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2012 JUN 28 P 4: 21

AZ CORP COMMISSION
DOCKET CONTROL

28 June 2012

Nancy Scott
Utilities Division
Arizona Corporation Commission
1200 West Washington
Phoenix, AZ 85007

Arizona Corporation Commission
DOCKETED
JUN 28 2012

DOCKETED
JM

RE: Rio Rico Utilities, Inc. – Docket WS-02676A-12-0196
Amendments to Application

Dear Ms. Scott,

Attached are Rio Rico Utilities, Inc.'s amendments to its rate application filed May 31, 2012. If you have any questions, please don't hesitate to contact me.

Sincerely,

Christopher D. Krygier 6/28/12

Christopher D. Krygier

Enclosures

cc: Docket Control
Jeffrey Michlik, Utilities Division
Mary Rimback, Utilities Division
Thomas J. Bourassa
Jay L. Shapiro

Rio Rico Utilities Inc.
Rate Application
Docket No. WS-02676A-12-0196
Test Year Ended February 29, 2012
Responses to List of Deficiencies

Water Division

1. Schedule H-5, page 19, 6 Inch Bulk customer, the last 3 lines are unreadable. Please resubmit, this schedule.

RESPONSE: Please see the revised H-5 Schedule, page 19.

2. The bill counts do not produce the proposed metered revenues for the 3/4 inch metered residential customers. Please reconcile.

RESPONSE: Please see the attached revised Schedule H-3, page 1, reflecting the first tier break-over point of 4,500 gallons appearing on H-4 schedule, page 3. There are no other conforming changes.

3. The bill counts do not produce the proposed metered revenues for 3 inch commercial customers.

RESPONSE: Please see the attached revised Schedule H-4, page 12 to reflect the proposed break-over point for the 3 inch meter appearing on Schedule H-3, page 2. See also attached revised Schedule H-1 schedule, revised Schedule H-2, and revised Schedule A-1 for conforming changes.

4. The bill counts do not produce the proposed metered revenues for Fire line customers up to 8 inches.

RESPONSE: Please see the attached revised H-4 Schedule, page 20, reflecting 1% of proposed monthly minimum for 6 inch meter. See also attached revised Schedule H-1 schedule, revised Schedule H-2, and revised Schedule A-1 for conforming changes.

5. No present rates for the low income users on H-3 schedule. Even though they have present rates on H-4 schedules.

RESPONSE: As noted on the H-3 schedule, page 1, the low income tariff provides for a 15% discount on qualified residential customer bills. The Company's filed tariff reflects this language in its low income tariff and no separate specific low income rates are shown in the tariff. This is consistent with the approved rates and low income tariff approved in Decision 72059. The rates (monthly minimum and commodity rates) reflecting the 15% discount used for the computation of the low income customer classes for present and proposed revenues are shown on the respective H-4 schedule. See H-4 Schedule, page 2 (5/8x3/4 inch residential low income) and page 5 (1 inch residential low income). The Company does not believe any action on this item is necessary.

Rio Rico Utilities Inc.
Rate Application
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Responses to List of Deficiencies

6. There is no 6 inch bulk rate that was approved in the last decision or in the Company's tariff. Please explain?

RESPONSE: It is correct that there was no 6 inch bulk rate approved. However, like all other bill count information provided in the bill counts, in addition to the meter size, the Company classifies its billing information by Residential, Commercial, Multi-Family, Industrial, Bulk, etc. In other words, the 6 Inch Bulk classification is simply how the Company categorizes these customers. The rate for the 6 inch bulk customer class present rate revenues are based upon the Commission approved 6 inch monthly minimum, commodity rates and break-over points as shown on the H-3 schedule. This is similar to the 5/8x3/4 inch residential and 5/8x3/4 inch commercial class present revenues which are based upon the Commission approved 5/8x3/4 inch monthly minimums, commodity rates and break-over points even though the Commission did not specifically approve a 5/8x3/4 inch residential rate nor a 5/8x3/4 inch commercial rate. The Company believes no further action is necessary.

7. Schedule C-3, page 2, Column E and F, lines 47 through 51, no amount for Company proposed taxes.

RESPONSE: Please see the attached revised Schedule C-3, page 2.

8. Test year total operating expenses on Schedule F-1 do not equal test year total operating expenses on Schedule C-1.

RESPONSE: Please see the attached revised Schedule F-1.

9. Schedule B-2, page 5.1, please change the heading from Pima Utility Company to Rio Rico Utilities, Inc.

RESPONSE: Please see the attached revised Schedule B-2, page 5.1.

10. Schedule B-2, page 6.1, please change the heading from Pima Utility Company to Rio Rico Utilities, Inc.

RESPONSE: Please see the attached revised Schedule B-2, page 6.1.

11. Schedule B-2, page 7.1, line 6, refers to page 7.2, but there is no page 7.2, in the application. Please correct.

RESPONSE: Please see the attached revised Schedule B-2, page 7.1. Page 7.1, line 6 now refers to the work papers. See also the attached revised Schedule B-2, page 7.1 for the wastewater division.

Rio Rico Utilities Inc.
Rate Application
Docket No. WS-02676A-12-0196
Test Year Ended February 29, 2012
Responses to List of Deficiencies

12. Similarly on Schedule B-2, page 7.1, lines 7 and 8 refer to Schedule B-2, page 3.4, however the amounts cited are not there. Please correct.

RESPONSE: Please see the attached revised Schedule B-2, page 7.1. Page 7.1 lines 7 and 8 now refer to B-2, page 3.5 for the water division and B-2, page 3.5 for the wastewater division. See also the attached revised Schedule B-2, page 7.1 for the wastewater division.

Wastewater Division

1. Schedule B-2, pro-forma adjustment 5, no heading.

RESPONSE: Please see attached revised Schedule B-2, page 2.

2. Test year total operating expenses on Schedule F-1 do not equal test year total operating expenses on Schedule C-1.

RESPONSE: Please see the attached revised Schedule F-1.

3. The bill counts do not produce the current or proposed metered revenues for the 6 inch commercial customers.

RESPONSE: Please see the attached revised Schedule H-5, page 14. The filed H-5 Schedule did not show the prorated bill for July due to the decimal setting within the work book. The current and proposed metered revenues are produced by the bill count.

4. No present rates for the low income users on H-3 schedule. Even though they have present rates on H-4 schedules.

RESPONSE: As noted on the H-3 schedule, page 1, the low income tariff provides for a 15% discount on qualified residential customer bills. The Company's filed tariff reflects this language in its low income tariff and no separate specific low income rates are shown in the tariff. This is consistent with the approved rates and low income tariff approved in Decision 72059. The rates (monthly minimum and commodity rates) reflecting the 15% discount used for the computation of the low income customer classes for present and proposed revenues are shown on the respective H-4 schedule. See H-4 Schedule, page 2 (5/8x3/4 inch residential low income) and page 5 (1 inch

Rio Rico Utilities Inc.
Rate Application
Docket No. WS-02676A-12-0196
Test Year Ended February 29, 2012
Responses to List of Deficiencies

residential low income). The Company does not believe any action on this item is necessary.

5. Schedule H-1, page 2, additional bills for the 5/8 x 3/4 inch residential (Low Income) customer is incorrect. Please correct.

RESPONSE: Please see the attached revised Schedule H-1, page 2.

6. Schedule H-1, page 2, additional bills for the 1 inch residential (Low Income) customer is incorrect. Please correct.

RESPONSE: Please see the attached revised Schedule H-1, page 2.

Rio Rico Utilities, Inc. - Water Division
 Test Year Ended February 29, 2012
 6 Inch Bulk

Exhibit
 Schedule H-5
 Page 19
 Witness: Bourassa

Meter Size:

Usage From:	Usage To:	Month of Mar-11	Month of Apr-11	Month of May-11	Month of Jun-11	Month of Jul-11	Month of Aug-11	Month of Sep-11	Month of Oct-11	Month of Nov-11	Month of Dec-11	Month of Jan-12	Month of Feb-12	Total Year	Cumulative Billing	Cumulative Gallons (in 1,000's)	
82,000	82,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
83,000	83,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
84,000	84,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
85,000	85,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
86,000	86,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
87,000	87,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
88,000	88,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
89,000	89,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
90,000	90,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
91,000	91,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
92,000	92,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
93,000	93,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
94,000	94,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
95,000	95,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
96,000	96,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
97,000	97,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
98,000	98,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
99,000	99,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
100,000	100,000	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
808,000	808,000	-	-	-	-	-	-	-	-	-	-	-	1	1	1	808	
1,082,000	1,082,000	-	-	-	-	-	-	-	-	-	-	1	-	1	2	1,890	
2,478,000	2,478,000	-	-	-	-	-	-	-	-	-	1	-	-	1	3	4,368	
3,266,364	3,266,364	-	-	-	-	-	-	-	-	1	-	-	-	1	4	7,634	
Totals																	
												1	1	1	1	4	
												Average Usage		1,908,591			
												Median Usage		945,000			
												Average # Customers		0			

Rio Rico Utilities, Inc. - Water Division
 Test Year Ended February 29, 2012
 Present and Proposed Rates

Exhibit
 Schedule H-3
 Page 1
 Witness: Bourassa
REVISED

Line No.	Monthly Usage Charge for: Meter Size (All Classes):	Present Rates	Proposed Rates	Change	Percent Change
1	5/8 Inch	\$ 10.98	\$ 17.22	\$ 6.24	56.83%
2	3/4 Inch	16.47	25.83	9.36	56.83%
3	1 Inch	27.45	43.05	15.60	56.83%
4	1 1/2 Inch	54.90	86.10	31.20	56.83%
5	2 Inch	87.84	137.76	49.92	56.83%
6	3 Inch	175.68	275.52	99.84	56.83%
7	4 Inch	274.50	430.50	156.00	56.83%
8	6 Inch	549.00	861.00	312.00	56.83%
9	8 Inch	878.40	1,377.60	499.20	56.83%
10	10 Inch	1,262.70	1,980.30	717.60	56.83%
11	12 Inch	2,360.70	3,702.30	1,341.60	56.83%

Low Income Tariff - A 15% discount is available to qualified residential customers meeting the low income qualifications. Participation is limited to a maximum 2.2C

Fire Lines 8 Inch Per Rule*
 Fire Lines 10 Inch Per Rule*
 Fire Lines 12 Inch Per Rule*

* 1% of Monthly Minimum for a Comparable Size Meter Connection, but not less than \$5.00 per month. The Service Charge for Fire Sprinklers is only applicable for service lines separate and distinct from the primary water service line.

Gallons In Minimum (All Classes)

Commodity Rates (All Classes)	Block	Present Rate	Proposed Rate
5/8 Inch			
	0 gallons to 3,000 gallons	\$ 1.59	\$ 1.82
	3,001 gallons to 9,000 gallons	\$ 2.92	\$ 3.02
	over 9,000 gallons	\$ 3.64	\$ 3.67
3/4 Inch Meter			
	0 gallons to 6,000 gallons	\$ 2.92	
	over 6,000 gallons	\$ 3.64	
3/4 Inch Meter			
	0 gallons to 4,500 gallons	\$ 3.02	
	over 4,500 gallons	\$ 3.67	

NT = No Tariff

Rio Rico Utilities, Inc. - Water Division
 Test Year Ended February 29, 2012
 Computation of Increase in Gross Revenue
 Requirements As Adjusted

Exhibit
 Schedule A-1
 Page 1
 Witness: Bourassa

Line <u>No.</u>		\$	
1	Fair Value Rate Base		7,629,607
2			
3	Adjusted Operating Income		375,933
4			
5	Current Rate of Return		4.93%
6			
7	Required Operating Income	\$	740,072
8			
9	Required Rate of Return on Fair Value Rate Base		9.70%
10			
11	Operating Income Deficiency	\$	364,139
12			
13	Gross Revenue Conversion Factor		1.6589
14			
15	Increase in Gross Revenue Requirement	\$	604,079
16			
17			
18	Adjusted Test Year Revenues	\$	2,854,838
19	Increase in Gross Revenue Revenue Requirement	\$	604,079
20	Proposed Revenue Requirement	\$	3,458,917
21	% Increase		21.16%
22			

Customer Classification	Present Rates	Proposed Rates	Dollar Increase	Percent Increase
25 5/8X3/4 Inch Residential	\$ 2,239,712	\$ 2,751,594	\$ 511,882	22.85%
26 5/8X3/4 Inch Residential (Low Income)	29,750	36,859	7,109	23.89%
27 3/4 Inch Residential	4,032	5,393	1,361	33.77%
28 1 Inch Residential	25,847	32,445	6,598	25.53%
29 1 Inch Residential (Low Income)	359	483	124	34.67%
30 1 1/2 Inch Residential	5,642	6,732	1,090	19.32%
31 2 Inch Residential	5,482	7,452	1,970	35.93%
32 5/8X3/4 Inch Commercial	36,891	43,647	6,755	18.31%
33 1 Inch Commercial	45,719	54,708	8,990	19.66%
34 1 1/2 Inch Commercial	16,434	19,920	3,485	21.21%
35 2 Inch Commercial	110,064	136,725	26,661	24.22%
36 3 Inch Commercial	113,938	127,759	13,820	12.13%
37 4 Inch Commercial	83,492	90,832	7,340	8.79%
38 6 Inch Commercial	25,623	27,817	2,194	8.56%
39 5/8X3/4 Inch Industrial	4,727	6,105	1,378	29.14%
40 2 Inch Industrial	47,436	51,181	3,745	7.89%
41 5/8X3/4 Inch Multi-family	3,072	3,701	629	20.47%
42 1 1/2 Inch Multi-family	1,071	1,459	389	36.29%
43 6 Inch Bulk	29,625	30,292	667	2.25%
44 Fire Lines up to 8 Inch	1,263	1,980	718	56.83%
45			-	0.00%
46 Revenue Annualization	(18,231)	(19,022)	(791)	4.34%
47 Subtotal	\$ 2,811,949	\$ 3,418,063	\$ 606,113	21.55%
48				
49 Other Water Revenues	42,889	42,889	-	0.00%
50 Reconciling Amount	-	(2,035)	(2,035)	0.00%
51 Rounding		1	1	0.00%
52 Total of Water Revenues	\$ 2,854,838	\$ 3,458,918	\$ 604,079	21.16%

SUPPORTING SCHEDULES:

- 56 B-1
- 57 C-1
- 58 C-3
- 59 H-1

Rio Rico Utilities, Inc. - Water Division
 Test Year Ended February 29, 2012
 Revenue Summary
 With Annualized Revenues to Year End Number of Customers

Exhibit
 Schedule H-1
 Page 3
 Witness: Bourassa
REVISED

Line No.	Present Revenues	Proposed Revenues	Dollar Change	Percent Change	Percent of Present Water Revenues	Percent of Proposed Water Revenues
1	\$ 2,830,180	\$ 3,437,085	\$ 606,904	21.44%	100.00%	100.00%
2	(18,231)	(19,022)	(791)	4.34%	-0.64%	-0.55%
3	\$ 2,811,949	\$ 3,418,063	\$ 606,113	21.55%		
4						
5	\$ 42,889	\$ 42,889	-	0.00%	1.52%	1.25%
6	-	(2,035)	(2,035)	0.00%	0.00%	-0.06%
7	\$ 2,854,838	\$ 3,458,917	\$ 604,078	21.16%	0.00%	0.00%
8						
9						
10	<u>Revenue Reconciliation</u>					
11						
12	Revenue per bill count before revenue annualization	\$ 2,873,069				
13	Revenue per GL (metered water revenues)	\$ 2,862,761				
14	Adjustments Rev. Accrual Correction	10,308				
15	Adjusted Revenue per GL (metered water revenues)	\$ 2,873,069				
16	Difference	0				
17	Difference %	0.00%				
18	Tolerance %	0.50%				
19	Tolerance Amount + or -	\$ 14,365				
20						
21	Acceptable?					YES
22						
23						
24						
25						
26						
27						
28						
29						
30						
31						
32						
33						
34						
35						
36						
37						
38						

Rio Rico Utilities, Inc. - Water Division
 Test Year Ended February 29, 2012
 Customer Summary

Exhibit
 Schedule H-2
 Page 1
 Witness: Bourassa
REVISED

DOCKET NO. WS-02676A-12-0196

Line No.	Meter Size, Class	(a) Average Number of Customers at 2/29/2012	Average Consumption	Average Bill		Proposed Increase	
				Present Rates	Proposed Rates	Dollar Amount	Percent Amount
1	5/8X3/4 Inch Residential	5,902	7,794 \$	29.75 \$	37.16	7.41	24.91%
2	5/8X3/4 Inch Residential (Low Income)	96	7,658	24.95	31.23	6.29	25.20%
3	3/4 Inch Residential	11	4,316	29.07	38.86	9.79	33.68%
4	1 Inch Residential	35	10,705	58.71	75.38	16.67	28.40%
5	1 Inch Residential (Low Income)	1	6,667	39.88	53.71	13.83	34.67%
6	1 1/2 Inch Residential	3	27,821	141.77	170.12	28.35	20.00%
7	2 Inch Residential	3	19,316	144.24	196.09	51.85	35.95%
8	Subtotal	6,052					
9							
10	5/8X3/4 Inch Commercial	80	8,995 \$	33.25 \$	40.78	7.53	22.64%
11	1 Inch Commercial	49	15,566	73.31	90.06	16.75	22.85%
12	1 1/2 Inch Commercial	10	24,508	129.71	160.12	30.40	23.44%
13	2 Inch Commercial	43	39,263	202.49	256.34	53.85	26.59%
14	3 Inch Commercial	12	173,138	764.86	817.34	52.47	6.86%
15	4 Inch Commercial	6	253,431	1,155.95	1,214.34	58.39	5.05%
16	6 Inch Commercial	1	457,917	2,125.82	2,249.05	123.24	5.80%
17	Subtotal	201					
18							
19	5/8X3/4 Inch Industrial	17	4,422 \$	19.90 \$	26.97	7.07	35.54%
20	2 Inch Industrial	6	167,329	655.88	705.06	49.18	7.50%
21	Subtotal	23					
22							
23	5/8X3/4 Inch Multi-family	7	9,058 \$	33.48 \$	41.01	7.53	22.50%
24	1 1/2 Inch Multi-family	1	11,750	89.21	121.59	32.38	36.29%
25	Subtotal	8					
26							
27	6 Inch Bulk	0	1,908,591	7,406.27	7,573.03	166.76	2.25%
28	Fire Lines up to 8 Inch	19	-	5.49 \$	8.61	3.12	56.83%
29							
30							
31	Total	6,303					
32							

(a) Average number of customers of less than one (1), indicates that less than 12 bills were issued during the year.

Rio Rico Utilities, Inc. - Water Division
 Test Year Ended February 29, 2012
 Customer Summary

Exhibit
 Schedule H-2
 Page 2
 Witness: Bourassa
REVISED

DOCKET NO. WS-02676A-12-0196

Line No.	Meter Size, Class	(a) Average Number of Customers at 2/29/2012	Median Consumption	Median Bill		Proposed Increase Dollar Amount	Proposed Increase Percent Amount
				Present Rates	Proposed Rates		
1	5/8X3/4 Inch Residential	5,902	6,000 \$	24.51 \$	31.74	7.23	29.50%
2	5/8X3/4 Inch Residential (Low Income)	96	-	23.32	29.55	6.23	26.72%
3	3/4 Inch Residential	11	4,000	28.15	37.91	9.76	34.67%
4	1 Inch Residential	35	6,000	44.97	61.17	16.20	36.02%
5	1 Inch Residential (Low Income)	1	-	40.71	54.56	13.86	34.04%
6	1 1/2 Inch Residential	3	20,000	113.30	146.50	33.20	29.30%
7	2 Inch Residential	3	14,000	128.72	180.04	51.32	39.87%
8	Subtotal	6,052					
9							
10	5/8X3/4 Inch Commercial	80	3,000 \$	15.75 \$	22.68	6.93	44.00%
11	1 Inch Commercial	49	7,000	47.89	64.19	16.30	34.04%
12	1 1/2 Inch Commercial	10	9,000	81.18	113.28	32.10	39.54%
13	2 Inch Commercial	43	20,500	147.70	199.67	51.97	35.19%
14	3 Inch Commercial	12	24,000	245.76	348.00	102.24	41.60%
15	4 Inch Commercial	6	192,000	932.34	1,010.34	78.00	8.37%
16	6 Inch Commercial	1	425,000	2,006.00	2,144.50	138.50	6.90%
17	Subtotal	201					
18							
19	5/8X3/4 Inch Industrial	17	4,353 \$	10.98 \$	17.22	6.24	56.83%
20	2 Inch Industrial	6	32,667	140.40	192.12	51.72	36.84%
21	Subtotal	23					
22							
23	5/8X3/4 Inch Multi-family	7	8,000 \$	30.35 \$	37.78	7.43	24.48%
24	1 1/2 Inch Multi-family	1	11,000	87.02	119.32	32.30	37.12%
25	Subtotal	8					
26							
27	6 Inch Bulk	0	945,000	3,898.80	4,036.65	137.85	3.54%
28	Fire Lines up to 8 Inch	19	- \$	5.49 \$	8.61	3.12	56.83%
29							
30							
31	Total	6,303					
32							

(a) Average number of customers of less than one (1), indicates that less than 12 bills were issued during the year.

Rio Rico Utilities, Inc. - Water Division
 Bill Comparison Present and Proposed Rates
 3 Inch Commercial

Exhibit Schedule H-4
 Page 12
 Witness: Bourassa
REVISED

Meter Size:

Usage	Present Bill	Proposed Bill	Dollar Increase	Percent Increase	Present Rates:
-	\$ 175.68	\$ 275.52	\$ 99.84	56.83%	Monthly Minimum: \$ 175.68
1,000	178.60	278.54	99.94	55.96%	Gallons in Minimum -
2,000	181.52	281.56	100.04	55.11%	Charge Per 1,000 Gallons
3,000	184.44	284.58	100.14	54.29%	Up to 57,000 \$ 2.92
4,000	187.36	287.60	100.24	53.50%	Over 57,000 \$ 3.64
5,000	190.28	290.62	100.34	52.73%	
6,000	193.20	293.64	100.44	51.99%	
7,000	196.12	296.66	100.54	51.26%	
8,000	199.04	299.68	100.64	50.56%	
9,000	201.96	302.70	100.74	49.88%	
10,000	204.88	305.72	100.84	49.22%	
12,000	210.72	311.76	101.04	47.95%	
14,000	216.56	317.80	101.24	46.75%	Proposed Rates:
16,000	222.40	323.84	101.44	45.61%	Monthly Minimum: \$ 275.52
18,000	228.24	329.88	101.64	44.53%	Gallons in Minimum -
20,000	234.08	335.92	101.84	43.51%	Charge Per 1,000 Gallons
25,000	248.68	351.02	102.34	41.15%	Up to 144,000 \$ 3.02
30,000	263.28	366.12	102.84	39.06%	Over 144,000 \$ 3.67
35,000	277.88	381.22	103.34	37.19%	
40,000	292.48	396.32	103.84	35.50%	
45,000	307.08	411.42	104.34	33.98%	
50,000	321.68	426.52	104.84	32.59%	
60,000	353.04	456.72	103.68	29.37%	
70,000	389.44	486.92	97.48	25.03%	
80,000	425.84	517.12	91.28	21.44%	
90,000	462.24	547.32	85.08	18.41%	
100,000	498.64	577.52	78.88	15.82%	
Average Usage	173,138	817.34	\$ 52.47	6.86%	\$ 110,905.00
Median Usage	24,000	348.00	\$ 102.24	41.60%	

Rio Rico Utilities, Inc. - Water Division
 Bill Comparison Present and Proposed Rates
 Fire Lines Up to 8 Inch

Exhibit
 Schedule H-4
 Page 20
 Witness: Bourassa

Meter Size:

Usage	Present Bill	Proposed Bill	Dollar Increase	Percent Increase
-	\$ 5.49	\$ 8.61	\$ 3.12	56.83%
1,000	5.49	8.61	3.12	56.83%
2,000	5.49	8.61	3.12	56.83%
3,000	5.49	8.61	3.12	56.83%
4,000	5.49	8.61	3.12	56.83%
5,000	5.49	8.61	3.12	56.83%
6,000	5.49	8.61	3.12	56.83%
7,000	5.49	8.61	3.12	56.83%
8,000	5.49	8.61	3.12	56.83%
9,000	5.49	8.61	3.12	56.83%
10,000	5.49	8.61	3.12	56.83%
12,000	5.49	8.61	3.12	56.83%
14,000	5.49	8.61	3.12	56.83%
16,000	5.49	8.61	3.12	56.83%
18,000	5.49	8.61	3.12	56.83%
20,000	5.49	8.61	3.12	56.83%
25,000	5.49	8.61	3.12	56.83%
30,000	5.49	8.61	3.12	56.83%
35,000	5.49	8.61	3.12	56.83%
40,000	5.49	8.61	3.12	56.83%
45,000	5.49	8.61	3.12	56.83%
50,000	5.49	8.61	3.12	56.83%
60,000	5.49	8.61	3.12	56.83%
70,000	5.49	8.61	3.12	56.83%
80,000	5.49	8.61	3.12	56.83%
90,000	5.49	8.61	3.12	56.83%
100,000	5.49	8.61	3.12	56.83%
Average Usage	\$ 5.49	\$ 8.61	\$ 3.12	56.83%
Median Usage	\$ 5.49	\$ 8.61	\$ 3.12	56.83%

Present Rates:
 Monthly Minimum: \$ 5.49

Proposed Rates:
 Monthly Minimum: \$ 8.61

Rio Rico Utilities, Inc. - Water Division
 Test Year Ended February 29, 2012

Exhibit
 Schedule C-3
 Page 2
 Witness: Bourassa

GROSS REVENUE CONVERSION FACTOR

Line No.	Description	(A)	(B)	(C)	(D)	(E)	(F)
<u>Calculation of Gross Revenue Conversion Factor:</u>							
1	Revenue		100.0000%				
2	Uncollectible Factor (Line 11)		0.0000%				
3	Revenues (L1 - L2)		100.0000%				
4	Combined Federal and State Income Tax and Property Tax Rate (Line 23)		39.7199%				
5	Subtotal (L3 - L4)		60.2801%				
6	Revenue Conversion Factor (L1 / L5)		1.658922				
<u>Calculation of Uncollectible Factor:</u>							
7	Unity		100.0000%				
8	Combined Federal and State Tax Rate (L17)		38.5989%				
9	One Minus Combined Income Tax Rate (L7 - L8)		61.4011%				
10	Uncollectible Rate		0.0000%				
11	Uncollectible Factor (L9 * L10)			0.0000%			
<u>Calculation of Effective Tax Rate:</u>							
12	Operating Income Before Taxes (Arizona Taxable Income)		100.0000%				
13	Arizona State Income Tax Rate		6.9680%				
14	Federal Taxable Income (L12 - L13)		93.0320%				
15	Applicable Federal Income Tax Rate (L55 Col F)		34.0000%				
16	Effective Federal Income Tax Rate (L14 x L15)		31.6309%				
17	Combined Federal and State Income Tax Rate (L13 +L16)			38.5989%			
<u>Calculation of Effective Property Tax Factor:</u>							
18	Unity		100.0000%				
19	Combined Federal and State Income Tax Rate (L17)		38.5989%				
20	One Minus Combined Income Tax Rate (L18-L19)		61.4011%				
21	Property Tax Factor		1.8257%				
22	Effective Property Tax Factor (L20*L21)			1.1210%			
23	Combined Federal and State Income Tax and Property Tax Rate (L17+L22)				39.7199%		
24	Required Operating Income	\$	740,072				
25	Adjusted Test Year Operating Income (Loss)	\$	375,933				
26	Required Increase in Operating Income (L24 - L25)	\$		\$	364,139		
27	Income Taxes on Recommended Revenue (Col. (F), L52)	\$	410,558				
28	Income Taxes on Test Year Revenue (Col. (C), L52)	\$	181,647				
29	Required Increase in Revenue to Provide for Income Taxes (L27 - L28)	\$		\$	228,911		
30	Recommended Revenue Requirement	\$	3,458,917				
31	Uncollectible Rate (Line 10)	\$	0.0000%				
32	Uncollectible Expense on Recommended Revenue (L24 * L25)	\$	-				
33	Adjusted Test Year Uncollectible Expense	\$	-				
34	Required Increase in Revenue to Provide for Uncollectible Exp.	\$		\$	-		
35	Property Tax with Recommended Revenue	\$	166,833				
36	Property Tax on Test Year Revenue	\$	155,805				
37	Increase in Property Tax Due to Increase in Revenue (L35-L36)	\$		\$	11,029		
38	Total Required Increase in Revenue (L26 + L29 + L37)	\$		\$	604,079		

	(A) Test Year			(B) Sewer			(C) Water			(D) Company Recommended			(E) Sewer			(F) Water			
	Total			Total			Total			Total			Total			Total			
39	Revenue	\$	4,215,422	\$	1,360,583	\$	2,854,838	\$	5,213,112	\$	1,754,195	\$	3,458,917	\$	3,368,749	\$	1,060,462	\$	2,308,287
40	Operating Expenses Excluding Income Taxes		3,350,534		1,053,276		2,297,258		3,368,749		1,060,462		2,308,287		139,418		52,440		86,978
41	Synchronized Interest (L47)		139,418		52,440		86,978		139,418		52,440		86,978						
42	Arizona Taxable Income (L39 - L40 - L41)	\$	725,470	\$	254,867	\$	470,602	\$	1,704,946	\$	641,294	\$	1,063,652	\$		\$		\$	
43	Arizona State Effective Income Tax Rate (see work papers)				6.9680%		6.9680%		6.9680%		6.9680%		6.9680%						
44	Arizona Income Tax (L42 x L43)	\$	50,551	\$	17,759	\$	32,792	\$	118,801	\$	44,685	\$	74,115	\$		\$		\$	
45	Federal Taxable Income (L42- L44)	\$	674,919	\$	237,108	\$	437,811	\$	1,586,145	\$	596,608	\$	989,537	\$		\$		\$	
46																			
47	Federal Tax on First Income Bracket (\$1 - \$50,000) @ 15%	\$	15,000	\$	7,500	\$	7,500	\$	7,500	\$	7,500	\$	7,500	\$		\$		\$	
48	Federal Tax on Second Income Bracket (\$50,001 - \$75,000) @ 25%	\$	12,500	\$	6,250	\$	6,250	\$	6,250	\$	6,250	\$	6,250	\$		\$		\$	
49	Federal Tax on Third Income Bracket (\$75,001 - \$100,000) @ 34%	\$	17,000	\$	8,500	\$	8,500	\$	8,500	\$	8,500	\$	8,500	\$		\$		\$	
50	Federal Tax on Fourth Income Bracket (\$100,001 - \$335,000) @ 39%	\$	145,122	\$	53,472	\$	91,650	\$	91,650	\$	91,650	\$	91,650	\$		\$		\$	
51	Federal Tax on Fifth Income Bracket (\$335,001 - \$10,000,000) @ 34%	\$	34,956	\$	-	\$	34,956	\$	425,389	\$	425,389	\$	425,389	\$		\$		\$	
52																			
53	Total Federal Income Tax	\$	224,578	\$	75,722	\$	148,856	\$	539,289	\$	202,847	\$	336,443	\$		\$		\$	
54	Combined Federal and State Income Tax (L35 + L42)	\$	275,129	\$	93,481	\$	181,647	\$	658,090	\$	247,532	\$	410,558	\$		\$		\$	

55 **COMBINED** Applicable Federal Income Tax Rate [Col. (D), L53 - Col. (A), L53] / [Col. (D), L45 - Col. (A), L45] 34.5371%

56 **WASTEWATER** Applicable Federal Income Tax Rate [Col. (E), L53 - Col. (B), L53] / [Col. (E), L45 - Col. (B), L45] 35.3615%

57 **WATER** Applicable Federal Income Tax Rate [Col. (F), L53 - Col. (C), L53] / [Col. (F), L45 - Col. (C), L45] 34.0000%

Calculation of Interest Synchronization:

58	Rate Base	\$	4,600,012	\$	7,629,607
59	Weighted Average Cost of Debt		1.1400%		1.1400%
60	Synchronized Interest (L59 X L60)	\$	52,440	\$	86,978

Rio Rico Utilities, Inc. - Water Division
 Test Year Ended February 29, 2012
 Projected Income Statements - Present & Proposed Rates

Exhibit
 Schedule F-1
 Page 1
 Witness: Bourassa
Revised

Line No.		Test Year Actual Results	At Present Rates Year Ended 2/28/2013	At Proposed Rates Year Ended 2/28/2013
1	Revenues			
2	Metered Water Revenues	\$ 2,819,872	\$ 2,811,949	\$ 3,416,028
3	Unmetered Water Revenues	-	-	-
4	Other Water Revenues	42,889	42,889	42,889
5		<u>\$ 2,862,761</u>	<u>\$ 2,854,838</u>	<u>\$ 3,458,917</u>
6	Operating Expenses			
7	Salaries and Wages	\$ 394,012	\$ 426,012	\$ 426,012
8	Purchased Water	-	-	-
9	Purchased Power	371,378	371,378	371,378
10	Fuel For Power Production	-	-	-
11	Chemicals	3,884	3,884	3,884
12	Materials and Supplies	27,517	27,517	27,517
13	Management Services - US Liberty Water	270,221	257,367	257,367
14	Management Services - Corporate	412,723	133,975	133,975
15	Management Services - Other	15,903	15,903	15,903
16	Outside Services - Accounting	167	167	167
17	Outside Services - Engineering	-	-	-
18	Outside Services- Other	14,205	14,205	14,205
19	Outside Services- Legal	4,690	4,690	4,690
20	Water Testing	10,590	28,231	28,231
21	Rents - Building	18,295	-	-
22	Rents - Equipment	3,208	3,208	3,208
23	Transportation Expenses	89,305	89,305	89,305
24	Insurance - General Liability	34,100	34,100	34,100
25	Insurance - Vehicle	7,733	7,733	7,733
26	Reg. Comm. Exp. - Other	-	-	-
27	Reg. Comm. Exp. - Rate Case	119,952	87,500	87,500
28	Miscellaneous Expense	85,057	85,057	85,057
29	Bad Debt Expense	-	-	-
30	Depreciation and Amortization Expense	2,962,015	551,222	551,222
31	Taxes Other Than Income	-	-	-
32	Property Taxes	176,832	155,805	166,833
33	Income Tax	-	181,647	410,558
34	Total Operating Expenses	<u>\$ 5,021,787</u>	<u>\$ 2,478,906</u>	<u>\$ 2,718,845</u>
35	Operating Income	<u>\$ (2,159,026)</u>	<u>\$ 375,933</u>	<u>\$ 740,072</u>
36	Other Income (Expense)			
37	Interest Income	47,358	(0)	(0)
38	Other income	-	-	-
39	Interest Expense	(9,347)	(86,978)	(86,978)
40	Other Expense	-	-	-
41	Gain/Loss Sale of Fixed Assets	-	-	-
42	Total Other Income (Expense)	<u>\$ 38,011</u>	<u>\$ (86,978)</u>	<u>\$ (86,978)</u>
43	Net Profit (Loss)	<u>\$ (2,121,015)</u>	<u>\$ 288,955</u>	<u>\$ 653,094</u>

SUPPORTING SCHEDULES:

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Exhibit
 Schedule B-2
 Page 5.1
 Witness: Bourassa

Rio Rico Utilities, Inc. - Water Division
 Test Year Ended February 29, 2012
 Contributions-in-aid of Construction (CIAC)

Line No.	2009		2010		2011		2012	
	Balance 12/31/2008	Additions	Balance 12/31/2009	Additions	Balance 12/31/2010	Additions	Balance 12/31/2011	Balance 2/29/2012
1	20,140,197	38,922	20,179,119		20,179,119		20,179,119	20,179,119
2								
3								
4								
5	CIAC							
6								
7	Amortization Decision No. 72059							
8	Amortization Rate		3.41%		3.43%		3.35%	3.35%
9	Amortization (1/2 yr convention)		687,563		691,709		676,964	112,827
10	Accumulated Amortization		7,315,760		8,007,470		8,684,434	8,797,261
11								
12	Net CIAC	13,512,000	38,922	12,863,359	-	12,171,649	-	11,381,858
13								
14								

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Rio Rico Utilities, Inc. - Water Division
 Test Year Ended February 29, 2012
 Advances-in-Aid of Construction (AIAC)

Exhibit
 Schedule B-2
 Page 6.1
 Witness: Bourassa

Line No.	2009		2010		2011		2012	
	Activity	Balance 12/31/2009	Activity	Balance 12/31/2010	Activity	Balance 12/31/2011	Activity	Balance 2/29/2012
1								
2								
3								
4								
5	AIAC	572,139	15,450	587,589	73,366	660,955	-	660,955
6	Additions							
7	Refunds							
8								
9								
10								
11								
12	Total AIAC	449,767	15,450	587,589	73,366	660,955	-	660,955
13								
14								

REVISÉD

Exhibit
Schedule B-2
Page 7.1
Witness: Bourassa
REVISED

Rio Rico Utilities, Inc. - Wastewater Division
Test Year Ended February 29, 2012
Original Cost Rate Base Proforma Adjustments
Adjustment 5

Line

No.

1	¹ Adjusted per B-2, page 2				
2	² Computation of Net Tax Value February 29, 2012				
3	Based on 2011 Tax Depreciation report (December 31, 2011)				
4	Unadjusted Cost per 2011 Tax Depr. Report	\$ 28,328,799		\$ 28,328,799	
5	Reconciling items not on tax report:				
6	KPMG CIAC related adjustments (see page work papers)	(3,942,541)		-	
7	Plant added after 12/31/2011 (see B-2 page 3.5 water and B-2 page 3.5 wastewater)	3,039,772		3,039,772	
8	Land costs not on tax, on books (see B-2 page 3.5 water and B-2 page 3.5 wastewater)	51,739		51,739	
9	Reconciling Difference Book vs Tax (timing) (see page work papers)	(120,225)		(120,225)	
10					
11	Net Unadjusted Cost tax Basis	\$ 27,357,544		\$ 31,300,085	
12					
13	Reductions				
14	Basis Reduction 2011 and Prior Years (from 2011 Tax Depr. Report)	(3,066,507)		-	
15	KPMG CIAC related adjustments (see workpapers)	1,166,545		-	
16	Accumulated Depreciation 2010 and prior (2011 Tax Depr Report)	(14,334,173)		(6,381,079)	
17	2011 Tax Depreciation (2011 Tax Depr Report)	(1,751,690)		(1,109,895)	
18	2012 Bonus Depreciation Estimate (50% - 2 months)(estimate)	(253,314)		-	
19	2012 Tax Depreciation Estimate (2 months)(estimate)	(162,575)		(162,575)	
20					
21	Net Reductions through February 2012	(18,401,715)			(7,653,549)
22	Net tax value of plant-in-service at February 29, 2012	\$ 8,955,829		\$ 23,646,536	
23					
24	³ CIAC (including impact of change to probability of realization)				
25					
26	Gross CIAC per B-2 (Water & Sewer)	\$ 25,331,792			
27	CIAC reductions/additions				
28	A.A. per B-2 (Water and Sewer)				
29	A.A. reductions/additions	(11,307,236)			
30					
31	Net CIAC before unrealized AIAC	\$ 14,024,556			
32					
33	Unrealized AIAC Component (Water and Sewer)				
34	Adjusted Net AIAC (see footnote 5 below)	\$ 954,749			
35	Unrealized AIAC Component % (1-Realized AIAC Component)	70.0%			
36					
37	Total realizable CIAC	\$ 668,325			
38		\$ 14,692,881			
39					
40	⁴ AIAC (including impact of change in probability of realization)				
41	AIAC per B-2 (Water and Sewer)	\$ 954,749		\$ 954,749	
42	AIAC reductions/additions				
43	Net AIAC before unrealized portion	\$ (668,325)		\$ (668,325)	
44	Less: Unrealized AIAC (from Note 4, above)	\$ 286,425		\$ 286,425	
45	Net realizable AIAC	\$ 306,987		\$ 306,987	
46	Meter and Service Line Installation Charges				
47	Total AIAC	\$ 593,411		\$ 593,411	

¹ Adjusted per B-2, page 2

² Computation of Net Tax Value February 29, 2012
Based on 2011 Tax Depreciation report (December 31, 2011)
Unadjusted Cost per 2011 Tax Depr. Report
Reconciling items not on tax report:
KPMG CIAC related adjustments (see page work papers)
Plant added after 12/31/2011 (see B-2 page 3.5 water and B-2 page 3.5 wastewater)
Land costs not on tax, on books (see B-2 page 3.5 water and B-2 page 3.5 wastewater)
Reconciling Difference Book vs Tax (timing) (see page work papers)

³ CIAC (including impact of change to probability of realization)

⁴ AIAC (including impact of change in probability of realization)

Rio Rico Utilities, Inc. - Water Division
Test Year Ended February 29, 2012
Original Cost Rate Base Proforma Adjustments
Adjustment 5

Line

	FEDERAL	STATE
1	\$ 28,328,799	\$ 28,328,799
2	(3,942,541)	-
3	3,039,772	3,039,772
4	51,739	51,739
5	(120,225)	(120,225)
6		
7		
8		
9		
10		
11		\$ 31,300,085
12		
13		
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¹ Adjusted per B-2, page 2

² Computation of Net Tax Value February 29, 2012
Based on 2011 Tax Depreciation report (December 31, 2011)

Unadjusted Cost per 2011 Tax Depr. Report

Reconciling Items not on tax report:

KPMG CIAC related adjustments (see page work papers)

Plant added after 12/31/2011 (see B-2 page 3.5 water and B-2 page 3.5 wastewater)

Land costs not on tax. on books (see B-2 page 3.5 water and B-2 page 3.5 wastewater)

Reconciling Difference Book vs Tax (timing) (see page work papers)

Net Unadjusted Cost tax Basis

Reductions

Basis Reduction 2011 and Prior Years (from 2011 Tax Depr. Report)

KPMG CIAC related adjustments (see workpapers)

Accumulated Depreciation 2010 and prior (2011 Tax Depr Report)

2011 Tax Depreciation (2011 Tax Depr Report)

2012 Bonus Depreciation Estimate (50% - 2 months)(estimate)

2012 Tax Depreciation Estimate (2 months)(estimate)

Net Reductions through February 2012

Net tax value of plant-in-service at February 29, 2012

³ CIAC (including impact of change to probability of realization)

Gross CIAC per B-2 (Water & Sewer)

CIAC reductions/additions

A.A per B-2 (Water and Sewer)

Meter and Service Line Charges

Net CIAC before unrealized AIAC

Unrealized AIAC Component (Water and Sewer)

Adjusted Net AIAC (see footnote 5 below)

Unrealized AIAC Component % (1-Realized AIAC Component)

Total realizable CIAC

⁴ AIAC (including impact of change in probability of realization)

AIAC per B-2 (Water and Sewer)

AIAC reductions/additions

Net AIAC before unrealized portion

Less: Unrealized AIAC (from Note 4, above)

Net realizable AIAC

Meter and Service Line Installation Charges

Total AIAC

\$	25,331,792	
\$	(11,307,236)	
		\$ 14,024,556
\$	954,749	
	70.0%	
		\$ 668,325
		\$ 14,692,881
\$	954,749	
		\$ 954,749
		\$ (668,325)
		\$ 286,425
		\$ 306,987
		\$ 593,411

Rio Rico Utilities, Inc. - Wastewater Division
 Test Year Ended February 29, 2012
 Original Cost Rate Base Proforma Adjustments

Exhibit
 Schedule B-2
 Page 2
 Witness: Bourassa
REVISED

Line No.	Description	Proforma Adjustments					Adjusted at end of Test Year
		1	2	3	4	5	
	Actual at End of Test Year	Plant-in-Service	Accumulated Depreciation	CIAC	AIAC	ADIT	
1	Gross Utility Plant in Service	\$ 14,088,276	152,915				\$ 14,241,191
2							
3							
4	Less:						
5	Accumulated Depreciation	6,581,964	(144,659)				6,437,304
6							
7							
8							
9	Net Utility Plant in Service	\$ 7,506,312	\$ 152,915	\$ 144,659	\$ -	\$ -	\$ 7,803,886
10							
11							
12	Less:						
13	Advances in Aid of Construction	150,012			143,783		293,794
14							
15							
16	Contributions in Aid of Construction (CIAC)	5,381,456		(228,783)			5,152,673
17							
18							
19	Accumulated Amort of CIAC	(2,680,019)		170,045			(2,509,975)
20							
21	Customer Meter Deposits	22,963					22,963
22	Accumulated Deferred Income Taxes	-				244,419	244,419
23							
24							
25	Plus:						
26	Unamortized Finance Charges	-					-
27							
28	Prepayments	-					-
29	Materials and Supplies	-					-
30	Allowance for Cash Working Capital	-					-
31							
32	Total	\$ 4,631,901	\$ 152,915	\$ 144,659	\$ 58,738	\$ (244,419)	\$ 4,600,012
33							
34							
35							

SUPPORTING SCHEDULES:
 B-1

SUPPORTING SCHEDULES:
 B-2, pages 3-5
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Rio Rico Utilities, Inc. - Wastewater Division
 Test Year Ended February 29, 2012
 Projected Income Statements - Present & Proposed Rates

Exhibit
 Schedule F-1
 Page 1
 Witness: Bourassa
REVISED

Line No.		Test Year Actual Results	At Present Rates Year Ended 2/28/2013	At Proposed Rates Year Ended 2/28/2013
1	Revenues			
2	Metered Water Revenues	\$ 1,323,901	\$ 1,360,583	\$ 1,754,195
3	Unmetered Water Revenues	-	-	-
4	Other Water Revenues	-	-	-
5		<u>\$ 1,323,901</u>	<u>\$ 1,360,583</u>	<u>\$ 1,754,195</u>
6	Operating Expenses			
7	Salaries and Wages	\$ 120,880	\$ 131,547	\$ 131,547
8	Purchased Wastewater Treatment	-	-	-
9	Sludge Removal Expense	-	-	-
10	Purchased Power	61,290	61,290	61,290
11	Fuel for Power Production	-	-	-
12	Chemicals	4,907	4,907	4,907
13	Materials and Supplies	4,473	4,473	4,473
14	Management Services - US Liberty Water	87,067	83,038	83,038
15	Management Services - Corporate	191,738	59,292	59,292
16	Management Services - Other	172,270	172,270	172,270
17	Contracted Services - Engineering	-	-	-
18	Contractual Services- Testing	330	330	330
19	Contractual Services - Other	638	638	638
20	Contractual Services - Legal	585	585	585
21	Equipment Rental	400	400	400
22	Rents - Building	5,758	-	-
23	Transportation Expenses	18,066	18,066	18,066
24	Insurance - General Liability	11,302	11,302	11,302
25	Insurance - Vehicle	2,516	2,516	2,516
26	Regulatory Commission Expense	-	-	-
27	Reg. Comm. Exp. - Rate Case	(35,308)	29,167	29,167
28	Miscellaneous Expense	16,111	16,111	16,111
29	Bad Debt Expense	23,194	23,194	23,194
30	Depreciation Expense	1,256,386	359,629	359,629
31	Taxes Other Than Income	-	-	-
32	Property Taxes	58,887	74,520	81,707
33	Income Tax	-	93,481	247,532
34				
35				
36	Total Operating Expenses	<u>\$ 2,001,490</u>	<u>\$ 1,146,757</u>	<u>\$ 1,307,994</u>
37	Operating Income	<u>\$ (677,589)</u>	<u>\$ 213,826</u>	<u>\$ 446,201</u>
38	Other Income (Expense)			
39	Interest Income	24,886	-	-
40	Other income	-	-	-
41	Interest Expense	-	(52,440)	(52,440)
42	Other Expense	-	-	-
43	Gain/Loss Sale of Fixed Assets	-	-	-
44	Total Other Income (Expense)	<u>\$ 24,886</u>	<u>\$ (52,440)</u>	<u>\$ (52,440)</u>
45	Net Profit (Loss)	<u>\$ (652,703)</u>	<u>\$ 161,386</u>	<u>\$ 393,761</u>

SUPPORTING SCHEDULES:

C-1

50
51
52

Rio Rico Utilities, Inc. - Wastewater Division
 Test Year Ended February 29, 2012
 6 Inch Commercial

Exhibit
 Schedule H-5
 Page 14
 Witness: Bourassa

Meter Size:

Usage From:	Usage To:	Month of Feb-11	Month of Mar-11	Month of May-11	Month of Jun-11	Month of Jul-11	Month of Aug-11	Month of Sep-11	Month of Oct-11	Month of Nov-11	Month of Dec-11	Month of Jan-12	Month of Feb-12	Total Year	Cumulative Billing	Cumulative Gallons (in 1,000's)
78,000	78,000	-	-	-	-	-	-	-	-	-	-	-	-	-	1.2	-
79,000	79,000	-	-	-	-	-	-	-	-	-	-	-	-	-	1.2	-
80,000	80,000	-	-	-	-	-	-	-	-	-	-	-	-	-	1.2	-
81,000	81,000	-	-	-	-	-	-	-	-	-	-	-	-	-	1.2	-
82,000	82,000	-	-	-	-	-	-	-	-	-	-	-	-	-	1.2	-
83,000	83,000	-	-	-	-	-	-	-	-	-	-	-	-	-	1.2	-
84,000	84,000	-	-	-	-	-	-	-	-	-	-	-	-	-	1.2	-
85,000	85,000	-	-	-	-	-	-	-	-	-	-	-	-	-	1.2	-
86,000	86,000	-	-	-	-	-	-	-	-	-	-	-	-	-	1.2	-
87,000	87,000	-	-	-	-	-	-	-	-	-	-	-	-	-	1.2	-
88,000	88,000	-	-	-	-	-	-	-	-	-	-	-	-	-	1.2	-
89,000	89,000	-	-	-	-	-	-	-	-	-	-	-	-	-	1.2	-
90,000	90,000	-	-	-	-	-	-	-	-	-	-	-	-	-	1.2	-
91,000	91,000	-	-	-	-	-	-	-	-	-	-	-	-	-	1.2	-
92,000	92,000	-	-	-	-	-	-	-	-	-	-	-	-	-	1.2	-
93,000	93,000	-	-	-	-	-	-	-	-	-	-	-	-	-	1.2	-
94,000	94,000	-	-	-	-	-	-	-	-	-	-	-	-	-	1.2	-
95,000	95,000	-	-	-	-	-	-	-	-	-	-	-	-	-	1.2	-
96,000	96,000	-	-	-	-	-	-	-	-	-	-	-	-	-	1.2	-
97,000	97,000	-	-	-	-	-	-	-	-	-	-	-	-	-	1.2	-
98,000	98,000	-	-	-	-	-	-	-	-	-	-	-	-	-	1.2	-
99,000	99,000	-	-	-	-	-	-	-	-	-	-	-	-	-	1.2	-
100,000	100,000	-	-	-	-	-	-	-	-	-	-	-	-	-	1.2	-
299,000	299,000	-	1	-	-	-	-	-	-	-	-	-	-	1	2.2	299
425,000	425,000	1	-	-	-	-	-	-	-	-	-	-	-	1	3.2	724
1,328,000	#####	-	-	-	1	-	-	-	-	-	-	-	-	1	4.2	2,052
Totals		1	1	1	1	0	-	-	-	-	-	-	-	4	4.2	2,052

Average Usage 488,571
 Median Usage 199,500
 Average # Customers 0

Rio Rico Utilities, Inc. - Wastewater Division
 Test Year Ended February 29, 2012
 6 Inch Commercial

Exhibit
 Schedule H-5
 Page 14
 Witness: Bourassa

REVISED

Usage From:	Usage To:	Month of Feb-11	Month of Mar-11	Month of May-11	Month of Jun-11	Month of Jul-11	Month of Aug-11	Month of Sep-11	Month of Oct-11	Month of Nov-11	Month of Dec-11	Month of Jan-12	Month of Feb-12	Total Year	Cumulative Billing	Cumulative Gallons (in 1,000's)
																(1)

Change in Number of Customers

