NOTICE OF PROPOSED CHANGE IN SCHEDULED RATES



WE KEEP LIFE FLOWING®

Illinois American Water has filed with the Illinois Commerce Commission a proposed change in water and wastewater rates for all operating areas served by the Company, effective approximately January 10, 2023, assuming the Commission utilizes an 11-month review process.

The proposed rates would increase the overall water or wastewater revenue for the Company's tariff groups below as follows. The increase shown is not an indication of the impact on an individual customer's bill, which may vary based on multiple factors:

Central Water (including Alton/Cairo/Champaign/Chicago Metro/Hardin/Interurban/Lincoln*/Peoria/Pontiac/South Beloit/Sterling/Streator)	32.9%
Pekin Water	27.7%
Central Wastewater	19.4%
Chicago Metro Wastewater	21.1%

^{*}The Lincoln District is proposed to be incorporated into Central Water.

The proposed changes, which include changes in design of the rates, affect charges for customers in all service classifications (including metered water service, wastewater service, private fire service and public fire service). The estimated bill impact of the proposed changes may vary based on multiple factors, including, but not limited to, meter size, usage volume, service classification, fire protection district, and other factors. For a residential customer with a 5/8-inch meter, the proposed changes would generally increase a monthly bill (including applicable base rate components as proposed within the case, which include base rates, infrastructure surcharges, and public fire charges; excluding all taxes and other pass-through charges such as purchased water and sewage treatment surcharges and franchise fees) by the amounts and percentages shown on the chart on the next page. The proposed change does not involve a change from flat to volumetric rate.

A copy of the proposed rate schedules may be inspected by any interested party at any of the Illinois American Water offices. Additionally, customers may contact Illinois American Water at its customer service number, 800-422-2782, for an explanation regarding how the proposed changes might impact their monthly bill.

Customers should be advised that the Illinois Commerce Commission may alter or amend the rates or conditions of service after hearings held pursuant to 83 III. Admin Code 200, and may increase or decrease individual rates in amounts other than those requested by Illinois American Water.

Illinois Commerce Commission procedures for intervention are contained in its Rules of Practice and include the timely filing of a verified petition to intervene with the Chief Clerk of the Commission and service of the petition to Illinois American Water, the Commission's Administrative Law Judge, Commission Staff witnesses, and all other parties. This petition must contain the information required by the Rules of Practice. In addition, customers may request a public forum regarding this proposed increase by making a written request to the Illinois Commerce Commission in accordance with procedures specified in Section 8-306(n) of the Public Utilities Act (220 ILCS 5/8-306 (n)).

You may obtain additional information either directly from Illinois American Water, 300 N. Water Works Drive, Belleville, Illinois 62223, tel: 800-422-2782; by addressing the Chief Clerk of the Illinois Commerce Commission, 527 East Capitol Avenue, Springfield, Illinois 62701; or via the Illinois Commerce Commission's website at icc.illinois.gov. Information, including tips on water conservation, is also available at Illinois American Water's website, illinoisamwater.com.

Customers receiving both water and wastewater service from Illinois American Water have the option of requesting a separate meter for irrigation to help mitigate sewer charges. Water-only customers may also benefit as water that doesn't enter the wastewater system won't be included in their wastewater provider bill. To request an irrigation meter, please call 800-422-2782. If approved, a customer may be required to run a separate line or additional plumbing for the new meter. Illinois American Water does not charge for the installation of irrigation meters. Billing for irrigation-related water usage will be completed via a separate billing statement. Customers can request a combined statement by reaching out to a customer service representative at 800-422-2782.

Notice of Proposed Change in Scheduled Rates

Service Area	Use Level	Monthly Bill at Current Rates	Monthly Bill at Proposed Rates	Dollar Increase	Percentage Increase
Central Water Residential	Small (2,000 gal/mo)	\$40.49	\$45.22	\$4.73	11.7%
	Medium (3,500 gal/mo)	\$50.36	\$59.95	\$9.58	19.0%
	Large (10,000 gal/mo)	\$93,15	\$123.78	\$30.63	32,9%
Pekin Water Residential	Small (2,000 gal/mo)	\$33.73	\$36.49	\$2.76	8,2%
	Medium (3,500 gal/mo)	\$38.33	\$44.44	\$6.11	15,9%
	Large (10,000 gal/mo)	\$58,30	\$78.91	\$20.61	35.4%
Lincoln Water Residential	Small (2,000 gal/mo)	\$34,59	\$43.77	\$9.18	26,5%
	Medium (3,500 gal/mo)	\$41.51	\$55.11	\$13.60	32.8%
	Large (10,000 gal/mo)	\$71.49	\$104.26	\$32.77	45,8%
Central Wastewater Residential	Small (2,000 gal/mo)	\$21.40	\$32.74	\$11.34	53.0%
	Medium (3,500 gal/mo)	\$31.75	\$48.55	\$16,80	52.9%
	Large (10,000 gal/mo)	\$76.60	\$117.06	\$40,46	52.8%
Chicago Metro Wastewater Residential	Small (2,000 gal/mo)	\$78.65	\$85.19	\$6.54	8,3%
	Medium (3,500 gal/mo)	\$87.22	\$94.48	\$7.25	8,3%
	Large (10,000 gal/mo)	\$124.37	\$134.71	\$10.34	8.3%

