

**CUSTOMER NOTICE**  
**SONOITA VALLEY WATER COMPANY, INC.**  
**DOCKET NO. W-20435A-23-0156, et al.**

Dear Sonoita Valley Water Company, Inc. Customer,

On January 9, 2024, the Arizona Corporation Commission (“Commission”) approved a rate increase requested by Sonoita Valley Water Company, Inc. (“Company”). Per Decision No. 79267, the new rates will be phased in and become effective for all service beginning on or after February 1, 2024.

The approved rates for the first year of the two-year phase-in (Phase 1) will increase a typical residential 5/8 x 3/4-inch meter customer with median usage of 2,500 gallons by \$35.06, from \$48.08 to \$83.14, and increase of 72.92 percent. The approved rates for the second year and thereafter (Phase 2) will increase a typical residential 5/8 x 3/4-inch meter customer with median usage of 2,500 gallons by \$46.57, from \$48.08 to \$94.65, and increase of 96.86 percent.

The new rates and charges in Phase 1 are effective for all water services provided on or after February 1, 2024. Phase 2 rates shall be effective on or after February 1, 2025.

Decision No. 79267 also authorizes the Company to obtain a 20-year amortizing loan from the Water Infrastructure Finance Authority of Arizona (“WIFA”) to finance a new well and related equipment, meter replacements, a new storage tank, and rehabilitation of an existing well in an amount not to exceed \$396,124.80 at an interest rate not to exceed 8.0 percent annually. Upon approval of the WIFA loan a surcharge will be calculated by Staff and submitted to the Commission for final approval. The Company anticipates the loan will close in May 2024

The rate case expense surcharge will add an additional \$3.43 per customer per month, which will terminate within five years from the effective date of the Decision or once a total of \$15,000 has been recovered, whichever occurs first.

If you have any questions regarding this notice, please contact the Company at 2015 Forbes Blvd., Suite 105, Tucson, AZ 85745, or at (520) 623-5172.

**The new rates and charges for the Company will be as follows:**

	<b>Phase 1</b>
<b><u>Monthly Minimum Charge</u></b>	
5/8” x 3/4” Meter	\$50.06
3/4” Meter	75.09
1” Meter	125.15
1 1/2” Meter	250.30
2” Meter	400.48
3” Meter	800.96
4” Meter	1,251.00
6” Meter	2,503.00

**Commodity Rates (per 1,000 gallons)**

<b><u>5/8” x 3/4” Meter</u></b>	
First 3,000 Gallons	\$13.23
From 3,001 to 7,000 Gallons	19.85

Over 7,000 Gallons 23.81

**3/4" Meter**

First 3,000 Gallons \$13.23

From 3,001 to 7,000 Gallons 19.85

Over 7,000 Gallons 23.81

**1" Meter**

From 1 to 15,000 Gallons \$19.85

Over 15,000 Gallons 23.81

**1 1/2" Meter**

From 1 to 35,000 Gallons \$19.85

Over 35,000 Gallons 23.81

**2" Meter**

From 1 to 60,000 Gallons \$19.85

Over 60,000 Gallons 23.81

**3" Meter**

From 1 to 130,000 Gallons \$19.85

Over 130,000 Gallons 23.81

**4" Meter**

From 1 to 210,000 Gallons \$19.85

Over 210,000 Gallons 23.81

**6" Meter**

From 1 to 440,000 Gallons \$19.85

Over 440,000 Gallons 23.81

**SERVICE LINE AND METER INSTALLATION CHARGES**

**(Refundable Pursuant to A.A. C. R14-2-405)**

	<b>Service Line</b>	<b>Meter Charge</b>	<b>Total Charge</b>
5/8" x 3/4" Meter	\$565.00	\$158.00	\$723.00
3/4" Meter	565.00	260.00	825.00
1" Meter	629.00	321.00	950.00
1½" Meter	699.00	536.00	1,235.00
2" Turbine Meter	1,054.00	1,066.00	2,120.00
2" Compound Meter	1,054.00	1,928.00	2,982.00
3" Turbine Meter	1,327.00	1,703.00	3,030.00
3" Compound Meter	1,480.00	2,596.00	4,076.00
4" Turbine Meter	1,892.00	2,723.00	4,615.00
4" Compound Meter	2,121.00	3,718.00	5,839.00

6" Turbine Meter	2,807.00	5,126.00	7,933.00
6" Compound Meter	2,959.00	7,058.00	10,017.00

**SERVICE CHARGES:**

Establishment	\$40.00
After Hours Service Charge (At Customer's Request)	\$50.00
Reconnection (Delinquent)	\$40.00
Meter Test (If Correct)	\$40.00
Deposit	*
Deposit Interest	**
Re-Establishment (Within 12 Months)	***
Deferred Payment (Per Month)	****
Late Fee (Per Month)	*****
NSF Check	\$35.00
Meter Re-Read (If Correct)	\$35.00

**Monthly Service Charge for Fire Sprinkler**

4" or Smaller	*****
6"	*****
8"	*****
10"	*****
Larger than 10"	*****

- \* Per A.A.C. R14-2-403(B)(7).
- \*\* Per A.A.C. R14-2-403(B)(3).
- \*\*\* Months off system times the monthly minimum per A.A.C. R14-2-403(D).
- \*\*\*\* 1.5% per A.A.C. R14-2-409(G)(6).
- \*\*\*\*\* 1.5% of the past due amount or \$5.00 whichever is greater.
- \*\*\*\*\* 2% of Monthly Minimum for a Comparable Sized Meter Connection, but no less than \$10.00 per month. The Service Charge for Fire Sprinklers is only applicable to service lines separate and distinct from the primary water service line.

In addition to the collection of regular rates, the utility will collect from its customers a proportionate share of any privilege, sales, or use tax. Per A.A.C. R14-2-409(D)(5).

**Phase 2**

**Monthly Minimum Charge**

5/8" x 3/4" Meter	\$57.00
3/4" Meter	85.50
1" Meter	142.50
1 1/2" Meter	285.00
2" Meter	456.00
3" Meter	912.00
4" Meter	1,425.00
6" Meter	2,850.00

**Commodity Rates (per 1,000 gallons)**

**5/8" x 3/4" Meter**

First 3,000 Gallons	\$15.06
From 3,001 to 7,000 Gallons	22.59
Over 7,000 Gallons	27.11

**3/4" Meter**

First 3,000 Gallons	\$15.06
From 3,001 to 7,000 Gallons	22.59
Over 7,000 Gallons	27.11

**1" Meter**

From 1 to 15,000 Gallons	\$22.59
Over 15,000 Gallons	27.11

**1 1/2" Meter**

From 1 to 35,000 Gallons	\$22.59
Over 35,000 Gallons	27.11

**2" Meter**

From 1 to 60,000 Gallons	\$22.59
Over 60,000 Gallons	27.11

**3" Meter**

From 1 to 130,000 Gallons	\$22.59
Over 130,000 Gallons	27.11

**4" Meter**

From 1 to 210,000 Gallons	\$22.59
Over 210,000 Gallons	27.11

**6" Meter**

From 1 to 440,000 Gallons	\$22.59
Over 440,000 Gallons	27.11