

ORIGINAL

MEMORANDUM



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Arizona Corporation Commission

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TO: Docket Control Center

FROM: Steven M. Olea  
Director  
Utilities Division

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ARIZONA CORPORATION COMMISSION  
DOCKET CONTROL

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DATE: March 6, 2012

RE: DOUBLE DIAMOND UTILITIES, INC. - REQUEST FOR EXTENSION OF COMPLIANCE DEADLINES (DOCKET NO. WS-20543A-07-0435)

In Decision No. 70352, dated May 16, 2008, the Arizona Corporation Commission ("Commission") approved the applications of Double Diamond Utilities, Inc. ("Double Diamond") for Certificates of Convenience and Necessity ("CC&N") to provide water and wastewater service in Mohave County.

As part of Decision No. 70352, the Commission ordered the following:

"...that Double Diamond Utilities, Inc., shall retain a Certified Operator and file notification of the entity's name and qualifications, as a compliance item at least six months before it serves its first customer or by June 30, 2009, whichever comes first."

"...that Double Diamond Utilities, Inc., shall procure a performance bond or irrevocable sight draft letter of credit in the amount of \$500,000 by December 31, 2008"

On December 17, 2008, Double Diamond docketed a "Motion for Extension of Compliance Dates" requesting an extension of time for the provision of the performance bond and the Certified Operator. The Company seeks to have the due date for the \$500,000 performance bond/irrevocable sight draft letter of credit ("LOC) set 15 days prior to providing service to any customer and further seeks to have the Certified Operator due date set "at least six months before it serves its first customer. On January 30, 2009, Staff filed a memorandum wherein Staff recommended "30 days before it serves its first customer or December 31, 2011, whichever comes first" for the performance bond/LOC filing. Staff similarly recommended "at least six months before it serves its first customer or December 31, 2011, whichever comes first" for the Certified Operator requirement. On April 7, 2009, the Commission issued Decision No. 70947 adopting Staff's recommendations.

On December 22, 2011, the Company docketed a subsequent "Motion for Extension of Compliance Dates" seeking further extensions of time for provision of the performance bond/LOC and Certified Operator requirements. The application points to the fact that the "economy has experienced a precipitous downturn" as rationale for the extension request and states that the developer ("The Mardians") "still fully intends to proceed with the White Hills development".

SERVICE LIST FOR:           DOUBLE DIAMOND UTILITIES, INC.  
  DOCKET NO. WS-20543-07-0435

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