FIRST.

WN U-2 SECOND REVISED SHEET NO. 16

CANCELLING

ORLGINALFIEST REVISED SHEET NO. 16

H&R WATERWORKS, INC.

For Commissions Receipt Stamp

SCHEDULE NO. 2 FLAT RATE SERVICE

Available

Within the limits of all Water Service Areas and at company's option and capability to maintain Department of Health standards of quantity and quality.

<u>Applicable</u>

Applicable to residential dwellings, where meters have not yet been installed.

Conditions

The charge for this service is not subject to cancellation or reduction for seasonal or temporary periods, unless seasonal rates apply per this tariff. This charge will be the monthly minimum bill for this class of service and will be in addition to other charges as provided in this tariff.

Residential dwelling means single family homes and each individual housing unit contained in multiple family units, such as a duplex, an apartment building, a condominium, etc., that are served through a connection.

Each residential dwelling will pay rates applicable to the type of water ability for use:

- "Internal" means water usage located, acting, or effective within the residential dwelling. The residential dwelling does not have a water delivery device (hose bib, etc.) located on the exterior of the residential dwelling.
- "External" means water usage relating to, existing on, or connected with the
 outside or an outer part of the residential dwelling. The residential dwelling has a
 water delivery device (hose bib, etc.) located on the exterior of the residential
 dwelling.

Monthly Rates

Residential dwelling with "Internal" and "External" ability to use water

\$36.85 (I)(N)

Residential dwelling with "Internal" ability to use water

\$27.90 (I)(N)

State Public Utility Tax

State Public Utility Tax on all charges

5.029%

Issued: June 9, 2008

Issued by: H&R Waterworks, Inc.

By: Stephen L. Harrington

Effective: June 1, 2008

Title: President