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Item Number - 144

PUC DOCKET NO. 50197
SOAH DOCKET NO. 473-21-2237

APPLICATION OF TIMBERCREST	§	PUBLIC UTILITY COMMISSION
PARTNERS LLC FOR AUTHORITY TO	§	
CHANGE RATES	§	OF TEXAS

JOINT RESPONSE TO COMMISSION COUNSEL MEMORANDA

On January 17, 2020, Timbercrest Partners, LLC (Timbercrest) filed an application with the Public Utility Commission of Texas (Commission) for authority to change its retail water and sewer rates under Texas Water Code (TWC) §§ 13.1871 and 13.1872(c)(2) and 16 Texas Administrative Code (TAC) §§ 24.25-.44.

On March 31, 2023, Commission Counsel filed memoranda, requiring Timbercrest and Commission Staff (Staff) (collectively, the Parties) to address certain evidentiary issues by April 4, 2023. On April 4, 2023, Commission Counsel granted the Parties an extension until April 12, 2023. Therefore, this pleading is timely filed.

I. JOINT RESPONSE TO MEMORANDA

The Parties respectfully file this Joint Response to the following evidentiary issues:

ISSUE 1: *Please identify the location of the evidentiary record that supports these amounts composing the agreed revenue requirement.*

RESPONSE:

Finding of fact 31 in the parties' joint proposed order filed on March 13, 2023 specifies that Timbercrest's agreed total annual revenue requirement of \$342,236 is composed of the following:

Amount	Component
\$181,398	Operations and maintenance expense
\$31,596	Depreciation and amortization expense
\$25,383	Taxes other than income taxes
\$15,901	Federal income taxes
\$92,755	Return on rate base

(\$4,798)	Other revenues
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The amounts for these components are based on Timbercrest's rebuttal testimony, except for the return-on-rate-base component.¹ The agreement does not appear, however, to explain the composition of the agreed revenue requirement.

While the Parties listed the components in Finding of Fact No. 31 in the Joint Proposed Order attached to the Stipulation that was filed on March 13, 2023, the Parties failed to include their agreement to the components in the Stipulation. Therefore, to supplement the record, the Parties are filing an Amended Stipulation contemporaneously with this Joint Response. In addition, the Parties are including supporting documentation for the agreed revenue requirement as Attachment A to this Joint Response.

ISSUE 2: *Proposed conclusion of law 5 in the parties' proposed order filed on March 13, 2023, states that Timbercrest complied with the requirements of 16 TAC § 24.27(d). However, the revised proof of notice filed on November 10, 2020, addresses notice only to "each customer or other affected party." The filing does not address whether notice was provided to the Office of Public Utility Counsel (OPUC) or to affected municipalities as required by 16 TAC § 24.27(d)(1)(A). Please explain where the record specifically addresses this issue. If the record does not specifically reflect notice of the application to OPUC and affected municipalities, please supplement the record with sufficient evidence.*

RESPONSE:

On July 7, 2021, Timbercrest filed proof of notice of the prehearing conference, indicating that there is no municipality affected by Timbercrest's proposed rate changes. On April 12, 2023, Timbercrest filed supplemental proof of notice, indicating that notice was provided to OPUC by email on April 10, 2023. Acknowledging that such notice was untimely and not in accordance with 16 TAC § 24.27(d)(1)(A), the Parties respectfully request a good cause exception to the notice requirement and incorporate Timbercrest's contemporaneously filed Motion for Leave and/or Good Cause Exception herein.

¹ See Amended Rebuttal Testimony of Charles E. Loy at 4 (Oct. 25, 2022).

II. CONCLUSION

Based on the foregoing, the Parties respectfully request that this Joint Response and the contemporaneously filed Amended Stipulation be found sufficient to respond to Commission Counsel's memoranda and that the requested good cause exception to the notice requirement be granted.

Executed as shown below:

Dated this 12th day of April, 2023.

TIMBERCRESTS PARTNER LLC

/s/ Tammy Shea

Tammy Wavle-Shea
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/s/ Scott Miles

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CERTIFICATE OF SERVICE

I certify that unless otherwise ordered by the presiding officer, notice of the filing of this document was provided to all parties of record and Office of Public Utility Counsel via electronic mail on April 12, 2023 in accordance with the Second Order Suspending Rules, issued in Project No. 50664.

/s/ Tammy Shea
Tammy Wavle-Shea

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COMPANY NAME Timbercrest Partners LLC
TEST YEAR END 31-Dec-18

	WATER	SEWER	TOTAL
	Attachment KE-1 (Errata) Staff Schedule I	Attachment KE-2 (Errata) Staff Schedule I	Per Memo From Mr. Stephen Journeay, Commission Counsel*
REVENUE REQUIREMENT	Revenue Requirement	Revenue Requirement	
Operations and Maintenance	\$67,923	\$113,475	\$181,398
Depreciation and Amortization	\$16,339	\$15,257	\$31,596
Taxes Other Than Income	\$13,425	\$11,959	\$25,383
Federal Income Taxes	\$9,091	\$6,810	\$15,901
Return on Invested Capital	\$53,031	\$39,723	\$92,755
	\$159,810	\$187,224	\$347,034
Other Revenues	(\$2,385)	(\$2,413)	(\$4,798)
Revenue Requirement	\$157,425	\$184,811	\$342,236

* The above referenced Attachments KE-1 and 2 (Errata) are PUC Staff Direct Testimony Exhibits (KATHRYN EILAND) adjusted to reflect settlement terms. Excel versions of KE-1 & 2 (Errata) attached.

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COMPANY NAME Timbercrest Partners, LLC
TEST YEAR END 31-Dec-18

Attachment KE-1 (errata)
Staff Schedule I
Revenue Requirement

	Test Year Total	Company Adjustments To Test Year	Company Requested Test Year Per Testimony	Staff Adjustments To Company Request	Staff Adjusted Total
REVENUE REQUIREMENT	(a)	(b)	(c)=(a)+(b)	(d)	(e)=(c)+(d)
Operations and Maintenance	\$ 79,003	\$ -	\$ 79,003	\$ (11,080)	\$ 67,923
Depreciation and Amortization Expense	\$ 16,339	\$ -	\$ 16,339	\$ -	\$ 16,339
Taxes Other Than Income	\$ 13,211	\$ (526)	\$ 12,685	\$ 740	\$ 13,425
Federal Income Taxes		\$ 11,708	\$ 11,708	\$ (2,617)	\$ 9,091
Return on Invested Capital	\$ 63,889	\$ -	\$ 63,889	\$ (10,857)	\$ 53,031
TOTAL	\$ 172,442	\$ 11,182	\$ 183,624	\$ (23,814)	\$ 159,810
Other Revenues - Taps, Recon, late fee, Etc.	\$ (2,385)		\$ (2,385)		\$ (2,385)
Revenue Requirement Used to Set Rates	\$ 170,057	\$ 11,182	\$ 181,239	\$ (23,814)	\$ 157,425

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COMPANY NAME Timbercrest Partners, LLC
TEST YEAR END 31-Dec-18

Attachment KE-1 (errata)
Staff Schedule II
O&M Expense

OPERATIONS AND MAINTENANCE EXPENSE		Test Year	Company	Company	Staff	Staff
		Total	Adjustments	Requested	Adjustments	Adjusted
			To Test Year	Test Year	To Company	Total
Acct. No.	ACCOUNT	(a)	(b)	(c)=(a)+(b)	(d)	(e)=(c)+(d)
610	PURCHASED WATER				\$ -	\$ -
615	POWER EXPENSE-PRODUCTION ONLY	\$ 16,149.00		\$ 16,149.00		\$ 16,149.00
618	OTHER VOLUME RELATED EXPENSES			\$ -		\$ -
601-1	EMPLOYEE LABOR			\$ -		\$ -
620	MATERIALS	\$ 7,132.00		\$ 7,132.00		\$ 7,132.00
631-636	CONTRACT WORK	\$ 11,084.00		\$ 11,084.00		\$ 11,084.00
650	TRANSPORTATION EXPENSES	\$ 459.00		\$ 459.00		\$ 459.00
664	OTHER PLANT MAINTENANCE	\$ 12,284.00		\$ 12,284.00		\$ 12,284.00
601-2	OFFICE SALARIES	\$ 11,470.00		\$ 11,470.00	\$ (1,799.00)	\$ 9,671.00
601-3	MANAGEMENT SALARIES			\$ -		\$ -
604	EMPLOYEE PENSIONS & BENEFITS	\$ 18.00		\$ 18.00		\$ 18.00
615	PURCHASED POWER-OFFICE ONLY			\$ -		\$ -
670	BAD DEBT EXPENSE	\$ 47.00		\$ 47.00		\$ 47.00
676	OFFICE SERVICES & RENTALS	\$ 2,293.00		\$ 2,293.00		\$ 2,293.00
677	OFFICE SUPPLIES & EXPENSES	\$ 242.00		\$ 242.00		\$ 242.00
678	PROFESSIONAL SERVICES	\$ 2,469.00		\$ 2,469.00	\$ (2,469.00)	\$ -
684	INSURANCE	\$ 7,993.00		\$ 7,993.00		\$ 7,993.00
667	REGULATORY EXPENSE (OTHER)	\$ 6,812.00		\$ 6,812.00	\$ (6,812.00)	\$ -
675	MISCELLANEOUS	\$ 551.00		\$ 551.00		\$ 551.00
TOTAL		\$ 79,003.00	\$ -	\$ 79,003.00	\$ (11,080.00)	\$ 67,923.00

Removed \$9,571

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Attachment KE-1 (errata)
Staff Schedule III
Invested Capital

	Test Year Total	Company Adjustments To Test Year	Company Requested Test Year Total	Staff Adjustments To Company Request	Staff Adjusted Total
INVESTED CAPITAL	(a)	(b)	(c)=(a)+(b)	(d)	(e)=(c)+(d)
Plant in Service	\$ 919,274	\$ -	\$ 919,274	\$ -	\$ 919,274
Accumulated Depreciation	\$ (373,117)		\$ (373,117)		\$ (373,117)
Net Plant in Service	\$ 546,157	\$ -	\$ 546,157	\$ -	\$ 546,157
Working Cash Allowance		\$ 10,441	\$ 10,441.00	\$ (1,951)	\$ 8,490
Materials and Supplies			\$ -		\$ -
Prepayments			\$ -		\$ -
Customer Advances Construction			\$ -		\$ -
Developer Contribution in Aid of Construction			\$ -		\$ -
Customer Deposits			\$ -		\$ -
LAND	\$ 250,078		\$ 250,078		\$ 250,078
ADFIT			\$ -		\$ -
Excess ADFIT			\$ -		\$ -
TOTAL INVESTED CAPITAL (RATE BASE)	\$ 796,235	\$ 10,441	\$ 806,676	\$ (1,951)	\$ 804,725
RATE OF RETURN			7.92%		6.59%
RETURN ON INVESTED CAPITAL			\$ 63,889	\$ (10,857)	\$ 53,031

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COMPANY NAME Timbercrest Partners, LLC
TEST YEAR END 31-Dec-18

Attachment KE-1 (errata)
Staff Schedule IIIA
Water Plant In Service
(Original Cost to Install or Construct)

WATER PLANT IN SERVICE (Original Cost to Install or Construct)		Test Year Total	Company Adjustments To Test Year	Company Requested Test Year Total	Staff Adjustments To Company Request	Staff Adjusted Total
Acct. No.	ACCOUNT	(a)	(b)	(c)=(a)+(b)	(d)	(e)=(c)+(d)
303	LAND AND LAND RIGHTS	\$ 919,274.00		\$ 919,274.00		\$ 919,274.00
307	WELLS			\$ -		\$ -
	WELL PUMPS:					
311	5 HP OR LESS			\$ -		\$ -
311	GREATER THAN 5 HP			\$ -		\$ -
	BOOSTER PUMPS:					
311	5 HP OR LESS			\$ -		\$ -
311	GREATER THAN 5 HP			\$ -		\$ -
320	CHLORINATORS			\$ -		\$ -
	STRUCTURES:					
304	WOOD			\$ -		\$ -
304	MASONRY			\$ -		\$ -
305	STORAGE TANKS			\$ -		\$ -
311	PRESSURE TANKS			\$ -		\$ -
331	DISTRIBUTION SYSTEM			\$ -		\$ -
334	METERS AND SERVICE			\$ -		\$ -
340	OFFICE EQUIPMENT			\$ -		\$ -
341	VEHICLES			\$ -		\$ -
343	SHOP TOOLS			\$ -		\$ -
345	HEAVY EQUIPMENT			\$ -		\$ -
348	FENCING			\$ -		\$ -
TOTAL		\$ 919,274.00	\$ -	\$ 919,274.00	\$ -	\$ 919,274.00

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Attachment KE-1 (errata)
Staff Schedule IIIB
Depreciation Expense

WATER PLANT IN SERVICE		Test Year	Company	Company	Staff	Staff
		Total	Adjustments	Requested	Adjustments	Adjusted
		(a)	To Test Year	Total	To Company	Total
Acct. No.	ACCOUNT	(a)	(b)	(c)=(a)+(b)	(d)	(e)=(c)+(d)
303	LAND AND LAND RIGHTS	\$ 16,339.00		\$ 16,339.00		\$ 16,339.00
307	WELLS			\$ -		\$ -
	WELL PUMPS:					
311	5 HP OR LESS			\$ -		\$ -
311	GREATER THAN 5 HP			\$ -		\$ -
	BOOSTER PUMPS:					
311	5 HP OR LESS			\$ -		\$ -
311	GREATER THAN 5 HP			\$ -		\$ -
320	CHLORINATORS			\$ -		\$ -
	STRUCTURES:					
304	WOOD			\$ -		\$ -
304	MASONRY			\$ -		\$ -
305	STORAGE TANKS			\$ -		\$ -
311	PRESSURE TANKS			\$ -		\$ -
331	DISTRIBUTION SYSTEM			\$ -		\$ -
334	METERS AND SERVICE			\$ -		\$ -
340	OFFICE EQUIPMENT			\$ -		\$ -
341	VEHICLES			\$ -		\$ -
343	SHOP TOOLS			\$ -		\$ -
345	HEAVY EQUIPMENT			\$ -		\$ -
348	FENCING			\$ -		\$ -
	CONTRIBUTIONS IN AID OF CONSTRUCTION			\$ -		\$ -
TOTAL		\$ 16,339.00	\$ -	\$ 16,339.00	\$ -	\$ 16,339.00

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Attachment KE-1 (errata)
Staff Schedule IV
Taxes Other Than FIT

	Test Year Total	Company Adjustments To Test Year	Company Requested Test Year Total	Staff Adjustments To Company Request	Staff Adjusted Total
TAXES OTHER THAN FIT	(a)	(b)	(c)=(a)+(b)	(d)	(e)=(c)+(d)
Non-Revenue Related					
Ad Valorem Taxes	\$ 13,211	\$ (526)	\$ 12,685		\$ 12,685
Total Property	\$ 13,211	\$ (526)	\$ 12,685		\$ 12,685
Payroll Taxes					
FICA			\$ -	\$ 600	\$ 600
MEDICARE			\$ -	\$ 140	\$ 140
MEDICARE-Affordable Care Act			\$ -	\$ -	\$ -
FUTA			\$ -	\$ -	\$ -
SUTA			\$ -	\$ -	\$ -
Total		\$ -	\$ -	\$ 740	\$ 740
LESS Capitalized				\$ -	\$ -
Total Payroll	\$ -		\$ -	\$ 740	\$ 740
Other Taxes					
Other taxes and Licenses			\$ -		\$ -
Total Other Taxes	\$ -		\$ -	\$ -	\$ -
TOTAL TAXES OTHER THAN INCOME	\$ 13,211	\$ (526)	\$ 12,685	\$ 740	\$ 13,425

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Attachment KE-1 (errata)
Staff Schedule V
Federal Income Taxes

	Test Year Total	Company Requested Test Year Total	Staff Adjustments To Company Request	Staff Adjusted Total
FEDERAL INCOME TAXES	(a)	(c)=(a)+(b)	(d)	(e)=(c)+(d)
Return	Total	\$ 63,889.00	\$ (10,857.60)	\$ 53,031.40
Less				
Interest Included in Return		\$ 19,844.00	\$ (1,013.43)	\$ 18,830.57
Plus				
Other Adjustments				
TAXABLE COMPONENT OF RETURN		\$ 44,045.00	\$ (9,844.17)	\$ 34,200.83
TAX RATE		21%		21%
TAX FACTOR (1/(1-TR))*(TR)		0.265822785	0.265822785	0.265822785
FEDERAL INCOME TAX BEFORE ADJUSTMENTS		\$ 11,708.16	\$ (2,616.81)	\$ 9,091.36
LESS				
Adjustments		\$ -		\$ -
TOTAL FEDERAL INCOME TAXES		\$ 11,708.16	\$ (2,616.81)	\$ 9,091.36

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Attachment KE-1 (errata)
Payroll Taxes

		Tax Rate	Taxable Wages	Staff Adjusted Total (e)=(c)*(d)	
PAYROLL TAXES					
FICA	All Wages	6.20%	\$ 9,671	\$ 600	(Base limit of \$142,800)
MEDICARE	All Wages	1.45%	\$ 9,671	\$ 140	(First \$200,000 of wages; 2.35% after)
MEDICARE-Affordable Care Act		0.00%	\$ 9,671	\$ -	(up to 9.83% for insurance)
FUTA	Wages to \$7000	0.60%		\$ -	(may qualify up to 6%)
SUTA	Wages to \$9000	1.50%		\$ -	
TOTAL TAXES				\$ 740	
LESS:	Capitalized Wages	0.00%		\$ -	
TOTAL PAYROLL				\$ 740	

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COMPANY NAME Timbercrest Partners LLC (Sewer)
TEST YEAR END 31-Dec-18

Attachment KE-2 (errata)
Staff Schedule I
Revenue Requirement

	Test Year Total	Company Adjustments To Test Year	Company Requested Test Year Total	Staff Adjustments To Company Request	Staff Adjusted Total
REVENUE REQUIREMENT	(a)	(b)	(c)=(a)+(b)	(d)	(e)=(c)+(d)
Operations and Maintenance	\$ 122,060	\$ 1,462	\$ 123,522	\$ (10,047)	\$ 113,475
Depreciation and Amortization Expense	\$ 15,257	\$ -	\$ 15,257	\$ -	\$ 15,257
Taxes Other Than Income	\$ 11,095	\$ (437)	\$ 10,658	\$ 1,301	\$ 11,959
Federal Income Taxes		\$ 9,172	\$ 9,172	\$ (2,363)	\$ 6,810
Return on Invested Capital	\$ 50,052		\$ 50,052	\$ (10,328)	\$ 39,723
TOTAL	\$ 198,464	\$ 10,197	\$ 208,661	\$ (21,437)	\$ 187,224
Other Revenues - Taps, Recon, late fee, Etc.	\$ (2,413)		\$ (2,413)		\$ (2,413)
Revenue Requirement Used to Set Rates	\$ 196,051	\$ 10,197	\$ 206,248	\$ (21,437)	\$ 184,811

SOAH DOCKET NO. 473-21-2237.WS
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COMPANY NAME Timbercrest Partners LLC (Sewer)
TEST YEAR END 31-Dec-18

Attachment KE-2 (errata)
Staff Schedule II
O&M Expense

OPERATIONS AND MAINTENANCE EXPENSE		Test Year	Company	Company	Staff	Staff
		Total	Adjustments	Requested	Adjustments	Adjusted
		(a)	To Test Year	Total	To Company	Total
Acct. No.	ACCOUNT	(a)	(b)	(c)=(a)+(b)	(d)	(e)=(c)+(d)
610	PURCHASED WATER			\$ -		\$ -
615	POWER EXPENSE-PRODUCTION ONLY	\$ 21,094		\$ 21,094		\$ 21,094
618	OTHER VOLUME RELATED EXPENSES	\$ 6,663	\$ 1,462	\$ 8,125		\$ 8,125
601-1	EMPLOYEE LABOR	\$ 7,216		\$ 7,216		\$ 7,216
620	MATERIALS					\$ -
631-636	CONTRACT WORK	\$ 43,008		\$ 43,008		\$ 43,008
650	TRANSPORTATION EXPENSES	\$ 465		\$ 465		\$ 465
664	OTHER PLANT MAINTENANCE	\$ 12,430		\$ 12,430		\$ 12,430
601-2	OFFICE SALARIES	\$ 11,606		\$ 11,606	\$ (1,820)	\$ 9,786
601-3	MANAGEMENT SALARIES			\$ -		\$ -
604	EMPLOYEE PENSIONS & BENEFITS	\$ 18		\$ 18		\$ 18
615	PURCHASED POWER-OFFICE ONLY			\$ -		\$ -
670	BAD DEBT EXPENSE	\$ 47		\$ 47		\$ 47
676	OFFICE SERVICES & RENTALS	\$ 2,285		\$ 2,285		\$ 2,285
677	OFFICE SUPPLIES & EXPENSES	\$ 241		\$ 241		\$ 241
678	PROFESSIONAL SERVICES	\$ 2,461		\$ 2,461	\$ (2,461)	\$ -
684	INSURANCE	\$ 8,086		\$ 8,086		\$ 8,086
667	REGULATORY EXPENSE (OTHER)	\$ 5,766		\$ 5,766	\$ (5,766)	\$ -
675	MISCELLANEOUS	\$ 674		\$ 674		\$ 674
TOTAL		\$ 122,060	\$ 1,462	\$ 123,522	\$ (10,047)	\$ 113,475

Removed \$6,649

Ref: Item 2 of the application, bates p 18.

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PUC DOCKET NO. 50197
COMPANY NAME Timbercrest Partners LLC (Sewer)
TEST YEAR END 31-Dec-18

Attachment KE-2 (errata)
Staff Schedule III
Invested Capital

	Test Year Total	Company Adjustments To Test Year	Company Requested Test Year Total	Staff Adjustments To Company Request	Staff Adjusted Total
INVESTED CAPITAL	(a)	(b)	(c)=(a)+(b)	(d)	(e)=(c)+(d)
Plant in Service	\$ 800,209	\$ -	\$ 800,209	\$ -	\$ 800,209
Accumulated Depreciation	\$ (419,460)		\$ (419,460)		\$ (419,460)
Net Plant in Service	\$ 380,749	\$ -	\$ 380,749	\$ -	\$ 380,749
Working Cash Allowance		\$ 43,368	\$ 43,368	\$ (29,184)	\$ 14,184
Materials and Supplies			\$ -		\$ -
Prepayments			\$ -		\$ -
Customer Advances Construction			\$ -		\$ -
Developer Contribution in Aid of Construction			\$ -		\$ -
Customer Deposits			\$ -		\$ -
Regulatory Assets			\$ -		\$ -
ADFIT			\$ -		\$ -
Excess ADFIT					\$ -
Land (test year per testimony) \$43,368	\$ 207,851		\$ 207,851		\$ 207,851
TOTAL INVESTED CAPITAL (RATE BASE)	\$ 380,749	\$ 43,368	\$ 631,968	\$ (29,184)	\$ 602,784
RATE OF RETURN			7.92%		6.59%
RETURN ON INVESTED CAPITAL			\$ 50,052	\$ (10,328)	\$ 39,723

SOAH DOCKET NO. 473-21-2237.WS
PUC DOCKET NO. 50197
COMPANY NAME Timbercrest Partners LLC (Sewer)
TEST YEAR END 31-Dec-18

Attachment KE-2 (errata)
Staff Schedule IIIA
Sewer Plant In Service
(Original Cost to Install or Construct)

SEWER PLANT IN SERVICE (Original Cost to Install or Construct)		Test Year Total	Company Adjustments To Test Year	Company Requested Test Year Total	Staff Adjustments To Company Request	Staff Adjusted Total
Acct. No.	ACCOUNT	(a)	(b)	(c)=(a)+(b)	(d)	(e)=(c)+(d)
303	LAND AND LAND RIGHTS	\$ 800,209.00		\$ 800,209.00		\$ 800,209.00
307	WELLS			\$ -		\$ -
	WELL PUMPS:					
311	5 HP OR LESS			\$ -		\$ -
311	GREATER THAN 5 HP			\$ -		\$ -
	BOOSTER PUMPS:					
311	5 HP OR LESS			\$ -		\$ -
311	GREATER THAN 5 HP			\$ -		\$ -
320	CHLORINATORS			\$ -		\$ -
	STRUCTURES:					
304	WOOD			\$ -		\$ -
304	MASONRY			\$ -		\$ -
305	STORAGE TANKS			\$ -		\$ -
311	PRESSURE TANKS			\$ -		\$ -
331	DISTRIBUTION SYSTEM			\$ -		\$ -
334	METERS AND SERVICE			\$ -		\$ -
340	OFFICE EQUIPMENT			\$ -		\$ -
341	VEHICLES			\$ -		\$ -
343	SHOP TOOLS			\$ -		\$ -
345	HEAVY EQUIPMENT			\$ -		\$ -
348	FENCING					
	LAND					
	TOTAL	\$ 800,209.00	\$ -	\$ 800,209.00	\$ -	\$ 800,209.00

SOAH DOCKET NO. 473-21-2237.WS
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COMPANY NAME Timbercrest Partners LLC (Sewer)
TEST YEAR END 31-Dec-18
(Water)

Attachment KE-2 (errata)
Staff Schedule IIIB
Depreciation Expense

WATER PLANT IN SERVICE		Test Year	Company	Company	Staff	Staff
		Total	Adjustments	Requested	Adjustments	Adjusted
		(a)	To Test Year	Total	To Company	Total
Acct. No.	ACCOUNT	(a)	(b)	(c)=(a)+(b)	(d)	(e)=(c)+(d)
303	LAND AND LAND RIGHTS	\$ 15,257.00		\$ 15,257.00		\$ 15,257.00
307	WELLS			\$ -		\$ -
	WELL PUMPS:					
311	5 HP OR LESS			\$ -		\$ -
311	GREATER THAN 5 HP			\$ -		\$ -
	BOOSTER PUMPS:					
311	5 HP OR LESS			\$ -		\$ -
311	GREATER THAN 5 HP			\$ -		\$ -
320	CHLORINATORS			\$ -		\$ -
	STRUCTURES:					
304	WOOD			\$ -		\$ -
304	MASONRY			\$ -		\$ -
305	STORAGE TANKS			\$ -		\$ -
311	PRESSURE TANKS			\$ -		\$ -
331	DISTRIBUTION SYSTEM			\$ -		\$ -
334	METERS AND SERVICE			\$ -		\$ -
340	OFFICE EQUIPMENT			\$ -		\$ -
341	VEHICLES			\$ -		\$ -
343	SHOP TOOLS			\$ -		\$ -
345	HEAVY EQUIPMENT			\$ -		\$ -
348	FENCING			\$ -		\$ -
	CONTRIBUTIONS IN AID OF CONSTRUCTION			\$ -		\$ -
TOTAL		\$ 15,257.00	\$ -	\$ 15,257.00	\$ -	\$ 15,257.00

SOAH DOCKET NO. 473-21-2237.WS
PUC DOCKET NO. 50197
COMPANY NAME Timbercrest Partners LLC (Sewer)
TEST YEAR END 31-Dec-18

Attachment KE-2 (errata)
Staff Schedule IV
Taxes Other Than FIT

	Test Year Total	Company Adjustments To Test Year	Company Requested Test Year Total	Staff Adjustments To Company Request	Staff Adjusted Total
TAXES OTHER THAN FIT	(a)	(b)	(c)=(a)+(b)	(d)	(e)=(c)+(d)
Non-Revenue Related					
Ad Valorem Taxes	\$ 11,095	\$ (437)	\$ 10,658		\$ 10,658
Total Property	\$ 11,095	\$ (437)	\$ 10,658		\$ 10,658
Payroll Taxes					
FICA			\$ -	\$ 737	\$ 1,054
MEDICARE			\$ -	\$ 247	\$ 247
MEDICARE-Affordable Care Act			\$ -	\$ -	\$ -
FUTA				\$ -	\$ -
SUTA				\$ -	\$ -
Total		\$ -		\$ 984	\$ 1,301
LESS Capitalized				\$ -	\$ -
Total Payroll	\$ -		\$ -	\$ 1,301	\$ 1,301
Other Taxes					
Other taxes and Licenses			\$ -		\$ -
Total Other Taxes	\$ -		\$ -	\$ -	\$ -
TOTAL TAXES OTHER THAN INCOME	\$ 11,095	\$ (437)	\$ 10,658	\$ 1,301	\$ 11,959

SOAH DOCKET NO. 473-21-2237 WS
PUC DOCKET NO. 50197
COMPANY NAME Timbercrest Partners LLC (Sewer)
TEST YEAR END 31-Dec-18

Attachment KE-2 (errata)
Payroll Taxes

		Tax Rate	Taxable Wages	Staff Adjusted Total	
PAYROLL TAXES				(e)=(c)*(d)	
FICA	All Wages	6.20%	\$ 17,002	\$ 1,054	(Base limit of \$142,800)
MEDICARE	All Wages	1.45%	\$ 17,002	\$ 247	(First \$200,000 of wages; 2.35% after)
MEDICARE-Affordable Care Act		0.00%	\$ 17,002	\$ -	(up to 9.83% for insurance)
FUTA	Wages to \$7000	0.60%		\$ -	(may qualify up to 6%)
SUTA	Wages to \$9000	1.50%		\$ -	
TOTAL TAXES				\$ 1,301	
LESS:	Capitalized Wages	0.00%		\$ -	
TOTAL PAYROLL				\$ 1,301	

The following files are not convertible:

Attachment A, Attachment KE-1.xlsx
(Attachment A, Attachment KE-2).xlsx

Please see the ZIP file for this Filing on the PUC Interchange in order to access these files.

Contact centralrecords@puc.texas.gov if you have any questions.