

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL - MAKE CHANGES AS NECESSARY

W-02113A

Chaparral City Water Company
12021 N. Panorama Drive
Fountain Hills, AZ 85268

****REVISED****

RECEIVED
JUN 20 2013
ACC UTILITIES DIRECTOR

ANNUAL REPORT
Water

FOR YEAR ENDING

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

FOR COMMISSION USE

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

6-20-13

COMPANY INFORMATION

Company Name (Business Name) <u>Chaparral City Water Company</u>			
Mailing Address <u>12021 N. Panorama Drive</u>			
<small>(Street)</small>			
<u>Fountain Hills</u>	<u>AZ</u>	<u>85268</u>	
<small>(City)</small>	<small>(State)</small>	<small>(Zip)</small>	
<u>(480) 837-3411</u>	<u>(480) 837-5310</u>		
<small>Telephone No. (Include Area Code)</small>	<small>Fax No. (Include Area Code)</small>	<small>Cell No. (Include Area Code)</small>	
Email Address <u>gbarber@epcor.com</u>			
Local Office Mailing Address <u>12021 N. Panorama Drive</u>			
<small>(Street)</small>			
<u>Fountain Hills</u>	<u>AZ</u>	<u>85268</u>	
<small>(City)</small>	<small>(State)</small>	<small>(Zip)</small>	
<u>(916) 853-3636</u>	<u>(916) 852-0171</u>	<u>(916) 801-3658</u>	
<small>Local Office Telephone No. (Include Area Code)</small>	<small>Fax No. (Include Area Code)</small>	<small>Cell No. (Include Area Code)</small>	
Email Address <u>gbarber@epcor.com</u>			

MANAGEMENT INFORMATION

<input type="checkbox"/> Regulatory Contact:			
<input type="checkbox"/> Management Contact: <u>Greg Barber</u> <u>Controller</u>			
<small>(Name)</small> <small>(Title)</small>			
<u>2355 W. Pinnacle Peak Road, Suite 300</u>	<u>Phoenix</u>	<u>AZ</u>	<u>85027</u>
<small>(Street)</small>	<small>(City)</small>	<small>(State)</small>	<small>(Zip)</small>
<u>(623) 445-2414</u>	<u>(623) 445-2451</u>	<u>(602) 402-0684</u>	
<small>Telephone No. (Include Area Code)</small>	<small>Fax No. (Include Area Code)</small>	<small>Cell No. (Include Area Code)</small>	
Email Address <u>gbarber@epcor.com</u>			
On Site Manager: <u>Don Long</u>			
<small>(Name)</small>			
<u>12012 N. Panorama Drive</u>	<u>Fountain Hills</u>	<u>AZ</u>	<u>85268</u>
<small>(Street)</small>	<small>(City)</small>	<small>(State)</small>	<small>(Zip)</small>
<u>(916) 853-3636</u>	<u>(916) 852-0171</u>	<u>(916) 801-3658</u>	
<small>Telephone No. (Include Area Code)</small>	<small>Fax No. (Include Area Code)</small>	<small>Cell No. (Include Area Code)</small>	
Email Address: <u>dlong3@epcor.com</u>			

Statutory Agent: United States Corporation Company
(Name)

2338 West Royal Palm Road Phoenix AZ 85022
(Street) (City) (State) (Zip)

Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Attorney: Martin Stanek
(Name)

2355 W. Pinnacle Peak Road, Suite 300 Phoenix AZ 85027
(Street) (City) (State) (Zip)

(623) 445-2427 N/A N/A
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email
Address mstanek@epcor.com

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 | | |

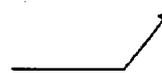
COMPANY NAME:

Chaparral City Water Company

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	0	-	0
302	Franchises	0	-	0
303	Land and Land Rights	1,554,591	-	1,554,591
304	Structures and Improvements	1,779,391	715,215	1,064,176
305	Collecting and Impounding Reservoirs	1,013,959	683,896	330,063
307	Wells and Springs	159,627	(9,316)	168,943
308	Infiltration Galleries	0	-	0
309	Supply Mains	2,201,526	1,477,462	724,064
310	Power Production Equipment	0	-	0
311	Pumping Equipment	5,926,668	5,016,103	910,565
320	Water Treatment Equipment	6,551,094	1,503,631	5,047,462
330	Distribution Reservoirs and Standpipes	4,989,253	1,529,748	3,459,505
331	Transmission and Distribution Mains	24,395,984	8,476,530	15,919,454
332	Fire Mains	0	-	0
333	Services	10,890,767	2,551,906	8,338,861
334	Meters and Meter Installations	2,916,068	2,423,379	492,689
335	Hydrants	2,019,913	413,305	1,606,608
336	Backflow Prevention Devices	0	-	0
339	Other Plant and Misc. Equipment	184,742	99,205	85,537
340	Office Furniture and Equipment	305,068	226,216	78,852
341	Transportation Equipment	494,662	494,662	0
342	Stores Equipment	0	-	0
343	Tools, Shop and Garage Equipment	190,662	88,854	101,808
344	Laboratory Equipment	0	-	0
345	Power Operated Equipment	0	-	0
346	Communication Equipment	43,326	43,326	0
347	Miscellaneous Equipment	0	-	0
348	Other Tangible Plant	0	-	0
	Reg Asset AFUDC Debt	0	-	0
	TOTALS	65,617,301	25,734,123	39,883,178

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



COMPANY NAME:

Chaparral City Water Company

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	0	0.00%	0
302	Franchises	0	0.00%	0
303	Land and Land Rights	1,554,591	0.00%	0
304	Structures and Improvements	1,779,391	3.33%	59,407
305	Collecting and Impounding	1,013,959	2.50%	25,334
307	Wells and Springs	159,627	3.33%	4,953
309	Supply Mains	2,201,526	2.00%	44,031
311	Pumping Equipment	5,926,668	12.50%	734,041
320	Water Treatment Equipment	6,551,094	3.33%	216,765
330	Distribution Reservoirs and Standpipes	4,989,253	2.22%	110,761
331	Transmission and Distribution Mains	24,395,984	2.00%	481,903
333	Services	10,890,767	3.33%	362,662
334	Meters and Meter Installations	2,916,068	8.33%	242,908
335	Hydrants	2,019,913	2.00%	40,398
339	Other Plant and Misc. Equipment	184,742	6.67%	8,687
340	Office Furniture and Equipment	305,068	6.67%	20,415
341	Transportation Equipment	494,662	20.14%	-1,300
343	Tools, Shop and Garage Equipment	190,662	5.00%	8,549
344	Laboratory Equipment	0	0.00%	0
345	Power Operated Equipment	0	5.00%	0
346	Communication Equipment	43,326	10.00%	0
347	Miscellaneous Equipment	0	10.00%	0
348	Other Tangible Plant	0	0.00%	0
	Reg Asset AFUDC Debt	0		0
	TOTALS	65,617,301		2,359,516
	CIAC Amortization:			(427,360)
	Other Amortization:			(79,259)
	Net Depreciation & Amortization (Acct. No. 403)*			\$1,852,898

Note: *

(1) Depreciation expense is net of CIAC amortization

COMPANY NAME:

Chaparral City Water Company Revised 6/13/2013

BALANCE SHEET

Acct. No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$1,841,157	\$4,931,943
134	Working Funds	-	\$0
135	Temporary Cash Investments	-	\$0
141	Customer Accounts Receivable	450,341	\$473,164
146	Notes/Receivables from Associated Companies	23,638	\$19,981
151	Plant Material and Supplies	-	\$0
162	Prepayments	249,763	\$259,560
174	Miscellaneous Current and Accrued Assets	4,671,134	\$7,580,614
	TOTAL CURRENT AND ACCRUED ASSETS	\$7,236,032	\$13,265,262
	FIXED ASSETS		
101	Utility Plant in Service	\$64,384,389	\$65,617,301
103	Property Held for Future Use	-	\$0
105	Construction Work in Progress	339,219	\$1,612,943
108	Accumulated Depreciation - Utility Plant	(23,374,244)	(\$25,734,123)
121	Non-Utility Property	-	\$0
122	Accumulated Depreciation - Non Utility	-	\$0
	TOTAL FIXED ASSETS	\$41,349,364	\$41,496,121
	TOTAL ASSETS	\$48,585,397	\$54,761,383

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

COMPANY NAME

Chaparral City Water Company Revised 6/13/2013

BALANCE SHEET (CONTINUED)

Acct. No.	LIABILITIES	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT LIABILITES		
231	Accounts Payable	\$342,163	\$845,145
232	Notes Payable (Current Portion)	365,000	\$390,000
234	Notes/Accounts Payable to Associated Companies	315,434	\$4,486,128
236	Accrued Taxes	367,118	\$0
237	Accrued Interest	23,785	\$22,147
241	Miscellaneous Current and Accrued Liabilities	279,294	\$208,833
	TOTAL CURRENT LIABILITIES	\$1,692,794	\$5,952,253
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$4,935,000	\$4,545,000
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	-	\$0
235	Customer Deposits	208,350	\$148,869
252	Advances in Aid of Construction	4,626,636	\$4,008,916
255	Accumulated Deferred Investment Tax Credits	-	\$0
271	Contributions in Aid of Construction	14,563,916	\$15,167,681
272	Less: Amortization of Contributions	(2,102,591)	(\$2,529,950)
281	Accumulated Deferred Income Tax	1,279,250	\$0
253	Other Credits	527,578	\$519,491
	TOTAL DEFERRED CREDITS	\$19,103,138	\$17,315,007
	TOTAL LIABILITIES	\$25,730,932	\$27,812,260
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$4,603,140	\$4,603,140
211	Paid in Capital in Excess of Par Value	-	-
215	Retained Earnings	18,251,324	\$22,345,983
218	Proprietary Capital (Sole Props and Partnerships)	-	-
	TOTAL CAPITAL	\$22,854,464	\$26,949,123
	TOTAL LIABILITIES AND CAPITAL	\$48,585,397	\$54,761,383

WATER COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$8,866,157	\$9,020,447
460	Unmetered Water Revenue	-	\$0
474	Other Water Revenues	92,091	\$98,571
	TOTAL REVENUES	\$8,958,247	\$9,119,018
	OPERATING EXPENSES		
601	Salaries and Wages	\$948,467	\$1,199,528
610	Purchased Water	964,143	\$911,156
615	Purchased Power	553,148	\$574,066
618	Chemicals	130,479	\$113,673
620	Repairs and Maintenance	106,496	\$180,218
621	Office Supplies and Expense	18,012	\$59
630	Outside Services	470,647	\$517,504
635	Water Testing	28,290	\$0
641	Rents	-	\$1,504
650	Transportation Expenses	73,274	\$93,258
657	Insurance - General Liability	82,300	\$73,005
659	Insurance - Health and Life	234,530	\$208,064
666	Regulatory Commission Expense - Rate Case	64,013	\$107,099
675	Miscellaneous Expense	910,074	\$1,214,892
403	Depreciation Expense	1,880,295	\$1,852,898
408	Taxes Other Than Income	71,305	\$79,871
408.11	Property Taxes	193,640	\$219,269
409	Income Tax	1,259,949	(\$58,396)
414	Gain on settlement for removal of wells	(760,000)	\$0
	TOTAL OPERATING EXPENSES	\$7,229,061	\$7,287,668
	OPERATING INCOME/(LOSS)	\$1,729,187	\$1,831,350
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$575	\$8
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	(332,462)	(\$283,567)
	TOTAL OTHER INCOME/(EXPENSE)	(\$331,887)	(\$283,559)
	NET INCOME/(LOSS)	\$1,397,299	\$1,547,791

COMPANY NAME	Chaparral City Water Company
---------------------	------------------------------

SUPPLEMENTAL FINANCIAL DATA
Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	December 1997			
Source of Loan	IDA Bond 1997 A&B			
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$8,920,000	\$	\$	\$
Amount Outstanding	\$4,935,000	\$	\$	\$
Date of Maturity	December 2022			
Interest Rate	Range from 5.3% - 5.4%			
Current Year Interest	\$285,415	\$	\$	\$
Current Year Principle	\$390,000	\$	\$	\$

Meter Deposit Balance at Test Year End	<u>\$223,869</u>
Meter Deposits Refunded During the Test Year	<u>\$68,851</u>

COMPANY NAME Chaparral City Water Company

Revised 6/13/2013

Name of System:

ADEQ Public Water System Number: 07-017

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
**55-640784 (Well #8)	N/A	1,500	725	10 ¾	8	1970
**55-604785 (Well #9)	N/A	1,180	765	350-20/415-16	10	1970
55-604786 (Well #10)	350	1,100	738	450-20/288-16	10	1970
55-604787 (Well #11)	250	1,100	768	300-20/468-16	10	1972

* Arizona Department of Water Resources Identification Number

** Not in Service

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
CAP Water Treatment Plant II	10,417	2,083,493
Well #10	1,100	391

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
40	5	1,741	N/A
60	2		
75	7		
100 & 125	4		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
3.5	1	10,000	2
1.5	1	5,000	2
1.3	4	3,000	1
0.5 or less	3		

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

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2		
3		
4	Various	40,712
5		
6	Various	477,666
8	Various	316,617
10	Various	2,169
12	Various	207,235
16	Various	33,789
24	Various	4,474

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	
3/4	8,625
1	4,695
1 -1/2	175
2	153
3	67
4	10
6	5
TOTAL	13,730

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

TREATMENT EQUIPMENT:

Three 5 MGD capacity modules utilizing contact clarification-filtration process which consists of one adsorption clarifier and two granular media filters. Positive displacement pumps used to feed Aluminum chlorohydrate which is used as a primary coagulant and cationic polymer as a coagulant aid. Sodium hypochlorite used for disinfection.

STRUCTURES:

Treatment process modules (aka WTP 2), administration building, on site generator, on site 3.5 MG storage reservoir. Eight off site reservoir/booster stations.

OTHER:

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

COMPANY NAME: Chaparral City Water Company	Revised 6/13/2013
Name of System:	ADEQ Public Water System Number: 07-017

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2012

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	13,588	115,408	3	135,266
FEBRUARY	13,599	108,361	3	131,909
MARCH	13,592	115,434	0	154,861
APRIL	13,588	128,486	1	164,498
MAY	13,588	137,946	2	192,736
JUNE	13,562	172,610	144	203,125
JULY	13,536	187,692	235	205,137
AUGUST	13,548	161,969	3	202,601
SEPTEMBER	13,588	183,252	0	188,906
OCTOBER	13,594	163,344	0	199,633
NOVEMBER	13,599	178,586	0	167,908
DECEMBER	13,561	133,329	0	136,913
TOTALS →		1,786,417	391	2,083,493

What is the level of arsenic for each well on your system? Well # 10 (55-604786) - 0.011 mg/l
(If more than one well, please list each separately.)

If system has fire hydrants, what is the fire flow requirement? 1,500 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: 128

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

COMPANY NAME: Chaparral City Water Company	Revised 6/13/2013
Name of System:	ADEQ Public Water System Number: 07-017

UTILITY SHUTOFFS / DISCONNECTS

MONTH	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	OTHER
JANUARY		102	
FEBRUARY		138	
MARCH		117	
APRIL		42	
MAY		132	
JUNE		59	
JULY		60	
AUGUST		79	
SEPTEMBER		11	
OCTOBER		50	
NOVEMBER		52	
DECEMBER		20	
TOTALS →		862	

OTHER (description):

COMPANY NAME Chaparral City Water Company YEAR ENDING 12/31/2012

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2012 was: \$ 219,238.78

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. _____

RECEIVED

JUN 20 2013

ACC UTILITIES DIRECTOR

VERIFICATION AND SWORN STATEMENT Taxes

VERIFICATION

STATE OF I, THE UNDERSIGNED OF THE

Form with fields: COUNTY OF (COUNTY NAME) Maricopa, NAME (OWNER OR OFFICIAL) TITLE Greg Barber, Controller, COMPANY NAME Chaparral City Water Company

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

FOR THE YEAR ENDING

Table with columns: MONTH 12, DAY 31, YEAR 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 Greg Barber, SIGNATURE OF OWNER OR OFFICIAL, (623) 445-2451, TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 12th DAY OF

Form with fields: COUNTY NAME Maricopa, MONTH April, 2013

(SEAL)

MY COMMISSION EXPIRES June 22, 2014

Signature of Courtney Appelhans, SIGNATURE OF NOTARY PUBLIC

COMPANY NAME _____

YEAR ENDING 12/31/2012

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported \$1,113,858
Estimated or Actual Federal Tax Liability \$ 389,850

State Taxable Income Reported \$1,113,858
Estimated or Actual State Tax Liability \$ 43,719

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances \$40,887
Amount of Gross-Up Tax Collected \$ 0
Total Grossed-Up Contributions/Advances \$40,887

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

4/12/13
DATE

Greg Barber
PRINTED NAME

Controller
TITLE

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

RECEIVED
JUN 20 2013
ACC UTILITIES DIRECTOR

VERIFICATION

STATE OF _____
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)	Maricopa
NAME (OWNER OR OFFICIAL) TITLE	Greg Barber, Controller
COMPANY NAME	Chaparral City Water 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 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 (\$)
\$10,025,601 _____

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 906,583
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)**

Greg Barber

SIGNATURE OF OWNER OR OFFICIAL
(623) 445-2414

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF
THIS 12th DAY OF

COUNTY NAME	Maricopa
MONTH	April
YEAR	.2013_

(SEAL)

MY COMMISSION EXPIRES June 22 2014

Courtney Appelhans

SIGNATURE OF NOTARY PUBLIC

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

RECEIVED
JUN 20 2013
ACC UTILITIES DIRECTOR

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) Maricopa	
NAME (OWNER OR OFFICIAL) Greg Barber	TITLE Controller
COMPANY NAME Chaparral City Water 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.

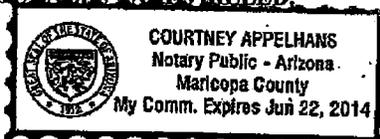
SWORN STATEMENT

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 \$8,031,789
--

THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 726,289
IN SALES TAXES BILLED, OR COLLECTED)

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



Greg Barber
SIGNATURE OF OWNER OR OFFICIAL

(623) 445-2414
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME
A NOTARY PUBLIC IN AND FOR THE COUNTY OF
THIS 12th DAY OF

NOTARY PUBLIC NAME Courtney Appelhans	
COUNTY NAME Maricopa	
MONTH April	2013

(SEAL)

MY COMMISSION EXPIRES June 22, 2014

Courtney Appelhans
SIGNATURE OF NOTARY PUBLIC