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ARIZONA CORPORATION COMMISSION
1200 West Washington Street
Phoenix, Arizona 85007

Arizona Corporation Commission
DOCKETED
AUG 14 2006

The Honorable Yvette B. Kinsey
Administrative Law Judge
Hearing Division
ARIZONA CORPORATION COMMISSION
1200 West Washington Street
Phoenix, Arizona 85007

DOCKETED BY
[Signature] *nr*

Re: **Public Comment Letter** Arizona Water Company, Santa Cruz Water Company, and Palo Verde Utilities Company CC&N cases

Docket Nos. W-01445A-06-0199
SW-03575A-05-0926
W-03576A-05-0926

Dear Commissioners and Judge Kinsey:

KEJE Group, LLC is a landowner in the proposed CC&N extension area of Santa Cruz Water Company and Palo Verde Utilities Company, which are part of Global Water Resources, LLC. We would like to express our support for Global in this case. In particular, we support Global's motion to dismiss and motion to vacate consolidation. We urge you to grant those motions, and to ultimately grant the CC&N requested by Global. In addition, we have several concerns that we would like to share with you.

First, there is a need for integrated water, wastewater and reclaimed water service in this area. Integrated service can substantially reduce the amount of water used by a development, especially when the integrated service is provided by proactive, experienced utilities like Global. Further, there is no doubt that the area will need wastewater and reclaimed water service. The fees paid ultimately by homeowners for the home owner association fees are also reduced as the price for reclaimed water service used in open areas is lower than treated potable water. Water service alone, as proposed

by Arizona Water Company, is simply not adequate. We requested integrated service from Global, not water-only service.

Second, landowner choices should be respected. We understand that the Commission has given substantial weight to the landowner's choice of utility in many cases. The Commission should continue this tradition. A CC&N will grant a monopoly over our property, and we ask that our views be considered in making this important choice.

Third, this case should be resolved promptly. Santa Cruz and Palo Verde filed their applications in December 2005 – more than seven months ago. Development of our property cannot go forward without a CC&N. Unexpected and prolonged delays can have serious financial consequences. We are not asking for a “rush to judgment”, but we do ask for a prompt resolution of this case.

Thank you for considering our views.

Sincerely yours,



by Kenneth H Lowman, Manager
KEJE Group, LLC

cc: Docket Control Center
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