

4. **Revenue Requirement Increase.** The Signatories agree that Liberty should be authorized to file tariffs designed to increase the Company’s revenues by \$6,211,853, exclusive of any applicable license, occupation, franchise, gross receipts taxes, or similar fees or taxes. The Signatories agreed to the settled “black box” revenue requirement increase amounts using their own assumptions.

Commodity	Percentage of Increase	Dollar Increase
Water – Non-Bolivar	76%	\$4,706,118
Water – Bolivar	20%	\$1,237,542
Sewer – Non-Bolivar	4%	\$268,193
Sewer – Bolivar	0%	\$0
Total:	100%	\$6,211,853

9. **Rates.** Customer charges and usage rates shall be as shown on the attached Schedule C. There will be a four-year phase-in of rates for Bolivar water, in an equal amount of \$309,386 per year (incremental 25%). This will result in a regulatory asset of an estimated \$1,856,313, for which there will be future recovery from Bolivar water customers. In the Company’s next rates case (and each subsequent rate case), the then-current balance in the deferred revenue regulatory asset will be placed in rate base. The regulatory asset created by the deferral of Bolivar’s rate increase will be subject to paragraph 7 of the Stipulation and Agreement in Case No. WA-2020-0397.