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**SOAH DOCKET NO. 473-24-04314
PUC DOCKET NO. 54940**

**APPLICATION OF INTEGRA WATER § BEFORE THE STATE OFFICE
TEXAS, LLC FOR AUTHORITY TO § OF
CHANGE RATES § ADMINISTRATIVE HEARINGS**

STIPULATION AND SETTLEMENT AGREEMENT

This Stipulation and Settlement Agreement (Agreement) is entered into by Integra Water Texas, LLC (Integra), the Office of the Public Utility Counsel (OPUC), and the Staff (Staff) of the Public Utility Commission of Texas (Commission) (collectively, Signatories) and submitted to the Commission as a just and reasonable disposition of all issues in this docket consistent with the public interest. The two remaining intervenors in this docket, Ms. Keila Cruz and Ms. Emma Delao, were absent at the prehearing conference and, although included in settlement correspondence, have not participated in settlement discussions.¹ The Signatories respectfully show as follows:

I. BACKGROUND

On May 1, 2023, Integra filed an application for authority to change rates under sewer Certificate of Convenience and Necessity (CCN) number 21126 in Bastrop County, Texas.² On November 1, 2023, the Commission referred this docket to the State Office of Administrative Hearings (SOAH), and the SOAH administrative law judge (ALJ) convened a prehearing conference on December 5, 2023.³ The two remaining intervening parties in this docket, other than the Signatories, did not appear at the prehearing conference.⁴ The Signatories, despite their best efforts, have not made contact with the two remaining parties throughout the proceeding—Ms. Cruz’s provided email address is invalid, and Ms. Delao did not engage when contacted via telephone or email.⁵

¹ Prehearing Conference Tr. at 3:24-4:12 (ALJ Siano) (Dec. 5, 2023); *see also* Agreed Motion to Abate the Procedural Schedule at 1 (Jan. 11, 2024) (Agreed Motion).

² Application of Integra Water Texas, LLC for Authority to Change Rates (May 1, 2023).

³ Order of Referral (Nov. 1, 2023); Prehearing Conference Tr. (Dec. 5, 2023).

⁴ Prehearing Conference Tr. at 3:24-4:12 (ALJ Siano) (Dec. 5, 2023).

⁵ *See id.*

On January 11, 2024, the Signatories reported they were close to reaching a settlement and requested the ALJ to abate the procedural schedule.⁶ The ALJ granted the Signatories' request, and the Signatories reached the Agreement below. The Signatories believe that a resolution in this docket under the terms stated below is reasonable and in the public interest. The Signatories jointly request approval of this and entry of the Joint Proposed Order, including findings of fact and conclusions of law, attached hereto as **Exhibit A**. The Signatories further request approval of Integra's Unopposed Motion for Interim Rates filed simultaneously with this Agreement.⁷ By this Agreement, the Signatories resolve all issues related to Integra's Application as follows:

II. STIPULATION AND AGREEMENT

1. **Agreements as to Rate/Tariff Changes.**

- a. **Retail Sewer Rates.** The Signatories agree that Integra should be allowed to implement the retail sewer rates, terms, and conditions contained in the tariff included as **Exhibit B** to this Agreement. The Signatories agree that the rates are just and reasonable and are consistent with the public interest.
- b. **Revenue Requirement and Rate Base.** The Signatories agree that Integra's total annual revenue requirement for sewer CCN number 21126 is \$223,376. The Signatories agree that approval of sewer invested capital (Rate Base) of \$202,197, as of December 31, 2022, included as **Exhibit C** to this Agreement, is reasonable and in the public interest. The Signatories agree that facilities used and useful in providing utility service as of December 31, 2022—as set out in **Exhibit D** to this Agreement—will be binding in future rate cases for the purposes of determining Integra's total Rate Base as of December 31, 2022.
- c. **Rate of Return and Capital Structure.** The Signatories agree for Integra to have a ratio of 50% debt to 50% equity for Integra's capital structure, and for Integra to have a 4.60% cost of debt and an 8.50% return on equity. These ratios and percentages result in an overall Rate of Return of 6.55%.

⁶ Agreed Motion at 1.

⁷ Joint Motion for Interim Rates (Mar. 6, 2024).

- d. **Rate Design.** Integra agrees to use Integra's current customer count, as of January 8, 2024, of 258 for its sewer rate design. Integra agrees to maintain the current ratio of revenue recovery between the fixed and variable costs in the sewer rate design.
 - e. **Legal Expenses Surcharge.** The Signatories agree that Integra will recover \$18,054 of legal expenses related to corporate functions and PUC Docket Nos. 51683, 55787 through a \$2.92 monthly surcharge collected from 258 wastewater customers surcharge over two years.
 - f. **Rate-Case Expenses.** Integra will not recover any rate-case expenses incurred in connection with this docket in this proceeding and will not seek to recover any rate-case expenses incurred in connection with this docket in a future proceeding.
 - g. **Affiliate Expenses.** Integra made payments to Integra Water, LLC during the test year that the Signatories agree were reasonable and necessary, in accordance with Texas Water Code § 13.185(e). Any costs charged to Integra by Integra Water, LLC affecting the cost of service are no higher than prices charged by Integra Water, LLC to its other affiliates or unaffiliated entities for the same item or items.
 - h. **Interim Rates.** The Signatories agree to support interim rates, equal to the rates contained in the tariff included as **Exhibit B** to this Agreement, on an interim basis effective for usage prior to the date of the Commission's final order setting rates in this docket. Interim rates will be subject to refund upon a final rate determination.
 - i. **Effective Date.** The Signatories agree that the rates shown in **Exhibit B** to the Agreement will be effective on and after the date of a Commission final order setting rates in this docket.
2. **Proposed Order.** The Signatories jointly propose a final order in the form attached as **Exhibit A**. The Signatories submit the stipulated and agreed-upon findings of fact and conclusions of law in the proposed order for inclusion in a final order, in this case, approving the terms of this Agreement.

III. IMPLEMENTATION OF AGREEMENT

1. **Obligation to Support this Agreement.** The Signatories agree to support this Agreement and will take reasonable steps to support the expeditious entry of orders fully consistent with this Agreement. This provision shall not preclude any party from taking action that

is mandatory and nondiscretionary pursuant to a law enacted after the date this Agreement is filed with the Commission.

2. **Effect of Agreement.**

- a. The Agreement does not adopt any particular methodology underlying the settlement rates or rate design reflected in the Agreement.
- b. The failure to litigate any specific issue in this docket does not waive any Signatory's rights to contest that issue in any other current or future proceeding. The failure to litigate an issue cannot be asserted as a defense or estoppel, or any similar argument, by or against any Signatory in any other proceeding.
- c. The terms of this Agreement may not be used either as an admission or concession of any sort or as evidence in any proceeding except to enforce the terms of this Agreement. Oral or written statements made during the course of the settlement negotiations may not be used for any purposes other than as necessary to support the entry by the Commission of an order implementing this Agreement. All oral or written statements made during the course of settlement negotiations are governed by Tex. R. Evid. 408.
- d. The Signatories arrived at this Agreement through extensive negotiation and compromise. This reflects a compromise, settlement, and accommodation among the Signatories, and the Signatories agree that this Agreement is in the public interest. All actions by the Signatories contemplated or required by this Agreement are conditioned upon entry by the Commission of a final order fully consistent with this Agreement. If the Commission does not accept this Agreement as presented or enters an order inconsistent with any term of this Agreement, any Signatory shall be released from all commitments and obligations stated in this Agreement and shall have the right to seek a hearing on all issues, present evidence, and advance any positions it desires, as if it had not been a Signatory.
- e. This Agreement is binding on each of the Signatories only for the purpose of settling the issues as set forth herein and for no other purposes. It is acknowledged that a Signatory's support for the matters contained in this Agreement may differ from the position taken or testimony presented by it in this proceeding or other proceedings. To the extent that there is a difference, a Signatory does not waive its

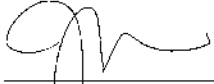
position in any other proceedings. Because this is a stipulated resolution, no Signatory is under any obligation to take the same positions as set out in this Agreement in other proceedings, whether those proceedings present the same or a different set of circumstances, except as may otherwise be explicitly provided in this Agreement.

- f. There are no third-party beneficiaries of this Agreement. Although this Agreement represents a settlement among the Signatories with respect to the issues presented in this docket, this Agreement is merely a settlement proposal submitted to the Commission, which has the authority to enter an order resolving these issues.
- g. This Agreement supersedes any prior written or oral agreement in this docket regarding the subject matter of this Agreement.
- h. The final resolution of this docket does not impose any conditions, obligations, or limitations on Integra's right to file a future rate application and obtain rate relief in accordance with the Texas Water Code.
- i. Except to the extent that this Agreement expressly governs a Signatory's rights and obligations for future periods, this Agreement shall not be binding or precedential upon a Signatory outside this docket, and Signatories retain their rights to pursue relief to which they may be entitled in other proceedings.

3. **Execution.** The Signatories agree that this Agreement may be executed in multiple counterparts and filed with facsimile or computer-image signatures.

Executed as shown below:

Integra Water Texas, LLC

By: 

Jamie L. Mauldin

Date: March 7, 2024

Staff the Public Utility Commission of Texas

By: /Kelsey Daugherty/ (with permission)
Kelsey Daugherty

Date: March 7, 2024

Office of the Public Utility Counsel

By: *Justin Swearingen* (with permission)
Justin Swearingen

Date: March 7, 2024

EXHIBIT A

**SOAH DOCKET NO. 473-24-04314
PUC DOCKET NO. 54940**

APPLICATION OF INTEGRA	§	BEFORE THE STATE OFFICE
WATER TEXAS, LLC FOR	§	OF
AUTHORITY TO CHANGE RATES	§	ADMINISTRATIVE HEARINGS

JOINT PROPOSED ORDER

This Order addresses the application of Integra Water Texas, LLC (Integra) for authority to change its sewer rates and tariff under sewer certificate of convenience and necessity (CCN) number 21126 in Bastrop County. Integra, Public Utility Commission of Texas (Commission) Staff, and the Office of Public Utility Counsel (OPUC) (collectively, the Parties) filed a Stipulation and Settlement Agreement (Agreement) resolving all issues in this docket. The Commission approves the agreed rates and associated tariff to the extent provided in this Order.

I. FINDINGS OF FACT

Applicant

1. Integra is a Texas corporation registered with the Texas Secretary of State under filing number 803313794.
2. Integra is a class D wastewater utility that provides retail sewer service to customers under sewer CCN number 21126 in Bastrop County.
3. Integra serves 258 customer connections under sewer CCN number 21126 as of December 31, 2023.
4. Integra owns and operates a public sewer system in Bastrop County licensed by the Texas Commission on Environmental Quality under Texas Pollutant Discharge Elimination System (TPDES) permit number WQ-0015804001.
5. Integra is a subsidiary of Integra Water, LLC.

Existing Rates

6. Integra's rates have not changed since February 2, 2022.
7. Integra's existing rate for all meters is a flat rate of \$49.50 per month.

Application

8. On May 1, 2023, Integra filed a class D application for authority to increase sewer rates and revise the associated tariff for its service area in Bastrop County.
9. On June 20, 2023, Integra filed a supplement to the application.
10. The application is based on an historic test year that ended on December 31, 2022.

11. In its application, as supplemented, Integra requested a revenue requirement of \$321,236, which represents a 64.50% increase.
12. In the application, Integra requested to change its monthly flat rate but does not seek changes to its miscellaneous fixed fees.
13. In Order No. 5, filed on July 12, 2023, the Commission administrative law judge (ALJ) found the supplemented application administratively complete.

Notice

14. On May 1, 2023, Integra filed the affidavit of John McDonald, Manager of Integra, attesting that notice of the proposed rate change was mailed to all customers, each affected municipality, and OPUC via United States mail on or about May 1, 2023.
15. In Order No. 5, filed on July 12, 2023, the Commission ALJ found Integra's notice sufficient and suspended the proposed effective date.

Interventions and Protests

16. Less than 10% of the ratepayers affected by the proposed rate increase filed protests in this docket.
17. In Order No. 2, filed on May 18, 2023, the Commission ALJ granted intervenor status to OPUC.
18. In Order No. 4, filed on June 22, 2023, the Commission ALJ granted intervenor status to Ms. Keila Cruz and Ms. Emma Delao.

Referral to SOAH for Hearing

19. On November 1, 2023, the Commission referred this proceeding to the State Office of Administrative Hearings (SOAH).
20. On November 3, 2023, the Commission filed a preliminary order.
21. In SOAH Order No. 1, filed on November 8, 2023, the SOAH ALJ directed Integra to provide notice of the prehearing conference scheduled for December 5, 2023, to each affected municipality and county and to each ratepayer at least 20 days before the prehearing conference.
22. On November 21, 2023, Integra filed the affidavit of Mr. John McDonald, attesting to the provision of notice of the prehearing conference to each customer or affected party on or about November 15, 2023.

23. In SOAH Order No. 2, filed on December 11, 2023, the SOAH ALJ memorialized the prehearing conference, established a hearing date of May 28, 2023, and established an effective date of November 1, 2023, for the requested rates' effective date.
24. In SOAH Order No. 3, filed on December 20, 2023, the SOAH ALJ clarified SOAH Order No. 2 and established November 1, 2024, as the effective date.

Abatement and Agreement

25. On January 11, 2024, the Parties filed an Agreed Motion to Abate the Procedural Schedule to finalize settlement and resolve all issues in the proceeding.
26. On January 31, 2024, the Parties filed a Joint Status Report requesting additional time to finalize settlement.
27. On February 9, 2024, the Parties filed a Joint Status Report reporting a settlement in principle that resolves all issues in the proceeding.
28. On March 7, 2024, the Parties filed the Agreement with exhibits, including a proposed order and a joint motion to remand the proceeding to the Commission.
29. In SOAH Order No. __, filed on _____, 2024, the SOAH ALJ dismissed this case from the SOAH docket and remanded the case to the Commission.

Testimony

30. On March __, 2024, Commission Staff filed the memorandum of Joseph Cooper and Jennifer Mayfield in support of the Agreement.
31. On March 7, 2024, Integra filed the testimony of Chris Ekrut in support of the Agreement.

Evidentiary Record

32. In SOAH Order No. __, filed on _____, 2024, the SOAH ALJ admitted the following evidence into the record:
 - a. Application of Integra Water Texas, LLC for Authority to Change Rates filed on May 1, 2023;
 - b. Integra's Response to Order No. 3 and Supplement to Application, with confidential attachment, filed on June 20, 2023;
 - c. Commission Staff's Supplemental Recommendation on Administrative Completeness and Notice, Motion to Suspend Proposed Rates, and Proposed Procedural Schedule filed on July 11, 2023;

- d. Integra’s Response to Commission Staff’s First Request for Information filed on September 14, 2023;
- e. Integra’s Response to Commission Staff’s Second Request for Information filed on October 3, 2023;
- f. Integra’s Response to Commission Staff’s Third Request for Information filed on October 30, 2023;
- g. Integra’s Response to OPUC’s First RFI filed on November 21, 2023;
- h. Executed Affidavit regarding Prehearing Conference filed on November 21, 2023;
- i. Confidential Attachment OPUC 1-2 Confidential Attachment OPUC 1-3 filed on November 21, 2023;
- j. Integra’s Supplemental Response to OPUC’s RFI 1-4 filed on December 20, 2023;
- k. Integra’s Response to OPUC’s Second RFI with Attachment OPUC 2-5 filed on December 20, 2023;
- l. Integra’s Response to Commission Staff’s Fourth RFI, including confidential attachment 4-1 filed on December 21, 2023;
- m. Integra’s Supplemental Response to Staff’s Fourth RFI, including confidential attachments, filed on December 28, 2023;
- n. Integra’s Response to OPUC’s Third RFI filed on January 8, 2024;
- o. Stipulation and Settlement Agreement, including Exhibits A through D, filed on March 7, 2024;
- p. Memorandum from Joseph Cooper and Jennifer Mayfield in Support of Stipulation and Settlement Agreement filed on March __, 2024; and
- q. Testimony of Chris Ekrut in Support of Stipulation and Settlement Agreement filed on March 7, 2024.

Revenue Requirement, Rates, Rate of Return and Capital Structure, and Tariff Provisions

- 33. In its application, Integra requested an overall increase of \$207,188.08 over its adjusted test-year revenue for sewer service.
- 34. In its application, Integra requested an annual revenue requirement of \$321,236, consisting of the following:

Description	Revenue Requirement
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Operating Expenses	\$267,983
Depreciation	\$37,207
Taxes Other than Income Tax	\$3,459
Federal Income Tax	\$1,943
Return on Rate base	\$11,267
Other Revenues	(\$622)
Total Revenue Requirement	\$321,236

35. In its application, Integra requested a total original cost of plant in service of \$1,616,109, accumulated depreciation of \$46,451, and net plant in service of \$1,569,658.
36. The Parties agreed to capitalize certain operations and maintenance expenses as specified in Exhibit D, which increased the total original plant in service by \$81,992.
37. The Parties agreed to an accumulated depreciation balance of \$78,252 producing a total net plant of \$1,619,849 and total Invested Capital (Rate Base) of \$202,197.
38. Integra requested an overall rate of return of 6.55%.
39. The Parties agreed that Integra will have a ratio of 50% debt to 50% equity for Integra's capital structure, and for Integra to have a 4.60% cost of debt and an 8.50% return on equity. These ratios and percentages result in an overall Rate of Return of 6.55%.
40. A 6.55% rate of return will allow Integra a reasonable opportunity to earn a reasonable return on its invested capital used and useful in rendering service to the public over and above its reasonable and necessary operating expenses.
41. The Parties agreed that Integra's actual total revenue requirement is \$223,376.
42. The Agreement's treatment of Integra's rate base, capital structure, and rate of return is reasonable.
43. The Parties agreed that Integra is authorized to charge the rates shown in the tariff included as Exhibit B to the Agreement.
44. In its proposed notice to ratepayers filed on May 1, 2023, Integra requested a retail sewer flat rate of \$89.23.
45. The rates requested in Integra's application are designed to recover its requested revenue requirement.

46. In the proposed tariff attached as Attachment B, parties agreed to the retail sewer flat rate of \$72.15.
47. The agreed flat rate is just and reasonable.
48. The Parties agreed for the rates shown in Exhibit B to the Agreement to be effective for usage on and after the date of this Order.
49. The agreed revenue requirement is appropriate.

Tariff

50. The Parties agreed on the tariff provisions set forth in Exhibit B to the Agreement.
51. The terms and conditions of the agreed tariff are just and reasonable.
52. The Parties agreed for the rates shown in Exhibit B to the Agreement to be effective for usage on and after the date of this Order.

Affiliate Expenses

53. During the test year, Integra made payments to Integra Water, LLC, Integra's parent company, for support services including accounting and financial services, operations services, and customer service.
54. Costs charged to Integra by Integra Water, LLC are allocated to Integra at cost without any associated margin or mark-up.
55. Direct costs are assigned to Integra at cost.
56. Indirect costs are allocated to Integra using a residential equivalent unit method calculated by using year-end customer totals for each of Integra's subsidiaries or affiliated companies for the year immediately preceding the test year.
57. In the Agreement, the Parties agreed that payments from Integra to Integra Water, LLC were reasonable and necessary, in accordance with Texas Water Code (TWC) § 13.185(e).
58. To the extent that costs charged to Integra by Integra Water, LLC are included in the rates requested by Integra, the prices charged by Integra Water, LLC are no higher than prices charged by Integra Water, LLC to its other affiliates or unaffiliated entities for the same item or items.

Rate Base

59. The Parties agreed that the components of Integra's invested capital in rate base as of December 31, 2023, as set forth in Exhibit C to the Agreement, are reasonable and necessary.

60. The Parties agreed that Integra's net rate base, excluding developer contributed capital, is \$202,197 as of December 31, 2022.

61. The agreed net rate base is appropriate.

Legal Expense Surcharge

62. The Parties agreed that Integra will recover \$18,054 of legal fees unrelated to this docket through a legal expense surcharge in the amount of \$2.92.

63. It is appropriate for Integra to recover \$18,054 of legal fees unrelated to this docket through a legal case expense surcharge.

Rate Case Expenses

64. The Parties agreed that Integra will not recover any rate-case expenses incurred in connection with this docket.

65. The Parties agreed that in a future proceeding, Integra may not seek to recover any rate-case expenses incurred in connection with this docket.

66. It is appropriate for Integra not to recover any rate-case expenses incurred in connection with this docket.

Interim Rates and Effective Date

67. In its application, Integra requested June 19, 2023, as the requested rates' effective date.

68. In Order No. 5, filed on July 12, 2023, the ALJ suspended the effective date of the proposed rates through the pendency of this proceeding or until an interim rate is requested and approved.

69. In SOAH Order No. 2, filed on December 11, 2023, the SOAH ALJ established November 1, 2023, as the requested rates' effective date.

70. In SOAH Order No. 3, filed on December 20, 2023, the SOAH ALJ clarified SOAH Order No. 2 and established November 1, 2024, for the effective date.

71. On March 7, 2024, Integra filed its joint motion for interim rates requesting March 15, 2024, as the interim rates' effective date.

72. In SOAH Order No. 6, filed on _____, 2024, the SOAH ALJ approved the agreed interim rates and established March 15, 2024, as the interim rates' effective date.

73. The Parties agreed that the rates shown in Exhibit B to the Agreement will be effective on and after the date of this Order.

Informal Disposition

74. More than 15 days have passed since completion of notice provided in this docket.
75. Integra, OPUC, and Commission Staff are the only active parties to this proceeding.
76. The only two other parties to the proceeding, Ms. Keila Cruz and Ms. Emma Delao, were notified of the prehearing conference but did not participate.
77. Ms. Keila Cruz and Ms. Emma Delao were included in settlement correspondence but did not engage.
78. No hearing is necessary.
79. All participating parties to this proceeding are signatories to the Agreement.
80. The decision is not adverse to any party in this proceeding.

II. CONCLUSIONS OF LAW

The Commission makes the following conclusions of law.

1. The Commission has authority over Integra's application to change rates under TWC §§ 13.041, 13.181, 13.1871, and 13.1872(c)(2).
2. Integra is a utility, public utility, and sewer utility as defined in TWC § 13.002(23) and 16 Texas Administrative Code (TAC) § 24.3(38).
3. Integra is a retail public utility defined by TWC § 13.002(19) and 16 TAC § 24.3(31).
4. Integra is a class D utility as defined by TWC § 13.002(4-d) and 16 TAC § 24.3(8).
5. Integra gave notice of the application in accordance with the requirements of TWC § 13.1871 and 16 TAC § 24.27(d)(1).
6. Under TWC § 13.184(c) and 16 TAC § 24.12, Integra met its burden of proof to establish that the rates approved by this Order are just and reasonable.
7. The Commission processed this docket in accordance with the requirements of the TWC, Texas Administrative Procedure Act,¹ and Commission Rules.
8. The rates approved by this Order are just and reasonable as required by TWC § 13.182(a).
9. The rates approved by this Order are not unreasonably preferential, prejudicial, or discriminatory, and are sufficient, equitable, and consistent in application to each class of customers as required by TWC § 13.182(b).
10. Integra's operating expenses are reasonable and necessary under 16 TAC § 24.41(b).
11. As required by TWC § 13.183(a), the rates approved by this Order will preserve the financial integrity of Integra and will permit Integra a reasonable opportunity to earn a

¹ Administrative Procedure Act, Tex. Gov't Code §§ 2001.001-.902.

reasonable return on its invested capital used and useful in providing service to the public over and above its reasonable and necessary operating expenses.

12. An overall rate of return of 6.55% will not yield Integra more than a fair return on the invested capital used and useful in rendering service to the public in accordance with TWC § 13.184(a) and 16 TAC § 24.41(c)(1).
13. The affiliate costs included in the rates approved by this Order comply with the requirements of TWC § 13.185(e) and 16 TAC § 24.41(b).
14. As required by TWC § 13.185(h), the rates approved by this Order do not include legislative advocacy expenses, the costs of processing a refund or credit, or any expenditure that is unreasonable, unnecessary, or not in the public interest.
15. In accordance with TWC § 13.185 and 16 TAC § 24.41(c)(2)(B), the rates approved by this Order are based on original cost, less depreciation, of property used and useful in Integra's provision of service.
16. The rates approved by this Order comply with 16 TAC § 24.43(b)(1) regarding conservation.
17. The requirements for informal disposition in 16 TAC § 22.35 have been met in this proceeding.

III. ORDERING PARAGRAPHS

In accordance with the Findings of Fact and Conclusions of Law, the Commission issues the following orders:

1. The Commission approves the rates, terms, and conditions of the agreement to the extent provided in this Order.
2. The Commission approves Integra's tariff attached to the Agreement as Exhibit B, effective the date that this Order is signed.
3. The Commission authorizes Integra to collect legal fees unrelated to this docket in the amount of \$18,054 through a surcharge of \$2.92 per month after the date this Order is signed.
4. Integra must not recover any rate-case expenses incurred in connection with this docket in this proceeding.
5. Integra must not seek to recover any additional rate-case expenses incurred in connection with this application in a future proceeding.

6. Integra must comply with its commitments set forth in the Agreement and incorporated in this Order.
7. Entry of this Order does not indicate the Commission's endorsement or approval of any principle or methodology that may underlie the Agreement and shall not be regarded as precedential as to the appropriateness of any principle or methodology underlying the Agreement.
8. Within ten days of this Order, Commission Staff must file a clean copy of Integra's tariff with Central Records to be marked *Approved* and kept in the Commission's tariff book.
9. The Commission denies all other motions and any other requests for general or specific relief, if not expressly granted in this Order.

SIGNED AT AUSTIN, TEXAS the ____ day of _____, 2024.

PUBLIC UTILITY COMMISSION OF TEXAS,

THOMAS GLEESON, CHAIRMAN

KATHLEEN JACKSON, COMMISSIONER

JIMMY GLOFELTY, COMMISSIONER

LORI COBOS, COMMISSIONER

EXHIBIT B



**SEWER UTILITY TARIFF
Docket Number 54940**

Integra Water Texas LLC
(Utility Name)

3212 6th Ave. South, Suite 200
(Business Address)

Birmingham, AL 35222
(City, State, Zip Code)

(205)719-7795
(Area Code/Telephone)

This tariff is effective for utility operations under the following Certificate of Convenience and Necessity:

21126

This tariff is effective in the following county(ies):

Bastrop

This tariff is effective in the following cities or unincorporated towns (if any):

n/a

This tariff is effective in the following subdivisions or systems:

Los Milagros, Permit Number WQ-0015804001

The rates set or approved by the city for the systems entirely within its corporate boundary are not presented in this tariff. Those rates are not under the original jurisdiction of the PUC and will have to be obtained from the city or utility.

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The above utility lists the following sections of its tariff (if additional pages are needed for a section, all pages should be numbered consecutively):

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SECTION 3.0 -- EXTENSION POLICY	9

APPENDIX A -- SAMPLE SERVICE AGREEMENT
APPENDIX B -- APPLICATION FOR SERVICE

SECTION 1.0 -- RATE SCHEDULE

Section 1.01 - Rates

<u>Meter Size</u>	<u>Monthly Minimum Charge</u>
All meters	\$72.15 Flat Rate

Volume charges are determined based on average consumption for winter period, which includes the following months: N/A.

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

Cash , Check X, Money Order X, Credit Card X, Other (specify) Online Payment or Automatic Bank Draft

THE UTILITY MAY REQUIRE EXACT CHANGE FOR PAYMENTS AND MAY REFUSE TO ACCEPT PAYMENTS MADE USING MORE THAN \$1.00 IN SMALL COINS. A WRITTEN RECEIPT WILL BE GIVEN FOR CASH PAYMENTS. AT THE CUSTOMER'S OPTION, ANY BILLING TRANSACTION OR COMMUNICATION MAY BE PERFORMED ON THE INTERNET. THIS INCLUDES THE UTILITY SENDING PAPERLESS BILLS BY EMAIL.

UNAFFILIATED THIRD PARTIES WHO ACCEPT AND PROCESS CREDIT CARD, AND ELECTRONIC PAYMENTS FOR UTILITY BILLS MAY REQUIRE PAYMENT OF AN ADDITIONAL CONVENIENCE CHARGE FOR THIS SERVICE.

REGULATORY ASSESSMENT 1.0%
PUBLIC UTILITY COMMISSION (PUC) RULES REQUIRE THE UTILITY TO COLLECT A FEE OF ONE PERCENT OF THE RETAIL MONTHLY BILL AND TO REMIT FEE TO THE TEXAS COMMISSION ON ENVIRONMENTAL QUALITY (TCEQ).

TAP FEE \$865.00
TAP FEE IS BASED ON THE AVERAGE OF THE UTILITY'S ACTUAL COST FOR MATERIALS AND LABOR FOR STANDARD RESIDENTIAL CONNECTION OF 5/8" METER PLUS UNIQUE COSTS AS PERMITTED BY PUC RULE AT COST.

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

TAP FEE (Large Connection Tap) Actual Cost
TAP FEE IS BASED ON THE UTILITY'S ACTUAL COST FOR MATERIALS AND LABOR FOR METERS LARGER THAN STANDARD 5/8" METERS.

SECTION 1.0 -- RATE SCHEDULE (Continued)

Section 1.02 – Miscellaneous Fees

RECONNECTION FEE

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

- a) Non-payment of bill (Maximum \$25.00) \$25.00
- b) Customer's request that service be disconnected \$100.00
or other reasons listed under Section 2.0 of this tariff
- c) After hours reconnection \$100.00

TRANSFER FEE N/A

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

LATE CHARGE (Either \$5.00 or 10% of the bill) \$5.00

COMMISSION RULES ALLOW A ONE-TIME PENALTY TO BE CHARGED ON DELINQUENT BILLS. A LATE CHARGE MAY NOT BE APPLIED TO ANY BALANCE TO WHICH THE PENALTY WAS APPLIED IN A PREVIOUS BILLING.

RETURNED CHECK CHARGE \$23.50

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

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

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

GOVERNMENTAL TESTING, INSPECTION AND COSTS SURCHARGE CLAUSE:

WHEN AUTHORIZED IN WRITING BY THE COMMISSION AND AFTER NOTICE TO CUSTOMERS, THE UTILITY MAY INCREASE RATES TO RECOVER INCREASED COSTS FOR INSPECTION FEES AND WATER TESTING. [16 TAC § 24.25(b)(2)(G)]

LINE EXTENSION AND CONSTRUCTION CHARGES:

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

SURCHARGE FOR LEGAL EXPENSES

To be collected from all customers subject to Commission Docket No. 54940. It will be collected through a monthly surcharge of \$2.92 per wastewater connection. The monthly surcharge shall cease when \$18,054 has been recovered in total from Integra's wastewater customers.

SECTION 2.0 - SERVICE RULES AND REGULATIONS

The Utility will have the most current Public Utility Commission of Texas (PUCT or Commission) Rules, Chapter 24, available at its office for reference purposes. The Rules and this tariff shall be available for public inspection and reproduction at a reasonable cost. The latest Rules or Commission approved changes to the Rules supersede any rules or requirements in this tariff.

Section 2.01 - Application for Sewer Service

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

Section 2.02 – Refusal of Service

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

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

(A) Customer Deposits

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

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

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

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

SECTION 2.0 - SERVICE RULES AND REGULATIONS (Continued)

(B) Tap or Reconnect Fees

A new customer requesting service at a location where service has not previously been provided must pay a tap fee as provided in Section 1. A customer requesting service where service has previously been provided must pay a reconnect fee as provided in Section 1. Any applicant or existing customer required to pay for any costs not specifically set forth in the rate schedule pages of this tariff shall be given a written explanation of such costs prior to request for payment and/or commencement of construction. If the applicant or existing customer does not believe that these costs are reasonable or necessary, the applicant or existing customer shall be informed of their right to appeal such costs to the commission or such other regulatory authority having jurisdiction over the utility's rates in that portion of the utility's service area in which the applicant's or existing customer's property (ies) is located.

Fees in addition to the regular tap fee may be charged to cover unique costs not normally incurred as permitted by 16 TAC § 24.163(b)(1)(C) if they are listed on this approved tariff. For example, a road bore for customers outside a subdivision or residential area could be considered a unique cost.

(C) Easement Requirement

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

Section 2.04 - Utility Response to Applications for Service

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

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

Section 2.05 - Customer Responsibility

The customer will be responsible for furnishing and laying the necessary customer service pipe from the tap location to the place of consumption. Customers will not be allowed to use the utility's cutoff.

SECTION 2.0 - SERVICE RULES AND REGULATIONS (Continued)

Section 2.06 Access to Customer's Premises

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

Section 2.07 - Billing

(A) Regular Billing

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

(B) Late Fees

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

(C) Information on Bill

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

(D) Prorated Bills

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

SECTION 2.0 - SERVICE RULES AND REGULATIONS (Continued)

Section 2.08 - Payments

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

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

Section 2.09 - Service Disconnection

(A) With Notice

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

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

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

(B) Without Notice

Utility service may also be disconnected without notice for reasons as described in the commission rules.

Section 2.10 - Reconnection of Service

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

Service will be reconnected within 24 hours after the past due bill, reconnect fees and any other outstanding charges are paid or the conditions which caused service to be disconnected are corrected.

SECTION 2.0 - SERVICE RULES AND REGULATIONS (Continued)

Section 2.11 - Service Interruptions

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

Section 2.12 - Quality of Service

The Utility will plan, furnish, and maintain and operate production, treatment, storage, transmission, and collection facilities of sufficient size and capacity to provide continuous and adequate service for all reasonable consumer uses and to treat sewage and discharge effluent of the quality required by its discharge permit issued by the TCEQ. Unless otherwise authorized by the TCEQ, the Utility will maintain facilities as described in the TCEQ Rules.

Section 2.13 - Customer Complaints and Disputes

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

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

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

Section 2.14 - Customer Liability

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

SECTION 3.0 - EXTENSION POLICY

Section 3.01 - Standard Extension Requirements

Line Extension and Construction Charges: No Contribution In Aid of Construction may be required of any customer except as provided for in this approved extension policy.

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

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

Section 3.02 - Costs Utilities and Service Applicants Shall Bear

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

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

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

Unless an exception is granted by the PUCT, the residential service applicant shall not be required to pay for costs of main extensions greater than 6" in diameter for gravity wastewater lines.

Exceptions may be granted by the PUCT if:

- adequate service cannot be provided to the applicant using the maximum line sizes listed due to distance or elevation, in which case, it shall be the utility's burden to justify that a larger diameter pipe is required for adequate service;
- or larger minimum line sizes are required under subdivision platting requirements or building codes of municipalities within whose corporate limits or extraterritorial jurisdiction the point of use is located; or the residential service applicant is located outside the CCN service area.

SECTION 3.0 - EXTENSION POLICY (Continued)

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

For purposes of determining the costs that service applicants shall pay, commercial customers with service demands greater than residential customer demands in the certified area, industrial, and wholesale customers shall be treated as developers.

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

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

Section 3.03 - Contributions in Aid of Construction

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

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

Any service extension to a subdivision (recorded or unrecorded) may be subject to the provisions and restrictions of 16 TAC § 24.163(d). When a developer wishes to extend the system to prepare to service multiple new connections, the charge shall be the cost of such extension, plus a pro-rata charge for facilities which must be committed to such extension compliant with the TCEQ minimum design criteria. As provided by 16 TAC § 24.163(d)(4), for purposes of this section, commercial, industrial, and wholesale customers shall be treated as developers.

SECTION 3.0 - EXTENSION POLICY (Continued)

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

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

Section 3.04 - Appealing Connection Costs

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

Section 3.05 - Applying for Service

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

Where a new tap or service connection is required, the service applicant shall be required to submit a written service application and request that a tap be made. A diagram, map, plat, or written metes and bounds description of precisely where the applicant desires each tap or service connection is to be made and, if necessary, where the meter is to be installed, along the applicant's property line may also be required with the tap request. The actual point of connection and meter installation must be readily accessible to utility personnel for inspection, servicing, and meter reading while being reasonably secure from damage by vehicles and mowers. If the utility has more than one main adjacent to the service applicant's property, the tap or service connection will be made to the

Integra Water Texas LLC
(Utility Name)

Sewer Utility Tariff No. 12

utility's nearest service main with adequate capacity to service the applicant's full potential service demand.

SECTION 3.0 - EXTENSION POLICY (Continued)

Beyond the initial 200 feet, the customer shall bear only the equivalent cost of extending from the nearest main. If the tap or service connection cannot be made at the applicant's desired location, it will be made at another location mutually acceptable to the applicant and the utility. If no agreement on location can be made, the applicant may refer the matter to the commission for resolution.

Section 3.06 - Qualified Service Applicant

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

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

Section 3.07 - Developer Requirements

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

APPENDIX A -- SAMPLE SERVICE AGREEMENT
(Utility Must Attach Blank Copy)

APPENDIX B – APPLICATION FOR SEWER SERVICE
(Utility Must Attach Blank Copy)

EXHIBIT C

SOAH DOCKET NO. 473 24 04314.WS
 TIC DOCKET NO. 54940 (WasteWater)
 COMPANY NAME Integris Water Texas, LLC
 TEST YEAR END 31-Dec-22

Settlement Rate Basis
 Invested Capital

	Test Year Total	Company Adjustments To Test Year	Company Requested Test Year Total	Settlement Adjustments To Company Request	Settlement Adjusted Total
	(a)	(b)	(c) (a) (b)	(d)	(e) (c) (d)
INVESTED CAPITAL					
Plant in Service	\$ 1,618,109	\$ -	\$ 1,618,109	\$ 81,992	\$ 1,698,101
Accumulated Depreciation <i>asset - 2</i>	\$ (46,451)	\$ -	\$ (46,451)	\$ (31,801)	\$ (78,252)
Net Plant in Service	\$ 1,569,658	\$ -	\$ 1,569,658	\$ 50,192	\$ 1,619,849
Working Cash Allowance	\$ 33,498	\$ -	\$ 33,498	\$ (15,321)	\$ 18,177
Materials and Supplies	\$ -	\$ -	\$ -	\$ -	\$ -
Prepayments	\$ -	\$ -	\$ -	\$ -	\$ -
PAA Orig. Cost	\$ -	\$ -	\$ -	\$ -	\$ -
PAA Accum	\$ -	\$ -	\$ -	\$ -	\$ -
Customer Advances Construction <i>asset - 0</i>	\$ -	\$ -	\$ -	\$ -	\$ -
Developer Contribution in Aid of Construction	\$ (1,431,148)	\$ -	\$ (1,431,148)	\$ (4,681)	\$ (1,435,829)
CIAC Accum	\$ -	\$ -	\$ -	\$ -	\$ -
Allocated PPE, net	\$ -	\$ -	\$ -	\$ -	\$ -
Other Rate Usage Items	\$ -	\$ -	\$ -	\$ -	\$ -
Customer Deposits	\$ -	\$ -	\$ -	\$ -	\$ -
Accumulated Deferred Investment Tax Credit	\$ -	\$ -	\$ -	\$ -	\$ -
ADFIT	\$ -	\$ -	\$ -	\$ -	\$ -
Excess ADFIT Unprotected	\$ -	\$ -	\$ -	\$ -	\$ -
Excess ADFIT Protected	\$ -	\$ -	\$ -	\$ -	\$ -
TOTAL INVESTED CAPITAL (RATE BASIS)	\$ 172,008	\$ -	\$ 172,008	\$ 30,190	\$ 202,197

EXHIBIT D

Utility Name: Integra Water Texas,LLC
Docket Number: 54940
SOAH Docket Number: NA
End of Test Year: 31-Dec-22

DEPRECIATION ANALYSIS

Description	Acquired Date	Verified Original Cost (\$)	Economic Life (yrs)	Annual Depreciation (\$)	Accumulated Depreciation (\$)	Net Plant* (\$)	DCIAC
Lot 27 - lift station	Oct-21	\$ 3,654.00		n/a	n/a	\$3,654.00	\$ 3,654.00
Lot 59 - WWTP	Oct-21	\$ 3,654.00		n/a	n/a	\$3,654.00	\$ 3,654.00
Concrete Pad	Oct-21	\$ 34,309.00	50	\$686.18	\$856.67	\$33,452.33	\$ 33,452.33
Sitework & Grading	Oct-21	\$ 53,370.00	50	\$1,067.40	\$1,332.61	\$52,037.39	\$ 52,037.39
Electrical & SCADA	Oct-21	\$ 32,936.00	25	\$1,317.44	\$1,644.77	\$31,291.23	\$ 31,291.23
Backup Power with ATS	Oct-21	\$ 35,833.00	25	\$1,433.32	\$1,789.44	\$34,043.56	\$ 34,043.56
Sewer Taps	Oct-21	\$ 75,000.00	20	\$3,750.00	\$4,681.72	\$70,318.28	
Fence & Gates	Oct-21	\$ 30,115.00	15	\$2,007.67	\$2,506.49	\$27,608.51	\$ 27,608.51
WWTP Phase 1 - 80,000 gpd	Oct-21	\$ 1,122,489.00	50	\$22,449.78	\$28,027.65	\$1,094,461.35	\$ 1,094,461.35
WWTP Phase 1 - 80,000 gpd	Oct-21	\$ 65,136.31	50	\$1,302.73	\$1,626.40	\$63,509.91	
Engineering, Permitting	Oct-21	\$ 93,175.45	50	\$1,863.51	\$2,326.52	\$90,848.93	\$ 90,848.93
Lift Station	Oct-21	\$ 62,937.00	50	\$1,258.74	\$1,571.49	\$61,365.51	\$ 61,365.51
Outfall Line	Oct-21	\$ 3,500.00	50	\$70.00	\$87.39	\$3,412.61	\$ 3,412.61
Capitalized O&M							
Allen Engineering Services	Oct-21	\$ 22,307.32	4	\$5,576.83	\$6,962.45	\$15,344.87	
Sludge Remover	Oct-21	\$ 59,685.00	3	\$19,895.00	\$24,838.11	\$34,846.89	

Total \$ 1,698,101 \$ 62,679 \$ 78,252 \$ 1,619,849 \$ 1,435,829