

**WEST END WATER CO.
WATER METER CHARGES**

FOR SERVICE TO PROPERTY NOT PREVIOUSLY METERED

5/8-INCH METER	3/4-INCH METER	1-INCH METER	1-1/2-INCH METER
\$520.00	\$600.00	\$690.00	\$935.00
22.50 Valve	22.50 Valve	48.00 Valve	108.00 Valve
35.00 Est. Fee	35.00 Est. Fee	35.00 Est. Fee	35.00 Est. Fee
100.00 Deposit	100.00 Deposit	100.00 Deposit	100.00 Deposit
4.20	4.20	6.06	10.44
<u>\$681.70</u> Subtotal	<u>\$761.70</u> Subtotal	<u>\$879.06</u> Subtotal	<u>\$1,188.44</u> Subtotal
40% Tax	40% Tax	40% Tax	40% Tax
Gross-Up 217.00	Gross-Up 249.00	Gross-Up 295.20	Gross-Up 417.20
\$898.70 Total	\$1,010.70 Total	\$1,174.26 Total	\$1,605.64 Total

MONTHLY MINIMUM: No Water			
5/8-INCH METER	3/4-INCH METER	1-INCH METER	1-1/2-INCH METER
\$16.50 Flat	\$21.50 Flat	\$34.50 Flat	\$75.00 Flat

WATER USED:

0-3,000 Gallons	\$2.70 PER 1,000 Gallons
3,001-10,000 Gallons	\$4.00 PER 1,000 Gallons
Over 10,000 Gallons	\$5.25 PER 1,000 Gallons

TAXES (on valve & est. fee) County: 6.30%

Start up fees for new customers in property which already has a meter:

Establishment of service tariff	\$35.00
Tax on establishment fee	2.21
Security Deposit	<u>100.00</u>
Total	\$137.21

Tax Gross An IRS Tax Code provision effective January 11, 2001, requires water utilities to pay ordinary income tax on funds received from customers for new service connections and meters. The water utility is to collect in addition to meter and service connection fees an estimated "tax-gross-up" amount to defray the estimated income tax expense, which includes a compounding tax-on-tax effect. West End Water Co. is estimating the tax gross-up amount at 40% of all meter and connection fees except the refundable security deposit.

ANNUAL 10% REFUNDABLE AMOUNT: (Until fully refunded)

5/8-INCH METER	3/4-INCH METER	1-INCH METER	1-1/2-INCH METER
\$737.00	\$849.00	\$985.20	\$1,352.20