

47897 - Terms Sheet

Sewer rate is \$65 per customer per month

Rate case expense rider will be charged as follows:

Year 1 = \$0 per customer per month

Year 2 = \$10 per customer per month (year two starts one year from the effective date)

Year 3 = \$15 per customer per month

FUG agrees to provide customers with a minimum of 60 days notice of any proposed rate change.

The rate design in the next rate/tariff change filed by FUG will include a fixed charge and a variable rate.

FUG will work with residents to determine if restrictions on irrigation can be removed.

FUG will send a representative to HOA meetings to brief the residents on future plans.

FUG will provide a quarterly newsletter that includes the Annual Financial Report after it is filed with the Commission.

FUG will not seek to recover rate-case expenses in an amount over the amount stated in the rider. Starting with the 257th lot, FUG will record the \$2,950 connection fee as CIAC and continue this accounting practice until the 366th lot is sold.

FUG agrees that it will not seek recovery of any revenue shortfall that results from the \$65 rate in any future base rate case.

D. M. B.

Van Johnson

Carl Guter (for self & Fleming M. Chapman)

Eleana D'Ambrosio

Forest Glen Utility, LLC