

DOCKETED

MAY 09 2014



0000153318

BITTER SMITH PROPOSED AMENDMENT NO. 5

TIME/DATE PREPARED: May 9, 2014 3:00pm

DOCKETED BY

COMPANY: MONTEZUMA RIMROCK WATER COMPANY, LLC AGENDA ITEM NO. 25

DOCKET NO(S). W-04254A-12-0204, OPEN MEETING DATE: May 13-14, 2014
W-04254A-12-0205,
W-04254A-12-0206, W-04254A-12-0207, W-04254A-11-0323,
W-04254A-08-0361, and W-04254A-08-0362

ORIGINAL

The purpose of this Amendment is to accept Staff's position on the Arias Financing Docket application. Staff's engineer recommended approval of the Company's request for \$15,000 for an 8,000 gallon hydro-pneumatic tank along with \$3,541 for installation of the tank. Staff recommended that the Company be allowed to recoup these costs through a surcharge mechanism and this Amendment adopts Staff's recommendations. This Amendment also establishes a process to verify that the tank has been installed and is operational and for approval of the various temporary surcharge amounts by meter size.

Page 74, Line 24 through Page 75, Line 11, DELETE paragraph and REPLACE with the following new paragraph:

"We agree with Staff's position regarding the Arias Financing Docket application, which would allow \$15,000 for the 8,000-gallon hydro-pneumatic tank and \$3,541 for installation of the tank. We also agree with Staff's calculation of the associated surcharge. However, the Company may not begin to collect any surcharge until 1) Staff verifies that the tank is installed and operational, and 2) the Company obtains approval of proposed surcharge amounts for its various meter sizes. The Company shall file a letter in the Docket informing Staff and the Commission when the tank is installed and operational. Staff shall then conduct a field inspection to ensure that the tank is installed and operational. The Company shall then file an application for approval of the proposed surcharge amounts for the various meter sizes. The surcharges shall remain in effect only until such time as the Company's costs for the tank as approved herein have been collected from customers."

Page 141, line 21, DELETE existing Finding of Fact No. 21 and REPLACE with the following new Finding of Fact No. 21:

"21. Regarding the Arias Financing Docket application, we agree with Staff's position and shall allow \$15,000 for the 8,000-gallon hydro-pneumatic tank and \$3,541 for installation of

**** Make all conforming changes**

THIS AMENDMENT:	
<input type="checkbox"/> Passed	<input type="checkbox"/> Passed as amended by _____
<input type="checkbox"/> Failed	<input type="checkbox"/> Not Offered
	<input type="checkbox"/> Withdrawn

RECEIVED
2014 MAY -9 P 4:43
ARIZONA CORPORATION COMMISSION
DOCKET CONTROL

BITTER SMITH PROPOSED AMENDMENT NO. 5

TIME/DATE PREPARED: May 9, 2014 3:00pm

COMPANY: MONTEZUMA RIMROCK WATER COMPANY, LLCAGENDA ITEM NO. 25

DOCKET NO(S). W-04254A-12-0204, OPEN MEETING DATE: May 13-14, 2014
W-04254A-12-0205,
W-04254A-12-0206, W-04254A-12-0207, W-04254A-11-0323,
W-04254A-08-0361, and W-04254A-08-0362

the tank. We also approve calculation of the associated surcharge as proposed by Staff. However, the Company may not begin to collect any surcharge until: 1) Staff verifies that the tank is installed and operational, and 2) the Company obtains Commission approval of proposed surcharge amounts for its various meter sizes. The Company shall file a letter in this Docket informing Staff and the Commission when the tank is installed and operational. Staff shall then conduct a field inspection to verify that the tank is installed and operational. The Company shall then file an application for approval of its proposed surcharge amounts for its various meter sizes. The surcharges shall remain in effect only until such time as the Company's costs for the tank as approved herein have been collected from customers." When all of the costs that have been approved herein have been collected, the Company shall file a letter in this Docket stating that the approved costs have been collected and that the surcharge has terminated."

Page 158, line 4, DELETE Ordering Paragraph and REPLACE with the following new Ordering Paragraph:

"IT IS FURTHER ORDERED that Montezuma Rimrock Water Company, LLC's request for approval of financing in the form of a loan agreement in which Montezuma promised to pay Sergei Arias the sum of \$15,000 for the purchase of an 8,000 gallon hydro-pneumatic tank is hereby granted to the extent discussed above. Staff's estimated installation cost of \$3,541 is reasonable and shall be adopted as well. We also approve calculation of the associated surcharge as proposed by Staff. However, before the Company may begin collecting any associated surcharge for the pressure tank, the Staff shall verify that the Company has complied with Finding of Fact 21. Once all of the costs are collected, the Company shall comply with the steps set forth in Finding of Fact 21."

**** Make all conforming changes**

THIS AMENDMENT:		
_____ Passed _____	Passed as amended by _____	
_____ Failed _____	Not Offered _____	_____ Withdrawn _____