

Option #18
Residential New Tiered Fixed Fee and
Fixed Revenue at 20% 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			Rate per 1,000 Gallons		
Tier 1	0 - 2,000	\$ 1.00	Block 1	0 - 2,000	\$ 1.17
Tier 2	2,001 - 9,000	\$ 3.00	Block 2	2,001 - 9,000	\$ 3.08
Tier 3	9,001 - 15,000	\$ 6.00	Block 3	9,001 - 15,000	\$ 7.92
Tier 4	15,001 - 25,000	\$ 12.50	Block 4	15,001 - 25,000	\$ 10.95
Tier 5	25,000 - over	\$ 12.50	Block 5	25,000 - over	\$ 12.19

Volatility Measure	
Revenue Losses at 2010 Consumption Levels	
Approved Rates	\$ (38.20) Million
Option Rates	\$ (38.11) Million
Volatility Measure	\$ 0.09 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	\$ 1.00	\$ -	\$ 8.10	\$ (3.40)	-29.6%
1,000	\$ 7.10	\$ 4.40	\$ 1.17	\$ 12.67	\$ 7.10	\$ 1.00	\$ 1.17	\$ 9.27	\$ (3.40)	-26.8%
2,000	\$ 7.10	\$ 4.40	\$ 2.34	\$ 13.84	\$ 7.10	\$ 1.00	\$ 2.34	\$ 10.44	\$ (3.40)	-24.6%
5,000	\$ 7.10	\$ 4.40	\$ 11.58	\$ 23.08	\$ 7.10	\$ 3.00	\$ 11.58	\$ 21.68	\$ (1.40)	-6.1%
7,727 Annualized	\$ 7.10	\$ 4.40	\$ 21.72	\$ 33.22	\$ 7.10	\$ 3.00	\$ 22.47	\$ 32.57	\$ (0.65)	-2.0%
9,000	\$ 7.10	\$ 4.40	\$ 23.90	\$ 35.40	\$ 7.10	\$ 3.00	\$ 23.90	\$ 34.00	\$ (1.40)	-4.0%
15,000	\$ 7.10	\$ 4.40	\$ 71.42	\$ 82.92	\$ 7.10	\$ 6.00	\$ 71.42	\$ 84.52	\$ 1.60	1.9%
25,000	\$ 7.10	\$ 4.40	\$ 180.92	\$ 192.42	\$ 7.10	\$ 12.50	\$ 180.92	\$ 200.52	\$ 8.10	4.2%
30,000	\$ 7.10	\$ 4.40	\$ 241.87	\$ 253.37	\$ 7.10	\$ 12.50	\$ 241.87	\$ 261.47	\$ 8.10	3.2%
60,000	\$ 7.10	\$ 4.40	\$ 607.57	\$ 619.07	\$ 7.10	\$ 12.50	\$ 607.57	\$ 627.17	\$ 8.10	1.3%

Fixed & Volume Revenue % by Class		
	% Fixed Revenue	% Volumetric Revenue
Residential	25.3%	74.7%
Multifamily	17.8%	82.2%
Commercial	16.3%	83.7%
Large Volume	11.5%	88.5%
Wholesale	11.0%	89.0%
Total Utility	20.0%	80.0%

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	\$ -	\$ -	\$ 1.17	\$ 1.17	\$ -	0.0%
2,000	\$ -	\$ -	\$ 2.34	\$ 2.34	\$ -	\$ -	\$ 2.34	\$ 2.34	\$ -	0.0%
5,000	\$ -	\$ -	\$ 11.58	\$ 11.58	\$ -	\$ -	\$ 11.58	\$ 11.58	\$ -	0.0%
7,727 Annualized	\$ -	\$ -	\$ 21.72	\$ 21.72	\$ -	\$ -	\$ 22.47	\$ 22.47	\$ 1.00	4.6%
9,000	\$ -	\$ -	\$ 23.90	\$ 23.90	\$ -	\$ -	\$ 23.90	\$ 23.90	\$ -	0.0%
15,000	\$ -	\$ -	\$ 71.42	\$ 71.42	\$ -	\$ -	\$ 71.42	\$ 71.42	\$ -	0.0%
25,000	\$ -	\$ -	\$ 180.92	\$ 180.92	\$ -	\$ -	\$ 180.92	\$ 180.92	\$ -	0.0%
30,000	\$ -	\$ -	\$ 241.87	\$ 241.87	\$ -	\$ -	\$ 241.87	\$ 241.87	\$ -	0.0%
60,000	\$ -	\$ -	\$ 607.57	\$ 607.57	\$ -	\$ -	\$ 607.57	\$ 607.57	\$ -	0.0%

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	
13,400 gallons	

Revenue Stability Fee For Reserve Fund		Rate per 1,000 Gallons
		\$ 0.22
Volumetric Revenue		
Residential	\$	3,912,132
Multifamily	\$	2,016,651
Commercial	\$	2,501,878
Large Volume	\$	598,146
Wholesale	\$	678,308
Total	\$	9,707,115
Total Water Revenue (FY12)	\$	234,385,258
Goal (Percent of Total Revenue)		20.0%
Goal (20% of Total Water Revenues)	\$	46,900,000
Water Operations & Maintenance	\$	105,096,990
Days of O&M Coverage		163
Years to Achieve Goal		5

- Assumptions** Red indicates major change within option.
- 2012 Approved Water Revenue with New Tiered Fixed Fee (NTFF) and Fixed Revenue at 20% of Total Revenue**
- Residential RSF transformed into NTFF with 5 tiers that are same as the current volume rate blocks
 - Fixed revenue goal of 20% of total revenue with goals by class based on cost of service allocation
 - \$22.3M revenue from NTFF to meet 20% fixed revenue goal
 - Customer class fixed revenue goals based on cost of service based allocation:
 Residential 25.3% Multifamily 17.8% Commercial 16.3% Large Volume 11.5% Wholesale 11.0%
 - Residential NTFF set at block 1 of \$1.00, block 2 at \$3.00, block 3 at \$6.00 and block 4-5 at \$12.50
 - \$46M revenue stability reserve fund goal which is 20% of total revenue and 163 days of O&M, with 5 year goal to reach target
 - 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

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
Spancion	
Off-Peak Rates	\$ 4.54
Peak Rates	\$ 5.00
University of Texas	
Off-Peak Rates	\$ 4.69
Peak Rates	\$ 5.15

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

Peak	July through October
Off-Peak	November through June

Option #18
Residential New Tiered Fixed Fee and
Fixed Revenue at 20% 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	\$ 0.22

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	\$ 1.00	Block 1	0 - 2,000 \$ 1.17
Tier 2	2,001 - 9,000	\$ 3.00	Block 2	2,001 - 9,000 \$ 3.08
Tier 3	9,001 - 15,000	\$ 6.00	Block 3	9,001 - 15,000 \$ 7.92
Tier 4	15,001 - 25,000	\$ 12.50	Block 4	15,001 - 25,000 \$ 10.95
Tier 5	25,000 - over	\$ 12.50	Block 5	25,000 - over \$ 12.19

**Option #18
 Residential New Tiered Fixed Fee and
 Fixed Revenue at 20% 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

Revenue Stability Fee for Reserve Fund - All Classes	
Rate per 1,000 Gallons	
Rate / 1,000 Gallons	\$ 0.22

Multifamily and Commercial Classes

Multifamily New Meter Based Fixed Fee Charge by Meter Size	
Meter Size	Minimum Charge
5/8"	\$ 8.05
3/4"	\$ 12.08
1"	\$ 17.71
1 1/2"	\$ 33.81
2"	\$ 49.91
3"	\$ 120.75
4"	\$ 201.25
6"	\$ 402.50
8"	\$ 603.75
10"	\$ 805.00
12"	\$ 925.75

Commercial New Meter Based Fixed Fee Charge by Meter Size	
Meter Size	Minimum Charge
5/8"	\$ 7.25
3/4"	\$ 10.88
1"	\$ 15.95
1 1/2"	\$ 30.45
2"	\$ 44.95
3"	\$ 108.75
4"	\$ 181.25
6"	\$ 362.50
8"	\$ 543.75
10"	\$ 725.00
12"	\$ 833.75

Volumetric Rates Rate Per 1,000 Gallons	
Multifamily	
Off-Peak Rates	\$ 3.71
Peak Rates	\$ 4.08
Commercial	
Off-Peak Rates	\$ 4.46
Peak Rates	\$ 4.92
Off-Peak	November through June
Peak	July through October

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

Large Volume Customers		
New Customer Based Fixed Fee Charge per Month		Volumetric Rates Rate Per 1,000 Gallons
Meter Size	Minimum Charge	
Freescale	\$ 28,063.41	Freescale
Hospira	\$ 2,886.48	Off-Peak Rates \$ 3.91
Samsung	\$ 50,648.23	Peak Rates \$ 4.30
Sematech	\$ 2,936.70	Hospira
Spancion	\$ 17,566.71	Off-Peak Rates \$ 4.28
Univ. of Tx	\$ 7,143.37	Peak Rates \$ 4.71
		Samsung
		Off-Peak Rates \$ 4.03
		Peak Rates \$ 4.43
		Sematech
		Off-Peak Rates \$ 4.06
		Peak Rates \$ 4.47
		Spancion
		Off-Peak Rates \$ 4.04
		Peak Rates \$ 4.44
Off-Peak	November through June	University of Texas
Peak	July through October	Off-Peak Rates \$ 4.46
		Peak Rates \$ 4.91

Wholesale Customers		
	New Fixed Fee Per Month	Volumetric Rates Rate Per 1,000 Gallons
Creedmore-Maha WSC	\$ 2,919.27	\$ 3.03
High Valley WSC	\$ 213.71	\$ 3.17
Lost Creek MUD	\$ 11,434.08	\$ 3.53
Manor, City of	\$ -	\$ 2.99
Manville WSC	\$ 1,352.28	\$ 4.20
Marsha WSC	\$ 343.90	\$ 3.19
Morningside Subd.	\$ 8.10	\$ 3.85
Night Hawk WSC	\$ 341.96	\$ 3.15
North Austin MUD #1	\$ 13,053.17	\$ 3.30
Northtown MUD	\$ 9,050.28	\$ 3.19
Rivercrest WSC	\$ 3,833.13	\$ 3.80
Rollingwood, City of	\$ 5,085.90	\$ 3.66
Shady Hollow MUD	\$ 9,222.73	\$ 3.65
Sunset Valley, City of	\$ 3,034.64	\$ 3.22
Village of San Leanna	\$ 157.70	\$ 3.54
Travis Co. WCID #10	\$ 33,434.95	\$ 3.50
Wells Branch MUD	\$ 17,308.60	\$ 3.06
Windermere Utility Co.	\$ 387.91	\$ 7.48

**Option #18
 Residential New Tiered Fixed Fee and
 Fixed Revenue at 20% 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 #18
 Revenue Summary**

	Minimum Charge	New Fixed Fee	Total Fixed Revenue	Volumetric Rate Revenue	Total Revenue	% Fixed Revenue	% Volumetric Revenue
Residential	\$ 16.6	\$ 9.7	\$ 26.3	\$ 77.5	\$ 103.7	25.3%	74.7%
Multifamily	3.5	4.2	7.6	35.2	42.8	17.8%	82.2%
Commercial	4.3	6.0	10.3	52.8	63.1	16.3%	83.7%
Large Volume	0.3	1.2	1.5	11.5	13.0	11.5%	88.5%
Wholesale	0.1	1.2	1.3	10.4	11.7	11.0%	89.0%
Total	\$ 24.7	\$ 22.3	\$ 47.0	\$ 187.4	\$ 234.4	20.0%	80.0%

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

Volumetric Revenue
\$ 3.9
2.0
2.5
0.6
0.7
\$ 9.7

Option #18
Residential New Tiered Fixed Fee and
Fixed Revenue at 20% of Total Revenue

Option Bill Comparisons - Residential

Residential Bill Comparisons

Monthly Usage Gallons 5/8" Meter
0
1,000
2,000
5,000
7,727
9,000
15,000
25,000
30,000
60,000

2012 Approved Rates				
Minimum Charge	Revenue Stability Fee	Volumetric	Total Bill	
\$ 7.10	\$ 4.40	\$ -	\$	\$ 11.50
\$ 7.10	\$ 4.40	\$ 1.17	\$	\$ 12.67
\$ 7.10	\$ 4.40	\$ 2.34	\$	\$ 13.84
\$ 7.10	\$ 4.40	\$ 11.58	\$	\$ 23.08
\$ 7.10	\$ 4.40	\$ 21.72	\$	\$ 33.22
\$ 7.10	\$ 4.40	\$ 23.90	\$	\$ 35.40
\$ 7.10	\$ 4.40	\$ 71.42	\$	\$ 82.92
\$ 7.10	\$ 4.40	\$ 180.92	\$	\$ 192.42
\$ 7.10	\$ 4.40	\$ 241.87	\$	\$ 253.37
\$ 7.10	\$ 4.40	\$ 607.57	\$	\$ 619.07

Option #18 Projected Water Rates				
Minimum Charge	Revenue Stability Fee	Volumetric	Total Bill	
\$ 7.10	\$ 1.00	\$ -	\$	\$ 8.10
\$ 7.10	\$ 1.00	\$ 1.17	\$	\$ 9.27
\$ 7.10	\$ 1.00	\$ 2.34	\$	\$ 10.44
\$ 7.10	\$ 3.00	\$ 11.58	\$	\$ 21.68
\$ 7.10	\$ 3.00	\$ 22.47	\$	\$ 32.57
\$ 7.10	\$ 3.00	\$ 23.90	\$	\$ 34.00
\$ 7.10	\$ 6.00	\$ 71.42	\$	\$ 84.52
\$ 7.10	\$ 12.50	\$ 180.92	\$	\$ 200.52
\$ 7.10	\$ 12.50	\$ 241.87	\$	\$ 261.47
\$ 7.10	\$ 12.50	\$ 607.57	\$	\$ 627.17

Option #18 Variances	
Total Bill \$ Variance	Total Bill % Variance
\$ (3.40)	-29.6%
\$ (3.40)	-26.8%
\$ (3.40)	-24.6%
\$ (1.40)	-6.1%
\$ (0.65)	-2.0%
\$ (1.40)	-4.0%
\$ 1.60	1.9%
\$ 8.10	4.2%
\$ 8.10	3.2%
\$ 8.10	1.3%

Residential Bill Comparisons CAP Customers

Monthly Usage Gallons 5/8" Meter
0
1,000
2,000
5,000
7,727
9,000
15,000
25,000
30,000
60,000

2012 Approved Rates				
Minimum Charge	Revenue Stability Fee	Volumetric	Total Bill	
\$ -	\$ -	\$ -	\$	\$ -
\$ -	\$ -	\$ 1.17	\$	\$ 1.17
\$ -	\$ -	\$ 2.34	\$	\$ 2.34
\$ -	\$ -	\$ 11.58	\$	\$ 11.58
\$ -	\$ -	\$ 21.72	\$	\$ 21.72
\$ -	\$ -	\$ 23.90	\$	\$ 23.90
\$ -	\$ -	\$ 71.42	\$	\$ 71.42
\$ -	\$ -	\$ 180.92	\$	\$ 180.92
\$ -	\$ -	\$ 241.87	\$	\$ 241.87
\$ -	\$ -	\$ 607.57	\$	\$ 607.57

Option #18 Projected Water Rates				
Minimum Charge	Revenue Stability Fee	Volumetric	Total Bill	
\$ -	\$ -	\$ -	\$	\$ -
\$ -	\$ -	\$ 1.17	\$	\$ 1.17
\$ -	\$ -	\$ 2.34	\$	\$ 2.34
\$ -	\$ -	\$ 11.58	\$	\$ 11.58
\$ -	\$ -	\$ 22.47	\$	\$ 22.47
\$ -	\$ -	\$ 23.90	\$	\$ 23.90
\$ -	\$ -	\$ 71.42	\$	\$ 71.42
\$ -	\$ -	\$ 180.92	\$	\$ 180.92
\$ -	\$ -	\$ 241.87	\$	\$ 241.87
\$ -	\$ -	\$ 607.57	\$	\$ 607.57

Option #18 Variances	
Total Bill \$ Variance	Total Bill % Variance
\$ -	0.0%
\$ -	0.0%
\$ -	0.0%
\$ -	0.0%
\$ -	0.0%
\$ 0.75	3.5%
\$ -	0.0%
\$ -	0.0%
\$ -	0.0%
\$ -	0.0%
\$ -	0.0%

Option #18
Residential New Tiered Fixed Fee and
Fixed Revenue at 20% of Total Revenue

Cost of Service Breakeven Bill Analysis - Residential

Volume Gallons	Option #18 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
0	\$ 7.10	\$ -	\$ 1.00	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 8.10	\$ 7.10	\$ -	\$ 1.00	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 8.10
1,000	\$ 7.10	\$ -	\$ 1.00	\$ 1.17	\$ -	\$ -	\$ -	\$ -	\$ 9.27	\$ 7.10	\$ -	\$ 1.00	\$ 4.36	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 12.46
2,000	\$ 7.10	\$ -	\$ 1.00	\$ 2.34	\$ -	\$ -	\$ -	\$ -	\$ 10.44	\$ 7.10	\$ -	\$ 1.00	\$ 8.72	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 16.82
3,000	\$ 7.10	\$ -	\$ 3.00	\$ 2.34	\$ 3.08	\$ -	\$ -	\$ -	\$ 15.52	\$ 7.10	\$ -	\$ 3.00	\$ 8.72	\$ 4.36	\$ -	\$ -	\$ -	\$ -	\$ 23.18
4,000	\$ 7.10	\$ -	\$ 3.00	\$ 2.34	\$ 6.16	\$ -	\$ -	\$ -	\$ 18.60	\$ 7.10	\$ -	\$ 3.00	\$ 8.72	\$ 8.72	\$ -	\$ -	\$ -	\$ -	\$ 27.54
5,000	\$ 7.10	\$ -	\$ 3.00	\$ 2.34	\$ 9.24	\$ -	\$ -	\$ -	\$ 21.68	\$ 7.10	\$ -	\$ 3.00	\$ 8.72	\$ 13.08	\$ -	\$ -	\$ -	\$ -	\$ 31.90
6,000	\$ 7.10	\$ -	\$ 3.00	\$ 2.34	\$ 12.32	\$ -	\$ -	\$ -	\$ 24.76	\$ 7.10	\$ -	\$ 3.00	\$ 8.72	\$ 17.44	\$ -	\$ -	\$ -	\$ -	\$ 36.26
7,000	\$ 7.10	\$ -	\$ 3.00	\$ 2.34	\$ 15.40	\$ -	\$ -	\$ -	\$ 27.84	\$ 7.10	\$ -	\$ 3.00	\$ 8.72	\$ 21.80	\$ -	\$ -	\$ -	\$ -	\$ 40.62
8,000	\$ 7.10	\$ -	\$ 3.00	\$ 2.34	\$ 18.48	\$ -	\$ -	\$ -	\$ 30.92	\$ 7.10	\$ -	\$ 3.00	\$ 8.72	\$ 26.16	\$ -	\$ -	\$ -	\$ -	\$ 44.98
9,000	\$ 7.10	\$ -	\$ 3.00	\$ 2.34	\$ 21.56	\$ -	\$ -	\$ -	\$ 34.00	\$ 7.10	\$ -	\$ 3.00	\$ 8.72	\$ 30.52	\$ -	\$ -	\$ -	\$ -	\$ 49.34
10,000	\$ 7.10	\$ -	\$ 6.00	\$ 2.34	\$ 21.56	\$ 7.92	\$ -	\$ -	\$ 44.92	\$ 7.10	\$ -	\$ 6.00	\$ 8.72	\$ 30.52	\$ 4.36	\$ -	\$ -	\$ -	\$ 56.70
11,000	\$ 7.10	\$ -	\$ 6.00	\$ 2.34	\$ 21.56	\$ 15.84	\$ -	\$ -	\$ 52.84	\$ 7.10	\$ -	\$ 6.00	\$ 8.72	\$ 30.52	\$ 8.72	\$ -	\$ -	\$ -	\$ 61.06
12,000	\$ 7.10	\$ -	\$ 6.00	\$ 2.34	\$ 21.56	\$ 23.76	\$ -	\$ -	\$ 60.76	\$ 7.10	\$ -	\$ 6.00	\$ 8.72	\$ 30.52	\$ 13.08	\$ -	\$ -	\$ -	\$ 65.42
13,000	\$ 7.10	\$ -	\$ 6.00	\$ 2.34	\$ 21.56	\$ 31.68	\$ -	\$ -	\$ 68.68	\$ 7.10	\$ -	\$ 6.00	\$ 8.72	\$ 30.52	\$ 17.44	\$ -	\$ -	\$ -	\$ 69.78
14,000	\$ 7.10	\$ -	\$ 6.00	\$ 2.34	\$ 21.56	\$ 39.60	\$ -	\$ -	\$ 76.60	\$ 7.10	\$ -	\$ 6.00	\$ 8.72	\$ 30.52	\$ 21.80	\$ -	\$ -	\$ -	\$ 74.14
15,000	\$ 7.10	\$ -	\$ 6.00	\$ 2.34	\$ 21.56	\$ 47.52	\$ -	\$ -	\$ 84.52	\$ 7.10	\$ -	\$ 6.00	\$ 8.72	\$ 30.52	\$ 26.16	\$ -	\$ -	\$ -	\$ 78.50

Option #18
Residential New Tiered Fixed Fee and
Fixed Revenue at 20% 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 #18 Projected Water Rates			
Minimum Charge	New Fixed Fee	Volumetric	Total Bill
\$ 7.10	\$ 8.05	\$ 115.01	\$ 130.16
\$ 17.80	\$ 33.81	\$ 191.68	\$ 243.29
\$ 55.00	\$ 120.75	\$ 383.37	\$ 559.12
\$ 190.00	\$ 402.50	\$ 1,533.47	\$ 2,125.97
\$ 890.00	\$ 805.00	\$ 3,066.93	\$ 4,761.93

Option #18 Variances	
Total Bill \$ Variance	Total Bill % Variance
\$ (3.14)	-2.4%
\$ 4.29	1.8%
\$ 32.12	6.1%
\$ 91.97	4.5%
\$ 183.93	4.0%

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 #18 Projected Water Rates			
Minimum Charge	New Fixed Fee	Volumetric	Total Bill
\$ 7.10	\$ 7.25	\$ 138.40	\$ 152.75
\$ 17.80	\$ 30.45	\$ 322.93	\$ 371.18
\$ 55.00	\$ 108.75	\$ 692.00	\$ 855.75
\$ 190.00	\$ 362.50	\$ 1,845.33	\$ 2,397.83
\$ 890.00	\$ 725.00	\$ 3,460.00	\$ 5,075.00

Option #18 Variances	
Total Bill \$ Variance	Total Bill % Variance
\$ (4.05)	-2.6%
\$ (3.85)	-1.0%
\$ 8.25	1.0%
\$ 50.50	2.2%
\$ 112.50	2.3%

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 #18 Projected Water Rates			
Minimum Charge	New Fixed Fee	Volumetric	Total Bill
\$ 7.10	\$ 7.25	\$ 158.94	\$ 173.29
\$ 21.80	\$ 26.83	\$ 322.19	\$ 370.82
\$ 35.60	\$ 60.90	\$ 6,547.61	\$ 6,644.11
\$ 24.90	\$ 37.70	\$ 1,173.85	\$ 1,236.45
\$ 121.00	\$ 210.25	\$ 44,191.19	\$ 44,522.44
\$ 80.80	\$ 153.70	\$ 59,716.22	\$ 59,950.72

Option #18 Variances	
Total Bill \$ Variance	Total Bill % Variance
\$ (5.31)	-3.0%
\$ (6.02)	-1.6%
\$ (312.31)	-4.5%
\$ (45.16)	-3.5%
\$ (2,186.69)	-4.7%
\$ (3,005.36)	-4.8%

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 #18 Projected Water Rates			
Minimum Charge	New Fixed Fee	Volumetric	Total Bill
\$ 25.80	\$ 44.95	\$ 5,816.29	\$ 5,887.04
\$ 72.80	\$ 139.20	\$ 8,070.37	\$ 8,282.37
\$ 95.00	\$ 181.25	\$ 13,529.85	\$ 13,806.10
\$ 66.80	\$ 124.70	\$ 16,355.75	\$ 16,547.25
\$ 241.60	\$ 452.40	\$ 105,007.67	\$ 105,701.67
\$ 55.00	\$ 108.75	\$ 130,154.16	\$ 130,317.91

Option #18 Variances	
Total Bill \$ Variance	Total Bill % Variance
\$ 17.75	0.3%
\$ 55.00	0.7%
\$ 71.25	0.5%
\$ 49.00	0.3%
\$ 178.00	0.2%
\$ (246.25)	-0.2%

Option #18
Residential New Tiered Fixed Fee and
Fixed Revenue at 20% 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 #18 Projected Water Rates				Option #18 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	\$ 28,063.41	\$ 218,178.00	\$ 248,961.25	\$ 1.41	0.0%
Hospira	6,803	\$ 1,290.00	\$ -	\$ 32,950.21	\$ 34,240.21	\$ 1,290.00	\$ 2,886.48	\$ 30,088.32	\$ 34,264.80	\$ 24.60	0.1%
Samsung	93,000	\$ 3,870.00	\$ -	\$ 438,340.00	\$ 442,210.00	\$ 3,870.00	\$ 50,648.23	\$ 387,283.00	\$ 441,801.23	\$ (408.77)	-0.1%
Sematech	7,222	\$ 1,290.00	\$ -	\$ 33,219.25	\$ 34,509.25	\$ 1,290.00	\$ 2,936.70	\$ 30,296.91	\$ 34,523.62	\$ 14.37	0.0%
Spansion	34,059	\$ 2,429.17	\$ -	\$ 159,851.26	\$ 162,280.42	\$ 2,429.17	\$ 17,566.71	\$ 142,185.88	\$ 162,181.75	\$ (98.67)	-0.1%
University of Texas	31,486	\$ 12,949.27	\$ -	\$ 152,499.17	\$ 165,448.44	\$ 12,949.27	\$ 7,143.37	\$ 145,110.36	\$ 165,203.00	\$ (245.44)	-0.1%

Wholesale Customers

Customer	Monthly Usage Gallons (1,000s)	2012 Approved Rates				Option #18 Projected Water Rates				Option #18 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	\$ 2,919.27	\$ 22,412.20	\$ 25,429.06	\$ 34.53	0.1%
High Valley WSC	548	\$ 19.50	\$ -	\$ 1,949.25	\$ 1,968.75	\$ 19.50	\$ 213.71	\$ 1,735.71	\$ 1,968.92	\$ 0.17	0.0%
Lost Creek MUD	24,541	\$ 196.67	\$ -	\$ 98,407.57	\$ 98,604.24	\$ 196.67	\$ 11,434.08	\$ 86,628.11	\$ 98,258.86	\$ (345.38)	-0.4%
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	\$ 1,352.28	\$ 10,500.00	\$ 11,910.86	\$ 2.28	0.0%
Marsha WSC	847	\$ 19.50	\$ -	\$ 3,030.92	\$ 3,050.42	\$ 19.50	\$ 343.90	\$ 2,700.73	\$ 3,064.13	\$ 13.72	0.4%
Morningside Subd.	55	\$ 19.50	\$ -	\$ 217.79	\$ 237.29	\$ 19.50	\$ 8.10	\$ 210.15	\$ 237.74	\$ 0.45	0.2%
Night Hawk WSC	901	\$ 39.00	\$ -	\$ 3,172.52	\$ 3,211.52	\$ 39.00	\$ 341.96	\$ 2,839.04	\$ 3,220.00	\$ 8.48	0.3%
North Austin MUD #1	32,233	\$ 1,296.75	\$ -	\$ 119,585.17	\$ 120,881.92	\$ 1,296.75	\$ 13,053.17	\$ 106,369.56	\$ 120,719.48	\$ (162.44)	-0.1%
Northtown MUD	23,485	\$ 1,032.50	\$ -	\$ 83,842.40	\$ 84,874.90	\$ 1,032.50	\$ 9,050.28	\$ 74,918.00	\$ 85,000.78	\$ 125.88	0.1%
Rivercrest WSC	8,373	\$ 412.83	\$ -	\$ 35,585.11	\$ 35,997.94	\$ 412.83	\$ 3,833.13	\$ 31,817.27	\$ 36,063.23	\$ 65.29	0.2%
Rollingwood, City of	11,053	\$ 350.25	\$ -	\$ 45,650.85	\$ 46,001.10	\$ 350.25	\$ 5,085.90	\$ 40,455.72	\$ 45,891.87	\$ (109.24)	-0.2%
Shady Hollow MUD	19,255	\$ 233.50	\$ -	\$ 79,713.94	\$ 79,947.44	\$ 233.50	\$ 9,222.73	\$ 70,279.20	\$ 79,735.43	\$ (212.01)	-0.3%
Sunset Valley, City of	8,855	\$ 827.63	\$ -	\$ 31,612.80	\$ 32,440.42	\$ 827.63	\$ 3,034.64	\$ 28,513.50	\$ 32,375.77	\$ (64.65)	-0.2%
Village of San Leanna	417	\$ 39.00	\$ -	\$ 1,629.17	\$ 1,668.17	\$ 39.00	\$ 157.70	\$ 1,475.00	\$ 1,671.70	\$ 3.53	0.2%
Travis Co. WCID #10	72,209	\$ 557.58	\$ -	\$ 286,668.21	\$ 287,225.79	\$ 557.58	\$ 33,434.95	\$ 252,730.16	\$ 286,722.69	\$ (503.10)	-0.2%
Wells Branch MUD	43,757	\$ 731.33	\$ -	\$ 151,400.83	\$ 152,132.17	\$ 731.33	\$ 17,308.60	\$ 133,897.85	\$ 151,937.78	\$ (194.39)	-0.1%
Windermere Utility Co.	500	\$ 116.75	\$ -	\$ 4,120.00	\$ 4,236.75	\$ 116.75	\$ 387.91	\$ 3,740.00	\$ 4,244.66	\$ 7.91	0.2%

**Option #18
 Residential New Tiered Fixed Fee and
 Fixed Revenue at 20% 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 #18
 Rates & Revenue Requirements**

	Minimum Charge	New Fixed Fee	Total Fixed Revenue	Volumetric Rate Revenue	Total Revenue
Residential	\$ 16.6	\$ 9.7	\$ 26.3	\$ 77.5	\$ 103.7
Multifamily	3.5	4.2	7.6	35.2	42.8
Commercial	4.3	6.0	10.3	52.8	63.1
Large Volume	0.3	1.2	1.5	11.5	13.0
Wholesale	0.1	1.2	1.3	10.4	11.7
Total	\$ 24.7	\$ 22.3	\$ 47.0	\$ 187.4	\$ 234.4

**Option #18
 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	\$ 8.7	\$ 25.3	\$ 57.8	\$ 83.1
Multifamily	3.5	4.2	7.6	33.7	41.4
Commercial	4.3	6.0	10.3	39.8	50.1
Large Volume	0.3	1.2	1.5	9.5	11.0
Wholesale	0.1	1.2	1.3	9.4	10.7
Total	\$ 24.7	\$ 21.3	\$ 46.0	\$ 150.3	\$ 196.3

Potential Revenue Losses Based On 2010 Consumption Losses **\$ (38.1)**

Change in Potential Revenue Losses Compared to Approved 2012 Rates **\$ 0.1**

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%