

EPCOR Arizona Water

Test Year Ended December 31, 2016

Computation of Increase in Gross Revenue Requirement

Exhibit

Schedule A-1

Page 1

Witness: Hubbard

Line No.	Original Cost Rate Base	RCND	Fair Value Rate Base	
	[A]	[B]	[C]	
1	\$ 371,782,159	\$ 541,733,983	\$ 456,758,071	Average ([A] + [B])
2				
3	\$ 24,988,111	\$ 24,988,111	\$ 24,988,111	(b)
4				
5	6.72%	4.61%	5.47%	Line [3] / Line [1]
6				
7	\$ 28,174,771	\$ 28,174,772	\$ 28,174,770	Line [1] * Line [11]
8				
9	7.33%	7.33%	7.33%	(d)
10	0.25%	-2.13%	-1.16%	(d)
11	7.58%	5.20%	6.17%	Sum Line [9-10]
12				
13	\$ 3,186,660	\$ 3,186,660	\$ 3,186,658	Line [7] - Line [3]
14				
15	1.6537	1.6537	1.6537	(c)
16				
17	\$ 5,269,620	\$ 5,269,621	\$ 5,269,618	Line [13] * Line [15]
18				
19	Annualized	Proposed	Dollar	Percent
20	Classification	Rates (e)	Increase	Increase
21	[A]	[B]	[C] = [B] - [A]	[D] = [C] / [A]
22	\$ 82,126,931	\$ 87,070,857	\$ 4,943,926	6.02%
23	18,097,916	17,578,286	(519,630)	(0)
24	3,594,901	4,246,758	651,857	18.13%
25	177,379	177,379	-	0.00%
26	857,114	879,325	22,211	2.59%
27	251,617	307,560	55,943	22.23%
28	1,127,846	1,093,346	(34,500)	-3.06%
29	99,780	109,570	9,789	9.81%
30	278,216	304,683	26,467	9.51%
31	875	1,199	325	37.10%
32	558,649	558,649	0	0.00%
33	624,751	606,209	(18,543)	-2.97%
34	165,716	174,300	8,584	5.18%
35	\$ 107,961,692	\$ 113,108,121	\$ 5,146,429	4.77%
36				
37	\$ 1,331,954	\$ 1,455,145	\$ 123,192	9.25%
38				
39	\$ 109,293,646	\$ 114,563,266	\$ 5,269,620	4.82%
40				
41	Sch C-2 [AP]	Sch C-2 [AR]		
42	\$ 109,293,646	\$ 114,563,266		
43	\$ 0	\$ (0)		Line [42] - Line [39]
44	* Included in Residential for Cost of Service Purposes			
45	** Included in Private Fire for Cost of Service Purposes			
46	** Included in other revenues for Cost of Service Purposes			
47	Supporting Schedules			
48	(a) B-1			
49	(b) C-1			
50	(c) C-3			
51	(d) D-1			
52	(e) H-1			
53	\\2016 EPCOR Arizona Water.xlsm			

Schedule A2
Schedule A3
Schedule A4
Schedule A5

PLEASE REFER TO THE FOLLOWING STAND –ALONE A-2, A-3, A-4, & A-5 SCHEDULES

Agua Fria Water

Anthem Water

Chaparral City Water

Havasu Water

Mohave Water

North Mohave Water

Paradise Valley Water

Sun City Water

Sun City West Water

Tubac Water

Willow Valley Water