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ARIZONA CORPORATION COMMISSION  
DOCKET CONTROL

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Attorneys for Applicant Virgin Mountain Utilities Company

**BEFORE THE ARIZONA CORPORATION COMMISSION**

9 IN THE MATTER OF THE APPLICATION  
10 OF VIRGIN MOUNTAIN UTILITIES  
11 COMPANY FOR AN INCREASE IN ITS  
12 WATER RATES FOR CUSTOMERS  
13 WITHIN MOHAVE COUNTY, ARIZONA

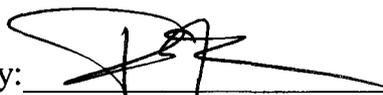
DOCKET NO. W-03551A-09-0205

**NOTICE OF COMPLIANCE WITH  
DECISION NO. 71417**

12 Virgin Mountain Utilities Company ("VMUC") hereby files this Notice of  
13 Compliance pursuant to Decision No. 71417 (December 8, 2009) ("Order"). The Order  
14 requires VMUC to docket the notice sent to customers setting forth the approved rates and  
15 charges. Attached as **Exhibit A** is the affidavit of Thomas G. Stoddard, Manager of  
16 VMUC, and a copy of the notice.

17 RESPECTFULLY SUBMITTED this 3<sup>rd</sup> day of February, 2010.

FENNEMORE CRAIG, P.C.

19  
20 By: 

21 Patrick J. Black  
22 Attorneys for Applicant Virgin Mountain  
23 Utilities Company

24 Arizona Corporation Commission  
25 DOCKETED

FEB - 3 2010

26 DOCKETED BY 

1 ORIGINAL and 13 copies delivered this  
2 3<sup>rd</sup> day of February, 2010 to:

3 Docket Control  
4 Arizona Corporation Commission  
5 1200 West Washington Street  
6 Phoenix, Arizona 85007

6 COPY hand-delivered  
7 this 3<sup>rd</sup> day of February, 2010 to:

8 Ayesha Vohra  
9 Legal Division  
10 Arizona Corporation Commission  
11 1200 West Washington  
12 Phoenix, Arizona 85007

11 Carmel Hood  
12 Compliance Division  
13 Arizona Corporation Commission  
14 1200 West Washington  
15 Phoenix, Arizona 85007

16 By: *Marion Sam Jore*  
17 2281582.1/27573.002

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26

**Virgin Mountain Utilities Company**

**Exhibit A**

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**AFFIDAVIT OF THOMAS G. STODDARD**

Thomas G. Stoddard, being duly sworn, deposes and says:

1. I am a resident of Mohave County, over 18 years of age, and make this affidavit based on my own personal knowledge.
2. I am Manager of Virgin Mountain Utilities Company ("VMUC" or "Company").
3. Pursuant to Decision No. 71417 (December 8, 2009), on January 2, 2010 VMUC mailed to its customers a notice setting forth the revised schedule of rates and charges. A copy of the notice is attached hereto as **Exhibit 1**.

*Thomas G. Stoddard*  
 \_\_\_\_\_  
 Thomas G. Stoddard

*State of Nevada*  
*County of CLARK*

SUBSCRIBED and sworn to before me this 1<sup>st</sup> day of February, 2010.

*Trina J. Orison*  
 \_\_\_\_\_  
 Notary Public

My Commission Expires:  
3-1-2012  
 2277195.1/27573.002



**Virgin Mountain Utilities Company**

**Exhibit 1**  
**to Affidavit of Thomas G. Stoddard**

**VIRGIN MOUNTAIN UTILITIES COMPANY**  
**NEW RATES**

On April 30, 2009, Virgin Mountain Utilities Company ("VMUC") filed an application for a rate increase with the Arizona Corporation Commission ("Commission"). VMUC requested the increase in order to provide a more realistic relationship between rate base, revenues and expenses. VMUC also requested a three-tiered rate structure in place of the single-tiered rate structure to encourage conservation. The proposed rates were thoroughly audited by Commission Staff. After considering all of the evidence presented, the Commission issued Decision No. 71417 on December 8, 2009, authorizing a 78% rate increase. In Decision No. 71417, the Commission approved the following rates and charges, which shall be effective January 1, 2010:

WATER				SERVICE CHARGES	
<b>Monthly Usage Charges</b>				Establishment.....	\$ 25.00
5/8 x 3/4" Meter.....	\$	30.00		Establishment (After Hours).....	\$ 50.00
3/4" Meter.....	\$	45.00		Reconnection (Delinquent).....	\$ 50.00
1" Meter.....	\$	75.00		Meter Test (If Correct).....	\$ 25.00
1 1/2" Meter.....	\$	150.00		Deposit.....	*
2" Meter.....	\$	240.00		Deposit Interest.....	**
3" Meter.....	\$	480.00		Re-establishment (Within 12 Months).....	***
4" Meter.....	\$	750.00		NSF Check.....	\$ 15.00
6" Meter.....	\$	1,500.00		Deferred Payment.....	1.5%
<b>Gallonage Charges</b>				Meter Re-read (If correct).....	\$ 15.00
(Per 1,000 Gallons)				Late Payment Charge.....	1.5%
All Meter Sizes				Charge for Moving Meter.....	Cost
Tier One Rate – 0-4,000 gallons.....				\$	3.00
Tier Two Rate – 4,001-11,000 gallons.....				\$	5.00
Tier Three Rate – Over 11,000 gallons.....				\$	7.50
<b>Service Line and Meter Installation Charges</b>				<b>Fire Sprinklers</b>	
	Service Line	Meter	Total	4" or Smaller.....	****
5/8" x 1/4" Meter	\$ 105.00	\$ 520.00	\$ 625.00	6".....	****
1/4" Meter	205.00	620.00	825.00	8".....	****
1" Meter	265.00	730.00	995.00	10".....	****
1 1/2" Meter	475.00	995.00	1,470.00		
2" Meter Turbo	995.00	1,795.00	2,790.00		
2" Meter Compound	1,840.00	2,640.00	4,480.00		
3" Meter Turbo	1,620.00	2,635.00	4,255.00		
3" Meter Compound	2,495.00	3,630.00	6,125.00		
4" Meter Turbo	2,570.00	4,000.00	6,570.00		
4" Meter Compound	3,545.00	5,155.00	8,700.00		
6" Meter Turbo	4,950.00	7,100.00	12,050.00		
6" Meter Compound	6,820.00	9,090.00	15,910.00		
Over 6"	Actual Cost	Actual Cost	Actual Cost		

\* Per Commission Rule A.A.C. R14-2-403(B).  
 \*\* Per Commission Rule A.A.C. R14-2-403(B).  
 \*\*\* Number of months off system times the monthly minimum, per Commission Rule A.A.C. R14-2-403(D).  
 \*\*\*\* 2% of monthly minimum for a comparable sized meter connection, but no less than \$10 per month. The service charge for fire sprinklers is only applicable for service lines separate and distinct from the primary water service line.

**Billing Adjustments:**

Total monthly water and miscellaneous charges are subject to adjustment for all federal, state, and local government taxes, levies, and any assessments that may be imposed by federal or state regulatory agencies on water gross revenues.