

CHILlicothe MUNICIPAL UTILITIES

SCHEDULE A
PILOT FEE RATE - PF

The PILOT fee is a transfer of funds from the municipal utility to the City of Chillicothe General Fund. Since municipal utilities are part of local government, they do not pay taxes or franchise fees as a private utility would. PILOT fees are usually equivalent to franchise fees and taxes that would have been paid if the utility was privately owned. The Fee is assessed on all utility services provided to the Citizens of Chillicothe, MO. For economic development purposes, a reduced PILOT fee may be offered to large industrial customers or prospects for a limited timeframe, or will be phased into the full PILOT fee over a set term. The rate used for the determination of this fee will be re-evaluated on an annual basis.

<u>ALL SERVICES</u>	<u>Total Rate</u>
Effective 6/1/2017	8.00%

<u>INDUSTRIAL CUSTOMERS</u>	<u>Total Rate</u>
Effective 6/1/2017	3.00%