

Option #11
Residential New Tiered Fixed Fee and
Fixed Revenue at 25% of Total Revenue

Option Results Summary

Residential Rates

Minimum Charge - All Retail Classes	
Meter Size	Minimum Charge
5/8"	\$ 7.10
3/4"	\$ 10.00
1"	\$ 11.80
1 1/2"	\$ 17.80
2"	\$ 25.80
3"	\$ 55.00
4"	\$ 95.00
6"	\$ 190.00
8"	\$ 840.00
10"	\$ 890.00
12"	\$ 940.00

Residential Water Rates					
New Tiered Fixed Fee			Volumetric Rates		
Charge for Total Water Use Ending in Tier					
Tier	Range	Rate	Block	Range	Rate
Tier 1	0 - 2,000	\$ 2.40	Block 1	0 - 2,000	\$ 1.25
Tier 2	2,001 - 9,000	\$ 4.40	Block 2	2,001 - 9,000	\$ 3.25
Tier 3	9,001 - 15,000	\$ 14.00	Block 3	9,001 - 15,000	\$ 5.50
Tier 4	15,001 - 25,000	\$ 14.00	Block 4	15,001 - 25,000	\$ 10.00
Tier 5	25,000 - over	\$ 14.00	Block 5	25,000 - over	\$ 11.50

Volatility Measure	
Revenue Losses at 2010 Consumption Levels	
Approved Rates	\$ (38.20) Million
Option Rates	\$ (34.92) Million
Volatility Measure	\$ 3.28 Million
Positive equals less volatility and lower potential revenue losses	
Negative equals more volatility and higher potential revenue losses	

Residential Bill Comparisons

Monthly Usage Gallons 5/8" Meter	2012 Approved Rates				Projected Water Rates				Variances	
	Minimum Charge	Revenue Stability Fee	Volumetric	Total Bill	Minimum Charge	New Tiered Fixed Fee	Volumetric	Total Bill	Total Bill \$ Variance	Total Bill % Variance
0	\$ 7.10	\$ 4.40	\$ -	\$ 11.50	\$ 7.10	\$ 2.40	\$ -	\$ 9.50	\$ (2.00)	-17.4%
1,000	\$ 7.10	\$ 4.40	\$ 1.17	\$ 12.67	\$ 7.10	\$ 2.40	\$ 1.25	\$ 10.75	\$ (1.92)	-15.2%
2,000	\$ 7.10	\$ 4.40	\$ 2.34	\$ 13.84	\$ 7.10	\$ 2.40	\$ 2.50	\$ 12.00	\$ (1.84)	-13.3%
5,000	\$ 7.10	\$ 4.40	\$ 11.58	\$ 23.08	\$ 7.10	\$ 4.40	\$ 12.25	\$ 23.75	\$ 0.67	2.9%
7,727 Annualized	\$ 7.10	\$ 4.40	\$ 21.72	\$ 33.22	\$ 7.10	\$ 4.40	\$ 24.32	\$ 35.82	\$ 3.00	9.0%
9,000	\$ 7.10	\$ 4.40	\$ 23.90	\$ 35.40	\$ 7.10	\$ 4.40	\$ 25.25	\$ 36.75	\$ 1.35	3.8%
15,000	\$ 7.10	\$ 4.40	\$ 71.42	\$ 82.92	\$ 7.10	\$ 14.00	\$ 58.25	\$ 79.35	\$ (3.57)	-4.3%
25,000	\$ 7.10	\$ 4.40	\$ 180.92	\$ 192.42	\$ 7.10	\$ 14.00	\$ 158.25	\$ 179.35	\$ (13.07)	-6.8%
30,000	\$ 7.10	\$ 4.40	\$ 241.87	\$ 253.37	\$ 7.10	\$ 14.00	\$ 215.75	\$ 236.85	\$ (16.52)	-6.5%
60,000	\$ 7.10	\$ 4.40	\$ 607.57	\$ 619.07	\$ 7.10	\$ 14.00	\$ 560.75	\$ 581.85	\$ (37.22)	-6.0%

Fixed & Volume Revenue % by Class		
	% Fixed Revenue	% Volumetric Revenue
Residential	30.5%	69.5%
Multifamily	22.5%	77.5%
Commercial	21.2%	78.8%
Large Volume	17.0%	83.0%
Wholesale	15.0%	85.0%
Total Utility	25.0%	75.0%

Residential Bill Comparisons - Customer Assistance Program Customers (CAP)

Monthly Usage Gallons 5/8" Meter	2012 Approved Rates				Projected Water Rates				Variances	
	Minimum Charge	Revenue Stability Fee	Volumetric	Total Bill	Minimum Charge	New Tiered Fixed Fee	Volumetric	Total Bill	Total Bill \$ Variance	Total Bill % Variance
0	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 0.00	\$ -	\$ -	0.0%
1,000	\$ -	\$ -	\$ 1.17	\$ 1.17	\$ -	\$ -	\$ 1.25	\$ 1.25	\$ 0.08	6.8%
2,000	\$ -	\$ -	\$ 2.34	\$ 2.34	\$ -	\$ -	\$ 2.50	\$ 2.50	\$ 0.16	6.8%
5,000	\$ -	\$ -	\$ 11.58	\$ 11.58	\$ -	\$ -	\$ 12.25	\$ 12.25	\$ 0.67	5.8%
7,727 Annualized	\$ -	\$ -	\$ 21.72	\$ 21.72	\$ -	\$ -	\$ 24.32	\$ 24.32	\$ 3.00	13.8%
9,000	\$ -	\$ -	\$ 23.90	\$ 23.90	\$ -	\$ -	\$ 25.25	\$ 25.25	\$ 1.35	5.6%
15,000	\$ -	\$ -	\$ 71.42	\$ 71.42	\$ -	\$ -	\$ 58.25	\$ 58.25	\$ (13.17)	-18.4%
25,000	\$ -	\$ -	\$ 180.92	\$ 180.92	\$ -	\$ -	\$ 158.25	\$ 158.25	\$ (22.67)	-12.5%
30,000	\$ -	\$ -	\$ 241.87	\$ 241.87	\$ -	\$ -	\$ 215.75	\$ 215.75	\$ (26.12)	-10.8%
60,000	\$ -	\$ -	\$ 607.57	\$ 607.57	\$ -	\$ -	\$ 560.75	\$ 560.75	\$ (46.82)	-7.7%

Residential Breakeven Point	
Consumption level where bill at option rates equal bill at average cost of service volume rate of \$4.36 per 1,000 gallons	
14,000 gallons	gallons

Assumptions

Red indicates major change within option.

- 2012 Approved Water Revenue with New Tiered Fixed Fee (NTFF) and Fixed Revenue at 25% of Total Revenue**
- Residential RSF transformed into NTFF with 5 tiers that are same as the current volume rate blocks
 - Fixed revenue goal of 25% of total revenue with goals by class based on cost of service allocation
 - \$33.9M revenue from NTFF to meet 25% fixed revenue goal
 - Customer class fixed revenue goals based on cost of service based allocation:
 Residential 30.5% Multifamily 22.5% Commercial 21.2% Large Volume 17.0% Wholesale 15%
 - Residential NTFF set at block 1 of \$2.40, block 2 at \$4.22, and block 3-5 at \$5.50
 - Multifamily & Commercial classes keep current meter based RSF at new cost of service based allocation
 - Large Volume & Wholesale customers charged new monthly fixed fee to meet fixed revenue goals
 - Customer class volumetric rates reduced to adjust to higher NTFF, meter based fee, or monthly fixed fee

Revenue Stability Fee For Reserve Fund	
Rate per 1,000 Gallons	
Rate / 1,000 Gallons	\$ -
Volumetric Revenue	
Residential	\$ -
Multifamily	-
Commercial	-
Large Volume	-
Wholesale	-
Total	\$ -

Approved 2012 Water Rates

Minimum Charge - All Retail Classes		
Meter Size	Minimum Charge	
5/8"	\$	7.10
3/4"	\$	10.00
1"	\$	11.80
1 1/2"	\$	17.80
2"	\$	25.80
3"	\$	55.00
4"	\$	95.00
6"	\$	190.00
8"	\$	840.00
10"	\$	890.00
12"	\$	940.00

Revenue Stability Fee All Retail Classes		
Meter Size	Minimum Charge	
5/8"	\$	4.40
3/4"	\$	6.60
1"	\$	9.70
1 1/2"	\$	18.20
2"	\$	27.20
3"	\$	66.00
4"	\$	110.00
6"	\$	220.00
8"	\$	330.00
10"	\$	440.00
12"	\$	506.00

Minimum Charge - Wholesale		
Meter Size	Minimum Charge	
5/8"	\$	8.00
3/4"	\$	9.00
1"	\$	10.00
1 1/2"	\$	15.00
2"	\$	20.00
3"	\$	40.00
4"	\$	60.00
6"	\$	120.00
8"	\$	150.00
10"	\$	200.00
12"	\$	250.00

**Non-Residential Water Rates
Rate per 1,000 Gallons**

Multifamily		
Off-Peak Rates	\$	3.93
Peak Rates	\$	4.32
Commercial		
Off-Peak Rates	\$	4.69
Peak Rates	\$	5.15
Large Volume		
Freescale		
Off-Peak Rates	\$	4.41
Peak Rates	\$	4.86
Hospira		
Off-Peak Rates	\$	4.69
Peak Rates	\$	5.15
Samsung		
Off-Peak Rates	\$	4.56
Peak Rates	\$	5.02
Sematech		
Off-Peak Rates	\$	4.45
Peak Rates	\$	4.90
Spanson		
Off-Peak Rates	\$	4.54
Peak Rates	\$	5.00
University of Texas		
Off-Peak Rates	\$	4.69
Peak Rates	\$	5.15
Peak	July through October	
Off-Peak	November through June	

Wholesale		
Creedmore-Maha WSC	\$	3.42
High Valley WSC	\$	3.56
Lost Creek MUD	\$	4.01
Manor, City of	\$	2.99
Manville WSC	\$	4.74
Marsha WSC	\$	3.58
Morningside Subd.	\$	3.99
Night Hawk WSC	\$	3.52
North Austin MUD #1	\$	3.71
Northtown MUD	\$	3.57
Rivercrest WSC	\$	4.25
Rollingwood, City of	\$	4.13
Shady Hollow MUD	\$	4.14
Sunset Valley, City of	\$	3.57
Village of San Leanna	\$	3.91
Travis Co. WCID #10	\$	3.97
Wells Branch MUD	\$	3.46
Windermere Utility Co.	\$	8.24

**Residential Volumetric Water Rates
Rate per 1,000 Gallons**

Block 1	0 - 2,000	\$	1.17
Block 2	2,001 - 9,000	\$	3.08
Block 3	9,001 - 15,000	\$	7.92
Block 4	15,001 - 25,000	\$	10.95
Block 5	25,000 - over	\$	12.19

Option #11
Residential New Tiered Fixed Fee and
Fixed Revenue at 25% of Total Revenue

Option Rate Summary - Residential

Minimum Charge - All Retail Classes	
Meter Size	Minimum Charge
5/8"	\$ 7.10
3/4"	\$ 10.00
1"	\$ 11.80
1 1/2"	\$ 17.80
2"	\$ 25.80
3"	\$ 55.00
4"	\$ 95.00
6"	\$ 190.00
8"	\$ 840.00
10"	\$ 890.00
12"	\$ 940.00

Revenue Stability Fee for Reserve Fund - All Classes	
Rate per 1,000 Gallons	
Rate / 1,000 Gallons	\$ -

Residential Water Rates			
New Tiered Fixed Fee		Volumetric Rates	
Charge for Total Water Use Ending in Tier		Rate per 1,000 Gallons	
Tier 1	0 - 2,000	\$ 2.40	
Tier 2	2,001 - 9,000	\$ 4.40	
Tier 3	9,001 - 15,000	\$ 14.00	
Tier 4	15,001 - 25,000	\$ 14.00	
Tier 5	25,000 - over	\$ 14.00	
Block 1	0 - 2,000	\$ 1.25	
Block 2	2,001 - 9,000	\$ 3.25	
Block 3	9,001 - 15,000	\$ 5.50	
Block 4	15,001 - 25,000	\$ 10.00	
Block 5	25,000 - over	\$ 11.50	

**Option #11
 Residential New Tiered Fixed Fee and
 Fixed Revenue at 25% of Total Revenue**

Option Rate Summary - Non-Residential

Minimum Charge - All Classes	
Meter Size	Minimum Charge
5/8"	\$ 7.10
3/4"	\$ 10.00
1"	\$ 11.80
1 1/2"	\$ 17.80
2"	\$ 25.80
3"	\$ 55.00
4"	\$ 95.00
6"	\$ 190.00
8"	\$ 840.00
10"	\$ 890.00
12"	\$ 940.00

Minimum Charge - All Wholesale Classes	
Meter Size	Minimum Charge
5/8"	\$ 8.00
3/4"	\$ 9.00
1"	\$ 10.00
1 1/2"	\$ 15.00
2"	\$ 20.00
3"	\$ 40.00
4"	\$ 60.00
6"	\$ 120.00
8"	\$ 150.00
10"	\$ 200.00
12"	\$ 250.00

Revenue Stability Fee for Reserve Fund - All Classes	
Rate per 1,000 Gallons	
Rate / 1,000 Gallons	\$ -

Multifamily and Commercial Classes

Multifamily New Meter Based Fixed Fee Charge by Meter Size	
Meter Size	Minimum Charge
5/8"	\$ 12.00
3/4"	\$ 18.00
1"	\$ 26.40
1 1/2"	\$ 50.40
2"	\$ 74.40
3"	\$ 180.00
4"	\$ 300.00
6"	\$ 600.00
8"	\$ 900.00
10"	\$ 1,200.00
12"	\$ 1,380.00

Commercial New Meter Based Fixed Fee Charge by Meter Size	
Meter Size	Minimum Charge
5/8"	\$ 11.00
3/4"	\$ 16.50
1"	\$ 24.20
1 1/2"	\$ 46.20
2"	\$ 68.20
3"	\$ 165.00
4"	\$ 275.00
6"	\$ 550.00
8"	\$ 825.00
10"	\$ 1,100.00
12"	\$ 1,265.00

Volumetric Rates Rate Per 1,000 Gallons	
Multifamily	
Off-Peak Rates	\$ 3.64
Peak Rates	\$ 3.45
Commercial	
Off-Peak Rates	\$ 4.43
Peak Rates	\$ 4.12
Off-Peak	November through June
Peak	July through October

Large Volume Customers	
New Customer Based Fixed Fee Charge per Month	
Meter Size	Minimum Charge
Freescale	\$ 42,955.10
Hospira	\$ 4,920.75
Samsung	\$ 77,008.78
Sematech	\$ 4,995.20
Spanson	\$ 27,248.01
Univ. of Tx	\$ 17,043.06
Off-Peak	November through June
Peak	July through October
Volumetric Rates Rate Per 1,000 Gallons	
Freescale	
Off-Peak Rates	\$ 3.64
Peak Rates	\$ 4.00
Hospira	
Off-Peak Rates	\$ 4.00
Peak Rates	\$ 4.40
Samsung	
Off-Peak Rates	\$ 3.76
Peak Rates	\$ 4.14
Sematech	
Off-Peak Rates	\$ 3.78
Peak Rates	\$ 4.16
Spanson	
Off-Peak Rates	\$ 3.76
Peak Rates	\$ 4.14
University of Texas	
Off-Peak Rates	\$ 4.15
Peak Rates	\$ 4.57

Wholesale Customers		
	New Fixed Fee Per Month	Volumetric Rates Rate Per 1,000 Gallons
Creedmore-Maha WSC	\$ 4,017.19	\$ 2.88
High Valley WSC	\$ 298.70	\$ 3.02
Lost Creek MUD	\$ 15,664.66	\$ 3.36
Manor, City of	\$ -	\$ 2.99
Manville WSC	\$ 1,865.84	\$ 4.00
Marsha WSC	\$ 476.23	\$ 3.03
Morningside Subd.	\$ 18.31	\$ 3.66
Night Hawk WSC	\$ 480.85	\$ 2.99
North Austin MUD #1	\$ 18,279.78	\$ 3.14
Northtown MUD	\$ 12,723.11	\$ 3.03
Rivercrest WSC	\$ 5,379.72	\$ 3.60
Rollingwood, City of	\$ 7,066.22	\$ 3.48
Shady Hollow MUD	\$ 12,663.73	\$ 3.47
Sunset Valley, City of	\$ 4,444.69	\$ 3.06
Village of San Leanna	\$ 229.59	\$ 3.37
Travis Co. WCID #10	\$ 45,800.39	\$ 3.32
Wells Branch MUD	\$ 23,873.18	\$ 2.91
Windermere Utility Co.	\$ 572.60	\$ 7.10

**Option #11
 Residential New Tiered Fixed Fee and
 Fixed Revenue at 25% of Total Revenue**

Option Revenue Summary

FY 2012 Cost of Service Revenue Requirements

	Minimum Charge	Revenue Stability Fee	Total Fixed Revenue	Volumetric Rate Revenue	Total Revenue	% Fixed Revenue	% Volumetric Revenue
Residential	\$ 16.6	\$ 9.7	\$ 26.3	\$ 77.4	\$ 103.7	25.4%	74.6%
Multifamily	3.5	2.2	5.7	37.1	42.8	13.3%	86.7%
Commercial	4.3	3.6	7.9	55.1	63.0	12.5%	87.5%
Large Volume	0.2	0.1	0.3	12.7	13.0	2.3%	97.7%
Wholesale	0.1	-	0.1	11.7	11.8	0.8%	99.2%
Total	\$ 24.7	\$ 15.6	\$ 40.3	\$ 194.0	\$ 234.3	17.2%	82.8%

**Option #11
 Revenue Summary**

	Minimum Charge	New Tiered Fixed Fee	Total Fixed Revenue	Volumetric Rate Revenue	Total Revenue	% Fixed Revenue	% Volumetric Revenue
Residential	\$ 16.6	\$ 15.0	\$ 31.6	\$ 72.1	\$ 103.7	30.5%	69.5%
Multifamily	3.5	6.2	9.7	33.2	42.9	22.5%	77.5%
Commercial	4.3	9.1	13.4	49.7	63.1	21.2%	78.8%
Large Volume	0.3	1.9	2.2	10.8	13.0	17.0%	83.0%
Wholesale	0.1	1.7	1.8	10.0	11.7	15.0%	85.0%
Total	\$ 24.7	\$ 33.9	\$ 58.6	\$ 175.8	\$ 234.4	25.0%	75.0%

**New Volumetric Revenue Stability Fee
 For Reserve Fund**

Volumetric Revenue	
Residential	\$ -
Multifamily	-
Commercial	-
Large Volume	-
Wholesale	-
Total	\$ -

Option #11
Residential New Tiered Fixed Fee and
Fixed Revenue at 25% of Total Revenue

Option Bill Comparisons - Residential

Residential Bill Comparisons

Monthly Usage Gallons 5/8" Meter	2012 Approved Rates			
	Minimum Charge	Revenue Stability Fee	Volumetric	Total Bill
0	\$ 7.10	\$ 4.40	\$ -	\$ 11.50
1,000	\$ 7.10	\$ 4.40	\$ 1.17	\$ 12.67
2,000	\$ 7.10	\$ 4.40	\$ 2.34	\$ 13.84
5,000	\$ 7.10	\$ 4.40	\$ 11.58	\$ 23.08
7,727	\$ 7.10	\$ 4.40	\$ 21.72	\$ 33.22
9,000	\$ 7.10	\$ 4.40	\$ 23.90	\$ 35.40
15,000	\$ 7.10	\$ 4.40	\$ 71.42	\$ 82.92
25,000	\$ 7.10	\$ 4.40	\$ 180.92	\$ 192.42
30,000	\$ 7.10	\$ 4.40	\$ 241.87	\$ 253.37
60,000	\$ 7.10	\$ 4.40	\$ 607.57	\$ 619.07

Monthly Usage Gallons 5/8" Meter	Option #11 Projected Water Rates			
	Minimum Charge	Revenue Stability Fee	Volumetric	Total Bill
0	\$ 7.10	\$ 2.40	\$ -	\$ 9.50
1,000	\$ 7.10	\$ 2.40	\$ 1.25	\$ 10.75
2,000	\$ 7.10	\$ 2.40	\$ 2.50	\$ 12.00
5,000	\$ 7.10	\$ 4.40	\$ 12.25	\$ 23.75
7,727	\$ 7.10	\$ 4.40	\$ 24.32	\$ 35.82
9,000	\$ 7.10	\$ 4.40	\$ 25.25	\$ 36.75
15,000	\$ 7.10	\$ 14.00	\$ 58.25	\$ 79.35
25,000	\$ 7.10	\$ 14.00	\$ 158.25	\$ 179.35
30,000	\$ 7.10	\$ 14.00	\$ 215.75	\$ 236.85
60,000	\$ 7.10	\$ 14.00	\$ 560.75	\$ 581.85

Option #11 Variances	
Total Bill \$ Variance	Total Bill % Variance
\$ (2.00)	-17.4%
\$ (1.92)	-15.2%
\$ (1.84)	-13.3%
\$ 0.67	2.9%
\$ 2.60	7.8%
\$ 1.35	3.8%
\$ (3.57)	-4.3%
\$ (13.07)	-6.8%
\$ (16.52)	-6.5%
\$ (37.22)	-6.0%

Residential Bill Comparisons CAP Customers

Monthly Usage Gallons 5/8" Meter	2012 Approved Rates			
	Minimum Charge	Revenue Stability Fee	Volumetric	Total Bill
0	\$ -	\$ -	\$ -	\$ -
1,000	\$ -	\$ -	\$ 1.17	\$ 1.17
2,000	\$ -	\$ -	\$ 2.34	\$ 2.34
5,000	\$ -	\$ -	\$ 11.58	\$ 11.58
7,727	\$ -	\$ -	\$ 21.72	\$ 21.72
9,000	\$ -	\$ -	\$ 23.90	\$ 23.90
15,000	\$ -	\$ -	\$ 71.42	\$ 71.42
25,000	\$ -	\$ -	\$ 180.92	\$ 180.92
30,000	\$ -	\$ -	\$ 241.87	\$ 241.87
60,000	\$ -	\$ -	\$ 607.57	\$ 607.57

Monthly Usage Gallons 5/8" Meter	Option #11 Projected Water Rates			
	Minimum Charge	Revenue Stability Fee	Volumetric	Total Bill
0	\$ -	\$ -	\$ -	\$ -
1,000	\$ -	\$ -	\$ 1.25	\$ 1.25
2,000	\$ -	\$ -	\$ 2.50	\$ 2.50
5,000	\$ -	\$ -	\$ 12.25	\$ 12.25
7,727	\$ -	\$ -	\$ 24.32	\$ 24.32
9,000	\$ -	\$ -	\$ 25.25	\$ 25.25
15,000	\$ -	\$ -	\$ 58.25	\$ 58.25
25,000	\$ -	\$ -	\$ 158.25	\$ 158.25
30,000	\$ -	\$ -	\$ 215.75	\$ 215.75
60,000	\$ -	\$ -	\$ 560.75	\$ 560.75

Option #11 Variances	
Total Bill \$ Variance	Total Bill % Variance
\$ -	0.0%
\$ 0.08	6.8%
\$ 0.16	6.8%
\$ 0.67	5.8%
\$ 2.60	12.0%
\$ 1.35	5.6%
\$ (13.17)	-18.4%
\$ (22.67)	-12.5%
\$ (26.12)	-10.8%
\$ (46.82)	-7.7%

Option #11
Residential New Tiered Fixed Fee and
Fixed Revenue at 25% of Total Revenue

Cost of Service Breakeven Bill Analysis - Residential

Volume Gallons	Option #11 Projected Rates										Residential Average Cost of Service Block Rates									
	Minimum Charge 5/8" Meter	Revenue Stability Fee	New Tiered Fixed Fee	Block 1 0 - 2	Block 2 2 - 9	Block 3 9 - 15	Block 4 15 - 25	Block 5 25 +	Total Bill		Minimum Charge 5/8" Meter	Revenue Stability Fee	New Tiered Fixed Fee	Block 1 0 - 2	Block 2 2 - 9	Block 3 9 - 15	Block 4 15 - 25	Block 5 25 +	Total Bill	
				\$1.25	\$3.25	\$5.50	\$10.00	\$11.50								\$4.36	\$4.36	\$4.36		
0	\$ 7.10	\$ -	\$ 2.40	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 9.50	\$ 7.10	\$ -	\$ 2.40	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 9.50	
1,000	\$ 7.10	\$ -	\$ 2.40	\$ 1.25	\$ -	\$ -	\$ -	\$ -	\$ 10.75	\$ 7.10	\$ -	\$ 2.40	\$ 4.36	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 13.86	
2,000	\$ 7.10	\$ -	\$ 2.40	\$ 2.50	\$ -	\$ -	\$ -	\$ -	\$ 12.00	\$ 7.10	\$ -	\$ 2.40	\$ 8.72	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 18.22	
3,000	\$ 7.10	\$ -	\$ 4.40	\$ 2.50	\$ 3.25	\$ -	\$ -	\$ -	\$ 17.25	\$ 7.10	\$ -	\$ 4.40	\$ 8.72	\$ 4.36	\$ -	\$ -	\$ -	\$ -	\$ 24.58	
4,000	\$ 7.10	\$ -	\$ 4.40	\$ 2.50	\$ 6.50	\$ -	\$ -	\$ -	\$ 20.50	\$ 7.10	\$ -	\$ 4.40	\$ 8.72	\$ 8.72	\$ -	\$ -	\$ -	\$ -	\$ 28.94	
5,000	\$ 7.10	\$ -	\$ 4.40	\$ 2.50	\$ 9.75	\$ -	\$ -	\$ -	\$ 23.75	\$ 7.10	\$ -	\$ 4.40	\$ 8.72	\$ 13.08	\$ -	\$ -	\$ -	\$ -	\$ 33.30	
6,000	\$ 7.10	\$ -	\$ 4.40	\$ 2.50	\$ 13.00	\$ -	\$ -	\$ -	\$ 27.00	\$ 7.10	\$ -	\$ 4.40	\$ 8.72	\$ 17.44	\$ -	\$ -	\$ -	\$ -	\$ 37.66	
7,000	\$ 7.10	\$ -	\$ 4.40	\$ 2.50	\$ 16.25	\$ -	\$ -	\$ -	\$ 30.25	\$ 7.10	\$ -	\$ 4.40	\$ 8.72	\$ 21.80	\$ -	\$ -	\$ -	\$ -	\$ 42.02	
8,000	\$ 7.10	\$ -	\$ 4.40	\$ 2.50	\$ 19.50	\$ -	\$ -	\$ -	\$ 33.50	\$ 7.10	\$ -	\$ 4.40	\$ 8.72	\$ 26.16	\$ -	\$ -	\$ -	\$ -	\$ 46.38	
9,000	\$ 7.10	\$ -	\$ 4.40	\$ 2.50	\$ 22.75	\$ -	\$ -	\$ -	\$ 36.75	\$ 7.10	\$ -	\$ 4.40	\$ 8.72	\$ 30.52	\$ -	\$ -	\$ -	\$ -	\$ 50.74	
10,000	\$ 7.10	\$ -	\$ 14.00	\$ 2.50	\$ 22.75	\$ 5.50	\$ -	\$ -	\$ 51.85	\$ 7.10	\$ -	\$ 14.00	\$ 8.72	\$ 30.52	\$ 4.36	\$ -	\$ -	\$ -	\$ 64.70	
11,000	\$ 7.10	\$ -	\$ 14.00	\$ 2.50	\$ 22.75	\$ 11.00	\$ -	\$ -	\$ 57.35	\$ 7.10	\$ -	\$ 14.00	\$ 8.72	\$ 30.52	\$ 8.72	\$ -	\$ -	\$ -	\$ 69.06	
12,000	\$ 7.10	\$ -	\$ 14.00	\$ 2.50	\$ 22.75	\$ 16.50	\$ -	\$ -	\$ 62.85	\$ 7.10	\$ -	\$ 14.00	\$ 8.72	\$ 30.52	\$ 13.08	\$ -	\$ -	\$ -	\$ 73.42	
13,000	\$ 7.10	\$ -	\$ 14.00	\$ 2.50	\$ 22.75	\$ 22.00	\$ -	\$ -	\$ 68.35	\$ 7.10	\$ -	\$ 14.00	\$ 8.72	\$ 30.52	\$ 17.44	\$ -	\$ -	\$ -	\$ 77.78	
14,000	\$ 7.10	\$ -	\$ 14.00	\$ 2.50	\$ 22.75	\$ 27.50	\$ -	\$ -	\$ 73.85	\$ 7.10	\$ -	\$ 14.00	\$ 8.72	\$ 30.52	\$ 21.80	\$ -	\$ -	\$ -	\$ 82.14	
15,000	\$ 7.10	\$ -	\$ 14.00	\$ 2.50	\$ 22.75	\$ 33.00	\$ -	\$ -	\$ 79.35	\$ 7.10	\$ -	\$ 14.00	\$ 8.72	\$ 30.52	\$ 26.16	\$ -	\$ -	\$ -	\$ 86.50	

Option #11
Residential New Tiered Fixed Fee and
Fixed Revenue at 25% of Total Revenue

Option Bill Comparisons - Multifamily & Commercial

Non - Residential Bill Comparisons

Multifamily Customers

Meter Size	Monthly Usage Gallons	2012 Approved Rates			
		Minimum Charge	Revenue Stability Fee	Volumetric	Total Bill
5/8"	30,000	\$ 7.10	\$ 4.40	\$ 121.80	\$ 133.30
1 1/2"	50,000	\$ 17.80	\$ 18.20	\$ 203.00	\$ 239.00
3"	100,000	\$ 55.00	\$ 66.00	\$ 406.00	\$ 527.00
6"	400,000	\$ 190.00	\$ 220.00	\$ 1,624.00	\$ 2,034.00
10"	800,000	\$ 890.00	\$ 440.00	\$ 3,248.00	\$ 4,578.00

Option #11 Projected Water Rates			
Minimum Charge	New Fixed Fee	Volumetric	Total Bill
\$ 7.10	\$ 12.00	\$ 107.30	\$ 126.40
\$ 17.80	\$ 50.40	\$ 178.83	\$ 247.03
\$ 55.00	\$ 180.00	\$ 357.67	\$ 592.67
\$ 190.00	\$ 600.00	\$ 1,430.67	\$ 2,220.67
\$ 890.00	\$ 1,200.00	\$ 2,861.33	\$ 4,951.33

Option #11 Variances	
Total Bill \$ Variance	Total Bill % Variance
\$ (6.90)	-5.2%
\$ 8.03	3.4%
\$ 65.67	12.5%
\$ 186.67	9.2%
\$ 373.33	8.2%

Commercial Customers

Meter Size	Monthly Usage Gallons	2012 Approved Rates			
		Minimum Charge	Revenue Stability Fee	Volumetric	Total Bill
5/8"	30,000	\$ 7.10	\$ 4.40	\$ 145.30	\$ 156.80
1 1/2"	70,000	\$ 17.80	\$ 18.20	\$ 339.03	\$ 375.03
3"	150,000	\$ 55.00	\$ 66.00	\$ 726.50	\$ 847.50
6"	400,000	\$ 190.00	\$ 220.00	\$ 1,937.33	\$ 2,347.33
10"	750,000	\$ 890.00	\$ 440.00	\$ 3,632.50	\$ 4,962.50

Option #11 Projected Water Rates			
Minimum Charge	New Fixed Fee	Volumetric	Total Bill
\$ 7.10	\$ 11.00	\$ 129.80	\$ 147.90
\$ 17.80	\$ 46.20	\$ 302.87	\$ 366.87
\$ 55.00	\$ 165.00	\$ 649.00	\$ 869.00
\$ 190.00	\$ 550.00	\$ 1,730.67	\$ 2,470.67
\$ 890.00	\$ 1,100.00	\$ 3,245.00	\$ 5,235.00

Option #11 Variances	
Total Bill \$ Variance	Total Bill % Variance
\$ (8.90)	-5.7%
\$ (8.16)	-2.2%
\$ 21.50	2.5%
\$ 123.34	5.3%
\$ 272.50	5.5%

Churches (Actual Customers)

Meter Size	Annualized Monthly Usage Gallons	2012 Approved Rates			
		Minimum Charge	Revenue Stability Fee	Volumetric	Total Bill
5/8"	2,158	\$ 7.10	\$ 4.40	\$ 167.10	\$ 178.60
3/4" and 1"	4,467	\$ 21.80	\$ 16.30	\$ 338.73	\$ 376.83
2 x 1 1/2"	77,417	\$ 35.60	\$ 36.40	\$ 6,884.42	\$ 6,956.42
5/8" and 1 1/2"	16,192	\$ 24.90	\$ 22.60	\$ 1,234.11	\$ 1,281.61
4 x 2" and 1 1/2"	584,700	\$ 121.00	\$ 127.00	\$ 46,461.13	\$ 46,709.13
2" and 3"	819,650	\$ 80.80	\$ 93.20	\$ 62,782.08	\$ 62,956.08

Option #11 Projected Water Rates			
Minimum Charge	New Fixed Fee	Volumetric	Total Bill
\$ 7.10	\$ 11.00	\$ 156.73	\$ 174.83
\$ 21.80	\$ 40.70	\$ 317.56	\$ 380.06
\$ 35.60	\$ 92.40	\$ 6,476.13	\$ 6,604.13
\$ 24.90	\$ 57.20	\$ 1,157.13	\$ 1,239.23
\$ 121.00	\$ 319.00	\$ 43,603.66	\$ 44,043.66
\$ 80.80	\$ 233.20	\$ 58,872.40	\$ 59,186.40

Option #11 Variances	
Total Bill \$ Variance	Total Bill % Variance
\$ (3.77)	-2.1%
\$ 3.23	0.9%
\$ (352.29)	-5.1%
\$ (42.38)	-3.3%
\$ (2,665.47)	-5.7%
\$ (3,769.68)	-6.0%

Schools (Actual Customers)

Meter Size	Annualized Monthly Usage Gallons	2012 Approved Rates			
		Minimum Charge	Revenue Stability Fee	Volumetric	Total Bill
2"	79,408	\$ 25.80	\$ 27.20	\$ 5,816.29	\$ 5,869.29
1 1/2" and 3"	110,733	\$ 72.80	\$ 84.20	\$ 8,070.37	\$ 8,227.37
4"	177,383	\$ 95.00	\$ 110.00	\$ 13,529.85	\$ 13,734.85
1" and 3"	208,792	\$ 66.80	\$ 75.70	\$ 16,355.75	\$ 16,498.25
2 x 2" and 6"	1,345,375	\$ 241.60	\$ 274.40	\$ 105,007.67	\$ 105,523.67
6"	1,660,750	\$ 190.00	\$ 220.00	\$ 130,154.16	\$ 130,564.16

Option #11 Projected Water Rates			
Minimum Charge	New Fixed Fee	Volumetric	Total Bill
\$ 25.80	\$ 68.20	\$ 5,816.29	\$ 5,910.29
\$ 72.80	\$ 211.20	\$ 8,070.37	\$ 8,354.37
\$ 95.00	\$ 275.00	\$ 13,529.85	\$ 13,899.85
\$ 66.80	\$ 189.20	\$ 16,355.75	\$ 16,611.75
\$ 241.60	\$ 686.40	\$ 105,007.67	\$ 105,935.67
\$ 55.00	\$ 165.00	\$ 130,154.16	\$ 130,374.16

Option #11 Variances	
Total Bill \$ Variance	Total Bill % Variance
\$ 41.00	0.7%
\$ 127.00	1.5%
\$ 165.00	1.2%
\$ 113.50	0.7%
\$ 412.00	0.4%
\$ (190.00)	-0.1%

Option #11
Residential New Tiered Fixed Fee and
Fixed Revenue at 25% of Total Revenue

Option Bill Comparisons - Large Volume & Wholesale

Non - Residential Bill Comparisons

Large Volume Customers

Customer	Monthly Usage Gallons (1,000s)	2012 Approved Rates				Option #11 Projected Water Rates				Option #11 Variances	
		Minimum Charge	Revenue Stability Fee	Volumetric	Total Bill	Minimum Charge	New Fixed Fee	Volumetric	Total Bill	Total Bill \$ Variance	Total Bill % Variance
Freescale	54,000	\$ 2,719.83	\$ -	\$ 246,240.00	\$ 248,959.83	\$ 2,719.83	\$ 42,955.10	\$ 203,112.00	\$ 248,786.94	\$ (172.90)	-0.1%
Hospira	6,803	\$ 1,290.00	\$ -	\$ 32,950.21	\$ 34,240.21	\$ 1,290.00	\$ 4,920.75	\$ 28,119.93	\$ 34,330.68	\$ 90.47	0.3%
Samsung	93,000	\$ 3,870.00	\$ -	\$ 438,340.00	\$ 442,210.00	\$ 3,870.00	\$ 77,008.78	\$ 361,336.00	\$ 442,214.78	\$ 4.78	0.0%
Sematech	7,222	\$ 1,290.00	\$ -	\$ 33,219.25	\$ 34,509.25	\$ 1,290.00	\$ 4,995.20	\$ 28,207.47	\$ 34,492.67	\$ (16.57)	0.0%
Spanion	34,059	\$ 2,429.17	\$ -	\$ 159,851.26	\$ 162,280.42	\$ 2,429.17	\$ 27,248.01	\$ 132,331.41	\$ 162,008.59	\$ (271.83)	-0.2%
University of Texas	31,486	\$ 12,949.27	\$ -	\$ 152,499.17	\$ 165,448.44	\$ 12,949.27	\$ 17,043.06	\$ 135,024.21	\$ 165,016.55	\$ (431.90)	-0.3%

Wholesale Customers

Customer	Monthly Usage Gallons (1,000s)	2012 Approved Rates				Option #11 Projected Water Rates				Option #11 Variances	
		Minimum Charge	Revenue Stability Fee	Volumetric	Total Bill	Minimum Charge	New Fixed Fee	Volumetric	Total Bill	Total Bill \$ Variance	Total Bill % Variance
Creedmore-Maha WSC	7,397	\$ 97.58	\$ -	\$ 25,296.94	\$ 25,394.53	\$ 97.58	\$ 4,017.19	\$ 21,302.69	\$ 25,417.46	\$ 22.93	0.1%
High Valley WSC	548	\$ 19.50	\$ -	\$ 1,949.25	\$ 1,968.75	\$ 19.50	\$ 298.70	\$ 1,653.58	\$ 1,971.77	\$ 3.02	0.2%
Lost Creek MUD	24,541	\$ 196.67	\$ -	\$ 98,407.57	\$ 98,604.24	\$ 196.67	\$ 15,664.66	\$ 82,456.22	\$ 98,317.54	\$ (286.69)	-0.3%
Manor, City of	10	\$ 39.00	\$ -	\$ 29.90	\$ 68.90	\$ 39.00	\$ -	\$ 29.90	\$ 68.90	\$ -	0.0%
Manville WSC	2,500	\$ 58.58	\$ -	\$ 11,850.00	\$ 11,908.58	\$ 58.58	\$ 1,865.84	\$ 10,000.00	\$ 11,924.42	\$ 15.84	0.1%
Marsha WSC	847	\$ 19.50	\$ -	\$ 3,030.92	\$ 3,050.42	\$ 19.50	\$ 476.23	\$ 2,565.27	\$ 3,061.00	\$ 10.58	0.3%
Morningside Subd.	55	\$ 19.50	\$ -	\$ 217.79	\$ 237.29	\$ 19.50	\$ 18.31	\$ 199.78	\$ 237.59	\$ 0.30	0.1%
Night Hawk WSC	901	\$ 39.00	\$ -	\$ 3,172.52	\$ 3,211.52	\$ 39.00	\$ 480.85	\$ 2,694.84	\$ 3,214.69	\$ 3.17	0.1%
North Austin MUD #1	32,233	\$ 1,296.75	\$ -	\$ 119,585.17	\$ 120,881.92	\$ 1,296.75	\$ 18,279.78	\$ 101,212.25	\$ 120,788.78	\$ (93.15)	-0.1%
Northtown MUD	23,485	\$ 1,032.50	\$ -	\$ 83,842.40	\$ 84,874.90	\$ 1,032.50	\$ 12,723.11	\$ 71,160.36	\$ 84,915.97	\$ 41.06	0.0%
Rivercrest WSC	8,373	\$ 412.83	\$ -	\$ 35,585.11	\$ 35,997.94	\$ 412.83	\$ 5,379.72	\$ 30,142.68	\$ 35,935.23	\$ (62.71)	-0.2%
Rollingwood, City of	11,053	\$ 350.25	\$ -	\$ 45,650.85	\$ 46,001.10	\$ 350.25	\$ 7,066.22	\$ 38,466.09	\$ 45,882.57	\$ (118.54)	-0.3%
Shady Hollow MUD	19,255	\$ 233.50	\$ -	\$ 79,713.94	\$ 79,947.44	\$ 233.50	\$ 12,663.73	\$ 66,813.38	\$ 79,710.60	\$ (236.84)	-0.3%
Sunset Valley, City of	8,855	\$ 827.63	\$ -	\$ 31,612.80	\$ 32,440.42	\$ 827.63	\$ 4,444.69	\$ 27,096.68	\$ 32,369.00	\$ (71.42)	-0.2%
Village of San Leanna	417	\$ 39.00	\$ -	\$ 1,629.17	\$ 1,668.17	\$ 39.00	\$ 229.59	\$ 1,404.17	\$ 1,672.76	\$ 4.59	0.3%
Travis Co. WCID #10	72,209	\$ 557.58	\$ -	\$ 286,668.21	\$ 287,225.79	\$ 557.58	\$ 45,800.39	\$ 239,732.61	\$ 286,090.58	\$ (1,135.21)	-0.4%
Wells Branch MUD	43,757	\$ 731.33	\$ -	\$ 151,400.83	\$ 152,132.17	\$ 731.33	\$ 23,873.18	\$ 127,334.23	\$ 151,938.75	\$ (193.42)	-0.1%
Windermere Utility Co.	500	\$ 116.75	\$ -	\$ 4,120.00	\$ 4,236.75	\$ 116.75	\$ 572.60	\$ 3,550.00	\$ 4,239.35	\$ 2.60	0.1%

**Option #11
 Residential New Tiered Fixed Fee and
 Fixed Revenue at 25% of Total Revenue**

Volatility Comparison

2012 Approved Rates & Revenue Requirements

	Minimum Charge	Revenue Stability Fee	Total Fixed Revenue	Volumetric Rate Revenue	Total Revenue
Residential	\$ 16.6	\$ 9.7	\$ 26.3	\$ 77.4	\$ 103.7
Multifamily	3.5	2.2	5.7	37.1	42.8
Commercial	4.3	3.6	7.9	55.1	63.0
Large Volume	0.2	0.1	0.3	12.7	13.0
Wholesale	0.1	-	0.1	11.7	11.8
Total	\$ 24.7	\$ 15.6	\$ 40.3	\$ 194.0	\$ 234.3

**2012 Approved Rates
 Possible Revenue Losses Based on 2010 Consumption Reductions**

	Minimum Charge	Revenue Stability Fee	Total Fixed Revenue	Volumetric Rate Revenue	Total Revenue
Residential	\$ 16.6	\$ 9.7	\$ 26.3	\$ 57.7	\$ 84.0
Multifamily	3.5	2.2	5.7	35.5	41.2
Commercial	4.3	3.6	7.9	41.5	49.4
Large Volume	0.2	0.1	0.3	10.5	10.8
Wholesale	0.1	-	0.1	10.6	10.7
Total	\$ 24.7	\$ 15.6	\$ 40.3	\$ 155.8	\$ 196.1

Potential Revenue Losses Based On 2010 Consumption Reductions \$ (38.2)

**Option #11
 Rates & Revenue Requirements**

	Minimum Charge	New Fixed Fee	Total Fixed Revenue	Volumetric Rate Revenue	Total Revenue
Residential	\$ 16.6	\$ 15.0	\$ 31.6	\$ 72.1	\$ 103.7
Multifamily	3.5	6.2	9.7	33.2	42.9
Commercial	4.3	9.1	13.4	49.7	63.1
Large Volume	0.3	1.9	2.2	10.8	13.0
Wholesale	0.1	1.7	1.8	10.0	11.7
Total	\$ 24.7	\$ 33.9	\$ 58.6	\$ 175.8	\$ 234.4

**Option #11
 Projected Rates - Possible Revenue Losses
 Possible Revenue Losses Based on 2010 Consumption Losses**

	Minimum Charge	New Fixed Fee	Total Fixed Revenue	Volumetric Rate Revenue	Total Revenue
Residential	\$ 16.6	\$ 13.8	\$ 30.4	\$ 54.6	\$ 85.0
Multifamily	3.5	6.2	9.7	31.9	41.5
Commercial	4.3	9.1	13.4	37.6	51.0
Large Volume	0.3	1.9	2.2	9.0	11.2
Wholesale	0.1	1.7	1.8	9.0	10.7
Total	\$ 24.7	\$ 32.7	\$ 57.4	\$ 142.1	\$ 199.5

Potential Revenue Losses Based On 2010 Consumption Losses \$ (34.9)

Change in Potential Revenue Losses Compared to Approved 2012 Rates \$ 3.3

Positive equals less volatility and lower potential revenue losses
 Negative equals more volatility and higher potential revenue losses

2010 Projected Consumption & Actual Losses (1000 Gallons)

	Projected Consumption	Actual Consumption	Lost Consumption	% Lost Consumption
Residential	18,642,980	15,290,505	3,352,476	18.0%
Multifamily	9,115,285	8,727,335	387,951	4.3%
Commercial	13,284,235	10,020,054	3,264,181	24.6%
Large Volume	2,966,368	2,475,124	491,244	16.6%
Wholesale	3,085,948	2,749,027	336,921	10.9%
Total	47,094,816	39,262,044	7,832,772	16.6%