

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL - MAKE CHANGES AS NECESSARY

HARRISBURG UTILITY COMPANY INC
PO BOX 905
SALOME AZ 85348

W-02169A

RECEIVED
JUN 10 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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6-10-13

Statutory Agent: Lanna Mesenbrink
(Name)

32946 West Photo View Drive Wickenburg AZ 85390
(Street) (City) (State) (Zip)

928-684-9063 928-231-4543
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Attorney: Richard Sallquist
(Name)

2525 E Arizona Biltmore Cir #117 Phoenix AZ 85016
(Street) (City) (State) (Zip)

602-224-9222 602-224-9366
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 HARRISBURG UTILITY COMPANY INC

UTILITY PLANT IN SERVICE

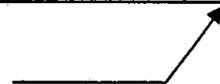
Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	1250		1250
302	Franchises			
303	Land and Land Rights	8200		8200
304	Structures and Improvements	37648	8120	29528
307	Wells and Springs	82495	60837	21658
311	Pumping Equipment	115263	108266	6997
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	45902	20411	25491
331	Transmission and Distribution Mains	485713	267434	218279
333	Services	57073	28537	28536
334	Meters and Meter Installations	11383	10803	580
335	Hydrants	26856	13923	12933
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	25694	25694	
340	Office Furniture and Equipment	5598	5408	190
341	Transportation Equipment	2981	2981	
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment	72967	51952	21105
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	979023	605616	373407

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

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	1250		
302	Franchises			
303	Land and Land Rights	8250		
304	Structures and Improvements	37648		964
307	Wells and Springs	82495		1063
311	Pumping Equipment	115263		2628
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	45902		1133
331	Transmission and Distribution Mains	485713		11002
333	Services	57073		2283
334	Meters and Meter Installations	11383		423
335	Hydrants	76856		1035
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	25694		
340	Office Furniture and Equipment	5598		220
341	Transportation Equipment	2981		
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment	72967		14010
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	979023		34761

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



BALANCE SHEET

Acct No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 2035	\$ 5704
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable		
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies	3222	3222
162	Prepayments		
174	Miscellaneous Current and Accrued Assets	72642	
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 77899	\$ 8926
	FIXED ASSETS		
101	Utility Plant in Service	\$ 979023	\$ 979023
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	570853	605616
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 408170	\$ 373407
	TOTAL ASSETS	\$ 480812	\$ 382333

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
	LIABILITIES		
	CURRENT LIABILITES		
231	Accounts Payable	\$ -143	\$ 11602
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies	100	100
235	Customer Deposits	7106	6679
236	Accrued Taxes		1355
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$ 7063	\$ 19736
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ 24482	\$ 21479
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction	190875	190875
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ 190875	\$ 190875
	TOTAL LIABILITIES	\$ 222430	\$ 232090
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 50000	\$ 50000
211	Paid in Capital in Excess of Par Value	97967	97967
215	Retained Earnings	110415	2033
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 258382	\$ 150000
	TOTAL LIABILITIES AND CAPITAL	\$ 480812	\$ 382333

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 200572	\$ 179949
460	Unmetered Water Revenue		
474	Other Water Revenues	1780	9394
	TOTAL REVENUES	\$ 202352	\$ 189343
	OPERATING EXPENSES		
601	Salaries and Wages	\$	\$
610	Purchased Water		
615	Purchased Power	18382	20177
618	Chemicals		
620	Repairs and Maintenance	16377	15675
621	Office Supplies and Expense	15120	19110
630	Outside Services	64287	57436
635	Water Testing	6765	5670
641	Rents		1077
650	Transportation Expenses	25637	24303
657	Insurance – General Liability	912	3817
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	1930	19771
403	Depreciation Expense	58072	34763
408	Taxes Other Than Income	13633	3156
408.11	Property Taxes	4406	6869
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ 225521	\$ 211824
	OPERATING INCOME/(LOSS)	\$ -23169	\$ -22481
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses	17	
427	Interest Expense	1513	1343
	TOTAL OTHER INCOME/(EXPENSE)	\$ -1530	\$ -1343
	NET INCOME/(LOSS)	\$ -24699	\$ -23824

COMPANY NAME HARRISBURG UTILITY COMPANY INC

Name of System: ADEQ Public Water System Number:

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
B-5-1325-A	20	110		16 IN	N/A	
B-51221dde	30	145		16 IN	N/A	

* 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 hp	2		
15 hp	1		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
2000	1	5000	1
14000	2		

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

COMPANY NAME HARRISBURG UTILITY COMPANY INC

Name of System: ADEQ Public Water System Number:

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2	PVC	880
3	PVC	3280
4	PVC	4455
5		
6	PVC	21615
8		
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	500
3/4	
1	
1 1/2	1
2	
Comp. 3	
Turbo 3	
Comp. 4	
Turbo 4	
Comp. 6	
Turbo 6	

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

TREATMENT EQUIPMENT:

CHLORINATION SYSTEM

STRUCTURES:

PUMP HOUSE BOOSTER

OTHER:

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

COMPANY NAME:	HARRISBURG UTILITY COMPANY INC
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		1	
FEBRUARY			
MARCH			
APRIL			
MAY			
JUNE			
JULY			
AUGUST			
SEPTEMBER		1	
OCTOBER		2	
NOVEMBER			
DECEMBER			
TOTALS →		4	

OTHER (description):

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2012 was: \$ 6869.22

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 26 2013

AZ CORP COMM
Director - Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME) LA PAZ
NAME, OWNER OR OFFICIAL TITLE TROY SCOTT, VP & GEN'L MGR
COMPANY NAME HARRISBURG UTILITY COMPANY INC

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

FOR THE YEAR ENDING

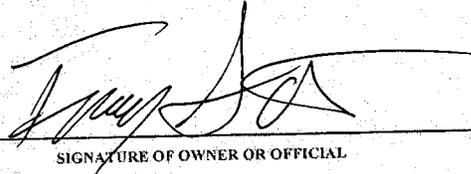
MONTH	DAY	YEAR
12	31	2012

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

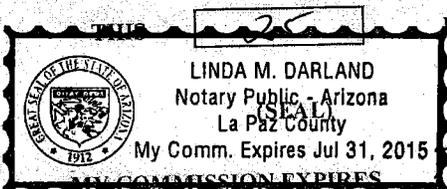
928-859-3982

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

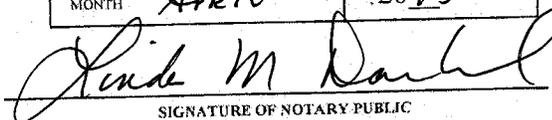
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

COUNTY NAME	LA PAZ
MONTH	April 2013



DAY OF

7-31-15



SIGNATURE OF NOTARY PUBLIC

COMPANY NAME HARRISBURG UTILITY COMPANY INC **YEAR ENDING 12/31/2012**

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported N/A
Estimated or Actual Federal Tax Liability _____

State Taxable Income Reported N/A
Estimated or Actual State Tax Liability _____

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.

SIGNATURE

DATE

PRINTED NAME

TITLE

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

RECEIVED

APR 26 2013

AZ CORP COMM
Director - Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) LA PAZ
NAME (OWNER OR OFFICIAL) TITLE TROY SCOTT, VP & GEN'L MGR
COMPANY NAME HARRISBURG UTILITY COMPANY 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>203824.19</u>
--

**(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 14480.76
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)**

Troy Scott

SIGNATURE OF OWNER OR OFFICIAL

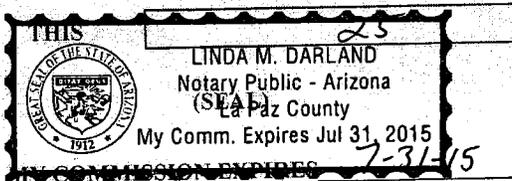
928-859-3982

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

COUNTY NAME	<u>LA PAZ</u>
MONTH	<u>April</u>
	<u>2013</u>



DAY OF

Linda M. Darland

SIGNATURE OF NOTARY PUBLIC

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

RECEIVED

APR 26 2013

AZ CORP COMM
Director - Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) LA PAZ	
NAME (OWNER OR OFFICIAL) TROY SCOTT	TITLE VP & GEN'L MGR
COMPANY NAME HARRISBURG UTILITY COMPANY 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 \$ 203824.19

**THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 14480.76
IN SALES TAXES BILLED, OR COLLECTED)**

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

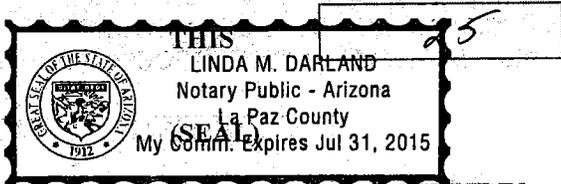

SIGNATURE OF OWNER OR OFFICIAL

928-859-3982
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

NOTARY PUBLIC NAME LINDA M DARLAND	
COUNTY NAME LA PAZ	
MONTH April	20 13



MY COMMISSION EXPIRES 7-31-15


SIGNATURE OF NOTARY PUBLIC