

OPEN MEETING AGENDA ITEM



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ORIGINAL RECEIVED

2011 JUN 13 P 4: 35

AZ CORP COMMISSION
BUCKET CONTROL

BEFORE THE ARIZONA CORPORATION COMMISSION

9 COMMISSIONERS
10 GARY PIERCE, CHAIRMAN
11 PAUL NEWMAN
12 SANDRA D. KENNEDY
13 BOB STUMP
14 BRENDA BURNS

Arizona Corporation Commission

DOCKETED

JUN 13 2011

DOCKETED BY

15 IN THE MATTER OF THE
16 APPLICATION OF CERBAT WATER
17 COMPANY FOR A RATE INCREASE

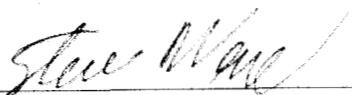
DOCKET NO. W-02391A-10-0218
W-02391A-11-0166

NOTICE OF MAILING AND
PUBLICATION OF PUBLIC NOTICE
OF HEARING

21 The Cerbat Water Company ("Company"), hereby submits this notice of mailing
22 and of the public notice of hearing. An affidavit verifying the Company mailed to each
23 known customer the public notice of hearing by First Class U.S. Mail on June 3, 2011 is
24 set forth in Attachment 1.

26 RESPECTFULLY SUBMITTED this 13th day of June, 2011.

MOYES SELLERS LTD.



Steve Wene
Attorneys for Cerbat Water Company, Inc.

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5 Original and 15 copies filed
6 this 13th day of June, 2011 with:

7 Docket Control
8 Arizona Corporation Commission
9 1200 West Washington
10 Phoenix, Arizona 85007
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ATTACHMENT 1

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AFFIDAVIT

STATE OF ARIZONA)
) ss.
County of Mohave)

I, the undersigned, after being first duly sworn upon my oath, hereby affirm as follow:

- 1) I am over the age of eighteen.
- 2) I have personal knowledge of the statements set forth herein and I am competent to testify at a hearing or trial with respect to the same.
- 3) I certify that on behalf of Cerbat Water Company on June 3, 2011, I caused to be mailed to the Company's customers notice of hearing attached hereto.

DATED this 3rd day of June, 2011.

Mike Neal

Mike Neal, Manager

SUBSCRIBED AND SWORN TO before me, a Notary Public, this 3rd day of June, 2011.

Michelle Alvarado

Notary Public

My Commission Expires: 5.1.2012



**PUBLIC NOTICE OF OPEN MEETING ON
APPROVAL OF IMPLEMENTATION OF EMERGENCY WATER
PURCHASE SURCHARGE MECHANISM
BY CERBAT WATER COMPANY**

JUNE 16, 2011

DOCKET NO. W-02391-10-0218 & W-02391-11-0166

On May 26, 2011, the Commission authorized Cerbat Water Company ("Cerbat" or "Company") to implement an emergency water purchase surcharge mechanism. The surcharge will be used to pay for purchased water due to a well pump failure, which required the Company to incur costs related to the purchase of water from the City of Kingman. This water purchase surcharge should appear on your July and/or August 2011 bill.

An Arizona Corporation Commission Open Meeting is scheduled **June 16, 2011** beginning, at **10:00 a.m.**, at the Commission's offices, 1200 West Washington Street, Hearing Room No. 1, Phoenix, Arizona, to discuss finalization of this surcharge mechanism. Public comments will be taken on the day of the Open Meeting. Written public comments may be submitted by mailing a letter referencing Docket No. **W-02391-10-0218 & W-02391-11-0166** to Arizona Corporation Commission, Consumer Services Section, 1200 West Washington, Phoenix, AZ 85007, or by e-mail. For a form to use and instructions on how to e-mail comments to the Commission, please go to <http://www.azcc.gov/Divisions/Utilities/consumerservices.asp>. If you require assistance, you may contact the Consumer Services Section at 1-800-222-7000 or 602-542-4251.

The following is an example of how the surcharge will be calculated for your bill. The exact amount of the surcharge will depend on how much water is purchased from the City, how much total water is sold by Cerbat in the month, and how much water you as an individual ratepayer consumed in the month.

EMERGENCY WATER PURCHASE SURCHARGE MECHANISM

- | | |
|--|----------|
| 1. Cost of Purchased Water from the City in Month X | A |
| 2. Total Quantity of Water Sold by Cerbat in Month X (1,000-gallons) | B |
| 3. Cost per 1,000-gallons of Purchased Water from the City in Month X ($A \div B = C$) | C |
| 4. Quantity of Water billed to Customer in Month X (1,000-gallons) | D |
| 5. Emergency Water Purchase Surcharge billed to Customer in Month X ($C \times D = E$) | E |

EXAMPLE

SAMPLE CALCULATION OF EMERGENCY WATER PURCHASE SURCHARGE

- | | |
|--|---------|
| 1. Cost of Purchased Water from the City of Kingman in Month X | \$5,000 |
| 2. Total Quantity of Water Sold in Month X (1,000-gallons) | 2,800 |
| 3. Cost per 1,000-gallons of Purchased Water from the City of Kingman in Month X | \$1.79 |
| 4. Quantity of Water billed to Customer in Month X (5,468/1,000-gallons) | 5.468 |
| 5. Emergency Water Purchase Surcharge billed to Customer in Month X | \$9.79 |

NOTE: This surcharge is **in addition** to the \$12.52 surcharge approved by the Arizona Corporation Commission in Decision No.72385.

Questions should be directed to Cerbat Water Company at 928-757-2205.