

ILIAD Water Company LLC

APRIL 8TH, 2017

IMPORTANT NOTICE SUNWOOD GRAHAM WATER SYSTEM

RATE CHANGE

Effective April 1st, the Washington State Utilities and Transportation Commission (UTC) approved the following rate changes. Your May 2017 billing statement will reflect the new rates. Base rate charges and water usage blocks are by the meter size factor. Billing for each block is calculated on a per cubic foot amount based on the usage rate charge of that block. Usage rates are shown per 100 cubic feet.

| Meter Size | Meter Size Factor | Base Rate | 1 st Block Cubic Ft | 1 st Usage Rate | 2 nd Block Cubic Ft | 2 nd Usage Rate | 3 rd Block Cubic Ft | 3 rd Usage Rate |
|------------|-------------------|-----------|--------------------------------|----------------------------|--------------------------------|----------------------------|--------------------------------|----------------------------|
| 5/8 Inch | 1.00 | \$30.00 | 0-800 | \$2.00/ 100 cu ft | 801-1500 | \$4.00/ 100 cu ft | Over 1500 | \$5.40/ 100 cu ft |
| 1 Inch | 2.50 | \$75.00 | 0-2000 | \$2.00/ 100 cu ft | 2001-3750 | \$4.00/ 100 cu ft | Over 3750 | \$5.40/ 100 cu ft |
| 1 ½ Inch | 5.00 | \$150.00 | 0-4000 | \$2.00/ 100 cu ft | 4001-7500 | \$4.00/ 100 cu ft | Over 7500 | \$5.40/ 100 cu ft |

Note: Utility Excise Tax (5.029%) shall be in addition to the rates in this tariff. Please see reverse for examples on how to calculate charges.

Additionally, all non-metered (previously non-user accounts) will now be subject to a monthly **\$40.00 Ready to Serve** charge.

DUE DATE

Commencing on your May 2017 billing statement, all bills shall be paid monthly in arrears and are due and payable **UPON RECEIPT** and are considered delinquent no less than (15) days after the date mailed. Please ensure that you remit your payment in a timely manner to avoid late charges.

For more information please visit www.utc.wa.gov and www.iliadnw.com/water/

Please review following examples to see how the rate change can affect you. Please note that the majority of households have a 5/8" meter. Less than 3% of our customer base have a meter that is larger.

1. The Smiths have a 5/8" meter. There are two people in their household, and they had consumption of 650 cubic feet in the prior month. Based on the tariff all their usage falls under Block 1. Usage is \$2.00 for each 100 cubic feet falling under Block 1.

| | | |
|--------------|--------------|----------------|
| Base Rate | 5/8" meter | \$30.00 |
| Block 1 | 6.5 x \$2.00 | \$13.00 |
| Utility Tax | .05029 | \$2.16 |
| Total | | \$45.16 |

2. The Johnsons have a 5/8" meter. There are 5 people in their household. They had consumption of 1400 cubic feet in the prior month. Based on the tariff their usage falls under Block 1 and Block 2. Usage is \$2.00 for each 100 cubic feet falling under Block 1, and \$4.00 for each 100 cubic feet falling under Block 2.

| | | |
|--------------|------------|----------------|
| Base Rate | 5/8" meter | \$30.00 |
| Block 1 | 8 x \$2.00 | \$16.00 |
| Block 2 | 6 x \$4.00 | \$24.00 |
| Utility Tax | .05029 | \$3.52 |
| Total | | \$73.52 |

3. The Johnsons own the parcel adjacent to their home. They have a flower farm, which has a 1 1/2 inch meter they use to irrigate. It is the summer and they used 4200 cubic feet in the month of July. Based on the tariff their usage falls under Block 1, and Block 2. Usage is \$2.00 for each 100 cubic feet falling under Block 1, and \$4.00 for each 100 cubic feet falling under Block 2.

| | | |
|--------------|--------------|-----------------|
| Base Rate | 1 1/2" meter | \$150.00 |
| Block 1 | 40 x \$2.00 | \$80.00 |
| Block 2 | 2 X \$4.00 | \$8.00 |
| Utility Tax | .05029 | \$11.97 |
| Total | | \$349.97 |