



RECEIVED

1 FENNEMORE CRAIG, P.C.  
2 A Professional Corporation  
3 Jay L. Shapiro (No. 014650)  
4 Patrick J. Black (No. 017141)  
5 3003 North Central Avenue  
6 Suite 2600  
7 Phoenix, Arizona 85012  
8 Telephone (602) 916-5000

2006 JUL 31 P 4: 38

AZ CORP COMMISSION  
DOCUMENT CONTROL

Arizona Corporation Commission  
**DOCKETED**

JUL 31 2006

DOCKETED BY **nr**

Attorneys for Northern Sunrise Water Company  
and Southern Sunrise Water Company

**BEFORE THE ARIZONA CORPORATION COMMISSION**

8 IN THE MATTER OF THE APPLICATION OF  
9 NORTHERN SUNRISE WATER COMPANY FOR A  
10 CERTIFICATE OF CONVENIENCE AND  
11 NECESSITY TO PROVIDE WATER UTILITY  
12 SERVICE IN COCHISE COUNTY, ARIZONA.

DOCKET NO. W-20453A-06-0247

12 IN THE MATTER OF THE APPLICATION OF  
13 SOUTHERN SUNRISE WATER COMPANY FOR A  
14 CERTIFICATE OF CONVENIENCE AND  
15 NECESSITY TO PROVIDE WATER UTILITY  
16 SERVICE IN COCHISE COUNTY, ARIZONA.

DOCKET NO. W-20454A-06-0248

15 IN THE MATTER OF THE JOINT APPLICATION  
16 OF NORTHERN SUNRISE WATER COMPANY  
17 AND SOUTHERN SUNRISE WATER COMPANY  
18 FOR THE APPROVAL OF SALE AND TRANSFER  
19 OF WATER UTILITY ASSETS, AND  
20 CANCELLATION OF CERTIFICATES OF  
21 CONVENIENCE AND NECESSITY, FOR  
22 MIRACLE VALLEY WATER COMPANY,  
23 COCHISE WATER COMPANY, HORSESHOE  
24 RANCH WATER COMPANY, CRYSTAL WATER  
25 COMPANY, MUSTANG WATER COMPANY,  
26 CORONADO ESTATES WATER COMPANY, AND  
SIERRA SUNSET WATER COMPANY, LOCATED  
IN COCHISE COUNTY, ARIZONA.

DOCKET NOS. W-20453A-06-0251  
W-20454A-06-0251  
W-01646A-06-0251  
W-01868A-06-0251  
W-02235A-06-0251  
W-02316A-06-0251  
W-02230A-06-0251  
W-01629A-06-0251  
W-02240A-06-0251

**NORTHERN SUNRISE WATER  
COMPANY AND SOUTHERN  
SUNRISE WATER COMPANY'S  
NOTICE OF COMPLIANCE WITH  
DECISION NO. 68826**

23 Northern Sunrise Water Company ("Northern Sunrise") and Southern Sunrise Water  
24 Company ("Southern Sunrise") (collectively, "Applicants") submit this Notice of Compliance in  
25 the above-captioned matter. Decision No. 68826 ("Order") required Northern Sunrise and  
26 Southern Sunrise each to file an Off-Site Hook-Up Fee tariff (see Exhibit 1, attached hereto) and

1 a tariff of rates and charges (see Exhibit 2, attached hereto). Additionally, the Order required  
2 Applicants to notify customers of rates and charges and their effective date. Attached hereto as  
3 Exhibit 3 is the Affidavit of Gregory S. Sorensen, along with a copy of the notices that were  
4 approved by the Arizona Corporation Commission Utilities Division Staff.

5 DATED this 31st day of July, 2006.

6

7

FENNEMORE CRAIG, P.C.

8

9

By: 

Jay L. Shapiro  
Patrick J. Black  
Attorneys for Applicants,  
Northern Sunrise Water Company and  
Southern Sunrise Water Company

10

11

12

13 ORIGINAL and 33 copies delivered  
14 this 31st day of July, 2006 to:

15

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

17 Copy hand-delivered  
18 this 31st day of July, 2006, to:

19

Chris Kempley  
Legal Division  
Arizona Corporation Commission  
1200 W. Washington St.  
Phoenix, AZ 85007

22 Ernest Johnson  
Utilities Division  
Arizona Corporation Commission  
1200 W. Washington St.  
Phoenix, AZ 85007

23

24

25

26

1 Vicki Wallace, Consumer Services  
Utilities Division  
2 Arizona Corporation Commission  
1200 W. Washington St.  
3 Phoenix, AZ 85007

4 Brian Bozzo, Compliance  
5 Utilities Division  
6 Arizona Corporation Commission  
1200 W. Washington St.  
7 Phoenix, AZ 85007

8 Copy mailed  
this 31st day of July, 2006, to:

9 Steven L. Wene, Esq.  
10 MOYES STOREY  
1850 North Central Avenue, #1100  
11 Phoenix, AZ 85004

12 Johnny McLain  
7110 East Jaxel Road  
13 Hereford, AZ 85615

14 Johnny and Linda McLain  
P.O. Box 2903  
15 Sierra Vista, AZ 85636

16 Arizona Small Utilities Association  
210 North Central Avenue, Suite 6B  
17 Avondale, AZ 85323

18 Copy emailed and mailed  
this 31st day of July, 2006 to:

19 Jane Rodda, Administrative Law Judge  
20 Hearing Division  
Arizona Corporation Commission  
21 400 West Congress  
Tucson, AZ 85701  
22 JRodda@azcc.gov

23  
24 

25 1819826.1/10577.002

26

# **EXHIBIT**

**1**

		Revised	SHEET NO.	
Northern Sunrise Water Co.		Revised	SHEET NO	
(Name of Company)				
	(Name of Service Area)			

## OFF SITE HOOK-UP FEE TARIFF

### **I. Purpose and Applicability.**

The purpose of the off-site hook-up fees payable to Northern Sunrise Water Company (“the Company”) pursuant to this tariff is to equitably apportion the costs of constructing additional off-site facilities to provide water production, delivery, storage and pressure among all new service connections. These charges are applicable to all new service connections established after the effective date of this tariff. The charges are one-time charges and are payable as a condition to Company’s establishment of service, as more particularly provided below.

### **II. Definitions.**

Unless the context otherwise requires, the definitions set forth in R-14-2-401 of the Arizona Corporation Commission’s (“Commission”) rules and regulations governing water utilities shall apply in interpreting this tariff schedule.

“Applicant” means any party entering into an agreement with Company for the installation of water facilities to serve new service connections, and may include Developers and/or Builders of new residential subdivisions.

“Company” means Northern Sunrise Water Company, an Arizona limited liability company.

“Main Extension Agreement” means any agreement whereby an Applicant, Developer and/or Builder agrees to advance the costs of the installation of water facilities to the Company to serve new service connections, or install water facilities to serve new service connections and transfer ownership of such water facilities to the Company, which agreement shall require the approval of the Commission pursuant to A.A.C. R-14-2-406, and shall have the same meaning as “Water Facilities Agreement” or “Line Extension Agreement.”

“Off-Site Facilities” means wells, storage tanks and related appurtenances necessary for proper operation, including engineering and design costs. Off-Site facilities may also include booster pumps, pressure tanks, transmission mains and related appurtenances necessary for proper operation, if these facilities are not for the exclusive use of the applicant and will benefit the entire water system.

<b>ISSUED:</b>			<b>EFFECTIVE:</b>	
	Month	Day	Year	Month Day Year
	ISSUED BY: Greg Sorensen, Controller Algonquin Water Services			
	12725 W. Indian School Road, Suite D-101, Avondale, Arizona 85323			
	Decision No. 68826			June 29, 2006

		Revised	SHEET NO.	
Northern Sunrise Water Co.		Revised	SHEET NO	
(Name of Company)				
	(Name of Service Area)			

“Service Connection” means and includes all service connections for single-family residential or other uses, regardless of meter size.

### III. Off-Site Hook-Up Fee.

For each new service connection, the Company shall collect an off-site hook-up fee derived from the following table:

OFF-SITE HOOK-UP FEE TABLE		
Meter Size	Size Factor	Total Fee
5/8" x 3/4 "	1	\$1,000
3/4"	1.5	\$1,500
1"	2.5	\$2,500
1- 1/2 "	5	\$5,000
2"	8	\$8,000
3"	16	\$16,000
4"	25	\$25,000
6" or larger	50	\$50,000

### IV. Terms and Conditions.

(A) Assessment of One Time Off-Site Hook-Up Fee: The off-site hook-up fee may be assessed only once per parcel, service connection, or lot within a subdivision (similar to meter and service line installation charge).

(B) Use of Off-Site Hook-Up Fees: Off-site hook-up fees may only be used to pay for capital items of off-site facilities, or for repayment of loans obtained for installation of off-site facilities. Off-site hook-up fees shall not be used for repairs, maintenance, or operational purposes.

(C) Time of Payment:

(1) In the event that the person or entity that will be constructing improvements (“Applicant,” “Developer” or “Builder”) is otherwise required to enter into a Main Extension Agreement, whereby the Applicant, Developer or Builder agrees to advance the costs of installing mains, valves, fittings, hydrants and other on-site improvements in order to extend service in accordance with R-14-2-406(B), payment of the fees required hereunder shall be made by the Applicant, Developer or Builder no later than within 15 calendar days after receipt of

ISSUED:		EFFECTIVE:	
	Month Day Year		Month Day Year
	ISSUED BY: Greg Sorensen, Controller Algonquin Water Services 12725 W. Indian School Road, Suite D-101, Avondale, Arizona 85323		
	Decision No. 68826		June 29, 2006

		Revised	SHEET NO.	
Northern Sunrise Water Co.		Revised	SHEET NO	
(Name of Company)				
	(Name of Service Area)			

notification from the Company that the Utilities Division of the Arizona Corporation Commission has approved the Main Extension Agreement in accordance with R-14-2-406(M).

(2) In the event that the Applicant, Developer or Builder for service is not required to enter into a Main Extension Agreement, the charges hereunder shall be due and payable at the time the meter and service line installation fee is due and payable.

(D) Off-Site Facilities Construction By Developer: Company and Applicant, Developer or Builder may agree to construction of off-site facilities necessary to serve a particular development by Applicant, Developer or Builder, which facilities are then conveyed to Company. In that event, Company shall credit the total cost of such off-site facilities as an offset to off-site hook-up fees due under this Tariff. If the total cost of the off-site facilities constructed by Applicant, Developer or Builder and conveyed to Company is less than the applicable off-site hook-up fees under this Tariff, Applicant, Developer or Builder shall pay the remaining amount of off-site hook-up fees owed hereunder. If the total cost of the off-site facilities contributed by Applicant, Developer or Builder and conveyed to Company is more than the applicable off-site hook-up fees under this Tariff, Applicant, Developer or Builder shall not be entitled to any refunds.

(E) Failure to Pay Charges; Delinquent Payments: The Company will not be obligated to provide water service to any Developer, Builder or other applicant for service in the event that the Developer, Builder or other applicant for service has not paid in full all charges hereunder. Under no circumstances will the Company set a meter or otherwise allow service to be established if the entire amount of any payment has not been paid.

(F) Large Subdivision Projects: In the event that the Developer or Builder is engaged in the development of a residential subdivision containing more than 150 lots, the Company may, in its discretion, agree to payment of off-site hook-up fees in installments. Such installments may be based on the residential subdivision development's phasing, and should attempt to equitably apportion the payment of charges hereunder based on the Developer's or Builder's construction schedule and water service requirements.

(G) Off-Site Hook-Up Fees Non-refundable: The amounts collected by the Company pursuant to this Off-Site Hook-Up Fee Tariff shall be non-refundable contributions in aid of construction.

(H) Use of Off-Site Hook-Up Fees Received: All funds collected by the Company as off-site hook-up fees shall be deposited into a separate interest bearing trust account and used solely for the purposes of paying for the costs of off-site facilities, including repayment of loans obtained for the installation of off-site facilities that will benefit the entire water system.

ISSUED:		EFFECTIVE:	
	Month Day Year		Month Day Year
		ISSUED BY: Greg Sorensen, Controller Algonquin Water Services	
		12725 W. Indian School Road, Suite D-101, Avondale, Arizona 85323	
		Decision No. 68826	June 29, 2006

		Revised	SHEET NO.	
Northern Sunrise Water Co.		Revised	SHEET NO	
(Name of Company)				
	(Name of Service Area)			

(I) Off-Site Hook-Up Fee in Addition to On-Site Facilities: The off-site hook-up fee shall be in addition to any costs associated with the construction of on-site facilities under a Main Extension Agreement.

(J) Disposition of Excess Funds: After all necessary and desirable off-site facilities are constructed utilizing funds collected pursuant to the off-site hook-up fees, or if the off-site hook-up fee has been terminated by order of the Commission, any funds remaining in the trust shall be refunded. The manner of the refund shall be determined by the Commission at the time a refund becomes necessary.

(K) Fire Flow Requirements: In the event the applicant for service has fire flow requirements that require additional facilities beyond those facilities whose costs were included in the off-site hook-up fee, and which are contemplated to be constructed using the proceeds of the off-site hook-up fee, the Company may require the applicant to install such additional facilities as are required to meet those additional fire flow requirements, as a non-refundable contribution, in addition to the off-site hook-up fee.

(L) Status Reporting Requirements to the Commission: The Company shall submit an annual Off-Site Hook-Up Fee status report each August 31st to Docket Control for the prior twelve (12) month period, beginning August 31, 2007, until the hook-up fee tariff is no longer in effect. This status report shall contain a list of all customers that have paid the hook-up fee tariff, the amount each has paid, the amount of money spent from the account, the amount of interest earned on the tariff account, and a list of all facilities that have been installed with the tariff funds during the 12 month period.

1819536

ISSUED:			EFFECTIVE:	
	Month	Day	Year	Month Day Year
	ISSUED BY: Greg Sorensen, Controller Algonquin Water Services 12725 W. Indian School Road, Suite D-101, Avondale, Arizona 85323			
	Decision No. 68826			June 29, 2006



		Revised	SHEET NO.	
Southern Sunrise Water Co.		Revised	SHEET NO	
(Name of Company)				
	(Name of Service Area)			

## OFF SITE HOOK-UP FEE TARIFF

### **I. Purpose and Applicability.**

The purpose of the off-site hook-up fees payable to Southern Sunrise Water Company (“the Company”) pursuant to this tariff is to equitably apportion the costs of constructing additional off-site facilities to provide water production, delivery, storage and pressure among all new service connections. These charges are applicable to all new service connections established after the effective date of this tariff. The charges are one-time charges and are payable as a condition to Company’s establishment of service, as more particularly provided below.

### **II. Definitions.**

Unless the context otherwise requires, the definitions set forth in R-14-2-401 of the Arizona Corporation Commission’s (“Commission”) rules and regulations governing water utilities shall apply in interpreting this tariff schedule.

“Applicant” means any party entering into an agreement with Company for the installation of water facilities to serve new service connections, and may include Developers and/or Builders of new residential subdivisions.

“Company” means Southern Sunrise Water Company, an Arizona limited liability company.

“Main Extension Agreement” means any agreement whereby an Applicant, Developer and/or Builder agrees to advance the costs of the installation of water facilities to the Company to serve new service connections, or install water facilities to serve new service connections and transfer ownership of such water facilities to the Company, which agreement shall require the approval of the Commission pursuant to A.A.C. R-14-2-406, and shall have the same meaning as “Water Facilities Agreement” or “Line Extension Agreement.”

“Off-Site Facilities” means wells, storage tanks and related appurtenances necessary for proper operation, including engineering and design costs. Off-Site facilities may also include booster pumps, pressure tanks, transmission mains and related appurtenances necessary for proper operation, if these facilities are not for the exclusive use of the applicant and will benefit the entire water system.

<b>ISSUED:</b>			<b>EFFECTIVE:</b>	
	Month	Day	Year	Month Day Year
	ISSUED BY: Greg Sorensen, Controller Algonquin Water Services 12725 W. Indian School Road, Suite D-101, Avondale, Arizona 85323			
	Decision No. 68826			June 29, 2006

		Revised	SHEET NO.	
Southern Sunrise Water Co.		Revised	SHEET NO	
(Name of Company)				
	(Name of Service Area)			

“Service Connection” means and includes all service connections for single-family residential or other uses, regardless of meter size.

**III. Off-Site Hook-Up Fee.**

For each new service connection, the Company shall collect an off-site hook-up fee derived from the following table:

OFF-SITE HOOK-UP FEE TABLE		
Meter Size	Size Factor	Total Fee
5/8" x 3/4 "	1	\$1,000
3/4"	1.5	\$1,500
1"	2.5	\$2,500
1- 1/2 "	5	\$5,000
2"	8	\$8,000
3"	16	\$16,000
4"	25	\$25,000
6" or larger	50	\$50,000

**IV. Terms and Conditions.**

(A) Assessment of One Time Off-Site Hook-Up Fee: The off-site hook-up fee may be assessed only once per parcel, service connection, or lot within a subdivision (similar to meter and service line installation charge).

(B) Use of Off-Site Hook-Up Fees: Off-site hook-up fees may only be used to pay for capital items of off-site facilities, or for repayment of loans obtained for installation of off-site facilities. Off-site hook-up fees shall not be used for repairs, maintenance, or operational purposes.

(C) Time of Payment:

(1) In the event that the person or entity that will be constructing improvements (“Applicant,” “Developer” or “Builder”) is otherwise required to enter into a Main Extension Agreement, whereby the Applicant, Developer or Builder agrees to advance the costs of installing mains, valves, fittings, hydrants and other on-site improvements in order to extend service in accordance with R-14-2-406(B), payment of the fees required hereunder shall be made by the Applicant, Developer or Builder no later than within 15 calendar days after receipt of

ISSUED:		EFFECTIVE:	
	Month Day Year		Month Day Year
		ISSUED BY: Greg Sorensen, Controller Algonquin Water Services	
		12725 W. Indian School Road, Suite D-101, Avondale, Arizona 85323	
		Decision No. 68826	June 29, 2006

		Revised	SHEET NO.	
Southern Sunrise Water Co.		Revised	SHEET NO	
(Name of Company)				
	(Name of Service Area)			

notification from the Company that the Utilities Division of the Arizona Corporation Commission has approved the Main Extension Agreement in accordance with R-14-2-406(M).

(2) In the event that the Applicant, Developer or Builder for service is not required to enter into a Main Extension Agreement, the charges hereunder shall be due and payable at the time the meter and service line installation fee is due and payable.

(D) Off-Site Facilities Construction By Developer: Company and Applicant, Developer or Builder may agree to construction of off-site facilities necessary to serve a particular development by Applicant, Developer or Builder, which facilities are then conveyed to Company. In that event, Company shall credit the total cost of such off-site facilities as an offset to off-site hook-up fees due under this Tariff. If the total cost of the off-site facilities constructed by Applicant, Developer or Builder and conveyed to Company is less than the applicable off-site hook-up fees under this Tariff, Applicant, Developer or Builder shall pay the remaining amount of off-site hook-up fees owed hereunder. If the total cost of the off-site facilities contributed by Applicant, Developer or Builder and conveyed to Company is more than the applicable off-site hook-up fees under this Tariff, Applicant, Developer or Builder shall not be entitled to any refunds.

(E) Failure to Pay Charges; Delinquent Payments: The Company will not be obligated to provide water service to any Developer, Builder or other applicant for service in the event that the Developer, Builder or other applicant for service has not paid in full all charges hereunder. Under no circumstances will the Company set a meter or otherwise allow service to be established if the entire amount of any payment has not been paid.

(F) Large Subdivision Projects: In the event that the Developer or Builder is engaged in the development of a residential subdivision containing more than 150 lots, the Company may, in its discretion, agree to payment of off-site hook-up fees in installments. Such installments may be based on the residential subdivision development's phasing, and should attempt to equitably apportion the payment of charges hereunder based on the Developer's or Builder's construction schedule and water service requirements.

(G) Off-Site Hook-Up Fees Non-refundable: The amounts collected by the Company pursuant to this Off-Site Hook-Up Fee Tariff shall be non-refundable contributions in aid of construction.

(H) Use of Off-Site Hook-Up Fees Received: All funds collected by the Company as off-site hook-up fees shall be deposited into a separate interest bearing trust account and used solely for the purposes of paying for the costs of off-site facilities, including repayment of loans obtained for the installation of off-site facilities that will benefit the entire water system.

ISSUED:		EFFECTIVE:	
	Month Day Year		Month Day Year
		ISSUED BY: Greg Sorensen, Controller Algonquin Water Services 12725 W. Indian School Road, Suite D-101, Avondale, Arizona 85323	
		Decision No. 68826	June 29, 2006

		Revised	SHEET NO.	
Southern Sunrise Water Co.		Revised	SHEET NO.	
(Name of Company)				
	(Name of Service Area)			

(I) Off-Site Hook-Up Fee in Addition to On-Site Facilities: The off-site hook-up fee shall be in addition to any costs associated with the construction of on-site facilities under a Main Extension Agreement.

(J) Disposition of Excess Funds: After all necessary and desirable off-site facilities are constructed utilizing funds collected pursuant to the off-site hook-up fees, or if the off-site hook-up fee has been terminated by order of the Commission, any funds remaining in the trust shall be refunded. The manner of the refund shall be determined by the Commission at the time a refund becomes necessary.

(K) Fire Flow Requirements: In the event the applicant for service has fire flow requirements that require additional facilities beyond those facilities whose costs were included in the off-site hook-up fee, and which are contemplated to be constructed using the proceeds of the off-site hook-up fee, the Company may require the applicant to install such additional facilities as are required to meet those additional fire flow requirements, as a non-refundable contribution, in addition to the off-site hook-up fee.

(L) Status Reporting Requirements to the Commission: The Company shall submit an annual Off-Site Hook-Up Fee status report each August 31st to Docket Control for the prior twelve (12) month period, beginning August 31, 2007, until the hook-up fee tariff is no longer in effect. This status report shall contain a list of all customers that have paid the hook-up fee tariff, the amount each has paid, the amount of money spent from the account, the amount of interest earned on the tariff account, and a list of all facilities that have been installed with the tariff funds during the 12 month period.

1820142.1

ISSUED:		EFFECTIVE:	
	Month Day Year		Month Day Year
		ISSUED BY: Greg Sorensen, Controller Algonquin Water Services	
		12725 W. Indian School Road, Suite D-101, Avondale, Arizona 85323	
		Decision No. 68826	June 29, 2006

# **EXHIBIT**

**2**

		Revised	SHEET NO.	
Northern Sunrise Water Company		Revised	SHEET NO	

TABLE OF CONTENTS

	<u>Sheet No.</u>
I. RATES AND CHARGES	1.0 - 1.1
II. TAXES AND ASSESSMENTS	2.0
III. ADDITIONAL CHARGES	3.0
IV. RULES AND REGULATIONS	4.0

<b>ISSUED:</b>		<b>EFFECTIVE:</b>	
	Month Day Year		Month Day Year
	ISSUED BY: <u>Greg Sorensen, Controller</u> Algonquin Water Resources		
	<u>12725 W. Indian School Rd., #D-101</u> Avondale, Arizona		
	Decision No. 68826		June 29, 2006

		Revised	SHEET NO.	1.0
Northern Sunrise Water Company		Revised	SHEET NO	

**I. RATES AND CHARGES**

**MONTHLY USAGE CHARGE:**

<u>Meter Size</u>	<u>Per Month</u>
5/8" x 3/4" Meter	\$ 31.00
3/4" Meter	46.50
1" Meter	77.50
1 1/2" Meter	155.00
2" Meter	248.00
3" Meter	496.00
4" Meter	775.00
6" Meter	930.00
8" Meter	1,550.00

**COMMODITY RATES per 1,000 gallons**

**5/8 x 3/4 Inch Meter**

Tier one – 0 to 5,000 gallons	\$ 2.00
Tier two – 5,001 to 10,000 gallons	2.75
Tier three – over 10,000 gallons	3.90

**Residential 1 Inch Meter and Larger**

Tier one – 0 to 5,000 gallons	\$ 2.00
Tier two – 5,001 to 10,000 gallons	2.75
Tier three – over 10,000 gallons	3.90

<b>ISSUED:</b>		<b>EFFECTIVE:</b>	
Month Day Year		Month Day Year	
	ISSUED BY: Greg Sorensen, Controller Algonquin Water Resources		
	12725 W. Indian School Rd., #D-101 Avondale, Arizona		
	Decision No. 68826		June 29, 2006

		Revised	SHEET NO.	1.1
Northern Sunrise Water Company		Revised	SHEET NO.	

**I. RATES AND CHARGES**

COMMODITY RATES per 1,000 gallons (cont.)

Irrigation Meters

Tier one – 0 to 45,000 gallons	\$	2.75
Tier two – over 45,000 gallons		3.90

Other

Standpipe or bulk water	\$	3.90
-------------------------	----	------

**SERVICE LINE AND METER INSTALLATION CHARGES:**

(Refundable pursuant to A.A.C. R14-2-40-5)

5/8" x 3/4" Meter	\$	410.00
3/4" Meter		410.00
1" Meter		520.00
1 1/2" Meter		660.00
2" Meter Turbo		1,155.00
2" Meter Compound		1,720.00
3" Meter Turbo		1,625.00
3" Meter Compound		2,260.00
4" Meter Turbo		2,500.00
4" Meter Compound		3,200.00
6" Meter Turbo		4,500.00
6" Meter Compound		6,300.00
8" Meter		8,200.00

ISSUED:		EFFECTIVE:	
	Month Day Year		Month Day Year
		ISSUED BY: <u>Greg Sorensen, Controller</u>	
		<u>Algonquin Water Resources</u>	
		<u>12725 W. Indian School Rd., #D-101</u>	
		<u>Avondale, Arizona</u>	
		Decision No. 68826	June 29, 2006

		Revised	SHEET NO.	2.0
Northern Sunrise Water Company		Revised	SHEET NO	

## II. TAXES AND ASSESSMENTS

In addition to all other rates and charges authorized herein, the Company shall collect from its customers all applicable sales, transaction, privilege, regulatory or other taxes and assessments as may apply now or in the future, per Rule R14-2-409 (D) (5).

ISSUED:			EFFECTIVE:	
	Month	Day	Year	Month
				Day
				Year
	ISSUED BY: <u>Greg Sorensen, Controller</u>			
	Algonquin Water Resources			
	12725 W. Indian School Rd., #D-101			
	Avondale, Arizona			
	Decision No. 68826			June 29, 2006

		Revised	SHEET NO.	3.0
Northern Sunrise Water Company		Revised	SHEET NO.	

### III. ADDITIONAL CHARGES

#### SERVICE CHARGES:

Establishment of Service per Rule R14-2-403.D	\$25.00
Establishment of Service (After Hours) per Rule R14-2-403.D.2	35.00
Re-establishment of Service per Rule R14-2-403.D	**
Reconnection of Service per Rule R14-2-403.D.1	35.00
Charge for Moving Meter at Customer Request per Rule R14-2-405.B.5	Cost
After Hours Service Charge, per Hour, R14-2-403.D	50.00
Minimum Deposit per Rule R14-2-403.B	*
Meter Reread per Rule R14-2-408	5.00
Charge for NSF check per Rule R14-2-409.F.1	15.00
Late Payment Charge for Delinquent Bills as Defined in Rule R14-2-409.C.1	***
Deferred Payment Finance Charge R14-2-409.G	***

\* Per Commission rule A.A.C. R-142-403(B).

\*\* Months off system times the monthly minimum per Commission rule A.A.C. R14-2-403(D)

\*\*\* 1.5% per month

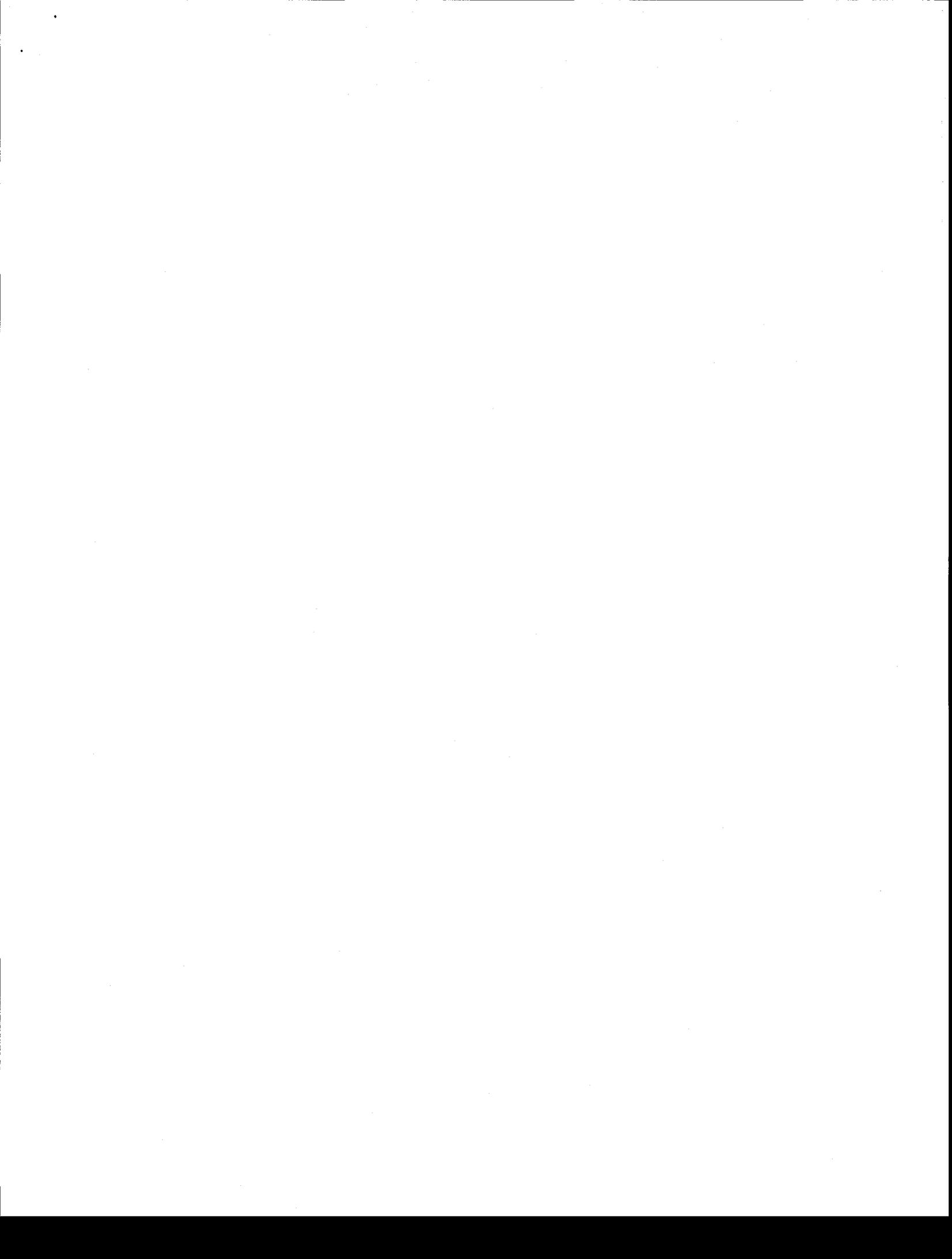
<b>ISSUED:</b>			<b>EFFECTIVE:</b>		
Month	Day	Year	Month	Day	Year
ISSUED BY: <u>Greg Sorensen, Controller</u> <u>Algonquin Water Resources</u> <u>12725 W. Indian School Rd., #D-101</u> <u>Avondale, Arizona</u>					
Decision No. 68826			June 29, 2006		

		Revised	SHEET NO.	4.0
Northern Sunrise Water Company		Revised	SHEET NO	

#### IV. RULES AND REGULATIONS

The Company has adopted the Rules and Regulations established by the Commission as the basis for its operating procedures. A.A.C. R14-2-601 *et seq.* will be controlling of Company procedures, unless specific Commission Order(s) provide otherwise.

ISSUED:		EFFECTIVE:	
Month Day Year		Month Day Year	
	ISSUED BY: <u>Greg Sorensen, Controller</u> <u>Algonquin Water Resources</u> <u>12725 W. Indian School Rd., #D-101</u> <u>Avondale, Arizona</u>		
	Decision No. 68826		June 29, 2006



		Revised	SHEET NO.	
<u>Southern Sunrise Water Company</u>		Revised	SHEET NO	

TABLE OF CONTENTS

	<u>Sheet No.</u>
I. RATES AND CHARGES	1.0 - 1.1
II. TAXES AND ASSESSMENTS	2.0
III. ADDITIONAL CHARGES	3.0
IV. RULES AND REGULATIONS	4.0

ISSUED:		EFFECTIVE:	
	Month Day Year		Month Day Year
	ISSUED BY: <u>Greg Sorensen, Controller</u> <u>Alconquin Water Resources</u>		
	<u>12725 W. Indian School Rd., #D-101</u> <u>Avondale, Arizona</u>		
	Decision No. 68826		June 29, 2006

		Revised	SHEET NO.	1.0
Southern Sunrise Water Company		Revised	SHEET NO	

**I. RATES AND CHARGES**

**MONTHLY USAGE CHARGE:**

<u>Meter Size</u>	<u>Per Month</u>
5/8" x 3/4" Meter	\$ 31.00
3/4" Meter	46.50
1" Meter	77.50
1 1/2" Meter	155.00
2" Meter	248.00
3" Meter	496.00
4" Meter	775.00
6" Meter	930.00
8" Meter	1,550.00

**COMMODITY RATES per 1,000 gallons**

**5/8 x 3/4 Inch Meter**

Tier one – 0 to 5,000 gallons	\$ 2.00
Tier two – 5,001 to 10,000 gallons	2.75
Tier three – over 10,000 gallons	3.90

**Residential 1 Inch Meter and Larger**

Tier one – 0 to 5,000 gallons	\$ 2.00
Tier two – 5,001 to 10,000 gallons	2.75
Tier three – over 10,000 gallons	3.90

<b>ISSUED:</b>		<b>EFFECTIVE:</b>	
Month	Day	Year	Month
			Day
			Year
ISSUED BY: <u>Greg Sorensen, Controller</u>			
<u>Algonquin Water Resources</u>			
<u>12725 W. Indian School Rd., #D-101</u>			
<u>Avondale, Arizona</u>			
Decision No. 68826			
			June 29, 2006

		Revised	SHEET NO.	1.1
<u>Southern Sunrise Water Company</u>		Revised	SHEET NO	

**I. RATES AND CHARGES**

COMMODITY RATES per 1,000 gallons (cont.)

Irrigation Meters

Tier one – 0 to 45,000 gallons	\$	2.75
Tier two – over 45,000 gallons		3.90

Other

Standpipe or bulk water	\$	3.90
-------------------------	----	------

**SERVICE LINE AND METER INSTALLATION CHARGES:**

(Refundable pursuant to A.A.C. R14-2-40-5)

5/8" x 3/4" Meter	\$	410.00
3/4" Meter		410.00
1" Meter		520.00
1 1/2" Meter		660.00
2" Meter Turbo		1,155.00
2" Meter Compound		1,720.00
3" Meter Turbo		1,625.00
3" Meter Compound		2,260.00
4" Meter Turbo		2,500.00
4" Meter Compound		3,200.00
6" Meter Turbo		4,500.00
6" Meter Compound		6,300.00
8" Meter		8,200.00

<b>ISSUED:</b>			<b>EFFECTIVE:</b>			
	Month	Day	Year	Month	Day	Year
	ISSUED BY: <u>Greg Sorensen, Controller</u> <u>Alconquin Water Resources</u>					
	<u>12725 W. Indian School Rd., #D-101</u> <u>Avondale, Arizona</u>					
	Decision No. 68826				June 29, 2006	

		Revised	SHEET NO.	2.0
Southern Sunrise Water Company		Revised	SHEET NO	

**II. TAXES AND ASSESSMENTS**

In addition to all other rates and charges authorized herein, the Company shall collect from its customers all applicable sales, transaction, privilege, regulatory or other taxes and assessments as may apply now or in the future, per Rule R14-2-409 (D) (5).

ISSUED:			EFFECTIVE:	
	Month Day Year			Month Day Year
		ISSUED BY: <u>Greg Sorensen, Controller</u> <u>Algonquin Water Resources</u>		
		<u>12725 W. Indian School Rd., #D-101</u> <u>Avondale, Arizona</u>		
		Decision No. 68826		June 29, 2006

		Revised	SHEET NO.	3.0
Southern Sunrise Water Company		Revised	SHEET NO	

### III. ADDITIONAL CHARGES

#### SERVICE CHARGES:

Establishment of Service per Rule R14-2-403.D	\$25.00
Establishment of Service (After Hours) per Rule R14-2-403.D.2	35.00
Re-establishment of Service per Rule R14-2-403.D	**
Reconnection of Service per Rule R14-2-403.D.1	35.00
Charge for Moving Meter at Customer Request per Rule R14-2-405.B.5	Cost
After Hours Service Charge, per Hour, R14-2-403.D	50.00
Minimum Deposit per Rule R14-2-403.B	*
Meter Reread per Rule R14-2-408	5.00
Charge for NSF check per Rule R14-2-409.F.1	15.00
Late Payment Charge for Delinquent Bills as Defined in Rule R14-2-409.C.1	***
Deferred Payment Finance Charge R14-2-409.G	***

\* Per Commission rule A.A.C. R-142-403(B).

\*\* Months off system times the monthly minimum per Commission rule A.A.C. R14-2-403(D)

\*\*\* 1.5% per month

<b>ISSUED:</b>			<b>EFFECTIVE:</b>	
	Month	Day	Year	Month
				Day
				Year
	ISSUED BY: <u>Greg Sorensen, Controller</u>			
	<u>Algonquin Water Resources</u>			
	<u>12725 W. Indian School Rd., #D-101</u>			
	<u>Avondale, Arizona</u>			
	Decision No. 68826			June 29, 2006

		Revised	SHEET NO.	4.0
Southern Sunrise Water Company		Revised	SHEET NO	

**IV. RULES AND REGULATIONS**

The Company has adopted the Rules and Regulations established by the Commission as the basis for its operating procedures. A.A.C. R14-2-601 *et seq.* will be controlling of Company procedures, unless specific Commission Order(s) provide otherwise.

<b>ISSUED:</b>			<b>EFFECTIVE:</b>	
	Month	Day	Year	Month
				Day
				Year
	<b>ISSUED BY: <u>Greg Sorensen, Controller</u></b> <u>Algonquin Water Resources</u> <u>12725 W. Indian School Rd., #D-101</u> <u>Avondale, Arizona</u>			
	Decision No. 68826			June 29, 2006

# **EXHIBIT**

**3**

1  
2  
3  
4  
5  
6  
7  
8  
9  
10  
11  
12  
13  
14  
15  
16  
17  
18  
19  
20  
21  
22  
23  
24  
25  
26

**AFFIDAVIT OF GREGORY S. SORENSEN**

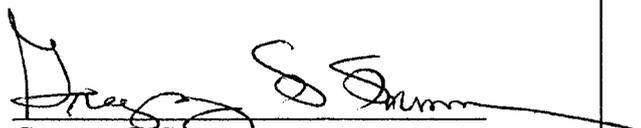
Gregory S. Sorensen, being duly sworn, deposes and says:

1. I am a resident of Maricopa County, over 18 years of age, and make this affidavit based on my own personal knowledge.

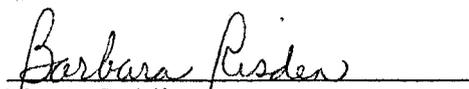
2. I am Controller of the Infrastructure Division for Algonquin Water Services, LLC.

3. Pursuant to Decision No. 68826 dated June 29, 2006, on July 28, 2006 Northern Sunrise Water Company ("Northern Sunrise") and Southern Sunrise Water Company ("Southern Sunrise") mailed to respective customers a copy of the notice setting forth rates and charges and when the rates will become effective.

4. At the request of the Arizona Corporation Commission Utilities Division Staff, Northern Sunrise and Southern Sunrise file this certification of mailing.

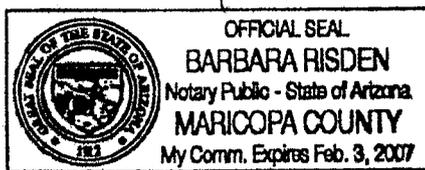
  
Gregory S. Sorensen

SUBSCRIBED and sworn to before me this 28 day of July, 2006.

  
Notary Public

My Commission Expires:

Feb 3, 2007



1819773.1/10577.002

**NORTHERN SUNRISE WATER COMPANY**

**Docket Nos. W-20453A-06-0247 and  
W-20453A-06-0248 and W-20453A-06-0251 et al.**

**Important Information About Your Rates**

On June 29, 2006, the Arizona Corporation Commission (“Commission”) issued Decision No. 68826 (“Order”), which approved the sale and transfer of Mustang Water Company, Crystal Water Company, Sierra Sunset Water Company, and Coronado Estates Water Company to Northern Sunrise Water Company (“NSWCo.”). In its Order, the Commission authorized new rates and charges for NSWCo. as follows:

**Effective Date:** These rates and charges are NOT currently in effect. These rates and charges will be effective for water utility service commencing the first day of the first month after NSWCo. acquires the assets of your current water utility service provider. NSWCo. will provide further information at that time.

<u>WATER</u>	<u>SERVICE LINE AND METER INSTALLATION CHARGES: (Refundable pursuant to A.A.C. R14-2-40-5)</u>
Monthly service charges, (for which no water is supplied):	5/8" X 3/4" Meter .....\$ 410.00
Meter Size	3/4" Meter .....\$ 410.00
5/8" x 3/4" .....\$ 31.00	1" Meter .....\$ 520.00
3/4" .....\$ 46.50	1 1/2" Meter .....\$ 660.00
1" .....\$ 77.50	2" Meter Turbo .....\$ 1,155.00
1 1/2" .....\$ 155.00	2" Meter Compound .....\$ 1,720.00
2" .....\$ 248.00	3" Meter Turbo .....\$ 1,625.00
3" .....\$ 496.00	3" Meter Compound .....\$ 2,260.00
4" .....\$ 775.00	4" Meter Turbo .....\$ 2,500.00
6" .....\$ 930.00	4" Meter Compound .....\$ 3,200.00
8" .....\$ 1,550.00	6" Meter Turbo .....\$ 4,500.00
Gallons included in minimum ..... 0	6" Meter Compound .....\$ 6,300.00
	8" Meter .....\$ 8,200.00
<u>COMMODITY RATES PER 1,000 GALLONS</u>	<u>SERVICE CHARGES</u>
<u>5/8x 3/4 Inch Meter</u>	Establishment of Service per Rule R14-2-403.D \$25.00
Tier one - 0 to 5,000 gallons \$2.00	Establishment of Service (After Hours) per Rule R14-2-403.D.2 \$35.00
Tier two- 5,001 gallons to 10,000 gallons \$2.75	Re-establishment of Service per Rule 14-2-403.D **
Tier three- over 10,000 gallons \$3.90	Reconnection of Service per Rule R14-2-403.D.1 \$35.00
<u>Residential 1 Inch Meter and Larger</u>	Charge for Moving Meter at Customer Request per Rule R14-2-405.B.5 Cost
Tier one – 0 to 5,000 gallons \$2.00	After Hours Service Call, per Hour, R14-2-403.D \$50.00
Tier two – 5,001 gallons to 10,000 gallons \$2.75	Minimum Deposit per Rule R14-2-403.B *
Tier three – over 10,000 gallons \$3.90	Meter Reread per Rule R14-2-408 \$5.00
<u>Irrigation Meters</u>	Charge for NSF check per Rule R14-2-409.F.1 \$15.00
Tier one – 0 to 45,000 gallons \$2.75	Late Payment Charge for Delinquent Bills as Defined in Rule R14-2-409C.1 ***
Tier two – over 45,000 gallons \$3.90	Deferred Payment Finance Charge R14-2-409.G ***
<u>Other</u>	
Standpipe or bulk water \$3.90	* Per Commission rule A.A.C. R-14-2-403(B).
	** Months off system times the monthly minimum per Commission rule A.A.C. R-14-2-403(D).
	*** 1.5% per month

**Billing Adjustments:** Total monthly water and miscellaneous charges are subject to adjustment for all federal, state, and local government taxes, levies, and any assessments that may be imposed by federal or state regulatory agencies on water gross revenues.

If you have any questions related to this Notice, please call 1-800-525-9547.

**SOUTHERN SUNRISE WATER COMPANY**

**Docket Nos. W-20453A-06-0247 and  
W-20453A-06-0248 and W-20453A-06-0251 et al.**

**Important Information About Your Rates**

On June 29, 2006, the Arizona Corporation Commission ("Commission") issued Decision No. 68826 ("Order"), which approved the sale and transfer of Cochise Water Company, Miracle Valley Water Company, and Horseshoe Ranch Water Company to Southern Sunrise Water Company ("SSWCo."). In its Order, the Commission authorized new rates and charges for SSWCo. as follows:

**Effective Date:** These rates and charges are NOT currently in effect. These rates and charges will be effective for water utility service commencing the first day of the first month after SSWCo. acquires the assets of your current water utility service provider. SSWCo. will provide further information at that time.

<u>WATER</u>	<u>SERVICE LINE AND METER INSTALLATION CHARGES: (Refundable pursuant to A.A.C. R14-2-40-5)</u>
Monthly service charges, (for which no water is supplied):	5/8" X 3/4" Meter .....\$ 410.00
Meter Size	3/4" Meter .....\$ 410.00
5/8" x 3/4" .....\$ 31.00	1" Meter .....\$ 520.00
3/4" .....\$ 46.50	1 1/2" Meter .....\$ 660.00
1" .....\$ 77.50	2" Meter Turbo .....\$ 1,155.00
1 1/2" .....\$ 155.00	2" Meter Compound .....\$ 1,720.00
2" .....\$ 248.00	3" Meter Turbo .....\$ 1,625.00
3" .....\$ 496.00	3" Meter Compound .....\$ 2,260.00
4" .....\$ 775.00	4" Meter Turbo .....\$ 2,500.00
6" .....\$ 930.00	4" Meter Compound .....\$ 3,200.00
8" .....\$ 1,550.00	6" Meter Turbo .....\$ 4,500.00
Gallons included in minimum ..... 0	6" Meter Compound .....\$ 6,300.00
	8" Meter .....\$ 8,200.00
<u>COMMODITY RATES PER 1,000 GALLONS</u>	<u>SERVICE CHARGES</u>
<u>5/8x 3/4 Inch Meter</u>	Establishment of Service per Rule R14-2-403.D \$25.00
Tier one - 0 to 5,000 gallons \$2.00	Establishment of Service (After Hours) per Rule R14-2-403.D.2 \$35.00
Tier two- 5,001 gallons to 10,000 gallons \$2.75	Re-establishment of Service per Rule 14-2-403.D **
Tier three- over 10,000 gallons \$3.90	Reconnection of Service per Rule R14-2-403.D.1 \$35.00
<u>Residential 1 Inch Meter and Larger</u>	Charge for Moving Meter at Customer Request per Rule R14-2-405.B.5 Cost
Tier one - 0 to 5,000 gallons \$2.00	After Hours Service Call, per Hour, R14-2-403.D \$50.00
Tier two - 5,001 gallons to 10,000 gallons \$2.75	Minimum Deposit per Rule R14-2-403.B *
Tier three - over 10,000 gallons \$3.90	Meter Reread per Rule R14-2-408 \$5.00
<u>Irrigation Meters</u>	Charge for NSF check per Rule R14-2-409.F.1 \$15.00
Tier one - 0 to 45,000 gallons \$2.75	Late Payment Charge for Delinquent Bills
Tier two - over 45,000 gallons \$3.90	as Defined in Rule R14-2-409C.1 ***
<u>Other</u>	Deferred Payment Finance Charge R14-2-409.G ***
Standpipe or bulk water \$3.90	* Per Commission rule A.A.C. R-14-2-403(B).
	** Months off system times the monthly minimum per Commission rule A.A.C. R-14-2-403(D).
	*** 1.5% per month

**Billing Adjustments:** Total monthly water and miscellaneous charges are subject to adjustment for all federal, state, and local government taxes, levies, and any assessments that may be imposed by federal or state regulatory agencies on water gross revenues.

If you have any questions related to this Notice, please call 1-800-525-9547.