

Collin Roehner

From: Ruth McHargue
Sent: Monday, September 26, 2016 10:47 AM
To: Consumer Correspondence
Cc: Diane Hood
Subject: FW: To CLK Docket#160065-wu,

Customer correspondence

From: Consumer Contact
Sent: Monday, September 26, 2016 8:07 AM
To: Ruth McHargue
Subject: To CLK Docket#160065-wu,

Copy on file, see 1223425C. DHood

From: sadenwater150@comcast.net [<mailto:sadenwater150@comcast.net>]
Sent: Friday, September 23, 2016 8:34 PM
To: Consumer Contact
Cc: Ray Smith; Mike Riley; Cotherman, Linda
Subject: Docket#160065-wu, Bocilla Utilities, Inc.

P.S.C.

It is very disturbing as a customer of Bocilla Utilities to comprehend the applied for increase. My main concern as a retired business man is understanding how B.U. can shut down a business and attempt to utilize the old business financing model as a basis to further increase rates. The shut down of a production facility should mean just that. The cost of running that business cannot be kept in place and then new expenditures added to it. Where in the application are the savings from running the old production facility subtracted from the new business model rate request.

This increase will stay in place for a long time and payback for the business loan together with depreciation and tax implications will retire that loan within a reasonable length of time. Will there be a rate decrease when B.C. debt is paid off?

If capital was a problem, then why not initiate a new stock offering to cover a new business model. It is obvious that the present cost of "bulk" water from Englewood Water District is considerably less expensive than producing water through a Reverse Osmosis system. The new rate added on top of the existing old rate does not make sense over an acceptable capital expense payback timeline.

Are you aware of the hook up fee B.U. charges for a new water line. I believe it is in excess of \$4000.00. Are you also aware that there is a minimum usage fee?
The rate increase being applied for needs to be carefully scrutinized to protect us the consumers and to provide a reasonable return on capital for Bocilla Utilities.

Thank You,

Richard Sadenwater

150 Kettle Harbor Drive
Don Pedro Island
33946