



Filing Receipt

Received - 2022-04-10 02:04:10 PM

Control Number - 53365

ItemNumber - 3

NOTICE TO CUSTOMERS OF PROPOSED PASS-THROUGH RATE CHANGE

**Munson Point Property Owner’s Association,
Certificate of Convenience and Necessity (CCN) number 13016:**

is revising its pass-through rate-provision, which currently includes a monthly fixed rate of \$4.29 per month per customer and a monthly volumetric rate of \$9.46 per 1000 gallons. The proposed pass-through provision will include includes a monthly fixed rate of \$4.76 per month per customer and a monthly volumetric rate of \$9.93 per 1000 gallons. This tariff change is being implemented to recognize the amount charged to Munson Point Property Owner’s Association by the City of Denison. On December 1, 2021, the City of Denison increased its base rate charge to commercial customers from \$45 to \$50 and increased its variable rate for commercial customers from \$3.1891 to \$4.2193.

This tariff change is being implemented in accordance with the minor tariff change allowed by 16 Texas Administrative Code § 24.25. The cost to you as a result of this change will not exceed the cost charged to your utility.

Subdivision affected by proposed pass-through provision: Munson Point Subdivision, Texas Public Water System (PWS) #0910140

Company Address: PO Box 1238, Denison, TX 75021

Company Telephone Number: 484.343.4040

Notices mailed to customers: April 1, 2022

Effective date of increase: May 1, 2022

Current recovery of City of Denison purchased water fees:

Monthly fixed pass-through rate: \$4.29. \$45 is the minimum monthly base rate charge that the City of Denison charges to commercial customers, such as Munson Point, effective 12/1/2020. Munson Point is located outside the city limits of the City of Denison; therefore, Munson Point pays twice the commercial rate. *See* Ordinance No. 5028 of the City of Denison. \$45 multiplied by 2 is \$90. There are 21 customers in the Munson Point Subdivision. Therefore, \$90 divided by 21 customers results in a monthly fixed charge of \$4.29 per customer. This equation is represented below:

$$Rf = \frac{\text{Fixed Charge}}{n}$$

<p>Rf = New fixed pass through rate; in \$ per customer (\$4.29) Fixed Charge = Fixed charge from water provider to Munson Point (\$90) n = Number of customers (21)</p>
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Monthly volumetric pass-through rate: \$9.4551 per 1000 gallons. \$4.0184 is the rate per 1000 gallons that the City of Denison charges to commercial customers, such as Munson Point, effective 12/1/2021. Munson Point is located outside the city limits of the City of Denison; therefore, Munson Point pays twice the commercial rate. \$4.0184 multiplied by 2 is \$8.0368 per 1000 gallons. Allowing for a line loss of 15%, the resulting volumetric rate is \$9.4551 per 1000 gallons ($\$8.0368/(1-.15)$). This equation is represented below:

$$Rv = \frac{G}{(1 - L)}$$

Rv = New fixed pass through rate in \$ per 1000 gallons (\$9.4551)
 G = Twice the rate charged from water provider to Munson Point (\$8.0368)
 L = .15

Proposed recovery of City of Denison purchased water fees:

Monthly fixed pass-through rate: \$4.76. \$50 is the minimum monthly base rate charge that the City of Denison charges to commercial customers, such as Munson Point, effective 12/1/2021. Munson Point is located outside the city limits of the City of Denison; therefore, Munson Point pays twice the commercial rate. *See* Ordinance No. 5028 of the City of Denison. \$50 multiplied by 2 is \$100. There are 21 customers in the Munson Point Subdivision. Therefore, \$100 divided by 21 customers results in a monthly fixed charge of \$4.7619 per customer. This equation is represented below:

$$Rf = \frac{\text{Fixed Charge}}{n}$$

Rf = New fixed pass through rate; in \$ per customer (\$4.7619)
 Fixed Charge = Fixed charge from water provider to Munson Point (\$100)
 n = Number of customers (21)

Monthly volumetric pass-through rate: \$9.9277 per 1000 gallons. \$4.2193 is rate per 1000 gallons that the City of Denison charges to commercial customers, such as Munson Point, effective 12/1/2021. Munson Point is located outside the city limits of the City of Denison; therefore, Munson Point pays twice the commercial rate.. \$4.2193 multiplied by 2 is \$8.4386 per 1000 gallons. Allowing for a line loss of 15%, the resulting volumetric rate is \$9.9277 per 1000 gallons (\$8.4386/(1-.15)). This equation is represented below:

$$Rv = \frac{G}{(1 - L)}$$

Rv = New fixed pass through rate in \$ per 1000 gallons (\$9.9277)
 G = Twice the rate charged from water provider to Munson Point (\$8.4386)
 L = .15