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ARIZONA CORPORATION COMMISSION

February 10, 2025

Christopher T. Volpe
Vice President
Vail Water Company
6375 East Tanque Verde Suite 150
Tucson, Arizona 85715

RE: VAIL WATER COMPANY
DOCKET NO. W-01651B-12-0339
DECISION NO. 73995

Notice of Partial Compliance

Dear Mr. Volpe:

On January 27, 2025, you filed the CAP Surcharge Mechanism in compliance with the above mentioned Decision. Based upon a review by the analyst(s) assigned, attached is a stamped copy of the approved tariffs, with an effective date of April 1, 2025.

If you have questions regarding the filing of these tariffs, please contact me at (602) 542-0895.

Sincerely,

Shannon R. Kanlan
Administrative Service Officer II
Utilities Division

SRK:ka

Enclosures

cc: Docket Control

On this 10th day of February, 2025, the foregoing document was filed with Docket Control as a Memo of Partial Compliance, and copies of the foregoing were mailed on behalf of the Utilities Division to the following who have not consented to email service. On this date or as soon as possible thereafter, the Commission's eDocket program will automatically email a link to the foregoing to the following who have consented to email service.

Christopher Volpe
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Tucson, Arizona 85715

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By: 
Kimberly Anthony
Administrative Support Specialist

CAP SURCHARGE TARIFF

APPLICABILITY

Applicable to all customers of Vail Water Service Area

TERRITORY

Vail Water service area, Pima County.

RATES

Surcharge Rate:

Per Customer

All Customers:

All meter sizes \$ 3.15 per 1,000 gallons

SPECIAL CONDITIONS:

1. The Company is authorized to recover CAP related costs based on its CAP allocation of 1,857 AF.
2. Calculation of the CAP Surcharge. Component No. 1 calculates the variance between the current CAP charge and the CAP base rate of \$105.87. Component 2 adds the City of Tucson's cost for wheeling the CAP water from the CAP canal to the Company's service area. Unrecovered recharge credits are deducted in Component 3. Component 4 consists of a true up of the prior year's under or over recovery. The cost of LTSCs is added in Component 5. Component 6 deducts the ratepayer's 50% share of any gain on the sale of LTSCs. Component 7 credits the account for water loss exceeding 10%. Finally, total net costs to be recovered are divided by the gallons sold (in 1,000s) in the previous year.
3. The Company will annually file with the Commission by February 1 the proposed annual CAP surcharge for the current calendar year. The filing shall contain all documentation to support the proposed surcharge.
4. The annual CAP surcharge will be calculated based on the Decision 73995 Amended Plan of Administration.
5. The revised CAP surcharge will be effective on April 1 of each year.
6. Collection of the CAP surcharge will not generate a positive operating income to Vail Water Company. It is intended only to recover CAP related costs.

ISSUED: 02/10/2025 EFFECTIVE: April 1, 2025

ISSUED BY: Vail Water Company

Decision No. 75029, Docket W-01651B-12-0339

Decision No. 73995

APPROVED FOR FILING
DECISION # 73995
Effective: April 1, 2025