

Bryan W. Shaw, Ph.D., *Chairman*
Carlos Rubinstein, *Commissioner*
Toby Baker, *Commissioner*
Zak Covar, *Executive Director*

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TEXAS COMMISSION ON ENVIRONMENTAL QUALITY

Protecting Texas by Reducing and Preventing Pollution

April 26, 2012

Mr. Tom Martin, President
Crystal Springs Water Company
P. O. Box 603
Porter, Texas 77356.0603

Re: Comprehensive Compliance Investigation at:
Lake Creek Falls, 13535 Park Avenue, Conroe, Montgomery County, Texas.
TCEQ ID No. 1700719, Investigation No. 996329.

Dear Mr. Martin:

On April 04, 2012, Mr. Miguel Galvan of the Texas Commission on Environmental Quality (TCEQ) Houston Region Office conducted an investigation of the above-referenced facility to evaluate compliance with the applicable requirements for public water supply systems. No violations are being alleged as a result of the investigation.

The TCEQ appreciates your assistance in this matter and your compliance efforts to ensure protection of the State's environment. If you or members of your staff have any questions regarding these matters, please feel free to contact Mr. Miguel Galvan in the Houston Region Office at 713-767-3650.

Sincerely,

Leticia De Leon
Leticia De Leon, Team Leader
Public Water Supply
Houston Region Office

LD/MG/ra

cc: Montgomery County Environmental Health Services

Byron W. Shaw, Ph.D. *Chairman*
Carlos Rubinstein *Commissioner*
Toby Baker *Commissioner*
Zak Coval *Executive Director*



*Larry
FHS*

TEXAS COMMISSION ON ENVIRONMENTAL QUALITY

Protecting Texas by Reducing and Preventing Pollution

July 27, 2012

Mr. Tom A. Martin, President
Crystal Springs Water Company, Inc.
PO Box 603
Porter, Texas 77365-0603

Re: Comprehensive Compliance Investigation at:
Lake Louise Subdivision, 15851 Lakewood Dr., Montgomery County, Texas
Regulated Entity No. 102682861, TCEQ ID No. 1700184, Investigation No.: 1013505

Dear Mr. Martin:

On June 14, 2012, Ms. Christina Bernal of the Texas Commission on Environmental Quality (TCEQ) Houston Region Office conducted an investigation of the above-referenced facility to evaluate compliance with the applicable requirements for public water supply systems. No violations are being alleged as a result of the investigation.

The TCEQ appreciates your assistance in this matter and your compliance efforts to ensure protection of the State's environment. If you or members of your staff have any questions regarding these matters, please feel free to contact Ms. Christina Bernal in the Houston Region Office at (713)767-3650.

Sincerely,

Leticia De Leon, Team Leader
Public Water Supply
Houston Region Office

LD/CB/ra

cc: Montgomery County Environmental Health Services

Clyde W. Shaw, Ph.D., Chairman
Carlos Rubenstein, Commissioner
Eoby Baker, Commissioner
Zak Covar, Executive Director

TEXAS COMMISSION ON ENVIRONMENTAL QUALITY

Protecting Texas by Reducing and Preventing Pollution

June 4, 2013

Mr. Tom A. Martin, President
Crystal Springs Water Company, Inc.
PO Box 603
Porter, Texas 77365-0603

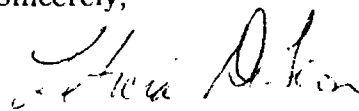
Re: Comprehensive Compliance Investigation at:
Live Oak Estates, Plant 1 at FM 1314 near Live Oak Estates Dr., Porter,
Montgomery County, TX.
Regulated Entity No.: 102673456, TCEQ ID No. 1700198, Investigation, 1075695.

Dear Mr. Martin:

On March 22, 2013, Mr. Miguel Galvan of the Texas Commission on Environmental Quality (TCEQ) Houston Region Office conducted an investigation of the above-referenced facility to evaluate compliance with the applicable requirements for public water supply systems. No violations are being alleged as a result of the investigation. No violations are being alleged as a result of the investigation; however, please see the attached Additional Issue. In addition, please be advised that a violation could be issued upon further review of your system's records or self-reported documentation.

The TCEQ appreciates your assistance in this matter and your compliance efforts to ensure protection of the State's environment. If you or members of your staff have any questions regarding these matters, please feel free to contact Mr. Miguel Galvan in the Houston Region Office at 713-767-3650.

Sincerely,


Leticia De Leon, Team Leader
Public Water Supply
Houston Region Office

LD/MG/ra

cc: Montgomery County Environmental Health Services.

Bryan W. Shaw, Ph.D., *Chairman*
Carlos Rubinstein, *Commissioner*
Foby Baker, *Commissioner*
Zak Covar, *Executive Director*



TEXAS COMMISSION ON ENVIRONMENTAL QUALITY

Protecting Texas by Reducing and Preventing Pollution

October 10, 2012

Mr. Tom A. Martin, President
Crystal Springs Water Company Inc.
PO Box 603
Porter, Texas 77365-0603

Re: Comprehensive Compliance Investigation at:
Oak Creek II, 16110B Oak Creek Lane, Splendora, Montgomery County, Texas
Regulated Entity No.102689197, TCEQ ID No. 1700432, Investigation No. 1021732

Dear Mr. Martin:

On August 7, 2012, Ms. Dawn Olivo of the Texas Commission on Environmental Quality (TCEQ) Houston Region Office conducted an investigation of the above-referenced facility to evaluate compliance with the applicable requirements for public water supply systems. No violations are being alleged as a result of the investigation.

The TCEQ appreciates your assistance in this matter and your compliance efforts to ensure protection of the State's environment. If you or members of your staff have any questions regarding these matters, please feel free to contact Ms. Dawn Olivo in the Houston Region Office at (713)767-3650.

Sincerely,

Leticia De Leon, Team Leader
Public Water Supply
Houston Region Office

LD/DBO/ra

cc: Montgomery County Environmental Health Services

Bryan W. Shaw, Ph.D., P.E., *Chairman*
Toby Baker, *Commissioner*
Zak Covar, *Commissioner*
Richard A. Hyde, P.E., *Executive Director*



TEXAS COMMISSION ON ENVIRONMENTAL QUALITY

March 31, 2014

Protecting Texas by Reducing and Preventing Pollution

Mr. Tom Martin, President
Crystal Springs Water Company, Inc.
PO Box 603
Porter, Texas 77365-0603

Re: Notice of Compliance with Notice of Violation (NOV) dated December 16, 2013:
Rolling Hills Oaks Subdivision, Rolling Hills Drive, Montgomery County, Texas
Regulated Entity No.: 102691821, TCEQ ID No.: 1700058, Investigation No.: 1158392

Dear Mr. Martin:

On March 26, 2014, the Texas Commission on Environmental Quality (TCEQ) Houston Region Office received adequate compliance documentation to resolve the alleged violations documented during the investigation of the above-referenced regulated entity conducted on November 1, 2013. Based on the information submitted, no further action is required concerning this investigation.

The Texas Commission on Environmental Quality appreciates your assistance in this matter and your compliance efforts to ensure protection of the State's environment. If you or members of your staff have any questions, please feel free to contact Ms. Jennifer Sapp in the Houston Region Office at (713)767-3650.

Sincerely,

A handwritten signature in cursive script, reading "Leticia De Leon".

Leticia De Leon, Team Leader
Public Water Supply
Houston Region Office

LD/JS/ra

Enclosure: *Summary of Investigation Findings*

cc: Montgomery County Environmental Health Services

Summary of Investigation Findings

ROLLING HILLS OAKS SUBDIVISION

Investigation #

1158392
Investigation Date: 03/27/2014

, MONTGOMERY COUNTY,

Additional ID(s): 1700058

ALLEGED VIOLATION(S) NOTED AND RESOLVED

Track No: 520989

30 TAC Chapter 290.46(s)(1)

Alleged Violation:

Investigation: 1128278

Comment Date: 12/03/2013

30 TAC, §290.46(s)(1) Testing Equipment

Failure by the regulated entity to calibrate the well meter required by 30 TAC 290.41(c)(3)(N) according to the manufacturer's specifications at least once every three years.

During the investigation, well meter calibration records were not provided for review.

Investigation: 1158392

Comment Date: 03/27/2014

30 TAC, §290.46(s)(1) Testing Equipment

Failure by the regulated entity to calibrate the well meter required by 30 TAC 290.41(c)(3)(N) according to the manufacturer's specifications at least once every three years.

During the investigation, well meter calibration records were not provided for review.

Recommended Corrective Action: Submit copies of well calibration records to verify compliance.

Resolution: Compliance documentation was submitted to TCEQ on March 26, 2014.

Track No: 520992

30 TAC Chapter 290.112(a)

Alleged Violation:

Investigation: 1128278

Comment Date: 12/03/2013

30 TAC, §290.121(a) Monitoring Plan

Failure to develop and maintain an up to date system monitoring plan. The plan shall identify all bacteriological and chemical locations, describe the sampling frequency, and specify the analytical procedures and laboratories to be used to comply with monitoring requirements. The completed plan must be retained at each water plant, and made available for review during succeeding investigations.

During the investigation, the monitoring plan was not provided for review.

Investigation: 1158392

Comment Date: 03/27/2014

30 TAC, §290.121(a) Monitoring Plan

Failure to develop and maintain an up to date system monitoring plan. The plan shall identify all bacteriological and chemical locations, describe the sampling frequency, and specify the analytical procedures and laboratories to be used to comply with monitoring requirements. The completed plan must be retained at each water plant, and made available for review during succeeding investigations.

During the investigation, the monitoring plan was not provided for review

Recommended Corrective Action: Submit a letter certifying that a system monitoring plan has been completed OR a copy of Monitoring Plan to verify compliance

Resolution: Compliance documentation was submitted to TCEQ on March 26, 2014.

Track No: 520997

30 TAC Chapter 290.45(b)(2)(F)

Alleged Violation:

Investigation: 1128278

Comment Date: 12/03/2013

30 TAC, §290.45 Capacity Requirement

Failure to meet this Agency's "Minimum Water System Capacity Requirements." These requirements include:

Failure to provide a minimum service pump capacity such that each pump station or pressure plane must have two or more pumps with a total capacity of 2.0 gallons per minute per connection. If the system provides 200 gallons per connection of elevated storage capacity, it must then provide two service pumps with a minimum combined capacity of 0.6 gallons per minute per connection at each pump station or pressure plane. If only wells and elevated storage are provided, service pumps are not required.

Rolling Hills Oaks Subdivision	39 Conn		
Timberland Estates	386 Conn		
Total	425 Conn		
		Required	Provided
SPS 2.0 GPM/Conn X 425 Conn		850 GPM	750 GPM
SHORT	850gpm Required - 750 gpm Produced = 100 gpm Total		

Your water system must be modified to meet this requirement to assure an adequate supply of water at all times.

Please be advised that public water systems shall notify the executive director prior to making any significant change or addition to the system's production, treatment, storage, or distribution facilities. Public water systems shall submit plans and specifications for the proposed changes upon request.

The water system may request an exception to these requirements by writing to TCEQ, Water Supply Division, Public Drinking Water Section, Technical Review & Oversight, MC 159, P.O. Box 13087, Austin, TX 78711-3087; phone: (512) 239-4691.

Investigation: 1158392

Comment Date: 03/27/2014

Failure to provide a minimum service pump capacity such that each pump station or pressure plane must have two or more pumps with a total capacity of 2.0 gallons per minute per connection. If the system provides 200 gallons per connection of elevated storage capacity, it must then provide two service pumps with a minimum combined capacity of 0.6 gallons per minute per connection at each pump station or pressure plane. If only wells and elevated storage are provided, service pumps are not required.

Rolling Hills Oaks Subdivision	39 Conn		
Timberland Estates	386 Conn		
Total	425 Conn		
		Required	Provided
SPS 2.0 GPM/Conn X 425 Conn		850 GPM	750 GPM
SHORT	850gpm Required - 750 gpm Produced = 100 gpm Total		

Your water system must be modified to meet this requirement to assure an adequate supply of water at all times.

Please be advised that public water systems shall notify the executive director prior to making any significant change or addition to the system's production, treatment, storage, or distribution facilities. Public water systems shall submit plans and specifications for the proposed changes upon request.

The water system may request an exception to these requirements by writing to TCEQ, Water

Supply Division, Public Drinking Water Section, Technical Review & Oversight, MC 159, P.O. Box 13087, Austin, TX 78711-3087, phone: (512) 239-4691.

Recommended Corrective Action: Submit a compliance plan, engineering report or certification OR a copy of a letter requesting an exception in addition to a compliance plan for final compliance, OR a copy of a letter granting an exception to verify compliance.

Resolution: Request made to Austin on March 17, 2014 to dissolve this system. It will become part of Timberland Estates (PWS ID#1700612).

Bryan W. Shaw, Ph.D., *Chairman*
Buddy Garcia, *Commissioner*
Carlos Rubinstein, *Commissioner*
Mark R. Vickery, P.G., *Executive Director*



TEXAS COMMISSION ON ENVIRONMENTAL QUALITY

Protecting Texas by Reducing and Preventing Pollution

April 6, 2011

Mr. Tom Martin, President
Crystal Springs Water Company, Inc.
P. O. Box 603
Porter, Texas 77356-0603

Re: Compliance Evaluation Investigation at:
The Oaks, 1380 Heritage Ln, Porter, Montgomery County, Texas
TCEQ ID No. 1700626, Investigation No. 905811.

Dear Mr. Martin:

On March 18, 2011, Mr. Miguel Galvan of the Texas Commission on Environmental Quality (TCEQ) Houston Region Office conducted an investigation of the above-referenced facility to evaluate compliance with the applicable requirements for public water supply systems. No violations are being alleged as a result of the investigation.

The TCEQ appreciates your assistance in this matter and your compliance efforts to ensure protection of the State's environment. If you or members of your staff have any questions regarding these matters, please feel free to contact Mr. Miguel Galvan in the Houston Region Office at 713-767-3650.

Sincerely,

A handwritten signature in cursive script, reading "Leticia De Leon", is positioned above the typed name.

Leticia De Leon, Team Leader
Public Water Supply
Houston Region Office

LD/MG/ra

cc: Montgomery County Environmental Health Services

Bryan W. Shaw, Ph.D., *Chairman*
Carlos Rubinstein, *Commissioner*
Toby Baker, *Commissioner*
Zak Covar, *Executive Director*



TEXAS COMMISSION ON ENVIRONMENTAL QUALITY

Protecting Texas by Reducing and Preventing Pollution

June 4, 2013

Mr. Tom A. Martin, President
Crystal Springs Water Company, Inc.
PO Box 603
Porter, Texas 77365-0603

Re: Comprehensive Compliance Investigation at:
Timberland Estates, 19135 Timberland Blvd., Porter, Montgomery County, Texas
Regulated Entity No.: 102670650, TCEQ ID No. 1700612, Investigation No.
1075696.

Dear Mr. Martin:

On March 22, 2013, Mr. Miguel Galvan of the Texas Commission on Environmental Quality (TCEQ) Houston Region Office conducted an investigation of the above-referenced facility to evaluate compliance with the applicable requirements for public water supply systems. No violations are being alleged as a result of the investigation; however, please see attached Additional Issue. In addition, please be advised that a violation could be issued upon further review of your system's records or self-reported documentation.

The TCEQ appreciates your assistance in this matter and your compliance efforts to ensure protection of the State's environment. If you or members of your staff have any questions regarding these matters, please feel free to contact Mr. Miguel Galvan in the Houston Region Office at 713-767-3650.

Sincerely,

A handwritten signature in cursive script, reading "Leticia De Leon".

Leticia De Leon, Team Leader
Public Water Supply
Houston Region Office

LD/MG/ra

cc: Montgomery County Environmental Health Services.

Summary of Investigation Findings

TIMBERLAND ESTATES

Investigation #

1075696

Investigation Date: 03/22/2013

, MONTGOMERY COUNTY,

Additional ID(s): 1700612

No Violations Associated to this Investigation

ADDITIONAL ISSUES

Description

Item 1

Additional Comments

The water system is slightly short in pressure tank and service pump capacity and over 85% of the recommended capacity for well production. However, a new plant is already constructed but not yet in service (Plant No.2). The new plant is designed to comply with the required combined capacity for the entire system. Presently, the PWS is waiting for a TCEQ approval to activate Plant No.2.

Bryan W. Shaw, Ph.D., *Chairman*
Buddy Garcia, *Commissioner*
Carlos Rubinstein, *Commissioner*
Mark R. Vickery, P.G., *Executive Director*

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TEXAS COMMISSION ON ENVIRONMENTAL QUALITY

Protecting Texas by Reducing and Preventing Pollution

May 12, 2011

Mr. Tom Martin, President
Crystal Springs Water Company, Inc.
P. O. Box 603
Porter, Texas 77356-0603

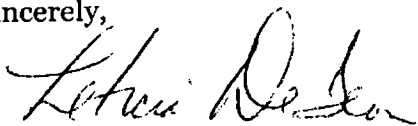
Re: Compliance Evaluation Investigation at:
Tower Glen Estates, on Tommy Smith Rd, Willis, Montgomery County, Texas
TCEQ ID No. 1700433, Investigation No. 908459.

Dear Mr. Martin:

On April 05, 2011, Mr. Miguel Galvan of the Texas Commission on Environmental Quality (TCEQ) Houston Region Office conducted an investigation of the above-referenced facility to evaluate compliance with the applicable requirements for public water supply systems. No violations are being alleged as a result of the investigation.

The TCEQ appreciates your assistance in this matter and your compliance efforts to ensure protection of the State's environment. If you or members of your staff have any questions regarding these matters, please feel free to contact Mr. Miguel Galvan in the Houston Region Office at 713-767-3650.

Sincerely,



Leticia De Leon, Team Leader
Public Water Supply
Houston Region Office

LD/MG/ra

cc: Montgomery County Environmental Health Services

Bryan W. Shaw, Ph.D., *Chairman*
Buddy Garcia, *Commissioner*
Carlos Rubinstein, *Commissioner*
Mark R. Vickery, P.G., *Executive Director*



TEXAS COMMISSION ON ENVIRONMENTAL QUALITY

Protecting Texas by Reducing and Preventing Pollution

December 10, 2012

Mr. Tom Martin, President
Crystal Springs Water Company, Inc.
PO Box 603
Porter, Texas 77356-0603

Re: Comprehensive Compliance Investigation at:
Tower Woods, FM 1485 and Tower Woods Dr., Montgomery County, Texas.
Regulated Entity No.:102683984, TCEQ ID No. 1700289, Investigation No. 1043198.

Dear Mr. Martin:

On November 07, 2012, Mr. Miguel Galvan of the Texas Commission on Environmental Quality (TCEQ) Houston Region Office conducted an investigation of the above-referenced facility to evaluate compliance with the applicable requirements for public water supply systems. No violations are being alleged as a result of the investigation.

The TCEQ appreciates your assistance in this matter and your compliance efforts to ensure protection of the State's environment. If you or members of your staff have any questions regarding these matters, please feel free to contact Mr. Miguel Galvan in the Houston Region Office at (713)767-3650.

Sincerely,

A handwritten signature in cursive script that reads "Leticia De Leon".

Leticia De Leon, Team Leader
Public Water Supply
Houston Region Office

LD/MG/ra

cc: Montgomery County Environmental Health Services.

Bryan W. Shaw, Ph.D., *Chairman*
Buddy Garcia, *Commissioner*
Carlos Rubinstein, *Commissioner*
Mark R. Vickery, P.G., *Executive Director*

TEXAS COMMISSION ON ENVIRONMENTAL QUALITY

Protecting Texas by Reducing and Preventing Pollution

April 11, 2011

Mr. Tom A. Martin, President
Crystal Springs Water Company Inc.
P.O. Box 603
Porter, Texas 77365-0603

Re: Comprehensive Compliance Investigation at:
Western Hills Crystal Springs Water, 15795 Sage Brush Ct, Porter, County, Texas
TCEQ ID No. 1700629, Investigation No. 900859

Dear Mr. Martin:

On February 24, 2011, Mr. Cedric Flemming of the Texas Commission on Environmental Quality (TCEQ) Houston Region Office conducted an investigation of the above-referenced facility to evaluate compliance with the applicable requirements for public water supply systems. No violations are being alleged as a result of the investigation.

The TCEQ appreciates your assistance in this matter and your compliance efforts to ensure protection of the State's environment. If you or members of your staff have any questions regarding these matters, please feel free to contact Mr. Cedric Flemming in the Houston Region Office at 713-767-3650.

Sincerely,



Leticia De Leon, Team Leader
Public Water Supply
Houston Region Office

LD/CBF/ra

cc: Montgomery County Environmental Health Services

Bryan W. Shaw, Ph.D., *Chairman*
Carlos Rubinstein, *Commissioner*
Toby Baker, *Commissioner*
Zak Covar, *Executive Director*



TEXAS COMMISSION ON ENVIRONMENTAL QUALITY

Protecting Texas by Reducing and Preventing Pollution

January 8, 2013

Mr. Tom A. Martin, President
Crystal Springs Water Company, Inc.
PO Box 603
Porter, Texas 77365-0603

Re: Comprehensive Compliance Investigation at:
Whispering Pines, Off FM 1485, Montgomery County, Texas.
Regulated Entity No.: 102690740.
TCEQ ID No. 1700066, Investigation No. 1050785.

Dear Mr. Martin:

On December 07, 2012, Mr. Miguel Galvan of the Texas Commission on Environmental Quality (TCEQ) Houston Region Office conducted an investigation of the above-referenced facility to evaluate compliance with the applicable requirements for public water supply systems. No violations are being alleged as a result of the investigation.

The TCEQ appreciates your assistance in this matter and your compliance efforts to ensure protection of the State's environment. If you or members of your staff have any questions regarding these matters, please feel free to contact Mr. Galvan in the Houston Region Office at 713-767-3650.

Sincerely,

Leticia De Leon, Team Leader
Public Water Supply
Houston Region Office

LD/MG/pt

cc: Montgomery County Environmental Health Services

Bryan W. Shaw, Ph.D., Chairman
Rafael Garcia, Commissioner
Carlos Rubenstein, Commissioner
Mark R. Vukich, P.G., Executive Director

TEXAS COMMISSION ON ENVIRONMENTAL QUALITY

Protecting Texas by Reducing and Preventing Pollution

May 9, 2011

Mr. Tom Martin, President
Crystal Springs Water Company, Inc.
P. O. Box 603
Porter, Texas 77356-0603

Re: Notice of Violation for the Compliance Evaluation Investigation at:
White Oak Hills, 9 mi N of Willis on FM 1097, Willis, Montgomery County, Texas
TCEQ ID No. 1700613, Investigation No. 908465.

Dear Mr. Martin:

On April 05, 2011, Mr. Miguel Galvan of the Texas Commission on Environmental Quality (TCEQ) Houston Region Office conducted an investigation of the above-referenced regulated entity to evaluate compliance with applicable requirements for Public Water Supply. During the investigation, an alleged noncompliance has been resolved. Based on the information you have provided, the TCEQ has adequate documentation to resolve the alleged violation. Therefore, no further action is required.

If you or members of your staff have any questions, please feel free to contact Mr. Miguel Galvan in the Houston Region Office at 713/767-3650.

Sincerely,


Leticia DeLeon, PWS Team Leader
Houston Region Office

LD/MG/pt

cc: Montgomery County Environmental Health Services

Enclosures: Summary of Investigation Findings

Summary of Investigation Findings

WHITE OAK HILLS	Investigation # 908465
, MONTGOMERY COUNTY,	Investigation Date: 04/05/2011
Additional ID(s): 1700613	

ALLEGED VIOLATION(S) NOTED AND RESPONDED

Track No: 77321
30 TAC Chapter 290.46(m)

Alleged Violation:

Investigation: 140579

Comment Date: 8/18/2003

Operating Practices for Public Water Systems

Failure to properly maintain the regulated entity by not rescreening the over flow flap on the ground storage tank.

Investigation: 908465

Comment Date: 5/6/2011

Operating Practices for Public Water Systems

Failure to properly maintain the regulated entity by not rescreening the over flow flap on the ground storage tank.

Recommended Corrective Action: Submit a photo showing a screen has been placed on the overflow flap at the ground storage tank to verify compliance.

Resolution: At the time of the investigation, all vents and the overflow line on the ground storage tank were properly sealed or screened.

Bryan W. Shaw, Ph.D., Chairman
Buddy Garcia, Commissioner
Carlos Rubinstein, Commissioner
Mark R. Vickery, P.G., Executive Director

TEXAS COMMISSION ON ENVIRONMENTAL QUALITY

Protecting Texas by Reducing and Preventing Pollution

May 9, 2011

Mr. Tom Martin, President
Crystal Springs Water Company, Inc.
P. O. Box 603
Porter, Texas 77356-0603

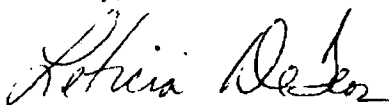
Re: Compliance Evaluation Investigation at:
Winchester Place, Ferne Drive off FM 1314, Porter, Montgomery County, Texas
TCEQ ID No. 1700466, Investigation No. 908448.

Dear Mr. Martin:

On April 05, 2011, Mr. Miguel Galvan of the Texas Commission on Environmental Quality (TCEQ) Houston Region Office conducted an investigation of the above-referenced facility to evaluate compliance with the applicable requirements for public water supply systems. No violations are being alleged as a result of the investigation.

The TCEQ appreciates your assistance in this matter and your compliance efforts to ensure protection of the State's environment. If you or members of your staff have any questions regarding these matters, please feel free to contact Mr. Miguel Galvan in the Houston Region Office at 713-767-3650.

Sincerely,



Leticia De Leon, Team Leader
Public Water Supply
Houston Region Office

LD/MG/pt

cc: Montgomery County Environmental Health Services

Bryan W. Shaw, Ph.D., *Chairman*
Carlos Rubinstein, *Commissioner*
Toby Baker, *Commissioner*
Zak Covar, *Executive Director*

TEXAS COMMISSION ON ENVIRONMENTAL QUALITY

Protecting Texas by Reducing and Preventing Pollution

January 8, 2013

Mr. Tom A. Martin, President
Crystal Springs Water Company, Inc.
PO Box 603
Porter, Texas 77365-0603

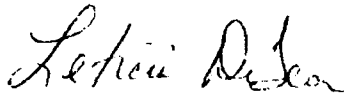
Re: Comprehensive Compliance Investigation at:
Woodridge Estates Water System, FM 1314 @ Woodridge Cir., Montgomery County, Texas
Regulated Entity No.: 102679099
TCEQ ID No. 1700075, Investigation No. 1050781.

Dear Mr. Martin:

On December 07, 2012, Mr. Miguel Galvan of the Texas Commission on Environmental Quality (TCEQ) Houston Region Office conducted an investigation of the above-referenced facility to evaluate compliance with the applicable requirements for public water supply systems. No violations are being alleged as a result of the investigation.

The TCEQ appreciates your assistance in this matter and your compliance efforts to ensure protection of the State's environment. If you or members of your staff have any questions regarding these matters, please feel free to contact Mr. Galvan in the Houston Region Office at 713-767-3650.

Sincerely,



Leticia De Leon, Team Leader
Public Water Supply
Houston Region Office

LD/MG/pt

cc: Montgomery County Environmental Health Services

ATTACHMENT "I"

EFFECT OF GRANTING A CERTIFICATE

CRYSTAL SPRINGS WATER CO., INC.

ATTACHMENT I

EFFECT OF GRANTING A CERTIFICATE

The effect of granting an amended certificate to Crystal Springs Water Co., Inc. would be to allow the development of a residential area in Montgomery County. There are no other retail utilities in the proximate area that can supply the water requirements of the proposed development.

ATTACHMENT "J"

ABILITY TO PROVIDE ADEQUATE SERVICE

CRYSTAL SPRINGS WATER CO., INC.

ATTACHMENT J

ABILITY TO PROVIDE SERVICE

Crystal Springs Water Co., Inc. has been in the utility business since 1977, successfully providing high quality water service to over 3200 current customers in 23 different neighborhoods in Montgomery and Walker Counties. Crystal Springs Water Co., Inc. proposes to build and grow the proposed Willis Waukegan subdivision system in the same way that it has built and grown its other water systems. Crystal Springs Water Co., has a good operations, maintenance and performance record with TCEQ and plans to operate this new system in the same manner.

ATTACHMENT "K"

**PRO FORMA AND
PROFIT/LOSS STATEMENT**

CRYSTAL SPRINGS WATER CO., INC.

1:34 PM
04/28/14
Cash Basis

Crystal Springs Water Co., Inc.
Profit & Loss
January through December 2013

	<u>Jan - Dec 13</u>
Ordinary Income/Expense	
Income	
4565 · Reimbursed Expenses	11,792.64
4510 · Water Receipts	3,143,518.98
4520 · Water Deposit	68,719.16
4650 · Interest Income-CSWC	97.17
4690 · Misc. Income-CSWC	51,214.00
Total Income	3,275,341.95
Expense	
6000 · Building Rent	42,000.00
6010 · Accounting	4,580.00
6050 · Answering service	3,120.00
6070 · Auto Expenses	
6071 · Fuel Expenses	125,828.57
6070 · Auto Expenses - Other	103,619.30
Total 6070 · Auto Expenses	229,447.87
6090 · Bank Charges	2,834.08
6110 · Call Outs	4,970.00
6130 · Chemicals	26,575.13
6230 · Donations	650.00
6260 · Education	2,163.07
6270 · Engineering	27,473.83
6290 · Equipment Rental	30,700.69
6310 · Fee	195,651.94
6350 · Insurance	
6351 · Auto Ins.	14,706.90
6352 · Health Ins.	68,497.06
6353 · Liability Ins.	9,397.51
6354 · Group Life Ins.	1,506.50
6355 · Equipment Ins.	2,503.00
6356 · Workmans Comp	8,767.00
Total 6350 · Insurance	105,377.97
6360 · Interest Expense	5,949.69
6370 · Lab Fees	35,707.86
6390 · Land Lease	18,000.00
6410 · Legal and Professional	3,710.20
6430 · Maintenance and Repairs	106,403.99
6460 · Meals and Entertainment	3,000.00
6470 · Meter Readings	45,651.40
6490 · Miscellaneous expense	61,318.94
6510 · Office expenses	44,999.71
6530 · Operating expenses	229,200.00
6550 · Permit	19,405.10
6570 · Postage	18,369.85
6610 · Salaries and Wages	669,059.56
6630 · Salaries-Bonuses	26,700.00

1:34 PM
04/28/14
Cash Basis

Crystal Springs Water Co., Inc.
Profit & Loss
January through December 2013

	<u>Jan - Dec 13</u>
6690 · Sewer Plant C. W.	
6689 · C.W. Sewer Taxes	100.00
6691 · Sewer Plant C.W.-Utilities	19,061.26
6692 · Sewer Plant C.W. Chemicals	3,706.86
6693 · Sewer Plant C.W. Repairs	2,677.36
6694 · Sewer Plant C.W. Sludge Removal	27,250.27
6695 · Sewer Plant C.W. Supplies	6,517.46
6696 · Sewer Plant C.W. Lab Fees	9,116.00
6697 · Sewer Plant C.W.-Ins.	1,719.48
6699 · Sewer Plant C W Permit Fee	1,250.00
6690 · Sewer Plant C. W. - Other	5,532.98
Total 6690 · Sewer Plant C. W.	<u>76,931.67</u>
6700 · Sewer Plant-TLN	
6701 · Sewer Plant-TLN Repairs	20,106.13
6702 · Sewer Plant-TLN Chemicals	4,675.87
6703 · Sewer Plant-TLN Ins.	3,308.86
6704 · Sewer Plant TLN-Sludge Removal	47,749.29
6705 · Sewer Plant TLN Lab Exp	9,541.18
6706 · Sewer Plant TLN-Utilities	19,852.24
6707 · TLN Engineering	27,614.88
6708 · Sewer Plant TLN Permit Fee	1,250.00
6709 · Sewer Plant-Supplies	7,345.09
6700 · Sewer Plant-TLN - Other	682.97
Total 6700 · Sewer Plant-TLN	<u>142,126.51</u>
6710 · Simple IRA	15,723.00
6750 · Supplies	268,962.03
6760 · Surveying Exp.	3,820.25
6770 · Taxes-payroll	47,916.22
6790 · Taxes-property	36,922.61
6810 · Taxes-other	27,116.38
6820 · Telephone	15,123.47
6830 · Utilities	93,299.07
Total Expense	<u>2,690,962.09</u>
Net Ordinary Income	<u>584,379.86</u>
Net Income	<u><u>584,379.86</u></u>

**FINANCIAL ASSUMPTIONS AND DATA
FOR TCEQ WATER CCN APPLICATION
FOR WILLIS WAUKEGAN SUBDIVISION
BY CRYSTAL SPRINGS WATER CO., INC.**

INCOME AND EXPENSE

Development Rate, New Connections/Month =	6.0								
Maximum Number of Connections =	550								
AVERAGE ANNUAL WATER USE/EQUIV CONN =	250	GAL/DAY							
AVERAGE ANNUAL WATER USE/EQUIV CONN =	7,500	GAL/MONTH							
BASE WATER RATE =	\$39.90	Gal Included	-	Plus	\$3.33	/1000 GAL			
WATER CONSERVATION RATE =	\$0.00	Gal In Excess of	-			Gal/Month			
SEWER RATE =	\$0.00	Gal Included	10,000			\$0.00			
EXCESS SEWER USE RATE =	\$0.00	/Gal in Excess of	-			Gal/Month			
AVERAGE MONTHLY WATER/SEWER BILL/CONN =	\$64.88								
Water Tap Fee =	\$900.00								
Sewer Tap Fee =	\$0.00								
BAD DEBTS =	1.00%	OF SALES							
CAPITAL INVESTMENT SCHEDULE (CUMMULATIVE)	FY1	FY2	FY3	FY4	FY5	FY6	FY7	FY8	
WATER PLANT CONSTRUCTION COST =	\$150,000	\$300,000	\$300,000	\$300,000	\$700,000	\$700,000	\$700,000	\$700,000	
WWTP CONSTRUCTION COST =	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	
WATER DISTRIBUTION SYSTEM CONSTRUCTION COST =	\$250,000	\$400,000	\$550,000	\$700,000	\$850,000	\$1,000,000	\$1,150,000	\$1,300,000	
SEWAGE COLLECTION SYSTEM CONSTRUCTION COST =	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	
TOTAL SYSTEM CONSTRUCTION COST =	\$400,000	\$700,000	\$850,000	\$1,000,000	\$1,550,000	\$1,700,000	\$1,850,000	\$2,000,000	
CONTRIBUTIONS IN AID OF CONSTRUCTION =	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	
NET SYSTEM CAPITAL COST TO UTILITY =	\$400,000	\$700,000	\$850,000	\$1,000,000	\$1,550,000	\$1,700,000	\$1,850,000	\$2,000,000	
SALVAGE VALUE =	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	
AVG LIFE, YEARS =	48	48	48	48	48	48	48	48	
DEPRECIATION/MONTH =	\$694	\$1,215	\$1,476	\$1,736	\$2,691	\$2,951	\$3,212	\$3,472	

VARIABLE OPERATING COSTS

EMPLOYEE SALARIES =	\$2,000	/Mo. Plus	\$3.00	/CONNECTION
OFFICE EXPENSE COST =	\$100	/Mo. Plus	\$1.00	/CONNECTION
CUSTOMER BILLING/COLLECTION COST =	\$100	/Mo. Plus	\$3.00	/CONNECTION
OPERATOR COST =	\$300	/Mo. Plus	\$2.00	/CONNECTION
VEHICLE & EQUIPMENT COST =	\$250	/Mo. Plus	\$5.00	/CONNECTION
ELEC COST =	\$500	/Mo. Plus	\$2.00	/CONNECTION
CHEMICAL COST =	\$50	/Mo. Plus	\$1.00	/CONNECTION
SLUDGE DISPOSAL COST =	\$0	/Mo. Plus	\$0.00	/CONNECTION
TCEQ PERMIT FEES =	\$0	/Mo. Plus	\$0.00	/CONNECTION
REPAIR COST/MO, % CAP =	0 10%	Of Invested Capital		
RESERVE ACCT DEPOSIT/MO., % CAP =	0 10%	Of Invested Capital		

FIXED OPERATING COSTS

LABORATORY COST =	\$25	/Mo. Plus	\$1.00	/CONNECTION
PROFESSIONAL FEES =	\$500	/Mo. Plus	\$0.50	/CONNECTION
EFFECTIVE LOCAL TAX RATE =	\$0.75	/\$100		
LIAB/PROP INSURANCE =	\$0.75	/\$100		

Fiscal Year		Seasonal	Projected	Projected	Projected
Month		Use	Use	Monthly Cost	Monthly
		Multiplier	Gal/Day	for Water/Sewer	Bill (*)
1	JAN	0.65	163	\$ 56.67	\$57.24
2	FEB	0.65	163	\$ 55.05	\$55.60
3	MAR	0.75	188	\$ 59.26	\$59.85
4	APR	1.00	250	\$ 64.88	\$65.52
5	MAY	1.20	300	\$ 70.87	\$71.58
6	JUN	1.35	338	\$ 73.62	\$74.35
7	JUL	1.35	338	\$ 74.74	\$75.49
8	AUG	1.35	338	\$ 74.74	\$75.49
9	SEP	1.20	300	\$ 69.87	\$70.57
10	OCT	1.10	275	\$ 68.29	\$68.97
11	NOV	0.75	188	\$ 58.63	\$59.22
12	DEC	0.65	163	\$ 56.67	\$57.24
SUMMATION		12.00	250.00	\$783.29	\$791.12

(*) Including 1% TCEQ Regulatory Assessment (Sales Tax)

**PROJECTED INCOME & EXPENSE STATEMENT
FOR TCEQ WATER CCN APPLICATION
FOR WILLIS WAUKEGAN SUBDIVISION
BY CRYSTAL SPRINGS WATER CO., INC.**

FISCAL YEAR 1

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	TOTAL
TOTAL ON-LINE CONNECTIONS.	6.0	12.0	18.0	24.0	30.0	36.0	42.0	48.0	54.0	60.0	66.0	72.0	468
Seasonal Multiplier, mo. avg/ annual avg	0.65	0.65	0.75	1.00	1.20	1.35	1.35	1.35	1.20	1.10	0.75	0.65	12.00
Monthly Water Use/Customer, Gal	5,038	4,550	5,813	7,500	9,300	10,125	10,463	10,463	9,000	8,525	5,625	5,038	
Monthly Water Use in Base Rate, Gal	-	-	-	-	-	-	-	-	-	-	-	-	
Monthly Water Use Subject to Water Charge, Gal	5,038	4,550	5,813	7,500	9,300	10,125	10,463	10,463	9,000	8,525	5,625	5,038	
Monthly Water Income Per Customer, \$	\$ 56.67	\$ 55.05	\$ 59.26	\$ 64.88	\$ 70.87	\$ 73.62	\$ 74.74	\$ 74.74	\$ 69.87	\$ 68.29	\$ 58.63	\$ 56.67	\$ 783.29
Monthly Sewer Use in Base Rate, Gal	-	-	-	-	-	-	-	-	-	-	-	-	
Monthly Sewer Use Subject to Sewer Charge, Gal	-	-	-	-	-	-	-	-	-	-	-	-	
Monthly Sewer Income Per Customer, \$	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Monthly Water Bill, \$	\$ 56.67	\$ 55.05	\$ 59.26	\$ 64.88	\$ 70.87	\$ 73.62	\$ 74.74	\$ 74.74	\$ 69.87	\$ 68.29	\$ 58.63	\$ 56.67	\$ 783.29
Total Monthly Water Pumped, Gal	30,225	54,600	104,625	180,000	279,000	364,500	439,425	502,200	486,000	511,500	371,250	362,700	3,686,025
GROSS WATER/SEWER USE INCOME	\$340	\$661	\$1,067	\$1,557	\$2,126	\$2,650	\$3,139	\$3,588	\$3,773	\$4,097	\$3,870	\$4,081	\$30,948
RESERVE FOR BAD DEBTS	\$3	\$7	\$11	\$16	\$21	\$27	\$36	\$36	\$38	\$41	\$39	\$41	\$309
WATER/SEWER INCOME (ADJUSTED)	\$337	\$654	\$1,056	\$1,541	\$2,105	\$2,624	\$3,108	\$3,552	\$3,735	\$4,056	\$3,831	\$4,040	\$30,638
TAP FEE INCOME	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$64,800
TOTAL MONTHLY INCOME	\$5,737	\$6,054	\$6,456	\$6,941	\$7,505	\$8,024	\$8,508	\$8,952	\$9,135	\$9,456	\$9,231	\$9,440	\$95,438
EXPENSE													
GENERAL & ADMINISTRATIVE													
OFFICE EXPENSE	\$106	\$112	\$118	\$124	\$130	\$136	\$142	\$148	\$154	\$160	\$166	\$172	\$1,668
EMPLOYEE SALARIES	\$2,018	\$2,036	\$2,054	\$2,072	\$2,090	\$2,108	\$2,126	\$2,144	\$2,162	\$2,180	\$2,198	\$2,216	\$25,404
PROFESSIONAL FEES	\$503	\$506	\$509	\$512	\$515	\$518	\$521	\$524	\$527	\$530	\$533	\$536	\$6,234
INSURANCE	\$250	\$250	\$250	\$250	\$250	\$250	\$250	\$250	\$250	\$250	\$250	\$250	\$3,000
ADVALOREM TAXES	\$250	\$250	\$250	\$250	\$250	\$250	\$250	\$250	\$250	\$250	\$250	\$250	\$3,000
TCEQ PERMIT FEES	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
MONTHLY G&A OPERATIONS	\$3,127	\$3,154	\$3,181	\$3,208	\$3,235	\$3,262	\$3,289	\$3,316	\$3,343	\$3,370	\$3,397	\$3,424	\$39,306
OPERATOR COST													
VEHICLE & EQUIPMENT COST	\$312	\$324	\$336	\$348	\$360	\$372	\$384	\$396	\$408	\$420	\$432	\$444	\$4,536
CUSTOMER BILLING COST	\$280	\$310	\$340	\$370	\$400	\$430	\$460	\$490	\$520	\$550	\$580	\$610	\$5,340
ELECTRICITY	\$118	\$136	\$154	\$172	\$190	\$208	\$226	\$244	\$262	\$280	\$298	\$316	\$2,604
CHEMICAL COST	\$512	\$524	\$536	\$548	\$560	\$572	\$584	\$596	\$608	\$620	\$632	\$644	\$6,936
SLUDGE DISPOSAL COST	\$56	\$62	\$68	\$74	\$80	\$86	\$92	\$98	\$104	\$110	\$116	\$122	\$1,068
TAP MAT'L & FIELD LABOR COST	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
REPAIR COSTS	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$48,600
CONTRIBUTION TO RESERVE ACCT	\$400	\$400	\$400	\$400	\$400	\$400	\$400	\$400	\$400	\$400	\$400	\$400	\$4,800
MONTHLY O & M COST	\$6,128	\$6,206	\$6,284	\$6,362	\$6,440	\$6,518	\$6,596	\$6,674	\$6,752	\$6,830	\$6,908	\$6,986	\$78,684
TOTAL MONTHLY EXPENSE	\$9,255	\$9,360	\$9,465	\$9,570	\$9,675	\$9,780	\$9,885	\$9,990	\$10,095	\$10,200	\$10,305	\$10,410	\$117,990
NET INCOME OR EXPENSE/MONTH	(\$3,518)	(\$3,306)	(\$3,009)	(\$2,629)	(\$2,170)	(\$1,756)	(\$1,377)	(\$1,038)	(\$960)	(\$744)	(\$1,074)	(\$970)	(\$22,552)

**PROJECTED INCOME & EXPENSE STATEMENT
FOR TCEQ WATER CCN APPLICATION
FOR WILLIS WAUKEGAN SUBDIVISION
BY CRYSTAL SPRINGS WATER CO., INC.**

FISCAL YEAR 2

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	TOTAL
TOTAL ON-LINE EQUIVALENT CONN.	78	84	90	96	102	108	114	120	126	132	138	144	1,332
Seasonal Multiplier, mo. avg/ annual avg	0.65	0.65	0.75	1.00	1.20	1.35	1.35	1.35	1.20	1.10	0.75	0.65	12.00
Monthly Water Use/Customer, Gal	5,038	4,550	5,813	7,500	9,300	10,125	10,463	10,463	9,000	8,525	5,625	5,038	
Monthly Water Use in Base Rate, Gal	-	-	-	-	-	-	-	-	-	-	-	-	
Monthly Water Use Subject to Surcharge, Gal	5,038	4,550	5,813	7,500	9,300	10,125	10,463	10,463	9,000	8,525	5,625	5,038	
Monthly Water Income Per Customer, \$	56.67	55.05	59.26	64.88	70.87	73.62	74.74	74.74	69.87	68.29	58.63	56.67	783.29
Monthly Sewer Use in Base Rate, Gal	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	
Monthly Sewer Use Subject to Sewer Charge, Gal	-	-	-	-	-	125	463	463	-	-	-	-	
Monthly Sewer Income Per Customer, \$	-	-	-	-	-	73.62	74.74	74.74	69.87	68.29	58.63	56.67	783.29
Monthly Water Bill, \$	56.67	55.05	59.26	64.88	70.87	73.62	74.74	74.74	69.87	68.29	58.63	56.67	783.29
Total Monthly Water Pumped, Gal	392,925	382,200	523,125	720,000	948,600	1,093,500	1,192,725	1,255,500	1,134,000	1,125,300	776,250	725,400	10,289,525
GROSS WATER/SEWER USE INCOME	\$4,421	\$4,624	\$5,333	\$6,228	\$7,229	\$7,951	\$8,520	\$8,969	\$8,804	\$9,014	\$8,091	\$8,161	\$87,344
RESERVE FOR BAD DEBTS	\$44	\$46	\$53	\$62	\$72	\$80	\$85	\$90	\$88	\$90	\$81	\$82	\$873
WATER/SEWER INCOME (ADJUSTED)	\$4,376	\$4,578	\$5,280	\$6,166	\$7,156	\$7,871	\$8,435	\$8,879	\$8,716	\$8,924	\$8,010	\$8,080	\$86,471
TAP FEE INCOME	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$64,800
TOTAL MONTHLY INCOME	\$9,776	\$9,978	\$10,680	\$11,566	\$12,556	\$13,271	\$13,835	\$14,279	\$14,116	\$14,324	\$13,410	\$13,480	\$151,271
EXPENSE													
GENERAL & ADMINISTRATIVE													
OFFICE EXPENSE	\$178	\$184	\$190	\$196	\$202	\$208	\$214	\$220	\$226	\$232	\$238	\$244	\$2,532
EMPLOYEE SALARIES	\$2,234	\$2,252	\$2,270	\$2,288	\$2,306	\$2,324	\$2,342	\$2,360	\$2,378	\$2,396	\$2,414	\$2,432	\$27,996
PROFESSIONAL FEES	\$539	\$542	\$545	\$548	\$551	\$554	\$557	\$560	\$563	\$566	\$569	\$572	\$6,666
INSURANCE	\$438	\$438	\$438	\$438	\$438	\$438	\$438	\$438	\$438	\$438	\$438	\$438	\$5,250
ADVALOREM TAXES	\$438	\$438	\$438	\$438	\$438	\$438	\$438	\$438	\$438	\$438	\$438	\$438	\$5,250
TCEQ PERMIT FEES	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
TOTAL G&A	\$3,826	\$3,853	\$3,890	\$3,907	\$3,934	\$3,961	\$3,988	\$4,015	\$4,042	\$4,069	\$4,096	\$4,123	\$47,694
OPERATIONS													
OPERATOR COST	\$456	\$468	\$480	\$492	\$504	\$516	\$528	\$540	\$552	\$564	\$576	\$588	\$6,264
VEHICLE & EQUIPMENT COST	\$640	\$670	\$700	\$730	\$760	\$790	\$820	\$850	\$880	\$910	\$940	\$970	\$9,660
CUSTOMER BILLING COST	\$334	\$352	\$370	\$388	\$406	\$424	\$442	\$460	\$478	\$496	\$514	\$532	\$5,196
ELECTRICITY	\$656	\$668	\$680	\$692	\$704	\$716	\$728	\$740	\$752	\$764	\$776	\$788	\$8,664
CHEMICAL COST	\$128	\$134	\$140	\$146	\$152	\$158	\$164	\$170	\$176	\$182	\$188	\$194	\$1,932
SLUDGE DISPOSAL COST	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
TAP MAT'L & FIELD LABOR COST	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$48,600
REPAIR COSTS	\$700	\$700	\$700	\$700	\$700	\$700	\$700	\$700	\$700	\$700	\$700	\$700	\$8,400
CONTRIBUTION TO RESERVE ACCT	\$700	\$700	\$700	\$700	\$700	\$700	\$700	\$700	\$700	\$700	\$700	\$700	\$8,400
MONTHLY O & M COST	\$7,664	\$7,742	\$7,820	\$7,898	\$7,976	\$8,054	\$8,132	\$8,210	\$8,288	\$8,366	\$8,444	\$8,522	\$97,116
TOTAL MONTHLY EXPENSE	\$11,490	\$11,595	\$11,700	\$11,805	\$11,910	\$12,015	\$12,120	\$12,225	\$12,330	\$12,435	\$12,540	\$12,645	\$144,810
NET INCOME OR EXPENSE/MONTH	(\$1,714)	(\$1,617)	(\$1,020)	(\$239)	\$646	\$1,256	\$1,715	\$2,054	\$1,786	\$1,889	\$870	\$835	\$6,461

**PROJECTED INCOME & EXPENSE STATEMENT
FOR TCEQ WATER CCN APPLICATION
FOR WILLIS WAUKEGAN SUBDIVISION
BY CRYSTAL SPRINGS WATER CO., INC.**

FISCAL YEAR 3

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	TOTAL
TOTAL ON-LINE EQUIVALENT CONN.	150	156	162	168	174	180	186	192	198	204	210	216	2,196
Seasonal Multiplier, mo. avg/ annual avg	0.65	0.65	0.75	1.00	1.20	1.35	1.35	1.35	1.20	1.10	0.75	0.65	12.00
Monthly Water Use/Customer, Gal	5,038	4,550	5,813	7,500	9,300	10,125	10,463	10,463	9,000	8,525	5,625	5,038	
Monthly Water Use in Base Rate, Gal	-	-	-	-	-	-	-	-	-	-	-	-	
Monthly Water Use Subject to Surcharge, Gal	5,038	4,550	5,813	7,500	9,300	10,125	10,463	10,463	9,000	8,525	5,625	5,038	
Monthly Water Income Per Customer, \$	\$ 56.67	\$ 55.05	\$ 59.26	\$ 64.88	\$ 70.87	\$ 73.62	\$ 74.74	\$ 74.74	\$ 69.87	\$ 68.29	\$ 58.63	\$ 56.67	\$ 783.29
Monthly Sewer Use in Base Rate, Gal	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	
Monthly Sewer Use Subject to Sewer Charge, Gal	-	-	-	-	-	125	463	463	-	-	-	-	
Monthly Sewer Income Per Customer, \$	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Monthly Water Bill, \$	\$ 56.67	\$ 55.05	\$ 59.26	\$ 64.88	\$ 70.87	\$ 73.62	\$ 74.74	\$ 74.74	\$ 69.87	\$ 68.29	\$ 58.63	\$ 56.67	\$ 783.29
Total Monthly Water Pumped, Gal	755,625	709,800	941,625	1,260,000	1,618,200	1,822,500	1,946,025	2,008,800	1,782,000	1,739,100	1,181,250	1,088,100	16,853,025
GROSS WATER/SEWER USE INCOME	\$8,501	\$8,588	\$9,599	\$10,899	\$12,331	\$13,251	\$13,902	\$14,350	\$13,834	\$13,931	\$12,313	\$12,242	\$143,741
RESERVE FOR BAD DEBTS	\$85	\$86	\$96	\$109	\$123	\$133	\$139	\$144	\$138	\$139	\$123	\$122	\$1,437
WATER/SEWER INCOME (ADJUSTED)	\$8,416	\$8,502	\$9,503	\$10,790	\$12,208	\$13,118	\$13,763	\$14,207	\$13,696	\$13,791	\$12,189	\$12,119	\$142,304
TAP FEE INCOME	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$64,800
TOTAL MONTHLY INCOME	\$13,816	\$13,902	\$14,903	\$16,190	\$17,608	\$18,518	\$19,163	\$19,607	\$19,096	\$19,191	\$17,589	\$17,519	\$207,104
EXPENSE													
GENERAL & ADMINISTRATIVE													
OFFICE EXPENSE	\$250	\$256	\$262	\$268	\$274	\$280	\$286	\$292	\$298	\$304	\$310	\$316	\$3,396
EMPLOYEE SALARIES	\$2,450	\$2,468	\$2,486	\$2,504	\$2,522	\$2,540	\$2,558	\$2,576	\$2,594	\$2,612	\$2,630	\$2,648	\$30,588
PROFESSIONAL FEES	\$575	\$578	\$581	\$584	\$587	\$590	\$593	\$596	\$599	\$602	\$605	\$608	\$7,098
INSURANCE	\$531	\$531	\$531	\$531	\$531	\$531	\$531	\$531	\$531	\$531	\$531	\$531	\$6,375
ADVALOREM TAXES	\$531	\$531	\$531	\$531	\$531	\$531	\$531	\$531	\$531	\$531	\$531	\$531	\$6,375
TCEQ PERMIT FEES	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
TOTAL G&A	\$4,338	\$4,365	\$4,392	\$4,419	\$4,446	\$4,473	\$4,500	\$4,527	\$4,554	\$4,581	\$4,608	\$4,635	\$53,832
OPERATIONS													
OPERATOR COST	\$600	\$612	\$624	\$636	\$648	\$660	\$672	\$684	\$696	\$708	\$720	\$732	\$7,992
VEHICLE & EQUIPMENT COST	\$1,000	\$1,030	\$1,060	\$1,090	\$1,120	\$1,150	\$1,180	\$1,210	\$1,240	\$1,270	\$1,300	\$1,330	\$13,980
CUSTOMER BILLING COST	\$550	\$568	\$586	\$604	\$622	\$640	\$658	\$676	\$694	\$712	\$730	\$748	\$7,788
ELECTRICITY	\$800	\$812	\$824	\$836	\$848	\$860	\$872	\$884	\$896	\$908	\$920	\$932	\$10,392
CHEMICAL COST	\$200	\$206	\$212	\$218	\$224	\$230	\$236	\$242	\$248	\$254	\$260	\$266	\$2,796
SLUDGE DISPOSAL COST	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
TAP MAT'L & FIELD LABOR COST	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$48,600
REPAIR COSTS	\$850	\$850	\$850	\$850	\$850	\$850	\$850	\$850	\$850	\$850	\$850	\$850	\$10,200
CONTRIBUTION TO RESERVE ACCT	\$850	\$850	\$850	\$850	\$850	\$850	\$850	\$850	\$850	\$850	\$850	\$850	\$10,200
MONTHLY O & M COST	\$8,900	\$8,978	\$9,056	\$9,134	\$9,212	\$9,290	\$9,368	\$9,446	\$9,524	\$9,602	\$9,680	\$9,758	\$111,948
TOTAL MONTHLY EXPENSE	\$13,238	\$13,343	\$13,448	\$13,553	\$13,658	\$13,763	\$13,868	\$13,973	\$14,078	\$14,183	\$14,288	\$14,393	\$165,780
NET INCOME OR EXPENSE/MONTH	\$579	\$560	\$1,456	\$2,638	\$3,950	\$4,756	\$5,295	\$5,634	\$5,018	\$5,009	\$3,302	\$3,127	\$41,324

**PROJECTED INCOME & EXPENSE STATEMENT
FOR TCEQ WATER CCN APPLICATION
FOR WILLIS WAUKEGAN SUBDIVISION
BY CRYSTAL SPRINGS WATER CO., INC.**

FISCAL YEAR 4

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	TOTAL
TOTAL ON-LINE EQUIVALENT CONN.	222	228	234	240	246	252	258	264	270	276	282	288	3,060
Seasonal Multiplier, mo. avg/ annual avg	0.65	0.65	0.75	1.00	1.20	1.35	1.35	1.35	1.20	1.10	0.75	0.65	12.00
Monthly Water Use/Customer, Gal	5,038	4,550	5,813	7,500	9,300	10,125	10,463	10,463	9,000	8,525	5,625	5,038	
Monthly Water Use in Base Rate, Gal	-	-	-	-	-	-	-	-	-	-	-	-	
Monthly Water Use Subject to Surcharge, Gi	5,038	4,550	5,813	7,500	9,300	10,125	10,463	10,463	9,000	8,525	5,625	5,038	
Monthly Water Income Per Customer, \$	56.67	55.05	59.26	64.88	70.87	73.62	74.74	74.74	69.87	68.29	58.63	56.67	783.29
Monthly Sewer Use in Base Rate, Gal	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	
Monthly Sewer Use Subject to Sewer Charge	-	-	-	-	-	125	463	463	-	-	-	-	
Monthly Sewer Income Per Customer, \$	-	-	-	-	-	-	-	-	-	-	-	-	
Monthly Water Bill, \$	56.67	55.05	59.26	64.88	70.87	73.62	74.74	74.74	69.87	68.29	58.63	56.67	783.29
Total Monthly Water Pumped, Gal	1,118,325	1,037,400	1,360,125	1,800,000	2,287,800	2,551,500	2,699,325	2,762,100	2,430,000	2,352,900	1,586,250	1,450,800	23,436,525
GROSS WATER/SEWER USE INCOME	\$12,582	\$12,552	\$13,866	\$15,570	\$17,434	\$18,551	\$19,283	\$19,731	\$18,865	\$18,848	\$16,534	\$16,322	\$200,138
RESERVE FOR BAD DEBTS	\$126	\$126	\$139	\$156	\$174	\$186	\$193	\$197	\$189	\$188	\$165	\$163	\$2,001
WATER/SEWER INCOME (ADJUSTED)	\$12,456	\$12,426	\$13,727	\$15,414	\$17,259	\$18,366	\$19,090	\$19,534	\$18,676	\$18,659	\$16,369	\$16,159	\$198,136
TAP FEE INCOME	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$64,800
TOTAL MONTHLY INCOME	\$17,856	\$17,826	\$19,127	\$20,814	\$22,659	\$23,766	\$24,490	\$24,934	\$24,076	\$24,059	\$21,769	\$21,559	\$262,936
EXPENSE													
GENERAL & ADMINISTRATIVE													
OFFICE EXPENSE	\$322	\$328	\$334	\$340	\$346	\$352	\$358	\$364	\$370	\$376	\$382	\$388	\$4,260
EMPLOYEE SALARIES	\$2,666	\$2,684	\$2,702	\$2,720	\$2,738	\$2,756	\$2,774	\$2,792	\$2,810	\$2,828	\$2,846	\$2,864	\$33,180
PROFESSIONAL FEES	\$611	\$614	\$617	\$620	\$623	\$626	\$629	\$632	\$635	\$638	\$641	\$644	\$7,530
INSURANCE	\$625	\$625	\$625	\$625	\$625	\$625	\$625	\$625	\$625	\$625	\$625	\$625	\$7,500
ADVALOREM TAXES	\$625	\$625	\$625	\$625	\$625	\$625	\$625	\$625	\$625	\$625	\$625	\$625	\$7,500
TCEQ PERMIT FEES	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
TOTAL G&A	\$4,849	\$4,876	\$4,903	\$4,930	\$4,957	\$4,984	\$5,011	\$5,038	\$5,065	\$5,092	\$5,119	\$5,146	\$59,970
OPERATIONS													
OPERATOR COST	\$744	\$756	\$768	\$780	\$792	\$804	\$816	\$828	\$840	\$852	\$864	\$876	\$9,720
VEHICLE & EQUIPMENT COST	\$1,360	\$1,390	\$1,420	\$1,450	\$1,480	\$1,510	\$1,540	\$1,570	\$1,600	\$1,630	\$1,660	\$1,690	\$18,300
CUSTOMER BILLING COST	\$766	\$784	\$802	\$820	\$838	\$856	\$874	\$892	\$910	\$928	\$946	\$964	\$10,380
ELECTRICITY	\$944	\$956	\$968	\$980	\$992	\$1,004	\$1,016	\$1,028	\$1,040	\$1,052	\$1,064	\$1,076	\$12,120
CHEMICAL COST	\$272	\$278	\$284	\$290	\$296	\$302	\$308	\$314	\$320	\$326	\$332	\$338	\$3,660
SLUDGE DISPOSAL COST	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
TAP MAT'L & FIELD LABOR COST	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$48,600
REPAIR COSTS	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000	\$12,000
CONTRIBUTION TO RESERVE ACCT	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000	\$1,000	\$12,000
MONTHLY O & M COST	\$10,136	\$10,214	\$10,292	\$10,370	\$10,448	\$10,526	\$10,604	\$10,682	\$10,760	\$10,838	\$10,916	\$10,994	\$126,780
TOTAL MONTHLY EXPENSE	\$14,985	\$15,090	\$15,195	\$15,300	\$15,405	\$15,510	\$15,615	\$15,720	\$15,825	\$15,930	\$16,035	\$16,140	\$186,750
NET INCOME OR EXPENSE/MONTH	\$2,871	\$2,736	\$3,932	\$5,514	\$7,254	\$8,256	\$8,875	\$9,214	\$8,251	\$8,129	\$5,734	\$5,419	\$76,186

**PROJECTED INCOME & EXPENSE STATEMENT
FOR TCEQ WATER CCN APPLICATION
FOR WILLIS WAUKEGAN SUBDIVISION
BY CRYSTAL SPRINGS WATER CO., INC.**

FISCAL YEAR 5

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	TOTAL
TOTAL ON-LINE EQUIVALENT CONN.	294	300	306	312	318	324	330	336	342	348	354	360	3,924
Seasonal Multiplier, mo. avg/ annual avg	0.65	0.65	0.75	1.00	1.20	1.35	1.35	1.35	1.20	1.10	0.75	0.65	12.00
Monthly Water Use/Customer, Gal	5,038	4,550	5,813	7,500	9,300	10,125	10,463	10,463	9,000	8,525	5,625	5,038	
Monthly Water Use in Base Rate, Gal	-	-	-	-	-	-	-	-	-	-	-	-	
Monthly Water Use Subject to Surcharge, Gal	5,038	4,550	5,813	7,500	9,300	10,125	10,463	10,463	9,000	8,525	5,625	5,038	
Monthly Water Income Per Customer, \$	\$ 56.67	\$ 55.05	\$ 59.26	\$ 64.88	\$ 70.87	\$ 73.62	\$ 74.74	\$ 74.74	\$ 69.87	\$ 68.29	\$ 58.63	\$ 56.67	\$ 783.29
Monthly Sewer Use in Base Rate, Gal	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	
Monthly Sewer Use Subject to Sewer Charge	-	-	-	-	-	125	463	463	-	-	-	-	
Monthly Sewer Income Per Customer, \$	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Monthly Water Bill, \$	\$ 56.67	\$ 55.05	\$ 59.26	\$ 64.88	\$ 70.87	\$ 73.62	\$ 74.74	\$ 74.74	\$ 69.87	\$ 68.29	\$ 58.63	\$ 56.67	\$ 783.29
Total Monthly Water Pumped, Gal	1,481,025	1,365,000	1,778,625	2,340,000	2,957,400	3,280,500	3,452,625	3,515,400	3,078,000	2,966,700	1,991,250	1,813,500	30,020,025
GROSS WATER/SEWER USE INCOME	\$16,662	\$16,515	\$18,132	\$20,241	\$22,536	\$23,852	\$24,664	\$25,113	\$23,896	\$23,784	\$20,755	\$20,403	\$256,534
RESERVE FOR BAD DEBTS	\$167	\$165	\$181	\$202	\$225	\$239	\$247	\$251	\$239	\$238	\$208	\$204	\$2,565
WATER/SEWER INCOME (ADJUSTED)	\$16,496	\$16,350	\$17,951	\$20,039	\$22,311	\$23,613	\$24,418	\$24,862	\$23,657	\$23,527	\$20,548	\$20,199	\$253,969
TAP FEE INCOME	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$64,800
TOTAL MONTHLY INCOME	\$21,896	\$21,750	\$23,351	\$25,439	\$27,711	\$29,013	\$29,818	\$30,262	\$29,057	\$28,927	\$25,948	\$25,599	\$318,769
EXPENSE													
GENERAL & ADMINISTRATIVE													
OFFICE EXPENSE	\$394	\$400	\$406	\$412	\$418	\$424	\$430	\$436	\$442	\$448	\$454	\$460	\$5,124
EMPLOYEE SALARIES	\$2,882	\$2,900	\$2,918	\$2,936	\$2,954	\$2,972	\$2,990	\$3,008	\$3,026	\$3,044	\$3,062	\$3,080	\$35,772
PROFESSIONAL FEES	\$647	\$650	\$653	\$656	\$659	\$662	\$665	\$668	\$671	\$674	\$677	\$680	\$7,962
INSURANCE	\$969	\$969	\$969	\$969	\$969	\$969	\$969	\$969	\$969	\$969	\$969	\$969	\$11,625
ADVALOREM TAXES	\$969	\$969	\$969	\$969	\$969	\$969	\$969	\$969	\$969	\$969	\$969	\$969	\$11,625
TCEQ PERMIT FEES	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
TOTAL G&A	\$5,861	\$5,888	\$5,915	\$5,942	\$5,969	\$5,996	\$6,023	\$6,050	\$6,077	\$6,104	\$6,131	\$6,158	\$72,108
OPERATIONS													
OPERATOR COST	\$888	\$900	\$912	\$924	\$936	\$948	\$960	\$972	\$984	\$996	\$1,008	\$1,020	\$11,448
VEHICLE & EQUIPMENT COST	\$1,720	\$1,750	\$1,780	\$1,810	\$1,840	\$1,870	\$1,900	\$1,930	\$1,960	\$1,990	\$2,020	\$2,050	\$22,620
CUSTOMER BILLING COST	\$982	\$1,000	\$1,018	\$1,036	\$1,054	\$1,072	\$1,090	\$1,108	\$1,126	\$1,144	\$1,162	\$1,180	\$12,972
ELECTRICITY	\$1,088	\$1,100	\$1,112	\$1,124	\$1,136	\$1,148	\$1,160	\$1,172	\$1,184	\$1,196	\$1,208	\$1,220	\$13,848
CHEMICAL COST	\$344	\$350	\$356	\$362	\$368	\$374	\$380	\$386	\$392	\$398	\$404	\$410	\$4,524
SLUDGE DISPOSAL COST	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
TAP MAT'L & FIELD LABOR COST	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$48,600
REPAIR COSTS	\$1,550	\$1,550	\$1,550	\$1,550	\$1,550	\$1,550	\$1,550	\$1,550	\$1,550	\$1,550	\$1,550	\$1,550	\$18,600
CONTRIBUTION TO RESERVE ACCT	\$1,550	\$1,550	\$1,550	\$1,550	\$1,550	\$1,550	\$1,550	\$1,550	\$1,550	\$1,550	\$1,550	\$1,550	\$18,600
MONTHLY O & M COST	\$12,172	\$12,250	\$12,328	\$12,406	\$12,484	\$12,562	\$12,640	\$12,718	\$12,796	\$12,874	\$12,952	\$13,030	\$151,212
TOTAL MONTHLY EXPENSE	\$18,033	\$18,138	\$18,243	\$18,348	\$18,453	\$18,558	\$18,663	\$18,768	\$18,873	\$18,978	\$19,083	\$19,188	\$223,320
NET INCOME OR EXPENSE/MONTH	\$3,863	\$3,613	\$5,108	\$7,091	\$9,258	\$10,456	\$11,155	\$11,494	\$10,184	\$9,949	\$6,865	\$6,411	\$95,449

**PROJECTED INCOME & EXPENSE STATEMENT
FOR TCEQ WATER CCN APPLICATION
FOR WILLIS WAUKEGAN SUBDIVISION
BY CRYSTAL SPRINGS WATER CO., INC.**

FISCAL YEAR 6

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	TOTAL
TOTAL ON-LINE EQUIVALENT CONN.	366	372	378	384	390	396	402	408	414	420	426	432	4,788
Seasonal Multiplier, mo. avg/ annual avg	0.65	0.65	0.75	1.00	1.20	1.35	1.35	1.35	1.20	1.10	0.75	0.65	12.00
Monthly Water Use/Customer, Gal	5,038	4,550	5,813	7,500	9,300	10,125	10,463	10,463	9,000	8,525	5,625	5,038	
Monthly Water Use in Base Rate, Gal	-	-	-	-	-	-	-	-	-	-	-	-	
Monthly Water Use Subject to Surcharge, Gal	5,038	4,550	5,813	7,500	9,300	10,125	10,463	10,463	9,000	8,525	5,625	5,038	
Monthly Water Income Per Customer, \$	\$ 56.67	\$ 55.05	\$ 59.26	\$ 64.88	\$ 70.87	\$ 73.62	\$ 74.74	\$ 74.74	\$ 69.87	\$ 68.29	\$ 58.63	\$ 56.67	\$ 783.29
Monthly Sewer Use in Base Rate, Gal	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	
Monthly Sewer Use Subject to Sewer Charge, Gal	-	-	-	-	-	125	463	463	-	-	-	-	
Monthly Sewer Income Per Customer, \$	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 73.62	\$ 74.74	\$ 74.74	\$ 69.87	\$ 68.29	\$ 58.63	\$ 56.67	\$ 783.29
Monthly Water Bill, \$	\$ 56.67	\$ 55.05	\$ 59.26	\$ 64.88	\$ 70.87	\$ 73.62	\$ 74.74	\$ 74.74	\$ 69.87	\$ 68.29	\$ 58.63	\$ 56.67	\$ 783.29
Total Monthly Water Pumped, Gal	1,843,725	1,692,600	2,197,125	2,880,000	3,627,000	4,009,500	4,205,925	4,268,700	3,726,000	3,580,500	2,396,250	2,176,200	36,603,525
GROSS WATER/SEWER USE INCOME	\$20,743	\$20,479	\$22,399	\$24,912	\$27,639	\$29,152	\$30,046	\$30,494	\$28,926	\$28,681	\$24,977	\$24,484	\$312,931
RESERVE FOR BAD DEBTS	\$207	\$205	\$224	\$249	\$276	\$292	\$300	\$305	\$289	\$287	\$250	\$245	\$3,129
WATER/SEWER INCOME (ADJUSTED)	\$20,536	\$20,274	\$22,175	\$24,663	\$27,363	\$28,861	\$29,745	\$30,189	\$28,637	\$28,394	\$24,727	\$24,239	\$309,802
TAP FEE INCOME	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$64,800
TOTAL MONTHLY INCOME	\$25,936	\$25,674	\$27,575	\$30,063	\$32,763	\$34,261	\$35,145	\$35,589	\$34,037	\$33,794	\$30,127	\$29,639	\$374,602
EXPENSE													
GENERAL & ADMINISTRATIVE													
OFFICE EXPENSE	\$466	\$472	\$478	\$484	\$490	\$496	\$502	\$508	\$514	\$520	\$526	\$532	\$5,988
EMPLOYEE SALARIES	\$3,098	\$3,116	\$3,134	\$3,152	\$3,170	\$3,188	\$3,206	\$3,224	\$3,242	\$3,260	\$3,278	\$3,296	\$38,364
PROFESSIONAL FEES	\$683	\$686	\$689	\$692	\$695	\$698	\$701	\$704	\$707	\$710	\$713	\$716	\$8,394
INSURANCE	\$969	\$969	\$969	\$969	\$969	\$969	\$969	\$969	\$969	\$969	\$969	\$969	\$11,625
ADVALOREM TAXES	\$969	\$969	\$969	\$969	\$969	\$969	\$969	\$969	\$969	\$969	\$969	\$969	\$11,625
TCEQ PERMIT FEES	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
TOTAL G&A	\$6,185	\$6,212	\$6,239	\$6,266	\$6,293	\$6,320	\$6,347	\$6,374	\$6,401	\$6,428	\$6,455	\$6,482	\$75,996
OPERATIONS													
OPERATOR COST	\$1,032	\$1,044	\$1,056	\$1,068	\$1,080	\$1,092	\$1,104	\$1,116	\$1,128	\$1,140	\$1,152	\$1,164	\$13,176
VEHICLE & EQUIPMENT COST	\$2,080	\$2,110	\$2,140	\$2,170	\$2,200	\$2,230	\$2,260	\$2,290	\$2,320	\$2,350	\$2,380	\$2,410	\$26,940
CUSTOMER BILLING COST	\$1,198	\$1,216	\$1,234	\$1,252	\$1,270	\$1,288	\$1,306	\$1,324	\$1,342	\$1,360	\$1,378	\$1,396	\$15,564
ELECTRICITY	\$1,232	\$1,244	\$1,256	\$1,268	\$1,280	\$1,292	\$1,304	\$1,316	\$1,328	\$1,340	\$1,352	\$1,364	\$15,576
CHEMICAL COST	\$416	\$422	\$428	\$434	\$440	\$446	\$452	\$458	\$464	\$470	\$476	\$482	\$5,388
SLUDGE DISPOSAL COST	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
TAP MAT'L & FIELD LABOR COST	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$48,600
REPAIR COSTS	\$1,700	\$1,700	\$1,700	\$1,700	\$1,700	\$1,700	\$1,700	\$1,700	\$1,700	\$1,700	\$1,700	\$1,700	\$20,400
CONTRIBUTION TO RESERVE ACCT	\$1,700	\$1,700	\$1,700	\$1,700	\$1,700	\$1,700	\$1,700	\$1,700	\$1,700	\$1,700	\$1,700	\$1,700	\$20,400
MONTHLY O & M COST	\$13,408	\$13,486	\$13,564	\$13,642	\$13,720	\$13,798	\$13,876	\$13,954	\$14,032	\$14,110	\$14,188	\$14,266	\$166,044
TOTAL MONTHLY EXPENSE	\$19,593	\$19,698	\$19,803	\$19,908	\$20,013	\$20,118	\$20,223	\$20,328	\$20,433	\$20,538	\$20,643	\$20,748	\$242,040
NET INCOME OR EXPENSE/MONTH	\$6,343	\$5,977	\$7,772	\$10,155	\$12,750	\$14,143	\$14,923	\$15,262	\$13,604	\$13,257	\$9,485	\$8,891	\$132,562

**PROJECTED INCOME & EXPENSE STATEMENT
FOR TCEQ WATER CCN APPLICATION
FOR WILLIS WAUKEGAN SUBDIVISION
BY CRYSTAL SPRINGS WATER CO., INC.**

FISCAL YEAR 7

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	TOTAL
TOTAL ON-LINE EQUIVALENT CONN.	438		450	456	462	468	474	480	486	492	498	504	5,652
Seasonal Multiplier, mo. avg/ annual avg	0.65	0.65	0.75	1.00	1.20	1.35	1.35	1.35	1.20	1.10	0.75	0.65	12.00
Monthly Water Use/Customer, Gal	5,038	4,550	5,813	7,500	9,300	10,125	10,463	10,463	9,000	8,525	5,625	5,038	
Monthly Water Use in Base Rate, Gal	-	-	-	-	-	-	-	-	-	-	-	-	
Monthly Water Use Subject to Surcharge, Gal	5,038	4,550	5,813	7,500	9,300	10,125	10,463	10,463	9,000	8,525	5,625	5,038	
Monthly Water Income Per Customer, \$	\$ 56.67	\$ 55.05	\$ 59.26	\$ 64.88	\$ 70.87	\$ 73.62	\$ 74.74	\$ 74.74	\$ 69.87	\$ 68.29	\$ 58.63	\$ 56.67	\$ 783.29
Monthly Sewer Use in Base Rate, Gal	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	
Monthly Sewer Use Subject to Sewer Charge, Gal	-	-	-	-	-	125	463	463	-	-	-	-	
Monthly Sewer Income Per Customer, \$	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1.25	\$ 4.63	\$ 4.63	\$ -	\$ -	\$ -	\$ -	\$ -
Monthly Water Bill, \$	\$ 56.67	\$ 55.05	\$ 59.26	\$ 64.88	\$ 70.87	\$ 73.62	\$ 74.74	\$ 74.74	\$ 69.87	\$ 68.29	\$ 58.63	\$ 56.67	\$ 783.29
Total Monthly Water Pumped, Gal	2,206,425	2,020,200	2,615,625	3,420,000	4,296,600	4,738,500	4,959,225	5,022,000	4,374,000	4,194,300	2,801,250	2,538,900	43,187,025
GROSS WATER/SEWER USE INCOME	\$24,824	\$24,443	\$26,665	\$29,583	\$32,741	\$34,452	\$35,427	\$35,875	\$33,957	\$33,598	\$29,198	\$28,564	\$369,328
RESERVE FOR BAD DEBTS	\$248	\$244	\$267	\$296	\$327	\$345	\$354	\$359	\$340	\$336	\$292	\$286	\$3,693
WATER/SEWER INCOME (ADJUSTED)	\$24,575	\$24,198	\$26,398	\$29,287	\$32,414	\$34,108	\$35,073	\$35,517	\$33,617	\$33,262	\$28,906	\$28,278	\$365,634
TAP FEE INCOME	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$64,800
TOTAL MONTHLY INCOME	\$29,975	\$29,598	\$31,798	\$34,687	\$37,814	\$39,508	\$40,473	\$40,917	\$39,017	\$38,662	\$34,306	\$33,678	\$430,434
EXPENSE													
GENERAL & ADMINISTRATIVE													
OFFICE EXPENSE	\$538	\$544	\$550	\$556	\$562	\$568	\$574	\$580	\$586	\$592	\$598	\$604	\$6,852
EMPLOYEE SALARIES	\$3,314	\$3,332	\$3,350	\$3,368	\$3,386	\$3,404	\$3,422	\$3,440	\$3,458	\$3,476	\$3,494	\$3,512	\$40,956
PROFESSIONAL FEES	\$719	\$722	\$725	\$728	\$731	\$734	\$737	\$740	\$743	\$746	\$749	\$752	\$8,826
INSURANCE	\$969	\$969	\$969	\$969	\$969	\$969	\$969	\$969	\$969	\$969	\$969	\$969	\$11,625
AD VALOREM TAXES	\$969	\$969	\$969	\$969	\$969	\$969	\$969	\$969	\$969	\$969	\$969	\$969	\$11,625
TCEQ PERMIT FEES	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
TOTAL G&A	\$6,509	\$6,536	\$6,563	\$6,590	\$6,617	\$6,644	\$6,671	\$6,698	\$6,725	\$6,752	\$6,779	\$6,806	\$79,884
OPERATIONS													
OPERATOR COST	\$1,176	\$1,188	\$1,200	\$1,212	\$1,224	\$1,236	\$1,248	\$1,260	\$1,272	\$1,284	\$1,296	\$1,308	\$14,904
VEHICLE & EQUIPMENT COST	\$2,440	\$2,470	\$2,500	\$2,530	\$2,560	\$2,590	\$2,620	\$2,650	\$2,680	\$2,710	\$2,740	\$2,770	\$31,260
CUSTOMER BILLING COST	\$1,414	\$1,432	\$1,450	\$1,468	\$1,486	\$1,504	\$1,522	\$1,540	\$1,558	\$1,576	\$1,594	\$1,612	\$18,156
ELECTRICITY	\$1,376	\$1,388	\$1,400	\$1,412	\$1,424	\$1,436	\$1,448	\$1,460	\$1,472	\$1,484	\$1,496	\$1,508	\$17,304
CHEMICAL COST	\$488	\$494	\$500	\$506	\$512	\$518	\$524	\$530	\$536	\$542	\$548	\$554	\$6,252
SLUDGE DISPOSAL COST	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
TAP MAT'L & FIELD LABOR COST	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$48,600
REPAIR COSTS	\$1,850	\$1,850	\$1,850	\$1,850	\$1,850	\$1,850	\$1,850	\$1,850	\$1,850	\$1,850	\$1,850	\$1,850	\$22,200
CONTRIBUTION TO RESERVE ACCT	\$1,850	\$1,850	\$1,850	\$1,850	\$1,850	\$1,850	\$1,850	\$1,850	\$1,850	\$1,850	\$1,850	\$1,850	\$22,200
MONTHLY O & M COST	\$14,644	\$14,722	\$14,800	\$14,878	\$14,956	\$15,034	\$15,112	\$15,190	\$15,268	\$15,346	\$15,424	\$15,502	\$180,876
TOTAL MONTHLY EXPENSE	\$21,153	\$21,258	\$21,363	\$21,468	\$21,573	\$21,678	\$21,783	\$21,888	\$21,993	\$22,098	\$22,203	\$22,308	\$260,760
NET INCOME OR EXPENSE/MONTH	\$8,823	\$8,341	\$10,436	\$13,220	\$16,242	\$17,830	\$18,690	\$19,029	\$17,025	\$16,564	\$12,104	\$11,371	\$169,674

**PROJECTED INCOME & EXPENSE STATEMENT
FOR TCEQ WATER CCN APPLICATION
FOR WILLIS WAUKEGAN SUBDIVISION
BY CRYSTAL SPRINGS WATER CO., INC.**

FISCAL YEAR 8

	JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	TOTAL
TOTAL ON-LINE EQUIVALENT CONN	510	516	522	528	534	540	546	550	550	550	550	550	6,446
Seasonal Multiplier, mo. avg/ annual avg	0.65	0.65	0.75	1.00	1.20	1.35	1.35	1.35	1.20	1.10	0.75	0.65	12.00
Monthly Water Use/Customer, Gal	5,038	4,550	5,813	7,500	9,300	10,125	10,463	10,463	9,000	8,525	5,625	5,038	
Monthly Water Use in Base Rate, Gal	-	-	-	-	-	-	-	-	-	-	-	-	
Monthly Water Use Subject to Surcharge, Gal	5,038	4,550	5,813	7,500	9,300	10,125	10,463	10,463	9,000	8,525	5,625	5,038	
Monthly Water Income Per Customer, \$	\$ 56.67	\$ 55.05	\$ 59.26	\$ 64.88	\$ 70.87	\$ 73.62	\$ 74.74	\$ 74.74	\$ 69.87	\$ 68.29	\$ 58.63	\$ 56.67	\$ 783.29
Monthly Sewer Use in Base Rate, Gal	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	10,000	
Monthly Sewer Use Subject to Sewer Charge, Gal	-	-	-	-	-	-	-	-	-	-	-	-	
Monthly Sewer Income Per Customer, \$	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Monthly Water Bill, \$	\$ 56.67	\$ 55.05	\$ 59.26	\$ 64.88	\$ 70.87	\$ 73.62	\$ 74.74	\$ 74.74	\$ 69.87	\$ 68.29	\$ 58.63	\$ 56.67	\$ 783.29
Total Monthly Water Pumped, Gal	2,569,125	2,347,800	3,034,125	3,960,000	4,966,200	5,467,500	5,712,525	5,754,375	4,950,000	4,688,750	3,093,750	2,770,625	49,314,775
GROSS WATER/SEWER USE INCOME	\$28,904	\$28,407	\$30,931	\$34,254	\$37,844	\$39,753	\$40,808	\$41,107	\$38,429	\$37,559	\$32,247	\$31,171	\$421,414
RESERVE FOR BAD DEBTS	\$289	\$284	\$309	\$343	\$378	\$398	\$408	\$411	\$384	\$376	\$322	\$312	\$4,214
WATER/SEWER INCOME (ADJUSTED)	\$28,615	\$28,123	\$30,622	\$33,911	\$37,466	\$39,355	\$40,400	\$40,696	\$38,044	\$37,183	\$31,925	\$30,859	\$417,199
TAP FEE INCOME	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$5,400	\$41,400
TOTAL MONTHLY INCOME	\$34,015	\$33,523	\$36,022	\$39,311	\$42,866	\$44,755	\$45,800	\$44,296	\$38,044	\$37,183	\$31,925	\$30,859	\$458,599
EXPENSE													
GENERAL & ADMINISTRATIVE													
OFFICE EXPENSE	\$610	\$616	\$622	\$628	\$634	\$640	\$646	\$650	\$650	\$650	\$650	\$650	\$7,646
EMPLOYEE SALARIES	\$3,530	\$3,548	\$3,566	\$3,584	\$3,602	\$3,620	\$3,638	\$3,650	\$3,650	\$3,650	\$3,650	\$3,650	\$43,338
PROFESSIONAL FEES	\$755	\$758	\$761	\$764	\$767	\$770	\$773	\$775	\$775	\$775	\$775	\$775	\$9,223
INSURANCE	\$969	\$969	\$969	\$969	\$969	\$969	\$969	\$969	\$969	\$969	\$969	\$969	\$11,625
AD VALOREM TAXES	\$969	\$969	\$969	\$969	\$969	\$969	\$969	\$969	\$969	\$969	\$969	\$969	\$11,625
TCEQ PERMIT FEES	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
TOTAL G&A	\$6,833	\$6,860	\$6,887	\$6,914	\$6,941	\$6,968	\$6,995	\$7,013	\$7,013	\$7,013	\$7,013	\$7,013	\$83,457
OPERATIONS													
OPERATOR COST	\$1,320	\$1,332	\$1,344	\$1,356	\$1,368	\$1,380	\$1,392	\$1,400	\$1,400	\$1,400	\$1,400	\$1,400	\$16,492
VEHICLE & EQUIPMENT COST	\$2,800	\$2,830	\$2,860	\$2,890	\$2,920	\$2,950	\$2,980	\$3,000	\$3,000	\$3,000	\$3,000	\$3,000	\$35,230
CUSTOMER BILLING COST	\$1,630	\$1,648	\$1,666	\$1,684	\$1,702	\$1,720	\$1,738	\$1,750	\$1,750	\$1,750	\$1,750	\$1,750	\$20,538
ELECTRICITY	\$1,520	\$1,532	\$1,544	\$1,556	\$1,568	\$1,580	\$1,592	\$1,600	\$1,600	\$1,600	\$1,600	\$1,600	\$18,892
CHEMICAL COST	\$560	\$566	\$572	\$578	\$584	\$590	\$596	\$600	\$600	\$600	\$600	\$600	\$7,046
SLUDGE DISPOSAL COST	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
TAP MAT'L & FIELD LABOR COST	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$4,050	\$31,050
REPAIR COSTS	\$2,000	\$2,000	\$2,000	\$2,000	\$2,000	\$2,000	\$2,000	\$2,000	\$2,000	\$2,000	\$2,000	\$2,000	\$24,000
CONTRIBUTION TO RESERVE ACCT	\$2,000	\$2,000	\$2,000	\$2,000	\$2,000	\$2,000	\$2,000	\$2,000	\$2,000	\$2,000	\$2,000	\$2,000	\$24,000
MONTHLY O & M COST	\$15,880	\$15,958	\$16,036	\$16,114	\$16,192	\$16,270	\$16,348	\$15,050	\$12,350	\$12,350	\$12,350	\$12,350	\$177,248
TOTAL MONTHLY EXPENSE	\$22,713	\$22,818	\$22,923	\$23,028	\$23,133	\$23,238	\$23,343	\$22,063	\$19,363	\$19,363	\$19,363	\$19,363	\$260,705
NET INCOME OR EXPENSE/MONTH	\$11,303	\$10,705	\$13,100	\$16,284	\$19,733	\$21,518	\$22,458	\$22,233	\$18,682	\$17,820	\$12,562	\$11,497	\$197,894

**SUMMARY OF INCOME & EXPENSE
FOR TCEQ WATER CCN APPLICATION
FOR WILLIS WAUKEGAN SUBDIVISION
BY CRYSTAL SPRINGS WATER CO., INC.**

PROJECTED INCOME & EXPENSE PROJECTIONS

	FY 0	FY 1	FY 2	FY 3	DECEMBER 31 FY 4	FY 5	FY 6	FY 7	FY 8
AVERAGE NUMBER OF CUSTOMERS	0	39	111	183	255	327	399	471	537
TOTAL ANNUAL WATER USE, 1000 GAL	0	3,686,025	10,269,525	16,853,025	23,436,525	30,020,025	36,603,525	43,187,025	49,314,775
WATER/SEWER USE INCOME (ADJUSTED)	\$0	\$30,638	\$86,471	\$142,304	\$198,136	\$253,969	\$309,802	\$365,634	\$417,199
TAP FEE INCOME	\$0	\$64,800	\$64,800	\$64,800	\$64,800	\$64,800	\$64,800	\$64,800	\$41,400
TOTAL ANNUAL INCOME	\$0	\$95,438	\$151,271	\$207,104	\$262,936	\$318,769	\$374,602	\$430,434	\$458,599
EXPENSE									
GENERAL & ADMINISTRATIVE									
OFFICE EXPENSE	\$0	\$1,668	\$2,532	\$3,396	\$4,260	\$5,124	\$5,988	\$6,852	\$7,646
EMPLOYEE SALARIES	\$0	\$25,404	\$27,996	\$30,588	\$33,180	\$35,772	\$38,364	\$40,956	\$43,338
PROFESSIONAL FEES	\$0	\$6,234	\$6,666	\$7,098	\$7,530	\$7,962	\$8,394	\$8,826	\$9,223
INSURANCE	\$0	\$3,000	\$5,250	\$6,375	\$7,500	\$11,625	\$11,625	\$11,625	\$11,625
ADVALOREM TAXES	\$0	\$3,000	\$5,250	\$6,375	\$7,500	\$11,625	\$11,625	\$11,625	\$11,625
TCEQ PERMIT FEES	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
TOTAL G&A	\$0	\$39,306	\$47,694	\$53,832	\$59,970	\$72,108	\$75,996	\$79,884	\$83,457
OPERATIONS									
OPERATOR COST	\$0	\$4,536	\$6,264	\$7,992	\$9,720	\$11,448	\$13,176	\$14,904	\$16,492
VEHICLE & EQUIPMENT COST	\$0	\$5,340	\$9,660	\$13,980	\$18,300	\$22,620	\$26,940	\$31,260	\$35,230
CUSTOMER BILLING COST	\$0	\$2,604	\$5,196	\$7,788	\$10,380	\$12,972	\$15,564	\$18,156	\$20,538
ELECTRICITY	\$0	\$6,936	\$8,664	\$10,392	\$12,120	\$13,848	\$15,576	\$17,304	\$18,892
CHEMICAL COST	\$0	\$1,068	\$1,932	\$2,796	\$3,660	\$4,524	\$5,388	\$6,252	\$7,046
SLUDGE DISPOSAL COST	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
TAP MAT'L & FIELD LABOR COST	\$0	\$48,600	\$48,600	\$48,600	\$48,600	\$48,600	\$48,600	\$48,600	\$31,050
REPAIR COSTS	\$0	\$4,800	\$8,400	\$10,200	\$12,000	\$18,600	\$20,400	\$22,200	\$24,000
CONTRIBUTION TO RESERVE ACCT	\$0	\$4,800	\$8,400	\$10,200	\$12,000	\$18,600	\$20,400	\$22,200	\$24,000
TOTAL OPERATING COST	\$0	\$78,684	\$97,116	\$111,948	\$126,780	\$151,212	\$166,044	\$180,876	\$177,248
TOTAL MONTHLY EXPENSE	\$0	\$117,990	\$144,810	\$165,780	\$186,750	\$223,320	\$242,040	\$260,760	\$260,705
INCOME (LOSS) BEFORE DEPRECIATION	\$0	(\$22,552)	\$6,461	\$41,324	\$76,186	\$95,449	\$132,562	\$169,674	\$197,894
DEPRECIATION	\$0	\$8,333	\$14,583	\$17,708	\$20,833	\$32,292	\$35,417	\$38,542	\$41,667
NET INCOME (LOSS)	\$0	(\$30,885)	(\$8,122)	\$23,615	\$55,353	\$63,157	\$97,145	\$131,133	\$156,228

PROJECTED BALANCE SHEET

	FY 0	FY 1	FY 2	FY 3	FY 4	FY 5	FY 6	FY 7	FY 8
ASSETS									
CASH (CHECKING)	\$30,000	(\$22,552)	(\$16,091)	\$25,233	\$101,419	\$196,868	\$329,429	\$499,104	\$696,998
RESERVE ACCOUNT	\$0	\$4,800	\$13,200	\$23,400	\$35,400	\$54,000	\$74,400	\$96,600	\$120,600
ACCOUNTS RECEIVABLE	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
TOTAL CURRENT ASSETS	\$30,000	(\$17,752)	(\$2,891)	\$48,633	\$136,819	\$250,868	\$403,829	\$595,704	\$817,598
PROPERTY AND EQUIPMENT									
WATER PLANT	\$0	\$150,000	\$300,000	\$300,000	\$700,000	\$700,000	\$700,000	\$700,000	\$700,000
WASTEWATER PLANT	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
WATER DISTRIBUTION LINES	\$0	\$250,000	\$400,000	\$700,000	\$850,000	\$850,000	\$1,000,000	\$1,150,000	\$1,300,000
SEWAGE COLLECTION LINES	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
TOTAL PROPERTY AND EQUIPMENT	\$0	\$400,000	\$700,000	\$1,000,000	\$1,550,000	\$1,550,000	\$1,700,000	\$1,850,000	\$2,000,000
LESS ACCUMULATED DEPRECIATION	\$0	\$8,333	\$22,917	\$40,625	\$61,458	\$93,750	\$129,167	\$167,708	\$209,375
TOTAL PROPERTY & EQUIPMENT, NET	\$0	\$391,667	\$677,083	\$959,375	\$1,488,542	\$1,456,250	\$1,570,833	\$1,682,292	\$1,790,625
TOTAL ASSETS	\$30,000	\$373,915	\$674,192	\$1,008,008	\$1,625,361	\$1,707,118	\$1,974,663	\$2,277,995	\$2,608,223
RETURN ON INVESTED CAPITAL ASSETS, %		-7.89%	-1.20%	2.46%	3.72%	4.34%	6.18%	7.79%	8.72%
LIABILITIES AND CAPITAL									
LIABILITIES									
ACCOUNTS PAYABLE	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
SHORT TERM DEBT	\$30,000	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
ACCRUED RESERVES	\$0	\$4,800	\$13,200	\$23,400	\$35,400	\$54,000	\$74,400	\$96,600	\$120,600
LONG TERM DEBT	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
TOTAL LIABILITIES	\$30,000	\$4,800	\$13,200	\$23,400	\$35,400	\$54,000	\$74,400	\$96,600	\$120,600
OWNER/STOCKHOLDER EQUITY									
COMMON STOCK	\$0	\$400,000	\$700,000	\$1,000,000	\$1,550,000	\$1,550,000	\$1,700,000	\$1,850,000	\$2,000,000
RETAINED EARNINGS (CUMMULATIVE)	\$0	\$0	(\$30,885)	(\$39,008)	(\$15,392)	\$39,961	\$103,118	\$200,263	\$331,395
NET INCOME	\$0	(\$30,885)	(\$8,122)	\$23,615	\$55,353	\$63,157	\$97,145	\$131,133	\$156,228
TOTAL CAPITAL	\$0	\$369,115	\$660,992	\$984,608	\$1,589,961	\$1,653,118	\$1,900,263	\$2,181,395	\$2,487,623
TOTAL LIABILITIES + CAPITAL	\$30,000	\$373,915	\$674,192	\$1,008,008	\$1,625,361	\$1,707,118	\$1,974,663	\$2,277,995	\$2,608,223

PRESENT WORTH ANALYSIS
FOR TCEQ WATER CCN APPLICATION
FOR WILLIS WAUKEGAN SUBDIVISION
BY CRYSTAL SPRINGS WATER CO., INC.

FY	Discount Rate = 10.00%															
	1	2	3	4	5	6	7	8	9	10	11	12	13	14	15	16
Cash Flow																
Present Value	(\$22,552)	\$6,461	\$41,324	\$76,186	\$95,449	\$132,562	\$169,674	\$197,894	\$197,894	\$197,894	\$197,894	\$197,894	\$197,894	\$197,894	\$197,894	\$197,894
Cumulative PV	(\$22,552)	\$5,874	\$34,152	\$57,240	\$65,193	\$82,310	\$95,777	\$101,551	\$92,319	\$83,927	\$76,297	\$69,361	\$63,055	\$57,323	\$52,112	\$47,374
		(\$16,678)	\$17,473	\$74,713	\$139,906	\$222,217	\$317,993	\$419,544	\$511,864	\$595,790	\$672,087	\$741,448	\$804,503	\$861,826	\$913,938	\$961,312
Profit/Loss																
Present value	(\$30,885)	(\$8,122)	\$23,615	\$55,353	\$63,157	\$97,145	\$131,133	\$156,228	\$156,228	\$156,228	\$156,228	\$156,228	\$156,228	\$156,228	\$156,228	\$156,228
Cumulative PV	(\$30,885)	(\$7,384)	\$19,517	\$41,587	\$43,137	\$60,319	\$74,021	\$80,170	\$72,881	\$66,256	\$60,233	\$54,757	\$49,779	\$45,254	\$41,140	\$37,400
		(\$38,269)	(\$18,752)	\$22,835	\$65,972	\$126,292	\$200,313	\$280,482	\$353,364	\$419,619	\$479,852	\$534,609	\$584,388	\$629,642	\$670,781	\$708,181

ATTACHMENT "L"

WATER TARIFF

CRYSTAL SPRINGS WATER CO., INC.

WATER UTILITY TARIFF FOR

Crystal Springs Water Company, Inc.
(Utility Name)

P.O. Box 603
(Business Address)

Porter, Texas 77365
(City, State, Zip Code)

(281) 354-5136
(Area Code/Telephone)

This tariff is effective for utility operations under the following Certificate of Convenience and Necessity:

11373

This tariff is effective in the following county(ies):

Montgomery and Walker

This tariff is effective in the following cities or unincorporated towns (if any):

None

This tariff is effective in the following subdivisions or systems:

See attached list.

This tariff is effective for the following public water system number(s):

See attached list.

TABLE OF CONTENTS

The above utility lists the following sections of its tariff (if additional pages are needed for a section, all pages should be numbered consecutively):

SECTION 1.0 -- RATE SCHEDULE	2
SECTION 2.0 -- SERVICE RULES AND POLICIES	4
SECTION 3.0 -- EXTENSION POLICY	11
SECTION 4.0 -- DROUGHT CONTINGENCY PLAN.....	16
APPENDIX A -- SAMPLE SERVICE AGREEMENT	
APPENDIX B -- APPLICATION FOR SERVICE	

CRYSTAL SPRINGS WATER COMPANY, INC.
LIST OF SUBDIVISIONS

SUBDIVISION NAME	PWS ID	COUNTY
Acorn Hills	1700322	Montgomery
Afton Park Water System	1700147	Montgomery
Arbor Oaks	1700322	Montgomery
Autumn Acres	1700756	Montgomery
Bennett Woods	1700290	Montgomery
Chaparral Place	1700434	Montgomery
Chasewood	1700622	Montgomery
Country West	1700435	Montgomery
Crystalwood Estates	1700322	Montgomery
Deer Glen	1700322	Montgomery
Deer Glen North	1700322	Montgomery
Deer Glen West	1700322	Montgomery
Emerald Forest	1700322	Montgomery
Emerald Woods	2360044	Walker
FM 1485 LTD	1700580	Montgomery
Lake Creek Falls	1700719	Montgomery
Lake Louise	1700184	Montgomery
Live Oak Estates	1700198	Montgomery
Oak Grove	1700322	Montgomery
Oak Grove South	1700322	Montgomery
Oak Tree Subdivision	1700695	Montgomery
Oak Creek Section II	1700432	Montgomery
Pinewood Village	1700290	Montgomery
Ranch Estates	1700322	Montgomery
Rolling Hill Oaks	1700058	Montgomery
The Oaks	1700626	Montgomery
Timberland Estates	1700612	Montgomery
Tower Woods	1700289	Montgomery
Tower Glen	1700433	Montgomery
Tower Glen North	1700433	Montgomery
Western Hill	1700629	Montgomery
Whispering Pines	1700066	Montgomery
White Oak Hills	1700613	Montgomery
Winchester Place	1700466	Montgomery
Woodland Forest Estates	1700066	Montgomery
Woodridge Estates	1700075	Montgomery

SECTION 1.0 -- RATE SCHEDULE

Section 1.01 - Rates

<u>Meter Size</u>	<u>Monthly Minimum Charge</u>	<u>Gallage Charge</u>
5/8" or 3/4"	<u>\$39.90</u> (Includes 0 gallons)	<u>\$3.33</u> per 1000 gallons
1"	<u>\$99.75</u>	PLUS
1 1/2"	<u>\$199.50</u>	The fees listed below for the
2"	<u>\$319.20</u>	LSGWCD, SJRA, and BGWCD
3"	<u>\$598.50</u>	

Lone Star Ground Water Conservation District (LSGWCD) [Montgomery County]: An additional charge of \$0.06 per 1,000 gallons of water usage will be added to the gallage charge.

San Jacinto River Authority (SJRA) [Montgomery County]: An additional charge of \$0.83 per 1,000 gallons will be added to the gallage charge for ground water reduction fee.

Bluebonnet Ground Water Conservation District (BGWCD) [Walker County]: An additional charge of \$0.035 per 1,000 gallons of water usage will be added to the gallage charge

FORM OF PAYMENT: The utility will accept the following forms of payment:
Cash X, Check X, Money Order X, Credit Card _____, Other (specify) _____
THE UTILITY MAY REQUIRE EXACT CHANGE FOR PAYMENTS AND MAY REFUSE TO ACCEPT
PAYMENTS MADE USING MORE THAN \$1.00 IN SMALL COINS. A WRITTEN RECEIPT WILL BE
GIVEN FOR CASH PAYMENTS.

REGULATORY ASSESSMENT 1.0%
TCEQ RULES REQUIRE THE UTILITY TO COLLECT A FEE OF ONE PERCENT OF THE RETAIL
MONTHLY BILL.

Section 1.02 - Miscellaneous Fees

TAP FEE \$900.00
TAP FEE COVERS THE UTILITY'S COSTS FOR MATERIALS AND LABOR TO INSTALL A
STANDARD RESIDENTIAL 5/8" or 3/4" METER. AN ADDITIONAL FEE TO COVER UNIQUE
COSTS IS PERMITTED IF LISTED ON THIS TARIFF.

TAP FEE (Unique costs) Actual Cost
FOR EXAMPLE, A ROAD BORE FOR CUSTOMERS OUTSIDE OF SUBDIVISIONS OR RESIDENTIAL
AREAS.

TAP FEE (Large meter) Actual Cost
TAP FEE IS THE UTILITY'S ACTUAL COST FOR MATERIALS AND LABOR FOR METER SIZE
INSTALLED.

RATES LISTED ARE EFFECTIVE ONLY
IF THIS PAGE HAS TCEQ APPROVAL STAMP

-TEXAS COMM. ON ENVIRONMENTAL QUALITY
37427-R, CCN 11373, SEPTEMBER 1, 2012
APPROVED TARIFF BY J. L. K.

SECTION 1.0 - RATE SCHEDULE (Continued)

METER RELOCATION FEE Actual Relocation Cost, Not to Exceed Tap Fee
THIS FEE MAY BE CHARGED IF A CUSTOMER REQUESTS THAT AN EXISTING METER BE RELOCATED.

METER TEST FEE \$25.00
THIS FEE WHICH SHOULD REFLECT THE UTILITY'S COST MAY BE CHARGED IF A CUSTOMER REQUESTS A SECOND METER TEST WITHIN A TWO-YEAR PERIOD AND THE TEST INDICATES THAT THE METER IS RECORDING ACCURATELY. THE FEE MAY NOT EXCEED \$25.

RECONNECTION FEE

THE RECONNECT FEE MUST BE PAID BEFORE SERVICE CAN BE RESTORED TO A CUSTOMER WHO HAS BEEN DISCONNECTED FOR THE FOLLOWING REASONS (OR OTHER REASONS LISTED UNDER SECTION 2.0 OF THIS TARIFF):

- a) Non payment of bill (Maximum \$25.00) \$25.00
- b) Customer's request that service be disconnected \$50.00

TRANSFER FEE \$50.00
THE TRANSFER FEE WILL BE CHARGED FOR CHANGING AN ACCOUNT NAME AT THE SAME SERVICE LOCATION WHEN THE SERVICE IS NOT DISCONNECTED

LATE CHARGE (EITHER \$5.00 OR 10% OF THE BILL) \$5.00
TCEQ RULES ALLOW A ONE-TIME PENALTY TO BE CHARGED ON DELINQUENT BILLS. A LATE CHARGE MAY NOT BE APPLIED TO ANY BALANCE TO WHICH THE PENALTY WAS APPLIED IN A PREVIOUS BILLING.

RETURNED CHECK CHARGE \$35.00
RETURNED CHECK CHARGES MUST BE BASED ON THE UTILITY'S DOCUMENTABLE COST.

CUSTOMER DEPOSIT RESIDENTIAL (Maximum \$50) \$50.00

COMMERCIAL & NON-RESIDENTIAL DEPOSIT 1/6TH OF ESTIMATED ANNUAL BILL

GOVERNMENTAL TESTING, INSPECTION AND COSTS SURCHARGE N/A
WHEN AUTHORIZED IN WRITING BY TCEQ AND AFTER NOTICE TO CUSTOMERS, THE UTILITY MAY INCREASE RATES TO RECOVER INCREASED COSTS FOR INSPECTION FEES AND WATER TESTING. [30 TAC 291.21(K)(2)]

LINE EXTENSION AND CONSTRUCTION CHARGES:

REFER TO SECTION 3.0--EXTENSION POLICY FOR TERMS, CONDITIONS, AND CHARGES WHEN NEW CONSTRUCTION IS NECESSARY TO PROVIDE SERVICE.

RATES LISTED ARE EFFECTIVE ONLY
IF THIS PAGE HAS TCEQ APPROVAL STAMP

SECTION 1.0 - RATE SCHEDULE (Continued)

PURCHASED WATER/UNDERGROUND WATER DISTRICT FEE PASS THROUGH
CLAUSE: Changes in fees imposed by any wholesale water supplier or underground water district having jurisdiction over the Utility shall be passed through as an adjustment to the water gallonage charge according to the formula:

AG = G + B, where:

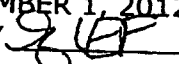
AG = adjusted gallonage charge, rounded to the nearest one cent

G = approved per 1,000 gallon gallonage charge

B = change in district fee (per 1,000 gallons)

To implement or modify the Purchased Water/Underground Water District Fee, the utility must comply with all notice and other requirements of 30 TAC 291.21(h).

RATES LISTED ARE EFFECTIVE ONLY
IF THIS PAGE HAS TCEQ APPROVAL STAMP

TEXAS COMM. ON ENVIRONMENTAL QUALITY
37427-R, CCN 11373, SEPTEMBER 1, 2012
APPROVED TARIFF BY 

Bryan W. Shaw, Ph.D., *Chairman*
Toby Baker, *Commissioner*
Zak Covar, *Executive Director*



TEXAS COMMISSION ON ENVIRONMENTAL QUALITY

Protecting Texas by Reducing and Preventing Pollution

October 21, 2013

Mr. Tom Martin, President
Crystal Springs Water Company, Inc.
P.O. Box 603
Porter, Texas 77365

Re: Pass Through Rate Change Application of Crystal Springs Water Company, Inc., to implement the increase in the San Jacinto River Authority (SJRA)/Porter SUD Groundwater Reduction Plan (GRP) Fee, Certificate of Convenience and Necessity (CCN) No. 11373 in Montgomery County; Application No. 37427R
CN: 600633655; RN: 103129367

Dear Mr. Martin:

On September 5, 2012, the Texas Commission on Environmental Quality (TCEQ) received the above referenced pass through rate application to recover the cost of fees imposed by the San Jacinto River Authority/Porter SUD. You should attach this letter to your approved tariff as authorization to charge the pass through adjustment.

Your new rates for the SJRA/Porter SUD were effective September 1, 2012. The effective date of the new rates must be the first day of the billing period. Also, the new rates may not apply to service received before the effective date.

The first bill that you send out that includes the pass through adjustment fee should include a short statement such as the following:

This rate change is being implemented in accordance with the utility's approved pass through provision water adjustment clause for fees related to the San Jacinto River Authority/Porter SUD. The cost of charges to customers will not exceed the increased cost of fees assessed to Crystal Springs Water Company, Inc.

If you have any questions, please contact Ms. Elizabeth Flores at 512/239-6846, by email at elizabeth.flores@tceq.texas.gov, or if by correspondence, include MC 153 in the letterhead address.

Sincerely,

A handwritten signature in cursive script, appearing to read "Kase Just f", written over the typed name of Tammy Benter.

Tammy Benter, Manager
Utilities & Districts Section
Water Supply Division

TB/EF/mmg

cc: Mailing List

Mailing List
Crystal Springs Water Company, Inc.
Application No. 36784-R

Mr. Tom Martin, President
Crystal Springs Water Company, Inc.
P.O. Box 603
Porter, Texas 77365

Checklist for Obtaining or Amending a CCN

Name of Application Crystal Springs Water Co Inc.

Administrative Review #A - 053 - 14

Application Number (s) 37916-C

Date TCEQ Received Application 5-7-14

Date Assigned to program area 5-12-14

County(s) Montgomery

Purpose of Application:

- | | |
|---|---|
| ☐ Obtain New Water CCN
Temporary CCN# A _____ | ☐ Obtain New Sewer CCN
Temporary CCN# A _____ |
| ☒ Amend Water CCN # <u>11373</u> | ☐ Amend Sewer CCN # _____ |
| ☒ Account Fees due | ☒ Regulatory Assessment Fees due |
| ☒ Attach a copy of CN and RN from WUD | |
| ☒ Not on file with Central Registry. Core Data Form Needed. | |
| ☒ Original and three copies of application received | |

J:\UDS\Utilities Forms and Checklists Admin Review\CCN.doc



? Utility details for (DBA) CRYSTAL SPRINGS WATER (11373)

 Affiliations  Documents  Site Visits  Schedules

Responsible Party

Organization: CRYSTAL SPRINGS WATER COMPANY INC

Address: PO BOX 603

PORTER , TX 77365-0603

Customers

Reference Number	Name	Role
CN604520668	CRYSTAL SPRINGS WATER COMPANY INC	RESPONSIBLE PARTY

Official Address / Phone

Address: PO BOX 603

PORTER , TEXAS 77365-0603

Telephone: (281) 354-5136

Properties

CR Regulated Entity Number: RN103129367

CCEDS Status: NO ACTIVE NOE EXISTS

Utility Type: WATER UTILITY

Ownership Type: INVESTOR

Primary County: MONTGOMERY

County Code: 170

Comments

Comment Date	Text	Staff Name
07/22/2008	Appl 35767-S Country Terrace Water Company CCN 11691 to purchase and transfer a portion of CCN 11373 from Crystal Springs Water Company Inc in Harris County	IRMA SANTANA
06/30/2008	Crystal Springs Water Co Inc to Acquire all of Water CCN U0245 from McComb Development Co Inc dba Lake Creek Falls Water System in Montgomery County	DEBBIE REYES

Occurrences retrieved.

PWS for this Utility

PWS Name	PWS ID	Status	District(Number)
<u>1485 LIMITED CRYSTAL SPRINGS WATER CO</u>	1700580	A	
<u>AFTON PARK WATER SYSTEM</u>	1700147	A	
<u>AUTUMN ACRES WATER SYSTEM</u>	1700756	A	
<u>BENNETT WOODS</u>	1700290	A	
<u>CHAPARRAL PLACE WATER SYSTEM</u>	1700434	A	
<u>COUNTRY WEST</u>	1700435	A	
<u>CRYSTAL SPRINGS WATER COMPANY CHASEWOOD</u>	1700622	A	
<u>DEER GLEN WATER SYSTEM</u>	1700322	A	
<u>EMERALDWOODS</u>	2360044	A	
<u>LAKE CREEK FALLS</u>	1700719	A	
<u>LAKE LOUISE SUBDIVISION</u>	1700184	A	
<u>LIVE OAK ESTATES</u>	1700198	A	
<u>OAK CREEK II</u>	1700432	A	
<u>ROLLING HILLS OAKS SUBDIVISION</u>	1700058	A	
<u>THE OAKS</u>	1700626	A	
<u>TIMBERLAND ESTATES</u>	1700612	A	
<u>TOWER GLEN ESTATES</u>	1700433	A	
<u>TOWER WOODS</u>	1700289	A	
<u>WESTERN HILLS CRYSTAL SPRINGS WATER</u>	1700629	A	
<u>WHISPERING PINES</u>	1700066	A	
<u>WHITE OAK HILLS</u>	1700613	A	
<u>WINCHESTER PLACE</u>	1700466	A	
<u>WOODRIDGE ESTATES WATER SYSTEM</u>	1700075	A	

Water System occurrences retrieved.

Counties

Code	County Name	Primary
101	HARRIS	N
146	LIBERTY	N
170	MONTGOMERY	Y

Activity

Activity Status: **ACTIVE**

Start Date: **01/24/1986**

End Date: **12/31/9999**

Activity Date: **01/24/1986**

[Run Utility Cases Report](#)
[Run Utility Summary Report](#)
[Show Map](#)

Utility successfully retrieved.

 WATERENGINEERS, INC.

WATER & WASTEWATER TREATMENT CONSULTANTS

17230 HUFFMEISTER ROAD, SUITE A~CYPRESS, TEXAS 77429-1643

TEL: 281-373-0500 FAX: 281-373-1113

May 6, 2014

Ms. Tammy Benter
TCEQ Water Utilities Division
Plans Review & Rate Design Team (MC 153)
Building F, 3rd Floor
12100 Park 35 Circle
Austin, Texas 78753

Re: Crystal Springs Water Co., Inc.
Application For an Amendment to Water CCN No. 11373
Willis Waukegan Subdivision in Montgomery County

Dear Ms. Benter:

Please find enclosed an original and three copies of an Application for an Amendment to Water CCN No. 11373 for Crystal Springs Water Co., Inc.

We appreciate your earliest review and issuance of a letter indicating administrative completeness. Please feel free to email me at syoung@waterengineers.com or call at 281-373-0500 if you have any questions regarding the information contained in this submittal.

Thank you for your assistance in this review process.

Sincerely,
WATERENGINEERS, INC.



Shelley Young, P.E.
Project Engineer

Encl: Original & 3 Copies of Water CCN Application Package

2014 MAY 7 PM 4 27

WATER UTILITIES DIV.

10601

05/07/14