

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

mailed

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

G-02528A

Duncan Valley Electric Cooperative, Inc. – Gas Division
PO Box 440
Duncan, AZ 85534

Please click here if pre-printed Company name on this form is not your current Company name or dba name is not included.

Please list current Company name including dba here:

RECEIVED

MAY 04 2017

ARIZONA CORP COMMISSION
UTILITIES DIVISION – DIRECTOR'S OFFICE

ANNUAL REPORT

Gas

FOR YEAR ENDING

12	31	2014	<i>2016</i>
----	----	-----------------	-------------

FOR COMMISSION USE

ANN 02	14	<i>16</i>
--------	---------------	-----------

5-4-17

COMPANY INFORMATION

Company Name (Business Name) <u>DUNCAN VALLEY ELECTRIC COOPERATIVE - GAS DIVISION</u>			
Mailing Address <u>PO BOX 440</u>			
(Street)			
<u>DUNCAN</u>	<u>AZ</u>	<u>85534</u>	
(City)	(State)	(Zip)	
<u>928-359-2503</u>	<u>928-359-2370</u>		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
Email Address <u>kimberly@dvec.org</u>			
Local Office Mailing Address <u>same as above</u>			
(Street)			
(City)			
(State)			
(Zip)			
Local Customer Service Phone No. (Include Area Code)		(1-800 or other long distance Customer Service Phone No.)	
Email Address _____		Website address _____	

MANAGEMENT INFORMATION

<input type="checkbox"/> Regulatory Contact:			
<input checked="" type="checkbox"/> Management Contact: <u>Steven Lunt</u> <u>CEO</u>			
(Name) (Title)			
<u>PO Box 440</u>	<u>Duncan</u>	<u>AZ</u>	<u>85534</u>
(Street)	(City)	(State)	(Zip)
<u>928-359-2503</u>	<u>928-359-2370</u>		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
Email Address <u>stevel@dvec.org</u>			
On Site Manager: <u>same as above</u>			
(Name)			
(Street)			
(City)			
(State)			
(Zip)			
Telephone No. (Include Area Code)		Cell No. (Include Area Code)	
Fax No. (Include Area Code)			
Email Address: _____			

Statutory Agent: J. Grant Walker, PLLC

(Name)

1124 W. Thatcher Blvd

Safford

AZ

85546

(Street)

(City)

(State)

(Zip)

928-428-2728

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Attorney: same as above

(Name)

(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Email Address _____

OWNERSHIP INFORMATION

Check the following box that applies to your company:

- | | |
|---|---|
| <input type="checkbox"/> Sole Proprietor (S) | <input type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P) | <input type="checkbox"/> Subchapter S Corporation (Z) |
| <input type="checkbox"/> Bankruptcy (B) | <input checked="" type="checkbox"/> Association/Co-op (A) |
| <input type="checkbox"/> Receivership (R) | <input type="checkbox"/> Limited Liability Company |
| <input type="checkbox"/> Other (Describe) _____ | |

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- | | | |
|-------------------------------------|-----------------------------------|--|
| <input type="checkbox"/> APACHE | <input type="checkbox"/> COCHISE | <input type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA | <input type="checkbox"/> GRAHAM | <input checked="" type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ | <input type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE |
| <input type="checkbox"/> NAVAJO | <input type="checkbox"/> PIMA | <input type="checkbox"/> PINAL |
| <input type="checkbox"/> SANTA CRUZ | <input type="checkbox"/> YAVAPAI | <input type="checkbox"/> YUMA |
| <input type="checkbox"/> STATEWIDE | | |

SERVICES AUTHORIZED TO PROVIDE

Check the following box(es) for the services that you are authorized to provide:

Gas

Natural Gas

Propane

Other (Specify) _____

STATISTICAL INFORMATION

GAS UTILITIES ONLY

Total number of customers	715
Residential	649
Commercial	52
Industrial	
Irrigation	14
Resale	
 Total therms sold	 378,720 therms
Residential	244,424
Commercial	70,724
Industrial	
Irrigation	63,572
Resale	0

COMPANY NAME:

UTILITY SHUTOFFS / DISCONNECTS

MONTH	Termination without Notice R14-2-311.B	Termination with Notice R14-2-311.C	OTHER
JANUARY		0	
FEBRUARY		2	
MARCH		0	
APRIL		2	
MAY		1	
JUNE		0	
JULY		1	
AUGUST		0	
SEPTEMBER		0	
OCTOBER		1	
NOVEMBER		1	
DECEMBER		0	
TOTALS →		8	

OTHER (description):

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY**

RECEIVED
MAY 04 2017
ARIZONA CORP COMMISSION
UTILITIES DIVISION - DIRECTOR'S OFFICE

STATE OF ARIZONA

COUNTY OF (COUNTY NAME) Greenlee	
NAME (OWNER OR OFFICIAL) Steve Lunt	TITLE CEO
COMPANY NAME Duncan Valley Electric Cooperative - Gas Division	

I, THE UNDERSIGNED

OF THE

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

FOR THE YEAR ENDING

MONTH 12	DAY 31	YEAR 2014 2016
--------------------	------------------	-------------------------------------

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 2014 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES \$ 399,850.60

(THE AMOUNT IN BOX AT LEFT INCLUDES \$ 29,376.23 IN SALES TAXES BILLED, OR COLLECTED)

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

Steve Lunt

SIGNATURE OF OWNER OR OFFICIAL

928-359-2503

TELEPHONE NUMBER

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

THIS 1st DAY OF

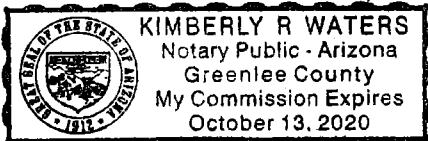
(SEAL)

MY COMMISSION EXPIRES *10/13/2020*

NOTARY PUBLIC NAME <i>Kimberly R. Waters</i>	
COUNTY NAME Greenlee	
MONTH MAY	YEAR 2017

Kimberly R. Waters

SIGNATURE OF NOTARY PUBLIC



**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

**RECEIVED
MAY 04 2017**

VERIFICATION

STATE OF AZ

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	GREENLEE
NAME (OWNER OR OFFICIAL) TITLE	STEVE LUNT, CEO
COMPANY NAME	DUNCAN VALLEY ELECTRIC COOPERATIVE, INC.

ARIZONA CORP COMMISSION
UTILITIES DIVISION - DIRECTOR'S OFFICE

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

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2014

2016

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 2014 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)
\$569,173.67

**(THE AMOUNT IN BOX ABOVE
INCLUDES \$39,505.33
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)**

Steve Lunt

SIGNATURE OF OWNER OR OFFICIAL

928-359-2503

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 1st DAY OF

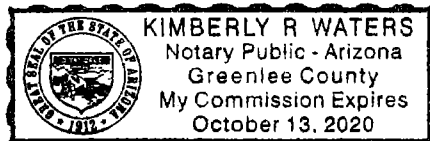
(SEAL)

COUNTY NAME	Greenlee
MONTH	MAY .2017

MY COMMISSION EXPIRES 10/13/2020

Kimberly R. Waters

SIGNATURE OF NOTARY PUBLIC



FINANCIAL AND STATISTICAL REPORT	DUNCAN VALLEY ELECTRIC COOPERATIVE GAS DIVISION DUNCAN, AZ 85534	
	YEAR ENDING December 31, 2017	

SIGNATURE OF OFFICE MANAGER OR ACCOUNTANT	DATE
SIGNATURE OF MANAGER	DATE

PART A. STATEMENT OF OPERATIONS February

ITEM	YEAR-TO-DATE			THIS MONTH
	LAST YEAR	THIS YEAR	BUDGET	
	(a)	(b)	(c)	
1. Operating Revenue and Patronage Capital	177,230	167,728	184,941	76,294
2. Cost of Purchased Gas	39,453	47,391	56,115	16,014
3. Revenue Less Cost of Purchased Gas	137,777	120,337	128,826	60,280
	-	-		
5. Distribution Expense-Operation	31,383	33,802	41,801	15,007
6. Distribution Expense-Maintenance	5,037	7,982	7,338	4,203
7. Consumer Accounts Expense	9,791	8,177	7,995	4,113
8. Customer Service and Informational Expense	996	1,065	589	888
9. Sales Expense	-	-	-	
10. Administrative and General Expense	3,234	3,104	4,357	1,754
11. Total Operation & Maintenance Expense (5 - 10)	50,440	54,129	62,080	25,964
12. Depreciation and Amortization Expense	7,620	8,284	8,086	4,139
13. Tax Expense - Property	-	-		
14. Tax Expense - Other	-	-		
15. Interest on Long-Term Debt	-	-		
16. Interest Charged to Construction - Credit	-	-		
17. Interest Expense - Other	18	25	26	12
18. Other Deductions	-	-		
19. Total Cost of Gas Service (11 - 18)	58,079	62,438	70,192	30,115
20. Operating Margins (1 - 19)	79,698	57,899	58,634	30,164
21. Non Operating Margins - Interest	-	-		
22. Non Operating Margins - Other	-	-		
23. Total Margins (20 - 26)	79,698	57,899	58,634	30,164

PART B. DATA ON TRANSMISSION AND DISTRIBUTION PLANT

ITEM	Month	YEAR-TO-DATE		ITEM	YEAR-TO-DATE	
		LAST YEAR	THIS YEAR		LAST YEAR	THIS YEAR
		(a)	(b)		(a)	(b)
1. New Services Connect	-	1	2			
2. Services Retired	-	0	1			
3. Total Services in Place	877	876	877	7. Miles Distribution Underground	55	55
4. Idle Services (Exclude Seasonal)	174	146	174	8.Total Miles of Line	55	55

FINANCIAL AND STATISTICAL REPORT	DUNCAN VALLEY ELECTRIC COOPERATIVE GAS DIVISION	
	MONTH ENDING February 28, 2017	

PART C. BALANCE SHEET

ASSETS AND OTHER DEBITS		LIABILITIES AND OTHER CREDITS	
1. Total Utility Plant in Service	1,751,324	26. Equity Position - Divisional Balancing	1,260,123
2. Construction Work in Progress	9,963	27. Patronage Capital	
3. Total Utility Plant (1 + 2)	1,761,287	28. Operating Margins - Prior Years	(490,480)
4. Accum. Provision for Depreciation & Amort	996,571	29. Operating Margins - Current Year	57,899
5. Net Utility Plant (3 - 4)	764,716	30. Non Operating Margins	
6. Nonutility Property - Net		31. Other Margins and Equities	
7. Invest in Assoc Org - Patronage Capital		32. Total Margins & Equities (26 thru 31)	827,542
8. Invest in Assoc Org - Other		33a. Long-Term Debt-DVEC 25 Year	
9. Invest in Assoc Org - Nongeneral Funds		33b. Long-Term Debt-DVEC 35 Year	
10. Other Investments		33c. Long-Term Debt-DVEC 25 Year	
11. Special Funds		33d. Long-Term Debt-DVEC 25 Year	
12. Total Other Property & Investments (6 thru 11)	-	34. Total Long-Term Debt	-
13. Cash - General Funds		35. Notes Payable	
14. Cash - Construction Funds - Trustee		36. Accounts Payable	20,529
15. Special Deposits		37. Consumers Deposits	23,935
16. Temporary Investments		38. Other Current & Accrued Liabilities	15,994
17. Notes Receivable - Net		39. Total Current & Accrued Liabilities (36 thru 39)	60,458
18. Accounts Receivable - Net Sales	92,988	40. Deferred Credits	
19. Accounts Receivable - Net Other		41. Miscellaneous Operating Reserves	
20. Materials & Supplies	26,328	42. Total Liabilities & Other Credits (32 + 34 + 39 thru 41)	888,000
21. Prepayments	2,895		
22. Other Current & Accrued Assets			
23. Total Current & Accrued Assets (13 thru 22)	122,211		
24. Deferred Debits	1,073		
25. Total Assets & Other Debits (5+12+23+24)	888,000		

PART D. NOTES TO FINANCIAL STATEMENTS

THE SPACE BELOW IS PROVIDED FOR IMPORTANT NOTES REGARDING THE FINANCIAL STATEMENT CONTAINED IN THIS REPORT. (IF ADDITIONAL SPACE IS NEEDED, USE SEPARATE SHEET.)