

ORIGINAL



0000147901

RECEIVED

BEFORE THE ARIZONA CORPORATION COMMISSION

2013 SEP - 4 1 4 12

COMMISSIONERS

BOB STUMP, Chairman  
GARY PIERCE  
BRENDA BURNS  
SUSAN BITTER SMITH  
BOB BURNS

AZ CORP COMMISSION  
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 FOR APPROVAL OF A RATE INCREASE.

DOCKET NO. W-03720A-12-0311

IN THE MATTER OF 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

Arizona Corporation Commission

DOCKETED

SEP - 4 2013

|             |    |
|-------------|----|
| DOCKETED BY | NR |
|-------------|----|

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**

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-01732A-12-0315**

**TESTIMONY SUMMARY OF RICHARD JELLIES IN OPPOSITION TO  
SETTLEMENT AGREEMENT**

**ON BEHALF OF  
NEW WORLD PROPERTIES, INC.  
SEPTEMBER 4, 2013**

Mr. Richard Jellies serves as a development consultant for New World Properties (“NWP”). Mr. Jellies’ testimony is related to NWP’s concern regarding the settlement agreement filed in these dockets on August 13, 2013 (“Settlement Agreement”). Mr. Jellies testimony describes why NWP intervened, how ICFAs function and NWP’s concerns about the Settlement Agreement.

The concerns about the Settlement Agreement discussed by Mr. Jellies are: (i) the consumer price index adjustment factor contained in the ICFAs; (ii) the lack of protection of monies paid under ICFAs which exceed the amounts allocated to HUFs; (iii) the proposed 70%-30% split in future payments; (iv) the large percentage rate increase for the customers of Tonopah; and (v) the unwillingness of Global Parent to modify the ICFA in a way that protects its regulated subsidiaries and the public in the event of a Global Parent bankruptcy.