

BELLA VISTA WATER COMPANY, INC.

DOCKET NO. W-02465A-09-0411 ET AL.

SURREBUTTAL TESTIMONY

OF

JODI A. JERICH

ON BEHALF OF

THE

RESIDENTIAL UTILITY CONSUMER OFFICE

JUNE 18, 2010

1 **Q. Please state your name, occupation and business address.**

2 A. My name is Jodi Jerich. I am the Director of the Arizona Residential Utility
3 Consumer Office ("RUCO"). My business address is 1110 W. Washington
4 Street, Suite 220, Phoenix, Arizona 85007.

5
6 **Q. Have you previously filed testimony in this case on behalf of RUCO?**

7 A. Yes. I filed Supplemental Direct Testimony dated April 23, 2010. My original
8 testimony addressed RUCO's position on rate consolidation in this docket.

9
10 **Q. What is the purpose of your surrebuttal testimony?**

11 A. The purpose of my surrebuttal testimony is to replace Exhibit C that was
12 attached to my original testimony. Exhibit C is a chart that shows the bill
13 impact for the average 5/8 x 3/4 inch meter residential user under the current
14 rates, the proposed stand-alone rates and the proposed consolidated rates
15 under both the Company's and RUCO's proposed revenue requirement filed
16 in direct testimony.

17
18 Revised Exhibit C is updated to show RUCO's revised bill impact under the
19 revised revenue figures filed in its surrebuttal testimony, as well as the
20 Company's proposed revised consolidated rates. Additionally, Exhibit C now
21 includes Commission Staff's numbers for stand-alone and consolidated rates
22 from Staff's direct testimony.

1 Finally, I have also included columns which show the delta between the
2 stand-alone rates and the consolidated rates proposed by the Company, Staff
3 and RUCO.

4

5 **Q. Please direct us to the sources for the information found in the revised**
6 **Exhibit C.**

7 A. The figures in the revised Exhibit C chart are compiled from the following
8 sources:

9

10	Customers and average gallons:	Bourassa Rebuttal
11		Schedule H-2, p. 1.
12		
13	Current rates:	Bourassa Rebuttal
14		Schedule H-2, p. 1.
15		
16	Current gross revenue:	Bourassa Direct
17		Schedule A-1, p. 1.
18		
19	Column A:	Bourassa Direct
20		Schedule H-2, p.1
21		Bourassa Direct
22		Schedule A-1, p.1.
23		
24	Column B:	Bourassa Rebuttal
25		Schedule H-2, p. 1.
26		Bourassa Rebuttal
27		Schedule (consolidated)
28		A-1, p.1.
29		

30 (NOTE: While the Company filed a revised revenue requirement and
31 revised consolidated rate design schedules, it did not file revised
32 stand-alone rate schedules.)

1	Column C:	Brown Direct Schedules CSB-2,
2		4, 6, Brown Direct Schedule
3		CSB-1.
4		
5	Column D:	Brown Direct Schedule CSB-8,
6		Brown Direct Schedule CSB-1.
7		
8	Column E:	Moore Surrebuttal Schedules
9		SURR RLM-RD1 & RD2.
10		
11	Column F:	Moore Surrebuttal Schedules
12		SURR RLM-RD1 & RD2.
13		
14	Column G:	Moore Workpapers
15		

16 **Q. Do you plan to update Revised Exhibit C if other parties revise their**
17 **revenues?**

18 A. Yes. RUCO specifically reserves the right to revise this exhibit on the
19 stand to incorporate any changes in either Staff's surrebuttal or the
20 Company's rejoinder testimony.

21

22 **Q. Does your silence on any issue constitute acceptance?**

23 A. No.

24

25 **Q. Does this conclude your testimony?**

26 A. Yes.

RUCO'S REVISED EXHIBIT C

Company	Current Rates	A Liberty Water Stand Alone Rates	B Liberty Water Consolidated Rates	Delta ¹ (B - A)	C Staff Stand Alone Rates	D Staff Consolidated Rates	Delta (D - C)	E RUCO Stand Alone Rates	F RUCO Consolidated Rates	Delta (F - E)	G RUCO Modified Consolidated Rates	Delta (G - E)
5/8" x 3/4' metered # of customers / Avg. gallons												
Bella Vista 7,377 / 6,612	\$22.90	\$30.40 \$7.51 / 32.79% Revenue Increase \$958,701 / 27.19%	\$30.67 \$7.77 / 33.95%	\$0.27	\$19.02 -\$3.88 / -16.94% Revenue Decrease -\$157,928 / -4.48%	\$19.22 -\$3.67 / -16.04%	\$0.20	\$24.83 \$1.93 / 8.44% Revenue Increase \$153,798 / 4.36%	\$27.53 \$4.64 / 20.26%	\$2.70	\$25.18 \$2.28 / 9.94% (\$2.36 credit)	\$0.35
Northern Sunrise 348 / 5,755	\$43.08	\$105.12 \$62.04 / 144.02% Revenue increase \$256,044 / 133.38%	\$28.59 -\$14.49 / -33.64%	-\$76.53	\$73.10 \$30.02 / 69.69% Revenue Increase \$128,232 / 66.80%	\$17.51 -\$25.57 / -59.35%	-\$55.59	\$82.72 \$39.65 / \$92.04% Revenue Increase \$161,291 / 84.02%	\$25.45 -\$17.63 / -40.93%	-\$57.27	\$43.08 \$0.00 / 0.00% (\$17.63 surcharge)	-\$39.64
Southern Sunrise 786 / 5,581	\$42.60	\$75.15 \$32.55 / 76.41% Revenue Increase \$309,090 / 69.59%	\$28.16 -\$14.43 / -33.88%	-\$46.99	\$47.49 \$4.89 / 11.48% Revenue Increase \$40,604 / 9.14%	\$17.16 -\$25.44 / -59.71%	-\$30.33	\$51.58 \$8.99 / 21.10% Revenue Increase \$75,045 / 16.90%	\$25.02 -\$17.58 / -41.26%	-\$26.56	\$42.60 \$0.00 / 0.00% (\$17.58 surcharge)	\$8.98
Revenue Increase	\$0	\$1,523,835	\$1,145,966		\$10,908	-\$7,681		\$390,134	\$457,311		\$457,311	
Gross Revenue	\$4,162,135	\$5,685,971	\$5,308,101		\$4,173,043	\$4,154,455		\$4,552,270	\$4,619,447		\$4,619,447	

¹ "Delta" is the amount shifted due to the proposed consolidated rate design compared to the proposed stand alone rate design.