

BEFORE THE ARIZONA CORPORATION COMMISSION

COMMISSIONERS

GARY PIERCE, Chairman
 SANDRA D. KENNEDY
 PAUL NEWMAN
 BOB STUMP
 BRENDA BURNS

IN THE MATTER OF THE APPLICATION OF
 FAR WEST WATER & SEWER COMPANY FOR
 A DETERMINATION OF THE FAIR VALUE OF
 ITS SEWER UTILITY PLANT AND PROPERTY
 AND FOR INCREASES IN ITS RATES.

DOCKET NO. WS-03478A-08-0454

**FAR WEST WATER & SEWER COMPANY
 FEBRUARY 4, 2011, STATUS MEETING**

Amounts Still Owed by Far West to GE/Zenon

Far West currently owes GE/Zenon \$1,832,171.18 for plant completion. The following table shows how this amount was calculated:

	ZEEWEED	SECTION 14	DEL ORO	TOTALS
Zeeweed Plant Mobilize, Demobilize	64,347.00			
Zeeweed Plant Freight, Engineering	49,731.00			
Zeeweed Plant Rents	406,190.00			
Zeeweed Plant Other Costs/Credits	2,787.00			
Zeeweed Plant Payoff Balance	537,041.00			
Original Purchase Orders		2,019,033.00	615,769.00	
Change Orders		92,294.59	233,995.39	
Total Purchase Orders	1,060,096.00	2,111,327.59	849,764.39	4,021,187.98
Zeeweed Plant Payments	1,060,096.00			
10% Prepayment		-201,903.30	-61,576.90	
30% Prepayment		-605,709.90	-184,730.70	
Total Payments	1,060,096.00	-807,613.20	-246,307.60	-2,114,016.80
Balance Due	0.00	1,303,714.39	603,456.79	1,907,171.18
Payments 4/01/09				-25,000.00
Payments 6/05/09				-25,000.00
Payments 6/12/09				-25,000.00
				1,832,171.18

Far West will also be required to provide another \$300,551 to other vendors toward plant completion. The following table shows the amounts paid/owed by plant/vendor.

Section 14 WWTP Phase I			
Pay to	Amount	Note	Cash Needed at Financial Close for Non Zenon Items
Zenon	\$ 1,303,714		\$0
Kusters/Zima	\$ 145,739	Payments \$10,000/Mo	\$0
Eutek	\$ 49,120	Payments \$5,000/Mo	
EDI	\$ 59,950	No Agreement	\$59,950
Delta/Pentair	\$ 239,879	Payments \$30,000/mo;	\$0
Trojan U.V.	\$ 189,560	Payments \$25,000/Mo	\$0
Vertek Electric	\$ 34,640	Pay from income as work is accomplished	\$0
Total	\$ 2,022,602	Includes Zenon	\$59,950

Del Oro WWTP			
Pay to	Amount	Note	
Zenon	\$ 603,457		\$0
Trojan U.V.	\$ 9,280	Pay out of income	\$0
Vertek Electric	\$ 24,470	Pay from income as work is accomplished	\$0
Amtek Electric	\$ 21,382	Pay from income as work is accomplished	\$0
New Concrete pad for tanks	\$ 39,018	Pay out of income	\$0
Remaining tank set up	\$ 31,500	Pay from income as work is accomplished	\$0
Subtotal	\$ 729,107	Includes Zenon	\$0
Additional Requirement Somat to Complete SEP	\$ 130,000	Somat Company will accept payments	\$0
Total	\$ 859,107	Includes Zenon	\$0

Palm Shadows Retro-fit/ Lift Station			
Pay to	Amount	Note	
Pumps and Panels	\$ 143,351		\$143,351
2nd Test Well	\$ 21,175	Due Before Closure of Palm Shadows 12 Mo	
Electrical Backup	\$ 36,000	Pay from income as work accomplished	\$0
Generator	\$ 45,000		\$45,000
Mechanical	\$ 18,000	Pay from income as work accomplished	\$0
Total	\$ 263,526		\$188,351

Seasons WWTP			
Pay to	Amount	Note	
Move Zenon Units from Del Oro to Seasons Pathfinder	\$ 10,000	Pay from income	\$0
Blowers	\$ 21,314	May be able to use blowers in stock	\$0
New Power Transformer	\$ 30,500		\$30,500
New Test Well	\$ 21,750		\$21,750
Concrete Pads	\$ 39,750	Pay out of income as poured	\$0
Yard Piping	\$ 15,000	Have the majority of the piping in stock	\$0
Diffusers	\$ 12,500	May be able to use diffusers in stock	\$0
Electrical	\$ 36,118	Pay from income as work accomplished	\$0
Mechanical	\$ 24,079	pay from income as work accomplished	\$0
Total	\$ 211,011		\$52,250

GRAND TOTAL	\$ 3,356,246		\$300,551
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