

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

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G-20471A - *Dayson Division*
SemStream Arizona Propane, LLC
200 W. Longhorn
Payson, AZ 85541

RECEIVED

APR 16 2009

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT

FOR YEAR ENDING

12	31	2008
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FOR COMMISSION USE

ANN 02	08
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PROCESSED BY:

4-17-09

SCANNED

COMPANY INFORMATION

Company Name (Business Name) SemStream Arizona Propane LLC - Payson Division

Mailing Address 200 W Longhorn Road
(Street)

Payson AZ 85541
(City) (State) (Zip)

928-474-2294 928-474-0909 N/A
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address DMANN@SemGroupLP.com

Local Office Mailing Address 200 W Longhorn Road
(Street)

Payson AZ 85541
(City) (State) (Zip)

928-474-2294 928-474-0909 N/A
Local Office Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address DMANN@SemGroupLP.com

MANAGEMENT INFORMATION

Management Contact: Douglas R MANN President
(Name) (Title)

200 W Longhorn Road Payson AZ 85541
(Street) (City) (State) (Zip)

928-474-2294 928-474-0909 N/A
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address DMANN@SemGroupLP.com

On Site Manager: Douglas R MANN
(Name)

200 W Longhorn Rd Payson AZ 85541
(Street) (City) (State) (Zip)

928-474-2294 928-474-0909 N/A
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address DMANN@SemGroupLP.com

Statutory Agent: Douglas R MANN

(Name)

200 W Longhorn Road Payson

(Street)

(City)

AZ

(State)

85541

(Zip)

928-474-2294

Telephone No. (Include Area Code)

928-474-0909

Fax No. (Include Area Code)

N/A

Cell No. (Include Area Code)

Attorney: Michael M. Grant

(Name)

Gallagher + Kennedy, PA

2575 E Camelback Rd

(Street)

Phoenix

(City)

AZ

(State)

85041

(Zip)

602-530-8291

Telephone No. (Include Area Code)

602-530-8500

Fax No. (Include Area Code)

N/A

Cell No. (Include Area Code)

Email Address N/A

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

SERVICES AUTHORIZED TO PROVIDE

Check the following box/es for the services that you are authorized to provide:

Electric

- Investor Owned Electric
- Rural Electric Cooperative
- Utility Distribution Company
- Electric Service Provider
 - Transmission Service Provider
 - Meter Service Provider
 - Meter Reading Service Provider
 - Billing and Collection
 - Ancillary Services
 - Generation Provider
 - Aggregator/Broker

Telecommunications

- Incumbent Local Exchange Carrier
- Interexchange Carrier
- Competitive Local Exchange Carrier
- Reseller
- Alternative Operator Service Provider

Gas

- Natural Gas
- Propane

Other (Specify) _____

STATISTICAL INFORMATION

GAS UTILITIES ONLY

Total number of customers

- Residential
- Commercial
- Industrial
- Irrigation
- Resale

7783

7150

514

119

Total therms sold

- Residential
- Commercial
- Industrial
- Irrigation
- Resale

3,595,838 therms

2,506,000

621,144

468,694

COMPANY NAME: SemStream ARIZONA Propane LLC - Payson

UTILITY SHUTOFFS / DISCONNECTS

MONTH	Termination without Notice R14-2-311.B	Termination with Notice R14-2-311.C	OTHER
JANUARY		8	
FEBRUARY		0	
MARCH		16	
APRIL		60	
MAY		24	
JUNE		9	
JULY		2	
AUGUST		17	
SEPTEMBER		3	
OCTOBER		10	
NOVEMBER		8	
DECEMBER		0	
TOTALS →		157	

OTHER (description):

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

VERIFICATION

STATE OF _____

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)
Gila
NAME (OWNER OR OFFICIAL) TITLE
Douglas R. MANN President
COMPANY NAME
SemStream Arizona Propane LLC

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

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2008

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 2008 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)
\$ 9,891,260

(THE AMOUNT IN BOX ABOVE INCLUDES \$ 756,617 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)**

Douglas R. Mann

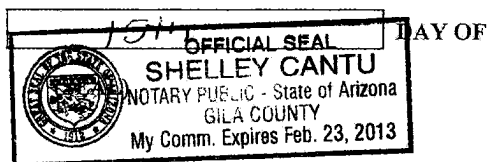
 SIGNATURE OF OWNER OR OFFICIAL

 TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS



COUNTY NAME	GILA
MONTH	APRIL .2009

MY COMMISSION EXPIRES 2-23-2013

Shelley Cantu

 SIGNATURE OF NOTARY PUBLIC

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY**

RECEIVED
APR 16 2009

ARIZONA CORP COMM
Director Utilities

STATE OF ARIZONA
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME) GILA	
NAME (OWNER OR OFFICIAL) Douglas R. MANN	TITLE President
COMPANY NAME SemStream Arizona Propane LLC	

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

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2008

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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 2008 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES
\$ 7,219,876

(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 575,241
IN SALES TAXES BILLED, OR COLLECTED)

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

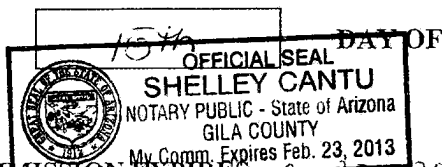
X Douglas R. Mann
SIGNATURE OF OWNER OR OFFICIAL

TELEPHONE NUMBER _____

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

THIS
(SEAL)

MY COMMISSION EXPIRES 2-23-2013



NOTARY PUBLIC NAME	Shelley Cantu	
COUNTY NAME	GILA	
MONTH	APRIL	.2009

X Shelley Cantu
SIGNATURE OF NOTARY PUBLIC

FINANCIAL INFORMATION

Attach to this annual report a copy of the companies' year-end (Calendar Year 2008) financial statements. If you do not compile these reports, the Utilities Division will supply you with blank financial statements for completion and filing. **ALL INFORMATION MUST BE ARIZONA-SPECIFIC AND REFLECT OPERATING RESULTS IN ARIZONA.**

SemStream Arizona Propane, LLC
Payson Division
Income Statement Summary
December-08

	Period to Date <u>12/31/2008</u>	Year to Date <u>12/31/2008</u>
Sales	1,200,160	8,507,847
Cost of Sales	<u>885,836</u>	<u>6,247,862</u>
Gross Profit (Loss)	314,324	2,259,985
Operation Expenses	271,662	1,212,072
G&A Expenses	<u>67,181</u>	<u>912,734</u>
EBITDA	\$ (24,519)	\$ 135,179
Other Exp/Inc - Net	10,762	75,855
Interest	16,951	203,198
Depreciation	33,164	347,019
Amortization	<u>33,349</u>	<u>400,188</u>
Net Income (Loss)	<u>\$ (118,745)</u>	<u>\$ (891,081)</u>

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SemStream Arizona Propane, LLC
Payson Division
Balance Sheet
December-08

December-08

Current Assets		
Cash and Cash Equivalents	2,942,021	
Accounts Receivable	(23,580)	
Accrued Gas Receivables	1,057,361	
Inventory	122,351	
Deferred Purchased Gas Costs	644,889	
Other Current Assets	10,700	
Total Current Assets	<u>4,753,742</u>	4,753,742
Long Term Assets		
Gross Property, Plant and Equipment	12,522,721	
Less Accumulated Depreciation	(5,288,454)	
	<u>7,234,267</u>	
Net Property, Plant and Equipment		7,234,267
Goodwill	3,555,760	
Other Intangibles	2,035,529	
Other Long Term Assets	4,519	
Total Other Long Term Assets	<u>5,595,808</u>	5,595,808
Total Assets	<u>17,583,817</u>	17,583,817
Liabilities		
Accounts Payable	19,639	
Accounts Payable- Intercompany	5,961,983	
Accrued Liabilities	1,280,363	
Other Current Liabilities	<u>7,261,985</u>	7,261,985
Total Liabilities	<u>7,261,985</u>	7,261,985
Retained Earnings - prior year	(888,214)	
Net Income	(891,081)	
Contributed Capital	12,101,126	
Total Retained Earnings	<u>10,321,832</u>	10,321,832
Total Liabilities and Equity	<u>17,583,817</u>	17,583,817
		(0)