

ORIGINAL

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COMMISSIONERS

BOB STUMP
TOM FORESE
DOUG LITTLE - CHAIRMAN
BOB BURNS
ANDY TOBIN

RECEIVED

2016 JUN 29 P 3 09

ARIZONA CORPORATION COMMISSION
DOCKET CONTROL

BEFORE THE ARIZONA CORPORATION COMMISSION

IN THE MATTER OF THE APPLICATION OF
MONTEZUMA RIMROCK WATER
COMPANY, LLC FOR APPROVAL OF
FINANCING TO INSTALL A WATER LINE
FROM THE WELL ON TIEMAN TO WELL NO.
1 ON TOWERS.

Docket No. W-04254A-12-0204

IN THE MATTER OF THE APPLICATION OF
MONTEZUMA RIMROCK WATER
COMPANY, LLC FOR APPROVAL OF
FINANCING TO PURCHASE THE WELL NO. 4
SITE AND THE COMPANY VEHICLE.

Docket No. W-04254A-12-0205

IN THE MATTER OF THE APPLICATION OF
MONTEZUMA RIMROCK WATER
COMPANY, LLC FOR APPROVAL OF
FINANCING FOR AN 8,000-GALLON HYDRO-
PNEUMATIC TANK.

Docket No. W-04254A-12-0206

IN THE MATTER OF THE RATE
APPLICATION OF MONTEZUMA RIMROCK
WATER COMPANY, LLC.

Docket No. W-04254A-12-0207

NOTICE OF FILING
MONTEZUMA RIMROCK WATER
CO. LLC
Response to Staff's Third Set of Data
Requests

Arizona Corporation Commission

DOCKETED

JUN 29 2016

DOCKETED BY

W-04254A-11-0323,

W-04254A-08-0361

W-04254A-08-0362

- STF 3.1 See Attachment A
- STF 3.2 See Attachment A
- STF 3.3 See Attachment A
- STF 3.4 See Attachment B
- STF 3.5 No
- STF 3.6 MRWC requested a loan in the amount of \$108,000 from RCAC. MRWC was informed that RCAC could provide a loan for the storage tanks up to \$130,000.
- STF 3.7 See Attachment C

Submitted by,

Patricia D. Olsen

ATTACHMENT A

ORIGINAL

Montezuma Rimrock Water Comp

RECEIVED

3031 E. Beaver Creek Rd., Rimrock, AZ 86335
2016 JAN 26 *AK* www.MontezumaWater.com

Phone: 928-592-9211

AZ CORP COMMISSION
DOCKET CONTROL

January 26, 2016

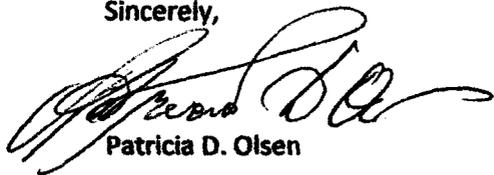
Arizona Corporation Commission
1200 W. Washington St.
Phoenix, AZ 85007

Docket No. W-02064A-04-0270
W-04254A-04-0270
Decision No. 67583
Surety Bond

RE: Surety Bond Requirement

Attached is a copy of the Continuation Certificate for the required Surety Utility Bond required by the Arizona Corporation Commission for Montezuma Rimrock Water Company LLC.

Sincerely,


Patricia D. Olsen

Arizona Corporation Commission

DOCKETED

JAN 26 2016

DOCKETED *KC*



American Contractors Indemnity Company
 601 S. Figueroa St., Suite 1600 Los Angeles, CA 90017
 main (310) 649 0990 facsimile (310) 645 9274

CONTINUATION CERTIFICATE

BOND NUMBER	BOND DESCRIPTION	BOND AMOUNT	EFFECTIVE DATE	EXPIRATION DATE
	AZ / UTILITY BOND	\$30,000.00	2/5/2016	2/5/2017

Principal:

MONTEZUMA RIMROCK WATER COMPANY LLC
 3031 E. BEAVER CREEK RD
 RIMROCK , AZ 86335

Obligee:

ARIZONA CORPORATION COMMISSION
 1200 WEST WASHINGTON
 PHOENIX , AZ 85007

THIS BOND CONTINUES IN FORCE TO THE ABOVE EXPIRATION DATE CONDITIONED AND PROVIDED THAT THE LOSSES OR RECOVERIES IN IT AND ALL ENDORSEMENTS SHALL NEVER EXCEED THE PENALTY SET FORTH IN THE BOND AND WHETHER THE LOSSES OR RECOVERIES ARE WITHIN THE FIRST AND/OR SUBSEQUENT OR WITHIN ANY EXTENSION OR RENEWAL PERIOD, PRESENT, PAST OR FUTURE. ALL OTHER TERMS AND CONDITIONS REMAIN UNCHANGED.

Signed and dated this 26th day of January, 2016.



American Contractors Indemnity Company

ADRIAN LOO , Attorney in Fact

Agent:

9050 - HCCS - PHOENIX
 8751 N. 51ST AVE, SUITE 101
 GLENDALE , AZ 85302



HCC

HCC Surety Group
601 South Figueroa Street, Suite 1600
Los Angeles, California 90017

RENEWAL INVOICE

DIRECT INVOICE

Agent:

9050 - HCCS - PHOENIX
8751 N. 51ST AVE, SUITE 101
GLENDALE AZ 85302

Principal:

000154
MONTEZUMA RIMROCK WATER COMPANY LLC
3031 E. BEAVER CREEK RD
RIMROCK AZ 86335

Thank you for your business

American Contractors Indemnity Company, U.S. Specialty Insurance Company, United States Surety Company, a division of HCC Insurance Holdings, Inc.

Please detach portion for principal's record as evidence of continuation for the bond.

CONTINUATION CERTIFICATE

Insurance Company

American Contractors Indemnity Company
601 S. Figueroa Street, Suite 1600, Los Angeles, CA 90017-5721

BOND NUMBER	BOND DESCRIPTION	BOND AMOUNT	EFFECTIVE DATE	EXPIRATION DATE
1001042558	598 UTILITY BOND	\$30,000.00	2/5/2016	2/5/2017

Obligee:

ARIZONA CORPORATION COMMISSION
1200 WEST WASHINGTON
PHOENIX AZ 85007

THIS BOND CONTINUES IN FORCE TO THE ABOVE EXPIRATION DATE CONDITIONED AND PROVIDED THAT THE LOSSES OR RECOVERIES ON IT AND ALL ENDORSEMENTS SHALL NEVER EXCEED THE PENALTY SET FORTH IN THE BOND AND WHETHER THE LOSSES OR RECOVERIES ARE WITHIN THE FIRST AND/OR SUBSEQUENT OR WITHIN ANY EXTENSION OR RENEWAL PERIOD, PRESENT, PAST OR FUTURE. ALL OTHER TERMS AND CONDITIONS REMAIN UNCHANGED.



Principal:

MONTEZUMA RIMROCK WATER COMPANY LLC
3031 E. BEAVER CREEK RD
RIMROCK AZ 86335

Agent:

9050 - HCCS - PHOENIX
8751 N. 51ST AVE, SUITE 101
GLENDALE AZ 85302

Please detach portion and return with payment in the enclosed envelope.

Principal:

MONTEZUMA RIMROCK WATER COMPANY LLC
3031 E. BEAVER CREEK RD
RIMROCK AZ 86335

Agent:

9050 - HCCS - PHOENIX
8751 N. 51ST AVE, SUITE 101
GLENDALE AZ 85302

Amount Enclosed

\$



Check if you have a change of address.

TO ENSURE PROPER PROCESSING, MAKE CHECK PAYABLE TO:

HCC Surety Group
P.O. Box 4312
Woodland Hills, CA 91365-4312

BOND NUMBER:	1001042558
PAYMENT DUE BY 2/5/2016	\$1,500.00
PAYMENT DUE AFTER 2/5/2016	\$1,525.00
BOND WILL BE CANCELLED	
if full payment is not received by	2/5/2016
Pay Online at renew.hccsurety.com	
Payment PIN: A4645Y	

ATTACHMENT B

Meter Count by Area and Status Code

Area	Total Meters	Status	Description	Dwelling Units
1	217	A	- ACTIVE	0
1	4	B	- OFF AND BILLED	0
1	2	P	- OFF AND PAID	0
Total:	1			223
Grand Total:				223

ATTACHMENT C

The RCAC loan would be for 10 years whereby encumbering only the storage tanks. The total interest paid would be ~\$42,476.62

The WIFA loan would be for 20 years whereby encumbering all assets of the water company. The total interest would be ~\$71,269.69

The total savings to MRWC customers would be ~\$28,793.07 if the RCAC loan were approved.

From: Darryl English <denglish@rcac.org>
To: Patricia Olsen <patsy@montezumawater.com>
Sent: Friday, June 24, 2016 1:19 PM
Subject: Re: SmBiz-loan-app9-2014

Hi Patricia,

Yes, but again, I can only guess on rate. Rate is determined by risk and credit score etc. I would say between 6-8% but again, that is only guessing.

Attached is an amortization schedule.

Thanks,

Darryl

Darryl English

RCAC | Loan Fund

Loan Officer | AZ, CO, NM, NV, UT

(480) 629-5964 – Office

(480) 634-5187 - Fax

(480) 622-0970 – Cell

denglish@rcac.org

Inputs

Loan Amount	\$ 108,000
Annual Interest Rate	7.00%
Term of Loan in Years	10
First Payment Date	8/1/2016
Frequency of Payment	Monthly

Summary

Rate (per period)	0.583%
Payment (per period)	\$1,253.97
Total Payments	\$150,476.62
Total Interest	\$42,476.62
Interest Savings	(\$0.03)

No.	Due Date	Payment Due	Additional Payment	Interest	Principal	Balance
						\$108,000.00
1	8/1/2016	1,253.97	0.00	630.00	623.97	107,376.03
2	9/1/2016	1,253.97	0.00	626.36	627.61	106,748.42
3	10/1/2016	1,253.97	0.00	622.70	631.27	106,117.15
4	11/1/2016	1,253.97	0.00	619.02	634.95	105,482.20
5	12/1/2016	1,253.97	0.00	615.31	638.66	104,843.54
6	1/1/2017	1,253.97	0.00	611.59	642.38	104,201.16
7	2/1/2017	1,253.97	0.00	607.84	646.13	103,555.03
8	3/1/2017	1,253.97	0.00	604.07	649.90	102,905.13
9	4/1/2017	1,253.97	0.00	600.28	653.69	102,251.44
10	5/1/2017	1,253.97	0.00	596.47	657.50	101,593.94
11	6/1/2017	1,253.97	0.00	592.63	661.34	100,932.60
12	7/1/2017	1,253.97	0.00	588.77	665.20	100,267.40
13	8/1/2017	1,253.97	0.00	584.89	669.08	99,598.32
14	9/1/2017	1,253.97	0.00	580.99	672.98	98,925.34
15	10/1/2017	1,253.97	0.00	577.06	676.91	98,248.43
16	11/1/2017	1,253.97	0.00	573.12	680.85	97,567.58
17	12/1/2017	1,253.97	0.00	569.14	684.83	96,882.75
18	1/1/2018	1,253.97	0.00	565.15	688.82	96,193.93
19	2/1/2018	1,253.97	0.00	561.13	692.84	95,501.09
20	3/1/2018	1,253.97	0.00	557.09	696.88	94,804.21
21	4/1/2018	1,253.97	0.00	553.02	700.95	94,103.26
22	5/1/2018	1,253.97	0.00	548.94	705.03	93,398.23
23	6/1/2018	1,253.97	0.00	544.82	709.15	92,689.08
24	7/1/2018	1,253.97	0.00	540.69	713.28	91,975.80

From: Andrew Smith <asmith@azwifa.gov>
To: Patricia Olsen <patsy@montezumawater.com>
Sent: Tuesday, June 28, 2016 12:29 PM
Subject: RE: WIFA's Project Priority List, Fiscal Year 2017

The interest paid over the 20 year term would be approximately ~ \$71,269.79

From: Patricia Olsen [mailto:patsy@montezumawater.com]
Sent: Tuesday, June 28, 2016 12:11 PM
To: Andrew Smith
Subject: Re: WIFA's Project Priority List, Fiscal Year 2017

Hi Andrew

I just wanted to clarify, I need the total amount paid in interest for the 20 year loan.
Thank you,

Patricia Olsen, President
Montezuma Rimrock Water Company, LLC
3031 E. Beaver Creek Rd.
Rimrock, AZ 86335
www.MontezumaWater.com
928-592-9211