

BEFORE THE FLORIDA PUBLIC SERVICE COMMISSION

In re: Application for general rate increase by Peoples Water Service Company of Florida, Inc. | DOCKET NO. 080695-WU
ORDER NO. PSC-09-0537-PCO-WU
ISSUED: August 4, 2009

The following Commissioners participated in the disposition of this matter:

MATTHEW M. CARTER II, Chairman
LISA POLAK EDGAR
KATRINA J. McMURRIAN
NANCY ARGENZIANO
NATHAN A. SKOP

ORDER SUSPENDING PROPOSED FINAL RATES AND
APPROVING INTERIM RATES SUBJECT TO REFUND

BY THE COMMISSION:

BACKGROUND

Peoples Water Service Company of Florida, Inc. (Peoples or Utility) is a Class A water utility providing service to approximately 8,277 customers in Escambia County. Peoples is a Florida corporation incorporated on May 1, 1995. Peoples has never had a general rate increase application processed before us. The Utility's last general rate increase request was approved by the Escambia County Board of County Commissioners in June of 1991. We received jurisdiction over Peoples in December 1991.¹ The Utility has implemented pass-through and annual indexing adjustments pursuant to the provisions of Section 367.081(4)(a) and (b), Florida Statutes (F.S.). In its 2008 annual report, the Utility reported operating revenues of \$3,048,381 and a net income of \$104,327.

On May 20, 2009, Peoples filed its application for approval of interim and final rate increases in this instant docket. The Utility had a few deficiencies in the Minimum Filing Requirements (MFRs). As of the issuing of this order, those deficiencies were resolved. Peoples requested that the application be processed using the Proposed Agency Action (PAA) procedure. The test year established for interim and final rates is the historical twelve-month period ended December 31, 2008.

Peoples requested interim rates designed to generate annual water revenues of \$3,417,161, an increase of \$351,033 or 11.6 percent. The Utility requested final rates designed to generate annual water revenues of \$3,483,246, an increase of \$417,118 or 13.75 percent.

¹ Order No. 25593, issued January 13, 1992, in Docket No. 911196-WS, In re: Resolution of the Board of County Commissioners of Escambia County declaring Escambia County subject to the provisions of Chapter 367, Florida Statutes.

DOCUMENT NUMBER-DATE

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FPSC-COMMISSION CLERK

The sixty-day statutory deadline to suspend Peoples' requested final rates was July 20, 2009. This order addresses the suspension of Peoples final rates and interim rate increase. We have jurisdiction pursuant to Sections 367.081 and 367.082, F.S.

SUSPENSION OF PROPOSED WATER RATES

Section 367.081(6), F.S., provides that we may, for good cause, withhold consent to the implementation of the requested rates within 60 days after the date the rate request is filed. Further, Section 367.081(8), F.S., permits the proposed rates to go into effect (secured and subject to refund) at the expiration of five months if: (1) we have not acted upon the requested rate increase; or (2) our PAA action is protested by a party other than the Utility.

We have reviewed the filing and has considered the information filed in support of the rate application and the proposed final rates. We find that further investigation of this information is reasonable and necessary, including on-site investigations by our staff accountants and engineers. Based on the above, we hereby suspend the Utility's requested final rate increase. This docket shall remain open pending completion of the rate case.

INTERIM REVENUE INCREASE

In its MFRs, Peoples requested interim rates designed to generate annual revenues of \$3,417,161. This represents a water revenue increase of \$351,033 (11.6 percent). The Utility has filed rate base, cost of capital, and operating statements to support its requested revenue increase.

Pursuant to Section 367.082(5)(b)1, F.S., the achieved rate of return for interim purposes must be calculated by applying appropriate adjustments consistent with those made in a utility's most recent rate proceeding. As mentioned above, Peoples has not had a general rate increase application processed by us. When a utility has not had a previous rate case where the return on equity has been established, the current leverage graph is used to establish the mid-point of the return on equity.² The mid-point is then reduced by one percent (100 basis points) to determine the low end to be used in the interim calculation of equity.

We have reviewed the attached request and approve the adjustments that are discussed below. Staff has attached accounting schedules to illustrate the approved rate base, capital structure, and test year operating income amounts. The rate base schedule is shown on Schedule No. 1-A, with adjustments shown on Schedule No. 1-B; the capital structure schedule is shown on Schedule No. 2, and the operating income schedule is shown on Schedule No. 3-A, with the adjustments shown on Schedule No. 3-B.

² Order No. PSC-08-0846-FOF-WS, issued December 31, 2008, in Docket No.080006-WS, In re: Water and wastewater industry annual reestablishment of authorized rate of return on common equity for water and wastewater utilities pursuant to Section 367.081(4)(f), F.S.

RATE BASE

Peoples filed a year-end water interim rate base for the calendar year ended December 31, 2008. Pursuant to Rule 25-30.433(4), Florida Administrative Code (F.A.C.), for Class A utilities, rate base is to be calculated using a 13-month average. Plant-in-service, accumulated depreciation, contributions in aid of construction (CIAC), and accumulated amortization of CIAC should reflect 13-month average balances. To properly reflect the 13-month average balances, we find that plant-in-service, accumulated depreciation, CIAC, and accumulated amortization of CIAC are decreased as follows:

Adjustments Required to Reflect 13-Month Average Balances	
Plant-in-Service	(\$266,042)
Accumulated Depreciation	\$63,921
CIAC	\$235,269
Accumulated Amort. of CIAC	(\$49,616)

Used and Useful Plant - In its application, the Utility asserts that its water treatment plant, ground storage facilities, and water distribution system are 100 percent used and useful. The water treatment system has five wells; four are rated at 1,000 gallons per minute (gpm) and one is rated at 720 gpm. The wells pump water to three ground storage tanks and one elevated storage tank. Gas chlorine is used for disinfection. The storage tanks have a usable capacity of 2,661,000 gallons. The single maximum day in the test year of 4,172,000 gallons occurred on February 29, 2008. It does not appear that there was a fire, line break, or other unusual occurrence on that day. The Utility's records indicate there is no excessive unaccounted for water. The Utility's fire flow requirement is 500 gpm for 2 hours or 60,000 gallons. The Utility included a growth allowance of 6,126 gallons based on average equivalent residential connections (ERCs) of 12,206 and a growth rate of .154 percent.

We find that, pursuant to Rule 25-30.4325, F.A.C., the water treatment plant is 100 percent used and useful, based on the peak day demand of 4,172,000 gallons, a growth allowance of 6,126 gallons, a fire flow allowance of 60,000 gallons, and a firm reliable capacity of 3,571,200 gallons, based on a 16 hour day, pursuant to Rule 25-30.4325(6)(b), F.A.C. In addition, because the usable storage capacity is less than the peak day demand, the storage tanks are considered 100 percent used and useful, pursuant to Rule 25-30.4325(8), F.A.C. According to the Utility, the water distribution system was installed by the developer and recorded as CIAC; therefore, we find that the water distribution system is 100 percent used and useful.

In accordance with Rule 25-30.433(2), F.A.C., Working Capital for Class A utilities shall be calculated using the balance sheet approach. The Utility's MFRs show the calculation of Working Capital as \$26,273 for interim rate purposes.

Pursuant to Section 367.082(5)(b)1, F.S., the only adjustments that should be made to the interim test year are those consistent with the most recent individual rate proceeding or adjustments to annualize rate changes occurring during the interim test year. After review of the Utility's rate base in the MFRs, we find that the only adjustments necessary to rate base for

interim rate purposes are the 13-month averaging adjustments and Working Capital Allowance adjustment. Based on the above, we determine that interim rate base should be \$3,556,084.

COST OF CAPITAL

In its MFRs, the Utility reflected a capital structure consisting of common equity of \$3,187,570 and customer deposits of \$115,984, with cost rates of 9.74 percent and 6 percent, respectively. Peoples also included deferred income taxes of \$277,917. To determine the accuracy of the amounts, we compared the capital structure amounts with amounts contained in the Utility's balance sheet. A review of the balance sheet shows 13-month average balances of \$3,187,570 for common equity, \$114,873 for customer deposits, and \$277,917 for deferred income taxes.

As required by Section 367.082(5)(b)1, F.S., the only adjustments that should be made to the interim test year are those consistent with the most recent individual rate proceeding or adjustments to annualize rate changes occurring during the interim test year. In accordance with Rule 25-30.433(4), F.A.C., the averaging method used by us to calculate rate base and cost of capital shall be a 13-month average for Class A utilities such as Peoples. The Utility used the December 2008 balance of customer deposits in lieu of the 13-month average balance. To correct the Utility's capital structure to reflect the proper amounts, we reduce customer deposits by \$1,111 to match the Utility's MFR balance sheet.

The Utility calculated a cost of common equity of 9.74 percent and overall cost of capital of 8.86 percent. We determined that Peoples included customer deposits and accumulated deferred income tax in their calculation of the equity ratio. By Order No. PSC-08-0846-FOF-WS, we approved the following formula for the Equity Ratio, which does not include customer deposits or accumulated deferred income tax:

Equity Ratio = Common Equity / (Common Equity + Preferred Equity + Long-Term and Short-Term Debt)

Section 367.082(2)(a), Florida Statutes, provides that for "a proceeding for an interim increase in rates, the commission shall authorize, within 60 days of the filing of such relief, the collection of rates sufficient to earn the minimum of the range of rate of return." (emphasis added). Peoples used the mid-point of the return on equity from the 2008 leverage graph instead of the minimum of the range of return on equity as determined by the leverage graph. Based on our adjustments and the 2008 leverage graph, which was in effect at the time of our vote, the interim return on equity shall be 8.48 percent and the interim cost of capital shall be 7.74 percent.

NET OPERATING INCOME

Pursuant to Section 367.082(5)(b)1, F.S., the only adjustments that should be made to the interim test year are those consistent with the most recent individual rate proceeding or adjustments to annualize rate changes occurring during the interim test year. A review of the Utility's MFRs show that two adjustments were made affecting test year net operating income, an adjustment of \$17,747 to annualize revenues, and an adjustment of \$351,033 to reflect the

utility's requested revenue adjustment. Based on the above, we determine that the appropriate test year operating income, before any revenue increase, is \$106,237.

REVENUE REQUIREMENT

The Utility requested an interim revenue requirement of \$3,417,161. Based on the above, we approve an interim revenue requirement of \$3,350,156. This represents an interim revenue increase of \$284,028, or 9.26 percent. This will allow Peoples the opportunity to recover its operating expenses and earn a 7.74 percent return on its rate base.

APPROPRIATE INTERIM WATER RATES

We find that interim wastewater service rates for Peoples allow the Utility the opportunity to generate annual operating revenues of \$3,350,156. This reflects an increase of \$284,028, or 9.26 percent, before removal of miscellaneous revenues. To determine the appropriate percentage increase to apply to the service rates, miscellaneous service revenues were removed from the test year revenues. In its MFRs, Peoples included miscellaneous revenues of \$121,420. The calculation is as follows:

1	Total Test Year Revenues	\$3,066,128
2	Miscellaneous Revenues	<u>(\$121,420)</u>
3	Test Year Revenues from Service Rates	\$2,944,708
4	Revenue Increase	<u>\$284,028</u>
5	% Service Rate Increase (Line 4/Line 3)	<u>9.65%</u>

The interim rate increase of 9.65 percent for water should be applied as an across-the-board increase to the service rates in effect as of December 31, 2008. The approved rates shall be effective for service rendered as of the stamped approval date on the tariff sheets pursuant to Rule 25-30.475(1), F.A.C. The rates shall not be implemented until our staff verifies that the tariff sheets are consistent with our decision, the proposed customer notice is adequate, and the required security discussed below has been filed. The Utility shall provide proof of the date notice was given within 10 days after the date of notice.

The Utility's test year, proposed interim and final water rates, and approved interim water rates are shown on Schedule No. 4.

SECURITY TO GUARANTEE INTERIM INCREASE

Pursuant to Section 367.082, F.S., revenues collected under interim rates shall be placed under bond, escrow, letter of credit, or corporate undertaking subject to refund with interest at a rate specified herein this order. As discussed above, the total annual interim increase is \$284,028. In accordance with Rule 25-30.360, F.A.C., we calculated the potential refund of revenues and interest collected under interim conditions to be \$165,852. This amount is based

on an estimated seven months of revenue being collected from our approved interim rates over the Utility's current authorized rates shown on Schedule No. 4.

The criteria for a corporate undertaking include sufficient liquidity, ownership equity, profitability, and interest coverage to guarantee any potential refund. We reviewed the financial statements of the company to determine if it can support a corporate undertaking. Peoples' 2006, 2007, and 2008 annual reports were used to determine the financial condition of the Utility.

Two of the Utility's liquidity ratios are deficient. Peoples' working capital was negative and the Utility's current ratios were deficient in 2006, 2007, and 2008. Peoples and its parent company, Peoples Water Service Company, have zero long-term and short-term debt, resulting in a very high interest coverage ratio and a 100 percent equity ratio. However, the Utility's amount of equity does not significantly exceed the requested corporate undertaking amount. While Peoples' profitability ratios are acceptable for 2006 and 2007, the annual net income has decreased significantly over the past three years and was deficient in 2008, falling below the requested corporate undertaking amount. Peoples' return on equity (ROE) decreased from 11.4 percent in 2006 to 3.3 percent in 2008. For these reasons, we find the Utility does not have the financial capability to support a corporate undertaking in the amount of \$165,852. Based on this analysis, Peoples is required to secure a surety bond, letter of credit, or escrow agreement to guarantee any potential refund.

If the security provided is an escrow account, the Utility shall deposit 9.26 percent of water revenues into the escrow account each month. In addition, the following conditions shall be part of the agreement:

- 1) No refunds in the escrow account may be withdrawn by the Utility without the express approval of the Commission;
- 2) The escrow account shall be an interest bearing account;
- 3) If a refund to the customers is required, all interest earned by the escrow account shall be distributed to the customers;
- 4) If a refund to the customers is not required, the interest earned by the escrow account shall revert to the Utility;
- 5) All information on the escrow account shall be available from the holder of the escrow account to a Commission representative at all times;
- 6) The amount of revenue subject to refund shall be deposited in the escrow account within seven days of receipt;
- 7) This escrow account is established by the direction of the Florida Public Service Commission for the purpose(s) set forth in its order requiring such account. Pursuant to Cosentino v. Elson, 263 So. 2d 253 (Fla. 3d DCA 1972), escrow accounts are not subject to garnishments;

- 8) The Commission Clerk must be a signatory to the escrow agreement; and
- 9) This account must specify by whom and on whose behalf such monies were paid.

If the security provided is a bond or letter of credit, said instrument shall be in the amount of \$165,852. In addition, the bond or letter of credit shall state that it will be released or shall terminate only upon subsequent order.

Regardless of the type of security provided, the Utility shall keep an accurate and detailed account of all monies it receives. Pursuant to Rule 25-30.360(6), F.A.C., the Utility shall provide a report by the 20th day of each month indicating the monthly and total revenue collected subject to refund. Should a refund be required, the refund shall be with interest and undertaken in accordance with Rule 25-30.360, F.A.C. In no instance shall maintenance and administrative costs associated with any refund be borne by the customers. The costs are the responsibility of, and shall be borne by, the Utility.

Based on the foregoing, it is

ORDERED by the Florida Public Service Commission that Peoples Water Service Company of Florida, Inc.'s proposed water rates shall be suspended. It is further

ORDERED that, on an interim basis, the Utility shall be authorized to collect annual water revenues as indicated in the body of this Order. It is further

ORDERED that the water service rates for Peoples Water Service Company of Florida, Inc. in effect as of December 31, 2008, shall be increased by 9.65 percent to generate the approved revenue increase for the interim period. It is further

ORDERED that the approved rates shall be effective for service rendered as of the stamped approval date on the tariff sheets pursuant to Rule 25-30.475(1)(a), F.A.C. It is further

ORDERED that the rates shall not be implemented until our staff verifies that the tariff sheets are consistent with our decision, the proposed customer notice is adequate, and the required security discussed above has been filed. It is further

ORDERED that Peoples Water Service Company of Florida, Inc. shall provide proof of the date the customer notice was given within 10 days after the date of notice. It is further

ORDERED that Peoples Water Service Company of Florida, Inc. shall provide either an escrow agreement, a bond, or a letter of credit to guarantee the interim rates collected subject to refund. It is further

ORDERED that if the security provided is an escrow agreement, Peoples Water Service Company of Florida, Inc. shall deposit 9.26 percent of water revenues into the escrow account each month. It is further

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ORDERED that if the security provided is a bond or letter of credit, said instrument shall be in the amount of \$165,852. It is further

ORDERED that pursuant to Rule 25-30.360(6), F.A.C., the Utility shall provide a report by the 20th of each month indicating the monthly and total revenue collected subject to refund. Should a refund be required, the refund shall be with interest and undertaken in accordance with Rule 25-30.360, F.A.C. It is further

ORDERED the docket shall remain open pending our final action on the Utility's requested rate increase.

By ORDER of the Florida Public Service Commission this 4th day of August, 2009.



ANN COLE
Commission Clerk

(SEAL)

ELS

NOTICE OF FURTHER PROCEEDINGS OR JUDICIAL REVIEW

The Florida Public Service Commission is required by Section 120.569(1), Florida Statutes, to notify parties of any administrative hearing or judicial review of Commission orders that is available under Sections 120.57 or 120.68, Florida Statutes, as well as the procedures and time limits that apply. This notice should not be construed to mean all requests for an administrative hearing or judicial review will be granted or result in the relief sought.

Any party adversely affected by this order, which is non-final in nature, may request (1) reconsideration within 10 days pursuant to Rule 25-22.0376, Florida Administrative Code, or (2) judicial review by the Florida Supreme Court, in the case of an electric, gas or telephone utility, or the First District Court of Appeal, in the case of a water or wastewater utility. A motion for reconsideration shall be filed with the Office of Commission Clerk, in the form prescribed by Rule 25-22.0376, Florida Administrative Code. Citizens of the State of Florida v. Mayo, 316 So.2d 262 (Fla. 1975), states that an order on interim rates is not final or reviewable until a final order is issued. Such review may be requested from the appropriate court, as described above, pursuant to Rule 9.100, Florida Rules of Appellate Procedure.

Peoples Water Service Company of Florida, Inc. Schedule of Water Rate Base Test Year Ended 12/31/08			Schedule No. 1-A Docket No. 080695-WU		
Description	Test Year Per Utility	Utility Adjust- ments	Adjusted Test Year Per Utility	Commission Adjust- ments	Commission Adjusted Test Year
1 Plant in Service	\$12,668,953	\$0	\$12,668,953	(\$266,042)	\$12,402,911
2 Land and Land Rights	\$104,055	\$0	104,055	0	104,055
3 Non-used and Useful Components	\$0	\$0	0	0	0
4 Accumulated Depreciation	(\$6,532,450)	\$0	(6,532,450)	63,921	(6,468,529)
5 CIAC	(\$4,255,227)	\$0	(4,255,227)	235,269	(4,019,958)
6 Amortization of CIAC	\$1,560,948	\$0	1,560,948	(49,616)	1,511,332
7 Net Debit Deferred Income Taxes	0	0	0	0	0
8 Advances for Construction	\$0	\$0	0	0	0
9 Working Capital Allowance	\$0	\$0	0	26,273	26,273
10 Other	0	0	0	0	0
11 Rate Base	<u>\$3,546,279</u>	<u>\$0</u>	<u>\$3,546,279</u>	<u>\$9,805</u>	<u>\$3,556,084</u>

Peoples Water Service Company of Florida, Inc. Adjustments to Rate Base Test Year Ended 12/31/08		Schedule No. 1-B Docket No. 080695-WU
Explanation	Water	
Plant In Service To reflect 13 month average plant.		(\$266,042)
<u>Accumulated Depreciation</u> To reflect 13 month average accumulated depreciation.		\$63,921
<u>CIAC</u> To reflect 13 month average CIAC.		\$235,269
<u>Accumulated Amortization of CIAC</u> To reflect 13 month average amortization of CIAC.		(\$49,616)
<u>Working Capital</u>		\$26,273

Peoples Water Service Company of Florida, Inc.
 Capital Structure-13-Month Average
 Test Year Ended 12/31/08

Schedule No. 2
 Docket No. 080695-WU

Description	Total Capital	Specific Adjustments	Subtotal Adjusted Capital	Pro rata Adjustments	Capital Reconciled to Rate Base	Ratio	Cost Rate	Weighted Cost
Per Utility								
1 Long-term Debt	\$0	\$0	\$0	\$0	\$0	0.00%	0.00%	0.00%
2 Short-term Debt	0	0	\$0	0	\$0	0.00%	0.00%	0.00%
3 Preferred Stock	0	0	\$0	0	\$0	0.00%	0.00%	0.00%
4 Common Equity	3,187,570	0	\$3,187,570	(23,366)	\$3,164,204	88.98%	9.74%	8.67%
5 Customer Deposits	115,984	0	\$115,984	0	\$115,984	3.26%	6.00%	0.20%
6 Deferred Income Taxes	<u>277,917</u>	<u>0</u>	<u>\$277,917</u>	<u>(2,021)</u>	<u>\$275,896</u>	<u>7.76%</u>	0.00%	<u>0.00%</u>
10 Total Capital	<u>\$3,581,471</u>	<u>\$0</u>	<u>\$3,581,471</u>	<u>(\$25,387)</u>	<u>\$3,556,084</u>	<u>100.00%</u>		<u>8.86%</u>
Per Staff								
11 Long-term Debt	\$0	\$0	\$0	\$0	\$0	0.00%	0.10%	0.00%
12 Short-term Debt	0	0	\$0	\$0	0	0.00%	0.00%	0.00%
13 Preferred Stock	0	0	\$0	\$0	0	0.00%	0.00%	0.00%
14 Common Equity	3,187,570	0	\$3,187,570	(\$21,612)	3,165,958	89.03%	8.48%	7.55%
15 Customer Deposits	115,984	(1,111)	\$114,873	(\$779)	114,094	3.21%	6.00%	0.19%
16 Deferred Income Taxes	277,917	0	\$277,917	(\$1,884)	276,033	7.76%	0.00%	0.00%
20 Total Capital	<u>\$3,581,471</u>	<u>(\$1,111)</u>	<u>\$3,580,360</u>	<u>(\$24,275)</u>	<u>\$3,556,085</u>	<u>100.00%</u>		<u>7.74%</u>
						<u>LOW</u>	<u>HIGH</u>	
					RETURN ON EQUITY	8.48%	10.48%	
					OVERALL RATE OF RETURN	<u>7.74%</u>	<u>9.53%</u>	

Explanation	Water
<u>Operating Revenues</u> Remove requested interim revenue increase.	<u>(\$351,033)</u>
<u>Taxes Other Than Income</u> RAFs on revenue adjustments above.	<u>(\$15,796)</u>

PEOPLES WATER SERVICE COMPANY OF FLORIDA, INC.		Schedule No. 4			
Water Monthly Service Rates		Docket No. 080695-WU			
Test Year Ended 12/31/08					
	Rates	Utility	Utility	Commission	
	Prior to	Requested	Requested	Approved	
	Filing	Interim	Final	Interim	
Residential - Minimum charges / base facility charges					
5/8" x 3/4" (3,000 gallon minimum)	\$10.05	\$11.27	\$11.31	\$11.02	
1" (6,300 gallon minimum)	\$22.97	\$25.75	\$28.28	\$25.19	
1-1/4" (8,800 gallon minimum)	\$32.76	\$36.72	\$39.59	\$35.92	
1-1/2" (10,900 gallon minimum)	\$40.60	\$45.51	\$56.55	\$44.52	
2" (30,500 gallon minimum)	\$107.41	\$120.40	\$90.48	\$117.78	
3" (64,600 gallon minimum)	\$221.87	\$248.69	\$169.65	\$243.28	
4" (132,800 gallon minimum)	\$450.81	\$505.31	\$282.75	\$494.31	
6" (269,100 gallon minimum)	\$908.32	\$1,018.14	\$565.50	\$995.97	
Gallonaqe Charge - Per 1,000 gallons					
First 3,000 gallons - included in min. chg.	\$10.05	\$11.27	-	\$11.02	
Next 7,000 gallons - in excess of min.	\$3.91	\$4.38	-	\$4.29	
Next 10,000 gallons - in excess of min.	\$3.47	\$3.89	-	\$3.80	
All over 20,000 gallons per month	\$3.35	\$3.76	-	\$3.67	
Proposed Gallonaqe Charges					
Block 1 (First 7,000 gallons)	-	-	\$2.25	-	
Block 2 (7,0001 to 15,000 gallons)	-	-	\$3.38	-	
Block 3 (15,001 to 20,000 gallons)	-	-	\$4.50	-	
Block 4 (over 20,000 gallons)	-	-	\$6.75	-	
General Service, Multi-Family, Public Authority, Hydrant Meters, and Irrigation - Minimum Charges/Base Facility Charges					
5/8" x 3/4" (3,000 gallon minimum)	\$10.05	\$11.27	\$11.31	\$11.02	
1" (6,300 gallon minimum)	\$22.97	\$25.75	\$28.28	\$25.19	
1-1/4" (8,800 gallon minimum)	\$32.76	\$36.72	\$39.59	\$35.92	
1-1/2" (10,900 gallon minimum)	\$40.60	\$45.51	\$56.55	\$44.52	
2" (30,500 gallon minimum)	\$107.41	\$120.40	\$90.48	\$117.78	
3" (64,600 gallon minimum)	\$221.87	\$248.69	\$169.65	\$243.28	
4" (132,800 gallon minimum)	\$450.81	\$505.31	\$282.75	\$494.31	
6" (269,100 gallon minimum)	\$908.32	\$1,018.14	\$565.50	\$995.97	
8"	-	-	\$1,017.90	-	
10"	-	-	\$1,639.95	-	
Gallonaqe Charge - Per 1,000 gallons					
First 3,000 gallons - included in min. chg.	\$10.05	\$11.27	-	\$11.02	
Next 7,000 gallons - in excess of min.	\$3.91	\$4.38	-	\$4.29	
Next 10,000 gallons - in excess of min.	\$3.47	\$3.89	-	\$3.80	
All over 20,000 gallons per month	\$3.35	\$3.76	-	\$3.67	
Proposed Gallonaqe Charge per 1,000 gallons	-	-	\$2.75	-	
Fire Protection Service (Sprinklers & Private Fire Hydrants)					
2" connection	\$12.78	\$14.33	\$7.54	\$14.01	
3" connection	\$15.36	\$17.22	\$14.14	\$16.84	
4" connection	\$19.59	\$21.96	\$23.56	\$21.48	
6" connection	\$30.68	\$34.39	\$47.13	\$33.64	
8" connection	\$51.17	\$57.36	\$84.83	\$56.11	
10" connection	\$76.70	\$85.97	\$136.66	\$84.10	
Typical Residential Bills 5/8" x 3/4" Meter					
3,000 Gallons	\$10.05	\$11.27	\$18.06	\$11.02	
5,000 Gallons	\$17.87	\$20.03	\$22.56	\$19.59	
10,000 Gallons	\$37.42	\$41.93	\$37.20	\$41.03	