

Hearthstone Water Arizona South, Inc. - Sewer Division  
Rate Schedules  
Effective January 1, 2025

Line  
No.

Monthly Charge	
Clear Springs Service Area	Baca Float Service Area

1  
2 Residential & Commercial Service

3  
4 Description

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6 R1 - Residential \$ 33.00 \$ 65.97

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8  
9 R2 - Commercial \$ 55.00 \$ 109.95

10  
11 Privilege, Sales or Use Tax

12 In addition to all other rates and charges authorized herein, the Company shall collect  
13 from its customers all applicable sales, transaction, privilege, regulatory or other taxes  
14 and assessments as may apply now or in the future, per A.A.C. R14-2-409.D.5.

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APPROVED FOR FILING  
DECISION #: 79641

Hearthstone Water Arizona South, Inc. - Sewer Division

Rate Schedules

Effective January 1, 2025

Line

No.

1

2 **Service Lateral Installation Charges (Per Service Line)**

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5 4-inch Lateral Rate

6 6-Inch Lateral Cost

7 8-inch Lateral Cost

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9 **Service Charges**

Rate

10 Establishment of Service \$ 40.00

11 Reconnection of Service - Delinquent \$ 40.00

12 After Hours Service Charge \$ 45.00

13 Insufficient Funds Check Charge \$ 30.00 (a)

14 Deposit Requirement (Residential) (b)

15 Deposit Requirement (Non-Residential) (c)

16 Interest Rate on Customer Deposits (d)

17 Late Charge per Month (e)

18 Re-establishment (within 12 months) (f)

19 Deferred Payment (Per Month) 1.5%

20 Sewer Tap Charge (Non-Refundable) Cost

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22 (a) Company may only charge one NSF fee when customers are billed for water and wastewater services on one bill.

23 (b) Two times the average residential class bill, per A.A.C. R14-2-603.B.7.a.

24 (c) 2 1/2 times the customers estimated maximum monthly bill, per A.A.C. R14-2-603.B.7.b.

25 (d) 6.0%, per A.A.C. R14-2-603.B.3.

26 (e) Greater of 1.5% or \$5.00

27 (f) Number of months off system times the monthly minimum, per A.A.C. R14-2-603.D.

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29 All items billed at cost shall include labor, materials and parts, overheads and all applicable taxes.

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32 **Privilege, Sales or Use Tax**

33 In addition to all other rates and charges authorized herein, the Company shall collect

34 from its customers all applicable sales, transaction, privilege, regulatory or other taxes

35 and assessments as may apply now or in the future, per A.A.C. R14-2-608.D.5.

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37 **Surcharge Tariffs:**

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39 **Regulatory Expense Surcharge (RES)**

40 The purpose of the Regulatory Expense Surcharge (RES) is to allow for recovery of approved rate case expenses in a surcharge rather than as a normalized expense. The Company shall recover the approved RES until fully recovered with a planned three year recovery period. The RES will be structured as a monthly charge to a customer's bill with costs allocated on a per equivalent residential customer basis.

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42 The Commission approved a RES for wastewater customers as set forth below:

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<u>Service Area</u>	<u>Customer Class</u>	<u>Monthly Regulatory Expense Surcharge</u>
Baca Float	Residential	\$1.24
Baca Float	Commercial	\$2.06
Clear Springs	Residential	\$0.79
Clear Springs	Commercial	\$1.32

The RES shall terminate without further order of the Commission three years from the effective date of Decision No. 79641 (Dec. 17, 2024), or once a total of \$30,000 has been collected, whichever occurs first.

The RES will be applicable to residential and commercial, including Re-Establishment Charges.

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