

EPCOR Arizona Water Consolidated

Schedule H1 Rebuttal

Step 3 of 5

EPCOR Arizona Water

Test Year Ended December 31, 2016

Summary of Revenues by Customer Classification - Present & Proposed Rates

Consolidated - Step 3

Exhibit

Schedule H-1 Rebuttal

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Witness: Heppenstall

Line No.	Customer Classification	Revenues in Test Year			Proposed Increase	
		Present Rates*	Present Rates*	Proposed Rates	Amount	%
1						
2	Residential	\$ 81,976,207	\$ 82,392,692	\$ 94,656,284	\$ 12,263,591	14.88%
3						
4	Commercial	\$ 18,147,980	\$ 18,200,234	\$ 19,127,199	\$ 926,965	5.09%
5						
6	Commercial Large	\$ 3,565,306	\$ 3,594,901	\$ 4,117,294	\$ 522,393	14.53%
7						
8	Industrial	\$ 861	\$ 875	\$ 1,378	\$ 504	57.57%
9						
10	Other Public Authority	\$ 859,914	\$ 864,174	\$ 871,892	\$ 7,718	0.89%
11						
12	Private Fire	\$ 236,635	\$ 251,617	\$ 295,662	\$ 44,045	17.50%
13						
14	Hydrant	\$ 162,251	\$ 165,716	\$ 184,544	\$ 18,828	11.36%
15						
16	Irrigation	\$ 1,135,544	\$ 1,132,367	\$ 1,261,662	\$ 129,295	11.42%
17						
18	Effluent	\$ 614,017	\$ 560,352	\$ 560,352	\$ -	0.00%
19						
20	Raw Water	\$ 626,655	\$ 626,655	\$ 607,981	\$ (18,673)	-2.98%
21						
22	Turf	\$ 100,410	\$ 100,410	\$ 109,802	\$ 9,392	9.35%
23						
24	Country Club	\$ 278,751	\$ 278,751	\$ 302,708	\$ 23,957	8.59%
25						
26	Wheeling Wholesale	\$ 177,379	\$ 177,379	\$ 177,379	\$ -	0.00%
27						
28	Misc Revenues				\$ -	0.00%
29						
30	Connection, Reconnection, Meter Testing, and Re-Read Fees	\$ 903,580	\$ 903,580	\$ 951,935		
31	After Hours Fees	\$ 66,062	\$ 66,062	\$ 52,920		
32	Collection and NSF Fees	\$ 52,855	\$ 52,855	\$ 78,850		
33	Late Payment Charges	\$ 267,427	\$ 267,427	\$ 302,918		
34	Automated Meter Opt Out	\$ -	\$ -	\$ 25,125		
35	Arsenic Recovery Cost	\$ 33,279	\$ 33,279	\$ 33,279		
36	Other Misc Charges	\$ 8,943	\$ 8,943	\$ 8,943		
37	Subtotal Misc Revenues	\$ 1,332,146	\$ 1,332,146	\$ 1,453,971	\$ 121,825	9.15%
38						
39	Revenue Adjustments					
40	White Tanks Hook Up Fee Credits	\$ (2,307,570)				
41	Accruals	\$ (107,415)		\$ -		
42	Willow Valley Billing Data from Previous Owner*	\$ (360,763)				
43	Amortization of Low Income Overcollection	\$ 35,483				
44	Revenue remitted to Previous Owner*	\$ (17,883)				
45	Correct City of Phoenix Bill	\$ (27,892)				
46	Specific Customer Adjustment	\$ (10,140)				
47	Less: Conservation Rebate (June-December)					
48	Residential	\$ (31,989)	\$ (55,065)			
49	Commercial	\$ (348)	\$ (580)			
50	Subtotal Revenue Adjustments	\$ (2,828,519)	\$ (55,645)	\$ -	\$ 55,645	-100.00%
51						
52	Weather Normalization					
53	Residential		\$ (210,696)	\$ (229,711)		
54	Commercial		\$ (101,738)	\$ (95,093)		
55	Irrigation		\$ (4,521)	\$ (5,291)		
56	OPA		\$ (7,060)	\$ (6,623)		
57	Turf		\$ (630)	\$ (688)		
58	Country Club		\$ (536)	\$ (585)		
59	Effluent		\$ (1,703)	\$ (1,703)		
60	Wheeling Wholesale		\$ (192)	\$ (192)		
61	Raw Water		\$ (1,903)	\$ (1,773)		
62	Private Fire		\$ -	\$ -		
63	Subtotal Weather Normalization	\$ -	\$ (328,978)	\$ (341,658)	\$ (12,680)	3.85%
64						
65	Reconciling Amount to General Ledger	\$ (18,624)		\$ (4,433)	\$ (4,433)	0.00%
66	Total Revenues	\$ 106,366,912	\$ 109,293,646	\$ 123,382,017	\$ 14,088,371	12.89%
67						
68						
69	Per Schedule C2	\$ 106,366,912	\$ 109,293,646	\$ 123,382,017	\$ 14,088,371	12.89%
70						
71	Difference	\$ (0)	\$ (0)	\$ (0)		
72						
73	Increase/Decrease from Annualization					
74	& Normalization (Sch C2 Adj SLM IS-6)		\$ 2,926,733			

* Willow Valley was owned by Global Water Resources, Inc. through May of 2016. Billing data obtained from Global Water has been utilized to present revenues for the full 2016, regardless of owner. By including data from January - May, EPCOR Water USA does not attest to the accuracy nor accept responsibility for this data. The data from January through May is merely included in order to present a full year of billing data.