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| Less than 25% of water production sources are metered, remaining sources are estimated. No regular meter accuracy testing or electronic calibration conducted. | |
| 2. 25% - 50% of treated water production sources are metered; other sources estimated. No regular meter accuracy testing or electronic calibration conducted. | Manufacturer testing certificate for newly installed meter does not qualify as accuracy testing |
| 4.50% - 75% of treated water production sources are metered, other sources estimated. Occasional meter accuracy testing or electronic calibration conducted. | % of source metric is for volume, not meter count Occasional = within last 5 years but less than annually, for <90% of source flow |
| At least 75% of treated water production sources are metered, or at least 90% of the source flow is derived from metered sources. Meter accuracy testing and/or electronic calibration of related instrumentation is conducted annually. Less than 25% of tested meters are found outside of +/- 6% accuracy. | Accuracy testing = precise & independent volumetric measurement in-situ against subject meter for at least 90% of the source flow by volume OR Calibration = alignment of flow range conversion with signal span output (4-20) and SCADA output |
| 8. 100% of treated water production sources are metered, meter accuracy testing and electronic calibration of related instrumentation is conducted annually, less than 10% of meters are found outside of +/- 6% accuracy | Must have both accuracy testing AND calibration for 90% of the source flow |
| 10. 100% of treated water production sources are metered, meter accuracy testing and electronic calibration of related instrumentation is conducted semi-annually, with less than 10% found outside of +/-3% accuracy. Procedures are reviewed by a third party knowledgeable in the M36 methodology. | 3rd party M36 review = testing and calibration practices have been closely scrutinized for compliance with procedures described in the M36 Manual Must have both accuracy testing AND calibration for 90% of the source flow |

| WATER IMPORTED - DVG CRITERIA | ADDITIONAL GUIDANCE |
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| Less than 25% of imported water sources are metered, remaining sources are estimated. No regular meter accuracy testing. | |
| 2. 25% - 50% of imported water sources are metered; other sources estimated. No regular meter accuracy testing . | Manufacturer testing certificate for newly installed meter does not qualify as accuracy testing |
| 4. 50% - 75% of imported water sources are metered, other sources estimated. Occasional meter accuracy testing conducted. | % of source metric is for volume, not meter count Occasional = within last 5 years but less than annually, for <90% of source flow |
| 6. At least 75% of imported water sources are metered, meter accuracy testing and/or electronic calibration of related instrumentation is conducted annually for all meter installations. Less than 25% of tested meters are found outside of +/- 6% accuracy. | Accuracy testing = precise & independent volumetric measurement in-situ against subject meter for at least 90% of the source flow by volume OR Calibration = alignment of flow range conversion with signal span output (4-20) and SCADA output |
| 8. 100% of imported water sources are metered, meter accuracy testing and electronic calibration of related instrumentation is conducted annually, less than 10% of meters are found outside of +/-6% accuracy. | Must have both accuracy testing AND calibration for 90% of the source flow |
| 10. 100% of imported water sources are metered, meter accuracy testing and electronic calibration of related instrumentation is conducted semi-annually for all meter installations, with less than 10% of accuracy tests found outside of +/- 3% accuracy. | Must have both accuracy testing AND calibration for 90% of the source flow |

| BILLED METERED – DVG CRITERIA | ADDITIONAL GUIDANCE |
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| At least 75% of customers are meteredonly very limited meter accuracy testing is conducted. Customer meters are replaced only upon complete failure. Computerized billing records exist, but only sporadic internal auditing conducted. | Very limited testing (reactionary) = complaint based or consumption flag testing only Sporadic = less than annual |
| At least 90% of customers are meteredonly limited meter accuracy testing is conducted. Regular replacement is conducted for the oldest meters. Computerized billing records exist with annual auditing of summary statistics conducting by utility personnel. | Limited testing (proactive) = more than reactive testing (per DVG of 4), targeted to certain subsets but not representative sampling of full meter population Summary statistics = total volumes year to year |
| 8. At least 97% of customers are meteredregular meter accuracy testing guides replacement of statistically significant number of meters each year. Routine auditing of computerized billing records for global and detailed statistics occurs annually by utility personnel, and is verified by third party at least once every five years. | Regular testing (proactive) = testing certain subsets but not representative sampling of full meter population, with the results directly utilized to dictate maintenance and replacement activities Detailed statistics = at least down to the charge code level, Third party audit = sampling review on select accounts If presently in a meter changeout or conversion project, OK to treat new meter installations as 'testing' for audit year installed +1 year (2-year horizon) |
| 10. At least 99% of customers are meteredstatistically significant customer meter testing and replacement program in place on a continuous basis. Computerized billing with routine, detailed auditing, including field investigation of representative sample of accounts undertaken annually by utility personnel. Audit is conducted by third party auditors at least once every three years. | Statistically significant testing and replacement = proactive large meter testing targeted based on revenue and small meter testing based on random representative sampling, results directly utilized to dictate maintenance and replacement activities Third party audit = full billing database query and analysis of raw data to rebuild to the summary consumption volumes |

| VARIABLE PRODUCTION COST – DVG CRITERIA | ADDITIONAL GUIDANCE |
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| 4 Electric power and treatment costs are reliably tracked and allow accurate weighted calculation of unit variable production costs based on these two inputs and water imported purchase costs (if applicable) | If only <u>primary</u> costs included, DVG of 4 (power, chemicals and/or purchase water costs) |
| 6Pertinent additional costs beyond power, treatment and water imported purchase costs (if applicable) such as liability, residuals management, wear and tear on equipment, impending expansion of supply, are included in the unit variable production cost, as applicable. All costs audited internally on an annual basis. | Some but not all secondary costs have been evaluated and incorporated including but not limite to damages paid from claims from line breaks, wear and tear on dynamic equipment, residuals management and impending expansion of supply. I some of the secondary costs are not applicable, the basis for this should be documented. |
| 8all pertinent primary and secondary variable production and water imported purchase (if applicable) costs tracked. The data is audited at least annually by utility personnel, and at least once every three years by a third-party knowledgeable in the M36 methodology. | All secondary costs have been evaluated and incorporated as applicable. For any deemed not applicable, the basis for this should be documented 3rd party M36 review = input calculations have been reviewed by a water loss expert |
| 10. Either 1) Third party CPA audit of all pertinent primary and secondary variable production and water imported purchase (if applicable) costs on an annual basis, or: 2) Water supply is entirely purchased as bulk water imported, and the unit purchase cost- including all applicable marginal supply costs - serves as the variable production cost. If all applicable marginal supply costs are not included in this figure, a grade of 10 should not be selected. | All secondary costs have been evaluated and incorporated as applicable. For any deemed not applicable, the basis for this should be documented 3 rd party M36 review = input calculations have been reviewed by a water loss expert |

| CUSTOMER METERING INACCURACY | ADDITIONAL GUIDANCE |
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| 2Customer meters are tested for accuracy only upon customer request. | Input is an estimate, not calculated. |
| 4Meter accuracy testing is conducted annually for a small number of meters (more than just customer requests, but less than 1% of inventory). A limited number of the oldest meters are replaced each year. Inaccuracy volume is largely an estimate, but refined based upon limited testing data. | Limited replacement = replaced if failed Volume inferred for full meter population but informed only from reactive test data, such as complaint tests or consumption flagged tests |
| 6Routine, but limited, meter accuracy testing and replacement occur. Inaccuracy volume is quantified using a mix of reliable and less certain data. | Routine = proactive Volume calculated for full meter population based on proactive test data but less than representative sampling |
| Ongoing meter replacement and accuracy testing result in highly accurate customer meter population. Testing is conducted on samples of meters of varying age and accumulated volume of throughput to determine optimum replacement time for various types of meters. | Ongoing = annual Volume calculated for full meter population based on proactive test data from representative sampling |
| Ongoing meter replacement and accuracy testing result in highly accurate customer meter population. Statistically significant number of meters are tested in audit year. This testing is conducted on samples of meters of varying age and accumulated volume of throughput to determine optimum replacement time for these meters. | Statistical significance = testing program margins of error have been analyzed |
| 10Ongoing meter replacement occurs according to a targeted and justified basis. Regular meter accuracy testing gives a reliable measure of composite inaccuracy volume for the customer meter population. New metering technology is embraced to keep overall accuracy improving. Procedures are reviewed by a third party knowledgeable in the M36 methodology. | Targeted and justified = proactive large meter testing targeted based on revenue and small meter testing based on random representative sampling, results directly utilized to dictate maintenance and replacement activities 3rd party M36 review = testing program and input calculations have been closely scrutinized for compliance with procedures described in the M36 Manual by third party |























































































































































































