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# TERRITORY SERVED

These Rates, Rules, Regulations and Conditions of Service apply to the entire territory served:

City of Clinton Including environs in Clinton County, Iowa

Cities of: Davenport Bettendorf Riverdale Panorama Park Le Claire Dixon Blue Grass (Applicable rates are on Rate Schedule No. 1B – Blue Grass) Including environs in Scott County, Iowa

(N)

### RATE SCHEDULE NO. 1 – GENERAL METERED SERVICE

#### APPLICABILITY

Applicable to the territory served by the Company for general metered service, including residential, commercial, industrial, public authorities, and Sale for Resale except as provided in Rate Schedules No. 1B and No. 2.

#### METER RATES

The following shall be the rates for monthly consumption and are in addition to the Water (D) Service Charge shown below.

	100 Gallons	Rate Per	
	Per Month	<u>100 Gallons</u>	(D)
For the First	224	\$0.58500	(D)
For the Next	4,264	0.43080	(D)
For the Next	70,312	0.32480	(D)
For all over	74,800	0.29970	(D) (D)

#### WATER SERVICE CHARGES

All general metered water service customers shall pay a Water Service Charge based on the size of meter installed (or multiple meters installed -- in which case, the total charge is based on the sizes of all meters installed). The Water Service Charge rates listed below do not include any allowance for water usage.

Size of Meter	Per Month
5/8"	\$14.00
3/4"	21.00
1"	35.00
1-1/2"	70.00
2"	111.90
3"	209.90
4"	349.80
6"	699.60
8"	1,119.40
10"	1,609.20

#### TERMS OF PAYMENT

All bills for metered service furnished under this Schedule will be rendered monthly, in arrears, and are due and payable when rendered.

(T)

(T)

(T)

(D)

(D)

### RATE SCHEDULE NO. 1A – GENERAL METERED SERVICE – INCENTIVE RATE

#### **CLASS OF SERVICE**

Incentive Rate

#### AVAILABLE

In all of the Company's service territory as identified in this tariff on Sheet 3.

#### APPLICABLE

To general metered service customers whose average daily water usage on an annual basis is or will exceed 250,000 gallons and who qualify under the terms and conditions set forth in this tariff. Other existing customers that directly compete with the qualifying customer in the same service territory at the time the initial agreement is entered into with the qualifying customer would also be offered the same discounted rate to the extent that they substantiate their status as a "directly competing customers". Customers are direct competitors if they make the same product (or offer the same service) for the same general group of consumers.

### TERMS AND GUIDELINES

The Company will offer incentive rates under the following terms and guidelines adapted from the Board's flexible rate rules for gas and electric utilities, Chapter 199 Iowa Administrative Code, Sections 19.12 and 20.14, respectively, which are incorporated herein by reference:

- 1. Incentive rates, will be offered only where the customer will contribute significantly to economic development within the Company's service area, including, but not limited to, providing new or increased employment, new or increased production, or preventing the loss of jobs or loss of consumption, and other such contributions.
- 2. In deciding whether to offer a specific discount, the Company will evaluate the customer's situation and perform a cost-benefit analysis before offering the discount.
- 3. Any discount offered should be such as to significantly affect the customer's or customers' decision to stay on the system or to increase consumption, or to significantly affect a prospective customer's decision to locate in the service territory.
- 4. Other customers should not be at risk of loss as a result of incentive rates; in addition, the offering of incentive rates shall in no way lead to subsidization of the incentive rates by other customers in the same or different classes.
- 5. The Company will conduct a cost-benefit analysis and such analysis must demonstrate that offering the discount will be more beneficial to both the Company and all customers than not offering the discount.

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# RATE SCHEDULE NO. 1A – GENERAL METERED SERVICE – INCENTIVE RATE

### TERMS AND GUIDELINES (Cont'd)

- 1. The ceiling for all discounted rates shall be the approved rate on file for the customer's rate class. Discounted rates shall not result in aggregate bills over the term of the agreement, which are greater than the aggregate bills that would have been produced by the approved rate on file for the customer's rate class.
- 2. The floor of the discount rate shall be equal to the production costs and customer costs of serving the specific customer.
- 3. A discount may be offered for a period as long as sixty (60) consecutive months so long as annual cost-benefit analyses support continuation of the discount.
- 4. Discounts should not be offered if they will encourage deterioration in the usage characteristics of the customer receiving the discount
- 5. Each applicant for the incentive rate must agree to release the information required under the reporting requirements of this rate.
- 6. Discounts for directly competing customers are applicable only to the portion of the operation which is directly competing.
- 7. All agreements made under this schedule shall be in writing.

# COST-BENEFIT ANALYSIS:

These factors will be considered in establishing a cost-benefit analysis:

- 1. Determine the gain in margin resulting from the incentive rate.
- 2. Determine the gain in employment resulting from the incentive rate.
- 3. Evaluate the efficiency gains made in system utilization resulting from the incentive rate.

The projections and estimates in the cost-benefit analysis will include, but are not limited to:

- Employment Gain
- **Existing Consumption**
- Increase in Consumption
- Margin Gained
- Customer Savings
- Other Factors as Appropriate

#### **INCENTIVE RATES:**

The Company and the customer or prospective customer to which incentive rates are offered shall agree on the procedure under which bills are to be calculated to provide discounts, or opportunities for discounts, from the provisions of the existing tariff. However, the discounts shall not result in bills less than identifiable production costs and customer costs.

# RATE SCHEDULE NO. 1A – GENERAL METERED SERVICE – INCENTIVE RATE

# REPORTING REQUIREMENTS:

aaab			rts shall be filed with the Utilities Board within thirty days of the end of	(T)
each			hall include the following information:	(T)
	a.		ion 1 of the report will be concern discounts initiated in the preceding	(T)
		year.	all discounts initiated in the last year, the report shall include:	
		1)	The identity of the new customers (by account number, if	
		1)	necessary);	
		2)	The value of the discount offered:	
		3)	The cost-benefit analysis results; and	
		4)	The cost of alternative water supplies available to the customer, if	
			relevant.	(T)
		5)	The consumption by month of the amount of water sold to the	( )
		0)	customer in the preceding year.	
		6)	A copy of all new or revised incentive	
		,	rate contracts executed between the	
			utility and its customers.	
	b.	Secti	ion 2 of the report relates to overall program evaluation. For all	
		disco	punts currently being offered, the report shall include:	
		1)	The identity of each customer (by account number, if necessary);	()
		2)	The amount of water sold in the preceding year to each	(T)
			customer at discounted rates, by month;	(
		3)	The amount of water sold to each customer in the same	(T)
			preceding year, by month;	( <b>T</b> )
		4)	The dollar value of the discount in the preceding year to each	(T)
		-)	customer, by month; and	
		5)	The dollar value of the sales to each customer for each of the	
		$\sim$	previous twelve months.	
		6)	If customer charges are discounted, the dollar value of the discount	
	C.	Soct	shall be separately reported. tion 3 concerns discounts denied or discounts terminated. For all	
	υ.		omers specifically evaluated and denied or having a discount terminated	(T)
			e last year, the report shall include:	(1)
		1) 2)	Customer identification (by account number, if necessary) The amount of water sold in the preceding year to each customer,	(T)
		∠)		(•)
		3)	by month; The amount of water sold to each customer in the same	
		3)	preceding year, by month: and,	(T)
		4)	The dollar value of sales to each customer for each of the past	( )
		4)	twelve months.	
	d.	No re	eport is required if Company has no customers receiving a discount	
	u.		ig the relevant period and had no customers which were evaluated for	
			liscount and rejected during the relevant period.	

#### **RATE CASE TREATMENT:**

The rate case treatment to be proposed by the Company with respect to incentive rates offered under this tariff shall be consistent with that set forth in the Board's flexible rate rules for gas and electric utilities, Chapter 199 Iowa Administrative Code, Sections 19.12(5) and 20.14(5) respectively as now in effect of hereafter amended.

RATE SCHEDULE NO. 1B – BLUE GRASS		
APPLICABILITY	(N)	
Applicable to the Blue Grass territory served by the Company for general metered service, including residential, commercial, industrial, public authorities, and Sale for Resale.	(N) (N) (N)	
METER RATES	(N)	
The following shall be the rates for monthly consumption and are in addition to the Water Service Charge shown below:	(N) (N)	
GallonsRate PerPer Month100 GallonsFor the First2500\$0.00000For all over25000.56800	(N) (N) (N) (N)	
WATER SERVICE CHARGES	(N)	
All metered general water service customers shall pay a Water Service Charge of \$15.89 per month. The Water Service Charge does include an allowance for water usage of 2,500 gallons per month.	(N) (N) (N)	
TERMS OF PAYMENT	(N)	
All bills for metered service furnished under this Schedule will be rendered monthly, in arrears, and are due and payable when rendered.		

<b>RATE SCHEDULE NO. 1Bi – BLUE GRASS IRRIGATION</b>	(N)
Applicable to the Blue Grass territory served by the Company for irrigation service only.	(N) (N) (N)
METER RATES         The following shall be the rates for monthly consumption:         Gallons       Rate Per <u>Per Month</u> <u>100 Gallons</u> All Usage       \$0.56800	(N) (N) (N) (N) (N)
TERMS OF PAYMENT	(N)

All bills for metered irrigation service furnished under this Schedule will be	(N)
rendered monthly, in arrears, and are due and payable when rendered.	(N)

# RATE SCHEDULE NO. 1C - RATE CASE EXPENSE SURCHARGE

#### APPLICABILITY

Applicable to all volumetrically billed customers, except those taking service under Rate Schedule (N) No. 1B. (N)

# **RATE CASE SURCHARGE**

A surcharge will be applied to the customer bill in the amount of \$0.0080 per 100 gallons to collect the rate case expense that was authorized in Docket No. RPU-2016-0002. The surcharge will be collected over a 36-month period beginning with the April 2017 bill cycle and ending with the March 2020 bill cycle.

#### **RECONCILIATION**

A reconciliation will be performed at the end of the 36 months and filed within 60 days of the end of the March 2020 bill cycle.

<u>RATE SCHEDULE NO. 1D – GENERAL METERED SERVICE – QUALIFIED</u>	(N)
INFRASTRUCTURE PLANT ("QIP") SURCHARGE MECHANISM	(N)
APPLICABILITY	(N)
Applicable to customers taking service under Rate Schedules No. 1 and No. 5.	(N)
DEFINITION	(N)
QIP Period	(N)
The time period during which eligible QIP investments are placed in service. The initial QIP	(N)
Period following a rate case is the date of the final order in the rate case through December 31 of that	(N)
same year. It is then every calendar year thereafter.	(N)
QUALIFYING INFRASTRUCTURE PLANT         Purpose: To recover the fixed costs (depreciation and pre-tax return) of certain non-revenue producing distribution system improvement projects completed and placed in service and recorded in the individual accounts, as noted below, between base rate cases.         The QIP-eligible projects will consist of the following:         • Mains and valves (account 331), services (account 333), and hydrants (account 335) installed as replacements for existing facilities that are worn out, deteriorated, or upgraded;         • Unreimbursed capital projects to relocate Company facilities located in the public right-of-way due to	(N) (N) (N) (N) (N) (N) (N) (N) (N) (N)
<ul> <li>state, county, or municipal roadway or utility improvements mandated by the Department of Transportation ("DOT") or other governmental agencies (accounts 331, 333, 335);</li> <li>Infrastructure in accounts 331, 333 or 335 replaced to address water problems that have been documented as presenting a significant health or safety concern for customers.</li> <li>The costs of extending facilities to serve new customers are not recoverable through the QIP.</li> </ul>	(N) (N) (N) (N) (N)
RECONCILIATION	(N)

Iowa-American will track the amount of over or under recovery by year and the balance of the(N)over/under recovery account will be reconciled during Iowa-American's next rate case unless the Board(N)decides to address the over/under recovery sooner.(N)

#### RATE SCHEDULE NO. 1D – GENERAL METERED SERVICE – QUALIFIED INFRASTRUCTURE PLANT ("QIP") SURCHARGE MECHANISM (Cont'd)

### **DETERMINATION OF THE QIP SURCHARGE**

The following formulae will be used to compute the monthly QIP charge for each customer class:

RECOV = [(GM+NP) x 0.48 x DR] + [(GM+NP) x 0.52 x DR x RF] + DE

Surcharge Formula By Class:

 $QIPc = \frac{RECOVc}{NCc \ x \ 12}$ 

Where:

RECOV: Total amount authorized for recovery from all classes for QIP-eligible projects. GM: The actual historical cost of government-mandated projects, net of accumulated depreciation, during the QIP Period.

NP: Net Plant is the actual historical cost of eligible investment in excess of \$4,200,000 annually, not including government-mandated projects, net of accumulated depreciation reserve and third-party reimbursements, during the QIP Period.

DR: Debt rate, which equals 6.854%.

RF: Revenue factor from the most recent rate case expressed as a decimal. This is the revenue gross-up related to income tax on the equity-funded portion of the investment based on the capital structure approved in the last rate case. The current factor is 1.71145.

DE: Depreciation Expense for eligible QIP investments, net of third-party reimbursements, for the QIP Period.

QIPc: The amount, rounded to the nearest cent, charged in any monthly billing period to each customer in class "c" defined as Residential, Commercial, Industrial, Public Authorities, or Private Fire Service.

RECOVc: The amount of total authorized QIP recovery allocated to each customer class "c" based upon the Company's most recent approved cost of service study: Residential 59.64%, Commercial 25.44%, Industrial 8.73%, Public Authorities 2.25% and Private Fire 3.94%. NCc: Number of customers in customer class "c" at the end of the most recent month reported.

Cost recovery through the QIP surcharge will be capped at 15%; calculated by dividing the recoverable amount authorized annually (RECOV) by the total authorized revenue requirement from the last rate case. The surcharge will continue until interim rates in the next rate case are effective, at which time the QIP surcharge will be reset to zero. If Iowa-American chooses to utilize the QIP tariff for a given QIP Period, the Company will file its QIP surcharge factors within 30 days of the conclusion of that QIP Period and the filing will include a report summarizing the Company's efforts to obtain state revolving fund (SRF) financing.

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### RATE SCHEDULE NO. 1D – GENERAL METERED SERVICE – QUALIFIED INFRASTRUCTURE PLANT ("QIP") SURCHARGE MECHANISM (Cont'd)

# **QIP SURCHARGE**

The following fixed monthly surcharge shall be applied to customer bills for the following customer classes:

Customer Class	Monthly Surcharge	
Residential	\$ 0.26	(N)
Commercial	\$ 1.26	(N)
Industrial	\$ 26.56	(N)
Public Authorities	\$ 2.21	(N)
Private Fire Service	\$ 0.95	(N)

# RATE SCHEDULE NO. 2 - MUNICIPAL SERVICE

# **APPLICABILITY \*:**

Applicable to the territory served by the Company in the City of Clinton, Iowa in accordance with the franchise agreement dated November 22, 1976 and with the Board of Park Commissioners of the City of Clinton, Iowa dated April 19, 1972.

#### **TERMS AND CONDITIONS:**

The City shall have the privilege of using water free of charge for:

- (a) Flushing public sewers with fire hose
- (b) Flushing streets with automobile power flusher or by any other means
- (c) Cleaning catch basins
- (d) Drinking and sanitary purposes in fire houses owned and used by the City
- (e) Cleaning fire hose
- (f) City Hall or public buildings owned and used exclusively by the City

Water service to properties exclusively owned by, operated, and under direct control of the Board of Park Commissioners of the City of Clinton, Iowa, shall be provided in accordance with the terms and conditions of the agreement between the "Park Board" and the Company entered into on April 19, 1972 and accepted by the Board for filing on June 22, 1972, and any subsequent modifications thereof which may be mutually agreed upon by both parties, subject to the approval of the Board.

No water shall be used for sewer flushing purposes, except upon reasonable notice from the City to the Company, and no hydrant shall be opened for such purpose during time of fire, and not more than one (1) hydrant shall be opened for such purpose at any time.

All water supplied under the free service provisions of this tariff shall be without waste and for necessary purposes only, and the fixtures, except fire hydrants, through which such free service is taken shall be such as are opened by hand and closed automatically by the pressure. Water shall not be used for hydraulic power.

\* Not applicable to Scott County as this sheet was deleted effective April, 1984 (T)

# **RATE SCHEDULE NO. 5 - PRIVATE FIRE SERVICE**

#### APPLICABILITY

Applicable throughout the entire territory served by the Company for private fire service furnished residential, commercial, industrial and municipal customers, exclusively for the extinguishment of fires, subject to the terms and conditions as set forth elsewhere in this tariff.

#### ANNUAL RATES

The rates for Private Fire Service are based upon the size of the service, and no additional charges will be made for fire hydrants, sprinklers, hose connections or standpipes connected to or supplied by such private fire services.

Size of Service	Rate Per Annum	Monthly Rate	
2" Diameter	\$ 81.60	\$ 6.80	(N)
3" Diameter	184.80	15.40	(N)
4" Diameter	326.40	27.20	(N)
6" Diameter	740.40	61.70	(N)
8" Diameter	1,328.40	110.70	(N)
10" Diameter	2,077.20	173.10	(N)
12" Diameter	2,979.60	248.30	(N)

# TERMS OF PAYMENT

All bills for private fire service furnished under this Schedule will be rendered monthly in advance on the first billing day of each calendar month, and are due and payable when rendered.

(T) (T)

### RATE SCHEDULE NO. 6 - WATER USED FOR BUILDING AND CONSTRUCTION PURPOSES

#### APPLICABILITY

Applicable to the territory served by the Company, for water used for construction work and building purposes.

# **RATES AND CHARGES**

Where a meter is installed on a fire hydrant or on a temporary service connection for construction purposes, the minimum payment for water shall be the monthly Water Service Charge for general water service as set forth on Rate Schedule No. 1 of this tariff, based upon the size of the meter installed. If more than one fire hydrant or temporary service connection is used, the Water Service charge shall apply to each such hydrant or temporary service connection so used.

The Company may require an application to be signed and either the Water Service Charge paid in advance or, at the option of the Company, a meter deposit made, and the account handled in the same manner as any other metered account. The Water Service Charge does not include any water usage, and all water used shall be billed as set forth in this tariff.

The cost of installing and removing the temporary service connection and meter setting, or the connection made to the fire hydrant, shall be paid for by the Customer in excess of any salvage realized.

#### TERMS OF PAYMENT

The monthly Water Service Charge or meter deposit, and the estimated cost of installing and removing the temporary service connection and meter setting, or the connection made to the fire hydrant, shall be payable in advance. All other bills will be rendered monthly in arrears. All bills are due and payable when rendered.

# RATE SCHEDULE NO. 7 - BILLING OF LICENSE, OCCUPATION, FRANCHISE, OR OTHER SIMILAR CHARGES OR TAXES

There will be added to the Customer's bill, as a separate item, an amount equal to the proportionate part of any license, occupation, franchise, or other similar fee or tax now or hereafter imposed upon the Company by local taxing authorities, whether imposed by ordinance, franchise or otherwise, and whether such fee or tax is based upon a fixed or flat charge or a percentage of the gross receipts, net receipts, or revenues from sales of water rendered by the Company to the Customer.

Where more than one such charge or tax is imposed by taxing authority, the total of such charges or taxes applicable to a Customer may be billed to the Customer as a single amount.

Charges or taxes herein referred to shall in all instances be billed to Customers within the jurisdiction of the local taxing authority on the basis of Company rates effective at the time of billing, and on the basis of the tax or tax rate effective at the time billing is made.

# LATE PAYMENT CHARGE

A late payment charge will be added to a Customer's account if that Customer's bill is not paid within 20 days after the bill was rendered. The bill shall be considered rendered to the customer when deposited in the U.S. mail with postage prepaid. If delivery is by other than U.S. mail, the bill shall be considered rendered when delivered to the last known address of the party responsible for payment. The late payment charge will equal one and one-half (1-1/2) percent per month of the past due amount. This late payment charge provision is applicable to bills for General Metered Service under Rate Schedule 1 and Private Fire Service under Rate Schedule 5.

Each account shall be granted not less than one complete forgiveness of a late payment charge each calendar year. For one bill in each period of eligibility, the Company will accept the net amount of such bill as full payment for such billing period after expiration of the net payment period. The Customer shall be notified on the subsequent bill.

# **RETURNED CHECK CHARGE**

Provided a Customer's check is properly processed by the Company, if a check that has been received as payment for service is returned by the bank unpaid (Non Sufficient Funds "NSF"), a charge of Eighteen Dollars and Zero Cents (\$18.00) will be assessed (1) to cover the cost of processing this transaction.

The charge for the dishonored check may be reflected, at the Company's option, when the Company returns the dishonored check or may be charged on the Customer's next billing.

The company may serve a customer on a cash basis only if more than one check of the Customer is returned NSF in a twelve-month period. "Cash" shall be deemed to mean U.S. currency, U.S. postal money order or certified check.

# PUBLIC FIRE SERVICE

## **NEW INSTALLATIONS**

Any municipality shall have the right, upon the passage of a proper ordinance or resolution by the legally constituted authority of such municipality, to order the installation of additional public fire hydrants on existing Company-owned mains six inches (6") or larger in internal diameter, provided that the flows from such mains, as determined by the Company, are adequate to provide the required fire flows. Twenty-five (25) percent of the installed cost, including the associated income tax liability, of the hydrant so ordered by the municipality shall be billed to, and payable by, the municipality within thirty (30) days following the submission by the Company of an invoice covering the cost.

All public fire hydrants shall be furnished, installed and maintained by the Company.

#### RULES, REGULATIONS AND CONDITIONS OF SERVICE GOVERNING THE DISTRIBUTION AND SALE OF WATER

## 1. RULES AND REGULATIONS GOVERNING RENDERING OF SERVICE

The Rules and Regulations in their entirety as herein set forth, or as they may hereafter be altered or amended in a regular and legal manner, shall govern the rendering of water service, including the extensions of water mains and the making of connections thereto, and every Customer, upon making an application for water service, or upon taking water service, shall be bound thereby.

### 2. DEFINITIONS

- (A) Board
   "Board" as used in these Rules shall be construed to mean the Iowa Utilities Board, sometimes hereinafter referred to as I.U.B.
- (B) Company

Wherever the word "Company" appears herein, it shall mean lowa-American Water Company acting through its Officers, managers, or other duly authorized employees or agents.

(C) Customer

"Customer" as used in these Rules shall be construed to mean any person, co-partnership, firm, association, corporation, limited liability company or municipality, their lessees, trustees, or receivers appointed by any court, or agency of the Federal, state or local government, being supplied with water or water service by the Company.

#### (D) Distribution Main

"Distribution Main" means water pipe owned, operated, or maintained by the Company which is used for the purpose of distribution of water to a customer's service connection.

- (E) Municipality "Municipality" refers to any City or County.
- (F) Service Line The pipeline leading from the distribution main to the plumbing system of individual premises is commonly called the "service line." Each service line consists of two parts: the service connection and the customer service line.

# 2. DEFINITIONS (Cont'd)

(G)	The line i own Scot	vice Connection portion of the service line from the main in the street to the curb or property is the "service connection". In Clinton County the service connection is ed, installed and maintained at the cost and expense of the Company. In it County the service connection is owned, installed and maintained at the and expense of the customer.	(T) (T)		
(H)	The	tomer Service Line portion of the service line from the curb, property line, valve or meter to the cture or premises supplied installed at the cost and expense of the customer.	(T)		
(I)		Premises "Premises" as used herein shall be restricted to the following:			
	I.	A building under one roof owned, leased or rented by one party and occupied as one residence or one place of business.			
	III.	A combination of buildings owned, leased or rented by one party, in one common enclosure, occupied by one family as a residence or one corporation or firm as a place of business.			
	V.	Each unit of a double or multiple-unit building wherein each unit is under separate ownership or lease.			
	VII.	Each unit of a double or multiple unit building served by a separate service line.			
	IX.	A building owned or leased by a Customer, having two or more apartments, residences, offices, or suites of offices.			
	XI.	A single plot, used as a park or recreational area.			
(J)	A "F	Private Fire Service Connection A "Private Fire Service Connection" is one to which is attached fixtures from which water is taken only for the extinguishment of fires.			
(K)	A "T	Temporary Service Connection A "Temporary Service Connection" is one which is installed for the temporary use of water, provided that the Customer's premises is located on a lot having a curb line			

A "Temporary Service Connection" is one which is installed for the temporary use of water, provided that the Customer's premises is located on a lot having a curb line abutting on that part of a street or public highway in which there is located a distribution main of the Company extending for the total frontage of the lot on said street or highway, unless otherwise agreed to by the Company.

### 3. APPLICATIONS FOR WATER SERVICE

- (A) Application for connection to the distribution mains shall be made in writing at the office of the Company by the owner of the premises, or his/her duly authorized agent, on forms provided for that purpose.
- (B) Application for water service through existing service connections shall be made to the office of the Company by the owner, his/her duly authorized agent, or occupant, recorded on forms provided for that purpose.
- (C) A Customer who has made application for water service to any premises shall be liable for all water service furnished to such premises until such time as the Customer properly notifies the Company to discontinue the service for his/her account.
- (D) A service charge of TWENTY-THREE DOLLARS AND ZERO CENTS (\$23.00) will be charged for service activation during the Company's regular business hours. Services turned on at the request of the Customer after regular business hours or on Saturday, Sunday or holidays will be charged at actual cost incurred by the Company. This charge is applicable to all service activations except when a service is transferred to a landlord when a tenant vacates a premise.

### 4. SPECIAL APPLICATIONS FOR WATER SERVICE

Water service for the following purposes must be specially applied for, and will not be accepted by the Company until the special terms and conditions applicable thereto, if any, have been agreed to in writing by the Applicant.

- (A) Building and construction purposes
- (B) Condominiums, cooperative apartments and housing developments
- (C) Multiple premises under common ownership located on a single site undivided by public streets, and requiring service to each individual premises through a secondary distribution system not owned or operated by the Company
- (D) Private fire service
- (E) Transient or temporary purposes
- (F) Shopping centers
- (G) Trailers and trailer courts
- (H) Water for resale

(I)

## 5. PRIVATE FIRE SERVICE

(A) Application for service connections for water to be taken for the extinguishment of fire shall be made only under the terms and conditions contained in the following

"Application for Special Connection" for such service, found in Subpart (S) and then only after such license has been approved in writing by the Company.

- (B) Applications for private fire service will not be approved unless there is a main of suitable capacity available in the street where the premises to be supplied abuts said street.
- (C) All Applications for private fire service shall be subject to the written approval of the Chief of the Fire Department having jurisdiction, who, by such approval, shall affirm that, in his/her opinion, the public fire service will not be endangered by the proposed connection to be made by the Company.
- (D) The Customer shall furnish, attach and make a part of his or her Application, three complete sets of drawings approved by the customer's architect or engineer showing the pipes, valves, hydrants, tanks, openings and appurtenances contemplated in the application. Such drawings must also show any other water supply system and pipe lines and appurtenances which may exist on the premises, and there shall be no connection between such other supply, and pipes connected to the Company's mains.
- (E) The Customer agrees to obtain in advance the approval of the Company for any change, alteration or addition in the fixtures, openings and use(s) specified in the Application.
- (F) The Company shall determine the size and location of any connections made to its distribution mains for private fire service, and will, at the cost and expense of the Customer, make the tap in its distribution main.
- (G) The Company reserves the right to determine the size and type of pipe from its distribution main to the property line of the Customer.
- (H) The extent of the rights of the private fire service Customer is to receive, but only at times of fire on his/her premises, such supply of water as shall then be available and no other or greater. The Company shall not be considered in any manner an insurer of property or persons, or to have undertaken to extinguish fire or to protect any persons or property against loss or damage by fire or otherwise, and it shall be free and exempt from any and all claims for damages on account of any injury to property or persons by reason of fire, water, failure to supply water or pressure, or for any other cause whatsoever, other than those caused by the Company's gross negligence or its willful or wanton acts.

# 5. PRIVATE FIRE SERVICE (Cont'd)

- (I) No pipe or fixtures connected with a private fire service connection served by the Company shall be connected with pipes or fixtures supplied with water from any other source.
- (J) Unless otherwise provided in a written agreement between the Applicant and the Company, service connections for private fire service shall be distinct and separate from the regular or general water service connection. A private fire service connection is furnished for the sole purpose of supplying water for the extinguishment of fires, and the use of water from such a connection for any other purpose is absolutely forbidden.
- (K) Where one service line is used for both general and fire purposes, separate charges will be made for each type of use in accordance with the established schedules of rates.
- (L) A gate valve controlling the entire supply shall be placed at the curb or property line of the street in which the main is located or at such other point as may be approved by the Company, and shall be furnished and installed by and at the expense of the Customer, and unless otherwise approved by the Company, said valve shall be installed in a valve pit or vault which shall also be furnished and installed by and at the expense of the Customer.
- (M) Private fire service shall be furnished through a line guarded by an approved fire line meter or detector device which shall be furnished and installed by the Customer at his/her cost and expense. The meter shall be set in a vault, approved by the Company, constructed and maintained by and at the expense of the Customer. The meter will be maintained by the Company but at the cost and expense of the customer.
- (N) Under no circumstances will anti-freeze be permitted in sprinkling systems.
- (O) The entire private fire service system from the tap in the distribution main to the point or points of use on the Customer's premises shall be installed and maintained by and at the expense of the Customer and shall be subject to the inspection, test and approval of the Company before the service is made effective, and at such times thereafter as may be deemed necessary or appropriate by the Company.
- (P) Hydrants and other fixtures connected with a private fire service connection may be sealed by the Company, and such seals may be broken only in case of fire or as specially permitted by the Company, and the Customer must immediately notify the Company of the breaking of any such seal.

# 5. PRIVATE FIRE SERVICE (Cont'd)

- (Q) Whenever a fire service system is to be tested, the Customer shall notify the Company of such proposed test, designating the day and hour when same is to be made, so that, if desired, the Company may have an inspector present during the test.
- (R) Private fire hydrants may be painted any color other than that adopted by the Company for public fire hydrants, provided such color is approved by the Chief of the Fire Department.
- (S) Application for Special Connection. See <u>Appendix II</u> on sheet nos. 49-51

#### 6. INSTALLATION AND MAINTENANCE OF SERVICE LINES

#### Clinton County

- (A) Where its mains are now or may hereafter be laid, the Company will at its expense, install the service connection between the water main in the street up to and including the stop cock and curb box, or the coppersetter when installed in the meter box at or near the curb line, provided that the service connection is required for the immediate and continuous supply of water for general water service to premises abutting the public street or highway in which such mains are located; and all such service connections and appurtenances shall be Installed only by the Company.
- (B) Service lines supplying a premise shall not pass through or across any premises or property other than that to be supplied, or across any portion of the property that could practicably be sold separately from the immediate premises supplied, and no water pipes or plumbing in any premises shall be extended there from to adjacent or other property.
- (C) The Company will make all connections to its mains and will specify the size, kind, quality and location of all materials entering into the service connection.
- (D) The corporation cock, curb cock, curb box, or coppersetter when installed in a meter box, and the Company's service connection from the distribution main to the curb cock or coppersetter will be furnished, installed and maintained by the Company and shall remain under its sole control and jurisdiction.
- (E) The Company will not, at its own cost and expense, either install or maintain service lines for private fire service or temporary service connections.
- (F) The curb box or meter box shall be set on a level with the grade of the sidewalk and shall be kept accessible at all times.
- (G) The Customer's service line from the curb cock or coppersetter to the place of consumption shall be installed in a workmanlike manner and shall be furnished, installed and maintained by the Customer at his/her own expense and risk.
- (H) The Customer's service line and all connections and fixtures attached thereto shall be subject to the inspection of the Company before the water will be turned on, and all premises

### 6. INSTALLATION AND MAINTENANCE OF SERVICE LINES – Clinton County (Cont'd)

receiving a supply of water and all service lines, meters and fixtures, including any and all fixtures within the said premises, shall at all reasonable hours be subject to inspection by any duly authorized employees of the Company.

- (I) The Customer's service line shall be laid so that it has a depth of cover of at least five (5) feet at all points and shall be placed on firm and continuous earth so as to give unyielding and permanent support; shall not be laid in driveways nor pass through premises other than that to be supplied; and shall be installed in a trench at least two feet in a horizontal direction from any other trench wherein gas pipe, sewer pipe, or other facilities, public or private, are or are to be installed.
- (J) The Customer shall install and properly maintain in good working condition a stop and waste cock of a type approved by the Company on the Customer's service line immediately inside the foundation wall in a readily accessible location and in a place protected from the possibility of freezing and so placed that it will shut off and drain all plumbing within any and all buildings in the premises.
- (K) The Customer shall install the service line to the curb line at a point designated by a manager of the Company, after which the Company will install the service connection from the main to the curb line.
- (L) Where the Company's service connection is already installed to the curb line, the Customer shall connect with the service connection as installed.
- (M) The Customer shall make all changes in his/her portion of the service line required on account of changes of grades, relocation of mains and other causes.
- (N) No fixture shall be attached to, or any branch made in, the service line between the meter and the distribution main.
- (O) There shall be no more than one service line supplying a single premise and each premise shall be supplied through an independent service line from a separate curb cock or coppersetter, unless otherwise approved by the Company in writing.

# 6. INSTALLATION AND MAINTENANCE OF SERVICE LINES – Clinton County (Cont'd)

- (P) Customer's service lines must be kept and maintained in good condition and free from all leaks and defects at the Customer's cost and expense, and for failure so to do, the water service may be discontinued.
- (Q) If a Customer, owner, occupant or any of his/her agents, in making an attachment or in shutting off or turning on water, should not properly replace the curb box cap, or should damage the curb cock, curb box, coppersetter, or other property of the Company, such repairs shall be made only by the Company, but at the Customer's cost and expense.
- (R) No plumber shall part with the possession of a key for turning on or off the water, except to an employee of the Company.
- (S) After testing any work, the plumber shall turn off the water from such premises, except where the work is a simple extension or additional fixture on a service then in use. Where water was found turned off previous to making alterations or repairs, plumbers shall not leave water turned on when work is completed.
- (T) No plumber or other person shall turn on water to any premise, where supplied by old or new service, or allow any person in his/her employ to do so without written permission from the Company. Any violation of this Rule may subject plumber or any other person to prosecution by law, and result in discontinuance of water service.
- In case of accidents to services, plumbers are permitted to turn off the supply to such services, but notice thereof shall be given the Company within twenty-four (24) hours after so doing.
- (V) No plumber, Customer, occupant, owner or any of his/her agents shall connect to the Company's distribution main or to any service line, or extend the pipes there from to any premises for the purpose of securing a supply of water, until application has been made therefore to the Company as provided in these Rules and Regulations, and permission for doing so has been granted by the Company in writing.
- (W) In cases where the city orders service connections installed in anticipation of street improvements, from the street mains to vacant property or where service is not to be used immediately, the Company will install such service connection when the cost thereof is advanced to it by the property owner or owners or their

## 6. INSTALLATION AND MAINTENANCE OF SERVICE LINES – Clinton County (Cont'd)

agent which advance will be applied as a credit on future bills for water service to said respective premises, when service is later applied for and furnished; provided, however, that in case title to the premises is later transferred through sale or otherwise, all or any part of the deposit not then refunded shall automatically become a credit to the account of the succeeding owner or owners, to be refunded in like manner.

(X) Where and when public streets are to be permanently paved and all necessary resolutions or ordinances to this end have been passed by the City, the Company will, upon order of the City, renew any iron water service connections to existing active consumers located on such streets, or such part thereof as would thereafter be under the pavement between the curb lines, using for such renewals copper or plastic tubing or pipe of such other material as may be approved by the City.

#### Scott County

- (A) Upon application of a customer for a tap, the Company will make such tap and will charge the Customer for the actual cost of the labor and materials required, plus 15% for overhead charges. The materials used for tapping the main shall include a corporation cock, a curb cock, and a curb shut-off box and rod. The corporation cock will be installed by the Company at the expense of the Customer, and shall remain under the Company's sole control and jurisdiction. The remainder of the service line from the street main to the premise, shall be installed by and at the expense and risk of the Customer.
- (B) The minimum size for any service line shall be 3/4-inch, and the Company reserves the right to determine and specify the size, kind and quality of all materials entering into the connections to its mains, and the services installed there from.
- (C) All service lines shall comply with all ordinances or laws of the city or state as to the kind and method of construction and installation. They shall be laid at all points at least four and one-half feet below the surface of the ground and shall be placed on firm and continuous earth so as to give unyielding and permanent support. They shall not be laid in sewer ditches, nor in driveways, nor pass through premises other than that to be supplied, and shall be installed in a trench at least twenty-four inches in a horizontal direction, in undisturbed earth, from any other trench wherein are laid gas pipe, sewer pipe, or other facilities, public or private.

# 6. INSTALLATION AND MAINTENANCE OF SERVICE LINES – Scott County (Cont'd)

- (D) The Customer shall install a stop and waste cock of a type approved by the Company on the service line immediately inside the foundation wall of the building supplied, and so located as to be easily accessible to the occupants and to provide proper drainage for all of the pipes in the building, as well as for the meter, if installed in the building.
- (E) The service line and all connections and fixtures attached thereto shall be subject to the inspection of the Company before the water will be turned on, and all premises receiving a supply of water and all service pipes, meters and fixtures, including any and all fixtures within the said premises, shall at all reasonable hours be subject to inspection by any duly authorized employees of the Company.
- (F) Each new premises, or existing premises to be altered, shall be supplied through an independent service line from a separate curb stop and box, and all double houses and apartment buildings which do not qualify as a single premises as defined under Rule 2, and similar structures, shall have a separate service connection for each tenant unless specifically approved or ordered by the Company, in which event the owner is to be solely responsible for all water used on and in said buildings or premises.
- (G) The Customer shall, at his/her own cost and expense, make all changes in the service line required or rendered necessary on account of changes in the street grades, relocation of mains, or other causes.
- (H) No fixture shall be attached to, or any branch made in, the service line between the distribution main and the meter.
- (I) Any repairs or maintenance necessary on the service line or on any pipe or fixture in or upon the Customer's premises shall be performed by the Customer at his/her expense and risk.
- (J) Service lines and curb stops must be kept and maintained in good condition and free from all leaks, and curb boxes must be kept free of debris, and for failure so to do the water supply may be discontinued.
- (K) The Company shall in no event be liable for any damage done or inconvenience caused by reason of any break, leak or defect in, or by water escaping from service lines, or from fixtures on the premises of the owner or Customer.

6.	INSTALLATION AND MAINTENANCE OF SERVICE LINES – Scott County (Cont'd)			
	(L)	The curb box or meter box shall be set on a level with the grade of the surrounding terrain on which the installation is made and shall be kept accessible at all times.		
	(M)	After testing any work, the plumber shall turn off the water from such premises, except where the work is a simple extension or additional fixture on a service then in use. Where water was found turned off previous to making alterations or repairs, plumbers shall not leave water turned on when work is completed.	(T)	
	(N)	No plumber or other person shall turn on water to any premises whether supplied by old or new service, or allow any person in his employ to do so without written permission from the Company. Any violation of this rule shall subject plumber or any other person to prosecution by law.	(T)	
	(O)	In case of accidents to services, plumbers will be permitted to turn off the supply to such services, and notice shall be given the Company within twenty-four hours.	(T)	
	(P)	Whenever the Company finds any pipe or fixture upon the Customer's premises broken or not in serviceable condition, it will notify the Customer of the fact; and should said Customer fail to remedy the defects promptly, water will be shut off, and not turned on again until such conditions have been corrected.	(T)	
	(Q)	Each plumber shall provide the Company with a sketch showing by appropriate measurements, the exact location of each curb stop installed by him/her.	(T)	
7.	METERS			
	(A)	Water will be supplied to all Customers by meter measurement only, except those Customers having special connections and receiving service under an "Application for Special Connection" shall pay for such service in accordance with the applicable schedule of rates, and the Company shall have the right to place a meter upon any service line and charge for water service by meter measurement.		
	(B)		(D)	
	(B1)	All meters, except detector devices and/or fire service line meters, except as otherwise provided elsewhere in these Rules and Regulations, shall be furnished, installed, maintained, tested, repaired and replaced only by and at the expense of the Company and shall remain its property; but in case of damage to any such meter by reason of any act, neglect	(T) (T) (T) (T) (T)	

# 7. METERS (Cont'd)

or omission on the part of the Customer (such as damages occasioned by fire, frost, hot water, accident or misuse) the Customer shall pay to the Company the cost of its repair on presentation of bill therefore.

- (C) In cases where meters are owned by the Customer or owner of the premises supplied (Customer-owned meter), the owners of such meters shall be liable for the maintenance, testing and repair of such meters, which work shall be done only by the Company, but at the cost and expense of the owners thereof (Not applicable to Scott County).
- (D) The ownership and title to Customer-owned meters, with the exception of fire line meters or detector devices installed on private fire services as required under Rule 5, will be accepted by the Company when legally assigned and transferred to it upon a form provided therefore, and in consideration of the assignment and transfer thereof the Company will assume thereafter the responsibility for maintaining, repair and testing such meters at its own cost and expense (Not applicable to Scott County).
- (E) The Company reserves the right to determine the kind, size and type of meter that shall be placed on any service line and such meters will be furnished, installed and removed by the Company alone and shall remain its property.
- (F) Meters may be located in an outdoor pit, or inside the Customer's premises. If located inside the premises, meters shall be located just within the foundation walls of the premises supplied, and a proper place and protection therefore shall be provided by the property owner or Customer, which location must be acceptable to the Company as most convenient for its service, so that the meter may easily be examined, read or removed. The Customer shall at his/her own expense provide suitable pipe connections and two shut-off valves, one at the inlet side of the meter and the other at the outlet side thereof, and other fittings as may be designated by the Company for the proper installation and protection of the meter.
- (G) If an outdoor setting is made for the convenience of the Customer, the cost of the meter box or vault shall be borne by the Customer.
- (H) When the meter is installed in an underground pit, the pit shall be placed just inside the Customer's property line, in a convenient and readily accessible location mutually acceptable to the Customer and the Company, and shall be furnished and installed by and at the cost and expense of the Customer.

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(T)

# 7. METERS (Con'td)

The pit shall be designed and constructed in accordance with proper utility standards so as to protect the meter from freezing and damage by vehicular traffic, and designed and located as to prevent the inflow of surface water

- (J) Subject to section B, when the meter is to be installed indoors, it shall be located, as near as practical, to where the service pipe enters the building, in a clean, dry, safe place, protected from freezing and hot water, not subject to wide temperature variations, and so placed as to be at all times accessible for reading, inspection and removal for testing.
- (K) Separate premises shall be separately metered and billed, and only one premise shall be supplied through one meter or meter setting unless specifically approved or ordered by the Company.
- (L) The Company reserves the right to put seals on any water meter, or on its couplings in and for any premises, and may shut off the supply if such seals are found broken or removed.
- (M) No Customer shall remove or cause or permit the removal of a meter by his/her agents once it has been placed, and any change in location of the meter desired by the Customer shall first be approved by the Company in writing, but shall be made by the Customer at his/her own cost and expense.
- (N) The Company may at any time remove any meter for routine tests, repair or replacement and may, at its option and expense, test any meter when the Company has reason to believe that it is registering inaccurately.

### 8. MULTIPLE METER SETTINGS

- (A) When more than one meter setting is installed upon a Customer's premises at the request of the Customer or due to conditions existing upon the premises of the Customer, then each meter setting shall be treated separately as if it belonged to a separate Customer, and the registrations of such meters will not be combined.
- (B) In all other instances where more than one meter setting is installed on a Customer's premises, then the registration of all such meters will be combined, and the Water Service Charge will be the sum of the individual Water Service Charges for all such meters.

## 9. METER TESTING

- (A) All meters used for measuring quantity of water delivered to a Customer shall be in good mechanical condition, and shall be adequate in size and design for the type of service which they measure and shall meet the standards of accuracy prescribed by Chapter 21 of the Board's regulations governing service supplied by water utilities.
- (B) The Company will make a test of the accuracy of registration of a meter upon request of a Customer, and in his/her presence if he/she so desires, provided such Customer does not make a request for such tests more frequently than once in eighteen (18) months.
- (C) Upon the written application of a Customer to the Board, the test of the Customer's meter will be supervised by a representative of the Board in accordance with the following terms and conditions:
  - I. The application for such tests shall be made in writing to the Board by certified or registered mail and shall be accompanied by a certified check or money order made payable to the Company in the amount indicated below:
    - (a) Capacity of 80 gallons per minute or less ...... \$24.00
    - (b) Capacity of over 80 gallons, up to 120 gallons per minute ......\$26.00
    - (c) Capacity of over 120 gallons per minute.......\$30.00
  - II. The Board will forward the deposit to the Company and will notify the Company of the requirement for the test, and the Company will not knowingly remove or adjust the meter until instructed by the Board. The Company shall furnish all instruments, load devices and other facilities necessary to the test and shall perform the test and shall furnish verification of the accuracy of test instruments used.

## 9. METER TESTING (Cont'd)

- III. The Company will notify the Customer in advance of the date and time of the test so that the Customer, or his/her representative, may be present when his/her meter is tested.
- IV. If upon testing the meter is found to over-register to an extent requiring a refund under the provisions of Board Rule 21.4 (6) <u>a</u>, the amount paid to the Company for the test will be returned to the Customer by the Company.
- V. The Company shall make a written report of the results of the test which shall be sent to the Customer and to the Board.
- (D) These rules shall not interfere with the practice of the Company in its tests of water meters except that, in the event of a written application to the Board by a Customer for a test by the Board, the Company will not knowingly remove or interfere with said meter without the consent previously given in writing by the Customer or by the Board.

## 10. ADJUSTMENT OF BILLS

- (A) The quantity of water recorded by the meter shall be conclusive and binding upon both the Customer and the Company, except when the meter is found to be out of order or inaccurate by test. There shall be no allowances made for water used or unaccounted for, lost or wasted through leaks, carelessness, neglect or otherwise after same has passed through the meter. In any case the meter will be promptly repaired or replaced by the Company. The quantity of water used will be determined by the registration of the meter in the same period for the preceding year, and the Customer's bill will be adjusted in accordance with the applicable provisions of Chapter 21 of the Board's regulations governing service supplied by water utilities.
- (B) If a meter has ceased to register, or if on test of any meter by the Company, a meter has been found to have a percentage of error greater than that allowed by the Board, the Customer's bill will be adjusted in accordance with the applicable provisions of Chapter 21 of the Board's regulations governing service supplied by water utilities.

## 10. ADJUSTMENT OF BILLS (Cont'd)

- (C) Whenever a meter in service is tested and found to have over registered more than two (2) percent, the Company shall adjust the Customer's bill for the excess amount paid. The estimated amount of overcharge is to be based on the period the error first developed or occurred. If that period cannot be definitely determined, it will be assumed that the over-registration existed for a period equal to one-half the time since the meter was last tested, or one-half the time since the meter was installed. If the recalculated bill indicates that more than one dollar (\$1) is due an existing customer, the full amount of the calculated differences between the amount paid and the recalculated amount shall be refunded to the Customer. If a refund is due a person no longer a customer of the Company, a notice shall be mailed to the last known address.
- (D) Whenever a meter in service is found not to register, the Company may render an estimated bill.
- (E) Whenever a meter is found to be more than two (2) percent slow, the Company may bill the Customer for the amount the test indicates the Customer has been undercharged for the period of inaccuracy or a period as estimated in 10(C) above, unless otherwise ordered by the Board.

## 11. CUSTOMERS' GUARANTEE DEPOSITS

- (A) The Company may require from any customer or prospective customer a deposit intended to guarantee payment of bills for service.
- (B) The total deposit shall not be less than five dollars nor more in amount than the maximum estimated charge for service for 90 days or as may reasonably be required by the Company in cases involving service for short periods or special occasions.
- (C) A new or additional deposit may be required from a Customer when a deposit has been refunded or is found to be inadequate. Written notice shall be mailed advising the Customer of any new or additional deposit requirement. The Customer shall have no less than 12 days from the date of mailing to comply. No written notice is required to be given of a deposit required as a prerequisite for commencing initial service.
- (D) The Company shall issue a receipt of deposit to each Customer from whom a deposit is received.

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## 11. CUSTOMERS' GUARANTEE DEPOSITS (Cont'd)

- (E) Interest shall be paid by the Company to each Customer required to make a deposit at the rate determined by Board Rule 21.4(2)(e). Interest shall be paid for the period beginning with the date of deposit to the date of refund or to the date that the deposit is applied to the Customer's account, or to the date the Customer's bill becomes permanently delinquent. The date of refund is that date on which the refund or the notice of deposit refund is forwarded to the Customer's last known address. The date a Customer's bill becomes permanently delinquent is the most recent date the account is treated as uncollectible.
- (F) The deposit shall be refunded after twelve (12) consecutive months of prompt payment, unless the Company has evidence to indicate that the deposit is necessary to ensure payment of bills for service. In any event, the deposit, less any delinquent balance, shall be refunded upon termination of the Customer's service.
- (G) The Company shall make a reasonable effort to return each unclaimed deposit and accrued interest after the termination of the services for which the deposit was made. The Company shall maintain a record of deposit information for at least two (2) years or until such time as the deposit, together with accrued interest escheats to the state pursuant to Iowa Code Section 556.4 at which time the record and deposit, together with accrued interest, less any lawful deductions, shall be sent to the state treasurer pursuant to Iowa Code Section 556.11.

## 12. TERMS AND CONDITIONS OF BILLING AND PAYMENT

(A)	Private fire service charges shall be payable monthly in advance.	(T)
(B)	Bills for general water service by meter measurement will be rendered and payable monthly in arrears.	(D)
(C)	All bills for water and service are due and payable at the office of the Company when rendered, or at a designated branch collecting agency, and are considered delinquent if not paid within 20 days thereafter. Failure to pay within 20 days may render the Customer subject to a late payment charge. A disconnection notice will be sent to the Customer. The Customer then has twelve (12) days, excluding Sundays and legal holidays, following the disconnection notice to resolve the account before disconnection occurs as provided	(T) (T)

## 12. TERMS AND CONDITIONS OF PAYMENT (Cont'd)

in Rule 13. In the event there is dispute concerning a bill for water service, the Company may require the Customer to pay a sum of money equal to the amount of the undisputed portion of the bill pending settlement and thereby avoid discontinuance of service for nonpayment of the disputed bill for up to forty-five (45) days after the rendering of the bill. The forty-five (45) days shall be extended by up to sixty (60) days if requested of the Company by the Board in the event the Customer files a written complaint with the Board.

- (D) All bills will be sent to the address entered in the application unless the Company is notified in writing by the Customer of any change of address. The Customer is responsible for furnishing the Company with his/her correct address and failure to receive bills because of failure to furnish said correct address will not be considered an excuse for non-payment nor permit an extension of the date beyond which the account would be considered delinquent.
- (E) The Company will not be bound by bills rendered under mistake of fact as to the quantity of service rendered.
- (F) Where a service is used for both general water and private fire purposes, separate charges will be made for both purposes according to the established schedule of rates. In the event of a bona fide fire (confirmed by the local fire department) for which water is used to combat the fire, the Customer's bill for general water service during the billing period in which the fire occurred shall be adjusted, upon application by the Customer, to eliminate the charges for water use to combat the fire. The bill for general water service for the period shall be the average of the last three bills for such service. Each customer making application for service to be used for both general and private fire purposes shall be advised of this provision of the Company's tariff at the time of application for such service.
- (G) An adjustment shall be made for unusually high bills resulting from leakage of water on Customer's premises when such leakage occurs without the knowledge of the Customer, has been repaired promptly upon its discovery and has not been a recurring problem. In such cases, the adjustment will be in the amount of one-half the difference between the bill as rendered, and a bill computed on the basis of the Customer's use for a corresponding period in previous years.
- (H) Payments shall be made at the office of the Company or at a third party pay station designated by the Company, or at such other places conveniently located as may be designated by the Company. Such third party pay stations may, in their discretion, charge the Customer a fee for processing the Customer's payment. Such fee shall be the sole responsibility of the Customer.

## 12. TERMS AND CONDITIONS OF BILLING AND PAYMENT (Cont'd)

- (I) The use of water by the same Customer in different premises or localities will not be combined and each installation shall stand by itself.
- (J) No bill, except for the initial bill or the final bill, will be rendered in an amount less than the Water Service Charge for one (1) month.
- (K) The Company's bill form is included in <u>Appendix I</u> on sheet no. 48.

## 12. DISCONTINUANCE OF WATER SERVICE

- (A) No allowance for vacancy or for non-usage will be made unless the water has been shut off from the premises in compliance with request of the Customer by a representative of the Company by a stop cock located at the curb. A charge for any service shut off or turned on at the request of a Customer after regular business hours or on Saturdays, Sundays or holidays, will be the actual cost incurred by the Company.
- (B) Except as provided under Rule 15, the Company will not discontinue the service of any Customer for failure to provide or maintain any required guarantee deposit, or for violation of any rules or regulations of the Company or for non-payment of bills, except on written notice of at least twelve (12) days, excluding Sundays and legal holidays, mailed to such Customer at his/her address as shown upon the Company's records, or personally delivered to him/her or a member of his/her household, advising the Customer in particular what rule has been violated, for which service will be discontinued if the violation is permitted to continue; provided, however, that no service will be disconnected on the day prior to a week-end or holiday. Subject to the foregoing provisions, service rendered and under any application, contract or agreement may be discontinued by the Company for any of the following reasons:
  - I. For willful or indifferent waste of water due to unmetered leakage.
  - II. For failure to protect from injury or damage the meter and connections or for failure to protect and maintain the Customer's service line or fixtures in a condition satisfactory to the Company.

## 13. DISCONTINUANCE OF SERVICE (Cont'd)

- III. For failure to provide the Company's employees free and reasonable access to the premises supplied or for obstructing the way of ingress to the meter or other appliances controlling or regulating the Customer's water service.
- IV. For non-payment of any account for water supplied, for water service, or for meter or service maintenance, or for any other fee or charge due under the Company's Rates, Rules and Regulations.
- V. For violation of, or non-compliance with, any rule or regulation of the Company.
- VI. For failure of the Customer to fulfill his/her contractual obligations for service or facilities subject to regulation by the Board.
- (C) Service may be discontinued without notice for any of the following reasons:
  - I. In the event of a condition determined by the Company to be unreasonably hazardous.
  - II. In the event of Customer use of equipment in such a manner as to adversely affect the Company's equipment or its service to others.
  - III. When the Company has discovered clear and convincing evidence that by fraudulent means a Customer has obtained unauthorized water service or has diverted the water service for unauthorized use or has obtained water service without same being properly registered upon the Company's meters.
- (D) Discontinuing water service to a premises for any reason shall not prevent the Company from pursuing any lawful remedy by action at law or otherwise for the collection of monies due from the Customer.

## 13. DISCONTINUANCE OF SERVICE (Cont'd)

(E) In cases where plumbing has been installed prior to adoption of and not in accordance with these Rules, and water is being taken through a single service line to supply two or more premises, the party making application shall be responsible for all water bills and other legitimate charges. Any violation of the Rules of the Company with reference to either or any of the said premises or for the supply of water thereto, shall be deemed a violation as to all, and the Company may enforce compliance with these Rules by shutting off the entire service; except that such action will not be taken until the Customer who is not in violation of the Company's Rules, has been given a reasonable notice and opportunity to attach his/her pipes to a separately controlled curb stop cock or coppersetter to be provided by and at the expense of the Company.

## 14. RENEWAL OF WATER SERVICE AFTER DISCONTINUANCE

- (A) When water service to a premise has been terminated for any reason, other than for temporary vacancy in accordance with Rule 15, it will be renewed only upon the acceptance of a new application and after the conditions, circumstances or practices which caused the water service to be discontinued are corrected to the satisfaction of the Company, and upon payment of all charges due and payable by the Customer in accordance with the Company's Rates, Rules and Regulations.
- (B) No Customer whose service has been turned off shall turn same on, or have same done by anyone other than the Company. Any violation of this rule may result in prosecution by law and result in discontinuance of water service.

## 14A. CHARGE FOR DAMAGED CURB STOP OR CURB BOX

When it is necessary for the Company to repair damaged customer-owned curb stops or curb boxes to effect discontinuation of water service on account of non- payment of any bill, the Customer will be responsible for up to Six Hundred Dollars (\$600) of the full cost of repairing or replacing damaged curb stop or curb box. Payment of such cost shall be one of the charges which must be paid prior to renewal of water service pursuant to Section 14 of these Rules and Regulations

## 15. TURN-ON CHARGE

(A) When it has been necessary to discontinue water service to any premises because of temporary vacancy, a violation of the Rules and Regulations, or on account of nonpayment of any bill, a minimum charge of Forty Six Dollars Zero Cents (\$46.00) will be made to partly cover the expense of turning on water, except that the charge for any service turned on at the request of a Customer after regular hours or on a Saturday, Sunday, or holiday, will be the actual cost incurred by the Company.

## 15. TURN-ON CHARGE (Cont'd)

This charge together with any arrears that may be due the Company for charges owed by the Customer, and any service deposit required by the Company, must be paid before the water will again be turned on.

(B) If at the time of such discontinuance of service the Customer does not have a deposit with the Company, the Company may require a cash deposit as a guarantee of the payment of future bills before the water will be turned on.

## 16. CUSTOMERS REQUIRING UNINTERRUPTED SUPPLY

- (A) The Company will endeavor to give reasonable service but does not guarantee a sufficient or uniform pressure or an uninterrupted supply of water, and Customers are cautioned to provide sufficient storage of water where an absolutely uninterrupted supply must be assured, such as for steam boilers, hot water systems, gas engines, etc.
- (B) Fixtures or devices taking a supply of water directly from the service lines, depending upon the hydraulic pressure of the pipe system of the Company for supplying same under working pressure, will do so at the risk of the parties making such attachments, as the Company will not be responsible for any accidents or damages to which such fixtures or devices are subject.

### 17. INTERCEPTING TANK REQUIRED FOR LARGE CUSTOMERS

- (A) Service lines shall not be connected to the suction side of pumps, and uses of a character requiring a large quantity of water within a short period of time will not be permitted except through intercepting or intermediate storage tanks, unless approved by the Company in writing.
- (B) The inlet connection for tanks shall discharge at a point no less than six inches above the overflow of such tanks, and must be approved by the Company in writing.
- 18. CHECK VALVES, RELIEF VALVES, FLUSH VALVES AND VACUUM BREAKERS
  - (A) Customers having boilers, hot water heating systems or hot water heaters (heating systems) connected with mains of the Company must have a check valve in the supply pipe to the heating systems and a relief valve at some point between the check valve and heating system.

## 18. CHECK VALVES, RELIEF VALVES, FLUSH VALVES AND VACUUM BREAKERS (Cont'd)

- (B) All Customers are hereby cautioned against danger of collapse of boilers, since it is sometimes necessary to shut off the supply of water without notice, and for this reason a vacuum valve should be installed in the steam line to prevent collapse in case the water supply is interrupted.
- (C) The Company will not be responsible for accidents or damages resulting from the imperfect action or failure of check, relief or vacuum valves.

#### 19. PLUMBING WORK MUST BE INSPECTED BY COMPANY

All plumbing work done in connection with pipe and fixtures connected with the Company's mains shall be submitted for the inspection of the Company before such underground work is covered up. Whenever the Company determines that plumbing work is defective, although not necessarily in direct violation of these Rules and Regulations, the Company may insist upon its being corrected before the water will be turned on.

## 20. CROSS-CONNECTIONS

- (A) A cross-connection is any connection or structural arrangement between the pipelines of the Company of any pipe, fixtures or other facilities directly or indirectly connected therewith, and any private source or system of water supply, or non-potable source or system, including soil, waste, drainage and other piping and fixtures or hoses or other devices connected thereto on Customer's premises, through which backflow can occur.
- (B) By-pass arrangements, jumper connections, removable sections, swivel or change-over devices, and other temporary or permanent devices through which, or because of which, backflow can occur, are considered to be cross-connections.
- (C) No cross-connection shall be permitted unless an acceptable form of protection against contamination by backflow into the water distribution system is provided. An acceptable form of protection is one which meets the approval of the Iowa State Department of Health and the local regulating health agency. The required protective device or system shall be provided and

## 20. CROSS-CONNECTIONS (Cont'd)

installed by the Customer and maintained by him/her in good working condition, all at his/her own cost and expense and shall be subject to the inspection, test and approval of the Company before being placed in service, and at such times thereafter as may be deemed necessary by the Company.

(D) Any cross-connection made or permitted to exist which is in violation of the provision of this Rule shall be removed forthwith or corrected in a manner acceptable to the Iowa State Department of Health and the local regulating health authority. Failure to do so may result in immediate discontinuance of water service.

## 21. EXTENSION OF DISTRIBUTION MAINS

- Unless other terms and conditions are approved by the Board, extension of the Company's distribution mains shall be in accordance with Board Rule 21.3(5). Advances for construction costs shall include the associated income tax liability (gross-up method) and refunds shall also include an additional amount representing the associated income tax at the time of refund.
- (B) The estimated construction costs for a distribution main extension shall also include the proposed main extension to the end of the lot or frontage of the most remote original applicant to have service applicable; provided, however, that if this is a corner lot or a lot immediately adjacent to a corner lot, the terminal point of the extension shall be located so that the main constructed hereunder ties in with the existing main located in such intersecting street, or if there is no main located in such intersecting street, the terminal point of the extension made hereunder shall be located at the nearest right-of-way line of such intersecting street. If the street in which the main is to be laid dead-ends in a cul-de-sac or appears to be permanently dead-ended against a railroad, creek, river, or other physical or natural barrier, the estimated cost of the main extension, if serving the most remote lot or frontage, shall be based on a termination point at the most remote service line connection.
- (C) If the estimated construction costs to provide a distribution main extension are greater than the free extension provided in the Board Rule 21.3(5), the main extension shall be made pursuant to a Water Main Extension and Deposit Agreement.

## 21. EXTENSION OF DISTRIBUTION MAINS (Cont'd)

(D) See the form: Water Main Extension and Deposit Agreement in <u>Appendix III</u> on sheet nos. 52-55.

(T)

## 22. USE of PUBLIC FIRE HYDRANTS

The following regulations shall govern the use of public fire hydrants in all territory served:

- (A) The use of fire hydrants shall be restricted to the taking of water for the extinguishing of fires, and water shall not be taken from any fire hydrant for construction purposes or for any other use, unless allowed by franchise or specifically authorized by the Company in writing as to the particular time, occasion, location and use.
- (B) No hydrant shall be opened while a fire is burning or being extinguished except those actually used on the fire.
- (C) Any person opening a hydrant shall remain in the immediate vicinity and in control of the hydrant during the time the hydrant is open, and shall close the hydrant immediately after its use is no longer required.
- (D) The City, and others who may be specifically authorized by the Company to operate fire hydrants, shall notify the Company after any hydrant has been opened.
- (E) Any expense for damages or repairs caused by persons operating fire hydrants shall be paid for by such persons.

## 22. USE OF PUBLIC FIRE HYDRANTS (Cont'd)

- (F) Whenever the removal of a hydrant is ordered, or a change in location, size or type of a fire hydrant is ordered, requested, or made necessary due to change in line or grade of any highway, street, roadway, curb or walk, or for any other reason, said removal or change will be made by the Company at the expense of the municipality or other party ordering, requesting, or making necessary such removal or change.
- (G) Hydrants may be opened only by a member of the Fire Department and only in the case of fire or for Fire Department purposes. In addition, the City may designate two employees who may also be permitted to open hydrants in accordance with the rules of the Company supplying the water.
- (H) Employees of the City, for purposes other than a fire, shall not use more than one 2-1/2" hose outlet at any one time without the consent of the Company. In the event the draft of any one hose is longer than fifteen minutes, the Company shall be so notified.

## 23. INTERRUPTIONS IN WATER SUPPLY

- (A) The Company may at any time shut off the water in the mains in case of accident or emergency, or for the purpose of making connections, extension, improvements, alterations, repairs, changes, or for other reasons, and may restrict the use of water to reserve a sufficient supply in its reservoirs for public fire service or other emergencies whenever the public welfare may so require. However, the Company shall use its best efforts, so far as circumstances will permit, to give notice to its customers of its intention to cut off the supply. The notice shall include the time and anticipated duration of the interruption. Interruptions should be scheduled at hours which create the least inconvenience to the customer.
- (B) The temporary shutting off of water from any premises for the circumstances described in Rule 23(A), non-payment of bills, leaking pipes, fixtures, etc., shall not entitle the Customer to a deduction in the amount of his/her water charges during the time of such temporary shut-off. The shutting-off of water temporarily shall not cancel a contract for water supply except at the option of the Company or upon written notice from the Customer. The Company shall retain records of interruptions for a period of at least (5) years.

## 24. LIABILITY OF COMPANY

- (A) The Company will undertake to use reasonable care and diligence in order to prevent and avoid interruptions and fluctuations in the service, but it cannot and does not guarantee that such will not occur. The Company shall not in any way or under any circumstances be held liable or responsible to any person or persons for any loss or damage from any excess or deficiency in the pressure, volume, or supply of water, due to any cause whatsoever, other than those caused by the Company's gross negligence or willful or wanton acts.
- (B) Other than for damages caused by the Company's gross negligence or willful or wanton acts, the Company shall not be liable for any damages resulting from the breaking of any mains or service pipes, or by reason of any interruption of the supply of water caused by the malfunction of machinery or facilities, the stoppage thereof for necessary repairs, or for any other reasons, and no person shall be entitled to damages nor have any portion of a payment refunded for any interruption of service.
- (C) The Company will make every effort to maintain a pressure on the distribution system that is required for reasonable service, but it does not guarantee to furnish at all times any given quantity for fire or for general purposes.
- (D) The Company shall not be liable for accidents or damages to boilers, hot water tanks, etc., resulting from low or negative pressure, the discontinuance of service, nor by reason of the breaking of any main, water pipe, fixture or appliance whether owned by the Company or Customer, except where such accidents are caused by the Company's gross negligence or willful or wanton acts. The Company will exercise every care in this matter, and in the event of the necessity of turning off water, every reasonable effort will be made to notify the Customers.
- (E) The Company shall not be considered in any manner an insurer of property or persons, or to have undertaken to extinguish fire or to protect any persons or property against loss or damage by fire, or otherwise. The Company agrees to furnish and provide such supply of water as shall then be available and no other or greater, and it shall be free and exempt from any and all claims for damages on account of any injury to property or persons by reason of fire, water, failure to supply water or pressure, or for any other cause whatsoever, other than those caused by the Company's gross negligence or willful or wanton acts.

## 25. OWNERSHIP OF PROPERTY

All pipe, fittings, equipment, meters or other appurtenances, when installed at the expense of the Company, whether located outside or within the Customer's premises, shall at all times be and remain the property of the Company and may at any time during reasonable hours be inspected by the Company and/or removed by it for repair or replacement, or upon the discontinuance of service.

## 26. PLUMBERS AND PLUMBING REGULATIONS

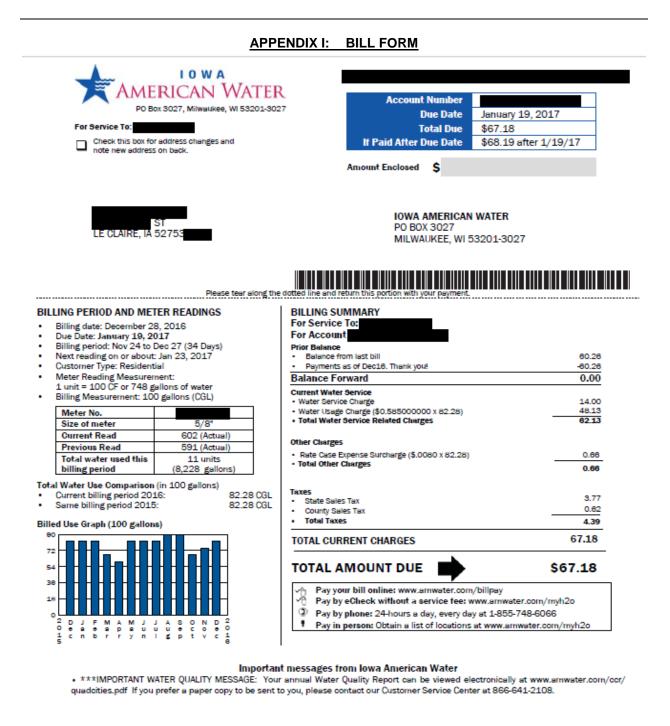
- (A) All plumbing work shall be done in accordance with any plumbing code of the City, state or other governmental unit applicable in the Company's service area, and/or regulations adopted by any duly constituted board or commission having jurisdiction with respect to such matters.
- (B) Only plumbers licensed under any applicable plumbing inspection ordinance or code are permitted to turn on and off water and to make pipe connections.
- (C) Where plumbing work, upon inspection, is found to be in violation of any plumbing ordinance or code, or of any rules or regulations adopted by any municipality, board or commission having jurisdiction over such matters, water service will be discontinued by the Company upon written notice thereof from said duly constituted authorities.

## 27. GENERAL

- (A) No person shall turn the water on or off at any street valve, corporation cock, curb cock, coppersetter or other connection, or disconnect or remove any meter, without the consent of the Company. Penalties provided by law for any such action will be rigidly enforced.
- (B) No employee or agent of the Company shall have the right or authority to bind it by any promise, agreement or representation contrary to the letter or intent of these Rules and Regulations.
- (C) Any complaint against the service or employees of the Company should be made at the office of the Company, and preferably in writing.
- (D) No electric wires shall be grounded on the mains of the Company or on any service lines or pipes or fixtures of any kind which have a metallic connection with the mains of the Company.

#### 28. RULES A PART OF CONTRACT

The foregoing Rules and Regulations and Chapter 21 of the Board's regulations governing service supplied by water utilities shall constitute a part of the contract with each Customer of the Company, and every such Customer shall be considered as having expressed consent to be bound thereby, the same as if such rules and regulations were copied and embodied in all contracts and applications for water service.



Customer Service: 1-866-641-2108 M-F 7am to 7pm Emergency: 24/7

www.iowaamwater.com @11251804151

Issued: March 21, 2017 By: Randy A. Moore, President 5201 Grand Ave. Davenport, IA 52807 Effective Date: March 27, 2017

## APPENDIX II: APPLICATION FOR SPECIAL CONNECTION

This Application for Special Connection (Fire Service Contract) will be completed by Iowa-American Water Company from the DATA sheet supplied by the owner of the proposed fire service.

## Application for Special Connection

This Application made in quadruplicate this \_\_\_\_\_ day of \_\_\_\_\_ MONTH, YEAR

by COMPANY NAME, COMPANY ADDRESS, CITY, (a corporation of the state of STATE) hereinafter called

the "Applicant," to Iowa-American Water Company (a corporation of the State of Delaware), doing business in the

City of \_\_\_\_\_\_(BETTENDORF, CLINTON, DAVENPORT, PANORAMA PARK, RIVERDALE,

LECLAIRE) hereinafter called the "Water Company."

The Applicant, upon the terms and conditions hereinafter set forth, hereby applies to the Water Company for

private fire service consisting of the right to connect a SIZE-INCH service pipe to the distribution main of the Water

Company on LOCATION in the City of \_\_\_\_\_\_(BETTENDORF, CLINTON, DAVENPORT,

PANORAMA PARK, RIVERDALE, LECLAIRE) and attach to said service pipe the following fixtures and openings:

Sprinkler Heads Fire Hydrants Hose Closets Fire Pump

all of which fixtures and openings to be located within or upon the premises of the Applicant abutting the street on which the said main of the Water Company is located.

In consideration for which privilege the Applicant agrees to be bound by all the terms and conditions of this application and pay the Water Company for private fire service at the schedule of rates in effect from time to time during the rendition of such service.

The further terms and conditions upon which this application may be accepted by the Water Company are as follows:

First: That this application and the acceptance thereof by the Water Company is subject to the prior approval of the fire department having jurisdiction of the premises to be served.

Second: That the entire private fire service system on Applicant's premises shall be subject to the inspection, test and approval of the Water Company, and the Water Company by its representatives, shall have the right to enter the premises of the Applicant at any reasonable time for the purpose of making such reasonable inspections as it may deem necessary, and to insure compliance with the terms and conditions of this application.

Third: That all pipes and appurtenances shall be constructed and maintained in good condition by and at the expense of the Applicant.

Fourth: That a fire line meter or detector device, approved by both the Water Company and the fire underwriters, will be required on the service at the location approved by the Water Company. Such meter or device shall be installed and maintained by and at the cost and expense of the Applicant, but subject to the inspection and approval of the Water Company. The by-pass meter only, used with the detector device, shall be furnished, installed and maintained by the Water Company at its cost and expense.

Fifth: That a gate valve controlling the entire supply shall be placed at the curb or property line of the street in which the main is located or at such other point as may be approved by the Water Company, and shall be furnished, installed and maintained by and at the expense of the Applicant, and unless otherwise approved by the Water Company, said valve shall be installed in a valve pit or vault which shall also be furnished, installed and maintained by and at the expense of the Applicant.

Sixth: That all hydrants and other fixtures connected to the private fire service system shall be kept closed and sealed, and not opened or used except during times of fire or testing. Upon extinguishment of each fire or following each test, the Applicant shall immediately close such fixtures and notify the Water Company so that they may be sealed. Whenever a private fire service system is to be tested, the Applicant shall notify the Water Company at least two business days in advance of such proposed test, requesting approval of the method, day, and hour on which it is to be made.

Seventh: That no anti-freeze or any other substance, not specifically approved by the Environmental Protection Agency as non-detrimental to the public water supply, shall be introduced into sprinkling systems or into any pipe, fixture, appurtenance or other portion of the Applicant's private fire service system.

Eighth: That the Applicant understands and agrees that the extent of the rights of the Applicant under this application is to receive, but only at times of fire on said premises, such supply of water as shall then be available and no other or greater quantity. The Applicant further acknowledges and agrees the Water Company shall not be considered in any way or manner an insurer of property or persons, or to have undertaken to extinguish fire or to protect any persons or property against loss or damage by fire, or otherwise, and the Water Company shall be free and exempt from any and all claims or damages on account of any injury to property or persons by reason of fire, water, failure to supply water or pressure, or for any other cause whatsoever, other than those caused by the Water Company's gross negligence or its willful or wanton acts.

Ninth: That this application does not contemplate uses of fixtures other than those herein stated. Any waste of water or use of water through this connection for purposes other than testing or the extinguishment of fire, shall be deemed a violation of the terms and conditions of this Application and of the rules, regulations and conditions of service of the Water Company.

Tenth: That if private fire hydrants are included as part of this Application, they shall be painted any color other than that adopted by the Water Company for public fire hydrants provided such color is approved by the Chief of the Fire Department.

Eleventh: That the Applicant shall furnish, attach and make a part hereof, three (3) complete sets of drawings showing the pipes, pumps, valves, hydrants, sprinkler systems, hose outlets and connections, standpipes, tanks and other openings and appurtenances contemplated in this application. Such drawings, which shall be stamped "Approved" by the Insurance Services Office or other comparable agency approved by the Water Company, must also show all other water supply systems and pipelines and appurtenances which are proposed or which may exist on the premises to be served.

Twelfth: That no pipe, fixtures or appurtenances connected with the private fire service served by this application shall be connected with any pipe, fixtures or appurtenances supplied with water from any other source, unless specifically approved in writing by the Company

Thirteenth: That the Applicant agrees to obtain in advance the approval of the Water Company for any change, alteration, addition or deduction contemplated in the pipes, fixtures, openings and appurtenances and uses herein specified. Notwithstanding the approval of the Water Company, Applicant agrees that, except for those facilities which the Water Company has specifically agreed to provide and maintain, Applicant is and will be solely responsible for the design, adequacy, function and maintenance of its private fire service system referred to in this application.

Fourteenth: That the Water Company has the right to discontinue or disconnect the service pipe herein applied for, and to terminate service under this application, after due written notice to the Applicant, for failure to pay any bill when due, for leakage within Applicant's system, for violation of any of the terms and conditions of this application, or for any violation of its rules, regulations and conditions of service; and the Water Company also has the right to shut off all or any part of its facilities and discontinue the service without notice when deemed necessary by the Water Company (1) if a condition dangerous or hazardous to life, physical safety or property exists, (2) upon order by any court, the Board or other duly authorized public authority, (3) if fraudulent or unauthorized use of water by Applicant is detected, or if the Water Company's regulating or measuring equipment has been tampered with by the Applicant.

Fifteenth: That upon acceptance of this application by the Water Company and the completion of the installation of the service pipe applied for, this application shall be in full force and effect as a contract and shall continue as such until canceled by written notice given thirty (30) days in advance by the Applicant to the Water Company, except as otherwise provided in numbered paragraph Fourteenth above.

Sixteenth: The acceptance of this application by the Water Company must be executed by its Manager and President or Vice President before same becomes effective.

IN WITNESS WHEREOF the Applicant has hereunto signed the day and year first above-written.

(Applicant's Name & Title, Please Print or Type)

WITNESS:

 Witness Signature
 Signature and Title of Applicant of Duly Authorized Representative

 APPROVED this \_\_\_\_\_\_day of \_\_\_\_\_\_, 20\_\_\_\_\_

 WITNESS:

 Witness Signature

 (Fire Chief, Marshal) Signature

 City of \_\_\_\_\_\_

IN WITNESS WHEREOF, the Company hereby accepts the foregoing Application this

\_\_\_\_\_day of \_\_\_\_\_\_, 20 \_\_\_\_\_

WITNESS:

Witness Signature

Issued: February 29, 2012 By: Randy A. Moore, President 5201 Grand Ave. Davenport, IA 52807 Manager

Effective Date: March 13, 2012

#### APPENDIX III: WATER MAIN EXTENSION DEPOSIT AGREEMENT

This Water Main Extension Deposit Agreement will be completed by Iowa-American Water Company from the DATA sheet supplied by the depositor.

#### WATER MAIN EXTENSION AND DEPOSIT AGREEMENT

# THIS AGREEMENT, made and entered into this \_\_\_\_\_\_day of \_\_\_\_\_, 20 by and between \_\_\_\_\_\_IOWA AMERICAN WATER, \_\_\_\_\_\_, hereinafter called the "WATER COMPANY", and \_\_\_\_\_\_, hereinafter called the "DEPOSITOR".

#### WITNESSETH;

In consideration of the reciprocal covenants herein contained and of each act done or to be performed by the DEPOSITOR and the WATER COMPANY pursuant to this Agreement, the parties hereby agree as follows:

FIRST: THE WATER COMPANY contracts and agrees to lay the water main(s) and appurtenances as shown on the drawing attached hereto and made a part hereof, hereinafter called the "Main Extension", described and located as follows:

SECOND: The WATER COMPANY shall construct the Main Extension with reasonable diligence consistent with good business and sound construction practices and the availability of labor, equipment and materials, but the means of making such construction, the methods and materials used therein and the scheduling thereof shall be matters within the exclusive control and determination of the WATER COMPANY.

THIRD: The DEPOSITOR hereby agrees to deposit with the WATER COMPANY prior to commencement of construction of the Main Extension the cash or equivalent sum of \$\_\_\_\_\_\_amount being equal to the estimated cost of installing said Main Extension (\$\_\_) less five (5) times the estimated annual revenue for \_\_\_\_\_\_0 \_\_\_\_\_customers (\$\_\_\_\_\_\_) who shall be connected directly to such Main Extension between its original beginning and original terminus within (30) days of the date said Main Extension is completed. The deposit of the foregoing advance for construction cost shall include the associated income tax liability. The estimated annual revenue to be considered in making this allowance shall be based upon similarly situated customers of the WATER COMPANY. If the required deposit is not made prior to commencement of construction of the Main Extension, the WATER COMPANY shall have the right to revise the estimated cost of the Main Extension, and no work will be performed hereunder until the required deposit has been made. No adjustment of deposit will be made because of a variance between the estimated construction cost of the Main Extension and its actual cost of construction.

FOURTH: The WATER COMPANY expressly reserves and shall have the right in the construction and installation of the Main Extension to determine the size of the main required to supply the needs of the DEPOSITOR based on sound engineering principles, and further, shall also have the right to use, lay, and install pipe of a larger diameter than the size contemplated by this Agreement and as shown on the drawing attached hereto, provided, however, that the WATER COMPANY shall be responsible for the increased cost of the larger diameter pipe over the cost of the pipe contemplated by this Agreement. FIFTH: During the first ten (10) years after the date upon which the aforesaid deposit is made, the WATER COMPANY hereby agrees to refund to the DEPOSITOR in the following manner:

(a) during the first ten (10) years after the date of the deposit and after the stated number of original prospective customers, used for purposes of the allowance in Paragraph THIRD, are taking water from this Extension, The Water Company shall make refunds for each additional new customer taking service through a service line directly attached to said Main Extension between its original beginning and original terminus, plus any fire service customer. Such refunds shall be made once in each calendar quarter for each new customer, including fire service, based upon five (5) times the estimated annual revenues for each such customer based upon similarly situated customers of WATER COMPANY, plus an additional amount representing the associated income tax effect at the time of refund. Only one refund shall be allowed for each premise served by a service line attached to the Main Extension.

(b) provided, however, that the total amount of the refunds to be made by the WATER COMPANY to the DEPOSITOR under this Agreement shall not exceed the original Deposit, without interest thereon, such Deposit being the limit of the WATER COMPANY'S obligation for such refunds hereunder, and that all or any part of the Deposit not refunded within said ten (10) year period shall become the property of the WATER COMPANY.

SIXTH: The Main Extension and all pipes, mains, fire hydrants, meters and other equipment, apparatus and facilities of which said Main Extension is composed shall be and remain the sole property of the WATER COMPANY, the WATER COMPANY having the responsibility for maintenance and repair of the same, and the DEPOSITOR shall have no right, title or interest in such Main Extension or any part thereof by reason of or on account of the DEPOSITOR having made the Deposit hereunder.

SEVENTH: It is expressly understood and agreed that if the WATER COMPANY shall be delayed or prevented from installing the Main Extension and other facilities, if any, herein above described because of its failure to secure pipe or other construction materials, or because of strikes, unusual delay in transportation, unavoidable casualties or for any other causes beyond its control, such failure or delay in performance shall be excused; provided, however, if such failure or delay in performance shall extend for a period of more than one (1) year from the date hereof, the DEPOSITOR shall have the right to cancel and terminate this Agreement on thirty (30) days' written notice to the WATER COMPANY by registered mail and thereafter both parties shall be relieved of all duties and obligations arising hereunder.

EIGHTH: The rights created by this Agreement shall inure to the benefit of, and the obligations created hereby shall be binding upon, the successors and assigns of the parties hereto.

NINTH: This Agreement shall be valid and binding on the WATER COMPANY only when executed by its President or Vice President.

TENTH: Any notice given hereunder shall be deemed sufficient if in writing and sent by registered mail to WATER COMPANY at:

5201 Grand Avenue Davenport, Iowa 52807

and to DEPOSITOR at:\_\_\_\_\_

Executed in triplicate by the parties hereto on the first above written.

WITNESS

WATER COMPANY

DEPOSITOR

Signature

By \_\_\_\_\_ President

WITNESS

Signature

Signature

Signature

Signature

DEPOSIT RECEIVED ON: \_\_\_\_\_

## (N)

#### IOWA AMERICAN WATER

#### WATER MAIN EXTENSION AND DEPOSIT AGREEMENT

#### **BASIS OF DEPOSIT**

- 1. Estimated cost of installing main extension: \$\_\_\_\_\_
- 2. Advance credits:
  - a. Original customers: \_\_0\_\_
  - b. Estimated annual revenue per customer: \$\_\_\_\_\_
  - c. Total credit: [a x b x 5]: \$\_\_\_\_\_
- 3. Tax factor: \_\_\_-0-\_\_\_
- 4. Gross deposit (1 2c) : \$\_\_\_\_\_

Base deposit	\$ 12" deposit
	\$ 8" deposit
	\$ 6" deposit
	\$ Boring

TOTAL \$\_\_\_\_\_