

ORIGINAL



0000065075

WATCO

P.O. BOX 1270 SHOW LOW, AZ 85902/PHONE 928-537-8739/FAX 928-537-1245

2802

Response to List of Deficiencies Dated November 9, 2006  
Docket No. W-20475A-06-0550

7. Engineering Issues:

- a. The most recent lab analyses for the arsenic level for each well providing the Watco, Inc. system is included as Attachment A.
- c. A separate water company plant description for Silver Lake Estates and Bourdon Ranch Estates follows as Attachment B.
- d. Watco, Inc. struggles financially to meet necessary expenses; therefore, a meter replacement program has not been implemented per se. Faulty and/or leaky meters have been replaced upon discovery. Approximately 17 meters replaced in year 2005 were conventional meters replaced by radio read meters to help facilitate the meter reading process.

8. Ownership:

Watco, Inc. is currently working with Staff on clarifying the ambiguity of ownership. A Sufficiency Letter for the Application for Approval of the Sale of Assets and Transfer of Certificate of Convenience and Necessity (Docket Nos. W-20475A-06-0549 and W-01979A-06-0549) is marked as Attachment C.

Arizona Corporation Commission

DOCKETED

DEC 27 2006

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AZ CORP COMMISSION  
DOCUMENT CONTROL

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# ATTACHMENT A

ARIZONA DEPARTMENT OF ENVIRONMENTAL QUALITY  
**DRINKING WATER INORGANIC CHEMICAL ANALYSIS REPORT**

\*\*\*SAMPLES TO BE TAKEN AT P.O.E ONLY\*\*\*

>>>PUBLIC WATER SYSTEM INFORMATION<<<<

>>> TO BE FILLED OUT BY SYSTEM PERSONNEL <<<<

[ 09-049 ]  
 System ID

BOURDON RANCH ESTATES -Annual  
 System Name

[ 04/16/03 ] [ 11:37 ] (24 hr clock)  
 Sample date Sample time

MARK GRAPP  
 Owner/Contact Person Name

Owner/Contact Fax Number

520-536-5431  
 Owner/Contact Person Phone Number

SAMPLE TYPE

Compliance Monitoring

FOR MCL EXCEEDANCE OR COMPOSITE TRIGGER

[ \_\_\_\_\_ ]

Original Violating Specimen Number

SAMPLE TYPE

CONFIRMATION

CONFIRMATION FOR COMPOSITE TRIGGER

SAMPLE COLLECTION POINT/ID

Point of Entry# [ 001 ]

001

SAMPLING SITE ID

\*\*\*INORGANIC CHEMICAL ANALYSIS\*\*\*

>>> TO BE FILLED OUT BY THE LABORATORY PERSONNEL <<<<

Analysis Method	MCL Value	Trigger Value	Contaminant Name	Cont. Code	Test Start Date/Time	Analysis Run Date/Time	Results*	Exceeds MCL	Exceeds Trigger
200.8	0.05		Arsenic	1005		04/18/03	<0.0030		
200.8	2		Barium	1010		04/18/03	0.130		
200.8	0.005		Cadmium	1015		04/18/03	<0.0005		
200.8	0.1		Chromium	1020		04/18/03	<0.010		
SM4500F-C	4.0		Fluoride	1025		04/22/03	0.12		
245.2	0.002		Mercury	1035		04/22/03	<0.0002		
300.0	10	5	Nitrate (as N)	1040					
SM4500NO2B	1	0.5	Nitrite (as N)	1041	4/17/03 10:30	4/17/03 11:00	<0.01		
200.8	0.05		Selenium	1045		04/18/03	<0.0030		
200.8	0.006		Antimony	1074		04/18/03	<0.0030		
200.8	0.004		Beryllium	1075		04/18/03	<0.0005		
335.4	0.2		Cyanide (as free cyanide)	1024		04/24/03	<0.005		
200.8	0.1		Nickel	1036		04/18/03	<0.010		
200.8	0.002		Thallium	1085		04/18/03	<0.0010		
300	NO MCL		Sulfate	1055					
200.7	NO MCL		Sodium	1052		04/23/03	9.3		

>>>>LABORATORY INFORMATION<<<<<

To be filled out by laboratory personnel

SPECIMEN NUMBER

[ 041703-09I ]

ID Number [ AZ 0/0/0/9 ] Name: [ AQUA TECH ENVIRONMENTAL LABORATORIES, INC. ]

Comments: [ Nitrite analyzed by Aqua Tech Environmental Laboratories of Tucson, AZ. ]

[ All others analyzed by Aqua Tech Environmental Laboratories of Marion, OH ]

Authorized Signature: [ *R Mosher* ]

Date Public Water System Notified: [ \_\_\_\_\_ ]

\*All units must be reported in milligrams per liter (mg/l)

**ARIZONA DEPARTMENT OF ENVIRONMENTAL QUALITY  
DRINKING WATER INORGANIC CHEMICAL ANALYSIS REPORT**

\*\*\*SAMPLES TO BE TAKEN AT P.O.E ONLY\*\*\*

>>>>PUBLIC WATER SYSTEM INFORMATION<<<<

>>>> TO BE FILLED OUT BY SYSTEM PERSONNEL <<<<

[ 09-027 ]  
System ID

Silver Well Service Corp  
System Name

[ 4/28/00 ] [ 14:15 ] (24 hr clock)  
Sample date Sample time

Mark Grapp  
Owner/Contact Person Name

(520) 536-5431

Owner/Contact Fax Number

Owner/Contact Person Phone Number

**SAMPLE TYPE**

Compliance Monitoring

**FOR MCL EXCEEDANCE OR COMPOSITE TRIGGER**

[ \_\_\_\_\_ ]

Original Violating Specimen Number

SAMPLE TYPE

CONFIRMATION

CONFIRMATION FOR COMPOSITE TRIGGER

**SAMPLE COLLECTION POINT/ID**

Point of Entry# [ 001 ]

**SAMPLING SITE ID**

\*\*\*INORGANIC CHEMICAL ANALYSIS\*\*\*

>>>> TO BE FILLED OUT BY THE LABORATORY PERSONNEL <<<<

Analysis Method	MCL Value	Trigger Value	Contaminant Name	Cont. Code	Test Start Date/Time	Analysis Run Date/Time	Results*	Exceeds MCL	Exceeds Trigger
200.8	0.05		Arsenic	1005		5/3/2000	<0.0030		
200.8	2		Barium	1010		5/9/2000	0.160		
200.8	0.005		Cadmium	1015		5/3/2000	<0.0005		
200.8	0.1		Chromium	1020		5/3/2000	<0.010		
SM4500F-C	4.0		Fluoride	1025		5/5/2000	<0.10		
245.2	0.002		Mercury	1035		5/5/2000	<0.0002		
300.0	10	5	Nitrate (as N)	1040					
SM4500NO2B	1	0.5	Nitrite (as N)	1041					
200.8	0.05		Selenium	1045		5/4/2000	<0.0030		
200.8	0.006		Antimony	1074		5/3/2000	<0.0030		
200.8	0.004		Beryllium	1075		5/3/2000	<0.0005		
335.4	0.2		Cyanide (as free cyanide)	1024		5/8/2000	<0.005		
200.8	0.1		Nickel	1036					
200.8	0.002		Thallium	1085		5/3/2000	<0.0010		
300	NO MCL		Sulfate	1055					
200.7	NO MCL		Sodium	1052					

>>>>LABORATORY INFORMATION<<<<

To be filled out by laboratory personnel

**SPECIMEN NUMBER**

[ 050100-47I ]

ID Number [ AZ 0/0/0/9 ]

Name: [ AQUA TECH ENVIRONMENTAL LABORATORIES, INC. ]

Comments: [ \_\_\_\_\_ ]

Authorized Signature: [ *R. Mosher* ]

Date Public Water System Notified: [ \_\_\_\_\_ ]

\*All units must be reported in milligrams per liter (mg/l)

## **ATTACHMENT B**

Company Name: Water, Inc - Silver Lake Estates	Test Year Ended: December 31, 2005
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**WATER COMPANY PLANT DESCRIPTION**

**WELLS**

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (inches)	Meter Size (inches)	Year Drilled
55-603156	10	58	538	8	2	1964

\* Arizona Department of Water Resources Identification Number

**OTHER WATER SOURCES**

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
N/A		

**BOOSTER PUMPS**

Horsepower	Quantity
2	4

**FIRE HYDRANTS**

Quantity Standard	Quantity Other
1	

**STORAGE TANKS**

Capacity	Quantity
100,000	1

**PRESSURE TANKS**

Capacity	Quantity
10,000	1

Company Name: <i>Watesco, Inc. - Silver Lake Estates</i>	Test Year Ended: <i>December 31, 2005</i>
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**WATER COMPANY PLANT DESCRIPTION CONTINUED**

MAINS		
Size (in inches)	Material	Length (in feet)
2		
3		
4	<i>AC &amp; PVC</i>	<i>33872</i>
5		
6	<i>PVC</i>	<i>4286</i>
8		
10		
12		

CUSTOMER METERS	
Size (in inches)	Quantity
<i>5/8 x 3/4</i>	<i>258</i>
<i>3/4</i>	
<i>1</i>	
<i>1 1/2</i>	
<i>2</i>	
<i>Comp. 3</i>	
<i>Turbo 3</i>	
<i>Comp. 4</i>	
<i>Turbo 4</i>	
<i>Comp. 6</i>	
<i>Turbo 6</i>	

For the following three items, please list the utility owned assets in each category.

TREATMENT EQUIPMENT:

*N/A*

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STRUCTURES:

*20' x 20' Building*

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OTHER:

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Company Name: Water, Inc. - Braden Ranch Estates	Test Year Ended: December 31, 2005
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### WATER COMPANY PLANT DESCRIPTION

#### WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (inches)	Meter Size (inches)	Year Drilled
55-506606	5	31	440	6	2	1983

\* Arizona Department of Water Resources Identification Number

#### OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
N/A		

#### BOOSTER PUMPS

Horsepower	Quantity
2	2

#### FIRE HYDRANTS

Quantity Standard	Quantity Other
N/A	

#### STORAGE TANKS

Capacity	Quantity
25,000	1

#### PRESSURE TANKS

Capacity	Quantity
3,000	1

Company Name: Water, Inc. - Boxton Ranch Estates	Test Year Ended: December 31, 2005
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**WATER COMPANY PLANT DESCRIPTION CONTINUED**

MAINS			CUSTOMER METERS	
Size (in inches)	Material	Length (in feet)	Size (in inches)	Quantity
2			5/8 x 3/4	29
3			3/4	
4			1	
5			1 1/2	
6	PVC	4580	2	
8			Comp. 3	
10			Turbo 3	
12			Comp. 4	
			Turbo 4	
			Comp. 6	
			Turbo 6	

For the following three items, please list the utility owned assets in each category.

**TREATMENT EQUIPMENT:**

N/A

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**STRUCTURES:**

12' x 20' Building

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**OTHER:**

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ATTACHMENT C

**COMMISSIONERS**  
JEFF HATCH-MILLER- Chairman  
WILLIAM MUNDELL  
MIKE GLEASON  
KRISTIN K. MAYES  
BARRY WONG



**BRIAN C. MCNEIL**  
Executive Director

**ARIZONA CORPORATION COMMISSION**

November 9, 2006

Mr. Mark Grapp  
WATCO  
P.O. Box 1270  
Show Low, Arizona 85902

RE: WATCO – Application for Approval of the Sale of Assets and Transfer of Certificate of Convenience and Necessity (CC&N) Docket Nos. W-20475A-06-0549 and W-01979A-06-0549  
SUFFICIENCY LETTER

Dear Mr. Grapp:

In reference to the above mentioned application filed on August 31, 2006, and the supporting documents filed on October 13, 2006, this letter is to inform you that the application has met the sufficiency requirements as outlined in the Arizona Administrative Code (“A.A.C.”).

Pursuant to the A.A.C. R14-2-411(C), the Commission has 150 calendar days for its substantive review. This includes conducting a hearing and preparing a proposed Opinion and Order to present to the Commission at an Open Meeting.

If you have any questions concerning this matter, please do not hesitate to contact me at 602-542-0840 and Katrin Stukov at 602-542-0941.

Very truly yours,

A handwritten signature in black ink, appearing to read "Blessing N. Chukwu".

Blessing N. Chukwu  
Executive Consultant III

BNC

cc: Docket Control  
Del Smith  
Lyn Farmer  
Brian Bozzo  
Vicki Wallace

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