

ANNUAL REPORT

Of

Company Name: Abra Water Company, Inc.
PO Box 515

Mailing Address: Paulden AZ
86334

Docket No.: W-01782A
For the Year Ended: 12/31/17

RECEIVED

APR 02 2018

ARIZONA CORP COMMISSION
UTILITIES DIVISION - DIRECTOR'S OFFICE

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: 3/1/2018

4-3-18

ARIZONA CORPORATION COMMISSION
WATER UTILITY ANNUAL REPORT
Abra Water Company, Inc.
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:

COMPANY NAME: Abra Water Company, Inc.

UTILITY PLANT IN SERVICE

Year Ending: December 31, 2017

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D (OC less AD)
301	Organization	508.00	0.00	508.00
302	Franchises	787.00	0.00	787.00
303	Land and Land Rights	15044.14	0.00	15044.14
304	Structures and Improvements	91261.66	26537.39	64724.27
305	Collecting & Impounding Reservoirs	2800.00	303.24	2496.76
306	Lake, River, Canal Intakes			0.00
307	Wells and Springs	73153.38	63657.28	9496.10
308	Infiltration Galleries			0.00
309	Raw Water Supply Mains			0.00
310	Power Generation Equipment			0.00
311	Pumping Equipment	74729.03	29174.48	45554.55
320	Water Treatment Equipment			
320.1	Water Treatment Plants	145002.00	49998.49	95003.51
320.2	Solution Chemical Feeder	0.00	0.00	0.00
320.3	Media for Arsenic Treatment	66000.00	32967.00	33033.00
330	Distribution Reservoirs & Standpipes			
330.1	Storage Tanks	197625.95	70225.73	127400.22
330.2	Pressure Tanks			0.00
331	Transmission and Distribution Mains	730435.12	375089.35	355345.77
333	Services	135124.29	98048.01	37076.28
334	Meters and Meter Installations	20818.81	5590.84	15227.97
335	Hydrants			0.00
336	Backflow Prevention Devices			0.00
339	Other Plant and Misc. Equipment	9890.11	9349.01	541.10
340	Office Furniture and Equipment			0.00
340.1	Computers & Software	1617.49	182.05	1435.44
341	Transporation and Equipment	0.00	0.00	0.00
342	Stores Equipment			0.00
343	Tools, Shop and Garage Equipment	0.00	0.00	0.00
344	Laboratory Equipment			0.00
345	Power Operated Equipment	26000.00	1950.00	24050.00
346	Communication Equipment	12247.00	5176.55	7070.45
347	Miscellaneous Equipment	94.82	85.32	9.50
348	Other Tangible Plant	0.00	0.00	0.00
	TOTALS	1603138.80	768334.74	834804.06

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



COMPANY NAME: Abra Water Company, Inc.

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Year Ending: December 31, 2017

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Express (1x2)
301	Organization	508.00	0.00%	0.00
302	Franchises	787.00	0.00%	0.00
303	Land and Land Rights	15044.14	0.00%	0.00
304	Structures and Improvements	91261.66	3.33%	2791.34
305	Collecting & Impounding Reservoirs	2800.00	2.50%	70.00
306	Lake, River, Canal Intakes	0.00	2.50%	0.00
307	Wells and Springs	73153.38	3.33%	2436.01
308	Infiltration Galleries	0.00	6.67%	0.00
309	Raw Water Supply Mains	0.00	2.00%	0.00
310	Power Generation Equipment	0.00	5.00%	0.00
311	Pumping Equipment	74729.03	12.50%	7455.94
320	Water Treatment Equipment			
320.1	Water Treatment Plants	145002.00	3.33%	4828.57
320.2	Solution Chemical Feeder	0.00	20.00%	0.00
320.3	Media for Arsenic Treatment	66000.00	33.30%	21978.00
330	Distribution Reservoirs & Standpipes			
330.1	Storage Tanks	197625.95	2.22%	4387.30
330.2	Pressure Tanks	0.00	5.00%	0.00
331	Transmission and Distribution Mains	730435.12	2.00%	14507.25
333	Services	135124.29	3.33%	4470.80
334	Meters and Meter Installations	20818.81	8.33%	1532.21
335	Hydrants	0.00	2.00%	0.00
336	Backflow Prevention Devices	0.00	6.67%	0.00
339	Other Plant and Misc. Equipment	9890.11	6.67%	659.67
340	Office Furniture and Equipment	0.00	6.67%	0.00
340.1	Computers & Software	1617.49	20.00%	68.26
341	Transporation and Equipment	0.00	20.00%	0.00
342	Stores Equipment	0.00	4.00%	0.00
343	Tools, Shop and Garage Equipment	0.00	5.00%	0.00
344	Laboratory Equipment	0.00	10.00%	0.00
345	Power Operated Equipment	26000.00	5.00%	1300.00
346	Communication Equipment	12247.00	10.00%	1224.70
347	Miscellaneous Equipment	94.82	10.00%	9.50
348	Other Tangible Plant	0.00	10.00%	0.00
Subtotal		1603138.80		67719.55
272	Less: Current Amortization of Cont.			(23634.21)
	TOTALS	1603138.80		44085.34

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

COMPANY NAME: Abra Water Company, Inc.

BALANCE SHEET

Year Ending: December 31, 2017

Acct No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$69,614.06	\$93,715.26
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	20514.00	24490.10
143	Accumulated Provision for Uncollectible Accounts	(1435.98)	(1714.30)
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets	44987.01	44869.79
	TOTAL CURRENT AND ACCRUED ASSETS	\$133,679.09	\$161,360.85
	FIXED ASSETS		
101	Utility Plant in Service	\$1,572,778.18	\$1,603,138.80
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation- Utility Plant	(733441.86)	(768334.74)
181	Unamortized Debt Discount & Expense	36848.81	35283.51
186.1	Deferred Rate Case Expense	3889.00	0.00
	TOTAL FIXED ASSETS	\$880,074.13	\$870,087.57
	TOTAL ASSETS	\$1,013,753.22	\$1,031,448.42

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

COMPANY NAME: Abra Water Company, Inc.

BALANCE SHEET (CONTINUED)

Year Ending: December 31, 2017

Acct. No.	LIABILITIES	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT LIABILITIES		
231	Accounts Payable		
232	Notes Payable (Current Portion)	5868.70	2075.39
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	14725.00	16500.00
236	Accrued Taxes	9.11	1409.79
237	Accrued Interest		
241	Accrued Management Fees	9157.00	0.00
	TOTAL CURRENT LIABILITIES	\$29,759.81	\$19,985.18
	LONG-TERM DEBT(Over 12 Months)		
224	Long-Term Notes and Bonds	\$233,461.46	\$242,221.96
	DEFERRED CREDITS		
251	Unamortized Premium on Debt		
252	Advances in Aid of Construction	72884.83	39759.03
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	474874.36	511662.72
272	Less: Amortization of Contributions	(335078.39)	(358712.60)
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$212,680.80	\$192,709.15
	TOTAL LIABILITIES	\$475,902.07	\$454,916.29
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$10,000.00	\$10,000.00
211	Paid in Capital in Excess of Par Value	418915.27	418915.27
215	Retained Earnings	85839.93	124520.91
439	Adjustments to Retained Earnings	23095.95	23095.95
	TOTAL CAPITAL	\$537,851.15	\$576,532.13
	TOTAL LIABILITIES AND CAPITAL	\$1,013,753.22	\$1,031,448.42

COMPANY NAME: Abra Water Company, Inc.

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Year Ending: December 31, 2017

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$259,687.20	\$272,407.57
460	Unmetered Water Revenue		
474	Other Water Revenues	11384.78	18574.45
	TOTAL REVENUES	\$271,071.98	\$290,982.02
	OPERATING EXPENSES		
601	Salaries and Wages		
6151.1	Alternative Solar Solutions	13590.30	12997.66
6151	APS-Other	5121.60	5601.90
618	Chemicals	179.73	361.09
620	Materials and Supplies	12219.24	5206.99
621	Office Supplies and Expense	14748.19	11881.82
630	Outside Services	120674.00	116790.20
635	Water Testing	3413.94	3308.50
641	Rents	14674.94	14658.34
650	Transporation Expenses	4315.03	5359.31
657	Insurance- General Liability	3099.31	3700.04
659	Insurance- Health and Life	0.00	0.00
666	Regulatory Commission Expense- Rate Case	3889.00	3889.00
670	Bad Debt Expense	-115.25	278.32
675	Miscellaneous Expense	0.00	0.00
403	Depreciation Expense	35671.41	44085.34
408	Taxes Other Than Income		
408.11	Property Taxes	10199.16	10202.88
409	Income Taxes	24.11	0.00
	TOTAL OPERATING EXPENSES	\$241,704.71	\$238,321.39
	OPERATING INCOME/(LOSS)	\$29,367.27	\$52,660.63
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$12.94	\$13.84
421	Non-Utility Income		
427	Interest Expense	(5834.81)	(6262.93)
428	Amort of Debt Discount & Exp	(7110.20)	(7729.99)
	TOTAL OTHER INCOME/(EXPENSE)	(\$12,932.07)	(\$13,979.08)
	NET INCOME/(LOSS)	\$16,435.20	\$38,681.55

Abra 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	2/7/1998	9/15/2003	9/6/2006	
Source of Loan	PROMISSORY NOTE	WIFA	WIFA	
ACC Decision No.	W-01782A-97-211	65917	68693	
Reason for Loan	O & M	STORAGE TANK	ARSENIC PLANT	
Dollar Amt. Issued	\$17,873	\$163,888	\$186,499	
Amount Outstanding	\$0	\$59,585	\$138,684	
Date of Maturity	JAN 2018	AUG 2023	AUG 2026	
Interest Rate	10.00%	4.20%	5.60%	
Current Year Interest	\$86	\$756	\$3,734	
Current Year Principal	\$2,116	\$8,974	\$12,973	

Meter Deposit Balance at Test Year End:	\$16,500
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Meter Deposits Refunded During the Test Year:	\$6,150
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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 Use Data Sheet							
Name of the System:		ABRA WATER COMPANY, INC					
ADEO Public Water System Number:		13-001					
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	652	2,506	2,969	0	0	\$849	7,892
February	655	2,529	2,978	0	0	958	8,504
March	658	3,183	3,674	0	0	1,092	9,218
April	656	3,509	3,935	0	5,000	1,040	8,942
May	661	4,450	4,898	0	0	1,260	10,978
June	663	5,526	6,116	0	0	1,600	16,013
July	663	4,116	4,817	0	12,000	2,121	18,459
August	665	4,221	4,905	0	4,000	1,241	13,094
September	669	4,023	4,659	0	0	1,541	16,314
October	665	3,414	4,127	0	4,000	1,175	14,856
November	670	3,133	3,642	0	0	993	11,646
December	671	3,212	4,702	0	0	1,461	11,323
Totals		43,822	51,422	0	25,000	\$15,331	147,239

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:
 n/a

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.

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

ADEQ System No. :	13-001
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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	1	
February	0	0	
March	0	1	
April	0	0	
May	0	0	
June	0	3	
July	0	1	
August	0	4	
September	0	2	
October	0	0	
November	0	6	
December	0	3	
Total	0	21	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.

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

Property Taxes	
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Amount of actual property taxes paid during Calendar Year 2017 was	\$10,075
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If no property taxes paid, explain why.

Instructions: Fill out the Grey Cells with the relevent information. Input 0 or none if there is nothing recorded in that : no applicable information to report.
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Verification and Sworn Statement (Taxes)

Verification: State of ARIZONA, the undersigned of the
(state name)

County of (county name): YAVAPAI
Name (owner or official) title: ROD YARBRO-SECRETARY/TREASURER
Company name: Abra 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.

[Handwritten Signature]

signature of owner/official

(928)636-2557

telephone no.

RECEIVED

APR 02 2018

ARIZONA CORP COMMISSION
UTILITIES DIVISION - DIRECTOR'S OFFICE

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

THIS

23

DAY OF

Yavapai

(county name)

March 2018

(month) and (year)

MY COMMISSION EXPIRES

1-2-20

(date)



[Handwritten 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: ROD YARBRO-SECRETARY/TREASURER
Company name: Abra 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 DURING THE CALENDAR YEAR WAS:

Arizona Intrastate Gross Operating Revenues Only (\$) \$300,490
(The amount in the box above includes \$17,758 in sales taxes billed or collected)

RECEIVED

APR 02 2018

ARIZONA CORP COMMISSION
UTILITIES DIVISION - DIRECTOR'S OFFICE

[Signature]

signature of owner/official

0

telephone no.

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

THIS 23 DAY OF March, 2018
(month) and (year)

MY COMMISSION EXPIRES 1-2-20
(date)



[Signature]

(signature of notary public)

Verification and Sworn Statement (Residential Revenue)

Verification:

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

County of (county name): ROD YARBRO-SECRETARY/TREASURER
Name (owner or official) title: 0
Company name: Abra 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 (\$) \$300,490
(The amount in the box above includes \$17,758 in sales taxes billed or collected)

RECEIVED

APR 02 2018

ARIZONA CORP COMMISSION
UTILITIES DIVISION - DIRECTOR'S OFFICE

[Signature]
signature of owner/official

0
telephone no.

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

Yavapai
(county name)

THIS 23 DAY OF March 2018
(month) and (year)

MY COMMISSION EXPIRES 1-2-20
(date)



[Signature]
(signature of notary public)