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AZ CORP COMMISSION
DOCKET CONTROL

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7 **BEFORE THE ARIZONA CORPORATION COMMISSION**

9 **COMMISSIONERS**

10 SUSAN BITTER SMITH, CHAIRMAN
11 BOB STUMP
12 BOB BURNS
13 TOM FORESE
14 DOUG LITTLE

Arizona Corporation Commission

DOCKETED

OCT 09 2015

DOCKETED BY

15 **IN THE MATTER OF PICACHO PEAK**
16 **WATER COMPANY, INC.'S RATE**
17 **APPLICATION**

Docket No. W-02351A-11-0231

18 **NOTICE OF FILING AFFIDAVIT OF**
19 **CUSTOMER MAILING**

20 Picacho Peak Water Company ("Company") hereby files affidavit confirming that
21 the Company mailed notice of the amended rate application to its customers. See
22 Attachment 1.

23 **MOYES SELLERS & HENDRICKS LTD.**

24
25 _____
26 Steve Wene
27 Attorneys for Company
28

1 Original and 13 copies of the foregoing
2 filed this 9th day of October, 2015, with:

3 Docket Control
4 Arizona Corporation Commission
5 1200 West Washington
6 Phoenix, Arizona 85007

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8 Donnelly Herbert
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Attachment 1

CUSTOMER NOTIFICATION

Picacho Peak Water Company has applied to the Arizona Corporation Commission for an adjustment in rates. The current rates have been in effect since January 1st of 2009. An increase in rates is necessary at this time due to the fact that Picacho Peak Water Company needs funds for pending repairs and replacement of aging equipment and infrastructure, as well as for the on-going maintenance of those improvements. Based on the Company's un-audited Test Year results, Picacho Peak Water Company realized an operating income of \$5,153. The Company is requesting a revenue increase of \$19,500 or 38.84% of total revenues. Please see the attached pages 9a, 9b 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). 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.

Company Name: Picacho Peak Water Company	Test Year Ended: 31-Dec-14
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CURRENT AND PROPOSED RATES AND CHARGES

CUSTOMER CLASS: Residential Commercial Industrial
 Irrigation All Other, specify

MINIMUM OR SERVICE CHARGES-RESIDENTIAL	CURRENT RATES		PROPOSED RATES	
	\$	GALLONS	\$	GALLONS
5/8" x 3/4" Meter	\$ 15.00	for -	\$ 10.00	for -
3/4" Meter	15.00	for -	10.00	for -
1" Meter	37.50	for -	25.00	for -
1-1/2" Meter	75.00	for -	50.00	for -
2" Meter	120.00	for -	80.00	for -
3" Meter	240.00	for -	160.00	for -
4" Meter	375.00	for -	250.00	for -
6" Meter	750.00	for -	500.00	for -

MINIMUM OR SERVICE CHARGES-COMMERCIAL	CURRENT RATES		PROPOSED RATES	
	\$	GALLONS	\$	GALLONS
5/8" x 3/4" Meter	\$ 138.00	for -	\$ 125.00	for -
3/4" Meter	138.00	for -	125.00	for -
1" Meter	345.00	for -	200.00	for -
1-1/2" Meter	690.00	for -	425.00	for -
2" Meter	1,425.00	for -	825.00	for -
3" Meter	2,208.00	for -	1,500.00	for -
4" Meter	3,450.00	for -	2,500.00	for -
6" Meter	6,900.00	for -	4,000.00	for -

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.

Company Name: Picacho Peak Water Company	Test Year Ended: 31-Dec-14
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CURRENT AND PROPOSED RATES AND CHARGES (Continued)

Commodity Charge in Excess of Minimum (Charge Per 1,000 Gallons)	Current Rates		Proposed Rates	
	Rate	Gallons	Rate	Gallons
5/8" x 3/4" Meter (Residential)				
First Tier	\$ 3.05	Up to 3,000	\$ 3.50	Up to 3,000
Second Tier	4.58	3,001 to 10,000	5.25	3,001 to 10,000
Third Tier	5.49	Over 10,000	9.69	Over 10,000
5/8" x 3/4" Meter (Commercial)				
First Tier	\$ 4.58	Up to 10,000	\$ 5.25	Up to 10,000
Second Tier	5.49	Over 10,000	9.69	Over 10,000
3/4" Meter (Residential)				
First Tier	Decision 70558 does not contain 3/4-inch meter commodity rates		\$ 3.50	Up to 3,000
Second Tier			5.25	3,001 to 10,000
Third Tier			9.69	Over 10,000
3/4" Meter (Commercial)				
First Tier	Decision 70558 does not contain 3/4-inch meter commodity rates		\$ 5.25	Up to 10,000
Second Tier			9.69	Over 10,000
1" Meter (All Classes)				
First Tier	\$ 4.58	Up to 15,000	\$ 5.25	Up to 10,000
Second Tier	5.49	Over 15,000	9.69	Over 10,000
1 1/2" Meter (All Classes)				
First Tier	\$ 4.58	Up to 20,000	\$ 5.25	Up to 20,000
Second Tier	5.49	Over 20,000	9.69	Over 20,000
2" Meter (All Classes)				
First Tier	\$ 4.58	Up to 25,000	\$ 5.25	Up to 25,000
Second Tier	5.49	Over 25,000	9.69	Over 25,000
3" Meter (All Classes)				
First Tier	\$ 4.58	Up to 70,000	\$ 5.25	Up to 70,000
Second Tier	5.49	Over 70,000	9.69	Over 70,000
4" Meter (All Classes)				
First Tier	\$ 4.58	Up to 250,000	\$ 5.25	Up to 250,000
Second Tier	5.49	Over 250,000	9.69	Over 250,000
6" Meter (All Classes)				
First Tier	\$ 4.58	Up to 800,000	\$ 5.25	Up to 800,000
Second Tier	5.49	Over 800,000	9.69	Over 800,000
Bulk Water				
First Tier	\$ 4.58	Up to 25,000	\$ 5.25	Up to 25,000
Second Tier	5.49	Over 25,000	9.69	Over 25,000

Company Name: Picacho Peak Water Company	Test Year Ended: 12/31/2014
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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	SERVICE LINE CHARGES	METER CHARGES	TOTAL CHARGES
5/8" x 3/4" Meter	\$ 385.00	\$ 135.00	\$ 520.00	\$ 445.00	\$ 155.00	\$ 600.00
3/4" Meter	385.00	215.00	600.00	445.00	255.00	700.00
1" Meter	435.00	255.00	690.00	495.00	315.00	810.00
1-1/2" Meter	470.00	465.00	935.00	550.00	525.00	1,075.00
2" Meter - Turbo	630.00	965.00	1,595.00	830.00	1,045.00	1,875.00
2" Meter - Compound	630.00	1,690.00	2,320.00	830.00	1,890.00	2,720.00
3" Meter - Turbo	805.00	1,470.00	2,275.00	1,045.00	1,670.00	2,715.00
3" Meter - Compound	845.00	2,265.00	3,110.00	1,165.00	2,545.00	3,710.00
4" Meter - Turbo	1,170.00	2,350.00	3,520.00	1,490.00	2,670.00	4,160.00
4" Meter - Compound	1,230.00	3,245.00	4,475.00	1,670.00	3,645.00	5,315.00
6" Meter - Turbo	1,730.00	4,545.00	6,275.00	2,210.00	5,025.00	7,235.00
6" Meter - Compound	1,770.00	6,280.00	8,050.00	2,330.00	6,920.00	9,250.00
Over 6"	N/A	N/A	N/A	Cost	Cost	Cost

SERVICE CHARGES	CURRENT CHARGES	PROPOSED CHARGES
Establishment	\$ 25.00	\$ 25.00
Bulk Water Account Establishment	N/A	25.00
Reconnection (Delinquent)	25.00	30.00
After Hours Service Charge	N/A	35.00
Meter Test (If Correct)	\$ 25.00	25.00
Deposit	*	*
Deposit Interest	*	*
Reestablishment (Within 12 Months)	**	**
NSF Check	\$ 25.00	\$ 25.00
Deferred Payment (Per Month)	1.50%	1.50%
Meter Re-Read (If Correct)	\$ 10.00	\$ 15.00
Late Fee	1.00%	1.50%
Establishment (After Hours)	\$ 35.00	N/A
Reconnection (Delinquent) after hours	35.00	N/A

* Per Commission rule (R-14-2-403.B).
 ** Months off system times the monthly minimum (R14-2-403.D).