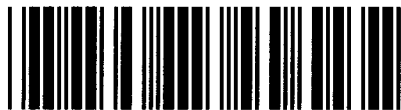




Control Number: 43253



Item Number: 4

Addendum StartPage: 0

House Bill (HB) 1600 and Senate Bill (SB) 567 83<sup>rd</sup>  
Legislature, Regular Session, transferred the functions  
relating to the economic regulation of water and sewer  
utilities from the TCEQ to the PUC effective  
September 1, 2014.



43253

# APPLICATION TO OBTAIN OR AMEND A WATER/SEWER CERTIFICATE OF CONVENIENCE AND NECESSITY (CCN)

\*CN# \_\_\_\_\_ \*RN# \_\_\_\_\_  
\*If known (See Instructions)

**COPY**

## PURPOSE OF THIS APPLICATION

☐ OBTAIN ☐ New Water CCN ☐ New Sewer CCN

☐ AMEND ☐ Water CCN# (s) \_\_\_\_\_

☒ AMEND ☒ Sewer CCN#(s) 20271

## 1. APPLICANT INFORMATION

Utility Name City of Schertz  
Utility Address (City/ST/ZIP/Code) 1400 Schertz Parkway Schertz Texas 78154  
Utility Phone Number and Fax Phone(210) 619-1800 Fax (210) 619-1849

Contact Person: Please provide information about the person to be contacted regarding this application. Indicate if this person is the owner, operator, engineer, attorney, accountant manager, or other title related to the applicant.

Name Samuel D. Willoughby  
Title Public Works Director  
Street Address (City/ST/ZIP/Code) 10 Commercial Place Schertz Texas 78154  
Telephone and Fax Phone(210) 619-1800 Fax (210) 619-1849  
E-Mail Address swilloughby@schertz.com

County (ies) in which service is proposed: Please list below:

Bexar County

A

- A. Check the appropriate box and provide information regarding the legal status of the applicant:

- ☐ Investor owned utility    ☐ Individual    ☐ Partnership
- ☐ Home or Property Owners Association    ☐ For-profit corporation
- ☐ Non-profit, member-owned, member-controlled cooperative corporation  
(Water Code Chapter 67, Water Supply or Sewer Service Corporation)
- ☒ Municipality    ☐ District    ☐ Other Please Explain:

N/A

- B. If the applicant is a For-Profit business or corporation, please include the following information:
- i. Provide a copy of the corporation's "Certification of Account Status" from the Texas State Comptroller of Public Accounts.
  - ii. Provide the corporation's charter number as recorded with the Office of the Texas Secretary Of State N/A
  - iii. Provide a listing of all stockholders and their respective percentages of ownership.
  - iv. Provide a copy of the company's organizational chart, if available.
  - v. Provide a list of all directors and disclose the title of each individual.
  - vi. Provide a list of all affiliated organizations (if any) and explain the relationship with the applicant.
- C. If the applicant is a Water Code Chapter 67 water supply or sewer service corporation:
- i. Provide a copy of the Articles of Incorporation and By-Laws.
  - ii. Provide the corporation's charter number as recorded with the Office of the Texas Secretary of State.
  - iii. Identify all board members including name, address, title, and telephone number.
  - iv. Provide a copy of the corporation's Certificate of Account Status from the Texas Comptroller of Public Accounts.

## 2. LOCATION INFORMATION

- A. Are there people already living in the proposed area? ☒ Yes ☐ No

If YES, are any currently receiving utility service?

☐ Yes ☒ No If YES, from Whom? \_\_\_\_\_

Demonstrate the Need for Service by providing the following:

- B. Have you received any requests for service in the requested service area?

☐ Yes ☒ No If YES, provide the following:

- i. Describe the service area and circumstances driving the need for service in the requested area. Indicate the name(s) and address(es) of landowner(s), prospective landowner(s), tenant(s), or resident(s) that have requested service; and/or
- ii. Describe the economic need(s) for service in the requested area (i.e. plat approvals, recent annexation(s) or annexation request(s), building permits, septic tank permits, hospitals, etc.); and/or
- iii. Discuss in detail the environmental need(s) for service in the requested area (i.e. failing septic tanks in the requested area, fueling wells, etc.); and/or
- iv. Provide copies of any written applications or requests for service in the requested area; and/or
- v. Provide copies of any reports and/or market studies demonstrating existing or anticipated growth in the requested area. If no, please justify the need for service in the proposed area.
- vi. If none of these items exist or are available, please justify the need for service in the proposed area in writing.

**Note:** Failure to demonstrate a need for additional service in the proposed service area may result in the delay and /or possible denial of the application.

- C. Is any portion of the proposed service area inside an incorporated city or district? ☒ Yes ☐ No

If YES, within the corporate limits of: City of Schertz

Provide a copy of any franchise, permit, or consent granted by the city or district. If not available please explain:

The City of Schertz is requesting to have the Retail or Collection portion of the sewer CCN that San Antonio River Authority (SARA) currently has. SARA has the sole CCN for this area and only wants to have the Wholesale or Treatment CCN and allow the City of Schertz to have the Retail or Collection CCN for this area within our corporate city limits. The area is currently being served with OSSF.

- D. Is any portion of the proposed service area inside another utility's CCN area?

☒ Yes ☐ No

If YES, has the current CCN holder agreed to decertify the proposed area?

☐ Yes ☒ No

If **NO**, are you seeking dual or single certification of the area? Explain why decertification of the area is in the public interest.

The City of Schertz and SARA agree to have dual CCN with SARA retaining the Treatment portion and the City of Schertz obtaining the Collection portion.

### 3. MAP REQUIREMENTS:

**Attach the following hard copy maps with each copy of the application:**

- A. A general location map delineating the proposed service area with enough detail to accurately locate the proposed area within the county.
- B. A map showing only the proposed area by:
  - i. metes and bounds survey certified by a licensed state or register professional land surveyor; or
  - ii. projectable digital data with metadata (proposed areas should be in a single record and clearly labeled). Also, a data disk labeled with the applicant's name must be provided; or
  - iii. following verifiable natural and man-made landmarks; or
  - iv. a copy of recorded plat map with metes and bounds.
- C. A written description of the proposed service area.
- D. Provide separate and additional maps of the proposed area(s) to show the following:
  - i. all facilities, illustrating separately facilities for production, transmission, and distribution of the applicant's service(s); and
  - ii. any facilities, customers or area currently being served outside the applicant's certificated area(s).

**Note:** Failure to provide adequate mapping information may result in the delay or possible denial of your application. Digital data submitted in a format other than ESRI ArcGIS may result in the delay or inability to review applicant's mapping information.

#### 4. NEW SYSTEM INFORMATION OR UTILITIES REQUESTING A CCN FOR THE FIRST TIME

- A. Please provide the following information:
- i. a list of public drinking water supply system(s) or sewer system(s) within a 2 mile radius of the proposed system;
  - ii. copies of written requests seeking to obtain service from each of the public drinking water systems or sewer systems listed in #4.A.i above or documentation that it is not economically feasible to obtain service from each entity;
  - iii. copies of written responses from each system or evidence that they did not reply; and
  - iv. for sewer utilities, documentation showing that you have obtained or applied for a wastewater discharge permit.
- B. Were your requests for service denied?
- i. If yes, please provide documentation of the denial of service and go to 4.C.
  - ii. If no, please provide a detailed analysis which justifies your reasons for not accepting service. A separate analysis must be prepared and submitted for each utility that granted your request for service.
- C. Please summarize how the proposed utility system will be constructed and describe each projected construction phase, if any:

N/A This is not for a new CCN its amending an existing CCN for an area within the corporate limits of the City of Schertz. Construction of sewer mains will be constructed when development of property begins.

- D. Date of plat approval, if required: N/A  
Approved by: \_\_\_\_\_
- E. Date Plans & Specifications submitted for approval: N/A  
Log # \_\_\_\_\_ Attach copy of approval letter if available.
- F. Date construction is scheduled to commence: See Section C.
- G. Date service is scheduled to commence: See Section C.

## 5. EXISTING SYSTEM INFORMATION

A. Please provide the following information for **each** water and/or sewer system, attach additional sheets if necessary.

i. Water system's TCEQ Public Water System identification number(s):

0 9 4 0 0 0 3 ; [ ] [ ] [ ] [ ] [ ] [ ] [ ] ; [ ] [ ] [ ] [ ] [ ] [ ] [ ] [ ]

[ ] [ ] [ ] [ ] [ ] [ ] [ ] ; [ ] [ ] [ ] [ ] [ ] [ ] [ ] ; [ ] [ ] [ ] [ ] [ ] [ ] [ ] [ ]

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[ ] [ ] [ ] [ ] [ ] [ ] [ ] ; [ ] [ ] [ ] [ ] [ ] [ ] [ ] ; [ ] [ ] [ ] [ ] [ ] [ ] [ ] [ ]

ii. Sewer system's TCEQ Discharge Permit number(s)

W Q [ ] [ ] [ ] [ ] [ ] [ ] - [ ] [ ] [ ] [ ] ; W Q [ ] [ ] [ ] [ ] [ ] [ ] - [ ] [ ] [ ] [ ]

W Q [ ] [ ] [ ] [ ] [ ] [ ] - [ ] [ ] [ ] [ ] ; W Q [ ] [ ] [ ] [ ] [ ] [ ] - [ ] [ ] [ ] [ ]

W Q [ ] [ ] [ ] [ ] [ ] [ ] - [ ] [ ] [ ] [ ] ; W Q [ ] [ ] [ ] [ ] [ ] [ ] - [ ] [ ] [ ] [ ]

iii Date of last inspection: \_\_\_\_\_

iv Attach a copy of the most recent inspection report letter.

v For each system deficiency listed in the inspection report letter; attach a brief explanation listing the actions taken or being taken by the utility to correct the listed deficiencies, including the proposed completion dates.

B. Provide the following information about the utility's certified operators

Name	Classes	License Number
See Attached Sheet		

- Attach additional sheet(s) if necessary -

C. Using the current number of customers, is any facility component in systems

named in #5A above operating at 85% or greater of minimum standard capacity?

☐ Yes ☒ No

Attach an explanation listing the actions to be taken to make system improvements including proposed completion dates (See 291.93(3)(A) of TCEQ Rules).

- D. In the table below, the number of existing and/or proposed metered and non-metered connections (by size). The proposed number should reflect the information presented in the business plan or financial documentation and reflect the number of service requests identified in Question 2.b in the application.

Water System			Sewer System		
Connection	Existing	Proposed	Connection	Existing	Proposed
5/8" or 3/4" meter			Residential	0	0
1" meter or larger			Commercial	0	0
Non-Metered			Industrial	0	0
Other:			Other:	0	0
Total Water			Total Sewer	0	0

- E. If this application is for a water CCN only, please explain how sewer service is or will be provided:

Not for Water CCN

- F. If this application is for a sewer CCN only, please explain how water service is or will be provided:

Water CCN is already with the City of Schertz #0940003

- G. Effect of Granting a Certificate Amendment.  
Explain in detail the effect of granting of a certificate or an amendment, including, but not limited to regionalization, compliance and economic effects on the following:



- i the applicant,
- ii any retail public utility of the same kind already serving the proximate area; and
- iii any landowner(s) in the requested area.

i. Effect of Granting a Certificate Amendment on the applicant (City of Schertz): The City of Schertz is committed to providing a safe, effective, environmentally friendly sanitary sewer collection system in an area where current OSSFs tend to experience problematic operations due to poor soil characteristics (predominantly Houston Chalk) and poor surface drainage conditions due to lack of topographic relief. A well designed and constructed public sanitary sewer collection system will eliminate significant taxing of City resources used to address problems caused by OSSFs. In light of recent and ongoing development in this area which is changing the character of the area from rural to urban consistent with the City's Comprehensive Plan, OSSFs are not adequate to provide for the needs of the area.

ii. Effect of Granting a Certificate Amendment on proximate retail public utility: Retail wastewater collection is provided by the City of Schertz throughout the city limits. Granting of the Certificate to the City of Schertz would make the provision and standards of sanitary sewer construction, maintenance, and operation consistent throughout the municipality.

iii. Effect of Granting a Certificate Amendment on landowners in the requested area: The current Certificate holder, San Antonio River Authority (SARA), has expressed a desire to provide only wastewater treatment for the area and would prefer the public collection to be provided by another entity. Until the City of Schertz is granted the Certificate, it is unlikely that adequate wastewater facilities will be available to serve landowners proposing to develop their properties. Recently SARA indicated an inability to serve a proposed development in this area with collection capability (see attachment 2).

H. Do you currently purchase or plan to purchase water or sewer treatment capacity from another source?

i ☐ No, (skip the rest of this question and go to #6)

ii ☐ Yes, Water

Purchased on a ☐ Regular ☐ Seasonal ☐ Emergency basis?

Source	% of Total Treatment

iii Sewer treatment capacity,

iv ☒ Yes

Purchased on a ☒ Regular ☐ Seasonal ☐ Emergency basis?

Source	% of Total Treatment
San Antonio River Authority	100%

vi Provide a signed and dated copy of the most current water or sewer treatment capacity purchase agreement or contract. see Attachment 1

I. Ability to Provide Adequate Service.

Describe the ability of the applicant to provide adequate service, including meeting the standards of the commission, taking both of the following items into consideration:

- i. the current and projected density, and
- ii. the land use of the requested area.

Ability to Provide Adequate Service: The City of Schertz currently provides sewer collection service to over 11,000 customers within the city, has ordinances and standards in place to ensure the adequate development, maintenance, and operations of a collection system, and has personnel, expertise and equipment available to maintain and operate such systems. In light of the fact that the City of Schertz controls the land use in this area, it has the greatest ability to plan for future needs with respect to public utilities.

J. Effect on the Land.

Explain the effect on the land to be included in the certificated area.

The City of Schertz is committed to providing a safe, effective, environmentally friendly sanitary sewer collection system in an area where current OSSFs tend to experience problematic operations due to poor soil characteristics (predominantly Houston Chalk) and poor surface drainage conditions due to lack of topographic relief. A well designed and constructed public sanitary sewer collection system will eliminate the negative environmental impacts and nuisance factor caused by poorly performing OSSFs.

## 6. FINANCIAL INFORMATION

A. For new systems and for applicants with existing CCNs who are constructing a new stand alone system:

- i. the applicant must provide an analysis of all necessary costs for constructing, operating, and maintaining the system, and the source of that capital (such as a financial statement for the developing entity) for which the CCN is requested for at least the first five years. In addition, if service has been offered by an existing water service provider as stated in #4.A., but the applicant has determined that the cost of service as finally offered renders the project not economically feasible, the applicant must provide a comparison analysis of all necessary costs for acquiring and continuing to receive service from the existing system for the same period.
- ii. Attach projected profit and loss statements, cash flow worksheets, and balance sheets (projected five year financial plan worksheet is attached) for each of the first five years of operation. Income from

- rates should correlate to the projected growth in connections, shown on the projected profit and loss statement.
- iii. Attach a proposed rate schedule or tariff. Describe the procedure for determining the rates and fees and indicate the date of last change, if applicable. Attach copies of any cost of service studies or rate analysis worksheets.
- B. For existing systems:
- i. Attach a profit and loss statement and current balance sheet for existing businesses (end of last fiscal year is acceptable). Describe sources and terms for borrowed capital such as loans, bonds, or notes (profit and loss and balance sheet worksheets are attached, if needed).
  - ii. Attach a proposed rate schedule or tariff.

**★NOTE:** An existing system may be required to provide the information in 6.A.i. above during the technical review phase if necessary for staff to completely evaluate the application.

- C. Identify any funds you are required to accumulate and restrict by lenders or capital providers.
- D. In lieu of the information in #6.A. thru #6.C., you may provide information concerning loan approvals within the last three (3) years from lending institutions or agencies including the most recent financial audit of the applicant.

**Note:** Failure to provide adequate financial information may result in the delay or possible denial of your application.

## **7. NOTICE REQUIREMENTS**

- A. All proposed notice forms must be completed and submitted with the application. However, do not mail or publish them until you receive written approval from the Commission to do so.
- B. The Commission cannot grant a CCN until proper notice of the application has been given. **Commission rules do not allow a waiver of these notice requirements for CCN applicants.**
- C. **It is the applicant's responsibility to ensure that proper notice is given to all entities that are required to receive notice.**
- D. Recommended notice forms for publication, neighboring cities and systems, landowners with 25 acres or more, and customers are included with this application to use in preparing your proposed notices. (These notice forms are also available in Spanish upon request.)
- E. After reviewing and, if necessary, modifying the proposed notice, the Commission will send the notice to the applicant after the application is accepted for filing along with instructions for publication and/or mailing. Please review the notice carefully and note any additional neighboring utilities which may be included in the acceptance letter.
- F. Notice For Publication:  
The applicant shall publish the notice in a newspaper having general circulation in the county or counties where a CCN is being requested, once each week for two consecutive weeks beginning with the week after the notice is received from the Commission. Proof of publication in the form of a publisher's affidavit shall be

submitted to the Commission within 30 days of the last publication date. The affidavit shall state with specificity each county in which the newspaper is of general circulation.

G. Notice To Neighboring Utilities:

- i. List all neighboring retail public utilities and cities providing the same utility service within the following vicinities of the applicant's proposed certificate area.
- ii. For applications for the issuance of a **NEW** CCN, the applicant must mail the notice with a copy of the proposed CCN map to all cities and neighboring retail public utilities providing the same utility service within **five (5) miles** of the requested service area.
- iii. For applications for the **AMENDMENT** of a CCN, the applicant must mail the notice with a copy of the proposed CCN map to all cities and neighboring retail public utilities providing the same utility service within **two (2) miles** of the requested service area.

H. Notice to Customers

Investor Owned Utilities (IOUs) that are currently providing service without a CCN must provide individual mailed notice to all current customers. The notice must contain the current rates, the date those rates were instituted and any other information required in the application. The notice must also list all zip codes affected by the application.

I. The Commission may require the applicant to deliver notice to other affected persons or agencies.

**Do not publish or send copies of the proposed notices to anyone at the time you submit the application to the Commission. Wait until you receive written authorization to do so. This will occur after the Commission has reviewed the notices for completeness, and your application has been accepted for filing. Once the application is accepted for filing, you will receive written authorization to provide notice. Please check the notices for accuracy before providing them to the public. It is the applicant's burden to ensure that correct and accurate notice is provided.**

## OATH

STATE OF Texas  
COUNTY OF Guadalupe

I, Samuel D. Willoughby, being duly sworn, file this application as Public Works Director (indicate relationship to Applicant, that is, owner, member of partnership, title as officer of corporation, or other authorized representative of Applicant); that, in such capacity, I am qualified and authorized to file and verify such application, am personally familiar with the maps and financial information filed with this application, and have complied with all the requirements contained in this application; and, that all such statements made and matters set forth therein are true and

correct. I further state that the application is made in good faith and that this application does not duplicate any filing presently before the Texas Commission on Environmental Quality.

I further represent that the application form has not been changed, altered or amended from its original form available only from the Commission.

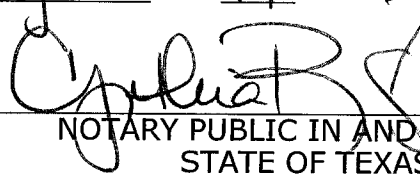
**I further represent that the Applicant will provide continuous and adequate service to all customers and qualified applicants for service within its certificated service area.**

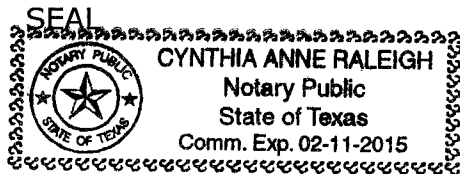


AFFIANT  
(Utility's Authorized Representative)

If the Affiant to this form is any person other than the sole owner, partner, officer of the Applicant, or its attorney, a properly verified Power of Attorney must be enclosed.

SUBSCRIBED AND SWORN TO BEFORE ME, a Notary Public in and for the State of Texas,  
This day 6<sup>th</sup> of May 20 14

  
NOTARY PUBLIC IN AND FOR THE  
STATE OF TEXAS



  
PRINT OR TYPE NAME OF NOTARY

MY COMMISSION EXPIRES 02/11/2015

## Notice for Publication

NOTICE OF APPLICATION FOR CERTIFICATE OF CONVENIENCE AND NECESSITY (CCN) TO  
PROVIDE WATER/SEWER UTILITY SERVICE IN

BEXAR

COUNTY(IES), TEXAS

Name of Applicant CITY OF SCHERTZ has filed an application for a  
CCN to obtain or amend CCN No. (s) \_\_\_\_\_ and to  
decertify a portion(s) of \_\_\_\_\_ with the  
(Name of Decertificated Utility)

Texas Commission on Environmental Quality to provide 2) SEWER (COLLECTION ONLY)  
(specify 1) water or 2) sewer or 3) water & sewer)

utility service in BEXAR County(ies).

The proposed utility service area is located approximately 5.4 miles SOUTHWEST  
[direction] of downtown SCHERTZ, [City or Town] Texas, and is  
generally bounded on the north by LOWER SEGUIN ROAD; on the east by  
WARE SEGUIN; on the south by IH 10; and on the west by SCHERTZ CITY  
ROAD LIMITS

***See enclosed map of the proposed service area. (ATTACHMENT 3)***

The total area being requested includes approximately \_\_\_\_\_ acres and 0  
current customers.

The proposed amendment affects customers and/or areas located in the following zip  
code(s):

78154

*(List All Affected Zip Codes)*

A copy of the proposed service area map is available at (Utility Address and Phone  
Number): CITY OF SCHERTZ PUBLIC WORKS, 10 COMMERCIAL PLACE, BLDG. 2,  
SCHERTZ, TX 78154, 210-619-1800

A request for a public hearing must be in writing. You must state (1) your name, mailing  
address, and daytime telephone number; (2) the applicant's name, application number or  
another recognizable reference to this application; (3) the statement, "I/we request a  
public hearing"; (4) a brief description of how you or the persons you represent, would be  
adversely affected by the granting of the application for a CCN; and (5) your proposed  
adjustment to the application or CCN which would satisfy your concerns and cause you to  
withdraw your request for a hearing.

**Persons who wish to intervene or comment should write the:**

Texas Commission on Environmental Quality  
Water Supply Division  
Utilities and Districts Section, MC-153  
P. O. Box 13087  
Austin, TX 78711-3087

within thirty (30) days from the date of this publication or notice. A public hearing will be held only if a legally sufficient hearing request is received or if the Commission on its own motion requests a hearing. Only those individuals who submit a written hearing request or a written request to be notified if a hearing is set will receive notice if a hearing is scheduled.

If a public hearing is requested, the Executive Director will not issue the CCN and will forward the application to the State Office of Administrative Hearings (SOAH) for a hearing. If no settlement is reached and an evidentiary hearing is held, the SOAH will submit a recommendation to the Commission for final decision. If an evidentiary hearing is held, it will be a legal proceeding similar to a civil trial in state district court.

If you are a landowner with a tract of land at least 25 acres or more, that is partially or wholly located within the proposed area, you may request to be excluded from the proposed area (or "opt out") by providing written notice to the Commission within (30) days from the date that notice was provided by the applicant. All requests to opt out of the requested service area must include a scaled, general location map and a metes and bounds description of the tract of land.

Persons who meet the requirements to opt out, and wish to request this option should file the required documents with the:

Texas Commission on Environmental Quality  
Water Supply Division  
Utilities and Districts Section, MC-153  
P. O. Box 13087  
Austin, TX 78711-3087

A copy of the request to opt out of the proposed area must also be sent to the applicant. Staff may request additional information regarding your request.

***Si desea informacion en Espanol, puede llamar al 1-512-239-0200.***

## Notice to Neighboring Systems, Landowners and Cities

NOTICE OF APPLICATION FOR CERTIFICATE OF CONVENIENCE AND NECESSITY (CCN) TO  
PROVIDE WATER/SEWER UTILITY SERVICE IN  
BEXAR COUNTY(IES), TEXAS

To: \_\_\_\_\_ Date Notice Mailed \_\_\_\_\_ 20 \_\_\_\_  
(Neighboring System, Landowner or City)

\_\_\_\_\_  
(Address)

\_\_\_\_\_  
City State Zip

Name of Applicant CITY OF SCHERTZ has filed an application for a  
CCN to obtain or amend CCN No. (s) \_\_\_\_\_ and to  
decertify a portion(s) of NOT APPLICABLE with the  
(Name of Decertificated Utility)

Texas Commission on Environmental Quality to provide 2) SEWER (COLLECTION ONLY)  
(specify 1) water or 2) sewer or 3) water & sewer)  
utility service in BEXAR County(ies).

The proposed utility service area is located approximately 5.4 miles SOUTHWEST  
[direction] of downtown SCHERTZ, [City or Town] Texas, and is  
generally bounded on the north by LOWER SEGUIN ROAD ;on the east by  
WARE SEGUIN ;on the south by IH 10 ;and on the west by SCHERTZ CITY  
ROAD LIMITS

**See enclosed map of the proposed service area. (ATTACHMENT 3)**

The total area being requested includes approximately \_\_\_\_\_ acres and 0  
current customers.

The proposed amendment affects customers and/or areas located in the following zip  
code(s):  
78154

\_\_\_\_\_  
(List All Affected Zip Codes)

A request for a public hearing must be in writing. You must state (1) your name, mailing address, and daytime telephone number; (2) the applicant's name, application number or another recognizable reference to this application; (3) the statement, "I/we request a public hearing"; (4) a brief description of how you or the persons you represent, would be adversely affected by the granting of the application for a CCN; and (5) your proposed adjustment to the application or CCN which would satisfy your concerns and cause you to withdraw your request for a hearing.



**Persons who wish to intervene or comment should write the:**

Texas Commission on Environmental Quality  
Water Supply Division  
Utilities and Districts Section, MC-153  
P. O. Box 13087  
Austin, TX 78711-3087

within thirty (30) days from the date of this publication or notice. A public hearing will be held only if a legally sufficient hearing request is received or if the Commission on its own motion requests a hearing. Only those individuals who submit a written hearing request or a written request to be notified if a hearing is set will receive notice if a hearing is scheduled.

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If you are a landowner with a tract of land at least 25 acres or more, that is partially or wholly located within the proposed area, you may request to be excluded from the proposed area (or "opt out") by providing written notice to the Commission within (30) days from the date that notice was provided by the applicant. All requests to opt out of the requested service area must include a scaled, general location map and a metes and bounds description of the tract of land.

Persons who meet the requirements to opt out, and wish to request this option should file the required documents with the:

Texas Commission on Environmental Quality  
Water Supply Division  
Utilities and Districts Section, MC-153  
P. O. Box 13087  
Austin, TX 78711-3087

A copy of the request to opt out of the proposed area must also be sent to the applicant. Staff may request additional information regarding your request.

**Si desea informacion en Espanol, puede llamar al 1-512-239-0200.**

## Notice to Customers of IOUs in Proposed Area

NOTICE OF APPLICATION FOR CERTIFICATE OF CONVENIENCE AND NECESSITY (CCN) TO PROVIDE WATER/SEWER UTILITY SERVICE IN \_\_\_\_\_

\_\_\_\_\_, COUNTY(IES), TEXAS

Dear Customer: \_\_\_\_\_ Date Notice Mailed \_\_\_\_\_ 20 \_\_\_\_

Name of Applicant \_\_\_\_\_ has filed an application for a CCN to obtain or amend CCN No. (s) \_\_\_\_\_ and to decertify a portion(s) of \_\_\_\_\_ with the \_\_\_\_\_  
(Name of Decertificated Utility)

Texas Commission on Environmental Quality to provide \_\_\_\_\_  
(specify 1) water or 2) sewer or 3) water & sewer)  
utility service in \_\_\_\_\_ County(ies).

The proposed utility service area is located approximately \_\_\_\_\_ miles  
[direction] of downtown \_\_\_\_\_, [City or Town] Texas.

A copy of the proposed service area map is available at (Utility Address and Phone Number): \_\_\_\_\_

The proposed amendment affects customers and/or areas located in the following zip code(s): \_\_\_\_\_

\_\_\_\_\_  
(List All Affected Zip Codes)

The current utility rates which were first effective on \_\_\_\_\_ 20 \_\_\_\_

Monthly Flat Rate of \$ \_\_\_\_\_ Per connection

-OR-

Monthly Base Rate Including per \_\_\_\_\_ gallons connection for:

5/8" meter	\$ _____
1" meter	\$ _____
1 1/2" meter	\$ _____
2" meter	\$ _____

Other\$ \_\_\_\_\_

Gallonage charge of \$ \_\_\_\_\_ Per 1,000  
Gallons above minimum (same for all meters sizes)

### Miscellaneous Fees

#### Regulatory Assessment

**Tap Fee** (Average Actual Cost)

#### Reconnecting fee:

- Non Payment (\$25.00 max)
- Transfer
- Customer's request

#### Late fee

#### Returned Check charge

**Customer Deposit** (\$50.00 max)

#### Meter test fee

(Actual Cost not Exceed \$25.00)

#### Other Fees

1%
\$ _____
\$ _____
\$ _____
\$ _____
\$5.00 or 10%
\$ _____
\$ _____
\$ _____
\$ _____
\$ _____

**Your utility service rates and fees cannot be changed by this application. If you are currently paying rates, those rates must remain in effect unchanged. Rates may only be increased if the utility files and gives notice of a separate rate change application.**

**A request for a public hearing must be in writing.** You must state (1) your name, mailing address, and daytime telephone number; (2) the applicant's name, application number or another recognizable reference to this application; (3) the statement, "I/we request a public hearing"; (4) a brief description of how you or the persons you represent, would be adversely affected by the granting of the application for a CCN; and (5) your proposed adjustment to the application or CCN which would satisfy your concerns and cause you to withdraw your request for a hearing.

Persons who wish to intervene or comment should write the:

Texas Commission on Environmental Quality  
Water Supply Division  
Utilities and Districts Section, MC-153  
P. O. Box 13087  
Austin, TX 78711-3087

within thirty (30) days from the date of this publication or notice. A public hearing will be held only if a legally sufficient hearing request is received or if the Commission on its own motion requests a hearing. Only those individuals who submit a written hearing request or a written request to be notified if a hearing is set will receive notice if a hearing is scheduled.

If a public hearing is requested, the Executive Director will not issue the CCN and will forward the application to the State Office of Administrative Hearings (SOAH) for a hearing. If no settlement is reached and an evidentiary hearing is held, the SOAH will submit a recommendation to the Commission for final decision. If an evidentiary hearing is held, it will be a legal proceeding similar to a civil trial in state district court.

**IF A HEARING IS HELD,** it is important that you or your representative attend to present your concerns. Your request serves only to cause a hearing to be held and is not used during the hearing.

If you are a landowner with a tract of land at least 25 acres or more, and is partially or wholly located within the proposed area, you may request to be excluded from the proposed area (or "opt out") by providing written notice to the Commission within (30) days from the date that notice was provided by the applicant. All requests to opt out of the requested service area must include a scaled, general location map and a metes and bounds description of the tract of land.

Persons who meet the requirements to opt out, and wish to request this option should file the required documents with the:

Texas Commission on Environmental Quality  
Water Supply Division  
Utilities and Districts Section, MC-153  
P. O. Box 13087  
Austin, TX 78711-3087

A copy of the request to opt out of the proposed area must also be sent to the applicant. Staff may request additional information regarding your request.

**Si desea informacion en Espanol, puede llamar al 1-512-239-0200.**

CITY OF SCHERTZ				
Water/Wastewater Certification Licenses				
Name	License	Class	License Number	Expiration
Aaron R. Dammann	Ground Water Treatment Operator	C	WG0009621	7/15/2014
Aaron R. Dammann	Wastewater Collection System Operator	II	WW0032158	8/11/2015
Brad Compton	Ground Water Treatment Operator	C	WG0010336	5/23/2015
Brad Compton	Wastewater Treatment Operator	C	WW0046715	9/24/2015
Brian P. Chellino	Wastewater Collection Operator	I	WW0042237	6/2/2016
Eber G. Busch	Customer Service Inspector		CI0007955	4/8/2015
Eber G. Busch	Wastewater Collection Operator	III	WW0040138	8/18/2015
Eber G. Busch	Ground Water Treatment Operator	C	WG0005402	2/5/2017
Eber G. Busch	Wastewater Treatment Operator	C	WW004039	3/21/2017
Eric J Webb	Wastewater Treatment Operator	D	WW049451	8/23/2016
Eric J Webb	Water Operator	D	WO0033622	11/18/2016
Eddie Diggs	Pesticide Applicator		482487	11/30/2014
Eddie Diggs	Customer Service Inspector		CI0007246	10/17/2016
Eddie Diggs	Ground Water Treatment Operator	C	WG0011375	6/20/2017
Eddie Diggs	Wastewater Treatment Operator	C	WW0046716	6/12/2015
Eddie Diggs	Water Distribution Operator	C	WD0007477	4/18/2017
Jerad Moheit	Wastewater Treatment Operator	D	WW0040153	8/18/2015
Jerad Moheit	Wastewater Collection Operator	II	WW0042235	9/22/2016
Jerad Moheit	Ground Water Treatment Operator	C	WG0013376	5/25/2014
Jerad Moheit	Customer Service Inspector		CI0009268	5/28/2016
James A. Hooks	Certified Floodplain Manager		0541-03	12/31/2014
James A. Hooks	Wastewater Treatment Plant Operator	C	WW0023348	10/30/2015
James A. Hooks	Ground Water Treatment Operator	B	WG0001769	9/2/2016
John E. Bierschwale	Ground Water Treatment Operator	B	WG0005465	11/5/2016
John E. Bierschwale	Wastewater Treatment Operator	B	WW0011069	3/4/2017
Mackenzie Flores	Class D Water Operator	D	WO0032669	12/13/2016
Marshall Phillips	Water Operator	D	WO0028803	10/4/2013
Marshall Phillips	Wastewater Treatment Operator	D	WW0043657	5/16/2014
Marshall Phillips	Ground Water Treatment Operator	C		
Marshall Phillips	Pump and Motor Maintenance - TRWA		WO0028803	
Paul Lopez	Ground Water Treatment Water Operator	D	WG0014825	1/30/2017
Raul Santoya	Ground Water Treatment Operator	C	WG0013005	9/13/2016
Raul Santoya	Wastewater Treatment Operator	D	WW0048652	4/15/2016
Samuel D. Willoughby	Certified Floodplain Manager		0708-05	12/31/2014
Samuel D. Willoughby	Wastewater Treatment Plant Operator	C	WW0011598	3/20/2017
Samuel D. Willoughby	Ground Water Treatment Operator	B	WG0005665	5/3/2017

**City of Schertz  
Schedule of Fees**

<b>Garbage Collection Fees</b>	<b>2013-14</b>
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**3. Commercial Containers.**

CONTRACTOR will provide commercial containers to those customers who desire to use them in lieu of garbage cans. The use of such CONTRACTOR provided containers is required by this contract. Rates for containers and pickup will be based on the following table:

**Container Size:**

**Frequency of Pickup**

<u><b>2013-14/2014-15</b></u>	<b>1</b>	<b>2</b>	<b>3</b>	<b>4</b>	<b>5</b>	<b>6</b>
<b>2 cu. Yard</b>	\$ 56.06	\$ 95.46	\$ 115.30	\$ 131.81	\$ 148.29	\$ 164.75
<b>3 cu. Yard</b>	\$ 67.57	\$ 121.89	\$ 168.06	\$ 192.73	\$ 217.48	\$ 242.17
<b>4 cu. Yard</b>	\$ 83.98	\$ 145.02	\$ 197.69	\$ 238.87	\$ 280.09	\$ 321.28
<b>6 cu. Yard</b>	\$ 118.66	\$ 197.69	\$ 271.86	\$ 346.02	\$ 420.08	\$ 494.24
<b>8 cu. Yard</b>	\$ 140.06	\$ 255.36	\$ 354.18	\$ 453.06	\$ 552.61	\$ 650.78
<b>10 cu. Yard</b>	\$ 161.43	\$ 296.51	\$ 420.08	\$ 527.23	\$ 634.28	\$ 741.35

**City of Schertz  
Schedule of Fees**

<b>Garbage Collection Fees</b>	<b>2013-14</b>
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**4. Roll-Off Rates Per Pull Open Top Containers - Dry Material**

<b>20 cu. Yard</b>	<b>\$ 304.77</b>
<b>30 cu. Yard</b>	<b>\$ 362.42</b>
<b>40 cu. Yard</b>	<b>\$ 420.08</b>
<b>Roll-off Rental (no pulls within billing cycle) per container per month</b>	<b>\$ 126.02</b>

**Collection and Disposal of Municipal Wastes**

**5. Wet Material Rates on Compactor containers**  
or open top containers with wet material must be negotiated with customers at the time they are needed. This type of waste must be hauled to a Type I landfill which generally has a higher disposal rate attached to it.

<b>Roll-off Container Delivery Charge per container</b>	<b>\$ 36.73</b>
<b>Roll-off Relocation or Trip Charge per container</b>	<b>\$ 36.73</b>

<b>2 cu. Yard compactor, per month (2 services per week)</b>	<b>\$ 217.14</b>
<b>Extra pick ups (2 yard compactor), each</b>	<b>\$ 82.33</b>
<b>4 cu. Yard compactor, per month (2 services per week)</b>	<b>\$ 447.33</b>
<b>30 cu yard Compactor, per pull</b>	<b>\$ 551.91</b>
<b>40 cu yard Compactor, per pull</b>	<b>\$ 655.71</b>
<b>30 cu yard Open-top (Recycle), per pull</b>	<b>\$ 205.82</b>

**Front-Load container extra pick-up charges**

<b>2 cu yard</b>	<b>\$ 28.01</b>
<b>3 cu yard</b>	<b>\$ 35.01</b>
<b>4 cu yard</b>	<b>\$ 42.02</b>
<b>6 cu yard</b>	<b>\$ 49.02</b>
<b>8 cu yard</b>	<b>\$ 56.02</b>
<b>10 cu yard</b>	<b>\$ 63.01</b>

<b>OVER WEIGHT CHARGE</b>	<b>\$ 28.09</b>
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To address non standard requests, the solid waste contractor can negotiate a fee with the customer requesting the service. The City will collect 15% of the negotiated fee per the franchise agreement.

**City of Schertz  
Schedule of Fees**

<b>Sewer Rates</b>	<b>2013-14</b>
<b><u>Residential Rates (Single Family)</u></b>	
<b>Base Rate-per month</b>	\$ 5.06
<b>Per 1,000 gal Charge, Per Month</b>	
City line Maintenance fee plus Franchise fee	\$ 0.20
User Charge based on 100% of avg consumption mo.	\$ 2.74
User avg. based on Nov, Dec, and Jan, min. 500 gals.	
Per 1,000 gal charge Total- 12,000 gallons or less	\$ 2.94
greater than 12,000 gallons	\$ 3.83
<b><u>Business and Multi-family Dwelling Units:</u></b>	
<b>Base Rate per month</b>	\$ 6.41
The base rate shall be assessed in terms of connection equivalents which shall be as follows: the customer's previous 12 month water consumption as determined at the annual re-rating in February divided by 365, with the results of such division then divided by 245 gallons. The figure arrived at by the second division shall be the customer's "connection equivalent". Each business shall be assessed a base rate.	
<b>Per 1,000 gal Charge, Per Month</b>	
Line Maintenance-Commercial/Industrial users plus Franchise fee	\$ 0.24
User Charge-based on 100% of water consumed	\$ 2.74
Per 1,000 gal charge Total- 12,000 gallons or less	\$ 2.98
greater than 12,000 gallons	\$ 3.87
<b><u>Public Schools</u></b>	
<b>Base Rate per month</b>	\$ 6.41
Base Rate-each public school shall be assessed a base rate per connection equivalent determined as in Business and Multi-family dwelling units above. (per month)	
<b>Per 1,000 gal Charge, Per Month</b>	
Line Maintenance-Commercial/Industrial users	\$ 0.24
User Charge-based on 100% of all water consumed	\$ 2.74
Per 1,000 gal charge Total- 12,000 gallons or less	\$ 2.98
greater than 12,000 gallons	\$ 3.87
<b><u>For Information Purposes Only:</u></b>	
Cibolo Creek Municipal Authority (CCMA), Per 1,000 gallons includes 5% franchise fee	\$ 2.74

**City of Schertz  
Schedule of Fees**

<b>Water Impact Fees</b>			<b>2013-14</b>
<b>Meter Size</b>	<b>Meter Type</b>	<b>LUEs Water</b>	
5/8"	SIMPLE	1.0	\$ 2,934
3/4"	SIMPLE	1.5	\$ 4,401
1"	SIMPLE	2.5	\$ 7,335
1.5"	SIMPLE	5.0	\$ 14,670
2"	SIMPLE	8.0	\$ 23,472
2"	COMPOUND	8.0	\$ 23,472
2"	TURBINE	10.0	\$ 29,340
3"	COMPOUND	16.0	\$ 46,944
3"	TURBINE	24.0	\$ 70,416
4"	COMPOUND	25.0	\$ 73,350
4"	TURBINE	42.0	\$ 123,228
6"	COMPOUND	50.0	\$ 146,700
6"	TURBINE	92.0	\$ 269,928
8"	COMPOUND	80.0	\$ 234,720
9"	TURBINE	160.0	\$ 469,440
10"	COMPOUND	115.0	\$ 337,410
10"	TURBINE	250.0	\$ 733,500
12"	TURBINE	330.0	\$ 968,220

**SEWER - BASE RATE**

\*Collection Impact Fee Per Living Unit Equivalent (LUE) \$ 1,668

\*Sewer based on LUE: LUE = 245 gallons per day  
These are only City of Schertz impact fees.

**Other Utility Impact Fees**

\*Treatment Impact Fee Per LUE: \$ 1,800.00

Schertz Seguin Local Government Corporation (SSLGC)

Example by meter size: 5/8" \$ 1,306.00



**City of Schertz  
Schedule of Fees**

<b>Public Works</b>	<b>2013-14</b>
Permit Fees - If tie into manhole or street cut	\$ 25.00
<b>Fire Line</b> Type Nos. 1 and 2 - (non-metered), in City	
4-inch service line connection or smaller	\$ 175.00
6 inch	\$ 235.00
8 inch	\$ 290.00
10 inch	\$ 340.00
12 inch	\$ 405.00
<b>Fire Line - Outside City</b>	
4-inch service line connection or smaller	\$ 225.00
6 inch	\$ 305.00
8 inch	\$ 375.00
10 inch	\$ 440.00
12 inch	\$ 525.00
<b>Meter Installation Fees - Inside the City</b>	
<b>Meter Size</b>	
5/8" X 3/4"	\$ 242.00
3/4" X 3/4"	\$ 280.00
1" X 1"	\$ 310.00
1.5" X 1/5"	\$ 486.00
2" X 2"	\$ 637.00
*2" turbine	Cost + Labor
*3" Comp	Cost + Labor
*3" turbine	Cost + Labor
*4" Comp	Cost + Labor
*4" turbine	Cost + Labor
*2" Comp	Cost + Labor

**City of Schertz  
Schedule of Fees**

Public Works	2013-14
<b>Meter Installation Fees - Outside the City</b>	
<b>Meter Size</b>	
5/8" X 3/4"	\$ 252.00
3/4" X 3/4"	\$ 290.00
1" X 1"	\$ 320.00
1.5" X 1/5"	\$ 496.00
2" X 2"	\$ 647.00
*2" turbine	Cost + Labor
*3" Comp	Cost + Labor
*3" turbine	Cost + Labor
*4" Comp	Cost + Labor
*4" turbine	Cost + Labor
*2" Comp	Cost + Labor
<b>Fire Hydrant Meter for Construction</b>	
Deposit (refundable)	\$ 200.00
Service Charge	\$ 50.00
Minimum Rater (first 10,000 gallons)	\$ 90.00
Per 1,000 gallons thereafter	\$ 6.92
<b>Development Permit</b>	
% of total valuation of public infrastructure improvements	1%
<b>Reinspection Fee</b>	\$ 50.00

**City of Schertz  
Schedule of Fees**

<b>Public Works - Water Rates</b>	<b>2013-14</b>
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GALLONS SOLD BY METER SIZE (RESIDENTIAL AND SMALL COMMERCIAL)

		INSIDE CITY				OUTSIDE CITY			
METER	LUE	BLOCK	RSF	CURRENT	3000 X LUE	RSF	BLOCK	3000 X LUE	
		GALLONS	RATE	RATE 1000	BLOCK COST	RATE	RATE 1000	(BLOCK COST)	
5/8 IN CODE 1	1	0	\$ 19.32	2.39	\$ 14.34	23.40	4.77	\$ 28.62	
		6000	\$ 33.66	2.42	\$ 7.26	52.02	4.83	\$ 14.49	
		9000	\$ 40.92	2.63	\$ 7.89	66.51	5.26	\$ 15.78	
		12000	\$ 48.81	2.84	\$ 8.52	82.29	5.67	\$ 17.01	
		15000	\$ 57.33	3.00	\$ 9.00	99.30	6.00	\$ 18.00	
		18000	\$ 66.33	3.77	\$ 45.24	117.30	7.55	\$ 90.60	
		30000	\$ 111.57	4.29	\$ 64.35	207.90	8.59	\$ 128.85	
		45000	\$ 175.92	4.57	\$ 68.55	336.75	9.14	\$ 137.10	
		60000	\$ 244.47	4.73	\$ 70.95	473.85	9.47	\$ 142.05	
		75000+	\$ 315.42	4.83	\$ 72.45	615.90	9.67	\$ 145.05	
3/4 IN CODE 2	1.5	0	\$ 28.98	2.39	\$ 14.34	35.10	4.77	\$ 28.62	
		6000	\$ 43.32	2.42	\$ 7.26	63.72	4.83	\$ 14.49	
		9000	\$ 50.58	2.63	\$ 7.89	78.21	5.26	\$ 15.78	
		12000	\$ 58.47	2.84	\$ 8.52	93.99	5.67	\$ 17.01	
		15000	\$ 66.99	3.00	\$ 9.00	111.00	6.00	\$ 18.00	
		18000	\$ 75.99	3.77	\$ 45.24	129.00	7.55	\$ 90.60	
		30000	\$ 121.23	4.29	\$ 64.35	219.60	8.59	\$ 128.85	
		45000	\$ 185.58	4.57	\$ 68.55	348.45	9.14	\$ 137.10	
		60000	\$ 254.13	4.73	\$ 70.95	485.55	9.47	\$ 142.05	
		75000+	\$ 325.08	4.83	\$ 72.45	627.60	9.67	\$ 145.05	
1.0 IN CODE 3	2.5	0	\$ 48.30	2.39	\$ 14.34	58.50	4.77	\$ 28.62	
		6000	\$ 62.64	2.42	\$ 7.26	87.12	4.83	\$ 14.49	
		9000	\$ 69.90	2.63	\$ 7.89	101.61	5.26	\$ 15.78	
		12000	\$ 77.79	2.84	\$ 8.52	117.39	5.67	\$ 17.01	
		15000	\$ 86.31	3.00	\$ 9.00	134.40	6.00	\$ 18.00	
		18000	\$ 95.31	3.77	\$ 45.24	152.40	7.55	\$ 90.60	
		30000	\$ 140.55	4.29	\$ 64.35	243.00	8.59	\$ 128.85	
		45000	\$ 204.90	4.57	\$ 68.55	371.85	9.14	\$ 137.10	
		60000	\$ 273.45	4.73	\$ 70.95	508.95	9.47	\$ 142.05	
		75000+	\$ 344.40	4.83	\$ 72.45	651.00	9.67	\$ 145.05	

**City of Schertz  
Schedule of Fees**

<b>Public Works - Water Rates</b>	<b>2013-14</b>
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GALLONS SOLD BY METER SIZE (RESIDENTIAL AND SMALL COMMERCIAL)

		INSIDE CITY				OUTSIDE CITY			
METER	LUE	BLOCK GALLONS	RSF RATE	BLOCK RATE 1000	3000 X LUE BLOCK COST	RSF RATE	BLOCK RATE 1000	3000 X LUE (BLOCK COST)	
1 1/2 IN CODE 4	5	0	\$ 96.59	2 39	\$ 35.85	116.99	4.77	\$ 71.55	
		15000	\$ 132.44	2.42	\$ 36.30	188.54	4.83	\$ 72.45	
		30000	\$ 168.74	2.63	\$ 39.45	260.99	5.26	\$ 78.90	
		45000	\$ 208.19	2.84	\$ 42.60	339.89	5.67	\$ 85.05	
		60000	\$ 250.79	3.00	\$ 45.00	424.94	6.00	\$ 90.00	
		75000	\$ 295.79	3.77	\$ 94.25	514.94	7.55	\$ 188.75	
		100000	\$ 390.04	4.29	\$ 107.25	703.69	8.59	\$ 214.75	
		125000	\$ 497.29	4.57	\$ 114.25	918.44	9.14	\$ 228.50	
		150000	\$ 611.54	4.73	\$ 118.25	1146.94	9.47	\$ 236.75	
		175000+	\$ 729.79	4.83	\$ 120.75	1383.69	9.67	\$ 241.75	
2 IN SIMPLE COMPOUND CODE 5	8	0	\$ 154.55	2 39	\$ 57.36	187.19	4.77	\$ 114.48	
		24000	\$ 211.91	2.42	\$ 58.08	301.67	4.83	\$ 115.92	
		48000	\$ 269.99	2.63	\$ 63.12	417.59	5.26	\$ 126.24	
		72000	\$ 333.11	2.84	\$ 68.16	543.83	5.67	\$ 136.08	
		96000	\$ 401.27	3.00	\$ 72.00	679.91	6.00	\$ 144.00	
		120000	\$ 473.27	3.77	\$ 150.80	823.91	7.55	\$ 302.00	
		160000	\$ 624.07	4.29	\$ 171.60	1125.91	8.59	\$ 343.60	
		200000	\$ 795.67	4.57	\$ 182.80	1469.51	9.14	\$ 365.60	
		240000	\$ 978.47	4.73	\$ 189.20	1835.11	9.47	\$ 378.80	
		280000+	\$ 1,167.67	4.83	\$ 193.20	2213.91	9.67	\$ 386.80	
2IN TURBINE CODE 6	10		\$ 193.19	2.39	\$ 71.70	233.99	4.77	\$ 143.10	
		30000	\$ 264.89	2.42	\$ 72.60	377.09	4.83	\$ 144.90	
		60000	\$ 337.49	2.63	\$ 78.90	521.99	5.26	\$ 157.80	
		90000	\$ 416.39	2.84	\$ 85.20	679.79	5.67	\$ 170.10	
		120000	\$ 501.59	3.00	\$ 90.00	849.89	6.00	\$ 180.00	
		150000	\$ 591.59	3.77	\$ 188.50	1029.89	7.55	\$ 377.50	
		200000	\$ 780.09	4.29	\$ 214.50	1407.39	8.59	\$ 429.50	
		250000	\$ 994.59	4.57	\$ 228.50	1836.89	9.14	\$ 457.00	
		300000	\$ 1,223.09	4.73	\$ 236.50	2293.89	9.47	\$ 473.50	
		350000+	\$ 1,459.59	4.83	\$ 241.50	2767.39	9.67	\$ 483.50	

**City of Schertz  
Schedule of Fees**

<b>Public Works - Water Rates</b>	<b>2013-14</b>
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GALLONS SOLD BY METER SIZE (RESIDENTIAL AND SMALL COMMERCIAL)

		INSIDE CITY				OUTSIDE CITY			
METER	LUE	BLOCK GALLONS	RSF RATE	BLOCK RATE 1000	3000 X LUE BLOCK COST	RSF RATE	BLOCK RATE 1000	3000 X LUE (BLOCK COST)	
3 IN	16	0	\$ 309.10	2.39	\$ 114.72	374.38	4.77	\$ 228.96	
COMPOUND		48000	\$ 423.82	2.42	\$ 116.16	603.34	4.83	\$ 231.84	
CODE 7		96000	\$ 539.98	2.63	\$ 126.24	835.18	5.26	\$ 252.48	
		144000	\$ 666.22	2.84	\$ 136.32	1087.66	5.67	\$ 272.16	
		192000	\$ 802.54	3.00	\$ 144.00	1359.82	6.00	\$ 288.00	
		240000	\$ 946.54	3.77	\$ 301.60	1647.82	7.55	\$ 604.00	
		320000	\$ 1,248.14	4.29	\$ 343.20	2251.82	8.59	\$ 687.20	
		400000	\$ 1,591.34	4.57	\$ 365.60	2939.02	9.14	\$ 731.20	
		480000	\$ 1,956.94	4.73	\$ 378.40	3670.22	9.47	\$ 757.60	
		560000+	\$ 2,335.34	4.83	\$ 386.40	4427.82	9.67	\$ 773.60	
3 IN	24	0	\$ 463.65	2.39	\$ 172.08	561.57	4.77	\$ 343.44	
TURBINE		72000	\$ 635.73	2.42	\$ 174.24	905.01	4.83	\$ 347.76	
CODE 8		144000	\$ 809.97	2.63	\$ 189.36	1252.77	5.26	\$ 378.72	
		216000	\$ 999.33	2.84	\$ 204.48	1631.49	5.67	\$ 408.24	
		288000	\$ 1,203.81	3.00	\$ 360.00	2039.73	6.00	\$ 720.00	
		408000	\$ 1,563.81	3.77	\$ 452.40	2759.73	7.55	\$ 906.00	
		528000	\$ 2,016.21	4.29	\$ 514.80	3665.73	8.59	\$ 1,030.80	
		648000	\$ 2,531.01	4.57	\$ 548.40	4696.53	9.14	\$ 1,096.80	
		768000	\$ 3,079.41	4.73	\$ 567.60	5793.33	9.47	\$ 1,136.40	
		888000+	\$ 3,647.01	4.83	\$ 579.60	6929.73	9.67	\$ 1,160.40	
4 IN	25	0	\$ 482.97	2.39	\$ 179.25	584.97	4.77	\$ 357.75	
COMPOUND		75000	\$ 662.22	2.42	\$ 181.50	942.72	4.83	\$ 362.25	
CODE 9		150000	\$ 843.72	2.63	\$ 197.25	1304.97	5.26	\$ 394.50	
		225000	\$ 1,040.97	2.84	\$ 213.00	1699.47	5.67	\$ 425.25	
		300000	\$ 1,253.97	3.00	\$ 375.00	2124.72	6.00	\$ 750.00	
		425000	\$ 1,628.97	3.77	\$ 471.25	2874.72	7.55	\$ 943.75	
		550000	\$ 2,100.22	4.29	\$ 536.25	3818.47	8.59	\$ 1,073.75	
		675000	\$ 2,636.47	4.57	\$ 571.25	4892.22	9.14	\$ 1,142.50	
		800000	\$ 3,207.72	4.73	\$ 591.25	6034.72	9.47	\$ 1,183.75	
		925000+	\$ 3,798.97	4.83	\$ 603.75	7218.47	9.67	\$ 1,208.75	

**City of Schertz  
Schedule of Fees**

<b>Public Works - Water Rates</b>	<b>2013-14</b>
GALLONS SOLD BY METER SIZE (RESIDENTIAL AND SMALL COMMERCIAL)	

		INSIDE CITY				OUTSIDE CITY			
METER	LUE	BLOCK GALLONS	RSF RATE	BLOCK RATE 1000	3000 X LUE BLOCK COST	RSF RATE	BLOCK RATE 1000	3000 X LUE (BLOCK COST)	
4 IN	42	0	\$ 811.39	2.39	\$ 301.14	982.75	4.77	\$ 601.02	
TURBINE		126000	\$ 1,112.53	2.42	\$ 304.92	1583.77	4.83	\$ 608.58	
CODE 10		252000	\$ 1,417.45	2.63	\$ 331.38	2192.35	5.26	\$ 662.76	
		378000	\$ 1,748.83	2.84	\$ 357.84	2855.11	5.67	\$ 714.42	
		504000	\$ 2,106.67	3.00	\$ 378.00	3569.53	6.00	\$ 756.00	
		630000	\$ 2,484.67	3.77	\$ 791.70	4325.53	7.55	\$ 1,585.50	
		840000	\$ 3,276.37	4.29	\$ 900.90	5911.03	8.59	\$ 1,803.90	
		1050000	\$ 4,177.27	4.57	\$ 959.70	7714.93	9.14	\$ 1,919.40	
		1260000	\$ 5,136.97	4.73	\$ 993.30	9634.33	9.47	\$ 1,988.70	
		1470000+	\$ 6,130.27	4.83	\$ 1,014.30	11623.03	9.67	\$ 2,030.70	
6 IN	50	0	\$ 965.94	2.39	\$ 358.50	1169.94	4.77	\$ 715.50	
COMPOUND		150000	\$ 1,324.44	2.42	\$ 363.00	1885.44	4.83	\$ 724.50	
CODE 11		300000	\$ 1,687.44	2.63	\$ 394.50	2609.94	5.26	\$ 789.00	
		450000	\$ 2,081.94	2.84	\$ 426.00	3398.94	5.67	\$ 850.50	
		600000	\$ 2,507.94	3.00	\$ 450.00	4249.44	6.00	\$ 900.00	
		750000	\$ 2,957.94	3.77	\$ 942.50	5149.44	7.55	\$ 1,887.50	
		1000000	\$ 3,900.44	4.29	\$ 1,072.50	7036.94	8.59	\$ 2,147.50	
		1250000	\$ 4,972.94	4.57	\$ 1,142.50	9184.44	9.14	\$ 2,285.00	
		1500000	\$ 6,115.44	4.73	\$ 1,182.50	11469.44	9.47	\$ 2,367.50	
		1750000+	\$ 7,297.94	4.83	\$ 1,207.50	13836.94	9.67	\$ 2,417.50	
6 IN	92	0	\$ 1,777.33	2.39	\$ 659.64	2152.69	4.77	\$ 1,316.52	
TURBINE		276000	\$ 2,436.97	2.42	\$ 667.92	3469.21	4.83	\$ 1,333.08	
CODE 12		552000	\$ 3,104.89	2.63	\$ 725.88	4802.29	5.26	\$ 1,451.76	
		828000	\$ 3,830.77	2.84	\$ 783.84	6254.05	5.67	\$ 1,564.92	
		1104000	\$ 4,614.61	3.00	\$ 828.00	7818.97	6.00	\$ 1,656.00	
		1380000	\$ 5,442.61	3.77	\$ 1,734.20	9474.97	7.55	\$ 3,473.00	
		1840000	\$ 7,176.81	4.29	\$ 1,973.40	12947.97	8.59	\$ 3,951.40	
		2300000	\$ 9,150.21	4.57	\$ 2,102.20	16899.37	9.14	\$ 4,204.40	
		2760000	\$ 11,252.41	4.73	\$ 2,175.80	21103.77	9.47	\$ 4,356.20	
		3220000+	\$ 13,428.21	4.83	\$ 2,221.80	25459.97	9.67	\$ 4,448.20	

PROPOSED  
RATE 1000

BULK 7.06 per thousand

CODE99

FH METER 91.80 7.06 per thousand

**City of Schertz  
Schedule of Fees**

<b>Drought Contingency Surcharges</b>	<b>2013-14</b>
For the first 1,000 gallons over allocation*	\$ 2.00
For the second 1,000 gallons over allocation*	\$ 3.00
For the third 1,000 gallons over allocation*	\$ 4.00
For each additional 1,000 gallons over allocation*	\$ 5.00
 Drought Contingency Violation Fines, up to	 \$ 200.00

\*Refer to the Conservation Ordinance for all allocations





## BASIC FINANCIAL STATEMENTS

CITY OF SCHERTZ, TEXAS  
STATEMENT OF NET POSITION  
SEPTEMBER 30, 2013

	Primary Government		
	Governmental	Business-Type	
	Activities	Activities	Total
<b>ASSETS</b>			
<i>Current Assets:</i>			
Cash and Cash Equivalents	\$ 1,303,244	\$ 1,152,953	\$ 2,456,197
Investments	10,981,620	1,773,882	12,755,502
Receivables (net of allowances)			
Delinquent Taxes	2,361,336	-	2,361,336
Accounts and Other	2,064,250	3,304,479	5,368,729
Accrued Interest Income	1,197	3,102	4,299
Prepaid Expenses	754,443	1,950	756,393
Inventories	50,768	128,385	179,153
Internal Balances	(488,397)	488,397	-
<i>Total Current Assets</i>	<u>17,028,461</u>	<u>6,853,148</u>	<u>23,881,609</u>
<i>Noncurrent Assets:</i>			
Restricted Assets:			
Cash and Cash Equivalents	387,795	785,349	1,173,144
Investments	17,196,490	7,477,027	24,673,517
Note Receivable	120,080	-	120,080
Capital Assets:			
Land	7,445,117	1,254,524	8,699,641
Water Rights	-	70,245	70,245
Buildings and Improvements	35,471,337	79,836,578	115,307,915
Equipment and Vehicles	6,354,680	3,051,206	9,405,886
Infrastructure	81,758,702	-	81,758,702
Construction in Progress	3,161,422	365,904	3,527,326
Accumulated Depreciation	(32,149,182)	(22,793,058)	(54,942,240)
<i>Total Noncurrent Assets</i>	<u>119,746,441</u>	<u>70,047,775</u>	<u>189,794,216</u>
<b>TOTAL ASSETS</b>	<u>136,774,902</u>	<u>76,900,923</u>	<u>213,675,825</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Deferred Loss on Debt Refundings	423,735	112,125	535,860
<b>TOTAL DEFERRED OUTFLOWS</b>	<u>\$ 423,735</u>	<u>\$ 112,125</u>	<u>\$ 535,860</u>

See Accompanying notes to basic financial statements.

CITY OF SCHERTZ, TEXAS  
STATEMENT OF NET POSITION (CONTINUED)  
SEPTEMBER 30, 2013

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
<b>LIABILITIES</b>			
<i>Current Liabilities Payable from</i>			
<i>Unrestricted Assets:</i>			
Accounts Payable	\$ 1,620,188	\$ 1,501,034	\$ 3,121,222
Accrued Liabilities	361,463	111,297	472,760
Due to Other Governments	231,399	-	231,399
Unearned Revenue	47,386	136,820	184,206
Accrued Interest Payable	394,412	53,654	448,066
Compensated Absences	171,914	45,254	217,168
Current Portion of Long-Term Debt	3,725,240	847,167	4,572,407
<i>Total Current Liabilities Payable</i>			
<i>From Unrestricted Assets</i>	<u>6,552,002</u>	<u>2,695,226</u>	<u>9,247,228</u>
<i>Current Liabilities Payable from</i>			
<i>Restricted Assets:</i>			
Customer Deposits	<u>33,916</u>	<u>500,488</u>	<u>534,404</u>
<i>Total Current Liabilities Payable</i>			
<i>From Restricted Assets</i>	<u>33,916</u>	<u>500,488</u>	<u>534,404</u>
<i>Total Current Liabilities</i>	<u>6,585,918</u>	<u>3,195,714</u>	<u>9,781,632</u>
<i>Noncurrent Liabilities:</i>			
Compensated Absences	687,654	181,016	868,670
Long-Term Debt	57,947,675	8,662,200	66,609,875
<i>Total Noncurrent Liabilities</i>	<u>58,635,329</u>	<u>8,843,216</u>	<u>67,478,545</u>
<b>TOTAL LIABILITIES</b>	<u>65,221,247</u>	<u>12,038,930</u>	<u>77,260,177</u>
<b>NET POSITION</b>			
Net Investment In Capital Assets	57,543,618	53,071,836	110,615,454
Restricted For:			
Police and Municipal Court	1,143,312	-	1,143,312
PEG Capital Fees	456,175	-	456,175
Tourism Development	470,250	-	470,250
Economic Development	5,152,796	-	5,152,796
Parks and Tree Mitigation	294,306	-	294,306
Debt Service	193,961	-	193,961
Other Purposes	77,554	-	77,554
Unrestricted	6,645,418	11,902,282	18,547,700
<b>TOTAL NET POSITION</b>	<u>\$ 71,977,390</u>	<u>\$ 64,974,118</u>	<u>\$ 136,951,508</u>

See Accompanying notes to basic financial statements.

CITY OF SCHERTZ, TEXAS  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED SEPTEMBER 30, 2013

Functions and Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
<b>Primary Government:</b>				
<i>Governmental Activities:</i>				
General Government	\$ 7,283,947	\$ 2,230,800	\$ 376,485	\$ 1,531,740
Public Safety	9,600,762	2,516,547	41,418	-
Public Environment	3,622,834	-	-	-
Parks and Recreation	1,807,559	721,222	158,704	-
Cultural	907,676	305,932	9,589	-
Health	344,647	38,149	16,963	-
Administration	2,136,625	1,311,272	-	-
Interest and Other Fees	3,340,951	-	-	-
<i>Total Governmental Activities</i>	<u>29,045,001</u>	<u>7,123,922</u>	<u>603,159</u>	<u>1,531,740</u>
<i>Business-Type Activities</i>				
Water and Sewer	16,954,871	17,696,327	-	1,301,235
EMS	3,959,445	4,459,600	-	-
<i>Total Business-Type Activities</i>	<u>20,914,316</u>	<u>22,155,927</u>	<u>-</u>	<u>1,301,235</u>
<b>Total Primary Government</b>	<u>\$ 49,959,317</u>	<u>\$ 29,279,849</u>	<u>\$ 603,159</u>	<u>\$ 2,832,975</u>
<b>General Revenues:</b>				
Taxes:				
Ad Valorem				
Sales				
Franchise Fees				
Hotel/Motel				
Mixed Drink				
Investment Earnings				
Miscellaneous				
<b>Total General Revenues</b>				
Transfers				
Change in Net Position				
Net Position at Beginning of Year				
Prior Period Adjustment				
Net Position at End of Year				

See Accompanying notes to basic financial statements.

Net (Expense) Revenue and Changes in Net Position		
Primary Government		
Governmental Activities	Business-Type Activities	Total
\$ (3,144,922)		\$ (3,144,922)
(7,042,797)		(7,042,797)
(3,622,834)		(3,622,834)
(927,633)		(927,633)
(592,155)		(592,155)
(289,535)		(289,535)
(825,353)		(825,353)
(3,340,951)		(3,340,951)
<u>(19,786,180)</u>		<u>(19,786,180)</u>
	\$ 2,042,691	2,042,691
	500,155	500,155
	<u>2,542,846</u>	<u>2,542,846</u>
<u>(19,786,180)</u>	<u>2,542,846</u>	<u>(17,243,334)</u>
12,359,146	-	12,359,146
9,637,097	-	9,637,097
1,681,079	-	1,681,079
503,267	-	503,267
30,421	-	30,421
54,270	53,089	107,359
505,342	664,521	1,169,863
<u>24,770,622</u>	<u>717,610</u>	<u>25,488,232</u>
<u>(448,285)</u>	<u>(25,140)</u>	<u>(473,425)</u>
4,536,157	3,235,316	7,771,473
67,630,883	61,738,802	129,369,685
(189,650)	-	(189,650)
<u>\$ 71,977,390</u>	<u>\$ 64,974,118</u>	<u>\$ 136,951,508</u>

CITY OF SCHERTZ, TEXAS  
BALANCE SHEET – GOVERNMENTAL FUNDS  
SEPTEMBER 30, 2013

	General Fund	Capital Projects	Debt Service
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 604,120	\$ -	\$ -
Investments	4,884,186	-	-
Receivables (net of allowances)			
Taxes	1,640,179	-	71,174
Accounts and Other	1,986,715	73,895	-
Due from Other Funds	467,407	-	-
Inventory	50,768	-	-
Prepaid Items	-	754,443	-
Note Receivable	-	-	-
Restricted Assets:			
Cash and Cash Equivalents	9,063	259,881	118,850
Investments	-	16,797,740	398,749
<b>TOTAL ASSETS</b>	<u><u>\$ 9,642,438</u></u>	<u><u>\$ 17,885,959</u></u>	<u><u>\$ 588,773</u></u>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>			
<i>Liabilities:</i>			
Accounts Payable	\$ 931,146	\$ 664,745	\$ 400
Accrued Salaries and Benefits	353,809	-	-
Customer Deposits	33,916	-	-
Due to Other Governments	231,399	-	-
Due to Other Funds	-	795,804	-
Unearned Revenues	47,386	-	-
<i>Total Liabilities</i>	<u>1,597,656</u>	<u>1,460,549</u>	<u>400</u>
<i>Deferred Inflows of Resources:</i>			
Unavailable Revenues	<u>2,027,576</u>	<u>-</u>	<u>71,174</u>
<i>Fund Balances:</i>			
Nonspendable:			
Inventory	50,768	-	-
Prepaid Items	-	754,443	-
Note Receivable	-	-	-
Restricted for:			
Police and Public Safety	101,303	-	-
Municipal Court	646,422	-	-
PEG Capital Fees	456,175	-	-
Capital Improvement	-	15,360,800	-
Debt Service	-	-	517,199
Tourism Development	-	-	-
Parks and Tree Mitigation	-	-	-
Historical Committee and Library	-	-	-
Economic Development	-	-	-
Committed for Capital Improvements	-	165,000	-
Assigned for:			
Property Replacement	456,034	-	-
Special Events	99,770	-	-
Capital Improvement	-	145,167	-
Unassigned	4,206,734	-	-
<i>Total Fund Balances</i>	<u>6,017,206</u>	<u>16,425,410</u>	<u>517,199</u>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>	<u><u>\$ 9,642,438</u></u>	<u><u>\$ 17,885,959</u></u>	<u><u>\$ 588,773</u></u>

See Accompanying notes to basic financial statements.

Economic Development Corporation	Nonmajor Governmental Funds	Total Governmental Funds
\$ 318,397	\$ 380,726	\$ 1,303,243
5,152,452	944,984	10,981,622
569,259	80,726	2,361,338
1,197	3,640	2,065,447
-	20,000	487,407
-	-	50,768
-	-	754,443
120,080	-	120,080
-	-	387,794
-	-	17,196,489
<u>\$ 6,161,385</u>	<u>\$ 1,430,076</u>	<u>\$ 35,708,631</u>

\$ 11,034	\$ 12,379	\$ 1,619,704
8,143	-	361,952
-	-	33,916
-	-	231,399
-	180,000	975,804
-	-	47,386
<u>19,177</u>	<u>192,379</u>	<u>3,270,161</u>

<u>-</u>	<u>-</u>	<u>2,098,750</u>
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-	-	50,768
-	-	754,443
120,080	-	120,080
-	395,587	496,890
-	-	646,422
-	-	456,175
-	-	15,360,800
-	-	517,199
-	470,250	470,250
-	294,306	294,306
-	77,554	77,554
6,022,128	-	6,022,128
-	-	165,000
-	-	456,034
-	-	99,770
-	-	145,167
-	-	4,206,734
<u>6,142,208</u>	<u>1,237,697</u>	<u>30,339,720</u>
<u>\$ 6,161,385</u>	<u>\$ 1,430,076</u>	<u>\$ 35,708,631</u>





CITY OF SCHERTZ, TEXAS  
RECONCILIATION OF BALANCE SHEET  
SEPTEMBER 30, 2013

TOTAL FUND BALANCE - TOTAL GOVERNMENTAL FUNDS \$ 30,339,720

Amounts reported for governmental activities in the Statement of Net Position  
are different because:

Capital Assets used in governmental activities are not financial resources  
and, therefore, are not reported in the funds. 102,042,076

Other long-term assets are not available to pay for current-period expenditures  
and, therefore, are not recognized as revenue in the funds. 2,098,750

Long-term liabilities, including bonds payable and capital leases, are not due and  
payable in the current period and therefore, not reported in the funds:

Bonds Payable	(58,861,767)	
Unamortized Premiums, Discounts, Losses on Refundings	(2,365,011)	
Capital Lease Payable	(22,398)	
Accrued Interest Payable	(394,412)	
Compensated Absences	(859,568)	(62,503,156)
		<u>(62,503,156)</u>

TOTAL NET POSITION - GOVERNMENTAL ACTIVITIES \$ 71,977,390

CITY OF SCHERTZ, TEXAS  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2013

	General Fund	Capital Projects	Debt Service Fund
<b>REVENUES</b>			
Taxes	\$ 15,411,501	\$ -	\$ 5,051,475
Permits and Fees	1,398,781	-	-
Service Fees	3,205,265	-	-
Fines and Fees	1,870,825	-	-
Intergovernmental	464,979	27,353	-
Investment Earnings	10,244	31,572	2,012
Miscellaneous	584,214	7,500	-
<b>TOTAL REVENUES</b>	<u>22,945,809</u>	<u>66,425</u>	<u>5,053,487</u>
<b>EXPENDITURES</b>			
<i>Current:</i>			
General Government	5,552,150	-	-
Public Safety	9,113,840	-	-
Public Environment	951,528	-	-
Parks and Recreation	1,120,724	-	-
Cultural	830,149	-	-
Health	341,961	-	-
Administration	2,597,128	-	-
<i>Capital Outlay</i>	221,562	2,931,207	-
<i>Debt Service:</i>			
Principal	37,792	-	2,789,533
Interest and Fiscal Charges	913	-	2,341,754
Bond Issue Costs	-	30,000	1,750
<b>TOTAL EXPENDITURES</b>	<u>20,767,747</u>	<u>2,961,207</u>	<u>5,133,037</u>
Excess (Deficiency) of Revenues			
Over (Under) Expenditures	<u>2,178,062</u>	<u>(2,894,782)</u>	<u>(79,550)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Proceeds from Issuance of Debt	-	1,635,000	-
Transfers In	61,226	337,051	369,075
Transfers Out	(198,899)	-	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>(137,673)</u>	<u>1,972,051</u>	<u>369,075</u>
<b>Net Change in Fund Balance</b>	2,040,389	(922,731)	289,525
Fund Balances at Beginning of Year	3,976,817	17,348,141	227,674
Prior Period Adjustment	-	-	-
<b>Fund Balances at End of Year</b>	<u>\$ 6,017,206</u>	<u>\$ 16,425,410</u>	<u>\$ 517,199</u>

See accompanying notes to basic financial statements.

Economic Development Corporation	Other Nonmajor Governmental Funds	Total Governmental Funds
\$ 3,215,620	\$ 503,267	\$ 24,181,863
-	211,173	1,609,954
-	197,548	3,402,813
-	56,919	1,927,744
-	-	492,332
8,821	1,464	54,113
-	121,283	712,997
<u>3,224,441</u>	<u>1,091,654</u>	<u>32,381,816</u>
770,739	343,763	6,666,652
-	-	9,113,840
-	-	951,528
-	291,605	1,412,329
-	10,446	840,595
-	-	341,961
-	-	2,597,128
-	124,628	3,277,397
390,000	-	3,217,325
38,504	-	2,381,171
-	-	31,750
<u>1,199,243</u>	<u>770,442</u>	<u>30,831,676</u>
<u>2,025,198</u>	<u>321,212</u>	<u>1,550,140</u>
-	-	1,635,000
-	20,732	788,084
<u>(369,075)</u>	<u>(220,110)</u>	<u>(788,084)</u>
<u>(369,075)</u>	<u>(199,378)</u>	<u>1,635,000</u>
1,656,123	121,834	3,185,140
4,486,085	1,305,513	27,344,230
-	(189,650)	(189,650)
<u>\$ 6,142,208</u>	<u>\$ 1,237,697</u>	<u>\$ 30,339,720</u>



CITY OF SCHERTZ, TEXAS  
RECONCILIATION OF THE STATEMENT OF REVENUES,  
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED SEPTEMBER 30, 2013

NET CHANGE IN FUND BALANCES - GOVERNMENTAL FUNDS \$ 3,185,140

Amounts reported for governmental activities in the Statement of Activities  
are different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. In addition, capital assets contributed to governmental activities are not recorded on the fund statements.

Capital Outlay	3,221,917	
Capital Contributions	1,531,740	
Depreciation Expense	<u>(4,125,547)</u>	628,110

Proceeds from the sale of capital assets are reported as revenues on the governmental fund statements. However, in the statement of activities, these proceeds are reduced by the net book value of the capital asset (original cost less accumulated depreciation through the sale date). This amount represents the net book value of capital assets disposed in the current period. (8,130)

Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds. 134,890

The issuance of long-term debt (e.g. bonds, leases) provides current financial resources to governmental funds, which the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any affect on net position. This amount is the net effect of these differences in the treatment of long-term debt and related items.

Proceeds from the Issuance of Debt	(1,635,000)	
Principal Repayments	3,217,325	
Amortization of Premiums, Discounts, Losses	<u>(911,106)</u>	671,219

Some expenses reported in the Statement of Activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds:

Compensated Absences	(83,292)	
Accrued Interest	<u>8,220</u>	<u>(75,072)</u>

CHANGE IN NET POSITION - GOVERNMENTAL ACTIVITIES \$ 4,536,157

See accompanying notes to basic financial statements.

CITY OF SCHERTZ, TEXAS  
STATEMENT OF NET POSITION - PROPRIETARY FUNDS  
SEPTEMBER 30, 2013

	Business-Type Activities - Enterprise Funds			Governmental Activities
	Water and Sewer System	Schertz EMS	Total	Internal Service Fund
<b>ASSETS</b>				
<i>Current Assets:</i>				
Cash and Cash Equivalents	\$ 1,152,953	\$ -	\$ 1,152,953	\$ -
Investments	1,773,882	-	1,773,882	-
Accounts Receivable, Net of Allowance:				
Customer Accounts	1,913,982	1,390,497	3,304,479	-
Due from Other Funds	823,139	-	823,139	-
Accrued Interest	3,102	-	3,102	-
Prepaid Expenses	-	1,950	1,950	-
Inventory	76,895	51,490	128,385	-
<i>Total Current Assets</i>	<u>5,743,953</u>	<u>1,443,937</u>	<u>7,187,890</u>	<u>-</u>
<i>Noncurrent Assets:</i>				
Restricted Assets:				
Cash and Cash Equivalents	785,349	-	785,349	-
Investments	7,477,027	-	7,477,027	-
Capital Assets:				
Land	1,254,524	-	1,254,524	-
Water Rights	70,245	-	70,245	-
Buildings and Improvements	79,830,078	6,500	79,836,578	-
Machinery, Equipment, and Vehicles	1,459,193	1,592,013	3,051,206	-
Construction in Progress	365,904	-	365,904	-
Less: Accumulated Depreciation	(21,634,323)	(1,158,735)	(22,793,058)	-
<i>Total Noncurrent Assets</i>	<u>69,607,997</u>	<u>439,778</u>	<u>70,047,775</u>	<u>-</u>
<b>TOTAL ASSETS</b>	<u>75,351,950</u>	<u>1,883,715</u>	<u>77,235,665</u>	<u>-</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>				
Deferred Loss on Refunding	112,125	-	112,125	-
<b>TOTAL DEFERRED OUTFLOWS</b>	<u>\$ 112,125</u>	<u>\$ -</u>	<u>\$ 112,125</u>	<u>\$ -</u>

See accompanying notes to basic financial statements.

CITY OF SCHERTZ, TEXAS  
STATEMENT OF NET POSITION - PROPRIETARY FUNDS (CONTINUED)  
SEPTEMBER 30, 2013

	Business-Type Activities - Enterprise Funds			Governmental Activities
	Water and Sewer System	Schertz EMS	Total	Internal Service Fund
<b>LIABILITIES</b>				
<i>Current Liabilities:</i>				
Accounts Payable	\$ 1,187,187	\$ 313,847	\$ 1,501,034	\$ -
Accrued Liabilities	43,142	68,155	111,297	-
Customer Deposits	500,488	-	500,488	-
Accrued Interest Payable	52,477	1,177	53,654	-
Due to Other Funds	117,453	217,289	334,742	-
Unearned Revenue	136,820	-	136,820	-
Current Portion of Compensated Absences	17,340	27,914	45,254	-
Current Portion of Long-Term Debt	750,500	96,667	847,167	-
<i>Total Current Liabilities</i>	<u>2,805,407</u>	<u>725,049</u>	<u>3,530,456</u>	<u>-</u>
<i>Noncurrent Liabilities:</i>				
Compensated Absences	69,362	111,654	181,016	-
Long-Term Debt (Net of Current Portion)	8,530,533	131,667	8,662,200	-
<i>Total Noncurrent Liabilities</i>	<u>8,599,895</u>	<u>243,321</u>	<u>8,843,216</u>	<u>-</u>
<b>TOTAL LIABILITIES</b>	<u>11,405,302</u>	<u>968,370</u>	<u>12,373,672</u>	<u>-</u>
<b>NET POSITION</b>				
Net Investment in Capital Assets	52,860,392	211,444	53,071,836	-
Unrestricted	11,198,381	703,901	11,902,282	-
<b>TOTAL NET POSITION</b>	<u>\$ 64,058,773</u>	<u>\$ 915,345</u>	<u>\$ 64,974,118</u>	<u>\$ -</u>

See accompanying notes to basic financial statements.

CITY OF SCHERTZ, TEXAS  
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION  
PROPRIETARY FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2013

	Business-Type Activities - Enterprise Funds			Governmental Activities
	Water and Sewer System	Schertz EMS	Total	Internal Service Fund
<b>OPERATING REVENUES</b>				
Fees Charged to Users	\$ 17,640,390	\$ 4,459,600	\$ 22,099,990	\$ -
Charges for Premiums	-	-	-	1,955,268
Other Charges	55,937	-	55,937	-
<b>TOTAL OPERATING REVENUES</b>	<u>17,696,327</u>	<u>4,459,600</u>	<u>22,155,927</u>	<u>1,955,268</u>
<b>OPERATING EXPENSES</b>				
Personnel Services	1,809,382	2,781,261	4,590,643	1,955,268
Contribution to Joint Ventures	1,739,708	-	1,739,708	-
Water Purchase	2,852,811	-	2,852,811	-
Garbage Contractor	3,370,488	-	3,370,488	-
Sewage Treatment	2,438,409	-	2,438,409	-
General and Administrative	1,858,571	407,178	2,265,749	-
Contractual Services	205,080	140,194	345,274	-
Supplies and Maintenance	278,825	473,764	752,589	-
Depreciation	1,845,962	138,325	1,984,287	-
<b>TOTAL OPERATING EXPENSES</b>	<u>16,399,236</u>	<u>3,940,722</u>	<u>20,339,958</u>	<u>1,955,268</u>
<b>OPERATING INCOME (LOSS)</b>	<u>1,297,091</u>	<u>518,878</u>	<u>1,815,969</u>	<u>-</u>
<b>NONOPERATING REVENUES (EXPENSES)</b>				
Investment Earnings	52,744	345	53,089	-
Lease Income	198,322	-	198,322	-
Miscellaneous	373,805	92,394	466,199	-
Interest Expense	(383,843)	(9,804)	(393,647)	-
Amortization Expense	(171,792)	(8,919)	(180,711)	-
<b>TOTAL NONOPERATING REVENUES (EXPENSES)</b>	<u>69,236</u>	<u>74,016</u>	<u>143,252</u>	<u>-</u>
<b>INCOME BEFORE CONTRIBUTIONS AND TRANSFERS</b>	<u>1,366,327</u>	<u>592,894</u>	<u>1,959,221</u>	<u>-</u>
Transfers In (Out)	(25,140)	-	(25,140)	-
Capital Contributions	<u>1,301,235</u>	<u>-</u>	<u>1,301,235</u>	<u>-</u>
<b>CHANGE IN NET POSITION</b>	<u>2,642,422</u>	<u>592,894</u>	<u>3,235,316</u>	<u>-</u>
<b>NET POSITION AT BEGINNING OF YEAR</b>	<u>61,416,351</u>	<u>322,451</u>	<u>61,738,802</u>	<u>-</u>
<b>NET POSITION AT END OF YEAR</b>	<u>\$ 64,058,773</u>	<u>\$ 915,345</u>	<u>\$ 64,974,118</u>	<u>\$ -</u>

See accompanying notes to basic financial statements.



CITY OF SCHERTZ, TEXAS  
STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS  
FOR THE YEAR ENDED SEPTEMBER 30, 2013

	Business-Type Activities - Enterprise Funds			Governmental Activities
	Water and Sewer System	Schertz EMS	Total	Internal Service Fund
<b>Cash Flows From Operating Activities:</b>				
Cash Received From Customers and Users	\$ 19,116,031	\$ 3,959,883	\$ 23,075,914	\$ -
Cash Received from Interfund Services	-	-	-	1,955,268
Cash Paid to Employees for Services	(1,797,925)	(2,767,264)	(4,565,189)	(1,955,268)
Cash Paid to Supplier for Goods & Services	(12,629,476)	(932,749)	(13,562,225)	-
<b>Net Cash Provided (Used) by Operating Activities</b>	<b>4,688,630</b>	<b>259,870</b>	<b>4,948,500</b>	<b>-</b>
<b>Cash Flows From Noncapital Financing Activities:</b>				
Cash Advances From/(To) Other Funds	127,096	(176,482)	(49,386)	-
<b>Net Cash Provided (Used) by Noncapital Financing Activities</b>	<b>127,096</b>	<b>(176,482)</b>	<b>(49,386)</b>	<b>-</b>
<b>Cash Flows From Capital and Related Financing Activities:</b>				
Acquisition and Construction of Capital Assets	(2,952,720)	(283,266)	(3,235,986)	-
Interest Paid on Long-Term Debt	(387,281)	(10,216)	(397,497)	-
Principal Paid on Long-Term Debt	(728,800)	(91,667)	(820,467)	-
<b>Net Cash Provided (Used) by Capital and Related Financing Activities</b>	<b>(4,068,801)</b>	<b>(385,149)</b>	<b>(4,453,950)</b>	<b>-</b>
<b>Cash Flows From Investing Activities:</b>				
Purchase of Investments	(573,056)	-	(573,056)	-
Proceeds from the Sale of Investments	-	301,415	301,415	-
Payments from Leases	198,322	-	198,322	-
Interest and Investment Earnings	52,734	346	53,080	-
<b>Net Cash Provided (Used) by Investing Activities</b>	<b>(322,000)</b>	<b>301,761</b>	<b>(20,239)</b>	<b>-</b>
<b>Net Increase (Decrease) in Cash and Cash Equivalents</b>	<b>424,925</b>	<b>-</b>	<b>424,925</b>	<b>-</b>
<b>Cash and Cash Equivalents at Beginning of Year:</b>				
Cash and Cash Equivalents	1,012,438	-	1,012,438	-
Restricted Cash and Cash Equivalents	500,939	-	500,939	-
	<u>1,513,377</u>	<u>-</u>	<u>1,513,377</u>	<u>-</u>
<b>Cash and Cash Equivalents at End of Year:</b>				
Cash and Cash Equivalents	1,152,953	-	1,152,953	-
Restricted Cash and Cash Equivalents	785,349	-	785,349	-
	<u>\$ 1,938,302</u>	<u>\$ -</u>	<u>\$ 1,938,302</u>	<u>\$ -</u>
<b>Noncash Capital and Related Financing Transactions:</b>				
Developer Contributions of Capital Assets	\$ 1,301,235	\$ -	\$ -	\$ -
Contribution of Capital Asset to General Fund	\$ 25,140	\$ -	\$ -	\$ -

See accompanying notes to basic financial statements.

CITY OF SCHERTZ, TEXAS  
STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS (CONTINUED)  
FOR THE YEAR ENDED SEPTEMBER 30, 2013

	Business-Type Activities - Enterprise Funds			Governmental Activities
	Water and Sewer System	Schertz EMS	Total	Internal Service Fund
<b>Reconciliation of Operating Income to Net Cash Provided (Used) by Operating Activities:</b>				
Operating Income	\$ 1,297,091	\$ 518,878	\$ 1,815,969	\$ -
Revenues from Other Sources	373,805	92,394	466,199	-
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities:				
Depreciation	1,845,962	138,325	1,984,287	-
Decrease (Increase) in Assets:				
Accounts Receivable (net)	896,432	(592,111)	304,321	-
Prepaid Expenses	9,583	(455)	9,128	-
Inventory	17,031	16,703	33,734	-
Increase (Decrease) in Liabilities:				
Accounts Payable	87,802	72,139	159,941	-
Accrued Liabilities	8,769	9,416	18,185	-
Customer Deposits	41,925	-	41,925	-
Unearned Revenue	107,542	-	107,542	-
Compensated Absences	2,688	4,581	7,269	-
<b>NET CASH PROVIDED BY (USED) FOR OPERATING ACTIVITIES</b>	<u><u>\$ 4,688,630</u></u>	<u><u>\$ 259,870</u></u>	<u><u>\$ 4,948,500</u></u>	<u><u>\$ -</u></u>

See accompanying notes to basic financial statements.