HVW-W

UTILITIES COMMISSION

2015 APR 20 AM 9: 01

RECEIVED

ANNUAL REPORT

OF

HAPPY VALLEY WATER SYSTEM INC

PO Box 2306 Hayden Lake, ID 83835

TO THE IDAHO PUBLIC UTILITIES COMMISSION

FOR THE

YEAR ENDED: DECEMBER 31, 2014

ANNUAL REPORT FOR WATER UTILITIES TO THE IDAHO PUBLIC UTILITIES COMMISSION FOR THE YEAR ENDING 2014

COMPANY INFORMATION

1 Give full name of utility	Happy Valley Water System Inc	
2 Date of Organization	6/1/2001	
3 Organized under the laws of the state of	Idaho	
4 Address of Principal Office (number & str	reet) 24461 Old Highway 95 N, Athol, ID 838	01 (Not mailing address)
5 P.O. Box (if applicable)	PO Box 2306	
6 City	Hayden	
7 State	Idaho	
8 Zip Code	83835	
9 Organization (proprietor, partnership, con	p.) Corporation	
10 Towns, Counties served	Kootenai County	
11 Are there any affiliated companies?	No	
If yes, attach a list with names, addre	sses & descriptions. Explain any services	
provided to the utility.		
12 Contact Information	Name	Phone No.
President (Owner)	Ken Rickel	208-683-8105
Vice President	Ken Rickel	208-683-8105
Secretary	Cathy Rickel	208-683-8105
General Manager	Ken Rickel	208-683-8105
Complaints or Billing	Cathy Rickel	208-683-8105
Engineering	Inland Northwest Consultants	208-773-8370
Emergency Service	Ken Rickel	208-683-8105
Accounting	Susan Jacobson	303-941-4005
13 Were any water systems acquired during	the year or any additions/deletions made	
to the service area during the year?		No
If yes, attach a list with names, addres provided to the utility.	sses & descriptions. Explain any services	
14 Where are the Company's books and rec	cords kept?	
Street Address	24461 Old Highway 95 N	
City	Athol	

State

Zip

Idaho

83801

NAME:	Happy Valley Water System Inc			<u>-</u> .
	COMPANY INFOR	MATION (Cont	.)	
	For the Year Ended	2014		-
15 is the s	system operated or maintained under a			
	service contract?		No	
16 If yes:	With whom is the contract?			-
	When does the contract expire?			
	What services and rates are included?			
17 Is wate	r purchased for resale through the system	1?	No	
18 If yes:	Name of Organization			_
	Name of owner or operator			
	Mailing Address			
	City			
	State			
	Zip			
			Gallons/CCF	\$Amount
	Water Purchased		-	\$ -
19 Has an	y system(s) been disapproved by the			
	Idaho Department of Environmental Qua	ality?	No	
lf yes,	attach full explanation			_
20 Has the	e Idaho Department of Environmental Qua	ality		
	recommended any improvements?		No	
lf yes,	attach full explanation			
21 Numbe	er of Complaints received during year cond	cerning:		
	Quality of Service		0	
	High Bills		0	_
	Disconnection		0	_
22 Numbe	er of Customers involuntarily disconnected		0	_
23 Date c	ustomers last received a copy of the Sum	mary		-
	of Rules required by IDAPA 31.21.01.70)1?	July-2014	(All new customers receive
Attach	a copy of the Summary			a copy in their packet)
	nificant additions or retirements from the			
	Plant Accounts occur during the year?		No	
lf yes,	attach full explanation			

and an updated system map

			EDETAIL			
	ACCT #	For the Year Ended 2014 DESCRIPTION			-	
	ACCT #	400 REVENUES		444 - 44 - 45 - 45 - 45 - 45 - 45 - 45	-	
1	460	Unmetered Water Revenue				
2	461.1	Metered Sales - Residential	\$	10,107	-	
3	461.2	Metered Sales - Commercial, Industrial		a, gala da	-	
4	462	Fire Protection Revenue			-	
5	464	Other Water Sales Revenue	and the first of the first second	nan an	-	
6	465	Irrigation Sales Revenue		8	-	
7	466	Sales for Resale			-	
8	400	Total Revenue (Add Lines 1 - 7) (also enter result on Page 4, line 1)			\$ 10,107	
9	* DEQ I	Fees Billed separately to customers			Booked to Acct #	
10	** Hook	up or Connection Fees Collected			Booked to Acct #	460
11	***Com	mission Approved Surcharges Collected			Booked to Acct #	460
		401 OPERATING EXPENSES				
12		Labor - Operation & Maintenance	\$	35,430	-	
13	601.7	Labor - Customer Accounts	terrational constraints	ar on y agent an	-	
14	601.8	Labor - Administrative & General	\$	5,031	-	
15	603	Salaries, Officers & Directors			-	
16	604	Employee Pensions & Benefits			-	
17	610	Purchased Water			-	
18	615-16	Purchased Power & Fuel for Power	\$	2,755	-	
19	618	Chemicals			-	
20		Materials & Supplies - Operation & Maint.	\$	522	-	
21	620.7-8	Materials & Supplies - Administrative & General	\$	319	-	
22	631-34	Contract Services - Professional	\$	1,550	-	
23	635	Contract Services - Water Testing	\$	600	-	
24	636	Contract Services - Other	\$	1,503	-	
25	641-42	Rentals - Property & Equipment			-	
26	650	Transportation Expense			-	
27	656-59	Insurance	utijeteritet og som ved stø		-	
28	660	Advertising			-	
29	666	Rate Case Expense (Amortization)			-	
30	667	Regulatory Comm. Exp. (Other except taxes)			-	
31	670	Bad Debt Expense			-	
32	675	Miscellaneous	\$	517	-	
33	Total O	perating Expenses (Add lines 12 - 32, also enter on	Pg 4, lin	e 2)	\$ 48,227	

REVENUE & EXPENSE DETAIL

	ACCT #	For Year Ended 2014	n fan te staar gewonen an de deren wit de skinder				
1	7001 #	Revenue (From Page 3, line 8)	*****	\$	10,107		
2		Operating Expenses (From Page 3, line 33) \$	48,227		,		
3	403	Depreciation Expense \$					
4	406	Amortization, Utility Plant Aquisition Adj. \$					
5	407	Amortization Exp Other					
6	408.10	Regulatory Fees (PUC) \$	50				
7	408.11	Property Taxes \$					
8	408.12						
9A	408.13	Other Taxes (list) DEQ Fees \$	125				
9B							
9C							
9D							
10	409.10	Federal Income Taxes					
11	409.11	State Income Taxes \$	20				
12	410.10	Provision for Deferred Income Tax - Federal					
13	410.11	Provision for Deferred Income Tax - State					
14	411	Provision for Deferred Utility Income Tax Credits					
15	412	Investment Tax Credits - Utility					
16		Total Expenses from operations before interest (add lines 2-	-15)	\$	49,070		
17	413	Income From Utility Plant Leased to Others					
18	414	Gains (Losses) From Disposition of Utility Plant		***			
19		Net Operating Income (Add lines 1, 17 &18 less line 16)				\$	(38,963)
20	415	Revenues, Merchandizing Jobbing and Contract Work					
21	416	Expenses, Merchandizing, Jobbing & Contracts					
22	419	Interest & Dividend Income		\$	2		
23	420	Allowance for Funds used During Construction			ana daga daga da panta ang kata da ang kata		
24	421	Miscellaneous Non-Utility Income			de de san de vien de stande de stande de stande de s		
25	426	Miscellaneous Non-Utility Expense					
26	408.20	Other Taxes, Non-Utility Operations					
27	409-20	Income Taxes, Non-Utility Operations		ie to PARTA de Promoto de Constant			
28		Net Non-Utility Income (Add lines 20,22,23 & 24 less lines 2	1,25,26, & 27)			\$	2
29		Gross Income (add lines 19 & 28)				\$	(38,961)
30	427.3	Interest Exp. on Long-Term Debt				110	
31	427.5	Other Interest Charges					
32		NET INCOME (Line 29 less lines 30 & 31) (Also Enter on P	g 9, Line 2)			\$	(38,961)

INCOME STATEMENT

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ACCOUNT 101 PLANT IN SERVICE DETAIL For Year Ended 2014

	SUB ACCT #	# DESCRIPTION	Be	alance ginning f Year	Du	ded ring ear	D	moved ouring Year	E	alance End of Year
1	301	Organization	\$	3,070					\$	3,070
2	302	Franchises and Consents							\$	-
3	303	Land & Land Rights							\$	_
4	304	Structures and Improvements	\$	1,444					\$	1,444
5	305	Collecting & Impounding Reservoirs							\$	-
6	306	Lake, River & Other Intakes							\$	-
7	307	Wells							\$	_
8	308	Infiltration Galleries & Tunnels							\$	-
9	309	Supply Mains	- contras processes for the second						\$	-
10	310	Power Generation Equipment				a nation of the state of the st			\$	-
11	311	Power Pumping Equipment	\$	7,447					\$	7,447
12	320	Purification Systems							\$	-
13	330	Distribution Reservoirs & Standpipes							\$	-
14	331	Trans. & Distrib. Mains & Accessories	-	wate and a solution of a second		and the second second second			\$	-
15	333	Services							\$	-
16	334	Meters and Meter Installations	\$	2,674					\$	2,674
17	335	Hydrants				والمعارضة			\$	-
18	336	Backflow Prevention Devices							\$	-
19	339	Other Plant & Misc. Equipment	-						\$	-
20	340	Office Furniture and Equipment							\$	-
21	341	Transportation Equipment		-				***	\$	-
22	342	Stores Equipment	-						\$	-
23	343	Tools, Shop and Garage Equipment							\$	-
24	344	Laboratory Equipment							\$	-
25	345	Power Operated Equipment							\$	-
26	346	Communications Equipment							\$	-
27	347	Miscellaneous Equipment							\$	-
28	348	Other Tangible Property						ana manana atau atau atau atau atau atau	\$	-
29		TOTAL PLANT IN SERVICE (Add lines 1 - 28)	\$	14,634 Enter be	\$ ginning &	- & end of	\$ vear tota	- als on Pg	\$ 7. Line	14,634

ACCUMULATED DEPRECIATION ACCOUNT 108.1 DETAIL

For Year Ended 2014

	SUB ACCT #	DESCRIPTION	Depreciation Rate %	Balance Beginning of Year	Balance End of Year	o (Decre	-
1	304	Structures and Improvements				\$	-
2	305	Collecting & Impounding Reservoirs				\$	-
3	306	Lake, River & Other Intakes				\$	-
4	307	Wells				\$	-
5	308	Infiltration Galleries & Tunnels				\$	-
6	309	Supply Mains				\$	-
7	310	Power Generation Equipment				\$	-
8	311	Power Pumping Equipment	4.90%	\$ 11,200	\$ 11,565	\$	365
9	320	Purification Systems				\$	-
10	330	Distribution Reservoirs & Standpipes				\$	-
11	331	Trans. & Distrib. Mains & Accessories			 	\$	-
12	333	Services				\$	-
13	334	Meters and Meter Installations				\$	-
14	335	Hydrants				\$	-
15	336	Backflow Prevention Devices			 	\$	-
16	339	Other Plant & Misc. Equipment				\$	-
17	340	Office Furniture and Equipment				\$	
18	341	Transportation Equipment				\$	-
19	342	Stores Equipment				\$	-
20	343	Tools, Shop and Garage Equipment				\$	-
21	344	Laboratory Equipment				\$	-
22	345	Power Operated Equipment				\$	-
23	346	Communications Equipment				\$	-
24	347	Miscellaneous Equipment			 	\$	-
25	348	Other Tangible Property				\$	
26		TOTALS (Add Lines 1 - 25)		\$ 11,200	\$ 11,565	\$	365

Enter beginning & end of year totals on Pg 7, Line 7

BALANCE SHEET

For Year Ended 2014

		ASSETS	Balance Beginning	Balance End of	In	crease or
	ACCT	# DESCRIPTION	 of Year	 Year	(De	ecrease)
1	101	Utility Plant in Service (From Pg 5, Line 29)	\$ 14,634	\$ 14,634	\$	-
2	102	Utility Plant Leased to Others			\$	-
3	103	Plant Held for Future Use			\$	-
4	105	Construction Work in Progress			\$	-
5	114	Utility Plant Aquisition Adjustment			\$	-
6		Subtotal (Add Lines 1 - 5)	\$ 14,634	\$ 14,634	\$	-
7	108.1	Accumulated Depreciation (From Pg 6, Line 26)	\$ 11,200	\$ 11,565	\$	365
8	108.2	Accum. Depr Utility Plant Lease to Others			\$	-
9	108.3	Accum. Depr Property Held for Future Use			\$	-
10	110.1	Accum. Amort Utility Plant in Service			\$	-
11	110.2	Accum. Amort Utility Plant Lease to Others			\$	-
12	115	Accumulated Amortization - Aquisition Adj.	\$ 1,964	\$ 2,784	\$	820
13		Net Utility Plant (Line 6 less lines 7 - 12)	\$ 1,470	\$ 286	\$	(1,185)
14	123	Investment in Subsidiaries			\$	-
15	125	Other Investments			\$	-
16		Total Investments (Add lines 14 & 15)			\$	-
17	131	Cash	\$ 4,277	\$ 5,866	\$	1,589
18	135	Short Term Investments			\$	-
19	141	Accts/Notes Receivable - Customers	\$ (44)	\$ (439)	\$	(395)
20	142	Other Receivables	\$ 1,200	\$ 1,800	\$	600
21	145	Receivables from Associated Companies			\$	-
22	151	Materials & Supplies Inventory			\$	-
23	162	Prepaid Expenses			\$	-
24	173	Unbilled (Accrued) Utility Revenue	 		\$	-
25	143	Provision for Uncollectable Accounts			\$	-
26		Total Current (Add lines 17 -24 less line 25)	\$ 5,433	\$ 7,228	\$	1,795
27	181	Unamortized Debt Discount & Expense	 		\$	-
28	183	Preliminary Survey & Investigation Charges	 		\$	-
29	184	Deferred Rate Case Expenses	\$ -	\$ -	\$	-
30	186	Other Deferred Charges			\$	-
31		Total Assets (Add lines 13, 16 & 26 - 30)	\$ 6,903	\$ 7,513	\$	610

BALANCE SHEET

For Year Ended 2014

		LIABILITIES & CAPITAL	Balance	Balance	h	ncrease
	ACCT #	# DESCRIPTION	Beginning of Year	End of Year	(D	or ecrease)
1	201-3	Common Stock	\$ 10,000	\$ 10,000	\$	-
2	204-6	Preferred Stock			\$	-
3	207-13	Miscellaneous Capital Accounts	\$ 500	\$ 500	\$	-
4	214	Appropriated Retained Earnings	\$ (53,039)	\$ (86,916)	\$	(33,877)
5	215	Unappropriated Retained Earnings			\$	
6	216	Reacquired Capital Stock			\$	_
7	218	Proprietary Capital			\$	-
8		Total Equity Capital (Add Lines 1-5+7 less line 6)	\$ (42,539)	\$ (76,416)	\$	(33,877)
9	221-2	Bonds			\$	-
10	223	Advances from Associated Companies			\$	-
11	224	Other Long - Term Debt			\$	-
12	231	Accounts Payable	\$ 2,332	\$ 2,507	\$	176
13	232	Notes Payable	\$ 1,400	\$ 1,400	\$	-
14	233	Accounts Payable - Associated Companies			\$	-
15	235	Customer Deposits (Refundable)			\$	-
16	236.11	Accrued Other Taxes Payable			\$	-
17	236.12	Accrued Income Taxes Payable			\$	_
18	236.2	Accrued Taxes - Non-Utility			\$	-
19	237-40	Accrued Debt, Interest & Dividends Payable			\$	-
20	241	Misc. Current & Accrued Liabilities	\$ 45,711	\$ 80,022	\$	34,312
21	251	Unamortized Debt Premium			\$	-
22	252	Advances for Construction			\$	-
23	253	Other Deferred Liabilities	 		\$	-
24	255.1	Accumulated Investment Tax Credits - Utility	 		\$	-
25	255.2	Accum. Investment Tax Credits - Non-Utility			\$	-
26	261-5	Operating Reserves	 		\$	-
27	271	Contributions in Aid of Construction			\$	-
28	272	Accum. Amort. of Contrib. in Aid of Const. **		 	\$	-
29	281-3	Accumulated Deferred Income Taxes	 	 	\$	_
30		Total Liabilities (Add lines 9 - 29	\$ 49,442	\$ 83,929	\$	34,487
31	TOTAL	LIAB & CAPITAL (Add lines 8 & 30)	\$ 6,903	\$ 7,513	\$	610
		** Only if Commission Approved				

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STATEMENT OF RETAINED EARNINGS

For Year Ended 2014		
Retained Earnings Balance @ Beginning of Year Amount Added from Current Year Income (From Pg 4, Line 32)	\$\$	(47,955) (38,961)
Other Credits to Account		(00,001)
Dividends Paid or Appropriated	\$	-
Other Distributions of Retained Earnings		
Retained Earnings Balance @ End of Year	\$	(86,916)

CAPITAL STOCK DETAIL

			No. Shares	No. Shares	Dividends
			NO. Shares	No. Shares	Dividends
7	Description (Class, Par Value etc.)	_	Authorized	Outstanding	Paid
	Common, no par value	-	10,000	10,000	0
		_			
		-			
		-			
		_			
		-			

DETAIL OF LONG-TERM DEBT

		Interest	Year-end	Interest	Interest
8	Description	Rate	Balance	Paid	Accrued
				,	

SYSTEM ENGINEERING DATA

For Year Ended 2014

1 Provide an updated system map if significant changes have been made to the system during the year.

Water Supply: 2

Rated Capacity (gpm)	Type of Treatment: (None, Chlorine Fluoride Filter etc.)	Annual Production (000's Gal.)	Water Supply Source (Well, Spring, Surface Wtr)
100	None	8,513	Well
		la tyr feldyn a twy feldar yn feldar a llwyr y dynarae y fe	
	Capacity (gpm)	Treatment: Rated (None, Chlorine Capacity Fluoride (gpm) Filter etc.)	Treatment: Rated (None, Chlorine Annual Capacity Fluoride Production (gpm) Filter etc.) (000's Gal.)

System Storage: 3

	Total Capacity 000's	Usable Capacity 000's	Type of Reservoir (Elevated,Pres-	Construction (Wood, Steel
Storage Designation or Location	Gal.	Gal.	urized, Boosted)	Concrete)
10025 N Happy Trail				
				na ga dhalanna air da ann an shealan an ga nga nga dha a san ràinn a sheal na dhalanna dh
	· · · · · · · · · · · · · · · · · · ·			

(Duplicate form and attach if necessary. Asterisk facilities added this year.)

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SYSTEM ENGINEERING DATA (continued) For Year Ended 2014

4 Pump information for ALL system pumps, including wells and boosters.

Designation or Location & Type of Pump**	Horse Power	Rated Capacity (gpm)	Discharge Pressure (psi)	Energy Used This Year
1) Well-Submersible	20	100	20	24,874 KW

** Submit pump curves unless previously provided or unavailable. Asterisk facilities added this year. Attach additional sheets if inadequate space is available on this page.

5	If Wells are metered:	
	What was the total amount pumped this year?	8,513,000
	What was the total amount pumped during peak month?	1,842,000
	What was the total amount pumped on the peak day?	N/A
6	If customers are metered, what was the total amount sold in peak month?	1,545,030
7	Was your system designed to supply fire flows?	No
	If Yes: What is current system rating?	
8	How many times were meters read this year?	7
	During which months? May, June, July, August	
	September, October, November	
9	How many additional customers could be served with no system improvements except a service line and meter?	0
	How many of those potential additions are vacant lots?	
10	Are backbone plant additions anticipated during the coming year? If Yes, attach an explanation of projects and anticipated costs!	NO
11	In what year do you anticipate that the system capacity (supply, storage or distribution) will have to be expanded?	Unknown

SYSTEM ENGINEERING DATA (continued)

For Year Ended 2014

FEET OF MAINS

1	Pipe Size	In Use Beginning Of Year	Installed During Year	Abandoned During Year	In Use End of Year
	4"	6,500	0	0	6,500
	2"	10,000	0	0	10,000
	a change of the second seco				

CUSTOMER STATISTICS

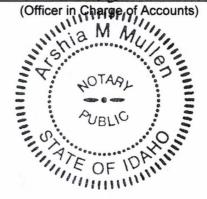
		Number of Customers Thou		sands of Gallons Sold	
		This	Last	This	Last
		Year	Year	Year	Year
2	Metered:				
2A	Residential	27	27	7,099	6,448
2B	Commercial		······		
2C	Industrial				
3	Flat Rate:				
ЗA	Residential				
3B	Commercial				
3C	Industrial				
4	Private Fire Protection				
5	Public Fire Protection				
6	Street Sprinkling				
7	Municipal, Other				
8	Other Water Utilities				
	TOTALS (Add lines 2 through 8)	27	27	7,099	6,448

CERTIFICATE

State of Idaho) \$\$ County of _

WE, the undersigned, Kenneth W. Rickel and Catherine L. Rickel, of the Happy Valley Water System Inc, utility, on our oath do severally say that the foregoing report has been prepared under our direction, from the original books, papers and records of said utility; that we have carefully examined same, and declare the same to be a correct statement of the business and affairs of said utility for the period covered by the report in respect to each and every matter and thing therin set forth, to the best of our knowledge, information and belief.

(Chief Officer)



gdk/excel/jnelson/anulrpts/wtrannualrpt

Subscribed and Sworn to Before Me

2015 of thi NOTARY PUBLIC 019 My Commission Expires

HAPPY VALLEY WATER SYSTEM INC PO BOX 2306

HAYDEN LAKE, ID 83835

Ken Rickel, General Manager

Telephone: 208-683-8105 or 208-660-2560 Fax: 208-683-4315

To Our Customers:

This is a summary of the rules for termination of service for all Happy Valley Water System Inc customers as determined by the Idaho Public Utilities Commission (IPUC). These rules cover the rights and responsibilities of the Customer and the Utility. An explanation of our rate schedule has also been included.

If you have any questions concerning this information, please contact:

 Happy Valley Water System Inc
 OR

 PO Box 2306
 08

 Hayden Lake, ID 83835
 08-683-8105 or 208-660-2560

 208-683-4315 (fax)
 08

IPUC PO Box 83720 Boise, ID 83720-0074 208-334-0300 800-432-0369

RULES FOR TERMINATION OF SERVICE

TERMINATION WITH PRIOR NOTICE

With proper customer notice Happy Valley Water System Inc may deny or terminate water service for one of the following reasons:

- 1. Nonpayment of a past due bill or payment of a past due billing with a NSF check.
- 2. Failure to honor the terms of a payment arrangement.
- 3. Obtaining service by false identity.
- 4. Refusing to allow access to the water meter shut-off valve.
- 5. Willfully wasting service through improper equipment or otherwise.
- 6. Failure to apply for service.

TERMINATION WITHOUT PRIOR NOTICE

Happy Valley Water System Inc may deny or terminate water service without notice for one of the following reasons:

- 1. A situation exists that is immediately dangerous to life, physical safety or property.
- 2. To prevent a violation of federal, state or local safety or health codes.
- 3. Service is obtained, diverted or used without the authorization of Happy Valley Water System Inc.
- 4. Happy Valley Water System Inc has diligently attempted to notify you of termination and has been unable to contact you.
- 5. If ordered by any court, The Commission, or any other duly authorized public authority.

(continued on next page)

Happy Valley Water System Inc

Customer Rules

NOTIFICATION AND BILLING

- 1. Meters will be read between the first and 5th of each month (weather permitting). Invoices will be sent out by the 10th of the month following with payment due by the 25th of each month. The basic monthly fee is \$27.00 per month at this time.
- 2. A billing is considered past due (25) twenty-five days after the invoice date. A 1% late fee may be applied to past due accounts.
- 3. A written notice of termination must be mailed at least (7) seven days before the proposed termination date.
- 4. At least (24) twenty-four hours before the service is terminated, a notice will be left at the property advising you of the steps needed to have services restored.
- 5. Only a (24) twenty-four hour notice is required if you do not keep a payment arrangement or the payment is not honored by the bank.

PAYMENT ARRANGEMENTS AND SPECIAL CIRCUMSTANCES

If you cannot pay your bill in full or you receive a notice of termination, please call our office. Payment arrangements can be made to avoid termination of service.

If you cannot pay your bill and a member of your household is seriously ill or there is a medical emergency, Happy Valley Water System Inc will postpone termination of service for (30) days. A written certification from a licensed physician or public health official stating the name of the person who is ill and their relationship to the customer and the name, title and signature of the person certifying the serious illness or medical emergency.

COMPLAINT PROCEDURES

If, at any time, you have a complaint concerning the termination of service, policies and practices or any other matter regarding our service please contact Happy Valley Water System Inc in person, by telephone or in writing. Your complaint will be investigated promptly and thoroughly. You will be notified orally or in writing. Your service will not be disconnected while the complaint is being investigated by the utility or the IPUC.

RESTRICTION OF TERMINATION OF SERVICE

Service cannot be disconnected on Friday, Saturday, Sunday or legal holidays recognized by the State of Idaho or 2:00 p.m. on any day immediately before any legal holiday. Service may only be terminated between the hours of 8:00 a.m. and 4:00 p.m. The employee sent to the premises to terminate the services will identify him/herself to you and state the purpose of the visit. This person is authorized to accept payment in full.

(continued on next page)

Happy Valley Water System Inc

Customer Rules

HOOKUP

The Happy Valley Water System Inc reserves the right to deny hookups during the winter months due to adverse weather conditions. New hookups will be scheduled as soon as weather conditions permit.

HOOKUP CHARGES AND FEES

A one-time hookup charge of \$500.00 will be paid in advance for any new service hookup. The extra costs of an out of the ordinary circumstances requiring additional equipment or special construction techniques involved in the installation of a new service connection will be agree to in advance and put into writing by the customer and the Happy Valley Water System Inc. One residence per hookup is allowed.

The monthly rate is \$27.00 per month, which includes 20,000 gallons. There is a commodity charge of 0.70/1,000 gallons for all consumption in excess of 20,000 gallons. Payment is due in full by the 25^{th} of the month and is considered delinquent 25 days after the invoice date. A 1% (one percent) per month service charge may be added to all past due amounts. Arrangements can be made to pay in advance monthly, quarterly, semi-annually or annually.

RECONNECTION FEE

If water service has been terminated, any balance due plus a reconnection fee of (\$20.00) twenty dollars is due.

NO ONE EXCEPT AN AUTHORIZED AGENT OF THE RICKEL WATER COMPANY SHALL TAMPER WITH, INTERFERE WITH, MAKE REPAIRS, CONNECTECTIONS OR REPLACEMENTS OF OR TO ANY OF THE COMPANY'S PROPERTY, EXCEPT IN THE CASE OF <u>EXTREME EMERGENCY</u>