WATER TARIFF SCHEDULE

UTILITY: Francesca Water Company, inc.  
DOCKET NO: W-03945A-16-0044

RATES AND CHARGES

**MONTHLY USAGE CHARGE:**

<table>
<thead>
<tr>
<th>All Classes</th>
<th></th>
</tr>
</thead>
<tbody>
<tr>
<td>5/8 x 3/4 - Inch Meter</td>
<td>$27.50</td>
</tr>
<tr>
<td>3/4 - Inch Meter</td>
<td>$41.25</td>
</tr>
<tr>
<td>1 - Inch Meter</td>
<td>$68.75</td>
</tr>
<tr>
<td>1 1/2 - Inch Meter</td>
<td>$137.50</td>
</tr>
<tr>
<td>2 - Inch Meter</td>
<td>$220.00</td>
</tr>
<tr>
<td>3 - Inch Meter</td>
<td>$440.00</td>
</tr>
<tr>
<td>4 - Inch Meter</td>
<td>$687.50</td>
</tr>
<tr>
<td>6 - Inch Meter</td>
<td>$1,375.00</td>
</tr>
</tbody>
</table>

**COMMODITY CHARGE:**

*(per 1,000 Gallons)*

<table>
<thead>
<tr>
<th>5/8-inch x 3/4-inch Meter, Residential</th>
</tr>
</thead>
<tbody>
<tr>
<td>0 to 3,000 gallons</td>
</tr>
<tr>
<td>3,001 to 10,000 gallons</td>
</tr>
<tr>
<td>Over 10,000 gallons</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>3/4-Inch Meter, Residential</th>
</tr>
</thead>
<tbody>
<tr>
<td>0 to 3,000 gallons</td>
</tr>
<tr>
<td>3,001 to 10,000 gallons</td>
</tr>
<tr>
<td>Over 10,000 gallons</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>3/4-Inch Meter, Commercial and Industrial</th>
</tr>
</thead>
<tbody>
<tr>
<td>0 to 10,000 gallons</td>
</tr>
<tr>
<td>Over 10,000 gallons</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>1-Inch Meter, All Classes</th>
</tr>
</thead>
<tbody>
<tr>
<td>0 to 17,000 gallons</td>
</tr>
<tr>
<td>Over 17,000 gallons</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>1 1/2-Inch Meter, All Classes</th>
</tr>
</thead>
<tbody>
<tr>
<td>0 to 37,000 gallons</td>
</tr>
<tr>
<td>Over 37,000 gallons</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>2-Inch Meter, All Classes</th>
</tr>
</thead>
<tbody>
<tr>
<td>0 to 61,000 gallons</td>
</tr>
<tr>
<td>Over 61,000 gallons</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>3-Inch Meter, All Classes</th>
</tr>
</thead>
<tbody>
<tr>
<td>0 to 127,000 gallons</td>
</tr>
<tr>
<td>Over 127,000 gallons</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>4-Inch Meter, All Classes</th>
</tr>
</thead>
<tbody>
<tr>
<td>0 to 200,000 gallons</td>
</tr>
<tr>
<td>Over 200,000 gallons</td>
</tr>
</tbody>
</table>

<table>
<thead>
<tr>
<th>6-Inch Meter, All Classes</th>
</tr>
</thead>
<tbody>
<tr>
<td>0 to 410,000 gallons</td>
</tr>
<tr>
<td>Over 410,000 gallons</td>
</tr>
</tbody>
</table>
WATER TARIFF SCHEDULE

UTILITY: Francesca Water Company, Inc.
DOCKET NO: W-03945A-16-0044
DECISION NO: 75687
EFFECTIVE: July 29th, 2016

SERVICE LINE AND METER INSTALLATION CHARGES:
(Refundable pursuant to A.A.C. R14-2-405)

<table>
<thead>
<tr>
<th>Service Line Charge</th>
<th>Meter Installation Charge</th>
<th>Total Charges</th>
</tr>
</thead>
<tbody>
<tr>
<td>5/8-inch x 3/4-inch Meter</td>
<td>$490.00</td>
<td>$132.00</td>
</tr>
<tr>
<td>3/4-inch Meter</td>
<td>490.00</td>
<td>233.00</td>
</tr>
<tr>
<td>1-Inch Meter</td>
<td>547.00</td>
<td>293.00</td>
</tr>
<tr>
<td>1 1/2-inch Meter</td>
<td>610.00</td>
<td>506.00</td>
</tr>
<tr>
<td>2-inch Meter Turbine</td>
<td>927.00</td>
<td>1,031.00</td>
</tr>
<tr>
<td>2-inch Meter Compound</td>
<td>927.00</td>
<td>1,884.00</td>
</tr>
<tr>
<td>3-inch Meter Turbine</td>
<td>1,171.00</td>
<td>1,662.00</td>
</tr>
<tr>
<td>3-inch Meter Compound</td>
<td>1,308.00</td>
<td>2,546.00</td>
</tr>
<tr>
<td>4-inch Meter Turbine</td>
<td>1,661.00</td>
<td>2,547.00</td>
</tr>
<tr>
<td>4-inch Meter Compound</td>
<td>1,866.00</td>
<td>3,832.00</td>
</tr>
<tr>
<td>6-inch Meter Turbine</td>
<td>2,479.00</td>
<td>5,026.00</td>
</tr>
<tr>
<td>6-inch Meter Compound</td>
<td>2,615.00</td>
<td>6,939.00</td>
</tr>
<tr>
<td>Over 6-inch</td>
<td>At Cost</td>
<td>At Cost</td>
</tr>
</tbody>
</table>

SERVICE CHARGES:

- Establishment $40.00
- Service Charge (After Hours) $40.00
- Reconnection (Delinquent) $40.00
- Meter Test (If Correct) $30.00
- Meter Re-Read (If Correct) $20.00
- NSF Check $25.00
- Deposit
- Deposit Interest
- Re-Establishment (Within 12 Months)
- Deferred Payment (per month) 1.50%
- Late Payment (per month)

* Per Commission Rule A.A.C. R14-2-403(B).
** Months off system times the monthly minimum per Commission Rule A.A.C. R14-2-403(D).
*** $5.00 or 1.50 percent, whichever is greater.

In addition to collecting its regular rates and charges, the Company shall collect from its customers a proportionate share of any privilege, sales, or use tax per A.A.C. R14-2-409D(5).

APPROVED FOR FILING DECISION #: 75687
Public Education Program Tariff

PURPOSE

A program for the Company to provide free written information on water conservation measures to its customers and to remind them of the importance of conserving water (Required Public Education Program).

REQUIREMENTS

The requirements of this tariff are governed by Rules of the Arizona Corporation Commission and were adapted from the Arizona Department of Water Resources’ Required Public Education Program and Best Management Practices in the Modified Non-Per Capita Conservation Program.

1. The Company shall provide two newsletters to each customer; one to be provided in the spring, the other in the fall. The goal of the letters is to provide timely information to customers in preparation of the hot summer months, and the cold winter months, in regards to their water uses. The Company shall remind customers of the importance of water conservation measures and inform them of the information available from the Company.

2. Information in the newsletters shall include water saving tips, home preparation recommendations for water systems/pipes, landscape maintenance issues for summer and winter, water cistern maintenance reminders and additional pertinent topics. Where practical, the Company shall make this information available in digital format which can be e-mailed to customers upon request or posted on the Company’s website.

3. Communication channels shall include one or more of the following: water bill inserts, messages on water bills, Company web page, post cards, e-mails and special mailings of print pieces, whichever is the most cost-effective and appropriate for the subject at hand.

4. Free written water conservation materials shall be available in the Company’s business office and the Company shall send information to customers on request.

5. The Company may distribute water conservation information at other locations such as libraries, chambers of commerce, community events, etc., as well.

6. The Company shall keep a record of the following information and make it available to the Commission upon request.
   a. A description of each communication channel (i.e., the way messages will be provided) and the number of times it has been used.
   b. The number of customers reached (or an estimate).
   c. A description of the written water conservation material provided free to customers.
7. The Company shall provide water conservation information that could benefit the customer, such as, but not limited to, audit programs, publications, and rebate programs.

8. The Company shall assist the customer in a self-water audit and assist the customer in determining what might be causing the high water usage as well as supply customer with information regarding water conservation and landscape watering guidelines. As part of the water audit the Company shall confirm the accuracy of the customer meter if requested to do so by the customer (applicable meter testing fees shall apply).

9. The type of notification, the timing of the notification (i.e., how long after high water use was discovered by the Company), and the criteria used for determining which customers are notified shall be recorded and made available to the Commission upon request.
Company: Francesca Water Company
Phone: 520-623-5172

Customer High Water Use Notification Tariff – BMP 3.7

PURPOSE

A program for the Company to monitor and notify customers when water use seems to be abnormally high and provide information that could benefit those customers and promote water conservation (Modified Non-Per Capita Conservation Program BMP Category 3: Outreach Services Program 3.7: Customer High Water Use Notification).

REQUIREMENTS

The requirements of this tariff are governed by Rules of the Arizona Corporation Commission and were adapted from the Arizona Department of Water Resources’ Required Public Education Program and Best Management Practices in the Modified Non-Per Capita Conservation Program.

1. The Company shall track water usage for each customer and notify the customer if water use seems excessive for that particular billing for that time of the year.
2. The Company shall identify customers with high consumption and investigate each instance to determine the possible cause.
3. The Company shall contact the high water use customers via telephone, email, by mail or in person. The Company shall contact the customer as soon as practical in order to minimize the possible loss of water. The customer will not be required to do anything to receive this notification.
4. In the notification the Company shall explain some of the most common water usage problems and common solutions and points of contact for dealing with the issues.
5. In the notification, the customer will be reminded of at least the following water-saving precautions:
   a. Check for leaks, running toilets, or valves or flappers that need to be replaced.
   b. Check landscape watering system valves periodically for leaks and keep sprinkler heads in good shape.
   c. Adjust sprinklers so only the vegetation is watered and not the house, sidewalk, or street, etc.
   d. Continue water conservation efforts with any pools such as installing covers on pools and spas and checking for leaks around pumps.
6. In the notification, the customer will also be reminded of at least the following ordinary life events that can cause a spike in water usage:
   a. More people in the home than usual taking baths and showers.
   b. Doing more loads of laundry than usual.
   c. Doing a landscape project or starting a new lawn.
   d. Washing vehicles more often than usual.

Revised 4-15-10
Company: Francesca Water Company
Phone: 520-623-5127

WATER SYSTEM TAMPERING TARIFF – BMP 5.2

PURPOSE

The purpose of this tariff is to promote the conservation of groundwater by enabling the Company to bring an action for damages or to enjoin any activity against a person who tampers with the water system.

REQUIREMENTS:

The requirements of this tariff are governed by Rules of the Arizona Corporation Commission, specifically Arizona Administrative Code ("AAC") R14-2-410 and the Arizona Department of Water Resources' Required Public Education Program and Best Management Practices in the Modified Non-Per Capita Conservation Program.

1. In support of the Company’s water conservation goals, the Company may bring an action for damages or to enjoin any activity against a person who: (1) makes a connection or reconnection with property owned or used by the Company to provide utility service without the Company’s authorization or consent; (2) prevents a Company meter or other device used to determine the charge for utility services from accurately performing its measuring function; (3) tampers with property owned or used by the Company; or (4) uses or receives the Company’s services without the authorization or consent of the Company and knows or has reason to know of the unlawful diversion, tampering or connection. If the Company’s action is successful, the Company may recover as damages three times the amount of actual damages.

2. Compliance with the provisions of this tariff will be a condition of service.

3. The Company shall provide to all its customers, upon request, a complete copy of this tariff and AAC R14-2-410. The customers shall follow and abide by this tariff.

4. If a customer is connected to the Company water system and the Company discovers that the customer has taken any of the actions listed in No. 1 above, the Company may terminate service per AAC R14-2-410.

5. If a customer believes he/she has been disconnected in error, the customer may contact the Commission’s Consumer Services Section at 1-800-222-7000 to initiate an investigation.

Revised: 5-26-11
CROSS-CONNECTION OR BACKFLOW TARIFF

PURPOSE:

The purpose of this tariff is to protect Francesca Water Company, Inc's ("Company") water from the possibility of contamination caused by the backflow of contaminants that may be present on the customer's premises by requiring the installation and periodic testing of backflow-prevention assemblies pursuant to the provisions of the Arizona Administrative Code ("A.A.C.") R14-2-405.B.6 and A.A.C. R18-4-215.

REQUIREMENTS:

In compliance with the Rules of the Arizona Corporation Commission ("Commission") and the Arizona Department of Environmental Quality ("ADEQ"), specifically A.A.C. R14-2-405.B.6 and A.A.C. R18-4-215 relating to backflow prevention:

1. The Company may require a customer to pay for and to have installed a backflow-prevention assembly if A.A.C. R18-4-215.B or C applies.

2. A backflow-prevention assembly required to be installed by the customer under Paragraph 1 of this tariff shall comply with the requirements set forth in A.A.C. R18-4-215.D and E.

3. Subject to the provisions of A.A.C. R14-2-407 and 410, and in accordance with Paragraphs 1 and 7 of this tariff, the Company may terminate service or may deny service to a customer who fails to install a backflow-prevention assembly as required by this tariff.

4. The Company shall give any existing customer who is required to install a backflow-prevention assembly written notice of said requirement. If A.A.C. R14-2-410.B.1.a. is not applicable, the customer shall be given thirty (30) days from the time such written notice is received in which to comply with this notice. If the customer can show good cause as to why he cannot install the backflow prevention assembly within thirty (30) days, the Company or Commission Staff may suspend this requirement for a reasonable period of time.

**FOR OFFICIAL USE ONLY**

Effective Date: March 25, 2016
5. Testing shall be in conformance with the requirements of A.A.C. R18-4-215.F. The Company may require the customer to pay to have the backflow-prevention assembly tested as long as the Company does not require an unreasonable number of tests.

6. The customer shall provide the Company with records of installation and testing. For each backflow-prevention assembly, these records shall include:

   a. assembly identification number and description;
   b. location
   c. date(s) of test(s);
   d. description of repairs and recommendations for repairs made by tester; and
   e. the tester's name and certificate number

7. In the event the backflow-prevention assembly does not function properly or fails any test, and an obvious hazard as contemplated under A.A.C. R14-2-410.B.1.a. exists, the Company may terminate service immediately and without notice. The backflow-prevention assembly shall be repaired or replaced by the customer and retested.

8. In the event the backflow-prevention assembly does not function properly or fails any test, or in the event that a customer fails to comply with the testing requirement, and A.A.C. R14-2-410.B.1.a. is not applicable, the backflow-prevention assembly shall be repaired or replaced within fourteen (14) days of the initial discovery of the deficiency in the assembly or its function. Failure to remedy the deficiency or dysfunction of the assembly, or failure to retest, shall be grounds for termination of water service in accordance with A.A.C. R14-2-410.

**FOR OFFICIAL USE ONLY**

Effective Date: March 25, 2014

ADMINISTRATIVELY
APPROVED FOR FILING
CURTAILMENT PLAN FOR Francesca Water Company
(Template 063004)

ADEQ Public Water System No: 10-283
10-317

Francesca Water ("Company"), is authorized to curtail water service to all customers within its certificated area under the terms and conditions listed in this tariff.

This curtailment plan shall become part of the Arizona Department of Environmental Quality Emergency Operations Plan for the Company.

The Company shall notify its customers of this new tariff as part of its next regularly scheduled billing after the effective date of the tariff or no later than sixty (60) days after the effective date of the tariff.

The Company shall provide a copy of the curtailment tariff to any customer, upon request.

Stage 1 Exists When:

Company is able to maintain water storage in the system at 100 percent of capacity and there are no known problems with its well production or water storage in the system.

Restrictions: Under Stage 1, Company is deemed to be operating normally and no curtailment is necessary.

Notice Requirements: Under Stage 1, no notice is necessary.

Stage 2 Exists When:

a. Company’s water storage or well production has been less than 80 percent of capacity for at least 48 consecutive hours, and

b. Company has identified issues such as a steadily declining water table, increased draw down threatening pump operations, or poor water production, creating a reasonable belief the Company will be unable to meet anticipated water demand on a sustained basis.

Restrictions: Under Stage 2, the Company may request the customers to voluntarily employ water conservation measures to reduce water consumption by approximately 50 percent. Outside watering should be limited to essential water, dividing outside watering on some uniform basis (such as even and odd days) and eliminating outside watering on weekends and holidays.
Notice Requirements: Under Stage 2, the Company is required to notify customers by delivering written notice door to door at each service address, or by United States first class mail to the billing address or, at the Company’s option, both. Such notice shall notify the customers of the general nature of the problem and the need to conserve water.

Stage 3 Exists When:

a. Company’s total water storage or well production has been less than 50 percent of capacity for at least 24 consecutive hours, and

b. Company has identified issues such as a steadily declining water table, increased draw down threatening pump operations, or poor water production, creating a reasonable belief the Company will be unable to meet anticipated water demand on a sustained basis.

Restrictions: Under Stage 3, Company shall request the customers to voluntarily employ water conservation measures to reduce daily consumption by approximately 50 percent. All outside watering should be eliminated, except livestock, and indoor water conservation techniques should be employed whenever possible. Standpipe service shall be suspended.

Notice Requirements:

1. Company is required to notify customers by delivering written notice to each service address, or by United States first class mail to the billing address or, at the Company’s option, both. Such Notice shall notify the customers of the general nature of the problem and the need to conserve water.

2. Beginning with Stage 3, Company shall post at least 4 signs showing the curtailment stage. Signs shall be posted at noticeable locations, like at the well sites and at the entrance to major subdivisions served by the Company.

3. Company shall notify the Consumer Services Section of the Utilities Division of the Corporation Commission at least 12 hours prior to entering Stage 3.

Once Stage 3 has been reached, the Company must begin to augment the supply of water by either hauling or through an emergency interconnect with an approved water supply in an attempt to maintain the curtailment at a level no higher than Stage 3 until a permanent solution has been implemented.
Stage 4 Exists When:

a. Company's total water storage or well production has been less than 25 percent of capacity for at least 12 consecutive hours, and

b. Company has identified issues such as a steadily declining water table, increased draw down threatening pump operations, or poor water production, creating a reasonable belief the Company will be unable to meet anticipated water demand on a sustained basis.

Restrictions: Under Stage 4, Company shall inform the customers of a mandatory restriction to employ water conservation measures to reduce daily consumption. Failure to comply will result in customer disconnection. The following uses of water shall be prohibited:

- Irrigation of outdoor lawns, trees, shrubs, or any plant life is prohibited
- Washing of any vehicle is prohibited
- The use of water for dust control or any outdoor cleaning uses is prohibited
- The use of drip or misting systems of any kind is prohibited
- The filling of any swimming pool, spas, fountains or ornamental pools is prohibited
- The use of construction water is prohibited
- Restaurant patrons shall be served water only upon request
- Any other water intensive activity is prohibited

The Company’s operation of its standpipe service is prohibited. The addition of new service lines and meter installations is prohibited.

Notice Requirements:

1. Company is required to notify customers by delivering written notice to each service address, or by United States first class mail to the billing address or, at the Company's option, both. Such notice shall notify the customers of the general nature of the problem and the need to conserve water.

2. Company shall post at least 4 signs showing curtailment stage. Signs shall be posted at noticeable locations, like at the well sites and at the entrance to major subdivisions served by the Company.

3. Company shall notify the Consumer Services Section of the Utilities Division of the Corporation Commission at least 12 hours prior to entering Stage 4.
Customers who fail to comply with the above restrictions will be given a written notice to end all outdoor use. Failure to comply within two (2) working days of receipt of the notice will result in temporary loss of service until an agreement can be made to end unauthorized use of outdoor water. To restore service, the customer shall be required to pay all authorized reconnection fees. If a customer believes he/she has been disconnected in error, the customer may contact the Commission's Consumer Services Section at 1-800-222-7000 to initiate an investigation.

Once Stage 4 has been reached, the Company must augment the supply of water by hauling or through an emergency interconnect from an approved supply or must otherwise provide emergency drinking water for its customers until a permanent solution has been implemented.