# ARIZONA CORPORATION COMMISSION
# UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

W-01751A
Katherine Resort Water Company
6126 Chrismark Ave.
San Diego, CA 92120

RECEIVED

ACC UTILITIES DIRECTOR

# ANNUAL REPORT
# Water

## FOR YEAR ENDING

| 12 | 31 | 2010 |
|---|---|---|

FOR COMMISSION USE

| ANN 04 | 10 |
|---|---|

4-14-11

## COMPANY INFORMATION

**Company Name (Business Name)** KATHERINE RESORT WATER CO.

Mailing Address 6126 CHRISMARK AVENUE
(Street)

SAN DIEGO (City) CA (State) 92120 (Zip)

(619) 286-0178 Telephone No. (Include Area Code) SAME Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address —

**Local Office Mailing Address** _____
(Street)

(City) (State) (Zip)

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

Email Address _____

## MANAGEMENT INFORMATION

☐ **Regulatory Contact:**

☐ **Management Contact:** O. ED SCHUETZ (Name) GENERAL MANAGER (Title)

6126 CHRISMARK AVE. (Street) SAN DIEGO (City) CA (State) 92120 (Zip)

(619) 286-0178 Telephone No. (Include Area Code) SAME Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address —

BILLING CLERK ~~**On Site Manager:**~~ JUDITH SCHUETZ
(Name)

7885 QUINCE STR. (Street) LA MESA (City) CA (State) 91941 (Zip)

(619) 464-3978 Telephone No. (Include Area Code) — Fax No. (Include Area Code) — Cell No. (Include Area Code)

Email Address _____

**Statutory Agent:** C. ED SCHUETZ
(Name)

6126 CHRISMARK AVE SAN DIEGO CA 92120
(Street) (City) (State) (Zip)

(619) 286-0178 SAME
Telephone No. (Include Area Code) Fax No. (Include Area Code Cell No. (Include Area Code)

**Attorney:** _____
(Name)

ONLY AS NEEDED
(Street) (City) (State) (Zip)

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

**Email Address** _____

## 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) CORPORATE SUBSIDIARY DBA

## 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 KATHERINE RESORT WATER CO.

## 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 | 4000 | 0 | 0 |
| 304 | Structures and Improvements | 110,009 | 10,000 | 100,000 |
| 307 | Wells and Springs | 766 | 190 | 0 |
| 311 | Pumping Equipment | 40,772 | 40,772 | 0 |
| 320 | Water Treatment Equipment | 4426 | 4,426 | 0 |
| 330 | Distribution Reservoirs and Standpipes | 25 668 | 7,274 | 0 |
| 331 | Transmission and Distribution Mains | 7190 | 3,084 | 0 |
| 333 | Services | 1665 | 418 | 0 |
| 334 | Meters and Meter Installations | 98 25 | 985 | 0 |
| 335 | Hydrants | | | |
| 336 | Backflow Prevention Devices | | | |
| 339 | Other Plant and Misc. Equipment | | | |
| 340 | Office Furniture and Equipment | 200 | 31 | 0 |
| 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** | 105,521 | 67,180 | 100,000 |

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

COMPANY NAME KATHERINE RESORT WATER CO.

## CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

| Acct. No. | DESCRIPTION | Original Cost (1) | Depreciation Percentage (2) | Depreciation Expense (1x2) |
|---|---|---|---|---|
| 301 | Organization | 4000 | 0 | 0 |
| 302 | Franchises | 11009 | 100 | 0 |
| 303 | Land and Land Rights | 766 | 100 | 0 |
| 304 | Structures and Improvements | 40772 | 100 | 0 |
| 307 | Wells and Springs | 4426 | 100 | 0 |
| 311 | Pumping Equipment | 25668 | 100 | 0 |
| 320 | Water Treatment Equipment | 7190 | 100 | 0 |
| 330 | Distribution Reservoirs and Standpipes | 1665 | 100 | 0 |
| 331 | Transmission and Distribution Mains | 98 25 | 100 | 0 |
| 333 | Services | | | |
| 334 | Meters and Meter Installations | | | |
| 335 | Hydrants | | | |
| 336 | Backflow Prevention Devices | | | |
| 339 | Other Plant and Misc. Equipment | | | |
| 340 | Office Furniture and Equipment | 200 | 31 | 0 |
| 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** | 105,521 | | 0 |

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

COMPANY NAME KATHERINE RESORT WATER CO.

## BALANCE SHEET

| Acct No. | ASSETS | BALANCE AT BEGINNING OF YEAR | BALANCE AT END OF YEAR |
|---|---|---|---|
| | | | |
| | **CURRENT AND ACCRUED ASSETS** | | |
| 131 | Cash | $ 0 | $ 0 |
| 134 | Working Funds | 10,829.19 | 5,522.31 |
| 135 | Temporary Cash Investments | 0 | 0 |
| 141 | Customer Accounts Receivable | VARIABLE | VARIABLE |
| 146 | Notes/Receivables from Associated Companies | 0 | 0 |
| 151 | Plant Material and Supplies | AS NECESSARY | AS NECESSARY |
| 162 | Prepayments | 0 | |
| 174 | Miscellaneous Current and Accrued Assets | 90,000 | 90,000 |
| | **TOTAL CURRENT AND ACCRUED ASSETS** | $ 100,829.19 | $ 95,522.31 |
| | | | |
| | **FIXED ASSETS** | | |
| 101 | Utility Plant in Service | $ 100,000 | $ 100,000 |
| 103 | Property Held for Future Use | 0 | |
| 105 | Construction Work in Progress | 0 | |
| 108 | Accumulated Depreciation – Utility Plant | 90,000 | 93,000 |
| 121 | Non-Utility Property | 0 | |
| 122 | Accumulated Depreciation – Non Utility | 0 | |
| | **TOTAL FIXED ASSETS** | $ 90,000 | $ 93,000 |
| | | | |
| | **TOTAL ASSETS** | $ 100,829.19 | $ 100,829.19 |

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

COMPANY NAME KATHERINE RESORT WATER CO.

## BALANCE SHEET (CONTINUED)

| Acct. No. | LIABILITIES | BALANCE AT BEGINNING OF YEAR | BALANCE AT END OF YEAR |
|---|---|---|---|
| | | | |
| | **CURRENT LIABILITES** | | |
| 231 | Accounts Payable CURRENT | $ 0 | $ 0 |
| 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 | $ 0 | $ 0 |
| 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 | $ 0 | $ 0 |
| 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 KATHERINE RESORT WATER CO.

## COMPARATIVE STATEMENT OF INCOME AND EXPENSE

| Acct. No. | OPERATING REVENUES | PRIOR YEAR | CURRENT YEAR |
|---|---|---|---|
| 461 | Metered Water Revenue | $ 21,878.74 | $ 20,892.38 |
| 460 | Unmetered Water Revenue | 0 | |
| 474 | Other Water Revenues | | |
| | **TOTAL REVENUES** | $ 21,878.74 | $ 20,892.38 |
| | | | |
| | **OPERATING EXPENSES** | | |
| 601 | Salaries and Wages | $ 1800 | $ 1800 |
| 610 | Purchased Water | | |
| 615 | Purchased Power | 1,462 | 1,030.62 |
| 618 | Chemicals, LAB + MATERIALS | | 1,060.00 |
| 620 | Repairs and Maintenance | 3,403.62 | 3,995.00 |
| 621 | Office Supplies and Expense | 356.00 | 765.75 |
| 630 | Outside Services | 7,459.79 | 6,091.25 |
| 635 | Water Testing | 2,133.22 | 2,195.00 |
| 641 | Rents | 1200 | 1200 |
| 650 | Transportation Expenses | | |
| 657 | Insurance – General Liability | | |
| 659 | Insurance - Health and Life | | |
| 666 | Regulatory Commission Expense – Rate Case | | |
| 675 | Miscellaneous Expense | 3,952.52 | 5,848.73 |
| 403 | Depreciation Expense | 8160 | 0 |
| 408 | Taxes Other Than Income | 1,282.00 | 1,905.30 |
| 408.11 | Property Taxes | 696.80 | 308.11 |
| 409 | Income Tax | | |
| | **TOTAL OPERATING EXPENSES** | $ 31,905.95 | $47,091.64 |
| | | | |
| | **OPERATING INCOME/(LOSS)** | $(10,027.21) | $ (5,306.88) |
| | | | |
| | **OTHER INCOME/(EXPENSE)** | | |
| 419 | Interest and Dividend Income | $ | $ |
| 421 | Non-Utility Income | | |
| 426 | Miscellaneous Non-Utility Expenses | | |
| 427 | Interest Expense | | |
| | **TOTAL OTHER INCOME/(EXPENSE)** | $ | $ 26,199.26 |
| | | | |
| | **NET INCOME/(LOSS)** | $(10,027.21) | $ (5,306.88) |

COMPANY NAME KATHERINE RESORT WATER CO.

## SUPPLEMENTAL FINANCIAL DATA
### Long-Term Debt

| | LOAN #1 | LOAN #2 | LOAN #3 | LOAN #4 |
|---|---|---|---|---|
| Date Issued | 1962 | 1992 | | |
| Source of Loan | PARENT | CO. | | |
| ACC Decision No. | NA | NA | | |
| Reason for Loan | INSTALL | NEW SYSTEM | TANKS + | PUMPS |
| Dollar Amount Issued | $ 60,000 | $ 41,000 | $ | $ |
| Amount Outstanding | $ 60,000 | $ 41,000 | $ | $ |
| Date of Maturity | TO BE | AMORTIZED | | |
| Interest Rate | 6% | 6% | % | % |
| Current Year Interest | $ WAIVED | $ WAIVED | $ | $ |
| Current Year Principle | $ 0 | $ 0 | $ | $ |

Meter Deposit Balance at Test Year End $ 0

Meter Deposits Refunded During the Test Year $ 0

| COMPANY NAME | KATHERINE RESORT WATER CO. |
|---|---|
| Name of System: | ADEQ Public Water System Number: 08-018 |

# WATER COMPANY PLANT DESCRIPTION

## WELLS

| ADWR ID Number* | Pump Horsepower | Pump Yield (gpm) | Casing Depth (Feet) | Casing Diameter (Inches) | Meter Size (inches) | Year Drilled |
|---|---|---|---|---|---|---|
| | | | | | | |
| | | | | | | |
| | | | | | | |
| | | | | | | |
| | | | | | | |
| | | | | | | |

* Arizona Department of Water Resources Identification Number

## OTHER WATER SOURCES

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

| BOOSTER PUMPS | | FIRE HYDRANTS | |
|---|---|---|---|
| Horsepower | Quantity | Quantity Standard | Quantity Other |
| 3 | 2 | 2 | |
| | | | |
| | | | |
| | | | |

| STORAGE TANKS | | PRESSURE TANKS | |
|---|---|---|---|
| Capacity | Quantity | Capacity | Quantity |
| 1800 | 1 | 6000 | 1 |
| | | | |
| | | | |

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

| COMPANY NAME KATHERINE RESORT WATER CO. | |
|---|---|
| Name of System: | ADEQ Public Water System Number: 08-018 |

## WATER COMPANY PLANT DESCRIPTION (CONTINUED)

**MAINS**

| Size (in inches) | Material | Length (in feet) |
|---|---|---|
| 2 | TRANSITE | 300 |
| 3 | " " | 310 |
| 4 | " " | 1680 |
| 5 | | |
| 6 | | |
| 8 | | |
| 10 | | |
| 12 | | |
| | | |
| | | |
| | | |
| | | |
| | | |

**CUSTOMER METERS**

| Size (in inches) | Quantity |
|---|---|
| 5/8 X ¾ | 42 |
| 3/4 | |
| 1 | |
| 1 1/2 | |
| 2 | |
| Comp. 3 | |
| Turbo 3 | |
| Comp. 4 | |
| Turbo 4 | |
| Comp. 6 | |
| Turbo 6 | |
| | |
| | |

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

TREATMENT EQUIPMENT: CHLORINE TREATMENT SYSTEM OWNED BY COMPANY

STRUCTURES: CHLORINE EQUIPMENT HOUSED IN FIBERGLASS ENCLOSED PUMPS STORAGE TANKS, PRESSURE TANK OWNED BY COMPANY

OTHER: ELECTRICAL BOXES

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

| COMPANY NAME: KATHERINE RESORT WATER CO | |
|---|---|
| Name of System: | ADEQ Public Water System Number: 08-018 |

## WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2010

| MONTH | NUMBER OF CUSTOMERS | GALLONS SOLD (Thousands) | GALLONS PUMPED (Thousands) | GALLONS PURCHASED (Thousands) |
|---|---|---|---|---|
| JANUARY | 42 | 109,880 | 111,300 | 0 |
| FEBRUARY | 42 | 79,420 | 80,000 | 0 |
| MARCH | 42 | 126,600 | 128,700 | 0 |
| APRIL | 42 | 132,300 | 137,900 | 0 |
| MAY | 42 | 124,300 | 188,500 | 0 |
| JUNE | 42 | 113,530 | 132,100 | 0 |
| JULY | 42 | 181,260 | 180,600 | 0 |
| AUGUST | 42 | 170,450 | 173,600 | 0 |
| SEPTEMBER | 42 | 194,620 | 204,200 | 0 |
| OCTOBER | 42 | 160,720 | 191,900 | 0 |
| NOVEMBER | 42 | 166,417 | 164,500 | 0 |
| DECEMBER | 42 | 159,330 | 190,700 | 0 |
| | TOTALS → | 1,748,857 | 1,884,000 | 0 |

What is the level of arsenic for each well on your system? 0.005 mg/l
*(If more than one well, please list each separately.)*

If system has fire hydrants, what is the fire flow requirement? 480 GPM for 2 hrs

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

Is the Water Utility located in an ADWR Active Management Area (AMA)?
( ) Yes (X) 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: KATHERINE RESORT WATER CO. | |
|---|---|
| Name of System: | ADEQ Public Water System Number: 08-018 |

## UTILITY SHUTOFFS / DISCONNECTS

| MONTH | | Termination without Notice R14-2-410.B | Termination with Notice R14-2-410.C | OTHER |
|---|---|---|---|---|
| JANUARY | | | | |
| FEBRUARY | | | | |
| MARCH | | | | |
| APRIL | | NO | SOME CUSTOMERS | |
| MAY | | | WILL HAVE THEIR | |
| JUNE | | | WATER SHUT OFF | |
| JULY | | | WHILE AWAY FOR | |
| AUGUST | | | THE SUMMER. | |
| SEPTEMBER | | | | |
| OCTOBER | | | | |
| NOVEMBER | | | | |
| DECEMBER | | | | |
| TOTALS → | | | | |

OTHER (description):

COMPANY NAME KATHERINE RESORT WATER CO. YEAR ENDING 12/31/2010

## PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2010 was: $ 308.11

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:

ACC UTILITIES DIRECTOR

**VERIFICATION**

**STATE OF** _____

**I, THE UNDERSIGNED**

**OF THE**

| | |
|---|---|
| COUNTY OF (COUNTY NAME) | MOHAVE |
| NAME (OWNER OR OFFICIAL) TITLE | C. ED SCHUETZ GENERAL MANAGER |
| COMPANY NAME | KATHERINE RESORT 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 | 2010 |

**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

(619) 286-0178

TELEPHONE NUMBER

**SUBSCRIBED AND SWORN TO BEFORE ME**

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

**THIS** 11th **DAY OF** April, 20 11

**(SEAL)**

SIGNATURE OF NOTARY PUBLIC

**MY COMMISSION EXPIRES** 11-20-14

OFFICIAL SEAL
DEBBIE A. VAN EYCK
NOTARY PUBLIC-CALIFORNIA
COMM. NO. 1913953
SAN DIEGO COUNTY
MY COMM. EXP. NOV. 20, 2014

**COMPANY NAME** KATHERINE RESORT WATER CO. **YEAR ENDING 12/31/2010**

## INCOME TAXES

For this reporting period, provide the following: CARRIED TO PARENT CO.

| | |
|---|---|
| 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.

| | |
|---|---|
| **SIGNATURE** | APRIL 11 2011<br>**DATE** |
| JUDITH SCHUETZ<br>**PRINTED NAME** | BILLING CLERK<br>**TITLE** |

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

RECEIVED

ACC UTILITIES DIRECTOR

**VERIFICATION**

**STATE OF** _____ COUNTY OF (COUNTY NAME): MOHAVE

**I, THE UNDERSIGNED** NAME (OWNER OR OFFICIAL) TITLE: C. ED SCHUETZ - GENERAL MANAGER

**OF THE** COMPANY NAME: KATHERINE RESORT WATER CO.

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

**FOR THE YEAR ENDING**

| MONTH | DAY | YEAR |
|---|---|---|
| 12 | 31 | 2010 |

**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 2010 WAS:**

| Arizona Intrastate Gross Operating Revenues Only ($) |
|---|
| $ 20,892.38 |

**(THE AMOUNT IN BOX ABOVE INCLUDES $_____ 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

(619) 286-0178
TELEPHONE NUMBER

**SUBSCRIBED AND SWORN TO BEFORE ME**

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

**THIS** 11th **DAY OF** MONTH April .2011

**(SEAL)**

SIGNATURE OF NOTARY PUBLIC

**MY COMMISSION EXPIRES** 11-20-14

OFFICIAL SEAL
DEBBIE A. VAN EYCK
NOTARY PUBLIC-CALIFORNIA
COMM. NO. 1913953
SAN DIEGO COUNTY
MY COMM. EXP. NOV. 20, 2014

# VERIFICATION
# AND
# SWORN STATEMENT
# RESIDENTIAL REVENUE
**Intrastate Revenues Only**

RECEIVED

ACC UTILITIES DIRECTOR

**VERIFICATION**

**STATE OF ARIZONA** — COUNTY OF (COUNTY NAME): MOHAVE

**I, THE UNDERSIGNED** — NAME (OWNER OR OFFICIAL): CLED SCHUETZ — TITLE: GENERAL MANAGER

**OF THE** — COMPANY NAME: KATHERINE RESORT WATER CO.

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

**FOR THE YEAR ENDING**

| MONTH | DAY | YEAR |
|---|---|---|
| 12 | 31 | 2010 |

**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 2010 WAS:**

ARIZONA INTRASTATE GROSS OPERATING REVENUES

$ 20,892.38

**THE AMOUNT IN BOX AT LEFT INCLUDES $** 1,101.47 **IN SALES TAXES BILLED, OR COLLECTED)**

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

SIGNATURE OF OWNER OR OFFICIAL

(619) 786-0178

TELEPHONE NUMBER

OFFICIAL SEAL
DEBBIE A. VAN EYCK
NOTARY PUBLIC CALIFORNIA
COMM. NO. 1913953
SAN DIEGO COUNTY
MY COMM. EXP. NOV. 20, 2014

**SUBSCRIBED AND SWORN TO BEFORE ME**

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

**THIS** 11th **DAY OF**

NOTARY PUBLIC NAME: Debbie A Van Eyck

COUNTY NAME: San Diego

MONTH: April, 20 11

**(SEAL)**

**MY COMMISSION EXPIRES** 11-20-14

SIGNATURE OF NOTARY PUBLIC