

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

LIVCO WATER COMPANY
P.O. BOX 659
CONCHO, AZ 85924

W-02121A

RECEIVED

MAR 19 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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3-19-13

Statutory Agent:**S.A.1, Ltd**

(Name)

235 E. Rhea Road
(Street)**Tempe**

(City)

AZ**85284**

(State)

(Zip)

602 522-8126

Telephone No. (Include Area Code)

602 522-8145

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Attorney**S.A.1, Ltd**

(Name)

235 E. Rhea Road
(Street)**Tempe**

(City)

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Cell No. (Include Area Code)

Email Address jfb@jbyrnelaw.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 checked="" 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 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**LIVCO WATER COMPANY****UTILITY PLANT IN SERVICE**

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	1,882		1,882
302	Franchises	8,054		8,054
303	Land and Land Rights	5,460		5,460
304	Structures and Improvements	15,988	8,780	7,208
307	Wells and Springs	52,845	41,776	11,069
311	Pumping Equipment	91,236	91,236	0
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	65,020	48,752	16,268
331	Transmission and Distribution Mains	237,789	172,261	65,528
333	Services			
334	Meters and Meter Installations	146,599	102,603	43,996
335	Hydrants	9,101	6,684	2,417
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	29,107	2,267	26,840
340	Office Furniture and Equipment	11,419	5,124	6,295
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment	16,334	5,329	11,005
344	Laboratory Equipment	569	57	512
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment	1,863	1,064	799
348	Other Tangible Plant	74,341	7,742	66,599
	TOTALS	767,607	493,675	273,932

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

COMPANY NAME LIVCO WATER COMPANY

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	1,882		
302	Franchises	8,054		
303	Land and Land Rights	5,460		
304	Structures and Improvements	15,988	3.33%	532
307	Wells and Springs	52,845	3.33%	1,760
311	Pumping Equipment	91,236	12.50%	300
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	65,020	2.22%	1,443
331	Transmission and Distribution Mains	237,789	2.00%	4,756
333	Services			
334	Meters and Meter Installations	146,599	8.33%	12,212
335	Hydrants	9,101	2.00%	182
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	29,107	6.67%	1,941
340	Office Furniture and Equipment	11,419	6.67%	762
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment	16,334	5.00%	817
344	Laboratory Equipment	569	10.00%	57
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment	1,863	10.00%	186
348	Other Tangible Plant	74,341	5.00%	3,717
	SUBTOTALS	767,607		28,665
	CIAC Amortization			(7,294)
	TOTALS	767,607		21,371

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

INDEPENDENT ACCOUNTANTS' COMPILATION REPORT

To The Board of Directors of
Livco Water Company
Concho, Arizona

We have compiled the balance sheets of Livco Water Company (a corporation) as of December 31, 2012 and 2011, and the related comparative statements of income and expense for the years then ended included in the accompanying prescribed form. We have not audited or reviewed the financial statements included in the accompanying prescribed form and, accordingly, do not express an opinion or provide any assurance about whether the financial statements are in accordance with the form prescribed by the Arizona Corporation Commission.

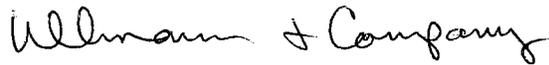
Management is responsible for the preparation and fair presentation of the financial statements included in the form prescribed by the Arizona Corporation Commission and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements.

The financial statements included in the accompanying prescribed form are presented in accordance with the requirements of the Arizona Corporation Commission, and are not intended to be a presentation in accordance with accounting principles generally accepted in the United States of America.

This report is intended solely for the information and use of the Arizona Corporation Commission and is not intended to be and should not be used by anyone other than this specified party.

All other information contained in the accompanying prescribed form has been presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Arizona Corporation Commission, who considers it to be an essential part of financial reporting and for placing the basic financial statements in an appropriate operational, economic, or historical context. The supplementary information included on pages 4-5, 9, and 14-18 has been compiled by us without audit or review and accordingly, we do not express an opinion or provide any assurance on it. The supplementary information included on pages 2-3 and 10-13 was not audited, reviewed, or compiled by us and, accordingly, we do not express an opinion or any assurance on it.



ULLMANN & COMPANY, P.C.
Certified Public Accountants

February 8, 2013

COMPANY NAME LIVCO WATER COMPANY

BALANCE SHEET

Acct. No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ (120)	\$ 13,866
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	7,355	10,367
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments	7,014	5,694
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 14,249	\$ 29,927
	FIXED ASSETS		
101	Utility Plant in Service	\$ 733,852	\$ 767,607
103	Property Held for Future Use		
105	Construction Work in Progress	5,473	8,123
108	Accumulated Depreciation - Utility Plant	465,010	493,675
121	Non-Utility Property		
122	Accumulated Depreciation - Non Utility		
	TOTAL FIXED ASSETS	\$ 274,315	\$ 282,055
	TOTAL ASSETS	\$ 288,564	\$ 311,982

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

COMPANY NAME
LIVCO WATER COMPANY

BALANCE SHEET (CONTINUED)

Acct. No.	LIABILITIES	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT LIABILITES		
231	Accounts Payable	\$ 32,067	\$ 39,438
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies	5,463	0
235	Customer Deposits	8,160	8,945
236	Accrued Taxes	1,357	1,077
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$ 47,047	\$ 49,460
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ 73,893	\$ 98,496
	DEFERRED CREDITS		
251	Unamortized Premium on Debt		
252	Advances in Aid of Construction	24,576	24,310
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	143,253	147,653
272	Less: Amortization of Contributions	137,373	144,667
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ 30,456	\$ 27,296
	TOTAL LIABILITIES	\$ 151,396	\$ 175,252
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 82,000	\$ 82,000
211	Paid in Capital in Excess of Par Value	303,540	299,140
215	Retained Earnings	(248,372)	(244,410)
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 137,168	\$ 136,730
	TOTAL LIABILITIES AND CAPITAL	\$ 288,564	\$ 311,982

COMPANY NAME LIVCO WATER COMPANY

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 139,353	\$ 182,664
460	Unmetered Water Revenue		
474	Other Water Revenues	2,121	2,207
	TOTAL REVENUES	\$ 141,474	\$ 184,871
	OPERATING EXPENSES		
601	Salaries and Wages	\$ 67,309	\$ 58,724
610	Purchased Water		
615	Purchased Power	16,630	18,928
618	Chemicals	219	0
620	Repairs and Maintenance	7,865	3,795
621	Office Supplies and Expense	11,856	12,808
630	Outside Services	2,351	2,106
635	Water Testing	2,182	2,134
641	Rents	8,470	10,010
650	Transportation Expenses	4,363	6,724
657	Insurance - General Liability	5,317	6,526
659	Insurance - Health and Life		
666	Regulatory Commission Expense - Rate Case	684	4,413
675	Miscellaneous Expense	119	650
403	Depreciation Expense	20,455	21,371
408	Taxes Other Than Income	6,073	5,914
408.11	Property Taxes	4,586	4,744
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ 158,479	\$ 158,847
	OTHER INCOME/EXPENSE		
419	Interest and Dividend Income		
421	Non-Utility Income	0	206
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	4,589	4,651
	TOTAL OTHER INCOME/EXP	\$ (4,589)	\$ (4,445)
	NET INCOME/(LOSS)	\$ (21,594)	\$ 21,579

COMPANY NAME	LIVCO WATER COMPANY
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SUPPLEMENTAL FINANCIAL DATA
Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	VARIES	VARIES		
Source of Loan	WIFA	WIFA		
ACC Decision No.				
Reason for Loan	Capital Improvements	Capital Improvements		
Dollar Amount Issued	\$ 88,579	\$ 29,798	\$	\$
Amount Outstanding	\$ 68,698	\$ 29,798	\$	\$
Date of Maturity	7/1/2028	9/1/2032		
Interest Rate	4.9%	4.2%	%	%
Current Year Interest	\$ 3,845	\$ 0	\$	\$
Current Year Principle	\$ 5,195	\$ 0	\$	\$

Meter Deposit Balance at Test Year End	\$ 21,030
Meter Deposits Refunded During the Test Year	\$ 2,067

COMPANY NAME Livco Water Co
Name of System: Livco Water Co ADEQ Public Water System Number: 01-018

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-600014	60	225	833	10	3	1970
55-508133	5	60	74	6	2	1984

* 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	Horsepower	Quantity
5	2	5	2
1	1	1	1
15	1	15	1

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
250,000	1	40	1
24,00	1	250	4
		3000	1

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

• **COMPANY NAME** Livco Water Co

Name of System: Livco Water Co

ADEQ Public Water System Number: 01-018

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2	PVC	5,100
2.5	PVC	2,275
3	PVC	3,238
4	PVC	75,758
6	PVC	94,820
8	PVC	1,400
8	Asbestos	1,950
An audit of the inventory for mains in 2012 is the reason for the changes in 2012 from previous years.		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	411
3/4	18
1	25
1 1/2	2
2	4
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:

Portable chlorination tank and pressure pump

STRUCTURES:

3 pump pressure stations, 1 well house, fencing around 2 tanks and 1 well, 2 water tanks

OTHER:

Generator, compressor, portable water evacuation pump

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

COMPANY NAME: Livco Water Co
Name of System: Livco Water Co ADEQ Public Water System Number: 01-018

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2012

Month	# of customers	Gallons Sold (thousands)	Gallons Unmetered (thousands)	Unmetered Comments	Gallons Pumped (thousands)
Jan	366	2,080			2,241
Feb	367	1,997	30	flushing	2,380
Mar	364	1,597	20	flushing	1,853
Apr	369	2,099	20	flushing	2,399
May	368	3,337	20	flushing	3,676
June	367	4,735	20	flushing	5,143
July	366	4,486	200	flushing & overflows	5,723
Aug	365	3,061	100	flushing & overflows	3,589
Sept	364	3,035	20	flushing	3,326
Oct	370	2,319	20	flushing	2,659
Nov	370	1,666	120	flushing & leak	1,984
Dec	366	1,290	20	flushing	1,502
Totals		31,702	590		36,475

What is the level of arsenic for each well on your system? POE1:.006mg/l & POE2: <.001mg/l
(If more than one well, please list each separately.)

If system has fire hydrants, what is the fire flow requirement? No requirements

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: Livco Water Co	
Name of System: Livco Water Co	ADEQ Public Water System Number: 01-018

UTILITY SHUTOFFS / DISCONNECTS

MONTH	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	OTHER
JANUARY	2 (major leaks)		
FEBRUARY	1 (major leak)	2	
MARCH		1	
APRIL		1	
MAY			
JUNE			
JULY			
AUGUST		1	
SEPTEMBER		1	
OCTOBER			
NOVEMBER			
DECEMBER			
TOTALS →	3	6	

OTHER (description):

COMPANY NAME LIVCO WATER COMPANY YEAR ENDING 12/31/2012

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2012 was: \$ 6,958

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

MAR 19 2013

ACC UTILITIES DIRECTOR

VERIFICATION

STATE OF ARIZONA
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)	APACHE
NAME (OWNER OR OFFICIAL) TITLE	RICK KAUTZ, VICE PRESIDENT
COMPANY NAME	LIVCO WATER COMPANY

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

928 200-337-2266
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS DAY OF MARCH

COUNTY NAME	Lincoln
MONTH	2013

(SEAL)


SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES 6/22/18



COMPANY NAME LIVCO WATER COMPANY YEAR ENDING 12/31/2012

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported 21,579
Estimated or Actual Federal Tax Liability 0

State Taxable Income Reported 21,579
Estimated or Actual State Tax Liability 0

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances 0
Amount of Gross-Up Tax Collected 0
Total Grossed-Up Contributions/Advances 0

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

3-15-'13
DATE

Rick Kautz
PRINTED NAME

PRES.
TITLE

VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only

RECEIVED
MAR 19 2013

ACC UTILITIES DIRECTOR

VERIFICATION
STATE OF ARIZONA
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME) APACHE
NAME (OWNER OR OFFICIAL) TITLE RICK KAUTZ, VICE PRESIDENT
COMPANY NAME LIVCO 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 (\$)
\$ <u>196,845</u>

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 11,974
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)

Rick Kautz
SIGNATURE OF OWNER OR OFFICIAL
929 337-2266
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 15TH DAY OF

(SEAL)

MY COMMISSION EXPIRES 6/22/18

COUNTY NAME	<u>Lincoln</u>	
MONTH	<u>MARCH</u>	<u>2013</u>

Mark L. Anderson
SIGNATURE OF NOTARY PUBLIC



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

RECEIVED
MAR 19 2013
ACC UTILITIES DIRECTOR

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	APACHE	
NAME (OWNER OR OFFICIAL)	RICK KAUTZ	TITLE VICE PRESIDENT
COMPANY NAME	LIVCO 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
\$ <u>196,845</u>

THE AMOUNT IN BOX AT LEFT INCLUDES \$ 11,974 IN SALES TAXES BILLED, OR COLLECTED)

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

Rick Kautz

SIGNATURE OF OWNER OR OFFICIAL

928 337-2266

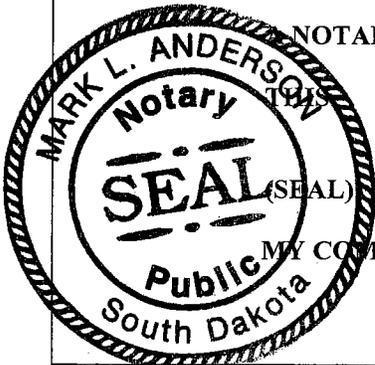
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

NOTARY PUBLIC IN AND FOR THE COUNTY OF

15TH DAY OF

NOTARY PUBLIC NAME	
MARK L. ANDERSON	
COUNTY NAME	
LINCOLN	
MONTH	YEAR
MARCH	2013



MY COMMISSION EXPIRES

Mark L. Anderson

SIGNATURE OF NOTARY PUBLIC