CUSTOMER NOTICE CEDAR GROVE WATER COMPANY, INC. DOCKET NO. W-20541A-24-0002

Dear Cedar Grove Water Company, Inc. Customer,

On April 22, 2025, the Arizona Corporation Commission approved a rate increase requested by Cedar Grove Water Company, Inc. ("Company"). Per Decision No. 80694 ("Decision"), the new rates will become effective for all service beginning on or after May 1, 2025.

The approved rates will increase a typical residential 5/8 x 3/4-inch meter customer with median usage of 2,334 gallons by \$19.49, from \$41.84 to \$61.33, an increase of 46.58%. The rate case expense surcharge will add an additional \$1.64 per customer per month, which will terminate within three years from the effective date of the Decision or once a total of \$30,000 has been recovered, whichever occurs first.

If you have any questions regarding this notice, please contact the Company at 2015 Forbes Blvd., Suite 105, Tucson, AZ 85745, or at (520) 623-5172.

The new rates and charges for the Company will be as follows:

Monthly Minimum Charge:	
5/8 x 3/4-inch Meter	\$45.30
3/4-inch Meter	67.95
1-inch Meter	113.25
1 1/2-inch Meter	226.50
2-inch Meter	362.40
3-inch Meter	724.80
4-inch Meter	1,132.50
6-inch Meter	2,265.00
Commodity Rates	
(Per 1,000 gallons)	
5/8 x 3/4" & 3/4" Meter - Residential	
Gallons Included in Minimum	-0-
0 to 3,000 Gallons	\$6.87
From 3,001 to 9,000 Gallons	10.30
Over 9,000 Gallons	15.11
3/4" Meter – Commercial & Industrial	
Gallons Included in Minimum	-0-
0 to 9,000 Gallons	\$10.30
Over 9,000 Gallons	15.11
<u>1"-All Classes</u>	
Gallons Included in Minimum	-0-
0 to 13,000 Gallons	\$10.30
Over 13,000 Gallons	15.11
1 1/2" All Classes	
1 1/2" – All Classes Gallons Included in Minimum	-0-
	\$10.30
0 to 33,000 Gallons	
Over 33,000 Gallons	15.11

2" – All Classes	
Gallons Included in Minimum	-0-
0 to 60,000 Gallons	\$10.30
Over 60,000 Gallons	15.11
3" – All Classes	
Gallons Included in Minimum	-0-
0 to 120,000 Gallons	\$10.30
Over 120,000 Gallons	15.11
<u>4" – All Classes</u>	
Gallons Included in Minimum	-0-
0 to 195,000 Gallons	\$10.30
Over 195,000 Gallons	15.11
<u>6" – All Classes</u>	
Gallons Included in Minimum	-0-
0 to 400,000 Gallons	\$10.30
Over 400,000 Gallons	15.11
Bulk/Standpipe	
Per 1,000 Gallons (All Gallons)	\$15.11

Service Charges:	
Establishment	\$30.00
Reconnection (Delinquent)	\$50.00
Meter Test (If Correct)	\$30.00
Deposit	*
Deposit Interest	**
Re-Establishment (Within 12 Months)	***
NSF Check	\$20.00
Deferred Payment	****
Meter Re-Read (If Correct)	\$25.00
Late Fee (Per Month)	****
After Hours Service Charge (At Customer	\$50.00
Request)	
Road Cutting or Boring	At Cost
Monthly Service Charge for Fire Sprinklers	*****

^{*} Per Commission Rule A.A.C. R14-2-403(B)(7).

In addition to the collection of regular rates, the utility will collect from its customers a proportionate share of any privilege, sales, or use tax. Per A.A.C. R14-2-409(D)(5).

All items billed at Cost shall include labor, materials, parts, overheads, and all applicable taxes.

^{**} Per Commission Rule A.A.C. R14-2-403(B)(3).

^{***} Months off system times the monthly minimum per A.A.C. R14-2-403(D).

^{**** 1.50%} of unpaid monthly balance.

^{**** 1.50%} of unpaid monthly balance or \$5.00, whichever is greater.

^{***** 2%} of Monthly Minimum fee for a comparable sized meter connection, but no less than \$10.00 per month. The Service Charge for Fire Sprinklers is only applicable to service lines separate and distinct from the primary water service line.