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Utility System
Jeff Daniels manager/memo
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04P

December 5, 2006

Docket Control Div.
Arizona Corporation Commission
1200 W. Washington
Phoenix, AZ 85007

RE: DOCKET NO. W-03880A-06-0298
RE: DOCKET NO. W-20459A-06-0298

Commissioners,

I am writing to notify you of the public notice to the customers of Gardner Water Company. A public notice was published in the Payson Roundup on Nov. 17, 2006. Please find the Affidavit of Publication included in this letter. I have also mailed each customer of Gardner Water Co. a copy of the public notice on Nov. 15, 2006. Please find a copy of that mailing also included in this letter.

Sincerely,

Jeffery T. Daniels

Arizona Corporation Commission
DOCKETED

DEC - 8 2006

DOCKETED BY	NR
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AZ CORP COMMISSION
DOCUMENT CONTROL

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Affidavit of Publication

Payson Roundup

10013877

STATE OF ARIZONA

11/17/200

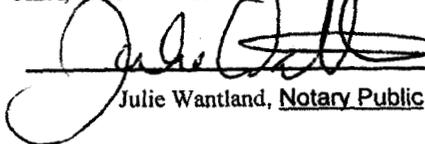
COUNTY OF GILA

I, Eve Paludan, do solemnly swear that I am Assistant Bookkeeper of the Payson Roundup, that the same is a newspaper printed, in whole or in part, and published in the COUNTY OF GILA, State of Arizona, and has a general circulation therein; that said newspaper has been published continuously and uninterruptedly in said COUNTY OF GILA for a period of more than fifty-two weeks prior to the first publication of the annexed legal notice or advertisement; that said newspaper has been admitted to the United States mails as second-class matter under the provisions of the Act of March 3, 1879, or any amendments thereof, and that said newspaper is a newspaper duly qualified for publishing legal notices and advertisements within the meaning of the laws of the State of Arizona. That the annexed legal notice or advertisement was published in the regular and entire issue of every number of said daily newspaper for the period of 1 consecutive insertions; and that the first publication of said notice was in the issue of said newspaper dated November 17 A.D., 2006, and that the last publication of said notice was in the issue of said newspaper dated November 17 A.D., 2006. In witness whereof I have hereunto set my hand this November 17 A.D., 2006.



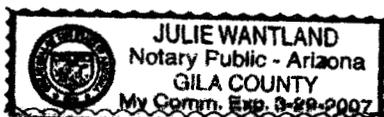
Eve Paludan

Subscribed and sworn to before me, a Notary Public in and for the COUNTY OF GILA, State of Arizona November 17 A.D., 2006.



Julie Wantland, Notary Public

My commission expires March 29, 2007.



1001387708
Docket No. W-03880A-06-0298
GARDNER WATER AND UTILITY SYSTEMS, LLC (UTILITY SYSTEMS)
FOR THE RELEASE AND TRANSFER OF THE CERTIFICATE OF CONVENIENCE AND NECESSITY TO UTILITY SYSTEMS, LLC (DOCKET NOS. W-03880A-06-0298 AND W-20459A-06-0298)
On May 1, 2006 Gardner Water Company ("GWC"), and Utility Systems, LLC ("Utility Systems") (collectively, "Applicants"), filed with the Arizona Corporation Commission ("Commission") and application to transfer GWC's Certificates of Convenience and Necessity ("CC&Ns") to Utility Systems. The Commission's Utilities Division Staff has not yet made a recommendation regarding the application. If the Commission approves the application, Utility Systems will be the exclusive provider of water and wastewater utility service to the area in Gila County currently served by GWC, and will be required by the Commission to provide service under rates and charges and terms and conditions established by the Commission. The application is available for inspection during regular business hours at the offices of the Commission in Phoenix, at 1200 West Washington Street, Phoenix, Arizona, and at the offices of Applicants, Utility Systems at 173 S. Blackfoot Road, Colcord Estates, Payson, Arizona or GWC at 2303 E. Heatherbrae Drive, Phoenix, Arizona for public inspection during regular business hours and on the internet via the Commission website (www.azcc.gov) using the e-docket function.
The Commission will hold a hearing on the matter beginning February 7, 2007, at 10:00am, at the Commission's offices, 1200 West Washington, Phoenix, Arizona. Public comments will be taken on the first day of the hearing.
The law provides for an open public hearing at which, under appropriate circumstances, interested parties may be permitted to intervene as provided by law to intervene

and having a direct and substantial interest in the matter. Persons desiring to intervene must file a written motion to intervene with the Commission no later than December 15, 2006. The motion to intervene must be sent to the Applicants or their counsel and to all parties of record, and must contain the following:

1. The name, address and telephone number of the proposed intervenor and of any party upon whom service of documents is to be made if different from the intervenor.
 2. A short statement of the proposed intervenor's interest in the proceeding (e.g., a customer of GWC, a shareholder of Applicants, etc.).
 3. A statement certifying that a copy of the motion to intervene has been mailed to the Applicants or their counsel and to all parties of record in the case.
- The granting of intervention, among other things, entitles a party to present sworn evidence at

the hearing and to cross-examine other witnesses. However, failure to intervene will not preclude any interested person or entity from appearing at the hearing and providing public comment on the application or from filing written comments in the record of the case. You will not receive any further notice of this proceeding unless you request it.

**PUBLIC NOTICE OF HEARING ON THE APPLICATION
OF GARDNER WATER COMPANY FOR THE SALE OF ASSETS AND
TRANSFER OF THE CERTIFICATE OF CONVENIENCE AND
NECESSITY TO UTILITY SYSTEMS, LLC.
(DOCKET NOS. W-03880A-06-0298 and W-20459A-06-0298)**

On May 1, 2006, Gardner Water Company ("GWC"), and Utility Systems, LLC ("Utility Systems") (collectively, "Applicants"), filed with the Arizona Corporation Commission ("Commission") an application to transfer GWC's Certificates of Convenience and Necessity ("CC&Ns") to Utility Systems. The Commission's Utilities Division Staff has not yet made a recommendation regarding the application. If the Commission approves the application, Utility Systems will be the exclusive provider of water and wastewater utility service to the area in Gila County currently served by GWC, and will be required by the Commission to provide service under rates and charges and terms and conditions established by the Commission. The application is available for inspection during regular business hours at the offices of the Commission in Phoenix, at 1200 West Washington Street, Phoenix, Arizona, and at the offices of Applicants, Utility Systems at 173 S. Blackfoot Road, Colcord Estates, Payson, Arizona or GWC at 2303 E. Heatherbrae Drive, Phoenix, Arizona for public inspection during regular business hours and on the internet via the Commission website (www.azcc.gov) using the e-docket function.

The Commission will hold a hearing on this matter beginning **February 7, 2007, at 10:00 a.m.**, at the Commission's offices, 1200 West Washington, Phoenix, Arizona. Public comments will be taken on the first day of the hearing.

The law provides for an open public hearing at which, under appropriate circumstances, interested parties may intervene. Intervention shall be permitted to any person entitled by law to intervene and having a direct and substantial interest in the matter. Persons desiring to intervene must file a written motion to intervene with the Commission no later than **December 15, 2006**. The motion to intervene must be sent to the Applicants or their counsel and to all parties of record, and must contain the following:

1. The name, address, and telephone number of the proposed intervenor and of any party upon whom service of documents is to be made if different from the intervenor.
2. A short statement of the proposed intervenor's interest in the proceeding (e.g., a customer of GWC, a shareholder of Applicants, etc.).
3. A statement certifying that a copy of the motion to intervene has been mailed to the Applicants or their counsel and to all parties of record in the case.

The granting of intervention, among other things, entitles a party to present sworn evidence at the hearing and to cross-examine other witnesses. However, failure to intervene will not preclude any interested person or entity from appearing at the hearing and providing public comment on the application or from filing written comments in the record of the case. You will not receive any further notice of this proceeding unless you request it.