

ORIGINAL



0000108284

BEFORE THE ARIZONA CORPORATION COMMISSION

RECEIVED

COMMISSIONERS

KRISTIN K. MAYES, Chairman
GARY PIERCE
PAUL NEWMAN
SANDRA D. KENNEDY
BOB STUMP

2010 MAR -9 P 12:49

AZ CORP COMMISSION
DOCKET CONTROL

DOCKET NO. W-01303A-98-0507

IN THE MATTER OF THE APPLICATION OF
ARIZONA-AMERICAN WATER COMPANY,
AN ARIZONA CORPORATION, FOR
ADJUSTMENTS TO ITS RATES AND
CHARGES FOR UTILITY SERVICE FOR ITS
PARADISE VALLEY WATER DISTRICT

Arizona Corporation Commission
DOCKETED

MAR - 9 2010

**ARIZONA-AMERICAN WATER COMPANY
PARADISE VALLEY WATER DISTRICT
NOTICE OF FILING
CAP SURCHARGE FOR YEAR 2010**

DOCKETED BY *MM*

1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26
27
28
29

Arizona-American Water Company ("Company") hereby files its tariff and schedules setting forth its revised CAP Surcharge for 2010 for the Paradise Valley Water District, as authorized by Decision No. 61831 (July 20, 1999). The revised applicable surcharge rate of \$0.4660 per 1,000 gallons, consists of a surcharge of \$0.2036 per 1,000 gallons to recover the under collection of prior years' surcharge for the years 2006, 2007, 2008, and 2009, to be in effect for 3 years starting April 1, 2010, plus a surcharge of \$.2624 per 1,000 gallons for the collection of the current annual capital and delivery charges.

The revised combined surcharge of \$0.4660 is applicable to all residential customers using in excess of 45,000 gallons during a monthly billing cycle and to all non-residential customers except customers who are reselling water provided by the Company. Also attached are copies of a schedule and supporting documents showing the computation of the surcharge amount for 2010. Attached are 8 pages including one schedule titled "2010 Annual CAP Surcharge Tariff Update Schedule" and seven supporting spreadsheets.

The existing combined CAP Surcharge is \$0.2009 per 1,000 gallons and was effective February 1, 2006. Unfortunately, the Company under collected in each year (2006, 2007, 2008 and 2009) the existing amount was in effect as displayed on line 40 of the schedule. The total current under collection is \$1,038,386.

Please note the Company has completed the five year amortization of deferred CAP costs and a \$0 cost is displayed on lines 23 and 33 of the schedule for deferred CAP costs.

1 In spite of the under collection which kept customers' rates lower than otherwise,
2 the Company apologizes for not filing since 2006 for an annual revision to its Paradise Valley
3 CAP Surcharge. Although Special Condition #3 of the tariff calls for a revised tariff filing by
4 December 1 of each year, the Company intends alternatively to file its next revised CAP
5 Surcharge in January 2011 so that it can incorporate actual data for all of 2010 in that filing.
6
7

8 This revised surcharge is automatically effective 30 days from this filing as per the terms of the
9 approved tariff.

10 The Company's contact person for this filing is:

11 Sandra L. Murrey, Rate Analyst
12 Arizona-American Water Company
13 2355 W. Pinnacle Peak Road, Suite 300
14 Phoenix, AZ 85027
15 (623) 445-2490
16 Sandra.Murrey@amwater.com

17
18 **RESPECTFULLY SUBMITTED** on March 8, 2010.
19
20
21
22

23
24 

25 Thomas M. Broderick
26 Director, Rates & Regulation
27 Arizona-American Water Company
28 2355 W. Pinnacle Peak Road, Suite 300
29 Phoenix, AZ 85027
30

1 Original and 13 copies **filed**
2 on March 8, 2010, with:
3
4 Docket Control
5 Arizona Corporation Commission
6 1200 West Washington
7 Phoenix, Arizona 85007
8
9 Copies of the foregoing **mailed**
10 on March 8, 2010, to:
11
12 Legal Division
13 Arizona Corporation Commission
14 1200 West Washington St.
15 Phoenix, Arizona 85007
16
17 Steve Olea
18 Director
19 Utilities Division
20 Arizona Corporation Commission
21 1200 West Washington St.
22 Phoenix, Arizona 85007
23
24 Daniel Pozefsky
25 Counsel
26 Residential Utility Consumer Office
27 1110 West Washington Street
28 Suite 220
29 Phoenix, Arizona 85007
30
31 Brian Bozzo
32 Compliance and Enforcement Manager
33 Utilities Division
34 1200 West Washington St.
35 Phoenix, AZ 85007
36
37
38
39
40
41
42

By: 

		8th Revised	SHEET NO.	<u>4</u>
<u>Arizona-American Water Company</u>		Cancelling	7th Revised	SHEET NO
(Name of Company)	<u>Paradise Valley Water District</u>			<u>4</u>
	(Name of Service Area)			

CAP SURCHARGE

APPLICABILITY

Applicable to all customers of Paradise Valley Water District except Sales for Resale.

TERRITORY

Portions of the City of Scottsdale and the Town of Paradise Valley, and vicinity, Maricopa County.

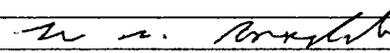
RATES

Surcharge Rate:

	<u>Per Customer</u>
Residential Customers:	
In excess of 45,000 gallons	\$ 0.4660 per 1,000 gallons
All Non-Residential Customers except Sale for Resale Customers:	
For all usage	\$ 0.4660 per 1,000 gallons

SPECIAL CONDITIONS:

1. The Company is authorized to recover CAP related costs based on its CAP allocation of 3,231 AF.
2. Total annual CAP costs will be determined by summing: a) annual Municipal & Industrial (M & I) water service charges, b) monthly M & I operations, maintenance and replacement (OM&R) costs, c) Salt River Project (SRP) water delivery charges, d) SRP administrative charges, e) annual production cost savings, f) the overcollected or undercollected surcharge from the previous twelve months period, and g) amortization over 5 years of deferred CAP M & I water service capital charges.
3. The Company will annually file with the Commission by December 1 the proposed annual CAP surcharge for the next calendar year. The filing shall contain all documentation to support the proposed surcharge.
4. The annual CAP surcharge will be calculated based on the historic consumption of the applicable customers from the previous twelve months.
5. The revised CAP surcharge will be effective on January 1 of each year.
6. Total deferred CAP costs of \$533,115 as of 12/31/99 will be amortized over a period of 5 years.
7. Collection of the CAP surcharge will not generate a positive operating income to Paradise Valley Water Company. It is intended only to recover CAP related costs.
8. The CAP surcharge will appear on each applicable customer bill as a separate charge.

ISSUED:	<u>MAR 08, 2010</u>		EFFECTIVE:	<u>APR 08, 2010</u>
	Month Day Year			Month Day Year
ISSUED BY:		<u>Thomas M. Broderick, Director – Rates & Regulation</u>		
		<u>2355 W. Pinnacle Peak Rd., Suite 300, Phoenix, AZ 85027</u>		
		<u>Decision No. 61831</u>		

ATTACHMENTS

PARADISE VALLEY WATER DISTRICT 2010 ANNUAL CAP SURCHARGE TARIFF UPDATE SCHEDULE CENTRAL ARIZONA PROJECT WATER COSTS

Line	Description	Calculation (2006 Costs)			Calculation (2007 Costs)			Calculation (2008 Costs)			Calculation (2009 Costs)		
		Year 2007	Year 2008	Year 2009	Year 2007	Year 2008	Year 2009	Year 2010	Year 2007	Year 2008	Year 2009	Year 2010	
		AF	% Allowed	Cost per Annual Charge	AF	% Allowed	Cost per Annual Charge	AF	% Allowed	Cost per Annual Charge	AF	% Allowed	Cost per Annual Charge
1	Going Forward Expenses -												
2	Total Water Allocation Available - 3.231 AF	3.231			3.231			3.231			3.231		
3	Water Allocation												
4													
5	1180 - M & I Capital Charge per AF		a.	\$21.00			\$21.00			\$18.00			\$15.00
6	1181 - M & I Delivery Charges per AF		b.	\$87.00			\$91.00			\$108.00			\$118.00
7	1178 - SRP Wheeling Charge per AF		c.	\$22.63			\$0.00			\$0.00			\$0.00
8	CAP - Tomopah Desert Recharge Facility per AF		d.	\$0			\$8.00			\$8.00			\$8.00
9				\$422.066			\$387.720			\$432.954			\$455.571
10													
11	Annual Costs Savings:												
12	Task Order 1177 - Annual Costs Savings Purchased Power	AF	% Allowed	Cost Per AF	AF	% Allowed	Cost Per AF	AF	% Allowed	Cost Per AF	AF	% Allowed	Cost Per AF
13	Task Order 1179 - Annual Costs Savings ADVMR Fees	3,231	97.78%	\$56.73	3,231	97.78%	\$56.73	3,231	97.78%	\$56.73	3,231	97.78%	\$56.73
14	This is based on 3.158 AF less pumping	3,231	97.78%	\$2.75	3,231	97.78%	\$3.00	3,231	97.78%	\$3.00	3,231	97.78%	\$3.00
15	(83 AF is owed to SRP for water loss)			-\$187.913			-\$9.478			-\$9.478			-\$9.478
16													
17	Task Order 1175 - Amortization of Deferred CAP Charges:												
18	Total Deferred Charges Per Decision No. 61831			\$533,115			\$533,115			\$533,115			\$533,115
19	Amortization Period of 5 Years			5			5			5			5
20	Annual Amortization			\$106,623			\$106,623			\$106,623			\$106,623
21	Amortization per month			\$8,885			\$8,885			\$8,885			\$8,885
22	Amortization period ended June 2004			\$53,312			\$53,312			\$53,312			\$53,312
23	Amortization for 2005 and beyond			\$0			\$0			\$0			\$0
24													
25	Current Annual Costs Before Overcollection/Undercollection of Prior Year's Costs			\$234,153			\$378,242			\$423,476			\$446,093
26													
27													
28													
29													
30	Overcollection/Undercollection of Prior Year's Surcharge	2006		\$109,676 (a)	2007		\$236,646	2008		\$416,108	2009		\$756,916
31	Prior (Overcollection)/Undercollection			-\$146,110			-\$136,814			-\$131,587			-\$137,159
32	Task Order 1173 - CAP Surcharge Revenue Collections			\$0			\$0			\$0			\$0
33	Task Order 1175 - Amortization of Prior Deferred CAP Charges			\$0			\$0			\$0			\$0
34	Task Order 1176 - Amortization of Interest Costs			\$0			\$0			\$0			\$0
35	Task Order 1177 - Costs Savings Power Costs (Motorola Reimbursement)			-\$123,030			\$0			\$0			\$0
36	Task Order 1178 - SRP Charges (2006-7) or Tomopah Storage Charges (2008-9)			\$69,079			\$73,095			\$25,848			\$25,848
37	Task Order 1179 - Costs Savings ADVMR Fees			-\$8,688			-\$9,478			-\$9,478			-\$9,478
38	Task Order 1180 - M & I Capital Charges			\$72,698			\$67,851			\$63,005			\$53,312
39	Task Order 1181 - M & I Delivery Charges			\$294,942			\$281,097			\$294,021			\$348,948
40	Total (Overcollection)/Undercollection			\$238,566			\$515,108			\$756,916			\$1,038,386
41													
42	Total Annual Costs			\$472,719			\$893,350			\$1,180,392			\$1,484,479
43													
44	Total Annual Sales for Surcharge (2008 PV Rate Case)												
45													
46	3-Year Surcharge Per 1,000 Gallons - Total Undercollection (Ln 37/Ln 41)												
47													
48	On-going Surcharge Per 1,000 Gallons - Current Annual Costs (Ln 25/Ln41)												
49													
50	Total CAP Surcharge (Ln43 + Ln45)												
51	Note: 3.231 AF was received in 2006, 2007, 2008 and 2009												
52													
53	(a) - Balance carried forward from 2007 filing.												

PARADISE VALLEY WATER COMPANY
2010 ANNUAL CAP SURCHARGE TARIFF UPDATE
TASK ORDER 1173 - CITY SERVICE CODE G
CAP SERVICE CHARGE REVENUE COLLECTIONS

<u>Date</u>	<u>Amounts</u>	<u>Basis</u>
Beg Balance	<u>-\$1,981,991.95</u>	
Jan	-\$11,688.71	Recorded Per City Service Code G
Feb	-\$6,879.55	Residential Consumption > 45 units at \$.0769 per unit.
Mar	-\$9,053.40	All Other Customers at all units at \$.0769 per unit.
Apr	-\$6,259.38	
May	-\$10,852.74	
Jun	-\$18,326.46	
Jul	-\$16,365.82	
Aug	-\$16,402.42	
Sep	-\$16,877.86	
Oct	-\$11,340.18	
Nov	-\$12,886.48	
Dec	<u>-\$9,176.93</u>	
*2006 Revenues	<u>-\$146,109.93</u>	
Total	<u><u>-\$2,128,101.88</u></u>	

<u>Monthly Journal Entry:</u>	
a. Record the monthly surcharge	
Debit A/R	Asset
Credit Task Order 1173	Task Order
b. Collections of Monthly surcharge	
Debit Cash	Asset
Credit A/R	Asset

<u>Date</u>	<u>Amounts</u>	<u>Basis</u>
Beg Balance	<u>-\$2,128,101.88</u>	
Jan	-\$6,589.21	Recorded Per City Service Code G
Feb	-\$4,147.38	Residential Consumption > 45 units at \$.0769 per unit.
Mar	-\$5,703.81	All Other Customers at all units at \$.0769 per unit.
Apr	-\$8,268.89	
May	-\$10,735.50	
Jun	-\$13,723.30	
Jul	-\$19,834.78	
Aug	-\$16,644.18	
Sep	-\$14,840.11	
Oct	-\$13,780.79	
Nov	-\$14,081.25	
Dec	<u>-\$8,464.46</u>	
*2007 Revenues	<u>-\$136,813.66</u>	
Total	<u><u>-\$2,264,915.54</u></u>	

<u>Monthly Journal Entry:</u>	
a. Record the monthly surcharge	
Debit A/R	Asset
Credit Task Order 1173	Task Order
b. Collections of Monthly surcharge	
Debit Cash	Asset
Credit A/R	Asset

<u>Date</u>	<u>Amounts</u>	<u>Basis</u>
Beg Balance	<u>-\$2,264,915.54</u>	
Jan	-\$4,884.20	Recorded Per City Service Code G
Feb	-\$4,006.85	Residential Consumption > 45 units at \$.0769 per unit.
Mar	-\$5,099.60	All Other Customers at all units at \$.0769 per unit.
Apr	-\$9,239.58	
May	-\$11,742.14	
Jun	-\$13,823.25	
Jul	-\$18,467.05	
Aug	-\$16,644.18	
Sep	-\$13,724.66	
Oct	-\$13,572.15	
Nov	-\$10,949.66	
Dec	<u>-\$9,433.95</u>	
*2008 Revenues	<u>-\$131,587.27</u>	
Total	<u><u>-\$2,396,502.81</u></u>	

<u>Monthly Journal Entry:</u>	
a. Record the monthly surcharge	
Debit A/R	Asset
Credit Task Order 1173	Task Order
b. Collections of Monthly surcharge	
Debit Cash	Asset
Credit A/R	Asset

<u>Date</u>	<u>Amounts</u>	<u>Basis</u>
Beg Balance	<u>-\$2,396,502.81</u>	
Jan	-\$4,295.51	Recorded Per City Service Code G
Feb	-\$4,956.74	Residential Consumption > 45 units at \$.0769 per unit.
Mar	-\$6,000.17	All Other Customers at all units at \$.0769 per unit.
Apr	-\$8,368.43	
May	-\$9,937.20	
Jun	-\$14,418.11	
Jul	-\$17,088.62	
Aug	-\$17,166.25	
Sep	-\$17,197.53	
Oct	-\$13,843.66	
Nov	-\$12,660.32	
Dec	<u>-\$11,226.79</u>	
*2009 Revenues	<u>-\$137,159.33</u>	
Total	<u><u>-\$2,533,662.14</u></u>	

<u>Monthly Journal Entry:</u>	
a. Record the monthly surcharge	
Debit A/R	Asset
Credit Task Order 1173	Task Order
b. Collections of Monthly surcharge	
Debit Cash	Asset
Credit A/R	Asset

PARADISE VALLEY WATER COMPANY
2010 ANNUAL CAP SURCHARGE TARIFF UPDATE
TASK ORDER 1175
AMORTIZATION OF PRIOR DEFERRED CAP CHARGES

<u>Date</u>	<u>Amounts</u>	<u>Basis</u>
Beg Bal	\$533,115.00	
Jan	\$0.00	Amortization of Prior Deferred CAP Charges
Feb	\$0.00	Comprised of the following items:
Mar	\$0.00	Per Rate Case Decision No. 61831 Date July 26, 1999
Apr	\$0.00	Amortization Period: 5 Years
May	\$0.00	Monthly Amortization
Jun	\$0.00	Adjustment:
Jul	\$0.00	Per DPS & BKT
Aug	\$0.00	Amortization Period: 60 Months
Sep	\$0.00	Monthly Amortization
Oct	\$0.00	Total Amortization
Nov	\$0.00	
Dec	\$0.00	

2004 Expense **\$0.00**

Total **\$533,115.00**

Monthly Journal Entry:

Debit - Task Order Order 1173

Credit - Deferred CAP Acct No. 186490.1

Amortization does not go through the P & L Statement.

PARADISE VALLEY WATER COMPANY
2010 ANNUAL CAP SURCHARGE TARIFF UPDATE
 TASK ORDER 1177
 COSTS SAVINGS - POWER COSTS

<u>Date</u>	<u>Amounts</u>
<u>Beginning Balance</u>	-\$716,901.48
Unrecorded - 2004	-\$179,225.00
Unrecorded - 2005	-\$179,225.00

Adjusted Total -\$1,075,351.48

<u>2006</u>	
Jan	\$0.00
Feb	-\$17,922.50
Mar	-\$17,922.50
Apr	-\$17,922.50
May	-\$17,922.50
Jun	-\$17,922.50
Jul	-\$17,922.50
Aug	-\$17,922.50
Sep	-\$17,922.50
Oct	-\$17,922.50
Nov	-\$17,922.50
Dec	\$0.00

Total	-\$179,225.00
	<u>\$56,195.00</u>
	<u>-\$123,030.00</u>

2006 Ending Balance -\$1,198,381.48

<u>2007</u>	
Jan	\$0.00
Feb	\$0.00
Mar	\$0.00
Apr	\$0.00
May	\$0.00
Jun	\$0.00
Jul	\$0.00
Aug	\$0.00
Sep	\$0.00
Oct	\$0.00
Nov	\$0.00
Dec	\$0.00

Total	<u>\$0.00</u>
--------------	---------------

2007 Ending Balance -\$1,198,381.48

<u>2008</u>	
Jan	\$0.00
Feb	\$0.00
Mar	\$0.00
Apr	\$0.00
May	\$0.00
Jun	\$0.00
Jul	\$0.00
Aug	\$0.00
Sep	\$0.00
Oct	\$0.00
Nov	\$0.00
Dec	\$0.00

Total	<u>\$0.00</u>
--------------	---------------

2008 Ending Balance -\$1,198,381.48

<u>2009</u>	
Jan	\$0.00
Feb	\$0.00
Mar	\$0.00
Apr	\$0.00
May	\$0.00
Jun	\$0.00
Jul	\$0.00
Aug	\$0.00
Sep	\$0.00
Oct	\$0.00
Nov	\$0.00
Dec	\$0.00

Total	<u>\$0.00</u>
--------------	---------------

2009 Ending Balance -\$1,198,381.48

Basis

Computation: 3,231 AF * 97.78% * \$56.73 = \$179,225

Effective August 1, 2006, ACC Decision No. 68858 authorized \$134,868 of power cost savings reimbursed by Motorola for use of MRTF in base rates. Those savings reduce savings reflected herein.

Basis

Computation: 3,231 AF * 97.78% * \$56.73 = \$179,225

Basis

Computation: 3,231 AF * 97.78% * \$56.73 = \$179,225

Basis

Computation: 3,231 AF * 97.78% * \$56.73 = \$179,225

PARADISE VALLEY WATER COMPANY
2010 ANNUAL CAP SURCHARGE TARIFF UPDATE
 TASK ORDER 1178
 SALT RIVER PROJECT CHARGES

<u>Date</u>	<u>Amounts</u>	<u>Basis</u>
Beginning Balance	\$352,170.15	
Jan	\$0.00	Based on 2006 invoice from Salt River Project - \$21.99 per AF 3,231 acre feet distributed over 10 months.
Feb	\$6,907.88	
Mar	\$6,907.88	
Apr	\$6,907.88	
May	\$6,907.88	
Jun	\$6,907.88	
Jul	\$6,907.88	
Aug	\$6,907.88	
Sep	\$6,907.88	
Oct	\$6,907.88	
Nov	\$6,907.88	
Dec	\$0.00	
2006 Total	<u>\$69,078.78</u>	
Ending Balance	<u>\$421,248.93</u>	
Beginning Balance	\$421,248.93	
Jan	\$0.00	Based on 2007 invoice from Salt River Project - \$22.63 per AF 3,231 acre feet distributed over 10 months.
Feb	\$7,309.49	
Mar	\$7,309.49	
Apr	\$7,309.49	
May	\$7,309.49	
Jun	\$7,309.49	
Jul	\$7,309.49	
Aug	\$7,309.49	
Sep	\$7,309.49	
Oct	\$7,309.49	
Nov	\$7,309.49	
Dec	\$0.00	
2007 Total	<u>\$73,034.80</u>	
Ending Balance	<u>\$494,343.83</u>	
Beginning Balance	\$494,343.83	
Jan	\$0.00	Water Storage Fee to CAP Tonopah Desert Recharge Facility for 3,231 AF per year at \$8 per AF
Feb	\$0.00	
Mar	\$0.00	
Apr	\$0.00	
May	\$0.00	
Jun	\$0.00	
Jul	\$0.00	
Aug	\$25,848.00	
Sep	\$0.00	
Oct	\$0.00	
Nov	\$0.00	
Dec	\$0.00	
2008 Total	<u>\$25,848.00</u>	
Ending Balance	<u>\$520,191.83</u>	
Beginning Balance	\$520,191.83	
Jan	\$0.00	Water Storage Fee to CAP Tonopah Desert Recharge Facility for 1,872 AF per year at \$8 per AF
Feb	\$0.00	
Mar	\$0.00	
Apr	\$10,872.00	
May	\$14,976.00	
Jun	\$0.00	
Jul	\$0.00	
Aug	\$0.00	
Sep	\$0.00	
Oct	\$0.00	
Nov	\$0.00	
Dec	\$0.00	
2009 Total	<u>\$25,848.00</u>	
Ending Balance	<u>\$546,039.83</u>	

PARADISE VALLEY WATER COMPANY
2010 ANNUAL CAP SURCHARGE TARIFF UPDATE
 TASK ORDER 1179
 ADWR COSTS SAVINGS

<u>Date</u>	<u>Amounts</u>	<u>Basis</u>
Beginning Balance	-\$42,422.93	
Jan	\$0.00	
Feb	-\$868.80	Recurring Journal Entry Not Set Up
Mar	-\$868.80	
Apr	-\$868.80	Included in Tariff computation but not booked
May	-\$868.80	
Jun	-\$868.80	Computation: $3,231AF * 97.78\% * \$2.75 = \$8,688$
Jul	-\$868.80	
Aug	-\$868.80	
Sep	-\$868.80	
Oct	-\$868.80	
Nov	-\$868.80	
Dec	\$0.00	
Total	-\$8,688.00	
2006 Ending Balance	-\$51,110.93	
Beginning Balance	-\$51,110.93	
Jan	\$0.00	
Feb	-\$868.80	Recurring Journal Entry Not Set Up
Mar	-\$868.80	
Apr	-\$868.80	Included in Tariff computation but not booked
May	-\$868.80	
Jun	-\$868.80	Computation: $3,231AF * 97.78\% * \$2.75 = \$8,688$
Jul	-\$868.80	
Aug	-\$868.80	
Sep	-\$868.80	
Oct	-\$868.80	
Nov	-\$868.80	
Dec	\$0.00	
Total	-\$8,688.00	
2007 Ending Balance	-\$59,798.93	
Beginning Balance	-\$59,798.93	
Jan	\$0.00	
Feb	-\$947.80	Recurring Journal Entry Not Set Up
Mar	-\$947.80	
Apr	-\$947.80	Included in Tariff computation but not booked
May	-\$947.80	
Jun	-\$947.80	Computation: $3,231AF * 97.78\% * \$3.00 = \$9,478$
Jul	-\$947.80	
Aug	-\$947.80	
Sep	-\$947.80	
Oct	-\$947.80	
Nov	-\$947.80	
Dec	\$0.00	
Total	-\$9,478.00	
2008 Ending Balance	-\$69,276.93	
Beginning Balance	-\$69,276.93	
Jan	\$0.00	
Feb	-\$947.80	Recurring Journal Entry Not Set Up
Mar	-\$947.80	
Apr	-\$947.80	Included in Tariff computation but not booked
May	-\$947.80	
Jun	-\$947.80	Computation: $3,231AF * 97.78\% * \$3.00 = \$9,478$
Jul	-\$947.80	
Aug	-\$947.80	
Sep	-\$947.80	
Oct	-\$947.80	
Nov	-\$947.80	
Dec	\$0.00	
Total	-\$9,478.00	
2009 Ending Balance	-\$78,754.93	

PARADISE VALLEY WATER COMPANY
2010 ANNUAL CAP SURCHARGE TARIFF UPDATE
TASK ORDER 1180
M & I CAPITAL CHARGES

<u>Date</u>	<u>Amounts</u>	<u>Basis</u>
<u>Beginning Balance</u>	\$837,312.46	
Jan	\$0.00	Actual Invoices booked in May and November 2006
Feb	\$0.00	2nd Half of 2006 (billed May 2006) -\$24 per AF
Mar	\$0.00	1st Half of 2007 (billed November 2006) - \$24 per AF
Apr	\$0.00	
May	\$38,772.00	
Jun	\$0.00	
Jul	\$0.00	
Aug	\$0.00	
Sep	\$0.00	
Oct	\$0.00	
Nov	\$33,925.50	
Dec	\$0.00	
2006 Total	\$72,597.50	
2006 Ending Balance	\$910,009.96	
<u>Beginning Balance</u>	\$910,009.96	
Jan	\$0.00	Actual Invoices booked in May and November 2007
Feb	\$0.00	2nd Half of 2007 (billed May 2007) -\$21 per AF
Mar	\$0.00	1st Half of 2008 (billed November 2007) - \$21 per AF
Apr	\$0.00	
May	\$33,925.50	
Jun	\$0.00	
Jul	\$0.00	
Aug	\$0.00	
Sep	\$0.00	
Oct	\$0.00	
Nov	\$33,925.50	
Dec	\$0.00	
2007 Total	\$67,851.00	
2007 Ending Balance	\$977,860.96	
<u>Beginning Balance</u>	\$977,860.96	
Jan	\$0.00	Actual Invoices booked in May and November 2008
Feb	\$0.00	2nd Half of 2008 (billed May 2008) -\$21 per AF
Mar	\$0.00	1st Half of 2009 (billed November 2008) - \$21 per AF
Apr	\$0.00	
May	\$33,925.50	
Jun	\$0.00	
Jul	\$0.00	
Aug	\$0.00	
Sep	\$0.00	
Oct	\$0.00	
Nov	\$29,079.00	
Dec	\$0.00	
2008 Total	\$63,004.50	
2008 Ending Balance	\$1,040,865.46	
<u>Beginning Balance</u>	\$1,040,865.46	
Jan	\$0.00	Actual Invoices booked in May and November 2009
Feb	\$0.00	2nd Half of 2009 (billed May 2009) -\$18 per AF
Mar	\$0.00	1st Half of 2010 (billed November 2009) - \$15 per AF
Apr	\$0.00	
May	\$29,079.00	
Jun	\$0.00	
Jul	\$0.00	
Aug	\$0.00	
Sep	\$0.00	
Oct	\$0.00	
Nov	\$24,232.50	
Dec	\$0.00	
2009 Total	\$53,311.50	
2009 Ending Balance	\$1,094,176.96	

PARADISE VALLEY WATER COMPANY
2010 ANNUAL CAP SURCHARGE TARIFF UPDATE
TASK ORDER 1181
M & I DELIVERY CHARGES

<u>Date</u>	<u>Amounts</u>	<u>Basis</u>
<u>Beginning Balance</u>	<u>\$1,408,715.86</u>	
Jan	\$26,494.20	Cost per acre foot = \$82
Feb	\$26,494.20	3,231 af = full allocation
Mar	\$26,494.20	
Apr	\$26,494.20	
May	\$26,494.20	
Jun	\$26,494.20	
Jul	\$26,494.20	
Aug	\$26,494.20	
Sep	\$26,494.20	
Oct	\$26,494.20	
Nov	\$0.00	
Dec	<u>\$0.00</u>	
2006 Total	<u>\$264,942.00</u>	
2006 Ending Balance	<u>\$1,673,657.86</u>	
<u>Beginning Balance</u>	<u>\$1,673,657.86</u>	
Jan	\$0.00	Cost per acre foot = \$87
Feb	\$28,109.70	3,231 af = full allocation
Mar	\$28,109.70	
Apr	\$28,109.70	
May	\$28,109.70	
Jun	\$28,109.70	
Jul	\$28,109.70	
Aug	\$28,109.70	
Sep	\$28,109.70	
Oct	\$28,109.70	
Nov	\$28,109.70	
Dec	<u>\$0.00</u>	
2007 Total	<u>\$281,097.00</u>	
2007 Ending Balance	<u>\$1,954,754.86</u>	
<u>Beginning Balance</u>	<u>\$1,954,754.86</u>	
Jan	\$0.00	Cost per acre foot = \$91
Feb	\$29,402.10	3,231 af = full allocation
Mar	\$29,402.10	
Apr	\$29,402.10	
May	\$29,402.10	
Jun	\$29,402.10	
Jul	\$29,402.10	
Aug	\$29,402.10	
Sep	\$29,402.10	
Oct	\$29,402.10	
Nov	\$29,402.10	
Dec	<u>\$0.00</u>	
2008 Total	<u>\$294,021.00</u>	
2008 Ending Balance	<u>\$2,248,775.86</u>	
<u>Beginning Balance</u>	<u>\$2,248,775.86</u>	
Jan	\$0.00	Cost per acre foot = \$108
Feb	\$34,894.80	3,231 af = full allocation
Mar	\$34,894.80	
Apr	\$34,894.80	
May	\$34,894.80	
Jun	\$34,894.80	
Jul	\$34,894.80	
Aug	\$34,894.80	
Sep	\$34,894.80	
Oct	\$34,894.80	
Nov	\$34,894.80	
Dec	<u>\$0.00</u>	
2009 Total	<u>\$348,348.00</u>	
2009 Ending Balance	<u>\$2,597,723.86</u>	