

ORIGINAL



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2013 SEP -5 P 1:45

AZ CORP COMMISSION  
DOCKET CONTROL

7 **BEFORE THE ARIZONA CORPORATION COMMISSION**

9 **COMMISSIONERS**

10 BOB STUMP – CHAIRMAN  
11 GARY PIERCE  
12 BRENDA BURNS  
13 BOB BURNS  
14 SUSAN BITTER SMITH

Arizona Corporation Commission

DOCKETED

SEP - 5 2013

DOCKETED BY *NR*

16 **IN THE MATTER OF THE**  
17 **APPLICATION OF CLEAR SPRINGS**  
18 **UTILITY CO., INC., FOR AN**  
19 **INCREASE IN RATES**

Docket Nos. W-01689A-11-0401  
WS-01689A-11-0402

**NOTICE OF COMPLIANCE FILING  
REGARDING CUSTOMER NOTICE  
OF CHANGE IN RATES**

20 **and**

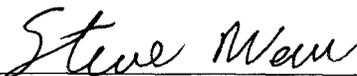
21 **IN THE MATTER OF THE**  
22 **APPLICATION OF CLEAR SPRINGS**  
23 **UTILITY CO., INC., FOR AUTHORITY**  
24 **TO INCUR LONG-TERM DEBT**

25 Pursuant to Decision 74037 (“Decision”), Clear Springs Utility Co. (“Company”),  
26 Inc. hereby files the customer notices and affidavit affirming that the Company has sent  
27 to all its customers the notice of change in rates authorized in the above-mentioned  
28

1 Decision. See Exhibit 1.

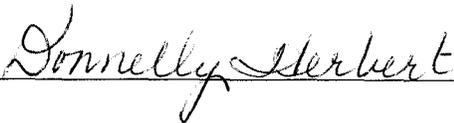
2 Dated this 5<sup>th</sup> day of September, 2013.

3  
4 **MOYES SELLERS & HENDRICKS LTD.**

5   
6 \_\_\_\_\_  
7 Steve Wene

8 Original and 13 copies of the foregoing  
9 filed this 5<sup>th</sup> day of September, 2013 with:

10 Docket Control  
11 Arizona Corporation Commission  
12 1200 West Washington  
13 Phoenix, Arizona 85007

14   
15 \_\_\_\_\_

# **EXHIBIT 1**

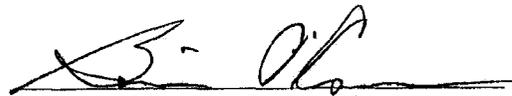
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AFFIDAVIT

STATE OF ARIZONA            )  
  )     ss.  
County of Pima                )

I, the undersigned, after being first duly sworn upon my oath, hereby affirm as follow:

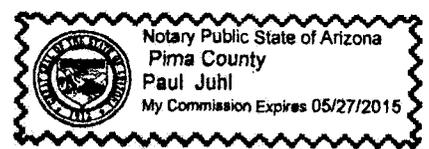
- 1) I am over the age of eighteen.
- 2) I have personal knowledge of the statements set forth herein and I am competent to testify at a hearing or trial with respect to the same.
- 3) I certify that on behalf of Clear Springs Utility Company, Inc. ("Company"), on August 3, 2013, I mailed, or caused to be mailed, to each Company customer a notice of change in water rates and a notice of change in wastewater rates, copies of which are set forth in Attachment 1 and Attachment 2, respectively.

  
Bonnie O'Connor

SUBSCRIBED AND SWORN TO before me, a Notary Public, this 4<sup>th</sup> day of August, 2013.

  
\_\_\_\_\_  
Notary Public

My Commission Expires:  
5/27/2015



# **ATTACHMENT 1**

## CUSTOMER NOTICE

### CHANGE IN RATES

#### CLEAR SPRINGS UTILITY COMPANY, INC.

#### DOCKET NOS. W-01689A-11-0401 AND -0402; DECISION NO. 74037

At its Open Meeting on August 6, 2013, the Arizona Corporation Commission ("Commission") approved a rate increase requested by Clear Springs Utility Company, Inc. ("Company") in an application filed November 3, 2011. The rate increase will be effective September 1, 2013. During this meeting, the Company's finance application seeking approval of financing from the Water Infrastructure Finance Authority ("WIFA"), which had been consolidated with the rate case, was also approved allowing the Company to request a loan for up to \$426,249 for capital improvements.

The recent approval will **increase** the monthly bill for an average water customer using 5,179 gallons per month with a 5/8" x 3/4" meter from \$19.65 to \$25.09, an **increase** of \$5.44 or 27.69 percent.

The WIFA Surcharge will become effective the first day of the month **following** Commission approval of the WIFA loan. It is calculated to be **approximately \$4.11** per month for customers with a 5/8-inch x 3/4 -inch meter. The Surcharge amount increases as the meter size increases.

If you have any questions regarding this notice, please contact our office at 520-623-5172.

**SERVICE CHARGES AND RATES EFFECTIVE SEPTEMBER 1, 2013**

**TARIFF SCHEDULE ENCLOSED**

Clear Springs Utility Company, Inc. - Water Division  
 TARIFF SCHEDULE OF RATES AND CHARGES FOR SERVICE

Approved by the Arizona Corporation Commission in Decision No.  
 Rates and charges herein effective for all service provided on and after:

74037  
 September 1, 2013

<b>MONTHLY USAGE CHARGE (All Classes)</b>
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5/8 x 3/4 - Inch Meter	\$	12.75
3/4 - Inch Meter		19.13
1 - Inch Meter		31.88
1 1/2 - Inch Meter		63.75
2 - Inch Meter		102.00
3 - Inch Meter		204.00
4 - Inch Meter		318.75
6 - Inch Meter		637.50

<b>COMMODITY CHARGES (PER 1,000 GALLONS)</b>
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<b><u>5/8 x 3/4 - Inch Meter (Residential)</u></b>		
0 - 3,000 Gallons	\$	1.50
3,001 to 8,000 Gallons		3.60
Over 8,001 Gallons		5.15
<b><u>3/4 - Inch Meter (Residential)</u></b>		
0 - 3,000 Gallons	\$	1.50
3,001 to 8,000 Gallons		3.60
Over 8,000 Gallons		5.15
<b><u>5/8 x 3/4 - Inch Meter (Commercial/Irrigation)</u></b>		
0 - 8,000 Gallons	\$	3.60
Over 8,000 Gallons		5.15
<b><u>3/4 - Inch Meter (Commercial/Irrigation)</u></b>		
0 - 8,000 Gallons	\$	3.60
Over 8,000 Gallons		5.15
<b><u>1 - Inch Meter (All Classes)</u></b>		
0 to 15,000 Gallons	\$	3.60
Over 15,000 Gallons		5.15
<b><u>1 1/2 - Inch Meter (All Classes)</u></b>		
0 to 30,000 Gallons	\$	3.60
Over 30,000 Gallons		5.15
<b><u>2 - Inch Meter (All Classes)</u></b>		
0 to 50,000 Gallons	\$	3.60
Over 50,000 Gallons		5.15
<b><u>3 - Inch Meter (All Classes)</u></b>		
0 to 110,000 Gallons	\$	3.60
Over 110,000 Gallons		5.15
<b><u>4 - Inch Meter (All Classes)</u></b>		
0 - 180,000 Gallons	\$	3.60
Over 180,000 Gallons		5.15
<b><u>6 - Inch Meter (All Classes)</u></b>		
1 to 380,000 Gallons	\$	3.60
Over 380,000 Gallons		5.15
<b><u>Bulk Water Sales - 3-inch Meter</u></b>		
All Usage Per 1,000 gallons	\$	5.15

**Clear Springs Utility Company, Inc. - Water Division**  
**TARIFF SCHEDULE OF RATES AND CHARGES FOR SERVICE**

Approved by the Arizona Corporation Commission in Decision No.  
 Rates and charges herein effective for all service provided on and after:

74037  
 September 1, 2013

<b>MONTHLY WIFA SURCHARGE<sup>1</sup></b>	
5/8 x 3/4 - Inch Meter	\$ 4.11
3/4 - Inch Meter	6.16
1 - Inch Meter	10.27
1 1/2 - Inch Meter	20.55
2 - Inch Meter	32.89
3 - Inch Meter	65.77
4 - Inch Meter	102.76
6 - Inch Meter	205.52

<sup>1</sup> The Monthly WIFA Surcharge set forth herein is an estimated charge anticipated to go into effect in July 2014. The actual charge and effective date will be determined by the Corporation Commission at a later time.

<b>SERVICE LINE AND METER INSTALLATION CHARGES</b>			
	<b>Service Line</b>	<b>Meter Installation</b>	<b>Total</b>
5/8-inch x 3/4-inch Meter	\$ 445.00	\$ 155.00	\$ 600.00
3/4-inch Meter	445.00	255.00	700.00
1-inch Meter	495.00	315.00	810.00
1 1/2-inch Meter	550.00	525.00	1,075.00
2-inch Meter Turbine	830.00	1,045.00	1,875.00
2-inch Meter Compound	830.00	1,890.00	2,720.00
3-inch Meter Turbine	1,045.00	1,670.00	2,715.00
3-inch Meter Compound	1,165.00	2,545.00	3,710.00
4-inch Meter Turbine	1,490.00	2,670.00	4,160.00
4-inch Meter Compound	1,670.00	3,645.00	5,315.00
6-inch Meter Turbine	2,210.00	5,025.00	7,235.00
6-inch Meter Compound	2,330.00	6,920.00	9,250.00

<b>SERVICE CHARGES</b>	
Establishment	\$ 35.00
Reconnection (Delinquent)	40.00
After Hours Charge	25.00
Meter Test (If Correct)	45.00
Meter Re-Read (If Correct)	30.00
NSF Check	25.00
Deposit	*
Deposit Interest	*
Re-Establishment (Within 12 Months)	**
Deferred Payment (Per Month)	1.50%
Late Payment Fee (Per Month)	1.50%

\* Per Commission Rule A.A.C. R-14-2-403(B).

\*\* Months off the system times the monthly minimum per Commission Rule A.A.C. R-14-2-403(D).

*In addition to collecting its regular rates and charges, the Company shall collect from its customers a proportionate share of any privilege, sales, or use tax as provided for in A.A.C. R14-2-409(D)(5).*

# **ATTACHMENT 2**

## **CUSTOMER NOTICE**

### **CHANGE IN WASTEWATER RATES** **CLEAR SPRINGS UTILITY COMPANY, INC.**

#### **DOCKET NOS. W-01689A-11-0401 AND -0402; DECISION NO. 74037**

At its Open Meeting on August 6, 2013, the Arizona Corporation Commission approved a rate increase requested by Clear Springs Utility Company, Inc. ("Company") in an application filed November 3, 2011. The rate increase/**decrease** will be effective September 1, 2013.

The recent approval will **decrease** the monthly bill for an average residential wastewater customer using 4,763 gallons per month from \$10.55 to \$9.00, a **decrease** of \$1.55 or 14.68 percent.

The approval will increase the monthly bill for an average commercial wastewater customer from \$13.51 to \$16.37, an increase of \$2.86 or 16.37 percent

If you have any questions regarding this notice, please contact our office at 520-623-5172.

**SERVICE CHARGES AND RATES EFFECTIVE SEPTEMBER 1, 2013**

**TARIFF SCHEDULE ENCLOSED**

Clear Springs Utility Company, Inc. - Sewer Division  
TARIFF SCHEDULE OF RATES AND CHARGES FOR SERVICE

Approved by the Arizona Corporation Commission in Decision No.  
Rates and charges herein effective for all service provided on and after:

74037  
September 1, 2013

<b>MONTHLY USAGE CHARGES</b>
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Residential	\$	9.00
Commercial		9.36

<b>COMMODITY CHARGES (PER 1,000 GALLONS OF WATER USAGE)</b>
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<u>Residential:</u>		
6,001 to 20,000 Gallons	\$	1.00
<u>Commercial (All Usage):</u>		
	\$	0.85

<b>SERVICE CHARGES</b>
------------------------

Establishment	\$	30.00
After Hours Service Charge		25.00
NSF Check		25.00
Reconnection (Delinquent)		*
Deposit (Residential)		**
Deposit (Commercial)		***
Deposit Interest		****
Deferred Payment		1.50%
Late Payment Penalty		1.50%
Sewer Tap Charge (Non-Refundable)		Cost

- \* Six times monthly minimum.
- \*\* Per Commission Rule A.A.C. R14-2-603(B)(7)(a).
- \*\*\* Per Commission Rule A.A.C. R14-2-603(B)(7)(b).
- \*\*\*\* Per Commission Rule A.A.C. R14-2-603(B)(3).

***In addition to collecting its regular rates and charges, the Company shall collect from its customers a proportionate share of any privilege, sales, or use tax as provided for in A.A.C. R14-2-608(D)(5).***