged to your utility. Specifically, the passthrough provision allows Quadvest to pass along actual water usage fees charged by the WHCRWA to its customers.

If you have any questions about this PTF adjustment, please call Quadvest Customer Care Monday – Friday, 8:00am – 4:30pm at 281-356-5347 or email us at support@quadvest.com.

Best regards,
Quadvest Customer Care



26926 FM 2978
Magnolia, TX 77354

Previous Water Pass Through Fee Calculation (PTF):

| | |
|---------------------------------------|--------|
| G = Gallonage charge from WHCRWA* | \$3.45 |
| L = water line loss not to exceed 15% | 2.3% |
| AG = $G / (1 - L)$ | \$3.53 |

New Water Pass Through Fee Calculation (PTF) –Effective January 1, 2022

| | |
|---------------------------------------|--------|
| G = Gallonage charge from WHCRWA* | \$3.70 |
| L = water line loss not to exceed 15% | 2.3% |
| AG = $G / (1 - L)$ | \$3.79 |

* WHCRWA increased its groundwater pumpage fee from \$3.45 to \$3.70 on January 1, 2022, an increase of \$0.25 per 1,000 gallons.

Customer Bill Comparison at 5,000 Gallons:

Previous Calculation of Customer Billing:

Example: 5/8 x 3/4" meter using 5,000 gallons

$$\$28.75 - \$0.42 + [5,000/1,000 * \$1.75] + [5,000/1,000 * \$3.53] = \$54.73$$

New Calculation of Customer Billing:

Example: 5/8 x 3/4" meter using 5,000 gallons

$$\$28.75 - \$0.42 + [5,000/1,000 * \$1.75] + [5,000/1,000 * \$3.79] = \$56.03$$

North Fort Bend Water Authority

| NFBWA | |
|--------------------|--------|
| Total Pumped | 16,059 |
| Total Billed | 15,749 |
| Water Loss Gallons | 310 |
| Water Loss % | 1.9% L |

Pass Through Provision Calculation

| G | (1-L) | = AG |
|------|-------|------|
| 4.55 | 98.1% | 4.64 |
| [6] | | |

G= Gallonage Charge From Water Authority

L= Line Loss (not to exceed 15%)

AG= Adjusted Gallonage Charge

In 1000s Gallons

| Month | A | B | | |
|---------------|----------------|---------------------------|-------------------|-----------------------|
| | Gallons Pumped | Usage Billed To Customers | Water Loss (Gain) | Water Loss (Gain) - % |
| Nov-20 | 1,855 | 1,767 | 88 | 4.7% |
| Dec-20 | 1,344 | 1,239 | 105 | 7.8% |
| Jan-21 | 1,008 | 958 | 50 | 5.0% |
| Feb-21 | 1,171 | 1,157 | 14 | 1.2% |
| Mar-21 | 1,001 | 923 | 78 | 7.8% |
| Apr-21 | 1,140 | 1,135 | 5 | 0.4% |
| May-21 | 1,569 | 1,571 | (2) | -0.1% |
| Jun-21 | 1,289 | 1,238 | 51 | 4.0% |
| Jul-21 | 1,297 | 1,327 | (30) | -2.3% |
| Aug-21 | 1,535 | 1,543 | (8) | -0.5% |
| Sep-21 | 1,623 | 1,655 | (32) | -2.0% |
| Oct-21 | 1,227 | 1,236 | (9) | -0.7% |
| Totals | 16,059 | 15,749 | 310 | 1.9% |

| | | |
|---------------------|---------------|---------------|
| Proof | @ 4.64 | @ 4.63 |
| Pumpage Fees | 73,068 | 73,068 |
| Usage Fee Collected | 73,068 | 72,918 |
| Gain (Loss) | - | (151) |

| | | |
|-------------------------|---------------|---------------|
| Bill Calculation | @ 4.64 | @ 4.63 |
| Base Fee | 28.75 | 28.75 |
| FTCCR Rebate | (0.42) | (0.42) |
| Water Usage Fee | 1.75 | 1.75 |
| PTF | 4.64 | 4.63 |
| | 60.28 | 60.23 |

| | |
|----------|---|
| A | Represents "pumped" gallons billed to Quadvest by respective subsidence/groundwater district. |
| B | Represents gallon usage billed by Quadvest to customer in respective subsidence district. |

CERTIFICATE FOR ORDER

THE STATE OF TEXAS

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§

COUNTIES OF FORT BEND AND HARRIS

§

I, the undersigned officer of the Board of Directors of the North Fort Bend Water Authority, do hereby certify as follows:

1. The Board of Directors of the North Fort Bend Water Authority convened in regular session on the 16th day of December, 2021, and the roll was called of the members of the Board:

| | |
|-----------------------|--------------------------|
| Peter Houghton | President |
| Robert Patton | Vice President |
| Melony Gay | Secretary |
| Robert Darden | Assistant Vice President |
| Bruce Fay | Assistant Secretary |
| Donald Abrahamson, II | Assistant Secretary |
| Dana Hollingsworth | Assistant Secretary |

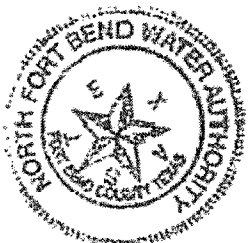
and all of said persons were present except Director(s) Houghton and Gay, thus constituting a quorum. Whereupon, among other business, the following was transacted at the meeting: a written

AMENDED RATE ORDER

was introduced for the consideration of the Board. It was then duly moved and seconded that the Amended Rate Order be adopted; and, after due discussion, the motion, carrying with it the adoption of the Amended Rate Order, prevailed and carried unanimously.

2. A true, full, and correct copy of the aforesaid Amended Rate Order adopted at the meeting described in the above and foregoing paragraph is attached to and follows this certificate; the action approving the Amended Rate Order has been duly recorded in the Board's minutes of the meeting; that the persons named in the above and foregoing paragraph are the duly chosen, qualified, and acting officers and members of the Board as indicated therein; each of the officers and members of the Board was duly and sufficiently notified officially and personally, in advance, of the time, place, and purpose of the aforesaid meeting, and that the Amended Rate Order would be introduced and considered for adoption at the meeting, and each of the officers and members consented, in advance, to the holding of the meeting for such purpose; the meeting was open to the public as required by law; and public notice of the time, place, and subject of the meeting was given as required by Chapter 551, Texas Government Code, and Section 49.063, Texas Water Code.

SIGNED AND SEALED the 16th day of December, 2021.



Bruce Fay
Asst Secretary, Board of Directors

(SEAL)

"Surface Water Fee" means the surface water fee/rate adopted by the Board pursuant to Section 8813.103 of the Act and set forth hereinafter.

"Three Year Time-Period" means the three year time-period preceding the date Surface Water is generally available to a Person, as determined by the sole discretion of the Authority.

"Water Importer" means a Person located, in whole or in part, within the Authority's boundaries that uses or distributes Imported Water. The term "Water Importer" does not include an owner of an Exempt Well if, and only if, such owner does not own any Non-Exempt Wells.

"Water Line Tank Connection" is defined hereinafter.

"Well" means a facility, device, or method used to withdraw groundwater: (i) from a groundwater source that is located within the boundaries of the Authority; or (ii) from a groundwater source that is located outside the boundaries of the Authority, but is part of the GRP pursuant to a written contract with the Authority.

Section 1.02. Interpretations. The article and section headings of this Rate Order are included herein for convenience of reference purposes only and shall not constitute a part of this Rate Order or affect its interpretation in any respect. Except where the context otherwise requires, words imparting the singular number shall include the plural and vice versa.

Section 1.03. References, Etc. Any reference in this Rate Order to a document shall mean such document and all exhibits thereto as amended or supplemented from time to time.

ARTICLE II FINDINGS

Section 2.01. Findings. Each of the recitals stated in this Rate Order are hereby adopted as a finding of the Board. All statutory requirements and conditions (including those of Section 8813.103) have been met for the establishment of those fees, user fees, rates and charges set forth in this Rate Order.

ARTICLE III RATES AND CHARGES

Section 3.01. GRP Fee. The Board hereby adopts a GRP Fee pursuant to Section 8813.103. The owner of each Non-Exempt Well within the Authority shall pay the Authority the GRP Fee for monthly pumpage, as provided in this Section. Effective January 1, 2021, the GRP Fee shall be equal to \$4.55 for each 1,000 gallons of water pumped from each Non-Exempt Well. Payment of the GRP Fee is due by the last day of

the month two months after which pumpage is required to be calculated (the "Due Date"). (For example, payment for January pumpage is due by March 31st; payment for February pumpage is due by April 30th; etc.) The Authority will not send invoices or billings to Non-Exempt Well owners for the amount of GRP Fees that are due. Each Non-Exempt Well owner shall be responsible for remitting to the Authority the GRP Fee on or before the Due Date. The GRP Fee for any billing period beginning on or after January 1, 2021, shall be calculated on the Online Reporting System, as further described in Section 4.01.

Section 3.02. Surface Water Fee. The Board hereby adopts a Surface Water Fee pursuant to Section 8813.103. Each Person that receives Surface Water from the Authority shall pay the Authority the Surface Water Fee for Surface Water received monthly, as provided in this Section. Effective January 1, 2021, the Surface Water Fee shall be equal to \$4.90 for each 1,000 gallons of Surface Water received. Payment of the Surface Water Fee is due by the last day of the month two months after which Surface Water usage is required to be calculated, the Due Date. (For example, payment for January Surface Water usage is due by March 31st; payment for February Surface Water usage is due by April 30th; etc.) The Authority will not send invoices or billings to Surface Water users for the amount of Surface Water Fees that are due. Each Surface Water user shall be responsible for remitting to the Authority the Surface Water Fee on or before the due date. The Surface Water Fee for any billing period beginning on or after January 1, 2021, shall be calculated completed as further described in Section 4.01.

Section 3.03. Imported Water Fee.

(a) Adoption of Imported Water Fee. The Board hereby adopts an Imported Water Fee pursuant to Chapter 8813 (including Section 8813.103(h)) of the Texas Special District Local Laws Code. If a Water Importer obtains Imported Water to serve all or any portion of the property it serves, then such Water Importer must immediately notify the Authority in the method set forth below and must pay to the Authority monthly the following Imported Water Fee: (i) a fee equal to the then-current GRP Fee applied on all Imported Water if the Water Importer is not a Converted Customer; or (ii) a fee equal to the then-current Surface Water Fee applied on all Imported Water, if the Water Importer is a Converted Customer. Notification of interconnect use shall be requested through the Authority's Online Reporting System. Notification of Imported Water from any other source must be submitted in writing to the Authority. The Imported Water Fee is due and payable to the Authority monthly even if the Water Importer also pays another entity for the Imported Water and even if the Authority is not then providing Surface Water to the Water Importer.

(b) Imported Water Fee Payment. The Imported Water Fee is due and payable to the Authority monthly at the same time as the Water Importer's GRP Fee or Surface Water Fee payment, even if the Water Importer also pays another entity for the



26926 FM 2978
Magnolia, TX 77354

December 27, 2021

«Name»

«Mailing_Address_1»

«Mailing_Address_2»

«Mailing_City», «Mailing_State» «Mailing_Zip»

Re: «Service_Address»

Dear Quadvest Customer,

2022 Water Pass Through Fee Information:

Annually, the North Fort Bend Water Authority (NFBWA) informs all water providers in their region of rate increases to be passed through to customers. Quadvest is required to implement the rate increase, bill customers, and send collected dollars back to the NFBWA. **Quadvest does not profit from this rate increase, has no control over these rates, nor does Quadvest condone this practice.**

Quadvest hereby notifies you that it will be adjusting your water pass through fee ("PTF") to \$4.64 per 1000 gallons, effective January 1, 2022.

On your bill due March 2022, the PTF will be \$4.64 per 1,000 gallons, an adjustment from the current \$4.63 per 1,000 gallons. The Public Utility Commission of Texas will review the PTF calculation and advise of any required revisions, noting the \$4.64 per 1000 gallons will remain in effect until further notice. The calculations on the reverse side of this letter show the basis for both the prior and new NFBWA PTF and corresponding customer bill comparison.

This tariff change is being implemented in accordance with the minor tariff changes allowed by 16 Texas Administrative Code § 24.25. The cost to you as a result of this, change will not exceed the costs charged to your utility. Specifically, the passthrough provision allows Quadvest to pass along actual water usage fees charged by the NFBWA to its customers.

If you have any questions about this PTF adjustment, please call Quadvest Customer Care Monday – Friday, 8:00am – 4:30pm at 281-356-5347 or email us at support@quadvest.com.

Best regards,
Quadvest Customer Care

Previous Water Pass Through Fee Calculation (PTF):

| | |
|--|---------------|
| G = Gallonage charge from North Fort Bend Water Authority* | \$4.25 |
| L = water line loss not to exceed 15% | 8.3% |
| AG = $G / (1 - L)$ | \$4.63 |

New Water Pass Through Fee Calculation (PTF) – Effective January 1, 2022:

| | |
|--|---------------|
| G = Gallonage charge from North Fort Bend Water Authority* | \$4.55 |
| L = water line loss not to exceed 15% | 1.9% |
| AG = $G / (1 - L)$ | \$4.64 |

* North Fort Bend Water Authority will increase its groundwater pumpage fee from \$4.25 to \$4.55 on January 1, 2022, an increase of \$0.30 per 1,000 gallons.

Customer Bill Comparison at 5,000 Gallons:

Previous Calculation of Customer Billing:

Example: 5/8 x 3/4" meter using 5,000 gallons

$$\$28.75 - \$0.42 + [5,000/1,000 * \$1.75] + [5,000/1,000 * \$4.63] = \$60.23$$

New Calculation of Customer Billing:

Example: 5/8 x 3/4" meter using 5,000 gallons

$$\$28.75 - \$0.42 + [5,000/1,000 * \$1.75] + [5,000/1,000 * \$4.64] = \$60.28$$

Quadvest Tariff

(Lake Pointe Estates)

Lake Pointe Estates Pass Thru Calculation
North Fort Bend Water Authority

| Lakes Pointe Estates | |
|---------------------------|---------------|
| Total Pumped | 33,199 |
| Total Billed | 32,425 |
| Water Loss Gallons | 774 |
| Water Loss % | 2.3% |

Pass Through Provision Calculation

| G | (1-L) | = AG |
|------|-------|------|
| 4.55 | 97.7% | 4.66 |

G= Gallonage Charge From Water Authority

L= Line Loss (not to exceed 15%)

AG= Adjusted Gallonage Charge

| | A | B | | |
|---------------|---|---|----------------------------|--------------------------|
| Month | Gallons Pumped Into Lake Pointe Estates From MUD 37 - Gal | Lake Pointe Estates Usage Billed To Customers - Gal | Water Loss (Gain) - Gal | Water Loss (Gain) - % |
| Aug-20 | 5,759 | 4,477 | 1,282 | 22.3% |
| Sep-20 | 4,531 | 5,789 | (1,258) | -27.8% |
| Oct-20 | 3,213 | 3,031 | 182 | 5.7% |
| Nov-20 | 3,536 | 3,603 | (67) | -1.9% |
| Dec-20 | 1,631 | 1,576 | 55 | 3.4% |
| Jan-21 | 1,169 | 1,151 | 18 | 1.5% |
| Feb-21 | 1,640 | 1,656 | (16) | -1.0% |
| Mar-21 | 1,613 | 1,525 | 88 | 5.5% |
| Apr-21 | 3,127 | 2,853 | 274 | 8.8% |
| May-21 | 2,555 | 2,765 | (210) | -8.2% |
| Jun-21 | 2,246 | 2,064 | 182 | 8.1% |
| Jul-21 | 2,179 | 1,935 | 244 | 11.2% |
| Totals | 33,199 | 32,425 | 774 | 2.3% |

| Proof | @ 4.66 | @ 4.25 |
|---------------------|---------|----------|
| Pumpage Fees | 151,055 | 151,055 |
| Usage Fee Collected | 151,055 | 137,806 |
| Gain (Loss) | - | (13,249) |

| Bill Calculation | @ 4.66 | @ 4.25 |
|------------------|--------|--------|
| Base Fee | 17.85 | 17.85 |
| FTCCR Rebate | (0.78) | (0.78) |
| Water Usage Fee | 1.50 | 1.50 |
| PTF | 4.66 | 4.25 |
| | 47.87 | 45.82 |

| | |
|----------|---|
| A | Represents gallons received into the Lake Pointe Estates system from MUD 37 for |
| B | Represents gallon usage billed by Quadvest to Lake Pointe Estates customers. |

CERTIFICATE FOR ORDER

THE STATE OF TEXAS

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§

COUNTIES OF FORT BEND AND HARRIS

§

I, the undersigned officer of the Board of Directors of the North Fort Bend Water Authority, do hereby certify as follows:

1. The Board of Directors of the North Fort Bend Water Authority convened in regular session on the 16th day of December, 2021, and the roll was called of the members of the Board:

| | |
|-----------------------|--------------------------|
| Peter Houghton | President |
| Robert Patton | Vice President |
| Melony Gay | Secretary |
| Robert Darden | Assistant Vice President |
| Bruce Fay | Assistant Secretary |
| Donald Abrahamson, II | Assistant Secretary |
| Dana Hollingsworth | Assistant Secretary |

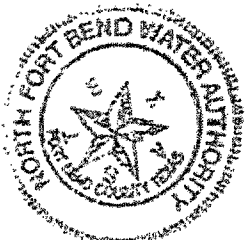
and all of said persons were present except Director(s) Houghton and Gay, thus constituting a quorum. Whereupon, among other business, the following was transacted at the meeting: a written

AMENDED RATE ORDER

was introduced for the consideration of the Board. It was then duly moved and seconded that the Amended Rate Order be adopted; and, after due discussion, the motion, carrying with it the adoption of the Amended Rate Order, prevailed and carried unanimously.

2. A true, full, and correct copy of the aforesaid Amended Rate Order adopted at the meeting described in the above and foregoing paragraph is attached to and follows this certificate; the action approving the Amended Rate Order has been duly recorded in the Board's minutes of the meeting; that the persons named in the above and foregoing paragraph are the duly chosen, qualified, and acting officers and members of the Board as indicated therein; each of the officers and members of the Board was duly and sufficiently notified officially and personally, in advance, of the time, place, and purpose of the aforesaid meeting, and that the Amended Rate Order would be introduced and considered for adoption at the meeting, and each of the officers and members consented, in advance, to the holding of the meeting for such purpose; the meeting was open to the public as required by law; and public notice of the time, place, and subject of the meeting was given as required by Chapter 551, Texas Government Code, and Section 49.063, Texas Water Code.

SIGNED AND SEALED the 16th day of December, 2021.



Asst Bruce Fay
Secretary, Board of Directors

(SEAL)

"Surface Water Fee" means the surface water fee/rate adopted by the Board pursuant to Section 8813.103 of the Act and set forth hereinafter.

"Three Year Time-Period" means the three year time-period preceding the date Surface Water is generally available to a Person, as determined by the sole discretion of the Authority.

"Water Importer" means a Person located, in whole or in part, within the Authority's boundaries that uses or distributes Imported Water. The term "Water Importer" does not include an owner of an Exempt Well if, and only if, such owner does not own any Non-Exempt Wells.

"Water Line Tank Connection" is defined hereinafter.

"Well" means a facility, device, or method used to withdraw groundwater: (i) from a groundwater source that is located within the boundaries of the Authority; or (ii) from a groundwater source that is located outside the boundaries of the Authority, but is part of the GRP pursuant to a written contract with the Authority.

Section 1.02. Interpretations. The article and section headings of this Rate Order are included herein for convenience of reference purposes only and shall not constitute a part of this Rate Order or affect its interpretation in any respect. Except where the context otherwise requires, words imparting the singular number shall include the plural and vice versa.

Section 1.03. References, Etc. Any reference in this Rate Order to a document shall mean such document and all exhibits thereto as amended or supplemented from time to time.

ARTICLE II FINDINGS

Section 2.01. Findings. Each of the recitals stated in this Rate Order are hereby adopted as a finding of the Board. All statutory requirements and conditions (including those of Section 8813.103) have been met for the establishment of those fees, user fees, rates and charges set forth in this Rate Order.

ARTICLE III RATES AND CHARGES

Section 3.01. GRP Fee. The Board hereby adopts a GRP Fee pursuant to Section 8813.103. The owner of each Non-Exempt Well within the Authority shall pay the Authority the GRP Fee for monthly pumpage, as provided in this Section. Effective January 1, 2021, the GRP Fee shall be equal to \$4.55 for each 1,000 gallons of water pumped from each Non-Exempt Well. Payment of the GRP Fee is due by the last day of

the month two months after which pumpage is required to be calculated (the "Due Date"). (For example, payment for January pumpage is due by March 31st; payment for February pumpage is due by April 30th; etc.) The Authority will not send invoices or billings to Non-Exempt Well owners for the amount of GRP Fees that are due. Each Non-Exempt Well owner shall be responsible for remitting to the Authority the GRP Fee on or before the Due Date. The GRP Fee for any billing period beginning on or after January 1, 2021, shall be calculated on the Online Reporting System, as further described in Section 4.01.

Section 3.02. Surface Water Fee. The Board hereby adopts a Surface Water Fee pursuant to Section 8813.103. Each Person that receives Surface Water from the Authority shall pay the Authority the Surface Water Fee for Surface Water received monthly, as provided in this Section. Effective January 1, 2021, the Surface Water Fee shall be equal to \$4.90 for each 1,000 gallons of Surface Water received. Payment of the Surface Water Fee is due by the last day of the month two months after which Surface Water usage is required to be calculated, the Due Date. (For example, payment for January Surface Water usage is due by March 31st; payment for February Surface Water usage is due by April 30th; etc.) The Authority will not send invoices or billings to Surface Water users for the amount of Surface Water Fees that are due. Each Surface Water user shall be responsible for remitting to the Authority the Surface Water Fee on or before the due date. The Surface Water Fee for any billing period beginning on or after January 1, 2021, shall be calculated completed as further described in Section 4.01.

Section 3.03. Imported Water Fee.

(a) Adoption of Imported Water Fee. The Board hereby adopts an Imported Water Fee pursuant to Chapter 8813 (including Section 8813.103(h)) of the Texas Special District Local Laws Code. If a Water Importer obtains Imported Water to serve all or any portion of the property it serves, then such Water Importer must immediately notify the Authority in the method set forth below and must pay to the Authority monthly the following Imported Water Fee: (i) a fee equal to the then-current GRP Fee applied on all Imported Water if the Water Importer is not a Converted Customer; or (ii) a fee equal to the then-current Surface Water Fee applied on all Imported Water, if the Water Importer is a Converted Customer. Notification of interconnect use shall be requested through the Authority's Online Reporting System. Notification of Imported Water from any other source must be submitted in writing to the Authority. The Imported Water Fee is due and payable to the Authority monthly even if the Water Importer also pays another entity for the Imported Water and even if the Authority is not then providing Surface Water to the Water Importer.

(b) Imported Water Fee Payment. The Imported Water Fee is due and payable to the Authority monthly at the same time as the Water Importer's GRP Fee or Surface Water Fee payment, even if the Water Importer also pays another entity for the



26926 FM 2978
Magnolia, TX 77354

December 27, 2021

«Name»

«Mailing_Address_1»

«Mailing_Address_2»

«Mailing_City», «Mailing_State» «Mailing_Zip»

Re: «Service_Address»

Dear Quadvest Customer,

2022 Water Pass Through Fee Information:

Annually, the North Fort Bend Water Authority (NFBWA) informs all water providers in their region of rate increases to be passed through to customers. Quadvest is required to implement the rate increase, bill customers, and send collected dollars back to the NFBWA. **Quadvest does not profit from this rate increase, has no control over these rates, nor does Quadvest condone this practice.**

Quadvest hereby notifies you that it will be adjusting your water pass through fee ("PTF") to \$4.66 per 1000 gallons, effective January 1, 2022.

On your bill due March 2022, the PTF will be \$4.66 per 1,000 gallons, an adjustment from the current \$4.25 per 1,000 gallons. The Public Utility Commission of Texas will review the PTF calculation and advise of any required revisions, noting the \$4.66 per 1000 gallons will remain in effect until further notice. The calculations on the reverse side of this letter show the basis for both the prior and new NFBWA PTF and corresponding customer bill comparison.

This tariff change is being implemented in accordance with the minor tariff changes allowed by 16 Texas Administrative Code § 24.25. The cost to you as a result of this change will not exceed the costs charged to your utility. Specifically, the pass through provision allows Quadvest to pass along actual water usage fees charged by the NFBWA to its customers.

If you have any questions about this PTF adjustment, please call Quadvest Customer Care Monday – Friday, 8:00am – 4:30pm at 281-356-5347 or email us at support@quadvest.com.

Best regards,
Quadvest Customer Care

Previous Water Pass Through Fee Calculation (PTF):

| | |
|---|---------------|
| $G = \text{Gallonge charge from North Fort Bend Water Authority}^*$ | \$4.25 |
| $L = \text{water line loss not to exceed 15\%}$ | 0.0% |
| $AG = G / (1 - L)$ | \$4.25 |

New Water Pass Through Fee Calculation (PTF) – Effective January 1, 2022:

| | |
|---|---------------|
| $G = \text{Gallonge charge from North Fort Bend Water Authority}^*$ | \$4.55 |
| $L = \text{water line loss not to exceed 15\%}$ | 2.3% |
| $AG = G / (1 - L)$ | \$4.66 |

* North Fort Bend Water Authority will increase its groundwater pumpage fee from \$4.25 to \$4.55 on January 1, 2022, an increase of \$0.30 per 1,000 gallons.

Customer Bill Comparison at 5,000 Gallons:

Previous Calculation of Customer Billing:

Example: 5/8 x 3/4" meter using 5,000 gallons

$$\$17.85 - \$0.78 + [5,000/1,000 * \$1.50] + [5,000/1,000 * \$4.25] = \$45.82$$

New Calculation of Customer Billing:

Example: 5/8 x 3/4" meter using 5,000 gallons

$$\$17.85 - \$0.78 + [5,000/1,000 * \$1.50] + [5,000/1,000 * \$4.66] = \$47.87$$