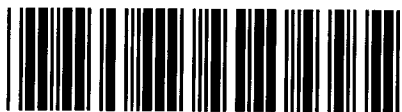




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DOCKET NO. 44236

APPLICATION OF CUSTOM WATER	\$	PUBLIC UTILITY COMMISSION
COMPANY, LLC FOR A RATE/TARIFF	\$	OF TEXAS
CHANGE	\$	

RESPONSE TO COMMISSION STAFF'S FIRST REQUEST
FOR INFORMATION TO CUSTOM WATER COMPANY (CUSTOM WATER)
QUESTION NOS. STAFF 1-1 THROUGH STAFF 1-22

Staff 1-16 Reference the filing, page 13 regarding Rate Case
Expense of \$18,000. Provide copies of invoices.

Response The expense was calculated using the amounts paid to
Linda Ross / Ross Bookkeeping to prepare the rate
increase during her time of contract
labor/employment. Ms. Ross and Mr. Fenoglio had a
verbal agreement in which she agreed to prepare the
rate increase and do all bookkeeping / tax filings
for the rate of \$720.00 per week, which also included
her providing a worker in the utility office to
prepare documents. Some of the records were
maintained at her office and have been lost in the
transporting / preparation between her office and
ours. The separation of employment between the two
parties did not end amicably and the return of some
documents and other items has not been
met with success. We have copied all invoices we
could find along with the printout of all payments
made to her. Also included is the copy of the
invoice and payment made to Stephen Fenoglio for the
rate case hearing. The calculation presented on the
rate application is a lower estimation of what the
actual cost was at the time and we expect the price
to be higher than Ms. Ross' charges should we have to
hire a certified CPA to oversee the process. Past
experience in this area with our other water utility
company is also basis to set the cost of such
preparation to be in the area of \$10,000.

Edward Fenoglio witnessed by Cindy Meeks.

STAFF-8
11/11/11
11:40