ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

C

W-02721A
Carter's Water Company
1157 East Sunset Dr
Casa Grande, AZ 85222

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) Carter Water Company

Mailing Address 1157 E. Sunset Drive
(Street)

Casa Grande (City) Arizona (State) 85222 (Zip)

520-836-5300 (Telephone No. (Include Area Code)) Fax No. (Include Area Code) 520-705-1932 (Pager/Cell No. (Include Area Code))

Email Address casadecarter2@msn.com

Local Office Mailing Address Same
(Street)

(City) (State) (Zip)

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

Email Address

MANAGEMENT INFORMATION

Management Contact: Gene D. Carter (Name) Owner/operator (Title)

1157 E. Sunset Drive (Street) Casa Grande (City) Arizona (State) 85222 (Zip)

520-836-5300 (Telephone No. (Include Area Code)) Fax No. (Include Area Code) 520-705-1932 (Pager/Cell No. (Include Area Code))

Email Address casadecarter2@msn.com

On Site Manager: Mark Carter
(Name)

3951 N. Wheeler Road (Street) Coolidge (City) Arizona (State) 85228 (Zip)

520-723-723-5539 (Telephone No. (Include Area Code)) -0- Fax No. (Include Area Code) -0- Pager/Cell No. (Include Area Code)

Email Address casadecarter2@msn.com

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

Statutory Agent: Gene D. Carter
(Name)

1157 E. Sunset Drive | Casa Grande | Arizona | 85222
(Street) | (City) | (State) | (Zip)

520-836-5300
Telephone No. (Include Area Code) | Fax No. (Include Area Code | Pager/Cell No. (Include Area Code)

Attorney: Michelle Emig
(Name)

1729 N. Trekell Road | Casa Grande | Arizona | 85222
(Street) | (City) | (State) | (Zip)

520-836-1200
Telephone No. (Include Area Code) | Fax No. (Include Area Code) | Pager/Cell No. (Include Area Code)

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

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 Carter Water Company

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements			
307	Wells and Springs			
311	Pumping Equipment	2060.00	31.5048	649.00
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes			
331	Transmission and Distribution Mains	5700.00	74.1754	4228.00
333	Services			
334	Meters and Meter Installations			
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	905.00	94.4751	855.00
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	8665.00	66.1511	5732.00

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

COMPANY NAME	Carter Water Company

BALANCE SHEET

Acct No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	$ 135.00	$ 135.00
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable		
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies	1800.00	1800.00
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	$ 1935.00	$ 1935.00
	FIXED ASSETS		
101	Utility Plant in Service	$ 6609.00	$ 8665.00
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	4774.00	5732.00
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	$ 1935.00	$ 2933.00
	TOTAL ASSETS	$ 1935.00	$ 2933.00

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

COMPANY NAME	CARTER WATER COMPANY

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=	$ -0-
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	$ -0-	$ -0-
	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-
	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	$ -0-	$ -0-
	TOTAL LIABILITIES AND CAPITAL	$ -0-	$ -0-

COMPANY NAME	Carter Water Company

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	$ 3120.00	$ 2160.00
460	Unmetered Water Revenue		
474	Other Water Revenues		
	TOTAL REVENUES	$ 3120.00	$ 2160.00
	OPERATING EXPENSES		
601	Salaries and Wages	$	$
610	Purchased Water		
615	Purchased Power	2660.00	1395.00
618	Chemicals		
620	Repairs and Maintenance	2900.00	412.00
621	Office Supplies and Expense	115.00	280.00
630	Outside Services	3270.00	2560.00
635	Water Testing	656.00	
641	Rents		
650	Transportation Expenses	846.00	322.00
657	Insurance – General Liability		
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	2570.00	569.00
403	Depreciation Expense	752.00	958.00
408	Taxes Other Than Income		
408.11	Property Taxes	1735.00	866.00
409	Income Tax		
	TOTAL OPERATING EXPENSES	$ 5302.00	$ 7362.00
	OPERATING INCOME/(LOSS)	$ -12182.00	$-5202.00
	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)	**$**	**$**

COMPANY NAME	Carter Water Company

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 $ _____

COMPANY NAME	CARTER Water company
Name of System	ADEQ Public Water System Number (if applicable)

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
C55638440	1	20	189	6"	2"	1952

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
-0-		

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
1	1	-0-	-0-

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
1500	1	3500	1
new 2500 (holding)	1		

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

COMPANY NAME	carter water company
Name of System	ADEQ Public Water System Number (if applicable)

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2	PVC	2200
3		
4		
5		
6		
8		
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X ¾	
3/4	13
1	
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:

-0-

STRUCTURES:

Submersible pump, Storage Tank, Booster Pump, Pressure Tank, Distribution Lines, Meters

OTHER:

-0-

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

COMPANY NAME:	Carter Water Company
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	13	103,000	100	-0-
FEBRUARY	13	131,900	100	-0-
MARCH	13	281,800	300	-0-
APRIL	13	262,700	300	-0-
MAY	13	385400	400	-0-
JUNE	13	240,600	200	-0-
JULY	13	270,000	300	-0-
AUGUST	13	325,400	300	-0-
SEPTEMBER	13	282,400	300	-0-
OCTOBER	13	220,700	200	-0-
NOVEMBER	13	155,100	200	-0-
DECEMBER	13	94,950	100	-0-
	TOTALS →	2,753,950	2800	-0-

What is the level of arsenic for each well on your system? 0.0092 mg/l
(If more than one well, please list each separately.)

If system has fire hydrants, what is the fire flow requirement? 0 GPM for ____hrs

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

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

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?
( ) Yes (x) 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 Carter Water Company YEAR ENDING 12/31/2007

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2007 was: $ 257.10

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. -0-

Pinal County Treasurer TAX RECEIPT

PO Box 729
Florence, AZ 85232-0729
Phone: (520) 866-6412 Fax: (520) 868-9007
www.co.pinal.az.us/treasurer e-mail: treasurer@co.pinal.az.us

Paid By:	CARTER GENE D	NONE Batch:	2301481
		Payment Date:	9/24/2007
		Interest Date:	9/24/2007
	1157 E SUNSET DR	Printed By:	TRSCCY
	CASA GRANDE, AZ 85222	DUPLICATE Printed:	4/15/2008

Parcel Number	Description	Amt Pd	Balance Due	If Paid By
400-37-001A1	2007 Taxes	257.10		
	Paid	257.10	.00	
WHEELER SUBDIVISION TRACT 11 IN SEC 7-6S-9E EXCEPT THE				
N-160.00 AKA PCL-C & PCL-D 2.68 AC				

When you provide a check as payment, you authorize us either to use information from your check to make a one time electronic fund transfer from your account or to process the payment as a check transaction. For inquiries please call (520) 866-6412

VERIFICATION
AND
SWORN STATEMENT
Taxes

RECEIVED
APR 1 8 2008
AZ CORP COMM
Director Utilities

VERIFICATION

STATE OF _____

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) Pinal
NAME (OWNER OR OFFICIAL) TITLE Gene D. Carter
COMPANY NAME Carter Water Company

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.

Gene D Carter
SIGNATURE OF OWNER OR OFFICIAL

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 15th **DAY OF**

COUNTY NAME PINAL
MONTH April 2008

(SEAL)

OFFICIAL SEAL
CYNTHIA MARQUEZ
NOTARY PUBLIC - ARIZONA
PINAL COUNTY
My Commission Expires April 1, 2011

Cynthia Marquez
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES April 1, 2011

COMPANY NAME Carter Water Company **YEAR ENDING 12/31/2007**

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported	-0- (lost money)
Estimated or Actual Federal Tax Liability	
State Taxable Income Reported	-0- (lost money)
Estimated or Actual State Tax Liability	

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances	-0-
Amount of Gross-Up Tax Collected	-0-
Total Grossed-Up Contributions/Advances	-0-

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.

Gene D. Carter
SIGNATURE

4-14-08
DATE

Gene D. Carter
PRINTED NAME

Owner/Operator
TITLE

RECEIVED

APR 1 8 2008

AZ CORP COMM
Director Utilities

VERIFICATION AND SWORN STATEMENT

Intrastate Revenues Only

VERIFICATION

STATE OF _____ COUNTY OF (COUNTY NAME): Pinal

I, THE UNDERSIGNED NAME (OWNER OR OFFICIAL) TITLE: Gene D. Carter

OF THE COMPANY NAME: Carter Water Company

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 ($)
$ $2160.00

(THE AMOUNT IN BOX ABOVE INCLUDES $ 131.04 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)**

Gene D Carter
SIGNATURE OF OWNER OR OFFICIAL

520-836-5300
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF COUNTY NAME: PINAL

THIS 15th **DAY OF** MONTH: April .2008

(SEAL) OFFICIAL SEAL
CYNTHIA MARQUEZ
NOTARY PUBLIC - ARIZONA
PINAL COUNTY
My Comm. Expires April 1, 2011

Cynthia Marquez
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES April 1, 2011

RECEIVED
APR 1 8 2008
AZ CORP COMM
Director Utilities

VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
Intrastate Revenues Only

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) Pinal	
NAME (OWNER OR OFFICIAL) Gene D. Carter	TITLE Owner/Operator
COMPANY NAME Carter Water Company	

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

$ 2060.00

THE AMOUNT IN BOX AT LEFT INCLUDES $ 131.04 IN SALES TAXES BILLED, OR COLLECTED)

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

Gene D Carter
SIGNATURE OF OWNER OR OFFICIAL

520-836-5300
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 15th **DAY OF**

NOTARY PUBLIC NAME Cynthia Marquez	
COUNTY NAME Pinal	
MONTH April	2008

(SEAL)

OFFICIAL SEAL
CYNTHIA MARQUEZ
NOTARY PUBLIC - ARIZONA
PINAL COUNTY
My Comm. Expires April 1, 2011

MY COMMISSION EXPIRES

x Cynthia Marquez
SIGNATURE OF NOTARY PUBLIC