

ORIGINAL



0000129273

THIS AMENDMENT:

Passed Passed as amended by _____

Failed Not Offered Withdrawn

RECEIVED

2011 SEP -1 P 2:51

AZ CORP COMMISSION
DOCKET CONTROL

PIERCE PROPOSED AMENDMENT #2

DATE PREPARED: September 1, 2011

COMPANY: Far West Water & Sewer

DOCKET NOS: WS-03478A-08-0256

OPEN MEETING DATES: September 6 & 7, 2011 AGENDA ITEM: 15

Page 56, lines 22-25

DELETE:

“However, Spartan has not offered any documentary evidence, in the form of invoices or canceled checks, for example, supporting Mr. Householder’s assertion that Spartan paid sales taxes of \$4,624 to Noll Construction, or \$23,285 in engineering fees to YTE. Without support for these amounts, we will not require Far West to refund them.”

INSERT:

“In addition, Mr. Householder testified at the hearing that Spartan paid sales taxes of \$4,624 to Noll Construction for the water system construction, and his testimony was corroborated by his March 29, 2007 letter to Mr Capestro stating that total sales taxes paid to Noll Construction were \$8,892.99. Mr. Householder further testified as to the breakdown of the total sales taxes, with 52 percent (or\$4,624) allocated to water system costs and 48 percent (or \$4,268.99) allocated to sewer system costs. Far West did not rebut this evidence and testimony. Mr. Householder also testified that Spartan paid \$23,285 in engineering fees to YTE for work directly related to the water system construction. Mr. Galindo provided substantial corroborating testimony at the hearing describing in detail the nature of the engineering and claimed by Spartan for engineering and related services is reasonable in light of the total cost of the water system and the extend of the services performed by YTE. While Spartan did not submit invoices for the \$4,624 in sales taxes and the \$23,285 paid to YTE for the engineering and related services, we know that sales tax expense and engineering expense are properly includable in the costs of constructing utility infrastructure. We note also that Far West did not rebut this evidence and testimony.”

Page 56, line 26, REPLACE “\$126,270.72” with “\$154,180”

Page 74, line 13, REPLACE “\$125,000” with “\$150,000”

Page 78, line 9, REPLACE “\$126,270.72” with “\$154,180”

Page 79, line 18, REPLACE “\$126,270.72” with “\$154,180”

Page 79, line 21, REPLACE “\$126,270.72” with “\$154,180”

Conforming changes.

Arizona Corporation Commission
DOCKETED

SEP 1 2011

DOCKETED BY	
-------------	--