

1 **BEFORE THE ARIZONA CORPORATION COMMISSION**

2 GARY PIERCE
CHAIRMAN

3 BOB STUMP
COMMISSIONER

4 SANDRA D. KENNEDY
COMMISSIONER

5 PAUL NEWMAN
COMMISSIONER

6 BRENDA BURNS
COMMISSIONER

7
8 IN THE MATTER OF THE APPLICATION OF
9 ARIZONA-AMERICAN WATER COMPANY,
10 AN ARIZONA CORPORATION, FOR A
11 DETERMINATION OF THE CURRENT FAIR
12 VALUE OF ITS UTILITY PLANT AND
PROPERTY AND FOR INCREASES IN ITS
RATES AND CHARGES BASED THEREON
FOR UTILITY SERVICE BY ITS ANTHEM
WATER DISTRICT AND ITS SUN CITY
WATER DISTRICT.

Docket No. W-01303A-09-0343

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14 ARIZONA-AMERICAN WATER COMPANY,
15 AN ARIZONA CORPORATION, FOR A
16 DETERMINATION OF THE CURRENT FAIR
17 VALUE OF ITS UTILITY PLANT AND
18 PROPERTY AND FOR INCREASES IN ITS
RATES AND CHARGES BASED THEREON
FOR UTILITY SERVICE BY ITS
ANTHEM/AGUA FRIA WASTEWATER
DISTRICT, ITS SUN CITY WASTEWATER
DISTRICT AND ITS SUN CITY WEST
WASTEWATER DISTRICT.

Docket No. SW-01303A-09-0343

19
20 **NOTICE OF ERRATA**

21 The Residential Utility Consumer Office (“RUCO”) hereby provides filing this notice of
22 errata to the Executive Summary of Rodney L. Moore’s Direct Testimony and his Testimony
23 Summary, in the above-referenced matter. The revised pages are attached.
24

1 RESPECTFULLY SUBMITTED THIS 14th day of November, 2011

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4 _____
5 Daniel W. Pozefsky
6 Chief Counsel

7 AN ORIGINAL AND THIRTEEN COPIES
8 of the foregoing filed this 14th day
9 of November , 2011 with:

10 Docket Control
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14 COPIES of the foregoing hand delivered/
15 Mailed this 14th day of November, 2011 to:

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1 **EXECUTIVE SUMMARY**

2 After analyzing Arizona-American Water Company, Inc.'s application to support
3 consideration of stand-alone rates for the Anthem Wastewater District
4 ("Anthem") and Agua Fria Wastewater District ("Agua Fria"), RUCO
5 recommends the following:

6
7 RUCO recommends revising the Company's rate design to hold Anthem
8 residential ratepayers harmless for any manipulation of other water user's
9 ("OWU") rates and charges so that residential ratepayers contribute the same
10 percentage of the revenue requirement as authorized in ACC Decision No.
11 72047.

12
13 RUCO recommends increasing the revenue generated in Anthem from the
14 OWU customer class to \$500,000. A \$500,000 revenue requirement will
15 beneficially impact the Anthem residential ratepayers' contribution rate by
16 maintaining it at approximately 80 percent.

17
18 Under RUCO'S recommendations, a typical Anthem customer's bill, with
19 average water usage of 5,814 gallons per month, would be \$54.39 or a
20 decrease of 21.03 percent over the present rate of \$68.88. A typical Agua Fria
21 customer's bill, with average water usage of 5,297 gallons per month, would be
22 \$108.34 or an increase of 63.42 percent over the present rate of \$66.30.

1 SUMMARY OF THE TESTIMONY OF RODNEY L. MOORE (Cont.)

2
3 Mr. Moore also recommends increasing the revenue generated in Anthem from the
4 OWU customer class to \$500,000. Mr. Moore believes that a \$500,000 revenue
5 requirement will beneficially impact the Anthem residential ratepayers' contribution rate
6 by maintaining it at approximately 80 percent.

7
8 Under RUCO'S recommendations, a typical Anthem customer's bill, with average
9 water usage of 5,814 gallons per month, would be \$54.39 or a decrease of 21.03
10 percent over the present rate of \$68.88. A typical Agua Fria customer's bill, with
11 average water usage of 5,297 gallons per month, would be \$108.34 or an increase of
12 63.42 percent over the present rate of \$66.30.