



2241 FEWS CHAPEL ROAD
GREER, S.C. 29651

Notice of Water Rate Change

The Blue Ridge Rural Water Company (BRRWC) is committed to provide the safest and most reliable drinking water to all of its customers at the lowest possible cost. As many of you are aware BRRWC plans on paying off the loan on the Cliffs Valley North Water System in December 2017. This was originally a 10 year loan, but because of your payments, tap fee sales, as well as lot sales from lots held by BRRWC we are able to pay the note off in half the time. The repayment will result in the removal of the Loan Repayment Fee of \$90 per month, therefore saving you more than \$5,000 over the next 5 years.

As most of you are aware that much of the Cliffs Valley North Water System is made up of plastic pipes. This material continues to deteriorate, because of its placement in rocky conditions and where system pressures are higher than normal. This deterioration has and will continue to result in water line breaks throughout the system. BRRWC recently adopted a system wide comprehensive pipe replacement plan that will begin in 2017. This replacement plan will be funded by the rates detailed on the back of this notice, as well as future tap fees and the sale of Cliffs lots held by BRRWC. BRRWC requires that each water system be financially solvent and pay its fair share of basic operating expenses associated with that water system. Corporate Allocations are approved each year to fairly and accurately cover these system costs. For the past year the Cliffs Valley North System rate structure simply did not cover the required Corporate Allocations for the system. As a result of this deficiency the water rates detailed on the back of this notice have been adjusted to fully fund the current Corporate Allocations. As you are also aware BRRWC purchases 100% of water from Greenville Water for the Cliffs Valley North System. Recently BRRWC was notified that Greenville Water would be increasing BRRWC's cost to purchase water by \$0.35 per 1,000 gallons. BRRWC will be passing this cost, without any additional fees on BRRWC's part, to its customers. As a result of the removal of the loan repayment fee and the issues discussed above, customers will see a \$39.03 reduction on the monthly minimum water bill for up to 3,000 gallons. Customers that use 5,000 gallons will see a \$28.33 monthly reduction and for the customers that use 10,000 gallons will see a \$1.58 monthly reduction in your water bill.

All of this information was recently reviewed during a customer update meeting on October 23, 2017 that we hope you were able to attend.

If you have any questions please contact Blue Ridge Rural Water Company at (864) 895-1719.

NEW CLIFFS VALLEY NORTH WATER RATES

	<i>Customers with two water meters or no irrigation system</i>	<i>Customers with one water meter and irrigation system</i>
	<i>Minimum Base Rate = \$61.05 per month Line Replacement Fee = \$40.00 per month Total Monthly Base Fee = \$101.05 per month</i>	
<i>First 3,000 gallons</i>		
<i>Next 7,000 gallons</i>	<i>\$9.81 per 1,000 gallons</i>	
<i>Next 6,800 gallons</i>	<i>\$13.91 per 1,000 gallons</i>	
<i>Next 16,800 gallons</i>	<i>\$16.96 per 1,000 gallons</i>	<i>\$21.06 per 1,000 gallons</i>
<i>Next 16,800 gallons</i>	<i>\$20.06 per 1,000 gallons</i>	<i>\$31.82 per 1,000 gallons</i>
<i>Next 16,800 gallons</i>	<i>\$22.72 per 1,000 gallons</i>	<i>\$50.65 per 1,000 gallons</i>
<i>All over 67,200 gallons</i>	<i>\$26.72 per 1,000 gallons</i>	<i>\$83.61 per 1,000 gallons</i>

The above rates will be used to calculate your water billed in December 2017.