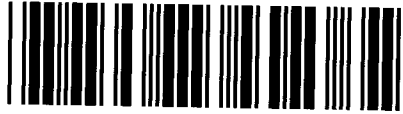


Control Number: 43832



Item Number: 3

Addendum StartPage: 0



PURSUANT TO PUC CHAPTER 24, SUBSTANTIVE RULES APPLICABLE TO WATER AND SEWER SERVICE PROVIDERS, SUBCHAPTER G: CERTIFICATES OF CONVENIENCE AND NECESSITY

RECEIVED  
2015 FEB 13 AM 9:24  
PUBLIC UTILITY COMMISSION  
FILING CLERK

# Application to Obtain or Amend a Water or Sewer Certificate of Convenience and Necessity (CCN)

Docket Number: **43832**

(this number will be assigned by the Public Utility Commission after your application is filed)

7 copies of the application, including the original, shall be filed with

Public Utility Commission of Texas  
Attention: Filing Clerk  
1701 N. Congress Avenue  
P.O. Box 13326  
Austin, Texas 78711-3326

If submitting digital map data, two copies of the portable electronic storage medium (such as CD or DVD) are required.

## Table of Contents

Purpose of Application .....	2
1. Applicant Information.....	2
2. Location Information.....	3
3. Map Requirements.....	5
4. New System Information or Utilities Requesting a CCN for the First Time .....	5
5. Existing System Information .....	6
6. Financial Information .....	9
7. Notice Requirements.....	10
OATH.....	12
Notice for Publication.....	13
Notice to Neighboring Systems, Landowners and Cities.....	15
Notice to Customers of IOUs in Proposed Area .....	17

3

Historical Balance Sheets .....	19
Historical Income Statement.....	20
Historical Expenses Statement .....	21
Projected Balance Sheets .....	22
Projected Income Statement .....	23
Projected Expenses Statement.....	24
Projected Sources And Uses Of Cash Statements .....	25

**Application to Obtain or Amend a Water or Sewer Certificate of Convenience and Necessity (CCN)**

Purpose of Application		
<input type="checkbox"/> Obtain	<input type="checkbox"/> New Water CCN	<input type="checkbox"/> New Sewer CCN
<input checked="" type="checkbox"/> Amend	<input checked="" type="checkbox"/> Water CCN# (s)	12200
<input type="checkbox"/> Amend	<input type="checkbox"/> Sewer CCN#(s)	

**1. Applicant Information**

Applicant	
Utility name: Palo Duro Service Company, Inc.	
Certificate number: 12200	
Street address (City/ST/ZIP/Code): 3505 Williams Road, Fort Worth, Texas 76116	
Mailing address(City/ST/ZIP/Code): 3505 Williams Road, Fort Worth, Texas 76116	
Utility Phone Number and Fax: (817) 244-2248	
Contact information	
Please provide information about the person(s) 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: Bill Boomer with CivilSolutions Inc	Title: Engineer
Mailing address: P. O. Box 100247, Fort Worth, Texas 76185	
Email: bill@civilsoltx.com	Phone and Fax: (817) 423-0060
List all counties in which service is proposed: Parker, Wise	

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:

B. If the applicant is a For-Profit business or corporation, please include the following information:

- i. A copy of the corporation's "Certification of Account Status" from the Texas State Comptroller of Public Accounts.
- ii. The corporation's charter number as recorded with the Office of the Texas Secretary of State: 0143729200
- iii. A listing of all stockholders and their respective percentages of ownership.
- iv. A copy of the company's organizational chart, if available. Not Used
- v. A list of all directors and disclose the title of each individual.
- vi. A list of all affiliated organizations (if any) and explain the affiliate's business relationship with the applicant.  
None

C. If the applicant is a Texas Water Code (TWC) Chapter 67 water supply or sewer service corporation please provide:

- i. A copy of the Articles of Incorporation and By-Laws.
- ii. The corporation's charter number as recorded with the Office of the Texas Secretary of State.
- iii. Identification of all board members including name, address, title, and telephone number.
- iv. 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? Existing Customers are receiving service from Palo Duro Service Company Inc.



## Franchise Tax Account Status

As of: 01/26/2015 04:14:50 PM

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**This Page is Not Sufficient for Filings with the Secretary of State**

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### **PALO DURO SERVICE COMPANY, INC.**

Texas Taxpayer Number 30119403910  
Mailing Address 3505 WILLIAMS RD  
FORT WORTH, TX 76116-7029  
Right to Transact Business in Texas ACTIVE  
State of Formation TX  
Effective SOS Registration Date 03/14/1997  
Texas SOS File Number 0143729200  
Registered Agent Name RICHARD MICHELETTI  
Registered Office Street Address 3505 WILLIAMS ROAD  
FORT WORTH, TX 76116

Application of Palo Duro Service Company, Inc.  
to Amend CCN No. 12200

1.B.iii. List of all Current Stockholders with % Ownership

Richard Micheletti	100%
Loren Micheletti	
Ryan Micheletti	
Rhett Micheletti	
Brandon Monet Micheletti Campbell	

1.B.v. List of Directors and Title of Each

Richard Micheletti	President
Loren Micheletti	Vice-President
Ryan Micheletti	Secretary-Treasurer
Rhett Micheletti	
Brandon Monet Micheletti Campbell	

Application of Palo Duro Service Company, Inc.  
to Amend CCN No. 12200

2.A. Local Information

This application consists of two areas:

2.A.1 First Area: Palo Duro Service Company, Inc. serves the Ducane Chateaux subdivision which is a portion of a total 328 acres that were developed by Richard Micheletti in the early 1970's.. His original application for a CCN included the entire area he was developing. Palo Duro Service Company's CCN application was approved but only included the platted area. Micheletti developed the entire 328 acres selling off several smaller tracts (larger than one acre). As the property was sold and homes built many tied into the Palo Duro Service Company's distribution system. Palo Duro has served this area for in excess of 30 years. A request was submitted to correct the Certificate of Convenience and Necessity to include these areas. The Public Utility Commission issued an order for Palo Duro to submit a CCN application.

2.A.2. Second Area. Aledo Ridge LLC (an affiliate of Haddock Interests, Inc.) has requested service from Palo Duro Service Company. Haddock is developing the Aledo Ridge Addition which is located east of (and not contiguous to) Palo Duro Service Company's current service area.

B. Demonstrate the Need for Service by providing the following:

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 application(s) or request(s) 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.
- 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: \_\_\_\_\_

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

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?

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

n.a.



**HADDOCK INTERESTS, INC.**  
REAL ESTATE DEVELOPMENT & INVESTMENTS

December 19, 2014

Richard Micheletti  
Palo Duro Service, Inc.  
3505 Williams Rd.  
Fort Worth, TX 76116

Re: Request To Provide Public Water Supply to Aledo Ridge

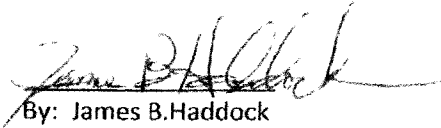
Dear Mr. Micheletti:

Please let this letter serve as Aledo Ridge's official request for Public Water Supply to be provided by Palo Duro Service Co.

Aledo Ridge LLC is planning to develop 33.15 acres at the North East corner of Farmer Road (FM 3325) and White Settlement Rd. into 24 residential lots called Aledo Ridge. Aledo Ridge is just east of your existing water system: PWS 1D #1840100. Bill Boomer with Civil Solutions Inc. is designing and submitting plans to the Public Utility Commission to amend Palo Duro Service Company's Certificate of Convenience and Necessity to include the Aledo Ridge Subdivision.

Thank you,

Aledo Ridge, LLC

  
By: James B.Haddock

Request For Service  
Aledo Ridge Ltd.  
Aka Haddock Interests, Inc.

Amend CCN No. 12200

2.B.i Describe the service area and circumstances driving the need for service.

**DuChane Chateaux** – Palo Duro Service Company has served a number of customers around the existing DuChane Chateaux Addition. Many of these customers have been served since the 1970's. The DuChane system also serves the Aledo Estates Addition which is a new development contiguous to the DuChane subdivision. This area was originally included in Palo Duro Service Company's application for a CCN.

**Aledo Ridge** - Aledo Ridge LLC is developing a thirty-three acre tract at the northeast corner of White Settlement Road and Farmer Road into 24 single-family lots.

Contact Information for Aledo Ridge LLC (Aledo Ridge LLC is an affiliate of Haddock Interests, Inc.) is:

James B. Haddock  
Aledo Ridge LLC  
600 Summit Ave.  
Fort Worth, Texas 76102  
817-332-8383  
Email:jbh@haddockinterests.com

2.B.ii Economic Need: The property is located within the City of Fort Worth's Extraterritorial Jurisdiction. Accordingly, Aledo Ridge has submitted a Preliminary Plat to the City of Fort Worth for approval. Retail Public Utility Service would make the homesites in Aledo Ridge more attractive to buyers.

2.B.iii Environmental Need: The approval of this application will allow the homeowners in the subdivision to be served by a Public Utility rather with individual water wells.

2.B.iv: See attached request for service from Haddock Interests, Inc.

2.B.v.: There is currently significant growth in Tarrant and surrounding areas with strong demand for new homes.

### 3. Map Requirements

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

- A. A location map delineating the proposed service area with enough detail to accurately locate the proposed area within the county. Attached
- 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 Attached
  - 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 Included
  - 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. Metes and Bounds provided
- 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).  
Map Attached

**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 ArcView shape file or Arc/Info E00 file may result in the delay or inability to review applicant's mapping information.

For information on obtaining a CCN base map or questions about sending digital map data, please visit the Water Utilities section of the PUC website for assistance.

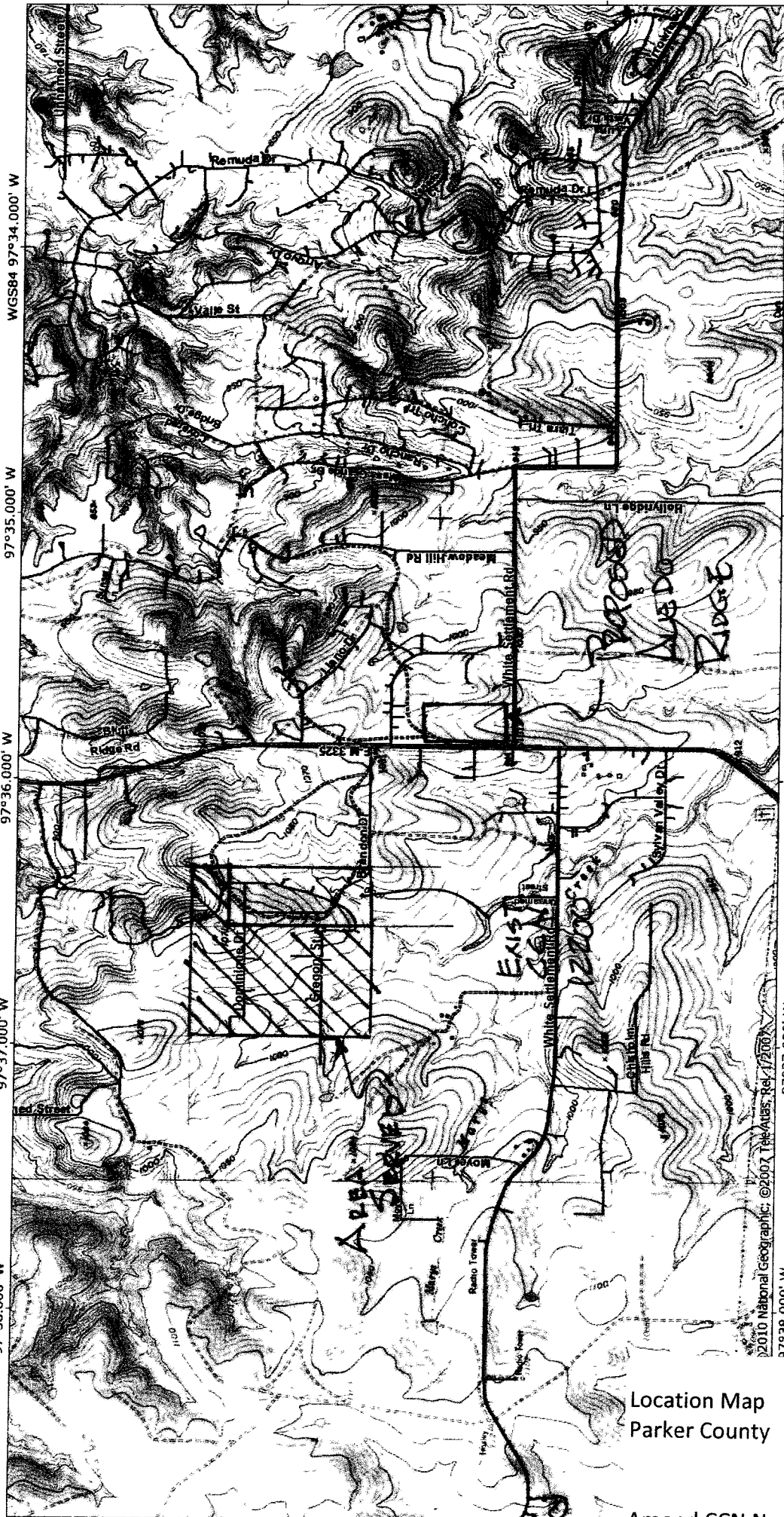
### 4. New System Information or Utilities Requesting a CCN for the First Time

- 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 a. 1 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?  Yes  No

4.A.i: List Public Drinking Water Systems within two miles

CCN No. 13201	Aqua Texas Inc. 9450 Silver Creek Road Fort Worth, Texas 76108
CCN No. 12311	City of Fort Worth 1000 Throckmorton Fort Worth, Texas 76102
CCN No. 11596	Abraxas Corporation P. O. Box 820278 Fort Worth, Texas 76102-0278

TOPO! map printed on 02/03/15 from "Untitled.tpo"



Location Map  
Parker County

Amend CCN No. 12200



97°38.000' W 97°37.000' W 97°36.000' W 97°35.000' W 97°34.000' W

97°38.000' W 97°37.000' W 97°36.000' W 97°35.000' W 97°34.000' W

32°47.000' N 32°48.000' N

32°47.000' N 32°48.000' N

32°47.000' N 32°48.000' N

32°47.000' N 32°48.000' N

A-530

16  
6.53 AC

17  
7.82 AC

ALLEGED ESTATES  
HAS REQUESTED  
SERVICE

56 AC DESCRIBED  
ORIGINAL APPLICATION

Farmer Rd

AREA  
AREA No. 12200

INDICATES EXISTING  
LATER CUSTOMER

Gregory St

Existing Area Served  
Adjacent to DuChane Chateaux  
Parker County, Texas

EXHIBIT Amend CCN. No. 12200

A-2096

1	2	3	2
3.05 AC	2.99 AC	3.01 AC	
PRO SERVICE		CO.	
12200		ER COUNTY	

Field Note Description

258 Acre Tract

Robert Cunningham Survey, Abstract No. 283

Parker County, Texas

Being a 258 acre tract out of the Robert Cunningham Survey, Abstract No. 283, in Parker County, Texas and being a portion of a tract conveyed to Richard Micheletti and being more particularly described as follows:

BEGINNING at the northeast corner of said Micheletti tract also being the northeast corner of said Robert Cunningham Survey;

THENCE south 00 degrees 10 minutes 01 seconds west for a distance of 1,123.59 feet to the northeast corner of the DuChane Chateaux Addition according to the plat recorded in Volume 360A, Page 29 of the Parker County Plat Records, also being the northeast corner of Water CCN No. 12200 as issued by the Public Utility Commission of Texas;

THENCE north 89 degrees 43 minutes 15 seconds west along the north line of said DuChane Chateaux Addition and the north line of CCN No. 12200 for a distance of 1163.05 feet to the northwest corner of said DuChane Chateaux Addition and the northwest corner of CCN No. 12200;

THENCE south 00 degrees 10 minutes 01 seconds east along the west line of said DuChane Chateaux Addition and the west line of said CCN No. 12200 for a distance of 2,624.02 feet to the southwest corner of said DuChane Chateaux Addition and the southwest corner of said CCN No. 12200, said point also being in the south line of said Micheletti tract;

THENCE south 89 degrees 31 minutes 02 seconds west along the south line of said Micheletti tract for a distance of 973.36 feet to a point;

THENCE west continuing along the south line of said Micheletti tract for a distance of 943.34 feet to a point;

THENCE south 89 degrees 42 minutes 39 seconds west continuing along the south line of said Micheletti tract for a distance of 739.12 feet to a point being the southwest corner of said Micheletti tract;

Metes and Bounds Description of  
Area Adjacent to DuChane Chateaux  
Served by Palo Duro Service Company

Amend CCN No. 12200

THENCE in a northerly direction along the west line of said Micheletti tract by metes and bounds as follows:

North 00 degrees 22 minutes 31 seconds west for a distance of 1525.13 feet to a point;

North 4 degrees 01 minutes 11 seconds east for a distance of 220.86 feet to a point;

North 00 degrees 16 minutes 20 seconds west for a distance of 1,997.62 feet to a point at the northwest corner of said Micheletti tract;

THENCE in an easterly direction along the north line of said Micheletti tract and the north line of said Robert Cunningham Survey by metes and bounds as follows:

North 89 degrees 26 minutes 05 seconds east for a distance of 842.15 feet to a point;

North 89 degrees 43 minutes 15 seconds east for a distance of 2,969.55 feet to the Point of Beginning.

Prepared from Owners Records  
Not a Survey





## SURVEY DESCRIPTION

BEING A 33.163 ACRES TRACT OF LAND OUT OF THE I & G.N. RR Co. SURVEY, ABSTRACT No. 778, PARKER COUNTY, TEXAS, BEING ALL OF THAT CERTAIN DOCUMENT AS CONVEYED TO TILLS IN VOLUME 1774, PAGE 106, OFFICIAL PUBLIC RECORDS, PARKER COUNTY, TEXAS, BEING FURTHER DESCRIBED BY METES AND BOUNDS AS FOLLOWS:

BEGINNING AT A FOUND 1/2" IRON ROD IN THE EAST RIGHT OF WAY LINE OF FARM TO MARKET ROAD No. 3325, BEING THE SOUTHWEST CORNER OF LOT 13, BLOCK 1, MEADOW HILLS ESTATES, A SUBDIVISION IN PARKER COUNTY, TEXAS, ACCORDING TO THE PLAT AS RECORDED IN PLAT CABINET "A", SLIDE 582, PLAT RECORDS, PARKER COUNTY, TEXAS, FOR THE NORTHWEST AND BEGINNING CORNER OF THIS TRACT.

THENCE N 89°15'47" E AT 420.65 FEET PASS A FOUND 1/2" IRON ROD AT THE SOUTHERLY COMMON CORNER OF SAID LOT 13 AND LOT 12, BLOCK 1, AND IN ALL 840.17 FEET TO A FOUND 1/2" IRON ROD IN THE WEST LINE OF LOT 10, BLOCK 1 FOR THE NORTHEAST CORNER OF THIS TRACT.

THENCE S 00°06'50" E 1725.02 FEET TO A SET 1/2" IRON ROD (CAPPED) IN THE NORTH RIGHT OF WAY LINE OF WHITE SETTLEMENT ROAD, FOR THE SOUTHEAST CORNER OF THIS TRACT.

THENCE S 89°14'19" W 740.65 FEET, ALONG THE NORTH LINE OF SAID WHITE SETTLEMENT ROAD, TO A FOUND 6" CONCRETE MONUMENT FOR A CORNER OF THIS TRACT.

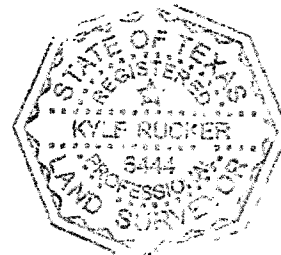
THENCE N 45°22'49" W 140.36 FEET, ALONG THE RIGHT OF WAYS OF SAID WHITE SETTLEMENT ROAD AND SAID FARM TO MARKET ROAD 3325, TO A 3" BRASS CAPPED MONUMENT FOR A CORNER OF THIS TRACT.

THENCE N 00°06'26" W 1625.47 FEET ALONG THE EAST LINE OF SAID FARM TO MARKET ROAD 3325 TO THE PLACE OF BEGINNING.

BEARINGS DERIVED FROM G.P.S. OBSERVATIONS PERFORMED BY CARTER SURVEYING & MAPPING, INC. AND REFLECT N.A.D. 1983, TEXAS STATE PLANE COORDINATE SYSTEM, NORTH CENTRAL ZONE 4202.

SURVEY DESCRIPTION CERTIFIED CORRECT:

  
KYLE RUCKER, REGISTERED PROFESSIONAL LAND SURVEYOR NO. 6444  
CARTER SURVEYING & MAPPING, 110A PALO PINTO ST., WEATHERFORD, TX 76086  
DECEMBER 4, 2014 - JN141205



Metes and Bounds Description  
Aledo Ridge Addition

**CARTER SURVEYING**  
& MAPPING  
110 PALO PINTO ST. - WEATHERFORD, TX - 76086  
(P) 817-594-0400 - (F) 817-594-0403

Amend CCN No. 12200

- i. If yes, please provide documentation of the denial of service and go to 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:

Two Areas: 1) Existing subdivision served by Palo Duro. The supply/distribution system is in place (or expansions have been approved).  
 2) New system constructed to serve Aledo Ridge Addition. Constructed by Developer and/or with contributed capital

D. Date of plat approval, if required: PENDING  
 Approved by: City of Fort Worth (property located in the City's ETJ)

E. Date Plans & Specifications submitted to the TCEQ for approval:  
in design Attach copy of approval letter, if available. If the letter is not available by the time your CCN application is submitted, please supplement your application with a copy of the letter once you receive it from the TCEQ.

F. Date construction is scheduled to commence: 8/1/2015

G. Date service is scheduled to commence: 11/1/2015

**5. Existing System Information**

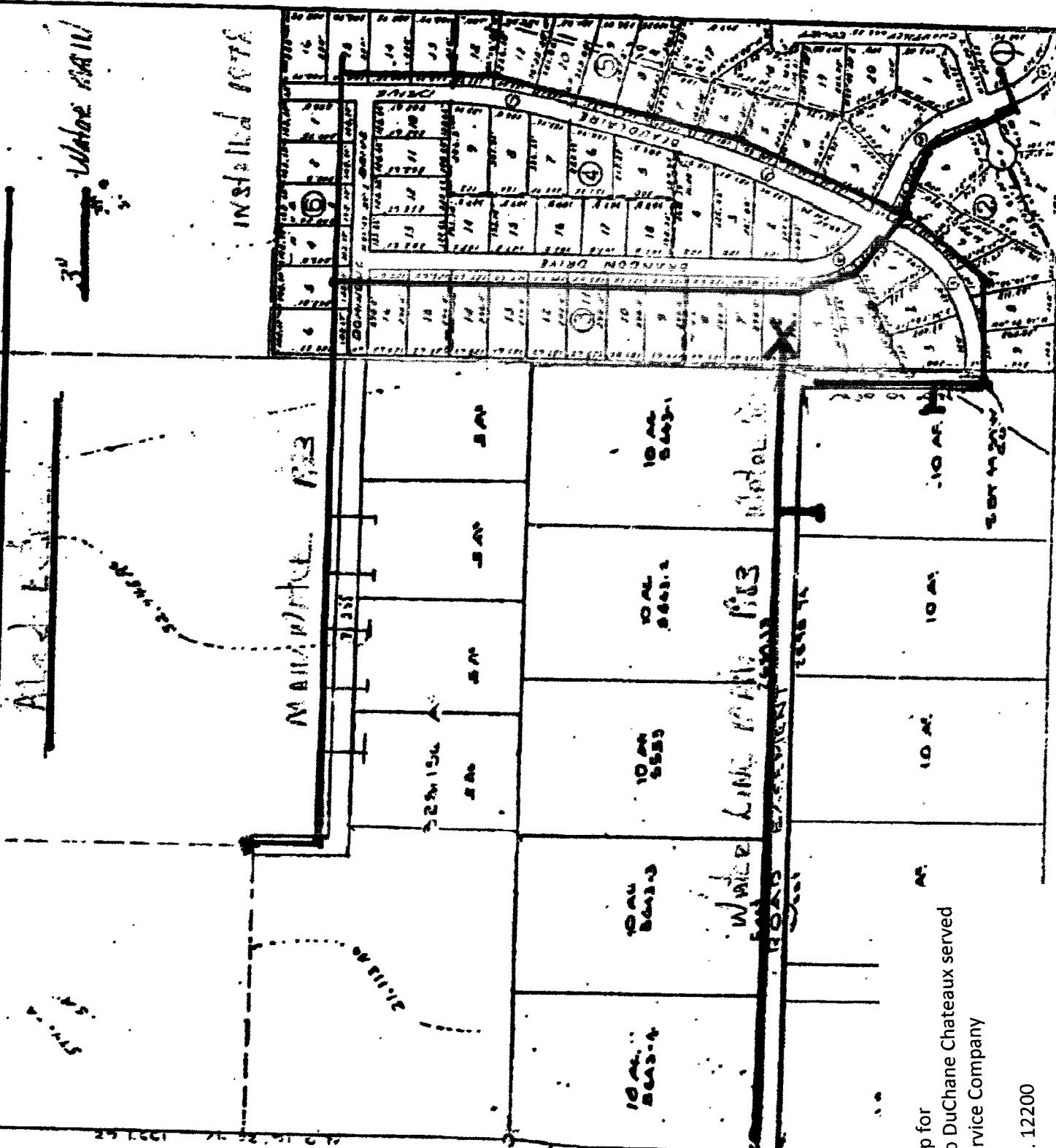
A. Please provide the following information for each water and/or sewer system, attach additional sheets if necessary.

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

1	8	4	0	1	0	0	;	2	4	9	0	0	2	8	;						
							;								;						
							;								;						
							;								;						

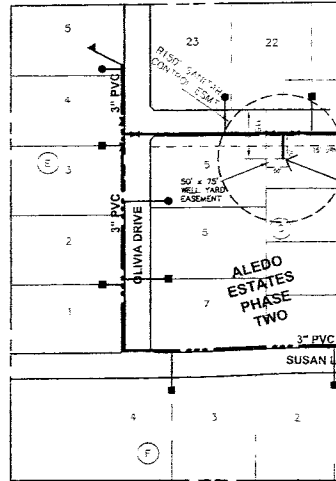
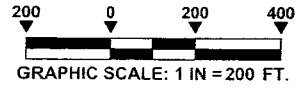
ii. Sewer system(s): TCEQ Discharge Permit number(s)

# DuChane Chateaux

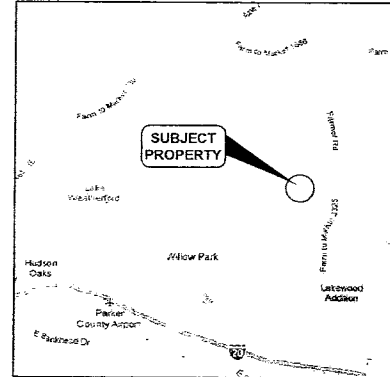


Distribution Map for  
 Area adjacent to DuChane Chateaux served  
 By Palo Duro Service Company

Amend CCN No. 12200



**LOCATION MAP**

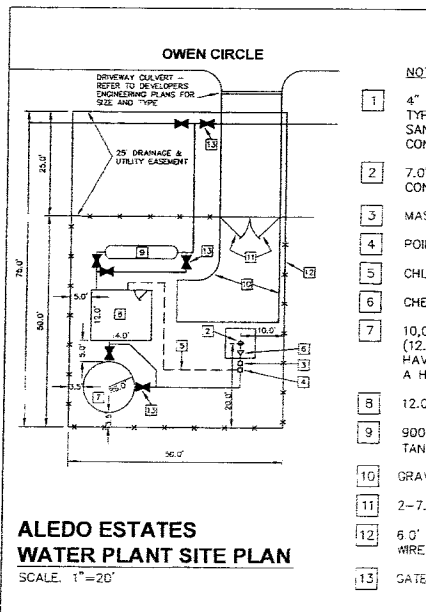


**LEGEND**

EXISTING	PROPOSED
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---	---
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**GENERAL NOTES:**

- ALL CONSTRUCTION AND MATERIALS SHALL BE IN ACCORDANCE WITH CURRENT TEXAS COMMISSION ON ENVIRONMENTAL QUALITY RULES AND REGULATIONS FOR PUBLIC WATER SYSTEMS.
- NEW WATER DISTRIBUTION SYSTEM PIPING SHALL BE 3" AND 6" P.V.C. (CLASS 180) SDR-21 CONFORMING TO ASTM D-2241 NSF-PW. PIPING SHALL BE INSTALLED WITH A MINIMUM OF 36" COVER WITH 12" CUSHION SAND BELOW AND ABOVE THE PIPE.
- BLOCKING SYMBOLS HAVE BEEN OMITTED FOR CLARITY. INSTALL THRUST BLOCKING IN ACCORDANCE WITH BLOCKING DETAILS.



NO.	DESCRIPTION	DATE	CITY APPROV.

**WATER SYSTEM LAYOUT**  
**NEW GROUNDWATER PLANT SITE PLAN**  
**PALO DURO SERVICE COMPANY**  
**SERVING**  
**Du CHANE CHATEAUX ADDITION**  
**AND SURROUNDING AREA**  
**PARKER COUNTY,**  
**TEXAS**

**CivilSolutions Inc**  
 Engineers Surveyors Planners  
 P.O. Box 106247, East Murch, Texas 76106  
 (817) 4  
 Texas P  
 Texas L

This document and the design and service, is the property of CivilSolutions Inc. Any other project or use

**Partial Distribution System**  
**Serving DuChane Chateaux**

DESIGNED BY:	SUB
DRAWN BY:	REC
CHECKED BY:	REV
MS	
TB	
WLB	



TCEQ Water System			TCEQ Sewer System		
Other:			Other:		
Total Water	66	24	Total Sewer		

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

On Site Sewage Facilities permitted through Parker County

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

n.a.

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.

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?

Water Source	% of Total Treatment
	0.00%

5.G.i Effect of Granting a Certificate Amendment on applicant.

For the area currently receiving service the granting of this application will bring the boundary of Palo Duro's CCN to conform to the area presently receiving service.

For the new area, Aledo Ridge, the impact will allow the applicant to serve additional customers within the same general area and provide service more efficiently.

5.G.ii Effect of Granting a Certificate Amendment on retail public utilities in proximate area.

The other utilities in the proximate area are larger. This application should have no bearing one way or the other on their ability to provide service.

5.G.iii Effect of Granting Certificate to landowner in requested area.

The development entity will own all the land in the requested area. The availability of service from a retail public utility should make the lots in the subdivision more attractive to builders.



5.I.i and ii Ability to provide service.

The DuChane Chateaux system has one groundwater supply plant currently providing water service. Plans have been approved for a new groundwater supply to supplement this system and provide additional supply (TCEQ Plan Review Log No.: P-11212014-110).

A new groundwater supply plant and distribution system will be designed and submitted for the Aledo Ridge Addition.

Water Source	% of Total Treatment
	0.00%
	0.00%

- iii.  Yes, Sewer treatment capacity  
Purchased on a  Regular  Seasonal  Emergency basis?

Sewer Source	% of Total Treatment
	0.00%
	0.00%
	0.00%

- iv. Provide a signed and dated copy of the most current water or sewer treatment capacity purchase agreement or contract.

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.

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

The land will be developed with or without the retail public utility. The granting of the CCN application will have no impact on the land.

## 6. Financial Information

- A. For new water and/or sewer systems and for applicants with existing CCNs who are constructing a new stand-alone water and/or sewer 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 retail 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 water and/or sewer 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 water and/or sewer 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. Do not mail or publish the notices 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 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 for use in preparing proposed notices. (Notice forms are 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 before providing the notice.
- F. Notice For Publication:  
The applicant shall publish the notice in a newspaper with general circulation in the county(ies) where a CCN is being requested. The notice must be published 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.

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. Authorization occurs 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.**

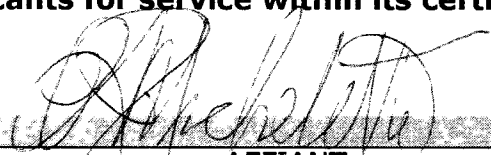
# OATH

STATE OF TEXAS  
COUNTY OF TARRANT

I, Richard Micheletti, being duly sworn, file this application as President (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 Public Utility Commission of Texas.

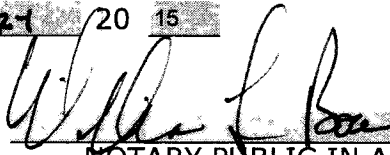
I further represent that the application form has not been changed, altered or amended from its original form.

**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.**

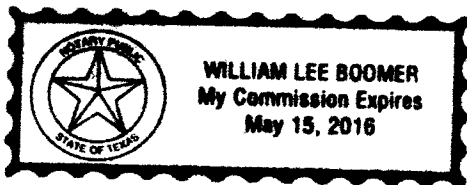
  
AFFIANT  
(Utility's Authorized Representative)

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 3<sup>RD</sup> of FEBRUARY 20 15

  
NOTARY PUBLIC IN AND FOR THE  
STATE OF TEXAS

SEAL



WILLIAM LEE BOOMER  
PRINT OR TYPE NAME OF NOTARY

MY COMMISSION EXPIRES MAY 15, 2016

# Notice for Publication

## NOTICE OF APPLICATION FOR CERTIFICATE OF CONVENIENCE AND NECESSITY (CCN) TO PROVIDE **WATER** UTILITY SERVICE IN **PARKER** COUNTY, TEXAS

Palo Duro Service Company, Inc. has filed an application for a CCN to amend CCN No. 12200 with the Public Utility Commission of Texas to provide Water utility service in PARKER County.

### **First Tract**

The proposed utility service area is located approximately 11.5 miles east of downtown Weatherford, Texas and is generally bounded on the north by the north line of Aledo Estates (projected east); on the east by the east line of DuChane Chateaux (1/2 mile west of Farmer Road); on the south by the south line of DuChane Chateaux projected West; and on the west by a line 1 mile west of Farmer Road (FM 3325). The total area being requested includes approximately 258 acres and 60 current customers.

### **Second Tract**

The proposed utility service area is located approximately 12 miles east of downtown Weatherford, Texas and is generally bounded on the north by a line generally 1700 feet north of White Settlement Road (south line of Meadow Hill Estates); on the east by a line generally 800 feet east of Farmer Road (the west line of Meadow Hill Estates); on the south by White Settlement Road; and on the west by Farmer Road (FM 3325). The total area being requested includes approximately 33 acres and 0 existing customers.

A copy of the proposed service area map is available at 3505 Williams Road, Fort Worth, Texas 76116.

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 file with the PUC at the following address:**

Filing Clerk  
Public Utility Commission of Texas  
1701 North Congress Avenue  
P.O. Box 13326  
Austin, Texas 78711-3326

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 commission 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:**

Filing Clerk  
Public Utility Commission of Texas  
1701 North Congress Avenue  
P.O. Box 13326  
Austin, Texas 78711-3326

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 1-888-782-8477***

## Notice to Neighboring Systems, Landowners and Cities

NOTICE OF APPLICATION FOR CERTIFICATE OF CONVENIENCE AND NECESSITY (CCN) TO PROVIDE WATER UTILITY SERVICE IN PARKER COUNTY, TEXAS.

TO: \_\_\_\_\_ Date Notice Mailed: \_\_\_\_\_, 2015  
\_\_\_\_\_  
\_\_\_\_\_

PALO DURO SERVICE COMPANY, INC. has filed an application for a CCN to amend CCN No. 12200 with the Public Utility Commission of Texas to provide Water utility service in Parker, County.

### First Tract

The proposed utility service area is located approximately 11.5 miles east of downtown Weatherford, Texas and is generally bounded on the north by the north line of Aledo Estates (projected east); on the east by the east line of DuChane Chateaux (1/2 mile west of Farmer Road); on the south by the south line of DuChane Chateaux projected West; and on the west by a line 1 mile west of Farmer Road (FM 3325). The total area being requested includes approximately 258 acres and 60 current customers.

### Second Tract

The proposed utility service area is located approximately 12 miles east of downtown Weatherford, Texas and is generally bounded on the north by a line generally 1700 feet north of White Settlement Road (south line of Meadow Hill Estates); on the east by a line generally 800 feet east of Farmer Road (the west line of Meadow Hill Estates); on the south by White Settlement Road; and on the west by Farmer Road (FM 3325). The total area being requested includes approximately 33 acres and 0 existing customers.

### See enclosed map of the proposed service area.

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 request, 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.



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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 commission 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.

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Filing Clerk  
Public Utility Commission of Texas  
1701 North Congress Avenue  
P.O. Box 13326  
Austin, Texas 78711-3326

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 1-888-782-8477**

# 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  
PALO DURO SERVICE COMPANY, INC. COUNTY(IES), TEXAS

Dear Customer: \_\_\_\_\_ Date Notice Mailed 7/22/99 20 99

Name of Applicant PALO DURO SERVICE COMPANY, INC. has filed an application for a CCN to obtain or amend CCN No. (s) 12200 and to decertify a portion(s) of N.A. with the  
 \_\_\_\_\_  
 (Name of Decertified Utility)

Public Utility commission of Texas to provide WATER  
 (specify 1) water or 2) sewer or 3) water & sewer)  
 utility service in PARKER County(ies).

The proposed utility service area is located approximately 11 miles EAST  
 [direction] of downtown WEATHERFORD, [City or Town] Texas.

A copy of the proposed service area map is available at (Utility Address and Phone Number): 3505 WILLIAMS ROAD, FORT WORTH, TEXAS 76116

The current utility rates which were first effective on MAY 1 20 1999

Monthly Flat Rate of \$ 45.00 Per connection

-OR-

Monthly Base Rate Including per 2,000 gallons connection for:

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

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

Gallonge charge of \$ 2.75 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%
\$ 650.00
\$
\$ 25.00
\$ 50.00
\$
\$ 5.00 or 10%
\$ 25.00
\$ 50.00
\$ 25.00
\$

**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.

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If a public hearing is requested, the Commission 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.

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## HISTORICAL INCOME STATEMENT

	CURRENT YEAR (A)	A-1 YEAR	A-2 YEAR	A-3 YEAR	A-4 YEAR	A-5 YEAR
<b>METER NUMBER</b>						
Existing Number of Taps	185.00	152.00	154.00	160.00	166.00	172.00
New Taps per Year	6.00	2.00	6.00	6.00	6.00	13.00
Total Meters at Year End	191.00	154.00	160.00	166.00	172.00	185.00
<b>METER REVENUE</b>						
Fees Per Meter	69.24	66.43	68.64	67.00	65.61	66.00
Cost Per Meter	57.32	65.19	67.44	66.00	65.61	59.00
Operating Revenue Per Meter	11.92	1.00	2.00	1.00	3.00	7.00
<b>GROSS WATER REVENUE</b>						
Fees	128,352.00	102,312.00	108,980.00	111,350.00	112,850.00	121,586.00
Other	3,900.00	1,500.00	1,500.00	2,250.00	2,250.00	1,500.00
Gross Income	132,252.00	103,812.00	110,480.00	113,600.00	115,100.00	123,086.00
<b>OPERATING EXPENSES</b>						
General & Administrative	109,480.00	100,394.00	107,910.00	110,040.00	108,080.00	109,200.00
Interest	0.00	0.00	0.00	0.00	0.00	0.00
Other	0.00					
<b>NET INCOME</b>	22,772.00	3,418.00	2,570.00	3,560.00	7,020.00	13,886.00

## HISTORICAL EXPENSES STATEMENT

	CURRENT YEAR (A)	A-1 YEAR	A-2 YEAR	A-3 YEAR	A-4 YEAR	A-5 YEAR
<b>GENERAL/ADMINISTRATIVE EXPENSES</b>						
Salaries	26,500.00	26,500.00	26,500.00	26,500.00	26,500.00	26,500.00
Office Expense	7,850.00	7,300.00	7,830.00	6,830.00	7,300.00	8,350.00
Computer Expense						
Auto Expense	4,500.00	2,156.00	3,615.00	4,615.00	4,000.00	4,030.00
Insurance Expense	1,980.00	1,980.00	1,980.00	1,980.00	1,980.00	780.00
Telephone Expense						
Utilities Expense	18,250.00	17,800.00	19,100.00	18,600.00	19,500.00	18,900.00
Depreciation Expense						
Property Taxes	1,561.00	458.00	910.00	910.00	910.00	870.00
Professional Fees	1,800.00	1,800.00	1,975.00	1,980.00	1,800.00	2,300.00
Other						
<b>Total</b>						
% Increase Per Year	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
<b>OPERATIONAL EXPENSES</b>						
Salaries						
Auto Expense						
Utilities Expense						
Depreciation Expense						
Repair & Maintenance	45,750.00	42,400.00	46,000.00	46,300.00	46,650.00	47,750.00
Supplies						
Other						
<b>Total</b>	108,191.00	100,394.00	107,910.00	109,810.00	110,040.00	109,480.00
% Increase Per Year	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
<b>ASSUMPTIONS</b>						
Interest Rate/Terms						
Utility Cost/gal.						
Depreciation Schedule						
Other						

## PROJECTED BALANCE SHEETS

	START UP	YEAR 1	YEAR 2	YEAR 3	YEAR 4	YEAR 5
<b>CURRENT ASSETS</b>						
Cash	145,000.00	51,000.00	53,000.00	53,500.00	54,000.00	60,000.00
Accounts Receivable	12,950.00	13,150.00	13,900.00	14,500.00	14,950.00	15,100.00
Inventories						
Income Tax Receivable						
Other						
Total						
<b>FIXED ASSETS</b>						
Land	384,000.00	384,000.00	384,000.00	386,000.00	386,000.00	395,000.00
Collection/Distribution System	600,000.00	695,000.00	695,000.00	695,000.00	695,000.00	695,000.00
Buildings	125,000.00	125,000.00	130,000.00	133,000.00	133,000.00	135,000.00
Equipment	188,000.00	248,000.00	248,000.00	251,000.00	251,000.00	260,000.00
Other	40,000.00	40,000.00	40,000.00	40,000.00	40,000.00	40,000.00
Less: Accum. Depreciation or Reserves						
Total	1,454,950.00	1,556,150.00	1,563,900.00	1,573,000.00	1,573,950.00	1,600,100.00
<b>TOTAL ASSETS</b>						
<b>CURRENT LIABILITIES</b>						
Accounts Payable						
Notes Payable, Current						
Accrued Expenses						
Other						
Total						
<b>LONGTERM LIABILITIES</b>						
Notes Payable, Long-term						
Other						
<b>TOTAL LIABILITIES</b>						
<b>OWNER'S EQUITY</b>						
Paid in Capital						
Retained Equity						
Other						
Current Period Profit or Loss	27,529.00	30,281.00	33,310.00	36,641.00	40,305.00	44,335.00
<b>TOTAL OWNER'S EQUITY</b>						
<b>TOTAL LIABILITIES AND EQUITY</b>						
<b>WORKING CAPITAL</b>						
<b>CURRENT RATIO</b>						
<b>DEBT TO EQUITY RATIO</b>						
<b>EQUITY TO TOTAL ASSETS</b>						

## PROJECTED INCOME STATEMENT

	YEAR 1	YEAR 2	YEAR 3	YEAR 4	YEAR 5	TOTALS
<b>METER NUMBER</b>						
Existing Number of Taps	195.00	214.00	235.00	259.00	263.00	266.00
New Taps per Year	18.00	20.00	20.00	4.00	3.00	3.00
Total Meters at Year End	213.00	234.00	255.00	263.00	266.00	269.00
<b>METER REVENUE</b>						
Fees Per Meter	69.24	69.24	69.24	69.24	69.24	69.24
Cost Per Meter	57.32	57.32	57.32	57.32	57.32	57.32
Operating Revenue Per Meter	11.92	11.91	11.92	11.92	11.92	11.92
<b>GROSS WATER REVENUE</b>						
Fees	13,500.00	15,000.00	15,000.00	3,000.00	2,250.00	2,250.00
Other						
Gross Income	175,521.00	192,808.00	210,256.00	218,197.00	220,771.00	223,264.00
<b>OPERATING EXPENSES</b>						
General & Administrative	108,191.00	113,600.00	119,280.00	125,244.00	131,506.00	138,081.00
Interest						
Other						
<b>NET INCOME</b>	67,330.00	79,208.00	90,976.00	92,953.00	89,265.00	85,183.00



## PROJECTED EXPENSES STATEMENT

	YEAR 1	YEAR 2	YEAR 3	YEAR 4	YEAR 5	TOTALS
<b>GENERAL/ADMINISTRATIVE EXPENSES</b>						
Salaries	26,500.00	26,500.00	26,500.00	26,500.00	26,500.00	
Office Expense	7,850.00	7,800.00	7,800.00	7,800.00	7,800.00	
Computer Expense						
Auto Expense	4,500.00	4,500.00	4,500.00	4,500.00	4,500.00	
Insurance Expense	1,980.00	1,980.00	1,980.00	1,980.00	1,980.00	
Telephone Expense						
Utilities Expense	18,250.00	18,250.00	18,250.00	19,250.00	19,250.00	
Depreciation Expense						
Property Taxes	1,561.00	1,561.00	1,561.00	1,561.00	1,561.00	
Professional Fees	1,800.00	1,800.00	1,800.00	1,800.00	1,800.00	
Other						
<b>Total</b>	64,441.00	64,441.00	64,441.00	65,441.00	65,441.00	
% Increase Per Year						
<b>OPERATIONAL EXPENSES</b>						
Salaries						
Auto Expense						
Utilities Expense						
Depreciation Expense						
Repair & Maintenance	45,750.00	47,000.00	48,000.00	49,000.00	50,000.00	
Supplies						
Other						
<b>Total</b>	108,191.00	113,600.00	119,280.00	125,244.00	131,506.00	138,081.00
% Increase Per Year	5.00	5.00	5.00	5.00	5.00	5.00
<b>ASSUMPTIONS</b>						
Interest Rate/Terms						
Utility Cost/gal.						
Depreciation Schedule						
Other						

## PROJECTED SOURCES AND USES OF CASH STATEMENTS

	YEAR 1	YEAR 2	YEAR 3	YEAR 4	YEAR 5	TOTALS
<b>SOURCES OF CASH</b>						
Net Income	175,527.00	192,808.00	210,256.00	218,197.00	220,771.00	
Depreciation (if Funded)						
Loan Proceeds						
Other						
Total Sources	175,521.00	192,808.00	210,256.00	218,197.00	220,771.00	
<b>USES OF CASH</b>						
Net Loss						
Principle Portion of Pmts.						
Fixed Asset Purchase						
Reserve	145,000.00	85,000.00	85,000.00	85,000.00	85,000.00	
Other						
TOTAL USES						
<b>NET CASH FLOW</b>	175,521.00	192,808.00	210,256.00	218,197.00	220,771.00	
<b>DEBT SERVICE COVERAGE</b>						
Cash Available for Debt						
Service (CADS)						
Net Income (Loss)	67,330.00	83,417.00	99,865.00	105,806.00	107,380.00	
Depreciation , or Reserve Interest						
TOTAL	67,330.00	83,417.00	99,865.00	105,806.00	107,380.00	
<b>REQUIRED DEBT SERVICE (RDS)</b>						
Principle Plus Interest						
<b>DEBT SERVICE COVERAGE RATIO</b>						
CADS Divided by RDS						