

**Proposed Tariff
&
Developer Statement**

Description of Service	Proposed Tariff
Connection Fee	\$2,500.00
Base Water Rate	\$55.00/month for 16,000 gallons
Excess Water Rate (use above 16,000/mo)	\$0.90 /1,000 gallons
Re-connection Fee (after voluntary or involuntary disconnection)	\$100.00
Late Fee	\$10.00
Interest Rate on Delinquent Balance	18%

Developer Statement:

The rates proposed above are less than the full cost of service. The developer of Canaan Mountain Estates Subdivision and owner of Canaan Springs Water Company agree to subsidize the proposed rates until the system has sufficient customers on line to operate and cover costs at the proposed rates.

Developer: Canaan Mountain Estates Subdivision

Merlin Webb

Canaan Springs Water Company

Merlin Webb