

Agenda Date: October 31, 2001
Item Number: 2G

Docket: UW-011403
Company Name: Marvin Road Water Company

Staff: Jim Ward, Program Consultant
Chris Vernon, Public Involvement Coordinator

Recommendation:

Allow the revised tariff revisions as filed by Marvin Road Water Company, in Docket UW-011403, to become effective November 15, 2001, and require reporting.

Discussion:

On October 16, 2001, Marvin Road Water Company, (Marvin Road Water or Company) filed for general rates, by a surcharge, in the amount of approximately \$4,900 (6.04%) of additional revenue per year. On October 29, 2001, the Company revised the tariff for general rates to provide approximately \$4,427 (5.4%) of additional revenue per year. Marvin Road Water received its last increase in June 2001. Marvin Road Water serves approximately 248 customers on three water systems (Hawk Acres 124, Ridgewood 73, Horsfall 51). All water systems are located in Thurston County.

Marvin Road Water is seeking this surcharge to recover the costs of renewal of the comprehensive water system plan. The overall proposed cost for the revised plan is approximately \$26,563. This surcharge is to apply to all water customers served by the company. This surcharge will expire on November 15, 2007, or upon recovery of \$26,563 loan principal, whichever occurs first.

The Commission has received 4 comments opposed to this proposal.

Current, proposed and revised rates are provided below.

<u>Monthly Surcharge Rate</u>	<u>Current</u>	<u>Proposed</u>	<u>Revised</u>
Water System Plan Surcharge	N/A	\$ 1.75	\$ 1.50

Surcharge collection and administration are subject to the provisions of WAC 480-110-455, water company funding mechanisms and specifically WAC 480-110-455 (4), accounting and reporting requirements.

Regulatory Services Staff has reviewed the Company's information to support the filing. Staff believes the revised rates are appropriate. Staff recommends that the Commission allow the revised tariff revisions as filed by Marvin Road Water Company, in Docket UW-011403 to become effective November 15, 2001, and require reporting.