# PUBLIC UTILITY COMMISSION OF OREGON STAFF REPORT PUBLIC MEETING DATE: February 6, 2024

February 12 (ADV 1585)

REGULAR \_\_\_\_ CONSENT X EFFECTIVE DATE(s) February 16 (ADV 1587)

**DATE:** January 25, 2024

**TO:** Public Utility Commission

**FROM:** Joseph Bartholomew

THROUGH: Bryan Conway and Marc Hellman SIGNED

**SUBJECT:** CROOKED RIVER RANCH:

(Docket Nos. ADV 1585/Advice No. 24-01 and ADV 1587/Advice

No. 24-02)

Housekeeping Changes to Tariff Schedule Nos. 6 and 9, and Rule 21.

Charges for Trouble Call, Paper Bill & Payment by Phone, and

Corrections to Bill Service Period.

### **STAFF RECOMMENDATION:**

Staff recommends the Commission approve Crooked River Ranch Water Company's Advice No 24-01 to update Tariff Schedule Nos. 6 and 9, which removes an outdated table and increase charges for trouble calls, paper billing, and payment by phone; and, Advice No 24-02 which updates the language in Rule 21 to reflect that bills are due 15 calendar days from when the bill was served.

#### **DISCUSSION:**

### Issue

Whether the Public Utility Commission of Oregon (Commission) should approve Crooked River Ranch Water Company's (CRR) advice filings to make housekeeping updates to Schedule Nos. 6 and 9, which would remove an outdated table, increase charges for trouble calls, paper billing, and payment by phone; and also update Rule 21 to reflect billing due dates.

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# Applicable Rule or Law

Under ORS 757.205(1)-(2), a rate-regulated water utility must file schedules showing all rates, tolls, and charges for any service performed by it within the state and all rules and regulations that in any manner affect its rates.

Pursuant to ORS 757.210, the Commission may approve tariff changes if they are deemed to be fair, just, and reasonable. Tariff revisions may be made by filing revised sheets with the information required under the Commission's administrative rules, including OAR 860-036-2010.

Pursuant to ORS 757.220, filings that propose any change in rates, tolls, charges, rules, or regulations must be filed with the Commission at least 30 days before the effective date of the change.

OAR 860-036-1400(5b) states the date new charges are due at least 15 calendar days from the date the bill was served.

## Analysis

#### Background

CRR is a rate regulated water utility serving approximately 1,678 customers in the vicinity of Terrebonne, Oregon. CRR completed rate case Docket No, UW 194, for which rates went into effect on September 20, 2023, via Order No. 23-338.

With filing Advice Filing 24-01, CRR proposes to complete housekeeping to Schedule No. 6 into its tariff. After filing its compliance tariffs in UW 194, CRR realized the table in Schedule No. 6 was no longer current. After discussions with Staff, CRR files updates to Schedule No. 6, to match the rate case outcome, and to simplify the schedule by removing the rate detail table. This change will allow CRR to ensure the schedule will stay up to date after future rate cases.

Additionally, CRR proposes to update and clarify charges in Schedule No. 9, with the following rate changes/increases:

 Trouble-Call Charge – After normal office hours on special request. The original dollar amount was \$55 per hour, one hour minimum. CRR is proposing to change this to \$50 per hour, two-hour minimum. CRR did this because anytime a field staff leaves their house for a trouble call, CRR must pay them for two hours of overtime minimum. This will also match up with the Disconnection/Reconnect Charge after normal business hours. Docket Nos. ADV 1585 and ADV 1587 January 25, 2024 Page 3

- 2. Receive a Paper Bill The original dollar amount was \$0.69. This amount was decided back in January of 2023, and it is already out of date. CRR is requesting to change it to an even \$0.80.
- 3. Payment by Phone The original amount is \$0.95. CRR is requesting a change to \$1.00. This will make accounting easier to calculate and for the customers to understand.

Staff agrees these rates are fair, just, and reasonable due to the following reasons:

- 1. CRR has to pay their employees a minimum of two hours for a trouble call; this rate should be passed on to the consumer that is requesting the trouble call.
- 2. Pre-stamped envelope costs will be \$0.68 as of January 21, 2024, and the average price of a single sheet of paper ranges from \$0.10 to \$1.50.2
- 3. Staff agrees with CRR that rounding the fee to pay by phone to \$1.00 will make it easier to calculate and for the customers to understand.

Staff intends to re-evaluate and true up these increases during CRR's next rate case.

With Advice filing 24-02, CRR is requesting an update to Rule 21. Updating the first paragraph to clarify that bills are due 15 calendar days from when the bill was served, removing "The date of presentation is the date on which the Utility mails the bill." This is because the current language does not meet the requirements of OAR 860-036-1400, related to when bills are considered "served."

#### Conclusion

Staff has determined that the requested changes are fair, just, and reasonable, and the requested updates to the CRR's tariffs are necessary and valid.

### PROPOSED COMMISSION MOTION:

Approve Crooked River Ranch Water Company's Advice No 24-01 to update Tariff Schedule Nos. 6 and 9, which removes an outdated table and increase charges for trouble calls, paper billing, and payment by phone; and, Advice No 24-02 which updates the language in Rule 21 to reflect that bills are due 15 calendar days from when the bill was served..

ADV 1585/1587 Crooked River Ranch Misc. Service Charge Tariff

<sup>&</sup>lt;sup>1</sup> <u>https://about.usps.com/newsroom/national-releases/2023/1006-usps-proposes-new-prices-for-2024.htm.</u>

<sup>&</sup>lt;sup>2</sup> The Average Cost of Paper | lotec Digital.