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BEFORE THE ARIZONA CORPORAT

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COMMISSIONERS

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GROUP COMMISSIONER
DOCKET CONTROL

IN THE MATTER OF THE APPLICATION OF
VALENCIA WATER COMPANY – TOWN DIVISION
FOR THE ESTABLISHMENT OF JUST AND
REASONABLE RATES AND CHARGES FOR UTILITY
SERVICE DESIGNED TO REALIZE A REASONABLE
RATE OF RETURN ON THE FAIR VALUE OF ITS
PROPERTY THROUGHOUT THE STATE OF ARIZONA

DOCKET NO. W-01212A-12-0309

IN THE MATTER OF THE APPLICATION OF
GLOBAL WATER – PALO VERDE UTILITIES
COMPANY FOR THE ESTABLISHMENT OF JUST AND
REASONABLE RATES AND CHARGES FOR UTILITY
SERVICE DESIGNED TO REALIZE A REASONABLE
RATE OF RETURN ON THE FAIR VALUE OF ITS
PROPERTY THROUGHOUT THE STATE OF ARIZONA

DOCKET NO. SW-20445A-12-0310

IN THE MATTER OF THE APPLICATION OF WATER
UTILITY OF NORTHERN SCOTTSDALE, INC. FOR A
RATE INCREASE

DOCKET NO. W-03720A-12-0311

IN THE MATTER OF THE APPLICATION OF
WATER UTILITY OF GREATER TONOPAH FOR
THE ESTABLISHMENT OF JUST AND REASONABLE
RATES AND CHARGES FOR UTILITY SERVICE
DESIGNED TO REALIZE A REASONABLE RATE OF
RETURN ON THE FAIR VALUE OF ITS PROPERTY
THROUGHOUT THE STATE OF ARIZONA

DOCKET NO. W-02450A-12-0312

IN THE MATTER OF THE APPLICATION OF
VALENCIA WATER COMPANY – GREATER
BUCKEYE DIVISION FOR THE ESTABLISHMENT OF
JUST AND REASONABLE RATES AND CHARGES FOR
UTILITY SERVICE DESIGNED TO REALIZE A
REASONABLE RATE OF RETURN ON THE FAIR
VALUE OF ITS PROPERTY THROUGHOUT THE
STATE OF ARIZONA

DOCKET NO. W-02451A-12-0313

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IN THE MATTER OF THE APPLICATION OF
GLOBAL WATER – SANTA CRUZ WATER COMPANY
FOR THE ESTABLISHMENT OF JUST AND
REASONABLE RATES AND CHARGES FOR UTILITY
SERVICE DESIGNED TO REALIZE A REASONABLE
RATE OF RETURN ON THE FAIR VALUE OF ITS
PROPERTY THROUGHOUT THE STATE OF ARIZONA

DOCKET NO. W-20446A-12-0314

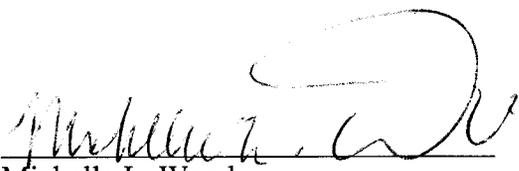
IN THE MATTER OF THE APPLICATION OF
WILLOW VALLEY WATER COMPANY FOR THE
ESTABLISHMENT OF JUST AND REASONABLE
RATES AND CHARGES FOR UTILITY SERVICE
DESIGNED TO REALIZE A REASONABLE RATE OF
RETURN ON THE FAIR VALUE OF ITS PROPERTY
THROUGHOUT THE STATE OF ARIZONA

DOCKET NO. W-1732A-12-0315

NOTICE OF ERRATA

The Residential Utility Consumer Office (“RUCO”) hereby provides a notice of errata to correct the Docket Numbers in the Executive Summary and a Revised Table of Contents to the Direct Testimony of Robert B. Mease.

RESPECTFULLY SUBMITTED this 9th day of July, 2013.


Michelle L. Wood
Counsel

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9th day of July, 2013 with:
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EXECUTIVE SUMMARY

On July 9, 2012, Global Water, LLC (“Global Water” or “Company”) filed general rate applications for Valencia Water Company – Town Division (“VWCT”), Global Water – Palo Verde Utilities Company (“Palo Verde”), Water Utility of Northern Scottsdale (“WUNS”), Water Utility of Greater Tonopah (“WUGT”), Valencia Water Company – Greater Buckeye Division (“VWCGB”), Global Water – Santa Cruz Water Company, (“Santa Cruz”), and Willow Valley Water Company (“Willow Valley”) for the establishment of just and reasonable rates using a test year ending December 31, 2011. WUGT and VWCGB are classified as Class C utilities; WUNS is classified as a Class D utility while the remaining four locations are classified as Class A utilities.

On July 12, 2012 a Motion to Consolidate was filed by the Company and on November 20, 2012, the motion was granted under Docket No. W-01212A-12-0309 ET AL.

The Company’s water utilities included in the application(s) serve approximately 23,900 customers while the wastewater utility (“Palo Verde”) serves approximately 15,800 customers. In addition to requesting an adjustment in rates the Company is also requesting new and revised tariffs, license fee adjustment mechanisms for CAGR and the City of Maricopa, approving a Distribution System Improvement Charge (DSIC) for its water systems and a Collection System Improvement Charge (CSIC) for its wastewater system. Finally the Company is requesting consolidation of the rates for (“WUGT”), (“VWCT”), and (“VWCGB”).

Global Water’s Application requests and RUCO’s proposed gross revenue increases are as follows:

<u>System</u>	<u>Company Requested</u>		<u>RUCO Proposed</u>	
	<u>Increase</u>	<u>Percent</u>	<u>Increase</u>	<u>Percent</u>
Palo Verde	\$3,662,560	27.9%	\$1,337,539	10.20%
Santa Cruz	\$2,726,367	26.1%	\$1,454,179	13.90%
VWCT	\$823,424	16.7%	\$176,472	3.58%
WUGT	\$677,458	326.6%	\$32,753	7.31%
Willow Valley	\$507,537	72.2%	\$396,281	56.40%
VWCG	\$36,422	7.7%	(\$12,406)	-0.03%
WUNS	\$2,844	1.9%	(\$17,196)	-11.66%

1 Global Water's Application requests and RUCO's proposed rate base and
2 rate of return on the fair value rate base (FVRB) are as follows:
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<u>System</u>	<u>OCRB / FVRB</u>		<u>RATE OF RETURN</u>	
	<u>Company</u>	<u>RUCO</u>	<u>Company</u>	<u>RUCO</u>
Palo Verde	\$60,166,756	\$52,813,708	8.81%	7.39%
Santa Cruz	\$38,014,243	\$33,994,203	8.79%	7.46%
VWCT	\$2,323,476	\$1,650,906	10.27%	7.91%
WUGT	\$2,206,816	(\$1,437,481)	10.72%	8.19%
Willow Valley	\$2,359,391	\$2,278,955	10.60%	8.03%
WCGB	\$634,978	\$634,979	11.18%	8.39%
WUNS	(\$181,978)	(\$181,978)	14.44%	8.50%

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21 RUCO's Chief of Accounting and Rates, Mr. William A. Rigsby, will
22 provide testimony on RUCO's recommended cost of capital and on the
23 Company's request for a DSIC and CISC. Mr. Robert B. Mease, RUCO's
24 Associate Chief of Accounting and Rates, will present testimony on each
25 systems revenue requirements.