

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

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

**W-03718A**  
**Sahuarita Water Company LLC**  
**4549 East Fort Lowell Road**  
**Tucson, AZ 85712**

RECEIVED

APR 16 2013

AZ CORP COMM  
Director - Utilities

**ANNUAL REPORT**  
**Water**

FOR YEAR ENDING

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

FOR COMMISSION USE

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

4-19-13

## COMPANY INFORMATION

**Company Name (Business Name)** Sahuarita Water Company, LLC

**Mailing Address** 4549 East Fort Lowell Road, Tucson, AZ 85712  
(Street)

<b>Tucson</b> (City)	<b>AZ</b> (State)	<b>85712</b> (Zip)
<b>520-299-8766</b>	<b>520-529-3137</b>	<b>520-730-1446</b>

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

**Email Address** marian@ranchosahuarita.com

**Local Office Mailing Address** PO Box 1520  
(Street)

<b>Sahuarita</b> (City)	<b>AZ</b> (State)	<b>85629</b> (Zip)
----------------------------	----------------------	-----------------------

**520-399-1105**

**520-399-1095**

Cell No. (Include Area Code)

Local Office Telephone No. (Include Area Code)

Fax No. (Include Area Code)

**Email Address** \_\_\_\_\_

## MANAGEMENT INFORMATION

**Regulatory Contact:**

**Management Contact:**

**Marian Homiak**

**Controller**

4549 East Fort Lowell Road

Tucson

AZ

85712

(Street)

(City)

(State)

(Zip)

520-399-1105

520-399-1095

520-730-1446

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

**Email Address** marian@ranchosahuarita.com

**On Site Manager:** **Paul Martinez**

(Name)

**725 W Via Rancho Sahuarita**

**Sahuarita**

**AZ**

**85629**

(Street)

(City)

(State)

(Zip)

520-399-1105

520-399-10955

520-440-1037

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

**Email Address** paul@sahuaritawater.com

<b>Statutory Agent:</b> <u>Lawrence V. Robertson Jr.</u>			
	(Name) <b>Tubac</b>	<b>AZ</b>	<b>85646</b>
<b>2247 E Frontage Road, PO Box 1448</b>			
(Street)	(City)	(State)	(Zip)
<b>520-398-0411</b>	<b>520-398-0412</b>		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
<b>Attorney:</b> <u>Lawrence V. Robertson Jr.</u>			
	(Name) <b>Tubac</b>	<b>AZ</b>	<b>85646</b>
<b>2247 E Frontage Road, PO Box 1448</b>			
(Street)	(City)	(State)	(Zip)
<b>520-398-0411</b>	<b>520-398-0412</b>		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
<b>Email Address</b> _____			

### OWNERSHIP INFORMATION

Check the following box that applies to your company:

<input type="checkbox"/> Sole Proprietor (S)	<input 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 checked="" 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 type="checkbox"/> MARICOPA	<input type="checkbox"/> MOHAVE
<input type="checkbox"/> NAVAJO	<input checked="" type="checkbox"/> PIMA	<input type="checkbox"/> PINAL
<input type="checkbox"/> SANTA CRUZ	<input type="checkbox"/> YAVAPAI	<input type="checkbox"/> YUMA
<input type="checkbox"/> STATEWIDE		

**UTILITY PLANT IN SERVICE**

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	7,541	0	7,541
302	Franchises	352,403	0	352,403
303	Land and Land Rights	13,636	0	13,636
304	Structures and Improvements	399,514	57,026	342,488
307	Wells and Springs	2,142,645	128,531	2,014,113
310	Power Generation Equipment	335,668	83,451	252,218
311	Pumping Equipment	146,820	76,584	70,236
320	Water Treatment Equipment	1,941,329	221,370	1,719,959
320.3	Water Treatment Media	250,000	163,550	86,450
330	Distribution Reservoirs and Standpipes	1,848,872	295,851	1,553,021
331	Transmission and Distribution Mains	13,044,564	1,548,916	11,495,648
333	Services	2,152,906	401,234	1,751,671
334	Meters and Meter Installations	1,441,050	869,821	571,229
335	Hydrants	695,718	65,814	629,904
336	Backflow Prevention Devices	816	320	496
340	Office Furniture and Equipment	314,063	120,897	193,166
341	Transportation Equipment	146,129	146,129	0
343	Tools, Shop and Garage Equipment	26,549	7,541	19,008
344	Laboratory Equipment	132	73	59
346	Communication Equipment	571,589	189,030	382,559
347	Miscellaneous Equipment	695	382	313
348	Other Tangible Plant	996,615	443,454	553,160
	<b>TOTALS</b>	<b>26,829,255</b>	<b>4,819,975</b>	<b>22,009,280</b>

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	7,541	0.00%	0
302	Franchises	352,403	0.00%	0
303	Land and Land Rights	13,636	0.00%	0
304	Structures and Improvements	399,514	3.33%	13,304
307	Wells and Springs	2,142,645	3.33%	71,350
310	Power Generation Equipment	335,668	5.00%	16,783
311	Pumping Equipment	146,820	12.50%	18,353
320	Water Treatment Equipment	1,941,329	3.33%	64,631
320.3	Water Treatment Media	250,000	67.00%	43,550
330	Distribution Reservoirs and Standpipes	1,848,872	2.22%	41,045
331	Transmission and Distribution Mains	13,044,564	2.00%	258,592
333	Services	2,152,906	3.33%	71,190
334	Meters and Meter Installations	1,441,050	8.33%	117,333
335	Hydrants	695,718	2.00%	13,758
336	Backflow Prevention Devices	816	6.67%	54
340	Office Furniture and Equipment	314,063	6.67%	20,766
341	Transportation Equipment	146,129	Fully depreciated	0
343	Tools, Shop and Garage Equipment	26,549	5.00%	1,285
344	Laboratory Equipment	132	10.00%	13
346	Communication Equipment	571,589	10.00%	57,159
347	Miscellaneous Equipment	695	10.00%	69
348	Other Tangible Plant	996,615	10.00%	98,966
	<b>TOTALS</b>	<b>26,829,255</b>		<b>908,201</b>

Less: Amort of Contributions-In-Aid-of-Construction \$5,502,189 x 3.3851% (186,255)  
 This amount goes on the Comparative Statement of Income and Expense → 721,946  
 Acct. No. 403.

\*Full Year Rate

\*\*Half-year rate used to compute depreciation

**BALANCE SHEET**

<b>Acct No.</b>		<b>BALANCE AT BEGINNING OF YEAR</b>	<b>BALANCE AT END OF YEAR</b>
	<b>ASSETS</b>		
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash	\$2,186,020	\$2,829,505
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable		
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies	51,394	57,545
162	Prepayments	7,448	5,497
174	Miscellaneous Current and Accrued Assets	231,405	141,080
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	<b>\$2,476,267</b>	<b>\$3,033,627</b>
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service	\$26,336,532	\$26,829,255
103	Property Held for Future Use	76,082	
105	Construction Work in Progress	56,010	71,025
108	Accumulated Depreciation – Utility Plant	(3,911,774)	(4,819,975)
121	Non-Utility Property	70,792	70,792
122	Accumulated Depreciation – Non Utility	(16,508)	(21,230)
	<b>TOTAL FIXED ASSETS</b>	<b>\$</b>	<b>\$22,129,867</b>
	<b>TOTAL ASSETS</b>	<b>\$25,087,400</b>	<b>\$25,163,493</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	\$0	\$
232	Notes Payable (Current Portion)	102,600	106,993
234	Notes/Accounts Payable to Associated Companies	0	
235	Customer Deposits	60,692	50,561
236	Accrued Taxes	23,319	78,255
237	Accrued Interest	1,983	1,021
241	Miscellaneous Current and Accrued Liabilities	252,911	237,680
	<b>TOTAL CURRENT LIABILITIES</b>	<b>\$441,505</b>	<b>\$474,510</b>
	<b>LONG-TERM DEBT (Over 12 Months)</b>		
224	Long-Term Notes and Bonds	\$2,544,596	\$2,437,603
	<b>DEFERRED CREDITS</b>		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction	8,780,692	7,595,567
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	4,601,567	5,502,189
272	Less: Amortization of Contributions	(699,874)	(886,129)
281	Accumulated Deferred Income Tax		
	<b>TOTAL DEFERRED CREDITS</b>	<b>\$12,682,385</b>	<b>\$12,211,627</b>
	<b>TOTAL LIABILITIES</b>	<b>\$15,668,485</b>	<b>\$15,123,740</b>
	<b>CAPITAL ACCOUNTS</b>		
201	Common Stock Issued	\$	\$
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings		948,888
218	Proprietary Capital (Sole Props and Partnerships)	9,418,914	9,090,865
	<b>TOTAL CAPITAL</b>	<b>\$9,418,914</b>	<b>\$10,039,753</b>
	<b>TOTAL LIABILITIES AND CAPITAL</b>	<b>\$25,087,400</b>	<b>\$25,163,493</b>

**COMPARATIVE STATEMENT OF INCOME AND EXPENSE**

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$2,887,269	\$3,201,146
460	Unmetered Water Revenue		
474	Other Water Revenues	126,725	125,239
	<b>TOTAL REVENUES</b>	<b>\$3,013,994</b>	<b>\$3,326,385</b>
	<b>OPERATING EXPENSES</b>		
601	Salaries and Wages	\$	\$
610	Purchased Water	268,482	332,409
615	Purchased Power	245,886	204,199
618	Chemicals	16,381	13,684
620	Repairs and Maintenance	76,467	61,305
621	Office Supplies and Expense	18,119	14,172
630	Outside Services	774,873	729,330
635	Water Testing	3,759	3,880
641	Rents	1,916	1,404
650	Transportation Expenses	16,717	16,787
657	Insurance – General Liability	18,616	19,845
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case	47,262	49,690
675	Miscellaneous Expense	11,264	13,068
403	Depreciation Expense	704,859	721,946
408	Taxes Other Than Income		
408.11	Property Taxes	99,915	108,483
409	Income Tax		
	<b>TOTAL OPERATING EXPENSES</b>	<b>\$2,304,517</b>	<b>\$2,290,202</b>
	<b>OPERATING INCOME/(LOSS)</b>	<b>\$709,477</b>	<b>\$1,036,183</b>
	<b>OTHER INCOME/(EXPENSE)</b>		
419	Interest and Dividend Income	\$4,896	\$3,126
421	Non-Utility Income	40,680	31,958
426	Miscellaneous Non-Utility Expenses	(9,679)	(10,435)
427	Interest Expense	(117,115)	(111,945)
	<b>TOTAL OTHER INCOME/(EXPENSE)</b>	<b>\$(81,218)</b>	<b>\$(87,296)</b>
	<b>NET INCOME/(LOSS)</b>	<b>\$628,258</b>	<b>\$948,888</b>

COMPANY NAME SAHUARITA WATER COMPANY, LLC

**SUPPLEMENTAL FINANCIAL DATA**

**Long-Term Debt**

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	9/4/2009			
Source of Loan	WIFA			
ACC Decision No.	70984			
Reason for Loan	Arsenic Treatment Plant & Associated Mains			
Dollar Amount Issued	\$4,694,523**	\$	\$	\$
Amount Outstanding	\$2,544,596	\$	\$	\$
Date of Maturity	9/1/2029			
Interest Rate	4.2%	%	%	%
Current Year Interest	\$109,222	\$	\$	\$
Current Year Principle	\$102,600	\$	\$	\$

Meter Deposit Balance at Test Year End \$624,640

Meter Deposits Refunded During the Test Year \$162,237

\*\* The original loan amount consists of the following:

Forgivable Principal Amount: 1,877,810  
 Intended Payment Amount: 2,816,713

**COMPANY NAME SAHUARITA WATER COMPANY, LLC**

**Name of System: ADEQ Public Water System Number: 10-312**

**WATER COMPANY PLANT DESCRIPTION**

**WELLS**

<b>ADWR ID Number*</b>	<b>Pump Horsepower</b>	<b>Pump Yield (gpm)</b>	<b>Casing Depth (Feet)</b>	<b>Casing Diameter (Inches)</b>	<b>Meter Size (inches)</b>	<b>Year Drilled</b>
55-611144	300	1365	905	24	10	1975
55-216840	300	1800	1080	18	10	2008
55-562962	(not equipped)	0 (out of service)	500	8	(not equipped)	1997
55-611141	(not equipped)	0 (out of service)	982	24	(not equipped)	1970
55-611143	(not equipped)	0 (out of service)	1053	24	(not equipped)	1974
55-611145	(not equipped)	0	990	24	(not equipped)	1981
55-611146	(not equipped)	0	975	16	(not equipped)	1969

\* Arizona Department of Water Resources Identification Number

**OTHER WATER SOURCES**

<b>Name or Description</b>	<b>Capacity (gpm)</b>	<b>Gallons Purchased or Obtained (in thousands)</b>
ADWR No. 55-611142 (Leased from Town of Sahuarita)	1800	2,411

<b>BOOSTER PUMPS</b>		<b>FIRE HYDRANTS</b>	
<b>Horsepower</b>	<b>Quantity</b>	<b>Quantity Standard</b>	<b>Quantity Other</b>
10	1	395	
25	2		
30	1		
40	2		
50	2		
75	2		
100	1		

<b>STORAGE TANKS</b>		<b>PRESSURE TANKS</b>	
<b>Capacity</b>	<b>Quantity</b>	<b>Capacity</b>	<b>Quantity</b>
1,000,000 gallons	1	5,000 gallons	6
1,200,000 gallons	1		
350,000 gallons	1		

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

COMPANY NAME SAHUARITA WATER COMPANY, LLC

Name of System: ADEQ Public Water System Number: 10-312

**WATER COMPANY PLANT DESCRIPTION (CONTINUED)**

**MAINS**

Size (in inches)	Material	Length (in feet)
2		
3		
4		5,805
5		
6		26,507
8		189,504
1710		
12		61,970
16		9,054
24		7,163

**CUSTOMER METERS**

Size (in inches)	Quantity
5/8 X 3/4	4,582
3/4	628
1	109
1 1/2	17
2	75
Comp. 3	1
Turbo 3	17
Comp. 4	1
Turbo 4	
Comp. 6	
Turbo 6	

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

**TREATMENT EQUIPMENT:**

2,000 gpm Arsenic Treatment Plant

**STRUCTURES:**

Fences, walls and gates surrounding wells, reservoirs, booster and arsenic treatment plant. Modular office building to house offices.

**OTHER:**

Two (2) generators: One (1) at Booster Station #1 (400 kw) and one (1) at Booster Station #2 (230 kw).

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

<b>COMPANY NAME:</b> SAHUARITA WATER COMPANY, LLC	
<b>Name of System:</b>	<b>ADEQ Public Water System Number:</b> 10-312

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

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	5,184			
FEBRUARY	5,221			
MARCH	5,244			
APRIL	5,256			
MAY	5,280			
JUNE	5,295	SEE ATTACHED		
JULY	5,312			
AUGUST	5,342			
SEPTEMBER	5,337			
OCTOBER	5,371			
NOVEMBER	5,387			
DECEMBER	5,404			
<b>TOTALS →</b>				

What is the level of arsenic for each well on your system? \_\_\_\_\_ mg/l  
*(If more than one well, please list each separately.)* See attached for arsenic level at our centralized arsenic treatment plant

If system has fire hydrants, what is the fire flow requirement? 2,000 GPM for 4 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.*

## WATER USE DATA SHEET

TYPE OF RIGHT	Gallons Sold (Thousands)	Gallons Sold (Thousands)	TOTAL GALLONS SOLD (Thousands)	Gallons Pumped (Thousands)	Gallons Pumped (Thousands)	TOTAL GALLONS PUMPED (Thousands)	AF Sold	AF Sold	AF Sold	AF Pumped	AF Pumped	TOTAL PUMPED (AF)
	Under Right/Permit No. 58-100316.0018	Under Right/Permit No. 56-000373.0000	Under Right/Permit No. 58-100316.0018	Under Right/Permit No. 58-100316.0018	Under Right/Permit No. 56-000373.0000	Under Right/Permit No. 58-100316.0018	Under Right/Permit No. 58-100316.0018	Under Right/Permit No. 56-000373.0000	Under Right/Permit No. 58-100316.0018	Under Right/Permit No. 56-000373.0000	Under Right/Permit No. 58-100316.0018	Under Right/Permit No. 56-000373.0000
	Type 1 GFR	Large Municipal Provider		Type 1 GFR	Large Municipal Provider		Type 1 GFR	Large Municipal Provider	Type 1 GFR	Large Municipal Provider	Type 1 GFR	Large Municipal Provider
MONTH												
JANUARY	2,305.86	32,902.48	35,208.33	1,684.00	35,515.00	37,199.00	7.08	100.97	108.05	108.99	5.17	114.16
FEBRUARY	2,466.51	31,998.39	34,464.90	2,247.00	34,144.00	36,391.00	7.57	98.20	105.77	104.78	6.90	111.68
MARCH	2,831.23	33,007.58	35,838.81	3,891.00	33,904.00	37,795.00	8.69	101.30	109.99	104.05	11.94	115.99
APRIL	4,759.00	42,015.09	46,774.09	3,573.00	45,446.00	49,019.00	14.60	128.94	143.54	139.47	10.97	150.43
MAY	6,578.00	47,471.48	54,049.48	2,995.00	52,731.00	55,726.00	20.19	145.68	165.87	161.83	9.19	171.02
JUNE	6,377.00	51,379.82	57,756.82	4,638.00	55,148.00	59,786.00	19.57	157.68	177.25	169.24	14.23	183.48
JULY	4,535.00	44,140.25	48,675.25	6,171.00	44,475.00	50,646.00	13.92	135.46	149.38	136.49	18.94	155.43
AUGUST	5,369.00	46,511.57	51,880.57	-	53,959.00	53,959.00	16.48	142.74	159.22	165.59	-	165.59
SEPTEMBER	4,272.00	36,254.29	40,526.29	6,052.00	36,492.00	42,544.00	13.11	111.26	124.37	111.99	18.57	130.56
OCTOBER	4,422.00	48,366.86	52,788.86	13,918.00	41,137.00	55,055.00	13.57	148.43	162.00	126.24	42.71	168.96
NOVEMBER	3,104.00	39,631.89	42,735.89	3,597.00	41,020.00	44,617.00	9.53	121.63	131.15	125.89	11.04	136.92
DECEMBER	2,181.00	33,559.41	35,740.41	2,850.00	34,916.00	37,766.00	6.69	102.99	109.68	107.15	8.75	115.90
TOTAL PUMPED	49,200.59	487,239.11	536,439.70	51,616.00	508,887.00	560,503.00				1,561.72	158.40	
Water Received From (Delivered To) Other Rights												
TOTAL	49,200.59	487,239.11	536,439.70	51,616.00	511,295.00	562,911.00	151.01	1,495.28	1,646.27	1,569.11	158.40	1,727.51
		Reported to ADWR for CAGRD	Reported to ACC	Reported to ADWR for CAGRD	Reported to ADWR for CAGRD	Reported to ACC		Reported to ADWR for CAGRD		Reported to ADWR for CAGRD		
		To be used to calculate 2012 CAGRD adjutor fee		Amount used to calculate fee paid to CAGRD	Amount used to calculate fee paid to CAGRD			To be used to calculate 2012 CAGRD adjutor fee		Amount used to calculate fee paid to CAGRD		

<b>COMPANY NAME:</b> SAHUARITA WATER COMPANY, LLC	
<b>Name of System:</b>	<b>ADEQ Public Water System Number: 10-312</b>

**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>
<b>JANUARY</b>	0	2	0
<b>FEBRUARY</b>	0	31	0
<b>MARCH</b>	0	22	0
<b>APRIL</b>	0	16	0
<b>MAY</b>	0	20	0
<b>JUNE</b>	0	21	0
<b>JULY</b>	0	20	0
<b>AUGUST</b>	0	17	0
<b>SEPTEMBER</b>	0	13	0
<b>OCTOBER</b>	0	20	0
<b>NOVEMBER</b>	0	6	0
<b>DECEMBER</b>	0	15	0
<b>TOTALS →</b>	<b>0</b>	203	0

OTHER (description):

---



---



---



---



---



---



---

**PROPERTY TAXES**

Amount of actual property taxes paid during Calendar Year 2012 was: \$ 104,199.49

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

VERIFICATION  
AND  
SWORN STATEMENT  
Taxes

APR 16 2013

AZ CORP COMM  
Director - Utilities

VERIFICATION

STATE OF ARIZONA  
I, THE UNDERSIGNED  
OF THE

COUNTY OF (COUNTY NAME)	<u>Pima</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>Marian Homiak, Controller</u>
COMPANY NAME	<u>SAHUARITA WATER COMPANY, 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
<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

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.

Marian Homiak  
SIGNATURE OF OWNER OR OFFICIAL

520-299-8766

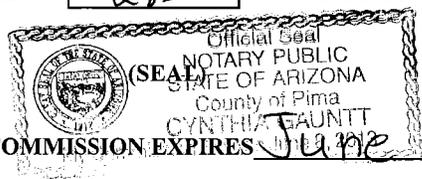
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 25th DAY OF

COUNTY NAME	<u>Pima</u>
MONTH	<u>March</u> <u>2013</u>



Cynthia Gauntt  
SIGNATURE OF NOTARY PUBLIC

COMPANY NAME SAHUARITA WATER COMPANY, LLC YEAR ENDING 12/31/2012

**INCOME TAXES**

For this reporting period, provide the following:

Federal Taxable Income Reported \$980,757  
Estimated or Actual Federal Tax Liability \_\_\_\_\_

State Taxable Income Reported \$1,108,176  
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

VERIFICATION AND SWORN STATEMENT Intrastate Revenues Only

APR 16 2013

AZ CORP COMM Director - Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

Form with fields: COUNTY OF (COUNTY NAME), NAME (OWNER OR OFFICIAL) TITLE (Marian Homiak, Controller), COMPANY NAME (Sahuarita Water Company, LLC)

DO SAY THAT THIS ANNUAL UTILITY 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

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 (\$) \$ 3,577,409

(THE AMOUNT IN BOX ABOVE INCLUDES \$ 298,410 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 Marian Homiak, SIGNATURE OF OWNER OR OFFICIAL, 520-299-8766

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 28th DAY OF

Form with fields: COUNTY NAME (Pima), MONTH (March), 2013

Official Seal of Notary Public Cynthia Gannett, State of Arizona, County of Pima, My Commission Expires June 8, 2013

Signature of Cynthia Gannett, SIGNATURE OF NOTARY PUBLIC

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

RECEIVED

APR 16 2013

AZ CORP COMM  
Director - Utilities

**VERIFICATION**

**STATE OF ARIZONA**

**I, THE UNDERSIGNED**

**OF THE**

COUNTY OF (COUNTY NAME) <b>Pima</b>	
NAME (OWNER OR OFFICIAL) <b>Marian Homiak</b>	TITLE <b>Controller</b>
COMPANY NAME <b>Sahuarita Water Company, LLC</b>	

**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>2,261,489</u>

**THE AMOUNT IN BOX AT LEFT  
INCLUDES \$ 188,630  
IN SALES TAXES BILLED, OR COLLECTED)**

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

*Marian Homiak*  
SIGNATURE OF OWNER OR OFFICIAL

520-299-8766  
TELEPHONE NUMBER

**SUBSCRIBED AND SWORN TO BEFORE ME**

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

**THIS**

<u>28<sup>th</sup></u>
------------------------

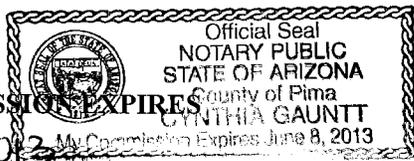
**DAY OF**

NOTARY PUBLIC NAME <u>Cynthia Gauntt</u>	
COUNTY NAME <u>Pima</u>	
MONTH <u>March</u>	.20 <u>13</u>

(SEAL)

**MY COMMISSION EXPIRES**

June 8, 2013



*Cynthia Gauntt*  
SIGNATURE OF NOTARY PUBLIC