Late Payment Penalty:

A late payment penalty will be applied to any outstanding balance which remains outstanding 25 days after the bill date, until payment is received in full. The monthly penalty will be at a rate equal to one-twelfth of the sum of prime rate plus 5%, and the prime rate will be updated quarterly.

Customer Charge:

This is a monthly service fee for providing the customer with water service and recovers expenses not directly associated with water production or delivery, such as meter reading, billing, payment remittance and other costs. The charge is the same in each billing period, is billed in advance, and is based on the size of the meter through which service is furnished.

Monthly Charge

Monthly customer charges by meter size are as follows:

Size of Meter		
5/8"	$ ~~13.22~~13.75	I
3/4"	$ ~~15.86~~16.49	I
1"	$ ~~21.15~~21.99	I
1-1/2"	$ ~~42.94~~43.97	I
2"	$ ~~55.51~~57.72	I
3"	$ ~~84.59~~87.96	I
4"	$~~121.59~~126.43	I
6"	$~~211.72~~219.89	I
8"	$~~317.20~~329.84	I
10"	$~~502.24~~522.24	I

Water Charge

The charge, at a rate per thousand gallons of water registered by the meter, is as follows:

Residential		
0 - 2,000 gallons.....	~~$6.565~~6.827	I
2,001 – 7,000 gallons.....	~~$7.098~~7.381	I
Over 7,000 gallons.....	~~$8.277~~8.607	I
CCH		
Rate.....	~~$3.887~~4.042	I
All Other		
0 - 500,000 gallons.....	~~$5.887~~6.122	I
Over 500,000 gallons.....	~~$6.776~~7.046	I

For purposes of the Water Charge, a residential customer service is defined as:

(a) a single family dwelling

(b) multi-unit structures consisting of four or less units of which at least one serves as a dwelling

(c) four or less separate structures on one property, of which at least one such structure serves as a dwelling and all of which are served through a single meter.

For purposes of the Water Charge, pursuant to prior PSC orders, Christiana Care Hospital (CCH) is served under a separate exclusive rate classification. Christiana Care Hospital is the only customer eligible for this rate classification.

Public Fire Hydrant Ready to Serve Charge:

A charge for customers who are provided with public fire protection by means of fire hydrants. The charge is the same each billing period, is billed in advance, and is based on the size of the meter used to calculate the customer charge. Upon request of a municipality, Fire Hydrant Ready to Serve Charges may be billed to a municipality in total for all property owners within the municipality where Public Fire Protection is provided in lieu of the following individual customer billing charges:

Monthly Fire Hydrant Ready to Serve Charge

Size of Meter			
5/8".....	$	~~4.00~~4.16	I
3/4".....	$	~~5.98~~6.22	I
1".....	$	~~10.00~~10.40	I
1-1/2".....	$	~~19.94~~20.73	I
2".....	$	~~31.99~~33.26	I
3".....	$	~~60.02~~62.41	I
4".....	$	~~100.04~~104.03	I
6".....	$	~~200.39~~208.37	I
8".....	$	~~319.71~~332.45	I
10".....	$	~~511.38~~531.75	I

Private Fire Protection Charge:

A charge for customers who are provided with private fire protection through a sprinkler system or a private fire hydrant. The charge will be billed monthly in advance as follows:

1-1/2"detector check	$	~~19.28~~20.05	I
2" detector check	$	~~40.95~~42.58	I
4" detector check	$	~~106.69~~110.94	I
6" detector check	$	~~227.47~~236.53	I
8" detector check	$	~~378.70~~393.79	I
10" detector check	$	~~565.73~~588.27	I
12" detector check	$	~~618.19~~642.82	I
Private Hydrant	$	~~227.47~~236.53	

The private hydrant charge is assessed monthly per hydrant for each private hydrant. Charges for water registered on bypass meters installed on lines providing private fire protection will be billed monthly in arrears. All water registered on bypass meters will be billed at the rate of ~~$8.277~~8.607 per 1,000 gallons. I

Distribution System Improvement Charge

In addition to the net charges provided for in this Tariff, a charge of ~~3.32~~0.00% will apply to all charges rendered on or after ~~January 1, 2014~~June 10, 2014.

This charge will be recomputed semi-annually, using the elements prescribed by Section 314 of Title 26 of the Delaware Code.

SPECIAL SERVICES

The following Rules and Rates are applicable throughout the territory served by the Company for the following specified services.

Payment Terms:

All bills are due and payable upon presentation. See section titled "Bills and Payment" for additional information. Unpaid bills will result in finance charges and eventual shut off of service in accordance with Rule 46.

Temporary or Infrequent Water Use:

Temporary or infrequent water use will be billed monthly.

The minimum charge for a temporary service connection for construction or other purposes is the same as the Customer Charge for a meter of the size installed on the temporary service connection. The minimum charge covers the same period as the Customer Charge on which it is based, one month, and is rebilled if the temporary service connection remains in use after such period has elapsed.

The minimum charge is paid in advance and does not include any allowance for water usage. All water as registered by meters installed on temporary service connections is billed at the rate of ~~$8.277~~8.607 per 1,000 gallons. No proration of the minimum charge will be I made for temporary service connections that remain in use for less than the period covered by such charge. Where a temporary service connection requires use from hydrant, there is a $15.00 hook-up charge.

Service Appointments:

If a scheduled appointment is not kept by the customer, all rescheduled and subsequent appointments not kept by the customer will result in a $50.00 charge to the customer's account.

Consolidated Billing:

Under consolidated billing an eligible customer receives one combined bill that outlines charges for services rendered from the Company and Artesian Wastewater Management, Inc. ("AWMI"). An eligible customer, in this instance, is defined as a water customer that receives wastewater service from AWMI. When the Company provides consolidated billing that combines charges for water and wastewater service, payments will be applied in the following sequence:

(a) Any existing arrearages for either water or wastewater service;

(b) Arrears by vintage priority for water or wastewater service. A water service arrearage has a higher priority than wastewater service arrearage of the same vintage;

(c) Current charges for water service;

(d) Current charges for wastewater service.

This Second Supplemental Sheet is applicable to customers in the city of Middletown located within the County of New Castle. The total charge for metered service consists of the water charge.

Water Charge:	~~$2.125~~2.210 per thousand	I

All bills are due and payable upon presentation.

This Third Supplemental Sheet is applicable to the Delaware Correctional Center. Due to the unique nature of the agreement between the State of Delaware and Artesian, the rates are as follows:

Water Charge:	~~$2.243~~2.332 per thousand gallons	I

All bills are due and payable upon presentation.