

LIBERTY UTILITIES (LITCHFIELD WATER & SEWER) CORP.

Docket Nos. SW-01428A-25-0127, W-01427A-25-0126, SW-01428A-25-0163, and W-01427A-25-0163

CHANGE IN RATES

Effective September 1, 2026

On June 30, 2025, Liberty Utilities (Litchfield Water & Sewer) Corp. (“Liberty Litchfield Park” or “Company”) filed rate applications with the Arizona Corporation Commission (“Commission”). The Company requested rate adjustments that would produce just and reasonable rates of return. The Company also filed financing applications, on August 6, 2025, in which it requested authority from the Commission to incur long term debt in an amount not to exceed \$105,000,000. The rate and financing proceedings were consolidated. At the conclusion of the case, on August 12, 2026, the Commission approved increases for the Company’s water and wastewater divisions. The rates authorized will result in the following increases for typical residential customers:

A 3/4-inch metered residential **water** customer, with an average use of 8,150 gallons per month, will experience an **increase** of \$7.52, from \$24.16 per month to \$31.68 per month, or 31.13 percent.

A 1-inch metered residential **water** customer, with an average use of 14,199 gallons per month, will experience an **increase** of \$14.32, from \$48.72 per month to \$63.04 per month, or 29.39 percent.

A residential **wastewater** customer will experience an **increase** of \$20.89, from \$45.23 per month to \$66.12 per month, or 46.29 percent.

WATER DIVISION

MONTHLY USAGE CHARGE

<u>METER SIZE</u>	<u>CHARGE¹</u>
5/8 x 3/4” Meter – All Classes	\$ 14.70
3/4” Meter – All Classes	14.70
1” Meter – Residential	33.08
1” Meter – All Classes but residential	36.75
1 ½” Meter – All Classes	73.50
2” Meter – All Classes	117.60
3” Meter – All Classes	235.20
4” Meter – All Classes	367.50
6” Meter – All Classes	735.00
8” Meter – All Classes	1,176.00
10” Meter – All Classes	1,690.50
12” Meter – All Classes	3,197.05

BULK WATER RESALE

<u>METER SIZE</u>	<u>CHARGE²</u>
6” Meter – VUI	\$ 401.49
8” Meter – LUKE AFB	642.38

¹ Customer Assistance Tariff (“CAT”) – A 30% discount is available on monthly minimum and commodity charges to qualified residential customers meeting the CAT qualifications.

² Bulk service is limited to customers outside the CC&N.

LIBERTY UTILITIES (LITCHFIELD WATER & SEWER) CORP.

WATER DIVISION

<u>Construction Hydrants</u>	<u>CHARGE</u>
Construction Hydrants	\$ 237.92

<u>Fire Service Lines</u>	<u>Minimum</u>
Fire Service Lines Industrial Fire service	By Meter Size* *Per Part 3 Industrial Fire Services

* Liberty Litchfield Park will charge the monthly meter charge associated with the meter size.

SERVICE LINE AND METER INSTALLATION CHARGES (Refundable pursuant to A.A.C. 14-2-405)

<u>METER SIZE</u>	<u>CHARGE</u>		
	Line	Meter	Total
5/8" x 3/4" Meter	\$ 565	\$ 168	\$ 723
3/4" Meter	565	260	825
1" Meter	629	321	950
1 1/2" Meter	699	536	1,235
2" Turbine Meter	At Cost	At Cost	At Cost
2" Compound Meter	At Cost	At Cost	At Cost
3" Turbine Meter	At Cost	At Cost	At Cost
3" Compound Meter	At Cost	At Cost	At Cost
4" Turbine Meter	At Cost	At Cost	At Cost
4" Compound Meter	At Cost	At Cost	At Cost
6" Turbine Meter	At Cost	At Cost	At Cost
6" Compound Meter	At Cost	At Cost	At Cost
8" Meter & Larger	At Cost	At Cost	At Cost

LIBERTY UTILITIES (LITCHFIELD WATER & SEWER) CORP.

WATER DIVISION

COMMODITY RATES (per 1,000 gallons of water)

<u>METER SIZE</u>	<u>CHARGE</u>	<u>METER SIZE</u>	<u>CHARGE³</u>
5/8 x 3/4" Meter and 3/4" Meter (Residential)		6" Meter All Classes	\$2.8200
0 to 3,000 Gallons	\$0.7800	0 to 360,000 Gallons	4.3900
3,001 to 10,000 Gallons	2.8200	Over 360,000 Gallons	
10,001 to 20,000 Gallons	3.9800	6" Meter –VUI Bulk	\$1.9500
Over 20,000 Gallons	4.3900	All Gallons	
1" Meter (Residential)		8" Meter All Classes	
0 to 5,000 Gallons	\$0.7800	0 to 650,000 Gallons	\$2.8200
5,001 to 19,000 Gallons	2.8200	Over 650,000 Gallons	4.3900
19,001 to 30,000 Gallons	3.9800	8" Meter – Luke AFB Bulk	
Over 30,000 Gallons	4.3900	All Gallons	\$1.9500
5/8 x 3/4" Meter and 3/4" Meter (Commercial, Irrigation)		10" Meter All Classes	
0 to 9,000 Gallons	\$2.8200	0 to 940,000 Gallons	\$2.8200
Over 9,000 Gallons	4.3900	Over 940,000 Gallons	4.3900
1" Meter – All Classes except Residential		12" Meter All Classes	
0 to 20,000 Gallons	\$2.8200	0 to 1,248,000 Gallons	\$2.8200
Over 20,000 Gallons	4.3900	Over 1,248,000 Gallons	4.3900
1 1/2" Meter – All Classes		Hydrants	
0 to 40,000 Gallons	\$2.8200	All Gallons	\$4.3900
Over 40,000 Gallons	4.3900	Fire Line	By
2" Meter – All Classes	\$2.8200	All Gallons	respective
0 to 60,000 Gallons	4.3900	Industrial Fire Service	meter size
Over 60,000 Gallons		All Gallons	Per Part 3
3" Meter – All Classes			Industrial
0 to 120,000 Gallons	\$2.8200		Fire
Over 120,000 Gallons	4.3900		
4" Meter All Classes			
0 to 180,000 Gallons	\$2.8200		
Over 180,000 Gallons	4.3900		

³ Customer Assistance Tariff ("CAT") – A 30% discount is available on monthly minimum and commodity charges to qualified residential customers meeting the CAT qualifications.

LIBERTY UTILITIES (LITCHFIELD WATER & SEWER) CORP.

WATER DIVISION

SERVICE LINE AND METER INSTALLATION CHARGES (Refundable pursuant to A.A.C. 14-2-405)

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2" Turbine Meter	At Cost	At Cost	At Cost
2" Compound Meter	At Cost	At Cost	At Cost
3" Turbine Meter	At Cost	At Cost	At Cost
3" Compound Meter	At Cost	At Cost	At Cost
4" Turbine Meter	At Cost	At Cost	At Cost
4" Compound Meter	At Cost	At Cost	At Cost
6" Turbine Meter	At Cost	At Cost	At Cost
6" Compound Meter	At Cost	At Cost	At Cost
8" Meter & Larger	At Cost	At Cost	At Cost

HYDRANT METER DEPOSIT*

<u>METER SIZE</u>	<u>CHARGE</u>
3" Turbine Meter	\$1,470.00
3" Compound Meter	2,265.00
* Shall have a non-interest bearing deposit of the amount indicated, refundable in its entirety upon return of the meter in good condition and payment of final bill.	

<u>OFFSITE FACILITIES HOOK-UP FEE</u>		
<u>Meter Size</u>	<u>Size Factor</u>	<u>Charge</u>
5/8 x 3/4" Meter	1	\$ 2,584
3/4" Meter	1.5	3,876
1" Meter	2.5	6,460
1 1/2" Meter	5	12,920
2" Meter	8	20,672
3" Meter	16	41,344
4" Meter	25	64,600
6" Meter	50	129,200
8" Meter	80	206,720
10" (turbine) Meter	145	374,680
12" (turbine) Meter	215	555,560

LIBERTY UTILITIES (LITCHFIELD WATER & SEWER) CORP.

WATER DIVISION

MISCELLANEOUS SERVICE CHARGES

<u>SERVICE</u>	<u>CHARGE</u>
Establishment per A.A.C. R14-2-403(D)(1)	\$30.00
Re-Establishment per A.A.C. R14-2-403(D)(1)	(b)
Reconnection per A.A.C. R14-2-403(D)(1)	\$50.00
Meter Test (if correct) per Rule R14-2-408(F)	\$30.00
Meter Reread (if correct) per Rule R14-2-408(C)	\$20.00
Fire Hydrant Meter Relocation	\$50.00
Fire Hydrant Meter Repair	At Cost
NSF Check per A.A.C. R14-2-409(F)	\$25.00 (a)
Deferred Payment, Per Month	1.5%
Late Charge	(c)
Service Calls - After Hours	\$125 (d)
Deposit Requirements	(e)
Deposit Interest per A.A.C. R14-2-403(B)	6.00%
Water Hook-Up Fee	(f)
Failed Final Inspection Fee	\$75

- (a) Liberty Litchfield Park may charge only one NSF fee when customers are billed for water and sewer services on one bill Per Commission Rule A.A.C. R14-2-409(F).
- (b) Minimum Charges times number of full months off the system per A.A.C. R14-2-403(D). For partial months of service, the minimum charge will be billed on a prorated basis.
- (c) Greater of \$5.00 or 1.50% of unpaid balance
- (d) Customer shall be charged for after-hours service calls outside of normal working hours for work performed at the customer's request or convenience
- (e) Per ACC Rules R14-2-403(B) Residential - two times the average bill by class. Non-residential - two and one-half times the customer's estimated maximum monthly bill
- (f) Customers shall pay the applicable Water Hook-Up fees per tariff

IN ADDITION TO THE COLLECTION OF REGULAR RATES, THE UTILITY WILL COLLECT FROM ITS CUSTOMERS A PROPORTIONATE SHARE OF ANY PRIVILEGE, SALES, USE, AND FRANCHISE TAX. PER COMMISSION RULE R14-2-409(D)(5).

LIBERTY UTILITIES (LITCHFIELD WATER & SEWER) CORP.

WASTEWATER DIVISION

MONTHLY USAGE CHARGE

<u>CUSTOMER CLASS</u>	<u>CHARGE⁴</u>
Residential:	
Residential Service	\$65.91
Multiple Unit Service – Monthly Per Unit	61.19
Commercial/Non-Residential:	
Small Commercial – Monthly Service	\$112.11
Commercial Measured Service:	
Regular Domestic – Monthly Service Charge	\$62.76
Restaurants, Motels, Grocery, Dry Cleaning Estab. – Monthly Service	62.76 *
Wigwam Resort:	
Wigwam Resort Monthly Rate – Per Room	\$64.06
Wigwam Resort Main Hotel Facilities – Per Month	2,536.86
Schools:	
Elementary Schools	\$1,725.05
Middle & High Schools	2,029.48
Community College	3,145.70
Effluent	Market Rate
* Motels without restaurants included (eliminate multi-unit monthly rate provision).	

COMMODITY CHARGE

<u>CUSTOMER CLASS</u>	<u>CHARGE</u>
Commercial/Non-Residential Customers (Water Usage Data Available)*	
Regular Domestic per 1,000 gallons water usage	\$5.72
Restaurants, Motels, Grocery & Dry Cleaning Estab. per 1,000 gallons water usage	7.34
Commercial/Non-Residential Customers (Influent Data)**	
Regular Domestic per 1,000 gallons measured influent	\$7.15
Restaurants, Motels, Grocery & Dry Cleaning Estab. per 1,000 gallons measured influent	10.14
*For Commercial/Non-Residential Customers that are provided with water service from the Company or whose water usage is available to the Company from another water utility, Company shall bill non-residential customers based on water usage data provided by Liberty Utilities or water usage data provided by another local water provider. If, at any point, Company is unable to obtain actual water usage data for such commercial/non-residential customers, Company shall bill non-residential customers based on the last known, most recent usage data as a proxy. Billing shall be trued up when actual data is obtained. If no water data can be obtained, a non-residential customer may be required to install an influent meter at cost and such customers shall be billed in accordance with the influent data rates set forth above. **For customers that are not receiving water service from the Company, and/or the Company is not receiving water usage data information from another water provider, a meter to measure influent will be installed at cost and paid by customer and such customers shall be billed in accordance with the influent data rates set forth above.	

⁴ Low Income Tariff – A 30% discount is available on monthly minimum and commodity charges to qualified residential customers meeting the low income qualifications.

LIBERTY UTILITIES (LITCHFIELD WATER & SEWER) CORP.

WASTEWATER DIVISION

<u>OFFSITE FACILITIES HOOK-UP FEE</u>	<u>CHARGE</u>
Residential Service Lateral (based on ERU of 270 gallons per day)	\$2,697
Active Adult communities (based on ERU of 190 gallons per day)	1,070.00

MISCELLANEOUS SERVICE CHARGES

<u>SERVICE</u>	<u>CHARGE</u>
Establishment per A.A.C. R14-2-603(D)(1)	\$30.00
Re-Establishment of Service per A.A.C. R14-2-603(D)(1)	(a)
Disconnection	At Cost (b)
Reconnection per A.A.C. R14-2-603(D)(1)	(b)
NSF Check per A.A.C. R14-2-608(E)(1)	\$25 (c)
Deferred Payment (per month)	1.5% per month
Late Charge	(d)
Service Calls - After Hours	\$125 (e)
Deposit Requirement	(f)
Deposit Interest per A.A.C. R14-2-603(B)	6%
Service Lateral Connection Charge – All Sizes	(g)
Collection Main Extension Tariff Per A.A.C R14-2-606(B)	(h)
Influent Meter and Metering System Installation	At Cost (i)
Failed Final Inspection Fee	\$75

- a) Minimum charge times the number of full months off the system, per A.A.C. R14-2-603(D). For partial months of service, the minimum charge will be billed on a prorated basis.
- b) Customer shall pay the actual cost including costs for excavation and trenching, pipeline modification, sewer block, backfill and grading, road repairs and permitting. Customer will be provided copies of invoices for actual costs incurred. There shall be no charge if no work is performed, per A.A.C. R14-2-603(D)(1)
- c) Liberty Litchfield Park may only charge one NSF fee when customers are billed for water and sewer services on one bill.
- d) Greater of \$5.00 or 1.50% of unpaid balance.
- e) Customer shall be charged for after-hours service calls outside of normal working hours for work performed at customer's request or convenience.
- f) Per A.A.C. R14-2-603(B)(7):
 - 1. Residential – two times the average bill by class
 - 2. non-residential – two and one-half times the customer's estimated maximum monthly bill
- g) At cost. Customer/Developer shall install or cause to be installed all Service Laterals as refundable advance in aid of construction.
- h) All Main Extensions shall be completed at cost and shall be treated as refundable advances-in-aid of construction.
- i) The cost of the influent meter and metering system installation shall be at the sole expense of the commercial and industrial user and not subject to refund.

IN ADDITION TO THE COLLECTION OF REGULAR RATES, THE UTILITY WILL COLLECT FROM ITS CUSTOMERS A PROPORTIONATE SHARE OF ANY PRIVILEGE, SALES, USE, AND FRANCHISE TAX. PER COMMISSION RULE R14-2-608(D)(5).

LIBERTY UTILITIES (LITCHFIELD WATER & SEWER) CORP.

ALTERNATIVE RATES FOR WATER AND WASTEWATER TARIFF

The Customer Assistance Tariff (“CAT”) is designed to provide relief to the Company’s lower income ratepayers. The Customer Assistance Tariff is open to residential, single family accommodations, and applies a discounted rate to the bills of those customers who meet the program qualifications.

***Qualifying annual incomes are set at 200 percent of the 2025 federal poverty levels as follows:**

<u>No. of Person in Household</u>	<u>Total Gross Annual Income*</u>
1	\$31,300
2	\$42,300
3	\$53,300
4	\$64,300
5	\$75,300
6	\$86,300

For each additional person residing in the household, add \$11,000

Customers eligible for the CAT program must complete an Application and Declaration form, and supply proof of income. Customers enrolled in the CAT program are required to reapply every two (2) years, or sooner, if requested, and annually recertify by submitting a declaration attesting to continuing eligibility. The CAT program is limited to 5,000 water division customers and 5,000 wastewater division customers. A waiting list will be available in the event the participation cap is met.

To obtain a copy of the CAT program forms, please contact Liberty at its Customer Care No., 844-367-2030.

If you have any questions regarding this Notice, or to obtain a copy of the CAT program forms, please contact:

**Liberty Utilities (Litchfield Water & Sewer) Corp.
14920 W Camelback Rd Litchfield Park, AZ 85340**

Customer Care No.: 844-367-2030