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BEFORE THE ARIZONA CORPORATION COMMISSION

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MIKE GLEASON  
Chairman  
WILLIAM A. MUNDELL  
Commissioner  
JEFF HATCH-MILLER  
Commissioner  
KRISTIN K. MAYES  
Commissioner  
GARY PIERCE  
Commissioner

Arizona Corporation Commission

DOCKETED

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IN THE MATTER OF THE APPLICATION  
OF GLOBAL WATER - **SANTA CRUZ  
WATER COMPANY** FOR A WAIVER  
UNDER A.A.C. R14-2-806 RELATING TO  
CERTAIN FUTURE ACQUISITIONS BY  
GLOBAL WATER, INC.

Docket Nos. W-20446A-07-0595  
W-03576A-07-0595

IN THE MATTER OF THE APPLICATION  
OF GLOBAL WATER - **PALO VERDE  
UTILITIES COMPANY** FOR A WAIVER  
UNDER A.A.C. R14-2-806 RELATING TO  
CERTAIN FUTURE ACQUISITIONS BY  
GLOBAL WATER, INC.

Docket No. SW-03575A-07-0595

IN THE MATTER OF THE APPLICATION  
OF GLOBAL WATER - **HASSAYAMPA  
UTILITY COMPANY, INC.** FOR A  
WAIVER UNDER A.A.C. R14-2-806  
RELATING TO CERTAIN FUTURE  
ACQUISITIONS BY GLOBAL WATER, INC.

Docket No. SW-20422A-07-0595

IN THE MATTER OF THE APPLICATION  
OF GLOBAL WATER - **PICACHO COVE  
WATER COMPANY, INC.** and **PICACHO  
COVE UTILITIES COMPANY** FOR A  
WAIVER UNDER A.A.C. R14-2-806  
RELATING TO CERTAIN FUTURE  
ACQUISITIONS BY GLOBAL WATER, INC.

Docket Nos. W-03528A-07-0595  
SW-03709A-07-0595

IN THE MATTER OF THE APPLICATION  
OF GLOBAL WATER - **CP WATER  
COMPANY, INC.** and **FRANCISCO  
GRANDE WATER COMPANY** FOR A  
WAIVER UNDER A.A.C. R14-2-806  
RELATING TO CERTAIN FUTURE  
ACQUISITIONS BY GLOBAL WATER, INC.

Docket Nos. WS-01775A-07-0595  
W-02442A-07-0595  
SW-03575A-07-0595  
W-03576A-07-0595

IN THE MATTER OF THE APPLICATION  
OF GLOBAL WATER - **WILLOW VALLEY  
WATER COMPANY, INC.** FOR A WAIVER  
UNDER A.A.C. R14-2-806 RELATING TO  
CERTAIN FUTURE ACQUISITIONS BY  
GLOBAL WATER, INC.

Docket No. W-01732A-07-0595

1 IN THE MATTER OF THE APPLICATION  
2 OF GLOBAL WATER – **WATER UTILITY**  
3 **OF NORTHERN SCOTTSDALE, INC.**  
4 FOR A WAIVER UNDER A.A.C. R14-2-806  
5 RELATING TO CERTAIN FUTURE  
6 ACQUISITIONS BY GLOBAL WATER, INC.

Docket No. W-03720A-07-0595

7 IN THE MATTER OF THE APPLICATION  
8 OF GLOBAL WATER – **VALENCIA**  
9 **WATER COMPANY** FOR A WAIVER  
10 UNDER A.A.C. R14-2-806 RELATING TO  
11 CERTAIN FUTURE ACQUISITIONS BY  
12 GLOBAL WATER, INC.

Docket No. W-01212A-07-0595

13 IN THE MATTER OF THE APPLICATION  
14 OF GLOBAL WATER – **WATER UTILITY**  
15 **OF GREATER BUCKEYE, INC.** FOR A  
16 WAIVER UNDER A.A.C. R14-2-806  
17 RELATING TO CERTAIN FUTURE  
18 ACQUISITIONS BY GLOBAL WATER, INC.

Docket No. W-02451A-07-0595

19 IN THE MATTER OF THE APPLICATION  
20 OF GLOBAL WATER – **WATER UTILITY**  
21 **OF GREATER TONOPAH, INC.** FOR A  
22 WAIVER UNDER A.A.C. R14-2-806  
23 RELATING TO CERTAIN FUTURE  
24 ACQUISITIONS BY GLOBAL WATER, INC.

Docket No. W-02450A-07-0595

DECISION NO. 70309

**ORDER**

25 Open Meeting  
26 April 8 and 9, 2008  
27 Phoenix, Arizona

28 BY THE COMMISSION:

On October 12, 2007, Global Water – Santa Cruz Water Company (“Santa Cruz”) filed an application, Docket No. W-20446A-07-0596, with the Arizona Corporation Commission (“Commission”) seeking a waiver under Arizona Administrative Code (“A.A.C.”) R14-2-806, Section 8; Public Utility Holding Companies and Affiliated Interests, relating to certain future acquisitions by Global Water, Inc. (“Global, Inc.”) Global, Inc. is a “Public Utility Holding Company” as defined in A.A.C. R14-2-801.4. A Procedural Order dated December 12, 2007, declared the application to be “not sufficient” and required Santa Cruz to file a “verified amended application.” On January 4, 2008, Santa Cruz filed a verified amended application which also named as applicants Global Water – Palo Verde Utilities Company, Hassayampa Utility Company, Inc., Global Water – Picacho Cove Water Company, Global Water – Picacho Cove Utilities Company, CP Water Company, Francisco Grande Utility Company, Willow Valley Water

1 Company, Inc., Water Utility of Northern Scottsdale, Inc., Valencia Water Company, Inc., Water  
2 Utility of Greater Buckeye, Inc., Water Utility of Greater Tonopah, Inc. (collectively, the Utility  
3 Applicants and Global Water Resources, LLC, Global Water, Inc., and West Maricopa Combine,  
4 Inc. ("Holding Company Applicants" or "Companies").

5 \* \* \* \* \*

6 Having considered the entire record herein and being fully advised in the premises, the  
7 Commission finds, concludes, and orders that:

8 FINDINGS OF FACT

9 1. The Companies are public service corporations within the meaning of Article XV of  
10 the Arizona Constitution and A.R.S. § 40-285.

11 2. The Commission has jurisdiction over the Companies and the subject matter of the  
12 application.

13 3. Notice of the application was provided in accordance with the law.

14 4. Pursuant to A.R.S. § 40-285, public service corporations are required to seek  
15 Commission approval prior to changing their corporate structure. A.A.C R14-2-806 provides for  
16 the Commission to waive this requirement. Under the facts and circumstances presented in this  
17 docket, it is not reasonable for the Commission to vacate its responsibility for determining whether  
18 the future acquisition of Class C, Class D and Class E utilities by the Companies is in the public  
19 interest, thus the Commission should not approve the request to waive A.A.C R14-2-806.

20 CONCLUSIONS OF LAW

21 1. The Companies are public water service corporations within the meaning of Article  
22 XV of the Arizona Constitution and A.R.S. §§40-250 and 40-252.

23 2. The Commission has jurisdiction over the Companies and of the subject matter of  
24 the application.

25 3. It is not in the public interest to grant the Companies a waiver under A.A.C R14-2-  
26 806.

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ORDER

IT IS THEREFORE ORDERED that the application by the Companies for approval to acquire future, unspecified utilities by the Companies under a waiver of A.A.C R14-2-806 is denied.

IT IS FURTHER ORDERED that this Decision shall become effective immediately.

**BY THE ORDER OF THE ARIZONA CORPORATION COMMISSION**

*Lawell Gleason*  
CHAIRMAN

*William P. Mendenhall*  
COMMISSIONER

*Jeffrey H. Hatcher*  
COMMISSIONER

COMMISSIONER

*Gary Stein*  
COMMISSIONER

IN WITNESS WHEREOF, I, BRIAN C. McNEIL, Executive Director of the Arizona Corporation Commission, have hereunto, set my hand and caused the official seal of this Commission to be affixed at the Capitol, in the City of Phoenix, this 24<sup>th</sup> day of April, 2008.

*Brian C. McNeil*  
BRIAN C. McNEIL  
Executive Director

DISSENT: \_\_\_\_\_

DISSENT: \_\_\_\_\_

EGJ:MEM:lhmr\RM

1 SERVICE LIST FOR: Global Water-Santa Cruz Water Company, et al.  
2 DOCKET NOS. W-20446A-07-0595, et al.

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