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Jody Defa, Mgr Timber Lakes Water SSD Heber City, UT 84032

Dear Jody,

STEPHANIE MATSUMURA

Here is the final rate structure that was used for the 2013 budget and which was heard at public meeting and approved by the Board in December:

Fee/Rate	Application to Lots	Volume Used/Mo.	Amount per month
System Maintenance Fee	Applies to all lots	N/A	\$15.00
1988 & 2004 Bond Fee	Applies to all lots	N/A	\$10.66
2011 Assessment Bond	Lots not having pre-paid	N/A	\$41.00
2011 Revenue Bond	Lots not having pre-paid	N/A	\$2.95
Base O&M Water Fee	All connected lots	0 to 4,000 gal/mo.	\$24.50
Usage Fee – 2 nd Block	Connected Lots	4,001 to 6,000 gal/mo.	Add \$12.00 to Base Fee
Usage Fee – 3 rd Block	Connected Lots	6,001 to 8,000 gal/mo.	Add additional \$16.00 to total
Usage Fee – 4 th Block	Connected Lots	8,000 to 10,000 gal/mo.	Add additional \$20.00 to total
Penalty Usage Fee	Connected Lots	Any volume used in each 2,000 gal. block after 10,000 gal/mo. (1 gal. to 2,000 gal. is charged the full penalty for that block)	Each 2,000 gal/mo. block is charged an additional \$24.00

I hope this explains the rate structure in adequate terms. If you have any questions, please call.

Best Regards,

Duane