

ANNUAL REPORT

Of

Company Name: Coldwater Canyon Water Company  
PO Box 637

Mailing Address: Black Canyon City AZ  
85324

Docket No.: W-01559A  
For the Year Ended: 12/31/17

RECEIVED  
APR 19 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: 1/16/2018

4-20-18

ARIZONA CORPORATION COMMISSION  
WATER UTILITY ANNUAL REPORT  
Coldwater Canyon Water Company

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

2. Address: 

P. O. Box 637			
City:	Black Canyon City	State:	Arizona
		Zip Code:	85324

3. Telephone Number: (928) 374-5984

4. Date of Original Organization of Utility: 1958

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

Name: Roger Wagner  
Telephone No. : (928) 374-5984  
Address: 

P. O. Box 637			
City:	Black Canyon City	State:	Arizona
		Zip Code:	85324

  
Email:

6. On-Site Manager:

Name: Roger Wagner  
Telephone No. : (928) 374-5984  
Address: 

P. O. Box 637			
City:	Black Canyon City	State:	Arizona
		Zip Code:	85324

  
Email:

7. Ownership: Roger Wagner

8. Counties Served: Yavapai

## Description of Area Served:

Area #1 That portion of Yavapai County, Arizona, known and described as follows, to-wit: NE  $\frac{1}{4}$  of NW  $\frac{1}{4}$ , NW  $\frac{1}{4}$  of NE  $\frac{1}{4}$ , SW  $\frac{1}{4}$  of NE  $\frac{1}{4}$ , NW  $\frac{1}{4}$  of SE  $\frac{1}{4}$ , S  $\frac{1}{2}$  of SW  $\frac{1}{4}$ , all in Section 35, T 9N, R 2 E, and SE  $\frac{1}{4}$  of SE  $\frac{1}{4}$  of Section 34, T 9N, R 2 E.

and SW  $\frac{1}{4}$  of NE  $\frac{1}{4}$  and the SE  $\frac{1}{4}$  of NW  $\frac{1}{4}$ , Section 34, T 9N, R 2 E, G&SRB&M, Yavapai County, Arizona.

SE  $\frac{1}{4}$  of the NE  $\frac{1}{4}$  of Section 34, T 9N, R 2 E.

Area #2 That part of the NW  $\frac{1}{4}$  NE  $\frac{1}{4}$  of Section 34, T 9N, R 2 E, G&SRB&M, lying East of the Easterly right of way line of the re-alignment of Black Canyon Highway and more particularly described as follows:

Beginning at the Northwest corner of the said NW  $\frac{1}{4}$  NE  $\frac{1}{4}$  of Section 34, said point being on the Easterly right of wayline of the re-alignment of Black Canyon Highway and being marked by a brass cap in concrete; thence East (assumed bearing) 992.10 feet to the Northeast corner of the said W  $\frac{1}{2}$  E  $\frac{1}{2}$  NW  $\frac{1}{4}$  NE  $\frac{1}{4}$  of Section 34; thence South 1° 31' 49" West along the Easterly line of the W  $\frac{1}{2}$  E  $\frac{1}{2}$  NW  $\frac{1}{4}$  NE  $\frac{1}{4}$  of the said Section 34, 1,324.02 feet to the Southeast corner of the W  $\frac{1}{2}$  E  $\frac{1}{2}$  NW  $\frac{1}{4}$  NE  $\frac{1}{4}$  of Section 34; thence South 89° 40' 17" West along the Southerly line of the said NW  $\frac{1}{4}$  NE  $\frac{1}{4}$  of Section 34, 515.55 feet to a point on the Easterly right of way line of the Black Canyon Highway; thence following the said Easterly line of the Black Canyon Highway, North 27° 09' 23" West, 215.12 feet; thence North 23° 12' 39" West, 697.72 feet; thence North 19° 52' 58" West, 220.00 feet; thence North 1° 21' 21" East, 287.05 feet to the true point of beginning and containing 24.788 acres.

Utility Plant in Service (Water)							
Account No.	Description	Beginning Year Original Cost	Current Year Additions	Current Year Retirements	Adjusted Original Cost	Accumulated Depreciation	OCLD (OC less AD)
301	Organization	456					456
302	Franchises	94					94
303	Land and Land Rights	49,450					49,450
304	Structures and Improvements	13,408				10,148	13,260
305	Collecting & Improving Reservoirs						
306	Lake, River, Canal Intakes						
307	Wells and Springs	48,767				45,922	2,845
308	Infiltration Galleries						
309	Supply Mains						
310	Power Generation Equipment						
311	Pumping Equipment	116,034				113,684	2,350
320	Water Treatment Equipment						
320.1	Water Treatment Plants						
320.2	Solution Chemical Feeders						
320.3	Point-of-Use Treatment Devices						
330	Distribution Reservoirs and Standpipes						
330.1	Storage Tanks						
330.2	Pressure Tanks	26,290				22,515	3,775
331	Transmission and Distribution Mains	67,878				64,870	3,008
333	Services						
334	Meters and Meter Installations	70,018				69,830	188
335	Hydrants						
336	Backflow Prevention Devices						
339	Other Plant and Misc. Equipment						
340	Office Furniture and Equipment						
340.1	Computer & Software						
341	Transportation Equipment	17,991				17,991	0
342	Stores Equipment						
343	Tools, Shop and Garage Equipment						
344	Laboratory Equipment						
345	Power Operated Equipment						
346	Communication Equipment						
347	Miscellaneous Equipment	159,479	361			152,367	7,472
348	Other Tangible Plant						
	<b>Totals</b>	<b>569,865</b>	<b>361</b>			<b>497,327</b>	<b>72,899</b>

**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.

Coldwater Canyon Water Company  
 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	456			456			
302	Franchises	94			94			
303	Land and Land Rights	49,450			49,450			
304	Structures and Improvements	13,408			13,408		.71	96
305	Collecting & Improving Reservoirs							
306	Lake, River, Canal Intakes							
307	Wells and Springs	48,767			48,767			
308	Infiltration Galleries							
309	Supply Mains							
310	Power Generation Equipment							
311	Pumping Equipment	116,034			116,034		1.00	1,165
320	Water Treatment Equipment							
320.1	Water Treatment Plants							
320.2	Solution Chemical Feeders							
320.3	Point-of-Use Treatment Devices							
330	Distribution Reservoirs and Standpipes							
330.1	Storage Tanks	26,290			26,290			
330.2	Pressure Tanks							
331	Transmission and Distribution Mains	67,878			67,878		.12	844
333	Services							
334	Meters and Meter Installations	70,018			70,018		.48	337
335	Hydrants							
336	Backflow Prevention Devices							
339	Other Plant and Misc. Equipment							
340	Office Furniture and Equipment							
340.1	Computer & Software							
341	Transportation Equipment	17,991			17,991			
342	Stores Equipment							
343	Tools, Shop and Garage Equipment							
344	Laboratory Equipment							
345	Power Operated Equipment							
346	Communication Equipment							
347	Miscellaneous Equipment	159,479	361		159,840		2.01	3,222
348	Other Tangible Plant							
	<b>Subtotal</b>	<b>569,865</b>	<b>361</b>		<b>570,226</b>		<b>.99</b>	<b>5,664</b>

Contribution(s) in Aid of Construction (Gross)  
 Less: Non Amortizable Contribution(s)  
       Fully Amortized Contribution(s)  
       Amortizable Contribution(s)  
 Times: Proposed Amortization Rate  
**Amortization of CIAC**

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.

Coldwater Canyon Water Company  
 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.	<b>Current and Accrued Assets</b>			
131	Cash		8,478	3,071
134	Working Funds			
135	Temporary Cash Investments			
141	Customer Accounts Receivable			
146	Notes Receivable from Associated Companies			
151	Plant Material and Supplies			
162	Prepayments			
174	Miscellaneous Current and Accrued Assets			5,449
	<b>Total Current and Accrued Assets</b>		8,478	8,520
Account No.	<b>Fixed Assets</b>			
101	Utility Plant in Service*		569,805	570,226
103	Property Held for Future Use			
105	Construction Work in Progress			
108	Accumulated Depreciation (enter as negative)*			
121	Non-Utility Property			
122	Accumulated Depreciation - Non Utility		(491,663)	(497,327)
	<b>Total Fixed Assets</b>		78,202	72,899
	<b>Total Assets</b>		86,680	81,419

**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

Coldwater Canyon Water Company  
 Annual Report  
 Balance Sheet Liabilities and Owners Equity

Balance Sheet Liabilities and Owners Equity				
	Liabilities		Balance at Beginning of Year (2017)	Balance at End of Year (2017)
Account No.	<b>Current Liabilities</b>			
231	Accounts Payable			
232	Notes Payable (Current Portion)			
234	Notes Payable to Associated Companies			
235	Customer Deposits			
236	Accrued Taxes		231	
237	Accrued Interest			
242	Miscellaneous Current and Accrued Liabilities			
	<b>Total Current Liabilities</b>		231	
	<b>Long Term Debt</b>			
224	Long Term Debt (Notes and Bonds)		9,591	0
	<b>Deferred Credits</b>			
251	Unamortized Premium on Debt			
252	Advances in Aid of Construction			
255	Accumulated Deferred Investment Tax Credits			
271	Contributions in Aid of Construction			
272	Less: Amortization of Contributions			
281	Accumulated Deferred Income Tax			
	<b>Total Deferred Credits</b>			
	<b>Total Liabilities</b>		9,822	0
	<b>Capital Accounts</b>			
201	Common Stock Issued		11,650	11,650
211	Other Paid-In Capital		9,424	9,424
215	Retained Earnings		59,784	60,345
218	Proprietary Capital (Sole Props and Partnerships)			
	<b>Total Capital</b>		76,858	81,419
	<b>Total Liabilities and Capital</b>		86,680	81,419

**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!

Coldwater Canyon Water Company  
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
	<b>Operating Revenue</b>		
461	Metered Water Revenue	104,682	97,633
460	Unmetered Water Revenue		
462	Fire Protection Revenue		
469	Guaranteed Revenues (Surcharges)		
471	Miscellaneous Service Revenues		
474	Other Water Revenue		
	<b>Total Revenues</b>	<b>104,682</b>	<b>97,663</b>
	<b>Operating Expenses</b>		
601	Salaries and Wages	35,100	40,800
604	Employee Pensions and Benefits		
610	Purchased Water		
615	Purchased Power		
618	Chemicals		
620	Materials and Supplies		
620.1	Repairs and Maintenance		
620.2	Office Supplies and Expense		
630	Contractual Services		
631	Contractual Services -Engineering		
632	Contractual Services - Accounting		
633	Contractual Services - Legal		
634	Contractual Services - Management Fees		
635	Contractual Services - Water Testing	4,698	4,609
636	Contractual Services - Other		
640	Rents		
641	Rental of Building/Real Property		
642	Rental of Equipment		
650	Transportation Expenses		
657	Insurance - General Liability	6,335	4,904
657.1	Insurance - Health and Life		
665	Regulatory Commission Expense - Rate		
670	Bad Debt Expense		
675	Miscellaneous Expense	48,324	37,122
403	Depreciation Expense (From Schedule AR4)	5,664	10,601
408	Taxes Other Than Income		3,231
408.11	Property Taxes		4,981
409	Income Taxes		
427.1	Customer Security Deposit Interest		
	<b>Total Operating Expenses</b>	<b>100,121</b>	<b>106,248</b>
	<b>Operating Income / (Loss)</b>	<b>4,561</b>	<b>(8,585)</b>
	<b>Other Income / (Expense)</b>		
419	Interest and Dividend Income		
421	Non-Utility Income		
426	Miscellaneous Non-Utility (Expense)		
427	Interest (Expense)		
	<b>Total Other Income / (Expense)</b>		
	<b>Net Income / (Loss)</b>	<b>4,561</b>	<b>(8,585)</b>

**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.



Coldwater Canyon Water Company  
 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	None			
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.*

**Water Utility Plant Description**

Name of the System:   
 ADEQ Public Water System Number:

**WELLS**

ADWR ID No *	Pump Horsepower	Pump Yield (gpm)	Casing Depth (feet)	Casing Diameter (inches)	Pump Motor Type **	Meter Size (inches)	Year Drilled	Arsenic Level (mg/L)
1	7 1/2	75GPM	120'	12"			1965	
2	5	35GPM	120'	10"			1960	
3	7 1/2	85GPM	120'	12"			1970	
4	5	55GPM	100'	8"			2001	
5	2	25GPM	65'	8"			1965	
6	2	25GPM	100'	8"			2001	

**OTHER WATER SOURCES**

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

**BOOSTER PUMPS**

Horsepower	GPM	Quantity
1 1/2		2
2		1

**FIRE HYDRANTS**

Type	Quantity
Standard ***	None
Other	None

**STORAGE TANKS**

Capacity	Material	Quantity
30,000		1
10,000		4
12,000		2

**PRESSURE/BLADDER TANKS**

Capacity	Quantity
2,000	1
3,000	1
1,000	2

**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.

Water Utility Plant Description (Continued)					
MAINS			CUSTOMER METERS		
Sizes (inches)	Material	Length (feet)	Size (inches)	Quantity	
2	Plastic		5/8 x 3/4	373	
3	Plastic		3/4	2	
4	Plastic		1	1	
5	Plastic				
1 1/2	Galvanized				
2	Galvanized				
3	Galvanized				
4	Galvanized				

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

<b>TREATMENT EQUIPMENT:</b>	
<b>STRUCTURES:</b>	
<b>OTHER:</b>	

**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.

Water Use Data Sheet							
Name of the System:		0					
ADEQ Public Water System Number:		0					
Month	Number of Customers	Gallons Sold (thousands) <sup>1</sup>	Gallons Pumped (thousands) <sup>2</sup>	Gallons Purchased (thousands) <sup>3</sup>	Estimated Gallons Authorized Use (thousands) <sup>4</sup>	Purchased Power Expense <sup>5</sup>	Purchased Power (kWh) <sup>6</sup>
January							
February							
March							
April							
May							
June							
July							
August							
September							
October							
November							
December							
<b>Totals</b>							

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:**

**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.

Coldwater Canyon Water Company  
 Annual Report  
 Utility Shutoffs / Disconnects  
 12/31/17

ADEQ System No. :

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			
<b>Total</b>	<b>None</b>		

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.

**Property Taxes**

Amount of actual property taxes paid during Calendar Year 2017 was

0

If no property taxes paid, explain why.

Not paid

**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.

RECEIVED

APR 19 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: Roger Wagner  
Company name: Coldwater Canyon Water Company

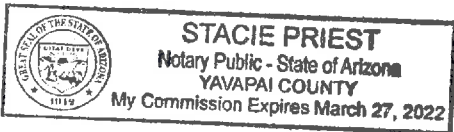
DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION.

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.



Roger Wagner  
signature of owner/official  
602-882-1323  
telephone no.

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

THIS 12th DAY OF Yavapai  
(month) and (year) 4/2018  
(county name)

MY COMMISSION EXPIRES 3/27/2022  
(date)  
Stacie Priest  
(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: Roger Wagner

Company name: Coldwater Canyon Water Company

RECEIVED  
APR 19 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.

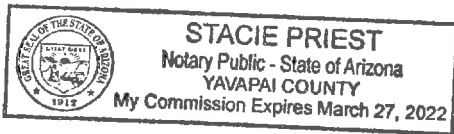
Sworn Statement: IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING THE CALENDAR YEAR WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

104,862

(The amount in the box above includes

0 in sales taxes  
billed or collected)



Roger Wagner  
signature of owner/official  
602-882-1323  
telephone no.

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

THIS 19th DAY OF Yavapai  
4/2018  
(month) and (year)

MY COMMISSION EXPIRES 3/27/2022  
(date)

Stacie Priest  
(signature of notary public)



RECEIVED

APR 19 2018

ARIZONA CORP COMMISSION  
UTILITIES DIVISION - DIRECTOR'S OFFICE

Verification and Sworn Statement (Residential Revenue)

Verification:

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

County of (county name):

Yavapai

Name (owner or official) title:

Roger Wagner

Company name:

Coldwater Canyon Water Company

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:

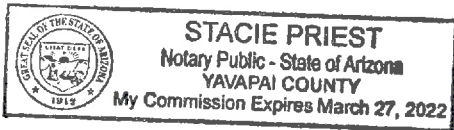
Arizona Intrastate Gross Operating Revenues Only (\$)

104,862

(The amount in the box above includes

0

in sales taxes billed or collected)



Roger Wagner  
signature of owner/official

602-982-1327  
telephone no.

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

Yavapai  
(county name)

THIS

17<sup>th</sup>

DAY OF

4/2018  
(month) and (year)

MY COMMISSION EXPIRES

3/27/2022  
(date)

Stacie Priest  
(signature of notary public)