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BEFORE THE ARIZONA CORPORATION COMMISSION

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COMMISSIONERS

GARY PIERCE, Chairman
BOB STUMP
SANDRA D. KENNEDY
PAUL NEWMAN
BRENDA BURNS

2011 JUN 24 P 4:00

AZ CORP COMMISSION
DOCKET CONTROL

IN THE MATTER OF THE APPLICATION OF ARIZONA WATER COMPANY, AN ARIZONA CORPORATION, TO EXEND ITS EXISTING CERTIFICATE OF CONVENIENCE AND NECESSITY IN THE CITY OF CASA GRANDE AND IN PINAL COUNTY, ARIZONA.

Docket No. W-01445A-06-0199

IN THE MATTER OF THE APPLICATION OF PALO VERDE UTILITIES COMPANY FOR AN EXTENSION OF ITS EXISTING CERTIFICATE OF CONVENIENCE AND NECESSITY.

Docket No. SW-03575A-05-0926

IN THE MATTER OF THE APPLICATION OF SANTA CRUZ WATER COMPANY FOR AN EXTENSION OF ITS EXISTING CERTIFICATE OF CONVENIENCE AND NECESSITY.

Docket No. W-03576A-05-0926

IN THE MATTER OF THE APPLICATION OF PALO VERDE UTILITIES COMPANY FOR AN EXTENSION FO ITS EXISTING CERTIFICATE OF CONVENIENCE AND NECESSITY.

Docket No. SW-03575A-07-0300

IN THE MATTER OF THE APPLICATION OF SANTA CRUZ WATER COMPANY FOR AN EXTENSION OF ITS EXISTING CERTIFICATE OF CONVENIENCE AND NECESSITY.

Docket No. W-03576A-07-0300

ARIZONA WATER COMPANY, AN ARIZONA CORPORATION,

COMPLAINANT,

VS.

GLOBAL WATER RESOURCES, LLC, A FOREIGN LIMITED LIABILITY COMPANY;
GLOBAL WATER RESOURCES, INC., A DELAWARE CORPORATION; GLOBAL WATER MANAGEMENT, LLC, A FOREIGN

Docket No. W-01445A-06-0200
Docket No. SW-20445A-06-0200
Docket No. W-20446A-06-0200
Docket No. W-03576A-06-0200
Docket No. SW-03575A-06-0200

Global Utilities'
Supplement to Exceptions

Arizona Corporation Commission

DOCKETED

JUN 24 2011

DOCKETED BY

1 LIMITED LIABILITY COMPANY; SANTA
2 CRUZ WATER COMPANY, LLC, AN
3 ARIZONA LIMITED LIABILITY
4 CORPORATION; PALO VERDE UTILITIES
5 COMPANY, LLC, AN ARIZONA LIMITED
6 LIABILITY CORPORATION; GLOBAL WATER
7 – PALO VERDE UTILITIES COMPANY, AN
8 ARIZONA CORPORATION; JOHN AND JANE
9 DOES I-20; ABC ENTITIES I-XX,

RESPONDENTS.

8 IN THE MATTER OF THE JOINT
9 APPLICATION OF CP WATER COMPANY
10 AND FRANCISCO GRANDE UTILITIES
11 COMPANY TO TRANSFER THEIR
12 CERTIFICATES OF CONVENIENCE AND
13 NECESSITY AND ASSETS TO PALO VERDE
14 UTILITIES COMPANY AND SANTA CRUZ
15 WATER COMPANY.

Docket No. WS-01775A-07-0485
Docket No. SW-03575A-07-0485
Docket No. W-02442A-07-0485
Docket No. W-03576A-07-0485

**Global Utilities'
Supplement to Exceptions**

14 Global Water – Palo Verde Utilities Company (“Palo Verde”), Global Water – Santa Cruz
15 Water Company (“Santa Cruz”) and CP Water Company (collectively, the “Global Utilities”)¹, as
16 required by the Commission’s May 31, 2011 Procedural Order, respectfully provide supplemental
17 information in support of their Exceptions to the Recommended Opinion and Order (“ROO”) in
18 these dockets.

19 Global’s exceptions covered the following seven points:

20 (1) **Areas the Global Utilities didn’t request.** The ROO recommends that the Global
21 Utilities receive CC&N extensions for areas they never requested. As explained in Global’s
22 Exceptions, the Global Utilities do not have adequate plans to serve those areas at this time, and
23 the landowners of those areas have not requested service from the Global Utilities. These

24
25 ¹ Where the context requires, “Santa Cruz”, “Palo Verde” and the “Global Utilities” also include
26 “Santa Cruz Water Company, LLC” and “Palo Verde Utilities Company, LLC”, predecessor
27 companies. See Decision No. 69920 (Sept. 27, 2007)(approving transfer with retroactive date of
January 1, 2006).

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1 unrequested areas are shown on Map 1, which is the overview map attached to the exceptions, and
2 Map 2, which is a revised overview map. In addition, the unrequested areas are shown in greater
3 detail on Map 3. The unrequested areas the ROO recommends granting to Palo Verde and Santa
4 Cruz are shown on Map 3 in blue, and the unrequested areas the ROO recommends granting to just
5 Palo Verde are shown in green. The parcels with requests for service were shown in the record on
6 Exhibit G-4. Proposed amendment language to exclude these areas from the ROO is included in
7 Attachment A to the Global Utilities Exceptions, items (1) to (7).

8 **(2) Areas the Global Utilities did request.** There are a few parcels that the Global
9 Utilities requested, but which are not shown as granted to them on the map attached as Exhibit F to
10 the ROO. However, the rationale in the main text of the ROO appears to support including these
11 parcels, and the exclusion of these parcels from the map may have been an oversight in a very
12 complex case. Moreover, the landowners requested the Global Utilities to serve these parcels, and
13 the utilities have the unquestioned financial, managerial and technical capacity to do so.

14 **South East Service Area.** Map 4 shows two parcels (outlined in red) south of Francisco
15 Grande that Palo Verde requested, and which should be included in the CC&N extension. These
16 areas are addressed in the record in Exhibit G-4 (request for service map) and Exhibit G-6 (map of
17 proposed wastewater system).

18 **North Service Area.** Map 5 shows several small parcels in the North Service Area that
19 should be granted to Palo Verde (diagonally striped area) or to Palo Verde and Santa Cruz (green
20 diagonally striped area). The North Service Area parcels are discussed in the record at pages 255-
21 257 of the Transcript, and are shown on Exhibit G-9 (Map of Palo Verde North System) and
22 Exhibit G-18 (Amendment to Application to add parcel to Santa Cruz).

23 **Legends.** The ROO does not explicitly address the CC&N extension requested in the
24 Legends dockets, SW-03575A-07-0300 et al. The Global Utilities submitted requests for service
25 for each acre in this extension area, are prepared to serve, and there is no opposition. Palo Verde's
26 requested extension in the Legends docket is shown on Map 6 (diagonally striped area), and Santa
27 Cruz's requested extension in the Legends docket is shown on Map 7 (diagonally striped area).

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1 The Legends areas are addressed in the record at Exhibit G-10 (Legends Application) and at pages
2 257 to 258 of the Transcript.

3 **Amendment Language.** Proposed language to grant these all of these requested areas to
4 Santa Cruz and Palo Verde is included in Attachment A to the Global Utilities' Exceptions, item
5 (8).

6 (3) **AWC Transfer Area.** The Global Utilities agreed to transfer a very small portion
7 of Santa Cruz's certificated area to AWC. This area is much closer to AWC's certificated area
8 (including extensions recommended in the ROO) than to any of Santa Cruz's other certificated
9 areas. In addition, the landowner of this parcel did not object. This small transfer parcel is shown
10 on Map 8. The transfer parcel is addressed in the record at page 229 of the Transcript. Proposed
11 language to transfer this parcel to Arizona Water Company is included in Attachment A to the
12 Global Utilities' Exceptions, item (9).

13 (4) **Francisco Grande Transfer.** The ROO recommends approval of the transfer of
14 Francisco Grande Utility Company's ("Francisco Grande") assets and CC&Ns to Santa Cruz and
15 Palo Verde. Because Francisco Grande is no longer part of the Global Utilities, it is not
16 appropriate to transfer the CC&N. The Francisco Grande CC&N areas are shown on Maps 1 and
17 2. Proposed language to eliminate the Francisco Grande transfer is included in Attachment A to
18 the Global Utilities' Exceptions, item (10).

19 (5) **Planning Areas.** Not addressed in this filing.

20 (6) **Copper Mountain.** As explained in the Exceptions, the language in the ROO
21 regarding the Copper Mountain Ranch Facilities District is unclear and should be deleted. The
22 District area is outlined in red on Map 1. Proposed amendment language to delete the unclear
23 Copper Mountain language in the ROO is included in Attachment A to the Global Utilities'
24 Exceptions, item (18).

25 (7) **Compliance dates.** Not addressed in this filing.

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RESPECTFULLY SUBMITTED this 24th day of June, 2011.

ROSHKA DEWULF & PATTEN, PLC

By Timothy J. Sabo

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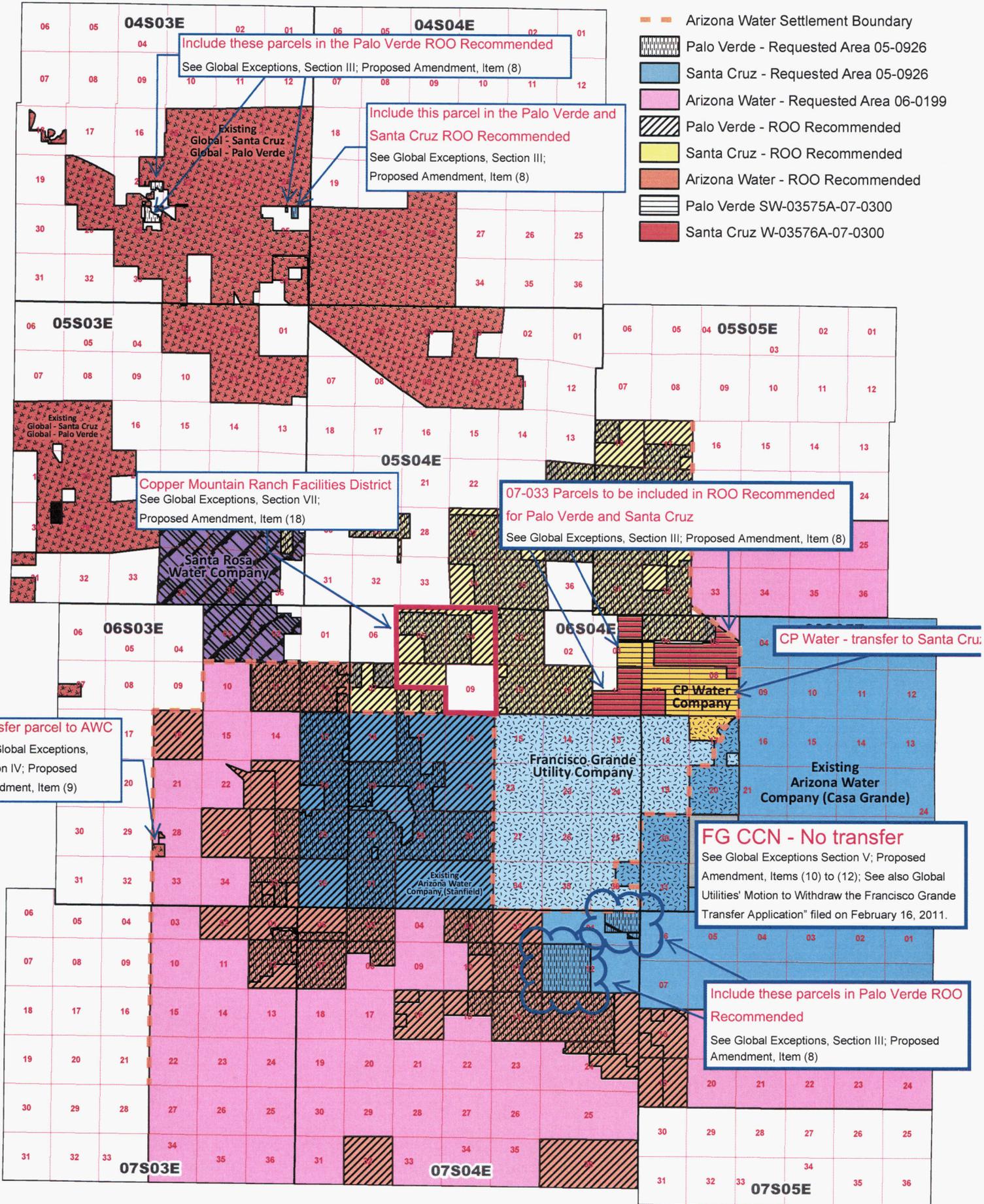
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MAP

"1"

Exhibit B

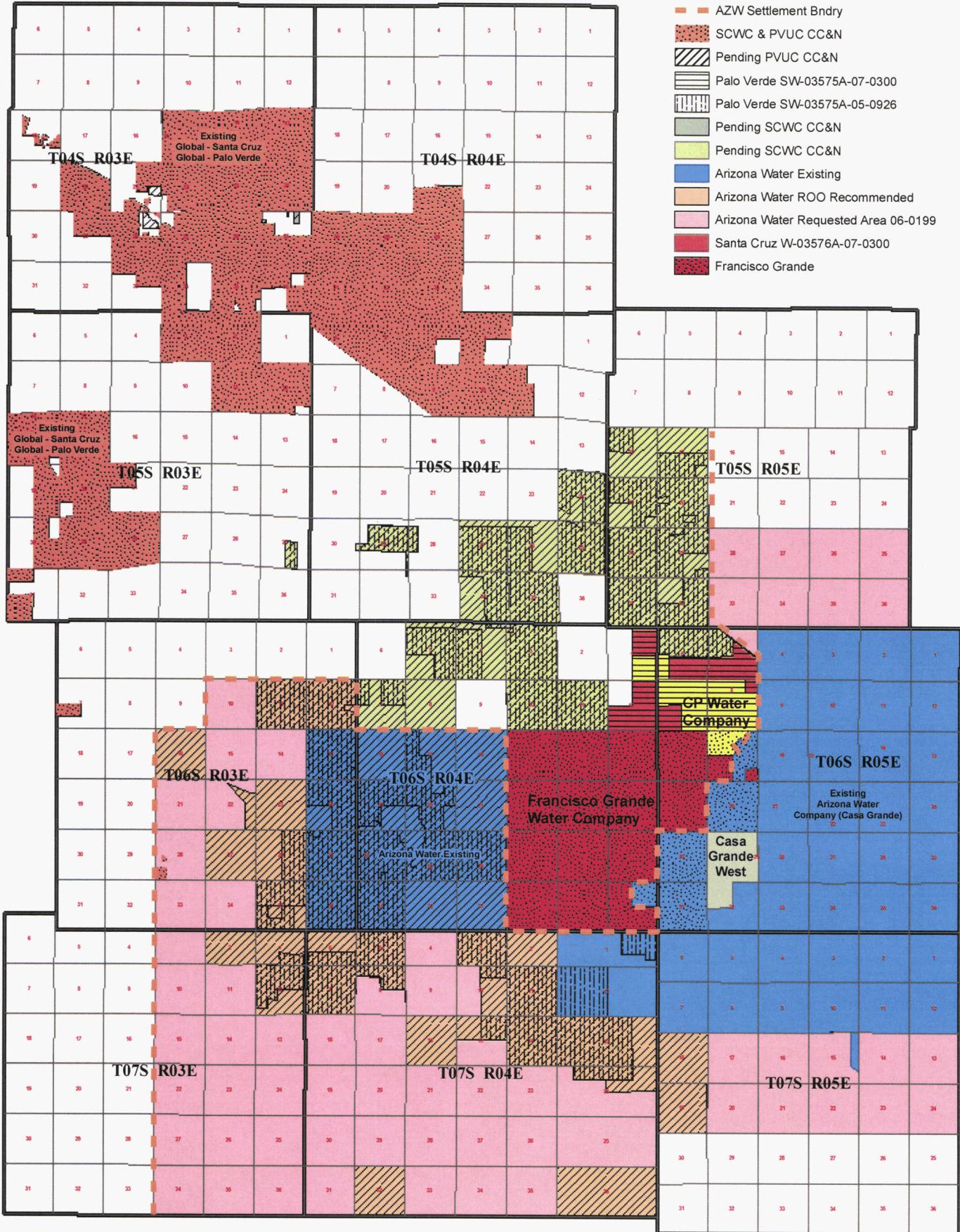


ROO RECOMMENDED AND COMPANY REQUESTED

MAP

"2"

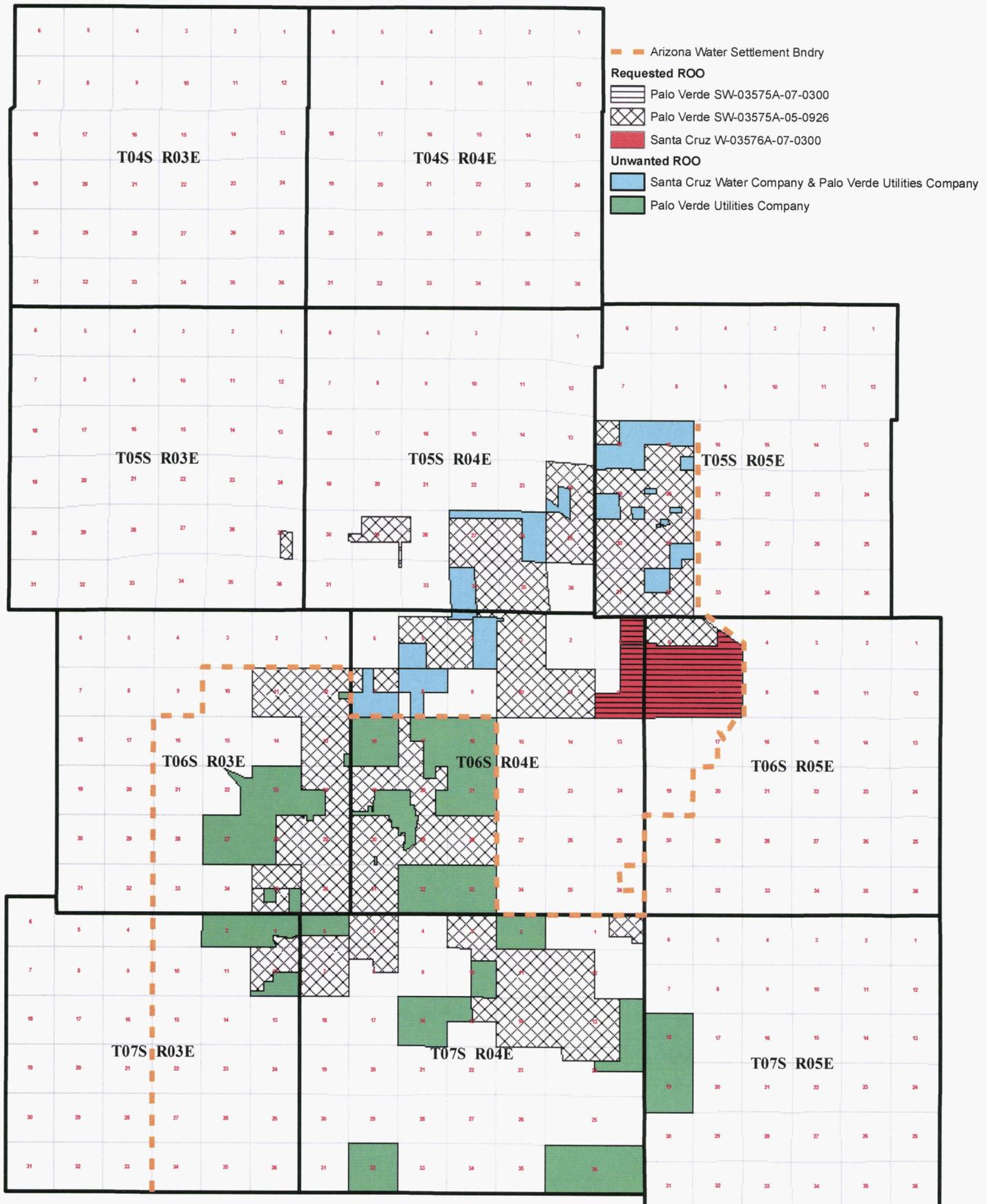
Exhibit B



ROO RECOMMENDED AND COMPANY REQUESTED

MAP

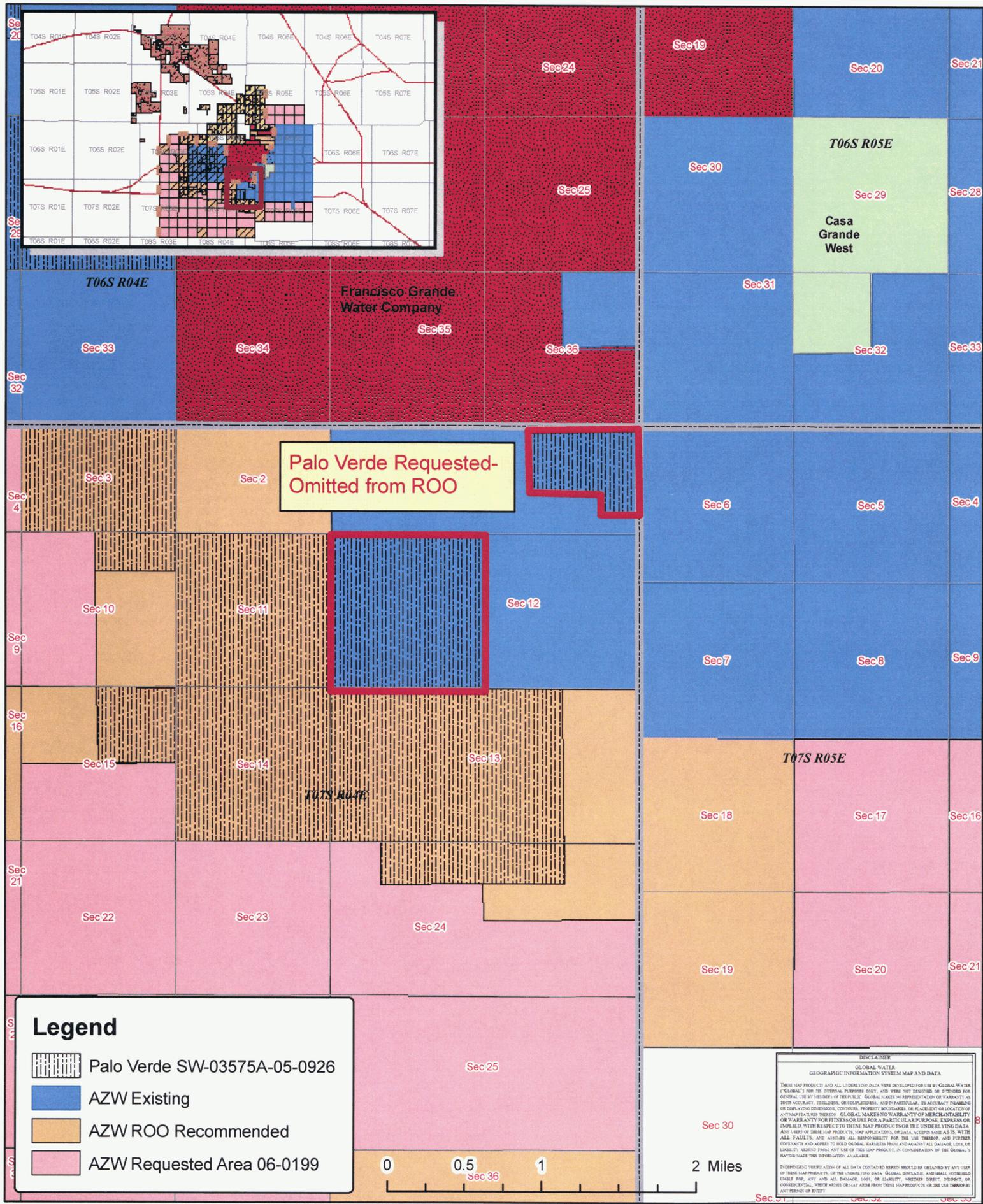
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COMPANY REQUESTED AND UNWANTED ROO

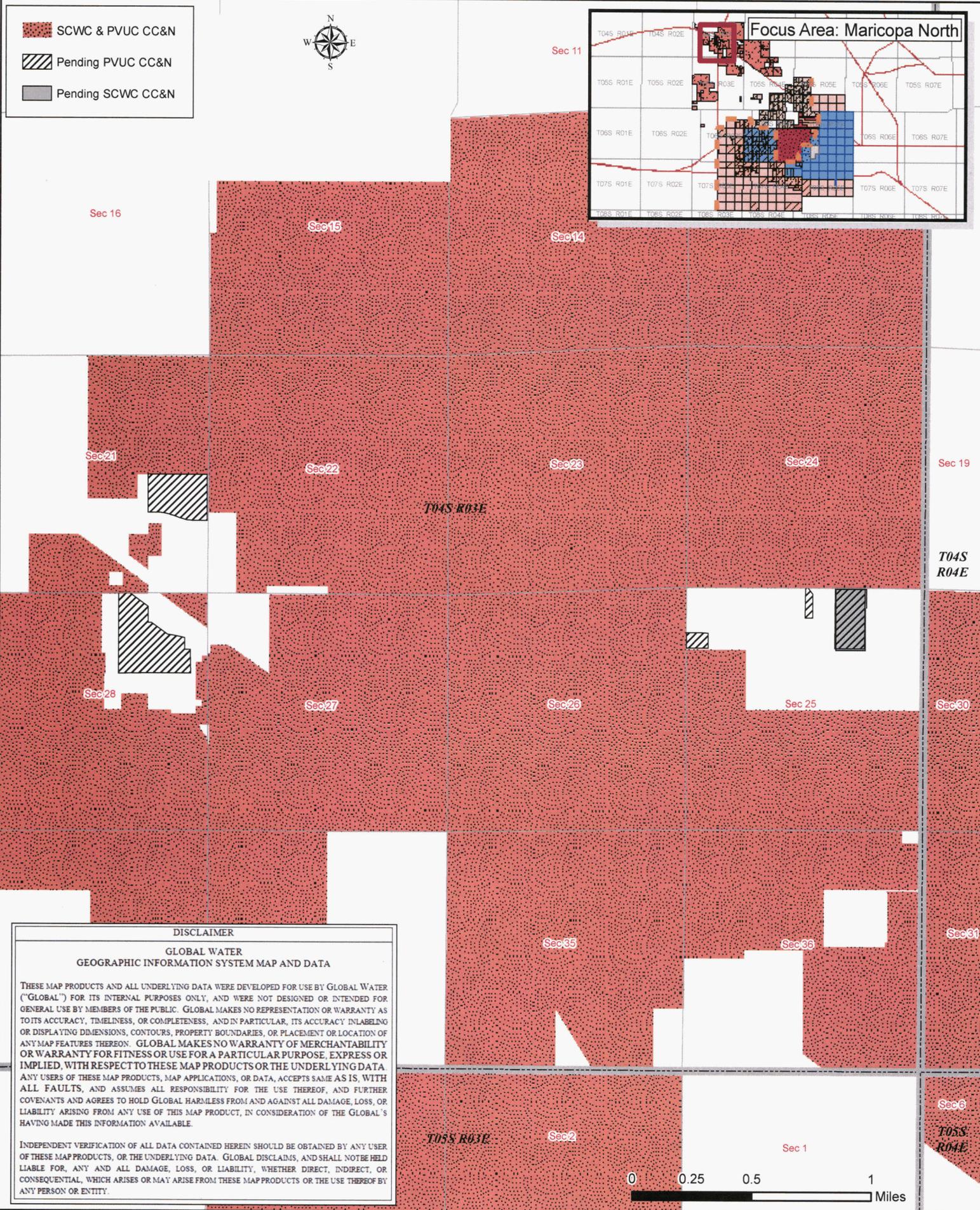
MAP

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MAP

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MAP

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GLOBAL WATER

Palo Verde Utilities Company CC&N Extensions Legends

ARIZONA
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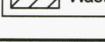
T05S R05E

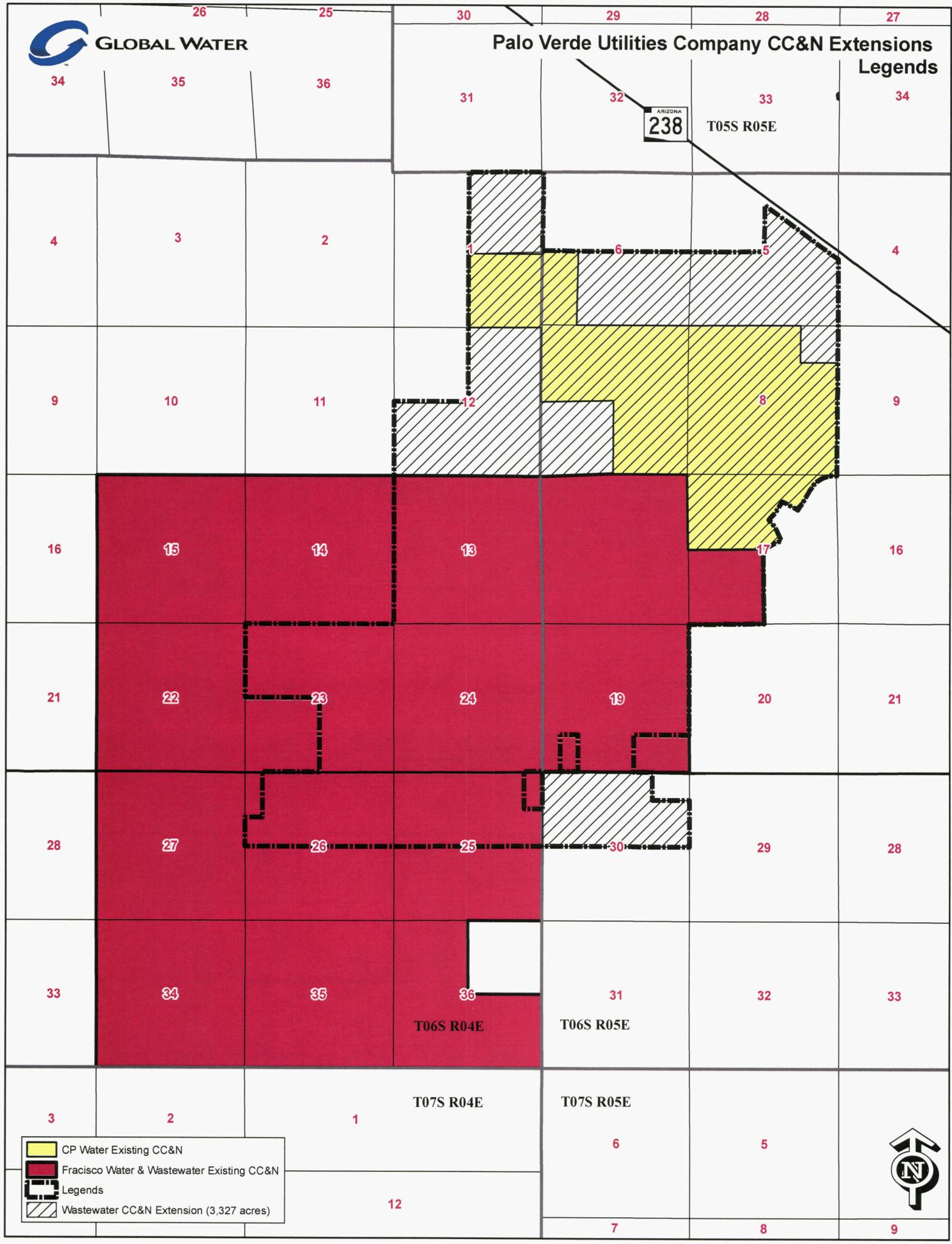
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T06S R05E

T07S R04E

T07S R05E

-  CP Water Existing CC&N
-  Fracisco Water & Wastewater Existing CC&N
-  Legends
-  Wastewater CC&N Extension (3,327 acres)



MAP

"7"



GLOBAL WATER

Santa Cruz Water Company CC&N Extensions Legends

ARIZONA
238

T05S R05E

T06S R04E

T06S R05E

T07S R04E

T07S R05E

-  CP Water Existing CC&N
-  Fracisco Water & Wastewater Existing CC&N
-  Legends
-  Water CC&N Extension (1,494 acres)



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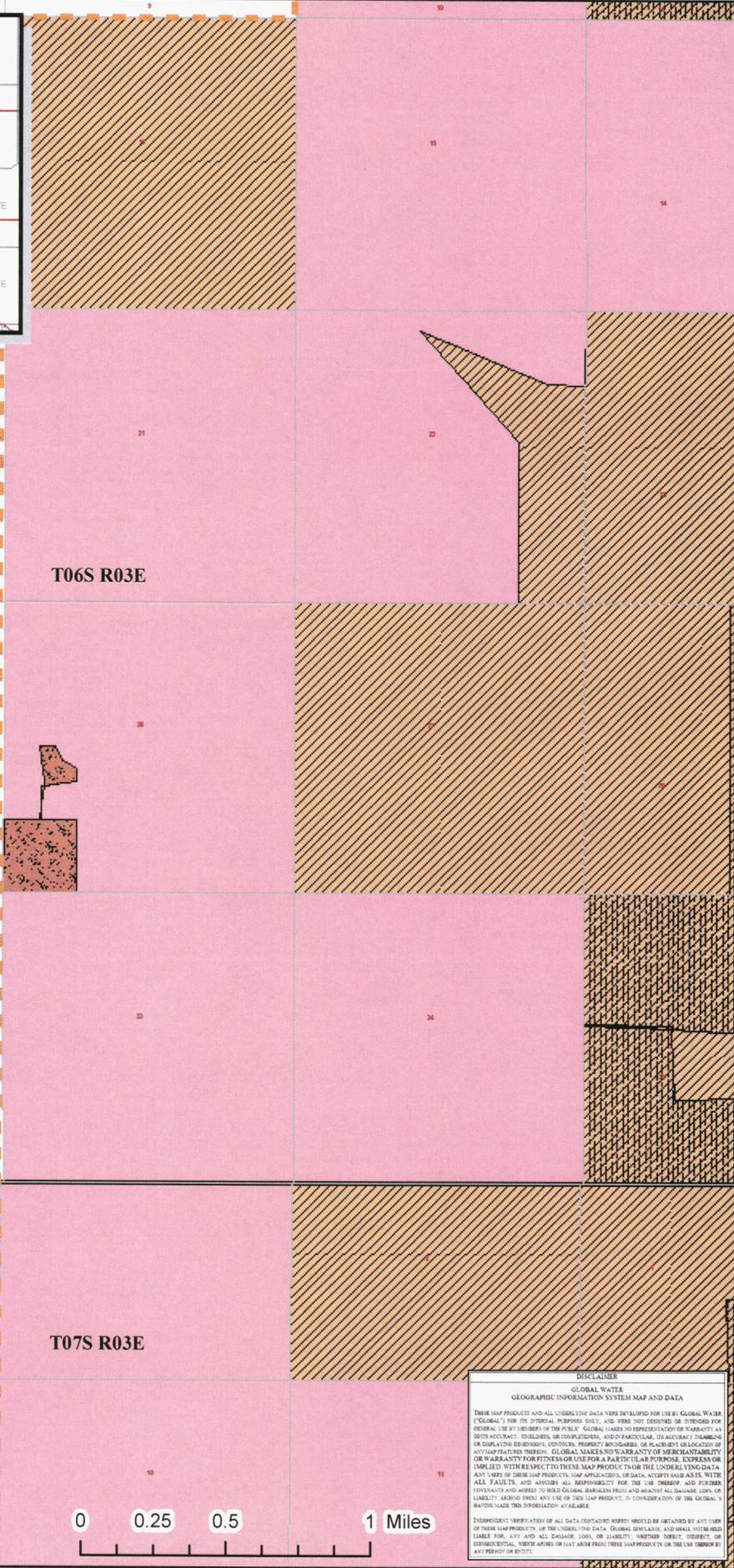
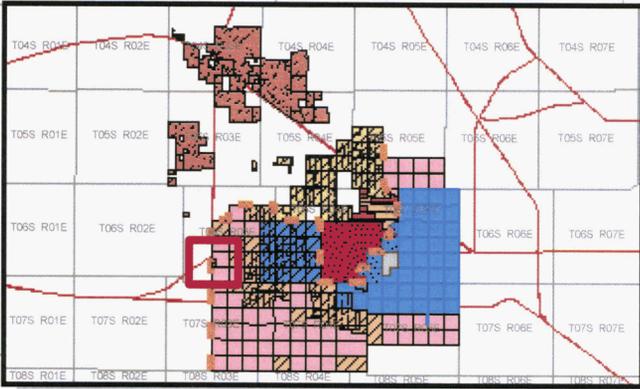
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MAP

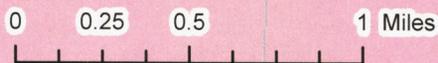
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Transfer Parcel to AWC
See Global Exceptions,
Section IV; Proposed
Amendment, Item (9)

Legend

- Palo Verde ROO-Recommended
- AZW ROO Recommended
- AZW Requested Area 06-0199
- Palo Verde SW-03575A-07-0300
- Palo Verde SW-03575A-05-0926
- Approved SCWC & PVUC CC&N



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GEOGRAPHIC INFORMATION SYSTEM MAP AND DATA

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