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BEFORE THE ARIZONA CORPORATION COMMISSION

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AZ CORP COMMISSION
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IN THE MATTER OF THE APPLICATION OF ARIZONA-AMERICAN WATER COMPANY, INC., AN ARIZONA CORPORATION, FOR AUTHORITY TO IMPLEMENT ARSENIC COST RECOVERY MECHANISMS FOR ITS AGUA FRIA WATER, SUN CITY WEST WATER, HAVASU WATER, AND TUBAC WATER DISTRICTS.

Docket No. W-01303A-05-0280

IN THE MATTER OF THE APPLICATION OF ARIZONA-AMERICAN WATER COMPANY, INC., AN ARIZONA CORPORATION, FOR A DETERMINATION OF THE CURRENT FAIR VALUE OF ITS UTILITY PLANT AND PROPERTY AND FOR INCREASES IN ITS RATES AND CHARGES BASED THEREON FOR UTILITY SERVICE BY ITS SUN CITY WEST WATER AND WASTEWATER DISTRICTS.

Docket No. WS-01303A-02-0867

IN THE MATTER OF THE APPLICATION OF ARIZONA-AMERICAN WATER COMPANY, INC., AN ARIZONA CORPORATION, FOR A DETERMINATION OF THE CURRENT FAIR VALUE OF ITS UTILITY PLANT AND PROPERTY AND FOR INCREASES IN ITS RATES AND CHARGES BASED THEREON FOR UTILITY SERVICE BY ITS MOHAVE WATER DISTRICT AND ITS HAVASU WATER DISTRICT

Docket No. W-01303A-02-0869

NOTICE OF FILING TESTIMONY SUMMARY

1 IN THE MATTER OF THE APPLICATION OF
2 ARIZONA-AMERICAN WATER COMPANY,
3 INC., AN ARIZONA CORPORATION, FOR A
4 DETERMINATION OF THE CURRENT FAIR
5 VALUE OF ITS UTILITY PLANT AND
6 PROPERTY AND FOR INCREASES IN ITS
7 RATES AND CHARGES BASED THEREON
8 FOR UTILITY SERVICE BY ITS ANTHEM
9 WATER DISTRICT, ITS AGUA FRIA WATER
10 DISTRICT, AND ITS ANTHEM/AGUA FRIA
11 WASTEWATER DISTRICT.

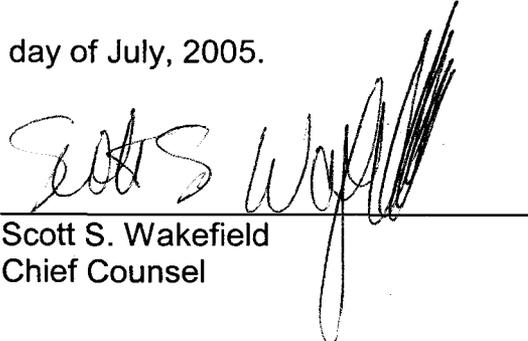
Docket No. WS-01303A-02-0870

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NOTICE OF FILING TESTIMONY SUMMARY

The Residential Utility Consumer Office ("RUCO") hereby provides notice of filing the Testimony Summary of Marylee Diaz Cortez in the above-referenced matter.

RESPECTFULLY SUBMITTED this 21st day of July, 2005.



Scott S. Wakefield
Chief Counsel

AN ORIGINAL AND NINETEEN COPIES of the foregoing filed this 21st day of July, 2005 with:

Docket Control
Arizona Corporation Commission
1200 West Washington Street
Phoenix, Arizona 85007

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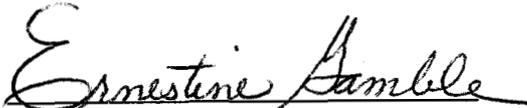
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18 Ernestine Gamble
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ARIZONA-AMERICAN WATER COMPANY
DOCKET NO. W-01303A-05-0280 ET AL
SUMMARY OF THE TESTIMONY OF MARYLEE DIAZ CORTEZ

The following is a summary of the issues set forth in the direct testimony of Ms. Diaz Cortez. A full discussion of these issues and the underlying theory and rationales for her recommendations are contained in the referenced document.

The testimony of Ms. Diaz Cortez is restricted to two issues: the Company's request for approval of an Arsenic Cost Recovery Mechanism (ACRM) and the Company's request for a hook-up fee for new customers in the Company's Havasu District.

Ms. Diaz Cortez recommends approval of the proposed ACRM mechanism provided the characteristics of the ACRM are the same as those recently approved by the Commission for Arizona Water Company in its Northern and Eastern Division rate cases. Ms. Diaz Cortez recommends that the Commission deny the requested hook-up fee for the Havasu District. Hook-up fees are appropriately used to fund future growth. Since the need for the arsenic treatment plant for the Havasu District is not growth related (i.e. the plant is necessary regardless of growth) a hook-up fee is inappropriate.