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BEFORE THE ARIZONA CORPORATION COMMISSION

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Arizona Corporation Commission

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AZ CORP COMMISSION
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8 IN THE MATTER OF THE APPLICATION OF
9 PIMA UTILITY COMPANY, AN ARIZONA
10 CORPORATION, FOR A DETERMINATION OF
11 THE FAIR VALUE OF ITS UTILITY PLANT AND
12 PROPERTY AND FOR INCREASES IN ITS
13 WATER RATES AND CHARGES FOR UTILITY
14 SERVICE BASED THEREON.

DOCKET NO. W-02199A-11-0329

11 IN THE MATTER OF THE APPLICATION OF
12 PIMA UTILITY COMPANY, AN ARIZONA
13 CORPORATION, FOR A DETERMINATION OF
14 THE FAIR VALUE OF ITS UTILITY PLANT AND
PROPERTY AND FOR INCREASES IN ITS
WASTEWATER RATES AND CHARGES FOR
UTILITY SERVICE BASED THEREON.

DOCKET NO. SW-02199A-11-0330

PROCEDURAL ORDER
(Setting Filing Deadline)

15 **BY THE COMMISSION:**

16 On August 29, 2011, Pima Utility Company ("Pima" or "Company") filed with the Arizona
17 Corporation Commission ("Commission") applications for rate increases in both its water and
18 wastewater divisions.

19 The parties to these consolidated dockets are Pima, the Residential Utility Consumer Office
20 ("RUCO"), and the Commission's Utilities Division ("Staff").

21 On July 16, 2013, the Commission issued Decision No. 73993. Decision No. 73993 increases
22 the Company's rates to reflect recovery of income tax expense as requested by the Company,
23 classifies the income taxes as an imputed expense, and requires the filing of a rate case by no later
24 than June 30, 2017, using a calendar year 2016 test year.

25 RUCO requested rehearing of Decision No. 73993 pursuant to A.R.S. §40-253, which the
26 Commission granted on August 15, 2013. On September 11, 2013, the Commission also reopened
27 Decision No. 73993 pursuant to A.R.S. §40-252, in order to ensure that RUCO has an opportunity to
28 address the matters raised in the rehearing application. The motion directed the Hearing Division to

1 conduct proceedings and hold evidentiary hearings in order to take evidence in accordance with the
2 *Scates* opinion and Arizona law.

3 On October 4, 2013, a procedural conference convened as scheduled to discuss the procedural
4 schedule for the presentation of evidence in the rehearing proceeding in accordance with the *Scates*
5 opinion and Arizona law. Pima, RUCO and Staff appeared through counsel. Pima and RUCO
6 announced that they had reached a settlement in principle and requested 30 days in which to
7 memorialize and file their settlement agreement.

8 IT IS THEREFORE ORDERED that Pima Utility Company and the Residential Utility
9 Consumer Office shall jointly file a memorialization of their settlement agreement, on or before
10 November 4, 2013.

11 IT IS FURTHER ORDERED that the Administrative Law Judge may rescind, alter, amend,
12 or waive any portion of this procedural order either by subsequent procedural order or by ruling at
13 hearing.

14 DATED this 5th day of October, 2013.

15
16 
17 TEENA ABILIAN
18 ADMINISTRATIVE LAW JUDGE

19 Copies of the foregoing mailed/delivered
20 this 5th day of October, 2013 to:

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