## WATER TARIFF SCHEDULE

**UTILITY:** Hillcrest Water Company, Inc.

**DOCKET NO.:** W-02128A-01-0978

**ADEQ Public Water System NO.:** 15-026

**PHONE NO.:** (602) 265-5914

### RATES AND CHARGES

#### CUSTOMER MINIMUM CHARGES

<table>
<thead>
<tr>
<th>METER</th>
<th>CHARGES</th>
<th>GALLONS</th>
</tr>
</thead>
<tbody>
<tr>
<td>5/8x3/4&quot;</td>
<td>$15.00</td>
<td>0</td>
</tr>
<tr>
<td>3/4&quot;</td>
<td>$19.00</td>
<td>0</td>
</tr>
<tr>
<td>1&quot;</td>
<td>$33.00</td>
<td>0</td>
</tr>
<tr>
<td>1 1/2&quot;</td>
<td>$55.00</td>
<td>0</td>
</tr>
<tr>
<td>2&quot;</td>
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<tr>
<td>3&quot;</td>
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<td>0</td>
</tr>
<tr>
<td>4&quot;</td>
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<td>0</td>
</tr>
<tr>
<td>6&quot;</td>
<td>$550.00</td>
<td>0</td>
</tr>
</tbody>
</table>

#### SERVICE LINE & METER INSTALLATION CHARGES

<table>
<thead>
<tr>
<th>METER</th>
<th>CHARGES</th>
</tr>
</thead>
<tbody>
<tr>
<td>5/8x3/4&quot;</td>
<td>$410.00</td>
</tr>
<tr>
<td>3/4&quot;</td>
<td>$450.00</td>
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<tr>
<td>1&quot;</td>
<td>$500.00</td>
</tr>
<tr>
<td>1 1/2&quot;</td>
<td>$620.00</td>
</tr>
<tr>
<td>2&quot;</td>
<td>$1,210.00</td>
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<tr>
<td>3&quot;</td>
<td>$1,680.00</td>
</tr>
<tr>
<td>4&quot;</td>
<td>$2,680.00</td>
</tr>
<tr>
<td>6&quot;</td>
<td>$5,200.00</td>
</tr>
</tbody>
</table>

### COMMODY:

Gallongage charge per 1,000 gallons $3.00

### SERVICE CHARGES

1. ESTABLISHMENT (R14-2-603.D.1) $30.00
2. ESTABLISHMENT/AFTER HOURS (R14-20403.D.2) $40.00
3. RECONNECTION/DELINQUENT (R14-2-403.D.1) $30.00
4. METER TEST/IF CORRECT (R14-2-408.F.1) $30.00
5. DEPOSIT (R14-2-403.B.7) PER RULE
6. DEPOSIT INTEREST (R14-2-403.B.) PER RULE
7. RE-ESTABLISHMENT W/N 12 MONTHS (R14-2-403.D.) MONTHS OFF SYSTEM X MINIMUM $20.00
8. NSF CHECK (R14-2-409) 1.50%
9. DEFERRED PAYMENT (PER MONTH) $20.00
10. METER REREAD/IF CORRECT (R14-2-403.C.2) 1.50%
11. LATE PAYMENT PENALTY (PER MONTH)

### OTHER RATES AND CHARGES:

Hillcrest Water Company ("Company") is authorized to curtail water service to all customers, residential and commercial, within its certificated area under the following terms and conditions:

Stage 1 Exists When:

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

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

Notice requirements: Under State 1, no notice is necessary.

Stage 2 Exists When:

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

b. The Company has identified issues such as a restriction on withdrawal (pumping) has been issued by Bureau of Reclamation, steadily declining water table, an increased draw-down threatening pump operations, or poor water production creating a reasonable belief the Company will be unable to meet anticipated water demands in the system.

Restrictions: Under Stage 2, the Company may request the customers to voluntarily employ water conservation measures to reduce water consumption by approximately 50 per cent. 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. The Company’s total storage or well production has been less than 50 percent of capacity for at least 24 consecutive hours, and

b. The Company has identified issues such as a restriction on withdrawal (pumping) has been issued by the Bureau of Reclamation, 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, the Company shall request the customer 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.

Notice Requirements:

a. The 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.

b. Beginning with Stage 3, the Company shall post a sign showing the curtailment stage. The sign shall be posted at a noticeable location, such as the gate or entrance to the subdivision served by the Company.

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

Stage 4 Exists When:

a. The Company’s total storage or well production has been less than 25 per cent of capacity for at least 12 consecutive hours, and

b. The Company has identified issues such as a restriction on withdrawal (pumping) has been issued by the Bureau of Reclamation, 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.

(Stage 4 Exists When - continued)

Restrictions: Under Stage 4, the 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 laws, 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
♦ Restaurant patrons shall be served water only upon request
♦ Any other water intensive activity is prohibited

Notice Requirements:

a. The 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.

b. The Company shall post a sign showing curtailment stage. The sign shall be posted at a noticeable location such as a gate or entrance to the subdivision served by the Company.

c. The 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 cessation of outdoor use provisions 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.
Pursuant:

The purpose of this tariff is to protect Hillcrest Water Co. 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. R18-4-232.

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. R18-4-232 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. R18-4-232.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. R18-4-232.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 in which to comply with this notice. If the customer can show good cause as to why he cannot install the device within thirty (30) days, the Company or Commission Staff may suspend this requirement for a reasonable period of time.

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Effective Date: July 1, 1995
5. Testing shall be in conformance with the requirements of A.A.C. R18-4-232.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. The Company may also require the customer to pay for repairs to a backflow-prevention assembly.

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.

7A. In the event the backflow-prevention assembly does not function properly or fails any test, and a 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 before service is restored.

7B. 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 disfunction of the assembly, or failure to retest, shall be grounds for termination of water service in accordance with A.A.C. R14-2-410.

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Effective Date: July 1, 1995