

EDEN WATER CO.,  
9488 N Hot Springs RD  
EDEN, AZ 85535

ORIGINAL



0000118675

2010 OCT -7 P 2: 34

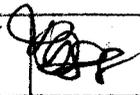
ARIZONA CORPORATION COMMISSION  
DOCKET CONTROL

Eden Water Company Inc.  
9528 N. Hot Springs Rd.  
Eden, Arizona 85535  
Phone: 928-485-9250  
Fax: 928-485-9281  
[Edenwater@aznex.net](mailto:Edenwater@aznex.net)

Monday, September 20, 2010

Arizona Corporation Commission  
Dorothy Hains, PE  
Utilities Division  
602-542-7274  
602-542-0766  
[dhains@azcc.gov](mailto:dhains@azcc.gov)

Arizona Corporation Commission  
**DOCKETED**  
OCT 7 2010

DOCKETED BY 

ER 10-0376  
Request for an emergency rate increase

**RECEIVED**  
OCT - 6 2010  
ARIZONA CORP. COMM  
400 W CONGRESS STE 218 TUCSON AZ 85704  
Docket W-02068A-10-0376

Dear Sir/Madam:

EWC was in need of an increase a couple of years ago. Due to the Arsenic problem that Graham County Utilities Inc., has delayed the increase. It was uncertain of what they would do to take care of the problem. After much study and work they drilled more wells and found water that was not tainted. They received a rate increase a short time ago and now we need to get our raised. We cannot cover our costs with the rates we have today.

Eden Water Company request an emergency rate increase. When the Commission granted Graham County Utilities Inc. (GCU) a rate increase from \$ 1.51 per thousand to \$ 1.92 at \$.41 increase (.2715) is more than EWC expected. This makes it imperative to get a rate increase to cover this cost. EWC rate currently at \$2.70 per thousand, a rate increase to \$3.50. In addition EWC request a per meter changed from \$25 to \$35 for 2 inch meters and \$17.50 to \$20.00 for the 5/8 meter. We were already running a deposit, the higher than expected increase in GCU rates is having a severe impact on the Company.

The EWC distribution system has two 2" meters and a average of 127 5/8 inch meters. In addition we sold 17,493,000 gallons of water in 2009. The following tables gives a summary of requested increase.

**EDEN WATER CO.,  
9488 N Hot Springs RD  
EDEN, AZ 85535**

**2009 water sale summary**

	Number	Number	Income	Income
	Gal or customers	periods	Per customer	
2" meters	2	12 months	\$25.00	\$ 600.00
5/8" meters	127	12 months	\$17.50	\$26,670.00
Water sold	17,493,000	1 year	\$ 2.70	\$47,231.00
Total Income				\$74,501.00

**Requested Emergency Rate Increase**

	Number	Number	Income	Income
	Gal or customers	Periods	Per customer	
2" meters	2	12 months	\$35.00	\$ 840.00
5/8" meters	127	12 months	\$20.00	\$30,480.00
Water sold	17,493,000	1 year	\$ 3.50	\$67,217.00
Total Income				\$98,537.00

**Water Contracts:**

When the water line was established EWC had a contract with the previous owner of the GCU. The contract was for 40 years and signed in 1978. I could find no evidence that this contract has been changed. I called GCU and they could not find any new contract either. The original contract is enclosed. The GCU has a line item in there rate increase for Bulk water 'Sales for the Eden Water Co.

**System Information:**

The water system is supplied with water from GCU with two meters. The original meter, a 4" meter is located at Trip Canyon Rd. and HWY 70 just west of the Town of Pima. The other meter, a 6" meter, is located on the Bryce-Eden Rd. located approximately 4 mile north west of Pima. The lines are connected making a looped type system. The flow rates for these meters are 400 gpm for the 4"meter and 800 gpm for the 6" meter. EWC did tests for the fire hydrants a couple of years ago. The 4" pipeline sustained 250 gpm. The 6" pipeline was measured at 475 gpm sustained flow. This is an adequate supply for the demand in the main lines.

**EDEN WATER CO.,  
9488 N Hot Springs RD  
EDEN, AZ 85535**

The water flow from these meters goes directly into the service lines for EWC. The water is not boosted or put in storage tanks. The storage tanks are used for emergency use only. They are used in the event of a total water failure from the supplier or a flood from the Gila River.

The wells the company has are horizontal drilled into the side of a hill that is known as the Eden Springs. This water has a very low flow rate less than 10gpm. It was considered to be ground water, back in the 90s it was changed to surface water. The testing and other things made it not desirable. It currently is used for non drinking purposes.

Enclosed are several drawings to show flows of water. They include drawings for normal flow, six inch line failure, four inch line failure, and an emergency tank flow.

Eden Water Company

---

Jay D. Colvin President