



0000009026

ORIGINAL

City Taxpayers Association, Inc.

47



THE ACTION GROUP
"Guardian of Sun City's Pocketbook"

12630 N. 103rd Avenue, Suite 144

Sun City, Arizona 85351-3476

Telephone (623) 933-7530 • Fax (623) 933-0394

E-mail scta1@juno.com

RECEIVED

2004 FEB -3 P 2: 06

Arizona Corporation Commission

DOCKETED

AZ CORP COMMISSION
DOCUMENT CONTROL

February 4, 2004

FEB 03 2004

DOCKETED BY *CAH*

WS-01303A-02-0867
WS-01303A-02-0868
WS-01303A-02-0869
WS-01303A-02-0870
W-01303A-02-0908

Arizona Corporation Commission
Docket Control
1200 W. Washington Street
Phoenix, AZ 85507

DOCKET: W-01303A-02-0868, et al

SUBJECT: Final Brief

Dear Commissioners, Administrative Law Judge Wolfe and fellow Intervenors,

With this letter, the Sun City Taxpayers Association (SCTA) would like to reiterate its support of the efforts of both the Arizona Corporation Staff and RUCO for its review, analysis and subsequent rate proposals as they relate to Application for Rate Increase for the water and waste water operations of the Sun City Water Company and the Sun City Sewer Company.

Rate Increase Application

The SCTA asks that the Arizona Corporation Commissioners give serious consideration to the Staff and RUCO recommendations. We believe that the rates proposed by Staff and RUCO were calculated using the appropriate rate setting methodologies and are fair and equitable. We would encourage the Commission to either deny AZ-AM's request, as recommended by both Staff and RUCO, or in the alternative adopt the proposed rates as submitted by Staff and/or RUCO.

Proposed Acquisition Adjustment

The SCTA supports the testimony of Mary Lee Diaz Cortez regarding AZ-AM's proposed acquisition adjustment. We agree that the company has made no showing "that clear, quantifiable, and substantial net benefits have been realized in the affected areas, which would not have been realized had the transaction not occurred."

Sun City Wastewater – Tolleson Improvements

The SCTA is in agreement with ACC Staff Witness Darron W. Carlson and the long standing position of the Commission to allow recovery of costs only after completion of plant and/or improvements and the determination by Staff of net benefit to consumers.

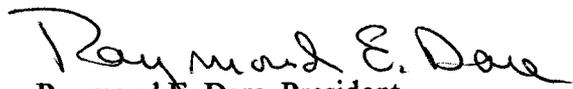
February 4, 2004

Page Two

DOCKET: W-01303A-02-0868, et al

Please consider this information in your deliberations on the aforementioned docket.

Yours very truly,

A handwritten signature in cursive script that reads "Raymond E. Dare".

Raymond E. Dare, President
Sun City Taxpayers Association

An Original and 21 copies of the foregoing
were delivered this 4th day of February, 2004, to:

Docketing Supervisor
Docket Control
Arizona Corporation Commission
1200 West Washington
Phoenix, AZ 85007

A copy of the foregoing was delivered this
4th day of February, 2004, to:

Teena Wolfe
Administrative Law Judge
Arizona Corporation Commission
1200 West Washington
Phoenix, AZ 85007

Timothy Sabo, Esq.
Gary Horton, Esq.
Legal Division
Arizona Corporation Commission
1200 West Washington
Phoenix, AZ 85007

Darron Carlson
Utilities Division
Arizona Corporation Commission
1200 West Washington
Phoenix, AZ 85007

A copy of the foregoing was mailed this
4th day of February, 2004, to:

Daniel Pozefsky
Residential Utilities Consumer Office
1110 W. Washington, Suite 220
Phoenix, AZ 85007

Carlton G. Young
3203 W. Steinbeck Dr.
Anthem, AZ 85086

Frank J. Grimmelmann
42441 N. Cross Timbers Court
Anthem, AZ 85086

William P. Sullivan
Paul R. Michaud
Martinez & Curtis
2712 N. 7th St.
Phoenix, AZ 85006
Attorneys for the Town of Youngtown

Walter Meek
Arizona Utility Investors Association
2100 N. Central Ave.
Phoenix, AZ 85004

John Buric, Esq.
Warner Angle Hallam Jackson & Formanek
3550 N. Central Ave., Suite 1500
Phoenix, AZ 85012
Attorneys for Fiesta RV Resort

Kenneth C. Sundlof, Jr., Esq.
Robert Taylor, Esq.
The Collier Center, 11th Floor
201 E. Washington St.
Phoenix, AZ 85004-2385
Attorneys for Sun Health Corporation