

Option #25
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	\$ 8.75
Tier 4	15,001 - 25,000	\$ 12.50	Block 4	15,001 - 25,000	\$ 11.75
Tier 5	25,000 - over	\$ 12.50	Block 5	25,000 - over	\$ 12.75

Volatility Measure	
Revenue Losses at 2010 Consumption Levels	
Approved Rates	\$ (38.20) Million
Option Rates	\$ (39.29) Million
Volatility Measure	\$ (1.09) 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			
	Minimum Charge	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 Annualized	\$ 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

Projected Water Rates			
Minimum Charge	New Tiered Fixed 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	\$ 22.77	\$ 32.87
\$ 7.10	\$ 3.00	\$ 23.90	\$ 34.00
\$ 7.10	\$ 6.00	\$ 76.40	\$ 89.50
\$ 7.10	\$ 12.50	\$ 193.90	\$ 213.50
\$ 7.10	\$ 12.50	\$ 257.65	\$ 277.25
\$ 7.10	\$ 12.50	\$ 640.15	\$ 659.75

Variances	
Total Bill \$ Variance	Total Bill % Variance
\$ (3.40)	-29.6%
\$ (3.40)	-26.8%
\$ (3.40)	-24.6%
\$ (1.40)	-6.1%
\$ (0.35)	-1.1%
\$ (1.40)	-4.0%
\$ 6.58	7.9%
\$ 21.08	11.0%
\$ 23.88	9.4%
\$ 40.68	6.6%

Fixed & Volume Revenue % by Class		
	% Fixed Revenue	% Volumetric Revenue
Residential	24.5%	75.5%
Multifamily	17.8%	82.2%
Commercial	16.3%	83.7%
Large Volume	11.5%	88.5%
Wholesale	11.0%	89.0%
Total Utility	19.8%	80.2%

Residential Bill Comparisons - Customer Assistance Program Customers (CAP)

Monthly Usage
Gallons
5/8" Meter

	2012 Approved Rates			
	Minimum Charge	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 Annualized	\$ -	\$ -	\$ 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

Projected Water Rates			
Minimum Charge	New Tiered Fixed Fee	Volumetric	Total Bill
\$ -	\$ -	\$ 0.00	\$ -
\$ -	\$ -	\$ 1.17	\$ 1.17
\$ -	\$ -	\$ 2.34	\$ 2.34
\$ -	\$ -	\$ 11.58	\$ 11.58
\$ -	\$ -	\$ 22.77	\$ 22.77
\$ -	\$ -	\$ 23.90	\$ 23.90
\$ -	\$ -	\$ 76.40	\$ 76.40
\$ -	\$ -	\$ 193.90	\$ 193.90
\$ -	\$ -	\$ 257.65	\$ 257.65
\$ -	\$ -	\$ 640.15	\$ 640.15

Variances	
Total Bill \$ Variance	Total Bill % Variance
\$ -	0.0%
\$ -	0.0%
\$ -	0.0%
\$ -	0.0%
\$ 1.00	4.6%
\$ -	0.0%
\$ 4.98	7.0%
\$ 12.98	7.2%
\$ 15.78	6.5%
\$ 32.58	5.4%

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	12,500 gallons

Revenue Stability Fee For Reserve Fund		Rate per 1,000 Gallons	
Non-Residential Rate / 1,000 Gallons	\$	0.22	
Residential Contribution from over collection within block rates			
Volumetric Revenue			
Residential	\$	3,311,605	
Multifamily	\$	2,016,651	
Commercial	\$	2,501,878	
Large Volume	\$	598,148	
Wholesale	\$	678,308	
Total	\$	9,106,588	
Total Water Revenue (FY12)	\$	234,390,000	
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		6	

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
- **Blocks 3-5 increased to fund revenue stability reserve fund**
- **Additional \$3.3M in revenue from residential block rates contributed to revenue stability reserve fund**
- 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
Spansion		
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 #25
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	\$ -

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 \$ 8.75
Tier 4	15,001 - 25,000	\$ 12.50	Block 4	15,001 - 25,000 \$ 11.75
Tier 5	25,000 - over	\$ 12.50	Block 5	25,000 - over \$ 12.75

Option #25
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

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			Commercial New Meter Based Fixed Fee Charge by Meter Size		
Meter Size	Minimum Charge		Meter Size	Minimum Charge	
5/8"	\$	8.05	5/8"	\$	7.25
3/4"	\$	12.08	3/4"	\$	10.88
1"	\$	17.71	1"	\$	15.95
1 1/2"	\$	33.81	1 1/2"	\$	30.45
2"	\$	49.91	2"	\$	44.95
3"	\$	120.75	3"	\$	108.75
4"	\$	201.25	4"	\$	181.25
6"	\$	402.50	6"	\$	362.50
8"	\$	603.75	8"	\$	543.75
10"	\$	805.00	10"	\$	725.00
12"	\$	925.75	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

Large Volume Customers			
New Customer Based Fixed Fee Charge per Month		Volumetric Rates Rate Per 1,000 Gallons	
Meter Size	Minimum Charge	Freescale	
Freescale	\$ 28,063.41	Off-Peak Rates	\$ 3.91
Hospira	\$ 2,886.48	Peak Rates	\$ 4.30
Samsung	\$ 50,648.23	Hospira	
Sematech	\$ 2,936.70	Off-Peak Rates	\$ 4.28
Spanson	\$ 17,566.71	Peak Rates	\$ 4.71
Univ. of Tx	\$ 7,143.37	Samsung	
		Off-Peak Rates	\$ 4.03
		Peak Rates	\$ 4.43
		Sematech	
		Off-Peak Rates	\$ 4.06
		Peak Rates	\$ 4.47
Off-Peak	November through June	Spanson	
Peak	July through October	Off-Peak Rates	\$ 4.04
		Peak Rates	\$ 4.44
		University of Texas	
		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 #25
 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 #25
 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	\$ 80.8	\$ 107.1	24.5%	75.5%
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	\$ 190.7	\$ 237.7	19.8%	80.2%

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

Volumetric Revenue	
Residential	\$ -
Multifamily	2.0
Commercial	2.5
Large Volume	0.6
Wholesale	0.7
Total	\$ 5.8

**Option #25
 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	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 #25 Projected Water Rates			
	Minimum Charge	Revenue Stability Fee	Volumetric	Total Bill
0	\$ 7.10	\$ 1.00	\$ -	\$ 8.10
1,000	\$ 7.10	\$ 1.00	\$ 1.17	\$ 9.27
2,000	\$ 7.10	\$ 1.00	\$ 2.34	\$ 10.44
5,000	\$ 7.10	\$ 3.00	\$ 11.58	\$ 21.68
7,727	\$ 7.10	\$ 3.00	\$ 22.77	\$ 32.87
9,000	\$ 7.10	\$ 3.00	\$ 23.90	\$ 34.00
15,000	\$ 7.10	\$ 6.00	\$ 76.40	\$ 89.50
25,000	\$ 7.10	\$ 12.50	\$ 193.90	\$ 213.50
30,000	\$ 7.10	\$ 12.50	\$ 257.65	\$ 277.25
60,000	\$ 7.10	\$ 12.50	\$ 640.15	\$ 659.75

Option #25 Variances	
Total Bill \$ Variance	Total Bill % Variance
\$ (3.40)	-29.6%
\$ (3.40)	-26.8%
\$ (3.40)	-24.6%
\$ (1.40)	-6.1%
\$ (0.35)	-1.1%
\$ (1.40)	-4.0%
\$ 6.58	7.9%
\$ 21.08	11.0%
\$ 23.88	9.4%
\$ 40.68	6.6%

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 #25 Projected Water 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	\$ -	\$ -	\$ 22.77	\$ 22.77
9,000	\$ -	\$ -	\$ 23.90	\$ 23.90
15,000	\$ -	\$ -	\$ 76.40	\$ 76.40
25,000	\$ -	\$ -	\$ 193.90	\$ 193.90
30,000	\$ -	\$ -	\$ 257.65	\$ 257.65
60,000	\$ -	\$ -	\$ 640.15	\$ 640.15

Option #25 Variances	
Total Bill \$ Variance	Total Bill % Variance
\$ -	0.0%
\$ -	0.0%
\$ -	0.0%
\$ -	0.0%
\$ 1.05	4.8%
\$ -	0.0%
\$ 4.98	7.0%
\$ 12.98	7.2%
\$ 15.78	6.5%
\$ 32.58	5.4%

Option #25
Residential New Tiered Fixed Fee and
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Cost of Service Breakeven Bill Analysis - Residential

Volume Gallons	Option #25 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		
				\$1.17	\$3.08	\$8.75	\$11.75	\$12.75					\$4.36	\$4.36	\$4.36	\$4.36	\$4.36			
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	\$ 8.75	\$ -	\$ -	\$ 45.75	\$ 7.10	\$ -	\$ 6.00	\$ 8.72	\$ 30.52	\$ 4.36	\$ -	\$ -	\$ 56.70		
11,000	\$ 7.10	\$ -	\$ 6.00	\$ 2.34	\$ 21.56	\$ 17.50	\$ -	\$ -	\$ 54.50	\$ 7.10	\$ -	\$ 6.00	\$ 8.72	\$ 30.52	\$ 8.72	\$ -	\$ -	\$ 61.06		
12,000	\$ 7.10	\$ -	\$ 6.00	\$ 2.34	\$ 21.56	\$ 26.25	\$ -	\$ -	\$ 63.25	\$ 7.10	\$ -	\$ 6.00	\$ 8.72	\$ 30.52	\$ 13.08	\$ -	\$ -	\$ 65.42		
13,000	\$ 7.10	\$ -	\$ 6.00	\$ 2.34	\$ 21.56	\$ 35.00	\$ -	\$ -	\$ 72.00	\$ 7.10	\$ -	\$ 6.00	\$ 8.72	\$ 30.52	\$ 17.44	\$ -	\$ -	\$ 69.78		
14,000	\$ 7.10	\$ -	\$ 6.00	\$ 2.34	\$ 21.56	\$ 43.75	\$ -	\$ -	\$ 80.75	\$ 7.10	\$ -	\$ 6.00	\$ 8.72	\$ 30.52	\$ 21.80	\$ -	\$ -	\$ 74.14		
15,000	\$ 7.10	\$ -	\$ 6.00	\$ 2.34	\$ 21.56	\$ 52.50	\$ -	\$ -	\$ 89.50	\$ 7.10	\$ -	\$ 6.00	\$ 8.72	\$ 30.52	\$ 26.16	\$ -	\$ -	\$ 78.50		

Option #25
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				Option #25 Projected Water Rates				Option #25 Variances	
		Minimum Charge	Revenue Stability Fee	Volumetric	Total Bill	Minimum Charge	New Fixed Fee	Volumetric	Total Bill	Total Bill \$ Variance	Total Bill % Variance
5/8"	30,000	\$ 7.10	\$ 4.40	\$ 121.80	\$ 133.30	\$ 7.10	\$ 8.05	\$ 115.01	\$ 130.16	\$ (3.14)	-2.4%
1 1/2"	50,000	\$ 17.80	\$ 18.20	\$ 203.00	\$ 239.00	\$ 17.80	\$ 33.81	\$ 191.68	\$ 243.29	\$ 4.29	1.8%
3"	100,000	\$ 55.00	\$ 66.00	\$ 406.00	\$ 527.00	\$ 55.00	\$ 120.75	\$ 383.37	\$ 559.12	\$ 32.12	6.1%
6"	400,000	\$ 190.00	\$ 220.00	\$ 1,624.00	\$ 2,034.00	\$ 190.00	\$ 402.50	\$ 1,533.47	\$ 2,125.97	\$ 91.97	4.5%
10"	800,000	\$ 890.00	\$ 440.00	\$ 3,248.00	\$ 4,578.00	\$ 890.00	\$ 805.00	\$ 3,066.93	\$ 4,761.93	\$ 183.93	4.0%

Commercial Customers

Meter Size	Monthly Usage Gallons	2012 Approved Rates				Option #25 Projected Water Rates				Option #25 Variances	
		Minimum Charge	Revenue Stability Fee	Volumetric	Total Bill	Minimum Charge	New Fixed Fee	Volumetric	Total Bill	Total Bill \$ Variance	Total Bill % Variance
5/8"	30,000	\$ 7.10	\$ 4.40	\$ 145.30	\$ 156.80	\$ 7.10	\$ 7.25	\$ 138.40	\$ 152.75	\$ (4.05)	-2.6%
1 1/2"	70,000	\$ 17.80	\$ 18.20	\$ 339.03	\$ 375.03	\$ 17.80	\$ 30.45	\$ 322.93	\$ 371.18	\$ (3.85)	-1.0%
3"	150,000	\$ 55.00	\$ 66.00	\$ 726.50	\$ 847.50	\$ 55.00	\$ 108.75	\$ 692.00	\$ 855.75	\$ 8.25	1.0%
6"	400,000	\$ 190.00	\$ 220.00	\$ 1,937.33	\$ 2,347.33	\$ 190.00	\$ 362.50	\$ 1,845.33	\$ 2,397.83	\$ 50.50	2.2%
10"	750,000	\$ 890.00	\$ 440.00	\$ 3,632.50	\$ 4,962.50	\$ 890.00	\$ 725.00	\$ 3,460.00	\$ 5,075.00	\$ 112.50	2.3%

Churches (Actual Customers)

Meter Size	Annualized Monthly Usage Gallons	2012 Approved Rates				Option #25 Projected Water Rates				Option #25 Variances	
		Minimum Charge	Revenue Stability Fee	Volumetric	Total Bill	Minimum Charge	New Fixed Fee	Volumetric	Total Bill	Total Bill \$ Variance	Total Bill % Variance
5/8"	2,158	\$ 7.10	\$ 4.40	\$ 167.10	\$ 178.60	\$ 7.10	\$ 7.25	\$ 158.94	\$ 173.29	\$ (5.31)	-3.0%
3/4" and 1"	4,467	\$ 21.80	\$ 16.30	\$ 338.73	\$ 376.83	\$ 21.80	\$ 26.83	\$ 322.19	\$ 370.82	\$ (6.02)	-1.6%
2 x 1 1/2"	77,417	\$ 35.60	\$ 36.40	\$ 6,884.42	\$ 6,956.42	\$ 35.60	\$ 60.90	\$ 6,547.61	\$ 6,644.11	\$ (312.31)	-4.5%
5/8" and 1 1/2"	16,192	\$ 24.90	\$ 22.60	\$ 1,234.11	\$ 1,281.61	\$ 24.90	\$ 37.70	\$ 1,173.85	\$ 1,236.45	\$ (45.16)	-3.5%
4 x 2" and 1 1/2"	584,700	\$ 121.00	\$ 127.00	\$ 46,461.13	\$ 46,709.13	\$ 121.00	\$ 210.25	\$ 44,191.19	\$ 44,522.44	\$ (2,186.69)	-4.7%
2" and 3"	819,650	\$ 80.80	\$ 93.20	\$ 62,782.08	\$ 62,956.08	\$ 80.80	\$ 153.70	\$ 59,716.22	\$ 59,950.72	\$ (3,005.36)	-4.8%

Schools (Actual Customers)

Meter Size	Annualized Monthly Usage Gallons	2012 Approved Rates				Option #25 Projected Water Rates				Option #25 Variances	
		Minimum Charge	Revenue Stability Fee	Volumetric	Total Bill	Minimum Charge	New Fixed Fee	Volumetric	Total Bill	Total Bill \$ Variance	Total Bill % Variance
2"	79,408	\$ 25.80	\$ 27.20	\$ 5,816.29	\$ 5,869.29	\$ 25.80	\$ 44.95	\$ 5,816.29	\$ 5,887.04	\$ 17.75	0.3%
1 1/2" and 3"	110,733	\$ 72.80	\$ 84.20	\$ 8,070.37	\$ 8,227.37	\$ 72.80	\$ 139.20	\$ 8,070.37	\$ 8,282.37	\$ 55.00	0.7%
4"	177,383	\$ 95.00	\$ 110.00	\$ 13,529.85	\$ 13,734.85	\$ 95.00	\$ 181.25	\$ 13,529.85	\$ 13,806.10	\$ 71.25	0.5%
1" and 3"	208,792	\$ 66.80	\$ 75.70	\$ 16,355.75	\$ 16,498.25	\$ 66.80	\$ 124.70	\$ 16,355.75	\$ 16,547.25	\$ 49.00	0.3%
2 x 2" and 6"	1,345,375	\$ 241.60	\$ 274.40	\$ 105,007.67	\$ 105,523.67	\$ 241.60	\$ 452.40	\$ 105,007.67	\$ 105,701.67	\$ 178.00	0.2%
6"	1,660,750	\$ 190.00	\$ 220.00	\$ 130,154.16	\$ 130,564.16	\$ 190.00	\$ 108.75	\$ 130,154.16	\$ 130,317.91	\$ (246.25)	-0.2%

Option #25
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 #25 Projected Water Rates				Option #25 Variances	
		Minimum Charge	Revenue Stability Fee	Volumetric	Total Bill	Minimum Charge	New Fixed Fee	Volumetric	Total Bill	Total Bill \$ Variance	Total Bill % Variance
Freescal	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%
Spanion	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 #25 Projected Water Rates				Option #25 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 #25
 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 #25
 Rates & Revenue Requirements**

	Minimum Charge	New Fixed Fee	Total Fixed Revenue	Volumetric Rate Revenue	Total Revenue
Residential	\$ 16.6	\$ 9.7	\$ 26.3	\$ 80.8	\$ 107.1
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	\$ 190.7	\$ 237.7

**Option #25
 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	\$ 59.9	\$ 85.2
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	\$ 152.4	\$ 198.4

Potential Revenue Losses Based On 2010 Consumption Losses **\$ (39.3)**

Change in Potential Revenue Losses Compared to Approved 2012 Rates **\$ (1.1)**

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%