

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

ANNUAL REPORT MAILING LABEL - MAKE CHANGES AS NECESSARY

**WS-04235A**  
**Utility Source LLC**  
20525 E Chandler Heights Road  
Queen Creek AZ 85142-9500

RECEIVED

APR 17 2014

ACC UTILITIES DIRECTOR

**ANNUAL REPORT**  
**Water - Sewer**

**FOR YEAR ENDING**

<b>12</b>	<b>31</b>	<b>2013</b>
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FOR COMMISSION USE

<b>ANN 04-05</b>	<b>12</b>
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5-1-14

## COMPANY INFORMATION

<b>Company Name (Business Name)</b> <u>UTILITY SOURCE, LLC</u>			
<b>Mailing Address</b> <u>20525 E Chandler Heights Road</u>			
<u>Queen Creek</u>	<u>(Street)</u>	<u>Arizona</u>	<u>85142-9500</u>
<u>(City)</u>		<u>(State)</u>	<u>(Zip)</u>
<u>480-892-8756</u>			
<u>Telephone No. (Include Area Code)</u>	<u>Fax No. (Include Area Code)</u>	<u>Cell No. (Include Area Code)</u>	
<b>Email Address</b> _____			
<b>Local Office Mailing Address</b> <u>SAA</u>			
	<u>(Street)</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)</u>		
<b>Email Address</b> _____			

## MANAGEMENT INFORMATION

<input type="checkbox"/> <b>Regulatory Contact:</b>			
<input checked="" type="checkbox"/> <b>Management Contact:</b> <u>JEREMY MC CALEB</u> <u>OPERATOR</u>			
	<u>(Name)</u>	<u>(Title)</u>	
<u>PO Box 16198</u>	<u>Bellemont</u>	<u>AZ</u>	<u>86015</u>
<u>(Street)</u>	<u>(City)</u>	<u>(State)</u>	<u>(Zip)</u>
<u>928-213-9529</u>		<u>928-699-2226</u>	
<u>Telephone No. (Include Area Code)</u>	<u>Fax No. (Include Area Code)</u>	<u>Cell No. (Include Area Code)</u>	
<b>Email Address</b> _____			
<b>On Site Manager:</b> <u>JEREMY MC CALEB</u>			
	<u>(Name)</u>		
<u>4711 N Bellemont Springs</u>	<u>Bellemont</u>	<u>AZ</u>	<u>86015</u>
<u>(Street)</u>	<u>(City)</u>	<u>(State)</u>	<u>(Zip)</u>
<u>928-213-9529</u>		<u>928-699-2226</u>	
<u>Telephone No. (Include Area Code)</u>	<u>Fax No. (Include Area Code)</u>	<u>Cell No. (Include Area Code)</u>	
<b>Email Address</b> _____			

**Statutory Agent:** KENT MACKINLAY

(Name)

1019 S Stapley

Mesa

AZ

85204

(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

**WATER 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	210,000.00	0	210,000.00
304	Structures and Improvements	81,747.67	24,519.00	57,228.67
307	Wells and Springs	2,831,962.42	781,518.00	2,050,444.42
311	Pumping Equipment	89,125.00 158,711.00	42,038.00 158,711.00	47,087.00 0.00
320	Water Treatment Equipment	5,487.00	1,743.00	3,744.00
330	Distribution Reservoirs and Standpipes	321,452.00	67,792.00	253,660.00
331	Transmission and Distribution Mains	161,632.00	28,835.00	132,797.00
333	Services	86,250.00	27,284.00	58,966.00
334	Meters and Meter Installations			
335	Hydrants	34,500.00	6,555.00	27,945.00
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	4,671.55	1,304.00	3,367.55
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			
	<b>TOTALS</b>	<b>3,985,538.64</b>	<b>1,140,299.00</b>	<b>2,845,239.64</b>

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

**WATER 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	210,000.00		0
304	Structures and Improvements	81,747.67	3.33%	2,698
307	Wells and Springs	2,831,962.42	3.33%	94,304
311	Pumping Equipment	89,125.00 158,711.00	5% 12.5%	4,456 0
320	Water Treatment Equipment	5,487.00	3.33%	183
330	Distribution Reservoirs and Standpipes	321,452.00	2.22%	7,136
331	Transmission and Distribution Mains	161,632.00	2%	3,233
333	Services	86,250.00	3.33%	2,872
334	Meters and Meter Installations			
335	Hydrants	34,500.00	2%	690
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	4,671.55	6.67%	312
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			
	<b>TOTALS</b>	<b>3,985,538.64</b>		<b>115,884</b>

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

**SEWER UTILITY PLANT IN SERVICE**

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
351	Organization			
352	Franchises			
353	Land and Land Rights	105,000.00	0	105,000.00
354	Structures and Improvements	56,350.00	17,826.00	38,524.00
355	Power Generation Equipment	2,879.00	1,799.00	1,080.00
360	Collection Sewers – Force			
361	Collection Sewers – Gravity	260,553.00	49,505.00	211,048.00
362	Special Collecting Structures			
363	Services to Customers	60,375.00	11,473.00	48,902.00
364	Flow Measuring Devices			
365	Flow Measuring Installations	3,450.00	3,278.00	172.00
370	Receiving Wells			
380	Treatment and Disposal Equip.	903,992.00	427,034.00	476,958.00
381	Plant Sewers			
382	Outfall Sewer Lines			
389	Other Plant and Misc. Equipment			
390	Office Furniture and Equipment	4,671.56	1,304.00	3,367.56
391	Transportation Equipment			
393	Tools, Shop and Garage Equip.			
394	Laboratory Equipment			
395	Power Operated Equipment			
398	Other Tangible Plant			
	<b>TOTALS</b>	1,397,270.56	512,219.00	885,051.56

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

COMPANY NAME *UTILITY SOURCE, LLC*

**SEWER CALCULATION OF DEPRECIATION EXPENSE**

<b>Acct. No.</b>	<b>DESCRIPTION</b>	<b>Original Cost (1)</b>	<b>Depreciation Percentage (2)</b>	<b>Depreciation Expense (1x2)</b>
351	Organization			
352	Franchises			
353	Land and Land Rights	105,000.00		0
354	Structures and Improvements	56,350.00	3.33%	1,876
355	Power Generation Equipment	2,879.00	5%	144
360	Collection Sewers – Force			
361	Collection Sewers – Gravity	260,553.00	2%	5,211
362	Special Collecting Structures			
363	Services to Customers	60,375.00	2%	1,208
364	Flow Measuring Devices			
365	Flow Measuring Installations	3,450.00	10%	345
370	Receiving Wells			
380	Treatment and Disposal Equip.	903,992.00	5%	45,200
381	Plant Sewers			
382	Outfall Sewer Lines			
389	Other Plant and Misc. Equipment			
390	Office Furniture and Equipment	4,671.56	6.67%	312
391	Transportation Equipment			
393	Tools, Shop and Garage Equip.			
394	Laboratory Equipment			
395	Power Operated Equipment			
398	Other Tangible Plant			
	<b>TOTALS</b>	<b>1,397,270.56</b>		<b>54,296</b>

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

**BALANCE SHEET**

Acct No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash	\$ 4,934.12	\$ 106.99
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	64,374.50	79,542.51
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets	319.00	319.00
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	\$ 69,627.62	\$ 79,968.50
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service	\$ 5,382,809.20	\$ 5,382,809.20
103	Property Held for Future Use		
105	Construction Work in Progress	74,120.25	116,903.96
108	Accumulated Depreciation – Utility Plant	(1,481,907.00)	( 1,652,087.00 )
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	<b>TOTAL FIXED ASSETS</b>	\$ 3,975,022.45	\$ 3,847,626.16
186	Deferred Rate Case Expense		3,162.00
	<b>TOTAL ASSETS</b>	\$ 4,044,650.07	\$ 3,930,756.66

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

**BALANCE SHEET (CONTINUED)**

Acct. No.	LIABILITIES	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>CURRENT LIABILITES</b>		
231	Accounts Payable	\$ 16,593.21	\$ 20,969.38
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	0.00	16,157.14
	<b>TOTAL CURRENT LIABILITIES</b>	<b>\$ 16,593.21</b>	<b>\$ 37,126.52</b>
	<b>LONG-TERM DEBT (Over 12 Months)</b>		
224	Long-Term Notes and Bonds	\$	\$ 41,562.51
	<b>DEFERRED CREDITS</b>		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	492,718.00	492,718.00
272	Less: Amortization of Contributions	(162,248.00)	( 181,336.00 )
281	Accumulated Deferred Income Tax		
	<b>TOTAL DEFERRED CREDITS</b>	<b>\$ 330,470.00</b>	<b>\$ 311,382.00</b>
	<b>TOTAL LIABILITIES</b>	<b>\$ 347,063.21</b>	<b>\$ 390,071.03</b>
	<b>CAPITAL ACCOUNTS</b>		
201	Common Stock Issued	\$	\$
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	(501,329.89)	( 658,231.12 )
218	Proprietary Capital (Sole Props and Partnerships)	4,198,916.75	4,198,916.75
	<b>TOTAL CAPITAL</b>	<b>\$ 3,697,586.86</b>	<b>\$ 3,540,685.63</b>
	<b>TOTAL LIABILITIES AND CAPITAL</b>	<b>\$ 4,044,650.07</b>	<b>\$ 3,930,756.66</b>

**WATER COMPARATIVE STATEMENT OF INCOME AND EXPENSE**

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 123,216.70	\$ 120,529.04
460	Unmetered Water Revenue	79,198.50	79,402.00
474	Other Water Revenues	12,134.52	17,153.68
	<b>TOTAL REVENUES</b>	<b>\$ 214,549.72</b>	<b>\$ 217,084.72</b>
	<b>OPERATING EXPENSES</b>		
601	Salaries and Wages	\$	\$
610	Purchased Water		
615	Purchased Power	66,690.34	73,494.56
618	Chemicals	1,459.75	
620	Repairs and Maintenance	12,256.69	13,352.31
621	Office Supplies and Expense	2,398.65	2,778.15
630	Outside Services	9,651.25	9,880.85
635	Water Testing	1,332.00	240.00
641	Rents		
650	Transportation Expenses		77.47
657	Insurance – General Liability	2,185.52	2,187.69
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case	0.00	0.00
675	Miscellaneous Expense	40,229.14	45,481.03
403	Depreciation Expense	114,998.00	105,079.00
408	Taxes Other Than Income		
408.11	Property Taxes	6,711.28	23,097.82
409	Income Tax		
	<b>TOTAL OPERATING EXPENSES</b>	<b>\$ 257,912.62</b>	<b>\$ 275,668.86</b>
	<b>OPERATING INCOME/(LOSS)</b>	<b>\$ ( 43,362.90)</b>	<b>\$ ( 58,584.16)</b>
	<b>OTHER INCOME/(EXPENSE)</b>		
419	Interest and Dividend Income	\$ .12	\$ .05
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		68.22
	<b>TOTAL OTHER INCOME/(EXPENSE)</b>	<b>\$ .12</b>	<b>\$ ( 68.17)</b>
	<b>NET INCOME/(LOSS)</b>	<b>\$ ( 43,362.78)</b>	<b>\$ ( 58,652.33)</b>

**SEWER COMPARATIVE STATEMENT OF INCOME AND EXPENSE**

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
521	Flat Rate Revenues	\$ 115,849.13	\$ 113,784.39
522	Measured Revenues		
536	Other Wastewater Revenues		
	<b>TOTAL REVENUES</b>	\$ 115,849.13	\$ 113,784.39
	<b>OPERATING EXPENSES</b>		
701	Salaries and Wages	\$	\$
710	Purchased Wastewater Treatment		
711	Sludge Removal Expense	12,659.00	4,760.00
715	Purchased Power	26,173.83	25,986.48
716	Fuel for Power Production		
718	Chemicals	5,400.42	1,734.80
720	Materials and Supplies	5,448.95	9,363.61
731	Contractual Services – Professional	1,919.75	2,080.85
735	Contractual Services – Testing	14,375.00	16,243.81
736	Contractual Services – Other	46,650.00	43,600.00
740	Rents		
750	Transportation Expense		466.90
755	Insurance Expense	2,185.51	2,187.68
765	Regulatory Commission Expense		
775	Miscellaneous Expense	40,720.79	42,628.65
403	Depreciation Expense	46,013.00	46,013.00
408	Taxes Other Than Income		
408.11	Property Taxes	5,587.93	12,032.87
409	Income Taxes		
	<b>TOTAL OPERATING EXPENSES</b>	\$ 207,134.18	\$ 207,098.65
	<b>OTHER INCOME/EXPENSE</b>		
419	Interest and Dividend Income	\$ .11	\$ .04
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	<b>TOTAL OTHER INCOME/EXPENSE</b>	\$ .11	\$ .04
	<b>NET INCOME/(LOSS)</b>	\$ (91,284.94)	\$ (93,314.22)

COMPANY NAME *UTILITY SOURCE, LLC*

**SUPPLEMENTAL FINANCIAL DATA**  
**Long-Term Debt**

	<b>LOAN #1</b>	<b>LOAN #2</b>	<b>LOAN #3</b>	<b>LOAN #4</b>
Date Issued	Various dates 2013			
Source of Loan	Lonnie Mc Cleve			
ACC Decision No.				
Reason for Loan	Supplement construction and operating expenses			
Dollar Amount Issued	\$ 41,562.51	\$	\$	\$
Amount Outstanding	\$ 41,562.51	\$	\$	\$
Date of Maturity	1/02/2019			
Interest Rate	2%	%	%	%
Current Year Interest	\$ 831.25	\$	\$	\$
Current Year Principle	\$ 41,562.51	\$	\$	\$

Meter Deposit Balance at Test Year End \$ \_\_\_\_\_

Meter Deposits Refunded During the Test Year \$ \_\_\_\_\_

**COMPANY NAME** *UTILITY SOURCE, LLC*

**Name of System:** *Flagstaff Meadows Water System* **ADEQ Public Water System Number:** *03300*

**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>
55-203241	125 HP	72 gpm	2,801'	10"	2"	2004
55-598834	50 HP	23 gpm	2,100'	8"	1"	2003
55-593267	10 HP	11 gpm	1,947'	8"	3/4"	2002
55-559096	2 HP	7 gpm	240'	6"	3/4"	1997
See attached for	Additional	Wells				

\* 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>
N/A		

<b>BOOSTER PUMPS</b>		<b>FIRE HYDRANTS</b>	
<b>Horsepower</b>	<b>Quantity</b>	<b>Quantity Standard</b>	<b>Quantity Other</b>
15 HP	2	34	
75 HP	1		

<b>STORAGE TANKS</b>		<b>PRESSURE TANKS</b>	
<b>Capacity</b>	<b>Quantity</b>	<b>Capacity</b>	<b>Quantity</b>
442,000 gal	1	200 gal	1
258,000 gal	1		

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

<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>
55-598623	2 hp	10 gpm	300'	6"		2004
55-564258	2 hp	12 gpm	300'	7"		1998
55-515324	1 hp	5 gpm	105'	8"	3/4	1987
55-503545	1hp	10 gpm	215'	7"	3/4	1982
55-206887	210 hp	280 gpm	2900'	10"	4	2005

**COMPANY NAME** *UTILITY SOURCE, LLC*

**Name of System:** *Flagstaff Meadows Water System*

**ADEQ Public Water System Number:** *03300*

**WATER COMPANY PLANT DESCRIPTION (CONTINUED)**

**MAINS**

Size (in inches)	Material	Length (in feet)
2		
3		
4		
5		
6	C-900	900
8	C-900	14,563
10		
12	C-900	5,890

**CUSTOMER METERS**

Size (in inches)	Quantity
5/8 X 3/4	
3/4	328
1	
1 1/2	
2	4
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:** Peristaltic pump for CL2 injection

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**STRUCTURES:** One pump house, 3 well houses & storage facility, 6' retaining wall around facility, 400' in length

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**OTHER:**

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

<b>COMPANY NAME:</b> <i>UTILITY SOURCE, LLC</i>	
<b>Name of System:</b> <i>Flagstaff Meadows Water System</i>	<b>ADEQ Public Water System Number:</b> <i>03300</i>

**WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2013**

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	331	1,481	1,529	
FEBRUARY	331	1,465	1,564	
MARCH	330	1,394	1,427	
APRIL	332	1,474	1,536	
MAY	332	1,770	1,789	
JUNE	332	2,251	2,354	
JULY	329	2,185	2,268	
AUGUST	331	1,838	1,944	
SEPTEMBER	330	1,750	1,818	
OCTOBER	331	1,677	1,752	
NOVEMBER	331	1,014	1,598	
DECEMBER	332	939	1,149	
<b>TOTALS →</b>		[REDACTED]	20,728	0

What is the level of arsenic for each well on your system? <.001 mg/l  
*(If more than one well, please list each separately.)*

If system has fire hydrants, what is the fire flow requirement? 1000 GPM for 2 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: UTILITY SOURCE, LLC**

**Name of System:** *Flagstaff Meadows Water System*

**ADEQ Public Water System Number:** 03300

**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>		1	
<b>FEBRUARY</b>		2	
<b>MARCH</b>		8	
<b>APRIL</b>		0	
<b>MAY</b>		1	
<b>JUNE</b>		4	
<b>JULY</b>		2	
<b>AUGUST</b>		0	
<b>SEPTEMBER</b>		1	
<b>OCTOBER</b>		1	
<b>NOVEMBER</b>		3	
<b>DECEMBER</b>		0	
<b>TOTALS →</b>		23	0

OTHER (description):

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**COMPANY NAME** *UTILITY SOURCE, LLC*

**Name of System:** *Flagstaff Meadows Wastewater Treatment Plant*      **Wastewater Inventory Number (if applicable):**

**WASTEWATER COMPANY PLANT DESCRIPTION**  
**TREATMENT FACILITY**

<b>TYPE OF TREATMENT</b> (Extended Aeration, Step Aeration, Oxidation Ditch, Aerobic Lagoon, Anaerobic Lagoon, Trickling Filter, Septic Tank, Wetland, Etc.)	Extended aeration, stepfeed system
<b>DESIGN CAPACITY OF PLANT</b> (Gallons Per Day)	37,500 gpd Plant #1 100,000 gpd Plant #2

**LIFT STATION FACILITIES**

<b>Location</b>	<b>Quantity of Pumps</b>	<b>Horsepower Per Pump</b>	<b>Capacity Per Pump (GPM)</b>	<b>Wet Well Capacity (gals)</b>
Pilot Travel Center	2	1.5 HP	50 gpm	1,500 gal
Flagstaff Meadows WWTP	2	3 HP	150gpm	8,000 gal

**FORCE MAINS**

<b>Size</b>	<b>Material</b>	<b>Length (Feet)</b>
4-inch	SDR-35	2,200'
6-inch		

**MANHOLES**

<b>Type</b>	<b>Quantity</b>
Standard	60
Drop	

**CLEANOUTS**

<b>Quantity</b>
1

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

<b>COMPANY NAME</b> <i>UTILITY SOURCE, LLC</i>
<b>Name of System:</b> <i>Flagstaff Meadows Wastewater Treatment Plant</i> <b>Wastewater Inventory Number (if applicable):</b>

**WASTEWATER COMPANY PLANT DESCRIPTION (CONTINUED)**

**COLLECTION MAINS**

**SERVICES**

Size (in inches)	Material	Length (in feet)
4		
6		
8	SDR-35	16,224
10		
12	SDR-35	360
15		
18		
21		
24		
30		

Size (in inches)	Material	Quantity
4	SDR-35	327
6	SDR-35	3
8		
12		
15		

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

<b>SOLIDS PROCESSING AND HANDLING FACILITIES</b>	21,928 gal sludge holding tank-sludge hauled away 3,500 gal sludge holding tank-sludge hauled away
<b>DISINFECTION EQUIPMENT</b> (Chlorinator, Ultra-Violet, Etc.)	1 Peristaltic chemical pump
<b>FILTRATION EQUIPMENT</b> (Rapid Sand, Slow Sand, Activated Carbon, Etc.)	Mixed media filter continuous backwash
<b>STRUCTURES</b> (Buildings, Fences, Etc.)	700 sq ft building 2 – 12' wide rolling gates 6' cinder block fence; 376 in length
<b>OTHER</b> (Laboratory Equipment, Tools, Vehicles, Standby Power Generators, Etc.)	

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

<b>COMPANY NAME</b> <i>UTILITY SOURCE, LLC</i>
<b>Name of System:</b> <i>Flagstaff Meadows Wastewater Treatment Plant</i> <b>Wastewater Inventory Number (if applicable):</b>

**WASTEWATER FLOWS**

<b>MONTH/YEAR (Most Recent 12 Months)</b>	<b>NUMBER OF SERVICES</b>	<b>TOTAL MONTHLY SEWAGE FLOW</b>	<b>SEWAGE FLOW ON PEAK DAY</b>
<b>January</b>	331	1,849,291	77,803
<b>February</b>	331	1,588,261	69,082
<b>March</b>	330	1,935,852	69,166
<b>April</b>	332	1,963,684	72,576
<b>May</b>	332	1,903,634	68,710
<b>June</b>	332	1,902,259	69,183
<b>July</b>	329	2,371,827	93,810
<b>August</b>	331	2,474,296	86,106
<b>September</b>	330	2,283,932	86,635
<b>October</b>	331	1,978,858	69,285
<b>November</b>	331	1,753,864	62,343
<b>December</b>	332	1,832,195	64,773

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

<b>Method of Effluent Disposal</b> (leach field, surface water discharge, reuse, injection wells, groundwater recharge, evaporation ponds, etc.)	Surface Water Discharge
<b>Groundwater Permit Number</b>	N/A
<b>ADEQ Aquifer Protection Permit Number</b>	P104083
<b>ADEQ Reuse Permit Number</b>	R-104083
<b>EPA NPDES Permit Number</b>	AZ 0024708

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

**COMPANY NAME: UTILITY SOURCE, LLC**

**Name of System:** *Flagstaff Meadows Wastewater Treatment Plant*      **Wastewater Inventory Number (if applicable):**

**UTILITY SHUTOFFS / DISCONNECTS**

<b>MONTH</b>	<b>Termination without Notice R14-2- 609.B</b>	<b>Termination with Notice R14-2- 609.C</b>	<b>OTHER</b>
<b>JANUARY</b>		1	
<b>FEBRUARY</b>		2	
<b>MARCH</b>		8	
<b>APRIL</b>		0	
<b>MAY</b>		1	
<b>JUNE</b>		4	
<b>JULY</b>		2	
<b>AUGUST</b>		0	
<b>SEPTEMBER</b>		1	
<b>OCTOBER</b>		1	
<b>NOVEMBER</b>		3	
<b>DECEMBER</b>		0	
<b>TOTALS →</b>		23	0

OTHER (description):

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**PROPERTY TAXES**

Amount of actual property taxes paid during Calendar Year 2013 was: \$ 35,130.69

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. \_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

**VERIFICATION  
AND  
SWORN STATEMENT  
Taxes**

RECEIVED

APR 17 2014

**VERIFICATION**

ACC UTILITIES DIRECTOR

STATE OF ARIZONA

I, THE UNDERSIGNED  
OF THE

COUNTY OF (COUNTY NAME) Maricopa
NAME (OWNER OR OFFICIAL) TITLE Lonnie Mc Cleve Managing Member
COMPANY NAME UTILITY SOURCE, LLC

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	2013

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.

*Lonnie Mc Cleve*

SIGNATURE OF OWNER OR OFFICIAL

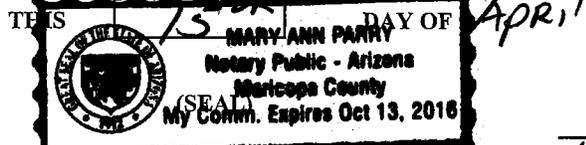
480-892-8756

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

COUNTY NAME	MARICOPA	
MONTH	April	2014



*Mary Ann Parry*

SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES 10-13-2016

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

RECEIVED  
**APR 17 2014**  
ACC UTILITIES DIRECTOR

VERIFICATION  
STATE OF ARIZONA  
I, THE UNDERSIGNED  
OF THE

COUNTY OF (COUNTY NAME) Maricopa
NAME (OWNER OR OFFICIAL) TITLE Lonnie McCleve
COMPANY NAME UTILITY SOURCE, LLC

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

FOR THE YEAR ENDING

MONTH 12	DAY 31	YEAR 2013
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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 2013 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$) \$ <u>113,784.39</u>
---

(THE AMOUNT IN BOX ABOVE  
INCLUDES \$ -0-  
IN SALES TAXES BILLED, OR COLLECTED)

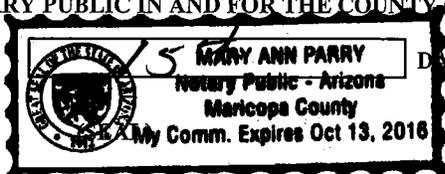
\*\*REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)

*Lonnie McCleve*  
SIGNATURE OF OWNER OR OFFICIAL  
480-892-8756  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS



DAY OF

COUNTY NAME <u>Maricopa</u>	
MONTH <u>April</u>	YEAR <u>2014</u>

MY COMMISSION EXPIRES 10-13-2016

*Mary Ann Parry*  
SIGNATURE OF NOTARY PUBLIC

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

RECEIVED  
**'APR 17 2014**  
ACC UTILITIES DIRECTOR

**VERIFICATION**

**STATE OF ARIZONA  
I, THE UNDERSIGNED  
OF THE**

COUNTY OF (COUNTY NAME) <u>Maricopa</u>	
NAME (OWNER OR OFFICIAL) <u>Lonnie Mc Cleve</u>	TITLE <u>Managing Member</u>
COMPANY NAME <u>Lonnie Mc Cleve UTILITY SOURCE, LLC</u>	

**DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION  
FOR THE YEAR ENDING**

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2013</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**

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 2013 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES
\$ <u>89,169.96</u>

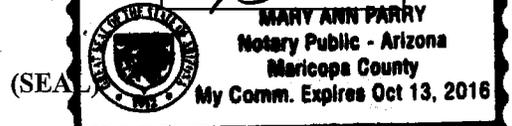
THE AMOUNT IN BOX AT LEFT  
INCLUDES \$ -0-  
IN SALES TAXES BILLED, OR COLLECTED)

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

  
SIGNATURE OF OWNER OR OFFICIAL  
480-892-8756  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME  
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 15th DAY OF



MY COMMISSION EXPIRES 10-13-2016

NOTARY PUBLIC NAME <u>MARY ANN PARRY</u>	
COUNTY NAME <u>Maricopa</u>	
MONTH <u>April</u>	YEAR <u>2014</u>

  
SIGNATURE OF NOTARY PUBLIC

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

RECEIVED  
**APR 17 2014**  
ACC UTILITIES DIRECTOR

**VERIFICATION**

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	Maricopa
NAME (OWNER OR OFFICIAL) TITLE	Lonnie Mc Cleve Managing Member
COMPANY NAME	UTILITY SOURCE, LLC

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

**FOR THE YEAR ENDING**

MONTH	DAY	YEAR
12	31	2013

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.

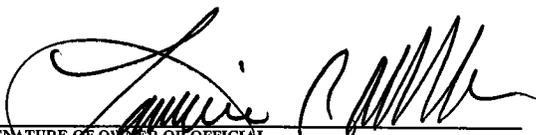
**SWORN STATEMENT**

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 2013 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)
\$ <u>232,103.85</u>

(THE AMOUNT IN BOX ABOVE  
INCLUDES \$ 15,019.13  
IN SALES TAXES BILLED, OR COLLECTED)

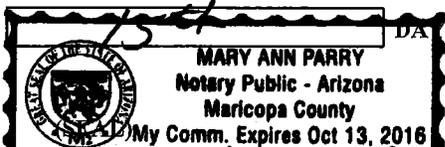
\*\*REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)

  
 \_\_\_\_\_  
 SIGNATURE OF OWNER OR OFFICIAL  
480-892-8756  
 \_\_\_\_\_  
 TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS



COUNTY NAME	Maricopa
MONTH	April, 2014
 _____ SIGNATURE OF NOTARY PUBLIC	

MY COMMISSION EXPIRES 10-13-2016

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

RECEIVED  
**APR 17 2014**  
ACC UTILITIES DIRECTOR

VERIFICATION  
STATE OF ARIZONA

COUNTY OF (COUNTY NAME) Maricopa	
NAME (OWNER OR OFFICIAL) Lonnie Mc Cleve	TITLE Managing Member
COMPANY NAME UTILITY SOURCE, LLC	

I, THE UNDERSIGNED  
OF THE

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

FOR THE YEAR ENDING	MONTH	DAY	YEAR
	12	31	2013

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 2013 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES  \$ <u>183,109.85</u>
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(THE AMOUNT IN BOX AT LEFT  
INCLUDES \$ 11,607.37  
IN SALES TAXES BILLED, OR COLLECTED

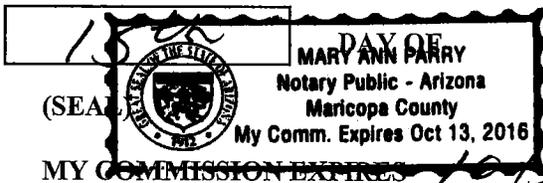
\*RESIDENTIAL REVENUE REPORTED ON THIS PAGE  
MUST INCLUDE SALES TAXES BILLED.

  
\_\_\_\_\_  
SIGNATURE OF OWNER OR OFFICIAL  
480-892-8756  
\_\_\_\_\_  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

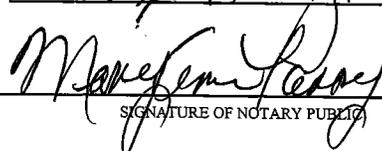
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS



MY COMMISSION EXPIRES 10-13-2016

NOTARY PUBLIC NAME	<u>MARY ANN PARRY</u>	
COUNTY NAME	<u>MARICOPA</u>	
MONTH	<u>April</u>	<u>2014</u>

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