

ORIGINAL



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7 Attorneys for Utility Source, L.L.C.

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2016 MAR 16 P 1:39

AZ CORP COMMISSION  
DOCKET CONTROL

BEFORE THE ARIZONA CORPORATION COMMISSION

Arizona Corporation Commission

DOCKETED

MAR 16 2016

COMMISSIONERS

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

DOCKETED BY

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  
19 PROPERTY AND FOR INCREASES IN  
20 ITS WATER AND WASTEWATER RATES  
21 AND CHARGES FOR UTILITY SERVICE  
22 BASED THEREON.

DOCKET NO: WS-04235A-13-0331

**NOTICE OF COMPLIANCE AND  
STATUS UPDATE**

23 Utility Source, L.L.C. ("Company"), hereby files its notice of compliance and  
24 status update.

25 Arizona Corporation Commission ("Commission") Decision No. 75353 adopted a  
26 settlement agreement between the parties in the underlying rate case. The settlement  
27 included several post-decision compliance tasks the Company must perform on or before  
28 March 16, 2016. First, the mixed media filter had to be repaired. Second, an engineering  
analysis of the water system had to be performed. Finally, a security fence had to be  
installed around Deep Well No. 2.

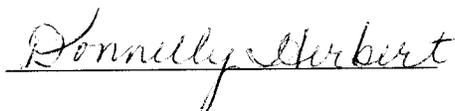
1 The Company has repaired the mixed media filter. *See* Attachment 1. The  
2 Company has engaged Shephard-Wesnitzer, Inc., to perform the engineering analysis of  
3 the water system. This report is not yet complete, but the Company understands that the  
4 report should be completed before the end of the month and filed soon thereafter. *See*  
5 Attachment 2. The Company also has entered into a contract for the construction of the  
6 security fence, however, the fence has not been built yet primarily due to weather  
7 conditions and the contractor's work backlog resulting from such conditions. The  
8 Company expects that all compliance matters will be completed by no later than April 30,  
9 2016.

10  
11  
12  
13 

14 Steve Wene

15  
16 Original and thirteen (13) copies  
17 of the foregoing filed this  
18 16<sup>th</sup> day of March, 2016 with:

19 Arizona Corporation Commission  
20 1200 West Washington Street  
21 Phoenix, Arizona 85007

22  
23 

# **ATTACHMENT 1**

Jeremy McCaleb  
P.O. Box 16198  
Bellemont, AZ 86015  
Ph. 928-699-2226

Date: 3-15-16

To Whom It May Concern:

Re: Flagstaff Meadows W.W.T.P. Effluent Sand Filter

As the system operator for Flagstaff Meadows W.W.T.P., I do hereby certify that the repairs to the effluent sand filter have been completed. The pneumatics has been repaired and is operational. Freeze damage to main lines and plumbing has also been repaired.

Total: \$580.62



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Jeremy McCaleb, operator

3-15-16

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Date

# **ATTACHMENT 2**

The logo for SWI (Shepherd & Wesnitzer, Inc.) features the letters "SWI" in a bold, sans-serif font.A circular graphic celebrating 25 years, with "CELEBRATING 25 YEARS" written around the perimeter.

Shepherd & Wesnitzer, Inc.  
*Engineering an environment of excellence*

110 West Dale Avenue  
Flagstaff, AZ 86001

928.773.0354  
928.774.8934 fax

www.swiaz.com

*Engineering an environment of excellence.*

Utilities Division  
Arizona Corporation Commission  
1200 West Washington  
Phoenix, AZ 85007-2996

March 15, 2016  
Job # 15303

RE: Utility Source, Fire Protection  
ACC Docket WS-04235A-13-0031 Proposed Settlement Agreement  
IV. Post-Decision Company Duties, 4.2 System Analysis

Gentlemen / Ladies:

I am writing in regard to the referenced project and ACC requirement. SWI was contracted to perform the analysis on February 15, 2016. We are writing to inform you that we will not have it completed by March 16, 2016 as we had planned.

The work on the report was initiated by completing an inspection and beginning to assemble the documentation needed. We are attempting to complete it as soon as possible. We need to complete some follow-up with the Ponderosa Fire District regarding the flow testing they have performed. We also need to research the existing pump information a bit further to confirm performance curves.

At this time we are expecting to be complete with engineering work by the end of this week. We would like to review it with the utility and finalize it the following week. We would ship out the report no later than the close of business on Friday March 25, 2016.

If you have any questions please feel free to call.

Sincerely,

A handwritten signature in cursive script that reads "David M. Monihan Jr.".

David M. Monihan Jr., PE, RLS  
Project Engineer

CC: Mr. Jeremy McCaleb, Operator, Utility Source

SEDONA

COTTONWOOD

FLAGSTAFF

PRESCOTT

KINGMAN