

ORIGINAL



0000171441

1 Steve Wene, No. 019630
2 MOYES SELLERS & HENDRICKS LTD.
3 1850 N. Central Avenue, Suite 1100
4 Phoenix, Arizona 85004
5 (602)-604-2189
6 swene@law-msh.com
7 Attorneys for Sandario Water Company, Inc.

RECEIVED

2016 JUN 30 9 3 13

AZ CORP COMMISSION
DOCKET CONTROL

BEFORE THE ARIZONA CORPORATION COMMISSION

Arizona Corporation Commission

DOCKETED

JUN 30 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 APPLICATION OF
15 SANDARIO WATER COMPANY INC., FOR
16 AN INCREASE IN WATER RATES

DOCKET NO. W-01831A-16-0197

**CONFIRMATION OF MAILING
CUSTOMER NOTICE OF RATE
APPLICATION**

17
18 Sandario Water Company, Inc. hereby files confirmation that it mailed to its
19 customers notice of the rate application filed in this case. *See Attachment 1.*

20 RESPECTFULLY SUBMITTED this 30th day of June, 2016.

21
22 **MOYES SELLERS & HENDRICKS**

23

24 Steve Wene

25
26 Original and thirteen (13) copies
27 of the foregoing filed this 30th day
28 of June, 2016 with:

1 Docket Control
2 Arizona Corporation Commission
3 1200 West Washington Street
4 Phoenix, Arizona 85007

5 *Donnelly Herbert*
6 _____
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25
26
27
28

ATTACHMENT 1

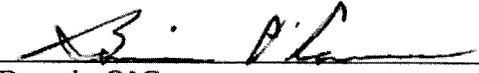
1
2
3
4
5
6
7
8
9
10
11
12
13
14
15
16
17
18
19
20
21
22
23
24
25

AFFIDAVIT

STATE OF ARIZONA)
) ss.
County of Pima)

I, the undersigned, after being first duly sworn upon my oath, hereby affirm as follow:

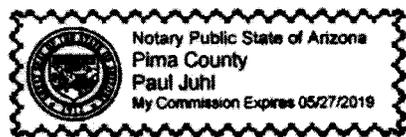
- 1) I am over the age of eighteen.
- 2) I have personal knowledge of the statements set forth herein and I am competent to testify at a hearing or trial with respect to the same.
- 3) I certify that on behalf of Sandario Water Company, Inc. ("Company"), on June 20, 2016, I mailed, or caused to be mailed, to each Company customer a copy of the customer notice, a copy of which is attached hereto.


Bonnie O'Connor

SUBSCRIBED AND SWORN TO before me, a Notary Public, this 28 day of June, 2016.


Notary Public

My Commission Expires:
5/27/2019



CUSTOMER NOTIFICATION

Sandario Company, Inc. ("Company") has applied to the Arizona Corporation Commission for an adjustment in rates. The current rates have been in effect since May 1, 2014. An increase in rates is necessary at this time due to the need to maintain and improve the system and pay operation and maintenance expenses. Based on the Company's unaudited Test Year results, the Company realized an operating loss of \$4,997. The Company is requesting a revenue increase of \$53,000, or 41% of total revenues. Please see the attached pages 9 and 11 of the Company's rate 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 located inside the Tucson local calling area) and at Southwestern Utility Management, Inc., 2015 N. Forbes Blvd., Suite 107, Tucson, AZ 85745, 800-315-5333. **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 (if located inside 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 (if located inside 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: Sandario Water Company, Inc.	Test Year Ended: 31-Dec-15
--	----------------------------

CURRENT AND PROPOSED RATES AND CHARGES

CUSTOMER CLASS: Residential___ Commercial___ Industrial___
 Irrigation___ All X___ Other, specify___

MONTHLY USAGE CHARGE:	CURRENT RATES		PROPOSED RATES	
	Rate	Gallons	Rate	Gallons
5/8 x 3/4-inch Meter	\$ 17.00	for -	\$ 25.00	for -
3/4-inch Meter	26.00	for -	37.50	for -
1-inch Meter	43.00	for -	62.50	for -
1 1/2-inch Meter	85.00	for -	125.00	for -
2-inch Meter	136.00	for -	200.00	for -
3-inch Meter	272.00	for -	400.00	for -
4-inch Meter	425.00	for -	625.00	for -
6-inch Meter	850.00	for -	1,250.00	for -
¹ Bulk Water (5/8 x 3/4-inch meter)	N/A		25.00	for -

¹ Refers to water sold from Sandario's bulk water station through a 5/8 x 3/4-inch meter that is billed monthly in arrears for water sold through the assigned bulk water station meter. The Company may elect to close a bulk water station account if there is zero usage for three consecutive months.

COMMODITY CHARGE: (All classes, per 1,000 gallons)	CURRENT RATES		PROPOSED RATES	
	Rate	Gallons	Rate	Gallons
All Meter Sizes:				
First Tier	\$ 1.10	0 to 3,000 gallons	N/A	
Second Tier	2.25	3,001 to 10,000 gallons		
Third Tier	2.75	Over 10,000 gallons		
5/8 x 3/4-inch Meter				
First Tier	N/A		\$ 1.95	1 to 3,000 gallons
Second Tier			2.70	3,001 to 9,000 gallons
Third Tier			3.58	Over 9,000 gallons
3/4-inch Meter				
First Tier	N/A		\$ 1.95	1 to 3,000 gallons
Second Tier			2.70	3,001 to 9,000 gallons
Third Tier			3.58	Over 9,000 gallons
1-inch Meter				
First Tier	N/A		\$ 2.70	1 to 10,000 gallons
Second Tier			3.58	Over 10,000 gallons
1 1/2-inch Meter				
First Tier	N/A		\$ 2.70	1 to 25,000 gallons
Second Tier			3.58	Over 25,000 gallons
2-inch Meter				
First Tier	N/A		\$ 2.70	1 to 50,000 gallons
Second Tier			3.58	Over 50,000 gallons
3-inch Meter				
First Tier	N/A		\$ 2.70	1 to 100,000 gallons
Second Tier			3.58	Over 100,000 gallons
4-inch Meter				
First Tier	N/A		\$ 2.70	1 to 150,000 gallons
Second Tier			3.58	Over 150,000 gallons
6-inch Meter				
First Tier	N/A		\$ 2.70	1 to 200,000 gallons
Second Tier			3.58	Over 200,000 gallons
Bulk Water	\$ 2.75	All Gallons per thousand	\$ 3.58	All Gallons per thousand

Company Name: Sandario Water Company, Inc.	Test Year Ended: 31-Dec-15
--	----------------------------

CURRENT AND PROPOSED SERVICE CHARGES

CUSTOMER CLASS: Residential Commercial Industrial
 Irrigation All Other, specify _____

SERVICE LINE AND METER INSTALLATION CHARGES: (Refundable pursuant to A.A.C. R14-2-405)	CURRENT CHARGES			PROPOSED CHARGES		
	SERVICE LINE CHARGE	METER INSTALLATION CHARGE	TOTAL CHARGES	SERVICE LINE CHARGES	METER INSTALLATION CHARGE	TOTAL CHARGES
5/8" x 3/4" Meter	\$ 430.00	\$ 130.00	\$ 560.00	\$ 490.00	\$ 132.00	\$ 622.00
3/4" Meter	430.00	230.00	660.00	490.00	233.00	723.00
1" Meter	480.00	290.00	770.00	547.00	293.00	840.00
1-1/2" Meter	535.00	500.00	1,035.00	610.00	506.00	1,116.00
2" Meter - Turbine	815.00	1,050.00	1,865.00	927.00	1,031.00	1,958.00
2" Meter - Compound	815.00	1,865.00	2,680.00	927.00	1,884.00	2,811.00
3" Meter - Turbine	1,030.00	1,645.00	2,675.00	1,171.00	1,662.00	2,833.00
3" Meter - Compound	1,150.00	2,520.00	3,670.00	1,308.00	2,546.00	3,854.00
4" Meter - Turbine	1,460.00	2,620.00	4,080.00	1,661.00	2,647.00	4,308.00
4" Meter - Compound	1,640.00	3,595.00	5,235.00	1,866.00	3,632.00	5,498.00
6" Meter - Turbine	2,180.00	4,975.00	7,155.00	2,479.00	5,026.00	7,505.00
6" Meter - Compound	2,300.00	6,870.00	9,170.00	2,615.00	6,939.00	9,554.00
Over 6"	N/A	N/A	N/A	Cost	Cost	Cost

SERVICE CHARGES:	CURRENT CHARGES	PROPOSED CHARGES
Establishment	\$ 25.00	\$ 40.00
Reconnection (Delinquent)	30.00	40.00
After Hours Service Charge	30.00	45.00
Meter Test (If Correct)	50.00	50.00
Meter Re-Read (If Correct)	20.00	30.00
NSF Check	25.00	25.00
Deposit	*	*
Deposit Interest (Per Year)	*	*
Re-Establishment (Within 12 Months)	**	**
Deferred Payment (Per Month)	1.50%	1.50%
Late Payment Charge (Per Month)	1.50%	***

- * Per Commission Rule A.A.C. R-14-2-403(B)(7).
- ** Months off system times the monthly minimum pursuant to Commission Rule A.A.C. R14-2-403(D).
- *** \$5.00 or 1.50 percent, whichever is greater.