

THIS AMENDMENT:	
_____ Passed _____	Passed as amended by _____
_____ Failed _____	Not Offered _____



0000111918

ORIGINAL

MAYES PROPOSED AMENDMENT # 2

TIME/DATE PREPARED: 5/24/10, 12:00

COMPANY: Johnson Utilities, LLC dba Johnson Utilities Co. AGENDA ITEM: 11

DOCKET NO: WS-02987A-08-0180 OPEN MEETING DATE: 5-26-10

MAYES PROPOSED AMENDMENT #1

Page 45, DELETE lines 2 through 18.

INSERT: "Conservation and wise stewardship of increasingly stressed water supplies is a matter of paramount concern in Arizona, and we believe that it is important to send appropriate signals to water companies regarding their duty to fully engage in conservation programs administered by the Arizona Department of Water Resources. The CAGR D assessment fee is not discretionary for Companies such as Johnson Utilities, and the Commission believes that the CAGR D participation represents the kind of investment that is appropriate for timely cost recovery. To not allow the Company to recover its CAGR D costs in real time may threaten the Company's ability to participate in the CAGR D program, and would send a negative signal to water providers regarding this Commission's support for sound regional approaches to achieving safe yield in Active Management Areas. While we are not satisfied with the Company's past accounting methodologies, and are supportive of the steps taken in this Order to require Johnson Utilities to come into compliance with NARUC accounting standards, we believe Staff's adjustor mechanism proposal will accord the Commission maximum oversight over the application of the adjustor mechanism. We will therefore approve the CAGR D adjustor mechanism, inclusive of all eight conditions proposed by Staff."

Page 75, line 3,

INSERT New Ordering Paragraph: "IT IS FURTHER ORDERED THAT Johnson Utilities, LLC, dba Johnson Utilities, shall implement a CAGR D adjustor mechanism as proposed by Staff, inclusive of all eight conditions proposed by Staff."

Make all conforming changes as necessary.

AZ CORP COMMISSION
DOCKET CONTROL

2010 MAY 24 P 3:44

RECEIVED

Arizona Corporation Commission
DOCKETED

MAY 24 2010

DOCKETED BY *mm*