

ORIGINAL
El Dorado
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Holdings, Inc.



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AZ CORP COMMISSION
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April 5, 2006

Chairman Jeff Hatch Miller
Commissioner William Mundell
Commissioner Marc Spitzer
Commissioner Mike Gleason
Commissioner Kris Mayes

Arizona Corporation Commission
1200 West Washington Street
Phoenix, AZ 85007

Re: Arizona Water Company Application to Extend CC&N, Docket No. W-01445A-06-0199

Dear Chairman Hatch Miller and Commissioners;

In a letter dated August 17, 2005, El Dorado Holdings, Inc. requested water and wastewater service from Global Water Utilities Santa Cruz Water Company and Palo Verde Utilities Company, on behalf of Big Trail L.L.C., Hondo 640 LLC, Lonely Trail 780 LLC, Parker Estates LLC and Rio Lobo LLC (see attached copy). We were shocked and dismayed to see a copy of our letter attached to an Application to Extend CC&N by Arizona Water Company. To our knowledge we were not contacted by Arizona Water Company, and we did not request to have service from Arizona Water Company; therefore, we request that our letter and referenced property holdings immediately withdrawn from their application.

Water and wastewater service is of utmost importance in the development of our properties; therefore, it was not without considerable research that we requested Global Water's utilities to provide these utilities. We have numerous sound reasons for our selection including the following:

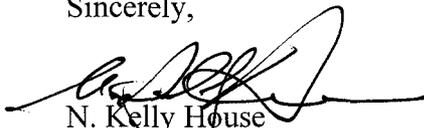
- First and foremost, we have had previous dealings with Global in regards to our other developments and have found that Global delivers what they say they will.
- Global can deliver timely and has a proven track record of completing even large projects on time.

- Global's infrastructure is designed by a team of excellent engineers.
- Global has a successful history of integrating water reclamation in their project.
- Global has strong financial backing.
- Global is the only integrated water and wastewater provider in the area.

We are currently moving forward with the entitlement our properties; however, we now have serious concerns regarding the timing and delivery of water and wastewater services. The above properties encompass around 3,000 acres; therefore, our financial risk in this area of Pinal County is substantial. We believe that Arizona Water Company's application, which overlaps a prior request by Global, is inappropriate.

We respectfully request that the Commission reject Arizona Water Company's application and do not allow it to interfere with Global's application. Since timing of the infrastructure to service our properties is critical to us, your immediate consideration of this request would be appreciated.

Sincerely,



N. Kelly House
President

cc: Brian McNeil, Executive Director, Arizona Corporation Commission
Chris Kempley, Chief Counsel, Arizona Corporation Commission
Ernest Johnson, Director, Utilities Division, Arizona Corporation Commission
Steve Olea, Asst. Director, Utilities Division, Arizona Corporation Commission
ACC Docket Control