CUSTOMER NOTICE

CHANGE IN RATES SAHUARITA WATER COMPANY DOCKET NOS. W-03718A-15-0213

At its Open Meeting on July 12, 2016 the Arizona Corporation Commission approved a permanent increase to the monthly usage charges requested by Sahuarita Water Company, LLC in an application filed June 26, 2015. The Commission also authorized continuing the Central Arizona Groundwater Replenishment District fee adjustor mechanism. The below rates and charges shall be effective for all service on and after August 1, 2016.

The recent approval will increase the typical residential monthly bill for a customer with a 5/8 x ³/₄-inch meter with a median usage of 4,500 gallons per month, will experience an increase by \$2.36, or 7.78 percent, from \$30.28 to \$32.64. The same customer with an average usage of 4,677 gallons per month would see a monthly increase of \$2.41, or 7.78 percent, from \$30.94 to \$33.35.

If you have any questions regarding this notice, please contact our office at 520-399-1105.

TARIFF SCHEDULE

MONTHLY USAGE CHARGE

5/8" x ³ / ₄ " Meter	\$ 18.35
³ / ₄ " Meter	\$ 27.53
1" Meter	\$ 45.88
1-1/2" Meter	\$ 91.75
2" Meter	\$ 146.80
3" Meter	\$ 293.61
4" Meter	\$ 458.76
6" Meter	\$ 917.53

COMMODITY CHARGE (PER 1,000 GALLONS)

5/8" x 3/4" Meter (Residential) 0 to 3,000 gallons 3,001 to 9,000 gallons Over 9,000 gallons	\$2.74 \$4.04 \$4.84	1-1/2" Meter (All Classes) 0 to 55,000 gallons Over 55,000 gallons	\$4.04 \$4.84
5/8" x 3/4" Meter (Commercial/Industrial) 0 to 9,000 gallons Over 9,000 gallons	\$4.04 \$4.84	2" Meter (All Classes) 0 to 90,000 gallons Over 90,000 gallons	\$4.04 \$4.84
3/4" Meter (Residential) 0 to 3,000 gallons 3,001 to 9,000 gallons Over 9,000 gallons	\$2.74 \$4.04 \$4.84	3" Meter (All Classes) 0 to 200,000 gallons Over 200,000 gallons	\$4.04 \$4.84

0 to 9,000 gallons	\$4.04	0 to 350,000 gallons	\$4.04
Over 9,000 gallons	\$4.84	Over 350,000 gallons	\$4.84
1" Meter (All Classes) 0 to 20,000 gallons Over 20,000 gallons	\$4.04 \$4.84	6" Meter (All Classes) 0 to 750,000 gallons Over 750,000 gallons	\$4.04 \$4.84

Standpipe (Construction / Bulk)

All gallons \$4.84

SERVICE LINE AND METER INSTALLATION CHARGES

(Refundable Pursuant to A.A.C. R14-2-405)

	Service Line Charge	Meter Installation	Total
5/8" x 3/4" Meter	\$445.00	\$155.00	\$600.00
3/4" Meter	445.00	255.00	700.00
1" Meter	495.00	315.00	810.00
1-1/2" Meter	550.00	525.00	1,075.00
2" Turbine Meter	830.00	1,045.00	1,875.00
2" Compound Meter	830.00	1,890.00	2,720.00
3" Turbine Meter	1,045.00	1,670.00	2,715.00
3" Compound Meter	1,165.00	2,545.00	3,710.00
4" Turbine Meter	1,490.00	2,670.00	4,160.00
4" Compound Meter	1,670.00	3,645.00	5,315.00
6" Turbine Meter	2,210.00	5,025.00	7,235.00
6" Compound Meter	2,330.00	6,920.00	9,250.00
Over 6"	At Cost	At Cost	At Cost

SERVICE CHARGES

Establishment	\$25.00
After Hours Service Charge	\$50.00
Reconnection (Delinquent)	\$25.00
NSF Check	\$15.00
Meter Test (If Correct)	\$25.00
Meter Reread (If Correct)	\$25.00
Deposit	*
Deposit Interest	6.0%
Re-establishment (within 12 months)	**
Late Payment Fee (Per Month)	\$5.00 or 1.5%
Deferred Payment (Per Month)	1.5%
Moving Meter at Customer Request	At Cost
Main Extension and Additional Facilities	At Cost

^{*} Per Commission Rule A.A.C. R14-2-403(B)

In addition to the collection of regular rates, the Company will collect from its customers a proportionate share of any privilege, sales, use, and franchise tax, pursuant to Commission Rule A.A.C. 14-2-409(D)(5)

^{**} Per Commission Rule A.A.C. R14-2-403(D) – Months off the system times the monthly minimum.