

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL - MAKE CHANGES AS NECESSARY

W-02474A

KRAUS INVESTMENTS L.C.
DBA SHANGRI-LA RANCH / WATERWORKS
4444 N. SHANGRI-LA LN.
NEW RIVER, AZ 85087

RECEIVED

APR 17 2013

AZ CORP COMM
Director - Utilities

ANNUAL REPORT
Water

FOR YEAR ENDING

12	31	2012
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FOR COMMISSION USE

ANN 04	12
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4-24-13

COMPANY INFORMATION

Company Name (Business Name) <u>SHANGRI-LA RANCH</u>		
Mailing Address <u>44444 N. SHANGRI-LA LN</u> <small>(Street)</small>		
<u>NEW RIVER</u> <small>(City)</small>	<u>AZ</u> <small>(State)</small>	<u>85087</u> <small>(Zip)</small>
<u>623-465-5959</u> <small>Telephone No. (Include Area Code)</small>	<u>623-465-5900</u> <small>Fax No. (Include Area Code)</small>	<u>602-320-7373</u> <small>Cell No. (Include Area Code)</small>
Email Address <u>HORST@SHANGRILARANCH.COM</u>		
Local Office Mailing Address <u>SAME AS ABOVE</u> <small>(Street)</small>		
 <small>(City)</small>	 <small>(State)</small>	 <small>(Zip)</small>
Local Office Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)
Email Address _____		

MANAGEMENT INFORMATION

<input type="checkbox"/> Regulatory Contact:		
<input type="checkbox"/> Management Contact: <u>HORST KRAUS</u> <small>(Name)</small> <small>(Title)</small>		
<u>SAME AS ABOVE</u> <small>(Street)</small>	<u>SAME AS ABOVE</u> <small>(City)</small>	<u>SAME AS ABOVE</u> <small>(State)</small> <small>(Zip)</small>
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)
Email Address <u>HORST@SHANGRILARANCH.COM</u>		
On Site Manager: <u>HORST KRAUS</u> <small>(Name)</small>		
<u>SAME AS ABOVE</u> <small>(Street)</small>	<u>SAME AS ABOVE</u> <small>(City)</small>	<u>SAME AS ABOVE</u> <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: HORST KRAUS
 (Name)

SAME AS ABOVE
 (Street) (City) (State) (Zip)

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

Attorney: NONE
 (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:

<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 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

WATER UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (A)	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			
331	Transmission and Distribution M			
333	Services			
334	Meters and Meter Install			
335	Hydrants			
336	Backflow Preve			
339	Other Plant			
340	Office F			
341	Trar			
343				
344				
345				
346				
347	Misc			
348	Other Tax			
	TOTALS			

NOT APPLICABLE
 Shangri-La Waterworks [operating under M.C. Environmental Service Permit #076630] provides water only to Shangri-La Ranch, a Trailer Court Park [operating under M.C. Environmental Service Permit #NF0172-1] Both entities and Shangri-La Waste Water Treatment Plant [operating under M.C. Environmental Service Permit #37193 and State of Arizona L.L.C., an Arizona L.L.C. The water pumped is for the sole use of the permanent and transient tenants of the Trailer court park without charge. All expenses are at net-net carried by Kraus Investments L.C. No water is being sold to 3rd parties.

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

COMPANY NAME

WATER CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation %	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 S			
331	Transmission and Distrib			
333	Services			
334	Meters and Met			
335	Hydrants			
336	Backfl			
339	Or			
340				
341				
343	Equipment			
344	La... nt			
345	Power Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS			

NOT APPLICABLE
 Shangri-La Waterworks [operating under M.C. Environmental Service Permit #07660] provides water only to Shangri-La Ranch, a Trailer Court Park [operating under M.C. Environmental Service Permit #NF01721] Both entities and Shangri-La Waste Water Treatment Plant [operating under M.C. Environmental Service Permit #37193 and State of Arizona L.L.C., an Arizona L.L.C. The water pumped is for the sole use of the permanent and transient tenants of the Trailer court park without charge. All expenses are at net-net carried by Kraus Investments L.C.. No water is being sold to 3rd parties.

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

COMPANY NAME

SEWER UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (A)	O.C.L.D. (less AD)
351	Organization			
352	Franchises			
353	Land and Land Rights			
354	Structures and Improvements			
355	Power Generation Equipment			
360	Collection Sewers – Force			
361	Collection Sewers – Gravity			
362	Special Collecting Structures			
363	Services to Customers			
364	Flow Measuring Device			
365	Flow Measuring			
370	Receiving W			
380	Treatm			
381	Pl			
382				
389	Othe.			
390	Office Fu			
391	Transportatio			
393	Tools, Shop and C. age Equip.			
394	Laboratory Equipment			
395	Power Operated Equipment			
398	Other Tangible Plant			
	TOTALS			

NOT APPLICABLE
 Shangri-La Waterworks [operating under M.C. Environmental Service Permit #07660] provides water only to Shangri-La Ranch, a Trailer Court Park [operating under M.C. Environmental Service Permit #NF01721] Both entities and Shangri-La Waste Water Treatment Plant [operating under M.C. Environmental Service Permit #37193 and State of Arizona L.L.C., an Arizona L.L.C. The water pumped is for the sole use of the permanent and transient tenants of the Trailer court park without charge. All expenses are at net-net carried by Kraus Investments L.C. No water is being sold to 3rd parties.

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

COMPANY NAME

SEWER CALCULATION OF DEPRECIATION EXPENSE

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
351	Organization			
352	Franchises			
353	Land and Land Rights			
354	Structures and Improvements			
355	Power Generation Equipment			
360	Collection Sewers – Force			
361	Collection Sewers – Gravity			
362	Special Collecting Structures			
363	Services to Customers			
364	Flow Measuring Devices			
365	Flow Measuring Installat			
370	Receiving Wells			
380	Treatment and r			
381	Plant Sewer			
382	Outf			
389	r			
390	C.			
391	Trans			
393	Tools, Sh Equip.			
394	Laboratory Eq ment			
395	Power Operated Equipment			
398	Other Tangible Plant			
	TOTALS			

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 Shangri-La Waterworks [operating under M.C. Environmental Service Permit #07660] provides water only to Shangri-La Ranch, a Trailer Court Park [operating under M.C. Environmental Service Permit #NF01721] Both entities and Shangri-La Waste Water Treatment Plant [operating under M.C. Environmental Service Permit #37193 and State of Arizona Aquifer Protection Permit NO.P-105508] are wholly owned by Kraus Investments L.C., an Arizona L.L.C. The water pumped is for the sole use of the permanent and transient tenants of the Trailer court park without charge. All expenses are at net-net carried by Kraus Investments L.C. No water is being sold to 3rd parties.

This amount goes on the Comparative Statement of Income and Expense Acct. 403

COMPANY NAME

BALANCE SHEET

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

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

COMPANY NAME

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING	BALANCE AT END OF YEAR
LIABILITIES			
CURRENT LIABILITIES			
231	Accounts Payable		
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits		
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES		\$
LONG-TERM DEBT (Other)			
224	Long-Term Notes and Payables	\$	\$
251	Unamortized	\$	\$
252	Advanced		
255	Accrued		
271	Current		
272			
281			
	TOTAL LONG-TERM DEBT	\$	\$
CAPITAL ACCOUNTS			
201	Common Stock Issued	\$	\$
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings		
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$	\$
	TOTAL LIABILITIES AND CAPITAL	\$	\$

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COMPANY NAME

WATER COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$	
460	Unmetered Water Revenue		
474	Other Water Revenues		
	TOTAL REVENUES	\$	
	OPERATING EXPENSES		
601	Salaries and Wages		
610	Purchased Water		
615	Purchased Power		
618	Chemicals		
620	Repairs and Maintenance		
621	Office Supplies and Expense		
630	Outside Services		
635	Water Testing		
641	Rents		
650	Transportation Exper		
657	Insurance - Gener		
659	Insurance - Her		
666	Regulatory		
675	Miscella		
403	Depre		
408	Tr		
408.11			
409			
		\$	\$
	OPER	\$	\$
	01		
	NE/(EXPENSE)		
419	Interest and Di income	\$	\$
421	Non-Utility Incon		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	TOTAL OTHER INCOME/(EXPENSE)	\$	\$
	NET INCOME/(LOSS)	\$	\$

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COMPANY NAME

SEWER COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
521	Flat Rate Revenues	\$	
522	Measured Revenues		
536	Other Wastewater Revenues		
	TOTAL REVENUES	\$	
	OPERATING EXPENSES		
701	Salaries and Wages	\$	
710	Purchased Wastewater Treatment		
711	Sludge Removal Expense		
715	Purchased Power		
716	Fuel for Power Production		
718	Chemicals		
720	Materials and Supplies		
731	Contractual Services – Pr		
735	Contractual Services –		
736	Contractual Service		
740	Rents		
750	Transportati		
755	Insurance		
765	Regul		
775	Mi		
403			
408			
408			
409			
	OPERATING EXPENSES	\$	\$
	INCOME/EXPENSE		
419	Interest, Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	TOTAL OTHER INCOME/EXPENSE	\$	\$
	NET INCOME/(LOSS)	\$	\$

NOT APPLICABLE
 Shangri-La Waterworks [operating under M.C. Environmental Service Permit #07660] provides water only to Shangri-La Ranch, a Trailer Court Park [operating under M.C. Environmental Service Permit #NF01721] Both entities and Shangri-La Waste Water Treatment Plant [operating under M.C. Environmental Service Permit #37193 and State of Arizona Aquifer Protection Permit NO.P-105508] are wholly owned by Kraus Investments L.C., an Arizona L.L.C. The water pumped is for the sole use of the permanent and transient tenants of the Trailer court park without charge. All expenses are at net-net carried by Kraus Investments L.C. No water is being sold to 3rd parties.

COMPANY NAME

SUPPLEMENTAL FINANCIAL DATA
Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$			\$
Amount Outstanding	\$			\$
Date of Maturity				
Interest Rate		%	%	%
Current Year Interest		\$		\$
Current Year Principal	\$	\$		\$

Met. _____ Year End \$ _____
 _____ During the Test Year \$ _____

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COMPANY NAME	
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
212 375	3/4	6.0	480	6"	3/4	2006
5828 47	1.5	15.0	395	5"	3/4	2000
80 0892	1/2	2.0	540	6"	3/4	1984
80 0898	1.5	4.0	400	10"	3/4	1970
80 0894	1/2	2.0	370	6"	3/4	1978
80 0895	1/2	1.5	395	6"	3/4	1970

* 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
3	3		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
20,000	2	80	5
15,000	1		
1,000	1		

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

COMPANY NAME

Name of System: ADEQ Public Water System Number:

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2	NONE LARGER THAN 1 1/2"	
3		
4		
5		
6		
8		
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	NO CUSTOMER METERS
3/4	
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:

CHLORINATOR
 FILTER
 RO SYSTEM
 WATER SOFTENER

STRUCTURES:

NONE

OTHER:

NONE

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

COMPANY NAME:	
Name of System:	ADEQ Public Water System Number:

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2012

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY			431	
FEBRUARY			407	
MARCH			360	
APRIL			312	
MAY			235	
JUNE			216	
JULY			201	
AUGUST			252	
SEPTEMBER			270	
OCTOBER			376	
NOVEMBER			408	
DECEMBER			440	
TOTALS →			3911	

N.A. SEE PAGE 3

NONE

SEE MAP REPORT ATTACHED HERETO.

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

NONE

If system has fire hydrants, what is the fire flow requirement? _____ GPM for _____ 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.

COMPANY NAME:
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			
FEBRUARY			
MARCH			
APRIL			
MAY			
JUNE			
JULY			
AUGUST			
SEPTEMBER			
OCTOBER			
NOVEMBER			
DECEMBER			
TOTALS →			

No SHUT OFF EVER

OTHER (description):

COMPANY NAME	
Name of System:	Wastewater Inventory Number (if applicable):

WASTEWATER COMPANY PLANT DESCRIPTION
TREATMENT FACILITY

TYPE OF TREATMENT (Extended Aeration, Step Aeration, Oxidation Ditch, Aerobic Lagoon, Anaerobic Lagoon, Trickling Filter, Septic Tank, Wetland, Etc.)	<i>EXTENDED AERATION</i>
DESIGN CAPACITY OF PLANT (Gallons Per Day)	<i>20,000</i>

LIFT STATION FACILITIES

Location	Quantity of Pumps	Horsepower Per Pump	Capacity Per Pump (GPM)	Wet Well Capacity (gals)
<i>NORTH GATE</i>	<i>2</i>	<i>2</i>	<i>30 @ 60FT</i>	<i>1200</i>
<i>CENTRAL</i>	<i>2</i>	<i>2</i>	<i>30 @ 60FT</i>	<i>1200</i>
<i>7TH AVE GATE</i>	<i>2</i>	<i>2</i>	<i>30 @ 60FT</i>	<i>1000</i>

FORCE MAINS

Size	Material	Length (Feet)
<i>4-inch 2"</i>	<i>PVC SCH 40</i>	<i>880</i>
<i>6-inch 2"</i>	<i>PVC " 40</i>	<i>480</i>
<i>2"</i>	<i>PVC " 40</i>	<i>480</i>

MANHOLES

Type	Quantity
Standard	<i>1</i>
Drop	<i>1</i>

CLEANOUTS

Quantity
<i>152</i>

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

COMPANY NAME	
Name of System:	Wastewater Inventory Number (if applicable):

WASTEWATER COMPANY PLANT DESCRIPTION (CONTINUED)

COLLECTION MAINS

Size (in inches)	Material	Length (in feet)
4	PVC SCH 40	6750
6	" " "	1200
8	" SDR 120	100
10		
12		
15		
18		
21		
24		
30		

SERVICES

Size (in inches)	Material	Quantity
4	PVC/ABS SCH 40	135
6		
8		
12		
15		

FOR THE FOLLOWING FIVE ITEMS, LIST THE UTILITY OWNED ASSETS IN EACH CATEGORY PER WASTEWATER SYSTEM

SOLIDS PROCESSING AND HANDLING FACILITIES	BY SUB CONTRACT AJAX SLUDGE HAULING
DISINFECTION EQUIPMENT (Chlorinator, Ultra-Violet, Etc.)	1 CHLORINATOR 1 DE-CHLORINATOR 2-BLOWERS
FILTRATION EQUIPMENT (Rapid Sand, Slow Sand, Activated Carbon, Etc.)	2 RAPID SAND FILTERS
STRUCTURES (Buildings, Fences, Etc.)	20K/DAY MAR-WOOD PACKAGE PLANT FENCED IN EQUIPMENT SHELTERS - 2 -
OTHER (Laboratory Equipment, Tools, Vehicles, Standby Power Generators, Etc.)	STANDARD LAB EQUIPMENT FOR DAY-DAY TESTING 1 4 KVA STANDBY GENERATOR

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

COMPANY NAME	
Name of System:	Wastewater Inventory Number (if applicable):

WASTEWATER FLOWS

MONTH/YEAR (Most Recent 12 Months)	NUMBER OF SERVICES	TOTAL MONTHLY SEWAGE FLOW	SEWAGE FLOW ON PEAK DAY
January	135	189,700 GAL	7.200
February	135	125,890 "	5.100
March	135	150,060	5.200
April	135	181,730	6.620
May	135	140,320	4.970
June	135	121,520	4.510
July	135	116,930	4.480
August	135	101,440	3.610
September	135	117,750	4.530
October	135	137,100	5.740
November	135	136,310	5.680
December	135	145,210	5.980

**PROVIDE THE FOLLOWING INFORMATION AS APPLICABLE
PER WASTEWATER SYSTEM**

Method of Effluent Disposal (leach field, surface water discharge, reuse, injection wells, groundwater recharge, evaporation ponds, etc.)	ORNAMENTAL PLANT SUB SURFACE DRIP IRRIGATION
Groundwater Permit Number	NOT APPLICABLE
ADEQ Aquifer Protection Permit Number	P-105508
ADEQ Reuse Permit Number	NOT APPLICABLE
EPA NPDES Permit Number	NOT APPLICABLE

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

COMPANY NAME:	
Name of System:	Wastewater Inventory Number (if applicable):

UTILITY SHUTOFFS / DISCONNECTS

MONTH	Termination without Notice R14-2- 609.B	Termination with Notice R14-2- 609.C	OTHER
JANUARY			
FEBRUARY			
MARCH			
APRIL			
MAY			
JUNE			
JULY			
AUGUST			
SEPTEMBER			
OCTOBER			
NOVEMBER			
DECEMBER			
TOTALS →			

~~NO TERMINATIONS EVER~~

OTHER (description):

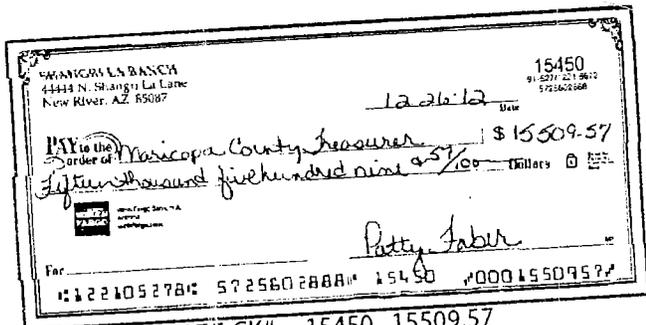
COMPANY NAME _____ YEAR ENDING 12/31/2012

PROPERTY TAXES

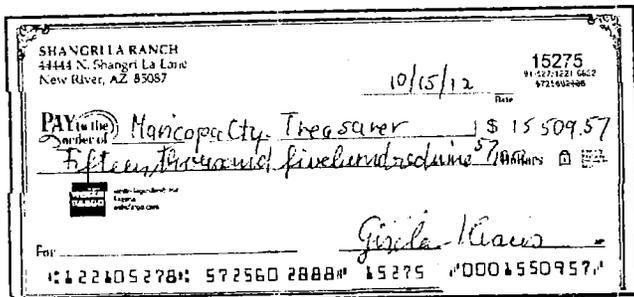
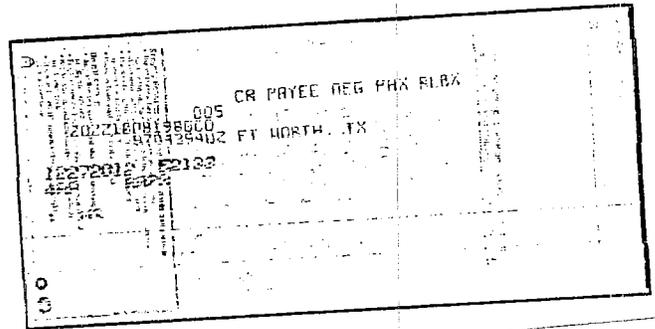
Amount of actual property taxes paid during Calendar Year 2012 was: \$ 31,019.14

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.

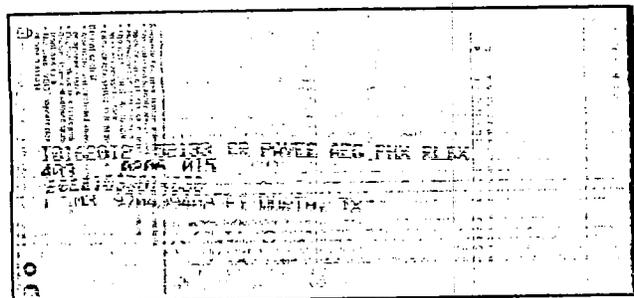
If no property taxes paid, explain why. _____



REF#8610514875 CK# 15450 15509.57



REF#8411253003 CK# 15275 15509.57



VERIFICATION
AND
SWORN STATEMENT
Taxes

RECEIVED

APR 17 2013

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>HORST KRAUS</u>
COMPANY NAME	<u>KRAUS INVESTMENTS L.C. DBA SHANGRI-LA WATERWORKS</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.

SIGNATURE OF OWNER OR OFFICIAL

623-465-5959

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

15th

DAY OF

(SEAL)



OFFICIAL SEAL
ELVIRA KRAUS
Notary Public - State of Arizona
MARICOPA COUNTY
My Comm. Expires Sept. 4, 2014

COUNTY NAME	<u>MARICOPA</u>	
MONTH	<u>APRIL</u>	<u>2013</u>

Elvira Kraus

SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES

9/4/2014

COMPANY NAME _____

YEAR ENDING 12/31/2012

INCOME TAXES

For this reporting period, provide the following:

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

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 _____

Decision No. 55774 states of the tax year when any Payer or if any name and amount each Payer, excess gross-up funds collected at the close of the tax year. Pursuant to this Decision, if gross-up tax refunds are due to any Payer, the amount of gross-up tax collected, the amount of refund due to each Payer, or has made the refund to the Payer.

CERTIFICATION

The undersigned certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the general partner, if a partnership; the managing member, if a limited liability company or trust; or the proprietor, if a sole proprietorship.

NOT APPLICABLE
 Shangri-La Waterworks [operating under M.C. Environmental Service Permit #07660] provides water only to Shangri-La Ranch, a Trailer Court Park [operating under M.C. Environmental Service Permit #NF01721] Both entities and Shangri-La Waste Water Treatment Plant [operating under M.C. Environmental Service Permit #37193 and State of Arizona Aquifer Protection Permit NO.P-105508] are wholly owned by Kraus Investments L.C., an Arizona L.L.C. The water pumped is for the sole use of the permanent and transient tenants of the Trailer court park without charge. All expenses are at net-net carried by Kraus Investments L.C. No water is being sold to 3rd parties.

THE UTILITY COMPANY HAS NO REVENUE/NO INCOME!

SIGNATURE

DATE

Horst Kraus

HORST KRAUS PRESIDENT

4/13/13

PRINTED NAME

TITLE

**VERIFICATION
AND
SWORN STATEMENT (SEWER)
Intrastate Revenues Only**

RECEIVED

APR 17 2013

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	MARICOPA
NAME (OWNER OR OFFICIAL) TITLE	HORST KRAUS
COMPANY NAME	KRAUS INVESTMENTS L.C.

AZ CORP COMM
Director - Utilities

DBA SHANGRI-LA WATER WORKS

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>ZERO REVENUE!</u>
--

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ _____
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)

Horst Kraus

SIGNATURE OF OWNER OR OFFICIAL 623-465-5959
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

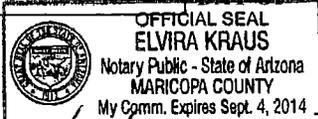
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

15th DAY OF

COUNTY NAME	MARICOPA
MONTH	APRIL
	2013

(SEAL)



Elvira Kraus
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES 9/4/2014

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE (SEWER)
Intrastate Revenues Only**

RECEIVED

APR 17 2013

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>HORST KRAUS</u>	TITLE <u>PRESIDENT</u>
COMPANY NAME <u>KRAUS INVESTMENTS LCI</u> <u>DBA SHANGRI-LA WATER WORKS</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 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>\$ ZERO REVENUE</u>

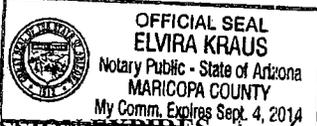
**THE AMOUNT IN BOX AT LEFT
INCLUDES \$ _____
IN SALES TAXES BILLED, OR COLLECTED)**

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

Horst Kraus
SIGNATURE OF OWNER OR OFFICIAL
623-465-1959
TELEPHONE NUMBER

**SUBSCRIBED AND SWORN TO BEFORE ME
A NOTARY PUBLIC IN AND FOR THE COUNTY OF
THIS 15th DAY OF**

NOTARY PUBLIC NAME <u>ELVIRA KRAUS</u>	
COUNTY NAME <u>MARICOPA</u>	
MONTH <u>APRIL</u>	<u>2013</u>

(SEAL) 
MY COMMISSION EXPIRES 9/4/2014

Elvira Kraus
SIGNATURE OF NOTARY PUBLIC

**VERIFICATION
AND
SWORN STATEMENT (WATER)
Intrastate Revenues Only**

RECEIVED

APR 17 2013

AZ CORP COMM
Director - Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)	MARICOPA
NAME (OWNER OR OFFICIAL) TITLE	HORST KRAUS
COMPANY NAME	KRAUS INVESTMENTS L.C

DBA SHANGRI-LA WATER WORKS

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.

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(THE AMOUNT IN BOX ABOVE
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IN SALES TAXES BILLED, OR COLLECTED)

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Horst Kraus

SIGNATURE OF OWNER OR OFFICIAL

623 465-5959

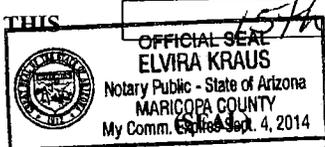
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS _____ DAY OF

COUNTY NAME	MARICOPA
MONTH	APRIL, 2013



Elvira Kraus

SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES 9/4/2014

RECEIVED

APR 17 2013

AZ CORP COMM
Director - Utilities

VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE (WATER)
INTRASTATE REVENUES ONLY

VERIFICATION
STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

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

FOR THE YEAR ENDING

COUNTY OF (COUNTY NAME) <u>MARICOPA</u>	
NAME (OWNER OR OFFICIAL) <u>HORST KRAUS</u>	TITLE <u>PRESIDENT</u>
COMPANY NAME <u>KRAUS INVESTMENTS L.C</u>	

DBA SHANGRI-LA WATER WORKS

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

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ARIZONA INTRASTATE GROSS OPERATING REVENUES <u>\$ ZERO REVENUE !</u>

(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ ZERO DOLLARS
IN SALES TAXES BILLED, OR COLLECTED

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

[Signature]
SIGNATURE OF OWNER OR OFFICIAL

623-405-5959
TELEPHONE NUMBER

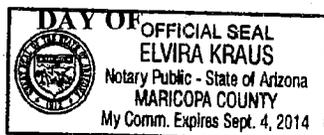
SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

15th

(SEAL)



MY COMMISSION EXPIRES 9/4/2014

NOTARY PUBLIC NAME <u>ELVIRA KRAUS</u>	
COUNTY NAME <u>MARICOPA</u>	
MONTH <u>APRIL</u>	<u>2013</u>

[Signature]
SIGNATURE OF NOTARY PUBLIC