

ORIGINAL



0000011314

Schedule A-1
Page 1 of 2
Date: 7-7-04

2802

PINEVIEW WATER COMPANY
Test Year Ended December 31, 2003

COMPUTATION OF INCREASE IN GROSS REVENUE REQUIREMENTS

DOCKET NO. W-01676A-04-0500

DESCRIPTION	ORIGINAL COST	RCND
Adjusted Rate Base (1)	\$786,882	\$786,882
Adjusted Operating Income (2)	(20,225)	(20,225)
Current Rate of Return	-2.57%	-2.57%
		<u>FAIR VALUE</u>
Fair Value Rate Base (50/50)		\$786,882
Required Rate of Return		9.747%
Operating Income Requirement		\$76,697
Operating Income Deficiency		\$96,922
Gross Revenue Conversion Factor (3)		1.3047
Increase in Gross Revenue Requirements		\$126,452
Indicated Percentage Increase (4)		24.19%

Arizona Corporation Commission

DOCKETED

AUG 25 2004

DOCKETED BY

AZ CORP COMMISSION
DOCUMENT CONTROL

2004 AUG 25 P 3:15

RECEIVED

Supporting Schedules:

- (1) Schedule B-1
- (2) Schedule C-1
- (3) Schedule C-3
- (4) Schedule H-1