COMMERCIAL WASTEWATER COLLECTION AND DISPOSAL

UTILITY RATE SCHEDULE S-2

A. APPLICABILITY:

This schedule applies to all commercial establishments other than those served under Utility Rate Schedule S-1 (Residential Wastewater Collection and Disposal), Rate Schedule S-6 (Restaurant Wastewater Collection and Disposal) or Rate Schedule S-7 (Commercial Establishments Wastewater Disposal – Industrial Discharger).

B. TERRITORY:

This schedule applies everywhere the City of Palo Alto provides Wastewater Services.

C. RATES:

1. Minimum Charge per connection per month .......................................................... $41.37

2. Quantity Rates, per 100 cubic feet (See Section D.1) ....................................... $7.97

D. SPECIAL NOTES:

1. The monthly charge for the quantity rate set forth in Section C.2 of this rate schedule will be based upon the average Water usage for the months of January, February and March, and applied in the following July. If a Water Meter is identified as exclusively serving irrigation landscaping, such Meter will be exempted from Wastewater charge calculations. Customers without an applicable usage history will be charged at the minimum monthly charge until such time as such usage may reasonably be established by the City of Palo Alto Utilities Department.

2. The City of Palo Alto Utilities Department may require Wastewater Metering facilities, in which case Service will be governed by terms of a special agreement between the City and the Customer.