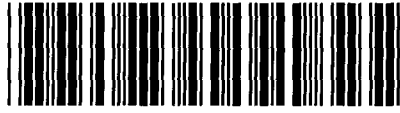


Control Number: 46245



Item Number: 267

Addendum StartPage: 0

The Carlton Law Firm, P.L.L.C.

2705 Bee Cave Road, Suite 200
Austin, Texas 78746

Phone: (512) 614-0901
Facsimile: (512) 900-2855

John J. Carlton
john@carltonlawaustin.com

RECEIVED

2016 SEP -1 AM 11:16

PUBLIC UTILITY COMMISSION
FILING CLERK

September 1, 2016

VIA HAND DELIVERY

Public Utility Commission
Attn: Filing Clerk
1701 N. Congress Avenue, 8th Floor
Austin, Texas 78701

Re: PUC Docket No. 46245; Application of Double Diamond Utility Company,
Inc. for Water and Sewer Rate/Tariff Change

Dear Filing Clerk:

Enclosed please find the following:

- The Cliffs – Affidavit of Notice of Proposed Rate Change; and
- White Bluff – Affidavit of Notice of Proposed Rate Change.

If you have any questions or concerns, please contact me at your earliest convenience.

Sincerely,

THE CARLTON LAW FIRM, P.L.L.C.



John J. Carlton
Attorney for Double Diamond Utility
Company, Inc.

Enclosures

cc: Vera Dygert, PUC (*via email*)
Michael Crnich, PUC (*via email*)

2671

AFFIDAVIT

STATE OF TEXAS

COUNTY OF Dallas

I, Randy Gracy being duly sworn, file this **NOTICE OF PROPOSED RATE CHANGE** as President, Double Diamond Utility Company, Inc.

(indicate relationship to Utility, that is, owner, member of partnership, title as officer of corporation, or other authorized representative of Utility); that, in such capacity, I am qualified and authorized to file and verify such NOTICE; and that all statements made and matters set forth herein are true and correct.

I further represent that a copy of the attached NOTICE was provided by

to each customer or other affected party on or about August 10, 20 16 U.S. Mail (method of delivery)

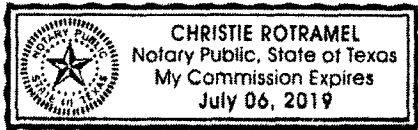
Randy Gracy
AFFILANT
(Utility's Authorized Representative)

Double Diamond Utility Company, Inc.
NAME OF UTILITY

If the Affiant to this form is any person other than the sole owner, partner, officer of the Utility, or its attorney, a properly verified Power of Attorney must be enclosed.

SUBSCRIBED AND SWORN TO BEFORE ME, this the 30th day of August, 20 16, to certify which witness my hand and seal of office.

SEAL



Christie Rotamel
NOTARY PUBLIC IN AND FOR THE STATE OF TEXAS
Christie Rotamel
PRINT OR TYPE NAME OF NOTARY

MY COMMISSION EXPIRES 7/6/19



5495 Belt Line Road
Suite 200
Dallas, Texas 75254

tel: 214 706 9801
toll: 800 324 7438
fax: 214 706 9878
web: www.ddresorts.com

August 10, 2016

Dear Valued Customer:

On August 1, 2016, Double Diamond Utilities ("DDU") filed a request with the Public Utility Commission of Texas ("PUC") to increase rates at The Cliffs. DDU is proposing an increase in your water and rates to be effective on October 1, 2016. This is the first change in rates for The Cliffs since December 2010.

Per PUC requirements, DDU is providing you the attached Notice of Proposed Rate Change. Please review this notice carefully as it summarizes DDU's request, its impact on sample monthly bills for our customers, as well as information on the processing of our proposal by the PUC.

DDU recognizes that any rate increase is difficult on customers. We have worked diligently to ensure that only reasonable and necessary costs for operating the DDU systems have been included in the proposed increase. And while we are committed to ensuring the financial stability of your utility service for the future, we are also attentive to the impact these necessary increases have on our customers.

You can review our application during normal business hours at either our main office in Dallas, located at 5495 Beltline Road, Suite 200, or at the DDU office in The Cliffs, located in The Cliffs Administrative Building at 160 Cliffs Drive.

Should you have questions regarding this request or any aspect of your utility service, please feel free to contact DDU offices at 214.706.9801.

Sincerely,

A handwritten signature in black ink, appearing to read "Buck Nunley", is written over a circular scribble.

Buck Nunley
Regional Utility Manager

3

P.U.C. DOCKET NO. 46245 *

**NOTICE OF PROPOSED RATE CHANGE
PURSUANT TO TEX. WATER CODE § 13.1871**

Double Diamond Utility Company, Inc., The Cliffs 12087 (water) 20705 (sewer)

Company Name

CCN Number(s)

has filed a rate change application with the Public Utility Commission of Texas (Commission or PUC). The application may be reviewed online at interchange.puc.texas.gov. You may also inspect a copy of the rate change application at your utility's office at the address below or at the Commission's office (1701 N. Congress Ave, Austin, TX 78701). The proposed rates will apply to service received after the effective date provided below, unless modified or suspended by the Commission. If the Commission receives a sufficient number of protests, separately or in a combined protest letter, from at least 29 [number of] ratepayers (10 percent of the utility's customers over whose rates the Commission has original jurisdiction) or from any affected municipality before the 91st day after the proposed effective date, the matter will be set for hearing. See **Protest Form** on the next page for instructions on how to protest.

EFFECTIVE DATE OF PROPOSED INCREASE: 10/1/2016

(must be at least 35 days after notice is provided to customers and 35 days after application is filed)

(Proposed rates requested by the utility are not final. The Commission may modify the rates and order a refund or credit against future bills all sums collected during the pendency of the rate proceeding in excess of the rate finally ordered plus interest.)

Reason(s) for proposed Rate Change:

Current rates not providing adequate recovery of revenue requirements.

BILLING COMPARISON

Water

Existing	5,000 gallons:	\$ <u>49.94</u> /mo	Proposed	5,000 gallons:	\$ <u>68.50</u> /mo
Existing	10,000 gallons:	\$ <u>64.94</u> /mo	Proposed	10,000 gallons:	\$ <u>88.50</u> /mo
Existing	30,000 gallons:	\$ <u>218.69</u> /mo	Proposed	30,000 gallons:	\$ <u>278.50</u> /mo

Sewer

Existing	5,000 gallons:	\$ <u>65.87</u> /mo	Proposed	5,000 gallons:	\$ <u>96.00</u> /mo
Existing	10,000 gallons:	\$ <u>107.12</u> /mo	Proposed	10,000 gallons:	\$ <u>156.00</u> /mo

The Cliffs

Subdivision(s) or System(s) Affected by Rate Change

5495 Beltline Road, Suite 200 Dallas Texas 75254
Company Address City State Zip

(214) 706-9801
Company Phone Number

203,023.00 8/10/2016
Annual Revenue Increase Date Notice Delivered

10/24/2008 Between 1st and 5th each of month
Date of Last Rate Change Date Meters Typically Read

* Prior to providing notice, the utility shall file a request for the assignment of a docket number for the application.

P.U.C. DOCKET NO. 46245

RATEPAYER PROTEST

If you wish to PROTEST the proposed rate change, you must submit this form and 10 copies to:

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

Unless protests are received from at least 10% of ratepayers or from any affected municipality, or the Commission Staff requests a hearing, no hearing will be held and the rates will be effective as proposed.

CUSTOMER INFORMATION (to be completed by customers submitting protests)

First Name: _____ Last Name: _____

Phone Number: _____ Fax Number: _____

Address, City, State: _____

Location where service is received: _____

(if different from the mailing address)

Please fill out the following:

I wish to PROTEST the following proposed rate action/s:

Water Rate Change Sewer Rate Change Both Water and Sewer Rate Change

Other (please specify below)

Signature of Protestor:

Date:

Si desea informacion en Espanol, puede llamar al
1-888-782-8477

Hearing- and speech-impaired individuals with text telephones may contact the PUC's Customer Assistance
Hotline at
512-936-7136

h

NOTICE OF PROPOSED RATE CHANGE - WATER

CURRENT RATES				PROPOSED RATES			
Monthly base rate including _____ 0 gallons				Monthly base rate including _____ 0 gallons			
Meter Size: RESIDENTIAL				Meter Size: RESIDENTIAL			
5/8" or 3/4"	\$	36.14		5/8" or 3/4"	\$	50.00	
1"	\$	90.36		1"	\$	125.00	
1 1/2"	\$	180.72		1 1/2"	\$	250.00	
2"	\$	289.15		2"	\$	400.00	
3"	\$	542.16		3"	\$		
Other:		\$		Other: Rate Case Exp Surcharge-TBD \$			
GALLONAGE CHARGE:				GALLONAGE CHARGE:			
TIER	VOLUME	CHARGE per 1000 gals.		TIER	VOLUME	CHARGE per 1000 gals.	
Tier 1	0 to 3,000 gals.	\$ 2.60 /1000 gals.		Tier 1	0 to 3,000 gals.	\$ 3.50 /1000 gals.	
Tier 2	3,001 to 10,000 gals.	\$ 3.00 /1000 gals.		Tier 2	3,001 to 10,000 gals.	\$ 4.00 /1000 gals.	
Tier 3	10,001 to 15,000 gals.	\$ 5.07 /1000 gals.		Tier 3	10,001 to 15,000 gals.	\$ 6.50 /1000 gals.	
Tier 4	15,001 to 20,000 gals.	\$ 8.56 /1000 gals.		Tier 4	15,001 to 20,000 gals.	\$ 10.50 /1000 gals.	
Tier 5	20,001 to _____ gals.	\$ 8.56 /1000 gals.		Tier 5	20,001 to _____ gals.	\$ 10.50 /1000 gals.	
MISCELLANEOUS FEES				MISCELLANEOUS FEES			
Tap Fee		\$	675.00	Tap Fee		\$	675.00
Reconnect fee: Non-payment		\$	25.00	Reconnect fee: Non-payment (Maximum - \$25.00)		\$	25.00
Customer's Request		\$	25.00	Customer's Request		\$	25.00
Transfer Fee		\$	25.00	Transfer Fee		\$	25.00
Late Charge		\$		Late charge: (Indicate either \$5.00 or 10%)		\$	
Returned Check Charge		\$	30.00	Returned Check Charge		\$	30.00
Deposit		\$	0.00	Deposit (Maximum \$50.00)		\$	0.00
Meter test fee		\$	25.00	Meter test fee (Maximum - \$25.00)		\$	25.00

Regulatory Assessment of 1% is added to base rate and gallonage charges. Additional fees and meter sizes may be shown on a separate page.

If applicable, list any bill payment assistance programs to low income Ratepayers.

Additional Fees/Clarification to Above Fees:
 Tap Fee - Large Meter is Actual Cost (unchanged)
 Meter Relocation Fee is Actual Relocation Cost, Not to Exceed Tap Fee (unchanged)
 Late Charge is 10% of the bill (unchanged)
 Commercial & Non-residential Deposit is 1/6th of estimated annual bill (unchanged)
 Governmental Testing Inspection and Costs Surcharge (unchanged)
 Line Extension and Construction Charges (unchanged)
 Rate Case Expense Surcharge - TBD (NEW)

6

NOTICE OF PROPOSED RATE CHANGE -SEWER

CURRENT RATES		PROPOSED RATES	
Monthly base rate including _____ 3,000 gallons		Monthly base rate including _____ 3,000 gallons	
Meter Size:		Meter Size:	
RESIDENTIAL		RESIDENTIAL	
5/8" or 3/4"	\$ 49.37	5/8" or 3/4"	\$ 72.00
1"	\$ 86.29	1"	\$ 126.00
1 1/2"	\$ 147.83	1 1/2"	\$ 216.00
2"	\$ 221.67	2"	\$ 324.00
3"	\$ 393.98	3"	\$
Other:	\$	Other:	Rate Case Exp Surcharge-TBD \$
GALLONAGE OR FIXED CHARGE:		GALLONAGE OR FIXED CHARGE:	
\$ 8.25		\$ 12.00	
<input type="checkbox"/> per month; OR		<input type="checkbox"/> per month; OR	
<input checked="" type="checkbox"/> for each additional 1,000 gallons over the minimum.		<input checked="" type="checkbox"/> for each additional 1,000 gallons over the minimum.	
Gallonge charges are determined based on average consumption for winter period which includes the following months: December, January, February		Gallonge charges are determined based on average consumption for winter period which includes the following months: December, January, February	
MISCELLANEOUS FEES		MISCELLANEOUS FEES	
Tap Fee	\$ 3,100.00	Tap Fee	\$ 3,100.00
Reconnect fee: Non-payment	\$ 25.00	Reconnect fee: Non-payment (Maximum - \$25.00)	\$ 25.00
Customer's Request	\$ 40.00	Customer's Request	\$ 40.00
Transfer Fee	\$ 40.00	Transfer Fee	\$ 40.00
Late Charge	\$	Late charge: (Indicate either \$5.00 or 10%)	\$
Returned Check Charge	\$ 20.00	Returned Check Charge	\$ 20.00
Deposit	\$ 0.00	Deposit (Maximum \$50.00)	\$ 0.00
Meter test fee	\$	Meter test fee (Maximum - \$25.00)	\$

Regulatory Assessment of 1% is added to base rate and gallonage charges. Additional fees and meter sizes may be shown on a separate page.

If applicable, list any bill payment assistance programs to low income Ratepayers.

Additional Fees/Clarification to Above Fees:
 Tap Fee - Large Connection is Actual Cost (unchanged)
 Late Charge is 10% of the bill (unchanged)
 Commercial & Non-residential Deposit is 1/6th of estimated annual bill (unchanged)
 Governmental Testing Inspection and Costs Surcharge (unchanged)
 Line Extension and Construction Charges (unchanged)
 There is no meter test fee on the sewer tariff
 Rate Case Expense Surcharge - TBD (NEW)

AFFIDAVIT

STATE OF TEXAS

COUNTY OF _____

I, Randy Gracy being duly sworn, file this **NOTICE OF PROPOSED RATE CHANGE**

as President, Double Diamond Utility Company, Inc.
(indicate relationship to Utility, that is, owner, member of partnership, title as officer of corporation, or other authorized representative of Utility); that, in such capacity, I am qualified and authorized to file and verify such NOTICE; and that all statements made and matters set forth herein are true and correct.

I further represent that a copy of the attached NOTICE was provided by

U.S. Mail
(method of delivery)

to each customer or other affected party on or about August 10, 20 16

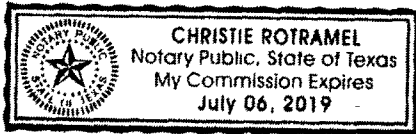
Randy Gracy
AFFILIANT
(Utility's Authorized Representative)

Double Diamond Utility Company, Inc.
NAME OF UTILITY

If the Affiant to this form is any person other than the sole owner, partner, officer of the Utility, or its attorney, a properly verified Power of Attorney must be enclosed.

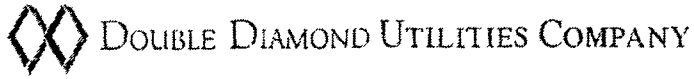
SUBSCRIBED AND SWORN TO BEFORE ME,
this the 30th day of August, 20 16, to certify
which witness my hand and seal of office.

SEAL



Christie Rotramel
NOTARY PUBLIC IN AND FOR THE
STATE OF TEXAS
Christie Rotramel
PRINT OR TYPE NAME OF NOTARY

MY COMMISSION EXPIRES 7/6/19



5495 Belt Line Road
Suite 200
Dallas, Texas 75254

local 214 706 9801
toll 800 324 7438
fax 214 706 9878
web www.ddresorts.com

August 10, 2016

Dear Valued Customer:

On August 1, 2016, Double Diamond Utilities ("DDU") filed a request with the Public Utility Commission of Texas ("PUC") to increase water and sewer rates at White Bluff. DDU is proposing an increase in your water and rates to be effective on October 1, 2016. This is the first change in rates for White Bluff since June 2010.

Per PUC requirements, DDU is providing you the attached Notice of Proposed Rate Change. Please review this notice carefully as it summarizes DDU's request, its impact on sample monthly bills for our customers, as well as information on the processing of our proposal by the PUC.

DDU recognizes that any rate increase is difficult on customers. We have worked diligently to ensure that only reasonable and necessary costs for operating the DDU systems have been included in the proposed increase. And while we are committed to ensuring the financial stability of your utility service for the future, we are also attentive to the impact these necessary increases have on our customers.

You can review our application during normal business hours at either our main office in Dallas, located at 5495 Beltline Road, Suite 200, or at the DDU office in White Bluff, located in the White Bluff Administration Building at 20022 Misty Valley Circle.

Should you have questions regarding this request or any aspect of your utility service, please feel free to contact DDU offices at 214.706.9801.

Sincerely,

A handwritten signature in black ink, appearing to read "Buck Nunley", written over a faint dotted line.

Buck Nunley
Regional Utility Manager

a

P.U.C. DOCKET NO. 46245

RATEPAYER PROTEST

If you wish to PROTEST the proposed rate change, you must submit this form and 10 copies to:

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

Unless protests are received from at least 10% of ratepayers or from any affected municipality, or the Commission Staff requests a hearing, no hearing will be held and the rates will be effective as proposed.

CUSTOMER INFORMATION (to be completed by customers submitting protests)

First Name: _____ Last Name: _____

Phone Number: _____ Fax Number: _____

Address, City, State: _____

Location where service is received: _____

(if different from the mailing address)

Please fill out the following:

I wish to PROTEST the following proposed rate action/s:

Water Rate Change Sewer Rate Change Both Water and Sewer Rate Change

Other (please specify below)

Signature of Protester:

Date:

Si desea informacion en Espanol, puede llamar al
1-888-782-8477

Hearing- and speech-impaired individuals with text telephones may contact the PUC's Customer Assistance
Hotline at
512-936-7136

11

NOTICE OF PROPOSED RATE CHANGE - WATER

CURRENT RATES			PROPOSED RATES		
Monthly base rate including _____ 0 gallons			Monthly base rate including _____ 0 gallons		
Meter Size:			Meter Size:		
RESIDENTIAL			RESIDENTIAL		
5/8" or 3/4"	\$	31.01	5/8" or 3/4"	\$	45.00
1"	\$	77.51	1"	\$	112.50
1 1/2"	\$	155.03	1 1/2"	\$	225.00
2"	\$	248.04	2"	\$	360.00
3"	\$		3"	\$	
Other: \$			Other: Rate Case Exp Surcharge-TBD \$		
GALLONAGE CHARGE:			GALLONAGE CHARGE:		
TIER	VOLUME	CHARGE per 1000 gals.	TIER	VOLUME	CHARGE per 1000 gals.
Tier 1	0 to 3,000 gals.	\$ 1.59 /1000 gals.	Tier 1	0 to 3,000 gals.	\$ 2.30 /1000 gals.
Tier 2	3,001 to 10,000 gals.	\$ 2.19 /1000 gals.	Tier 2	3,001 to 10,000 gals.	\$ 3.20 /1000 gals.
Tier 3	10,001 to 15,000 gals.	\$ 3.02 /1000 gals.	Tier 3	10,001 to 15,000 gals.	\$ 4.45 /1000 gals.
Tier 4	15,001 to 20,000 gals.	\$ 4.17 /1000 gals.	Tier 4	15,001 to 20,000 gals.	\$ 6.10 /1000 gals.
Tier 5	20,001 to _____ gals.	\$ 4.17 /1000 gals.	Tier 5	20,001 to _____ gals.	\$ 6.10 /1000 gals.
MISCELLANEOUS FEES			MISCELLANEOUS FEES		
Tap Fee	\$	675.00	Tap Fee	\$	675.00
Reconnect fee: Non-payment	\$	25.00	Reconnect fee: Non-payment (Maximum - \$25.00)	\$	25.00
Customer's Request	\$	25.00	Customer's Request	\$	25.00
Transfer Fee	\$	25.00	Transfer Fee	\$	25.00
Late Charge	\$		Late charge: (Indicate either \$5.00 or 10%)	\$	
Returned Check Charge	\$	30.00	Returned Check Charge	\$	30.00
Deposit	\$	0.00	Deposit (Maximum \$50.00)	\$	0.00
Meter test fee	\$	25.00	Meter test fee (Maximum - \$25.00)	\$	25.00

Regulatory Assessment of 1% is added to base rate and gallonage charges. Additional fees and meter sizes may be shown on a separate page.

If applicable, list any bill payment assistance programs to low income Ratepayers.

Additional Fees/Clarification to Above Fees:
 Tap Fee - Large Meter is Actual Cost (unchanged)
 Meter Relocation Fee is Actual Relocation Cost, Not to Exceed Tap Fee (unchanged)
 Late Charge is 10% of the bill (unchanged)
 Commercial & Non-residential Deposit is 1/6th of estimated annual bill (unchanged)
 Governmental Testing Inspection and Costs Surcharge (unchanged)
 Line Extension and Construction Charges (unchanged)
 Rate Case Expense Surcharge - TBD (NEW)

NOTICE OF PROPOSED RATE CHANGE –SEWER

CURRENT RATES	PROPOSED RATES
Monthly base rate including <u>3,000</u> gallons Meter Size: RESIDENTIAL	Monthly base rate including <u>3,000</u> gallons Meter Size: RESIDENTIAL
5/8" or 3/4" \$ 41.00	5/8" or 3/4" \$ 57.50
1" \$ 102.50	1" \$ 145.00
1 1/2" \$ 205.00	1 1/2" \$ 295.00
2" \$ 328.00	2" \$ 465.00
3" \$	3" \$
Other: \$	Other: Rate Case Exp Surcharge-TBD \$
GALLONAGE OR FIXED CHARGE:	GALLONAGE OR FIXED CHARGE:
\$ <u>8.00</u>	\$ <u>11.00</u>
<input type="checkbox"/> per month; OR <input checked="" type="checkbox"/> for each additional 1,000 gallons over the minimum. Gallonge charges are determined based on average consumption for winter period which includes the following months: December, January, February	<input type="checkbox"/> per month; OR <input checked="" type="checkbox"/> for each additional 1,000 gallons over the minimum. Gallonge charges are determined based on average consumption for winter period which includes the following months: December, January, February
MISCELLANEOUS FEES	MISCELLANEOUS FEES
Tap Fee \$ 3,100.00	Tap Fee \$ 3,100.00
Reconnect fee: Non-payment \$ 25.00	Reconnect fee: Non-payment (Maximum - \$25.00) \$ 25.00
Customer's Request \$ 40.00	Customer's Request \$ 40.00
Transfer Fee \$ 40.00	Transfer Fee \$ 40.00
Late Charge \$	Late charge: (Indicate either \$5.00 or 10%) \$
Returned Check Charge \$ 20.00	Returned Check Charge \$ 20.00
Deposit \$ 0.00	Deposit (Maximum \$50.00) \$ 0.00
Meter test fee \$	Meter test fee \$ (Maximum - \$25.00)

Regulatory Assessment of 1% is added to base rate and gallonge charges. Additional fees and meter sizes may be shown on a separate page.

If applicable, list any bill payment assistance programs to low income Ratepayers.

Additional Fees/Clarification to Above Fees:
 Tap Fee - Large Connection is Actual Cost (unchanged)
 Late Charge is 10% of the bill (unchanged)
 Commercial & Non-residential Deposit is 1/6th of estimated annual bill (unchanged)
 Governmental Testing Inspection and Costs Surcharge (unchanged)
 Line Extension and Construction Charges (unchanged)
 There is no meter test fee on the sewer tariff
 Rate Case Expense Surcharge - TBD (NEW)