

Amendment No.3

COMMITTEE/SUBCOMMITTEE ACTION

ADOPTED	<u> </u>	(Y/N)
ADOPTED AS AMENDED	<u> </u>	(Y/N)
ADOPTED W/O OBJECTION	<u> </u>	(Y/N)
FAILED TO ADOPT	<u> </u>	(Y/N)
WITHDRAWN	<u> </u>	(Y/N)
OTHER	<u> </u>	

1 Committee/Subcommittee hearing bill: Finance & Tax Subcommittee
2 Representative Santiago offered the following:

3
4 **Amendment (with title amendment)**

5 Remove line 417 and insert:

6 (7) A water utility may file tariffs establishing a
7 surcharge, or other method for the automatic adjustment of its
8 rates, which shall provide for recovery of the prudently
9 incurred fixed costs (depreciation and pretax return) of certain
10 system improvement projects, as approved by the commission, that
11 are completed and placed in service between base rate
12 proceedings. Such projects shall be for the specific purpose of
13 achieving compliance with secondary water quality standards
14 regarding taste, odor, color, or corrosiveness. The commission
15 shall prescribe the specific procedures to be followed in

Amendment No.3

16 establishing the sliding scale or other automatic adjustment
17 method.

18 (8)~~(7)~~ The commission shall determine the reasonableness
19 of

20

21

22

23

24

25

T I T L E A M E N D M E N T

26

Remove line 35 and insert:

27

the act; authorizing a water utility to establish a surcharge or
28 other mechanism to recover the prudently incurred fixed costs of
29 certain system improvement projects approved by the commission;
30 prohibiting the commission from awarding rate

31