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ARIZONA CORPORATION COMMISSION

RECEIVED
AZ CORP COMMISSION
DOCKET CONTROL
2015 JUL 30 87 10 27
July 30, 2015

Southland Utilities Company, Inc.
Southwestern Utility Management, Inc.
PO Box 85160
Tucson, Arizona 85754

RE: SOUTHLAND UTILITIES COMPANY, INC. - APPLICATION FOR A RATE INCREASE, DOCKET NO. W-02062A-15-0224

LETTER OF DEFICIENCY

Dear Madam or Sir:

In reference to your rate application received on June 30, 2015, this letter is to inform you that your application has not met the sufficiency requirements as outlined in Arizona Administrative Code R14-2-103.

Staff has found several deficiencies with your application which are listed on a separate attachment. The 30-day sufficiency determination period will begin anew when the company corrects the deficiencies and Docket Control receives an original and sixteen copies of the corrected pages.

You have 15 calendar days, or until August 14, 2015, to correct the deficiencies or make other arrangements with Staff to remedy your rate application. If the corrections or other arrangements are not made by the above date, Staff will request your docket number be administratively closed. Docket Control will retain one copy of the original application for Commission records. You may file an original and sixteen copies of an updated application at a later date.

The Staff person assigned to your application is Jorn Keller. He can be reached at (602) 542-0742, or toll free at (800) 222-7000, if you have any questions or concerns.

Arizona Corporation Commission

DOCKETED

JUL 30 2015

DOCKETED BY TV

Sincerely,

James R. Armstrong
Chief, Financial & Regulatory Analysis Section
Utilities Division

- cc: Docket Control Center (sixteen copies)
- Dwight Nodes, Acting Chief Administrative Law Judge, Hearing Division
- Jeff Francis, Engineering
- Consumer Services
- Legal Division

SOUTHLAND UTILITIES COMPANY, INC.
DOCKET NUMBER W-02062A-15-0224
TEST YEAR ENDED DECEMBER 31, 2014

LIST OF DEFICIENCIES (July 30, 2014)

1.1.1 Plant additions to Accounts 304, 311, 320.1, 330.1, 331, 334, 335 and 347 of over \$500 are not supported by invoices as required by page 1 of the Application.

	Account	Company Addition	Plant	Vendor	Invoice	Amount	Date
304	Structures & Improvements	20,550	1994 Cavco Bldg.	?	No	14,500	06/09/09
333	Services	472		Buena Vista	No	472	
334	Meters & Meter Installations	390		Dana Kepner	No	391	
334	Meters & Meter Installations	3,027		Dana Kepner	No	340	
334	Meters & Meter Installations	4,364		Dana Kepner	No	549	
334	Meters & Meter Installations	2,661		Dana Kepner	No	1,002	
304	Structures & Improvements	22,118		Rutherford Div.	No	22,118	
311	Electric Pumping Equipment	279,332		misc	No	170	
				Sulphur Springs	No	(1,550)	
				Carlson Eng.	No	455	
				Carlson Eng.	No	3,363	
				Carlson Eng.	No	955	
				Carlson Eng.	No	909	
				Carlson Eng.	No	780	
				Rutherford Div.	No	130,162	
				W.W. Williams	No	15,575	
320.1	Water Treatment Plants	6,560		Rutherford Div.	No	6,560	
330.1	Storage Tank	277,748		unknown	No	257,704	
				Rutherford Div.	No	20,044	
				Rutherford Div.	No	27,194	
331	Trans. & Dist. Mains	39,755		Rutherford Div.	No	27,194	
334	Meters & Meter Installations	3,090		Dana Kepner	No	1,792	
335	Hydrants	153,743		Rutherford Div.	No	153,743	
347	Misc. Equipment	7,833		Rutherford Div.	No	7,833	
		821,643				692,255	

1.2. Monthly WIFA surcharge current rates listed on page 9a of the Application are incorrect.