

ANNUAL REPORT

Of

Company Name: Lake Verde Water Company, Inc.
PO Box 2777

Mailing Address: Camp Verde AZ
86322

Docket No.: W-01557A
For the Year Ended: 12/31/17

RECEIVED

AUG 01 2018

ARIZONA CORP COMMISSION
UTILITIES DIVISION - DIRECTOR'S OFFICE

Revised

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: 8/1/2018

0-16-10

ARIZONA CORPORATION COMMISSION
WATER UTILITY ANNUAL REPORT

Lake Verde Water Company, Inc.

A Class ☐ E Utility

1. For the Calendar Year Ended: 12/31/17
2. Address:

738 S Parks Dr			
City:	Camp Verde	State:	Arizona
		Zip Code:	86322
3. Telephone Number:

928-567-8592

4. Date of Original Organization of Utility:

6/16/1994

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

Brenda McDonald

- Telephone No. :

928-301-5076

- Address:

738 S Parks Drive			
City:	Camp Verde	State:	Arizona
		Zip Code:	86322
Email:	bmancos@gmail.com		
6. On-Site Manager:
- Name:

Alan Williams

- Telephone No. :

928-300-0541

- Address:

2180 E Amy Drive			
City:	Camp Verde	State:	Arizona
		Zip Code:	86322
Email:	alan@verdelakeswater.com		
7. Ownership:

"S" Corporation

8. Counties Served:

Yavapai

Utility Plant in Service (Water)							
Account No.	Description	Beginning Year Original Cost	Current Year Additions	Current Year Retirements	Adjusted Original Cost	Accumulated Depreciation	OCID (OC less AD)
301	Organization	\$336	\$0	\$0	\$336	\$336	\$0
302	Franchises	0	0	0	0	0	0
303	Land and Land Rights	10,000	0	0	10,000	0	10,000
304	Structures and Improvements	0	105,169	0	105,169	1,751	103,418
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	5,016	0	0	5,016	5,016	0
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	26,886	2,500	24,804	4,582	156	4,426
320	Water Treatment Equipment	0	0	0	0	0	0
320.1	Water Treatment Plants	0	34,800	0	34,800	579	34,221
320.2	Solution Chemical Feeders	0	144	0	144	0	144
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	19,795	0	19,795	220	19,575
330.2	Pressure Tanks	0	2,500	0	2,500	63	2,438
331	Transmission and Distribution Mains	33,128	0	0	33,128	19,032	14,096
333	Services	0	0	0	0	0	0
334	Meters and Meter Installations	1,018	1,240	108	2,150	1,007	1,143
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	333	375	0	708	13	695
340.1	Computer & Software	380	720	0	1,100	380	720
341	Transportation Equipment	3,331	0	0	3,331	2,316	1,015
342	Stores Equipment	0	0	0	0	0	0
343	Tools, Shop and Garage Equipment	2,255	0	0	2,255	27	2,228
344	Laboratory Equipment	0	0	0	0	0	0
345	Power Operated Equipment	0	0	0	0	0	0
346	Communication Equipment	461	0	0	461	461	0
347	Miscellaneous Equipment	312	0	0	312	312	0
348	Other Tangible Plant	0	0	0	0	0	0
	Totals	\$83,456	\$167,244	\$24,912	\$225,788	\$31,669	\$194,119

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.

Lake Verde Water Company, Inc.
Annual Report
Depreciation Expense for the Current Year (Water)
12/31/17

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	\$336	\$0	\$0	\$336	\$336	0.00%	\$0
302	Franchises	0	0	0	0	0	0.00%	0
303	Land and Land Rights	10,000	0	0	10,000	10,000	0.00%	0
304	Structures and Improvements	0	105,169	0	105,169	0	3.33%	1,751
305	Collecting & Improving Reservoirs	0	0	0	0	0	2.50%	0
306	Lake, River, Canal Intakes	0	0	0	0	0	2.50%	0
307	Wells and Springs	5,016	0	0	5,016	5,016	3.33%	0
308	Infiltration Galleries	0	0	0	0	0	6.67%	0
309	Supply Mains	0	0	0	0	0	2.00%	0
310	Power Generation Equipment	0	0	0	0	0	5.00%	0
311	Pumping Equipment	26,886	2,500	24,804	4,582	0	12.50%	156
320	Water Treatment Equipment	0	0	0	0	0	0.00%	0
320.1	Water Treatment Plants	0	34,800	0	34,800	0	3.33%	579
320.2	Solution Chemical Feeders	0	144	0	144	0	20.00%	14
320.3	Point-of-Use Treatment Devices	0	0	0	0	0	10.00%	0
330	Distribution Reservoirs and Standpipes	0	0	0	0	0	0.00%	0
330.1	Storage Tanks	0	19,795	0	19,795	0	2.22%	220
330.2	Pressure Tanks	0	2,500	0	2,500	0	5.00%	63
331	Transmission and Distribution Mains	33,128	0	0	33,128	19,032	2.00%	282
333	Services	0	0	0	0	0	3.33%	0
334	Meters and Meter Installations	1,018	1,240	108	2,150	0	8.33%	132
335	Hydrants	0	0	0	0	0	2.00%	0
336	Backflow Prevention Devices	0	0	0	0	0	6.67%	0
339	Other Plant and Misc. Equipment	0	0	0	0	0	6.67%	0
340	Office Furniture and Equipment	333	375	0	708	0	6.67%	35
340.1	Computer & Software	380	720	0	1,100	0	20.00%	148
341	Transportation Equipment	3,331	0	0	3,331	3,300	20.00%	6
342	Stores Equipment	0	0	0	0	0	4.00%	0
343	Tools, Shop and Garage Equipment	2,255	0	0	2,255	361	5.00%	95
344	Laboratory Equipment	0	0	0	0	0	10.00%	0
345	Power Operated Equipment	0	0	0	0	0	5.00%	0
346	Communication Equipment	461	0	0	461	461	10.00%	0
347	Miscellaneous Equipment	312	0	0	312	312	10.00%	0
348	Other Tangible Plant	0	0	0	0	0	0.00%	0
	Subtotal	\$83,456	\$167,244	\$24,912	\$225,788	\$38,818		\$3,481

Contribution(s) in Aid of Construction (Gross)	\$100,000
Less: Non Amortizable Contribution(s)	0
Fully Amortized Contribution(s)	0
Amortizable Contribution(s)	\$100,000
Times: Proposed Amortization Rate	1.67%
Amortization of CIAC	\$1,665

Less: Amortization of CIAC \$1,665

DEPRECIATION EXPENSE \$1,816

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.

Lake Verde Water Company, Inc.
Annual Report
Balance Sheet Assets
12/31/17

Balance Sheet Assets				
	Assets		Balance at Beginning of Year (2017)	Balance at End of Year (2017)
Account No.	Current and Accrued Assets			
131	Cash		\$10,217	\$1,948
134	Working Funds		0	0
135	Temporary Cash Investments		0	0
141	Customer Accounts Receivable		5,176	5,054
146	Notes Receivable from Associated Companies		0	0
151	Plant Material and Supplies		0	0
162	Prepayments		0	0
174	Miscellaneous Current and Accrued Assets		0	0
	Total Current and Accrued Assets		\$15,393	\$7,002
Account No.	Fixed Assets			
101	Utility Plant in Service*		\$75,876	\$225,788
103	Property Held for Future Use		0	0
105	Construction Work in Progress		69,000	0
108	Accumulated Depreciation (enter as negative)*		(63,796)	(31,669)
121	Non-Utility Property		0	0
122	Accumulated Depreciation - Non Utility		0	0
	Total Fixed Assets		\$81,080	\$194,119
	Total Assets		\$96,473	\$201,121

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

Lake Verde Water Company, Inc.
Annual Report
Balance Sheet Liabilities and Owners Equity

Balance Sheet Liabilities and Owners Equity				
Account No.	Liabilities		Balance at Beginning of Year (2017)	Balance at End of Year (2017)
Current Liabilities				
231	Accounts Payable		\$0	\$1,900
232	Notes Payable (Current Portion)		0	4,484
234	Notes Payable to Associated Companies		0	0
235	Customer Deposits		0	0
236	Accrued Taxes		0	0
237	Accrued Interest		0	0
242	Miscellaneous Current and Accrued Liabilities		1,968	2,625
	Total Current Liabilities		\$1,968	\$9,009
Long Term Debt				
224	Long Term Debt (Notes and Bonds)		\$83,585	\$43,373
Deferred Credits				
251	Unamortized Premium on Debt		\$0	\$0
252	Advances in Aid of Construction		0	0
255	Accumulated Deferred Investment Tax Credits		0	0
271	Contributions in Aid of Construction		0	100,000
272	Less: Amortization of Contributions		0	(1,667)
281	Accumulated Deferred Income Tax		0	0
	Total Deferred Credits		\$0	\$98,333
	Total Liabilities		\$85,553	\$150,715
Capital Accounts				
201	Common Stock Issued		\$90,000	\$90,000
211	Other Paid-In Capital		19,200	19,200
215	Retained Earnings		(98,280)	(58,794)
218	Proprietary Capital (Sole Props and Partnerships)		0	0
	Total Capital		\$10,920	\$50,406
	Total Liabilities and Capital		\$96,473	\$201,121

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!

Lake Verde Water Company, Inc.
Annual Report
Water Comparative Income Statement
12/31/17

Water Comparative Income Statement			
Account No.	Calendar Year	Current Year 01/01/2017 - 12/31/2017	Last Year 01/01/2016 - 12/31/2016
	Operating Revenue		
461	Metered Water Revenue	\$17,225	\$19,373
460	Unmetered Water Revenue	0	0
462	Fire Protection Revenue	0	0
469	Guaranteed Revenues (Surcharges)	38,067	30,367
471	Miscellaneous Service Revenues	390	0
474	Other Water Revenue	0	0
	Total Revenues	\$55,682	\$49,740
	Operating Expenses		
601	Salaries and Wages	\$31,658	\$30,000
604	Employee Pensions and Benefits	0	0
610	Purchased Water	0	0
615	Purchased Power	3,423	3,085
618	Chemicals	0	298
620	Materials and Supplies	815	0
620.1	Repairs and Maintenance	978	360
620.2	Office Supplies and Expense	1,849	2,440
630	Contractual Services	0	0
631	Contractual Services - Engineering	0	0
632	Contractual Services - Accounting	250	550
633	Contractual Services - Legal	0	0
634	Contractual Services - Management Fees	0	0
635	Contractual Services - Water Testing	630	812
636	Contractual Services - Other	0	0
640	Rents	0	0
641	Rental of Building/Real Property	6,000	6,000
642	Rental of Equipment	0	0
650	Transportation Expenses	7	1,406
657	Insurance - General Liability	1,312	2,473
657.1	Insurance - Health and Life	0	0
665	Regulatory Commission Expense - Rate	0	0
670	Bad Debt Expense	0	0
675	Miscellaneous Expense	607	0
403	Depreciation Expense (From Schedule AR4)	1,816	197
408	Taxes Other Than Income	2,960	0
408.11	Property Taxes	486	750
409	Income Taxes	0	1,317
427.1	Customer Security Deposit Interest	0	0
	Total Operating Expenses	\$52,791	\$49,688
	Operating Income / (Loss)	\$2,891	\$52
	Other Income / (Expense)		
419	Interest and Dividend Income	\$0	\$0
421	Non-Utility Income	0	0
426	Miscellaneous Non-Utility (Expense)	0	0
427	Interest (Expense)	0	0
	Total Other Income / (Expense)	\$0	\$0
	Net Income / (Loss)	\$2,891	\$52

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.

Lake Verde Water Company, Inc.
Annual Report
Supplemental Financial Data (Long-Term Debt)
12/31/17

Supplemental Financial Data (Long-Term Debt)				
	Loan #1	Loan #2	Loan #3	Loan #4
Date Issued	11/1/2016	NA	NA	NA
Source of Loan	WIFA	0	0	0
ACC Decision No.	75159	0	0	0
Reason for Loan	Arsenic Removal	0	0	0
Dollar Amt. Issued	\$50,000	\$0	\$0	\$0
Amount Outstanding	\$48,003	\$0	\$0	\$0
Date of Maturity	7/1/2036	NA	NA	NA
Interest Rate	5.50%	0.00%	0.00%	0.00%
Current Year Interest	\$0	\$0	\$0	\$0
Current Year Principal	\$0	\$0	\$0	\$0

Meter Deposit Balance at Test Year End:	\$0
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Meter Deposits Refunded During the Test Year:	\$0
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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

<u>Name of the System:</u>	Lake Verde Water Company, Inc.
----------------------------	--------------------------------

ADICO Public Water System Number: AZ0413038

WELLS

[illegible]

OTHER WATER SOURCES

OTHER WATER SOURCES		
Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
None	0	0
None	0	0

BOOSTER PUMPS

Horsepower	GPM	Quantity
7 1/2	125	2
NA	0	0
NA	0	0
NA	0	0

FIRE HYDRANTS

Type	Quantity
Standard ***	0
Other	0

STORAGE TANKS

STORAGE TANKS		
Capacity	Material	Quantity
10,000	poly	3
NA	0	0
NA	0	0

PRESSURE/BLADDER TANKS

Capacity	Quantity
5,000	1
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. Copy and paste this sheet as many times as is necessary.

* Arizona Department of Water Resources ("ADWR") well identification number. For example 55-XXXXXX.

** Pump motor type, turbine or submersible.

*** A standard fire hydrant has two 2.5 inch hose connection nozzles with 7.5 threads per inch, and one 4.5 inch pumper connection nozzle with 4 threads per inch.

[illegible]

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

TREATMENT EQUIPMENT:	Arsenic Removal System
STRUCTURES:	Building holding the Arsenic Removal System 30 X 40
OTHER:	1 2" meter 1- 3 horsepower submersable pump 45 GPM 1- 21cubic feet media tank 1- prefilter

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.

Lake Verde Water Company, Inc.
Annual Report
Water Use Data Sheet
12/31/17

Water Use Data Sheet							
Name of the System:		Lake Verde Water Company, Inc.					
ADWR Public Water System Number:		AZ0413038					
Month	Number of Customers	Gallons Sold (thousands) ¹	Gallons Pumped (thousands) ²	Gallons Purchased (thousands) ³	Estimated Gallons Authorized Use (thousands) ⁴	Purchased Power Expense ⁵	Purchased Power (kWh) ⁶
January	62	212,509	220,900	0	NA	\$0	0
February	62	202,398	220,900	0	NA	0	0
March	62	245,200	246,306	0	NA	0	0
April	62	358,834	385,800	0	NA	0	0
May	62	522,597	538,200	0	NA	0	0
June	62	666,983	686,000	0	NA	0	0
July	62	668,510	760,600	0	NA	0	0
August	62	433,890	469,200	0	NA	0	0
September	62	665,680	687,700	0	NA	0	0
October	62	632,970	643,400	0	NA	0	0
November	62	399,201	452,000	0	NA	0	0
December	62	291,269	299,600	0	NA	0	0
Totals		5,300,041	5,610,606	0	0	\$0	0

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

Does the system have chlorination treatment?

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

If yes, which AMA?

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

If yes, provide the GPCPD amount:

If applicable, in the space below please provide a description for all un-metered water use along with amounts:

None

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.

1 Gallons sold - Total gallons from customer meters, and other sold gallons such as Construction water.
2 Gallons pumped - Total gallons from pumped sources.
3 Gallons purchased - Total gallons purchased from other sources.
4 Estimated gallons authorized use - Total estimated gallons from authorized metered or unmetered use. Authorized use such as flushing (mains, services and hydrants) draining/cleaning tanks, process, construction, fire fighting, etc.
5 Enter the total purchased power costs for the power meters associated with this system.
6 Enter the total purchased kWh used by the power meters associated with this system.

Lake Verde Water Company, Inc.
 Annual Report
 Utility Shutoffs / Disconnects
 12/31/17

ADEQ System No. :	AZ0413038
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Utility Shutoffs / Disconnects			
Month	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	Other
January	0	0	0
February	0	0	0
March	0	0	0
April	0	0	0
May	0	0	0
June	0	0	0
July	0	0	0
August	0	0	0
September	0	0	0
October	0	0	0
November	0	0	0
December	0	0	0
Total	0	0	0

Other (description):

NA

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.

Lake Verde Water Company, Inc.
Annual Report
Property Taxes
12/31/17

Property Taxes

Amount of actual property taxes paid during Calendar Year 2017 was

\$486

If no property taxes paid, explain why.

NA

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

Lake Verde Water Company, Inc
Annual Report
Verification and Sworn Statement (Taxes)
12/31/17

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AUG 01 2018

ARIZONA CORP COMMISSION
UTILITIES DIVISION - DIRECTOR'S OFFICE

Verification and Sworn Statement (Taxes)

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

County of (county name)

Yavapai

Name (owner or official; title)

Dugan McDonald

Company name:

Lake Verde Water Company, Inc

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

FOR THE YEAR ENDING:

12/31/17

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.

[Signature]
signature of owner/official

928-567-8592
telephone no

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

THIS

4th

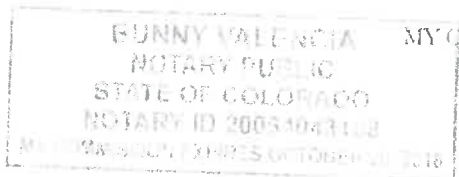
DAY OF

Montezuma

(county name)

April, 2018

(month) and (year)



MY COMMISSION EXPIRES

10-31-2018
(date)

[Signature]
(signature of notary public)

Verification and Sworn Statement

Verification:

State of Arizona I, the undersigned of the
(state name)
County of (county name): Yavapai
Name (owner or official) title: Dagan McDonald
Company name: Lake Verde Water Company, Inc.

RECEIVED

AUG 01 2018

ARIZONA CORP COMMISSION
UTILITIES DIVISION - DIRECTOR'S OFFICE

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

FOR THE YEAR ENDING: 12/31/17

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: IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING THE CALENDAR YEAR WAS:

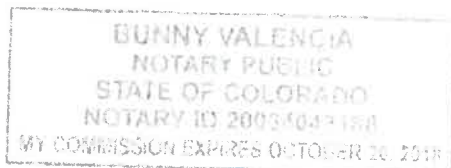
Arizona Intrastate Gross Operating Revenues Only (\$)

\$53,175

(The amount in the box above includes

\$2,580

in sales taxes
billed or collected)



[Signature]
signature of owner/official

0
telephone no.

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

THIS

Fourth

DAY OF

Yavapai

(county name)

April 2018

(month) and (year)

MY COMMISSION EXPIRES:

10-20-2018

(date)

[Signature]
(signature of notary public)

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AUG 01 2018

ARIZONA CORP COMMISSION
UTILITIES DIVISION - DIRECTOR'S OFFICE

Verification:

Verification and Sworn Statement (Residential Revenue)

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

County of (county name)

Name (owner or official) title

Company name

Dugan McDonald

to

Lake Verde Water Company, Inc

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

FOR THE YEAR ENDING 12/31/17

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: IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING THE CALENDAR YEAR WAS:

Arizona Intrastate Gross Operating Revenues Only (\$):

\$53,175

(The amount in the box above includes

\$2,580

in sales taxes
billed or collected)

signature of owner/official

0

telephone no

BUNNY VALENCIA
NOTARY PUBLIC
STATE OF COLORADO
NOTARY ID 20054043138
MY COMMISSION EXPIRES OCTOBER 20 2018

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

Maricopa
(county name)

THIS

4th

DAY OF

April 2018
(month) and (year)

MY COMMISSION EXPIRES

10-20-2018
(date)

Bunny Valencia
(signature of notary public)