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**BEFORE THE ARIZONA CORPORATION COMMISSION**

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7 IN THE MATTER OF THE APPLICATION OF  
8 RIO RICO UTILITIES, INC., AN ARIZONA  
9 CORPORATION, FOR A DETERMINATION  
10 OF THE FAIR VALUE OF ITS UTILITY  
11 PLANTS AND PROPERTY AND FOR  
INCREASES IN ITS WATER AND  
WASTEWATER RATES AND CHARGES  
FOR UTILITY SERVICE BASED THEREON.

Docket No. WS-02676A-09-0257

Arizona Corporation Commission

**DOCKETED**

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DOCKETED BY	<i>MM</i>
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**RUCO'S MOTION TO ADMIT LATE-FILED EXHIBIT**

16 The Residential Utility Consumer Office ("RUCO") hereby moves for admission of the  
17 attached late-filed exhibit (RUCO-20) of the rate design testimony of Timothy J. Coley in the  
18 above-referenced matter. This testimony was inadvertently not marked and/or admitted at  
19 the hearing, but was filed timely as part of RUCO's direct case. Therefore, admitting this  
20 testimony at this time would not result in prejudice to any party.

21 The undersigned has contacted counsel for the Company and Staff and neither  
22 objects to the admission of this testimony.

1 RESPECTFULLY SUBMITTED this 5<sup>th</sup> day of April, 2010.

2  
3   
4 Daniel W. Pozefsky  
5 Chief Counsel

6 AN ORIGINAL AND THIRTEEN COPIES  
7 of the foregoing filed this 5th day  
8 of April, 2010 with:

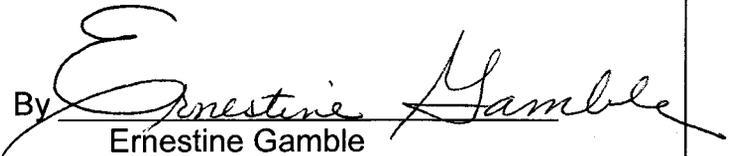
9 Docket Control  
10 Arizona Corporation Commission  
11 1200 West Washington  
12 Phoenix, Arizona 85007

13 COPIES of the foregoing hand delivered/  
14 mailed this 5th day of April, 2010 to:

15 Jane L. Rodda  
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Rio Rico Utilities, Inc.  
Docket No. Ws-02676A-09-0257

## RUCO'S LATE-FILED EXHIBIT

RUCO-20

**RIO RICO UTILITIES, INC.**

**DOCKET NO. WS-02676A-09-0257**

**DIRECT TESTIMONY  
(RATE DESIGN)**

**OF**

**TIMOTHY J. COLEY**

**ON BEHALF OF**

**THE**

**RESIDENTIAL UTILITY CONSUMER OFFICE**

**JANUARY 4, 2010**

1  
2  
3

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1 **INTRODUCTION**

2 Q. Please state your name, position, employer and address.

3 A. My Name is Timothy J. Coley. I am a Public Utilities Analyst V employed  
4 by the Residential Utility Consumer Office ("RUCO") located at 1110 W.  
5 Washington, Suite 220, Phoenix, Arizona 85007.

6  
7 Q. Please state your educational background and qualifications in the utility  
8 regulation field.

9 A. Appendix 1 attached to my direct testimony filed on December 23, 2009,  
10 describes my educational background and includes a list of the rate cases  
11 and regulatory matters in which I have participated.

12  
13 Q. Please state the purpose of your testimony.

14 A. The purpose of my testimony is to present RUCO's recommendations on  
15 rate design regarding Rio Rico Utilities, Inc.'s ("RRUI" or "Company")  
16 application for a determination of the current fair value of both its Water  
17 and Wastewater utility plant and property and for a permanent increase in  
18 its rates and charges based thereon for utility service.

19

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23

1 **RATE DESIGN AND PROOF OF RECOMMENDED REVENUE**

2 Q. Have you prepared Schedules presenting your recommended rate  
3 designs for Rio Rico Utilities, Inc.'s Water and Wastewater Divisions?

4 A. Yes, as shown on the respective Schedules TJC-RD1 and TJC-RD2, I am  
5 recommending rate designs that are consistent with RUCO's  
6 recommended revenue requirements for both divisions.

7  
8 Q. Please describe your recommended rate designs for the Company's  
9 Water and Wastewater Divisions.

10 A. RUCO's rate designs proportionately mirrors the Company's proposed  
11 rate designs. For the Water Division, a 5/8 inch meter monthly minimum  
12 would increase by \$3.08 to \$9.53, which is an increase of 47.75 percent.  
13 The commodity charge is a three-tier inverted rate structure for the  
14 residential 5/8 inch meter with break-over points of 4,000 gallons and  
15 10,000 gallons as shown on the Schedules. All other meter sizes and  
16 customer classifications have a two-tier rate structure with the break-over  
17 point at 10,000 gallons as the Company proposed.

18  
19 For the Wastewater Division, RUCO recommends a flat rate design for all  
20 customers except for the commercial and multi-family classifications.  
21 Those customers have a volumetric rate design based on the gallonage of  
22 water consumed as shown on the Schedules. A 5/8 inch meter monthly  
23 minimum would decrease by \$16.73 from \$56.36 to \$39.63.

1 Q. Did the Company propose any alternative wastewater rate design other  
2 than what was approved in the prior decision?

3 A. The Company provided an alternative volumetric wastewater rate design  
4 for all customers but did not suggest it be adopted by the Commission.  
5

6 Q. Why did the Company suggest that the alternative volumetric rate design  
7 should not be adopted in this case?

8 A. The Company stated that the volumetric wastewater rate design was not  
9 based on a cost of service study and many subjective assumptions were  
10 made to develop it without objective empirical evidence.  
11

12 Q. Did RUCO review the Company's alternative volumetric wastewater rate  
13 design?

14 A. Yes. RUCO shares the same concerns that the Company expressed in its  
15 testimony. The Company already has a volumetric rate design component  
16 in its present rate structure for the commercial and multi-family customer  
17 classifications. Without a cost of service study to support a full volumetric  
18 rate design, RUCO recommends that the Commission not adopt such a  
19 rate design structure in this case.  
20  
21

22 ...

23

1 Q. Have you prepared a Schedule presenting proof of your recommended  
2 revenue?

3 A. Yes, I have. Proof that my recommended rate designs will produce the  
4 recommended required revenue as illustrated, is presented also on  
5 Schedule TJC-RD1 and a typical 5/8 inch meter bill analysis is provided  
6 on Schedule TJC-RD2.

7

8 Q. Does this conclude your direct testimony?

9 A. Yes, it does.

**RATE DESIGN AND PROOF OF RECOMMENDED REVENUE**  
**RUCO RECOMMENDED REVENUE**

LINE NO.	DESCRIPTION	(A) TEST YEAR DETERMIN'TS	(B) RUCO ANN'ZED ADJTM'TS	(C) RUCO ADJUSTED DETERMIN'TS	(D) RUCO RECOMND'ED RATES	(E) RUCO PROPOSED REVENUES	(F) RUCO TOTAL REVENUES
<b>RESIDENTIAL CUSTOMERS</b>							
1	0 0 5/8" 0 Commodity Usage	68,940	1,344	70,284	\$ 9.53	\$ 669,799	\$ 669,799
2	0 0 First Tier - First 4,000 Gals.	235,875	5,804	241,679	\$ 2.04	\$ 492,218	
3	0 0 Second Tier - Next 6,000 Gals.	198,643	4,015	202,658	\$ 2.56	\$ 518,396	
4	0 0 Third Tier - Over 10,000 Gals. 0 0	154,775	1,648	156,423	\$ 2.91	\$ 454,494	\$ 1,465,108
5	0 0 3/4" 0 Commodity Usage	95	1	96	\$ 14.26	\$ 1,369	\$ 1,369
6	0 0 First Tier - First 6,000 Gals.	334	3	337	\$ 2.56	\$ 863	
7	0 0 Second Tier - Over 6,000 Gals. 0 0	4	2	6	\$ 2.91	\$ 17	\$ 879
8	0 0 1" 0 Commodity Usage	432	168	600	\$ 25.26	\$ 15,156	\$ 15,156
9	0 0 First Tier - First 15,000 Gals.	3,417	1,976	5,393	\$ 2.56	\$ 13,795	
10	0 0 Second Tier - Over 15,000 Gals. 0 0	1,476	13	1,489	\$ 2.91	\$ 4,326	\$ 18,121
11	0 0 1.5" 0 Commodity Usage	43	53	96	\$ 51.26	\$ 4,921	\$ 4,921
12	0 0 First Tier - First 20,000 Gals.	600	1,050	1,650	\$ 2.56	\$ 4,221	
13	0 0 Second Tier - Over 20,000 Gals. 0 0	265	192	457	\$ 2.91	\$ 1,328	\$ 5,549
14	0 0 2" 0 Commodity Usage	48	12	60	\$ 79.76	\$ 4,786	\$ 4,786
15	0 0 First Tier - First 57,000 Gals.	872	246	1,118	\$ 2.56	\$ 2,860	
16	0 0 Second Tier - Over 57,000 Gals. 0 0	85	(0)	85	\$ 2.91	\$ 247	\$ 3,107
17	Total Residential Customers	<u>69,558</u>	<u>1,578</u>	<u>71,136</u>			
18	Total Residential Usage	<u>596,346</u>	<u>14,949</u>	<u>611,295</u>			
19	TOTAL RESIDENTIAL CUSTOMERS REVENUE						<u>\$ 2,188,795</u>
<b>COMMERCIAL CUSTOMERS</b>							
20	0 5/8" Commodity Usage	1,163	229	1,392	\$ 9.53	\$ 13,266	\$ 13,266
21	0 First Tier - First 4,000 Gals.	3,255	1,193	4,448	\$ 2.04	\$ 9,059	
22	0 Second Tier - Next 6,000 Gals.	3,111	673	3,784	\$ 2.56	\$ 9,679	
23	0 Third Tier - Over 10,000 Gals. 0 #	7,096	861	7,957	\$ 2.91	\$ 23,119	\$ 41,857
24	0 1" Commodity Usage	515	37	552	\$ 25.26	\$ 13,944	\$ 13,944
25	0 First Tier - First 15,000 Gals.	4,169	540	4,709	\$ 2.56	\$ 12,044	
26	0 Second Tier - Over 15,000 Gals. 0 #	5,000	83	5,083	\$ 2.91	\$ 14,769	\$ 26,813
27	0 1-1/2" Commodity Usage	124	(4)	120	\$ 51.26	\$ 6,151	\$ 6,151
28	0 First Tier - First 20,000 Gals.	1,867	(80)	1,787	\$ 2.56	\$ 4,571	
29	0 Second Tier - Over 20,000 Gals. 0 #	3,054	(64)	2,990	\$ 2.91	\$ 8,687	\$ 13,258
30	0 2" Commodity Usage	393	27	420	\$ 79.76	\$ 33,501	\$ 33,501
31	0 First Tier - First 57,000 Gals.	12,341	1,539	13,880	\$ 2.56	\$ 35,505	
32	0 Second Tier - Over 57,000 Gals. 0	48,381	1,351	49,732	\$ 2.91	\$ 144,498	\$ 180,003
33	0 3" Commodity Usage	161	(17)	144	\$ 155.69	\$ 22,419	\$ 22,419
34	0 First Tier - First 57,000 Gals.	4,188	(969)	3,219	\$ 2.56	\$ 8,234	
35	0 Second Tier - Over 57,000 Gals. 0 0	38,661	(3,403)	35,258	\$ 2.91	\$ 102,444	\$ 110,678

**RATE DESIGN AND PROOF OF RECOMMENDED REVENUE**  
**RUCO RECOMMENDED REVENUE**

LINE NO.	DESCRIPTION	(A) TEST YEAR DETERMIN'TS	(B) RUCO ANN'ZED ADJTM'TS	(C) RUCO ADJUSTED DETERMIN'TS	(D) RUCO RECOMND'ED RATES	(E) RUCO PROPOSED REVENUES	(F) RUCO TOTAL REVENUES
0							
1	4" Commodity Usage	61	11	72	\$ 256.28	\$ 18,452	\$ 18,452
2	First Tier - First 57,000 Gals.	3,063	627	3,690	\$ 2.56	\$ 9,439	
3	Second Tier - Over 57,000 Gals.	14,765	2,805	17,570	\$ 2.91	\$ 51,050	\$ 60,489
4	6" Commodity Usage	12	-	12	\$ 474.52	\$ 5,694	\$ 5,694
5	First Tier - First 125,000 Gals.	1,500	-	1,500	\$ 2.56	\$ 3,837	
6	Second Tier - Over 125,000 Gals.	6,200	-	6,200	\$ 2.91	\$ 18,014	\$ 21,851
7	Total Commercial Customers	<u>2,429</u>	<u>283</u>	<u>2,712</u>			
8	Total Commercial Usage	156,651	5,155	161,806			
9	TOTAL COMMERCIAL CUSTOMERS REVENUE						<u>\$ 568,376</u>
	<b>Multi-Family</b>						
10	5/8" Commodity Usage	117	(9)	108	\$ 9.53	\$ 1,029	\$ 1,029
11	First Tier - First 4,000 Gals.	433	(33)	400	\$ 2.04	\$ 814	
12	Second Tier - Next 6,000 Gals.	439	(32)	407	\$ 2.56	\$ 1,041	
13	Third Tier - Over 10,000 Gals.	382	(30)	352	\$ 2.91	\$ 1,024	\$ 2,879
14	1-1/2" Commodity Usage	12	-	12	\$ 51.26	\$ 615	\$ 615
15	First Tier - First 20,000 Gals.	89	-	89	\$ 2.56	\$ 228	
16	Second Tier - Over 20,000 Gals.	0	-	0	\$ 2.91	\$ -	\$ 228
17	Total Multi-Family Customers	<u>129</u>	<u>(9)</u>				
18	Total Commercial Usage	1,343	(95)				
19	TOTAL MULTI-FAMILY CUSTOMER REVENUE						<u>\$ 4,751</u>
	<b>PRIVATE FIRE PROTECTION CUSTOMERS</b>						
20	Fire Lines Up to 8"	185	79	264	\$ 13.77	\$ 3,635	\$ 3,635
21	Commodity Usage	0	-	-	No Charge		
22	TOTAL PRIVATE FIRE PROTECTION CUSTOMERS REVENUE						<u>\$ 3,635</u>
23	COMPANY TOTAL PROPOSED REVENUE PER BILL DETERMINANTS						\$ 3,859,697
24	Other Revenue						44,672
25	COMPANY PROPOSED TOTAL REVENUES						<u>\$ 3,904,369</u>
26	RUCO TOTAL RECOMMENDED REVENUE PER BILL DETERMINANTS						\$ 2,765,557
27	Other Revenue						44,672
28	TOTAL RUCO RECOMMENDED REVENUE PER TJC-1						<u>\$ 2,810,229</u>

TYPICAL RESIDENTIAL BILL ANALYSIS

LINE NO.	DESCRIPTION	(A) PRESENT	(B)	(C) COMPANY PROPOSED	(D)	(E) RUCO PROPOSED	(F)
<b>TOTAL REVENUES</b>							
1	RESIDENTIAL	\$ 1,440,833	79.66%	\$ 3,067,443	79.29%	\$ 2,188,795	79.14%
2	COMMERCIAL	363,332	20.09%	791,256	20.45%	568,376	20.55%
3	MULTI-FAMILY	3,418	0.19%	7,297	0.19%	4,751	0.17%
	PRIVATE FIRE	1,199	0.07%	2,547	0.07%	3,635	0.13%
	TOTAL	<u>\$ 1,808,782</u>	<u>100.00%</u>	<u>\$ 3,868,544</u>	<u>100.00%</u>	<u>\$ 2,765,557</u>	<u>100.00%</u>
<b>ALLOCATION RATIOS</b>							
4	FIX REVENUE	\$ 532,661	29.45%	\$ 1,133,658	29.38%	\$ 814,736	29.46%
5	VARIABLE REVENUE	1,276,120	70.55%	2,725,445	70.62%	1,950,821	70.54%
6	TOTAL	<u>\$ 1,808,782</u>	<u>100.00%</u>	<u>\$ 3,859,103</u>	<u>100.00%</u>	<u>\$ 2,765,557</u>	<u>100.00%</u>
<b>RES. G-1 (5/8" X 3/4") RATE DESIGN</b>							
		PRESENT		COMPANY PROPOSED		RUCO PROPOSED	
7	BASIC MONTHLY CHARGE	\$ 6.45		\$ 13.71		\$ 9.53	
	COMMODITY CHARGE						
		PRESENT	PROPOSED				
8	First Tier - First 4,000 Gals.	\$ 1.4400		\$ 2.9300		\$ 2.0367	
9	Second Tier - Next 6,000 Gals.	\$ 1.7000		\$ 3.6800		\$ 2.5580	
10	Third Tier - Over 10,000 Gals.	\$ 1.9000		\$ 4.1800		\$ 2.9055	
<b>RESIDENTIAL BILL COMPARISONS</b>							
	COST OF WATER SERVICE AT DIFFERENT LEVELS OF USAGE WITH PERCENTAGE INCREASE IN BILL	% OF AVERAGE MONTH USAGE OF 8,548 Gal.	GALLONS USED AT VARIOUS USAGE	PRESENT MONTHLY WATER COST	RUCO PROP'D MONTHLY WATER COST	RUCO PROP'D MONTHLY INCREASE	RUCO PROP'D MONTHLY % INCREASE
11		25.00%	2,137	\$ 9.53	\$ 13.88	\$ 4.35	45.71%
12		50.00%	4,274	\$ 12.68	\$ 18.38	\$ 5.70	44.98%
13		100.00%	8,548	\$ 19.94	\$ 29.31	\$ 9.37	46.98%
14		150.00%	12,822	\$ 27.77	\$ 41.22	\$ 13.45	48.44%
15		200.00%	17,096	\$ 35.89	\$ 53.64	\$ 17.75	49.45%

**RATE DESIGN AND PROOF OF RECOMMENDED REVENUE**  
**RUCO PROPOSED REVENUE**

LINE NO.	DESCRIPTION	(A) TEST YEAR DETERMIN'TS	(B) RUCO ANN'ZED ADJTM'TS	(C) RUCO ADJUSTED DETERMIN'TS	(D) RUCO RECOMND'ED RATES	(E) RUCO PROPOSED REVENUES	(F) RUCO TOTAL REVENUES
<b>RESIDENTIAL CUSTOMERS</b>							
1	5/8"	22,848	16	22,864	\$ 39.63	\$ 905,977	\$ 905,977
	Commodity Usage						
2	First Tier - First 7,000 Gals.	0	0	0	\$ -	\$ -	\$ -
3	Second Tier - Over 7,000 Gals.	0	0	0	\$ -	\$ -	\$ -
4	3/4"	98	(2)	96	\$ 45.19	\$ 4,338	\$ 4,338
	Commodity Usage						
5	First Tier - First 7,000 Gals.	0	0	0	\$ -	\$ -	\$ -
6	Second Tier - Over 7,000 Gals.	0	0	0	\$ -	\$ -	\$ -
7	1"	104	2	106	\$ 55.82	\$ 5,896	\$ 5,896
	Commodity Usage						
8	First Tier - First 7,000 Gals.	0	0	0	\$ -	\$ -	\$ -
9	Second Tier - Over 7,000 Gals.	0	0	0	\$ -	\$ -	\$ -
10	1.5"	0	0	0	\$ 82.43	\$ -	\$ -
	Commodity Usage						
11	First Tier - First 7,000 Gals.	0	0	0	\$ -	\$ -	\$ -
12	Second Tier - Over 7,000 Gals.	0	0	0	\$ -	\$ -	\$ -
13	2"	12	0	12	\$ 114.33	\$ 1,372	\$ 1,372
	Commodity Usage						
14	First Tier - First 7,000 Gals.	0	0	0	\$ -	\$ -	\$ -
15	Second Tier - Over 7,000 Gals.	0	0	0	\$ -	\$ -	\$ -
16	Total Residential Usage	<u>23,062</u>	<u>15</u>	<u>23,077</u>			
17	Total Residential Usage	<u>0</u>	<u>0</u>	<u>0</u>			
18	TOTAL RESIDENTIAL CUSTOMERS REVENUE						<u>\$ 917,583</u>
<b>COMMERCIAL CUSTOMERS</b>							
19	5/8"	831	105	936	\$ 39.63	\$ 37,089	\$ 37,089
	Commodity Usage						
20	First Tier - First 7,000 Gals.	3,681	735	4,416	\$ -	\$ -	
21	Second Tier - Over 7,000 Gals.	5,459	377	5,836	\$ 4.01	\$ 23,429	\$ 23,429
22	1"	437	55	492	\$ 55.82	\$ 27,465	\$ 27,465
	Commodity Usage						
23	First Tier - First 7,000 Gals.	2,079	385	2,464	\$ -	\$ -	
24	Second Tier - Over 7,000 Gals.	4,640	507	5,147	\$ 4.01	\$ 20,662	\$ 20,662
25	1-1/2"	87	(3)	84	\$ 82.43	\$ 6,924	\$ 6,924
	Commodity Usage						
26	First Tier - First 7,000 Gals.	545	(23)	522	\$ -	\$ -	
27	Second Tier - Over 7,000 Gals.	2,970	(122)	2,848	\$ 4.01	\$ 11,434	\$ 11,434
28	2"	238	2	240	\$ 114.33	\$ 27,440	\$ 27,440
	Commodity Usage						
29	First Tier - First 7,000 Gals.	1,511	14	1,525	\$ -	\$ -	
30	Second Tier - Over 7,000 Gals.	24,496	178	24,674	\$ 4.01	\$ 99,056	\$ 99,056
31	3"	12	0	12	\$ 199.18	\$ 2,390	\$ 2,390
	Commodity Usage						
32	First Tier - First 7,000 Gals.	77	0	77	\$ -	\$ -	
33	Second Tier - Over 7,000 Gals.	790	0	790	\$ 4.01	\$ 3,171	\$ 3,171

**RATE DESIGN AND PROOF OF RECOMMENDED REVENUE**  
**RUCO PROPOSED REVENUE**

LINE NO.	DESCRIPTION	(A) TEST YEAR DETERMINANTS	(B) RUCO ANN'ZED ADJTM'TS	(C) RUCO ADJUSTED DETERMINANTS	(D) RUCO RECOMND'ED RATES	(E) RUCO PROPOSED REVENUES	(F) RUCO TOTAL REVENUES
1	4" Commodity Usage	48	0	48	\$ 295.23	\$ 14,171	\$ 14,171
2	First Tier - First 7,000 Gals.	336	0	336	\$ -	\$ -	
3	Second Tier - Over 7,000 Gals.	16,015	90	16,105	\$ 4.01	\$ 64,656	\$ 64,656
4	6" Commodity Usage	12	0	12	\$ 561.02	\$ 6,732	\$ 6,732
5	First Tier - First 7,000 Gals.	84	0	84	\$ -	\$ -	
6	Second Tier - Over 7,000 Gals.	7,707	0	7,707	\$ 4.01	\$ 30,940	\$ 30,940
7	Total Commercial Customers	<u>1,665</u>	<u>159</u>	<u>1,824</u>		\$ -	\$ -
8	Total Commercial Usage	70,390	2,142	72,532			
9	TOTAL COMMERCIAL CUSTOMERS REVENUE						<u>\$ 375,560</u>
10	<b>Multi-Family</b> 5/8" Commodity Usage	113	(5)	108	\$ 39.63	\$ 4,280	\$ 4,280
11	First Tier - First 7,000 Gals.	660	(35)	625	\$ -	\$ -	
12	Second Tier - Over 7,000 Gals.	528	(20)	508	\$ 4.01	\$ 2,039	\$ 2,039
13	1-1/2" Commodity Usage	12	0	12	\$ 82.43	\$ 989	\$ 989
14	First Tier - First 7,000 Gals.	73	0	73	\$ -	\$ -	
15	Second Tier - Over 7,000 Gals.	18	0	18	\$ 4.01	\$ 72	\$ 72
16	Total Multi-Family Customers	<u>125</u>	<u>(5.00)</u>	<u>120</u>			
17	Total Commercial Usage	1,279	(55)	1,224			
18	TOTAL MULTI-FAMILY CUSTOMER REVENUE						<u>\$ 7,380</u>
23	<b>COMPANY TOTAL PROPOSED REVENUE PER BILL DETERMINANTS</b>						\$ 1,740,668
24	Other Revenue						250
25	<b>COMPANY PROPOSED TOTAL REVENUES</b>						<u>\$ 1,740,918</u>
26	<b>RUCO TOTAL RECOMMENDED REVENUE PER BILL DETERMINANTS</b>						\$ 1,300,523
27	Other Revenue						250
28	<b>TOTAL RUCO RECOMMENDED REVENUE PER TJC-1</b>						<u>\$ 1,300,773</u>

TYPICAL RESIDENTIAL BILL ANALYSIS

LINE NO.	DESCRIPTION	(A) PRESENT	(B)	(C) COMPANY PROPOSED	(D)	(E) RUCO PROPOSED	(F)
<b>REVENUE ALLOCATION</b>							
1	RESIDENTIAL	\$ 1,304,221	71.10%	\$ 1,241,618	71.15%	\$ 917,583	70.55%
2	COMMERCIAL	518,027	28.24%	493,162	28.26%	375,560	28.88%
3	MULTI-FAMILY	10,893	0.59%	10,370	0.59%	7,380	0.57%
	Unreconciled Difference	1,090	0.06%	-	0.00%	-	0.00%
	TOTAL	<u>\$ 1,834,231</u>	<u>100.00%</u>	<u>\$ 1,745,150</u>	<u>100.00%</u>	<u>\$ 1,300,523</u>	<u>100.00%</u>
<b>ALLOCATION RATIOS</b>							
4	FIXED REVENUE	\$ 1,475,564	80.45%	\$ 1,414,966	80.36%	\$ 1,045,063	80.36%
5	VARIABLE REVENUE	357,577	19.49%	345,878	19.64%	255,460	19.64%
	Unreconciled Difference	1,090	0.06%	-	0.00%	-	0.00%
6	TOTAL	<u>\$ 1,834,231</u>	<u>100.00%</u>	<u>\$ 1,760,844</u>	<u>100.00%</u>	<u>\$ 1,300,523</u>	<u>100.00%</u>
<b>RESIDENTIAL 5/8" METER RATE DESIGN</b>							
		PRESENT		COMPANY PROPOSED		RUCO PROPOSED	
7	BASIC MONTHLY CHARGE	\$ 56.36		\$ 53.65		\$ 39.63	
<b>COMMODITY CHARGE:</b> (Commercial & Multi-Family Only)							
		PRESENT		PROPOSED			
8	First Tier - 0 Gals. To & 7,000 Gals.		First Tier - 0 Gals. To & 7,000 Gals.	\$ -		\$ -	
9	Second Tier - Over 7,000 Gals.		Second Tier - Over 7,000 Gals.	\$ 5.71	\$ 5.44	\$ 4.01	
10							