

ANNUAL REPORT

Of

Company Name: The Links at Coyote Wash Utilities, LLC
7581 E. Academy Blvd., Ste. 229

Mailing Address: Denver CO
80230

Docket No.: SW-04210A
For the Year Ended: 12/31/16



WASTEWATER 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:
Application Date:

Original Filing
2016

4-12-17

ARIZONA CORPORATION COMMISSION
WASTEWATER UTILITY ANNUAL REPORT
The Links at Coyote Wash Utilities, LLC
A Class Utility

1. For the Calendar Year Ended:

2. Address:
City: State: Zip Code:

3. Telephone Number:

4. Date of Original Organization of Utility:

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

Name:
Telephone No. :
Address:
City: State: Zip Code:
Email:

6. On-Site Manager:

Name:
Telephone No. :
Address:
City: State: Zip Code:
Email:

7. Ownership:

8. Counties Served:

Utility Plant in Service (Wastewater)				
Account No.	Description	Original Cost	Accumulated Depreciation	OC LD (OC less AD)
351	Organization	\$8,370	\$8,370	\$0
352	Franchises			0
353	Land and Land Rights	4,271	0	4,271
354	Structures and Improvements	9,953	1,398	8,554
355	Power Generation Equipment			0
360	Collections Wastewater - Force			0
361	Collections Wastewater - Gravity	433,951	110,641	323,310
362	Special Collecting Structures			0
363	Services to Customers			0
364	Flow Measuring Devices			0
365	Flow Measuring Installations			0
367	Reuse Meters & Meter Installations			0
370	Receiving Wells	7,500	3,379	4,121
371	Pumping Equipment			0
374	Reuse Distribution Reservoirs			0
375	Reuse Trans. And Distr. Equipment			0
380	Treatment and Disposal Equipment	397,017	164,040	232,976
381	Plant Sewers			0
382	Outfall Sewer Lines			0
389	Other Plant and Misc. Equipment			0
390	Office Furniture and Equipment			0
390.1	Computer & Software			0
391	Transportation Equipment			0
393	Tools, Shop and Garage Equipment			0
394	Laboratory Equipment	2,025	700	1,325
395	Power Operated Equipment			0
396	Communication Equipment			0
397	Miscellaneous Equipment			0
398	Other Tangible Plant	1,000	0	1,000
	Totals	\$864,086	\$288,528	\$575,558

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.

The Links at Coyote Wash Utilities, LLC
 Annual Report
 Depreciation Expense for the Current Year (Wastewater)
 12/31/16

Depreciation Expense for the Current Year (Wastewater)								
Account No.	Description	Original Cost	Current Year Additions	Adjusted Original Cost	Fully Depreciated/Non-depreciable Plant	Depreciable Plant	Depreciation Percentages	Depreciation Expense
351	Organization	\$8,370		\$8,370		\$8,370		\$0
352	Franchises	0		0		0		0
353	Land and Land Rights	4,271		4,271		4,271		0
354	Structures and Improvements	9,953		9,953		9,953	3.09%	307
355	Power Generation Equipment	0		0		0		0
360	Collections Wastewater - Force	0		0		0		0
361	Collections Wastewater - Gravity	433,951		433,951		433,951	2.00%	8,679
362	Special Collecting Structures	0		0		0		0
363	Services to Customers	0		0		0		0
364	Flow Measuring Devices	0		0		0		0
365	Flow Measuring Installations	0		0		0		0
367	Reuse Meters & Meter Installations	0		0		0		0
370	Receiving Wells	7,500		7,500		7,500	3.33%	250
371	Pumping Equipment	0		0		0		0
374	Reuse Distribution Reservoirs	0		0		0		0
375	Reuse Trans. And Distr. Equipment	0		0		0		0
380	Treatment and Disposal Equipment	397,017		397,017		397,017	5.86%	23,278
381	Plant Sewers	0		0		0		0
382	Outfall Sewer Lines	0		0		0		0
389	Other Plant and Misc. Equipment	0		0		0		0
390	Office Furniture and Equipment	0		0		0		0
390.1	Computer & Software	0		0		0		0
391	Transportation Equipment	0		0		0		0
393	Tools, Shop and Garage Equipment	0		0		0		0
394	Laboratory Equipment	2,025		2,025		2,025	8.62%	175
395	Power Operated Equipment	0		0		0		0
396	Communication Equipment	0		0		0		0
397	Miscellaneous Equipment	0		0		0		0
398	Other Tangible Plant	1,000		1,000		1,000		0
	Subtotal	\$864,086	\$0	\$864,086	\$0	\$864,086		\$32,688

Contribution(s) in Aid of Construction (Gross)	
Less: Non Amortizable Contribution(s)	0
Fully Amortized Contribution(s)	0
Amortizable Contribution(s)	\$0
Times: Proposed Amortization Rate	3.78%
Amortization of CIAC	\$0

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.

The Links at Coyote Wash Utilities, LLC
 Annual Report
 Balance Sheet Assets
 12/31/16

Balance Sheet Assets				
	Assets		Balance at Beginning of Year (2016)	Balance at End of Year (2016)
Account No.	Current and Accrued Assets			
131	Cash		\$59,851	\$13,565
132	Special Deposits		1,403	1,403
135	Temporary Cash Investments			
141	Customer Accounts Receivable		13,005	13,080
142	Other Accounts Receivable			
143	Accumulated Provision for Uncollectable Accounts			
146	Notes Receivable from Associated Companies			
151	Plant Material and Supplies			
162	Prepayments			
173	Accrued Utility Revenue			
174	Miscellaneous Current and Accrued Assets		284	284
	Total Current and Accrued Assets		\$74,543	\$28,332
	Deferred Debits			
186.1	Deferred Rate Case Expense			
	Total Deferred Debits		\$0	\$0
	Fixed Assets			
101	Utility Plant in Service*		\$736,534	\$864,086
103	Property Held for Future Use			
105	Construction Work in Progress		14,193	22,883
108	Accumulated Depreciation (enter as negative)*		(255,839)	(288,528)
121	Non-Utility Property			
122	Accumulated Depreciation - Non Utility			
	Total Fixed Assets		\$494,887	\$598,442
	Total Assets		\$569,430	\$626,774

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 the adjusted end of year balance from AR4.

The Links at Coyote Wash Utilities, LLC
 Annual Report
 Balance Sheet Liabilities and Owners Equity

Balance Sheet Liabilities and Owners Equity				
	Liabilities		Balance at Beginning of Year (2016)	Balance at End of Year (2016)
Account No.	Current Liabilities			
231	Accounts Payable		\$4,935	\$37,483
232	Notes Payable (Current Portion)			
234	Notes Payable to Associated Companies			
235	Customer Deposits		4,643	3,160
236	Accrued Taxes			
237	Accrued Interest			
241	Miscellaneous Current and Accrued Liabilities			
253	Other Deferred Credits			
	Total Current Liabilities		\$9,578	\$40,644
	Long Term Debt			
224	Long Term Debt (Notes and Bonds)		\$0	\$0
	Total Long Term Debt		\$0	\$0
	Deferred Credits			
252	Advances in Aid of Construction		30,000	15,000
255	Accumulated Deferred Investment Tax Credits			
271	Contributions in Aid of Construction			
272	Less: Amortization of Contributions			
281	Accumulated Deferred Income Tax			
	Total Deferred Credits		\$30,000	\$15,000
	Total Liabilities		\$39,578	\$55,644
	Capital Accounts			
201	Common Stock Issued			
211	Other Paid-In Capital			
215	Retained Earnings		(54,423)	26,278
218	Proprietary Capital (Sole Props and Partnerships)		584,274	544,852
	Total Capital		\$529,851	\$571,130
	Total Liabilities and Capital		\$569,430	\$626,774

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!

The Links at Coyote Wash Utilities, LLC
Annual Report
Wastewater Comparative Income Statement
12/31/16

Wastewater Comparative Income Statement			
Account No.	Calendar Year	Current Year 01/01/2016 - 12/31/2016	Last Year 01/01/2015 - 12/31/2015
	Operating Revenue		
521	Flat Rate Revenues	\$197,741	\$195,458
522	Measured Revenues	26,325	17,032
534	Rents from Wastewater Property		
539	Other Wastewater Revenues	4,665	12,509
	Total Revenues	\$228,732	\$224,998
	Operating Expenses		
701	Salaries and Wages		
704	Employee Pensions and Benefits		
710	Purchased Wastewater Treatment		
711	Sludge Removal Expense	2,027	16,707
715	Purchased Power	25,424	23,662
716	Fuel for Power Production		
718	Chemicals	19,806	15,994
720	Materials and Supplies	1,938	4,538
721	Office Expense		
731	Contractual Services -Engineering		
732	Contractual Services - Accounting	850	800
733	Contractual Services - Legal	67	111
734	Contractual Services - Management Fees	106,463	
735	Contractual Services - Testing	11,994	20,489
736	Contractual Services - Other	8,213	114,149
740	Rents - Building		
742	Rents - Equipment		
750	Transportation Expenses	5,255	2,132
757	Insurance - General Liability	3,136	2,977
758	Insurance - Worker's Compensation		
759	Insurance - Other		
760	Advertising Expense		
766	Regulatory Commission Expense - Rate Case		
767	Regulatory Commission Expense - Other	0	2,500
770	Bad Debt Expense	(2,645)	
775	Miscellaneous Expense	5,884	37,859
403	Depreciation Expense (From Schedule A R4)	32,688	28,089
408	Taxes Other Than Income		
408.11	Property Taxes	9,344	9,283
408.12	Payroll Taxes		
409	Income Taxes		
	Total Operating Expenses	\$230,445	\$279,290
	Operating Income / (Loss)	(\$1,714)	(\$54,292)
	Other Income / (Expense)		
414	Gain (Loss) on Dispositions		
419	Interest and Dividend Income		
421	Non-Utility Income	27,992	
426	Miscellaneous Non-Utility (Expense)		(123)
427	Interest (Expense)		(9)
	Total Other Income / (Expense)	\$27,992	(\$132)
	Net Income / (Loss)	\$26,278	(\$54,424)

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.

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 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.

Wastewater Utility Plant Description

<u>Name of System:</u>	The Links at Coyote Wash Utilities
<u>Wastewater Inventory Number (if applicable):</u>	18278
<u>Type of Treatment</u>	Other
<u>Design Capacity of Plant (Gallons per day)</u>	69,300

LIFT STATION FACILITIES				
Location	Quantity of Pumps	Horsepower Per Pump	Capacity Per Pump (GPM)	Wet Well Capacity (gals)
Country Road 12 - 300 y	2	10	400	3,300
Coyote Wash Golf Cours	2	30	400	2,630
Avenue 29E - serving co	2	5	250	2,630

FORCE MAINS		
Size	Material	Length (Feet)
4-inch	PVC	1,020
6-inch	PVC	1,000
8-inch	PVC	5,000

MANHOLES	
Type	Quantity
Standard	75
Drop	

CLEANOUTS	
	Quantity
	3

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

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.

Wastewater Utility Plant Description (Continued)					
COLLECTION MAINS			SERVICES/LATERALS		
Sizes (inches)	Material	Length (feet)	Size (inches)	Material	Quantity
4			4	PVC	504
6			6		
8	PVC	19,700	8		
10	PVC	3,500	12		
12	PVC	1,650	15		
15	PVC	4,025			
18					
21					
24					
30					

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

SOLIDS PROCESSING AND HANDLING FACILITIES	Sludge holding tank/aerobic digester
DISINFECTION EQUIPMENT (Chlorinator, Ultra-Violet, Etc.)	Chlorine contact tank and liquid chlorine feed system, dechlorination tablet feeder
FILTRATION EQUIPMENT (Rapid Sand, Slow Sand, Activated Carbon, Etc.)	N/A
STRUCTURES (Buildings, Fences, Etc.)	Stucco operations/control/chemical storage lab building; block wall surrounding WWTP
Other (Laboratory Equipment, Tools, Vehicles, Standby, Power Generators, Etc.)	Backup generator (75 kw diesel) w/150 amp transfer switch; centrifuge, lab basic test kit; influent and effluent magnet flow meters

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

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.

The Links at Coyote Wash Utilities, LLC
 Annual Report
 Wastewater Flows
 12/31/16

Wastewater Flows			
Month	Number of Services	Total Monthly Sewage Flow	Sewage Flow on Peak Day
January	453	1,436,028	59,057
February	453	1,420,560	59,015
March	450	1,386,280	55,024
April	450	998,190	42,148
May	449	855,243	36,895
June	449	781,104	28,000
July	445	1,054,044	34,000
August	450	1,078,823	49,656
September	450	807,266	32,947
October	455	934,880	40,111
November	454	1,210,291	52,652
December	461	1,244,493	47,767
	Totals	13,207,202	537,272

Provide the following information as applicable per wastewater system:

Method of Effluent Disposal	Other
Groundwater Permit Number	105311
ADEQ Aquifer Protection Permit ("APP") Number	105311
ADEQ Reuse Permit Number	N/A
EPA NPDES Permil Number	N/A
APP Effluent Treatment Requirement (Class)?	

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

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.

The Links at Coyote Wash Utilities, LLC
 Annual Report
 Utility Shutoffs / Disconnects
 12/31/16

Name of System:	The Links at Coyote Wash Utilities
Wastewater Inventory Number (if applicable):	18278

Utility Shutoffs / Disconnects			
Month	Termination without Notice R14-2-609.B	Termination with Notice R14-2-609.C	Other
January			
February			
March			
April			
May			
June			
July			
August			
September			
October			
November			
December			
Total	0	0	0

Other (description):

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.

The Links at Coyote Wash Utilities, LLC
Annual Report
Property Taxes
12/31/16

Property Taxes	
Amount of actual property taxes paid during Calendar Year 2015 was	\$9,344

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.

The Links at Coyote Wash Utilities, LLC
Annual Report
Verification and Statement (Taxes)
12/31/16

RECEIVED

APR 10 2017

Verification and Statement (Taxes)

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

ARIZONA CORP COMMISSION
UTILITIES DIVISION - DIRECTOR'S OFFICE

County of (county name): DENVER
Name (owner or official) title: Jason Williamson
Company name: The Links at Coyote Wash

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

FOR THE YEAR ENDING: 12/31/16

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.

[Handwritten Signature]

signature of owner/official

720-949-1384

telephone no.

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

THIS

6th

DAY OF

Denver

(county name)

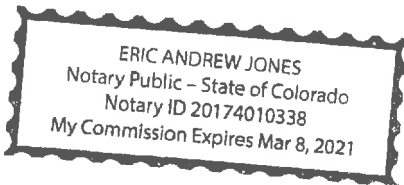
April 2017

(month) and (year)

MY COMMISSION EXPIRES

3/8/2021

(date)



[Handwritten Signature]
(signature of notary public)

Verification and Statement (Residential Revenue)

Verification:

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

County of (county name):

Denver
Jason Williamson

Name (owner or official) title:

Company name:

The Links at Coyote Wash Utilities, LLC

RECEIVED
APR 10 2017
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: 12/31/16

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:

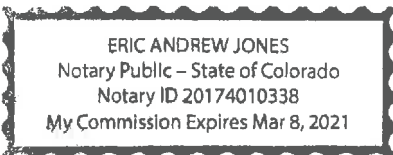
Arizona Intrastate Gross Operating Revenues Only (\$)

228,732

(The amount in the box above includes
in sales taxes
billed or collected)

[Signature]
signature of owner/official

720-949-1384
telephone no.



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

Denver
(county name)

THIS 6th

DAY OF April 2017
(month) and (year)

MY COMMISSION EXPIRES 3/8/2021
(date)

[Signature]
(signature of notary public)