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06

September 17, 2007

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

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SEP 18 2007

RE: Addendum 2 to Motion to Intervene in the rate application of Goodman Water Company for a rate increase and its recent compliance filing for a Proposed Fee Tariff.

DOCKETED BY  
Hook-Up *nr*

DOCKET No. W-02500A-06-0281

My name, address and phone number are listed below.

I was appointed the Intervener for the original filing in the case and had been accessing the docket on-line to find Goodman's filing of their hook-up fee proposal. After failing to find any update to the docket concerning the Hook-up Fees that was due July 31, 2007, I contacted Jane Rodda on August 30, 2007, who referred my inquiry to Brian Bozza of the AZCC Compliance Office. Brian's initial record search on August 31, 2007 could not find the Hook-up Fee filing that was due July 31, 2007. Brian later informed me on September 7, 2007 that this proposal was filed on time but the format used by Goodman's attorney caused Docket control to post it as a new filing and not a compliance filing to a current docket. Docket Control reversed the update and the compliance filing was available for on-line viewing on September 10, 2007.

I was also present at the Arizona Corporate Commission Hearing that resulted in Decision #69404 where I again raised the issue of additional infrastructure cost to support DR Horton's Eagle Crest Ranch building Phases IV. A, B & C and Phase V and its impact on future water rate increases. The commissioners assured that these costs would be addressed by Section 68 of decision No. 69404.

The original application had identified capital costs for Well # 1, Well # 2 and Water Plant # 4. Therefore, it is my understanding that the Hook-up Fee Proposal should have included capital costs for all plant and infrastructure incurred after this established base cost.

What I find missing in the current Hook-up Fee filing are the costs associated with Water Plant # 1 and the infrastructure costs for DR. Horton's Phase IV A, B, & C and Phase V. These costs would have been from the original date of filing on April 26, 2006 to date. Water Plant No. 1 is nearing completion and will be on-line in the next few weeks and is supposed to service the water needs for all homes built in Phase IV. A, B & C. I believe that the Phase V homes will be serviced by the current Water Plant #4. How Phase V home will receive their water supply should be further clarified.

I ask the Staff to pursue and clarify with Goodman Water Company all additional paid and projected costs in completing Water Plant #1 and infrastructure to support the DR Horton Phase IV A, B & C and Phase V so that they will be included in the calculation of Hook-up Fees.

1 It appears to me that the Hook-up Fee Filing showing a new Well #3 is reflecting the  
2 future potential purchase of 353.47 acres of state land that lies between the Eagle Crest  
3 Ranch and the Saddlebrook Developments. I request clarification of the location of  
4 homes that Well# 3 is being planned for.

5  
6 Finally, I would have expected that the Hook-up Fees would address 100% of the  
7 projected infrastructure costs and not the proposed 40% as requested in the filing. This  
8 would mean to me that the remaining 60% will be allocated back to the original 459  
9 homes that experienced the significant increase in water rates.

10  
11 I hereby certify that a copy of this Addendum 2 to my Notice of Intervention originally  
12 filed on December 29, 2006 has been mailed to:

13  
14 Goodman Water Company, 6340 North Campbell Avenue, Suite 278, Tucson, Arizona  
15 85718.

16 Lewis and Roca, LLP, One South Church Avenue, Suite 700, Tucson, Arizona 85701-  
17 1611

18 Jane L. Rodda, 400 West Congress St., Tucson, Arizona 85701

19  
20 Sincerely,

21 

22  
23  
24 Lawrence Wawrzyniak  
25 39485 S. Mountain Shadow Dr.  
26 Tucson, Arizona 85739  
27 Telephone (520) 825-6672

28  
29 Cc: Arizona Corporation Commission (13)  
30 Goodman Water Company (1)  
31 Lewis and Roca, LLP (1)  
32 Jane L. Rodda (1)