

December 1, 2016

Attn: Gary Widerburg
Utah Public Service Commission
Heber M. Wells Building
160 East 300 South
Salt Lake City, UT 84114

Phone: 801-530-6716
Fax: 801-530-6796
Email - psc@utah.gov

SUBJECT: Water Pro Application for Culinary Water Rate Case (rate increase)

Dear Mr. Widerburg,

We are pleased to submit the included and attached information associated with the application process for approval of a culinary water rate increase for WaterPro. WaterPro has diligently managed finances eliminating the need for a rate increase for many years. We have included information herein showing evidence of the need for a rate increase at this time.

This letter will serve as our application for a culinary water rate increase. We have attached information for R746-700-50 Sections A thru D that supports WaterPro's need for the proposed culinary water rate increase.

The rates shown below represent the current culinary water base rate and tier rates used within the WaterPro service area.

- **Current Culinary Water Rates:**

- **Base Fee's**

- Residential \$18.72/Month

- **Main Resident Usage**

- Tier 1 \$1.28/1000 gallons 0 -18,000 gallons
 - Tier 2 \$1.97/1000 gallons 18,001-57,000 gallons
 - Tier 3 \$2.69/1000 gallons 57,001-150,000 gallons
 - Tier 4 \$3.80/1000 gallons >150,001 gallons

The following are the proposed culinary rates that WaterPro has determined is needed to continue to provide the best service and water to our customers. The proposed rates show a 5% increase to the base rate and each tier rate.

- **Proposed Culinary Water Rates: 5% Increase to Base Rate and all Tiers**

- **Base Fee's**

- Residential \$19.66/Month

- **Main Resident Usage**

- Tier 1 \$1.34/1000 gallons 0 -18,000 gallons
 - Tier 2 \$2.06/1000 gallons 18,001-57,000 gallons
 - Tier 3 \$2.83/1000 gallons 57,001-150,000 gallons
 - Tier 4 \$3.99/1000 gallons >150,001 gallons

We have included with the application a rate analysis, independent auditors' report and consolidated financial statements for 2014 and 2015. Additionally we have provided Mark Long with the Division of Public Utilities, WaterPro's completed Annual Reports for 2013, 2014 and 2015.

We respectfully request your assistance in the processing of the application. If you need additional information or have questions regarding the attached information please contact me at WaterPro at 801-571-2232, or you may contact our engineers Trevor Andra, at 801-955-5605 who assisted in the generation of much of the backup material.

Sincerely,

Darrin L. Jensen
C.E.O / General Manager
WaterPro Inc.

Attached: Complete Existing and Proposed Rates for all Zones
R746-700-50. Information for a General Rate Case Application for a Water Corporation