

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

W-03720A
Water Utility of Northern Scottsdale, Inc.
c/o Global Water
21410 N. 19th Ave. Ste. 201
Phoenix, AZ 85027

RECEIVED

APR 16 2013

ACC UTILITIES DIRECTOR

ANNUAL REPORT
Water

FOR YEAR ENDING

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

FOR COMMISSION USE

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

4-22-13

COMPANY INFORMATION

Company Name (Business Name) <u>Water Utility of Northern Scottsdale, Inc.</u>		
Mailing Address <u>21410 N. 19th Ave., Ste. 201</u>		
<u>Phoenix</u> (City)	<u>AZ</u> (State)	<u>85027</u> (Zip)
<u>623-580-9600</u> Telephone No. (Include Area Code)	<u>623-580-9659</u> Fax No. (Include Area Code)	<u> </u> Cell No. (Include Area Code)
Email Address <u>ron.fleming@gwresources.com</u>		
Local Office Mailing Address <u>Same as above</u>		
<u> </u> (City)	<u> </u> (State)	<u> </u> (Zip)
<u> </u> Local Office Telephone No. (Include Area Code)	<u> </u> Fax No. (Include Area Code)	<u> </u> Cell No. (Include Area Code)
Email Address <u> </u>		

MANAGEMENT INFORMATION

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

Statutory Agent: Cindy M. Liles
(Name)

21410 N. 19th 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:

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	0	0	0
302	Franchises	0	0	0
303	Land and Land Rights	30,374	-	30,374
304	Structures and Improvements	20,000	5,661	14,339
307	Wells and Springs	130,000	36,797	93,203
311	Pumping Equipment	216,158	204,118	12,040
320	Water Treatment Equipment	377	57	320
330	Distribution Reservoirs and Standpipes	182,972	34,552	148,420
331	Transmission and Distribution Mains	1,155,497	160,008	995,489
333	Services	60,047	13,818	46,229
334	Meters and Meter Installations	12,301	6,922	5,379
335	Hydrants	107,314	14,801	92,513
336	Backflow Prevention Devices	775	310	465
339	Other Plant and Misc. Equipment	2,390	877	1,513
340	Office Furniture and Equipment	-	-	-
341	Transportation Equipment	-	-	-
343	Tools, Shop and Garage Equipment	515	116	399
344	Laboratory Equipment	-	-	-
345	Power Operated Equipment	-	-	-
346	Communication Equipment	-	-	-
347	Miscellaneous Equipment	-	-	-
348	Other Tangible Plant	-	-	-
380	Treatment & Disposal Equipment	2,343	176	2,167
	TOTALS	1,921,063	478,211	1,442,852

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	0	0%	-
302	Franchises	0	0%	-
303	Land and Land Rights	30,374	0%	30,374
304	Structures and Improvements	20,000	3.33%	666
307	Wells and Springs	130,000	3.33%	4,329
311	Pumping Equipment	216,158	12.5%	15,738
320	Water Treatment Equipment	377	3.33% or 20%	13
330	Distribution Reservoirs and Standpipes	182,972	2.22% or 5%	4,067
331	Transmission and Distribution Mains	1,155,497	2%	23,110
333	Services	60,047	3.33%	2,001
334	Meters and Meter Installations	12,301	8.33%	962
335	Hydrants	107,314	2%	2,146
336	Backflow Prevention Devices	775	6.67%	52
339	Other Plant and Misc. Equipment	2,390	6.67%	159
340	Office Furniture and Equipment	-	6.67%	-
341	Transportation Equipment	-	20%	-
343	Tools, Shop and Garage Equipment	515	5%	26
344	Laboratory Equipment	-	10%	-
345	Power Operated Equipment	-	5%	-
346	Communication Equipment	-	10%	-
347	Miscellaneous Equipment	-	10%	-
348	Other Tangible Plant	-	0%	-
380	Treatment & Disposal Equipment	2,343	5%	117
	TOTALS	1,921,063		53,387

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

BALANCE SHEET

Acct No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$0	\$0
134	Working Funds	0	0
135	Temporary Cash Investments	0	0
141	Customer Accounts Receivable	11,870	8,083
143	Accumulated Provision for Uncollectible Accounts	(1,249)	(785)
151	Plant Material and Supplies	0	0
162	Prepayments	1,780	1,782
174	Miscellaneous Current and Accrued Assets	2,838	4,298
	TOTAL CURRENT AND ACCRUED ASSETS	\$15,238	\$13,848
	FIXED ASSETS		
101	Utility Plant in Service	\$1,921,063	\$1,921,063
103	Property Held for Future Use	0	0
105	Construction Work in Progress	0	768
108	Accumulated Depreciation – Utility Plant	(424,824)	(478,211)
121	Non-Utility Property	0	0
122	Accumulated Depreciation – Non Utility	0	0
	TOTAL FIXED ASSETS	\$1,496,239	\$1,443,620
	OTHER ASSETS		
114	Utility Plant Acquisition Adjustments	\$ 0	0
132	Special Deposits	0	130
181	Unamortized Debt Discount & Expense	0	0
190	Accumulated Deferred Income Taxes	108,092	0
	TOTAL OTHER ASSETS	\$108,092	130
	TOTAL ASSETS	\$1,619,569	\$1,457,599

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 LIABILITIES		
231	Accounts Payable	\$3,953	\$5,660
232	Notes Payable (Current Portion)	0	0
235	Customer Deposits	10,765	12,876
236	Accrued Taxes	1,903	1,465
237	Accrued Interest	359	965
241	Miscellaneous Current and Accrued Liabilities	1,990	3,177
253	Other Deferred Credits	681	1,009
	TOTAL CURRENT LIABILITIES	\$19,651	\$25,152
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$0	\$0
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$0	\$0
252	Advances in Aid of Construction	1,824,411	1,225,027
255	Accumulated Deferred Investment Tax Credits	0	0
271	Contributions in Aid of Construction	0	599,385
272	Less: Amortization of Contributions	0	7,009
281	Accumulated Deferred Income Tax	9,340	0
	TOTAL DEFERRED CREDITS	\$1,833,751	\$1,817,402
	TOTAL LIABILITIES	\$1,853,402	\$1,842,555
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$0	\$0
211	Paid in Capital in Excess of Par Value	(341,075)	(435,975)
215	Retained Earnings	107,242	51,019
218	Proprietary Capital (Sole Props and Partnerships)	0	0
	TOTAL CAPITAL	(\$233,833)	(\$384,956)
	TOTAL LIABILITIES AND CAPITAL	\$1,619,569	\$1,457,599

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$149,646	\$143,230
460	Unmetered Water Revenue	0	0
474	Other Water Revenues	1,550	861
	TOTAL REVENUES	\$151,196	\$144,091
	OPERATING EXPENSES		
601	Salaries and Wages	\$16,235	\$17,733
604	Employee Pension and Benefits	11	100
610	Purchased Water	0	0
615	Purchased Power	9,918	11,924
618	Chemicals	1,270	682
620	Materials and Supplies	(779)	2,513
621	Office Supplies and Expense	1,495	1,129
631	Contractual Services – Engineering	0	0
632	Contractual Services – Accounting	692	991
633	Contractual Services – Legal	325	890
634	Contractual Services – Management Fees	3,119	3,150
635	Contractual Services – Testing	728	1,044
636	Contractual Services – Other	347	458
641	Rents of Building	504	512
650	Transportation Expenses	1,508	2,054
657	Insurance – General Liability	474	1,872
658	Insurance – Workman’s Compensation	420	357
659	Insurance - Other	1,917	1,718
666	Regulatory Commission Expense –Amortization	0	0
667	Regulatory Commission Expense - Other	215	-54
670	Bad Debt Expense	1,310	619
675	Miscellaneous Expense	2,573	2,270
403	Depreciation Expense	64,552	53,387
403	Depreciation Expense – CIAC Amortization	0	(7,010)
408	Taxes Other Than Income	109	48
408.11	Property Taxes	3,694	3,018
408.12	Payroll Taxes	1,917	1,485
409	Income Tax	14,854	106,195
	TOTAL OPERATING EXPENSES	\$127,408	\$207,085
	OPERATING INCOME/(LOSS)	\$23,788	(\$62,994)
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$0	\$0
421	Non-Utility Income	0	0

426	Miscellaneous Non-Utility Expenses	0	0
427	Interest Expense	(207)	(672)
	TOTAL OTHER INCOME/(EXPENSE)	(\$ 207)	(\$672)
	NET INCOME/(LOSS)	\$23,581	(\$63,666)

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	<u>\$12,876</u>
Meter Deposits Refunded During the Test Year	<u>\$2,929.33</u>

COMPANY NAME: WATER UTILITY OF NORTHERN SCOTTSDALE, INC.

Name of System: Granite Mountain ADEQ Public Water System Number: AZ-04-07-179

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-565172 Granite Mountain #1		80	1,000	6	3"	1997
55-583777 Rio Mountain		80	970	6	4"	2001
55-586186 Granite Mountain #2		80	1,000	8	3"	2001

* 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
100	1	55	
25	2		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
250,000	1	5,000	1

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

COMPANY NAME: WATER UTILITY OF NORTHERN SCOTTSDALE, INC.

Name of System: Granite Mountain ADEQ Public Water System Number: AZ-04-07-179

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
6	PVC	129
8	PVC	15,418
10	PVC	9,752
12	PVC	6,810
16	PVC	70
6	UNK	46
8	UNK	8,137
10	UNK	7,051

CUSTOMER METERS

Size (in inches)	Quantity
1 1/2	5
1	72
2	1

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

TREATMENT EQUIPMENT:

STRUCTURES:

OTHER:

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

COMPANY NAME: WATER UTILITY OF NORTHERN SCOTTSDALE, INC.	
Name of System: Granite Mountain	ADEQ Public Water System Number: AZ-04-07-179

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2012

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	76	581	847	0
FEBRUARY	76	790	874	0
MARCH	75	913	884	0
APRIL	75	898	1020	0
MAY	75	1141	1605	0
JUNE	75	1348	1708	0
JULY	75	1584	1781	0
AUGUST	74	1822	1570	0
SEPTEMBER	74	1292	1452	0
OCTOBER	74	1200	1129	0
NOVEMBER	74	1102	1237	0
DECEMBER	74	1021	874	0
TOTALS →		13,692	14,981	0

What is the level of arsenic for each well on your system? _____ mg/l

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

ADWR #55-599204 Granite Mtn #1 6 ppb ADWR #55-586186 Granite Mtn #2 2 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: WATER UTILITY OF NORTHERN SCOTTSDALE, INC.

Name of System: Granite Mountain

ADEQ Public Water System Number: AZ-04-07-179

UTILITY SHUTOFFS / DISCONNECTS

MONTH	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	OTHER
JANUARY	0	0	
FEBRUARY	0	0	
MARCH	0	1	
APRIL	0	0	
MAY	0	0	
JUNE	0	0	
JULY	0	0	
AUGUST	0	1	
SEPTEMBER	0	0	
OCTOBER	0	0	
NOVEMBER	0	0	
DECEMBER	0	0	
TOTALS →	0	2	

OTHER (description):

**COMPANY NAME: WATER UTILITY OF NORTHERN SCOTTSDALE, INC.
YEAR ENDING 12/31/2012**

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2012 was: **\$1,981.65**

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 WATER UTILITY OF NORTHERN SCOTTSDALE, 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.~~ See explanation above.

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

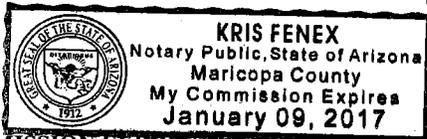


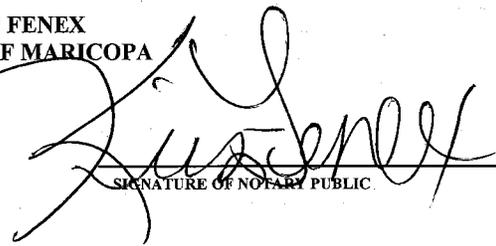
SIGNATURE OF OWNER OR OFFICIAL

623-580-9600

TELEPHONE NUMBER

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





SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES _____

**COMPANY NAME: WATER UTILITY OF NORTHERN SCOTTSDALE, INC.
YEAR ENDING 12/31/2012**

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported \$42,615
Estimated or Actual Federal Tax Liability \$14,490

State Taxable Income Reported \$42,615
Estimated or Actual State Tax Liability \$1,998

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.



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 WATER UTILITY OF NORTHERN SCOTTSDALE, 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.

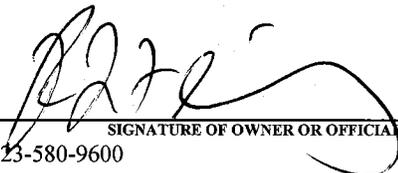
SWORN STATEMENT

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 (\$) \$154,525

**(THE AMOUNT IN BOX ABOVE
INCLUDES \$10,434
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)**

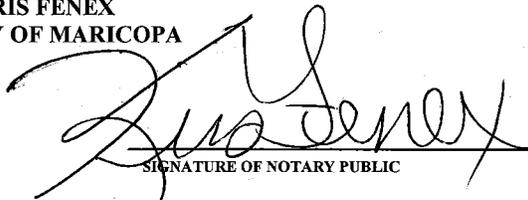


SIGNATURE OF OWNER OR OFFICIAL
623-580-9600

TELEPHONE NUMBER

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

 KRIS FENEX Notary Public, State of Arizona Maricopa County My 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 WATER UTILITY OF NORTHERN SCOTTSDALE, 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 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 \$143,230

THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 10,028
IN SALES TAXES BILLED, OR COLLECTED)

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

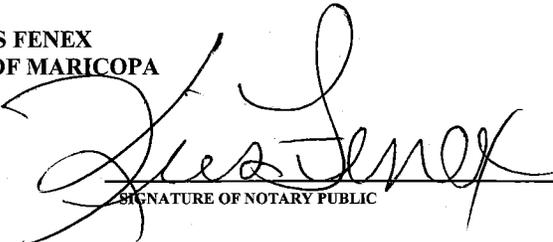


SIGNATURE OF OWNER OR OFFICIAL

623-580-9600

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME KRIS FENEX
A NOTARY PUBLIC IN AND FOR THE COUNTY OF MARICOPA
THIS 15th 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