

**PROPOSED REGULATION OF THE
PUBLIC UTILITIES COMMISSION OF NEVADA**

LCB FILE NO. R006-26I

**The following document is the initial draft regulation proposed
by the agency submitted on 01/14/2026**

**PROPOSED REGULATION OF THE
PUBLIC UTILITIES COMMISSION OF NEVADA**

Docket No. 25-07002

January 14, 2026

Explanation – Matter in *italics* is new; matter in brackets ~~[omitted material]~~ is material to be omitted

AUTHORITY:

A REGULATION to implement Assembly Bill 449 (2025).

Section 1. NAC 704.584 is hereby amended to read as follows:

NAC 704.584 Gross domestic product deflator advice letter: Filing and contents; memorandum of recommendations. (NRS 703.025, 704.095, 704.210)

1. Except as otherwise provided in this subsection, on or before April 1 of each year, a utility may file a gross domestic product deflator advice letter. A utility may not file a gross domestic product deflator advice letter pursuant to this subsection if, within the preceding calendar year, the utility filed:

- (a) An application for a general rate change pursuant to NAC 704.586; or
- (b) An application to recover increased costs of fuel or power pursuant to NAC 704.595.
- 2. A gross domestic product deflator advice letter must include:
 - (a) A schedule of the proposed *rates or fees*~~for basic service and charges for a commodity~~;
 - (b) A comparison of~~the~~ existing *rates or fees*~~for service and charges for a commodity~~ and the proposed *rates or fees*~~for service and charges for a commodity~~;
 - (c) The dollar amount of the total increase or decrease in annual gross revenues expected to result from the proposed changes;
 - (d) The percentage amount of the total increase or decrease in annual gross revenues expected to result from the proposed changes;
 - (e) The dollar amount of the total increase or decrease in annual gross revenues expected to result from the proposed changes for each class or category of service or commodity;
 - (f) The percentage amount of the total increase or decrease in annual gross revenues expected to result from the proposed changes for each class or category of service or commodity;
 - (g) The number of customers at the time the gross domestic product deflator advice letter is filed to whom the proposed changes are expected to apply; and
 - (h) A copy of the workpapers that reflect the calculation of the proposed changes.

Section 2. NAC 704.6344 is hereby amended to read as follows:

NAC 704.6344 Applicability of certain provisions. (NRS 703.025, 704.110, 704.210) The provisions of NAC 704.63445, 704.6345 and 704.63455 apply only to a general rate case filed pursuant to NRS 704.110 by a utility that *meets the revenue threshold set forth in*

Sec. 1 of AB 449 (2025) [with respect to the provision of water or sewer service had an annual gross operating revenue of \$2,000,000 or more for at least 1 year during the immediately preceding 3 years]. If the utility furnishes both water and services for the disposal of sewage, its annual gross operating revenue for each service must be considered separately for determining whether the utility meets the requirements of this section for either service.