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ARIZONA CORPORATION COMMISSION

JODI JERICH
Executive Director

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August 10, 2015

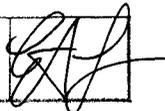
CERTIFIED MAIL

Arizona Corporation Commission
DOCKETED

AZ CORP COMMISSION
DOCKET CONTROL

AUG 10 2015

Mr. Michael Armstead
Jake's Corner Water System
C/o Management Systems, Inc.
211 W. Saddle Lane
Payson, Arizona 85541

DOCKETED BY 

ORIGINAL

RE: IN THE MATTER OF THE APPLICATION OF KACY J. PARKER d/b/a JAKE'S CORNER WATER SYSTEMS FOR APPROVAL OF THE SALE OF ASSETS AND TRANSFER OF THE CERTIFICATE OF CONVENIENCE AND NECESSITY TO MANAGEMENT SYSTEMS, INC. - DOCKET NO. W-04249A-15-0260 AND DOCKET NO. W-20935A-15-0260

INSUFFICIENCY LETTER

Dear Mr. Armstead:

As indicated in my e-mail to you on July 28, 2015, the Arizona Corporation Commission's ("ACC") Utilities Division received the above-mentioned application docketed on July 10, 2015 for the sale and transfer of Kacy J. Parker d/b/a Jake's Corner Water Systems ("Jake's Corner" or "Company"). This letter is to inform you that Staff has completed its initial review of the application, and the following information is needed in order for the application to meet the sufficiency requirements as outlined in the Arizona Administrative Code ("A.A.C.") R14-2-402 (ACC Water Rules):

1. Provide a description of utility property to be transferred, and complete the attached Water Company Plant Description Sheet
2. Complete the attached Water Use Data Sheet.
3. Provide the status of the well meter installation of the Company.
4. Provide the status of the storage tank installation of the Company.
5. Describe in detail the Transferee's prior experience in running a small water company, organizational structure, and financial condition.
6. Describe the effect of the proposed transaction upon the service of the Company and any benefits that will be realized by customers if the proposed transfer is approved.

7. Provide the current number of customers to be affected by the proposed transaction.
8. Describe in what respect, if any, the proposed transaction will have on any other utility.
9. Provide documentation establishing the utility's financial condition, including at least the utility's current assets and liabilities, and income statement, the utility's revenue and expenses for the most recently completed 12-month accounting period, and the value of the utility's plant in service.
10. Will the acquiring entity charge the same rates as is currently charged by the Company and is there any anticipated future plan to request an increase in rates?
11. Identify any and all mechanics, tax or other liens that have been assessed against Jake's Corner or the acquiring entity or their owners/operators.

If you have any questions concerning this matter, please do not hesitate to contact me at 602-542-0818 or e-mail at vwallace@azcc.gov.

Sincerely,



Vicki Wallace
Executive Consultant
Attachments

Cc: Docket Control
Del Smith
Katrin Stukov
Mary Rimback
Dwight Nodes

Company Name:	Test Year Ended:
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WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (inches)	Meter Size (inches)	Year Drilled

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)

BOOSTER PUMPS

Horsepower	Quantity

FIRE HYDRANTS

Quantity Standard	Quantity Other

STORAGE TANKS

Capacity	Quantity

PRESSURE TANKS

Capacity	Quantity

Company Name:	Test Year Ended:
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WATER COMPANY PLANT DESCRIPTION CONTINUED

MAINS

Size (in inches)	Material	Length (in feet)
2		
3		
4		
5		
6		
8		
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 x 3/4	
3/4	
1	
1 1/2	
2	
Comp. 3	
Turbo 3	
Comp. 4	
Turbo 4	
Comp. 6	
Turbo 6	

For the following three items, please list the utility owned assets in each category.

TREATMENT EQUIPMENT:

STRUCTURES:

OTHER:

WATER USE DATA SHEET

NAME OF COMPANY	
ADEQ Public Water System Number:	

MONTH/YEAR (12 Months of Test Year)	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)
1.			
2.			
3.			
4.			
5.			
6.			
7.			
8.			
9.			
10.			
11.			
12.			
TOTAL	N/A		*

Is the water utility located in an ADWR Active Management Area ("AMA")?

YES NO

Does the Company have an ADWR gallons per capita day ("GPCD") requirement?

YES NO

If Yes, please provide the GPCD amount: _____

Note: If you are filing for more than one system, please provide separate data sheets for each system. For explanation of any of the above, please contact the Engineering Supervisor at 602-542-7277.

** Gallons pumped cannot equal or be less than the gallons sold.*