

GRAHAM COUNTY UTILITIES, INC.
IMPORTANT NOTICE ABOUT AN INCREASE IN YOUR WATER RATES

On April 27, 2009, Graham County Utilities, Inc. ("GCU") filed an application with the Arizona Corporation Commission (ACC) for an increase in revenues. After hearing and evaluating all the evidence, the ACC issued Decision No. 71690 on May 3, 2010, authorizing an overall 26.77 percent increase for GCU. This increase is approximately 2.29 percent per year since the last increase was approved over eleven years ago on 9/1/1998 (Decision No. 61056).

GCU's water rate structure has changed from a straight cost per gallon to a tiered rate per gallon depending on the usage and meter size. For a typical residential customer with a 5/8 x 3/4 inch meter using an average of 9,000 gallons per month, this results in an increase in the monthly bill from \$39.75 to \$47.70. For a commercial customer with a 2 inch meter using an average of 15,000 gallons per month, this results in an increase in the monthly bill from \$73.25 to \$84.00.

The rates and charges for Graham County Utilities, Inc. (Water Division) will be as follows for service rendered on or after May 3, 2010. These rates will be reflected in customer bills beginning with June 2010. If you have any questions regarding this notice, you may contact the Cooperative at Graham County Utilities, Inc., PO Drawer B, Pima AZ 85543 or call 928-485-2451.

Commodity Charges:	Rate (Per 1,000 Gal)
5/8" x 3/4" Meter	
From 0 to 3,000 Gallons	\$3.00
From 3,001 to 9,000 Gallons	\$3.20
Over 9,000 Gallons	\$3.51
3/4" Meter	
From 0 to 3,000 Gallons	\$3.00
From 3,001 to 9,000 Gallons	\$3.20
Over 9,000 Gallons	\$3.51
1" Meter	
From 0 to 19,000 Gallons	\$3.00
Over 19,000 Gallons	\$3.20
1 1/2" Meter	
From 0 to 19,000 Gallons	\$3.00
Over 19,000 Gallons	\$3.20
2" Meter	
From 0 to 20,000 Gallons	\$3.00
Over 20,000 Gallons	\$3.20
3" Meter	
From 0 to 23,000 Gallons	\$3.00
Over 23,000 Gallons	\$3.20
4" Meter	
From 0 to 28,000 Gallons	\$3.00
Over 28,000 Gallons	\$3.20
6" Meter	
From 0 to 42,000 Gallons	\$3.00
Over 42,000 Gallons	\$3.20
Resale Bulk Water Sales*	\$1.92

Meter Size:	Monthly Service Availability Charges:
5/8" x 3/4" Meter	\$19.50
3/4" Meter	\$21.50
1" Meter	\$31.00
1 1/2" Meter	\$36.50
2" Meter	\$39.00
3" Meter	\$48.00
4" Meter	\$58.00
6" Meter	\$80.00
Resale Bulk Water*	\$50.00

Service Related Charges:	
Establishment of Service – Regular Hours	\$20.00
Establishment of Service – After Hours	\$50.00
Reconnection of Service – Regular Hours (Delq)**	\$20.00
Reconnection of Service – After Hours (Delq)**	\$50.00
Meter Reread Charge (If Correct)	\$10.00
Meter Test Fee (If Correct)	\$20.00
Insufficient Funds Check Charge	\$25.00
Deposit	(a)
Interest Rate on Customer Deposits	6.0%
Late Payment Penalty	1.5%
Reestablishment (Within 12 Months)	(b)
(a) Per Commission Rule R14-2-403(B)	
(b) Months off system times the monthly minimum per Commission rule A.A.C. R14-2-403(D)	

*Includes Eden Water Co.

**Applicable to Delinquent Accounts