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October 12, 2007
Arizona Corporation Commission

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ARIZONA CORPORATION COMMISSION
DOCKET CONTROL

HAND DELIVERY
Shauna Lee-Rice
Arizona Corporation Commission
Docket Control
1200 West Washington Street
Phoenix, Arizona 85007

Re: Sunrise Utilities, LLC; Docket Nos. WS-04247A-04-0604 and W-03067A-04-0216;
Decision No. 68247; Request for Extension of Time to Comply

Dear Ms. Lee-Rice:

On October 3, 2006, the Company requested an extension of time to comply with the Subject Decision. The November 28, 2006 Procedural Order extended those Compliance Dates to October 25, 2007. The Company hereby updates the information in our October 3, 2006 Request, and requests an additional 12 month extension to the Compliance Dates.

As indicated in our previous Request, the Aquifer Protection Permit ("APP") Application was submitted to the Arizona Department of Environmental Quality ("ADEQ") on September 13, 2006, with the expectation of a nine month turnaround time. ADEQ has nearly completed the Administrative Review process. This was delayed because ADEQ required the Company to rezone the waste water treatment plant site prior to proceeding. That has been completed. The final requirement in the Administrative Review is the provision of financial assurances, which will be submitted within thirty days. The Technical Review is then anticipated to require between five and six months before issuance of the APP.

The Company has retained Southwest Groundwater Consultants, Cottonwood Office to prepare the hydrology report to obtain the Letter of Adequacy for the development. The area wide analysis should be completed within 90 days and submitted to the Arizona Department of Water Resources ("ADWR"). The Company could not complete the ADWR submittal before the zoning was determined. A preliminary plat plan has now been filed so that the water demands can be calculated. Although the

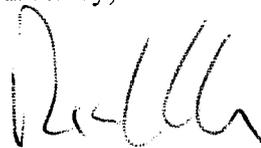
processing time is uncertain, we are informed that the Company's hydrologist is of the opinion that the Letter of Adequacy can be issued within six to nine months.

As to the water Approval to Construct, ADEQ will not process those applications without the final plat approval, so that submittal is anticipated in the near future, with a relatively short processing time. The Company has acquired an unassembled one million gallon storage tank that it will construct upon receipt of the appropriate permits. We are aware that the Commission requires confirmation from the Developer of the project that the Developer intends to proceed with the development. Therefore, we have attached a letter from the Developer in that regard.

As the Commission is aware, for the Company and the Developer to obtain the required approvals from the other agencies involved requires that the Certificate of Convenience and Necessity be in effect. Therefore, the Company would appreciate the Commission's extension of the time to comply with the filing of the ADEQ APP, the water Approval to Construct, and the ADWR Letter of Adequacy be extended to October 24, 2008.

Thank you for your cooperation this regard. In the event you have any questions regarding this matter, please do not hesitate to call.

Sincerely,



Richard L. Sallquist

Enclosure

Cc: Brian Bozzo
Steve Timinkas

Scenic Investments L.L.C.

**PO Box 3660
Mesquite, NV 89024**

October 09, 2007

Linda Jaress
Arizona Corporation Commission
1200 W. Washington Street
Phoenix, AZ 85007-2927

RE: Sunrise Utilities

Dear Mrs. Jaress:

Per your request I am re-emphasizing Vista Montana Subdivision's need for water and wastewater service in Scenic, AZ to be provided by Sunrise Utilities. As the process in obtaining a CC&N took significantly longer than anticipated our approved sketch plan for Mesquite Heights, issued by Mohave County July 16, 2004, had expired, initiating a complete resubmittal. The project was then renamed Vista Montana, to comply with Mohave County's regulations, and resubmitted Nov. 4, 2005. On Feb. 28, 2006 our sketch plan was approved and a new tract number was issued. Our preliminary plat has undergone a couple of revisions and the final submittal of the preliminary plat will be submitted to Mohave County by November 1, 2007.

We hired Southwest Ground-water Consultants, Inc in July, 2007 help us obtain a water adequacy report for Vista Montana. The scope of work includes the collection of additional hydrological data, obtaining more water quality analysis, developing a ground water model, and submitting our application for our water adequacy report. Draw-down testing and water analysis is complete. Our application for the water adequacy report should be submitted in the next couple of months after the ground water model is complete. This effort has taken longer than expected because ADWR changed their requirements for draw-down testing and the modeling of groundwater in this area.

We would appreciate an extension of Sunrise Utilities' CC&N. Sunrise Utilities is essential to meeting the needs of our subdivision and the surrounding community. If you have any questions or concerns please feel free to contact me at (702) 346-6195.

Sincerely,



David Rall
President
Scenic Investments L.L.C.