Per Arizona Corporation Commission Decision # 71446
Residential Water Customer Rate Structure
January 1, 2010

### Monthly Base Rate

<table>
<thead>
<tr>
<th>Size</th>
<th>Rate</th>
</tr>
</thead>
<tbody>
<tr>
<td>5/8” x 3/4”</td>
<td>$18.80</td>
</tr>
<tr>
<td>3/4” x 3/4”</td>
<td>$33.56</td>
</tr>
<tr>
<td>1”</td>
<td>$63.39</td>
</tr>
<tr>
<td>1 1/2”</td>
<td>$105.26</td>
</tr>
<tr>
<td>2”</td>
<td>$167.96</td>
</tr>
<tr>
<td>3”</td>
<td>$301.59</td>
</tr>
<tr>
<td>4”</td>
<td>$499.98</td>
</tr>
<tr>
<td>6”</td>
<td>$999.75</td>
</tr>
</tbody>
</table>

### Commodity Rates

- From 0 – 2000 Gallons - $4.00 per 1000 Gallons
- From 2001 – 8000 Gallons - $5.00 per 1000 Gallons
- Over 8001 Gallons - $7.00 per 1000 Gallons

### Bulk Haulers

- $7.00 per 1000 Gallons

### Service Charges

- Establishment - $30.00
- Establishment (After Hours) - $40.00
- Reconnection (Delinquent) - $50.00
- Reconnection (Delinquent and After Hours) - $60.00
- Meter Test - $20.00
- Deposit Requirement - (a)
- Deposit Interest - (a)
- Re-Establishment (Within 12 Months) - (b)
- NSF Check - $25.00
- Deferred Payment, Per Month - 1.50%
- Meter Re-Read - $10.00
- Late Fee - $5.00

Per Commission Rules (R14-2-403 B)

(a) Residential – two times the average bill.
(b) Non-Residential – two and a half times the average bill.

### Monthly Service Charge for Fire Sprinkler

<table>
<thead>
<tr>
<th>Size</th>
<th>Charge</th>
</tr>
</thead>
<tbody>
<tr>
<td>4” or smaller</td>
<td>1.00% of Monthly</td>
</tr>
<tr>
<td>6”</td>
<td></td>
</tr>
<tr>
<td>8”</td>
<td></td>
</tr>
<tr>
<td>10”</td>
<td></td>
</tr>
<tr>
<td>Larger than 10”</td>
<td>Minimum for a comparable</td>
</tr>
<tr>
<td></td>
<td>Sized Meter Connection, but no less than $5.00 per month. The Service Charge for Fire Sprinklers is only applicable for service lines separate and distinct from the primary water service line.</td>
</tr>
</tbody>
</table>

### Service Line and Meter Installation

<table>
<thead>
<tr>
<th>Meter Size</th>
<th>Line Charge</th>
<th>Meter Charge</th>
<th>Total</th>
</tr>
</thead>
<tbody>
<tr>
<td>5/8” x 3/4”</td>
<td>$445.00</td>
<td>$465.00</td>
<td>$910.00</td>
</tr>
<tr>
<td>3/4” x 3/4”</td>
<td>$445.00</td>
<td>$565.00</td>
<td>$1010.00</td>
</tr>
<tr>
<td>1”</td>
<td>$495.00</td>
<td>$315.00</td>
<td>$810.00</td>
</tr>
<tr>
<td>1 1/2”</td>
<td>$550.00</td>
<td>$525.00</td>
<td>$1075.00</td>
</tr>
<tr>
<td>2”</td>
<td>$830.00</td>
<td>$1045.00</td>
<td>$1875.00</td>
</tr>
<tr>
<td>3”</td>
<td>$1045.00</td>
<td>$1670.00</td>
<td>$2715.00</td>
</tr>
<tr>
<td>4”</td>
<td>$1490.00</td>
<td>$2670.00</td>
<td>$4160.00</td>
</tr>
<tr>
<td>6”</td>
<td>$2210.00</td>
<td>$5025.00</td>
<td>$7235.00</td>
</tr>
</tbody>
</table>

Note 1: Plus road cuts at cost, when road crossing is required.
Note 2: Charge Includes Sensus Touch Read Meter.
CROSS-CONNECTION OR BACKFLOW TARIFF

PURPOSE:

The purpose of this tariff is to protect Utility Systems, LLC dba Christopher Creek Haven Water ("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.R18-4-115.

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. R18-4-115 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. R18-4-115.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. R18-4-115.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 device 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: 10/29/08
5. Testing shall be in conformance with the requirements of A.A.C. R18-4-115.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: 10/29/08
Curtainment Plan For Christopher Creek Haven Water Co.:

ADEQ Public Water System Number: 04-005

Christopher Creek Haven Water Company, a division of JNJ Enterprises, (herein "Company") is authorized to curtail water service to all customers, residential and commercial, 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.

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 Stage 1, the 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. 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 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 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 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.

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Director of Utilities
Stage 3 Exists When:

a. The Company's total storage or well production has been less than 50 per cent of capacity for at least 24 consecutive hours, and

b. The 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, the Company shall request the customer to voluntarily employ water conservation measures to reduce daily consumption by approximately 50 per cent. 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.

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. 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 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, 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 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
♦ 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 the curtailment stage. The sign shall be posted at a noticeable location such as a well site, or 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 4.

Customers who fail to comply with the above restrictions will be given a written notice to end all outdoor use. Failure to comply with in 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 Consumer Services Section of the Utilities Division of the Corporation Commission at (800) 222-7000 to initiate an investigation.

Once Stage 4 has been reached, the Company must augment the supply of water by hauling, or by an emergency interconnect from an approved supply, or must otherwise provide drinking water for its customers until a permanent solution has been implemented.
The following notice is being sent at the request of the Arizona Corporation Commission (Docket number W-03880A-02-0016. Decision number 64409) to inform customers about the curtailment plan for Gardener Water Company. **Effective: 1-31-02**

**CURTAILMENT PLAN FOR GARDNER WATER COMPANY**

Gardner Water 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:**

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

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

**Notice Requirement:** Under Stage 1, no notice is necessary.

**Stage 2 Exists When:**

a. Gardner Water Company’s total storage and well production has been less than 80% of capacity for at least 48 consecutive hours, and

b. Gardner Water Company has identified issues such as steadily declining water table, an increased draw-down threatening pump operations, 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%. 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 Requirement:** 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. Gardner Water Company’s total storage and well production has been less than 50% for at least 24 hours, and

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

**Restrictions:** Under Stage 3, Gardner Water Company shall request the customers to voluntarily employ water conservation measures to reduce daily consumption by approximately 50%. All outside watering should be eliminated, except livestock, and indoor water conservation techniques should be employed wherever possible.

**Notice Requirement:**

a. Gardner Water 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, Gardner Water Company shall post at least two (2) signs showing curtailment stage. Signs shall be posted at the well sites and at the entrance to the major subdivision served by Gardner Water Company.

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

**Stage 4 Exists When:**

a. Gardner Water Company’s total storage has been less than 25% for at least 12 consecutive hours. The Company has identified issues such as a steadily declining water table, and
increased draw-down threatening pump operations, creating a reasonable belief the Company will be unable to meet anticipated water demand on a sustained basis.

Restrictions: Under Stage 4, Gardner Water Company shall inform the customers of a mandatory restriction to employ water conservation measures to reduce daily consumption. All outside watering should be eliminated, except livestock. The following are prohibited: irrigation of outdoor lawns, trees, shrubs, or any plant life, washing of any vehicle, use of water for dust control or any outdoor cleaning, use of drip or misting systems of any kind, filling of any swimming pool, spas, fountains or ornamental pools. Restaurant patrons shall be served water only upon request. Any other water intensive activity is prohibited. Indoor water conservation techniques should be employed whenever possible. Failure to comply will result in temporary disconnection.

Notice Requirement:

a. Gardner Water 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. Gardner Water Company shall post at least two (2) signs showing curtailment stage. Signs shall be posted at the well sites and at the entrance to the major subdivision served by Gardner Water Company.

c. Gardner Water Company shall notify the Consumer Services Unit of the Utilities Division of the Corporation Commission at least 12 hours prior to entering Stage 4.

d. 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.

.3/2/02

APPROVED FOR FILING
DECISION #: 64409
CROSS-CONNECTION OR BACKFLOW TARIFF

PURPOSE:

The purpose of this tariff is to protect (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. R18-4-232.

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.

** FOR OFFICIAL USE ONLY**

Effective Date: October 21, 1987

APPROVED FOR FILING

DECISION #: N/A
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 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: October 21, 1997