# ARIZONA CORPORATION COMMISSION
# UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

New owners / address:

S

W-01967A
Stoneman Lake Water Company, Inc.
~~7250 E. Gray St.~~ P.O. Box 10061
~~Mesa, AZ 85207~~ Sedona AZ 86339

RECEIVED
JUN 9 2008
AZ CORP COMM
Director Utilities

# ANNUAL REPORT

## FOR YEAR ENDING

2007

| 12 | 31 | 2008 |
|---|---|---|

FOR COMMISSION USE

| ANN 04 | 07 |
|---|---|

PROCESSED BY:
6-2-08

SCANNED

## COMPANY INFORMATION

**Company Name (Business Name)** Stoneman Lake Water Co. Inc.

Mailing Address P.O. Box 10061
(Street)

Sedona AZ 86339
(City) (State) (Zip)

928 282-4601 Same
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address frane@esedona.net

Local Office Mailing Address SAME
(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:** Edward A. Elliott Pres.
(Name) (Title)

P.O. Box 10061 Sedona AZ 86339
(Street) (City) (State) (Zip)

928 282-4601 SAME
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address

**On Site Manager:** Edward A Elliott
(Name)

P.O. Box 10061 Sedona AZ 86339
(Street) (City) (State) (Zip)

928 282 4601
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:** Edward A Elliott
(Name)

PO Box 12061 Sedona AZ 86339
(Street) (City) (State) (Zip)

928 282 4601 SAME
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)** Sub S
- ☐ **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 | Stoneman Lake Water Co. Inc. |
|---|---|

## UTILITY PLANT IN SERVICE

| Acct. No. | DESCRIPTION | Original Cost (OC) | Accumulated Depreciation (AD) 5% | O.C.L.D. (OC less AD) |
|---|---|---|---|---|
| 301 | Organization | 10,000.00 | 500.00 | 9500.00 |
| 302 | Franchises | Ø | | |
| 303 | Land and Land Rights | 31,000.00 | Ø | 31,000.00 |
| 304 | Structures and Improvements | 7,976.80 | 398.84 | 7,577.96 |
| 307 | Wells and Springs | 16,500.00 | 825.00 | 15,675.00 |
| 311 | Pumping Equipment | 3603.55 | 180.17 | 3,423.38 |
| 320 | Water Treatment Equipment | Ø | Ø | Ø |
| 330 | Distribution Reservoirs and Standpipes (TANKS) | 23,832.46 | 1191.62 | 22,640.84 |
| 331 | Transmission and Distribution Mains | 7000. | 350.00 | 6650. |
| 333 | Services | 3000. | 150.00 | 2850. |
| 334 | Meters and Meter Installations | Ø | Ø | Ø |
| 335 | Hydrants | Ø | Ø | Ø |
| 336 | Backflow Prevention Devices | Ø | Ø | Ø |
| 339 | Other Plant and Misc. Equipment | 5,000.00 | 250.00 | 4750.00 |
| 340 | Office Furniture and Equipment | Ø | Ø | Ø |
| 341 | Transportation Equipment ATV | 38,602.00 | 1930.10 | 36,671.90 |
| 343 | Tools, Shop and Garage Equipment | 10,000. | 500.00 | 9,500.00 |
| 344 | Laboratory Equipment | Ø | Ø | Ø |
| 345 | Power Operated Equipment | Ø | Ø | Ø |
| 346 | Communication Equipment | Ø | Ø | Ø |
| 347 | Miscellaneous Equipment | Ø | Ø | Ø |
| 348 | Other Tangible Plant | Ø | Ø | Ø |
| | **TOTALS** | 156,514.81 | 6,275.73 | 150,239.08 |

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

| COMPANY NAME | Stoneman Lake Water Co. Inc |
|---|---|

## CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

| Acct. No. | DESCRIPTION | Original Cost (1) | Depreciation Percentage (2) | Depreciation Expense (1x2) |
|---|---|---|---|---|
| 301 | Organization | 10,000.00 | 5% | 500.00 |
| 302 | Franchises | 0 | 0 | 0 |
| 303 | Land and Land Rights | 31,000.00 | 0 | 0 |
| 304 | Structures and Improvements | 7976.80 | 5% | 398.84 |
| 307 | Wells and Springs | 16,500.00 | 5% | 825.00 |
| 311 | Pumping Equipment | 3,603.55 | 5% | 180.17 |
| 320 | Water Treatment Equipment | 0 | 0 | 0 |
| 330 | Distribution Reservoirs and Standpipes | 23832.46 | 5% | 1191.62 |
| 331 | Transmission and Distribution Mains | 7000.00 | 5% | 350.00 |
| 333 | Services | 3000.00 | 5% | 150.00 |
| 334 | Meters and Meter Installations | 0 | 0 | 0 |
| 335 | Hydrants | 0 | 0 | 0 |
| 336 | Backflow Prevention Devices | 0 | 0 | 0 |
| 339 | Other Plant and Misc. Equipment | 5000.00 | 0 | 250.00 |
| 340 | Office Furniture and Equipment | 0 | 0 | 0 |
| 341 | Transportation Equipment | 0 | 0 | 0 |
| 343 | Tools, Shop and Garage Equipment | 38602.00 | 5% | 1930.10 |
| 344 | Laboratory Equipment | 10,000.00 | 5% | 500.00 |
| 345 | Power Operated Equipment | 0 | 0 | 0 |
| 346 | Communication Equipment | 0 | 0 | 0 |
| 347 | Miscellaneous Equipment | 0 | 0 | 0 |
| 348 | Other Tangible Plant | 0 | 0 | 0 |
| | **TOTALS** | | | 6275.73 |

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

| COMPANY NAME | Stoneman Lake Water Co. Inc. |
|---|---|

## BALANCE SHEET

| Acct No. | ASSETS | BALANCE AT BEGINNING OF YEAR | BALANCE AT END OF YEAR |
|---|---|---|---|
| | | | |
| | **CURRENT AND ACCRUED ASSETS** | | |
| 131 | Cash | $ | $ 6,416.00 |
| 134 | Working Funds | | |
| 135 | Temporary Cash Investments | | |
| 141 | Customer Accounts Receivable | | 2,222.28 |
| 146 | Notes/Receivables from Associated Companies | | |
| 151 | Plant Material and Supplies | | |
| 162 | Prepayments | | |
| 174 | Miscellaneous Current and Accrued Assets | | 1,219.60 * |
| | **TOTAL CURRENT AND ACCRUED ASSETS** | $ | $ 7,418.68 |
| | | | |
| | **FIXED ASSETS** | | |
| 101 | Utility Plant in Service | $ | $ 156,514.81 |
| 103 | Property Held for Future Use | | |
| 105 | Construction Work in Progress | | |
| 108 | Accumulated Depreciation – Utility Plant | | (6275.73) |
| 121 | Non-Utility Property | | |
| 122 | Accumulated Depreciation – Non Utility | | |
| | **TOTAL FIXED ASSETS** | $ | $ 150,239.08 |
| | | | |
| | **TOTAL ASSETS** | **$** | **$ 157,657.76** |

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

Purchase of Company is 1/1/2007
Therefore, there is no beginning
balance

* Undeposited funds

| COMPANY NAME | Stoneman Lake Water Co Inc |
|---|---|

## BALANCE SHEET (CONTINUED)

| Acct. No. | LIABILITIES | BALANCE AT BEGINNING OF YEAR | BALANCE AT END OF YEAR |
|---|---|---|---|
| | | | |
| | **CURRENT LIABILITES** | | |
| 231 | Accounts Payable | $ | $ 0 |
| 232 | Notes Payable (Current Portion) | | 86,000.00 |
| 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** | $ | $ 86000.00 |
| | | | |
| | **LONG-TERM DEBT (Over 12 Months)** | | |
| 224 | Long-Term Notes and Bonds | $ | $ 0 |
| | | | |
| | **DEFERRED CREDITS** | | |
| 251 | Unamortized Premium on Debt | $ | $ 0 |
| 252 | Advances in Aid of Construction | | 0 |
| 255 | Accumulated Deferred Investment Tax Credits | | 0 |
| 271 | Contributions in Aid of Construction | | 0 |
| 272 | Less: Amortization of Contributions | | 0 |
| 281 | Accumulated Deferred Income Tax | | 0 |
| | **TOTAL DEFERRED CREDITS** | $ | $ |
| | | | |
| | **TOTAL LIABILITIES** | $ | $ 86 000.00 |
| | | | |
| | **CAPITAL ACCOUNTS** | | |
| 201 | Common Stock Issued | $ | $ 400.00 |
| 211 | Paid in Capital in Excess of Par Value OPEN BAL. EQUITY | | 78235.36 |
| 215 | Retained Earnings | | -6977.60 |
| 218 | Proprietary Capital (Sole Props and Partnerships) | | |
| | **TOTAL CAPITAL** | $ | $ 71 657.76 |
| | | | |
| | **TOTAL LIABILITIES AND CAPITAL** | $ | $ 157 657.76 |

| COMPANY NAME | Stoneman Lake Water Co. Inc. |
|---|---|

## COMPARATIVE STATEMENT OF INCOME AND EXPENSE

| Acct. No. | OPERATING REVENUES | PRIOR YEAR | CURRENT YEAR |
|---|---|---|---|
| 461 | Metered Water Revenue | $ | $ |
| 460 | Unmetered Water Revenue | | 9458.52 |
| 474 | Other Water Revenues | | 5920.00 |
| | **TOTAL REVENUES** | $ | $ 15378.52 |
| | | | |
| | **OPERATING EXPENSES** | | |
| 601 | Salaries and Wages | $ | $ 0 |
| 610 | Purchased Water | | 0 |
| 615 | Purchased Power | | 0 |
| 618 | Chemicals | | 0 |
| 620 | Repairs and Maintenance | | 2553.95 |
| 621 | Office Supplies and Expense | | 3258.26 |
| 630 | Outside Services | | 165.00 |
| 635 | Water Testing | | 1000.00 |
| 641 | Rents | | 0 |
| 650 | Transportation Expenses | | 14688.70 |
| 657 | Insurance – General Liability | | 0 |
| 659 | Insurance - Health and Life | | 0 |
| 666 | Regulatory Commission Expense – Rate Case | | 0 |
| 675 | Miscellaneous Expense LINE EXT | | 690.21 |
| 403 | Depreciation Expense | | 0 |
| 408 | Taxes Other Than Income | | 0 |
| 408.11 | Property Taxes | | 0 |
| 409 | Income Tax | | 0 |
| | **TOTAL OPERATING EXPENSES** | $ | $ 22356.12 |
| | | | |
| | **OPERATING INCOME/(LOSS)** | $ | $ -6977.60 |
| | | | |
| | **OTHER INCOME/(EXPENSE)** | | |
| 419 | Interest and Dividend Income | $ | $ 0 |
| 421 | Non-Utility Income | | 0 |
| 426 | Miscellaneous Non-Utility Expenses | | 0 |
| 427 | Interest Expense | | 0 |
| | **TOTAL OTHER INCOME/(EXPENSE)** | $ | $ 0 |
| | | | |
| | **NET INCOME/(LOSS)** | **$** | **$** -6977.60 |

| COMPANY NAME | Stonemar Lake Water Co. Inc |
|---|---|

## SUPPLEMENTAL FINANCIAL DATA

### Long-Term Debt

N/A

| | 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 $ N/A

Meter Deposits Refunded During the Test Year $ N/A

| COMPANY NAME | Stoneman Lake Water Co. Inc |
|---|---|
| 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 |
|---|---|---|---|---|---|---|
| 55-609467 | 5 | 30 | | 8" | NA | |
| | | | | | | |
| | | | | | | |
| | | | | | | |
| | | | | | | |
| | | | | | | |

* Arizona Department of Water Resources Identification Number

### OTHER WATER SOURCES

| Name or Description | Capacity (gpm) | Gallons Purchased or Obtained (in thousands) |
|---|---|---|
| Tom Drum Spring | Unknown | Unknown |
| Durham Spring | Unknown | Unknown |

| BOOSTER PUMPS | | FIRE HYDRANTS | |
|---|---|---|---|
| Horsepower | Quantity | Quantity Standard | Quantity Other |
| 5 | 2 | 0 | 0 |
| | | | |
| | | | |
| | | | |

| STORAGE TANKS | | PRESSURE TANKS | |
|---|---|---|---|
| Capacity | Quantity | Capacity | Quantity |
| 30,000 | 1 | n/a | n/a |
| 7,000 | 1 | | |
| 10,000 (new) | 2 | | |

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

| COMPANY NAME | Stoneman Lake Water Co. Inc |
|---|---|
| Name of System: | ADEQ Public Water System Number: |

## WATER COMPANY PLANT DESCRIPTION (CONTINUED)

**MAINS**

| Size (in inches) | Material | Length (in feet) |
|---|---|---|
| 2 | PVC | unknown |
| 3 | Galvanized | unknown |
| 4 | | |
| 5 | | |
| 6 | | |
| 8 | | |
| 10 | | |
| 12 | | |
| | | |
| | | |
| | | |
| | | |
| | | |

**CUSTOMER METERS**

| Size (in inches) | Quantity |
|---|---|
| 5/8 X ¾ | |
| 3/4 | |
| 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:

none

STRUCTURES:

2 Springs
1 well
1 Pump House
4 water tanks

OTHER:

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

| COMPANY NAME: Stoneman Lake Water Co Inc | |
|---|---|
| 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 | 78 | Unknown | Unknown | Unknown |
| FEBRUARY | | | | |
| MARCH | | | | |
| APRIL | | | | |
| MAY | | | | |
| JUNE | | | | |
| JULY | | | | |
| AUGUST | | | | |
| SEPTEMBER | | | | |
| OCTOBER | | | | |
| NOVEMBER | | | | |
| DECEMBER | | | | |
| TOTALS → | | | | |

What is the level of arsenic for each well on your system? 0.0098 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 N/A

If system has chlorination treatment, does this treatment system chlorinate continuously?
( ) Yes ( ) No
N/A

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 Stoneman Lake Water Co. YEAR ENDING 12/31/2007

## PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2007 was: $ none

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

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JUN 0 2 2008
AZ CORP COMM
Director Utilities

**VERIFICATION**

STATE OF _____

I, THE UNDERSIGNED

OF THE

| | |
|---|---|
| COUNTY OF (COUNTY NAME) | |
| NAME (OWNER OR OFFICIAL) TITLE | FRAN Elliott, V.P. |
| COMPANY NAME | Stoneman Lake Water Co. Inc |

**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.

_____
SIGNATURE OF OWNER OR OFFICIAL

(928) 282 4601
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS [ ] DAY OF

| | |
|---|---|
| COUNTY NAME | |
| MONTH | ,20__ |

(SEAL)

_____
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES_____

**COMPANY NAME** Stoneman Lake Water Co **YEAR ENDING 12/31/2007**

Note: **INCOME TAXES** - Extension has been filed until September of 2008.

For this reporting period, provide the following:

Federal Taxable Income Reported 0
Estimated or Actual Federal Tax Liability 0

State Taxable Income Reported 0
Estimated or Actual State Tax Liability 0

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.

Fran Elliott
**SIGNATURE**

5/29/08
**DATE**

FRAN ELLIOTT
**PRINTED NAME**

V.P.
**TITLE**

RECEIVED

JUN 0 2 2008

AZ CORP COMM
Director Utilities

# VERIFICATION
# AND
# SWORN STATEMENT
## Intrastate Revenues Only

**VERIFICATION**

**STATE OF** _____ COUNTY OF,(COUNTY NAME): Coconino

**I, THE UNDERSIGNED** NAME (OWNER OR OFFICIAL) TITLE: FRAN Elliott

**OF THE** COMPANY NAME: Stone Man Lake Water Co Inc

**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 ($) |
|---|
| $ 15,378.52 |

**(THE AMOUNT IN BOX ABOVE INCLUDES $** ~~0~~ **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)**

SIGNATURE OF OWNER OR OFFICIAL

(928) 282-4601
TELEPHONE NUMBER

**SUBSCRIBED AND SWORN TO BEFORE ME**

**A NOTARY PUBLIC IN AND FOR THE COUNTY OF** YAVAPAI

**THIS** 30th **DAY OF** MAY **.2008**

OFFICIAL SEAL
NANCY J. ROSER
NOTARY PUBLIC - State of Arizona
YAVAPAI COUNTY
My Comm. Expires March 20, 2011

(SEAL)

SIGNATURE OF NOTARY PUBLIC

**MY COMMISSION EXPIRES** 3/20/2011

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JUN 0 2 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) Coconino | |
| NAME (OWNER OR OFFICIAL) FRAN Elliott | TITLE V.P. |
| COMPANY NAME Stoneman Lake Water Co. Inc. | |

**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

$ 15,378.52

**THE AMOUNT IN BOX AT LEFT INCLUDES $ 0 IN SALES TAXES BILLED, OR COLLECTED)**

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

SIGNATURE OF OWNER OR OFFICIAL

(928) 282 4601

TELEPHONE NUMBER

**SUBSCRIBED AND SWORN TO BEFORE ME**

**A NOTARY PUBLIC IN AND FOR THE COUNTY OF**

**THIS** 30th **DAY OF**

| | |
|---|---|
| NOTARY PUBLIC NAME NANCY J. ROSER | |
| COUNTY NAME YAVAPAI | |
| MONTH MAY | 20 08 |

OFFICIAL SEAL
NANCY J. ROSER
NOTARY PUBLIC - State of Arizona
YAVAPAI COUNTY
My Comm. Expires March 20, 2011

**(SEAL)**

X Nancy J. Roser

SIGNATURE OF NOTARY PUBLIC

**MY COMMISSION EXPIRES**
3/20/2011