

NOTICE OF PROPOSED RATE CHANGE – WATER

CURRENT RATES			PROPOSED RATES		
Minimum Monthly Charge includes 0 gallons			Minimum Monthly Charge includes 0 gallons		
Meter Size: RESIDENTIAL			Meter Size: RESIDENTIAL		
5/8" \$ 29.46			5/8" \$ 54.03		
3/4" \$ 29.46			3/4" \$ 54.03		
1" \$ 29.46			1" \$ 90.23		
1 1/2" \$			1 1/2" \$ 179.92		
2" \$			2" \$ 287.98		
3" \$			3" \$ 540.30		
Other: \$			Other: 4", 6" & 8" \$ 900.68; 1,800.62; 2,881.42 Respectively		
GALLONAGE CHARGE:			GALLONAGE CHARGE:		
TIER	VOLUME	CHARGE per 1000 gals.	TIER	VOLUME	CHARGE per 1000 gals.
Tier 1	0 to 10000 gals.	\$ 2.69 /1000 gals.	Tier 1	0 to All gals.	\$ 5.53 /1000 gals.
Tier 2	10001 to 15000 gals.	\$ 2.95 /1000 gals.	Tier 2	to gals.	\$ /1000 gals.
Tier 3	15001 to All Else gals.	\$ 4.06 /1000 gals.	Tier 3	to gals.	\$ /1000 gals.
Tier 4	to gals.	\$ /1000 gals.	Tier 4	to gals.	\$ /1000 gals.
Tier 5	to gals.	\$ /1000 gals.	Tier 5	to gals.	\$ /1000 gals.
MISCELLANEOUS FEES			MISCELLANEOUS FEES		
Tap Fee \$ 1000.00			Tap Fee \$ Actual Cost		
Reconnect Fee: Non-payment \$ 25.00			Reconnect Fee: Non-payment (Maximum - \$25.00) \$ 25.00		
Customer's Request \$ 40.00			Customer's Request \$ 25.00		
Transfer Fee \$ 25.00			Transfer Fee \$ 10.00		
Late Charge \$ 5.00			Late Charge (Indicate either \$5.00 or 10%) \$ 10 percent		
Returned Check Charge \$ 20.00			Returned Check Charge \$ 25.00		
Deposit \$ 50.00			Deposit \$ 50.00 (Maximum \$50.00)		
Meter Test Fee \$ 25.00			Meter Test Fee \$ 25.00 (Maximum - \$25.00)		

Regulatory Assessment of 1% is added to the minimum monthly charge and gallonage charges.
Additional fees and meter sizes may be shown on a separate page.

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

N/A



February 3, 2023

Dear CSWR-Texas Customer,

On February 3, 2023, CSWR-Texas Utility Operating Company, LLC (“CSWR-Texas” or the “Company”) filed a request with the Public Utility Commission of Texas (“PUCT”) and other regulators to increase water and wastewater rates for its Texas customers.

Since 2019, the Company has invested over \$30 million in Texas water and wastewater systems. These investments are necessary to ensure that customers served by these systems are now receiving safe and reliable water and wastewater service. These investments have included rectifying issues related to all aspects of its facilities, including its wells, storage, pipes, pumps, disinfection, power and control systems, distribution systems, inflow and infiltration systems, lift stations, sludge treatment plants (blowers, piping, aeration or clarifier equipment), and non-discharging septic systems in addition to other functional issues. To date, the Company already has completed improvement projects at 16 of the systems acquired in Texas, has begun implementing improvements at 38 additional sites, and is in the design phase for improvements at the remaining 20 facilities. As a result, CSWR-Texas is seeking a revenue requirement for water operations of approximately \$7.4 million, which represents an increase of approximately \$3.5 million over revenues collected under current rates. In addition, CSWR-Texas is asking the PUCT to approve a total annual revenue requirement for wastewater operations of approximately \$2.2 million, which represents an annual increase of approximately \$1.1 million over revenues collected under current rates.

CSWR-Texas’s rates are subject to the approval of the PUCT and certain municipalities. The Company has requested that rates take effect for all customers on March 10, 2023, which is 35 days after the filing of its application and issuance of this notice to customers. However, **no change in rates will take effect until such change is approved by the applicable regulatory authority.** The attached “Customer Notice” provides further information about this filing, including a description of the change in rates, instructions on how to review the entire application and how to protest the proposed rate change or formally intervene in this proceeding.

While we understand there is never a good time to raise rates, this increase is necessary to allow us to continue to meet our shared goals of providing outstanding wastewater service and delivering safe and reliable drinking water delivered to your taps. It also ensures safe working conditions for our staff and continued prudent business practices.

We welcome any feedback from our customers, whether it is about the proposed rates or about our services. You can contact us at 1-866-301-7725 from 8:00 a.m. to 5:00 p.m., Monday through Friday, or email us at support@cswrtextasuoc.com

Respectfully,

CSWR-Texas Management

PUC DOCKET NO. 54565

**NOTICE OF PROPOSED RATE CHANGE
PURSUANT TO
TEXAS WATER CODE §§ 13.1871 AND 13.18715**

CSWR-Texas Utility Operating Company
Company Name

13290 (Water) & 21120 (Sewer)
CCN Number(s)

has filed a rate change application with the Public Utility Commission of Texas (Commission or PUCT). The application may be reviewed online at interchange.puc.texas.gov. You may also inspect a copy of the rate change application at your utility's office at the address below or at the Commission's office (1701 N. Congress Ave, Austin, TX 78701). The proposed rates will apply to service received after the effective date provided below, unless modified or suspended by the Commission. If the Commission receives a sufficient number of protests, separately or in a combined protest letter, from at least 835 ratepayers (10 percent of the utility's customers over whose rates the Commission has original jurisdiction) or from any affected municipality before the 91st day after the proposed effective date, the matter will be set for hearing. **See Protest Form on the next page for instructions on how to protest.**

EFFECTIVE DATE OF PROPOSED INCREASE: 3/10/2023

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

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

Reason(s) for Proposed Rate Change:

To recover revenues sufficient to cover the cost to provide safe and reliable service through maintenance and repairs

BILLING COMPARISON

Water

Existing	5,000 gallons: \$	<u>58.59</u>	/mo	Proposed	5,000 gallons: \$	<u>81.68</u>	/mo
Existing	10,000 gallons: \$	<u>67.04</u>	/mo	Proposed	10,000 gallons: \$	<u>109.33</u>	/mo

Water – Pass Through Charges

Existing	5,000 gallons: \$	<u>27.05</u>	/mo	Proposed	5,000 gallons: \$	<u>27.05</u>	/mo
Existing	10,000 gallons: \$	<u>54.10</u>	/mo	Proposed	10,000 gallons: \$	<u>54.10</u>	/mo

Sewer

Existing	5,000 gallons: \$	<u> </u>	/mo	Proposed	5,000 gallons: \$	<u> </u>	/mo
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Tall Pines Utility

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

<u>1630 Des Peres Road Suite 140</u>	<u>Des Peres</u>	<u>Missouri</u>	<u>63131</u>
Company Address	City	State	Zip

1-866-301-7725
Company Phone Number

<u>\$22,420.00</u>	<u>\$0.00</u>
Water Annual Revenue Increase	Water Pass-Through Annual Revenue Increase Sewer Annual Revenue Increase

<u>2/3/2023</u>	<u>12/23/2012</u>
Date Current Rate Change Notice Delivered	Date of Last Rate Change

PUC DOCKET NO. 54565

RATEPAYER COMMENTS/REQUESTS TO INTERVENE

If you wish to PROTEST the proposed rate change, you must complete this form and file it electronically using the PUC Interchange Filer (<http://www.puc.texas.gov/industry/filings/E-FilingInstructions.pdf>) or mail the original to:

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

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

CUSTOMER INFORMATION (please provide all of the requested information)

First Name: _____ Last Name: _____

Phone Number: _____ Fax Number: _____

Email Address: _____

Address, City, State: _____

Location where service is received: _____
(if different from the mailing address)

Please select the applicable :

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

☐ I wish to be a COMMENTER. I understand that: I am NOT a party to this case; my comments are not considered evidence in this case; and I have no further obligation to participate in the proceeding. Public comments may help inform the PUCT of the public concerns and identify issues to be explored. Please provide comments below. Attach a separate page, if necessary.

☐ **I am requesting to INTERVENE in this proceeding.** As an INTERVENOR, I understand that: I am a party to the case; I am required to respond to all discovery requests from other parties; I may be required to attend hearings, and if I file testimony, I may be cross-examined in the hearing; if I file any documents in the case, I must provide a copy to every other party in the case; and I acknowledge that I am bound by the Procedural Rules of the PUCT and the State Office of Administrative Hearings (SOAH).

Signature of Ratepayer: _____

Date: _____

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

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

NOTICE OF PROPOSED RATE CHANGE – WATER

CURRENT RATES				PROPOSED RATES			
Minimum Monthly Charge includes		0	gallons	Minimum Monthly Charge includes		0	gallons
Meter Size:				Meter Size:			
RESIDENTIAL				RESIDENTIAL			
5/8"		\$	50.14	5/8"		\$	54.03
3/4"		\$	50.14	3/4"		\$	54.03
1"		\$	125.35	1"		\$	90.23
1 1/2"		\$		1 1/2"		\$	179.92
2"		\$		2"		\$	287.98
3"		\$		3"		\$	540.30
Other:		\$		Other: 4", 6" & 8"		\$	900.68; 1,800.62; 2,881.42 Respectively
GALLONAGE CHARGE:				GALLONAGE CHARGE:			
TIER	VOLUME	CHARGE per 1000 gals.		TIER	VOLUME	CHARGE per 1000 gals.	
Tier 1	0 to All gals.	\$	1.69 /1000 gals.	Tier 1	0 to All gals.	\$	5.53 /1000 gals.
Tier 2	to gals.	\$	/1000 gals.	Tier 2	to gals.	\$	/1000 gals.
Tier 3	to gals.	\$	/1000 gals.	Tier 3	to gals.	\$	/1000 gals.
Tier 4	to gals.	\$	/1000 gals.	Tier 4	to gals.	\$	/1000 gals.
Tier 5	to gals.	\$	/1000 gals.	Tier 5	to gals.	\$	/1000 gals.
MISCELLANEOUS FEES				MISCELLANEOUS FEES			
Tap Fee		\$	350.00	Tap Fee		\$	Actual Cost
Reconnect Fee: Non-payment		\$	25.00	Reconnect Fee: Non-payment (Maximum - \$25.00)		\$	25.00
Customer's Request		\$	25.00	Customer's Request		\$	25.00
Transfer Fee		\$	15.00	Transfer Fee		\$	10.00
Late Charge		\$	10 percent	Late Charge (Indicate either \$5.00 or 10%)		\$	10 percent
Returned Check Charge		\$	30.00	Returned Check Charge		\$	25.00
Deposit		\$	50.00	Deposit (Maximum \$50.00)		\$	50.00
Meter Test Fee		\$	25.00	Meter Test Fee (Maximum - \$25.00)		\$	25.00

Regulatory Assessment of 1% is added to the minimum monthly charge and gallonage charges.
Additional fees and meter sizes may be shown on a separate page.

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

N/A



February 3, 2023

Dear CSWR-Texas Customer,

On February 3, 2023, CSWR-Texas Utility Operating Company, LLC (“CSWR-Texas” or the “Company”) filed a request with the Public Utility Commission of Texas (“PUCT”) and other regulators to increase water and wastewater rates for its Texas customers.

Since 2019, the Company has invested over \$30 million in Texas water and wastewater systems. These investments are necessary to ensure that customers served by these systems are now receiving safe and reliable water and wastewater service. These investments have included rectifying issues related to all aspects of its facilities, including its wells, storage, pipes, pumps, disinfection, power and control systems, distribution systems, inflow and infiltration systems, lift stations, sludge treatment plants (blowers, piping, aeration or clarifier equipment), and non-discharging septic systems in addition to other functional issues. To date, the Company already has completed improvement projects at 16 of the systems acquired in Texas, has begun implementing improvements at 38 additional sites, and is in the design phase for improvements at the remaining 20 facilities. As a result, CSWR-Texas is seeking a revenue requirement for water operations of approximately \$7.4 million, which represents an increase of approximately \$3.5 million over revenues collected under current rates. In addition, CSWR-Texas is asking the PUCT to approve a total annual revenue requirement for wastewater operations of approximately \$2.2 million, which represents an annual increase of approximately \$1.1 million over revenues collected under current rates.

CSWR-Texas’s rates are subject to the approval of the PUCT and certain municipalities. The Company has requested that rates take effect for all customers on March 10, 2023, which is 35 days after the filing of its application and issuance of this notice to customers. However, **no change in rates will take effect until such change is approved by the applicable regulatory authority.** The attached “Customer Notice” provides further information about this filing, including a description of the change in rates, instructions on how to review the entire application and how to protest the proposed rate change or formally intervene in this proceeding.

While we understand there is never a good time to raise rates, this increase is necessary to allow us to continue to meet our shared goals of providing outstanding wastewater service and delivering safe and reliable drinking water delivered to your taps. It also ensures safe working conditions for our staff and continued prudent business practices.

We welcome any feedback from our customers, whether it is about the proposed rates or about our services. You can contact us at 1-866-301-7725 from 8:00 a.m. to 5:00 p.m., Monday through Friday, or email us at support@cswrtextasuoc.com

Respectfully,

CSWR-Texas Management

PUC DOCKET NO. 54565

**NOTICE OF PROPOSED RATE CHANGE
PURSUANT TO
TEXAS WATER CODE §§ 13.1871 AND 13.18715**

CSWR-Texas Utility Operating Company

13290 (Water) & 21120 (Sewer)

Company Name

CCN Number(s)

has filed a rate change application with the Public Utility Commission of Texas (Commission or PUCT). The application may be reviewed online at interchange.puc.texas.gov. You may also inspect a copy of the rate change application at your utility's office at the address below or at the Commission's office (1701 N. Congress Ave, Austin, TX 78701). The proposed rates will apply to service received after the effective date provided below, unless modified or suspended by the Commission. If the Commission receives a sufficient number of protests, separately or in a combined protest letter, from at least 835 ratepayers (10 percent of the utility's customers over whose rates the Commission has original jurisdiction) or from any affected municipality before the 91st day after the proposed effective date, the matter will be set for hearing. **See Protest Form on the next page for instructions on how to protest.**

EFFECTIVE DATE OF PROPOSED INCREASE: 3/10/2023

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

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

Reason(s) for Proposed Rate Change:

To recover revenues sufficient to cover the cost to provide safe and reliable service through maintenance and repairs

BILLING COMPARISON

Water

Existing	5,000 gallons: \$	<u>60.99</u>	/mo	Proposed	5,000 gallons: \$	<u>81.68</u>	/mo
Existing	10,000 gallons: \$	<u>77.54</u>	/mo	Proposed	10,000 gallons: \$	<u>109.33</u>	/mo

Water – Pass Through Charges

Existing	5,000 gallons: \$	<u> </u>	/mo	Proposed	5,000 gallons: \$	<u> </u>	/mo
Existing	10,000 gallons: \$	<u> </u>	/mo	Proposed	10,000 gallons: \$	<u> </u>	/mo

Sewer

Existing	5,000 gallons: \$	<u>61.89</u>	/mo	Proposed	5,000 gallons: \$	<u>66.65</u>	/mo
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Texas Landing Utilities, Mangum, Texas Landing Utilities Deerwood, Texas Landing Utilities
Goode City

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

<u>1630 Des Peres Road Suite 140</u>	<u>Des Peres</u>	<u>Missouri</u>	<u>63131</u>
Company Address	City	State	Zip

1-866-301-7725

Company Phone Number

<u>\$89,105.00</u>	<u>\$18,818.00</u>
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Water Annual Revenue Increase	Water Pass-Through Annual Revenue Increase	Sewer Annual Revenue Increase
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2/3/2023

2/25/2014

Date Current Rate Change Notice Delivered

Date of Last Rate Change

PUC DOCKET NO. 54565

RATEPAYER COMMENTS/REQUESTS TO INTERVENE

If you wish to PROTEST the proposed rate change, you must complete this form and file it electronically using the PUC Interchange Filer (<http://www.puc.texas.gov/industry/filings/E-FilingInstructions.pdf>) or mail the original to:

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

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

CUSTOMER INFORMATION (please provide all of the requested information)

First Name: _____ Last Name: _____

Phone Number: _____ Fax Number: _____

Email Address: _____

Address, City, State: _____

Location where service is received: _____
(if different from the mailing address)

Please select the applicable :

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

☐ I wish to be a COMMENTER. I understand that: I am NOT a party to this case; my comments are not considered evidence in this case; and I have no further obligation to participate in the proceeding. Public comments may help inform the PUCT of the public concerns and identify issues to be explored. Please provide comments below. Attach a separate page, if necessary.

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Signature of Ratepayer: _____

Date: _____

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

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at
512-936-7136**

NOTICE OF PROPOSED RATE CHANGE – WATER

CURRENT RATES				PROPOSED RATES			
Minimum Monthly Charge includes 0 gallons				Minimum Monthly Charge includes 0 gallons			
Meter Size: RESIDENTIAL				Meter Size: RESIDENTIAL			
5/8” \$ 49.40				5/8” \$ 54.03			
3/4” \$ 74.10				3/4” \$ 54.03			
1” \$ 123.50				1” \$ 90.23			
1 1/2" \$ 247.00				1 1/2" \$ 179.92			
2” \$ 395.20				2” \$ 287.98			
3” \$ 741.00				3” \$ 540.30			
Other: \$				Other: 4”, 6” & 8” \$ 900.68; 1,800.62; 2,881.42 Respectively			
GALLONAGE CHARGE:				GALLONAGE CHARGE:			
TIER	VOLUME	CHARGE per 1000 gals.		TIER	VOLUME	CHARGE per 1000 gals.	
Tier 1	0 to All gals.	\$ 3.31	/1000 gals.	Tier 1	0 to All gals.	\$ 5.53	/1000 gals.
Tier 2	to gals.	\$	/1000 gals.	Tier 2	to gals.	\$	/1000 gals.
Tier 3	to gals.	\$	/1000 gals.	Tier 3	to gals.	\$	/1000 gals.
Tier 4	to gals.	\$	/1000 gals.	Tier 4	to gals.	\$	/1000 gals.
Tier 5	to gals.	\$	/1000 gals.	Tier 5	to gals.	\$	/1000 gals.
MISCELLANEOUS FEES				MISCELLANEOUS FEES			
Tap Fee		\$ 550.00		Tap Fee		\$ Actual Cost	
Reconnect Fee: Non-payment		\$ 25.00		Reconnect Fee: Non-payment (Maximum - \$25.00)		\$ 25.00	
Customer’s Request		\$ 50.00		Customer’s Request		\$ 25.00	
Transfer Fee		\$ 20.00		Transfer Fee		\$ 10.00	
Late Charge		\$ 5.00		Late Charge (Indicate either \$5.00 or 10%)		\$ 10 percent	
Returned Check Charge		\$ 30.00		Returned Check Charge		\$ 25.00	
Deposit		\$ 50.00		Deposit (Maximum \$50.00)		\$ 50.00	
Meter Test Fee		\$ 25.00		Meter Test Fee (Maximum - \$25.00)		\$ 25.00	

Regulatory Assessment of 1% is added to the minimum monthly charge and gallonage charges.
Additional fees and meter sizes may be shown on a separate page.

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

N/A

NOTICE OF PROPOSED RATE CHANGE – SEWER

CURRENT RATES	PROPOSED RATES
Minimum Monthly Charge includes 1500 gallons	Minimum Monthly Charge includes N/A gallons
Meter Size: RESIDENTIAL	Meter Size: RESIDENTIAL
5/8" \$ 46.24	5/8" \$ 66.65
3/4" \$ 69.36	3/4" \$
1" \$ 115.60	1" \$
1 1/2" \$ 231.20	1 1/2" \$
2" \$ 369.92	2" \$
3" \$ 693.60	3" \$
Other: \$	Other: Flat Rate (All) \$ 66.65
GALLONAGE OR FIXED CHARGE:	GALLONAGE OR FIXED CHARGE:
\$ <u>4.47</u> per <input type="checkbox"/> month; OR <input checked="" type="checkbox"/> for each additional 1,000 gallons over the minimum. Gallonage charges are determined based on average consumption for winter period which includes the following months December, January, February	\$ <u>N/A</u> per <input type="checkbox"/> month; OR <input type="checkbox"/> for each additional 1,000 gallons over the minimum. Gallonage charges are determined based on average consumption for winter period which includes the following months N/A
MISCELLANEOUS FEES	MISCELLANEOUS FEES
Tap Fee \$ 700.00	Tap Fee \$ Actual Cost
Reconnect Fee: Non-payment \$ 25.00	Reconnect Fee: Non-payment (Maximum - \$25.00) \$ 25.00
Customer's Request \$ 50.00	Customer's Request \$ 25.00
Transfer Fee \$ 20.00	Transfer Fee \$ 10.00
Late Charge \$ 5.00	Late Charge (Indicate either \$5.00 or 10%) \$ 10 percent
Returned Check Charge \$ 30.00	Returned Check Charge \$ 25.00
Deposit \$ 50.00	Deposit \$ 50.00 (Maximum \$50.00)
Meter Test Fee \$ N/A	Meter Test Fee \$ N/A (Maximum - \$25.00)

Regulatory Assessment of 1% is added to the minimum monthly charge and gallonage charges.
 Additional fees and meter sizes may be shown on a separate page.

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

N/A



February 3, 2023

Dear CSWR-Texas Customer,

On February 3, 2023, CSWR-Texas Utility Operating Company, LLC (“CSWR-Texas” or the “Company”) filed a request with the Public Utility Commission of Texas (“PUCT”) and other regulators to increase water and wastewater rates for its Texas customers.

Since 2019, the Company has invested over \$30 million in Texas water and wastewater systems. These investments are necessary to ensure that customers served by these systems are now receiving safe and reliable water and wastewater service. These investments have included rectifying issues related to all aspects of its facilities, including its wells, storage, pipes, pumps, disinfection, power and control systems, distribution systems, inflow and infiltration systems, lift stations, sludge treatment plants (blowers, piping, aeration or clarifier equipment), and non-discharging septic systems in addition to other functional issues. To date, the Company already has completed improvement projects at 16 of the systems acquired in Texas, has begun implementing improvements at 38 additional sites, and is in the design phase for improvements at the remaining 20 facilities. As a result, CSWR-Texas is seeking a revenue requirement for water operations of approximately \$7.4 million, which represents an increase of approximately \$3.5 million over revenues collected under current rates. In addition, CSWR-Texas is asking the PUCT to approve a total annual revenue requirement for wastewater operations of approximately \$2.2 million, which represents an annual increase of approximately \$1.1 million over revenues collected under current rates.

CSWR-Texas’s rates are subject to the approval of the PUCT and certain municipalities. The Company has requested that rates take effect for all customers on March 10, 2023, which is 35 days after the filing of its application and issuance of this notice to customers. However, **no change in rates will take effect until such change is approved by the applicable regulatory authority.** The attached “Customer Notice” provides further information about this filing, including a description of the change in rates, instructions on how to review the entire application and how to protest the proposed rate change or formally intervene in this proceeding.

While we understand there is never a good time to raise rates, this increase is necessary to allow us to continue to meet our shared goals of providing outstanding wastewater service and delivering safe and reliable drinking water delivered to your taps. It also ensures safe working conditions for our staff and continued prudent business practices.

We welcome any feedback from our customers, whether it is about the proposed rates or about our services. You can contact us at 1-866-301-7725 from 8:00 a.m. to 5:00 p.m., Monday through Friday, or email us at support@cswrtextasuoc.com

Respectfully,

CSWR-Texas Management

PUC DOCKET NO. 54565

**NOTICE OF PROPOSED RATE CHANGE
PURSUANT TO
TEXAS WATER CODE §§ 13.1871 AND 13.18715**

CSWR-Texas Utility Operating Company

13290 (Water) & 21120 (Sewer)

Company Name

CCN Number(s)

has filed a rate change application with the Public Utility Commission of Texas (Commission or PUCT). The application may be reviewed online at interchange.puc.texas.gov. You may also inspect a copy of the rate change application at your utility's office at the address below or at the Commission's office (1701 N. Congress Ave, Austin, TX 78701). The proposed rates will apply to service received after the effective date provided below, unless modified or suspended by the Commission. If the Commission receives a sufficient number of protests, separately or in a combined protest letter, from at least 835 ratepayers (10 percent of the utility's customers over whose rates the Commission has original jurisdiction) or from any affected municipality before the 91st day after the proposed effective date, the matter will be set for hearing. **See Protest Form on the next page for instructions on how to protest.**

EFFECTIVE DATE OF PROPOSED INCREASE: 3/10/2023

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

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

Reason(s) for Proposed Rate Change:

To recover revenues sufficient to cover the cost to provide safe and reliable service through maintenance and repairs

BILLING COMPARISON

Water

Existing	5,000 gallons: \$	<u>28.25</u>	/mo	Proposed	5,000 gallons: \$	<u>81.68</u>	/mo
Existing	10,000 gallons: \$	<u>42.00</u>	/mo	Proposed	10,000 gallons: \$	<u>109.33</u>	/mo

Water – Pass Through Charges

Existing	5,000 gallons: \$	<u> </u>	/mo	Proposed	5,000 gallons: \$	<u> </u>	/mo
Existing	10,000 gallons: \$	<u> </u>	/mo	Proposed	10,000 gallons: \$	<u> </u>	/mo

Sewer

Existing	5,000 gallons: \$	<u> </u>	/mo	Proposed	5,000 gallons: \$	<u> </u>	/mo
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Thousand Oaks

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

1630 Des Peres Road Suite 140 Des Peres Missouri 63131

Company Address

City

State

Zip

1-866-301-7725

Company Phone Number

\$9,264.00

Water Annual Revenue Increase

Water Pass-Through Annual Revenue Increase

Sewer Annual Revenue Increase

2/3/2023

Date Current Rate Change Notice Delivered

Date of Last Rate Change

PUC DOCKET NO. 54565

RATEPAYER COMMENTS/REQUESTS TO INTERVENE

If you wish to PROTEST the proposed rate change, you must complete this form and file it electronically using the PUC Interchange Filer (<http://www.puc.texas.gov/industry/filings/E-FilingInstructions.pdf>) or mail the original to:

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

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

CUSTOMER INFORMATION (please provide all of the requested information)

First Name: _____ Last Name: _____

Phone Number: _____ Fax Number: _____

Email Address: _____

Address, City, State: _____

Location where service is received: _____
(if different from the mailing address)

Please select the applicable :

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

☐ I wish to be a COMMENTER. I understand that: I am NOT a party to this case; my comments are not considered evidence in this case; and I have no further obligation to participate in the proceeding. Public comments may help inform the PUCT of the public concerns and identify issues to be explored. Please provide comments below. Attach a separate page, if necessary.

☐ **I am requesting to INTERVENE in this proceeding.** As an INTERVENOR, I understand that: I am a party to the case; I am required to respond to all discovery requests from other parties; I may be required to attend hearings, and if I file testimony, I may be cross-examined in the hearing; if I file any documents in the case, I must provide a copy to every other party in the case; and I acknowledge that I am bound by the Procedural Rules of the PUCT and the State Office of Administrative Hearings (SOAH).

Signature of Ratepayer: _____

Date: _____

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

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

NOTICE OF PROPOSED RATE CHANGE – WATER

CURRENT RATES				PROPOSED RATES			
Minimum Monthly Charge includes 2000 gallons				Minimum Monthly Charge includes 0 gallons			
Meter Size: RESIDENTIAL				Meter Size: RESIDENTIAL			
5/8” \$ 20.00				5/8” \$ 54.03			
3/4” \$ 20.00				3/4” \$ 54.03			
1” \$				1” \$ 90.23			
1 1/2" \$				1 1/2" \$ 179.92			
2” \$				2” \$ 287.98			
3” \$				3” \$ 540.30			
Other: \$				Other: 4”, 6” & 8” \$ 900.68; 1,800.62; 2,881.42 Respectively			
GALLONAGE CHARGE:				GALLONAGE CHARGE:			
TIER	VOLUME	CHARGE per 1000 gals.		TIER	VOLUME	CHARGE per 1000 gals.	
Tier 1	2000 to All gals.	\$ 2.75	/1000 gals.	Tier 1	0 to All gals.	\$ 5.53	/1000 gals.
Tier 2	to gals.	\$	/1000 gals.	Tier 2	to gals.	\$	/1000 gals.
Tier 3	to gals.	\$	/1000 gals.	Tier 3	to gals.	\$	/1000 gals.
Tier 4	to gals.	\$	/1000 gals.	Tier 4	to gals.	\$	/1000 gals.
Tier 5	to gals.	\$	/1000 gals.	Tier 5	to gals.	\$	/1000 gals.
MISCELLANEOUS FEES				MISCELLANEOUS FEES			
Tap Fee		\$		Tap Fee		\$	Actual Cost
Reconnect Fee: Non-payment		\$		Reconnect Fee: Non-payment (Maximum - \$25.00)		\$	25.00
Customer’s Request		\$		Customer’s Request		\$	25.00
Transfer Fee		\$		Transfer Fee		\$	10.00
Late Charge		\$		Late Charge (Indicate either \$5.00 or 10%)		\$	10 percent
Returned Check Charge		\$		Returned Check Charge		\$	25.00
Deposit		\$		Deposit (Maximum \$50.00)		\$	50.00
Meter Test Fee		\$		Meter Test Fee (Maximum - \$25.00)		\$	25.00

Regulatory Assessment of 1% is added to the minimum monthly charge and gallonage charges.
Additional fees and meter sizes may be shown on a separate page.

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

N/A



February 3, 2023

Dear CSWR-Texas Customer,

On February 3, 2023, CSWR-Texas Utility Operating Company, LLC (“CSWR-Texas” or the “Company”) filed a request with the Public Utility Commission of Texas (“PUCT”) and other regulators to increase water and wastewater rates for its Texas customers.

Since 2019, the Company has invested over \$30 million in Texas water and wastewater systems. These investments are necessary to ensure that customers served by these systems are now receiving safe and reliable water and wastewater service. These investments have included rectifying issues related to all aspects of its facilities, including its wells, storage, pipes, pumps, disinfection, power and control systems, distribution systems, inflow and infiltration systems, lift stations, sludge treatment plants (blowers, piping, aeration or clarifier equipment), and non-discharging septic systems in addition to other functional issues. To date, the Company already has completed improvement projects at 16 of the systems acquired in Texas, has begun implementing improvements at 38 additional sites, and is in the design phase for improvements at the remaining 20 facilities. As a result, CSWR-Texas is seeking a revenue requirement for water operations of approximately \$7.4 million, which represents an increase of approximately \$3.5 million over revenues collected under current rates. In addition, CSWR-Texas is asking the PUCT to approve a total annual revenue requirement for wastewater operations of approximately \$2.2 million, which represents an annual increase of approximately \$1.1 million over revenues collected under current rates.

CSWR-Texas’s rates are subject to the approval of the PUCT and certain municipalities. The Company has requested that rates take effect for all customers on March 10, 2023, which is 35 days after the filing of its application and issuance of this notice to customers. However, **no change in rates will take effect until such change is approved by the applicable regulatory authority.** The attached “Customer Notice” provides further information about this filing, including a description of the change in rates, instructions on how to review the entire application and how to protest the proposed rate change or formally intervene in this proceeding.

While we understand there is never a good time to raise rates, this increase is necessary to allow us to continue to meet our shared goals of providing outstanding wastewater service and delivering safe and reliable drinking water delivered to your taps. It also ensures safe working conditions for our staff and continued prudent business practices.

We welcome any feedback from our customers, whether it is about the proposed rates or about our services. You can contact us at 1-866-301-7725 from 8:00 a.m. to 5:00 p.m., Monday through Friday, or email us at support@cswrtextasuoc.com

Respectfully,

CSWR-Texas Management

PUC DOCKET NO. 54565

**NOTICE OF PROPOSED RATE CHANGE
PURSUANT TO
TEXAS WATER CODE §§ 13.1871 AND 13.18715**

CSWR-Texas Utility Operating Company

13290 (Water) & 21120 (Sewer)

Company Name

CCN Number(s)

has filed a rate change application with the Public Utility Commission of Texas (Commission or PUCT). The application may be reviewed online at interchange.puc.texas.gov. You may also inspect a copy of the rate change application at your utility's office at the address below or at the Commission's office (1701 N. Congress Ave, Austin, TX 78701). The proposed rates will apply to service received after the effective date provided below, unless modified or suspended by the Commission. If the Commission receives a sufficient number of protests, separately or in a combined protest letter, from at least 835 ratepayers (10 percent of the utility's customers over whose rates the Commission has original jurisdiction) or from any affected municipality before the 91st day after the proposed effective date, the matter will be set for hearing. **See Protest Form on the next page for instructions on how to protest.**

EFFECTIVE DATE OF PROPOSED INCREASE: 3/10/2023

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

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

Reason(s) for Proposed Rate Change:

To recover revenues sufficient to cover the cost to provide safe and reliable service through maintenance and repairs

BILLING COMPARISON

Water

Existing	5,000 gallons: \$	<u>47.00</u>	/mo	Proposed	5,000 gallons: \$	<u>81.68</u>	/mo
Existing	10,000 gallons: \$	<u>62.00</u>	/mo	Proposed	10,000 gallons: \$	<u>109.33</u>	/mo

Water – Pass Through Charges

Existing	5,000 gallons: \$	<u> </u>	/mo	Proposed	5,000 gallons: \$	<u> </u>	/mo
Existing	10,000 gallons: \$	<u> </u>	/mo	Proposed	10,000 gallons: \$	<u> </u>	/mo

Sewer

Existing	5,000 gallons: \$	<u> </u>	/mo	Proposed	5,000 gallons: \$	<u> </u>	/mo
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Timberlane

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

1630 Des Peres Road Suite 140 Des Peres Missouri 63131

Company Address

City

State

Zip

1-866-301-7725

Company Phone Number

\$30,355.00

Water Annual Revenue Increase

Water Pass-Through Annual Revenue Increase

Sewer Annual Revenue Increase

2/3/2023

12:00:00 AM

Date Current Rate Change Notice Delivered

Date of Last Rate Change

PUC DOCKET NO. 54565

RATEPAYER COMMENTS/REQUESTS TO INTERVENE

If you wish to PROTEST the proposed rate change, you must complete this form and file it electronically using the PUC Interchange Filer (<http://www.puc.texas.gov/industry/filings/E-FilingInstructions.pdf>) or mail the original to:

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

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

CUSTOMER INFORMATION (please provide all of the requested information)

First Name: _____ Last Name: _____

Phone Number: _____ Fax Number: _____

Email Address: _____

Address, City, State: _____

Location where service is received: _____
(if different from the mailing address)

Please select the applicable :

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

☐ I wish to be a COMMENTER. I understand that: I am NOT a party to this case; my comments are not considered evidence in this case; and I have no further obligation to participate in the proceeding. Public comments may help inform the PUCT of the public concerns and identify issues to be explored. Please provide comments below. Attach a separate page, if necessary.

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Signature of Ratepayer: _____

Date: _____

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

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

NOTICE OF PROPOSED RATE CHANGE – WATER

CURRENT RATES				PROPOSED RATES			
Minimum Monthly Charge includes		1000	gallons	Minimum Monthly Charge includes		0	gallons
Meter Size:				Meter Size:			
RESIDENTIAL				RESIDENTIAL			
5/8"		\$	0.00	5/8"		\$	54.03
3/4"		\$	0.00	3/4"		\$	54.03
1"		\$	95.00	1"		\$	90.23
1 1/2"		\$	300.00	1 1/2"		\$	179.92
2"		\$		2"		\$	287.98
3"		\$		3"		\$	540.30
Other:		\$		Other: 4", 6" & 8"		\$	900.68; 1,800.62; 2,881.42 Respectively
GALLONAGE CHARGE:				GALLONAGE CHARGE:			
TIER	VOLUME	CHARGE per 1000 gals.		TIER	VOLUME	CHARGE per 1000 gals.	
Tier 1	1000 to All gals.	\$	3.00 /1000 gals.	Tier 1	0 to All gals.	\$	5.53 /1000 gals.
Tier 2	to gals.	\$	/1000 gals.	Tier 2	to gals.	\$	/1000 gals.
Tier 3	to gals.	\$	/1000 gals.	Tier 3	to gals.	\$	/1000 gals.
Tier 4	to gals.	\$	/1000 gals.	Tier 4	to gals.	\$	/1000 gals.
Tier 5	to gals.	\$	/1000 gals.	Tier 5	to gals.	\$	/1000 gals.
MISCELLANEOUS FEES				MISCELLANEOUS FEES			
Tap Fee		\$	500.00	Tap Fee		\$	Actual Cost
Reconnect Fee: Non-payment		\$	25.00	Reconnect Fee: Non-payment (Maximum - \$25.00)		\$	25.00
Customer's Request		\$	50.00	Customer's Request		\$	25.00
Transfer Fee		\$	25.00	Transfer Fee		\$	10.00
Late Charge		\$	5.00	Late Charge (Indicate either \$5.00 or 10%)		\$	10 percent
Returned Check Charge		\$	25.00	Returned Check Charge		\$	25.00
Deposit		\$	50.00	Deposit (Maximum \$50.00)		\$	50.00
Meter Test Fee		\$	25.00	Meter Test Fee (Maximum - \$25.00)		\$	25.00

Regulatory Assessment of 1% is added to the minimum monthly charge and gallonage charges.
Additional fees and meter sizes may be shown on a separate page.

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

N/A



February 3, 2023

Dear CSWR-Texas Customer,

On February 3, 2023, CSWR-Texas Utility Operating Company, LLC (“CSWR-Texas” or the “Company”) filed a request with the Public Utility Commission of Texas (“PUCT”) and other regulators to increase water and wastewater rates for its Texas customers.

Since 2019, the Company has invested over \$30 million in Texas water and wastewater systems. These investments are necessary to ensure that customers served by these systems are now receiving safe and reliable water and wastewater service. These investments have included rectifying issues related to all aspects of its facilities, including its wells, storage, pipes, pumps, disinfection, power and control systems, distribution systems, inflow and infiltration systems, lift stations, sludge treatment plants (blowers, piping, aeration or clarifier equipment), and non-discharging septic systems in addition to other functional issues. To date, the Company already has completed improvement projects at 16 of the systems acquired in Texas, has begun implementing improvements at 38 additional sites, and is in the design phase for improvements at the remaining 20 facilities. As a result, CSWR-Texas is seeking a revenue requirement for water operations of approximately \$7.4 million, which represents an increase of approximately \$3.5 million over revenues collected under current rates. In addition, CSWR-Texas is asking the PUCT to approve a total annual revenue requirement for wastewater operations of approximately \$2.2 million, which represents an annual increase of approximately \$1.1 million over revenues collected under current rates.

CSWR-Texas’s rates are subject to the approval of the PUCT and certain municipalities. The Company has requested that rates take effect for all customers on March 10, 2023, which is 35 days after the filing of its application and issuance of this notice to customers. However, **no change in rates will take effect until such change is approved by the applicable regulatory authority.** The attached “Customer Notice” provides further information about this filing, including a description of the change in rates, instructions on how to review the entire application and how to protest the proposed rate change or formally intervene in this proceeding.

While we understand there is never a good time to raise rates, this increase is necessary to allow us to continue to meet our shared goals of providing outstanding wastewater service and delivering safe and reliable drinking water delivered to your taps. It also ensures safe working conditions for our staff and continued prudent business practices.

We welcome any feedback from our customers, whether it is about the proposed rates or about our services. You can contact us at 1-866-301-7725 from 8:00 a.m. to 5:00 p.m., Monday through Friday, or email us at support@cswrtextasuoc.com

Respectfully,

CSWR-Texas Management

PUC DOCKET NO. 54565

**NOTICE OF PROPOSED RATE CHANGE
PURSUANT TO
TEXAS WATER CODE §§ 13.1871 AND 13.18715**

CSWR-Texas Utility Operating Company

13290 (Water) & 21120 (Sewer)

Company Name

CCN Number(s)

has filed a rate change application with the Public Utility Commission of Texas (Commission or PUCT). The application may be reviewed online at interchange.puc.texas.gov. You may also inspect a copy of the rate change application at your utility's office at the address below or at the Commission's office (1701 N. Congress Ave, Austin, TX 78701). The proposed rates will apply to service received after the effective date provided below, unless modified or suspended by the Commission. If the Commission receives a sufficient number of protests, separately or in a combined protest letter, from at least 835 ratepayers (10 percent of the utility's customers over whose rates the Commission has original jurisdiction) or from any affected municipality before the 91st day after the proposed effective date, the matter will be set for hearing. **See Protest Form on the next page for instructions on how to protest.**

EFFECTIVE DATE OF PROPOSED INCREASE: 3/10/2023

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

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

Reason(s) for Proposed Rate Change:

To recover revenues sufficient to cover the cost to provide safe and reliable service through maintenance and repairs

BILLING COMPARISON

Water

Existing	5,000 gallons: \$	<u>28.45</u>	/mo	Proposed	5,000 gallons: \$	<u>81.68</u>	/mo
Existing	10,000 gallons: \$	<u>39.20</u>	/mo	Proposed	10,000 gallons: \$	<u>109.33</u>	/mo

Water – Pass Through Charges

Existing	5,000 gallons: \$	<u>0.00</u>	/mo	Proposed	5,000 gallons: \$	<u>1.25</u>	/mo
Existing	10,000 gallons: \$	<u>0.00</u>	/mo	Proposed	10,000 gallons: \$	<u>2.50</u>	/mo

Sewer

Existing	5,000 gallons: \$	<u> </u>	/mo	Proposed	5,000 gallons: \$	<u> </u>	/mo
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Treetops Phase 1

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

<u>1630 Des Peres Road Suite 140</u>	<u>Des Peres</u>	<u>Missouri</u>	<u>63131</u>
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Company Address

City

State

Zip

1-866-301-7725

Company Phone Number

\$36,322.00

\$1,482.00

Water Annual Revenue Increase

Water Pass-Through Annual Revenue Increase

Sewer Annual Revenue Increase

2/3/2023

2/1/1994

Date Current Rate Change Notice Delivered

Date of Last Rate Change

PUC DOCKET NO. 54565

RATEPAYER COMMENTS/REQUESTS TO INTERVENE

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1701 North Congress Avenue
P.O. Box 13326
Austin, Texas 78711-3326**

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

CUSTOMER INFORMATION (please provide all of the requested information)

First Name: _____ Last Name: _____

Phone Number: _____ Fax Number: _____

Email Address: _____

Address, City, State: _____

Location where service is received: _____
(if different from the mailing address)

Please select the applicable :

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

☐ I wish to be a COMMENTER. I understand that: I am NOT a party to this case; my comments are not considered evidence in this case; and I have no further obligation to participate in the proceeding. Public comments may help inform the PUCT of the public concerns and identify issues to be explored. Please provide comments below. Attach a separate page, if necessary.

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Signature of Ratepayer: _____

Date: _____

**Si desea informacion en Espanol, puede llamar al
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at
512-936-7136**

NOTICE OF PROPOSED RATE CHANGE – WATER

CURRENT RATES				PROPOSED RATES			
Minimum Monthly Charge includes		2000	gallons	Minimum Monthly Charge includes		0	gallons
Meter Size:				Meter Size:			
RESIDENTIAL				RESIDENTIAL			
5/8"		\$	22.00	5/8"		\$	54.03
3/4"		\$	22.00	3/4"		\$	54.03
1"		\$		1"		\$	90.23
1 1/2"		\$		1 1/2"		\$	179.92
2"		\$		2"		\$	287.98
3"		\$		3"		\$	540.30
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GALLONAGE CHARGE:				GALLONAGE CHARGE:			
TIER	VOLUME	CHARGE per 1000 gals.		TIER	VOLUME	CHARGE per 1000 gals.	
Tier 1	2000 to All gals.	\$	2.15 /1000 gals.	Tier 1	0 to All gals.	\$	5.53 /1000 gals.
Tier 2	to gals.	\$	/1000 gals.	Tier 2	to gals.	\$	/1000 gals.
Tier 3	to gals.	\$	/1000 gals.	Tier 3	to gals.	\$	/1000 gals.
Tier 4	to gals.	\$	/1000 gals.	Tier 4	to gals.	\$	/1000 gals.
Tier 5	to gals.	\$	/1000 gals.	Tier 5	to gals.	\$	/1000 gals.
MISCELLANEOUS FEES				MISCELLANEOUS FEES			
Tap Fee		\$	500.00	Tap Fee		\$	Actual Cost
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Customer's Request		\$	25.00	Customer's Request		\$	25.00
Transfer Fee		\$	25.00	Transfer Fee		\$	10.00
Late Charge		\$	5.00	Late Charge (Indicate either \$5.00 or 10%)		\$	10 percent
Returned Check Charge		\$	25.00	Returned Check Charge		\$	25.00
Deposit		\$	25.00	Deposit (Maximum \$50.00)		\$	50.00
Meter Test Fee		\$	25.00	Meter Test Fee (Maximum - \$25.00)		\$	25.00

Regulatory Assessment of 1% is added to the minimum monthly charge and gallonage charges.
Additional fees and meter sizes may be shown on a separate page.

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

N/A



February 3, 2023

Dear CSWR-Texas Customer,

On February 3, 2023, CSWR-Texas Utility Operating Company, LLC (“CSWR-Texas” or the “Company”) filed a request with the Public Utility Commission of Texas (“PUCT”) and other regulators to increase water and wastewater rates for its Texas customers.

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We welcome any feedback from our customers, whether it is about the proposed rates or about our services. You can contact us at 1-866-301-7725 from 8:00 a.m. to 5:00 p.m., Monday through Friday, or email us at support@cswrtextasuoc.com

Respectfully,

CSWR-Texas Management

PUC DOCKET NO. 54565

**NOTICE OF PROPOSED RATE CHANGE
PURSUANT TO
TEXAS WATER CODE §§ 13.1871 AND 13.18715**

CSWR-Texas Utility Operating Company
Company Name

13290 (Water) & 21120 (Sewer)
CCN Number(s)

has filed a rate change application with the Public Utility Commission of Texas (Commission or PUCT). The application may be reviewed online at interchange.puc.texas.gov. You may also inspect a copy of the rate change application at your utility's office at the address below or at the Commission's office (1701 N. Congress Ave, Austin, TX 78701). The proposed rates will apply to service received after the effective date provided below, unless modified or suspended by the Commission. If the Commission receives a sufficient number of protests, separately or in a combined protest letter, from at least 835 ratepayers (10 percent of the utility's customers over whose rates the Commission has original jurisdiction) or from any affected municipality before the 91st day after the proposed effective date, the matter will be set for hearing. **See Protest Form on the next page for instructions on how to protest.**

EFFECTIVE DATE OF PROPOSED INCREASE: 3/10/2023

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

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

Reason(s) for Proposed Rate Change:

To recover revenues sufficient to cover the cost to provide safe and reliable service through maintenance and repairs

BILLING COMPARISON

Water

Existing	5,000 gallons: \$	<u>40.00</u>	/mo	Proposed	5,000 gallons: \$	<u>81.68</u>	/mo
Existing	10,000 gallons: \$	<u>52.50</u>	/mo	Proposed	10,000 gallons: \$	<u>109.33</u>	/mo

Water – Pass Through Charges

Existing	5,000 gallons: \$	<u> </u>	/mo	Proposed	5,000 gallons: \$	<u> </u>	/mo
Existing	10,000 gallons: \$	<u> </u>	/mo	Proposed	10,000 gallons: \$	<u> </u>	/mo

Sewer

Existing	5,000 gallons: \$	<u>22.00</u>	/mo	Proposed	5,000 gallons: \$	<u>66.65</u>	/mo
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Tri County Point Water System 2, 3, & 4

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

<u>1630 Des Peres Road Suite 140</u>	<u>Des Peres</u>	<u>Missouri</u>	<u>63131</u>
Company Address	City	State	Zip

1-866-301-7725
Company Phone Number

<u>\$288,623.00</u>	<u>\$243,789.00</u>
Water Annual Revenue Increase	Sewer Annual Revenue Increase

<u>2/3/2023</u>	<u>7/6/2010</u>
Date Current Rate Change Notice Delivered	Date of Last Rate Change

PUC DOCKET NO. 54565

RATEPAYER COMMENTS/REQUESTS TO INTERVENE

If you wish to PROTEST the proposed rate change, you must complete this form and file it electronically using the PUC Interchange Filer (<http://www.puc.texas.gov/industry/filings/E-FilingInstructions.pdf>) or mail the original to:

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

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

CUSTOMER INFORMATION (please provide all of the requested information)

First Name: _____ Last Name: _____

Phone Number: _____ Fax Number: _____

Email Address: _____

Address, City, State: _____

Location where service is received: _____
(if different from the mailing address)

Please select the applicable :

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

☐ I wish to be a COMMENTER. I understand that: I am NOT a party to this case; my comments are not considered evidence in this case; and I have no further obligation to participate in the proceeding. Public comments may help inform the PUCT of the public concerns and identify issues to be explored. Please provide comments below. Attach a separate page, if necessary.

☐ **I am requesting to INTERVENE in this proceeding.** As an INTERVENOR, I understand that: I am a party to the case; I am required to respond to all discovery requests from other parties; I may be required to attend hearings, and if I file testimony, I may be cross-examined in the hearing; if I file any documents in the case, I must provide a copy to every other party in the case; and I acknowledge that I am bound by the Procedural Rules of the PUCT and the State Office of Administrative Hearings (SOAH).

Signature of Ratepayer: _____

Date: _____

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

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

NOTICE OF PROPOSED RATE CHANGE – WATER

CURRENT RATES				PROPOSED RATES			
Minimum Monthly Charge includes 3000 gallons				Minimum Monthly Charge includes 0 gallons			
Meter Size: RESIDENTIAL				Meter Size: RESIDENTIAL			
5/8” \$ 35.00				5/8” \$ 54.03			
3/4” \$ 35.00				3/4” \$ 54.03			
1” \$				1” \$ 90.23			
1 1/2" \$				1 1/2" \$ 179.92			
2” \$				2” \$ 287.98			
3” \$				3” \$ 540.30			
Other: \$				Other: 4”, 6” & 8” \$ 900.68; 1,800.62; 2,881.42 Respectively			
GALLONAGE CHARGE:				GALLONAGE CHARGE:			
TIER	VOLUME	CHARGE per 1000 gals.		TIER	VOLUME	CHARGE per 1000 gals.	
Tier 1	3000 to All gals.	\$ 2.50	/1000 gals.	Tier 1	0 to All gals.	\$ 5.53	/1000 gals.
Tier 2	to gals.	\$	/1000 gals.	Tier 2	to gals.	\$	/1000 gals.
Tier 3	to gals.	\$	/1000 gals.	Tier 3	to gals.	\$	/1000 gals.
Tier 4	to gals.	\$	/1000 gals.	Tier 4	to gals.	\$	/1000 gals.
Tier 5	to gals.	\$	/1000 gals.	Tier 5	to gals.	\$	/1000 gals.
MISCELLANEOUS FEES				MISCELLANEOUS FEES			
Tap Fee		\$ 500.00		Tap Fee		\$ Actual Cost	
Reconnect Fee: Non-payment		\$ 25.00		Reconnect Fee: Non-payment (Maximum - \$25.00)		\$ 25.00	
Customer’s Request		\$ 30.00		Customer’s Request		\$ 25.00	
Transfer Fee		\$ 50.00		Transfer Fee		\$ 10.00	
Late Charge		\$ 5.00		Late Charge (Indicate either \$5.00 or 10%)		\$ 10 percent	
Returned Check Charge		\$ 30.00		Returned Check Charge		\$ 25.00	
Deposit		\$		Deposit (Maximum \$50.00)		\$ 50.00	
Meter Test Fee		\$ 25.00		Meter Test Fee (Maximum - \$25.00)		\$ 25.00	

Regulatory Assessment of 1% is added to the minimum monthly charge and gallonage charges.
Additional fees and meter sizes may be shown on a separate page.

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

N/A

NOTICE OF PROPOSED RATE CHANGE – SEWER

CURRENT RATES			PROPOSED RATES		
Minimum Monthly Charge includes N/A gallons			Minimum Monthly Charge includes N/A gallons		
Meter Size: RESIDENTIAL			Meter Size: RESIDENTIAL		
5/8" \$ 22.00			5/8" \$ 66.65		
3/4" \$ 22.00			3/4" \$		
1" \$			1" \$		
1 1/2" \$			1 1/2" \$		
2" \$			2" \$		
3" \$			3" \$		
Other: \$			Other: Flat Rate (All) \$ 66.65		
GALLONAGE OR FIXED CHARGE:			GALLONAGE OR FIXED CHARGE:		
\$ _____ per			\$ N/A per		
<input type="checkbox"/> month; OR			<input type="checkbox"/> month; OR		
<input checked="" type="checkbox"/> for each additional 1,000 gallons over the minimum. Gallonage charges are determined based on average consumption for winter period which includes the following months			<input type="checkbox"/> for each additional 1,000 gallons over the minimum. Gallonage charges are determined based on average consumption for winter period which includes the following months		
All _____			N/A _____		
MISCELLANEOUS FEES			MISCELLANEOUS FEES		
Tap Fee	\$	1000.00	Tap Fee	\$	Actual Cost
Reconnect Fee: Non-payment	\$	25.00	Reconnect Fee: Non-payment	(Maximum - \$25.00)	\$ 25.00
Customer's Request	\$	30.00	Customer's Request	\$	25.00
Transfer Fee	\$	50.00	Transfer Fee	\$	10.00
Late Charge	\$	5.00	Late Charge (Indicate either \$5.00 or 10%)	\$	10 percent
Returned Check Charge	\$	30.00	Returned Check Charge	\$	25.00
Deposit	\$	0.00	Deposit	\$	50.00 (Maximum \$50.00)
Meter Test Fee	\$	N/A	Meter Test Fee	\$	N/A (Maximum - \$25.00)

Regulatory Assessment of 1% is added to the minimum monthly charge and gallonage charges.
Additional fees and meter sizes may be shown on a separate page.

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

N/A



February 3, 2023

Dear CSWR-Texas Customer,

On February 3, 2023, CSWR-Texas Utility Operating Company, LLC (“CSWR-Texas” or the “Company”) filed a request with the Public Utility Commission of Texas (“PUCT”) and other regulators to increase water and wastewater rates for its Texas customers.

Since 2019, the Company has invested over \$30 million in Texas water and wastewater systems. These investments are necessary to ensure that customers served by these systems are now receiving safe and reliable water and wastewater service. These investments have included rectifying issues related to all aspects of its facilities, including its wells, storage, pipes, pumps, disinfection, power and control systems, distribution systems, inflow and infiltration systems, lift stations, sludge treatment plants (blowers, piping, aeration or clarifier equipment), and non-discharging septic systems in addition to other functional issues. To date, the Company already has completed improvement projects at 16 of the systems acquired in Texas, has begun implementing improvements at 38 additional sites, and is in the design phase for improvements at the remaining 20 facilities. As a result, CSWR-Texas is seeking a revenue requirement for water operations of approximately \$7.4 million, which represents an increase of approximately \$3.5 million over revenues collected under current rates. In addition, CSWR-Texas is asking the PUCT to approve a total annual revenue requirement for wastewater operations of approximately \$2.2 million, which represents an annual increase of approximately \$1.1 million over revenues collected under current rates.

CSWR-Texas’s rates are subject to the approval of the PUCT and certain municipalities. The Company has requested that rates take effect for all customers on March 10, 2023, which is 35 days after the filing of its application and issuance of this notice to customers. However, **no change in rates will take effect until such change is approved by the applicable regulatory authority.** The attached “Customer Notice” provides further information about this filing, including a description of the change in rates, instructions on how to review the entire application and how to protest the proposed rate change or formally intervene in this proceeding.

While we understand there is never a good time to raise rates, this increase is necessary to allow us to continue to meet our shared goals of providing outstanding wastewater service and delivering safe and reliable drinking water delivered to your taps. It also ensures safe working conditions for our staff and continued prudent business practices.

We welcome any feedback from our customers, whether it is about the proposed rates or about our services. You can contact us at 1-866-301-7725 from 8:00 a.m. to 5:00 p.m., Monday through Friday, or email us at support@cswrtextasuoc.com

Respectfully,

CSWR-Texas Management

PUC DOCKET NO. 54565

**NOTICE OF PROPOSED RATE CHANGE
PURSUANT TO
TEXAS WATER CODE §§ 13.1871 AND 13.18715**

CSWR-Texas Utility Operating Company
Company Name

13290 (Water) & 21120 (Sewer)
CCN Number(s)

has filed a rate change application with the Public Utility Commission of Texas (Commission or PUCT). The application may be reviewed online at interchange.puc.texas.gov. You may also inspect a copy of the rate change application at your utility's office at the address below or at the Commission's office (1701 N. Congress Ave, Austin, TX 78701). The proposed rates will apply to service received after the effective date provided below, unless modified or suspended by the Commission. If the Commission receives a sufficient number of protests, separately or in a combined protest letter, from at least 835 ratepayers (10 percent of the utility's customers over whose rates the Commission has original jurisdiction) or from any affected municipality before the 91st day after the proposed effective date, the matter will be set for hearing. **See Protest Form on the next page for instructions on how to protest.**

EFFECTIVE DATE OF PROPOSED INCREASE: 3/10/2023

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

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

Reason(s) for Proposed Rate Change:

To recover revenues sufficient to cover the cost to provide safe and reliable service through maintenance and repairs

BILLING COMPARISON

Water

Existing	5,000 gallons: \$	<u>77.50</u>	/mo	Proposed	5,000 gallons: \$	<u>81.68</u>	/mo
Existing	10,000 gallons: \$	<u>104.00</u>	/mo	Proposed	10,000 gallons: \$	<u>109.33</u>	/mo

Water – Pass Through Charges

Existing	5,000 gallons: \$	<u> </u>	/mo	Proposed	5,000 gallons: \$	<u> </u>	/mo
Existing	10,000 gallons: \$	<u> </u>	/mo	Proposed	10,000 gallons: \$	<u> </u>	/mo

Sewer

Existing	5,000 gallons: \$	<u> </u>	/mo	Proposed	5,000 gallons: \$	<u> </u>	/mo
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Vista Verde

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

<u>1630 Des Peres Road Suite 140</u>	<u>Des Peres</u>	<u>Missouri</u>	<u>63131</u>
Company Address	City	State	Zip

1-866-301-7725
Company Phone Number

<u>\$5,026.00</u>		
Water Annual Revenue Increase	Water Pass-Through Annual Revenue Increase	Sewer Annual Revenue Increase

<u>2/3/2023</u>	<u>12:00:00 AM</u>
Date Current Rate Change Notice Delivered	Date of Last Rate Change

PUC DOCKET NO. 54565

RATEPAYER COMMENTS/REQUESTS TO INTERVENE

If you wish to PROTEST the proposed rate change, you must complete this form and file it electronically using the PUC Interchange Filer (<http://www.puc.texas.gov/industry/filings/E-FilingInstructions.pdf>) or mail the original to:

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

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

CUSTOMER INFORMATION (please provide all of the requested information)

First Name: _____ Last Name: _____

Phone Number: _____ Fax Number: _____

Email Address: _____

Address, City, State: _____

Location where service is received: _____
(if different from the mailing address)

Please select the applicable :

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

☐ I wish to be a COMMENTER. I understand that: I am NOT a party to this case; my comments are not considered evidence in this case; and I have no further obligation to participate in the proceeding. Public comments may help inform the PUCT of the public concerns and identify issues to be explored. Please provide comments below. Attach a separate page, if necessary.

☐ **I am requesting to INTERVENE in this proceeding.** As an INTERVENOR, I understand that: I am a party to the case; I am required to respond to all discovery requests from other parties; I may be required to attend hearings, and if I file testimony, I may be cross-examined in the hearing; if I file any documents in the case, I must provide a copy to every other party in the case; and I acknowledge that I am bound by the Procedural Rules of the PUCT and the State Office of Administrative Hearings (SOAH).

Signature of Ratepayer: _____

Date: _____

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

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

NOTICE OF PROPOSED RATE CHANGE – WATER

CURRENT RATES			PROPOSED RATES		
Minimum Monthly Charge includes 0 gallons			Minimum Monthly Charge includes 0 gallons		
Meter Size: RESIDENTIAL			Meter Size: RESIDENTIAL		
5/8"	\$	55.00	5/8"	\$	54.03
3/4"	\$		3/4"	\$	54.03
1"	\$	82.50	1"	\$	90.23
1 1/2"	\$	125.00	1 1/2"	\$	179.92
2"	\$	250.00	2"	\$	287.98
3"	\$		3"	\$	540.30
Other:	\$		Other: 4", 6" & 8"	\$	900.68; 1,800.62; 2,881.42 Respectively
GALLONAGE CHARGE:			GALLONAGE CHARGE:		
TIER	VOLUME	CHARGE per 1000 gals.	TIER	VOLUME	CHARGE per 1000 gals.
Tier 1	0 to 8000 gals.	\$ 4.50 /1000 gals.	Tier 1	0 to All gals.	\$ 5.53 /1000 gals.
Tier 2	8001 to 12000 gals.	\$ 6.50 /1000 gals.	Tier 2	to gals.	\$ /1000 gals.
Tier 3	12001 to All Else gals.	\$ 7.50 /1000 gals.	Tier 3	to gals.	\$ /1000 gals.
Tier 4	to gals.	\$ /1000 gals.	Tier 4	to gals.	\$ /1000 gals.
Tier 5	to gals.	\$ /1000 gals.	Tier 5	to gals.	\$ /1000 gals.
MISCELLANEOUS FEES			MISCELLANEOUS FEES		
Tap Fee	\$	500.00	Tap Fee	\$	Actual Cost
Reconnect Fee: Non-payment	\$	25.00	Reconnect Fee: Non-payment (Maximum - \$25.00)	\$	25.00
Customer's Request	\$	50.00	Customer's Request	\$	25.00
Transfer Fee	\$	45.00	Transfer Fee	\$	10.00
Late Charge	\$	10 percent	Late Charge (Indicate either \$5.00 or 10%)	\$	10 percent
Returned Check Charge	\$	25.00	Returned Check Charge	\$	25.00
Deposit	\$	50.00	Deposit (Maximum \$50.00)	\$	50.00
Meter Test Fee	\$	25.00	Meter Test Fee (Maximum - \$25.00)	\$	25.00

Regulatory Assessment of 1% is added to the minimum monthly charge and gallonage charges.
Additional fees and meter sizes may be shown on a separate page.

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

N/A



February 3, 2023

Dear CSWR-Texas Customer,

On February 3, 2023, CSWR-Texas Utility Operating Company, LLC (“CSWR-Texas” or the “Company”) filed a request with the Public Utility Commission of Texas (“PUCT”) and other regulators to increase water and wastewater rates for its Texas customers.

Since 2019, the Company has invested over \$30 million in Texas water and wastewater systems. These investments are necessary to ensure that customers served by these systems are now receiving safe and reliable water and wastewater service. These investments have included rectifying issues related to all aspects of its facilities, including its wells, storage, pipes, pumps, disinfection, power and control systems, distribution systems, inflow and infiltration systems, lift stations, sludge treatment plants (blowers, piping, aeration or clarifier equipment), and non-discharging septic systems in addition to other functional issues. To date, the Company already has completed improvement projects at 16 of the systems acquired in Texas, has begun implementing improvements at 38 additional sites, and is in the design phase for improvements at the remaining 20 facilities. As a result, CSWR-Texas is seeking a revenue requirement for water operations of approximately \$7.4 million, which represents an increase of approximately \$3.5 million over revenues collected under current rates. In addition, CSWR-Texas is asking the PUCT to approve a total annual revenue requirement for wastewater operations of approximately \$2.2 million, which represents an annual increase of approximately \$1.1 million over revenues collected under current rates.

CSWR-Texas’s rates are subject to the approval of the PUCT and certain municipalities. The Company has requested that rates take effect for all customers on March 10, 2023, which is 35 days after the filing of its application and issuance of this notice to customers. However, **no change in rates will take effect until such change is approved by the applicable regulatory authority.** The attached “Customer Notice” provides further information about this filing, including a description of the change in rates, instructions on how to review the entire application and how to protest the proposed rate change or formally intervene in this proceeding.

While we understand there is never a good time to raise rates, this increase is necessary to allow us to continue to meet our shared goals of providing outstanding wastewater service and delivering safe and reliable drinking water delivered to your taps. It also ensures safe working conditions for our staff and continued prudent business practices.

We welcome any feedback from our customers, whether it is about the proposed rates or about our services. You can contact us at 1-866-301-7725 from 8:00 a.m. to 5:00 p.m., Monday through Friday, or email us at support@cswrtextasuoc.com

Respectfully,

CSWR-Texas Management

PUC DOCKET NO. 54565

**NOTICE OF PROPOSED RATE CHANGE
PURSUANT TO
TEXAS WATER CODE §§ 13.1871 AND 13.18715**

CSWR-Texas Utility Operating Company
Company Name

13290 (Water) & 21120 (Sewer)
CCN Number(s)

has filed a rate change application with the Public Utility Commission of Texas (Commission or PUCT). The application may be reviewed online at interchange.puc.texas.gov. You may also inspect a copy of the rate change application at your utility's office at the address below or at the Commission's office (1701 N. Congress Ave, Austin, TX 78701). The proposed rates will apply to service received after the effective date provided below, unless modified or suspended by the Commission. If the Commission receives a sufficient number of protests, separately or in a combined protest letter, from at least 835 ratepayers (10 percent of the utility's customers over whose rates the Commission has original jurisdiction) or from any affected municipality before the 91st day after the proposed effective date, the matter will be set for hearing. **See Protest Form on the next page for instructions on how to protest.**

EFFECTIVE DATE OF PROPOSED INCREASE: 3/10/2023

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

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

Reason(s) for Proposed Rate Change:

To recover revenues sufficient to cover the cost to provide safe and reliable service through maintenance and repairs

BILLING COMPARISON

Water

Existing	5,000 gallons: \$	<u>15.00</u>	/mo	Proposed	5,000 gallons: \$	<u>81.68</u>	/mo
Existing	10,000 gallons: \$	<u>15.00</u>	/mo	Proposed	10,000 gallons: \$	<u>109.33</u>	/mo

Water – Pass Through Charges

Existing	5,000 gallons: \$	<u> </u>	/mo	Proposed	5,000 gallons: \$	<u> </u>	/mo
Existing	10,000 gallons: \$	<u> </u>	/mo	Proposed	10,000 gallons: \$	<u> </u>	/mo

Sewer

Existing	5,000 gallons: \$	<u> </u>	/mo	Proposed	5,000 gallons: \$	<u> </u>	/mo
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Walnut Bend Water Supply

<u>Subdivision(s) or System(s) Affected by Rate Change</u>			
<u>1630 Des Peres Road Suite 140</u>	<u>Des Peres</u>	<u>Missouri</u>	<u>63131</u>
Company Address	City	State	Zip

<u>1-866-301-7725</u>
Company Phone Number

<u>\$4,333.00</u>		
Water Annual Revenue Increase	Water Pass-Through Annual Revenue Increase	Sewer Annual Revenue Increase

<u>2/3/2023</u>	<u>7/31/2020</u>
Date Current Rate Change Notice Delivered	Date of Last Rate Change

PUC DOCKET NO. 54565

RATEPAYER COMMENTS/REQUESTS TO INTERVENE

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

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

CUSTOMER INFORMATION (please provide all of the requested information)

First Name: _____ Last Name: _____

Phone Number: _____ Fax Number: _____

Email Address: _____

Address, City, State: _____

Location where service is received: _____
(if different from the mailing address)

Please select the applicable :

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

☐ I wish to be a COMMENTER. I understand that: I am NOT a party to this case; my comments are not considered evidence in this case; and I have no further obligation to participate in the proceeding. Public comments may help inform the PUCT of the public concerns and identify issues to be explored. Please provide comments below. Attach a separate page, if necessary.

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Signature of Ratepayer: _____

Date: _____

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

NOTICE OF PROPOSED RATE CHANGE – WATER

CURRENT RATES			PROPOSED RATES		
Minimum Monthly Charge includes gallons			Minimum Monthly Charge includes 0 gallons		
Meter Size: RESIDENTIAL			Meter Size: RESIDENTIAL		
5/8” \$ 15.00			5/8” \$ 54.03		
3/4” \$ 15.00			3/4” \$ 54.03		
1” \$			1” \$ 90.23		
1 1/2" \$			1 1/2" \$ 179.92		
2” \$			2” \$ 287.98		
3” \$			3” \$ 540.30		
Other: \$			Other: 4”, 6” & 8” \$ 900.68; 1,800.62; Unmetered: 2881.42 Respectively Unmetered: Unmetered: \$87.21		
GALLONAGE CHARGE:			GALLONAGE CHARGE:		
TIER	VOLUME	CHARGE per 1000 gals.	TIER	VOLUME	CHARGE per 1000 gals.
Tier 1	to All gals.	\$ /1000 gals.	Tier 1	0 to All gals.	\$ 5.53 /1000 gals.
Tier 2	to gals.	\$ /1000 gals.	Tier 2	to gals.	\$ /1000 gals.
Tier 3	to gals.	\$ /1000 gals.	Tier 3	to gals.	\$ /1000 gals.
Tier 4	to gals.	\$ /1000 gals.	Tier 4	to gals.	\$ /1000 gals.
Tier 5	to gals.	\$ /1000 gals.	Tier 5	to gals.	\$ /1000 gals.
MISCELLANEOUS FEES			MISCELLANEOUS FEES		
Tap Fee \$ 150.00			Tap Fee \$ Actual Cost		
Reconnect Fee: Non-payment \$ 25.00			Reconnect Fee: Non-payment (Maximum - \$25.00) \$ 25.00		
Customer’s Request \$ 25.00			Customer’s Request \$ 25.00		
Transfer Fee \$			Transfer Fee \$ 10.00		
Late Charge \$ 5.00			Late Charge (Indicate either \$5.00 or 10%) \$ 10 percent		
Returned Check Charge \$			Returned Check Charge \$ 25.00		
Deposit \$ 40.00			Deposit \$ 50.00 (Maximum \$50.00)		
Meter Test Fee \$ 25.00			Meter Test Fee \$ 25.00 (Maximum - \$25.00)		

Regulatory Assessment of 1% is added to the minimum monthly charge and gallonage charges. Additional fees and meter sizes may be shown on a separate page.

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

N/A



February 3, 2023

Dear CSWR-Texas Customer,

On February 3, 2023, CSWR-Texas Utility Operating Company, LLC (“CSWR-Texas” or the “Company”) filed a request with the Public Utility Commission of Texas (“PUCT”) and other regulators to increase water and wastewater rates for its Texas customers.

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We welcome any feedback from our customers, whether it is about the proposed rates or about our services. You can contact us at 1-866-301-7725 from 8:00 a.m. to 5:00 p.m., Monday through Friday, or email us at support@cswrtextasuoc.com

Respectfully,

CSWR-Texas Management

PUC DOCKET NO. 54565

**NOTICE OF PROPOSED RATE CHANGE
PURSUANT TO
TEXAS WATER CODE §§ 13.1871 AND 13.18715**

CSWR-Texas Utility Operating Company
Company Name

13290 (Water) & 21120 (Sewer)
CCN Number(s)

has filed a rate change application with the Public Utility Commission of Texas (Commission or PUCT). The application may be reviewed online at interchange.puc.texas.gov. You may also inspect a copy of the rate change application at your utility's office at the address below or at the Commission's office (1701 N. Congress Ave, Austin, TX 78701). The proposed rates will apply to service received after the effective date provided below, unless modified or suspended by the Commission. If the Commission receives a sufficient number of protests, separately or in a combined protest letter, from at least 835 ratepayers (10 percent of the utility's customers over whose rates the Commission has original jurisdiction) or from any affected municipality before the 91st day after the proposed effective date, the matter will be set for hearing. **See Protest Form on the next page for instructions on how to protest.**

EFFECTIVE DATE OF PROPOSED INCREASE: 3/10/2023

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

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

Reason(s) for Proposed Rate Change:

To recover revenues sufficient to cover the cost to provide safe and reliable service through maintenance and repairs

BILLING COMPARISON

Water

Existing	5,000 gallons: \$	<u>35.00</u>	/mo	Proposed	5,000 gallons: \$	<u>81.68</u>	/mo
Existing	10,000 gallons: \$	<u>35.00</u>	/mo	Proposed	10,000 gallons: \$	<u>109.33</u>	/mo

Water – Pass Through Charges

Existing	5,000 gallons: \$	<u>0.00</u>	/mo	Proposed	5,000 gallons: \$	<u>1.51</u>	/mo
Existing	10,000 gallons: \$	<u>0.00</u>	/mo	Proposed	10,000 gallons: \$	<u>1.51</u>	/mo

Sewer

Existing	5,000 gallons: \$	<u> </u>	/mo	Proposed	5,000 gallons: \$	<u> </u>	/mo
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WaterCo

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

<u>1630 Des Peres Road Suite 140</u>	<u>Des Peres</u>	<u>Missouri</u>	<u>63131</u>
Company Address	City	State	Zip

1-866-301-7725
Company Phone Number

<u>\$8,771.00</u>	<u>\$253.00</u>
Water Annual Revenue Increase	Water Pass-Through Annual Revenue Increase Sewer Annual Revenue Increase

<u>2/3/2023</u>	
Date Current Rate Change Notice Delivered	Date of Last Rate Change

PUC DOCKET NO. 54565

RATEPAYER COMMENTS/REQUESTS TO INTERVENE

If you wish to PROTEST the proposed rate change, you must complete this form and file it electronically using the PUC Interchange Filer (<http://www.puc.texas.gov/industry/filings/E-FilingInstructions.pdf>) or mail the original to:

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

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

CUSTOMER INFORMATION (please provide all of the requested information)

First Name: _____ Last Name: _____

Phone Number: _____ Fax Number: _____

Email Address: _____

Address, City, State: _____

Location where service is received: _____
(if different from the mailing address)

Please select the applicable :

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

☐ I wish to be a COMMENTER. I understand that: I am NOT a party to this case; my comments are not considered evidence in this case; and I have no further obligation to participate in the proceeding. Public comments may help inform the PUCT of the public concerns and identify issues to be explored. Please provide comments below. Attach a separate page, if necessary.

☐ **I am requesting to INTERVENE in this proceeding.** As an INTERVENOR, I understand that: I am a party to the case; I am required to respond to all discovery requests from other parties; I may be required to attend hearings, and if I file testimony, I may be cross-examined in the hearing; if I file any documents in the case, I must provide a copy to every other party in the case; and I acknowledge that I am bound by the Procedural Rules of the PUCT and the State Office of Administrative Hearings (SOAH).

Signature of Ratepayer: _____

Date: _____

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

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

NOTICE OF PROPOSED RATE CHANGE – WATER

CURRENT RATES				PROPOSED RATES			
Minimum Monthly Charge includes			gallons	Minimum Monthly Charge includes			0 gallons
Meter Size: RESIDENTIAL				Meter Size: RESIDENTIAL			
5/8"			\$ 35.00	5/8"			\$ 54.03
3/4"			\$ 35.00	3/4"			\$ 54.03
1"			\$	1"			\$ 90.23
1 1/2"			\$	1 1/2"			\$ 179.92
2"			\$	2"			\$ 287.98
3"			\$	3"			\$ 540.30
Other:			\$	Other: 4", 6" & 8"			\$ 900.68; 1,800.62; 2,881.42 Respectively
GALLONAGE CHARGE:				GALLONAGE CHARGE:			
TIER	VOLUME	CHARGE per 1000 gals.		TIER	VOLUME	CHARGE per 1000 gals.	
Tier 1	to All gals.	\$	/1000 gals.	Tier 1	0 to All gals.	\$ 5.53	/1000 gals.
Tier 2	to gals.	\$	/1000 gals.	Tier 2	to gals.	\$	/1000 gals.
Tier 3	to gals.	\$	/1000 gals.	Tier 3	to gals.	\$	/1000 gals.
Tier 4	to gals.	\$	/1000 gals.	Tier 4	to gals.	\$	/1000 gals.
Tier 5	to gals.	\$	/1000 gals.	Tier 5	to gals.	\$	/1000 gals.
MISCELLANEOUS FEES				MISCELLANEOUS FEES			
Tap Fee		\$		Tap Fee		\$	Actual Cost
Reconnect Fee: Non-payment		\$		Reconnect Fee: Non-payment (Maximum - \$25.00)		\$ 25.00	
Customer's Request		\$		Customer's Request		\$ 25.00	
Transfer Fee		\$		Transfer Fee		\$ 10.00	
Late Charge		\$		Late Charge (Indicate either \$5.00 or 10%)		\$ 10 percent	
Returned Check Charge		\$		Returned Check Charge		\$ 25.00	
Deposit		\$		Deposit (Maximum \$50.00)		\$ 50.00	
Meter Test Fee		\$		Meter Test Fee (Maximum - \$25.00)		\$ 25.00	

Regulatory Assessment of 1% is added to the minimum monthly charge and gallonage charges.
Additional fees and meter sizes may be shown on a separate page.

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

N/A



February 3, 2023

Dear CSWR-Texas Customer,

On February 3, 2023, CSWR-Texas Utility Operating Company, LLC (“CSWR-Texas” or the “Company”) filed a request with the Public Utility Commission of Texas (“PUCT”) and other regulators to increase water and wastewater rates for its Texas customers.

Since 2019, the Company has invested over \$30 million in Texas water and wastewater systems. These investments are necessary to ensure that customers served by these systems are now receiving safe and reliable water and wastewater service. These investments have included rectifying issues related to all aspects of its facilities, including its wells, storage, pipes, pumps, disinfection, power and control systems, distribution systems, inflow and infiltration systems, lift stations, sludge treatment plants (blowers, piping, aeration or clarifier equipment), and non-discharging septic systems in addition to other functional issues. To date, the Company already has completed improvement projects at 16 of the systems acquired in Texas, has begun implementing improvements at 38 additional sites, and is in the design phase for improvements at the remaining 20 facilities. As a result, CSWR-Texas is seeking a revenue requirement for water operations of approximately \$7.4 million, which represents an increase of approximately \$3.5 million over revenues collected under current rates. In addition, CSWR-Texas is asking the PUCT to approve a total annual revenue requirement for wastewater operations of approximately \$2.2 million, which represents an annual increase of approximately \$1.1 million over revenues collected under current rates.

CSWR-Texas’s rates are subject to the approval of the PUCT and certain municipalities. The Company has requested that rates take effect for all customers on March 10, 2023, which is 35 days after the filing of its application and issuance of this notice to customers. However, **no change in rates will take effect until such change is approved by the applicable regulatory authority.** The attached “Customer Notice” provides further information about this filing, including a description of the change in rates, instructions on how to review the entire application and how to protest the proposed rate change or formally intervene in this proceeding.

While we understand there is never a good time to raise rates, this increase is necessary to allow us to continue to meet our shared goals of providing outstanding wastewater service and delivering safe and reliable drinking water delivered to your taps. It also ensures safe working conditions for our staff and continued prudent business practices.

We welcome any feedback from our customers, whether it is about the proposed rates or about our services. You can contact us at 1-866-301-7725 from 8:00 a.m. to 5:00 p.m., Monday through Friday, or email us at support@cswrtextasuoc.com

Respectfully,

CSWR-Texas Management

PUC DOCKET NO. 54565

**NOTICE OF PROPOSED RATE CHANGE
PURSUANT TO
TEXAS WATER CODE §§ 13.1871 AND 13.18715**

CSWR-Texas Utility Operating Company

13290 (Water) & 21120 (Sewer)

Company Name

CCN Number(s)

has filed a rate change application with the Public Utility Commission of Texas (Commission or PUCT). The application may be reviewed online at interchange.puc.texas.gov. You may also inspect a copy of the rate change application at your utility's office at the address below or at the Commission's office (1701 N. Congress Ave, Austin, TX 78701). The proposed rates will apply to service received after the effective date provided below, unless modified or suspended by the Commission. If the Commission receives a sufficient number of protests, separately or in a combined protest letter, from at least 835 ratepayers (10 percent of the utility's customers over whose rates the Commission has original jurisdiction) or from any affected municipality before the 91st day after the proposed effective date, the matter will be set for hearing. **See Protest Form on the next page for instructions on how to protest.**

EFFECTIVE DATE OF PROPOSED INCREASE: 3/10/2023

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

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

Reason(s) for Proposed Rate Change:

To recover revenues sufficient to cover the cost to provide safe and reliable service through maintenance and repairs

BILLING COMPARISON

Water

Existing	5,000 gallons: \$	<u>56.00</u>	/mo	Proposed	5,000 gallons: \$	<u>81.68</u>	/mo
Existing	10,000 gallons: \$	<u>93.50</u>	/mo	Proposed	10,000 gallons: \$	<u>109.33</u>	/mo

Water – Pass Through Charges

Existing	5,000 gallons: \$	<u>0.00</u>	/mo	Proposed	5,000 gallons: \$	<u>30.00</u>	/mo
Existing	10,000 gallons: \$	<u>0.00</u>	/mo	Proposed	10,000 gallons: \$	<u>60.00</u>	/mo

Sewer

Existing	5,000 gallons: \$	<u> </u>	/mo	Proposed	5,000 gallons: \$	<u> </u>	/mo
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Woodland Harbor

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

1630 Des Peres Road Suite 140 Des Peres Missouri 63131

Company Address

City

State

Zip

1-866-301-7725

Company Phone Number

\$46,869.00

\$53,910.00

Water Annual Revenue Increase

Water Pass-Through Annual Revenue Increase

Sewer Annual Revenue Increase

2/3/2023

5/1/2011

Date Current Rate Change Notice Delivered

Date of Last Rate Change

RATEPAYER COMMENTS/REQUESTS TO INTERVENE

If you wish to PROTEST the proposed rate change, you must complete this form and file it electronically using the PUC Interchange Filer (<http://www.puc.texas.gov/industry/filings/E-FilingInstructions.pdf>) or mail the original to:

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

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

CUSTOMER INFORMATION (please provide all of the requested information)

First Name: _____ Last Name: _____

Phone Number: _____ Fax Number: _____

Email Address: _____

Address, City, State: _____

Location where service is received: _____
(if different from the mailing address)

Please select the applicable :

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

☐ I wish to be a COMMENTER. I understand that: I am NOT a party to this case; my comments are not considered evidence in this case; and I have no further obligation to participate in the proceeding. Public comments may help inform the PUCT of the public concerns and identify issues to be explored. Please provide comments below. Attach a separate page, if necessary.

☐ **I am requesting to INTERVENE in this proceeding.** As an INTERVENOR, I understand that: I am a party to the case; I am required to respond to all discovery requests from other parties; I may be required to attend hearings, and if I file testimony, I may be cross-examined in the hearing; if I file any documents in the case, I must provide a copy to every other party in the case; and I acknowledge that I am bound by the Procedural Rules of the PUCT and the State Office of Administrative Hearings (SOAH).

Signature of Ratepayer: _____

Date: _____

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

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

NOTICE OF PROPOSED RATE CHANGE – WATER

CURRENT RATES				PROPOSED RATES			
Minimum Monthly Charge includes		1000	gallons	Minimum Monthly Charge includes		0	gallons
Meter Size:				Meter Size:			
RESIDENTIAL				RESIDENTIAL			
5/8"		\$	26.00	5/8"		\$	54.03
3/4"		\$	26.00	3/4"		\$	54.03
1"		\$	65.00	1"		\$	90.23
1 1/2"		\$	130.00	1 1/2"		\$	179.92
2"		\$	208.00	2"		\$	287.98
3"		\$	390.00	3"		\$	540.30
Other:		\$		Other: 4", 6" & 8"		\$	900.68; 1,800.62; 2,881.42 Respectively
GALLONAGE CHARGE:				GALLONAGE CHARGE:			
TIER	VOLUME	CHARGE per 1000 gals.		TIER	VOLUME	CHARGE per 1000 gals.	
Tier 1	1000 to All gals.	\$	7.50 /1000 gals.	Tier 1	0 to All gals.	\$	5.53 /1000 gals.
Tier 2	to gals.	\$	/1000 gals.	Tier 2	to gals.	\$	/1000 gals.
Tier 3	to gals.	\$	/1000 gals.	Tier 3	to gals.	\$	/1000 gals.
Tier 4	to gals.	\$	/1000 gals.	Tier 4	to gals.	\$	/1000 gals.
Tier 5	to gals.	\$	/1000 gals.	Tier 5	to gals.	\$	/1000 gals.
MISCELLANEOUS FEES				MISCELLANEOUS FEES			
Tap Fee		\$	350.00	Tap Fee		\$	Actual Cost
Reconnect Fee: Non-payment		\$	25.00	Reconnect Fee: Non-payment (Maximum - \$25.00)		\$	25.00
Customer's Request		\$	25.00	Customer's Request		\$	25.00
Transfer Fee		\$	50.00	Transfer Fee		\$	10.00
Late Charge		\$	5.00	Late Charge (Indicate either \$5.00 or 10%)		\$	10 percent
Returned Check Charge		\$	25.00	Returned Check Charge		\$	25.00
Deposit		\$	50.00	Deposit (Maximum \$50.00)		\$	50.00
Meter Test Fee		\$	25.00	Meter Test Fee (Maximum - \$25.00)		\$	25.00

Regulatory Assessment of 1% is added to the minimum monthly charge and gallonage charges.
Additional fees and meter sizes may be shown on a separate page.

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

N/A



February 3, 2023

Dear CSWR-Texas Customer,

On February 3, 2023, CSWR-Texas Utility Operating Company, LLC (“CSWR-Texas” or the “Company”) filed a request with the Public Utility Commission of Texas (“PUCT”) and other regulators to increase water and wastewater rates for its Texas customers.

Since 2019, the Company has invested over \$30 million in Texas water and wastewater systems. These investments are necessary to ensure that customers served by these systems are now receiving safe and reliable water and wastewater service. These investments have included rectifying issues related to all aspects of its facilities, including its wells, storage, pipes, pumps, disinfection, power and control systems, distribution systems, inflow and infiltration systems, lift stations, sludge treatment plants (blowers, piping, aeration or clarifier equipment), and non-discharging septic systems in addition to other functional issues. To date, the Company already has completed improvement projects at 16 of the systems acquired in Texas, has begun implementing improvements at 38 additional sites, and is in the design phase for improvements at the remaining 20 facilities. As a result, CSWR-Texas is seeking a revenue requirement for water operations of approximately \$7.4 million, which represents an increase of approximately \$3.5 million over revenues collected under current rates. In addition, CSWR-Texas is asking the PUCT to approve a total annual revenue requirement for wastewater operations of approximately \$2.2 million, which represents an annual increase of approximately \$1.1 million over revenues collected under current rates.

CSWR-Texas’s rates are subject to the approval of the PUCT and certain municipalities. The Company has requested that rates take effect for all customers on March 10, 2023, which is 35 days after the filing of its application and issuance of this notice to customers. However, **no change in rates will take effect until such change is approved by the applicable regulatory authority.** The attached “Customer Notice” provides further information about this filing, including a description of the change in rates, instructions on how to review the entire application and how to protest the proposed rate change or formally intervene in this proceeding.

While we understand there is never a good time to raise rates, this increase is necessary to allow us to continue to meet our shared goals of providing outstanding wastewater service and delivering safe and reliable drinking water delivered to your taps. It also ensures safe working conditions for our staff and continued prudent business practices.

We welcome any feedback from our customers, whether it is about the proposed rates or about our services. You can contact us at 1-866-301-7725 from 8:00 a.m. to 5:00 p.m., Monday through Friday, or email us at support@cswrtextasuoc.com

Respectfully,

CSWR-Texas Management

PUC DOCKET NO. 54565

**NOTICE OF PROPOSED RATE CHANGE
PURSUANT TO
TEXAS WATER CODE §§ 13.1871 AND 13.18715**

CSWR-Texas Utility Operating Company
Company Name

13290 (Water) & 21120 (Sewer)
CCN Number(s)

has filed a rate change application with the Public Utility Commission of Texas (Commission or PUCT). The application may be reviewed online at interchange.puc.texas.gov. You may also inspect a copy of the rate change application at your utility's office at the address below or at the Commission's office (1701 N. Congress Ave, Austin, TX 78701). The proposed rates will apply to service received after the effective date provided below, unless modified or suspended by the Commission. If the Commission receives a sufficient number of protests, separately or in a combined protest letter, from at least 835 ratepayers (10 percent of the utility's customers over whose rates the Commission has original jurisdiction) or from any affected municipality before the 91st day after the proposed effective date, the matter will be set for hearing. **See Protest Form on the next page for instructions on how to protest.**

EFFECTIVE DATE OF PROPOSED INCREASE: 3/10/2023

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

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

Reason(s) for Proposed Rate Change:

To recover revenues sufficient to cover the cost to provide safe and reliable service through maintenance and repairs

BILLING COMPARISON

Water

Existing	5,000 gallons: \$	<u>51.00</u>	/mo	Proposed	5,000 gallons: \$	<u>81.68</u>	/mo
Existing	10,000 gallons: \$	<u>66.00</u>	/mo	Proposed	10,000 gallons: \$	<u>109.33</u>	/mo

Water – Pass Through Charges

Existing	5,000 gallons: \$	<u> </u>	/mo	Proposed	5,000 gallons: \$	<u> </u>	/mo
Existing	10,000 gallons: \$	<u> </u>	/mo	Proposed	10,000 gallons: \$	<u> </u>	/mo

Sewer

Existing	5,000 gallons: \$	<u> </u>	/mo	Proposed	5,000 gallons: \$	<u> </u>	/mo
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The Woodlands Water System

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

<u>1630 Des Peres Road Suite 140</u>	<u>Des Peres</u>	<u>Missouri</u>	<u>63131</u>
Company Address	City	State	Zip

<u>1-866-301-7725</u>
Company Phone Number

<u>\$25,536.00</u>		
Water Annual Revenue Increase	Water Pass-Through Annual Revenue Increase	Sewer Annual Revenue Increase

<u>2/3/2023</u>	<u>9/21/2007</u>
Date Current Rate Change Notice Delivered	Date of Last Rate Change

PUC DOCKET NO. 54565

RATEPAYER COMMENTS/REQUESTS TO INTERVENE

If you wish to PROTEST the proposed rate change, you must complete this form and file it electronically using the PUC Interchange Filer (<http://www.puc.texas.gov/industry/filings/E-FilingInstructions.pdf>) or mail the original to:

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

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

CUSTOMER INFORMATION (please provide all of the requested information)

First Name: _____ Last Name: _____

Phone Number: _____ Fax Number: _____

Email Address: _____

Address, City, State: _____

Location where service is received: _____
(if different from the mailing address)

Please select the applicable :

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

☐ I wish to be a COMMENTER. I understand that: I am NOT a party to this case; my comments are not considered evidence in this case; and I have no further obligation to participate in the proceeding. Public comments may help inform the PUCT of the public concerns and identify issues to be explored. Please provide comments below. Attach a separate page, if necessary.

☐ **I am requesting to INTERVENE in this proceeding.** As an INTERVENOR, I understand that: I am a party to the case; I am required to respond to all discovery requests from other parties; I may be required to attend hearings, and if I file testimony, I may be cross-examined in the hearing; if I file any documents in the case, I must provide a copy to every other party in the case; and I acknowledge that I am bound by the Procedural Rules of the PUCT and the State Office of Administrative Hearings (SOAH).

Signature of Ratepayer: _____

Date: _____

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

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

NOTICE OF PROPOSED RATE CHANGE – WATER

CURRENT RATES			PROPOSED RATES		
Minimum Monthly Charge includes 0 gallons			Minimum Monthly Charge includes 0 gallons		
Meter Size: RESIDENTIAL			Meter Size: RESIDENTIAL		
5/8" \$ 36.00			5/8" \$ 54.03		
3/4" \$ 36.00			3/4" \$ 54.03		
1" \$			1" \$ 90.23		
1 1/2" \$			1 1/2" \$ 179.92		
2" \$			2" \$ 287.98		
3" \$			3" \$ 540.30		
Other: \$			Other: 4", 6" & 8" \$ 900.68; 1,800.62; 2,881.42 Respectively		
GALLONAGE CHARGE:			GALLONAGE CHARGE:		
TIER	VOLUME	CHARGE per 1000 gals.	TIER	VOLUME	CHARGE per 1000 gals.
Tier 1	0 to 20000 gals.	\$ 3.00 /1000 gals.	Tier 1	0 to All gals.	\$ 5.53 /1000 gals.
Tier 2	20001 to 50000 gals.	\$ 3.25 /1000 gals.	Tier 2	to gals.	\$ /1000 gals.
Tier 3	50001 to All Else gals.	\$ 3.50 /1000 gals.	Tier 3	to gals.	\$ /1000 gals.
Tier 4	to gals.	\$ /1000 gals.	Tier 4	to gals.	\$ /1000 gals.
Tier 5	to gals.	\$ /1000 gals.	Tier 5	to gals.	\$ /1000 gals.
MISCELLANEOUS FEES			MISCELLANEOUS FEES		
Tap Fee \$ 550.00			Tap Fee \$ Actual Cost		
Reconnect Fee: Non-payment \$ 25.00			Reconnect Fee: Non-payment (Maximum - \$25.00) \$ 25.00		
Customer's Request \$ 25.00			Customer's Request \$ 25.00		
Transfer Fee \$ 25.00			Transfer Fee \$ 10.00		
Late Charge \$ 10 percent			Late Charge (Indicate either \$5.00 or 10%) \$ 10 percent		
Returned Check Charge \$ 25.00			Returned Check Charge \$ 25.00		
Deposit \$ 50.00			Deposit \$ 50.00 (Maximum \$50.00)		
Meter Test Fee \$			Meter Test Fee \$ 25.00 (Maximum - \$25.00)		

Regulatory Assessment of 1% is added to the minimum monthly charge and gallonage charges.
Additional fees and meter sizes may be shown on a separate page.

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

N/A



February 3, 2023

Dear CSWR-Texas Customer,

On February 3, 2023, CSWR-Texas Utility Operating Company, LLC (“CSWR-Texas” or the “Company”) filed a request with the Public Utility Commission of Texas (“PUCT”) and other regulators to increase water and wastewater rates for its Texas customers.

Since 2019, the Company has invested over \$30 million in Texas water and wastewater systems. These investments are necessary to ensure that customers served by these systems are now receiving safe and reliable water and wastewater service. These investments have included rectifying issues related to all aspects of its facilities, including its wells, storage, pipes, pumps, disinfection, power and control systems, distribution systems, inflow and infiltration systems, lift stations, sludge treatment plants (blowers, piping, aeration or clarifier equipment), and non-discharging septic systems in addition to other functional issues. To date, the Company already has completed improvement projects at 16 of the systems acquired in Texas, has begun implementing improvements at 38 additional sites, and is in the design phase for improvements at the remaining 20 facilities. As a result, CSWR-Texas is seeking a revenue requirement for water operations of approximately \$7.4 million, which represents an increase of approximately \$3.5 million over revenues collected under current rates. In addition, CSWR-Texas is asking the PUCT to approve a total annual revenue requirement for wastewater operations of approximately \$2.2 million, which represents an annual increase of approximately \$1.1 million over revenues collected under current rates.

CSWR-Texas’s rates are subject to the approval of the PUCT and certain municipalities. The Company has requested that rates take effect for all customers on March 10, 2023, which is 35 days after the filing of its application and issuance of this notice to customers. However, **no change in rates will take effect until such change is approved by the applicable regulatory authority.** The attached “Customer Notice” provides further information about this filing, including a description of the change in rates, instructions on how to review the entire application and how to protest the proposed rate change or formally intervene in this proceeding.

While we understand there is never a good time to raise rates, this increase is necessary to allow us to continue to meet our shared goals of providing outstanding wastewater service and delivering safe and reliable drinking water delivered to your taps. It also ensures safe working conditions for our staff and continued prudent business practices.

We welcome any feedback from our customers, whether it is about the proposed rates or about our services. You can contact us at 1-866-301-7725 from 8:00 a.m. to 5:00 p.m., Monday through Friday, or email us at support@cswrtextasuoc.com

Respectfully,

CSWR-Texas Management

PUC DOCKET NO. 54565

**NOTICE OF PROPOSED RATE CHANGE
PURSUANT TO
TEXAS WATER CODE §§ 13.1871 AND 13.18715**

CSWR-Texas Utility Operating Company

13290 (Water) & 21120 (Sewer)

Company Name

CCN Number(s)

has filed a rate change application with the Public Utility Commission of Texas (Commission or PUCT). The application may be reviewed online at interchange.puc.texas.gov. You may also inspect a copy of the rate change application at your utility's office at the address below or at the Commission's office (1701 N. Congress Ave, Austin, TX 78701). The proposed rates will apply to service received after the effective date provided below, unless modified or suspended by the Commission. If the Commission receives a sufficient number of protests, separately or in a combined protest letter, from at least 835 ratepayers (10 percent of the utility's customers over whose rates the Commission has original jurisdiction) or from any affected municipality before the 91st day after the proposed effective date, the matter will be set for hearing. **See Protest Form on the next page for instructions on how to protest.**

EFFECTIVE DATE OF PROPOSED INCREASE: 3/10/2023

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

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

Reason(s) for Proposed Rate Change:

To recover revenues sufficient to cover the cost to provide safe and reliable service through maintenance and repairs

BILLING COMPARISON

Water

Existing	5,000 gallons: \$	<u>10.00</u>	/mo	Proposed	5,000 gallons: \$	<u>81.68</u>	/mo
Existing	10,000 gallons: \$	<u>10.00</u>	/mo	Proposed	10,000 gallons: \$	<u>109.33</u>	/mo

Water – Pass Through Charges

Existing	5,000 gallons: \$	<u> </u>	/mo	Proposed	5,000 gallons: \$	<u> </u>	/mo
Existing	10,000 gallons: \$	<u> </u>	/mo	Proposed	10,000 gallons: \$	<u> </u>	/mo

Sewer

Existing	5,000 gallons: \$	<u> </u>	/mo	Proposed	5,000 gallons: \$	<u> </u>	/mo
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Woodlands West

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

1630 Des Peres Road Suite 140 Des Peres Missouri 63131

Company Address

City

State

Zip

1-866-301-7725

Company Phone Number

\$11,118.00

Water Annual Revenue Increase

Water Pass-Through Annual Revenue Increase

Sewer Annual Revenue Increase

2/3/2023

4/14/2005

Date Current Rate Change Notice Delivered

Date of Last Rate Change

PUC DOCKET NO. 54565

RATEPAYER COMMENTS/REQUESTS TO INTERVENE

If you wish to PROTEST the proposed rate change, you must complete this form and file it electronically using the PUC Interchange Filer (<http://www.puc.texas.gov/industry/filings/E-FilingInstructions.pdf>) or mail the original to:

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

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

CUSTOMER INFORMATION (please provide all of the requested information)

First Name: _____ Last Name: _____

Phone Number: _____ Fax Number: _____

Email Address: _____

Address, City, State: _____

Location where service is received: _____
(if different from the mailing address)

Please select the applicable :

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

☐ I wish to be a COMMENTER. I understand that: I am NOT a party to this case; my comments are not considered evidence in this case; and I have no further obligation to participate in the proceeding. Public comments may help inform the PUCT of the public concerns and identify issues to be explored. Please provide comments below. Attach a separate page, if necessary.

☐ **I am requesting to INTERVENE in this proceeding.** As an INTERVENOR, I understand that: I am a party to the case; I am required to respond to all discovery requests from other parties; I may be required to attend hearings, and if I file testimony, I may be cross-examined in the hearing; if I file any documents in the case, I must provide a copy to every other party in the case; and I acknowledge that I am bound by the Procedural Rules of the PUCT and the State Office of Administrative Hearings (SOAH).

Signature of Ratepayer: _____

Date: _____

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

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

NOTICE OF PROPOSED RATE CHANGE – WATER

CURRENT RATES				PROPOSED RATES			
Minimum Monthly Charge includes			gallons	Minimum Monthly Charge includes			0 gallons
Meter Size: RESIDENTIAL				Meter Size: RESIDENTIAL			
5/8"			\$ 10.00	5/8"			\$ 54.03
3/4"			\$ 10.00	3/4"			\$ 54.03
1"			\$	1"			\$ 90.23
1 1/2"			\$	1 1/2"			\$ 179.92
2"			\$	2"			\$ 287.98
3"			\$	3"			\$ 540.30
Other:			\$	Other: 4", 6" & 8"			\$ 900.68; 1,800.62; 2,881.42 Respectively
				Unmetered:			Unmetered: \$87.21
GALLONAGE CHARGE:				GALLONAGE CHARGE:			
TIER	VOLUME	CHARGE per 1000 gals.		TIER	VOLUME	CHARGE per 1000 gals.	
Tier 1	to All gals.	\$	/1000 gals.	Tier 1	0 to All gals.	\$ 5.53	/1000 gals.
Tier 2	to gals.	\$	/1000 gals.	Tier 2	to gals.	\$	/1000 gals.
Tier 3	to gals.	\$	/1000 gals.	Tier 3	to gals.	\$	/1000 gals.
Tier 4	to gals.	\$	/1000 gals.	Tier 4	to gals.	\$	/1000 gals.
Tier 5	to gals.	\$	/1000 gals.	Tier 5	to gals.	\$	/1000 gals.
MISCELLANEOUS FEES				MISCELLANEOUS FEES			
Tap Fee		\$	0.00	Tap Fee		\$	Actual Cost
Reconnect Fee: Non-payment		\$	25.00	Reconnect Fee: Non-payment (Maximum - \$25.00)		\$	25.00
Customer's Request		\$	0.00	Customer's Request		\$	25.00
Transfer Fee		\$		Transfer Fee		\$	10.00
Late Charge		\$	5.00	Late Charge (Indicate either \$5.00 or 10%)		\$	10 percent
Returned Check Charge		\$	0.00	Returned Check Charge		\$	25.00
Deposit		\$	50.00	Deposit (Maximum \$50.00)		\$	50.00
Meter Test Fee		\$		Meter Test Fee (Maximum - \$25.00)		\$	25.00

Regulatory Assessment of 1% is added to the minimum monthly charge and gallonage charges.
Additional fees and meter sizes may be shown on a separate page.

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

N/A



CLASS B RATE/TARIFF CHANGE APPLICATION

UTILITY NAME: CSWR Texas Utility Operating Company, LLC

CCN No. 13290, 21120

ADDRESS OF UTILITY: 1630 Des Peres Road, Suite 140
P.O. Box, Street and suite number, if applicable

Des Peres, MO 63131
City and Zip Code

PHONE NUMBER: ()
area code

NAME OF PERSON TO CONTACT REGARDING THIS FILING:

NAME: Brent Thies

PHONE: 314-736-4672

EMAIL ADDRESS: bthies@cswrgroup.com

PUCT CLASS SIZE: **B**
Connection Count: **2,300-9,999**

FOR TEST YEAR ENDING: December 31, 2022 (Enter Month/Day/Year)

AMOUNT OF REVENUE INCREASE (DECREASE) \$3,556,118.62
in dollars (From Schedule VII-1, Column B, Line 5 or
Schedule VII-2, Column C, Line 29 or
Schedule VII-3, Column C, Line 51)

PERCENT INCREASE (DECREASE): 93.36%
percent above (below) current revenue requirement (From Schedule VII-1, Column B, Line 6 or
Schedule VII-2, Column C, Line 30 or
Schedule VII-3, Column C, Line 52)

DESCRIBE OWNERSHIP OF COMPANY:
LLC

PUBLIC UTILITY COMMISSION OF TEXAS (PUCT) DOCKET NUMBER OF LAST MAJOR RATE FILING: N/A
(If the last major rate filing was at the Texas Commission on Environmental Quality (TCEQ), provide a copy of the final order.)

RATE CASE OR DOCKET NUMBER OF LAST MINOR TARIFF RATE CHANGE**: 52699, 52722

IF ANY UTILITY ASSETS WERE TRANSFERRED IN A SALE, TRANSFER, MERGER APPLICATION: See listing of STM Dockets

*(e.g. Class B or C Rate Change application or TCEQ Rate/Tariff change application).

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

CLASS B RATE/TARIFF CHANGE INSTRUCTIONS FOR APPLICATION

This application can only be used by Class B utilities. Class B utilities have connections counts from 2,300 to 9,999. The application contains schedules for the calculation of rates for one type of utility service (water or sewer). While the instructions that follow relate to only one set of schedules, they apply to each type of utility service that you are providing. If applicable, costs should be directly assigned to water and sewer functions. In the event that direct assignment is not possible, allocate expenses between water and sewer as accurately as possible, using cost-causation principles. Complete a set of rate/tariff change application schedules for each type of utility service provided. For instance, if the utility provides water and sewer service, but is only requesting a change for water service, the utility will also need to complete a set of rate/tariff change application schedules for sewer service.

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

- 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 Record historical operating expenses and make known and measurable 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).**
- 10th Calculate the increase (decrease) in revenue for the notice.**

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. Specifically, the utility must provide the general ledger, invoices and receipts from third party vendors supporting the test year expenses. If the applicant does not use a schedule, it should be marked "N/A", and an explanation provided.

CLASS B RATE/TARIFF CHANGE APPLICATION ATTACHMENTS REQUIRED FOR SUFFICIENCY

The utility must submit the following with the rate application as each applies to the specific utility and affiliates:

1. Organizational Chart.
2. Cost Allocation information/Cost Allocation Manual.
3. Rating Agency Reports/Prospectus.
4. Payroll allocation – detail on how the split (between water and sewer, or between affiliates) was calculated and supporting documentation.
5. Customer Complaint policy and records.
6. Federal forms 1096 and 1099 supporting any contract labor requested in the cost of service or capitalized.
7. Federal forms W-2 and W-3 supporting any wages claimed in the cost of service or capitalized to plant in service.
8. Income statement and balance sheet (per books) for the test year for Texas utility operations. If the utility provides both water and sewer service, then the information provided should include information for both water and sewer service, separately stated and totaled, regardless if the application is for only a water rate change or only a sewer rate change or for both.
9. If you have any developer agreements please provide as such.
10. All required schedules and supporting workpapers for a rate change. Mark any schedules that are not applicable to the utility with "N/A"
11. If the utility's tariff includes a pass-through clause or a surcharge, please provide a reconciliation of revenues collected for the pass-through clause or surcharge, and expenses paid related to the pass-through clause or surcharge for the test year.
12. If the utility's cost of service includes any affiliated transactions (affiliates as defined in TWC § 13.002 (2)), the utility must list them separately and provide evidence that meets the affiliate transaction requirements in TWC § 13.185(e) and (f). Provide a schedule that includes direct assignment costs, allocated costs and any other changes between affiliates with a summary by
13. Native files for any schedules where only summaries were provided or areas where the applicant used their own created files.
14. Proposed notice forms located at puc.texas.gov.
15. An affidavit attesting to the correctness of the application included in the application form.

The federal forms above should be filed confidentially to protect sensitive information.

Affiliates and Affiliated transactions: In order to be considered for inclusion in the cost of service as a reasonable and necessary cost in accordance with Texas Water Code § 13.185(e), payment to affiliated interests for costs of any services, or any property, right or thing, or for interest expense must be supported by documentation showing that the price to the utility is no higher than prices charged by the supplying affiliate to its other affiliates or divisions for the same item or items, or to unaffiliated persons or corporations.

If the applicant is affiliated with another entity, provide the most recent annual income statement, statement of cash flow, and balance sheet for the affiliated entity(ies).

UTILITY NAME: CSWR Texas Utility Operating Company, LLC
GENERAL RATE/TARIFF CHANGE APPLICATION SCHEDULES
TABLE OF CONTENTS (Page 1 of 2)

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

FOR TEST YEAR ENDED: 12/31/2022

	Attachment Schedule	Items Checked
SECTION I	<u>REVENUES AND REVENUE REQUIREMENT</u>	
Revenue Requirement Summary	<u>I-1</u>	<input checked="" type="checkbox"/>
Historical Revenue Summary	<u>I-2</u>	<input checked="" type="checkbox"/>
Utility Revenue Summary - Income Statement	<u>I-2(a)</u>	<input checked="" type="checkbox"/>
Application Reconciled to Income Statement	<u>I-2(b)</u>	<input checked="" type="checkbox"/>
<u>Include the appropriate schedules:</u>		
Connection Count	<u>I-3</u>	<input checked="" type="checkbox"/>
Metered Active Connections by Meter Size	<u>I-3(a)</u>	<input checked="" type="checkbox"/>
Unmetered Active (Flat Rate) Customers	<u>I-3(b)</u>	<input checked="" type="checkbox"/>
SECTION II	<u>OPERATIONS AND EXPENSES</u>	
Production	<u>II-1</u>	<input checked="" type="checkbox"/>
Water & Sewer Production (metered rates)	<u>II-1(a)</u>	<input checked="" type="checkbox"/>
Water Production (with unmetered rates)	<u>II-1(b)</u>	<input checked="" type="checkbox"/>
Other Revenues & Expenses passed through	<u>II-2</u>	<input checked="" type="checkbox"/>
Operating Expenses	<u>II-3</u>	<input checked="" type="checkbox"/>
Large Items	<u>II-4</u>	<input checked="" type="checkbox"/>
Known & Measurable Changes	<u>II-5</u>	<input checked="" type="checkbox"/>
Affiliate Transactions	<u>II-6</u>	<input checked="" type="checkbox"/>
Allocation of Payroll Expenses	<u>II-7(a)</u>	<input type="checkbox"/>
Calculation of Payroll Taxes	<u>II-7(b)</u>	<input type="checkbox"/>
Employee Pensions/Benefits	<u>II-8</u>	<input type="checkbox"/>
Other Expenses	<u>II-9</u>	<input checked="" type="checkbox"/>
Advertising	<u>II-9(a)</u>	<input type="checkbox"/>
Contributions	<u>II-9(b)</u>	<input type="checkbox"/>
Dues and Membership	<u>II-9(c)</u>	<input type="checkbox"/>
Regulatory Expenses	<u>II-9(d)</u>	<input checked="" type="checkbox"/>
Unaffiliated Rents & Leases	<u>II-10(a)</u>	<input type="checkbox"/>
Affiliated/Allocated Rents & Leases	<u>II-10(b)</u>	<input checked="" type="checkbox"/>
Rate Case Expense	<u>II-11</u>	<input checked="" type="checkbox"/>
SECTION III	<u>RETURN AND RATE BASE/PLANT & EQUIPMENT INFORMATION</u>	
Requested Return	<u>III-1</u>	<input checked="" type="checkbox"/>
Rate Base Summary	<u>III-2</u>	<input checked="" type="checkbox"/>
Utility Plant - Original Cost & Depreciation	<u>III-3</u>	<input checked="" type="checkbox"/>
Utility Plant reconciled to previous filing	<u>III-3(a)</u>	<input checked="" type="checkbox"/>
Accumulated Depreciation	<u>III-3(b)</u>	<input checked="" type="checkbox"/>
Construction Work in Progress	<u>III-4</u>	<input checked="" type="checkbox"/>
Developer Construction work in progress	<u>III-4(a)</u>	<input checked="" type="checkbox"/>
Materials and Supplies Inventory	<u>III-4(b)</u>	<input checked="" type="checkbox"/>
Working Cash Allowance Calculations	<u>III-5</u>	<input checked="" type="checkbox"/>

UTILITY NAME: WR Texas Utility Operating Company, L
GENERAL RATE/TARIFF CHANGE APPLICATION SCHEDULES
TABLE OF CONTENTS (Page 2 of 2)

FOR TEST YEAR ENDED: 12/31/2022

		Attachment Schedule	Items Checked
SECTION III	<u>RETURN AND RATE BASE/PLANT & EQUIPMENT INFORMATION (Continued)</u>		
	Long Term Debt/ Notes Payable – Water and Sewer	<u>III-6</u>	<input checked="" type="checkbox"/>
	Affiliate Receivables and Payables	<u>III-7</u>	<input type="checkbox"/>
	Contributions in Aid of Construction and Advances	<u>III-8</u>	<input type="checkbox"/>
	Advances for Construction	<u>III-8(a)</u>	<input type="checkbox"/>
	Contributions in Aid of Construction	<u>III-8(b)</u>	<input type="checkbox"/>
	Accumulated Deferred Federal Income Taxes (ADFIT)	<u>III-9</u>	<input checked="" type="checkbox"/>
	ADFIT	<u>III-9(a)</u>	<input checked="" type="checkbox"/>
	Unprotected Excess ADFIT	<u>III-9(b)</u>	<input checked="" type="checkbox"/>
	Protected Excess ADFIT	<u>III-9(c)</u>	<input checked="" type="checkbox"/>
	Accumulated Deferred Investment Tax Credits	<u>III-9(d)</u>	<input checked="" type="checkbox"/>
SECTION IV	<u>TAXES OTHER THAN INCOME</u>	<u>IV</u>	
	Property Taxes	<u>IV-1(a)</u>	<input checked="" type="checkbox"/>
	Payroll Taxes	<u>IV-1(b)</u>	<input type="checkbox"/>
	Other Taxes	<u>IV-1(c)</u>	<input checked="" type="checkbox"/>
	Revenue Related Taxes	<u>VI-2</u>	<input checked="" type="checkbox"/>
SECTION V	<u>FEDERAL INCOME TAXES (FIT)</u>		
	Federal Income Taxes at Present Rates- effective rate	<u>V-1</u>	<input checked="" type="checkbox"/>
SECTION VI	<u>RATE DESIGN</u>		
	Fixed & Variable Revenue Requirement Allocation	<u>VI-1</u>	<input checked="" type="checkbox"/>
	Flat Rate	<u>VI-2</u>	<input type="checkbox"/>
	Rate Calculation for Single Tier Gallonage Charge for All Usage	<u>VI-3</u>	<input checked="" type="checkbox"/>
	Multi-Tiered Rate Calculation	<u>VI-4</u>	<input type="checkbox"/>
	Surcharge Calculation	<u>VI-5</u>	<input checked="" type="checkbox"/>
	Flat Rate Surcharge Calculation	<u>VI-5(a)</u>	<input checked="" type="checkbox"/>
	Meter Equivalent Surcharge Calculation	<u>VI-5(b)</u>	<input checked="" type="checkbox"/>
SECTION VII	<u>RATES & REVENUE GENERATED FOR NOTICE</u>		
	Revenue Generated for Flat Rate	<u>VII-1</u>	<input type="checkbox"/>
	Revenue Generated for Single Tier Gallonage Charge for All Usage	<u>VII-2</u>	<input checked="" type="checkbox"/>
	Revenue Generated for Multi-Tier Gallonage Charges	<u>VII-3</u>	<input type="checkbox"/>
	Surcharge Revenue Calculation	<u>VII-4</u>	<input checked="" type="checkbox"/>
	Revenue Generated for Flat Rate Surcharge	<u>VII-4(a)</u>	<input checked="" type="checkbox"/>
	Revenue Generated for Meter Equivalent Surcharge	<u>VII-4(b)</u>	<input checked="" type="checkbox"/>
SECTION VIII	<u>OATH</u>	<u>VIII</u>	<input checked="" type="checkbox"/>

UTILITY NAME: CSWR Texas Utility Operating Company, 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.

Complete this section using the instructions on each schedule.

Instructions for Section I - Revenue Requirement and Revenues

This schedule will complete the utility's summarization of revenue requirement after all schedules except the rate design are completed.

1. Follow the instructions within the spreadsheet and complete the historical test year column (D) first using financial records. Historical data should be consistent with the applicant's annual reports and financial statements. Provide explanations
2. Complete Schedules II-2, I-2, I-3(a) and I-3(b).
3. Complete the remaining schedules in Sections II through V using the instructions provided in the instruction worksheets for the section or schedule and in the spreadsheets themselves.
4. Complete Schedule I-1.
5. Complete Section VI Rate Design.

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 the National Association of Regulatory Utility Commissioners (NARUC) chart of accounts and include sub-accounts as necessary for detail needed to determine reasonable and necessary expenditures.

UTILITY NAME: CSWR Texas Utility Operating Company, LLC						
SCHEDULES - CLASS B RATE/TARIFF CHANGE						
I-1 REVENUE REQUIREMENT SUMMARY						
PUCT Docket No. 54565 Test Year End: 12/31/2022						

A	B		C	D	E	F=D+E	G
	Acct. No.			Historical Test Year	K & M Changes	Adjusted Test Year	
Line	Water	Sewer	Account Name				Reference / Instructions
1.	610	710	Purchased water/sewer treatment	323,246	(323,246)	-	Schedule II-3, Columns C-E, Line 1
2.		711	Sludge Removal Expense	-	-	-	Schedule II-3, Columns C-E, Line 2
3.	615.1	715.1	Power Expense-wells, booster pumps	238,010	65,136	303,146	Schedule II-3, Columns C-E, Line 3
4.	618	718	Chemicals and other volume related expenses	104,860	25,599	130,459	Schedule II-3, Columns C-E, Line 4
5.	601.1	701.1	Employee labor	-	-	-	Schedule II-3, Columns C-E, Line 5
6.	620	720	Materials	3,682	-	3,682	Schedule II-3, Columns C-E, Line 6
7.	631-636	731-736	Contract work	1,888,752	365,142	2,253,894	Schedule II-3, Columns C-E, Line 7
8.	650	750	Transportation expenses	-	-	-	Schedule II-3, Columns C-E, Line 8
9.	664	764	Other plant maintenance	360	-	360	Schedule II-3, Columns C-E, Line 9
10.	601.2	702.2	Office salaries	-	-	-	Schedule II-3, Columns C-E, Line 10
11.	603	703	Management salaries	-	-	-	Schedule II-3, Columns C-E, Line 11
12.	604	704	Employee pensions & benefits	-	-	-	Schedule II-3, Columns C-E, Line 12
13.	615.8	715.8	Purchased power- G&A	-	-	-	Schedule II-3, Columns C-E, Line 13
14.	670	770	Bad debt expense	126	73,209	73,336	Schedule II-3, Columns C-E, Line 14
15.	676	776	Office services & rentals	-	-	-	Schedule II-3, Columns C-E, Line 15
16.	677	777	Office supplies & expenses	339	-	339	Schedule II-3, Columns C-E, Line 16
17.	656-659	756-759	Insurance	190,586	233,111	423,698	Schedule II-3, Columns C-E, Line 17
18.	667	767	Regulatory expense (other)	185,605	-	185,605	Schedule II-3, Columns C-E, Line 18
19.	675	775	Miscellaneous expenses	1,040,357	196,169	1,236,526	Schedule II-3, Columns C-E, Line 19
20.				-	-	-	Schedule II-3, Columns C-E, Line 20
21.			Total operating Expenses	3,975,923	635,121	4,611,044	Add Lines 1-20
22.	403		Depreciation	172,033	502,082	674,115	WP III-3, WP III-4
23.	408		Taxes Other than Income	50,286	31,044	81,330	Schedule IV-1, Column D, Line 4 Exhibit CDE-10
24.	409/10		Income Tax Expense			323,873	Schedule V-1, Column C, Line 6
25.			TOTAL EXPENSES	4,198,243	1,168,246	5,690,363	Add Lines 21-24
26.			TOTAL HISTORIC REVENUE	2,447,248			WP II-3
27.			HISTORICAL TEST YEAR RETURN	(1,750,995)			Line 26 less Line 25
28.			REQUESTED RETURN			1,753,038	Schedule III-1, Line 3
29.			TOTAL REVENUE REQUIREMENT			7,443,400	Line 25 plus Line 28
30.			LESS: OTHER REVENUES			78,219	Schedule II-2(b), Column D, Line 8
31.			Revenue for Rate Design		(to VI, line 1)	7,365,181	Line 29 less Line 30 (if line 30 is negative, add the two lines)

32.	666	766	Regulatory (rate case) expense			19,591	Schedule II-11, Column D, Line 19
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UTILITY NAME: CSWR Texas Utility Operating Company, LLC SCHEDULES - CLASS B RATE/TARIFF CHANGE I-2 HISTORICAL REVENUE SUMMARY FOR TEST YEAR ENDED: 12/31/2022

I-2(a) - UTILITY REVENUE SUMMARY - INCOME STATEMENT

Line No.	NARUC Account Description	Historical Test Year	
1.	461 Metered connections minimum monthly charge revenue		From financial records
2.	461	Included in combined filing only.	
3.	460		
4.	Total		
5.	Plus: Total Other Revenues		From financial records
6.	Total Historic Test Year Operating Revenues per income statement and Annual Report*	-	Line 4 + Line 5

(to I-1, Column D, line 26)

*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.

I-2(b) - APPLICATION RECONCILED TO INCOME STATEMENT

		A	B
Line No.	Expense Source & Descriptions of Reconciling Items	Total	Work Paper Reference/ Reconciliation Description
1.	Total Expenses Per Class B Rate Application		Schedule I-1, Column D, Line 25
RECONCILING ITEMS:			
2.	Non-utility Expenses		From Income Statement
3.	Regulatory Assessment Fee		From Income Statement
4.	Depreciation Difference		Income Statement Expense minus Rate Application Expense
5.	Taxes Other Than Income Difference		Income Statement Expense minus Rate Application Expense
6.	Income Tax Difference		Income Statement Expense minus Rate Application Expense
7.	Interest Expense	Included in combined filing only.	
8.	Loss on Sale of I		
9.	Operating Expen		
10.	Subtotaled Rate		
11.	Income Statement Total Expenses:		From Income Statement (must equal Line 10)
12.	Total Revenues per Class B Rate Application:		Schedule I-2(a) Line 6
13.	Interest Income		From Income Statement
14.	Other non-utility revenue:		From Income Statement
15.	Rate Revenue from Excluded Systems		
16.	Other Revenue from Excluded Systems		
17.			
18.	Subtotaled Revenues:	-	Sum Lines 12 through 17.
19.	Total Income Statement Revenues:		From Income Statement (must equal Line 18)

UTILITY NAME: <u>CSWR Texas Utility Operating Company, LLC</u> SCHEDULES - CLASS B RATE/TARIFF CHANGE I-3 CONNECTION COUNT FOR TEST YEAR ENDED: 12/31/2022

**I-3(a): METERED ACTIVE CONNECTIONS BY METER SIZE
(COMPANIES WITH METERED RATE CUSTOMERS)**

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
		PUCT report Sch. 9		(C+D)	(C + E) /2		(E x G)
1.	5/8"	5087	0	5087	5087	1.00	5087
2.	3/4"	1884	0	1884	1884	1.00	1884
3.	1"	69	0	69	69	1.67	115.23
4.	1 1/2"	1	0	1	1	3.33	3.33
5.	2"	2	0	2	2	5.33	10.66
6.				0	0		0
7.				0	0		0
8.				0	0		0
9.	Total	7043	0	7043	7043		7100.22
10	Average	1408.6	0	880.375	880.375		887.5275

**I-3(b) UNMETERED ACTIVE (FLAT RATE) CUSTOMERS
(COMPANIES WITH UNMETERED (FLAT) RATE CUSTOMERS)**

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
		PUCT report Sch. 9		(C + D)	(C + E) /2
1.		63	0	63	63
2.				0	0
3.				0	0
4.				0	0
5.	Total	63	0	63	63

UTILITY NAME: CSWR Texas Utility Operating Company, LLC

SCHEDULES - CLASS B RATE/TARIFF CHANGE

SECTION II - OPERATIONS AND MAINTENANCE

Complete all schedules per instructions found in the column headers and reference column.

While working through Schedules II-4 and II-6 through II-8, transfer test year amounts to column F of 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.

Schedule II-6 Known & Measurable Changes

A utility is allowed to recover reasonable and necessary expenses incurred during the test year. Certain expenses may have increased or decreased during the year, so the 12 months of test year expenses would be different from the amount you would have paid for the new level of expenses for the whole 12-month period. Additionally, the utility may know that a certain expense will be changing in the near future. If you know the amount the expense will be changing, then you can adjust your test year expenses to include the change. Known and measurable changes in expenses should be recorded if they occur, but it is possible that none have occurred. If the applicant has no known and measurable changes, simply put N/A on the appropriate schedule.

Some examples of generally allowable changes with documentation/support are:

- Electric rates went up or down during the test year.
- You hired a new employee during the test year or gave your employees a raise.
- You received notice that your chemical expenses will be going up by a specified amount.
- You received a written notice from your landlord that your office rent will increase by a specified amount.
- Your property tax is decreasing because the legislature passed a law that limits property taxes.

Some examples of increases that would generally not be allowed are:

- You are thinking about hiring an extra employee.
- You have heard that your rent might be increased in a couple of months.
- Projected inflation.

UTILITY NAME: CSWR Texas Utility Operating Company, LLC

SCHEDULES - CLASS B RATE/TARIFF CHANGE

II-1 - PRODUCTION

FOR TEST YEAR ENDED: 12/31/2022

II-1(a): WATER & SEWER PRODUCTION:
(COMPANIES WITH METERED RATE CUSTOMERS)

			A	B	C= A+B	D
Line No.	(1,000 Gallons)		Test Year	K & M Changes	Adjusted Test Year	Reference
	Water Production	Sewer Treatment				
1	Total water pumped	Total Number of Gallons Treated (Pumped) (Total Master Meter Reading for the year for the utility only.)	409,371,452	79,642,964	489,014,416	PUCT Annual Report
2	Total water purchased	Total Number of Gallons Treated by Another Source (Purchased Treatment)	27,240,799	56,671,471	83,912,270	PUCT Annual Report
3	Total water produced	Total Number of Gallons Treated	436,612,251	136,314,435	572,926,687	Line 1 + Line 2
4	Total water sold	Total Number of Gallons Billed	261,525,291	225,462,393	486,987,684	PUCT Annual Report
5	Total accounted for non-revenue water*		-	-	-	
6	Total unaccounted for water		175,086,960	(89,147,957)	85,939,003	Lines 3 less 4 less 5
7	Percentage		40.10%	-65.40%	15.00%	Line 6 divided by Line 3

* Describe the tracking technique for calculating line 5 and provide the records reflecting the calculation.
Provide all calculations and explanations for any differences between the applicant's annual report and the items requested on this schedule.

Known and measurable calculations and explanations:

Adjusted test year based on applying a 15% loss factor to the projected annualized billed volumes. This is discussed further in Chris Ekrut's testimony on power and chemical expense annualization.

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

		A	B	C=A+B	D
Line No.	Description	Test Year	K & M Change	Adjusted Test Year	Reference
1	Water Purchased (1,000 gallons)	-	-	-	PUCT report Sch. D-1
2	Water Pumped (1,000 gallons)	4,101,794	723,846	4,825,639	PUCT report Sch. D-1
3	Total production (1,000 gallons)	4,101,794	723,846	4,825,639	Line 1 + Line 2

Known and measurable calculations and explanations:

Applied same methodology as Schedule II-1(a).

SCHEDULE II-2 OTHER REV

UTILITY NAME: <u>CSWR Texas Utility Operating Company, LLC</u>	
SCHEDULES - CLASS B RATE/TARIFF CHANGE	
II-2 OTHER REVENUES & EXPENSES PASSED THROUGH	
FOR TEST YEAR ENDED:	12/31/2022

II-2(a) PURCHASED WATER OR OTHER PASS THROUGH EXPENSES*

Line No.	A	B	C	D	E
	Purchased from:	See direct testimony and exhibits of Chris Ekrut.			Actual Cost paid per financial records
1.				0	
2.				0	
3.				0	
4.	Total**	0	0	0	0

* Examples include Ground Water Conservation or subsidence district fees
** Totals of purchased water only must agree with Schedule II-1(a), Column A, Line 2, or provide a reconciliation.

II-2(b) OTHER REVENUES COLLECTED FROM CUSTOMERS

Line No.	A	B	C	D
	Item passed thru or type of other revenue	Test year historical revenues collected		Test year revenues netted against COS
1.	Tap Fees**			0.00*
2.	Late Fees	78,219		78,219
3.	Meter Test Fees			
4.	Reconnect Fees			
5.	Purchased Water Fees***			
6.	Groundwater Conservation District Fees***			
7.	Other (attach detail)***			
8.	Total Other Revenues	78,219		78,219

(to Sch. I-2(a), line 5) (to Sch. I-1, line 30)

* Do not include expenses passed-through to customers, but record these in Schedule II-2(a). Include only revenues associated with expenses included in the cost of service.
** Tap fees should be reported on Sch. III-8(b) for Developer CIAC and Sch. III-3 for Customer CIAC.

UTILITY NAME: CSWR Texas Utility Operating Company, LLC

SCHEDULES - CLASS B RATE/TARIFF CHANGE

II-3 OPERATING EXPENSES

FOR TEST YEAR ENDED: 12/31/2022

INSTRUCTIONS: This page is required to support Schedule I-1 Revenue Requirement. Complete the columns A and B with historical financial data for the last two record periods and column C with the actual financial data for the test year. Indicate the kinds of expenses included in this account by identifying all large* items in Schedule II-4 Large Items Identified. The known and measurable (K&M) change column represents the total change in expenses anticipated for the year after the test year. Identify all K&M expenses anticipated in Schedule II-5 Known & Measurable Revenues or Expenses Justifications. The K&M amount represents only the increase or decrease in line item expense from the test year. Identify all Affiliate Transactions in Schedule II-6 Affiliate Transactions.

If the actual for the Test Year is higher than previous years, explain the increase.

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

			A	B	C	D	E	
	NARUC Acct. No.		NARUC Account Description	2 Years before Test Year	1 Year before Test Year	Test Year	K & M Change (K&M) Positive or (negative)	Adjusted Test Year (Column C plus Column D)
	Water	Sewer						
1.	610	710	Purchased Water / Sewer Treatment	0	31,398	323,246	-323,246	0
2.		711	Sludge Removal Expense	0	0	0	0	0
3.	615.1	715.1	Purchased Power-wells, booster pumps	0	103,321	238,010	65,136	303,146
4.	618	718	Chemicals and other volume related expenses	0	38,090	104,860	25,599	130,459
5.	601.1	701.1	Employee Labor (non-administrative)	0	0	0	0	0
6.	620	720	Materials and Supplies	0	7,202	3,682	0	3,682
7.	631-636	731-736	Contract Work	0	878,363	1,888,752	365,142	2,253,894
8.	650	750	Transportation Expenses	0	0	0	0	0
9.	664	764	Other Plant Maintenance	0	0	360	0	360
10.	601.2	702.2	Office Salaries	0	0	0	0	0
11.	603	703	Management Salaries	0	0	0	0	0
12.	604	704	Employee Pensions & Benefits	0	0	0	0	0
13.	615.8	715.8	Purchased Power - G&A	0	0	0	0	0
14.	670	770	Bad Debt Expense	0	0	126	73,209	73,336
15.	676	776	Office Services & Rentals	0	0	0	0	0
16.	677	777	Office Supplies & Expenses	0	262	339	0	339
17.	656-659	756-759	Insurance	0	163,978	190,586	233,111	423,698
18.	667	767	Regulatory Expense (Other)	0	69,426	185,605	0	185,605
19.	675	775	Miscellaneous Expenses	0	547,535	1,040,357	196,169	1,236,526
20.				0				0
21.			TOTAL	0	1,839,576	3,975,923	635,121	4,611,044

UTILITY NAME: CSWR Texas Utility Operating Company, LLC

SCHEDULES - CLASS B RATE/TARIFF CHANGE

II-4 LARGE ITEMS

FOR TEST YEAR ENDED: 12/31/2022

INSTRUCTIONS: Describe all large items listed in Schedule II-4 Operating Expenses in the test year column, the amount of the large item, and the justification for the large item. For each large item, provide documentation from the vendor, contractor, etc. that supports the cost.

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

	NARUC Account Number	Description of Expense	Amount of Large Item	Justification	Schedule Reference	Supporting documentation attachment number
1.	631-636	Patterson Professional Services LLC	\$ 13,916.00	Contract work for operations	II-3	WP II-4
2.	631-636	Patterson Professional Services LLC	\$ 13,916.00	Contract work for operations	II-3	WP II-4
3.	631-636	Patterson Professional Services LLC	\$ 13,916.00	Contract work for operations	II-3	WP II-4
4.	631-636	Patterson Professional Services LLC	\$ 13,916.00	Contract work for operations	II-3	WP II-4
5.	631-636	Midwest Water Operations LLC	\$ 7,200.00	Contract work for operations	II-3	WP II-4
6.	631-636	Midwest Water Operations LLC	\$ 3,600.00	Contract work for operations	II-3	WP II-4
7.	631-636	Aggregate Water Services, Inc.	\$ 3,841.65	Contract work for operations	II-3	WP II-4
8.	631-636	Aggregate Water Services, Inc.	\$ 3,250.00	Contract work for operations	II-3	WP II-4
9.						
10.						
11.						
12.						
13.						
14.						
15.						
16.						
17.						
18.						
19.						
20.						

UTILITY NAME: CSWR Texas Utility Operating Company, LLC

SCHEDULES - CLASS B RATE/TARIFF CHANGE

II-5 KNOWN & MEASURABLE REVENUES OR EXPENSES JUSTIFICATION

FOR TEST YEAR ENDED: 12/31/2022

INSTRUCTIONS: Describe all known and measurable changes in revenues and expenses, the amount of the change, and the justification for the change. For each change, provide documentation from the vendor, contractor, etc. that supports the increase or decrease in costs. Adequate supporting documentation consists of a rate change notice, a new contract etc. which must be submitted with the application. Reference the source documentation to this schedule.

	NARUC Account Number	Description of Expense	Amount of Large Item	Justification	Schedule Reference	Supporting documentation attachment number
1.	610	Purchased Water	\$ (323,246.12)	Removing and will bring back as a pass-through		Chris Ekrut Testimony and Exhibits
2.	615.1/715.1	Power Expense	\$ 65,135.88	Annualizing based on composite rate		Exhibit CDE-3
3.	618/718	Chemicals	\$ 25,599.10	Annualizing based on composite rate		Exhibit CDE-3
4.	631-636/731-736	Contract Work	\$ 365,142.04	Annualizing based on new contract or systems that did not have 12 months		Exhibit CDE-5
5.	656-659/756-759	Insurance	\$ 233,111.39	Annualized based on latest information		WP II-3
6.	675/775	Groundwater Conservation Expenses	\$ (18,166.56)	Removing and will bring back as a pass-through		Chris Ekrut Testimony and Exhibits
7.	675/775	Billing Expenses	\$ 151,718.31	Updating based on new contract costs		Exhibit CDE-7
8.	670/770	Bad Debt Expense	\$ 73,209.22	Calculated as 1% of Revenue		Exhibit CDE-6
9.	408	Texas Margin Tax	\$ 31,043.99	Calculated as 0.5% of Revenue		Exhibit CDE-10
10.	675/775	Overhead	\$ 62,617.26	Annualization Adjustments		Brent Thies Testimony and Exhibits
11.						
12.						
13.						
14.						
15.						
16.						
17.						
18.						
19.						
20.						

SCHEDULE II-6 AFFILIATE TRANSACTIONS

UTILITY NAME: CSWR Texas Utility Operating Company, LLC

SCHEDULES - CLASS B RATE/TARIFF CHANGE

II-6 AFFILIATE TRANSACTIONS

FOR TEST YEAR ENDED: 12/31/2022

Line No.	A	B	C	D	E	F	G	H	I
	NARUC Acct	Total Company per books, adjusted to include nonregulated activities	Non-regulated, non-utility, and prohibited activities	K&M Positive or (negative)	Adjusted Total Company subject to allocations (B - C + D)	Texas Allocation Factor	Texas Allocated	Allocation Factor	Utility/Rate Region Allocated
1.	675	582,927	-	62,617	645,544	1	645,544	See testimony of Brent Thies	
2.					0				
3.					0				
4.					0				
5.					0				
6.					0				
7.					0				
8.					0				
9.					0				
10.					0				
11.					0				
12.					0				
13.					0				
14.					0				
15.					0				
16.					0				
17.					0				
18.					0				
19.					0				
20.					0				
21.					0				
22.	Total	582926.8777	0	62617.25949	645544.1372				

UTILITY NAME__ CSWR Texas Utility Operating Company, LLC__
SCHEDULES - CLASS B RATE/TARIFF CHANGE
II-7(a) ALLOCATION OF PAYROLL EXPENSES
FOR TEST YEAR ENDED: 12/31/2022

PAYROLL - DIRECT AND INDIRECT EXPENSES (INCLUDES MERIT, BONUS, OVERTIME & AFFILIATED PAYROLL)

(Report the information requested below for each EMPLOYEE.)

		A	B	C	D	E	F	G	H	
Line No.	Employee Name	Test Year Base Salary	Merit Pay	Overtime Pay	Total Test Year Payroll [Columns A+B+C]	Known & Measurable Amount Change	Adjusted Test Year Payroll	Allocated to Water	Allocated to Sewer	
601.1 & 701.1 - EMPLOYEE LABOR										
1.					0.00		0.00			
2.					0.00		0.00			
3.							0.00			
4.		CSWR does not maintain any direct employees in Texas. All O&M is provided through our contracted O&M providers. Please refer to the testimony and workpapers of Brent Thies for information relative to employee expense that is captured as corporate overhead.						0.00		
5.								0.00		
6.								0.00		
7.								0.00		
8.					0.00		0.00			
9.					0.00		0.00			
10.					0.00		0.00			
11.					0.00		0.00			
12.					0.00		0.00			
13.					0.00		0.00			
14.					0.00		0.00			
15.	SUBTOTALLED EMPLOYEE LABOR	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	

CSWR does not maintain any direct employees in Texas. All O&M is provided through our contracted O&M providers. Please refer to the testimony and workpapers of Brent Thies for information relative to employee expense that is captured as corporate overhead.

TRUE

Should equal Schedule II-3,
Column C, Line 5.

		A	B	C	D	E	F	G	H
Line No.	Employee Name	Test Year Base Salary	Merit Pay	Overtime Pay	Total Test Year Payroll [Columns A+B+C]	Known & Measurable Amount Change	Adjusted Test Year Payroll	Allocated to Water	Allocated to Sewer
601.2 & 701.2 - OFFICE SALARIES									
16.					0.00		0.00		
17.					0.00		0.00		

UTILITY NAME__ CSWR Texas Utility Operating Company, LLC__ SCHEDULES - CLASS B RATE/TARIFF CHANGE II-7(a) ALLOCATION OF PAYROLL EXPENSES FOR TEST YEAR ENDED: 12/31/2022
--

18.					0.00		0.00		
19.					0.00		0.00		
20.					0.00		0.00		
21.									
22.									
23.									
24.									
25.									
26.					0.00		0.00		
27.					0.00		0.00		
28.					0.00		0.00		
29.					0.00		0.00		
30.					0.00		0.00		
31.					0.00		0.00		
32.					0.00		0.00		
33.	SUBTOTALLED OFFICE SALARIES	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

CSWR does not maintain any direct employees in Texas. All O&M is provided through our contracted O&M providers. Please refer to the testimony and workpapers of Brent Thies for information relative to employee expense that is captured as corporate overhead.

TRUE

Should equal Schedule II-3,
Column C, Line 10.

		A	B	C	D	E	F	G	H	
Line No.	Employee Name	Test Year Base Salary	Merit Pay	Overtime Pay	Total Test Year Payroll [Columns A+B+C]	Known & Measurable Amount Change	Adjusted Test Year Payroll	Allocated to Water	Allocated to Sewer	
603 & 703 - MANAGEMENT SALARIES										
34.					0.00		0.00			
35.					0.00		0.00			
36.					0.00		0.00			
37.					0.00		0.00			
38.					0.00		0.00			
39.					0.00		0.00			
40.		CSWB does not maintain a merit plan as in Texas All O&M is								

CSWR does not maintain any direct employees in Texas. All O&M is

UTILITY NAME__ CSWR Texas Utility Operating Company, LLC__
SCHEDULES - CLASS B RATE/TARIFF CHANGE
II-7(a) ALLOCATION OF PAYROLL EXPENSES
FOR TEST YEAR ENDED: 12/31/2022

41.			CSWR does not maintain any direct employees in Texas. All O&M is provided through our contracted O&M providers. Please refer to the testimony and workpapers of Brent Thies for information relative to employee expense that is captured as corporate overhead.						
42.									
43.									
44.									
45.					0.00		0.00		
46.					0.00		0.00		
47.					0.00		0.00		
48.					0.00		0.00		
49.					0.00		0.00		
50.	SUBTOTALLED MANAGEMENT SALARIES	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

TRUE

Should equal Schedule II-3,
Column C, Line 11.

		A	B	C	D	E	F	G	H
Line No.	Employee Name	Test Year Base Salary	Merit Pay	Overtime Pay	Total Test Year Payroll [Columns A+B+C]	Known & Measurable Amount Change	Adjusted Test Year Payroll	Allocated to Water	Allocated to Sewer
634 & 734 - MANAGEMENT FEES									
51.					0.00		0.00		
52.					0.00		0.00		
53.		CSWR does not maintain any direct employees in Texas. All O&M is provided through our contracted O&M providers. Please refer to the testimony and workpapers of Brent Thies for information relative to employee expense that is captured as corporate overhead.							
54.									
55.					0.00		0.00		

UTILITY NAME__CSWR Texas Utility Operating Company, LLC__									
SCHEDULES - CLASS B RATE/TARIFF CHANGE									
II-7(a) ALLOCATION OF PAYROLL EXPENSES									
FOR TEST YEAR ENDED:					12/31/2022				

56.					0.00		0.00		
57.	SUBTOTALLED MANAGEMENT FEES	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

UTILITY NAME _____ CSWR Texas Utility Operating Company, LLC _____

SCHEDULES - CLASS B RATE/TARIFF CHANGE

II-7(b) CALCULATION OF PAYROLL TAXES

FOR TEST YEAR ENDED:

12/31/2022

SOME SALARIES MUST BE CAPITALIZED IN THIS REPORT IF EMPLOYEES INSTALL PLANT IN SERVICE

(Report the information requested below for each EMPLOYEE.)

		A	B	C	D	E	F	G	H
Line No.	Employee Name	Test Year Payroll	Capitalized Payroll	Expensed Payroll	1st 7,000 or new limit (FUTA max)	7,001 to 9,000 or new limit (SUTA max)	9,001 to 118,500 or new limit (or FICA max)	over 118,500 or new limit	Total Payroll
601.1 & 701.1 - EMPLOYEE LABOR									
1.									
2.									
3.									
4.				CSWR does not maintain any direct employees in Texas. All O&M is provided through our contracted O&M providers. Please refer to the testimony and workpapers of Brent Thies for information relative to employee expense that is captured as corporate overhead.					
5.									
6.									
7.									
8.									
9.									
10.									
11.									
12.									
13.									
14.									
15.	SUBTOTALED EMPLOYEE LABOR	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00

UTILITY NAME _____ CSWR Texas Utility Operating Company, LLC _____

SCHEDULES - CLASS B RATE/TARIFF CHANGE

II-7(b) CALCULATION OF PAYROLL TAXES

FOR TEST YEAR ENDED:

12/31/2022

		A	B	C	D	E	F	G	H
Line No.	Employee Name	Test Year Payroll	Capitalized Payroll	Expensed Payroll	1st 7,000 or new limit (FUTA max)	7,001 to 9,000 or new limit (SUTA max)	9,001 to 118,500 or new limit (or FICA max)	over 118,500 or new limit	Total Payroll
601.2 & 701.2 - OFFICE SALARIES									
16.									
17.									
18.			CSWR does not maintain any direct employees in Texas. All O&M is provided through our contracted O&M providers. Please refer to the testimony and workpapers of Brent Thies for information relative to employee expense that is captured as corporate overhead.						
19.									
20.									
21.									
22.									
23.									
24.									
25.									
26.									
27.									
28.									
29.									
30.									
31.									
32.									

UTILITY NAME _____ CSWR Texas Utility Operating Company, LLC _____

SCHEDULES - CLASS B RATE/TARIFF CHANGE

II-7(b) CALCULATION OF PAYROLL TAXES

FOR TEST YEAR ENDED:

12/31/2022

33.	SUBTOTALLED OFFICE SALARIES	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
-----	-----------------------------	------	------	------	------	------	------	------	------

		A	B	C	D	E	F	G	H
Line No.	Employee Name	Test Year Payroll	Capitalized Payroll	Expensed Payroll	1st 7,000 or new limit (FUTA max)	7,001 to 9,000 or new limit (SUTA max)	9,001 to 118,500 or new limit (or FICA max)	over 118,500 or new limit	Total Payroll
603 & 703 - MANAGEMENT SALARIES									
34.									
35.									
36.			CSWR does not maintain any direct employees in Texas. All O&M is provided through our contracted O&M providers. Please refer to the testimony and workpapers of Brent Thies for information relative to employee expense that is captured as corporate overhead.						
37.									
38.									
39.									
40.									
41.									
42.									
43.									
44.									
45.									
46.									
47.									
48.									
49.									

UTILITY NAME _____ CSWR Texas Utility Operating Company, LLC _____

SCHEDULES - CLASS B RATE/TARIFF CHANGE

II-7(b) CALCULATION OF PAYROLL TAXES

FOR TEST YEAR ENDED:

12/31/2022

50.	SUBTOTALLED MANAGEMENT SALARIES	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
-----	---------------------------------------	------	------	------	------	------	------	------	------

		A	B	C	D	E	F	G	H
Line No.	Employee Name	Test Year Payroll	Capitalized Payroll	Expensed Payroll	1st 7,000 or new limit (FUTA max)	7,001 to 9,000 or new limit (SUTA max)	9,001 to 118,500 or new limit (or FICA max)	over 118,500 or new limit	Total Payroll
634 & 734 - MANAGEMENT FEES									
51.									
52.			CSWR does not maintain any direct employees in Texas. All O&M is provided through our contracted O&M providers. Please refer to the testimony and workpapers of Brent Thies for information relative to employee expense that is captured as corporate overhead.						
53.									
54.									
55.									
56.									

UTILITY NAME_____CSWR Texas Utility Operating Company, LLC_____

SCHEDULES - CLASS B RATE/TARIFF CHANGE

II-7(b) CALCULATION OF PAYROLL TAXES

FOR TEST YEAR ENDED:

12/31/2022

57.	SUBTOTALLED MANAGEMENT FEES	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
-----	--------------------------------	------	------	------	------	------	------	------	------

		A	B	C	D	E	F	G	H
Line No.		Test Year Payroll	CSWR does not maintain any direct employees in Texas. All O&M is provided through our contracted O&M providers. Please refer to the testimony and workpapers of Brent Thies for information relative to employee expense that is captured as corporate overhead.					Pay limit	Total Payroll
58.	Totals (Line 15 + Line 33 + Line 50 + Line 57)	0.00	0	0	0.00%	0	0	0	0

To Schedule IV-1(b)

59.	CSWR does not maintain any direct employees in Texas. All O&M is provided through our contracted O&M providers. Please refer to the testimony and workpapers of Brent Thies for information relative to employee expense that is captured as corporate overhead.
-----	--

100 for percentage. If entering in excel do not multiply by 100,

UTILITY NAME:___CSWR Texas Utility Operating Company, LLC___
SCHEDULES - CLASS B RATE/TARIFF CHANGE
II-8 EMPLOYEE PENSIONS AND BENEFITS
FOR THE TEST YEAR ENDED:12/31/2022

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:

	\$	\$	\$	\$	\$	
Year						Amount Capitalized*
Cost per Employee	CSWR does not maintain any direct employees in Texas. All O&M is provided through our contracted O&M providers. Please refer to the testimony and workpapers of Brent Thies for information relative to employee expense that is captured as corporate overhead.					
					\$	
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 Schedule II-7(b), line 59)

SCHEDULE II-9 OTHER EXPENSES

UTILITY NAME CSWR Texas Utility Operating Company, LLC

SCHEDULES - CLASS B RATE/TARIFF CHANGE

II-9 OTHER EXPENSES

FOR TEST YEAR ENDED: 12/31/2022

II-9(a) ADVERTISING

Line No.	Acct. No.		Type of Advertising	2 Years before Test Year	1 Year before Test Year	Test Year Expense
	Water	Sewer				
1.			Public Heath and Safety			None
2.			Conservation of Water			
3.			Explanation of Billing Practices, rates, rules and regulations			
4.			Other advertising programs			
5.	Total Advertising Expense			0	0	0

II-9(b) CONTRIBUTIONS

Line No.	Acct. No.		Type of Contribution/Donation	Amount	Payee	Type of Organization
	Water	Sewer				
1.						None
2.						
3.						
4.						
5.	Total			0		

II-9(c) DUES AND MEMBERSHIP

Line No.	Acct. No.		Level of payment by Account	Description of Payee Organization	Total Amount	Amount Attributable to Lobbying
	Water	Sewer				
1.						None
2.						
3.						
4.						
5.	Total					

II-9(d) REGULATORY EXPENSES

Line No.	Docket No.	CCN No.	Description	Test year amount by System	Company Adjustment by System	Company Request by System
1.			See WP II-3			
2.						
3.						
4.						
5.	Total			0	0	0

UTILITY NAME: <u>CSWR Texas Utility Operating Company, LLC</u> SCHEDULES - CLASS B RATE/TARIFF CHANGE II-10 RENTS AND LEASES FOR THE TEST YEAR ENDED: <u>12/31/2022</u>

II-10(a) UNAFFILIATED

	A	B	C	D	E
	Item leased/rented	Amount	Purpose related to providing water/sewer service	Terms/Conditions	Method of calculating payment
1.	None				
2.					
3.					
4.					
5.					
6.					
7.					
8.					
9.					
10.					
11.					
12.					
16.					
17.					
18.					
19.					

SCHEDULE II-10 RENTS AND LEASES

UTILITY NAME:	CSWR Texas Utility Operating Company, LLC
	SCHEDULES - CLASS B RATE/TARIFF CHANGE
	II-10 RENTS AND LEASES
FOR THE TEST YEAR ENDED:	12/31/2022

II-10(b) AFFILIATED/ALLOCATED

	A	B	C	D	E	F	G
	Item leased/rented	Amount	Purpose related to providing water/sewer service	Terms/Conditions	Method of calculating payment	Method of Allocation	Amount allocated to each affiliate
1.	Corporate Office	272,291	Administrative & Executive Offices for CSWR-TX and affiliates	5 year term, monthly rent payment	Per lease schedule	Per corporate CAM	16,636
2.							
3.							
4.							
5.							
6.							
7.							
8.							
9.							
10.							
11.							
12.							
16.							
17.							
18.							
19.							

UTILITY NAME: CSWR Texas Utility Operating Company, LLC
SCHEDULES - CLASS B RATE/TARIFF CHANGE
II-11 RATE CASE EXPENSE
FOR THE TEST YEAR ENDED: 12/31/2022

INSTRUCTIONS: List the amount spent on rate case expense. Provide the items comprising the rate case expense claim (include the actual billings or invoices in support of each kind of rate case expense) and the items comprising the actual expenses of the rate case. Invoices should include number of hours billed, hourly rate, and services performed for each block of time billed, and the name of the person providing the service. Include a detailed list of travel, entertainment, meals expense included in rate case expense specifically by item with an attached invoice, and summarized by type of expense. 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. Typically, the commission allows recovery of rate case expense through a surcharge. 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. Add additional pages if necessary.

	A	B	C	D	E
	Vendor	Posting Date	Invoice Date	Amount	Supporting documentation attachment number
1.	Coffin Renner, LLP	5/11/2022		\$ 963.96	Rate case expense support and invoices are included with the Schedule Workpapers that are attached as an exhibit to the Statement of Intent Application. This is water portion based on connection count.
2.	Alliance Consulting Group	6/1/2022		\$ 510.84	
3.	Coffin Renner, LLP	8/15/2022		\$ 276.77	
4.	Coffin Renner, LLP	8/31/2022		\$ 242.18	
5.	Coffin Renner, LLP	9/13/2022		\$ 1,428.49	
6.	Coffin Renner, LLP	10/7/2022		\$ 1,720.50	
7.	Alliance Consulting Group	10/31/2022		\$ 351.37	
8.	NewGen Strategies and Solutions, LLC	11/16/2022		\$ 1,198.27	
9.	Alliance Consulting Group	11/30/2022		\$ 738.78	
10.	Coffin Renner, LLP	12/2/2022		\$ 1,366.57	
11.	Coffin Renner, LLP	12/2/2022		\$ 356.24	
12.	NewGen Strategies and Solutions, LLC	12/16/2022		\$ 3,162.35	
16.	Alliance Consulting Group	12/31/2022		\$ 1,728.03	
17.	Coffin Renner, LLP	12/31/2022		\$ 5,546.99	
18.					
19.	Total (Sum Lines 1 - 18)			\$ 19,591.34	

INSTRUCTIONS SECTION III RATE BASE

UTILITY NAME: Texas Utility Operating Compan
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.

Round all cents to the nearest whole dollar. Round all percentages to two decimal places.

Fill out the schedules as listed below.

- 1** Complete Schedules III-3 through III-7 as they apply to your company. These tables will be used to fill out Schedule III-2.
- 2** Transfer resulting year end balances (See "References" column) to Schedule III-2.
- 3** Complete Schedule III-1

INSTRUCTIONS SCHEDULE III-1 RETURN

UTILITY NAME: <u>R Texas Utility Operating Company</u> SCHEDULES - CLASS B RATE/TARIFF CHANGE SCHEDULE III-1 RATE OF RETURN INSTRUCTIONS
--

Round all cents to the nearest whole dollar. Round all percentages to two decimal places.

Fill in the schedule using your financial information.

Determining an appropriate ROE percentage

As part of the cost that the utility passes on to its customers, a utility's ROE must be authorized by the PUCT. Other factors may be considered in establishing a ROE including, but not limited to company-specific business and financial risk factors. Return percentages should be calculated at a combined level and then applied to the rate-base amounts for water and sewer to produce the return dollars that the utility is requesting to include in the water and sewer costs of service.

Please see link below for examples of recent requests, testimonies, and Commission decisions.
http://www.puc.texas.gov/industry/water/reports/rates/ROR_Report.pdf

Note: If the utility is requesting a *hypothetical* capital structure for the determination of overall rate of return, enter the requested capital-structure percentages for equity and debt in lines 4 and 5 of Column C.

UTILITY NAME: CSWR Texas Utility Operating Company, LLC
SCHEDULES - CLASS B RATE/TARIFF CHANGE
III-1 REQUESTED RETURN
FOR THE TEST YEAR ENDED: 12/31/2022

RETURN ON RATE BASE:

Line No.		
1	Test year end rate base (from Schedule III-2, Line 18)	18,222,843
2	Requested ROR (Column F, Line 7 below)	9.62%
3	Return on rate base (Line 1 x Line 2)	1,753,038

To Sch. I-1, Col. F, Line 28

Rate of Return:

For col. A line 5, actual equity should equal the amount the owner has contributed to the business to finance invested capital. However, if your actual debt percentage or equity percentage is greater than 60%, then use a 50/50% claimed capital structure.

		A	B	C	D	E	F
Line No.	Description	Actual Amount	Actual Percentage	Claimed Percentage	Rate	Reference	Weighted Average Rate
			Amount from previous column divided by Line 6, Column C	Proposed Capital Structure Percentage			F = C x D
4.	Long Term Debt and Advances from associated companies from Sch. III-6, Col. F, Line 13.			45.00%	6.52%	From Sch. III-6, Col. F, Line 16	2.93400%
5.	Equity (Balance sheet plus adjustments)			55.00%	12.15%	Applicant testimony/ROE*	6.68%
6.	Total Capitalization Col. A line 4 plus Col. A line 5						
7.	Overall Rate of Return					Line 4 + Line 5	9.62%

Total Col. F, Line 7 to Line 2 above

* Please explain the applicant's requested return on Equity on Column D line 5. Include all calculations.

COMMENTS: See testimony of Dylan D'Ascendis

SCHEDULE III-2 RATE BASE SUMM

UTILITY NAME: <u>CSWR Texas Utility Operating Company, LLC</u> SCHEDULES - CLASS B RATE/TARIFF CHANGE III-2 RATE BASE SUMMARY FOR THE TEST YEAR ENDED: 12/31/2022
--

If more than one PWS or Wastewater System enter total of all the systems together here.

	A	B	C
Line No.	Description	Amount	Reference (From)
	Additions:		
1.	Utility plant (Original Cost)	15,094,142	WP III-3
2.	Construction work in progress/Post Test Year Adjustment	2,624,428	Schedule III-4(a), Column C, Line 5
3.	Materials and supplies	-	Schedule III-4(b), Column B, Line 3
4.	Prepayments	36,381	Schedule III-4(b), Column C, Line 3
5.	Working cash (capital)	347,873	Schedule III-5, Line 2, Corresponding Column for Water or Sewer
6.	Other Additions: Acquisition Adjustments	1,249,591	WP III-2
7.	TOTAL ADDITIONS (Add Lines 1 through 6)	19,352,415	
	Deductions:		
8.	Reserve for depreciation (Accumulated)	1,129,572	WP III-3
9.	Advances for construction	-	Schedule III-8(a), Column F, Line 6
10.	Developer Contributions in aid of construction	-	Schedule III-8(b), Column G, Line 6
11.	Customer Deposits		
12.	Accumulated Deferred Income Taxes (ADFIT)	-	Schedule III-9(a), Column A, Line 3
13.	Unprotected Excess ADFIT	-	Schedule III-9(b), Column A, Line 3
14.	Protected Excess ADFIT	-	Schedule III-9(c), Column A, Line 3
15.	Accumulated Deferred Investment Tax Credits	-	Schedule III-9(d), Column A, Line 3
16.	Other Deductions		Add schedule
17.	TOTAL DEDUCTIONS (Add lines 8 through 16)	1,129,572	
18.	RATE BASE (Line 7 less Line 17)	18,222,843	

UTILITY NAME: R Texas Utility Operating Company

SCHEDULES - CLASS B RATE/TARIFF CHANGE

SCHEDULE III-3 PLANT IN SERVICE INSTRUCTIONS

Round all cents to the nearest whole dollar. Round all percentages to two decimal places.

A list of all used and useful assets must be submitted for each rate/tariff change.

Provide a Schedule III-3 for each public water system or wastewater system and a summary Schedule III-3 for the applicant including all utility plant in service. If more room is needed, you may add lines or make a separate table. The PUCT will accept your own schedules as long as it has the same information as Schedule III-3.

Schedule III-3(a) (required) reconciles the utility's current plant balances to the previous case filed. The instructions are for listing only one item, and you should repeat the instructions for each item added to the table. The instructions can be used to set up your own table as long as it contains the same columns.

The information developed in this table will be used in other tables throughout the application. The instructions that follow this table will tell you where to enter the information. The utility can include plant and equipment paid for by developer contributions in the depreciation schedule, but the utility cannot include plant and equipment paid for by customer contributions. Furthermore, when calculating the return on net invested capital, developer and customer contributions must be removed. This schedule may be used to capitalize regulatory assets. A group asset depreciation study may be submitted instead of Schedule III-3, for any utility that had group asset depreciation approved in its preceding rate case. Utilities electing group asset depreciation for the first time, must provide both the group asset depreciation study and Schedule III-3 in their rate filing package.

Column [A] – NARUC Account No./Item Description

Each asset should be listed individually in order to claim straight line depreciation. The description of each individual asset listed under its NARUC account in Column A must include the following in the description and identify its location by the public water system or subdivision for water assets and the wastewater system or subdivision for sewer, as applicable:

Water NARUC Accounts

- 303 Land
- 304 Structures: material type, function of each structure.
- 305 Storage Tanks: material type, capacity in gallons.
- 306 Intake Structures: quantity of pumps, horsepower per pump, capacity per pump in gallons per minute (gpm), wet well capacity in gallons.
- 307 Wells: design or rated capacity in gallons per minute (gpm).
- 310 Power Generation: size of generator in kW.
- 311 Well/Booster Pump: horsepower and capacity in gpm.
- 320 Water Treatment Equipment: type of treatment, design capacity in gallons per day (GPD).
- 331 Transmission/Distribution: material type, size of main in inches and length in feet.
- 333 Services: material type, size in inches and length in feet.
- 334 Meters and Meter Installations
- 335 Hydrants
- 340 Office Equipment
- 341 Vehicles
- 343 Shop Tools
- 344 Lab Equipment
- 345 Power Operated Equipment
- 348 Fencing & Other Tangible Plant
- 407 Amortization Expense - Regulatory Assets

UTILITY NAME: R Texas Utility Operating Company

SCHEDULES - CLASS B RATE/TARIFF CHANGE

SCHEDULE III-3 PLANT IN SERVICE INSTRUCTIONS**Column [A] – NARUC Account No./Item Description (Continued)****Sewer NARUC Accounts**

- 353 Land
- 354 Structures: building function.
- 355 Power Generation: size of generator in kW.
- 360 Force Mains: material type, size (pipe diameter) of main in inches and length in feet.
- 361 Gravity Mains: material type, size (pipe diameter) of main in inches and length in feet.
- 362 Filtration Equipment: type.
- 363 Services to Customers
- 364 Flow Meters: size in inches.
- 370 Manholes: type and quantity
- 371 Lift Station facility: quantity of pumps, horsepower per pump, capacity per pump in gallons per minute
- 375 Transmission/Distribution Mains
- 380 Treatment facility: type of treatment, design capacity in gallons per day (GPD).
- 381 Plant Sewers
- 382 Outfall Sewer Lines
- 390 Office Equipment
- 391 Vehicles
- 393 Shop Tools
- 394 Lab Equipment
- 395 Power Operated Equipment
- 396 Communication Equipment
- 397 Misc. Equipment
- 398 Fencing & Other Tangible Plant
- 407 Amortization Expense - Regulatory Assets

Column [B] – Date of Installation (MM/DD/YYYY)

The date of installation is the date the asset was installed or constructed and operated in the provision of water or sewer service.

Column [C] – Service Life (Years)**Column [D.1] – Original Cost when installed (\$)**

This is the amount that was paid for when the asset was installed. The original cost must be supported by invoices or receipts and must match the amount that was booked in the utility's general ledger when the asset

Column [D.2] – Customer Contributions in Aid of Construction (CIAC)(\$)**Column [D] – Adjusted Original Cost Net of Customer CIAC (\$)**

This amount is calculated by subtracting the dollar amount of CIAC (Column D.2) from the asset's original cost (Column D.1)

Column [E] – Economic Life (Number of Days)

UTILITY NAME: R Texas Utility Operating Company

SCHEDULES - CLASS B RATE/TARIFF CHANGE

SCHEDULE III-3 PLANT IN SERVICE INSTRUCTIONS

Calculate the total number of days the asset has been in service since the date the asset was installed or constructed and operated in the provision of water or sewer service.

Column [F] – Annual Depreciation Expense (\$)

This amount is calculated by dividing the Original Cost when installed (Column D.1) by the asset's Service Life (Column C)

Column [G] – Accumulated Depreciation (\$)

This amount is calculated by multiplying the Annual Depreciation (Column F) by the Economic Life (Column E) and dividing the result by 365.25 days.

Column [H] – Net Book Value or Net Plant (\$)

This is the amount of the item remaining that has not been depreciated and is calculated by subtracting the Accumulated Depreciation (Column G) from the Adjusted Original Cost net of Customer CIAC (Column D).

SCHEDULE III-3 PLANT IN SERVICE

UTILITY NAME: CSWR Texas Utility Operating Company, LLC

FOR THE TEST YEAR ENDED: 12/31/2022

PWS ID or WQ Discharge Permit Number:

SCHEDULES - CLASS B RATE/TARIFF CHANGE

III-3 UTILITY PLANT - ORIGINAL COST & DEPRECIATION

(Provide a schedule for each PWS or Wastewater system)
Add schedules as needed, provide a summary also

	[A.1]		[A.2]	[B]	[C]	[D.1]	[D.2]	[D]	[E.1]	[E.2]	[F]	[G]	[H]	[I]			
Line No.	NARUC Acct. No.		Item Description	Plant Name	Date of Installation (MM/DD/YYYY)	Service Life (Yrs)	Original Cost When Installed (\$)	Customer CIAC Amount* (\$)	Adjusted Original Cost (\$)	Economic Life (Total Days In Service)	Remaining Service Life (Yrs)	Annual Depreciation (\$)	Accumulated Depreciation (Reserve) (\$)	Net Book Value (\$)	Developer Contributions in Aid of Construction (DCIAC) (\$)		
	Water	Sewer							[D]= [D.1] - [D.2]	[Test Year End Date] [Date of Installation]	[Service Life] - [Economic Life/365.25]	[F] = [D]/[C]	[G] =([F]*[E.1])/365.25	[H] = [D]-[G]			
			Examples of descriptions						See WP III-3								
			Well #1	Plant # 1													
			Well Pump 5 hp	Plant # 1													
			Booster Pump 25 hp	Plant # 1													
			Chlorination Equip	Plant # 1													
			20,000 gallon Ground Storage Tank	Plant # 1													
			5,000 gallon Pressure Tank	Plant # 1													
			3" PVC Water Lines	Plant # 1													
			3" Sch 80 PVC Pressure Main 2,552 LF	Plant # 1													
			4" Gate Valves	Plant # 1													
			Gravity Collection Lines	Plant # 1													
			Grinder Pumps	Plant # 1													
1.	303	353	Land														
1.01								\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!				
1.02								\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!				
1.03								\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!				
2.	304	354	Structures & Improvements														
2.01								\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!				
2.02								\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!				
2.03								\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!				
3.	310	355	Power Generation Equipment (Electrical/Generator)														
3.01								\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!				
3.02								\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!				
3.03								\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!				
4.	331	375	Transmission/Distribution Mains														
4.01								\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!				
4.02								\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!				
4.03								\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!				
5.	333	363	Services to Customers														
5.01								\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!				
5.02								\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!				
5.03								\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!				

SCHEDULE III-3 PLANT IN SERVICE

UTILITY NAME:

CSWR Texas Utility Operating Company, LLC

FOR THE TEST YEAR ENDED:

12/31/2022

PWS ID or WQ Discharge Permit Number:

SCHEDULES - CLASS B RATE/TARIFF CHANGE

III-3 UTILITY PLANT - ORIGINAL COST & DEPRECIATION

(Provide a schedule for each PWS or Wastewater system)
Add schedules as needed, provide a summary also

	[A.1]		[A.2]	[B]	[C]	[D.1]	[D.2]	[D]	[E.1]	[E.2]	[F]	[G]	[H]	[I]
Line No.	NARUC Acct. No.		Item Description	Plant Name	Date of Installation (MM/DD/YYYY)	Service Life (Yrs)	Original Cost When Installed (\$)	Customer CIAC Amount* (\$)	Adjusted Original Cost (\$)	Economic Life (Total Days In Service)	Remaining Service Life (Yrs)	Accumulated Depreciation (Reserve) (\$)	Net Book Value (\$)	Developer Contributions in Aid of Construction (DCIAC) (\$)
	Water	Sewer												
6.	340	390	Office Equipment											
6.01								\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!	
6.02								\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!	
6.03								\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!	
7.	341	391	Vehicles											
7.01								\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!	
7.02								\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!	
7.03								\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!	
8.	343	393	Shop Tools											
8.01								\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!	
8.02								\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!	
8.03								\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!	
9.	344	394	Lab Equipment											
9.01								\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!	
9.02								\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!	
9.03								\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!	
10.	345	395	Power Operated Equipment											
10.01								\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!	
10.02								\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!	
10.03								\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!	
11.	348	398	Fencing & Other Tangible Plant											
11.01								\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!	
11.02								\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!	
11.03								\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!	
12.	305		Storage Tanks											
12.01								\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!	
12.02								\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!	
12.03								\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!	
13	306		Intake Structures											
13.01								\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!	
13.02								\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!	

SCHEDULE III-3 PLANT IN SERVICE

UTILITY NAME: CSWR Texas Utility Operating Company, LLC

FOR THE TEST YEAR ENDED: 12/31/2022

PWS ID or WQ Discharge Permit Number:

SCHEDULES - CLASS B RATE/TARIFF CHANGE

III-3 UTILITY PLANT - ORIGINAL COST & DEPRECIATION

(Provide a schedule for each PWS or Wastewater system)
Add schedules as needed, provide a summary also

	[A.1]		[A.2]	[B]	[C]	[D.1]	[D.2]	[D]	[E.1]	[E.2]	[F]	[G]	[H]	[I]	
Line No.	NARUC Acct. No.		Item Description	Plant Name	Date of Installation (MM/DD/YYYY)	Service Life (Yrs)	Original Cost When Installed (\$)	Customer CIAC Amount* (\$)	Adjusted Original Cost (\$)	Economic Life (Total Days In Service)	Remaining Service Life (Yrs)	Annual Depreciation (\$)	Accumulated Depreciation (Reserve) (\$)	Net Book Value (\$)	Developer Contributions in Aid of Construction (DCIAC) (\$)
	Water	Sewer							[D]= [D.1] - [D.2]	[Test Year End Date] [Date of Installation]	[Service Life] - [Economic Life/365.25]	[F] = [D]/[C]	[G] =([F]*[E.1])/365.25	[H] = [D]-[G]	
13.03									\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!	
14.	307		Wells												
14.01									\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!	
14.02									\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!	
14.03									\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!	
15.	311		Well Pumps (> 5 hp)												
15.01									\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!	
15.02									\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!	
15.03									\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!	
16.	311		Well Pumps (< 5 hp)												
16.01									\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!	
16.02									\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!	
16.03									\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!	
17.	311		Booster Pumps (> 5hp)												
17.01									\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!	
17.02									\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!	
17.03									\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!	
18.	311		Booster Pumps (< 5hp)												
18.01									\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!	
18.02									\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!	
18.03									\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!	
19.	320	380	Water Treatment Equipment/ Treatment and Disposal Equipment												
19.01									\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!	
19.02									\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!	
19.03									\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!	
20.	334		Meters and Meter Installations												
20.01									\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!	
20.02									\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!	
20.03									\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!	
21.	335		Hydrants												
21.01									\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!	

SCHEDULE III-3 PLANT IN SERVICE

UTILITY NAME: CSWR Texas Utility Operating Company, LLC

FOR THE TEST YEAR ENDED: 12/31/2022

PWS ID or WQ Discharge Permit Number:

SCHEDULES - CLASS B RATE/TARIFF CHANGE

III-3 UTILITY PLANT - ORIGINAL COST & DEPRECIATION

(Provide a schedule for each PWS or Wastewater system)
Add schedules as needed, provide a summary also

	[A.1]		[A.2]	[B]	[C]	[D.1]	[D.2]	[D]	[E.1]	[E.2]	[F]	[G]	[H]	[I]	
Line No.	NARUC Acct. No.		Item Description	Plant Name	Date of Installation (MM/DD/YYYY)	Service Life (Yrs)	Original Cost When Installed (\$)	Customer CIAC Amount* (\$)	Adjusted Original Cost (\$)	Economic Life (Total Days In Service)	Remaining Service Life (Yrs)	Annual Depreciation (\$)	Accumulated Depreciation (Reserve) (\$)	Net Book Value (\$)	Developer Contributions in Aid of Construction (DCIAC) (\$)
	Water	Sewer							[D]=[D.1] - [D.2]	[Test Year End Date] [Date of Installation]	[Service Life] - [Economic Life/365.25]	[F] = [D]/[C]	[G] =([F]*[E.1])/365.25	[H] = [D]-[G]	
21.02								\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!		
21.03								\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!		
22.		360	Collection Sewers - Force												
22.01								\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!		
22.02								\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!		
22.03								\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!		
23.		361	Collection Sewers - Gravity												
23.01								\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!		
23.02								\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!		
23.03								\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!		
24.		362	Clarifier & Media												
24.01								\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!		
24.02								\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!		
24.03								\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!		
25.		364	Flow Meters												
25.01								\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!		
25.02								\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!		
25.03								\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!		
26.		370	Manholes / Receiving Wells												
26.01								\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!		
26.02								\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!		
26.03								\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!		
27.		371	Lift Station Pumps												
27.01								\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!		
27.02								\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!		
27.03								\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!		
28.		381	Plant Sewers												
28.01								\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!		
28.02								\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!		
28.03								\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!		
29.		382	Outfall Sewer Lines												

SCHEDULE III-3 PLANT IN SERVICE

UTILITY NAME: CSWR Texas Utility Operating Company, LLC

FOR THE TEST YEAR ENDED: 12/31/2022

PWS ID or WQ Discharge Permit Number: _____

SCHEDULES - CLASS B RATE/TARIFF CHANGE

III-3 UTILITY PLANT - ORIGINAL COST & DEPRECIATION

(Provide a schedule for each PWS or Wastewater system)
Add schedules as needed, provide a summary also

	[A.1]			[A.2]	[B]	[C]	[D.1]	[D.2]	[D]	[E.1]	[E.2]	[F]	[G]	[H]	[I]
Line No.	NARUC Acct. No.		Item Description	Plant Name	Date of Installation (MM/DD/YYYY)	Service Life (Yrs)	Original Cost When Installed (\$)	Customer CIAC Amount* (\$)	Adjusted Original Cost (\$)	Economic Life (Total Days In Service)	Remaining Service Life (Yrs)	Annual Depreciation (\$)	Accumulated Depreciation (Reserve) (\$)	Net Book Value (\$)	Developer Contributions in Aid of Construction (DCIAC) (\$)
	Water	Sewer													
									[D]= [D.1] - [D.2]	[Test Year End Date] [Date of Installation]	[Service Life] - [Economic Life/365.25]	[F] = [D]/[C]	[G] =([F]*[E.1])/365.25	[H] = [D]-[G]	
29.01									\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!	
29.02									\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!	
29.03									\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!	
30.		396	Communication Equipment												
30.01									\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!	
30.02									\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!	
30.03									\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!	
31.		397	Misc. Equipment												
31.01									\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!	
31.02									\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!	
31.03									\$0.00	44,926.00	-123.00	#DIV/0!	#DIV/0!	#DIV/0!	
32			Subtotal (Items 1 - 31)				0.00	0.00	0.00			#DIV/0!	#DIV/0!	#DIV/0!	0.00

*Any amount incurred by the utility’s customers will be deducted from the original cost. The adjusted original cost (Original Cost - Customer CIAC), column D, will be depreciated and the net book value will be calculated in column H. Any item whose original cost was paid for entirely by the customer(s) will equate to zero.

SCHEDULE III-3(a) UTILITY PLANT IN SERVICE - RECONCILIATION

UTILITY NAME: CSWR Texas Utility Operating Company, LLC
 SCHEDULES - CLASS B RATE/TARIFF CHANGE
III-3(a) UTILITY PLANT IN SERVICE-RECONCILIATION TO PRIOR CASE
 FOR TEST YEAR ENDED: 12/31/2022

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)		\$ -
	Test year plant retirements after previous rate case:		
12.	N/A	\$	
13.			
14.			
15.			
16.			
17.			
18.			
19.			
20.	Total retirements (add line 12 through 19, Col C)		\$ -
21.	Ending balance (line 1 + line 11 - line 20)	Equals III-3, Column D, line 32	\$ -

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

UTILITY NAME: <u>CSWR Texas Utility Operating Company, LLC</u>
SCHEDULES - CLASS B RATE/TARIFF CHANGE
III-3(b) ACCUMULATED DEPRECIATION FROM PRIOR RATE CASE
FOR THE TEST YEAR ENDED: <u>12/31/2022</u>

ACCUMULATED DEPRECIATION:

Line No.	Description	Dollar Amount
1.	Ending-Prior Rate Case (Docket No. _____)	N/A
2	Ending balance per Sch III-3, Column G, Line 32	
	Describe accounting adjustments made between the prior rate case and the current rate case:	

Must match previous rate case.

UTILITY NAME: <u>WR Texas Utility Operating Company, LI</u> SCHEDULES - CLASS B RATE/TARIFF CHANGE III-4 AVERAGE CONSTRUCTION WORK IN PROGRESS, MATERIALS & SUPPLIES INVENTORY & PREPAYMENTS FOR THE TEST YEAR ENDED: 12/31/2022

Complete if the utility maintains these accounts and if the utility wants this to be included in the rate base. If the utility does not want this included in the rate case mark "N/A" on tables.

Do not include this amount in your rate base unless the utility provides testimony meeting the requirements of PUCT Subst. Rule 24.41(c)(4).

III-4(a) AVERAGE CONSTRUCTION WORK IN PROGRESS

A	B	C
Line No.	Description	Test Year Amount
1.	Beginning balance	
2.	Test year costs added	
3.	Test year construction costs completed	
4.	Ending balance	0
5.	Average balance - test year (line 1 plus line 4, divided by 2)	2,624,428

Typically zero, to Schedule III-2, Line 2

III-4(b) MATERIALS & SUPPLIES / PREPAID EXPENSES

Include the un-expensed or capitalized portion of materials and supplies on your balance sheet. Prepayments include amounts, such as annual insurance, that the utility has prepaid, such as a discount. Prepayments must be reasonable.

A		B	C
		Materials & Supplies inventory	Prepaid Expenses
1.	Sum of 12 test year month end balances		
2.	One month prior to the test year, month end balance		
3.	13 Month Average balance (line 6 plus line 7, divided by 13)	0	36,381

To III-2, Line 3.

To III-2, Line 4.

SCHEDULE III-5 WORKING CASH

UTILITY NAME: <u>CSWR Texas Utility Operating Company, LLC</u> SCHEDULES FOR CLASS B RATE/TARIFF CHANGE III-5 WORKING CASH ALLOWANCE CALCULATIONS FOR THE TEST YEAR ENDED: <u>12/31/2022</u>
--

For Class B Utilities, one-twelfth of O&M expense (excluding amounts charged to O&M expense for materials, supplies, expenses recovered through a pass-through provision or through charges other than minimum monthly charge and gallonage charges, and prepayments) will be considered a reasonable allowance for cash working capital. For purposes of working capital calculations, O&M expense does not include depreciation, other taxes, or federal income taxes.

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 must divide its annual Operating and Maintenance (O&M) expenses (excluding all taxes and depreciation) by 12 to calculate working cash allowance. An example follows:

	Class B
1. Annual Expenses	\$70,000
2. Taxes and depreciation	(10,000)
3. Net Expenses (Line 1 - Line 2)	60,000
4. Working Cash (Line 3 / line 5)	\$5,000
5. Divisor	12

A	B	Water	Sewer
Line No	Description	Class B	
1	Annual O & M Expenses	4,611,044	
2	Working Cash (Line 1 / Line 3)	384,254	-
3	Divisor	12	12

From Sch I-1, line 21, column F

To Sch III-2, line 5

INSTRUCTIONS SCHEDULE III-6 DEBT

UTILITY NAME: R Texas Utility Operating Company
SCHEDULES - CLASS B RATE/TARIFF CHANGE

SCHEDULE III-6 NOTES PAYABLE (LONG TERM DEBT) & EQUITY INFORMATION INSTRUCTIONS

Enter the water and sewer combined debt and equity information in both water and sewer tables. The calculated rate of return should be the same for water and sewer, and should be based on combined water and sewer information. The utility's debt and equity for return purposes relate to water and sewer system assets only and should not include short term debt unless it is used to finance system assets. Do not include personal debt.

Where a utility is part of an affiliated interest or organization, the commission may consider and apply a hypothetical capital structure for the utility.

For each loan enter the following information:

1. **Description**
2. **Date of Issuance**
3. **Maturity Date**
4. **Interest Rate** - Effective interest rate should be used for issues supported by letters of credit.
5. **Principal Amount at Issuance**
6. **Premium or (Discount) at Issuance**
7. **Underwriting Fees and Issuance Expenses**
8. **Gain or (Loss) on Reacquired Debt at Issuance**
9. **Net Proceeds** (Line 5+Line 6-Line 7 - Line 8)
Adjusted Net Proceeds at Issuance - Net proceeds at issuance + amortized debt, discount, expenses,
10. premiums and unamortized losses
11. **Adjusted Net Proceeds as a Percent of Par Value** (Line 10/Line 5)
12. **Principal Currently Outstanding** (Including current maturities)
13. **Adjusted Net Proceeds** (Line 11) x (Line 12)
Issue as a Percent of Total Net Proceeds - Each issue should be weighted by adjusted net proceeds to
14. derive the weighted cost of debt.
Cost of Debt - this will equal the stated interest rate only if there were no issuance expenses or
15. underwriting costs, discounts or premiums, or gains or losses on reacquired debt.
16. **Weighted Cost of Long-Term Debt**

If the applicant has a parent or affiliate from which corporate debt or equity is allocated, provide a schedule that clearly presents corporate debt issuances and debt costs for the affiliate and the applicant. All methodologies, assumptions, and calculations used to allocate the debt to the Texas utility should be transparently disclosed. Fill out Schedule II-7 for the affiliate transactions.

UTILITY NAME:	CSWR Texas Utility Operating Company, LLC
SCHEDULES - CLASS B RATE/TARIFF CHANGE	
III-6 LONG TERM DEBT/ NOTES PAYABLE – WATER AND SEWER	
FOR THE YEAR ENDED:	12/31/2022

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.

Line No.		A	B	C	D	E	F
	Name of Bank/Lender						Totals
		See direct testimony of Dylan D'Ascendis					
1	Description						
2	Date of Issue						
3	Maturity Date						
4	Interest Rate						
5	Principal Amount at Issuance						
6	Premium (Discount) at Issuance						
7	Underwriting Fees and Issuance Expenses						
8	Gain (Loss) on Reacquired Debt at Issuance						
9	Net Proceeds (Line 5+Line 6-Line 7 - Line 8)	0	0	0	0	0	
10	Adjusted Net Proceeds at Issuance						
11	Adjusted Net Proceeds as a Percent of Par Value (Line 10/Line 5)	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	
12	Principal Amount Currently Outstanding						
13	Adjusted Net Proceeds (Line 11) X (Line 12)	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!
14	Issue as a Percent of Total Net Proceeds (Line 13/Column F Line 13)	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	
15	Cost of Debt (Line 4/Line 11)	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	
16	Weighted Cost of Long-Term Debt (Line 14 x Line 15)	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!	#DIV/0!

Column F, Line 13
To Sch. III-1,
Column A, Line 4

Column F, Line 16
To Sch. III-1,
Column D, Line 4

Sum of Column A
through Column E

List short term debt, if any:

UTILITY NAME: <u>CSWR Texas Utility Operating Company, LLC</u> SCHEDULES - CLASS B RATE/TARIFF CHANGE III-7 AFFILIATE RECEIVABLES AND PAYABLES FOR TEST YEAR ENDED: <u>12/31/2022</u>

III-7(a) - AFFILIATE RECEIVABLES

Line No.	Affiliate	Amount Outstanding	Reason for Receivable
1.	None		
2.			
3.			
4.			
5.			
6.			
7.			

III-7(b) - AFFILIATE PAYABLES

Line No.	Affiliate	Amount Outstanding	Reason for Payable
1.	None		
2.			
3.			
4.			
5.			
6.			
7.			