ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

B

W-02015A
Beaver Valley Water Company
PO Box 421
Payson, AZ 85547

RECEIVED
APR 1 8 2008
AZ CORP COMM
Director Utilities

ANNUAL REPORT

FOR YEAR ENDING

12	31	2007

FOR COMMISSION USE

ANN 04	07

PROCESSED BY:
4-21-08

SCANNED

COMPANY INFORMATION

Company Name (Business Name) BEAVER VALLEY WATER CO.

Mailing Address P.O. BOX 421
(Street)

PAYSON (City) AZ (State) 85541 (Zip)

928-474-5759 (Telephone No. (Include Area Code)) Fax No. (Include Area Code) 928-238-0184 (Cell No. (Include Area Code))

Email Address

Local Office Mailing Address SAME AS ABOVE
(Street)

(City) (State) (Zip)

Local Office Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address

MANAGEMENT INFORMATION

Management Contact: MICHAEL DAVOREN (Name) OWER (Title)

(Street) (City) (State) (Zip)

Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address

On Site Manager: 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

☐ **Please mark this box if the above address(es) have changed or are updated since the last filing.**

Statutory Agent: _____
(Name)

_____
(Street) (City) (State) (Zip)

_____
Telephone No. (Include Area Code) Fax No. (Include Area Code Cell No. (Include Area Code)

Attorney: _____
(Name)

_____
(Street) (City) (State) (Zip)

_____
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address _____

☐ **Please mark this box if the above address(es) have changed or are updated since the last filing.**

OWNERSHIP INFORMATION

Check the following box that applies to your company:

- ☒ **Sole Proprietor (S)**
- ☐ **Partnership (P)**
- ☐ **Bankruptcy (B)**
- ☐ **Receivership (R)**
- ☐ **Other** (Describe) _____
- ☐ **C Corporation (C) (Other than Association/Co-op)**
- ☐ **Subchapter S Corporation (Z)**
- ☐ **Association/Co-op (A)**
- ☐ **Limited Liability Company**

COUNTIES SERVED

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

☐ **APACHE**	☐ **COCHISE**	☐ **COCONINO**
☒ **GILA**	☐ **GRAHAM**	☐ **GREENLEE**
☐ **LA PAZ**	☐ **MARICOPA**	☐ **MOHAVE**
☐ **NAVAJO**	☐ **PIMA**	☐ **PINAL**
☐ **SANTA CRUZ**	☐ **YAVAPAI**	☐ **YUMA**
☐ **STATEWIDE**		

COMPANY NAME

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights	8,913 -	—	8,913 -
304	Structures and Improvements	85,000 -	4,250	80,750 -
307	Wells and Springs	13,000 -	2,600 -	10,400
311	Pumping Equipment	8,000 -	1,600 -	6,400 -
320	Water Treatment Equipment	5,000 -	1,000 -	4,000 -
330	Distribution Reservoirs and Standpipes	2,000 -	400 -	1,600 -
331	Transmission and Distribution Mains	7,500 -	1,500 -	6,000 -
333	Services			
334	Meters and Meter Installations	23,000 -	4,600 -	18,400 -
335	Hydrants			
336	Backflow Prevention Devices	4,200 -	840 -	3,360 -
339	Other Plant and Misc. Equipment	2,600 -	520 -	2,080 -
340	Office Furniture and Equipment	1,800 -	360 -	1,440 -
341	Transportation Equipment	9,700 -	1,940 -	7,760 -
343	Tools, Shop and Garage Equipment	3,600 -	720 -	2,880 -
344	Laboratory Equipment	5,200 -	1,040 -	4,160
345	Power Operated Equipment	6,300 -	1,260 -	5,040
346	Communication Equipment	2,300 -	460 -	1,840
347	Miscellaneous Equipment	1,600 -	320 -	1,280
348	Other Tangible Plant	3,830 -	766 -	3,064
	TOTALS	193,543 -	24,176	169,367

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

COMPANY NAME

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization		-0-	
302	Franchises		-0-	
303	Land and Land Rights	8,913-	-0-	-0-
304	Structures and Improvements	85,000-	2.5%	2,125-
307	Wells and Springs	13,000-	10.0%	1,300-
311	Pumping Equipment	8,000-	"	800-
320	Water Treatment Equipment	5,000-	"	500-
330	Distribution Reservoirs and Standpipes	2,000-	"	200-
331	Transmission and Distribution Mains	7,500-	"	750-
333	Services			
334	Meters and Meter Installations	23,000-	"	2,300-
335	Hydrants			
336	Backflow Prevention Devices	4,200-	"	420-
339	Other Plant and Misc. Equipment	2,600-	"	260-
340	Office Furniture and Equipment	1,800-	"	180-
341	Transportation Equipment	9,700-	"	970-
343	Tools, Shop and Garage Equipment	3,600-	"	360-
344	Laboratory Equipment	5,200-	"	520-
345	Power Operated Equipment	6,300-	"	630-
346	Communication Equipment	2,300-	"	250-
347	Miscellaneous Equipment	1,600-	"	160-
348	Other Tangible Plant	3,830-	"	383-
	TOTALS	193,543-		12,088-

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

COMPANY NAME

BALANCE SHEET

Acct No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	$	$ 4,640 -
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable		
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		860 -
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	$	$ 5,500 -
	FIXED ASSETS		
101	Utility Plant in Service	$ 193,543 -	$
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	24,176 -	
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	$	$ 169,367 -
	TOTAL ASSETS	**$**	**$ 174,867**

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

COMPANY NAME

BALANCE SHEET (CONTINUED)

Acct. No.	LIABILITIES	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT LIABILITES		
231	Accounts Payable	$	$
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits		
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	$	$ -0-
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term 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-
	TOTAL LIABILITIES	$	$
	CAPITAL ACCOUNTS		
201	Common Stock Issued	$	$
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings		
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	$	$ 174,867
	TOTAL LIABILITIES AND CAPITAL	$	$ 174,867

COMPANY NAME

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	$	$ 69,019
460	Unmetered Water Revenue		
474	Other Water Revenues		
	TOTAL REVENUES	$	$ 69,019
	OPERATING EXPENSES		
601	Salaries and Wages	$	$
610	Purchased Water		
615	Purchased Power		7,803 -
618	Chemicals		2,677 -
620	Repairs and Maintenance		5,956 -
621	Office Supplies and Expense		3,368 -
630	Outside Services		2,110 -
635	Water Testing		
641	Rents		1,000 -
650	Transportation Expenses		10,799 -
657	Insurance – General Liability		2,071 -
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense		
403	Depreciation Expense		19,827 -
408	Taxes Other Than Income		5,268 -
408.11	Property Taxes		4,717 -
409	Income Tax		
	TOTAL OPERATING EXPENSES	$	$ 65,596 -
	OPERATING INCOME/(LOSS)	$	$ 3,181 -
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	$	$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	TOTAL OTHER INCOME/(EXPENSE)	$	$
	NET INCOME/(LOSS)	**$**	**$** 3,181 -

COMPANY NAME

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 Amount Issued	$	$	$	$
Amount Outstanding	$	$	$	$
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	$	$	$	$
Current Year Principle	$	$	$	$

Meter Deposit Balance at Test Year End $ _____

Meter Deposits Refunded During the Test Year $ _____

N/A

COMPANY NAME	
Name of System:	ADEQ Public Water System Number:

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
13-1548	1½	27	1160	6		unknown

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
East Verde River	100	22 acre ft

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
2½	2		
7½	2		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
10,000	4	1	5000

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

COMPANY NAME	
Name of System:	ADEQ Public Water System Number:

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2		
3		
4	PVC	10,560
5		
6	PVC	2640
8		
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X ¾	194
3/4	
1	2
1 1/2	
2	
Comp. 3	
Turbo 3	
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	

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

TREATMENT EQUIPMENT:

Cl_2 INJECTOR
FLOC INJECTOR
Cl_2 POINT DROP
2 - 500 gal PRESSURE FILTERS

STRUCTURES:

PUMP HOUSE

OTHER:

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

COMPANY NAME:	
Name of System:	ADEQ Public Water System Number:

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2007

MONTH/YEAR	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	192	324410	325720	
FEBRUARY	191	433440	434300	
MARCH	192	354980	356900	
APRIL	193	501410	505350	
MAY	194	663440	665550	
JUNE	195	738610	740500	
JULY	195	933400	950300	
AUGUST	197	559980	565500	
SEPTEMBER	197	691750	696200	
OCTOBER	199	494560	497300	
NOVEMBER	199	479710	481100	
DECEMBER	199	352090	355200	
	TOTALS →	6,527,680	6,573,920	

What is the level of arsenic for each well on your system? <0.001 mg/l
(If more than one well, please list each separately.)

If system has fire hydrants, what is the fire flow requirement? ___ GPM for ____hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?
(✓) Yes ( ) No

Is the Water Utility located in an ADWR Active Management Area (AMA)?
( ) Yes (✓) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?
( ) Yes (✓) No

If yes, provide the GPCPD amount:_____

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

COMPANY NAME_____ **YEAR ENDING 12/31/2007**

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2007 was: $ ~~[illegible]~~ -2400.00

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why._____

VERIFICATION
AND
SWORN STATEMENT
Taxes

RECEIVED
APR 1 8 2008
CORP COMM
Director Utilities

VERIFICATION

STATE OF AZ

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	Gila
NAME (OWNER OR OFFICIAL) TITLE	Mike Davis / owner
COMPANY NAME	Bonito Valley Water

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

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2007

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.

OFFICIAL SEAL
JENNIFER L. WEGNER
NOTARY PUBLIC - State of Arizona
GILA COUNTY
My Comm. Expires Jan. 12, 2009

SIGNATURE OF OWNER OR OFFICIAL

928 474-5157
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 16th **DAY OF** April

COUNTY NAME Gila	
MONTH April	2008

(SEAL)

Jennifer L. Wegner
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES Jan. 12, 2009

COMPANY NAME_____ **YEAR ENDING 12/31/2007**

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported	3,181 -
Estimated or Actual Federal Tax Liability	-0-
State Taxable Income Reported	3,181 -
Estimated or Actual State Tax Liability	-0-

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances	
Amount of Gross-Up Tax Collected	
Total Grossed-Up Contributions/Advances	

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

M. D.	4-14-08
SIGNATURE	**DATE**
PRINTED NAME	**TITLE**

VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only

RECEIVED
APR 1 8 2008
AZ CORP COMM
Director Utilities

VERIFICATION

STATE OF A

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	Gila
NAME (OWNER OR OFFICIAL) TITLE	Mike Davoren / Owner
COMPANY NAME	Beaver Valley Water

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

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2007

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 2007 WAS:

Arizona Intrastate Gross Operating Revenues Only ($)
$ 69,000

(THE AMOUNT IN BOX ABOVE INCLUDES $ 4717 **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)**

OFFICIAL SEAL
JENNIFER L. WEGNER
NOTARY PUBLIC - State of Arizona
GILA COUNTY
My Comm. Expires Jan. 12, 2009

[signature]
SIGNATURE OF OWNER OR OFFICIAL

925 474 5759
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 16th **DAY OF**

COUNTY NAME	Gila
MONTH April	2008

(SEAL)

[signature]
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES Jan 12, 2009

VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
Intrastate Revenues Only

RECEIVED
APR 3 8 2008
AZ CORP COMM
Director Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) Gila	
NAME (OWNER OR OFFICIAL) M. Barrera Owner	TITLE Owner
COMPANY NAME Beaver Valley Water	

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

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2007

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 2007 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

$ 169000

THE AMOUNT IN BOX AT LEFT INCLUDES $ 4700 IN SALES TAXES BILLED, OR COLLECTED)

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

M. Barrera
SIGNATURE OF OWNER OR OFFICIAL

928 474-5759
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS [ ] **DAY OF**

NOTARY PUBLIC NAME	
COUNTY NAME	
MONTH	,20__

(SEAL)

MY COMMISSION EXPIRES

X _____
SIGNATURE OF NOTARY PUBLIC