

UTILITY NAME: Double Diamond Utility Company, Inc WHITE BLUFF (Sewer) SCHEDULES - CLASS B RATE/TARIFF CHANGE I-1 REVENUE REQUIREMENT SUMMARY PUC Docket No. _____ Test Year End: 12/31/2015						
A	B	C	D	E	F=D+E	G
			Historical Test Year	K & M Changes	Adjusted Test Year	
Line No.	Acct No.	Account Name				Reference/ Instructions
		Volume related expenses:				
1	610	Purchased water	-	-	-	Schedule II-3
2	615	Power Expense-production only	12,020	-	12,020	Schedule II-4
3	618	Other volume related expenses	2,409	-	2,409	Schedule II-5
4		Total volume related exp	14,429	-	14,429	Add Lines 1-3
		Non-volume related expenses:				
5	601-1	Employee labor	70,968	20,472	91,440	Schedule II-6, Line 10
6	620	Materials	2,581	-	2,581	Schedule II-7
7	631-636	Contract work	2,922	-	2,922	Schedule II-8
8	650	Transportation expenses	11,795	-	11,795	Schedule II-9
9	664	Other plant maintenance	100,955	-	100,955	Schedule II-10
10		Total non-volume related exp	189,221	20,472	209,693	Add Lines 5-9
		Admin & general expenses:				
11	601-2	Office salaries	-	-	-	Schedule II-6, line 2
12	601-3	Mgmt. salaries	-	-	-	Schedule II-6, line 3
13	604	Employee pensions & benefits	-	-	-	Schedule II-11
14	615	Purchased power-Office only	-	-	-	Schedule II-4
15	670	Bad debt expense	-	-	-	Schedule II-12
16	676	Office services & rentals	-	-	-	Schedule II-13
17	677	Office supplies & expenses	7,722	-	7,722	Schedule II-14
18	678	Professional services	3,937	-	3,937	Schedule II-15
19	684	Insurance	8,566	-	8,566	Schedule II-16
20	666	Regulatory (rate case) expense	-	-	-	Schedule II-17
21	667	Regulatory expense (other)	7,049	-	7,049	Schedule II-18
22	675	Miscellaneous expenses	26,424	-	26,424	Schedule II-19
23		Total admin. & general expense	53,698	-	53,698	Add Lines 11-22
24		Total operating Expenses	257,348	20,472	277,819	Lines 4 + 10 + 23
25	403	Depreciation	69,816	(6,604)	63,212	Sch III-3, Col E, Line 50
26	408	Taxes Other than Income	62,145	(4,038)	58,106	Sch IV(b), Line 8
27	409/10	Income Tax Expense	-	37,070	37,070	Schedule V, Line 7
28		TOTAL EXPENSES	389,308	46,900	436,208	
29		TOTAL HISTORIC REVENUE	390,030			Sch I-2, Line 6
30		HISTORICAL TEST YEAR RETURN	721			Line 30 less Line 29
31		REQUESTED RETURN			146,079	Schedule III-1, Line 3
32		TOTAL REVENUE REQUIREMENT			582,287	Line 30 plus Line 34
33		REQUESTED ANNUAL REVENUE INCREASE		(to notice)	192,258	Line 32 less Line 29
34		PERCENTAGE INCREASE			49%	Line 36 divided by Line 33
35		LESS OTHER REVENUES			(4,574)	Sch II-3(b), Col. D, Line 8
36		Revenue for Rate Design		(to VI, line 1)	577,714	Line 33 minus Line 35

UTILITY NAME: <u>Double Diamond Utility Company, Inc. WHITE BLUFF (Sewer)</u> SCHEDULES - CLASS B RATE/TARIFF CHANGE FOR TEST YEAR ENDED <u>12/31/2015</u> I-2 HISTORICAL REVENUE SUMMARY				
Line No	NARUC A/C	Description	Historical Test Year	
1.	461	Metered connections base rate revenue	\$ 381,062	From financial records
2.	461	Metered connection gallonage rate revenue	n/a	From financial records
3.	460	Unmetered (Flat rate) revenue	\$ -	From financial records
4.	Total Metered & Flat Rate Revenue		\$ 381,062	
5.	Plus Total Other Revenues		\$ 8,968	From II-3, Column B, line 7
6.	Total Historic Test Year Revenues per income statement and Annual Report*		\$ 390,030	Line 4 plus line 5

(to I-1, Column D, line 29)

*Provide all calculations and explanations for any differences between the applicant's annual report and this schedule

* If the utility provides other than residential retail service (wholesale, industrial, etc), provide a work paper with the detail of this account by NARUC sub account number

Note. Annual Report is reported on a consolidated basis for four systems while the schedule above reflects one system only, therefore, they cannot be reconciled.

UTILITY NAME: Double Diamond Utility Company, Inc. WHITE BLUFF (Sewer)
 SCHEDULES - CLASS B RATE/TARIFF CHANGE
I-3 METERED ACTIVE CONNECTIONS BY METER SIZE
 FOR TEST YEAR ENDED: 12/31/2015

A	B	C	D	E	F	G	H
		Number of Connections					
Line No.	Meter Size	End of Prior Year	Test Year Additions	End of Test Year	Average	Meter Ratios	Meter Equivalencies End of TY
		PUC report Sch. 9		(C+D)	(C + E) /2		(E x G)
1.	5/8" x 3/4"	534	6	540	537	1.0	540
2.	3/4"	0	0	0	0	1.5	-
3.	1"	11	0	11	11	2.5	28
4.	1 1/2"	5	0	5	5	5.0	25
5.	2"	10	1	11	11	8.0	88
6.							
7.							
8.							
9.	Total	560	7	567	563.5		681
10.	Average	112	1.4	113.4	112.7		136

UTILITY NAME: Double Diamond Utility Company, Inc. WHITE BLUFF (Sewer)
 SCHEDULES - CLASS B RATE/TARIFF CHANGE
I-4 UNMETERED (FLAT RATE) ACTIVE CONNECTIONS
 FOR TEST YEAR ENDED: 12/31/2015

A	B	C	D	E	F
		Number of Active Connections			
Line No	Flat Rate Unit	End of Prior Year	Test Year Additions	End of Year	Average
		PUC report Sch. 9		(C + D)	(C + E) / 2
1.	NONE				
2.					
3.					
4.					
5	Total				

UTILITY NAME: Double Diamond Utility Company, Inc.
SCHEDULES - CLASS B RATE/TARIFF CHANGE
SECTION II - OPERATIONS AND MAINTENANCE

The purpose of Section II is to report expense information and allow for the known and measurable changes to operating expenses to determine the revenue requirement in Schedule I-1

Instructions for Section II

Compile financial and source information to determine known and measurable changes to the test year expenses. Provide copies of source documents, such as increased utility bill notices, to verify the applicant's proposed known and measurable changes. Show calculations and explanations for all known and measurable changes on all schedules, where applicable. Attach extra workpapers if needed.

Working through Schedules II-4 through II-19, complete each and transfer test year amounts to column G of Schedule I-1. Depreciation expense, other taxes, FIT and return will be determined using later schedules. Wait until those schedules are complete, and then transfer the amounts to Schedule I-1.

Insert and reference additional workpapers as necessary. For example, the applicant may use additional schedules that address unique aspects of the utility.

UTILITY NAME: <u>Double Diamond Utility Company, Inc. WHITE BLUFF (Sewer)</u>	
SCHEDULES - CLASS B RATE/TARIFF CHANGE	
II-1(a) AND II-1(b) - HISTORICAL OF WATER PRODUCTION	
FOR TEST YEAR ENDED	12/31/2015

**SCHEDULE II-1(a): WATER PRODUCTION:
(COMPANIES WITH METERED RATE CUSTOMERS)**

Line No	Water Production (1,000 Gallons)	A	B	C= A+B	D
		Test Year	K & M Changes	Adjusted Test Year	Reference
1	Total water pumped	NOT APPLICABLE			PUC Annual Report
2	Total water purchased				PUC Annual Report
3	Total water produced				Line 1 + line 2
4	Total water sold				PUC Annual Report
5	Total accounted for non-revenue water*				
6	Total unaccounted for water				Lines 3 less 4 less 5
7	Percentage				Line 6 divided by Line 3

* Describe the tracking technique for calculating line 5 and provide the records reflecting the calculation.

Known and measurable calculations and explanations:

**SCHEDULE II-1(b) WATER PRODUCTION
(COMPANIES WITH UNMETERED (FLAT) RATE CUSTOMERS)**

Line No	Description	A	B	C=A+B	D
		Test Year	K & M Change	Adjusted Test Year	Reference
1	Water Purchased (1,000 gallons)	NOT APPLICABLE			PUC report Sch. D-1
2	Water Pumped (1,000 gallons)				PUC report Sch. D-1
3	Total production (1,000 gallons)				Lines 13 + 14

Known and measurable calculations and explanations:

UTILITY NAME: Double Diamond Utility Company, Inc WHITE BLUFF (Sewer)
 SCHEDULES - CLASS B RATE/TARIFF CHANGE
II-3 OTHER REVENUES & EXPENSES PASSED THROUGH
 FOR TEST YEAR ENDED: 12/31/2015

II-3(a) Purchased Water or Other Pass Through Expenses

Line No.	A	B	C	D	D
	Purchased from.	Units purchased (in _____)	Price Per Unit	Total Calculated Cost (B x C)	Actual Cost paid per financial records
	Not Applicable	(e.g. 1,000 gal, AC - FT)			
1					
2					
3					
4	Total *				

* Must agree with Schedule II-1(a), Line 2, column A, or provide a reconciliation.

II-3(b) Other revenues collected from customers

Line No.	A	B	C	D
	Item passed thru or type of other revenue	Test year historical revenues collected		Test year revenues netted against
1	Tap Fees*	4,394		0**
2	Late Fees	2,368		
3	Meter Test Fees	-		
4	Reconnect Fees	1,658		
5	Purchased Water Fees	-		
6	Groundwater Conservation District Fees	-		
7	Other (attach detail**)	547		
8	Total Other Revenues	8,968		

(to Sch I-2, line 5)

(to Sch I-1, line 35)

* Tap fees should be reported on Sch III-8-CIAC, Line 1

** If the utility provides other than residential retail service (wholesale, industrial, etc), provide a work paper with the detail of this account by NARUC sub account number

UTILITY NAME Double Diamond Utility Company, Inc WHITE BLUFF (Sewer)
 II-4 SCHEDULES - CLASS B RATE/TARIFF CHANGE
PURCHASED POWER
 FOR TEST YEAR ENDED 12/31/2015

This page is supplemental information. It is required to complete Schedule I-1.

References below refer to Schedule I-1.

Line No.	Account No.	Account Name
2.	615.1	Purchased Power (electric) -production

II-4(a) Volume related expenses (Electric used for production of water/sewer)

List the amount spent on purchased power (electricity) for the last two record periods and actual for the Test Year. Indicate the kinds of expenses included in this account by identifying all large* items. If the actual for the Test Year is higher than previous years, indicate the reason for the increase:

* A large item is more than 10% of the test year account balance and more than \$1,000.

	Year	Amount
	<u>TME 12/31/13</u>	\$ <u>12,104</u>
	<u>TME 12/31/14</u>	\$ <u>14,617</u>
a. Test Year	<u>TME 12/31/15</u>	\$ <u>12,020</u>
b. K & M Change		\$ <u>-</u> (to I-1, Column E, Line 2)
c. Adjusted Test year (a.+b.)		\$ <u>12,020</u> (to I-1, Column F, Line 2)

Explanation and calculations of known and measurable change: N/A

II-4(b) Office related expenses (Electric used for production of water/sewer)

Line No.	Account No.	Account Name
14	615.2	Purchased Power (electric) Expense for office

Volume related expenses

List the amount spent on purchased power (electricity) for the last two record periods and actual for the Test Year. Indicate the kinds of expenses included in this account by identifying all large items. If the actual for the Test Year is higher than previous years, indicate the reason for the increase:

	Year	Amount
	<u>TME 12/31/13</u>	\$ <u>-</u>
	<u>TME 12/31/14</u>	\$ <u>-</u>
a. Test Year	<u>TME 12/31/15</u>	\$ <u>-</u>
b. K & M Change		\$ <u>-</u> (to I-1, Column E, Line 14)
c. Adjusted Test year (a.+b.)		\$ <u>-</u> (to I-1, Column F, Line 14)

Explanation and calculations of known and measurable change: N/A

UTILITY NAME: Double Diamond Utility Company, Inc. WHITE BLUFF (Sewer)
 SCHEDULES - CLASS B RATE/TARIFF CHANGE
II-5 OTHER RELATED VOLUME EXPENSES
 FOR THE TEST YEAR ENDED: 12/31/2015

This page is supplemental information. It is required to complete Schedule I-1.

Line No.	Account No.	Account Name
3.	618	Other volume related expenses

Other volume related expenses

List the amount spent on other volume related expenses for the last two record periods and actual for the Test Year. Indicate the kinds of expenses included in this account by identifying all large* items. If the actual for the Test Year is higher than previous years, indicate the reason for the increase:

* A large item is more than 10% of the test year account balance and more than \$1,000.

	Year	Amount
	TME 12/31/13	\$ 4,680
	TME 12/31/14	\$ 3,946
a. Test Year	TME 12/31/15	\$ 2,409
b. K & M Change		\$ - (to I-1, Column E, Line 3)
c. Adjusted Test year (a.+b.)		\$ 2,409 (to I-1, Column F, Line 3)

Explanation and calculations of known and measurable change: N/A

UTILITY NAME: Double Diamond Utility Company, Inc. WHITE BLUFF (Sewer)

If the actual for the Test Year is higher than previous years, indicate the reason for the increase:

Not Applicable

Large Items:

Description	Amount	Date in service
Not Applicable	\$ -	N/A

UTILITY NAME Double Diamond Utility Company, Inc WHITE BLUFF (Sewer)
 SCHEDULES - CLASS B RATE/TARIFF CHANGE
II-6 ALLOCATION OF PAYROLL EXPENSES
 FOR THE TEST YEAR ENDED 12/31/2015

SOME SALARIES MUST BE CAPITALIZED IN THIS REPORT IF EMPLOYEES INSTALL PLANT IN SER II-6(a) PAYROLL COSTS:

Line No	A Employee Name	B Test Year Payroll	C Capitalized Payroll	D Expensed Payroll	E 1st 7000 or new limit (PUTA max)	F 7,001 to 9000 or new limit (SUTA max)	G 9,001 to 118,500 or new limit (or P.L.A. max)	H Total Payroll
1	Jody Blaske	13,000	-	13,000	3,500	1,000	8,500	13,000
2	Clavis C Whitekin	16,380	-	16,380	3,250	1,500	9,630	16,380
3	Jerry Whitworth	10,400	-	10,400	3,500	1,000	5,900	10,400
4	Dwayne Cota	10,920	-	10,920	3,300	1,000	6,420	10,920
5	Todd Dilworth	22,050	-	22,050	3,500	1,000	17,550	22,050
6	Jordon Dilworth	-	-	-	-	-	-	-
7	Buck W Nimley	7,250	-	7,250	3,500	1,000	2,750	7,250
8	Danny Keaton	11,440	-	11,440	3,500	1,000	6,940	11,440
9	Total	91,440	-	91,440	26,250	7,500	57,690	91,440
10								0.63

Line 9, column F divided by Line 9, column E =

II-6(b) ALLOCATION OF PAYROLL TO EXPENSE:

Line 'Total Payroll Expenses' should equal the total from 'Expensed Payroll' (Column C, Line 9) above

Line No	Acct. No	Test Yr Expense
1	601-1	91,440
2	601-2	-
3	601-3	-
4		91,440

to Schedule I-1, Line 5
 to Schedule I-1, Line 11
 to Schedule I-1, Line 12
 (should equal II-6(a), Column C, Line 9)

*Attach a brief summary of the utility's capitalization policy and explain any changes in capitalization rates of more the 5% per year

** Attach an explanation and calculation for R&M salary changes from test year

Capitalization Policy: Employees do not perform construction activities; therefore, 0.00% of labor is capitalized

UTILITY NAME: Double Diamond Utility Company, Inc. WHITE BLUFF (Sewer)
 SCHEDULES - CLASS B RATE/TARIFF CHANGE
II-7 MATERIALS
 FOR THE TEST YEAR ENDED: 12/31/2015

This page is supplemental information. It is required to complete Schedule I-1. References below refer to Schedule I-1.

<u>Line No.</u>	<u>Account No.</u>	<u>Account Name</u>
6.	620	Materials

II-7(a) Materials

List the amount spent on materials for the last two record periods and for the Test Year. Indicate the kinds of expenses included in this account by identifying all large* items in the list below. If the Test Year is higher than previous years, indicate the reason for the anticipated increase:

	Year	Amount
	<u>TME 12/31/13</u>	\$ <u>3,229</u>
	<u>TME 12/31/14</u>	\$ <u>2,690</u>
a. Test Year	<u>TME 12/31/15</u>	\$ <u>2,581</u>
b. K & M Change		\$ <u>-</u> (to I-1, Column E, Line 6)
c. Adjusted Test year (a.+b.)		\$ <u>2,581</u> (to I-1, Column F, Line 6)

*** A large item is more than 10% of the test year account balance and more than \$1,000.00**

Expensed materials may not be included in rate base in materials and supplies inventories

Explanation and calculations of known and measurable change: N/A

UTILITY NAME: Double Diamond Utility Company, Inc. WHITE BLUFF (Sewer)
 SCHEDULES - CLASS B RATE/TARIFF CHANGE
II-8 CONTRACT WORK
 FOR THE TEST YEAR ENDED: 12/31/2015

This page is supplemental information. It is required to complete Schedule I-1.

References below refer to Schedule I-1.

Line No.	Account No.	Account Name
7.	631, 635, 636	Contract work (non-capitalized engineering, testing, other)

II-7(a) Contract work

List the amount spent on contract work for the last two record periods and for the Test Year. Indicate the kinds of expenses included in this account by identifying all large* items. If the Test Year is higher than previous years, indicate the reason for the anticipated increase. The increase in the Test Year is due to normal cost fluctuations.

	Year	Amount
	TME 12/31/13	\$ 2,487
	TME 12/31/14	\$ 2,535
a. Test Year	TME 12/31/15	\$ 2,922
b. K & M Change		\$ - (to I-1, Column E, Line 7)
c. Adjusted Test year (a.+b.)		\$ 2,922 (to I-1, Column F, Line 7)

* A large item is more than 10% of the test year account balance more than \$1,000.

Explanation and calculations of known and measurable change: N/A

UTILITY NAME: Double Diamond Utility Company, Inc. WHITE BLUFF (Sewer)

If the actual for the Test Year is higher than previous years, indicate the reason for the increase:

The increase in the Test Year is due to normal cost fluctuations.

II-8(b) Large Items:

Description	Amount	Date in service
Not Applicable	\$ -	N/A

UTILITY NAME: Double Diamond Utility Company, Inc. WHITE BLUFF (Sewer)
 SCHEDULES - CLASS B RATE/TARIFF CHANGE
 II-9 TRANSPORTATION
 FOR THE TEST YEAR ENDED: 12/31/2015

This page is supplemental information. It is required to complete Schedule I-1. References below refer to Schedule I-1.

Line No.	Account No.	Account Name
8.	650	Transportation expense

II-9(a) Transportation expense

List the type of vehicles used by the utility and allocate the percent used for business purposes. For example, is there one vehicle used solely for the utility, or is it used for non-business activities too? Is there a vehicle involved that is part of the Company's Plant in Service and thus is already depreciated?

Vehicle expenses reported using a cost per unit (say 34 cents per mile) have the depreciation factor included. A vehicle which is part of the Plant in Service should show only actual operating and maintenance expenses (oil, gas, repairs, maintenance) excluding insurance. The purpose of this supplemental page is to ensure that vehicle expense will be recorded properly and that vehicle depreciation is not listed twice or totally omitted.

	Year	Amount	
	<u>TME 12/31/13</u>	\$ <u>17,632</u>	
	<u>TME 12/31/14</u>	\$ <u>13,141</u>	
a. Test Year	<u>TME 12/31/15</u>	\$ <u>11,795</u>	
b. K & M Change		\$ <u>-</u>	(to I-1, Column E, Line 8)
c. Adjusted Test year (a.+b.)		\$ <u>11,795</u>	(to I-1, Column F, Line 8)

Explanation and calculations of known and measurable change: N/A

UTILITY NAME: Double Diamond Utility Company, Inc. WHITE BLUFF (Sewer)

If the actual for the Test Year is higher than previous years, indicate the reason for the increase:

Not Applicable

II-9(b) Large Items*:

Description	Amount	Date in service
Not Applicable	\$ -	N/A

UTILITY NAME: Double Diamond Utility Company, Inc. WHITE BLUFF (Sewer)
 SCHEDULES - CLASS B RATE/TARIFF CHANGE
II-10 OTHER PLANT MAINTENANCE
 FOR THE TEST YEAR ENDED: 12/31/2015

This page is supplemental information. It is required to complete Schedule I-1. References below refer to Schedule I-1.

Line No.	Account No.	Account Name
9.	664	Other plant maintenance

II-10(a) Other plant maintenance

List the amount spent on other plant maintenance for the last two record periods and estimated for the Test Year. Indicate the kinds of expenses included in this account by identifying all large* items. If the Test Year is higher than previous years, indicate the reason for the anticipated increase:

	Year	Amount
	TME 12/31/13	\$ 89,651
	TME 12/31/14	\$ 94,324
a. Test Year	TME 12/31/15	\$ 100,955
b. K & M Change		\$ - (to I-1, Column E, Line 9)
c. Adjusted Test year (a.+b.)		\$ 100,955 (to I-1, Column F, Line 9)

* A large item is more than 10% of the test year account balance more than \$1,000.

Explanation and calculations of known and measurable change: N/A

UTILITY NAME: Double Diamond Utility Company, Inc. WHITE BLUFF (Sewer)

If the actual for the Test Year is higher than previous years, indicate the reason for the increase:

Increase in Test Year expense due to increase in repair and maintenance on collection lines

II-10(b) Large Items:

Description	Amount	Date in service
Not Applicable	\$ -	N/A

UTILITY NAME: Double Diamond Utility Company, Inc WHITE BLUFF (Sewer)
 SCHEDULES - CLASS B RATE/TARIFF CHANGE
 II-11 EMPLOYEE PENSIONS AND BENEFITS
 FOR THE TEST YEAR ENDED 12/31/2015

**This page is supplemental information. It is required to complete Schedule I-1.
 References below refer to Schedule I-1.**

Line No.	Account No.	Account Name
13.	604	Employee pensions and benefits

Employee pensions and benefits

List the amount spent on Employee's pensions and benefits for the last two record periods and estimate for the Test Year. Indicate the kinds of expenses included in this account by identifying all items by category. For example, Pensions includes such items as ESOPs and IRAs. The "Other" column includes such items as dental, vision, life insurance, etc. Also include the number of employees covered and charged to account 674 and indicate the cost per employee. As applicable, provide information on any qualified pensions offered to employees and documentation, such as actuarial studies, discussing net pension costs as well as current funding status of the utility's projected benefit obligation. If the Test Year amount is higher than previous years, indicate the reason for the anticipated change:

List types of Pensions & Benefits:

<u>TME 12/31/15</u>	\$	-	\$	-	\$	-	\$	-	\$	-
Year		<u>Total Amount</u>		<u>Pensions</u>		<u>Health</u>		<u>Other</u>		<u>Amount Capitalized*</u>

Cost per Employee:

-

<u>TME 12/31/15</u>	\$	-	\$	-	\$	-	\$	-	\$	-
Year		<u>Total Amount</u>		<u>Pensions</u>		<u>Health</u>		<u>Other</u>		<u>Amount Capitalized*</u>

Number of Employees covered:

-

Cost per Employee:

-

List types of Pensions & Benefits:

<u>TME 12/31/15</u>	\$	-	\$	-	\$	-	\$	-	\$	-
Year		<u>Total Amount</u>		<u>Pensions</u>		<u>Health</u>		<u>Other</u>		<u>Amount Capitalized*</u>

Number of Employees covered:

-

Cost per Employee:

-

*(use % on Sch 11-6(a), line 10)

UTILITY NAME: Double Diamond Utility Company, Inc WHITE BLUFF (Sewer)
 SCHEDULES - CLASS B RATE/TARIFF CHANGE
II-12 BAD DEBTS
 FOR THE TEST YEAR ENDED: 12/31/2015

This page is supplemental information. It is required to complete Schedule I-1. References below refer to Schedule I-1.

<u>Line No.</u>	<u>Account No.</u>	<u>Account Name</u>
15.	670	Bad Debts

II-12 Bad debts/Uncollectibles

List the recorded amount the company was unable to collect for the last two years, and estimate the uncollectible amount for the Test Year. If the the Test Year is higher than previous years, indicate the reason for the anticipated increase.

	<u>Year</u>	<u>Amount</u>
	<u>TME 12/31/13</u>	\$ <u>-</u>
	<u>TME 12/31/14</u>	\$ <u>-</u>
a. Test Year	<u>TME 12/31/15</u>	\$ <u>-</u>
b. K & M Change		\$ <u>-</u> (to I-1, Column E, Line 15)
c. Adjusted Test year (a. + b.)		\$ <u>-</u> (to I-1, Column F, Line 15)

Explanation and calculations of known and measurable change: N/A

II-12(b) Large Items*:

Description	Amount	Date in service
None		

*** A large item is more than 10% of the test year account balance and more than**

UTILITY NAME. Double Diamond Utility Company, Inc. WHITE BLUFF (Sewer)
 SCHEDULES - CLASS B RATE/TARIFF CHANGE
II-13 OFFICE SERVICES AND RENTALS
 FOR THE TEST YEAR ENDED 12/31/2015

This page is supplemental information. It is required to complete Schedule I-1. References below refer to Schedule I-1.

<u>Line No.</u>	<u>Account No.</u>	<u>Account Name</u>
16.	678	Office services & rentals

II-13(a) Office services and rentals

List the amount spent on office services and rentals for the last two record periods and estimate for the Test Year. Indicate the kinds of expenses included in this account by identifying all large* items. If the Test Year is higher than previous years, indicate the reason for the anticipated increase:

	Year	Amount
	<u>TME 12/31/13</u>	\$ <u>-</u>
	<u>TME 12/31/14</u>	\$ <u>-</u>
a. Test Year	<u>TME 12/31/15</u>	\$ <u>-</u>
b. K & M Change		\$ <u>-</u> (to I-1, Column E, Line 16)
c. Adjusted Test year (a. + b.)		\$ <u>-</u> (to I-1, Column F, Line 16)

Explanation and calculations of known and measurable change: N/A

* A large item is more than 10% of the test year account balance and more than \$1,000.

II-13(b) Large Items:

Description	Amount	Date in service
None		

UTILITY NAME: Double Diamond Utility Company, Inc. WHITE BLUFF (Sewer)
 SCHEDULES - CLASS B RATE/TARIFF CHANGE
 II-14 OFFICE SUPPLIES
 FOR THE TEST YEAR ENDED: 12/31/2015

This page is supplemental information. It is required to complete Schedule I-1. References below refer to Schedule I-1.

Line No.	Account No.	Account Name
17.	681	Office supplies & expenses

II-14(a) Office supplies & expenses

List the amount spent on office supplies and expenses for the last two record periods and estimate for the Test Year. Indicate the kinds of expenses included in this account by identifying all large* items. If the Test Year is higher than previous years, indicate the reason for the anticipated increase:

	Year	Amount
	TME 12/31/13	\$ 7,710
	TME 12/31/14	\$ 8,757
a. Test Year	TME 12/31/15	\$ 7,722
b. K & M Change		\$ - (to I-1, Column E, Line 17)
c. Adjusted Test year (a.+b.)		\$ 7,722 (to I-1, Column F, Line 17)

Explanation and calculations of known and measurable change: N/A

* A large item is more than 10% of the test year account balance and more than \$1,000.

UTILITY NAME: Double Diamond Utility Company, Inc. WHITE BLUFF (Sewer)

If the actual for the Test Year is higher than previous years, indicate the reason for the increase:

Not applicable.

II-14(b) Large Items:

Description	Amount	Date in service
Not Applicable	\$ -	N/A

UTILITY NAME: Double Diamond Utility Company, Inc. WHITE BLUFF (Sewer)
 SCHEDULES - CLASS B RATE/TARIFF CHANGE
 II-15 PROFESSIONAL SERVICES
 FOR THE TEST YEAR ENDED: 12/31/2015

This page is supplemental information. It is required to complete Schedule I-1.
 References below refer to Schedule I-1.

Line No.	Account No.	Account Name
18.	682	Professional services

II-15(a) Professional services

List the amount spent on professional services for the last two record periods and estimate for the Test Year. Indicate the kinds of expenses included in this account by identifying all large items*. If the Test Year is higher than previous years, indicate the reason for the anticipated increase:

	Year	Amount
	TME 12/31/13	\$ 7,855
	TME 12/31/14	\$ -
a. Test Year	TME 12/31/15	\$ 3,937
b. K & M Change		\$ - (to I-1, Column E, Line 18)
c. Adjusted Test year (a.+b.)		\$ 3,937 (to I-1, Column F, Line 18)

Explanation and calculations of known and measurable change: N/A

* A large item is more than 10% of the test year account balance and more than \$1,000.

UTILITY NAME: Double Diamond Utility Company, Inc. WHITE BLUFF (Sewer)

If the actual for the Test Year is higher than previous years, indicate the reason for the increase:

Not Applicable

II-15(b) Large Items:

Description	Amount	Date in service
Not Applicable	\$ -	N/A

UTILITY NAME: Double Diamond Utility Company, Inc. WHITE BLUFF (Sewer)
 SCHEDULES - CLASS B RATE/TARIFF CHANGE
 II-16 INSURANCE
 FOR THE TEST YEAR ENDED: 12/31/2015

This page is supplemental information. It is required to complete Schedule I-1. References below refer to Schedule I-1.

Line No.	Account No.	Account Name
19.	684	Insurance

Insurance

List the amount spent on insurance for the last two record periods and estimate for the Test Year. Indicate the kinds of expenses included in this account by identifying all large items*. If the Test Year is higher than previous years, indicate the reason for the anticipated increase:

	Year	Amount
	TME 12/31/13	\$ 9,042
	TME 12/31/14	\$ 9,027
a. Test Year	TME 12/31/15	\$ 8,566
b. K & M Change		\$ - (to I-1, Column E, Line 19)
c. Adjusted Test year (a.+b.)		\$ 8,566 (to I-1, Column F, Line 19)

Types of insurance:

Year	\$	<i>See Insurance Section in Attached Workpapers</i>								
		<table border="0" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="text-align: left; border-bottom: 1px solid black;">Total amount</th> <th style="text-align: left; border-bottom: 1px solid black;">Period Covered</th> <th style="text-align: left; border-bottom: 1px solid black;">Type</th> <th style="text-align: left; border-bottom: 1px solid black;">Company</th> </tr> </thead> <tbody> <tr> <td> </td> <td> </td> <td> </td> <td> </td> </tr> </tbody> </table>	Total amount	Period Covered	Type	Company				
Total amount	Period Covered	Type	Company							
Year	\$	<i>See Insurance Section in Attached Workpapers</i>								
		<table border="0" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="text-align: left; border-bottom: 1px solid black;">Total amount</th> <th style="text-align: left; border-bottom: 1px solid black;">Period Covered</th> <th style="text-align: left; border-bottom: 1px solid black;">Type</th> <th style="text-align: left; border-bottom: 1px solid black;">Company</th> </tr> </thead> <tbody> <tr> <td> </td> <td> </td> <td> </td> <td> </td> </tr> </tbody> </table>	Total amount	Period Covered	Type	Company				
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		<table border="0" style="width: 100%; border-collapse: collapse;"> <thead> <tr> <th style="text-align: left; border-bottom: 1px solid black;">Total amount</th> <th style="text-align: left; border-bottom: 1px solid black;">Period Covered</th> <th style="text-align: left; border-bottom: 1px solid black;">Type</th> <th style="text-align: left; border-bottom: 1px solid black;">Company</th> </tr> </thead> <tbody> <tr> <td> </td> <td> </td> <td> </td> <td> </td> </tr> </tbody> </table>	Total amount	Period Covered	Type	Company				
Total amount	Period Covered	Type	Company							

Explanation and calculations of known and measurable change: N/A

UTILITY NAME: Double Diamond Utility Company, Inc. WHITE BLUFF (Sewer)

If the actual for the Test Year is higher than previous years, indicate the reason for the increase:

Not Applicable

Large Items:

Description	Amount	Date in service
Not Applicable	\$ -	N/A

UTILITY NAME: Double Diamond Utility Company, Inc. WHITE BLUFF (Sewer)
 SCHEDULES - CLASS B RATE/TARIFF CHANGE
II-17 REGULATORY EXPENSE
 FOR THE TEST YEAR ENDED: 12/31/2015

This page is supplemental information. It is required to complete Schedule I-1.
 References below refer to Schedule I-1.

Line No.	Account No.	Account Name
20.	666	Regulatory (Rate Case) Expense

II-17(a) Regulatory commission expense

List the amount spent on rate case expense for the last two years and for the Test Year. Typically, the commission separates rate case expense from the revenue requirement and allows recovery through a surcharge. The known and measurable adjustment would decrease this expense to zero in this case. In any event, if the applicant does not file every year, the expense must be amortized over the time between filings and only one year's worth should be charged to customers. Record Commission filing fees or fees to consultants, attorneys, etc. in formal and informal rate cases, complaints, or other dealings with the Commission, which are not reported under Professional Services. Indicate the kinds of expenses included in this account by identifying all large* items. If the Test Year is higher than previous years, indicate the reason for the anticipated increase:

	Year	Amount	
	<u>TME 12/31/13</u>	\$ <u>-</u>	
	<u>TME 12/31/14</u>	\$ <u>-</u>	
a. Test Year	<u>TME 12/31/15</u>	\$ <u>-</u>	
b. K & M Change		\$ <u>-</u>	(to I-1, Column E, Line 20 - see instructions above)
c. Adjusted Test year (a. + b.)		\$ <u>-</u>	(to I-1, Column F, Line 20 - see instructions above)

Explanation and calculations of known and measurable change: N/A

* A large item is more than 10% of the test year account balance and more than \$1,000 .

II-17(b) Large Items:

Description	Amount	Date in service
Not applicable		

UTILITY NAME: Double Diamond Utility Company, Inc. WHITE BLUFF (Sewer)
 SCHEDULES - CLASS B RATE/TARIFF CHANGE
II-18 REGULATORY EXPENSE
 FOR THE TEST YEAR ENDED: 12/31/2015

**This page is supplemental information. It is required to complete Schedule I-1.
 References below refer to Schedule I-1.**

<u>Line No.</u>	<u>Account No.</u>	<u>Account Name</u>
21.	667	Regulatory commission expense

II-18(a) Regulatory commission expense

List the amount spent on regulatory commission expense for the two record periods and for the Test Year. Include TCEQ inspection fees or permit permit fees, and other regulatory expense. Do not include the regulatory assessment; this is a pass through expense. Indicate the kinds of expenses included in this account by identifying all large* items. If the Test Year is higher than previous years, indicate the reason for the anticipated increase:

	<u>Year</u>	<u>Amount</u>
	<u>TME 12/31/13</u>	\$ <u>3,364</u>
	<u>TME 12/31/14</u>	\$ <u>4,349</u>
a. Test Year	<u>TME 12/31/15</u>	\$ <u>7,049</u>
b. K & M Change		\$ <u>-</u> (to I-1, Column E, Line 21 - see instructions above)
c. Adjusted Test year (a.+b.)		\$ <u>7,049</u> (to I-1, Column F, Line 21 - see instructions above)

Explanation and calculations of known and measurable change: N/A

* A large item is more than 10% of the test year account balance and more than \$1,000.

UTILITY NAME: Double Diamond Utility Company, Inc. WHITE BLUFF (Sewer)

If the actual for the Test Year is higher than previous years, indicate the reason for the increase:

The increase in Sewer Regulatory Expense is due to increases in Sewer Tests expense.

II-18 (b) Large Items:

Description	Amount	Date in service
Not Applicable	\$ -	N/A

UTILITY NAME: Double Diamond Utility Company, Inc WHITE BLUFF (Sewer)
 SCHEDULES - CLASS B RATE/TARIFF CHANGE
 II-19 MISCELLANEOUS EXPENSE
 FOR THE TEST YEAR ENDED: 12/31/2015

**This page is supplemental information. It is required to complete Schedule I-1.
 References below refer to Schedule I-1.**

<u>Line No.</u>	<u>Account No.</u>	<u>Account Name</u>
22.	675	Miscellaneous

II-19 (a) Miscellaneous expense

List the amount spent on general miscellaneous for the last two record periods and for the Test Year. Indicate the kinds of expenses included in this account by identifying all large* items. If the Test Year is higher than previous years, indicate the reason for the anticipated increase:

	Year	Amount
	<u>TME 12/31/13</u>	\$ <u>18,932</u>
	<u>TME 12/31/14</u>	\$ <u>26,368</u>
a. Test Year	<u>TME 12/31/15</u>	\$ <u>26,424</u>
b. K & M Change		\$ <u>-</u> (to I-1, Column E, Line 22 - see instructions above)
c. Adjusted Test year (a.+b.)		\$ <u>26,424</u> (to I-1, Column F, Line 22 - see instructions above)

Explanation and calculations of known and measurable change: N/A

*** A large item is more than 10% of the test year account balance.**

UTILITY NAME: Double Diamond Utility Company, Inc. WHITE BLUFF (Sewer)

If the actual for the Test Year is higher than previous years, indicate the reason for the increase:

The increase in Test Year Miscellaneous Sewer Expenses is due to an increase in Equipment Lease Expenses

II-19 (b) Large Items:

Description	Amount	Date in service
Not Applicable	\$ -	N/A

UTILITY NAME: _____ SCHEDULES - CLASS B RATE/TARIFF CHANGE SECTION III RATE BASE INSTRUCTIONS

Section III provides working tables to allow the calculation of rate base and return on rate base.

Instructions for Section III

- 1 Complete Schedules III-3 through III-9 as they apply to your company.**
- 2 Transfer resulting year end balances (last line of each table) to Schedule III-2.**
- 3 Complete Schedule III-1**

UTILITY NAME: Double Diamond Utility Company, Inc WHITE BLUFF (Sewer)
 SCHEDULES - CLASS B RATE/TARIFF CHANGE
III-2 RATE BASE SUMMARY
 FOR THE TEST YEAR ENDED: _____ 12/31/2015

Line No.	Description	Amount	Reference
1	Additions:		(From)
2.	Utility plant (Original Cost)	2,790,692	Schedule III-3, Line 50, Col D
3.	Construction work in progress	-	Schedule III-4, Line 5
4.	Materials and supplies	-	Schedule III-4, Line 8
5.	Working cash (capital)	23,152	Schedule III-5, Line 2
6.	Prepayments	-	Schedule III-4, Line 8
7	Other Additions	-	Add schedule
8.	TOTAL ADDITIONS (Add Lines 2 through 6)	2,813,843	
	Deductions:		
9.	Reserve for depreciation (Accumulated)	1,075,501	Schedule III-3, Col F, Line 50
10.	Advances for construction	-	Schedule III-8(a), Col F, Line 6
11.	Developer Contributions in aid of construction	4,394	Schedule III-8(b), Col G, Line 6
12.	Accumulated deferred income taxes	-	Schedule III-9(a), Line 3
13	Accumulated deferred investment tax credits	-	Schedule III-9(b), Line 3
14.	Other Deductions	-	Add schedule
15	TOTAL DEDUCTIONS (Add lines 9 through 14)	1,079,896	
16.	RATE BASE (Line 8, less Line 15)	1,733,948	

UTILITY NAME: Double Diamond Utility Company, Inc. WHITE BLUFF (Sewer) SCHEDULES - CLASS B RATE/TARIFF CHANGE III-3 UTILITY PLANT IN SERVICE (NET BOOK VALUE) CALCULATION 12/31/2015										Schedule III-3 (Provide a schedule for each PWS system) Add schedules as needed, provide a summary also		
Line No	[A] Item	[B] Date of Installation	[C] Service Life (yrs) *	[D.1] Original Cost when installed \$	[D.2] Customer CIAC amount	[D.1] - [D.2] Adjusted Original Cost for Customer CIAC ¹	Depreciation			[F] Accumulated (\$ Reserve)	[G] = [D.1] - [F] Net Book Value (\$)	
							Years in Service	Months	Days			
1	303 Land and land rights	various		89,280		89,280	various				89,280	
2	307 Wells	various	50	-		-	various				-	
	Well Pumps:											
3	311 5 hp or less		5	-		-					-	
4	314 Greater than 5 hp	various	10	-		-	various				-	
	Booster Pumps:											
5	311 5 hp or less		5	-		-					-	
6	311 Greater than 5 hp	various	10	37,380		37,380	various		3,738	11,052	26,329	
7	320 Chlorinators		10	-		-					-	
	Structures											
8	304 Wood		15	-		-					-	
9	304 Masonry		30	-		-					-	
10	305 Storage Tanks	various	50	43,185		43,185	various		864	6,623	36,561	
11	311 Pressure Tanks	various	50	-		-	various				-	
12	331 Distribution System (manus and lines)	various	50	-		-	various				-	
13	334 Meters and Service (taps not covered by fees)	various	20	-		-	various				-	
14	340 Office Equipment		10	-		-					-	
15	341 Vehicles	various	5	-		-	various				-	
16	344 Shop Tools		15	-		-					-	
17	345 Heavy Equipment	various	10	11,665		11,665	various		1,166	9,756	1,909	
18	348 Fencing	various	20	-		-	various				-	
19	Other: (Please list)											
20	Engineering & Surveys	various	5	3,746		3,746	various			3,746	-	
21	Improvements 50	various	50	-		-	various				-	
22	Miscellaneous Assets (Negligible NBV)	various	various	118,370		118,370	various		511	117,202	1,168	
23	Improvements 20	various	20	239,735		239,735	various		11,987	114,561	125,174	
24	Sewer Plant - 50	various	50	436,113		436,113	various		8,722	94,230	341,883	
25	Sewer Interceptor & Collection System	various	50	1,811,219		1,811,219	various		36,224	718,332	1,092,887	
50	Total			2,790,692		2,790,692			63,212	1,075,501	1,715,190	

Add detailed workpapers if necessary to support this Schedule

¹ Any amount paid for an item that was not incurred by the utility, such as by a customer, is deducted from the original cost. The adjusted original cost amount here, Column D-2, labeled "Adjusted Original Cost for Customer CIAC" Column D-2 will then be depreciated and the net book value will be calculated (Column G) For an item with the entire amount of its original cost paid for by customer(s), Columns D-2, E, F and G would be zero. See Schedule III-8 for developer CIAC.

To Sch III-2, line 9
To Sch III-1, line 27

UTILITY NAME: Double Diamond Utility Company, Inc. WHITE BLUFF (Sewer)
SCHEDULES - CLASS B RATE/TARIFF CHANGE
III-3(a) UTILITY PLANT IN SERVICE-RECONCILIATION TO PRIOR CASE
FOR TEST YEAR ENDED 12/31/2015

ORIGINAL COST DATA

A	B	C	D
Line No.	Description	Amount	Amount
1.	Beginning Gross Plant balance - (from previous rate case)	Must match previous rate case	\$ 2,662,333
2	Plant additions after previous rate case		
3.	2008 Additions	\$ -	
4	2009 Additions	\$ 42,338	
5.	2010 Additions	\$ 19,396	
6.	2011 Additions	\$ 12,912	
7	2012 Additions	\$ 28,089	
8.	2013 Additions	\$ -	
9.	2014 Additions	\$ 25,625	
10	2015 Additions	\$ -	
11.	Total additions (add lines 3 through 10, Col C)		\$ 128,359
12.	Test year plant retirements after previous rate case.		
13		\$ -	
14.			
15.			
16.			
17.			
18			
19.			
20			
21.	Total retirements (add line 13 through 20, Col C)		\$ -
22.	Ending balance (line 1 + line 11 - line 21)	Equals as III-3, Column D, line 50	\$ 2,790,692

Please provide a full explanation of any adjustments to accounts from the prior period.

UTILITY NAME: Double Diamond Utility Company, Inc. WHITE BLUFF (Sewer)
 SCHEDULES - CLASS B RATE/TARIFF CHANGE
**III-4 AVERAGE CONSTRUCTION WORK IN PROGRESS,
 MATERIALS AND SUPPLIES INVENTORY & PREPAYMENTS**
 FOR THE TEST YEAR ENDED: 12/31/2015

***DO NOT include construction work in progress in rate base, unless the utility meets the requirements of PUC Subst. Rule 24.31C(4).

III-4 AVERAGE CONSTRUCTION WORK IN PROGRESS:

A	B	C
Line No	Description	Test Year Amount
1.	Beginning balance	0
2.	Test year costs added	0
3	Test year construction costs completed	0
4	Ending balance	0
5.	Average balance - test year (line 1 plus line 4, divided by 2)	0

Typically zero, to Schedule III-2, Line 3

		Materials & Supplies inventory	Prepaid Expenses
6.	Sum of 12 test year month end balances	-	-
7	One month prior to the test year, month end balance	-	-
8.	13 Month Average balance (line 6 plus line 7, divided by 13)	-	-

To III-2, Line 4 To III-2, Line 6.
 PUC Subst. Rule 24 31C(4)

UTILITY NAME Double Diamond Utility Company, Inc. WHITE BLUFF (Sewer)
 SCHEDULES FOR CLASS B RATE/TARIFF CHANGE
III-5 WORKING CASH ALLOWANCE CALCULATIONS
 FOR THE TEST YEAR ENDED 12/31/2015

1. No working cash allowance is permitted when a utility bills its customers in advance and provides service to flat rate customers only. Sewer connections count for the purposes of this schedule.
2. A utility which has all metered customers and bills monthly shall divide its annual Operating and Maintenance (O&M) expenses (excluding all taxes and depreciation) by 12 if it is a Class B utility, or by 8 if it is a Class C utility filing a Class B package to calculate working cash allowance. An example follows:

	Class B	Class C
1. Annual Expenses	\$70,000	\$70,000
2. Taxes and depreciation	(10,000)	(10,000)
3. Net Expenses (Line 1 - Line 2)	60,000	60,000
4. Working Cash (Line 3 / line 5)	\$5,000	\$7,500
5. Divisor	12	8

A Line No	B Description	Class B		Class C	
		Water	Sewer	Water	Sewer
1	Annual O & M Expenses	294,813	277,819	N/A	N/A
2	Working Cash (Line 3 / Line 5)	24,568	23,152	N/A	N/A
3	Divisor	12	12	8	8

From Sch I-1, line 25

To Sch III-2, line 5

UTILITY NAME: Double Diamond Utility Company, Inc. WHITE BLUFF (Sewer)
 SCHEDULES - CLASS B RATE/TARIFF CHANGE
III-7 ACCUMULATED DEPRECIATION FROM PRIOR RATE CASE
 FOR THE TEST YEAR ENDED: 12/31/2015

ACCUMULATED DEPRECIATION:

Line No.	Description	Dollar Amount	
1.	Ending-Prior Rate Case (Docket No. _____)	\$ 615,014	Must match previous rate case.
2	Ending balance per Sch III-3, Column F, Line 50	\$ 1,075,501	
	Describe accounting adjustments made between the prior rate case and the current rate case:		
	Depreciation accruals		

UTILITY NAME: Double Diamond Utility Company, Inc WHITE BLUFF (Sewer)
 SCHEDULES - CLASS B RATE/TARIFF CHANGE
III-8 ADVANCES FOR CONSTRUCTION AND CONTRIBUTIONS IN AID OF CONSTRUCTION
 FOR THE TEST YEAR ENDED: 12/31/2015

III-8(a) ADVANCES FOR CONSTRUCTION.

	A	B	C	D	E	F	G	
Line No.	Item	Date of Installation	Total Cost	Amount of Advance	Repayments made to developer	(F)=(D)-(E) Rate base Value (to Sch III-2)	Amount to be refunded in the future*	
1.	Not Applicable							
2.								
3.								
4.								
5.								
6.	Total							

*If any advances or CIAC from developers or customers are refundable, please provide the potential date of refunding, if known.

III-8(b) DEVELOPER CONTRIBUTIONS IN AID OF CONSTRUCTION*

	A	B	C	D	E	F	G
Line No.	Item	Date of Installation or Contribution	Total Cost	Amount of Developer Contribution	Annual amortization	Accumulated Amortization	(G)=(D) - (F) Rate Base Value (to Sch III-2)
1.	Tap Fees	Various	4,394	0	0	0	4,394
2.							
3.							
4.							
5.							
6.	Total		4,394	0	0	0	4,394

*Customer CIAC is entered directly on III-3

UTILITY NAME: Double Diamond Utility Company, Inc. WHITE BLUFF (Sewer)
 SCHEDULES - CLASS B RATE/TARIFF CHANGE
III-9 DEFERRED INCOME TAXES AND
 DEFERRED INVESTMENT TAX CREDITS
 FOR THE TEST YEAR ENDED: 12/31/2015

To the extent that new line items have been included within the calculation of ADIT since the last rate filing, provide a complete description of the underlying issues that give rise to the new category of ADIT

III-9(a) ACCUMULATED DEFERRED INCOME TAXES

Line No	Description	Test Year Amount
1	Beginning balance	-
2	Test year amount	-
3	Ending balance	-

III-9(b) ACCUMULATED DEFERRED INVESTMENT TAX CREDITS.

Line No.	Description	Test Year Amount
1.	Beginning balance	-
2.	Test year amortization	-
3	Ending balance	-

UTILITY NAME. Double Diamond Utility Company, Inc. WHITE BLUFF (Sewer)
 SCHEDULES - CLASS B RATE/TARIFF CHANGE
III-10 OTHER DEFERRED ASSETS
 FOR THE TEST YEAR ENDED: 12/31/2015

III-10(a) : Other Deferred Assets

Line No.	Description	Test Year Amount
1.	None	-
2.		-
3.		-

III-10(b) ACCUMULATED AMORTIZATION ON OTHER DEFERRED ASSETS

Line No.	Description	Test Year Amount	Total Accum Amort End of test year
1.	None	-	-
2.		-	-
3.		-	-

UTILITY NAME _____

SCHEDULES - CLASS B RATE/TARIFF CHANGE

Section IV is used to report taxes other than income for proposed revenues.

Instructions for Section IV

Follow the instructions included with individual schedules under the heading reference.

UTILITY NAME. <u>Double Diamond Utility Company, Inc. WHITE BLUFF (Sewer)</u> SCHEDULES - CLASS B RATE/TARIFF CHANGE IV(a) ESTIMATE OF TAXES OTHER THAN INCOME FOR THE TEST YEAR ENDED. <u>12/31/2015</u>

PROPERTY TAXES:

A	B	C	D	E
Line No.	Description	Amount	Amount	Reference
1	Property taxes paid in in test year		48,706	per property tax bills
2	Utility plant added in test year	-		Schedule III-3(a), Line 11
3	Utility plant retirements in test year	-		Schedule III-3(a), Line 21
4	Net additions	-		Line 2 minus line 3
5	Net Property tax rate	1.75%		gross plant balance from III-3
6	Test year property tax on additions		-	Line 4 times Line 5
7	Adjusted Test year property tax expense		48,706	Line 1 + Line 6
8	Known and measurable change	-		Line 7 minus Line 1

PAYROLL TAXES (BASED ON ADJUSTED TEST YEAR NUMBERS):

A	B	C	D	E	F	G
Line No.	Tax Type	Wage Level	Tax Rate	Taxable Wages	Reference	Tax
					SCHEDULE II-6	(D x E)
9	FICA	ALL	6.20%	91,440	Column D+E+F Line 9	5,669
10	Medicare	ALL	1.45%	91,440	Column H Line 9	1,326
11	Added Medicare (Affordable Care Act)	ALL	0.00%	91,440		-
12	Federal unemployment	wages to \$7000	0.60%	26,056	Column D Line 9	156
13	State unemployment	wages to \$9000	1.50%	33,500	Column D+E Line 9	503
14	Total (add Lines 11 through 14)					7,654
15	Less: Capitalized	Use % on Sch. II-6(a), line 11	0%			-
16	Test year Payroll Tax Expense	Line 13 less 14				11,692
17	Known and measurable change					(4,038)

OTHER TAXES:

A	I	J	K	L
Line No.	Description	Test year	K & M Change	Adjusted Test Year
18	Other taxes & licenses	1,746	-	1,746
19				
20				
21	Total Other Taxes (Line 18 + Line 19 + Line 20)	1,746	-	1,746
22	Total this page - taxes other than income (Line 7) + (Col G, Line 16) + (Col L, Line 21)			58,106
23	(Line 8 plus line 17, Column G plus line 21, Column K)			(4,038)

TRUE

UTILITY NAME: Double Diamond Utility Company, Inc. WHITE BLUFF (Sewer) SCHEDULES - CLASS B RATE/TARIFF CHANGE IV(b) REVENUE RELATED TAXES AND EXPENSES FOR THE TEST YEAR ENDED: 12/31/2015						
A		B	C	D	E	F=B+C+D+E
Line		Texas Margins Tax	City Franchise Taxes	Bad Debt Expense	Other Revenue Related	Totals
1	Test year expense	-	-	-	-	-
2	Test year effective rate (test year tax expense/historic test year revenues-Sch I-1)	-	-	-	-	-
3	Gross up factor (1.0 divided by (1.0 minus Line 2) (example below))	-	-	-	-	-
4	Change in revenue requirement (Sch I-1, line 33)					-
5	Adjusted revenue requirement (Line 3 x Line 4)					-
6	Adjusted expense (Line 3 times Line 4)					-
7	Add Schedule IV(a) , Line 20					-
8	Total taxes other than FIT (to Sch I-1, Col F, Line 26)					0

Example: Test Year Franchise tax \$ 100
 Test Year revenues \$ 2,000
 Percentage (100/2000) 0.050
 Gross up factor (1/(1-0.05)) 1.052631579

SCHEDULES - CLASS B RATE/TARIFF CHANGE

Section V calculated federal income tax at present rates.

Instructions for Section V

Complete SCHEDULE V per instructions found in the reference column.

UTILITY NAME: Double Diamond Utility Company, Inc WHITE BLUFF (Sewer)
 SCHEDULES - CLASS B RATE/TARIFF CHANGE
V SCHEDULE OF EFFECTIVE FEDERAL TAX RATE
 FOR THE TEST YEAR ENDED: 12/31/2015

A	B	C	D
Line		Amount	Reference
1	Requested Return	146,079	Schedule III-1, Line 3 or II-1, line 34
2	Less: Synchronized Interest	58,089	Sch. III-1, Col. G, Line 5 x Sch. III-2, Line 16)
3	Requested taxable return	87,990	Line 1 minus Line 2
4	Income taxes at proposed rates	26,082	Line 17 below
5	Effective tax rate	30%	Line 4 divided by Line 3
6	Total gross up factor	1.42	1.0 divided by (1.0 minus line 5)
7	Grossed up federal income tax	37,070	Line 4 times line 6

To Sch I-1, Line 27

FEDERAL INCOME TAX CALCULATION:

See calculation on

UTILITY NAME. Double Diamond Utility Company, Inc. WHITE BLUFF (Total)
 V SCHEDULE OF EFFECTIVE FEDERAL TAX RATE

UTILITY NAME. _____ VI RATE DESIGN INSTRUCTIONS SCHEDULES - CLASS B RATE/TARIFF CHANGE
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Section VI is used for rate design.

Instructions for Section VI:

Sheet VI-1 designs rates based on the requested revenue requirement. Complete the schedule using the referenced lines from other schedules. The schedule is for a simple base (customer charge) rate and one gallonage rate per each 1,000 gallons. If a different rate structure is requested, all calculations supporting the proposed rates must be included. Rates and resulting revenues for each class of customer and each rate tier included in the proposed tariff must be specified. If a different fixed/variable expense split is proposed, attached explanations of why the split is appropriate, and include any calculations not included on Schedule VI.

UTILITY NAME: Double Diamond Utility Company, Inc. WHITE BLUFF (Sewer)			
SCHEDULES - CLASS B RATE/TARIFF CHANGE			
Schedule VI-1 RATE DESIGN			
FOR THE TEST YEAR ENDED 12/31/2015			
Line No.	A	B	C
		Reference	
DETERMINATION OF FIXED COSTS			
1	Gross revenues to be recovered:	Sch I-1, Line 36	577,714
	Less variable costs:		
2.	Purchased water - Account 610	Sch I-1, Col. F, line 1	-
3	Purchased power - Account 615	Sch I-1, Col F, line 2	12,020
4.	Other volume related - Account 618	Sch I-1, Col F, line 3	2,409
5.	Other volume related or allocated (attach schedule)		
6			
7.			
8			
9.			
10	FIXED COSTS (Line 1 minus Lines 2-9)		563,284
11.	% OF FIXED COSTS RECOVERED IN VOLUMETRIC CHARGE		25%
12.	TO BE RECOVERED THROUGH BASE SERVICE CHARGE		422,463
RECAP:			
13.	RECOVERED THROUGH BASE SERVICE CHARGE	Line 10	422,463
14.	RECOVERED THROUGH VOLUMETRIC RATE	Line 1 - Line 10	155,250
	TOTAL	Equals Line 1	577,714
TO BE RECOVERED THROUGH BASE SERVICE CHARGE			
15.	TOTAL METER EQUIVALENTS	Sch I-3, Col H, line 9	681
16.	CHARGE PER 5/8" X 3/4" METER (MONTHLY)	Line 13 / Line 15 /12	\$ 51.73
TO BE RECOVERED THROUGH VOLUMETRIC RATE			
17	TOTAL WATER SALES IN 1,000 GALS	Sch II-1(a), Col C, line 4	19,823
18.	VOLUMETRIC RATE (CHARGE PER 1,000 GALS)	Line 14 / Line 17	\$ 7.83
PROPOSED RATES:			
19	FOR ALL WATER DELIVERED PER 1,000 gallons	Line 18 or attach calc	\$ 7.83
	BASE SERVICE CHARGE - ALL METER SIZES		\$ 51.73
	Meter size	Line 16	Equivalency
20			Base Rate/size
21.			
22.			
23.			
24			
25			
26.			
	See attached Proposed Rate Schedule		

If the utility is setting a tiered rate, calculations for all tiers must be provided with total collections for all tiers compared to the revenue requirement requested.

Double Diamond Utilities Co. / White Bluff
Application for a Rate / Tariff Change
Test Year Ended 12/31/2015
Requested Sewer Rates / Sewer Revenue Proof

Line No.	Col (A)	(B) Test Year Billing Units	(C) Current Rates	(D) Revenue under Current Rates	(E) Projected Billing Units	(F) Proposed Rates	(G) Revenue under Proposed Rates
1	Meter Charge						
2	3/4" or Less	540	\$ 41.00	\$ 265,680	540	\$ 57.50	\$ 372,600
3	1"	11	102.50	13,530	11	145.00	19,140
4	1 1/2"	5	205.00	12,300	5	295.00	17,700
5	2"	11	328.00	43,296	11	465.00	61,380
6	3"	-	-	-	-	-	-
7	Subtotal	567	\$	\$ 334,806	567	\$	\$ 470,820
8	Volumetric Charge (per 1,000 gal)						
9	0 - 3,000	10,106	\$ -	\$ -	10,106	\$ -	\$ -
10	3,001 +	9,717	8.00	77,737	9,717	11.00	106,888
11	Subtotal	19,823	\$	\$ 77,737	19,823	\$	\$ 106,888
12	Total		\$	\$ 412,543		\$	\$ 577,708
13	Revenue Requirement		\$	\$ 577,714		\$	\$ 577,714
14	Over / (Under) Recovery (\$)			(165,171)			(5)
15	Over / (Under) Recovery (%)			-40%			0%
16	5,000 Gallons		\$	\$ 57.00		\$	\$ 79.50
17	Increase						39%
18	10,000 Gallons		\$	\$ 97.00		\$	\$ 134.50
19	Increase						39%
20	30,000 Gallons		\$	\$ 257.00		\$	\$ 354.50
21	Increase						38%
22	Revenue Increase over Calculated Revenue					\$	\$ 165,165