



May 15, 2017

Ms. Diana Cummings
Manager – Licensing & Regulatory Affairs
Office of Utilities Regulation
36 Trafalgar Road
Kingston 10.

Dear Ms. Cummings

Can-Cara Developments hereby apply for an increase in its water and sewerage rates and charges for services provided to schemes supplied by its Western Spanish Town and Meadows of Irwin facilities. Can-Cara Development applied for a rate increase in December 2013; and the Office of Utilities Regulation (OUR) approved a rate increase to Can-Cara Development Ltd in March 2014 (Document Number: 2014/WAS/001/DET.001).

We are asking for an increase in our rates within effective July 16, 2017 as presented in Table 1.

Table 1: Proposed Rates for Water and Sewerage at Western Spanish Town and Meadows of Irwin (Can-Cara Development)

Details	Can-Cara Development Proposed Rates
Residential Customer	
Service charge	739.28
0 to 14,000 litres	92.67
For the next 13,000 litres	163.41
For the next 14,000 litres	176.44
For the next 14,000 litres	225.22
For the next 36,000 litres	280.44
Over 91,000 litres	361.00
SEWERAGE RATE	
Service Charge	739.28
0 to 14,000 litres	84.11
For the next 13,000 litres	148.30
For the next 14,000 litres	160.13
For the next 14,000 litres	204.39
For the next 36,000 litres	254.51

Head Office: 10 Holborn Road, Kingston 10, Jamaica Tel: (876)929-4119, 926-3789 Fax: (876)968-3500 Email: ccdltd3@gmail.com

Branch Office: Irwin Estate, Irwin Montego Bay, St. James Tel: (876)601-2226 Email: ccdmoi2@gmail.com

Directors: Joseph Lincoln - Chairman/CEO, Howard Malcolm - Secretary, Howard Lammie, Donna Lincoln

Over 91,000 litres	327.65

Table 2 compares Can-Cara proposed water and sewerage rates with the National Water Commission current rates. Table 2 shows that Can-Cara's proposed rates are lower than NWC current rates (approved by OUR in December 2016).

TABLE 2: COMPARISON OF NWC CURRENT RATES (2016) VS CAN-CARA DEVELOPMENT PROPOSED WATER & SEWERAGE RATES

CONSUMPTION BANDS	NWC	CCDL	CCDL
(WATER)	New Rates/litre (2016)	Proposed Rates/litre (2017)	Current Rates/litre (2014)
Service Charge	778.19	739.28	581.48
0 to 14,000 litres	97.55	92.67	72.89
For the next 13,000 litres	172.01	163.41	128.53
For the next 14,000 litres	185.73	176.44	138.78
For the next 14,000 litres	237.07	225.22	177.14
For the next 36,000 litres	295.20	280.44	220.58
Over 91,000 litres	380.00	361.00	238.94
CONSUMPTION BANDS			
(SEWERAGE)			
Service Charge	778.19	739.28	581.48
0 to 14,000 litres	88.54	84.11	72.89
For the next 13,000 litres	156.11	148.30	128.53
For the next 14,000 litres	168.56	160.13	138.78
For the next 14,000 litres	215.15	204.39	177.14
For the next 36,000 litres	267.91	254.51	220.58
Over 91,000 litres	344.89	327.65	238.94

Table 3 compares Can-Cara proposed charges for various services including unmetered water and sewerage service charges, unmetered sewerage service charges, reconnection fees and fees for laid and unlaidd charges with the National Water Commission current charges for these services. Table 3 shows that Can-Cara's proposed charges are lower than NWC current charges (approved by OUR in December 2016).

TABLE 3: MISCELLANEOUS FEES

DETAILS	NWC CURRENT FEES (2016)	CAN-CARA PROPOSED FEES (2017)	CAN-CARA CURRENT FEES (2014)
Unmetered Water Supply and Sewerage Service Charge	2,974.21 – 5,570.17	\$3,077.48	\$2,622.40
Unmetered Sewerage Service including Service Charge	\$1773.71- \$3,008.78	\$1,879.92	\$1,601.94
Reconnection Fees			
Water	\$3,547- \$10,652	\$3,000 – \$6,000	\$1,500
Sewerage	\$3,547 -\$10,652	\$10,000	\$8,000
Laid Connection	Up to \$15,000	\$8,000	\$6,000
Unlaid Connection	Up to \$15,000	\$15,000	\$15,000

In regards to impact charges for certain new connections, Can-Cara will determine the rate on a contractual basis between the applicant and Can-Cara.

The increase in rates being sought is required to ensure that the revenues generated can cover the following items: (a) losses in earnings and increased costs resulting from a 20% increase in fuel costs in 2017, thereby increasing electricity costs, a 13% increase in the consumer price index (2013 Dec to 2017 March, STATIN) and 22% devaluation of the Jamaican Dollar with respect to the US Dollar (2013 Dec to 2017 May, BOJ); (b) loan repayments; (c) allow planned capital improvements (metering of properties served by the Meadows of Irwin facility); and (d) continue our efficient operations.

We look forward to your prompt and favourable response to our application for increased water and sewerage rates.

We thank you for your kind attention.

Yours sincerely
CAN-CARA Developments Ltd



Joseph Lincoln
Chairman