September 16, 2019

City of Boerne, Texas
Office of City Manager
P.O. Box 1677
Boerne, TX 78006

RE: Request for Approval of Rate/Tariff Change Application of Kendall West Utility,
       LLC. for its Inside City Limits Water Customers

Kendall West Utility, LLC. (KWU) filed a water Rate/Tariff Change Application with the
Public Utility Commission (PUC) on August 29, 2019. This application is requesting the
PUC approve adjustments to its water rate structure for all water customers served by
KWU. The water rate structure requested by KWU is supported by the information in the
application included with this submittal. KWU is requesting the city's approval of these
adjustments in its water rate structure for the customers it serves within the city limits of
Boerne.

This adjusted water rate will be reflected on the customer's November billing statement.
Any communication regarding this rate change should be sent by certified mail to
Kendall West Utility prior to November 29, 2019.

Sincerely,

Jim Becker
Operations Manager

Enclosure

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P.U.C. DOCKET NO. 49887 *

NOTICE OF PROPOSED RATE CHANGE
PURSUANT TO Tex. Water Code § 13.1871

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Kendall West Utility, LLC.	13213
Company Name	CCN Number(s)

has filed a rate change application with the Public Utility Commission of Texas (Commission or PUC). The application may be reviewed online at interchange.puc.texas.gov. You may also inspect a copy of the rate change application at your utility's office at the address below or at the Commission's office (1701 N. Congress Ave, Austin, TX 78701). The proposed rates will apply to service received after the effective date provided below, unless modified or suspended by the Commission. If the Commission receives a sufficient number of protests, separately or in a combined protest letter, from at least 94 [number of] ratepayers (10 percent of the utility's customers over whose rates the Commission has original jurisdiction) or from any affected municipality before the 91st day after the proposed effective date, the matter will be set for hearing. **See Protest Form on the next page for instructions on how to protest.**

EFFECTIVE DATE OF PROPOSED INCREASE: 11/1/2019

(must be at least 35 days after notice is provided to customers and 35 days after application is filed)
(Proposed rates requested by the utility are not final. The Commission may modify the rates and order a refund or credit against future bills all sums collected during the pendency of the rate proceeding in excess of the rate finally ordered plus interest.)

Reason(s) for proposed Rate Change:

Allow the utility to generate enough revenue to cover those expenses that are reasonable and necessary to provide service to the ratepayers and allow the utility a reasonable opportunity to earn a reasonable return on its invested capital used and useful.

BILLING COMPARISON

Water

Existing	5,000 gallons:	$	81.62 /mo	Proposed	5,000 gallons:	$	122.50 /mo
Existing	10,000 gallons:	$	105.22 /mo	Proposed	10,000 gallons:	$	160.00 /mo
Existing	30,000 gallons:	$	199.62 /mo	Proposed	30,000 gallons:	$	310.00 /mo

Kendall West Utility Company, Ranger Creek Subdivsision: PWS #1300033
Tapatio Spring, Tatpitio Springs Country Club and The Ridge: PWS #1300025

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

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8 Spencer Road, Suite 200	Boerne	TX	78006
Company Address	City	State	Zip

(830) 537-5755
Company Phone Number

723,459.00	9/25/2019
Annual Revenue Increase	Date Notice Delivered

5/1/2013	Last week of the month
Date of Last Rate Change	Date Meters Typically Read

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* Prior to providing notice, the utility shall file a request for the assignment of a docket number for the application.