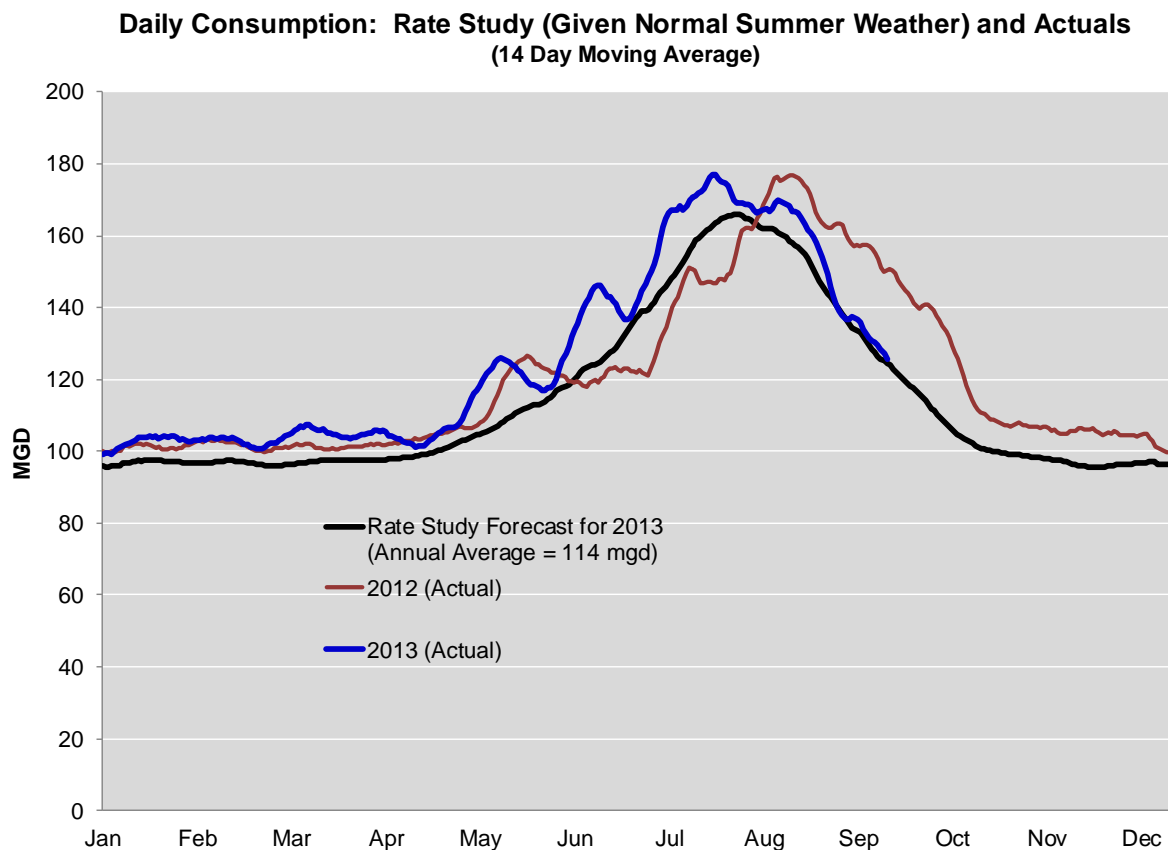


Water Consumption vs. 2012-2014 Rate study

As of September 25, 2013

The graph below shows daily consumption from SPU's water sources on a 14 day moving average basis. The "2012 Actual" and "2013 Actual" lines are the familiar ones with from the water status updates, but the black line is new. The black line is the 14 day moving average source demand that corresponds to the 2012-2014 rate study. Looking at water from the sources serves as an early indication of whether revenues will be higher or lower than a particular projection; however it is not the same as the revenues themselves.



So far, 2013 looks like it should have higher revenues for the true up, but there are some factors to keep in mind:

- Any increased demand due to CWA or Northshore does not translate into additional revenues
- Water from the sources includes all system losses, which can vary from year to year
- Actuals in September were at, not above, the rate study forecast, and there is still a quarter of the year left where actuals may drop below the forecast