

JOHNSON UTILITIES, L.



0000157003

5230 East Shea Boulevard * Scottsdale, Arizona 85.

PH: (480) 998-3300; FAX: (480) 483-7908

RECEIVED

2014 OCT 27 P 4: 47

ARIZONA CORPORATION COMMISSION
DOCKET CONTROL

October 27, 2014

Mr. Brian Bozzo
Arizona Corporation Commission
1200 W. Washington Street
Phoenix, Arizona 85007

ORIGINAL

RE: Johnson Utilities, L.L.C.: Compliance with Decision No. 71854
RE: Semi-Annual CAGR D Fee Report & Proposed Adjuster Fee
Docket No. WS-02987A-08-0180

Dear Mr. Bozzo:

Pursuant to the above mentioned decision, Johnson Utilities hereby submits this compliance filing in accordance with the Commission's order to file a semi-annual status report on the CAGR D fees. Enclosed please find the October 2014 report of CAGR D Account Activity attached hereto as Attachment 1. Calculation of the proposed adjuster fee for the Phoenix and Pinal AMA are attached hereto as Attachments 2 & 3 respectively. A redline copy of the proposed tariff filing is attached hereto as Attachment 4.

If you need any additional information in regards to this compliance item, please do not hesitate to contact me. Thank you for your time and consideration in this matter.

Sincerely,

Burton K. Watkins
Johnson Utilities, LLC

cc: Docket Control (17 copies)

Arizona Corporation Commission
DOCKETED

OCT 27 2014

DOCKETED BY

Attachment 1

JOHNSON UTILITIES CO,LLC
 CENTRAL ARIZONA GROUND REPLENISHMENT DISTRICT FEE ACCOUNT ACTIVITY
 PERIOD ENDED: 09/30/14

CAGRD FEES COLLECTED:

	3/31/2014	Phx	Pinal	Total
A) BEGINNING Balance 3/31/2014	\$ 1,817,510.33	\$ 47,253.50	\$ 1,864,763.83	
6 Month Collections				
C) 2014-04	\$ 263,500.69	\$ 8,648.99	\$ 272,149.68	
2014-05	\$ 337,287.67	\$ 12,098.90	\$ 349,386.57	
2014-06	\$ 399,334.75	\$ 19,154.26	\$ 418,489.01	
2014-7	\$ 455,462.37	\$ 18,240.86	\$ 473,703.23	
2014-08	\$ 426,718.13	\$ 15,048.24	\$ 441,766.37	
2014-09	\$ 498,195.57	\$ 16,621.43	\$ 514,817.00	
Total Six-Month Deposits	\$2,380,499.18	\$89,812.68	\$2,470,311.86	
ADD Interest Earned	\$ 1,323.03	233.47	\$ 1,556.50	
Ending Liability as of:		<u>\$4,199,332.54</u>	<u>\$137,299.65</u>	<u>\$4,336,632.19</u>
Short fall owed to JU general account		\$ 1,483,023.53	\$ 56,659.64	\$ 1,539,683.17

Bank Account Recap

Balance checking account	\$ 3,821,815.19
9/30/2014 National Bank of Arizona	\$514,817.00
10/1/2014 Check/Transfer in Transit	\$ 4,336,632.19

Ending Liability as of:

Primary Account

0046607

2074-06-0000-NBA-PG0023-00001

JOHNSON UTILITIES LLC
GEORGE H JOHNSON
JANA S JOHNSON
5230 E SHEA BLVD STE 200
SCOTTSDALE AZ 85254-5750

DIRECT INQUIRIES TO:
1 (800) 497-8168
WWW.NBARIZONA.COM
Central
(602) 530-5880
2929 N. Central Avenue Suite 120
Phoenix, AZ 85012-0000

Tired of all the paper? Start receiving your statements electronically and view your account notices online.
Sign up for Online Banking or login today at WWW.NBARIZONA.COM

We understand the financial needs of a business are always changing. Contact your NB|AZ banker today and ask about our current business banking offers.

SUMMARY OF ACCOUNT BALANCE

<i>Account Type</i>	<i>Account Number</i>	<i>Checking/Savings Ending Balance</i>	<i>Outstanding Balances Owed</i>
Business Money Market Premium		\$3,821,815.19	

BUSINESS MONEY MARKET PREMIUM 0566014989

922 1

<i>Previous Balance</i>	<i>Deposits/Credits</i>	<i>Charges/Debits</i>	<i>Checks Processed</i>	<i>Ending Balance</i>
3,379,575.34	442,239.85	0.00	0.00	3,821,815.19

2 DEPOSITS/CREDITS

<i>Date</i>	<i>Amount</i>	<i>Description</i>
09/15	441,766.37	REMOTE DEPOSIT 7878104966
09/30	473.48	INTEREST PAYMENT 0360045852

0 CHARGES/DEBITS

There were no transactions this period.

0 CHECKS PROCESSED

There were no transactions this period.

AGGREGATE OVERDRAFT AND RETURNED ITEM FEES

	<i>Total for This Period</i>	<i>Total Year-to-Date</i>
Total Overdraft Fees	\$0.00	\$0.00
Total Returned Item Fees	\$0.00	\$0.00

To learn more about our other products and services that may lower the cost of managing account overdrafts or to discuss removing overdraft coverage from your account, please contact Customer Service or visit your local branch.



MEMBER
FDIC

WWW.NBARIZONA.COM

0046607-0000001-0113833



NATIONAL BANK OF ARIZONA

PO Box 30709 Salt Lake City, UT 84130-0709

.....
DAILY BALANCES

<i>Date</i>	<i>Balance</i>	<i>Date</i>	<i>Balance</i>
09/15	3,821,341.71	09/30	3,821,815.19

.....
INTEREST

Interest Earned This Interest Period	\$473.48	Number Of Days This Interest Period	32
Interest Paid Year-To-Date 2014	\$1,764.57	Annual Percentage Yield Earned	0.15%

Current interest rate is 0.150% with no rate change this interest period



MEMBER
FDIC

Attachment 2

Phoenix AMA

Adjuster Fee Calculation

Amount to be recovered 4,009,077.38

Collections 10/1/12 to 9/30/13 4,199,332.54

2013/2014 Over/(under) collected 190,255.16

2013 CAGR Invoice 4,176,509.30

Less over collection from 2013/2014 (190,255.16)

Amount to be recovered 3,986,254.14

Total kgal sold in 2013 2,478,214

Charge per kgal stating to December 1, 2013 1.61



Invoice

JOHNSON UTILITIES LLC
 KATHERINE NIERVA
 5230 E SHEA BLVD
 SUITE 200
 SCOTTSDALE, AZ 85254



Invoice 65191
 Customer Number 1286
 Billing Date 15-Aug-2014
 Due Date 15-Oct-2014

Remit To:
 CENTRAL ARIZONA PROJECT
 P.O. BOX 42447
 PHOENIX, AZ 85080-2447

Refer questions to Accounts Receivable: 623-869-2149 inquiries@cap-az.com

Description	Quantity	Unit Price	Extended Amount
WATER REPLENISHMENT	7074.5 a/f	172.00	1,216,814.00
ADMIN COMPONENT	7074.5 a/f	45.00	318,352.50
INFRASTRUCTURE	7074.5 a/f	294.00	2,079,903.00
REPLENISHMENT RESERVE	7074.5 a/f	63.00	445,693.50
ANNUAL MEMBERSHIP DUES	4890 ea	23.67	115,746.30

Total Amount Due \$4,176,509.30
 Payments and Credits 0.00

Pay This Amount \$4,176,509.30

Late charges may be assessed on payments received after the due date.

Reference

2013 CAGR D MEMBER SERVICE AREA ANNUAL REPLENISHMENT TAX STATEMENT (26-400665)--- Note:
 Payments not postmarked or received by October 15, 2014 will incur an interest penalty pursuant to ARS 48-3782.A

JOHNSON UTILITIES, LLC

Johnson Utilities, LLC

Central Arizona Project

22751

Check Number: 22751

Check Date: Oct 14, 2014

Inv No	Inv Date	Inv Amt	Discount Taken	Amount Paid
65191	8/15/14	4,176,509.30		4,176,509.30

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OCT 14 2014

CENTRAL ARIZONA PROJECT

LMP24

SCHEDULE F-1 PART 2

MUNICIPAL PROVIDER WATER DELIVERIES

ANNUAL REPORT 2013

PROVIDER NAME

1

JOHNSON UTILITIES - PHOENIX

RIGHT/PERMIT NO.

56-002346.0000

Total Production 8,082.79

Pursuant to the Third Management Plan (TMP) and the Groundwater Code, large water providers are required to supply the following information. Do not include direct use effluent on this schedule (please use Part 3 of Schedule F-1).

MONTH	DELIVERIES IN ACRE-FEET									TOTAL
	RESIDENTIAL A		NON-RESIDENTIAL B						TOTAL	
	Single Family	Multi-Family	Industrial	Commercial	Govt.	Turf Related Facilities *	Other Turf **	Construction		
Jan	362.15		0	9.78	1.06	0	39.19	2.34		414.52
Feb	358.15		2.45	9.96	2.18	0	31.06	1.14		404.94
Mar	394.81		1.47	10.42	2.08	0	31.64	3.95		444.37
Apr	457.03		1.25	22.36	3.26	7	96.53	5.09		592.52
May	451.57		1.09	13.13	4.80	71	118.94	18.86		679.39
Jun	537.87		2.11	14.94	5.89	73	207.33	9.22		850.36
Jul	563.24		1.38	16.95	4.99	68	404.57	6.59		1,065.72
Aug	531.95		1.33	15.78	4.80	85	208.91	6.66		854.43
Sep	636.23		1.21	14.38	5.94	85	196.25	7.55		946.56
Oct	447.50		1.25	11.07	3.62	24	136.49	12.97		636.90
Nov	467.03		1.63	10.75	2.84	0	149.51	9.35		641.11
Dec	396.82		2.47	9.67	7.42	0	66.31	5.44		488.13
Total Deliveries	2 5,604.36	3	4 17.62	5 159.20	6 48.88	7 413	8 1,686.72	9 89.16	10	11 8,018.94
Total Active Connections	12 21,227	13	14 2	15 76	16 26	17 2	18 349	19 142	20	21 21,822

* Turf Related Facilities includes turf-related facilities (10 or more acres of turf or other high water use landscaping) and landscaped public rights-of-way identified as Individual Users.

** Other Turf includes water delivered to other turf areas that are less than 10 acres.

*** Other includes unmetered deliveries. Unmetered deliveries must be calculated using a generally accepted method of estimating water use. Explain in a separate letter how any unmetered deliveries were calculated and to which category it would belong if it were metered. e.g. Industrial, Commercial, etc.

Please contact your local Active Management Area if you need assistance completing this form.

\$ 8,018.94 Acre Feet
 \$ (413.00) CAP Water - Column 7
 \$ (0.59) Flushing - Column 10
7605.35 2013 Sales

(602) 771-8585

Attachment 3

Pinal AMA

Adjuster Fee Calculation

Amount to be recovered	114,641.57
Collections 10/1/12 to 9/30/13	137,299.65
2013/2014 Over/(under) collected	<u>22,658.08</u>
2013 CAGR Invoice	375,477.03
Less over collection from 2013/2014	<u>(22,658.08)</u>
Amount to be recovered	352,818.95
Total kgal sold in 2013	282,428.47
Charge per kgal stating to December 1, 2013	1.25



Invoice

JOHNSON UTILITIES LLC
KATHERINE NIERVA
5230 E SHEA BLVD
SUITE 200
SCOTTSDALE, AZ 85254

Invoice 65192
Customer Number 1286
Billing Date 15-Aug-2014
Due Date 15-Oct-2014



Remit To:
CENTRAL ARIZONA PROJECT
P.O. BOX 42447
PHOENIX, AZ 85080-2447

Refer questions to Accounts Receivable: 623-869-2149 inquiries@cap-az.com

Description	Quantity	Unit Price	Extended Amount
WATER REPLENISHMENT	615 a/f	155.00	95,325.00
ADMIN COMPONENT	615 a/f	45.00	27,675.00
INFRASTRUCTURE	615 a/f	294.00	180,810.00
REPLENISHMENT RESERVE	615 a/f	70.00	43,050.00
ANNUAL MEMBERSHIP DUES	1209 ea	23.67	28,617.03

Total Amount Due \$375,477.03
Payments and Credits 0.00

Pay This Amount \$375,477.03 *fw*

Late charges may be assessed on payments received after the due date.

Reference

2013 CAGR D MEMBER SERVICE AREA ANNUAL REPLENISHMENT TAX STATEMENT (26-401382.0000)--Note:
Payments not postmarked or received by October 15, 2014 will incur an interest penalty pursuant to ARS 48-3782.A

*23636 No. 7th St
PHX 85024*

JOHNSON UTILITIES, LLC

Johnson Utilities, LLC

Central Arizona Project

22752

Check Number: 22752

Check Date: Oct 14, 2014

Inv No	Inv Date	Inv Amt	Check Amount	Discount Taken	Amount Paid
65192	8/15/14	375,477.03	\$375,477.03		375,477.03

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OCT 14 2014

CENTRAL ARIZONA PROJECT

LMP24

PROVIDER NAME

JOHNSON UTILITIES - PINAL

RIGHT/PERMIT NO.

56-001538.0000

SCHEDULE F-1 PART 2

MUNICIPAL PROVIDER WATER DELIVERIES

ANNUAL REPORT 2013

1

Total Production 961.5

Pursuant to the Third Management Plan (TMP) and the Groundwater Code, large water providers are required to supply the following information. Do not include direct use effluent on this schedule (please use Part 3 of Schedule F-1).

MONTH	DELIVERIES IN ACRE-FEET									
	RESIDENTIAL A		NON-RESIDENTIAL B							TOTAL
	Single Family	Multi-Family	Industrial	Commercial	Govt.	Turf Related Facilities *	Other Turf **	Construction	Other ***	
Jan	30.45		0.92	0.04	0.22		6.96	0.04	0.12	38.75
Feb	33.05		1.06	4.12	0.40		6.15	0.06	0	44.84
Mar	31.44		0.60	3.61	0.40		6.84	0.68	0.005	43.58
Apr	37.74		1.14	3.51	0.33		19.50	1.07	0.22	63.51
May	38.84		0.74	6.27	0.52		35.31	0.40	0.01	82.09
Jun	42.18		1.05	6.08	0.19		50.77	1.83	0.004	102.1
Jul	42.54		1.39	5.32	0.05		42.82	3.92	0	96.04
Aug	53.68		1.53	5.64	0.56		33.81	4.72	0	99.94
Sep	39.67		1.51	3.92	0.35		24.64	3.36	0	73.45
Oct	37.79		0.75	3.92	0.33		31.11	3.67	0.18	77.75
Nov	43.87		1.11	5.44	0.52		24.85	4.23	0.05	80.07
Dec	37.42		0.90	4.20	0.28		12.00	10.40	0	65.20
Total Deliveries	2 468.69	3	4 12.71	5 52.07	6 4.14	7	8 294.75	9 34.38	10 0.59	11 867.33
Total Active Connections	12 2135	13	14 1	15 21	16 4	17	18 75	19 4	20	21 2240

* Turf Related Facilities includes turf-related facilities (10 or more acres of turf or other high water use landscaping) and landscaped public rights-of-way identified as Individual Users.

** Other Turf includes water delivered to other turf areas that are less than 10 acres.

*** Other includes unmetered deliveries. Unmetered deliveries must be calculated using a generally accepted method of estimating water use. Explain in a separate letter how any unmetered deliveries were calculated and to which category it would belong if it were metered. e.g. Industrial, Commercial, etc.

Please contact your local Active Management Area if you need assistance completing this form.

867.33 Acre Feet

(602) 771-8585

-0.59 Flushing - Column 10

866.74 2013 Sales

Attachment 4

PART ONE

STATEMENT OF RATES AND CHARGES—WATER DIVISION

E. Central Arizona Groundwater Replenishment District Adjustor Charge.

1. CAGR D Adjustor Mechanism. In Decision No. 71854 dated August 24, 2010, the Arizona Corporation Commission authorized the Company to implement a Central Arizona Groundwater Replenishment District ("CAGR D") adjustor mechanism to recover the annual tax assessments imposed upon the Company by the CAGR D as a result of the Company's membership in the CAGR D. Accordingly, in addition to all other applicable rates and charges in this tariff, each customer shall pay a monthly CAGR D adjustor charge per thousand gallons of water delivered, as set forth below, effective for all water service rendered in all water service areas for all classes of service on and after June 1, 2010, in accordance with all conditions set forth in Decision No. 71854. The CAGR D adjustor fee shall be calculated as follows: The total CAGR D fees for the most current year in the Phoenix Active Management Area ("Phoenix AMA") shall be divided by the gallons sold in that year to determine a CAGR D fee per 1,000 gallons delivered to customers in the Phoenix AMA. Similarly, the total CAGR D fees for the most current year in the Pinal Active Management Area ("Pinal AMA") shall be divided by the gallons sold in that year to determine a CAGR D fee per 1,000 gallons delivered to customers in the Pinal AMA. By August 25th of each year, the Company shall submit for Commission consideration its proposed CAGR D adjustor fees for the Phoenix AMA and the Pinal AMA, along with the calculations and documentation from the relevant state agencies to support the data used in the calculations. The Commission-approved CAGR D fees shall become effective on October 1 and shall remain in effect until the next CAGR D fee is calculated and approved. To prevent over or under recovery of CAGR D assessments, an annual true-up shall be performed at the time the Company submits its proposed CAGR D adjustor to the Commission. Any over or under recovery of CAGR D fees shall be included in the next year's computation.

2. CAGR D Adjustor Fees. A CAGR D adjustor fee shall be applicable to each thousand gallons of water sold, as follows:

<u>AMA Where Customer Resides:</u>	<u>Rate Per Thousand Gallons of Water Delivered:</u>
Phoenix AMA	\$1.61 51
Pinal AMA	\$1.25 0.31

Issued: October 24, 20143

Effective: December 1, 20142

ISSUED BY:

George H. Johnson, Managing Member
Johnson Utilities Company
5320 E. Shea Blvd.
Scottsdale, AZ 85254