

ORIGINAL



0000046122

BEFORE THE ARIZONA CORPORATION COMMISSION

RECEIVED

JEFF HATCH-MILLER  
CHAIRMAN

2006 MAR 30 A 10: 20

WILLIAM A. MUNDELL  
COMMISSIONER

AZ CORP COMMISSION  
DOCUMENT CONTROL

MARC SPITZER  
COMMISSIONER

MIKE GLEASON  
COMMISSIONER

KRISTIN K. MAYES  
COMMISSIONER

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 PARADISE  
VALLEY WATER DISTRICT.

Docket No. W-01303A-05-0405

IN THE MATTER OF THE APPLICATION OF  
ARIZONA-AMERICAN WATER COMPANY  
FOR APPROVAL OF AN AGREEMENT  
WITH THE PARADISE VALLEY COUNTRY  
CLUB.

Docket No. W-01303A-05-0910

NOTICE OF FILING LATE FILED EXHIBIT

The Residential Utility Consumer Office ("RUCO") hereby provides notice of filing  
the late filed Exhibit, RUCO-13, in the above-referenced matter.

RESPECTFULLY SUBMITTED this 30<sup>th</sup> day of March, 2006.

Daniel W. Pozefsky  
Attorney

1 AN ORIGINAL AND FIFTEEN COPIES  
2 of the foregoing filed this 30<sup>th</sup> day  
3 of March, 2006 with:

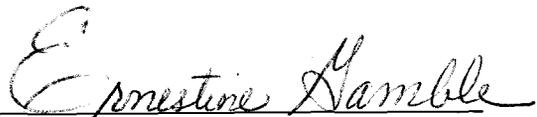
3 Docket Control  
4 Arizona Corporation Commission  
5 1200 West Washington  
6 Phoenix, Arizona 85007

5 COPIES of the foregoing hand delivered/  
6 mailed this 30<sup>th</sup> day of March, 2006 to:

7 Lyn Farmer  
8 Chief Administrative Law Judge  
9 Hearing Division  
10 Arizona Corporation Commission  
11 1200 West Washington  
12 Phoenix, Arizona 85007

Robert J. Metli  
Snell & Wilmer L.L.P.  
One Arizona Center  
400 E. Van Buren  
Phoenix, AZ 85004-2202

10 Teena Wolfe, Administrative Law Judge  
11 Hearing Division  
12 Arizona Corporation Commission  
13 1200 West Washington  
14 Phoenix, Arizona 85007

By   
Ernestine Gamble

13 Christopher Kempley, Chief Counsel  
14 Legal Division  
15 Arizona Corporation Commission  
16 1200 West Washington  
17 Phoenix, Arizona 85007

16 Ernest Johnson, Director  
17 Utilities Division  
18 Arizona Corporation Commission  
19 1200 West Washington  
20 Phoenix, Arizona 85007

19 Craig A. Marks  
20 Corporate Counsel, Western Region  
21 American Water  
22 19820 N. 7<sup>th</sup> Street, Suite 201  
23 Phoenix, Arizona 85024

24

**TOWN OF PARADISE VALLEY  
WATER COMMITTEE  
MINUTES OF MEETING  
APRIL 5, 2005**

**1. CALL TO ORDER**

The meeting of the Town Council Water Committee was called to order at 4:00 p.m. on April 5, 2005, in the Town Hall Library Conference Room. Please refer to the attached attendance sheet for those who were present at this meeting.

**2. APPROVAL OF MINUTES OF MARCH 1, 2005**

A motion was made by Chairman Winkler, seconded by Mary Hamway and carried unanimously that the minutes of the March 1, 2005 meeting be approved as submitted.

**3. FIRE SAFETY UPDATE**

Fire Marshal Chuck Fitzgerald gave an update on Fire Department activities during the preceding month. He stated that there was no fire activity in the Town during this time.

Chief McDonald reported that Rural/Metro is approximately 40% complete on this year's fire hydrant inspection program. He noted that several new fire hydrants have been identified which have in turn been reported to the Town's Engineering Department to denote them on the mapping system. Chief McDonald also reported that Rural/Metro is in the process of painting their fire equipment red.

**4. CITY OF PHOENIX WATER SYSTEM IMPROVEMENTS UPDATE**

Town Engineer Bill Mead gave an update on the City of Phoenix water system improvements. He stated that the Invergordon Road Water Transmission Main construction project is nearly completed and that some cleanup remains.

Mr. Mead also reported that the City of Phoenix has agreed to the request of several Town residents to improve the aesthetic treatment at the well site which will be equipped for arsenic removal. He stated that the only request the City of Phoenix is unable to accommodate is lowering of the storage tank below grade.

Mr. Mead also reported on Phoenix pump station improvements. He advised that Phoenix has hired a firm to assist in site acquisition, and that Phoenix needs a parcel of approximately 8,000 square foot size. He stated that he will continue to assist in coordinating with Town property owners on the acquisition.

Mr. Mead also reported that the City of Phoenix has installed 12 new fire hydrants on their existing water system in the past few months, and in addition 5 fire hydrants have been installed on the new Invergordon Road water transmission main.

A discussion ensued regarding future utility and Town improvements in the Invergordon Road corridor, and Chairman Winkler requested that the Town make a special effort to keep impacted residents informed on the pending construction.

#### **5. BERNEIL WATER COMPANY UPDATE**

Water Utility Advisor Karl Kohlhoff gave an update on the proposed emergency water connection between the City of Scottsdale and Berneil Water Systems. He reviewed a letter which had been sent to him by the City of Scottsdale Water Resources Department, essentially agreeing to the emergency water connection. He stated that the cost of the work has been quoted to the City of Scottsdale at \$46,175.

The Committee discussed funding, and generally agreed that the interest of public safety is paramount and that the Town should make the financial commitment on behalf of its residents if the Berneil Water Company is not able to do so. A motion was made by Chairman Winkler, seconded by Mary Hamway and carried unanimously that the Committee recommend Town Council authorization and approval of arrangements for the emergency connection at Town expense.

#### **6. ARIZONA-AMERICAN WATER COMPANY UPDATE**

Richard Moore and Steve Lutringer of Arizona-American Water Company were present to review the status of projects in the Town. Mr. Lutringer reported that the Jackrabbit Road water transmission main is nearing completion, with the final tie-in at Scottsdale Road yet to be completed.

Mr. Lutringer also reported that plans for the McDonald Drive water main replacement west of Tatum Boulevard are nearly complete, and that bids will be taken in the next few weeks. He stated that this work will be coordinated with the street improvement work currently in process.

#### **7. TOWN LANDSCAPE GUIDELINES**

Community Development Director Hamid Arshadi reported on the Town's landscape guidelines which were recommended by the PRIDE Committee and implemented by the Town in 1996. Mr. Arshadi reviewed the purpose of the guidelines in encouraging native desert plantings which have low water requirements. Chairman Winkler inquired if the guidelines are provided to building permittees. Mr. Arshadi reported that the guidelines are incorporated in discretionary approvals such as subdivisions, lot splits and SUP's, and they are recommended for building permits.

Jonathan Wainwright, a Town resident and building contractor, recommended that the landscape guidelines not be made mandatory, and felt that this information is readily available to builders and property owners.

#### **8. NEXT MEETING SCHEDULE**

Chairman Winkler stated that the next meeting of the Water Committee will be held on May 3, 2005 at 4:00 p.m.

#### **9. ADJOURNMENT**

The meeting was adjourned at 5:00 p.m.