

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL - MAKE CHANGES AS NECESSARY

W - 01877A
Mountain Dell Water, Inc
1492 W. Palmer Ave.
Flagstaff, AZ 86001

ANNUAL REPORT
Water

FOR YEAR ENDING

12	31	2012
----	----	------

RECEIVED

APR 03 2013

AZ CORP COMM
Director - Utilities

FOR COMMISSION USE

ANN 04	12
--------	----

4-5-13

COMPANY INFORMATION

Company Name (Business Name) MOUNTAIN DELL WATER, Inc.

Mailing Address 1492 W. Palmer Ave.
(Street)

Flagstaff AZ 86001
(City) (State) (Zip)

928 774-9550 SAME 928 606-4328
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address Peterreznick@msn.com

Local Office Mailing Address SAME
(Street)

(City) (State) (Zip)

Local Office Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address _____

MANAGEMENT INFORMATION

Regulatory Contact:

Management Contact: Peter Reznick President
(Name) (Title)

1492 W. Palmer Ave. Flagstaff AZ 86001
(Street) (City) (State) (Zip)

928 774-9550 SAME 928 606-4328
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address _____

On Site Manager: SAME
(Name)

(Street) (City) (State) (Zip)

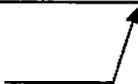
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address _____

COMPANY NAME	<i>MOUNTAIN DELL WATER, Inc.</i>
---------------------	----------------------------------

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	∅	∅	∅
302	Franchises	∅	∅	∅
303	Land and Land Rights	15000		15000
304	Structures and Improvements	12302	8696	3606
307	Wells and Springs	14000	14000	∅
311	Pumping Equipment	60228	32550	27678
320	Water Treatment Equipment	∅	∅	∅
330	Distribution Reservoirs and Standpipes	19711	16845	2866
331	Transmission and Distribution Mains	11875	3625	8250
333	Services	∅	∅	∅
334	Meters and Meter Installations	18782	3996	14786
335	Hydrants	∅	∅	∅
336	Backflow Prevention Devices	∅	∅	∅
339	Other Plant and Misc. Equipment	4143	1760	2383
340	Office Furniture and Equipment	1500	1500	∅
341	Transportation Equipment	5907	5907	∅
343	Tools, Shop and Garage Equipment	15000	15000	∅
344	Laboratory Equipment	∅	∅	∅
345	Power Operated Equipment	1781	1302	479
346	Communication Equipment	∅	∅	∅
347	Miscellaneous Equipment	∅	∅	∅
348	Other Tangible Plant	2971	2454	517
	TOTALS	183200	107635	75565

This amount goes on the Balance Sheet Acct. No. 108 

COMPANY NAME *MOUNTAIN DELL WATER, INC.*

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	∅		∅
302	Franchises	∅		∅
303	Land and Land Rights	15000	4/9	∅
304	Structures and Improvements	12302		343
307	Wells and Springs	14000		∅
311	Pumping Equipment	60228		2719
320	Water Treatment Equipment	∅		∅
330	Distribution Reservoirs and Standpipes	19711		986
331	Transmission and Distribution Mains	11875		500
333	Services	∅		∅
334	Meters and Meter Installations	18782		711
335	Hydrants	∅		∅
336	Backflow Prevention Devices	∅		∅
339	Other Plant and Misc. Equipment	4143		207
340	Office Furniture and Equipment	1500		∅
341	Transportation Equipment	5907		∅
343	Tools, Shop and Garage Equipment	15000		∅
344	Laboratory Equipment	∅		∅
345	Power Operated Equipment	1781		89
346	Communication Equipment	∅		∅
347	Miscellaneous Equipment	∅		∅
348	Other Tangible Plant	2971		149
	TOTALS	183200		5704

This amount goes on the Comparative Statement of Income and Expense Acct. No. 403. 

COMPANY NAME	<i>MOUNTAIN DELL WATER, INC.</i>
---------------------	----------------------------------

BALANCE SHEET

Acct No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 10580	\$ 619
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable		
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 10580	\$ 619
	FIXED ASSETS		
101	Utility Plant in Service	\$ 181108	\$ 183200
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	101931	107635
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 79177	\$ 75565
	TOTAL ASSETS	\$ 89757	\$ 76184

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

COMPANY NAME	MOUNTAIN BELL WATER, INC.
--------------	---------------------------

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITIES		
231	Accounts Payable	\$	\$
232	Notes Payable (Current Portion)	Ø	Ø
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	1155	525
236	Accrued Taxes		
237	Accrued Interest	Ø	Ø
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$ 1155	\$ 525
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ Ø	\$ Ø
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	Ø	Ø
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$	\$
	TOTAL LIABILITIES	\$ 1155	\$ 525
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 22000	\$ 22000
211	Paid in Capital in Excess of Par Value	Ø	Ø
215	Retained Earnings	66602	53659
218	Proprietary Capital (Sole Props and Partnerships)	Ø	
	TOTAL CAPITAL	\$ 88602	\$ 75659
	TOTAL LIABILITIES AND CAPITAL	\$ 89757	\$ 76184

COMPANY NAME	<i>MOUNTAIN DELL WATER, INC.</i>
---------------------	----------------------------------

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 42366	\$ 43680
460	Unmetered Water Revenue	Ø	Ø
474	Other Water Revenues	330	420
	TOTAL REVENUES	\$ 42696	\$ 44100
	OPERATING EXPENSES		
601	Salaries and Wages	\$ Ø	\$ Ø
610	Purchased Water	Ø	Ø
615	Purchased Power	8996	11868
618	Chemicals	Ø	Ø
620	Repairs and Maintenance	10953	22730
621	Office Supplies and Expense	1191	2602
630	Outside Services	1933	451
635	Water Testing	687	705
641	Rents	10800	7200
650	Transportation Expenses	Ø	Ø
657	Insurance – General Liability	1611	1641
659	Insurance - Health and Life	Ø	Ø
666	Regulatory Commission Expense – Rate Case	Ø	Ø
675	Miscellaneous Expense	740	415
403	Depreciation Expense	5510	5704
408	Taxes Other Than Income	3509	3207
408.11	Property Taxes	1111	1150
409	Income Tax	Ø	Ø
	TOTAL OPERATING EXPENSES	\$ 47041	\$ 57673
	OPERATING INCOME/(LOSS)	\$ (4345)	\$ (13573)
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses	Ø	Ø
427	Interest Expense		
	TOTAL OTHER INCOME/(EXPENSE)	\$	\$
	NET INCOME/(LOSS)	\$ (4345)	\$ (13573)

COMPANY NAME *mountain DEW WATER, Inc.*

SUPPLEMENTAL FINANCIAL DATA

Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End	\$	<u>325</u>
Meter Deposits Refunded During the Test Year	\$	<u>352</u>

COMPANY NAME	<i>MOUNTAIN DELL WATER, INC.</i>
Name of System:	ADEQ Public Water System Number: <i>03015</i>

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
<i>55-802024</i>	<i>20</i>	<i>37</i>	<i>200</i>	<i>10</i>	<i>2</i>	<i>1975</i>
<i>55-802025</i>	<i>20</i>	<i>40</i>	<i>200</i>	<i>8</i>	<i>2</i>	<i>1956</i>

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
<i>10</i>	<i>1</i>		
<i>15</i>	<i>1</i>		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
<i>10000</i>	<i>4</i>	<i>2000</i>	<i>1</i>

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME	<i>MOUNTAIN DELL WATER, Inc.</i>
Name of System:	ADEQ Public Water System Number: <i>03015</i>

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2	<i>steel</i>	<i>2800</i>
3		
4		
5		
6		
8		
10		
12		
2	<i>PVC</i>	<i>1200</i>

CUSTOMER METERS

Size (in inches)	Quantity
<i>5/8 X 3/4</i>	<i>86</i>
<i>3/4</i>	
<i>1</i>	<i>1</i>
<i>1 1/2</i>	
<i>2</i>	
<i>Comp. 3</i>	
<i>Turbo 3</i>	
<i>Comp. 4</i>	
<i>Turbo 4</i>	
<i>Comp. 6</i>	
<i>Turbo 6</i>	

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

TREATMENT EQUIPMENT:

STRUCTURES:

Pump house, Power house, Well houses - (2)

OTHER:

Tanks, Pressure tank, Truck, Backhoe

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME: <i>mountain Dell water, Inc.</i>
Name of System: _____ ADEQ Public Water System Number: <i>03015</i>

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2012

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	87	277	315	
FEBRUARY	87	267	305	
MARCH	87	285	321	
APRIL	87	284	325	
MAY	87	353	403	
JUNE	87	473	544	
JULY	87	529	380	
AUGUST	87	337	630	
SEPTEMBER	87	343	391	
OCTOBER	87	337	386	
NOVEMBER	87	313	360	
DECEMBER	87	279	319	
TOTALS →		4077	4679	

What is the level of arsenic for each well on your system? *#1 .0021*
#2 .0021 mg/l
 (If more than one well, please list each separately.)

If system has fire hydrants, what is the fire flow requirement? _____ GPM for _____ hrs
N/A

If system has chlorination treatment, does this treatment system chlorinate continuously?
 Yes No *N/A*

Is the Water Utility located in an ADWR Active Management Area (AMA)?
 Yes No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?
 Yes No

If yes, provide the GPCPD amount: _____

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME:	mountain Bell water, Inc.
Name of System:	ADEQ Public Water System Number: 03015

UTILITY SHUTOFFS / DISCONNECTS

MONTH	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	OTHER
JANUARY			
FEBRUARY			
MARCH			
APRIL			
MAY			
JUNE			
JULY			
AUGUST			
SEPTEMBER			
OCTOBER			
NOVEMBER			
DECEMBER			
TOTALS →	∅	∅	

OTHER (description):

COMPANY NAME _____ **YEAR ENDING 12/31/2012**

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2012 was: \$ 1150

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

RECEIVED

APR 03 2013

AZ CORP COMM
Director - Utilities

**VERIFICATION
AND
SWORN STATEMENT
Taxes**

VERIFICATION

STATE OF Arizona
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)	<u>COCONINO</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>Peter Reznick - President</u>
COMPANY NAME	<u>MOUNTAIN DELL WATER, INC.</u>

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

FOR THE YEAR ENDING

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2012</u>

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 OF OWNER OR OFFICIAL

928 774-9550

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

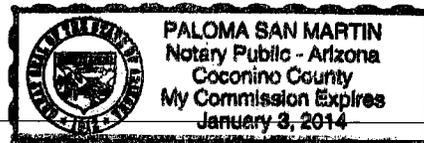
THIS 2nd DAY OF

(SEAL)

MY COMMISSION EXPIRES 01/03/2014

COUNTY NAME	<u>COCONINO.</u>	
MONTH	<u>April</u>	<u>2013</u>

SIGNATURE OF NOTARY PUBLIC



COMPANY NAME _____

YEAR ENDING 12/31/2012

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported (11364)
Estimated or Actual Federal Tax Liability Ø

State Taxable Income Reported (11364)
Estimated or Actual State Tax Liability Ø

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances Ø
Amount of Gross-Up Tax Collected Ø
Total Grossed-Up Contributions/Advances Ø

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.


SIGNATURE

4/2/13
DATE

Peter Reznick
PRINTED NAME

President
TITLE

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

RECEIVED

APR 03 2013

AZ CORP COMM
Director - Utilities

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	<u>Coconino</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>Peter Reznick - President</u>
COMPANY NAME	<u>mountain Dell water, Inc.</u>

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2012</u>

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 REQUIREMENT 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 CALENDAR YEAR 2012 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)
\$ <u>44100</u>

(THE AMOUNT IN BOX ABOVE INCLUDES \$ 3207 IN SALES TAXES BILLED, OR COLLECTED)

****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**



 SIGNATURE OF OWNER OR OFFICIAL
928 774-9550

 TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

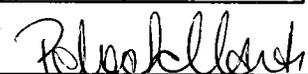
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 2nd DAY OF

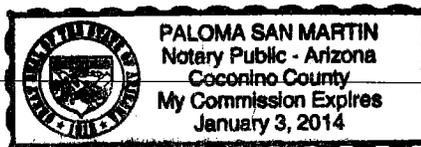
COUNTY NAME	<u>COCONINO</u>	
MONTH	<u>April</u>	<u>,2013</u>

(SEAL)

MY COMMISSION EXPIRES 01/03/2014



 SIGNATURE OF NOTARY PUBLIC



**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
Intrastate Revenues Only**

RECEIVED
APR 03 2013
AZ CORP UTILITIES
Director - Finance

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <i>Coconino</i>	
NAME (OWNER OR OFFICIAL) <i>Peter Reznick</i>	TITLE <i>President</i>
COMPANY NAME <i>mountain DELL WATER, Inc.</i>	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2012

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.

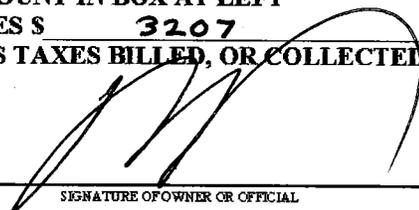
SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, 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 CALENDAR YEAR 2012 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES \$ <u>44100</u>
--

THE AMOUNT IN BOX AT LEFT INCLUDES \$ 3207 IN SALES TAXES BILLED, OR COLLECTED)

***RESIDENTIAL REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED.**


SIGNATURE OF OWNER OR OFFICIAL
928 774-9550
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

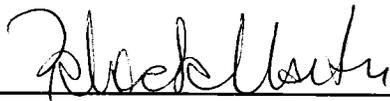
2nd

DAY OF

NOTARY PUBLIC NAME <i>Paloma San Martin</i>	
COUNTY NAME <i>COCONINO</i>	
MONTH <i>April</i>	YEAR <i>2013</i>

(SEAL)

MY COMMISSION EXPIRES


SIGNATURE OF NOTARY PUBLIC

