

Red Mountain Water

PO Box 4766
Pasco, WA 99302

UW-240428

Received
Records Management
May 22, 2024

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Mr. Jeff Killip, Executive Director
Washington Utilities and Transportation Commission
621 Woodland Square Loop SE
Lacey, WA 98503

RE: Red Mountain Water – General Rate Case
– Customer Letter
– New Tariff

Dear Mr. Killip;

Attached you will find the documents to facilitate the filing of a new tariff for Red Mountain Water. A change of ownership of the company was completed in October 2023. This new tariff references the pages to adjust rates as noted in the General Rate Case study.

Also attached are the workbook papers to accomplish a General Rate Case study for Red Mountain Water. This filing requests an increase in company revenues of \$17,907. This represents a 27.6 percent increase in the company's revenues. The most common service within the system is 1" service connections. The base rate for the 1" service would increase to \$27.25 from its current rate of \$21.00 (29.8%). The current rate of \$0.80 for 0-8000 gallons would increase to \$1.10 for Tier 1 usage of 0-28,000 gallons (37.5%). The current rate of \$1.00 for 8001-65,000 gallons would increase to \$1.45 for Tier 2 usage of 28,001-175,000 gallons (45.0%). The current rate of \$1.23 for over 65,001 gallons would increase to \$1.65 for Tier 3 usage over 175,001 gallons (34.1%).

A copy of the letter sent to the customers dated May 21, 2024, is attached. The customers have been given notice of this proceeding and how they may comment to the UTC.

The company is submitting the work papers as required by WAC 480-07-530. The company has completed the UTC Rate Model, copy attached. This includes the material required by WAC 480-02-530(4) (calculation of revenue impact, balance sheet, statement of revenue and expenses, depreciation schedule, restating and proforma adjustments and usage statistics).

There are no non-regulated operations. There are no employees of the Water Utility, as operations are provided under contract with Oasis Development Corporation.

The public water system identification number is set out on Tariff Sheet No. 20 which is included in the new submittal for Red Mountain Water's Tariff.

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The company respectfully requests the Commission's approval and filing of the revised tariff sheets.

If you have any questions concerning this matter, please contact the undersigned.

Sincerely,

Paul Christensen