

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

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

W-01212A

Valencia Water Company, Inc. (Greater Buckeye Division)  
c/o Global Water  
21410 N. 19<sup>th</sup> Ave. Ste. 201  
Phoenix, AZ 85027

RECEIVED

APR 16 2013

ACC UTILITIES DIRECTOR

**ANNUAL REPORT**  
**Water**

FOR YEAR ENDING

12	31	2012
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FOR COMMISSION USE

ANN 04	12
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4-22-13

## COMPANY INFORMATION

<b>Company Name (Business Name)</b> Valencia Water Company, Inc. (Greater Buckeye Division)			
Mailing Address 21410 N. 19 <sup>th</sup> Ave., Ste. 201			
(Street)			
Phoenix	AZ	85027	
(City)	(State)	(Zip)	
623-580-9600	623-580-9659	NA	
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
Email Address ron.fleming@gwresources.com			
<b>Local Office Mailing Address</b> Same as above			
(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

<input type="checkbox"/> <b>Regulatory Contact:</b> Ron Fleming			
<input type="checkbox"/> <b>Management Contact:</b> Ron Fleming President, Regulated Utilities Division			
(Name) (Title)			
21410 N. 19 <sup>th</sup> Ave. Ste. 210		Phoenix	AZ 85027
(Street)		(City)	(State) (Zip)
623-580-9600	623-580-9659	602-550-2717	
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
Email Address ron.fleming@gwresources.com			
<b>On Site Manager:</b> Harold Thomas, West Valley Regional Manager			
(Name)			
201 East Coronado Street		Buckeye	AZ 85326
(Street)		(City)	(State) (Zip)
623-386-4252	623-386-6638	602-550-2717	
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
Email Address harold.thomas@gwresources.com			

**Statutory Agent:** Cindy M. Liles

(Name)

21410 N. 19<sup>th</sup> Avenue, Suite 201 Phoenix AZ 85027  
(Street) (City) (State) (Zip)

623-580-9600 623-580-9659 \_\_\_\_\_  
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

**Attorney:** Timothy J. Sabo, Roshka DeWulf & Patten, PLC

(Name)

400 E. Van Buren, Ste. 800 Phoenix AZ 85004  
(Street) (City) (State) (Zip)

602-256-6100 602-256-6800 \_\_\_\_\_  
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

**Email Address** tsabo@rdp-law.com

### OWNERSHIP INFORMATION

Check the following box that applies to your company:

- |   |  |
|---|--|
| <input type="checkbox"/> Sole Proprietor (S)    | <input checked="" type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P)        | <input type="checkbox"/> Subchapter S Corporation (Z)                                |
| <input type="checkbox"/> Bankruptcy (B)         | <input type="checkbox"/> Association/Co-op (A)                                       |
| <input type="checkbox"/> Receivership (R)       | <input type="checkbox"/> Limited Liability Company                                   |
| <input type="checkbox"/> Other (Describe) _____ |  |

### COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- |                                     |  |                                   |
|-------------------------------------|--|-----------------------------------|
| <input 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  |  |                                   |

**UTILITY PLANT IN SERVICE**

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	0	0	0
302	Franchises	0	0	0
303	Land and Land Rights	27898	0	27898
304	Structures and Improvements	39296	23508	15788
307	Wells and Springs	115895	103872	12023
309	Raw Water Supply Mains	674	7	667
310	Power Generation Equipment	1738	217	1521
311	Pumping Equipment	527169	401123	126046
320	Water Treatment Equipment	844990	168089	676901
330	Distribution Reservoirs and Standpipes	588433	228393	360040
331	Transmission and Distribution Mains	766494	435790	330705
333	Services	37406	24640	12765
334	Meters and Meter Installations	33057	24769	8288
335	Hydrants	40757	22799	17958
336	Backflow Prevention Devices	5432	2031	3401
339	Other Plant and Misc. Equipment	4284	1382	2901
340	Office Furniture and Equipment	0	0	0
341	Transportation Equipment	0	0	0
343	Tools, Shop and Garage Equipment	1650	376	1275
344	Laboratory Equipment	0	0	0
345	Power Operated Equipment	0	0	0
346	Communication Equipment	4808	1331	3478
347	Miscellaneous Equipment	10089	4688	5401
348	Other Tangible Plant	8533	1795	6738
396	Communication Equipment	526	79	447
	<b>TOTALS</b>	<b>\$3,059,129</b>	<b>\$1,444,889</b>	<b>\$1,614,241</b>

**COMPANY NAME: VALENCIA WATER COMPANY, INC. (GREATER BUCKEYE DIVISION)**

**CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR**

<b>Acct. No.</b>	<b>DESCRIPTION</b>	<b>Original Cost (1)</b>	<b>Depreciation Percentage (2)</b>	<b>Depreciation Expense (1x2)</b>
301	Organization	0	0%	0
302	Franchises	0	0%	0
303	Land and Land Rights	27,898	0%	0
304	Structures and Improvements	39,296	3.33%	809
307	Wells and Springs	115,895	3.33%	703
309	Raw Water Supply Mains	674	2%	7
310	Power Generation Equipment	1738	5%	87
311	Pumping Equipment	527,169	12.5%	38,378
320	Water Treatment Equipment	844,990	3.33% or 20%	26,619
330	Distribution Reservoirs and Standpipes	588,433	2.22% or 5%	13,788
331	Transmission and Distribution Mains	766,494	2%	8,395
333	Services	37,406	3.33%	777
334	Meters and Meter Installations	33,057	8.33%	2,241
335	Hydrants	40,757	2%	484
336	Backflow Prevention Devices	5,432	6.67%	381
339	Other Plant and Misc. Equipment	4,284	6.67%	298
340	Office Furniture and Equipment	0	6.67% or 33.33%	0
341	Transportation Equipment	0	20%	0
343	Tools, Shop and Garage Equipment	1,650	5%	83
344	Laboratory Equipment	0	10%	0
345	Power Operated Equipment	0	5%	0
346	Communication Equipment	4,808	10%	298
347	Miscellaneous Equipment	10,089	10%	1,296
348	Other Tangible Plant	8,533	0%	422
396	Communication Equipment	526	10%	53
	<b>TOTALS</b>	<b>\$3,059,129</b>	<b>-</b>	<b>\$95,119</b>

**BALANCE SHEET**

Acct No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>ASSETS</b>		
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash and cash equivalents	(\$138)	\$0
132	Special Deposits	14,674	0
134	Working Funds	0	0
135	Temporary Cash Investments	0	0
141	Customer Accounts Receivable	43,230	37,230
143	Accumulated Provision for Uncollectible Accounts	(8,799)	(7,634)
151	Plant Material and Supplies	0	
162	Prepayments	5,583	5,726
174	Miscellaneous Current and Accrued Assets	11,159	18,500
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	<b>\$65,709</b>	<b>\$53,822</b>
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service	\$3,079,206	3,059,129
103	Property Held for Future Use	0	
105	Construction Work in Progress	(29)	0
108	Accumulated Depreciation – Utility Plant	(1,372,116)	(1,444,888)
121	Non-Utility Property	0	
122	Accumulated Depreciation – Non Utility	0	
	<b>TOTAL FIXED ASSETS</b>	<b>\$1,707,061</b>	<b>\$1,614,241</b>
	<b>OTHER ASSETS</b>		
114	Utility Plant Acquisition Adjustments	\$ 1,888,677	\$ 1,888,677
181	Unamortized Debt Discount & Expense	0	
190	Accumulated Deferred Income Taxes	17,832	0
	<b>TOTAL OTHER ASSETS</b>	<b>\$1,906,509</b>	<b>1,888,677</b>
	<b>TOTAL ASSETS</b>	<b>\$3,679,279</b>	<b>\$3,556,740</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	\$5,971	\$31,564
232	Notes Payable (Current Portion)	12,886	5,405
235	Customer Deposits	43,597	47,283
236	Accrued Taxes	9,503	10,402
237	Accrued Interest	3,565	4,428
241	Miscellaneous Current and Accrued Liabilities	16,085	17,336
253	Other Deferred Credits	6,158	5,288
	<b>TOTAL CURRENT LIABILITIES</b>	<b>\$97,765</b>	<b>\$121,706</b>
	<b>LONG-TERM DEBT (Over 12 Months)</b>		
224	Long-Term Notes and Bonds	\$121,380	\$6,781
	<b>DEFERRED CREDITS</b>		
251	Unamortized Premium on Debt	\$0	0
252	Advances in Aid of Construction	722,274	106,342
255	Accumulated Deferred Investment Tax Credits	0	0
271	Contributions in Aid of Construction	407,979	1,044,764
272	Less: Amortization of Contributions	(171,882)	(215,270)
281	Accumulated Deferred Income Tax	2,486	0
	<b>TOTAL DEFERRED CREDITS</b>	<b>\$960,857</b>	<b>\$935,836</b>
	<b>TOTAL LIABILITIES</b>	<b>\$1,180,002</b>	<b>\$1,064,323</b>
	<b>CAPITAL ACCOUNTS</b>		
201	Common Stock Issued	\$0	0
211	Paid in Capital in Excess of Par Value	2,370,339	2,291,846
215	Retained Earnings	128,938	200,571
218	Proprietary Capital (Sole Props and Partnerships)	0	0
	<b>TOTAL CAPITAL</b>	<b>\$2,499,277</b>	<b>\$2,492,417</b>
	<b>TOTAL LIABILITIES AND CAPITAL</b>	<b>\$3,679,279</b>	<b>\$3,556,740</b>

**COMPARATIVE STATEMENT OF INCOME AND EXPENSE**

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$467,299	\$465,162
460	Unmetered Water Revenue	0	0
474	Other Water Revenues	10,238	8,884
	<b>TOTAL REVENUES</b>	<b>\$477,537</b>	<b>\$474,046</b>
	<b>OPERATING EXPENSES</b>		
601	Salaries and Wages	\$ 94,535	\$ 103,199
604	Employee Pensions and Benefits	92	597
610	Purchased Water	51,353	54,865
615	Purchased Power	23,141	24,537
616	Fuel for Power Productin	470	700
618	Chemicals	(3,710)	8,485
620	Materials and Supplies	6,144	3,918
621	Office Supplies and Expense	5,443	3,832
631	Contractual Services – Eng.	-	-
632	Contractual Services – Acctg.	5,737	8,133
633	Contractual Services – Management Fees	26,149	26,541
634	Contractual Services - Legal	2,293	9,900
635	Contractual Services - Testing	3,252	3,394
636	Contractual Services - Other	3,336	7,598
641	Rental of Building	4,216	4,205
642	Rental of Equipment	-	-
650	Transportation Expenses	9,090	8,678
657	Insurance – General Liability	2,836	1,872
658	Insurance – Workers Comp	420	357
659	Insurance - Other	9,181	10,266
660	Advertising Expense	416	148
666	Regulatory Commission Expense – Rate Case	1,333	1,333
667	Regulatory Commission Expense - Other	-	79
670	Bad Debt Expense	11,720	3,515
675	Miscellaneous Expense	12,062	10,856
403	Depreciation Expense	137,751	95,114
403	Depreciation Expense –CIAC Amortization	(25,605)	(43,388)
408	Taxes Other Than Income	7,678	8,427
408.1	Property Taxes	19,177	21,903
409	Income Tax	23,499	24,548
	<b>TOTAL OPERATING EXPENSES</b>	<b>\$432,009</b>	<b>403,612</b>
	<b>OPERATING INCOME/(LOSS)</b>	<b>\$45,528</b>	<b>\$70,434</b>

	<b>OTHER INCOME/(EXPENSE)</b>		
419	Interest and Dividend Income	\$0	\$0
421	Non-Utility Income	1,891	0
426	Miscellaneous Non-Utility Expenses	0	0
427	Interest Expense	-10,487	-8,005
	<b>TOTAL OTHER INCOME/(EXPENSE)</b>	<b>(\$8,596)</b>	<b>(\$8,005)</b>
	<b>NET INCOME/(LOSS)</b>	<b>\$36,932</b>	<b>\$62,429</b>

**SUPPLEMENTAL FINANCIAL DATA**

**Long-Term Debt**

	<b>LOAN #1</b>	<b>LOAN #2</b>	<b>LOAN #3</b>	<b>LOAN #4</b>
Date Issued	4/1991			
Source of Loan	Seller – Garcia			
ACC Decision No.	57607			
Reason for Loan	First Lien			
Dollar Amount Issued	\$66,000	\$	\$	\$
Amount Outstanding	\$12,186	\$	\$	\$
Date of Maturity	1/2015			
Interest Rate	8.000%	%	%	%
Current Year Interest	\$1,386	\$	\$	\$
Current Year Principle	\$4,982	\$	\$	\$

Meter Deposit Balance at Test Year End \$47,283

Meter Deposits Refunded During the Test Year \$8,970.55

**COMPANY NAME: VALENCIA WATER COMPANY, INC. (GREATER BUCKEYE DIVISION)**

**Name of System: Sonoran Ridge                      ADEQ Public Water System Number: AZ-04-07-732**

**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>
55-572657 Sonoran Ridge	30	150	700	6	4"	1999

\* 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>

<b>BOOSTER PUMPS</b>		<b>FIRE HYDRANTS</b>	
<b>Horsepower</b>	<b>Quantity</b>	<b>Quantity Standard</b>	<b>Quantity Other</b>
20	2	34	
30	1		

<b>STORAGE TANKS</b>		<b>PRESSURE TANKS</b>	
<b>Capacity</b>	<b>Quantity</b>	<b>Capacity</b>	<b>Quantity</b>
250,000	1	5,000 GAL	1

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

**COMPANY NAME: VALENCIA WATER COMPANY, INC. (GREATER BUCKEYE DIVISION)**

**Name of System: Sonoran Ridge                      ADEQ Public Water System Number: AZ-04-07-732**

**WATER COMPANY PLANT DESCRIPTION (CONTINUED)**

**MAINS**

Size (in inches)	Material	Length (in feet)
8	DIP	1,311
8	PVC	10,786
10	PVC	4,468
12	PVC	551
-99	UNK	24
6	UNK	124
12	UNK	93
16	UNK	84

**CUSTOMER METERS**

Size (in inches)	Quantity
5/8	14
3/4	5
1	43

DIP Ductile Iron Pipe  
PVC Polyvinyl Chloride  
UNK Unknown

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

**TREATMENT EQUIPMENT:**

Arsenic Treatment System  
Chlorinator installed at well site

**STRUCTURES:**

Disinfection system has a prefabricated shed to secure the chemical tank and equipment, in addition to chemicals.

**OTHER:**

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

**COMPANY NAME: VALENCIA WATER COMPANY, INC. (GREATER BUCKEYE DIVISION)**

**Name of System: Bulfer/Primrose** **ADEQ Public Water System Number: AZ-04-07-114**

**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>
55-618513 Bulfer/Primrose	5	40	273	8	1 1/2"	1972

\* 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>

<b>BOOSTER PUMPS</b>		<b>FIRE HYDRANTS</b>	
<b>Horsepower</b>	<b>Quantity</b>	<b>Quantity Standard</b>	<b>Quantity Other</b>
10	2	10	
25	1		

<b>STORAGE TANKS</b>		<b>PRESSURE TANKS</b>	
<b>Capacity</b>	<b>Quantity</b>	<b>Capacity</b>	<b>Quantity</b>
130,000	1	2400	1

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

**COMPANY NAME: VALENCIA WATER COMPANY, INC. (GREATER BUCKEYE DIVISION)**

**Name of System: Bulfer/Primrose** **ADEQ Public Water System Number: AZ-04-07-114**

**WATER COMPANY PLANT DESCRIPTION (CONTINUED)**

**MAINS**

Size (in inches)	Material	Length (in feet)
4	PVC	1,321
8	PVC	5,416
-99	UNK	6,719
6	UNK	528
8	UNK	140

**CUSTOMER METERS**

Size (in inches)	Quantity
5/8	72
3/4	12
1	8

DIP Ductile Iron Pipe  
PVC Polyvinyl Chloride  
UNK Unknown

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

TREATMENT EQUIPMENT:  
Chlorinator installed at well site

STRUCTURES:

Disinfection system has a prefabricated shed to secure the chemical tank and equipment, in addition to chemicals.

OTHER:

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

**COMPANY NAME: VALENCIA WATER COMPANY, INC. (GREATER BUCKEYE DIVISION)**

**Name of System: Sweetwater 2** **ADEQ Public Water System Number: AZ-04-07-129**

**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>
55-802332			0	6		1970
55-802333 Sweetwater 2	5	40	279	8	1 ½"	1970

\* 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>
City of Goodyear Interconnect		11,265

<b>BOOSTER PUMPS</b>		<b>FIRE HYDRANTS</b>	
<b>Horsepower</b>	<b>Quantity</b>	<b>Quantity Standard</b>	<b>Quantity Other</b>
10	1		
7.5	1		

<b>STORAGE TANKS</b>		<b>PRESSURE TANKS</b>	
<b>Capacity</b>	<b>Quantity</b>	<b>Capacity</b>	<b>Quantity</b>
157,000	1	3400 GAL	1

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



**COMPANY NAME: VALENCIA WATER COMPANY, INC. (GREATER BUCKEYE DIVISION)**

**Name of System: Sun Valley** **ADEQ Public Water System Number: AZ-04-07-195**

**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>
55-800946 SVR Well #2	50	350	600	16		1957
55-800947 Sun Valley	30	275	747	20	6"	1995
55-802328 Sweetwater 1	3	30	513	18		1969
55-802329			0	6		1968
55-802330			0	6		1968

\* 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>

<b>BOOSTER PUMPS</b>		<b>FIRE HYDRANTS</b>	
<b>Horsepower</b>	<b>Quantity</b>	<b>Quantity Standard</b>	<b>Quantity Other</b>
20	1	42	
25	2		

<b>STORAGE TANKS</b>		<b>PRESSURE TANKS</b>	
<b>Capacity</b>	<b>Quantity</b>	<b>Capacity</b>	<b>Quantity</b>
11,000 GAL	1	2,000 GAL	1
125,000 GAL	1	3,000 GAL	1

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

**COMPANY NAME: VALENCIA WATER COMPANY, INC. (GREATER BUCKEYE DIVISION)**

**Name of System: Sun Valley** **ADEQ Public Water System Number: AZ-04-07-195**

**WATER COMPANY PLANT DESCRIPTION (CONTINUED)**

**MAINS**

Size (in inches)	Material	Length (in feet)
4	ACP	388
4	PVC	2,248
4	UNK	7,754
6	AC	5,302
6	ACP	830
6	PVC	60,797
6	UNK	4,029
8	PVC	7,962
8	UNK	5,849
10	PVC	2,204
10	UNK	64
-99	UNK	304

**CUSTOMER METERS**

Size (in inches)	Quantity
5/8	402
3/4	23
1	8

- ACP Acrylonitrile-Buadiene-Styrene
- DIP Ductile Iron Pipe
- PVC Polyvinyl Chloride
- SDRCL1 PVC SDR 26 CL 160
- UNK Unknown

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

TREATMENT EQUIPMENT:  
Chlorinator installed at well site

STRUCTURES:

Disinfection system has a prefabricated shed to secure the chemical tank and equipment, in addition to chemicals.

OTHER:

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

COMPANY NAME: VALENCIA WATER COMPANY, INC. (GREATER BUCKEYE DIVISION)

Name of System: Sonoran Ridge

ADEQ Public Water System Number: AZ-04-07-732

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

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	58	399	475	
FEBRUARY	59	454	591	
MARCH	59	2333	541	
APRIL	60	533	811	
MAY	60	749	923	
JUNE	60	847	1010	
JULY	60	970	887	
AUGUST	59	982	856	
SEPTEMBER	59	829	735	
OCTOBER	59	776	796	
NOVEMBER	59	627	767	
DECEMBER	59	607	684	
<b>TOTALS →</b>		10,106	9,076	

What is the level of arsenic for each well on your system?

*(If more than one well, please list each separately.)*

ADWR #55-572657 (Sonoran Ridge) 14 ppb, EPDS 6.7 ppb

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.***

<b>COMPANY NAME: VALENCIA WATER COMPANY, INC. (GREATER BUCKEYE DIVISION)</b>	
<b>Name of System: Bulfer/Primrose</b>	<b>ADEQ Public Water System Number: AZ-04-07-114</b>

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

<b>MONTH</b>	<b>NUMBER OF CUSTOMERS</b>	<b>GALLONS SOLD (Thousands)</b>	<b>GALLONS PUMPED (Thousands)</b>	<b>GALLONS PURCHASED (Thousands)</b>
<b>JANUARY</b>	87	704	616	
<b>FEBRUARY</b>	86	611	561	
<b>MARCH</b>	87	730	680	
<b>APRIL</b>	86	722	699	
<b>MAY</b>	87	871	796	
<b>JUNE</b>	87	872	897	
<b>JULY</b>	88	890	765	
<b>AUGUST</b>	87	955	1,097	
<b>SEPTEMBER</b>	87	1080	955	
<b>OCTOBER</b>	88	742	989	
<b>NOVEMBER</b>	89	664	837	
<b>DECEMBER</b>	88	607	741	
<b>TOTALS →</b>		9,446	9,812	

What is the level of arsenic for each well on your system?

*(If more than one well, please list each separately.)* ADWR #55-618513 (Bulfer) 5 ppb

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: VALENCIA WATER COMPANY, INC. (GREATER BUCKEYE DIVISION)

Name of System: Sweetwater 2

ADEQ Public Water System Number: AZ-04-07-129

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

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	90	723	0	787
FEBRUARY	90	718	0	665
MARCH	90	789	0	897
APRIL	90	777	0	1,011
MAY	92	1079	0	1,094
JUNE	93	1147	0	1,240
JULY	92	847	0	1,020
AUGUST	92	1064	0	975
SEPTEMBER	92	855	0	1,000
OCTOBER	93	808	0	1,163
NOVEMBER	93	773	0	725
DECEMBER	93	650	0	688
<b>TOTALS →</b>		10,230	0	11,265

What is the level of arsenic for each well on your system?

*(If more than one well, please list each separately.)*

ADWR #55-80233 (SWII) 8.2 ppb, interconnect with City of Goodyear

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: VALENCIA WATER COMPANY, INC. (GREATER BUCKEYE DIVISION)

Name of System: Sun Valley

ADEQ Public Water System Number: AZ-04-07-195

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

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	391	2,242	2,744	
FEBRUARY	389	2,321	2,726	
MARCH	390	3,090	3,178	
APRIL	392	2,846	3,636	
MAY	391	3,948	4,782	
JUNE	393	4,419	5,216	
JULY	397	4,279	4,723	
AUGUST	400	4,710	4,984	
SEPTEMBER	400	3,916	5,209	
OCTOBER	395	3,257	4,417	
NOVEMBER	394	3,026	3,489	
DECEMBER	392	2,735	2,862	
<b>TOTALS →</b>		<b>40,789</b>	<b>47,966</b>	

What is the level of arsenic for each well on your system?

ADWR #55-802328 (SW I) and ADWR #55-800946 (SVII) Off-Line

ADWR #55-809473 (Sun Valley) 8.9 ppb

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?

( X ) Yes                      ( ) No

Is the Water Utility located in an ADWR Active Management Area (AMA)?

( X ) Yes                      ( ) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

( ) Yes                      ( X ) 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: VALENCIA WATER COMPANY, INC. (GREATER BUCKEYE DIVISION)**

**Name of System: Consolidated** **ADEQ Public Water System Number:**

**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	4	
<b>FEBRUARY</b>	0	6	
<b>MARCH</b>	0	3	
<b>APRIL</b>	0	3	
<b>MAY</b>	0	5	
<b>JUNE</b>	0	3	
<b>JULY</b>	0	3	
<b>AUGUST</b>	0	5	
<b>SEPTEMBER</b>	0	1	
<b>OCTOBER</b>	0	6	
<b>NOVEMBER</b>	0	3	
<b>DECEMBER</b>	0	4	
<b>TOTALS →</b>	0	46	

OTHER (description):

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**COMPANY NAME: VALENCIA WATER COMPANY, INC. (GREATER BUCKEYE DIVISION)  
YEAR ENDING 12/31/2012**

**PROPERTY TAXES**

Amount of actual property taxes paid during Calendar Year 2012 was: **\$ 9,864.00**

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. Certain additional property tax amounts are owing for 2012, which the company intends to pay when funds become available.

**VERIFICATION  
AND  
SWORN STATEMENT  
Taxes**

RECEIVED

APR 16 2013

ACC UTILITIES DIRECTOR

**VERIFICATION**

STATE OF ARIZONA                      COUNTY OF MARICOPA

I, THE UNDERSIGNED                      RON FLEMING, PRESIDENT, REGULATED UTILITIES DIVISION  
OF THE    VALENCIA WATER COMPANY, INC. (GREATER BUCKEYE  
DIVISION)

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.

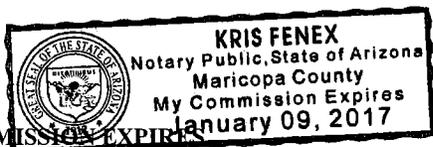
**SWORN STATEMENT**

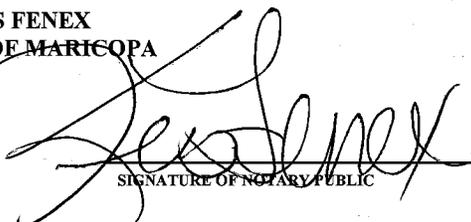
~~I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.~~ See explanation above.

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

  
\_\_\_\_\_  
SIGNATURE OF OWNER OR OFFICIAL  
  
623-580-9600  
\_\_\_\_\_  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME KRIS FENEX  
A NOTARY PUBLIC IN AND FOR THE COUNTY OF MARICOPA  
THIS 15<sup>th</sup> DAY OF APRIL, 2013.

  
MY COMMISSION EXPIRES

  
\_\_\_\_\_  
SIGNATURE OF NOTARY PUBLIC

**COMPANY NAME: VALENCIA WATER COMPANY, INC. (GREATER BUCKEYE DIVISION)  
YEAR ENDING 12/31/2012**

**INCOME TAXES**

For this reporting period, provide the following:

Federal Taxable Income Reported \$86,475  
Estimated or Actual Federal Tax Liability \$29,406

State Taxable Income Reported \$86,475  
Estimated or Actual State Tax Liability \$ 4,055

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances \$3,000  
Amount of Gross-Up Tax Collected \$0  
Total Grossed-Up Contributions/Advances \$3,000

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

April 15, 2013  
\_\_\_\_\_  
DATE

Ron Fleming  
\_\_\_\_\_  
PRINTED NAME

President, Regulated Utilities Division  
\_\_\_\_\_  
TITLE

**VERIFICATION  
AND  
SWORN STATEMENT  
Intrastate Revenues Only**

RECEIVED  
APR 16 2013  
ACC UTILITIES DIRECTOR

**VERIFICATION**

STATE OF ARIZONA

COUNTY OF MARICOPA

I, THE UNDERSIGNED

RON FLEMING, PRESIDENT, REGULATED UTILITIES DIVISION

OF THE

VALENCIA WATER COMPANY, INC. (GREATER BUCKEYE DIVISION)

**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 (\$)

~~\$474,046~~ \$508,377

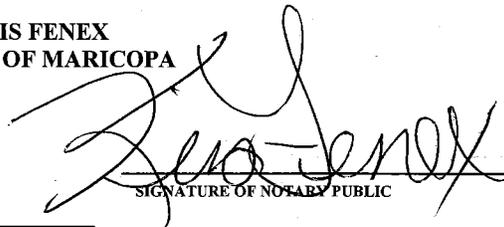
(THE AMOUNT IN BOX ABOVE  
INCLUDES \$34,331  
IN SALES TAXES BILLED, OR COLLECTED)

**\*\*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 OWNER OR OFFICIAL  
627-580-9600  
\_\_\_\_\_  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME KRIS FENEX  
A NOTARY PUBLIC IN AND FOR THE COUNTY OF MARICOPA  
THIS 15<sup>th</sup> DAY OF APRIL, 2013.

  
**KRIS FENEX**  
Notary Public, State of Arizona  
Maricopa County  
Commission Expires  
January 09, 2017

  
\_\_\_\_\_  
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES

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

RECEIVED

APR 16 2013

ACC UTILITIES DIRECTOR

**VERIFICATION**

STATE OF ARIZONA      COUNTY OF MARICOPA  
I, THE UNDERSIGNED      RON FLEMING, PRESIDENT, REGULATED UTILITIES DIVISION  
OF THE      VALENCIA WATER COMPANY, INC. (GREATER BUCKEYE  
DIVISION)

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.

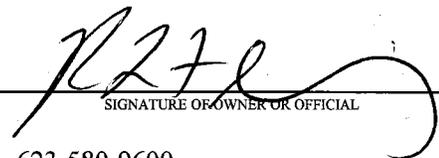
**SWORN STATEMENT**

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:

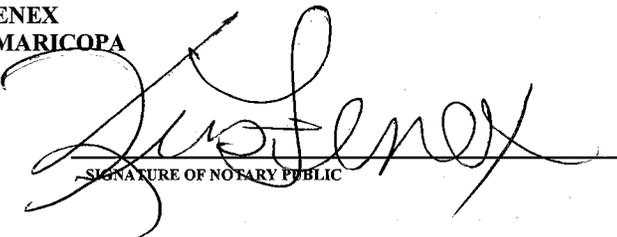
ARIZONA INTRASTATE GROSS OPERATING REVENUES  
**\$461,554**

THE AMOUNT IN BOX AT LEFT  
INCLUDES \$ 33,363  
IN SALES TAXES BILLED, OR COLLECTED)

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

  
\_\_\_\_\_  
SIGNATURE OF OWNER OR OFFICIAL  
623-580-9600  
\_\_\_\_\_  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME KRIS FENEX  
A NOTARY PUBLIC IN AND FOR THE COUNTY OF MARICOPA  
THIS 15<sup>th</sup> DAY OF APRIL, 2013.

  
\_\_\_\_\_  
SIGNATURE OF NOTARY PUBLIC

 **KRIS FENEX**  
Notary Public, State of Arizona  
Maricopa County  
My Commission Expires  
February 09, 2017

MY COMMISSION EXPIRES