



Public Utility Commission of Texas

1701 N. Congress Ave., PO Box 13326, Austin, TX 78711-3326

2017 CONSUMER PRICE INDEX (CPI) ADJUSTMENT TO MUNICIPAL TELECOMMUNICATIONS RIGHT-OF-WAY ACCESS LINE RATES

March 13, 2017

PURPOSE

This letter is to notify you that your city's 2017 maximum access line rates have increased by 0.5529% due to inflation, as measured by the CPI. This adjustment has been made pursuant to Chapter 283 of the Local Government Code (House Bill 1777)

DEFAULT RATES FOR 2017: INCREASE

Based on the choices made by your city in April 2016, your city's 2017 rate will either be adjusted for inflation, or will remain the same as your 2016 rate. According to our records, when similar CPI adjustments were made in April 2016, your city chose the MAXIMUM allowable CPI-adjusted rates. Therefore, your 2017 rates will reflect an increase of 0.5529% from your 2016 rates. You have the option to decline this increase in rates by taking the action explained below.

ACTION BY CITY: TO REFUSE THE INCREASE

(1) You do not have to respond to accept the increased access line rates. (2) Respond ONLY if you want to DECLINE the increase in access line rates. (3) To decline, notify the PUC using page 2 of this letter no later than April 30, 2017. (4) The PUC does not require City council authorization; however, if your city charter requires it, please do so immediately. (5) Verify your contact information and highlight any changes. (6) Make a copy of this document.

WHAT HAPPENS IF A CITY DOES NOT RESPOND BY APRIL 30, 2017?

If a city does not respond by April 30, 2017, the rates for your city will increase from 2014 levels. The next opportunity to adjust your rates will be September 1, 2017.

WHAT HAPPENS NEXT?

The PUC will notify telephone companies of your desired rates and you will be compensated accordingly no later than July 1, 2015.

FUTURE REVISIONS TO CPI

The access line rates will be revised annually in March depending on whether the CPI changes for the previous year. If the CPI changes for the year 2017, you will receive a similar letter in March 2018.

See over...

City of League City

SECTION 1: Your 2016 city preferred rates are as follows:

Residential: \$1.42 Non-Residential: \$1.46 Point-to-Point: \$3.37

SECTION 2: Your default rates for 2017 are as follows. Note: These are higher than the 2016 rates due to the CPI inflation adjustment.

Residential: \$1.43 Non-Residential: \$1.47 Point-to-Point: \$3.39

To decline your default increase in rates, notify the PUC by completing the section below. You can mail or fax this page to the PUC. To accept rates in SECTION 2, no action is required.

I _____, Title _____, am an authorized representative for the City/Town/Village of _____. The City declines to accept the default rates indicated in SECTION 2 above. Instead, we choose the following rates: Residential _____; Non-Residential _____; Point-to-Point _____.

Date: _____

Signature: _____

Other Comments:

HOW TO RESPOND

Mail: Stephen Mendoza
Public Utility Commission
P.O. Box 13326
Austin, Texas 78711-3326

INQUIRIES

Inquiries only. NOT for sending your response.
HB1777@puc.texas.gov
Phone No: 512-936-7394

OR FAX TO Stephen Mendoza at: 512-936-7428

CITY CONTACT INFORMATION

Please notify us if the contact information we have on file for your city has changed. Thank you.

Phone No. 1 (281) 554-1368

Phone No. 2 _____

Fax No: _____

Email: rebecca.underhill@leaguecity.com

Address

REBECCA UNDERHILL DIRECTOR OF FINANCE
or current city official responsible for right-of-way issues
CITY OF LEAGUE CITY
300 W WALKER
LEAGUE CITY TX 77573