

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL - MAKE CHANGES AS NECESSARY

Tonto Village Water Co. Inc.
173 S. Blackfoot Rd.
Payson Az. 85541

W-01580A

RECEIVED

OCT 28 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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10-29-13

COMPANY INFORMATION

Company Name: Tonto Village Water Co. Inc.

Mailing Address: 173 S. Blackfoot Rd
Payson Az 85541

928-478-0010
Telephone No.

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

Email Address: Service@arizonarim.com

Local Office Mailing Address Same
(Street)

(City)

(State)

(Zip)

Local Office Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Email Address _____

MANAGEMENT INFORMATION

Regulatory Contact:

Management Contact: Jeff or Dianne Daniels

Owners
(Title)

173 S. Blackfoot Rd Payson Az 85541
(Street) (City) (State) (Zip)

928-478-0010
Telephone No. Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address Service@arizonarim.com

On Site Manager: Jeff Daniels
(Name)

Same
(Street) (City) (State) (Zip)

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

Email Address _____

Statutory Agent: Jeff Daniels

Same

(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

UTILITY PLANT IN SERVICE

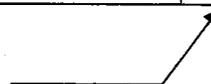
Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights	\$3466.00		\$3466.00
304	Structures and Improvements			
307	Wells and Springs	\$44,480.00	\$-14,621.00	\$29,859.00
311	Pumping Equipment	\$8367.00	\$-6867.00	\$1500.00
320	Water Treatment Equipment	\$2780.00	\$-2780.00	0
330	Distribution Reservoirs and Standpipes	\$26,431.00	\$-26,431.00	0
331	Transmission and Distribution Mains	\$46,101.00	\$-41,410.00	\$4691.00
333	Services			
334	Meters and Meter Installations	\$6193.00	\$-5518.00	\$676.00
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	\$3064.00	\$-3064.00	0
340	Office Furniture and Equipment	\$2079.00	\$-2079.00	0
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	\$142961.00	-\$102770.00	\$40192.00

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			
302	Franchises			
303	Land and Land Rights	\$3466.00		\$0
304	Structures and Improvements			
307	Wells and Springs	\$44,480.00	3.33	\$1481.00
311	Pumping Equipment	\$8367.00	12.50	\$1046.00
320	Water Treatment Equipment	\$2780.00		\$0
330	Distribution Reservoirs and Standpipes	\$26,431.00	2.06	\$544.14
331	Transmission and Distribution Mains	\$46,101.00	2.00	\$922.00
333	Services			
334	Meters and Meter Installations	\$6193.00	8.33	\$516.00
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	\$3064.00		\$0
340	Office Furniture and Equipment	\$2079.00		\$0
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	\$142961.00		\$4509.00

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



BALANCE SHEET

Acct No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$872.78	\$628.30
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	\$845.87	\$1367.17
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$1718.65	\$1995.47
	FIXED ASSETS		
101	Utility Plant in Service	\$188,552.00	\$40,191.00
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	\$-125,377.00	\$-102,770.
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$63,175.00	\$-62579.00
	TOTAL ASSETS	\$64,893.65	\$-60,583.53

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

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITES		
231	Accounts Payable	\$1469.48	\$2216.93
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	\$3103.90	\$247.11
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$4790.18	\$2464.04
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$	\$
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction	\$949.79	\$0
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	\$949.79	\$0
	TOTAL LIABILITIES	\$5739.07	\$2464.04
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$54,922.80	\$54,922.80
211	Paid in Capital in Excess of Par Value	\$20,077.20	\$20,077.20
215	Retained Earnings	\$-15,846.33	\$-22,369.12
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$59,153.67	\$52,630.88
	TOTAL LIABILITIES AND CAPITAL	\$64,893.65	\$55,094.92

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$32,088.32	\$31,701.00
460	Unmetered Water Revenue		
474	Other Water Revenues	\$435.89	\$472.00
	TOTAL REVENUES	\$32,524.21	\$32,173.00
	OPERATING EXPENSES		
601	Salaries and Wages	\$12,379.19	\$9954.17
610	Purchased Water		
615	Purchased Power	\$4146.11	\$4335.62
618	Chemicals	\$247.24	\$111.78
620	Repairs and Maintenance	\$4095.53	\$4792.99
621	Office Supplies and Expense	\$1202.95	\$1196.59
630	Outside Services	\$3938.14	\$183.00
635	Water Testing	\$240.00	\$737.60
641	Rents		
650	Transportation Expenses	\$4224.10	\$2873.85
657	Insurance – General Liability		\$443.01
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case	\$63.00	
675	Miscellaneous Expense	\$205.90	\$49.49
403	Depreciation Expense	\$5286.52	\$4509.14
408	Taxes Other Than Income	\$191.81	\$2098.76
408.11	Property Taxes	\$1887.38	
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$34,172.10	\$31286.00
	OPERATING INCOME/(LOSS)	\$421.45	\$887.00
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$0.56	\$0.49
421	Non-Utility Income		\$216.09
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		\$3372.55
	TOTAL OTHER INCOME/(EXPENSE)	\$0.56	\$3589.13
	NET INCOME/(LOSS)	\$422.01	\$4476.13

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 Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End \$ _____

Meter Deposits Refunded During the Test Year \$ _____

COMPANY NAME: Tonto Village Water Co. Inc.

Name of System: Tonto Village Water **ADEQ Public Water System Number:04-023**

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-218159	7.5	75	600	8		2008
55-627910		<35	80	6		
55-516995	2	24	34	6	1	1987

* 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
2HP	2		
5HP	2		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
10000	1	2000	1
34000	1	1000	1

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

COMPANY NAME: Tonto Village Water Co. Inc.

Name of System: Tonto Village Water

ADEQ Public Water System Number:04-023

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2	ABS/PVC	5550
3	ABS/PVC	2270
4		
5		
6		
8		
10		
12		
2	PVC	90

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	182
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:

2 Liquid Chlorine Feed Pumps

STRUCTURES:

3 Pump Sheds

Chain Link Fence Around All

OTHER:

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

COMPANY NAME: Tonto Village Water Co. Inc.

Name of System:

ADEQ Public Water System Number:04-023

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2012

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	178	269494	317800	0
FEBRUARY	178	284558	355600	0
MARCH	178	297668	355600	0
APRIL	178	338863	433100	0
MAY	180	654134	753900	0
JUNE	179	1047410	1153900	0
JULY	179	490650	565800	0
AUGUST	180	696341	758000	0
SEPTEMBER	180	506409	646900	0
OCTOBER	180	386763	483600	0
NOVEMBER	178	285638	418000	0
DECEMBER	178	238749	328100	0
TOTALS →			6570300	0

What is the level of arsenic for each well on your system? <0.001 mg/l
(If more than one well, please list each separately.)

If system has fire hydrants, what is the fire flow requirement? n/a 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: Tonto Village Water Co. Inc.	
Name of System:	ADEQ Public Water System Number:04-023

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 →			

OTHER (description):

COMPANY NAME: Tonto Village Water Co. Inc. YEAR ENDING 12/31/2012

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2012 was: \$ 2208.13 for 2011

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. Funds Unavailable

**VERIFICATION
AND
SWORN STATEMENT
Taxes**

RECEIVED

OCT 28 2013

AZ CORP COMM
Director - Utilities

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF Gila
NAME TITLE Jeff or Dianne Daniels Owner
COMPANY NAME Tonto Village Water Co. Inc.

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

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2012

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

SIGNATURE OF OWNER OR OFFICIAL

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

DAY OF

COUNTY NAME	
MONTH	.20__

(SEAL)

SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES _____

COMPANY NAME: Tonto Village Water Co. Inc 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 0
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.

Dianne Daniels
SIGNATURE

10-25-13
DATE

Jeff/Dianne Daniels
PRINTED NAME

Vice President
TITLE

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

RECEIVED

OCT 28 2013

AZ CORP COMM
Director - Utilities

VERIFICATION
STATE OF Arizona
I, THE UNDERSIGNED
OF THE

COUNTY OF Gila
NAME TITLE Jeff or Dianne Daniels Owner
COMPANY NAME Tonto Village Water Co. Inc.

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

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2012

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2012 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)
\$32173.22

(THE AMOUNT IN BOX ABOVE
INCLUDES \$2098.76
IN SALES TAXES BILLED, OR COLLECTED)

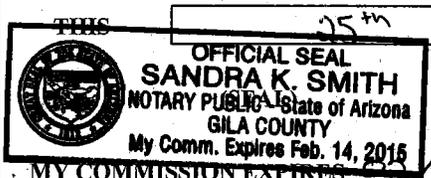
****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

Dianne Daniels
SIGNATURE OF OWNER OR OFFICIAL
928-478-0010
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

COUNTY NAME	Gila	
MONTH	October	2013



Sandra K. Smith
SIGNATURE OF NOTARY PUBLIC

THIS 25th DAY OF October MY COMMISSION EXPIRES 2/14/2016

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

RECEIVED

OCT 28 2013

AZ CORP COMM
Director - Utilities

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 Gila	
NAME Jeff or Dianne Daniels	TITLE Owner
COMPANY NAME Tonto Village Water Co. Inc.	

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>32173.22</u>

THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 2098.76
IN SALES TAXES BILLED, OR COLLECTED)

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

Dianne Daniels
SIGNATURE OF OWNER OR OFFICIAL

928-478-0010
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

25th

DAY OF

NOTARY PUBLIC NAME <u>Sandra K Smith</u>	
COUNTY NAME <u>Gila</u>	
MONTH <u>October</u>	<u>2013</u>



EXPIRES 02/14/2015

Sandra K Smith
SIGNATURE OF NOTARY PUBLIC