

| 2010 WATER CONSERVATION RATES - EFFECTIVE AUGUST 1, 2010 |                                      |   |   |  |   |
|--|--------------------------------------|---|---|--|---|
| <b>Bi-Monthly Billing<br/>SINGLE FAMILY RESIDENTIAL</b>  |                                      |   |   |  | <b>Minimum<br/>Use/Charge</b>                             |
| <b>WATER</b>   | <b>Minimum<br/>Tier 1</b>            | <b>Tier 1</b>                                       | <b>Tier 2</b>   |  |   |
| <i>GALLONS</i>   | 4,000                                | 4,001 - 20,000                                      | greater than 20,000   |  | 4,000   |
| <i>COST</i>  | \$2.18 per 1,000<br>gallons          | \$2.18 per 1,000<br>gallons                         | \$3.05 per 1,000<br>gallons                                   |  | \$8.72  |
| <b>Monthly Billing<br/>MULTI-FAMILY RESIDENTIAL</b>      |                                      |   |   |  | <b>Minimum<br/>Use/Charge</b>                             |
| <b>WATER</b>   | <b>Minimum<br/>Tier 1</b>            | <b>Tier 1</b>                                       | <b>Tier 2</b>   |  |   |
| <i>GALLONS</i>   | 500 gallons X # of<br>finished units | Minimum to 6,000<br>gallon X # of finished<br>units | All usage above 6,000<br>gallons X the # of<br>finished units |  | determined by # of<br>finished units                      |
| <i>COST</i>  | \$2.18 per 1,000<br>gallons          | \$2.18 per 1,000<br>gallons                         | \$3.05 per 1,000<br>gallons                                   |  | determined by # of<br>finished units                      |
| <b>Monthly Billing<br/>COMMERCIAL &amp; INDUSTRIAL</b>   |                                      |   |   |  | <b>Minimum<br/>Use/Charge</b>                             |
| <b>WATER</b>   | <b>Minimum<br/>Tier 1</b>            | <b>Tier 1</b>                                       | <b>Tier 2</b>   |  |   |
| <i>GALLONS</i>   | By meter size                        | Meter minimum<br>& up                               | <i>na</i>   |  | determined by meter<br>size see<br><b>TABLE 1 - Water</b> |
| <i>COST</i>  | \$2.18 per 1,000<br>gallons          | \$2.18 per 1,000<br>gallons                         | <i>na</i>   |  | determined by meter<br>size see<br><b>TABLE 1 - WATER</b> |
| <b>Monthly Billing<br/>IRRIGATION</b>                    |                                      |   |   |  | <b>Minimum<br/>Use/Charge</b>                             |
| <b>WATER</b>   | <b>Minimum<br/>Tier 1</b>            | <b>Tier 1</b>                                       | <b>Tier 2</b>   |  |   |
| <i>GALLONS</i>   | <i>na</i>                            | <i>na</i>   | actual gallons used   |  | <i>na</i>   |
| <i>COST</i>  | <i>na</i>                            | <i>na</i>   | \$3.05 per 1,000<br>gallons                                   |  | <i>na</i>   |
| <b>Minimums by Meter Size</b>                            |                                      |   |   |  |   |
| <b>TABLE 1 - WATER<br/>Minimums by Meter Size</b>        | <b>Billing Period</b>                | <b>Minimum Gallons</b>                              | <b>2010 Rate per<br/>thousand</b>                             |  | <b>Minimum<br/>Use/Charge</b>                             |
| 5/8 inch   | Monthly                              | 2,000   | 2.18  |  | \$ 4.36   |
| 3/4 inch   | Monthly                              | 2,000   | 2.18  |  | \$ 4.36   |
| 1 inch   | Monthly                              | 4,000   | 2.18  |  | \$ 8.72   |
| 1 1/2 inch   | Monthly                              | 8,000   | 2.18  |  | \$ 17.44  |
| 2 inch   | Monthly                              | 13,000  | 2.18  |  | \$ 28.34  |
| 3 inch   | Monthly                              | 26,000  | 2.18  |  | \$ 56.68  |
| 4 inch   | Monthly                              | 40,000  | 2.18  |  | \$ 87.20  |
| 6 inch   | Monthly                              | 80,000  | 2.18  |  | \$ 174.40   |
| 8 inch   | Monthly                              | 128,000   | 2.18  |  | \$ 279.04   |

| SEWER RATES   |  |                                      |                                      |   |   |
|---|--|--------------------------------------|--------------------------------------|---|---|
| <b>Bi-Monthly Billing<br/>RESIDENTIAL</b>   |  |                                      |                                      |   | <b>Minimum<br/>Use/Charge</b>   |
| <b>SEWER 2010</b>   |  | <b>Minimum</b>                       | <b>Rate</b>                          |   |   |
| <i>FLAT RATE</i>  |  |                                      | \$25.64                              |   | \$25.64   |
| <b>2011 Sewer charges will be based on metered water usage and summer usage based on winter average</b> |  |                                      |                                      |   |   |
| <b>SEWER 2011</b>   |  | <b>winter use<br/>established</b>    | <b>no winter use<br/>established</b> |   | <b>Minimum<br/>Use/Charge</b>   |
| <i>MINIMUM GALLONS</i>  |  | 4,000                                | 10,000                               |   | 4,000/10,000  |
| <i>RATE</i>   |  | \$2.64 per 1,000<br>gallons          | \$2.64 per 1,000<br>gallons          |   | \$10.56/\$26.40   |
| <b>Monthly Billing<br/>MULTI-FAMILY RESIDENTIAL</b>   |  |                                      |                                      |   | <b>Minimum<br/>Use/Charge</b>   |
| <b>SEWER 2010</b>   |  |                                      |                                      |   |   |
| <i>FLAT RATE</i>  |  | Depends on<br>property type          |                                      |   | determined by # of<br>finished units                                      |
| <i>COST</i>   |  | See Table 2 - Sewer                  |                                      |   | determined by # of<br>finished units                                      |
| <b>2011 Sewer charges will be based on metered water usage</b>  |  |                                      |                                      |   |   |
| <b>SEWER 2011</b>   |  | <b>minimum</b>                       | <b>minimum and up</b>                |   | <b>Minimum<br/>Use/Charge</b>   |
| <i>GALLONS</i>  |  | 500 gallons X # of<br>finished units |                                      |   | determined by # of<br>finished units                                      |
| <i>COST</i>   |  | \$2.64 per 1,000<br>gallons          | 2.64 per 1,000 gallons               |   | determined by # of<br>finished units                                      |
| <b>Monthly Billing<br/>COMMERCIAL &amp; INDUSTRIAL</b>  |  |                                      |                                      |   | <b>Minimum<br/>Use/Charge</b>   |
| <b>SEWER 2010</b>   |  | <b>minimum</b>                       | <b>minimum and up</b>                |   |   |
| <i>GALLONS</i>  |  | 4,000                                | 4,001 and up                         |   | 4,000   |
| <i>COST</i>   |  | \$2.64 per 1,000<br>gallons          | \$2.64 per 1,000<br>gallons          |   | \$10.56   |
| <b>2010 Sewer Rate Structure - (Changing January 1, 2011 or as soon thereafter as practicable)</b>      |  |                                      |                                      |   |   |
| <b>TABLE 2 - SEWER<br/>RATE STRUCTURE 2010</b>  |  | <b>TYPE OF RATE</b>                  | <b>BILLING PERIOD</b>                | <b>RATE</b>                                     | <b>CHANGES<br/>2011</b>   |
| SINGLE FAMILY RESIDENTIAL   |  | FLAT                                 | Bi-Monthly                           | \$25.64   | metered - based on<br>water usage with<br>winter averaging and<br>minimum |
| COMMERCIAL & INDUSTRIAL   |  | METERED                              | Monthly                              | \$2.64 per 1000 gallons<br>based on water usage | metered - based on<br>water usage with<br>minimum                         |
| APARTMENTS & CONDOMINIUMS   |  | FLAT                                 | Monthly                              | \$11.69 X the number of<br>units                | metered - based on<br>water usage with<br>minimum                         |
| HOTEL/MOTEL   |  | FLAT                                 | Monthly                              | \$11.36 X the number of<br>room                 | metered- based on<br>water usage with<br>minimum                          |
| MOBILE HOME   |  | FLAT                                 | Monthly                              | \$10.69 X the number of<br>living units         | metered based on<br>water usage with<br>minimum                           |

| OTHER RATES  |  |                             |  |                                   |
|--|--|-----------------------------|--|-----------------------------------|
| <b>Monthly Billing<br/>AUTOMATIC FIRE SPRINKLER AND<br/>HYDRANT CONNECTION</b> |  | <b>Minimum<br/>Tier 1</b>   | <b>Tier 1</b>  | <b>Minimum<br/>Use/Charge</b>     |
| <i>WATER</i>   |  | 2,000                       | 2,000 and up   | 2,000                             |
| <i>COST</i>  |  | \$2.18 per 1,000<br>gallons | \$2.18 per 1,000<br>gallons                              | \$4.36                            |
| <b>Monthly Billing<br/>PRIVATE HYDRANT RATE</b>                                |  |                             |  | <b>Minimum<br/>Use/Charge</b>     |
| <i>2010 per hydrant cost</i>   |  | \$ 4.86                     |  | <i>na</i>                         |
|  |  |                             |  |                                   |
| <b>Monthly &amp; Bi-Monthly Billing<br/>STORM WATER/DRAINAGE</b>               |  |                             |  |                                   |
| <b>Storm Drainage Property Code</b>  |  | <b>Acres/Area</b>           | <b>Rate per Acre per Month</b>                           |                                   |
| <b>01</b> Cemeteries, Parks, Golf Courses                                      |  | actual                      | \$6.46 per acre/per month                                |                                   |
| <b>02</b> Single-family and Duplex Residential                                 |  | 1/3 acre assumed            | *\$15.03 per acre/per month X 1/3 (= \$10.02 bi-monthly) |                                   |
| <b>03</b> Public and Private Schools and Institutional Uses                    |  | actual                      | \$25.10 per acre/per month                               |                                   |
| <b>04</b> Multiple-family Residential and Place(s) of Assembly for Worship     |  | actual                      | \$35.62 per acre/per month                               |                                   |
| <b>05</b> Commercial and Industrial  |  | actual                      | \$63.43 per acre/per month                               |                                   |
|  |  |                             |  |                                   |
| <b>Monthly &amp; Bi-Monthly Billing<br/>SOLID WASTE RECYCLING</b>              |  |                             |  |                                   |
| <i>FLAT RATE</i>   |  | <b>Billing Period</b>       | <b>Rate</b>  | <b>Hennepin County<br/>Rebate</b> |
|  |  | Bi-Monthly                  | \$4.84   | (\$1.22)                          |
|  |  | Monthly                     | \$2.42   | (\$0.61)                          |
|  |  |                             |  |                                   |
| <b>Monthly Billing<br/>RPZ (REDUCED PRESSURE ZONE)<br/>CHARGE</b>              |  |                             |  |                                   |
| <i>FLAT RATE</i>   |  | <b>Billing Period</b>       | <b>Rate</b>  |                                   |
|  |  | Monthly                     | 2.54 EACH  |                                   |
|  |  |                             |  |                                   |
| <b>Monthly Billing<br/>HYDRANT/CONSTRUCTION METERS</b>                         |  |                             |  |                                   |
|  |  | <b>Billing Period</b>       | <b>Rate</b>  | <b>Deposit</b>                    |
| <i>SMALL HYD METER - 1" OR LESS</i>  |  | Monthly                     | \$34.00  | \$250.00                          |
| <i>LARGE HYD METER - 1.5" OR LARGER</i>  |  | Monthly                     | \$96.50  | \$500.00                          |
| <i>WATER</i>   |  | Monthly                     | \$2.18 per 1000<br>gallons                               |                                   |