

ANNUAL REPORT

OF

Company Name:

Dateland Water LLC

Mailing Address:

*PO Box 98
Anacortes, WA 98221*

Docket No.:

For the Year Ended:

12/31/16

RECEIVED

MAY 19 2017

ARIZONA CORP COMMISSION
UTILITIES DIVISION - DIRECTOR'S OFFICE

WATER UTILITY

To

Arizona Corporation Commission

Due on April 15th

Email: rdefuente@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:

2016

5-19-17

ARIZONA CORPORATION COMMISSION
WATER UTILITY ANNUAL REPORT

0 •

A Class Utility

1. For the Calendar Year Ended: 12/31/16

2. Address:

<u>PO Box 98</u>	City: <u>Anacortes</u>	State: <u>WA</u>	Zip Code: <u>98221</u>
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3. Telephone Number: 360-293-2105

4. Date of Original Organization of Utility: 2006

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

Name: Ben Thomas
Telephone No.: 360-293-2105
Address: PO Box 98
City: Anacortes State: WA Zip Code: 98221
Email: jambenthamer@hotmail.com

6. On-Site Manager:

Name: Donald Lone
Telephone No.: 928-446-8690
Address: PO Box 3148
City: Dateland State: AZ Zip Code: 85333
Email: _____

7. Ownership: Ben Dateland Water LLC

8. Counties Served: Yuma

Utility Plant in Service (Water)				
Account No.	Description	Original Cost	Accumulated Depreciation	OCID (OC less AD)
301	Organization			\$0
302	Franchises			0
303	Land and Land Rights			0
304	Structures and Improvements			0
305	Collecting & Improving Reservoirs			0
306	Lake, River, Canal Intakes			0
307	Wells and Springs	3,000	1,260	1,740 0
308	Infiltration Galleries			0
309	Supply Mains			0
310	Power Generation Equipment	7,250	1,178	6,072 0
311	Pumping Equipment			0
320	Water Treatment Equipment			
320.1	Water Treatment Plants			0
320.2	Solution Chemical Feeders			0
320.3	Point-of-Use Treatment Devices	5,862	5,803	59 0
330	Distribution Reservoirs and Standpipes			
330.1	Storage Tanks	68,498	20,228	48,270 0
330.2	Pressure Tanks	12,451	7,160	5,291 0
331	Transmission and Distribution Mains			0
333	Services			0
334	Meters and Meter Installations			0
335	Hydrants			0
336	Backflow Prevention Devices			0
339	Other Plant and Misc. Equipment	2,629	262	2,367 0
340	Office Furniture and Equipment			0
340.1	Computer & Software			0
341	Transportation Equipment			0
342	Stores Equipment			0
343	Tools, Shop and Garage Equipment			0
344	Laboratory Equipment			0
345	Power Operated Equipment			0
346	Communication Equipment			0
347	Miscellaneous Equipment			0
348	Other Tangible Plant			0
	Totals	99,690 \$0	35,891 \$0	63,799 \$0

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.

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 Annual Report
 Depreciation Expense for the Current Year (Water)
 12/31/16

Depreciation Expense for the Current Year (Water)								
Account No.	Description	Original Cost	Current Year Additions	Adjusted Original Cost	Fully Depreciated/Non-depreciable Plant	Depreciable Plant	Depreciation Percentages	Depreciation Expense
301	Organization	\$0		\$0		\$0		\$0
302	Franchises	0		0		0		0
303	Land and Land Rights	0		0		0		0
304	Structures and Improvements	0		0		0		0
305	Collecting & Improving Reservoirs	0		0		0		0
306	Lake, River, Canal Intakes	0		0		0		0
307	Wells and Springs	3,000	0	3,000	0	3,000	4.0	120
308	Infiltration Galleries	0		0		0		0
309	Supply Mains	0		0		0		0
310	Power Generation Equipment	0		0		0		0
311	Pumping Equipment	7,250	0	7,250	0	7,250	10.0	725
320	Water Treatment Equipment	0		0		0		0
320.1	Water Treatment Plants	0		0		0		0
320.2	Solution Chemical Feeders	0		0		0		0
320.3	Point-of-Use Treatment Devices	5,862	0	5,862	0	5,862	5.0	293
330	Distribution Reservoirs and Standpipes	0		0		0		0
330.1	Storage Tanks	68,498	0	68,498	0	68,498	4.0	2,740
330.2	Pressure Tanks	12,451	0	12,451	0	12,451	5.0	623
331	Transmission and Distribution Mains	0		0		0		0
333	Services	0		0		0		0
334	Meters and Meter Installations	0		0		0		0
335	Hydrants	0		0		0		0
336	Backflow Prevention Devices	0		0		0		0
339	Other Plant and Misc. Equipment	2,629	0	2,629	0	2,629	6.66	175
340	Office Furniture and Equipment	0		0		0		0
340.1	Computer & Software	0		0		0		0
341	Transportation Equipment	0		0		0		0
342	Stores Equipment	0		0		0		0
343	Tools, Shop and Garage Equipment	0		0		0		0
344	Laboratory Equipment	0		0		0		0
345	Power Operated Equipment	0		0		0		0
346	Communication Equipment	0		0		0		0
347	Miscellaneous Equipment	0		0		0		0
348	Other Tangible Plant	0		0		0		0
	Subtotal	99,690	\$0	99,690	\$0	99,690		4,676

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

0

\$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.

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 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	1,355	1,487
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	2,250	1,157
146	Notes Receivable from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	Total Current and Accrued Assets	3,605 \$0	2,644 \$0
Account No.	Fixed Assets		
101	Utility Plant in Service†	99,690	99,690 \$0
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation (enter as negative)*	(31,215)	(35,891) 0
121	Non-Utility Property		
122	Accumulated Depreciation - Non Utility		
	Total Fixed Assets	68,475 \$0	63,799 \$0
	Total Assets	72,080 \$0	66,443 \$0

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

Annual Report

Balance Sheet Liabilities and Owners Equity

Balance Sheet Liabilities and Owners Equity				
Account No.	Liabilities		Balance at Beginning of Year (2016)	Balance at End of Year (2016)
	Current Liabilities			
231	Accounts Payable			111
232	Notes Payable (Current Portion)			
234	Notes Payable to Associated Companies			
235	Customer Deposits			
236	Accrued Taxes			
237	Accrued Interest			
242	Miscellaneous Current and Accrued Liabilities			
	Total Current Liabilities		0 \$0	111 \$0
	Long Term Debt			
224	Long Term Debt (Notes and Bonds)			
	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			
272	Less: Amortization of Contributions			
281	Accumulated Deferred Income Tax			
	Total Deferred Credits		\$0	\$0
	Total Liabilities		0 \$0	111 \$0
	Capital Accounts			
201	Common Stock Issued			
211	Other Paid-In Capital		105,895	110,632
215	Retained Earnings		(33,815)	(44,189)
218	Proprietary Capital (Sole Props and Partnerships)			
	Total Capital		\$0	\$0
	Total Liabilities and Capital		72,080 \$0	66,443 \$0

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!

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 Annual Report
 Water Comparative Income Statement
 12/31/16

Water Comparative Income Statement					
Account No.	Calendar Year	Current Year		Last Year	
		01/01/2016 - 12/31/2016		01/01/2015 - 12/31/2015	
	Operating Revenue				
461	Metered Water Revenue	4,180		3,357	
460	Unmetered Water Revenue				
462	Fire Protection Revenue				
469	Guaranteed Revenues (Surcharges)				
471	Miscellaneous Service Revenues				
474	Other Water Revenue				
	Total Revenues	4,180	\$0	3,357	\$0
	Operating Expenses				
601	Salaries and Wages				
604	Employee Pensions and Benefits				
610	Purchased Water				
615	Purchased Power	1,171		1,366	
618	Chemicals				
620	Materials and Supplies				
620.1	Repairs and Maintenance	1,079		1,385	
620.2	Office Supplies and Expense	551		504	
630	Contractual Services				
631	Contractual Services - Engineering				
632	Contractual Services - Accounting				
633	Contractual Services - Legal				
634	Contractual Services - Management Fees	1,800		4,500	
635	Contractual Services - Water Testing	2,651			
636	Contractual Services - Other <i>Rate Cases</i>	480		0	
635	Water Testing	1,201		1,509	
640	Rents				
641	Rental of Building/Real Property				
642	Rental of Equipment				
650	Transportation Expenses				
657	Insurance - General Liability				
657.1	Insurance - Health and Life				
665	Regulatory Commission Expense - Rate				
675	Miscellaneous Expense	489		300	
403	Depreciation Expense (From Schedule AR4)	4,676		3,270	
408	Taxes Other Than Income	262		190	
408.11	Property Taxes	194		293	
409	Income Taxes				
	Total Operating Expenses	14,554	\$0	13,317	\$0
	Operating Income / (Loss)	<10,374>	\$0	<9,965>	\$0
	Other Income / (Expense)				
419	Interest and Dividend Income				
421	Non-Utility Income				
426	Miscellaneous Non-Utility (Expense)				
427	Interest (Expense)				
	Total Other Income / (Expense)		\$0		\$0
	Net Income / (Loss)	<10,374>	\$0	<9,965>	\$0

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.

Annual Report
 Supplemental Financial Data (Long-Term Debt)
 12/31/16

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	0	0	0	0

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: Disteland Water LLC
 ADEQ Public Water System Number: 14-032

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)
55-617232	10	120	550	12			1970	

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

BOOSTER PUMPS		
Horsepower	GPM	Quantity
2		1

FIRE HYDRANTS	
Type	Quantity
Standard ***	0
Other	0

STORAGE TANKS		
Capacity	Material	Quantity
15000	steel	1

PRESSURE/BLADDER TANKS	
Capacity	Quantity
5000	1

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. 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.

Annual Report
 Water Utility Plant Description (Continued)
 12/31/16

Water Utility Plant Description (Continued)				
MAINS			CUSTOMER METERS	
Sizes (inches)	Material	Length (feet)	Size (inches)	Quantity
2	PVC	3,750	5/8 X 3/4	13
3			3/4	
4	PVC	2,320	1	
5			1 1/2	
6	PVC	24,135	Compound 2	
8			Turbine 2	
10			Compound 3	
12			Turbine 3	
			Compound 4	
			Turbine 5	
			Compound 6	
			Turbine 6	
			6+	

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

TREATMENT EQUIPMENT:	13 point of use systems
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STRUCTURES:	Cover booster pump
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OTHER:	
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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.

Annual Report
 Water Use Data Sheet
 12/31/16

Water Use Data Sheet					
Name of the System:		0 Dordland Water LLC			
ADEQ Public Water System Number:		0			
Month	Number of Customers	Gallons Sold (thousands) ¹	Gallons Pumped (thousands) ²	Gallons Purchased (thousands) ³	Estimated Gallons Authorized Use (thousands) ⁴
January	14	49	51	0	49
February	14	57	57	0	57
March	13	55	58	0	55
April	13	53	61	0	60
May	13	72	73	0	72
June	13	74	75	0	74
July	13	179	180	0	179
August	13	120	123	0	121
September	13	105	105	0	105
October	13	58	59	0	58
November	13	61	63	0	61
December	13	52	54	0	52
Totals		935 0	959 0	0 0	943 0

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.
- 2 Gallons pumped - Total gallons from pumped sources.
- 3 Gallons purchased - Total gallons purchased from other sources. 0
- 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.

0

Annual Report
Utility Shutoffs / Disconnects
12/31/16

ADEQ System No. : 14-032 0

Utility Shutoffs / Disconnects			
Month	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	Other
January			
February			
March	1		
April			
May			
June			
July			
August			
September			
October			
November			
December			
Total	1 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.

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Annual Report
Property Taxes
12/31/16

Property Taxes

Amount of actual property taxes paid during Calendar Year 2015 was

194.16

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.

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MAY 19 2017

ARIZONA CORP COMMISSION
UTILITIES DIVISION - DIRECTOR'S OFFICE

0
Annual Report
Verification and Statement (Taxes)
12/31/16

Verification and Statement (Taxes)

Verification: State of 0 Washington I, the undersigned of the
(state name)

County of (county name): 0 Skagit
Name (owner or official) title: 0 Ben Thomas Manager
Company name: 0 Datedland Water LLC

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.

Ben Thomas
signature of owner/official

360-293-2105 0
telephone no.



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

THIS 17TH DAY OF Skagit
(county name) May 2017
(month) and (year)

MY COMMISSION EXPIRES

11-07-2019
(date)
Alisyn Yount
(signature of notary public)

RECEIVED

MAY 19 2017

ARIZONA CORP COMMISSION
UTILITIES DIVISION - DIRECTOR'S OFFICE

Verification and Statement

Verification:

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

County of (county name):

Skiagit

Name (owner or official) title:

Ben Thomas Manager

Company name:

Daiteland Water LLC

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 HEREBIN 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 (\$)

4180.00

(The amount in the box above includes

262.00

in sales taxes

billed or collected)

Ben Thomas

signature of owner/official

360-293-2105

telephone no.

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

THIS

17th

DAY OF

Skiagit
(county name)

May 2017
(month) and (year)

MY COMMISSION EXPIRES

11-09-2019

(date)

Alisyn Yount
(signature of notary public)



Verification and Statement (Residential Revenue)

RECEIVED

Verification:

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

County of (county name):
Name (owner or official) title:
Company name:

Shagit
Ben Thorne Manager
Dateland Water LLC

MAY 19 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 (\$)

3470.00

(The amount in the box above includes

224.00

in sales taxes

billed or collected)



Ben Thorne

signature of owner/official

360-293-2105

telephone no.

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

Shagit
(county name)

THIS

17th

DAY OF

May 2017
(month) and (year)

MY COMMISSION EXPIRES

11-07-2019
(date)

Alisyn Yount
(signature of notary public)