

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL - MAKE CHANGES AS NECESSARY

E-02044A
Dixie Escalante REA, Inc.
71 E HWY 56
Beryl, UT 84714

RECEIVED

MAY 16 2013

ACC UTILITIES DIRECTOR

ANNUAL REPORT
Electric

FOR YEAR ENDING

| | | |
|----|----|------|
| 12 | 31 | 2012 |
|----|----|------|

FOR COMMISSION USE

| | |
|--------|----|
| ANN 01 | 12 |
|--------|----|

5-16-13

COMPANY INFORMATION

| | | |
|---|--|------------------------------|
| Company Name (Business Name) <u>Dixie Escalante REA, Inc.</u> | | |
| Mailing Address <u>71 E HWY 56</u> | | |
| <u>Beryl</u> (City) | (Street) | <u>UT</u> (State) |
| | | <u>84714</u> (Zip) |
| <u>435-439-5311</u> Telephone No. (Include Area Code) | <u>435-439-5352</u> Fax No. (Include Area Code) | Cell No. (Include Area Code) |
| Email Address <u>danej@dixiepower.com</u> | | |
| Local Office Mailing Address <u>Same</u> | | |
| (City) | (Street) | (State) |
| | | (Zip) |
| Local Office Telephone No. (Include Area Code) | Fax No. (Include Area Code) | Cell No. (Include Area Code) |
| Email Address _____ | | |

MANAGEMENT INFORMATION

| | | |
|---|-----------------------------|------------------------------|
| <input type="checkbox"/> Regulatory Contact: | | |
| <input type="checkbox"/> Management Contact: <u>LaDel Laub</u> <u>CEO</u> | | |
| | (Name) | (Title) |
| <u>Same</u> | (City) | (State) |
| (Street) | | (Zip) |
| Telephone No. (Include Area Code) | Fax No. (Include Area Code) | Cell No. (Include Area Code) |
| Email Address <u>ladell@dixiepower.com</u> | | |
| On Site Manager: <u>Chery Hulet</u> | | |
| | (Name) | |
| <u>Same</u> | (City) | (State) |
| (Street) | | (Zip) |
| Telephone No. (Include Area Code) | Fax No. (Include Area Code) | Cell No. (Include Area Code) |
| Email Address <u>cheryh@dixiepower.com</u> | | |

Statutory Agent: Dan Reber (Name)

Littlefield Dr, PO Box 109 Littlefield AZ 86432
 (Street) (City) (State) (Zip)

435-673-3297 435-673-3315 _____
 Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Attorney: Aaron Randall of Hughes, Thompson, Randall & Mellen LLC (Name)

187 N 100 W St George UT 84770
 (Street) (City) (State) (Zip)

435-673-4892 435-673-2774 _____
 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:

| | |
|---|---|
| <input type="checkbox"/> Sole Proprietor (S) | <input type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P) | <input type="checkbox"/> Subchapter S Corporation (Z) |
| <input type="checkbox"/> Bankruptcy (B) | <input checked="" type="checkbox"/> Association/Co-op (A) |
| <input type="checkbox"/> Receivership (R) | <input type="checkbox"/> Limited Liability Company |
| <input type="checkbox"/> Other (Describe) _____ | |

COUNTIES SERVED

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

| | | |
|-------------------------------------|-----------------------------------|--|
| <input type="checkbox"/> APACHE | <input type="checkbox"/> COCHISE | <input type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA | <input type="checkbox"/> GRAHAM | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ | <input type="checkbox"/> MARICOPA | <input checked="" type="checkbox"/> MOHAVE |
| <input type="checkbox"/> NAVAJO | <input type="checkbox"/> PIMA | <input type="checkbox"/> PINAL |
| <input type="checkbox"/> SANTA CRUZ | <input type="checkbox"/> YAVAPAI | <input type="checkbox"/> YUMA |
| <input type="checkbox"/> 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

Other (Specify) _____

STATISTICAL INFORMATION

| | <u>AZ</u> | <u>Total</u> | |
|------------------------------------|----------------|-----------------|---------|
| Total number of customers | 2,238 | 15,737 | |
| Residential | 1,991 | 13,831 | |
| Commercial | 230 | 1,613 | |
| Industrial | 0 | 2 | |
| Public Street and Highway lighting | 6 | 94 | |
| Irrigation | 11 | 197 | |
| Resale | 0 | 0 | |
| Total kilowatt-hours sold | 30,193,384 | 392,573,880 | kWh |
| Residential | 23,353,173 | 227,342,398 | |
| Commercial | 5,732,885 | 97,202,803 | |
| Industrial | 0 | 36,807,896 | |
| Public Street and Highway lighting | 110,694 | 1,518,318 | |
| Irrigation | 994,632 | 29,702,465 | |
| Resale | 0 | | |
| Maximum Peak Load | | 109 | MW |

COMPANY NAME: _____

UTILITY SHUTOFFS / DISCONNECTS

| MONTH | Termination without Notice R14-2-211.B | Termination with Notice R14-2-211 | OTHER |
|-----------|---|--------------------------------------|-------|
| JANUARY | | 7 | |
| FEBRUARY | | 8 | |
| MARCH | | 11 | |
| APRIL | | 6 | |
| MAY | | 14 | |
| JUNE | | 10 | |
| JULY | | 10 | |
| AUGUST | | 11 | |
| SEPTEMBER | | 14 | |
| OCTOBER | | 12 | |
| NOVEMBER | | 13 | |
| DECEMBER | | 8 | |
| TOTALS → | | 124 | |

OTHER (description):

VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only

RECEIVED
MAY 16 2013
ACC UTILITIES DIRECTOR

VERIFICATION

STATE OF AZ

I, THE UNDERSIGNED
OF THE

| | |
|--------------------------------|----------------------------------|
| COUNTY OF (COUNTY NAME) | <u>Mohave</u> |
| NAME (OWNER OR OFFICIAL) TITLE | <u>Dane Johnson</u> |
| COMPANY NAME | <u>Dixie Escalante REA, Inc.</u> |

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

FOR THE YEAR ENDING

| MONTH | DAY | YEAR |
|-------|-----|------|
| 12 | 31 | 2012 |

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 2012 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 1,861,821

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 163,460
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)

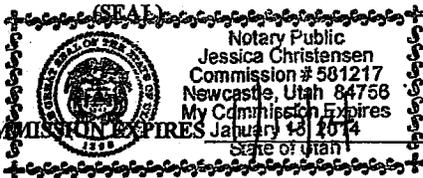
Dane Johnson
SIGNATURE OF OWNER OR OFFICIAL
435 439 5311
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 28th DAY OF

| | | |
|-------------|--------------|-------------|
| COUNTY NAME | <u>Iron</u> | |
| MONTH | <u>March</u> | <u>2013</u> |



Jessica Christensen
SIGNATURE OF NOTARY PUBLIC

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

RECEIVED
MAY 16 2013
ACC UTILITIES DIRECTOR

STATE OF ARIZONA
I, THE UNDERSIGNED
OF THE

| | |
|--|----------------------------|
| COUNTY OF (COUNTY NAME) <i>Mohave</i> | |
| NAME (OWNER OR OFFICIAL) <i>Dane Johnson</i> | TITLE <i>Controller</i> |
| COMPANY NAME <i>Dixie Escalante REA, Inc.</i> | |

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

| | | | |
|---------------------|--------------------|------------------|---------------------|
| FOR THE YEAR ENDING | MONTH <i>12</i> | DAY <i>31</i> | YEAR <i>2012</i> |
|---------------------|--------------------|------------------|---------------------|

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 2012 WAS:

| |
|--|
| ARIZONA INTRASTATE GROSS OPERATING REVENUES <i>\$ 1,396,437</i> |
|--|

(THE AMOUNT IN BOX AT LEFT INCLUDES \$ 123,321 IN SALES TAXES BILLED, OR COLLECTED)

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

Dane Johnson

SIGNATURE OF OWNER OR OFFICIAL

435 439 5311

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME
A NOTARY PUBLIC IN AND FOR THE COUNTY OF
THIS *28th* DAY OF

| | |
|--|---------------------|
| NOTARY PUBLIC NAME <i>Jessica Christensen</i> | |
| COUNTY NAME <i>Iron</i> | |
| MONTH <i>March</i> | YEAR <i>2013</i> |

(SEAL) MY COMMISSION EXPIRES



Notary Public
Jessica Christensen
Commission # 88217
New Castle, Utah 84756
My Commission Expires
January 2014
State of Utah

Jessica Christensen

SIGNATURE OF NOTARY PUBLIC

FINANCIAL INFORMATION

Attach to this annual report a copy of the Company year-end (Calendar Year 2012) 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.**

Pertinent numbers broken out for Arizona operations based on prior years' reports

| | AZ | TOTAL |
|--|-------------|--------------|
| Balance Sheet Information | | |
| Utility Plant in Service | \$4,167,211 | \$61,157,429 |
| Accumulated Depr | \$1,340,454 | \$21,595,483 |
| Net Utility Plant | \$2,826,757 | \$39,561,946 |
| Construction Work in Progress | \$248,587 | \$4,322,284 |
| Retirement Work in Progress | \$7,738 | \$8,411 |
| Net Total Utility Plant | \$3,083,082 | \$43,892,641 |
| Taxes Accrued | | |
| Property Tax | \$0 | \$0 |
| Sales Tax | \$10,689 | \$72,880 |
| Energy Tax | | \$76,419 |
| Franchise Tax | \$37,455 | \$45,204 |
| FICA Tax | | \$7,412 |
| Federal Unemployment Tax | | \$751 |
| State Unemployment Tax | | \$1,670 |
| Customer Advances for Construction | \$18,034 | \$3,313,659 |
| Supplementary Utility Plant Information | | |
| Intangible Plant | \$0 | \$550,000 |
| Transmission Plant | \$1,323,010 | \$16,426,365 |
| Distribution Plant | \$2,678,680 | \$29,944,292 |
| General Plant | \$165,521 | \$14,236,772 |
| Total Utility Plant in Service | \$4,167,211 | \$61,157,429 |
| Construction Work In Progress | \$248,587 | \$4,322,284 |
| Total Utility Plant | \$4,415,798 | \$65,479,713 |
| Accumulated Depreciation | | |
| Transmission | \$410,501 | \$3,657,092 |
| Distribution | \$892,927 | \$9,912,752 |
| General | \$29,288 | \$7,714,726 |
| Accumulated Amortization - Franchise | \$0 | \$302,502 |
| Retirement Work in Progress | \$7,738 | \$8,411 |
| Net Utility Plant | \$3,075,344 | \$43,884,230 |
| Statement of Net Income | | |
| Purchased Power | | \$14,162,532 |
| Depreciation & Amortization Expense | \$116,785 | \$1,723,579 |
| Property Tax Expense | \$29,812 | \$465,749 |
| Preliminary Survey Charges | \$0 | \$181 |

Operating Revenues

| | | |
|--------------------------|-------------|--------------|
| Residential Sales | \$1,396,437 | \$13,314,850 |
| Commercial Sales | \$379,479 | \$5,273,259 |
| Industrial Sales | \$0 | \$2,254,418 |
| Public Sales | \$19,251 | \$168,812 |
| Irrigation Sales | \$66,655 | \$1,551,767 |
| Total Sales | \$1,861,821 | \$22,563,107 |
| Other Operating Revenues | \$15,486 | \$183,747 |
| Total Operating Revenues | \$1,877,307 | \$22,746,854 |

Statistical Information (average)

| | | |
|---------------------------|------------|-------------|
| Residential Customers | 1,991 | 13,831 |
| Commercial Customers | 230 | 1,613 |
| Industrial Sales | 0 | 2 |
| Public Lighting Customers | 6 | 94 |
| Irrigation Customers | 11 | 197 |
| Total Ultimate Customers | 2,238 | 15,737 |
| Residential kWh Sold | 23,353,173 | 227,342,398 |
| Commercial kWh Sold | 5,732,885 | 97,202,803 |
| Industrial kWh Sold | 0 | 36,807,896 |
| Public Lighting kWh Sold | 110,694 | 1,518,318 |
| Irrigation kWh Sold | 996,632 | 29,702,465 |
| Total kWh Sold | 30,193,384 | 392,573,880 |

Other

Contributions in aid of Construction

| | | |
|---------------------|-------------|--------------|
| Beginning Balance | \$7,361,741 | \$47,599,909 |
| Collected this year | \$27,689 | \$1,488,565 |
| Ending Balance | \$7,389,430 | \$49,088,474 |