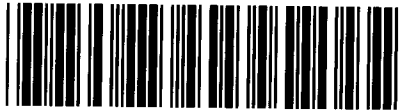




Control Number: 45570



Item Number: 142

Addendum StartPage: 0

RECEIVED

PUC DOCKET NO. 45570  
SOAH DOCKET NO. 473-16-2873.WS 2016 APR 22 PM 3: 52

APPLICATION OF MONARCH § BEFORE THE STATE OFFICE  
UTILITIES I, L.P. TO CHANGE RATES § OF  
FOR WATER AND SEWER SERVICE § ADMINISTRATIVE HEARINGS

**MONARCH UTILITIES I, L.P.'S RESPONSES TO  
COMMISSION STAFF'S FIFTH REQUEST FOR INFORMATION**

To: Commission Staff, by and through its attorney of record, Sam Chang, Public Utility Commission of Texas, Legal Division, 1701 North Congress Avenue, Austin, Texas 78711-3326.

Monarch Utilities I, L.P. ("Monarch") files its Responses to Public Utility Commission ("Commission") Staff's Fifth Requests for Information received April 11 2016. This response is timely filed. This response may be treated by all parties as if it were filed under oath.

Respectfully submitted,

**LLOYD, GOSSELINK,  
ROCHELLE & TOWNSEND, P.C.**  
816 Congress Avenue, Suite 1900.  
Austin, Texas 78701  
Telephone: (512) 322-5800  
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ATTORNEYS FOR MONARCH UTILITIES I, LP

**CERTIFICATE OF SERVICE**

I hereby certify that on this 22nd day of April, 2016, a true and correct copy of the foregoing document has been hand-delivered., sent via facsimile, e-mail, or first class mail to all parties of record.

  
\_\_\_\_\_  
WILLIAM A. FAULK, III

**PUC DOCKET NO. 45570  
SOAH DOCKET NO. 473-16-2873.WS**

**MONARCH'S RESPONSES TO STAFF'S FIFTH REQUESTS FOR INFORMATION**

**STAFF RFI 5-2:** In reference to WP/ II-A.3.6 – Prepayments, Witness: Carmelita Bordelon-Taylor, please provide copy of subsidiary ledgers with company account numbers for the prepayments, copy of invoices/receipts supporting the prepayments, explain briefly the nature of these accounts, and how many years or months were these amortized and the amount of monthly amortization, as follows:

1. TCEQ Water System/Assessment Fees;
2. NAWC dues;
3. Barton Springs – Water Use Fees;
4. Brazos River Authority; and
5. Barton Springs – Water Transport Fees

**RESPONSE:** The requested documents are voluminous and are available at the offices of Monarch's attorneys, Lloyd Gosselink Rochelle & Townsend, P.C., located at 816 Congress Avenue, Suite 1900, Austin, Texas 78701.

Prepared by: Patricia DeMay  
Sponsored by: Carmelitha Bordelon-Taylor

**PUC DOCKET NO. 45570**  
**SOAH DOCKET NO. 473-16-2873.WS**

**MONARCH'S RESPONSES TO STAFF'S FIFTH REQUESTS FOR INFORMATION**

**STAFF RFI 5-3:**     **In reference to WP/II-B-8 – Prepayments, please identify the account, account page, and line number in the rate application in which the amortization of the prepayments (expense) and the unamortized balance of prepayments (asset) are included.**

**RESPONSE:**        Expense:  
                          Accounts 610 and 675  
                          Schedule II-A-1  
                          Lines 5 and 22  
  
                          Asset:  
                          Account 162  
                          Schedule II-A-3  
                          Line 24

Prepared by:        Patricia DeMay  
Sponsored by:       Carmelitha Bordelon-Taylor

**PUC DOCKET NO. 45570  
SOAH DOCKET NO. 473-16-2873.WS**

**MONARCH'S RESPONSES TO STAFF'S FIFTH REQUESTS FOR INFORMATION**

**STAFF RFI 5-5:** Please provide list of businesses affiliated with Parent/SouthWest other than SWWC Utilities, Suburban Water Systems and Monarch and an explanation of the type of business.

**RESPONSE:** See Schedule IV-3 in the rate application.

<b>Entity</b>	<b>Nature</b>
New Mexico Utilities, Inc.	No Operations
Texas Water Services Group, LLC	No Operations
TWC Utility Company, LLC	No Operations
North County Water Reclamation, Inc	Sewer Utility – Alabama
Metro-H2O Utilities, Inc.	No Operations
Metro-H2O, Ltd	Wholesale water supplier

Prepared by: Bruce Connolly  
Sponsored by: Chuck Profilet

**PUC DOCKET NO. 45570  
SOAH DOCKET NO. 473-16-2873.WS**

**MONARCH'S RESPONSES TO STAFF'S FIFTH REQUESTS FOR INFORMATION**

**STAFF RFI 5-6:**     **Please provide the Organizational Chart for the Parent/SouthWest.**

**RESPONSE:**        See Schedule IV-3 in the rate application.

Prepared by:        Bruce Connolly  
Sponsored by:       Chuck Profilet

**PUC DOCKET NO. 45570  
SOAH DOCKET NO. 473-16-2873.WS**

**MONARCH'S RESPONSES TO STAFF'S FIFTH REQUESTS FOR INFORMATION**

**STAFF RFI 5-7:** Please provide the number of full-time and part-time employees that worked for the Parent/SouthWest for the test year.

**RESPONSE:** Parent/SouthWest full-time employees reached 43 during the test year. There were no part-time employees.

Prepared by: Kent Cauley  
Sponsored by: Robert Kelly



**PUC DOCKET NO. 45570  
SOAH DOCKET NO. 473-16-2873.WS**

**MONARCH'S RESPONSES TO STAFF'S FIFTH REQUESTS FOR INFORMATION**

**STAFF RFI 5-9:** Please provide copy of general ledger for the pa Parent/SouthWest for the test year ending June 30, 2015.

**RESPONSE:** The requested classified documents are voluminous and are available at the offices of Monarch's attorneys, Lloyd Gosselink Rochelle & Townsend, P.C., located at 816 Congress Avenue, Suite 1900, Austin, Texas 78701.

Prepared by: Carmelitha Bordelon-Taylor  
Sponsored by: Carmelitha Bordelon-Taylor

**PUC DOCKET NO. 45570**  
**SOAH DOCKET NO. 473-16-2873.WS**

**MONARCH'S RESPONSES TO STAFF'S FIFTH REQUESTS FOR INFORMATION**

**STAFF RFI 5-11:** For the years 2014 and 2015, please provide copies of the complete audited financial statements including auditor's reports and all notes for Parent/SouthWest. If audited financial statements are not available, provide the unaudited financial statements.

**RESPONSE:** See Confidential Attachment Staff 5-11 for the 2014 SouthWest Water Company audited financial statements including auditor's reports and all notes. The 2015 audited financial statements have not been finalized. This response will be supplemented upon the completion of the 2015 audited financial statements.

Prepared by: Kent Cauley  
Sponsored by: Carmelitha Bordelon-Taylor

# DOCKET NO. 45570

## CONFIDENTIAL

STYLE: Application Of Monarch Utilities, I, L.P., To Change Rates for Water and Sewer Service

SUBMITTING PARTY: Monarch Utilities I., L.P.

BRIEF DESCRIPTION OF CONTENTS: Confidential Portion of Monarch Utilities I, L.P.'s Responses to Staff's 5th RFIs cd

BATE STAMPED PAGE NUMBER RANGE: 1

ENVELOPE # 1

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DATE PROVIDED: April 22, 2016

**PUC DOCKET NO. 45570  
SOAH DOCKET NO. 473-16-2873.WS**

**MONARCH'S RESPONSES TO STAFF'S FIFTH REQUESTS FOR INFORMATION**

**STAFF RFI 5-12:** Please provide the 2015 Corporate Allocation Factor (CAF) for Parent/SouthWest and all related calculations. If 2015 CAF is not available, please provide the most recent financial information used to calculate the CAF.

**RESPONSE:** See Schedule IV-4.1 for the Cost Allocation Manual which includes the 2015 cost allocation factors and calculations for Parent/SouthWest.

Prepared by: Kent Cauley  
Sponsored by: Robert Kelly

**PUC DOCKET NO. 45570**  
**SOAH DOCKET NO. 473-16-2873.WS**

**MONARCH'S RESPONSES TO STAFF'S FIFTH REQUESTS FOR INFORMATION**

**STAFF RFI 5-14:**    **Reference direct testimony of Mr. Robert Kelly:**

- a.    **Please provide list of shareholders and/or owners of the applicant who benefited from the gain from Blue Mound asset sale of \$3,843,970 and Midway asset sale of \$917,017. Please provide the amount of gain allocated to each shareholder; and**
- b.    **Please provide all the accounting journal entries made to record the sale of Blue Mound and Midway and identify what entity(s) recorded the entry.**

**RESPONSE:**

- a.    SW Merger Acquisition Corporation, which is privately held and the sole shareholder of SouthWest Water Company, received 100% of the after tax gain of \$3,086,585.
- b.    The requested documents are voluminous and are available at the offices of Monarch's attorneys, Lloyd Gosselink Rochelle & Townsend, P.C., located at 816 Congress Avenue, Suite 1900, Austin, Texas 78701.

Prepared by:            Robert Kelly and Carmelitha Bordelon-Taylor  
Sponsored by:         Robert Kelly

**PUC DOCKET NO. 45570  
SOAH DOCKET NO. 473-16-2873.WS**

**MONARCH'S RESPONSES TO STAFF'S FIFTH REQUESTS FOR INFORMATION**

**STAFF RFI 5-15:** Please identify/provide list of all assets and costs of service incurred by the Cities of Buda, Ivanhoe, and Kyle that were included in this rate change application.

**RESPONSE:** All Monarch assets and cost of service were included in this application. No assets related to the cities of Buda, Ivanhoe, or Kyle have been excluded. In addition, we have made pro-forma adjustments for additional revenue for Buda, Ivanhoe, and Kyle as though they were subject to the rate increase.

Prepared by: Carmelitha Bordelon-Taylor  
Sponsored by: Carmelitha Bordelon-Taylor

**PUC DOCKET NO. 45570  
SOAH DOCKET NO. 473-16-2873.WS**

**MONARCH'S RESPONSES TO STAFF'S FIFTH REQUESTS FOR INFORMATION**

**STAFF RFI 5-16:** Please indicate what operating costs or other costs, by dollar amount and NARUC/company account number were reduced by the applicant due to the sale of Blue Mound and Midway assets and related certificate of convenience and necessity.

**RESPONSE:** Please see Attachment Staff 5-16.

Prepared by: Carmelitha Bordelon-Taylor  
Sponsored by: Carmelitha Bordelon-Taylor

Sale of Blue Mound  
 Items Excluded as Known and Measurable Adjustments

Row Labels	Sum of Known & Measurable
101 Utility Plant In Service	(2,786,550.60)
105 Construction Work in Progress	(14,830.64)
108.1 Accumulated Depreciation of Utility Plant In Service	1,206,111.79
145 Accounts Receivable from Associated Companies	(1,871,762.56)
174 Miscellaneous Current and Accrued Assets	295,000.00
215 Unappropriated Retained Earnings	2,822,082.26
233 Accounts Payable to Associated Companies	308,930.71
236.11 Accrued Taxes, Taxes, Other Than Income	22,106.16
236.12 Accrued Taxes, Income Taxes	18,912.88
403 Depreciation Expenses	(64,301.99)
408 Taxes Other Than Income	(18,912.88)
408.11 Property Taxes	(22,106.16)
414 Gains (Losses) From Disposition of Utility Property . .	(22.02)
460 Unmetered Water Revenue	427,837.86
461 Metered Water Revenue	397,884.88
521 Flat Rate Revenues General Customers	645,237.21
522 Measured Revenues - General Customers	105,802.61
601 Salaries and Wages - Employees	(9,285.81)
610 Purchased Water	(5,369.92)
615 Purchased Power	(34,107.69)
618 Chemicals	(6,665.20)
620 Materials and Supplies	(20,808.72)
633 Contractual Services - Legal	(16,075.75)
635 Contractual Services - Testing	(2,790.34)
636 Contractual Services - Other	(5,903.82)
675 Miscellaneous Expenses	(75.86)
701 Salaries and Wages - Employees	630.02
710 Purchased Wastewater Treatment	(179,140.60)
718 Chemicals	(1,219.80)
720 Materials and Supplies	(3,305.42)
733 Contractual Services - Legal	(8,712.75)
775 Miscellaneous Expenses	(630.02)
<b>Grand Total</b>	<b>1,177,957.83</b>



Sale of Midway  
Items Excluded as Known and Measurable Adjustments

Row Labels	Sum of Known & Measurable
101 Utility Plant In Service	(1,302,742.64)
105 Construction Work in Progress	(3,295.58)
108.1 Accumulated Depreciation of Utility Plant In Service	666,242.85
131.2 Cash in Bank	(11,610.44)
141 Customer Accounts Receivable	(36,269.70)
143 Accumulated Provision for Uncollectible Accounts---Cr	770.28
145 Accounts Receivable from Associated Companies	(1,664,895.92)
145.S Accounts Receivable from Associated Companies	(1,610.13)
151 Plant Material and Supplies	(163.95)
162 Prepayments	(428.91)
215 Unappropriated Retained Earnings	30,823.37
231 Accounts Payable	8,833.39
233 Accounts Payable to Associated Companies	2,262,792.40
233.S Accounts Payable to Associated Companies	1,610.13
235 Customer Deposits	7,980.36
236.11 Accrued Taxes, Taxes, Other Than Income	5,129.73
236.12 Accrued Taxes, Income Taxes	27,977.96
237.2 Accrued Interest on Other Liabilities	35.23
241 Miscellaneous Current and Accrued Liabilities	1,834.31
253 Other Deferred Liabilities	6,987.26
403 Depreciation Expenses	(33,245.18)
408 Taxes Other Than Income	(4,105.94)
408.11 Property Taxes	(909.27)
409.11 State Income Taxes, Utility Operating Income	(1,000.00)
427.4 Interest on Customer Deposits	(38.15)
460 Unmetered Water Revenue	220,966.69
461 Metered Water Revenue	159,012.91
471 Miscellaneous Service Revenues	20,716.30
474 Other Water Revenues	1,648.75
601 Salaries and Wages - Employees	(4,326.39)
610 Purchased Water	(98,404.41)
615 Purchased Power	(3,569.04)
620 Materials and Supplies	(10,046.16)
633 Contractual Services - Legal	(7,632.50)
635 Contractual Services - Testing	(1,979.44)
636 Contractual Services - Other	(7,789.48)
670 Bad Debt Expense	(1,119.24)
675 Miscellaneous Expenses	(1,447.33)
<b>Grand Total</b>	<b>226,732.12</b>

**PUC DOCKET NO. 45570  
SOAH DOCKET NO. 473-16-2873.WS**

**MONARCH'S RESPONSES TO STAFF'S FIFTH REQUESTS FOR INFORMATION**

**STAFF RFI 5-19:** Please explain why the sale of Blue Mound and Midway assets should not be shared with the customers of the applicant.

**RESPONSE:** See Direct Testimony of Robert Kelly, page 5, line 8 through Page 15, line 16.

Prepared by: Robert Kelly  
Sponsored by: Robert Kelly

**PUC DOCKET NO. 45570  
SOAH DOCKET NO. 473-16-2873.WS**

**MONARCH'S RESPONSES TO STAFF'S FIFTH REQUESTS FOR INFORMATION**

**STAFF RFI 5-20:** Please provide the amount of the 1% Regulator Assessment Fee (RAF) paid to TCEQ for 2012, 2013, 2014, and 2015. Please identify to which account in the rate change application is the RAF classified or recorded.

**RESPONSE:** The RAF is recorded to Account 241.

2012 - \$230,052

2013 - \$234,720

2014 - \$253,880

2015 - \$263,181

Prepared by: Patricia DeMay  
Sponsored by: Carmelitha Bordelon-Taylor

**PUC DOCKET NO. 45570  
SOAH DOCKET NO. 473-16-2873.WS**

**MONARCH'S RESPONSES TO STAFF'S FIFTH REQUESTS FOR INFORMATION**

**STAFF RFI 5-21:** Please provide the dollar amount of any costs that are included in any pass-through provision of the applicant's approved and proposed tariff that are also included in the applicant's cost of service.

**RESPONSE:** No costs are currently included in any pass-through provisions.

Prepared by: George Freitag  
Sponsored by: George Freitag

**PUC DOCKET NO. 45570  
SOAH DOCKET NO. 473-16-2873.WS**

**MONARCH'S RESPONSES TO STAFF'S FIFTH REQUESTS FOR INFORMATION**

**STAFF RFI 5-22:** Please provide one sample bill for each system included in this rate change application.

**RESPONSE:** The requested documents are voluminous and are available at the offices of Monarch's attorneys, Lloyd Gosselink Rochelle & Townsend, P.C., located at 816 Congress Avenue, Suite 1900, Austin, Texas 78701.

Prepared by: Melissa Helton  
Sponsored by: George Freitag

**PUC DOCKET NO. 45570  
SOAH DOCKET NO. 473-16-2873.WS**

**MONARCH'S RESPONSES TO STAFF'S FIFTH REQUESTS FOR INFORMATION**

**STAFF RFI 5-23:** Please identify which of the water and/or sewer utility systems that each pass-through provision on the applicant's approved and proposed tariff. Please provide also the name of the entity whose expenses are included in the pass-through provision and the dollar amount per 1,000 gallons that is currently charged to the applicant's customers for each pass-through provision in the approved and proposed tariff.

**RESPONSE:** The pass through provisions will apply uniformly to all Monarch systems. No costs are currently included in the pass-through provision and no charges are currently made to customers under a pass-through provision.

Prepared by: George Freitag  
Sponsored by: George Freitag

**PUC DOCKET NO. 45570**  
**SOAH DOCKET NO. 473-16-2873.WS**

**MONARCH'S RESPONSES TO STAFF'S FIFTH REQUESTS FOR INFORMATION**

**STAFF RFI 5-24:** Please provide a copy of the contract with PriceWaterhouseCoopers, LLP; schedule of payments made for 2014 and 2015; copies of invoices/receipts of all payments made; and identify the specific locations in the rate change application of each expense for which PriceWaterhouseCoopers, LLP payments are claimed in the cost of service.

**RESPONSE:** See Confidential Attachment Staff 5-24 – PWC Engagement Letter and Confidential Attachment Staff 5-24 – Schedule of Payments and Invoices in response to this request.

Prepared by: Kent Cauley  
Sponsored by: Carmelitha Bordelon-Taylor

**PUC DOCKET NO. 45570  
SOAH DOCKET NO. 473-16-2873.WS**

**MONARCH'S RESPONSES TO STAFF'S FIFTH REQUESTS FOR INFORMATION**

**STAFF RFI 5-25:** Reference WP/II-D-4 (SH) - Summary of Outside Services Employed, please provide brief explanation of the expense, copies of contracts, and invoices/receipts for the following expense/accounts:

1. Cybersource – Bank Charges of \$129,293;
2. Cybersourcesource – Bank Charges of \$11,091; and
3. Resource Staffing Houston Inc. – Temporary Labor of \$128,750.

**RESPONSE:** 1 & 2. Cybersource fees are paid monthly, they vary in amounts each month depending on the number of transactions for that month. These fees are deducted from our bank account automatically.

See Attachments:

Confidential Attachment Staff 5-25a- Cybersource Contract

Confidential Attachment Staff 5-25b- Cybersource Contract Addendum

Confidential Attachment Staff 5-25c- Cybersource payment support

3. The \$128,750, relates to PricewaterhouseCoopers (PwC) not Resource Staffing Houston Inc. Please see RFI Staff 5-24 for the 2015 PwC contract.

Prepared by: Ariana Rodriguez  
Sponsored by: Carmelitha Bordelon-Taylor



**PUC DOCKET NO. 45570  
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**MONARCH'S RESPONSES TO STAFF'S FIFTH REQUESTS FOR INFORMATION**

**STAFF RFI 5-27:** Please provide a copy of the aging of receivables for the test year and the corresponding year prior to the test year.

**RESPONSE:** Please see Attachment Staff 5-27.

Prepared by: Melisa Zaldivar  
Sponsored by: Carmelitha Bordelon-Taylor

Staff RFI 5-27 AR Aging by Month

Test Year

7/1/2014 - 6/30/2015

A/R Aging per FPO4 (by Month)

Month	Name	CURRENT BILLING	OVER 30 DAYS BILLING	OVER 60 DAYS BILLING	OVER 90 DAYS BILLING	TOTAL A/R
Jul-14	Monarch	1,498,838.29	23,943.31	3,996.45	59,104.88	1,585,882.93
Aug-14	Monarch	1,581,428.26	20,588.99	15,466.44	59,582.55	1,677,066.24
Sep-14	Monarch	1,534,897.03	38,389.32	12,765.96	66,204.53	1,652,256.84
Oct-14	Monarch	1,459,810.33	34,654.31	18,331.75	65,039.96	1,577,836.35
Nov-14	Monarch	1,363,545.72	39,476.44	17,884.87	63,513.08	1,484,420.11
Dec-14	Monarch	1,411,731.63	35,267.28	23,224.48	62,149.20	1,532,372.59
Jan-15	Monarch	1,320,966.35	27,357.84	16,593.07	69,581.77	1,434,499.03
Feb-15	Monarch	1,361,013.63	18,936.60	10,365.15	63,764.51	1,454,079.89
Mar-15	Monarch	1,350,407.41	31,636.86	12,303.68	67,824.39	1,462,172.34
Apr-15	Monarch	1,471,338.29	27,629.53	16,925.42	64,375.47	1,580,268.71
May-15	Monarch	1,497,920.71	29,568.89	13,537.77	73,435.57	1,614,462.94
Jun-15	Monarch	1,536,938.49	39,748.09	16,724.04	82,891.36	1,676,301.98

Staff RFI 5-27 AR Aging by Month

Test Year

7/1/2013 - 6/30/2014

A/R Aging per FPO4 (by Month)

Month	Name	CURRENT BILLING	OVER 30 DAYS BILLING	OVER 60 DAYS BILLING	OVER 90 DAYS BILLING	TOTAL A/R
Jul-13	Monarch	1,503,164.19	27,157.92	21,733.63	166,647.92	1,718,703.66
Aug-13	Monarch	1,437,937.02	35,091.16	13,544.16	177,386.38	1,663,958.72
Sep-13	Monarch	1,510,121.98	34,118.41	25,840.15	183,427.20	1,753,507.74
Oct-13	Monarch	1,274,647.79	38,228.65	17,113.40	118,154.27	1,448,144.11
Nov-13	Monarch	1,218,456.92	25,246.12	30,580.96	120,353.36	1,394,637.36
Dec-13	Monarch	1,346,921.06	27,468.04	17,699.82	110,610.37	1,502,699.29
Jan-14	Monarch	1,255,217.45	18,579.30	17,275.53	101,878.48	1,392,950.76
Feb-14	Monarch	1,387,046.78	13,112.31	14,594.85	89,925.64	1,504,679.58
Mar-14	Monarch	1,266,864.22	12,664.34	1,065.68	64,037.14	1,344,631.38
Apr-14	Monarch	1,357,989.83	14,463.44	9,332.41	58,598.05	1,440,383.73
May-14	Monarch	1,391,873.28	14,473.14	3,242.42	60,306.20	1,469,895.04
Jun-14	Monarch	1,368,340.60	14,603.81	6,476.59	54,184.03	1,443,605.03

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**MONARCH'S RESPONSES TO STAFF'S FIFTH REQUESTS FOR INFORMATION**

**STAFF RFI 5-28:** Please provide copies of invoices/receipts and schedule of all federal and state taxes paid for years 2013, 2014, and 2015.

**RESPONSE:** See Confidential Attachment Staff 5-28 Federal & State Income Taxes Paid.

Prepared by: Victoria Mlcak  
Sponsored by: Carmelitha Bordelon-Taylor

**PUC DOCKET NO. 45570  
SOAH DOCKET NO. 473-16-2873.WS**

**MONARCH'S RESPONSES TO STAFF'S FIFTH REQUESTS FOR INFORMATION**

**STAFF RFI 5-29:** In reference II-A-1, please provide copies of invoices/receipts and schedule of all Taxes Other than Federal Income Tax claimed in this application for water and sewer in the amount of \$956,862.

**RESPONSE:** Medicare, FICA, Federal Unemployment, & State Unemployment taxes are calculated and paid in accordance with federal and state laws. These amounts are paid to their respective authorities at the end of every pay period and payroll tax returns are filed when due. There are no invoices or receipts for these payments.

Property taxes are assessed annually, so the amount included in the test year includes the following:

Property tax expense accrued Jul 14 – Dec 15	283,214
Property tax expense accrued Jan 15 – Jun 15	270,008
Proforma adjustment to exclude 50% of property tax true-up for FY2014 booked in December 2014	(16,830)
K&M Adj. to remove Blue Mound & Midway property tax expense	(23,015)
<b>Total</b>	<b>513,376</b>

Please see Staff RFI 2-63 for copies of 2014 and 2015 property tax invoices.

TCEQ individual invoices are not available for the test year in relation to the specific amounts listed. Only full year invoices can be provided due to the fact that the Texas Commission on Environmental Quality only issues calendar year invoices. The annual invoices are amortized over the calendar year. The table below provides the amounts recorded for the test year. Refer to RFI Attachment 2-70 for TCEQ Invoices.

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**MONARCH'S RESPONSES TO STAFF'S FIFTH REQUESTS FOR INFORMATION**

<b>Fiscal year/period</b>	<b>Amount</b>
2014/07	5,489.56
2014/08	5,489.56
2014/09	5,488.56
2014/10	5,488.56
2014/11	5,489.56
2014/12	5,491.60
2015/01	5,622.10
2015/02	5,707.88
2015/03	5,707.88
2015/04	5,376.98
2015/05	5,603.71
2015/06	5,603.71

Please see Staff RFI 2-70 for copies of Texas Gross Receipts Tax Reports.

Prepared by: Victoria Mlcak, Melisa Zaldivar, Kent Cauley  
Sponsored by: Carmelitha Bordelon-Taylor

**PUC DOCKET NO. 45570  
SOAH DOCKET NO. 473-16-2873.WS**

**MONARCH'S RESPONSES TO STAFF'S FIFTH REQUESTS FOR INFORMATION**

**STAFF RFI 5-30:** In reference II-A-1, please provide a schedule or breakdown of the Miscellaneous Expenses claimed in this rate application amounting to \$267,014.

**RESPONSE:**

Expense Category	Shared		Allocated from Shared		Water	Grand Total
Tapping Expense	2,125.00	84%	1,785.00		18,196.74	19,981.74
Travel - Lodging	9,613.03	84%	8,074.95		-	8,074.95
Meals & Entertainment (50% Deductible)	4,987.20	84%	4,189.25		19.92	4,209.17
Meals - On Premise	1,462.76	84%	1,228.72		-	1,228.72
Travel - Transportation	1,568.45	84%	1,317.50		-	1,317.50
Mileage Reimbursement	6,584.03	84%	5,530.59		310.50	5,841.09
Travel - Other	20,763.69	84%	17,441.50		450.00	17,891.50
Dues & Subscriptions	27,314.54	84%	22,944.21		4,965.10	27,909.31
Late Fees	117.50	84%	98.70		139.73	238.43
Licenses & Fees	4,630.50	84%	3,889.62		9,794.45	13,684.07
Other Operating Expenses	(400.28)	84%	(336.24)		119,375.18	119,038.94
Dividend Income	56,664.78	84%	47,598.42		-	47,598.42
<b>Total</b>	<b>135,431.20</b>		<b>113,762.21</b>		<b>153,251.62</b>	<b>267,013.83</b>

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