SAHUARITA
Water Company

PUBLIC NOTICE OF APPROVED PURCHASED POWER ADJUSTMENT MECHANISM (PPAM) RATE INCREASE

DOCKET NO. E000050242

Summary

On August 1, 2024, SWC filed an application with the Arizona Corporation Commission ("Commission") requesting approval of a rate increase. On August 19, 2025, the Commission issued Decision No. 81448, which approved the rate order and authorized the implementation of a Purchased Power Adjustment Surcharge ("PPAM"). The PPAM is designed to adjust customer billing based on changes in the cost of electricity used to operate the Company's water system. This mechanism allows SWC to pass through increases or decreases in purchased power costs resulting from rate changes approved by the Commission for regulated electric service providers.

SWC's PPAM Rate

On February 2, 2026, SWC filed notice to implement the PPAM surcharge. This adjustment reflects the first surcharge under the PPAM authorized in Decision No. 81448 and is associated with Decision No. 81550 (dated November 12, 2025), which approved a rate increase for Trico Electric Cooperative, Inc., the electric service provider for SWC. As a result, customers will begin to see a PPAM surcharge of **$0.10 per month** applied to their bills effective immediately.

If you have any questions or would like further information, please do not hesitate to contact us. We are happy to assist you by phone at 520-399-1105 or by email at customerservice@sahuaritawater.com

Thank you,

Sahuarita Water Company, LLC

14125 S Rancho Sahuarita Blvd Sahuarita, AZ 85629
PO Box 1520, Sahuarita, AZ 85629
customerservice@sahuaritawater.com
(520)399-1105