

**REASONS FOR APPLICATION**

**(In the space below list all reasons why the Applicant requires a rate adjustment. Describe any event or occurrence of significance that may affect the Applicant's present or future financial condition, including but not limited to excessive water line losses, regulatory changes, major repairs, planned construction, and increases in wholesale water costs.)**

The Dexter-Almo Heights Water District is requesting a 10% across the board rate increase. The District needs this increase for the following reasons:

1. To enable the District to pay its annual debt service payments on all outstanding long-term debts.
2. To allow the district to get to a more sustainable financial condition so the district can continue to provide safe clean drinking water to the district current customers and to provide clean safe drinking water to new customers in the future.