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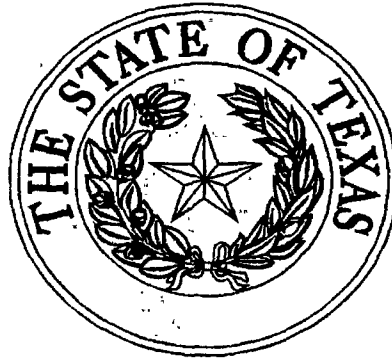
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PUBLIC UTILITY COMMISSION  
FILING CLERK



**PUBLIC UTILITY COMMISSION OF TEXAS**

**CLASS B RATE/TARIFF CHANGE APPLICATION**

*Required Schedules for rate/tariff changes*

WATER UTILITY NAME: Carroll Water Co., Inc  
CCN No. 11543

ADDRESS OF UTILITY: 513 Winding Creek Trail  
Street, P.O. Box and/or suite number  
Red Oak, Tx 75154  
City and Zip Code

PHONE NUMBER: 972, 617-0817  
area code

NAME OF PERSON TO CONTACT REGARDING THIS FILING.

NAME: Patty Hilton

PHONE: 214-476-9839

EMAIL ADDRESS: carrollwater@att.net

PUC CLASS SIZE:                    B        (circle one)

INCREASE (DECREASE)    \$ 82,683                    (From Sch. I-1, Line 33)  
dollar amount

2.00                    (From Sch. I-1, Line 34)  
percent above (below) current revenue requirement

DESCRIBE OWNERSHIP OF COMPANY:

Investor Owned Utility

DATE OF LAST GENERAL RATE CASE FILING.    5-24-2011

DATE OF LAST NON-GENERAL RATE CHANGE\*:    9-28-2011

\* (e.g. pass through rate change or temporary water rate provision).

## **CLASS B RATE/TARIFF CHANGE APPLICATION**

### *Required Schedules for rate/tariff changes*

**\*\*Please read the "Class B Investor-Owned Utilities water and/or sewer Instructions for Rate/Tariff Change Application" completing these schedules.\*\***

These schedules are organized in a manner whereby the user can work through each section to:

- 1st Record historical test year data on Schedule I-1, Column D.  
Enter your test year end on the table of contents.
- 2nd Provide historical revenue information on Schedule 1-2.
- 3rd Calculate operating expenses and make adjustments (Section II).
- 4th Calculate return for rate making purposes (Section III).
- 5th Calculate adjusted taxes other than income (Section IV).
- 6th Calculate federal income taxes (Section V).
- 8th Determine revenue requirements (Schedule I).
- 9th Design proposed rates (Section VI).

These schedules are intended to assist the utility in calculation of its new rates. The process consists of a number of relatively complex steps. Utilities are required to provide all the information necessary to support amounts included in the schedules and to cross-reference all information.

If the applicant does not use a schedule, it should be noted as "N/A", and an explanation provided.

UTILITY NAME: Carroll Water Co., Inc.  
 GENERAL WATER RATE/TARIFF CHANGE APPLICATION  
 SCHEDULES

**Complete all of the following schedules for your Class A or B utility  
 (if the schedule does not apply, include it marked "N/A")**

TABLE OF CONTENTS (Page 1 of 2)

FOR TEST YEAR ENDED: 2-29-16  
 DATE SUBMITTED TO PUC: 11-4-16

		<u>Attachment Schedule</u>	<u>Items Checked</u>
SECTION I	<u>REVENUES AND REVENUE REQUIREMENT</u>		
	Revenue Requirement Summary	I-1	<input checked="" type="checkbox"/>
	Historical Revenue Summary	I-2	<input checked="" type="checkbox"/>
	<u>Include the appropriate schedules:</u>		
	Metered Active Connections by Meter Size	I-3	<input checked="" type="checkbox"/>
	Unmetered Active (Flat Rate) Customers	I-4	<input checked="" type="checkbox"/>
SECTION II	<u>OPERATIONS AND EXPENSES</u>		
	Water Production (no unmetered rates)	II-1(a)	<input checked="" type="checkbox"/>
	Water Production (with unmetered rates)	II-1(b)	<input checked="" type="checkbox"/>
	Other Revenues & Expenses passed through	II-3	<input checked="" type="checkbox"/>
	Purchased Power	II-4	<input checked="" type="checkbox"/>
	Other Volume Related Expenses	II-5	<input checked="" type="checkbox"/>
	Payroll Cost Allocation	II-6	<input checked="" type="checkbox"/>
	Materials	II-7	<input checked="" type="checkbox"/>
	Contract Work	II-8	<input checked="" type="checkbox"/>
	Transportation Expenses	II-9	<input checked="" type="checkbox"/>
	Other Plant Maintenance	II-10	<input checked="" type="checkbox"/>
	Employee Pensions/Benefits	II-11	<input checked="" type="checkbox"/>
	Bad Debts/uncollectables	II-12	<input checked="" type="checkbox"/>
	Office Services and Rentals	II-13	<input checked="" type="checkbox"/>
	Office Supplies and Expense	II-14	<input checked="" type="checkbox"/>
	Professional Services	II-15	<input checked="" type="checkbox"/>
	Insurance	II-16	<input checked="" type="checkbox"/>
	Rate Case Expense	II-17	<input checked="" type="checkbox"/>
	Regulatory Commission Expense	II-18	<input checked="" type="checkbox"/>
Miscellaneous Expense	II-19	<input checked="" type="checkbox"/>	

UTILITY NAME: Carroll Water Co., Inc  
 GENERAL WATER RATE/TARIFF CHANGE APPLICATION SCHEDULES  
 TABLE OF CONTENTS (Page 2 of 2)

	<u>Attachment Schedule</u>	<u>Items Checked</u>
<b>SECTION III</b>		
<b><u>RETURN AND RATE BASE</u></b>		
Requested Return	III-1	<input checked="" type="checkbox"/>
Rate Base	III-2	<input checked="" type="checkbox"/>
Utility Plant	III-3	<input checked="" type="checkbox"/>
Utility Plant reconciled to previous filing	III-3(a)	<input checked="" type="checkbox"/>
Developer Construction work in progress	III-4(a)	<input checked="" type="checkbox"/>
Materials and Supplies Inventory	III-4(b)	<input checked="" type="checkbox"/>
Working Cash	III-5	<input checked="" type="checkbox"/>
Notes Payable	III-6	<input checked="" type="checkbox"/>
Accumulated Depreciation	III-7	<input checked="" type="checkbox"/>
Advances for Construction	III-8(a)	<input checked="" type="checkbox"/>
Contributions in Aid of Construction	III-8(b)	<input checked="" type="checkbox"/>
Deferred Income Taxes	III-9(a)	<input checked="" type="checkbox"/>
Deferred Investment Tax Credits	III-9(b)	<input checked="" type="checkbox"/>
Deferred Assets	III-10(a)	<input checked="" type="checkbox"/>
<b>SECTION IV</b>		
<b><u>TAXES OTHER THAN INCOME</u></b>		
Property, Payroll and Other Taxes	IV(a)	<input checked="" type="checkbox"/>
Revenue Related Taxes	IV(b)	<input checked="" type="checkbox"/>
<b>SECTION V</b>		
<b><u>FEDERAL INCOME TAXES (FIT)</u></b>		
Income Taxes at Present Rates-effective rate	V	<input checked="" type="checkbox"/>
<b>SECTION VI</b>		
<b><u>RATE DESIGN</u></b>		
Rate Design Worksheet	VI	<input checked="" type="checkbox"/>

## INSTRUCTIONS REV REQUIREMENT

UTILITY NAME: Carroll Water Co., Inc

SCHEDULES - CLASS B RATE/TARIFF CHANGE

SECTION I - REVENUE REQUIREMENTS AND REVENUES

The purpose of Section I is to summarize the revenue requirement and provide revenues and meter information for the test year.

### Instructions for Section I - Revenue Requirement and Revenues

Carefully complete the label for each workpaper. Your application docket number should be included on each page.

Schedule I-1 is a **SUMMARY**. Complete column D; historical test year information first using financial records, then work through the remainder of the sections and schedules other than the rate design, Schedule VI, to calculate the utility's changes to its historical test year in Column E. Column G provides the workpaper source for amounts in Columns E & F.

Schedule I-2 reports historical revenues collected and Schedules I-3 and I-4 report connection information. Use historical financial data and data from recent annual reports (PUC Rpt.) to complete the schedules.

**Please complete Schedule II-3 prior to I-2.**

Insert and reference additional workpapers as necessary. For example, you may wish to add schedules that apply to unique situations in your utility.

The schedules are based on NARUC chart of accounts and include sub-accounts as necessary for detail needed to determine reasonable and necessary expenditures.

UTILITY NAME: <u>Carroll Water Co., Inc</u> SCHEDULES - CLASS B RATE/TARIFF CHANGE I-1 REVENUE REQUIREMENT SUMMARY PUC Docket No. _____ Test Year End: <u>2-29-16</u>						
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	0	0	0	Schedule II-3
2	615	Power Expense-production only	31,590	0	31,590	Schedule II-4
3	618	Other volume related expenses	8,066	4,966	13,032	Schedule II-5
4		Total volume related exp.	39,656	4,966	44,622	Add Lines 1-3
		Non-volume related expenses:				
5	601-1	Employee labor	79,877	2,773	80,050	Schedule II-6, Line 1
6	620	Materials	74,771	-11,353	63,418	Schedule II-7
7	631-636	Contract work	0	0	0	Schedule II-8
8	650	Transportation expenses	23,363	0	23,363	Schedule II-9
9	664	Other plant maintenance	0	0	0	Schedule II-10
10		Total non-volume related exp.	178,011	-8,580	169,431	Add Lines 5-9
		Admin. & general expenses:				
11	601-2	Office salaries	37,032	2,345	37,206	Schedule II-6, line 2
12	601-3	Mgmt. salaries	25,948	0	25,948	Schedule II-6, line 3
13	604	Employee pensions & benefits	0	0	0	Schedule II-11
14	615	Purchased power-Office only	0	0	0	Schedule II-4
15	670	Bad debt expense	0	0	0	Schedule II-12
16	676	Office services & rentals	0	0	0	Schedule II-13
17	677	Office supplies & expenses	13,826	0	13,826	Schedule II-14
18	678	Professional services	37,190	0	37,190	Schedule II-15
19	684	Insurance	5,138	0	5,138	Schedule II-16
20	666	Regulatory (rate case) expense	0	0	0	Schedule II-17
21	667	Regulatory expense (other)	12,644	0	12,644	Schedule II-18
22	675	Miscellaneous expenses	3,381	0	3,381	Schedule II-19
23		Total admin. & general expense	135,159	2,345	135,333	Add Lines 11-22
24		Total operating Expenses	352,826	-1,269	346,768	Lines 4 + 10 + 23
25	403	Depreciation	69,446	39,890	29,556	Sch III-3, Col E, Line 50
26	408	Taxes Other than Income	1,843	0	1,843	Sch IV(b), Line 8
27	409/10	Income Tax Expense	0	0	0	Schedule V, Line 7
28		TOTAL EXPENSES	424,115	38,621	378,167	
29		TOTAL HISTORIC REVENUE	278,469			Sch I-2, Line 6
30		HISTORICAL TEST YEAR RETURN	-145,646			Line 30 less Line 29
31		REQUESTED RETURN			0	Schedule III-1, Line 3
32		TOTAL REVENUE REQUIREMENT			-145,646	Line 30 plus Line 34
33		REQUESTED ANNUAL REVENUE INCREASE		(to notice)	99,698	Line 32 less Line 29
34		PERCENTAGE INCREASE			2.00%	Line 36 divided by Line 33
35		LESS: OTHER REVENUES			12,775	Sch. II-3(b), Col. D, Line 8
36		Revenue for Rate Design		(to VI, line 1)	86,923	Line 33 minus Line 35

UTILITY NAME: <u>Carroll Water Co., Inc</u> SCHEDULES - CLASS B RATE/TARIFF CHANGE FOR TEST YEAR ENDED: <u>2-29-16</u> <b>I-2 HISTORICAL REVENUE SUMMARY</b>			
Line No.	NARUC A/C	Description	Historical Test Year
1.	461	Metered connections base rate revenue	138,600.00
2.	461	Metered connection gallonage rate revenue	132,705.00
3.	460	Unmetered (Flat rate) revenue	00.00
4.	Total Metered & Flat Rate Revenue		00.00
5.	Plus: Total Other Revenues		16,164.00
6.	Total Historic Test Year Revenues per income statement and Annual Report**		287,469.00

From financial records

From financial records

From financial records

From II-3, Column B, line 7

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.



UTILITY NAME: Carroll Water Co. Inc  
 SCHEDULES - CLASS B RATE/TARIFF CHANGE  
**I-3 METERED ACTIVE CONNECTIONS BY METER SIZE**  
 FOR TEST YEAR ENDED: 2-29-16

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"	454	12	466	460	1.0	459
2.	3/4"	0	0	0	0	1.5	0
3.	1"	2	0	2	2	2.5	5
4.	1 1/2"	0	0	0	0	5.0	0
5.	2"	0	0	0	0	8.0	0
6.							
7.							
8.							
9.	Total	454	12	468	461		464
10	Average	454	12	468	461		464

UTILITY NAME: Carroll Water Co. Inc.  
 SCHEDULES - CLASS B RATE/TARIFF CHANGE  
**I-4 UNMETERED (FLAT RATE) ACTIVE CONNECTIONS**  
 FOR TEST YEAR ENDED: 2-29-16

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.					
2.					
3.					
4.					
5.	Total				

N/A

# INSTRUCTIONS - OPERATIONS AND MAINTENANCE

UTILITY NAME: Carroll Water Co., 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 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: Carroll Water Co., Inc  
 SCHEDULES - CLASS B RATE/TARIFF CHANGE  
**II-1(a) AND II-1(b) - HISTORICAL OF WATER PRODUCTION**  
 FOR TEST YEAR ENDED: 2-29-16

**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	50,451,900	2,000,000	52,451,900	PUC Annual Report
2	Total water purchased	0	0	0	PUC Annual Report
3	Total water produced	50,451,900	2,000,000	52,451,900	Line 1 + line 2
4	Total water sold	31,680,000	0	31,680,000	PUC Annual Report
5	Total accounted for non-revenue water*	0	0	0	
6	Total unaccounted for water	18,771,900	0	18,771,900	Lines 3 less 4 less 5
7	Percentage	2.69	0	2.69	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)				PUC report Sch. D-1
2	Water Pumped (1,000 gallons)		NA		PUC report Sch. D-1
3	Total production (1,000 gallons)				Lines 13 + 14

UTILITY NAME: Carroll Water Co. Inc  
 SCHEDULES - CLASS B RATE/TARIFF CHANGE  
**II-3 OTHER REVENUES & EXPENSES PASSED THROUGH**  
 FOR TEST YEAR ENDED: 2-29-16

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

Line No.	A	B	C	D	D
	Purchased from:	Units purchased (in _____) (e.g. 1,000 gal, AC - FT)	Price Per Unit	Total Calculated Cost (B x C)	Actual Cost paid per financial records
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 COS
1.	Tap Fees*	0.00		0.00
2.	Late Fees	8,900.00		8,900.00
3.	Meter Test Fees	00.00		00.00
4.	Reconnect Fees	3,875.00		3,875.00
5.	Purchased Water Fees	00.00		00.00
6.	Groundwater Conservation District Fees	3,389.00		-6,090.00
7.	Other (attach detail**)	00.00		00.00
8.	Total Other Revenues	72,164.00		12,775.00

(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: <u>Carroll Water Co., Inc.</u> II-4 SCHEDULES - CLASS B RATE/TARIFF CHANGE PURCHASED POWER FOR TEST YEAR ENDED: <u>2-29-16</u>
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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>2013</u>	\$ <u>29,895.00</u>	
	<u>2014</u>	\$ <u>33,091.00</u>	
Test Year	<u>2015</u>	\$ <u>31,590.00</u>	
K & M Change		\$ <u>0</u>	(to I-1, Column E, Line 2)
Adjusted Test year		\$ <u>31,590.00</u>	(to I-1, Column F, Line 2)

Explanation and calculations of known and measurable change:

**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>2013</u>	\$ <u>0</u>	
	<u>2014</u>	\$ <u>0</u>	
a. Test Year	<u>2015</u>	\$ <u>0</u>	
b. K & M Change		\$ <u>0</u>	(to I-1, Column E, Line 14)
c. Adjusted Test year. (a. + b.)		\$ <u>0</u>	(to I-1, Column F, Line 14)

Explanation and calculations of known and measurable change:

UTILITY NAME: <u>Carroll Water Co., Inc</u> SCHEDULES - CLASS B RATE/TARIFF CHANGE <b>II-5 OTHER RELATED VOLUME EXPENSES</b> FOR THE TEST YEAR ENDED: <u>2-29-16</u>
---

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.      Samples & chlorine

	Year	Amount	
	<u>2013</u>	<u>\$ 12,908.00</u>	
	<u>2014</u>	<u>\$ 13,032.00</u>	
a. Test Year	<u>2015</u>	<u>\$ 8,066.00</u>	
b. K & M Change		<u>\$ 4,966.00</u>	(to I-1, Column E, Line 3)
c. Adjusted Test year (a.+b.)		<u>\$ 13,032.00</u>	(to I-1, Column F, Line 3)

**Explanation and calculations of known and measurable change:**

UTILITY NAME Carroll Water Co., Inc  
 SCHEDULES - CLASS B RATE/TARIFF CHANGE  
**II-6 ALLOCATION OF PAYROLL EXPENSES**  
 FOR THE ADJUSTED TEST YEAR 2-29-16

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

Line No	Employee Name	A Test Year Payroll + watch	B Capitalized Payroll	C Expensed Payroll Adjusted Test year	D 1st 7000 or new limit (FUTA max)	E 7,001 to 9000 or new limit (SUTA max)	F 9,001 to 118500 or new limit (or FICA max)	G over 118500 or new limit	H Total Payroll
1.	Pickie Beeder	57,055.	41,908	57,141	42.00	45.00	7,038		57,141
2.	Deanna Carroll	22,822	17,829	22,909	42.00	45.00	1,749		22,909
3.	Tim Mc Sweeney	22,822	17,829	22,969	42.00	45.00	1,749		22,969
4.	Patty Hillow	14,210	11,002	14,297	42.00	45.00	1,188		14,297
5.	Walter Carroll	25,948		25,948					25,948
6.									
7.									
8.									
9.	Total	142,957	88,528	143,204	168.00	180.00	11,724		143,204
10.	Percentage Capitalized	Line 9, column F divided by line 9, column E =							65.00

**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.	Account Name	Test Yr Expense
1.	601-1	Employee labor	80,050
2.	601-2	Office salaries	37,206
3.	601-3	Management salaries	25,948
4.		Total Payroll Expenses	143,204

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 K&M salary changes from test year.

9/17/15



UTILITY NAME: <u>Carroll Water Co., Inc</u> SCHEDULES - CLASS B RATE/TARIFF CHANGE II-7 MATERIALS FOR THE TEST YEAR ENDED: <u>2-29-16</u>
--

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
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>2013</u>	\$ <u>60,485</u>
	<u>2014</u>	\$ <u>39,700</u>
a. Test Year <u>3/2015 - 2/2016</u>		\$ <u>74,771</u>
b. K & M Change		- \$ <u>11,353.</u> (to I-1, Column E, Line 6)
c. Adjusted Test year (a. + b.)		\$ <u>63,418.</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:

**II-7(b) Large Items:**

Description	Amount	Date in service
TNT Carports	2,152	6-9-15
Pollock Drilling	9,920	5-8-15
Pollock Drilling	2,287	6-11-15
Pollock Drilling	12,078	7-24-15
Pollock Drilling	1,950	1-22-16
Pollock Drilling	17,245	2-22-16
FCX Performance	3,843	5-28-15
Landmark Equip.	9,201	4-15-15

UTILITY NAME: <u>Carroll Water Co., Inc</u> SCHEDULES - CLASS B RATE/TARIFF CHANGE <b>II-8 CONTRACT WORK</b> FOR THE TEST YEAR ENDED: <u>2-29-16</u>
---

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.

Year	Amount
<u>2012</u>	\$ <u>0</u>
<u>2013</u>	\$ <u>0</u>
<u>2014</u>	\$ <u>0</u>
a. Test Year <u>3/2015 - 2/2016</u>	\$ <u>0</u>
b. K & M Change	\$ <u>0</u> (to I-1, Column E, Line 7)
c. Adjusted Test year (a. + b.)	\$ <u>0</u> (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:

**II-8(b) Large Items:**

Description	Amount	Date in service

UTILITY NAME: <u>Carroll Water Co., Inc</u> SCHEDULES - CLASS B RATE/TARIFF CHANGE II-9 TRANSPORTATION FOR THE TEST YEAR ENDED: <u>2-29-16</u>
---

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>2013</u>	\$ <u>12,532</u> no insurance included
<u>2014</u>	\$ <u>9,950</u>
a. Test Year <u>3/2015 - 2/2016</u>	\$ <u>23,363</u> includes gas
b. K & M Change	\$ <u>0</u> (to I-1, Column E, Line 8)
c. Adjusted Test year (a. + b.)	\$ <u>23,363</u> (to I-1, Column F, Line 8)

Explanation and calculations of known and measurable change:

**II-9(b) Large Items\*:**

Description	Amount	Date in service

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

UTILITY NAME: <u>Carroll Water Co., Inc</u> SCHEDULES - CLASS B RATE/TARIFF CHANGE <b>II-10 OTHER PLANT MAINTENANCE</b> FOR THE TEST YEAR ENDED: <u>2-29-16</u>
--

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
<u>2013</u>	\$ <u>0</u>
<u>2014</u>	\$ <u>0</u>
a. Test Year <u>3/2015 - 2/2016</u>	\$ <u>0</u>
b. K & M Change	\$ <u>0</u> (to I-1, Column E, Line 9)
c. Adjusted Test year (a. + b.)	\$ <u>0</u> (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:

**II-10(b) Large Items:**

Description	Amount	Date in service

UTILITY NAME: <u>Carroll Water Co., Inc</u> SCHEDULES - CLASS B RATE/TARIFF CHANGE II-11 EMPLOYEE PENSIONS AND BENEFITS FOR THE TEST YEAR ENDED: <u>2-29-16</u>
--

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

NA

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:

	\$	\$	\$	\$	\$
Year	Total Amount	Pensions	Health	Other	Amount Capitalized*

Cost per Employee:

	\$	\$	\$	\$	\$
Year	Total Amount	Pensions	Health	Other	Amount Capitalized*

Number of Employees covered:

Cost per Employee:

List types of Pensions & Benefits:

	\$	\$	\$	\$	\$
Year	Total Amount	Pensions	Health	Other	Amount Capitalized*

Number of Employees covered:

Cost per Employee:

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

UTILITY NAME <u>Carroll Water Co., Inc</u> SCHEDULES - CLASS B RATE/TARIFF CHANGE <b>II-12 BAD DEBTS</b> FOR THE TEST YEAR ENDED: <u>2-29-16</u>
---

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
15.	670	Bad Debts

NA

**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.

	Year	Amount
	_____	\$ _____
	_____	\$ _____
a. Test Year	_____	\$ _____
b. K & M Change		\$ _____ (to I-1, Column E, Line 15)
c. Adjusted Test year (a. + b.)		\$ _____ (to I-1, Column F, Line 15)

**Explanation and calculations of known and measurable change:**

**II-12(b) Large Items\*:**

Description	Amount	Date in service

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

UTILITY NAME: Carroll Water Co., Inc  
 SCHEDULES - CLASS B RATE/TARIFF CHANGE  
**II-13 OFFICE SERVICES AND RENTALS**  
 FOR THE TEST YEAR ENDED: 2-29-16

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
16.	678	Office services & rentals

NA

**II-13(a) Office services and rentals**

*We do not rent office space.*

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
	_____	\$	_____
	_____	\$	_____
<b>a. Test Year</b>	_____	\$	_____
<b>b. K &amp; M Change</b>		\$	_____ (to I-1, Column E, Line 16)
<b>c. Adjusted Test year (a. + b.)</b>		\$	_____ (to I-1, Column F, Line 16)

Explanation and calculations of known and measurable change:

\* 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

UTILITY NAME: <u>Carroll Water Co., Inc</u> SCHEDULES - CLASS B RATE/TARIFF CHANGE II-14 OFFICE SUPPLIES FOR THE TEST YEAR ENDED: <u>2-29-16</u>
---

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	
	<u>2013</u>	\$ <u>7,036</u>	
	<u>2014</u>	\$ <u>3,455</u>	
a. Test Year	<u>3/2015 - 2/2016s</u>	<u>13,826</u>	
b. K & M Change		\$ <u>0</u>	(to I-1, Column E, Line 17)
c. Adjusted Test year (a. + b.)		\$ <u>13,826</u>	(to I-1, Column F, Line 17)

Explanation and calculations of known and measurable change:

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

**II-14(b) Large Items:**

Description	Amount	Date in service



UTILITY NAME: <u>Carroll Water Co., Inc</u> SCHEDULES - CLASS B RATE/TARIFF CHANGE <b>II-15 PROFESSIONAL SERVICES</b> FOR THE TEST YEAR ENDED: <u>2-29-16</u>
--

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	
<u>2013</u>	\$ <u>8,252</u>	
<u>2014</u>	\$ <u>3,455</u>	
a. Test Year <u>3/2015 - 2/2016</u>	\$ <u>37,190</u>	
b. K & M Change	\$ <u>0</u>	(to I-1, Column E, Line 18)
c. Adjusted Test year (a. + b.)	\$ <u>37,190</u>	(to I-1, Column F, Line 18)

Explanation and calculations of known and measurable change:

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

**II-15(b) Large Items:**

Description	Amount	Date in service
<u>Weyer, Kaplan...</u>	<u>3,500</u>	<u>4-15-15</u>
<u>Weyer, Kaplan...</u>	<u>10,000</u>	<u>4-23-15</u>
<u>Weyer, Kaplan...</u>	<u>10,000</u>	<u>5-29-15</u>
<u>Weyer, Kaplan...</u>	<u>10,790</u>	<u>11-13-15</u>

UTILITY NAME: Carroll Water Co., Inc  
 SCHEDULES - CLASS B RATE/TARIFF CHANGE  
 II-16 INSURANCE  
 FOR THE TEST YEAR ENDED: 2-29-16

**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>
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:

<u>Year</u>	<u>Amount</u>	
<u>2013</u>	\$ <u>3,832</u>	
<u>2014</u>	\$ <u>2,921</u>	
a. Test Year <u>3/2015 - 2/2016</u>	\$ <u>5,138</u>	
b. K & M Change	\$ <u>0</u>	(to I-1, Column E, Line 19)
c. Adjusted Test year (a. + b.)	\$ <u>5,138</u>	(to I-1, Column F, Line 19)

**Types of insurance:**

<u>2015</u> Year	\$ <u>1,168.08</u> Total amount	<u>2015</u> Period Covered	<u>Key man</u> Type	<u>State Mutual</u> Company
<u>2015</u> Year	\$ <u>370.00</u> Total amount	<u>2015</u> Period Covered	<u>Life Ins.</u> Type	<u>Washington Natl</u> Company
<u>2015</u> Year	\$ <u>3,600</u> Total amount	<u>3/2015 - 2/2016</u> Period Covered	<u>Auto</u> Type	<u>Farmers</u> Company

**Explanation and calculations of known and measurable change:**

UTILITY NAME: <u>Carroll Water Co., Inc</u> SCHEDULES - CLASS B RATE/TARIFF CHANGE <b>II-17 REGULATORY EXPENSE</b> FOR THE TEST YEAR ENDED: <u>2-29-16</u>
---

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>2013</u>	\$ <u>0</u>	
<u>2014</u>	\$ <u>0</u>	
a. Test Year <u>3/2015 - 2/2016s</u>	<u>0</u>	
b. K & M Change	\$ <u>0</u>	(to I-1, Column E, Line 20 - see instructions above)
c. Adjusted Test year (a. + b.)	\$ <u>0</u>	(to I-1, Column F, Line 20 - see instructions above)

Explanation and calculations of known and measurable change:

\* 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

UTILITY NAME: Carroll Water Co., Inc  
 SCHEDULES - CLASS B RATE/TARIFF CHANGE  
**II-18 REGULATORY EXPENSE**  
 FOR THE TEST YEAR ENDED: 2-29-16

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
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 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:

	Year	Amount	
	<u>2013</u>	\$ <u>3,367</u>	
	<u>2014</u>	\$ <u>3,326</u>	
a. Test Year	<u>3/2015 - 2/2016</u>	\$ <u>12,644</u>	
b. K & M Change		\$ <u>0</u>	(to I-1, Column E, Line 21 - see instructions above)
c. Adjusted Test year (a. + b.)		\$ <u>12,644</u>	(to I-1, Column F, Line 21 - see instructions above)

Explanation and calculations of known and measurable change:

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

**II-18 (b) Large Items:**

Description	Amount	Date in service
TCEQ	2,465	1-29-16
PrairieLand	4,148	8-21-15
PrairieLand	5,331	2-25-16

UTILITY NAME: Carroll Water Co., Inc  
 SCHEDULES - CLASS B RATE/TARIFF CHANGE  
**II-19 MISCELLANEOUS EXPENSE**  
 FOR THE TEST YEAR ENDED: 2-29-16

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>2013</u>	\$	<u>3,832</u>
	<u>2014</u>	\$	<u>5,556</u>
a. Test Year <u>3/2015 - 2/2016</u>		\$	<u>3,381</u>
b. K & M Change		\$	<u>0</u> (to I-1, Column E, Line 22 - see instructions above)
c. Adjusted Test year (a. + b.)		\$	<u>3,381</u> (to I-1, Column F, Line 22 - see instructions above)

Explanation and calculations of known and measurable change:

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

**II-19 (b) Large Items:**

Description	Amount	Date in service

SECTION III RATE BASE INSTRUCT

UTILITY NAME: Carroll Water Co., Inc  
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: Carroll Water Co., Inc  
 SCHEDULES - CLASS B RATE/TARIFF CHANGE  
**III-1 REQUESTED RETURN**  
 FOR THE TEST YEAR ENDED: 2-29-16

**RETURN ON RATE BASE:**

NA

Line No.		
1	Test year end rate base (from III-2, Line 16)	
2	Requested ROR ( Col G, Line 7 below)	
3	Return on rate base (Line 1 x Line 2)	

Because the rate increase appears to be significant we are choosing not to request an ROR at this time.

Rate of Return:

A	B	C	D	E	F	G
Line No.	Description	Amount	Percentage	Rate	Reference	Weighted Average Rate
			Amount from previous column divided by Line 6, Column C			G=(E x F)
4	Equity (Rate base less Line 5, Column D)				Col E = Requested return on equity	
5	Long Term Debt and Advances from associated companies from Schedule III-6				Col E = From Sch. III-6, Column H, Line 9	
6	Total capitalization (Rate Base Sch III-2, Line 16)					
7	Return on rate base Col G, Line 6 rounded to nearest 0.01%)				Line 4 + Line 5	

To Line 2 above

\* ROE = Return on Equity

UTILITY NAME: Carroll Water Co., Inc  
 SCHEDULES - CLASS B RATE/TARIFF CHANGE  
**III-2 RATE BASE SUMMARY**  
 FOR THE TEST YEAR ENDED: 2-29-16

Line No.	Description	Amount	Reference
1	<b>Additions:</b>		(From)
2.	Utility plant (Original Cost)	366,132	Schedule III-3, Line 50, Col D
3.	Construction work in progress	0	Schedule III-4, Line 5
4.	Materials and supplies	0	Schedule III-4, Line 8
5.	Working cash (capital)	32,151	Schedule III-5, Line 2
6.	Prepayments	0	Schedule III-4, line 8
7.	Other Additions	0	Add schedule
8.	<b>TOTAL ADDITIONS (Add Lines 2 through 6)</b>	<b>398,283</b>	
	<b>Deductions:</b>		
9.	Reserve for depreciation (Accumulated)	275,112	Schedule III-3, Col F, Line 50
10.	Advances for construction	0	Schedule III- 8(a), Col F, Line 6
11.	Developer Contributions in aid of construction	0	Schedule III- 8(b), Col G, Line 6
12.	Accumulated deferred income taxes	0	Schedule III- 9(a), Line 3
13.	Accumulated deferred investment tax credits	0	Schedule III- 9(b), Line 3
14.	Other Deductions	0	Add schedule
15.	<b>TOTAL DEDUCTIONS (Add lines 9 through 14)</b>	<b>275,112</b>	
16.	<b>RATE BASE (Line 8, less Line 15)</b>	<b>123,171</b>	



UTILITY NAME: Carroll Water Co, Inc  
 SCHEDULES - CLASS B RATE/TARIF CHANGE  
 III-3 UTILITY PLANT IN SERVICE (NET BOOK VALUE) CALCULATION

Schedule III-3  
 (Provide a schedule for each PWS system)  
 Add schedules as needed, provide a summary also

Line No.	Item	Date of Installation	Service Life (yrs) **	Original Cost when installed \$	Customer CIAC amount	Adjusted Original Cost for Customer CIAC <sup>1</sup>	Time in Service			Depreciation										
							Years in Service	Months	Days	(E) - (D)/C Annual (\$)	(F) Accumulated (\$ (Reserve))	(G) - (D)/(F) Net Book Value (\$)								
1	303 Land and land rights	1988, 1991		31,000																
2	307 Wells		50	54,582				45.46				1,052	30,747	21,835						
	Well Pumps:																			
3	311 5 hp or less		5																	
4	311 Greater than 5 hp	2015, 2014	10	39,243				1				3,925	3,925	35,318						
	Booster Pumps:																			
5	311 5 hp or less		5																	
6	311 Greater than 5 hp	7-15, 5-15	10	3,843				1				384	384	3,459						
7	320 Chlorinators	1987	10	740				29				212	6,148	4,462						
	Structures:																			
8	304 Wood	1970, 1987	15	8,771				14.9				589	17,436	1,000						
9	304 Masonry		30																	
10	305 Storage Tanks	1971, 1987	50	20,610				29.45				412	15,148	5,462						
11	311 Pressure Tanks	2008	50	7,232				15				145	2,175	5,057						
12	331 Distribution System (mains and lines)	1987, 1977, 1971	50	104,109				29.45				2,082	74,362	29,747						
13	334 Meters and Service (taps not covered by fees)	1971, 1987	20	11,809				29.45				591	11,809	0						
14	340 Office Equipment		10																	
15	341 Vehicles	10-1-06	5	35,000				10				7,000	35,000	0						
16	343 Shop-Tools Vehicle	11-11	5.5	47,790				5				9,558	47,790	0						
17	345 Heavy Equipment	4-2008	10	33,847				8				3,385	27,080	6,767						
18	348 Fencing	3-2002	20	4,360				14				218	3,652	1,308						
	Other: (Please list)																			
19	Additional Fencing	3-2009	20	160				7				8	56	104						
20																				
50	Total			401,096				29.556				275,112	145,519							

Add detailed workpapers if necessary to support this Schedule.

<sup>1</sup>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 2  
 To Sch I-1, line 27  
 To Sch III-2, line 9

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UTILITY NAME: Gavril Water Co. Inc

Schedule III-3

III-3 UTILITY PLANT IN SERVICE (NET BOOK VALUE) CALCULATION

(Provide a schedule for each PWS system)

Line No	Item	Date of Installation	Service Life (Yrs)	Original Cost when installed \$	Customer CIAC amount	Adjusted Original Cost for Customer CIAC <sup>1</sup>	Time in Service			Depreciation								
							Years	Months	Days	(E) = (D)/C Annual (\$)	(F) Accumulated (\$) (Reserve)	(G) = (D)-(F) Net Book Value (\$)						
1	303 Land and land rights	1970																
2	307 Wells	1970	50	1500			46			30	1380	130						
Well Pumps:																		
3	311 5hp or less		5															
4	311 Greater than 5 hp	5/1/15	10	9920			1			992	992	8928						
Booster Pumps:																		
5	311 5hp or less		5															
6	311 Greater than 5 hp	5/28/15	10	128096			1			128	128	1153						
320 Chlorinators:																		
7	320 Chlorinators		10															
Structures:																		
8	304 Wood	1970	15				46											
9	304 Masonry	1970	30				46											
10	305 Storage Tanks	1970	50				46											
11	311 Pressure Tanks	1970	50				46											
12	331 Distribution System (mains and lines)	1970	50				46											
13	334 Meters and Service (taps not covered by fees)	1970	20				46											
14	340 Office Equipment		10															
15	341 Vehicles	10/1/06	5	35000			10			7000	35000	0						
16	343 Shop Tools Vehicles	11/7/11	15	47790			5			9558	47790	0						
17	345 Heavy Equipment	4-23-08	10	33847			8			3385	27080	6767						
18	348 Fencing	1970	20															
Other: (Please list)																		
19																		
20																		
21																		
22																		
23																		
24																		
25																		
26																		
27																		
28																		
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40																		
41																		
42																		
43																		
44																		
45																		
46																		
47																		
48																		
49																		
50	Total			129338						21093	112370	16968						

Add detailed workpapers if necessary to support this Schedule

To Sch III-2, line 2

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

<sup>1</sup> 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.

UTILITY NAME: Carroll Water Co. Inc  
 SCHEDULES - CLASS B RATE/TARIFF CHANGE  
 III-3 UTILITY PLANT IN SERVICE (NET BOOK VALUE) CALCULATION

(Provide a schedule for each PWS system)

Add schedules as needed, provide a summary also

Line No.	Item	Date of Installation	Service Life (yr) **	Original Cost when installed \$	Customer CIAC amount	Adjusted Original Cost for Customer CIAC <sup>1</sup>	Time in Service			Depreciation								
							Years	Months	Days	[E] = (D)/[C] Annual (\$)	[F] (\$ Reserve)	[G] = (D)-[F] Net Book Value (\$)						
1	303 Land and land rights	12/98		1,000														
2	307 Wells	10/87/9/98	50	7,000			17			140	2,380	4,620						
Well Pumps:																		
3	311 5 hp or less		5															
4	311 Greater than 5 hp	7/6/15	10	12,078.20			1			1,208	1,208	10,870						
Booster Pumps:																		
5	311 5 hp or less		5															
6	311 Greater than 5 hp		10															
7	320 Chlorinators	10/87	10	740			29			74	740	0						
Structures:																		
8	304 Wood	10/8000	15	6,000			16			400	6,000	0						
9	304 Masonry		30															
10	305 Storage Tanks	10/87	50	10,610			29			212	6,148	4,462						
11	311 Pressure Tanks *		50															
12	331 Distribution System (in ains and lines)	10/87	50	60,400			29			1,208	35,032	25,368						
13	334 Meters and Service (taps not covered by less)	10/87	20	11,154			29			558	11,154	0						
14	340 Office Equipment		10															
15	341 Vehicles	10/1/02	5	35,000			10			7,000	35,000	0						
16	343 Shop-Peek Vehicle	11/7/11	45	47,790			5			9,558	47,790	0						
17	345 Heavy Equipment	4/23/08	10	33,847			8			3,385	27,080	6,767						
18	348 Fencing		20															
Other: (Please list)																		
19																		
20																		
50	Total			830,619						8,3743	172,532	52,087						

Add detailed workpapers if necessary to support this Schedule

To Sch III-2, line 2

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

<sup>1</sup> 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.

UTILITY NAME: Coverall Water Co. Inc  
 SCHEDULES - CLASS B RATE/TARIFF CHANGE

Schedule III-3

III-3 UTILITY PLANT IN SERVICE (NET BOOK VALUE) CALCULATION

(Provide a schedule for each PWS system)

Line No	[A] Item	[B] Date of Installation	[C] Service Life (Yrs)	[D-1] Original Cost when installed \$	[D-2] Customer CIAC amount	[D] = [D-1] - [D-2] Adjusted Original Cost for Customer CIAC <sup>1</sup>	Time in Service			Depreciation							
							[E] = [D]/[C] Annual (\$)	[F] Accumulated (\$/Reserve)	[G] = [D]-[F] Net Book Value (\$)	Years in Service	Months	Days					
1	303 Land and land rights	1971															
2	307 Wells	1971	50	23,500				45				470	21,150	16,150			
	Well Pumps:																
3	311 5 hp or less		5														
4	311 Greater than 5 hp	2/21/16	10	17,244.74				1				1725	1725	15,520			
	Booster Pumps:																
5	311 5 hp or less		5														
6	311 Greater than 5 hp 15hp	5/28/15	10	1,280.96				1				128	128	1,153			
7	320 Chlorinators		10														
	Structures:																
8	304 Wood		15	2,436				15				162	2,436	0			
9	304 Masonry		30														
10	305 Storage Tanks		50														
11	311 Pressure Tanks	2001	50	7,232				15				145	2,175	5,057			
12	331 Distribution System (mains and lines)	1971	50	43,709				45				874	39,330	4,379			
13	334 Meters and Service (taps not covered by fees)	1971	20	655				45				33	655	0			
14	340 Office Equipment		10														
15	341 Vehicles	10/1/06	5	35,000				10				7000	35,000	0			
16	343 Shop Tools	11/7/11	15	47,790				5				9558	47,790	0			
17	345 Heavy Equipment	4-23-08	10	33,847				8				3585	27,080	6,767			
18	348 Fencing		20														
	Other: (Please list)																
19																	
20																	
50	Total			212,695								23,480	177,469	51,376			

Add detailed worksheets if necessary to support this Schedule.

To Sch III-2, line 2

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

<sup>1</sup> 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.

Line No	Item	Date of Installation	Service Life (yrs) **	Original Cost when installed \$	Customer CIAC amount	Adjusted Original Cost for Customer CIAC <sup>1</sup>	Time in Service			Depreciation			Net Book Value (\$)
							Years	Months	Days	[E] = (D)/(C) Annual (\$)	[F] = Accumulated (\$)(Reserve)	[G] = (D)-(F)	
1	303 Land and land rights	4-15-02		25,000			14						25,000
2	307 Wells	4-15-02	50	20,582			14			412	5,837	14,745	
	Well Pumps:												
3	311 5 hp or less	4-15-02	5	0			14			0	0	0	
4	311 Greater than 5 hp		10										
	Booster Pumps:												
5	311 5 hp or less		5										
6	311 Greater than 5 hp 15 hp	5/28/15	10	280,96			1			128	128	1,153	
7	320 Chlorinators	4-15-02	10										
	Structures:												
8	304 Wood	4-15-02	15	335			14			22	313	22	
9	304 Masonry		30										
10	305 Storage Tanks	3-23-71	50	10,000			45			200	9,000	1,000	
11	311 Pressure Tanks		50										
12	331 Distribution System (mains and lines)	3-23-71	50										
13	334 Meters and Service (taps not covered by fees)		20										
14	340 Office Equipment		10										
15	341 Vehicles	10-1-06	5	35,000			10			7,000	35,000	0	
16	343 Shop/Tools Vehicle	11/7/11	15	47,790			5			9,558	47,790	0	
17	345 Heavy Equipment	4-23-08	10	33,847			8			3,385	27,080	1,767	
18	348 Fencing	3-22-02	20	4,360			14			218	3,652	1,308	
	Other: (Please list)												
19	Additional Fence	3-3-09	20	120			7			8	56	104	
20													
50	Total			178,355						21,865	125,204	48,791	

Add detailed workpapers if necessary to support this Schedule  
 Line 2 To Sch III-2, line 2  
 Line 27 To Sch I-1, line 9 To Sch III-2, line 9

<sup>1</sup> 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.

UTILITY NAME: Carroll Water Co., Inc.  
 SCHEDULES - CLASS B RATE/TARIFF CHANGE  
**III-3(a) UTILITY PLANT IN SERVICE-RECONCILIATION TO PRIOR CASE**  
 FOR TEST YEAR ENDED: 2-29-16

ORIGINAL COST DATA

A Line No.	B Description	C Amount	D Amount
1.	Beginning Gross Plant balance - (from previous rate case)	Must match previous rate case	\$ 323,046
2.	Plant additions after previous rate case		
3.	Well Pump (Lakeriew)	\$ 9,920	
4.	Well Pump (Spanish Grant)	12,078	
5.	Well Pump (Grande Casa)	17,245	
6.	15 hp booster pump	3,843	
7.			
8.			
9.			
10.			
11.	Total additions (add lines 3 through 10, Col C)		\$ 43,086
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)		\$ 0
22.	Ending balance (line 1 + line 11 - line 21)	Equals as III-3, Column D, line 50	\$ 366,132

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

UTILITY NAME: Carroll Water Co., Inc.  
 SCHEDULES - CLASS B RATE/TARIFF CHANGE  
**III-4 AVERAGE CONSTRUCTION WORK IN PROGRESS,  
 MATERIALS AND SUPPLIES INVENTORY & PREPAYMENTS**  
 FOR THE TEST YEAR ENDED: 2-29-16

\*\*\*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	
2.	Test year costs added	
3.	Test year construction costs completed	
4.	Ending balance	
5.	Average balance - test year (line 1 plus line 4, divided by 2)	

NA

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.

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

UTILITY NAME: Carroll Water Co., Inc  
 SCHEDULES FOR CLASS B RATE/TARIFF CHANGE  
**III-5 WORKING CASH ALLOWANCE CALCULATIONS**  
 FOR THE TEST YEAR ENDED: 2-29-16

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	Water		Sewer	
		Class B	Class C	Class B	Class C
1	Annual O & M Expenses	N/A	N/A	385,812	0
2	Working Cash (Line 3 / Line 5)	N/A	N/A	32,151	0
3	Divisor	12	12	52,245	0

From Sch I-1, line 25

To Sch III-2, line 5



UTILITY NAME: Carroll Water Co., Inc  
 SCHEDULES - CLASS B RATE/TARIFF CHANGE  
**III-6 LONG TERM DEBT/ NOTES PAYABLE – WATER AND SEWER**  
 FOR THE YEAR ENDED: 2-29-16

List the following information concerning debt and equity of the utility and attach copies of notes payable used. Round all percentages to two (2) decimal places. If debt from affiliated interests is allocated to the utility, provide workpapers demonstrating and justifying the allocation.

	(A) Long Term Debt Name of Bank/Lender	(B) Date of Issue	(C) Date of Maturity	(D) Original Amount of Loan	(E) Outstanding or Unpaid Balance- End of Test Year	(F) Interest Rate	(G)=Col E, Line 20 x Col F, Line 20 Weighted Average
1	Part 1 - Debt :						
2	Ally	11/7/11	2/7/18	47,790	12,197	4.49	548
3	Inwood Natl Bk	5/5/15	5/4/20	40,000	33,555	2.85	956
4							
5							
6							
7							
8							
9	Total			87,790	45,752		1,504

To Sch III-1,  
Column G,  
Line 5

List short term debt, if any:

UTILITY NAME: Carroll Water Co., Inc  
 SCHEDULES - CLASS B RATE/TARIFF CHANGE  
**III-7 ACCUMULATED DEPRECIATION FROM PRIOR RATE CASE**  
 FOR THE TEST YEAR ENDED: 2-29-16

ACCUMULATED DEPRECIATION:

Line No.	Description	Dollar Amount
1.	Ending-Prior Rate Case (Docket No. <u>2010-0131-UCR</u> )	<u>323,040</u>
2	Ending balance per Sch III-3; Column F, Line 50	<u>275,112</u>
	Describe accounting adjustments made between the prior rate case and the current rate case:	
	<u>well pump (Lakeview)</u>	<u>9,920</u>
	<u>Well pump (Spanish Grant)</u>	<u>12,078</u>
	<u>Well pump (Grande Casa)</u>	<u>17,245</u>
	<u>15 hp booster pumps</u>	<u>3,843</u>

Must match previous rate case

UTILITY NAME: Carroll Water Co., Inc.  
 SCHEDULES - CLASS B RATE/TARIFF CHANGE  
**III-8 ADVANCES FOR CONSTRUCTION AND CONTRIBUTIONS IN AID OF CONSTRUCTION**  
 FOR THE TEST YEAR ENDED: 2-29-16

III-8(a) ADVANCES FOR CONSTRUCTION:

Line No.	A Item	B Date of Installation	C Total Cost	D Amount of Advance	E Repayments made to developer	F (F)=(D)-(E) Rate base Value (to Sch III-2)	G Amount to be refunded in the future*
1.							
2.							
3.	WA						
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\*:

Line No.	A Item	B Date of Installation or Contribution	C Total Cost	D Amount of Developer Contribution	E Annual amortization	F Accumulated Amortization	G (G)=(D) - (F) Rate Base Value (to Sch III-2)
1.	Tap Fees	2015	2,000	0	0	0	0
2.							
3.							
4.							
5.							
6.	Total		2,000	0	0	0	0

\*Customer CIAC is entered directly on III-3

UTILITY NAME: <u>Carroll Water Co., Inc</u> SCHEDULES - CLASS B RATE/TARIFF CHANGE <b>III-9 DEFERRED INCOME TAXES AND</b> <b>DEFERRED INVESTMENT TAX CREDITS</b> FOR THE TEST YEAR ENDED: <u>2-29-16</u>
--

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:

NA

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: Carroll Water Co., Inc.  
 SCHEDULES - CLASS B RATE/TARIFF CHANGE  
**III-10 OTHER DEFERRED ASSETS**  
 FOR THE TEST YEAR ENDED: 2-29-16

III-10(a) : Other Deferred Assets

NA

Line No.	Description	Test Year Amount
1.		
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.			
2.			
3.			

SECTION IV OTHER TAX INSTRUCT

UTILITY NAME: Carroll Water Co., Inc.

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: Carroll Water Co., Inc  
 SCHEDULES - CLASS B RATE/TARIFF CHANGE  
**IV(a) ESTIMATE OF TAXES OTHER THAN INCOME**  
 FOR THE TEST YEAR ENDED: 2-29-16

**PROPERTY TAXES:**

A	B	C	D	E
Line No	Description	Amount	Amount	Reference
1	Property taxes paid in test year		1,843	per property tax bills
2	Utility plant added in test year	43,086		Schedule III-3(a), Line 11
3	Utility plant retirements in test year			Schedule III-3(a), Line 21
4	Net additions	43,086		Line 2 minus line 3
5	Net Property tax rate	323,046		Line 1 / beginning of test year gross plant balance from III-3 (a), Col D, Line 1
6	Test year property tax on additions		0	Line 4 times Line 5
7	Adjusted Test year property tax expense		1,843	Line 1 + Line 6
8	Known and measurable change	1,843		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	wages to 475,500	12.4 %	108,600	Column D+E+F Line 9	6,733
10	Medicare	wages to 475,500	2.9 %	108,600	Column H Line 9	1,575
11	Added Medicare (Affordable Care Act)	wages to _____	NA %	NA		NA
12	Federal unemployment	wages to 7,000	.6 %	28,000	Column D Line 9	168.00
13	State unemployment	wages to 9,000	.47 %	36,000	Column D+E Line 9	169.00
14	Total (add Lines 11 through 14)			281,200		8,645
15	Less: Capitalized	Use % on Sch II-6(a), line 10 %		88,568		
16	Test year Payroll Tax Expense	Line 13 less 14				8,645
17	Known and measurable change				(Line 13 minus Line 14)	8,476

**OTHER TAXES:**

A	I	J	K	L
Line No.	Description	Test year	K & M change	Adjusted Test Year
18	Other taxes & licenses			
19	Estimated Tax	7,240	0	7,240
20				
21	Total Other Taxes (Line 18 + Line 19 + Line 20)	7,240	0	7,240
22	Total this page - taxes other than income (Line 7) + (Col G, Line 16) + (Col L, Line 21)			17,728
23	Sch IV(a), Total known and measurable change (Line 8 plus line 17, Column G plus line 21, Column K)			17,559

UTILITY NAME: <u>Carroll Water Co., Inc</u> SCHEDULES - CLASS B RATE/TARIFF CHANGE <b>IV(b) REVENUE RELATED TAXES AND EXPENSES</b> FOR THE TEST YEAR ENDED: <u>2-29-16</u>						
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	0	0	0	0	0
2	Test year effective rate (test year tax expense/historic test year revenues-Sch I-1)	0	0	0	333,399	333,399
3	Gross up factor (1.0 divided by (1.0 minus Line (example below))					
4	Change in revenue requirement (Sch I-1, line 33)					190,716
5	Adjusted revenue requirement (Line 3 x Line 4)					190,716
6	Adjusted expense (Line 3 times Line 4)					90,716



SECTION V FEDERAL INCOME TAX

**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: Carroll Water Co., Inc.  
 SCHEDULES - CLASS B RATE/TARIFF CHANGE.  
**V SCHEDULE OF EFFECTIVE FEDERAL TAX RATE**  
 FOR THE TEST YEAR ENDED: 2-29-16

NA

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

To Sch I-1, Line 27

**FEDERAL INCOME TAX CALCULATION:**

Line No.	Tax Rate	Taxable Income	Tax Rate	Tax
		(Portion of Taxable Income in Level)		(C x D)
12	1st 50,000 of taxable income	50,000	15%	
13	Next 25,000 of taxable income	25,000	25%	
14	Next 25,000 of taxable income	25,000	34%	
15	Next 235,000 of taxable income	235,000	39%	
16	Over 335,000 of taxable income		34%	
17	Total before gross up		To Line 4	

UTILITY NAME: Carroll Water Co., Inc.  
VI RATE DESIGN INSTRUCTIONS  
SCHEDULES - CLASS B RATE/TARIFF CHANGE

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: Carroll Water Co., Inc.  
 SCHEDULES - CLASS B RATE/TARIFF CHANGE  
**Schedule VI-1 RATE DESIGN**  
 FOR THE TEST YEAR ENDED: 2-29-16

Line No.	A	B	C
		Reference	
<b>DETERMINATION OF FIXED COSTS</b>			
1.	Gross revenues to be recovered:	Sch I-1, Line 36	86,923
	Less variable costs:		
2.	Purchased water - Account 610	Sch I-1, Col. F, line 1	0
3.	Purchased power - Account 615	Sch I-1, Col. F, line 2	31,590
4.	Other volume related - Account 618	Sch I-1, Col. F, line 3	13,032
5.	Other volume related or allocated (attach schedule)		
6.			
7.			
8.			
9.			
10.	<b>FIXED COSTS</b> (Line 1 minus Lines 2-9)		42,301
11.	<b>% OF FIXED COSTS RECOVERED IN VOLUMETRIC CHARGE</b>		
12.	<b>TO BE RECOVERED THROUGH BASE SERVICE CHARGE</b>		
	<b>RECAP:</b>		
13.	RECOVERED THROUGH BASE SERVICE CHARGE	Line 10	
14.	RECOVERED THROUGH VOLUMETRIC RATE	Line 1 - Line 10	
	<b>TOTAL</b>	<b>Equals Line 1</b>	
	<b>TO BE RECOVERED THROUGH BASE SERVICE CHARGE</b>		
15.	TOTAL METER EQUIVALENTS	Sch I-3, Col H, line 9	465
16.	CHARGE PER 5/8" X 3/4" METER	Line 13 / Line 15	
	<b>TO BE RECOVERED THROUGH VOLUMETRIC RATE</b>		
17.	TOTAL WATER SALES IN 1,000 GALS	Sch II-1(a), Col C, line 4	31,680,000
18.	VOLUMETRIC RATE (CHARGE PER 1,000 GALS)	Line 14 / Line 17	
	<b>PROPOSED RATES:</b>		
19.	FOR ALL WATER DELIVERED PER 1,000 gallons	Line 18 or attach calc.	
	<b>BASE SERVICE CHARGE (PER 5/8" X 3/4")</b>		
	Meter size	Line 16	Equivalency
20.	5/8 X 3/4"	460	X 1.0 = 460
21.	3/4"		X 1.5 =
22.	1"	2	X 2.5 = 5
23.	1-1/2"		X 5.0 =
24.	2"		X 8.0 =
25.	3"		X 15.0 =
26.	4"		X 25.0 =

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.