

Palo Duro Service Company, Inc.
Water Rate Adjustments

Dear Utility Customer,

The Public Utility Commission of Texas passed resolution under Texas Water Code { 13.1872 } and Texas Administrative Code (TAC) { 24.49 } authorizing a change in rates for all Palo Duro Service Company, Inc. utility customers. This letter provides advanced notice of those changes, which will appear on your June bill. There will be an increase in your monthly flat fee, as well as a change in charges of metered water usage.

- NOTICE OF APPROVED UTILITY ANNUAL RATE ADJUSTMENT

If you have any questions, please call (817) 244-2248 or email us directly through our website at PaloDuroWater.com.

Thank you,

Palo Duro Service Company, Inc.

NOTICE OF APPROVED UTILITY ANNUAL RATE ADJUSTMENT

Utility Name: Palo Duro Service Company, Inc.
CCN Number(s): Water 12200 Sewer _____

The rates listed on the next page will apply to service received after the effective date listed on the notice below. This rate was requested by the utility and approved by the Public Utility Commission of Texas based on Texas Water Code § 13.1872, which allows the utility to receive an annual rate adjustment, without a hearing, of no more than 5%.

The following public water system(s), sewer system(s), or subdivision(s) will be affected by this rate adjustment:
Aledo Ridge (PWS# 1840185)

Effective Date of Approved Increase: June 30, 2022
(must be at least 30 days from the date the customers receive notice)

The rate adjustment will apply to all service rendered after the effective date and will be reflected on the bill you receive approximately 30 to 45 days after the effective date.

Address: 3505 Williams Road
 City: Fort Worth
 State/Zip: Texas, 76116
 Telephone: (817) 244-2248

Percent of Rate Adjustment: 5.00%¹
 Date Notice Delivered: 5/30/2022
 Date Meters are Read: every 30th

Billing Comparison²

Charges based on Gallons (G) per Month (mo)

Water:

Previous		New	
1,500 G	<u>\$57.75</u> /mo	1,500 G	<u>\$60.64</u> /mo
5,000 G	<u>\$79.94</u> /mo	5,000 G	<u>\$83.94</u> /mo

¹The Texas Water Code limits the increase to 5%.

²The billing comparison only includes minimum monthly charge, block gallonage rate and gallonage rate charges.

NOTICE OF APPROVED UTILITY ANNUAL RATE ADJUSTMENT

Utility Name: Palo Duro Service Company, Inc.
 CCN Number(s): Water 12200 Sewer

WATER (Aledo Ridge only)

MINIMUM MONTHLY CHARGE		
Meter Size	Previous Minimum Monthly Charge (including 1,500 gallons)	Minimum Monthly Charge (including 1,500 gallons)
5/8"	\$ 57.75	\$ 60.64
3/4"	\$ 57.75	\$ 60.64

BLOCK GALLONAGE CHARGES				
Gallonage Blocks (inclining or declining)		Previous Tariff Rates (per 1,000 gallons)	Annual Rate Adjustment	New Tariff Rates (per 1,000 gallons)
From	1,501	to	2,000	gallons
				\$ 3.94
From	2,001	to	4,000	gallons
				\$ 6.04
For usage over	4,000		gallons	\$ 8.14
		5.00%¹		\$ 4.14
				\$ 6.34
				\$ 8.55

¹ A 5% rate increase is permitted by Texas Water Code § 13.1872 for a Class D utility without hearing for four out of five calendar years.