

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

W-02465A

Bella Vista Water Company, Inc.
12725 W. Indian School Rd., Ste. D101
Avondale, AZ 85392

RECEIVED

MAY 14 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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5-15-13

Statutory Agent: CT Corporation System

(Name)

3225 N. Central Avenue
(Street)

Phoenix
(City)

Arizona
(State)

85012
(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:

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**BELLA VISTA WATER CO., INC.****UTILITY PLANT IN SERVICE**

Acct. No.	DESCRIPTION	Original Cost (OD)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights	327,399		327,399
304	Structures and Improvements	2,377,093	530,548	1,846,545
307	Wells and Springs	1,253,438	639,208	614,230
311	Pumping Equipment	2,272,031	1,762,126	509,905
320	Water Treatment Equipment	97,330	49,098	48,232
330	Distribution Reservoirs and Standpipes	2,430,738	993,822	1,436,916
331	Transmission and Distribution Mains	13,998,022	4,483,450	9,514,572
333	Services	1,756,514	921,415	835,099
334	Meters and Meter Installations	1,494,813	2,004,797	(509,985)
335	Hydrants	1,021,508	344,326	677,182
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	79,239	21,286	57,953
340	Office Furniture and Equipment	421,413	293,973	127,439
341	Transportation Equipment	302,615	271,017	31,598
343	Tools, Shop and Garage Equipment	203,932	133,116	70,817
344	Laboratory Equipment			
345	Power Operated Equipment	31,548	8,148	23,400
346	Communication Equipment	419,910	237,121	182,789
347	Miscellaneous Equipment	117,607	101,686	15,921
348	Other Tangible Plant			
	TOTALS	28,605,152	12,795,138	15,810,014

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

COMPANY NAME**BELLA VISTA WATER CO., INC.****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	327,399		0
304	Structures and Improvements	2,377,093		1,539,361
307	Wells and Springs	1,253,438		27,811
311	Pumping Equipment	2,272,031		(425,329)
320	Water Treatment Equipment	97,330		(17,514)
330	Distribution Reservoirs and Standpipes	2,430,738		15,207
331	Transmission and Distribution Mains	13,998,022		(326,952)
333	Services	1,756,514		11,604
334	Meters and Meter Installations	1,494,813		(66,293)
335	Hydrants	1,021,508		12,120
336	Backflow Prevention Devices			0
339	Other Plant and Misc. Equipment	79,239		(3,850)
340	Office Furniture and Equipment	421,413		(7,003)
341	Transportation Equipment	302,615		(20,960)
343	Tools, Shop and Garage Equipment	203,932		4,447
344	Laboratory Equipment			0
345	Power Operated Equipment	31,548		294
346	Communication Equipment	419,910		17,379
347	Miscellaneous Equipment	117,607		(2,661)
348	Other Tangible Plant			0
	Less: CIAC Amortization			(20,592)
	TOTALS	28,605,152		737,068

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

Half-year convention used on asset additions.

COMPANY NAME

BELLA VISTA WATER CO., INC.

BALANCE SHEET

Acct. No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 13,313	\$ 420,243
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	461,985	503,060
146	Notes/Receivables from Associated Companies	0	0
151	Plant Material and Supplies		
162	Prepayments	3,250	3,078
174	Miscellaneous Current and Accrued Assets	230,273	165,275
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 708,821	\$ 1,091,657
	FIXED ASSETS		
101	Utility Plant in Service	\$ 29,048,509	\$ 28,605,152
103	Property Held for Future Use		
105	Construction Work in Progress	(1,561,083)	185,608
108	Accumulated Depreciation - Utility Plant	12,037,479	12,795,138
121	Non-Utility Property		
122	Accumulated Depreciation - Non Utility		
	TOTAL FIXED ASSETS	\$ 15,449,948	\$ 15,995,622
	TOTAL ASSETS	\$ 16,158,769	\$ 17,087,278

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

COMPANY NAME**BELLA VISTA WATER CO., INC.****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)	125,978	131,366
234	Notes/Accounts Payable to Associated Companies	(358,648)	(1,058,251)
235	Customer Deposits	232,471	143,112
236	Accrued Taxes	96,727	39,582
237	Accrued Interest	21,643	24,229
241	Miscellaneous Current and Accrued Liabilities	34,379	71,358
	TOTAL CURRENT LIABILITIES	\$ 152,551	\$ (648,605)
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	1,050,118	916,052
	DEFERRED CREDITS		
251	Unamortized Premium on Debt		
252	Advances in Aid of Construction	8,857,722	9,433,945
255	Accumulated Deferred Investment Tax Credits	211,054	211,054
271	Contributions in Aid of Construction	546,045	927,728
272	Less: Amortization of Contributions	299,895	320,487
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ 9,314,925	\$ 10,252,239
	TOTAL LIABILITIES	\$ 10,517,594	\$ 10,519,686
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 1,520,080	\$ 1,520,080
211	Paid in Capital in Excess of Par Value	377,948	377,948
215	Retained Earnings	3,743,147	4,669,564
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 5,641,175	\$ 6,567,592
	TOTAL LIABILITIES AND CAPITAL	\$ 16,158,769	\$ 17,087,279

COMPANY NAME**BELLA VISTA WATER CO., INC.****COMPARATIVE STATEMENT OF INCOME AND EXPENSE**

Acct. No.	OPERATING REVENUES	2011	2012
		PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 4,212,814	\$ 4,430,419
460	Unmetered Water Revenue		
474	Other Water Revenues	92,232	93,095
	TOTAL REVENUES	\$ 4,305,046	\$ 4,523,515
	OPERATING EXPENSES		
601	Salaries and Wages		
610	Purchased Water	6,685	2,027
615	Purchased Power	556,880	566,105
618	Chemicals	10,357	16,245
620	Repairs and Maintenance		
621	Office Supplies and Expense		
630	Outside Services	1,424,111	910,864
635	Water Testing	40,373	15,159
736	Contractual Services - Other		790,722
641	Rents	6,017	6,617
650	Transportation Expenses	73,479	90,318
657	Insurance - General Liability	41,989	50,452
659	Insurance - Health and Life		
666	Regulatory Commission Expense - Rate Case		64,998
675	Miscellaneous Expense	519,964	102,960
403	Depreciation Expense	551,685	737,068
408	Taxes Other Than Income		
408.11	Property Taxes	138,419	151,775
409	Income Tax	255,648	0
	TOTAL OPERATING EXPENSES	\$ 3,625,607	\$ 3,505,310
	OTHER INCOME/EXPENSE		
419	Interest and Dividend Income	\$ -	\$ -
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	89,134	91,787
	TOTAL OTHER INCOME/EXP	\$ (89,134)	\$ (91,787)
	NET INCOME/(LOSS)	\$ 590,305	\$ 926,417

COMPANY NAME BELLA VISTA WATER CO., INC.

SUPPLEMENTAL FINANCIAL DATA
Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	Varies	05/17/1993	10/15/1995	07/24/1994
Source of Loan	WIFA # 2	Note PLR BVR/RC-3	Note PLR BVR/RC-4	Note PLR BVR CCCII
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$2,100,000	\$54,801	\$49,589	\$21,063
Amount Outstanding	\$1,184,348	\$4,962	\$8,794	\$7,035
Date of Maturity	06/01/2021	01/15/2013	01/15/2016	01/15/2014
Interest Rate	6.26%	7.30%	6.91%	7.16%
Current Year Interest	\$77,296	\$362	\$608	\$292
Current Year Principle	\$107,044	\$4,935	\$4,040	\$1,721

COMPANY NAME BELLA VISTA WATER CO., INC.

SUPPLEMENTAL FINANCIAL DATA
Long-Term Debt

	LOAN #5	LOAN #6	LOAN #7	LOAN #8
Date Issued	Varies			
Source of Loan	WIFA # 1			
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$173,526		\$	\$
Amount Outstanding	\$80,185		\$	\$
Date of Maturity	09/01/2018			
Interest Rate	6.10 %		%	%
Current Year Interest	\$5,451		\$	\$
Current Year Principle	\$9,771		\$	\$

Meter Deposit Balance at End of 2012	\$303,232.63
Meter Deposits Refunded During 2012	\$66,934.62

COMPANY NAME Bella Vista Water Co., Inc.

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled	
55-610120	1	40	240	640	12	4	1956
55-610121	2	50	300	649	12	4	1958
55-610122	3	50	200	605	12	6	1968
55-610123	5	50	300	620	14	4	1972
55-610125	7	100	470	475	16	6	1968
55-610126	8	60	350	645	12	6	1954
55-610127	9	15	65	618	8	3	1954
55-610128	10	15	40	630	10	3	1956
55-610129	11	60	300	696	12	4	1956
55-610130	12	60	200	805	16	4	1972
55-610131	13	75	230	867	16	6	1978
55-610132	14	75	450	600	16	6	1972
55-610133	15	50	300	700	16	4	1972
55-610134	16	50	300	501	12	4	1960
55-518083	18	250	1200	1000	16	10	1987
55-519004	19	125	700	1000	16	8	1987
55-560741	VV1	15	200	400	8	4	1997
55-560742	VV2	15	200	385	8	4	1997
55-610119	STUMP	5	25	250	6	2	1982
55-805652	ASH	5	40	80	8	2	1989
55-536074	RO # 1	1	15	160	8	1	1992
55-553209	WHORSE	7.5	25	608	12	4	1997
55-597128	RO # 2	1.5	20	305	6	2	2003
55-583389	RO # 3	5	25	500	8	1	2001
55-508962	NV16	5	30	215	6	2	1984
55-507217	NV15	5	40	205	6	2	1984
55-642087	NV 3	3	20	243	6	2	1958
55-624091	NV 9	3	12	287	6	1.5	1959
55-200-402	NV17	7.5	17	790	8	2.5	2004
55-203881		15	70	800	8	3	2004
55-641821	NV10	2	17	154	4	1	Unknown

* 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
30	6	668	8
25	2		
20	18		
15	10		
10	0		
5	6		
2	6		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
200,000	5	5,000	18
400,000	4	6,000	3
200,000	3	5,000	4
400,000	1		
200,000	1	5,000	6
35,000	1	2,000	1
100,000	4		
1,500,000	2		
200,000	1	5,000	1
17,000	1	1,000	5
7,000	1	5,000	1
100,000	1		
32,000	1	1,000	1
16,000	2	6,600	1
80,000	1	2,000	1
7,000	3	150	4
200,000	1	1,000	2
3,300	1	5,000	2
49,700	1		
17,500	2		
7,900	1		
10,000	1		
211,000	1		

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

COMPANY NAME: Bella Vista Water Co., Inc.
Name of System ADEQ Public Water System Number (if applicable)

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2012

MONTH/YEAR	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLONS PUMPED	GALLONS PURCHASED
JANUARY	9,088	68,275,180	63,430,610	
FEBRUARY	9,096	63,738,207	61,873,330	
MARCH	9,111	72,044,982	83,909,850	
APRIL	9,130	82,180,168	98,920,560	
MAY	9,160	92,713,674	113,377,281	
JUNE	9,170	116,590,080	119,427,487	
JULY	9,198	107,555,841	98,670,450	
AUGUST	9,206	84,607,630	95,590,370	
SEPTEMBER	9,209	86,873,636	86,615,780	
OCTOBER	9,200	81,611,704	95,524,160	
NOVEMBER	9,204	84,376,537	79,979,990	
DECEMBER	9,208	74,197,263	72,471,340	
TOTALS →		1,014,764,902	1,069,791,208	

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? 1300 GPM 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: _____

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

COMPANY NAME Bella Vista Water Co., Inc. YEAR ENDING 12/31/2012

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2012 was: \$ 151,775

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

MAY 17 2013

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) Cochise	ACC UTILITIES DIRECTOR
NAME (OWNER OR OFFICIAL) TITLE Greg Sorensen, Vice President	
COMPANY NAME Bella Vista Water Co., 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

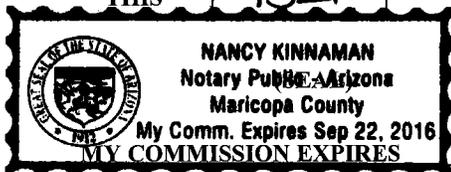
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

COUNTY NAME	Maricopa	
MONTH	May	2013

THIS

13th

DAY OF




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) Cochise
NAME (OWNER OR OFFICIAL) TITLE Greg Sorensen, Vice President
COMPANY NAME Bella Vista Water Co., 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>4,523,515</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

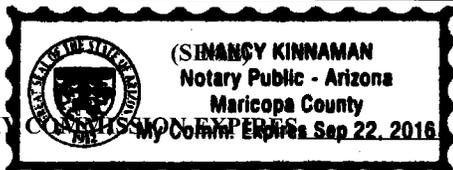
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 13th DAY OF

COUNTY NAME	<u>Maricopa</u>
MONTH	<u>May</u> , 20 <u>13</u>




SIGNATURE OF NOTARY PUBLIC

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

RECEIVED

MAY 17 2013

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME) Cochise		ACC UTILITIES DIRECTOR	
NAME (OWNER OR OFFICIAL) Greg Sorensen	TITLE Vice President		
COMPANY NAME Bella Vista Water Co., 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>2,529,886</u>
--

THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 359,718
IN SALES TAXES BILLED, OR COLLECTED)

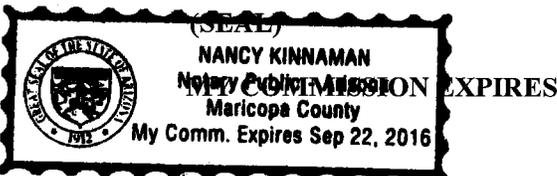
*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.

Greg Sorensen
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

NOTARY PUBLIC NAME <u>Nancy Kinnaman</u>	
COUNTY NAME <u>Maricopa</u>	
MONTH <u>May</u>	, 20 <u>13</u>



X *Nancy Kinnaman*
SIGNATURE OF NOTARY PUBLIC