

ARIZONA CORPORATION COMMISSION
Docket Control Center
1200 W. Washington St.
Phoenix, AZ. 85007



ORIGINAL

January 18, 2011

COVER LETTER

DOCKET # W-024 76A-10-0495

Bradshaw Water Company filed for a water rate increase on 12/15/10. We mailed the attached
“**Revised Notification**” to all of our current customers on 01/13/11, thru the U.S. Postal Service.

Please find enclosed 14 sets of revised pages as follows :

- 1) Most recent notarized Cover letter stating Revised Notification sent to customers 1/13/11.
- 2) Letter sent to Bradshaw customers with revised pages 9 & 11 (current & proposed rates).
- 3) Revised pages 16 & 17 Plant Description with letter of explanation of changes.
- 4) Copy of Deficiencies from Katrin Stukov, Staff Engineer
- 5) Revised page 18 – Water use data sheet by Month
- 6) Revised page 19 Income & Expense Statement
- 7) Revised page 21 Balance sheet

Please contact us for any further information needed.

Thank you,
Don Bohler

Bradshaw Water Co.
928-778-1888 or cell 928-713-3772

Arizona Corporation Commission

DOCKETED

JAN 18 2011

DOCKETED BY	
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Don Bohler

Bradshaw Water Company
Owner

RECEIVED
2011 JAN 18 / A 8: 23
ARIZONA CORPORATION COMMISSION
DOCKET CONTROL

ARIZONA CORPORATION COMMISSION
Docket Control Center
1200 W. Washington St.
Phoenix, AZ. 85007

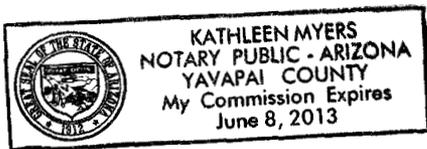
COVER LETTER

Bradshaw Water Company filed for a water rate increase on 12/15/10. We mailed the attached
“**Revised Notification**” to all of our current customers on 01/13/11, thru the U.S. Postal Service.

Don Bohler



Bradshaw Water Company
Owner



State of Arizona
County of Yavapai
This instrument was acknowledged before me on
11/13/11 by Don Bohler
Kathleen Myers Notary Public

Bradshaw Water Company
PO Box 12758
Prescott, Az 86304

January 12, 2011

To all Bradshaw water customers:

On December 15, 2010 Bradshaw sent a Customer Notification letter to inform you that we have applied for a rate increase with the Arizona Corporation Commission.

After they reviewed our application a few technical changes were necessary. Enclosed you will find the **REVISED** pages 9 & 11 to replace the ones mailed to you originally. Please replace the previous pages with the 2 in this notification.

Thank you,

Bradshaw Water Company

Revised

COMPANY NAME: Bradshaw WATER Co Test Year Ended: 12/31/09
 Name of System: Bradshaw WATER ADEQ Public Water System Number: 13-141

CURRENT AND PROPOSED RATES AND CHARGES

CUSTOMER CLASS: Residential Commercial Industrial
 Irrigation All Other, specify _____

Revised 1/12/11

	CURRENT RATES	PROPOSED RATES
MINIMUM OR SERVICE CHARGES	\$ GALLONS	\$ GALLONS
5/8" x 3/4" Meter	\$ 33.00 for 0	\$ 37.00 for 0
3/4" Meter	\$ 33.00 for 0	\$ 37.00 for 0
1" Meter with Fire Sprinkler 1" Meter	\$ 33.00 for 0 \$ 82.50 for 0	\$ 33.00 for 0 \$ 82.50 for 0
1-1/2" Meter	\$ 165.00 for 0	\$ 165.00 for 0
2" Meter	\$ 264.00 for 0	\$ 264.00 for 0
3" Meter	\$ 495.00 for 0	\$ 495.00 for 0
4" Meter	\$ 825.00 for 0	\$ 825.00 for 0
6" Meter	\$ 1650.00 for 0	\$ 1650.00 for 0

GALLONS IN EXCESS OF MINIMUM
Commodity Charge in Excess of Minimum (Charge Per 1,000 Gallons)
First Tier \$ 4.50
Second Tier \$ 5.75
Third Tier \$ 6.75
FLAT RATE

Current Rates		Proposed Rates	
Rate	Gallons	Rate	Gallons
\$ 4.50	Up to 4,000	\$ 5.30	Up to 4000
\$ 5.75	4001 to 6000	\$ 6.71	4001 to 6000
\$ 6.75	Over 6001	\$ 8.00	Over 6001
\$ 33.00	Per Month	\$ 37.00	Per Month

Note: If rates and charges vary across customer classes, duplicate the form and complete one for each rate class. (e.g., residential, commercial) unless "All" is checked.

9
* Per Decision # 67824

COMPANY NAME: Bradshaw Water Co.

Test Year Ended: 12/31/09

Name of System: Bradshaw Water ADEQ Public Water System Number: 13-141

CURRENT AND PROPOSED SERVICE CHARGES

Revised
1/12/11

CUSTOMER CLASS: Residential Commercial Industrial

Irrigation All Other, specify _____

SERVICE LINE AND METER INSTALLATION CHARGES	CURRENT CHARGES	PROPOSED CHARGES
5/8" X 3/4" Meter	\$ 350.00	\$ 2500.00
3/4" Meter	\$ 400.00	\$ 2500.00
1" Meter	\$ 500.00	\$ 2500.00
1-1/2" Meter	\$ 750.00	\$ 2500.00
2" Meter	\$ 1500.00	\$ 1500.00
3" Meter	\$ 1975.00	\$ 1975.00
4" Meter	\$ 3040.00	\$ 3040.00
6" Meter	\$ 7290.00	\$ 7290.00

Establishment	\$ 60.00	\$ 60.00
Establishment (after hours)	\$ 90.00	\$ 90.00
Reconnection (delinquent)	\$ 60.00	\$ 60.00
Reconnection (delinquent) after hours	\$ N/A	\$ 75.00
Meter Test (if correct)	\$ 50.00	\$ 50.00
Deposit	\$ *	\$ 66.00
Deposit Interest	* %	1.00% ANNUALLY %
Re-establishment (within 12 months)	\$ **	\$ 35.00
NSF Check	\$ 25.00	\$ 25.00
Deferred Payment	1.5 %	1.5 %
Meter Re-read (if correct)	\$ 20.00	\$ 20.00
Late Fee ^{ON Monthly unpaid} _{Balance}	\$ 1.50 %	\$ 1.50 %

Note: If rates and charges vary across customer classes, duplicate the form and complete one for each rate class. (e.g., residential, commercial) unless "All" is checked.

ARIZONA CORPORATION COMMISSION

Docket Control Center
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RE: Revised Statement for page 16

For the well production (gpm) they started out producing good and would eventually go down in production.

Other Water Sources: Bradshaw Water had an upgrade from 14.0 gpm to 100 gpm

Booster Pumps: Pumps were going down and this is what was added in the system.

Fire Hydrants: Went in the field and got a correct count on the fire hydrants.

Storage Tanks: There was a small calculation capacity in the test year end of 2000.
Bradshaw water received a wifa loan for the other capacity storage tank of 47,500

Pressure tanks: The 50 gallon capacity was taken out of service at the same time frame with the treatment equipment.

Bradshaw Water Company

Sincerely,



1-13-11

Revised 1-13-11

COMPANY NAME: <i>Bradshaw water company</i>	Test Year Ended: <i>2009</i>
Name of System: <i>Bradshaw water company</i>	ADEQ Public Water System Number: <i>13-141</i>

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Sustained Well Production w/ Presently Installed Pump (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
<i>55-501033</i>	<i>3.0</i>	<i>23.0</i>	<i>130</i>	<i>6</i>	<i>5/8 x 3/4</i>	<i>1981</i>
<i>55-511113</i>	<i>1.5</i>	<i>7.5</i>	<i>380</i>	<i>6</i>	<i>5/8 x 3/4</i>	<i>1985</i>
<i>55-610663</i>	<i>2.0</i>	<i>10.0</i>	<i>20</i>	<i>6</i>	<i>5/8 x 3/4</i>	<i>1966</i>
<i>55-524180</i>	<i>3.0</i>	<i>10.0</i>	<i>634</i>	<i>6</i>	<i>5/8 x 3/4</i>	<i>1959</i>

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
<i>Prescott Valley Water District</i>	<i>100</i>	<i>12940</i>

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
<i>1.0</i>	<i>2</i>	<i>29</i>	
<i>1.50</i>	<i>1</i>		
<i>7.5</i>	<i>2</i>		
<i>10.0</i>	<i>2</i>		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
<i>22,000</i>	<i>1</i>	<i>1000</i>	<i>1</i>
<i>33,000</i>	<i>1</i>	<i>30</i>	<i>2</i>
<i>47,500</i>	<i>1</i>		

Revised 1-13-11

COMPANY NAME: <i>Bradshaw water company</i>	Test Year Ended: <i>2009</i>
Name of System: <i>Bradshaw water company</i>	ADEQ Public Water System Number: <i>13-141</i>

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS		
Size (in inches)	Material	Length (in feet)
2	PVC	3,150
3		
4	PVC	14,459
5		
6	PVC	22,548
8	PVC	10,744
10		
12		

CUSTOMER METERS	
Size (in inches)	Quantity
5/8 X 3/4	171
3/4	
1	2
1 1/2	
2	
Comp. 3	
Turbo 3	
Comp. 4	
Turbo 4	
Comp. 6	
Turbo 6	

For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:

1 - Nano Filtration System
 2 - Chlorination Systems
 1 - Aqua-mag System
 This equipment was taken out of service in 2001 since Bradshaw was hooked up from the town of Prescott Valley water district.

STRUCTURES:

3 - Pump Enclosures
 4 - Well Enclosures
 3 - PRV vaults

OTHER:

Corrections on the 2" PVC length of pipe, when phase IV was added to Bradshaw water company this brought the footage up on the 4" and 8" PVC pipe and another PRV vault was added. another well head was fully enclosed to bring that too four.

REVISED 1/12/11

COMPANY NAME: Bradshaw WATER Co. Test Year Ended: 12/31/09
Name of System: Bradshaw WATER ADEQ Public Water System Number: 13-141

WATER USE DATA SHEET BY MONTH FOR TEST YEAR

MONTH/YEAR	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	168	67,453	133,240	725,000
FEBRUARY	160	605,496	113,410	645,000
MARCH	169	849,877	143,640	655,000
APRIL	168	876,668	96,730	1,005,000
MAY	169	1,115,358	188,690	880,000
JUNE	166	1,445,375	118,750	1,305,000
JULY	167	1,206,729	50,120	1,670,000
AUGUST	167	827,171	72,570	1,265,000
SEPTEMBER	166	1,129,551	53,860	1,300,000
OCTOBER	165	1,027,251	58,770	1,325,000
NOVEMBER	168	1,034,431	52,070	1,385,000
DECEMBER	166	654,073	96,680	780,000
TOTALS →		* 11,389,433	** 1,178,530	12,940,000

What is the level of arsenic for each well on your system? .0072 mg/l
(If more than one well, please list each separately.) .0094

If system has fire hydrants, what is the fire flow requirement? 500 GPM for 1 hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?
 Yes No

Is the Water Utility located in an ADWR Active Management Area (AMA)?
 Yes No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?
 Yes No

If yes, provide the GPCPD amount: ∅

Note: If you are filing for more than one system, please provide separate data sheets for each system. For explanation of any of the above, please contact Engineering at 602-542-7277.

* This number must be equal to the number entered on Page 6, "sold gallons."
** Gallons pumped cannot equal or be less than the gallons sold

COMPANY NAME: Bradshaw WATER Test Year Ended: 12/31/09
 Name of System: Bradshaw Water ADEQ Public Water System Number: 13-141

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	TEST YEAR
461	Metered Water Revenue	\$ 128,338	\$ 129,037
460	Unmetered Water Revenue	0	
474	Other Water Revenues	3,085	2,776
	TOTAL OPERATING REVENUES	\$ 131,423	\$ 131,813 *
	OPERATING EXPENSES		
601	Salaries and Wages (See page 1, item 4)	\$ 0	\$ 0
610	Purchased Water (See page 1, item 5)	60,840	69,324
615	Purchased Power (See page 1, item 6)	6,027	6,049
618	Chemicals	0	0
620	Repairs and Maintenance (See page 1, item 7)	14,150	29,829
621	Office Supplies and Expense	3,209	3,418
630	Outside Services (See page 1, item 8)	14,022	18,120
635	Water Testing (See page 1, item 9)	868	1,382
641	Rents	2,697	2,949
650	Transportation Expenses	0	0
657	Insurance - General Liability	3,723	3,441
659	Insurance - Health and Life	0	0
666	Regulatory Commission Expense - Rate Case	0	2,362
675	Miscellaneous Expense	2,598	2,826
403	Depreciation Expense (From page 20)	55,752	53,523
408	Taxes Other Than Income	0	0
408.11	Property Taxes (See page 1, item 10)	5,073	4,167
409	Income Tax	0	50
	TOTAL OPERATING EXPENSES	\$ 168,959	\$ 197,440
	OPERATING INCOME/(LOSS)	\$ <37,536	\$ <65,627
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$ 0	\$ 0
421	Non-Utility Income	26,722	26,030
426	Miscellaneous Non-Utility Expenses	<26,692	<26,000
427	Interest Expense	<2212	<1920
	TOTAL OTHER INCOME/(EXPENSE)	\$ <2182	\$ <1890
	NET INCOME/(LOSS)	\$ <39,718	\$ <67,517

Note: Do not include sales tax in revenue or expense. Please refer to the checklist on page 1 for the required attachments related to this schedule.

* This number must be identical to the number entered on page 6 "total operating revenues."

Revised 1/12/11

REVISED 1/12/11

COMPANY NAME: Bradshaw WATER Co. Test Year Ended: 12/31/09
Name of System: Bradshaw WATER ADEQ Public Water System Number: 13-141

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(If more than one well, please list each separately.) .0094

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() Yes () No

Is the Water Utility located in an ADWR Active Management Area (AMA)?
() Yes () No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?
() Yes () No

If yes, provide the GPCPD amount: ∅

Note: If you are filing for more than one system, please provide separate data sheets for each system. For explanation of any of the above, please contact Engineering at 602-542-7277.

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 Name of System: Bradshaw Water ADEQ Public Water System Number: 13-141

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657	Insurance - General Liability	3,723	3,441
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409	Income Tax	0	50
	TOTAL OPERATING EXPENSES	\$ 168,959	\$ 197,440
	OPERATING INCOME/(LOSS)	\$ (37,536)	\$ (65,627)
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$ 0	\$ 0
421	Non-Utility Income	26,722	26,030
426	Miscellaneous Non-Utility Expenses	(26,692)	(26,000)
427	Interest Expense	(2212)	(1920)
	TOTAL OTHER INCOME/(EXPENSE)	\$ (2182)	\$ (1890)
	NET INCOME/(LOSS)	\$ (39,718)	\$ (67,517)

Note: Do not include sales tax in revenue or expense. Please refer to the checklist on page 1 for the required attachments related to this schedule.

* This number must be identical to the number entered on page 6 "total operating revenues."

Revised 1/12/11

COMPANY NAME: Bradshaw WATER Co Test Year Ended: 12/31/09
 Name of System: Bradshaw WATER ADEQ Public Water System Number: 13-141

BALANCE SHEET *Revised 1/14/11*

Acct. No.	ASSETS	BALANCE AT BEGINNING OF TEST YEAR	BALANCE AT END OF TEST YEAR
CURRENT AND ACCRUED ASSETS			
131	Cash	\$ 2,766	\$ 4,155
134	Working Funds	∅	∅
135	Temporary Cash Investments	∅	∅
141	Customer Accounts Receivable	12,530	8,739
146	Notes/Receivables from Associated Companies	∅	∅
151	Plant Material and Supplies	∅	∅
162	Prepayments	∅	∅
174	Miscellaneous Current and Accrued Assets	∅	∅
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 15,296	\$ 12,894
FIXED ASSETS			
101	Utility Plant in Service	\$ 1,390,191	\$ 1,390,191 *
103	Property Held for Future Use	∅	∅
105	Construction Work in Progress	∅	∅
108	Accumulated Depreciation – Utility Plant ("AD-UP")	856,201	(\$ 909,723)**
121	Non-Utility Property	∅	∅
122	Accumulated Depreciation – Non Utility ("AD-NU")	∅	(\$ ∅)
	TOTAL FIXED ASSETS	\$ 533,990	\$ 480,468
	TOTAL ASSETS	\$ 549,286	\$ 493,362

Note: Total Assets on this page should equal the sum of Total Liabilities and Total Capital on page 22. Also, numbers in parentheses should be subtracted. For example, Accounts 108 and 122 should be subtracted from Total Fixed Assets.

* Must equal page 15, original cost
 ** Must equal page 15, accumulated depreciation

Bradshaw

From: "Crystal Brown" <CBrown@azcc.gov>
To: <bwco@cableone.net>
Cc: "Katrin Stukov" <KStukov@azcc.gov>
Sent: Wednesday, January 12, 2011 11:52 AM
Subject: Bradshaw Water Company - Deficiencies from Staff Engineer

Here are the deficiencies from Katrin Stukov, Staff Engineer:

1. Plant Description - Referring to the Plant Description on pages 16 and 17, it appears that some plant items (for example, well casing depth) are not consistent with the plant description reported in the last rate case. Please have the system operator verify this data.
2. Water Testing - Does ADEQ require the Company to test for lead and copper? If so, please provide the following information:
 - a. Monitoring cycle (monthly, quarterly, annually, per three-year etc.);
 - b. Number of tests per monitoring cycle; *Five*
 - c. Cost per test. *\$34.00*

Fax 602 364-2270

Crystal Brown
 Public Utilities Analyst V
 Financial and Regulatory Analysis
 602-542-0864

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