

Your Rights and Responsibilities as a Valued Customer

Dear Customer,

As your water and/or wastewater supplier, we recognize the trust you place in us to provide high quality drinking water and reliable wastewater service. It is a responsibility we take very seriously.

This guide will help you understand the services we offer, as well as your rights and responsibilities as an Illinois American Water customer. We hope you will review the contents of this guide and keep it for your future reference.

If you have any questions about our service that are not answered by the information provided here, please phone our Customer Service Center at (800) 422-2782.



Sincerely,
Bruce Hauk
President
Illinois American Water

Customer Service

Our Customer Service team is ready to help you with any questions you have about your water service. Representatives are available at (800) 422-2782. If the representative is unable to handle your issue, you may ask to speak to a specialist or supervisor.

Every customer inquiry is handled with attention and care, and every effort is made to satisfy you. If you feel we have not responded to your inquiry in a satisfactory manner, you have the right to request that the Illinois Commerce Commission (ICC) review the unresolved dispute. You may contact the ICC at (800) 524-0795 or through its website at www.icc.illinois.gov. A copy of the Illinois Commerce Commission's Bill of Rights for Water and Sewer Customers is printed on the back panel of every customer bill.

If you have a touch-tone phone and know your account number, you can use our Customer Service Center automated service at (800) 422-2782 to access your account 24 hours a day. From the phone menu, you may learn your current account balance, your usage for the past three months, when your last payment was made, and when your next payment is due.

Illinois American Water is committed to a program of responsive and continuously improved customer service. You can find the latest customer service information on the Illinois American Water website at www.illinoisamwater.com.

Mailing Address

Your bill comes with a return envelope addressed to:

**Illinois American Water
P.O. Box 94551
Palatine, IL 60094-4551**

Quality Water Service

Water utilities have a unique responsibility. We provide quality drinking water every time you turn on your water faucet. Our employees conduct an extensive treatment and monitoring program designed to achieve compliance with all state and federal water quality requirements.

Every year we send you information on where you can access your online Water Quality Report – a comprehensive description of the quality of your drinking water. All Water Quality Reports are made available on the Illinois American Water website at www.illinoisamwater.com. We can send you a hard copy of the report for your area or, if necessary, put you in touch with a member of our water quality team.

Starting and Stopping Your Water Service

One call is all it takes to turn on your water service if your home or business is already connected to our system. Simply contact our Customer Service Center and a representative will take a verbal application from the person responsible for paying the bill. Following your application for service, we will make a service call to read the meter and will start your billing with an actual meter reading. It may be necessary to arrange an appointment for us to enter your home or business to read the meter.

We may request that an adult be present when our service representative comes to turn on your water. Please notify us at least three working days before you want your water service started. Before your water is turned on, please check to ensure all water outlets, both inside and out, are turned off to prevent water damage that could occur from open faucets. Please notify us at least five working days before you want your water service disconnected.

If you are applying for service at a home or business that is not currently connected to our system, please contact our Customer Service Center for instructions.

Water Lines, Sewer Lines and Water Meters – Your Responsibilities and Ours

Illinois American Water is responsible for the water distribution main in the street, the service connection from the water main to your property line, and the installation and maintenance of the water meter. All other water pipes, such as the plumbing system

in your home or business and the service line from your home or business to the property line, are your responsibility to maintain. Electric wires should not be grounded to your plumbing system, as doing so can present a safety hazard. The



water meter is the responsibility and property of Illinois American Water and may be located inside your home or business or outside in a meter pit. Only Illinois American Water personnel are permitted to open the meter pit. However, when the meter is located inside your home or business, you have the responsibility to keep your meter accessible and properly protected from severe cold or heat. The meter must be kept free from obstructions, pets must be restrained, and obstacles must be removed that would prevent the meter reader from reading the meter. You may be charged for repairs if your meter freezes, bursts or is damaged due to neglect on your part.

It is unlawful to tamper in any way with the operation of your water meter.

Illinois American Water also provides sewer service to a portion of our customers. In these areas, Illinois American Water owns and is responsible for maintaining the sewer main and any portion of the sewer line located off customers' property or within easements for which customers do not have ownership rights. Customers are responsible for maintaining sanitary sewer service lines located on their property and within easements for which they have

ownership rights. Illinois American Water's Guide to Your Sanitary Sewer Service is available on our website at www.illinoisamwater.com, or you may request a copy by calling our Customer Service Center at (800) 422-2782.

Shut-Off Valve

Should you have an emergency with your home plumbing system, you can turn off the water where it enters your home by using the shut-off valve. It is usually installed where the water pipe enters your home or on a vertical pipe leading from the point of entry inside your basement wall or crawl space. You can help make your shut-off valve easy to identify by painting it a bright color or tying a bright ribbon or tag to it.



Employee Identification

All employees of Illinois American Water have company identification cards. In addition, many wear uniforms and use vehicles and equipment which are marked with the Illinois American Water logo. If you want to verify that someone is an Illinois American Water employee or is a contractor working for Illinois American Water, please ask to see his or her identification card.



UNDERSTANDING YOUR BILL

Estimated Bills

Illinois American Water makes every effort to obtain an actual meter reading on which to calculate your bill. However, there are times when adverse weather or other circumstances prevent us from obtaining an actual meter reading. When an actual meter reading is not taken, you will receive a bill based on an estimated reading. If your reading is estimated, your bill will be marked “estimated.” The difference between the estimated bill and the actual usage is automatically adjusted on your bill following the next actual meter reading.

Higher than Expected Water and/or Wastewater Bills

An unusually high bill can occur for many reasons, including:

- When an actual meter reading follows estimated readings that were lower than actual consumption.
- When there is a leak in your plumbing system or in the service line past the point of your water meter. Toilet leaks are the most common form of plumbing system leaks. An underground service line leak is another common cause for high usage.
- When you have been using water for seasonal purposes such as lawn irrigation, gardening, or filling a pool.

Illinois American Water is entitled to bill for prior unbilled service, up to 12 months for residential customers and 24 months for commercial customers. Customers who are billed for prior unbilled service are allowed an equal amount of time to pay.

If your bill is unusually high and you do not know why, please contact our Customer Service Center so that we can help you determine the cause.

How We Calculate Your Bill

Your bill is based on rates set in ratemaking proceedings before the Illinois Commerce Commission and approved by the Commission in those proceedings. Rates and charges vary by community. Applicable rates for service are itemized on your bill. All water service customers will see a water service charge and a water usage charge on their bills. The water service charge is a fixed charge based on the size of your water meter. The usage charge is based upon the amount of water used during the billing period. Some customers see additional charges, such as:

- A supply charge, which reflects the pass-through cost of water purchased for delivery to most Chicago Metro-area customers. The supply charge reflects the cost of high-quality Lake Michigan water delivered to Illinois American Water from other entities.
- Local charges, which reflect local municipal taxes collected by Illinois American Water.

To the right is a sample water service bill that includes most of the charges that customers see on their bills. Your bill will be different from this example because actual rates and charges vary by community. It may also include wastewater charges, including wastewater collection and/or treatment charges. Bill descriptions are available on the Illinois American Water website at www.illinoisamwater.com.

Quality Infrastructure Program (QIP) Surcharge

QIP Surcharge rates offer utilities the ability to plan for efficient and timely investment of capital to upgrade aging infrastructure and enhance service. QIP Surcharge rates allow for rate adjustments, outside of a general rate proceeding, for non-revenue producing investments. The QIP Surcharge includes a true-up provision to ensure that revenues collected under the QIP Surcharge are equal to the actual costs incurred.

True Cost of Water Service

Illinois American Water charges rates that reflect the “true cost of water.” This means that all costs required to provide service and support sustainability are reflected in the rate charged to our customers. This concept is endorsed by the United States EPA, Chicago Metropolitan Agency for Planning, and the Metropolitan Planning Council.

Value of Water Service

About 95 percent of American voters value water more than any other household service they receive. Water service is ahead of electricity, heat, internet and cell phone service. Yet 69 percent generally take access to clean water for granted.¹ Quite a lot goes into bringing water to your home – the miles of pipeline below the ground, the facilities that draw water from the source and the plant where it’s treated and tested. Our treatment plant operators, water quality experts, engineers, and maintenance crews work around the clock to ensure water is always there when you need it. We deliver a key resource for public health, fire protection, the economy and overall quality of life. We hope you agree it’s worth every penny and worth learning more about at www.illinoisamwater.com/learning-center.

¹2012 Xylem Inc Value of Water Report. <http://www.xyleminc.com/valueofwater/report/>



PO Box 94551, Palatine, IL 60094-4551

For Service To: 100 ANYWHERE ST

☐ Check this box for address changes and note new address on back.

Account Number	1025-0000000000000
Due Date	January 4, 2016
Total Due	\$44.63
If Paid After Due Date	\$45.27 after 1/4/16

Amount Enclosed \$

FIRST AND LAST NAME
100 ANYWHERE STREET
STREATOR, IL 61364-3995

ILLINOIS AMERICAN WATER
PO BOX 94551
PALATINE, IL 60094-4551



Please tear along the dotted line and return this portion with your payment.

BILLING PERIOD AND METER READINGS

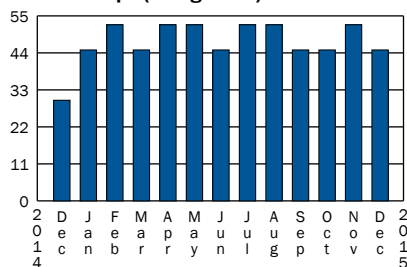
- Billing date: December 11, 2015
- Due Date: **January 4, 2016**
- Billing period: Nov 11 to Dec 10 (30 Days)
- Next reading on or about: Jan 12, 2016
- Customer Type: Residential
- Meter Reading Measurement:
1 unit = 100 CF or 748 gallons of water
- Billing Measurement: 100 gallons (CGL)

Meter No.	000000000X
Size of meter	5/8"
Current Read	345 (Actual)
Previous Read	339 (Actual)
Total water used this billing period	6 units (4,488 gallons)

Total Water Use Comparison (in 100 gallons)

- Current billing period 2015: 44.88 CGL
- Same billing period 2014: 29.92 CGL

Billed Use Graph (100 gallons)



BILLING SUMMARY

For Service To: 100 ANYWHERE ST

For Account 1025-0000000000000

Prior Balance

- Balance from last bill 48.86
- Payments as of Nov17. Thank you! -48.86

Balance Forward 0.00

Current Water Service

- Water Service Charge 16.50
- Water Usage Charge (\$0.51300000 x 44.88) 23.02
- Total Water Service Related Charges 39.52**

Other Charges

- Public Fire Protection Charge 5/8 " Reading Fire District 0.96
- QIP Surcharge Water (39.52 x 4.85%) 1.92
- Total Other Charges 2.88**

Taxes

- State Recovery Tax 0.04
- Gross Receipts Tax 2.19
- Total Taxes 2.23**

TOTAL CURRENT CHARGES 44.63

TOTAL AMOUNT DUE



\$44.63

Important messages from Illinois American Water

- SEE BACK FOR IMPORTANT INFORMATION ON CONSUMER BILL OF RIGHTS
- Fire Protection Charge: This charge is for the installation and maintenance of public fire hydrants attached to the company's water mains. It also covers the cost of upsizing water mains, production, distribution and storage facilities needed for proper fire flows.
- Go paperless. Reduce clutter with paperless billing, and save time and money with our automatic payment program. These are convenient, secure and environmentally friendly ways to receive and pay your bill. To get started, log on to www.amwater.com/myh2o.
- For questions, contact our Customer Service Center. We'll make every effort to resolve your issue, but if you prefer you may speak with a supervisor. If you feel we've not responded to your inquiry, you have the right to request the ICC (800-524-0795 or www.icc.illinois.gov) to review the unresolved dispute.

Customer Service: **1-800-422-2782**

M-F 7am to 7pm Emergency: 24/7

www.illinoisamwater.com
608751313644

PAYMENTS MADE EASY



Paying Your Bills

Illinois American Water offers you several payment options. The easiest way to pay is through our automatic bill payment program, a service which automatically deducts your payment from your checking or savings account as of the due date on your bill. This service has the added benefit of ensuring that your bill is never paid late, even when you are away for extended periods. You can sign up for automatic bill payment by calling our Customer Service Center at (800) 422-2782 or by going to the Customer Service section of the Illinois American Water website at www.illinoisamwater.com. For a small fee, you may also pay your bill with a credit card by phone or online.

Illinois American Water also offers paperless billing, a convenient, environmentally-friendly and secure way to receive your water and/or wastewater bill. Users must enroll online at www.amwater.com/myh2o. Customers who prefer to mail their payment can do so in the envelope provided with their bill. If you mail your payment, please allow enough time for your payment to be received by the due date.

If you want to pay your bill in person, we have established payment locations in your community. You will find a list of payment sites for your area online at www.illinoisamwater.com. You can also call our Customer Service Center at (800) 422-2782 for payment locations in your area.

My H₂O Online

Residential customers, you can save time and manage your account when it is most convenient for you. On My H₂O Online, you can check your balance, pay your bill or even sign up for automatic bill payments.

Sign up today at amwater.com/myh2o.

Collections Policy – Avoiding a Late Payment Charge or Disconnection of Service

Your payment is due 23 days after the bill is mailed (16 days for non-residential customers), and the due date is printed on the front of the bill. Customers may request a preferred due date, not to be

more than 10 days after the original due date. The invoice will become due as of the selected preferred due date. Bills not paid by the due date are considered past due and a late payment charge of 1.5% of the overdue balance may be assessed. Should the bill remain unpaid, a Final Notice Prior to Disconnection will be mailed. If payment is not received by the due date on the Final Notice, water service may be disconnected.

If you receive a Final Notice, please take immediate action to avoid disconnection. Call the Customer Service Center immediately at (800) 422-2782. The notice will include information about the steps you need to take and your rights and responsibilities. Even if you have submitted payment, it is best to call and verify that payment was received.

When we must disconnect service for nonpayment, we will do so only between 8:00 a.m. and 2:00 p.m. Monday through Thursday and between 8:00 a.m. and 12:00 p.m. on Friday.

We will reconnect your service when conditions which caused the disconnection have been corrected. You may be required to pay a service reconnection charge. This charge is based on the cost of reconnecting your water service. We may request that an adult be present when we reconnect water service.

Illinois American Water will waive fees for the first incidence of a reconnection charge and a late payment charge one time each calendar year.

Medical Emergency Notice

If someone now living at your home is very sick, Illinois American Water will not shut off your service if you provide us with a medical emergency notice. To obtain the notice, contact your doctor or local board of health and tell them to call us at (800) 422-2782. The doctor may provide this notice to us by phone, but must send us a written verification on his or her letterhead within seven days. This verification should confirm the sick person's residency, illness and the period of time for which termination of water service will aggravate the illness. This certification is good for 60 days.

If water service is terminated within 14 days prior to certification of illness, we will restore service if we receive the certification according to the process outlined above. Once a certification

is obtained, you are also eligible for a Medical Payment Arrangement to assist you in paying past due charges.

Disputed Bills

If you disagree with any portion of your bill, you may contact our Customer Service Center at (800) 422-2782 for assistance. While your account is being investigated, we will withhold any collection activity on the disputed amount and will not discontinue your service. We do ask that you continue to remit payment for the undisputed portion of your bill while the charge in question is being reviewed.

Payment Assistance

Sometimes customers face circumstances that stretch their financial resources. If you cannot pay your bill by the due date, please contact our Customer Service Center immediately, before the due date. Our customer service representatives are available at (800) 422-2782.

When you call, our customer service representatives will work with you on a plan to pay the balance of the bill over time. The terms of the agreement will take into consideration the size of the past-due account, ability to pay and payment history, any reason for the outstanding indebtedness and other relevant factors.

You also may be eligible for assistance through our H₂O Help to Others Program™, a customer assistance partnership with The Salvation Army that is supported solely by Illinois American Water and voluntary contributions from our customers. It is important to take action before service is shut off.

Information about payment arrangements and H₂O Help to Others Program™ is available on the Illinois American Water website at www.illinoisamwater.com. A low income customer shall not be assessed late payment fees while he or she is qualified as a low income customer. In addition, a low income customer shall be entitled to the altered payment arrangements, to include lower down payments and waived reinstatement fees. "Low Income Customer" means a residential customer who has qualified under the income criteria of Section 6 of the Energy Assistance Act of 1989 [305 ILCS 20/6]. Qualification is effective for purposes of this definition when the Low Income Home Energy Assistance Program (LIHEAP) administrator notifies the customer's utility of the customer's low income status.