

**SANDIA PEAK UTILITY COMPANY  
NOTICE TO RATEPAYERS  
WATER UTILITY RATES & SERVICES  
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- 1) Sandia Peak Utility Company hereby notifies its residential and commercial water service customers of a proposed rate increase. The proposed rate increase of approximately 5.0% is outlined below. The Company made its initial filing with the New Mexico Public Regulation Commission in 1984. The Company's plant and equipment is at a mature age and operating expenses have risen such that it is necessary to raise rates in order to maintain the plant and remain a financially viable operation. The new rates will take effect for service billed on January 1, 2020. As always, we look forward to continuing to serve you and maintaining a high level of professional service.

Please note that this Notice and the following information are written in the format required by law and describe the particulars of the rate increase:

Customer Class	Meter Size	Present Rate	Proposed Rate	Percentage Increase	Number of Customers
Residential & Commercial	3/4"	\$19.70	\$20.69	5.025%	2,282
	1"	25.06	26.32	5.028%	105
	1 1/2"	32.51	34.14	5.014%	12
	2"	51.96	54.56	5.004%	5
	3"	197.80	207.69	5.000%	1
	4"	251.00	263.55	5.000%	0
	6"	376.54	395.37	5.001%	0
	8"	520.02	546.02	5.000%	0
					2405

Monthly Volume Charge:	Present Rate	Proposed Rate	Percentage Increase
For the first 9,000 gallons, per thousand gallons:	\$3.69	3.88	5.149%
For all over 9,000 gallons, per thousand gallons:	\$4.54	4.77	5.066%

The total increase to the Company is approximately \$74,385.00, which is a 5.0% percent increase.

**Billing Analysis for Residential Customers with 3/4" Meters (all other residential customers would experience a similar percentage rate increase):**

Gallons	Present Rate	Proposed Rate	Percentage Difference	Number of Customers
-	\$19.70	\$20.69	5.025%	1
1,000	23.39	24.56	5.002%	68
2,000	27.08	28.44	5.022%	168
3,000	30.76	32.30	5.007%	241
4,000	34.46	36.19	5.020%	228
5,000	38.14	40.05	5.008%	243
6,000	41.83	43.93	5.020%	178
7,000	45.52	47.80	5.009%	153
8,000	49.20	51.66	5.000%	146
9,000	52.89	55.54	5.010%	86
10,000	57.44	60.32	5.014%	96
15,000	80.15	84.16	5.003%	305
20,000	102.87	108.02	5.006%	181
25,000	125.58	131.86	5.001%	105
30,000	148.29	155.71	5.004%	42
35,000	171.01	179.56	5.000%	20
40,000	193.72	203.41	5.002%	5
45,000	216.43	227.26	5.004%	4
50,000	239.15	251.11	5.001%	5

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- 2) Sandia Peak Utility Company intends to file a schedule containing these proposed new rates with the New Mexico Public Regulation Commission on October 18, 2019. Any ratepayer requesting from Sandia Peak Utility Company the actual date the schedule containing the proposed new rates is filed will promptly be notified as to said date.
- 3) Any interested party may examine the rate filings together with any exhibits and related papers that may be filed at the main office of Sandia Peak Utility Company or at the offices of the Commission in Santa Fe.
- 4) Further information may be obtained by contacting either Sandia Peak Utility Company or the New Mexico Public Regulation Commission.
- 5) The new rates will go into effect automatically and will not be subject to review and hearing by the New Mexico Public Regulation Commission unless Commission staff files a motion for review or protests are filed with the Commission by ten percent (10%) or more of the ratepayers (at least 242 ratepayers) receiving service from Sandia Peak Utility Company no later than twenty (20) days after the schedule proposing the new rates has been filed. **IF A HEARING IS HELD BY THE PUBLIC REGULATION COMMISSION, ANY COSTS INCURRED BY SANDIA PEAK UTILITY COMPANY MAY BE INCLUDED IN FUTURE RATES FOLLOWING THE NEXT RATE CASE.**
- 6) The procedures and forms for protesting these proposed rates are set forth in 17.12.770 NMAC and are available upon request from the following locations:

Sandia Peak Utility Company 10 Tramway Loop, NE Albuquerque, NM 87122 505-856-6419	New Mexico Public Regulation Commission 1120 Paseo De Peralta Santa Fe, NM 87501 505-827-6970 or 1-888-427-5772
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- 7) For purposes of protests, each person who receives a separate bill equals one ratepayer and each person who receives multiple bills equals one ratepayer.