

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

W-01997A

Adaman Mutual Water Company
16251 W. Glendale Ave.
Litchfield Park, AZ 85340

RECEIVED
APR 15 2013
ACC UTILITIES DIRECTOR

ANNUAL REPORT
Water

FOR YEAR ENDING

12	31	2012
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FOR COMMISSION USE

ANN 04	12
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4-16-13

COMPANY INFORMATION

Company Name (Business Name) <u>ADAMAN MUTUAL WATER COMPANY</u>		
Mailing Address <u>16251 W. Glendale Avenue,</u> (Street)		
<u>LITCHFIELD PARK,</u> (City)	<u>ARIZONA</u> (State)	<u>85340</u> (Zip)
<u>623 935-2837</u> Telephone No. (Include Area Code)	<u>623 935-1236</u> Fax No. (Include Area Code)	<u>602 390-3167</u> Cell No. (Include Area Code)
Email Address <u>adamanwater@gmail.com</u>		
Local Office Mailing Address <u>SAME</u> (Street)		
<u></u> (City)	<u></u> (State)	<u></u> (Zip)
<u></u> Local Office Telephone No. (Include Area Code)	<u></u> Fax No. (Include Area Code)	<u></u> Cell No. (Include Area Code)
Email Address _____		

MANAGEMENT INFORMATION

<input type="checkbox"/> Regulatory Contact:		
<input type="checkbox"/> Management Contact: <u>DAVID SCHOFIELD</u> <u>GENERAL MANAGER</u> (Name) (Title)		
<u>16251 W. Glendale Avenue</u> (Street)	<u>Litchfield Park</u> (City)	<u>Arizona 85340</u> (State) (Zip)
<u>623 935-2837</u> Telephone No. (Include Area Code)	<u>623 935-1236</u> Fax No. (Include Area Code)	<u>602 390-3167</u> Cell No. (Include Area Code)
Email Address <u>adamanwater@gmail.com</u>		
On Site Manager: <u>SAME</u> (Name)		
<u></u> (Street)	<u></u> (City)	<u></u> (State) (Zip)
<u></u> Telephone No. (Include Area Code)	<u></u> Fax No. (Include Area Code)	<u></u> Cell No. (Include Area Code)
Email Address _____		

Statutory Agent: David Schofield

(Name)

16251 W. Glendale Avenue, Litchfield Park, AZ 85340

(Street)

(City)

(State)

(Zip)

623 935-2837
Telephone No. (Include Area Code)

623 935-1236
Fax No. (Include Area Code)

602 390-3167
Cell No (Include Area Code)

Attorney: Ryley Carlock & Applewhite

(Name)

One North Central Avenue, Suite 1200, Phoenix, AZ 85004-4417

(Street)

(City)

(State)

(Zip)

602 258-7701
Telephone No. (include Area Code)

602 257 9582
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 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 checked="" type="checkbox"/> MARICOPA | <input 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 | | |

COMPANY NAME

Adaman Mutual 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			
304	Structures and Improvements	10,053	10,053	0
307	Wells and Springs	271,788	166,610	105,178
311	Pumping Equipment	83,402	79,949	3,453
320	Water Treatment Equipment	845,554	135,547	710,007
330	Distribution Reservoirs and Standpipes	45,548	34,351	11,197
331	Transmission and Distribution Mains	490,343	243,257	247,086
333	Services			
334	Meters and Meter Installations	73,774	62,708	11,066
335	Hydrants	2,541	2,532	9
336	Backflow Prevention Devices	965	756	209
339	Other Plant and Misc. Equipment	8,669	6,885	1,784
340	Office Furniture and Equipment	6,510	2,626	3,884
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment	3,746	3,746	0
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	4,842,893	749,020	4,093,873

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

COMPANY NAME

Adaman Mutual Water Co.

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements	10,053	0	0
307	Wells and Springs	271,788	1	2,765
311	Pumping Equipment	83,402	1	1,150
320	Water Treatment Equipment	845,554	4	33,778
330	Distribution Reservoirs and Standpipes	45,548	5	2,277
331	Transmission and Distribution Mains	490,343	2	9,485
333	Services			
334	Meters and Meter Installations	73,774	6	4,604
335	Hydrants	2,541	3	84
336	Backflow Prevention Devices	965	8	78
339	Other Plant and Misc. Equipment	8,669	5	437
340	Office Furniture and Equipment	6,510	.01	84
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment	3,746	.2	8
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	1,842,893	3	54,750

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

COMPANY NAME *Adaman Mutual Water Co*

BALANCE SHEET

Acct No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 33,199	\$ 63,172
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	39,900	25,057
146	Notes/Receivables from Associated Companies		86,106
151	Plant Material and Supplies		
162	Prepayments	1,587	18,644
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 69,686	\$ 192,979
	FIXED ASSETS		
101	Utility Plant in Service	\$ 1,905,175	\$ 1,842,893
103	Property Held for Future Use		
105	Construction Work in Progress		27,686
108	Accumulated Depreciation – Utility Plant	696,679	749,020
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 1,208,496	\$ 1,121,559
	TOTAL ASSETS	\$ 1,278,181	\$ 1,314,538

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

COMPANY NAME *Adaman Mutual Water Co*

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
LIABILITIES			
CURRENT LIABILITES			
231	Accounts Payable	\$ 57,231	\$ 70,992
232	Notes Payable (Current Portion)	30,000	
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	2,130	3,730
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities	1,334	
	TOTAL CURRENT LIABILITIES	\$ 90,695	\$ 74,722
LONG-TERM DEBT (Over 12 Months)			
224	Long-Term Notes and Bonds	\$ 0	\$ 0
DEFERRED CREDITS			
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction	72,147	846,828
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	814,388	27,816
272	Less: Amortization of Contributions	77,939	16,209
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ 814,388	\$ 858,435
	TOTAL LIABILITIES	\$ 900,923	\$ 933,157
CAPITAL ACCOUNTS			
201	Common Stock Issued	\$ 2,503	\$ 2,487
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	444,527	378,894
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 447,030	\$ 381,381
	TOTAL LIABILITIES AND CAPITAL	\$1,347,953	\$1,314,538

COMPANY NAME

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 306,704	\$ 326,641
460	Unmetered Water Revenue		
474	Other Water Revenues <i>Goodyear bulk water</i>	64,549	103,520
	TOTAL REVENUES	\$ 371,253	\$ 430,161
	OPERATING EXPENSES		
601	Salaries and Wages	\$ 111,415	\$ 119,364
610	Purchased Water	36,196	24,341
615	Purchased Power	29,300	18,382
618	Chemicals	10,586	9,927
620	Repairs and Maintenance	115,555	61,161
621	Office Supplies and Expense	7,633	15,120
630	Outside Services	18,242	21,427
635	Water Testing	2,456	2,368
641	Rents	8,400	8,400
650	Transportation Expenses	12,522	16,733
657	Insurance – General Liability	6,782	6,954
659	Insurance - Health and Life	3,946	2,820
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	5,024	4,622
403	Depreciation Expense	59,684	54,750
408	Taxes Other Than Income		
408.11	Property Taxes	10,910	12,378
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ 438,649	\$ 378,747
	OPERATING INCOME/(LOSS)	\$ (67,398)	\$ 51,414
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$ 1	\$ 1
421	Non-Utility Income	379	200
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	2,545	(3,317)
	TOTAL OTHER INCOME/(EXPENSE)	\$ (2,164)	\$ (3,116)
	NET INCOME/(LOSS)	\$ (69,562)	\$ 48,298

COMPANY NAME

SUPPLEMENTAL FINANCIAL DATA
Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	3/25/11			
Source of Loan	LANDOWNER			
ACC Decision No.				
Reason for Loan	Repair			
Dollar Amount Issued	\$30,000	\$	\$	\$
Amount Outstanding	\$ 0	\$	\$	\$
Date of Maturity	3/24/12			
Interest Rate	6.5 %	%	%	%
Current Year Interest	\$ 488	\$	\$	\$
Current Year Principle	\$ 0	\$	\$	\$

Meter Deposit Balance at Test Year End

\$ 12,127.30

Meter Deposits Refunded During the Test Year

\$ 3720.70

COMPANY NAME	ADAMAN Mutual WATER CO
Name of System:	ADEQ Public Water System Number: 07001

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-620807.000	Abandoned					

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
ADAMAN I WDD # 36	1250	158303

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
10	1	3	
15	1		
30	1		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
200,000	1	3,000	1

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

COMPANY NAME ADAMAN MUTUAL WATER COMPANY
 Name of System: ADEQ Public Water System Number: 07001

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2		
3		
4	ACP & PVC	34,920
5		
6	PVC	10,365
8	PVC	2,600
10		
12	PVC	160

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	26
3/4	36
1	143
1 1/2	30
2	14
Comp. 3	
Turbo 3	2
Comp. 4	
Turbo 4	1
Comp. 6	
Turbo 6	1

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

TREATMENT EQUIPMENT:

2 5GPH Chemical Metering Pumps
100 Gal Solution Tank
Chlorine Residual Test Kit
Sand Filters
Arsenic Treatment Plant

STRUCTURES:

Chlorine House
Fences, Signs

OTHER:

Power Generator Meters
Computer Eqpt and Software
Tools
Pumping Eqpt
Well

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

COMPANY NAME: Adaman Mutual Water Co
 Name of System: _____ ADEQ Public Water System Number: 07001

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2012

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	260	6612		7368
FEBRUARY	259	7354		8637
MARCH	259	9119		9629
APRIL	261	10449		12,444
MAY	261	13674		13,870
JUNE	261	16126		16,704
JULY	261	12923		14,916
AUGUST	261	14136		15,755
SEPTEMBER	263	11834		13,261
OCTOBER	262	11229		12,478
NOVEMBER	262	9788		10,931
DECEMBER	263	9444		11,777
TOTALS →		132,688		

What is the level of arsenic for each well on your system? 102 Raw
(If more than one well, please list each separately.) .0048 mg/l Treated

If system has fire hydrants, what is the fire flow requirement? _____ GPM for _____ 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: _____

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

COMPANY NAME:	<i>Adaman Mutual Water Co</i>		
Name of System:	ADEQ Public Water System Number:		

UTILITY SHUTOFFS / DISCONNECTS

MONTH	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	OTHER
JANUARY	<i>0</i>	<i>0</i>	
FEBRUARY			
MARCH			
APRIL			
MAY			
JUNE			
JULY			
AUGUST			
SEPTEMBER			
OCTOBER			
NOVEMBER			
DECEMBER			
TOTALS →			

OTHER (description):

COMPANY NAME Adamsan Mutual Water Co YEAR ENDING 12/31/2012

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2012 was: \$ 11,643.88

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 15 2013

AZ CORP COMM
Director - Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	<u>MARICOPA</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>David Schofield, General Mgr</u>
COMPANY NAME	<u>Adaman Mutual Water CO</u>

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

FOR THE YEAR ENDING

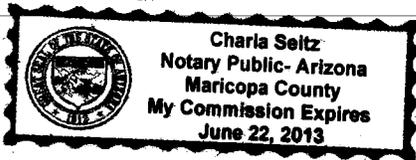
MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2012</u>

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.



David Schofield
SIGNATURE OF OWNER OR OFFICIAL

623 935-2837
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)

Charla Seltz
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES June 22, 2013

COMPANY NAME Adaman Mutual Water Co

YEAR ENDING 12/31/2012

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported _____
Estimated or Actual Federal Tax Liability 0

State Taxable Income Reported _____
Estimated or Actual State Tax Liability 0

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances N/A
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.

Mathieu Etchart
SIGNATURE

4-11-13
DATE

Mathieu ETchart
PRINTED NAME

President
TITLE

RECEIVED

APR 15 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>MARICOPA</u>
NAME (OWNER OR OFFICIAL) TITLE <u>David Schofield</u>
COMPANY NAME <u>Adamant Mutual Water Co.</u>

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

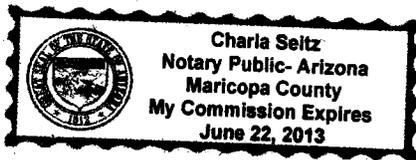
FOR THE YEAR ENDING

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>454,725</u>

(THE AMOUNT IN BOX ABOVE INCLUDES \$ 24,564 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)

David Schofield
SIGNATURE OF OWNER OR OFFICIAL
623 935-2837
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 11th DAY OF

(SEAL)

COUNTY NAME <u>MARICOPA</u>
MONTH <u>ARRIL</u> 2013

Charla Seitz
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES JUNE 22, 2013

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

RECEIVED

APR 15 2013

AZ CORP COMM
Director - Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <i>Maricopa</i>	
NAME (OWNER OR OFFICIAL) <i>David Schofield</i>	TITLE <i>General Mgr/Treasurer</i>
COMPANY NAME <i>Adaman Mutual Water Co</i>	

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.

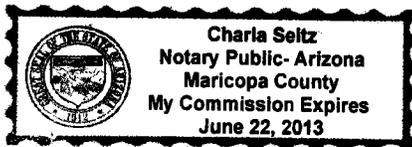
SWORN STATEMENT

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
<i>\$ 134,135</i>

THE AMOUNT IN BOX AT LEFT INCLUDES \$ 9358 IN SALES TAXES BILLED, OR COLLECTED)

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



David Schofield
SIGNATURE OF OWNER OR OFFICIAL
623 935-2837
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

<i>11th</i>

DAY OF

NOTARY PUBLIC NAME <i>Charla Seltz</i>	
COUNTY NAME <i>Maricopa</i>	
MONTH <i>April</i>	20 <u>13</u>

(SEAL)

MY COMMISSION EXPIRES June 22, 2013

Charla Seltz
SIGNATURE OF NOTARY PUBLIC