Austin WATER

Water Rates

Austin WATER

- **Cost of service allocation methodologies approved during 2009 Red Oak study continue to be utilized.**
- **Rate design policies approved by Council.**
  - Residential class remains below cost of service, but is transitioning to cost.
  - Multifamily and Wholesale at cost of service
  - Commercial and Large Volume currently at 7% above cost of service. A 1% transition to cost is proposed for FY 2013 to 6% above cost.
  - Changes: **Water Revenue Stability Fee eliminated**
New Fixed Charge Structure (All Classes)
New Reserve Fund

- **Peaking Factor Methodology:**
  - 3-year rolling average of NCPs continues
  - Dropped FY 2007-08
  - Added FY 2010-11

- **Variance in customer class percentage rate changes *partially* result from:**
  - Customer class variances between NCPs in FY 2007-08 and NCPs in FY 2010-11
  - Customer classes with higher than average change in NCPs will generally have a higher than average rate increase
  - Customer classes with lower than average change in NCPs will generally have a lower than average rate increase

NCP Comparison - Retail

	MAX DAY NCPs			MAX HOUR NCPs	
	COS 2011-12	COS 2012-13		COS 2011-12	COS 2012-13
Retail	3 Year Average FY 2007-08 to FY 2009-10	3 Year Average FY 2008-09 to FY 2010-11	Percent Change	3 Year Average FY 2007-08 to FY 2009-10	3 Year Average FY 2008-09 to FY 2010-11
Residential	168	176	4.8%	249	[illegible]
Multifamily	129	137	5.8%	191	204
Commercial	152	159	4.4%	225	234
Large Volume:					
Hospira	158	157	-0.6%	203	214
Spansion	131	128	-2.3%	184	200
Freescale	126	128	1.6%	186	188
Samsung	129	134	4.5%	202	197
Sematech	130	132	1.5%	192	194
University of Texas	148	159	8.2%	217	224
Retail Average	142	146	2.8%	207	213

NCP Comparison - Wholesale

Austin Water

	MAX DAY NCPs			MAX HOUR NCPs		
	[illegible]	[illegible]		[illegible]	[illegible]	
	3 Year Average FY 2007-08 to FY 2009-10	3 Year Average FY 2008-09 to FY 2010-11	Percent Change	3 Year Average FY 2007-08 to FY 2009-10	3 Year Average FY 2008-09 to FY 2010-11	Percent Change
Wholesale						
Creedmoor-Maha W.S.	148	160	7.5%	219	235	7.2%
High Valley W.S.C.	158	161	2.0%	234	247	5.5%
Lost Creek MUD	192	211	9.0%	284	311	9.7%
City of Manor	169	166	-2.0%	270	272	-1.6%
Manville WSC	231	249	7.2%	407	451	8.5%
Marsha W.S.C	159	163	2.5%	246	250	2.0%
Morningside	183	181	1.0%	310	313	1.0%
Night Hawk W.S.C.	134	169	2.1%	227	234	3.0%
North Austin MUD #1	166	177	6.2%	236	251	6.1%
Northtown MUD	163	163	5.4%	256	248	4.8%
Rivercrest MUD	205	222	7.7%	303	329	7.1%
Rollingwood, City of	190	211	5.7%	295	311	5.1%
Shady Hollow MUD	201	209	3.9%	297	307	3.3%
Sunset Valley, City of	158	170	7.1%	234	259	12.0%
Village of San Leanna	134	202	4.9%	277	330	15.0%
Travis Co. WCID #10	188	186	-1.1%	278	274	-1.5%
Wells Branch MUD	150	167	10.0%	221	247	10.5%
Windermere	520	436	-23.2%	259	800	0.0%
* Wholesale Average	177	187	5.4%	265	283	6.7%

Proposed FY 2013 Water Rates

Austin Water

(Includes Reserve Fund)

	% Revenue Change
Residential	6.5%
Multifamily	7.5%
Commercial	6.2%
Large Volume	3.5%
Wholesale	7.7%
Systemwide Water (With Reserve Fund)	6.5%

Historical Forecasts without Reserve	Forecast 04/2010	Forecast 04/2011	Forecast 04/2012	Budget 07/2012
Fiscal Year	2013	2013	2013	2013
Water:	6.6%	11.2%	6.6%	5.0%
Wastewater:	4.3%	3.6%	4.6%	6.0%
Combined:	5.5%	7.6%	5.6%	5.5%

Proposed FY 2013 Water Rates

• See handouts

Wastewater Rates

- Cost of service allocation methodologies approved during 2009 Red Oak study continue to be utilized.
- No change to rate design policies approved by Council.
  - All customer classes remain at cost of service

Proposed FY 2013 WW Rates

	Current 2012	Proposed 2013	% Revenue Change
Minimum Charge	$9.25	$10.00	7.4%
Residential			7.5%
0 – 2,000 Gals	$3.79	$4.31	
2,001 – Over Gals.	$8.38	$8.92	
Multifamily	$7.71	$8.21	6.0%
Commercial	$7.81	$8.23	5.0%
Large Volume (varies – see next slides)			3.8%
Wholesale (varies – see next slides)			5.0%
Systemwide			6.0%

Proposed FY 2013 WW Rates

Large Volume Detail

Austin Water
Clearly Reliable

	Current 2012	Proposed 2013	% Revenue Change
Systemwide Wastewater (All Classes)			6.0%
Average Large Volume			3.8%
Freescale	$ 7.19	$ 7.67	6.1%
Hospira	$ 7.59	$ 8.01	5.0%
Samsung	$ 6.80	$ 6.93	1.8%
Sematech	$ 6.86	$ 7.70	11.3%
Spansion	$ 6.73	$ 7.06	4.5%
UT Austin	$ 7.65	$ 8.21	6.7%

Proposed FY 2013 WW Rates

Wholesale Detail

Austin Water
Clearly Reliable

	Current 2012	Proposed 2013	% Revenue Change
Systemwide Water (All Classes)			6.0%
Average Wholesale			5.0%
Comanche Canyon (WCID 17)	$3.86	$3.89	0.7%
Manor, City of	$5.13	$5.48	6.3%
North Austin MUD	$5.19	$5.52	5.9%
Northtown MUD	$5.11	$5.41	5.4%
Rollingwood, City of	$5.18	$5.45	4.0%
Shady Hollow MUD	$5.16	$5.44	4.8%
Sunset Valley, City of	$5.17	$5.44	4.8%
Steiner Ranch (WCID 17)	$3.74	$3.88	3.5%
Wells Branch MUD	$5.19	$5.41	3.9%
Westlake Hills, City of	$4.90	$5.37	8.8%

Large Volume & Wholesale Rate Questions?

Additional Information or Questions

Michael Castillo 972-0332
Utility Budget & Finance Manager

Robert Rowan 972-0394
Utility Financial Manager

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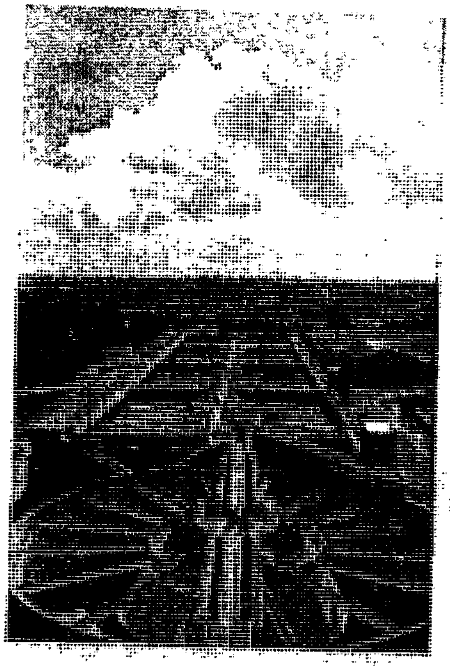
EXHIBIT F



Austin Water Clearly Reliable

Austin Water Utility
Wholesale Customer Briefing

Proposed Budget & Service Rates
FY 2013-14

August 13, 2013

Austin Water Clearly Reliable

Proposed Budget Update
FY 2013-14

Sources and Uses of Funds

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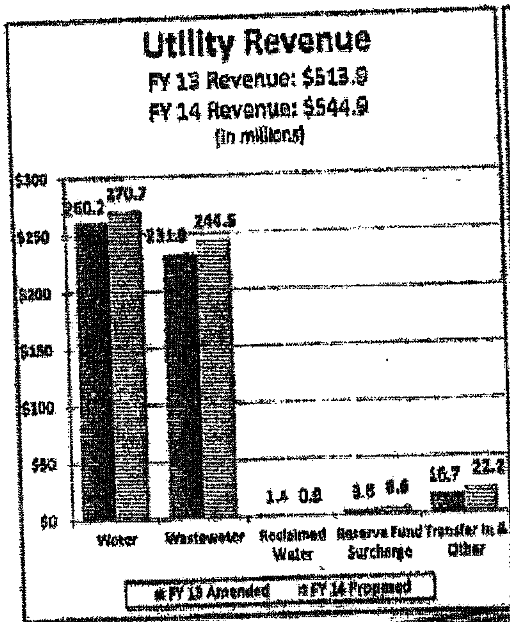
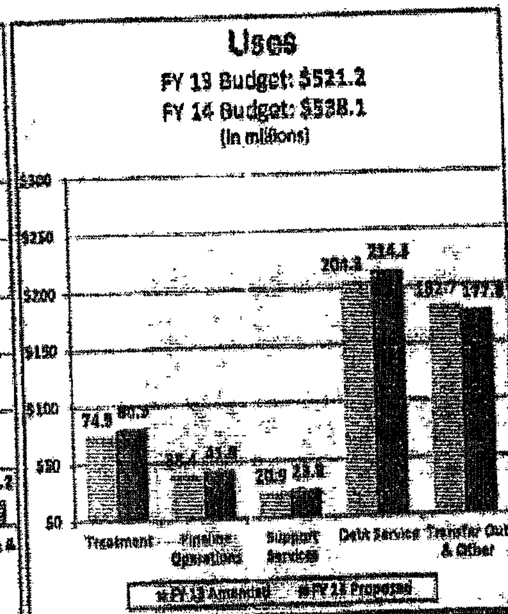




Revenue Highlights

Austin WATER Clearly Reliable

- Water Service - $10.5 million increase
  - Proposed 7.4% water rate revenue increase
  - 12-Month Stage 2 Water restrictions in FY 2014
- Wastewater Services - $12.7 million increase
  - Proposed 2.3% wastewater rate revenue increase
- Water Reserve Fund, Capital Recovery Fee & Other
  - $8.3 million increase

Budget Highlights

Austin Water
Clearly Reliable

- Cost Increases
  - Debt Service Requirements - $10.0 million
  - Variable rate debt and commercial paper admin expenses - $3.9 million
  - Transfer to General Fund - $3.4 million
  - Electricity services and Chemicals - $3.2 million
  - Public Works Street Cut Repair and Paving - $2.7 million
  - Transfer to Water Revenue Stability Reserve Fund - $2.5 million
  - General contract services and maintenance - $2.0 million
  - Transfer to Reclaimed Water Fund - $1.8 million
  - Employee compensation adjustment and Health Insurance - $1.6 million
  - City Administrative Support - $0.8 million
  - Transfer to Economic Development Fund - $0.6 million
  - Private lateral grants program - $0.5 million

Budget Highlights

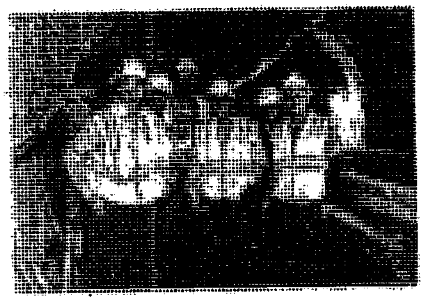
Austin Water
Clearly Reliable

- Cost Savings
  - Transfer to CIP funds – ($16.2) million
  - AE Billing and Customer Care – ($1.3) million
  - Transfer to Sustainability Fund – ($1.3) million
  - 311 System Support – ($0.7) million
  - Fleet Fuel and Maintenance – ($0.3) million

Austin Water — Clearly Reliable

Budget Highlights

- Staffing Plan
  - 46.25 new FTEs to support new facility operations, Public Health and Safety Initiatives, and to enhance Asset Management, Industry Best Practices, and Administrative Efficiency - $2.8 million
  - 17 new FTEs for Water Treatment Plant 4 operations and maintenance - $0.9 million



Austin Water — Clearly Reliable

Fund Summary

(in Millions)	FY 12 Actual	FY 13 Estimated	FY 14 Proposed
Beginning Balance	$71.7	$72.9	$51.9
Revenue	491.9	488.2	531.2
Transfer In	4.6	7.0	13.7
Available Funds	$496.5	$495.2	$544.9
Operating Requirements	171.5	200.3	208.0
Debt Service	184.6	204.9	214.3
Transfer Out	100.6	111.0	115.8
Total Requirements	$456.7	$516.2	$538.1
Excess (Deficiency)	(0.2)	(21.0)	6.8
Ending Balance	$72.9*	$51.9	$58.7
FTEs	1,069.10	1,094.10	1,157.35

** Includes Adjustment to GAAP of $1.4 million in FY 2012*

Capital Improvement Program

Austin WATER Clearly Reliable

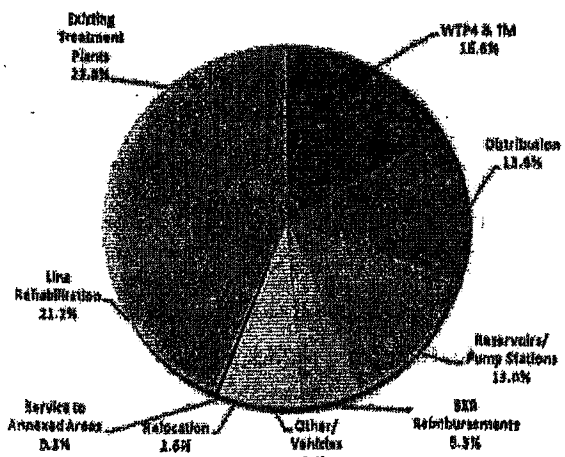
$985.7 Million 5-Year Capital Spending Plan

($ in millions)	2014	2015	2016	2017	2018	Total
Water	$164.3	$90.4	$90.2	$76.7	$79.5	$501.1
Wastewater	65.0	105.6	86.5	101.7	85.9	444.7
Reclaimed	8.0	8.2	10.0	8.8	4.9	39.9
Combined	$237.3	$204.2	$186.7	$187.2	$170.3	$985.7

Proposed 5-Year CIP Spending Plan Water Utility - $501.1 Million

Austin WATER Clearly Reliable

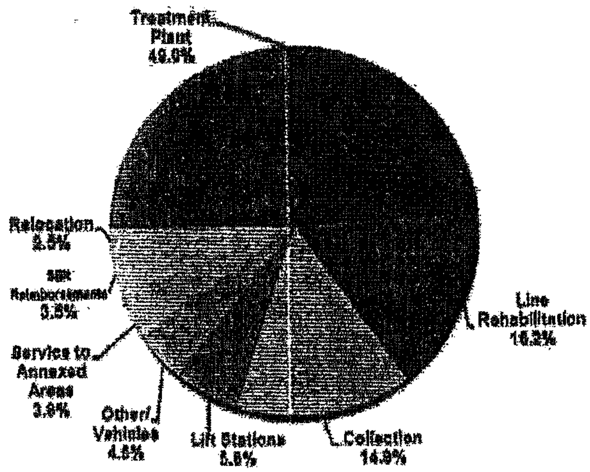
	($ in Millions)
Existing Treatment Plants	$ 114.5
Line Rehabilitation	106.3
WTP4 & Related TM	83.3
Distribution (except WTP4 TM)	69.6
Reservoirs/Pump Stations	64.9
S&R Reimbursements	26.4
Other/Vehicles	22.3
Relocations	12.8
Service to Annexed Areas	1.0
Total FY 2014-18 Plan:	$501.1



Proposed 5-Year CIP Spending Plan Wastewater Utility - $444.7 Million

Austin WATER Clearly Reliable

	($ in Millions)
Existing Treatment Plants	$217.9
Line Rehabilitation	72.0
Collection	66.1
Lift Stations	24.9
Other/Vehicles	20.2
Service to Annexed Areas	17.0
SER Reimbursements	15.5
Relocations	11.1
Total FY 2014-18 Plan:	$444.7



Service Rate Increase - 2014 Proposed

Austin WATER Clearly Reliable

- Proposed Service Rate Revenue Increases

	Proposed 2014
Water:	7.4%
Wastewater:	2.3%
Reclaimed:	16.3%
Combined:	4.9%

- Additional: Revenue Stability Reserve Fund Surcharge increased from $0.12 to $0.15 / 1,000 Gallons

Water Rate Design

Austin WATER Clearly Reliable

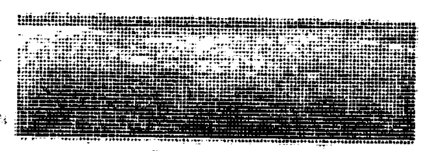
- Maintains Joint Committee recommendations approved by Council
  - System-wide fixed revenue goal at 20%
  - Residential tiered fixed minimum charge
  - Volumetric block rates to maintain current $11.00 spread between blocks 1 and 5
  - Revenue stability reserve fund surcharge to build reserve fund
  - Operating reserves target of 60 days of operating costs

- 1% transition of residential class to cost of service in 2014 with full cost of service achieved in 2019

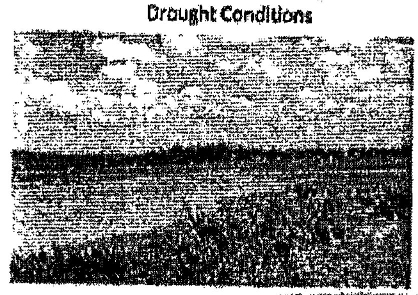
Other Utility Topics

Austin WATER Clearly Reliable

- Drought Response
  - Current drought since 2008
  - Lake system at 36% full
  - Inflows into lake system are lower than drought of record
  - Mandatory Stage II water restrictions for 23 of the last 24 months
  - Stage III triggers when lake capacity drops to 30% full
- Austin Water will continue to proactively respond to current and probably worsening drought conditions



Drought Conditions



Austin WATER Clearly Reliable

Budget Questions?

Austin WATER Clearly Reliable

Cost of Service & Rate Design FY 2013-14

Water Rates

- **Cost of service allocation methodologies approved during 2009 Red Oak study continue to be utilized.**
- **Rate design policies approved by Council.**
  - Residential class remains below cost of service, but is transitioning to cost.
  - Multifamily and Wholesale at cost of service
  - Commercial and Large Volume currently at 6% above cost of service. A 1% transition to cost is proposed for FY 2014 to 5% above cost.

- **Peaking Factor Methodology:**
  - 3-year rolling average of NCPs continues
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  - Added FY 2011-12
- **Variance in customer class percentage rate changes *partially* result from:**
  - Customer class variances between NCPs in FY 2008-09 and NCPs in FY 2011-12
  - Customer classes with higher than average change in NCPs will generally have a higher than average rate increase
  - Customer classes with lower than average change in NCPs will generally have a lower than average rate increase

NCP Comparison - Retail

	MAX DAY NCPs			MAX HOUR NCPs	
	COS 2012-13 3 Year Average FY 2008-09 to FY 2010-11	COS 2013-14 3 Year Average FY 2009-10 to FY 2011-12	Percent Change	COS 2012-13 3 Year Average FY 2008-09 to FY 2010-11	COS 2013-14 3 Year Average FY 2009-10 to FY 2011-12
Retail					
Residential	176	169	-4.1%	263	253
Multifamily	137	135	-1.5%	201	202
Commercial	169	177	10.2%	234	220
Large Volume:					
Hospira	157	270	43.7%	214	221
Spansion	128	131	2.3%	200	196
Freescale	128	125	-2.4%	188	187
Samsung	134	139	3.6%	197	206
Novati	132	133	0.8%	194	200
University of Texas	158	150	-5.0%	234	225
Retail Average	148	160	6.9%	213	213

NCP Comparison - Wholesale

Austin WATER Clearly Reliable

Wholesale	MAX DAY NCPs: COS 2012-13 3 Year Average FY 2008-09 to FY 2010-11	MAX DAY NCPs: COS 2013-14 3 Year Average FY 2009-10 to FY 2011-12	MAX DAY NCPs: Percent Change	MAX HOUR NCPs: COS 2012-13 3 Year Average FY 2008-09 to FY 2010-11	MAX HOUR NCPs: COS 2013-14 3 Year Average FY 2009-10 to FY 2011-12	MAX HOUR NCPs: Percent Change
Creedmoor-Maha W.S.	160	155	-3.2%	236	231	-2.2%
High Valley W.S.C.	169	163	-3.1%	247	244	-1.2%
Lost Creek MUD	211	213	0.9%	311	318	2.2%
City of Manor	168	164	-2.4%	272	239	-13.6%
Manville WSC	249	247	-0.8%	361	371	2.7%
Marsha W.S.C.	163	158	-3.2%	263	236	-7.2%
Morningside	191	178	-7.3%	313	382	10.1%
Night Hawk W.S.C.	159	162	1.8%	234	275	14.0%
North Austin MUD #1	177	176	-0.6%	261	263	0.8%
Northtown MUD	168	167	-0.6%	248	250	0.8%
Rivercrest MUD	223	207	-7.2%	326	309	-5.6%
Rollingwood, City of	211	228	8.2%	311	344	9.6%
Shady Hollow MUD	209	210	0.5%	307	314	2.2%
Sunset Valley, City of	170	178	4.5%	269	267	-0.7%
Village of San Leanna	202	198	-2.0%	320	290	-7.4%
Travis Co. WCID #10	186	188	1.1%	274	281	2.5%
Wells Branch MUD	167	167	0.0%	247	250	1.2%
Windermere	422	383	-10.2%	800	700	-14.3%
* Wholesale Average	187	186	-0.5%	282	287	1.7%

Proposed FY 2014 Water Rates

(Includes Reserve Fund)

Austin WATER Clearly Reliable

	% Rate Revenue Change
Residential	8.8%
Residential CAP	8.5%
Multifamily	5.7%
Commercial	8.2%
Large Volume	7.6%
Retail Water	8.0%
Wholesale	3.6%
Systemwide Water (With Reserve Fund)	7.7%

Proposed FY 2014 Water Rates

Austin WATER Clearly Reliable

- See handout

Austin WATER Clearly Reliable

Wastewater Rates

Austin Water — Clearly Reliable

- Cost of service allocation methodologies approved during 2009 Red Oak study continue to be utilized.

- No change to rate design policies approved by Council.
  - All customer classes remain at cost of service

Proposed FY 2014 WW Rates

Austin Water — Clearly Reliable

	Current 2013	Proposed 2014	% Rate Rev Change
Minimum Charge	$10.00	$10.00	0.0%
Residential			0.2%
0 – 2,000 Gals	$4.31	$4.32	
2,001 – Over Gals.	$8.92	$8.94	
Multifamily	$8.21	$8.62	4.5%
Commercial	$8.23	$8.55	3.5%
Large Volume (varies – see next slides)			5.0%
Retail Wastewater			2.4%
Wholesale (varies – see next slides)			2.0%
Systemwide Wastewater			2.3%

Proposed FY 2014 WW Rates

Austin WATER Clearly Reliable

Large Volume Detail

	Current 2013	Proposed 2014	% Rate Rev Change
Systemwide Wastewater (All Classes)			2.3%
Average Large Volume			5.0%
Freescale	$ 7.87	$ 8.03	4.3%
Hospira	$ 8.01	$ 8.19	2.0%
Samsung	$ 6.98	$ 7.40	6.3%
Novati	$ 7.19	$ 7.36	2.2%
Spansion	$ 7.08	$ 7.36	3.9%
UT Austin	$ 8.21	$ 8.55	3.8%

Proposed FY 2014 WW Rates

Austin WATER Clearly Reliable

Wholesale Detail

	Current 2013	Proposed 2014	% Rate Rev Change
Systemwide Wastewater (All Classes)			2.3%
Average Wholesale			2.0%
Comanche Canyon (WCID 17)	$3.60	$4.00	2.8%
Manor, City of	$5.48	$5.61	2.2%
North Austin MUD	$5.62	$5.69	1.2%
Northtown MUD	$5.41	$5.54	2.2%
Rollingwood, City of	$5.45	$5.58	2.2%
Shady Hollow MUD	$5.44	$5.60	2.7%
Sunset Valley, City of	$5.44	$5.52	1.3%
Steiner Ranch (WCID 17)	$3.88	$4.00	2.8%
Wells Branch MUD	$5.41	$5.56	2.4%
Westlake Hills, City of	$5.97	$5.64	2.9%

Austin Water Clearly Reliable

Wholesale Customer Rate Questions?

Austin Water Clearly Reliable

Additional Information or Questions

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CITY OF AUSTIN, TEXAS
AUSTIN WATER UTILITY

2014 Water Rate Change Implementation
Subsidy Reduced From 6% to 5%
(Rates Effective November 1, 2013)

DRAFT SUBJECT TO CHANGE

(1) Capped at Commercial rate
(2) Off-Peak (November 1st through June 30th bills)
(3) Peak (July 1st through October 31st bills)

	Cost of Service Revenue				Revenue from Rates (Existing vs Proposed)				Volumetric Rate (Existing vs Proposed)			
									Existing (Prior Year)		Proposed	
	At COS	6% to 5% Subsidy	Dollar Variance	Percent Variance	Existing (Prior Year) 6% Subsidy	Proposed 5% Subsidy	Dollar Variance	Percent Variance	Off Peak (2) or Uniform	Peak (3)	Off Peak (2) or Uniform	Peak (3)
Retail Water:												
Residential												
Block 1 - 0 to 2,000 gallons					$ 5,323,584	$ 7,624,820	$ 2,301,256	43.2%	$1.25		$1.64	
Block 2 - 2,001 to 6,000 gallons					16,975,720	20,239,242	3,263,523	19.2%	2.90		3.39	
Block 3 - 6,001 to 11,000 gallons					19,067,519	20,915,727	1,848,208	9.7%	5.60		6.20	
Block 4 - 11,001 to 20,000 gallons					19,633,126	20,677,939	1,044,813	5.3%	8.40		9.35	
Block 5 - 20,001 gallons and up					16,167,126	16,867,378	700,253	4.3%	12.25		12.84	
Residential Volume w/o Reserve					$ 77,307,055	$ 86,465,107	$ 9,153,052	11.8%				
Residential Fixed Charges					31,823,915	31,992,316	168,401	0.5%				
Residential Reserve Fund (all volumes)					2,058,155	2,526,117	467,962	22.7%	0.12		0.15	
Residential Total	$121,674,423	$118,397,423	$ (3,277,000)	-2.7%	$111,196,098	$120,923,540	$ 9,917,442	8.6%				
Residential CAP												
Block 1 - 0 to 2,000 gallons					$ 170,630	$ 217,836	$ 47,206	27.7%	$1.00		$1.30	
Block 2 - 2,001 to 6,000 gallons					548,079	615,251	67,172	12.3%	2.25		2.55	
Block 3 - 6,001 to 11,000 gallons					537,477	575,215	37,738	7.0%	3.90		4.20	
Block 4 - 11,001 to 20,000 gallons					645,162	668,632	23,470	3.6%	7.50		7.80	
Block 5 - 20,001 gallons and up					659,398	688,359	28,961	4.4%	12.25		12.64	
Residential CAP Volume w/o Reserve					$ 2,560,745	$ 2,765,292	$ 204,547	8.0%				
Residential Fixed Charges					0	0	0	0.0%				
Residential Reserve Fund (all volumes)					83,024	102,057	19,033	22.9%	0.12		0.15	
Residential Total	$ 4,634,643	$ 2,765,292	$ (1,869,351)	-40.3%	$ 2,643,769	$ 2,867,349	$ 223,580	8.5%				
Multifamily Volume w/o Reserve					$ 34,553,476	$ 37,594,958	$ 3,041,479	8.8%	$ 3.99	$ 4.40	$4.38	$4.82
Multifamily Fixed Charges					8,610,049	7,845,912	(764,137)	-8.9%				
Multifamily Reserve Fund					1,031,756	1,260,386	228,630	22.8%	0.00	0.00	0.00	0.00
Multifamily Total	$ 45,113,714	$ 45,440,867	$ 327,153	0.7%	$ 44,195,281	$ 46,671,253	$ 2,505,972	5.7%	$ 3.99	$ 4.40	$ 4.38	$ 4.82
Commercial Volume w/o Reserve					$ 55,455,233	$ 62,225,391	$ 6,770,158	12.2%	$ 4.73	$ 5.22	$5.38	$5.91
Commercial Fixed Charges					13,110,055	11,769,002	(1,341,053)	-10.2%				
Commercial Reserve Fund					1,350,145	1,656,126	305,981	22.7%	0.00	0.00	0.00	0.00
Commercial Total	$ 69,372,236	$ 73,394,393	$ 4,022,157	5.7%	$ 69,915,434	$ 75,650,519	$ 5,735,086	8.2%	$ 4.73	$ 5.22	$ 5.38	$ 5.91

	Cost of Service Revenue				Revenue from Rates (Existing vs Proposed)				Volumetric Rate (Existing vs Proposed)			
									Existing (Prior Year)		Proposed	
	At COS	6% to 5% Subsidy	Dollar Variance	Percent Variance	Existing (Prior Year) 6% Subsidy	Proposed 5% Subsidy	Dollar Variance	Percent Variance	Off Peak (2) or Uniform	Peak (3)	Off Peak (2) or Uniform	Peak (3)
Large Volume:												
Freescale Volume w/o Reserve					$ 2,490,560	$ 2,765,972	$ 275,412	11.1%	$ 3.89	$ 4.28	$4.36	$4.79
Freescale Fixed Charges					491,984	357,704	(134,280)	-27.3%				
Freescale Reserve Fund					74,400	91,320	16,920	22.7%	0.00	0.00	0.00	0.00
Freescale Total	$ 2,953,471	$ 3,123,676	$ 170,205	5.8%	$ 3,056,944	$ 3,214,996	$ 158,132	5.2%	$ 3.89	$ 4.28	$ 4.35	$ 4.79
Hospira Volume w/o Reserve					$ 411,810	$ 468,137	$ 56,327	13.7%	$ 4.69	$ 5.17	$5.38	$5.91
Hospira Fixed Charges					71,952	60,567	(11,385)	-15.8%				
Hospira Reserve Fund					10,236	12,642	2,406	23.5%	0.00	0.00	0.00	0.00
Hospira Total	(1) $ 614,442	$ 528,704	$ (85,738)	-14.0%	$ 493,997	$ 541,346	$ 47,349	9.6%	$ 4.69	$ 5.17	$ 5.39	$ 5.91
Samsung Volume w/o Reserve					$ 5,965,400	$ 7,049,710	$ 1,084,310	18.2%	$ 3.83	$ 4.23	$4.60	$5.06
Samsung Fixed Charges					1,280,256	911,591	(368,665)	-28.8%				
Samsung Reserve Fund					180,000	221,250	41,250	22.9%	0.00	0.00	0.00	0.00
Samsung Total	$ 7,524,752	$ 7,961,301	$ 436,549	5.8%	$ 7,425,656	$ 8,182,551	$ 756,895	10.2%	$ 3.83	$ 4.23	$ 4.60	$ 5.06
Novati Volume w/o Reserve					$ 284,412	$ 323,155	$ 38,744	13.6%	$ 4.03	$ 4.44	$4.65	$5.11
Novati Fixed Charges					63,552	41,827	(21,725)	-34.2%				
Novati Reserve Fund					8,163	10,003	1,835	22.5%	0.00	0.00	0.00	0.00
Novati Total	$ 345,193	$ 364,982	$ 19,789	5.7%	$ 356,123	$ 374,985	$ 18,852	5.3%	$ 4.03	$ 4.44	$ 4.65	$ 5.11
Spansion Volume w/o Reserve					$ 1,630,082	$ 1,834,295	$ 204,213	12.5%	$ 3.93	$ 4.34	$4.48	$4.92
Spansion Fixed Charges					317,304	237,224	(80,080)	-25.2%				
Spansion Reserve Fund					48,021	58,988	10,987	22.8%	0.00	0.00	0.00	0.00
Spansion Total	$ 1,958,609	$ 2,071,519	$ 112,911	5.8%	$ 1,995,408	$ 2,130,507	$ 135,099	6.8%	$ 3.93	$ 4.34	$ 4.48	$ 4.92
UT Austin Volume w/o Reserve					$ 2,251,869	$ 2,380,512	$ 128,643	5.7%	(1) $ 4.73	$ 5.22	$5.04	$5.54
UT Austin Fixed Charges					354,756	307,641	(46,915)	-13.2%				
UT Austin Reserve Fund					54,963	67,289	12,326	22.4%	0.00	0.00	0.00	0.00
UT Austin Total	$ 2,542,054	$ 2,688,353	$ 146,299	5.8% (1)	$ 2,661,587	$ 2,755,642	$ 94,055	3.5%	$ 4.73	$ 5.22	$ 5.04	$ 5.54
LV Total Volume w/o Reserve					$ 13,034,132	$ 14,821,781	$ 1,787,648	13.7%				
LV Total Fixed Charges					2,579,724	1,916,754	(662,970)	-25.7%				
LV Total Reserve Fund					375,788	461,492	85,704	22.8%				
LV Combined Total	$ 15,938,521	$ 16,738,535	$ 800,014	5.0%	$ 15,989,645	$ 17,200,027	$ 1,210,382	7.6%				
Retail Total Volume w/o Reserve					$182,910,642	$203,872,528	$20,961,886	11.5%				
Retail Total Fixed Charges					56,123,744	53,463,984	(2,659,760)	-4.7%				
Retail Total Reserve Fund					4,868,868	5,976,179	1,107,310	22.7%				
Retail Combined Total	$257,323,538	$257,336,511	$ 2,973	0.0%	$243,903,253	$263,312,689	$19,409,436	8.0%				

	Cost of Service Revenue				Revenue from Rates (Existing vs Proposed)				Volumetric Rate (Existing vs Proposed)			
									Existing (Prior Year)		Proposed	
	At COS	6% to 5% Subsidy	Dollar Variance	Percent Variance	Existing (Prior Year) 6% Subsidy	Proposed 5% Subsidy	Dollar Variance	Percent Variance	Off Peak (2) or Uniform	Peak (2)	Off Peak (2) or Uniform	Peak (2)
Wholesale:												
Creedmoor Volume w/o Reserve					$ 270,687	$ 296,028	$ 25,141	9.3%	$ 3.21		$3.59	
Creedmoor Fixed Charges					52,680	36,774	(15,906)	-30.2%				
Creedmoor Reserve Fund					10,128	12,483	2,357	23.3%	0.00		0.00	
Creedmoor Total	$ 333,169	$ 332,802	$ (266)	-0.1%	$ 333,690	$ 345,285	$ 11,592	3.5%	$ 3.21		$ 3.53	
High Valley Volume w/o Reserve					$ 21,869	$ 23,232	$ 1,429	6.6%	$ 3.32		$3.58	
High Valley Fixed Charges					4,020	2,876	(1,144)	-28.5%				
High Valley Reserve Fund					783	967	179	22.7%	0.00		0.00	
High Valley Total	$ 26,152	$ 26,108	$ (24)	-0.1%	$ 26,611	$ 27,075	$ 464	1.7%	$ 3.32		$ 3.58	
Lost Creek Volume w/o Reserve					$ 1,127,747	$ 1,212,131	$ 84,384	7.5%	$ 3.82		$4.14	
Lost Creek Fixed Charges					211,284	143,761	(61,523)	-29.1%				
Lost Creek Reserve Fund					35,426	43,337	7,911	22.3%	0.00		0.00	
Lost Creek Total	$ 1,351,001	$ 1,351,892	$ 891	0.1%	$ 1,374,457	$ 1,405,229	$ 30,772	2.2%	$ 3.82		$ 4.14	
Manor Volume w/o Reserve					$ 48	$ 55	$ 7	14.0%	$ 4.51		$4.51	
Manor Fixed Charges					408	419	11	2.7%				
Manor Reserve Fund					0	0	0	0.0%	0.00		0.00	
Manor Total	$ 474	$ 474	$ 0	0.0%	$ 456	$ 474	$ 19	3.9%	$ 4.51		$ 4.51	
Manville Volume w/o Reserve					$ -	$ -	$ -	0.0%	$ 4.29		$3.48	
Manville Fixed Charges					0	0	0	0.0%				
Manville Reserve Fund					0	0	0	0.0%	0.00		0.00	
Manville Total	$ -	$ -	$ -	0.0%	$ -	$ -	$ -	0.0%	$ 4.29		$ -	
Marsha Volume w/o Reserve					$ 35,786	$ 38,291	$ 2,505	7.0%	$ 3.27		$3.52	
Marsha Fixed Charges					6,300	4,738	(1,562)	-24.8%				
Marsha Reserve Fund					1,312	1,613	301	22.9%	0.00		0.00	
Marsha Total	$ 43,067	$ 43,029	$ (38)	-0.1%	$ 43,398	$ 44,642	$ 1,244	2.6%	$ 3.27		$ 3.52	
Morningside Volume w/o Reserve					$ 4,740	$ 4,916	$ 176	3.7%	$ 3.95		$4.11	
Morningside Fixed Charges					480	612	132	27.5%				
Morningside Reserve Fund					144	177	33	22.9%	0.00		0.00	
Morningside Total	$ 5,524	$ 5,529	$ 4	0.1%	$ 5,364	$ 5,705	$ 341	6.4%	$ 3.95		$ 4.11	

Water Option 03.xls

	Cost of Service Revenue				Revenue from Rates (Existing vs Proposed)				Volumetric Rate (Existing vs Proposed)			
									Existing (Prior Year)		Proposed	
	At COS	0% to 5% Subsidy	Dollar Variance	Percent Variance	Existing (Prior Year) 5% Subsidy	Proposed 5% Subsidy	Dollar Variance	Percent Variance	Off Peak (2) or Uniform	Peak (3)	Off Peak (2) or Uniform	Peak (3)
Nighthawk Volume w/o Reserve					$ 36,615	$ 40,545	$ 3,930	10.7%	$ 3.23		$3.61	
Nighthawk Fixed Charges					6,432	4,991	(1,441)	-22.4%				
Nighthawk Reserve Fund					1,360	1,671	311	22.9%	0.00		0.00	
Nighthawk Total	$ 45,553	$ 45,536	$ (17)	0.0%	$ 44,407	$ 47,207	$ 2,800	6.3%	$ 3.23		$ 3.61	
North Austin Volume w/o Reserve					$ 1,375,096	$ 1,474,675	$ 99,579	7.2%	$ 3.48		$3.76	
North Austin Fixed Charges					250,032	181,532	(68,500)	-27.4%				
North Austin Reserve Fund					47,417	58,085	10,668	22.5%	0.00		0.00	
North Austin Total	$ 1,656,585	$ 1,656,177	$ (408)	0.0%	$ 1,672,545	$ 1,714,262	$ 41,717	2.5%	$ 3.48		$ 3.76	
Northtown Volume w/o Reserve					$ 1,024,927	$ 1,112,763	$ 87,836	8.6%	$ 3.31		$3.62	
Northtown Fixed Charges					187,908	136,879	(51,029)	-27.2%				
Northtown Reserve Fund					37,155	45,659	8,503	22.9%	0.00		0.00	
Northtown Total	$ 1,249,411	$ 1,249,642	$ 231	0.0%	$ 1,249,990	$ 1,295,300	$ 45,310	3.6%	$ 3.31		$ 3.62	
Rivercrest Volume w/o Reserve					$ 447,356	$ 459,135	$ 11,779	2.6%	$ 4.11		$4.23	
Rivercrest Fixed Charges					78,168	56,872	(21,296)	-27.2%				
Rivercrest Reserve Fund					13,062	16,007	2,945	22.5%	0.00		0.00	
Rivercrest Total	$ 515,829	$ 516,007	$ 178	0.0%	$ 538,586	$ 532,014	$ (6,572)	-1.2%	$ 4.11		$ 4.23	
Rollingwood Volume w/o Reserve					$ 516,342	$ 577,217	$ 60,875	11.8%	$ 3.84		$4.35	
Rollingwood Fixed Charges					96,984	71,233	(25,751)	-26.6%				
Rollingwood Reserve Fund					16,133	19,716	3,583	22.2%	0.00		0.00	
Rollingwood Total	$ 648,701	$ 648,450	$ (251)	0.0%	$ 629,459	$ 668,166	$ 38,707	6.1%	$ 3.84		$ 4.35	
Shady Hollow Volume w/o Reserve					$ 883,317	$ 960,802	$ 77,485	8.8%	$ 3.77		$4.14	
Shady Hollow Fixed Charges					165,456	118,222	(47,234)	-28.5%				
Shady Hollow Reserve Fund					28,116	34,398	6,282	22.3%	0.00		0.00	
Shady Hollow Total	$ 1,078,005	$ 1,079,024	$ 1,019	0.1%	$ 1,076,889	$ 1,113,422	$ 36,533	3.4%	$ 3.77		$ 4.14	
Sunset Valley Volume w/o Reserve					$ 367,628	$ 403,722	$ 36,094	9.8%	$ 3.47		$3.85	
Sunset Valley Fixed Charges					61,476	49,959	(11,517)	-18.7%				
Sunset Valley Reserve Fund					12,712	15,562	2,850	22.4%	0.00		0.00	
Sunset Valley Total	$ 454,054	$ 453,681	$ (373)	-0.1%	$ 441,816	$ 469,243	$ 27,427	6.2%	$ 3.47		$ 3.85	

	Cost of Service Revenue				Revenue from Rates (Existing vs Proposed)				Volumetric Rate (Existing vs Proposed)			
									Existing (Prior Year)		Proposed	
	At COS	6% to 5% Subsidy	Dollar Variance	Percent Variance	Existing (Prior Year) 6% Subsidy	Proposed 5% Subsidy	Dollar Variance	Percent Variance	Off Peak (2) or Uniform	Peak (2)	Off Peak (2) or Uniform	Peak (2)
Village San L Volume w/o Reserve					$ 19,250	$ 20,308	$ 1,058	5.5%	$ 3.65		$4.08	
Village San L Fixed Charges					3,343	2,501	(847)	-25.3%				
Village San L Reserve Fund					600	738	138	23.0%	0.00		0.09	
Village San L Total	$ 22,797	$ 22,809	$ 12	0.1%	$ 23,198	$ 23,547	$ 349	1.5%	$ 3.65		$ 4.18	
WCID 10 Volume w/o Reserve					$ 3,012,869	$ 3,366,889	$ 354,020	11.8%	$ 3.43		$3.68	
WCID 10 Fixed Charges					584,398	414,416	(169,982)	-29.1%				
WCID 10 Reserve Fund					105,407	129,087	23,680	22.4%	0.00		0.00	
WCID 10 Total	$ 3,785,150	$ 3,781,305	$ (3,845)	-0.1%	$ 3,702,684	$ 3,910,312	$ 207,648	5.6%	$ 3.43		$ 3.68	
Wells Branch Volume w/o Reserve					$ 1,724,413	$ 1,845,808	$ 121,393	7.0%	$ 3.33		$3.59	
Wells Branch Fixed Charges					317,400	226,991	(90,409)	-28.5%				
Wells Branch Reserve Fund					62,141	76,148	14,007	22.5%	0.00		0.00	
Wells Branch Total	$ 2,073,710	$ 2,072,797	$ (913)	0.0%	$ 2,103,954	$ 2,148,945	$ 44,991	2.1%	$ 3.33		$ 3.59	
Windermere Volume w/o Reserve					$ 42,840	$ 42,840	$ -	0.0%	$ 7.14		$7.14	
Windermere Fixed Charges					7,608	5,276	(2,332)	-30.7%				
Windermere Reserve Fund					720	885	165	22.9%	0.00		0.00	
Windermere Total	$ 49,104	$ 49,116	$ 12	0.0%	$ 51,168	$ 49,001	$ (2,167)	-4.2%	$ 7.14		$ 7.14	
Wholesale Total Volume w/o Reserve					$ 10,941,664	$ 11,879,353	$ 937,689	8.6%				
Wholesale Total Fixed Charges					2,034,372	1,464,022	(570,350)	-28.0%				
Wholesale Total Reserve Fund					372,610	456,452	83,833	22.5%				
Wholesale Combined Total	$ 13,347,196	$ 13,343,375	$ (3,822)	0.0%	$ 13,348,656	$ 13,799,827	$ 451,172	3.5%				
Total Retail & Wholesale Water:												
Total COS Volume w/o Reserve					$193,822,305	$215,751,881	$21,929,576	11.3%				
Total COS Fixed Charges					58,158,116	54,928,006	(3,230,110)	-5.6%				
Total COS Reserve Fund					5,241,467	6,432,630	1,191,143	22.7%				
Total Combined COS Total	$270,680,736	$270,679,887	$ (849)	0.0%	$257,221,896	$277,112,517	$19,890,608	7.7%				

CITY OF AUSTIN, TEXAS
AUSTIN WATER UTILITY

Option 01 - Wastewater
Base Option
Fiscal Year 2014

Draft

Option Description: Existing vs. Option 01
Minimum Charge Remains at $10.00

	Cost of Service Revenue				Revenue from Rates				Rates	
	At COS	Option 01 Base Option	Dollar Variance	Percent Variance	Existing (Prior Year)	Option 01 Base Option	Dollar Variance	Percent Variance	Existing	Option 01 Proposed
Retail:										
Residential	$ 101,366,430	$ 101,392,503	$ 24,073	0.0%	$ 101,226,163	$ 101,392,503	$ 166,340	0.2%		
Minimum charge					20,806,380	20,806,380	0	0.0%	$ 10.00	$ 10.03
Block 1 - 0 to 2,000 gallons					18,001,688	18,038,990	37,302	0.2%	4.31	4.32
Block 2 - 2,001 gallons and up					62,418,095	62,546,132	128,038	0.2%	8.82	8.84
Multifamily	$ 57,641,821	$ 57,654,286	$ 12,465	0.0%	$ 55,158,932	$ 57,654,286	$ 2,495,354	4.5%		
Commercial	$ 57,679,722	$ 57,688,315	$ 8,593	0.0%	$ 55,757,725	$ 57,688,915	$ 1,931,185	3.5%	$ 8.27	$ 8.62
Large Volume:									$ 8.23	$ 8.55
Freescale	$ 3,202,453	$ 3,201,031	$ (1,422)	0.0%	$ 3,068,248	$ 3,201,031	$ 132,783	4.3%	$ 7.67	$ 8.03
Hospira	981,033	981,012	(21)	0.0%	961,321	981,012	19,691	2.0%	8.01	8.19
Samsung	8,104,151	8,100,640	(3,511)	0.0%	7,623,120	8,100,640	477,520	6.3%	6.93	7.40
Novati	345,260	345,326	66	0.0%	338,050	345,326	7,276	2.2%	7.19	7.36
Spansion	2,052,578	2,053,657	1,079	0.1%	1,977,060	2,053,657	76,597	3.9%	7.06	7.36
University of Texas	1,904,981	1,876,264	(28,717)	-1.5%	1,807,881	1,876,264	68,383	3.8%	8.21	8.55
Total Large Volume	$ 16,590,503	$ 16,557,930	$ (32,608)	-0.2%	$ 15,775,672	$ 16,557,930	$ 782,258	5.0%		
Total Retail:	$ 233,281,076	$ 233,293,604	$ 12,528	0.0%	$ 227,518,516	$ 233,293,604	$ 5,375,089	2.4%		
Wholesale:										
Comanche Canyon (WCID#17)	$ 22,088	$ 22,065	$ (23)	-0.1%	$ 21,515	$ 22,065	$ 550	2.6%	$ 3.89	$ 4.03
Manor, City of	353,814	354,076	262	0.1%	356,319	364,076	7,757	2.2%	5.48	5.61
North Austin MUD #1	1,388,084	1,387,806	(278)	0.0%	1,369,436	1,387,806	18,370	1.2%	5.52	5.59
Northtown MUD	1,343,077	1,342,785	(292)	0.0%	1,313,856	1,342,785	28,929	2.2%	5.43	5.54
Rollingwood, City of	200,599	200,610	11	0.0%	196,320	200,610	4,290	2.2%	5.45	5.58
Shady Hollow MUD	471,946	472,184	238	0.1%	459,800	472,184	12,384	2.7%	5.44	5.60
Sunset Valley, City of	414,852	414,584	(268)	-0.1%	409,080	414,584	5,504	1.3%	5.44	5.52
Steiner Ranch (WCID #17)	28,673	28,648	(25)	-0.1%	27,856	28,648	792	2.8%	3.89	4.00
Wells Branch MUD	2,189,784	2,188,023	(1,761)	-0.1%	2,137,426	2,188,023	50,597	2.4%	5.41	5.55
Westlake Hills, City of	218,954	218,943	(11)	0.0%	212,772	218,943	6,171	2.9%	5.37	5.54
Total Wholesale	$ 6,842,070	$ 6,839,924	$ (2,146)	0.0%	$ 6,704,630	$ 6,839,924	$ 135,294	2.0%		
Industrial Waste Surch.	$ 4,415,758	$ 4,416,758	$ -	0.0%	$ 4,416,756	$ 4,416,756	$ 0	0.0%		
Total Cost of Service	$ 244,539,902	$ 244,550,284	$ 10,382	0.0%	$ 239,039,902	$ 244,550,284	$ 5,510,383	2.3%		

Proposed Fee Schedule FY 2013-14

Austin Water Utility

Water Service Rates for Wholesale Customers effective November 1, 2013

Wholesale Monthly Meter Equivalent Minimum Charge:

Wholesale customers will be assessed a wholesale monthly meter equivalent minimum charge for each meter when water consumption has registered, or for service of at least 10 days of the monthly billing period.

Meter Size	Approved 2012-13	Proposed 2013-14	Dollar Change	Percent Change	Comments
5/8"	$8.00	$8.00	$0.00	0.0%	
3/4"	9.00	9.00	0.00	0.0%	
1"	11.00	11.00	0.00	0.0%	
1 1/4"	14.00	14.00	0.00	0.0%	
1 1/2"	15.00	16.00	1.00	6.7%	
2"	20.00	21.00	1.00	5.0%	
3"	34.00	35.00	1.00	2.9%	
4"	50.00	52.00	2.00	4.0%	
6"	64.00	67.00	3.00	3.2%	
8"	145.00	150.00	5.00	3.4%	
10"	237.50	244.00	7.00	2.4%	
12"	304.00	314.00	10.00	3.3%	

Wholesale Fixed Minimum Charge:

This fee is charged in addition to the Wholesale Monthly Meter Equivalent Minimum Charge.

Each wholesale customer will be assessed a monthly minimum fixed charge based on each customer's annual fixed revenue responsibility.

The monthly minimum fixed charge will be assessed monthly when water consumption is registered, or for service of at least 10 days of the monthly billing period.

Customer	Approved 2012-13	Proposed 2013-14	Dollar Change	Percent Change
Manor, City of	$0.00	$21.00	$0.00	0.0%
Creedmoor-Maha Water Supply Corp.	4,300.00	2,850.00	-1,450.00	-33.7%
Night Hawk Water Supply Corp.	592.00	410.00	-182.00	-25.7%
High Valley Water Supply Corp.	315.00	210.00	-105.00	-33.3%
Lost Creek MUD	17,425.00	11,825.00	-5,600.00	-32.1%
Marsville Water Supply Corp.	1,970.00	1,970.00	0.00	0.0%
Masha Water Supply Corp.	505.00	362.00	-143.00	-28.3%
Morningside Subdivision	20.00	31.00	11.00	55.0%
North Austin MUD #1	19,500.00	13,225.00	-6,275.00	-32.2%
Northtown MUD	14,580.00	9,905.00	-4,675.00	-32.0%
Rivercrest Water Supply Corp.	6,100.00	4,150.00	-1,950.00	-32.0%
Rollingwood, City of	7,500.00	5,150.00	-2,350.00	-33.1%
Shady Hollow MUD	13,680.00	9,380.00	-4,300.00	-31.8%
Sunset Valley, City of	4,300.00	3,225.00	-1,075.00	-25.0%
Travis Co. WCID #18	48,050.00	32,575.00	-15,475.00	-32.2%
Village of San Leanna	245.00	167.00	-78.00	-31.8%
Wells Branch MUD - N.A.G.C.	25,700.00	17,455.00	-8,245.00	-32.1%
Windermere Utility Co.	548.00	335.00	-213.00	-38.9%

Wholesale Volume Unit Charge: All Volumes (Unit Cost Per 1,000 Gallons)

Customer	Approved 2012-13	Proposed 2013-14	Dollar Change	Percent Change
Manor, City of	$4.01	$4.61	$0.60	15.0%
Creedmoor-Maha Water Supply Corp.	3.21	3.53	0.32	10.0%
Night Hawk Water Supply Corp.	3.23	3.61	0.38	11.8%
High Valley Water Supply Corp.	3.32	3.56	0.24	7.2%
Lost Creek MUD	3.82	4.14	0.32	8.4%
Marsville Water Supply Corp.	4.23	4.23	0.00	0.0%
Masha Water Supply Corp.	3.27	3.52	0.25	7.6%
Morningside Subdivision	3.93	4.11	0.16	4.1%
North Austin MUD #1	3.40	3.76	0.28	8.0%
Northtown MUD	3.21	3.52	0.31	9.4%
Rivercrest Water Supply Corp.	4.11	4.23	0.12	2.9%
Rollingwood, City of	3.84	4.35	0.51	13.3%
Shady Hollow MUD	3.77	4.14	0.37	9.8%
Sunset Valley, City of	3.47	3.85	0.38	11.0%
Travis Co. WCID #18	3.43	3.88	0.45	13.1%
Village of San Leanna	3.65	4.38	0.23	6.0%
Wells Branch MUD - N.A.G.C.	3.23	3.59	0.26	7.8%
Windermere Utility Co.	7.14	7.14	0.00	0.0%

Water Revenue Stability Reserve Fund Surcharge:

	Approved 2012-13	Proposed 2013-14	Dollar Change	Percent Change
Fee charged to all water customers per 1,000 gallons of water billed for the billing period to fund the Revenue Stability Reserve Fund.	$0.12	$0.15	$0.03	25.0%