

Control Number: 43241



Item Number: 14

Addendum StartPage: 0



GDS Associates, Inc

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Chuck Loy
Principal

PUBLIC UTILITY COMMISSION
FILING CLERK

February 18, 2015

Public Utility Commission
1701 Congress Avenue
Austin, Texas 78701

Attn: Filing Clerk

Re: PUC Docket No. 43241, Application of Wiedenfeld Water Works, Inc. for a
Rate/Tariff Change

Dear Sir:

On February 2, 2015, Wiedenfeld Water Works, Inc.'s ("WWW") application for a rate change was accepted pursuant to revisions recommended by Commission Staff. In order to comply with Order No. 6, WWW is submitting the documents listed below.

- Corrected page 00064 of the application WP.VI.A – Revenue Requirement Detail, numbered 00064-A;
- Corrected page 00066 of the application WP.VI.A – Known and Measurable Adjustments (Adjustments 1, 2, 3, 4, 5, and 6), numbered 00066-A;
- Corrected page 00067 of the application WP.VI.A – Known and Measurable Adjustments (Adjustments 7, 8, 8A, 9 and 10), numbered 00067-A;
- Corrected page 00068 of the application WP.VI.A – Known and Measurable Adjustments (Adjustments 11, 12, and 13), numbered 00068-A; and
- Attachment WP X, pages 1 to 4.

These documents reflect only the portion of the total company expenses that are included in the WWW systems for which the rate increases are being requested in Docket 43242. The Amended Application, filed on December 19, 2015, reflected the revenue requirement on an "as adjusted" total company basis and allocated those amount between the systems and the Westwood Park Water System to demonstrate that the revenue requirement in Docket No 43242 reflects their fair share of costs only and do not include the Westwood Park Water System costs.

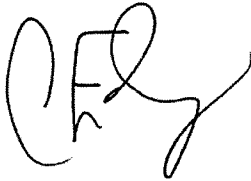
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PUCT Filing Clerk
February 18, 2015
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WWW keeps its books on a company-wide basis and only a few of the expenses can be determined on a system by system basis. The amounts in the Amended Application reflect the Staff's approach for allocating expenses based on customer counts as used in a previous WWW case (TCEQ Docket No. 2009-0372-UCR/SOAH Docket No. 582-09-3549). Therefore, WWW requests that these documents supplement, as opposed to replacing, the documents in the Amended Application. This will allow Staff to ascertain that Westwood's share of expenses have been excluded from the revenue requirement in Docket No. 43242.

Please feel free to contact me if you have any questions about the attached pages.

Sincerely,

A handwritten signature in black ink, appearing to read 'CLoy', with a stylized flourish extending from the end.

Chuck Loy
Partner
GDS Associates, Inc.
(512) 494-0369
Chuck.loy@gdsassociates.com

WP VI.A. - Revenue Requirement Detail

WP VI.A.1 - WWW Combined Systems Revenue Requirement - Test Year 1/1/2013 to 12/31/2013

Cost Category	Line	Per Books - 12/31/2013	Known & Measurable Change	As Adjusted - 12/31/2013	Source	Note
Salaries & Wages	[A]	\$ 91,282	\$ 4,677	\$ 95,959	Payroll	Adjustment 1
Contract Labor	[B]	22,635	(18,588)	4,047	WWW 2013 P&L	Adjustment 2
Purchased Water	[C]	-	-	-		
Chemicals & Treatment	[D]	20,135	2,324	22,458	WWW 2013 P&L	Adjustment 3
Utilities (Electricity)	[E]	23,383	2,133	25,516	WWW 2013 P&L	Adjustment 4
Repairs/Maintenance/Supplies	[F]	44,376	(801)	43,575	WWW 2013 P&L	Adjustment 5
Office Expenses	[G]	17,919	143	18,062	WWW 2013 P&L	Adjustment 6
Accounting & Legal Fees	[H]	546	-	546	WWW 2013 P&L	
Insurance	[I]	6,982	10,275	17,257	WWW 2013 P&L	Adjustment 7
Rate Case & Regulatory Expense	[J]	47,603	(25,209)	22,395	WWW 2013 P&L	Adjustment 8
Miscellaneous	[K]	13,244	2,743	15,986	WWW 2013 P&L	Adjustment 9
Total O&M	[L]	288,104	(22,303)	265,801	Sum Lines [A] to [J]	
Payroll Taxes	[M]	6,913	1,722	8,636		Adjustment 10
Property Taxes	[N]	22,440	2,659	25,099		Adjustment 11
Annual Dep. & Amortization	[O]	80,125	5,247	85,372		Adjustment 12
Income Taxes	[P]		42,575	42,575	WP.V.	
Return	[Q]		140,162	140,162	Application	
Other Revenue	[R]	(6,903)	(17,272)	(24,174)	WWW 2013 P&L	Adjustment 13

WP VI.A.2 - Explanation of K&M Changes

Adjustment Number	Known & Measurable Change	Explanation
Adjustment 1	\$ 4,677	Reflects hire of employee and Known & Measurable payroll increase.
Adjustment 2	(18,588)	Reflects reduced contract labor due to hire.
Adjustment 3	2,324	Annualized Increase based on Chemicals & Treatment costs through Aug. 2014
Adjustment 4	2,133	Annualized Increase based on electric costs through Aug. 2014
Adjustment 5	(801)	Reduce mileage paid to contract labor to reflect hire of employee.
Adjustment 6	143	Annualized Increase in Office Expenses based on costs through Aug. 2014
Adjustment 7	10,275	Increase to provide employees with health insurance
Adjustment 8	(25,209)	Remove costs of 2013 Rate Case. Add amortized Cost of Current Rate Application.
Adjustment 9	2,743	Reflects noticed increase in Lab Fees
Adjustment 10	1,722	Reflects increase due to payroll increases
Adjustment 11	2,659	Increase in Property Taxes for Assets added after end of Test Year and Appraised Property Values.
Adjustment 12	5,247	Reflects addition of plant post-Test Year.
Adjustment 13	(17,272)	Reflects addition of Misc. Fees to Other Revenue

WP VI.A. - Known & Measurable Adjustments

Adjustment 1 - Known & Measurable Payroll

Line	Item	Test Year Amount
[A]	Total	\$ 91,282
[B]	Total Known & Measurable Payroll	\$ 4,677
[C]	Known & Measurable Increase (Adjustment 1)	\$ 95,959

Adjustment 2 - Known & Measurable Contract Labor

Line	Item	Calculation
[A]	Test Year Contract Labor	\$ 22,635
[B]	Remove Gregg Grinnan Labor	\$ 18,588
[C]	Total Known & Measurable Contract Labor	\$ 4,047
[D]	Known & Measurable Increase (Adjustment 2)	\$ (18,588)

Adjustment 3 - Known & Measurable Chemicals & Treatment

Line	Item	Calculation	Annualized Chemicals & Treat.
[A]	Test Year Chemicals, Treatment and Lab Fees		\$ 20,135
[B]	Increased Treatment Costs (Through 8/2014)	\$ 1,549	
[C]	Annualize Increased Treatment Costs		\$ 2,324
[D]	Known & Measurable Chemicals & Treatment		\$ 22,458
[E]	Known & Measurable Increase (Adjustment 3)		\$ 2,324

Adjustment 4 - Known & Measurable Utility Costs

Line	Item	Calculation	Annualized Utility Costs
[A]	Test Year Utility Costs		\$ 23,383
[B]	Increased Electric Costs (Through 8/2014)	\$ 1,422	
[C]	Annualize Increased Electric Costs		\$ 2,133
[D]	Total Known & Measurable Utility Costs		\$ 25,516
[E]	Known & Measurable Increase (Adjustment 4)		\$ 2,133

Adjustment 5 - Repairs/Maintenance/Supplies

Line	Item	Calculation	Annualized R/M/S Costs
[A]	Test Year Repairs/Maint./Supplies Costs		\$ 44,376
[B]	Remove Mileage paid to Contact Employee	\$ (801)	
[C]	Total Known and Measurable Repairs/Maint./Supplies		\$ 45,177
[D]	Known & Measurable Decrease (Adjustment 5)		\$ 801

Adjustment 6 - Known & Measurable Office Expenses

Line	Item	Calculation	Annualized Office Expenses
[A]	Test Year Office Expenses		\$ 17,919
[B]	Increase in Office Expenses (Through 8/2014)	\$ 95.14	
[C]	Annualize Decrease in Repairs & Maintenance		\$ 143
[D]	Total Known & Measurable Office Expenses		\$ 18,062
[E]	Known & Measurable Increase (Adjustment 6)		\$ 143

WP VI.A. - Known & Measurable Adjustments

Adjustment 7 - Known & Measurable Insurance Expenses

Line	Item	Calculation	Insurance Expenses
[A]	Test Year Insurance Expenses		\$ 6,982
[B]	Annual Increase due to Employee Health Insurance	\$ 10,275	
[C]	Known & Measurable Insurance Expenses		\$ 17,257
[D]	Known & Measurable Increase (Adjustment 7)		\$ 10,275

Adjustment 8 - Known & Measurable Regulatory & Rate Case Expenses

Line	Item	Calculation	Annualized Reg. & Rate Case
[A]	Test Year Regulatory & Rate Case Expenses		\$ 47,603
[B]	Remove Expense from 2013 Rate Case		\$ (41,451)
[C]	Consulting & Legal Fees for Rate Application	\$ 48,728.40	
[D]	Amortization over 3 years		\$ 16,243
[E]	Total Known & Measurable Reg. & Rate Case Expenses		\$ 22,395
[F]	Total Known & Measurable Decrease (Adjustment 8)		\$ (25,209)

Adjustment 8A - Rate Application Consulting & Legal Fees

Line	Item	Amount
[A]	GDS Associates - Preparation of Rate Application	\$ 43,508
[B]	Legal Fees	\$ 4,351
[C]	Noticing Costs	\$ 870
[D]	Total Consulting & Legal Fees	\$ 48,728

Adjustment 9 - Misc. Costs

Line	Item	Amount
[A]	Test Year Misc. Costs	\$ 13,244
[B]	Noticed increase in Lab Fees	\$ 2,743
[C]	Total Known & Measurable Misc. Costs	\$ 15,986

Adjustment 10 - Known & Measurable Payroll Taxes

Line	Item	Annualized Salary	Annualized Payroll Tax
[A]	Total Annualized K&M Payroll	\$ 95,959	
[B]	FICA and Medicare at 7.65%		\$ 7,341
[C]	FUTA at \$7,000 Each .8%		\$ 143
[D]	SUTA at \$9,000 Each 5%		\$ 1,151
[E]	Test Year State Tax (Estimated)	\$ 1,151	
[F]	Salary Base	\$ 23,027	
[G]	Effective SUTA Rate	5%	
[H]	Total Known & Measurable Payroll Tax		\$ 8,636
[I]	Test Year Payroll Tax		\$ 6,913
[J]	Known & Measurable Increase (Adjustment 9)		\$ 1,722

WP VI.A. - Known & Measurable Adjustments

Adjustment 11 - Known & Measurable Property Tax Increases

Line	Item	Calculation	Annualized Property Taxes
[A]	Test Year Asset Net Value		\$ 1,541,625
[B]	Test Year Property Taxes WWW Systems		\$ 22,440
[C]	Effective Test Year Property Tax Rate		1.47%
[D]	Post-Test Year Assets Original Cost	\$ 58,661	
[E]	Property Tax Increase - WWW Systems		\$ 863
[F]	Property Tax Appraisal Increase (Platten Creek)		\$ 121
[G]	Property Tax Appraisal Increase (Cedar Springs)		\$ (94)
[H]	Property Tax Appraisal Increase (Center Point)		\$ (13)
[I]	Property Tax Appraisal Increase (Heritage Park)		\$ (7)
[J]	Property Tax Appraisal Increase (Hills n' Dales)		\$ 18
[K]	Property Tax Appraisal Increase (Oakridge)		\$ (12)
[L]	Property Tax Appraisal Increase (Southern Hills)		\$ 1,247
[M]	Property Tax Appraisal Increase (Verde Park)		\$ 513
[N]	Property Tax Appraisal Increase (Vista Hills)		\$ (19)
[O]	Property Tax Appraisal Increase (Windwood)		\$ 41
[P]	Property Tax Appraisal Increase (Woodhaven)		\$ 0
[Q]	Total Known & Measurable Property Tax		\$ 25,099
[R]	Total Known & Measurable Increase (Adjustment 10)		\$ 2,659

Adjustment 12 - Known & Measurable Annual Depreciation Increase

Line	Item	Calculation	Annualized Annual Dep.
[A]	Test Year Annual Depreciation (From WP III.B.)		\$ 80,125
[B]	Add Assets put into service since End of Test Year		\$ 5,247
[C]	Total Known & Measurable Annual Depreciation		\$ 85,372
[D]	Total Known & Measurable Increase (Adjustment 11)		\$ 5,247

Adjustment 13 - Add Misc. Fees to Test Year Other Income

Line	Item	Calculation
[A]	Test Year P&L Other Income	\$ 6,903
[B]	Test Year Connect Fees	\$ 4,127
[C]	Test Year Late Charge Fees	\$ 8,015
[D]	Test Year Return Check Fees	\$ 196
[E]	Test Year Tap Fees	\$ 4,555
[F]	Uncategorized Income	\$ 379
[G]	Total Other Income	\$ 24,174

WP X. - Increase Calculation - Consolidated Systems

08/25/2014 All Systems

Usage of	Current Rates			Gal Revenue
	CC Revenue	Gal Total	Gal Revenue	
0				
1 to 999				
Usage of 1000 to 1999	951	394	394	
Usage of 2000 to 2999	993	1,488	1,488	
Usage of 3000 to 3999	1,161	2,903	2,903	
Usage of 4000 to 4999	1,394	4,860	4,860	
Usage of 5000 to 5999	1,132	5,080	5,080	
Usage of 6000 to 6999	816	4,471	4,471	
Usage of 7000 to 7999	558	3,608	3,608	
Usage of 8000 to 8999	363	2,718	2,718	
Usage of 9000 to 9999	264	2,237	2,237	
Usage of 10000 to 10999	159	1,506	1,506	
Usage of 11000 to 11999	136	1,429	1,429	
Usage of 12000 to 12999	90	1,038	1,038	
Usage of 13000 to 13999	63	787	787	
Usage of 14000 to 14999	54	726	726	
Usage of 15000 to 15999	39	566	566	
Usage of 16000 to 16999	25	412	412	
Usage of 17000 to 17999	16	282	282	
Usage of 18000 to 18999	19	352	352	
Usage of 19000 to 19999	21	410	410	
Usage of 20000 to 20999	15	310	310	
Usage of 21000 to 21999	12	260	260	
Usage of 22000 to 22999	9	203	203	
Usage of 23000 to 23999	4	153	153	
Usage of 24000 to 24999	6	97	97	
Usage of 25000 to 25999	4	105	105	
Usage of 26000 to 26999	5	138	138	
Usage of 27000 to 27999	4	114	114	
Usage of 28000 to 28999	6	177	177	
Usage of 29000 to 29999	16	652	652	
Usage of 30000 and over	8,639	229,486	38,147	150,573
				380,069

Bills	Bills @ \$35.00/bill	Total Gal	Proposed Rates				Tier 4 @ \$5.50/kgal
			Tier 1 @ \$7.50/kgal	Tier 2 @ \$6.50/kgal	Tier 3 @ \$7.50/kgal	Tier 4 @ \$5.50/kgal	
262	9,170						
951	33,285	394	394				
993	34,755	1,488	1,488				
1,161	40,635	2,903	2,903				
1,394	48,790	4,860	2,788	2,072			
1,132	39,620	5,080	2,264	2,816			
816	28,560	4,471	1,632	2,839			
558	19,530	3,608	1,116	2,492			
363	12,705	2,718	726	1,992			
264	9,240	2,237	528	1,709			
159	5,565	1,506	318	1,188			
136	4,780	1,429	272	1,088			
90	3,150	1,038	180	720			
63	2,205	787	126	504			
54	1,890	726	108	432			
39	1,365	601	78	312			
25	875	412	50	200			
16	560	282	32	128			
19	665	352	38	152			
21	735	410	42	168			
15	525	310	30	120			
12	420	260	24	96			
9	315	203	18	72			
4	140	97	6	24			
6	210	153	12	48			
4	140	105	8	32			
5	175	138	10	40			
4	140	114	8	32			
6	210	177	12	48			
16	560	652	32	128			
8,639	302,365	38,147	14,748	20,377	2,472	600	5
							240,511.51
							542,879

Increase	\$ 162,820
Total Gallons	38,147
Total Bills	8,639

WP X. - Increase Calculation - Oak Ridge

08/25/2014 Oak Ridge

Usage of	Current Rates		Proposed Rates		Tier 1 0-2K Gal	Tier 2 2-10K Gal	Tier 3 10-20K Gal	Tier 4 20+K Gal	Tier 1 @ \$3.75/Kgal	Tier 2 @ \$6.50/Kgal	Tier 3 @ \$7.50/Kgal	Tier 4 @ \$8.50/Kgal	Increase
	Bills @ \$34.00/Bill	All Usage	Bills @ \$35.00/Bill	Total Gal									
Usage of 0	4	\$ 136	-	-	-	-	-	-	-	-	-	-	\$ 13,851
Usage of 1 to 999	38	1,232	-	18	18	-	-	104.31	462.85	-	-	-	2,641
Usage of 1000 to 1999	54	1,836	-	81	81	-	-	462.85	736.00	204.8	-	-	-
Usage of 2000 to 2999	64	2,176	32	128	128	32	-	816.50	1,063.9	692.1	-	-	-
Usage of 3000 to 3999	71	2,414	106	248	248	106	-	747.50	1,050.9	1,050.9	-	-	-
Usage of 4000 to 4999	65	2,210	162	323	323	162	-	563.50	1,091.9	925.0	-	-	-
Usage of 5000 to 5999	49	1,666	168	336	336	168	-	356.50	1,119.9	756.3	-	-	-
Usage of 6000 to 6999	32	1,088	142	285	285	142	-	207.00	421.0	207.0	-	-	-
Usage of 7000 to 7999	31	1,054	172	345	345	172	-	103.50	207.0	103.5	-	-	-
Usage of 8000 to 8999	18	612	115	233	233	115	-	161.00	312.0	161.0	-	-	-
Usage of 9000 to 9999	9	306	65	130	130	65	-	126.50	253.0	126.5	-	-	-
Usage of 10000 to 10999	14	476	120	239	239	120	-	46.00	92.0	46.0	-	-	-
Usage of 11000 to 11999	11	374	106	212	212	106	-	46.00	92.0	46.0	-	-	-
Usage of 12000 to 12999	4	136	41	82	82	41	-	46.00	92.0	46.0	-	-	-
Usage of 13000 to 13999	4	136	46	92	92	46	-	46.00	92.0	46.0	-	-	-
Usage of 14000 to 14999	5	170	63	126	126	63	-	46.00	92.0	46.0	-	-	-
Usage of 15000 to 15999	3	102	41	82	82	41	-	46.00	92.0	46.0	-	-	-
Usage of 16000 to 16999	4	136	57	114	114	57	-	46.00	92.0	46.0	-	-	-
Usage of 17000 to 17999	2	68	32	64	64	32	-	46.00	92.0	46.0	-	-	-
Usage of 18000 to 18999	2	102	50	100	100	50	-	46.00	92.0	46.0	-	-	-
Usage of 19000 to 19999	2	68	35	70	70	35	-	46.00	92.0	46.0	-	-	-
Usage of 20000 to 20999	1	34	18	37	37	18	-	46.00	92.0	46.0	-	-	-
Usage of 21000 to 21999	2	68	39	78	78	39	-	46.00	92.0	46.0	-	-	-
Usage of 22000 to 22999	2	68	41	81	81	41	-	46.00	92.0	46.0	-	-	-
Usage of 24000 to 24999	1	34	22	44	44	22	-	46.00	92.0	46.0	-	-	-
Usage of 25000 to 25999	1	34	23	46	46	23	-	46.00	92.0	46.0	-	-	-
Usage of 30001 and over	1	34	49	97	97	49	-	46.00	92.0	46.0	-	-	-
	\$	16,830	\$	3,450	20,280			\$	16,845.77	\$	34,170.77		

WP X. - Increase Calculation - Remaining Systems

08/25/2014 Remaining Systems

Usage of	Current Rates				Tier 2 @ \$6.00/gal
	Bills @ \$26.00/bill	Tier 1 ≤10%	Tier 2 >10%	Tier 3 @ \$4.00/gal	
1 to 999	6,396				
1000 to 1999	31,634	375		1,501	
2000 to 2999	24,082	1,285		5,541	
3000 to 3999	27,216	2,860		10,641	
4000 to 4999	32,246	4,413		17,652	
5000 to 5999	28,948	4,658		19,652	
6000 to 6999	19,448	4,100		16,400	
7000 to 7999	15,156	3,272		13,090	
8000 to 8999	8,372	2,407		9,629	
9000 to 9999	6,286	2,042		8,167	
10000 to 10999	3,770	1,376		5,502	
11000 to 11999	5,068	1,180	60	4,720	358
12000 to 12999	2,002	770	117	3,080	700
13000 to 13999	1,554	590	148	2,360	887
14000 to 14999	1,274	1,007	168	1,960	1,007
15000 to 15999	906	310	140	1,240	841
16000 to 16999	596	360	194	1,440	1,165
17000 to 17999	338	200	130	800	783
18000 to 18999	416	160	98	520	590
19000 to 19999	442	170	161	640	615
20000 to 20999	234	130	139	520	532
21000 to 21999	182	90	105	360	630
22000 to 22999	76	30	89	280	532
23000 to 23999	76	30	40	170	238
24000 to 24999	130	30	43	170	259
25000 to 25999	78	30	78	200	470
26000 to 26999	104	40	70	170	294
27000 to 27999	78	30	56	160	419
28000 to 28999	78	30	59	120	335
29000 to 29999	390	150	452	600	2,711
30001 and over	205,816			126,916	15,186
Total	\$ 205,816			\$ 126,916	\$ 347,918

Usage of	Proposed Rates				Tier 4 @ \$3.50/gal
	Bills @ \$35.00/bill	Tier 1 0-21 Gal	Tier 2 22-100 Gal	Tier 3 101-200 Gal	
1 to 999	8,610				
1000 to 1999	31,613	375			
2000 to 2999	24,075	1,385			
3000 to 3999	27,210	2,660			
4000 to 4999	32,241	4,413			
5000 to 5999	28,948	4,658			
6000 to 6999	19,448	4,100			
7000 to 7999	15,170	3,272			
8000 to 8999	8,453	2,407			
9000 to 9999	6,357	2,042			
10000 to 10999	5,075	1,376	290		
11000 to 11999	4,130	1,240	236		
12000 to 12999	2,695	887	154		
13000 to 13999	2,065	738	118		
14000 to 14999	1,715	658	98		
15000 to 15999	1,085	450	62		
16000 to 16999	1,260	554	72		
17000 to 17999	700	330	40		
18000 to 18999	455	228	26		
19000 to 19999	560	296	32		
20000 to 20999	595	331	34		
21000 to 21999	455	269	25		
22000 to 22999	315	195	18		
23000 to 23999	245	159	14		
24000 to 24999	105	70	6		
25000 to 25999	105	73	6		
26000 to 26999	175	128	10		
27000 to 27999	140	110	8		
28000 to 28999	105	86	6		
29000 to 29999	525	602	30		
30001 and over	277,060				
Total	\$ 277,060				

Increase	\$ 144,787
Total kWh/line	34,260
Total Bill	7,916