

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

WS-02676A

Rio Rico Utilities, Inc.
12725 W. Indian School Rd., Ste. D101
Avondale, AZ 85392

RECEIVED

MAY 14 2013

ACC UTILITIES DIRECTOR

ANNUAL REPORT
Water & Sewer

FOR YEAR ENDING

12	31	2012
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FOR COMMISSION USE

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5-15-13

COMPANY INFORMATION

Company Name (Business Name) <u>Rio Rico Utilities, Inc.</u>		
Mailing Address <u>12725 W. Indian School Rd. Suite D101</u> (Street)		
<u>Avondale</u> (City)	<u>AZ</u> (State)	<u>85392</u> (Zip)
<u>(623) 935-9367</u> Telephone No. (Include Area Code)	<u>(623) 935-1020</u> Fax No. (Include Area Code)	 Pager/Cell No. (Include Area Code)
Email Address _____		
Local Office Mailing Address <u>Same as above</u> (Street)		
 (City)	 (State)	 (Zip)
 Local Office Telephone No. (Include Area Code)	 Fax No. (Include Area Code)	 Pager/Cell No. (Include Area Code)
Email Address _____		

MANAGEMENT INFORMATION

Management Contact: <u>Christopher D. Krygier</u> <u>Utility Rates and Regulatory Manager</u> (Name) (Title)			
<u>12725 W. Indian School Rd., Suite D101</u> (Street)	<u>Avondale</u> (City)	<u>AZ</u> (State)	<u>85392</u> (Zip)
<u>(623) 298-9367</u> Telephone No. (Include Area Code)	<u>(623) 935-1020</u> Fax No. (Include Area Code)	 Pager/Cell No. (Include Area Code)	
Email Address _____			
On Site Manager: <u>Greg Sorensen Vice President</u> (Name)			
<u>12725 W. Indian School Rd Suite D101</u> (Street)	<u>Avondale</u> (City)	<u>AZ</u> (State)	<u>85392</u> (Zip)
<u>(623) 935-9367</u> Telephone No. (Include Area Code)	<u>(623) 935-1020</u> Fax No. (Include Area Code)	 Pager/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: CT Corporation System

(Name)

3225 N. Central Ave.
(Street)

Phoenix
(City)

AZ
(State)

85201
(Zip)

(602) 277-4792

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

Attorney: Jay Shapiro - Fennemore Craig

(Name)

3003 North Central Ave. Suite 2600
(Street)

Phoenix
(City)

AZ
(State)

85012-2913
(Zip)

(602) 916-5366

Telephone No. (Include Area Code)

(602) 916-5566

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

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:

- | | |
|---|--|
| <input type="checkbox"/> Sole Proprietor (S) | <input checked="" 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 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 type="checkbox"/> MOHAVE |
| <input type="checkbox"/> NAVAJO | <input type="checkbox"/> PIMA | <input type="checkbox"/> PINAL |
| <input checked="" type="checkbox"/> SANTA CRUZ | <input type="checkbox"/> YAVAPAI | <input type="checkbox"/> YUMA |
| <input type="checkbox"/> STATEWIDE | | |

COMPANY NAME

Rio Rico Utilities, Inc (Water)

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	0	0	0
302	Franchises	417	0	417
303	Land and Land Rights	51,760	0	51,760
304	Structures and Improvements	3,475,048	633,629	2,841,419
307	Wells and Springs	517,846	222,547	295,299
311	Pumping Equipment	3,181,511	2,559,076	622,435
320	Water Treatment Equipment	379,815	194,828	184,987
330	Distribution Reservoirs and Standpipes	1,039,016	303,082	735,933
331	Transmission and Distribution Mains	22,395,817	10,358,048	12,037,769
333	Services	3,010,807	1,057,026	1,953,780
334	Meters and Meter Installations	1,092,813	629,971	462,842
335	Hydrants	574,326	212,634	361,692
336	Backflow Prevention Devices	15,855	1,848	14,007
339	Other Plant and Misc. Equipment	364,462	41,168	323,294
340	Office Furniture and Equipment	30,295	23,408	6,887
341	Transportation Equipment	146,027	107,728	38,299
343	Tools, Shop and Garage Equipment	37,861	12,807	25,054
344	Laboratory Equipment	3,061	3,061	0
345	Power Operated Equipment	0	0	0
346	Communication Equipment	298,240	253,149	45,092
347	Miscellaneous Equipment	7,701	7,701	0
348	Other Tangible Plant		0	
	TOTALS	36,622,679	16,621,713	20,000,966

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

COMPANY NAME

Rio Rico Utilities, Inc (Water)

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	0		
302	Franchises	417		
303	Land and Land Rights	51,760		
304	Structures and Improvements	3,475,048		123,242
307	Wells and Springs	517,846		17,527
311	Pumping Equipment	3,181,511		(9,465)
320	Water Treatment Equipment	379,815		12,525
330	Distribution Reservoirs and Standpipes	1,039,016		65,371
331	Transmission and Distribution Mains	22,395,817		842,896
333	Services	3,010,807		11,091
334	Meters and Meter Installations	1,092,813		51,688
335	Hydrants	574,326		11,464
336	Backflow Prevention Devices	15,855		445
339	Other Plant and Misc. Equipment	364,462		(89,607)
340	Office Furniture and Equipment	30,295		841
341	Transportation Equipment	146,027		28,160
343	Tools, Shop and Garage Equipment	37,861		1,204
344	Laboratory Equipment	3,061		0
345	Power Operated Equipment	0		0
346	Communication Equipment	298,240		(10,008)
347	Miscellaneous Equipment	7,701		0
348	Other Tangible Plant			0
	Less: CIAC Amortization			(964,896)
	TOTALS	36,622,679		92,478

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

Half-year convention used on asset additions.

COMPANY NAME

Rio Rico Utilities, Inc (Water)

BALANCE SHEET

Acct. No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 39,401	\$ 33,760
134	Working Funds	\$ -	\$ -
135	Temporary Cash Investments	\$ -	\$ -
141	Customer Accounts Receivable	\$ 258,867	\$ 342,813
146	Notes/Receivables from Associated Companies	\$ -	\$ -
151	Plant Material and Supplies	\$ -	\$ -
162	Prepayments	\$ 2,133	\$ 243
174	Miscellaneous Current and Accrued Assets	\$ 806,001	\$ 1,380,083
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 1,106,402	\$ 1,756,899
	FIXED ASSETS		
101	Utility Plant in Service	\$ 35,360,331	\$ 36,622,679
103	Property Held for Future Use		
105	Construction Work in Progress	677,853	142,440
108	Accumulated Depreciation - Utility Plant	15,564,339	16,621,713
121	Non-Utility Property		
122	Accumulated Depreciation - Non Utility		
	TOTAL FIXED ASSETS	\$ 20,473,845	\$ 20,143,407
	TOTAL ASSETS	\$ 21,580,247	\$ 21,900,306

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

COMPANY NAME

Rio Rico Utilities, Inc (Water)

BALANCE SHEET (CONTINUED)

Acct. No.	LIABILITIES	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT LIABILITES		
231	Accounts Payable	\$ -	\$ -
232	Notes Payable (Current Portion)	\$ -	\$ -
234	Notes/Accounts Payable to Associated Companies	\$ (291,436)	\$ 901,342
235	Customer Deposits	\$ 133,738	\$ 139,915
236	Accrued Taxes	\$ 8,165	\$ 7,359
237	Accrued Interest	\$ 13,274	\$ 15,413
241	Miscellaneous Current and Accrued Liabilities	\$ 2,648,630	\$ 1,136,649
	TOTAL CURRENT LIABILITIES	\$ 2,512,370	\$ 2,200,678
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds		
	DEFERRED CREDITS		
251	Unamortized Premium on Debt		
252	Advances in Aid of Construction	379,155	322,423
253	Deferred Rate Case Expense	243,205	0
255	Accumulated Deferred Investment Tax Credits	0	0
271	Contributions in Aid of Construction	20,720,676	20,733,710
272	Less: Amortization of Contributions	8,861,906	9,826,802
281	Accumulated Deferred Income Tax	0	0
	TOTAL DEFERRED CREDITS	\$ 12,481,130	\$ 11,229,331
	TOTAL LIABILITIES	\$ 14,993,500	\$ 13,430,009
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 1	\$ 1
211	Paid in Capital in Excess of Par Value	\$ 7,639,887	\$ 8,753,218
215	Retained Earnings	\$ (1,053,140)	\$ (282,922)
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 6,586,748	\$ 8,470,297
	TOTAL LIABILITIES AND CAPITAL	\$ 21,580,248	\$ 21,900,306

COMPANY NAME

Rio Rico Utilities, Inc (Water)

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 2,739,261	\$ 2,716,235
460	Unmetered Water Revenue	\$ -	\$ -
474	Other Water Revenues	\$ 42,218	\$ 84,437
	TOTAL REVENUES	\$ 2,781,479	\$ 2,800,671
	OPERATING EXPENSES		
601	Salaries and Wages	\$ -	\$ -
610	Purchased Water	\$ -	\$ 787
615	Purchased Power	\$ 377,706	\$ 333,717
618	Chemicals	\$ 4,553	\$ 4,486
620	Repairs and Maintenance	\$ 28,217	\$ 4,895
621	Office Supplies and Expense	\$ 46,221	\$ 59,904
630	Outside Services	\$ 1,107,137	\$ 555,916
635	Water Testing	\$ 10,436	\$ 26,421
641	Rents	\$ 21,924	\$ 6,131
650	Transportation Expenses	\$ 88,219	\$ 23,150
657	Insurance - General Liability	\$ 43,323	\$ 43,782
659	Insurance - Health and Life	\$ -	\$ -
666	Regulatory Commission Expense - Rate Case	\$ 35,850	\$ 132,384
675	Miscellaneous Expense	\$ 38,397	\$ 44,954
736	Contractual Services - Other		\$ 546,254
403	Depreciation Expense	\$ 2,987,577	\$ 105,427
408	Taxes Other Than Income	\$ -	\$ -
408.11	Property Taxes	\$ 174,292	\$ 180,071
409	Income Tax	\$ -	\$ -
	TOTAL OPERATING EXPENSES	\$ 4,963,852	\$ 2,068,281
	OTHER INCOME/EXPENSE		
419	Interest and Dividend Income	\$ -	\$ -
421	Non-Utility Income	\$ -	\$ -
426	Miscellaneous Non-Utility Expenses	\$ -	\$ -
427	Interest Expense	\$ 9,656	\$ (37,827)
	TOTAL OTHER INCOME/EXP	\$ (9,656)	\$ 37,827
	NET INCOME/(LOSS)	\$ (2,192,030)	\$ 770,218

COMPANY NAME**Rio Rico Utilities Inc. (Sewer)****UTILITY PLANT IN SERVICE**

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
351	Organization	5,785	0	5,785
352	Franchises	417	0	417
353	Land and Land Rights	7,545	0	7,545
354	Structures and Improvements	39,789	28,655	11,134
355	Power Generation Equipment	0	0	0
360	Collection Sewers - Force	636,023	415,538	220,485
361	Collection Sewers - Gravity	6,415,531	2,748,767	3,666,764
362	Special Collecting Structures	0	0	0
363	Services to Customers	1,212,160	689,732	522,428
364	Flow Measuring Devices	56,523	44,518	12,005
365	Flow Measuring Installations	0	0	0
370	Receiving Wells	867,120	354,413	512,707
380	Treatment and Disposal Equip.	2,969,113	941,778	2,027,335
381	Plant Sewers	15,362	633	14,729
382	Outfall Sewer Lines	0	0	0
389	Other Plant and Misc. Equipment	1,885,258	1,636,265	248,993
390	Office Furniture and Equipment	110,454	36,828	73,627
391	Transportation Equipment	117	29	89
393	Tools, Shop and Garage Equip.	7,652	4,943	2,708
394	Laboratory Equipment	0	0	0
395	Power Operated Equipment	0	0	0
398	Other Tangible Plant	0	0	0
	TOTALS	14,228,849	6,902,099	7,326,751

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

COMPANY NAME

Rio Rico Utilities Inc. (Sewer)

CALCULATION OF DEPRECIATION EXPENSE

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
351	Organization	5,785	0	
352	Franchises	417	0	
353	Land and Land Rights	7,545	0	
354	Structures and Improvements	39,789	3%	1,325
355	Power Generation Equipment	-	0%	0
360	Collection Sewers - Force	636,023	2%	12,720
361	Collection Sewers - Gravity	6,415,531	2%	128,311
362	Special Collecting Structures	-	0%	0
363	Services to Customers	1,212,160	2%	24,243
364	Flow Measuring Devices	56,523	10%	5,652
365	Flow Measuring Installations	-		0
370	Receiving Wells	867,120	3%	28,875
380	Treatment and Disposal Equip.	2,969,113	5%	148,456
381	Plant Sewers	15,362	5%	768
382	Outfall Sewer Lines	-		0
389	Other Plant and Misc. Equipment	1,885,258	7%	125,747
390	Office Furniture and Equipment	110,454	7%	7,367
391	Transportation Equipment	117	20%	23
393	Tools, Shop and Garage Equip.	7,652	5%	383
394	Laboratory Equipment	-		0
395	Power Operated Equipment	-		0
398	Other Tangible Plant	-		0
	SUBTOTAL	14,228,849		483,870
	CIAC Amortization			193,594
	TOTALS	14,228,849		290,276

This amount goes on Comparative Statement of Income and Expense Acct. 403

COMPANY NAME**Rio Rico Utilities Inc. (Sewer)****BALANCE SHEET**

Acct. No.	ASSETS	2011	2012
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 13,134	\$ 9,790
132	Special Deposits	\$ -	\$ -
135	Temporary Cash Investments	\$ -	\$ -
141	Customer Accounts Receivable	\$ 86,289	\$ 99,416
146	Notes/Receivables from Associated Companies	\$ -	\$ -
151	Plant Material and Supplies	\$ -	\$ -
162	Prepayments	\$ 711	\$ 70
174	Miscellaneous Current and Accrued Assets	\$ 268,104	\$ 400,224
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 368,238	\$ 509,501
	FIXED ASSETS		
101	Utility Plant in Service	12,301,460	14,228,849
103	Property Held for Future Use		
105	Construction Work in Progress	1,949,713	41,308
108	Accumulated Depreciation - Utility Plant	6,532,851	6,902,099
121	Non-Utility Property		
122	Accumulated Depreciation - Non Utility		
	TOTAL FIXED ASSETS	\$ 7,718,322	\$ 7,368,058
	TOTAL ASSETS	\$ 8,086,560	\$ 7,877,559

NOTE: Total Assets on this page should equal Total Liabilities and Capital on the following page.

COMPANY NAME

Rio Rico Utilities Inc. (Sewer)

BALANCE SHEET (CONTINUED)

Acct. No.	LIABILITIES	2011	2012
	CURRENT LIABILITES		
231	Accounts Payable	\$ -	\$ -
232	Notes Payable (Current Portion)	\$ -	\$ -
234	Notes/Accounts Payable to Associated Companies	\$ (97,145)	\$ 368,154
235	Customer Deposits	\$ 44,579	\$ 57,149
236	Accrued Taxes	\$ 2,722	\$ 3,006
237	Accrued Interest	\$ 4,425	\$ 6,295
241	Miscellaneous Current and Accrued Liabilities	\$ 705,795	\$ 1,217,801
	TOTAL CURRENT LIABILITIES	\$ 660,376	\$ 1,652,405
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds		
	DEFERRED CREDITS		
252	Advances in Aid of Construction	\$ 302,302	\$ 145,480
253	Other Deferred Credits	\$ -	\$ -
255	Accumulated Deferred Investment Tax Credits	\$ -	\$ -
271	Contributions in Aid of Construction	\$ 5,381,456	\$ 5,381,456
272	Less: Amortization of Contributions	\$ 2,644,892	\$ 2,838,487
281	Accumulated Deferred Income Tax	\$ -	\$ -
	TOTAL DEFERRED CREDITS	\$ 3,038,866	\$ 2,688,450
	TOTAL LIABILITIES	\$ 3,699,242	\$ 4,340,855
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ -	\$ 0
211	Other Paid in Capital	\$ 2,546,629	\$ 1,184,958
215	Retained Earnings	\$ 1,840,689	\$ 2,351,746
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 4,387,318	\$ 3,536,704
	TOTAL LIABILITIES AND CAPITAL	\$ 8,086,560	\$ 7,877,559

COMPANY NAME

Rio Rico Utilities Inc. (Sewer)

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

	OPERATING REVENUES	2010	2011
521	Flat Rate Revenues	\$ 1,445,134	\$ 1,194,852
522	Measured Revenues	\$ 272,538	\$ 173,860
536	Other Wastewater Revenues	\$ -	\$ 8,339
	TOTAL REVENUES	\$ 1,717,672	\$ 1,377,051
	OPERATING EXPENSES		
701	Salaries and Wages	\$ -	\$ -
710	Purchased Wastewater Treatment	\$ -	\$ -
711	Sludge Removal Expense	\$ -	\$ -
715	Purchased Power	\$ 52,985	\$ 62,218
716	Fuel for Power Production	\$ -	\$ 266
718	Chemicals	\$ 2,323	\$ 7,284
720	Materials and Supplies	\$ 7,574	\$ (1,156)
731	Contractual Services - Professional	\$ 780	\$ 621
735	Contractual Services - Testing	\$ 260	\$ 355
736	Contractual Services - Other	\$ 506,930	\$ 508,613
740	Rents	\$ 10,041	\$ 2,665
750	Transportation Expense	\$ 15,614	\$ 13,077
755	Insurance Expense	\$ 11,641	\$ 13,897
765	Regulatory Commission Expense	\$ 12,175	\$ 2,500
775	Miscellaneous Expense	\$ 36,516	\$ 33,932
403	Depreciation Expense	\$ 46,288.22	\$ 186,565
408	Taxes Other Than Income	\$ -	\$ -
408.11	Property Taxes	\$ 59,356.17	\$ 60,023.85
409	Income Taxes	\$ -	\$ -
	TOTAL OPERATING EXPENSES	\$ 762,482	\$ 890,861
	OTHER INCOME/EXPENSE		
419	Interest and Dividend Income	\$ -	\$ -
421	Non-Utility Income	\$ -	\$ -
426	Miscellaneous Non-Utility Expenses	\$ -	\$ -
427	Interest Expense	\$ -	\$ (24,866)
	TOTAL OTHER INCOME/EXP	\$ -	\$ 24,866
	NET INCOME/(LOSS)	\$ 955,190	\$ 511,057

COMPANY NAME Rio Rico Utilities Inc (Water)

SUPPLEMENTAL FINANCIAL DATA
Long-Term Debt

	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 2012	\$182,280.16
Meter Deposits Refunded in 2012	\$82,079.35

COMPANY NAME Rio Rico Utilities Inc (Sewer)

SUPPLEMENTAL FINANCIAL DATA
Long-Term Debt

	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 2012	\$0
Meter Deposits Refunded in 2012	\$0

COMPANY NAME Rio Rico Utilities Inc (Water)

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-502579	200	1100	650	16	8	1983
55-619359	75	625	250	10	6	1985
55-604302	20	0		16	2	1972
55-604364	75	625	251	10	6	1968
55-604363	75	650	603	12	8	1970
55-604366	20	0		10	2	1967
55-587292	200	975	605	16	10	2003
55-206176	250	1300	650	16	10	2005

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

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

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
40	2	315	
30	8		
25	13		
20	8		
15	10		
10	3		
7.5	9		
3	2		

STORAGE TANKS		PRESSURE TANKS	
Capacity, Millions Gallons	Quantity	Capacity	Quantity
0.640	1	8,000	1
0.200	1	5,000	11
0.150	1	3,000	1
0.100	1	1,500	4
0.010	4	1,000	5
1.0	1	200	4
		50	0

COMPANY NAME: Rio Rico Utilities Inc. (Water).

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2012

MONTH/YEAR	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLONS PUMPED	GALLONS PURCHASED
JANUARY	6,751	46,528,035	56,672,000	
FEBRUARY	6,755	45,670,025	50,942,000	
MARCH	6,754	44,912,025	52,457,000	
APRIL	6,758	58,119,024	65,016,000	
MAY	6,758	58,398,040	71,922,000	
JUNE	6,759	64,486,030	78,229,000	
JULY	6,760	60,504,032	63,472,000	
AUGUST	6,762	59,735,018	65,754,000	
SEPTEMBER	6,764	49,158,014	53,760,000	
OCTOBER	6,768	60,257,518	67,720,000	
NOVEMBER	6,769	52,404,620	59,774,000	
DECEMBER	6,770	43,306,719	55,809,000	
TOTALS →		643,479,100	741,527,000	

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

If system has fire hydrants, what is the fire flow requirement? 1150GPM for 2 hrs

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

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: 111

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

COMPANY NAME Rio Rico Utilities Inc. (Sewer)

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.)	Evaporative Ponds
DESIGN CAPACITY OF PLANT (Gallons Per Day)	Villas 12 – 0.050 MGD Villas 13 – 0.050 MGD

LIFT STATION FACILITIES

Location	Quantity of Pumps	Horsepower Per Pump	Capacity Per Pump (GPM)	Wet Well Capacity (gals)
Lift Station # 1	2	88	725	32,313
Lift Station # 2	2	47	500	9,000
Lift Station # 3	2	47	500	9,000
Lift Station # 4	2	15	175	8,000
Lift Station # 5	2	3	27	1,608

FORCE MAINS

Size	Material	Length (Feet)
4-inch	PVC	3,714
4-inch	DI	120
6-inch	PVC	19,946
6-inch	DI	693

MANHOLES

Type	Quantity
Standard	535
Drop	15

CLEANOUTS

Quantity
132

COMPANY NAME Rio Rico Utilities Inc. (Sewer)

WASTEWATER FLOWS FOR CALENDAR YEAR 2012

MONTH/YEAR (Most Recent 12 Months)	NUMBER OF SERVICES	TOTAL MONTHLY SEWAGE FLOW	SEWAGE FLOW ON PEAK DAY
Jan	2,208	11,790,000	418,000
Feb	2,208	11,243,000	477,000
Mar	2,208	11,888,000	443,000
Apr	2,209	11,643,000	437,000
May	2,209	11,787,000	431,000
Jun	2,209	10,581,000	435,000
Jul	2,209	9,386,000	389,000
Aug	2,212	10,381,000	392,000
Sep	2,213	9,810,000	392,000
Oct	2,217	10,150,000	384,000
Nov	2,217	10,101,000	393,000
Dec	2,217	10,434,000	398,000
Total		129,194,000	

PROVIDE THE FOLLOWING INFORMATION AS APPLICABLE

Method of Effluent Disposal (leach field, surface water discharge, reuse, injection wells, groundwater recharge, evaporation ponds, etc.)	Villas 12 – Evaporative Ponds Villas 13 – Evaporative Ponds
Wastewater Inventory Number (all wastewater systems are assigned an inventory number)	Nogales International 42-107, 42-115, 42-916
Groundwater Permit Number	N/A
ADEQ Aquifer Protection Permit Number	101731
ADEQ Reuse Permit Number	N/A
EPA NPDES Permit Number	N/A

COMPANY NAME Rio Rico Utilities, Inc

YEAR ENDING 12/31/2012

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2012 was: \$ 240,094

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. _____

COMPANY NAME Rio Rico Utilities, Inc

YEAR ENDING 12/31/2012

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported
Estimated or Actual Federal Tax Liability

Unable to Isolate due to consolidated return filed

State Taxable Income Reported
Estimated or Actual State Tax Liability

Unable to Isolate due to consolidated return filed

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances _____

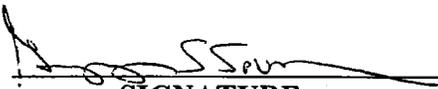
Amount of Gross-Up Tax Collected _____

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 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

5/13/13

DATE

PRINTED NAME

TITLE

**VERIFICATION
AND
SWORN STATEMENT**
Taxes

RECEIVED
MAY 17 2013
ACC UTILITIES DIRECTOR

VERIFICATION

STATE OF ARIZONA
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME) SANTA CRUZ
NAME (OWNER OR OFFICIAL) TITLE Greg Sorensen, VP
COMPANY NAME RIO RICO UTILITIES INC.

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

FOR THE YEAR ENDING

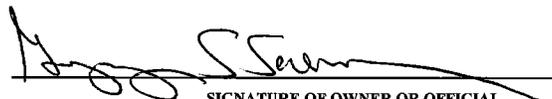
MONTH	DAY	YEAR
12	31	2012

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

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

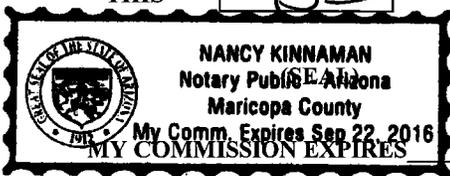
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 13th DAY OF

COUNTY NAME Maricopa
MONTH May YEAR 2013




SIGNATURE OF NOTARY PUBLIC

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

RECEIVED
MAY 17 2013
ACC UTILITIES DIRECTOR

VERIFICATION
STATE OF ARIZONA
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME) Santa Cruz
NAME (OWNER OR OFFICIAL) TITLE Greg Sorensen V.P.
COMPANY NAME Rio Rico Utilities Inc.

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 (\$) \$ <u>4,177,722</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

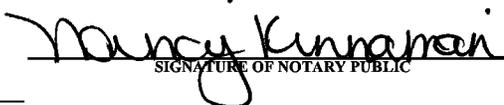
TELEPHONE NUMBER

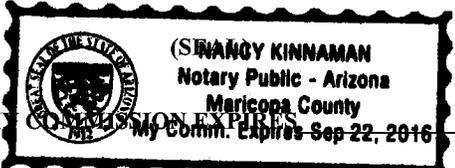
SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 13th DAY OF

COUNTY NAME Maricopa
MONTH May YEAR 2013


SIGNATURE OF NOTARY PUBLIC



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

RECEIVED
MAY 17 2013
ACC UTILITIES DIRECTOR

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	Santa Cruz	
NAME (OWNER OR OFFICIAL)	Greg Sorensen	TITLE V.P.
COMPANY NAME	Rio Rico Utilities Inc.	

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>3,291,906</u>
--

(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 218,437
IN SALES TAXES BILLED, OR COLLECTED)

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


SIGNATURE OF OWNER OR OFFICIAL

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

<u>13th</u>

DAY OF

NOTARY PUBLIC NAME <u>Nancy Kinnaman</u>	
COUNTY NAME <u>Maricopa</u>	
MONTH <u>May</u>	YEAR <u>2013</u>



X 
SIGNATURE OF NOTARY PUBLIC