

NOTICE OF RATE CHANGE

Humboldt Water Systems, Inc.

On April 26, 2013 Humboldt Water Systems, Inc. filed an application with the Arizona Corporation Commission (“ACC”) for approval of new rates and charges for water service. During its Open Meeting on March 11, 2014, the ACC authorized new rates and charges per Decision No. 74386. A residential customer with median usage of 3,654 gallons per month will increase from \$28.18 to \$30.52 or \$2.34 or 8.3 percent. The following rates will become effective April 1, 2014.

SCHEDULE OF RATES AND CHARGES

MONTHLY USAGE CHARGE:

5/8” X 3/4” Meter	\$22.50
3/4” Meter	22.50
1” Meter	56.25
1-1/2” Meter	112.50
2” Meter	180.00
3” Meter	360.00
4” Meter	562.50
6” Meter	1,125.00

COMMODITY CHARGES: (Per 1,000 Gallons)

All Meter Sizes

First Tier -0-3,000 Gallons	\$2.00
Second Tier – 3,001 – 10,000 Gallons	3.10
Third Tier – Over 10,000 Gallons	4.70

SERVICE LINE AND METER INSTALLATION CHARGES:

	<u>Service Line</u>	<u>Meter Installation</u>	<u>Total</u>
5/8” X 3/4” Meter	\$490.00	\$170.00	\$660.00
3/4” Meter	420.00	240.00	660.00
1” Meter	538.00	342.00	880.00
1 - 1/2” Meter	614.00	586.00	1,200.00
2” Turbine Meter	1,107.00	1,393.00	2,500.00
3” Turbine Meter	-	-	ICB*
4” Turbine Meter	-	-	ICB*
6” Turbine Meter	-	-	ICB*

SERVICE CHARGES:

Establishment	\$35.00
Reconnection (Delinquent)	35.00
Meter Test (If Correct)	30.00
Deposit	*
Deposit Interest Per Annum	*
Re-Establishment (Within 12 months)	**
NSF Check	25.00
Deferred Payment Per Month	1.5%
Meter Re-Read (If Correct)	\$20.00
Late Charge per month	1.5%
Service Charge (After Hours)	\$40.00

MONTHLY SERVICE CHARGE FOR FIRE SPRINKLER

4” or Smaller	***
6”	***
8”	***
10”	***
Larger than 10”	***

* Per Commission Rule R14-2-403(D)

** Number of months off system times the monthly minimum R 14 -2-403 (D)

*** 2.00% of monthly minimum for a comparable size meter connection, but no less than \$10.00 per month. The service charge for fire sprinklers is only applicable for service lines separate and distinct from the primary water service line.