

**ORIGINAL**

**JOHN CHADWICK**  
16623 S. 33<sup>RD</sup> STREET  
PHOENIX, AZ 85048



October 13, 2006

Attention Tenants:

*Docket # W-02497A-06-0580* *DL*

Carl Harvey  
Golben Corridor Water Company, LLC  
P.O. Box 486  
Rushville, Indiana 46173-0486

Arizona Corporation Commission

**DOCKETED**

And

**OCT 19 2006**

Arizona Corporation Commission  
1200 West Washington  
Phoenix, AZ 85007

DOCKETED BY

AZ CORP COMMISSION  
DOCUMENT CONTROL

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**Subject: Notice of Default for Nonpayment of Rent**

Attention Tennents: Golden Corridor Water Company, LLC and Arizona Corporation Commission:

This letter serves to demand that Golden Corridor Water Company, LLC, formerly the GCWC/Golden Corridor Water Co., (together, "Golden Corridor") pay past due monthly rent for use of the premises due from February 2006 through October 2006, in the amount of Six Thousand Seven Hundred Fifty Dollars (\$6,750.00), and to make future monthly payments in the amount of Seven Hundred Fifty (\$750.00) per month as payment for the lease of the portion of the property being used by Golden Corridor for operation of its water company.

I further demand that Golden Corridor make other repairs and upgrades to bring its water system operated on the property into compliance with Arizona Corporation Commission, Arizona Department of Environmental Quality, and all other statutes, rules and regulations.

As you have been previously notified, since July 2005, I have been the owner of a 2.43 parcel of property located at 7320 West Common in Casa Grande, and identified in the Pinal County Assessor's records as parcel number 402-05-024. In addition, since February 2006 I have been the owner of a 0.06 acre parcel at the same address and identified in the Pinal County Assessor's records as parcel number 402-05-02508.

Since purchasing this property, Golden Corridor, under the authority of the Arizona Corporation Commission, has continued to operate a water company utilizing the land and equipment affixed to the 0.06 acre parcel without payment of rent.

According to the Arizona Corporation Commission report dated August 18, 2006, and the Arizona Department of Environmental Quality, Golden Corridor is providing unsafe drinking water and is out of compliance with various State regulations, which are specified in the report. Furthermore, Golden Corridor has abandoned a well on the property and failed to properly cap the well. These non-compliance issues create an unhealthy and unsafe condition on the rented

property which materially effect health or safety. This writing shall also serve to notify Tenants that they should within 30 days of the receipt of this notice remedy this situation.

As a result of these unsafe and unhealthy conditions the continued use of this property by tenants has resulted in a reduction in the property value of over fifteen percent (15%) of the market value for both parcels. Furthermore, as a direct result of the unsafe drinking water, I have been unable to lease the property out to a third party.

Should Tenant fail to cure these deficiencies which cause the unsafe, unhealthy, and dangerous conditions on the property, I will pursue all legal rights in resolving and correcting the condition of the property, including, but not limited to taking legal actions to recover the loss in property value and for the Arizona Corporation Commissions failure to act and perform isn't function in enforcing Arizona laws and protecting the public. This will likely be a class action lawsuit by all the property owners being served by Golden Corridor.

Please mail past rent due payments payable to Mr. John Chadwick at 16623 South 33<sup>rd</sup> Street, Phoenix, AZ 85048 within 7 days of this notice. All future payments shall be made payable in the same fashion by the 1 day of each month.

An alternate resolution would be for the Arizona Corporation Commission to purchase the property from me for the amount of \$180,000 (cost of property plus payments made) plus \$18,000 for damages incurred by me since purchase of the property.

Please respond within 10 days of the date of this letter with the past due lease payments or I will proceed with legal action.

Sincerely;

John Chadwick

