

RECEIVED  
UTILITIES DIVISION

2019 MAR 13 A 10:30

ANNUAL REPORT

ARIZONA CORPORATION  
COMMISSION

Of

Company Name: Coldwater Caynon Water Company

Mailing Address: P.O. Box 647  
Black Canyon City, AZ  
85324

Docket No.: W-015524

For the Year Ended: 12/31/18

**WATER UTILITY**

To

Arizona Corporation Commission

**Due on April 15th**

Email: rdelafuente@azcc.gov, mail or deliver the completed Annual Report to:

Arizona Corporation Commission  
Compliance Section - Utilities Division  
1200 West Washington Street  
Phoenix, Arizona 85007

Application Type: Original Filing

Application Date: 1/22/2019

4-3-19

ARIZONA CORPORATION COMMISSION  
WATER UTILITY ANNUAL REPORT  
Coldwater Canyon Water Company  
A Class  Utility

1. For the Calendar Year Ended: 12/31/18

2. Address: 

P.O. Box 647			
City: Black Canyon City	State: Arizona	Zip Code: 85324	

3. Telephone Number: 

(928) 374-3984
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4. Date of Original Organization of Utility: 

1958
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5. Person to whom correspondence should be addressed concerning this report:

Name: 

Roger Wagner
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Telephone No. : 

(928) 374-3984
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Address: 

P.O. Box 647			
City: Black Canyon City	State: Arizona	Zip Code: 85324	

  
Email: 

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6. On-Site Manager:

Name: 

Roger Wagner
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Telephone No. : 

(928) 374-3984
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Address: 

P.O. Box 647			
City: Black Canyon City	State: Arizona	Zip Code: 85324	

  
Email: 

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7. Ownership: 

Roger Wagner
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8. Counties Served: 

Yavapai
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## Description of Area Served:

Area #1 That portion of Yavapai County, Arizona, known and described as follows, to-wit: NE  $\frac{1}{4}$  of NW  $\frac{1}{4}$ , NW  $\frac{1}{4}$  of NE  $\frac{1}{4}$ , SW  $\frac{1}{4}$  of NE  $\frac{1}{4}$ , NW  $\frac{1}{4}$  of SE  $\frac{1}{4}$ , S  $\frac{1}{2}$  of SW  $\frac{1}{4}$ , all in Section 35, T 9N, R 2 E, and SE  $\frac{1}{4}$  of SE  $\frac{1}{4}$  of Section 34, T 9N, R 2 E.

and SW  $\frac{1}{4}$  of NE  $\frac{1}{4}$  and the SE  $\frac{1}{4}$  of NW  $\frac{1}{4}$ , Section 34, T 9N, R 2 E, G&SRB&M, Yavapai County, Arizona.

SE  $\frac{1}{4}$  of the NE  $\frac{1}{4}$  of Section 34, T 9N, R 2 E.

Area #2 That part of the NW  $\frac{1}{4}$  NE  $\frac{1}{4}$  of Section 34, T 9N, R 2 E, G&SRB&M, lying East of the Easterly right of way line of the re-alignment of Black Canyon Highway and more particularly described as follows:

Beginning at the Northwest corner of the said NW  $\frac{1}{4}$  NE  $\frac{1}{4}$  of Section 34, said point being on the Easterly right of wayline of the re-alignment of Black Canyon Highway and being marked by a brass cap in concrete; thence East (assumed bearing) 992.10 feet to the Northeast corner of the said W  $\frac{1}{2}$  E  $\frac{1}{2}$  NW  $\frac{1}{4}$  NE  $\frac{1}{4}$  of Section 34; thence South 1' 31' 49" West along the Easterly line of the W  $\frac{1}{2}$  E  $\frac{1}{2}$  NW  $\frac{1}{4}$  NE  $\frac{1}{4}$  of the said Section 34, 1, 324.02 feet to the Southeast corner of the W  $\frac{1}{2}$  E  $\frac{1}{2}$  NW  $\frac{1}{4}$  NE  $\frac{1}{4}$  of Section 34; thence South 89' 40' 17" West along the Southerly line of the said NW  $\frac{1}{4}$  NE  $\frac{1}{4}$  of Section 34, 515.55 feet to a point on the Easterly right of way line of the Black Canyon Highway; thence following the said Easterly line of the Black Canyon Highway, North 27' 09' 23" West, 215.12 feet; thence North 23' 12' 39" West, 697.72 feet; thence North 19' 52' 58" West, 220.00 feet; thence North 1' 21' 21" East, 287.05 feet to the true point of beginning and containing 24.788 acres.

Utility Plant in Service (Water)							
Account No.	Description	Beginning Year Original Cost	Current Year Additions	Current Year Retirements	Adjusted Original Cost	Accumulated Depreciation	OC LD (OC less AD)
301	Organization	456			\$0		456 \$0
302	Franchises	94			0		94 0
303	Land and Land Rights	49,450			0		49,450 0
304	Structures and Improvements	13,408			0	10,243	3,165 0
305	Collecting & Improving Reservoirs				0		0
306	Lake, River, Canal Intakes				0		0
307	Wells and Springs	48,767	12,395		0	56,586	4,576 0
308	Infiltration Galleries				0		0
309	Supply Mains				0		0
310	Power Generation Equipment				0		0
311	Pumping Equipment	116,034			0	115,309	725 0
320	Water Treatment Equipment				0		0
320.1	Water Treatment Plants				0		0
320.2	Solution Chemical Feeders				0		0
320.3	Point-of-Use Treatment Devices				0		0
330	Distribution Reservoirs and Standpipes				0		0
330.1	Storage Tanks				0		0
330.2	Pressure Tanks	26,290			0	22,370	3,920 0
331	Transmission and Distribution Mains	67,878	5,477		0	73,355	0
333	Services				0		0
334	Meters and Meter Installations	70,018			0	70,018	0
335	Hydrants				0		0
336	Backflow Prevention Devices				0		0
339	Other Plant and Misc. Equipment				0		0
340	Office Furniture and Equipment				0		0
340.1	Computer & Software				0		0
341	Transportation Equipment	17,991			0	17,991	0
342	Stores Equipment				0		0
343	Tools, Shop and Garage Equipment				0		0
344	Laboratory Equipment				0		0
345	Power Operated Equipment				0		0
346	Communication Equipment				0		0
347	Miscellaneous Equipment	159,840	147		0	153,008	6,979 0
348	Other Tangible Plant				0		0
	<b>Totals</b>	570,226 \$0	18,019 \$0	\$0	\$0	518,880 \$0	69,365 \$0

**Instructions:** Fill out the Grey Cells with the relevant information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report.

0  
 Annual Report  
 Depreciation Expense for the Current Year (Water)  
 12/31/18

Depreciation Expense for the Current Year (Water)											
Account No.	Description	Beginning Year Original Cost	Current Year Additions	Current Year Retirements	Adjusted Original Cost	Fully Depreciated/Non-depreciable Plant	Depreciation Percentages	Depreciation Expense			
301	Organization	456	\$0	\$0	\$0	456			\$0		
302	Franchises	94	0	0	0	94			0		
303	Land and Land Rights	49,450	0	0	0	49,450			0		
304	Structures and Improvements	13,408	0	0	0	13,408	.20	95	0		
305	Collecting & Improving Reservoirs	0	0	0	0	0			0		
306	Lake, River, Canal Intakes	0	0	0	0	0			0		
307	Wells and Springs	48,767	0	12,395	0	61,162	20.26		12,395		
308	Infiltration Galleries	0	0	0	0	0			0		
309	Supply Mains	0	0	0	0	0			0		
310	Power Generation Equipment	0	0	0	0	0			0		
311	Pumping Equipment	116,034	0	0	0	116,034	.21	831	0		
320	Water Treatment Equipment	0	0	0	0	0			0		
320.1	Water Treatment Plants	0	0	0	0	0			0		
320.2	Solution Chemical Feeders	0	0	0	0	0			0		
320.3	Point-of-Use Treatment Devices	0	0	0	0	0			0		
330	Distribution Reservoirs and Standpipes	0	0	0	0	0			0		
330.1	Storage Tanks	0	0	0	0	0			0		
330.2	Pressure Tanks	26,290	0	0	0	26,290			0		
331	Transmission and Distribution Mains	67,878	0	5,477	0	73,355	10.26		7,527		
333	Services	0	0	0	0	0			0		
334	Meters and Meter Installations	70,018	0	0	0	70,018	.35		246		
335	Hydrants	0	0	0	0	0			0		
336	Backflow Prevention Devices	0	0	0	0	0			0		
339	Other Plant and Misc. Equipment	0	0	0	0	0			0		
340	Office Furniture and Equipment	0	0	0	0	0			0		
340.1	Computer & Software	0	0	0	0	0			0		
341	Transportation Equipment	17,991	0	0	0	17,991			0		
342	Stores Equipment	0	0	0	0	0			0		
343	Tools, Shop and Garage Equipment	0	0	0	0	0			0		
344	Laboratory Equipment	0	0	0	0	0			0		
345	Power Operated Equipment	0	0	0	0	0			0		
346	Communication Equipment	0	0	0	0	0			0		
347	Miscellaneous Equipment	159,840	0	147	0	159,987	.28		459		
348	Other Tangible Plant	0	0	0	0	0			0		
	<b>Subtotal</b>	<b>570,226</b>	<b>\$0</b>	<b>18,019</b>	<b>\$0</b>	<b>\$0</b>	<b>588,245</b>	<b>\$0</b>	<b>3.60</b>	<b>21,553</b>	<b>\$0</b>

Contribution(s) in Aid of Construction (Gross)  
 Less: Non Amortizable Contribution(s)  
 Fully Amortized Contribution(s)  
 Amortizable Contribution(s) \_\_\_\_\_ \$0  
 Times: Proposed Amortization Rate  
**Amortization of CIAC**

Less: Amortization of CIAC

**DEPRECIATION EXPENSE**

**Instructions:** Fill out the Grey Cells with the relevant information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report.

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 Annual Report  
 Balance Sheet Assets  
 12/31/18

Balance Sheet Assets				
Account No.	Assets		Balance at Beginning of Year (2018)	Balance at End of Year (2018)
	<b>Current and Accrued Assets</b>			
131	Cash		3,071	18,415
134	Working Funds			
135	Temporary Cash Investments			
141	Customer Accounts Receivable			
146	Notes Receivable from Associated Companies			
151	Plant Material and Supplies			
162	Prepayments			
174	Miscellaneous Current and Accrued Assets		5,449	21,004
	<b>Total Current and Accrued Assets</b>		8,520	\$0 39,419 \$0
	<b>Fixed Assets</b>			
101	Utility Plant in Service*		\$0	\$0
103	Property Held for Future Use		570,226	588,245
105	Construction Work in Progress			
108	Accumulated Depreciation (enter as negative)*		<497,327>	-518,880 0
121	Non-Utility Property			
122	Accumulated Depreciation - Non Utility			
	<b>Total Fixed Assets</b>		72,899	\$0 69,365 \$0
	<b>Total Assets</b>		81,419	\$0 108,284 \$0

**Instructions:** Fill out the Grey Cells with the relevant information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report.

\*Note these items feed automatically from AR3 UPIS Page 3

0  
 Annual Report  
 Balance Sheet Liabilities and Owners Equity

<b>Balance Sheet Liabilities and Owners Equity</b>				
	<b>Liabilities</b>		Balance at Beginning of Year (2018)	Balance at End of Year (2018)
<b>Account No.</b>	<b>Current Liabilities</b>			
231	Accounts Payable			
232	Notes Payable (Current Portion)			
234	Notes Payable to Associated Companies			
235	Customer Deposits			
236	Accrued Taxes			
237	Accrued Interest			
242	Miscellaneous Current and Accrued Liabilities			1,965
	<b>Total Current Liabilities</b>		<b>0</b>	<b>1,965</b>
			<b>\$0</b>	<b>\$0</b>
	<b>Long Term Debt</b>			
224	Long Term Debt (Notes and Bonds)			
	<b>Deferred Credits</b>			
251	Unamortized Premium on Debt			
252	Advances in Aid of Construction			
255	Accumulated Deferred Investment Tax Credits			
271	Contributions in Aid of Construction			
272	Less: Amortization of Contributions			
281	Accumulated Deferred Income Tax			
	<b>Total Deferred Credits</b>		<b>\$0</b>	<b>\$0</b>
	<b>Total Liabilities</b>		<b>0</b>	<b>0</b>
			<b>\$0</b>	<b>\$0</b>
	<b>Capital Accounts</b>			
201	Common Stock Issued		11,650	11,650
211	Other Paid-In Capital		9,424	9,424
215	Retained Earnings		60,345	85,745
218	Proprietary Capital (Sole Props and Partnerships)			
	<b>Total Capital</b>		<b>81,419</b>	<b>106,819</b>
	<b>Total Liabilities and Capital</b>		<b>81,419</b>	<b>108,784</b>
			<b>\$0</b>	<b>\$0</b>

**Instructions:** Fill out the Grey Cells with the relevant information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report.

**Note:** Total liabilities and Capital must match total assets for the beginning and end of the year!

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Annual Report  
Water Comparative Income Statement  
12/31/18

Water Comparative Income Statement				
Account No.	Calendar Year	Current Year 01/01/2018 - 12/31/2018		Last Year 01/01/2017 - 12/31/2017
	<b>Operating Revenue</b>			
461	Metered Water Revenue	97,663		109,122
460	Unmetered Water Revenue			
462	Fire Protection Revenue			
469	Guaranteed Revenues (Surcharges)			
471	Miscellaneous Service Revenues			
474	Other Water Revenue			
	<b>Total Revenues</b>	97,663	\$0	109,122 \$0
	<b>Operating Expenses</b>			
601	Salaries and Wages	40,800		6,600
604	Employee Pensions and Benefits			
610	Purchased Water			
615	Purchased Power			
618	Chemicals			
620	Materials and Supplies			
620.1	Repairs and Maintenance			
620.2	Office Supplies and Expense			
630	Contractual Services			
631	Contractual Services -Engineering			
632	Contractual Services - Accounting			
633	Contractual Services - Legal			
634	Contractual Services - Management Fees			
635	Contractual Services - Water Testing	4,609		5,571
636	Contractual Services - Other			
640	Rents			
641	Rental of Building/Real Property			
642	Rental of Equipment			
650	Transportation Expenses			
657	Insurance - General Liability	4,904		6,647
657.1	Insurance - Health and Life			
665	Regulatory Commission Expense - Rate			
670	Bad Debt Expense			
675	Miscellaneous Expense	37,122		37,835
403	Depreciation Expense (From Schedule AR4)	10,601		21,553
408	Taxes Other Than Income	3,231		596
408.11	Property Taxes	4,981		4,920
409	Income Taxes			
427.1	Customer Security Deposit Interest			
	<b>Total Operating Expenses</b>	106,248	\$0	83,722 \$0
	<b>Operating Income / (Loss)</b>	<8,585>	\$0	25,400 \$0
	<b>Other Income / (Expense)</b>			
419	Interest and Dividend Income			
421	Non-Utility Income			
426	Miscellaneous Non-Utility (Expense)			
427	Interest (Expense)			
	<b>Total Other Income / (Expense)</b>		\$0	\$0
	<b>Net Income / (Loss)</b>	<8,585>	\$0	25,400 \$0

**Instructions:** Fill out the Grey Cells with the relevant information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report.



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 Annual Report  
 Full time equivalent employees  
 12/31/18

**Full time equivalent employees**

	Direct Company	Outside service	Total
President	1		0.0
Vice-president			0.0
Manager			0.0
Engineering Staff			0.0
System Operator(s)			0.0
Meter reader	2		0.0
Customer Service			0.0
Accounting			0.0
Business Office			0.0
Rates Department			0.0
Administrative Staff			0.0
Other			0.0
<b>Total</b>	0.0	0.0	0.0

**Instructions:** Fill out the Grey Cells with the relevant information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report. A full-time employee is based on 2080 total hours per year. Please calculate partial employees using 2080 hours.

0

Annual Report  
Supplemental Financial Data (Long-Term Debt)  
12/31/18

Supplemental Financial Data (Long-Term Debt)				
	Loan #1	Loan #2	Loan #3	Loan #4
Date Issued	NONE			
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amt. Issued				
Amount Outstanding				
Date of Maturity				
Interest Rate				
Current Year Interest				
Current Year Principal				

Meter Deposit Balance at Test Year End:

Meter Deposits Refunded During the Test Year:

*List all bonds, notes, loans, and other types of indebtedness in which the proceeds were used in the provision of public utility service. Indebtedness incurred for personal uses by the owner of the utility should not be listed. Input 0 or none if there is nothing to report for that cell.*





**Water Utility Plant Description (Continued)**

For the following three items, list the utility owned assets in each category for each system.

<b>TREATMENT EQUIPMENT:</b>	0
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<b>STRUCTURES:</b>	13,408
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<b>OTHER:</b>	574,837
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**Instructions:** Fill out the Grey Cells with the relevant information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report. Copy and paste this sheet as many times as is necessary

Customer and Other Information	
Name of the System:	0
ADEQ Public Water System Number:	
ADWR PCC Number:	

Month	Number of Customers				
	Single-Family	Multi-Family	Commercial	Turf/Irrigation	Other Non-Residential
January					
February					
March					
April					
May					
June					
July					
August					
September					
October					
November					
December					

If the system has fire hydrants, what is the fire flow requirements?  GPM for  hrs.

Does the system have chlorination treatment?

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

If yes, provide the GPCPD amount:

Is the Water Utility located in an ADWR Active Management Area (AMA)?

If yes, which AMA?

**Instructions:** Fill out the Grey Cells with the relevant information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report. Copy and paste this sheet as many times as is necessary

**YAVAPAI COUNTY**

**2018 PROPERTY TAX STATEMENT**

APR 11 2018

PARCEL NUMBER	AREA CODE	PRIMARY TAX RATE PER \$100 ASSESSED VALUE	SECONDARY TAX RATE PER \$100 ASSESSED VALUE	SPECIAL DISTRICT \$ PER ACRE
905-65-01007	5010	9.1493	4.1760	

**2018 TAX SUMMARY**

<b>PRIMARY PROPERTY TAX</b>	3,425.50
<b>LESS STATE AID TO EDUCATION</b>	0.00
<b>NET PRIMARY PROPERTY TAX</b>	3,425.50
<b>SECONDARY PROPERTY TAX</b>	1,494.88
<b>SPECIAL DISTRICT TAX</b>	0.00
<b>TOTAL TAX DUE FOR 2018</b>	4,920.38

ASSESSMENT	VALUE IN DOLLARS	RATIO	EXEMPTIONS	NET ASSESSED	TAX
LIMITED	208,000	0.1800	0.00	37,440	3,425.50
FULL CASH	208,000	0.1800	0.00	37,440	1,494.88

**LEGAL DESCRIPTION**

TAX AUTHORITY	LEVY	PURPOSE	TAX RATE	2017 TAX	2018 TAX	INCREASE / DECREASE
2000 YAVAPAI COUNTY	PRM					
2001 SCHOOL EQUALIZATION	PRM		1.7788	662.22	665.98	3.76
5050 CANON ELEM.S.D.#50	PRM		0.4741	175.50	177.50	2.00
8150 YAVAPAI COMMUNITY COLLEGE	PRM		5.1380	2,347.32	1,923.68	-423.64
11220 BLACK CANYON FIRE DIST.	SEC		1.7584	641.78	658.34	16.56
11225 DAISY MOUNTAIN FIRE DIST	SEC		3.7401	1,346.44	0.00	-1,346.44
11900 FIRE DIST. ASSIST. FUND	SEC		3.4960	0.00	1,308.90	1,308.90
14900 YAVAPAI CTY. LIBRARY DISTRICT	SEC		0.1000	36.00	37.44	1.44
15001 YAVAPAI FLOOD CONTROL DISTRICT	SEC		0.1720	65.34	64.40	-0.94
58150 SECONDARY YAVAPAI COMMUNITY CO	SEC		0.2188	14.32	13.30	-1.02
<b>TOTALS</b>			<b>0.1892</b>	<b>72.04</b>	<b>70.84</b>	<b>-1.20</b>
				<b>5,360.96</b>	<b>4,920.38</b>	<b>-440.58</b>

**REDUCTION RATE**  
1.8573

**Ross D. Jacobs**  
Yavapai County Treasurer  
1015 Fair Street  
Prescott, AZ 86305

905-65-01007 THIS IS A CALENDAR YEAR TAX NOTICE  
COLDWATER CANYON WATER COMPANY  
ROGER WAGNER  
PO BOX 637  
BLACK CANYON CITY AZ 85324

MAKE CHECKES PAYABLE TO:  
Yavapai County Treasurer  
1015 Fair Street  
Prescott, AZ 86305

**PAYMENT INFORMATION**

Nov. 01, 2018 First half 2018 taxes due, delinquent after 5:00 PM.  
Dec. 31, 2018 Final day to pay 2018 current full year taxes without interest.  
May. 01, 2019 Second half 2018 taxes due, delinquent after 5:00 PM.

THERE WILL BE A \$20.00 CHARGE FOR EACH RETURNED CHECK AND YOUR TAXES WILL REVERT TO AN UNPAID STATUS.

PLEASE INCLUDE YOUR PARCEL NUMBER ON YOUR CHECK.



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Annual Report  
Property Taxes  
12/31/18

**Property Taxes**

Amount of actual property taxes paid during Calendar Year 2018 was  Yarapai

If no property taxes paid, explain why.

**Instructions:** Fill out the Grey Cells with the relevant information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report.

RECEIVED  
UTILITIES DIVISION

Verification and Sworn Statement (Taxes) 2019 MAR 13 A 10:30

Verification: State of Arizona I, the undersigned of the  
(state name)

ARIZONA CORPORATION  
COMMISSION

County of (county name): Yavapai  
Name (owner or official) title: Roger Wagner  
Company name: Coldwater Caynon Water Company

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION.

FOR THE YEAR ENDING: 12/31/18

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

Sworn Statement: I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

Roger Wagner  
signature of owner/official

\_\_\_\_\_  
telephone no.

SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC  
IN AND FOR THE COUNTY

THIS 11th DAY OF Yavapai  
03 2019  
(month) and (year)

MY COMMISSION EXPIRES 01/19/2020  
(date)

Ry  
(signature of notary public)





