NEW APPLICATION

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BEFORE THE ARIZONA CORPORATION C

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W-01654A-08-0502

IN THE MATTER OF THE APPLICATION OF FARMERS WATER CO., AN ARIZONA CORPORATION, FOR A DETERMINATION OF THE CURRENT FAIR VALUE OF ITS UTILITY PLANT AND PROPERTY AND FOR INCREASES IN ITS RATES AND CHARGES FOR UTILITY SERVICE.

DOCKET NO. W-01654A-_____

APPLICATION

Snell & Wilmer
L.L.P.
LAW OFFICES
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(602) 382-6000

Farmers Water Co. ("Company"), an Arizona corporation, submits this Application for an order establishing the fair value of its plant and property for the provision of public utility service and, based on such fair value, approving permanent rates and charges for utility service provided by the Company designed to produce a fair return thereon. In support of its request, the Company states as follows:

I. INTRODUCTION

1. The Company is a public service corporation engaged in providing water service in portions of Pima County, Arizona, pursuant to a Certificate of Convenience and Necessity ("CC&N") initially granted by the Arizona Corporation Commission ("Commission") in Decision No. 32055 (January 28, 1960). The Company's present rates and charges were approved in Decision No. 63749 (June 6, 2001).

2. The Company applied for and was granted an extension to its CC&N in Decision No. 68920 (August 29, 2006). In Decision No. 68920, the Company was ordered to file a rate case by June 30, 2008, using a 2007 Test Year. On June 16, 2008, the Company applied for a 90-day extension to file its rate case through and including September 29, 2008. In Decision No. 70473 (September 3, 2008), the Commission

granted the Company's request. The Company files this Application in compliance with Decisions 68920 and 70473.

3. The Company served approximately 2,240 service connections in the Test Year. Currently, the Company provides water utility service through four water systems: the Sahuarita, Continental and Santa Rita Springs and Sahuarita Highlands systems. At the time the Company's present rates were approved in Decision 63749 (June 6, 2001), the Company had approximately 913 service connections. Thus, since the test year which ended September 30, 1999 in the last rate case, the number of customers has increased almost two and one-half times.

4. The Company is located within the Tucson Active Management Area. The Company has requested confirmation of its compliance status from the Arizona Department of Revenue and Arizona Department of Environmental Quality and such requests are pending. The Company will file as a late filed Exhibit to this Application, compliance status upon receipt. The Company is current on all property taxes.

II. FAIR VALUE DETERMINATION AND RATE INCREASE

5. In this Application, the Company seeks a determination of the current, fair value of its property devoted to public service and approval of permanent adjustments to its rates and charges for utility service based upon that determination.

6. Filed concurrently in support of this Application is the direct testimony of Thomas J. Bourassa, C.P.A., who will be sponsoring the Company's schedules. Mr. Bourassa has prepared the schedules required for the rate applications of Class C water utilities in accordance with A.A.C. R14-2-103, with the exception of Schedules B-3 and B-4 because the Company is requesting to use its original cost rate based ("OCRB") as its Fair Value Rate Base ("FVRB"), instead of using a reconstructed costs new rate base. Mr. Bourassa's testimony and supporting schedules are attached as Exhibit A. The Test Year used by the Company in connection with the preparation of such schedules is the 12-month period ending September 30, 2007.

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7. During the Test Year, the Company's adjusted FVRB was negative $691,697 and the adjusted Test Year operating loss is over $68,800. An increase in revenues is necessary to provide a 10 percent operating margin of approximately $200,072, an increase of approximately 35.52 percent over the adjusted and annualized Test Year revenues. Consequently, a rate increase is necessary to earn a reasonable return on the fair value of the Company's utility plant and property devoted to public service. Therefore, the Company requests certain increases to its rates and charges for water service as set forth on pages 15-16 of Mr. Bourassa's testimony.

III. NOTICE

8. All communications, correspondence, and discovery regarding this Application, as well as communications and pleadings filed by any other parties, should be served on the following:

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Warren E. Culbertson
Chief Executive Officer
Farmers Water Co.
P. O. Box 7
Sahuarita, Arizona 85629

IV. PRAYER FOR RELIEF

For the foregoing reasons, the Company requests the following relief:

A. That the Commission at the earliest time possible conduct a hearing in accordance with A.R.S. § 40-251 and determine the fair value of the Company's utility plant and property devoted to public service;

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B. Based upon such determination, that the Commission approve permanent adjustments to the rates and charges for utility service provided by the Company, as proposed in this Application, or approve such other just and reasonable rates and charges based upon the fair value of the Company's utility plant and property; and

C. That the Commission authorizes such other and further relief as may be appropriate to ensure that the Company has an opportunity to earn just and reasonable rates and charges and as may otherwise be required under Arizona law.

RESPECTFULLY SUBMITTED this 29th day of September, 2008.

SNELL & WILMER L.L.P.

By _____

Jeffrey W. Crockett
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ORIGINAL and thirteen (13) copies
filed this 29th day of September, 2008, with:

Docket Control
Arizona Corporation Commission
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COPY of the foregoing mailed on this
29th day of September, 2008, to:

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BEFORE THE ARIZONA CORPORATION COMMISSION

IN THE MATTER OF THE APPLICATION OF FARMERS WATER CO., AN ARIZONA CORPORATION, FOR A DETERMINATION OF THE CURRENT FAIR VALUE OF ITS UTILITY PLANT AND PROPERTY AND FOR INCREASES IN ITS RATES AND CHARGES FOR UTILITY SERVICE.	DOCKET NO. W-01654A-

DIRECT TESTIMONY OF

THOMAS J. BOURASSA

ON BEHALF OF

FARMERS WATER CO.

I. INTRODUCTION AND QUALIFICATIONS

Q. PLEASE STATE YOUR NAME AND ADDRESS.

A. My name is Thomas J. Bourassa. My business address is 139 W. Wood Drive, Phoenix, Arizona 85029.

Q. WHAT IS YOUR PROFESSION AND BACKGROUND?

A. I am a Certified Public Accountant and am self-employed, providing consulting services to utility companies as well as general accounting services. I have a B.S. in Chemistry/Accounting from Northern Arizona University (1980) and an M.B.A. with an emphasis in Finance from the University of Phoenix (1991).

Q. COULD YOU BRIEFLY SUMMARIZE YOUR PRIOR WORK AND REGULATORY EXPERIENCE?

A. Yes. I was employed by High-Tech Institute, Inc., and served as controller and chief financial officer, prior to becoming a private consultant. Prior to working for High-Tech Institute, I worked as a division controller for the Apollo Group, Inc. Before joining the Apollo Group, I was employed at Kozoman & Kermode, CPAs. In that position, I prepared compilations and other write-up work for water and wastewater utilities, as well as tax returns.

In my private practice, I have prepared and/or assisted in the preparation of water and wastewater utility rate applications before the Arizona Corporation Commission ("Commission"). Attached at Exhibit A is a summary of my regulatory work experience.

Q. ON WHOSE BEHALF ARE YOU TESTIFYING IN THIS PROCEEDING?

A. I am testifying in this proceeding on behalf of the applicant, Farmers Water Co. ("Farmers" or "the Company"). Farmers is seeking increases in its rates and charges for water utility service in its certificated service area in Pima County.

II. 0VERVIEW OF THE COMPANY'S APPLICATION.

Q. WHAT IS THE PURPOSE OF YOUR DIRECT TESTIMONY?

A. I will testify in support of the Company's proposed rates. I am sponsoring Schedules A through H, which are filed concurrently herewith in support of the Company's application. I was responsible for the preparation of these schedules based on my investigation and review of the relevant books and records for the Company.

Q. PLEASE SUMMARIZE THE COMPANY'S APPLICATION.

A. Farmers is a Class "C" utility pursuant to A.A.C. R14-2-103(A)(3)(q). The test year used by Farmers is the 12-month period which ended September 30, 2007, the end of the Company's fiscal year for 2007. Since the Company has a negative rate base and a return on rate base is not meaningful, a cost of capital analysis has not been performed. Instead, the revenue requirement is determined based on an operating margin approach.

The Company proposes a 10 percent operating margin which will provide revenues necessary to provide sufficient funds for on-going operating expenses help fund expected capital repairs and improvements, and maintain the Company's financial stability.

The Company has proposed certain pro forma adjustments to take into account known and measurable changes to rate base, expenses and revenues. These pro forma adjustments are consistent with normal ratemaking and with the Commission's rules and regulations. They are also necessary to obtain a normal or

realistic relationship between revenues, expenses and rate base.

The Company's fair value rate base is a negative $691,697. The increase in revenues to provide a 10 percent operating margin is approximately $200,072, an increase of approximately 35.52 percent over the adjusted and annualized test year revenues.

Q. WHY IS THE COMPANY FILING FOR RATE INCREASES AT THIS TIME?

A. Farmers was ordered to file a rate case in Decision 68920 (Docket W-01654A-05-0845) dated August 29, 2006, a decision which granted an extension of the Company's Certificate of Convenience and Necessity. Decision 68920 specified that the Company use 2007 test year. On June 16, 2008, the Company applied for a 90-day extension of time, until September 29, 2008, to file its rate case. In Decision 70473 (September 3, 2008), the Commission granted the Company's request.

The Company's present rates were approved in Decision 63749 (June 6, 2001). The prior case test year was the 12 months ending September 30,1999. Since that time the Company has grown from approximately 912 service connections and now serves approximately 2,240 service connections. The adjusted test year results show an adjusted operating loss of over $68,800.

III. <u>SUMMARY OF A, D, E AND F SCHEDULES.</u>

Q. MR. BOURASSA, LET'S TURN TO THE COMPANY'S SCHEDULES. PLEASE DESCRIBE THE SCHEDULES LABELED AS A, E, AND F.

A. The A-1 Schedule is a summary of the rate base, operating income, current operating margin, required operating margin, operating income deficiency, and the increase in gross revenue. Farmers is requesting a 10 percent operating margin.

Revenues at present and proposed and customer classifications are also shown on this schedule.

Q. WHY IS THE COMPANY REQUESTING A 10 PERCENT OPERATING MARGIN?

A. Because the Company's rate base is negative, a rate of return approach is not meaningful. A 10 percent operating margin is the minimum operating margin necessary to provide sufficient annual cash flows to pay operating expenses as well as to help fund anticipated capital repairs, maintenance and improvements over the next several years.

Q. PLEASE CONTINUE.

A. The A-2 Schedule is a summary of results of operations for the test year, prior years, and a projected year at present rates and proposed rates.

Schedules A-3 and A-5 are not required for a Class C utility and have not been submitted since Farmers is a Class C utility.

Schedule A-4 contains the plant construction and plant-in-service for the test year and prior years. The projected plant additions are also shown on this schedule.

The E Schedules are based on the Company's actual operating results, as reported by the Company in annual reports filed with the Commission. The E-1 Schedule contains the comparative balance sheet data for the years ended September 30, 2005, 2006, and 2007.

Schedule E-2, page 1, contains the income statement for the years ended September 30, 2005, 2006, and 2007.

Schedules E-3 and E-4 are not required for a Class C utility and have not been submitted since Farmers is a Class C utility.

Schedule E-5 contains the Company's plant-in-service at the end of the test year, and one year prior to the end of the test year.

Schedule E-6 pertains to combination utilities, and since Farmers is not a combination utility, this schedule has not been submitted.

Schedule E-7 contains operating statistics for the years ended September 30, 2005, 2006, and 2007.

Schedule E-8 contains the taxes charged to operations.

The accountant's notes to the financial statements and the financial assumptions used in preparing the rate filing schedules are shown on Schedules E-9 and F-4, respectively, in accordance with the Commission's standard filing requirements. The Company does not conduct independent audits of its financial statements.

Schedule F-1 contains the results of operations at the present rates (actual and adjusted), and at proposed rates.

Schedule F-2 is not required for a Class C utility and has not been submitted because Farmers is a Class C utility.

Schedule F-3 shows the Company's projected construction requirements for the years ended September 30, 2008, 2009, and 2010.

Schedule F-4 contains the assumptions used in developing the adjustments and projections contained in the rate filing.

Q. WOULD YOU PLEASE DISCUSS THE D SCHEDULES?

A. The D-1 schedule shows the common equity and long-term debt. While the adjusted test year equity is a positive $260,593, rate base is negative.

IV. RATE BASE B SCHEDULES.

Q. WOULD YOU EXPLAIN THE RATE BASE SCHEDULES, WHICH ARE LABELED AS THE B SCHEDULES?

A. Yes. I will start with the B-5 schedules, which are the working capital allowance schedules. The results produced by the "formula method" of computing the working capital allowance are shown on each.

Q. IS THE COMPANY REQUESTING WORKING CAPITAL?

A. No. The Company is not requesting working capital to help eliminate issues between the parties.

Q. PLEASE CONTINUE.

A. The Company did not file schedules B-3 and B-4. The Company is requesting that its original cost rate base ("OCRB") be used as its fair value rate base ("FVRB").

Q. HAVE YOU PREPARED SCHEDULES SHOWING ADJUSTMENTS TO THE ORIGINAL COST RATE BASE?

A. Yes. The schedule B-2, shows adjustments to the OCRB proposed by the Company.

Schedules B-2, pages 2 through 4 are the supporting schedules. The B-2 adjustments in summary are as follows:

Adjustment number 1 increases plant in service and reduces accumulated depreciation to the re-computed amounts per the Company's plant schedules. The details are shown on schedule B-2, pages 2.1 to 2.10.

Q. DO THE PLANT AND ACCUMULATED DEPRECIATION SHOWN ON B-2 REFLECT THE LAST COMMISSION RATE ORDER?

A. Yes. The plant shown on Schedule B-2 started with the Commission-determined plant from the last rate case. B-2 schedule, pages 2.1 through 2.10, show plant additions and retirements since the test year in that case have been added to and deducted from total plant shown on schedule B-2. B-2 schedule, pages 2.9 and 2.10, show the computed accumulated depreciation balances by year since the last test year through the end of the test year in the instant case.

Q. WHY WAS THERE A DIFFERENCE BETWEEN THE RECORDED PLANT-IN-SERVICE AND ACCUMULATED DEPRECIATION AT THE END OF THE TEST YEAR AND THE RE-COMPUTED AMOUNTS?

A. The plant-in-service has been adjusted because the Company did not record plant

adjustments adopted in prior Commission decisions. Book accumulated depreciation was overstated because the Company did not use the depreciation rates adopted in the prior ACC decision for recording book depreciation.

Q. PLEASE CONTINUE.

A. Adjustment number 2 adjusts advances-in-aid of construction ("AIAC") to the re-computed amounts, as shown on schedule B-2, pages 3.1 and 3.2. The AIAC balances shown on pages 3.1 and 3.2 begin with the Commission-determined AIAC balance from the prior case and reflect all additions and refunds through the end of the test year.

Q. WHY WAS THERE A DIFFERENCE BETWEEN THE RECORDED AIAC AT THE END OF THE TEST YEAR AND THE RE-COMPUTED AMOUNT?

A. The Company erroneously included CIAC amortization for 2007 in the 2007 balance. This should have been reported with depreciation expense on the income statement.

Q. WHY WAS THERE A DIFFERENCE BETWEEN THE RECORDED CIAC AND ACCUMULATED AMORTIZATION AT THE END OF THE TEST YEAR AND THE RE-COMPUTED AMOUNTS?

A. There are two reasons for this. First, the Company erroneously recorded annual amortization in the CIAC account rather than recording the annual amortization to the accumulated amortization account, thereby understating the gross CIAC balance and understating accumulated amortization. Second, the Company used incorrect amortization rates for computing amortization.

Q. HOW WAS THE PROPOSED "FAIR VALUE" RATE BASE SHOWN ON A-1 DETERMINED?

A. The FVRB shown on Schedule A-1 is based on OCRB.

V. RATE BASE B SCHEDULES.

Q. PLEASE EXPLAIN THE ADJUSTMENTS YOU ARE PROPOSING TO THE INCOME STATEMENT AS SHOWN ON SCHEDULES C-1 AND C-2.

A. The following is a summary of adjustments for Schedule C-1:

Adjustment 1 annualizes depreciation expense. The depreciation rates approved in the prior rate case were account-specific rates which were based on Staff-recommended depreciation rates in the prior case. The Company proposes minor changes to the depreciation rates. The minor changes are based on more recent information on typical and customary depreciation rates recommended by the Commission's Utilities Division Staff's ("Staff"). Specifically, the Company proposes that the depreciation rate for pumping equipment be changed from 20% to 12.5%. All other proposed depreciation rates match Staff's most recent recommendations on typical and customary rates. The proposed depreciation rate for each component of utility plant is shown on Schedule C-2, page 2.

Adjustment 2 increases the property taxes based on proposed revenues.

Q. HOW DID YOU COMPUTE THE PROPERTY TAXES AT PROPOSED RATES?

A. To determine full cash value, I used the method employed by the Arizona Department of Revenue - Centrally Valued Properties ("ADOR" or "the Department"). This method determines full cash value by using twice the average of three years of revenue, plus an addition for Construction Work in Progress ("CWIP") and a deduction for the book value of transportation equipment. In the instant case, I used two times the adjusted revenues for 2007, and revenues at proposed rates. The assessed value (22 percent of full cash value) was then

multiplied by the property tax rate to determine adjusted property tax expense. The 2007 property tax year assessment ratio was 24 percent, but the Company is proposing the assessment ratio for 2009, or 22 percent, in order to be conservative.

Q. IS THIS SYNCHRONIZATION OF PROPERTY TAX EXPENSE WITH REVENUES PROPER RATE MAKING?

A. Yes. Like income taxes, property taxes must be adjusted to ensure that the new rates are sufficient to produce the authorized return on rate base. For this reason, the Commission has repeatedly utilized proposed revenue increases to determine an appropriate level of property tax expense to be recovered through rates.

Q. IS THIS CONSISTENT WITH PRIOR COMMISSION DECISIONS?

A. Yes. This has been done in other Commission decisions including Chaparral City Water Company, Decision No. 68176 (September 30, 2005); Rio Rico Utilities, Decision No. 67279 (October 5, 2004) at 8; Arizona Water Company, Decision No. 64282 (December 28, 2001) at 12-13; Bella Vista Water Company, Decision No. 65350 (November 1, 2002) at 16; Arizona-American Water Company, Decision No. 67093 (June 30, 2004) at 9-10. In fact, the methodology is consistent with these decisions where two years of adjusted test year revenues and one year of proposed revenues were used to determine full cash value. In the Arizona-American Water Company rate proceeding (Decision 67093), the Commission concluded that:

> "Staff calculated property taxes using its proposed adjusted test year revenues twice and its recommended revenues once to calculate a three year average of revenues. We agree with Staff that using only historical revenues to calculate property taxes to include in the cost of service fails to capture the

effects of future revenue from new rates, and can result in an understatement or overstatement of property tax expense."

Decision 67093 at 9-10.

Q. MR. BOURASSA, ISN'T THERE A LAG FROM THE TIME NEW RATES CHARGED CUSTOMERS GO INTO EFFECT AND THE DATE ON WHICH PROPERTY TAXES ARE ACTUALLY PAID?

A. Yes. As an example, if new rates for the Company went into effect on January 1, 2010, property taxes based on these new rates would first appear on the property tax bill received in September 2011. However, the Company should be accruing property taxes to match the revenues collected. Thus, there is no mismatch between revenues and expenses. Moreover, the property taxes resulting from my calculation are based on only a portion of proposed revenues. To properly consider the future impact of the rate increases, I should have computed the proposed property taxes based only on proposed revenues rather than averaging proposed and historic revenues. Consequently, this adjustment is conservative.

Q. PLEASE CONTINUE WITH YOUR DESCRIPTION OF THE INCOME STATEMENT ADJUSTMENTS.

A. Adjustment 3 shows the rate case expense. Rate case expense is estimated to be $75,000. The Company is proposing to amortize rate case expense over five years. The impact on the test year is $15,000.

Q. DO YOU BELIEVE THIS IS A REASONABLE AMOUNT OF RATE CASE EXPENSE GIVEN THE REQUESTED INCREASE IN REVENUE?

A. Yes. Factors that influence rate case expense include the nature and requirements of the Commission's ratemaking process and the number of parties, issues and complexity of the proceedings.

Q. PLEASE DISCUSS THESE FACTORS?

A. The Company cannot raise its rates except by filing for rate relief and the Commission dictates the process for obtaining rate relief. The Company, with roughly 2,240 customers, is a Class C utility and has to file many of the same schedules as a Class A (i.e., APS, Arizona Water, SW Gas) utility with hundreds of thousands of customers. In addition to the filing and notice requirements imposed by the Commission, the Company must prepare two to three rounds of pre-filed testimony, participate in all of the procedural and evidentiary hearings and open meetings, and file closing briefs.

The number of parties also has a substantial impact on rate case expense. Customers and other intervenors add to rate case expense and the complexity of the proceedings. The number and complexity of disputed issues also influences total rate case expense, and those impacts cannot be known until the case proceeds.

Q. IS THIS WHY YOU REFERRED TO THE RATE CASE EXPENSE AS AN ESTIMATE?

A. Yes, and I can only consider the foreseeable. If things turn out more complicated than anticipated, if there are intervenors, the Company will modify its request to account for that increased expense. Conversely, if the case proceeds and rate case expense is lower than expected, we would make an appropriate adjustment downward.

Q. SHOULDN'T THE COMPANY BEAR SOME OF THE BURDEN OF RATE CASE EXPENSE?

A. As a practical matter, the utility always does. My estimate of $75,000 assumes the

Company will actually incur a higher amount of total rate case expense. I would also agree that if the utility does something improper, or advances positions in bad-faith, it should shoulder the burden of such actions. But, as I testified, the Commission dictates the process, not the utility and absent such circumstances, the utility must be allowed to recover its reasonably incurred rate case expense.

Q. PLEASE CONTINUE.

A. Adjustment 4 annualizes revenues to the year-end number of customers for each meter size. This adjustment is intended to increase revenues on the basis that the number of customers at year end were receiving service during the entire 12 months of the test year. The annualization was based on the number of customers at the end of the test year, compared to the actual number of customers on each size meter during each month of the test year. Average revenues by month were computed for the test year for each meter size. The average revenues were then multiplied by the increase (or decrease) in number of customers for each month of the test year. In addition to the annualization of revenues to the year-end number of customers, the revenue annualization also includes increases in revenues based on proposed increases in miscellaneous service charges.

Adjustment 5 annualizes purchased power costs based on the additional gallons sold by annualizing revenues to the year-end number of customers.

Adjustment 6 re-classes payroll taxes recorded in salaries and wages for the test year to taxes other than income.

Adjustment number 7 re-classes worker's compensation insurance recorded

during the test year to insurance – worker's compensation.

Adjustment 8 annualizes salaries and wages, payroll taxes, and workers compensation insurance based on wage increases granted in 2008.

Adjustment 9 removes other income and expenses to eliminate effects on income taxes.

Adjustment 10 reflects the income taxes at the effective tax rate for taxable income at the proposed revenues and expenses.

VI. RATE DESIGN H SCHEDULES.

Q. WHAT ARE THE COMPANY'S PRESENT RATES?

A. Farmer's present rates for the various meter sizes are as follows:

Meter Size	Monthly Minimum	Gallons included in Monthly Minimum
5/8	$ 6.50	0
3/4	$ 6.50	0
1	$ 9.00	0
1 1 /2	$ 13.00	0
2	$ 19.50	0
3	$ 25.00	0
4	$ 32.00	0
6	$ 40.00	0

The Company's commodity charges and tiers by meter size are:

Meter Size	Tier (gallons)	Charge per 1,000 gallons

All meter sizes	1 to 5,000	$ 1.25
	5001 to 10,000	$ 1.45
	Over 10,000	$ 1.65

The standpipe service or bulk rate commodity rate is $1.25.

Q. WHAT ARE THE COMPANY'S PROPOSED RATES?

A. Farmer's proposed rates for the various meter sizes are:

Meter Size (All Classes)	Monthly Minimum	Gallons included in Monthly Minimum
5/8	$ 8.26	0
3/4	$ 8.26	0
1	$ 10.32	0
1 1 /2	$ 20.64	0
2	$ 33.02	0
3	$ 66.04	0
4	$ 103.19	0
6	$ 206.38	0

The Company's proposed commodity charges and tiers by meter size are:

Meter Size	Tier (gallons)	Charge per 1,000 gallons
5/8 and ¾ - Residential	1 to 4,000	$ 1.45
	4,001 to 10,000	$ 1.94
	Over 10,000	$ 2.51
5/8 and ¾ - Com., Ind.	1 to 10,000	$ 1.94

	Over 10,000	$ 2.51
1 - Res.,Com., Ind., MF	1 to 12,500	$ 1.94
	Over 12,500	$ 2.51
1 ½ - Res.,Com., Ind., MF	1 to 25,000	$ 1.94
	Over 25,000	$ 2.51
2 - Res.,Com., Ind., MF	1 to 40,000	$ 1.94
	Over 40,000	$ 2.51
3 - Res.,Com., Ind., MF	1 to 80,000	$ 1.94
	Over 80,000	$ 2.51
4 - Res.,Com., Ind., MF	1 to 125,000	$ 1.94
	Over 125,000	$ 2.51
6 - Res.,Com., Ind., MF	1 to 250,000	$ 1.94
	Over 250,000	$ 2.51

(Res. = Residential, Com. = Commercial, Ind. = Industrial, MF = Multi-family)

The proposed standpipe rate and bulk water rate is $ 2.51 per 1,000 gallons with no minimum monthly charge.

Q. DID YOU PREPARE A COST OF SERVICE STUDY TO DERIVE THE MONTHLY MINIMUMS AND COMMODITY RATES?

A. No. The monthly minimums are half-scaled based on the relative flow compared to the flows of a 5/8 inch meter. Half-scaling is proposed for this case to help lessen the impact on the larger meters. Since the current monthly minimums are not scaled properly, full scaling at this time will increase the rates on the larger meters disproportionately. Half-scaling follows the principle of gradualism.

Q. WOULD A COST OF SERVICE STUDY DETERMINE THE COMMODITY RATES IF THE COMMODITY RATES ARE INVERTED - THAT IS, THE CHARGE PER 1,000 GALLONS INCREASES AS MORE WATER IS USED?

A. No. A cost of service study will determine the revenues that should be collected from monthly minimum charges and the revenues that should be collected from the rates charged for the commodity. Inverted rates for the commodity charge are not justified based on cost of service. Inverted rates are designed to encourage water conservation which is an important objective.

Q. ARE THE TIERS FOR THE COMMODITY RATES THE SAME FOR EACH SIZE METER? IF NOT, WOULD YOU PLEASE EXPLAIN WHY THE TIERS ARE DIFFERENT?

A. No, the commodity rate tiers are different for 5/8-inch and ¾-inch, and 1-inch and larger meters. The 5/8 and ¾-inch residential meters have a three-tier design, while the 5/8 and ¾-inch non-residential as well as the 1-inch and larger meters (all classes) have a two-tier design with break over points scaled by meter size. The monthly minimum charges are higher for meters larger than 5/8-inch and reflect the higher potential demand that these customers place on the system. A customer on a meter size larger than 5/8-inch is already paying for his or her higher demand. Thus, the commodity rate tiers reflect the higher monthly minimums already being paid. To achieve a balance for higher monthly minimums being paid, customers on larger sized meters should have more gallons in each rate tier. As with the monthly minimums, the break over points for the 1-inch and larger meters are half-scaled and based on the second break over point of the 5/8-inch residential meters.

Q. WHAT IS THE IMPORTANCE OF THE COMMODITY RATES, AND

HOW DID YOU COMPUTE THEM?

A. The first goal of commodity rates should be to generate the revenue requirement. Thus, commodity rates are very important. The second goal of the commodity rates should be that they are understandable by customers. The third goal of the commodity rates is to give customers a price signal to encourage water usage conservation.

Q. WHY IS THE COMPANY PROPOSING THIS RATE DESIGN?

A. The Company chose this rate design to encourage water conservation, help maintain revenue stability, and to adopt a more typical rate design approved by this Commission in recent years, while distributing the rate increase to all meter sizes as equitably as possible.

Q. WHAT IS THE RATE IMPACT ON RESIDENTIAL CUSTOMERS USING THE MONTHLY AVERAGE WATER USAGE?

A. Residential customers on 5/8-inch meters who consume the average quantity of water (5,898 gallons per month) will experience a rate increase of $3.69 per month, or an increase of approximately 26.25 percent.

Q. WHAT IS THE RATE IMPACT ON THE 1 INCH RESIDENTIAL CUSTOMERS USING THE MONTHLY AVERAGE WATER USAGE?

A. Residential customers on 1-inch meters who consume the average quantity of water (9,316 gallons per month) will experience a rate increase of $6.90 per month, or an increase of approximately 32.09 percent.

Q. ARE THERE ANY CHANGES TO MISCELANEOUS CHANGES?

A. Yes. The Company has proposed some changes to miscellaneous service charges increasing some existing tariff charges as well as adding new tariff charges. The

present and proposed miscellaneous charges are shown on schedule H-3, page 3.

Q. HAVE YOU INCLUDED THE INCREASES IN SERVICE CHARGES IN YOUR REVENUE ANNUALIZATION?

A. Yes. The revenues and expense revenue annualization adjustment number 4 discussed above includes the impact of the Company's proposed increases in miscellaneous service charges.

Q. PLEASE CONTINUE.

A. The Company also proposes new service line and meter installation charges which are based on Staff Engineering estimates. It has been over 7 years since the current charges were set and they need to be updated to reflect more current costs. The proposed meter and service line installation charges, as shown on schedule H-3, page 4, are based on Staff's most recent memo on typical meter and service line installation charges dated February 21, 2008.

Q. DOES THAT CONCLUDE YOUR DIRECT TESTIMONY?

A. Yes.

9143798.1

Exhibit A
RESUME OF THOMAS J. BOURASSA, CPA

EDUCATIONAL BACKGROUND

B.S. Northern Arizona University Chemistry/Accounting (1980)
M.B.A. University of Phoenix with Emphasis in Finance (1991)
C.P.A. State of Arizona (1995)

EMPLOYMENT EXPERIENCE

1995 – Present	CPA - Self Employed Consultant to utilities on regulatory matters including all aspects of rate applications (rate base, income statement, cost of capital, cost of service, and rate design), rate reviews, certificates of convenience and necessity (CC&N), CC&N extensions, financing applications, accounting order applications, and off-site facilities hook-up fee applications. Provide expert testimony as required. Consult on various aspects of business, financial and accounting matters including best business practices, generally accepted accounting principles, project analysis, cash flow analysis, regulatory treatment of certain expenditures and investments, business valuations, and rate reviews.
1992-1995	Employed by High-Tech Institute, Phoenix, Arizona as Controller and C.F.O.
1989-1992	Employed by Alta Technical School, a division of University of Phoenix as Division Controller.
1985-1989	Employed by M.L.R. Builders, Tampa and Pensacola, Florida as Operations/Accounting Manager
1982-1985	Employed by and part owner in Area Sand and Clay Company, Pensacola, Florida.
1981-1982	Employed by Purdue University, West Lafayette, Indiana as Teaching Assistant.

SUMMARY OF REGULATORY WORK EXPERIENCE AS SELF EMPLOYED CONSULTANT

COMPANY/CLIENT	FUNCTION
Far West Water and Sewer Company Docket WS-03478A-08-0454	Permanent Rate Application. Sewer. Prepared schedules and testified on Rate Base, Plant, Income Statement, Revenue Requirement, Rate Design and Cost of Capital.
Far West Water and Sewer Company Docket WS-03478A-07-0442	Financing Application. Prepare schedules to support application.
Johnson Utilities Docket WS-02987A-08-0180	Permanent Rate Application. Water and Sewer. Prepared schedules and testified on Rate Base, Plant, Income Statement, Revenue Requirement, Rate Design and Cost of Capital.
Orange Grove Water Company Docket W-02237A-08-0455	Permanent Rate Application. Prepared schedules on Plant, Income Statement, Revenue Requirement, and Rate Design.
Oak Creek Water No.1 Docket W-01392A-07-0679	Permanent Rate Application. Prepared schedules and testified on Rate Base, Plant, Income Statement, Revenue Requirement, and Rate Design.
ICR Water Users Association Docket W-02824-07-0388	Permanent Rate Application. Prepared schedules and testified on Rate Base, Plant, Income Statement, Revenue Requirement, and Rate Design.
H2O, Inc Docket W-02234A-07-0550	Permanent Rate Application. Prepared schedules and testified on Rate Base, Plant, Income Statement, Revenue Requirement, Rate Design, and Cost of Capital.
Diamond Ventures – Verano Docket WS-02824A-07-0388	Certificate of Convenience and Necessity – Water. Prepared pro-forma balance sheets, income statements, plant schedules, rate base, financing, and initial rate design.

COMPANY/CLIENT	FUNCTION
Valley Utilities Docket W-01412A-07-0561	Financing Application. Prepare schedules to support application.
Valley Utilities Docket W-01412A-07-280	Emergency Rate Application. Prepare schedules to support application.
Valley Utilities Docket W-01412A-07-0278	Accounting Order. Assist in preparing definition and scope of costs for deferral for future regulatory consideration and treatment.
Litchfield Park Service Company Docket W-01427A-06-0807	Accounting Order. Assist in preparing definition and scope of costs for deferral for future regulatory consideration and treatment.
Golden Shores Water Company Docket W-01815A-07-0117	Permanent Rate Application. Water. Prepared schedules and testified on Rate Base, Plant, Income Statement, Revenue Requirement, Rate Design, and Cost of Capital.
Diablo Village Water Company Docket W-02309A-07-0140	Off-site facilities hook-up fee application. Prepare schedules to support application.
Diablo Village Water Company Docket W-02309A-07-0399	Permanent Rate Application (Class C). Water. Prepared schedules and testified on Rate Base, Plant, Income Statement, Revenue Requirement, Rate Design, and Cost of Capital.
Sahuarita Water Company (Rancho Sahuarita Water Co.) Docket W-03718A-07-0687	Extension Certificate of Convenience and Necessity – Water. Prepared pro-forma balance sheets, income statements, plant schedules, rate base, and financing.
Utility Source, L.L.C. Docket WS-04235A-06-0303	Permanent Rate Application- Water and Sewer. Prepared schedules and testified on Rate Base, Plant, Income Statement, Revenue Requirement, Rate Design, and Cost of Capital.

COMPANY/CLIENT	FUNCTION
Goodman Water Company Docket W-02500A-06-0281	Permanent Rate Application (Class C). Water. Prepared schedules and testified on Rate Base, Plant, Income Statement, and Cost of Capital.
Links at Coyote Wash Utilities Docket SW-04210A-06-0220	Certificate of Convenience and Necessity – Sewer. Prepared pro-forma balance sheets, income statements, plant schedules, rate base, financing, and initial rate design.
New River Utilities Docket W-0173A-06-0171	Extension Certificate of Convenience and Necessity – Water. Prepared pro-forma balance sheets, income statements, plant schedules, rate base, and financing.
Johnson Utilities Docket WS-02987A-04-0501 Docket WS-02987A-04-0177	Extension of Certificate of Convenience and Necessity – Sewer. Prepared pro-forma balance sheets, income statements, plant schedules, rate base, financing, and initial rate design.
Bachmann Springs Utility Docket WS-03953A-07-0073	Permanent Rate Application – Water and Sewer. Prepared short-form schedules for Rate Base, Income Statement, Plant, Bill Counts, and Rate Design.
Avra Water Cooperative Docket W-02126A-06-0234	Permanent Rate Application – Water. Prepared schedules and testified on Rate Base, Plant, Income Statement, Revenue Requirement, and Rate Design.
Gold Canyon Sewer Company Docket SW-025191A-06-0015	Permanent Rate Application – Sewer. Prepared schedules and testified on Rate Base, Plant, Income Statement, Revenue Requirement, Rate Design, and Cost of Capital.
Far West Water and Sewer Company Docket WS-03478A-05-0801	Permanent Rate Application – Sewer. Prepared schedules and testified on Rate Base, Plant, Income Statement, Revenue Requirement, Rate Design, and Cost of Capital.
Black Mountain Sewer Company	Permanent Rate Application – Sewer.

COMPANY/CLIENT	FUNCTION
Docket SW-02361A-05-0657	Prepared schedules and testified on Rate Base, Plant, Income Statement, Revenue Requirement, Rate Design, and Cost of Capital.
Balterra Sewer Company Docket SW-02304A-05-0586	Certificate of Convenience and Necessity – Sewer. Prepared pro-forma balance sheets, income statements, plant schedules, rate base, financing, and initial rate design.
Community Water Company of Green Valley Docket W-02304A-05-0830	Permanent Rate Application – Water. Prepared schedules and testified on Rate Base, Plant, Income Statement, Revenue Requirement, and Rate Design.
McClain Water Systems Northern Sunrise Water Southern Sunrise Water Docket W-020453A-06-0251	Certificate of Convenience and Necessity – Water. Prepared pro-forma balance sheets, income statements, plant schedules, rate base, financing, and initial rate design.
Valley Utilities Water Company Docket W-01412A-04-0376	Off-site facilities hook-up fee application. Prepare schedules to support application.
Valley Utilities Water Company Docket W-01412A-04-0376	Permanent Rate Application – Water. Prepared schedules and testified on Rate Base, Plant, Income Statement, and Revenue Requirement. Assisted in preparation of Rate Design.
Beardsley Water Company Docket W-02074A-04-0358	Permanent Rate Application – Water. Prepared short-form schedules for Rate Base, Income Statement, Plant, Bill Counts, and Rate Design.
Chaparral City Water Company Docket W-02113A-07-0551	Permanent Rate Application. Prepared schedules and testified on Rate Base, Plant, and Income Statement. Assisted in preparation Rate Design.
Pine Water Company, Inc. Docket W-03512A-03-0279	Interim and Permanent Rate Application, Financing Application - Water. Prepared schedules and testified on Rate Base, Plant, Income Statement, Cost of Capital, and Rate Design.

COMPANY/CLIENT	FUNCTION
Chaparral City Water Company Docket W-02113A-04-0616	Permanent Rate Application. Prepared schedules and testified on Rate Base, Plant, and Income Statement. Assisted in preparation Rate Design.
Tierra Linda Home Owners Association Docket W-0423A-04-0075	Certificate of Convenience and Necessity – Water. Prepared pro-forma balance sheets, income statements, plant schedules, rate base, financing, and initial rate design.
Diamond Ventures - Red Rock Utilities Docket WS-04245A-04-0184	Certificate of Convenience and Necessity – Water and Sewer. Prepared pro-forma balance sheets, income statements, plant schedules, rate base, financing, and initial rate design.
Arizona-American Water Company, Inc. Docket WS-01303A-02-0867 Docket WS-01303A-02-0868 Docket WS-01303A-02-0869 Docket WS-01303A-02-0870 Docket WS-01303A-02-0908	Permanent Rate Application Water and Sewer (10 divisions). Prepared schedules and testimony on Rate Base, Plant, Income Statement, and Revenue Requirement. Assisted in preparation of Rate Design.
Bella Vista Water Company, Inc. Docket W-02465A-01-0776	Permanent Rate Application - Water. Prepared schedules and testimony on Rate Base, Plant, Income Statement, and Revenue Requirement. Assisted in preparation of Cost of Capital and Rate Design.
Green Valley Water Company Docket (2000 Not Filed)	Permanent Rate Application. Prepared schedules and testimony on Rate Base, Plant, Income Statement, and Revenue Requirement. Assisted in preparation of Cost of Capital and Rate Design.
Gold Canyon Sewer Company Docket SW-02519A-00-0638	Permanent Rate Application - Sewer. Prepared schedules and testimony on Rate Base, Plant, Revenue Requirement, and Income Statement. Assisted in preparation of Cost of Capital and Rate

COMPANY/CLIENT	FUNCTION
	Design.
Rio Verde Utilities, Inc. Docket WS-02156A-00-0321	Permanent Rate Application – Water and Sewer. Prepared schedules and testimony on Rate Base, Plant, Revenue Requirement, and Income Statement. Assisted in preparation of Cost of Capital and Rate Design.
Livco Water Company Livco Sewer Company Docket SW-02563A-05-0820	Permanent Rate Application – Water. Prepared short-form schedules for Rate Base, Income Statement, Plant, Bill Counts, and Rate Design.
Livco Water Company Docket SW-02563A-07-0506	Permanent Rate Application – Water and Sewer. Prepared short-form schedules for Rate Base, Income Statement, Plant, Bill Counts, and Rate Design.
Cave Creek Sewer Company	Revenue Requirement, Rate Adjustment and Rate Design - Sewer.
Avra Water Cooperative Docket W-02126A-00-0269	Permanent Rate Application – Water. Assisted in preparation of Rate Base, Plant, Income Statement, Revenue Requirement, and Rate Design.
Town of Oro Valley	Revenue Requirements, Water Rate Adjustments and Rate Design.
Far West Water Company Docket WS-03478A-99-0144	Permanent Rate Application – Water. Assisted in preparation of schedules for Rate Base, Income Statement, Revenue Requirement, Lead-Lag Study, Cost of Capital, and Rate Design.
MHC Operating Limited Partnership Sedona Venture Wastewater Docket W-	Permanent Rate Application – Sewer. Assisted in preparation of schedules for Rate Base, Plant, Income Statement, and Rate Design.
Vail Water Company Docket W-01651B-99-0406	Permanent Rate Application. Assisted in preparation of schedules for Rate Base, Plant, Income Statement, and Rate Design.

COMPANY/CLIENT	FUNCTION
E&T Water Company Docket W-01409A-95-0440	Permanent Rate Application - Water. Assisted in preparation of schedules for Rate Base, Plant, Income Statement, and Rate Design.
New River Utility Docket W-01737A-99-0633	Permanent Rate Application - Water. Assisted in preparation of schedules for Rate Base, Plant, Income Statement, and Rate Design.
Golden Shores Water Docket W-01815A-98-0645	Permanent Rate Application – Water. Assisted in preparation of schedules for Rate Base, Plant, Income Statement, and Rate Design.
Ponderosa Utility Company Docket W-01717A-99-0572	Permanent Rate Application – Water. Assisted in preparation of schedules for Rate Base, Plant, Income Statement, and Rate Design.
Chaparral City Water Company Docket (1999 Not Filed)	Permanent Rate Application - Water. Prepared schedules and testimony on Rate Base, Plant, Revenue Requirement, and Income Statement. Assisted in preparation of Cost of Capital and Rate Design.

Farmers Water Co.
Test Year Ended September 30, 2007
Computation of Increase in Gross Revenue
Requirements As Adjusted

Exhibit
Schedule A-1
Page 1
Witness: Bourassa

Line No.			
1	Fair Value Rate Base	$	(691,697)
2			
3	Adjusted Operating Income		(68,860)
4			
5	Current Rate of Return		**NM**
6			
7	Required Operating Income	$	76,335
8			
9	Required Operating Margin		10%
10			
11	Required Rate of Return on Fair Value Rate Base		**N/A**
12			
13	Operating Income Deficiency	$	145,196
14			
15	Gross Revenue Conversion Factor		1.3779
16			
17	Increase in Gross Revenue		
18	Requirement	$	200,072
19			
20	Percent Increase		35.52%

19						
20	**Customer**		**Present**	**Proposed**	**Dollar**	**Percent**
21	**Classification**		**Rates**	**Rates**	**Increase**	**Increase**
22	5/8 Inch	Residential	$ 319,061	$ 415,615	$ 96,554	30.26%
23	1 Inch	Residential	59,415	79,738	20,323	34.21%
24	5/8 Inch	Commerical	4,626	6,606	1,981	42.82%
25	1 Inch	Commerical	4,046	5,656	1,609	39.77%
26	1.5 Inch	Commerical	4,162	5,975	1,813	43.57%
27	2 inch	Commerical	19,492	28,161	8,669	44.48%
28	3 Inch	Commerical	2,511	4,003	1,492	59.42%
29	1.5 Inch	Multi-family	6,572	9,468	2,896	44.06%
30	2 Inch	Multi-family	53,791	78,425	24,634	45.80%
31	6 Inch	Multi-family	14,214	21,897	7,682	54.05%
32	5/8 Inch	Industrial	801	1,113	313	39.02%
33	1 Inch	Industrial	4,142	6,157	2,015	48.66%
34	4 Inch	Industrial	26,243	39,776	13,533	51.57%
35	2 Inch Standpipe		10,271	20,040	9,769	95.11%
36	6 Inch Standpipe		1,867	5,386	3,520	188.59%
37	**Subtotal**		$ 531,212	$ 728,016	$ 196,804	37.05%
38	**Revenue Annualization**		19,125	23,260	4,135	21.62%
39	Miscellaneous Service Revenues		7,790	7,790	-	0.00%
40	Revenue Annualization Misc. Revenues		4,295	4,295	-	0.00%
41	Reconciling Difference (C-1 and H-1)		861	(6)	(867)	-100.70%
42	**Total of Water Revenues**		$ 563,283	$ 763,355	$ 200,072	35.52%
43						
44	SUPPORTING SCHEDULES:					
45	B-1					
46	C-1					
47	C-3					
48	H-1					
49						
50	NM = Not meaningful, rate base negative.					

Farmers Water Co.
Test Year Ended September 30, 2007
Summary of Results of Operations

Exhibit
Schedule A-2
Page 1
Witness: Bourassa

Line No.	Description	Prior Years Ended 9/30/2005	Prior Years Ended 9/30/2006	Test Year Actual 9/30/2007	Test Year Adjusted 9/30/2007	Projected Year Present Rates 9/30/2008	Projected Year Proposed Rates 9/30/2008
1	Gross Revenues	$ 455,089	$ 466,204	$ 539,863	$ 563,283	$ 563,283	$ 763,355
2							
3	Revenue Deductions and	519,586	659,497	670,344	632,143	632,143	687,019
4	Operating Expenses						
5							
6	Operating Income	$ (64,497)	$ (193,293)	$ (130,481)	$ (68,860)	$ (68,860)	$ 76,335
7							
8	Other Income and	-	922	5,453	-	-	-
9	Deductions						
10							
11	Interest Expense	-	-	-	-	-	-
12							
13	Net Income	$ (64,497)	$ (192,371)	$ (125,028)	$ (68,860)	$ (68,860)	$ 76,335
14							
15	Earned Per Average						
16	Common Share	(2,579.88)	(7,694.84)	(5,001.12)	(2,754.42)	(2,754.42)	3,053.42
17							
18	Dividends Per						
19	Common Share	-	-	-	-	-	-
20							
21	Payout Ratio	-	-	-	-	-	-
22							
23	Return on Average						
24	Invested Capital	-1.27%	-3.03%	-1.84%	-0.93%	-0.93%	1.03%
25							
26	Return on Year End						
27	Capital	-1.10%	-2.81%	-1.85%	-0.93%	-0.94%	1.04%
28							
29	Return on Average						
30	Common Equity	NM	NM	NM	-35.02%	-30.45%	39.08%
31							
32	Return on Year End						
33	Common Equity	NM	NM	NM	-26.42%	-35.91%	58.67%
34							
35	Times Bond Interest Earned						
36	Before Income Taxes	-	-	-	-	-	-
37							
38	Times Total Interest and						
39	Preferred Dividends Earned						
40	After Income Taxes	-	-	-	-	-	-
41							
42	NM= Not Meaningful - equity is negative						
43							
44	SUPPORTING SCHEDULES						
45	C-1						
46	E-2						
47	F-1						

Farmers Water Co.
Test Year Ended September 30, 2007
Construction Expenditures
and Gross Utility Plant in Service

Exhibit
Schedule A-4
Page 1
Witness: Bourassa

Line No.		Construction Expenditures	Net Plant Placed in Service	Gross Utility Plant in Service
1				
4	Adjusted Prior Year Ended 12/31/2005	1,759,903	1,731,121	7,292,140
5				
6	Adjusted Prior Year Ended 12/31/2006	1,252,691	1,259,601	8,551,741
7				
8	Adjusted Test Year Ended 12/31/2007	88,223	79,235	8,630,976
9				
10	Projected Year Ended 12/31/2008	129,000	137,988	8,768,964
11				
12				
13				
14				
15	SUPPORTING SCHEDULES:			
16	B-2			
17	E-5			
18	F-3			
19				
20				

Farmers Water Co.
Test Year Ended September 30, 2007
Summary of Rate Base

Exhibit
Schedule B-1
Page 1
Witness: Bourassa

Line No.		Original Cost Rate base	Fair Value Rate Base
1			
2	Gross Utility Plant in Service	$ 8,630,976	$ 8,630,976
3	Less: Accumulated Depreciation	2,039,595	2,039,595
4			
5	Net Utility Plant in Service	$ 6,591,381	$ 6,591,381
6			
7	Less:		
8	Advances in Aid of		
9	Construction	6,874,915	6,874,915
10	Contributions in Aid of		
11	Construction	519,544	519,544
12	Accumulated Amortization CIAC	(111,381)	(111,381)
13	Customer Meter Deposits	-	-
14			
15	Plus:		
16	Allowance for Working Capital	-	-
17			
18			
19	Total Rate Base	$ (691,697)	$ (691,697)
20			
21			
22			
23	SUPPORTING SCHEDULES:		
24	B-2		
25	B-3		
26	B-5		
27	E-1		
28			

Farmers Water Co.
Test Year Ended September 30, 2007
Original Cost Rate Base Proforma Adjustments

Exhibit
Schedule B-2
Page 1
Witness: Bourassa

Line No.		Actual at End of Test Year	Proforma Adjustments Label	Proforma Adjustments Amount	Adjusted at end of Test Year
1	Gross Utility				
2	Plant in Service	$ 8,031,404	1a	599,572	$ 8,630,976
3					
4	**Less:**				
5	Accumulated				
6	Depreciation	2,327,090	1b	(287,495)	2,039,595
7					
8					
9	Net Utility Plant				
10	in Service	$ 5,704,314			$ 6,591,381
11					
12	**Less:**				
13	Advances in Aid of				
14	Construction	6,929,348	2	(54,433)	6,874,915
15					
16	Contributions in Aid of				
17	Construction -	278,839	3a	297,653	519,544
18	Accumulated Amortization, CIAC	(54,432)	3b	(56,949)	(111,381)
19	Customer Meter Deposits	-			-
20					
21	**Plus:**				
22	Working capital	-			-
23					
24					
25	Total	$ (1,449,441)			$ (691,697)
26					
27					
28					
29	SUPPORTING SCHEDULES:				RECAP SCHEDULES:
30	B-2, pages 1-4				B-1
31	E-1				
32					
33					
34					
35					
36					
37					
38					

Farmers Water Co.
Test Year Ended September 30, 2007
Original Cost Rate Base Proforma Adjustments
Adjustment 1

Exhibit
Schedule B-2
Page 2
Witness: Bourassa

Line No.			
1	Plant-in-Service		
2			
3	Computed Balance	$	8,630,976
4	Balance per Company Schedule E-1		8,031,404
5	Difference	$	599,572
6			
7			
8	Increase (Decrease) to Plant-in-Service	$	599,572
9			
10			
11			
12			
13	Accumulated Depreciation Adjustment		
14			
15	Computed Balance	$	2,039,595
16	Balance per Company Schedule E-1		2,327,090
17	Difference	$	(287,495)
18			
19			
20	Increase (Decrease) to Accumulated Depreciation	$	(287,495)
21			
22			
23			
24	SUPPORTING SCHEDULES		
25	B-2, pages 2.1 to 2.10		
26			
27			
28			
29			

Farmers Water Company
Plant Additions and Retirements
Short Form Worksheet

Exhibit
Schedule B-2
Page 2.1

Account No.	Description	Deprec. Rate Before Jun-01	Deprec. Rate After Jun-01	Decision 63947 Plant At 9/30/1999	1999 Accum. Depr. (a)	2000 Plant Additions	2000 Plant Adjustments	2000 Adjusted Plant Additions	2000 Plant Retirements	2000 Plant Balance	2000 Deprec.
301	Organization Cost	0.0000%	0.00%	6,893				-		6,893	-
302	Franchise Cost	0.0000%	0.00%					-		-	-
303	Land and Land Rights	0.0000%	0.00%					-		-	-
304	Structures and Improvements	2.2876%	3.33%	13,246	2,897			-		13,246	303
307	Wells and Springs	2.2876%	3.33%	678,591	148,423	15,484		15,484		694,075	15,701
311	Electric Pumping Equipment	2.2876%	20.00%	215,445	47,123			-		215,445	4,929
320	Water Treatment Equipment				-			-		-	-
320.1	Water Treatment Plants	2.2876%	3.33%		-			-		-	-
320.2	Chemical Solution Feeders	2.2876%	20.00%	9,684	2,118			-		9,684	222
330	Distribution Reservoirs & Standpipe	2.2876%			-			-		-	-
330.1	Storage Tanks	2.2876%	2.22%	441,689	96,608			-		441,689	10,104
330.2	Pressure Tanks	2.2876%	5.00%		-			-		-	-
331	Transmission and Distribution Mains	2.2876%	2.00%	1,545,175	337,965	360,260	(167,304)	192,956		1,738,131	37,554
333	Services	2.2876%	3.33%	216,079	47,261	94,634	(31,090)	63,544		279,623	5,670
334	Meters	2.2876%	8.33%	62,189	13,602	37,875		37,875		100,064	1,856
335	Hydrants	2.2876%	2.00%	136,291	29,810	43,350	(28,080)	15,270		151,561	3,292
336	BackFlow Prevention Devices	2.2876%	6.67%		-			-		-	-
339	Plant Structures and Improvements	2.2876%	6.67%		-			-		-	-
340	Office Furniture and Fixtures	2.2876%	6.67%		-			-		-	-
340.1	Computers and Software	2.2876%	20.00%	10,543	2,306	5,492		5,492	(1,595)	14,440	304
341	Transportation Equipment	2.2876%	20.00%	13,748	3,007			-	(6,910)	6,838	314
342	Stores Equipment	2.2876%	4.00%		-			-		-	-
343	Tools and Work Equipment	2.2876%	5.00%		-			-		-	-
344	Laboratory Equipment	2.2876%	10.00%		-			-		-	-
345	Power Operated Equipment	2.2876%	5.00%		-			-		-	-
346	Communications Equipment	2.2876%	10.00%		-			-		-	-
347	Miscellaneous Equipment	2.2876%	10.00%		-			-		-	-
348	Other Tangible Plant	2.2876%	3.33%		-			-		-	-
								-		-	-
								-		-	-
	Plant Held for Future Use										
	TOTAL WATER PLANT			3,349,573	731,121	557,095	(226,474)	330,621	(8,505)	3,671,689	80,249

Farmers Water Company
Plant Additions and Retirements
Short Form Worksheet

Exhibit
Schedule B-2
Page 2.2

Account No.	Description	Deprec. Rate Before Jun-01	Deprec. Rate After Jun-01	2001 Plant Additions	2001 Plant Adjustments	2001 Adjusted Plant Additions	2001 Plant Retirements	2001 Plant Balance	2001 Deprec.
301	Organization Cost	0.0000%	0.00%			-		6,893	-
302	Franchise Cost	0.0000%	0.00%			-		-	-
303	Land and Land Rights	0.0000%	0.00%			-		-	-
304	Structures and Improvements	2.2876%	3.33%			-		13,246	400
307	Wells and Springs	2.2876%	3.33%			-		694,075	20,936
311	Electric Pumping Equipment	2.2876%	20.00%	12,673		12,673		228,118	19,013
320	Water Treatment Equipment					-		-	-
320.1	Water Treatment Plants	2.2876%	3.33%			-		-	-
320.2	Chemical Solution Feeders	2.2876%	20.00%			-		9,684	830
330	Distribution Reservoirs & Standpipe	2.2876%				-		-	-
330.1	Storage Tanks	2.2876%	2.22%			-		441,689	11,689
330.2	Pressure Tanks	2.2876%	5.00%			-		-	-
331	Transmission and Distribution Mains	2.2876%	2.00%	258,548		258,548		1,996,679	48,048
333	Services	2.2876%	3.33%	40,293		40,293		319,916	9,042
334	Meters	2.2876%	8.33%	10,080		10,080		110,144	4,922
335	Hydrants	2.2876%	2.00%	23,319		23,319		174,880	4,200
336	BackFlow Prevention Devices	2.2876%	6.67%			-		-	-
339	Plant Structures and Improvements	2.2876%	6.67%			-		-	-
340	Office Furniture and Fixtures	2.2876%	6.67%			-		-	-
340.1	Computers and Software	2.2876%	20.00%			-		14,440	1,238
341	Transportation Equipment	2.2876%	20.00%	5,500		5,500		12,338	822
342	Stores Equipment	2.2876%	4.00%			-		-	-
343	Tools and Work Equipment	2.2876%	5.00%			-		-	-
344	Laboratory Equipment	2.2876%	10.00%			-		-	-
345	Power Operated Equipment	2.2876%	5.00%			-		-	-
346	Communications Equipment	2.2876%	10.00%			-		-	-
347	Miscellaneous Equipment	2.2876%	10.00%			-		-	-
348	Other Tangible Plant	2.2876%	3.33%			-		-	-
						-		-	-
						-		-	-
	Plant Held for Future Use								
	TOTAL WATER PLANT			350,413	-	350,413	-	4,022,102	121,139

Farmers Water Company
Plant Additions and Retirements
Short Form Worksheet

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Account No.	Description	Deprec. Rate Before Jun-01	Deprec. Rate After Jun-01	2002 Plant Additions	2002 Plant Adjustments	2002 Adjusted Plant Additions	2002 Plant Retirements	2002 Plant Balance	2002 Deprec.
301	Organization Cost	0.0000%	0.00%			-		6,893	-
302	Franchise Cost	0.0000%	0.00%			-		-	-
303	Land and Land Rights	0.0000%	0.00%			-		-	-
304	Structures and Improvements	2.2876%	3.33%			-		13,246	441
307	Wells and Springs	2.2876%	3.33%			-		694,075	23,113
311	Electric Pumping Equipment	2.2876%	20.00%			-		228,118	45,624
320	Water Treatment Equipment					-		-	-
320.1	Water Treatment Plants	2.2876%	3.33%			-		-	-
320.2	Chemical Solution Feeders	2.2876%	20.00%	1,060		1,060		10,744	2,043
330	Distribution Reservoirs & Standpipe	2.2876%				-		-	-
330.1	Storage Tanks	2.2876%	2.22%	26,289		26,289		467,978	10,097
330.2	Pressure Tanks	2.2876%	5.00%			-		-	-
331	Transmission and Distribution Mains	2.2876%	2.00%	510,538		510,538		2,507,217	45,039
333	Services	2.2876%	3.33%	19,466		19,466		339,382	10,977
334	Meters	2.2876%	8.33%	11,120		11,120		121,264	9,638
335	Hydrants	2.2876%	2.00%	15,400		15,400		190,280	3,652
336	BackFlow Prevention Devices	2.2876%	6.67%			-		-	-
339	Plant Structures and Improvements	2.2876%	6.67%			-		-	-
340	Office Furniture and Fixtures	2.2876%	6.67%			-		-	-
340.1	Computers and Software	2.2876%	20.00%			-		14,440	2,888
341	Transportation Equipment	2.2876%	20.00%			-		12,338	2,468
342	Stores Equipment	2.2876%	4.00%			-		-	-
343	Tools and Work Equipment	2.2876%	5.00%			-		-	-
344	Laboratory Equipment	2.2876%	10.00%			-		-	-
345	Power Operated Equipment	2.2876%	5.00%			-		-	-
346	Communications Equipment	2.2876%	10.00%			-		-	-
347	Miscellaneous Equipment	2.2876%	10.00%			-		-	-
348	Other Tangible Plant	2.2876%	3.33%			-		-	-
						-		-	-
						-		-	-
	Plant Held for Future Use								
	TOTAL WATER PLANT			583,873	-	583,873	-	4,605,975	155,979

Farmers Water Company
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Account No.	Description	Deprec. Rate Before Jun-01	Deprec. Rate After Jun-01	2003 Plant Additions	2003 Plant Adjustments	2003 Adjusted Plant Additions	2003 Plant Retirements	2003 Plant Balance	2003 Deprec.
301	Organization Cost	0.0000%	0.00%			-		6,893	-
302	Franchise Cost	0.0000%	0.00%			-		-	-
303	Land and Land Rights	0.0000%	0.00%			-		-	-
304	Structures and Improvements	2.2876%	3.33%			-		13,246	441
307	Wells and Springs	2.2876%	3.33%			-		694,075	23,113
311	Electric Pumping Equipment	2.2876%	20.00%			-		228,118	45,624
320	Water Treatment Equipment					-		-	-
320.1	Water Treatment Plants	2.2876%	3.33%			-		-	-
320.2	Chemical Solution Feeders	2.2876%	20.00%			-		10,744	2,149
330	Distribution Reservoirs & Standpipe	2.2876%				-		-	-
330.1	Storage Tanks	2.2876%	2.22%			-		467,978	10,389
330.2	Pressure Tanks	2.2876%	5.00%			-		-	-
331	Transmission and Distribution Mains	2.2876%	2.00%	293,359		293,359		2,800,576	53,078
333	Services	2.2876%	3.33%	33,180		33,180		372,562	11,854
334	Meters	2.2876%	8.33%			-		121,264	10,101
335	Hydrants	2.2876%	2.00%			-		190,280	3,806
336	BackFlow Prevention Devices	2.2876%	6.67%			-		-	-
339	Plant Structures and Improvements	2.2876%	6.67%			-		-	-
340	Office Furniture and Fixtures	2.2876%	6.67%			-		-	-
340.1	Computers and Software	2.2876%	20.00%			-		14,440	2,888
341	Transportation Equipment	2.2876%	20.00%			-		12,338	2,468
342	Stores Equipment	2.2876%	4.00%			-		-	-
343	Tools and Work Equipment	2.2876%	5.00%			-		-	-
344	Laboratory Equipment	2.2876%	10.00%			-		-	-
345	Power Operated Equipment	2.2876%	5.00%			-		-	-
346	Communications Equipment	2.2876%	10.00%			-		-	-
347	Miscellaneous Equipment	2.2876%	10.00%			-		-	-
348	Other Tangible Plant	2.2876%	3.33%			-		-	-
						-		-	-
						-		-	-
	Plant Held for Future Use								
	TOTAL WATER PLANT			326,539	-	326,539	-	4,932,514	165,910

Farmers Water Company
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Account No.	Description	Deprec. Rate Before Jun-01	Deprec. Rate After Jun-01	2004 Plant Additions	2004 Plant Adjustments	2004 Adjusted Plant Additions	2004 Plant Retirements	2004 Plant Balance	2004 Deprec.
301	Organization Cost	0.0000%	0.00%			-		6,893	-
302	Franchise Cost	0.0000%	0.00%			-		-	-
303	Land and Land Rights	0.0000%	0.00%			-		-	-
304	Structures and Improvements	2.2876%	3.33%			-		13,246	441
307	Wells and Springs	2.2876%	3.33%			-		694,075	23,113
311	Electric Pumping Equipment	2.2876%	20.00%			-		228,118	45,624
320	Water Treatment Equipment					-		-	-
320.1	Water Treatment Plants	2.2876%	3.33%			-		-	-
320.2	Chemical Solution Feeders	2.2876%	20.00%			-		10,744	2,149
330	Distribution Reservoirs & Standpipe	2.2876%				-		-	-
330.1	Storage Tanks	2.2876%	2.22%			-		467,978	10,389
330.2	Pressure Tanks	2.2876%	5.00%			-		-	-
331	Transmission and Distribution Mains	2.2876%	2.00%	568,692		568,692		3,369,267	61,698
333	Services	2.2876%	3.33%	33,400		33,400		405,962	12,962
334	Meters	2.2876%	8.33%	14,040		14,040		135,304	10,686
335	Hydrants	2.2876%	2.00%			-		190,280	3,806
336	BackFlow Prevention Devices	2.2876%	6.67%			-		-	-
339	Plant Structures and Improvements	2.2876%	6.67%			-		-	-
340	Office Furniture and Fixtures	2.2876%	6.67%			-		-	-
340.1	Computers and Software	2.2876%	20.00%	12,374		12,374		26,814	4,125
341	Transportation Equipment	2.2876%	20.00%			-		12,338	2,468
342	Stores Equipment	2.2876%	4.00%			-		-	-
343	Tools and Work Equipment	2.2876%	5.00%			-		-	-
344	Laboratory Equipment	2.2876%	10.00%			-		-	-
345	Power Operated Equipment	2.2876%	5.00%			-		-	-
346	Communications Equipment	2.2876%	10.00%			-		-	-
347	Miscellaneous Equipment	2.2876%	10.00%			-		-	-
348	Other Tangible Plant	2.2876%	3.33%			-		-	-
				-		-		-	-
				-		-		-	-
	Plant Held for Future Use								
	TOTAL WATER PLANT			628,506	-	628,506	-	5,561,019	177,461

Farmers Water Company
Plant Additions and Retirements
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Account No.	Description	Deprec. Rate Before Jun-01	Deprec. Rate After Jun-01	2005 Plant Additions	2005 Plant Adjustments	2005 Adjusted Plant Additions	2005 Plant Retirements	2005 Plant Balance	2005 Deprec.
301	Organization Cost	0.0000%	0.00%			-		6,893	-
302	Franchise Cost	0.0000%	0.00%			-		-	-
303	Land and Land Rights	0.0000%	0.00%			-		-	-
304	Structures and Improvements	2.2876%	3.33%			-		13,246	441
307	Wells and Springs	2.2876%	3.33%			-		694,075	23,113
311	Electric Pumping Equipment	2.2876%	20.00%	23,230		23,230		251,348	43,413
320	Water Treatment Equipment					-		-	-
320.1	Water Treatment Plants	2.2876%	3.33%			-		-	-
320.2	Chemical Solution Feeders	2.2876%	20.00%			-	(262)	10,482	972
330	Distribution Reservoirs & Standpipe	2.2876%				-		-	-
330.1	Storage Tanks	2.2876%	2.22%			-		467,978	10,389
330.2	Pressure Tanks	2.2876%	5.00%			-		-	-
331	Transmission and Distribution Mains	2.2876%	2.00%	1,409,705		1,409,705	(13,347)	4,765,625	81,349
333	Services	2.2876%	3.33%	242,813		242,813		648,775	17,561
334	Meters	2.2876%	8.33%	12,800		12,800		148,104	11,804
335	Hydrants	2.2876%	2.00%			-		190,280	3,806
336	BackFlow Prevention Devices	2.2876%	6.67%			-		-	-
339	Plant Structures and Improvements	2.2876%	6.67%			-		-	-
340	Office Furniture and Fixtures	2.2876%	6.67%			-		-	-
340.1	Computers and Software	2.2876%	20.00%	26,300		26,300		53,114	7,993
341	Transportation Equipment	2.2876%	20.00%	35,382		35,382	(5,500)	42,220	5,456
342	Stores Equipment	2.2876%	4.00%			-		-	-
343	Tools and Work Equipment	2.2876%	5.00%			-		-	-
344	Laboratory Equipment	2.2876%	10.00%			-		-	-
345	Power Operated Equipment	2.2876%	5.00%			-		-	-
346	Communications Equipment	2.2876%	10.00%			-		-	-
347	Miscellaneous Equipment	2.2876%	10.00%			-		-	-
348	Other Tangible Plant	2.2876%	3.33%			-		-	-
						-		-	-
						-		-	-
	Plant Held for Future Use								
	TOTAL WATER PLANT			1,750,230	-	1,750,230	(19,109)	7,292,140	206,296

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Account No.	Description	Deprec. Rate Before Jun-01	Deprec. Rate After Jun-01	2006 Plant Additions	2006 Plant Adjustments	2006 Adjusted Plant Additions	2006 Plant Retirements	2006 Plant Balance	2006 Deprec.
301	Organization Cost	0.0000%	0.00%			-		6,893	-
302	Franchise Cost	0.0000%	0.00%			-		-	-
303	Land and Land Rights	0.0000%	0.00%			-		-	-
304	Structures and Improvements	2.2876%	3.33%	1,319		1,319		14,565	463
307	Wells and Springs	2.2876%	3.33%			-		694,075	23,113
311	Electric Pumping Equipment	2.2876%	20.00%			-		251,348	-
320	Water Treatment Equipment					-		-	-
320.1	Water Treatment Plants	2.2876%	3.33%			-		-	-
320.2	Chemical Solution Feeders	2.2876%	20.00%			-		10,482	262
330	Distribution Reservoirs & Standpipe	2.2876%				-		-	-
330.1	Storage Tanks	2.2876%	2.22%			-		467,978	10,389
330.2	Pressure Tanks	2.2876%	5.00%			-		-	-
331	Transmission and Distribution Mains	2.2876%	2.00%	1,056,132		1,056,132		5,821,757	105,874
333	Services	2.2876%	3.33%	157,791		157,791		806,566	24,231
334	Meters	2.2876%	8.33%			-		148,104	12,337
335	Hydrants	2.2876%	2.00%	42,985		42,985		233,265	4,235
336	BackFlow Prevention Devices	2.2876%	6.67%			-		-	-
339	Plant Structures and Improvements	2.2876%	6.67%			-		-	-
340	Office Furniture and Fixtures	2.2876%	6.67%			-		-	-
340.1	Computers and Software	2.2876%	20.00%	1,374		1,374		54,488	10,760
341	Transportation Equipment	2.2876%	20.00%			-		42,220	8,444
342	Stores Equipment	2.2876%	4.00%			-		-	-
343	Tools and Work Equipment	2.2876%	5.00%			-		-	-
344	Laboratory Equipment	2.2876%	10.00%			-		-	-
345	Power Operated Equipment	2.2876%	5.00%			-		-	-
346	Communications Equipment	2.2876%	10.00%			-		-	-
347	Miscellaneous Equipment	2.2876%	10.00%			-		-	-
348	Other Tangible Plant	2.2876%	3.33%			-		-	-
						-		-	-
						-		-	-
	Plant Held for Future Use								
	TOTAL WATER PLANT			1,259,601	-	1,259,601	-	8,551,741	200,109

Farmers Water Company
Plant Additions and Retirements
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Account No.	Description	Deprec. Rate Before Jun-01	Deprec. Rate After Jun-01	2007 Plant Additions	2007 Plant Adjustments	2007 Adjusted Plant Additions	2007 Plant Retirements	2007 Salvage (A/D Only)	2007 Plant Balance	2007 Deprec.
301	Organization Cost	0.0000%	0.00%			-			6,893	-
302	Franchise Cost	0.0000%	0.00%			-			-	-
303	Land and Land Rights	0.0000%	0.00%			-			-	-
304	Structures and Improvements	2.2876%	3.33%			-			14,565	485
307	Wells and Springs	2.2876%	3.33%			-			694,075	23,113
311	Electric Pumping Equipment	2.2876%	20.00%	18,557		18,557			269,905	18,557
320	Water Treatment Equipment					-			-	-
320.1	Water Treatment Plants	2.2876%	3.33%			-			-	-
320.2	Chemical Solution Feeders	2.2876%	20.00%			-			10,482	-
330	Distribution Reservoirs & Standpipe	2.2876%				-			-	-
330.1	Storage Tanks	2.2876%	2.22%			-			467,978	10,389
330.2	Pressure Tanks	2.2876%	5.00%			-			-	-
331	Transmission and Distribution Mains	2.2876%	2.00%			-			5,821,757	116,435
333	Services	2.2876%	3.33%			-			806,566	26,859
334	Meters	2.2876%	8.33%	50,838		50,838			198,942	14,454
335	Hydrants	2.2876%	2.00%			-			233,265	4,665
336	BackFlow Prevention Devices	2.2876%	6.67%			-			-	-
339	Plant Structures and Improvements	2.2876%	6.67%			-			-	-
340	Office Furniture and Fixtures	2.2876%	6.67%			-			-	-
340.1	Computers and Software	2.2876%	20.00%			-			54,488	10,898
341	Transportation Equipment	2.2876%	20.00%	16,677		16,677	(6,837)	500	52,060	9,428
342	Stores Equipment	2.2876%	4.00%			-			-	-
343	Tools and Work Equipment	2.2876%	5.00%			-			-	-
344	Laboratory Equipment	2.2876%	10.00%			-			-	-
345	Power Operated Equipment	2.2876%	5.00%			-			-	-
346	Communications Equipment	2.2876%	10.00%			-			-	-
347	Miscellaneous Equipment	2.2876%	10.00%			-			-	-
348	Other Tangible Plant	2.2876%	3.33%			-			-	-
						-			-	-
						-			-	-
	Plant Held for Future Use									
	TOTAL WATER PLANT			86,072	-	86,072	(6,837)	500	8,630,976	235,283

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Account No.	Description	Deprec. Rate Before Jun-01	Deprec. Rate After Jun-01	Year End Accumulated Depreciation by Account 1999	2000	2001	2002	2003	2004
301	Organization Cost	0.0000%	0.00%	-	-	-	-	-	-
302	Franchise Cost	0.0000%	0.00%	-	-	-	-	-	-
303	Land and Land Rights	0.0000%	0.00%	-	-	-	-	-	-
304	Structures and Improvements	2.2876%	3.33%	2,897	3,200	3,600	4,041	4,482	4,923
307	Wells and Springs	2.2876%	3.33%	148,423	164,124	185,060	208,172	231,285	254,398
311	Electric Pumping Equipment	2.2876%	20.00%	47,123	52,051	71,065	116,688	162,312	207,935
320	Water Treatment Equipment			-	-	-	-	-	-
320.1	Water Treatment Plants	2.2876%	3.33%	-	-	-	-	-	-
320.2	Chemical Solution Feeders	2.2876%	20.00%	2,118	2,340	3,170	5,213	7,361	9,510
330	Distribution Reservoirs & Standpipe	2.2876%		-	-	-	-	-	-
330.1	Storage Tanks	2.2876%	2.22%	96,608	106,712	118,400	128,497	138,887	149,276
330.2	Pressure Tanks	2.2876%	5.00%	-	-	-	-	-	-
331	Transmission and Distribution Mains	2.2876%	2.00%	337,965	375,520	423,568	468,607	521,685	583,383
333	Services	2.2876%	3.33%	47,261	52,931	61,973	72,951	84,805	97,767
334	Meters	2.2876%	8.33%	13,602	15,458	20,380	30,018	40,119	50,806
335	Hydrants	2.2876%	2.00%	29,810	33,102	37,302	40,954	44,759	48,565
336	BackFlow Prevention Devices	2.2876%	6.67%	-	-	-	-	-	-
339	Plant Structures and Improvements	2.2876%	6.67%	-	-	-	-	-	-
340	Office Furniture and Fixtures	2.2876%	6.67%	-	-	-	-	-	-
340.1	Computers and Software	2.2876%	20.00%	2,306	1,015	2,253	5,141	8,029	12,154
341	Transportation Equipment	2.2876%	20.00%	3,007	(3,588)	(2,767)	(299)	2,169	4,636
342	Stores Equipment	2.2876%	4.00%	-	-	-	-	-	-
343	Tools and Work Equipment	2.2876%	5.00%	-	-	-	-	-	-
344	Laboratory Equipment	2.2876%	10.00%	-	-	-	-	-	-
345	Power Operated Equipment	2.2876%	5.00%	-	-	-	-	-	-
346	Communications Equipment	2.2876%	10.00%	-	-	-	-	-	-
347	Miscellaneous Equipment	2.2876%	10.00%	-	-	-	-	-	-
348	Other Tangible Plant	2.2876%	3.33%	-	-	-	-	-	-
					-				
				-	-	-	-	-	-
				-	-	-	-	-	-
	Plant Held for Future Use			-					
	TOTAL WATER PLANT			731,121	802,865	924,004	1,079,983	1,245,893	1,423,353

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Account No.	Description	Deprec. Rate Before Jun-01	Deprec. Rate After Jun-01	2005	2006	2007
301	Organization Cost	0.0000%	0.00%	-	-	-
302	Franchise Cost	0.0000%	0.00%	-	-	-
303	Land and Land Rights	0.0000%	0.00%	-	-	-
304	Structures and Improvements	2.2876%	3.33%	5,364	5,827	6,312
307	Wells and Springs	2.2876%	3.33%	277,510	300,623	323,736
311	Electric Pumping Equipment	2.2876%	20.00%	251,348	251,348	269,905
320	Water Treatment Equipment			-	-	-
320.1	Water Treatment Plants	2.2876%	3.33%	-	-	-
320.2	Chemical Solution Feeders	2.2876%	20.00%	10,220	10,482	10,482
330	Distribution Reservoirs & Standpipe	2.2876%		-	-	-
330.1	Storage Tanks	2.2876%	2.22%	159,665	170,054	180,443
330.2	Pressure Tanks	2.2876%	5.00%	-	-	-
331	Transmission and Distribution Mains	2.2876%	2.00%	651,385	757,259	873,694
333	Services	2.2876%	3.33%	115,328	139,560	166,418
334	Meters	2.2876%	8.33%	62,609	74,947	89,401
335	Hydrants	2.2876%	2.00%	52,370	56,606	61,271
336	BackFlow Prevention Devices	2.2876%	6.67%	-	-	-
339	Plant Structures and Improvements	2.2876%	6.67%	-	-	-
340	Office Furniture and Fixtures	2.2876%	6.67%	-	-	-
340.1	Computers and Software	2.2876%	20.00%	20,147	30,907	41,805
341	Transportation Equipment	2.2876%	20.00%	4,592	13,036	16,127
342	Stores Equipment	2.2876%	4.00%	-	-	-
343	Tools and Work Equipment	2.2876%	5.00%	-	-	-
344	Laboratory Equipment	2.2876%	10.00%	-	-	-
345	Power Operated Equipment	2.2876%	5.00%	-	-	-
346	Communications Equipment	2.2876%	10.00%	-	-	-
347	Miscellaneous Equipment	2.2876%	10.00%	-	-	-
348	Other Tangible Plant	2.2876%	3.33%	-	-	-
						-
				-	-	-
				-	-	
	Plant Held for Future Use					
	TOTAL WATER PLANT			1,610,540	1,810,649	2,039,595

Farmers Water Co.
Test Year Ended September 30, 2007
Original Cost Rate Base Proforma Adjustments
Adjustment 2

Exhibit
Schedule B-2
Page 3
Witness: Bourassa

Line No.			
1	Advances-in-aid of Constrcution (AIAC)		
2			
3	Computed Balance	$	6,874,915
4	Balance per Company Schedule E-1		6,929,348
5	Difference	$	(54,433)
6			
7			
8			
9			
10			
11	Increase (Decrease) to AIAC	$	(54,433)
12			
13			
14			
15	SUPPORTING SCHEDULES		
16	B-2, pages 3.1 to 3.4		
17			
18			
19			
20			

Farmers Water Company
Refundable Advances in Aid of Construction (AIAC)

Exhibit
Schedule B-2
Page 3.1

Line No.	Description	Year Booked	Term (yrs)	Expiration	Intital Balance	Balance FY 1999 9/30/1999	FY 2000 Adds/Adj	FY 2000 Transfer to CIAC	FY 2000 Refunds	FY 2000 Balance	FY 2001 Adds/Adj	FY 2001 Transfer to CIAC	FY 2001 Refunds	FY 2001 Balance
1														
2														
3	COLONIAL REAL	2004	10	8/1/2015	565,050					-				-
4	CONTINENTAL SCHOOL	<=1999	10	8/1/2008	106,067	106,067			(286)	105,781			33	105,814
5	DE ANZA LINKS II	2006	10	8/1/2017	63,571					-			-	-
6	DE ANZA LINKS, LLC	2004	10	8/1/2014	37,042					-			-	-
7	LAPOSADA	<=1999			446,542	420,419			(8,179)	412,240			(1)	412,240
8	LA POSADA 160, 161, 163	2004	10	8/1/2014	189,306					-			-	-
9	LA POSADA ADMIN BLDG	2000	10	8/1/2009	13,295		13,295		(38)	13,257			(123)	13,134
10	LA POSADA GARDEN HOMES III	2000	10	8/1/2010	19,680		19,680		-	19,680			(845)	18,835
11	LA POSADA LOT 166	<=1999	10	8/1/2008	7,839	7,839			(155)	7,684			39	7,723
12	LA POSADA PH 2	<=1999	10	8/1/2007	37,130	36,118			(4,697)	31,421			1,396	32,817
13	MADERA FOOTHILLS ESTATES	<=1999	10	8/1/2008	152,701	152,701			(1,328)	151,373			482	151,854
14	MADERA FOOTHILLS ESTATES 26-42, 62-6	2004	10	8/1/2014	93,056					-			-	-
15	MADERA HIGHLANDS 17,18,19,23	2005	10	8/1/2015	330,640					-			-	-
16	MADERA HIGHLANDS VILLAGES 11,12,14,2	2006	10	8/1/2015	1,011,103					-			-	-
17	MADERA HIGHLANDS VILLAGES 16	2006	10	8/1/2015	157,701					-			-	-
18	MADERA RESERVE VILLAGE 1 & 2	<=1999	15	8/1/2012	225,442	205,062	9,000		2,036	216,098			(6,925)	209,174
19	MADERA RESERVE VILLAGE 3	<=1999	15	8/1/2012	35,973	35,870			(929)	34,941			286	35,227
20	MADERA RESERVE VILLAGE 4	1999	10	8/1/2008	44,657	44,414			(1,519)	42,895			413	43,307
21	MADERA RESERVE VILLAGE 7	2000	10	8/1/2009	156,944		156,944		(1,210)	155,734			529	156,264
22	MADERA RESERVE VILLAGE 8-10	2000	10	8/1/2010	185,560		185,560		-	185,560			(308)	185,252
23	MADERA RESERVE VILLAGES 5 & 6	<=1999	10	8/1/2009	81,298	81,298			(1,733)	79,565			622	80,187
24	PAR FOR THE COURSE 1	<=1999	15	8/1/2011	15,286	14,808				14,232			143	14,376
25	PASADERA	2001	10	8/1/2011	311,573					-	311,573		(557)	311,015
26	ROADHAVEN - THE SPRINGS	2002	15	8/1/2011	159,677					-			-	-
27	SAHUARITA HIGHLANDS 1-153	2005	10	8/1/2017	1,321,878					-			-	-
28	SANTA RITA SPRINGS, LOTS 1-5	2005	10	8/1/2012	44,525					-			-	-
29	SILVER SPRINGS	2000	10	8/1/2010	75,886		75,886			75,886			(2,657)	73,229
30	SUNRISE POINT	<=1999	15	8/1/2010	251,582	245,655			(8,627)	237,028			2,125	239,153
31	SUNRISE POINT VISTAS	<=1999	15	8/1/2012	186,138	185,560			(4,493)	181,067			1,502	182,568
32	THE FAIRWAYS	2000	10	8/1/2011	77,015		77,015		-	77,015			(431)	76,584
33	THE GREENS (lots 1-65....)	<=1999	15	8/1/2011	98,556	93,817			(7,888)	85,928			2,042	87,970
34	THE GREENS II	<=1999	15	8/1/2011	40,078	40,078			(3,969)	36,109			1,067	37,176
35	THE GREENS II 168-202, 215-234	2000	10	8/1/2010	47,064		47,064		-	47,064			(2,727)	44,337
36	THE LEGENDS 1-32, 72-99	2000	10	8/1/2011	86,475				-	-	86,475		(704)	85,771
37	THE LEGENDS 33-77	2003	10	8/1/2012	93,508					-			-	-
38	THE LEGENDS 78-128	2003	10	8/1/2013	124,915					-			-	-
39	THE LINKS	<=1999	10	8/1/2008	125,644	125,644			(5,624)	120,020			1,734	121,754
40	THE PRESIDIO 4-65	<=1999	10	8/1/2009	140,336	366,810	(229,124)		-	137,686			929	138,616
41	THE SPRINGS (AT SANTA RITA)	<=1999	15	8/1/2012	199,114	191,526	(21,705)		-	169,822	(10,144)		-	159,678
42	THE SPRINGS II Lots 53-108	<=1999	10	8/1/2009	70,311	70,311			(3,657)	66,654			945	67,599
43	THE SPRINGS II PHASE 2	2000	15	8/1/2015	39,924		39,924		(36)	39,888			(377)	39,510
44	UNITED COMMUNITY HEALTH CENTER		10	8/1/2014	15,060					-			-	-
45	METER INSTALLATIONS									-			-	-
46														
47														
48	TOTALS				7,485,142	2,423,996	373,539	-	(52,332)	2,744,627	387,904	-	(1,368)	3,131,162

Farmers Water Company
Refundable Advances in Aid of Construction (AIAC)

Exhibit
Schedule B-2
Page 3.2

Line No.	Description	Year Booked	Term (yrs)	Expiration	Intital Balance	FY 2002 Adds/Adj	FY 2002 Transfer to CIAC	FY 2002 Refunds	FY 2002 Balance	FY 2003 Adds/Adj	FY 2003 Transfer to CIAC	FY 2003 Refunds	FY 2003 Balance
1													
2													
3	COLONIAL REAL	2004	10	8/1/2015	565,050			-	-				-
4	CONTINENTAL SCHOOL	<=1999	10	8/1/2008	106,067			0	105,814			(33)	105,781
5	DE ANZA LINKS II	2006	10	8/1/2017	63,571			-	-				-
6	DE ANZA LINKS, LLC	2004	10	8/1/2014	37,042			-	-				-
7	LAPOSADA	<=1999			446,542		(412,240)	-	-				-
8	LA POSADA 160, 161, 163	2004	10	8/1/2014	189,306			-	-				-
9	LA POSADA ADMIN BLDG	2000	10	8/1/2009	13,295			-	13,134			(66)	13,068
10	LA POSADA GARDEN HOMES III	2000	10	8/1/2010	19,680			-	18,835			(512)	18,324
11	LA POSADA LOT 166	<=1999	10	8/1/2008	7,839			0	7,723			(39)	7,684
12	LA POSADA PH 2	<=1999	10	8/1/2007	37,130			-	32,817			(1,396)	31,421
13	MADERA FOOTHILLS ESTATES	<=1999	10	8/1/2008	152,701			0	151,855			(482)	151,373
14	MADERA FOOTHILLS ESTATES 26-42, 62-6	2004	10	8/1/2014	93,056			-	-				-
15	MADERA HIGHLANDS 17,18,19,23	2005	10	8/1/2015	330,640			-	-				-
16	MADERA HIGHLANDS VILLAGES 11,12,14,2	2006	10	8/1/2015	1,011,103			-	-				-
17	MADERA HIGHLANDS VILLAGES 16	2006	10	8/1/2015	157,701			-	-				-
18	MADERA RESERVE VILLAGE 1 & 2	<=1999	15	8/1/2012	225,442			(0)	209,174			(2,075)	207,098
19	MADERA RESERVE VILLAGE 3	<=1999	15	8/1/2012	35,973			-	35,227			(286)	34,941
20	MADERA RESERVE VILLAGE 4	1999	10	8/1/2008	44,657			(0)	43,307			(413)	42,895
21	MADERA RESERVE VILLAGE 7	2000	10	8/1/2009	156,944			(0)	156,264			(529)	155,734
22	MADERA RESERVE VILLAGE 8-10	2000	10	8/1/2010	185,560			-	185,252			(715)	184,538
23	MADERA RESERVE VILLAGES 5 & 6	<=1999	10	8/1/2009	81,298			-	80,187			(622)	79,565
24	PAR FOR THE COURSE 1	<=1999	15	8/1/2011	15,286			-	14,376			(143)	14,232
25	PASADERA	2001	10	8/1/2011	311,573			-	311,015			(435)	310,580
26	ROADHAVEN - THE SPRINGS	2002	15	8/1/2011	159,677	159,678		-	159,678			(5,513)	154,165
27	SAHUARITA HIGHLANDS 1-153	2005	10	8/1/2017	1,321,878			-	-				-
28	SANTA RITA SPRINGS, LOTS 1-5	2005	10	8/1/2012	44,525			-	-				-
29	SILVER SPRINGS	2000	10	8/1/2010	75,886			-	73,229			(1,443)	71,786
30	SUNRISE POINT	<=1999	15	8/1/2010	251,582			-	239,153			(2,125)	237,028
31	SUNRISE POINT VISTAS	<=1999	15	8/1/2012	186,138			-	182,568			(1,502)	181,067
32	THE FAIRWAYS	2000	10	8/1/2011	77,015			-	76,584			(619)	75,965
33	THE GREENS (lots 1-65....)	<=1999	15	8/1/2011	98,556			(0)	87,970			(2,042)	85,928
34	THE GREENS II	<=1999	15	8/1/2011	40,078			0	37,176			(1,067)	36,109
35	THE GREENS II 168-202, 215-234	2000	10	8/1/2010	47,064			-	44,337			(1,468)	42,869
36	THE LEGENDS 1-32, 72-99	2000	10	8/1/2011	86,475			-	85,771			(887)	84,884
37	THE LEGENDS 33-77	2003	10	8/1/2012	93,508				-	93,508		-	93,508
38	THE LEGENDS 78-128	2003	10	8/1/2013	124,915				-	124,915		-	124,915
39	THE LINKS	<=1999	10	8/1/2008	125,644			-	121,754			(1,734)	120,020
40	THE PRESIDIO 4-65	<=1999	10	8/1/2009	140,336			-	138,616			(929)	137,686
41	THE SPRINGS (AT SANTA RITA)	<=1999	15	8/1/2012	199,114	(159,678)			-				-
42	THE SPRINGS II Lots 53-108	<=1999	10	8/1/2009	70,311			-	67,599			(945)	66,654
43	THE SPRINGS II PHASE 2	2000	15	8/1/2015	39,924			-	39,510			(412)	39,098
44	UNITED COMMUNITY HEALTH CENTER		10	8/1/2014	15,060			-	-	15,060			15,060
45	METER INSTALLATIONS					61,280		-	61,280	41,430		(1,282)	101,428
46													
47													
48	TOTALS				7,485,142	61,280	(412,240)	0	2,780,203	274,913	-	(29,713)	3,025,403

Farmers Water Company
Refundable Advances in Aid of Construction (AIAC)

Exhibit
Schedule B-2
Page 3.3

Line No.	Description	Year Booked	Term (yrs)	Expiration	Intital Balance	FY 2004 Adds/Adj	FY 2004 Transfer to CIAC	FY 2004 Refunds	FY 2004 Balance	FY 2005 Adds/Adj	FY 2005 Transfer to CIAC	FY 2005 Refunds	FY 2005 Balance
1													
2													
3	COLONIAL REAL	2004	10	8/1/2015	565,050	565,050		-	565,050	-		-	565,050
4	CONTINENTAL SCHOOL	<=1999	10	8/1/2008	106,067			(40)	105,741	-		(209)	105,532
5	DE ANZA LINKS II	2006	10	8/1/2017	63,571				-				-
6	DE ANZA LINKS, LLC	2004	10	8/1/2014	37,042	37,042		-	37,042	-		(76)	36,966
7	LAPOSADA	<=1999			446,542				-				-
8	LA POSADA 160, 161, 163	2004	10	8/1/2014	189,306	189,306		-	189,306	-		(816)	188,490
9	LA POSADA ADMIN BLDG	2000	10	8/1/2009	13,295			(66)	13,002	-		(79)	12,922
10	LA POSADA GARDEN HOMES III	2000	10	8/1/2010	19,680			(487)	17,837	-		(552)	17,285
11	LA POSADA LOT 166	<=1999	10	8/1/2008	7,839			(44)	7,639	-		(47)	7,592
12	LA POSADA PH 2	<=1999	10	8/1/2007	37,130			(1,430)	29,990	-		(1,773)	28,217
13	MADERA FOOTHILLS ESTATES	<=1999	10	8/1/2008	152,701			(616)	150,756	-		(509)	150,248
14	MADERA FOOTHILLS ESTATES 26-42, 62-6	2004	10	8/1/2014	93,056	93,056		-	93,056	-		(127)	92,929
15	MADERA HIGHLANDS 17,18,19,23	2005	10	8/1/2015	330,640				-	330,640		-	330,640
16	MADERA HIGHLANDS VILLAGES 11,12,14,2	2006	10	8/1/2015	1,011,103				-				-
17	MADERA HIGHLANDS VILLAGES 16	2006	10	8/1/2015	157,701				-				-
18	MADERA RESERVE VILLAGE 1 & 2	<=1999	15	8/1/2012	225,442			(2,027)	205,071	-		(1,946)	203,125
19	MADERA RESERVE VILLAGE 3	<=1999	15	8/1/2012	35,973			(308)	34,632	-		(315)	34,317
20	MADERA RESERVE VILLAGE 4	1999	10	8/1/2008	44,657			(482)	42,412	-		(518)	41,895
21	MADERA RESERVE VILLAGE 7	2000	10	8/1/2009	156,944			(630)	155,104	-		(700)	154,405
22	MADERA RESERVE VILLAGE 8-10	2000	10	8/1/2010	185,560			(982)	183,556	-		(1,197)	182,358
23	MADERA RESERVE VILLAGES 5 & 6	<=1999	10	8/1/2009	81,298			(678)	78,887	-		(600)	78,287
24	PAR FOR THE COURSE 1	<=1999	15	8/1/2011	15,286			(175)	14,057	-		(162)	13,895
25	PASADERA	2001	10	8/1/2011	311,573			(413)	310,167	-		(529)	309,639
26	ROADHAVEN - THE SPRINGS	2002	15	8/1/2011	159,677			(5,880)	148,285	-		(5,547)	142,737
27	SAHUARITA HIGHLANDS 1-153	2005	10	8/1/2017	1,321,878				-	1,321,878		-	1,321,878
28	SANTA RITA SPRINGS, LOTS 1-5	2005	10	8/1/2012	44,525				-	44,525		(25)	44,500
29	SILVER SPRINGS	2000	10	8/1/2010	75,886			(1,190)	70,596	-		(1,215)	69,381
30	SUNRISE POINT	<=1999	15	8/1/2010	251,582			(2,154)	234,874	-		(1,584)	233,289
31	SUNRISE POINT VISTAS	<=1999	15	8/1/2012	186,138			(1,566)	179,501	-		(2,096)	177,404
32	THE FAIRWAYS	2000	10	8/1/2011	77,015			(743)	75,222	-		(680)	74,542
33	THE GREENS (lots 1-65....)	<=1999	15	8/1/2011	98,556			(2,070)	83,859	-		(2,108)	81,751
34	THE GREENS II	<=1999	15	8/1/2011	40,078			(1,116)	34,993	-		(1,060)	33,933
35	THE GREENS II 168-202, 215-234	2000	10	8/1/2010	47,064			(1,563)	41,306	-		(1,485)	39,821
36	THE LEGENDS 1-32, 72-99	2000	10	8/1/2011	86,475			(1,072)	83,812	-		(1,105)	82,707
37	THE LEGENDS 33-77	2003	10	8/1/2012	93,508			(442)	93,066	-		(684)	92,382
38	THE LEGENDS 78-128	2003	10	8/1/2013	124,915			-	124,915	-		(537)	124,378
39	THE LINKS	<=1999	10	8/1/2008	125,644			(1,748)	118,272	-		(1,762)	116,510
40	THE PRESIDIO 4-65	<=1999	10	8/1/2009	140,336			(1,049)	136,637	-		(1,068)	135,569
41	THE SPRINGS (AT SANTA RITA)	<=1999	15	8/1/2012	199,114				-				-
42	THE SPRINGS II Lots 53-108	<=1999	10	8/1/2009	70,311			(978)	65,676	-		(963)	64,713
43	THE SPRINGS II PHASE 2	2000	15	8/1/2015	39,924			(645)	38,453	-		(711)	37,742
44	UNITED COMMUNITY HEALTH CENTER		10	8/1/2014	15,060			-	15,060	-		(75)	14,985
45	METER INSTALLATIONS					49,955		(6,492)	144,892	25,655		(11,396)	159,151
46													
47													
48	TOTALS				7,485,142	934,409	-	(37,087)	3,922,724	1,722,698	-	(44,258)	5,601,164

Farmers Water Company
Refundable Advances in Aid of Construction (AIAC)

Exhibit
Schedule B-2
Page 3.4

Line No.	Description	Year Booked	Term (yrs)	Expiration	Intital Balance	FY 2006 Adds/Adj	FY 2006 Transfer to CIAC	FY 2006 Refunds	FY 2006 Balance	FY 2007 Adds/Adj	FY 2007 Transfer to CIAC	FY 2007 Refunds	FY 2007 Balance
1													
2													
3	COLONIAL REAL	2004	10	8/1/2015	565,050	-		(52)	564,998	-		(256)	564,742
4	CONTINENTAL SCHOOL	<=1999	10	8/1/2008	106,067	-		(174)	105,358	-		(174)	105,185
5	DE ANZA LINKS II	2006	10	8/1/2017	63,571	63,571		-	63,571	-		-	63,571
6	DE ANZA LINKS, LLC	2004	10	8/1/2014	37,042	-		(228)	36,738	-		(115)	36,623
7	LAPOSADA	<=1999			446,542				-				-
8	LA POSADA 160, 161, 163	2004	10	8/1/2014	189,306	-		(856)	187,633	-		(923)	186,710
9	LA POSADA ADMIN BLDG	2000	10	8/1/2009	13,295	-		(72)	12,850	-		(40)	12,810
10	LA POSADA GARDEN HOMES III	2000	10	8/1/2010	19,680	-		(426)	16,859	-		(226)	16,633
11	LA POSADA LOT 166	<=1999	10	8/1/2008	7,839	-		(78)	7,515	-		(51)	7,463
12	LA POSADA PH 2	<=1999	10	8/1/2007	37,130	-		(1,963)	26,255	-		(1,676)	24,578
13	MADERA FOOTHILLS ESTATES	<=1999	10	8/1/2008	152,701	-		(648)	149,600	-		(590)	149,010
14	MADERA FOOTHILLS ESTATES 26-42, 62-6	2004	10	8/1/2014	93,056	-		(245)	92,684	-		(292)	92,392
15	MADERA HIGHLANDS 17,18,19,23	2005	10	8/1/2015	330,640	-		-	330,640	-		(70)	330,570
16	MADERA HIGHLANDS VILLAGES 11,12,14,2	2006	10	8/1/2015	1,011,103	1,011,103		-	1,011,103	-		(340)	1,010,763
17	MADERA HIGHLANDS VILLAGES 16	2006	10	8/1/2015	157,701	157,219		-	157,219	-		(1,577)	155,643
18	MADERA RESERVE VILLAGE 1 & 2	<=1999	15	8/1/2012	225,442	-		(2,359)	200,766	-		(1,661)	199,104
19	MADERA RESERVE VILLAGE 3	<=1999	15	8/1/2012	35,973	-		(404)	33,913	-		(312)	33,602
20	MADERA RESERVE VILLAGE 4	1999	10	8/1/2008	44,657	-		(589)	41,305	-		(424)	40,881
21	MADERA RESERVE VILLAGE 7	2000	10	8/1/2009	156,944	-		(790)	153,615	-		(479)	153,136
22	MADERA RESERVE VILLAGE 8-10	2000	10	8/1/2010	185,560	-		(1,365)	180,993	-		(993)	180,000
23	MADERA RESERVE VILLAGES 5 & 6	<=1999	10	8/1/2009	81,298	-		(685)	77,603	-		(424)	77,179
24	PAR FOR THE COURSE 1	<=1999	15	8/1/2011	15,286	-		(225)	13,670	-		(128)	13,542
25	PASADERA	2001	10	8/1/2011	311,573	-		(694)	308,944	-		(532)	308,412
26	ROADHAVEN - THE SPRINGS	2002	15	8/1/2011	159,677	-	(51,881)	(4,989)	85,867	-		(926)	84,942
27	SAHUARITA HIGHLANDS 1-153	2005	10	8/1/2017	1,321,878	-		-	1,321,878	-		-	1,321,878
28	SANTA RITA SPRINGS, LOTS 1-5	2005	10	8/1/2012	44,525	-		(10)	44,490	-		(2)	44,488
29	SILVER SPRINGS	2000	10	8/1/2010	75,886	-		(1,279)	68,102	-		(1,167)	66,934
30	SUNRISE POINT	<=1999	15	8/1/2010	251,582	-		(2,120)	231,170	-		(1,048)	230,122
31	SUNRISE POINT VISTAS	<=1999	15	8/1/2012	186,138	-		(1,674)	175,730	-		(857)	174,873
32	THE FAIRWAYS	2000	10	8/1/2011	77,015	-		(784)	73,758	-		(414)	73,344
33	THE GREENS (lots 1-65....)	<=1999	15	8/1/2011	98,556	-		(2,255)	79,496	-		(1,123)	78,373
34	THE GREENS II	<=1999	15	8/1/2011	40,078	-		(1,049)	32,884	-		(552)	32,332
35	THE GREENS II 168-202, 215-234	2000	10	8/1/2010	47,064	-		(1,569)	38,252	-		(557)	37,695
36	THE LEGENDS 1-32, 72-99	2000	10	8/1/2011	86,475	-		(1,047)	81,660	-		(470)	81,191
37	THE LEGENDS 33-77	2003	10	8/1/2012	93,508	-		(702)	91,680	-		(314)	91,366
38	THE LEGENDS 78-128	2003	10	8/1/2013	124,915	-		(705)	123,673	-		(301)	123,372
39	THE LINKS	<=1999	10	8/1/2008	125,644	-		(1,781)	114,729	-		(996)	113,732
40	THE PRESIDIO 4-65	<=1999	10	8/1/2009	140,336	-		(1,053)	134,516	-		(521)	133,995
41	THE SPRINGS (AT SANTA RITA)	<=1999	15	8/1/2012	199,114				-				-
42	THE SPRINGS II Lots 53-108	<=1999	10	8/1/2009	70,311	-		(926)	63,788	-		(367)	63,420
43	THE SPRINGS II PHASE 2	2000	15	8/1/2015	39,924	-		(734)	37,008	-		(285)	36,723
44	UNITED COMMUNITY HEALTH CENTER		10	8/1/2014	15,060	-		(70)	14,915	-		(43)	14,872
45	METER INSTALLATIONS					43,588		(11,769)	190,970	123,900		(6,154)	308,716
46													
47													
48	TOTALS				7,485,142	1,275,481	(51,881)	(46,369)	6,778,395	123,900	-	(27,380)	6,874,915

Farmers Water Co.
Test Year Ended September 30, 2007
Original Cost Rate Base Proforma Adjustments
Adjustment 3

Exhibit
Schedule B-2
Page 4
Witness: Bourassa

Line No.				Adjusment label
1	Contributions-in-aid of Construction (CIAC)			
2				
3	Computed Balance	$	576,492	
4	Balance per Company Schedule E-1		278,839	
5	Difference	$	297,653	
6				
7				3a
8	Increase (Decrease) to CIAC	$	297,653	
9				
10	Accumulated Amortization CIAC			
11				
12	Computed Balance	$	111,381	
13	Balance per Company Schedule E-1		54,432	
14	Difference	$	56,949	
15				
16				
17	(Increase) Decrease to Accumulated Amortization CIAC	$	(56,949)	3b
18				
19	SUPPORTING SCHEDULES			
20	B-2, pages 4.1 to 4.2			
21				
22				
23				
24				

Farmers Water Company
Contributions-in-aid of Construction (CIAC)

Exhibit
Schedule B-2
Page 4.1

Line No.	Description	Per Decision Balance FY 1999 9/30/1999	FY 2000 Adds/Adj	FY 2000 Balance	FY 2001 Adds/Adj	FY 2001 Balance	FY 2002 Adds/Adj	FY 2002 Balance	FY 2003 Adds/Adj	FY 2003 Balance
1										
2										
3	THE SPRINGS AT SANTA RITA	56,000	(56,000)	-		-		-		-
4	WELL NP2 - SERVICE TO 40+/- ACRES	30,972		30,972		30,972		30,972		30,972
5	METERS TO 9/30/96	10,640		10,640		10,640		10,640		10,640
6	METERS 10/1/97 TO 8/31/97	10,660		10,660		10,660		10,660		10,660
7	METERS 9/1/97 TO 8/31/98	13,140		13,140		13,140		13,140		13,140
8	METERS 9/1/98 TO 8/31/99	12,900		12,900		12,900		12,900		12,900
9	METERS 9/1/99 TO 8/31/00		16,780	16,780		16,780		16,780		16,780
10	METERS 9/1/00 TO 8/31/01			-	8,440	8,440		8,440		8,440
11	METERS 9/1/01 TO 9/30/02			-		-	2,400	2,400		2,400
12	METERS 10/1/02-9/30/03			-		-		-	6,440	6,440
13	ROADHAVEN II - THE SPRINGS AT SANTA RITA			-		-		-		-
14	LA POSADA			-		-	412,240	412,240		412,240
15				-		-		-		-
16				-		-		-		-
17				-		-		-		-
18				-		-		-		-
19										
20										
21	TOTALS	134,312	(39,220)	95,092	8,440	103,532	414,640	518,172	6,440	524,612
22										
23		134,312		-		-		-		-
24										
25	Difference	-		95,092		103,532		518,172		524,612
26										
27										
28	Amortization Rate Prior to Decision 63749 (June 200			2.288%		2.288%				
29	Amortization Rate (Composite Depr Rate)					3.012%		3.386%		3.364%
30	Amortization (1/2 yr convention)			2,624		2,452		10,527		17,537
31	Accumulated Amortization	18,060		20,684		23,136		33,662		51,200

Farmers Water Company
Contributions-in-aid of Construction (CIAC)

Exhibit
Schedule B-2
Page 4.2

Line No.	Description	FY 2004 Adds/Adj	FY 2004 Balance	FY 2005 Adds/Adj	FY 2005 Balance	FY 2006 Adds/Adj	FY 2006 Balance	FY 2007 Adds/Adj	FY 2007 Balance
1									
2									
3	THE SPRINGS AT SANTA RITA		-	-	-		-	-	-
4	WELL NP2 - SERVICE TO 40+/- ACRES		30,972		30,972		30,972		30,972
5	METERS TO 9/30/96		10,640		10,640		10,640		10,640
6	METERS 10/1/97 TO 8/31/97		10,660		10,660		10,660		10,660
7	METERS 9/1/97 TO 8/31/98		13,140		13,140		13,140		13,140
8	METERS 9/1/98 TO 8/31/99		12,900		12,900		12,900		12,900
9	METERS 9/1/99 TO 8/31/00		16,780		16,780		16,780		16,780
10	METERS 9/1/00 TO 8/31/01		8,440		8,440		8,440		8,440
11	METERS 9/1/01 TO 9/30/02		2,400		2,400		2,400		2,400
12	METERS 10/1/02-9/30/03		6,440		6,440		6,440		6,440
13	ROADHAVEN II - THE SPRINGS AT SANTA RITA		-		-	51,881	51,881		51,881
14	LA POSADA		412,240		412,240		412,240		412,240
15			-		-		-		-
16			-		-		-		-
17			-		-		-		-
18			-		-		-		-
19									
20									
21	TOTALS	-	524,612	-	524,612	51,881	576,492	-	576,492
22									
23			-		-		-		-
24									
25	Difference		524,612		524,612		576,492		576,492
26									
27									
28	Amortization Rate Prior to Decision 63749 (June 200								
29	Amortization Rate (Composite Depr Rate)		3.191%		2.829%		2.340%		2.726%
30	Amortization (1/2 yr convention)		16,741		14,841		12,883		15,715
31	Accumulated Amortization		67,941		82,782		95,665		111,381

Farmers Water Co.
Test Year Ended September 30, 2007
Computation of Working Capital

Exhibit
Schedule B-5
Page 1
Witness: Bourassa

Line No.			
1	Cash Working Capital (1/8 of Allowance		
2	Operation and Maintenance Expense)	$	46,645
3	Pumping Power (1/24 of Pumping Power)		725
4	Purchased Water (1/24 of Purchased Water)		-
5	Prepayments		(703)
6	Materials and Supplies		-
7			
8			
9	Total Working Capital Allowance	$	46,667
10			
11			
12	Working Capital Requested	$	-
13			
14			
15	SUPPORTING SCHEDULES:	RECAP SCHEDULES:	
16	E-1	B-1	
17			

Farmers Water Co.
Test Year Ended September 30, 2007
Income Statement

Exhibit
Schedule C-1
Page 1
Witness: Bourassa

Line No.		Test Year Book Results	Label	Adjustment	Test Year Adjusted Results	Proposed Rate Increase	Adjusted with Rate Increase
1	**Revenues**						
2	Metered Water Revenues	$ 532,073	4a	$ 19,125	$ 551,198	$ 200,072	$ 751,270
3	Unmetered Water Revenues	-			-		-
4	Other Water Revenues	7,790	4b	4,295	12,085		12,085
5		$ 539,863		$ 23,420	$ 563,283	$ 200,072	$ 763,355
6	**Operating Expenses**						
7	Salaries and Wages	$ 193,709	6a/7a/8a	(13,201)	$ 180,508		$ 180,508
8	Purchased Water	-			-		-
9	Purchased Power	16,942	5	458	17,400		17,400
10	Chemicals	-			-		-
11	Repairs and Maintenance	76,477			76,477		76,477
12	Office Supplies and Expense	15,427			15,427		15,427
13	Outside Services	15,105			15,105		15,105
14	Water Testing	11,154			11,154		11,154
15	Rents	-			-		-
16	Transportation Expenses	2,018			2,018		2,018
17	Insurance - General Liability	3,317			3,317		3,317
18	Insurance - Worker's Comp.	-	7b	7,832	7,832		7,832
19	Insurance - Health and Life	22,691			22,691		22,691
20	Reg. Commission Exp. - Rate Case	-	3	15,000	15,000		15,000
21	Miscellaneous Expense	8,494			8,494		8,494
22	Depreciation Expense	284,911	1	(44,639)	240,272		240,272
23	Amortization of Gain on Well	-			-		-
24	Amortization of CAP				-		-
25	Taxes Other Than Income	-	6b/8b	15,140	15,140		15,140
26	Property Taxes	20,099	2	7,235	27,334		27,334
27	Income Tax	-	10	(26,026)	(26,026)	54,876	28,851
28	**Total Operating Expenses**	$ 670,344		$ (38,201)	$ 632,143	$ 54,876	$ 687,019
29	**Operating Income**	$ (130,481)		$ 61,621	$ (68,860)	$ 145,196	$ 76,335
30	**Other Income (Expense)**						
31	Interest Income	-	9a	-	-		-
32	Other income (loss)	4,953	9b	(4,953)	-		-
33	Interest Expense	-			-		-
34	Other Income (Expense)	500	9c	(500)	-		-
35		-			-		-
36	**Total Other Income (Expense)**	$ 5,453		$ (5,453)	$ -	$ -	$ -
37	**Net Profit (Loss)**	$ (125,028)		$ 56,168	$ (68,860)	$ 145,196	$ 76,335
38							
39	SUPPORTING SCHEDULES:					RECAP SCHEDULES:	
40	C-2					A-1	
41	E-2						

Farmers Water Co.
Test Year Ended September 30, 2007
Adjustments to Revenues and Expenses

Exhibit
Schedule C-2
Page 1
Witness: Bourassa

Adjustments to Revenues and Expenses

Line No.		1 Depreciation Expense	2 Property Taxes	3 Rate Case Expense	4 Revenue Annualization	5 Purchased Power	6 Reclass Payroll Taxes	Subtotal
1								
2								
3	Revenues				23,420			23,420
4								
5	Expenses	(44,639)	7,235	15,000		458	-	(21,946)
6								
7	Operating							
8	Income	44,639	(7,235)	(15,000)	23,420	(458)	-	45,365
9								
10	Interest							
11	Expense							-
12	Other							
13	Income /						-	-
14	Expense							
15								
16	Net Income	44,639	(7,235)	(15,000)	23,420	(458)	-	45,365

Adjustments to Revenues and Expenses

		7 Reclass Worker's Comp.	8 Wages & Salaries	9 Remove Other Inc./Oth. Exp.	10 Income Taxes	11 Intentionally Left Blank	12 Intentionally Left Blank	Subtotal
17								
18								
19								
20								
21								
22	Revenues							23,420
23								
24	Expenses	-	9,770		(26,026)			(38,201)
25								
26	Operating							
27	Income	-	(9,770)	-	26,026	-	-	61,621
28								
29	Interest							
30	Expense							-
31	Other							
32	Income /			(5,453)				(5,453)
33	Expense							
34								
35	Net Income	-	(9,770)	(5,453)	26,026	-	-	56,168
36								

Farmers Water Co.
Test Year Ended September 30, 2007
Adjustments to Revenues and Expenses
Adjustment Number 1

Exhibit
Schedule C-2
Page 2
Witness: Bourassa

Line No.					
1	Depreciation Expense				
2					
3	**Account**			**Proposed**	**Depreciation**
4	**No.**	**Description**	**Original Cost**	**Rate**	**Expense**
5	301	Organization Cost	6,893	0.00%	-
6	302	Franchise Cost	-	0.00%	-
7	303	Land and Land Rights	-	0.00%	-
8	304	Structures and Improvements	14,565	3.33%	485
9	307	Wells and Springs	694,075	3.33%	23,113
10	311	Electric Pumping Equipment	269,905	**12.50%**	33,738
11	320	Water Treatment Equipment	-		-
12	320.1	Water Treatment Plants	-	3.33%	-
13	320.2	Chemical Solution Feeders	10,482	20.00%	2,096
14	330	Distribution Reservoirs & Standpipe	-		-
15	330.1	Storage Tanks	467,978	2.22%	10,389
16	330.2	Pressure Tanks	-	5.00%	-
17	331	Transmission and Distribution Mains	5,821,757	2.00%	116,435
18	333	Services	806,566	3.33%	26,859
19	334	Meters	198,942	8.33%	16,572
20	335	Hydrants	233,265	2.00%	4,665
21	336	BackFlow Prevention Devices	-	6.67%	-
22	339	Plant Structures and Improvements	-	6.67%	-
23	340	Office Furniture and Fixtures	-	6.67%	-
24	340.1	Computers and Software	54,488	20.00%	10,898
25	341	Transportation Equipment	52,060	20.00%	10,412
26	342	Stores Equipment	-	4.00%	-
27	343	Tools and Work Equipment	-	5.00%	-
28	344	Laboratory Equipment	-	10.00%	-
29	345	Power Operated Equipment	-	5.00%	-
30	346	Communications Equipment	-	10.00%	-
31	347	Miscellaneous Equipment	-	10.00%	-
32	348	Other Tangible Plant	-	3.33%	-
33					
34		TOTALS	$ 8,630,976		$ 255,662
35					
36					
37					
38	Less: Amortization of Contributions - Balance End of TY		$ 519,544	2.9621%	$ (15,390)
39					
40	Total Depreciation Expense				$ 240,272
41					
42	Test Year Depreciation Expense				$ 284,911
43					
44	Increase (decrease) in Depreciation Expense				(44,639)
45					
46	Adjustment to Revenues and/or Expenses				$ (44,639)

Farmers Water Co.
Test Year Ended September 30, 2007
Adjustment to Revenues and Expenses
Adjustment Number 2

Exhibit
Schedule C-2
Page 3
Witness: Bourassa

Line No.			
1	Property Taxes:		
2			
3	Adjusted Revenues in year ended 09/30/07	$	563,283
4	Adjusted Revenues in year ended 09/30/07		563,283
5	Proposed Revenues		763,355
6	Average of three year's of revenue	$	629,973
7	Average of three year's of revenue, times 2	$	1,259,947
8	Add:		
9	Construction Work in Progess at 10%	$	-
10	Deduct:		
11	Book Value of Transportation Equipment		35,933
12			
13	Full Cash Value	$	1,224,014
14	Assessment Ratio		22%
15	Assessed Value		269,283
16	Property Tax Rate		10.1418%
17			
18	Property Tax		27,310
19	Tax on Parcels		24
20			
21	Total Property Tax at Proposed Rates	$	27,334
22	Property Taxes in the test year		20,099
23	Change in Property Taxes	$	7,235
24			
25			
26	Adjustment to Revenues and/or Expenses	$	7,235
27			
28			

Farmers Water Co.
Test Year Ended September 30, 2007
ADJUSTMENTS TO REVENUES AND/OR EXPENSES
Adjustment Number 3

Exhibit
Schedule C-2
Page 4
Witness: Bourassa

Line No.			
1	Rate Case Expense		
2			
3	Estimated Rate Case Expense	$	75,000
4			
5	Rate Case Expense	$	75,000
6			
7	Estimated Amortization Period (in Years)		5.0
8			
9	Annual Rate Case Expense	$	15,000
10			
11	Test Year Rate Case Expense	$	-
12			
13	Increase(decrease) Rate Case Expense	$	15,000
14			
15	Adjustment to Revenue and/or Expense	$	15,000
16			
17			
18			
19			
20			
21			
22			
23			
24			

Farmers Water Co.
Test Year Ended September 30, 2007
Adjustment to Revenues and Expenses
Adjustment Number 4

Exhibit
Schedule C-2
Page 5
Witness: Bourassa

Line No.				Adj. Label
1	Revenue Annualization			
2				
3				
4	Revenue Annualization	$	19,125	4a
5				
6	Increase in metered Revenues	$	19,125	
7				
8				
9	Revenues from changes to Misc. Service Charges	$	4,295	
10				
11	Increase in Misc. Revenues	$	4,295	4b
12				
13				
14				
15	Total Revenue from Annualization	$	23,420	
16				
17				
18	Adjustment to Revenue and/or Expense	$	23,420	
19				
20	SUPPORTING SCHEDULES			
21	C-2 pages 5.1 to 5.12			
22	H-1			
23	H-3, page 3.1			
24				
25				
26				
27				

Farmers Water Co.
5/8 Inch Residential
Customers to Year End Levels
Test Year Ended September 30, 2007

Exhibit
Schedule C-2
Page 5.1
Witness: Bourassa

Line No.		Month of Oct-06	Month of Nov-06	Month of Dec-06	Month of Jan-07	Month of Feb-07	Month of Mar-07	Month of Apr-07
1	Year End Number of Customers	1,884	1,884	1,884	1,884	1,884	1,884	1,884
2	Actual Customers	1,664	1,752	1,764	1,776	1,795	1,818	1,839
3	Increase in Number of Customers/Bills	220	132	120	108	89	66	45
4	Average Revenue / Present Rates	$ 13.65	$ 13.67	$ 12.04	$ 13.74	$ 13.56	$ 15.23	$ 14.37
5	Revenue Annualization / Present Rates	$ 3,003	$ 1,805	$ 1,444	$ 1,483	$ 1,207	$ 1,005	$ 646
6								
7	Increase in Number of Customers	220	132	120	108	89	66	45
8	Average Revenue / Proposed Rates	$ 17.20	$ 17.23	$ 14.89	$ 17.32	$ 17.08	$ 19.32	$ 18.16
9	Revenue Annualization / Proposed Rates	$ 3,784	$ 2,274	$ 1,787	$ 1,870	$ 1,520	$ 1,275	$ 817
10	Additional Gallons to be Produced	1,236,405	743,804	531,484	613,447	494,599	442,935	275,150
11								
12								
13								
14		Month of May-07	Month of Jun-07	Month of Jul-07	Month of Aug-07	Month of Sep-07		Total Year
15	Year End Number of Customers	1,884	1,884	1,884	1,884	1,884		
16	Actual Customers	1,836	1,839	1,836	1,832	1,875		
17	Increase in Number of Customers/Bills	48	52	9	(16)	-		873
18	Average Revenue / Present Rates	$ 15.07	$ 17.43	$ 13.30	$ 13.11	$ 13.49		
19	Revenue Annualization / Present Rates	$ 724	$ 906	$ 120	$ (210)	$ -		$ 12,134
20								
21	Increase in Number of Customers	48	52	9	(16)	-		
22	Average Revenue / Proposed Rates	$ 19.11	$ 22.27	$ 16.74	$ 16.47	$ 16.99		
23	Revenue Annualization / Proposed Rates	$ 724	$ 906	$ 120	$ (210)	$ -		$ 15,290
24	Additional Gallons to be Produced	316,908	427,893	48,424	(83,924)	-		5,047,125

Farmers Water Co.
5/8 Inch Commercial
Customers to Year End Levels
Test Year Ended September 30, 2007

Exhibit
Schedule C-2
Page 5.2
Witness: Bourassa

Line No.		Month of Oct-06	Month of Nov-06	Month of Dec-06	Month of Jan-07	Month of Feb-07	Month of Mar-07	Month of Apr-07
1	Year End Number of Customers	18	18	18	18	18	18	18
2	Actual Customers	18	18	18	18	17	18	18
3	Increase in Number of Customers/Bills	-	-	-	-	1	-	-
4	Average Revenue / Present Rates	$ 31.40	$ 19.40	$ 14.72	$ 12.47	$ 15.01	$ 15.33	$ 19.96
5	Revenue Annualization / Present Rates	$ -	$ -	$ -	$ -	$ 15	$ -	$ -
6								
7	Increase in Number of Customers	-	-	-	-	1	-	-
8	Average Revenue / Proposed Rates	$ 45.02	$ 26.87	$ 20.61	$ 17.53	$ 20.99	$ 21.42	$ 27.62
9	Revenue Annualization / Proposed Rates	$ -	$ -	$ -	$ -	$ 21	$ -	$ -
10	Additional Gallons to be Produced	-	-	-	-	6,559	-	-
11								
12								
13								
14		Month of May-07	Month of Jun-07	Month of Jul-07	Month of Aug-07	Month of Sep-07		Total Year
15	Year End Number of Customers	18	18	18	18	18		
16	Actual Customers	18	18	18	18	18		
17	Increase in Number of Customers/Bills	-	-	-	-	-		1
18	Average Revenue / Present Rates	$ 21.01	$ 23.48	$ 27.40	$ 22.02	$ 20.32		
19	Revenue Annualization / Present Rates	$ -	$ -	$ -	$ -	$ -		$ 15
20								
21	Increase in Number of Customers	-	-	-	-	-		
22	Average Revenue / Proposed Rates	$ 29.21	$ 32.97	$ 38.94	$ 30.74	$ 28.16		
23	Revenue Annualization / Proposed Rates	$ -	$ -	$ -	$ -	$ -		$ 21
24	Additional Gallons to be Produced	-	-	-	-	-		6,559

Farmers Water Co.
5/8 Inch Industrial
Customers to Year End Levels
Test Year Ended September 30, 2007

Exhibit
Schedule C-2
Page 5.3
Witness: Bourassa

Line No.		Month of Oct-06	Month of Nov-06	Month of Dec-06	Month of Jan-07	Month of Feb-07	Month of Mar-07	Month of Apr-07
1	Year End Number of Customers	5	5	5	5	5	5	5
2	Actual Customers	4	3	6	5	5	5	5
3	Increase in Number of Customers/Bills	1	2	(1)	-	-	-	-
4	Average Revenue / Present Rates	$ 25.16	$ 10.88	$ 11.92	$ 12.38	$ 11.75	$ 9.75	$ 11.75
5	Revenue Annualization / Present Rates	$ 25	$ 22	$ (12)	$ -	$ -	$ -	$ -
6								
7	Increase in Number of Customers	1	2	(1)	-	-	-	-
8	Average Revenue / Proposed Rates	$ 35.52	$ 15.05	$ 16.67	$ 17.38	$ 16.41	$ 13.31	$ 16.41
9	Revenue Annualization / Proposed Rates	$ 36	$ 30	$ (17)	$ -	$ -	$ -	$ -
10	Additional Gallons to be Produced	13,126	7,001	(4,334)	-	-	-	-
11								
12								
13								
14								

Line No.		Month of May-07	Month of Jun-07	Month of Jul-07	Month of Aug-07	Month of Sep-07	Total Year
15	Year End Number of Customers	5	5	5	5	5	
16	Actual Customers	3	5	3	6	5	
17	Increase in Number of Customers/Bills	2	(1)	-	1	-	4
18	Average Revenue / Present Rates	$ 9.21	$ 14.93	$ 18.70	$ 14.38	$ 11.75	
19	Revenue Annualization / Present Rates	$ 18	$ (15)	$ -	$ 14	$ -	$ 53
20							
21	Increase in Number of Customers	2	(1)	-	1	-	
22	Average Revenue / Proposed Rates	$ 12.46	$ 20.88	$ 25.93	$ 20.15	$ 16.41	
23	Revenue Annualization / Proposed Rates	$ 18	$ (15)	$ -	$ 14	$ -	$ 73
24	Additional Gallons to be Produced	4,334	(6,501)	-	6,126	-	19,752

Farmers Water Co.
1 Inch Residential
Customers to Year End Levels
Test Year Ended September 30, 2007

Exhibit
Schedule C-2
Page 5.4
Witness: Bourassa

Line No.		Month of Oct-06	Month of Nov-06	Month of Dec-06	Month of Jan-07	Month of Feb-07	Month of Mar-07	Month of Apr-07
1	Year End Number of Customers	245	245	245	245	245	245	245
2	Actual Customers	192	205	199	208	208	226	225
3	Increase in Number of Customers/Bills	53	40	46	37	37	19	20
4	Average Revenue / Present Rates	$ 19.96	$ 21.85	$ 15.47	$ 17.09	$ 19.39	$ 23.76	$ 19.08
5	Revenue Annualization / Present Rates	$ 1,058	$ 874	$ 712	$ 632	$ 717	$ 451	$ 382
6								
7	Increase in Number of Customers	53	40	46	37	37	19	20
8	Average Revenue / Proposed Rates	$ 26.33	$ 28.86	$ 20.33	$ 22.50	$ 25.57	$ 31.22	$ 25.15
9	Revenue Annualization / Proposed Rates	$ 1,396	$ 1,155	$ 935	$ 832	$ 946	$ 593	$ 503
10	Additional Gallons to be Produced	437,075	381,965	237,070	232,066	290,582	204,503	152,775
11								
12								
13								
14		Month of May-07	Month of Jun-07	Month of Jul-07	Month of Aug-07	Month of Sep-07		Total Year
15	Year End Number of Customers	245	245	245	245	245		
16	Actual Customers	225	225	225	222	223		
17	Increase in Number of Customers/Bills	20	23	22	6	-		323
18	Average Revenue / Present Rates	$ 23.59	$ 31.66	$ 23.49	$ 22.06	$ 20.97		
19	Revenue Annualization / Present Rates	$ 472	$ 728	$ 517	$ 132	$ -		$ 6,675
20								
21	Increase in Number of Customers	20	23	22	6	-		
22	Average Revenue / Proposed Rates	$ 31.02	$ 42.25	$ 30.90	$ 29.15	$ 27.69		
23	Revenue Annualization / Proposed Rates	$ 472	$ 728	$ 517	$ 132	$ -		$ 8,807
24	Additional Gallons to be Produced	213,209	357,689	233,161	58,195	-		2,798,290

Farmers Water Co.
1 Inch Commercial
Customers to Year End Levels
Test Year Ended September 30, 2007

Exhibit
Schedule C-2
Page 5.5
Witness: Bourassa

Line No.		Month of Oct-06	Month of Nov-06	Month of Dec-06	Month of Jan-07	Month of Feb-07	Month of Mar-07	Month of Apr-07
1	Year End Number of Customers	9	9	9	9	9	9	9
2	Actual Customers	9	9	9	9	9	7	9
3	Increase in Number of Customers/Bills	-	-	-	-	-	2	-
4	Average Revenue / Present Rates	$ 39.18	$ 30.38	$ 34.42	$ 41.57	$ 40.01	$ 24.74	$ 54.86
5	Revenue Annualization / Present Rates	$ -	$ -	$ -	$ -	$ -	$ 49	$ -
6								
7	Increase in Number of Customers	-	-	-	-	-	2	-
8	Average Revenue / Proposed Rates	$ 53.70	$ 40.31	$ 46.45	$ 57.32	$ 54.95	$ 32.38	$ 77.54
9	Revenue Annualization / Proposed Rates	$ -	$ -	$ -	$ -	$ -	$ 65	$ -
10	Additional Gallons to be Produced	-	-	-	-	-	22,715	-
11								
12								
13								
14		Month of May-07	Month of Jun-07	Month of Jul-07	Month of Aug-07	Month of Sep-07		Total Year
15	Year End Number of Customers	9	9	9	9	9		
16	Actual Customers	9	9	9	9	9		
17	Increase in Number of Customers/Bills	-	-	-	-	-		2
18	Average Revenue / Present Rates	$ 46.24	$ 47.43	$ 16.62	$ 26.17	$ 46.33		
19	Revenue Annualization / Present Rates	$ -	$ -	$ -	$ -	$ -		$ 49
20								
21	Increase in Number of Customers	-	-	-	-	-		
22	Average Revenue / Proposed Rates	$ 64.43	$ 66.25	$ 21.86	$ 34.05	$ 64.57		
23	Revenue Annualization / Proposed Rates	$ -	$ -	$ -	$ -	$ -		$ 65
24	Additional Gallons to be Produced	-	-	-	-	-		22,715

Farmers Water Co.
1 Inch Industrial
Customers to Year End Levels
Test Year Ended September 30, 2007

Exhibit
Schedule C-2
Page 5.6
Witness: Bourassa

Line No.		Month of Oct-06	Month of Nov-06	Month of Dec-06	Month of Jan-07	Month of Feb-07	Month of Mar-07	Month of Apr-07
1	Year End Number of Customers	2	2	2	2	2	2	2
2	Actual Customers	3	4	3	4	2	2	2
3	Increase in Number of Customers/Bills	(1)	(2)	(1)	(2)	-	-	-
4	Average Revenue / Present Rates	$ 183.97	$ 181.71	$ 148.81	$ 54.23	$ 104.76	$ 153.99	$ 104.34
5	Revenue Annualization / Present Rates	$ (184)	$ (363)	$ (149)	$ (108)	$ -	$ -	$ -
6								
7	Increase in Number of Customers	(1)	(2)	(1)	(2)	-	-	-
8	Average Revenue / Proposed Rates	$ 273.93	$ 270.49	$ 220.45	$ 76.58	$ 153.45	$ 228.34	$ 152.81
9	Revenue Annualization / Proposed Rates	$ (274)	$ (541)	$ (220)	$ (153)	$ -	$ -	$ -
10	Additional Gallons to be Produced	(107,858)	(212,977)	(86,551)	(58,458)	-	-	-
11								
12								
13								
14								

Line No.		Month of May-07	Month of Jun-07	Month of Jul-07	Month of Aug-07	Month of Sep-07	Total Year
15	Year End Number of Customers	2	2	2	2	2	
16	Actual Customers	2	2	2	2	1	
17	Increase in Number of Customers/Bills	-	-	1	-	-	(5)
18	Average Revenue / Present Rates	$ 155.08	$ 252.04	$ 244.50	$ 96.38	$ 96.38	
19	Revenue Annualization / Present Rates	$ -	$ -	$ 244	$ -	$ -	$ (560)
20							
21	Increase in Number of Customers	-	-	1	-	-	
22	Average Revenue / Proposed Rates	$ 229.99	$ 377.48	$ 366.00	$ 140.70	$ 140.70	
23	Revenue Annualization / Proposed Rates	$ -	$ -	$ 244	$ -	$ -	$ (823)
24	Additional Gallons to be Produced	-	-	144,544	-	-	(321,299)

Farmers Water Co.
1.5 Inch Multi-Family
Customers to Year End Levels
Test Year Ended September 30, 2007

Exhibit
Schedule C-2
Page 5.7
Witness: Bourassa

Line No.		Month of Oct-06	Month of Nov-06	Month of Dec-06	Month of Jan-07	Month of Feb-07	Month of Mar-07	Month of Apr-07
1	Year End Number of Customers	10	10	10	10	10	10	10
2	Actual Customers	7	8	7	9	8	10	9
3	Increase in Number of Customers/Bills	3	2	3	1	2	-	1
4	Average Revenue / Present Rates	$ 32.39	$ 65.28	$ 46.89	$ 52.63	$ 31.66	$ 75.21	$ 60.85
5	Revenue Annualization / Present Rates	$ 97	$ 131	$ 141	$ 53	$ 63	$ -	$ 61
6								
7	Increase in Number of Customers	3	2	3	1	2	-	1
8	Average Revenue / Proposed Rates	$ 46.99	$ 90.52	$ 64.06	$ 71.28	$ 46.13	$ 105.63	$ 83.78
9	Revenue Annualization / Proposed Rates	$ 141	$ 181	$ 192	$ 71	$ 92	$ -	$ 84
10	Additional Gallons to be Produced	40,716	67,001	67,073	25,834	26,251	-	30,816
11								
12								
13								
14		Month of May-07	Month of Jun-07	Month of Jul-07	Month of Aug-07	Month of Sep-07		Total Year
15	Year End Number of Customers	10	10	10	10	10		
16	Actual Customers	7	9	7	9	9		
17	Increase in Number of Customers/Bills	3	1	1	-	-		17
18	Average Revenue / Present Rates	$ 85.56	$ 73.97	$ 82.18	$ 60.90	$ 81.15		
19	Revenue Annualization / Present Rates	$ 257	$ 74	$ 82	$ -	$ -		$ 958
20								
21	Increase in Number of Customers	3	1	1	-	-		
22	Average Revenue / Proposed Rates	$ 121.37	$ 103.75	$ 116.23	$ 83.87	$ 114.66		
23	Revenue Annualization / Proposed Rates	$ 257	$ 74	$ 82	$ -	$ -		$ 1,346
24	Additional Gallons to be Produced	137,379	38,771	43,743	-	-		477,582

Farmers Water Co.
1.5 Inch Commercial
Customers to Year End Levels
Test Year Ended September 30, 2007

Exhibit
Schedule C-2
Page 5.8
Witness: Bourassa

Line No.		Month of Oct-06	Month of Nov-06	Month of Dec-06	Month of Jan-07	Month of Feb-07	Month of Mar-07	Month of Apr-07
1	Year End Number of Customers	7	7	7	7	7	7	7
2	Actual Customers	7	10	9	7	11	6	7
3	Increase in Number of Customers/Bills	-	(3)	(2)	-	(4)	1	-
4	Average Revenue / Present Rates	$ 67.87	$ 40.94	$ 34.66	$ 37.58	$ 42.55	$ 40.94	$ 53.25
5	Revenue Annualization / Present Rates	$ -	$ (123)	$ (69)	$ -	$ (170)	$ 41	$ -
6								
7	Increase in Number of Customers	-	(3)	(2)	-	(4)	1	-
8	Average Revenue / Proposed Rates	$ 94.47	$ 57.05	$ 49.66	$ 53.10	$ 58.95	$ 57.05	$ 72.24
9	Revenue Annualization / Proposed Rates	$ -	$ (171)	$ (99)	$ -	$ (236)	$ 57	$ -
10	Additional Gallons to be Produced	-	(56,252)	(29,890)	-	(78,911)	18,751	-
11								
12								
13								
14		Month of May-07	Month of Jun-07	Month of Jul-07	Month of Aug-07	Month of Sep-07		Total Year
15	Year End Number of Customers	7	7	7	7	7		
16	Actual Customers	9	7	9	7	9		
17	Increase in Number of Customers/Bills	(2)	-	(2)	(1)	-		(13)
18	Average Revenue / Present Rates	$ 36.03	$ 61.62	$ 29.98	$ 38.15	$ 33.10		
19	Revenue Annualization / Present Rates	$ (72)	$ -	$ (60)	$ (38)	$ -		$ (492)
20								
21	Increase in Number of Customers	(2)	-	(2)	(1)	-		
22	Average Revenue / Proposed Rates	$ 51.28	$ 84.96	$ 44.16	$ 53.77	$ 47.83		
23	Revenue Annualization / Proposed Rates	$ (72)	$ -	$ (60)	$ (38)	$ -		$ (694)
24	Additional Gallons to be Produced	(31,557)	-	(24,223)	(17,063)	-		(219,145)

Farmers Water Co.
2 Inch Multi-Family
Customers to Year End Levels
Test Year Ended September 30, 2007

Exhibit
Schedule C-2
Page 5.9
Witness: Bourassa

Line No.		Month of Oct-06	Month of Nov-06	Month of Dec-06	Month of Jan-07	Month of Feb-07	Month of Mar-07	Month of Apr-07
1	Year End Number of Customers	28	28	28	28	28	28	28
2	Actual Customers	26	28	24	25	27	28	26
3	Increase in Number of Customers/Bills	2	-	4	3	1	-	2
4	Average Revenue / Present Rates	$ 174.70	$ 163.27	$ 113.16	$ 129.95	$ 141.68	$ 184.62	$ 170.20
5	Revenue Annualization / Present Rates	$ 349	$ -	$ 453	$ 390	$ 142	$ -	$ 340
6								
7	Increase in Number of Customers	2	-	4	3	1	-	2
8	Average Revenue / Proposed Rates	$ 250.94	$ 233.56	$ 157.33	$ 182.88	$ 200.72	$ 266.03	$ 244.10
9	Revenue Annualization / Proposed Rates	$ 502	$ -	$ 629	$ 549	$ 201	$ -	$ 488
10	Additional Gallons to be Produced	191,756	-	234,318	206,281	75,867	-	186,301
11								
12								
13								
14								

Line No.		Month of May-07	Month of Jun-07	Month of Jul-07	Month of Aug-07	Month of Sep-07	Total Year
15	Year End Number of Customers	28	28	28	28	28	
16	Actual Customers	27	26	27	27	28	
17	Increase in Number of Customers/Bills	1	1	-	-	-	14
18	Average Revenue / Present Rates	$ 193.08	$ 247.01	$ 169.44	$ 156.55	$ 148.87	
19	Revenue Annualization / Present Rates	$ 193	$ 247	$ -	$ -	$ -	$ 2,114
20							
21	Increase in Number of Customers	1	1	-	-	-	
22	Average Revenue / Proposed Rates	$ 278.90	$ 360.94	$ 242.94	$ 223.33	$ 211.65	
23	Revenue Annualization / Proposed Rates	$ 193	$ 247	$ -	$ -	$ -	$ 3,009
24	Additional Gallons to be Produced	107,017	139,703	-	-	-	1,141,243

Farmers Water Co.
2 Inch Commercial
Customers to Year End Levels
Test Year Ended September 30, 2007

Exhibit
Schedule C-2
Page 5.10
Witness: Bourassa

Line No.		Month of Oct-06	Month of Nov-06	Month of Dec-06	Month of Jan-07	Month of Feb-07	Month of Mar-07	Month of Apr-07
1	Year End Number of Customers	17	17	17	17	17	17	17
2	Actual Customers	16	17	17	17	17	17	17
3	Increase in Number of Customers/Bills	1	-	-	-	-	-	-
4	Average Revenue / Present Rates	$ 72.78	$ 96.35	$ 94.51	$ 74.72	$ 80.59	$ 87.56	$ 114.95
5	Revenue Annualization / Present Rates	$ 73	$ -	$ -	$ -	$ -	$ -	$ -
6								
7	Increase in Number of Customers	1	-	-	-	-	-	-
8	Average Revenue / Proposed Rates	$ 99.25	$ 131.77	$ 128.96	$ 101.54	$ 108.45	$ 118.39	$ 160.06
9	Revenue Annualization / Proposed Rates	$ 99	$ -	$ -	$ -	$ -	$ -	$ -
10	Additional Gallons to be Produced	34,107	-	-	-	-	-	-
11								
12								
13								
14		Month of May-07	Month of Jun-07	Month of Jul-07	Month of Aug-07	Month of Sep-07		Total Year
15	Year End Number of Customers	17	17	17	17	17		
16	Actual Customers	17	17	17	16	17		
17	Increase in Number of Customers/Bills	-	1	-	-	-		2
18	Average Revenue / Present Rates	$ 99.10	$ 114.22	$ 120.09	$ 102.80	$ 95.92		
19	Revenue Annualization / Present Rates	$ -	$ 114	$ -	$ -	$ -		$ 187
20								
21	Increase in Number of Customers	-	1	-	-	-		
22	Average Revenue / Proposed Rates	$ 135.95	$ 158.95	$ 167.88	$ 141.57	$ 131.12		
23	Revenue Annualization / Proposed Rates	$ -	$ 114	$ -	$ -	$ -		$ 258
24	Additional Gallons to be Produced	-	59,225	-	-	-		93,332

Farmers Water Co.
2 Inch Standpipe
Customers to Year End Levels
Test Year Ended September 30, 2007

Exhibit
Schedule C-2
Page 5.11
Witness: Bourassa

Line No.		Month of Oct-06	Month of Nov-06	Month of Dec-06	Month of Jan-07	Month of Feb-07	Month of Mar-07	Month of Apr-07
1	Year End Number of Customers	7	7	7	7	7	7	7
2	Actual Customers	9	9	8	9	9	8	8
3	Increase in Number of Customers/Bills	(2)	(2)	(1)	(2)	(2)	(1)	(1)
4	Average Revenue / Present Rates	$ 374.39	$ 338.60	$ 79.03	$ 56.07	$ 37.57	$ 170.89	$ 22.70
5	Revenue Annualization / Present Rates	$ (749)	$ (677)	$ (79)	$ (112)	$ (75)	$ (171)	$ (23)
6								
7	Increase in Number of Customers	(2)	(2)	(1)	(2)	(2)	(1)	(1)
8	Average Revenue / Proposed Rates	$ 745.59	$ 673.73	$ 152.55	$ 106.45	$ 69.30	$ 336.99	$ 39.45
9	Revenue Annualization / Proposed Rates	$ (1,491)	$ (1,347)	$ (153)	$ (213)	$ (139)	$ (337)	$ (39)
10	Additional Gallons to be Produced	(567,823)	(510,556)	(47,625)	(58,512)	(28,912)	(121,113)	(2,563)
11								
12								
13								
14		Month of May-07	Month of Jun-07	Month of Jul-07	Month of Aug-07	Month of Sep-07		Total Year
15	Year End Number of Customers	7	7	7	7	7		
16	Actual Customers	8	8	8	7	6		
17	Increase in Number of Customers/Bills	(1)	-	1	-	-		(11)
18	Average Revenue / Present Rates	$ 23.48	$ 24.59	$ 23.56	$ 23.07	$ 23.88		
19	Revenue Annualization / Present Rates	$ (23)	$ -	$ 24	$ -	$ -		$ (1,886)
20								
21	Increase in Number of Customers	(1)	-	1	-	-		
22	Average Revenue / Proposed Rates	$ 41.02	$ 43.24	$ 41.18	$ 40.19	$ 41.81		
23	Revenue Annualization / Proposed Rates	$ (23)	$ -	$ 24	$ -	$ -		$ (3,719)
24	Additional Gallons to be Produced	(3,188)	-	3,250	-	-		(1,337,041)

Farmers Water Co.
6 Inch Standpipe
Customers to Year End Levels
Test Year Ended September 30, 2007

Exhibit
Schedule C-2
Page 5.12
Witness: Bourassa

Line No.		Month of Oct-06	Month of Nov-06	Month of Dec-06	Month of Jan-07	Month of Feb-07	Month of Mar-07	Month of Apr-07
1	Year End Number of Customers	1	1	1	1	1	1	1
2	Actual Customers	1	1	2	1	1	1	1
3	Increase in Number of Customers/Bills	-	-	(1)	-	-	-	-
4	Average Revenue / Present Rates	$ 61.25	$ 234.25	$ 123.00	$ 74.38	$ 158.75	$ 166.13	$ 217.25
5	Revenue Annualization / Present Rates	$ -	$ -	$ (123)	$ -	$ -	$ -	$ -
6								
7	Increase in Number of Customers	-	-	(1)	-	-	-	-
8	Average Revenue / Proposed Rates	$ 249.04	$ 596.40	$ 373.03	$ 275.40	$ 444.81	$ 459.62	$ 562.27
9	Revenue Annualization / Proposed Rates	$ -	$ -	$ (373)	$ -	$ -	$ -	$ -
10	Additional Gallons to be Produced	-	-	(66,400)	-	-	-	-
11								
12								
13								
14		Month of May-07	Month of Jun-07	Month of Jul-07	Month of Aug-07	Month of Sep-07		Total Year
15	Year End Number of Customers	1	1	1	1	1		
16	Actual Customers	1	1	1	1	1		
17	Increase in Number of Customers/Bills	-	-	-	-	-		(1)
18	Average Revenue / Present Rates	$ 276.63	$ 80.63	$ 158.75	$ 96.25	$ 96.25		
19	Revenue Annualization / Present Rates	$ -	$ -	$ -	$ -	$ -		$ (123)
20								
21	Increase in Number of Customers	-	-	-	-	-		
22	Average Revenue / Proposed Rates	$ 681.49	$ 287.95	$ 444.81	$ 319.32	$ 319.32		
23	Revenue Annualization / Proposed Rates	$ -	$ -	$ -	$ -	$ -		$ (373)
24	Additional Gallons to be Produced	-	-	-	-	-		(66,400)

Farmers Water Co.
Test Year Ended September 30, 2007
Adjustment to Revenues and Expenses
Adjustment Number 5

Exhibit
Schedule C-2
Page 6
Witness: Bourassa

Line No.			
1	Purchased Power Annualization		
2			
3			
4	Test Year Purchased Power	$	16,942
5	Gallons Sold During Test Year (in 1,000's)		236,446
6	Cost per 1,000 gallons	$	0.07165
7	Additional Gallons from Revenue Annualization		6,392
8	Additional Purchased Power Costs	$	458.01
9			
10			
11	Increase (decrease) in purchased power	$	458.01
12			
13			
14			
15	Adjustment to Revenue and/or Expense	$	458
16			
17			
18			
19			
20			

Farmers Water Co.
Test Year Ended September 30, 2007
Adjustment to Revenues and Expenses
Adjustment Number 6

Exhibit
Schedule C-2
Page 7
Witness: Bourassa

Line No.				
1	Reclass Payroll Taxes Included in Salaries and Wages			
2				
3				
4	Payroll Taxes included in Wages and Salaries	$	13,398	
5				Adj.
6				Label
7	Adjustment to Salaries and Wages	$	(13,398)	6a
8				
9	Adjustment to Taxes Other than Income	$	13,398	6b
10				
11				
12				
13				
14				
15	Adjustment to Revenue and/or Expense	$	-	
16				
17				
18				
19				
20				

Farmers Water Co.
Test Year Ended September 30, 2007
Adjustment to Revenues and Expenses
Adjustment Number 7

Exhibit
Schedule C-2
Page 8
Witness: Bourassa

Line No.				Adjustment Label
1	Reclass Worker's Compensation Insurance Included In Salaries and Wages			
2				
3				
4	Worker's Compensation Ins. included in Wages and Salaries	$	7,832	
5				
6				
7	Adjustment to Salaries and Wages	$	(7,832)	7a
8				
9	Adjustment to Insurance - Worker's Compensation	$	7,832	7b
10				
11				
12				
13				
14				
15	Adjustment to Revenue and/or Expense	$	-	
16				
17				
18				
19				
20				

Farmers Water Co.
Test Year Ended September 30, 2007
Adjustment to Revenues and Expenses
Adjustment Number 8

Exhibit
Schedule C-2
Page 9
Witness: Bourassa

Line No.				Adj. Label
1	Salaries and Wages Annualization			
2				
3				
4	Annualized Salaries & Wages including 2008 Wage Increases	$	180,508	
5				
6	Adjusted Test Tear Salaries and Wages		172,479	
7				
8	Increase(Decrease) in Salaries and Wages	$	8,029	8a
9				
10				
11	Annualized Payroll Taxes	$	15,140	
12				
13	Adjusted Test Tear Payroll Taxes		13,398	
14				
15	Increase(Decrease) in Salaries and Wages	$	1,741	8b
16				
17				
18	Adjustment to Revenue and/or Expense	$	9,770	
19				
20				

Farmers Water Co.
Test Year Ended September 30, 2007
Adjustment to Revenues and Expenses
Adjustment Number 9

Exhibit
Schedule C-2
Page 10
Witness: Bourassa

Line No.				Adj. Label
1	Remove Other Income and Expenses to Eliminate Effects on Income Taxes			
2				
3				
4	Test Year Interest Income	$	-	9a
5	Test Year Other Income		(4,953)	9b
6	Test Year Other Expense		(500)	9c
7				
8	Total	$	(5,453)	
9				
10				
11	Adjustment to Revenue and/or Expense	$	(5,453)	
12				
13				
14				
15				
16				
17				
18				
19				
20				

Farmers Water Co.
Test Year Ended September 30, 2007
Adjustment to Revenues and Expenses
Adjustment Number 10

Exhibit
Schedule C-2
Page 11
Witness: Bourassa

Farmers Water Co. **Income Tax Calculation**	**Test Year Book Results**		**Test Year Adjusted Results**		**Adjusted with Rate Increase**	
Income Before Taxes	$ (125,028)		$ (94,886)		$ 105,186	
Arizona Income Before Taxes	$ (125,028)		$ (94,886)		$ 105,186	
Less Arizona Income Tax Rate = 6.97%	$ (8,712)		$ (6,612)		$ 7,329	
Arizona Taxable Income	$ (116,316)		$ (88,274)		$ 97,857	
Arizona Income Taxes	$ (8,712)		$ (6,612)		$ 7,329	
Federal Income Before Taxes	$ (125,028)		$ (94,886)		$ 105,186	
Less Arizona Income Taxes	$ (8,712)		$ (6,612)		$ 7,329	
Federal Taxable Income	$ (116,316)		$ (88,274)		$ 97,857	
FEDERAL INCOME TAXES:						
15% BRACKET	$ (17,447)		$ (13,241)		$ 7,500	
25% BRACKET	$ -		$ -		$ 6,250	
34% BRACKET	$ -	Federal	$ -	Federal	$ 7,771	Federal
39% BRACKET	$ -	Effective	$ -	Effective	$ -	Effective
34% BRACKET	$ -	Tax	$ -	Tax	$ -	Tax
		Rate		Rate		Rate
Federal Income Taxes	$ (17,447)	13.95%	$ (13,241)	13.95%	$ 21,521	20.46%
Total Income Tax	$ (26,159)		$ (19,853)		$ 28,851	
Overall Tax Rate	20.92%		20.92%		27.43%	
Income Tax at Proposed Rates Effective Rate			(26,026)			

Farmers Water Co.
Test Year Ended September 30, 2007
Computation of Gross Revenue Conversion Factor

Exhibit
Schedule C-3
Page 1
Witness: Bourassa

Line No.	Description	Percentage of Incremental Gross Revenues
1	Federal Income Taxes	20.46%
2		
3	State Income Taxes	6.97%
4		
5	Other Taxes and Expenses	0.00%
6		
7		
8	Total Tax Percentage	27.43%
9		
10	Operating Income % = 100% - Tax Percentage	72.57%
11		
12		
13		
14		
15	1 = Gross Revenue Conversion Factor	
16	Operating Income %	1.3779
17		
18	SUPPORTING SCHEDULES:	RECAP SCHEDULES:
19		A-1
20		

Farmers Water Co.
Test Year Ended September 30, 2007
Summary of Cost of Capital

Exhibit
Schedule D-1
Page 1
Witness: Bourassa

Line No.	Item of Capital	End of Test Year Dollar Amount	End of Test Year Percent of Total	End of Test Year (e) Cost Rate	End of Test Year Weighted Cost	End of Projected Year Dollar Amount	End of Projected Year Percent of Total	End of Projected Year (e) Cost Rate	End of Projected Year Weighted Cost
1	Short-Term Debt	$ -	0.00%	0.00%	0.00%	$ -	0.00%	0.00%	0.00%
2									
3	Long-Term Debt	-	0.00%	0.00%	0.00%	$ -	0.00%	0.00%	0.00%
4									
5	Stockholder's Equity[1]	260,593	100.00%	NM	0.00%	130,112	100.00%	NM	0.00%
6									
7	Totals	$ 260,593	100.00%		0.00%	$ 130,112	100.00%		0.00%
8									
9	[1] **Equity Adjustments**								
10	**Equity per Schedule E-1**		**$ (440,202)**						
11	**Adjustments**								
12	**Plant-in-service adjustment**		**$ 599,572**	**B-2 adjustment 1a**					
13	**Accumulated Depreciation adjustment**		**$ 287,495**	**B-2 adjustment 1b**					
14	**Advances-in-aid of construction adjustment**		**$ 54,433**	**B-2 adjustment 2**					
15	**Contributions-in-aid of contruction adjustment**		**$ (297,653)**	**B-2 adjustment 3a**					
16	**A.A. CIAC adjustment**		**$ 56,949**	**B-2 adjustment 3b**					
17	**Adjusted Equity Balance**		**$ 260,593**						
18									
19	*** Not meaningful, rate base is negative. An operating margin approach used.**								
20									
21	SUPPORTING SCHEDULES:							RECAP SCHEDULES:	
22	D-1							A-3	
23	D-3								
24	D-4								
25	E-1								
26	B-2								
27									
28									
29									
30									
31									
32									
33									
34									
35									
36									
37									
38									
39									
40									
41									

Farmers Water Co.
Test Year Ended September 30, 2007
Comparative Balance Sheets

Exhibit
Schedule E-1
Page 1
Witness: Bourassa

Line No.		Test Year Ended 9/30/2007	Year Ended 9/30/2006	Year Ended 9/30/2005
1	**ASSETS**			
2				
3	Plant In Service	$ 8,031,404	$ 7,952,169	$ 6,699,478
4	Non-Utility Plant	-	-	-
5	Construction Work in Progress	8,988	-	-
6	Less: Accumulated Depreciation	(2,327,090)	(1,994,584)	(1,705,475)
7	Net Plant	$ 5,713,302	$ 5,957,585	$ 4,994,003
8				
9	CURRENT ASSETS			
10	Cash and Equivalents	$ (8,976)	$ (1,213)	$ (31,322)
11	Restricted Cash	-	-	-
12	Accounts Receivable, Net	28,002	7,876	44,004
13	Receivables from Associated Companies	1,026,334	881,076	836,783
14	Materials and Supplies	-	-	-
15	Prepayments	(703)	(871)	6,037
16	Deferred Income Taxes, Current	-	-	-
17	Other Current Assets	-	-	-
18	Total Current Assets	$ 1,044,657	$ 886,868	$ 855,502
19				
20				
21	TOTAL ASSETS	$ 6,757,959	$ 6,844,453	$ 5,849,505
22				
23	**LIABILITIES AND STOCKHOLDERS' EQUITY**			
24				
25	Common Equity	$ (440,202)	$ (315,174)	$ (122,803)
26				
27	Long-Term Debt, less current	$ -	$ -	$ -
28				
29	CURRENT LIABILITIES			
30	Accounts Payable	$ 9,988	$ 10,811	$ 8,264
31	Current Portion of Long-Term Debt	-	-	-
32	Payables to Associated Companies	-	-	-
33	Customer Meter Deposits, Current	-	-	-
34	Accrued Taxes	-	-	-
35	Accrued Employee expenses	-	-	-
36	Accrued Interest	-	-	-
37	Misc, Current Liabilities	34,418	37,149	29,197
38	Total Current Liabilities	$ 44,406	$ 47,960	$ 37,461
39				
40	DEFERRED CREDITS			
41	Customer Meter Deposits, less current	$ -	$ -	$ -
42	Advances in Aid of Construction	6,929,348	6,830,688	5,653,208
43	Accumulated Deferred Income Taxes	-	-	-
44	Contributions In Aid of Construction	278,839	333,271	333,683
45	Accumulated Amortization, CIAC	(54,432)	(52,292)	(52,044)
46	Other	-	-	-
47	Asset Retirement Obligations	-	-	-
48	Total Deferred Credits	$ 7,153,755	$ 7,111,667	$ 5,934,847
49				
50	Total Liabilities & Common Equity	$ 6,757,959	$ 6,844,453	$ 5,849,505
51				
52	SUPPORTING SCHEDULES:			
53	E-5			
54				
55				

Farmers Water Co.
Test Year Ended September 30, 2007
Comparative Income Statements

Exhibit
Schedule E-2
Page 1
Witness: Bourassa

Line No.		Test Year Ended 9/30/2007	Prior Year Ended 9/30/2006	Prior Year Ended 9/30/2005
1	**Revenues**			
2	Metered Water Revenues	$ 532,073	$ 461,329	$ 442,659
3	Unmetered Water Revenues	-	-	-
4	Other Water Revenues	7,790	4,875	12,430
5	**Total Revenues**	$ 539,863	$ 466,204	$ 455,089
6	**Operating Expenses**			
7	Salaries and Wages	$ 193,709	$ 184,654	$ 159,037
8	Purchased Water	-	-	-
9	Purchased Power	16,942	21,209	15,685
10	Chemicals	-	-	-
11	Repairs and Maintenance	76,477	97,575	23,088
12	Office Supplies and Expense	15,427	18,641	19,720
13	Outside Services	15,105	31,955	45,564
14	Water Testing	11,154	12,500	8,784
15	Rents	-	-	-
16	Transportation Expenses	2,018	4,273	2,638
17	Insurance - General Liability	3,317	3,327	2,347
18	Insurance - Health and Life	22,691	16,021	12,883
19	Regulatory Commission Expense - Rate Case	-	-	-
20	Miscellaneous Expense	8,494	4,487	12,321
21	Depreciation Expense	284,911	243,727	199,332
22	Taxes Other Than Income	-	-	-
23	Property Taxes	20,099	21,128	18,187
24	Income Tax	-	-	-
25				
26	**Total Operating Expenses**	$ 670,344	$ 659,497	$ 519,586
27	**Operating Income**	$ (130,481)	$ (193,293)	$ (64,497)
28	**Other Income (Expense)**			
29	Interest Income	-	-	-
30	Other Income (loss)	4,953	922	-
31	Interest Expense	-	-	-
32	Other Income (Expense)	500	-	-
33				
34	**Total Other Income (Expense)**	$ 5,453	$ 922	$ -
35	**Net Profit (Loss)**	$ (125,028)	$ (192,371)	$ (64,497)
36				
37				
38				
39	SUPPORTING SCHEDULES:		RECAP SCHEDULES:	
40			A-2	
41				
42				
43				
44				
45				

Farmers Water Co.
Test Year Ended September 30, 2007
Detail of Plant in Service

Exhibit
Schedule E-5
Page 1
Witness: Bourassa

Line No.	Acct. No.	Plant Description	Plant Balance at 9/30/2006	Plant Additions, Reclass-ications or or Retirements	Plant Balance at 9/30/2007
1					
2	301	Organization Cost	$ 6,893	$ -	$ 6,893
3	302	Franchise Cost	-	-	-
4	303	Land and Land Rights	-	-	-
5	304	Structures and Improvements	14,565	-	14,565
6	307	Wells and Springs	694,075	-	694,075
7	311	Electric Pumping Equipment	251,348	18,557	269,905
8	320	Water Treatment Equipment	-	-	-
9	320.1	Water Treatment Plants	-	-	-
10	320.2	Chemical Solution Feeders	10,482	-	10,482
11	330	Distribution Reservoirs & Standpipe	-	-	-
12	330.1	Storage Tanks	467,978	-	467,978
13	330.2	Pressure Tanks	-	-	-
14	331	Transmission and Distribution Mains	5,821,757	-	5,821,757
15	333	Services	806,566	-	806,566
16	334	Meters	148,104	50,838	198,942
17	335	Hydrants	233,265	-	233,265
18	336	BackFlow Prevention Devices	-	-	-
19	339	Plant Structures and Improvements	-	-	-
20	340	Office Furniture and Fixtures	-	-	-
21	340.1	Computers and Software	54,488	-	54,488
22	341	Transportation Equipment	42,220	9,840	52,060
23	342	Stores Equipment	-	-	-
24	343	Tools and Work Equipment	-	-	-
25	344	Laboratory Equipment	-	-	-
26	345	Power Operated Equipment	-	-	-
27	346	Communications Equipment	-	-	-
28	347	Miscellaneous Equipment	-	-	-
29	348	Other Tangible Plant	-	-	-
30		Plant Held for Future Use		-	
31					
32		TOTAL WATER PLANT	$ 8,551,741	$ 79,235	$ 8,630,976
33					
34	SUPPORTING SCHEDULES			RECAP SCHEDULES:	
35				A-4	
36				E-1	
37					

Farmers Water Co.
Test Year Ended September 30, 2007
Operating Statistics

Exhibit
Schedule E-7
Page 1
Witness: Bouras

Line No.		Test Year Ended 9/30/2007	Prior Year Ended 9/30/2006	Prior Year Ended 9/30/2005
1	WATER STATISTICS:			
2				
3				
4				
5	Total Gallons Sold (in Thousands)	236,446	264,588	229,347
6				
7				
8				
9	Water Revenues from Customers:	$ 532,073	$ 461,329	$ 442,659
10				
11				
12				
13				
14	Year End Number of Customers	2,237	1,955	1,788
15				
16				
17	Annual Gallons (in Thousands)			
18	Sold Per Year End Customer	106	135	128
19				
20				
21				
22	Annual Revenue per Year End Customer	$ 237.85	$ 235.97	$ 247.57
23				
24	Pumping Cost Per 1,000 Gallons	$ 0.0717	$ 0.0802	$ 0.0684
25	Purchased Water Cost per 1,000 Gallons	$ -	$ -	$ -

Farmers Water Co.
Test Year Ended September 30, 2007
Taxes Charged to Operations

Exhibit
Schedule E-8
Page 1
Witness: Bourassa

Line No.	Description	Test Year Ended 9/30/2007	Prior Year Ended 9/30/2006	Prior Year Ended 9/30/2005
1	Description			
2				
3	Federal Income Taxes	$ -	$ -	$ -
4	State Income Taxes	-	-	-
5	Payroll Taxes	13,398	13,193	12,147
6	Property Taxes	20,099	21,128	18,187
7				
8	Totals	$ 33,497	$ 34,321	$ 30,334
9				
10				
11				
12				
13				
14				

Farmers Water Co.
Test Year Ended September 30, 2007
Notes To Financial Statements

Exhibit
Schedule E-9
Page 1
Witness: Bourassa

The Company does not conduct independent audits

Farmers Water Co.
Test Year Ended September 30, 2007
Projected Income Statements - Present & Proposed Rates

Exhibit
Schedule F-1
Page 1
Witness: Bourassa

Line No.		Test Year Actual Results	At Present Rates Year Ended 9/30/2008	At Proposed Rates Year Ended 9/30/2008
1	**Revenues**			
2	Metered Water Revenues	$ 532,073	$ 551,198	$ 751,270
3	Unmetered Water Revenues	-	-	-
4	Other Water Revenues	7,790	12,085	12,085
5		$ 539,863	$ 563,283	$ 763,355
6	**Operating Expenses**			
7	Salaries and Wages	$ 193,709	$ 180,508	$ 180,508
8	Purchased Water	-	-	-
9	Purchased Power	16,942	17,400	17,400
10	Chemicals	-	-	-
11	Repairs and Maintenance	76,477	76,477	76,477
12	Office Supplies and Expense	15,427	15,427	15,427
13	Outside Services	15,105	15,105	15,105
14	Water Testing	11,154	11,154	11,154
15	Rents	-	-	-
16	Transportation Expenses	2,018	2,018	2,018
17	Insurance - General Liability	3,317	3,317	3,317
18	Insurance - health and Life	22,691	22,691	22,691
19	Regulatory Commission Expense - Rate Case	-	15,000	15,000
20	Miscellaneous Expense	8,494	8,494	8,494
21	Depreciation Expense	284,911	240,272	240,272
22	Taxes Other Than Income	-	15,140	15,140
23	Property Taxes	20,099	27,334	27,334
24	Income Tax	-	(26,026)	28,851
25				
26	**Total Operating Expenses**	$ 670,344	$ 624,311	$ 679,188
27	**Operating Income**	$ (130,481)	$ (61,029)	$ 84,167
28	**Other Income (Expense)**			
29	Interest Income	-	-	-
30	Other income	4,953	4,953	4,953
31	Interest Expense	-	-	-
32	Other Expense	500	-	-
33	Gain/Loss Sale of Fixed Assets	-	-	-
34	**Total Other Income (Expense)**	$ 5,453	$ 4,953	$ 4,953
35	**Net Profit (Loss)**	$ (125,028)	$ (56,076)	$ 89,120
36				

Farmers Water Co.
Test Year Ended September 30, 2007
Projected Construction Requirements

Exhibit
Schedule F-3
Page 1
Witness: Bourassa

Line No.	Account Number	Plant Asset:	2008	2009	2010
1					
2	Account				
3	Number	Plant Asset:	2008	2009	2010
4	301	Organization Cost	$ -	$ -	$ -
5	302	Franchise Cost			
6	303	Land and Land Rights			
7	304	Structures and Improvements		10,000	
8	306	Lake, River and Other Intakes			
9	307	Wells and Springs			
10	310	Power Generation Equipment			
11	311	Electric Pumping Equipment			
12	320	Water Treatment Equipment			
13	330	Distribution Reservoirs & Standpipe	20,000	20,000	
14	331	Transmission and Distribution Mains		60,000	100,000
15	333	Services			
16	334	Meters	90,000	78,000	84,000
17	335	Hydrants			
18	339	Other Plant Structures and Improvements			
19	340	Office Furniture and Fixtures			
20	341	Transportation Equipment			
21	343	Tools and Work Equipment			
22	344	Power Operated Equipment			
23	345	Communications Equipment			
24	346	Miscellaneous Equipment	19,000	15,000	
25	348	Other Tangible Plant			
26					
27	Total		$ 129,000	$ 183,000	$ 184,000
28					
29					
30					

Farmers Water Co.
Test Year Ended September 30, 2007
Assumptions Used in Rate Filing

Exhibit
Schedule F-4
Page 1
Witness: Bourassa

Line No.	
1	Property Taxes were computed using the method used by the Arizona Department
2	of Revenue
3	
4	Projected construction expenditures are shown on Schedule A-4.
5	
6	Expense adjustments are shown on Schedule C2, and are explained in the testimony.
7	
8	Accumulated depreciation and depreciation expense were computed at Arizona Corporation
9	Commission allowed rated in Prior Commission Decision.
10	
11	Income taxes were computed using statutory state and federal income tax rates.
12	
13	
14	
15	

Farmers Water Co.
Test Year Ended September 30, 2007
Revenue Summary
With Annualized Revenues to Year End Number of Customers

Exhibit
Schedule H-1
Page 1
Witness: Bourassa

Line No.	Meter Size		Company Present Revenues	Company Proposed Revenues	Dollar Change	Percent Change	Percent of Present Water Revenues	Percent of Proposed Water Revenues
1	5/8 Inch	Residential	$ 319,061	$ 415,615	$ 96,554	30.26%	56.64%	54.45%
2	1 Inch	Residential	59,415	79,738	20,323	34.21%	10.55%	10.45%
3		Subtotal	$ 378,476	$ 495,353	$ 116,877	30.88%	67.19%	64.89%
4								
5	5/8 Inch	Commerical	$ 4,626	$ 6,606	$ 1,981	42.82%	0.82%	0.87%
6	1 Inch	Commerical	4,046	5,656	1,609	39.77%	0.72%	0.74%
7	1.5 Inch	Commercial	4,162	5,975	1,813	43.57%	0.74%	0.78%
8	2 Inch	Commercial	19,492	28,161	8,669	44.48%	3.46%	3.69%
9	3 Inch	Commercial	2,511	4,003	1,492	59.42%	0.45%	0.52%
10		Subtotal	$ 34,837	$ 50,401	$ 15,565	44.68%	6.18%	6.60%
11								
12	1.5 Inch	Multi-Family	$ 6,572	$ 9,468	$ 2,896	44.06%	1.17%	1.24%
13	2 Inch	Multi-Family	53,791	78,425	24,634	45.80%	9.55%	10.27%
14	6 Inch	Multi-Family	14,214	21,897	7,682	54.05%	2.52%	2.87%
15		Subtotal	$ 74,577	$ 109,790	$ 35,213	47.22%	13.24%	14.38%
16								
17	5/8 Inch	Industrial	$ 801	$ 1,113	$ 313	39.02%	0.14%	0.15%
18	1 Inch	Industrial	4,142	6,157	2,015	48.66%	0.74%	0.81%
19	4 Inch	Industrial	26,243	39,776	13,533	51.57%	4.66%	5.21%
20		Subtotal	$ 31,186	$ 47,046	$ 15,861	50.86%	5.54%	6.16%
21								
22	2 Inch	Standpipe	$ 10,271	$ 20,040	$ 9,769	95.11%	1.82%	2.63%
23	6 Inch	Standpipe	1,867	5,386	3,520	188.59%	0.33%	0.71%
24		Subtotal	12,137	25,426	13,289	109.49%	2.15%	3.33%
25								
26								
27	Total Revenuers before Annualization		$ 531,212	$ 728,016	$ 196,804	37.05%	94.31%	95.37%
28								
29								
30								
31								
32								
33								
34								
35								
36								
37								
38								

Farmers Water Co.
Test Year Ended September 30, 2007
Revenue Summary
With Annualized Revenues to Year End Number of Customers

Exhibit
Schedule H-1
Page 2
Witness: Bourassa

Line No.	Meter Size		Present Revenues	Revenue Annualization Proposed Revenues	Revenue Annualization Dollar Change	Percent Change	Percent of Present Water Revenues	Percent of Proposed Water Revenues
1	5/8 Inch	Residential	$ 12,134	$ 15,290	$ 3,157	26.01%	2.15%	2.00%
2	1 Inch	Residential	6,675	8,807	2,132	31.94%	1.185%	1.154%
3		Subtotal	$ 18,809	$ 24,097	$ 5,288	28.12%	3.34%	3.16%
4								
5	5/8 Inch	Commerical	$ 15	$ 21	$ 6	39.85%	0.00%	0.00%
6	1 Inch	Commerical	49	65	15	30.86%	0.01%	0.01%
7	1.5 Inch	Commercial	(492)	(694)	(202)	41.15%	-0.09%	-0.09%
8	2 Inch	Commercial	187	258	71	38.08%	0.03%	0.03%
9	3 Inch	Commercial	-	-	-	0.00%	0.000%	0.000%
10		Subtotal	$ (240)	$ (350)	$ (110)	45.74%	-0.043%	-0.046%
11								
12	1.5 Inch	Multi-Family	$ 958	$ 1,346	$ 388	40.46%	0.170%	0.176%
13	2 Inch	Multi-Family	2,114	3,009	895	42.32%	0.38%	0.39%
14	6 Inch	Multi-Family	-	-	-	0.00%	0.000%	0.000%
15		Subtotal	$ 3,072	$ 4,354	$ 1,282	41.74%	0.545%	0.570%
16								
17	5/8 Inch	Industrial	$ 53	$ 73	$ 20	38.38%	0.01%	0.01%
18	1 Inch	Industrial	(560)	(823)	(262)	46.84%	-0.099%	-0.108%
19	4 Inch	Industrial	-	-	-	0.00%	0.00%	0.00%
20		Subtotal	$ (507)	$ (749)	$ (242)	47.72%	-0.09%	-0.10%
21								
22	2 Inch	Standpipe	$ (1,886)	$ (3,719)	$ (1,833)	97.21%	-0.33%	-0.49%
23	6 Inch	Standpipe	$ (123)	$ (373)	$ (250)	203.28%	-0.02%	-0.05%
24		Subtotal	$ (2,009)	$ (4,092)	$ (2,083)	103.70%	-0.36%	-0.54%
25								
26								
27	Total Revenue Annualization		$ 19,125	$ 23,260	$ 4,135	21.62%	$ 0	$ 0
28								
29	Total Revenues with Annualization		$ 550,337	$ 751,276	$ 200,939	36.51%	97.29%	97.99%
30								
31	Misc. Serv. Rev.		7,790	7,790	-	0.00%	1.383%	1.020%
32	Annualization of Misc Service Revenues		4,295	4,295	-	0.00%	0.762%	0.563%
33	Unreconciled Difference to C-1		861	(6)	(867)	-100.70%	0.153%	-0.001%
34								
35								
36	Total Revenues		$ 563,283	$ 763,355	$ 200,072	35.52%	99.59%	99.57%
37								

Farmers Water Co.
Test Year Ended September 30, 2007
Analysis of Revenue by Detailed Class

Exhibit
Schedule H-2
Page 1
Witness: Bourassa

Line No.	Meter Size		(a) Average Number of Customers at 9/30/2007	Average Consumption	Revenues Present Rates	Revenues Proposed Rates	Proposed Increase Dollar Amount	Proposed Increase Percent Amount
1	5/8 Inch	Residential	1,811	5,898	$ 319,061	$ 415,615	$ 96,554	30.26%
2	1 Inch	Residential	218	9,316	$ 59,415	$ 79,738	$ 20,323	34.21%
3		Subtotal	2,029					
4								
5	5/8 Inch	Commerical	18	9,980	$ 4,626	$ 6,606	$ 1,981	42.82%
6	1 Inch	Commerical	9	19,090	$ 4,046	$ 5,656	$ 1,609	39.77%
7	1.5 Inch	Commercial	8	19,609	$ 4,162	$ 5,975	$ 1,813	43.57%
8	2 Inch	Commercial	17	48,277	$ 19,492	$ 28,161	$ 8,669	44.48%
9	3 Inch	Commercial	2	47,630	$ 2,511	$ 4,003	$ 1,492	59.42%
10		Subtotal	54					
11								
12	1.5 Inch	Multi-Family	9	32,354	$ 6,572	$ 9,468	$ 2,896	44.06%
13	2 Inch	Multi-Family	27	91,028	$ 53,791	$ 78,425	$ 24,634	45.80%
14	6 Inch	Multi-Family	2	336,520	$ 14,214	$ 21,897	$ 7,682	54.05%
15		Subtotal	37					
16								
17	5/8 Inch	Industrial	5	5,429	$ 801	$ 1,113	$ 313	39.02%
18	1 Inch	Industrial	2	82,309	$ 4,142	$ 6,157	$ 2,015	48.66%
19	4 Inch	Industrial	1	1,307,825	$ 2,511	$ 4,003	$ 1,492	59.42%
20		Subtotal	8					
21								
22	2 Inch	Standpipe	8	70,890	$ 10,271	$ 20,040	$ 9,769	95.11%
23	6 Inch	Standpipe	1	82,862	$ 1,867	$ 5,386	$ 3,520	188.59%
24		Subtotal	9					
25								
26		Totals	2,138					
27								

28 **(a)** Average number of customers of less than one (1), indicates that less than 12 bills were issued during the year.

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Farmers Water Co.
Test Year Ended September 30, 2007
Analysis of Average Bill by Detailed Class

Exhibit
Schedule H-2
Page 2
Witness: Bourassa

Line No.	Meter Size and Class		(a) Average Number of Customers at 9/30/2007	Average Consumption	Average Bill Present Rates	Average Bill Proposed Rates	Proposed Increase Dollar Amount	Proposed Increase Percent Amount
1	5/8 Inch	Residential	1,811	5,898	$ 14.05	$ 17.74	3.69	26.25%
2	1 Inch	Residential	218	9,316	$ 21.51	$ 28.41	6.90	32.09%
3		Subtotal	2,029					
4								
5	5/8 Inch	Commerical	18	9,980	$ 19.97	$ 27.64	7.67	38.38%
6	1 Inch	Commerical	9	19,090	$ 37.50	$ 51.13	13.64	36.36%
7	1.5 Inch	Commercial	8	19,609	$ 42.35	$ 58.72	16.36	38.63%
8	2 Inch	Commercial	17	48,277	$ 96.16	$ 131.47	35.32	36.73%
9	3 Inch	Commercial	2	47,630	$ 100.59	$ 158.54	57.95	57.61%
10		Subtotal	54					
11								
12	1.5 Inch	Multi-Family	9	32,354	$ 63.38	$ 87.64	24.26	38.28%
13	2 Inch	Multi-Family	27	91,028	$ 166.70	$ 238.77	72.08	43.24%
14	6 Inch	Multi-Family	2	336,520	$ 592.26	$ 909.02	316.76	53.48%
15		Subtotal	37					
16								
17	5/8 Inch	Industrial	5	5,429	$ 13.37	$ 18.80	5.43	40.58%
18	1 Inch	Industrial	2	82,309	$ 141.81	$ 209.80	67.99	47.95%
19	4 Inch	Industrial	1	1,307,825	$ 2,186.91	$ 3,314.64	1,127.73	51.57%
20		Subtotal	8					
21								
22	2 Inch	Standpipe	8	70,890	$ 108.11	$ 210.94	102.83	95.11%
23	6 Inch	Standpipe	1	82,862	$ 143.58	$ 414.35	270.77	188.59%
24		Subtotal	9					
25								
26		Totals	2,138					

(a) Average number of customers of less than one (1), indicates that less than 12 bills were issued during the year.

Farmers Water Co.
Customer Count Summary
Test Year Ended September 30, 2007

Exhibit
Schedule H-2
Page 3.0
Witness: Bourassa

Line No.	Meter Size		Month of Oct-06	Month of Nov-06	Month of Dec-06	Month of Jan-07	Month of Feb-07	Month of Mar-07	Month of Apr-07
1									
2									
3									
4	5/8 Inch	Residential	1,664	1,752	1,764	1,776	1,795	1,818	1,839
5	1 Inch	Residential	192	205	199	208	208	226	225
6		Subtotal	1,856	1,957	1,963	1,984	2,003	2,044	2,064
7									
8	5/8 Inch	Commerical	18	18	18	18	17	18	18
9	1 Inch	Commerical	7	8	7	9	8	10	9
10	1.5 Inch	Commercial	7	10	9	7	11	6	7
11	2 Inch	Commercial	16	17	17	17	17	17	17
12	3 Inch	Commercial	2	2	2	2	2	2	2
13		Subtotal	50	55	53	53	55	53	53
14									
15	1.5 Inch	Multi-Family	7	8	7	9	8	10	9
16	2 Inch	Multi-Family	26	28	24	25	27	28	26
17	6 Inch	Multi-Family	2	2	2	2	2	2	2
18		Subtotal	35	38	33	36	37	40	37
19									
20	5/8 Inch	Industrial	4	3	6	5	5	5	5
21	1 Inch	Industrial	3	4	3	4	2	2	2
22	4 Inch	Industrial	1	1	1	1	1	1	1
23		Subtotal	5	4	7	6	6	6	6
24									
25	2 Inch	Standpipe	9	9	8	9	9	8	8
26	6 Inch	Standpipe	1	1	2	1	1	1	1
27		Subtotal	10	10	10	10	10	9	9
28									
29									
30									
31	Totals		1,956	2,064	2,066	2,089	2,111	2,152	2,169
32									
33									

Farmers Water Co.
Customer Count Summary
Test Year Ended September 30, 2007

Exhibit
Schedule H-2
Page 3.1
Witness: Bourassa

Line No.	Meter Size		Month of May-07	Month of Jun-07	Month of Jul-07	Month of Aug-07	Month of Sep-07	Change from Beginning of Year to Year End	Revenues Annual-ized
1									
2									
3									
4									
5	5/8 Inch	Residential	1,836	1,832	1,875	1,900	1,884	220	Yes
6	1 Inch	Residential	225	222	223	239	245	53	Yes
7		Subtotal	2,061	2,054	2,098	2,139	2,129	273	
8									
9	5/8 Inch	Commerical	18	18	18	18	18	-	Yes
10	1 Inch	Commerical	7	9	9	10	10	3	Yes
11	1.5 Inch	Commercial	9	7	9	8	7	-	Yes
12	2 Inch	Commercial	17	16	17	17	17	1	Yes
13	3 Inch	Commercial	2	2	2	2	2	-	No
14		Subtotal	53	52	55	55	54	4	
15									
16	1.5 Inch	Multi-Family	7	9	9	10	10	3	Yes
17	2 Inch	Multi-Family	27	27	28	28	28	2	Yes
18	6 Inch	Multi-Family	2	2	2	2	2	-	No
19		Subtotal	36	38	39	40	40	5	
20									
21	5/8 Inch	Industrial	3	6	5	4	5	1	Yes
22	1 Inch	Industrial	2	2	1	2	2	(1)	Yes
23	4 Inch	Industrial	1	1	1	1	1	-	No
24		Subtotal	4	7	6	5	6	1	
25									
26	2 Inch	Standpipe	8	7	6	7	7	(2)	Yes
27	6 Inch	Standpipe	1	1	1	1	1	-	Yes
28		Subtotal	9	8	7	8	8	(2)	
29									
30									
31	Totals		2,163	2,159	2,205	2,247	2,237	281	
32									

Farmers Water Co.
Gallons Sold Summary in 1,000's
Test Year Ended September 30, 2007

Exhibit
Schedule H-2
Page 4.0
Witness: Bourassa

Line No.	Meter Size		Month of Oct-06	Month of Nov-06	Month of Dec-06	Month of Jan-07	Month of Feb-07	Month of Mar-07	Month of Apr-07
1									
2									
3									
4	5/8 Inch	Residential	9,352	9,872	7,813	10,088	9,975	12,201	11,244
5	1 Inch	Residential	1,583	1,958	1,026	1,305	1,634	2,433	1,719
6		Subtotal	10,935	11,830	8,838	11,392	11,609	14,633	12,963
7									
8	5/8 Inch	Commerical	304	173	115	86	112	122	180
9	1 Inch	Commerical	181	133	155	194	186	80	267
10	1.5 Inch	Commercial	246	188	135	117	217	113	184
11	2 Inch	Commercial	546	823	804	600	660	732	1,014
12	3 Inch	Commercial	98	136	86	110	92	104	118
13		Subtotal	1,375	1,452	1,294	1,107	1,266	1,150	1,762
14									
15	1.5 Inch	Multi-Family	95	268	157	233	105	395	277
16	2 Inch	Multi-Family	2,493	2,491	1,406	1,719	2,048	2,853	2,422
17	6 Inch	Multi-Family	620	831	620	830	597	859	632
18		Subtotal	3,208	3,590	2,183	2,782	2,750	4,107	3,331
19									
20	5/8 Inch	Industrial	53	11	26	24	21	13	21
21	1 Inch	Industrial	324	426	260	117	120	179	119
22	4 Inch	Industrial	1,447	1,272	1,285	1,489	1,368	1,736	1,393
23		Subtotal	1,823	1,708	1,570	1,629	1,509	1,928	1,533
24									
25	2 Inch	Standpipe	2,555	2,298	381	263	130	969	21
26	6 Inch	Standpipe	17	155	133	28	95	101	142
27		Subtotal	2,572	2,453	514	291	225	1,070	162
28									
29									
30		Total	19,913	21,033	14,399	17,201	17,359	22,889	19,752
31									
32									

Farmers Water Co.
Gallons Sold Summary in 1,000's
Test Year Ended September 30, 2007

Exhibit
Schedule H-2
Page 4.1
Witness: Bourassa

Line No.	Meter Size		Month of May-07	Month of Jun-07	Month of Jul-07	Month of Aug-07	Month of Sep-07	Total Year	of Total Water Usage
1									
2									
3									
4	5/8 Inch	Residential	12,122	15,075	10,088	9,966	10,387	128,183	54.21%
5	1 Inch	Residential	2,399	3,452	2,363	2,318	2,191	24,380	10.31%
6		Subtotal	14,520	18,527	12,452	12,284	12,578	152,563	64.52%
7									
8	5/8 Inch	Commerical	191	218	261	202	184	2,146	0.91%
9	1 Inch	Commerical	220	226	54	110	220	2,024	0.86%
10	1.5 Inch	Commercial	142	219	109	137	98	1,902	0.80%
11	2 Inch	Commercial	851	948	1,067	889	818	9,752	4.12%
12	3 Inch	Commercial	39	66	95	94	106	1,143	0.48%
13		Subtotal	1,442	1,677	1,585	1,431	1,426	16,966	7.18%
14									
15	1.5 Inch	Multi-Family	321	349	394	309	431	3,332	1.41%
16	2 Inch	Multi-Family	2,889	3,772	2,595	2,377	2,246	29,311	12.40%
17	6 Inch	Multi-Family	551	640	725	586	586	8,076	3.42%
18		Subtotal	3,761	4,760	3,714	3,271	3,263	40,720	17.22%
19									
20	5/8 Inch	Industrial	7	39	46	25	21	304	0.13%
21	1 Inch	Industrial	181	298	145	110	110	2,387	1.01%
22	4 Inch	Industrial	1,460	812	1,356	1,112	965	15,694	6.64%
23		Subtotal	1,647	1,149	1,546	1,246	1,096	18,385	7.78%
24									
25	2 Inch	Standpipe	26	29	20	20	25	6,735	0.00%
26	6 Inch	Standpipe	189	33	95	45	45	1,077	0.00%
27		Subtotal	215	61	115	65	70	7,812	3.30%
28									
29									
30		Total	21,586	26,175	19,411	18,297	18,433	236,446	100.00%
31									
32									

Farmers Water Co.
Gallons Sold Summary in 1,000's
Test Year Ended September 30, 2007
Gallons From Annualization

Exhibit
Schedule H-2
Page 4.2
Witness: Bourassa

Line No.	Meter Size	Class	Month of Oct-06	Month of Nov-06	Month of Dec-06	Month of Jan-07	Month of Feb-07	Month of Mar-07	Month of Apr-07
1									
2									
3									
4	5/8 Inch	Residential	1,236	744	531	613	495	443	275
5	1 Inch	Residential	437	382	237	232	291	205	153
6		Subtotal	1,673	1,126	769	846	785	647	428
7									
8	5/8 Inch	Commerical	-	-	-	-	7	-	-
9	1 Inch	Commerical	-	-	-	-	-	23	-
10	1.5 Inch	Commercial	-	(56)	(30)	-	(79)	19	-
11	2 Inch	Commercial	34	-	-	-	-	-	-
12	3 Inch	Commercial	-	-	-	-	-	-	-
13		Subtotal	34	(56)	(30)	-	(72)	41	-
14									
15	1.5 Inch	Multi-Family	41	67	67	26	26	-	31
16	2 Inch	Multi-Family	192	-	234	206	76	-	186
17	6 Inch	Multi-Family	-	-	-	-	-	-	-
18		Subtotal	232	67	301	232	102	-	217
19									
20	5/8 Inch	Industrial	13	7	(4)	-	-	-	-
21	1 Inch	Industrial	(108)	(213)	(87)	(58)	-	-	-
22	4 Inch	Industrial	-	-	-	-	-	-	-
23		Subtotal	(95)	(206)	(91)	(58)	-	-	-
24									
25	2 Inch	Standpipe	(568)	(511)	(48)	(59)	(29)	(121)	(3)
26	6 Inch	Standpipe	(568)	(511)	(48)	(59)	(29)	(121)	(3)
27		Subtotal	(1,136)	(1,021)	(95)	(117)	(58)	(242)	(5)
28									
29									
30	Subtotal Gallons From Re		710	(91)	854	902	757	447	640
31									
32									

Farmers Water Co.
Gallons Sold Summary in 1,000's
Test Year Ended September 30, 2007
Gallons From Annualization

Exhibit
Schedule H-2
Page 4.3
Witness: Bourassa

Line No.	Meter Size		Month of May-07	Month of Jun-07	Month of Jul-07	Month of Aug-07	Month of Sep-07	Total Year	of Total Water Usage
1									
2									
3									
4	5/8 Inch	Residential	317	428	48	(84)	-	5,047	2.13%
5	1 Inch	Residential	213	358	233	58	-	2,798	1.18%
6		Subtotal	530	786	282	(26)	-	7,845	#REF!
7									
8	5/8 Inch	Commerical	-	-	-	-	-	7	0.00%
9	1 Inch	Commerical	-	-	-	-	-	23	0.01%
10	1.5 Inch	Commercial	(32)	-	(24)	(17)	-	(219)	-0.09%
11	2 Inch	Commercial	-	59	-	-	-	93	0.04%
12	3 Inch	Commercial	-	-	-	-	-	-	0.00%
13		Subtotal	(32)	59	(24)	(17)	-	(97)	-0.04%
14									
15	1.5 Inch	Multi-Family	137	39	44	-	-	478	0.20%
16	2 Inch	Multi-Family	107	140	-	-	-	1,141	0.48%
17	6 Inch	Multi-Family	-	-	-	-	-	-	0.00%
18		Subtotal	244	178	44	-	-	1,619	0.68%
19									
20	5/8 Inch	Industrial	4	(7)	-	6	-	20	0.01%
21	1 Inch	Industrial	-	-	145	-	-	(321)	-0.14%
22	4 Inch	Industrial	-	-	-	-	-	-	0.00%
23		Subtotal	4	(7)	145	6	-	(302)	-0.13%
24									
25	2 Inch	Standpipe	(3)	-	3	-	-	(1,337)	-0.57%
26	6 Inch	Standpipe	(3)	-	3	-	-	(1,337)	-0.57%
27		Subtotal	(6)	-	7	-	-	(2,674)	-1.13%
28									
29									
30	Subtotal Gallons From Re		741	1,017	452	(37)	-	6,392	2.70%
31									

Farmers Water Co.
Test Year Ended September 30, 2007
Present and Proposed Rates

Exhibit
Schedule H-3
Page 1
Witness: Bourassa

Line No.	Monthly Usage Charge for:	Present Rates	Proposed Rates	Change	Percent Change
1	Meter Size (All Zones and Classes):				
2	5/8 Inch	$ 6.50	$ 8.26	$ 1.76	27.00%
3	3/4 Inch	6.50	8.26	1.76	27.00%
4	1 Inch	9.00	10.32	1.32	14.65%
5	1 1/2 Inch	13.00	20.64	7.64	58.75%
6	2 Inch	19.50	33.02	13.52	69.33%
7	3 Inch	25.00	66.04	41.04	164.16%
8	4 Inch	32.00	103.19	71.19	222.46%
9	6 Inch	40.00	206.38	166.38	415.94%
10	8 Inch	-	-		
11					
12					
13	Gallons In Minimum (All Zones and Classes)	-	-		
14					
15					
16			(Per 1,000 gallons)		
17	**Commodity Rates**		**Present**	**Proposed**	
18	**(Residential, Commercial, Industrial)**	**Block**	**Rate**	**Rate**	
19	All Meter Sizes	0 gallons to 5,000 gallons	$ 1.25	N/A	
20		5,001 gallons to 10,000 gallons	$ 1.45	N/A	
21		over 10,000 gallons	$ 1.65	N/A	
22					
23			(Per 1,000 gallons)		
24	**Commodity Rates**		**Present**	**Proposed**	
25	**(Residential, Commercial, Industrial)**	**Block**	**Rate**	**Rate**	
26					
27	5/8 Inch Meter Residential	0 gallons to 4,000 gallons	N/A	$ 1.45	
28		4,001 gallons to 10,000 gallons	N/A	$ 1.94	
29		over 10,000 gallons	N/A	$ 2.51	
30					
31	3/4 Inch Meter Residential	0 gallons to 4,000 gallons	N/A	$ 1.45	
32		4,001 gallons to 10,000 gallons	N/A	$ 1.94	
33		over 10,000 gallons	N/A	$ 2.51	

Farmers Water Co.
Test Year Ended September 30, 2007
Present and Proposed Rates

Exhibit
Schedule H-3
Page 2
Witness: Bourassa

Line No.	Commodity Rates (Residential, Commercial, Industrial)	Block	(Per 1,000 gallons) Present Rate	Proposed Rate
5	5/8 Inch Meter Commericial, Industrial	0 gallons to 10,000 gallons	N/A	$ 1.94
6		over 10,000 gallons	N/A	$ 2.51
8	3/4 Inch Meter Commericial, Industrial	0 gallons to 10,000 gallons	N/A	$ 1.94
9		over 10,000 gallons	N/A	$ 2.51
11	1 Inch Meter Residential, Commercial, Industrial	0 gallons to 12,500 gallons	N/A	$ 1.94
12		over 12,500 gallons	N/A	$ 2.51
14	1.5 Inch Meter Residential, Commercial, Industrial	0 gallons to 25,000 gallons	N/A	$ 1.94
15		over 25,000 gallons	N/A	$ 2.51
17	2 Inch Meter Residential, Commercial, Industrial	0 gallons to 40,000 gallons	N/A	$ 1.94
18		over 40,000 gallons	N/A	$ 2.51
20	3 Inch Meter Residential, Commercial, Industrial	0 gallons to 80,000 gallons	N/A	$ 1.94
21		over 80,000 gallons	N/A	$ 2.51
23	4 Inch Meter Residential, Commercial, Industrial	0 gallons to 125,000 gallons	N/A	$ 1.94
24		over 125,000 gallons	N/A	$ 2.51
26	6 Inch Meter Residential, Commercial, Industrial	0 gallons to 250,000 gallons	N/A	$ 1.94
27		over 250,000 gallons	N/A	$ 2.51
33	**Standpipe (Bulk)**	All gallons	$ 1.25	$ 2.51

Farmers Water Co.
Changes in Representative Rate Schedules
Test Year Ended September 30, 2007

Exhibit
Schedule H- 3
Page 3
Witness: Bourassa

Line No.	Other Service Charges	Present Rates	Proposed Rates
1	Establishment	$ 25.00	$ 35.00
2	Establishment (After Hours)	$ 25.00	$ 50.00
3	Reconnection (Delinquent)	$ 25.00	$ 40.00
4	Reconnection (Delinquent and After Hours)	N/T	$ 55.00
5	Meter Test (If meter reading correctly)	$ 25.00	$ 25.00
6	Hydrant Meter Deposit (refundable)	N/T	$ 150.00
7	Deposit	*	*
8	Deposit Interest	*	*
9	Re-Establishment (With-in 12 Months)	**	**
10	NSF Check	$ 20.00	$ 20.00
11	Deferred Payment, Per Month	N/T	1.50%
12	Meter Re-Read (if correct)	$ 20.00	$ 20.00
13	After hours service charge, per Rule R14-2-403D	N/T	Cost
14	Late Charge per month	N/T	1.50%
15	Meter Tampering Charge	N/T	Cost
16	Meter Box "Cut Lock" Charge	N/T	Cost
17	Meter Box Re-inspection	N/T	$ 50.00
18			
19			
20			
21			
22	* PER COMMISSION RULE (R14-2-403.B)		
23	** Months off system times the minimum. PER COMMISSION RULE (R14-2-403.D)		
24			
25	N/T = No tariff.		
26			
27			
28	IN ADDITION TO THE COLLECTION OF REGULAR RATES, THE UTILITY WILL COLLECT FROM		
29	ITS CUSTOMERS A PROPORTIONATE SHARE OF ANY PRIVILEGE, SALES, USE, AND FRANCHISE		
30	TAX. PER COMMISSION RULE (14-2-409.D 5).		
31	ALL ADVANCES AND/OR CONTRIBUTIONS ARE TO INCLUDE LABOR, MATERIALS, OVERHEADS,		
32	AND ALL APPLICABLE TAXES.		
33			
34			
35			

Farmers Water Co.
Changes in Representative Rate Schedules
Impact of Change in Tariff
Test Year Ended September 30, 2007

Exhibit
Schedule H-3
Page 3.1
Witness: Bourassa

Line No.	Other Service Charges	Present Rates	Proposed Rates	Increase in Charge	Number of Occurr-ences (a)	Increase Revenues
1	Establishment	$ 25.00	$ 35.00	$ 10.00	281	$ 2,810
2	Establishment (After Hours)	$ 25.00	$ 50.00	$ 25.00	6	150
3	Reconnection (Delinquent)	$ 25.00	$ 40.00	$ 15.00	25	375
4	Reconnection (Delinquent and After Hours)	N/T	$ 55.00	$ 50.00	4	200
5	NSF Check	$ 20.00	$ 25.00	$ 5.00	2	10
6	Meter Box Re-inspection	N/T	$ 50.00	$ 50.00	15	750
7	Totals					$ 4,295
8						
9						
10	Reconcilation of Other Service Charges	Present Rates	Number of Occurr-ences (a)	Present Revenues	Proposed Increase	Proposed Revenues
11	Establishment	$ 25.00	281	$ 7,025	$ 2,810	$ 9,835.00
12	Establishment (After Hours)	$ 25.00	6	150	$ 150	300
13	Reconnection (Delinquent)	$ 25.00	25	625	$ 375	1,000
14	Reconnection (Delinquent and After Hours)	N/T	4	-	$ 200	200
15	NSF Check	$ 20.00	2	40	$ 10	50
16	NSF Check	N/T	15	-	$ 750	750
17	Totals			$ 7,840	$ 4,295	$ 12,135
18						
19	Misc. Service Revenues Recorded During Test Year			$ 7,790		
20						
21	Difference			$ 50		
22						
23	**(a)** Estimates of Occurrences during the test year					
24						

Farmers Water Co.
Test Year Ended September 30, 2007
Service Charges
Meter and Service Line Charges

Exhibit
Schedule H-3
Page 4
Witness: Bourassa

Line No.		Total Present Charge	Proposed Service Line Charge*	Proposed Meter Install-ation Charge*	Total Proposed Charge*
1					
2					
3					
4					
5					
6	5/8 x 3/4 Inch	$ 415.00	$ 385.00	$ 135.00	$ 520.00
7	3/4 Inch	455.00	415.00	205.00	620.00
8	1 Inch	540.00	465.00	265.00	730.00
9	1 1/2 Inch	780.00	520.00	475.00	995.00
10	2 Inch	1,380.00	N/A	N/A	N/A
11	2 Inch / Turbine	N/A	800.00	995.00	1,795.00
12	2 Inch / Compound	N/A	800.00	1,840.00	2,640.00
13	3 Inch	1,935.00	N/A	N/A	N/A
14	3 Inch / Turbine	N/A	1,015.00	1,620.00	2,635.00
15	3 Inch / Compound	N/A	1,135.00	2,495.00	3,630.00
16	4 Inch	3,030.00	N/A	N/A	N/A
17	4 Inch / Turbine	N/A	1,430.00	2,570.00	4,000.00
18	4 Inch / Compound	N/A	1,610.00	3,545.00	5,155.00
19	6 Inch	5,535.00	N/A	N/A	N/A
20	6 Inch / Turbine	N/A	2,150.00	4,925.00	7,075.00
21	6 Inch / Compound	N/A	2,270.00	6,820.00	9,090.00
22	8 Inch	At Cost	At Cost	At Cost	At Cost
23	10 Inch	At Cost	At Cost	At Cost	At Cost
24	12 Inch	At Cost	At Cost	At Cost	At Cost
25					
26	*Based on Staff update of typical service line and meter installation charges dated				
27	February 21, 2008.				
28					

Farmers Water Co.

Bill Comparison Present and Proposed Rates

Meter Size: 5/8 Inch Residential

Exhibit
Schedule H-4
Page 1
Witness: Bourassa

Line No.	Usage	Present Bill	Proposed Bill	Dollar Increase	Percent Increase
1					
2					
3	-	$ 6.50	$ 8.26	$ 1.76	27.00%
4	1,000	7.75	$ 9.71	1.96	25.23%
5	2,000	9.00	11.16	2.16	23.94%
6	3,000	10.25	12.61	2.36	22.98%
7	4,000	11.50	14.06	2.56	22.22%
8	5,000	12.75	16.00	3.25	25.47%
9	6,000	14.20	17.94	3.74	26.33%
10	7,000	15.65	19.88	4.23	27.03%
11	8,000	17.10	21.82	4.72	27.62%
12	9,000	18.55	23.76	5.21	28.11%
13	10,000	20.00	25.71	5.71	28.53%
14	12,000	23.30	30.73	7.43	31.87%
15	14,000	26.60	35.75	9.15	34.38%
16	16,000	29.90	40.77	10.87	36.34%
17	18,000	33.20	45.79	12.59	37.91%
18	20,000	36.50	50.81	14.31	39.19%
19	25,000	44.75	63.35	18.60	41.57%
20	30,000	53.00	75.90	22.90	43.21%
21	35,000	61.25	88.45	27.20	44.41%
22	40,000	69.50	101.00	31.50	45.33%
23	50,000	86.00	126.10	40.10	46.63%
24	60,000	102.50	151.20	48.70	47.51%
25	70,000	119.00	176.30	57.30	48.15%
26	80,000	135.50	201.40	65.90	48.63%
27	90,000	152.00	226.49	74.49	49.01%
28	100,000	168.50	251.59	83.09	49.31%
29					
30					
31	Average Usage				
32	5,898	$ 14.05	$ 17.74	$ 3.69	26.25%
33	Median Usage				
34	3,500	$ 10.88	$ 13.33	$ 2.46	22.57%

Present Rates:

Monthly Minimum:				$	6.50
Gallons in Minimum					-
Charge Per 1,000 Gallons					
Over	0	Up To	5,000	$	1.25
Over	5,000	Up To	10,000	$	1.45
Over	10,000			$	1.65

Proposed Rates:

Monthly Minimum:				$	8.26
Gallons in Minimum					-
Charge Per 1,000 Gallons					
Over	-	Up To	4,000	$	1.45
Over	4,000	Up To	10,000	$	1.94
Over	10,000			$	2.51

Farmers Water Co.
Bill Comparison Present and Proposed Rates
Meter Size: 5/8 Inch Commercial

Exhibit
Schedule H-4
Page 2
Witness: Bourassa

Line No.	Usage	Present Bill	Proposed Bill	Dollar Increase	Percent Increase
1					
2					
3	-	$ 6.50	$ 8.26	$ 1.76	27.00%
4	1,000	7.75	$ 10.20	2.45	31.57%
5	2,000	9.00	12.14	3.14	34.88%
6	3,000	10.25	14.08	3.83	37.38%
7	4,000	11.50	16.02	4.52	39.33%
8	5,000	12.75	17.96	5.21	40.90%
9	6,000	14.20	19.91	5.71	40.19%
10	7,000	15.65	21.85	6.20	39.61%
11	8,000	17.10	23.79	6.69	39.13%
12	9,000	18.55	25.73	7.18	38.72%
13	10,000	20.00	27.67	7.67	38.37%
14	12,000	23.30	32.69	9.39	40.32%
15	14,000	26.60	37.71	11.11	41.78%
16	16,000	29.90	42.73	12.83	42.92%
17	18,000	33.20	47.75	14.55	43.84%
18	20,000	36.50	52.77	16.27	44.58%
19	25,000	44.75	65.32	20.57	45.97%
20	30,000	53.00	77.87	24.87	46.93%
21	35,000	61.25	90.42	29.17	47.63%
22	40,000	69.50	102.97	33.47	48.16%
23	50,000	86.00	128.07	42.07	48.92%
24	60,000	102.50	153.17	50.67	49.43%
25	70,000	119.00	178.27	59.27	49.80%
26	80,000	135.50	203.36	67.86	50.08%
27	90,000	152.00	228.46	76.46	50.30%
28	100,000	168.50	253.56	85.06	50.48%
29					
30					
31	Average Usage				
32	9,980	$ 19.97	$ 27.64	$ 7.67	38.38%
33	Median Usage				
34	3,500	$ 10.88	$ 15.05	$ 4.18	38.41%

Present Rates:

Monthly Minimum:				$	6.50
Gallons in Minimum					-
Charge Per 1,000 Gallons					
Over	0	Up To	5,000	$	1.25
Over	5,000	Up To	10,000	$	1.45
Over	10,000			$	1.65

Proposed Rates:

Monthly Minimum:				$	8.26
Gallons in Minimum					-
Charge Per 1,000 Gallons					
Over	-	Up To	10,000	$	1.94
Over	10,000			$	2.51

Farmers Water Co.
Bill Comparison Present and Proposed Rates
Meter Size: 5/8 Inch Industrial

Exhibit
Schedule H-4
Page 3
Witness: Bourassa

Line No.	Usage	Present Bill	Proposed Bill	Dollar Increase	Percent Increase
1					
2					
3	-	$ 6.50	$ 8.26	$ 1.76	27.00%
4	1,000	7.75	$ 10.20	2.45	31.57%
5	2,000	9.00	12.14	3.14	34.88%
6	3,000	10.25	14.08	3.83	37.38%
7	4,000	11.50	16.02	4.52	39.33%
8	5,000	12.75	17.96	5.21	40.90%
9	6,000	14.20	19.91	5.71	40.19%
10	7,000	15.65	21.85	6.20	39.61%
11	8,000	17.10	23.79	6.69	39.13%
12	9,000	18.55	25.73	7.18	38.72%
13	10,000	20.00	27.67	7.67	38.37%
14	12,000	23.30	32.69	9.39	40.32%
15	14,000	26.60	37.71	11.11	41.78%
16	16,000	29.90	42.73	12.83	42.92%
17	18,000	33.20	47.75	14.55	43.84%
18	20,000	36.50	52.77	16.27	44.58%
19	25,000	44.75	65.32	20.57	45.97%
20	30,000	53.00	77.87	24.87	46.93%
21	35,000	61.25	90.42	29.17	47.63%
22	40,000	69.50	102.97	33.47	48.16%
23	50,000	86.00	128.07	42.07	48.92%
24	60,000	102.50	153.17	50.67	49.43%
25	70,000	119.00	178.27	59.27	49.80%
26	80,000	135.50	203.36	67.86	50.08%
27	90,000	152.00	228.46	76.46	50.30%
28	100,000	168.50	253.56	85.06	50.48%
29					
30					
31	Average Usage				
32	5,429	$ 13.37	$ 18.80	$ 5.43	40.58%
33	Median Usage				
34	500	$ 7.13	$ 9.23	$ 2.10	29.49%

Present Rates:

Monthly Minimum:				$	6.50
Gallons in Minimum					-
Charge Per 1,000 Gallons					
Over	0	Up To	5,000	$	1.25
Over	5,000	Up To	10,000	$	1.45
Over	10,000			$	1.65

Proposed Rates:

Monthly Minimum:				$	8.26
Gallons in Minimum					-
Charge Per 1,000 Gallons					
Over	-	Up To	10,000	$	1.94
Over	10,000			$	2.51

Farmers Water Co.
Bill Comparison Present and Proposed Rates
Meter Size: 1 Inch Residential

Exhibit
Schedule H-4
Page 4
Witness: Bourassa

Line No.	Usage	Present Bill	Proposed Bill	Dollar Increase	Percent Increase
1					
2					
3	-	$ 9.00	$ 10.32	$ 1.32	14.65%
4	1,000	10.25	12.26	2.01	19.62%
5	2,000	11.50	14.20	2.70	23.50%
6	3,000	12.75	16.14	3.39	26.63%
7	4,000	14.00	18.09	4.09	29.19%
8	5,000	15.25	20.03	4.78	31.34%
9	6,000	16.70	21.97	5.27	31.56%
10	7,000	18.15	23.91	5.76	31.75%
11	8,000	19.60	25.85	6.25	31.91%
12	9,000	21.05	27.80	6.75	32.05%
13	10,000	22.50	29.74	7.24	32.17%
14	12,000	25.80	33.62	7.82	30.32%
15	14,000	29.10	38.36	9.26	31.82%
16	16,000	32.40	43.38	10.98	33.88%
17	18,000	35.70	48.40	12.70	35.57%
18	20,000	39.00	53.42	14.42	36.97%
19	25,000	47.25	65.97	18.72	39.61%
20	30,000	55.50	78.52	23.02	41.47%
21	35,000	63.75	91.07	27.32	42.85%
22	40,000	72.00	103.61	31.61	43.91%
23	50,000	88.50	128.71	40.21	45.44%
24	60,000	105.00	153.81	48.81	46.49%
25	70,000	121.50	178.91	57.41	47.25%
26	80,000	138.00	204.01	66.01	47.83%
27	90,000	154.50	229.11	74.61	48.29%
28	100,000	171.00	254.21	83.20	48.66%
29					
30					
31	Average Usage				
32	9,316	$ 21.51	$ 28.41	$ 6.90	32.09%
33	Median Usage				
34	4,500	$ 14.63	$ 19.06	$ 4.43	30.31%

Present Rates:

Monthly Minimum:				$ 9.00
Gallons in Minimum				-
Charge Per 1,000 Gallons				
Over	-	Up To	5,000	$ 1.25
Over	5,000	Up To	10,000	$ 1.45
Over	10,000			$ 1.65

Proposed Rates:

Monthly Minimum:				$ 10.32
Gallons in Minimum				-
Charge Per 1,000 Gallons				
Over	-	Up To	12,500	$ 1.94
Over	12,500			$ 2.51

Farmers Water Co.
Bill Comparison Present and Proposed Rates
Meter Size: 1 Inch Commercial

Exhibit
Schedule H-4
Page 5
Witness: Bourassa

Line No.	Usage	Present Bill	Proposed Bill	Dollar Increase	Percent Increase
1					
2					
3	-	$ 9.00	$ 10.32	$ 1.32	14.65%
4	1,000	10.25	12.26	2.01	19.62%
5	2,000	11.50	14.20	2.70	23.50%
6	3,000	12.75	16.14	3.39	26.63%
7	4,000	14.00	18.09	4.09	29.19%
8	5,000	15.25	20.03	4.78	31.34%
9	6,000	16.70	21.97	5.27	31.56%
10	7,000	18.15	23.91	5.76	31.75%
11	8,000	19.60	25.85	6.25	31.91%
12	9,000	21.05	27.80	6.75	32.05%
13	10,000	22.50	29.74	7.24	32.17%
14	12,000	25.80	33.62	7.82	30.32%
15	14,000	29.10	38.36	9.26	31.82%
16	16,000	32.40	43.38	10.98	33.88%
17	18,000	35.70	48.40	12.70	35.57%
18	20,000	39.00	53.42	14.42	36.97%
19	25,000	47.25	65.97	18.72	39.61%
20	30,000	55.50	78.52	23.02	41.47%
21	35,000	63.75	91.07	27.32	42.85%
22	40,000	72.00	103.61	31.61	43.91%
23	50,000	88.50	128.71	40.21	45.44%
24	60,000	105.00	153.81	48.81	46.49%
25	70,000	121.50	178.91	57.41	47.25%
26	80,000	138.00	204.01	66.01	47.83%
27	90,000	154.50	229.11	74.61	48.29%
28	100,000	171.00	254.21	83.20	48.66%
29					
30					
31	Average Usage				
32	19,090	$ 37.50	$ 51.13	$ 13.64	36.36%
33	Median Usage				
34	11,000	$ 24.15	$ 31.68	$ 7.53	31.18%

Present Rates:

Monthly Minimum:				$ 9.00
Gallons in Minimum				-
Charge Per 1,000 Gallons				
Over	-	Up To	5,000	$ 1.25
Over	5,000	Up To	10,000	$ 1.45
Over	10,000			$ 1.65

Proposed Rates:

Monthly Minimum:				$ 10.32
Gallons in Minimum				-
Charge Per 1,000 Gallons				
Over	-	Up To	12,500	$ 1.94
Over	12,500			$ 2.51

Farmers Water Co.
Bill Comparison Present and Proposed Rates
Meter Size: 1 Inch Industrial

Exhibit
Schedule H-4
Page 6
Witness: Bourassa

Line No.	Usage	Present Bill	Proposed Bill	Dollar Increase	Percent Increase
1					
2					
3	-	$ 9.00	$ 10.32	$ 1.32	14.65%
4	1,000	10.25	12.26	2.01	19.62%
5	2,000	11.50	14.20	2.70	23.50%
6	3,000	12.75	16.14	3.39	26.63%
7	4,000	14.00	18.09	4.09	29.19%
8	5,000	15.25	20.03	4.78	31.34%
9	6,000	16.70	21.97	5.27	31.56%
10	7,000	18.15	23.91	5.76	31.75%
11	8,000	19.60	25.85	6.25	31.91%
12	9,000	21.05	27.80	6.75	32.05%
13	10,000	22.50	29.74	7.24	32.17%
14	12,000	25.80	33.62	7.82	30.32%
15	14,000	29.10	38.36	9.26	31.82%
16	16,000	32.40	43.38	10.98	33.88%
17	18,000	35.70	48.40	12.70	35.57%
18	20,000	39.00	53.42	14.42	36.97%
19	25,000	47.25	65.97	18.72	39.61%
20	30,000	55.50	78.52	23.02	41.47%
21	35,000	63.75	91.07	27.32	42.85%
22	40,000	72.00	103.61	31.61	43.91%
23	50,000	88.50	128.71	40.21	45.44%
24	60,000	105.00	153.81	48.81	46.49%
25	70,000	121.50	178.91	57.41	47.25%
26	80,000	138.00	204.01	66.01	47.83%
27	90,000	154.50	229.11	74.61	48.29%
28	100,000	171.00	254.21	83.20	48.66%
29					
30					
31	Average Usage				
32	82,309	$ 141.81	$ 209.80	$ 67.99	47.95%
33	Median Usage				
34	55,000	$ 96.75	$ 141.26	$ 44.51	46.01%

Present Rates:

Monthly Minimum:				$ 9.00
Gallons in Minimum				-
Charge Per 1,000 Gallons				
Over	-	Up To	5,000	$ 1.25
Over	5,000	Up To	10,000	$ 1.45
Over	10,000			$ 1.65

Proposed Rates:

Monthly Minimum:				$ 10.32
Gallons in Minimum				-
Charge Per 1,000 Gallons				
Over	-	Up To	12,500	$ 1.94
Over	12,500			$ 2.51

Farmers Water Co.
Bill Comparison Present and Proposed Rates
Meter Size: 1.5 Inch Multi-Family

Exhibit
Schedule H-4
Page 7
Witness: Bourassa

Line No.	Usage	Present Bill	Proposed Bill	Dollar Increase	Percent Increase
1					
2					
3	-	$ 13.00	$ 20.64	$ 7.64	58.75%
4	1,000	14.25	22.58	8.33	58.45%
5	2,000	15.50	24.52	9.02	58.20%
6	3,000	16.75	26.46	9.71	57.99%
7	4,000	18.00	28.41	10.41	57.81%
8	5,000	19.25	30.35	11.10	57.65%
9	6,000	20.70	32.29	11.59	55.99%
10	7,000	22.15	34.23	12.08	54.54%
11	8,000	23.60	36.17	12.57	53.28%
12	9,000	25.05	38.12	13.07	52.16%
13	10,000	26.50	40.06	13.56	51.16%
14	12,000	29.80	43.94	14.14	47.45%
15	14,000	33.10	47.83	14.73	44.49%
16	16,000	36.40	51.71	15.31	42.06%
17	18,000	39.70	55.59	15.89	40.03%
18	20,000	43.00	59.48	16.48	38.32%
19	25,000	51.25	69.19	17.94	35.00%
20	30,000	59.50	81.74	22.24	37.37%
21	35,000	67.75	94.29	26.54	39.17%
22	40,000	76.00	106.83	30.83	40.57%
23	50,000	92.50	131.93	39.43	42.63%
24	60,000	109.00	157.03	48.03	44.07%
25	70,000	125.50	182.13	56.63	45.12%
26	80,000	142.00	207.23	65.23	45.94%
27	90,000	158.50	232.33	73.83	46.58%
28	100,000	175.00	257.43	82.43	47.10%
29					
30					
31	Average Usage				
32	32,354	$ 63.38	$ 87.64	$ 24.26	38.28%
33	Median Usage				
34	22,500	$ 47.13	$ 64.33	$ 17.21	36.51%

Present Rates:

Monthly Minimum:				$13.00
Gallons in Minimum				-
Charge Per 1,000 Gallons				
Over	-	Up To	5,000	$ 1.25
Over	5,000	Up To	10,000	$ 1.45
Over	10,000			$ 1.65

Proposed Rates:

Monthly Minimum:				$20.64
Gallons in Minimum				-
Charge Per 1,000 Gallons				
Over	-	Up To	25,000	$ 1.94
Over	25,000			$ 2.51

Farmers Water Co.
Bill Comparison Present and Proposed Rates
Meter Size: 1.5 Inch Commercial

Exhibit
Schedule H-4
Page 8
Witness: Bourassa

Line No.	Usage	Present Bill	Proposed Bill	Dollar Increase	Percent Increase
1					
2					
3	-	$ 13.00	$ 20.64	$ 7.64	58.75%
4	1,000	14.25	22.58	8.33	58.45%
5	2,000	15.50	24.52	9.02	58.20%
6	3,000	16.75	26.46	9.71	57.99%
7	4,000	18.00	28.41	10.41	57.81%
8	5,000	19.25	30.35	11.10	57.65%
9	6,000	20.70	32.29	11.59	55.99%
10	7,000	22.15	34.23	12.08	54.54%
11	8,000	23.60	36.17	12.57	53.28%
12	9,000	25.05	38.12	13.07	52.16%
13	10,000	26.50	40.06	13.56	51.16%
14	12,000	29.80	43.94	14.14	47.45%
15	14,000	33.10	47.83	14.73	44.49%
16	16,000	36.40	51.71	15.31	42.06%
17	18,000	39.70	55.59	15.89	40.03%
18	20,000	43.00	59.48	16.48	38.32%
19	25,000	51.25	69.19	17.94	35.00%
20	30,000	59.50	81.74	22.24	37.37%
21	35,000	67.75	94.29	26.54	39.17%
22	40,000	76.00	106.83	30.83	40.57%
23	50,000	92.50	131.93	39.43	42.63%
24	60,000	109.00	157.03	48.03	44.07%
25	70,000	125.50	182.13	56.63	45.12%
26	80,000	142.00	207.23	65.23	45.94%
27	90,000	158.50	232.33	73.83	46.58%
28	100,000	175.00	257.43	82.43	47.10%
29					
30					
31	Average Usage				
32	19,609	$ 42.35	$ 58.72	$ 16.36	38.63%
33	Median Usage				
34	17,000	$ 38.05	$ 53.65	$ 15.60	41.00%

Present Rates:

Monthly Minimum:				$13.00
Gallons in Minimum				-
Charge Per 1,000 Gallons				
Over	-	Up To	5,000	$ 1.25
Over	5,000	Up To	10,000	$ 1.45
Over	10,000			$ 1.65

Proposed Rates:

Monthly Minimum:				$20.64
Gallons in Minimum				-
Charge Per 1,000 Gallons				
Over	-	Up To	25,000	$ 1.94
Over	25,000			$ 2.51

Farmers Water Co.
Bill Comparison Present and Proposed Rates
Meter Size: 2 Inch Multi-Family

Exhibit
Schedule H-4
Page 9
Witness: Bourassa

Line No.	Usage	Present Bill	Proposed Bill	Dollar Increase	Percent Increase
1					
2					
3	-	$ 19.50	$ 33.02	$ 13.52	69.33%
4	1,000	20.75	34.96	14.21	68.49%
5	2,000	22.00	36.90	14.90	67.75%
6	3,000	23.25	38.85	15.60	67.08%
7	4,000	24.50	40.79	16.29	66.48%
8	5,000	25.75	42.73	16.98	65.94%
9	6,000	27.20	44.67	17.47	64.23%
10	7,000	28.65	46.61	17.96	62.70%
11	8,000	30.10	48.56	18.46	61.32%
12	9,000	31.55	50.50	18.95	60.06%
13	10,000	33.00	52.44	19.44	58.91%
14	12,000	36.30	56.32	20.02	55.16%
15	14,000	39.60	60.21	20.61	52.04%
16	16,000	42.90	64.09	21.19	49.40%
17	18,000	46.20	67.98	21.78	47.13%
18	20,000	49.50	71.86	22.36	45.17%
19	25,000	57.75	81.57	23.82	41.25%
20	30,000	66.00	91.28	25.28	38.30%
21	35,000	74.25	100.99	26.74	36.01%
22	40,000	82.50	110.70	28.20	34.18%
23	50,000	99.00	135.80	36.80	37.17%
24	60,000	115.50	160.90	45.40	39.30%
25	70,000	132.00	185.99	53.99	40.91%
26	80,000	148.50	211.09	62.59	42.15%
27	90,000	165.00	236.19	71.19	43.15%
28	100,000	181.50	261.29	79.79	43.96%
29					
30					
31	Average Usage				
32	91,028	$ 166.70	$ 238.77	72.08	43.24%
33	Median Usage				
34	65,000	$ 123.75	$ 173.45	$ 49.70	40.16%

Present Rates:

Monthly Minimum:				$ 19.50
Gallons in Minimum				-
Charge Per 1,000 Gallons				
Over	-	Up To	5,000	$ 1.25
Over	5,000	Up To	10,000	$ 1.45
Over	10,000			$ 1.65

Proposed Rates:

Monthly Minimum:				$ 33.02
Gallons in Minimum				-
Charge Per 1,000 Gallons				
Over	-	Up To	40,000	$ 1.94
Over	40,000			$ 2.51

Farmers Water Co.
Bill Comparison Present and Proposed Rates
Meter Size: 2 Inch Commercial

Exhibit
Schedule H-4
Page 10
Witness: Bourassa

Line No.	Usage	Present Bill	Proposed Bill	Dollar Increase	Percent Increase
1					
2					
3	-	$ 19.50	$ 33.02	$ 13.52	69.33%
4	1,000	20.75	34.96	14.21	68.49%
5	2,000	22.00	36.90	14.90	67.75%
6	3,000	23.25	38.85	15.60	67.08%
7	4,000	24.50	40.79	16.29	66.48%
8	5,000	25.75	42.73	16.98	65.94%
9	6,000	27.20	44.67	17.47	64.23%
10	7,000	28.65	46.61	17.96	62.70%
11	8,000	30.10	48.56	18.46	61.32%
12	9,000	31.55	50.50	18.95	60.06%
13	10,000	33.00	52.44	19.44	58.91%
14	12,000	36.30	56.32	20.02	55.16%
15	14,000	39.60	60.21	20.61	52.04%
16	16,000	42.90	64.09	21.19	49.40%
17	18,000	46.20	67.98	21.78	47.13%
18	20,000	49.50	71.86	22.36	45.17%
19	25,000	57.75	81.57	23.82	41.25%
20	30,000	66.00	91.28	25.28	38.30%
21	35,000	74.25	100.99	26.74	36.01%
22	40,000	82.50	110.70	28.20	34.18%
23	50,000	99.00	135.80	36.80	37.17%
24	60,000	115.50	160.90	45.40	39.30%
25	70,000	132.00	185.99	53.99	40.91%
26	80,000	148.50	211.09	62.59	42.15%
27	90,000	165.00	236.19	71.19	43.15%
28	100,000	181.50	261.29	79.79	43.96%
29					
30					
31	Average Usage				
32	48,277	$ 96.16	$ 131.47	35.32	36.73%
33	Median Usage				
34	32,500	$ 70.13	$ 96.13	$ 26.01	37.09%

Present Rates:

Monthly Minimum:				$ 19.50
Gallons in Minimum				-
Charge Per 1,000 Gallons				
Over	-	Up To	5,000	$ 1.25
Over	5,000	Up To	10,000	$ 1.45
Over	10,000			$ 1.65

Proposed Rates:

Monthly Minimum:				$ 33.02
Gallons in Minimum				-
Charge Per 1,000 Gallons				
Over	-	Up To	40,000	$ 1.94
Over	40,000			$ 2.51

Farmers Water Co.
Bill Comparison Present and Proposed Rates
Meter Size: 3 Inch Commercial

Exhibit
Schedule H-4
Page 11
Witness: Bourassa

Line No.	Usage	Present Bill	Proposed Bill	Dollar Increase	Percent Increase
1					
2					
3	-	$ 25.00	$ 66.04	$ 41.04	164.16%
4	1,000	26.25	67.98	41.73	158.98%
5	2,000	27.50	69.92	42.42	154.27%
6	3,000	28.75	71.87	43.12	149.97%
7	4,000	30.00	73.81	43.81	146.03%
8	5,000	31.25	75.75	44.50	142.40%
9	6,000	32.70	77.69	44.99	137.59%
10	7,000	34.15	79.63	45.48	133.19%
11	8,000	35.60	81.58	45.98	129.15%
12	9,000	37.05	83.52	46.47	125.42%
13	10,000	38.50	85.46	46.96	121.97%
14	12,000	41.80	89.34	47.54	113.74%
15	14,000	45.10	93.23	48.13	106.71%
16	16,000	48.40	97.11	48.71	100.64%
17	18,000	51.70	101.00	49.30	95.35%
18	20,000	55.00	104.88	49.88	90.69%
19	25,000	63.25	114.59	51.34	81.17%
20	30,000	71.50	124.30	52.80	73.85%
21	35,000	79.75	134.01	54.26	68.04%
22	40,000	88.00	143.72	55.72	63.32%
23	50,000	104.50	163.14	58.64	56.11%
24	60,000	121.00	182.56	61.56	50.88%
25	70,000	137.50	201.98	64.48	46.89%
26	80,000	154.00	221.40	67.40	43.77%
27	90,000	170.50	246.50	76.00	44.57%
28	100,000	187.00	271.60	84.60	45.24%
29					
30					
31	Average Usage				
32	47,630	$ 100.59	$ 158.54	$ 57.95	57.61%
33	Median Usage				
34	25,000	$ 63.25	$ 114.59	$ 51.34	81.17%

Present Rates:

Monthly Minimum:				$ 25.00
Gallons in Minimum				-
Charge Per 1,000 Gallons				
Over	-	Up To	5,000	$ 1.25
Over	5,000	Up To	10,000	$ 1.45
Over	10,000			$ 1.65

Proposed Rates:

Monthly Minimum:				$ 66.04
Gallons in Minimum				-
Charge Per 1,000 Gallons				
Over	-	Up To	80,000	$ 1.94
Over	80,000			$ 2.51

Farmers Water Co.
Bill Comparison Present and Proposed Rates
Meter Size: 4 Inch Industrial

Exhibit
Schedule H-4
Page 12
Witness: Bourassa

Line No.	Usage	Present Bill	Proposed Bill	Dollar Increase	Percent Increase
1					
2					
3	-	$ 32.00	$ 103.19	$ 71.19	222.46%
4	1,000	33.25	105.13	71.88	216.18%
5	2,000	34.50	107.07	72.57	210.35%
6	3,000	35.75	109.01	73.26	204.93%
7	4,000	37.00	110.96	73.96	199.88%
8	5,000	38.25	112.90	74.65	195.16%
9	6,000	39.70	114.84	75.14	189.27%
10	7,000	41.15	116.78	75.63	183.79%
11	8,000	42.60	118.72	76.12	178.69%
12	9,000	44.05	120.67	76.62	173.93%
13	10,000	45.50	122.61	77.11	169.47%
14	12,000	48.80	126.49	77.69	159.20%
15	14,000	52.10	130.38	78.28	150.24%
16	16,000	55.40	134.26	78.86	142.35%
17	18,000	58.70	138.14	79.44	135.34%
18	20,000	62.00	142.03	80.03	129.08%
19	25,000	70.25	151.74	81.49	116.00%
20	30,000	78.50	161.45	82.95	105.67%
21	35,000	86.75	171.16	84.41	97.30%
22	40,000	95.00	180.87	85.87	90.39%
23	50,000	111.50	200.29	88.79	79.63%
24	60,000	128.00	219.71	91.71	71.65%
25	70,000	144.50	239.13	94.63	65.49%
26	80,000	161.00	258.55	97.55	60.59%
27	90,000	177.50	277.97	100.47	56.60%
28	100,000	194.00	297.39	103.39	53.29%
29					
30					
31	Average Usage				
32	1,307,825	$ 2,186.91	$ 3,314.64	$ 1,127.73	51.57%
33	Median Usage				
34	13,620,000	$ 22,502.00	$ 34,216.29	$ 11,714.29	52.06%

Present Rates:

Monthly Minimum:				$ 32.00
Gallons in Minimum				-
Charge Per 1,000 Gallons				
Over	-	Up To	5,000	$ 1.25
Over	5,000	Up To	10,000	$ 1.45
Over	10,000			$ 1.65

Proposed Rates:

Monthly Minimum:				$ 103.19
Gallons in Minimum				-
Charge Per 1,000 Gallons				
Over	-	Up To	125,000	$ 1.94
Over	125,000			$ 2.51

Farmers Water Co.
Bill Comparison Present and Proposed Rates
Meter Size: 6 Inch - Multi-Family

Exhibit
Schedule H-4
Page 13
Witness: Bourassa

Line No.	Usage	Present Bill	Proposed Bill	Dollar Increase	Percent Increase
1					
2					
3	-	$ 40.00	$ 206.38	$ 166.38	415.94%
4	1,000	41.25	208.32	167.07	405.01%
5	2,000	42.50	210.26	167.76	394.73%
6	3,000	43.75	212.20	168.45	385.03%
7	4,000	45.00	214.14	169.14	375.87%
8	5,000	46.25	216.08	169.83	367.21%
9	6,000	47.70	218.03	170.33	357.08%
10	7,000	49.15	219.97	170.82	347.55%
11	8,000	50.60	221.91	171.31	338.56%
12	9,000	52.05	223.85	171.80	330.07%
13	10,000	53.50	225.79	172.29	322.05%
14	12,000	56.80	229.68	172.88	304.36%
15	14,000	60.10	233.56	173.46	288.62%
16	16,000	63.40	237.45	174.05	274.52%
17	18,000	66.70	241.33	174.63	261.82%
18	20,000	70.00	245.21	175.21	250.31%
19	25,000	78.25	254.92	176.67	225.78%
20	30,000	86.50	264.63	178.13	205.94%
21	35,000	94.75	274.34	179.59	189.55%
22	40,000	103.00	284.05	181.05	175.78%
23	50,000	119.50	303.47	183.97	153.95%
24	60,000	136.00	322.89	186.89	137.42%
25	70,000	152.50	342.31	189.81	124.47%
26	80,000	169.00	361.73	192.73	114.04%
27	90,000	185.50	381.15	195.65	105.47%
28	100,000	202.00	400.57	198.57	98.30%
29					
30					
31	Average Usage				
32	336,520	$ 592.26	$ 909.02	$ 316.76	53.48%
33	Median Usage				
34	343,440	$ 603.68	$ 926.39	$ 322.72	53.46%

Present Rates:

Monthly Minimum:				$ 40.00
Gallons in Minimum				-
Charge Per 1,000 Gallons				
Over	-	Up To	5,000	$ 1.25
Over	5,000	Up To	10,000	$ 1.45
Over	10,000			$ 1.65

Proposed Rates:

Monthly Minimum:				$ 206.38
Gallons in Minimum				-
Charge Per 1,000 Gallons				
Over	-	Up To	250,000	$ 1.94
Over	250,000			$ 2.51

Farmers Water Co.
Bill Comparison Present and Proposed Rates
Meter Size: 6 Inch Standpipe

Exhibit
Schedule H-4
Page 15
Witness: Bourassa

Line No.	Usage	Present Bill	Proposed Bill	Dollar Increase	Percent Increase
1					
2					
3	-	$ 40.00	$ 206.38	$ 166.38	415.94%
4	1,000	41.25	208.88	167.63	406.39%
5	2,000	42.50	211.39	168.89	397.40%
6	3,000	43.75	213.90	170.15	388.92%
7	4,000	45.00	216.41	171.41	380.92%
8	5,000	46.25	218.92	172.67	373.35%
9	6,000	47.50	221.43	173.93	366.18%
10	7,000	48.75	223.94	175.19	359.37%
11	8,000	50.00	226.45	176.45	352.91%
12	9,000	51.25	228.96	177.71	346.76%
13	10,000	52.50	231.47	178.97	340.90%
14	12,000	55.00	236.49	181.49	329.99%
15	14,000	57.50	241.51	184.01	320.02%
16	16,000	60.00	246.53	186.53	310.89%
17	18,000	62.50	251.55	189.05	302.48%
18	20,000	65.00	256.57	191.57	294.73%
19	25,000	71.25	269.12	197.87	277.71%
20	30,000	77.50	281.67	204.17	263.45%
21	35,000	83.75	294.22	210.47	251.31%
22	40,000	90.00	306.77	216.77	240.85%
23	50,000	102.50	331.87	229.37	223.77%
24	60,000	115.00	356.97	241.97	210.40%
25	70,000	127.50	382.06	254.56	199.66%
26	80,000	140.00	407.16	267.16	190.83%
27	90,000	152.50	432.26	279.76	183.45%
28	100,000	165.00	457.36	292.36	177.19%
29					
30					
31	Average Usage				
32	82,862	$ 143.58	$ 414.35	$ 270.77	188.59%
33	Median Usage				
34	95,000	$ 158.75	$ 444.81	$ 286.06	180.20%

Present Rates:

Monthly Minimum:	$ 40.00
Gallons in Minimum	-
Charge Per 1,000 Gallons	
Over -	$ 1.25

Proposed Rates:

Monthly Minimum:	$ 206.38
Gallons in Minimum	-
Charge Per 1,000 Gallons	
Over -	$ 2.51

Farmers Water Co.
Test Year Ended September 30, 2007
Meter Size: 5/8 Inch Residential

Exhibit
Schedule H-5
Page 1
Witness: Bourassa

Usage From:	Usage To:	Month of Oct-06	Month of Nov-06	Month of Dec-06	Month of Jan-07	Month of Feb-07	Month of Mar-07	Month of Apr-07	Month of May-07	Month of Jun-07	Month of Jul-07	Month of Aug-07	Month of Sep-07	Total Year	Cumulative Billing	Cumulative Gallons
-	-	70	134	135	114	122	111	128	105	83	111	139	91	1,343	1,343	-
1	1,000	204	192	218	160	147	149	250	336	292	361	354	324	2,987	4,330	1,494,994
1,001	2,000	177	142	172	134	153	150	208	188	171	226	226	222	2,169	6,499	4,749,578
2,001	3,000	179	174	216	178	191	166	174	197	159	200	204	185	2,223	8,722	10,308,190
3,001	4,000	182	157	237	181	209	172	185	170	160	157	166	195	2,171	10,893	17,907,775
4,001	5,000	170	175	209	209	220	183	183	148	119	154	160	169	2,099	12,992	27,354,325
5,001	6,000	164	170	167	196	160	159	118	114	111	145	133	143	1,780	14,772	37,145,215
6,001	7,000	122	137	104	144	141	138	118	105	111	101	109	107	1,437	16,209	46,486,433
7,001	8,000	79	86	84	105	101	121	84	77	101	86	77	88	1,089	17,298	54,654,478
8,001	9,000	81	82	59	76	84	87	61	55	61	46	59	52	803	18,101	61,480,379
9,001	10,000	46	55	45	51	51	56	42	34	67	55	35	51	588	18,689	67,066,673
10,001	12,000	62	71	41	76	65	99	78	70	82	45	54	77	820	19,509	76,087,083
12,001	14,000	33	57	26	45	41	59	51	45	69	49	40	46	561	20,070	83,380,364
14,001	16,000	24	22	16	31	32	42	38	29	36	35	29	32	366	20,436	88,870,547
16,001	18,000	15	39	7	22	20	25	27	31	35	15	26	23	285	20,721	93,715,689
18,001	20,000	11	12	4	14	13	19	10	25	26	20	20	22	196	20,917	97,439,787
20,001	25,000	13	22	9	13	17	29	26	28	45	27	27	16	272	21,189	103,559,923
25,001	30,000	8	10	5	10	11	16	15	19	25	15	15	12	161	21,350	107,987,504
30,001	35,000	7	4	4	3	6	9	15	17	14	6	8	10	103	21,453	111,335,055
35,001	40,000	6	5	3	7	4	9	5	10	20	3	5	6	83	21,536	114,447,597
40,001	50,000	2	6	-	4	5	8	8	11	12	6	5	3	70	21,606	117,597,632
50,001	60,000	4	-	2	1	-	6	5	4	10	3	4	4	43	21,649	119,962,653
60,001	70,000	-	-	1	1	1	1	2	9	8	2	1	-	26	21,675	121,652,666
70,001	80,000	2	-	-	-	-	-	1	-	3	3	-	2	11	21,686	122,477,672
80,001	90,000	1	-	-	-	1	2	2	2	1	1	1	1	12	21,698	123,497,678
90,001	100,000	-	-	-	-	-	2	3	3	1	1	-	-	10	21,708	124,447,683
100,461	100,461											1	1	2	21,710	124,648,605
101,464	101,464				1									1	21,711	124,750,069
107,236	107,236										1			1	21,712	124,857,305
108,266	108,266							1						1	21,713	124,965,571
115,994	115,994									1				1	21,714	125,081,565
116,210	116,210										1			1	21,715	125,197,775
118,130	118,130											1	1	2	21,717	125,434,035
118,144	118,144									1				1	21,718	125,552,179
118,244	118,244									1				1	21,719	125,670,423
121,342	121,342							1						1	21,720	125,791,765
123,320	123,320	1												1	21,721	125,915,085
124,611	124,611									1				1	21,722	126,039,696
125,892	125,892								1					1	21,723	126,165,588
127,170	127,170									1				1	21,724	126,292,758
134,518	134,518											1	1	2	21,726	126,561,794
139,980	139,980								1					1	21,727	126,701,774
152,599	152,599	1												1	21,728	126,854,373
158,891	158,891									1				1	21,729	127,013,264
159,453	159,453								1					1	21,730	127,172,717
172,984	172,984									1				1	21,731	127,345,701
187,550	187,550								1					1	21,732	127,533,251
202,881	202,881									1				1	21,733	127,736,132
214,638	214,638									1				1	21,734	127,950,770

Farmers Water Co.
Test Year Ended September 30, 2007
Meter Size: 5/8 Inch Residential

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Schedule H-5
Page 1
Witness: Bourassa

Usage From:	Usage To:	Month of Oct-06	Month of Nov-06	Month of Dec-06	Month of Jan-07	Month of Feb-07	Month of Mar-07	Month of Apr-07	Month of May-07	Month of Jun-07	Month of Jul-07	Month of Aug-07	Month of Sep-07	Total Year	Cumul-ative Billing	Cumul-ative Gallons
	Totals	1,664	1,752	1,764	1,776	1,795	1,818	1,839	1,836	1,832	1,875	1,900	1,884	21,735		
											Average Usage			5,898		
											Median Usage			3,500		
											Average # Customers			1,811		
											Change in Number of Customers			220		

Farmers Water Co.
Test Year Ended September 30, 2007
Meter Size: 5/8 Inch Commercial

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Schedule H-5
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Witness: Bourassa

Usage From:	Usage To:	Month of Oct-06	Month of Nov-06	Month of Dec-06	Month of Jan-07	Month of Feb-07	Month of Mar-07	Month of Apr-07	Month of May-07	Month of Jun-07	Month of Jul-07	Month of Aug-07	Month of Sep-07	Total Year	Cumul-ative Billing	Cumul-ative Gallons
-	-	4	4	4	4	5	5	5	4	4	4	3	5	51	51	-
1	1,000	1	2	3	5	3	3	2	2	5	1	4	3	34	85	17,017
1,001	2,000		1	1		1		1		1	1	1	2	9	94	30,522
2,001	3,000	1		1			1	1	3	1	2	1	1	12	106	60,528
3,001	4,000	1	1	1	2			2	1	1	2			11	117	99,033
4,001	5,000	1	1			1	2		1					6	123	126,036
5,001	6,000	1	1	1	1	1						1		6	129	159,039
6,001	7,000	1				1	1	1	1	1	1		1	8	137	211,043
7,001	8,000		1	1	1	1							1	5	142	248,546
8,001	9,000													-	142	248,546
9,001	10,000		1		2				1			2		6	148	305,549
10,001	12,000		2	2	2		1	1			2	1		11	159	426,554
12,001	14,000	2	1	2		1	1					1	1	9	168	543,559
14,001	16,000	3				1	1					2	1	8	176	663,563
16,001	18,000		1	1			1		1	2	1		1	8	184	799,567
18,001	20,000					1	1		1					3	187	856,568
20,001	25,000	1			1			3	1		1	1		8	195	1,036,572
25,001	30,000			1			1	1		1	1			5	200	1,174,075
30,001	35,000		1										1	2	202	1,239,076
35,001	40,000					1					1			2	204	1,314,077
40,001	50,000								1					1	205	1,359,077
50,001	60,000		1					1	1	1				4	209	1,579,079
60,001	70,000													-	209	1,579,079
70,001	80,000	1												1	210	1,654,080
80,001	90,000									1			1	2	212	1,824,081
90,001	100,000											1		1	213	1,919,081
112,902	112,902	1												1	214	2,031,983
113,764	113,764										1			1	215	2,145,747
	-													-	215	2,145,747
	-													-	215	2,145,747
Totals		18	18	18	18	17	18	18	18	18	18	18	18	215		

Average Usage	9,980
Median Usage	3,500
Average # Customers	18
Change in Number of Customers	-

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Schedule H-5
Page 3
Witness: Bourassa

Farmers Water Co.
Test Year Ended September 30, 2007
Meter Size: 5/8 Inch Industrial

Usage From:	Usage To:	Month of Oct-06	Month of Nov-06	Month of Dec-06	Month of Jan-07	Month of Feb-07	Month of Mar-07	Month of Apr-07	Month of May-07	Month of Jun-07	Month of Jul-07	Month of Aug-07	Month of Sep-07	Total Year	Cumul-ative Billing	Cumul-ative Gallons
-	-													-	-	-
1	1,000	2	2	3	2	2	4	4	2	4	2	2	3	32	32	16,016
1,001	2,000					1								1	33	17,517
2,001	3,000										1		1	2	35	22,518
3,001	4,000													-	35	22,518
4,001	5,000									1		1		2	37	31,519
5,001	6,000				1				1					2	39	42,520
6,001	7,000	1												1	40	49,020
7,001	8,000			2		1								3	43	71,522
8,001	9,000				2									2	45	88,523
9,001	10,000		1	1							1			3	48	117,024
10,001	12,000					1	1							2	50	139,025
12,001	14,000													-	50	139,025
14,001	16,000													-	50	139,025
16,001	18,000												1	1	51	156,026
18,001	20,000							1				1		2	53	194,027
20,001	25,000													-	53	194,027
25,001	30,000													-	53	194,027
30,001	35,000									1	1			2	55	259,028
35,001	40,000													-	55	259,028
40,001	50,000	1												1	56	304,028
50,001	60,000													-	56	304,028
60,001	70,000													-	56	304,028
70,001	80,000													-	56	304,028
80,001	90,000													-	56	304,028
90,001	100,000													-	56	304,028
	-													-	56	304,028
Totals		4	3	6	5	5	5	5	3	6	5	4	5	56		

Average Usage	5,429
Median Usage	500
Average # Customers	5
Change in Number of Customers	1

Farmers Water Co.
Test Year Ended September 30, 2007
Meter Size: 1 Inch Residential

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Schedule H-5
Page 4
Witness: Bourassa

Usage From:	Usage To:	Month of Oct-06	Month of Nov-06	Month of Dec-06	Month of Jan-07	Month of Feb-07	Month of Mar-07	Month of Apr-07	Month of May-07	Month of Jun-07	Month of Jul-07	Month of Aug-07	Month of Sep-07	Total Year	Cumul-ative Billing	Cumul-ative Gallons
-	-	22	28	26	33	30	34	43	33	26	28	35	31	369	369	-
1	1,000	30	26	15	17	20	18	24	24	21	28	26	27	276	645	138,138
1,001	2,000	19	12	27	14	13	12	19	16	12	13	20	28	205	850	445,741
2,001	3,000	11	19	23	17	13	17	10	10	18	20	21	16	195	1,045	933,338
3,001	4,000	12	9	12	17	18	17	13	11	5	6	16	12	148	1,193	1,451,412
4,001	5,000	10	13	19	8	19	10	17	13	9	14	10	10	152	1,345	2,135,488
5,001	6,000	10	12	13	19	8	14	5	9	8	12	10	6	126	1,471	2,828,551
6,001	7,000	10	10	12	10	14	13	11	3	4	7	11	15	120	1,591	3,608,611
7,001	8,000	6	11	12	16	8	7	10	10	6	11	17	27	141	1,732	4,666,182
8,001	9,000	4	8	11	9	9	1	13	15	9	7	6	7	99	1,831	5,507,731
9,001	10,000	8	5	4	10	6	11	4	4	13	6	7	6	84	1,915	6,305,773
10,001	12,000	9	8	8	8	12	11	10	16	8	17	8	13	128	2,043	7,713,837
12,001	14,000	12	9	5	10	13	14	9	10	10	9	9	7	117	2,160	9,234,896
14,001	16,000	6	6	2	2	3	10	6	9	9	8	13	8	82	2,242	10,464,937
16,001	18,000	3	7	2	4	2	2	7	3	7	5	1	6	49	2,291	11,297,961
18,001	20,000	-	6	3	5	5	6	4	6	5	3	2	2	47	2,338	12,190,985
20,001	25,000	5	1	2	4	5	11	8	6	13	7	6	8	76	2,414	13,901,023
25,001	30,000	5	7	-	2	2	3	3	12	7	7	4	2	54	2,468	15,386,050
30,001	35,000	3	1	2	2	1	1	2	1	7	3	2	3	28	2,496	16,296,064
35,001	40,000	2	-	1	-	1	4	3	3	6	-	3	2	25	2,521	17,233,576
40,001	50,000	1	-	-	-	3	3	1	3	8	4	3	2	28	2,549	18,493,590
50,001	60,000	3	1	-	1	-	1	2	1	2	3	1	1	16	2,565	19,373,598
60,001	70,000	-	3	-	-	1	2	-	4	2	-	2	3	17	2,582	20,478,607
70,001	80,000	-	-	-	-	1	-	-	1	-	1	3	-	6	2,588	20,928,610
80,001	90,000	-	-	-	-	-	2	-	-	1	-	-	1	4	2,592	21,268,612
90,001	100,000	-	1	-	-	-	-	-	2	3	1	2	1	10	2,602	22,218,617
101,630	101,630							1						1	2,603	22,320,247
101,827	101,827						1							1	2,604	22,422,074
104,250	104,250										1			1	2,605	22,526,324
106,952	106,952					1								1	2,606	22,633,276
108,743	108,743										1			1	2,607	22,742,019
117,600	117,600		1											1	2,608	22,859,619
121,780	121,780	1												1	2,609	22,981,399
124,150	124,150									1				1	2,610	23,105,549
137,509	137,509											1	1	2	2,612	23,380,567
143,815	143,815										1			1	2,613	23,524,382
163,742	163,742									1				1	2,614	23,688,124
221,883	221,883		1											1	2,615	23,910,007
226,090	226,090						1							1	2,616	24,136,097
243,491	243,491									1				1	2,617	24,379,588
	-													-	2,617	24,379,588
	-													-	2,617	24,379,588
Totals		192	205	199	208	208	226	225	225	222	223	239	245	2,617		

Average Usage	9,316
Median Usage	4,500
Average # Customers	218
Change in Number of Customers	53

Farmers Water Co.
Test Year Ended September 30, 2007
Meter Size: 1 Inch Commercial

Exhibit
Schedule H-5
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Witness: Bourassa

Usage From:	Usage To:	Month of Oct-06	Month of Nov-06	Month of Dec-06	Month of Jan-07	Month of Feb-07	Month of Mar-07	Month of Apr-07	Month of May-07	Month of Jun-07	Month of Jul-07	Month of Aug-07	Month of Sep-07	Total Year	Cumul-ative Billing	Cumul-ative Gallons
-	-											1		1	1	-
1	1,000		2	2							2	1	1	8	9	4,004
1,001	2,000	1	1		1								1	4	13	10,006
2,001	3,000	1		1	1	2								5	18	22,509
3,001	4,000						1			1	1		1	4	22	36,511
4,001	5,000				1	1	2		1		1	1		7	29	68,014
5,001	6,000			1	1	1		1	1	1			1	7	36	106,518
6,001	7,000	1	1						1		2			5	41	139,020
7,001	8,000										1	1		2	43	154,021
8,001	9,000	1												1	44	162,522
9,001	10,000						1	2	1	1		1		6	50	219,525
10,001	12,000		1	1	1		1				1		1	6	56	285,528
12,001	14,000	1	1			1				1	1		1	6	62	363,531
14,001	16,000			1		1		1		1			1	5	67	438,533
16,001	18,000							1	1	1				3	70	489,535
18,001	20,000	1			1		1		1			2	1	7	77	622,538
20,001	25,000	1	2					1				1		5	82	735,041
25,001	30,000			2	1		1	1	1			1		7	89	927,544
30,001	35,000	1				1				1				3	92	1,025,046
35,001	40,000				1									1	93	1,062,546
40,001	50,000					1								1	94	1,107,547
50,001	60,000		1						1					2	96	1,217,548
60,001	70,000			1		1				2				4	100	1,477,550
70,001	80,000	1						1	1					3	103	1,702,551
80,001	90,000				1			1						2	105	1,872,552
90,001	100,000													-	105	1,872,552
151,000	151,000												1	1	106	2,023,552
	-													-	106	2,023,552
	-													-	106	2,023,552
	-													-	106	2,023,552
Totals		9	9	9	9	9	7	9	9	9	9	9	9	106		

Average Usage	19,090
Median Usage	11,000
Average # Customers	9
Change in Number of Customers	-

Farmers Water Co.
Test Year Ended September 30, 2007
Meter Size: 1.5 Inch Multi-Family

Exhibit
Schedule H-5
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Witness: Bourassa

Usage From:	Usage To:	Month of Oct-06	Month of Nov-06	Month of Dec-06	Month of Jan-07	Month of Feb-07	Month of Mar-07	Month of Apr-07	Month of May-07	Month of Jun-07	Month of Jul-07	Month of Aug-07	Month of Sep-07	Total Year	Cumul-ative Billing	Cumul-ative Gallons
-	-	1	2	-	-	2	-	-	-	-	1	-	-	6	6	-
1	1,000	-	-	2	-	-	-	-	-	-	-	-	-	2	8	1,001
1,001	2,000	-	-	-	1	-	-	-	-	-	-	-	-	1	9	2,502
2,001	3,000	1	-	-	-	-	-	-	-	-	-	-	-	1	10	5,002
3,001	4,000	-	-	-	1	-	-	-	-	1	-	-	-	2	12	12,003
4,001	5,000	-	-	-	-	1	-	1	-	-	-	1	-	3	15	25,505
5,001	6,000	-	-	1	-	-	1	-	-	-	-	-	-	2	17	36,506
6,001	7,000	-	-	-	1	-	2	1	1	-	-	1	1	7	24	82,009
7,001	8,000	1	-	-	-	1	-	-	-	-	-	-	-	2	26	97,010
8,001	9,000	-	-	-	1	-	-	1	-	1	-	1	-	4	30	131,012
9,001	10,000	-	-	-	-	-	-	-	-	-	-	-	-	-	30	131,012
10,001	12,000	1	-	-	-	1	-	-	1	-	-	-	-	3	33	164,014
12,001	14,000	-	1	-	-	-	-	-	-	-	-	-	1	2	35	190,015
14,001	16,000	-	-	-	-	-	-	-	-	1	1	-	-	2	37	220,016
16,001	18,000	-	-	-	-	1	-	-	-	-	-	-	-	1	38	237,016
18,001	20,000	1	-	-	-	-	-	2	-	-	-	1	2	6	44	351,019
20,001	25,000	1	-	1	-	-	2	-	-	3	2	1	1	11	55	598,525
25,001	30,000	-	-	1	1	-	1	1	1	1	1	-	-	7	62	791,028
30,001	35,000	1	1	-	-	2	-	1	-	1	-	-	-	6	68	986,031
35,001	40,000	-	1	-	2	-	-	-	-	-	1	1	1	6	74	1,211,034
40,001	50,000	-	1	1	-	-	2	1	2	-	1	1	2	11	85	1,706,040
50,001	60,000	-	-	1	2	-	1	-	1	-	-	3	-	8	93	2,146,044
60,001	70,000	-	1	-	-	-	-	-	-	-	-	-	-	1	94	2,211,044
70,001	80,000	-	1	-	-	-	-	-	-	-	-	-	-	1	95	2,286,045
80,001	90,000	-	-	-	-	-	-	-	-	-	-	-	-	-	95	2,286,045
90,001	100,000	-	-	-	-	-	-	-	-	-	1	-	1	2	97	2,476,046
114,838	114,838							1						1	98	2,590,884
128,687	128,687										1		1	2	100	2,848,258
130,547	130,547								1					1	101	2,978,805
159,199	159,199						1							1	102	3,138,004
194,432	194,432									1				1	103	3,332,436
	-													-	103	3,332,436
														-	103	3,332,436
Totals		7	8	7	9	8	10	9	7	9	9	10	10	103		

Average Usage	32,354
Median Usage	22,500
Average # Customers	9
Change in Number of Customers	3

Farmers Water Co.
Test Year Ended September 30, 2007
Meter Size: 1.5 Inch Commercial

Exhibit
Schedule H-5
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Witness: Bourassa

Usage From:	Usage To:	Month of Oct-06	Month of Nov-06	Month of Dec-06	Month of Jan-07	Month of Feb-07	Month of Mar-07	Month of Apr-07	Month of May-07	Month of Jun-07	Month of Jul-07	Month of Aug-07	Month of Sep-07	Total Year	Cumul-ative Billing	Cumul-ative Gallons
-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
1	1,000	-	1	-	-	-	-	-	-	-	-	-	-	1	1	501
1,001	2,000	-	-	1	-	-	-	-	-	-	1	-	-	2	3	3,502
2,001	3,000	-	-	-	-	1	-	1	2	1	1	2	2	10	13	28,507
3,001	4,000	-	1	1	1	-	1	-	1	-	1	-	-	6	19	49,510
4,001	5,000	1	-	1	1	3	1	1	-	1	-	-	-	9	28	90,014
5,001	6,000	-	1	-	1	-	-	-	-	-	-	-	-	2	30	101,015
6,001	7,000	-	-	1	-	-	-	-	-	-	1	-	-	2	32	114,016
7,001	8,000	-	-	1	-	-	-	-	-	-	1	-	-	2	34	129,017
8,001	9,000	-	1	-	1	-	-	-	-	-	-	1	1	4	38	163,019
9,001	10,000	-	-	-	-	-	1	-	-	1	-	-	-	2	40	182,020
10,001	12,000	1	2	1	-	-	-	-	-	-	-	-	-	4	44	226,022
12,001	14,000	-	-	-	-	1	-	-	-	-	-	-	1	2	46	252,023
14,001	16,000	-	-	-	-	-	-	-	-	-	-	-	-	-	46	252,023
16,001	18,000	-	-	-	-	-	-	-	3	-	1	2	2	8	54	388,027
18,001	20,000	-	-	-	-	2	-	1	-	-	2	1	-	6	60	502,030
20,001	25,000	1	-	1	1	-	1	1	2	-	-	-	-	7	67	659,534
25,001	30,000	-	1	-	1	1	1	-	-	-	-	-	-	4	71	769,536
30,001	35,000	1	-	1	-	1	-	-	-	-	1	1	-	5	76	932,038
35,001	40,000	-	2	-	-	-	-	-	1	1	-	1	1	6	82	1,157,041
40,001	50,000	1	1	1	1	2	1	3	-	-	-	-	-	10	92	1,607,046
50,001	60,000	-	-	-	-	-	-	-	-	3	-	-	-	3	95	1,772,048
60,001	70,000	2	-	-	-	-	-	-	-	-	-	-	-	2	97	1,902,049
70,001	80,000	-	-	-	-	-	-	-	-	-	-	-	-	-	97	1,902,049
80,001	90,000	-	-	-	-	-	-	-	-	-	-	-	-	-	97	1,902,049
90,001	100,000	-	-	-	-	-	-	-	-	-	-	-	-	-	97	1,902,049
	-													-	97	1,902,049
	-													-	97	1,902,049
	-													-	97	1,902,049
	-													-	97	1,902,049
	-													-	97	1,902,049
	-													-	97	1,902,049
	-													-	97	1,902,049
Totals		7	10	9	7	11	6	7	9	7	9	8	7	97		

Average Usage	19,609
Median Usage	17,000
Average # Customers	8
Change in Number of Customers	-

Farmers Water Co.
Test Year Ended September 30, 2007
Meter Size: 2 Inch Multi-Family

Exhibit
Schedule H-5
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Witness: Bourassa

Usage From:	Usage To:	Month of Oct-06	Month of Nov-06	Month of Dec-06	Month of Jan-07	Month of Feb-07	Month of Mar-07	Month of Apr-07	Month of May-07	Month of Jun-07	Month of Jul-07	Month of Aug-07	Month of Sep-07	Total Year	Cumul-ative Billing	Cumul-ative Gallons
-	-	2	1	4	4	1	-	2	3	2	1	2	2	24	24	-
1	1,000	-	1	-	-	-	-	-	-	1	-	-	-	2	26	1,001
1,001	2,000	-	1	-	2	3	1	1	-	-	-	-	1	9	35	14,506
2,001	3,000	-	-	-	1	-	-	-	-	-	-	-	-	1	36	17,006
3,001	4,000	-	-	-	-	-	1	-	-	1	2	-	1	5	41	34,509
4,001	5,000	-	-	1	-	-	-	-	-	-	-	1	-	2	43	43,510
5,001	6,000	-	-	-	-	-	-	-	-	-	-	-	-	-	43	43,510
6,001	7,000	-	1	-	-	-	-	-	-	-	-	-	-	1	44	50,010
7,001	8,000	1	-	-	-	-	-	1	-	-	-	-	-	2	46	65,011
8,001	9,000	-	-	-	-	-	-	-	1	-	-	1	1	3	49	90,513
9,001	10,000	-	-	-	-	-	-	-	-	-	-	-	-	-	49	90,513
10,001	12,000	-	-	2	-	-	-	-	-	-	-	-	1	3	52	123,514
12,001	14,000	-	-	-	-	-	1	1	-	1	1	1	-	5	57	188,517
14,001	16,000	-	1	-	-	-	-	-	1	1	1	1	1	6	63	278,520
16,001	18,000	-	-	-	-	-	1	-	1	1	-	-	-	3	66	329,521
18,001	20,000	1	-	-	1	-	-	-	-	-	1	-	1	4	70	405,523
20,001	25,000	-	-	1	-	3	2	-	1	1	-	1	-	9	79	608,028
25,001	30,000	1	2	-	-	-	-	1	1	-	1	-	2	8	87	828,032
30,001	35,000	-	-	1	-	-	1	1	1	-	-	1	-	5	92	990,534
35,001	40,000	3	-	2	1	1	-	-	-	-	1	1	-	9	101	1,328,039
40,001	50,000	-	1	2	2	1	1	1	-	1	-	4	3	16	117	2,048,047
50,001	60,000	2	1	2	3	4	2	2	1	-	3	1	2	23	140	3,313,058
60,001	70,000	2	6	4	2	3	1	3	-	-	4	3	2	30	170	5,263,073
70,001	80,000	5	1	2	3	4	1	1	3	4	-	3	1	28	198	7,363,087
80,001	90,000	1	3	1	1	-	6	1	2	3	5	-	1	24	222	9,403,099
90,001	100,000	-	2	-	2	2	2	3	-	1	1	-	3	16	238	10,923,107
100,100	100,100	-	-	-	-	-	1	-	-	-	-	-	-	1	239	11,023,207
100,500	100,500	-	-	-	-	-	-	-	-	-	1	-	-	1	240	11,123,707
101,100	101,100	-	-	-	-	-	-	1	-	-	-	-	-	1	241	11,224,807
102,100	102,100	-	-	-	-	-	-	-	-	-	-	1	-	1	242	11,326,907
103,900	103,900	-	-	-	-	-	1	-	-	-	-	-	-	1	243	11,430,807
104,000	104,000	1	-	-	-	-	-	-	-	-	-	-	-	1	244	11,534,807
104,200	104,200	-	1	-	-	-	-	-	-	-	-	-	-	1	245	11,639,007
105,200	105,200	-	-	-	-	-	-	-	-	-	-	1	1	2	247	11,849,407
107,300	107,300	-	-	-	-	-	-	-	1	1	-	-	-	2	249	12,064,007
107,500	107,500	-	1	-	-	-	-	-	-	-	-	-	-	1	250	12,171,507
107,800	107,800	1	-	-	-	-	-	-	-	-	-	-	-	1	251	12,279,307
109,100	109,100	1	-	-	-	-	-	-	-	-	-	-	-	1	252	12,388,407
110,100	110,100	1	-	-	-	-	-	-	-	-	-	-	-	1	253	12,498,507
110,200	110,200	-	-	-	1	-	-	-	-	-	-	-	-	1	254	12,608,707
112,000	112,000	-	-	-	-	1	-	-	-	-	-	-	-	1	255	12,720,707
112,400	112,400	-	-	-	-	-	-	1	-	-	-	-	-	1	256	12,833,107
114,000	114,000	-	-	-	-	-	-	-	-	-	-	1	1	2	258	13,061,107
114,800	114,800	-	-	-	-	-	-	1	-	-	-	-	-	1	259	13,175,907
116,300	116,300	-	-	-	-	-	-	-	-	-	1	-	-	1	260	13,292,207
118,000	118,000	-	-	-	-	-	-	-	-	-	1	-	-	1	261	13,410,207
118,600	118,600	-	-	-	-	1	-	-	-	-	-	-	-	1	262	13,528,807
121,700	121,700	-	-	-	-	-	-	-	1	-	-	-	-	1	263	13,650,507

Farmers Water Co.
Test Year Ended September 30, 2007
Meter Size: 2 Inch Multi-Family

Exhibit
Schedule H-5
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Witness: Bourassa

Usage From:	Usage To:	Month of Oct-06	Month of Nov-06	Month of Dec-06	Month of Jan-07	Month of Feb-07	Month of Mar-07	Month of Apr-07	Month of May-07	Month of Jun-07	Month of Jul-07	Month of Aug-07	Month of Sep-07	Total Year	Cumul-ative Billing	Cumul-ative Gallons
121,700	121,700	-	-	-	-	-	-	-	1	-	-	-	-	1	264	13,772,207
123,600	123,600	-	1	-	-	-	-	-	-	-	-	-	-	1	265	13,895,807
127,600	127,600	-	-	-	-	-	1	-	-	-	-	-	-	1	266	14,023,407
128,200	128,200	-	-	-	-	-	-	-	1	-	-	-	-	1	267	14,151,607
128,700	128,700	-	-	-	-	-	-	-	1	-	-	-	-	1	268	14,280,307
134,400	134,400	-	1	-	-	-	-	-	-	-	-	-	-	1	269	14,414,707
139,000	139,000	-	-	-	-	-	-	-	-	1	-	-	-	1	270	14,553,707
139,900	139,900	-	-	-	-	-	-	-	1	1	-	-	-	2	272	14,833,507
147,400	147,400	-	-	-	-	1	-	-	-	-	-	-	-	1	273	14,980,907
150,500	150,500	-	-	-	-	-	-	-	-	-	-	1	1	2	275	15,281,907
152,417	152,417	1	-	-	-	-	-	-	-	-	-	-	-	1	276	15,434,324
154,900	154,900	-	-	-	-	-	-	1	-	-	-	-	-	1	277	15,589,224
162,800	162,800	-	-	-	-	-	-	-	-	-	1	-	-	1	278	15,752,024
163,300	163,300	-	-	-	-	-	-	-	-	1	-	-	-	1	279	15,915,324
169,900	169,900	-	-	-	-	-	1	-	-	-	-	-	-	1	280	16,085,224
172,900	172,900	-	-	-	-	-	-	-	1	-	-	-	-	1	281	16,258,124
173,200	173,200	-	-	-	-	-	-	-	-	-	-	1	-	1	282	16,431,324
173,600	173,600	-	-	-	-	-	-	-	-	-	-	1	1	2	284	16,778,524
175,000	175,000	-	-	-	-	-	-	-	1	-	-	-	-	1	285	16,953,524
176,700	176,700	-	-	-	-	-	-	-	-	1	-	-	-	1	286	17,130,224
177,900	177,900	-	-	1	-	-	-	-	-	-	-	-	-	1	287	17,308,124
179,200	179,200	-	-	-	-	1	-	-	-	-	-	-	-	1	288	17,487,324
179,500	179,500	-	-	-	-	-	-	1	-	-	-	-	-	1	289	17,666,824
183,000	183,000	1	-	-	-	-	-	-	-	-	-	-	-	1	290	17,849,824
192,900	192,900	-	-	-	-	-	-	1	-	-	-	-	-	1	291	18,042,724
194,300	194,300	-	-	-	-	-	-	-	1	-	-	-	-	1	292	18,237,024
196,000	196,000	-	-	-	-	-	1	-	-	-	-	-	-	1	293	18,433,024
203,600	203,600	-	-	-	-	-	-	-	-	-	-	1	1	2	295	18,840,224
206,200	206,200	-	-	-	-	-	-	-	-	-	1	-	-	1	296	19,046,424
212,200	212,200	-	1	-	-	-	-	-	-	-	-	-	-	1	297	19,258,624
213,600	213,600	-	-	-	-	-	-	1	-	-	-	-	-	1	298	19,472,224
220,400	220,400	-	-	-	-	-	-	-	-	1	-	-	-	1	299	19,692,624
227,800	227,800	-	-	-	-	-	1	-	-	-	-	-	-	1	300	19,920,424
227,900	227,900	-	-	-	1	-	-	-	-	-	-	-	-	1	301	20,148,324
232,600	232,600	-	-	-	-	-	-	-	-	-	1	-	-	1	302	20,380,924
241,500	241,500	-	-	-	-	-	1	-	-	-	-	-	-	1	303	20,622,424
280,100	280,100	-	1	-	-	-	-	-	-	-	-	-	-	1	304	20,902,524
283,800	283,800	-	-	-	-	-	-	-	1	-	-	-	-	1	305	21,186,324
289,200	289,200	-	-	-	-	-	-	-	-	1	-	-	-	1	306	21,475,524
347,300	347,300	-	-	-	-	-	-	-	1	-	-	-	-	1	307	21,822,824
376,500	376,500	-	-	1	-	-	-	-	-	-	-	-	-	1	308	22,199,324
395,649	395,649	-	-	-	-	-	-	-	1	-	-	-	-	1	309	22,594,973
417,400	417,400	1	-	-	-	-	-	-	-	-	-	-	-	1	310	23,012,373
431,700	431,700	-	-	-	-	1	-	-	-	-	-	-	-	1	311	23,444,073
433,900	433,900	-	-	-	1	-	-	-	-	-	-	-	-	1	312	23,877,973
440,100	440,100	-	1	-	-	-	-	-	-	-	-	-	-	1	313	24,318,073
442,500	442,500	1	-	-	-	-	-	-	-	-	-	-	-	1	314	24,760,573
475,700	475,700	-	-	-	-	-	-	1	-	-	-	-	-	1	315	25,236,273

Farmers Water Co.
Test Year Ended September 30, 2007
Meter Size: 2 Inch Multi-Family

Exhibit
Schedule H-5
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Witness: Bourassa

Usage From:	Usage To:	Month of Oct-06	Month of Nov-06	Month of Dec-06	Month of Jan-07	Month of Feb-07	Month of Mar-07	Month of Apr-07	Month of May-07	Month of Jun-07	Month of Jul-07	Month of Aug-07	Month of Sep-07	Total Year	Cumul-ative Billing	Cumul-ative Gallons
509,400	509,400	-	-	-	-	-	-	-	-	1	-	-	-	1	316	25,745,673
565,832	565,832	-	-	-	-	-	-	-	-	-	-	1	-	1	317	26,311,505
565,832	565,832	-	-	-	-	-	-	-	-	-	-	-	1	1	318	26,877,337
578,600	578,600	-	-	-	-	-	1	-	-	-	-	-	-	1	319	27,455,937
590,600	590,600	-	-	-	-	-	-	-	-	1	-	-	-	1	320	28,046,537
594,903	594,903	-	-	-	-	-	-	-	-	-	1	-	-	1	321	28,641,440
669,679	669,679	-	-	-	-	-	-	-	-	1	-	-	-	1	322	29,311,119
	-													-	322	29,311,119
Totals		26	28	24	25	27	28	26	27	27	28	28	28	322		

Average Usage	91,028
Median Usage	65,000
Average # Customers	27
Change in Number of Customers	2

Farmers Water Co.
Test Year Ended September 30, 2007
Meter Size: 2 Inch Commercial

Exhibit
Schedule H-5
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Witness: Bourassa

Usage From:	Usage To:	Month of Oct-06	Month of Nov-06	Month of Dec-06	Month of Jan-07	Month of Feb-07	Month of Mar-07	Month of Apr-07	Month of May-07	Month of Jun-07	Month of Jul-07	Month of Aug-07	Month of Sep-07	Total Year	Cumul-ative Billing	Cumul-ative Gallons
-	-	2	3	1	1	2	2		1		1			13	13	-
1	1,000			1	1			1						3	16	1,502
1,001	2,000			1										1	17	3,002
2,001	3,000											1		1	18	5,503
3,001	4,000				1									1	19	9,003
4,001	5,000	1	1		1	1								4	23	27,005
5,001	6,000			1			1							2	25	38,006
6,001	7,000				1				1	1		1	1	5	30	70,509
7,001	8,000	1	1	1							1			4	34	100,511
8,001	9,000	1				1	1	2	1	1			1	8	42	168,515
9,001	10,000					1					1			2	44	187,516
10,001	12,000	1	1		2	1	1							6	50	253,519
12,001	14,000		1		1	2		1	1			1	1	8	58	357,523
14,001	16,000	1		1	1							1	2	6	64	447,526
16,001	18,000		1			1		1		1	1	1		6	70	549,529
18,001	20,000					1	1		1		1	2		6	76	663,532
20,001	25,000	1	1	1	1		2	1		2	2		1	12	88	933,538
25,001	30,000	1	1	2	1	1	2		1	1		1	1	12	100	1,263,544
30,001	35,000	2			1			1	1	1	1	1	2	10	110	1,588,549
35,001	40,000		1	1			2	1						5	115	1,776,051
40,001	50,000	2	1	1	1	2		2	3	1			1	14	129	2,406,058
50,001	60,000	1	1	1			1	1	2	2	1	1	1	12	141	3,066,064
60,001	70,000			1	2	1	1	1	2	1	1	2	3	15	156	4,041,072
70,001	80,000		1			1		1		1	2		1	7	163	4,566,075
80,001	90,000			1				1			1	2		5	168	4,991,078
90,001	100,000	1		1			1		2			1		6	174	5,561,081
102,100	102,100												1	1	175	5,663,181
102,600	102,600							1						1	176	5,765,781
103,100	103,100											1		1	177	5,868,881
107,400	107,400					1								1	178	5,976,281
108,400	108,400									1				1	179	6,084,681
108,800	108,800										1			1	180	6,193,481
111,500	111,500									1				1	181	6,304,981
112,300	112,300			1										1	182	6,417,281
112,600	112,600		1											1	183	6,529,881
120,400	120,400				1									1	184	6,650,281
121,000	121,000										1			1	185	6,771,281
128,200	128,200									1				1	186	6,899,481
141,100	141,100						1							1	187	7,040,581
144,000	144,000										1			1	188	7,184,581
144,200	144,200	1												1	189	7,328,781
156,900	156,900				1									1	190	7,485,681
157,000	157,000						1							1	191	7,642,681
157,700	157,700		1											1	192	7,800,381
167,100	167,100							1						1	193	7,967,481
167,500	167,500									1				1	194	8,134,981
173,200	173,200												1	1	195	8,308,181
179,000	179,000								1					1	196	8,487,181

Farmers Water Co.
Test Year Ended September 30, 2007
Meter Size: 2 Inch Commercial

Exhibit
Schedule H-5
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Witness: Bourassa

Usage From:	Usage To:	Month of Oct-06	Month of Nov-06	Month of Dec-06	Month of Jan-07	Month of Feb-07	Month of Mar-07	Month of Apr-07	Month of May-07	Month of Jun-07	Month of Jul-07	Month of Aug-07	Month of Sep-07	Total Year	Cumul-ative Billing	Cumul-ative Gallons
184,000	184,000											1		1	197	8,671,181
199,900	199,900					1								1	198	8,871,081
201,400	201,400			1										1	199	9,072,481
208,000	208,000										1			1	200	9,280,481
234,600	234,600							1						1	201	9,515,081
236,900	236,900		1											1	202	9,751,981
	-													-	202	9,751,981
	-													-	202	9,751,981
Totals		16	17	17	17	17	17	17	17	16	17	17	17	202		

Average Usage	48,277
Median Usage	32,500
Average # Customers	17
Change in Number of Customers	1

Farmers Water Co.
Test Year Ended September 30, 2007
Meter Size: 3 Inch Commercial

Exhibit
Schedule H-5
Page 11
Witness: Bourassa

Usage From:	Usage To:	Month of Oct-06	Month of Nov-06	Month of Dec-06	Month of Jan-07	Month of Feb-07	Month of Mar-07	Month of Apr-07	Month of May-07	Month of Jun-07	Month of Jul-07	Month of Aug-07	Month of Sep-07	Total Year	Cumul-ative Billing	Cumul-ative Gallons
-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
1	1,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
1,001	2,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2,001	3,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
3,001	4,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4,001	5,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5,001	6,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
6,001	7,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
7,001	8,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
8,001	9,000	-	-	-	-	-	-	-	-	-	-	1	-	1	1	8,501
9,001	10,000	-	-	-	-	-	-	-	-	-	1	-	-	1	2	18,001
10,001	12,000	-	1	1	-	-	-	-	1	1	-	-	1	5	7	73,004
12,001	14,000	1	-	-	-	-	-	-	-	-	-	-	-	1	8	86,004
14,001	16,000	-	-	-	1	-	-	1	-	-	-	-	-	2	10	116,005
16,001	18,000	-	-	-	-	1	-	-	-	-	-	-	-	1	11	133,006
18,001	20,000	-	-	-	-	-	1	-	-	-	-	-	-	1	12	152,006
20,001	25,000	-	-	-	-	-	-	-	-	-	-	-	-	-	12	152,006
25,001	30,000	-	-	-	-	-	-	-	1	-	-	-	-	1	13	179,507
30,001	35,000	-	-	-	-	-	-	-	-	-	-	-	-	-	13	179,507
35,001	40,000	-	-	-	-	-	-	-	-	-	-	-	-	-	13	179,507
40,001	50,000	-	-	-	-	-	-	-	-	-	-	-	-	-	13	179,507
50,001	60,000	-	-	-	-	-	-	-	-	1	-	-	-	1	14	234,507
60,001	70,000	-	-	-	-	-	-		-	-	-	-	-	-	14	234,507
70,001	80,000	-	-	1	-	1	-	-	-	-	-	-	-	2	16	384,508
80,001	90,000	1	-	-	-	-	1	-	-	-	1	1	-	4	20	724,510
90,001	100,000	-	-	-	1	-	-	-	-	-	-	-	1	2	22	914,511
103,300	103,300							1						1	23	1,017,811
125,300	125,300		1											1	24	1,143,111
	-													-	24	1,143,111
	-													-	24	1,143,111
	-													-	24	1,143,111
	-													-	24	1,143,111
Totals		2	2	2	2	2	2	2	2	2	2	2	2	24		

Average Usage	47,630
Median Usage	25,000
Average # Customers	2
Change in Number of Customers	-

Farmers Water Co.
Test Year Ended September 30, 2007
Meter Size: 4 Inch Industrial

Exhibit
Schedule H-5
Page 12
Witness: Bourassa

Usage From:	Usage To:	Month of Oct-06	Month of Nov-06	Month of Dec-06	Month of Jan-07	Month of Feb-07	Month of Mar-07	Month of Apr-07	Month of May-07	Month of Jun-07	Month of Jul-07	Month of Aug-07	Month of Sep-07	Total Year	Cumul-ative Billing	Cumul-ative Gallons
-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
1	1,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
1,001	2,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2,001	3,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
3,001	4,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4,001	5,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5,001	6,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
6,001	7,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
7,001	8,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
8,001	9,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
9,001	10,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
10,001	12,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
12,001	14,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
14,001	16,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
16,001	18,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
18,001	20,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
20,001	25,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
25,001	30,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
30,001	35,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
35,001	40,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
40,001	50,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
50,001	60,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
60,001	70,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
70,001	80,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
80,001	90,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
90,001	100,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
812,000	812,000									1				1	1	812,000
965,300	965,300												1	1	2	1,777,300
1,111,800	1,111,800											1		1	3	2,889,100
1,271,800	1,271,800		1											1	4	4,160,900
1,284,800	1,284,800			1										1	5	5,445,700
1,355,900	1,355,900										1			1	6	6,801,600
1,368,100	1,368,100					1								1	7	8,169,700
1,393,000	1,393,000							1						1	8	9,562,700
1,447,000	1,447,000	1												1	9	11,009,700
1,459,900	1,459,900								1					1	10	12,469,600
1,488,600	1,488,600				1									1	11	13,958,200
1,735,700	1,735,700						1							1	12	15,693,900
	-													-	12	15,693,900
	-													-	12	15,693,900
Totals		1	1	1	1	1	1	1	1	1	1	1	1	12		

Average Usage	1,307,825
Median Usage	13,620,000
Average # Customers	1
Change in Number of Customers	-

Farmers Water Co.
Test Year Ended September 30, 2007
Meter Size: 6 Inch - Multi-Family

Exhibit
Schedule H-5
Page 13
Witness: Bourassa

Usage From:	Usage To:	Month of Oct-06	Month of Nov-06	Month of Dec-06	Month of Jan-07	Month of Feb-07	Month of Mar-07	Month of Apr-07	Month of May-07	Month of Jun-07	Month of Jul-07	Month of Aug-07	Month of Sep-07	Total Year	Cumul-ative Billing	Cumul-ative Gallons
-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
1	1,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
1,001	2,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2,001	3,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
3,001	4,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4,001	5,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5,001	6,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
6,001	7,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
7,001	8,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
8,001	9,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
9,001	10,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
10,001	12,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
12,001	14,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
14,001	16,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
16,001	18,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
18,001	20,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
20,001	25,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
25,001	30,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
30,001	35,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
35,001	40,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
40,001	50,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
50,001	60,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
60,001	70,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
70,001	80,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
80,001	90,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
90,001	100,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
189,010	189,010									1				1	1	189,010
217,200	217,200					1								1	2	406,210
232,100	232,100							1						1	3	638,310
242,520	242,520											1	1	2	5	1,123,350
242,540	242,540										1			1	6	1,365,890
245,160	245,160			1										1	7	1,611,050
248,070	248,070	1												1	8	1,859,120
320,200	320,200		1											1	9	2,179,320
324,780	324,780						1							1	10	2,504,100
335,380	335,380				1									1	11	2,839,480
343,440	343,440											1	1	2	13	3,526,360
361,510	361,510										1			1	14	3,887,870
362,300	362,300								1					1	15	4,250,170
363,190	363,190										1			1	16	4,613,360
371,660	371,660	1												1	17	4,985,020
375,040	375,040			1										1	18	5,360,060
379,510	379,510					1								1	19	5,739,570
396,990	396,990										1			1	20	6,136,560
399,700	399,700							1						1	21	6,536,260
494,680	494,680				1									1	22	7,030,940
511,110	511,110		1											1	23	7,542,050
534,420	534,420						1							1	24	8,076,470

Farmers Water Co.
Test Year Ended September 30, 2007
Meter Size: 6 Inch - Multi-Family

Exhibit
Schedule H-5
Page 13
Witness: Bourassa

Usage From:	Usage To:	Month of Oct-06	Month of Nov-06	Month of Dec-06	Month of Jan-07	Month of Feb-07	Month of Mar-07	Month of Apr-07	Month of May-07	Month of Jun-07	Month of Jul-07	Month of Aug-07	Month of Sep-07	Total Year	Cumul-ative Billing	Cumul-ative Gallons
	-													-	24	8,076,470
	-													-	24	8,076,470
	-													-	24	8,076,470
	-													-	24	8,076,470
Totals		2	2	2	2	2	2	2	2	2	2	2	2	24		

Average Usage	336,520
Median Usage	343,440
Average # Customers	2
Change in Number of Customers	-

Farmers Water Co.
Test Year Ended September 30, 2007
Meter Size: 2 Inch Standpipe

Exhibit
Schedule H-5
Page 14
Witness: Bourassa

Usage From:	Usage To:	Month of Oct-06	Month of Nov-06	Month of Dec-06	Month of Jan-07	Month of Feb-07	Month of Mar-07	Month of Apr-07	Month of May-07	Month of Jun-07	Month of Jul-07	Month of Aug-07	Month of Sep-07	Total Year	Cumul-ative Billing	Cumul-ative Gallons
-	-	2	2	1	1	2	1	1	1	1	1	1	1	15	15	-
1	1,000	1	1	1	1	-	-	2	2	1	-	-	-	9	24	4,505
1,001	2,000	1	-	-	1	1	2	-	1	1	2	3	3	15	39	27,012
2,001	3,000	2	1	2	-	1	1	3	1	1	-	-	-	12	51	57,018
3,001	4,000	1	2	1	3	2	1	1	1	-	-	1	2	15	66	109,526
4,001	5,000	-	1	-	-	-	1	-	-	2	2	-	-	6	72	136,529
5,001	6,000	-	-	1	-	1	-	-	-	-	-	1	-	3	75	153,030
6,001	7,000	1	-	-	1	1	-	-	-	-	-	1	-	4	79	179,032
7,001	8,000	-	1	-	-	-	1	-	1	-	1	-	-	4	83	209,034
8,001	9,000	-	-	-	-	-	-	1	-	-	-	-	-	1	84	217,535
9,001	10,000	-	-	-	1	-	-	-	1	-	-	-	-	2	86	236,536
10,001	12,000	-	-	-	-	-	-	-	-	-	-	-	-	-	86	236,536
12,001	14,000	-	-	-	-	-	-	-	-	-	-	-	1	1	87	249,536
14,001	16,000	-	-	-	-	-	-	-	-	1	-	-	-	1	88	264,537
16,001	18,000	-	-	-	-	-	-	-	-	-	-	-	-	-	88	264,537
18,001	20,000	-	-	-	-	-	-	-	-	-	-	-	-	-	88	264,537
20,001	25,000	-	-	1	-	-	-	-	-	-	-	-	-	1	89	287,037
25,001	30,000	-	-	-	-	-	-	-	-	-	-	-	-	-	89	287,037
30,001	35,000	-	-	-	-	-	-	-	-	-	-	-	-	-	89	287,037
35,001	40,000	-	-	-	-	-	-	-	-	-	-	-	-	-	89	287,037
40,001	50,000	-	-	-	-	-	-	-	-	-	-	-	-	-	89	287,037
50,001	60,000	-	-	-	-	-	-	-	-	-	-	-	-	-	89	287,037
60,001	70,000	-	-	-	-	-	-	-	-	-	-	-	-	-	89	287,037
70,001	80,000	-	-	-	-	-	-	-	-	-	-	-	-	-	89	287,037
80,001	90,000	-	-	-	-	-	-	-	-	-	-	-	-	-	89	287,037
90,001	100,000	-	-	-	-	-	-	-	-	-	-	-	-	-	89	287,037
107,100	107,100					1								1	90	394,137
234,800	234,800				1									1	91	628,937
344,000	344,000			1										1	92	972,937
947,900	947,900						1							1	93	1,920,837
2,275,500	2,275,500		1											1	94	4,196,337
2,538,200	2,538,200	1												1	95	6,734,537
	-													-	95	6,734,537
Totals		9	9	8	9	9	8	8	8	7	6	7	7	95		

Average Usage	70,890
Median Usage	2,500
Average # Customers	8
Change in Number of Customers	(2)

Farmers Water Co.
Test Year Ended September 30, 2007
Meter Size: 6 Inch Standpipe

Exhibit
Schedule H-5
Page 15
Witness: Bourassa

Usage From:	Usage To:	Month of Oct-06	Month of Nov-06	Month of Dec-06	Month of Jan-07	Month of Feb-07	Month of Mar-07	Month of Apr-07	Month of May-07	Month of Jun-07	Month of Jul-07	Month of Aug-07	Month of Sep-07	Total Year	Cumul-ative Billing	Cumul-ative Gallons
-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
1	1,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
1,001	2,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
2,001	3,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
3,001	4,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
4,001	5,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
5,001	6,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
6,001	7,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
7,001	8,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
8,001	9,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
9,001	10,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
10,001	12,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
12,001	14,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
14,001	16,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
16,001	18,000	1	-	-	-	-	-	-	-	-	-	-	-	1	1	17,001
18,001	20,000	-	-	-	-	-	-	-	-	-	-	-	-	-	1	17,001
20,001	25,000	-	-	1	-	-	-	-	-	-	-	-	-	1	2	39,501
25,001	30,000	-	-	-	1	-	-	-	-	-	-	-	-	1	3	67,002
30,001	35,000	-	-	-	-	-	-	-	-	1	-	-	-	1	4	99,502
35,001	40,000	-	-	-	-	-	-	-	-	-	-	-	-	-	4	99,502
40,001	50,000	-	-	-	-	-	-	-	-	-	-	1	1	2	6	189,503
50,001	60,000	-	-	-	-	-	-	-	-	-	-	-	-	-	6	189,503
60,001	70,000	-	-	-	-	-	-	-	-	-	-	-	-	-	6	189,503
70,001	80,000	-	-	-	-	-	-	-	-	-	-	-	-	-	6	189,503
80,001	90,000	-	-	-	-	-	-	-	-	-	-	-	-	-	6	189,503
90,001	100,000	-	-	-	-	1	-	-	-	-	1	-	-	2	8	379,504
100,900	100,900						1							1	9	480,404
110,300	110,300			1										1	10	590,704
141,800	141,800							1						1	11	732,504
155,400	155,400		1											1	12	887,904
189,300	189,300								1					1	13	1,077,204
	-													-	13	1,077,204
														-	13	1,077,204
Totals		1	1	2	1	1	1	1	1	1	1	1	1	13		

Average Usage	82,862
Median Usage	95,000
Average # Customers	1
Change in Number of Customers	-

COMPANY NAME	FARMERS WATER CO.	12/31/07
Name of System:	ADEQ Public Water System Number:	PWS 10048

WATER COMPANY PLANT DESCRIPTION
SAHUARITA

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-534922(S52A)	30	220	1520	8	4	1993
*55-624001(S-52)	60	600	1200	14/12	8	1974

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
None		

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
15	1	0	0
7 ½	1		
¾	1		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
17,500 gals	2	5,000 gals	1

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME	FARMERS WATER CO.	12/31/07
Name of System:	ADEQ Public Water System Number:	PWS 10049

WATER COMPANY PLANT DESCRIPTION
CONTINENTAL
WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-624012(E5A)	75	500	520	16	8	1959
*55-624020(E-13)	60	650	1100	18	8	1953
55-210420(E-17)	50	500 (est)	800	12 ¾	6	2006
55-624028(NP-2)	10	35	375	16	2	1977

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
60	4	167	
30	3		
20	2		
15	4		
10	1		
¾	1		
3	1		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
1,000,000 gals	1	5,000 gals	5
500,000 gals	1		
75,000 gals	1		
8,000 gals	1		

NY NAME FARMERS WATER CO.		12/31/07
System:	ADEQ Public Water System Number:	PWS 10213

WATER COMPANY PLANT DESCRIPTION
SANTA RITA SPRINGS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-624025	200	1900	1186	18/16	12	1974

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
50	2	110	0
25	1		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
1,000,000 gals	1	5000 gals	1
		10,000 gals	1

COMPANY NAME	FARMERS WATR CO.	12/31/07
Name of System:	ADEQ Public Water System Number:	PWS 10414

WATER COMPANY PLANT DESCRIPTION
SAHUARITA HIGHLANDS

ADWR IDNumber*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-201058	30	200	600	12 ¾	4	2004

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
10	1	38	0
25	1		
50	1		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
200,500 gals	1	5,000 gals	1

COMPANY NAME	FARMERS WATER CO.	12/31/07
Name of System:	ADEQ Public Water System Number:	PWS 10048

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

SAHUARITA S-52 & S-52A

MAINS

Size (in inches)	Material	Length (in feet)
2		2971
3	iron	1624
4	iron	1722
5		
6	Dip	377
8		
10		
12	Dip	296
4	PVC	3822
6	PVC	2681
8	PVC	3785

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X ¾	76
¾	
1	5
1 1/2	1
2	1
Comp. 3	
Turbo 3	
Comp. 4	1
Tubo 4	
Comp. 6	
Tubo 6	
Total	84

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:

One chlorine tablet injection system at Sahuarita Pumping Station

STRUCTURES:

S-52 well site: 6' chain link fence 96' perimeter

S-52A well site: 6' chain link fence 90' perimeter

Sahuarita storage & pumping station: 6' chain link fence 260' perimeter

OTHER:

Two (2) Ford F-150 pick-ups

One (1) Ford F-250 small truck

One (1) Mercury Grand Marquis

Note: If you are filing for more than one system, please provide separate sheets

COMPANY NAME	FARMERS WATER CO.	12/31/07
Name of System:	ADEQ Public Water System Number:	PWS 10049

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

CONTINENTAL, MADERA HIGHLANDS & NP-2

MAINS

Size (in inches)	Material	Length (in feet)
2	iron	1386
3	iron	1755
4	iron	1955
5		
6	Dip	3002
8	Dip	1346
10		
12	Dip	4205
16	Dip	3319
4	PVC	10,608
6	PVC	20,831
8	PVC	77,664
12	PVC	9803
16	PVC	600

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X ¾	550
3/4	1
1	137
1 1/2	14
2	33
Comp. 3	
Turbo 3	1
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	2
Total	738

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:

Four (4) chlorine tablet injection systems

STRUCTURES:

Wood storage bldg. 128 sq ft with 188' perimeter 6' chain link fence
Wood storage bldg 60 sq ft with 598' perimeter 6' chain link fence
NP-2 well site: 108' perimeter 6' chain link fence
Pump stn at Colonia Real: 451' perimeter 6' chain link fence
E-13A Well Site: 195' of 6' chain link fence
E-13A Pump Stn: 542' of block wall (tiered; height varies with terrain) and 6' chain link fence

OTHER:

NOTE: - 2007 Additions Included:
Portions of Madera Highlands Villages 1,3,5,6,7,8,9,10,15 and Madera Plaza

* = Discrepancies of meter numbers from previous years which may have included multiple occupants of same premise resulting in duplication

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME	FARMERS WATER CO.	12/31/07
Name of System:	ADEQ Public Water System Number:	PWS 10213

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

SANTA RITA SPRINGS – W-11

MAINS

Size (in inches)	Material	Length (in feet)
2		
3		
4	ACP	2727
5		
6	ACP	2835
8	Dip	90
10		
12	Dip	1080
4	PVC	6130
6	PVC	17,355
8	PVC	17,174
12	PVC	11,811

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X ¾	1251
3/4	
1	65
1 1/2	1
2	9
Comp. 3	
Turbo 3	1
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	
Total	1327

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:

One (1) chlorine tablet injection system

STRUCTURES:

1 – 60 sq ft storage bldg at pump stn with 224' of perimeter 6' chain link fence

W-11 well site: 143' linear 8' block wall

OTHER:

Note: If you are filing for more than one system, please provide separate sheets for each systeM

COMPANY NAME FARMERS WATR CO.		12/31/07
Name of System:	ADEQ Public Water System Number:	PWS 10414

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

SAHUARITA HIGHLANDS

MAINS

Size (in inches)	Material	Length (in feet)
2		
3		
4	PVC	945
5		
6	PVC	2115
8	PVC	21850
10		
12	PVC	498

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X ¾	6
3/4	
1	22
1 1/2	
2	
Comp. 3	
Turbo 3	
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	
Total	28

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:

One (1 chlorine tablet injection system

STRUCTURES:

well and pump stn site: 8' block 606' perimeter

OTHER:

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME:	FARMERS WATER CO.	9/30/07
Name of System:	ADEQ Public Water System Number:	PWS 10048

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2007

SAHUARITA

S-52 & S52A

MONTH/YEAR	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
OCTOBER 2006	95	2999	2965	--
NOVEMBER	93	2741	3552	--
DECEMBER	93	3473	2346	--
JANUARY 2007	86	2234	2141	--
FEBRUARY	86	2426	2443	--
MARCH	86	2554	2811	--
APRIL	85	3318	3742	--
MAY	85	2965	3685	--
JUNE	85	3215	3996	--
JULY	84	3395	3979	--
AUGUST	84	2583	2411	--
SEPTEMBER	83	2411	2510	--
		34,314	**36,581**	

What is the level of arsenic for each well on your system? 6.2 ppb mg/l
(If more than one well, please list each separately.)

If system has fire hydrants, what is the fire flow requirement? n/a GPM for n/a hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?
(X) Yes ( ) No

Is the Water Utility located in an ADWR Active Management Area (AMA)?
(X) Yes ( ) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?
( ) Yes (X) No

If yes, provide the GPCPD amount:_____

Note: If you are filing for more than one system, please provide separate

COMPANY NAME:	FARMERS WATER CO.	9/30/07
Name of System:	ADEQ Public Water System Number:	PWS 10049

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2007

CONTINENTAL

E-5A & E-13A& NP-2

MONTH/YEAR	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
OCTOBER 2006	448	13185	13034	--
NOVEMBER	461	12877	16684	--
DECEMBER	515	13168	8896	--
JANUARY 2007	568	6022	8108	--
FEBRUARY	597	7755	9592	--
MARCH	616	8883	10168	--
APRIL	625	12910	13980	--
MAY	645	10974	14326	--
JUNE	654	12780	14458	--
JULY	660	14225	13172	--
AUGUST	692	12549	13546	--
SEPTEMBER	716	10712	12080	--
		136,040	148,044	

What is the level of arsenic for each well on your system? E-5A 6.9 ppb / E-13A 4.3 ppb / NP-2 3.4 ppb mg/l
(If more than one well, please list each separately.)

If system has fire hydrants, what is the fire flow requirement? 1000 GPM for 2 hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?
(X) Yes ( ) No

Is the Water Utility located in an ADWR Active Management Area (AMA)?
(X) Yes ( ) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?
( ) Yes (X) No

If yes, provide the GPCPD amount:_____

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME:	FARMERS WATER CO.	9/30/07
Name of System:	ADEQ Public Water System Number:	PWS 10213

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2007

SANTA RITA SPRINGS

W-11

MONTH/YEAR	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
OCTOBER 2006	1330	6578	6713	--
NOVEMBER	1325	7089	8863	--
DECEMBER	1326	7469	6061	--
JANUARY 2007	1318	5920	6538	--
FEBRUARY	1318	7632	7676	--
MARCH	1319	7147	8180	--
APRIL	1324	8288	8199	--
MAY	1326	6810	7269	--
JUNE	1326	7036	7318	--
JULY	1325	9120	9439	--
AUGUST	1326	6265	6278	--
SEPTEMBER	1326	6017	6147	--
	TOTALS →	85,371	88,681	

What is the level of arsenic for each well on your system? 9.0 ppb mg/l
(If more than one well, please list each separately.)

If system has fire hydrants, what is the fire flow requirement? 1000 GPM for 2 hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?
(X) Yes ( ) No

Is the Water Utility located in an ADWR Active Management Area (AMA)?
(X) Yes ( ) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?
( ) Yes (X) No

If yes, provide the GPCPD amount:_____

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME:	FARMERS WATER CO.	9/30/07
Name of System:	ADEQ Public Water System Number:	PWS 10414

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2007

SAHUARITA HIGHLANDS

W-11

MONTH/YEAR	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
OCTOBER 2006	17	97	56	--
NOVEMBER	17	100	--	--
DECEMBER	21	173	52	--
JANUARY 2007	18	68	48	--
FEBRUARY	18	25	77	--
MARCH	18	62	49	--
APRIL	19	37	79	--
MAY	21	43	181	--
JUNE	23	45	139	--
JULY	25	52	104	--
AUGUST	25	86	185	--
SEPTEMBER	26	186	89	--
		974	**1,059**	

What is the level of arsenic for each well on your system? 6.1 ppb mg/l
(If more than one well, please list each separately.)

If system has fire hydrants, what is the fire flow requirement? 1000 GPM for 2 hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?
(X) Yes ( ) No

Is the Water Utility located in an ADWR Active Management Area (AMA)?
(X) Yes ( ) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?
( ) Yes (X) No

If yes, provide the GPCPD amount:_____

Note: If you are filing for more than one system, please provide separate data sheets for each system.