

SOAH DOCKET NO. 473-17-0117.WS  
PUC DOCKET NO. 46245  
COMPANY NAME Double Diamond Utility Company, Inc. - White Bluff Subdivision - Water  
TEST YEAR END 31-Dec-15

Schedule II  
O&M Expense

Acct. No	ACCOUNT	Test Year Total (a)	Company Adjustments To Test Year (b)	Company	Adjustments To Company Request (d)	Adjusted Total (e)=(c)+(d)	
				Requested Test Year Total (c)=(a)+(b)			
610	PURCHASED WATER	\$ -		\$ -		\$ -	
615	POWER EXPENSE-PRODUCTION ONLY	\$ 73,303		\$ 73,303		\$ 73,303	
618	OTHER VOLUME RELATED EXPENSES	\$ 8,289		\$ 8,289	\$ 318	\$ 8,607	2
601-1	EMPLOYEE LABOR	\$ 80,105	\$ 415	\$ 80,520	\$ (415)	\$ 80,105	7
620	MATERIALS	\$ 2,913		\$ 2,913		\$ 2,913	
631-636	CONTRACT WORK	\$ 3,298		\$ 3,298	\$ 890	\$ 4,188	3 & 9
650	TRANSPORTATION EXPENSES	\$ 13,313		\$ 13,313	\$ (3,762)	\$ 9,551	4
664	OTHER PLANT MAINTENANCE	\$ 41,055		\$ 41,055		\$ 41,055	
601-2	OFFICE SALARIES	\$ -		\$ -		\$ -	
601-3	MANAGEMENT SALARIES	\$ -		\$ -		\$ -	
604	EMPLOYEE PENSIONS & BENEFITS	\$ -		\$ -		\$ -	
615	PURCHASED POWER-OFFICE ONLY	\$ -		\$ -		\$ -	
670	BAD DEBT EXPENSE	\$ -		\$ -		\$ -	
676	OFFICE SERVICES & RENTALS	\$ -		\$ -		\$ -	
677	OFFICE SUPPLIES & EXPENSES	\$ 8,716		\$ 8,716		\$ 8,716	
678	PROFESSIONAL SERVICES	\$ -		\$ -		\$ -	
684	INSURANCE	\$ 9,668		\$ 9,668	\$ (3,371)	\$ 6,297	6
666	REGULATORY EXPENSE (RATE CASE)	\$ -		\$ -		\$ -	
667	REGULATORY EXPENSE (OTHER)	\$ 24,476		\$ 24,476	\$ (23,291)	\$ 1,185	8
675	MISCELLANEOUS	\$ 29,261		\$ 29,261	\$ (20,618)	\$ 8,643	3 & 9
	<b>TOTAL</b>	\$ 294,397	\$ 415	\$ 294,812	\$ (50,249)	\$ 244,563	

SOAH DOCKET NO. 473-17-0117.WS  
PUC DOCKET NO. 46245  
COMPANY NAME Double Diamond Utility Company, Inc. - White Bluff Subdivision - Water  
TEST YEAR END 31-Dec-15

Schedule III  
Invested Capital

	Test Year Total	Company Adjustments To Test Year	Company Requested Test Year Total	Adjustments To Company Request	Adjusted Total	
	(a)	(b)	(c)=(a)+(b)	(d)	(e)=(c)+(d)	
<b>INVESTED CAPITAL</b>						
Plant in Service	\$ 3,791,956		\$ 3,791,956	\$ (3)	\$ 3,791,953	
Accumulated Depreciation	\$ (1,603,728)		\$ (1,603,728)	\$ 35	\$ (1,603,693)	
			\$ -			
Net Plant in Service	\$ 2,188,228	\$ -	\$ 2,188,228	\$ 32	\$ 68,355	D Return on Invested Capital
			\$ -			from NDH-1 & NDH-2 - Net
Working Cash Allowance	\$ 24,568		\$ 24,568	\$ (4,188)	\$ 20,380	Plant of DDU Funded Items
Materials and Supplies			\$ -			
Prepayments			\$ -			
Customer Advances Construction			\$ -			
Developer Contribution in Aid of Construction	\$ (1,186,227)		\$ (1,186,227)	\$ (1,186,227)	\$ -	
Customer Deposits			\$ -			
Regulatory Assets			\$ -			
Accumulated DFIT			\$ -		\$ (327,979)	D Return on Invested Capital
Regulatory Liabilities			\$ -			
			\$ -			
<b>TOTAL INVESTED CAPITAL (RATE BASE)</b>	\$ 1,026,569	\$ -	\$ 1,026,569	\$ (1,190,383)	\$ (239,243)	
<b>RATE OF RETURN</b>			8.42%		7.51%	
<b>RETURN ON INVESTED CAPITAL</b>	\$ 30,106	\$ 56,379	\$ 86,485	\$ (86,485)	\$ -	

SOAH DOCKET NO. 473-17-0117.WS  
 PUC DOCKET NO. 46245  
 COMPANY NAME Double Diamond Utility Company, Inc. - White Bluff Subdivision - Water  
 TEST YEAR END 31-Dec-15

Schedule IV  
 Taxes Other Than FIT

	Test Year Total	Company Adjustments To Test Year	Company Requested Test Year Total	Adjustments To Company Request	Adjusted Total
TAXES OTHER THAN FIT	(a)	(b)	(c)=(a)+(b)	(d)	(e)=(c)+(d)
Non-Revenue Related					
Ad Valorem Taxes	\$ 54,977	\$ 483	\$ 55,460		\$ 55,460
Total Property	\$ 54,977	\$ 483	\$ 55,460		\$ 55,460
Payroll Taxes					
FICA			\$ 4,992	\$ (25)	\$ 4,967
MEDICARE			\$ 1,168	\$ (6)	\$ 1,162
MEDICARE-Affordable Care Act				\$ -	\$ -
FUTA			\$ 138	\$ (28)	\$ 110
SUTA			\$ 442	\$ (88)	\$ 354
Total Payroll	\$ 13,198	\$ (6,458)	\$ 6,740	\$ (147)	\$ 6,593
Other Taxes					
Other taxes and Licenses	\$ 1,971		\$ 1,971		\$ 1,971
Total Other Taxes	\$ 1,971		\$ 1,971	\$ -	\$ 1,971
<b>TOTAL TAXES OTHER THAN INCOME</b>	<b>\$ 70,146</b>	<b>\$ (5,975)</b>	<b>\$ 64,171</b>	<b>\$ (147)</b>	<b>\$ 64,024</b>

C

SOAH DOCKET NO.	473-17-0117.WS	Schedule V
PUC DOCKET NO.	46245	Federal Income Taxes
COMPANY NAME	Double Diamond Utility Company, Inc. - White Bluff Subdivision - Water	
TEST YEAR END	31-Dec-15	

	Test Year Total	Company Requested Test Year Total	Adjustments To Company Request	Adjusted Total
	(a)	(c)=(a)+(b)	(d)	(e)=(c)+(d)
<u>FEDERAL INCOME TAXES</u>				
Return	Total	\$ 215,209	\$ (214,342)	\$ 867
Less			\$ -	
Interest Included in Return		\$ 85,579	\$ (90,862)	\$ (5,283)
Plus			\$ -	
Other Adjustments			\$ -	
<u>TAXABLE COMPONENT OF RETURN</u>		\$ 129,630	\$ (123,480)	\$ 6,150
			\$ -	
TAX RATE		26%		39%
			\$ -	
TAX FACTOR (1/(1-TR))*(TR)		0.351351351	\$ 0.29	0.639344262
<u>FEDERAL INCOME TAX BEFORE ADJUSTMENTS</u>		\$ 45,545.68	\$ (41,614)	\$ 3,931.86
			\$ -	
LESS			\$ -	
Surtax Exemption		\$ -	\$ (27,459.00)	\$ (27,459)
			\$ -	
<u>TOTAL FEDERAL INCOME TAXES</u>		\$ 45,546	\$ (69,073)	\$ (23,527)
			\$ -	
Allocation Factor (White Bluff Water NI/Total White Bluff NI)		40.35%		0.00%
			\$ -	
<u>Allocated to White Bluff - Water</u>		\$ 18,378	\$ (18,378)	\$ -

SOAH DOCKET NO. 473-17-0117 WS  
PUC DOCKET NO. 46245  
COMPANY NAME Double Diamond Utility Company, Inc. - White Bluff Subdivision - Sewer  
TEST YEAR END 31-Dec-15

Schedule I  
Revenue Requirement

	Test Year Total	Company Adjustments To Test Year	Company Requested Test Year Total	Adjustments To Company Request	Adjusted Total
<b>REVENUE REQUIREMENT</b>	(a)	(b)	(c)=(a)+(b)	(d)	(e)=(c)+(d)
Operations and Maintenance	\$ 257,348	\$ 20,472	\$ 277,820	\$ (51,115)	\$ 226,705
Depreciation and Amortization Expense	\$ 69,816	\$ 14,884	\$ 84,700	\$ (13,203)	\$ 71,497
Taxes Other Than Income	\$ 62,144	\$ (4,038)	\$ 58,106	\$ (3,528)	\$ 54,578
Federal Income Taxes	\$ -	\$ 27,354	\$ 27,354	\$ (27,354)	\$ -
Return on Invested Capital	\$ 721	\$ 128,003	\$ 128,724	\$ (127,857)	\$ 867
<b>TOTAL</b>	<b>\$ 390,029</b>	<b>\$ -</b>	<b>\$ 576,704</b>	<b>\$ (223,056)</b>	<b>\$ 353,648</b>
Other Revenues - Taps, Recon, late fee, Etc.			\$ (4,574)		(4574)
Revenue Requirement Used to Set Rates	\$ 390,029	\$ 186,675	\$ 572,130	\$ (223,056)	\$ 349,074

A Depreciation

SOAH DOCKET NO. 473-17-0117.WS  
PUC DOCKET NO. 46245  
COMPANY NAME Double Diamond Utility Company, Inc - White Bluff Subdivision - Sewer  
TEST YEAR END 31-Dec-15

Schedule II  
O&M Expense

OPERATIONS AND MAINTENANCE EXPENSE		Test Year	Company	Company	Adjustments	Adjusted	
Acct. No.	ACCOUNT	Total	Adjustments To Test Year	Requested Test Year Total	To Company Request	Total	
		(a)	(b)	(c)=(a)+(b)	(d)	(e)=(c)+(d)	
610	PURCHASED WATER	\$0.00		\$0.00		\$0.00	
615	POWER EXPENSE-PRODUCTION ONLY	\$12,020.00		\$12,020.00		\$12,020.00	
618	OTHER VOLUME RELATED EXPENSES	\$2,409.00		\$2,409.00	(\$530.00)	\$1,879.00	2
601-1	EMPLOYEE LABOR	\$70,968.00	\$20,472.00	\$91,440.00	(\$20,472.00)	\$70,968.00	7
620	MATERIALS	\$2,581.00		\$2,581.00		\$2,581.00	
631-636	CONTRACT WORK	\$2,922.00		\$2,922.00	\$790.00	\$3,712.00	3 & 9
650	TRANSPORTATION EXPENSES	\$11,795.00		\$11,795.00	(\$2,912.00)	\$8,883.00	4
664	OTHER PLANT MAINTENANCE	\$100,955.00		\$100,955.00		\$100,955.00	
601-2	OFFICE SALARIES	\$0.00		\$0.00		\$0.00	
601-3	MANAGEMENT SALARIES	\$0.00		\$0.00		\$0.00	
604	EMPLOYEE PENSIONS & BENEFITS	\$0.00		\$0.00		\$0.00	
615	PURCHASED POWER-OFFICE ONLY	\$0.00		\$0.00		\$0.00	
670	BAD DEBT EXPENSE	\$0.00		\$0.00		\$0.00	
676	OFFICE SERVICES & RENTALS	\$0.00		\$0.00		\$0.00	
677	OFFICE SUPPLIES & EXPENSES	\$7,722.00		\$7,722.00		\$7,722.00	
678	PROFESSIONAL SERVICES	\$3,937.00		\$3,937.00	(\$2,907.00)	\$1,030.00	5 2907 to be recovered as a surcharge
684	INSURANCE	\$8,566.00		\$8,566.00	(\$1,127.00)	\$7,439.00	6
666	REGULATORY EXPENSE (RATE CASE)	\$0.00		\$0.00		\$0.00	
667	REGULATORY EXPENSE (OTHER)	\$7,049.00		\$7,049.00	(\$2,519.00)	\$4,530.00	8
675	MISCELLANEOUS	\$26,424.00		\$26,424.00	(\$21,438.00)	\$4,986.00	3 & 9
<b>TOTAL</b>		<b>\$257,348</b>	<b>\$20,472</b>	<b>\$277,820</b>	<b>(\$51,115)</b>	<b>\$226,705</b>	

SOAH DOCKET NO. 473-17-0117.WS  
PUC DOCKET NO. 46245  
COMPANY NAME Double Diamond Utility Company, Inc. - White Bluff Subdivision - Sewer  
TEST YEAR END 31-Dec-15

Schedule III  
Invested Capital

	Test Year Total	Company Adjustments To Test Year	Company Requested Test Year Total	Adjustments To Company Request	Adjusted Total	
	(a)	(b)	(c)=(a)+(b)	(d)	(e)=(c)+(d)	
<b>INVESTED CAPITAL</b>						
Plant in Service	\$ 2,847,336		\$ 2,847,336	\$ 30,015	\$ 2,877,351	
Accumulated Depreciation	\$ (1,205,081)		\$ (1,205,081)	\$ (1,802)	\$ (1,206,883)	
<b>Net Plant in Service</b>	\$ 1,642,255	\$ -	\$ 1,642,255	\$ 28,213	\$ 2,403,030	D Return on Invested Capital from NDH-1 & NDH-2 - Net Plant of DDU Funded Items
Working Cash Allowance Materials and Supplies Prepayments Customer Advances Construction	\$ 23,152		\$ 23,152	\$ (4,260)	\$ 18,892	
Developer Contribution in Aid of Construction Customer Deposits Regulatory Assets Accumulated DFIT Regulatory Liabilities	\$ (137,457)		\$ (137,457)	\$ (137,457)	\$ -	
					\$ (31,375)	D Return on Invested Capital
<b>TOTAL INVESTED CAPITAL (RATE BASE)</b>	\$ 1,527,950	\$ -	\$ 1,527,950	\$ (113,504)	\$ 11,547	
<b>RATE OF RETURN</b>			8.42%		7.51%	
<b>RETURN ON INVESTED CAPITAL</b>	\$ 721	\$ 128,003	\$ 128,724	\$ (127,857)	\$ 867	

SOAH DOCKET NO. 473-17-0117.WS  
 PUC DOCKET NO 46245  
 COMPANY NAME Double Diamond Utility Company, Inc. - White Bluff Subdivision - Sewer  
 TEST YEAR END 31-Dec-15

Schedule IV  
 Taxes Other Than FIT

	Test Year Total	Company Adjustments To Test Year	Company Requested Test Year Total	Adjustments To Company Request	Adjusted Total
	(a)	(b)	(c)=(a)+(b)	(d)	(e)=(c)+(d)
<b>TAXES OTHER THAN FIT</b>					
Non-Revenue Related					
Ad Valorem Taxes	\$ 48,706.00		\$ 48,706.00		\$ 48,706.00
Total Property	\$ 48,706.00	\$ -	\$ 48,706.00		\$ 48,706.00
Payroll Taxes					
FICA			\$ 5,669.00		\$ 4,400.02
MEDICARE			\$ 1,326.00		\$ 1,029.04
MEDICARE-Affordable Care Act			\$ -		\$ -
FUTA			\$ 156.00		\$ 68.25
SUTA			\$ 503.00		\$ 219.38
Total Payroll	\$ 11,692.00	\$ (4,038.00)	\$ 7,654.00	\$ -	\$ 5,716.68
Other Taxes					
Other taxes and Licenses	\$ 1,746.00		\$ 1,746.00	\$ (1,590.62)	\$ 155.38
Total Other Taxes	\$ 1,746.00		\$ 1,746.00	\$ (1,590.62)	\$ 155.38
<b>TOTAL TAXES OTHER THAN INCOME</b>	<b>\$ 62,144.00</b>	<b>\$ (4,038.00)</b>	<b>\$ 58,106.00</b>	<b>\$ (1,590.62)</b>	<b>\$ 54,578.06</b>

B Taxes



SOAH DOCKET NO. 473-17-0117.WS  
PUC DOCKET NO. 46245  
COMPANY NAME Double Diamond Utility Company, Inc. - White Bluff Subdivision - Sewer  
TEST YEAR END 31-Dec-15

Schedule V  
Federal Income Taxes

	Test Year Total (a)	Company Requested Test Year Total (c)=(a)+(b)	Adjustments To Company Request (d)	Adjusted Total (e)=(c)+(d)
<u>FEDERAL INCOME TAXES</u>				
Return	Total	\$ 215,209.00	\$ (214,342)	\$ 867.27
Less			\$ -	
Interest Included in Return		\$ 85,579.00	\$ (90,862)	\$ (5,282.56)
Plus			\$ -	
Other Adjustments			\$ -	
<u>TAXABLE COMPONENT OF RETURN</u>		\$ 129,630.00	\$ (123,480)	\$ 6,149.83
TAX RATE		26%		39%
TAX FACTOR	(1/(1-TR))*(TR)	0.351351351	\$ 0.29	0.639344262
<u>FEDERAL INCOME TAX BEFORE ADJUSTMENTS</u>		\$ 45,545.68	\$ (41,614)	\$ 3,931.86
LESS			\$ -	
Surtax Exemption		\$ -	\$ (27,459.00)	\$ (27,459.00)
<u>TOTAL FEDERAL INCOME TAXES</u>		\$ 45,545.68	\$ (69,073)	\$ (23,527.14)
Allocation Factor	(White Bluff Sewer NI/Total White Bluff NI)	60.06%		100.00%
Allocated to White Bluff - Sewer		\$ 27,354.00	\$ (27,354)	\$ -

**Allocation of Payroll**

**Company Claim**

Name	Title	Water	WW	License Status
Jody Bledsoe	Utilities Operator	50.0%	50.0%	Water license current; wastewater license expired
Clovis C Wilhelm	Wastewater Operator	25.0%	75.0%	Wastewater license current
Jerry Whitworth	Utilities Back Hoe Operator	50.0%	50.0%	
Dwayne Cota	Utilities Operator	50.0%	50.0%	Class D water license expired
Todd Dilworth	Utilities Manager	50.0%	50.0%	Class C water and wastewater, and CSI
Buck W Nunley	Regulatory Director of Utilities	12.5%	12.5%	Class C Surface license
Danny Keeton	Equipment Operator	50.0%	50.0%	

**Adjust**

Name	Title	Water	WW	License Status
Jody Bledsoe	Utilities Operator	100.0%	0.0%	Water license current; wastewater license expired
Clovis C Wilhelm	Wastewater Operator	0.0%	100.0%	Wastewater license current
Jerry Whitworth	Utilities Back Hoe Operator	0.0%	0.0%	
Dwayne Cota	Utilities Operator	100.0%	0.0%	Class D water license expired
Todd Dilworth	Utilities Manager	50.0%	50.0%	Class C water and wastewater, and CSI
Buck W Nunley	Regulatory Director of Utilities	12.5%	12.5%	Class C Surface license
Danny Keeton	Equipment Operator	0.0%	0.0%	

		Tax Rate	Taxable Wages	Adjusted Total
<u>PAYROLL TAXES - WHITE BLUFF WATER</u>				(e)=(c)*(d)
FICA	All Wages	6.20%	\$ 80,105.00	\$ 4,966.51
MEDICARE	All Wages	1.45%	\$ 80,105.00	\$ 1,161.52
MEDICARE-Affordable Care Act		0.00%	\$ 80,105.00	\$ -
FUTA	Wages to \$7000	0.60%	\$ 18,375.00	\$ 110.25
SUTA	Wages to \$9000	1.50%	\$ 23,625.00	\$ 354.38
<u>TOTAL PAYROLL</u>				<u>\$ 6,592.66</u>

		Tax Rate	Taxable Wages	Adjusted Total
<u>PAYROLL TAXES - WHITE BLUFF SEWER</u>				(e)=(c)*(d)
FICA		6.20%	\$ 70,968.00	\$ 4,400.02
MEDICARE		1.45%	\$ 70,968.00	\$ 1,029.04
MEDICARE-Affordable Care Act		0.00%	\$ 70,968.00	\$ -
FUTA		0.60%	\$ 11,375.00	\$ 68.25
SUTA		1.50%	\$ 14,625.00	\$ 219.38
<u>TOTAL PAYROLL</u>				<u>\$ 5,716.68</u>

# **ATTACHMENT B**

SOAH DOCKET NO. 473-17-0117.WS  
PUC DOCKET NO. 46245  
COMPANY NAME Double Diamond Utility Company, Inc. - The Cliffs - Water  
TEST YEAR END 31-Dec-15

Staff Schedule I  
Revenue Requirement

	Test Year Total	Company Adjustments To Test Year	Company Requested Test Year Total	Adjustments To Company Request	Adjusted Total
	(a)	(b)	(c)=(a)+(b)	(d)	(e)=(c)+(d)
<b>REVENUE REQUIREMENT</b>					
Operations and Maintenance	\$ 454,860	\$ 61,871	\$ 516,731	\$ -	\$ 516,731
Depreciation and Amortization Expense	\$ 83,982	\$ 23,724	\$ 107,706	\$ (23,733)	\$ 83,973
Taxes Other Than Income	\$ 19,884	\$ 631	\$ 20,515	\$ (1,247)	\$ 19,268
Federal Income Taxes	\$ -	\$ 10,747	\$ 10,747	\$ 476	\$ 11,223
Return on Invested Capital	\$ (21,396)	\$ 114,487	\$ 93,091	\$ (15,430)	\$ 77,661
<b>TOTAL</b>	<b>\$ 537,330</b>	<b>\$ 211,460</b>	<b>\$ 748,790</b>	<b>\$ (39,934)</b>	<b>\$ 708,856</b>
Other Revenues - Taps, Recon, late fee, Etc.	\$ -	\$ -	\$ (5,321)	\$ -	\$ (5,321)
<b>Revenue Requirement Used to Set Rates</b>	<b>\$ 537,330</b>	<b>\$ -</b>	<b>\$ 743,469</b>	<b>\$ (39,934)</b>	<b>\$ 703,535</b>

SOAH DOCKET NO 473-17-0117 WS  
PUC DOCKET NO 46245  
COMPANY NAME Double Diamond Utility Company, Inc - The Cliffs - Water  
TEST YEAR END 31-Dec-15

Attachment JR-2 Staff Schedule I  
Revenue Requirement

	Test Year Total	Company Adjustments To Test Year	Company Requested Test Year Total	Adjustments To Company Request	Adjusted Total
<b>REVENUE REQUIREMENT</b>	(a)	(b)	(c)=(a)+(b)	(d)	(e)=(c)+(d)
Operations and Maintenance	\$ 260,326	\$ 25,824	\$ 286,150	\$ -	\$ 286,150
Depreciation and Amortization Expense	\$ 45,823	\$ 32,620	\$ 78,443	\$ (32,620)	\$ 45,823
Taxes Other Than Income	\$ 10,849	\$ (304)	\$ 10,545	\$ (686)	\$ 9,859
Federal Income Taxes	\$ -	\$ 5,576	\$ 5,576	\$ 84	\$ 5,660
Return on Invested Capital	\$ 15,032	\$ 33,269	\$ 48,301	\$ (9,132)	\$ 39,169
<b>TOTAL</b>	\$ 332,030	\$ 96,985	\$ 429,015	\$ (42,354)	\$ 386,661
Other Revenues - Taps, Recon, late fee, Etc			\$ (2,903)		\$ (2,903)
<b>Revenue Requirement Used to Set Rates</b>	\$ 332,030	\$ 94,082	\$ 426,112	\$ (42,354)	\$ 383,758

A Depreciation

SOAH DOCKET NO. 473-17-0117 WS  
PUC DOCKET NO. 46245  
COMPANY NAME Double Diamond Utility Company, Inc. - The Cliffs Subdivision - Water  
TEST YEAR END 31-Dec-15

Attachment JR-2 Staff Schedule II  
O&M Expense

Acct. No	ACCOUNT	Test Year	Company	Company	Adjustments	Adjusted
		Total	Adjustments	Requested	To Company	Total
		(a)	To Test Year	Total	Request	(e)=(c)+(d)
			(b)	(c)=(a)+(b)	(d)	
610	PURCHASED WATER			\$0		\$0
615	POWER EXPENSE-PRODUCTION ONLY	\$18,275		\$18,275		\$18,275
618	OTHER VOLUME RELATED EXPENSES	\$21,107		\$21,107		\$21,107
601-1	EMPLOYEE LABOR	\$61,126	\$25,824	\$86,950		\$86,950
620	MATERIALS	\$1,636		\$1,636		\$1,636
631-636	CONTRACT WORK	\$12,110		\$12,110		\$12,110
650	TRANSPORTATION EXPENSES	\$15,924		\$15,924		\$15,924
664	OTHER PLANT MAINTENANCE	\$65,828		\$65,828		\$65,828
601-2	OFFICE SALARIES			\$0		\$0
601-3	MANAGEMENT SALARIES			\$0		\$0
604	EMPLOYEE PENSIONS & BENEFITS			\$0		\$0
615	PURCHASED POWER-OFFICE ONLY			\$0		\$0
670	BAD DEBT EXPENSE			\$0		\$0
676	OFFICE SERVICES & RENTALS			\$0		\$0
677	OFFICE SUPPLIES & EXPENSES	\$6,088		\$6,088		\$6,088
678	PROFESSIONAL SERVICES	\$21,231		\$21,231		\$21,231
684	INSURANCE	\$11,243		\$11,243		\$11,243
666	REGULATORY EXPENSE (RATE CASE)			\$0		\$0
667	REGULATORY EXPENSE (OTHER)	\$3,326		\$3,326		\$3,326
675	MISCELLANEOUS	\$22,432		\$22,432		\$22,432
	<b>TOTAL</b>	<b>\$260,326</b>	<b>\$25,824</b>	<b>\$286,150</b>	<b>\$0</b>	<b>\$286,150</b>

\*Rounding

SOAH DOCKET NO 473-17-0117 WS  
PUC DOCKET NO. 46245  
COMPANY NAME Double Diamond Utility Company, Inc. - The Cliffs Subdivision - Water  
TEST YEAR END 31-Dec-15

Attachment JR-2 Staff Schedule III  
Invested Capital

	Test Year Total	Company Adjustments To Test Year	Company Requested Test Year Total	Adjustments To Company Request	Adjusted Total
	(a)	(b)	(c)=(a)+(b)	(d)	(e)=(c)+(d)
<b>INVESTED CAPITAL</b>					
Plant in Service	\$ 1,612,546	\$ -	\$ 1,612,546	\$ -	\$ 1,612,546
Accumulated Depreciation	\$ (826,559)	\$ -	\$ (826,559)	\$ -	\$ (826,559)
Net Plant in Service	\$ 785,987	\$ -	\$ 785,987	\$ -	\$ 785,987
Working Cash Allowance	\$ 35,769	\$ -	\$ 35,769	\$ (11,923)	\$ 23,846
Materials and Supplies	\$ -	\$ -	\$ -	\$ -	\$ -
Prepayments	\$ -	\$ -	\$ -	\$ -	\$ -
Customer Advances Construction	\$ -	\$ -	\$ -	\$ -	\$ -
Developer Contribution in Aid of Construction	\$ (248,421)	\$ -	\$ (248,421)	\$ -	\$ (248,421)
Customer Deposits	\$ -	\$ -	\$ -	\$ -	\$ -
Regulatory Assets	\$ -	\$ -	\$ -	\$ -	\$ -
Accumulated DFIT	\$ -	\$ -	\$ -	\$ -	\$ (39,859)
Regulatory Liabilities	\$ -	\$ -	\$ -	\$ -	\$ -
<b>TOTAL INVESTED CAPITAL (RATE BASE)</b>	\$ 573,335	\$ -	\$ 573,335	\$ (11,923)	\$ 521,553
<b>RATE OF RETURN</b>			8.42%		7.51%
<b>RETURN ON INVESTED CAPITAL</b>	\$ 15,032	\$ 33,243	\$ 48,275	\$ (9,106)	\$ 39,169

D Return on Invested Capital

D Return on Invested Capital



SOAH DOCKET NO. 473-17-0117.WS  
PUC DOCKET NO. 46245  
COMPANY NAME Double Diamond Utility Company, Inc. - The Cliffs Subdivision - Water  
TEST YEAR END 31-Dec-15

Attachment JR-2 Staff Schedule IV  
Taxes Other Than FIT

	Test Year Total	Company Adjustments To Test Year	Company Requested Test Year Total	Adjustments To Company Request	Adjusted Total
TAXES OTHER THAN FIT	(a)	(b)	(c)=(a)+(b)	(d)	(e)=(c)+(d)
<b>Non-Revenue Related</b>					
Ad Valorem Taxes	\$ 865	\$ 33	\$ 898	\$	\$ 898
Total Property	\$ 865	\$ 33	\$ 898	\$	\$ 898
<b>Payroll Taxes</b>					
FICA			\$ 5,391	\$ (0)	\$ 5,391
MEDICARE			\$ 1,261	\$ (0)	\$ 1,261
MEDICARE-Affordable Care Act				\$ -	\$ -
FUTA			\$ 147	\$ (67)	\$ 80
SUTA			\$ 473	\$ (215)	\$ 258
Total Payroll	\$ 7,608	\$ (336)	\$ 7,272	\$ (282)	\$ 6,990
<b>Other Taxes</b>					
Other taxes and Licenses	\$ 1,971		\$ 1,971	\$	\$ 1,971
Total Other Taxes	\$ 1,971		\$ 1,971	\$ -	\$ 1,971
<b>TOTAL TAXES OTHER THAN INCOME</b>	\$ 10,444	\$ (303)	\$ 10,141	\$ (282)	\$ 9,859

SOAH DOCKET NO 473-17-0117.WS  
PUC DOCKET NO. 46245  
COMPANY NAME Double Diamond Utility Company, Inc. - The Cliffs - Water  
TEST YEAR END 31-Dec-15

Attachment JR -2 Staff Schedule V  
Federal Income Taxes

	Test Year Total	Company Requested Test Year Total	Adjustments To Company Request	Adjusted Total
	(a)	(c)=(a)+(b)	(d)	(e)=(c)+(d)
<b>FEDERAL INCOME TAXES</b>				
Return	Total	\$ 93,091	\$ (15,430)	\$ 77,661
Less			\$ -	
Interest Included in Return		\$ 37,018	\$ (13,027)	\$ 23,991
Plus			\$ -	
Other Adjustments			\$ -	
TAXABLE COMPONENT OF RETURN		\$ 56,073	\$ (2,403)	\$ 53,670
TAX RATE		16%		25%
TAX FACTOR		$(1/(1-TR))*(TR)$		
FEDERAL INCOME TAX BEFORE ADJUSTMENTS		\$ 10,746	\$ 7,144	\$ 17,890
LESS			\$ -	
Surtax Exemption		\$ -	\$ (6,667.00)	\$ (6,667.00)
TOTAL FEDERAL INCOME TAXES		\$ 10,746	\$ 477	\$ 11,223
Allocation Factor	(Cliffs Sewer NI/Total Cliffs NI)	52%		50%
Allocated to The Cliffs - Water		\$ 5,576	\$ 84	\$ 5,660

SOAH DOCKET NO. 473-17-0117.WS  
PUC DOCKET NO. 46245  
COMPANY NAME Double Diamond Utility Company, Inc. - The Cliffs - Water  
TEST YEAR END 31-Dec-15

Attachment JR-2 Staff Schedule VI  
Payroll Taxes

		Tax Rate	Taxable Wages	Adjusted Total (e)=(c)*(d)
<b>PAYROLL TAXES - THE CLIFFS WATER</b>				
FICA	All Wages	6.20%	\$ 86,950	\$ 5,391
MEDICARE	All Wages	1.45%	\$ 86,950	\$ 1,261
MEDICARE-Affordable Care Act		0.00%	\$ 86,950	\$ -
FUTA	Wages to \$7000	0.60%	\$ 13,391	\$ 80
SUTA	Wages to \$9000	1.50%	\$ 17,217	\$ 258
<b>TOTAL PAYROLL</b>				<b>\$ 6,990</b>

		Tax Rate	Taxable Wages	Staff Adjusted Total (e)=(c)*(d)
<b>PAYROLL TAXES - THE CLIFFS SEWER</b>				
FICA		6.20%	\$ 86,950	\$ 5,391
MEDICARE		1.45%	\$ 86,950	\$ 1,261
MEDICARE-Affordable Care Act		0.00%	\$ 86,950	\$ -
FUTA		0.60%	\$ 7,434	\$ 45
SUTA		1.50%	\$ 9,558	\$ 143
<b>TOTAL PAYROLL</b>				<b>\$ 6,840</b>

SOAH DOCKET NO 473-17-0117 WS  
 PUC DOCKET NO 46245  
 COMPANY NAME Double Diamond Utility Company, Inc - The Cliffs Subdivision - Sewer  
 TEST YEAR END 31-Dec-15

Attachment JR- 3 Staff Schedule I  
 Revenue Requirement

	Test Year Total	Company Adjustments To Test Year	Company Requested Test Year Total	Adjustments To Company Request	Adjusted Total	
<b>REVENUE REQUIREMENT</b>	(a)	(b)	(c)=(a)+(b)	(d)	(e)=(c)+(d)	
Operations and Maintenance	\$ 194,534	\$ 36,047	\$ 230,581	\$ -	\$ 230,581	
Depreciation and Amortization Expense	\$ 38,159	\$ (8,896)	\$ 29,263	\$ 8,887	\$ 38,150	A Depreciation
Taxes Other Than Income	\$ 9,035	\$ 935	\$ 9,970	\$ (561)	\$ 9,409	
Federal Income Taxes	\$ -	\$ 5,171	\$ 5,171	\$ 392	\$ 5,563	
Return on Invested Capital	\$ (36,428)	\$ 81,218	\$ 44,790	\$ (6,297)	\$ 38,493	
<b>TOTAL</b>	\$ 205,300	\$ -	\$ 319,775	\$ 2,420	\$ 322,195	
Other Revenues - Taps, Recon, late fee, Etc			\$ (2,418)	\$ -	\$ (2418)	
Revenue Requirement Used to Set Rates	\$ 205,300	\$ 114,475	\$ 317,357	\$ 2,420	\$ 319,777	

SOAH DOCKET NO. 473-17-0117 WS  
 PUC DOCKET NO. 46245  
 COMPANY NAME Double Diamond Utility Company, Inc. - The Cliffs Subdivision - Sewer  
 TEST YEAR END 31-Dec-15

Attachment JR-3 Staff Schedule II  
 O&M Expense

OPERATIONS AND MAINTENANCE EXPENSE		Test Year	Company	Company	Adjustments	Adjusted
Acct. No	ACCOUNT	Total	Adjustments	Requested	To Company	Total
		(a)	To Test Year	Total	Request	(e)=(c)+(d)
			(b)	(c)=(a)+(b)	(d)	
610	PURCHASED WATER			\$0		\$0
615	POWER EXPENSE-PRODUCTION ONLY	\$3,292		\$3,292		\$3,292
618	OTHER VOLUME RELATED EXPENSES	\$373		\$373		\$373
601-1	EMPLOYEE LABOR	\$50,903	\$36,047	\$86,950		\$86,950
620	MATERIALS	\$1,363		\$1,363		\$1,363
631-636	CONTRACT WORK	\$10,084		\$10,084		\$10,084
650	TRANSPORTATION EXPENSES	\$13,261		\$13,261		\$13,261
664	OTHER PLANT MAINTENANCE	\$57,231		\$57,231		\$57,231
601-2	OFFICE SALARIES			\$0		\$0
601-3	MANAGEMENT SALARIES			\$0		\$0
604	EMPLOYEE PENSIONS & BENEFITS			\$0		\$0
615	PURCHASED POWER-OFFICE ONLY			\$0		\$0
670	BAD DEBT EXPENSE			\$0		\$0
676	OFFICE SERVICES & RENTALS			\$0		\$0
677	OFFICE SUPPLIES & EXPENSES	\$5,069		\$5,069		\$5,069
678	PROFESSIONAL SERVICES	\$3,028		\$3,028		\$3,028
684	INSURANCE	\$9,363		\$9,363		\$9,363
666	REGULATORY EXPENSE (RATE CASE)			\$0		\$0
667	REGULATORY EXPENSE (OTHER)	\$21,886		\$21,886		\$21,886
675	MISCELLANEOUS	\$18,681		\$18,681		\$18,681
	<b>TOTAL</b>	<b>\$194,534</b>	<b>\$36,047</b>	<b>\$230,581</b>	<b>\$0</b>	<b>\$230,581</b>

\*Rounding

SOAH DOCKET NO 473-17-0117.WS  
 PUC DOCKET NO. 46245  
 COMPANY NAME Double Diamond Utility Company, Inc - The Cliffs - Sewer  
 TEST YEAR END 31-Dec-15

Attachment JR-3 Staff Schedule III  
 Invested Capital

	Test Year Total (a)	Company Adjustments To Test Year (b)	Company Requested Test Year Total (c)=(a)+(b)	Adjustments To Company Request (d)	Adjusted Total (e)=(c)+(d)
<b>INVESTED CAPITAL</b>					
Plant in Service	\$ 1,017,635		\$ 1,017,635	\$ -	\$ 1,017,635
Accumulated Depreciation	\$ (442,907)		\$ (442,907)	\$ -	\$ (442,907)
Net Plant in Service	\$ 574,728	\$ -	\$ 574,728	\$ -	\$ 574,728
Working Cash Allowance	\$ 28,823		\$ 28,823	\$ (9,608)	\$ 19,215
Materials and Supplies			\$ -		
Prepayments			\$ -		
Customer Advances Construction			\$ -		
Developer Contribution in Aid of Construction	\$ (71,898)		\$ (71,898)	\$ -	\$ (71,898)
Customer Deposits			\$ -		
Regulatory Assets			\$ -		
Accumulated DFIT			\$ -		\$ (9,495)
Regulatory Liabilities			\$ -		
<b>TOTAL INVESTED CAPITAL (RATE BASE)</b>	\$ 531,653		\$ 531,653	\$ (9,608)	\$ 512,550
<b>RATE OF RETURN</b>			8.42%		7.51%
<b>RETURN ON INVESTED CAPITAL</b>	\$ (36,428)	\$ 81,193	\$ 44,765	\$ (6,273)	\$ 38,493

D Return on Invested Capital  
 D Return on Invested Capital

SOAH DOCKET NO. 473-17-0117.WS  
PUC DOCKET NO. 46245  
COMPANY NAME Double Diamond Utility Company, Inc. -The Cliffs Subdivision - Sewer  
TEST YEAR END 31-Dec-15

Attachment JR-3 Staff Schedule IV  
Taxes Other Than FIT

	Test Year Total (a)	Company Adjustments To Test Year (b)	Company Requested Test Year Total (c)=(a)+(b)	Adjustments To Company Request (d)	Adjusted Total (e)=(c)+(d)
<b>TAXES OTHER THAN FIT</b>					
Non-Revenue Related					
Ad Valorem Taxes	\$ 721		\$ 721		\$ 721
Total Property	\$ 721	\$ -	\$ 721		\$ 721
Payroll Taxes					
FICA			\$ 5,391		\$ 5,391
MEDICARE			\$ 1,261		\$ 1,261
MEDICARE-Affordable Care Act			\$ -		\$ -
FUTA			\$ 147	\$ (102)	\$ 45
SUTA			\$ 473	\$ (460)	\$ 13
Total Payroll	\$ 11,692	\$ (4,420)	\$ 7,272	\$ (562)	\$ 6,710
Other Taxes					
Other taxes and Licenses	\$ 1,978		\$ 1,978		\$ 1,978
Total Other Taxes	\$ 1,978		\$ 1,978	\$ -	\$ 1,978
<b>TOTAL TAXES OTHER THAN INCOME</b>	\$ 14,391	\$			

SOAH DOCKET NO. 473-17-0117.WS Attachment JS-3 Staff Schedule V  
PUC DOCKET NO. 46245 Federal Income Taxes  
COMPANY NAME Double Diamond Utility Company, Inc - The Cliffs Subdivision - Sewer  
TEST YEAR END 31-Dec-15

	Test Year Total (a)	Company Requested Test Year Total (c)=(a)+(b)	Adjustments To Company Request (d)	Adjusted Total (e)=(c)+(d)
FEDERAL INCOME TAXES				
Return	Total	\$ 93,091		\$ 77,661
Less				
Interest Included in Return		\$ 37,018		\$ 23,991
Plus				
Other Adjustments				
TAXABLE COMPONENT OF RETURN		\$ 56,073		\$ 53,670
TAX RATE		16%		25%
TAX FACTOR $(1/(1-TR))*(TR)$		0.191648077		0.333333333
FEDERAL INCOME TAX BEFORE ADJUSTMENTS		\$ 10,746	\$ -	\$ 17,890
LESS				
Surtax Exemption		\$ -		\$ (6,667.00)
TOTAL FEDERAL INCOME TAXES		\$ 10,746		\$ 11,223
Allocation Factor (Cliffs Sewer NI/Total Cliffs NI)		60.06%		49.56%
Allocated to The Cliffs - Sewer		\$ 6,454	\$ (891)	\$ 5,563



# ATTACHMENT C

Utility Name: Double Diamond WHITE BLUFF (Water)  
 Docket Number: 46245  
 SOAH Docket Number: 473-17-0119

STAFF'S REQUESTED RATES			
Use For Multi-Tiered Rates			
<b>Minimum Bill</b>			
	(includes		
	5/8"		
	3/4"		\$21.15
	1"		\$52.86
	1 1/2"		\$105.72
	2"		\$169.16
	3"		
	4"		
	6"		
<b>Gallage Rates</b>			
0	to	3,000	1.59
3,001	to	10000	2.19
10001	to	15000	3.02
15001	to	20000	4.17
20001	to		5.76
<b>No. of Meters</b>			
	5/8"		
	3/4"		606
	1"		18
	1 1/2"		6
	2"		10
	3"		
	4		
	6		
<b>Total</b>			640
<b>Gallons Billed</b>			
0	to	3000	15658000
3001	to	10000	15,417,000
10001	to	15000	6,370,000
15001	to	20000	4,489,000
20001	to	0	14,834,000

Total		56,768,000	
<b>REVENUE</b>			
<b>Base Rate</b>			
5/8"		\$ -	
3/4"		\$ 153,803	
1"		\$ 11,418	
1 1/2"		\$ 7,612	
2"		\$ 20,299	
3"		\$ -	
4		\$ -	
6		\$ -	
<b>Total revenue generated by Minimum Charge</b>		\$ 193,132	
<b>Volumetric Revenue</b>			
0	to	3000	24,896
3001	to	10000	33,763
10001	to	15000	19,237
15001	to	20000	18,719
20001	to	0	85,444
<b>Total revenue generated by Gallonage Charge</b>			\$182,060
<b>Total Revenue Generated</b>			375,191
<b>Staff Revenue Requirement</b>			\$ 375,150

Pass Through Costs from GWCD previously approved \$0.20

**White Bluff Water Revenue Requirement**  
\$375,150

Utility Name: Double Diamond White Bluff (Sewer)  
 Docket Number: 46245  
 SOAH Docket Number: 473-17-0119

STAFF'S REQUESTED RATES			
Use For Multi-Tiered Rates			
<b>Minimum Bill</b>			
(includes			
5/8"			
3/4"			
			\$33.23
1"			
			\$83.07
1 1/2"			
			\$166.14
2"			
			\$265.82
3"			
4"			
6"			
<b>Gallonge Rates</b>			
0	to	3,000	
3,001	to		8.00
1	to		
1	to		
1	to		
<b>No. of Meters</b>			
5/8"			
3/4"			
			540
1"			
			11
1 1/2"			
			5
2"			
			11
3"			
4"			
6"			
<b>Total</b>			567
<b>Gallons Billed</b>			
0	to	3000	10106000
3001	to	0	9,717,000
1	to	0	
1	to	0	
1	to	0	

Total		19,823,000	
<b>REVENUE</b>			
<b>Base Rate</b>			
5/8"		\$ -	
3/4"		\$ 215,315	
1"		\$ 10,965	
1 1/2"		\$ 9,968	
2"		\$ 35,088	
3"		\$ -	
4		\$ -	
6		\$ -	
<b>Total revenue generated by Minimum Charge</b>		<b>\$ 271,337</b>	
<b>Volumetric Revenue</b>			
0	to	3000	-
3001	to	0	77,736
1	to	0	-
1	to	0	-
1	to	0	-
<b>Total revenue generated by Gallonage Charge</b>		<b>\$77,736</b>	
<b>Total Revenue Generated</b>		<b>349,073</b>	
<b>Noticed Revenue Requirement</b>		<b>\$ 349,074</b>	

**White Bluff Sewer Revenue Requirement**

\$349,074

# **ATTACHMENT D**

Utility Name: Double Diamond Utility Company THE CLIFFS (Water)  
 Docket Number: 46245  
 SOAH Docket Number: 473-17-0119

STAFF'S REQUESTED RATES			
Use For Multi-Tiered Rates			
<b>Minimum Bill</b>			
(includes			
5/8"			
3/4" or less			\$42.42
1"			\$106.06
1 1/2"			\$212.12
2"			\$339.40
3"			
4"			
6"			
<b>Gallage Rates</b>			
0	to	3,000	3.50
3,001	to	10,000	4.00
10,001	to	15,000	6.50
15,001	to	20,000	10.50
20,001	to		10.50
<b>No. of Meters</b>			
5/8"			
3/4"			258
1"			13
1 1/2"			1
2"			15
3"			
4			
6			
<b>Total</b>			<b>287</b>
<b>Gallons Billed</b>			
0	to	3000	5,260,000
3001	to	10000	6,142,000
10001	to	15000	2,655,000
15001	to	20000	1,958,000
20001	to	0	8,708,000

Total		24,723,000	
<b>REVENUE</b>			
<b>Base Rate</b>			
5/8"	\$	-	
3/4"	\$	131,347	
1"	\$	16,546	
1 1/2"	\$	2,545	
2"	\$	61,092	
3"	\$	-	
4	\$	-	
6	\$	-	
<b>Total revenue generated by Minimum Charge</b>		<b>\$ 211,530</b>	
<b>Volumetric Revenue</b>			
0	to	3000	18,410
3001	to	10000	24,568
10001	to	15000	17,258
15001	to	20000	20,559
20001	to	0	91,434
<b>Total revenue generated by Gallonage Charge</b>			<b>\$172,229</b>
<b>Total Revenue Generated</b>			<b>383,758</b>
<b>Staff Revenue Requirement</b>		\$	<b>383,758</b>

**The Cliffs Water Revenue Requirement**

\$383,758

Plus a surcharge of

0.46 per connection for 1 year for CCN Amendment costs



Utility Name: Double Diamond Utility Company THE CLIFFS (Sewer)  
 Docket Number: 46245  
 SOAH Docket Number: 473-17-0119

STAFF'S REQUESTED RATES			
Use For Multi-Tiered Rates			
<b>Minimum Bill</b>			
(includes			
5/8"			
3/4" or less			\$72.00
1"			\$126.00
1 1/2"			\$216.00
2"			\$324.00
3"			
4"			
6"			
<b>Gallorage Rates</b>			
0	to	3,000	
3,001	to		12.00
1	to		
1	to		
1	to		
<b>No. of Meters</b>			
5/8"			
3/4"			220
1"			4
1 1/2"			1
2"			14
3"			
4			
6			
<b>Total</b>			239
<b>Gallons Billed</b>			
0	to	3000	4527000
3001	to	0	5,045,000
1	to	0	
1	to	0	
1	to	0	

Total		9,572,000	
<b>REVENUE</b>			
<b>Base Rate</b>			
5/8"	\$	-	
3/4"	\$	190,080	
1"	\$	6,048	
1 1/2"	\$	2,592	
2"	\$	54,432	
3"	\$	-	
4	\$	-	
6	\$	-	
<b>Total revenue generated by Minimum Charge</b>		\$ 253,152	
<b>Volumetric Revenue</b>			
0	to	3000	-
3001	to	0	60,540
1	to	0	-
1	to	0	-
1	to	0	-
<b>Total revenue generated by Gallonage Charge</b>		\$60,540	
<b>Total Revenue Generated</b>		313,692	
<b>Staff Revenue Requirement</b>		\$ 319,791	

**The Cliffs Sewer Revenue Requirement**

\$319,791

Plus a surcharge of

0.46 per connection for 1 year for CCN Amendment costs