

**STATE OF NORTH CAROLINA
UTILITIES COMMISSION
RALEIGH**

DOCKET NO. W-1034, SUB 8

BEFORE THE NORTH CAROLINA UTILITIES COMMISSION

In the Matter of		
Application by Water Resources, Inc.,)	
5970 Fairview Road, Suite 710,)	
Charlotte, North Carolina 28210, for)	ORDER ESTABLISHING GENERAL
Authority to Increase Rates for Water)	RATE CASE, SUSPENDING RATES,
Utility Service in Rocky River Plantation)	SCHEDULING HEARING, AND
Subdivision in Cabarrus County and)	REQUIRING CUSTOMER NOTICE
River Walk Subdivision in Mecklenburg)	
County, North Carolina)	

BY THE COMMISSION: On April 18, 2018, Water Resources, Inc. (WRI or Applicant) filed an application with the Commission seeking authority to increase its rates for providing water utility service in Rocky River Plantation Subdivision in Cabarrus County and River Walk Subdivision in Mecklenburg County, North Carolina.

WRI presently serves approximately 114 residential customers in Rocky River Plantation Subdivision. The present rates have been in effect since January 1, 2017, when they were last adjusted with implementation of House Bill 998 (Session Law 2013-316), in Docket No. M-100, Sub 138, and Docket No. W-1034, Sub 7. The last rates established in a general rate case were in Docket No. W-1034, Sub 4, effective December 19, 2002.

WRI presently serves approximately 32 residential customers in River Walk Subdivision. The present rates have been effective since July 1, 2014, when they were last adjusted with implementation of House Bill 998 (Session Law 2013-316), in Docket No. M-100, Sub 138, and Docket No. W-1034, Sub 7. The prior rates were established in the original franchise proceeding in Docket No. W-1034, Sub 6, effective August 12, 2013.

The Applicant's present and proposed rates are as follows:

	<u>Present Rates</u>	<u>Proposed Rates</u>
<u>Rocky River Plantation Subdivision</u>		
Monthly Metered Water Rates:		
Base charge, zero usage	\$ 9.28	\$11.20
Usage charge, per 1,000 gallons	\$ 2.57	\$ 3.10

	<u>Present Rates</u>	<u>Proposed Rates</u>
<u>River Walk Subdivision</u>		
Monthly Metered Water Rates:		
Base charge, zero usage	\$37.67	\$40.68
Usage charge, per 1,000 gallons	\$ 9.42	\$10.18

The proposed rates would increase the average residential monthly water bill for Rocky River Plantation Subdivision from \$23.67 to \$28.56, a 20.7% increase, based on an average monthly usage of 5,600 gallons. The proposed rates would increase the average residential monthly water bill for River Walk Subdivision from \$90.42 to \$97.69, an 8.0% increase, based on an average monthly usage of 5,600 gallons.

The Commission is of the opinion that the application constitutes a general rate case, that the proposed new rates should be suspended pending investigation, and that the matter should be scheduled for customer hearing, subject to cancellation if no significant protests are received subsequent to customer notice.

IT IS, THEREFORE, ORDERED as follows:

1. That this proceeding is declared a general rate case pursuant to G.S. 62-137.
2. That the proposed new rates are suspended for up to 270 days pursuant to G.S. 62-134.
3. That the test period is established as the 12-month period ended December 31, 2017.
4. That the application is scheduled for public hearing at 7:00 p.m., on Thursday, September 20, 2018, in the Mecklenburg County Courthouse, 832 E. 4th Street, Courtroom 5350, Charlotte, North Carolina. This hearing may be canceled if no significant protests are received subsequent to public notice on or before July 27, 2018.
5. That an officer or representative of the Applicant is required to appear in person before the Commission at the time and place of the hearing to testify concerning any of the information contained in the application. If the Applicant desires to cross-examine any witnesses at the hearing, the Applicant shall be represented by legal counsel at this hearing.

6. That the Notice to Customers, attached as Appendix A, shall be mailed with sufficient postage or hand delivered by the Applicant to all customers affected by the proposed new rates; that the Notice to Customers shall be mailed or hand delivered no later than 30 days after the date of this Order; and that the Applicant shall submit to the Commission the attached Certificate of Service properly signed and notarized not later 45 days after the date of this Order.

ISSUED BY ORDER OF THE COMMISSION.

This the 14th day of May, 2018.

NORTH CAROLINA UTILITIES COMMISSION

A handwritten signature in cursive script, appearing to read "Janice H. Fulmore".

Janice H. Fulmore, Deputy Clerk

**STATE OF NORTH CAROLINA
UTILITIES COMMISSION
RALEIGH**

**NOTICE TO CUSTOMERS
DOCKET NO. W-1034, SUB 8
BEFORE THE NORTH CAROLINA UTILITIES COMMISSION**

Notice is hereby given that Water Resources, Inc., 5970 Fairview Road, Suite 710, Charlotte, North Carolina, filed an application with the North Carolina Utilities Commission on April 18, 2018, for authority to increase rates for water utility service in Rocky River Plantation Subdivision in Cabarrus County, and River Walk Subdivision in Mecklenburg County, North Carolina, as follows:

	<u>Present Rates</u>	<u>Proposed Rates</u>
<u>Rocky River Plantation Subdivision</u>		
Monthly Metered Water Rates:		
Base charge, zero usage	\$ 9.28	\$11.20
Usage charge, per 1,000 gallons	\$ 2.57	\$ 3.10
<u>River Walk Subdivision</u>		
Monthly Metered Water Rates:		
Base charge, zero usage	\$37.67	\$40.68
Usage charge, per 1,000 gallons	\$ 9.42	\$10.18

The Commission may consider additional or alternative rate design proposals which were not included in the original application and may order increases or decreases in the rates which differ from those proposed by the Applicant. However, any rate structure considered will not generate more overall revenues than requested.

EFFECT OF RATES

The proposed rates would increase the average residential monthly water bill for Rocky River Plantation Subdivision from \$23.67 to \$28.56, a 20.7% increase, based on an average monthly usage of 5,600 gallons. The proposed rates would increase the average residential monthly water bill for River Walk Subdivision from \$90.42 to \$97.69, an 8.0% increase, based on an average monthly usage of 5,600 gallons.

PUBLIC HEARING

The Commission has scheduled the application for public hearing at 7:00 p.m., on Thursday, September 20, 2018, in the Mecklenburg County Courthouse, 832 E. 4th Street, Courtroom 5350, Charlotte, North Carolina.

This hearing may be canceled and the matter decided on the filings if no significant protests are received from consumers on or before July 27, 2018. Correspondence concerning the proposed rate increase, service problems, or the public hearing should be directed to the Public Staff.

The Public Staff is authorized by statute to represent the consumers in proceedings before the Commission. Written statements to the Public Staff should include the name of the subdivision, contact information, and any information that the writer wishes to be considered by the Public Staff in its investigation of the matter, and these statements should be addressed to Mr. Christopher J. Ayers, Executive Director, Public Staff, 4326 Mail Service Center, Raleigh, North Carolina 27699-4300. Written statements can also be faxed to (919) 715-6704 or e-mailed to david.furr@psncuc.nc.gov.

The Attorney General is also authorized by statute to represent the consumers in proceedings before the Commission. Statements to the Attorney General should be addressed to The Honorable Josh Stein, Attorney General, 9001 Mail Service Center, Raleigh, North Carolina 27699-9001.

Written statements are not evidence unless those persons submitting the statements appear at a public hearing and testify concerning the information contained in their written statements.

Persons desiring to present testimony concerning their opinion on this application, or any service problems they may be experiencing, may appear at this public hearing and give such testimony.

Persons desiring to intervene in the matter as formal parties of record should file a motion under North Carolina Utilities Commission Rules R1-6, R1-7, and R1-19 no later than July 27, 2018. Any such motion should be filed with the North Carolina Utilities Commission, 4325 Mail Service Center, Raleigh, North Carolina 27699-4300.

The details of the proposed new rates have been filed with the North Carolina Utilities Commission. A copy of the application and all filings in this matter are available for review by the public at the Office of the Chief Clerk, 430 North Salisbury Street, Raleigh, North Carolina. Information regarding this proceeding can also be accessed from the Commission's website at www.ncuc.net under the docket number of this proceeding (i.e., W-1034 Sub 8).

This the 14th day of May, 2018.

NORTH CAROLINA UTILITIES COMMISSION

A handwritten signature in black ink, appearing to read "Janice H. Fulmore". The signature is written in a cursive style with a large initial "J" and "F".

Janice H. Fulmore, Deputy Clerk

CERTIFICATE OF SERVICE

I, _____, mailed with sufficient postage or hand delivered to all affected customers the attached Order Establishing General Rate Case, Suspending Rates, Scheduling Hear, and Requiring Customer Notice issued by the North Carolina Utilities Commission in Docket No. W-1034, Sub 8, by the date specified in the Order.

This the ____ day of _____, 2018.

By: _____
Signature

Name of Utility Company

The above named Applicant, _____, personally appeared before me this day and, being first duly sworn, says that the Order Establishing General Rate Case and Requiring Customer Notice was mailed or hand delivered to all affected customers, as required by the Commission Order dated _____ in Docket No. W-1034, Sub 8.

Witness my hand and notarial seal, this the ____ day of _____, 2018.

Notary Public

Printed Name

(SEAL) My Commission Expires: _____
Date