

EXHIBIT II

FEES, RATES AND CHARGES

The following tap fees, monthly water rates, and other fees and charges have been established by the Board of Directors of Ute Water Conservancy District. All tap fees, monthly water rates, and other fees and charges are subject to change by the Board of Directors at any time.

RESIDENTIAL WATER SERVICE (Individual Meters)

<u>Meter Size</u>	<u>Tap Fee</u>	<u>Monthly Water Rate (for all meter sizes)</u>
5/8"	\$8,500.00	\$27.00 minimum for up to 3,000 gal. next 6,000 gal. @\$4.25/1,000 gal.
3/4"	\$10,500.00	next 6,000 gal. @\$4.85/1,000 gal. next 6,000 gal. @\$5.70/1,000 gal.
1"	\$13,000.00	next 9,000 gal. @\$6.55/1,000 gal. over 30,000 gal. @\$11.75/1,000 gal.

RESIDENTIAL WATER SERVICE (Master Meters)

Tap Fee: The fee for a master meter for eligible multi-family residential units will be the greater of (1) the applicable tap fee for the actual meter size installed, based on the tap fees for commercial/agricultural water service or (2) 100% of the Residential Water Service (Individual Meters) tap fee for a 5/8" meter for the first dwelling unit and 60% of the 5/8" meter tap fee for each additional dwelling unit to be served by the master meter. No dwelling units above and beyond the units upon which the initial tap fee was based shall be served by the master meter unless an additional tap fee has been paid to the District. The additional tap fee for these new units shall be 60% of the Residential Water Service (Individual Meters) 5/8" meter tap fee for each new dwelling unit to be served by the master meter, based on the tap fee then in effect for such meter.

Monthly Water Rates: The monthly water rates for water served through a master meter will be based on the monthly water rates for Residential Water Service (Individual Meters) multiplied by the number of dwelling units served or to be served by the master meter. Accordingly, the minimum monthly water rate for water served through a master meter will be the Residential Water Service (Individual Meters) minimum rate multiplied by the number of dwelling units served or to be served by the master meter. That rate shall be payment for up to 3,000 gallons of water multiplied by the number of dwelling units served by the master meter. The monthly water rate for each additional rate tier will be the same as the rates set forth for Residential Water Service (Individual Meters), except that the amount of water to which each tier applies shall be calculated by multiplying the gallons shown for the Residential Water Service (Individual Meters) tier by the number of dwelling units served or to be served by the master meter. For example, if three dwelling units are served or to be served by a master meter, the monthly water rates for the master meter would be as follows:

Example: Monthly Water Rates for a Residential Master Meter for 3 Dwelling Units

\$81.00 minimum for up to 9,000 gal
next 18,000 gal. @\$4.25/1,000 gal.
next 18,000 gal. @\$4.85/1,000 gal.
next 18,000 gal. @\$5.70/1,000 gal.
next 27,000 gal. @ \$6.55/1,000 gal.
over 90,000 gal. @\$11.75/1,000 gal.

COMMERCIAL/AGRICULTURAL WATER SERVICE

<u>Meter Size</u>	<u>Tap Fee</u>	<u>Monthly Water Rate</u>
5/8"	\$ 8,500.00	\$27.00 minimum for up to 3,000 gal.
3/4"	\$10,500.00	next 6,000 gal. @\$4.25/1,000 gal.
1"	\$13,000.00	next 6,000 gal. @\$4.85/1,000 gal. over 15,000 gal. @\$5.70/1,000 gal.
1-1/2"	\$19,000.00	\$135.00 minimum for up to 15,000 gal. next 30,000 gal. @\$4.25/1,000 gal. next 30,000 gal. @\$4.85/1,000 gal. over 75,000 gal. @\$5.70/1,000 gal.
2"	\$28,000.00	\$216.00 minimum for up to 24,000 gal. next 48,000 gal. @\$4.25/1,000 gal. next 48,000 gal. @\$4.85/1,000 gal. over 120,000 gal. @\$5.70/1,000 gal.
3"	\$51,000.00	\$472.50 minimum for up to 52,500 gal. next 105,000 gal. @\$4.25/1,000 gal. next 105,000 gal. @\$4.85/1,000 gal. over 262,500 gal. @\$5.70/1,000 gal.
4"	\$89,500.00	\$810.00 minimum for up to 90,000 gal. next 180,000 gal. @\$4.25/1,000 gal. next 180,000 gal. @\$4.85/1,000 gal. over 450,000 gal. @\$5.70/1,000 gal.
6"	\$223,000.00	\$1,890.00 minimum for up to 210,000 gal. next 420,000 gal. @\$4.25/1,000 gal. next 420,000 gal. @\$4.85/1,000 gal. over 1,050,000 gal. @\$5.70/1,000 gal.

Meters larger than 6" require approval of the Board of Directors. Tap fees and monthly water rates will be established by the Board of Directors at the time of approval.

STOCKWATER WATER SERVICE

Same tap fees and monthly water rates as for Residential Water Service for animals that are kept for personal use or pleasure. Same tap fees and monthly water rates as for Commercial Water Service for animals that are kept for farm or ranch purposes.

PRIVATE FIRELINE WATER SERVICE

Monthly Rates for Private Fireline Water Service:

<u>Size</u>	<u>Monthly Rate</u>
4" or less	\$ 50.00
6"	\$ 75.00
8"	\$100.00
10"	\$125.00

Private firelines are for fire suppression only and the customer will not be charged for water actually used to suppress a fire. However, water used through a private fireline for purposes other than fire suppression shall be charged at increased rates. A minimum of \$100.00 for the first 1,000 gallons used and \$6.75 per 1,000 gallons used thereafter will be charged to the customer for each instance in which water is used for purposes other than fire suppression.

FILL STATION WATER SERVICE

The rate for water from an established fill station or on an approved hydrant fill permit will be calculated monthly at the rate of one-quarter the minimum monthly water rate for residential water service per 1,000 gallons, currently \$6.75 per 1,000 gallons.

PUMP ZONE RATE

Unless otherwise determined by the Board of Directors, water provided to parcels served by a pumping system will be charged a pump zone monthly water rate of two times the minimum monthly water rate and regular monthly water rates for amounts of water provided in excess of the amount for which the minimum monthly water rate is charged.

WET TAP CONNECTION FEES

<u>Connect Size</u>	<u>Transmission or Distribution Main Size</u>							
	24"	18"	16"	14"	12"	10"	8"	6"
12"	\$10,900	\$10,300	\$10,000	\$9,600	\$9,200			
10"	\$8,500	\$8,100	\$7,900	\$7,700	\$7,000	\$6,300		
8"	\$6,500	\$6,400	\$6,300	\$6,200	\$5,100	\$4,900	\$4,700	
6"	\$4,800	\$4,600	\$4,400	\$4,200	\$4,000	\$3,600	\$3,300	\$3,100
4" or less	\$4,000	\$3,800	\$3,600	\$3,400	\$3,200	\$3,100	\$3,000	\$2,800

For wet tap connections of 4" x 4" or smaller, the charge will be \$2,600.

Charges include the apparatus and necessary related materials, equipment and labor for installation by District personnel.

OTHER FEES AND CHARGES

Changes in billing responsibility will be charged	
one-half of the residential monthly minimum water rate	\$ 13.50
Late Charge (more than 45 days past due)	\$ 5.00
Lock off and Unlock	\$ 50.00
After-hours unlock is an additional	\$ 30.00
Returned or Unpaid Check or Other Item Charge	\$ 20.00
Unauthorized Water Use Charge	\$500.00

Underground leaks and breaks in the customer's service line will be charged \$1.00 per 1,000 gal. for approved leak adjustments

The charge for voluntary discontinuance of a customer's service will be one and one-half times the monthly minimum water rate for a 5/8" meter, currently \$40.50.