

ORIGINAL



0000085368

MEMORANDUM

RECEIVED

lclsm

TO: Docket Control Center

FROM: Ernest G. Johnson  
Director  
Utilities Division

2008 MAY 22 A 8:19

AZ CORP COMMISSION  
DOCKET CONTROL

DATE: May 22, 2008

RE: ASHCREEK WATER CO. - REQUEST FOR EXTENSION OF TIME (DOCKET NOS. W-02494A-06-0561 AND W-02494A-06-0562)

In Decision No. 69581, dated May 21, 2007, the Arizona Corporation Commission ("Commission") approved the application of Ashcreek Water Co. ("Ashcreek" or "Company") for authorization of the issuance of debt and an increase in its rates.

As a compliance item in Decision No. 69581, the Commission ordered that Ashcreek should:

"Submit the ADEQ Approval of Construction for the storage tank project by May 31, 2008."

Due to a series of delays in funding and engineering, it is unlikely that construction of the storage tank project will be completed by May 31, 2008. In its request, the Company asks for an additional 90 days to secure the appropriate signatures, advertise for bids, oversee construction and secure the ADEQ Approval of Construction. Staff contacted Mr. Bevan Barney to verify the request and to make sure that 90 days would be sufficient. After discussion, it was determined that the Company would need additional time to comply and a new date of December 31, 2008 was requested.

Staff has reviewed the Company's request and has no objections. Staff recommends approval of an extension of time to file the ADEQ Approval of Construction until December 31, 2008.

EGJ:KDB:lhm

Originator: Kimberly D. Battista

Attachment

Arizona Corporation Commission  
DOCKETED  
MAY 22 2008

DOCKETED BY  
nr

SERVICE LIST FOR:  
DOCKET NOS.

ASHCREEK WATER CO.  
W-02494A-06-0561 AND W-02494A-06-0562

Mr. Bevan Barney  
Ashcreek Water Co.  
Post Office Box 825  
Thatcher, Arizona 85552

Mr. Ernest G. Johnson  
Director, Utilities Division  
Arizona Corporation Commission  
1200 West Washington Street  
Phoenix, Arizona 85007

Ms. Janice M. Alward  
Chief Counsel, Legal Division  
Arizona Corporation Commission  
1200 West Washington Street  
Phoenix, Arizona 85007

Ms. Lyn Farmer  
Chief Administrative Law Judge  
Hearing Division  
Arizona Corporation Commission  
1200 West Washington Street  
Phoenix, Arizona 85007

ORIGINAL



*Ashcreek Water Company* RECEIVED 965-2934 for emergencies  
P.O. Box 825 Thatcher, AZ 85552 428-3357 for billing questions  
3776 Main St, Thatcher, AZ 85552 428-5420 for all other contact

19E

AZ CORP COMMISSION  
DOCKET CONTROL

April 30, 2008

ARIZONA CORPORATION COMMISSION:

Mike Gleason, Chairman  
Kristin K. Mayes  
William Mundell  
Jeff Hatch-Miller  
Gary Pierce

Re: Docket # W-02494A-06-0561  
W-02494A-06-0562

Ashcreek Water Company has not been able to comply with Decision #69581, page 9, Findings of Fact # 40, Lines 25-26 and requests an extension of time to complete the requirement which is:

"In addition, Staff recommends that the Company submit the ADEQ Approval of Construction for the storage tank project by May 31, 2008."

**Reason:** A series of delays in funding and engineering, ADEQ Approval to Construct have made it unlikely that construction will be complete by May 31, 2008. The plat and legal descriptions for easements for the new construction were completed April 29, and are now available for agreements and signatures. Verbal agreements have already been secured, and now signatures must be completed.

**Corrective Action:** Finish gathering signatures for the easements, advertise for bids, oversee construction, and secure ADEQ Approval of Construction to submit.

**Duration:** Easements are over lands that are in Estates, and several signatures will be required on each, some of which are out of State. Once they are secured, Construction should be less than 30 days, and ADEQ Approval another 30 days. My best estimate is 90 days for satisfaction of the Order.

Very truly yours,

Bevan Barney, Interim Manager  
Ashcreek Water Company

Arizona Corporation Commission  
DOCKETED

MAY -5 2008

DOCKETED BY