

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

SW-03389A
Seven Canyons Water Treatment Company
c/o Avion Holdings, LLC
15290 North 78th Way, Suite B-204
Scottsdale, AZ 85260

RECEIVED

APR 25 2013

AZ CORP COMMISSION
Director - Utilities

ANNUAL REPORT
Water

FOR YEAR ENDING

12	31	2012
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FOR COMMISSION USE

ANN 04	12
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4-29-13

5-1-13

COMPANY INFORMATION

Company Name (Business Name)	Seven Canyons Water Treatment Company		
Mailing Address	15290 N 78th Way, Suite B-204		
	<small>(Street)</small>		
Scottsdale	AZ	85260	
<small>(City)</small>	<small>(State)</small>	<small>(Zip)</small>	
480-905-0466	480-905-0469		
<small>Telephone No. (Include Area Code)</small>	<small>Fax No. (Include Area Code)</small>	<small>Cell No. (Include Area Code)</small>	
Email Address	jim@avionholdings.com		
Local Office Mailing Address	755 Golf Club Way		
	<small>(Street)</small>		
Sedona	AZ	86336	
<small>(City)</small>	<small>(State)</small>	<small>(Zip)</small>	
928.203.2254	928.203.2092		
<small>Local Office Telephone No. (Incl Area Code)</small>	<small>Fax No. (Include Area Code)</small>	<small>Cell No. (Include Area Code)</small>	
Email Address	jim@avionholdings.com		

MANAGEMENT INFORMATION

<input type="checkbox"/> Regulatory Contact:			
<input checked="" type="checkbox"/> Management Contact:	Jim Lentine	Designated Representative	
	<small>(Name)</small>	<small>(Title)</small>	
15290 N 78th Way, Suite B-204	Scottsdale	AZ	85260
<small>(Street)</small>	<small>(City)</small>	<small>(State)</small>	<small>(Zip)</small>
480.747.9451	480-905-0469		
<small>Telephone No. (Include Area Code)</small>	<small>Fax No. (Include Area Code)</small>	<small>Cell No. (Include Area Code)</small>	
Email Address	jim@avionholdings.com		
On Site Manager:	Wendy Ferguson		
	<small>(Name)</small>		
755 Golf Club Way	Sedona	AZ	86336
<small>(Street)</small>	<small>(City)</small>	<small>(State)</small>	<small>(Zip)</small>
928.203.2254	928.203.2092		
<small>Telephone No. (Include Area Code)</small>	<small>Fax No. (Include Area Code)</small>	<small>Cell No. (Include Area Code)</small>	
Email Address	scwatercompany@sevencanyons.com		

Statutory Agent: Jim Lentine

(Name)

15290 N 78th Way, Suite B-204

(Street)

Scottsdale

(City)

AZ

(State)

86260

(Zip)

480-905-0466

Telephone No. (Include Area Code)

480-905-0469

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Attorney:

N/A

(Name)

(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) _____

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: Seven Canyons Water Treatment Company

UTILITY PLANT IN SERVICE

Acct. No.	Description	Original Cost (OC)	Accumulated Depreciation (AD)	OCLD (OC less AD)
351	Organization		\$ -	\$ -
352	Franchises	4,071		4,071
353	Land & Land Rights			-
354	Structures & Improvements			-
355	Power Generation Equipment			-
360	Collection Sewers - Force			-
361	Collection Sewers - Gravity	649,229	248,871	400,358
362	Special Collecting Structures			-
363	Services to Customers			-
364	Flow Measuring Devices			-
365	Flow Measuring Installations			-
370	Receiving Wells			-
380	Treatment and Disposal Equipment	2,076,081	602,076	1,474,005
381	Plant Sewers			-
382	Outfall Sewer Lines			-
389	Other Plant & Misc Equipment			-
390	Office Furniture & Equipment	2,335	2,335	0
391	Transportation Equipment			-
393	Tools, Shop & Garage Equip.	3,688	3,688	0
394	Laboratory Equipment	4,813	3,984	829
395	Power Operated Equipment			-
398	Other Tangible Plant			-
	TOTALS	\$ 2,740,217	\$ 860,954	\$ 1,879,263

Total Accumulated Depreciation amount goes on the Balance Sheet Acct. No. 108

Company Name: Seven Canyons Water Treatment Company

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1X2)
351	Organization	\$ -		\$ -
352	Franchises	4,071		-
353	Land & Land Rights		N/A	
354	Structures & Improvements			
355	Power Generation Equipment			
360	Collection Sewers - Force			
361	Collection Sewers - Gravity	649,229	4.00%	25,969
362	Special Collecting Structures			
363	Services to Customers			
364	Flow Measuring Devices			
365	Flow Measuring Installations			
370	Receiving Wells			
380	Treatment and Disposal Equipment	2,076,081	4.00%	83,056
381	Plant Sewers			
382	Outfall Sewer Lines			
389	Other Plant & Misc Equipment			
390	Office Furniture & Equipment	2,335	15.61%	-
391	Transportation Equipment			
393	Tools, Shop & Garage Equip.	3,688	14.29%	-
394	Laboratory Equipment ¹	4,813	12.30%	113
395	Power Operated Equipment			
398	Other Tangible Plant			
	TOTALS	\$ 2,740,217		\$ 109,138

¹ \$3263.50 of the total is fully depreciated.

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

Company Name: Seven Canyons Water Treatment Company

BALANCE SHEET

Acct. No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 1,792	\$ -
132	Special Deposits		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	32,323	34,074
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 34,115	\$ 34,074
	FIXED ASSETS		
101	Utility Plant in Service	\$ 2,736,146	\$ 2,740,217
103	Property Held for Future Use		
105	Construction Work In Progress		
108	Accumulated Depreciation - Utility Plant	(751,815)	(860,954)
121	Non-Utility Property		
122	Accumulated Depreciation - Non Utility		
	TOTAL FIXED ASSETS	\$ 1,984,331	\$ 1,879,263
	TOTAL ASSETS	\$ 2,018,446	\$ 1,913,337

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

Company Name: Seven Canyons Water Treatment Company

BALANCE SHEET

Acct. No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 1,792	\$ -
132	Special Deposits		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	32,323	34,074
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		4,901
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 34,115	\$ 38,975
	FIXED ASSETS		
101	Utility Plant in Service	\$ 2,736,146	\$ 2,740,217
103	Property Held for Future Use		
105	Construction Work In Progress		
108	Accumulated Depreciation - Utility Plant	(751,815)	(860,954)
121	Non-Utility Property		
122	Accumulated Depreciation - Non Utility		
	TOTAL FIXED ASSETS	\$ 1,984,331	\$ 1,879,263
	TOTAL ASSETS	\$ 2,018,446	\$ 1,918,238

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

Company Name: Seven Canyons Water Treatment Company

BALANCE SHEET (CONTINUED)

Acct. No.	LIABILITIES	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT LIABILITIES		
231	Accounts Payable	\$ 15,998	\$ 26,506
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	25,975	
	TOTAL CURRENT LIABILITIES	\$ 41,973	\$ 26,506
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds		
	DEFERRED CREDITS		
252	Advances in Aid of Construction		
253	Other Deferred Debits		
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	\$ -	\$ -
	TOTAL LIABILITIES	\$ 41,973	\$ 26,506
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 1,000	\$ 1,000
211	Paid in Capital in Excess of Par Value	3,355,357	3,355,357
215	Retained Earnings	(1,379,884)	(1,469,525)
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 1,976,473	\$ 1,886,832
	TOTAL LIABILITIES AND CAPITAL	\$ 2,018,446	\$ 1,913,337

Company Name: Seven Canyons Water Treatment Company

BALANCE SHEET (CONTINUED)

Acct. No.	LIABILITIES	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT LIABILITIES		
231	Accounts Payable	\$ 15,998	\$ 26,506
232	Notes Payable (Current Portion)		
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235	Customer Deposits		
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities	25,975	
	TOTAL CURRENT LIABILITIES	\$ 41,973	\$ 26,506
	LONG-TERM DEBT (Over 12 Months)		
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252	Advances in Aid of Construction		
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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	\$ -	\$ -
	TOTAL LIABILITIES	\$ 41,973	\$ 26,506
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 1,000	\$ 1,000
211	Paid in Capital in Excess of Par Value	3,355,357	3,355,357
215	Retained Earnings	(1,379,884)	(1,464,624)
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 1,976,473	\$ 1,891,733
	TOTAL LIABILITIES AND CAPITAL	\$ 2,018,446	\$ 1,918,238

Company Name: Seven Canyons Water Treatment Company

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
521	Flat Rate Revenues	\$ 45,738	\$ 44,955
522	Measured Revenues	8,750	10,217
536	Other Wastewater Revenues		70
	TOTAL REVENUES	\$ 54,488	\$ 55,242
	OPERATING EXPENSES		
701	Salaries and Wages	\$ -	\$ -
710	Purchased Wastewater Treatment	1,421	1,390
711	Sludge Removal Expense		
715	Purchased Power		
718	Chemicals		
720	Materials and Supplies	732	2,075
731	Contractual Services - Professional	15,564	36,722
735	Contractual Services - Testing	12,691	11,694
736	Contractual Services - Other	3,840	3,000
740	Rents		
750	Transportation Expenses		
755	Insurance Expense		
765	Regulatory Commission Expense		
775	Miscellaneous Expense	1,056	1,868
403	Depreciation Expense	109,942	109,138
408	Taxes Other Than Income	15	
408.11	Property Taxes	2,109	4,901
409	Income Taxes		
	TOTAL OPERATING EXPENSES	\$ 147,370	\$ 170,788
	OPERATING INCOME/(LOSS)	\$ (92,882)	\$ (115,546)
	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)	\$ (92,882)	\$ (115,546)

Company Name: Seven Canyons Water Treatment Company

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
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522	Measured Revenues	8,750	10,217
536	Other Wastewater Revenues		70
	TOTAL REVENUES	\$ 54,488	\$ 55,242
	OPERATING EXPENSES		
701	Salaries and Wages	\$ -	\$ -
710	Purchased Wastewater Treatment	1,421	1,390
711	Sludge Removal Expense		
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720	Materials and Supplies	732	2,075
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750	Transportation Expenses		
755	Insurance Expense		
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775	Miscellaneous Expense	1,056	1,868
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	TOTAL OPERATING EXPENSES	\$ 147,370	\$ 165,887
	OPERATING INCOME/(LOSS)	\$ (92,882)	\$ (110,645)
	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)	\$ (92,882)	\$ (110,645)

Company Name: Seven Canyons Water Treatment Company

SUPPLEMENTAL FINANCIAL DATA
Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	No loans			
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$ -	\$ -	\$ -	\$ -
Amount Outstanding	\$ -	\$ -	\$ -	\$ -
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$ -	\$ -	\$ -	\$ -
Current Year Principal	\$ -	\$ -	\$ -	\$ -

COMPANY NAME Seven Canyons Water Treatment Company

Name of System: Wastewater Inventory Number (if applicable):

WASTEWATER COMPANY PLANT DESCRIPTION

TREATMENT FACILITY

TYPE OF TREATMENT (Extended Aeration, Step Aeration, Oxidation Ditch, Aerobic Lagoon, Anaerobic Lagoon, Trickling Filter, Septic Tank, Wetland, Etc.)	Extended Aeration
DESIGN CAPACITY OF PLANT (Gallons Per Day)	64,000

LIFT STATION FACILITIES

Location	Quantity of Pumps	Horsepower Per Pump	Capacity Per Pump (GPM)	Wet Well Capacity (gals)
Secret Canyon Drive	2	25	280	2,321

FORCE MAINS

Size	Material	Length (Feet)
4-inch		N/A
6-inch		1,727

MANHOLES

Type	Quantity
Standard	12
Drop	

CLEANOUTS

Quantity
2 - Sewer Force Main - 2 Way

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

COMPANY NAME Seven Canyons Water Treatment Company

Name of System: Wastewater Inventory Number (if applicable):

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

COLLECTION MAINS

Size (in inches)	Material	Length (in feet)
4		
6	PVC	115
8	PVC	2283
10		
12		
15		
18		
21		
24		
30		

SERVICES

Size (in inches)	Material	Quantity
4		
6		
8	PVC	115 LF
12		
15		

**FOR THE FOLLOWING FIVE ITEMS, LIST THE UTILITY OWNED ASSETS IN EACH CATEGORY
PER WASTEWATER SYSTEM**

SOLIDS PROCESSING AND HANDLING FACILITIES	None
DISINFECTION EQUIPMENT (Chlorinator, Ultra-Violet, Etc.)	Chlorinator
FILTRATION EQUIPMENT (Rapid Sand, Slow Sand, Activated Carbon, Etc.)	None
STRUCTURES (Buildings, Fences, Etc.)	Aeration/Blower Building
OTHER (Laboratory Equipment, Tools, Vehicles, Standby Power Generators, Etc.)	Sensaphone, Telemetry Computer, Various Tools, Locator, Various Lab, Turbidimeter, Centrifuge, Generator, Odor Control Unit

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

COMPANY NAME	Seven Canyons Water Treatment Company
Name of System:	Wastewater Inventory Number (if applicable):

WASTEWATER FLOWS

MONTH/YEAR (Most Recent 12 Months)	NUMBER OF SERVICES	TOTAL MONTHLY SEWAGE FLOW	SEWAGE FLOW ON PEAK DAY
January-12	50	230,589	13,119
February-12	50	245,150	13,996
March-12	50	297,881	13,737
April-12	50	315,792	16,346
May-12	50	328,574	13,684
June-12	50	244,512	11,374
July-12	50	301,812	19,352
August-12	50	248,519	14,561
September-12	50	317,010	18,236
October-12	50	320,341	13,153
November-12	50	273,495	16,002
December-12	50	281,095	16,929

**PROVIDE THE FOLLOWING INFORMATION AS APPLICABLE
PER WASTEWATER SYSTEM**

Method of Effluent Disposal (leach field, surface water discharge, reuse, injection wells, groundwater recharge, evaporation ponds, etc)	Reuse
Groundwater Permit Number	N/A
ADEQ Aquifer Protection Permit Number	10334
ADEQ Reuse Permit Number	R103334
EPA NPDES Permit Number	N/A

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

COMPANY NAME	Seven Canyons Water Treatment Company
Name of System:	Wastewater Inventory Number (if applicable):

UTILITY SHUTOFFS / DISCONNECTS

MONTH	Termination without Notice R14-2-609.B	Termination with Notice R14-2-609.C	OTHER
JANUARY	-	-	-
FEBRUARY	-	-	-
MARCH	-	-	-
APRIL	-	-	-
MAY	-	-	-
JUNE	-	-	-
JULY	-	-	-
AUGUST	-	-	-
SEPTEMBER	-	-	-
OCTOBER	-	-	-
NOVEMBER	-	-	-
DECEMBER	-	-	-
TOTALS	-	-	-

OTHER (description):

COMPANY NAME Seven Canyons Water Treatment Company

YEAR ENDING 12/31/12

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported	\$	-
Estimated or Actual Federal Tax Liability	\$	-
State Taxable Income Reported	\$	-
Estimated or Actual State Tax Liability	\$	50.00
Amount of Grossed-Up Contributions/Advances:		
Amount of Contributions/Advances	\$	-
Amount of Gross-Up Tax Collected		-
Total Grossed-Up Contributions/Advances	\$	-

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 certified that the Utility has refunded to Payers all gross-up tax refunds reported in the prior years 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

DATE

PRINTED NAME

TITLE

COMPANY NAME Seven Canyons Water Treatment Company

YEAR ENDING 12/31/12

PROPERTY TAXES

Amount of actual property taxes paid during Calendar year 2012 was: \$ 4,475.23

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

APR 25 2013

AZ CORP COMM
Director - Utilities

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)	<u>Yavapai</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>Jim Lentine, Designated Representative</u>
COMPANY NAME	<u>Seven Canyons Water Treatment Company</u>

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

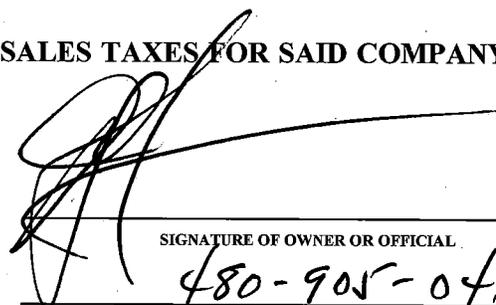
MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2012</u>

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
480-905-0466

 TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 11th

DAY OF

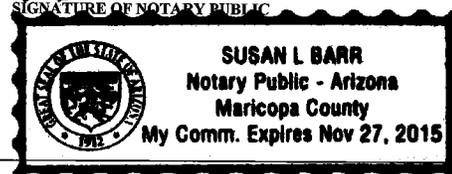
COUNTY NAME	<u>Maricopa</u>	
MONTH	<u>April</u>	<u>2013</u>

(SEAL)

MY COMMISSION EXPIRES 11/27/15



 SIGNATURE OF NOTARY PUBLIC



RECEIVED

APR 25 2013

AZ CORP COMM
Director - Utilities

VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	<u>Yavapai</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>Jim Lentine, Designated Representative</u>
COMPANY NAME	<u>Seven Canyons Water Treatment Company</u>

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

FOR THE YEAR ENDING

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2012</u>

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.

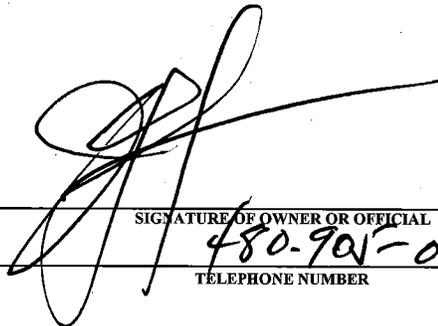
SWORN STATEMENT

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 (\$)
\$ <u>55,242</u>

(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

480-905-0466

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

17th

DAY OF

COUNTY NAME	<u>Maricopa</u>	
MONTH	<u>April</u>	<u>2013</u>

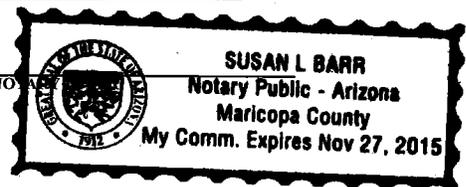
(SEAL)

MY COMMISSION EXPIRES

11/27/15



SIGNATURE OF NOTARY PUBLIC



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

RECEIVED

APR 25 2013

AZ CORP COMM.
Director - Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) Yavapai	
NAME (OWNER OR OFFICIAL) Jim Lentine	TITLE Designated Representative
COMPANY NAME Seven Canyons Water Treatment Company	

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.

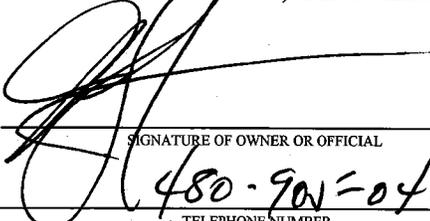
SWORN STATEMENT

IN ACCORDANCE WITH THE 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
\$ <u>30,042</u>

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
480-901-0466
 TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

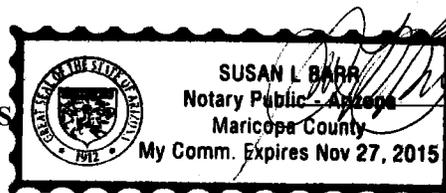
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 12 **DAY OF**

NOTARY PUBLIC NAME SUSAN L. BARR	
COUNTY NAME MARICOPA	
MONTH April	2013

(SEAL)

MY COMMISSION EXPIRES



SIGNATURE OF NOTARY PUBLIC