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BEFORE THE ARIZONA CORPORATION COMMISSION

Arizona Corporation Commission

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2 COMMISSIONERS

3 KRISTIN K. MAYES - Chairman  
4 GARY PIERCE  
5 PAUL NEWMAN  
6 SANDRA D. KENNEDY  
7 BOB STUMP

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ARIZONA CORPORATION COMMISSION  
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FEB 26 2010

DOCKETED BY	<i>[Signature]</i>
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8 IN THE MATTER OF THE APPLICATION OF  
9 LITTLE PARK WATER COMPANY INC. FOR  
10 APPROVAL OF A RATE INCREASE.

DOCKET NO. W-02192A-09-0531

PROCEDURAL ORDER

11 **BY THE COMMISSION:**

12 On November 18, 2009, Little Park Water Company Inc. ("Little Park") filed with the  
13 Arizona Corporation Commission ("Commission") an application for a rate increase, using a test year  
14 ("TY") ending June 30, 2009, and requesting an increase in revenues of \$47,672, or approximately  
15 112.53 percent, over unadjusted, unaudited TY total revenues of \$42,364. Little Park showed an  
16 unadjusted operating loss for the TY of \$13,389. Little Park proposes a pro forma adjustment to its  
17 TY revenues of \$22,200, which would bring its adjusted TY total revenues to \$64,564. Little Park  
18 did not include an affidavit regarding customer notification with its application.

19 On December 7, 2009, Little Park filed an affidavit stating that notice had been mailed to its  
20 customers on November 16, 2009. Little Park included a copy of the notice, which included a copy  
21 of its current and proposed rates and charges as shown on pages 9 and 11 of its application. In the  
22 customer notice form, Little Park stated that it had a TY operating loss of \$26,500 and that it was  
23 requesting an increase of \$47,460 or 62.84 percent of total revenues.

24 On December 8, 2009, by Procedural Order, Little Park was required to provide its customers  
25 revised notice and to file certification of notice. The revised notice eliminated the potentially  
26 misleading information included in the original customer notice.

27 On December 18, 2009, the Commission's Utilities Division ("Staff") issued a Letter of  
28 Sufficiency stating that Little Park's application had met the sufficiency requirements in Arizona  
Administrative Code R14-2-103 and classifying Little Park as a Class E water utility.

*[Handwritten initials]*

1 On December 23, 2009, Little Park filed certification that notice had been mailed to its  
2 customers on December 17, 2009, along with a copy of the notice provided. Little Park also filed  
3 revised proposed service line and meter installation charges and miscellaneous service charges.

4 On February 18, 2010, Staff issued a Staff Report recommending approval of Little Park's  
5 rate increase application using Staff's recommended rates and charges.

6 On February 24, 2010, Staff issued a Notice of Errata including a revised Schedule DRE-4  
7 page 2 of 2, to bring Schedule DRE-4 into conformance with Staff's recommendations in the body of  
8 the Staff Report pertaining to service line and meter installation charges.

9 Between February 5 and February 25, 2010, 16 customer comments were filed opposing the  
10 level of revenue increase requested by Little Park.

11 On February 25, 2010, Little Park filed a request for an extension of time, until March 8,  
12 2010, to file its response to the Staff Report. Little Park indicated that it had contacted counsel for  
13 Staff and that Staff was agreeable to the extension.

14 It is reasonable to grant Little Park additional time to respond to the Staff Report, as Staff has  
15 recommended rates significantly lower than those requested by Little Park, filed a Notice of Errata  
16 after issuing the Staff Report, and does not object to the extension requested. Although Little Park  
17 has requested only a one-week extension, it is reasonable to provide Little Park an extension of two  
18 weeks, in light of Staff's Notice of Errata, which may not have been received by Little Park at the  
19 time its request for an extension was filed, and to obviate the need for Little Park to request an  
20 additional extension. It is also reasonable to make a corresponding extension to the Commission's  
21 deadline for issuing a decision in this matter.

22 **IT IS THEREFORE ORDERED that the deadline for Little Park to file a response to the**  
23 **Staff Report is hereby extended to March 15, 2010.**

24 **IT IS FURTHER ORDERED that the Commission's deadline to issue a decision in this**  
25 **matter is hereby extended by 14 days.**

26 **IT IS FURTHER ORDERED that all parties must comply with Rules 31 and 38 of the Rules**  
27 **of the Arizona Supreme Court and A.R.S. § 40-243 with respect to the practice of law and admission**  
28 ***pro hac vice.***

1 IT IS FURTHER ORDERED that the Presiding Officer may rescind, alter, amend, or waive  
2 any portion of this Procedural Order either by subsequent Procedural Order or by ruling at hearing.

3 DATED this 26<sup>th</sup> day of February, 2010.

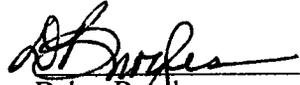
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6 SARAH N. HARPRING  
ADMINISTRATIVE LAW JUDGE

7 Copies of the foregoing mailed/delivered  
8 this 26<sup>th</sup> day of February, 2010, to:

9 Steve Gudovic, President  
10 LITTLE PARK WATER COMPANY, INC.  
45 Castle Rock Road, #4  
Sedona, AZ 86351

11 Janice Alward, Chief Counsel, Legal Division  
12 ARIZONA CORPORATION COMMISSION  
1200 West Washington Street  
13 Phoenix, AZ 85007

14 Steven M. Olea, Director, Utilities Division  
14 ARIZONA CORPORATION COMMISSION  
1200 West Washington Street  
15 Phoenix, AZ 85007

16 By:   
17 Debra Broyles  
18 Secretary to Sarah N. Harpring

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