

ORIGINAL



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GROOM CREEK WATER USERS ASSOCIATION

4209 S. Adeline Drive
Prescott, Arizona 86303

5 December 2008

2008 DEC -9 P 2:01

ARIZONA CORPORATION COMMISSION
DOCKET CONTROL

Docket Control Center
Arizona Corporation Commission
1200 West Washington Street
Phoenix, Arizona 85007

Ref: Your Notice of Compliance, 4 December 2008

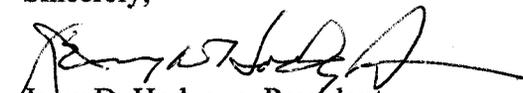
Docket # W-01865A-07-0385 / W-01865A-07-0384

Enclosed are copies of the letter of notification to all Association members detailing the specifics of the approved 1 January 2009 rate increase. This letter was mailed on 30 November 2008, along with the November 2008 billing,

Furthermore, the letter also includes notification to members who paid installation fees to notify us for possible refund. This should satisfactorily close out the third listed Compliance Action.

Thank you.

Sincerely,


Jerry D. Hodgson, President
Board of Directors

Arizona Corporation Commission

DOCKETED

DEC -9 2008

Atch: Ltr of Notification w/13 copies

DOCKETED BY	
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GROOM CREEK WATER USERS ASSOCIATION

4209 S. Adeline Drive
Prescott, Arizona 86303
20 November 2008

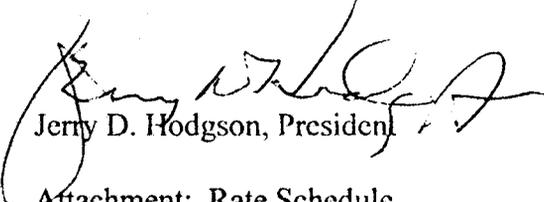
To: All Members of the Groom Creek Water Users Association

On 12 November 2008, the Arizona Corporation Commission unanimously approved the Groom Creek Water Users Association's request for a rate increase to enable the Association to acquire funds to finance the replacement of our aging water distribution system. **The rate increase will become effective 1 January 2009, and will appear on the billing the first week in February 2009.** The new rate structure is attached.

The increase to the current Base Rate is the first since the Association's inception in 1983, and is necessarily substantial. There is also an increase in the commodity rates, the first since 2000. The Commission is concerned with the potential effects of the rate increase on elderly low and fixed-income customers. The Commission ordered the Association to file a "low-income" tariff by 31 December 2008, implementing the rates, terms and conditions of qualifying elderly low or fixed-income customers. More information will be provided to customers on how to qualify once the low-income tariff details have been determined, filed and approved. This will occur sometime in early 2009. Until then all households will be charged at the new rates.

Furthermore, those Association members who constructed new homes after September 2006, and remitted service line and meter installation charges are entitled to have those charges refunded *provided* they can provide written documentation showing their name, date and amount paid for said installation. Refunds will take place over a period of ten years, 10% per year, and will be credited to your account each November.

For the Board of Directors


Jerry D. Hodgson, President

Attachment: Rate Schedule

GROOM CREEK WATER USERS ASSOCIATION

4209 S. Adeline Drive
Prescott, Arizona 86303

Water Rate Schedule

MONTHLY USAGE CHARGE (Base Rate):

(Zero gallons included in minimum)

5/8" x 3/4" Meter	\$	50.00
3/4" Meter		50.00
1" Meter		125.00
1-1/2" Meter		250.00
2" Meter		400.00
3" Meter		800.00
4" Meter		1,250.00
6" Meter		2,500.00

COMMODITY CHARGE (Per 1,000 gallons)

5/8" x 3/4" Meter

0 - 3,000 gallons	\$	11.00
3,001 - 6,000 gallons		13.00
6,001 - 10,000 gallons		15.50
Over 10,000 gallons		31.00

3/4" Meter

0 - 3000 gallons	\$	11.00
3001 - 6,000 gallons		13.00
6,001 - 10,000 gallons		15.50
Over 10,000 gallons		31.00

1" Meter

0 - 12,000 gallons	\$	15.50
Over 12,000 gallons		31.00

1-1/2" Meter

0 -18,000 gallons	\$	15.50
Over 18,000 gallons		31.00

2" Meter

0 -25,000 gallons	\$	15.50
Over 25,000 gallons		31.00

3" Meter

0 - 43,000 gallons	\$	15.50
Over 43,000 gallons		31.00

4" Meter

0 - 63,000 gallons	\$	15.50
Over 63,000 gallons		31.00

6" Meter

0 - 123,000 gallons	\$	15.50
Over 123,000 gallons		31.00

SERVICE LINE AND METER INSTALLATION CHARGES:

(Refundable pursuant to A.A.C. R14-2-405)

	<u>Service Line Charge</u>	<u>Meter Charge</u>	<u>Total Charge</u>
5/8" x 3/4" Meter	\$ 1,700.00	\$ 300.00	\$ 2,000.00
3/4" Meter	1,700.00	380.00	2,080.00
1" Meter	1,750.00	420.00	2,170.00
1-1/2" Meter	1,785.00	630.00	2,415.00
2" Meter	1,945.00	1,130.00	3,075.00
3" Meter	2,120.00	1,635.00	3,755.00
4" Meter	2,485.00	2,515.00	5,000.00
6" Meter	3,045.00	4,710.00	7,755.00

SERVICE CHARGES:

Service Line Charge

Establishment	\$ 30.00
Establishment (After Hours)	40.00
Reconnection (Delinquent)	30.00
Meter Test (If Correct)	25.00
Deposit	*
Deposit Interest Per Annum	*
Reestablishment (Within 12 Months)	**
NSF Check	25.00
Deferred Payment (Per Month)	1.5%
Meter Re-Read (If Correct)	25.00
Late Payment Charge (Per Month)	1.5%

FIRE SPRINKLER MONTHLY SERVICE CHARGE:

4" or Smaller	***
6"	***
8"	***
10"	***
Larger than 10"	***

* Per Commission rule A.A.C. R-14-2-403(B)

** Number of months off system times the Monthly Minimum, per Commission rule A.A.C. R14-2-403(D).

*** 1.00% of Monthly Minimum for a Comparable Sized meter Connection, but no less than \$5 per month. The Service Charge of Fire Sprinklers is only applicable for service lines separate and distinct from the primary water service line.