

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

RECEIVED

JUL 29 2014

ANNUAL REPORT MAILING LABEL - MAKE CHANGES AS NECESSARY

AZ CORP COMM
Director - Utilities

OATMAN WATER COMPANY LLC
C/O STEVE ANDERSON
9184 N. 81 ST STREET
SCOTTSDALE AZ 85258

W-04069A

ANNUAL REPORT
Water

FOR YEAR ENDING

12	31	2012
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FOR COMMISSION USE

ANN 04	12
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7-29-14

COMPANY INFORMATION

Company Name (Business Name) OATMAN WATER CO. LLC		
Mailing Address 9184 N 81ST STREET		
SCOTTSDALE <small>(City)</small>	AZ <small>(State)</small>	85258 <small>(Zip)</small>
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)
Email Address SCA6@COX.NET		
Local Office Mailing Address PO BOX 414		
OATMAN <small>(City)</small>	AZ <small>(State)</small>	86433 <small>(Zip)</small>
Local Office Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)
Email Address		

MANAGEMENT INFORMATION

Management Contact: STEVE ANDERSON		MANAGING MEMBER	
<small>(Name)</small>		<small>(Title)</small>	
9184 N 81ST STREET <small>(Street)</small>	SCOTTSDALE <small>(City)</small>	AZ <small>(State)</small>	85258 <small>(Zip)</small>
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	(602) 690-0615	
Cell No. (Include Area Code)			
Email Address			
On Site Manager: SAME			
<small>(Name)</small>			
<small>(Street)</small>	<small>(City)</small>	<small>(State)</small>	<small>(Zip)</small>
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
Email Address			

Statutory Agent: STEVE ANDERSON
 (Name)

9184 N 81ST STREET SCOTTSDALE AZ 85258
 (Street) (City) (State) (Zip)

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 OATMAN WATER COMPANY LLC

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements			
307	Wells and Springs			
311	Pumping Equipment			
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	48,029	<15,782>	32,247
331	Transmission and Distribution Mains			
333	Services			
334	Meters and Meter Installations			
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	1,587	<1,587>	- 0 -
340	Office Furniture and Equipment			
341	Transportation Equipment	35,000	<35,000>	- 0 -
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant	133,341	<48,347>	84,994
	TOTALS	217,957	<100,716>	117,241

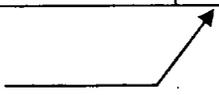
This amount goes on the Balance Sheet Acct. No. 108 

COMPANY NAME OATMAN WATER COMPANY LLC

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			
304	Structures and Improvements			
307	Wells and Springs			
311	Pumping Equipment			
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	48,029	3.33%	1,601
331	Transmission and Distribution Mains			
333	Services			
334	Meters and Meter Installations			
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	1,587		
340	Office Furniture and Equipment			
341	Transportation Equipment	35,000		
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant	133,341	3.34%	4,512
	TOTALS	217,957		6,173

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



COMPANY NAME **OATMAN WATER COMPANY LLC**

BALANCE SHEET

Acct No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 2,106	\$ 4,690
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	9,532	7,967
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies	500	500
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 12,138	\$ 13,157
	FIXED ASSETS		
101	Utility Plant in Service	\$ 217,957	\$ 217,957
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	<94,543>	<100,715>
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 123,414	\$ 117,241
	TOTAL ASSETS	\$ 135,552	\$ 130,398

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

COMPANY NAME OATMAN WATER COMPANY LLC**BALANCE SHEET (CONTINUED)**

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITES		
231	Accounts Payable	\$	\$
232	Notes Payable (Current Portion)	7,763	8,110
234	Notes/Accounts Payable to Associated Companies	23,097	43,094
235	Customer Deposits	830	830
236	Accrued Taxes	495	535
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$ 32,185	\$ 52,569
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ 83,206	\$ 74,749
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
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	\$	\$
	TOTAL LIABILITIES	\$ 115,391	\$ 127,318
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 100,000	\$ 100,000
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	<79,839>	<96,920>
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 20,161	\$ 3,080
	TOTAL LIABILITIES AND CAPITAL	\$ 135,552	\$ 130,398

COMPANY NAME OATMAN WATER COMPANY LLC

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR 2011	CURRENT YEAR 2012
461	Metered Water Revenue	\$ 50,654	\$ 49,677
460	Unmetered Water Revenue		
474	Other Water Revenues	56	94
	TOTAL REVENUES	\$ 50,710	\$ 49,771
	OPERATING EXPENSES		
601	Salaries and Wages	\$	\$
610	Purchased Water		
615	Purchased Power	7,975	6,288
618	Chemicals		370
620	Repairs and Maintenance	4,521	7,099
621	Office Supplies and Expense	1,234	1,143
630	Outside Services	19,950	23,900
635	Water Testing	500	1,333
641	Rents	12,000	12,000
650	Transportation Expenses		
657	Insurance - General Liability		
659	Insurance - Health and Life		
666	Regulatory Commission Expense - Rate Case		
675	Miscellaneous Expense	1,087	1,353
403	Depreciation Expense	6,173	6,173
408	Taxes Other Than Income		
408.11	Property Taxes	3,199	2,825
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ 56,639	\$ 62,484
	OPERATING INCOME/(LOSS)	\$ <5,929>	\$ <12,713>
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	<4,714>	<4,368>
	TOTAL OTHER INCOME/(EXPENSE)	\$ <4,714>	\$ <4,368>
	NET INCOME/(LOSS)	\$ <10,643>	\$ <17,081>

COMPANY NAME OATMAN WATER COMPANY LLC

SUPPLEMENTAL FINANCIAL DATA
Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	11-24-02			
Source of Loan	WIFA			
ACC Decision No.	63626			
Reason for Loan	IMPROVEMENT CONSTRUCTION			
Dollar Amount Issued	\$ 163,500	\$	\$	\$
Amount Outstanding	\$ 95,337	\$	\$	\$
Date of Maturity	12-1-22			
Interest Rate	4.375 %	%	%	%
Current Year Interest	\$ 4,368	\$	\$	\$
Current Year Principle	\$ 8,110	\$	\$	\$

Meter Deposit Balance at Test Year End

\$ 830

Meter Deposits Refunded During the Test Year

\$ _____

COMPANY NAME	DATMAN WATER COMPANY LLC
Name of System:	ADEQ Public Water System Number: 08-001

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
532007	5	10-15	500	6	2"	1994

* 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

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
50,000	1		
55,000	1		

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

COMPANY NAME OATMAN WATER COMPANY LLC
 Name of System: _____ ADEQ Public Water System Number: 08-001

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2	PVC	4,000
3	PVC/IRON	4,000
4	PVC/IRON	2,400
5		
6		
8		
10		
12		
1"	PVC/IRON	4,200
1 1/2"	PVC/IRON	3,000

CUSTOMER METERS

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

ULTRA VIOLET LIGHT WATER TREATMENT DEVICE

STRUCTURES:

OTHER:

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

COMPANY NAME: <u>OATMAN WATER COMPANY LLC</u>
Name of System: <u>OATMAN WATER ADEQ Public Water System Number: 08-001</u>

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2012

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	101	246		
FEBRUARY	101	293		
MARCH	107	336		
APRIL	107	297		
MAY	102	271		
JUNE	97	361		
JULY	93	307		
AUGUST	91	262		
SEPTEMBER	91	242		
OCTOBER	94	258		
NOVEMBER	97	269		
DECEMBER	94	236		
TOTALS →		3,378		+

What is the level of arsenic for each well on your system? 10018 mg/l
(If more than one well, please list each separately.)

If system has fire hydrants, what is the fire flow requirement? ___ GPM for ___ hrs N/A

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: DATMAN WATER COMPANY LLC
 Name of System: DATMAN WATER ADEQ Public Water System Number: 08-001

UTILITY SHUTOFFS / DISCONNECTS

MONTH	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	OTHER
JANUARY			
FEBRUARY			
MARCH			
APRIL			
MAY			
JUNE			
JULY			
AUGUST			
SEPTEMBER			
OCTOBER			
NOVEMBER			
DECEMBER			
TOTALS →			

NONE

OTHER (description):

COMPANY NAME OATMAN WATER CO. LLC YEAR ENDING 12/31/2012

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2012 was: \$ 2,824.50

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**

VERIFICATION

STATE OF Arizona
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)	<u>MARICOPA</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>STEVE ANDERSON, MANAGING MEMBER</u>
COMPANY NAME	<u>OATMAN WATER CO. LLC</u>

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.

Steve Anderson

SIGNATURE OF OWNER OR OFFICIAL

602-690-0615

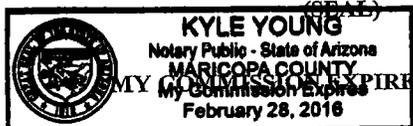
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 29th DAY OF

COUNTY NAME <u>Maricopa</u>	
MONTH <u>July</u>	201 <u>1</u>



[Signature]

SIGNATURE OF NOTARY PUBLIC

02/28/2016

COMPANY NAME OATMAN WATER CO. LLC YEAR ENDING 12/31/2012

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported -0-
Estimated or Actual Federal Tax Liability -0-
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 _____

TAXES PAID
by STEVE
ANDERSON,
MANAGING
MEMBER

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.

Steve Anderson
SIGNATURE

7-29-2014
DATE

STEVE ANDERSON
PRINTED NAME

MANAGING MEMBER
TITLE

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

RECEIVED

JUL 29 2014

AZ CORP COMM
Director - Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <u>MARICOPA</u>
NAME (OWNER OR OFFICIAL) TITLE <u>STEVE ANDERSON, MANAGING MEMBER</u>
COMPANY NAME <u>OATMAN WATER COMPANY LLC</u>

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>52,838.</u>
--

(THE AMOUNT IN BOX ABOVE INCLUDES \$ 3,387 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)

Steve Anderson

602-690-0615

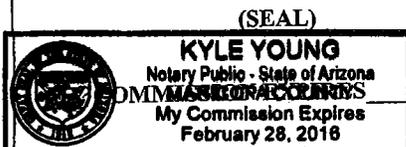
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 29th DAY OF

COUNTY NAME <u>Maricopa</u>
MONTH <u>July</u> .20 <u>14</u>



02/28/2016

[Signature]

SIGNATURE OF NOTARY PUBLIC

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

RECEIVED

JUL 29 2014

AZ CORP COMM
Director - Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <u>MARICOPA</u>	
NAME (OWNER OR OFFICIAL) <u>STEVE ANDERSON</u>	TITLE <u>MANAGING MEMBER</u>
COMPANY NAME <u>OATMAN WATER COMPANY LLC</u>	

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

FOR THE YEAR ENDING

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2012</u>

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>39,264</u>

THE AMOUNT IN BOX AT LEFT INCLUDES \$ 2,541 IN SALES TAXES BILLED, OR COLLECTED)

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

Steve Anderson
SIGNATURE OF OWNER OR OFFICIAL

602-690-0615
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

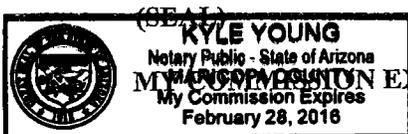
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

29th

DAY OF

NOTARY PUBLIC NAME <u>Kyle Young</u>	
COUNTY NAME <u>Maricopa</u>	
MONTH <u>July</u>	<u>2014</u>



[Signature]
SIGNATURE OF NOTARY PUBLIC

02/28/2016