

ORIGINAL



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BEFORE THE ARIZONA CORPORATION COMMISSION

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MIKE GLEASON

Chairman

2008 MAR 31 P 3:55

Arizona Corporation Commission

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JEFF HATCH-MILLER

WILLIAM A. MUNDELL

AZ CORP COMMISSION  
DOCKET CONTROL

MAR 31 2008

KRISTIN K. MAYES

GARY PIERCE

DOCKETED BY

NR

IN THE MATTER OF THE APPLICATION  
OF SABROSA WATER CO. FOR A  
PERMANENT RATE INCREASE

DOCKET NO. W-02111A-06-0361

**NOTICE OF FILING  
SUBSTITUTE CORRECTED  
TARIFF IN COMPLIANCE WITH  
DECISION NO. 69574 AND  
AFFIDAVITS OF PROOF OF  
MAILING**

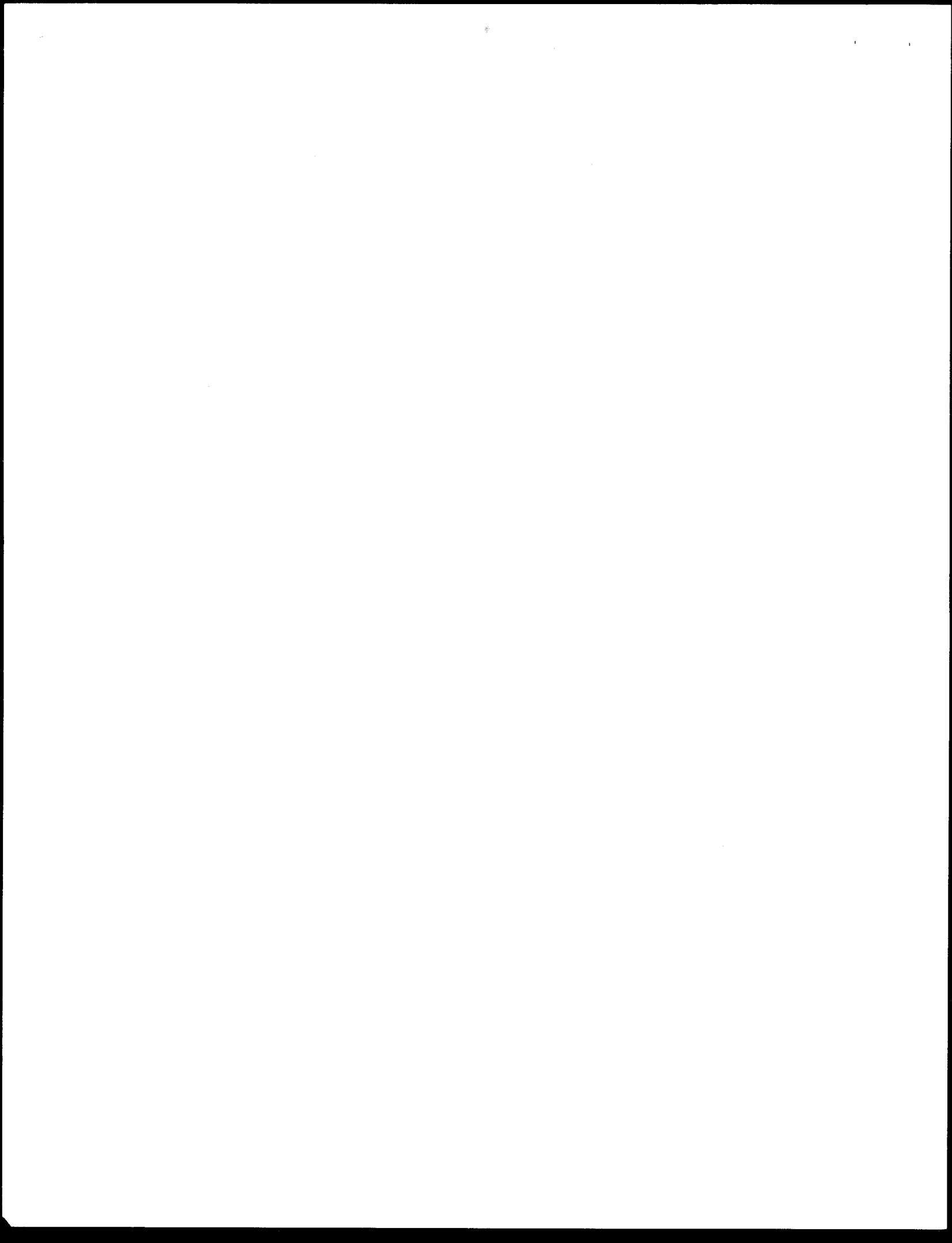
SACKS TIERNEY P.A., LAWYERS  
4250 NORTH DRINKWATER BOULEVARD  
FOURTH FLOOR  
SCOTTSDALE, ARIZONA 85251-3693

Sabrosa Water Company hereby files 1) its substitute corrected water tariff containing permanent rates and charges in compliance with Decision No. 69574, 2) the Affidavit of Jessica Marlow as Utilities Manager of the Town of Cave Creek, establishing that the substitute corrected tariff and an explanatory notice were mailed to all Sabrosa Water Company customers on March 21, 2008, and 3) the Affidavit of Jessica Marlow as Utilities Manager of the Town of Cave Creek, establishing that a previously filed tariff and an explanatory notice were mailed to all Sabrosa Water Company customers on January 28, 2008.

RESPECTFULLY SUBMITTED this 31<sup>st</sup> day of March, 2008.

SACKS TIERNEY P.A.

By   
Marvin S. Cohen  
Attorneys for Town of Cave Creek



SACKS TIERNEY P.A., LAWYERS  
4250 NORTH DRINKWATER BOULEVARD  
FOURTH FLOOR  
SCOTTSDALE, ARIZONA 85251-3693

1 ORIGINAL AND 13 COPIES OF THE FOREGOING  
FILED this 31<sup>st</sup> day of March, 2008, with:

2 Arizona Corporation Commission  
3 Docket Control Center  
1200 West Washington  
4 Phoenix, Arizona 85007

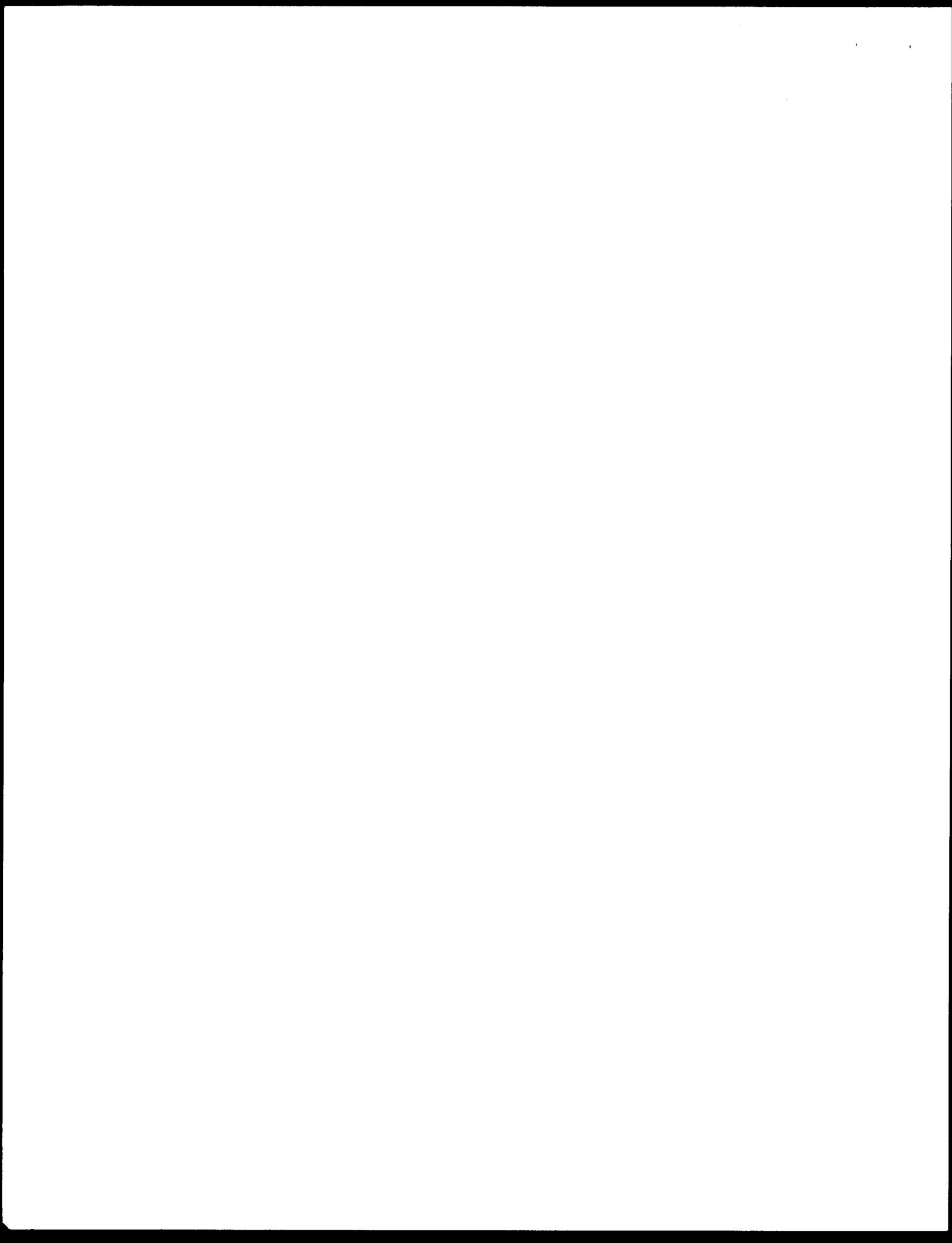
5 COPY OF THE FOREGOING  
MAILED this 31<sup>st</sup> day of March, 2008, to:

6 Ernest Johnson, Director  
7 Utilities Division  
ARIZONA CORPORATION COMMISSION  
8 1200 W. Washington Street  
Phoenix, AZ 85007

9 Christopher Kempley, Chief Counsel  
10 Legal Division  
ARIZONA CORPORATION COMMISSION  
11 1200 W. Washington Street  
Phoenix, AZ 85007

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13 Wendy Peterson  
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685478



**SABROSA WATER COMPANY  
 PERMANENT RATES AND CHARGES (CORRECTED)  
 EFFECTIVE 1 APRIL, 2008  
 DECISION 69574 DATED 21 MAY, 2007**

**Minimum/Base Charge:**

5/8" x 3/4" Meter .....	\$39.50/month
3/4" Meter .....	\$39.50/month
1" Meter .....	\$39.50/month
1 1/2" Meter .....	\$200.00/month
2" Meter .....	\$320.00/month
3" Meter .....	\$600.00/month
4" Meter .....	\$1,000.00/month
6" Meter .....	\$2,000.00/month

**Commodity Charge:**

0 – 3,000 gallons .....	\$6.00/1,000 gallons
3,001 – 10,000 gallons .....	\$9.00/1,000 gallons
>10,000 gallons .....	\$10.80/1,000 gallons
Water Hauling Surcharge .....	See *below

**Service Line & Meter Installation Charges:**

5/8" x 3/4" Meter	\$400.00
3/4" Meter	\$440.00
1" Meter	\$500.00
1 1/2" Meter	\$715.00
2" Meter Turbo	\$1,170.00
2" Meter Compound	\$1,700.00
3" Meter Turbo	\$1,585.00
3" Meter Compound	\$2,190.00
4" Meter Turbo	\$2,540.00
4" Meter Compound	\$3,215.00
6" Meter Turbo	\$4,815.00
6" Meter Compound	\$6,270.00

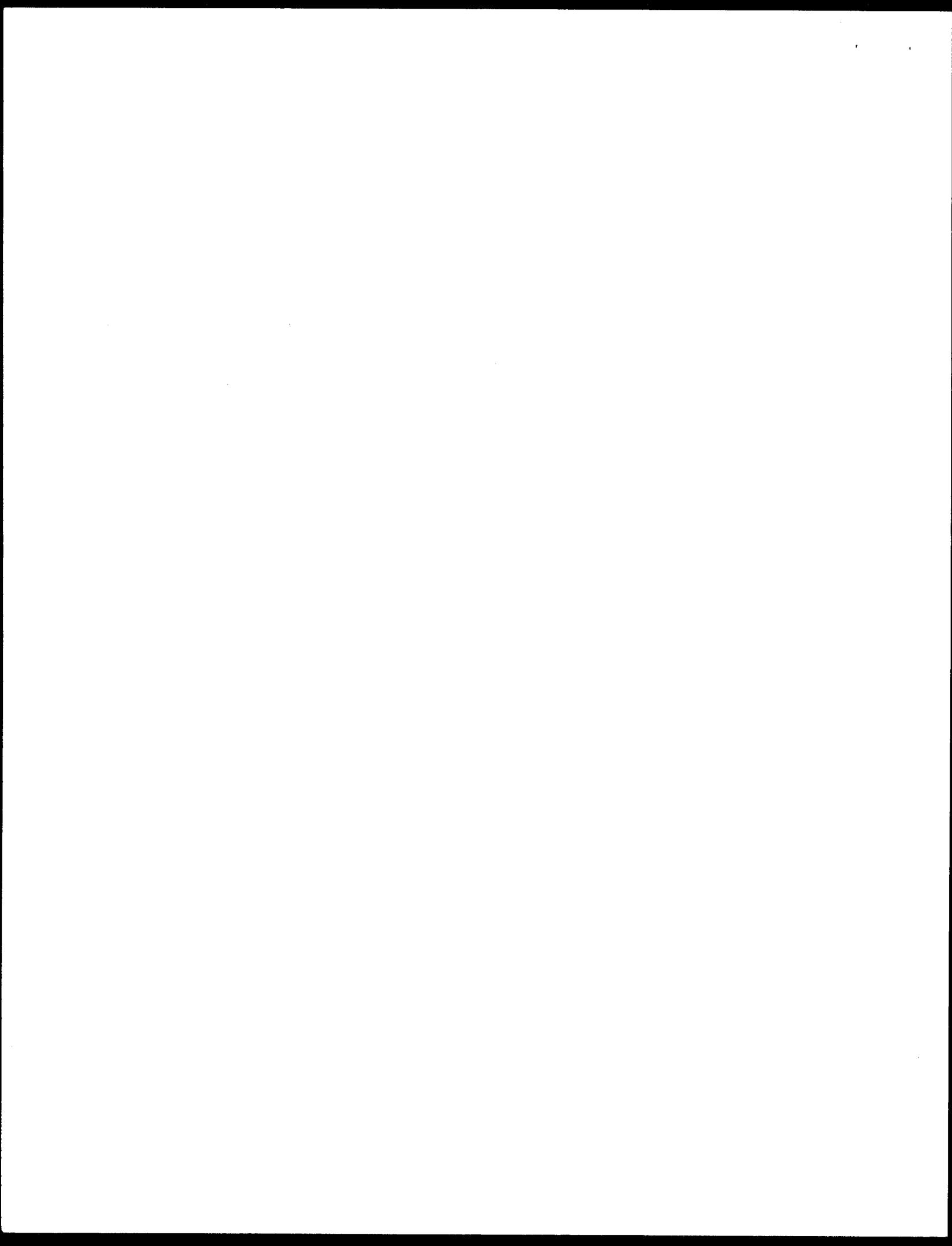
**Service Charges:**

1. Establishment (R14-2-403.D.1)	\$25.00
2. Establishment - After Hours (R14-2-403.D.2)	\$50.00
3. Reconnection - Delinquent (R14-2-403.D.1)	\$30.00
4. NSF Check (R14-2-409)	\$25.00
5. Meter Reread – if correct (R14-2-408.C.2)	\$25.00
6. Meter Test – if correct (R14-2-408.F.1)	\$30.00
7. Deferred Payment (R14-2-409.G.6)	1.50% per month
8. Deposit Interest (R14-2-403.B)	per rule
9. Deposit (R14-2-403.B)	per rule
10. Re-establishment – within 12 months (R14-2-403.D)	Months off the system x minimum charge

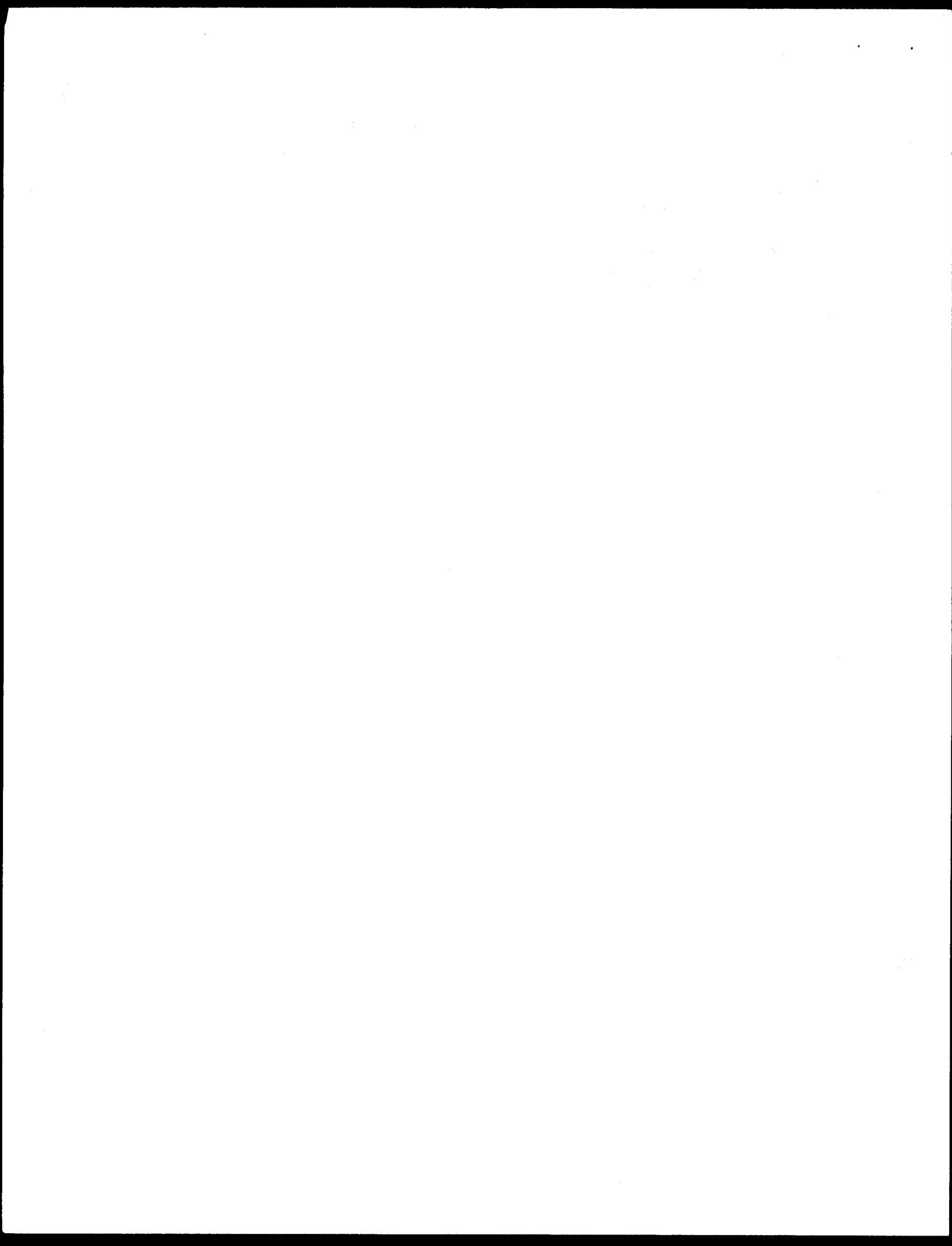
**Other Rates and Charges Approved by Order:**

In addition to the collection of its regular rates and charges, the company shall collect from its customers their proportionate share of any privilege, sales or use tax in accordance with R14-2-409.D.5.

\*Surcharge calculated by dividing the total Water Hauling Costs incurred in a given month by the amount of water sold that month. The resulting rate per 1,000 gallons will then be multiplied by the gallons used in that month for each customer to arrive at the surcharge per 1,000 gallons, appearing in the next monthly billing as a separate line item.







**Sabrosa Water Company**  
**Permanent Rates and Charges**  
**Effective 1 March, 2008**  
**Decision 69574 dated 21 May, 2007**

**Minimum/Base Charge:**

All Sizes of meter \$39.50/month

**Commodity Charge:**

0 – 3,000 gallons \$6.00/1,000 gallons  
 3,001 – 10,000 gallons \$9.00/1,000 gallons  
 >10,000 gallons \$10.80/1,000 gallons  
 Water Hauling Surcharge See \* below

**Service Line & Meter Installation Charges:**

5/8" x 3/4" Meter	\$ 400.00
3/4" Meter	\$ 440.00
1" Meter	\$ 500.00
1 1/2" Meter	\$ 715.00
2" Meter Turbo	\$1,170.00
2" Meter Compound	\$1,700.00
3" Meter Turbo	\$1,585.00
3" Meter Compound	\$2,190.00
4" Meter Turbo	\$2,540.00
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5. Meter Reread – if correct (R14-2-408.C.2)	\$15.00
6. Meter Test – if correct (R14-2-408.F.1)	\$30.00
7. Deferred Payment (R14-2-409.G.6)	\$1.50% per month
8. Deposit Interest (R14-2-403.B)	per rule
9. Deposit (R14-2-403.B)	per rule
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**SABROSA WATER COMPANY**  
**Town of Cave Creek Interim Manager**

**Notice of Approval of Permanent Rates and Charges**  
**Sabrosa Water Company**

On May 21, 2007, the Arizona Corporation Commission (ACC) approved an application for a permanent increase in the Sabrosa Water Company rates and charges that had been filed by Global Water, as interim manager, on May 31, 2006. The ACC Decision (No. 69754) made permanent the monthly usage charges and commodity rates that had been approved by the ACC as emergency interim rates on July 18, 2005, including the water hauling surcharge that took effect on June 5, 2006 under ACC Decision No. 68745.

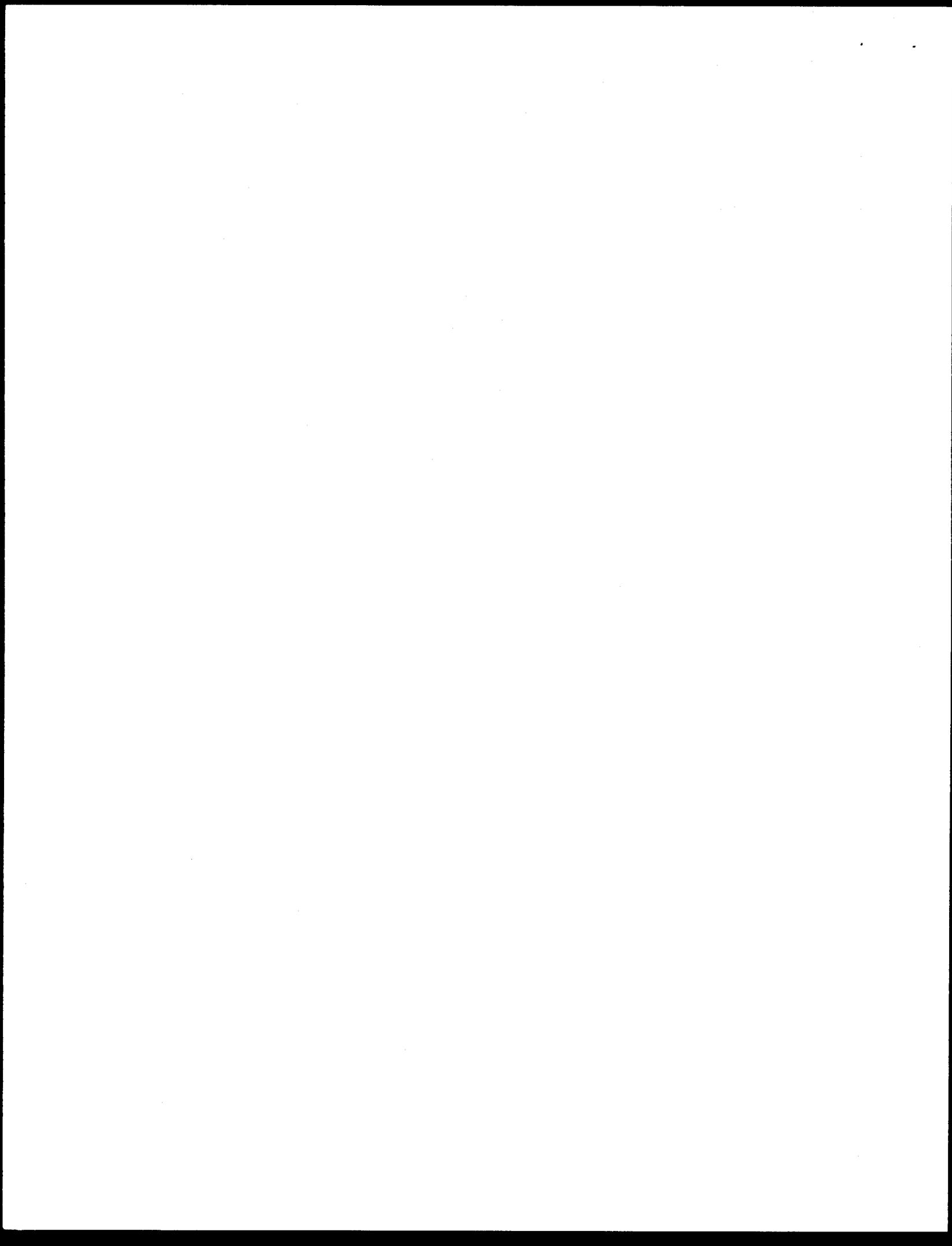
The Town of Cave Creek became Interim Manager of Sabrosa Water Company on March 5, 2007. At that time, Arizona American was operating the Town of Cave Creek's water utilities and sewer utility. It assumed the operation of Sabrosa Water Company on behalf of the Town. In March 2007, the Town of Cave Creek took over the operation of its water and sewer utilities, including the operation of Sabrosa Water Company. In the course of the transitions from Global to Arizona American to the Town of Cave Creek, no notice was sent to the customers of Sabrosa Water Company of the approval of permanent rates and charges. This Notice is sent to Sabrosa Water Company customers pursuant to Decision No. 69754.

Attached to this Notice of Approval of Permanent Rates and Charges is the new revised schedule of rates and charges. As noted above, the permanent rates to existing customers did not change. The major changes were in service line and meter installation charges; since a moratorium on new connections is in effect, there can be no new service lines or meter installations on which to levy these new rates. Minor changes in service charges will be implemented as of March 1, 2008.

The Town of Cave Creek is preparing a plan for potential long term water service to the Sabrosa Water Company customers, to be presented later this year to the ACC. The Town will inform you of the plan when it has been formulated.

If you have any questions, please feel free to contact Jessica Marlow, Utilities Manager, Town of Cave Creek, 480-425-6618.





**SABROSA WATER COMPANY  
PERMANENT RATES AND CHARGES (CORRECTED)  
EFFECTIVE 1 APRIL, 2008  
DECISION 69574 DATED 21 MAY, 2007**

**Minimum/Base Charge:**

5/8" x 3/4" Meter .....	\$39.50/month
3/4" Meter .....	\$39.50/month
1" Meter .....	\$39.50/month
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**Other Rates and Charges Approved by Order:**

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March 21, 2008

**SABROSA WATER COMPANY**  
**Town of Cave Creek Interim Manager**

**Notice of Corrected Permanent Rates and Charges**  
**Sabrosa Water Company**

In, January, you were sent a copy of the Permanent Rates and Charges Tariff effective March 1, 2008 with an explanatory notice. There were two inadvertent errors in that Tariff: the NSF service charge was listed as \$15.00 when it should have been \$25.00, and the meter reread service charge was listed as \$15.00 when it should have been \$25.00. The Permanent Rates and Charges (Corrected) effective April 1, 2008 is shown on the reverse side of this notice and corrects those errors.

If you have any questions, please feel free to contact Jessica Marlow, Utilities Manager, Town of Cave Creek, 480-488-6618.