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FENNEMORE CRAIG, P.C.
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Attorneys for Applicants

BEFORE THE ARIZONA CORPORATION COMMISSION

IN THE MATTER OF THE APPLICATION OF BELLA VISTA WATER CO., INC. AN ARIZONA CORPORATION, FOR A DETERMINATION OF THE FAIR VALUE OF ITS UTILITY PLANTS AND PROPERTY AND FOR INCREASES IN ITS WATER RATES AND CHARGES FOR UTILITY SERVICE BASED THEREON.	DOCKET NO. W-02465A-09-0411
IN THE MATTER OF THE APPLICATION OF NORTHERN SUNRISE WATER COMPANY, INC., AN ARIZONA CORPORATION, FOR A DETERMINATION OF THE FAIR VALUE OF ITS UTILITY PLANTS AND PROPERTY AND FOR INCREASES IN ITS WATER RATES AND CHARGES FOR UTILITY SERVICE BASED THEREON.	DOCKET NO. W-20453A-09-0412
IN THE MATTER OF THE APPLICATION OF SOUTHERN SUNRISE WATER COMPANY, INC., AN ARIZONA CORPORATION, FOR A DETERMINATION OF THE FAIR VALUE OF ITS UTILITY PLANTS AND PROPERTY AND FOR INCREASES IN ITS WATER RATES AND CHARGES FOR UTILITY SERVICE BASED THEREON.	DOCKET NO. W-20454A-09-0413

Arizona Corporation Commission
DOCKETED
SEP 16 2010
DOCKETED BY

IN THE MATTER OF THE JOINT APPLICATION OF BELLA VISTA WATER CO., INC., NORTHERN SUNRISE WATER COMPANY, INC., AND SOUTHERN SUNRISE WATER COMPANY, INC. FOR APPROVAL OF AUTHORITY TO CONSOLIDATE OPERATIONS, AND FOR THE TRANSFER OF UTILITY ASSETS TO BELLA VISTA WATER CO., INC. PURSUANT TO ARIZONA REVISED STATUTES 40-285.	DOCKET NO. W-02465A-09-0414 DOCKET NO. W-20453A-09-0414 DOCKET NO. W-20454A-09-0414 **NOTICE OF FILING**

Bella Vista Water Co., Inc. ("BVWC"), Northern Sunrise Water Company Inc. ("NSWC"), and Southern Sunrise Water Company Inc. ("SSWC") (jointly "Applicants") hereby submit this Notice of Filing.

Attached as **Exhibit 1** are the final schedules of the Applicants, referred to as BVWC (Consolidated) when filing as if having been merged to form one company. BVWC (Consolidated) seeks a finding of fair value rate base in the amount of $7,857,799, and a rate of return of 9.85 percent, resulting in a revenue increase of $1,104,899, and a gross revenue requirement of $5,267,035.

Attached as **Exhibit 2** are the final schedules of BVWC (Stand-Alone). BVWC (Stand-Alone) seeks a finding of fair value rate base in the amount of $5,914,568, and a rate of return of 9.51 percent, resulting in a revenue increase of $690,607, and a gross revenue requirement of $4,216,640.

Attached as **Exhibit 3** are the final schedules of NSWC (Stand-Alone). NWSC (Stand-Alone) seeks a finding of fair value rate base in the amount of $660,315, and a rate of return of 11.10 percent, resulting in a revenue increase of $206,973, and a gross revenue requirement of $398,939.

Attached as **Exhibit 4** are the final schedules of SSWC (Stand-Alone). SSWC (Stand-Alone) seeks a finding of fair value rate base in the amount of $1,320,713, and a rate of return of 11.10 percent, resulting in a revenue increase of $191,577, and a gross

revenue requirement of $635,713.

The Alternative Rates for Water Tariff ("Low Income Tariff"), which is being proposed by BVWC (Consolidated) and BVWC (Stand-Alone), is attached as **Exhibit 5**. The form of the Low Income Tariff mirrors that of the Alternative Rates for Water and Wastewater Tariff proposed by Rio Rico Utilities, Inc. in Docket No. WS-02676A-09-0257, which tariff was agreed to by Rio Rico Utilities, Inc. and Staff. *See* transcript of July 21, 2010 hearing ("Tr.") at 68 – 70. The Low Income Tariff is the same whether for BVWC (Consolidated) or BVWC (Stand-Alone).

The Water Hook-Up Fee Tariff ("HUF Tariff"), which is being proposed by BVWC (Consolidated), BVWC (Stand-Alone), NSWC (Stand-Alone), and SSWC (Stand-Alone), is attached as **Exhibit 6**. The HUF Tariff mirrors the version which was attached to the Rebuttal Testimony of Greg Sorensen at GS-RB4, with the exception of several minor clerical changes to Sections I and II, and the deletion of language in Section IV(A) regarding supplemental assessment if the intended use of property is changed. *See* Tr. at 72 – 73. The attached version is intended for BVWC (Consolidated), however the substantive portions of the HUF Tariff are the same, whether for BVWC (Consolidated) or any one of the stand-alone companies.

DATED this 16th day of September, 2010.

FENNEMORE CRAIG, P.C.

By_____

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ORIGINAL and thirteen (13) copies of the foregoing were filed this 16th day of September, 2010, with:

Docket Control
Arizona Corporation Commission
1200 W. Washington St.
Phoenix, AZ 85007

COPY of the foregoing hand-delivered this 16th day of September, 2010 to:

Robin Mitchell, Esq.
Legal Division
Arizona Corporation Commission
1200 West Washington
Phoenix, Arizona 85007

COPY of the foregoing emailed/mailed this 16th day of September, 2010 to:

Jane L. Rodda
Administrative Law Judge
Hearing Division
Arizona Corporation Commission
400 West Congress
Tucson, AZ 85701-1347

Michelle Wood, Esq.
RUCO
1110 W. Washington St., Suite 220
Phoenix, Arizona 85007

By: Maria San Jose
2344748.1

EXHIBIT

1

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Computation of Increase in Gross Revenue
Requirements As Adjusted

Exhibit
Final Schedule A-1
Page 1
Witness: Bourassa

Line No.		
1	Fair Value Rate Base	$ 7,857,799
2		
3	Adjusted Operating Income	95,573
4		
5	Current Rate of Return	1.22%
6		
7	Required Operating Income	$ 773,993
8		
9	Required Rate of Return on Fair Value Rate Base	9.85%
10		
11	Operating Income Deficiency	$ 678,421
12		
13	Gross Revenue Conversion Factor	1.6286
14		
15	Increase in Gross Revenue Revenue Requirement	1,104,899
16		
17	Adjusted Test Year Revenues	$ 4,162,136
18	Increase in Gross Revenue Revenue Requirement	$ 1,104,899
19	Proposed Revenue Requirement	$ 5,267,035
20	% Increase	26.55%
21		

22	**Customer**		**Present**	**Proposed**	**Dollar**	**Percent**
23	**Classification**		**Rates**	**Rates**	**Increase**	**Increase**
24	5/8 Inch	Residential	$ 2,752,231	$ 3,196,275	$ 444,044	16.13%
25	3/4 Inch	Residential	12,526	14,728	2,203	17.58%
26	1 Inch	Residential	5,821	8,061	2,240	38.48%
27	2 Inch	Residential	725	1,411	687	94.78%
28		**Subtotal**	$ 2,771,302	$ 3,220,476	$ 449,173	16.21%
29						
30	5/8 Inch	Commercial	$ 124,380	$ 167,954	$ 43,574	35.03%
31	3/4 Inch	Commercial	3,382	4,404	1,021	30.19%
32	1 Inch	Commercial	91,585	125,022	33,436	36.51%
33	1.5 Inch	Commercial	115,753	193,179	77,426	66.89%
34	2 Inch	Commercial	656,390	1,038,859	382,469	58.27%
35	3 Inch	Commercial	131,628	188,967	57,339	43.56%
36	4 Inch	Commercial	56,353	85,398	29,045	51.54%
37	6 Inch	Commercial	12,229	11,179	(1,050)	-8.59%
38	8 Inch	Commercial	15,578	16,384	806	5.17%
39		**Subtotal**	$ 1,207,278	$ 1,831,345	$ 624,067	51.69%
40						
41	3 Inch	Hydrant	$ 31,719	$ 50,240	$ 18,521	58.39%
42						
43	4 Inch	Fire Sprinkler	$ 6,050	$ 18,150	12,100	200.00%
44	6 Inch	Fire Sprinkler	2,394	4,284	1,890	
45	8 Inch	Fire Sprinkler	155	326	171	110.04%
46		**Subtotal**	$ 8,599	$ 22,760	$ 14,161	164.67%
47						
48	**Subtotal Revenues before Annualization**		$ 4,018,899	$ 5,124,821	$ 1,105,922	27.52%
49	**Revenue Annualization**		2,995	2,324	(671)	-22.41%
50	Miscellaneous Revenues		139,114	139,114	-	0.00%
51	Reconciling Amount H-1 to C-1		1,128	776	(352)	-31.21%
52	**Total of Water Revenues**		$ 4,162,136	$ 5,267,035	$ 1,104,899	26.55%
53						

54 SUPPORTING SCHEDULES:
55 Final B-1
56 Final C-1
57 Final C-3
58 Final H-1

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Summary of Rate Base

Exhibit
Final Schedule B-1
Page 1
Witness: Bourassa

Line No.		Original Cost Rate base	Fair Value Rate Base
1			
2	Gross Utility Plant in Service	$ 26,610,749	$ 26,610,749
3	Less: Accumulated Depreciation	10,528,021	10,528,021
4			
5	Net Utility Plant in Service	$ 16,082,728	$ 16,082,728
6			
7	Less:		
8	Advances in Aid of		
9	Construction	6,781,443	6,781,443
10	Contributions in Aid of		
11	Construction	542,445	542,445
12			
13	Accumulated Amortization of CIAC	(230,570)	(230,570)
14			
15	Customer Meter Deposits	559,605	559,605
16	Deferred Income Taxes & Credits	572,006	572,006
17			
18			
19			
20	Plus:		
21	Unamortized Debt Issuance		
22	Costs	-	-
23	Deferred Reg. Assets	-	-
24	Working capital	-	-
25			
26			
27			
28			
29	Total Rate Base	$ 7,857,799	$ 7,857,799
30			
31			
32			
33	SUPPORTING SCHEDULES:		RECAP SCHEDULES:
34	Final B-2		Final A-1
35	Final B-3		
36	Final B-5		
37			
38			

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Original Cost Rate Base Proforma Adjustments

Exhibit
Final Schedule B-2
Page 1
Witness: Bourassa

Line No.		Adjusted at end of Test Year	Proforma Adjustment Amount	Final at end of Test Year
1	Gross Utility			
2	Plant in Service	$ 28,165,702	(1,554,953)	$ 26,610,749
3				
4	**Less:**			
5	Accumulated			
6	Depreciation	12,057,912	(1,529,891)	10,528,021
7				
8				
9	Net Utility Plant			
10	in Service	$ 16,107,790	$ (25,061)	$ 16,082,728
11				
12	**Less:**			
13	Advances in Aid of			
14	Construction	6,781,443	-	6,781,443
15				
16	Contributions in Aid of			
17	Construction	542,445	-	542,445
18				
19	Accumulated Amort of CIAC	(230,987)	417	(230,570)
20				
21	Customer Meter Deposits	559,605	-	559,605
22	Deferred Income Taxes & Credits	(173,329)	745,335	572,006
23				
24				
25				
26	**Plus:**			
27	Unamortized Debt Issuance			
28	Costs	-		-
29	Deferred Reg. Assets	-	-	-
30	Working capital	-	-	-
31				
32				
33				
34				
35	Total	$ 8,628,613	$ (770,814)	$ 7,857,799
36				
37				
38				
39	SUPPORTING SCHEDULES:		RECAP SCHEDULES:	
40	Final B-2, pages 2		Final B-1	
41				
42				

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Original Cost Rate Base Proforma Adjustments

Exhibit
Final Schedule B-2
Page 2
Witness: Bourassa

Line No.		Adjusted at End of Test Year	Proforma Adjustments 1 Plant	2 Accumulated Depr.	3 CIAC	4 DIT	Final Adjusted at end of Test Year
1	Gross Utility						
2	Plant in Service	$ 28,165,702	(1,554,953)	-	-	-	$ 26,610,749
3							
4	**Less:**						
5	Accumulated						
6	Depreciation	12,057,912	-	(1,529,891)	-	-	10,528,021
7							
8							
9	Net Utility Plant						
10	in Service	$ 16,107,790	$ (1,554,953)	$ 1,529,891	$ -	$ -	$ 16,082,728
11							
12	**Less:**						
13	Advances in Aid of						
14	Construction	6,781,443	-	-	-	-	6,781,443
15							
16	Contributions in Aid of						
17	Construction (CIAC)	542,445	-	-	-	-	542,445
18							
19	Accumulated Amort of CIAC	(230,987)	-	-	417	-	(230,570)
20							
21	Customer Meter Deposits	559,605	-	-	-	-	559,605
22	Deferred Income Taxes & Credits	(173,329)	-	-	-	745,335	572,006
23							
24							
25	**Plus:**						
26	Unamortized Finance						
27	Charges	-	-	-	-	-	-
28							
29	Allowance for Working Capital	-	-	-	-	-	-
30							
31	Total	$ 8,628,613	$ (1,554,953)	$ 1,529,891	$ (417)	$ (745,335)	$ 7,857,799
32							
33							
34							
35	SUPPORTING SCHEDULES:						
36	Final B-2, pages 3-6						
37							
38							
39							
40							

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Original Cost Rate Base Proforma Adjustments
Adjustment Number 1

Exhibit
Final Schedule B-2
Page 3
Witness: Bourassa

Line No.	Acct. No.	Description	Adjusted Orginal Cost	A Post Test Year Plant	B Post Test Year Plant Retirement	C Mclain Acquistion Costs	D AFUDC Adjustment	E Plant Retirements	Final Adjusted Original Cost
				Adjustments					
1		Plant-in-Service							
5	301	Organization Cost	$ -				$ -	$ -	$ -
6	302	Franchise Cost	961				-	-	961
7	303	Land and Land Rights	688,011				-	-	688,011
8	304	Structures and Improvements	1,929,428				(10,476)	(4,181)	1,914,771
9	305	Collecting and Impounding Res.	51,378				-	(4,565)	46,813
10	306	Lake River and Other Intakes	-				-	-	-
11	307	Wells and Springs	1,300,212				(1,940)	-	1,298,272
12	308	Infiltration Galleries and Tunnels	-				-	-	-
13	309	Supply Mains	3,798				(542)	-	3,256
14	310	Power Generation Equipment	1,293				-	-	1,293
15	311	Electric Pumping Equipment	2,777,250				(17,134)	(432,710)	2,327,407
16	320	Water Treatment Equipment	109,639				-	(26,254)	83,385
17	320.1	Water Treatment Plant	-				-	-	-
18	320.2	Chemical Solution Feeders	-				-	-	-
19	330	Dist. Reservoirs & Standpipe	2,709,163				(27,589)	(43,858)	2,637,716
20	330.1	Storage tanks	-				-	-	-
21	330.2	Pressure Tanks	-				-	-	-
22	331	Trans. and Dist. Mains	12,820,712	(5,550)	8,504		(4,775)	(592,002)	12,226,889
23	333	Services	1,500,252				(1,475)	(16,315)	1,482,462
24	334	Meters	1,517,711				(15,174)	(124,204)	1,378,333
25	335	Hydrants	970,159				(498)	(7,765)	961,896
26	336	Backflow Prevention Devices	-				-	-	-
27	339	Other Plant and Misc. Equip.	114,540				-	(0)	114,539
28	340	Office Furniture and Fixtures	202,929				-	(25,258)	177,672
29	340.1	Computers and Software	161,264				(344)	-	160,920
30	341	Transportation Equipment	295,224				-	(26,760)	268,464
31	342	Stores Equipment	-				-	-	-
32	343	Tools and Work Equipment	124,953				(109)	(2,132)	122,712
33	344	Laboratory Equipment	-				-	-	-
34	345	Power Operated Equipment	31,548				-	(0)	31,548
35	346	Communications Equipment	444,928				-	(24,184)	420,744
36	347	Miscellaneous Equipment	110,348				-	(3,042)	107,306
37	348	Other Tangible Plant	300,001			(144,623)	-	-	155,378
38		Reounding	-						-
39		TOTALS	$ 28,165,702	$ (5,550)	$ 8,504	$ (144,623)	$ (80,055)	$ (1,333,228)	$ 26,610,749
40									
41		Plant-in-Service per Direct							$ 28,165,702
42									
43		Increase (decrease) in Plant-in-Service							$ (1,554,953)
44									
45		Adjustment to Plant-in-Service							$ (1,554,953)
46									
47		SUPPORTING SCHEDULES							
48		Final B-2, page 3.1 to 3.5							
49		Final B-2, page 3.6 to 3.16							

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Original Cost Rate Base Proforma Adjustments
Adjustment Number 1 - A

Exhibit
Final Schedule B-2
Page 3.1
Witness: Bourassa

Line No.		
1	Post Test Year Plant	
2		
3		
4	Final Adjusted Post Test Year Plant (Acct 331)	$ 104,507
5		
6	Adjusted Post Test Year Plant per Direct (Acct 331)	$ 110,057
7		
8		
9	Increase (decrease) to plant-in-service	$ (5,550)
10		
11		
12		
13		
14		
15	REFERENCES	
16	Testimony and Co. Response to MSJ 5.2	
17		
18		
19		
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21		
22		
23		
24		
25		

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Original Cost Rate Base Proforma Adjustments
Adjustment Number 1 - B

Exhibit
Final Schedule B-2
Page 3.2
Witness: Bourassa

Line No.		
1	Post Test Year Plant Plant Retirement	
2		
3		
4	Final Adjusted Post Test Year Plant (Acct 331)	$ (3,496)
5		
6	Adjusted Post Test Year Plant per Direct (Acct 331)	$ (12,000)
7		
8		
9	Increase (decrease) to plant-in-service	$ 8,504
10		
11		
12		
13		
14		
15	REFERENCES	
16	Testimony and Co. Resposne to MSJ 5.2	
17		
18		
19		
20		
21		
22		
23		
24		
25		

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Original Cost Rate Base Proforma Adjustments
Adjustment Number 1 - C

Exhibit
Final Schedule B-2
Page 3.3
Witness: Bourassa

Line No.		
1	McClain Acquisition Costs	
2		
3		
4	Final McClain Acquistion Costs	$ 155,378
5		
6	McClain Acquisition Costs per Direct	$ 300,001
7		
8		
9	Increase (decrease) to plant-in-service	$ (144,623)
10		
11		
12		
13		
14		
15	REFERENCES	
16	Testimony and Co. Response to CSB 10.3	
17		
18		
19		
20		
21		
22		
23		
24		
25		

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Original Cost Rate Base Proforma Adjustments
Adjustment Number 1 - D

Exhibit
Final Schedule B-2
Page 3.4
Witness: Bourassa

Line No.

1 Adjusted Allowance for Funds Used During Constructiion ("AFUDC")

Acct	Description	As Filed	Revised	Adjustment
301	Organization Cost	$ -	$ -	$ -
302	Franchise Cost	-	-	-
303	Land and Land Rights	-	-	-
304	Structures and Improvements	46,467	35,991	(10,476)
305	Collecting and Impounding Res.	-	-	-
306	Lake River and Other Intakes	-	-	-
307	Wells and Springs	6,730	4,791	(1,940)
308	Infiltration Galleries and Tunnels	-	-	-
309	Supply Mains	542	-	(542)
310	Power Generation Equipment	-	-	-
311	Electric Pumping Equipment	29,470	12,336	(17,134)
320	Water Treatment Equipment	342	342	-
320.1	Water Treatment Plant	-	-	-
320.2	Chemical Solution Feeders	-	-	-
330	Dist. Reservoirs & Standpipe	57,619	30,030	(27,589)
330.1	Storage tanks	-	-	-
330.2	Pressure Tanks	-	-	-
331	Trans. and Dist. Mains	5,002	227	(4,775)
333	Services	1,475	-	(1,475)
334	Meters	18,966	3,793	(15,174)
335	Hydrants	498	-	(498)
336	Backflow Prevention Devices	-	-	-
339	Other Plant and Misc. Equip.	-	-	-
340	Office Furniture and Fixtures	-	-	-
340.1	Computers and Software	1,021	677	(344)
341	Transportation Equipment	-	-	-
342	Stores Equipment	-	-	-
343	Tools and Work Equipment	109	-	(109)
344	Laboratory Equipment	-	-	-
345	Power Operated Equipment	-	-	-
346	Communications Equipment	8,416	8,416	-
347	Miscellaneous Equipment	3,176	3,176	-
348	Other Tangible Plant	-	-	-
		0	0	
		$ 179,833	$ 99,778	$ (80,055)

Adjustment to plant-in-service $ (80,055)

REFERENCES
Testimony
Final B-2, page 3.5 to 3.16

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Original Cost Rate Base Proforma Adjustments
Adjustment Number 1 - E

Exhibit
Final Schedule B-2
Page 3.5
Witness: Bourassa

Line No.			
1	Retirements		
2			
3			
4	Acct	Description	Adjustment
5	301	Organization Cost	
6	302	Franchise Cost	
7	303	Land and Land Rights	
8	304	Structures and Improvements	(4,181)
9	305	Collecting and Impounding Res.	(4,565)
10	306	Lake River and Other Intakes	
11	307	Wells and Springs	
12	308	Infiltration Galleries and Tunnels	
13	309	Supply Mains	
14	310	Power Generation Equipment	
15	311	Electric Pumping Equipment	(432,710)
16	320	Water Treatment Equipment	(26,254)
17	320.1	Water Treatment Plant	
18	320.2	Chemical Solution Feeders	
19	330	Dist. Reservoirs & Standpipe	(43,858)
20	330.1	Storage tanks	
21	330.2	Pressure Tanks	
22	331	Trans. and Dist. Mains	(592,002)
23	333	Services	(16,315)
24	334	Meters	(124,204)
25	335	Hydrants	(7,765)
26	336	Backflow Prevention Devices	
27	339	Other Plant and Misc. Equip.	(0)
28	340	Office Furniture and Fixtures	(25,258)
29	340.1	Computers and Software	-
30	341	Transportation Equipment	(26,760)
31	342	Stores Equipment	
32	343	Tools and Work Equipment	(2,132)
33	344	Laboratory Equipment	
34	345	Power Operated Equipment	(0)
35	346	Communications Equipment	(24,184)
36	347	Miscellaneous Equipment	(3,042)
37	348	Other Tangible Plant	
38			
39			$ (1,333,228)
40			
41			
42	Adjustment to plant-in-service		$ (1,333,228)
43			
44	REFERENCES		
45	Testimony		
46	Final B-2, page 3.5.1		
47	Final B-2, page 3.6 to 3.16		
48			
49			
50			

Bella Vista Water Company (Consolidated)
Plant Additions and Retirements

Exhibit
Final Schedule B-2
Page 3.6

Account No.	Description	Plant At 12/31/2000	2000 Accum. Depr.	2001 Plant Additions	2001 Plant Additions	2001 Adjusted Plant Additions	Final 2001 Plant Retirements	2001 Salvage A/D Only	2001 Plant Balance	2001 Deprec.
301	Organization Cost	-	-	-	-	-	-	-	-	-
302	Franchise Cost	-	-	-	-	-	-	-	-	-
303	Land and Land Rights	322,875	-	-	-	-	-	-	322,875	-
304	Structures and Improvements	822,687	207,134	-	27,953	27,953	(523)	-	850,118	20,917
305	Collecting and Impounding Res.	-	-	-	-	-	-	-	-	-
306	Lake River and Other Intakes	-	-	-	-	-	-	-	-	-
307	Wells and Springs	864,013	304,933	0	48,775	48,775	(571)	-	912,217	23,987
308	Infiltration Galleries and Tunnels	-	-	-	-	-	-	-	-	-
309	Supply Mains	-	-	-	-	-	-	-	-	-
310	Power Generation Equipment	-	-	-	-	-	-	-	-	-
311	Electric Pumping Equipment	1,667,296	991,154	12,153	50,667	62,820	(54,089)	-	1,676,027	169,871
320	Water Treatment Equipment	17,938	9,739	2,671	2,563	5,234	(3,282)	-	19,891	2,056
320.1	Water Treatment Equipment	-	-	-	-	-	-	-	-	-
320.2	Chemical Solution Feeders	-	-	-	-	-	-	-	-	-
330	Distribution Reservoirs & Standpipe	1,321,238	498,098	1	141,588	141,589	(3,346)	-	1,459,481	34,801
330.1	Storage tanks	-	-	-	-	-	-	-	-	-
330.2	Pressure Tanks	-	-	-	-	-	-	-	-	-
331	Transmission and Distribution Mains	7,056,631	2,450,915	219,615	1,463,902	1,683,517	(20,083)	-	8,720,065	157,968
333	Services	829,747	660,025	(20)	-	(20)	(2,039)	-	827,688	16,595
334	Meters	903,840	758,362	37,895	-	37,895	(15,525)	-	926,210	92,279
335	Hydrants	457,210	177,863	17,961	749	18,710	(971)	-	474,949	9,331
336	Backflow Prevention Devices	-	-	-	-	-	-	-	-	-
339	Other Plant and Miscellaneous Equipment	-	-	-	-	-	(0)	-	(0)	(0)
340	Office Furniture and Fixtures	100,023	86,329	-	6,994	6,994	(3,157)	-	103,860	6,905
340.1	Computers and Software	161,264	29,062	-	-	-	-	-	161,264	10,756
341	Transportation Equipment	190,168	108,206	-	-	-	(1,644)	-	188,524	27,175
342	Stores Equipment	-	-	-	-	-	-	-	-	-
343	Tools and Work Equipment	121,859	80,790	1,197	-	1,197	(266)	-	122,789	14,401
344	Laboratory Equipment	-	-	-	-	-	-	-	-	-
345	Power Operated Equipment	-	-	-	-	-	(0)	-	(0)	(0)
346	Communications Equipment	38,740	20,080	-	-	-	(3,023)	-	35,717	3,874
347	Miscellaneous Equipment	100,766	51,170	-	-	-	(380)	-	100,386	6,298
348	Other Tangible Plant	-	-	-	-	-	-	-	-	-
	Rounding	-	-	-	-	-	-	-	-	-
						-			-	-
	Plant Held for Future Use									
	TOTAL WATER PLANT	14,976,295	6,433,860	291,474	1,743,191	2,034,665	(108,899)	-	16,902,061	597,212

Bella Vista Water Company (Consolidated)
Plant Additions and Retirements

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Account No.	Description	2002 Plant Additions	2002 Plant Additions	2002 Plant Adjustments[1]	2002 Adjusted Plant Additions	Final 2002 Plant Retirements	2002 Salvage/Adj. A/D Only	2002 Plant Balance	2002 Deprec.
301	Organization Cost	-	-	-	-	-	-	-	-
302	Franchise Cost	-	-	-	-	-	-	-	-
303	Land and Land Rights	-	-	-	-	-	-	322,875	-
304	Structures and Improvements	-	-	-	-	(523)	-	849,595	21,246
305	Collecting and Impounding Res.	-	-	-	-	-	-	-	-
306	Lake River and Other Intakes	-	-	-	-	-	-	-	-
307	Wells and Springs	-	-	-	-	(571)	-	911,647	24,622
308	Infiltration Galleries and Tunnels	-	-	-	-	-	-	-	-
309	Supply Mains	-	-	-	-	-	-	-	-
310	Power Generation Equipment	-	-	-	-	-	-	-	-
311	Electric Pumping Equipment	71,076	-	-	71,076	(54,089)	-	1,693,014	168,452
320	Water Treatment Equipment	-	-	-	-	(3,282)	-	16,609	1,825
320.1	Water Treatment Equipment	-	-	-	-	-	-	-	-
320.2	Chemical Solution Feeders	-	-	-	-	-	-	-	-
330	Distribution Reservoirs & Standpipe	-	-	-	-	(3,346)	-	1,456,135	36,445
330.1	Storage tanks	-	-	-	-	-	-	-	-
330.2	Pressure Tanks	-	-	-	-	-	-	-	-
331	Transmission and Distribution Mains	300,123	54,088	-	354,211	(20,083)	-	9,054,193	177,743
333	Services	42,378	-	-	42,378	(2,039)	-	868,027	16,957
334	Meters	29,053	-	-	29,053	(15,525)	-	939,737	93,297
335	Hydrants	43,354	-	-	43,354	(971)	-	517,332	9,923
336	Backflow Prevention Devices	-	-	-	-	-	-	-	-
339	Other Plant and Miscellaneous Equipment	-	-	-	-	(0)	-	(0)	(0)
340	Office Furniture and Fixtures	-	-	-	-	(3,157)	-	100,703	6,822
340.1	Computers and Software	-	-	-	-	-	-	161,264	10,756
341	Transportation Equipment	4,844	-	-	4,844	(1,644)	-	191,725	27,169
342	Stores Equipment	-	-	-	-	-	-	-	-
343	Tools and Work Equipment	-	-	-	-	(266)	-	122,523	14,424
344	Laboratory Equipment	-	-	-	-	-	-	-	-
345	Power Operated Equipment	-	-	-	-	(0)	-	(0)	(0)
346	Communications Equipment	-	-	-	-	(3,023)	-	32,694	3,421
347	Miscellaneous Equipment	-	-	-	-	(380)	-	100,006	6,262
348	Other Tangible Plant	-	-	-	-	-	-	-	-
	Rounding	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-
	Plant Held for Future Use								
	TOTAL WATER PLANT	490,827	54,088	-	544,915	(108,899)	-	17,338,077	619,365

Bella Vista Water Company (Consolidated)
Plant Additions and Retirements

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Account No.	Description	2003 Plant Additions	2003 Plant Adjustments[1]	2003 Adjusted Plant Additions	Final 2003 Plant Retirements	2003 Salvage A/D Only	2003 Plant Balance	2003 Deprec.
301	Organization Cost	-	-	-	-	-	-	-
302	Franchise Cost	-	-	-	-	-	-	-
303	Land and Land Rights	-	-	-	-	-	322,875	-
304	Structures and Improvements	-	-	-	(523)	-	849,073	21,233
305	Collecting and Impounding Res.	-	-	-	-	-	-	-
306	Lake River and Other Intakes	-	-	-	-	-	-	-
307	Wells and Springs	21,972	-	21,972	(571)	-	933,048	24,903
308	Infiltration Galleries and Tunnels	-	-	-	-	-	-	-
309	Supply Mains	-	-	-	-	-	-	-
310	Power Generation Equipment	-	-	-	-	-	-	-
311	Electric Pumping Equipment	105,990	-	105,990	(54,089)	-	1,744,916	171,897
320	Water Treatment Equipment	24,705	-	24,705	(3,282)	-	38,032	2,732
320.1	Water Treatment Equipment	-	-	-	-	-	-	-
320.2	Chemical Solution Feeders	-	-	-	-	-	-	-
330	Distribution Reservoirs & Standpipe	106	-	106	(3,346)	-	1,452,895	36,363
330.1	Storage tanks	-	-	-	-	-	-	-
330.2	Pressure Tanks	-	-	-	-	-	-	-
331	Transmission and Distribution Mains	118,031	-	118,031	(20,083)	-	9,152,141	182,063
333	Services	18,726	-	18,726	(2,039)	-	884,713	17,527
334	Meters	47,302	-	47,302	(15,525)	-	971,514	58,627
335	Hydrants	4,242	-	4,242	(971)	-	520,604	10,379
336	Backflow Prevention Devices	-	-	-	-	-	-	-
339	Other Plant and Miscellaneous Equipment	-	-	-	(0)	-	(0)	(0)
340	Office Furniture and Fixtures	32,875	-	32,875	(3,157)	-	130,421	7,708
340.1	Computers and Software	-	-	-	-	-	161,264	10,756
341	Transportation Equipment	8,623	-	8,623	(1,644)	-	198,704	27,896
342	Stores Equipment	-	-	-	-	-	-	-
343	Tools and Work Equipment	-	-	-	(266)	-	122,256	13,174
344	Laboratory Equipment	-	-	-	-	-	-	-
345	Power Operated Equipment	-	-	-	(0)	-	(0)	(0)
346	Communications Equipment	-	-	-	(3,023)	-	29,671	3,118
347	Miscellaneous Equipment	-	-	-	(380)	-	99,625	6,238
348	Other Tangible Plant	-	-	-	-	-	-	-
	Rounding	-	-	-	-	-	-	-
		-	-	-	-	-	-	-
	Plant Held for Future Use							
	TOTAL WATER PLANT	382,573	-	382,573	(108,899)	-	17,611,751	594,616

[1] Affiliate Profit

Bella Vista Water Company (Consolidated)
Plant Additions and Retirements

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Account No.	Description	2004 Plant Additions	2004 Plant Adjustments[1]	2004 Adjusted Plant Additions	Final 2004 Plant Retirements	2004 Salvage A/D Only	2004 Plant Balance	2004 Deprec.
301	Organization Cost	-	-	-	-	-	-	-
302	Franchise Cost	-	-	-	-	-	-	-
303	Land and Land Rights	-	-	-	-	-	322,875	-
304	Structures and Improvements	15,322	-	15,322	(523)	-	863,872	21,412
305	Collecting and Impounding Res.	-	-	-	-	-	-	-
306	Lake River and Other Intakes	-	-	-	-	-	-	-
307	Wells and Springs	99,307	-	99,307	(571)	-	1,031,785	26,525
308	Infiltration Galleries and Tunnels	-	-	-	-	-	-	-
309	Supply Mains	-	-	-	-	-	-	-
310	Power Generation Equipment	-	-	-	-	-	-	-
311	Electric Pumping Equipment	97,537	-	97,537	(54,089)	-	1,788,364	176,664
320	Water Treatment Equipment	-	-	-	(3,282)	-	34,750	3,639
320.1	Water Treatment Equipment	-	-	-	-	-	-	-
320.2	Chemical Solution Feeders	-	-	-	-	-	-	-
330	Distribution Reservoirs & Standpipe	1,500	-	1,500	(3,346)	-	1,451,049	36,299
330.1	Storage tanks	-	-	-	-	-	-	-
330.2	Pressure Tanks	-	-	-	-	-	-	-
331	Transmission and Distribution Mains	459,511	-	459,511	(20,083)	-	9,591,569	187,437
333	Services	100,089	-	100,089	(2,039)	-	982,762	18,675
334	Meters	112,553	-	112,553	(15,525)	-	1,068,541	102,003
335	Hydrants	55,861	-	55,861	(971)	-	575,495	10,961
336	Backflow Prevention Devices	-	-	-	-	-	-	-
339	Other Plant and Miscellaneous Equipment	-	-	-	(0)	-	(0)	(0)
340	Office Furniture and Fixtures	31,854	-	31,854	(3,157)	-	159,118	9,656
340.1	Computers and Software	-	-	-	-	-	161,264	10,756
341	Transportation Equipment	77,639	-	77,639	(1,644)	-	274,699	33,825
342	Stores Equipment	-	-	-	-	-	-	-
343	Tools and Work Equipment	-	-	-	(266)	-	121,990	-
344	Laboratory Equipment	-	-	-	-	-	-	-
345	Power Operated Equipment	-	-	-	(0)	-	(0)	(0)
346	Communications Equipment	8,868	-	8,868	(3,023)	-	35,516	3,259
347	Miscellaneous Equipment	-	-	-	(380)	-	99,245	6,215
348	Other Tangible Plant	-	-	-	-	-	-	-
	Rounding	-	-	-	-	-	-	-
		-	-	-	-	-	-	-
	Plant Held for Future Use							
	TOTAL WATER PLANT	1,060,041	-	1,060,041	(108,899)	-	18,562,893	647,326

[1] Affiliate Profit

Bella Vista Water Company (Consolidated)
Plant Additions and Retirements

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Account No.	Description	2005 Plant Additions	2005 Plant Adjustments[1]	Final 2005 Plant Adjustments	2005 Adjusted Plant Additions	Final 2005 Plant Retirements	2005 Salvage A/D Only	2005 Plant Balance	2005 Deprec.
301	Organization Cost	-	-	-	-	-	-	-	-
302	Franchise Cost	-	-	-	-	-	-	-	-
303	Land and Land Rights	-	-	-	-	-	-	322,875	-
304	Structures and Improvements	1,500	-	-	1,500	(523)	-	864,849	21,609
305	Collecting and Impounding Res.	-	-	-	-	-	-	-	-
306	Lake River and Other Intakes	-	-	-	-	-	-	-	-
307	Wells and Springs	-	-	-	-	(571)	-	1,031,214	27,850
308	Infiltration Galleries and Tunnels	-	-	-	-	-	-	-	-
309	Supply Mains	-	-	-	-	-	-	-	-
310	Power Generation Equipment	-	-	-	-	-	-	-	-
311	Electric Pumping Equipment	59,445	-	-	59,445	(54,089)	-	1,793,720	179,104
320	Water Treatment Equipment	11,336	-	-	11,336	(3,282)	-	42,804	3,878
320.1	Water Treatment Equipment	-	-	-	-	-	-	-	-
320.2	Chemical Solution Feeders	-	-	-	-	-	-	-	-
330	Distribution Reservoirs & Standpipe	-	-	-	-	(3,346)	-	1,447,703	36,234
330.1	Storage tanks	-	-	-	-	-	-	-	-
330.2	Pressure Tanks	-	-	-	-	-	-	-	-
331	Transmission and Distribution Mains	720,627	(5,429)	-	715,198	(20,083)	-	10,286,684	198,783
333	Services	118,891	(179)	-	118,712	(2,039)	-	1,099,435	20,822
334	Meters	151,792	-	-	151,792	(15,525)	-	1,204,808	113,667
335	Hydrants	67,646	-	-	67,646	(971)	-	642,170	12,177
336	Backflow Prevention Devices	-	-	-	-	-	-	-	-
339	Other Plant and Miscellaneous Equipment	-	-	-	-	(0)	-	(0)	(0)
340	Office Furniture and Fixtures	-	-	-	-	(3,157)	-	155,961	10,508
340.1	Computers and Software	-	-	-	-	-	-	161,264	10,756
341	Transportation Equipment	-	-	-	-	(1,644)	-	273,055	39,137
342	Stores Equipment	-	-	-	-	-	-	-	-
343	Tools and Work Equipment	-	-	-	-	(266)	-	121,723	-
344	Laboratory Equipment	-	-	-	-	-	-	-	-
345	Power Operated Equipment	-	-	-	-	(0)	-	(0)	(0)
346	Communications Equipment	64,857	-	-	64,857	(3,023)	-	97,350	6,643
347	Miscellaneous Equipment	5,600	-	-	5,600	(380)	-	104,465	6,366
348	Other Tangible Plant	-	-	-	-	-	-	-	-
	Rounding	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-
	Plant Held for Future Use								
	TOTAL WATER PLANT	1,201,694	(5,608)	-	1,196,086	(108,899)	-	19,650,079	687,535

[1] Affiliate Profit

Bella Vista Water Company (Consolidated)
Plant Additions and Retirements

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Account No.	Description	2006 Plant Additions	2006 Plant Adjustments[1]	Final 2006 Plant Adjustments	2006 Adjusted Plant Additions	Final 2006 Plant Retirements	2006 Salvage A/D Only	McClain Systems Plant	2006 Plant Balance	2006 Deprec.
301	Organization Cost	-	-	-	-	-	-	-	-	-
302	Franchise Cost	-	-	-	-	-	-	-	-	-
303	Land and Land Rights	-	-	-	-	-	-	360,612	683,487	-
304	Structures and Improvements	-	-	-	-	(523)	-	1,622	865,949	21,615
305	Collecting and Impounding Res.	-	-	-	-	-	-	-	-	-
306	Lake River and Other Intakes	-	-	-	-	-	-	-	-	-
307	Wells and Springs	-	-	-	-	(571)	-	26,825	1,057,469	27,835
308	Infiltration Galleries and Tunnels	-	-	-	-	-	-	-	-	-
309	Supply Mains	-	-	-	-	-	-	-	-	-
310	Power Generation Equipment	-	-	-	-	-	-	-	-	-
311	Electric Pumping Equipment	98,205	(2,251)	(1,589)	94,365	(54,089)	-	67,441	1,901,438	181,386
320	Water Treatment Equipment	-	-	-	-	(3,282)	-	-	39,522	4,116
320.1	Water Treatment Equipment	-	-	-	-	-	-	-	-	-
320.2	Chemical Solution Feeders	-	-	-	-	-	-	-	-	-
330	Distribution Reservoirs & Standpipe	-	(18,843)	-	(18,843)	(3,346)	-	130,236	1,555,750	35,915
330.1	Storage tanks	-	-	-	-	-	-	-	-	-
330.2	Pressure Tanks	-	-	-	-	-	-	-	-	-
331	Transmission and Distribution Mains	1,106,649	-	-	1,106,649	(20,083)	-	108,651	11,481,901	216,599
333	Services	182,904	(1,109)	(176)	181,619	(2,039)	-	1,065	1,280,079	23,784
334	Meters	110,081	(1,073)	(3,154)	105,854	(15,525)	-	-	1,295,136	124,997
335	Hydrants	116,600	(294)	(289)	116,017	(971)	-	300	757,516	13,994
336	Backflow Prevention Devices	-	-	-	-	-	-	-	-	-
339	Other Plant and Miscellaneous Equipment	-	-	-	-	(0)	-	-	(0)	(0)
340	Office Furniture and Fixtures	8,090	-	-	8,090	(3,157)	-	-	160,894	10,567
340.1	Computers and Software	-	-	(344)	(344)	-	-	-	160,920	10,745
341	Transportation Equipment	-	-	-	-	(1,644)	-	-	271,411	16,222
342	Stores Equipment	-	-	-	-	-	-	-	-	-
343	Tools and Work Equipment	-	-	-	-	(266)	-	-	121,457	-
344	Laboratory Equipment	-	-	-	-	-	-	-	-	-
345	Power Operated Equipment	-	-	-	-	(0)	-	-	(0)	(0)
346	Communications Equipment	148,115	-	-	148,115	(3,023)	-	-	242,441	16,990
347	Miscellaneous Equipment	-	-	-	-	(380)	-	-	104,085	6,517
348	Other Tangible Plant	-	-	-	-	-	-	-	-	-
	Rounding	-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-
	Plant Held for Future Use									
	TOTAL WATER PLANT	1,770,645	(23,570)	(5,551)	1,741,523	(108,899)	-	696,752	21,979,456	711,283

[1] Affiliate Profit

Bella Vista Water Company (Consolidated)
Plant Additions and Retirements

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Account No.	Description	2007 Plant Additions	2007 Plant Adjustments[1]	Final 2007 Plant Adjustments	2007 Adjusted Plant Additions	Final 2007 Plant Retirements	2007 Salvage A/D Only	2007 Plant Balance	2007 Deprec.
301	Organization Cost	-	-	-	-	-	-	-	-
302	Franchise Cost	-	-	-	-	-	-	-	-
303	Land and Land Rights	4,524	-	-	4,524	-	-	688,011	-
304	Structures and Improvements	46,875	(214)	-	46,661	(523)	-	912,087	22,239
305	Collecting and Impounding Res.	46,603	-	-	46,603	-	-	46,603	583
306	Lake River and Other Intakes	-	-	-	-	-	-	-	-
307	Wells and Springs	74,738	(1,855)	(924)	71,958	(571)	-	1,128,857	29,841
308	Infiltration Galleries and Tunnels	-	-	-	-	-	-	-	-
309	Supply Mains	2,706	-	(542)	2,163	-	-	2,163	22
310	Power Generation Equipment	531	-	-	531	-	-	531	13
311	Electric Pumping Equipment	220,166	(481)	(9,104)	210,581	(54,089)	-	2,057,931	200,486
320	Water Treatment Equipment	12,563	(60)	-	12,503	(3,282)	-	48,743	4,413
320.1	Water Treatment Equipment	-	-	-	-	-	-	-	-
320.2	Chemical Solution Feeders	-	-	-	-	-	-	-	-
330	Distribution Reservoirs & Standpipe	2,079	-	(5,204)	(3,124)	(3,346)	-	1,549,279	38,452
330.1	Storage tanks	-	-	-	-	-	-	-	-
330.2	Pressure Tanks	-	-	-	-	-	-	-	-
331	Transmission and Distribution Mains	3,748	-	-	3,748	(451,420)	-	11,034,229	225,161
333	Services	48,450	-	(612)	47,838	(2,039)	-	1,325,878	26,285
334	Meters	15,142	-	(3,349)	11,793	(15,525)	-	1,291,403	36,408
335	Hydrants	128,719	(84)	-	128,635	(971)	-	885,181	16,427
336	Backflow Prevention Devices	-	-	-	-	-	-	-	-
339	Other Plant and Miscellaneous Equipment	45,091	(25,989)	-	19,102	(0)	-	19,102	643
340	Office Furniture and Fixtures	7,438	-	-	7,438	(3,157)	-	165,174	10,874
340.1	Computers and Software	-	-	-	-	-	-	160,920	10,733
341	Transportation Equipment	-	-	-	-	(1,644)	-	269,767	-
342	Stores Equipment	-	-	-	-	-	-	-	-
343	Tools and Work Equipment	1,412	-	-	1,412	(266)	-	122,602	1,412
344	Laboratory Equipment	-	-	-	-	-	-	-	-
345	Power Operated Equipment	36,567	(1,407)	-	35,160	(0)	-	35,160	1,758
346	Communications Equipment	5,643	-	-	5,643	(3,023)	-	245,061	24,375
347	Miscellaneous Equipment	-	-	-	-	(380)	-	103,704	6,493
348	Other Tangible Plant	300,001	-	(144,623)	155,378	-	-	155,378	7,769
	Rounding	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-
	Plant Held for Future Use								
	TOTAL WATER PLANT	1,002,995	(30,090)	(164,359)	808,547	(540,236)	-	22,247,766	664,388

[1] Affiliate Profit

Bella Vista Water Company (Consolidated)
Plant Additions and Retirements

Exhibit
Final Schedule B-2
Page 3.13

Account No.	Description	2008 Plant Additions	2008 Plant Adjustments[1]	Final 2008 Plant Adjustments	2008 Adjusted Plant Additions	Final 2008 Plant Retirements	2008 Salvage (A/D Only)	2008 Plant Balance	2008 Deprec.
301	Organization Cost	-	-	-	-	-	-	-	-
302	Franchise Cost	-	-	-	-	-	-	-	-
303	Land and Land Rights	-	-	-	-	-	-	688,011	-
304	Structures and Improvements	584,964	(10,353)	(10,476)	564,135	(523)	-	1,475,700	32,039
305	Collecting and Impounding Res.	308	-	-	308	-	-	46,912	1,169
306	Lake River and Other Intakes	-	-	-	-	-	-	-	-
307	Wells and Springs	88,310	(243)	(1,015)	87,051	(571)	-	1,215,337	32,385
308	Infiltration Galleries and Tunnels	-	-	-	-	-	-	-	-
309	Supply Mains	550	-	-	550	-	-	2,713	49
310	Power Generation Equipment	763	-	-	763	-	-	1,293	46
311	Electric Pumping Equipment	250,151	(24,011)	(6,441)	219,699	(54,089)	-	2,223,541	153,332
320	Water Treatment Equipment	5,764	-	-	5,764	(3,282)	-	51,225	4,998
320.1	Water Treatment Equipment	-	-	-	-	-	-	-	-
320.2	Chemical Solution Feeders	-	-	-	-	-	-	-	-
330	Distribution Reservoirs & Standpipe	1,047,079	(2,909)	(22,386)	1,021,784	(20,435)	-	2,550,628	50,586
330.1	Storage tanks	-	-	-	-	-	-	-	-
330.2	Pressure Tanks	-	-	-	-	-	-	-	-
331	Transmission and Distribution Mains	865,285	(82,084)	(4,775)	778,425	(20,083)	-	11,792,571	228,268
333	Services	105,669	(2,525)	(687)	102,457	(2,039)	-	1,426,295	28,261
334	Meters	96,042	(21,489)	(8,671)	65,883	(15,525)	-	1,341,761	57,331
335	Hydrants	45,597	(300)	(209)	45,088	(971)	-	929,298	18,145
336	Backflow Prevention Devices	-	-	-	-	-	-	-	-
339	Other Plant and Miscellaneous Equipment	107,222	(11,785)	-	95,437	(0)	-	114,539	5,621
340	Office Furniture and Fixtures	12,291	(3,258)	-	9,033	(3,157)	-	171,050	11,213
340.1	Computers and Software	-	-	-	-	-	-	160,920	10,733
341	Transportation Equipment	341	-	-	341	(15,253)	-	254,855	(13,268)
342	Stores Equipment	-	-	-	-	-	-	-	-
343	Tools and Work Equipment	2,637	(2,449)	(109)	80	(266)	-	122,415	(42)
344	Laboratory Equipment	-	-	-	-	-	-	-	-
345	Power Operated Equipment	3,071	(6,683)	-	(3,612)	(0)	-	31,548	3,335
346	Communications Equipment	48,619	(815)	-	47,804	(3,023)	-	289,842	26,745
347	Miscellaneous Equipment	3,342	(537)	-	2,805	(380)	-	106,129	6,557
348	Other Tangible Plant	-	-	-	-	-	-	155,378	15,538
	Rounding	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-
	Plant Held for Future Use								
	TOTAL WATER PLANT	3,268,004	(169,441)	(54,769)	3,043,794	(139,597)	-	25,151,963	673,041

[1] Affiliate Profit

Bella Vista Water Company (Consolidated)
Plant Additions and Retirements

Exhibit
Final Schedule B-2
Page 3.14

Account No.	Description	2009 Plant Additions	2009 Plant Adjustments	2009 Plant Adjustments[1]	Final 2009 Plant Adjustments	2009 Adjusted Plant Additions	Final 2009 Plant Retirements	2009 Salvage (A/D Only)	March 31 2009 Plant Balance	Jan-Mar 2009 Deprec.	Final Adjusted Post Test Year Plant	Final Adjusted PTY Retirement	Adjusted Test Year 2009 Plant Balance
301	Organization Cost	-	-	-	-	-	-	-	-	-	-	-	-
302	Franchise Cost	-	6,362	(5,401)	-	961	-	-	961	-	-	-	961
303	Land and Land Rights	-	-	-	-	-	-	-	688,011	-	-	-	688,011
304	Structures and Improvements	343,676	99,772	(4,376)	-	439,072	-	-	1,914,771	11,771	-	-	1,914,771
305	Collecting and Impounding Res.	4,466	-	-	-	4,466	-	-	51,378	307	-	-	51,378
306	Lake River and Other Intakes	-	-	-	-	-	-	-	-	-	-	-	-
307	Wells and Springs	78,370	-	-	-	78,370	-	-	1,293,708	8,723	-	-	1,293,708
308	Infiltration Galleries and Tunnels	-	-	-	-	-	-	-	-	-	-	-	-
309	Supply Mains	542	-	-	-	542	-	-	3,256	15	-	-	3,256
310	Power Generation Equipment	-	-	-	-	-	-	-	1,293	16	-	-	1,293
311	Electric Pumping Equipment	106,421	-	(2,555)	-	103,866	-	-	2,327,407	58,541	-	-	2,327,407
320	Water Treatment Equipment	32,159	-	-	-	32,159	-	-	83,385	1,683	-	-	83,385
320.1	Water Treatment Equipment	-	-	-	-	-	-	-	-	-	-	-	-
320.2	Chemical Solution Feeders	-	-	-	-	-	-	-	-	-	-	-	-
330	Distribution Reservoirs & Standpipe	86,328	2,900	(2,140)	-	87,088	-	-	2,637,716	15,967	-	-	2,637,716
330.1	Storage tanks	-	-	-	-	-	-	-	-	-	-	-	-
330.2	Pressure Tanks	-	-	-	-	-	-	-	-	-	-	-	-
331	Transmission and Distribution Mains	329,867	10,615	(7,176)	-	333,306	-	-	12,125,878	59,796	104,507	(3,496)	12,226,889
333	Services	55,999	167	-	-	56,166	-	-	1,482,462	7,568	-	-	1,482,462
334	Meters	33,103	3,470	-	-	36,573	-	-	1,378,333	33,932	-	-	1,378,333
335	Hydrants	32,664	-	(66)	-	32,598	-	-	961,896	4,728	-	-	961,896
336	Backflow Prevention Devices	-	-	-	-	-	-	-	-	-	-	-	-
339	Other Plant and Miscellaneous Equipment	-	-	-	-	-	-	-	114,539	2,489	-	-	114,539
340	Office Furniture and Fixtures	7,221	-	(599)	-	6,622	-	-	177,672	2,907	-	-	177,672
340.1	Computers and Software	-	-	-	-	-	-	-	160,920	2,683	-	-	160,920
341	Transportation Equipment	-	13,609	-	-	13,609	-	-	268,464	9,348	-	-	268,464
342	Stores Equipment	-	-	-	-	-	-	-	-	-	-	-	-
343	Tools and Work Equipment	365	-	(68)	-	297	-	-	122,712	422	-	-	122,712
344	Laboratory Equipment	-	-	-	-	-	-	-	-	-	-	-	-
345	Power Operated Equipment	-	-	-	-	-	-	-	31,548	789	-	-	31,548
346	Communications Equipment	74,378	57,385	(861)	-	130,902	-	-	420,744	8,882	-	-	420,744
347	Miscellaneous Equipment	3,176	-	(1,999)	-	1,177	-	-	107,306	1,667	-	-	107,306
348	Other Tangible Plant	-	-	-	-	-	-	-	155,378	3,884	-	-	155,378
	Rounding	-	-	-	-	-	-	-	-	-	-	-	-
		-	-	-	-	-	-	-	-	-	-	-	-
	Plant Held for Future Use												
	TOTAL WATER PLANT	1,188,736	194,280	(25,241)	-	1,357,775	-	-	26,509,738	236,120	104,507	(3,496)	26,610,749

[1] Affiliate Profit

Bella Vista Water Company (Consolidated)
Plant Additions and Retirements

Exhibit
Final Schedule B-2
Page 3.15

Account No.	Description	Year End Accumulated Depreciation by Account Dec 31 2000	Dec 31 2001	Dec 31 2002	Dec 31 2003	Dec 31 2004
301	Organization Cost	-	-	-	-	-
302	Franchise Cost	-	-	-	-	-
303	Land and Land Rights	-	-	-	-	-
304	Structures and Improvements	207,134	227,528	248,252	268,963	289,852
305	Collecting and Impounding Res.	-	-	-	-	-
306	Lake River and Other Intakes	-	-	-	-	-
307	Wells and Springs	304,933	328,349	352,401	376,734	402,688
308	Infiltration Galleries and Tunnels	-	-	-	-	-
309	Supply Mains	-	-	-	-	-
310	Power Generation Equipment	-	-	-	-	-
311	Electric Pumping Equipment	991,154	1,106,936	1,221,299	1,339,107	1,461,683
320	Water Treatment Equipment	9,739	8,513	7,056	6,506	6,863
320.1	Water Treatment Equipment	-	-	-	-	-
320.2	Chemical Solution Feeders	-	-	-	-	-
330	Distribution Reservoirs & Standpipe	498,098	529,552	562,651	595,668	628,621
330.1	Storage tanks	-	-	-	-	-
330.2	Pressure Tanks	-	-	-	-	-
331	Transmission and Distribution Mains	2,450,915	2,588,800	2,746,460	2,908,440	3,075,794
333	Services	660,025	674,580	689,498	704,986	721,621
334	Meters	758,362	835,115	912,887	955,988	1,042,465
335	Hydrants	177,863	186,224	195,176	204,585	214,575
336	Backflow Prevention Devices	-	-	-	-	-
339	Other Plant and Miscellaneous Equipment	-	(0)	(0)	(0)	(0)
340	Office Furniture and Fixtures	86,329	90,077	93,742	98,292	104,791
340.1	Computers and Software	29,062	39,818	50,574	61,330	72,087
341	Transportation Equipment	108,206	133,738	159,263	185,515	217,696
342	Stores Equipment	-	-	-	-	-
343	Tools and Work Equipment	80,790	94,924	109,082	121,990	121,723
344	Laboratory Equipment	-	-	-	-	-
345	Power Operated Equipment	-	(0)	(0)	(0)	(0)
346	Communications Equipment	20,080	20,931	21,329	21,424	21,660
347	Miscellaneous Equipment	51,170	57,087	62,969	68,827	74,662
348	Other Tangible Plant	-	-	-	-	-
	Rounding	-	-	-	-	-
		-	-	-	-	-
	Plant Held for Future Use	-				
	TOTAL WATER PLANT	6,433,860	6,922,173	7,432,639	7,918,356	8,456,782

Bella Vista Water Company (Consolidated)
Plant Additions and Retirements

Exhibit
Final Schedule B-2
Page 3.16

Account No.	Description	Year End Accumulated Depreciation by Account Dec 31 2005	Dec 31 2006	Dec 31 2007	Dec 31 2008	March 31 2009	Adjusted Test Year Plant Balance
301	Organization Cost	-	-	-	-	-	-
302	Franchise Cost	-	-	-	-	-	-
303	Land and Land Rights	-	-	-	-	-	-
304	Structures and Improvements	310,938	332,030	353,747	385,263	397,034	**397,034**
305	Collecting and Impounding Res.	-	-	583	1,751	2,059	**2,059**
306	Lake River and Other Intakes	-	-	-	-	-	-
307	Wells and Springs	429,968	457,233	486,503	518,317	527,041	**527,041**
308	Infiltration Galleries and Tunnels	-	-	-	-	-	-
309	Supply Mains	-	-	22	70	85	**85**
310	Power Generation Equipment	-	-	13	59	75	**75**
311	Electric Pumping Equipment	1,586,698	1,713,995	1,860,393	1,959,637	2,018,177	**2,018,177**
320	Water Treatment Equipment	7,459	8,294	9,425	11,142	12,825	**12,825**
320.1	Water Treatment Equipment	-	-	-	-	-	-
320.2	Chemical Solution Feeders	-	-	-	-	-	-
330	Distribution Reservoirs & Standpipe	661,510	694,079	729,185	759,335	775,303	**775,303**
330.1	Storage tanks	-	-	-	-	-	-
330.2	Pressure Tanks	-	-	-	-	-	-
331	Transmission and Distribution Mains	3,254,493	3,451,010	3,224,751	3,432,935	3,492,732	**3,489,236**
333	Services	740,404	762,149	786,395	812,616	820,185	**820,185**
334	Meters	1,140,607	1,250,079	1,270,961	1,312,767	1,346,699	**1,346,699**
335	Hydrants	225,781	238,804	254,261	271,435	276,163	**276,163**
336	Backflow Prevention Devices	-	-	-	-	-	-
339	Other Plant and Miscellaneous Equipment	(0)	(0)	643	6,264	8,753	**8,753**
340	Office Furniture and Fixtures	112,142	119,552	127,269	135,325	138,232	**138,232**
340.1	Computers and Software	82,843	93,588	104,321	115,055	117,738	**117,738**
341	Transportation Equipment	255,189	269,767	268,123	239,602	248,950	**248,950**
342	Stores Equipment	-	-	-	-	-	-
343	Tools and Work Equipment	121,457	121,190	122,336	122,027	122,448	**122,448**
344	Laboratory Equipment	-	-	-	-	-	-
345	Power Operated Equipment	(0)	(0)	1,758	5,093	5,882	**5,882**
346	Communications Equipment	25,281	39,247	60,599	84,321	93,204	**93,204**
347	Miscellaneous Equipment	80,648	86,784	92,898	99,075	100,742	**100,742**
348	Other Tangible Plant	-	-	7,769	23,307	27,191	**27,191**
	Rounding	-	-	-	-	-	-
		-	-	-	-	-	-
	Plant Held for Future Use						
	TOTAL WATER PLANT	9,035,418	9,637,802	9,761,953	10,295,397	10,531,517	**10,528,021**

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Original Cost Rate Base Proforma Adjustments
Adjustment Number 2

Exhibit
Final Schedule B-2
Page 4
Witness: Bourassa

Line No.				A	B	C	
1	Accumulated Depreciation						
2			Adjusted	Post		Difference	Rebuttal
3	Acct.		Accum.	Test Year		to	Adjusted
4	No.	Description	Depr.	Retirement	Retirements	Computed Balance	Accum. Depr.
5	301	Organization Cost	$ -		$ -	$ -	$ -
6	302	Franchise Cost	-		-	-	-
7	303	Land and Land Rights	-		-	-	-
8	304	Structures and Improvements	401,914		(4,181)	(699)	397,034
9	305	Collecting and Impounding Res.	2,059		-	-	2,059
10	306	Lake River and Other Intakes	-		-	-	-
11	307	Wells and Springs	532,200		(4,565)	(595)	527,041
12	308	Infiltration Galleries and Tunnels	-		-	-	-
13	309	Supply Mains	104		-	(19)	85
14	310	Power Generation Equipment	75		-	-	75
15	311	Electric Pumping Equipment	2,527,613		(432,710)	(76,726)	2,018,177
16	320	Water Treatment Equipment	50,073		(26,254)	(10,994)	12,825
17	320.1	Water Treatment Plant	-		-	-	-
18	320.2	Chemical Solution Feeders	-		-	-	-
19	330	Dist. Reservoirs & Standpipe	822,901		(43,858)	(3,741)	775,303
20	330.1	Storage tanks	-		-	-	-
21	330.2	Pressure Tanks	-		-	-	-
22	331	Trans. and Dist. Mains	4,101,341	8,504	(592,002)	(28,607)	3,489,236
23	333	Services	837,916		(16,315)	(1,416)	820,185
24	334	Meters	1,492,936		(124,204)	(22,033)	1,346,699
25	335	Hydrants	284,597		(7,765)	(669)	276,163
26	336	Backflow Prevention Devices	-		-	-	-
27	339	Other Plant and Misc. Equip.	8,753		(0)	(0)	8,753
28	340	Office Furniture and Fixtures	170,545		(25,258)	(7,055)	138,232
29	340.1	Computers and Software	117,801		-	(63)	117,738
30	341	Transportation Equipment	291,918		(26,760)	(16,209)	248,950
31	342	Stores Equipment	-		-	-	-
32	343	Tools and Work Equipment	124,689		(2,132)	(109)	122,448
33	344	Laboratory Equipment	-		-	-	-
34	345	Power Operated Equipment	5,882		(0)	(0)	5,882
35	346	Communications Equipment	127,515		(24,184)	(10,127)	93,204
36	347	Miscellaneous Equipment	104,580		(3,042)	(796)	100,742
37	348	Other Tangible Plant	52,500		-	(25,309)	27,191
38							-
39		TOTALS	$ 12,057,912	$ 8,504	$ (1,333,228)	$ (205,167)	$ 10,528,021
40							
41	Accumulated Depreciation per Direct						$ 12,057,912
42							
43	Increase (decrease) in Plant-in-Service						$ (1,529,891)
44							
45	Adjustment to Plant-in-Service						$ (1,529,891)
46							
47	SUPPORTING SCHEDULES						
48	Final B-2, page 4.1 and 4.2						
49	Final B-2, pages 3.6 to 3.16						

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Original Cost Rate Base Proforma Adjustments
Adjustment Number 2 - A

Exhibit
Final Schedule B-2
Page 4.1
Witness: Bourassa

Line No.		
1	Post Test Year Plant Plant Retirement	
2		
3		
4	Final Adjusted Post Test Year Plant (Acct 331)	$ (3,496)
5		
6	Adjusted Post Test Year Plant per Direct (Acct 331)	$ (12,000)
7		
8		
9	Increase (decrease) to plant-in-service	$ 8,504
10		
11		
12		
13		
14		
15	REFERENCES	
16	Testimony and Co. Response to MSJ 5.2	
17		
18		
19		
20		
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24		
25		

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Original Cost Rate Base Proforma Adjustments
Adjustment Number 1 - B

Exhibit
Final Schedule B-2
Page 4.2
Witness: Bourassa

Line No.			
1	Retirements		
2			
3			
4	Acct	Description	Adjustment
5	301	Organization Cost	$ -
6	302	Franchise Cost	-
7	303	Land and Land Rights	-
8	304	Structures and Improvements	(4,181)
9	305	Collecting and Impounding Res.	-
10	306	Lake River and Other Intakes	-
11	307	Wells and Springs	(4,565)
12	308	Infiltration Galleries and Tunnels	-
13	309	Supply Mains	-
14	310	Power Generation Equipment	-
15	311	Electric Pumping Equipment	(432,710)
16	320	Water Treatment Equipment	(26,254)
17	320.1	Water Treatment Plant	-
18	320.2	Chemical Solution Feeders	-
19	330	Dist. Reservoirs & Standpipe	(43,858)
20	330.1	Storage tanks	-
21	330.2	Pressure Tanks	-
22	331	Trans. and Dist. Mains	(592,002)
23	333	Services	(16,315)
24	334	Meters	(124,204)
25	335	Hydrants	(7,765)
26	336	Backflow Prevention Devices	-
27	339	Other Plant and Misc. Equip.	(0)
28	340	Office Furniture and Fixtures	(25,258)
29	340.1	Computers and Software	-
30	341	Transportation Equipment	(26,760)
31	342	Stores Equipment	-
32	343	Tools and Work Equipment	(2,132)
33	344	Laboratory Equipment	-
34	345	Power Operated Equipment	(0)
35	346	Communications Equipment	(24,184)
36	347	Miscellaneous Equipment	(3,042)
37	348	Other Tangible Plant	-
38			
39			$ (1,333,228)
40			
41			
42	Adjustment to accumulated depreciation		$ (1,333,228)
43			
44	REFERENCES		
45	Testimony		
46	Final B-2, page 3.5.1		
47	Final B-2, page 3.6 to 3.16		
48			
49			
50			

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Original Cost Rate Base Proforma Adjustments
Adjustment 3

Exhibit
Final Schedule B-2
Page 5
Witness: Bourassa

Deferred Income Tax as of March 31, 2009

Line No.		Adjusted Book Value	Tax Value	Probability of Realization of Future Tax Benefit	Deductible TD (Taxable TD) Expected to be Realized	Tax Rate[5]	Future Tax Asset Current	Future Tax Asset Non Current	Future Tax Liability Current	Future Tax Liability Non Current
6	Plant-in-Service	$ 26,610,749 [1]								
7	Accum. Deprec.	(10,528,021) [1]								
8	CIAC	(4,472,325) [3]								
9	Fixed Assets	$ 11,610,403	$ 8,287,666 [2]	100.0%	$ (3,322,737)	38.6%		-		(1,282,539)
10	AIAC		6,136,045 [4]	30.0%	$ 1,840,813 [4]	38.6%		$ 710,533		
11	Tax Benefits from O.L. Carry Forward			100.0%	$ -			$ -		
12							$ -	$ 710,533	$ -	$ (1,282,539)
13										
14	Allocated DIT Asset (Liability)						$ (572,006)			
15										
16	DIT Asset (Liability) per Direct						$ 173,329			
17										
18	Adjustment to DIT						$ 745,335			
19										
20	**[1] Adjusted per Rebuttal Schedule B-2, page 2**									
21										
22	**[2] Tax Basis as of March 31, 2009**									
23										
24	Unadjusted Cost Basis per 2008 Tax Return (Fiscal Year Ended 12/31/2008)							$ 18,314,641		
25	Adjustments:									
26	Land not on tax return depreciation repor							656,307		
27	Tax accumulated depreciation through 12/31/2008							(9,166,130)		
28	Tax depreciation from 1/1/2009 to 3/31/2009 for assets added before 12/31/2008.							(254,979)		
29	Bonus Depreciation/Section 179 deductions through 12/31/2008							(1,490,506)		
30	Assets added after 12/31/2008 (net of affiliate profit, AIAC, CIAC)							947,275		
31	Tax depreciation for assets added after 12/31/2008 thru 3/31/2009 (Estimated 25 yr S.L. half-year convention)							(4,736)		
32	Bonus depreciation for assets added after 12/31/2008 thru 3/31/2009 (Estimated)							(118,409)		
33	B-2 Adjustments to plant-in-service (PTY Plant of $110,057 and plant retirement of $12,000)							101,011		
34	Tax accumulated depreciation from B-2 adjustments to plant-in-service							(3,496)		
35	Affiliate profit removed through 2008							(229,194)		
36	Tax accumulated depreciation related to affilitate profit through 2008							17,533		
37	Proposed retirements per B-2							(1,333,228)		
38	Estimated tax depreciation on B- 2 proposed retirement							1,162,419		
39	Proposed B-2 adjustments (AFUDC)							(80,055)		
40	Estimated Tax depreciation on B- 2 proposed adjustments (AFUDC)							4,214		
41	Proposed B-2 adjustments (McClain acquistion costs)							(144,623)		
42	Estimated Tax depreciation on B- 2 proposed adjustments (McClain acqusition costs							9,943		
43	Timing difference through 2008							(100,321)		
44	Net tax value as of March 31, 2009							$ 8,287,666		
45										
46	**[3] CIAC (including impact of change to probability of realization)**									
47										
48	Gross CIAC per B-2						$ 542,445			
49	Less: Pre-1996 CIAC						(326,777)			
50	A.A per B-2					$ (230,570)				
51	A.A on Pre-1996 CIAC					191,996				
52	A.A. on Post 1996 CIAC						(38,574)			
53	Net CIAC before unrealized AIAC							$ 177,094		
54										
55	Unrealized AIAC Componen									
56	Adjusted Net AIAC (see footnote 5 below)						$ 6,136,045			
57	Unrealized AIAC Component % (1-Realized AIAC Component						70.0%			
58	Addition to CIAC							$ 4,295,231		
59	Total realizable CIAC							$ 4,472,325		
60										
61	**[4] AIAC (including impact of change in probability of realization)**									
62	AIAC per B-2						$ 6,781,443			
63	Less: Pre-1996 AIAC included for book and tax purposes						(645,398)			
64	Net AIAC before unrealized portion							$ 6,136,045		
65	Less: Unrealized AIAC (from Note 4, above							$ (4,295,231)		
66	Net realizable AIAC							$ 1,840,813		
67										
68	**[5] Effective tax rates Per C-3 schedule**									
69										

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Original Cost Rate Base Proforma Adjustments
Adjustment 4

Exhibit
Final Schedule B-2
Page 6
Witness: Bourassa

Line No.		Gross CIAC	Accum. Amort.
1	CIAC and Accumulated Amortization		
2			
3			
4		Gross CIAC	Accum. Amort.
5	Computed balance at 3/31/2009	$ 542,445	$ 230,570
6			
7	Adjusted balance at 3/31/2009	$ 542,445	$ 230,987
8			
9	Increase (decrease)	$ -	$ (417)
10			
11			
12	Adjustment to CIAC	$ -	$ 417
13	Label	4a	4b
14			
15			
16			
17			
18			
19	SUPPORTING SCHEDULES		
20	Final B-2, page 6.1 to 6.5		
21			
22			
23			
24			
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35			
36			

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Original Cost Rate Base Proforma Adjustments
Contributions-in-aid of Construction and Amortization
Adjustment 4

Exhibit
Final Schedule B-2
Page 6.1
Witness: Bourassa

Line No.		Balance at 12/31/2000	2001 Activity	Balance at 12/31/2001	2002 Activity	Balance at 12/31/2002
1						
2						
3	Bella Vista Water Company					
4	CIAC	403,046	-	403,046	43,680	446,726
5						
6						
7	Amortization		14,241		15,178	
8	Accum Amort.	103,590	14,241	117,831	15,178	133,009
9						
10	Composite Amortization Rate		3.5334%		3.5723%	
11						
12	Northern Sunrise Water Company					
13	CIAC	-		-	-	-
14						
15						
16	Amortization		-		-	
17	Accum Amort.	-	-	-	-	-
18						
19	Composite Amortization Rate		0.0000%		0.0000%	
20						
21	Southern Sunrise Water Company					
22	CIAC	-		-	-	-
23						
24						
25	Amortization		-		-	
26	Accum Amort.	-	-	-	-	-
27						
28	Composite Amortization Rate		0.0000%		0.0000%	
29						
30						
31						
32	**Consolidated**					
33	CIAC	403,046	-	403,046	43,680	446,726
34						
35						
22	Amortization		14,241		15,178	
23	Accum Amort.	103,590	14,241	117,831	15,178	133,009
24						
25						
26						

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Original Cost Rate Base Proforma Adjustments
Contributions-in-aid of Construction and Amortization
Adjustment 4

Exhibit
Final Schedule B-2
Page 6.2
Witness: Bourassa

Line No.		2003 Activity	Balance at 12/31/2003	2004 Activity	Balance at 12/31/2004
1					
2					
3	Bella Vista Water Company				
4	CIAC	1,400	448,126	25,829	473,955
5					
6					
7	Amortization	15,106		16,077	
8	Accum Amort.	15,106	148,115	16,077	164,193
9					
10	Composite Amortization Rate	3.3762%		3.4872%	
11					
12	Northern Sunrise Water Company				
13	CIAC		-		-
14					
15					
16	Amortization	-		-	
17	Accum Amort.	-	-	-	-
18					
19	Composite Amortization Rate	0.0000%		0.0000%	
20					
21	Southern Sunrise Water Company				
22	CIAC		-		-
23					
24					
25	Amortization	-		-	
26	Accum Amort.	-	-	-	-
27					
28	Composite Amortization Rate	0.0000%		0.0000%	
29					
30					
31					
32	**Consolidated**				
33	CIAC	1,400	448,126	25,829	473,955
34					
35					
22	Amortization	15,106		16,077	
23	Accum Amort.	15,106	148,115	16,077	164,193
24					
25					
26					

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Original Cost Rate Base Proforma Adjustments
Contributions-in-aid of Construction and Amortization
Adjustment 4

Exhibit
Final Schedule B-2
Page 6.3
Witness: Bourassa

Line No.		2005 Activity	Balance at 12/31/2005	2006 Activity	Balance at 12/31/2006
1					
2					
3	Bella Vista Water Company				
4	CIAC	15,560	489,515	13,630	503,145
5					
6					
7	Amortization	16,855		16,588	
8	Accum Amort.	16,855	181,048	16,588	197,636
9					
10	Composite Amortization Rate	3.4989%		3.3421%	
11					
12	Northern Sunrise Water Company				
13	CIAC		-	-	-
14					
15					
16	Amortization	-		-	
17	Accum Amort.	-	-	-	-
18					
19	Composite Amortization Rate	0.0000%		3.0621%	
20					
21	Southern Sunrise Water Company				
22	CIAC	-			-
23					
24					
25	Amortization	-		-	
26	Accum Amort.	-	-	-	-
27					
28	Composite Amortization Rate	0.0000%		2.4811%	
29					
30					
31					
32	**Consolidated**				
33	CIAC	15,560	489,515	13,630	503,145
34					
35					
22	Amortization	16,855		16,588	
23	Accum Amort.	16,855	181,048	16,588	197,636
24					
25					
26					

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Original Cost Rate Base Proforma Adjustments
Contributions-in-aid of Construction and Amortization
Adjustment 4

Exhibit
Final Schedule B-2
Page 6.4
Witness: Bourassa

Line No.		2007 Activity	Balance at 12/31/2007	2008 Activity	Balance at 12/31/2006
1					
2					
3	Bella Vista Water Company				
4	CIAC	800	503,945	-	503,945
5					
6					
7	Amortization	15,134		13,316	
8	Accum Amort.	15,134	212,770	13,316	226,085
9					
10	Composite Amortization Rate	3.0054%		2.6423%	
11					
12	Northern Sunrise Water Company				
13	CIAC	-	-	-	-
14					
15					
16	Amortization	-		-	
17	Accum Amort.	-	-	-	-
18					
19	Composite Amortization Rate	3.0134%		1.0427%	
20					
21	Southern Sunrise Water Company				
22	CIAC		-	-	-
23					
24					
25	Amortization	-		-	
26	Accum Amort.	-	-	-	-
27					
28	Composite Amortization Rate	3.0379%		0.9771%	
29					
30					
31					
32	**Consolidated**				
33	CIAC	800	503,945	-	503,945
34					
35					
22	Amortization	15,134		13,316	
23	Accum Amort.	15,134	212,770	13,316	226,085
24					
25					
26					

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Original Cost Rate Base Proforma Adjustments
Contributions-in-aid of Construction and Amortization
Adjustment 4

Exhibit
Final Schedule B-2
Page 6.5
Witness: Bourassa

Line No.		2009 Activity	Balance at 3/31/2009
1			
2			
3	Bella Vista Water Company		
4	CIAC	(7,500)	496,445
5			
6			
7	Amortization	4,402	
8	Accum Amort.	4,402	230,488
9			
10	Composite Amortization Rate	0.8801%	
11			
12	Northern Sunrise Water Company		
13	CIAC	26,000	26,000
14			
15			
16	Amortization	66	
17	Accum Amort.	66	66
18			
19	Composite Amortization Rate	0.5041%	
20			
21	Southern Sunrise Water Company		
22	CIAC	20,000	20,000
23			
24			
25	Amortization	17	
26	Accum Amort.	17	17
27			
28	Composite Amortization Rate	0.1675%	
29			
30			
31			
32	**Consolidated**		
33	CIAC	38,500	542,445
34			
35			
22	Amortization	4,485	
23	Accum Amort.	4,485	230,570
24			
25			
26			

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Computation of Working Capital

Exhibit
Final Schedule B-5
Page 1
Witness: Bourassa

Line No.			
1	Cash Working Capital (1/8 of Allowance		
2	Operation and Maintenance Expense)	$	277,175
3	Pumping Power (1/24 of Pumping Power)		25,394
4	Purchased Water (1/24 of Purchased Water)		30
5	Materials and Supplies		-
6	Prepaids		23,268
7			
8			
9	Total Working Capital Allowance	$	325,867
10			
11			
12	Working Capital Requested	$	-
13			
14			
15	SUPPORTING SCHEDULES:	RECAP SCHEDULES:	
16	Final C-1	Final B-1	
17			
18			Adjusted
19	Cash Working Capital Detail		Test Year Results
20			
21	Total Operating Expense	$	4,066,563
22	Less:		
23	Income Tax		(9,995)
24	Property Tax		200,864
25	Depreciation		1,048,124
26	Purchased Water		708
27	Pumping Power		609,459
28	Allowable Expenses	$	2,217,403
29	1/8 of allowable expenses	$	277,175
30			
31			

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Income Statement

Exhibit
Final Schedule C-1
Page 1
Witness: Bourassa

Line No.		Test Year Adjusted Results	Adjustment	Final Test Year Adjusted Results	Proposed Rate Increase	Final Adjusted with Rate Increase
1	**Revenues**					
2	Metered Water Revenues	$ 4,023,022	$ -	$ 4,023,022	$ 1,104,899	$ 5,127,921
3	Unmetered Water Revenues	-	-	-		-
4	Other Water Revenues	139,114	-	139,114		139,114
5		$ 4,162,136	$ -	$ 4,162,136	$ 1,104,899	$ 5,267,035
6	**Operating Expenses**					
7	Salaries and Wages	$ -	-	$ -		$ -
8	Purchased Water	708	-	708		708
9	Purchased Power	609,459	-	609,459		609,459
10	Fuel for Power Production	-	-	-		-
11	Chemicals	5,715	-	5,715		5,715
12	Materials & Supplies	49,998	-	49,998		49,998
13	Outside Services	4,696	-	4,696		4,696
14	Outside Services- Legal	41,937	-	41,937		41,937
15	Outside Services- Other	1,599,375	(19,076)	1,580,298		1,580,298
16	Water Testing	28,184	22,971	51,155		51,155
17	Equipment Rental	140	-	140		140
18	Rents	60,600	-	60,600		60,600
19	Transportation Expenses	125,122	(8,703)	116,419		116,419
20	Insurance - General Liability	59,410	-	59,410		59,410
21	Insurance - Health and Life	7,290	-	7,290		7,290
22	Reg. Comm. Exp.	10,628	-	10,628		10,628
23	Reg. Comm. Exp. - Rate Case	150,000	(25,000)	125,000		125,000
24	Miscellaneous Expense	92,502	(6,564)	85,938		85,938
25	Bad Debt Expense	18,178	-	18,178		18,178
26	Depreciation Expense	1,122,485	(74,360)	1,048,124		1,048,124
27	Taxes Other Than Income	-	-	-		-
28	Property Taxes	199,553	1,311	200,864		200,864
29	Income Tax	(43,092)	33,097	(9,995)	383,387	416,484
30	**Total Operating Expenses**	$ 4,142,888	$ (76,325)	$ 4,066,563	$ 383,387	$ 4,493,042
31	**Operating Income**	$ 19,248	$ 76,325	$ 95,573	$ 721,512	$ 773,993
32	**Other Income (Expense)**					
33	Interest Income	-	-	-		-
34	Other income (loss)	-	-	-		-
35	Interest Expense	(110,537)	(935)	(111,472)		(111,472)
36	Other Expense	-	-	-		-
37		-	-	-		-
38	**Total Other Income (Expense)**	$ (110,537)	$ (935)	$ (111,472)	$ -	$ (111,472)
39	**Net Profit (Loss)**	$ (91,290)	$ 75,390	$ (15,900)	$ 721,512	$ 662,521
40						
41	SUPPORTING SCHEDULES:				RECAP SCHEDULES:	
42	Final C-1, page 2				Final A-1	
43						

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Income Statement

Exhibit
Final Schedule C-1
Page 2
Witness: Bourassa

Line No.		Label>>>>>>>>>> Test Year Adjusted Results	1 Depreciation	2 Property Taxes	3 Meals Entertainment Contributions	4 Water Testing	5 Transport. Expense	6 Rate Case Expense	7 Central Office Allocation	8 Interest Sunch.	9 Income Tax	Final Test Year Adjusted Results	Proposed Rate Increase	Final Adjusted with Rate Increase
1	**Revenues**													
2	Metered Water Revenues	$ 4,023,022										$ 4,023,022	$ 1,104,899	$ 5,127,921
3	Unmetered Water Revenues	-										-		-
4	Other Water Revenues	139,114										139,114		139,114
5		$ 4,162,136	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 4,162,136	$ 1,104,899	$ 5,267,035
6	**Operating Expenses**													
7	Salaries and Wages	$ -										$ -		$ -
8	Purchased Water	708										708		708
9	Purchased Power	609,459										609,459		609,459
10	Fuel for Power Production	-										-		-
11	Chemicals	5,715										5,715		5,715
12	Materials & Supplies	49,998										49,998		49,998
13	Outside Services	4,696										4,696		4,696
14	Outside Services- Legal	41,937										41,937		41,937
15	Outside Services- Other	1,599,375							(19,076)			1,580,298		1,580,298
16	Water Testing	28,184				22,971						51,155		51,155
17	Equipment Rental	140										140		140
18	Rents	60,600										60,600		60,600
19	Transportation Expenses	125,122					(8,703)					116,419		116,419
20	Insurance - General Liability	59,410										59,410		59,410
21	Insurance - Health and Life	7,290										7,290		7,290
22	Reg. Comm. Exp.	10,628										10,628		10,628
23	Reg. Comm. Exp. - Rate Case	150,000						(25,000)				125,000		125,000
24	Miscellaneous Expense	92,502			(6,564)							85,938		85,938
25	Bad Debt Expense	18,178										18,178		18,178
26	Depreciation Expense	1,122,485	(74,360)									1,048,124		1,048,124
27	Taxes Other Than Income	-										-		-
28	Property Taxes	199,553		1,311								200,864		200,864
29	Income Tax	(43,092)									33,097	(9,995)	383,387	416,484
30	**Total Operating Expenses**	$ 4,142,888	$ (74,360)	$ 1,311	$ (6,564)	$ 22,971	$ (8,703)	$ (25,000)	$ (19,076)	$ -	$ 33,097	$ 4,066,563	$ 383,387	$ 4,493,042
31	**Operating Income**	$ 19,248	$ 74,360	$ (1,311)	$ 6,564	$ (22,971)	$ 8,703	$ 25,000	$ 19,076	$ -	$ (33,097)	$ 95,573	$ 721,512	$ 773,993
32	**Other Income (Expense)**													
33	Interest Income	-										-		-
34	Other income (loss)	-										-		-
35	Interest Expense	(110,537)								(935)		(111,472)		(111,472)
36	Other Expense	-										-		-
37		-										-		-
38	**Total Other Income (Expense)**	$ (110,537)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ (935)	$ -	$ (111,472)	$ -	$ (111,472)
39	**Net Profit (Loss)**	$ (91,290)	$ 74,360	$ (1,311)	$ 6,564	$ (22,971)	$ 8,703	$ 25,000	$ 19,076	$ (935)	$ (33,097)	$ (15,900)	$ 721,512	$ 662,521
40														
41	SUPPORTING SCHEDULES:													
42	Final C-2													
43														

RECAP SCHEDULES:
Final C-1, page 1

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Adjustments to Revenues and Expenses

Exhibit
Final Schedule C-2
Page 1
Witness: Bourassa

Line No.		Adjustments to Revenues and Expenses						
		1	2	3	4	5	6	Subtotal
1		Depreciation	Property	Miscellaneous	Water	Transportation	Rate Case	
2		Expense	Taxes	Expense	Testing	Expense	Expense	
3	Revenues							-
4								
5	Expenses	(74,360)	1,311	(6,564)	22,971	(8,703)	(25,000)	(90,345)
6								
7	Operating							
8	Income	74,360	(1,311)	6,564	(22,971)	8,703	25,000	90,345
9								
10	Interest							
11	Expense							-
12	Other							
13	Income /							-
14	Expense							
15								
16	Net Income	74,360	(1,311)	6,564	(22,971)	8,703	25,000	90,345
17								
18		Adjustments to Revenues and Expenses						
19		7	8	9	10	11	12	Subtotal
20		Central Cost	Interest	Income				
21		Allocation	Synch.	Taxes	Blank	Blank	Blank	
22	Revenues							-
23								
24	Expenses	(19,076)		33,097				(76,325)
25								
26	Operating							
27	Income	19,076	-	(33,097)	-	-	-	76,325
28								
29	Interest							
30	Expense		(935)					(935)
31	Other							
32	Income /							-
33	Expense							
34								
35	Net Income	19,076	(935)	(33,097)	-	-	-	75,390

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Adjustments to Revenues and Expenses
Adjustment Number 1

Exhibit
Final Schedule C-2
Page 2
Witness: Bourassa

Line No.					
1	Depreciation Expense				
2					
3	Acct.		Adjusted Original	Proposed	Depreciation
4	No.	Description	Cost	Rates	Expense
5	301	Organization Cost	-	0.00%	-
6	302	Franchise Cost	961	0.00%	-
7	303	Land and Land Rights	688,011	0.00%	-
8	304	Structures and Improvements	1,914,771	3.33%	63,762
9	305	Collecting and Impounding Res.	46,813	2.50%	1,170
10	306	Lake River and Other Intakes	-	2.50%	-
11	307	Wells and Springs	1,298,272	3.33%	43,232
12	308	Infiltration Galleries and Tunnels	-	6.67%	-
13	309	Supply Mains	3,256	2.00%	65
14	310	Power Generation Equipment	1,293	5.00%	65
15	311	Electric Pumping Equipment	2,327,407	12.50%	290,926
16	320	Water Treatment Equipment	83,385	3.33%	2,777
17	320.1	Water Treatment Plant	-	3.33%	-
18	320.2	Chemical Solution Feeders	-	20.00%	-
19	330	Dist. Reservoirs & Standpipe	2,637,716	2.22%	58,557
20	330.1	Storage tanks	-	2.22%	-
21	330.2	Pressure Tanks	-	5.00%	-
22	331	Trans. and Dist. Mains	12,226,889	2.00%	244,538
23	333	Services	1,482,462	3.33%	49,366
24	334	Meters	1,378,333	8.33%	114,815
25	335	Hydrants	961,896	2.00%	19,238
26	336	Backflow Prevention Devices	-	6.67%	-
27	339	Other Plant and Misc. Equip.	114,539	6.67%	7,640
28	340	Office Furniture and Fixtures	177,672	6.67%	11,851
29	340.1	Computers and Software	160,920	20.00%	32,184
30	341	Transportation Equipment	268,464	20.00%	53,693
31	342	Stores Equipment	-	4.00%	-
32	343	Tools and Work Equipment	122,712	5.00%	6,136
33	344	Laboratory Equipment	-	10.00%	-
34	345	Power Operated Equipment	31,548	5.00%	1,577
35	346	Communications Equipment	420,744	10.00%	42,074
36	347	Miscellaneous Equipment	107,306	10.00%	10,731
37	348	Other Tangible Plant	155,378	10.00%	15,538
38					
39		TOTALS	$ 26,610,749		$ 1,069,934
40					
41					
42	Less: Amortization of Contributions		$ 542,445	4.0207%	$ (21,810)
43					
44					
45					
46	Total Depreciation Expense				$ 1,048,124
47					
48	Adjusted Test Year Depreciation Expense per Direct				1,122,485
49					
50	Increase (decrease) in Depreciation Expense				(74,360)
51					
52	Adjustment to Revenues and/or Expenses				$ (74,360)
53					
54	SUPPORTING SCHEDULE				
55	Final B-2, page 3		* Fully Depreciated		
56	Final B-2, page 6				

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Adjustment to Revenues and Expenses
Adjustment Number 2

Exhibit
Final Schedule C-2
Page 3
Witness: Bourassa

Line No.			
1	Property Taxes:		
2			
3	Adjusted Revenues in year ended 3/31/09	$	4,162,136
4	Adjusted Revenues in year ended 3/31/09		4,162,136
5	Proposed Revenues		5,267,035
6	Average of three year's of revenue	$	4,530,436
7	Average of three year's of revenue, times 2	$	9,060,871
8	Add:		
9	Construction Work in Progess at 10%	$	526,003
10	Deduct:		
11	Book Value of Transportation Equipment		19,514
12			
13	Full Cash Value	$	9,567,360
14	Assessment Ratio		21%
15	Assessed Value		2,009,146
16	Property Tax Rate		9.8984%
17			
18	Property Tax		198,872
19	Plus: Tax on Parcels		1,991
20			
21	Total Property Tax at Proposed Rates	$	200,864
22	Property Taxes recorded during the test year		199,553
23	Change in Property Taxes	$	1,311
24			
25			
26	Adjustment to Revenues and/or Expenses	$	1,311
27			
28			

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
ADJUSTMENTS TO REVENUES AND/OR EXPENSES
Adjustment Number 3

Exhibit
Final Schedule C-2
Page 4
Witness: Bourassa

Line No.			
1	Remove Meals, Entertainment and Contibutions		
2			
3	Meals and Entertainment	$	(6,564)
4	Contributions		(500)
5			
6			
7	Increase(decrease) Miscellaneous Expense	$	(6,564)
8			
9	Adjustment to Revenue and/or Expense	$	(6,564)
10			
11			
12			
13			
14			
15			
16	SUPPORTING SCHEDULES		
17	Staff Schedule CSB-18		
18			
19			
20			
21			
22			
23			
24			

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Adjustment to Revenues and Expenses
Adjustment Number 4

Exhibit
Final Schedule C-2
Page 5
Witness: Bourassa

Line No.			
1	Water Testing Expense		
2			
3	Proposed Water Testing Expense	$	51,155
4			
5	Adjusted Test Year Expense		28,184
6			
7			
8	Increase (decrease) in Water Testing Expense	$	22,971
9			
10			
11			
12			
13			
14			
15			
16	REFERENCE		
17	See testimony		
18			
19			
20			

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Adjustment to Revenues and Expenses
Adjustment Number 5

Exhibit
Final Schedule C-2
Page 6
Witness: Bourassa

Line No.					
1	Transportation Expense (Remove Airlink costs)				
2					
3	Date	Invoice	Amount		
4	9/30/2008	1023	$ (5,596)		
5	9/30/2008	1040	(1,427)		
6	9/30/2008	1021	(516)		
7	9/30/2008	1038	(131)		
8	9/30/2008	1022	(823)		
9	9/30/2008	1039	(210)		
10					
11	Total			$	(8,703)
12					
13					
14	Increase (decrease) in Water Testing Expense			$	(8,703)
15					
16					
17					
18	REFERENCE				
19	See testimony				
20					

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Adjustment to Revenues and Expenses
Adjustment Number 6

Exhibit
Final Schedule C-2
Page 7
Witness: Bourassa

Line No.			
1	Rate Case Expense		
2			
3	Proposed Rate Case Expense	$	375,000
4			
5	Amortization period (years)		3
6			
7	Annual Amortization	$	125,000
8			
9			
10	Adjusted rate case expense per Final	$	150,000
11			
12			
13	Increase (decrease) in rate case expense	$	(25,000)
14			
15			
16	Adjustment to Revenue and/or Expense	$	(25,000)
17			
18			
19			
20			

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Adjustment to Revenues and Expenses
Adjustment Number 7

Exhibit
Final Schedule C-2
Page 8
Witness: Bourassa

Cental Office Costs - Infrastructure Allocation

Line No.		Test Year Actual Total Cost Pool	Adjustments	Adjusted Total Cost Pool	Utility Infrastructure Group Allocation %	Utility Infrastructure Group Allocated Cost Pool	BVWC Water Allocation by Customer Count	Rebuttal BVWC Allocation
9	Audit	$ 778,285	$ (97,474)	$ 680,812	24.29%	$ 165,340	14.52%	24,014
10	Tax Services	518,775	(48,971)	469,804	24.29%	114,095	14.52%	16,571
11	Legal	159,053	(20,521)	138,531	24.29%	33,643	14.52%	4,886
12	Other Professional Services	506,082	(53,879)	452,202	24.29%	109,821	14.52%	15,950
13	Management Fee - Total	644,943	(81,140)	563,803	24.29%	136,924	14.52%	19,887
14	Unit Holder Communications	156,766	(11,108)	145,658	24.29%	35,374	14.52%	5,138
15	Trustee Fees	129,000	(1,884)	127,116	24.29%	30,871	14.52%	4,484
16	Escrow & Transfer Agent Fees	96,138	(10,784)	85,354	24.29%	20,729	14.52%	3,011
17	Rent	307,337	(33,372)	273,965	24.29%	66,534	14.52%	9,663
18	Licenses/Fees & Permits	17,561	(2,995)	14,565	24.29%	3,537	14.52%	514
19	Office Expenses	572,357	(146,601)	425,755	24.29%	103,398	14.52%	15,017
20	Depreciation	211,653	(21,856)	189,797	24.29%	46,094	14.52%	6,695
22	**Total (US dollars USD)**	**$ 4,097,949**	**$ (530,586)**	**$ 3,567,363**		**$ 866,360**		**$ 125,830**
26	Infrastructure Cost Allocation per Direct (USD)							$ 144,906
28	Increase (decrease) in Infrastructure Allocated Costs (USD)							$ (19,076)
31	Adjustment to Revenues and/or Expenses							$ (19,076)

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Adjustment to Revenues and Expenses
Adjustment Number 8

Exhibit
Final Schedule C-2
Page 9
Witness: Bourassa

Line No.			
1	Interest Synchronization		
2			
3			
4	Fair Value Rate Base	$ 7,857,799	
5	Weighted Cost of Debt	1.42%	
6	Interest Expense		$ 111,472
7			
8	Test Year Interest Expense		$ 110,537
9			
10	Increase (decrease) in Interest Expense		935
11			
12			
13			
14	Adjustment to Revenue and/or Expense		$ (935)
15			
16			
17	Weighted Cost of Debt Computation		
18			Weighted
19		Amount / Percent	Cost / Cost
20	Debt	$ 1,697,323 / 22.60%	6.28% / 1.42%
21	Equity	$ 5,812,207 / 77.40%	10.90% / 8.44%
22	Total	$ 7,509,530 / 100.00%	9.85%
23			
24			

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Adjustment to Revenues and/or Expenses
Adjustment Number 9

Exhibit
Final Schedule C-2
Page 10
Witness: Bourassa

Line No.			Test Year Adjusted Results	Adjusted with Rate Increase	
1	Income Tax Computation				
2					
3					
4					
5					
6					
7	Taxable Income		$ (25,895)	$ 1,079,005	
8					
9	Taxable Income		$ (25,895)	$ 1,079,005	
10					
11	Arizona Income Before Taxes			$ 1,079,005	
12					
13	Less Arizona Income Tax			$ 75,185	
14	Rate =	6.97%			
15	Arizona Taxable Income			$ 1,003,820	
16					
17	Arizona Income Taxes			$ 75,185	
18					
19	Federal Income Before Taxes			$ 1,079,005	
20					
21	Less Arizona Income Taxes			$ 75,185	
22					
23	Federal Taxable Income			$ 1,003,820	
24					
25					
26					
27	FEDERAL INCOME TAXES:				
28	15% BRACKET			$ 7,500	
29	25% BRACKET			$ 6,250	
30	34% BRACKET			$ 8,500	Federal
31	39% BRACKET			$ 91,650	Effective
32	34% BRACKET			$ 227,399	Tax
33					Rate
34	Federal Income Taxes			$ 341,299	31.63%
35					
36					
37	Total Income Tax			$ 416,484	
38					
39	Overall Tax Rate			38.60%	
40					
41	Income Tax at Proposed Rates Effective Rate		$ (9,995)		
42					
43	Adjusted Test Year Income Taxes		(43,092)		
44					
45	Adjustment to Income Taxes		33,097		
46					

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Computation of Gross Revenue Conversion Factor

Exhibit
Final Schedule C-3
Page 1
Witness: Bourassa

Line No.	Description	Percentage of Incremental Gross Revenues
1	Federal Income Taxes	31.63%
2		
3	State Income Taxes	6.97%
4		
5	Other Taxes and Expenses	0.00%
6		
7		
8	Total Tax Percentage	38.60%
9		
10	Operating Income % = 100% - Tax Percentage	61.40%
11		
12		
13		
14		
15	1 = Gross Revenue Conversion Factor	
16	Operating Income %	1.6286
17		
18	SUPPORTING SCHEDULES:	RECAP SCHEDULES:
19		Final A-1
20		

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Summary of Cost of Capital

Exhibit
Final Schedule D-1
Page 1
Witness: Bourassa

Line No.	Item of Capital	End of Test Year Dollar Amount	End of Test Year Percent of Total	End of Test Year Cost Rate	End of Test Year Weighted Cost	End of Projected Year Dollar Amount	End of Projected Year Percent of Total	End of Projected Year Cost Rate	End of Projected Year Weighted Cost
1	Long-Term Debt	1,697,323	22.60%	6.28%	1.42%	1,584,033	19.66%	6.27%	1.23%
2									
3	Stockholder's Equity[1]	5,812,207	77.40%	10.90%	8.44%	6,474,728	80.34%	10.90%	8.76%
4									
5	Totals	$ 7,509,530	100.00%		9.85%	$ 8,058,761	100.00%		9.99%
6									
7									
8	[1] Adjustments to equity								
9	Acumm. depreciation adjustment		$ 205,167						
10	CIAC adjustment		$ (417)						
11	Deferred Income Tax Adjustment		$ (745,335)						
12									
13									
14									
15									
16	SUPPORTING SCHEDULES:								
17	Final D-1								
18	Final D-2								
19	Final D-3								
20	Final D-4								
21	Consolidated E-1								
22									
23									
24									
25									
26									
27									
28									
29									
30									
31									
32									
33									

RECAP SCHEDULES:

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Cost of Long Term Debt

Exhibit
Final Schedule D-2
Page 1
Witness: Bourassa

Line No.	Description of Debt	End of Test Year Amount Outstanding[1]	Annual Interest	Interest Rate	Weighted Cost	End of Projected Year Amount Outstanding	Annual Interest	Interest Rate	Weighted Cost
1	WIFA #1	108,754	6,634	6.10%	0.39%	108,754	6,634	6.10%	0.39%
2	WIFA #2	1,545,436	96,744	6.26%	5.70%	1,545,436	96,744	6.26%	5.70%
3	K-Mart	6,140	526	8.56%	0.03%	6,140	526	8.56%	0.03%
4	BVR/RC-3	13,849	1,011	7.30%	0.06%	13,849	1,011	7.30%	0.06%
5	BVR/RC-4	16,109	1,113	6.91%	0.07%	16,109	1,113	6.91%	0.07%
6	BVR-CCCII	7,035	504	7.16%	0.03%	7,035	504	7.16%	0.03%
7			-	0.00%	0.00%	-	-	0.00%	0.00%
8			-	0.00%	0.00%	-	-	0.00%	0.00%
9			-	0.00%	0.00%	-	-	0.00%	0.00%
10			-	0.00%	0.00%	-	-	0.00%	0.00%
11			-	0.00%	0.00%	-	-	0.00%	0.00%
12									
13	Totals	$ 1,697,323	$ 106,532		6.28%	$ 1,697,323	106,532		6.28%
14									
15	SUPPORTING SCHEDULES:					RECAP SCHEDULES:			
16						Final D-1			
17									
18									
19									
20									

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Cost of Preferred Stock

Exhibit
Final Schedule D-3
Page 1
Witness: Bourassa

Line No.	Description of Issue	End of Test Year Shares Outstanding	End of Test Year Amount	End of Test Year Dividend Requirement	End of Projected Year Shares Outstanding	End of Projected Year Amount	End of Projected Year Dividend Requirement
1							
2							
3	NOT APPLICABLE, NO PREFERRED STOCK ISSUED OR OUTSTANDING						
4							
5							
6							
7							
8							
9							
10							
11							
12							
13							
14							
15							
16							
17	SUPPORTING SCHEDULES:			RECAP SCHEDULES:			
18				Final D-1			
19							
20							

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Cost of Common Equity

Exhibit
Final Schedule D-4
Page 1
Witness: Bourassa

Line No.		
1		
2	The Company is proposing a cost of common equity of	10.90% .
3		
4		
5		
6		
7		
8		
9		
10		
11		
12		
13		
14		
15		
16		
17	SUPPORTING SCHEDULES:	RECAP SCHEDULES:
18	Rejoinder D-4.1 to D-4.16	Final D-1
19		
20		

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Cost of Service Study, Using Commodity Demand Method
Summary by Customer Class - Present and Proposed Rates

Exhibit
Final Schedule G-0
Page 1
Witness: Bourassa

Line No.	Class	Meter Size	Rate Base	Present Rates Operating Income	Present Rates Rate of Return	Proposed Rates Operating Income	Proposed Rates Rate of Return
5	Residential	5/8 Inch	$ 5,306,945	$ 57,247	1.08%	$ 335,703	6.33%
6		3/4 Inch	29,626	79	0.27%	1,491	5.03%
7		1 Inch	11,614	397	3.42%	1,804	15.53%
8		2 Inch	4,261	(335)	-7.87%	77	1.80%
10	Residential		$ 5,352,445	$ 57,387	1.07%	$ 339,075	6.33%
12	Commercial	5/8 Inch	$ 238,474	$ (693)	-0.29%	$ 26,226	11.00%
13		3/4 Inch	5,487	367	6.69%	1,026	18.70%
14		1 Inch	202,070	4,908	2.43%	25,968	12.85%
15		1.5 Inch	244,395	5,451	2.23%	54,229	22.19%
16		2 Inch	1,264,275	40,095	3.17%	278,256	22.01%
17		3 Inch	237,781	15,740	6.62%	52,358	22.02%
18		4 Inch	47,936	8,915	18.60%	24,227	50.54%
19		6 Inch	25,989	3,152	12.13%	2,647	10.19%
20		8 Inch	41,226	3,189	7.73%	3,810	9.24%
22	Commercial		$ 2,307,634	$ 81,125	3.52%	$ 468,749	20.31%
24	Hydrant	3 Inch	$ 118,292	$ (3,248)	-2.75%	$ 7,304	6.17%
26	Fire	4 Inch	$ 64,078	$ (18,676)	-29.15%	$ (11,794)	-18.41%
27		6 Inch	14,628	(4,946)	-33.81%	(3,871)	-26.46%
28		8 Inch	721	(219)	-30.29%	(118)	-16.39%
30	Fire		$ 79,428	$ (23,840)	-30.01%	$ (15,783)	-19.87%
34	Total		$ 7,857,799	$ 111,424	1.42%	$ 799,344	10.17%

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Cost of Service Study, Using Commodity Demand Method
Operating Margins at Present Rates

Exhibit
Final Schedule G-1
Page 1
Witness: Bourassa

Line No.		Totals	Res 5/8 Inch	Res 3/4 Inch	Res 1 Inch	Res 2 Inch	Com 5/8 Inch	Com 3/4 Inch	Com 1 Inch	Com 1.5 Inch
1										
2	Water Revenues	$ 4,018,899	$ 2,752,231	$ 12,526	$ 5,821	$ 725	$ 124,380	$ 3,382	$ 91,585	$ 115,753
3	Revenue Annualizations	2,995	8,296	(81)	-	-	(1,504)	33	1,191	2,625
4	Misc. Revenues[1]	139,114	123,304	491	116	14	5,501	87	2,036	1,227
5	Reconcilation H-1 to C-1[1]	1,128	1,000	4	1	0	45	1	17	10
6	Total Revenues	$ 4,162,136	$ 2,884,831	$ 12,940	$ 5,938	$ 739	$ 128,421	$ 3,503	$ 94,829	$ 119,616
7										
8	Operating Expenses[2]	$ 2,827,570	$ 2,003,268	$ 8,561	$ 3,680	$ 747	$ 93,029	$ 2,064	$ 59,260	$ 78,499
9	Depreciation and									
10	Amortization[2]	1,048,124	722,251	3,890	1,427	541	32,451	721	24,801	28,645
11	Property Tax[3]	200,864	139,221	624	287	36	6,198	169	4,576	5,773
12	Income Tax[4]	(25,846)	(37,156)	(215)	146	(249)	(2,563)	182	1,283	1,247
13	Total Operating Expenses	$ 4,050,712	$ 2,827,584	$ 12,861	$ 5,540	$ 1,075	$ 129,114	$ 3,136	$ 89,921	$ 114,164
14	Operating Income	$ 111,424	$ 57,247	$ 79	$ 397	$ (335)	$ (693)	$ 367	$ 4,908	$ 5,451
15	Interest Expense[5]	111,472	75,285	420	165	60	3,383	78	2,867	3,467
16	Net Income	$ (49)	$ (18,039)	$ (342)	$ 233	$ (396)	$ (4,076)	$ 289	$ 2,042	$ 1,984
17										
18			Com 2 Inch	Com 3 Inch	Com 4 Inch	Com 6 Inch	Com 8 Inch	Hydrant 3 Inch	Fire 4 Inch	Fire 6 Inch
19										
20	Water Revenues		$ 656,390	$ 131,628	$ 56,353	$ 12,229	$ 15,578	$ 31,719	$ 6,050	$ 2,394
21	Revenue Annualizations		2,102	2,174	(9,694)	-	-	(2,036)	(110)	-
22	Misc. Revenues[1]		3,942	375	43	14	14	202	1,429	303
23	Reconcilation H-1 to C-1[1]		32	3	0	0	0	2	12	2
24	Total Revenues		$ 662,465	$ 134,180	$ 46,702	$ 12,244	$ 15,592	$ 29,886	$ 7,381	$ 2,700
25										
26	Operating Expenses[2]		$ 426,706	$ 76,923	$ 24,770	$ 3,854	$ 5,456	$ 20,913	$ 16,233	$ 3,443
27	Depreciation and									
28	Amortization[2]		149,762	27,267	5,586	2,898	4,558	13,875	21,780	7,311
29	Property Tax[3]		31,970	6,475	2,254	591	752	1,442	356	130
30	Income Tax[4]		13,931	7,775	5,177	1,750	1,637	(3,097)	(12,312)	(3,240)
31	Total Operating Expenses		$ 622,370	$ 118,439	$ 37,787	$ 9,092	$ 12,404	$ 33,134	$ 26,057	$ 7,645
32	Operating Income		$ 40,095	$ 15,740	$ 8,915	$ 3,152	$ 3,189	$ (3,248)	$ (18,676)	$ (4,946)
33	Interest Expense[5]		17,935	3,373	680	369	585	1,678	909	208
34	Net Income		$ 22,160	$ 12,367	$ 8,235	$ 2,783	$ 2,604	$ (4,926)	$ (19,585)	$ (5,153)
35										
36			Fire 8 Inch	Blank Blank	Totals					
37										
38	Water Revenues		$ 155	$ -	$ 4,018,899					
39	Revenue Annualizations		-	-	2,995					
40	Misc. Revenues[1]		14	-	139,114					
41	Reconcilation H-1 to C-1[1]		0	-	1,128					
42	Total Revenues		$ 170	$ -	$ 4,162,136					
43										
44	Operating Expenses[2]		$ 164	$ -	$ 2,827,570					
45	Depreciation and									
46	Amortization[2]		360	-	1,048,124					
47	Property Tax[3]		8	-	200,864					
48	Income Tax[4]		(144)	-	(25,846)					
49	Total Operating Expenses		$ 388	$ -	$ 4,050,712					
50	Operating Income		$ (219)	$ -	$ 111,424					
51	Interest Expense[5]		10	-	111,472					
52	Net Income		$ (229)	$ -	$ (49)					
53										
54										

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Cost of Service Study, Using Commodity Demand Method
Operating Margins at Present Rates

Exhibit
Final Schedule G-1
Page 2
Witness: Bourassa

Line No.			Res 5/8 Inch	Res 3/4 Inch	Res 1 Inch	Res 2 Inch	Com 5/8 Inch	Com 3/4 Inch	Com 1 Inch	Com 1.5 Inch
7	**Rate Base[6]**	$ 7,857,799	$ 5,306,945	$ 29,626	$ 11,614	$ 4,261	$ 238,474	$ 5,487	$ 202,070	$ 244,395
8	**Return on Rate Base[7]**	1.42%	1.08%	0.27%	3.42%	-7.87%	-0.29%	6.69%	2.43%	2.23%

Line No.	Com 2 Inch	Com 3 Inch	Com 4 Inch	Com 6 Inch	Com 8 Inch	Hydrant 3 Inch	Fire 4 Inch	Fire 6 Inch
13	$ 1,264,275	$ 237,781	$ 47,936	$ 25,989	$ 41,226	$ 118,292	$ 64,078	$ 14,628
14	3.17%	6.62%	18.60%	12.13%	7.73%	-2.75%	-29.15%	-33.81%

Line No.	Fire 8 Inch	Blank Blank	Totals
19	$ 721	$ -	$ 7,857,799
20	-30.29%	0.00%	1.42%

Line No.		Res 5/8 Inch	Res 3/4 Inch	Res 1 Inch	Res 2 Inch	Com 5/8 Inch	Com 3/4 Inch	Com 1 Inch	Com 1.5 Inch
26	**Percent of Total Customers**	88.64%	0.35%	0.08%	0.01%	3.95%	0.06%	1.46%	0.88%

Line No.	Com 2 Inch	Com 3 Inch	Com 4 Inch	Com 6 Inch	Com 8 Inch	Hydrant 3 Inch	Fire 4 Inch	Fire 6 Inch
31	2.83%	0.27%	0.03%	0.01%	0.01%	0.15%	1.03%	0.22%

Line No.	Fire 8 Inch	Blank Blank	Totals
36	0.01%	0.00%	100.00%

[1] Allocated based on customer counts.
[2] Operating Expenses and Depreciation computations are shown on Schedule G-4, Page 1.
[3] Property Taxes allocation based on Revenues
[4] Income Tax from Schedule C-1, at Proposed Rates. Income Taxes allocated based on taxable income
[5] Interest Synchronized Interest Expense. Allocation based on Rate Base
[6] Rate Base computations are shown on Schedule G-3, Page 1
[7] Operating Income Divided by Rate Base

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Cost of Service Study, Using Commodity Demand Method
Operating Margins at Proposed Rates

Exhibit
Final Schedule G-2
Page 1
Witness: Bourassa

Line No.		Totals	Res 5/8 Inch	Res 3/4 Inch	Res 1 Inch	Res 2 Inch	Com 5/8 Inch	Com 3/4 Inch	Com 1 Inch	Com 1.5 Inch
1										
2										
3	Water Revenues	$ 5,150,077	$ 3,211,043	$ 14,774	$ 8,099	$ 1,414	$ 168,716	$ 4,425	$ 125,558	$ 194,186
4	Revenue Annualizations	2,328	10,768	(102)	-	-	(2,184)	45	1,302	4,267
5	Misc. Revenues[1]	139,114	123,304	491	116	14	5,501	87	2,036	1,227
6	Reconcilation H-1 to C-1[1]	867	768	3	1	0	34	1	13	8
7	Total Revenues	$ 5,292,386	$ 3,345,883	$ 15,166	$ 8,216	$ 1,429	$ 172,067	$ 4,558	$ 128,909	$ 199,687
8										
9	Operating Expenses[2]	$ 2,827,570	$ 2,003,268	$ 8,561	$ 3,680	$ 747	$ 93,029	$ 2,064	$ 59,260	$ 78,499
10	Depreciation and									
11	Amortization[2]	1,048,124	722,251	3,890	1,427	541	32,451	721	24,801	28,645
12	Property Tax[3]	200,864	126,987	576	312	54	6,531	173	4,893	7,579
13	Income Tax[4]	416,484	157,674	648	993	10	13,831	574	13,987	30,735
14	Total Operating Expenses	$ 4,493,042	$ 3,010,180	$ 13,675	$ 6,412	$ 1,352	$ 145,841	$ 3,532	$ 102,941	$ 145,458
15	Operating Income	$ 799,344	$ 335,703	$ 1,491	$ 1,804	$ 77	$ 26,226	$ 1,026	$ 25,968	$ 54,229
16	Interest Expense[5]	111,472	75,285	420	165	60	3,383	78	2,867	3,467
17	Net Income	$ 687,872	$ 260,418	$ 1,071	$ 1,639	$ 16	$ 22,843	$ 948	$ 23,102	$ 50,762
18										
19										
20	Meter Size->		Com 2 Inch	Com 3 Inch	Com 4 Inch	Com 6 Inch	Com 8 Inch	Hydrant 3 Inch	Fire 4 Inch	Fire 6 Inch
21	Water Revenues		$ 1,045,096	$ 190,095	$ 85,975	$ 11,190	$ 16,385	$ 50,361	$ 18,150	$ 4,284
22	Revenue Annualizations		3,216	3,080	(14,463)	-	-	(3,271)	(330)	-
23	Misc. Revenues[1]		3,942	375	43	14	14	202	1,429	303
24	Reconcilation H-1 to C-1[1]		25	2	0	0	0	1	9	2
25	Total Revenues		$ 1,052,278	$ 193,552	$ 71,556	$ 11,204	$ 16,399	$ 47,294	$ 19,258	$ 4,589
26										
27	Operating Expenses[2]		$ 426,706	$ 76,923	$ 24,770	$ 3,854	$ 5,456	$ 20,913	$ 16,233	$ 3,443
28	Depreciation and		0	0	0	0	0	0	0	0
29	Amortization[2]		149,762	27,267	5,586	2,898	4,558	13,875	21,780	7,311
30	Property Tax[3]		39,937	7,346	2,716	425	622	1,795	731	174
31	Income Tax[4]		157,616	29,659	14,257	1,380	1,953	3,406	(7,692)	(2,469)
32	Total Operating Expenses		$ 774,021	$ 141,194	$ 47,329	$ 8,557	$ 12,589	$ 39,990	$ 31,053	$ 8,460
33	Operating Income		$ 278,256	$ 52,358	$ 24,227	$ 2,647	$ 3,810	$ 7,304	$ (11,794)	$ (3,871)
34	Interest Expense[5]		17,935	3,373	680	369	585	1,678	909	208
35	Net Income		$ 260,321	$ 48,985	$ 23,547	$ 2,279	$ 3,225	$ 5,626	$ (12,703)	$ (4,078)
36										
37			Fire	Blank						
38	Meter Size->		8 Inch	Blank	Totals					
39	Water Revenues		$ 326	$ -	$ 5,150,077					
40	Revenue Annualizations		-	-	2,328					
41	Misc. Revenues[1]		14	-	139,114					
42	Reconcilation H-1 to C-1[1]		0	-	867					
43	Total Revenues		$ 341	$ -	$ 5,292,386					
44										
45	Operating Expenses[2]		$ 164	$ -	$ 2,827,570					
46	Depreciation and									
47	Amortization[2]		360	-	1,048,124					
48	Property Tax[3]		13	-	200,864					
49	Income Tax[4]		(78)	-	416,484					
50	Total Operating Expenses		$ 459	$ -	$ 4,493,042					
51	Operating Income		$ (118)	$ -	$ 799,344					
52	Interest Expense[5]		10	-	111,472					
53	Net Income		$ (129)	$ -	$ 687,872					
54										

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Cost of Service Study, Using Commodity Demand Method
Operating Margins at Proposed Rates

Exhibit
Final Schedule G-2
Page 2
Witness: Bourassa

Line No.			Res 5/8 Inch	Res 3/4 Inch	Res 1 Inch	Res 2 Inch	Com 5/8 Inch	Com 3/4 Inch	Com 1 Inch	Com 1.5 Inch
8	**Rate Base[6]**	$ 7,857,799	$ 5,306,945	$ 29,626	$ 11,614	$ 4,261	$ 238,474	$ 5,487	$ 202,070	$ 244,395
9	**Return on Rate Base[7]**	10.17%	6.33%	5.03%	15.53%	1.80%	11.00%	18.70%	12.85%	22.19%

	Com 2 Inch	Com 3 Inch	Com 4 Inch	Com 6 Inch	Com 8 Inch	Hydrant 3 Inch	Fire 4 Inch	Fire 6 Inch
	$ 1,264,275	$ 237,781	$ 47,936	$ 25,989	$ 41,226	$ 118,292	$ 64,078	$ 14,628
	22.01%	22.02%	50.54%	10.19%	9.24%	6.17%	-18.41%	-26.46%

	Fire 8 Inch	Blank Blank	Totals
	$ 721	$ -	$ 7,857,799
	-16.39%	0.00%	10.17%

	Res 5/8 Inch	Res 3/4 Inch	Res 1 Inch	Res 2 Inch	Com 5/8 Inch	Com 3/4 Inch	Com 1 Inch	Com 1.5 Inch
Percent of Total Customers	88.635%	0.353%	0.083%	0.010%	3.954%	0.062%	1.463%	0.882%

	Com 2 Inch	Com 3 Inch	Com 4 Inch	Com 6 Inch	Com 8 Inch	Hydrant 3 Inch	Fire 4 Inch	Fire 6 Inch
	2.833%	0.270%	0.031%	0.010%	0.010%	0.145%	1.028%	0.218%

	Fire 8 Inch	Blank Blank	Totals
	0.010%	0.000%	100.000%

[1] Allocated based on customer counts.
[2] Operating Expenses and Depreciation computations are shown on Schedule G-4, Page 1.
[3] Property Taxes allocation based on revenues.
[4] Income Tax from Schedule C-1, at Proposed Rates. Income Taxes allocated based on taxable income
[5] Interest Synchronized Interest Expense. Allocation based on Rate Base
[6] Rate Base computations are shown on Schedule G-3, Page 1
[7] Operating Income Divided by Rate Base

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Cost of Service Study Using Commodity / Demand Method
Allocation of Assets to Customer Classes

Exhibit
Final Schedule G-3
Page 1
Witness: Bourassa

Line No.		Totals	Factor	Res 5/8 Inch	Res 3/4 Inch	Res 1 Inch	Res 2 Inch	Com 5/8 Inch	Com 3/4 Inch	Com 1 Inch	Com 1.5 Inch
1	Plant, Minus Accumulated Depreciation, Advances and Contributions in Aid, Meter Deposits, and Deferred Income Tax (from Schedule G-5, Page 1)										
2	Commodity	$ 481,270	C-1	$ 282,358	$ 868	$ 735	$ 55	$ 14,309	$ 412	$ 10,324	$ 19,624
3	Demand	6,624,903	D-1	4,373,414	26,118	10,242	4,097	195,114	4,609	180,519	217,646
4	Customer	617,320	CS-1	547,163	2,178	513	64	24,411	384	9,034	5,446
5	Service	102,672	S-1	85,367	340	89	19	3,809	60	1,568	1,050
6	Meter	31,634	M-1	18,642	122	35	27	832	22	626	628
7	Totals	$ 7,857,799		$ 5,306,945	$ 29,626	$ 11,614	$ 4,261	$ 238,474	$ 5,487	$ 202,070	$ 244,395
8											
9				Com	Com	Com	Com	Com	Hydrant	Fire	Fire
10			Factor	2 Inch	3 Inch	4 Inch	6 Inch	8 Inch	3 Inch	4 Inch	6 Inch
11	Commodity		C-1	$ 119,229	$ 21,856	$ 9,123	$ 199	$ 13	$ 2,165	$ -	$ -
12	Demand		D-1	1,118,447	213,038	38,408	25,605	40,969	114,713	50,699	10,754
13	Customer		CS-1	17,491	1,666	192	64	64	897	6,343	1,345
14	Service		S-1	5,090	610	100	50	74	16	3,314	1,043
15	Meter		M-1	4,018	611	113	71	106	502	3,723	1,486
16				$ 1,264,275	$ 237,781	$ 47,936	$ 25,989	$ 41,226	$ 118,292	$ 64,078	$ 14,628
17											
18				Fire	Blank						
19			Factor	8 Inch	Blank	Totals					
20	Commodity		C-1	$ -	$ -	$ 481,270					
21	Demand		D-1	512	-	6,624,903					
22	Customer		CS-1	64	-	617,320					
23	Service		S-1	74	-	102,672					
24	Meter		M-1	71	-	31,634					
25				$ 721	$ -	$ 7,857,799					
26											
27				Res	Res	Res	Res	Com	Com	Com	Com
28				5/8 Inch	3/4 Inch	1 Inch	2 Inch	5/8 Inch	3/4 Inch	1 Inch	1.5 Inch
29											
30	Net Rate Base	$ 7,857,799		$ 5,306,945	$ 29,626	$ 11,614	$ 4,261	$ 238,474	$ 5,487	$ 202,070	$ 244,395
31											
32				Com	Com	Com	Com	Com	Hydrant	Fire	Fire
33				2 Inch	3 Inch	4 Inch	6 Inch	8 Inch	3 Inch	4 Inch	6 Inch
34											
35				$ 1,264,275	$ 237,781	$ 47,936	$ 25,989	$ 41,226	$ 118,292	$ 64,078	$ 14,628
36											
37				Fire	Blank	0					
38				8 Inch	Blank	Totals					
39											
40				$ 721	$ -	$ 7,857,799					
41											
42				Res	Res	Res	Res	Com	Com	Com	Com
43				5/8 Inch	3/4 Inch	1 Inch	2 Inch	5/8 Inch	3/4 Inch	1 Inch	1.5 Inch
44											
45	Allocation %	100.00%		67.54%	0.38%	0.15%	0.05%	3.03%	0.07%	2.57%	3.11%
46											
47				Com	Com	Com	Com	Com	Hydrant	Fire	Fire
48				2 Inch	3 Inch	4 Inch	6 Inch	8 Inch	3 Inch	4 Inch	6 Inch
49											
50				16.09%	3.03%	0.61%	0.33%	0.52%	1.51%	0.82%	0.19%
51											
52				Fire	Blank	0					
53				8 Inch	Blank	Totals					
54											
55				0.01%	0.00%	100.00%					

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Cost of Service Study, Using Commodity Demand Method
Allocation of Expenses to Customer Classes

Exhibit
Final Schedule G-4
Page 1
Witness: Bourassa

Line No.	Operation and Maintenance Expense (from Schedule G-6, Page 1)	Totals	Factor	Res 5/8 Inch	Res 3/4 Inch	Res 1 Inch	Res 2 Inch	Com 5/8 Inch	Com 3/4 Inch	Com 1 Inch	Com 1.5 Inch
1	Commodity	$ 1,027,680	C-1	$ 602,934	$ 1,853	$ 1,569	$ 117	$ 30,555	$ 880	$ 22,046	$ 41,904
2	Demand	862,063	D-1	569,089	3,399	1,333	533	25,389	600	23,490	28,321
3	Customer	937,827	CS-1	831,245	3,309	779	97	37,085	584	13,724	8,274
4	Service	-	S-1	-	-	-	-	-	-	-	-
5	Meter	-	M-1	-	-	-	-	-	-	-	-
6	Totals	$ 2,827,570		$ 2,003,268	$ 8,561	$ 3,680	$ 747	$ 93,029	$ 2,064	$ 59,260	$ 78,499
7											
8				Com	Com	Com	Com	Com	Hydrant	Fire	Fire
9			Factor	2 Inch	3 Inch	4 Inch	6 Inch	8 Inch	3 Inch	4 Inch	6 Inch
10											
11	Commodity		C-1	$ 254,596	$ 46,670	$ 19,480	$ 425	$ 28	$ 4,624	$ -	$ -
12	Demand		D-1	145,537	27,721	4,998	3,332	5,331	14,927	6,597	1,399
13	Customer		CS-1	26,573	2,531	292	97	97	1,363	9,636	2,044
14	Service		S-1	-	-	-	-	-	-	-	-
15	Meter		M-1	-	-	-	-	-	-	-	-
16	Totals			$ 426,706	$ 76,923	$ 24,770	$ 3,854	$ 5,456	$ 20,913	$ 16,233	$ 3,443
17											
18				Fire	Blank						
19			Factor	8 Inch	Blank	Totals					
20											
21	Commodity		C-1	$ -	$ -	$ 1,027,680					
22	Demand		D-1	67	-	862,063					
23	Customer		CS-1	97	-	937,827					
24	Service		S-1	-	-	-					
25	Meter		M-1	-	-	-					
26	Totals			$ 164	$ -	$ 2,827,570					

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Cost of Service Study, Using Commodity Demand Method
Allocation of Expenses to Customer Classes

Exhibit
Final Schedule G-4
Page 1.1
Witness: Bourassa

Line No.			Factor	Res 5/8 Inch	Res 3/4 Inch	Res 1 Inch	Res 2 Inch	Com 5/8 Inch	Com 3/4 Inch	Com 1 Inch	Com 1.5 Inch
3	Depreciaton Expense on Plant (from Schedule G-6, Page 2)										
4	Commodity	$ 64,270	C-1	$ 37,707	$ 116	$ 98	$ 7	$ 1,911	$ 55	$ 1,379	$ 2,621
5	Demand	666,132	D-1	439,745	2,626	1,030	412	19,619	463	18,151	21,884
6	Customer	153,542	CS-1	136,092	542	127	16	6,072	96	2,247	1,355
7	Service	49,366	S-1	41,046	163	43	9	1,831	29	754	505
8	Meter	114,815	M-1	67,662	443	129	97	3,019	78	2,270	2,281
9	Totals	$ 1,048,124		$ 722,251	$ 3,890	$ 1,427	$ 541	$ 32,451	$ 721	$ 24,801	$ 28,645

Line No.		Factor	Com 2 Inch	Com 3 Inch	Com 4 Inch	Com 6 Inch	Com 8 Inch	Hydrant 3 Inch	Fire 4 Inch	Fire 6 Inch
14	Commodity	C-1	$ 15,922	$ 2,919	$ 1,218	$ 27	$ 2	$ 289	$ -	$ -
15	Demand	D-1	112,459	21,421	3,862	2,575	4,119	11,534	5,098	1,081
16	Customer	CS-1	4,350	414	48	16	16	223	1,578	335
17	Service	S-1	2,447	293	48	24	36	8	1,593	501
18	Meter	M-1	14,582	2,219	409	257	385	1,821	13,511	5,394
19	Totals		$ 149,762	$ 27,267	$ 5,586	$ 2,898	$ 4,558	$ 13,875	$ 21,780	$ 7,311

Line No.		Factor	Fire 8 Inch	Blank Blank	Totals
24	Commodity	C-1	$ -	$ -	$ 64,270
25	Demand	D-1	51	-	666,132
26	Customer	CS-1	16	-	153,542
27	Service	S-1	36	-	49,366
28	Meter	M-1	257	-	114,815
29	Totals		$ 360	$ -	$ 1,048,124

Line No.			Res 5/8 Inch	Res 3/4 Inch	Res 1 Inch	Res 2 Inch	Com 5/8 Inch	Com 3/4 Inch	Com 1 Inch	Com 1.5 Inch
32	Total Expenses (excluding Income Tax and Property Taxes)	$ 3,875,695	$ 2,725,519	$ 12,451	$ 5,107	$ 1,288	$ 125,479	$ 2,785	$ 84,061	$ 107,144

Line No.		Com 2 Inch	Com 3 Inch	Com 4 Inch	Com 6 Inch	Com 8 Inch	Hydrant 3 Inch	Fire 4 Inch	Fire 6 Inch
39		$ 149,762	$ 27,267	$ 5,586	$ 2,898	$ 4,558	$ 13,875	$ 21,780	$ 7,311

Line No.		Fire 8 Inch	Blank Blank	Totals
44		$ 524	$ -	$ 3,875,695

Line No.		
46	Property Taxes, Allocated on Schedules G-1 & G-2	$ 200,864
47	Income Tax, Allocated on Schedules G-1 & G-2	416,484
48	Total Expenses	$ 4,493,042

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Cost of Service Study, Using Commodity Demand Method
Summary of Allocation of Expenses to Customer Classes

Exhibit
Final Schedule G-4
Page 2
Witness: Bourassa

Line No.		Totals	Factor	Res 5/8 Inch	Res 3/4 Inch	Res 1 Inch	Res 2 Inch	Com 5/8 Inch	Com 3/4 Inch	Com 1 Inch	Com 1.5 Inch
1	Commodity	$ 1,091,950	C-1	$ 640,641	$ 1,969	$ 1,667	$ 124	$ 32,466	$ 935	$ 23,425	$ 44,525
2	Demand	1,528,195	D-1	1,008,834	6,025	2,363	945	45,008	1,063	41,641	50,205
3	Customer	1,091,369	CS-1	967,337	3,851	906	113	43,156	680	15,971	9,628
4	Service	49,366	S-1	41,046	163	43	9	1,831	29	754	505
5	Meter	114,815	M-1	67,662	443	129	97	3,019	78	2,270	2,281
6											
7											
8	Totals	$ 3,875,695		$ 2,725,519	$ 12,451	$ 5,107	$ 1,288	$ 125,479	$ 2,785	$ 84,061	$ 107,144
9											
10				Com 2 Inch	Com 3 Inch	Com 4 Inch	Com 6 Inch	Com 8 Inch	Hydrant 3 Inch	Fire 4 Inch	Fire 6 Inch
11			Factor								
12											
13	Commodity		C-1	$ 270,518	$ 49,589	$ 20,699	$ 451	$ 29	$ 4,913	$ -	$ -
14	Demand		D-1	257,997	49,142	8,860	5,907	9,450	26,461	11,695	2,481
15	Customer		CS-1	30,923	2,945	340	113	113	1,586	11,214	2,379
16	Service		S-1	2,447	293	48	24	36	8	1,593	501
17	Meter		M-1	14,582	2,219	409	257	385	1,821	13,511	5,394
18											
19	Totals			$ 576,468	$ 104,189	$ 30,356	$ 6,752	$ 10,014	$ 34,789	$ 38,013	$ 10,755
20											
21				Fire 8 Inch	Blank Blank	Totals					
22			Factor								
23											
24			C-1	$ -	$ -	$ -					
25			D-1	-	-	-					
26			CS-1	-	-	-					
27			S-1	-	-	-					
28			M-1	-	-	-					
29											
30				$ -	$ -	$ -					
31											
32				Res 5/8 Inch	Res 3/4 Inch	Res 1 Inch	Res 2 Inch	Com 5/8 Inch	Com 3/4 Inch	Com 1 Inch	Com 1.5 Inch
33											
34	Total Expenses (excluding Income Tax and										
35	Property Taxes)	**$ 3,875,695**		$ 2,725,519	$ 12,451	$ 5,107	$ 1,288	$ 125,479	$ 2,785	$ 84,061	$ 107,144
36											
37				Com 2 Inch	Com 3 Inch	Com 4 Inch	Com 6 Inch	Com 8 Inch	Hydrant 3 Inch	Fire 4 Inch	Fire 6 Inch
38											
39											
40				$ 576,468	$ 104,189	$ 30,356	$ 6,752	$ 10,014	$ 34,789	$ 38,013	$ 10,755
41											
42				Fire 8 Inch	Blank Blank	0 Totals					
43											
44											
45				$ -	$ -	$ -					
46											
47	Property Taxes, Allocated on Schedules G-1 & G-2	$ 200,864									
48	Income Tax, Allocated on Schedules G-1 & G-2	416,484									
49	Total Expenses	**$ 4,493,042**									
50											

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Cost of Service Study, Using Commodity Demand Method
Allocation of Rate Base by Function

Exhibit
Final Schedule G-5
Page 1
Witness: Bourassa

Line No.		Adjusted	Demand	Commodity	Customer	Meter	Service
1	**Rate Base**						
2	Plant minus (Accumulated Depreciation	$ 7,857,799	$ 6,624,903	$ 481,270	$ 617,320	$ 31,634	$ 102,672
3	Contributions in Aid of Construction						
4	Advances in Aid of Construction,						
5	Meter Deposits and Deferred Income Tax)						
6							
7							
8							
9		7,857,799	6,624,903	481,270	617,320	31,634	102,672
10							
11							
12							
13							
14							
15							
16							
17							
18							
19							
20							
21							

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Allocation of Plant, Less Contributions and Advances in Aid of
Construction , Meter Deposits and Accumulated Depreciation to Functions

Exhibit
Final Schedule G-5
Page 2
Witness: Bourassa

Line No.	Account No.	Description	Original Cost Plant	Accumulated Depreciation	Total Net Plant Values	Factor	Demand	Commodity	Customer	Meter	Service
1	**Intangible**										
2	301	Organization	$ -		$ -	F-6	$ -	$ -	$ -	$ -	$ -
3	302	Franchises	961		961	F-6	961	-	-		
4											
5	**Subtotal Intangible**		961		961		961	-	-	-	-
6											
7	**Source of Supply & Pumping Plant**										
8	303	Land and Land Rights	$ 688,011		$ 688,011	F-6	$ 688,011	$ -	$ -	$ -	$ -
9	304	Structures and Improvements	1,914,771	397,034	1,517,738	F-4	1,517,738	-	-		
10	305	Collecting and Impounding Res.	46,813	2,059	44,754	F-1	40,279	4,475	-		
11	306	Lakes, Rivers, Other Intakes	-	-	-	F-1	-	-	-		
12	307	Wells and Springs	1,298,272	527,041	771,232	F-1	694,108	77,123	-		
13	308	Infiltration Galleries and Tunnels	-	-	-	F-1	-	-	-		
14	309	Supply Mains	3,256	85	3,170	F-1	2,853	317	-		
15	310	Power Generation Equipment	1,293	75	1,218	F-1	1,096	122	-		
16	311	Electric Pumping Equipment	2,327,407	2,018,177	309,230	F-2	278,307	30,923	-		
17	**Subtotal Source of Supply & Pumping Plant**		$ 6,279,824	$ 2,944,471	$ 3,335,353		$ 3,222,393	$ 112,960	$ -	$ -	$ -
18											
19	**Water Treatment**										
20	320	Water Treatment Equipment	$ 83,385	$ 12,825	$ 70,560	F-5	$ 63,504	$ 7,056	$ -	$ -	$ -
21	**Subtotal Water Treatment**		$ 83,385	$ 12,825	$ 70,560		$ 63,504	$ 7,056	$ -	$ -	$ -
22											
23	**Transmission and Distribution Plant**										
24	330	Distribution Reservoirs & Standpipe	$ 2,637,716	$ 775,303	$ 1,862,414	F-3	$ 1,676,173	$ 186,241	$ -	$ -	$ -
25	331	Transmission and Distribution Mains	12,226,889	3,489,236	8,737,653	F-3	7,863,888	873,765	-	-	-
26	333	Services	1,482,462	820,185	662,277	F-8					662,277
27	334	Meters	1,378,333	1,346,699	31,634	F-9				31,634	
28	335	Hydrants	961,896	276,163	685,733	F-10	-	-	685,733		
29	336	Backflow Prevention Devices	-	-	-	F-1	-	-	-		
30	339	Other Plant and Miscellaneous Equip.	114,539	8,753	105,786	F-1	95,208	10,579	-		
31	**Subtotal Transmission and Distribution Plant**		$ 18,801,835	$ 6,716,338	$ 12,085,497		$ 9,635,268	$ 1,070,585	$ 685,733	$ 31,634	$ 662,277
32											
33	**General Plant**										
34	340	Office Furniture and Fixtures	$ 177,672	$ 138,232	$ 39,439	F-12	$ -	$ -	$ 39,439	$ -	$ -
35	340.1	Computer Equipment	160,920	117,738	43,182	F-12	-	-	43,182	-	-
36	341	Transportation Equipment	268,464	248,950	19,514	F-11	4,879	-	14,636		
37	342	Stores Equipment	-	-	-	SF-3			-		-
38	343	Tools and Work Equipment	122,712	122,448	264	SF-3			264		-
39	344	Laboratory Equipment	-	-	-	SF-3			-		
40	345	Power Operated Equipment	31,548	5,882	25,666	SF-3			25,666		
41	346	Communications Equipment	420,744	93,204	327,540	F-13	81,885	-	245,655		

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Allocation of Plant, Less Contributions and Advances in Aid of
Construction , Meter Deposits and Accumulated Depreciation to Functions

Exhibit
Final Schedule G-5
Page 2.1
Witness: Bourassa

Line No.	Account No.	Description	Original Cost Plant	Accumulated Depreciation	Total Net Plant Values		Demand	Commodity	Customer	Meter	Service
									-		
1	**General Plant Continued**										
2	347	Miscellaneous Equipment	107,306	100,742	6,564	SF-3			6,564		
3	348	Other Tangible Plant	155,378	27,191	128,187	F-1			128,187		
4	**Subtotal General Plant**		$ 1,444,744	$ 854,388	$ 590,357		$ 86,764	$ -	$ 503,593	$ -	$ -
5	Total Plant		$ 26,610,749	$ 10,528,021	$ 16,082,728		$ 13,008,889	$ 1,190,602	$ 1,189,326	$ 31,634	$ 662,277
6											
7	Contributions in Aid of Construction, Net		(542,445)	230,570	(311,875)	F-1	$ (280,687)	$ (31,187)	$ -	$ -	$ -
8	Advances in Aid of Construction		(6,781,443)		(6,781,443)	F-3	(6,103,299)	(678,144)	-	-	-
9	Meter Deposits		(559,605)		(559,605)						(559,605)
10	Deferred Income Tax		(572,006)		(572,006)	SF-3			(572,006)		
11	Deferred Reg Assets		-		-				-		
12	Unamortized Debt Service Costs		-		-				-		
13	Totals		$ 18,155,251	$ 10,758,591	$ 7,857,799		$ 6,624,903	$ 481,270	$ 617,320	$ 31,634	$ 102,672
14	Rate Bases (Plant -(AIAC, CIAC, Meter Deposits & Accum. Depr.)				$ 7,857,799		$ 6,624,903	$ 481,270	$ 617,320	$ 31,634	$ 102,672

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Cost of Service Study, Using Commodity Demand Method
Allocation of Expenses to Functions

Exhibit
Final Schedule G-6
Page 1
Witness: Bourassa

Line No.	Description		Adjusted	Factor	Demand	Commodity	Customer	Meter	Service	Totals
1	Salaries and Wages[1]		$ -	E-1	$ -	$ -	$ -	$ -	$ -	$ -
2	Purchased Water[1]		708	E-5		708				708
3	Purchased Power[1]		609,459	E-4	-	609,459	-	-	-	609,459
4	Fuel For Power Production[1]		-	E-4	-	-	-	-	-	-
5	Chemicals[1]		5,715	E-9	-	5,715	-	-	-	5,715
6	Materials & Supplies/Repairs & Maintenance[1]		49,998	E-1	44,998	5,000	-	-	-	49,998
7	Outside Services[1]		4,696	E-3	1,878	939	1,878	-	-	4,696
8	Outside Services - Other[1]		41,937	E-3	16,775	8,387	16,775	-	-	41,937
9	Outside Services- Legal[1]		1,580,298	E-3	632,119	316,060	632,119	-	-	1,580,298
10	Water Testing[1]		51,155	E-10	46,039	5,115	-	-	-	51,155
11	Equipment Rent		140	E-11	-	-	140	-	-	140
12	Rents - Building		60,600	E-11	-	-	60,600	-	-	60,600
13	Transportation Expenses[1]		116,419	E-8	29,105	-	87,314	-	-	116,419
14	Insurance - General Liability		59,410	E-8	14,853	-	44,558	-	-	59,410
15	Insurance - Health and Life		7,290	SE-3	-	-	7,290	-	-	7,290
16	Reg. Comm. Exp.		10,628	SE-3	-	-	10,628	-	-	10,628
17	Reg. Comm. Exp. - Rate Case		125,000	SE-3	41,625	41,625	41,750	-	-	125,000
18	Miscellaneous Expense		85,938	SE-3	28,617	28,617	28,703	-	-	85,938
19	Bad Debt Expense		18,178	SE-3	6,053	6,053	6,071	-	-	18,178
20										-
21	Depreciation Expense[2]		1,048,124		666,132	64,270	153,542	114,815	49,366	1,048,124
22	Taxes Other Than Income		-		-	-	-	-	-	-
23	Subtotal		$ 3,875,695							
24										
25		Present Rates	Proposed Rates							-
26	Property Taxes, Allocated on Schedules G-1 & G-2	**200,864**	**200,864**							
27	Income Tax, Allocated on Schedules G-1 & G-2[3]	**(25,846)**	**416,484**							
28										
29	Total	$ 4,050,712	$ 4,493,042		$ 1,528,195	$ 1,091,950	$ 1,091,369	$ 114,815	$ 49,366	**$ 3,875,695**
30										
31										

32 [1] Allocation factors see Schedule G-7, page 2.1.
33 [2] Depreciation allocation computed on Schedule G-6, Page 2.
34 [3] Income Taxes shown at proposed rates.
35
36

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Allocation of Depreciation Expense to Functions

Exhibit
Final Schedule G-6
Page 2
Witness: Bourassa

Line No.	Account No.	Description	Original Cost	Depreciation Rate	Depreciation Expense	Factor	Total Depr. Expense	Demand	Commodity	Customer	Meter	Service
1	**Intangible**											
2	301	Organization	$ -		$ -							
3	302	Franchises	961		-							
4												
5	**Subtotal Intangible**		$ 961		$ -		$ -	$ -	$ -	$ -	$ -	$ -
6												
7		**Source of Supply & Pumping Plant**										
8	303	Land and Land Rights	$ 688,011	0.000%	$ -		$ -	-	$ -	$ -	$ -	$ -
9	304	Structures and Improvements	1,914,771	3.330%	63,762	F-4	63,762	63,762	-			
10	305	Collecting and Impounding Res.	46,813	2.500%	1,170	F-1	1,170	1,053	117			
11	306	Lakes, Rivers, Other Intakes	-	2.500%	-	F-1	-	-	-			
12	307	Wells and Springs	1,298,272	3.330%	43,232	F-1	43,232	38,909	4,323			
13	308	Infiltration Galleries and Tunnels	-	6.670%	-	F-1	-	-	-			
14	309	Supply Mains	3,256	2.000%	65	F-1	65	59	7			
15	310	Power Generation Equipment	1,293	5.000%	65	F-1	65	58	6			
16	311	Electric Pumping Equipment	2,327,407	12.500%	290,926	F-2	290,926	261,833	29,093			
17	**Subtotal Source of Supply & Pumping Plant**		$ 6,279,824		$ 399,220		$ 399,220	$ 365,675	$ 33,546	$ -	$ -	$ -
18												
19	**Water Treatment**											
20	320	Water Treatment Equipment	83,385	3.330%	2,777	F-5	2,777	2,499	278	-		
21	**Subtotal Water Treatment**		$ 83,385		$ 2,777		$ 2,777	$ 2,499	$ 278	$ -	$ -	$ -
22												
23	**Transmission and Distribution Plant**											
24	330	Distribution Reservoirs & Standpipe	$ 2,637,716	2.220%	$ 58,557	F-3	$ 58,557	$ 52,702	$ 5,856	$ -	$ -	$ -
25	331	Transmission and Distribution Mains	12,226,889	2.000%	244,538	F-3	244,538	220,084	24,454			
26	333	Services	1,482,462	3.330%	49,366	F-8	49,366	-	-	-		49,366
27	334	Meters	1,378,333	8.330%	114,815	F-9	114,815	-	-	-	114,815	
28	335	Hydrants	961,896	2.000%	19,238	F-10	19,238	-	-	19,238		
29	336	Backflow Prevention Devices	-	6.670%	-	F-1	-	-	-	-		
30	339	Other Plant and Miscellaneous Equipment	114,539	6.670%	7,640	F-1	7,640	6,876	764	-		
31	**Subtotal Transmission and Distribution Plant**		$ 18,801,835		$ 494,154		$ 494,154	$ 279,661	$ 31,073	$ 19,238	$ 114,815	$ 49,366
32												
33	**General Plant**											
34	340	Office Furniture and Fixtures	$ 177,672	6.670%	$ 11,851	F-12	$ 11,851	$ -	$ -	$ 11,851		
35	340.1	Computer Equipment*	160,920	20.000%	32,184	F-12	32,184	-	-	32,184		
36	341	Transportation Equipment	268,464	20.000%	53,693	F-11	53,693	13,423	-	40,270		
37	342	Stores Equipment	-	4.000%	-	SF-3	-			-		
38	343	Tools and Work Equipment	122,712	5.000%	6,136	SF-3	6,136			6,136		
39	344	Laboratory Equipment	-	10.000%	-	SF-3	-			-		
40	345	Power Operated Equipment	31,548	5.000%	1,577	SF-3	1,577			1,577		
41	346	Communications Equipment	420,744	10.000%	42,074	F-13	42,074	10,519	-	31,556		

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Allocation of Depreciation Expense to Functions

Exhibit
Final Schedule G-6
Page 2.1
Witness: Bourassa

Line No.	Account No.	Description	Original Cost	Depreciation Rate	Depreciation Expense	Factor	Total Depr. Expense	Demand	Commodity	Customer	Meter	Service
1	**General Plant Continued**											
2	347	Miscellaneous Equipment	107,306	10.00%	10,731	SF-3	10,731			10,731		
3	348	Other Tangible Plant	155,378	10.00%	15,538	F-1	15,538	13,984	1,554	-		
4	**Subtotal General Plant**		$ 1,444,744		$ 173,783		$ 173,783	$ 37,926	$ 1,554	$ 134,304	$ -	$ -
5	**Total Plant**		$ 26,610,749		$ 1,069,934		$ 1,069,934	$ 685,761	$ 66,451	$ 153,542	$ 114,815	$ 49,366
6												
7												
8	Less: Amortization of Contributions											
9		Gross Contributions-in-aid of construction	$ (542,445)	4.0207%	$ (21,810)	F-1	$ (21,810)	$ (19,629)	$ (2,181)	$ -		
10					-		-	-	-			
11					-		-					-
12					-		-				-	
13					-		-			-		
14	Total Depreciation Expense		(542,445)		$ 1,048,124		$ 1,048,124	$ 666,132	$ 64,270	$ 153,542	$ 114,815	$ 49,366
15												
16												
17												
18	* Fully Depreciated											
19												

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Summary of Commodity - Demand Method Functions Factors

Exhibit
Final Schedule G-7
Page 1
Witness: Bourassa

Line No.	Description	Factor	Res 5/8 Inch	Res 3/4 Inch	Res 1 Inch	Res 2 Inch	Com 5/8 Inch	Com 3/4 Inch	Com 1 Inch	Com 1.5 Inch
1										
2										
3	Commodity	C-1	58.669%	0.180%	0.153%	0.011%	2.973%	0.086%	2.145%	4.078%
4	Demand	D-1	66.015%	0.394%	0.155%	0.062%	2.945%	0.070%	2.725%	3.285%
5	Customer	CS-1	88.635%	0.353%	0.083%	0.010%	3.954%	0.062%	1.463%	0.882%
6	Services	S-1	83.145%	0.331%	0.087%	0.018%	3.709%	0.058%	1.527%	1.023%
7	Meters	M-1	58.931%	0.386%	0.112%	0.084%	2.629%	0.068%	1.977%	1.987%
8										
9										
10										
11	Description	Factor	Com 2 Inch	Com 3 Inch	Com 4 Inch	Com 6 Inch	Com 8 Inch	Hydrant 3 Inch	Fire 4 Inch	Fire 6 Inch
12	Commodity	C-1	24.774%	4.541%	1.896%	0.041%	0.003%	0.450%	0.000%	0.000%
13	Demand	D-1	16.882%	3.216%	0.580%	0.387%	0.618%	1.732%	0.765%	0.162%
14	Customer	CS-1	2.833%	0.270%	0.031%	0.010%	0.010%	0.145%	1.028%	0.218%
15	Services	S-1	4.957%	0.594%	0.098%	0.048%	0.073%	0.015%	3.227%	1.015%
16	Meters	M-1	12.701%	1.933%	0.357%	0.224%	0.336%	1.586%	11.768%	4.698%
17										

	Description	Factor	Fire 8 Inch	Blank Blank	Totals
18	Commodity	C-1	0.000%	0.000%	100.000%
19	Demand	D-1	0.008%	0.000%	100.000%
20	Customer	CS-1	0.010%	0.000%	100.000%
21	Services	S-1	0.073%	0.000%	100.000%
22	Meters	M-1	0.224%	0.000%	100.000%
23					
24					

25 SUPPORTING SCHEDULES
26 G-7, page 3
27
28

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
COMMODITY - DEMAND METHOD FUNCTION FACTORS
Plant and Depreciation Expense Allocations Functions

Exhibit
Final Schedule G-7
Page 2
Witness: Bourassa

Line No.	Description	Factor	Total	Demand	Commodity	Customer	Meter	Service
1								
2	Description	Factor	Total	Demand	Commodity	Customer	Meter	Service
3	Wells	F-1	1.00	0.90	0.10			
4	Pumps & Equipment	F-2	1.00	0.90	0.10			
5	Trans. & Dist. Mains	F-3	1.00	0.90	0.10			
6	Structures & Improv.	F-4	1.00	1.00				
7	Water Treatment Equip.	F-5	1.00	0.90	0.10			
8	Land	F-6	1.00	1.00				
9	Customer	F-7	1.00			1.00		
10	Services	F-8	1.00					1.00
11	Meters	F-9	1.00				1.00	
12	Fire Hydrants	F-10	1.00			1.00		
13	Transportation Equip.	F-11	1.00	0.25		0.75		
14	Office Furniture	F-12	1.00			1.00		
15	Communication Equip.	F-13	1.00	0.25		0.75		
16	Specific	SF-1	1.00	1.00				
17	Specific	SF-2	1.00		1.00			
18	Specific	SF-3	1.00			1.00		
19								
20								

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Cost of Service Study, Using Commodity Demand Method
Development Of Expense Allocation Factors

Exhibit
Final Schedule G-7
Page 2.1
Witness: Bourassa

Line No.	Expense Type	Factor	Total	Demand	Commodity	Customer	Meters	Services
1								
2	Salaries and Wages[8]	E-1	1.00	0.40	0.20	0.40		
3	Repairs and Maintenance[1]	E-2	1.00	0.90	0.10			
4	Oustside Services[2]	E-3	1.00	0.40	0.20	0.40		
5	Purchased Power/Fuel for Power Prod.[3]	E-4	1.00		1.00			
6	Purchased Water[4]	E-5	1.00		1.00			
7	Materials and Supplies	E-6	1.00	0.90	0.10			
8	Rents	E-7	1.00			1.00		
9	Transportation[5]	E-8	1.00	0.25	-	0.75		
10	Chemicals[6]	E-9	1.00		1.00			
11	Water Testing[7]	E-10	1.00	0.90	0.10			
12	Specific	SE-1	1.00	1.00				
13	Specific	SE-2	1.00		1.00			
14	Specific	SE-3	1.00			1.00		
15	Specific	SE-4	1.00				1.00	
16	Specific	SE-5	1.00					1.00
17	Specific	SE-6	1.00	0.33	0.33	0.33		
18								
19	[1] Estimated based on examination of costs in repairs and maintenance and professional judgement.							
20	[2] Estimated based on examination of costs included in contractual services and professional judgement.							
21	[3] 100% related to pumping and water production.							
22	[4] 100% related to pumping and water production.							
23	[5] Based on allocation of transportation equipment. See G-7, page 2.							
24	[6] 100% related to water production.							
25	[7] Based on allocation of well plant and equipment. See G-7, page 2.							
26	[8] The Company does not have recorded salaries and wages expense. See allocation of contractual services.							
27								
28								
29								
30								
31								

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Cost of Service Study, Using Commodity Demand Method
Development of Class Allocation Factors

Exhibit
Final Schedule G-7
Page 3
Witness: Bourassa

COMMODITY ALLOCATION FACTOR (C-1)

Meter Size	Class	(a) Total Gallons (in 1,000's) In Test Year	Percent of Total
5/8 Inch	Res	664,275	58.67%
3/4 Inch	Res	2,042	0.18%
1 Inch	Res	1,728	0.15%
2 Inch	Res	129	0.01%
5/8 Inch	Com	33,663	2.97%
3/4 Inch	Com	969	0.09%
1 Inch	Com	24,289	2.15%
1.5 Inch	Com	46,167	4.08%
2 Inch	Com	280,498	24.77%
3 Inch	Com	51,419	4.54%
4 Inch	Com	21,462	1.896%
6 Inch	Com	468	0.041%
8 Inch	Com	31	0.003%
3 Inch	Hydrant	5,094	0.450%
4 Inch	Fire	-	0.000%
6 Inch	Fire	-	0.000%
8 Inch	Fire	-	0.000%
Totals		1,132,234	100.00%

DEMAND ALLOCATION FACTOR (D-1)

Meter Size	Class	Number of Meters and/or Services	Equivalent Weight	Equivalent Number of Meters and/or Services	Percent of Total
5/8 Inch	Res	8,540	1.0	8,540	66.01%
3/4 Inch	Res	34	1.5	51	0.39%
1 Inch	Res	8	2.5	20	0.15%
2 Inch	Res	1	8.0	8	0.06%
5/8 Inch	Com	381	1.0	381	2.95%
3/4 Inch	Com	6	1.5	9	0.07%
1 Inch	Com	141	2.5	353	2.72%
1.5 Inch	Com	85	5.0	425	3.29%
2 Inch	Com	273	8.0	2,184	16.88%
3 Inch	Com	26	16.0	416	3.22%
4 Inch	Com	3	25.0	75	0.58%
6 Inch	Com	1	50.0	50	0.39%
8 Inch	Com	1	80.0	80	0.62%
3 Inch	Hydrant	14	16.0	224	1.73%
4 Inch	Fire	99	1.0	99	0.77%
6 Inch	Fire	21	1.0	21	0.16%
8 Inch	Fire	1	1.0	1	0.01%
		-			
Totals		9,635		12,937	100.00%

CUSTOMER ALLOCATION FACTOR (CS-1)

Meter Size	Class	Number of Meters	Percent of Total
5/8 Inch	Res	8,540	88.64%
3/4 Inch	Res	34	0.35%
1 Inch	Res	8	0.08%
2 Inch	Res	1	0.01%
5/8 Inch	Com	381	3.95%
3/4 Inch	Com	6	0.06%
1 Inch	Com	141	1.46%
1.5 Inch	Com	85	0.88%
2 Inch	Com	273	2.83%
3 Inch	Com	26	0.27%
4 Inch	Com	3	0.03%
6 Inch	Com	1	0.01%
8 Inch	Com	1	0.01%
3 Inch	Hydrant	14	0.15%
4 Inch	Fire	99	1.03%
6 Inch	Fire	21	0.22%
8 Inch	Fire	1	0.01%
Totals		9,635	100.00%

SERVICES ALLOCATION FACTOR (S-1) (b)

Meter Size	Class	Number of Services	Installation Cost	Weighted Number Services	Percent of Total
5/8 Inch	Res	8,540	$ 445.00	3,800,300	83.15%
3/4 Inch	Res	34	445.00	15,130	0.33%
1 Inch	Res	8	495.00	3,960	0.09%
2 Inch	Res	1	830.00	830	0.02%
5/8 Inch	Com	381	445.00	169,545	3.71%
3/4 Inch	Com	6	445.00	2,670	0.06%
1 Inch	Com	141	495.00	69,795	1.53%
1.5 Inch	Com	85	550.00	46,750	1.02%
2 Inch	Com	273	830.00	226,590	4.96%
3 Inch	Com	26	1,045.00	27,170	0.59%
4 Inch	Com	3	1,490.00	4,470	0.10%
6 Inch	Com	1	2,210.00	2,210	0.05%
8 Inch	Com	1	3,315.00	3,315	0.07%
3 Inch	Hydrant	14	50.00	700	0.02%
4 Inch	Fire	99	1,490.00	147,510	3.23%
6 Inch	Fire	21	2,210.00	46,410	1.02%
8 Inch	Fire	1	3,315.00	3,315	0.07%
Totals		9,635		4,570,670	100.00%

METER ALLOCATION FACTOR (M-1) (b)

Meter Size	Class	Number of Meters	Meter Cost	Weighted Dollars of Meters	Percent of Total
5/8 Inch	Res	8,540	$ 155.00	1,323,700	58.93%
3/4 Inch	Res	34	255.00	8,670	0.39%
1 Inch	Res	8	315.00	2,520	0.11%
2 Inch	Res	1	1,890.00	1,890	0.08%
5/8 Inch	Com	381	155.00	59,055	2.63%
3/4 Inch	Com	6	255.00	1,530	0.07%
1 Inch	Com	141	315.00	44,415	1.98%
1.5 Inch	Com	85	525.00	44,625	1.99%
2 Inch	Com	273	1,045.00	285,285	12.70%
3 Inch	Com	26	1,670.00	43,420	1.93%
4 Inch	Com	3	2,670.00	8,010	0.36%
6 Inch	Com	1	5,025.00	5,025	0.22%
8 Inch	Com	1	7,537.50	7,538	0.34%
3 Inch	Hydrant	14	2,545.00	35,630	1.59%
4 Inch	Fire	99	2,670.00	264,330	11.77%
6 Inch	Fire	21	5,025.00	105,525	4.70%
8 Inch	Fire	1	5,025.00	5,025	0.22%
Totals		9,635		2,246,193	100.00%

(a) Includes customer and gallon sold annualization.
(b) Meter and Service Line cost from Arizona Corporation Commission Memo of February 21, 2008 from Marlin Scott, Jr.. Meter costs based on compound meters. Cost of service line and meter is based on costs allowed for a compound meter installation.

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Cost of Service Study Using Commodity / Demand Method
Computation of Monthly Minimums for Customer, Service, Meter
Using Function Costs and Expenses

Exhibit
Final Schedule G-8
Page 1
Witness: Bourassa

Line No.						Customer	Service	Meter
1	Return on Rate Base	10.17%				62,798	3,218	10,444
2	Misc. Revenues					768		
3	Customer, Services and Meter Expenses (From Sch. G-6. Page 1)					1,091,369	49,366	114,815
4	Property Taxes					200,864		
5	Income Taxes					416,484		
6	Total Revenue Requirement / Customer, Meter & Service (Line 13+15+16+17)					1,772,282	52,584	125,260
7								
8	**Customer Charge**							
9	Number of Bills =	9,635	times	12		115,620		
10								
11	**Charge per Bill**					$ 15.33		
12	(Customer Revenue Requirement divided by Annualized Number of Bills)							
13								
14	**Service Line and Meter Charge**							
15	Equivalent 5/8 Meters	12,937	times	12			155,238	155,238
16								
17	**Charge per Equivalent Meter**						$ 0.34	$ 0.81
18								
19								
20	**CUSTOMER CHARGE:**							
21	Monthly Minimum for 5/8 Inch Meter (with no water included in Minimum or Demand Charge)							
22	Charge per Bill						$ 15.33	
23	Charge per Equivalent Service Line						0.34	
24	Charge per Equivalent Meter						0.81	
25	(Service and Meter Revenue Requirement divided by Annual Equivalent Meters)							
26	Monthly Minimum for 5/8 Inch Meter, **WITHOUT** Demand Charge Included						$ 16.47	

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Cost of Service Study Using Commodity / Demand Method
Computation of Monthly Minimums for Demand Charge

Exhibit
Final Schedule G-8
Page 2
Witness: Bourassa

Line No.	**DEMAND CHARGE:**				
1					
2	Return on Rate Base 10.17%				673,926
3	Demand Expenses, from Schedule G-6, Page 1				1,528,195
4					
5	Totals				2,202,121
6	Total Revenue Requirement / Demand Component				
7	Equivalent Number of 5/8 Meters billings				150,246
8	Demand Charge for 5/8 Inch Meter				$ 14.66
9					
10		5/8" Demand	Meter		Demand
11	Demand Charge Per Equivalent	Charge	Ratio		Charge
12	5/8 Inch Meter	$ 14.66	1.0	$	14.66
13	3/4 Inch Meter	$ 14.66	1.5	$	21.99
14	1 Inch Meter	$ 14.66	2.5	$	36.64
15	1 1/2 Inch Meter	$ 14.66	5.0	$	73.28
16	2 Inch Meter	$ 14.66	8.0	$	117.25
17	3 Inch Meter	$ 14.66	16.0	$	234.51
18	4 Inch Meter	$ 14.66	25.0	$	366.42
19	6 Inch Meter	$ 14.66	50.0	$	732.84
20					
21					

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Cost of Service Study Using Commodity / Demand Method
Computation Demand Charge and Commodity

Exhibit
Final Schedule G-8
Page 3
Witness: Bourassa

Line No.			Commodity	Customer	Service	Meter	Demand
1	Return on Rate Base	10.17%	48,958	62,798	10,444	3,218	673,926
2	Less: Miscellaneous Revenues			(139,114)			
3							
4	Expenses (From Sch. G-6. Page 1)		1,091,950	1,091,369	49,366	114,815	1,528,195
5	Property taxes			200,864			
6	Income Taxes			416,484			
7	Total Revenue Requirement by function		1,140,908	1,632,400	59,810	118,033	2,202,121
8	Gallons Sold (in 1,000's)(Zero Gallons in Minimum) (G-7, page 3)		1,132,234				
9	Computed Commodity Rate		$ 1.0077				
10	Annualized Number of Bills			115,620			
11	Equivalent Meters and Service Lines				155,238	155,238	155,238
12	Customer Charge (line 18 divided by line 21)			$ 14.12			
13	Meter, Service Line & Demand Charge (Line 18 divided by Line 22)				$ 0.39	$ 0.76	$ 14.19
14	Total Monthly Minimum Charge for a 5/8 Inch Meter (Sum of Customer,						
15	Service Line, Meter and Demand Charge on Lines 23 & Line 24)						$ 29.45
16							
17							

	Monthly Minimum	5/8" Monthly Minimum	Meter Ratio	Demand Charge
19	5/8 Inch Meter	$ 29.45	1.0	$ 29.45
20	3/4 Inch Meter	$ 29.45	1.5	$ 44.17
21	1 Inch Meter	$ 29.45	2.5	$ 73.62
22	1 1/2 Inch Meter	$ 29.45	5.0	$ 147.25
23	2 Inch Meter	$ 29.45	8.0	$ 235.60
24	3 Inch Meter	$ 29.45	16.0	$ 471.20
25	4 Inch Meter	$ 29.45	25.0	$ 736.24
26	6 Inch Meter	$ 29.45	50.0	$ 1,472.49
27	8 Inch Meter	$ 29.45	80.0	$ 2,355.98
28				
29				
30				
31				

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Cost of Service Study Using Commodity / Demand Method
Computation Demand Charge and Commodity

Exhibit
Final Schedule G-8
Page 4
Witness: Bourassa

Line No.					
1	**Single Tier Rate Design with Some Customer and Demand Costs recovered via the Commodity Rate**				
2					
3	Revenue Requirements Collected via Commodity Charge				
4		Total		Portion of	
5		Rev. Req.	%	Rev. Req.	
6	Customer, Service, and Meter Costs	$ 1,810,243	45%	$ 814,609	
7	Demand Costs	2,202,121	45%	990,955	
8	Commodity Costs	1,140,908	100%	1,140,908	
9	Total Costs to be Collected via Commodity			$ 2,946,472	
10	Gallons Sold			1,132,234	
11					
12	Commodity Charge (per 1,000 gallons)			$ 2.602	
13					
14	Revenue Requirement Collected				
15					
16	Monthly Minimum 5/8 Meter				
17	Total Revenue Requirement			$ 5,153,272	
18	Less: Portion of Revenue Requirement Collected via Commodity Charge			(2,946,472)	
19	Balance to be Recovered through Monthly Minimum			$ 2,206,800	42.82%
20					
21	Number of Equivalent 5/8 Inch Meter Billings			155,238	
22					
23	Computed Monthly Minimum 5/8 Inch Meter			$ 14.22	
24					
25					
26		5/8"	Meter	Monthly	
27	Meter Size	Minimum	Ratio	Minimum	
28	5/8 Inch Meter	$ 14.22	1.0	$ 14.22	
29	3/4 Inch Meter	$ 14.22	1.5	$ 21.32	
30	1 Inch Meter	$ 14.22	2.5	$ 35.54	
31	1 1/2 Inch Meter	$ 14.22	5.0	$ 71.08	
32	2 Inch Meter	$ 14.22	8.0	$ 113.72	
33	3 Inch Meter	$ 14.22	16.0	$ 227.45	
34	4 Inch Meter	$ 14.22	25.0	$ 355.39	
35	6 Inch Meter	$ 14.22	50.0	$ 710.78	
36	8 Inch Meter	$ 14.22	80.0	$ 1,137.25	
37	10 Inch Meter				
38					

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Comparison of Proposed Rates to Computed Costs
For a 5/8 Inch Residential Meter

Exhibit
Final Schedule G-9
Page 1
Witness: Bourassa

Column Number-->		(1)	(2)		(3)	(4)	(5)	(6)	(7)	(8)	(9)
		Revenues									(Col. 2 - Col. 8) Total Revenues minus Total Charges & Costs
Line No.	Water Usage	Monthly Minimum	Commodity	Total	Demand Charges	Customer Charges	Service Line Charges	Meter Charges	Commodity Charges	Total Charges & Costs	
1	0	$ 17.00	$ -	$ 17.00	$ 14.19	$ 14.12	$ 0.39	$ 0.76	0	$ 29.45	$ (12.45)
2	1,000	17.00	1.81	18.81	14.19	14.12	0.39	0.76	1.008	30.46	(11.64)
3	2,000	17.00	3.63	20.63	14.19	14.12	0.39	0.76	2.015	31.47	(10.84)
4	3,000	17.00	5.44	22.44	14.19	14.12	0.39	0.76	3.023	32.47	(10.03)
5	4,000	17.00	7.26	24.26	14.19	14.12	0.39	0.76	4.031	33.48	(9.22)
6	5,000	17.00	9.67	26.67	14.19	14.12	0.39	0.76	5.038	34.49	(7.81)
7	6,000	17.00	12.09	29.09	14.19	14.12	0.39	0.76	6.046	35.50	(6.41)
8	7,000	17.00	14.50	31.50	14.19	14.12	0.39	0.76	7.054	36.50	(5.00)
9	8,000	17.00	16.92	33.92	14.19	14.12	0.39	0.76	8.061	37.51	(3.59)
10	9,000	17.00	19.33	36.33	14.19	14.12	0.39	0.76	9.069	38.52	(2.18)
11	10,000	17.00	21.75	38.75	14.19	14.12	0.39	0.76	10.077	39.53	(0.78)
12	12,000	17.00	27.68	44.68	14.19	14.12	0.39	0.76	12.092	41.54	3.14
13	14,000	17.00	33.61	50.61	14.19	14.12	0.39	0.76	14.107	43.56	7.05
14	16,000	17.00	39.54	56.54	14.19	14.12	0.39	0.76	16.123	45.57	10.97
15	18,000	17.00	45.47	62.47	14.19	14.12	0.39	0.76	18.138	47.59	14.88
16	20,000	17.00	51.40	68.40	14.19	14.12	0.39	0.76	20.153	49.60	18.79
17	25,000	17.00	66.22	83.22	14.19	14.12	0.39	0.76	25.192	54.64	28.58
18	30,000	17.00	81.05	98.05	14.19	14.12	0.39	0.76	30.230	59.68	38.37
19	35,000	17.00	95.87	112.87	14.19	14.12	0.39	0.76	35.268	64.72	48.15
20	40,000	17.00	110.69	127.69	14.19	14.12	0.39	0.76	40.306	69.76	57.94
21	45,000	17.00	125.52	142.52	14.19	14.12	0.39	0.76	45.345	74.79	67.72
22	50,000	17.00	140.34	157.34	14.19	14.12	0.39	0.76	50.383	79.83	77.51
23	60,000	17.00	169.99	186.99	14.19	14.12	0.39	0.76	60.460	89.91	97.08
24	70,000	17.00	199.64	216.64	14.19	14.12	0.39	0.76	70.536	99.99	116.65
25	80,000	17.00	229.29	246.29	14.19	14.12	0.39	0.76	80.613	110.06	136.23
26	90,000	17.00	258.94	275.94	14.19	14.12	0.39	0.76	90.689	120.14	155.80
27	100,000	17.00	288.59	305.59	14.19	14.12	0.39	0.76	100.766	130.22	175.37

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Comparison of Proposed Rates to Computed Costs
For a 3/4 Inch Residential Meter

Exhibit
Final Schedule G-9
Page 2
Witness: Bourassa

Column Number-->		(1)	(2)	(3)	(4)	(5)	(6)	(7)	(8)	(9)
		Revenues								(Col. 2 - Col. 8) Total Revenues minus Total Charges & Costs
Line No.	Water Usage	Monthly Minimum	Commodity	Total	Demand Charges	Customer Charges	Service Line Charges	Meter Charges	Commodity Charges	Total Charges & Costs
1	0	$ 25.50	$ -	$ 25.50	$ 21.28	$ 21.18	$ 0.58	$ 1.14	0	$ 44.17	$ (18.67)
2	1,000	25.50	1.81	27.31	21.28	21.18	0.58	1.14	1.008	45.18	(17.87)
3	2,000	25.50	3.63	29.13	21.28	21.18	0.58	1.14	2.015	46.19	(17.06)
4	3,000	25.50	5.44	30.94	21.28	21.18	0.58	1.14	3.023	47.20	(16.25)
5	4,000	25.50	7.26	32.76	21.28	21.18	0.58	1.14	4.031	48.21	(15.45)
6	5,000	25.50	9.67	35.17	21.28	21.18	0.58	1.14	5.038	49.21	(14.04)
7	6,000	25.50	12.09	37.59	21.28	21.18	0.58	1.14	6.046	50.22	(12.63)
8	7,000	25.50	14.50	40.00	21.28	21.18	0.58	1.14	7.054	51.23	(11.22)
9	8,000	25.50	16.92	42.42	21.28	21.18	0.58	1.14	8.061	52.24	(9.82)
10	9,000	25.50	19.33	44.83	21.28	21.18	0.58	1.14	9.069	53.24	(8.41)
11	10,000	25.50	21.75	47.25	21.28	21.18	0.58	1.14	10.077	54.25	(7.00)
12	12,000	25.50	27.68	53.18	21.28	21.18	0.58	1.14	12.092	56.27	(3.09)
13	14,000	25.50	33.61	59.11	21.28	21.18	0.58	1.14	14.107	58.28	0.83
14	16,000	25.50	39.54	65.04	21.28	21.18	0.58	1.14	16.123	60.30	4.74
15	18,000	25.50	45.47	70.97	21.28	21.18	0.58	1.14	18.138	62.31	8.66
16	20,000	25.50	51.40	76.90	21.28	21.18	0.58	1.14	20.153	64.33	12.57
17	25,000	25.50	66.22	91.72	21.28	21.18	0.58	1.14	25.192	69.37	22.36
18	30,000	25.50	81.05	106.55	21.28	21.18	0.58	1.14	30.230	74.40	32.14
19	35,000	25.50	95.87	121.37	21.28	21.18	0.58	1.14	35.268	79.44	41.93
20	40,000	25.50	110.69	136.19	21.28	21.18	0.58	1.14	40.306	84.48	51.71
21	45,000	25.50	125.52	151.02	21.28	21.18	0.58	1.14	45.345	89.52	61.50
22	50,000	25.50	140.34	165.84	21.28	21.18	0.58	1.14	50.383	94.56	71.29
23	60,000	25.50	169.99	195.49	21.28	21.18	0.58	1.14	60.460	104.63	90.86
24	70,000	25.50	199.64	225.14	21.28	21.18	0.58	1.14	70.536	114.71	110.43
25	80,000	25.50	229.29	254.79	21.28	21.18	0.58	1.14	80.613	124.79	130.00
26	90,000	25.50	258.94	284.44	21.28	21.18	0.58	1.14	90.689	134.86	149.57
27	100,000	25.50	288.59	314.09	21.28	21.18	0.58	1.14	100.766	144.94	169.15

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Comparison of Proposed Rates to Computed Costs
For a 1 Inch Residential Meter

Exhibit
Final Schedule G-9
Page 3
Witness: Bourassa

Column Number-->		(1)	(2)		(3)	(4)	(5)	(6)	(7)	(8)	(9)
		Revenues									(Col. 2 - Col. 8) Total Revenues minus Total Charges & Costs
Line No.	Water Usage	Monthly Minimum	Commodity	Total	Demand Charges	Customer Charges	Service Line Charges	Meter Charges	Commodity Charges	Total Charges & Costs	
1	0	$ 38.25	$ -	$ 38.25	$ 35.46	$ 35.30	$ 0.96	$ 1.90	0	$ 73.62	$ (35.37)
2	1,000	38.25	2.11	40.36	35.46	35.30	0.96	1.90	1.008	74.63	(34.27)
3	2,000	38.25	4.23	42.48	35.46	35.30	0.96	1.90	2.015	75.64	(33.16)
4	3,000	38.25	6.34	44.59	35.46	35.30	0.96	1.90	3.023	76.65	(32.05)
5	4,000	38.25	8.46	46.71	35.46	35.30	0.96	1.90	4.031	77.65	(30.95)
6	5,000	38.25	10.57	48.82	35.46	35.30	0.96	1.90	5.038	78.66	(29.84)
7	6,000	38.25	12.69	50.94	35.46	35.30	0.96	1.90	6.046	79.67	(28.73)
8	7,000	38.25	14.80	53.05	35.46	35.30	0.96	1.90	7.054	80.68	(27.62)
9	8,000	38.25	16.92	55.17	35.46	35.30	0.96	1.90	8.061	81.69	(26.52)
10	9,000	38.25	19.03	57.28	35.46	35.30	0.96	1.90	9.069	82.69	(25.41)
11	10,000	38.25	21.15	59.40	35.46	35.30	0.96	1.90	10.077	83.70	(24.30)
12	12,000	38.25	26.98	65.23	35.46	35.30	0.96	1.90	12.092	85.72	(20.49)
13	14,000	38.25	32.81	71.06	35.46	35.30	0.96	1.90	14.107	87.73	(16.67)
14	16,000	38.25	38.64	76.89	35.46	35.30	0.96	1.90	16.123	89.75	(12.86)
15	18,000	38.25	44.47	82.72	35.46	35.30	0.96	1.90	18.138	91.76	(9.04)
16	20,000	38.25	50.30	88.55	35.46	35.30	0.96	1.90	20.153	93.78	(5.23)
17	25,000	38.25	64.87	103.12	35.46	35.30	0.96	1.90	25.192	98.82	4.31
18	30,000	38.25	79.45	117.70	35.46	35.30	0.96	1.90	30.230	103.85	13.84
19	35,000	38.25	94.02	132.27	35.46	35.30	0.96	1.90	35.268	108.89	23.38
20	40,000	38.25	108.59	146.84	35.46	35.30	0.96	1.90	40.306	113.93	32.91
21	45,000	38.25	123.17	161.42	35.46	35.30	0.96	1.90	45.345	118.97	42.45
22	50,000	38.25	137.74	175.99	35.46	35.30	0.96	1.90	50.383	124.01	51.99
23	60,000	38.25	166.89	205.14	35.46	35.30	0.96	1.90	60.460	134.08	71.06
24	70,000	38.25	196.04	234.29	35.46	35.30	0.96	1.90	70.536	144.16	90.13
25	80,000	38.25	225.19	263.44	35.46	35.30	0.96	1.90	80.613	154.24	109.20
26	90,000	38.25	254.34	292.59	35.46	35.30	0.96	1.90	90.689	164.31	128.27
27	100,000	38.25	283.49	321.74	35.46	35.30	0.96	1.90	100.766	174.39	147.35

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Revenue Summary
With Annualized Revenues to Year End Number of Customers

Exhibit
Final Schedule H-1
Page 1
Witness: Bourassa

Line No.	Meter Size	Class	Division	Present Revenues	Proposed Revenues	Dollar Change	Percent Change	Percent of Present Water Revenues	Percent of Proposed Water Revenues
1	5/8x3/4 Inch	Residential	Bella Vista	$ 2,139,103	$ 2,798,329	$ 659,226	30.82%	53.23%	54.60%
	5/8x3/4 Inch	Residential	Northern Sunrise	189,511	123,324	(66,187)	-34.92%	4.72%	2.41%
	5/8x3/4 Inch	Residential	Southern Sunrise	423,617	274,622	(148,995)	-35.17%	10.54%	5.36%
2	3/4 Inch	Residential	Bella Vista	11,182	13,791	2,609	23.33%	0.28%	0.27%
	3/4 Inch	Residential	Northern Sunrise	1,344	938	(406)	-30.23%	0.03%	0.02%
3	1 Inch	Residential	Bella Vista	5,821	8,061	2,240	38.48%	0.14%	0.16%
4	2 Inch	Residential	Bella Vista	725	1,411	687	94.78%	0.02%	0.03%
5									
6		Subtotal		2,771,302	3,220,476	449,173	16.21%	68.96%	62.84%
7									
8	5/8 Inch	Commercial	Bella Vista	$ 124,380	$ 167,954	$ 43,574	35.03%	3.09%	3.28%
9	3/4 Inch	Commercial	Bella Vista	3,382	4,404	1,021	30.19%	0.08%	0.09%
10	1 Inch	Commercial	Bella Vista	89,928	124,118	34,190	38.02%	2.24%	2.42%
	1 Inch	Commercial	Southern Sunrise	1,657	904	(754)	-45.48%	0.04%	0.02%
11	1.5 Inch	Commercial	Bella Vista	115,753	193,179	77,426	66.89%	2.88%	3.77%
12	2 Inch	Commercial	Bella Vista	651,968	1,036,737	384,770	59.02%	16.22%	20.23%
	2 Inch	Commercial	Southern Sunrise	4,422	2,121	(2,301)	-52.03%	0.11%	0.04%
13	3 Inch	Commercial	Bella Vista	131,628	188,967	57,339	43.56%	3.28%	3.69%
14	4 Inch	Commercial	Bella Vista	56,353	85,398	29,045	51.54%	1.40%	1.67%
15	6 Inch	Commercial	Bella Vista	12,229	11,179	(1,050)	-8.59%	0.30%	0.22%
16	8 Inch	Commercial	Bella Vista	15,578	16,384	806	5.17%	0.39%	0.32%
17									
18		Subtotal		$ 1,207,278	$ 1,831,345	$ 624,067	51.69%	30.04%	35.73%
19									
20									
21	3 Inch	Hydrant	Bella Vista	$ 31,719	$ 50,240	18,521	58.39%	0.79%	0.98%
22									
23	4 Inch	Fire Sprinkler	Bella Vista	6,050	18,150	12,100	200.00%	0.15%	0.35%
24	6 Inch	Fire Sprinkler	Bella Vista	2,394	4,284	1,890	78.95%	0.06%	0.08%
25	8 Inch	Fire Sprinkler	Bella Vista	155	326	171	110.04%	0.00%	0.01%
26									
27		Subtotal		$ 8,599	$ 22,760	$ 14,161	164.67%	0.21%	0.44%
28									
29									
30									
31	Total Revenues Before Annualization			$ 4,018,899	$ 5,124,821	$ 1,105,922	27.52%	100.00%	100.00%
32									

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Revenue Summary
With Annualized Revenues to Year End Number of Customers

Exhibit
Final Schedule H-1
Page 2
Witness: Bourassa

Line No.	Meter Size	Class	Division	Present Revenues	Revenue Annualization: Proposed Revenues	Revenue Annualization: Dollar Change	Revenue Annualization: Percent Change	Revenue Annualization: Additional Bills	Revenue Annualization: Additional Gallons to be Pumped (In 1,000's)	
1										
2										
3	Meter									
4	Size	Class	Division	Present Revenues	Proposed Revenues	Dollar Change	Percent Change	Additional Bills	Additional Gallons to be Pumped (In 1,000's)	
5	5/8x3/4 Inch	Residential	Bella Vista	$ 7,889	$ 10,475	2,586	32.77%	340	2,303	C-2, pg 5.1
	5/8x3/4 Inch	Residential	Northern Sunrise	(2,465)	(1,633)	832	0.00%	(56)	(341)	C-2, pg 5.2
	5/8x3/4 Inch	Residential	Southern Sunrise	2,872	1,874	(998)	-34.74%	68	368	C-2, pg 5.3
6	3/4 Inch	Residential	Bella Vista	(81)	(102)	(21)	0.00%	(3)	(14)	C-2, pg. 5.4
	3/4 Inch	Residential	Northern Sunrise	-	-	-	0.00%	-	-	C-2, pg. 5.5
7	1 Inch	Residential	Bella Vista	-	-	-	0.00%	-	-	C-2, pg. 5.6
8	2 Inch	Residential	Bella Vista	-	-	-	0.00%	-	-	C-2, pg. 5.7
9										
10		Subtotal		$ 8,215	$ 10,614	2,399	29.21%	349	2,317	
11										
12	5/8 Inch	Commercial	Bella Vista	$ (1,504)	$ (2,173)	(669)	0.00%	(61)	(460)	C-2, pg. 5.8
13	3/4 Inch	Commercial	Bella Vista	33	45	12	36.69%	1	8	C-2, pg. 5.9
14	1 Inch	Commercial	Bella Vista	727	1,033	306	42.05%	14	211	C-2, pg. 5.10
	1 Inch	Commercial	Southern Sunrise	464	263	(200)	-43.18%	5	35	C-2, pg. 5.11
15	1.5 Inch	Commercial	Bella Vista	2,625	4,243	1,618	61.64%	21	1,057	C-2, pg. 5.12
16	2 Inch	Commercial	Bella Vista	2,102	3,195	1,093	52.01%	9	933	C-2, pg. 5.13
	2 Inch	Commercial	Southern Sunrise	-	-	-	0.00%	-	-	C-2, pg. 5.14
17	3 Inch	Commercial	Bella Vista	2,174	3,061	887	40.83%	5	840	C-2, pg. 5.15
18	4 Inch	Commercial	Bella Vista	(9,694)	(14,365)	(4,670)	0.00%	(8)	(4,416)	C-2, pg. 5.16
19	6 Inch	Commercial	Bella Vista	-	-	-	0.00%	-	-	
20	8 Inch	Commercial	Bella Vista	-	-	-	0.00%	-	-	
21						-				
22		Subtotal		$ (3,074)	$ (4,697)	3,175	-103.30%	(14)	(1,794)	
23										
24										
25	3 Inch	Hydrant	Bella Vista	$ (2,036)	$ (3,264)	(1,227)	0.00%	(12)	(333)	C-2, pg. 5.17
26										
27	4 Inch	Fire Sprinkler	Bella Vista	(110)	(330)	(220)	0.00%	(22)	-	C-2, pg. 5.18
28	6 Inch	Fire Sprinkler	Bella Vista	-	-	-	0.00%	-	-	
29	8 Inch	Fire Sprinkler	Bella Vista	-	-	-	0.00%	-	-	
30										
31		Subtotal		$ (110)	$ (330)	$ (220)	200.00%	(22)	-	
32										
33										
34										
35										
36	Total Revenue Annualization			$ 2,995	$ 2,324	$ 4,127	137.82%	301	190	
37										

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Revenue Summary
With Annualized Revenues to Year End Number of Customers

Exhibit
Final Schedule H-1
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Witness: Bourassa

Line No.		Present Revenues	Proposed Revenues	Dollar Change	Percent Change	Percent of Present Water Revenues	Percent of Proposed Water Revenues
1							
2							
3	Subtotal Metered Revenues	$ 4,018,899	$ 5,124,821	$ 1,105,922	27.52%	100.00%	100.00%
4	Subtotal Revenue Annualization	2,995	2,324	(671)	-22.41%	0.07%	0.05%
5	Total Metered Revenues	$ 4,021,894	$ 5,127,145	$ 1,105,251	27.48%		
6							
7	Misc. Revenues	$ 139,114	$ 139,114	-	0.00%	3.46%	2.71%
8	Reconciling Amount to GL	1,128	776	(352)	-31.21%	0.03%	0.02%
9	Total Water Revenues	$ 4,162,136	$ 5,267,035	$ 1,104,899	26.55%	0.00%	0.00%
10							
11							
12							
13							
14							
15							
16							
17							
18							
19							
20							
21							
22							
23							
24							
25							
26							
27							
28							
29							
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32							
33							
34							
35							

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Customer Summary

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Final Schedule H-2
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Line No.	Meter Size, Class		Division	(a) Average Number of Customers at 3/31/2009	Average Consumption	Average Bill Present Rates	Average Bill Proposed Rates	Proposed Increase Dollar Amount	Proposed Increase Percent Amount
1	5/8x3/4 Inch	Residential	Bella Vista	7,377	6,612	$ 22.90	$ 30.42	$ 7.52	32.86%
2	5/8x3/4 Inch	Residential	Northern Sunrise	348	5,755	43.08	28.37	(14.71)	-34.14%
3	5/8x3/4 Inch	Residential	Southern Sunrise	786	5,581	42.60	27.95	(14.64)	-34.38%
4	3/4 Inch	Residential	Bella Vista	33	4,539	27.10	33.96	6.86	25.30%
5	3/4 Inch	Residential	Northern Sunrise	1	20,334	110.55	77.43	(33.12)	-29.96%
6	1 Inch	Residential	Bella Vista	8	18,005	57.53	82.33	24.80	43.11%
7	2 Inch	Residential	Bella Vista	1	10,709	57.89	117.61	59.72	103.16%
8		Subtotal		8,554					
9									
10	5/8 Inch	Commercial	Bella Vista	386	7,365	$ 24.32	$ 35.10	$ 10.78	44.34%
11	3/4 Inch	Commercial	Bella Vista	6	13,542	43.69	61.47	17.78	40.68%
12	1 Inch	Commercial	Bella Vista	138	14,485	50.88	72.15	21.27	41.81%
13	1 Inch	Commercial	Southern Sunrise	2	4,448	86.40	47.56	(38.84)	-44.95%
14	1.5 Inch	Commercial	Bella Vista	83	45,156	115.24	187.12	71.87	62.36%
15	2 Inch	Commercial	Bella Vista	271	85,760	199.74	303.27	103.53	51.83%
16	2 Inch	Commercial	Southern Sunrise	1	34,624	367.78	167.65	(200.13)	-54.42%
17	3 Inch	Commercial	Bella Vista	26	164,752	428.68	602.95	174.27	40.65%
18	4 Inch	Commercial	Bella Vista	4	588,148	1,280.00	1,900.00	620.00	48.44%
19	6 Inch	Commercial	Bella Vista	1	39,001	1,019.11	931.61	(87.50)	-8.59%
20	8 Inch	Commercial	Bella Vista	1	2,542	1,297.47	1,365.32	67.85	5.23%
21		Subtotal		918					
22									
23	3 Inch	Hydrant	Bella Vista	15	30,148	$ 174.28	$ 279.11	$ 104.83	60.15%
24									
25	4 Inch	Fire Sprinkler	Bella Vista	101	-	$ 5.00	$ 15.00	$ 10.00	200.00%
26	6 Inch	Fire Sprinkler	Bella Vista	21	-	9.50	17.00	7.50	78.95%
27	8 Inch	Fire Sprinkler	Bella Vista	1	-	12.95	27.20	14.25	110.04%
28		Subtotal		123					
29									
30									
31									
32		Total		9,610					
33									

34 **(a)** Average number of customers of less than one (1), indicates that less than 12 bills were issued during the year.
35

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Customer Summary

Exhibit
Final Schedule H-2
Page 2
Witness: Bourassa

Line No.	Meter Size, Class		Division	(a) Average Number of Customers at 3/31/2009	Median Consumption	Median Bill Present Rates	Median Bill Proposed Rates	Proposed Increase Dollar Amount	Proposed Increase Percent Amount
1	5/8x3/4 Inch	Residential	Bella Vista	7,377	4,500	$ 19.37	$ 25.37	$ 6.00	30.99%
2	5/8x3/4 Inch	Residential	Northern Sunrise	348	4,500	40.00	25.37	(14.63)	-36.58%
3	5/8x3/4 Inch	Residential	Southern Sunrise	786	3,500	38.00	23.27	(14.73)	-38.75%
4	3/4 Inch	Residential	Bella Vista	33	4,500	27.07	33.87	6.80	25.13%
5	3/4 Inch	Residential	Northern Sunrise	1	18,500	103.40	72.04	(31.36)	-30.33%
6	1 Inch	Residential	Bella Vista	8	10,500	43.35	60.62	17.28	39.86%
7	2 Inch	Residential	Bella Vista	-	1,500	43.71	98.34	54.63	125.01%
8		Subtotal		8,553					
9									
10	5/8 Inch	Commercial	Bella Vista	386	3,500	$ 18.40	$ 24.32	$ 5.93	32.23%
11	3/4 Inch	Commercial	Bella Vista	6	4,500	27.07	35.32	8.25	30.49%
12	1 Inch	Commercial	Bella Vista	138	8,500	39.57	56.04	16.47	41.63%
13	1 Inch	Commercial	Southern Sunrise	2	6,500	91.63	51.85	(39.77)	-43.41%
14	1.5 Inch	Commercial	Bella Vista	-	28,500	83.77	138.94	55.17	65.87%
15	2 Inch	Commercial	Bella Vista	271	39,500	112.31	177.86	65.55	58.37%
16	2 Inch	Commercial	Southern Sunrise	1	21,000	314.65	139.14	(175.51)	-55.78%
17	3 Inch	Commercial	Bella Vista	26	143,700	388.89	542.06	153.17	39.39%
18	4 Inch	Commercial	Bella Vista	-	623,000	1,345.87	2,000.81	654.94	48.66%
19	6 Inch	Commercial	Bella Vista	1	43,500	1,027.62	941.03	(86.59)	-8.43%
20	8 Inch	Commercial	Bella Vista	1	1,000	1,295.97	1,362.09	66.12	5.10%
21		Subtotal		831					
22									
23	3 Inch	Hydrant	Bella Vista	15	4,500	$ 126.27	$ 203.64	$ 77.38	61.28%
24									
25	4 Inch	Fire Sprinkler	Bella Vista	-	-	$ 5.00	$ 15.00	$ 10.00	200.00%
26	6 Inch	Fire Sprinkler	Bella Vista	-	-	9.50	17.00	7.50	78.95%
27	8 Inch	Fire Sprinkler	Bella Vista	1	-	12.95	27.20	14.25	110.04%
28		Subtotal		1					
29									
30									
31									
32		Total		9,400					

33 **(a)** Average number of customers of less than one (1), indicates that less than 12 bills were issued during the year.
34
35

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Present and Proposed Rates

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Line No.	Monthly Usage Charge for:	Bella Vista Present Rates	Northern Sunrise Present Rates	Southern Sunrise Present Rates	Consolidated Proposed Rates
1	Meter Size (All Zones and Classes):				
2	5/8 Inch	$ 15.00	$ 31.00	$ 31.00	$ 17.00
2	3/4 Inch	22.70	46.50	46.50	25.50
3	1 Inch	28.10	77.50	77.50	38.25
4	1 1/2 Inch	34.50	155.00	155.00	76.50
5	2 Inch	42.25	248.00	248.00	95.20
6	3 Inch	121.90	496.00	496.00	190.40
7	4 Inch	173.00	775.00	775.00	318.75
8	6 Inch	950.00	930.00	930.00	850.00
9	8 Inch	1,295.00	1,550.00	1,550.00	1,360.00
10					
11	Fire Sprinklers - 4 Inch (See Note1 and Note 2)	5.00	NT	NT	15.00
12	Fire Sprinklers - 6 Inch (See Note1 and Note 2)	9.50	NT	NT	17.00
13	Fire Sprinklers - 8 Inch (See Note1 and Note 2)	12.95	NT	NT	27.20
14					
15	Gallons In Minimum (All Meter Sizes and Classes)	-	-	-	-

Line No.	Commodity Rates Meter Size and Class	Block	Bella Vista Present Rate	Northern Sunrise Present Rate	Southern Sunrise Present Rate	Consolidated Proposed Rate
16						
17						
18			Bella Vista	Northern Sunrise	Southern Sunrise	Consolidated
19			(Per 1,000 gallons)			
20	Commodity Rates					
21	Meter Size and Class	Block	Present Rate	Present Rate	Present Rate	Proposed Rate
22						
23	5/8 Inch Residential	0 gallons to 5,000 gallons	$ 0.97			
24		5,000 gallons to 25,000 gallons	$ 1.89			
25		Over 25,000 gallons	$ 2.41			
26						
27	5/8 Inch - Residential	0 gallons to 5,000 gallons		$ 2.00	$ 2.00	
28		5,001 to 10,000 gallons		$ 2.75	$ 2.75	
29		over 10,000 gallons		$ 3.90	$ 3.90	
30						
31	5/8 Inch - Residential	0 gallons to 4,000 gallons				$ 1.79
32		4,000 gallons to 10,000 gallons				$ 2.39
33		Over 10,000 gallons				$ 2.94
34						
35	5/8 Inch - Commercial	0 gallons to 5,000 gallons	$ 0.97			
36		5,000 gallons to 25,000 gallons	$ 1.89			
37		Over 25,000 gallons	$ 2.41			
38						
39	5/8 Inch - Commercial	0 gallons to 5,000 gallons		$ 2.00	$ 2.00	
40		5,001 to 10,000 gallons		$ 2.75	$ 2.75	
41		over 10,000 gallons		$ 3.90	$ 3.90	
42						
43	5/8 Inch - Commercial	0 gallons to 4,000 gallons				$ 2.09
44		Over 4,000 gallons				$ 2.89
45						

46 Note 1 - Present Rates are 1% of monthly minimum for comparable sized meters, but not less than $5.00 per month
47 Note 2 - Proposed rates are 2% of monthly minimum for comparable sized meters, but not less than $15 per month.
48
49 NT = No Tariff

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Present and Proposed Rates

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Witness: Bourassa

Line No.	Commodity Rates Meter Size and Class	Block	Bella Vista Present Rate	Northern Sunrise Present Rate	Southern Sunrise Present Rate	Consolidated Proposed Rate
			(Per 1,000 gallons)			
5	3/4 Inch - Residential	0 gallons to 5,000 gallons	$ 0.97			
6		5,000 gallons to 25,000 gallons	$ 1.89			
7		Over 25,000 gallons	$ 2.41			
9	3/4 Inch - Residential	NT		NT	NT	
11	3/4 Inch - Residential	0 gallons to 4,000 gallons				$ 1.79
12		4,000 gallons to 10,000 gallons				$ 2.39
13		Over 10,000 gallons				$ 2.94
15	3/4 Inch - Commercial	0 gallons to 5,000 gallons	$ 0.97			
16		5,000 gallons to 25,000 gallons	$ 1.89			
17		Over 25,000 gallons	$ 2.41			
19	3/4 Inch - Commercial	NT		NT	NT	
21	3/4 Inch - Commercial	0 gallons to 4,000 gallons				$ 2.09
22		Over 4,000 gallons				$ 2.89
25	1 Inch - Residential	0 gallons to 5,000 gallons	$ 0.97			
26		5,000 gallons to 25,000 gallons	$ 1.89			
27		Over 25,000 gallons	$ 2.41			
29	1 Inch - Residential	0 gallons to5,000 gallons		$ 2.00	$ 2.00	
30		5,001 to 10,000 gallons		$ 2.75	$ 2.75	
31		Over 10,000 gallons		$ 3.90	$ 3.90	
33	1 Inch - Residential	0 gallons to 10,000 gallons				$ 2.09
34		Over 10,000 gallons				$ 2.89
36	1 Inch - Commercial	0 gallons to 5,000 gallons	$ 0.97			
37		5,001 gallons to 25,000 gallons	$ 1.89			
38		Over 25,000 gallons	$ 2.41			
41	1 Inch - Commercial	NT		NT	NT	
43	1 Inch - Commercial	0 gallons to 10,000 gallons				$ 2.09
44		Over 10,000 gallons				$ 2.89
45	NT = No Tariff					

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Present and Proposed Rates

Exhibit
Final Schedule H-3
Page 3
Witness: Bourassa

Line No.	Commodity Rates / Meter Size and Class	Block	Bella Vista Present Rate	Northern Sunrise Present Rate	Southern Sunrise Present Rate	Consolidated Proposed Rate
			(Per 1,000 gallons)			
1						
2	**Commodity Rates**					
3	**Meter Size and Class**	**Block**	**Present Rate**	**Present Rate**	**Present Rate**	**Proposed Rate**
4						
5	1 1/2 Inch - Residential	0 gallons to 5,000 gallons	$ 0.97			
6		5,001 gallons to 25,000 gallons	$ 1.89			
7		Over 25,000 gallons	$ 2.41			
8						
9	1 1/2 Inch - Residential	0 gallons to5,000 gallons		$ 2.00	$ 2.00	
10		5,001 to 10,000 gallons		$ 2.75	$ 2.75	
11		Over 10,000 gallons		$ 3.90	$ 3.90	
12						
13	1 1/2 Inch - Residential	0 gallons to 25,000 gallons				$ 2.09
14		Over 25,000 gallons				$ 2.89
15						
16	1 1/2 Inch - Commercial	0 gallons to 5,000 gallons	$ 0.97			
17		5,001 gallons to 25,000 gallons	$ 1.89			
18		Over 25,000 gallons	$ 2.41			
19						
20						
21	1 1/2 Inch - Commercial	NT		NT	NT	
22						
23	1 1/2 Inch - Commercial	0 gallons to 25,000 gallons				$ 2.09
24		Over 25,000 gallons				$ 2.89
25						
26	2 Inch - Residential	0 gallons to 5,000 gallons	$ 0.97			
27		5,001 gallons to 25,000 gallons	$ 1.89			
28		Over 25,000 gallons	$ 2.41			
29						
30	2 Inch - Residential	0 gallons to5,000 gallons		$ 2.00	$ 2.00	
31		5,001 to 10,000 gallons		$ 2.75	$ 2.75	
32		Over 10,000 gallons		$ 3.90	$ 3.90	
33						
34	2 Inch - Residential	0 gallons to 50,000 gallons				$ 2.09
35		Over 50,000 gallons				$ 2.89
36						
37	2 Inch - Commercial	0 gallons to 5,000 gallons	$ 0.97			
38		5,001 gallons to 25,000 gallons	$ 1.89			
39		Over 25,000 gallons	$ 2.41			
40						
41	2 Inch - Commercial	NT		NT	NT	
42						
43	2 Inch - Commercial	0 gallons to 50,000 gallons				$ 2.09
44		Over 50,000 gallons				$ 2.89
45	NT = No Tariff					

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Present and Proposed Rates

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Witness: Bourassa

Line No.	Commodity Rates Meter Size and Class	Block	Bella Vista Present Rate	Northern Sunrise Present Rate	Southern Sunrise Present Rate	Consolidated Proposed Rate
			(Per 1,000 gallons)			
5	3 Inch - Residential	0 gallons to 5,000 gallons	$ 0.97			
6		5,000 gallons to 25,000 gallons	$ 1.89			
7		Over 25,000 gallons	$ 2.41			
9	3 Inch - Residential	0 gallons to5,000 gallons		$ 2.00	$ 2.00	
10		5,001 to 10,000 gallons		$ 2.75	$ 2.75	
11		Over 10,000 gallons		$ 3.90	$ 3.90	
13	3 Inch - Residential	0 gallons to 80,000 gallons				$ 2.09
14		Over 80,000 gallons				$ 2.89
16	3 Inch - Commercial	0 gallons to 5,000 gallons	$ 0.97			
17		5,000 gallons to 25,000 gallons	$ 1.89			
18		Over 25,000 gallons	$ 2.41			
20	3 Inch - Commercial	NT		NT	NT	
22	3 Inch - Commercial	0 gallons to 80,000 gallons				$ 2.09
23		Over 80,000 gallons				$ 2.89
25	4 Inch - Residential	0 gallons to 5,000 gallons	$ 0.97			
26		5,000 gallons to 25,000 gallons	$ 1.89			
27		Over 25,000 gallons	$ 2.41			
29	4 Inch - Residential	0 gallons to5,000 gallons		$ 2.00	$ 2.00	
30		5,001 to 10,000 gallons		$ 2.75	$ 2.75	
31		Over 10,000 gallons		$ 3.90	$ 3.90	
33	4 Inch - Residential	0 gallons to 350,000 gallons				$ 2.09
34		Over 350,000 gallons				$ 2.89
36	4 Inch - Commercial	0 gallons to 5,000 gallons	$ 0.97			
37		5,000 gallons to 25,000 gallons	$ 1.89			
38		Over 25,000 gallons	$ 2.41			
40	4 Inch - Commercial	NT		NT	NT	
42	4 Inch - Commercial	0 gallons to 350,000 gallons				$ 2.09
43		Over 350,000 gallons				$ 2.89
45	NT = No Tariff					

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Present and Proposed Rates

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Witness: Bourassa

Line No.			Bella Vista	Northern Sunrise	Southern Sunrise	Consolidated
1			(Per 1,000 gallons)			
2	**Commodity Rates**		**Present**	**Present**	**Present**	**Proposed**
3	**Meter Size and Class**	**Block**	**Rate**	**Rate**	**Rate**	**Rate**
4						
5	6 Inch - Residential	0 gallons to 5,000 gallons	$ 0.97			
6		5,000 gallons to 25,000 gallons	$ 1.89			
7		Over 25,000 gallons	$ 2.41			
8						
9	6 Inch - Residential	0 gallons to5,000 gallons		$ 2.00	$ 2.00	
10		5,001 to 10,000 gallons		$ 2.75	$ 2.75	
11		Over 10,000 gallons		$ 3.90	$ 3.90	
12						
13	6 Inch - Residential	0 gallons to 450,000 gallons				$ 2.09
14		Over 250,000 gallons				$ 2.89
15						
16	6 Inch - Commercial	0 gallons to 5,000 gallons	$ 0.97			
17		5,000 gallons to 25,000 gallons	$ 1.89			
18		Over 25,000 gallons	$ 2.41			
19						
20	6 Inch - Commercial	NT		NT	NT	
21						
22	6 Inch - Commercial	0 gallons to 450,000 gallons				$ 2.09
23		Over 450,000 gallons				$ 2.89
24						
25	8 Inch - Residential	0 gallons to 5,000 gallons	$ 0.97			
26		5,000 gallons to 25,000 gallons	$ 1.89			
27		Over 25,000 gallons	$ 2.41			
28						
29	8 Inch - Residential	0 gallons to5,000 gallons		$ 2.00	$ 2.00	
30		5,001 to 10,000 gallons		$ 2.75	$ 2.75	
31		Over 10,000 gallons		$ 3.90	$ 3.90	
32						
33	8 Inch - Residential	0 gallons to 720,000 gallons				$ 2.09
34		Over 720,000 gallons				$ 2.89
35						
36	8 Inch - Commercial	0 gallons to 5,000 gallons	$ 0.97			
37		5,000 gallons to 25,000 gallons	$ 1.89			
38		Over 25,000 gallons	$ 2.41			
39						
40	8 Inch - Commercial	NT		NT	NT	
41						
42	8 Inch - Commercial	0 gallons to 720,000 gallons				$ 2.09
43		Over 720,000 gallons				$ 2.89
44						
45	NT = No Tariff					

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Present and Proposed Rates

Exhibit
Final Schedule H-3
Page 6
Witness: Bourassa

Line No.			Bella Vista	Northern Sunrise	Southern Sunrise	Consolidated
1			(Per 1,000 gallons)			
2	**Commodity Rates**		**Present**	**Present**	**Present**	**Proposed**
3	**Meter Size and Class**	**Block**	**Rate**	**Rate**	**Rate**	**Rate**
4						
5	Standpipe (bulk)			$ 3.90	$ 3.90	
6						
7	Standpipe (hydrant, bulk)					$ 2.94
8						
9						
10						
11						
12						
13						
14						
15						
16						
17						
18						
19						
20						
21						
22						
23						
24						
25						
26						
27						
28						
29						
30						
31						
32						
33						
34						
35						
36						
37						
38						
39						
40						
41						
42	NT = No Tariff					
43						
44						
45						

Bella Vista Water Company (Consolidated)
Changes in Representative Rate Schedules
Test Year Ended March 31, 2009

Exhibit
Final Schedule H-3
Page 7
Witness: Bourassa

Line No.	Other Service Charges	Bella Vista Present Rates	Northern Sunrise Present Rates	Southern Sunrise Present Rates	Proposed Rates
1	Establishment (Regular Hours) per Rule R14-2-403D	$ 30.00	$ 25.00	$ 25.00	$ 30.00
2	Establishment (After Hours) per Rule R14-2-403D	$ 45.00	$ 35.00	$ 35.00	$ 45.00
3	Re-Establishment of Service per Rule R14-2-403D	[a]	[a]	[a]	[a]
4	Reconnection (Delinquent) per Rule R14-2-403D	$ 30.00	$ 35.00	$ 35.00	$ 30.00
5	Reconnection (After Hours) per Rule R14-2-403D	$ 45.00	NT	NT	$ 45.00
6	Meter Test (if correct) per Rule R14-2-408F	$ 30.00	NT	NT	$ 30.00
7	Meter Reread per Rule R14-2-408C (if correct)	$ 15.00	$ 5.00	$ 5.00	$ 15.00
8	NSF Check per Rule R14-2-409F	$ 15.00	NT	NT	$ 15.00
9	Deferred Payment, Per Month	1.50%	1.50%	1.50%	1.50%
10	Late Charge	[b]	1.50%	1.50%	[b]
11	Service Calls - Per Hour/After Hours(e)	NT	$ 50.00	$ 50.00	$ 50.00
12	Deposit Requirements	[c]	[c]	[c]	[c]
13	Moving Meter at Customer Requesdt	Cost	NT	NT	Cost
14	Damage to Meter	Cost	NT	NT	Cost
15	Meter and Service lines	see H-3, page 4			
16	Main Extension Tariff	Cost	Cost	Cost	Cost
17					
18					
19					
20					
21	[a] Minimum charge times number of full months off the system. per Rule R14-2-403(D).				
22	[b] Greater of $5.00 or 1.5% of unpaid balance.				
23	[c] Per ACC Rules R14-2-403(B) Residential - two times the average bill.				
24	Commercial - two and one-half times the average bill.				
25					
26					
27					
28	IN ADDITION TO THE COLLECTION OF REGULAR RATES, EACH UTILITY MAY COLLECT FROM				
29	ITS CUSTOMERS A PROPORTIONATE SHARE OF ANY PRIVILEGE, SALES OR USE				
30	TAX. PER COMMISSION RULE 14-2-409D(5).				
31					
32					
33					
34					
35					

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Meter and Service Line Charges

Exhibit
Final Schedule H-3
Page 8
Witness: Bourassa

Refundable Meter and Service Line Charges

Line No.		Bella Vista Water Company			Northern Sunrise Water Company			Southern Sunrise Water Company					
		Present Service Line Charge	Present Meter Install-ation Charge	Total Present Charge	Service Line Charge	Install-ation Charge	Total Present Charge	Service Line Charge	Install-ation Charge	Total Present Charge	Proposed Service Line Charge	Proposed Meter Install-ation Charge	Total Proposed Charge*
10	5/8 x 3/4 Inch			$ 350.00			$ 410.00			$ 410.00	$ 1,765.00	$ 105.00	$ 1,870.00
11	3/4 Inch			350.00			410.00			410.00	1,765.00	180.00	1,945.00
12	1 Inch			400.00			520.00			520.00	1,765.00	240.00	2,005.00
13	1 1/2 Inch			500.00			660.00			660.00	At Cost	At Cost	At Cost
14	2 Inch / Turbine			NT			1,155.00			1,155.00	At Cost	At Cost	At Cost
15	2 Inch / Compound			675.00			1,720.00			1,720.00	At Cost	At Cost	At Cost
16	3 Inch / Turbine			NT			1,625.00			1,625.00	At Cost	At Cost	At Cost
17	3 Inch / Compound			1,500.00			2,260.00			2,260.00	At Cost	At Cost	At Cost
18	4 Inch / Turbine			NT			2,500.00			2,500.00	At Cost	At Cost	At Cost
19	4 Inch / Compound			1,500.00			3,200.00			3,200.00	At Cost	At Cost	At Cost
20	6 Inch / Turbine			NT			4,500.00			4,500.00	At Cost	At Cost	At Cost
21	6 Inch / Compound			4,400.00			6,300.00			6,300.00	At Cost	At Cost	At Cost
22	8 Inch & Larger			At Cost			8,200.00			8,200.00	At Cost	At Cost	At Cost

* Plus actual road crossing costs.

N/T = No Tariff

Bella Vista Water Company (Consolidated)
Test Year Ended March 31, 2009
Hook-Up Fees

Exhibit
Final Schedule H-3
Page 9
Witness: Bourassa

Line No.		Present Charge	Proposed Charge
1			
2	**Off-site Facilities Hook-up Fee**		
3			
4		Present	Proposed
5		Charge	Charge
6	5/8 x 3/4 Inch	NT	$ 1,600
7	3/4 Inch	NT	2,400
8	1 Inch	NT	4,000
9	1 1/2 Inch	NT	8,000
10	2 Inch	NT	12,800
11	3 Inch	NT	25,600
12	4 Inch	NT	40,000
13	6 Inch or larger	NT	80,000
14			
15			
16			
17			
18			
19			
20			
21	NT = No Tariff		
22			
23			
24			
25			
26			
27			
28			
29			
30			
31			
32			
33			
34			
35			
36			

EXHIBIT

2

Bella Vista Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Computation of Increase in Gross Revenue
Requirements As Adjusted

Exhibit
Final Schedule A-1
Page 1
Witness: Bourassa

Line No.		
1	Fair Value Rate Base	$ 5,914,568
2		
3	Adjusted Operating Income	138,435
4		
5	Current Rate of Return	2.34%
6		
7	Required Operating Income	$ 562,475
8		
9	Required Rate of Return on Fair Value Rate Base	9.51%
10		
11	Operating Income Deficiency	$ 424,041
12		
13	Gross Revenue Conversion Factor	1.6286
14		
15	Increase in Gross Revenue Revenue Requirement	690,607
16		
17	Adjusted Test Year Revenues	$ 3,526,033
18	Increase in Gross Revenue Revenue Requirement	$ 690,607
19	Proposed Revenue Requirement	$ 4,216,640
20	% Increase	19.59%
21		

22	**Customer**		**Present**	**Proposed**	**Dollar**	**Percent**
23	**Classification**		**Rates**	**Rates**	**Increase**	**Increase**
24	5/8 Inch	Residential	$ 2,139,103	$ 2,437,363	$ 298,260	13.94%
25	3/4 Inch	Residential	11,182	12,430	1,248	11.16%
26	1 Inch	Residential	5,821	7,029	1,208	20.75%
27	2 Inch	Residential	725	1,296	571	78.86%
28		**Subtotal**	$ 2,156,831	$ 2,458,118	$ 301,287	13.97%
29						
30	5/8 Inch	Commercial	$ 124,380	$ 147,307	$ 22,927	18.43%
31	3/4 Inch	Commercial	3,382	3,840	458	13.53%
32	1 Inch	Commercial	89,928	109,265	19,337	21.50%
33	1.5 Inch	Commercial	115,753	167,112	51,358	44.37%
34	2 Inch	Commercial	651,968	882,679	230,711	35.39%
35	3 Inch	Commercial	131,628	156,219	24,591	18.68%
36	4 Inch	Commercial	56,353	71,250	14,897	26.44%
37	6 Inch	Commercial	12,229	10,491	(1,738)	-14.21%
38	8 Inch	Commercial	15,578	15,644	66	0.42%
39		**Subtotal**	$ 1,201,199	$ 1,563,807	$ 362,607	30.19%
40						
41	3 Inch	Hydrant	$ 31,719	$ 45,990	$ 14,271	44.99%
42						
43	4 Inch	Fire Sprinkler	$ 6,050	$ 18,150	12,100	200.00%
44	6 Inch	Fire Sprinkler	2,394	4,094	1,700	
45	8 Inch	Fire Sprinkler	155	312	157	100.71%
46		**Subtotal**	$ 8,599	$ 22,556	$ 13,956	162.29%
47						
48	**Subtotal Revenues before Annualization**		$ 3,398,348	$ 4,090,470	$ 692,122	20.37%
49	**Revenue Annualization**		2,124	1,617	(507)	-23.86%
50	Miscellaneous Revenues		125,141	125,141	-	0.00%
51	Reconciling Amount H-1 to C-1		420	(588)	(1,008)	-240.03%
52	**Total of Water Revenues (a)**		$ 3,526,033	$ 4,216,640	$ 690,607	19.59%
53						
54						
55	SUPPORTING SCHEDULES:					
56	Final B-1					
57	Final C-1					
58	Final C-3					
59	Final H-1					

Bella Vista Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Summary of Rate Base

Exhibit
Final Schedule B-1
Page 1
Witness: Bourassa

Line No.		Original Cost Rate base	Fair Value Rate Base
1			
2	Gross Utility Plant in Service	$ 24,254,044	$ 24,254,044
3	Less: Accumulated Depreciation	10,408,496	10,408,496
4			
5	Net Utility Plant in Service	$ 13,845,548	$ 13,845,548
6			
7	Less:		
8	Advances in Aid of		
9	Construction	6,781,443	6,781,443
10	Contributions in Aid of		
11	Construction	496,445	496,445
12			
13	Accumulated Amortization of CIAC	(230,488)	(230,488)
14			
15	Customer Meter Deposits	556,325	556,325
16	Deferred Income Taxes & Credits	327,255	327,255
17		-	-
18		-	-
19			
20	Plus:		
21	Unamortized Debt Issuance		
22	Costs	-	-
23	Deferred Reg. Assets	-	-
24	Working capital	-	-
25			
26			
27			
28			
29	Total Rate Base	$ 5,914,568	$ 5,914,568
30			
31			
32			
33	SUPPORTING SCHEDULES:		RECAP SCHEDULES:
34	Final B-2		Final A-1
35	Final B-5		
36			
37			
38			

Bella Vista Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Original Cost Rate Base Proforma Adjustments

Exhibit
Final Schedule B-2
Page 1
Witness: Bourassa

Line No.		Actual at End of Test Year	Proforma Adjustment Amount	Adjusted at end of Test Year
1	Gross Utility			
2	Plant in Service	$ 25,625,205	(1,371,161)	$ 24,254,044
3				
4	**Less:**			
5	Accumulated			
6	Depreciation	11,909,440	(1,500,945)	10,408,496
7				
8				
9	Net Utility Plant			
10	in Service	$ 13,715,765		$ 13,845,548
11				
12	**Less:**			
13	Advances in Aid of			
14	Construction	6,781,443	-	6,781,443
15				
16	Contributions in Aid of			
17	Construction	496,445	-	496,445
18				
19	Accumulated Amort of CIAC	(230,909)	421	(230,488)
20				
21	Customer Meter Deposits	556,325	-	556,325
22	Deferred Income Taxes & Credits	(230,850)	558,105	327,255
23				-
24				
25				
26	**Plus:**			
27	Unamortized Debt Issuance			
28	Costs	-		-
29	Deferred Reg. Assets	-	-	-
30	Working capital	-	-	-
31				
32				
33				
34				
35	Total	$ 6,343,311		$ 5,914,568
36				
37				
38				
39	SUPPORTING SCHEDULES:			RECAP SCHEDULES:
40	Final B-2, pages 2			Final B-1
41				
42				
43				
44				
45				
46				
47				
48				

Bella Vista Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Original Cost Rate Base Proforma Adjustments

Exhibit
Final Schedule B-2
Page 2
Witness: Bourassa

Line No.		Direct Adjusted at End of Test Year	Proforma Adjustments 1 Plant	2 Accumulated Depr.	3 DIT	4 CIAC	Rebuttal Adjusted at end of Test Year
1	Gross Utility						
2	Plant in Service	$ 25,625,205	(1,371,161)				$ 24,254,044
3							
4	**Less:**						
5	Accumulated						
6	Depreciation	11,909,440		(1,500,945)			10,408,496
7							
8							
9	Net Utility Plant						
10	in Service	$ 13,715,765	$ (1,371,161)	$ 1,500,945	$ -	$ -	$ 13,845,548
11							
12	**Less:**						
13	Advances in Aid of						
14	Construction	6,781,443					6,781,443
15							
16	Contributions in Aid of						
17	Construction (CIAC)	496,445				-	496,445
18							
19	Accumulated Amort of CIAC	(230,909)				421	(230,488)
20							
21	Customer Meter Deposits	556,325					556,325
22	Deferred Income Taxes & Credits	(230,850)			558,105		327,255
23							
24							
25	**Plus:**						
26	Unamortized Finance						
27	Charges	-					-
28							
29	Allowance for Working Capital	-					-
30							
31	Total	$ 6,343,311	$ (1,371,161)	$ 1,500,945	$ (558,105)	$ (421)	$ 5,914,568
32							
33							
34							
35	SUPPORTING SCHEDULES:						
36	Final B-2, pages 3-6						
37							
38							
39							
40							

Bella Vista Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Original Cost Rate Base Proforma Adjustments
Adjustment Number 1

Exhibit
Final Schedule B-2
Page 3
Witness: Bourassa

Line No.				Adjustments					
				A	B	C	D	E	F	
1	Plant-in-Service									
2			Adjusted	Post	Post			Intentionally	Intentionally	Rebuttal Adjusted
3	Acct.		Orginal	Test Year	Test Year			Left	Left	Original
4	No.	Description	Cost	Plant	Plant Retirement	AFUDC	Retirements	Blank	Blank	Cost
5	301	Organization Cost	$ -			$ -	$ -			$ -
6	302	Franchise Cost	-			-	-			-
7	303	Land and Land Rights	327,399			-	-			327,399
8	304	Structures and Improvements	1,312,116			-	(4,181)			1,307,936
9	305	Collecting and Impounding Res.	-			-	-			-
10	306	Lake River and Other Intakes	-			-	-			-
11	307	Wells and Springs	1,132,179			-	(4,565)			1,127,614
12	308	Infiltration Galleries and Tunnels	-			-	-			-
13	309	Supply Mains	-			-	-			-
14	310	Power Generation Equipment	-			-	-			-
15	311	Electric Pumping Equipment	2,487,503			(10,472)	(432,710)			2,044,322
16	320	Water Treatment Equipment	109,639			-	(26,254)			83,385
17	320.1	Water Treatment Plant	-			-	-			-
18	320.2	Chemical Solution Feeders	-			-	-			-
19	330	Dist. Reservoirs & Standpipe	2,343,634			(19,649)	(43,858)			2,280,128
20	330.1	Storage tanks	-			-	-			-
21	330.2	Pressure Tanks	-			-	-			-
22	331	Trans. and Dist. Mains	12,698,084	(5,550)	8,504	-	(592,002)			12,109,036
23	333	Services	1,399,781			(986)	(16,315)			1,382,479
24	334	Meters	1,491,209			(8,829)	(124,204)			1,358,176
25	335	Hydrants	892,445			(498)	(7,765)			884,182
26	336	Backflow Prevention Devices	-			-	-			-
27	339	Other Plant and Misc. Equip.	69,551			-	(0)			69,551
28	340	Office Furniture and Fixtures	202,929			-	(25,258)			177,672
29	340.1	Computers and Software	161,264			(344)	-			160,920
30	341	Transportation Equipment	295,224			-	(26,760)			268,464
31	342	Stores Equipment	-			-	-			-
32	343	Tools and Work Equipment	124,683			(109)	(2,132)			122,443
33	344	Laboratory Equipment	-			-	-			-
34	345	Power Operated Equipment	31,548			-	(0)			31,548
35	346	Communications Equipment	435,668			-	(24,184)			411,484
36	347	Miscellaneous Equipment	110,348			-	(3,042)			107,306
37	348	Other Tangible Plant	-			-	-			-
38			-							-
39		TOTALS	$ 25,625,206	$ (5,550)	$ 8,504	$ (40,887)	$ (1,333,228)	$ -	$ -	$ 24,254,044
40										
41	Plant-in-Service per Direct									$ 25,625,206
42										
43	Increase (decrease) in Plant-in-Service									$ (1,371,161)
44										
45	Adjustment to Plant-in-Service									$ (1,371,161)
46										
47	SUPPORTING SCHEDULES									
48	Final B-2, pages 3.1-3.4									
49	Final B-2, pages 3.5-3.15									

Bella Vista Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Original Cost Rate Base Proforma Adjustments
Adjustment Number 1 - A

Exhibit
Final Schedule B-2
Page 3.1
Witness: Bourassa

Line No.		
1	Post Test Year Plant	
2		
3		
4	Final Adjusted Post Test Year Plant (Acct 331)	$ 104,507
5		
6	Adjusted Post Test Year Plant per Direct (Acct 331)	$ 110,057
7		
8		
9	Increase (decrease) to plant-in-service	$ (5,550)
10		
11		
12		
13		
14		
15	REFERENCES	
16	Testimony and Co. Response to MSJ 5.2	
17		
18		
19		
20		
21		
22		
23		
24		
25		

Bella Vista Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Original Cost Rate Base Proforma Adjustments
Adjustment Number 1 - B

Exhibit
Final Schedule B-2
Page 3.2
Witness: Bourassa

Line No.		
1	Post Test Year Plant Plant Retirement	
2		
3		
4	Final Adjusted Post Test Year Plant (Acct 331)	$ (3,496)
5		
6	Adjusted Post Test Year Plant per Direct (Acct 331)	$ (12,000)
7		
8		
9	Increase (decrease) to plant-in-service	$ 8,504
10		
11		
12		
13		
14		
15	REFERENCES	
16	Testimony and Co. Response to MSJ 5.2	
17		
18		
19		
20		
21		
22		
23		
24		
25		

Bella Vista Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Original Cost Rate Base Proforma Adjustments
Adjustment Number 1 - C

Exhibit
Final Schedule B-2
Page 3.3
Witness: Bourassa

Line No.

1 Adjusted Allowance for Funds Used During Constructiion ("AFUDC")

Acct	Description	As Filed	Revised	Adjustment
301	Organization Cost			$ -
302	Franchise Cost			-
303	Land and Land Rights			-
304	Structures and Improvements	2,114	2,114	-
305	Collecting and Impounding Res.			-
306	Lake River and Other Intakes			-
307	Wells and Springs	349	349	-
308	Infiltration Galleries and Tunnels			-
309	Supply Mains			-
310	Power Generation Equipment			-
311	Electric Pumping Equipment	11,182	710	(10,472)
320	Water Treatment Equipment	342	342	-
320.1	Water Treatment Plant			-
320.2	Chemical Solution Feeders			-
330	Dist. Reservoirs & Standpipe	41,534	21,886	(19,649)
330.1	Storage tanks			-
330.2	Pressure Tanks			-
331	Trans. and Dist. Mains			-
333	Services	986	-	(986)
334	Meters	12,622	3,793	(8,829)
335	Hydrants	498	-	(498)
336	Backflow Prevention Devices			-
339	Other Plant and Misc. Equip.			-
340	Office Furniture and Fixtures			-
340.1	Computers and Software	1,021	677	(344)
341	Transportation Equipment			-
342	Stores Equipment			-
343	Tools and Work Equipment	109	-	(109)
344	Laboratory Equipment			-
345	Power Operated Equipment			-
346	Communications Equipment	8,416	8,416	-
347	Miscellaneous Equipment	3,176	3,176	-
348	Other Tangible Plant			-
		$ 82,349	$ 41,462	$ (40,887)

Adjustment to plant-in-service $ (40,887)

REFERENCES
Testimony

Bella Vista Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Original Cost Rate Base Proforma Adjustments
Adjustment Number 1 - D

Exhibit
Final Schedule B-2
Page 3.4
Witness: Bourassa

Line No.			
1	Retirements		
2			
3			
4	Acct	Description	Adjustment
5	301	Organization Cost	
6	302	Franchise Cost	
7	303	Land and Land Rights	
8	304	Structures and Improvements	(4,181)
9	305	Collecting and Impounding Res.	
10	306	Lake River and Other Intakes	
11	307	Wells and Springs	(4,565)
12	308	Infiltration Galleries and Tunnels	
13	309	Supply Mains	
14	310	Power Generation Equipment	
15	311	Electric Pumping Equipment	(432,710)
16	320	Water Treatment Equipment	(26,254)
17	320.1	Water Treatment Plant	
18	320.2	Chemical Solution Feeders	
19	330	Dist. Reservoirs & Standpipe	(43,858)
20	330.1	Storage tanks	
21	330.2	Pressure Tanks	
22	331	Trans. and Dist. Mains	(592,002)
23	333	Services	(16,315)
24	334	Meters	(124,204)
25	335	Hydrants	(7,765)
26	336	Backflow Prevention Devices	
27	339	Other Plant and Misc. Equip.	(0)
28	340	Office Furniture and Fixtures	(25,258)
29	340.1	Computers and Software	-
30	341	Transportation Equipment	(26,760)
31	342	Stores Equipment	
32	343	Tools and Work Equipment	(2,132)
33	344	Laboratory Equipment	
34	345	Power Operated Equipment	(0)
35	346	Communications Equipment	(24,184)
36	347	Miscellaneous Equipment	(3,042)
37	348	Other Tangible Plant	
38			
39			$ (1,333,228)
40			
41			
42	Adjustment to plant-in-service		$ (1,333,228)
43			
44	REFERENCES		
45	Testimony		
46			
47			
48			
49			
50			

Bella Vista Water Company (Stand-Alone)
Plant Additions and Retirements

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Account No.	Description	Deprec. Rate Before Nov-02	Deprec. Rate After Nov-02	Plant At 12/31/2000	2000 Accum. Depr.	2001 Plant Additions	2001 Plant Additions	2001 Adjusted Plant Additions	Final 2001 Plant Retirements	2001 Salvage A/D Only	2001 Plant Balance	2001 Deprec.
301	Organization Cost			-	-			-			-	-
302	Franchise Cost			-	-			-			-	-
303	Land and Land Rights			322,875	-	-	-	-			322,875	-
304	Structures and Improvements	2.50%	2.50%	822,687	207,134	-	27,953	27,953	(523)		850,118	20,917
305	Collecting and Impounding Res.			-	-	-	-	-			-	-
306	Lake River and Other Intakes			-	-	-	-	-			-	-
307	Wells and Springs	2.70%	2.70%	864,013	304,933	0	48,775	48,775	(571)		912,217	23,987
308	Infiltration Galleries and Tunnels			-	-	-	-	-			-	-
309	Supply Mains			-	-	-	-	-			-	-
310	Power Generation Equipment			-	-	-	-	-			-	-
311	Electric Pumping Equipment	10.00%	10.00%	1,667,296	991,154	12,153	50,667	62,820	(54,089)		1,676,027	169,871
320	Water Treatment Equipment	10.00%	10.00%	17,938	9,739	2,671	2,563	5,234	(3,282)		19,891	2,056
320.1	Water Treatment Equipment			-	-	-	-	-			-	-
320.2	Chemical Solution Feeders			-	-	-	-	-			-	-
330	Distribution Reservoirs & Standpipe	2.50%	2.50%	1,321,238	498,098	1	141,588	141,589	(3,346)		1,459,481	34,801
330.1	Storage tanks			-	-	-	-	-			-	-
330.2	Pressure Tanks			-	-	-	-	-			-	-
331	Transmission and Distribution Mains	2.00%	2.00%	7,056,631	2,450,915	219,615	1,463,902	1,683,517	(20,083)		8,720,065	157,968
333	Services	2.00%	2.00%	829,747	660,025	(20)	-	(20)	(2,039)		827,688	16,595
334	Meters	10.00%	10.00%	903,840	758,362	37,895	-	37,895	(15,525)		926,210	92,279
335	Hydrants	2.00%	2.00%	457,210	177,863	17,961	749	18,710	(971)		474,949	9,331
336	Backflow Prevention Devices			-	-	-	-	-			-	-
339	Other Plant and Miscellaneous Equipment	10.00%	10.00%	-	-	-	-	-	(0)		(0)	(0)
340	Office Furniture and Fixtures	6.67%	6.67%	100,023	86,329	-	6,994	6,994	(3,157)		103,860	6,905
340.1	Computers and Software	6.67%	6.67%	161,264	29,062	-	-	-	-		161,264	10,756
341	Transportation Equipment	14.29%	14.29%	190,168	108,206	-	-	-	(1,644)		188,524	27,175
342	Stores Equipment			-	-	-	-	-			-	-
343	Tools and Work Equipment	11.76%	11.76%	121,859	80,790	1,197	-	1,197	(266)		122,789	14,401
344	Laboratory Equipment			-	-	-	-	-			-	-
345	Power Operated Equipment	10.00%	10.00%	-	-	-	-	-	(0)		(0)	(0)
346	Communications Equipment	10.00%	10.00%	38,740	20,080	-	-	-	(3,023)		35,717	3,874
347	Miscellaneous Equipment	6.25%	6.25%	100,766	51,170	-	-	-	(380)		100,386	6,298
348	Other Tangible Plant							-			-	-
	Rounding			-				-			-	-
								-			-	-
	Plant Held for Future Use											
	TOTAL WATER PLANT			14,976,295	6,433,860	291,474	1,743,191	2,034,665	(108,899)	-	16,902,061	597,212
				See B-2, page 3.16	See B-2, page 3.17							

Bella Vista Water Company (Stand-Alone)
Plant Additions and Retirements

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Account No.	Description	Deprec. Rate Before Nov-02	Deprec. Rate After Nov-02	2002 Plant Additions	2002 Plant Additions	2002 Plant Adjustments[1]	2002 Adjusted Plant Additions	Final 2002 Plant Retirements	2002 Salvage/Adj. A/D Only	2002 Plant Balance	2002 Deprec.
301	Organization Cost						-			-	-
302	Franchise Cost						-			-	-
303	Land and Land Rights			-			-			322,875	-
304	Structures and Improvements	2.50%	2.50%	-			-	(523)		849,595	21,246
305	Collecting and Impounding Res.			-			-			-	-
306	Lake River and Other Intakes			-			-			-	-
307	Wells and Springs	2.70%	2.70%	-			-	(571)		911,647	24,622
308	Infiltration Galleries and Tunnels			-			-			-	-
309	Supply Mains			-			-			-	-
310	Power Generation Equipment			-			-			-	-
311	Electric Pumping Equipment	10.00%	10.00%	71,076			71,076	(54,089)		1,693,014	168,452
320	Water Treatment Equipment	10.00%	10.00%	-			-	(3,282)		16,609	1,825
320.1	Water Treatment Equipment			-			-			-	-
320.2	Chemical Solution Feeders			-			-			-	-
330	Distribution Reservoirs & Standpipe	2.50%	2.50%	-			-	(3,346)		1,456,135	36,445
330.1	Storage tanks			-			-			-	-
330.2	Pressure Tanks			-			-			-	-
331	Transmission and Distribution Mains	2.00%	2.00%	300,123	54,088		354,211	(20,083)		9,054,193	177,743
333	Services	2.00%	2.00%	42,378			42,378	(2,039)		868,027	16,957
334	Meters	10.00%	10.00%	29,053			29,053	(15,525)		939,737	93,297
335	Hydrants	2.00%	2.00%	43,354			43,354	(971)		517,332	9,923
336	Backflow Prevention Devices			-			-			-	-
339	Other Plant and Miscellaneous Equipment	10.00%	10.00%	-			-	(0)		(0)	(0)
340	Office Furniture and Fixtures	6.67%	6.67%	-			-	(3,157)		100,703	6,822
340.1	Computers and Software	6.67%	6.67%	-			-	-		161,264	10,756
341	Transportation Equipment	14.29%	14.29%	4,844			4,844	(1,644)		191,725	27,169
342	Stores Equipment			-			-			-	-
343	Tools and Work Equipment	11.76%	11.76%	-			-	(266)		122,523	14,424
344	Laboratory Equipment			-			-			-	-
345	Power Operated Equipment	10.00%	10.00%	-			-	(0)		(0)	(0)
346	Communications Equipment	10.00%	10.00%	-			-	(3,023)		32,694	3,421
347	Miscellaneous Equipment	6.25%	6.25%	-			-	(380)		100,006	6,262
348	Other Tangible Plant						-			-	-
	Rounding						-			-	-
							-			-	-
	Plant Held for Future Use										
	TOTAL WATER PLANT			490,827	54,088	-	544,915	(108,899)	-	17,338,077	619,365

Bella Vista Water Company (Stand-Alone)
Plant Additions and Retirements

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Account No.	Description	Deprec. Rate Before Nov-02	Deprec. Rate After Nov-02	2003 Plant Additions	2003 Plant Adjustments[1]	2003 Adjusted Plant Additions	Final 2003 Plant Retirements	2003 Salvage A/D Only	2003 Plant Balance	2003 Deprec.
301	Organization Cost					-			-	-
302	Franchise Cost					-			-	-
303	Land and Land Rights			-		-			322,875	-
304	Structures and Improvements	2.50%	2.50%	-		-	(523)		849,073	21,233
305	Collecting and Impounding Res.			-		-			-	-
306	Lake River and Other Intakes			-		-			-	-
307	Wells and Springs	2.70%	2.70%	21,972		21,972	(571)		933,048	24,903
308	Infiltration Galleries and Tunnels			-		-			-	-
309	Supply Mains			-		-			-	-
310	Power Generation Equipment			-		-			-	-
311	Electric Pumping Equipment	10.00%	10.00%	105,990		105,990	(54,089)		1,744,916	171,897
320	Water Treatment Equipment	10.00%	10.00%	24,705		24,705	(3,282)		38,032	2,732
320.1	Water Treatment Equipment			-		-			-	-
320.2	Chemical Solution Feeders			-		-			-	-
330	Distribution Reservoirs & Standpipe	2.50%	2.50%	106		106	(3,346)		1,452,895	36,363
330.1	Storage tanks			-		-			-	-
330.2	Pressure Tanks			-		-			-	-
331	Transmission and Distribution Mains	2.00%	2.00%	118,031		118,031	(20,083)		9,152,141	182,063
333	Services	2.00%	2.00%	18,726		18,726	(2,039)		884,713	17,527
334	Meters	10.00%	10.00%	47,302		47,302	(15,525)		971,514	58,627
335	Hydrants	2.00%	2.00%	4,242		4,242	(971)		520,604	10,379
336	Backflow Prevention Devices			-		-			-	-
339	Other Plant and Miscellaneous Equipment	10.00%	10.00%	-		-	(0)		(0)	(0)
340	Office Furniture and Fixtures	6.67%	6.67%	32,875		32,875	(3,157)		130,421	7,708
340.1	Computers and Software	6.67%	6.67%	-		-	-		161,264	10,756
341	Transportation Equipment	14.29%	14.29%	8,623		8,623	(1,644)		198,704	27,896
342	Stores Equipment			-		-			-	-
343	Tools and Work Equipment	11.76%	11.76%	-		-	(266)		122,256	13,174
344	Laboratory Equipment			-		-			-	-
345	Power Operated Equipment	10.00%	10.00%	-		-	(0)		(0)	(0)
346	Communications Equipment	10.00%	10.00%	-		-	(3,023)		29,671	3,118
347	Miscellaneous Equipment	6.25%	6.25%	-		-	(380)		99,625	6,238
348	Other Tangible Plant					-			-	-
	Rounding					-			-	-
						-			-	
	Plant Held for Future Use									
	TOTAL WATER PLANT			382,573	-	382,573	(108,899)	-	17,611,751	594,616

[1] Affiliate Profit

Bella Vista Water Company (Stand-Alone)
Plant Additions and Retirements

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Account No.	Description	Deprec. Rate Before Nov-02	Deprec. Rate After Nov-02	2004 Plant Additions	2004 Plant Adjustments[1]	2004 Adjusted Plant Additions	Final 2004 Plant Retirements	2004 Salvage A/D Only	2004 Plant Balance	2004 Deprec.
301	Organization Cost					-			-	-
302	Franchise Cost					-			-	-
303	Land and Land Rights			-		-			322,875	-
304	Structures and Improvements	2.50%	2.50%	15,322		15,322	(523)		863,872	21,412
305	Collecting and Impounding Res.			-		-			-	-
306	Lake River and Other Intakes			-		-			-	-
307	Wells and Springs	2.70%	2.70%	99,307		99,307	(571)		1,031,785	26,525
308	Infiltration Galleries and Tunnels			-		-			-	-
309	Supply Mains			-		-			-	-
310	Power Generation Equipment			-		-			-	-
311	Electric Pumping Equipment	10.00%	10.00%	97,537		97,537	(54,089)		1,788,364	176,664
320	Water Treatment Equipment	10.00%	10.00%	-		-	(3,282)		34,750	3,639
320.1	Water Treatment Equipment			-		-			-	-
320.2	Chemical Solution Feeders			-		-			-	-
330	Distribution Reservoirs & Standpipe	2.50%	2.50%	1,500		1,500	(3,346)		1,451,049	36,299
330.1	Storage tanks			-		-			-	-
330.2	Pressure Tanks			-		-			-	-
331	Transmission and Distribution Mains	2.00%	2.00%	459,511		459,511	(20,083)		9,591,569	187,437
333	Services	2.00%	2.00%	100,089		100,089	(2,039)		982,762	18,675
334	Meters	10.00%	10.00%	112,553		112,553	(15,525)		1,068,541	102,003
335	Hydrants	2.00%	2.00%	55,861		55,861	(971)		575,495	10,961
336	Backflow Prevention Devices			-		-			-	-
339	Other Plant and Miscellaneous Equipment	10.00%	10.00%	-		-	(0)		(0)	(0)
340	Office Furniture and Fixtures	6.67%	6.67%	31,854		31,854	(3,157)		159,118	9,656
340.1	Computers and Software	6.67%	6.67%	-		-	-		161,264	10,756
341	Transportation Equipment	14.29%	14.29%	77,639		77,639	(1,644)		274,699	33,825
342	Stores Equipment			-		-			-	-
343	Tools and Work Equipment	11.76%	11.76%	-		-	(266)		121,990	-
344	Laboratory Equipment			-		-			-	-
345	Power Operated Equipment	10.00%	10.00%	-		-	(0)		(0)	(0)
346	Communications Equipment	10.00%	10.00%	8,868		8,868	(3,023)		35,516	3,259
347	Miscellaneous Equipment	6.25%	6.25%	-		-	(380)		99,245	6,215
348	Other Tangible Plant					-			-	-
	Rounding					-			-	-
						-			-	-
	Plant Held for Future Use									
	TOTAL WATER PLANT			1,060,041	-	1,060,041	(108,899)	-	18,562,893	647,326

[1] Affiliate Profit

Bella Vista Water Company (Stand-Alone)
Plant Additions and Retirements

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Account No.	Description	Deprec. Rate Before Nov-02	Deprec. Rate After Nov-02	2005 Plant Additions	2005 Plant Adjustments[1]	Final 2005 Plant Adjustments	2005 Adjusted Plant Additions	Final 2005 Plant Retirements	2005 Salvage A/D Only	2005 Plant Balance	2005 Deprec.
301	Organization Cost						-			-	-
302	Franchise Cost						-			-	-
303	Land and Land Rights			-			-			322,875	-
304	Structures and Improvements	2.50%	2.50%	1,500			1,500	(523)		864,849	21,609
305	Collecting and Impounding Res.			-			-			-	-
306	Lake River and Other Intakes			-			-			-	-
307	Wells and Springs	2.70%	2.70%	-			-	(571)		1,031,214	27,850
308	Infiltration Galleries and Tunnels			-			-			-	-
309	Supply Mains			-			-			-	-
310	Power Generation Equipment			-			-			-	-
311	Electric Pumping Equipment	10.00%	10.00%	59,445			59,445	(54,089)		1,793,720	179,104
320	Water Treatment Equipment	10.00%	10.00%	11,336			11,336	(3,282)		42,804	3,878
320.1	Water Treatment Equipment			-			-			-	-
320.2	Chemical Solution Feeders			-			-			-	-
330	Distribution Reservoirs & Standpipe	2.50%	2.50%	-			-	(3,346)		1,447,703	36,234
330.1	Storage tanks			-			-			-	-
330.2	Pressure Tanks			-			-			-	-
331	Transmission and Distribution Mains	2.00%	2.00%	720,627	(5,429)		715,198	(20,083)		10,286,684	198,783
333	Services	2.00%	2.00%	118,891	(179)		118,712	(2,039)		1,099,435	20,822
334	Meters	10.00%	10.00%	151,792			151,792	(15,525)		1,204,808	113,667
335	Hydrants	2.00%	2.00%	67,646			67,646	(971)		642,170	12,177
336	Backflow Prevention Devices			-			-			-	-
339	Other Plant and Miscellaneous Equipment	10.00%	10.00%	-			-	(0)		(0)	(0)
340	Office Furniture and Fixtures	6.67%	6.67%	-			-	(3,157)		155,961	10,508
340.1	Computers and Software	6.67%	6.67%	-			-	-		161,264	10,756
341	Transportation Equipment	14.29%	14.29%	-			-	(1,644)		273,055	39,137
342	Stores Equipment			-			-			-	-
343	Tools and Work Equipment	11.76%	11.76%	-			-	(266)		121,723	-
344	Laboratory Equipment			-			-			-	-
345	Power Operated Equipment	10.00%	10.00%	-			-	(0)		(0)	(0)
346	Communications Equipment	10.00%	10.00%	64,857			64,857	(3,023)		97,350	6,643
347	Miscellaneous Equipment	6.25%	6.25%	5,600			5,600	(380)		104,465	6,366
348	Other Tangible Plant						-			-	-
	Rounding						-			-	-
							-			-	-
	Plant Held for Future Use										
	TOTAL WATER PLANT			1,201,694	(5,608)	-	1,196,086	(108,899)	-	19,650,079	687,535

[1] Affiliate Profit

Bella Vista Water Company (Stand-Alone)
Plant Additions and Retirements

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Account No.	Description	Deprec. Rate Before Nov-02	Deprec. Rate After Nov-02	2006 Plant Additions	2006 Plant Adjustments[1]	Final 2006 Plant Adjustments	2006 Adjusted Plant Additions	Final 2006 Plant Retirements	2006 Salvage A/D Only	2006 Plant Balance	2006 Deprec.
301	Organization Cost						-			-	-
302	Franchise Cost						-			-	-
303	Land and Land Rights			-			-			322,875	-
304	Structures and Improvements	2.50%	2.50%	-		-	-	(523)		864,327	21,615
305	Collecting and Impounding Res.			-			-			-	-
306	Lake River and Other Intakes			-			-			-	-
307	Wells and Springs	2.70%	2.70%	-		-	-	(571)		1,030,644	27,835
308	Infiltration Galleries and Tunnels			-			-			-	-
309	Supply Mains			-			-			-	-
310	Power Generation Equipment			-			-			-	-
311	Electric Pumping Equipment	10.00%	10.00%	98,205	(2,251)	(1,589)	94,365	(54,089)		1,833,997	181,386
320	Water Treatment Equipment	10.00%	10.00%	-			-	(3,282)		39,522	4,116
320.1	Water Treatment Equipment			-			-			-	-
320.2	Chemical Solution Feeders			-			-			-	-
330	Distribution Reservoirs & Standpipe	2.50%	2.50%	-	(18,843)	-	(18,843)	(3,346)		1,425,514	35,915
330.1	Storage tanks			-			-			-	-
330.2	Pressure Tanks			-			-			-	-
331	Transmission and Distribution Mains	2.00%	2.00%	1,106,649			1,106,649	(20,083)		11,373,250	216,599
333	Services	2.00%	2.00%	182,904	(1,109)	(176)	181,619	(2,039)		1,279,014	23,784
334	Meters	10.00%	10.00%	110,081	(1,073)	(3,154)	105,854	(15,525)		1,295,136	124,997
335	Hydrants	2.00%	2.00%	116,600	(294)	(289)	116,017	(971)		757,216	13,994
336	Backflow Prevention Devices			-			-			-	-
339	Other Plant and Miscellaneous Equipment	10.00%	10.00%	-			-	(0)		(0)	(0)
340	Office Furniture and Fixtures	6.67%	6.67%	8,090			8,090	(3,157)		160,894	10,567
340.1	Computers and Software	6.67%	6.67%	-		(344)	(344)	-		160,920	10,745
341	Transportation Equipment	14.29%	14.29%	-			-	(1,644)		271,411	16,222
342	Stores Equipment			-			-			-	-
343	Tools and Work Equipment	11.76%	11.76%	-			-	(266)		121,457	-
344	Laboratory Equipment			-			-			-	-
345	Power Operated Equipment	10.00%	10.00%	-			-	(0)		(0)	(0)
346	Communications Equipment	10.00%	10.00%	148,115			148,115	(3,023)		242,441	16,990
347	Miscellaneous Equipment	6.25%	6.25%	-			-	(380)		104,085	6,517
348	Other Tangible Plant						-			-	-
	Rounding						-			-	-
							-			-	-
	Plant Held for Future Use										
	TOTAL WATER PLANT			1,770,645	(23,570)	(5,551)	1,741,523	(108,899)	-	21,282,704	711,283

[1] Affiliate Profit

Bella Vista Water Company (Stand-Alone)
Plant Additions and Retirements

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Account No.	Description	Deprec. Rate Before Nov-02	Deprec. Rate After Nov-02	2007 Plant Additions	2007 Plant Adjustments[1]	Final 2007 Plant Adjustments	2007 Adjusted Plant Additions	Final 2007 Plant Retirements	2007 Salvage A/D Only	2007 Plant Balance	2007 Deprec.
301	Organization Cost						-			-	-
302	Franchise Cost						-			-	-
303	Land and Land Rights			4,524			4,524			327,399	-
304	Structures and Improvements	2.50%	2.50%	46,875	(214)		46,661	(523)		910,465	22,185
305	Collecting and Impounding Res.			-			-			-	-
306	Lake River and Other Intakes			-			-			-	-
307	Wells and Springs	2.70%	2.70%	24,212	(1,855)		22,357	(571)		1,052,430	28,121
308	Infiltration Galleries and Tunnels			-			-			-	-
309	Supply Mains			-			-			-	-
310	Power Generation Equipment			-			-			-	-
311	Electric Pumping Equipment	10.00%	10.00%	149,939	(481)	(5,416)	144,043	(54,089)		1,923,951	187,897
320	Water Treatment Equipment	10.00%	10.00%	12,563	(60)		12,503	(3,282)		48,743	4,413
320.1	Water Treatment Equipment			-			-			-	-
320.2	Chemical Solution Feeders			-			-			-	-
330	Distribution Reservoirs & Standpipe	2.50%	2.50%	-		(590)	(590)	(3,346)		1,421,577	35,589
330.1	Storage tanks			-			-			-	-
330.2	Pressure Tanks			-			-			-	-
331	Transmission and Distribution Mains	2.00%	2.00%	-			-	(451,420)		10,921,830	222,951
333	Services	2.00%	2.00%	16,451		(378)	16,073	(2,039)		1,293,048	25,721
334	Meters	10.00%	10.00%	9,790		(3,128)	6,662	(15,525)		1,286,273	36,194
335	Hydrants	2.00%	2.00%	66,645	(84)		66,561	(971)		822,807	15,800
336	Backflow Prevention Devices			-			-			-	-
339	Other Plant and Miscellaneous Equipment	10.00%	10.00%	26,351	(25,989)		362	(0)		362	18
340	Office Furniture and Fixtures	6.67%	6.67%	7,438			7,438	(3,157)		165,174	10,874
340.1	Computers and Software	6.67%	6.67%	-		-	-	-		160,920	10,733
341	Transportation Equipment	14.29%	14.29%	-			-	(1,644)		269,767	-
342	Stores Equipment			-			-			-	-
343	Tools and Work Equipment	11.76%	11.76%	1,412			1,412	(266)		122,602	1,412
344	Laboratory Equipment			-			-			-	-
345	Power Operated Equipment	10.00%	10.00%	36,567	(1,407)		35,160	(0)		35,160	1,758
346	Communications Equipment	10.00%	10.00%	3,141			3,141	(3,023)		242,559	24,250
347	Miscellaneous Equipment	6.25%	6.25%	-			-	(380)		103,704	6,493
348	Other Tangible Plant						-			-	-
	Rounding						-			-	-
							-			-	-
	Plant Held for Future Use										
	TOTAL WATER PLANT			405,909	(30,090)	(9,512)	366,307	(540,236)	-	21,108,774	634,411

[1] Affiliate Profit

Bella Vista Water Company (Stand-Alone)
Plant Additions and Retirements

Exhibit
Final Schedule B-2
Page 3.12

Account No.	Description	Deprec. Rate Before Nov-02	Deprec. Rate After Nov-02	2008 Plant Additions	2008 Plant Adjustments[1]	Final 2008 Plant Adjustments	2008 Adjusted Plant Additions	Final 2008 Plant Retirements	2008 Salvage (A/D Only)	2008 Plant Balance	2008 Deprec.
301	Organization Cost						-			-	-
302	Franchise Cost						-			-	-
303	Land and Land Rights			-			-			327,399	-
304	Structures and Improvements	2.50%	2.50%	41,923	(2,561)	-	39,362	(523)		949,304	23,247
305	Collecting and Impounding Res.			-			-			-	-
306	Lake River and Other Intakes			-			-			-	-
307	Wells and Springs	2.70%	2.70%	5,712	(243)	-	5,469	(571)		1,057,328	28,482
308	Infiltration Galleries and Tunnels			-			-			-	-
309	Supply Mains			-			-			-	-
310	Power Generation Equipment			-			-			-	-
311	Electric Pumping Equipment	10.00%	10.00%	111,779	(797)	(3,468)	107,515	(54,089)		1,977,378	129,573
320	Water Treatment Equipment	10.00%	10.00%	5,764			5,764	(3,282)		51,225	4,998
320.1	Water Treatment Equipment			-			-			-	-
320.2	Chemical Solution Feeders			-			-			-	-
330	Distribution Reservoirs & Standpipe	2.50%	2.50%	823,517	(942)	(19,058)	803,517	(20,435)		2,204,659	45,328
330.1	Storage tanks			-			-			-	-
330.2	Pressure Tanks			-			-			-	-
331	Transmission and Distribution Mains	2.00%	2.00%	855,016	(75,570)		779,446	(20,083)		11,681,192	226,030
333	Services	2.00%	2.00%	57,455	(97)	(433)	56,925	(2,039)		1,347,934	26,410
334	Meters	10.00%	10.00%	60,593		(2,547)	58,046	(15,525)		1,328,793	58,046
335	Hydrants	2.00%	2.00%	30,257	(300)	(209)	29,748	(971)		851,584	16,744
336	Backflow Prevention Devices			-			-			-	-
339	Other Plant and Miscellaneous Equipment	10.00%	10.00%	80,492	(11,303)		69,189	(0)		69,551	3,496
340	Office Furniture and Fixtures	6.67%	6.67%	12,291	(3,258)		9,033	(3,157)		171,050	11,213
340.1	Computers and Software	6.67%	6.67%	-		-	-	-		160,920	10,733
341	Transportation Equipment	14.29%	14.29%	341			341	(15,253)		254,855	(13,268)
342	Stores Equipment			-			-			-	-
343	Tools and Work Equipment	11.76%	11.76%	2,512	(2,449)	(109)	(46)	(266)		122,290	(46)
344	Laboratory Equipment			-			-			-	-
345	Power Operated Equipment	10.00%	10.00%	3,071	(6,683)		(3,612)	(0)		31,548	3,335
346	Communications Equipment	10.00%	10.00%	41,861	(815)	-	41,046	(3,023)		280,582	26,157
347	Miscellaneous Equipment	6.25%	6.25%	3,342	(537)	-	2,805	(380)		106,129	6,557
348	Other Tangible Plant						-			-	-
	Rounding						-			-	-
							-			-	-
	Plant Held for Future Use										
	TOTAL WATER PLANT			2,135,925	(105,555)	(25,824)	2,004,546	(139,597)	-	22,973,723	607,036

[1] Affiliate Profit

Bella Vista Water Company (Stand-Alone)
Plant Additions and Retirements

Exhibit
Final Schedule B-2
Page 3.13

Account No.	Description	Deprec. Rate Before Nov-02	Deprec. Rate After Nov-02	2009 Plant Additions	2009 Plant Adjustments	2009 Plant Adjustments[1]	Final 2009 Plant Adjustments	2009 Adjusted Plant Additions	Final 2009 Plant Retirements	2009 Salvage (A/D Only)	March 31 2009 Plant Balance	Jan-Mar 2009 Deprec.	Final Adjusted Post Test Year Plant	Final Adjusted PTY Retirement	Adjusted Test Year 2009 Plant Balance
301	Organization Cost							-			-	-			-
302	Franchise Cost							-			-	-			-
303	Land and Land Rights			-	-			-			327,399	-			327,399
304	Structures and Improvements	2.50%	2.50%	262,894	99,772	(4,034)		358,631			1,307,936	7,054			1,307,936
305	Collecting and Impounding Res.			-	-			-			-	-			-
306	Lake River and Other Intakes			-	-			-			-	-			-
307	Wells and Springs	2.70%	2.70%	70,286	-			70,286			1,127,614	7,374			1,127,614
308	Infiltration Galleries and Tunnels			-	-			-			-	-			-
309	Supply Mains			-	-			-			-	-			-
310	Power Generation Equipment			-	-			-			-	-			-
311	Electric Pumping Equipment	10.00%	10.00%	67,812	-	(868)		66,944			2,044,322	50,271			2,044,322
320	Water Treatment Equipment	10.00%	10.00%	32,159	-		-	32,159			83,385	1,683			83,385
320.1	Water Treatment Equipment			-	-			-			-	-			-
320.2	Chemical Solution Feeders			-	-			-			-	-			-
330	Distribution Reservoirs & Standpipe	2.50%	2.50%	74,709	2,900	(2,140)		75,469			2,280,128	14,015			2,280,128
330.1	Storage tanks			-	-			-			-	-			-
330.2	Pressure Tanks			-	-			-			-	-			-
331	Transmission and Distribution Mains	2.00%	2.00%	324,865	9,143	(7,176)		326,832			12,008,025	59,223	104,507	(3,496)	12,109,036
333	Services	2.00%	2.00%	34,545	-			34,545			1,382,479	6,826			1,382,479
334	Meters	10.00%	10.00%	25,913	3,470			29,383			1,358,176	33,587			1,358,176
335	Hydrants	2.00%	2.00%	32,664	-	(66)		32,598			884,182	4,339			884,182
336	Backflow Prevention Devices			-	-			-			-	-			-
339	Other Plant and Miscellaneous Equipment	10.00%	10.00%	-	-			-			69,551	1,739			69,551
340	Office Furniture and Fixtures	6.67%	6.67%	7,221	-	(599)		6,622			177,672	2,907			177,672
340.1	Computers and Software	6.67%	6.67%	-	-			-			160,920	2,683			160,920
341	Transportation Equipment	14.29%	14.29%	-	13,609			13,609			268,464	9,348			268,464
342	Stores Equipment			-	-			-			-	-			-
343	Tools and Work Equipment	11.76%	11.76%	221	-	(68)		153			122,443	419			122,443
344	Laboratory Equipment			-	-			-			-	-			-
345	Power Operated Equipment	10.00%	10.00%	-	-			-			31,548	789			31,548
346	Communications Equipment	10.00%	10.00%	74,378	57,385	(861)		130,902			411,484	8,651			411,484
347	Miscellaneous Equipment	6.25%	6.25%	3,176	-	(1,999)		1,177			107,306	1,667			107,306
348	Other Tangible Plant							-			-	-			-
	Rounding							-			-	-			-
								-			-	-			-
	Plant Held for Future Use														
	TOTAL WATER PLANT			1,010,842	186,278	(17,811)	-	1,179,310	-	-	24,153,033	212,576	104,507	(3,496)	24,254,044

[1] Affiliate Profit

Bella Vista Water Company (Stand-Alone)
Plant Additions and Retirements

Exhibit
Final Schedule B-2
Page 3.14

Account No.	Description	Deprec. Rate Before Nov-02	Deprec. Rate After Nov-02	Year End Accumulated Depreciation by Account Dec 31 2000	Dec 31 2001	Dec 31 2002	Dec 31 2003	Dec 31 2004
301	Organization Cost			-	-	-	-	-
302	Franchise Cost			-	-	-	-	-
303	Land and Land Rights			-	-	-	-	-
304	Structures and Improvements	2.50%	2.50%	207,134	227,528	248,252	268,963	289,852
305	Collecting and Impounding Res.			-	-	-	-	-
306	Lake River and Other Intakes			-	-	-	-	-
307	Wells and Springs	2.70%	2.70%	304,933	328,349	352,401	376,734	402,688
308	Infiltration Galleries and Tunnels			-	-	-	-	-
309	Supply Mains			-	-	-	-	-
310	Power Generation Equipment			-	-	-	-	-
311	Electric Pumping Equipment	10.00%	10.00%	991,154	1,106,936	1,221,299	1,339,107	1,461,683
320	Water Treatment Equipment	10.00%	10.00%	9,739	8,513	7,056	6,506	6,863
320.1	Water Treatment Equipment			-	-	-	-	-
320.2	Chemical Solution Feeders			-	-	-	-	-
330	Distribution Reservoirs & Standpipe	2.50%	2.50%	498,098	529,552	562,651	595,668	628,621
330.1	Storage tanks			-	-	-	-	-
330.2	Pressure Tanks			-	-	-	-	-
331	Transmission and Distribution Mains	2.00%	2.00%	2,450,915	2,588,800	2,746,460	2,908,440	3,075,794
333	Services	2.00%	2.00%	660,025	674,580	689,498	704,986	721,621
334	Meters	10.00%	10.00%	758,362	835,115	912,887	955,988	1,042,465
335	Hydrants	2.00%	2.00%	177,863	186,224	195,176	204,585	214,575
336	Backflow Prevention Devices			-	-	-	-	-
339	Other Plant and Miscellaneous Equipment	10.00%	10.00%	-	(0)	(0)	(0)	(0)
340	Office Furniture and Fixtures	6.67%	6.67%	86,329	90,077	93,742	98,292	104,791
340.1	Computers and Software	6.67%	6.67%	29,062	39,818	50,574	61,330	72,087
341	Transportation Equipment	14.29%	14.29%	108,206	133,738	159,263	185,515	217,696
342	Stores Equipment			-	-	-	-	-
343	Tools and Work Equipment	11.76%	11.76%	80,790	94,924	109,082	121,990	121,723
344	Laboratory Equipment			-	-	-	-	-
345	Power Operated Equipment	10.00%	10.00%	-	(0)	(0)	(0)	(0)
346	Communications Equipment	10.00%	10.00%	20,080	20,931	21,329	21,424	21,660
347	Miscellaneous Equipment	6.25%	6.25%	51,170	57,087	62,969	68,827	74,662
348	Other Tangible Plant			-	-	-	-	-
	Rounding			-	-	-	-	-
				-	-	-	-	-
	Plant Held for Future Use			-				
	TOTAL WATER PLANT			6,433,860	6,922,173	7,432,639	7,918,356	8,456,782

Bella Vista Water Company (Stand-Alone)
Plant Additions and Retirements

Exhibit
Final Schedule B-2
Page 3.15

Account No.	Description	Deprec. Rate Before Nov-02	Deprec. Rate After Nov-02	Year End Accumulated Depreciation by Account Dec 31 2005	Dec 31 2006	Dec 31 2007	Dec 31 2008	March 31 2009	Adjusted Test Year Plant Balance
301	Organization Cost			-	-	-	-	-	-
302	Franchise Cost			-	-	-	-	-	-
303	Land and Land Rights			-	-	-	-	-	-
304	Structures and Improvements	2.50%	2.50%	310,938	332,030	353,693	376,417	383,471	**383,471**
305	Collecting and Impounding Res.			-	-	-	-	-	-
306	Lake River and Other Intakes			-	-	-	-	-	-
307	Wells and Springs	2.70%	2.70%	429,968	457,233	484,784	512,695	520,069	**520,069**
308	Infiltration Galleries and Tunnels			-	-	-	-	-	-
309	Supply Mains			-	-	-	-	-	-
310	Power Generation Equipment			-	-	-	-	-	-
311	Electric Pumping Equipment	10.00%	10.00%	1,586,698	1,713,995	1,847,804	1,923,289	1,973,560	**1,973,560**
320	Water Treatment Equipment	10.00%	10.00%	7,459	8,294	9,425	11,142	12,825	**12,825**
320.1	Water Treatment Equipment			-	-	-	-	-	-
320.2	Chemical Solution Feeders			-	-	-	-	-	-
330	Distribution Reservoirs & Standpipe	2.50%	2.50%	661,510	694,079	726,321	751,214	765,229	**765,229**
330.1	Storage tanks			-	-	-	-	-	-
330.2	Pressure Tanks			-	-	-	-	-	-
331	Transmission and Distribution Mains	2.00%	2.00%	3,254,493	3,451,010	3,222,540	3,428,487	3,487,710	**3,484,214**
333	Services	2.00%	2.00%	740,404	762,149	785,830	810,201	817,027	**817,027**
334	Meters	10.00%	10.00%	1,140,607	1,250,079	1,270,748	1,313,268	1,346,855	**1,346,855**
335	Hydrants	2.00%	2.00%	225,781	238,804	253,634	269,407	273,747	**273,747**
336	Backflow Prevention Devices			-	-	-	-	-	-
339	Other Plant and Miscellaneous Equipment	10.00%	10.00%	(0)	(0)	18	3,514	5,252	**5,252**
340	Office Furniture and Fixtures	6.67%	6.67%	112,142	119,552	127,269	135,325	138,232	**138,232**
340.1	Computers and Software	6.67%	6.67%	82,843	93,588	104,321	115,055	117,738	**117,738**
341	Transportation Equipment	14.29%	14.29%	255,189	269,767	268,123	239,602	248,950	**248,950**
342	Stores Equipment			-	-	-	-	-	-
343	Tools and Work Equipment	11.76%	11.76%	121,457	121,190	122,336	122,024	122,443	**122,443**
344	Laboratory Equipment			-	-	-	-	-	-
345	Power Operated Equipment	10.00%	10.00%	(0)	(0)	1,758	5,093	5,882	**5,882**
346	Communications Equipment	10.00%	10.00%	25,281	39,247	60,474	83,608	92,259	**92,259**
347	Miscellaneous Equipment	6.25%	6.25%	80,648	86,784	92,898	99,075	100,742	**100,742**
348	Other Tangible Plant			-	-	-	-	-	-
	Rounding			-	-	-	-	-	-
				-	-	-	-	-	-
	Plant Held for Future Use								
	TOTAL WATER PLANT			9,035,418	9,637,802	9,731,977	10,199,416	10,411,992	**10,408,496**

Bella Vista Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Original Cost Rate Base Proforma Adjustments
Adjustment Number 2

Exhibit
Final Schedule B-2
Page 4
Witness: Bourassa

Line No.				A	B	C	D	E	
1	Plant-in-Service								
2									Final
3	Acct.		Adjusted Accum.	Post Test Year		Reconciliation to Computed	Intentionally Left	Intentionally Left	Adjusted Accum.
4	No.	Description	Depr.	Plant Retirement	Retirements	Balance	Blank	Blank	Depr.
5	301	Organization Cost	$ -		$ -	$ -			$ -
6	302	Franchise Cost	-		-	-			-
7	303	Land and Land Rights	-		-	-			-
8	304	Structures and Improvements	388,090		(4,181)	(438)			383,471
9	305	Collecting and Impounding Res.	-		-	-			-
10	306	Lake River and Other Intakes	-		-	-			-
11	307	Wells and Springs	525,150		(4,565)	(516)			520,069
12	308	Infiltration Galleries and Tunnels	-		-	-			-
13	309	Supply Mains	-		-	-			-
14	310	Power Generation Equipment	-		-	-			-
15	311	Electric Pumping Equipment	2,481,910		(432,710)	(75,640)			1,973,560
16	320	Water Treatment Equipment	50,073		(26,254)	(10,994)			12,825
17	320.1	Water Treatment Plant	-		-	-			-
18	320.2	Chemical Solution Feeders	-		-	-			-
19	330	Dist. Reservoirs & Standpipe	812,593		(43,858)	(3,506)			765,229
20	330.1	Storage tanks	-		-	-			-
21	330.2	Pressure Tanks	-		-	-			-
22	331	Trans. and Dist. Mains	4,096,265	8,504	(592,002)	(28,552)			3,484,214
23	333	Services	834,738		(16,315)	(1,396)			817,027
24	334	Meters	1,491,209		(124,204)	(20,151)			1,346,855
25	335	Hydrants	282,181		(7,765)	(669)			273,747
26	336	Backflow Prevention Devices	-		-	-			-
27	339	Other Plant and Misc. Equip.	5,253		(0)	(0)			5,252
28	340	Office Furniture and Fixtures	170,545		(25,258)	(7,055)			138,232
29	340.1	Computers and Software	117,801		-	(63)			117,738
30	341	Transportation Equipment	291,918		(26,760)	(16,209)			248,950
31	342	Stores Equipment	-		-	-			-
32	343	Tools and Work Equipment	124,683		(2,132)	(109)			122,443
33	344	Laboratory Equipment	-		-	-			-
34	345	Power Operated Equipment	5,882		(0)	(0)			5,882
35	346	Communications Equipment	126,570		(24,184)	(10,127)			92,259
36	347	Miscellaneous Equipment	104,580		(3,042)	(796)			100,742
37	348	Other Tangible Plant	-		-	-			-
38			-						-
39		TOTALS	$ 11,909,440	$ 8,504	$ (1,333,228)	$ (176,221)	$ -	$ -	$ 10,408,496
40									
41	Accumulated Depreciation per Direct								$ 11,909,440
42									
43	Increase (decrease) in Plant-in-Service								$ (1,500,945)
44									
45	Adjustment to Plant-in-Service								$ (1,500,945)
46									
47	SUPPORTING SCHEDULES								
48	Final B-2, pages 4.1 to 4.2								
49	Final B-2, pages 3.5 to 3.15								

Bella Vista Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Original Cost Rate Base Proforma Adjustments
Adjustment Number 2 - A

Exhibit
Final Schedule B-2
Page 4.1
Witness: Bourassa

Line No.		
1	Post Test Year Plant Plant Retirement	
2		
3		
4	Final Adjusted Post Test Year Plant (Acct 331)	$ (3,496)
5		
6	Adjusted Post Test Year Plant per Direct (Acct 331)	$ (12,000)
7		
8		
9	Increase (decrease) to plant-in-service	$ 8,504
10		
11		
12		
13		
14		
15	REFERENCES	
16	Testimony and Co. Response to MSJ 5.2	
17		
18		
19		
20		
21		
22		
23		
24		
25		

Bella Vista Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Original Cost Rate Base Proforma Adjustments
Adjustment Number 1 - B

Exhibit
Rebuttal Schedule B-2
Page 4.2
Witness: Bourassa

Line No.			
1	Retirements		
2			
3			
4	Acct	Description	Adjustment
5	301	Organization Cost	$ -
6	302	Franchise Cost	-
7	303	Land and Land Rights	-
8	304	Structures and Improvements	(4,181)
9	305	Collecting and Impounding Res.	-
10	306	Lake River and Other Intakes	-
11	307	Wells and Springs	(4,565)
12	308	Infiltration Galleries and Tunnels	-
13	309	Supply Mains	-
14	310	Power Generation Equipment	-
15	311	Electric Pumping Equipment	(432,710)
16	320	Water Treatment Equipment	(26,254)
17	320.1	Water Treatment Plant	-
18	320.2	Chemical Solution Feeders	-
19	330	Dist. Reservoirs & Standpipe	(43,858)
20	330.1	Storage tanks	-
21	330.2	Pressure Tanks	-
22	331	Trans. and Dist. Mains	(592,002)
23	333	Services	(16,315)
24	334	Meters	(124,204)
25	335	Hydrants	(7,765)
26	336	Backflow Prevention Devices	-
27	339	Other Plant and Misc. Equip.	(0)
28	340	Office Furniture and Fixtures	(25,258)
29	340.1	Computers and Software	-
30	341	Transportation Equipment	(26,760)
31	342	Stores Equipment	-
32	343	Tools and Work Equipment	(2,132)
33	344	Laboratory Equipment	-
34	345	Power Operated Equipment	(0)
35	346	Communications Equipment	(24,184)
36	347	Miscellaneous Equipment	(3,042)
37	348	Other Tangible Plant	-
38			
39			$ (1,333,228)
40			
41			
42	Adjustment to accumulated depreciation		$ (1,333,228)
43			
44	REFERENCES		
45	Testimony		
46			
47			
48			
49			
50			

Bella Vista Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Original Cost Rate Base Proforma Adjustments
Adjustment 3

Exhibit
Final Schedule B-2
Page 5
Witness: Bourassa

Line No.										
1	**Deferred Income Tax as of March 31, 2009**									
2				Probability	Deductible TD					
3				of Realization	(Taxable TD)					
4		Adjusted		of Future	Expected to	Tax	Future Tax Asset		Future Tax Liability	
5		Book Value[1]	Tax Value	Tax Benefit	be Realized	Rate[5]	Current	Non Current	Current	Non Current
6	Plant-in-Service	$ 24,254,044 [1]								
7	Accum. Deprec.	(10,408,496) [1]								
8	CIAC	(4,426,407) [3]								
9	Fixed Assets	$ 9,419,141	$ 6,730,491 [2]	100.0%	$ (2,688,650)	38.60%		-		(1,037,789)
10	AIAC		6,136,045 [4]	30.0%	$ 1,840,813 [4]	38.60%		$ 710,533		
11	Tax Benefits from O.L. Carry Forward			100.0%	$ -	38.60%		$ -		
12							$ -	$ 710,533	$ -	$ (1,037,789)
13										
14	Net Asset (Liability)						$ (327,255)			
15										
16	DIT Asset (Liability) per books						$ 230,850			
17										
18	Adjustment to DIT						$ 558,105			
19										
20	**[1] Adjusted per Rebuttal Schedule B-2, page 2**									
21										
22	**[2] Tax Basis as of March 31, 2009**									
23										
24	Unadjusted Cost Basis per 2008 Tax Return (Fiscal Year Ended 12/31/2008)							$ 16,213,366		
25	Adjustments:									
26	Land not on tax return depreciation repor							295,695		
27	Tax accumulated depreciation through 12/31/2008							(9,088,034)		
28	Tax depreciation from 1/1/2009 to 3/31/2009 for assets added before 12/31/2008.							(113,677)		
29	Bonus Depreciation/Section 179 deductions through 12/31/2008							(958,092)		
30	Assets added after 12/31/2008 (net of affiliate profit, AIAC, CIAC)							814,810		
31	Tax depreciation for assets added after 12/31/2008 thru 3/31/2009 (Estimated 25 yr S.L. half-year convention							(4,074)		
32	Bonus depreciation for assets added after 12/31/2008 thru 3/31/2009 (Estimated)							(101,851)		
33	B-2 Adjustments to plant-in-service (PTY Plant of $110,057 and plant retirement of $12,000)							101,011		
34	Tax accumulated depreciation from B-2 adjustments to plant-in-service							(3,496)		
35	Affiliate profit removed through 2008							(164,823)		
36	Tax accumulated depreciation related to affilitate profit through 2008							13,652		
37	Proposed retirements per B-2							(1,333,228)		
38	Estimated tax depreciation on B- 2 proposed retirement							1,162,419		
39	Proposed B-2 adjustments (AFUDC)							(40,887)		
40	Estimated Tax depreciation on B- 2 proposed adjustments (AFUDC)							2,051		
41										
42										
43	Timing difference through 2008							(64,351)		
44	Net tax value as of March 31, 2009							$ 6,730,491		
45										
46	**[3] CIAC (including impact of change to probability of realization)**									
47										
48	Gross CIAC per B-2						$ 496,445			
49	Less: Pre-1996 CIAC						(326,777)			
50	A.A per B-2					$ (230,488)				
51	A.A on Pre-1996 CIAC					191,996				
52	A.A. on Post 1996 CIAC						(38,492)			
53	Net CIAC before unrealized AIAC							$ 131,176		
54										
55	Unrealized AIAC Componen									
56	Adjusted Net AIAC (see footnote 5 below)						$ 6,136,045			
57	Unrealized AIAC Component % (1-Realized AIAC Component						70.0%			
58	Addition to CIAC							$ 4,295,231		
59	Total realizable CIAC							$ 4,426,407		
60										
61	**[4] AIAC (including impact of change in probability of realization)**									
62	AIAC per B-2						$ 6,781,443			
63	Less: Pre-1996 AIAC included for book and tax purposes						(645,398)			
64	Net AIAC before unrealized portion							$ 6,136,045		
65	Less: Unrealized AIAC (from Note 4, above							$ (4,295,231)		
66	Net realizable AIAC							$ 1,840,813		
67										
68	**[5] Effective tax rates Per C-3 schedule**									
69										

Bella Vista Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Original Cost Rate Base Proforma Adjustments
Adjustment 4

Exhibit
Final Schedule B-2
Page 6
Witness: Bourassa

Line No.		Gross CIAC	Accum. Amort.
1	CIAC and Accumulated Amortization		
2			
3			
4		Gross CIAC	Accum. Amort.
5	Computed balance at 3/31/2009	$ 496,445	$ 230,488
6			
7	Adjusted Test Year Balance	$ 496,445	$ 230,909
8			
9	Increase (decrease)	$ -	$ (421)
10			
11			
12	Adjustment to CIAC	$ -	$ 421
13	Label	4a	4b
14			
15			
16			
17			
18			
19	SUPPORTING SCHEDULES		
20	Final B-2, page 6.1 to 6.5		
21			
22			
23			
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33			
34			
35			
36			

Bella Vista Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Original Cost Rate Base Proforma Adjustments
Contributions-in-aid of Construction and Amortization
Adjustment 4

Exhibit
Final Schedule B-2
Page 6.1
Witness: Bourassa

Line No.		Balance at 12/31/2000	2001 Activity	Balance at 12/31/2001	2002 Activity	Balance at 12/31/2002
4	CIAC	403,046		403,046	43,680	446,726
7	Amortization		14,241		15,178	
8	Accum Amort.	103,590	14,241	117,831	15,178	133,009
10	Composite Amortization Rate		3.5334%		3.5723%	
35	**Total CIAC Water**	**403,046**		**403,046**		**446,726**
24	**Total Accum Amort.**	**103,590**		**117,831**		**133,009**

Bella Vista Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Original Cost Rate Base Proforma Adjustments
Contributions-in-aid of Construction and Amortization
Adjustment 4

Exhibit
Final Schedule B-2
Page 6.2
Witness: Bourassa

Line No.		2003 Activity	Balance at 12/31/2003	2004 Activity	Balance at 12/31/2004
1					
2					
3					
4	CIAC	1,400	448,126	25,829	473,955
5					
6					
7	Amortization	15,106		16,077	
8	Accum Amort.	15,106	148,115	16,077	164,193
9					
10	Composite Amortization Rate	3.3762%		3.4872%	
11					
12					
13					
14					
15					
16					
17					
18					
19					
20					
21					
22					
23					
24					
25					
26					
27					
28					
29					
30					
31					
32					
33					
34					
35	**Total CIAC Water**		**448,126**		**473,955**
22					
23					
24	**Total Accum Amort.**		**148,115**		**164,193**
25					
26					

Bella Vista Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Original Cost Rate Base Proforma Adjustments
Contributions-in-aid of Construction and Amortization
Adjustment 4

Exhibit
Final Schedule B-2
Page 6.3
Witness: Bourassa

Line No.		2005 Activity	Balance at 12/31/2005	2006 Activity	Balance at 12/31/2006
4	CIAC	15,560	489,515	13,630	503,145
7	Amortization	16,855		16,588	
8	Accum Amort.	16,855	181,048	16,588	197,636
10	Composite Amortization Rate	3.4989%		3.3421%	
35	**Total CIAC Water**		**489,515**		**503,145**
24	**Total Accum Amort.**		**181,048**		**197,636**

Bella Vista Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Original Cost Rate Base Proforma Adjustments
Contributions-in-aid of Construction and Amortization
Adjustment 4

Exhibit
Final Schedule B-2
Page 6.4
Witness: Bourassa

Line No.		2007 Activity	Balance at 12/31/2007	2008 Activity	Balance at 12/31/2006
1					
2					
3					
4	CIAC	800	503,945	-	503,945
5					
6					
7	Amortization	15,134		13,316	
8	Accum Amort.	15,134	212,770	13,316	226,085
9					
10	Composite Amortization Rate	3.0054%		2.6423%	
11					
12					
13					
14					
15					
16					
17					
18					
19					
20					
21					
22					
23					
24					
25					
26					
27					
28					
29					
30					
31					
32					
33					
34					
35	**Total CIAC Water**		**503,945**		**503,945**
22					
23					
24	**Total Accum Amort.**		**212,770**		**226,085**
25					
26					

Bella Vista Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Original Cost Rate Base Proforma Adjustments
Contributions-in-aid of Construction and Amortization
Adjustment 4

Exhibit
Final Schedule B-2
Page 6.5
Witness: Bourassa

Line No.		2009 Activity	Balance at 3/31/2009
1			
2			
3			
4			
5	CIAC		
6			
7			
8	Amortization		
9	Accum Amort.	(7,500)	
10			496,445
11			
12	Composite Amortization Rate		
13		4,402	
14		4,402	
15			230,488
16		0.8801%	
17			
18			
19			
20			
21			
22	**Total CIAC Water**		**496,445**
23			
24			
25	**Total Accum Amort.**		**230,488**
26			
27			
28			
29			
30			
31			
32			
33			
34			
35			

Bella Vista Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Computation of Working Capital

Exhibit
Final Schedule B-5
Page 1
Witness: Bourassa

Line No.			
1	Cash Working Capital (1/8 of Allowance		
2	Operation and Maintenance Expense)	$	212,225
3	Pumping Power (1/24 of Pumping Power)		23,379
4	Purchased Water (1/24 of Purchased Water)		30
5	Materials and Supplies		-
6	Prepaids		13,691
7			
8			
9	Total Working Capital Allowance	$	249,324
10			
11			
12	Working Capital Requested	$	-
13			
14			
15	SUPPORTING SCHEDULES:	RECAP SCHEDULES:	
16	Final C-1	Final B-1	
17			
18			Adjusted
19	Cash Working Capital Detail		Test Year Results
20			
21	Total Operating Expense	$	3,387,598
22	Less:		
23	Income Tax		13,383
24	Property Tax		163,467
25	Depreciation		951,146
26	Purchased Water		708
27	Pumping Power		561,094
28	Allowable Expenses	$	1,697,799
29	1/8 of allowable expenses	$	212,225
30			
31			

Bella Vista Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Income Statement

Exhibit
Final Schedule C-1
Page 1
Witness: Bourassa

Line No.		Test Year Adjusted Results	Adjustment	Final Test Year Adjusted Results	Proposed Rate Increase	Final Adjusted with Rate Increase
1	**Revenues**					
2	Metered Water Revenues	$ 3,400,892	$ -	$ 3,400,892	$ 690,607	$ 4,091,499
3	Unmetered Water Revenues	-	-	-		-
4	Other Water Revenues	125,141	-	125,141		125,141
5		$ 3,526,033	$ -	$ 3,526,033	$ 690,607	$ 4,216,640
6	**Operating Expenses**					
7	Salaries and Wages	$ -	$ -	$ -		$ -
8	Purchased Water	708	-	708		708
9	Purchased Power	561,094	-	561,094		561,094
10	Fuel for Power Production	-	-	-		-
11	Chemicals	4,273	-	4,273		4,273
12	Materials & Supplies	36,932	-	36,932		36,932
13	Outside Services	4,605	-	4,605		4,605
14	Outside Services- Legal	35,245	-	35,245		35,245
15	Outside Services- Other	1,258,045	(16,734)	1,241,311		1,241,311
16	Water Testing	18,805	24,387	43,192		43,192
17	Equipment Rental	-	-	-		-
18	Rents	60,600	-	60,600		60,600
19	Transportation Expenses	78,117	(7,023)	71,094		71,094
20	Insurance - General Liability	38,930	-	38,930		38,930
21	Insurance - Health and Life	7,290	-	7,290		7,290
22	Reg. Comm. Exp.	9,017	-	9,017		9,017
23	Reg. Comm. Exp. - Rate Case	83,333	(8,333)	75,000		75,000
24	Miscellaneous Expense	65,966	(5,181)	60,785		60,785
25	Bad Debt Expense	9,526	-	9,526		9,526
26	Depreciation Expense	1,009,435	(58,288)	951,146		951,146
27	Taxes Other Than Income	-	-	-		-
28	Property Taxes	159,659	3,808	163,467		163,467
29	Income Tax	(10,068)	23,451	13,383	266,567	279,950
30	**Total Operating Expenses**	$ 3,431,512	$ (43,913)	$ 3,387,598	$ 266,567	$ 3,654,165
31	**Operating Income**	$ 94,521	$ 43,913	$ 138,435	$ 424,041	$ 562,475
32	**Other Income (Expense)**					
33	Interest Income	-	-	-		-
34	Other income (loss)	-	-	-		-
35	Interest Expense	(110,537)	(6,608)	(117,145)		(117,145)
36	Other Expense	-	-	-		-
37		-	-	-		-
38	**Total Other Income (Expense)**	$ (110,537)	$ (6,608)	$ (117,145)	$ -	$ (117,145)
39	**Net Profit (Loss)**	$ (16,016)	$ 37,305	$ 21,289	$ 424,041	$ 445,330
40						
41	SUPPORTING SCHEDULES:				RECAP SCHEDULES:	
42	Final C-1, page 2				Final A-1	
43						

Bella Vista Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Income Statement

Exhibit
Final Schedule C-1
Page 2
Witness: Bourassa

Line No.		Label>>>>>>>> Test Year Adjusted Results	1 Depreciation	2 Property Taxes	3 Meals Entertainment Contributions	4 Water Testing	5 Transport. Expense	6 Rate Case Expense	7 Central Office Allocation	8 Interest Sunch.	9 Income Taxes	Final Test Year Adjusted Results	Proposed Rate Increase	Final Adjusted with Rate Increase
1	**Revenues**													
2	Metered Water Revenues	$ 3,400,892										$ 3,400,892	$ 690,607	$ 4,091,499
3	Unmetered Water Revenues	-										-		-
4	Other Water Revenues	125,141										125,141		125,141
5		$ 3,526,033	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 3,526,033	$ 690,607	$ 4,216,640
6	**Operating Expenses**													
7	Salaries and Wages	$ -										$ -		$ -
8	Purchased Water	708										708		708
9	Purchased Power	561,094										561,094		561,094
10	Fuel for Power Production	-										-		-
11	Chemicals	4,273										4,273		4,273
12	Materials & Supplies	36,932										36,932		36,932
13	Outside Services	4,605										4,605		4,605
14	Outside Services- Legal	35,245										35,245		35,245
15	Outside Services- Other	1,258,045							(16,734)			1,241,311		1,241,311
16	Water Testing	18,805				24,387						43,192		43,192
17	Equipment Rental	-										-		-
18	Rents	60,600										60,600		60,600
19	Transportation Expenses	78,117					(7,023)					71,094		71,094
20	Insurance - General Liability	38,930										38,930		38,930
21	Insurance - Health and Life	7,290										7,290		7,290
22	Reg. Comm. Exp.	9,017										9,017		9,017
23	Reg. Comm. Exp. - Rate Case	83,333						(8,333)				75,000		75,000
24	Miscellaneous Expense	65,966			(5,181)							60,785		60,785
25	Bad Debt Expense	9,526										9,526		9,526
26	Depreciation Expense	1,009,435	(58,288)									951,146		951,146
27	Taxes Other Than Income	-										-		-
28	Property Taxes	159,659		3,808								163,467		163,467
29	Income Tax	(10,068)									23,451	13,383	266,567	279,950
30	**Total Operating Expenses**	$ 3,431,512	$ (58,288)	$ 3,808	$ (5,181)	$ 24,387	$ (7,023)	$ (8,333)	$ (16,734)	$ -	$ 23,451	$ 3,387,598	$ 266,567	$ 3,654,165
31	**Operating Income**	$ 94,521	$ 58,288	$ (3,808)	$ 5,181	$ (24,387)	$ 7,023	$ 8,333	$ 16,734	$ -	$ (23,451)	$ 138,435	$ 424,041	$ 562,475
32	**Other Income (Expense)**													
33	Interest Income	-										-		-
34	Other income (loss)	-										-		-
35	Interest Expense	(110,537)								(6,608)		(117,145)		(117,145)
36	Other Expense	-										-		-
37		-										-		-
38	**Total Other Income (Expense)**	$ (110,537)	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ (6,608)	$ -	$ (117,145)	$ -	$ (117,145)
39	**Net Profit (Loss)**	$ (16,016)	$ 58,288	$ (3,808)	$ 5,181	$ (24,387)	$ 7,023	$ 8,333	$ 16,734	$ (6,608)	$ (23,451)	$ 21,289	$ 424,041	$ 445,330
40														
41	SUPPORTING SCHEDULES:													
42	Final C-2													
43														

RECAP SCHEDULES:
Final C-1, page 1

Bella Vista Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Adjustments to Revenues and Expenses

Exhibit
Final Schedule C-2
Page 1
Witness: Bourassa

Line No.		Adjustments to Revenues and Expenses						
		1	2	3	4	5	6	Subtotal
1		Depreciation	Property	Meals, Entertainment	Water	Transportation	Rate Case	
2		Expense	Taxes	Contibutions	Testing	Expense	Expense	
3	Revenues							-
4								
5	Expenses	(58,288)	3,808	(5,181)	24,387	(7,023)	(8,333)	(50,631)
6								
7	Operating							
8	Income	58,288	(3,808)	5,181	(24,387)	7,023	8,333	50,631
9								
10	Interest							
11	Expense							-
12	Other							
13	Income /							-
14	Expense							
15								
16	Net Income	58,288	(3,808)	5,181	(24,387)	7,023	8,333	50,631
17								
18		Adjustments to Revenues and Expenses						
19		7	8	9	10	11	12	Subtotal
20		Central	Interest	Income				
21		Office Allocation	Synchronization	Taxes	Blank	Blank	Blank	
22	Revenues							-
23								
24	Expenses	(16,734)		23,451				(43,913)
25								
26	Operating							
27	Income	16,734	-	(23,451)	-	-	-	43,913
28								
29	Interest							
30	Expense		(6,608)					(6,608)
31	Other							
32	Income /							-
33	Expense							
34								
35	Net Income	16,734	(6,608)	(23,451)	-	-	-	37,305

Bella Vista Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Adjustments to Revenues and Expenses
Adjustment Number 1

Exhibit
Final Schedule C-2
Page 2
Witness: Bourassa

Line No.					
1	Depreciation Expense				
2					
3	Acct.		Adjusted Original	Proposed	Depreciation
4	No.	Description	Cost	Rates	Expense
5	301	Organization Cost	-	0.00%	-
6	302	Franchise Cost	-	0.00%	-
7	303	Land and Land Rights	327,399	0.00%	-
8	304	Structures and Improvements	1,307,936	3.33%	43,554
9	305	Collecting and Impounding Res.	-	2.50%	-
10	306	Lake River and Other Intakes	-	2.50%	-
11	307	Wells and Springs	1,127,614	3.33%	37,550
12	308	Infiltration Galleries and Tunnels	-	6.67%	-
13	309	Supply Mains	-	2.00%	-
14	310	Power Generation Equipment	-	5.00%	-
15	311	Electric Pumping Equipment	2,044,322	12.50%	255,540
16	320	Water Treatment Equipment	83,385	3.33%	2,777
17	320.1	Water Treatment Plant	-	3.33%	-
18	320.2	Chemical Solution Feeders	-	20.00%	-
19	330	Dist. Reservoirs & Standpipe	2,280,128	2.22%	50,619
20	330.1	Storage tanks	-	2.22%	-
21	330.2	Pressure Tanks	-	5.00%	-
22	331	Trans. and Dist. Mains	12,109,036	2.00%	242,181
23	333	Services	1,382,479	3.33%	46,037
24	334	Meters	1,358,176	8.33%	113,136
25	335	Hydrants	884,182	2.00%	17,684
26	336	Backflow Prevention Devices	-	6.67%	-
27	339	Other Plant and Misc. Equip.	69,551	6.67%	4,639
28	340	Office Furniture and Fixtures	177,672	6.67%	11,851
29	340.1	Computers and Software	160,920	20.00%	32,184
30	341	Transportation Equipment	268,464	20.00%	53,693
31	342	Stores Equipment	-	4.00%	-
32	343	Tools and Work Equipment	122,443	5.00%	6,122
33	344	Laboratory Equipment	-	10.00%	-
34	345	Power Operated Equipment	31,548	5.00%	1,577
35	346	Communications Equipment	411,484	10.00%	41,148
36	347	Miscellaneous Equipment	107,306	10.00%	10,731
37	348	Other Tangible Plant	-	10.00%	-
38					
39		TOTALS	$ 24,254,044		$ 971,022
40					
41					
42	Less: Amortization of Contributions		$ 496,445	4.0035%	$ (19,875)
43					
44					
45					
46	Total Depreciation Expense				$ 951,146
47					
48	Test Year Depreciation Expense				1,009,435
49					
50	Increase (decrease) in Depreciation Expense				(58,288)
51					
52	Adjustment to Revenues and/or Expenses				$ (58,288)
53					
54	SUPPORTING SCHEDULE				
55	Final B-2, page 3		* Fully Depreciated		
56	Final B-2, page 6.4				

Bella Vista Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Adjustment to Revenues and Expenses
Adjustment Number 2

Exhibit
Final Schedule C-2
Page 3
Witness: Bourassa

Line No.			
1	Property Taxes:		
2			
3	Adjusted Revenues in year ended 3/31/09	$	3,526,033
4	Adjusted Revenues in year ended 3/31/09		3,526,033
5	Proposed Revenues		4,216,640
6	Average of three year's of revenue	$	3,756,236
7	Average of three year's of revenue, times 2	$	7,512,471
8	Add:		
9	Construction Work in Progess at 10%	$	379,887
10	Deduct:		
11	Book Value of Transportation Equipment		19,514
12			
13	Full Cash Value	$	7,872,844
14	Assessment Ratio		21%
15	Assessed Value		1,653,297
16	Property Tax Rate		9.8053%
17			
18	Property Tax		162,110
19	Plus: Tax on Parcels		1,357
20			
21	Total Property Tax at Proposed Rates	$	163,467
22	Property Taxes recorded during the test year		159,659
23	Change in Property Taxes	$	3,808
24			
25			
26	Adjustment to Revenues and/or Expenses	$	3,808
27			
28			

Bella Vista Water Company (Stand-Alone)
Test Year Ended March 31, 2009
ADJUSTMENTS TO REVENUES AND/OR EXPENSES
Adjustment Number 3

Exhibit
Final Schedule C-2
Page 4
Witness: Bourassa

Line No.			
1	Remove Meals, Entertainment and Contibutions		
2			
3	Meals and Entertainment	$	(5,181)
4	Contributions		(500)
5			
6			
7	Increase(decrease) Miscellaneous Expense	$	(5,181)
8			
9	Adjustment to Revenue and/or Expense	$	(5,181)
10			
11			
12			
13			
14			
15			
16	SUPPORTING SCHEDULES		
17	Staff Schedule CSB-18		
18			
19			
20			
21			
22			
23			
24			

Bella Vista Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Adjustment to Revenues and Expenses
Adjustment Number 4

Exhibit
Final Schedule C-2
Page 5
Witness: Bourassa

Line No.			
1	Water Testing Expense		
2			
3	Proposed Water Testing Expense	$	43,192
4			
5	Adjusted Test Year Expense		18,805
6			
7			
8	Increase (decrease) in Water Testing Expense	$	24,387
9			
10			
11			
12			
13			
14	REFERENCE		
15	See testimony		
16			
17			
18			
19			
20			

Bella Vista Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Adjustment to Revenues and Expenses
Adjustment Number 5

Exhibit
Final Schedule C-2
Page 6
Witness: Bourassa

Line No.					
1	Transportation Expense (Remove Airlink costs)				
2					
3	Date	Invoice	Amount		
4	9/30/2008	1023	$ (5,596)		
5	9/30/2008	1040	(1,427)		
6					
7	Total			$	(7,023)
8					
9					
10	Increase (decrease) in Water Testing Expense			$	(7,023)
11					
12					
13					
14	REFERENCE				
15	See testimony				
16					
17					
18					
19					
20					

Bella Vista Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Adjustment to Revenues and Expenses
Adjustment Number 6

Exhibit
Final Schedule C-2
Page 7
Witness: Bourassa

Line No.			
1	Rate Case Expense		
2			
3	Proposed Rate Case Expense	$	225,000
4			
5	Amortization period (years)		3
6			
7	Annual Amortization	$	75,000
8			
9			
10	Adjusted rate case expense per Rejoinder	$	83,333
11			
12			
13	Increase (decrease) in rate case expense	$	(8,333)
14			
15			
16	Adjustment to Revenue and/or Expense	$	(8,333)
17			
18			
19			
20			

Bella Vista Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Adjustment to Revenues and Expenses
Adjustment Number 7

Exhibit
Final Schedule C-2
Page 8
Witness: Bourassa

Cental Office Costs - Infrastructure Allocation

Line No.		Test Year Actual Total Cost Pool	Adjustments	Adjusted Total Cost Pool	Utility Infrastructure Group Allocation %	Utility Infrastructure Group Allocated Cost Pool	BVWC Water Allocation by Customer Count	Rebuttal BVWC Allocation
9	Audit	$ 778,285	$ (97,474)	$ 680,812	24.29%	$ 165,340	12.74%	21,065
10	Tax Services	518,775	(48,971)	469,804	24.29%	114,095	12.74%	14,536
11	Legal	159,053	(20,521)	138,531	24.29%	33,643	12.74%	4,286
12	Other Professional Services	506,082	(53,879)	452,202	24.29%	109,821	12.74%	13,992
13	Management Fee - Total	644,943	(81,140)	563,803	24.29%	136,924	12.74%	17,445
14	Unit Holder Communications	156,766	(11,108)	145,658	24.29%	35,374	12.74%	4,507
15	Trustee Fees	129,000	(1,884)	127,116	24.29%	30,871	12.74%	3,933
16	Escrow & Transfer Agent Fees	96,138	(10,784)	85,354	24.29%	20,729	12.74%	2,641
17	Rent	307,337	(33,372)	273,965	24.29%	66,534	12.74%	8,477
18	Licenses/Fees & Permits	17,561	(2,995)	14,565	24.29%	3,537	12.74%	451
19	Office Expenses	572,357	(146,601)	425,755	24.29%	103,398	12.74%	13,174
20	Depreciation	211,653	(21,856)	189,797	24.29%	46,094	12.74%	5,873
22	**Total (US dollars USD)**	**$ 4,097,949**	**$ (530,586)**	**$ 3,567,363**		**$ 866,360**		**$ 110,380**

26	Infrastructure Cost Allocation per Direct (USD)	$ 127,114
28	Increase (decrease) in Infrastructure Allocated Costs (USD)	$ (16,734)
31	Adjustment to Revenues and/or Expenses	$ (16,734)

Bella Vista Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Adjustment to Revenues and Expenses
Adjustment Number 8

Exhibit
Final Schedule C-2
Page 9
Witness: Bourassa

Line No.			
1	Interest Synchronization		
2			
3			
4	Fair Value Rate Base	$ 5,914,568	
5	Weighted Cost of Debt	1.98%	
6	Interest Expense		$ 117,145
7			
8	Test Year Interest Expense		$ 110,537
9			
10	Increase (decrease) in Interest Expense		6,608
11			
12			
13			
14	Adjustment to Revenue and/or Expense		$ (6,608)
15			
16			
17	Weighted Cost of Debt Computation		
18			Weighted
19		Amount / Percent	Cost / Cost
20	Debt	$ 1,697,323 31.56%	6.28% 1.98%
21	Equity	$ 3,681,371 68.44%	11.00% 7.53%
22	Total	$ 5,378,694 100.00%	9.51%
23			
24			

Bella Vista Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Adjustment to Revenues and/or Expenses
Adjustment Number 9

Exhibit
Final Schedule C-2
Page 10
Witness: Bourassa

Line No.			Test Year Adjusted Results	Adjusted with Rate Increase	
1	Income Tax Computation				
2					
3					
4					
5					
6					
7	Taxable Income		$ 34,673	$ 725,280	
8					
9	Taxable Income		$ 34,673	$ 725,280	
10					
11					
12	Arizona Income Before Taxes			$ 725,280	
13					
14	Less Arizona Income Tax			$ 50,538	
15	Rate =	6.97%			
16	Arizona Taxable Income			$ 674,743	
17					
18	Arizona Income Taxes			$ 50,538	
19					
20	Federal Income Before Taxes			$ 725,280	
21					
22	Less Arizona Income Taxes			$ 50,538	
23					
24	Federal Taxable Income			$ 674,743	
25					
26					
27					
28	FEDERAL INCOME TAXES:				
29	15% BRACKET			$ 7,500	
30	25% BRACKET			$ 6,250	
31	34% BRACKET			$ 8,500	Federal
32	39% BRACKET			$ 91,650	Effective
33	34% BRACKET			$ 115,512	Tax
34					Rate
35	Federal Income Taxes			$ 229,412	31.63%
36					
37					
38	Total Income Tax			$ 279,950	
39					
40	Overall Tax Rate			38.60%	
41					
42	Income Tax at Proposed Rates Effective Rate		$ 13,383		
43					
44	Adjusted Test Year Income Taxes		(10,068)		
45					
46	Adjustment to Income Taxes		23,451		
47					

Bella Vista Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Computation of Gross Revenue Conversion Factor

Exhibit
Final Schedule C-3
Page 1
Witness: Bourassa

Line No.	Description	Percentage of Incremental Gross Revenues
1	Federal Income Taxes	31.63%
2		
3	State Income Taxes	6.97%
4		
5	Other Taxes and Expenses	0.00%
6		
7		
8	Total Tax Percentage	38.60%
9		
10	Operating Income % = 100% - Tax Percentage	61.40%
11		
12		
13		
14		
15	1 = Gross Revenue Conversion Factor	
16	Operating Income %	1.6286
17		
18	SUPPORTING SCHEDULES:	RECAP SCHEDULES:
19		Final A-1
20		

Bella Vista Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Summary of Cost of Capital

Exhibit
Final Schedule D-1
Page 1
Witness: Bourassa

Line No.	Item of Capital	End of Test Year Dollar Amount	End of Test Year Percent of Total	End of Test Year (e) Cost Rate	End of Test Year Weighted Cost	End of Projected Year Dollar Amount	End of Projected Year Percent of Total	End of Projected Year (e) Cost Rate	End of Projected Year Weighted Cost
1	Long-Term Debt	1,697,323	31.56%	6.28%	1.98%	$ 1,584,033	27.74%	6.27%	1.74%
2									
3	Stockholder's Equity[1]	3,681,371	68.44%	11.00%	7.53%	4,126,701	72.26%	11.00%	7.95%
4									
5	Totals	$ 5,378,694	100.00%		9.51%	$ 5,710,734	100.00%		9.69%
6									
7									
8	[1] Rebuttal adjustments to equity								
9	Acumm. depreciation adjustment		$ (176,221)						
10	CIAC adjustment		$ (421)						
11	Deferred Income Tax Adjustment		$ (558,105)						
12									
13									
14									
15									
16	SUPPORTING SCHEDULES:								RECAP SCHEDULES:
17	Final D-1								
18	Final D-2								
19	Final D-3								
20	Final D-4								
21									
22									
23									
24									
25									
26									
27									
28									
29									
30									
31									
32									
33									

Bella Vista Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Cost of Long Term Debt

Exhibit
Final Schedule D-2
Page 1
Witness: Bourassa

Line No.	Description of Debt	End of Test Year Amount Outstanding[1]	Annual Interest	Interest Rate	Weighted Cost	End of Projected Year Amount Outstanding	Annual Interest	Interest Rate	Weighted Cost
1	WIFA #1	108,754	6,634	6.10%	0.39%	99,968	6,098	6.10%	0.38%
2	WIFA #2	1,545,436	96,744	6.26%	5.70%	1,455,280	91,101	6.26%	5.75%
3	K-Mart	6,140	526	8.56%	0.03%	484	41	8.56%	0.00%
4	BVR/RC-3	13,849	1,011	7.30%	0.06%	9,854	719	7.30%	0.05%
5	BVR/RC-4	16,109	1,113	6.91%	0.07%	12,802	885	6.91%	0.06%
6	BVR-CCCII	7,035	504	7.16%	0.03%	5,645	404	7.16%	0.03%
7			-	0.00%	0.00%	-	-	0.00%	0.00%
8			-	0.00%	0.00%	-	-	0.00%	0.00%
9			-	0.00%	0.00%	-	-	0.00%	0.00%
10			-	0.00%	0.00%	-	-	0.00%	0.00%
11			-	0.00%	0.00%	-	-	0.00%	0.00%
12									
13	Totals	$ 1,697,323	$ 106,532		6.28%	$ 1,584,033	99,248		6.27%
14									
15	SUPPORTING SCHEDULES:					RECAP SCHEDULES:			
16						Final D-1			
17									
18									
19									
20									

Bella Vista Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Cost of Preferred Stock

Exhibit
Final Schedule D-3
Page 1
Witness: Bourassa

Line No.	Description of Issue	End of Test Year Shares Outstanding	End of Test Year Amount	End of Test Year Dividend Requirement	End of Projected Year Shares Outstanding	End of Projected Year Amount	End of Projected Year Dividend Requirement
1							
2							
3	NOT APPLICABLE, NO PREFERRED STOCK ISSUED OR OUTSTANDING						
4							
5							
6							
7							
8							
9							
10							
11							
12							
13							
14							
15							
16							
17	SUPPORTING SCHEDULES:			RECAP SCHEDULES:			
18				Final D-1			
19							
20							

Bella Vista Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Cost of Common Equity

Exhibit
Final Schedule D-4
Page 1
Witness: Bourassa

Line No.		
1		
2	The Company is proposing a cost of common equity of	11.00% .
3		
4		
5		
6		
7		
8		
9		
10		
11		
12		
13		
14		
15		
16		
17	SUPPORTING SCHEDULES:	RECAP SCHEDULES:
18	Final D-4.1 to D-4.16	Final D-1
19		
20		

Bella Vista Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Revenue Summary
With Annualized Revenues to Year End Number of Customers

Exhibit
Final Schedule H-1
Page 1
Witness: Bourassa

Line No.	Meter Size	Class	Present Revenues	Proposed Revenues	Dollar Change	Percent Change	Percent of Present Water Revenues	Percent of Proposed Water Revenues
1	5/8 Inch	Residential	$ 2,139,103	$ 2,437,363	$ 298,260	13.94%	62.95%	59.59%
2	3/4 Inch	Residential	11,182	12,430	1,248	11.16%	0.33%	0.30%
3	1 Inch	Residential	5,821	7,029	1,208	20.75%	0.17%	0.17%
4	2 Inch	Residential	725	1,296	571	78.86%	0.02%	0.03%
5								
6		Subtotal	2,156,831	2,458,118	301,287	13.97%	63.47%	60.09%
7								
8	5/8 Inch	Commercial	$ 124,380	$ 147,307	$ 22,927	18.43%	3.66%	3.60%
9	3/4 Inch	Commercial	3,382	3,840	458	13.53%	0.10%	0.09%
10	1 Inch	Commercial	89,928	109,265	19,337	21.50%	2.65%	2.67%
11	1.5 Inch	Commercial	115,753	167,112	51,358	44.37%	3.41%	4.09%
12	2 Inch	Commercial	651,968	882,679	230,711	35.39%	19.18%	21.58%
13	3 Inch	Commercial	131,628	156,219	24,591	18.68%	3.87%	3.82%
14	4 Inch	Commercial	56,353	71,250	14,897	26.44%	1.66%	1.74%
15	6 Inch	Commercial	12,229	10,491	(1,738)	-14.21%	0.36%	0.26%
16	8 Inch	Commercial	15,578	15,644	66	0.42%	0.46%	0.38%
17								
18		Subtotal	$ 1,201,199	$ 1,563,807	$ 362,607	30.19%	35.35%	38.23%
19								
20								
21	3 Inch	Hydrant	$ 31,719	$ 45,990	14,271	44.99%	0.93%	1.12%
22								
23	4 Inch	Fire Sprinkler	6,050	18,150	12,100	200.00%	0.18%	0.44%
24	6 Inch	Fire Sprinkler	2,394	4,094	1,700	71.00%	0.07%	0.10%
25	8 Inch	Fire Sprinkler	155	312	157	100.71%	0.00%	0.01%
26								
27		Subtotal	8,599	22,556	13,956	162.29%	0.25%	0.55%
28								
29								
30								
31	Total Revenues Before Annualization		$ 3,398,348	$ 4,090,470	$ 692,122	20.37%	100.00%	100.00%
32								

Bella Vista Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Revenue Summary
With Annualized Revenues to Year End Number of Customers

Exhibit
Final Schedule H-1
Page 2
Witness: Bourassa

Line No.	Meter Size	Class	Present Revenues	Revenue Annualization: Proposed Revenues	Dollar Change	Percent Change	Additional Bills	Additional Gallons to be Pumped (In 1,000's)	
1									
2									
3									
4									
5	5/8 Inch	Residential	$ 7,889	$ 9,061	1,171	14.85%	340	2,303	C-2, pg 5.1
6	3/4 Inch	Residential	(81)	(92)	(10)	0.00%	(3)	(14)	C-2, pg. 5.2
7	1 Inch	Residential	-	-	-	0.00%	-	-	C-2, pg. 5.3
8	2 Inch	Residential	-	-	-	0.00%	-	-	C-2, pg. 5.4
9									
10		Subtotal	$ 7,808	$ 8,969	1,161	14.87%	337	2,290	
11									
12	5/8 Inch	Commercial	$ (1,504)	$ (1,896)	(392)	0.00%	(61)	(460)	C-2, pg. 5.5
13	3/4 Inch	Commercial	33	40	7	21.25%	1	8	C-2, pg. 5.6
14	1 Inch	Commercial	727	904	176	24.21%	14	211	C-2, pg. 5.7
15	1.5 Inch	Commercial	2,625	3,641	1,016	38.69%	21	1,057	C-2, pg. 5.8
16	2 Inch	Commercial	2,102	2,688	586	27.89%	9	933	C-2, pg. 5.9
17	3 Inch	Commercial	2,174	2,469	295	13.57%	5	840	C-2, pg. 5.10
18	4 Inch	Commercial	(9,694)	(11,872)	(2,178)	0.00%	(8)	(4,416)	C-2, pg. 5.11
19	6 Inch	Commercial	-	-	-	0.00%	-	-	
20	8 Inch	Commercial	-	-	-	0.00%	-	-	
21					-				
22		Subtotal	$ (3,538)	$ (4,027)	1,833	-51.81%	(19)	(1,829)	
23									
24									
25	3 Inch	Hydrant	$ (2,036)	$ (2,995)	(959)	0.00%	(12)	(333)	C-2, pg. 5.12
26									
27	4 Inch	Fire Sprinkler	(110)	(330)	(220)	0.00%	(22)	-	C-2, pg. 5.13
28	6 Inch	Fire Sprinkler	-	-	-	0.00%	-	-	
29	8 Inch	Fire Sprinkler	-	-	-	0.00%	-	-	
30									
31		Subtotal	$ (110)	$ (330)	$ (220)	200.00%	(22)	-	
32									
33									
34									
35									
36	Total Revenue Annualization		$ 2,124	$ 1,617	$ 1,815	85.45%	284	128	
37									

Bella Vista Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Revenue Summary
With Annualized Revenues to Year End Number of Customers

Exhibit
Final Schedule H-1
Page 3
Witness: Bourassa

Line No.		Present Revenues	Proposed Revenues	Dollar Change	Percent Change	Percent of Present Water Revenues	Percent of Proposed Water Revenues
1							
2							
3	Subtotal Metered Revenues	$ 3,398,348	$ 4,090,470	$ 692,122	20.37%	100.00%	100.00%
4	Subtotal Revenue Annualization	2,124	1,617	(507)	-23.86%	0.06%	0.04%
5	Total Metered Revenues	$ 3,400,472	$ 4,092,087	$ 691,615	20.34%		
6							
7	Misc. Revenues	$ 125,141	$ 125,141	-	0.00%	3.68%	3.06%
8	Reconciling Amount to GL	420	(588)	(1,008)	-240.03%	0.01%	-0.01%
9	Total Water Revenues	$ 3,526,033	$ 4,216,640	$ 690,607	19.59%	0.00%	0.00%
10							
11							
12	Revenue Reconciliation						
13							
14	Revenue per bill count before revenue annualization		$ 3,398,348				
15	Revenue per GL (metered water revenues)		3,398,768				
16	Difference		$ (420)				
17	Difference %		-0.01%				
18	Tolerance %		0.50%				
19	Tolerance Amount + or -		$ 16,994				
20							
21	Acceptable?		YES				
22							
23							
24							
25							
26							
27							
28							
29							
30							
31							
32							
33							
34							
35							

Bella Vista Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Customer Summary

Exhibit
Final Schedule H-2
Page 1
Witness: Bourassa

Line No.		Meter Size, Class	(a) Average Number of Customers at 3/31/2009	Average Consumption	Average Bill Present Rates	Average Bill Proposed Rates	Proposed Increase Dollar Amount	Proposed Increase Percent Amount
1	5/8 Inch	Residential	7,377	6,612	$ 22.90	$ 26.34	3.45	15.05%
2	3/4 Inch	Residential	33	4,539	27.10	30.55	3.45	12.72%
3	1 Inch	Residential	8	18,005	57.53	71.58	14.05	24.43%
4	2 Inch	Residential	1	10,709	57.89	108.00	50.11	86.56%
5		Subtotal	7,419					
6								
7	5/8 Inch	Commercial	386	7,365	$ 24.32	$ 30.65	6.33	26.02%
8	3/4 Inch	Commercial	6	13,542	$ 43.69	53.54	9.84	22.52%
9	1 Inch	Commercial	138	14,485	50.88	63.17	12.29	24.16%
10	1.5 Inch	Commercial	83	45,156	115.24	161.02	45.78	39.72%
11	2 Inch	Commercial	271	85,760	199.74	255.94	56.20	28.14%
12	3 Inch	Commercial	26	164,752	428.68	486.10	57.42	13.39%
13	4 Inch	Commercial	4	588,148	1,280.00	1,570.26	290.26	22.68%
14	6 Inch	Commercial	1	39,001	1,019.11	874.26	(144.85)	-14.21%
15	8 Inch	Commercial	1	2,542	1,297.47	1,303.64	6.18	0.48%
16		Subtotal	916					
17								
18	3 Inch	Hydrant	15	30,148	$ 174.28	$ 255.50	81.22	46.60%
19								
20	4 Inch	Fire Sprinkler	101	-	5.00	15.00	10.00	200.00%
21	6 Inch	Fire Sprinkler	21	-	9.50	16.25	6.75	71.00%
22	8 Inch	Fire Sprinkler	1	-	12.95	25.99	13.04	100.71%
23		Subtotal	123					
24								
25								
26								
27		Total	8,472					
28								

29 **(a)** Average number of customers of less than one (1), indicates that less than 12 bills were issued during the year.
30

Bella Vista Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Customer Summary

Exhibit
Final Schedule H-2
Page 2
Witness: Bourassa

Line No.		Meter Size, Class	(a) Average Number of Customers at 3/31/2009	Median Consumption	Median Bill Present Rates	Median Bill Proposed Rates	Proposed Increase Dollar Amount	Proposed Increase Percent Amount
1	5/8 Inch	Residential	7,377	4,500	$ 19.37	$ 22.35	2.99	15.41%
2	3/4 Inch	Residential	33	4,500	27.07	30.48	3.41	12.60%
3	1 Inch	Residential	8	10,500	43.35	53.65	10.30	23.76%
4	2 Inch	Residential	1	1,500	43.71	93.36	49.65	113.60%
5		Subtotal	7,419					
6								
7	5/8 Inch	Commercial	386	3,500	$ 18.40	$ 21.81	3.42	18.56%
8	3/4 Inch	Commercial	6	4,500	27.07	31.93	4.86	17.96%
9	1 Inch	Commercial	138	8,500	39.57	50.07	10.50	26.54%
10	1.5 Inch	Commercial	83	28,500	83.77	121.22	37.45	44.71%
11	2 Inch	Commercial	271	39,500	112.31	153.78	41.47	36.93%
12	3 Inch	Commercial	26	143,100	387.76	434.35	46.59	12.02%
13	4 Inch	Commercial	4	623,000	1,345.87	1,653.56	307.69	22.86%
14	6 Inch	Commercial	1	43,500	1,027.62	881.42	(146.20)	-14.23%
15	8 Inch	Commercial	1	1,000	1,295.97	1,301.19	5.22	0.40%
16		Subtotal	916					
17								
18	3 Inch	Hydrant	15	4,500	$ 126.27	$ 192.92	66.66	52.79%
19								
20	4 Inch	Fire Sprinkler	101	-	5.00	15.00	10.00	200.00%
21	6 Inch	Fire Sprinkler	21	-	9.50	16.25	6.75	71.00%
22	8 Inch	Fire Sprinkler	1	-	12.95	25.99	13.04	100.71%
23		Subtotal	123					
24								
25								
26								
27		Total	8,472					

28 **(a)** Average number of customers of less than one (1), indicates that less than 12 bills were issued during the year.
29
30

Bella Vista Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Present and Proposed Rates

Exhibit
Final Schedule H-3
Page 1
Witness: Bourassa

Line No.	Monthly Usage Charge for:	Present Rates	Proposed Rates	Change	Percent Change
1	Meter Size (All Classes):				
2	5/8 Inch	$ 15.00	$ 16.25	$ 1.25	8.30%
2	3/4 Inch	22.70	24.37	1.67	7.36%
3	1 Inch	28.10	36.55	8.45	30.07%
4	1 1/2 Inch	34.50	73.10	38.60	111.88%
5	2 Inch	42.25	90.97	48.72	115.31%
6	3 Inch	121.90	181.94	60.04	49.25%
7	4 Inch	173.00	304.59	131.59	76.06%
8	6 Inch	950.00	812.25	(137.75)	-14.50%
9	8 Inch	1,295.00	1,299.60	4.60	0.36%
10					
11	Fire Sprinkler Service				
12	Fire Sprinklers - 4 Inch (See Note1 and Note 2)	5.00	15.00	10.00	200.00%
13	Fire Sprinklers - 6 Inch (See Note1 and Note 2)	9.50	16.25	6.75	71.00%
14	Fire Sprinklers - 8 Inch (See Note1 and Note 2)	12.95	25.99	13.04	100.71%
15					
16	Gallons In Minimum (All Meter Sizes and Classes)	-	-		
17					
18			(Per 1,000 gallons)		
19	**Commodity Rates**		**Present**	**Proposed**	
20	**Meter Size and Class**	**Block**	**Rate**	**Rate**	
21					
22	All Meter Sizes and Classes	0 gallons to 5,000 gallons	$ 0.97		
23		5,000 gallons to 25,000 gallons	$ 1.89		
24		Over 25,000 gallons	$ 2.41		
25					
26	5/8 Inch and 3/4 Inch Meter - Residential	0 gallons to 4,000 gallons		$ 1.29	
27		4,001 gallons to 10,000 gallons		$ 1.89	
28		over 10,000 gallons		$ 2.44	
29					
30	5/8 Inch and 3/4 Inch Meter - Commercial	0 gallons to 4,000 gallons		$ 1.59	
31		over 4,000 gallons		$ 2.39	
32					
33	1 Inch Meter - All classes	0 gallons to 10,000 gallons		$ 1.59	
34		over 10,000 gallons		$ 2.39	
35					
36	1.5 Inch Meter - All Classes	0 gallons to 25,000 gallons		$ 1.59	
37		over 25,000 gallons		$ 2.39	
36	NT = No Tariff				
37					
38	Note 1 - Present Rates are 1% of monthly minimum for comparable sized meters, but not less than $5.00 per month				
37	Note 2 - Proposed rates are 2% of monthly minimum for comparable sized meters, but not less than $15 per month.				

Bella Vista Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Present and Proposed Rates

Exhibit
Final Schedule H-3
Page 2
Witness: Bourassa

Line No.			(Per 1,000 gallons) Present Rate	Proposed Rate
1				
2	**Commodity Rates**			
3	**Meter Size and Class**	**Block**		
4				
5	2 Inch Meter - All Classes	0 gallons to 50,000 gallons	[redacted]	$ 1.59
6		over 50,000 gallons		$ 2.39
7				
8	3 Inch Meter -All Classes	0 gallons to 80,000 gallons	[redacted]	$ 1.59
9		over 80,000 gallons		$ 2.39
10				
11	4 Inch Meter- All Classes	0 gallons to 175,000 gallons	[redacted]	$ 1.59
12		over 175,000 gallons		$ 2.39
13				
14	6 Inch Meter - All Classes	0 gallons to 450,000 gallons	[redacted]	$ 1.59
15		over 450,000 gallons		$ 2.39
16				
17	8 Inch Meter - All Classes	0 gallons to 720,000 gallons	[redacted]	$ 1.59
18		over 720,000 gallons		$ 2.39
19				
20				
21	Standpipe (Hydrant, Bulk)	All gallons	NT	$ 2.44
22				
23				
24				
25	NT = No Tariff			
26				
27				
28				
29				
30				
31				
32				
33				
34				
35				
36				
37				
38				
39				
40				

Bella Vista Water Company (Stand-Alone)
Changes in Representative Rate Schedules
Test Year Ended March 31, 2009

Exhibit
Final Schedule H-3
Page 3
Witness: Bourassa

Line No.	Other Service Charges	Present Rates	Proposed Rates
1	Establishment (Regular Hours) per Rule R14-2-403D	$ 30.00	$ 30.00
2	Establishment (After Hours) per Rule R14-2-403D	$ 45.00	$ 45.00
3	Re-Establishment of Service per Rule R14-2-403D	[a]	[a]
4	Reconnection (Delinquent) per Rule R14-2-403D	$ 30.00	$ 30.00
5	Reconnection (After Hours) per Rule R14-2-403D	$ 45.00	$ 45.00
6	Meter Test (if correct) per Rule R14-2-408F	$ 30.00	$ 30.00
7	Meter Reread per Rule R14-2-408C (if correct)	$ 15.00	$ 15.00
8	NSF Check per Rule R14-2-409F	$ 15.00	$ 15.00
9	Deferred Payment, Per Month	1.50%	1.50%
10	Late Charge	[b]	[b]
11	Service Calls - Per Hour/After Hours(e)	NT	$ 40.00
12	Deposit Requirements	[c]	[c]
13	Moving Meter at Customer Requesdt	Cost	Cost
14	Damage to Meter	Cost	Cost
15	Meter and Service lines	see H-3, page 4	
16	Main Extension Tariff	Cost	Cost
17			
18			
19			
20			
21	[a] Minimum charge times number of full months off the system. per Rule R14-2-403(D).		
22	[b] Greater of $5.00 or 1.5% of unpaid balance.		
23	[c] Per ACC Rules R14-2-403(B) Residential - two times the average bill.		
24	Commercial - two and one-half times the average bill.		
25			
26			
27			
28	IN ADDITION TO THE COLLECTION OF REGULAR RATES, EACH UTILITY MAY COLLECT FROM		
29	ITS CUSTOMERS A PROPORTIONATE SHARE OF ANY PRIVILEGE, SALES OR USE		
30	TAX. PER COMMISSION RULE 14-2-409D(5).		
31			
32			
33			
34			
35			

Bella Vista Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Meter and Service Line Charges

Exhibit
Final Schedule H-3
Page 4
Witness: Bourassa

Refundable Meter and Service Line Charges

	Present Service Line Charge	Present Meter Install-ation Charge	Total Present Charge	Proposed Service Line Charge	Proposed Meter Install-ation Charge	Total Proposed Charge*
5/8 x 3/4 Inch			$ 350.00	$ 1,765.00	$ 105.00	$ 1,870.00
3/4 Inch			350.00	1,765.00	180.00	1,945.00
1 Inch			400.00	1,765.00	240.00	2,005.00
1 1/2 Inch			500.00	At Cost	At Cost	At Cost
2 Inch / Turbine			NT	At Cost	At Cost	At Cost
2 Inch / Compound			675.00	At Cost	At Cost	At Cost
3 Inch / Turbine			NT	At Cost	At Cost	At Cost
3 Inch / Compound			1,500.00	At Cost	At Cost	At Cost
4 Inch / Turbine			NT	At Cost	At Cost	At Cost
4 Inch / Compound			1,500.00	At Cost	At Cost	At Cost
6 Inch / Turbine			NT	At Cost	At Cost	At Cost
6 Inch / Compound			4,400.00	At Cost	At Cost	At Cost
8 Inch & Larger			At Cost	At Cost	At Cost	At Cost

* Plus actual road crossing costs.

N/T = No Tariff

Bella Vista Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Hook-Up Fees

Exhibit
Schedule H-3
Page 5
Witness: Bourassa

Line No.		Present Charge	Proposed Charge
1			
2	**Off-site Facilities Hook-up Fee**		
3			
4		Present	Proposed
5		Charge	Charge
6	5/8 x 3/4 Inch	NT	$ 1,600
7	3/4 Inch	NT	2,400
8	1 Inch	NT	4,000
9	1 1/2 Inch	NT	8,000
10	2 Inch	NT	12,800
11	3 Inch	NT	25,600
12	4 Inch	NT	40,000
13	6 Inch or larger	NT	80,000
14			
15			
16			
17			
18			
19			
20			
21	NT = No Tariff		
22			
23			
24			
25			
26			
27			
28			
29			
30			
31			
32			
33			
34			
35			
36			

EXHIBIT

3

Northern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Computation of Increase in Gross Revenue
Requirements As Adjusted

Exhibit
Final Schedule A-1
Page 1
Witness: Bourassa

Line No.			
1	Fair Value Rate Base	$	660,315
2			
3	Adjusted Operating Income		(78,045)
4			
5	Current Rate of Return		-11.82%
6			
7	Required Operating Income	$	73,295
8			
9	Required Rate of Return on Fair Value Rate Base		11.10%
10			
11	Operating Income Deficiency	$	151,340
12			
13	Gross Revenue Conversion Factor		1.3676
14			
15	Increase in Gross Revenue Revenue Requirement		206,973
16			
17	Adjusted Test Year Revenues	$	191,966
18	Increase in Gross Revenue Revenue Requirement	$	206,973
19	Proposed Revenue Requirement	$	398,939
20	Percent Increase		107.82%

	Customer Classification		Present Rates	Proposed Rates	Dollar Increase	Percent Increase
24	5/8x3/4 Inch	Residential	$ 189,511	$ 397,884	$ 208,374	109.95%
25	3/4 Inch	Residential	1,344	2,605	1,261	93.80%
26						
27						
28		**Subtotal**	$ 190,855	$ 400,490	$ 209,635	109.84%
29						
30						
31						0.00%
32						0.00%
33						0.00%
34						0.00%
35						0.00%
36						0.00%
37						0.00%
38						0.00%
39						0.00%
40						
41						0.00%
42						
43						0.00%
44						
45						0.00%
46						0.00%
47						
48	**Subtotal Revenues before Annualization**		$ 190,855	$ 400,490	$ 209,635	109.84%
49	**Revenue Annualization**		(2,465)	(5,314)	(2,849)	115.60%
50	Miscellaneous Revenues		3,294	3,294	-	0.00%
51	Reconciling Amount H-1 to C-1		282	470	188	66.65%
52	**Total of Water Revenues (a)**		$ 191,966	$ 398,940	$ 206,973	107.82%

53
54
55 SUPPORTING SCHEDULES:
56 Final B-1
57 Final C-1
58 Final C-3
59 Final H-1

Northern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Summary of Rate Base

Exhibit
Final Schedule B-1
Page 1
Witness: Bourassa

Line No.		Original Cost Rate base	Fair Value Rate Base
1			
2	Gross Utility Plant in Service	$ 786,509	$ 786,509
3	Less: Accumulated Depreciation	37,859	37,859
4			
5	Net Utility Plant in Service	$ 748,650	$ 748,650
6			
7	Less:		
8	Advances in Aid of		
9	Construction	-	-
10	Contributions in Aid of		
11	Construction	26,000	26,000
12			
13	Accumulated Amortization of CIAC	(66)	(66)
14			
15	Customer Meter Deposits	410	410
16	Deferred Income Taxes & Credits	61,990	61,990
17			
18			
19			
20	Plus:		
21	Unamortized Debt Issuance		
22	Costs	-	-
23	Deferred Reg. Assets	-	-
24	Working capital	-	-
25			
26			
27			
28			
29	Total Rate Base	$ 660,315	$ 660,315
30			
31			
32			
33	SUPPORTING SCHEDULES:		RECAP SCHEDULES:
34	Final B-2		Final A-1
35	Final B-3		
36	Final B-5		
37			
38			

Northern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Original Cost Rate Base Proforma Adjustments

Exhibit
Final Schedule B-2
Page 1
Witness: Bourassa

Line No.		Adjusted End of Test Year	Proforma Adjustment Amount	Rebuttal Adjusted at end Test Year
1	Gross Utility			
2	Plant in Service	$ 815,886	(29,377)	$ 786,509
3				
4	**Less:**			
5	Accumulated			
6	Depreciation	42,738	(4,879)	37,859
7				
8				
9	Net Utility Plant			
10	in Service	$ 773,148		$ 748,650
11				
12	**Less:**			
13	Advances in Aid of			
14	Construction	-	-	-
15				
16	Contributions in Aid of			
17	Construction	26,000	-	26,000
18				
19	Accumulated Amort of CIAC	(63)	(2)	(66)
20				
21	Customer Meter Deposits	410	-	410
22	Deferred Income Taxes & Credits	4,144	57,847	61,990
23				
24				
25				
26	**Plus:**			
27	Unamortized Debt Issuance			
28	Costs	-		-
29	Deferred Reg. Assets	-	-	-
30	Working capital	-	-	-
31				
32				
33				
34				
35	Total	$ 742,658		$ 660,315
36				
37				
38				
39	SUPPORTING SCHEDULES:			RECAP SCHEDULES:
40	Final B-2, pages 2			Final B-1
41				
42				
43				
44				
45				
46				
47				
48				

Northern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Original Cost Rate Base Proforma Adjustments

Exhibit
Final Schedule B-2
Page 2
Witness: Bourassa

Line No.		Adjusted End of Test Year	Proforma Adjustments 1 Plant	2 Accumulated Depr.	3 DIT	4 CIAC	Final Adjusted at end Test Year
1	Gross Utility						
2	Plant in Service	$ 815,886	(29,377)				$ 786,509
3							
4	**Less:**						
5	Accumulated						
6	Depreciation	42,738		(4,879)			37,859
7							
8							
9	Net Utility Plant						
10	in Service	$ 773,148	$ (29,377)	$ 4,879	$ -	$ -	$ 748,650
11							
12	**Less:**						
13	Advances in Aid of						
14	Construction	-					-
15							
16	Contributions in Aid of						
17	Construction (CIAC)	26,000				-	26,000
18							
19	Accumulated Amort of CIAC	(63)				(2)	(66)
20							
21	Customer Meter Deposits	410					410
22	Deferred Income Taxes & Credits	4,144			57,847		61,990
23							
24							
25	**Plus:**						
26	Unamortized Finance						
27	Charges	-					-
28							
29	Allowance for Working Capital	-					-
30							
31	Total	$ 742,658	$ (29,377)	$ 4,879	$ (57,847)	$ 2	$ 660,315
32							
33							
34							
35	SUPPORTING SCHEDULES:						
36	Final B-2, pages 3-6						
37							

Northern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Original Cost Rate Base Proforma Adjustments
Adjustment Number 1

Exhibit
Final Schedule B-2
Page 3
Witness: Bourassa

Line No.				Adjustments						
				A	B	C	D	E	F	
1	Plant-in-Service			2007						Final
2			Adjusted	McClain		Intentionally	Intentionally	Intentionally	Intentionally	Adjusted
3	Acct.		Orginal	Acquistion		Left	Left	Left	Left	Original
4	No.	Description	Cost	Costs	AFUDC	Blank	Blank	Blank	Blank	Cost
5	301	Organization Cost	$ -		$ -					$ -
6	302	Franchise Cost	890		-					890
7	303	Land and Land Rights	23,926		-					23,926
8	304	Structures and Improvements	281,810		(1,142)					280,668
9	305	Collecting and Impounding Res.	51,378		-					51,378
10	306	Lake River and Other Intakes	-		-					-
11	307	Wells and Springs	34,064		-					34,064
12	308	Infiltration Galleries and Tunnels	-		-					-
13	309	Supply Mains	-		-					-
14	310	Power Generation Equipment	1,293		-					1,293
15	311	Electric Pumping Equipment	92,122		(1,103)					91,019
16	320	Water Treatment Equipment	-		-					-
17	320.1	Water Treatment Plant	-		-					-
18	320.2	Chemical Solution Feeders	-		-					-
19	330	Dist. Reservoirs & Standpipe	102,018		(6,349)					95,668
20	330.1	Storage tanks	-		-					-
21	330.2	Pressure Tanks	-		-					-
22	331	Trans. and Dist. Mains	36,763		-					36,763
23	333	Services	30,106		(350)					29,756
24	334	Meters	8,244		(4,795)					3,449
25	335	Hydrants	59,298		-					59,298
26	336	Backflow Prevention Devices	-		-					-
27	339	Other Plant and Misc. Equip.	23,472		-					23,472
28	340	Office Furniture and Fixtures	-		-					-
29	340.1	Computers and Software	-		-					-
30	341	Transportation Equipment	-		-					-
31	342	Stores Equipment	-		-					-
32	343	Tools and Work Equipment	-		-					-
33	344	Laboratory Equipment	-		-					-
34	345	Power Operated Equipment	-		-					-
35	346	Communications Equipment	5,881		-					5,881
36	347	Miscellaneous Equipment	-		-					-
37	348	Other Tangible Plant	64,621	(15,636)	-					48,984
38			-							-
39		TOTALS	$ 815,886	$ (15,636)	$ (13,740)	$ -	$ -	$ -	$ -	$ 786,509
40										
41	Adjusted Plant-in-Service per Direct									$ 815,886
42										
43	Increase (decrease) in Plant-in-Service									$ (29,377)
44										
45	Adjustment to Plant-in-Service									$ (29,377)
46										
47	SUPPORTING SCHEDULES									
48	Final B-2, pages 3.1 to 3.2									
49	Final B-2, pages 3.3 to 3.6									

Northern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Original Cost Rate Base Proforma Adjustments
Adjustment Number 1 - A

Exhibit
Final Schedule B-2
Page 3.1
Witness: Bourassa

Line No.		
1	McClain Acquisition Costs	
2		
3		
4	Rebuttal McClain Acquistion Costs	$ 48,984
5		
6	McClain Acquisition Costs per Direct	$ 64,621
7		
8		
9	Increase (decrease) to plant-in-service	$ (15,636)
10		
11		
12		
13		
14		
15	REFERENCES	
16	Testimony and Co. Response to CSB 10.3	
17		
18		
19		
20		
21		
22		
23		
24		
25		

Northern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Original Cost Rate Base Proforma Adjustments
Adjustment Number 1 - B

Exhibit
Final Schedule B-2
Page 3.2
Witness: Bourassa

Line No.

1 Adjusted Allowance for Funds Used During Constructiion ("AFUDC")

Acct	Description	As Filed	Revised	Adjustment
301	Organization Cost			$ -
302	Franchise Cost			-
303	Land and Land Rights			-
304	Structures and Improvements	19,041	17,899	(1,142)
305	Collecting and Impounding Res.			-
306	Lake River and Other Intakes			-
307	Wells and Springs	523	523	-
308	Infiltration Galleries and Tunnels			-
309	Supply Mains			-
310	Power Generation Equipment			-
311	Electric Pumping Equipment	4,413	3,309	(1,103)
320	Water Treatment Equipment			-
320.1	Water Treatment Plant			-
320.2	Chemical Solution Feeders			-
330	Dist. Reservoirs & Standpipe	11,125	4,775	(6,349)
330.1	Storage tanks			-
330.2	Pressure Tanks			-
331	Trans. and Dist. Mains			-
333	Services	350	-	(350)
334	Meters	4,795	-	(4,795)
335	Hydrants			-
336	Backflow Prevention Devices			-
339	Other Plant and Misc. Equip.			-
340	Office Furniture and Fixtures			-
340.1	Computers and Software			-
341	Transportation Equipment			-
342	Stores Equipment			-
343	Tools and Work Equipment			-
344	Laboratory Equipment			-
345	Power Operated Equipment			-
346	Communications Equipment			-
347	Miscellaneous Equipment			-
348	Other Tangible Plant			-
		$ 40,247	$ 26,507	$ (13,740)

Adjustment to plant-in-service $ (13,740)

REFERENCES
Testimony

Northern Sunrise Water Company (Stand-Alone)
Plant Additions and Retirements

Exhibit
Final Schedule B-2
Page 3.3

Account No.	Description	Deprec. Rate After Dec-06	Per Decision 68412 Plant At 12/31/2006	12/31/2006 Accum. Depr.	2007 Plant Additions	Final 2007 Plant Adjustments	2007 Adjusted Plant Additions	2007 Plant Retirements	2007 Salvage A/D Only	2007 Plant Balance	2007 Deprec.
301	Organization Cost	0.00%	-	-			-			-	-
302	Franchise Cost	0.00%	-	-	-		-			-	-
303	Land and Land Rights	0.00%	23,926	-	-		-			23,926	-
304	Structures and Improvements	3.33%	335	-	-	-	-			335	11
305	Collecting and Impounding Res.	2.50%	-	-	46,603		46,603			46,603	583
306	Lake River and Other Intakes	2.50%	-	-	-		-			-	-
307	Wells and Springs	3.33%	-	-	25,209	-	25,209			25,209	420
308	Infiltration Galleries and Tunnels	6.67%	-	-	-		-			-	-
309	Supply Mains	2.00%	-	-	-		-			-	-
310	Power Generation Equipment	5.00%	-	-	531		531			531	13
311	Electric Pumping Equipment	12.50%	24,594	-	6,698	-	6,698			31,292	3,493
320	Water Treatment Equipment	3.33%	-	-	-		-			-	-
320.1	Water Treatment Equipment	3.33%	-	-	-		-			-	-
320.2	Chemical Solution Feeders	20.00%	-	-	-		-			-	-
330	Distribution Reservoirs & Standpipe	2.22%	4,680	-	-	(4,613)	(4,613)			67	53
330.1	Storage tanks	2.22%	-	-	-		-			-	-
330.2	Pressure Tanks	5.00%	-	-	-		-			-	-
331	Transmission and Distribution Mains	2.00%	36,984	-	-		-			36,984	740
333	Services	3.33%	1,065	-	9,381	(234)	9,146			10,211	188
334	Meters	8.33%	-	-	2,354	(221)	2,133			2,133	89
335	Hydrants	2.00%	-	-	57,373		57,373			57,373	574
336	Backflow Prevention Devices	6.67%	-	-	-		-			-	-
339	Other Plant and Miscellaneous Equipment	6.67%	-	-	9,370		9,370			9,370	312
340	Office Furniture and Fixtures	6.67%	-	-	-		-			-	-
340.1	Computers and Software	20.00%	-	-	-		-			-	-
341	Transportation Equipment	20.00%	-	-	-		-			-	-
342	Stores Equipment	4.00%	-	-	-		-			-	-
343	Tools and Work Equipment	5.00%	-	-	-		-			-	-
344	Laboratory Equipment	10.00%	-	-	-		-			-	-
345	Power Operated Equipment	5.00%	-	-	-		-			-	-
346	Communications Equipment	10.00%	-	-	2,502		2,502			2,502	125
347	Miscellaneous Equipment	10.00%	-	-	-		-			-	-
348	Other Tangible Plant	10.00%			64,621	(15,636)	48,984			48,984	2,449
	Rounding		-				-			-	-
							-			-	-
	Plant Held for Future Use										
	TOTAL WATER PLANT		91,584	-	224,642	(20,705)	203,937	-	-	295,521	9,049

See B-2, page 3.5 See B-2, page 3.6

Northern Sunrise Water Company (Stand-Alone)
Plant Additions and Retirements

Exhibit
Final Schedule B-2
Page 3.4

Account No.	Description	Deprec. Rate After Dec-06	2008 Plant Additions	2008 Plant Adjustments[1]	Final 2008 Plant Adjustments	2008 Adjusted Plant Additions	2008 Plant Retirements	2008 Salvage/Adj. A/D Only	2008 Plant Balance	2008 Deprec.
301	Organization Cost	0.00%				-			-	-
302	Franchise Cost	0.00%	-			-			-	-
303	Land and Land Rights	0.00%	-			-			23,926	-
304	Structures and Improvements	3.33%	237,086	(7,792)	(1,142)	228,152			228,487	3,810
305	Collecting and Impounding Res.	2.50%	308			308			46,912	1,169
306	Lake River and Other Intakes	2.50%	-			-			-	-
307	Wells and Springs	3.33%	6,629		-	6,629			31,838	950
308	Infiltration Galleries and Tunnels	6.67%	-			-			-	-
309	Supply Mains	2.00%	-			-			-	-
310	Power Generation Equipment	5.00%	763			763			1,293	46
311	Electric Pumping Equipment	12.50%	45,823	(7,302)	(1,103)	37,417			68,710	6,250
320	Water Treatment Equipment	3.33%	-			-			-	-
320.1	Water Treatment Equipment	3.33%	-			-			-	-
320.2	Chemical Solution Feeders	20.00%	-			-			-	-
330	Distribution Reservoirs & Standpipe	2.22%	90,986	(307)	(1,736)	88,943			89,009	989
330.1	Storage tanks	2.22%	-			-			-	-
330.2	Pressure Tanks	5.00%	-			-			-	-
331	Transmission and Distribution Mains	2.00%	3,950	(4,171)		(221)			36,763	737
333	Services	3.33%	12,535	(1,898)	(116)	10,521			20,733	515
334	Meters	8.33%	17,031	(15,936)	(4,574)	(3,480)			(1,346)	(1,435)
335	Hydrants	2.00%	1,925			1,925			59,298	1,167
336	Backflow Prevention Devices	6.67%	-			-			-	-
339	Other Plant and Miscellaneous Equipment	6.67%	14,102			14,102			23,472	1,095
340	Office Furniture and Fixtures	6.67%	-			-			-	-
340.1	Computers and Software	20.00%	-			-			-	-
341	Transportation Equipment	20.00%	-			-			-	-
342	Stores Equipment	4.00%	-			-			-	-
343	Tools and Work Equipment	5.00%	-			-			-	-
344	Laboratory Equipment	10.00%	-			-			-	-
345	Power Operated Equipment	5.00%	-			-			-	-
346	Communications Equipment	10.00%	3,379			3,379			5,881	419
347	Miscellaneous Equipment	10.00%	-			-			-	-
348	Other Tangible Plant	10.00%	-			-			48,984	4,898
	Rounding					-			-	-
						-			-	-
	Plant Held for Future Use									
	TOTAL WATER PLANT		434,517	(37,406)	(8,672)	388,439	-	-	683,960	20,610

[1] Affiliate Profit

Northern Sunrise Water Company (Stand-Alone)
Plant Additions and Retirements

Exhibit
Final Schedule B-2
Page 3.5

Account No.	Description	Deprec. Rate After Dec-06	2009 Plant Additions	2009 Plant Adjustments[1]	2009 Plant Adjustments	Final 2009 Plant Adjustments	2009 Adjusted Plant Additions	2009 Plant Retirements	2009 Salvage A/D Only	2009 Plant Balance	March 31 2009 Deprec.
301	Organization Cost	0.00%					-			-	-
302	Franchise Cost	0.00%	-	(2,860)	3,750		890			890	-
303	Land and Land Rights	0.00%	-		-		-			23,926	-
304	Structures and Improvements	3.33%	52,523	(342)	-		52,181			280,668	2,119
305	Collecting and Impounding Res.	2.50%	4,466		-		4,466			51,378	307
306	Lake River and Other Intakes	2.50%	-		-		-			-	-
307	Wells and Springs	3.33%	2,226		-		2,226			34,064	274
308	Infiltration Galleries and Tunnels	6.67%	-		-		-			-	-
309	Supply Mains	2.00%	-		-		-			-	-
310	Power Generation Equipment	5.00%	-		-		-			1,293	16
311	Electric Pumping Equipment	12.50%	23,996	(1,687)	-		22,309			91,019	2,496
320	Water Treatment Equipment	3.33%	-		-		-			-	-
320.1	Water Treatment Equipment	3.33%	-		-		-			-	-
320.2	Chemical Solution Feeders	20.00%	-		-		-			-	-
330	Distribution Reservoirs & Standpipe	2.22%	6,659		-		6,659			95,668	512
330.1	Storage tanks	2.22%	-		-		-			-	-
330.2	Pressure Tanks	5.00%	-		-		-			-	-
331	Transmission and Distribution Mains	2.00%	-		-		-			36,763	184
333	Services	3.33%	8,856		167		9,023			29,756	210
334	Meters	8.33%	4,795		-		4,795			3,449	22
335	Hydrants	2.00%	-		-		-			59,298	296
336	Backflow Prevention Devices	6.67%	-		-		-			-	-
339	Other Plant and Miscellaneous Equipment	6.67%	-		-		-			23,472	391
340	Office Furniture and Fixtures	6.67%	-		-		-			-	-
340.1	Computers and Software	20.00%	-		-		-			-	-
341	Transportation Equipment	20.00%	-		-		-			-	-
342	Stores Equipment	4.00%	-		-		-			-	-
343	Tools and Work Equipment	5.00%	-		-		-			-	-
344	Laboratory Equipment	10.00%	-		-		-			-	-
345	Power Operated Equipment	5.00%	-		-		-			-	-
346	Communications Equipment	10.00%	-		-		-			5,881	147
347	Miscellaneous Equipment	10.00%	-		-		-			-	-
348	Other Tangible Plant	10.00%	-		-		-			48,984	1,225
	Rounding						-			-	-
							-			-	
	Plant Held for Future Use										
	TOTAL WATER PLANT		103,521	(4,889)	3,917		102,549	-	-	786,509	8,201

[1] Affiliate Profit

Northern Sunrise Water Company (Stand-Alone)
Plant Additions and Retirements

Exhibit
Final Schedule B-2
Page 3.6

Account No.	Description	Deprec. Rate After Dec-06	Year End Accumulated Depreciation by Account Dec 31 2006	Dec 31 2007	Dec 31 2008	March 31 2009
301	Organization Cost	0.00%	-	-	-	-
302	Franchise Cost	0.00%	-	-	-	-
303	Land and Land Rights	0.00%	-	-	-	-
304	Structures and Improvements	3.33%	-	11	3,821	5,940
305	Collecting and Impounding Res.	2.50%	-	583	1,751	2,059
306	Lake River and Other Intakes	2.50%	-	-	-	-
307	Wells and Springs	3.33%	-	420	1,370	1,644
308	Infiltration Galleries and Tunnels	6.67%	-	-	-	-
309	Supply Mains	2.00%	-	-	-	-
310	Power Generation Equipment	5.00%	-	13	59	75
311	Electric Pumping Equipment	12.50%	-	3,493	9,743	12,239
320	Water Treatment Equipment	3.33%	-	-	-	-
320.1	Water Treatment Equipment	3.33%	-	-	-	-
320.2	Chemical Solution Feeders	20.00%	-	-	-	-
330	Distribution Reservoirs & Standpipe	2.22%	-	53	1,041	1,554
330.1	Storage tanks	2.22%	-	-	-	-
330.2	Pressure Tanks	5.00%	-	-	-	-
331	Transmission and Distribution Mains	2.00%	-	740	1,477	1,661
333	Services	3.33%	-	188	703	913
334	Meters	8.33%	-	89	(1,346)	(1,324)
335	Hydrants	2.00%	-	574	1,740	2,037
336	Backflow Prevention Devices	6.67%	-	-	-	-
339	Other Plant and Miscellaneous Equipment	6.67%	-	312	1,408	1,799
340	Office Furniture and Fixtures	6.67%	-	-	-	-
340.1	Computers and Software	20.00%	-	-	-	-
341	Transportation Equipment	20.00%	-	-	-	-
342	Stores Equipment	4.00%	-	-	-	-
343	Tools and Work Equipment	5.00%	-	-	-	-
344	Laboratory Equipment	10.00%	-	-	-	-
345	Power Operated Equipment	5.00%	-	-	-	-
346	Communications Equipment	10.00%	-	125	544	691
347	Miscellaneous Equipment	10.00%	-	-	-	-
348	Other Tangible Plant	10.00%	-	2,449	7,348	8,572
	Rounding		-	-	-	-
			-	-	-	-
	Plant Held for Future Use		-			
	TOTAL WATER PLANT		-	9,049	29,659	37,860

Northern Sunrise Water Company (Stand-Alone)
Plant Reconciliation to Prior Rate Case

Exhibit
Final Schedule B-2
Page 3.7

Line No.	Account No.	Description	Per Decision 68412 Mustang	Per Decision 68412 Crystal	Per Decision 68412 Sierra	Per Decision 68412 Coronado	Per Decision 68412 Prior Case Adjusted Plant
1							
2							
3							
4							
5							
6	301	Organization Cost					-
7	302	Franchise Cost					-
8	303	Land and Land Rights	8,736	4,000	22	11,168	23,926
9	304	Structures and Improvements		194	141		335
10	305	Collecting and Impounding Res.					-
11	306	Lake River and Other Intakes					-
12	307	Wells and Springs					-
13	308	Infiltration Galleries and Tunnels					-
14	309	Supply Mains					-
15	310	Power Generation Equipment					-
16	311	Electric Pumping Equipment	8,216	5,878	6,500	4,000	24,594
17	320	Water Treatment Equipment					-
18	320.1	Water Treatment Plants					-
19	320.2	Chemical Solution Feeders					-
20	330	Distribution Reservoirs & Standpipe			4,680		4,680
21	330.1	Storage tanks					-
22	330.2	Pressure Tanks					-
23	331	Transmission and Distribution Mains	7,056	8,931	6,176	14,821	36,984
24	333	Services			1,065		1,065
25	334	Meters					-
26	335	Hydrants					-
27	336	Backflow Prevention Devices					-
28	339	Other Plant and Miscellaneous Equipment					-
29	340	Office Furniture and Fixtures					-
30	340.1	Computers and Software					-
31	341	Transportation Equipment					-
32	342	Stores Equipment					-
33	343	Tools and Work Equipment					-
34	344	Laboratory Equipment					-
35	345	Power Operated Equipment					-
36	346	Communications Equipment					-
37	347	Miscellaneous Equipment					-
38	348	Other Tangible Plant					-
39		Plant not in Service					
40		TOTAL	24,008	19,003	18,584	29,989	91,584
41							

Northern Sunrise Water Company (Stand-Alone)
A/D Reconciliation to Prior Rate Case

Exhibit
Final Schedule B-2
Page 3.8

Line No.	Account No.	Description	Per Decision 68412 Prior Case Adjusted A/D	Adjustments: Intentionally Left Blank	Intentionally Left Blank	Intentionally Left Blank	Intentionally Left Blank	Per Decision 68412 Prior Case Adjusted A/D
1								
2	Account							
3	No.	Description	Adjusted A/D	Left Blank	Left Blank	Left Blank	Left Blank	Adjusted A/D
4								
5	301	Organization Cost	-					-
6	302	Franchise Cost	-					-
7	303	Land and Land Rights	-					-
8	304	Structures and Improvements	-					-
9	305	Collecting and Impounding Res.	-					-
10	306	Lake River and Other Intakes	-					-
11	307	Wells and Springs	-					-
12	308	Infiltration Galleries and Tunnels	-					-
13	309	Supply Mains	-					-
14	310	Power Generation Equipment	-					-
15	311	Electric Pumping Equipment	-					-
16	320	Water Treatment Equipment	-					-
17	320.1	Water Treatment Plants	-					-
18	320.2	Checmical Solution Feeders	-					-
19	330	Distribution Reservoirs & Standpipe	-					-
20	330.1	Storage tanks	-					-
21	330.2	Pressure Tanks	-					-
22	331	Transmission and Distribution Mains	-					-
23	333	Services	-					-
24	334	Meters	-					-
25	335	Hydrants	-					-
26	336	Backflow Prevention Devices	-					-
27	339	Other Plant and Miscellaneous Equipment	-					-
28	340	Office Furniture and Fixtures	-					-
29	340.1	Computers and Software	-					-
30	341	Transportation Equipment	-					-
31	342	Stores Equipment	-					-
32	343	Tools and Work Equipment	-					-
33	344	Laboratory Equipment	-					-
34	345	Power Operated Equipment	-					-
35	346	Communications Equipment	-					-
36	347	Miscellaneous Equipment	-					-
37	348	Other Tangible Plant	-					-
38		Rounding						-
39								
40		TOTAL	-	-	-	-	-	-
41								

Northern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Original Cost Rate Base Proforma Adjustments
Adjustment Number 2

Exhibit
Final Schedule B-2
Page 4
Witness: Bourassa

Line No.				A	B	C	D	E	
1	Accumulated Depreciation								
2			Adjusted	Reconcilation to	Intentionally Left	Intentionally Left	Intentionally Left	Intentionally Left	Rebuttal Adjusted Accum.
3	Acct.		Accum.	Computed					
4	No.	Description	Depr.	Balance	Blank	Blank	Blank	Blank	Depr.
5	301	Organization Cost	$ -	$ -					$ -
6	302	Franchise Cost	-	-					-
7	303	Land and Land Rights	-	-					-
8	304	Structures and Improvements	5,969	(29)					5,940
9	305	Collecting and Impounding Res.	2,059	-					2,059
10	306	Lake River and Other Intakes	-	-					-
11	307	Wells and Springs	1,644	-					1,644
12	308	Infiltration Galleries and Tunnels	-	-					-
13	309	Supply Mains	-	-					-
14	310	Power Generation Equipment	75	-					75
15	311	Electric Pumping Equipment	12,342	(103)					12,239
16	320	Water Treatment Equipment	-	-					-
17	320.1	Water Treatment Plant	-	-					-
18	320.2	Chemical Solution Feeders	-	-					-
19	330	Dist. Reservoirs & Standpipe	1,762	(208)					1,554
20	330.1	Storage tanks	-	-					-
21	330.2	Pressure Tanks	-	-					-
22	331	Trans. and Dist. Mains	1,661	-					1,661
23	333	Services	930	(17)					913
24	334	Meters	462	(1,786)					(1,324)
25	335	Hydrants	2,037	-					2,037
26	336	Backflow Prevention Devices	-	-					-
27	339	Other Plant and Misc. Equip.	1,799	-					1,799
28	340	Office Furniture and Fixtures	-	-					-
29	340.1	Computers and Software	-	-					-
30	341	Transportation Equipment	-	-					-
31	342	Stores Equipment	-	-					-
32	343	Tools and Work Equipment	-	-					-
33	344	Laboratory Equipment	-	-					-
34	345	Power Operated Equipment	-	-					-
35	346	Communications Equipment	691	-					691
36	347	Miscellaneous Equipment	-	-					-
37	348	Other Tangible Plant	11,309	(2,736)					8,572
38			-						-
39		TOTALS	$ 42,739	$ (4,879)	$ -	$ -	$ -	$ -	$ 37,860
40									
41	Adjusted Accumulated Depreciation per Direct								$ 42,739
42									
43	Increase (decrease) in Plant-in-Service								$ (4,879)
44									
45	Adjustment to Plant-in-Service								$ (4,879)
46									
47	SUPPORTING SCHEDULES								
48	Final B-2, pages 3.3 to 3.6								
49									

Northern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Original Cost Rate Base Proforma Adjustments
Adjustment 3

Exhibit
Final Schedule B-2
Page 5
Witness: Bourassa

Deferred Income Tax as of March 31, 2009

Line No.		Adjusted Book Value	Tax Value	Probability of Realization of Future Tax Benefit	Deductible TD (Taxable TD) Expected to be Realized	Tax Rate[5]	Future Tax Asset Current	Future Tax Asset Non Current	Future Tax Liability Current	Future Tax Liability Non Current
6	Plant-in-Service	$ 786,509								
7	Accum. Deprec.	(37,859)								
8	CIAC	(25,934)								
9	Fixed Assets	$ 722,716	$ 492,090	100.0%	$ (230,626)	26.9%		-		(61,990)
10	AIAC		-	30.0%	$ -	26.9%		$ -		
11	Tax Benefits from O.L. Carry Forward.			100.0%	$ -	26.9%		$ -		
12							$ -	$ -	$ -	$ (61,990)
13										
14	Allocated DIT Asset (Liability)						$ (61,990)			
15										
16	DIT Asset (Liability) per Direct						$ (4,144)			
17										
18	Adjustment to DIT						$ 57,847			
19										

20 **[1] Adjusted per Rebuttal Schedule B-2, page 2**

21

22 **[2] Tax Basis as of March 31, 2009**

23

Line No.			
24	Unadjusted Cost Basis per 2008 Tax Return (Fiscal Year Ended 12/31/2008)		$ 768,564
25	Adjustments:		
26	Land not on tax return depreciation report		23,926
27	Tax accumulated depreciation through 12/31/2008		(24,412)
28	Tax depreciation from 1/1/2009 to 3/31/2009 for assets added before 12/31/2008.		(5,477)
29	Bonus Depreciation/Section 179 deductions through 12/31/2008		(232,687)
30	Assets added after 12/31/2008 (net of affiliate profit, AIAC, CIAC)		76,549
31	Tax depreciation for assets added after 12/31/2008 thru 3/31/2009 (Estimated 25 yr S.L. half-year convention)		(383)
32	Bonus depreciation for assets added after 12/31/2008 thru 3/31/2009 (Estimated)		(9,569)
33			
34			
35	Affiliate profit removed through 2008		(37,406)
36	Tax accumulated depreciation related to affilitate profit through 2008		2,244
37			
38			
39	Proposed B-2 adjustments (AFUDC)		(13,740)
40	Estimated Tax depreciation on B- 2 proposed adjustments (AFUDC)		788
41	Proposed B-2 adjustments (McClain acquistion costs)		(15,636)
42	Estimated Tax depreciation on B- 2 proposed adjustments (McClain acqusition costs)		1,075
43	Timing difference through 2008		(41,747)
44	Net tax value as of March 31, 2009		$ 492,090
45			

46 **[3] CIAC (including impact of change to probability of realization)**

Line No.				
47				
48	Gross CIAC per B-2		$ 26,000	
49	Less: Pre-1996 CIAC		-	
50	A.A per B-2	$ (66)		
51	A.A on Pre-1996 CIAC	-		
52	A.A. on Post 1996 CIAC		(66)	
53	Net CIAC before unrealized AIAC			$ 25,934
54				
55	Unrealized AIAC Component			
56	Adjusted Net AIAC (see footnote 5 below)		$ -	
57	Unrealized AIAC Component % (1-Realized AIAC Component)		70.0%	
58	Addition to CIAC			$ -
59	Total realizable CIAC			$ 25,934
60				

61 **[4] AIAC (including impact of change in probability of realization)**

Line No.			
62	AIAC per B-2	$ -	
63	Less: Pre-1996 AIAC included for book and tax purposes	-	
64	Net AIAC before unrealized portion		$ -
65	Less: Unrealized AIAC (from Note 4, above)		$ -
66	Net realizable AIAC		$ -
67			

68 **[5] Effective tax rates Per C-3 schedule**

69

Northern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Original Cost Rate Base Proforma Adjustments
Adjustment 4

Exhibit
Final Schedule B-2
Page 6
Witness: Bourassa

Line No.		Gross CIAC	Accum. Amort.
1	CIAC and Accumulated Amortization		
2			
3			
4		Gross CIAC	Accum. Amort.
5	Computed balance at 3/31/2009	$ 26,000	$ 66
6			
7	Book balance at 3/31/2009	$ 26,000	$ 63
8			
9	Increase (decrease)	$ -	$ 2
10			
11			
12	Adjustment to CIAC	$ -	$ (2)
13	Label	4a	4b
14			
15			
16			
17			
18			
19	SUPPORTING SCHEDULES		
20	Final B-2, page 6.1 to 6.2		
21			
22			
23			
24			
25			
26			
27			
28			
29			
30			
31			
32			
33			
34			
35			
36			

Northern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Original Cost Rate Base Proforma Adjustments
Contributions-in-aid of Construction and Amortization
Adjustment 4

Exhibit
Final Schedule B-2
Page 6.1
Witness: Bourassa

Line No.		Balance at 1/1/2006	2006 Activity	Balance at 12/31/2006	2007 Activity	Balance at 12/31/2007
1						
2						
3						
4	CIAC	-		-	-	-
5						
6						
7	Amortization		-		-	
8	Accum Amort.	-	-	-	-	-
9						
10	Composite Amortization Rate		3.0621%		3.0134%	
11						
12						
13						
14						
15						
16						
17						
18						
19						
20						
21						
22						
23						
24						
25						
26						
27						
28						
29						
30						
31						
32						
33						
34						
35	**Total CIAC Water**	-		-		-
22						
23						
24	**Total Accum Amort.**	-		-		-
25						
26						

Northern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Original Cost Rate Base Proforma Adjustments
Contributions-in-aid of Construction and Amortization
Adjustment 4

Exhibit
Final Schedule B-2
Page 6.2
Witness: Bourassa

Line No.		2008 Activity	Balance at 12/31/2008	2009 Activity	Balance at 3/31/2009
1					
2					
3					
4	CIAC		-	26,000	26,000
5					
6					
7	Amortization	-		66	
8	Accum Amort.	-	-	66	66
9					
10	Composite Amortization Rate	1.0427%		0.5041%	
11					
12					
13					
14					
15					
16					
17					
18					
19					
20					
21					
22					
23					
24					
25					
26					
27					
28					
29					
30					
31					
32					
33					
34					
35	**Total CIAC Water**		-		26,000
22					
23					
24	**Total Accum Amort.**		-		66
25					
26					

Northern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Computation of Working Capital

Exhibit
Final Schedule B-5
Page 1
Witness: Bourassa

Line No.			
1	Cash Working Capital (1/8 of Allowance		
2	Operation and Maintenance Expense)	$	29,217
3	Pumping Power (1/24 of Pumping Power)		667
4	Purchased Water (1/24 of Purchased Water)		
5	Materials and Supplies		-
6	Prepaids		4,203
7			
8			
9	Total Working Capital Allowance	$	34,087
10			
11			
12	Working Capital Requested	$	-
13			
14			
15	SUPPORTING SCHEDULES:	RECAP SCHEDULES:	
16	Final C-1	Final B-1	
17			
18			Adjusted
19	Cash Working Capital Detail		Test Year Results
20			
21	Total Operating Expense	$	270,012
22	Less:		
23	Income Tax		(28,686)
24	Property Tax		14,544
25	Depreciation		34,406
26	Purchased Water		-
27	Pumping Power		16,012
28	Allowable Expenses	$	233,737
29	1/8 of allowable expenses	$	29,217
30			
31			

Northern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Income Statement

Exhibit
Final Schedule C-1
Page 1
Witness: Bourassa

Line No.		Test Year Adjusted Results	Adjustment	Final Test Year Adjusted Results	Proposed Rate Increase	Final Adjusted with Rate Increase
1	**Revenues**					
2	Metered Water Revenues	$ 188,672	$ -	$ 188,672	$ 206,973	$ 395,645
3	Unmetered Water Revenues	-	-	-		-
4	Other Water Revenues	3,294	-	3,294		3,294
5		$ 191,966	$ -	$ 191,966	$ 206,973	$ 398,939
6	**Operating Expenses**					
7	Salaries and Wages	$ -	-	$ -		$ -
8	Purchased Water	-	-	-		-
9	Purchased Power	16,012	-	16,012		16,012
10	Fuel for Power Production	-	-	-		-
11	Chemicals	178	-	178		178
12	Materials & Supplies	5,094	-	5,094		5,094
13	Outside Services	-	-	-		-
14	Outside Services- Legal	1,302	-	1,302		1,302
15	Outside Services- Other	161,902	(693)	161,209		161,209
16	Water Testing	3,787	(219)	3,568		3,568
17	Equipment Rental	140	-	140		140
18	Rents - Building	-	-	-		-
19	Transportation Expenses	21,524	(647)	20,877		20,877
20	Insurance - General Liability	9,692	-	9,692		9,692
21	Insurance - Health and Life	-	-	-		-
22	Reg. Comm. Exp.	587	-	587		587
23	Reg. Comm. Exp. - Rate Case	25,000	(8,333)	16,667		16,667
24	Miscellaneous Expense	11,726	(610)	11,116		11,116
25	Bad Debt Expense	3,306	-	3,306		3,306
26	Depreciation Expense	36,631	(2,225)	34,406		34,406
27	Taxes Other Than Income	-	-	-		-
28	Property Taxes	13,128	1,416	14,544		14,544
29	Income Tax	(36,727)	8,040	(28,686)	55,628	26,942
30	**Total Operating Expenses**	$ 273,282	$ (3,271)	$ 270,012	$ 55,628	$ 325,640
31	**Operating Income**	$ (81,316)	$ 3,271	$ (78,045)	$ 151,345	$ 73,299
32	**Other Income (Expense)**					
33	Interest Income	-	-	-		-
34	Other income (loss)	-	-	-		-
35	Interest Expense	-	-	-		-
36	Other Expense	-	-	-		-
37		-	-	-		-
38	**Total Other Income (Expense)**	$ -	$ -	$ -	$ -	$ -
39	**Net Profit (Loss)**	$ (81,316)	$ 3,271	$ (78,045)	$ 151,345	$ 73,299
40						
41	SUPPORTING SCHEDULES:				RECAP SCHEDULES:	
42	Final C-2				Final A-1	
43						

Northern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Income Statement

Exhibit
Final Schedule C-1
Page 2
Witness: Bourassa

Line No.		Label>>>>>>> Test Year Adjusted Results	1 Depreciation	2 Property Taxes	3 Meals, Entertainment Contributions	4 Water Testing	5 Transport Expense	6 Rate Case Expense	7 Central Office Allocation	8 Income Taxes	Final Test Year Adjusted Results	Proposed Rate Increase	Final Adjusted with Rate Increase
1	**Revenues**												
2	Metered Water Revenues	$ 188,672									$ 188,672	$ 206,973	$ 395,645
3	Unmetered Water Revenues	-									-		-
4	Other Water Revenues	3,294									3,294		3,294
5		$ 191,966	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 191,966	$ 206,973	$ 398,939
6	**Operating Expenses**												
7	Salaries and Wages	$ -									$ -		$ -
8	Purchased Water	-									-		-
9	Purchased Power	16,012									16,012		16,012
10	Fuel for Power Production	-									-		-
11	Chemicals	178									178		178
12	Materials & Supplies	5,094									5,094		5,094
13	Outside Services	-									-		-
14	Outside Services- Legal	1,302									1,302		1,302
15	Outside Services- Other	161,902							(693)		161,902		161,902
16	Water Testing	3,787				(219)					3,787		3,787
17	Equipment Rental	140									140		140
18	Rents - Building	-									-		-
19	Transportation Expenses	21,524					(647)				21,524		21,524
20	Insurance - General Liability	9,692									9,692		9,692
21	Insurance - Health and Life	-									-		-
22	Reg. Comm. Exp.	587									587		587
23	Reg. Comm. Exp. - Rate Case	25,000						(8,333)			25,000		25,000
24	Miscellaneous Expense	11,726			(610)						11,726		11,726
25	Bad Debt Expense	3,306									3,306		3,306
26	Depreciation Expense	36,631	(2,225)								36,631		36,631
27	Taxes Other Than Income	-									-		-
28	Property Taxes	13,128		1,416							13,128		13,128
29	Income Tax	(36,727)								8,040	(29,967)	52,543	22,576
30	**Total Operating Expenses**	$ 273,282	$ (2,225)	$ 1,416	$ (610)	$ (219)	$ (647)	$ (8,333)	$ (693)	$ 8,040	$ 280,042	$ 52,543	$ 332,585
31	**Operating Income**	$ (81,316)	$ 2,225	$ (1,416)	$ 610	$ 219	$ 647	$ 8,333	$ 693	$ (8,040)	$ (88,076)	$ 154,430	$ 66,354
32	**Other Income (Expense)**												
33	Interest Income	-									-		-
34	Other income (loss)	-									-		-
35	Interest Expense	-									-		-
36	Other Expense	-									-		-
37		-									-		-
38	**Total Other Income (Expense)**	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
39	**Net Profit (Loss)**	$ (81,316)	$ 2,225	$ (1,416)	$ 610	$ 219	$ 647	$ 8,333	$ 693	$ (8,040)	$ (88,076)	$ 154,430	$ 66,354
40													
41	SUPPORTING SCHEDULES:												
42	Final C-2												
43													

RECAP SCHEDULES:
Final C-1, page 1

Northern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Adjustments to Revenues and Expenses

Exhibit
Final Schedule C-2
Page 1
Witness: Bourassa

Line No.		Adjustments to Revenues and Expenses						
		1	2	3	4	5	6	Subtotal
1		Depreciation	Property	Meals, Entertainment	Water	Transport.	Rate Case	
2		Expense	Taxes	Contributions	Testing	Expense	Expense	
3	Revenues							-
4								
5	Expenses	(2,225)	1,416	(610)	(219)	(647)	(8,333)	(10,618)
6								
7	Operating							
8	Income	2,225	(1,416)	610	219	647	8,333	10,618
9								
10	Interest							
11	Expense							-
12	Other							
13	Income /							-
14	Expense							
15								
16	Net Income	2,225	(1,416)	610	219	647	8,333	10,618
17								
18		Adjustments to Revenues and Expenses						
19		7	8	9	10	11	12	Subtotal
20		Central Office	Income					
21		Costs	Taxes	Blank	Blank	Blank	Blank	
22	Revenues							-
23								
24	Expenses	(693)	8,040					(3,271)
25								
26	Operating							
27	Income	693	(8,040)	-	-	-	-	3,271
28								
29	Interest							
30	Expense		-					-
31	Other							
32	Income /							-
33	Expense							
34								
35	Net Income	693	(8,040)	-	-	-	-	3,271

Northern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Adjustments to Revenues and Expenses
Adjustment Number 1

Exhibit
Final Schedule C-2
Page 2
Witness: Bourassa

Line No.						
1	Depreciation Expense					
2						
3	**Acct.**		**Adjusted**			
4	**No.**	**Description**	**Original Cost**	**Proposed Rates**	**Depreciation Expense**	
5	301	Organization Cost	-	0.00%	-	
6	302	Franchise Cost	890	0.00%	-	
7	303	Land and Land Rights	23,926	0.00%	-	
8	304	Structures and Improvements	280,668	3.33%	9,346	
9	305	Collecting and Impounding Res.	51,378	2.50%	1,284	
10	306	Lake River and Other Intakes	-	2.50%	-	
11	307	Wells and Springs	34,064	3.33%	1,134	
12	308	Infiltration Galleries and Tunnels	-	6.67%	-	
13	309	Supply Mains	-	2.00%	-	
14	310	Power Generation Equipment	1,293	5.00%	65	
15	311	Electric Pumping Equipment	91,019	12.50%	11,377	
16	320	Water Treatment Equipment	-	3.33%	-	
17	320.1	Water Treatment Plant	-	3.33%	-	
18	320.2	Chemical Solution Feeders	-	20.00%	-	
19	330	Dist. Reservoirs & Standpipe	95,668	2.22%	2,124	
20	330.1	Storage tanks	-	2.22%	-	
21	330.2	Pressure Tanks	-	5.00%	-	
22	331	Trans. and Dist. Mains	36,763	2.00%	735	
23	333	Services	29,756	3.33%	991	
24	334	Meters	3,449	8.33%	287	
25	335	Hydrants	59,298	2.00%	1,186	
26	336	Backflow Prevention Devices	-	6.67%	-	
27	339	Other Plant and Misc. Equip.	23,472	6.67%	1,566	
28	340	Office Furniture and Fixtures	-	6.67%	-	
29	340.1	Computers and Software	-	20.00%	-	*
30	341	Transportation Equipment	-	20.00%	-	
31	342	Stores Equipment	-	4.00%	-	
32	343	Tools and Work Equipment	-	5.00%	-	
33	344	Laboratory Equipment	-	10.00%	-	
34	345	Power Operated Equipment	-	5.00%	-	
35	346	Communications Equipment	5,881	10.00%	588	
36	347	Miscellaneous Equipment	-	10.00%	-	
37	348	Other Tangible Plant	48,984	10.00%	4,898	
38						
39		TOTALS	$ 786,509		$ 35,582	
40						
41						
42	Less: Amortization of Contributions		$ 26,000	4.5241%	$ (1,176)	
43						
44						
45						
46	Total Depreciation Expense				$ 34,406	
47						
48	Adjusted Test Year Depreciation Expense				36,631	
49						
50	Increase (decrease) in Depreciation Expense				(2,225)	
51						
52	Adjustment to Revenues and/or Expenses				$ (2,225)	
53						
54	SUPPORTING SCHEDULE					
55	Final B-2, page 3		* Fully Depreciated			
56	Final B-2, page 6					

Northern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Adjustment to Revenues and Expenses
Adjustment Number 2

Exhibit
Final Schedule C-2
Page 3
Witness: Bourassa

Line No.			
1	Property Taxes:		
2			
3	Adjusted Revenues in year ended 3/31/09	$	191,966
4	Adjusted Revenues in year ended 3/31/09		191,966
5	Proposed Revenues		398,939
6	Average of three year's of revenue	$	260,957
7	Average of three year's of revenue, times 2	$	521,915
8	Add:		
9	Construction Work in Progess at 10%	$	92,936
10	Deduct:		
11	Book Value of Transportation Equipment		-
12			
13	Full Cash Value	$	614,851
14	Assessment Ratio		21%
15	Assessed Value		129,119
16	Property Tax Rate		11.1932%
17			
18	Property Tax		14,453
19	Plus: Tax on Parcels		91
20			
21	Total Property Tax at Proposed Rates	$	14,544
22	Property Taxes recorded during the test year		13,128
23	Change in Property Taxes	$	1,416
24			
25			
26	Adjustment to Revenues and/or Expenses	$	1,416
27			
28			

Northern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
ADJUSTMENTS TO REVENUES AND/OR EXPENSES
Adjustment Number 3

Exhibit
Final Schedule C-2
Page 4
Witness: Bourassa

Line No.			
1	Remove Meals, Entertainment and Contibutions		
2			
3	Meals and Entertainment	$	(610)
4			
5			
6			
7	Increase(decrease) Miscellaneous	$	(610)
8			
9	Adjustment to Revenue and/or Expense	$	(610)
10			
11			
12			
13			
14			
15			
16	SUPPORTING SCHEDULES		
17	Staff Schedule CSB-16		
18			
19			
20			
21			
22			
23			
24			

Northern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Adjustment to Revenues and Expenses
Adjustment Number 4

Exhibit
Final Schedule C-2
Page 5
Witness: Bourassa

Line No.			
1	Water Testing Expense		
2			
3	Proposed Water Testing Expense	$	3,568
4			
5	Adjusted Test Year Expense		3,787
6			
7			
8	Increase (decrease) in Water Testing Expense	$	(219)
9			
10			
11	Adjustment to Revenue and/or Expense	$	(219)
12			
13			
14			
15			
16	REFERENCE		
17	See testimony		
18			
19			
20			

Northern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Adjustment to Revenues and Expenses
Adjustment Number 5

Exhibit
Final Schedule C-2
Page 6
Witness: Bourassa

Line No.					
1	Transportation Expense (Remove Airlink costs)				
2					
3	Date	Invoice	Amount		
4	9/30/2008	1021	$ (516)		
5	9/30/2008	1038	(131)		
6					
7	Total			$	(647)
8					
9					
10	Increase (decrease) in Water Testing Expense			$	(647)
11					
12	Adjustment to Revenue and/or Expense			$	(647)
13					
14	REFERENCE				
15	See testimony				
16					
17					
18					
19					
20					
21					

Northern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Adjustment to Revenues and Expenses
Adjustment Number 6

Exhibit
Final Schedule C-2
Page 7
Witness: Bourassa

Line No.			
1	Rate Case Expense		
2			
3	Proposed Rate Case Expense	$	50,000
4			
5	Amortization period (years)		3
6			
7	Annual Amortization	$	16,667
8			
9			
10	Adjusted rate case expense per Rejoinder	$	25,000
11			
12			
13	Increase (decrease) in rate case expense	$	(8,333)
14			
15			
16	Adjustment to Revenue and/or Expense	$	(8,333)
17			
18			
19			
20			

Northern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Adjustment to Revenues and Expenses
Adjustment Number 7

Exhibit
Final Schedule C-2
Page 8
Witness: Bourassa

Cental Office Costs - Infrastructure Allocation

Line No.		Test Year Actual Total Cost Pool	Adjustments	Adjusted Total Cost Pool	Utility Infrastructure Group Allocation %	Utility Infrastructure Group Allocated Cost Pool	NSWC Water Allocation by Customer Count	Rebuttal NSWC Allocation
9	Audit	$ 778,285	$ (97,474)	$ 680,812	24.29%	$ 165,340	0.53%	872
10	Tax Services	518,775	(48,971)	469,804	24.29%	114,095	0.53%	602
11	Legal	159,053	(20,521)	138,531	24.29%	33,643	0.53%	177
12	Other Professional Services	506,082	(53,879)	452,202	24.29%	109,821	0.53%	579
13	Management Fee - Total	644,943	(81,140)	563,803	24.29%	136,924	0.53%	722
14	Unit Holder Communications	156,766	(11,108)	145,658	24.29%	35,374	0.53%	187
15	Trustee Fees	129,000	(1,884)	127,116	24.29%	30,871	0.53%	163
16	Escrow & Transfer Agent Fees	96,138	(10,784)	85,354	24.29%	20,729	0.53%	109
17	Rent	307,337	(33,372)	273,965	24.29%	66,534	0.53%	351
18	Licenses/Fees & Permits	17,561	(2,995)	14,565	24.29%	3,537	0.53%	19
19	Office Expenses	572,357	(146,601)	425,755	24.29%	103,398	0.53%	545
20	Depreciation	211,653	(21,856)	189,797	24.29%	46,094	0.53%	243
22	**Total (US dollars USD)**	**$ 4,097,949**	**$ (530,586)**	**$ 3,567,363**		**$ 866,360**		**$ 4,569**

26	Infrastructure Cost Allocation per Direct (USD)	$ 5,261
28	Increase (decrease) in Infrastructure Allocated Costs (USD)	$ (693)
31	Adjustment to Revenues and/or Expenses	$ (693)

Northern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Adjustment to Revenues and/or Expenses
Adjustment Number 8

Exhibit
Final Schedule C-2
Page 9
Witness: Bourassa

Line No.			Test Year Adjusted Results	Adjusted with Rate Increase	
1	Income Tax Computation				
2					
3					
4					
5					
6					
7	Taxable Income		$ (106,732)	$ 100,241	
8					
9	Taxable Income		$ (106,732)	$ 100,241	
10					
11					
12	Arizona Income Before Taxes			$ 100,241	
13					
14	Less Arizona Income Tax			$ 6,985	
15	Rate =	6.97%			
16	Arizona Taxable Income			$ 93,256	
17					
18	Arizona Income Taxes			$ 6,985	
19					
20	Federal Income Before Taxes			$ 100,241	
21					
22	Less Arizona Income Taxes			$ 6,985	
23					
24	Federal Taxable Income			$ 93,256	
25					
26					
27					
28	FEDERAL INCOME TAXES:				
29	15% BRACKET			$ 7,500	
30	25% BRACKET			$ 6,250	
31	34% BRACKET			$ 6,207	Federal
32	39% BRACKET			$ -	Effective
33	34% BRACKET			$ -	Tax
34					Rate
35	Federal Income Taxes			$ 19,957	19.91%
36					
37					
38	Total Income Tax			$ 26,942	
39					
40	Overall Tax Rate			26.88%	
41					
42	Income Tax at Proposed Rates Effective Rate		$ (28,686)		
43					
44	Adjusted Test Year Income Taxes		(36,727)		
45					
46	Adjustment to Income Taxes		8,040		

Northern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Computation of Gross Revenue Conversion Factor

Exhibit
Final Schedule C-3
Page 1
Witness: Bourassa

Line No.	Description	Percentage of Incremental Gross Revenues
1	Federal Income Taxes	19.91%
2		
3	State Income Taxes	6.97%
4		
5	Other Taxes and Expenses	0.00%
6		
7		
8	Total Tax Percentage	26.88%
9		
10	Operating Income % = 100% - Tax Percentage	73.12%
11		
12		
13		
14		
15	1 = Gross Revenue Conversion Factor	
16	Operating Income %	1.3676
17		
18	SUPPORTING SCHEDULES:	RECAP SCHEDULES:
19		Final A-1
20		

Northern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Summary of Cost of Capital

Exhibit
Final Schedule D-1
Page 1
Witness: Bourassa

Line No.	Item of Capital	End of Test Year Dollar Amount	Percent of Total	(e) Cost Rate	Weighted Cost	End of Projected Year Dollar Amount	Percent of Total	(e) Cost Rate	Weighted Cost
1	Long-Term Debt	-	0.00%	0.00%	0.00%	$ -	0.00%	0.00%	0.00%
2									
3	Stockholder's Equity[1]	466,936	100.00%	11.10%	11.10%	540,235	100.00%	11.10%	11.10%
4									
5	Totals	$ 466,936	100.00%		11.10%	$ 540,235	100.00%		11.10%
6									
7									
8	[1] Rebuttal Adjustments to equity								
9	Acumm. depreciation adjustment		$ (4,879)						
10	CIAC adjustment		$ 2						
11	Deferred Income Tax Adjustment		$ (57,847)						
12									
13									
14									
15									
16	SUPPORTING SCHEDULES:								RECAP SCHEDULES:
17	Final D-1								
18	Final D-2								
19	Final D-3								
20	Final D-4								
21									
22									
23									
24									
25									
26									
27									
28									
29									
30									
31									
32									
33									

Northern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Cost of Long Term Debt

Exhibit
Final Schedule D-2
Page 1
Witness: Bourassa

Line No.	Description of Debt	End of Test Year Amount Outstanding[1]	End of Test Year Annual Interest	End of Test Year Interest Rate	End of Test Year Weighted Cost	End of Projected Year Amount Outstanding	End of Projected Year Annual Interest	End of Projected Year Interest Rate	End of Projected Year Weighted Cost
1			-	6.10%	0.00%	-	-	6.10%	0.00%
2			-	6.26%	0.00%	-	-	6.26%	0.00%
3			-	8.56%	0.00%	-	-	8.56%	0.00%
4			-	7.30%	0.00%	-	-	7.30%	0.00%
5			-	6.91%	0.00%	-	-	6.91%	0.00%
6			-	7.16%	0.00%	-	-	7.16%	0.00%
7			-	0.00%	0.00%	-	-	0.00%	0.00%
8			-	0.00%	0.00%	-	-	0.00%	0.00%
9			-	0.00%	0.00%	-	-	0.00%	0.00%
10			-	0.00%	0.00%	-	-	0.00%	0.00%
11			-	0.00%	0.00%	-	-	0.00%	0.00%
12									
13	Totals	$ -	$ -		0.00%	$ -	-		0.00%
14									
15	SUPPORTING SCHEDULES:					RECAP SCHEDULES:			
16	Final D-2					Final D-1			
17									
18									
19									
20									

Northern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Cost of Preferred Stock

Exhibit
Final Schedule D-3
Page 1
Witness: Bourassa

Line No.	Description of Issue	End of Test Year Shares Outstanding	End of Test Year Amount	End of Test Year Dividend Requirement	End of Projected Year Shares Outstanding	End of Projected Year Amount	End of Projected Year Dividend Requirement
1							
2							
3	NOT APPLICABLE, NO PREFERRED STOCK ISSUED OR OUTSTANDING						
4							
5							
6							
7							
8							
9							
10							
11							
12							
13							
14							
15							
16							
17	SUPPORTING SCHEDULES:			RECAP SCHEDULES:			
18				Final D-1			
19							
20							

Northern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Cost of Common Equity

Exhibit
Final Schedule D-4
Page 1
Witness: Bourassa

Line No.	
1	
2	The Company is proposing a cost of common equity of 11.10% .
3	
4	
5	
6	
7	
8	
9	
10	
11	
12	
13	
14	
15	
16	
17	SUPPORTING SCHEDULES: RECAP SCHEDULES:
18	Final D-4.1 to D-4.16 Final D-1
19	
20	

Northern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Revenue Summary
With Annualized Revenues to Year End Number of Customers

Exhibit
Final Schedule H-1
Page 1
Witness: Bourassa

Line No.	Meter Size	Class	Present Revenues	Proposed Revenues	Dollar Change	Percent Change	Percent of Present Water Revenues	Percent of Proposed Water Revenues
1	5/8 Inch	Residential	$ 189,511	$ 397,884	$ 208,374	109.95%	99.30%	99.35%
2	3/4 Inch	Residential	1,344	2,605	1,261	93.80%	0.70%	0.65%
3								
4								
5								
6		Subtotal	190,855	400,490	209,635	109.84%	100.00%	100.00%
7								
8								
9								
10								
11								
12								
13								
14								
15								
16								
17								
18								
19								
20								
21								
22								
23								
24								
25								
26								
27								
28								
29								
30								
31	Total Revenues Before Annualization		$ 190,855	$ 400,490	$ 209,635	109.84%	100.00%	100.00%
32								

Northern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Revenue Summary
With Annualized Revenues to Year End Number of Customers

Exhibit
Final Schedule H-1
Page 2
Witness: Bourassa

Line No.	Meter Size	Class	Present Revenues	Proposed Revenues	Dollar Change	Percent Change	Additional Bills	Additional Gallons to be Pumped (In 1,000's)	
1				Revenue Annualization					
5	5/8 Inch	Residential	$ (2,465)	$ (5,314)	(2,849)	0.00%	(56)	(341)	C-2, pg 5.1
6	3/4 Inch	Residential	-	-	-	0.00%	-	-	C-2, pg. 5.2
10		Subtotal	$ (2,465)	$ (5,314)	(2,849)	115.60%	(56)	(341)	
36	Total Revenue Annualization		$ (2,465)	$ (5,314)	$ (2,849)	0.00%	(56)	(341)	

Northern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Revenue Summary
With Annualized Revenues to Year End Number of Customers

Exhibit
Final Schedule H-1
Page 3
Witness: Bourassa

Line No.		Present Revenues	Proposed Revenues	Dollar Change	Percent Change	Percent of Present Water Revenues	Percent of Proposed Water Revenues
1							
2							
3	Subtotal Metered Revenues	$ 190,855	$ 400,490	$ 209,635	109.84%	100.00%	100.00%
4	Subtotal Revenue Annualization	(2,465)	(5,314)	(2,849)	115.60%	-1.29%	-1.33%
5	Total Metered Revenues	$ 188,390	$ 395,176	$ 206,785	109.76%		
6							
7	Misc. Revenues	$ 3,294	$ 3,294	-	0.00%	1.73%	0.82%
8	Reconciling Amount to GL	282	470	188	66.65%	0.15%	0.12%
9	Total Water Revenues	$ 191,966	$ 398,940	$ 206,973	107.82%	0.00%	0.00%
10							
11							
12	Revenue Reconciliation						
13							
14	Revenue per bill count before revenue annualization		$ 190,855				
15	Revenue per GL (metered water revenues)		191,137				
16	Difference		$ (282)				
17	Difference %		-0.15%				
18	Tolerance %		0.50%				
19	Tolerance Amount + or -		$ 956				
20							
21	Acceptable?		YES				
22							
23							
24							
25							
26							
27							
28							
29							
30							
31							
32							
33							
34							
35							

Northern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Customer Summary

Exhibit
Final Schedule H-2
Page 1
Witness: Bourassa

Line No.		Meter Size, Class	(a) Average Number of Customers at 3/31/2009	Average Consumption	Average Bill Present Rates	Average Bill Proposed Rates	Proposed Increase Dollar Amount	Proposed Increase Percent Amount
1	5/8 Inch	Residential	348	5,755	$ 43.08	$ 93.15	50.08	116.25%
2	3/4 Inch	Residential	1	20,334	110.55	215.63	105.08	95.05%
3								
4								
5		Subtotal	349					
6								
7								
8								
9								
10								
11								
12								
13								
14								
15								
16								
17								
18								
19								
20								
21								
22								
23								
24								
25								
26								
27		Total	349					

28 **(a)** Average number of customers of less than one (1), indicates that less than 12 bills were issued during the year.
29
30

Northern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Customer Summary

Exhibit
Final Schedule H-2
Page 2
Witness: Bourassa

Line No.		Meter Size, Class	(a) Average Number of Customers at 3/31/2009	Median Consumption	Median Bill Present Rates	Median Bill Proposed Rates	Proposed Increase Dollar Amount	Proposed Increase Percent Amount
1	5/8 Inch	Residential	348	4,500	$ 40.00	$ 86.50	46.50	116.25%
2	3/4 Inch	Residential	1	18,500	103.40	203.81	100.41	97.10%
3								
4								
5		Subtotal	349					
6								
7								
8								
9								
10								
11								
12								
13								
14								
15								
16								
17								
18								
19								
20								
21								
22								
23								
24								
25								
26								
27		Total	349					

28 **(a)** Average number of customers of less than one (1), indicates that less than 12 bills were issued during the year.
29
30

Northern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Present and Proposed Rates

Exhibit
Final Schedule H-3
Page 1
Witness: Bourassa

Line No.	Monthly Usage Charge for:	Present Rates	Proposed Rates	Change	Percent Change
1	Meter Size (All Classes):				
2	5/8 Inch	$ 31.00	$ 66.65	$ 35.65	115.00%
2	3/4 Inch	46.50	99.98	53.48	115.01%
3	1 Inch	77.50	166.63	89.13	115.01%
4	1 1/2 Inch	155.00	333.25	178.25	115.00%
5	2 Inch	248.00	533.20	285.20	115.00%
6	3 Inch	496.00	1,066.40	570.40	115.00%
7	4 Inch	775.00	1,666.25	891.25	115.00%
8	6 Inch	930.00	3,332.50	2,402.50	258.33%
9	8 Inch	1,550.00	5,332.00	3,782.00	244.00%
10					
11					
12					
13					
14					
15	Gallons In Minimum (All Meter Sizes and Classes)	-	-		
16					
17			(Per 1,000 gallons)		
18	**Commodity Rates**		**Present**	**Proposed**	
19	**Meter Size and Class**	**Block**	**Rate**	**Rate**	
20					
21	All Meter Sizes and Classes, Except Irrigation	0 gallons to 5,000 gallons	$ 2.00		
22		5,000 gallons to10,000 gallons	$ 2.75		
23		Over 10,000 gallons	$ 3.90		
24					
25	All Meter Sizes - Irrigation	0 gallons to 45,000 gallons	$ 2.75		
26		Over 45,000 gallons	$ 3.90		
27					
28	5/8 Inch and 3/4 Inch Meter - Residential	0 gallons to 4,000 gallons		$ 4.30	
29		4,001 gallons to 10,000 gallons		$ 5.30	
30		over 10,000 gallons		$ 6.45	
31					
32	5/8 Inch and 3/4 Inch Meter - Com, Irrigation	0 gallons to 10,000 gallons		$ 4.30	
33		over 10,000 gallons		$ 5.30	
34					
35	1 Inch Meter - All classes	0 gallons to 25,000 gallons		$ 4.30	
36		over 25,000 gallons		$ 5.30	
37					
38	1.5 Inch Meter - All Classes	0 gallons to 50,000 gallons		$ 4.30	
39		over 50,000 gallons		$ 5.30	
40					
41	NT = No Tariff				

Northern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Present and Proposed Rates

Exhibit
Final Schedule H-3
Page 2
Witness: Bourassa

Line No.			(Per 1,000 gallons) Present Rate	Proposed Rate
1				
2	**Commodity Rates**			
3	**Meter Size and Class**	**Block**		
4				
5	2 Inch Meter - All Classes	0 gallons to 80,000 gallons	[redacted]	$ 4.30
6		over 80,000 gallons		$ 5.30
7				
8	3 Inch Meter -All Classes	0 gallons to 160,000 gallons	[redacted]	$ 4.30
9		over 160,000 gallons		$ 5.30
10				
11	4 Inch Meter- All Classes	0 gallons to 250,000 gallons	[redacted]	$ 4.30
12		over 250,000 gallons		$ 5.30
13				
14	6 Inch Meter - All Classes	0 gallons to 500,000 gallons	[redacted]	$ 4.30
15		over 500,000 gallons		$ 5.30
16				
17	8 Inch Meter - All Classes	0 gallons to 800,000 gallons	[redacted]	$ 4.30
18		over 800,000 gallons		$ 5.30
19				
20	Standpipe (Bulk)	All gallons	$ 3.90	$ 5.30
21				
22				
23				
24				
25				
26				
27				
28				
29				
30				
31				
32				
33				
34				
35				
36				
37				
38				

Northern Sunrise Water Company (Stand-Alone)
Changes in Representative Rate Schedules
Test Year Ended March 31, 2009

Exhibit
Final Schedule H-3
Page 3
Witness: Bourassa

Line No.	Other Service Charges	Present Rates	Proposed Rates
1	Establishment (Regular Hours) per Rule R14-2-403.D	$ 25.00	$ 25.00
2	Establishment (After Hours) per Rule R14-2-403.D	$ 35.00	$ 35.00
3	Re-Establishment of Service per Rule R14-2-403.D	[a]	[a]
4	Reconnection (Delinquent) per Rule R14-2-403.D	$ 35.00	$ 35.00
5	Reconnection (After Hours) per Rule R14-2-403.D	NT	$ 45.00
6	Meter Test (if correct) per Rule R14-2-408.F	NT	$ 30.00
7	Meter Reread per Rule R14-2-408.C (if correct)	$ 5.00	$ 15.00
8	NSF Check per Rule R14-2-409.F	NT	$ 15.00
9	Deferred Payment, Per Month per Rule R14-2-409.G	1.50%	1.50%
10	Late Charge	1.50%	1.50%
11	Service Calls - Per Hour/After Hours(e)	$ 50.00	$ 50.00
12	Deposit Requirements	[b]	[b]
13	Moving Meter at Customer Requesdt	NT	Cost
14	Damage to Meter	NT	Cost
15	Meter and Service lines	see H-3, page 4	
16	Main Extension Tariff	Cost	Cost
17			
18			
19			
20			
21	[a] Minimum charge times number of full months off the system. per Rule R14-2-403.D.		
22	[b] Per ACC Rules R14-2-403.B Residential - two times the average bill.		
23	Commercial - two and one-half times the average bill.		
24			
25			
26			
27			
28	IN ADDITION TO THE COLLECTION OF REGULAR RATES, EACH UTILITY MAY COLLECT FROM		
29	ITS CUSTOMERS A PROPORTIONATE SHARE OF ANY PRIVILEGE, SALES OR USE		
30	TAX. PER COMMISSION RULE 14-2-409D(5).		
31			
32			
33			
34			
35			

Northern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Meter and Service Line Charges

Exhibit
Final Schedule H-3
Page 4
Witness: Bourassa

Refundable Meter and Service Line Charges

Line No.		Present Service Line Charge	Present Meter Install-ation Charge	Total Present Charge	Proposed Service Line Charge	Proposed Meter Install-ation Charge	Total Proposed Charge*
9	5/8 x 3/4 Inch			$ 410.00	$ 1,765.00	$ 105.00	$ 1,870.00
10	3/4 Inch			410.00	1,765.00	180.00	1,945.00
11	1 Inch			520.00	1,765.00	240.00	2,005.00
12	1 1/2 Inch			660.00	At Cost	At Cost	At Cost
13	2 Inch / Turbine			1,155.00	At Cost	At Cost	At Cost
14	2 Inch / Compound			1,720.00	At Cost	At Cost	At Cost
15	3 Inch / Turbine			1,625.00	At Cost	At Cost	At Cost
16	3 Inch / Compound			2,260.00	At Cost	At Cost	At Cost
17	4 Inch / Turbine			2,500.00	At Cost	At Cost	At Cost
18	4 Inch / Compound			3,200.00	At Cost	At Cost	At Cost
19	6 Inch / Turbine			4,500.00	At Cost	At Cost	At Cost
20	6 Inch / Compound			6,300.00	At Cost	At Cost	At Cost
21	8 Inch & Larger			8,200.00	At Cost	At Cost	At Cost

* Plus actual road crossing costs.

N/T = No Tariff

Northern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Hook-Up Fees

Exhibit
Final Schedule H-3
Page 5
Witness: Bourassa

Line No.		Present Charge	Proposed Charge
1			
2	**Off-site Facilities Hook-up Fee**		
3			
4		Present	Proposed
5		Charge	Charge
6	5/8 x 3/4 Inch	NT	$ 1,600
7	3/4 Inch	NT	2,400
8	1 Inch	NT	4,000
9	1 1/2 Inch	NT	8,000
10	2 Inch	NT	12,800
11	3 Inch	NT	25,600
12	4 Inch	NT	40,000
13	6 Inch or larger	NT	80,000
14			
15			
16			
17			
18			
19			
20			
21	NT = No Tariff		
22			
23			
24			
25			
26			
27			
28			
29			
30			
31			
32			
33			
34			
35			
36			

EXHIBIT

4

Southern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Computation of Increase in Gross Revenue
Requirements As Adjusted

Exhibit
Final Schedule A-1
Page 1
Witness: Bourassa

Line No.						
1	Fair Value Rate Base				$	1,320,713
2						
3	Adjusted Operating Income					23,856
4						
5	Current Rate of Return					1.81%
6						
7	Required Operating Income				$	146,599
8						
9	Required Rate of Return on Fair Value Rate Base					11.10%
10						
11	Operating Income Deficiency				$	122,743
12						
13	Gross Revenue Conversion Factor					1.5608
14						
15	Increase in Gross Revenue Revenue Requirement					191,577
16						
17	Adjusted Test Year Revenues				$	444,136
18	Increase in Gross Revenue Revenue Requirement				$	191,577
19	Proposed Revenue Requirement				$	635,713
20	Percent Increase					43.13%
21						
22	**Customer**		**Present**	**Proposed**	**Dollar**	**Percent**
23	**Classification**		**Rates**	**Rates**	**Increase**	**Increase**
24	5/8 Inch	Residential	$ 423,617	$ 611,876	$ 188,259	44.44%
25	3/4 Inch	Residential	-	-	-	0.00%
26						
27						
28		**Subtotal**	$ 423,617	$ 611,876	$ 188,259	44.44%
29						
30	1 Inch	Commercial	$ 1,657	$ 2,405	$ 748	45.12%
31	2 Inch	Commercial	4,422	5,658	1,236	27.95%
32						
33						
34						
35						
36						
37						
38						
39		**Subtotal**	$ 6,079	$ 8,063	$ 1,984	32.63%
40						
41						
42						
43						
44						
45						
46						
47						
48	**Subtotal Revenues before Annualization**		$ 429,696	$ 619,939	$ 190,243	44.27%
49	**Revenue Annualization**		3,335	4,909	1,573	47.17%
50	Miscellaneous Revenues		10,679	10,679	-	0.00%
51	Reconciling Amount H-1 to C-1		426	187	(239)	-56.10%
52	**Total of Water Revenues (a)**		$ 444,136	$ 635,713	$ 191,577	43.13%
53						
54						
55	SUPPORTING SCHEDULES:					
56	Final B-1					
57	Final C-1					
58	Final C-3					
59	Final H-1					

Southern Sunrise Water Company
Test Year Ended March 31, 2009
Summary of Rate Base

Exhibit
Final Schedule B-1
Page 1
Witness: Bourassa

Line No.		Original Cost Rate base	Fair Value Rate Base
1			
2	Gross Utility Plant in Service	$ 1,570,195	$ 1,570,195
3	Less: Accumulated Depreciation	81,666	81,666
4			
5	Net Utility Plant in Service	$ 1,488,530	$ 1,488,530
6			
7	Less:		
8	Advances in Aid of		
9	Construction	-	-
10	Contributions in Aid of		
11	Construction	20,000	20,000
12			
13	Accumulated Amortization of CIAC	(17)	(17)
14			
15	Customer Meter Deposits	2,870	2,870
16	Deferred Income Taxes & Credits	144,964	144,964
17			
18			
19			
20	Plus:		
21	Unamortized Debt Issuance		
22	Costs	-	-
23	Deferred Reg. Assets	-	-
24	Working capital	-	-
25			
26			
27			
28			
29		$ 1,320,713	$ 1,320,713
30			
31			
32			
33	SUPPORTING SCHEDULES:		RECAP SCHEDULES:
34	Final B-2		Final A-1
35	Final B-3		
36	Final B-5		
37			
38			

Southern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Original Cost Rate Base Proforma Adjustments

Exhibit
Final Schedule B-2
Page 1
Witness: Bourassa

Line No.		Adjusted End of Test Year	Proforma Adjustment Amount	Final Adjusted at end Test Year
1	Gross Utility			
2	Plant in Service	$ 1,724,610	(154,415)	$ 1,570,195
3				
4	**Less:**			
5	Accumulated			
6	Depreciation	105,733	(24,067)	81,666
7				
8				
9	Net Utility Plant			
10	in Service	$ 1,618,877		$ 1,488,530
11				
12	**Less:**			
13	Advances in Aid of			
14	Construction	-	-	-
15				
16	Contributions in Aid of			
17	Construction	20,000	-	20,000
18				
19	Accumulated Amort of CIAC	(15)	(1)	(17)
20				
21	Customer Meter Deposits	2,870	-	2,870
22	Deferred Income Taxes & Credits	51,588	93,376	144,964
23				
24				
25				
26	**Plus:**			
27	Unamortized Debt Issuance			
28	Costs	-		-
29	Deferred Reg. Assets	-	-	-
30	Working capital	-	-	-
31				
32				
33				
34				
35	Total	$ 1,544,434		$ 1,320,713
36				
37				
38				
39	SUPPORTING SCHEDULES:			RECAP SCHEDULES:
40	Final B-2, pages 2			Final B-1
41				
42				
43				
44				
45				
46				
47				
48				

Southern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Original Cost Rate Base Proforma Adjustments

Exhibit
Final Schedule B-2
Page 2
Witness: Bourassa

Line No.		Adjusted at End of Test Year	Proforma Adjustments 1 Plant	2 Accumulated Depr.	3 DIT	4 CIAC	Final Adjusted at end of Test Year
1	Gross Utility						
2	Plant in Service	$ 1,724,610	(154,415)				$ 1,570,195
3							
4	**Less:**						
5	Accumulated						
6	Depreciation	105,733		(24,067)			81,666
7							
8							
9	Net Utility Plant						
10	in Service	$ 1,618,877	$ (154,415)	$ 24,067	$ -	$ -	$ 1,488,530
11							
12	**Less:**						
13	Advances in Aid of						
14	Construction	-					-
15							
16	Contributions in Aid of						
17	Construction (CIAC)	20,000				-	20,000
18							
19	Accumulated Amort of CIAC	(15)				(1)	(17)
20							
21	Customer Meter Deposits	2,870					2,870
22	Deferred Income Taxes & Credits	51,588			93,376		144,964
23							
24							
25	**Plus:**						
26	Unamortized Debt Issuance						
27	Costs	-					-
28	Deferred Reg. Assets	-					-
29	Allowance for Working Capital	-					-
30							
31	Total	$ 1,544,434	$ (154,415)	$ 24,067	$ (93,376)	$ 1	$ 1,320,713
32							
33							
34							
35	SUPPORTING SCHEDULES:						
36	Final B-2, pages 3-6						
37							

Southern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Original Cost Rate Base Proforma Adjustments
Adjustment Number 1

Exhibit
Final Schedule B-2
Page 3
Witness: Bourassa

Line No.				Adjustments					
				A	B	C	D	E	F	
1	Plant-in-Service			2007						
2			Adjusted	McClain		Intentionally	Intentionally	Intentionally	Intentionally	Final
3	Acct.		Orginal	Acquistion		Left	Left	Left	Left	Adjusted Original
4	No.	Description	Cost	Costs	AFUDC	Blank	Blank	Blank	Blank	Cost
5	301	Organization Cost	$ -		$ -					$ -
6	302	Franchise Cost	71		-					71
7	303	Land and Land Rights	336,686		-					336,686
8	304	Structures and Improvements	335,501		(9,334)					326,168
9	305	Collecting and Impounding Res.	-		-					-
10	306	Lake River and Other Intakes	-		-					-
11	307	Wells and Springs	133,969		(1,940)					132,029
12	308	Infiltration Galleries and Tunnels	-		-					-
13	309	Supply Mains	3,798		(542)					3,256
14	310	Power Generation Equipment	-		-					-
15	311	Electric Pumping Equipment	197,625		(5,558)					192,066
16	320	Water Treatment Equipment	-		-					-
17	320.1	Water Treatment Plant	-		-					-
18	320.2	Chemical Solution Feeders	-		-					-
19	330	Dist. Reservoirs & Standpipe	263,512		(1,591)					261,921
20	330.1	Storage tanks	-		-					-
21	330.2	Pressure Tanks	-		-					-
22	331	Trans. and Dist. Mains	85,865		(4,775)					81,090
23	333	Services	70,365		(138)					70,227
24	334	Meters	18,257		(1,549)					16,708
25	335	Hydrants	18,416		-					18,416
26	336	Backflow Prevention Devices	-		-					-
27	339	Other Plant and Misc. Equip.	21,516		-					21,516
28	340	Office Furniture and Fixtures	-		-					-
29	1 Inch	Computers and Software	-		-					-
30	2 Inch	Transportation Equipment	-		-					-
31	342	Stores Equipment	-		-					-
32	343	Tools and Work Equipment	270		-					270
33	344	Laboratory Equipment	-		-					-
34	345	Power Operated Equipment	-		-					-
35	346	Communications Equipment	3,379		-					3,379
36	347	Miscellaneous Equipment	-		-					-
37	348	Other Tangible Plant	235,381	(128,987)	-					106,394
38										-
39		TOTALS	$ 1,724,610	$ (128,987)	$ (25,428)	$ -	$ -	$ -	$ -	$ 1,570,196
40										
41	Adjusted Plant-in-Service per Direct									$ 1,724,610
42										
43	Increase (decrease) in Plant-in-Service									$ (154,415)
44										
45	Adjustment to Plant-in-Service									$ (154,415)
46										
47	SUPPORTING SCHEDULES									
48	Final B-2, pages 3.1-3.2									
49	Final B-2, pages 3.3-3.6									

Southern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Original Cost Rate Base Proforma Adjustments
Adjustment Number 1 - A

Exhibit
Final Schedule B-2
Page 3.1
Witness: Bourassa

Line No.		
1	McClain Acquisition Costs	
2		
3		
4	Rebuttal McClain Acquistion Costs	$ 106,394
5		
6	McClain Acquisition Costs per Direct	$ 235,381
7		
8		
9	Increase (decrease) to plant-in-service	$ (128,987)
10		
11		
12		
13		
14		
15	REFERENCES	
16	Testimony and Co. Response to CSB 10.3	
17		
18		
19		
20		
21		
22		
23		
24		
25		

Southern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Original Cost Rate Base Proforma Adjustments
Adjustment Number 1 - B

Exhibit
Final Schedule B-2
Page 3.2
Witness: Bourassa

Line No.

1 Adjusted Allowance for Funds Used During Constructiion ("AFUDC")

Acct	Description	As Filed	Revised	Adjustment
301	Organization Cost			$ -
302	Franchise Cost			-
303	Land and Land Rights			-
304	Structures and Improvements	25,311	15,978	(9,334)
305	Collecting and Impounding Res.			-
306	Lake River and Other Intakes			-
307	Wells and Springs	5,858	3,918	(1,940)
308	Infiltration Galleries and Tunnels			-
309	Supply Mains	542	-	(542)
310	Power Generation Equipment			-
311	Electric Pumping Equipment	13,875	8,317	(5,558)
320	Water Treatment Equipment			-
320.1	Water Treatment Plant			-
320.2	Chemical Solution Feeders			-
330	Dist. Reservoirs & Standpipe	4,961	3,369	(1,591)
330.1	Storage tanks			-
330.2	Pressure Tanks			-
331	Trans. and Dist. Mains	5,002	227	(4,775)
333	Services	138	-	(138)
334	Meters	1,549	-	(1,549)
335	Hydrants			-
336	Backflow Prevention Devices			-
339	Other Plant and Misc. Equip.			-
340	Office Furniture and Fixtures			-
340.1	Computers and Software			-
341	Transportation Equipment			-
342	Stores Equipment			-
343	Tools and Work Equipment			-
344	Laboratory Equipment			-
345	Power Operated Equipment			-
346	Communications Equipment			-
347	Miscellaneous Equipment			-
348	Other Tangible Plant			-
		$ 57,237	$ 31,809	$ (25,428)

Adjustment to plant-in-service $ (25,428)

REFERENCES
Testimony

Southern Sunrise Water Company (Stand-Alone)
Plant Additions and Retirements

Exhibit
Final Schedule B-2
Page 3.3

Account No.	Description	Deprec. Rate Before Dec-06	Deprec. Rate After Dec-06	Per Decision 68412 Plant At 12/31/2006	12/31/2006 Accum. Depr.	2007 Plant Additions	Final 2007 Plant Adjustments	2007 Adjusted Plant Additions	2007 Plant Retirements	2007 Salvage A/D Only	2007 Plant Balance	2007 Deprec.
301	Organization Cost	0.00%	0.00%	-	-			-			-	-
302	Franchise Cost	0.00%	0.00%	-	-	-		-			-	-
303	Land and Land Rights	0.00%	0.00%	336,686	-	-		-			336,686	-
304	Structures and Improvements	3.33%	3.33%	1,287	-	-	-	-			1,287	43
305	Collecting and Impounding Res.	2.50%	2.50%	-	-	-		-			-	-
306	Lake River and Other Intakes	2.50%	2.50%	-	-	-		-			-	-
307	Wells and Springs	3.33%	3.33%	26,825	-	25,317	(924)	24,393			51,218	1,299
308	Infiltration Galleries and Tunnels	6.67%	6.67%	-	-	-		-			-	-
309	Supply Mains	2.00%	2.00%	-	-	2,706	(542)	2,163			2,163	22
310	Power Generation Equipment	5.00%	5.00%	-	-	-		-			-	-
311	Electric Pumping Equipment	12.50%	12.50%	42,847	-	63,528	(3,688)	59,840			102,687	9,096
320	Water Treatment Equipment	3.33%	3.33%	-	-	-		-			-	-
320.1	Water Treatment Equipment	3.33%	3.33%	-	-	-		-			-	-
320.2	Chemical Solution Feeders	20.00%	20.00%	-	-	-		-			-	-
330	Distribution Reservoirs & Standpipe	2.22%	2.22%	125,556	-	2,079	-	2,079			127,635	2,810
330.1	Storage tanks	2.22%	2.22%	-	-	-		-			-	-
330.2	Pressure Tanks	5.00%	5.00%	-	-	-		-			-	-
331	Transmission and Distribution Mains	2.00%	2.00%	71,667	-	3,748	-	3,748			75,415	1,471
333	Services	3.33%	3.33%	-	-	22,618	-	22,618			22,618	377
334	Meters	8.33%	8.33%	-	-	2,997	-	2,997			2,997	125
335	Hydrants	2.00%	2.00%	300	-	4,701		4,701			5,001	53
336	Backflow Prevention Devices	6.67%	6.67%	-	-	-		-			-	-
339	Other Plant and Miscellaneous Equipment	6.67%	6.67%	-	-	9,370		9,370			9,370	312
340	Office Furniture and Fixtures	6.67%	6.67%	-	-	-		-			-	-
340.1	Computers and Software	20.00%	20.00%	-	-	-		-			-	-
341	Transportation Equipment	20.00%	20.00%	-	-	-		-			-	-
342	Stores Equipment	4.00%	4.00%	-	-	-		-			-	-
343	Tools and Work Equipment	5.00%	5.00%	-	-	-		-			-	-
344	Laboratory Equipment	10.00%	10.00%	-	-	-		-			-	-
345	Power Operated Equipment	5.00%	5.00%	-	-	-		-			-	-
346	Communications Equipment	10.00%	10.00%	-	-	-		-			-	-
347	Miscellaneous Equipment	10.00%	10.00%	-	-	-		-			-	-
348	Other Tangible Plant	10.00%	10.00%			235,381	(128,987)	106,394			106,394	5,320
	Rounding			-				-			-	-
								-			-	-
	Plant Held for Future Use											
	TOTAL WATER PLANT			605,168	-	372,444	(134,142)	238,303	-	-	843,471	20,928

See B-2 page 3.5 See B-2 page 3.6

[1] Affiliate Profit

Southern Sunrise Water Company (Stand-Alone)
Plant Additions and Retirements

Exhibit
Final Schedule B-2
Page 3.4

Account No.	Description	Deprec. Rate Before Dec-06	Deprec. Rate After Dec-06	2008 Plant Additions	2008 Plant Adjustments[1]	Final 2008 Plant Adjustments	2008 Adjusted Plant Additions	2008 Plant Retirements	2008 Salvage/Adj. A/D Only	2008 Plant Balance	2008 Deprec.
301	Organization Cost	0.00%	0.00%				-			-	-
302	Franchise Cost	0.00%	0.00%	-			-			-	-
303	Land and Land Rights	0.00%	0.00%	-			-			336,686	-
304	Structures and Improvements	3.33%	3.33%	305,955		(9,334)	296,621			297,908	4,982
305	Collecting and Impounding Res.	2.50%	2.50%	-			-			-	-
306	Lake River and Other Intakes	2.50%	2.50%	-			-			-	-
307	Wells and Springs	3.33%	3.33%	75,969		(1,015)	74,954			126,171	2,954
308	Infiltration Galleries and Tunnels	6.67%	6.67%	-			-			-	-
309	Supply Mains	2.00%	2.00%	550		-	550			2,713	49
310	Power Generation Equipment	5.00%	5.00%	-			-			-	-
311	Electric Pumping Equipment	12.50%	12.50%	92,548	(15,912)	(1,870)	74,766			177,453	17,509
320	Water Treatment Equipment	3.33%	3.33%	-			-			-	-
320.1	Water Treatment Equipment	3.33%	3.33%	-			-			-	-
320.2	Chemical Solution Feeders	20.00%	20.00%	-			-			-	-
330	Distribution Reservoirs & Standpipe	2.22%	2.22%	132,576	(1,660)	(1,591)	129,325			256,960	4,269
330.1	Storage tanks	2.22%	2.22%	-			-			-	-
330.2	Pressure Tanks	5.00%	5.00%	-			-			-	-
331	Transmission and Distribution Mains	2.00%	2.00%	6,319	(2,343)	(4,775)	(799)			74,616	1,500
333	Services	3.33%	3.33%	35,678	(530)	(138)	35,010			57,629	1,336
334	Meters	8.33%	8.33%	18,419	(5,553)	(1,549)	11,317			14,313	721
335	Hydrants	2.00%	2.00%	13,415			13,415			18,416	234
336	Backflow Prevention Devices	6.67%	6.67%	-			-			-	-
339	Other Plant and Miscellaneous Equipment	6.67%	6.67%	12,628	(482)		12,146			21,516	1,030
340	Office Furniture and Fixtures	6.67%	6.67%	-			-			-	-
340.1	Computers and Software	20.00%	20.00%	-			-			-	-
341	Transportation Equipment	20.00%	20.00%	-			-			-	-
342	Stores Equipment	4.00%	4.00%	-			-			-	-
343	Tools and Work Equipment	5.00%	5.00%	125			125			125	3
344	Laboratory Equipment	10.00%	10.00%	-			-			-	-
345	Power Operated Equipment	5.00%	5.00%	-			-			-	-
346	Communications Equipment	10.00%	10.00%	3,379			3,379			3,379	169
347	Miscellaneous Equipment	10.00%	10.00%	-			-			-	-
348	Other Tangible Plant	10.00%	10.00%	-			-			106,394	10,639
	Rounding						-			-	-
							-			-	-
	Plant Held for Future Use										
	TOTAL WATER PLANT			697,562	(26,480)	(20,273)	650,809	-	-	1,494,280	45,395

[1] Affiliate Profit

Southern Sunrise Water Company (Stand-Alone)
Plant Additions and Retirements

Exhibit
Final Schedule B-2
Page 3.5

Account No.	Description	Deprec. Rate Before Dec-06	Deprec. Rate After Dec-06	2009 Plant Additions	2009 Plant Adjustments[1]	2009 Plant Adjustments	Final 2009 Plant Adjustments	2009 Adjusted Plant Additions	2009 Plant Retirements	2009 Salvage A/D Only	2009 Plant Balance	2009 Deprec.
301	Organization Cost	0.00%	0.00%					-			-	-
302	Franchise Cost	0.00%	0.00%	-	(2,541)	2,612		71			71	-
303	Land and Land Rights	0.00%	0.00%	-		-		-			336,686	-
304	Structures and Improvements	3.33%	3.33%	28,259		-		28,259			326,168	2,598
305	Collecting and Impounding Res.	2.50%	2.50%	-		-		-			-	-
306	Lake River and Other Intakes	2.50%	2.50%	-		-		-			-	-
307	Wells and Springs	3.33%	3.33%	5,858		-		5,858			132,029	1,075
308	Infiltration Galleries and Tunnels	6.67%	6.67%	-		-		-			-	-
309	Supply Mains	2.00%	2.00%	542		-		542			3,256	15
310	Power Generation Equipment	5.00%	5.00%	-		-		-			-	-
311	Electric Pumping Equipment	12.50%	12.50%	14,613		-		14,613			192,066	5,774
320	Water Treatment Equipment	3.33%	3.33%	-		-		-			-	-
320.1	Water Treatment Equipment	3.33%	3.33%	-		-		-			-	-
320.2	Chemical Solution Feeders	20.00%	20.00%	-		-		-			-	-
330	Distribution Reservoirs & Standpipe	2.22%	2.22%	4,961		-		4,961			261,921	1,440
330.1	Storage tanks	2.22%	2.22%	-		-		-			-	-
330.2	Pressure Tanks	5.00%	5.00%	-		-		-			-	-
331	Transmission and Distribution Mains	2.00%	2.00%	5,002		1,472		6,474			81,090	389
333	Services	3.33%	3.33%	12,598		-		12,598			70,227	532
334	Meters	8.33%	8.33%	2,395		-		2,395			16,708	323
335	Hydrants	2.00%	2.00%	-		-		-			18,416	92
336	Backflow Prevention Devices	6.67%	6.67%	-		-		-			-	-
339	Other Plant and Miscellaneous Equipment	6.67%	6.67%	-		-		-			21,516	359
340	Office Furniture and Fixtures	6.67%	6.67%	-		-		-			-	-
340.1	Computers and Software	20.00%	20.00%	-		-		-			-	-
341	Transportation Equipment	20.00%	20.00%	-		-		-			-	-
342	Stores Equipment	4.00%	4.00%	-		-		-			-	-
343	Tools and Work Equipment	5.00%	5.00%	144		-		144			270	2
344	Laboratory Equipment	10.00%	10.00%	-		-		-			-	-
345	Power Operated Equipment	5.00%	5.00%	-		-		-			-	-
346	Communications Equipment	10.00%	10.00%	-		-		-			3,379	84
347	Miscellaneous Equipment	10.00%	10.00%	-		-		-			-	-
348	Other Tangible Plant	10.00%	10.00%	-		-		-			106,394	2,660
	Rounding							-			-	-
								-			-	
	Plant Held for Future Use											
	TOTAL WATER PLANT			74,373	(2,541)	4,084		75,916	-	-	1,570,196	15,343

[1] Affiliate Profit

Southern Sunrise Water Company (Stand-Alone)
Plant Additions and Retirements

Exhibit
Final Schedule B-2
Page 3.6

Account No.	Description	Deprec. Rate Before Dec-06	Deprec. Rate After Dec-06	Year End Accumulated Depreciation by Account Dec 31 2006	Dec 31 2007	Dec 31 2008	March 31 2009
301	Organization Cost	0.00%	0.00%	-	-	-	-
302	Franchise Cost	0.00%	0.00%	-	-	-	-
303	Land and Land Rights	0.00%	0.00%	-	-	-	-
304	Structures and Improvements	3.33%	3.33%	-	43	5,024	7,622
305	Collecting and Impounding Res.	2.50%	2.50%	-	-	-	-
306	Lake River and Other Intakes	2.50%	2.50%	-	-	-	-
307	Wells and Springs	3.33%	3.33%	-	1,299	4,253	5,328
308	Infiltration Galleries and Tunnels	6.67%	6.67%	-	-	-	-
309	Supply Mains	2.00%	2.00%	-	22	70	85
310	Power Generation Equipment	5.00%	5.00%	-	-	-	-
311	Electric Pumping Equipment	12.50%	12.50%	-	9,096	26,605	32,378
320	Water Treatment Equipment	3.33%	3.33%	-	-	-	-
320.1	Water Treatment Equipment	3.33%	3.33%	-	-	-	-
320.2	Chemical Solution Feeders	20.00%	20.00%	-	-	-	-
330	Distribution Reservoirs & Standpipe	2.22%	2.22%	-	2,810	7,079	8,519
330.1	Storage tanks	2.22%	2.22%	-	-	-	-
330.2	Pressure Tanks	5.00%	5.00%	-	-	-	-
331	Transmission and Distribution Mains	2.00%	2.00%	-	1,471	2,971	3,360
333	Services	3.33%	3.33%	-	377	1,713	2,245
334	Meters	8.33%	8.33%	-	125	846	1,169
335	Hydrants	2.00%	2.00%	-	53	287	379
336	Backflow Prevention Devices	6.67%	6.67%	-	-	-	-
339	Other Plant and Miscellaneous Equipment	6.67%	6.67%	-	312	1,343	1,701
340	Office Furniture and Fixtures	6.67%	6.67%	-	-	-	-
340.1	Computers and Software	20.00%	20.00%	-	-	-	-
341	Transportation Equipment	20.00%	20.00%	-	-	-	-
342	Stores Equipment	4.00%	4.00%	-	-	-	-
343	Tools and Work Equipment	5.00%	5.00%	-	-	3	6
344	Laboratory Equipment	10.00%	10.00%	-	-	-	-
345	Power Operated Equipment	5.00%	5.00%	-	-	-	-
346	Communications Equipment	10.00%	10.00%	-	-	169	253
347	Miscellaneous Equipment	10.00%	10.00%	-	-	-	-
348	Other Tangible Plant	10.00%	10.00%	-	5,320	15,959	18,619
	Rounding			-	-	-	-
				-	-	-	-
	Plant Held for Future Use			-			
	TOTAL WATER PLANT			-	20,928	66,322	81,666

Southern Sunrise Water Company (Stand-Alone)
Plant Reconciliation to Prior Rate Case

Exhibit
Final Schedule B-2
Page 3.7

Line No.	Account No.	Description	Miracle	Horseshoe	Cochise	Per Decision 68412 Prior Case Adjusted Plant	Adjustments Intentionally Left Blank	Adjustments Intentionally Left Blank	Per Decision 68412 Prior Case Adjusted Plant
1									
2									
3									
4									
5									
6	301	Organization Cost				-			-
7	302	Franchise Cost				-			-
8	303	Land and Land Rights	6,550	7,955	322,181	336,686			336,686
9	304	Structures and Improvements		1,287		1,287			1,287
10	305	Collecting and Impounding Res.				-			-
11	306	Lake River and Other Intakes				-			-
12	307	Wells and Springs		21,050	5,775	26,825			26,825
13	308	Infiltration Galleries and Tunnels				-			-
14	309	Supply Mains				-			-
15	310	Power Generation Equipment				-			-
16	311	Electric Pumping Equipment	6,855	1,500	34,492	42,847			42,847
17	320	Water Treatment Equipment				-			-
18	320.1	Water Treatment Plants				-			-
19	320.2	Chemical Solution Feeders				-			-
20	330	Distribution Reservoirs & Standpipe		30,556	95,000	125,556			125,556
21	330.1	Storage tanks				-			-
22	330.2	Pressure Tanks				-			-
23	331	Transmission and Distribution Mains	9,394	62,273		71,667			71,667
24	333	Services				-			-
25	334	Meters				-			-
26	335	Hydrants		300		300			300
27	336	Backflow Prevention Devices				-			-
28	339	Other Plant and Miscellaneous Equipment				-			-
29	340	Office Furniture and Fixtures				-			-
30	340.1	Computers and Software				-			-
31	341	Transportation Equipment				-			-
32	342	Stores Equipment				-			-
33	343	Tools and Work Equipment				-			-
34	344	Laboratory Equipment				-			-
35	345	Power Operated Equipment				-			-
36	346	Communications Equipment				-			-
37	347	Miscellaneous Equipment				-			-
38	348	Other Tangible Plant				-			-
39		Plant not in Service							-
40		TOTAL	22,799	124,921	457,448	605,168	-	-	605,168
41									

Southern Sunrise Water Company (Stand-Alone)
A/D Reconciliation to Prior Rate Case

Exhibit
Final Schedule B-2
Page 3.8

Line No.	Account No.	Description	Per Decision 68412 Prior Case Adjusted A/D	Adjustments: Intentionally Left Blank	Intentionally Left Blank	Intentionally Left Blank	Intentionally Left Blank	Per Decision 68412 Prior Case Adjusted A/D
5	301	Organization Cost	-					-
6	302	Franchise Cost	-					-
7	303	Land and Land Rights	-					-
8	304	Structures and Improvements	-					-
9	305	Collecting and Impounding Res.	-					-
10	306	Lake River and Other Intakes	-					-
11	307	Wells and Springs	-					-
12	308	Infiltration Galleries and Tunnels	-					-
13	309	Supply Mains	-					-
14	310	Power Generation Equipment	-					-
15	311	Electric Pumping Equipment	-					-
16	320	Water Treatment Equipment	-					-
17	320.1	Water Treatment Plants	-					-
18	320.2	Checmical Solution Feeders	-					-
19	330	Distribution Reservoirs & Standpipe	-					-
20	330.1	Storage tanks	-					-
21	330.2	Pressure Tanks	-					-
22	331	Transmission and Distribution Mains	-					-
23	333	Services	-					-
24	334	Meters	-					-
25	335	Hydrants	-					-
26	336	Backflow Prevention Devices	-					-
27	339	Other Plant and Miscellaneous Equipment	-					-
28	340	Office Furniture and Fixtures	-					-
29	340.1	Computers and Software	-					-
30	341	Transportation Equipment	-					-
31	342	Stores Equipment	-					-
32	343	Tools and Work Equipment	-					-
33	344	Laboratory Equipment	-					-
34	345	Power Operated Equipment	-					-
35	346	Communications Equipment	-					-
36	347	Miscellaneous Equipment	-					-
37	348	Other Tangible Plant	-					
38		Rounding						-
39								
40		TOTAL	-	-	-	-	-	-
41								

Southern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Original Cost Rate Base Proforma Adjustments
Adjustment Number 2

Exhibit
Final Schedule B-2
Page 4
Witness: Bourassa

Line No.	Accumulated Depreciation			A	B	C	D	E	
1				Reconcilation					
2			Per Books	to	Intentionally	Intentionally	Intentionally	Intentionally	Adjusted
3	Acct.		Accum.	Computed	Left	Left	Left	Left	Accum.
4	No.	Description	Depr.	Balance	Blank	Blank	Blank	Blank	Depr.
5	301	Organization Cost	$ -	$ -					$ -
6	302	Franchise Cost	-	-					-
7	303	Land and Land Rights	-	-					-
8	304	Structures and Improvements	7,855	(233)					7,622
9	305	Collecting and Impounding Res.	-	-					-
10	306	Lake River and Other Intakes	-	-					-
11	307	Wells and Springs	5,407	(79)					5,328
12	308	Infiltration Galleries and Tunnels	-	-					-
13	309	Supply Mains	104	(19)					85
14	310	Power Generation Equipment	-	-					-
15	311	Electric Pumping Equipment	33,360	(982)					32,378
16	320	Water Treatment Equipment	-	-					-
17	320.1	Water Treatment Plant	-	-					-
18	320.2	Chemical Solution Feeders	-	-					-
19	330	Dist. Reservoirs & Standpipe	8,546	(26)					8,519
20	330.1	Storage tanks	-	-					-
21	330.2	Pressure Tanks	-	-					-
22	331	Trans. and Dist. Mains	3,415	(55)					3,360
23	333	Services	2,248	(3)					2,245
24	334	Meters	1,266	(97)					1,169
25	335	Hydrants	379	-					379
26	336	Backflow Prevention Devices	-	-					-
27	339	Other Plant and Misc. Equip.	1,701	-					1,701
28	340	Office Furniture and Fixtures	-	-					-
29	1 Inch	Computers and Software	-	-					-
30	2 Inch	Transportation Equipment	-	-					-
31	342	Stores Equipment	-	-					-
32	343	Tools and Work Equipment	6	-					6
33	344	Laboratory Equipment	-	-					-
34	345	Power Operated Equipment	-	-					-
35	346	Communications Equipment	253	-					253
36	347	Miscellaneous Equipment	-	-					-
37	348	Other Tangible Plant	41,192	(22,573)					18,619
38			-						-
39		TOTALS	$ 105,733	$ (24,067)	$ -	$ -	$ -	$ -	$ 81,666
40									
41	Adjusted Accumulated Depreciation per Direct								$ 105,733
42									
43	Increase (decrease) in A/D								$ (24,067)
44									
45	Adjustment to A/D								$ (24,067)
46									
47	SUPPORTING SCHEDULES								
48	Final B-2, pages 3.3 to 3.6								
49									

Southern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Original Cost Rate Base Proforma Adjustments
Adjustment 3

Exhibit
Final Schedule B-2
Page 5
Witness: Bourassa

Deferred Income Tax as of March 31, 2009

Line No.		Adjusted Book Value	Tax Value	Probability of Realization of Future Tax Benefit	Deductible TD (Taxable TD) Expected to be Realized	Tax Rate[5]	Future Tax Asset Current	Future Tax Asset Non Current	Future Tax Liability Current	Future Tax Liability Non Current
6	Plant-in-Service	$ 1,570,195 [1]								
7	Accum. Deprec.	(81,666) [1]								
8	CIAC	(19,983) [3]								
9	Fixed Assets	$ 1,468,547	$ 1,065,085 [2]	100.0%	$ (403,462)	35.9%		-		(144,964)
10	AIAC		- [4]	30.0%	$ - [4]	35.9%		$ -		
11	Tax Benefits from O.L. Carry Forward			100.0%	$ -	35.9%		$ -		
12							$ -	$ -	$ -	$ (144,964)
13										
14	Allocated DIT Asset (Liability)						$ (144,964)			
15										
16	DIT Asset (Liability) per Direct						$ (51,588)			
17										
18	Adjustment to DIT						$ 93,376			
19										

[1] **Adjusted per Rebuttal Schedule B-2, page 2**

[2] **Tax Basis as of March 31, 2009**

Line No.			
24	Unadjusted Cost Basis per 2008 Tax Return (Fiscal Year Ended 12/31/2008)		$ 1,332,711
25	Adjustments:		
26	Land not on tax return depreciation repor		336,686
27	Tax accumulated depreciation through 12/31/2008		(53,684)
28	Tax depreciation from 1/1/2009 to 3/31/2009 for assets added before 12/31/2008.		(135,825)
29	Bonus Depreciation/Section 179 deductions through 12/31/2008		(299,727)
30	Assets added after 12/31/2008 (net of affiliate profit, AIAC, CIAC)		55,916
31	Tax depreciation for assets added after 12/31/2008 thru 3/31/2009 (Estimated 25 yr S.L. half-year convention)		(280)
32	Bonus depreciation for assets added after 12/31/2008 thru 3/31/2009 (Estimated)		(6,990)
33			
34			
35	Affiliate profit removed through 2008		(26,965)
36	Tax accumulated depreciation related to affilitate profit through 2008		1,637
37			
38			
39	Proposed B-2 adjustments (AFUDC)		(25,428)
40	Estimated Tax depreciation on B- 2 proposed adjustments (AFUDC		1,374
41	Proposed B-2 adjustments (McClain acquistion costs)		(128,987)
42	Estimated Tax depreciation on B- 2 proposed adjustments (McClain acqusition costs		8,868
43	Timing difference through 2008		5,777
44	Net tax value as of March 31, 2009		$ 1,065,085
45			

[3] **CIAC (including impact of change to probability of realization)**

Line No.				
48	Gross CIAC per B-2		$ 20,000	
49	Less: Pre-1996 CIAC		-	
50	A.A per B-2	$ (17)		
51	A.A on Pre-1996 CIAC	-		
52			(17)	
53	Net CIAC before unrealized AIAC			$ 19,983
54				
55	Unrealized AIAC Componen			
56	Adjusted Net AIAC (see footnote 5 below)		$ -	
57	Unrealized AIAC Component % (1-Realized AIAC Component		70.0%	
58	Addition to CIAC			$ -
59	Total realizable CIAC			$ 19,983
60				

[4] **AIAC (including impact of change in probability of realization)**

Line No.			
62	AIAC per B-2	$ -	
63	Less: Pre-1996 AIAC included for book and tax purposes	-	
64	Net AIAC before unrealized portion		$ -
65	Less: Unrealized AIAC (from Note 4. above		$ -
66	Net realizable AIAC		$ -
67			

[5] **Effective tax rates Per C-3 schedule**

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Southern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Original Cost Rate Base Proforma Adjustments
Adjustment 4

Exhibit
Final Schedule B-2
Page 6
Witness: Bourassa

Line No.		Gross CIAC	Accum. Amort.
1	CIAC and Accumulated Amortization		
2			
3			
4			
5	Computed balance at 3/31/2009	$ 20,000	$ 17
6			
7	Book balance at 3/31/2009	$ 20,000	$ 15
8			
9	Increase (decrease)	$ -	$ 1
10			
11			
12	Adjustment to CIAC	$ -	$ (1)
13	Label	4a	4b
14			
15			
16			
17			
18			
19	SUPPORTING SCHEDULES		
20	Final B-2, page 6.1 to 6.2		
21			
22			
23			
24			
25			
26			
27			
28			
29			
30			
31			
32			
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34			
35			
36			

Southern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Original Cost Rate Base Proforma Adjustments
Contributions-in-aid of Construction and Amortization
Adjustment 4

Exhibit
Final Schedule B-2
Page 6.1
Witness: Bourassa

Line No.		Balance at 1/1/2006	2006 Activity	Balance at 12/31/2006	2007 Activity
1					
2					
3					
4	CIAC	-		-	-
5					
6					
7	Amortization		-		-
8	Accum Amort.	-	-	-	-
9					
10	Composite Amortization Rate		2.4811%		3.0379%
11					
12					
13					
14					
15					
16					
17					
18					
19					
20					
21					
22					
23					
24					
25					
26					
27					
28					
29					
30					
31					
32					
33					
34					
35	**Total CIAC Water**	-		-	
22					
23					
24	**Total Accum Amort.**	-		-	
25					
26					

Southern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Original Cost Rate Base Proforma Adjustments
Contributions-in-aid of Construction and Amortization
Adjustment 4

Exhibit
Final Schedule B-2
Page 6.2
Witness: Bourassa

Line No.		2008 Activity	Balance at 12/31/2008	2009 Activity	Balance at 3/31/2009
1					
2					
3					
4	CIAC		-	20,000	20,000
5					
6					
7	Amortization	-		17	
8	Accum Amort.	-	-	17	17
9					
10	Composite Amortization Rate	0.9771%		0.1675%	
11					
12					
13					
14					
15					
16					
17					
18					
19					
20					
21					
22					
23					
24					
25					
26					
27					
28					
29					
30					
31					
32					
33					
34					
35	**Total CIAC Water**		-		20,000
22					
23					
24	**Total Accum Amort.**		-		17
25					
26					

Southern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Computation of Working Capital

Exhibit
Final Schedule B-5
Page 1
Witness: Bourassa

Line No.			
1	Cash Working Capital (1/8 of Allowance		
2	Operation and Maintenance Expense)	$	35,733
3	Pumping Power (1/24 of Pumping Power)		1,348
4	Purchased Water (1/24 of Purchased Water)		-
5	Materials and Supplies		-
6	Prepaids		5,374
7			
8			
9	Total Working Capital Allowance	$	42,455
10			
11			
12	Working Capital Requested	$	-
13			
14			
15	SUPPORTING SCHEDULES:	RECAP SCHEDULES:	
16	Final C-1	Final B-1	
17			
18			Adjusted
19	Cash Working Capital Detail		Test Year Results
20			
21	Total Operating Expense	$	420,280
22	Less:		
23	Income Tax		13,378
24	Property Tax		26,196
25	Depreciation		62,486
26	Purchased Water		-
27	Purchased Power		32,354
28	Allowable Expenses	$	285,867
29	1/8 of allowable expenses	$	35,733
30			
31			

Southern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Income Statement

Exhibit
Final Schedule C-1
Page 1
Witness: Bourassa

Line No.		Test Year Adjusted Results	Adjustment	Rebuttal Test Year Adjusted Results	Proposed Rate Increase	Rebuttal Adjusted with Rate Increase
1	**Revenues**					
2	Metered Water Revenues	$ 433,457	$ -	$ 433,457	$ 191,577	$ 625,034
3	Unmetered Water Revenues	-	-	-		-
4	Other Water Revenues	10,679	-	10,679		10,679
5		$ 444,136	$ -	$ 444,136	$ 191,577	$ 635,713
6	**Operating Expenses**					
7	Salaries and Wages	$ -	-	$ -		$ -
8	Purchased Water	-	-	-		-
9	Purchased Power	32,354	-	32,354		32,354
10	Fuel for Power Production	-	-	-		-
11	Chemicals	1,265	-	1,265		1,265
12	Materials & Supplies	7,972	-	7,972		7,972
13	Outside Services	91	-	91		91
14	Outside Services- Legal	5,390	-	5,390		5,390
15	Outside Services- Other	179,427	(1,650)	177,778		177,778
16	Water Testing	5,592	-	5,592		5,592
17	Equipment Rental	-	(1,197)	(1,197)		(1,197)
18	Rents - Building	-	-	-		-
19	Transportation Expenses	25,481	(1,033)	24,448		24,448
20	Insurance - General Liability	10,788	-	10,788		10,788
21	Insurance - Health and Life	-	-	-		-
22	Reg. Comm. Exp.	1,024	-	1,024		1,024
23	Reg. Comm. Exp. - Rate Case	41,667	(8,333)	33,333		33,333
24	Miscellaneous Expense	14,810	(773)	14,037		14,037
25	Bad Debt Expense	5,346	-	5,346		5,346
26	Depreciation Expense	76,419	(13,933)	62,486		62,486
27	Taxes Other Than Income	-	-	-		-
28	Property Taxes	26,765	(570)	26,196		26,196
29	Income Tax	3,703	9,675	13,378	68,834	82,212
30	**Total Operating Expenses**	$ 438,094	$ (17,813)	$ 420,280	$ 68,834	$ 489,114
31	**Operating Income**	$ 6,042	$ 17,813	$ 23,856	$ 122,743	$ 146,599
32	**Other Income (Expense)**					
33	Interest Income	-		-		-
34	Other income (loss)	-		-		-
35	Interest Expense	-		-		-
36	Other Expense	-		-		-
37		-		-		-
38	**Total Other Income (Expense)**	$ -	$ -	$ -	$ -	$ -
39	**Net Profit (Loss)**	$ 6,042	$ 17,813	$ 23,856	$ 122,743	$ 146,599
40						
41	SUPPORTING SCHEDULES:				RECAP SCHEDULES:	
42	Final C-1, page 2				Final A-1	
43						

Southern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Income Statement

Exhibit
Final Schedule C-1
Page 2
Witness: Bourassa

Line No.		Label>>>>>>> Test Year Adjusted Results	1 Depreciation	2 Property Taxes	3 Meals, Entertainment Contributions	4 Water Testing	5 Transport. Expense	6 Rate Case Expense	7 Central Office Allocation	8 Income Taxes	Rebuttal Test Year Adjusted Results	Proposed Rate Increase	Rebuttal Adjusted with Rate Increase
1	**Revenues**												
2	Metered Water Revenues	$ 433,457									$ 433,457	$ 191,577	$ 625,034
3	Unmetered Water Revenues	-									-		-
4	Other Water Revenues	10,679									10,679		10,679
5		$ 444,136	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ 444,136	$ 191,577	$ 635,713
6	**Operating Expenses**												
7	Salaries and Wages	$ -									$ -		$ -
8	Purchased Water	-									-		-
9	Purchased Power	32,354									32,354		32,354
10	Fuel for Power Production	-									-		-
11	Chemicals	1,265									1,265		1,265
12	Materials & Supplies	7,972									7,972		7,972
13	Outside Services	91									91		91
14	Outside Services- Legal	5,390									5,390		5,390
15	Outside Services- Other	179,427							(1,650)		177,778		177,778
16	Water Testing	5,592									5,592		5,592
17	Equipment Rental	-				(1,197)					(1,197)		(1,197)
18	Rents - Building	-									-		-
19	Transportation Expenses	25,481					(1,033)				24,448		24,448
20	Insurance - General Liability	10,788									10,788		10,788
21	Insurance - Health and Life	-									-		-
22	Reg. Comm. Exp.	1,024									1,024		1,024
23	Reg. Comm. Exp. - Rate Case	41,667						(8,333)			33,333		33,333
24	Miscellaneous Expense	14,810			(773)						14,037		14,037
25	Bad Debt Expense	5,346									5,346		5,346
26	Depreciation Expense	76,419	(13,933)								62,486		62,486
27	Taxes Other Than Income	-									-		-
28	Property Taxes	26,765		(570)							26,196		26,196
29	Income Tax	3,703								9,675	13,378	68,834	82,212
30	**Total Operating Expenses**	$ 438,094	$ (13,933)	$ (570)	$ (773)	$ (1,197)	$ (1,033)	$ (8,333)	$ (1,650)	$ 9,675	$ 420,280	$ 68,834	$ 489,114
31	**Operating Income**	$ 6,042	$ 13,933	$ 570	$ 773	$ 1,197	$ 1,033	$ 8,333	$ 1,650	$ (9,675)	$ 23,856	$ 122,743	$ 146,599
32	**Other Income (Expense)**												
33	Interest Income	-									-		-
34	Other income (loss)	-									-		-
35	Interest Expense	-									-		-
36	Other Expense	-									-		-
37		-									-		-
38	**Total Other Income (Expense)**	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
39	**Net Profit (Loss)**	$ 6,042	$ 13,933	$ 570	$ 773	$ 1,197	$ 1,033	$ 8,333	$ 1,650	$ (9,675)	$ 23,856	$ 122,743	$ 146,599
40													
41	SUPPORTING SCHEDULES:												
42	Final C-2												
43													

RECAP SCHEDULES:
Final C-1, page 1

Southern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Adjustments to Revenues and Expenses

Exhibit
Final Schedule C-2
Page 1
Witness: Bourassa

Line No.		Adjustments to Revenues and Expenses						
		1	2	3	4	5	6	Subtotal
1		Depreciation	Property	Meals, Entertainment	Water	Transport.	Rate Case	
2		Expense	Taxes	Contributions	Testing	Expense	Expense	
3	Revenues							-
4								
5	Expenses	(13,933)	(570)	(773)	(1,197)	(1,033)	(8,333)	(25,839)
6								
7	Operating							
8	Income	13,933	570	773	1,197	1,033	8,333	25,839
9								
10	Interest							
11	Expense							-
12	Other							
13	Income /							-
14	Expense							
15								
16	Net Income	13,933	570	773	1,197	1,033	8,333	25,839
17								
18		Adjustments to Revenues and Expenses						
19		7	8	9	10	11	12	Subtotal
20		Central	Income					
21		Office Costs	Taxes	Blank	Blank	Blank	Blank	
22	Revenues							-
23								
24	Expenses	(1,650)	9,675					(17,813)
25								
26	Operating							
27	Income	1,650	(9,675)	-	-	-	-	17,813
28								
29	1 Inch							
30	2 Inch							-
31	Other							
32	Income /							-
33	Expense							
34								
35	Net Income	1,650	(9,675)	-	-	-	-	17,813

Southern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Adjustments to Revenues and Expenses
Adjustment Number 1

Exhibit
Final Schedule C-2
Page 2
Witness: Bourassa

Line No.					
1	Depreciation Expense				
2					
3	**Acct.**		**Adjusted**		
4	**No.**	**Description**	**Original Cost**	**Proposed Rates**	**Depreciation Expense**
5	301	Organization Cost	-	0.00%	-
6	302	Franchise Cost	71	0.00%	-
7	303	Land and Land Rights	336,686	0.00%	-
8	304	Structures and Improvements	326,168	3.33%	10,861
9	305	Collecting and Impounding Res.	-	2.50%	-
10	306	Lake River and Other Intakes	-	2.50%	-
11	307	Wells and Springs	132,029	3.33%	4,397
12	308	Infiltration Galleries and Tunnels	-	6.67%	-
13	309	Supply Mains	3,256	2.00%	65
14	310	Power Generation Equipment	-	5.00%	-
15	311	Electric Pumping Equipment	192,066	12.50%	24,008
16	320	Water Treatment Equipment	-	3.33%	-
17	320.1	Water Treatment Plant	-	3.33%	-
18	320.2	Chemical Solution Feeders	-	20.00%	-
19	330	Dist. Reservoirs & Standpipe	261,921	2.22%	5,815
20	330.1	Storage tanks	-	2.22%	-
21	330.2	Pressure Tanks	-	5.00%	-
22	331	Trans. and Dist. Mains	81,090	2.00%	1,622
23	333	Services	70,227	3.33%	2,339
24	334	Meters	16,708	8.33%	1,392
25	335	Hydrants	18,416	2.00%	368
26	336	Backflow Prevention Devices	-	6.67%	-
27	339	Other Plant and Misc. Equip.	21,516	6.67%	1,435
28	340	Office Furniture and Fixtures	-	6.67%	-
29	340.1	Computers and Software	-	20.00%	-
30	341	Transportation Equipment	-	20.00%	-
31	342	Stores Equipment	-	4.00%	-
32	343	Tools and Work Equipment	270	5.00%	13
33	344	Laboratory Equipment	-	10.00%	-
34	345	Power Operated Equipment	-	5.00%	-
35	346	Communications Equipment	3,379	10.00%	338
36	347	Miscellaneous Equipment	-	10.00%	-
37	348	Other Tangible Plant	106,394	10.00%	10,639
38					
39		TOTALS	$ 1,570,196		$ 63,292
40					
41					
42	Less: Amortization of Contributions		$ 20,000	4.0309%	$ (806)
43					
44					
45					
46	Total Depreciation Expense				$ 62,486
47					
48	Adjusted Test Year Depreciation Expense				76,419
49					
50	Increase (decrease) in Depreciation Expense				(13,933)
51					
52	Adjustment to Revenues and/or Expenses				$ (13,933)
53					
54	SUPPORTING SCHEDULE				
55	Final B-2, page 3		* Fully Depreciated		
56	Final B-2, page 6				

Southern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Adjustment to Revenues and Expenses
Adjustment Number 2

Exhibit
Final Schedule C-2
Page 3
Witness: Bourassa

Line No.			
1	Property Taxes:		
2			
3	Adjusted Revenues in year ended 3/31/09	$	444,136
4	Adjusted Revenues in year ended 3/31/09		444,136
5	Proposed Revenues		635,713
6	Average of three year's of revenue	$	507,995
7	Average of three year's of revenue, times 2	$	1,015,991
8	Add:		
9	Construction Work in Progess at 10%	$	53,180
10	Deduct:		
11	Book Value of Transportation Equipment		-
12			
13	Full Cash Value	$	1,069,171
14	Assessment Ratio		21%
15	Assessed Value		224,526
16	Property Tax Rate		10.7803%
17			
18	Property Tax		24,205
19	Plus: Tax on Parcels		1,991
20			
21	Total Property Tax at Proposed Rates	$	26,196
22	Property Taxes recorded during the test year		26,765
23	Change in Property Taxes	$	(570)
24			
25			
26	Adjustment to Revenues and/or Expenses	$	(570)
27			
28			

Southern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
ADJUSTMENTS TO REVENUES AND/OR EXPENSES
Adjustment Number 3

Exhibit
Final Schedule C-2
Page 4
Witness: Bourassa

Line No.			
1	Remove Meals, Entertainment and Contibutions		
2			
3	Meals and Entertainment	$	(773)
4			
5			
6			
7	Increase(decrease) Miscellaneous	$	(773)
8			
9	Adjustment to Revenue and/or Expense	$	(773)
10			
11			
12			
13			
14			
15			
16	SUPPORTING SCHEDULES		
17	Staff Schedule CSB-16		
18			
19			
20			
21			
22			
23			
24			

Southern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Adjustment to Revenues and Expenses
Adjustment Number 4

Exhibit
Final Schedule C-2
Page 5
Witness: Bourassa

Line No.			
1	Water Testing Expense		
2			
3	Proposed Water Testing Expense	$	4,395
4			
5	Adjusted Test Year Expense		5,592
6			
7			
8	Increase (decrease) in Water Testing Expense	$	(1,197)
9			
10			
11			
12			
13			
14			
15			
16	REFERENCE		
17	See testimony		
18			
19			
20			

Southern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Adjustment to Revenues and Expenses
Adjustment Number 5

Exhibit
Final Schedule C-2
Page 6
Witness: Bourassa

Line No.					
1	Transportation Expense (Remove Airlink costs)				
2					
3	Date	Invoice	Amount		
4	9/30/2008	1022	$ (823)		
5	9/30/2008	1039	(210)		
6					
7	Total			$	(1,033)
8					
9					
10	Increase (decrease) in Water Testing Expense			$	(1,033)
11					
12					
13					
14	REFERENCE				
15	See testimony				
16					
17					
18					
19					
20					
21					

Southern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Adjustment to Revenues and Expenses
Adjustment Number 6

Exhibit
Final Schedule C-2
Page 7
Witness: Bourassa

Line No.			
1	Rate Case Expense		
2			
3	Proposed Rate Case Expense	$	100,000
4			
5	Amortization period (years)		3
6			
7	Annual Amortization	$	33,333
8			
9			
10	Adjusted rate case expense per Rejoinder	$	41,667
11			
12			
13	Increase (decrease) in rate case expense	$	(8,333)
14			
15			
16	Adjustment to Revenue and/or Expense	$	(8,333)
17			
18			
19			
20			

Southern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Adjustment to Revenues and Expenses
Adjustment Number 7

Exhibit
Final Schedule C-2
Page 8
Witness: Bourassa

Cental Office Costs - Infrastructure Allocation

Line No.		Test Year Actual Total Cost Pool	Adjustments	Adjusted Total Cost Pool	Utility Infrastructure Group Allocation %	Utility Infrastructure Group Allocated Cost Pool	SSWC Water Allocation by Customer Count	Rebuttal SSWC Allocation
9	Audit	$ 778,285	$ (97,474)	$ 680,812	24.29%	$ 165,340	1.26%	2,077
10	Tax Services	518,775	(48,971)	469,804	24.29%	114,095	1.26%	1,433
11	Legal	159,053	(20,521)	138,531	24.29%	33,643	1.26%	423
12	Other Professional Services	506,082	(53,879)	452,202	24.29%	109,821	1.26%	1,379
13	Management Fee - Total	644,943	(81,140)	563,803	24.29%	136,924	1.26%	1,720
14	Unit Holder Communications	156,766	(11,108)	145,658	24.29%	35,374	1.26%	444
15	Trustee Fees	129,000	(1,884)	127,116	24.29%	30,871	1.26%	388
16	Escrow & Transfer Agent Fees	96,138	(10,784)	85,354	24.29%	20,729	1.26%	260
17	Rent	307,337	(33,372)	273,965	24.29%	66,534	1.26%	836
18	Licenses/Fees & Permits	17,561	(2,995)	14,565	24.29%	3,537	1.26%	44
19	Office Expenses	572,357	(146,601)	425,755	24.29%	103,398	1.26%	1,299
20	Depreciation	211,653	(21,856)	189,797	24.29%	46,094	1.26%	579
22	**Total (US dollars USD)**	**$ 4,097,949**	**$ (530,586)**	**$ 3,567,363**		**$ 866,360**		**$ 10,881**

26	Infrastructure Cost Allocation per Direct (USD)	$ 12,531
28	Increase (decrease) in Infrastructure Allocated Costs (USD)	$ (1,650)
31	Adjustment to Revenues and/or Expenses	$ (1,650)

Southern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Adjustment to Revenues and/or Expenses
Adjustment Number 8

Exhibit
Final Schedule C-2
Page 9
Witness: Bourassa

Line No.			Test Year Adjusted Results	Adjusted with Rate Increase	
1	Income Tax Computation				
2					
3					
4					
5					
6					
7	Taxable Income		$ 37,234	$ 228,811	
8					
9	Taxable Income		$ 37,234	$ 228,811	
10					
11	Arizona Income Before Taxes			$ 228,811	
12					
13	Less Arizona Income Tax			$ 15,944	
14	Rate =	6.97%			
15	Arizona Taxable Income			$ 212,867	
16					
17	Arizona Income Taxes			$ 15,944	
18					
19	Federal Income Before Taxes			$ 228,811	
20					
21	Less Arizona Income Taxes			$ 15,944	
22					
23	Federal Taxable Income			$ 212,867	
24					
25					
26	1 Inch				
27	2 Inch				
28	15% BRACKET			$ 7,500	
29	25% BRACKET			$ 6,250	
30	34% BRACKET			$ 8,500	Federal
31	39% BRACKET			$ 44,018	Effective
32	34% BRACKET			$ -	Tax
33					Rate
34	Federal Income Taxes			$ 66,268	28.96%
35					
36					
37	Total Income Tax			$ 82,212	
38					
39	Overall Tax Rate			35.93%	
40					
41	Income Tax at Proposed Rates Effective Rate		$ 13,378		
42					
43	Adjusted Test Year Income Taxes		3,703		
44					
45	Adjustment to Income Taxes		9,675		
46					

Southern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Computation of Gross Revenue Conversion Factor

Exhibit
Final Schedule C-3
Page 1
Witness: Bourassa

Line No.	Description	Percentage of Incremental Gross Revenues
1	Federal Income Taxes	28.96%
2		
3	State Income Taxes	6.97%
4		
5	Other Taxes and Expenses	0.00%
6		
7		
8	Total Tax Percentage	35.93%
9		
10	Operating Income % = 100% - Tax Percentage	64.07%
11		
12		
13		
14		
15	1 = Gross Revenue Conversion Factor	
16	Operating Income %	1.5608
17		
18	SUPPORTING SCHEDULES:	RECAP SCHEDULES:
19		Final A-1
20		

Southern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Summary of Cost of Capital

Exhibit
Final Schedule D-1
Page 1
Witness: Bourassa

Line No.	Item of Capital	End of Test Year Dollar Amount	End of Test Year Percent of Total	End of Test Year (e) Cost Rate	End of Test Year Weighted Cost	End of Projected Year Dollar Amount	End of Projected Year Percent of Total	End of Projected Year (e) Cost Rate	End of Projected Year Weighted Cost
1	Long-Term Debt	-	0.00%	0.00%	0.00%	$ -	0.00%	0.00%	0.00%
2									
3	Stockholder's Equity[1]	1,339,497	100.00%	11.10%	11.10%	1,486,096	100.00%	11.10%	11.10%
4									
5	Totals	$ 1,339,497	100.00%		11.10%	$ 1,486,096	100.00%		11.10%
6									
7									
8	[1] Adjustments to equity								
9	Acumm. depreciation adjustment		$ 24,067						
10	CIAC adjustment		$ 1						
11	Deferred Income Tax Adjustment		$ (93,376)						
12									
13									
14									
15									
16	SUPPORTING SCHEDULES:								RECAP SCHEDULES:
17	Final D-1								
18	Final D-2								
19	Final D-3								
20	Final D-4								
21									
22									
23									
24									
25									
26									
27									
28									
29									
30									
31									
32									
33									

Southern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Cost of Long Term Debt

Exhibit
Final Schedule D-2
Page 1
Witness: Bourassa

Line No.	Description of Debt	End of Test Year Amount Outstanding[1]	End of Test Year Annual Interest	End of Test Year Interest Rate	End of Test Year Weighted Cost	End of Projected Year Amount Outstanding	End of Projected Year Annual Interest	End of Projected Year Interest Rate	End of Projected Year Weighted Cost
1			-	6.10%	0.00%	-	-	6.10%	0.00%
2			-	6.26%	0.00%	-	-	6.26%	0.00%
3			-	8.56%	0.00%	-	-	8.56%	0.00%
4			-	7.30%	0.00%	-	-	7.30%	0.00%
5			-	6.91%	0.00%	-	-	6.91%	0.00%
6			-	7.16%	0.00%	-	-	7.16%	0.00%
7			-	0.00%	0.00%	-	-	0.00%	0.00%
8			-	0.00%	0.00%	-	-	0.00%	0.00%
9			-	0.00%	0.00%	-	-	0.00%	0.00%
10			-	0.00%	0.00%	-	-	0.00%	0.00%
11			-	0.00%	0.00%	-	-	0.00%	0.00%
12									
13	Totals	$ -	$ -		0.00%	$ -	-		0.00%
14									
15	SUPPORTING SCHEDULES:					RECAP SCHEDULES:			
16						Final D-1			
17									
18									
19									
20									

Southern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Cost of Preferred Stock

Exhibit
Final Schedule D-3
Page 1
Witness: Bourassa

Line No.	Description of Issue	End of Test Year Shares Outstanding	End of Test Year Amount	End of Test Year Dividend Requirement	End of Projected Year Shares Outstanding	End of Projected Year Amount	End of Projected Year Dividend Requirement
1							
2							
3	NOT APPLICABLE, NO PREFERRED STOCK ISSUED OR OUTSTANDING						
4							
5							
6							
7							
8							
9							
10							
11							
12							
13							
14							
15							
16							
17	SUPPORTING SCHEDULES:			RECAP SCHEDULES:			
18				Final D-1			
19							
20							

Southern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Cost of Common Equity

Exhibit
Final Schedule D-4
Page 1
Witness: Bourassa

Line No.		
1		
2	The Company is proposing a cost of common equity of	11.10% .
3		
4		
5		
6		
7		
8		
9		
10		
11		
12		
13		
14		
15		
16		
17	SUPPORTING SCHEDULES:	RECAP SCHEDULES:
18	Final D-4.1 to D-4.16	Final D-1
19		
20		

Southern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Revenue Summary
With Annualized Revenues to Year End Number of Customers

Exhibit
Final Schedule H-1
Page 1
Witness: Bourassa

Line No.	Meter Size	Class	Present Revenues	Proposed Revenues	Dollar Change	Percent Change	Percent of Present Water Revenues	Percent of Proposed Water Revenues
1	5/8 Inch	Residential	$ 423,617	$ 611,876	$ 188,259	44.44%	98.59%	98.70%
2								
3								
4								
5								
6		Subtotal	423,617	611,876	188,259	44.44%	98.59%	98.70%
7								
8	1 Inch	Commercial	$ 1,657	$ 2,405	$ 748	45.12%	0.39%	0.39%
9	2 Inch	Commercial	4,422	5,658	1,236	27.95%	1.03%	0.91%
10								
11								
12								
13								
14								
15								
16								
17								
18		Subtotal	$ 6,079	$ 8,063	1,984	32.63%	1.41%	1.30%
19								
20								
21								
22								
23								
24								
25								
26								
27								
28								
29								
30								
31	Total Revenues Before Annualization		$ 429,696	$ 619,939	$ 190,243	44.27%	100.00%	100.00%
32								

Southern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Revenue Summary
With Annualized Revenues to Year End Number of Customers

Exhibit
Final Schedule H-1
Page 2
Witness: Bourassa

Line No.	Meter Size	Class	Present Revenues	Proposed Revenues	Dollar Change	Percent Change	Additional Bills	Additional Gallons to be Pumped (In 1,000's)	
				Revenue Annualization					
5	5/8 Inch	Residential	$ 2,872	$ 4,240	1,368	47.64%	68	368	C-2, pg 5.1
10		Subtotal	$ 2,872	$ 4,240	1,368	47.64%	68	368	
12	1 Inch	Commercial	$ 464	$ 669	205	44.26%	5	35	C-2, pg 5.2
13	2 Inch	Commercial	-	-	-	0.00%	-	-	C-2, pg 5.3
22		Subtotal	$ 464	$ 669	205	44.26%	5	35	
36	Total Revenue Annualization		$ 3,335	$ 4,909	$ 1,573	47.17%	73	403	

Southern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Revenue Summary
With Annualized Revenues to Year End Number of Customers

Exhibit
Final Schedule H-1
Page 3
Witness: Bourassa

Line No.		Present Revenues	Proposed Revenues	Dollar Change	Percent Change	Percent of Present Water Revenues	Percent of Proposed Water Revenues
1							
2							
3	Subtotal Metered Revenues	$ 429,696	$ 619,939	$ 190,243	44.27%	100.00%	100.00%
4	Subtotal Revenue Annualization	3,335	4,909	1,573	47.17%	0.78%	0.79%
5	Total Metered Revenues	$ 433,031	$ 624,847	$ 191,816	44.30%		
6							
7	Misc. Revenues	$ 10,679	$ 10,679	-	0.00%	2.49%	1.72%
8	Reconciling Amount to GL	426	187	(239)	-56.10%	0.10%	0.03%
9	Total Water Revenues	$ 444,136	$ 635,713	$ 191,577	43.13%	0.00%	0.00%
10							
11							
12	Revenue Reconciliation						
13							
14	Revenue per bill count before revenue annualization		$ 429,696				
15	Revenue per GL (metered water revenues)		430,122				
16	Difference		$ (426)				
17	Difference %		-0.10%				
18	Tolerance %		0.50%				
19	Tolerance Amount + or -		$ 2,151				
20							
21	Acceptable?		YES				
22							
23							
24							
25							
26							
27							
28							
29							
30							
31							
32							
33							
34							
35							

Southern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Customer Summary

Exhibit
Final Schedule H-2
Page 1
Witness: Bourassa

Line No.		Meter Size, Class	(a) Average Number of Customers at 3/31/2009	Average Consumption	Average Bill Present Rates	Average Bill Proposed Rates	Proposed Increase Dollar Amount	Proposed Increase Percent Amount
1	5/8 Inch	Residential	786	5,581	$ 42.60	$ 62.96	20.36	47.80%
2								
3								
4								
5		Subtotal	786					
6								
7	1 Inch	Commercial	2	4,448	$ 86.40	$ 126.58	40.19	46.51%
8	2 Inch	Commercial	1	34,624	$ 367.78	$ 464.81	97.02	26.38%
9								
10								
11								
12								
13								
14								
15								
16		Subtotal	3					
17								
18								
19								
20								
21								
22								
23								
24								
25								
26								
27		Total	789					

28 **(a)** Average number of customers of less than one (1), indicates that less than 12 bills were issued during the year.
29
30

Southern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Customer Summary

Exhibit
Final Schedule H-2
Page 2
Witness: Bourassa

Line No.		Meter Size, Class	(a) Average Number of Customers at 3/31/2009	Median Consumption	Median Bill Present Rates	Median Bill Proposed Rates	Proposed Increase Dollar Amount	Proposed Increase Percent Amount
1	5/8 Inch	Residential	786	4,500	$ 40.00	$ 58.98	18.98	47.45%
2								
3								
4								
5		Subtotal	786					
6								
7	1 Inch	Commercial	2	6,500	$ 91.63	$ 132.60	40.97	44.71%
8	2 Inch	Commercial	1	21,500	316.60	426.36	109.76	34.67%
9								
10								
11								
12								
13								
14								
15								
16		Subtotal	3					
17								
18								
19								
20								
21								
22								
23								
24								
25								
26								
27		Total	789					

28 **(a)** Average number of customers of less than one (1), indicates that less than 12 bills were issued during the year.
29
30

Southern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Present and Proposed Rates

Exhibit
Rejoindr Schedule H-3
Page 1
Witness: Bourassa

Line No.	Monthly Usage Charge for:	Present Rates	Proposed Rates	Change	Percent Change
1	Meter Size (All Zones and Classes):				
2	5/8 Inch	$ 31.00	$ 45.42	$ 14.42	46.52%
2	3/4 Inch	46.50	68.13	21.63	46.52%
3	1 Inch	77.50	113.55	36.05	46.52%
4	1 1/2 Inch	155.00	227.10	72.10	46.52%
5	2 Inch	248.00	363.36	115.36	46.52%
6	3 Inch	496.00	726.72	230.72	46.52%
7	4 Inch	775.00	1,135.50	360.50	46.52%
8	6 Inch	930.00	2,271.00	1,341.00	144.19%
9	8 Inch	1,550.00	3,633.60	2,083.60	134.43%
10					
11					
12	Fire Sprinklers	1% of monthly minimum for comparable sized meters, but not less than			
13		$5.00 per month			
14					
15	Gallons In Minimum (All Meter Sizes and Classes)	-	-		
16					
17			(Per 1,000 gallons)		
18	**Commodity Rates**		**Present**	**Proposed**	
19	**Meter Size and Class**	**Block**	**Rate**	**Rate**	
20					
21	All Meter Sizes and Classes, Except Irrigation	0 gallons to 5,000 gallons	$ 2.00	[redacted]	
22		5,000 gallons to10,000 gallons	$ 2.75	[redacted]	
23		Over 10,000 gallons	$ 3.90	[redacted]	
24					
25	All Meter Sizes - Irrigation	0 gallons to 45,000 gallons	$ 2.75	[redacted]	
26		Over 45,000 gallons	$ 3.90	[redacted]	
27					
28	5/8 Inch and 3/4 Inch Meter - Residential	0 gallons to 4,000 gallons	[redacted]	$ 2.93	
29		4,001 gallons to 10,000 gallons	[redacted]	$ 3.68	
30		over 10,000 gallons	[redacted]	$ 4.83	
31					
32	5/8 Inch and 3/4 Inch Meter - Com, Irrigation	0 gallons to 10,000 gallons	[redacted]	$ 2.93	
33		over 10,000 gallons	[redacted]	$ 3.68	
34					
35					
36	1 Inch Meter - All classes	0 gallons to 15,000 gallons	[redacted]	$ 2.93	
37		over 15,000 gallons	[redacted]	$ 3.68	
38					
39	1.5 Inch Meter - All Classes	0 gallons to 25,000 gallons	[redacted]	$ 2.93	
40		over 25,000 gallons	[redacted]	$ 3.68	
41					
42	NT = No Tariff				

Southern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Present and Proposed Rates

Exhibit
Final Schedule H-3
Page 2
Witness: Bourassa

Line No.			(Per 1,000 gallons) Present Rate	Proposed Rate
1				
2	**Commodity Rates**			
3	**Meter Size and Class**	**Block**		
4				
5	2 Inch Meter - All Classes	0 gallons to 50,000 gallons		$ 2.93
6		over 50,000 gallons		$ 3.68
7				
8	3 Inch Meter -All Classes	0 gallons to 80,000 gallons		$ 2.93
9		over 80,000 gallons		$ 3.68
10				
11	4 Inch Meter- All Classes	0 gallons to 160,000 gallons		$ 2.93
12		over 160,000 gallons		$ 3.68
13				
14	6 Inch Meter - All Classes	0 gallons to 250,000 gallons		$ 2.93
15		over 250,000 gallons		$ 3.68
16				
17	8 Inch Meter - All Classes	0 gallons to 500,000 gallons		$ 2.93
18		over 500,000 gallons		$ 3.68
19				
20	Standpipe (Bulk)	All gallons	$ 3.90	$ 3.68
21				
22				
23				
24				
25				
26				
27				
28				
29				
30				
31				
32				
33				
34				
35				
36				

Southern Sunrise Water Company (Stand-Alone)
Changes in Representative Rate Schedules
Test Year Ended March 31, 2009

Exhibit
Final Schedule H-3
Page 3
Witness: Bourassa

Line No.	Other Service Charges	Present Rates	Proposed Rates
1	Establishment (Regular Hours) per Rule R14-2-403.D	$ 25.00	$ 25.00
2	Establishment (After Hours) per Rule R14-2-403.D	$ 35.00	$ 35.00
3	Re-Establishment of Service per Rule R14-2-403.D	[a]	[a]
4	Reconnection (Delinquent) per Rule R14-2-403.D	$ 35.00	$ 35.00
5	Reconnection (After Hours) per Rule R14-2-403.D	NT	$ 45.00
6	Meter Test (if correct) per Rule R14-2-408.F	NT	$ 30.00
7	Meter Reread per Rule R14-2-408.C (if correct)	$ 5.00	$ 15.00
8	NSF Check per Rule R14-2-409.F	NT	$ 15.00
9	Deferred Payment, Per Month per Rule R14-2-409.G	1.50%	1.50%
10	Late Charge	1.50%	1.50%
11	Service Calls - Per Hour/After Hours(e)	$ 50.00	$ 50.00
12	Deposit Requirements	[b]	[b]
13	Moving Meter at Customer Requesdt	NT	Cost
14	Damage to Meter	NT	Cost
15	Meter and Service lines	see H-3, page 4	
16	Main Extension Tariff	Cost	Cost
17			
18			
19			
20			
21	[a] Minimum charge times number of full months off the system. per Rule R14-2-403.D.		
22	[b] Per ACC Rules R14-2-403.B Residential - two times the average bill.		
23	Commercial - two and one-half times the average bill.		
24			
25			
26			
27			
28	IN ADDITION TO THE COLLECTION OF REGULAR RATES, EACH UTILITY MAY COLLECT FROM		
29	ITS CUSTOMERS A PROPORTIONATE SHARE OF ANY PRIVILEGE, SALES OR USE		
30	TAX. PER COMMISSION RULE 14-2-409D(5).		
31			
32			
33			
34			
35			

Southern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Meter and Service Line Charges

Exhibit
Final Schedule H-3
Page 4
Witness: Bourassa

Refundable Meter and Service Line Charges

	Present Service Line Charge	Present Meter Install-ation Charge	Total Present Charge	Proposed Service Line Charge	Proposed Meter Install-ation Charge	Total Proposed Charge*
5/8 x 3/4 Inch			$ 410.00	$ 1,765.00	$ 105.00	$ 1,870.00
3/4 Inch			410.00	1,765.00	180.00	1,945.00
1 Inch			520.00	1,765.00	240.00	2,005.00
1 1/2 Inch			660.00	At Cost	At Cost	At Cost
2 Inch / Turbine			1,155.00	At Cost	At Cost	At Cost
2 Inch / Compound			1,720.00	At Cost	At Cost	At Cost
3 Inch / Turbine			1,625.00	At Cost	At Cost	At Cost
3 Inch / Compound			2,260.00	At Cost	At Cost	At Cost
4 Inch / Turbine			2,500.00	At Cost	At Cost	At Cost
4 Inch / Compound			3,200.00	At Cost	At Cost	At Cost
6 Inch / Turbine			4,500.00	At Cost	At Cost	At Cost
6 Inch / Compound			6,300.00	At Cost	At Cost	At Cost
8 Inch & Larger			8,200.00	At Cost	At Cost	At Cost

* Plus actual road crossing costs.

N/T = No Tariff

Southern Sunrise Water Company (Stand-Alone)
Test Year Ended March 31, 2009
Hook-Up Fees

Exhibit
Final Schedule H-3
Page 5
Witness: Bourassa

Line No.		Present Charge	Proposed Charge
1			
2	**Off-site Facilities Hook-up Fee**		
3			
4			
5			
6	5/8 x 3/4 Inch	NT	$ 1,600
7	3/4 Inch	NT	2,400
8	1 Inch	NT	4,000
9	1 1/2 Inch	NT	8,000
10	2 Inch	NT	12,800
11	3 Inch	NT	25,600
12	4 Inch	NT	40,000
13	6 Inch or larger	NT	80,000
14			
15			
16			
17			
18			
19			
20			
21	NT = No Tariff		
22			
23			
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35			
36			

EXHIBIT

5

Applies to all **WATER** service areas

ALTERNATE RATES FOR WATER (ARW)
DOMESTIC SERVICE – SINGLE FAMILY ACCOMMODATION

APPLICABILITY

Applicable to residential water service for domestic use rendered to low-income households where the customer meets all the program qualifications and special conditions of this rate schedule.

TERRITORY

Within all customer service areas served by Bella Vista Water Company ("BVWC").

RATES

Fifteen percent (15%) discount applied to the regular filed tariff.

PROGRAM QUALIFICATIONS

1. The BVWC bill must be in your name and the address must be your primary residence or you must be a tenant receiving water service by a sub-metered system.
2. You may not be claimed as a dependent on another person's tax return.
3. You must reapply each time you move residences.
4. You must renew your application once every two (2) years, or sooner, if requested.
5. You must recertify each year by submitting a declaration attesting to your continuing eligibility, and provide one of the following items as proof of eligibility: 1) copy of tax return from prior year; or 2) copy of W2 form from prior year; or 3) copy of welfare / food stamp cards.
6. You must notify BVWC within thirty (30) days if you become ineligible for ARW.
7. Your total gross annual income of all persons living in your household cannot exceed the income levels below:

Issued: _____ Effective : _____

ISSUED BY:

Greg Sorensen, Director Of Operations
Bella Vista Water Company
12725 W. Indian School Road, Suite D-101
Avondale, AZ 85392

Effective: _____

No. of Person in Household	Total Gross Annual Income
1	$16,245
2	21,855
3	27,465
4	33,075
5	38,685
6	44,295

For each additional person residing in the household, add $5,610

For the purpose of the program the "gross household income" means all money and non cash benefits, available for living expenses, from all sources, both taxable and non taxable, before deductions for all people who live in your home. This includes, but is not limited to:

Wages or salaries
Interest or dividends from:
Savings account, stocks or bonds
Unemployment benefits
TANF (AFDC)
Pensions
Gifts

Social Security, SSI, SSP
Scholarships, grants, or other aid used for living expenses
Disability payments
Food Stamps
Insurance settlements

Rental or royalty income
Profit from self-employment (IRS form Schedule C, Line 29)
Worker's Compensation
Child Support
Spousal Support

Issued: _____ Effective : _____

ISSUED BY:

Greg Sorensen, Director Of Operations
Bella Vista Water Company
12725 W. Indian School Road, Suite D-101
Avondale, AZ 85392

SPECIAL CONDITIONS

1. Application and Eligibility Declaration: An Application and eligibility declaration on a form authorized by the Commission is required for each request for service under this schedule. Renewal of a customer's eligibility declaration will be required every two (2) years.

2. Recertification: A customer enrolled in the ARW program must, each year, recertify by submitting a declaration attesting to continuing eligibility, and provide one of the following items as proof of eligibility: 1) copy of tax return from prior year; or 2) copy of W2 form from prior year; or 3) copy of welfare / food stamp cards.

3. Commencement of Rate: Eligible customers shall be billed on this schedule commencing with the next regularly scheduled billing period that follows receipt of application by BVWC.

4. Verification: Information provided by the applicant is subject to verification by BVWC. Refusal or failure of a customer to provide documentation of eligibility acceptable to BVWC, upon request by BVWC, shall result in removal from this rate schedule.

5. Notice from Customer: It is the customer's responsibility to notify BVWC if there is a change of eligibility status.

6. Rebilling: Customers may be re-billed retroactively for periods of ineligibility under the applicable rate schedule.

7. Master-metered: A reduction will be calculated in the bill of master-metered customers who have sub-metered tenants that meet the income eligibility criteria, so an equivalent discount (15%) can be passed through to eligible customer(s).

8. Participation Cap: The ARW program is limited to XXX customers.

Issued: _____ Effective : _____

ISSUED BY:

Greg Sorensen, Director Of Operations
Bella Vista Water Company
12725 W. Indian School Road, Suite D-101
Avondale, AZ 85392

BELLA VISTA WATER COMPANY
APPLICATION FOR
ALTERNATE RATES FOR WATER PROGRAM

_____
Your Name (Please Print)

☐ I am a sub-metered tenant

Bella Vista Water Company Account No. |__|__|__|__|__|__|__|__|__|__|__|__|

Service Address_____

Mailing Address_____
(*if different from above address*)

Telephone No. (home) _____ (work) _____

Number of people living in your household: Adults |__|__| + Children |__|__| = Total |__|__|

Total Gross Annual Income of Household _____

Please attach one of the items listed below as proof of income for eligibility verification.
• Copy of tax return from prior year
• Copy of W2 form from prior year
• Copy of welfare / food stamp cards

By signing below, I certify under penalty of perjury that this information is true and correct under the laws of the State of Arizona. I will provide proof of income and I will notify Bella Vista Water Company of any changes that affect my eligibility. I understand that if I receive the discount without meeting the qualifications for it, I may be required to pay back the discount I received.

_____ _____
Customer Signature Date

INSTRUCTIONS: An Application and Declaration for Alternate Rates for Water Program must be submitted every two (2) years. A Declaration of Eligibility must be submitted annually.

Issued: _____ Effective : _____

ISSUED BY:

Greg Sorensen, Director Of Operations
Bella Vista Water Company
12725 W. Indian School Road, Suite D-101
Avondale, AZ 85392

Mail completed application to:
4055 Campus Drive
Sierra Vista, Arizona 85635

FOR BELLA VISTA WATER COMPANY USE ONLY

Date received _____ Date Verified _____ Verified By _____

Issued: _____ Effective : _____

ISSUED BY:

Greg Sorensen, Director Of Operations
Bella Vista Water Company
12725 W. Indian School Road, Suite D-101
Avondale, AZ 85392

BELLA VISTA WATER COMPANY
DECLARATION OF ELIGIBILITY
ALTERNATE RATES FOR WATER PROGRAM

_____
Your Name (Please Print)

Bella Vista Water Company Account No. |__|__|__|__|__|__|__|__|__|__|__|__|

Service Address_____

Mailing Address_____
(*if different from above address*)

Telephone No. (home) _____ (work) _____

I, _____,
Your Name (Please Print)

last submitted an Application for Alternative Rates on _____
(dd/mm/yyyy)

and hereby confirm my eligibility for the year ending _____.
(dd/mm/yyyy)

Please attach one of the items listed below as proof of income for eligibility verification.

- Copy of tax return from prior year
- Copy of W2 form from prior year
- Copy of welfare / food stamp cards

_____ _____
Customer Signature Date

Issued: _____ Effective : _____

ISSUED BY:

Greg Sorensen, Director Of Operations
Bella Vista Water Company
12725 W. Indian School Road, Suite D-101
Avondale, AZ 85392

Mail completed declaration to:
4055 Campus Drive
Sierra Vista, Arizona 85635

FOR BELLA VISTA WATER COMPANY USE ONLY

Date received _____ Date Verified _____ Verified By _____

Issued: _____ Effective : _____

ISSUED BY:

Greg Sorensen, Director Of Operations
Bella Vista Water Company
12725 W. Indian School Road, Suite D-101
Avondale, AZ 85392

EXHIBIT

6

BELLA VISTA WATER CO., INC.
NORTHERN SUNRISE WATER COMPANY INC.
&
SOUTHERN SUNRISE WATER COMPANY INC.
WATER HOOK-UP FEE TARIFF

I. Purpose and Applicability

The purpose of the off-site hook-up fees payable to **Bella Vista Water Co., Inc, Northern Sunrise Water Company Inc., and Southern Sunrise Water Company Inc.** ("the Company") pursuant to this tariff is to equitably apportion the costs of constructing additional off-site facilities necessary to provide water production, delivery, storage and pressure among all new service connections. These charges are applicable to all new service connections undertaken via Main Extension Agreements or requests for service not requiring a Main Extension Agreement entered into established after the effective date of this tariff. The charges are one-time charges and are payable as a condition to Company's establishment of service, as more particularly provided below.

II. Definitions

Unless the context otherwise requires, the definitions set forth in R-14-2-401 of the Arizona Corporation Commission's ("Commission") rules and regulations governing water utilities shall apply in interpreting this tariff schedule.

"Applicant" means any party entering into an agreement with Company for the installation of water facilities to serve new service connections, and may include Developers and/or Builders of new residential subdivisions and/or commercial and industrial properties.

"Company" means **Bella Vista Water Co., Inc., Northern Sunrise Water Company Inc., and Southern Sunrise Water Company Inc.**

"Main Extension Agreement" means any agreement whereby an Applicant, Developer and/or Builder agrees to advance the costs of the installation of water facilities necessary to the Company to serve new service connections within a development, or installs such water facilities necessary to serve new service connections and transfers ownership of such water facilities to the Company, which agreement shall require the approval of the Commission pursuant to A.A.C. R-14-2-406, and shall have the same meaning as "Water Facilities Agreement" or "Line Extension Agreement."

"Off-site Facilities" means wells, storage tanks and related appurtenances necessary for proper operation, including engineering and design costs. Offsite facilities may also include booster pumps, pressure tanks, transmission mains and related appurtenances necessary for proper operation if these facilities are not for the exclusive use of the applicant and will benefit the entire water system.

"Service Connection" means and includes all service connections for single-family residential, commercial, industrial or other uses, regardless of meter size.

III. Water Hook-up Fee

For each new service connection, the Company shall collect a Hook-Up Fee derived as follows:

OFF-SITE WATER HOOK-UP FEE TABLE		
METER SIZE	**SIZE FACTOR**	**TOTAL FEE**
5/8" x 3/4"	1	$1,600
3/4"	1.5	$2,400
1"	2.5	$4,000
1-1/2"	5	$8,000
2"	8	$12,800
3"	16	$25,600
4"	25	$40,000
6" or larger	50	$80,000

IV. Terms and Conditions

(A) Assessment of One Time Off-Site Hook-up Fee: The off-site hook-up fee may be assessed only once per parcel, service connection, or lot within a subdivision.

(B) Use of Off-Site Hook-up Fee: Off-site hook-up fees may only be used to pay for capital items of off-site facilities, or for repayment of loans obtained to fund the cost of installation of off-site facilities. Off-site hook-up fees shall not be used to cover repairs, maintenance, or operational costs. The Company shall not record amounts collected under this tariff as CIAC until such amounts have been expended for plant.

(C) Time of Payment:

1) For those requiring a Main Extension Agreement: In the event that the person or entity that will be constructing improvements ("Applicant", "Developer" or "Builder") is otherwise required to enter into a Main Extension Agreement, whereby the Applicant, Developer or Builder agrees to advance the costs of installing mains, valves, fittings, hydrants and other on-site improvements in order to extend service in accordance with R-14-2-406(B), payment of the Hook-Up Fees required hereunder shall be made by the Applicant, Developer or Builder no later than within 15 calendar days after receipt of notification from the Company that the Utilities Division of the Arizona Corporation Commission has approved the Main Extension Agreement in accordance with R-14-2-406(M).

2) For those connecting to an existing main: In the event that the Applicant, Developer or Builder for service is not required to enter into a Main Extension Agreement, the Hook-Up Fee charges hereunder shall be due and payable at the time the meter and service line installation fee is due and payable.

(D) Off-Site Facilities Construction By Developer: Company and Applicant, Developer, or Builder may agree to construction of off-site facilities necessary to serve a particular development by Applicant, Developer or Builder, which facilities are then conveyed to Company. In that event, Company shall credit the total cost of such off-site facilities as an offset to off-site hook-up fees due under this Tariff. If the total cost of the off-site facilities constructed by Applicant, Developer or Builder and conveyed to Company is less than the applicable off-site hook-up fees under this Tariff, Applicant, Developer or Builder shall pay the remaining amount of off-site hook-up fees owed hereunder. If the total cost of the off-site facilities contributed by Applicant, Developer or Builder and conveyed to Company is more than the applicable off-site hook-up fees under this Tariff, Applicant, Developer or Builder shall be refunded the difference upon acceptance of the off-site facilities by the Company.

(E) Failure to Pay Charges; Delinquent Payments: The Company will not be obligated to make an advance commitment to provide or actually provide water service to any Developer, Builder or other applicant for service in the event that the Developer, Builder or other applicant for service has not paid in full all charges hereunder. Under no circumstances will the Company set a meter or otherwise allow service to be established if the entire amount of any payment due hereunder has not been paid.

(F) Large Subdivision Projects: In the event that the Applicant, Developer or Builder is engaged in the development of a residential subdivision containing more than 150 lots, the Company may, in its discretion, agree to payment of off-site hook-up fees in installments. Such installments may be based on the residential subdivision development's phasing, and should attempt to equitably apportion the payment of charges hereunder based on the Applicant's, Developer's or Builder's construction schedule and water service requirements.

(G) Off-Site Hook-Up Fees Non-refundable: The amounts collected by the Company as Hook-Up Fees pursuant to the off-site hook-up fee tariff shall be non-refundable contributions in aid of construction.

(H) Use of Off-Site Hook-Up Fees Received: All funds collected by the Company as off-site hook-up fees shall be deposited into a separate unaffiliated third-party interest bearing bank account and used solely for the purposes of paying for the costs of installation of off-site facilities, including repayment of loans obtained for the installation of off-site facilities that will benefit the entire water system.

(I) Off-Site Hook-up Fee in Addition to On-site Facilities: The off-site hook-up fee shall be in addition to any costs associated with the construction of on-site facilities under a Main Extension Agreement.

(J) Disposition of Excess Funds: After all necessary and desirable off-site facilities are constructed utilizing funds collected pursuant to the off-site hook-up fees, or if the off-site hook-up fee has been terminated by order of the Arizona Corporation Commission, any funds remaining in the unaffiliated third-party interest bearing bank account shall be refunded. The manner of the refund shall be determined by the Commission at the time a refund becomes necessary.

(K) Fire Flow Requirements: In the event the applicant for service has fire flow requirements that require additional facilities beyond those facilities whose costs were included in the off-site hook-up fee, and which are contemplated to be constructed using the proceeds of the off-site hook-up Fee, the Company may require the applicant to install such additional facilities as are required to meet those additional fire flow requirements, as a non-refundable contribution, in addition to the off-site hook-up fee.

(L) Status Reporting Requirements to the Commission: The Company shall submit a calendar year Off-Site Hook-Up Fee status report each January to Docket Control for the prior twelve (12) month period, beginning January 2011, until the hook-up fee tariff is no longer in effect. This status report shall contain a list of all customers that have paid the hook-up fee tariff, the amount each has paid, the physical property in respect of which such fee was paid, the amount of money spent from the account, the amount of interest earned on the funds within the tariff account, and an itemization of all facilities that have been installed using the tariff funds during the 12 month period.