

ORIGINAL



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4 Phoenix, Arizona 85004
5 (602)-604-2189
6 swene@law-msh.com
7 Attorneys for Utility Source, L.L.C.

RECEIVED

2016 FEB -3 P 2: 25

AZ CORP COMMISSION
DOCKET CONTROL

BEFORE THE ARIZONA CORPORATION COMMISSION

COMMISSIONERS

9 DOUG LITTLE, CHAIRMAN
10 BOB STUMP
11 BOB BURNS
12 TOM FORESE
13 ANDY TOBIN

Arizona Corporation Commission

DOCKETED

FEB 03 2016

DOCKETED BY *RK*

14 IN THE MATTER OF THE APPLICATION
15 OF UTILITY SOURCE, LLC, AN
16 ARIZONA CORPORATION, FOR A
17 DETERMINATION OF THE FAIR VALUE
18 OF ITS UTILITY PLANTS AND
PROPERTY AND FOR INCREASES IN
ITS WATER AND WASTEWATER RATES
AND CHARGES FOR UTILITY SERVICE
BASED THEREON.

DOCKET NO: WS-04235A-13-0331

**NOTICE OF FILING AFFIDAVIT
OF MAILING OF CHANGE IN
RATES**

19
20 Utility Source, L.L.C. ("Company"), hereby files the affidavit of mailing of
21 change in rates to its customers. The affidavit, along with the notices sent to the
22 customers, is enclosed.

23
24 RESPECTFULLY SUBMITTED this 3rd day of February, 2016.

25 **MOYES SELLERS & HENDRICKS LTD.**

26
27 *Steve Wene*
28 _____
Steve Wene

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Original and 13 copies of the foregoing
filed this 3rd day of February 2016, with:

Docket Control
Arizona Corporation Commission
1200 West Washington
Phoenix, Arizona 85007

Donnelly Herbert

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AFFIDAVIT

STATE OF ARIZONA)
)
County of Maricopa) ss.

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 Utility Source, LLC ("Company"), on January 9, 2016, I mailed, or caused to be mailed, to each Company customer copies of the customer notifications of new rates attached hereto. See Attachment 1 and Attachment 2.

DATED this 27th day of January, 2016.

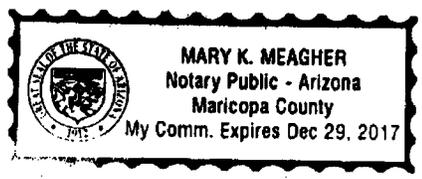
Mary Ann Parry
Mary Ann Parry

SUBSCRIBED AND SWORN TO before me, a Notary Public, this 27th day of January, 2016.

Mary K. Meagher
Notary Public

My Commission Expires:

Dec 29 2017



ATTACHMENT 1

CUSTOMER NOTICE

CHANGE OF WASTEWATER RATES AND CHARGES UTILITY SOURCE, LLC. DOCKET NO. WS-04235A-13-0331

Dear Utility Source, LLC Wastewater Customer:

At its Open Meeting on December 8, 2015, the Arizona Corporation Commission approved a wastewater rate increase, requested by Utility Source, LLC ("Utility Source" or "Company") to be effective on January 1, 2016 in Decision No. 75353.

Utility Source is authorized to file tariffs that provide for a three-phase rate increase. During the phase-in period, the monthly bill for a 3/4-inch meter residential wastewater customer with median usage of 3,500 gallons would increase from \$20.44 to \$50.55 in year one (2016); to \$57.33 in year two (2017); and to \$64.17 in year three (2018).

Pursuant to Decision No. 75353, the new Phase 1 rates and charges will be effective for all wastewater services rendered on or after **January 1, 2016**. Phase 2 rates and charges will be effective for all wastewater services rendered on or after **January 1, 2017**. Phase 3 rates and charges will be effective for all wastewater services rendered on or after **January 1, 2018**.

If you have any questions regarding this notice, please contact Utility Source at 20525 E. Chandler Heights Road, Queen Creek, AZ, 85142-9500, (480) 892-8756. Rates and charges for the Company will be as follows:

MONTHLY USAGE CHARGES:

Meter Size (All Classes)	<u>Phase 1</u> <u>Effective 1/1/2016</u>	<u>Phase 2</u> <u>Effective 1/1/2017</u>	<u>Phase 3</u> <u>Effective 1/1/2018</u>
5/8x3/4 Inch	\$37.00	\$42.00	\$47.00
3/4 Inch	\$37.00	\$42.00	\$47.00
1 Inch	\$92.50	\$105.00	\$117.50
1 1/2 Inch	\$185.00	\$210.00	\$235.00
2 Inch	\$296.00	\$336.00	\$376.00
3 Inch	\$592.00	\$672.00	\$752.00
4 Inch	\$925.00	\$1,050.00	\$1,175.00
6 Inch	\$1,850.00	\$2,100.00	\$2,350.00

(a) No gallons in minimum

COMMODITY CHARGES (Per 1,000 Gallons of Water Usage):

	<u>Phase 1</u> <u>Effective</u> <u>1/1/2016</u>	<u>Phase 2</u> <u>Effective</u> <u>1/1/2017</u>	<u>Phase 3</u> <u>Effective</u> <u>1/1/2018</u>
Residential	\$3.87	\$4.38	\$4.91

Commercial and Industrial

Car washes, Laundromats, Commercial, Manufacturing	\$3.79	\$4.28	\$4.80
Hotels, Motels	\$5.08	\$5.75	\$6.43
Restaurants	\$6.27	\$7.10	\$7.95
Industrial Laundries	\$5.56	\$6.29	\$7.05
Waste Haulers	\$113.51	\$128.40	\$143.81
Restaurant Grease	\$99.32	\$112.35	\$125.83
Treatment Plant Sludge	\$113.51	\$128.40	\$143.81
Mud Sump Waste	\$354.71	\$401.25	\$449.40

SERVICE CHARGES:

Establishment	\$20.00
Re-Establishment (Within 12 Months)	(a)
Reconnection (Delinquent)	\$50.00
Deposit	(b)
Deposit Interest	(b)
NSF Check	\$20.00
Late Payment Penalty (Per month)	1.5%
Deferred Payment (Per month)	1.5%
After Hours Service Charge	\$40.00

(a) Minimum charge times number of full months off the system per A.A.C. R14-2-603(D).

(b) Per A.A.C. R14-2-603(B).

In addition to the collection of regular rates, the utility will collect from its customers a proportionate share of any privilege, sales, use, and franchise tax per A.A.C. R14-2-608(D)(5).

ATTACHMENT 2

CUSTOMER NOTICE

CHANGE OF WATER RATES AND CHARGES

UTILITY SOURCE, LLC.

DOCKET NO. WS-04235A-13-0331

Dear Utility Source, LLC Water Customer:

At its Open Meeting on December 8, 2015, the Arizona Corporation Commission approved a water rate increase, requested by Utility Source, LLC ("Utility Source" or "Company") to be effective on January 1, 2016 in Decision No. 75353.

Utility Source is authorized to file tariffs that provide for a three-phase rate increase. During the phase-in period, the monthly bill for a ¾-inch meter residential water customer with median usage of 3,500 gallons per month would increase from \$35.30 to \$45.60 in year one (2016); to \$51.37 in year two (2017); and to \$57.27 in year three (2018).

Pursuant to Decision No. 75353, the new Phase 1 rates and charges will be effective for all water services rendered on or after **January 1, 2016**. Phase 2 rates and charges will be effective for all water services rendered on or after **January 1, 2017**. Phase 3 rates and charges will be effective for all water services rendered on or after **January 1, 2018**.

If you have any questions regarding this notice, please contact Utility Source at 20525 E. Chandler Heights Road, Queen Creek, AZ, 85142-9500, (480) 892-8756. Rates and charges for the Company will be as follows:

MONTHLY USAGE CHARGES:

Meter Size (All Classes)	<u>Phase 1</u> <u>Effective 1/1/2016</u>	<u>Phase 2</u> <u>Effective 1/1/2017</u>	<u>Phase 3</u> <u>Effective 1/1/2018</u>
5/8x3/4 Inch	\$34.23	\$37.37	\$41.35
3/4 Inch	\$34.23	\$37.37	\$41.35
1 Inch	\$85.56	\$93.43	\$103.37
1 1/2 Inch	\$171.13	\$186.85	\$206.74
2 Inch	\$273.80	\$298.96	\$330.78
3 Inch	\$547.60	\$597.92	\$661.56
4 Inch	\$855.63	\$934.25	\$1,033.69
6 Inch	\$1,711.25	\$1,868.50	\$2,067.38

COMMODITY CHARGES (Per 1,000 Gallons):

Meter Size (All Classes)	<u>Block</u>	<u>Phase 1</u> <u>Effective</u> <u>1/1/2016</u>	<u>Phase 2</u> <u>Effective</u> <u>1/1/2017</u>	<u>Phase 3</u> <u>Effective</u> <u>1/1/2018</u>
5/8x3/4 Inch (Residential, Commercial)	1 gallon to 4,000 gallons	\$3.25	\$4.00	\$4.55
	4,001 gallons to 9,000 gallons	\$5.50	\$6.25	\$6.80
	over 9,000	\$6.75	\$7.50	\$8.05
3/4 Inch Meter (Residential, Commercial)	1 gallon to 4,000 gallons	\$3.25	\$4.00	\$4.55
	4,001 gallons to 9,000 gallons	\$5.50	\$6.25	\$6.80
	over 9,000 gallons	\$6.75	\$7.50	\$8.05

1 Inch Meter (Residential, Commercial)				
	1 gallon to 27,000 gallons	\$5.50	\$6.25	\$6.80
	over 27,000 gallons	\$6.75	\$7.50	\$8.05
1.5 Inch Meter (Residential, Commercial)				
	over minimum up to 57,000 gallons	\$5.50	\$6.25	\$6.80
	over 57,000 gallons	\$6.75	\$7.50	\$8.05
2 Inch Meter (Residential, Commercial)				
	1 gallon to 94,000 gallons	\$5.50	\$6.25	\$6.80
	over 94,000	\$6.75	\$7.50	\$8.05
3 Inch Meter (Residential, Commercial)				
	1 gallon to 195,000 gallons	\$5.50	\$6.25	\$6.80
	over 195,000 gallons	\$6.75	\$7.50	\$8.05
4 Inch Meter (Residential, Commercial)				
	1 gallon to 309,000 gallons	\$5.50	\$6.25	\$6.80
	Over 309,000 gallons	\$6.75	\$7.50	\$8.05
6 Inch Meter (Residential, Commercial)				
	1 gallon to 615,000 gallons	\$5.50	\$6.25	\$6.80
	Over 615,000 gallons	\$6.75	\$7.50	\$8.05
Irrigation Meters	All gallons	\$5.50	\$6.25	\$6.80
Standpipe or Bulk	All gallons	\$18.86	\$18.86	\$18.86
Construction	All gallons	\$18.86	\$18.86	\$18.86

SERVICE LINE AND METER INSTALLATION CHARGES:
(Refundable pursuant to A.A.C. R14-2-405)

	<u>Service</u>		
	<u>Line</u>	<u>Meter</u>	<u>Total</u>
5/8" x 3/4" Meter	\$415	\$105	\$520
3/4" Meter	415	205	620
1" Meter	465	265	730
1 1/2" Meter	520	475	995
2" Turbine Meter	800	995	1,795
2" Compound Meter	800	1,840	2,640
3" Turbine Meter	1,015	1,620	2,635
3" Compound Meter	1,135	2,495	3,630
4" Turbine Meter	1,430	2,570	4,000
4" Compound Meter	1,610	3,545	5,155
6" Turbine Meter	2,150	4,925	7,075
6" Compound Meter	2,270	6,820	9,090

SERVICE CHARGES:

Establishment	\$20.00
Re-Establishment (Within 12 Months)	(a)
Reconnection (Delinquent)	\$50.00
Meter Test (If Correct)	\$20.00
Deposit	(b)

Deposit Interest	(b)
NSF Check	\$20.00
Late Payment Penalty (Per month)	1.5%
Deferred Payment (Per month)	1.5%
Meter Reread (If Correct)	\$10.00
After Hours Service Charge	\$40.00
Moving Meter at Customer Request	Cost

(a) Minimum charge times number of full months off the system per A.A.C. R14-2-403(D)

(b) Per A.A.C. R14-2-403(B)

In addition to the collection of regular rates, the utility will collect from its customers a proportionate share of any privilege, sales, use, and franchise tax per A.A.C. R14-2-409(D)(5).