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Appendix 5

RATES & ESTIMATED NUMBER OF CUSTOMERS, REVENUE, AND EXPENSES Rates:

\$35.00 PER MONTH AS REPRESENTED BY THE AFW
SEE ATTACHED AGREEMENT TO FURNISH WATER
Late Payment Fee: \$15.00

This rate does not include any municipal, state or federal taxes computed on either billing or consumption basis. Any such taxes applicable shall be added as separate items in rendering each bill.

Estimated Total Number of Customers: 98

Expenses: It is suspected that the expenses and required return on rate base for this operation will be generally equal to the revenues derived from the proposed rates.

THE FEE PER MONTH IS A FLAT RATE CHARGE.
WE DO NOT METER THE WATER USAGE, AND DO
NOT SEND OUT MONTHLY INVOICES FOR PAYMENT.
A LATE FEE OF \$15.00 IS CHARGED IN THE
EVENT THE PAYMENT IS 10 DAYS LATE PER
THE AFW, WHICH WILL GENERATE A NOTICE TO
THE WATER USER SENT REQUESTING PAYMENT.
SEE ATTACHED NOTICE FORM.

EXPENSES + MANAGEMENT FOLLOW

EXPENSES;

	\$	
• OFFICE TENT _____	500.00	PER MO.
• LABOR MAINTENANCE _____	1,500.00	"
ADMINISTRATIVE _____	1,000.00	"
• LICENSED TECHNICIAN, TO TEST WATER AND REPORT TO DNR _____	450.00	"
• RE-DO TESTING ESTIMATE _____	150.00	"
• OTHER TESTING AS MAY BE REQUIRED EST	150.00	"
REPAIRS/REPLACEMENT WELL OPERATING EQUIPMENT BY LICENSED WELL TECHNICIAN EST \$8,000.00 PER YEAR ÷ 12 _____	1,500.00	"
• INSURANCE _____	114.00	"
• EQUIPMENT, BACKHOE/TRAILER/TRUCK _____	900.00	"
• MATERIEL AND SUPPLIES EST. _____	100.00	"
• ELECTRIC FOR 19 WELLS _____	973.00	"
SUB TOTAL MONTHLY EXPENSES	<u>7,357.00</u>	"

INCOMES;

REGULAR MONTHLY @ \$55.00 X 98 _____	5,390.00	"
LATE FEES (EST) @ \$15.00 _____	150.00	
SUB TOTAL	<u>5,540.00</u>	

OVERHEADS AND PROFIT, 10% EST.	<u>554.00</u>	
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- MANAGEMENT;

THE EXPENSES & OVERHEAD AND PROFIT ARE CALCULATED TO BE \$ 7,891.00 LESS THE INCOME OF \$ 5,540.00 IS A DIFFERENCE OF \$ 2,351.00 PER MONTH

THIS CALCULATION REPRESENTS AN INCREASE OF MONTHLY WATER EXPENSES OF \$ 23.99 ($2,351.00 \div 98$) = \$ 23.99 PER MONTH

- FURTHER CONSIDERATIONS BY MANAGEMENT;

LESS OVERHEAD & PROFIT OF \$ 5.65⁰⁰
($554.00 \div 98$) = \$ 5.65

LESS LABOR OF \$ 7.65 MANAGED MONTHLY
($750.00 \div 2 = 375 \div 98$) = 65.69

LESS EQUIPMENT EXPENSES OF \$ 4.08
($400.00 - 500.00 = 400.00 \div 98$) = \$ 61.61

AT PRESENT WE ARE MANAGING @ OF \$ 55.00 PER MONTH FROM USERS AND WE EXPECT TO BE SUBJECT TO ADDITIONAL EXPENSES FROM DNR REQUIREMENTS IN THE NEAR FUTURE SUCH AS LABORATORY SUPPLIES AND OTHER AGREEMENTS TO THE PUBLIC WATER SYSTEMS INITIATED BY DNR.

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FOR THE NEXT YEAR WE ARE HEREBY
REQUESTING AN INCREASE OF MONTHLY WATER
FEES FROM \$55.00 TO \$60.00 TO HELP
MANAGEMENT EFFORTS.

THANK YOU IN ADVANCE FOR YOUR FAVORABLE
CONSIDERATIONS.

Travis Blewins

TRAVIS BLEWINS

AGREEMENT TO FURNISH WATER
Management Services

MISTY WATER WORKS

THIS AGREEMENT, made and entered into this _____ day of _____
by and between TRAVIS BLEVINS and/or assigns

herein after referred to as First Parties or Grantor, and _____
, hereinafter referred to as Second Party or Grantee:

WITNESSETH:

WHEREAS, First Parties are owners of a water well located on real estate in Pulaski County, Missouri described on Exhibit "A", on which well is located; And

WHEREAS, Second Parties are, or expect to become in the near future, owners of the real estate in Pulaski County, Missouri described on Exhibit "B" (which is attached hereto and made a part hereof by reference as fully as if set forth herein); and

WHEREAS, the said well is intended to provide a source of water for a residence located on the real estate described on Exhibit "B", And

WHEREAS, the parties desire to formalize their agreements concerning the furnishing of water by First Party:

NOW THEREFORE, in consideration of the premises and in consideration of the execution of this agreement by the other party, the parties agree as follows:

1. First Parties shall furnish water from a said well for normal residential use on the said real estate described on said Exhibit "A".
2. Second Parties shall pay to First parties the sum of \$^{55.00} per month, payable monthly **in advance** by the **1st** day of each month; provided, however, that First Parties shall have the right, no more often than quarterly to increase the amount of the monthly charge by a percentage which is not greater than 15%. If the monthly payment is **10 days late** there will be an additional charge of \$ 15.00 per month late fee. Any change in the amount of the monthly charge shall be effective with the month which begins after at least 30 days written notice of the change has been given by First Parties to Second Parties.
3. Second Parties shall use water from the said well only for normal residential purposes for one single-family residence located on the real estate described on Exhibit "A"
4. In the event of a shortage of water, the Second parties shall abide by any reasonable requests for conservation of water.

APPENDIX 5

14. All wells and shut off valves are the property of Travis Blewins and/or assigns
and do not belong to you. They are not to be tampered with by
homeowner's. You must have your own shut off valve at your place of residence.
IN WITNESS WHEREOF, the parties have executed this agreement as of the day and
year above written.

TRAVIS BLEWINS
PO BOX 882
ST ROBERT, MO. 65884

"First Parties"

"Second Parties"

See Exhibit A & Exhibit B

Exhibit A

Exhibit B

TRAVIS BLEVINS
DBA
MISTY WATER WORKS

TO _____

REFERENCE: NOTICE

DATE: _____

At present your water usage account is past due. However, you can reinstate your account to a current discount status by making payment up to date on or before the _____ day of _____, as outlined below in this notice.

Current Status Outline,

This notice is intended to help resolve the status of your water usage account respectfully rather than create more of a problem for all users concerned.

Current Solution to Reinstate,

The current solution to resolve is hereby offered only once and will not be offered again for this current status without good reason to do so in consideration for all concerned that use the same water source.

Feel free to contact me personally at 573-855-2769 to discuss and or make arrangements to further resolve the status of the past due account to a discount basis, rather than "late pay charges" against the account. If you have questions or disagree with the current status outline, then please provide any additional information or documents for further consideration.

Thank you in advance for you prompt attention to this matter, and again, this notice is intended to help resolve the current past due status, and take advantage of discounts available on a monthly basis to include prepay discounts.

Sincerely,

Travis Blevins

DNR PERMITS FOR EACH WELL.

PER CONVERSATION WITH DEPARTMENT OF NATURAL RESOURCES (DNR) THE WELLS WE OPERATE DO NOT QUALIFY FOR DNR PERMITS DUE TO THE YEARS THE WELLS WERE "BUILT/DRILLED", AND FALL UNDER A SEPERATE CATAGORY BY DNR.

REFERENCE FOR THIS INFORMATION, TO MY UNDERSTANDING MAY BE OBTAINED FROM THE FOLLING;

DNR DEPARTMENT

Sebastien Clos-Versailles
Public Drinking Water Unit Chief
Central Field Operations
Missouri Department of Natural Resources
Division of Environmental Quality
P.O. Box 176
Jefferson City, MO 65102

573-526-0459