



0000163894

DOUG LITTLE'S PROPOSED AMENDMENT NO. 1

DATE PREPARED: August 17, 2015

COMPANY: Loma Linda Estates, Inc. dba Loma Linda Water Company

DOCKET NO(S): W-02211A-14-0419

OPEN MEETING DATE: August 18 and 19, 2015 AGENDA ITEM NO.: 24

Page 9, Lines 5 through 13:

DELETE Findings of Fact No. 38

INSERT the following:

38. We will adopt Staff's recommended revenue requirement. However, Staff's recommended rate design would collect almost 13 percent of revenues through the third tier commodity rate (compared with 3.8% under current rates.) We are concerned that Staff's proposed rate design puts too much of the increase on the third tier which creates the risk that conservation will make the company unable to earn its authorized revenue. We find it appropriate to keep the percentage of revenues collected through the third tier at a level more consistent with Loma Linda's current and proposed rate designs. We adopt the following monthly minimum charges and commodity rates in lieu of those recommended by Staff:

MONTHLY USAGE CHARGE:

5/8" x 3/4" Meter	\$21.00
3/4" Meter	24.15
1" Meter	31.50
1-1/2" Meter	104.80
2" Meter	167.70
3" Meter	335.40
4" Meter	524.10
6" Meter	1,048.10

COMMODITY CHARGES (Per 1,000 Gallons):

5/8" x 3/4" Meter	
1 to 4,000 Gallons	\$2.50
4,001 to 18,000 Gallons	3.75
Over 18,000 Gallons	4.50

RECEIVED  
2015 AUG 17 P 2:03  
AZ CORP COMMISSION  
DOCKET CONTROL

Arizona Corporation Commission

DOCKETED

AUG 17 2015

DOCKETED BY [Signature]

3/4" Meter	<b>THIS AMENDMENT:</b>	
1 to 4,000 Gallons	Passed as amended by	\$2.50
Failed	Not Offered	Withdrawn

4,001 to 18,000 Gallons	3.75
Over 18,000 Gallons	4.50
<u>1" Meter</u>	
1 to 18,000 Gallons	\$3.75
Over 18,000 Gallons	4.50
<u>1-1/2" Meter</u>	
1 to 92,000 Gallons	\$3.75
Over 92,000 Gallons	4.50
<u>2" Meter</u>	
1 to 140,000 Gallons	\$3.75
Over 140,000 Gallons	4.50
<u>3" Meter</u>	
1 to 290,000 Gallons	\$3.75
Over 290,000 Gallons	4.50
<u>4" Meter</u>	
1 to 433,000 Gallons	\$3.75
Over 433,000 Gallons	4.50
<u>6" Meter</u>	
1 to 905,000 Gallons	\$3.75
Over 905,000 Gallons	4.50
<u><b>Bulk Water</b></u>	
All Usage, Per 1,000 Gallons	\$4.50

39. The rates set forth in Findings of Fact No. 38 would have the following impact on the monthly bill for a customer served by a 5/8" x 3/4" meter with average or median usage:

	<u>Present Rates</u>	<u>Adopted Rates</u>	<u>Dollar Increase</u>	<u>Percent Increase</u>
Average Usage (6,800 gallons)	\$36.11	\$41.50	\$5.39	14.93%
Median Usage (5,100 gallons)	\$30.04	\$35.13	\$5.09	16.94%

40. Staff's recommended service line and meter installation charges and service charges are reasonable and appropriate and should be adopted, with one modification. Rather than adopting Staff's 1.00% or \$5.00 recommended monthly service charge for fire sprinklers, we will adopt a monthly service charge of 2.00% or \$10.00, in keeping with many of our recent Decisions.

**Page 10, Lines 18 and 19:**

DELETE Findings of Fact No. 40

INSERT the following:

42. Staff's recommendations set forth in Findings of Fact No. 41(b) through (l) are reasonable and appropriate and should be adopted."

**Page 11, Lines 1 through 3:**

DELETE Conclusions of Law No. 6

INSERT the following:

6. It is just and reasonable and in the public interest for the Commission to take the actions described in Findings of Fact No. 38, 40, and 42 and impose the requirements set forth in Findings of Fact No. 41(b) through (l).

**Page 11, Line 8 through Page 12, Line 8:**

DELETE Monthly Usage Charges and Commodity Charges shown

INSERT the following:

**MONTHLY USAGE CHARGE:**

5/8" x 3/4" Meter	\$21.00
3/4" Meter	24.15
1" Meter	31.50
1-1/2" Meter	104.80
2" Meter	167.70
3" Meter	335.40
4" Meter	524.10
6" Meter	1,048.10

**COMMODITY CHARGES (Per 1,000 Gallons):**

5/8" x 3/4" Meter	
1 to 4,000 Gallons	\$2.50
4,001 to 18,000 Gallons	3.75
Over 18,000 Gallons	4.50

<u>3/4" Meter</u>	
1 to 4,000 Gallons	\$2.50
4,001 to 18,000 Gallons	3.75
Over 18,000 Gallons	4.50
<u>1" Meter</u>	
1 to 18,000 Gallons	\$3.75
Over 18,000 Gallons	4.50
<u>1-1/2" Meter</u>	
1 to 92,000 Gallons	\$3.75
Over 92,000 Gallons	4.50
<u>2" Meter</u>	
1 to 140,000 Gallons	\$3.75
Over 140,000 Gallons	4.50
<u>3" Meter</u>	
1 to 290,000 Gallons	\$3.75
Over 290,000 Gallons	4.50
<u>4" Meter</u>	
1 to 433,000 Gallons	\$3.75
Over 433,000 Gallons	4.50
<u>6" Meter</u>	
1 to 905,000 Gallons	\$3.75
Over 905,000 Gallons	4.50
<u>Bulk Water</u>	
All Usage, Per 1,000 Gallons	\$4.50

**Renumber to conform and make all other conforming changes.**