

**ARIZONA CORPORATION COMMISSION**  
**UTILITIES DIVISION**

**ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY**

Kyllo Development Corp.  
DBA  
Bradshaw Mountainview Water Co.  
PO Box 10593  
Sedona, AZ 86339

W-02089A

RECEIVED

APR 17 2013

AZ CORP COMM  
Director - Utilities

**ANNUAL REPORT**  
**Water**

**FOR YEAR ENDING**

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

FOR COMMISSION USE

ANN 04	12
--------	----

4-23-13

## COMPANY INFORMATION

<b>Company Name (Business Name)</b> Bradshaw Mountainview Water Co.			
<b>Mailing Address</b> PO Box 10593			
(Street)			
Sedona	AZ	86339	
(City)	(State)	(Zip)	
800-315-5333			
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
<b>Email Address</b> timkyllo@msn.com			
<b>Local Office Mailing Address</b>			
(Street)			
(City)	(State)	(Zip)	
Local Office Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
<b>Email Address</b>			

## MANAGEMENT INFORMATION

<input type="checkbox"/> <b>Regulatory Contact:</b>			
<input type="checkbox"/> <b>Management Contact:</b> Tim Kylo			
(Name)		President	
(Title)			
PO Box 10593	Sedona	AZ	86339
(Street)	(City)	(State)	(Zip)
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
<b>Email Address</b>			
<b>On Site Manager:</b> Same			
(Name)			
(Street)	(City)	(State)	(Zip)
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
<b>Email Address</b>			

**Statutory Agent:** Tim Kylo

(Name)

PO Box 10593

Sedona

AZ

86339

(Street)

(City)

(State)

(Zip)

520-624-1460

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

**Attorney:** \_\_\_\_\_

(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**

Bradshaw Mountainview Water Co.

**UTILITY PLANT IN SERVICE**

<b>Acct. No.</b>	<b>DESCRIPTION</b>	<b>Original Cost (OC)</b>	<b>Accumulated Depreciation (AD)</b>	<b>O.C.L.D. (OC less AD)</b>
301	Organization	10,271	10,271	
302	Franchises			
303	Land and Land Rights	5,500		5,500
304	Structures and Improvements	26,702	13,887	12,815
307	Wells and Springs	114,710	55,673	59,037
311	Pumping Equipment	132,040	103,402	28,638
320	Water Treatment Equipment	1,735	1,735	0
330	Distribution Reservoirs and Standpipes	39,904	27,171	12,733
331	Transmission and Distribution Mains	1,257,276	313,804	943,472
333	Services	235,209	107,914	127,295
334	Meters and Meter Installations	52,116	52,116	0
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	123,419	18,510	104,909
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment	1,600	1,600	0
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	<b>TOTALS</b>	<b>2,000,482</b>	<b>706,082</b>	<b>1,294,399</b>

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

**COMPANY NAME**

Bradshaw Mountainview Water

**CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR**

<b>Acct. No.</b>	<b>DESCRIPTION</b>	<b>Original Cost (1)</b>	<b>Depreciation Percentage (2)</b>	<b>Depreciation Expense (1x2)</b>
301	Organization	10,271		
302	Franchises			
303	Land and Land Rights	5,500		
304	Structures and Improvements	26,702	3.33%	889
307	Wells and Springs	114,710	3.33%	3,820
311	Pumping Equipment	132,040	12.5%	16,505
320	Water Treatment Equipment	1,735		
330	Distribution Reservoirs and Standpipes	39,904	2.22%	886
331	Transmission and Distribution Mains	1,257,276	2.0%	25,145
333	Services	235,209	3.33%	7,832
334	Meters and Meter Installations	52,116	8.33%	4,341
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	123,419	5.0%	6,170
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	<b>TOTALS</b>	<b>2,064,482</b>		<b>66,868</b>

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

**BALANCE SHEET**

<b>Acct No.</b>	<b>ASSETS</b>	<b>BALANCE AT BEGINNING OF YEAR</b>	<b>BALANCE AT END OF YEAR</b>
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash	\$ 6,657	\$ 1,105
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable		
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	<b>\$ 6,657</b>	<b>\$ 1,105</b>
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service	\$ 2,060,450	\$ 2,064,482
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	650,044	706,082
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	<b>TOTAL FIXED ASSETS</b>	<b>\$ 1,404,906</b>	<b>\$ 1,358,400</b>
	<b>TOTAL ASSETS</b>	<b>\$ 1,411,563</b>	<b>\$ 1,359,505</b>

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

**BALANCE SHEET (CONTINUED)**

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>LIABILITIES</b>		
	<b>CURRENT LIABILITES</b>		
231	Accounts Payable	\$	\$
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	32,107	31,159
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	<b>TOTAL CURRENT LIABILITIES</b>	\$ 32,107	\$ 31,159
	<b>LONG-TERM DEBT (Over 12 Months)</b>		
224	Long-Term Notes and Bonds	\$ 55,879	\$ 42,581
	<b>DEFERRED CREDITS</b>		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction	1,395,065	1,395,665
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	12,000	12,000
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	<b>TOTAL DEFERRED CREDITS</b>	\$	\$
	<b>TOTAL LIABILITIES</b>	\$ 1,407,065	\$ 1,407,665
	<b>CAPITAL ACCOUNTS</b>		
201	Common Stock Issued	\$ 5,000	\$ 5000
211	Paid in Capital in Excess of Par Value	40,000	40,000
215	Retained Earnings	(93,844)	(93,160)
218	Proprietary Capital (Sole Props and Partnerships)		
	<b>TOTAL CAPITAL</b>	\$	\$
	<b>TOTAL LIABILITIES AND CAPITAL</b>	\$ 1,411,563	\$ 1,359,505

**COMPARATIVE STATEMENT OF INCOME AND EXPENSE**

<b>Acct. No.</b>	<b>OPERATING REVENUES</b>	<b>PRIOR YEAR</b>	<b>CURRENT YEAR</b>
461	Metered Water Revenue	\$ 240,032	\$ 232,823
460	Unmetered Water Revenue		
474	Other Water Revenues	3,640	3,420
	<b>TOTAL REVENUES</b>	<b>\$ 243,673</b>	<b>\$ 236,243</b>
	<b>OPERATING EXPENSES</b>		
601	Salaries and Wages	\$	\$
610	Purchased Water		
615	Purchased Power	26,898	31,637
618	Chemicals	17,000	4,700
620	Repairs and Maintenance	31,370	21,274
621	Office Supplies and Expense		
630	Outside Services	112,717	129,822
635	Water Testing	2,622	4,290
641	Rents		
650	Transportation Expenses		
657	Insurance – General Liability	4,500	4,500
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	1,500	1,500
403	Depreciation Expense	66,481	66,868
408	Taxes Other Than Income		
408.11	Property Taxes	10,539	11,482
409	Income Tax		
	<b>TOTAL OPERATING EXPENSES</b>	<b>\$ 273,627</b>	<b>\$ 276,073</b>
	<b>OPERATING INCOME/(LOSS)</b>	<b>\$ (29,955)</b>	<b>\$ (39,830)</b>
	<b>OTHER INCOME/(EXPENSE)</b>		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	4,689	3,450
	<b>TOTAL OTHER INCOME/(EXPENSE)</b>	<b>\$</b>	<b>\$</b>
	<b>NET INCOME/(LOSS)</b>	<b>\$ (34,644)</b>	<b>\$ (43,280)</b>

<b>COMPANY NAME</b>	Bradshaw Mountainview Water Co.
---------------------	---------------------------------

**SUPPLEMENTAL FINANCIAL DATA**  
**Long-Term Debt**

	<b>LOAN #1</b>	<b>LOAN #2</b>	<b>LOAN #3</b>	<b>LOAN #4</b>
Date Issued	1/1/1986			
Source of Loan	SVD			
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$ 223,000	\$	\$	\$
Amount Outstanding	\$ 42,581	\$	\$	\$
Date of Maturity				
Interest Rate	7 %	%	%	%
Current Year Interest	\$ 3,450	\$	\$	\$
Current Year Principle	\$ 14,549	\$	\$	\$

Meter Deposit Balance at Test Year End \$ 19,867

Meter Deposits Refunded During the Test Year \$ 1,846

<b>COMPANY NAME</b>	Bradshaw Mountainview Water Co		
<b>Name of System:</b>	Bradshaw Mountainview	<b>ADEQ Public Water System Number:</b>	13-062

**WATER COMPANY PLANT DESCRIPTION**

**WELLS**

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-906853	5	45	302	8	2	2007
55-581901	7.5	90	300	7	2	2000
55-610557	7.5	90	300	8	2	2002
55-900547	15	100	305	8	3	2001
55-584368	15	100	630	8	3	2002

\* 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
10	1	15	
20	1		
15	2		
30	2		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
135,000	1		
125,000	1		
65,000	1		

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

<b>COMPANY NAME</b>	Kyllo Development Corp		
<b>Name of System:</b>	Bradshaw Mountainview Water	<b>ADEQ Public Water System Number:</b>	13-062

**WATER COMPANY PLANT DESCRIPTION (CONTINUED)**

**MAINS**

Size (in inches)	Material	Length (in feet)
2		
3	PVC	3,500
4	PVC	11,500
5		
6	PVC42,768	42,768
8	PVC	20,000
10		
12		

**CUSTOMER METERS**

Size (in inches)	Quantity
5/8 X 3/4	182
3/4	384
1	3
1 1/2	4
2	7
<b>Comp. 3</b>	3
<b>Turbo 3</b>	
<b>Comp. 4</b>	1
<b>Turbo 4</b>	
<b>Comp. 6</b>	
<b>Turbo 6</b>	

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

**TREATMENT EQUIPMENT:**

LIQUID CHLORINE INJECTOR PUMPS AND TANKS

---

---

---

---

---

---

---

---

**STRUCTURES:**

FENCED LOTS STORAGE TANKS EQUIPMENT BLDG

---

---

---

---

---

---

---

---

**OTHER:**

15 KW SOLAR SYSTEM

---

---

---

---

---

---

---

---

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

<b>COMPANY NAME:</b>	Bradshaw Mountainview Water Co		
<b>Name of System:</b>	Bradshaw Mountainview	<b>ADEQ Public Water System Number:</b>	13-062

**WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2012**

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	583	2,556	2,837	
FEBRUARY	572	3,631	3,678	
MARCH	582	4,116	4,609	
APRIL	579	4,439	5,016	
MAY	584	5,459	5,731	
JUNE	587	4,232	4,528	
JULY	588	3,476	3,684	
AUGUST	594	3,386	3,555	
SEPTEMBER	595	3,378	3,648	
OCTOBER	593	3,537	3,784	
NOVEMBER	600	2,893	3,008	
DECEMBER	601	2,589	2,796	
<b>TOTALS →</b>		43,783	46,874	

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

If system has fire hydrants, what is the fire flow requirement?   500   GPM for   1   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.***

<b>COMPANY NAME:</b> Kylo Development Corp
<b>Name of System:</b> Bradshaw Mountainview Water <b>ADEQ Public Water System Number:</b> 13-062

**UTILITY SHUTOFFS / DISCONNECTS**

<b>MONTH</b>	<b>Termination without Notice R14-2-410.B</b>	<b>Termination with Notice R14-2-410.C</b>	<b>OTHER</b>
JANUARY		3	
FEBRUARY		4	
MARCH		7	
APRIL		6	
MAY		10	
JUNE		7	
JULY		8	
AUGUST		6	
SEPTEMBER		11	
OCTOBER		10	
NOVEMBER		9	
DECEMBER		7	
<b>TOTALS →</b>		88	

OTHER (description):

---



---



---



---



---



---



---

**PROPERTY TAXES**

Amount of actual property taxes paid during Calendar Year 2012 was: \$ 11,482

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 17 2013

AZ CORP COMM  
Director - Utilities

**VERIFICATION**

STATE OF ARIZONA

**I, THE UNDERSIGNED  
OF THE**

COUNTY OF (COUNTY NAME)	YAVAPAI
NAME (OWNER OR OFFICIAL) TITLE	TIM KYLLO
COMPANY NAME	KYLLO DEVELOPMENT CORP DBA BRADSHAW MOUNTAINVIEW WATER CO

**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.**

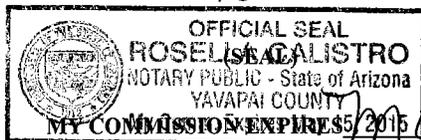
  
\_\_\_\_\_  
SIGNATURE OF OWNER OR OFFICIAL  
520-624-1460  
\_\_\_\_\_  
TELEPHONE NUMBER

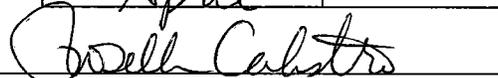
**SUBSCRIBED AND SWORN TO BEFORE ME**

**A NOTARY PUBLIC IN AND FOR THE COUNTY OF**

**THIS** 15<sup>th</sup> **DAY OF**

COUNTY NAME	Yavapai
MONTH	April
	2013



  
\_\_\_\_\_  
SIGNATURE OF NOTARY PUBLIC

*May 15, 2015*

COMPANY NAME Bradshaw Mountainview Water Co

YEAR ENDING 12/31/2012

**INCOME TAXES**

For this reporting period, provide the following:

Federal Taxable Income Reported n/a S- Corp  
Estimated or Actual Federal Tax Liability \_\_\_\_\_

State Taxable Income Reported \_\_\_\_\_  
Estimated or Actual State Tax Liability \_\_\_\_\_

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**

\_\_\_\_\_  
**DATE**

\_\_\_\_\_  
**PRINTED NAME**

\_\_\_\_\_  
**TITLE**

RECEIVED

APR 17 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)	Yavapai
NAME (OWNER OR OFFICIAL) TITLE	Tim Kylo
COMPANY NAME	Kylo Development Corp. dba Bradshaw Mountainview Water Co.

**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.**

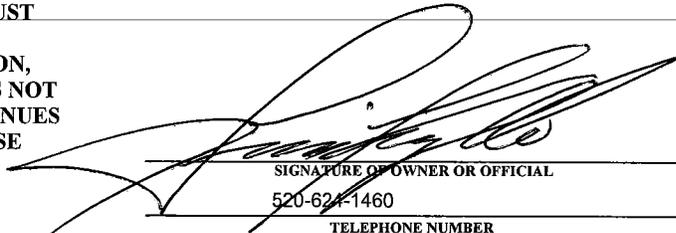
**SWORN STATEMENT**

**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>251,511</u>

**(THE AMOUNT IN BOX ABOVE  
INCLUDES \$ 15,268  
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)**



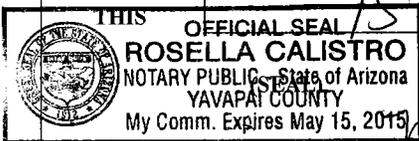
\_\_\_\_\_  
SIGNATURE OF OWNER OR OFFICIAL

520-624-1460  
TELEPHONE NUMBER

**SUBSCRIBED AND SWORN TO BEFORE ME**

**A NOTARY PUBLIC IN AND FOR THE COUNTY OF**

COUNTY NAME	Yavapai
MONTH	April .2013



**THIS** 15th **DAY OF** May **2015**  
**MY COMMISSION EXPIRES**



\_\_\_\_\_  
SIGNATURE OF NOTARY PUBLIC

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

RECEIVED

APR 17 2013

AZ CORP COMM  
Director - Utilities

**VERIFICATION**

**STATE OF ARIZONA**

**I, THE UNDERSIGNED**

**OF THE**

<small>COUNTY OF (COUNTY NAME)</small> Yavapai	
<small>NAME (OWNER OR OFFICIAL)</small> Tim Kylo	<small>TITLE</small> President
<small>COMPANY NAME</small> Kyllo Development Corp dba Bradshaw Mountainview Water Co	

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

**FOR THE YEAR ENDING**

<small>MONTH</small>	<small>DAY</small>	<small>YEAR</small>
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.

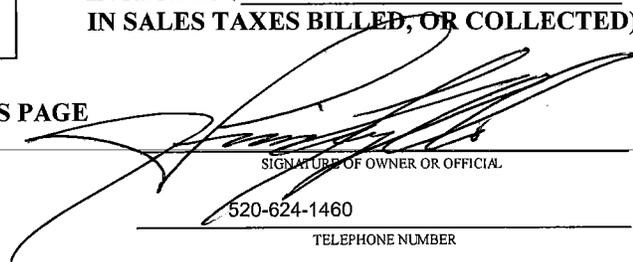
**SWORN STATEMENT**

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:

<small>ARIZONA INTRASTATE GROSS OPERATING REVENUES</small>  \$ 203,723
--

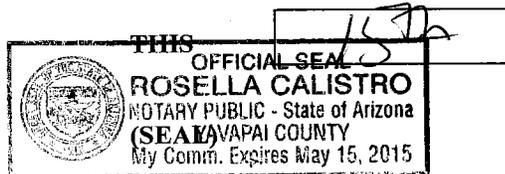
THE AMOUNT IN BOX AT LEFT  
INCLUDES \$ 12,367  
IN SALES TAXES BILLED, OR COLLECTED)

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

  
SIGNATURE OF OWNER OR OFFICIAL  
520-624-1460  
TELEPHONE NUMBER

**SUBSCRIBED AND SWORN TO BEFORE ME**

**A NOTARY PUBLIC IN AND FOR THE COUNTY OF**



**MY COMMISSION EXPIRES**

May 15, 2015

<small>NOTARY PUBLIC NAME</small> Rosella Calistro	
<small>COUNTY NAME</small> Yavapai	
<small>MONTH</small> April	<small>2013</small>

  
SIGNATURE OF NOTARY PUBLIC