

General Ledger

02/22/18

Frio Canon Water Company

General Ledger

Period 01 2015 (Jan 2015) to 12 2015 (Dec 2015) and
Account# = 9610 ,...

Record#	Trans#	Date	Description	Debit	Credit	Balance
9610 Treatment Chemicals				Balance Forward:		
428	gl	02/27/2015	Reimburse FCLand CC thru 10915	31.83	Chemicals	31.83
428	gl	02/27/2015	Reimburse FCLand CC thru 10915	76.38	Chemicals	108.21
428	gl	02/27/2015	Reimburse FCLand CC thru 10915	86.52	Chemicals	194.73
446	gl	03/08/2015	BOA reimburse FC Land	47.74	Chemicals	242.47
493	gl	04/30/2015	Reimburse Land BOA 31015-4915	477.38	Chemicals	719.85
538	Gilbert 7/19/15	07/19/2015	Gilbert W/E 07/19/15	7.50	Chemicals	727.35
632	JE	11/20/2015	Reimburse Land for Sanford/BOA	30.85		758.20
632	JE	11/20/2015	Reimburse Land for Sanford/BOA	15.91		774.11
632	JE	11/20/2015	Reimburse Land for Sanford/BOA	76.38		850.49
642	JE	12/11/2015	BOA to FCLand 101015-110915	95.48		945.97
Totals:				945.97		945.97
Grand Total:				945.97		945.97

General Ledger

02/22/18

Frio Canon Water Company

General Ledger

Period 01 2015 (Jan 2015) to 12 2015 (Dec 2015) and
Account# = 9800 ,...

Record#	Trans#	Date	Description	Debit	Credit	Balance
9800 Utilities-Electric				Balance Forward:		
399	Jan. 08, 2015	01/08/2015	Bandera Electric #3012598	124.03		124.03
419	Feb. 08, 2015	02/08/2015	01/08/15 to 02/08/15	97.54		221.57
442	Mar. 08, 2015	03/07/2015	02/08/15 - 03/07/15	82.06		303.63
464	April 8, 2015	04/08/2015	Bandera Electric #3012598-001	150.12		453.75
491	205	05/14/2015	Water Billing Payments and Ban		38.19	415.56
495	May 8, 2015	05/08/2015	Bandera Electric #3012598-001	225.64		641.20
514	06/08/15	06/08/2015	Bandera Elec #3012598-001	156.10		797.30
540	July 8, 2015	07/08/2015	BanderaElectric #3012598-001	235.42		1,032.72
560	08/08/15	08/08/2015	BanderaElectric#3012598-001	373.11		1,405.83
582	09/08/15	09/08/2015	Bandera #3012598-001	407.81		1,813.64
602	10/08/15	10/08/2015	Band Elec #3012598-001	307.01		2,120.65
617	110815	11/08/2015	Bandera Electric #3012598	192.29		2,312.94
647	237	12/22/2015	Water billing payments & Bande		57.42	2,255.52
654	Dec 2015	12/08/2015	Bandera Electric #3012598	124.37		2,379.89
Totals:				2,475.50	95.61	2,379.89
Grand Total:				2,475.50	95.61	2,379.89

General Ledger

02/22/18

Frio Canon Water Company

General Ledger

Period 01 2015 (Jan 2015) to 12 2015 (Dec 2015) and
Account# = 9850 ,...

Record#	Trans#	Date	Description	Debit	Credit	Balance
9850 Utilities-Garbage Collection F				Balance Forward:		
388	04632	12/29/2014	4 yd dumpster svc	138.78		138.78
409	4301	01/03/2015	Dumpster Service Acct #274	138.78		277.56
433	4732	03/01/2015	Dumpster Service Acct. #274	138.78		416.34
454	5194	04/01/2015	Weekly Dumpster Service	138.78		555.12
481	5632	05/01/2015	Dumpster Service	138.78		693.90
503	6057	06/01/2015	May Trash Service	138.78		832.68
552	6486	07/10/2015	Dumster Service	149.45		982.13
553	6920	08/10/2015	Dumster Service	224.18		1,206.31
574	09/01/15	09/01/2015	Dumpster Service	149.45		1,355.76
586	7809	09/30/2015	Weekly Service	149.45		1,505.21
618	8281	11/01/2015	Trash collection service	224.18		1,729.39
638	8730	11/30/2015	4 Yrd Dumpster Svc	298.90		2,028.29
Totals:				2,028.29		2,028.29
Grand Total:				2,028.29		2,028.29

General Ledger

02/22/18

Frio Canon Water Company

General Ledger

Period 01 2015 (Jan 2015) to 12 2015 (Dec 2015) and
Account# = 9900 ,...

Record#	Trans#	Date	Description	Debit	Credit	Balance
9900 Utilities-Telephone				Balance Forward:		
387	Jan. 01, 2015	01/01/2015	Hill Country Tele Acct #276520	33.21		33.21
411	Feb. 02, 2015	02/01/2015	Hill Country Tele Acct #276520	33.21		66.42
434	Mar. 01, 2015	03/01/2015	Hill Country Tele #2765200	33.10		99.52
458	04/01/15	04/01/2015	Hill Country Tele Acct#2765200	33.14		132.66
480	05/01/15	05/01/2015	Hill Country Tele #2765200	33.14		165.80
510	06/01/15	06/01/2015	Hill Country Tele Acct 2765200	33.14		198.94
529	07/01/15	07/01/2015	Hill Country Tele #2765200	34.88		233.82
551	08/01/15	08/01/2015	HillCountry Tele #2765200	33.77		267.59
573	09/01/15	09/01/2015	Hill Country Tele #2765200	33.77		301.36
596	10/01/15	10/01/2015	Hill Country Tele#2765200	33.74		335.10
619	Nov 2015	11/01/2015	Hill Country Tele Acct #276520	33.74		368.84
637	120115	12/01/2015	Hill Country Tele Acct #276520	33.74		402.58
Totals:				402.58		402.58
Grand Total:				402.58		402.58

General Ledger

02/22/18

Frio Canon Water Company

General Ledger

Period 01 2015 (Jan 2015) to 12 2015 (Dec 2015) and
Account# = 9901 ,...

Record#	Trans#	Date	Description	Debit	Credit	Balance
9901 Water Testing				Balance Forward:		
632	JE	11/20/2015	Reimburse Land for Sanford/BOA	533.13		533.13
Totals:				533.13		533.13
Grand Total:				533.13		533.13

Wilson Well:

Fras Canyon Well - (From Bottom of Estimate No. 27)

Draw 1	\$ 23,225.00
Draw 2	8,353.42
Draw 3	7,834.00
	<hr/>
	39,412.42

Est 28	<hr/>
	11,734.62

(See Bottom of Est. 28)

Total	\$ 51,147.04
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Well Pump	4,771.17
	<hr/>
	\$ 55,918.21

(See Bottom of Est 28)

P.O. Box 1272
 Leakey, TX 78873
 830-232-6747
 duanewilson2241@msn.com

Wilson Well Service

Fax

To: David Dalgelish	From: Duane Wilson
Fax: 512-346-8667	Pages: 4
Phone:	Date: 04-22-2008
Re: Invoice	CC:

☐ Urgent
 ☒ For Review
 ☐ Please Comment
 ☐ Please Reply
 ☐ Please Recycle

Comments:

\$8 + 12 pump

exactly - ~~\$60k~~ \$60k
exact like existing

Thank You,
 Duane Wilson
 Owner

dgr 10/2018
well:

<i>\$39,412.42</i>	<i>Est 27</i>	<i>16,000</i>	<i>\$20 / LC for normal well</i>
<i>+ 11,734.62</i>	<i>Est 28</i>	<i>500'</i>	<i>Drilling Conig Cement</i>
<i>\$51,147.04</i>	<i>Less Pump</i>	<i>+ pump</i>	<i>5" PVC Conig</i>
		<i>21,000</i>	<i>800' snig residue</i>
			<i>220' snig plus</i>

Pump = \$4,771.17

Wilson Well Service

P.O. Box 1272

Leakey, TX 78873

CLASS D

opening

Estimate

Date	Estimate #
2/4/2008	27

Apr

Name / Address
Dagleish Construction Company Frio Canon Dagleish, David L. 4019 Spicewood Springs Road Austin, TX 78759

				Project
Item	Description	Qty	Rate	Total
Well	Drill 18" hole and set 13" Surface Casing	1	3,200.00	3,200.00
Well	Drill well to water bearing formation	800	10.00	8,000.00
Well	Open bore hole to Desired depth <i>Reaming</i>	700	10.00	7,000.00
PVC Casing	8" New steel Casing With Delivery and Installation cost	700	21.50	15,050.00
Cement	Cement For Well	1	6,500.00	6,500.00
Well	Drill out casing Plug	100	8.00	800.00
David, I adjusted the cost of the casing to reflect a 15.00 per foot cost, a 3.50 per foot cost of delivery, and a 3.00 Per foot cost of installation. The casing company will not give an exact price on casing or Shipping charge until the order is placed.				
Texas Department of Licensing and Regulation P.O. Box 12157 Austin, TX 78711			Subtotal	\$40,550.00
			Sales Tax (7.75%)	\$0.00
			Total	\$40,550.00

30.2

Draw #1 23,285.00
2-29-08

Draw #2 8353.42
4/23/08

Draw #3 7834
6/6/08

39,412.42. pay this estimate in full

000107

Phone #
(830) 232-6747

Wilson Well Service
P.O. Box 1272
Leakey, TX 78873
Phone # (830) 232-6747

WILSON WELL SERVICE

4/22/2008

Dagleish Construction Company
Frio Canon
Dagleish, David L.
4019 Spicewood Springs Road
Austin, TX 78759

Invoice # 590

			Terms	Project
			Due on receipt	
Item	Quantity	Description	Rate	Amount
Misc.	1	Charge on return checks when payment was stopped	159.42	159.42
Misc.	1	Water samples fee- For two samples	794.00	794.00
Misc.	1	Cost of fuel and time to take water samples to Seguin, TX	100.00	100.00
Misc.	1	Pump Test- Using My equipment (Pump, pipe, wire and generator), Fuel (36Gal.) and Labor	500.00	500.00
Well	680	Ream well with 12 1/4" Bit to 680'	10.00	6,800.00
		Sales Tax	7.75%	0.00
<p>pp 4.23.18</p>				
Texas Department of Licensing and Regulation P.O. Box 12157 Austin, TX 78711			Total	\$8,353.42
E-mail				
duanewilson2241@msn.com				

Call 830. 486-6768

Wilson Well Service

P.O. Box 1272

Leakey, TX 78873

Phone # (830) 232-6747

WILSON WELL SERVICE

2/20/2008

Dalgleish Construction Company
 Frio Canon
 Dalgleish, David L.
 4019 Spicewood Springs Road
 Austin, TX 78759

Invoice # 555

POSTED

		Terms		Project
		Due on receipt		
Item	Quantity	Description	Rate	Amount
Well	1	Drill 18" Hole and set 13" Surface Casing	3,200.00	3,200.00
Well	760	Drill well to Water bearing formation	10.00	7,600.00
Well	700	Ream well to top of water formation	10.00	7,000.00
Casing	700	8" New Steel Casing - Casing Cost With Delivery 14.75 Instalation Cost 3.00 Sales Tax	17.75 7.75%	12,425.00 0.00
FC Water System				
Texas Department of Licensing and Regulation P.O. Box 12157 Austin, TX 78711			Total	\$30,225.00

E-mail

duanewilson2241@msn.com

Received _____
 GL No. _____
 Payment Due _____
 Job No. 505
 Job Code No. 9008
 Approved [Signature] 000109

Wilson Well Service

P.O. Box 1272
Leakey, TX 78873

Estimate

Date	Estimate #
2/4/2008	27

Name / Address
Dalgleish Construction Company Dalgleish, David L. 4019 Spicewood Springs Road Austin, TX 78759

				Project
Item	Description	Qty	Rate	Total
Well	Drill 18" hole and set 13" Surface Casing	1	3,200.00	PD 3,200.00
Well	Drill well to water bearing formation	800	10.00	PD 8,000.00
Well	Open bore hole to Desired depth	700	10.00	7,000.00
PVC Casing	8" New steel Casing With Delivery and Installation cost	700	21.50	PD 15,050.00
Cement	Cement For Well	1	6,500.00	6,500.00
Well	Drill out casing Plug	100	8.00	800.00
David, I adjusted the cost of the casing to reflect a 15.00 per foot cost, a 3.50 per foot cost of delivery, and a 3.00 Per foot cost of installation. The casing company will not give an exact price on casing or Shipping charge until the order is placed.				
			PR 30,225	
			4007	
			23,225	
Balance			\$14,300	
plus pump 16.505				
			30.805	
Texas Department of Licensing and Regulation P.O. Box 12157 Austin, TX 78711			Subtotal	\$40,550.00
			Sales Tax (7.75%)	\$0.00
			Total	\$40,550.00

Phone #
(830) 232-6747

Balance
4-1-08

OK

Wilson Well Service

P.O. Box 1272

Leakey, TX 78873

Estimate

Date	Estimate #
2/6/2008	28

Name / Address
Dalgleish Construction Company Dalgleish, David L. 4019 Spicewood Springs Road Austin, TX 78759

				Project
Item	Description	Qty	Rate	Total
Pump	70L15 Goulds Pump 6" - 70 Gal. 15 HP 3 Phase 230 Volt Pump	1	4,428.00	4,428.00T
Control Box	15 HP Starter With Heaters for Pump	1	765.00	765.00T
Pump Wire	2# Double Jacketed Submersible Pump Wire	720	5.95	4,284.00T
Drop Pipe	3" Galvanized Drop Pipe	700	7.09	4,963.00T
Check Valve	3" Iron Check Valve	2	198.00	396.00T
Labor	Hourly Rate	8	65.00	520.00
<p>Add 1/4" poly air line. w guard to Ch water level</p>				
Texas Department of Licensing and Regulation P.O. Box 12157 Austin, TX 78711			Subtotal	\$15,356.00
			Sales Tax (7.75%)	\$1,149.79
			Total	\$16,505.79

Phone #
(830) 232-6747

DBL: \$ 10,408 + Plus Tax = \$11,214.62
+ Labor
520.00

Pump + tax

\$ 11,734.62
4,771.17
\$ 16,505.79

000111

P.O. Box 1272
Leakey, TX 78873
830-232-6747
duanewilson2241@msn.com

Wilson Well Service

Fax

To: Dalglish Construction Company **From:** Duane Wilson

Dalglish, David L.

Fax: 512-346-8667

Pages: 3

Phone: 512-743-7070

Date: 02-06-2008

Re: Proposal

CC:

☐ **Urgent** ☒ **For Review** ☐ **Please Comment** ☐ **Please Reply** ☐ **Please Recycle**

Comments:

David

Please feel free to contact us at 830-232-6747 if you have any questions or concerns in reference to this matter.

Duane Wilson

Wilson Well Service

Owner

M. Colson Pump Service

Pump House
Pressure Tank
GST
E.H. King
Electrical

Booster Pump
12,000 Gals GST
1,000 Gals PT
Masonry Work
P.P. & CP

4,865.62
18,381.25
8,433.75
8,800.00
33,641.85

\$74,122.47

DRAW 1 15,000.00
DRAW 2 30,642.63
DRAW 3 13,775.13
DRAW 4 12,000.00
71,417.76

\$30,642.63
13,775.13
18,532.63
11,172.08
\$74,122.47

Invoice 254 2/14/2008
Invoice 257 4/18/2008
Invoice 278 6/19/2008
Invoice 294 8/12/2008

Drw #1 715.00 Tank Repair

 **POSTED**

NICHOLSON PUMP SERVICE
PO BOX 1287
HELOTES, TX 78023

Drw #2

Invoice

Invoice Number:

254

Invoice Date:

Feb 14, 2008

Page:

1

(210) 744-4482 MOBILE
(210) 561-9216 FAX

DALGLEISH CONSTRUCTION CO
4019 SPICEWOOD SPRINGS RD.
AUSTIN TEXAS 78759

Customer		Customer PO		
DALGLEISH CONST		WATER PLANT		
Quantity	Item	Description	Unit Price	Extension
1.00		SLABS & STORAGE TANK PAD	5,000.00	5,000.00
1.00		PRESSURE SIDE FITTINGS & PIPING INSTALLED FROM ROAD TO PUMP HOUSE.	1,200.00	1,200.00
1.00		PUMP HOUSE BUILDING WALLS FRAMED	1,000.00	1,000.00
1.00		10000 GALLON FIBERGLASS STORAGE TANK	17,000.00	17,000.00
1.00		LABOR ON 20% OF JOB	4,140.00	4,140.00

F.C. - Water System

Received 3/13
GL No. 3725
Payment Due 505
Job No. 9008
Job Code No. 9008
Approved [Signature]

Regulated by: The Texas Dept. of Licensing & Regulation
P.O. Box 12167
Austin, Texas 78711
1-800-803-9202 or 1-512-463-7880

Thank you for your business.

Check No:

Subtotal	28,340.00
Sales Tax	2,302.63
Total Invoice Amount	30,642.63
Payment Received	
TOTAL	30,642.63

000114

NICHOLSON PUMP SERVICE
PO BOX 1287
HELOTES, TX 78023

Draw #3

Invoice

Invoice Number:
257

Invoice Date:
Apr 18, 2008

Page:
1

(210) 744-4482 MOBILE
 (210) 561-9216 FAX

DALGLEISH CONSTRUCTION CO
 4019 SPICEWOOD SPRINGS RD.
 AUSTIN TEXAS 78759

Customer		Customer PO		
DALGLEISH CONST		FRIO CANON WTR PLNT		
Quantity	Item	Description	Unit Price	Extension
1.00		BALANCE OF PUMP HOUSE -ROOF FRAMED & DECKED, WALLS ENCLOSED & DOORS INSTALLED.	1,600.00	1,600.00
1.00		FITTINGS & MATERIALS TO TIE IN STORAGE TANK, PUMPS & MANIFOLD. (USED DUCTILE INSTEAD OF GALVANISED.)	7,000.00	7,000.00
1.00		20% LABOR TO INSTALL	4,140.00	4,140.00

Received 4/18
 GL No. _____
 Payment Due 5/10
 Job No. _____
 Job Code No. _____
 Approved _____

Regulated by: The Texas Dept. of Licensing & Regulation
 P.O. Box 12157
 Austin, Texas 78711
 1-800-809-9202 or 1-512-463-7880

Thank you for your business.

Check No:

Subtotal 12,740.00
 Sales Tax 1,035.13
 Total Invoice Amount 13,775.13
 Payment Received
TOTAL 13,775.13

NICHOLSON PUMP SERVICE
PO BOX 1287
HELOTES, TX 78023

Invoice

Invoice Number:
 278

Invoice Date:
 Jun 19, 2008

Page:
 1

(210) 744-4482 MOBILE
 (210) 561-9216 FAX

DALGLEISH CONSTRUCTION CO
 4019 SPICEWOOD SPRINGS RD.
 AUSTIN TEXAS 78759

Customer		Customer PO		
DALGLEISH CONST		FRIO CANON-4TH DRAW		
Quantity	Item	Description	Unit Price	Extension
1.00		ELECTRICAL & CONTROLS	10,000.00	10,000.00
1.00		FITTINGS TO INSTALL	3,000.00	3,000.00
1.00		20% LABOR TO INSTALL	4,140.00	4,140.00
		BREAKDOWN ON PAYMENTS & WHATS LEFT.		
		ORIGINAL QUOTE-- 85743.13 ADDITIONAL		
		FOR USINGDUCTILE ON MANIFOLD		
		&DIFFERENT BRAND PRESSURE TANK		
		--4300.00 MINUS ROOF,SIDING		
		&INSULATION OF BUILDING-1200.00		
		TOTAL QUOTE--88843.13		
		1ST.DRAW- CK# 24291-- \$15000.00		
		2ND. DRAW-CK#25723--\$30642.63		
		3RD DRAW-CK#26331--\$13775.13		
		BALANCE LEFT INCLUDING THIS		
		INVOICE--\$29425.37		

Regulated by: The Texas Dept. of Licensing & Regulation
 P.O. Box 12157
 Austin, Texas 78711
 1-800-803-9202 or 1-512-463-7880

Thank you for your business.

Check No:

Subtotal
 Sales Tax
 Total Invoice Amount
 Payment Received
TOTAL

17,140.00
 1,392.63
 18,532.63
 18,532.63

Received 6/18
 Cl. No. _____
 Payment Due 595
 Job No. _____
 Job Code No. 9008
 Approved _____

12,000

000116

NICHOLSON PUMP SERVICE
PO BOX 1287
HELOTES, TX 78023

Invoice

Invoice Number:

294

Invoice Date:

Aug 12, 2008

Page:

1

(210) 744-4482 MOBILE
 (210) 877-0046 FAX

DALGLEISH CONSTRUCTION CO
 4019 SPICEWOOD SPRINGS RD.
 AUSTIN TEXAS 78759

Customer		Customer PO		
DALGLEISH CONST		FRIO CANON-LAST DRAW		
Quantity	Item	Description	Unit Price	Extension
1.00		BALANCE FROM LAST DRAW	6,523.63	6,523.63
1.00		1000 GALLON PRESSURE TANK	7,800.00	7,800.00
1.00		BALANCE OF LABOR	2,000.00	2,000.00
1.00		ADD 2- 2" BALL VALVES TO FLUSH LINE TO TIE IN FILL LINE TO CREEK.	250.00	250.00
<p><i>Final</i> <i>Under System</i> <i>Payable</i> <i>Send</i> <i>Can Under</i></p>				
Received			8/13	
GL No.				
Payment Due			8/25	
Job No.				
Job Code No.				
Approved				

Regulated by: The Texas Dept. of Licensing & Regulation
 P.O. Box 12157
 Austin, Texas 78711
 1-800-803-9202 or 1-512-463-7880

Thank you for your business.

Check No:

Subtotal 16,573.63
 Sales Tax 1,122.08
 Total Invoice Amount 17,695.71
 Payment Received
TOTAL 17,695.71

<6523.63>

OK
 8/17/08 DP

DLR WATER
WATER Distribut. System
+
water meters + Services

SUBCONTRACT

Date: 11/30/2007

Between: Dalglish Construction Company
4019 Spicewood Springs Road
Austin, Texas 78759
(512) 346-8554, Office
(512) 346-8667, Fax

And the Subcontractor: DLR Water Company, L.L.C.
1551 N Walnut, STE 13-159
New Braunfels, TX 78130

Project: Frio Cañon Underground Utilities and Water Plant

Owner: Frio Cañon Land, L.L.C.

Engineers: Mike Luccl, Hill Country Engineering, San Antonio, TX (Water + Water Plant); Schneider (electric)

We agree as follows:

1. The Contract Documents:

Shall consist of this Agreement and any attached documents. The Subcontractor is responsible for work common to his trade on all portions of these Contract Documents unless specified otherwise under Exclusions.

- Frio Cañon Public Water System Plant and Specifications prepared by Hill Country Engineering dated 11-July-2007
- Underground Utility Electric Utility Plans and Specifications prepared by Schneider Engineering dated 17-October-2007
- Bid Outline Sheet dated 15-November-2007

2. The Work

The Subcontractor shall furnish:

Underground water, electric, and telephone fiber installation per contract documents listed above.

Exclusions:

3. Time is of the Essence.

- 4. The Subcontract Sum: Water System not including Water Plant = \$88,350 and Electric System = \$87,750; Total = \$176,100 (includes all applicable taxes, including sales tax)**

5. Progress Payments:

Draws are to be based on percentage completion. The Subcontractor is to turn in a draw request on the 1st and or 15th following completion for all work that has been completed and or materials that are stored on-site as of that date.

Advance draws will be rejected. Payment will be available for pickup or mailing after 2:00 p.m. on the following 10th and/or 25th. A CURRENT GENERAL LIABILITY CERTIFICATE MUST BE ON FILE PRIOR TO PAYMENT OF DRAW #1.

6. Final Payment:

- a. An invoice for final payment shall be delivered to Dalglish Construction Company's office by the 1st and 15th following completion of all work required by this Agreement. Payment will be made available for pickup and mailing after 2:00 p.m. on the 10th or 25th of the month, conditioned upon the following:
- b. Subcontractor has paid all bills related to the operation of this Subcontract and signed a Waiver of Lien Rights.
- c. Subcontract has on file a current Certificate for General Liability Insurance and Workers Compensation Waiver.

If Subcontractor does not carry Workers Compensation Insurance he has on file a Waiver of Workers Compensation Insurance.
- d. Subcontractor has completed all aspects of work, including details, final clean up, and attained any inspections required.
- e. Subcontractor has provided warranty information and product literature for all equipment installed.
- f. If requirements listed above have not been met or completed, final payment will be withheld or the appropriate sum to satisfy such will be deducted from payment, at the sole discretion of the Contractor.

7. Insurance:

- a. The Contractor and Subcontractor hereby waive all rights against each other and against the Owner and all other subcontractors for damages caused by fire or other perils to the extent covered by property insurance provided except such rights as they may have to the proceeds of such insurance.

Subcontractor's Requirements:
General Liability - \$1,000,000
Workers Compensation - Statutory

- b. If Subcontractor executes a Waiver of Workers Compensation Insurance he hereby waives all rights against Contractor for damages caused by any injury or peril to Subcontractor and his employees and/or sub-subcontractors, if any, and certifies he has informed his employees and/or sub-subcontractors, if any, such coverage is not provided.

8. Subcontractor's Responsibilities:

- a. Work to applicable codes, with appropriate permits and inspections.
- b. **Clean up shall be done daily.** Lunch trash is to be deposited in dumpster or designated area. Clean up of all debris produced by the execution of the work under this Subcontract thoroughly after completion of each phase of the work is required. **If debris is not properly cleaned up you will be back-charged accordingly (up to \$50.00/day) for Dagleish Construction Company to clean up the job site.**
- c. Take precautions to protect work of other trades and existing property on-site.
- d. Have **written authorization** from Contractor before proceeding with any extra work. (Superintendent will have Construction Change Authorization Forms. When situations arise inform the Superintendent, agree on an amount and have him fill out Authorization Form. You will be mailed a copy for your records.) **Any work done without authorization will not be paid for.**
- e. Promptly correct any defective work, replace any defective materials or replace any material that does not fulfill the purpose it was designed for, for a period of one year after the project's date of substantial completion.
- f. Be responsible by leaving on-going work in a safe state overnight so as to avoid unnecessary accidents. Be responsible in executing work with special attention to safety rules and regulations and common sense. Your cooperation in making jobsite safe is appreciated.
- g. Subcontractor is responsible for following all applicable OSHA rules and regulations as they apply to subcontractor's scope of the contracted work.
- h. Subcontractor is responsible for the safety of his employees and is not to direct his employees to perform work which would place them at risk of injury or death.

9. Contractor's Responsibilities:

- a. Notify Subcontractor of any changes promptly.
- b. Make payments to Subcontractor according to Sections #5 and #6 above.
- c. Give instructions to only authorized representatives of Subcontractor.
- d. Provide designated area for clean up debris.

10. Miscellaneous:

- a. Any dispute is to be settled by an arbitrator mutually agreed upon by Contractor and Subcontractor. His decision is final.

Dagleish Construction Company
Phone # (512) 346-8554
Fax # (512) 346-8667

David Wallace, Manager
DLR Water Company
1551 N. Walnut Suite 13-159
New Braunfels, TX 78130
Fed ID# _____

NOTICE TO SUBCONTRACTORS

ALCOHOLIC BEVERAGES ARE NOT PERMITTED ON-SITE.

USE OF ILLEGAL DRUGS WILL RESULT IN IMMEDIATE TERMINATION.

EXCESSIVE FOUL LANGUAGE WILL NOT BE TOLERATED ON-SITE.

RADIOS ARE PERMITTED ON-SITE WITH CONTRACTOR'S APPROVAL. THIS PRIVILEGE WILL BE REVOKED IF ABUSED.

NO SMOKING ON PREMISES. SMOKING IS PERMITTED IN DESIGNATED AREAS ONLY. SUBCONTRACTOR IS RESPONSIBLE FOR CLEANING SITE OF ALL SMOKING DEBRIS.

EACH SUBCONTRACTOR IS RESPONSIBLE FOR CLEAN UP OF HIS/HER OWN DEBRIS. CLEAN UP DAILY, BROOM SWEEP LAST DAY.

NON-COMPLIANCE WITH THESE RULES WILL RESULT IN A BACKCHARGE OF UP TO \$50.00/DAY AGAINST YOUR DRAW AND/OR TERMINATION OF THIS SUBCONTRACT.

SAWING, SANDING OR MACHINING WOOD PRODUCTS CAN PRODUCE WOOD DUST WHICH CAN CAUSE A FLAMMABLE OR EXPLOSIVE HAZARD. WOOD DUST MAY CAUSE LUNG, UPPER RESPIRATORY TRACT, EYE AND SKIN IRRITATION. SOME WOOD SPECIES MAY CAUSE DERMATITIS AND/OR RESPIRATORY ALLERGIC EFFECTS. AVOID DUST CONTACT WITH IGNITION SOURCE. SWEEP OR VACUUM DUST FOR RECOVERY OR DISPOSAL. AVOID PROLONGED OR REPEATED BREATHING OF WOOD DUST IN AIR. AVOID DUST CONTACT WITH EYES AND SKIN. IF WOOD DUST IS INHALED, REMOVE TO FRESH AIR. IN CASE OF CONTACT, FLUSH EYES WITH WATER. IF IRRITATION PERSISTS, CALL A PHYSICIAN. FOR ADDITIONAL INFORMATION, CONTACT DALGLEISH CONSTRUCTION COMPANY'S OFFICE FOR A MATERIAL DATA SHEET (MSDS) ON WOOD DUST.

YOUR COOPERATION IN MAKING THIS A SAFE AND CLEAN JOB SITE IS APPRECIATED.

**DALGLEISH CONSTRUCTION COMPANY
4019 SPICEWOOD SPRING ROAD
AUSTIN, TEXAS 78759
(512) 346-8554**

TEXAS DEPARTMENT OF INSURANCE, DIVISION OF WORKERS' COMPENSATION
7551 Metro Center Drive, Suite 100
Austin, Texas 78744

If you are not certain whether all parties meet the requirements for entering into this agreement, you may wish to consult an attorney.

Texas Workers' Compensation Act, Texas Labor Code, Section 406.141(2) defines "independent contractor" as follows: (2) "Independent contractor" means a person who contracts to perform work or provide a service for the benefit of another and who: (A) is paid by the job, not by the hour or some other time-measured basis; (B) is free to hire as many helpers as he desires and to determine what each helper will be paid; and (C) is free to work for other contractors, or to send helpers to work for other contractors, while under contract to the hiring employer.

CHECK ☐ BOX OF STATEMENT THAT APPLIES

☒ JOINT AGREEMENT TO AFFIRM INDEPENDENT
RELATIONSHIP FOR CERTAIN BUILDING
AND CONSTRUCTION WORKERS

Notice of Declaration

The undersigned Hiring Contractor and the undersigned Independent Contractor hereby declare that the Independent Contractor meets the qualifications of an Independent Contractor under Texas Workers' Compensation Act, Texas Labor Code, Section 406.141, that the Independent Contractor is not an employee of the Hiring Contractor, and that:

- (A) the Independent Contractor and the Independent Contractor's employees shall not be entitled to workers' compensation coverage from the Hiring Contractor; and
- (B) the Hiring Contractor's workers' compensation insurance carrier shall not require premiums to be paid by the Hiring Contractor for coverage of the Independent Contractor or the Independent Contractor's employees, helpers, or subcontractors.

THIS DECLARATION TAKES EFFECT UPON RECEIPT BY THE TEXAS DEPARTMENT OF INSURANCE, DIVISION OF WORKERS' COMPENSATION. THIS DECLARATION APPLIES TO ALL HIRING AGREEMENTS EXECUTED BY THE HIRING CONTRACTOR AND THE INDEPENDENT CONTRACTOR DURING THE YEAR AFTER THIS DECLARATION IS FILED UNLESS A SUBSEQUENT HIRING AGREEMENT IS MADE TO WHICH THE DECLARATION DOES NOT APPLY. IN THE EVENT THAT A HIRING AGREEMENT TO WHICH THIS DECLARATION DOES NOT APPLY IS MADE, THE HIRING CONTRACTOR AND INDEPENDENT CONTRACTOR SHALL SO NOTIFY THE TEXAS DEPARTMENT OF INSURANCE, DIVISION OF WORKERS' COMPENSATION AND THE HIRING CONTRACTOR'S WORKERS' COMPENSATION INSURANCE CARRIER (IF ANY) IN WRITING WITHIN 10 DAYS AFTER THE NON-APPLYING AGREEMENT IS MADE. ONCE THIS AGREEMENT IS SIGNED, THE SUBCONTRACTOR AND THE SUBCONTRACTOR'S EMPLOYEES SHALL NOT BE ENTITLED TO WORKERS' COMPENSATION COVERAGE FROM THE HIRING CONTRACTOR UNLESS A SUBSEQUENT WRITTEN AGREEMENT IS EXECUTED, AND FILED ACCORDING TO WORKERS' COMPENSATION RULES, EXPRESSLY STATING THAT THIS AGREEMENT DOES NOT APPLY.

Texas Labor Code, Texas Workers' Compensation Act, Section 406.145.

☐ AGREEMENT TO ESTABLISH EMPLOYER-
EMPLOYEE RELATIONSHIP FOR CERTAIN
BUILDING AND CONSTRUCTION WORKERS

Notice of Agreement

The undersigned Hiring Contractor and the undersigned Independent Contractor hereby agree that the Hiring Contractor ☐ will withhold ☐ will not withhold the cost of workers' compensation insurance coverage from the Independent Contractor's contract price and that the Hiring Contractor will purchase workers' compensation insurance coverage for the Independent Contractor and the Independent Contractor's employees. Once this agreement is signed, for the purpose of providing workers' compensation insurance coverage, the Hiring Contractor will be the employer of the Independent Contractor and the Independent Contractor's employees. This agreement makes the Hiring Contractor the employer of the Independent Contractor and the Independent Contractor's employees only for the purposes of workers' compensation laws of Texas and for no other purpose.

TERM (DATES) OF AGREEMENT: FROM: _____

TO: _____

LOCATION OF EACH AFFECTED JOB SITE (OR STATE WHETHER THIS IS A BLANKET AGREEMENT):

ESTIMATED NUMBER OF EMPLOYEES AFFECTED: _____

THIS AGREEMENT SHALL TAKE EFFECT NO SOONER THAN THE DATE IT IS SIGNED.

Texas Labor Code, Texas Workers' Compensation Act, Section 406.144.

Hiring Contractor's Affirmation

If the Hiring Contractor's workers' compensation carrier change during the effective period of coverage, it is advisable for the Hiring Contractor to file this form with the new insurance carrier.

K. K. K. 11/29/07
Signature of Hiring Contractor Date

Dalglish Construction Company, L.P.
Printed Name of the Hiring Contractor

20-1123291

Federal Tax I.D. Number

4019 Spicewood Springs Road

Address (Street)

Austin, Texas 78759

Address (City, State, Zip)

Independent Contractor's Affirmation

DLR Water Company
Signature of Independent Contractor Date

DLR Water Company
Printed Name of the Independent Contractor

Federal Tax I.D. Number

11551 N Walnut, STE 13-159

Address (Street)

ANE Braunfels, TX 78130

Address (City, State, Zip)

The Hiring Contractor should retain the original. Legible copies of this agreement should be filed with the hiring contractor's workers' compensation insurance carrier and the Division within 10 days of the date of execution. An agreement is not considered filed if it is illegible or incomplete. Filing may be accomplished by mail or facsimile transmission. The Independent Contractor should also retain a copy of the agreement.

Division Date Stamp Here



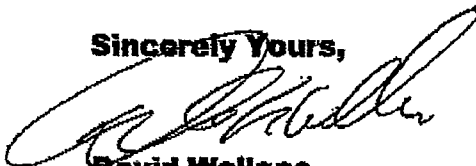
DLR WATER COMPANY

1551 N. WALNUT, STE. 13-159

NEW BRAUNFELS, TX 78130

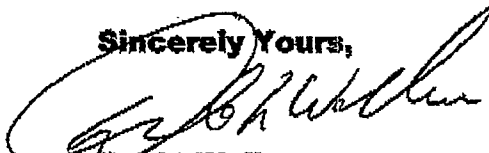
830-660-4765

Email: dirwater

FRIO CANON ELECTRICAL SYSTEM**BID PROPOSAL****INSTALLATION OF ELECTRICAL SYSTEM
REAL COUNTY, TX****November 20, 2007****The installation of 13,700 feet of 2" Schedule 40 Electrical
Conduit (minus bridge crossing and river crossings boring).****Complete with 8 inches of bedding sand, warning tape, mule
tape installed in all conduit, with concrete that is required.****Installation of all transformer pads with ground rods and all
electrical sweeps, including those to each lot, with bedding
sand, warning tape and caps.***according to Bandera Electric
5 Pcs
+ inspection***This bid includes all trenching that is required and bedding of
conduit, with sand, as per Bandera Electric Co.****TOTAL****\$87,750.00****This bid is good until January 1, 2008.****Thank you for the opportunity to bid on your electrical system
needs.****Sincerely Yours,****David Wallace
President***GL Ins**\$1000**Mc. Nair**Pyments
\$25.000
2 weeks**Lot 10.13.14
first**4-5-07*

DLR WATER COMPANY**1551 N. WALNUT, STE. 13-159****NEW BRAUNFELS, TX 78130****830-660-4765****Email: dirwater***Adminal to Rock.***FRIO CANON WATER SYSTEM****BID PROPOSAL****INSTALLATION OF PUBLIC WATER SYSTEM
REAL COUNTY, TX**

- | | |
|--|--------------------|
| 1. Installation of 4" duct iron pipe and all fittings and all concrete requirements.
670' of duct iron pipe | \$16,060.00 |
| 2. Installation of 4,325' of 6" PVC Class 200 pipe. | \$50,640.00 |
| 3. Installation of all water meter taps & meter boxes. | \$16,800.00 |
| 4. Installation of 6" tees & 4" & 6" gate valves | \$4,000.00 |
| 5. Testing of water lines and required sampling to meet TCEQ requirements. | \$850.00 |
| Total Bid | \$88,350.00 |

*Sanitation of pipes**Super chlorinate*** pressure test**Water Meter
+ Service
Booster
for water
Distribution
System***This bid is good until January 1, 2008.****Thank you for the opportunity to bid on your water systems needs.****Sincerely Yours,****David Wallace
President***Concerned about from Pim
in Bristol
if needs trucked out
Tom*

BID OUTLINE SHEET

Frio Cañon Underground Utilities

11/15/07

You should have the following contract documents:

1. Bandera Electric drawings "For Construction" dated 10-17-07
2. Mike Lucci Engineered drawings for water plant and distribution system
3. Hill Country Telephone staking drawings for fiber install

Underground Utility estimating notes:

1. All 3 directional borings have been contracted for with Bartek Construction Co. (Keith or Larry at 210-648-4780). They will provide and install the conduit at each of these 3 locations. Electrical conduit will be tied onto the directional bore conduit at either end.
2. HCTC contact is Jimmy Dreiss at 1-800-292-5457 x235; call him about details concerning fiber installation. There will be a 2" pvc sleeve installed by the bridge builder in the Frio River bridge and up each bank which is a conduit for pulling fiber.
3. There is a 4" steel ductile pipe installed in the length of the bridge over the Frio River. This has been/will be installed by the bridge builder. This pipe will extend approximately 75-100ft up each bank. Water lines will be tied onto this pipe at either end.
4. Sleeves have been installed at all places where electric and water lines cross the roads. There should be no need to dig up the recently installed roadways. To discuss the exact whereabouts of these sleeves call Dusty at 512-431-9776/ 830-232-5904 or David at 512-346-8554.
5. A 2" epvc conduit was installed and inspected by Bandera electric at the Bybee Creek low water crossing and across Cascada Pass out by the main entry gate.
6. Guadalupe Engineering performed soil tests at various places throughout the Frio Cañon subdivision. This information might be helpful in determining how much diggable soil versus rock might be encountered when digging ditches. If you would like a copy of this report call 512-346-8554 and we will send you a copy.
7. There are a few places where trees might need to be removed in order to install utility ditches. Tree removal will need to be approved by Developer. Please review exact location of ditches with Developer and Bandera Electric.
8. Bandera Electric will need to be present during placement and covering of all electrical conduit. This can be scheduled by calling Bandera Electric Leakey office at 830-232-5524 (David Brice)
9. Please direct all questions to Frio Cañon Land Company; David Dalglish 512-346-8554 or Dusty Black 830-232-5904/ 512-431-9776.

DLR WATER COMPANY

1551 N. WALNUT, STE. 13-159

NEW BRAUNFELS, TX 78130

830-660-4765

Email: dlrwater

normal for Rock.

FRIO CANON WATER SYSTEM BID PROPOSAL INSTALLATION OF PUBLIC WATER SYSTEM REAL COUNTY, TX

1. Installation of 4" duct iron pipe and all fittings and all concrete requirements.
670' of duct iron pipe \$16,060.00
2. Installation of 4,325' of 6" PVC Class 200 pipe. \$50,640.00
3. Installation of all water meter taps & meter boxes. \$16,800.00
4. Installation of 6" tees & 4" & 6" gate valves \$4,000.00
5. Testing of water lines and required sampling to meet TCEQ requirements. \$850.00
- Total Bid** **\$88,350.00**

Sanitation of pipes

*Super chlorinate
+ pressure test*

This bid is good until January 1, 2008.

Thank you for the opportunity to bid on your water systems needs.

Sincerely Yours,

[Signature]
David Wallace
President

*Concerned about some thing
in Brazil
if needs troublemaker
Tom*

BID OUTLINE SHEET

Frio Cañon Underground Utilities

11/15/07

You should have the following contract documents:

1. Bandera Electric drawings "For Construction" dated 10-17-07
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2. HCTC contact is Jimmy Dreiss at 1-800-292-5457 x235; call him about details concerning fiber installation. There will be a 2" pvc sleeve installed by the bridge builder in the Frio River bridge and up each bank which is a conduit for pulling fiber.
3. There is a 4" steel ductile pipe installed in the length of the bridge over the Frio River. This has been/will be installed by the bridge builder. This pipe will be extended approximately 75-100ft up each bank. Water lines will be tied onto this pipe at either end.
4. Sleeves have been installed at all places where electric and water lines cross the roads. There should be no need to dig up the recently installed roadways. To discuss the exact whereabouts of these sleeves call Dusty at 512-431-9776/ 830-232-5904 or David at 512-346-8554.
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9. Please direct all questions to Frio Cañon Land Company; David Dalgleish 512-346-8554 or Dusty Black 830-232-5904/ 512-431-9776.

Fence

04/28/2008 09:11AM

210-854-7806

STATEMENT

From TOBY GOURLEY FENCE QUOTE
P.O. BOX 305
WALDE TX 78802 4/25/2008
To FRIED CANYON
Address _____
City LEAKEY TX
Terms QUOTE FOR FENCE

3 RAIL FENCE	8,913.00
4 RAIL FENCE	9,663.00
3x3 POSTS	
1x2 RAIS	
2-8' GATES	
1-3' GATE	
CEDAR FENCE PLANK	
PAYMENT	
1x6 RAIL NO PLANKS	7,536.00
3 RAIL NO PLANKS	6,786.00
<i>[Signature]</i>	

PAINTED RAIL
+ DIST

RAW CEDAR
TO AGE
OR BARNWOOD

p.1

8' TALL

1) DBL 6' GATE

8' more from TAYLOR

Received
GLEN
PAYMENT
JAN 10
GLEN
JAN 10

000130

SECTION 1.0 -- RATE SCHEDULE

Section 1.01 - Rates

<u>Meter Size</u>	<u>Monthly Minimum Charge</u>	<u>Gallonge Charge</u>
5/8" or 3/4"	<u>\$35.00</u> (Includes 0 gallons)	<u>\$2.50</u> per 1000 gallons up to 8,000 gallons
1"	<u>\$70.00</u>	<u>\$3.50</u> per 1000 gallons, 8,001 to 15,000 gallons
1½"	<u>\$140.00</u>	<u>\$4.50</u> per 1000 gallons thereafter
2"	<u>\$280.00</u>	

FORM OF PAYMENT: The utility will accept the following forms of payment:

Cash X, Check X, Money Order X, Credit Card X, Other (specify) _____
 THE UTILITY MAY REQUIRE EXACT CHANGE FOR PAYMENTS AND MAY REFUSE TO ACCEPT PAYMENTS MADE USING MORE THAN \$1.00 IN SMALL COINS. A WRITTEN RECEIPT WILL BE GIVEN FOR CASH PAYMENTS.

REGULATORY ASSESSMENT 1.0%
 TCEQ RULES REQUIRE THE UTILITY TO COLLECT A FEE OF ONE PERCENT OF THE RETAIL MONTHLY BILL.

Section 1.02 - Miscellaneous Fees

TAP FEE \$500.00
 TAP FEE COVERS THE UTILITY'S COSTS FOR MATERIALS AND LABOR TO INSTALL A STANDARD RESIDENTIAL 5/8" or 3/4" METER. AN ADDITIONAL FEE TO COVER UNIQUE COSTS IS PERMITTED IF LISTED ON THIS TARIFF.

TAP FEE (Unique Costs) Actual Cost
 FOR EXAMPLE, A ROAD BORE FOR CUSTOMERS OUTSIDE OF SUBDIVISION OR RESIDENTIAL AREAS.

TAP FEE (Large Meter) Actual Cost
 TAP FEE COVERS UTILITY'S ACTUAL COST FOR MATERIALS AND LABOR FROM METER SIZE INSTALLED.

METER TEST FEE \$25.00
 THIS FEE WHICH SHOULD REFLECT THE UTILITY'S COST MAY BE CHARGED IF A CUSTOMER REQUESTS A SECOND METER TEST WITHIN A TWO-YEAR PERIOD AND THE TEST INDICATES THAT THE METER IS RECORDING ACCURATELY. THE FEE MAY NOT EXCEED \$25.

METER RELOCATION FEE Actual Relocation Cost, Not to Exceed Tap Fee
 THIS FEE MAY BE CHARGED IF A CUSTOMER REQUESTS THAT AN EXISTING METER BE RELOCATED.

RATES LISTED ARE EFFECTIVE ONLY
 IF THIS PAGE HAS TCEQ APPROVAL STAMP

TEXAS COMM. ON ENVIRONMENTAL QUALITY
 35874-C, CCN 13145, FEB. 5, 2008
 APPROVED TARIFF BY Elka

SECTION 1.0 -- RATE SCHEDULE (Continued)

RECONNECTION FEE

THE RECONNECT FEE MUST BE PAID BEFORE SERVICE CAN BE RESTORED TO A CUSTOMER WHO HAS BEEN DISCONNECTED FOR THE FOLLOWING REASONS (OR OTHER REASONS LISTED UNDER SECTION 2.0 OF THIS TARIFF):

- a) Non payment of bill (Maximum \$25.00).....\$25.00
- b) Customer's request that service be disconnected.....\$50.00

TRANSFER FEE.....\$35.00

THE TRANSFER FEE WILL BE CHARGED FOR CHANGING AN ACCOUNT NAME AT THE SAME SERVICE LOCATION WHEN THE SERVICE IS NOT DISCONNECTED

LATE CHARGE (EITHER \$5.00 OR 10% OF THE BILL) 10%

TCEQ RULES ALLOW A ONE-TIME PENALTY TO BE CHARGED ON DELINQUENT BILLS. A LATE CHARGE MAY NOT BE APPLIED TO ANY BALANCE TO WHICH THE PENALTY WAS APPLIED IN A PREVIOUS BILLING. SERVICE LOCATION WHEN THE SERVICE IS NOT DISCONNECTED

RETURNED CHECK CHARGE.....\$25.00

RETURNED CHECK CHARGES MUST BE BASED ON THE UTILITY'S DOCUMENTABLE COST.

CUSTOMER DEPOSIT RESIDENTIAL (Maximum \$50)\$50.00

COMMERCIAL & NON-RESIDENTIAL DEPOSIT 1/6TH OF ESTIMATED ANNUAL BILL

GOVERNMENTAL TESTING, INSPECTION AND COSTS SURCHARGE

WHEN AUTHORIZED IN WRITING BY TCEQ AND AFTER NOTICE TO CUSTOMERS, THE UTILITY MAY INCREASE RATES TO RECOVER INCREASED COSTS FOR INSPECTION FEES AND WATER TESTING 30 T.A.C. 291.21(K)(2).

LINE EXTENSION AND CONSTRUCTION CHARGES

REFER TO SECTION 3.0 – EXTENSION POLICY FOR TERMS, CONDITIONS, AND CHARGES WHEN NEW CONSTRUCTION IS NECESSARY TO PROVIDE SERVICE.

RATES LISTED ARE EFFECTIVE ONLY
IF THIS PAGE HAS TCEQ APPROVAL STAMP

TEXAS COMM. ON ENVIRONMENTAL QUALITY
35874-C, CCN 13145, FEB. 5, 2008
APPROVED TARIFF BY KA

SECTION 2.0 -- SERVICE RULES AND POLICIES

The utility will have the most current Texas Commission on Environmental Quality Rules (TCEQ), Chapter 291, Water Utility Regulations, available at its office for reference purposes. The Rules and this tariff shall be available for public inspection and reproduction at a reasonable cost. The latest Rules or Commission approved changes to the Rules supersede any rules or requirements in this tariff.

Section 2.01 - Application for Water Service

All applications for service will be made on the utility's standard application or contract form (attached in the Appendix to this tariff), will be signed by the applicant, any required fees (deposits, reconnect, tap, extension fees, etc. as applicable) will be paid and easements, if required, will be granted before service is provided by the utility. A separate application or contract will be made for each service location.

Section 2.02 - Refusal of Service

The utility may decline to serve an applicant until the applicant has complied with the regulations of the regulatory agencies (state and municipal regulations) and for the reasons outlined in the TCEQ Rules. In the event that the utility refuses to serve an applicant, the utility will inform the applicant in writing of the basis of its refusal. The utility is also required to inform the applicant that a complaint may be filed with the Commission.

Section 2.03 - Fees and Charges & Easements Required Before Service Can Be Connected

(A) Customer Deposits

If a residential applicant cannot establish credit to the satisfaction of the utility, the applicant may be required to pay a deposit as provided for in Section 1.02 - Miscellaneous Fees of this tariff. The utility will keep records of the deposit and credit interest in accordance with TCEQ Rules.

Residential applicants 65 years of age or older may not be required to pay deposits unless the applicant has an outstanding account balance with the utility or another water or sewer utility which accrued within the last two years.

Nonresidential applicants who cannot establish credit to the satisfaction of the utility may be required to make a deposit that does not exceed an amount equivalent to one-sixth of the estimated annual billings.

Refund of deposit. - If service is not connected, or after disconnection of service, the utility will promptly refund the customer's deposit plus accrued interest or the balance, if any, in excess of the unpaid bills for service furnished. The utility may refund the deposit at any time prior to termination of utility service but must refund the deposit plus interest for any residential customer who has paid 18 consecutive billings without being delinquent.

SECTION 2.0 – SERVICE RULES AND POLICIES (Continued)

(B) Tap or Reconnect Fees

A new customer requesting service at a location where service has not previously been provided must pay a tap fee as provided in Section 1.0. A customer requesting service where service has previously been provided must pay a reconnect fee as provided in Section 1.0. Any applicant or existing customer required to pay for any costs not specifically set forth in the rate schedule pages of this tariff shall be given a written explanation of such costs prior to request for payment and/or commencement of construction. If the applicant or existing customer does not believe that these costs are reasonable or necessary, the applicant or existing customer shall be informed of their right to appeal such costs to the TCEQ or such other regulatory authority having jurisdiction over the utility's rates in that portion of the utility's service area in which the applicant's or existing customer's property(ies) is located.

Fees in addition to the regular tap fee may be charged if listed specifically in Section 1.0 to cover unique costs not normally incurred as permitted by 30 T.A.C. 291.86(a)(1)(C). For example, a road bore for customers outside a subdivision or residential area could be considered a unique cost.

(C) Easement Requirement

Where recorded public utility easements on the service applicant's property do not exist or public road right-of-way easements are not available to access the applicant's property, the Utility may require the applicant to provide it with a permanent recorded public utility easement on and across the applicant's real property sufficient to provide service to that applicant. Such easement(s) shall not be used for the construction of production, storage, transmission or pressure facilities unless they are needed for adequate service to that applicant.

Section 2.04 - Utility Response to Applications for Service

After the applicant has met all the requirements, conditions and regulations for service, the utility will install tap, meter and utility cut-off valve and/or take all necessary actions to initiate service. The utility will serve each qualified applicant for service within 5 working days unless line extensions or new facilities are required. If construction is required to fill the order and if it cannot be completed within 30 days, the utility will provide the applicant with a written explanation of the construction required and an expected date of service.

Except for good cause where service has previously been provided, service will be reconnected within one working day after the applicant has met the requirements for reconnection.

Section 2.05 - Customer Responsibility

The customer will be responsible for furnishing and laying the necessary customer service pipe from the meter location to the place of consumption. Customers will not be allowed to use the utility's cutoff valve on the utility's side of the meter. Existing customers may install cutoff valves on their side of the meter and are encouraged to do so. All new customers may be required to install and maintain a cutoff valve on their side of the meter.

SECTION 2.0 – SERVICE RULES AND POLICIES (Continued)

No direct connection between a public water supply system and any potential source of contamination or between a public water supply system and a private water source (ex. private well) will be allowed. A customer shall not connect, or allow any other person or party to connect, onto any water lines on his premises.

Section 2.06 - Customer Service Inspections

Applicants for new service connections or facilities which have undergone extensive plumbing modifications are required to furnish the utility a completed customer service inspection certificate. The inspection certificate shall certify that the establishment is in compliance with the TCEQ Rules and Regulations for Public Water Systems, Section 290.46(j). The Utility is not required to perform these inspections for the applicant/customer, but will assist the applicant/customer in locating and obtaining the services of a certified inspector.

Section 2.07 - Back Flow Prevention Devices

No water connection shall be allowed to any residence or establishment where an actual or potential contamination hazard exists unless the public water facilities are protected from contamination by either an approved air gap, backflow prevention assembly, or other approved device. The type of device or backflow prevention assembly required shall be determined by the specific potential hazard identified in §290.47(i) Appendix I, Assessment of Hazards and Selection of Assemblies of the TCEQ Rules and Regulations for Public Water Systems.

The use of a backflow prevention assembly at the service connection shall be considered as additional backflow protection and shall not negate the use of backflow protection on internal hazards as outlined and enforced by local plumbing codes. When a customer service inspection certificate indicates that an adequate internal cross-connection control program is in effect, backflow protection at the water service entrance or meter is not required.

At any residence or establishment where it has been determined by a customer service inspection, that there is no actual or potential contamination hazard, as referenced in Section 290.47(i) Appendix I, Assessment of Hazards and Selection of Assemblies of the TCEQ Rules and Regulations for Public Water Systems, then a backflow prevention assembly or device is not required. Outside hose bibs do require, at a minimum, the installation and maintenance of a working atmospheric vacuum breaker.

All backflow prevention assemblies or devices shall be tested upon installation by a TCEQ certified backflow prevention assembly tester and certified to be operating within specifications. Backflow prevention assemblies which are installed to provide protection against health hazards must also be tested and certified to be operating within specifications at least annually by a certified backflow prevention assembly tester.

SECTION 2.0 – SERVICE RULES AND POLICIES (Continued)

If the utility determines that a backflow prevention assembly or device is required, the utility will provide the customer or applicant with a list of TCEQ certified backflow prevention assembly testers. The customer will be responsible for the cost of installation and testing, if any, of backflow prevention assembly or device. The customer should contact several qualified installers to compare prices before installation. The customer must pay for any required maintenance and annual testing and must furnish a copy of the test results demonstrating that the assembly is functioning properly to the utility within 30 days after the anniversary date of the installation unless a different date is agreed upon.

Section 2.08 - Access to Customer's Premises

The utility will have the right of access to the customer's premises at all reasonable times for the purpose of installing, testing, inspecting or repairing water mains or other equipment used in connection with its provision of water service, or for the purpose of removing its property and disconnecting lines, and for all other purposes necessary to the operation of the utility system including inspecting the customer's plumbing for code, plumbing or tariff violations. The customer shall allow the utility and its personnel access to the customer's property to conduct any water quality tests or inspections required by law. Unless necessary to respond to equipment failure, leak or other condition creating an immediate threat to public health and safety or the continued provision of adequate utility service to others, such entry upon the customer's property shall be during normal business hours and the utility personnel will attempt to notify the customer that they will be working on the customer's property. The customer may require any utility representative, employee, contractor, or agent seeking to make such entry identify themselves, their affiliation with the utility, and the purpose of their entry.

All customers or service applicants shall provide access to meters and utility cutoff valves at all times reasonably necessary to conduct ordinary utility business and after normal business hours as needed to protect and preserve the integrity of the public drinking water supply.

Section 2.09 - Meter Requirements, Readings, and Testing

One meter is required for each residential, commercial, or industrial connection. All water sold by the utility will be billed based on meter measurements. The utility will provide, install, own and maintain meters to measure amounts of water consumed by its customers.

Meters will be read at monthly intervals and as nearly as possible on the corresponding day of each monthly meter reading period unless otherwise authorized by the Commission.

Meter tests - The utility will, upon the request of a customer, and, if the customer so desires, in his or her presence or in that of his or her authorized representative, make without charge a test of the accuracy of the customer's meter. If the customer asks to observe the test, the test will be made during the utility's normal working hours at a time convenient to the customer.

SECTION 2.0 – SERVICE RULES AND POLICIES (Continued)

Whenever possible, the test will be made on the customer's premises, but may, at the utility's discretion, be made at the utility's testing facility. If within a period of two years the customer requests a new test, the utility will make the test, but if the meter is found to be within the accuracy standards established by the American Water Works Association, the utility will charge the customer a fee which reflects the cost to test the meter up to a maximum \$25 for a residential customer. Following the completion of any requested test, the utility will promptly advise the customer of the date of removal of the meter, the date of the test, the result of the test, and who made the test.

Section 2.10 - Billing

(A) Regular Billing

Bills from the utility will be mailed monthly unless otherwise authorized by the Commission. The due date of bills for utility service will be at least sixteen (16) days from the date of issuance. The postmark on the bill or, if there is no postmark on the bill, the recorded date of mailing by the utility will constitute proof of the date of issuance. Payment for utility service is delinquent if full payment, including late fees and the regulatory assessment, is not received at the utility or the utility's authorized payment agency by 5:00 p.m. on the due date. If the due date falls on a holiday or weekend, the due date for payment purposes will be the next workday after the due date.

(B) Late Fees

A late penalty of either \$5.00 or 10.0% will be charged on bills received after the due date. The penalty on delinquent bills will not be applied to any balance to which the penalty was applied in a previous billing. The utility must maintain a record of the date of mailing to charge the late penalty.

(C) Information on Bill


Each bill will provide all information required by the TCEQ Rules. For each of the systems it operates, the utility will maintain and note on the monthly bill a local or toll-free telephone number (or numbers) to which customers can direct questions about their utility service.

(D) Prorated Bills - If service is interrupted or seriously impaired for 24 consecutive hours or more, the utility will prorate the monthly base bill in proportion to the time service was not available to reflect this loss of service.

Section 2.11 - Payments

All payments for utility service shall be delivered or mailed to the utility's business office. If the business office fails to receive payment prior to the time of noticed disconnection for non-payment of a delinquent account, service will be terminated as scheduled. Utility service crews shall not be allowed to collect payments on customer accounts in the field.

Payment of an account by any means that has been dishonored and returned by the payor or payee's bank, shall be deemed to be delinquent. All returned payments must be redeemed with cash or valid money order. If a customer has two returned payments within a twelve month period, the customer shall be required to pay a deposit if one has not already been paid.

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SECTION 2.0 – SERVICE RULES AND POLICIES (Continued)

Section 2.12 - Service Disconnection

(A) With Notice

Utility service may be disconnected if the bill has not been paid in full by the date listed on the termination notice. The termination date must be at least 10 days after the notice is mailed or hand delivered.

The utility is encouraged to offer a deferred payment plan to a customer who cannot pay an outstanding bill in full and is willing to pay the balance in reasonable installments. However, a customer's utility service may be disconnected if a bill has not been paid or a deferred payment agreement entered into within 26 days from the date of issuance of a bill and if proper notice of termination has been given.

Notice of termination must be a separate mailing or hand delivery in accordance with the TCEQ Rules.

(B) Without Notice

Utility service may also be disconnected without notice for reasons as described in the TCEQ Rules.

Section 2.13 - Reconnection of Service

Utility personnel must be available during normal business hours to accept payments on the day service is disconnected and the following day unless service was disconnected at the customer's request or due to a hazardous condition.

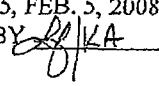
Service will be reconnected within 36 hours after the past due bill, reconnect fees and any other outstanding charges are paid or the conditions which caused service to be disconnected are corrected.

Section 2.14 - Service Interruptions

The utility will make all reasonable efforts to prevent interruptions of service. If interruptions occur, the utility will re-establish service within the shortest possible time. Except for momentary interruptions due to automatic equipment operations, the utility will keep a complete record of all interruptions, both emergency and scheduled and will notify the Commission in writing of any service interruptions affecting the entire system or any major division of the system lasting more than four hours. The notice will explain the cause of the interruptions.

Section 2.15 - Quality of Service

The utility will plan, furnish, and maintain production, treatment, storage, transmission, and distribution facilities of sufficient size and capacity to provide a continuous and adequate supply of water for all reasonable consumer uses. Unless otherwise authorized by the Commission, the utility will maintain facilities as described in the TCEQ Rules and Regulations for Public Water Systems.

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SECTION 2.0 – SERVICE RULES AND POLICIES (Continued)

Section 2.16 - Customer Complaints and Disputes

If a customer or applicant for service lodges a complaint, the utility will promptly make a suitable investigation and advise the complainant of the results. Service will not be disconnected pending completion of the investigation. If the complainant is dissatisfied with the utility's response, the utility must advise the complainant that he has recourse through the TCEQ complaint process. Pending resolution of a complaint, the commission may require continuation or restoration of service.

The utility will maintain a record of all complaints which shows the name and address of the complainant, the date and nature of the complaint and the adjustment or disposition thereof, for a period of two years after the final settlement of the complaint.

In the event of a dispute between a customer and a utility regarding any bill for utility service, the utility will conduct an investigation and report the results to the customer. If the dispute is not resolved, the utility will inform the customer that a complaint may be filed with the Commission.

Section 2.17 - Customer Liability

Customer shall be liable for any damage or injury to utility-owned property shown to be caused by the customer.

SECTION 3.0 -- EXTENSION POLICY

Section 3.01 - Standard Extension Requirements

LINE EXTENSION AND CONSTRUCTION CHARGES: NO CONTRIBUTION IN AID OF CONSTRUCTION MAY BE REQUIRED OF ANY CUSTOMER EXCEPT AS PROVIDED FOR IN THIS APPROVED EXTENSION POLICY.

The Utility is not required to extend service to any applicant outside of its certified service area and will only do so under terms and conditions mutually agreeable to the Utility and the applicant, in compliance with TCEQ rules and policies, and upon extension of the Utility's certified service area boundaries by the TCEQ.

The applicant for service will be given an itemized statement of the costs, options such as rebates to the customer, sharing of construction costs between the utility and the customer, or sharing of costs between the customer and other applicants prior to beginning construction.

Section 3.02 - Costs Utilities and Service Applicants Shall Bear

Within its certified area, the utility will pay the cost of the first 200 feet of any water main or distribution line necessary to extend service to an individual residential customer within a platted subdivision.

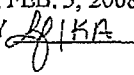
However, if the residential customer requesting service purchased the property after the developer was notified in writing of the need to provide facilities to the utility, the utility may charge for the first 200 feet. The utility must also be able to document that the developer of the subdivision refused to provide facilities compatible with the utility's facilities in accordance with the utility's approved extension policy after receiving a written request from the utility.

Residential customers will be charged the equivalent of the costs of extending service to their property from the nearest transmission or distribution line even if that line does not have adequate capacity to serve the customer. However, if the customer places unique, non-standard service demands upon the system, the customer may be charged the additional cost of extending service to and throughout their property, including the cost of all necessary transmission and storage facilities necessary to meet the service demands anticipated to be created by that property.

Unless an exception is granted by the TCEQ's Executive Director, the residential service applicant shall not be required to pay for costs of main extensions greater than 2" in diameter for water distribution and pressure wastewater collection lines and 6" in diameter for gravity wastewater lines.

Exceptions may be granted by the TCEQ Executive Director if:

- adequate service cannot be provided to the applicant using the maximum line sizes listed due to distance or elevation, in which case, it shall be the utility's burden to justify that a larger diameter pipe is required for adequate service;

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SECTION 3.0 -- EXTENSION POLICY (Continued)

- or larger minimum line sizes are required under subdivision platting requirements or building codes of municipalities within whose corporate limits or extraterritorial jurisdiction the point of use is located; or the residential service applicant is located outside the CCN service area.

If an exception is granted, the Utility shall establish a proportional cost plan for the specific extension or a rebate plan which may be limited to seven years to return the portion of the applicant's costs for oversizing as new customers are added to ensure that future applicants for service on the line pay at least as much as the initial service applicant.

For purposes of determining the costs that service applicants shall pay, commercial customers with service demands greater than residential customer demands in the certified area, industrial, and wholesale customers shall be treated as developers. A service applicant requesting a one inch meter for a lawn sprinkler system to service a residential lot is not considered nonstandard service.

If an applicant requires service other than the standard service provided by the utility, such applicant will be required to pay all expenses incurred by the utility in excess of the expenses that would be incurred in providing the standard service and connection beyond 200 feet and throughout his property including the cost of all necessary transmission facilities.

The utility will bear the full cost of any over-sizing of water mains necessary to serve other customers in the immediate area. The individual residential customer shall not be charged for any additional production, storage, or treatment facilities. Contributions in aid of construction may not be required of individual residential customers for production, storage, treatment or transmission facilities unless otherwise approved by the Commission under this specific extension policy.

Section 3.03 - Contributions in Aid of Construction

Developers may be required to provide contributions in aid of construction in amounts sufficient to furnish the development with all facilities necessary to provide for reasonable local demand requirements and to comply with TCEQ minimum design criteria for facilities used in the production, transmission, pumping, or treatment of water or TCEQ minimum requirements. For purposes of this subsection, a developer is one who subdivides or requests more than two meters on a piece of property. Commercial, industrial, and wholesale customers will be treated as developers.

Any applicant who places unique or non-standard service demands on the system may be required to provide contributions in aid of construction for the actual costs of any additional facilities required to maintain compliance with the TCEQ minimum design criteria for water production, treatment, pumping, storage and transmission.

SECTION 3.0 -- EXTENSION POLICY (Continued)

Any service extension to a subdivision (recorded or unrecorded) may be subject to the provisions and restrictions of 30 T.A.C. 291.86(d). When a developer wishes to extend the system to prepare to service multiple new connections, the charge shall be the cost of such extension, plus a pro-rata charge for facilities which must be committed to such extension compliant with the TCEQ minimum design criteria. As provided by 30 T.A.C. 291.85(e)(3), for purposes of this section, commercial, industrial, and wholesale customers shall be treated as developers.

A utility may only charge a developer standby fees for unrecovered costs of facilities committed to a developer's property under the following circumstances:

- Under a contract and only in accordance with the terms of the contract; or
- if service is not being provided to a lot or lots within two years after installation of facilities necessary to provide service to the lots has been completed and if the standby fees are included on the utility's approved tariff after a rate change application has been filed. The fees cannot be billed to the developer or collected until the standby fees have been approved by the commission or executive director.
- For purposes of this section, a manufactured housing rental community can only be charged standby fees under a contract or if the utility installs the facilities necessary to provide individually metered service to each of the rental lots or spaces in the community.

Section 3.04 - Appealing Connection Costs

The imposition of additional extension costs or charges as provided by Sections 3.0 - Extension Policy of this tariff shall be subject to appeal as provided in this tariff, TCEQ rules, or the rules of such other regulatory authority as may have jurisdiction over the utility's rates and services. Any applicant required to pay for any costs not specifically set forth in the rate schedule pages of this tariff shall be given a written explanation of such costs prior to payment and/or commencement of construction. If the applicant does not believe that these costs are reasonable or necessary, the applicant shall be informed of the right to appeal such costs to the TCEQ or such other regulatory authority having jurisdiction over the utility's rates in that portion of the utility's service area in which the applicant's property(ies) is located.

Section 3.05 - Applying for Service

The Utility will provide a written service application form to the applicant for each request for service received by the Utility's business offices. A separate application shall be required for each potential service location if more than one service connection is desired by any individual applicant. Service application forms will be available at the Utility's business office during normal weekday business hours. Service applications will be sent by prepaid first class United States mail to the address provided by the applicant upon request. Completed applications should be returned by hand delivery in case there are questions which might delay fulfilling the service request. Completed service applications may be submitted by mail if hand delivery is not possible.

SECTION 3.0 -- EXTENSION POLICY (Continued)

Where a new tap or service connection is required, the service applicant shall be required to submit a written service application and request that a tap be made. A diagram, map, plat, or written metes and bounds description of precisely where the applicant desires each tap or service connection is to be made and, if necessary, where the meter is to be installed, along the applicant's property line may also be required with the tap request. The actual point of connection and meter installation must be readily accessible to Utility personnel for inspection, servicing, and meter reading while being reasonably secure from damage by vehicles and mowers. If the Utility has more than one main adjacent to the service applicant's property, the tap or service connection will be made to the Utility's nearest service main with adequate capacity to service the applicant's full potential service demand. Beyond the initial 200 feet, the customer shall bear only the equivalent cost of extending from the nearest main. If the tap or service connection cannot be made at the applicant's desired location, it will be made at another location mutually acceptable to the applicant and the Utility. If no agreement on location can be made, the applicant may refer the matter to the TCEQ for resolution.

Section 3.06 - Qualified Service Applicant

A "qualified service applicant" is an applicant who has: (1) met all of the Utility's requirements for service contained in this tariff, TCEQ rules and/or TCEQ order, (2) has made payment or made arrangement for payment of tap fees, (3) has provided all easements and rights-of-way required to provide service to the requested location, (4) delivered an executed customer service inspection certificate to the Utility, if applicable, and (5) has executed a customer service application for each location to which service is being requested.

The Utility shall serve each qualified service applicant within its certified service area as soon as practical after receiving a completed service application. All service requests will be fulfilled within the time limits prescribed by TCEQ rules once the applicant has met all conditions precedent to achieving "qualified service applicant" status. If a service request cannot be fulfilled within the required period, the applicant shall be notified in writing of the delay, its cause and the anticipated date that service will be available. The TCEQ service dates shall not become applicable until the service applicant has met all conditions precedent to becoming a qualified service applicant as defined by TCEQ rules.

Section 3.07 - Developer Requirements

As a condition of service to a new subdivision, the Utility shall require a developer (as defined by TCEQ rule) to provide permanent recorded public utility easements as a condition of service to any location within the developer's property.

SECTION 4.0 -- DROUGHT CONTINGENCY PLAN
(Utility must attach a copy of TCEQ approved Drought Contingency Plan)

DROUGHT CONTINGENCY PLAN
FOR

Frio Canon Water Co., LLC
(Name of Utility)

4019 Spicewood Springs Road, Austin, TX 78759
(Address, City, Zip Code)

(CCN#)

(PWS #s)

(Date)


Section 1 Declaration of Policy, Purpose, and Intent

In cases of extreme drought, periods of abnormally high usage, system contamination, or extended reduction in ability to supply water due to equipment failure, temporary restrictions may be instituted to limit non-essential water usage. The purpose of the Drought Contingency Plan is to encourage customer conservation in order to maintain supply, storage, or pressure or to comply with the requirements of a court, government agency or other authority.

Please note: Water restriction is not a legitimate alternative if a water system does not meet the Texas Commission on Environmental Quality's (TCEQ) capacity requirements under normal conditions or if the utility fails to take all immediate and necessary steps to replace or repair malfunctioning equipment.

I, David Dalgeish, being the responsible official for Frio Canon Water Co., LLC, request a minor tariff amendment to include the enclosed Drought Contingency Plan.

(Signature)



(Date)

10-31-07

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Section 2 Public Involvement

Opportunity for the public to provide input into the preparation of the Plan was provided by:
(check at least one of the following)

☐ *scheduling and providing public notice of a public meeting to accept input on the Plan.*

The meeting took place at:

Date: _____ Time: _____ Location: _____

☐ *mailed survey with summary of results (attach survey and results)*

☐ *bill insert inviting comment (attach bill insert)*

☒ *other method* Consent of Landowner

Section 3 Public Education

Frio Canon Water Co., LLC, will periodically provide the public with information about the Plan, including information about the conditions under which each stage of the Plan is to be initiated or terminated and the drought response measures to be implemented in each stage.

Drought plan information will be provided by:
(check at least one of the following)

☐ *public meeting*

☐ *press releases*

☒ *utility bill inserts*

☐ *other* _____

Section 4 Coordination with Regional Water Planning Groups

The service area of the Frio Canon Water Co., LLC, is located within Regional Water Planning Group (RWPG) J. Frio Canon Water Co., LLC, will mail a copy of this Plan to the RWPG within 30 days of issuance of the CCN..

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Section 5 Notice Requirements

Written notice will be provided to each customer prior to implementation or termination of each stage of the water restriction program. Mailed notice must be given to each customer 72 hours prior to the start of water restriction. If notice is hand delivered, the utility cannot enforce the provisions of the plan for 24 hours after notice is provided. The written notice to customers will contain the following information:

1. the date restrictions will begin,
2. the circumstances that triggered the restrictions,
3. the stages of response and explanation of the restrictions to be implemented, and,
4. an explanation of the consequences for violations.

The utility must notify the TCEQ by telephone at (512) 239-4691, or electronic mail at watermon@tceq.state.tx.us prior to implementing Stage III and must notify in writing the Public Drinking Water Section at MC - 155, P.O. Box 13087, Austin, Texas 78711-3087 within five (5) working days of implementation including a copy of the utility's restriction notice. The utility must file a status report of its restriction program with the TCEQ at the initiation and termination of mandatory water use restrictions (i.e., Stages III and IV).

Section 6 Violations

1. First violation - The customer will be notified by written notice of their specific violation.
2. Subsequent violations:
 - a. After written notice, the utility may install a flow restricting device in the line to limit the amount of water which will pass through the meter in a 24-hour period. The utility may charge the customer for the actual cost of installing and removing the flow restricting device, not to exceed \$50.00.
 - b. After written notice, the utility may discontinue service at the meter for a period of seven (7) days, or until the end of the calendar month, whichever is LESS. The normal reconnect fee of the utility will apply for restoration of service.

Section 7 Exemptions or Variances

The utility may grant any customer an exemption or variance from the drought contingency plan for good cause upon written request. A customer who is refused an exemption or variance may appeal such

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action of the utility in writing to the Texas Commission on Environmental Quality. The utility will treat all customers equally concerning exemptions and variances, and shall not discriminate in granting exemptions and variances. No exemption or variance shall be retroactive or otherwise justify any violation of this Plan occurring prior to the issuance of the variance.

Section 8 Response Stages

Unless there is an immediate and extreme reduction in water production, or other absolute necessity to declare an emergency or severe condition, the utility will initially declare Stage I restrictions. If, after a reasonable period of time, demand is not reduced enough to alleviate outages, reduce the risk of outages, or comply with restrictions required by a court, government agency or other authority, Stage II may be implemented with Stage III to follow if necessary.

STAGE I - CUSTOMER AWARENESS

Stage I will begin:

Every April 1st, the utility will mail a public announcement to its customers.
No notice to TCEQ required.

Stage I will end:

Every September 30th, the utility will mail a public announcement to its customers. No notice to TCEQ required.

Utility Measures:

This announcement will be designed to increase customer awareness of water conservation and encourage the most efficient use of water. A copy of the current public announcement on water conservation awareness shall be kept on file available for inspection by the TCEQ.

Voluntary Water Use Restrictions:

Water customers are requested to voluntarily limit the use of water for non-essential purposes and to practice water conservation.

STAGE II - VOLUNTARY WATER CONSERVATION:

Target: Achieve a 10 percent reduction in daily water demand.

The water utility will implement Stage 2 when any one of the selected triggers is reached:

Supply-Based Triggers: (check at least one and fill in the appropriate value)

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- ☐ Well level reaches _____ ft. mean sea level (m.s.l.)
- ☐ Overnight recovery rate reaches _____ ft.
- ☐ Reservoir elevation reaches _____ ft. (m.s.l.)
- ☐ Stream flow reaches _____ cfs at USGS gage # _____
- ☐ Wholesale supplier's drought Stage 2
- ☐ _____ Annual water use equals _____ % of well permit/Water Right/purchased water contract amount
- ☒ Other - Well Production Exceeds 90% of Well Capacity for 3 Consecutive Days

Demand- or Capacity-Based Triggers: (check at least one and fill in the appropriate value)

- ☐ Drinking water treatment as % of capacity _____ %
- ☒ Total daily demand as % of pumping capacity 90%
- ☐ Total daily demand as % of storage capacity _____ %
- ☐ Pump hours per day _____ hrs.
- ☐ Production or distribution limitations.
- ☐ Other _____

Upon initiation and termination of Stage II, the utility will mail a public announcement to its customers. No notice to TCEQ required.

Requirements for Termination:

Stage II of the Plan may end when all of the conditions listed as triggering events have ceased to exist for a period of three (3) consecutive days. Upon termination of Stage II, Stage I becomes operative.

Utility Measures:

Visually inspect lines and repair leaks on a daily basis. Monthly review of customer use records and follow-up on any that have unusually high usage.

The utility will reduce or discontinue flushing of water mains.

Voluntary Water Use Restrictions:

1. Restricted Hours: Outside watering is allowed daily, but only during periods specifically described in the customer notice; between 10:00 p.m. and 5:00 a.m. for example; or
2. Restricted Days/Hours: Water customers are requested to voluntarily limit the irrigation of landscaped areas with hose-end sprinklers or automatic irrigation systems. Customers are requested to limit outdoor water use to Mondays for water customers with a street

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address ending with the numbers 1, 2, or 3, Wednesdays for water customers with a street address ending with the numbers 4, 5, or 6, and Fridays for water customers with a street address ending with the numbers 7, 8, 9, or 0. Irrigation of landscaped areas is further limited to the hours of 12:00 midnight until 10:00 a.m. and between 8:00 p.m. and 12:00 midnight on designated watering days. However, irrigation of landscaped areas is permitted at anytime if it is by means of a hand-held hose, a faucet-filled bucket or watering can of five (5) gallons or less, or drip irrigation system; or

3. Other uses that waste water such as water running down the gutter.

STAGE III - MANDATORY WATER USE RESTRICTIONS:

Target: Achieve a 10 percent reduction in daily water demand.

The water utility will implement Stage III when any one of the selected triggers is reached:

Supply-Based Triggers (check at least one and fill in the appropriate value)

- ☐ Well level reaches _____ ft. (m.s.l.)
- ☐ Overnight recovery rate reaches _____ ft.
- ☐ Reservoir elevation reaches _____ ft. (m.s.l.)
- ☐ Stream flow reaches _____ cfs at USGS gage # _____
- ☐ Wholesale supplier's drought Stage III
- ☐ _____
- ☐ Annual water use equals _____ % of well permit/Water Right/purchased water contract amount.
- ☒ Other - Well Production Exceeds 90% of Well Capacity for 7 Consecutive Days

Demand- or Capacity-Based Triggers (check at least one and fill in the appropriate value)

- ☐ Drinking water treatment as % of capacity _____ %
- ☒ Total daily demand as % of pumping capacity 95%
- ☐ Total daily demand as % of storage capacity _____ %
- ☐ Pump hours per day _____ hrs.
- ☐ Production or distribution limitations.
- ☐ Other _____

Upon initiation and termination of Stage III, the utility will mail a public announcement to its customers. Notice to TCEQ required.

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Requirements for Termination:

Stage III of the Plan may end when all of the conditions listed as triggering events have ceased to exist for a period of three (3) consecutive days. Upon termination of Stage III, Stage II becomes operative.

Utility Measures:

Visually inspect lines and repair leaks on a regular basis. Flushing is prohibited except for dead end mains.

Mandatory Water Use Restrictions:

The following water use restrictions shall apply to all customers.

1. Irrigation of landscaped areas with hose-end sprinklers or automatic irrigation systems shall be limited to Mondays for water customers with a street address ending with the numbers 1, 2, or 3, Wednesdays for water customers with a street address ending with the numbers 4, 5, or 6, and Fridays for water customers with a street address ending with the numbers 7, 8, 9, or 0. Irrigation of landscaped areas is further limited to the hours of 12:00 midnight until 10:00 a.m. and between 8:00 p.m. and 12:00 midnight on designated watering days. However, irrigation of landscaped areas is permitted at anytime if it is by means of a hand-held hose, a faucet-filled bucket or watering can of five (5) gallons or less, or drip irrigation system.
2. Use of water to wash any motor vehicle, motorbike, boat, trailer, airplane or other vehicle is prohibited except on designated watering days between the hours of 12:00 midnight and 10:00 a.m. and between 8:00 p.m. and 12:00 midnight. Such washing, when allowed, shall be done with a hand-held bucket or a hand-held hose equipped with a positive shutoff nozzle for quick rinses. Vehicle washing may be done at any time on the immediate premises of a commercial car wash or commercial service station. Further, such washing may be exempted from these regulations if the health, safety, and welfare of the public are contingent upon frequent vehicle cleansing, such as garbage trucks and vehicles used to transport food and perishables.
3. Use of water to fill, refill, or add to any indoor or outdoor swimming pools, wading pools, or "jacuzzi" type pool are prohibited except on designated watering days between the hours of 12:00 midnight and 10:00 a.m. and between 8:00 p.m. and 12:00 midnight.
4. Operation of any ornamental fountain or pond for aesthetic or scenic purposes is prohibited except where necessary to support aquatic life or where such fountains or

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ponds are equipped with a recirculation system.

5. Use of water from hydrants or flush valves shall be limited to maintaining public health, safety, and welfare.
6. Use of water for the irrigation of golf courses, parks, and green belt areas are prohibited except by hand-held hose and only on designated watering days between the hours 12:00 midnight and 10:00 a.m. and between 8:00 p.m. and 12:00 midnight.
7. The following uses of water are defined as non-essential and are prohibited:
 - a. wash down of any sidewalks, walkways, driveways, parking lots, tennis courts, or other hard-surfaced areas;
 - b. use of water to wash down buildings or structures for purposes other than immediate fire protection;
 - c. use of water for dust control;
 - d. flushing gutters or permitting water to run or accumulate in any gutter or street;
 - e. failure to repair a controllable leak(s) within a reasonable period after having been given notice directing the repair of such leak(s); and
 - f. any waste of water.

STAGE IV - CRITICAL WATER USE RESTRICTIONS:

Target: Achieve a 10 percent reduction in daily water demand.

The water utility will implement Stage IV when any one of the selected triggers is reached:

Supply-Based Triggers: (check at least one and fill in the appropriate value)

- ☐ Well level reaches _____ ft. (m.s.l.)
- ☐ Overnight recovery rate reaches _____ ft.
- ☐ Reservoir elevation reaches _____ ft. (m.s.l.)
- ☐ Stream flow reaches _____ cfs at USGS gage # _____
- ☐ Wholesale supplier's drought Stage IV
- ☐ Annual water use equals _____ % of well permit/Water Right/purchased water contract amount
- ☒ Supply contamination
- ☒ Other - Well Production Exceeds 95% of Well Capacity for 3 Consecutive Days

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Demand- or Capacity-Based Triggers: (check at least one and fill in the appropriate value)

- ☐ Drinking water treatment as % of capacity _____ %
- ☒ Total daily demand as % of pumping capacity 97%
- ☐ Total daily demand as % of storage capacity _____ %
- ☐ Pump hours per day _____ hrs
- ☐ Production or distribution limitations
- ☒ System outage
- ☐ Other _____

Upon initiation and termination of Stage IV, the utility will mail a public announcement to its customers. Notice to TCEQ required.

Requirements for Termination:

Stage IV of the Plan may be rescinded when all of the conditions listed as triggering events have ceased to exist for a period of three (3) consecutive days. Upon termination of Stage IV, Stage III becomes operative.

Operational Measures:

The utility shall visually inspect lines and repair leaks on a daily basis. Flushing is prohibited except for dead end mains and only between the hours of 9:00 p.m. and 3:00 a.m. Emergency interconnects or alternative supply arrangements shall be initiated. All meters shall be read as often as necessary to insure compliance with this program for the benefit of all the customers.

Mandatory Water Use Restrictions: (all outdoor use of water is prohibited)

1. Irrigation of landscaped areas is absolutely prohibited.
2. Use of water to wash any motor vehicle, motorbike, boat, trailer, airplane or other vehicle is absolutely prohibited.

SYSTEM OUTAGE or SUPPLY CONTAMINATION

Notify TCEQ Regional Office immediately.

TEXAS COMMISSION ON ENVIRONMENTAL QUALITY

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APPENDIX A -- SAMPLE SERVICE AGREEMENT
From 30 T.A.C. Chapter 290.47(b), Appendix B
SERVICE AGREEMENT

I. PURPOSE. The FRIO CAÑON WATER COMPANY, LLC., is responsible for protecting the drinking water supply from contamination or pollution which could result from improper private water distribution system construction or configuration. The purpose of this service agreement is to notify each customer of the restrictions which are in place to provide this protection. The utility enforces these restrictions to ensure the public health and welfare. Each customer must sign this agreement before the FRIO CAÑON WATER COMPANY, LLC. will begin service. In addition, when service to an existing connection has been suspended or terminated, the water system will not re-establish service unless it has a signed copy of this agreement.

II. RESTRICTIONS. The following unacceptable practices are prohibited by State regulations.

A. No direct connection between the public drinking water supply and a potential source of contamination is permitted. Potential sources of contamination shall be isolated from the public water system by an air-gap or an appropriate backflow prevention device.

B. No cross-connection between the public drinking water supply and a private water system is permitted. These potential threats to the public drinking water supply shall be eliminated at the service connection by the installation of an air-gap or a reduced pressure-zone backflow prevention device.

C. No connection which allows water to be returned to the public drinking water supply is permitted.

D. No pipe or pipe fitting which contains more than 8.0% lead may be used for the installation or repair of plumbing at any connection which provides water for human use.

E. No solder or flux which contains more than 0.2% lead can be used for the installation or repair of plumbing at any connection which provides water for human use.

III. SERVICE AGREEMENT. The following are the terms of the service agreement between the FRIO CAÑON WATER COMPANY, LLC. (the Water System) and NAME OF CUSTOMER (the Customer).

A. The Water System will maintain a copy of this agreement as long as the Customer and/or the premises is connected to the Water System.

B. The Customer shall allow his property to be inspected for possible cross-connections and other potential contamination hazards. These inspections shall be conducted by the Water System or its designated agent prior to initiating new water service; when there is reason to believe that cross-connections or other potential contamination hazards exist; or after any major changes to the private water distribution facilities. The inspections shall be conducted during the Water System's normal business hours.

C. The Water System shall notify the Customer in writing of any cross-connection or other potential contamination hazard which has been identified during the initial inspection or the periodic reinspection.

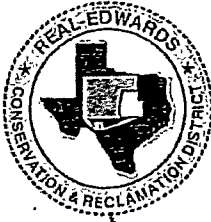
D. The Customer shall immediately remove or adequately isolate any potential cross-connections or other potential contamination hazards on his premises.

E. The Customer shall, at his expense, properly install, test, and maintain any backflow prevention device required by the Water System. Copies of all testing and maintenance records shall be provided to the Water System.

IV. ENFORCEMENT. If the Customer fails to comply with the terms of the Service Agreement, the Water System shall, at its option, either terminate service or properly install, test, and maintain an appropriate backflow prevention device at the service connection. Any expenses associated with the enforcement of this agreement shall be billed to the Customer.

CUSTOMER'S SIGNATURE: _____

DATE: _____



Real-Edwards Conservation & Reclamation District

P.O. Box 1208
234 Evergreen St.
Leakey, Tx 78873

Office: 830-232-5733
Fax: 830-232-5734

2017 Pumping Report

Name: Frio Canon Water Company

Permit Number: (13145) R041509-1OP

Address: 4019 Spicewood Springs Rd. City Austin Zip: 78759

Phone: 512-346-8554 Email: christina@dalglish.net

Purpose for Use of Water: Potable

Month	Gallons Pumped	Gallons Sold/Used
January	69800	41600
February	51600	45780
March	116000	96710
April	189200	133510
May	142300	123060
June	239700	125080
July	324300	209900
August	179400	123580
September	299800	197060
October	338500	210280
November	308900	168410
December	125300	104850
Totals	2384800	1579820

Faxed 2/23/18

Real-Edwards Conservation and Reclamation District

P.O. Box 807 • 106 East 4th Street
Camp Wood, TX 78833 • www.recrd.org • info@recrd.org
Phone (830) 597-3322 • Fax (830) 597-3320

2016 Pumping Report

Name: Frio Canon Water Company

Permit Number: 13145

Address: 4019 Spicewood Spring City Austin Zip: 78759

Phone: (512) 346-8554 Email: christina@dalglish.com

Purpose for Use of Water: _____

Month	Gallons Pumped	Gallons Sold/Used
January	146,100	81,250
February	481,100	106,777
March	277,000	104,654
April	235,900	151,220
May	135,400	97,140
June	274,900	95,550
July	232,000	202,756
August	356,700	183,065
September	336,300	249,115
October	276,690	194,855
November	563,000	149,215
December	70,090	50,790
Totals	3,407,180	1,666,387

Mailed
1/24/17

Mailed
2/2/15

Real-Edwards Conservation and Reclamation District

P.O. Box 807 • 106 East 4th Street

Camp Wood, TX 78833 • www.recrd.org • info@recrd.org

Phone (830) 597-3322 • Fax (830) 597-3320

2014 Pumping Report

Name: Frio Canon Water Company

Permit Number: _____

Address: 4019 Spicewood Springs Rd. City Austin Zip: TX

Phone: (512) 346-8554 Email: cpeiffer@dalglish.com

Purpose for Use of Water: Potable

Month	Gallons Pumped	Gallons Sold ¹
January	250,458	95,420
February	261,959	42,220
March	244,858	36,840
April	247,744	128,460
May	300,421	106,590
June	204,262	129,230
July	383,428	57,390
August	302,207	118,860
September	350,083	112,830
October	187,580	90,330
November	217,391	16,420
December	157,738	27,170
Totals	3,108,129	961,760

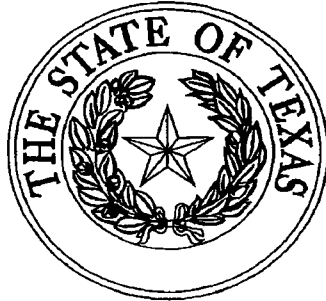
¹ Permits used for water station only

Board of Directors

Roland "Tooter" Trees, President
Carl Hyde, Vice President
Richard Sprouse, Secretary/Treasurer

William R. (Bob) Burditt, Director
Stan Cottle, Director
Martin Martinez, Director

Charles Carson, III, Director
Sam A. Epperson, Director
Dub Suttle, Director



2010 DEC 14 PM 1:09
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: Frio Canon Water, LLC
CCN No. 13145

ADDRESS OF UTILITY: 4019 Spicewood Springs Road
Street, P.O. Box and/or suite number
Austin, Texas 78759
City and Zip Code

PHONE NUMBER: 512/346-8554
area code

NAME OF PERSON TO CONTACT REGARDING THIS FILING:

NAME: Christina Pfeiffer

PHONE: 512/346-8554

EMAIL ADDRESS: christina@dalglish.net

PUC CLASS SIZE ☒ B ☐ C (circle one)

INCREASE (DECREASE) \$31,321 (From Sch I-1, Line 33)
dollar amount

93.45% (From Sch I-1, Line 34)
percent above (below) current revenue requirement

DESCRIBE OWNERSHIP OF COMPANY:

Frio Canon Water LLC is owned by Frio Canon Land. David L. Daleish is Member/Manager

Frio Canon Land

DATE OF LAST GENERAL RATE CASE FILING None. Historically, Frio Canon Water LLC served less than 15 water connections. Recently, the number of water connections grew to 15+ customer

DATE OF LAST NON-GENERAL RATE CHANGE*: N.A. TCEQ Original Tariff Date, February 5, 2008

* (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: Frio Canon Water, LLC
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: _____
DATE SUBMITTED TO PUC: _____

	<u>Attachment Schedule</u>	<u>Items Checked</u>
SECTION I	<u>REVENUES AND REVENUE REQUIREMENT</u>	
	Revenue Requirement Summary	<input checked="" type="checkbox"/>
	Historical Revenue Summary	<input checked="" type="checkbox"/>
	<u>Include the appropriate schedules:</u>	
	Metered Active Connections by Meter Size	<input checked="" type="checkbox"/>
	Unmetered Active (Flat Rate) Customers	<input checked="" type="checkbox"/>
SECTION II	<u>OPERATIONS AND EXPENSES</u>	
	Water Production (no unmetered rates)	<input checked="" type="checkbox"/>
	Water Production (with unmetered rates)	<input checked="" type="checkbox"/>
	Other Revenues & Expenses passed through	<input checked="" type="checkbox"/>
	Purchased Power	<input checked="" type="checkbox"/>
	Other Volume Related Expenses	<input checked="" type="checkbox"/>
	Payroll Cost Allocation	<input checked="" type="checkbox"/>
	Materials	<input checked="" type="checkbox"/>
	Contract Work	<input checked="" type="checkbox"/>
	Transportation Expenses	<input checked="" type="checkbox"/>
	Other Plant Maintenance	<input checked="" type="checkbox"/>
	Employee Pensions/Benefits	<input checked="" type="checkbox"/>
	Bad Debts/uncollectables	<input checked="" type="checkbox"/>
	Office Services and Rentals	<input checked="" type="checkbox"/>
	Office Supplies and Expense	<input checked="" type="checkbox"/>
	Professional Services	<input checked="" type="checkbox"/>
	Insurance	<input checked="" type="checkbox"/>
	Rate Case Expense	<input checked="" type="checkbox"/>
	Regulatory Commission Expense	<input checked="" type="checkbox"/>
	Miscellaneous Expense	<input checked="" type="checkbox"/>

UTILITY NAME: <u>Frio Canon Water, LLC</u> GENERAL WATER RATE/TARIFF CHANGE APPLICATION SCHEDULES TABLE OF CONTENTS (Page 2 of 2)

	<u>Attachment Schedule</u>	<u>Items Checked</u>
SECTION III	<u>RETURN AND RATE BASE</u>	
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"/>
SECTION IV	<u>TAXES OTHER THAN INCOME</u>	
Property, Payroll and Other Taxes	IV(a)	<input checked="" type="checkbox"/>
Revenue Related Taxes	IV(b)	<input checked="" type="checkbox"/>
SECTION V	<u>FEDERAL INCOME TAXES (FIT)</u>	
Income Taxes at Present Rates-effective rate	V	<input checked="" type="checkbox"/>
SECTION VI	<u>RATE DESIGN</u>	
Rate Design Worksheet	VI	<input checked="" type="checkbox"/>

INSTRUCTIONS REV REQUIREMENT

UTILITY NAME: Frio Canon Water, LLC

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 1-4 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>FRIO CANON WATER, LLC</u> SCHEDULES - CLASS B RATE/TARIFF CHANGE I-1 REVENUE REQUIREMENT SUMMARY PUC Docket No. <u>17/17</u> Test Year End: <u>12/17</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	-		-	Schedule II-3
2	615	Power Expense-production only	1,437	513	1,951	Schedule II-4
3	618	Other volume related expenses	1,127	(293)	834	Schedule II-5
4		Total volume related exp.	2,564	221	2,785	Add Lines 1-3
		Non-volume related expenses:				
5	601-1	Employee labor	-	-	-	Schedule II-6, Line 1
6	620	Materials	5,439	608	6,047	Schedule II-7
7	631-636	Contract work (Included in Line 6)	-	-	-	Schedule II-8
8	650	Transportation expenses	-	-	-	Schedule II-9
9	664	Other plant maintenance	2,402	-	2,402	Schedule II-10
10		Total non-volume related exp.	7,841	608	8,449	Add Lines 5-9
		Admin. & general expenses:				
11	601-2	Office salaries	497		497	Schedule II-6, line 2
12	601-3	Mgmt. salaries	-	-	-	Schedule II-6, line 3
13	604	Employee pensions & benefits	-	-	-	Schedule II-11
14	615	Purchased power-Office only	-	-	-	Schedule II-4
15	670	Bad debt expense	-	1,667	1,667	Schedule II-12
16	676	Office services & rentals	-	-	-	Schedule II-13
17	677	Office supplies & expenses	870	-	870	Schedule II-14
18	678	Professional services	206	50	256	Schedule II-15
19	684	Insurance	1,779	100	1,879	Schedule II-16
20	666	Regulatory (rate case) expense	5,000	(3,750)	1,250	Schedule II-17
21	667	Regulatory expense (other)	-	-	-	Schedule II-18
22	675	Miscellaneous expenses	-	-	-	Schedule II-19
23		Total admin. & general expense	8,352	(1,933)	6,419	Add Lines 11-22
24		Total operating Expenses	18,757	(1,104)	17,653	Lines 4 + 10 + 23
25	403	Depreciation	6,022	-	6,022	Sch III-3, Col E, Line 50
26	408	Taxes Other than Income	-	-	-	Sch IV(b), Line 8
27	409/10	Income Tax Expense	-	-	-	Schedule V, Line 7
28		TOTAL EXPENSES	24,779	(1,104)	23,675	
29		TOTAL HISTORIC REVENUE	8,775			Sch I-2, Line 6
30		HISTORICAL TEST YEAR RETURN	(16,004)			Line 30 less Line 29
31		REQUESTED RETURN			16,421	Schedule III-1, Line 3
32		TOTAL REVENUE REQUIREMENT			40,096	Line 30 plus Line 34
33		REQUESTED ANNUAL REVENUE INCREASE		(to notice)	31,321	Line 32 less Line 29
34		PERCENTAGE INCREASE			0.9345	Line 36 divided by Line 33
35		LESS: OTHER REVENUES			2,050	Sch. II-3(b), Col. D, Line 8
36		Revenue for Rate Design		(to VI, line 1)	29,271	Line 33 minus Line 35

SCHEDULE I-2 REVENUES

UTILITY NAME: <u>Frio Canon Water, LLC</u> SCHEDULES - CLASS B RATE/TARIFF CHANGE FOR TEST YEAR ENDED: <u>12/17</u> I-2 HISTORICAL REVENUE SUMMARY				
Line No.	NARUC A/C	Description	Historical Test Year	
1.	461	Metered connections base rate revenue		From financial records
2.	461	Metered connection gallonage rate revenue		From financial records
3.	460	Unmetered (Flat rate) revenue	0	From financial records
4.	Total Metered & Flat Rate Revenue		8775	
5.	Plus: Total Other Revenues		550	From II-3, Column B, line 7
6.	Total Historic Test Year Revenues per income statement and Annual Report*		9325	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: _____

SCHEDULES - CLASS B RATE/TARIFF CHANGE

I-3 METERED ACTIVE CONNECTIONS BY METER SIZE

FOR TEST YEAR ENDED: 12/17

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"	14	1	16	15	1.0	15
2.	3/4"	0		0	0	1.5	0
3.	1"	0		0	0	2.5	0
4.	1 1/2"	0		0	0	5.0	0
5.	2"	0		0		8.0	0
6.	Applicant desires to use 20 - 5/8" x 3/4" Water Meters for rate design purposes.						5
7.							
8.							
9.	Total	14		15	15		20
10	Average						

UTILITY NAME:

SCHEDULES - CLASS B RATE/TARIFF CHANGE

I-4 UNMETERED (FLAT RATE) ACTIVE CONNECTIONS

FOR TEST YEAR ENDED: 12/17

NOT APPLICABLE

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.		Not Applicable			
2.					
3.					
4.					
5.	Total				

INSTRUCTIONS - OPERATIONS AND MAINTENANCE

UTILITY NAME: Frio Canon Water, LLC

SCHEDULES - CLASS B RATE/TARIFF CHANGE

SECTION II - OPERATIONS AND MAINTENANCE

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

Instructions for Section II

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

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

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

UTILITY NAME: <u>Frio Canon Water, LLC</u> SCHEDULES - CLASS B RATE/TARIFF CHANGE II-1(a) AND II-1(b) - HISTORICAL OF WATER PRODUCTION FOR TEST YEAR ENDED: <u>12/17</u>
--

**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	2385	795	3180	PUC Annual Report
2	Total water purchased	0	0	0	PUC Annual Report
3	Total water produced	2385	795	3180	Line 1 + line 2
4	Total water sold	1580	527	2107	PUC Annual Report
5	Total accounted for non-revenue water*	0	0	0	
6	Total unaccounted for water	805	268	1073	Lines 3 less 4 less 5
7	Percentage	33.80%	33.80%	33.80%	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: NOTE: Col. A represents water used for an average of 15 meters in Test Year; K & M adjustment for 20 meters used for rate design purposes.

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

Not Applicable

Line No.	Description	A Test Year	B K & M Change	C=A+B Adjusted Test Year	D Reference
1	Water Purchased (1,000 gallons)				PUC report Sch. D-1
2	Water Pumped (1,000 gallons)				PUC report Sch. D-1
3	Total production (1,000 gallons)				Lines 13 + 14

UTILITY NAME: <u>Frio Canon Water LLC</u> SCHEDULES - CLASS B RATE/TARIFF CHANGE II-3 OTHER REVENUES & EXPENSES PASSED THROUGH FOR TEST YEAR ENDED: <u>12/17</u>
--

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.	N.A.				
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*	2000		0
2.	Late Fees	0		
3.	Meter Test Fees	0		
4.	Reconnect Fees	0		
5.	Purchased Water Fees	0		
6.	Groundwater Conservation District Fees	0		
7.	Other (attach detail**)	50		50
8.	Total Other Revenues	2050		50

Application Fee

(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. N.A.

UTILITY NAME: <u>Frio Canon Water, LLC</u> II-4 SCHEDULES - CLASS B RATE/TARIFF CHANGE PURCHASED POWER FOR TEST YEAR ENDED: <u>12/17</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
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	
	2015	\$ 2,379.89	
	2016	\$ 2,106.42	
Test Year	2017	\$ 1,437.22	
K & M Change		\$ 513.44	(to I-1, Column E, Line 2)
Adjusted Test year		\$ 1,950.66	(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) NOT APPLICABLE

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	
	_____	\$ -	
	_____	\$ _____	
a. Test Year	_____	\$ _____	
b. K & M Change		\$ _____	(to I-1, Column E, Line 14)
c. Adjusted Test year (a. + b.)		\$ -	(to I-1, Column F, Line 14)

Explanation and calculations of known and measurable change:

K&M change to normalize electric expense incurred for 2014, 2016 and 2017

UTILITY NAME: Frio Canon Water, LLC
 SCHEDULES - CLASS B RATE/TARIFF CHANGE
II-5 OTHER RELATED VOLUME EXPENSES
 FOR THE TEST YEAR ENDED: **12/17**

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

<u>Line No.</u>	<u>Account No.</u>	<u>Account Name</u>
3.	618	Other volume related expenses TREATMENT CHEMICALS

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 account balance and more than \$1,000.

	Year	TREATMENT C	Amount	
	2015	\$	945.97	
	2016	\$	429.65	
a. Test Year	2017	\$	1,126.68	
b. K & M Change		\$	-292.58	(to I-1, Column E, Line 3)
c. Adjusted Test year (a.+b.)		\$	834.10	(to I-1, Column F, Line 3)

Explanation and calculations of known and measurable change:

UTILITY NAME <u>Frio Canyon Water, LLC</u> SCHEDULES - CLASS B RATE/TARIFF CHANGE II-6 ALLOCATION OF PAYROLL EXPENSES FOR THE ADJUSTED TEST YEAR <u>12/17</u>

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 2017	B Capitalized Payroll	C Expensed Payroll	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.	Christina Pfeiffer	497.00	0	497.00	0	0	0	0	497.00
2.									
3.									
4.									
5.									
6.									
7.									
8.									
9.	Total	497.00		497.00					497.00
10.	Percentage Capitalized	Line 9, column F divided by line 9, column E=							

Monthly customer billings and accounting - Activity commenced in 2017. Prior to 2017, Frio Canyon Water, LLC did not charge for this service.

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	0	to Schedule I-1, Line 5
2.	601-2	Office salaries	497.00	to Schedule I-1, Line 11.
3.	601-3	Management salaries	0	to Schedule I-1, Line 12
4.		Total Payroll Expenses	497.00	(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 than 5% per year

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

UTILITY NAME: Frio Canon Water, LLC

SCHEDULES - CLASS B RATE/TARIFF CHANGE

II-7 MATERIALSFOR THE TEST YEAR ENDED: 12/17

SYSTEM MAINTENANCE, MATERIALS AND REPAIRS

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>2015</u>	\$ <u>7,580.05</u>
	<u>2016</u>	\$ <u>5,123.89</u>
a. Test Year	<u>2017</u>	\$ <u>5,439.97</u>
b. K & M Change		\$ <u>608.00</u> (to I-1, Column E, Line 6 Normalize expense for 2015, 2016 and 2017
c. Adjusted Test year (a. + b.)		\$ <u>6,047.97</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:

Test Year 2017 reflects documented expenses. For years 2015 and 2016 accounting records are incomplete.

II-7(b) Large Items:

Description	Amount	Date in service
Valves and Pump Repair	\$ 3,349.32	2017
Auto Dialer Replacement	\$ 468.32	2017

UTILITY NAME: <u>Frio Canon Water, LLC</u> SCHEDULES - CLASS B RATE/TARIFF CHANGE II-8 CONTRACT WORK FOR THE TEST YEAR ENDED: <u>12/17</u>
--

INCLUDED IN MAINTENANCE, MATERIALS AND REPAIRS - SCHEDULE II-7

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>2015</u>	\$ <u> </u>	NOT APPLICABLE
	<u>2016</u>	\$ <u> </u>	
	<u> </u>	\$ <u> </u>	
a. Test Year	<u>2017</u>	\$ <u> </u>	
b. K & M Change		\$ <u> </u>	(to I-1, Column E, Line 7)
c. Adjusted Test year (a. + b.)		\$ <u> </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:

K & M adjustment is reasonable since water system is aging.

INCLUDED IN MAINTENANCE, MATERIALS AND REPAIRS - SCHEDULE II-7

II-8(b) Large Items:

Description	Amount	Date in service

UTILITY NAME: <u>Frio Canyon Water, LLC</u> SCHEDULES - CLASS B RATE/TARIFF CHANGE II-9 TRANSPORTATION FOR THE TEST YEAR ENDED: <u>12/17</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 NOT APPLICABLE

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>2015</u>	\$ <u>-</u>
	<u>2016</u>	\$ <u>-</u>
a. Test Year	<u>2017</u>	\$ <u>-</u>
b. K & M Change		\$ <u>-</u> (to I-1, Column E, Line 8)
c. Adjusted Test year (a. + b.)		\$ <u>-</u> (to I-1, Column F, Line 8)

Explanation and calculations of known and measurable change:

Frio Canyon Water, LLC does not own any vehicles or supportive equipment.

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>Frio Canon Water, LLC</u> SCHEDULES - CLASS B RATE/TARIFF CHANGE II-10 OTHER PLANT MAINTENANCE FOR THE TEST YEAR ENDED: 12/17

NOT APPLICABLE

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

CHISTINA WILL WORK C
 New roof over yard - pu

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>2015</u>	\$ <u>641.08</u>	
	<u>2016</u>	\$ <u>697.46</u>	
a. Test Year	<u>2017</u>	\$ <u>2,401.54</u>	
b. K & M Change		\$ <u>-</u>	(to I-1, Column E, Line 9)
c. Adjusted Test year (a. + b.)		\$ <u>2,401.54</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:

Frio Canyon Water, LLC does not own any vehicles or supportive equipment.

II-10(b) Large Items:

Description	Amount	Date in service
Dues and Subscriptions	\$ 400.00	2017
Operations - Meter Readings	\$ 96.00	2017
Permits and Fees	\$ 1,437.22	2017
Telephone (Auto Dialer)	\$ 468.32	2017

UTILITY NAME: Frio Canon Water, LLC
 SCHEDULES - CLASS B RATE/TARIFF CHANGE
II-11 EMPLOYEE PENSIONS AND BENEFITS
 FOR THE TEST YEAR ENDED: 12/17

NOT APPLICABLE

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

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

Employee pensions and benefits

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

List types of Pensions & Benefits:

2017 Year	\$ - Total Amount	\$ - Pensions	\$ - Health	\$ - Other	\$ - Amount Capitalized*
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Cost per Employee:

N.A.

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 Frio Canon Water, LLC
 SCHEDULES - CLASS B RATE/TARIFF CHANGE
II-12 BAD DEBTS

FOR THE TEST YEAR ENDED: **12/17**

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

NOT APPLICABLE

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

II-12 Bad debts/Uncollectibles

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

Year	Amount	
<u>2015</u>	\$ <u>-</u>	
<u>2016</u>	\$ <u>-</u>	
a. Test Year <u>2017</u>	\$ <u>-</u>	
b. K & M Change	\$ <u>1,667.00</u>	(to I-1, Column E, Line 15) 33% x \$5,000 over 3 years w/o interest.
c. Adjusted Test year (a. + b.)	\$ <u>1,667.00</u>	(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
Unpaid loan to Frio Canyon	\$ 5,000.00	2017

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

UTILITY NAME: <u>Frio Canon Water, LLC</u> SCHEDULES - CLASS B RATE/TARIFF CHANGE II-13 OFFICE SERVICES AND RENTALS FOR THE TEST YEAR ENDED: <u>12/17</u>

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

NOT APPLICABLE

Line No.	Account No.	Account Name
16.	678	Office services & rentals

II-13(a) Office services and rentals

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

	Year	Amount	
	<u>2015</u>	\$ <u>-</u>	
	<u>2016</u>	\$ <u>-</u>	
a. Test Year	<u>2017</u>	\$ <u>-</u>	
b. K & M Change		\$ <u> </u>	(to I-1, Column E, Line 16)
c. Adjusted Test year (a. + b.)		\$ <u>-</u>	(to I-1, Column F, Line 16)

Explanation and calculations of known and measurable change:

*** 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>Frio Canon Water, LLC</u> SCHEDULES - CLASS B RATE/TARIFF CHANGE II-14 OFFICE SUPPLIES FOR THE TEST YEAR ENDED: 12/17
--

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>2015</u>	\$ <u>129.00</u>	
	<u>2016</u>	\$ <u>868.47</u>	
a. Test Year	<u>2017</u>	\$ <u>870.47</u>	
b. K & M Change		\$ <u>-</u>	(to I-1, Column E, Line 17)
c. Adjusted Test year (a. + b.)		\$ <u>870.47</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
U. S. Mail Box Rental	\$ 132.00	2016
Billing and Acct. Program	\$ 1,075.00	2016
Deposit Slips and Checks	\$ 45.42	2016
Annual Program License Fee	\$365.00	2016

Straight Line 3 years w/o interest
 Straight Line 3 years w/o interest

UTILITY NAME: Frio Canon Water, LLC
 SCHEDULES - CLASS B RATE/TARIFF CHANGE
II-15 PROFESSIONAL SERVICES
 FOR THE TEST YEAR ENDED: 12/17

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	
	2015	\$ 107.00	
	2016	\$ 142.50	
a. Test Year	2017	\$ 206.00	
b. K & M Change		\$ 50.00	(to I-1, Column E, Line 18)
c. Adjusted Test year (a. + b.)		\$ 256.00	(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	
Accounting - Tax Prep/Tax Return	\$ 206.00	2017	Increases About \$50.00 Per Year

UTILITY NAME: Frio Canon Water, LLC
 SCHEDULES - CLASS B RATE/TARIFF CHANGE
 II-16 INSURANCE
 FOR THE TEST YEAR ENDED: 12/17

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

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

Insurance

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

	Year	Amount	
	<u>2015</u>	\$ <u>1,837.00</u>	
	<u>2016</u>	\$ <u>1,769.00</u>	
a. Test Year	<u>2017</u>	\$ <u>1,779.00</u>	
b. K & M Change		\$ <u>100.00</u>	(to I-1, Column E, Line 19)
c. Adjusted Test year (a. + b.)		\$ <u>1,879.00</u>	(to I-1, Column F, Line 19)

Types of insurance:

Year	Total amount	Period Covered	Type	Company
<u>2015</u>	\$ <u>1,837.00</u>	<u>Feb. 3 to Feb. 3</u>	<u>D & O and Gen. Lia.</u>	<u>BRIA Insurance Company</u>
<u>2016</u>	\$ <u>\$1,769.00</u>	<u>Feb. 3 to Feb. 3</u>	<u>D & O and Gen. Lia.</u>	<u>BRIA Insurance Company</u>
<u>2017</u>	\$ <u>\$1,779.00</u>	<u>Feb. 3 to Feb. 3</u>	<u>D & O and Gen. Lia.</u>	<u>BRIA Insurance Company</u>

Explanation and calculations of known and measurable change: Apr. 6% Annual Increase

UTILITY NAME Frio Canon Water, LLC
 SCHEDULES - CLASS B RATE/TARIFF CHANGE
II-17 REGULATORY EXPENSE
 FOR THE TEST YEAR ENDED: 12/17

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	
	2015	\$ -	
	2016	\$ -	
a. Test Year	2017	\$ 0	
b. K & M Change		\$ 5,000.00	(to I-1, Column E, Line 20 - see instructions above)
		-3,750.00	Straight Line Over 4 Years w/o Interest
c. Adjusted Test year (a. + b.)		\$ 1,250	(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
dgra, Inc. Application Expense	\$ 5,000.00	2018

Straight Line Over 4 Years w/o Interest

UTILITY NAME: <u>Frio Canon Water, LLC</u> SCHEDULES - CLASS B RATE/TARIFF CHANGE II-18 REGULATORY EXPENSE FOR THE TEST YEAR ENDED: <u>12/17</u>
--

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

References below refer to Schedule I-1.

NOT APPLICABLE

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

II-18(a) Regulatory commission expense

List the amount spent on regulatory commission expense for the two record periods and for the Test Year. Include TCEQ inspection fees or permit 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>2015</u>	\$ <u>-</u>	
	<u>2016</u>	\$ <u>-</u>	
a. Test Year	<u>2017</u>	\$ <u>-</u>	
b. K & M Change		\$ <u>-</u>	(to I-1, Column E, Line 21 - see instructions above)
c. Adjusted Test year (a. + b.)		\$ <u>-</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

UTILITY NAME: Frio Canon Water, LLC
 SCHEDULES - CLASS B RATE/TARIFF CHANGE
II-19 MISCELLANEOUS EXPENSE
 FOR THE TEST YEAR ENDED: 12/17

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:

	<u>Year</u>	<u>Amount</u>	
	<u>2015</u>	\$ <u>-</u>	NOT APPLICABLE
	<u>2016</u>	\$ <u>-</u>	
a. Test Year	<u>2017</u>	\$ <u>-</u>	
b. K & M Change		\$ <u>-</u>	(to I-1, Column E, Line 22 - see instructions above)
c. Adjusted Test year (a. + b.)		\$ <u>-</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: Frio Canon Water, LLC

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: <u>Frio Canon Water, LLC</u> SCHEDULES - CLASS B RATE/TARIFF CHANGE III-1 REQUESTED RETURN FOR THE TEST YEAR ENDED: <u>12/17</u>
--

RETURN ON RATE BASE:

Line No.		
1	Test year end rate base (from III-2, Line 16)	164,210
2	Requested ROR (Col G, Line 7 below)	10.00%
3	Return on rate base (Line 1 x Line 2)	16,421

10.73% - Applicant desires to use 10.0% ROR

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			$G=(E \times F)$
4.	Equity (Rate base less Line 5, Column D)	145,960	0.8889	10.0000%	Col E = Requested return on equity	10.8900%
5.	Long Term Debt and Advances from associated companies from Schedule III-6	18,250	0.11	5.0000%	Col E = From Sch III-6, Column H, Line 9	0.16
6.	Total capitalization (Rate Base Sch III-2, Line 16)	164,210.00				
7.	Return on rate base Col G, Line 6 rounded to nearest 0.01%)				Line 4 + Line 5	10.73%

To Line 2 above

* ROE = Return on Equity

UTILITY NAME: Erio Canon Water, LLC
 SCHEDULES - CLASS B RATE/TARIFF CHANGE
III-2 RATE BASE SUMMARY
 FOR THE TEST YEAR ENDED: 12/17

Line No.	Description	Amount	Reference (From)
1	Additions:		
2.	Utility plant (Original Cost)	226,990.47	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)	0	Schedule III-5, Line 2
6.	Prepayments	0	Schedule III-4, line 8
7.	Other Additions	0	Add schedule
8.	TOTAL ADDITIONS (Add Lines 2 through 6)	226,990.40	
	Deductions:		
9.	Reserve for depreciation (Accumulated)	-60,730.32	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	-2050	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.	TOTAL DEDUCTIONS (Add lines 9 through 14)	-62,780.32	
16.	RATE BASE (Line 8, less Line 15)	164,210.15	

UTILITY NAME: Frio Canon Water, LLC										Schedule III-3			
SCHEDULES - CLASS B RATE/TARIFF CHANGE										(Provide a schedule for each PWS system)			
III-3 UTILITY PLANT IN SERVICE (NET BOOK VALUE) CALCULATION										Add schedules as needed, provide a summary also			
0													
Line No.	[A]	[B]	[C]		[D.1]	[D.2]	[D]=[D.1] - [D.2]	Depreciation					
	Item	Date of Installation	Service Life (yrs) **	Original Cost when installed \$	Customer CIAC amount	Adjusted Original Cost for Customer CIAC¹	Time in Service			[E] = [D]/[C] Annual (\$)	[F] Accumulated (\$ (Reserve)	[G] = [D]-[F] Net Book Value (\$)	
							Years in Service	Months	Days				
1	303 Land and land rights												
2	307. Wells	4/22/2008	50		51,147.00	2,050.00	49,097.00	10	6		(1,022.94)	(10,740.87)	38,356.13
	Well Pumps:												
3	311 5 hp or less		5										
4	311 Greater than 5 hp	4/22/2008	10		4,771.00		4,771.00	10	6		(477.10)	(4,771.00)	-
	Booster Pumps:												
5	311 5 hp or less		5										
6	311 Greater than 5 hp	11/1/2008	10	15	4,865.62		4,865.62	10			(324.37)	(3,243.75)	1,621.87
7	320 Chlorinators & Piping/Fitting	11/1/2008	10	50	33,641.85		33,641.85	10			(672.84)	(6,728.37)	26,913.48
	Structures:												
8	304 Wood		15										
9	304 Masonry	11/1/2008	30		8,800.00		8,800.00	10			(293.33)	(2,933.33)	5,866.67
10	305 Storage Tanks	11/1/2008	50		18,381.25		18,381.25	10			(367.63)	(3,676.25)	14,705.00
11	311 Pressure Tanks	11/1/2008	50		8,433.75		8,433.75	10			(168.68)	(1,686.75)	6,747.00
12	331 Distribution System (mains and lines)	11/1/2008	50		71,750.00		71,750.00	10			(1,435.00)	(14,350.00)	57,400.00
13	334 Meters and Service (taps not covered by fees)	11/1/2008	20		16,800.00		16,800.00	10			(840.00)	(8,400.00)	8,400.00
14	340 Office Equipment		10										
15	341 Vehicles		5										
16	343 Shop Tools		15										
17	345 Heavy Equipment		10										
18	348 Fencing	11/1/2008	20		8,400.00		8,400.00	10			(420.00)	(4,200.00)	4,200.00
	Other: (Please list)												
19													
20					226,990.47		224,940.47				(6,021.89)	(60,730.32)	164,210.15
50	Total												

To Sch III-2,
line 2

To Sch I-1,
line 27

To Sch III-2, line
9

Add detailed workpapers if necessary to support this Schedule.

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

UTILITY NAME: Frio Canon Water, LLC SCHEDULES - CLASS B RATE/TARIFF CHANGE III-3(a) UTILITY PLANT IN SERVICE-RECONCILIATION TO PRIOR CASE FOR TEST YEAR ENDED: 12/17
--

NOT APPLICABLE
ORIGINAL COST DATA

A	B	C	D
Line No.	Description	Amount	Amount
1.	Beginning Gross Plant balance - (from previous rate case)	Must match previous rate case	\$
2.	Plant additions after previous rate case		
3.	N.A.	\$	
4.			
5.			
6.			
7.			
8.			
9.			
10.			
11.	Total additions (add lines 3 through 10, Col C)		\$
12.	Test year plant retirements after previous rate case:		
13.	N.A.	\$	
14.			
15.			
16.			
17.			
18.			
19.			
20.			
21.	Total retirements (add line 13 through 20, Col C)		\$
22.	Ending balance (line 1 + line 11 - line 21)	Equals as III-3, Column D, line 50	\$

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

UTILITY NAME: <u>Frio Canon Water, LLC</u> SCHEDULES - CLASS B RATE/TARIFF CHANGE III-4 AVERAGE CONSTRUCTION WORK IN PROGRESS, MATERIALS AND SUPPLIES INVENTORY & PREPAYMENTS FOR THE TEST YEAR ENDED: <u>12/17</u>
--

NOT APPLICABLE

***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	N.A.
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)	0

Typically zero, to Schedule III-2, Line 3

		Materials & Supplies inventory	Prepaid Expenses
6.	Sum of 12 test year month end balances		
7.	One month prior to the test year, month end balance		
8.	13 Month Average balance (line 6 plus line 7, divided by 13)	0	0

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: Frio Canon Water, LLC

SCHEDULES FOR CLASS B RATE/TARIFF CHANGE

III-5 WORKING CASH ALLOWANCE CALCULATIONSFOR THE TEST YEAR ENDED: 12/17

NOT APPLICABLE

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

NOT APPLICABLE

A Line No	B Description	Class B		Class C	
		Water	Sewer	Water	Sewer
1	Annual O & M Expenses				
2	Working Cash (Line 3 / Line 5)				
3	Divisor		12	8	8

From Sch I-1, line 25

To Sch III-2, line 5

UTILITY NAME: <u>Frio Canon Water, LLC</u> SCHEDULES - CLASS B RATE/TARIFF CHANGE III-6 LONG TERM DEBT/ NOTES PAYABLE – WATER AND SEWER FOR THE YEAR ENDED: <u>12/17</u>
--

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	Promissory Note	Jan. 1, 2017	Jan. 1, 2027	18,250.00	18,250.00	5.00%	912.5
3							
4							
5							
6							
7							
8							
9	Total			18250	18250	5.00%	912.5

to Sch III-1,
Column G,
Line 5

List short term debt, if any:

UTILITY NAME: Frio Canon Water, LLC

SCHEDULES - CLASS B RATE/TARIFF CHANGE

III-7 ACCUMULATED DEPRECIATION FROM PRIOR RATE CASE

FOR THE TEST YEAR ENDED: 12/17

NOT APPLICABLE

ACCUMULATED DEPRECIATION: N.A.

Line No.	Description	Dollar Amount
1.	Ending-Prior Rate Case (Docket No. _____)	
2	Ending balance per Sch III-3, Column F, Line 50	
	Describe accounting adjustments made between the prior rate case and the current rate case:	

Must match previous rate case.

UTILITY NAME: <u>Frio Canon Water, LLC</u> SCHEDULES - CLASS B RATE/TARIFF CHANGE III-8 ADVANCES FOR CONSTRUCTION AND CONTRIBUTIONS IN AID OF CONSTRUCTION FOR THE TEST YEAR ENDED: <u>12/17</u>
--

III-8(a) ADVANCES FOR CONSTRUCTION:

	A	B	C	D	E	F	G
Line No.	Item	Date of Installation	Total Cost	Amount of Advance	Repayments made to developer	(F)=(D)-(E) Rate base Value (to Sch III-2)	Amount to be refunded in the future*
1.	Tap Fee		2000	2000	0	2000	0
2.	Application Fee		50	50	0	50	0
3.							
4.							
5.							
6.	Total		2050	2050		2050	

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

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

	A	B	C	D	E	F	G
Line No.	Item	Date of Installation or Contribution	Total Cost	Amount of Developer Contribution	Annual amortization	Accumulated Amortization	(G)=(D) - (F) Rate Base Value (to Sch III-2)
1.	See Schedule III-3						164210.15
2.							
3.							
4.							
5.							
6.	Total						

*Customer CIAC is entered directly on III-3

UTILITY NAME: <u>Frio Canon Water, LLC</u> SCHEDULES - CLASS B RATE/TARIFF CHANGE III-9 DEFERRED INCOME TAXES AND DEFERRED INVESTMENT TAX CREDITS FOR THE TEST YEAR ENDED: <u>12/17</u>

NOT APPLICABLE

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

III-9(a) ACCUMULATED DEFERRED INCOME TAXES:

Line No.	Description	Test Year Amount
1.	Beginning balance	N.A.
2.	Test year amount	
3.	Ending balance	

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

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

UTILITY NAME: <u>Frio Canon Water, LLC</u> SCHEDULES - CLASS B RATE/TARIFF CHANGE III-10 OTHER DEFERRED ASSETS FOR THE TEST YEAR ENDED: <u>12/17</u>
--

NOT APPLICABLE
 III-10(a) : Other Deferred Assets

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

SECTION IV OTHER TAX INSTRUCT

UTILITY NAME: Frio Canon Water, LLC

SCHEDULES - CLASS B RATE/TARIFF CHANGE

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

NOT APPLICABLE

Instructions for Section IV

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

UTILITY NAME: Frio Canon Water, LLC
 SCHEDULES - CLASS B RATE/TARIFF CHANGE
IV(a) ESTIMATE OF TAXES OTHER THAN INCOME
 FOR THE TEST YEAR ENDED: 12/17

NOT APPLICABLE
PROPERTY TAXES:

A	B	C	D	E
Line No.	Description	Amount	Amount	Reference
1	Property taxes paid in in test year		0	per property tax bills
2	Utility plant added in test year	-		Schedule III-3(a), Line 11
3	Utility plant retirements in test year			Schedule III-3(a), Line 21
4	Net additions			Line 2 minus line 3
5	Net Property tax rate			Line 1 / beginning of test year gross plant balance from III-3 (a), Col D, Line 1
6	Test year property tax on additions			Line 4 times Line 5
7	Adjusted Test year property tax expense			Line 1 + Line 6
8	Known and measurable change			Line 7 minus Line 1

PAYROLL TAXES (BASED ON ADJUSTED TEST YEAR NUMBERS):

A	B	C	D	E	F	G
Line No.	Tax Type	Wage Level	Tax Rate	Taxable Wages	Reference	Tax
					SCHEDULE II-6	(D x E)
9	FICA	wages to _____	%		Column D+E+F Line 9	
10	Medicare	wages to _____	%		Column H Line 9	
11	Added Medicare (Affordable Care Act)	wages to _____	%			
12	Federal unemployment	wages to _____	%		Column D Line 9	
13	State unemployment	wages to _____	%		Column D+E Line 9	
14	Total (add Lines 11 through 14)					
15	Less: Capitalized	Use % on Sch II-6(a), line 10	%			
16	Test year Payroll Tax Expense	Line 13 less 14				
17	Known and measurable change				(Line 13 minus Line 14)	

OTHER TAXES:

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