

Schedule of Rates, Rules and Regulations

**BOULDER KING RANCH ESTATES
WATER COMPANY**

TARIFF

for

WATER SERVICE

in the

STATE OF UTAH

Issued on one day's notice to the Commission and to the public by order of the Public Service Commission of Utah in Case No. 02-2254-01, dated July ____, 2003

Issued by: Dale E. Clarkson, President

Effective: July 1, 2003

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WATER SERVICE RATE SCHEDULES

Applicability. The rate schedules set forth below are applicable in the entire service area of Boulder King Ranch Estates Water Company (“the Company”) for water service for culinary purposes at one point of delivery.

Rates set forth in this Tariff shall apply to each customer unit. A consumer unit is defined as a single-unit dwelling, premises or lot; any store service station, café, factory, shop or processing plant; or other establishment or concern that might apply for culinary water service for domestic purposes.

(a) For lots and premises for which a water-service line has been installed:

<u>Usage</u>	<u>Charges</u>
Unmetered water usage	\$35.00 per month for each service connection

(b) For lots and premises other than “dry lots,” as defined below, to which a water-service line has not been applied for or installed:

Stand-by Fee	\$13.00 per month
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(c) “Dry lots” are those lots in the Boulder King Ranch Estates that were purchased with no water supply, rights or culinary water service. Owners or occupants of such lots may apply for water service by paying the designated connection fee under this Tariff.

(d) Service Connection Charges:

For lots served by water system in place prior to 2000:	\$4,870.00
For lots served by water system expansion after 2000:	\$6,909.00

(e) Finance charges (calculated on unpaid balance):

Past-due usage, stand-by and connection charges:	12.0% APR
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RULES AND REGULATIONS

1. *Connections:*

(a) No unauthorized person shall tap, or insert any corporation cock, stopcock or any other fixture or appliance into, any water main or distribution pipe of the Boulder King Ranch Estates Company or alter or disturb any service pipe, corporation stop, curb stop, gate valve, hydrant, water meter or any other part of the water system or attachment.

(b) No person shall, without first obtaining a permit from the Company, connect or disconnect any service pipe to or from the mains or distribution pipes of said water system nor to or from any other service pipe now or hereafter connected with said system; nor make any repairs to, additions to, or alterations of any such service pipe, tap, stopcock, or any other fixture or attachment connected with any such service pipe.

2. *Application for Permit:* A permit shall be obtained from the Company before any service connection can be made to any part of the water system or before any work can be performed upon old or new connections. Such permit shall be issued upon written application on forms obtainable from the Company. Applicants for water service shall furnish, lay and install, at their own expense, all that portion of the service not provided by the Company, subject, however, to the supervision and inspection of the Company.

3. *Metering of Service:*

(a) The Company reserves the right to install water meters for individual customers. Customers may be charged for the installation of such meters in accordance with future tariff provisions submitted to and approved by the Utah Public Service Commission .

(b) If such meters are installed , they may be checked, inspected or adjusted at the discretion of the Company, and they shall not be opened or adjusted except by authorized representatives of the Company. Only authorized representatives of the Company shall open meter boxes to turn on or off water, except in case of emergency or when special permission is given by the Company.

4. *Meter Adjustments:* If a meter fails to register at any time, the water delivered during such period shall be billed at the minimum rate. In the event a meter is found to be recording at less than 97 percent or more than 103 percent of actual delivery, the Company may make such adjustments in the customer's previous bill as are just and fair under the circumstances.

5. *Service Connections:* Any person desiring to obtain water service from the Company shall make application in writing. The service connection charges shown in this Tariff include a

RULES AND REGULATIONS (Continued)

valved service line to the property line. If a meter and meter box are installed, they will be located as directed by the Company. All materials furnished by the Company shall be Company property. Where there are meters installed, excavation and installation shall be made by the Company from the main line connection to three feet beyond the meter.

6. *Service Line:* All service-line materials and installation shall be provided by the applicant. Installation shall be inspected and approved by the Company before the service-line trench is backfilled. The applicant shall provide a shut-off valve on each service line in an accessible location separate from any water-meter box.

7. *Water Use Restriction:* The owner or occupant of any building or premises entitled to the use of water from the Company shall not supply water to any other building or premises without written permission of the Company.

8. *Service Turn-on and Turn-off:* Only authorized representatives of the Company shall turn on or off water service except in case of emergency or when special permission is granted by the Company. Service may be turned off by the Company when so requested by the applicant or when the applicant fails to abide by these regulations. Whenever the water is turned off at any premises, it shall be turned on again only upon payment in full of the applicable charge shown in the applicable rate schedules.

9. *Disruption Liability:* The Company shall use reasonable diligence to provide continuous water service to its customers, and shall make a reasonable effort to furnish them with a clean, pure supply of water, but the Company shall not be held liable for damages to any water user by reason of any stoppage or interruption of his water supply caused by the scarcity of water; accident to system; water-main alterations, additions or repairs; acts of force majeure; or other unavoidable causes.

10. *Damage to Facilities:* Cost of any damage resulting from the failure of the owner, agent or tenant to properly protect the facilities of the Company installed upon premises supplied with water shall be assessed against such owner, agent or tenant. Water consumers shall not tamper with or remove a meter or any of the Company's facilities or interfere with meter reading.

11. *Reading of Meters:* Any meters installed shall be read by the Company as early in the spring and as late in the fall as shall be practicable, and monthly during the period in between the spring and fall readings. The monthly charges for the period between the last meter reading

RULES AND REGULATIONS (Continued)

in the fall and the first meter reading in the spring shall be estimated based upon previous consumption and shall be adjusted on the customer's bill for the first meter reading in the spring. The monthly charges during the remaining billing periods shall be based upon meter readings, except as provided for in paragraph 4 above.

12. *Billings and Payments:* Bills covering the charges shall be rendered monthly and shall be due **20** days after being rendered. If any customer neglects or refuses to pay the water-service bill or any other obligation due the Company within **30 days** from the date of issuance of a bill, the Company shall have the right to enter upon the premises and do such work as may be necessary to disconnect the water service. Before the service is renewed, all delinquent amounts shall be paid in full, or payment arrangements satisfactory to the Company shall be made, and the established tariff charge for reconnection shall be paid.

13. *Discontinuance of Service:* Any customer wishing to discontinue service shall notify the Company so that, if necessary, the meter can be read for a final billing. Such final bill shall be due and payable upon receipt.

14. *Regulated Usage:* Whenever the Company shall determine that the amount of water available to its distribution system has diminished to such a volume that, unless restricted, the public health, safety or general welfare is likely to be endangered, it may prescribe rules and regulations to conserve the water supply during such emergency. Such rules and regulations may include, but shall not be limited to, the restriction to certain hours (or total prohibition) of the use of water for outdoor watering.

15. *Changes and Amendments:* The Company may amend or add to these Rules and Regulations as necessary and as such amendments or additions are approved by the Public Service Commission of Utah.

16. *Credit Deposit:* The Company may at its option, and in lieu of established credit, require a deposit from a customer to assure payment of bills: such deposits shall be no more than **\$100.00**. This deposit may be refunded when credit has been established. Deposits held over three months shall earn interest from the Company at the rate of **4%** per annum, beginning with the first day of deposit. Interest will be credited to the customer's account.

FACILITY EXTENSION POLICY

1. *Definition:* An extension is any continuation of, or branch from, the nearest available existing line of the Company, including any increase of capacity of an existing line to meet the customer's requirements.

2. *Costs:* The total cost of extensions, including engineering, labor, and materials, shall be paid by the applicants. Where more than one applicant is involved in an extension, the costs shall be prorated on the basis of the street frontage distances involved or upon such other basis as may be mutually agreed upon by the applicants. Sufficient valves and fire hydrants must be included with every installation.

3. *Construction Standards:* Minimum standards of the Company shall be met, which standards shall also comply with the standards of the Utah Department of Environmental Quality. Pipe sizes shall be designated by the Company, but the size shall never be smaller than 4" in diameter. The pipeline shall be installed only along dedicated streets and highways.

4. *Water Storage and Supply:* All costs for providing increased water supply and storage shall be paid by the Company, but may be recovered in charges to customers if approved by the Commission. This cost shall include the installation and operation of pumps as required for proper pressure regulation of the system.

5. *Ownership:* Completed facilities shall be owned operated and maintained by the Company, including and through the meters, as detailed in the Tariff Rules and Regulations.

6. *Temporary Service:* The customer will pay the total cost for the installation and removal of any extension for service to a venture of a temporary or speculative nature. Such costs will be estimated and paid before work is begun on the extension.