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4 Phoenix, Arizona 85004
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RECEIVED

2014 OCT 31 P 4: 03

ARIZONA CORPORATION COMMISSION
DOCKET CONTROL

7 **BEFORE THE ARIZONA CORPORATION COMMISSION**

9 **COMMISSIONERS**

ORIGINAL

Arizona Corporation Commission

DOCKETED

OCT 31 2014

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

DOCKETED BY 

15 IN THE MATTER OF THE APPLICATION
16 OF GREENEHAVEN WATER COMPANY,
17 INC. FOR AN INCREASE IN ITS RATES

DOCKET NO. W-02325A-14-0322

**RESPONSE TO DEFICIENCY
LETTER**

18 Greenehaven Water Company, Inc. ("Company") hereby responds to the deficiency
19 letter. In its deficiency letter, Staff requested documentation related to customer notice,
20 tax clearance, and plant invoices. These requests are addressed below.

22 **Customer Notice**

23 The affidavit of mailing customer notice is set forth in Attachment 1.

25 **Tax Clearance**

26 The tax clearance application and letter of assumption submitted to the Arizona
27 Department of Revenue is set forth in Attachment 2. Based upon the Company's
28

1 consultation with Staff, this documentation is sufficient to address the deficiency noted
2 by Staff.
3

4 **Plant Invoices**

5 The Company does not have the requested plant invoices. But this should not
6 affect the rate application. As demonstrated in the rate application, the level of CIAC has
7 driven the rate base to minimal or negative status. Therefore, the rates will result from an
8 operational margin analysis. Thus, plant acquisition and installation costs are not directly
9 relevant to rate making here.
10

11 DATED this 31st day of October, 2014.
12

13 **MOYES SELLERS & HENDRICKS**

14 
15 _____
16 Steve Wene
17

18 Original and 13 copies of the foregoing
19 filed this 31st day of October, 2014, with:

20 Docket Control
21 Arizona Corporation Commission
22 1200 West Washington
23 Phoenix, Arizona 85007
24

25 
26 _____
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ATTACHMENT 1

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AFFIDAVIT

STATE OF ARIZONA)
) ss.
County of Coconino)

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 Grenehaven Water Company, Inc., and Grenehaven Sewer Company, Inc. ("Companies"), on or before September 3, 2014, I mailed, or caused to be mailed, to each of the Companies' customers a copy of the notifications attached hereto.

DATED this 22nd day of October, 2014.

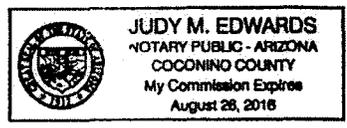
Bonnie Clouse
Bonnie Clouse
Office Manager

SUBSCRIBED AND SWORN TO before me, a Notary Public, this 22 day of October, 2014.

Judy M. Edwards
Notary Public

My Commission Expires:

10/26/2016



CUSTOMER NOTIFICATION

Greenehaven Water Company, Inc. has applied to the Arizona Corporation Commission for an adjustment in rates. The current rates have been in effect since December of 1985. A(n) increase/decrease in rates is necessary at this time due to increased expenses and the need to make the Company self-sustainable. Based on the Company's un-audited Test Year results, (Company Name) realized an operating loss of \$20,487. The Company is requesting a revenue increase of \$50,000 or 91% of total revenues. Please see the attached pages 9 and 11 of the Company's application for the current and proposed rates.

The Application is available for inspection during regular business hours at the offices of the Commission in Phoenix at 1200 West Washington Street (for Tucson, call 800-535-0148 if located outside the Tucson local calling area or 520-628-6555 if inside the Tucson local calling area) and at *Greenehaven Water Company, Inc. 10 Rainbow Drive, Greenehaven, AZ 86040*. Please be advised that the rates and charges ultimately approved by the Commission may be higher or lower than the rates and charges requested in the Application.

Customer input is an important part of the Commission's analysis of the requested adjustment and is a factor in determining whether a hearing will be conducted. Customers should bring to the Commission's attention any questions or concerns related to the Company's Application, including service, billing procedures or other factors important in determining the reasonableness of charges. Customers may have the right to intervene in this matter. Customers wishing to communicate with the Commission, or request information on intervention in the proceeding, should contact the Commission's Consumer Services Section at 800-222-7000 (if located outside the Phoenix local calling area) or 602-542-4251 in the Phoenix local calling area. Customers may also contact the Tucson Commission office by calling 800-535-0148 (if located outside the Tucson local calling area) or 520-628-6555 in the Tucson local calling area.

Customers are advised that the Commission may act upon the Application without a hearing. Regardless of whether a formal hearing is held, customer comments submitted in writing will be placed in the office file, which the Commission reviews prior to making its final decision on the Application. It is important that customers contact the Commission within 15 days of the receipt of this notice so that the Commission's Staff can consider customer comments and concerns in developing its recommendations to the Commission.

CURRENT AND PROPOSED RATES AND CHARGES

CUSTOMER CLASS: Residential Commercial Industrial
 Irrigation All _____ Other, specify _____

MINIMUM OR SERVICE CHARGES	CURRENT RATES		PROPOSED RATES	
	\$	GALLONS	\$	GALLONS
5/8" x 3/4" Meter	9.00	for 1,000	\$ 16.57	for 0
3/4" Meter	No approved tariff for size		\$ 24.86	for 0
1" Meter	No approved tariff for size		\$ 41.43	for 0
1-1/2" Meter	No approved tariff for size		\$ 82.85	for 0
2" Meter	No approved tariff for size		\$ 132.56	for 0
3" Meter	No approved tariff for size		\$ 265.12	for 0
4" Meter	No approved tariff for size		\$ 414.25	for 0
6" Meter	No approved tariff for size		\$ 828.50	for 0

GALLONS IN EXCESS OF MINIMUM	Current Rates		Proposed Rates	
	Rate	Gallons	Rate	Gallons
Commodity Charge in Excess of Minimum (Charge Per 1,000 Gallons)				
First Tier	N/A		\$ 1.41	Up to 3,000
Second Tier	N/A		\$ 2.12	3,000 to 9,000
Third Tier	N/A		\$ 2.54	Over 9,000
Flat Rate	\$1.50 per 1,000 (above 1000)		N/A	

Note: If rates and charges vary across customer classes, duplicate the form and complete one for each rate class. (e.g., residential, commercial) unless "All" is checked.

CURRENT AND PROPOSED RATES AND CHARGES

CUSTOMER CLASS: Residential Commercial Industrial

Irrigation All Other, specify: Construction

	CURRENT RATES	PROPOSED RATES
MINIMUM OR SERVICE CHARGES	\$ GALLONS	\$ GALLONS
5/8" x 3/4" Meter	\$0	N/A*
3/4" Meter	No approved tariff for size	N/A*
1" Meter	No approved tariff for size	N/A*
1-1/2" Meter	No approved tariff for size	N/A*
2" Meter	No approved tariff for size	N/A*
3" Meter	No approved tariff for size	N/A*
4" Meter	No approved tariff for size	N/A*
6" Meter	No approved tariff for size	N/A*

	Current Rates	Proposed Rates
GALLONS IN EXCESS OF MINIMUM	Rate Gallons	Rate Gallons
Commodity Charge in Excess of Minimum (Charge Per 1,000 Gallons)		
Water Sprinkling Day	\$1.20 for all gallons	N/A*
Water Sprinkling Night	\$0.90 for all gallons	N/A*
Flat Rate	N/A	N/A*

Note: If rates and charges vary across customer classes, duplicate the form and complete one for each rate class. (e.g., residential, commercial) unless "All" is checked.

*The Company proposes to do away with special irrigation rates and proposes to charge all customers based on meter size per the rates on page 9(a).

CURRENT AND PROPOSED SERVICE CHARGES

CUSTOMER CLASS: Residential Commercial Industrial
 Irrigation All Other, specify _____

SERVICE LINE AND METER INSTALLATION CHARGES	CURRENT CHARGES	PROPOSED CHARGES		
		SERVICE LINE CHARGES	METER CHARGES	TOTAL CHARGES
5/8" x 3/4" Meter	\$ 50.00	\$ 445.00	\$ 155.00	\$ 600.00
3/4" Meter	none approved	445.00	255.00	700.00
1" Meter	none approved	495.00	315.00	810.00
1-1/2" Meter	none approved	550.00	525.00	1,075.00
2" Turbine Meter	none approved	830.00	1,045.00	1,875.00
2" Compound Meter	none approved	830.00	1,890.00	2,720.00
3" Turbine Meter	none approved	1,045.00	1,670.00	2,715.00
3" Compound Meter	none approved	1,165.00	2,545.00	3,710.00
4" Turbine Meter	none approved	1,490.00	2,670.00	4,160.00
4" Compound Meter	none approved	1,670.00	3,645.00	5,315.00
6" Turbine Meter	none approved	2,210.00	5,025.00	7,235.00
6" Compound Meter	none approved	2,330.00	6,920.00	9,250.00
Over 6"	none approved	At Cost	At Cost	At Cost

OTHER CHARGES	CURRENT CHARGES	PROPOSED CHARGES
Establishment	none approved	\$ 30.00
Reconnection (delinquent)	none approved	30.00
After Hours Service Charge	none approved	35.00
Meter Test	40.00	40.00
Deposit	none approved	(a)
Deposit Interest	none approved	(a)
Re-establishment (within 12 months)	\$ 20.00	(b)
NSF Check	\$ 10.00	\$ 30.00
Deferred Payment	none approved	1.50%
Meter Re-read	\$ 10.00	\$ 25.00
Late Fee	none approved	1.5% per month

Note: If rates and charges vary across customer classes, duplicate the form and complete one for each rate class. (e.g., residential, commercial) unless "All" is checked.

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

(b) Months off system times the monthly minimum per Commission rule A.A.C. R14-2-403(D).

CUSTOMER NOTIFICATION

Greenehaven Sewer Company, Inc. has applied to the Arizona Corporation Commission for an adjustment in rates. The current rates have been in effect since August of 1988. A(n) increase/decrease in rates is necessary at this time due to increased expenses and the need to make the Company self-sustainable. Based on the Company's un-audited Test Year results, Greenehaven Sewer Company, Inc realized an operating loss of \$77,491. The Company is requesting a revenue increase of \$120,000 or 296% of total revenues. Please see the attached page 5 of the Company's application for the current and proposed rates.

The Application is available for inspection during regular business hours at the offices of the Commission in Phoenix at 1200 West Washington Street (for Tucson, call 800-535-0148 if located outside the Tucson local calling area or 520-628-6555 if inside the Tucson local calling area) and at *Greenehaven Sewer Company, Inc. 10 Rainbow Drive, Greenehaven, AZ 86040*. Please be advised that the rates and charges ultimately approved by the Commission may be higher or lower than the rates and charges requested in the Application.

Customer input is an important part of the Commission's analysis of the requested adjustment and is a factor in determining whether a hearing will be conducted. Customers should bring to the Commission's attention any questions or concerns related to the Company's Application, including service, billing procedures or other factors important in determining the reasonableness of charges. Customers may have the right to intervene in this matter. Customers wishing to communicate with the Commission, or request information on intervention in the proceeding, should contact the Commission's Consumer Services Section at 800-222-7000 (if located outside the Phoenix local calling area) or 602-542-4251 in the Phoenix local calling area. Customers may also contact the Tucson Commission office by calling 800-535-0148 (if located outside the Tucson local calling area) or 520-628-6555 in the Tucson local calling area.

Customers are advised that the Commission may act upon the Application without a hearing. Regardless of whether a formal hearing is held, customer comments submitted in writing will be placed in the office file, which the Commission reviews prior to making its final decision on the Application. It is important that customers contact the Commission within 15 days of the receipt of this notice so that the Commission's Staff can consider customer comments and concerns in developing its recommendations to the Commission.

CURRENT AND PROPOSED RATES AND CHARGES

	CURRENT RATES	PROPOSED RATES
Flat Rate Customers - (all are 4-inch laterals)		
Residential Units	\$ 12.25	\$ 41.30
Condo Units	\$ 6.10	\$ 41.30
Recreational Vehicles and Trailers	\$ 6.10	NA
Commercial - Motels (per Room)	\$ 6.10	NA
Commercial - Restaurants (per seat)	\$ 6.10	NA
Other Structures (per restroom)	\$ 12.25	\$ 41.30
Measured Rate Customers		
Residential	N/A	N/A
Commercial	N/A	N/A
Industrial	N/A	N/A
Public Authorities	N/A	N/A
Other	N/A	N/A
Other Customers		
Interdepartmental and/or Associated Companies	N/A	N/A
Other Wastewater Systems	N/A	N/A
Sale of Effluent	N/A	N/A
Sale of Sludge	N/A	N/A
Other	N/A	N/A

ATTACHMENT 2



Arizona Department of Revenue • Collections Administrative Support

ATTN: TCA Process – 1600 W. Monroe – Phoenix, AZ 85007

Telephone: (602) 716-6234

TAX CLEARANCE APPLICATION

1. Applicant Information:

BUSINESS OR APPLICANT NAME <i>Greenchaven Development Corporation</i>		DAYTIME PHONE NO. (with area code) <i>719.332.5015</i>
STREET ADDRESS <i>10 Rainbow Drive</i>		
CITY <i>Greenchaven</i>	STATE <i>AZ</i>	ZIP CODE <i>86040</i>

2. Tax Clearance Purpose: Check only one box. *Greenchaven Water Company*

CERTIFICATE OF COMPLIANCE FOR DISSOLUTION OR WITHDRAWAL:

Dissolution of Corporation (not applicable to estate, trust, or individual application types)

Withdrawal from Arizona (not applicable to estate, trust, or individual application types)

LETTER OF GOOD STANDING:

Gaming Renewable Energy Tax Incentive

Healthy Forest Certification Residency

Air Carrier Apportionment Sale of Business

Personal Other: *Arizona Corporation Commission Request*

3. Application Type: Check only one box and provide tax identification number(s).

Corporation Federal Employer I.D. No./Taxpayer I.D. No. *86-0277298*

S Corporation

Partnership AZ Transaction Privilege License No. _____

Tax Exempt Organization

Limited Liability Company AZ Withholding Tax License No. _____

Limited Liability Partnership

Estate Social Security No. _____

Trust

Individual

Sole Proprietor

4. Signature

Larry W. Theken
PRINT NAME

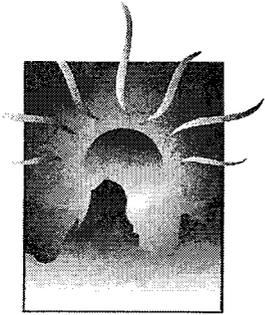
President
PRINT SPECIFIC TITLE (Corporate Officer, Partner, Individual)

[Signature]
SIGNATURE

10-13-14
DATE

5. Mail application to: Arizona Department of Revenue, Collections Administrative Support, ATTN: TCA Process – 1600 W. Monroe – Phoenix, AZ 85007

- Do not fax the application. Faxed applications will not be processed.
- Be sure to sign the application. Unsigned applications will not be processed.
- If your application cannot be approved, you must clear all deficiencies and resubmit an application.
- POWER OF ATTORNEY: If this application is submitted by anyone other than a corporate officer, general partner, or individual (sole proprietor), Arizona Form 285, General Disclosure/Representation Authorization Form, is required. Visit our web site at <http://www.azdor.gov> and click on the Forms link to obtain Form 285.



GREENEHAVEN DEVELOPMENT CORPORATION

P.O. Box 5122 • 10 Rainbow Drive • Greenehaven, AZ 86040 • (719) 332-5015 • terry.theken.gh@gmail.com

October 13, 2014

THE ARIZONA DEPARTMENT OF REVENUE
CORPORATE INCOME AUDIT UNIT
1600 WEST MONROE
PHOENIX, AZ 85007

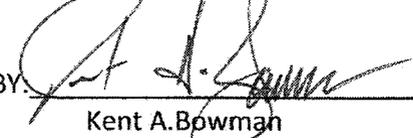
To Whom It May Concern:

LETTER OF ASSUMPTION

This is acknowledgement that GREENEHAVEN DEVELOPMENT CORPORATION, FEIN# 86-0277298, has assumed responsibility for tax payment, filing returns and all payment in full of tax, penalties and interest, if any, for GREENEHAVEN WATER COMPANY, FEIN# 86-0475964.

BY: 
Terry W. Theken


President
Title

BY: 
Kent A. Bowman


Secretary
Title

STATE OF Colorado
COUNTY OF El Paso
Subscribed and sworn before me this 13th day of October
20 14, by: Terry W. Theken
Kent A. Bowman

STEPHANIE BEATTIE
(Notary Seal)
NOTARY PUBLIC
STATE OF COLORADO
My Commission Expires 04/26/2015

Stephanie Beattie
PRINT NAME OF SIGNOR


NOTARY PUBLIC