

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

W-03476A
BN Leasing Corporation
d/b/a Aubrey Water Company
P.O. Box 961050
Ft Worth, TX 76161

RECEIVED

JUL 01 2014

AZ CORP COMM
Director - Utilities

ANNUAL REPORT
Water

FOR YEAR ENDING

| | | |
|----|----|------|
| 12 | 31 | 2013 |
|----|----|------|

FOR COMMISSION USE

| | |
|--------|----|
| ANN 04 | 13 |
|--------|----|

7-1-14

COMPANY INFORMATION

| | | |
|--|-----------------------------|------------------------------|
| Company Name (Business Name) <u>BN Leasing d/b/a Aubrey Water Company</u> | | |
| Mailing Address <u>2500 Lou Menk Drive, AOB-3</u> | | |
| (Street) | | |
| <u>Fort Worth</u> | <u>Texas</u> | <u>76131</u> |
| (City) | (State) | (Zip) |
| <u>817-352-6461</u> | <u>817-352-7797</u> | <u>817-313-4785</u> |
| Telephone No. (Include Area Code) | Fax No. (Include Area Code) | Cell No. (Include Area Code) |
| Email Address <u>blaine.bilderback@bnsf.com</u> | | |
| Local Office Mailing Address <u>P.O. Box 85160</u> | | |
| (Street) | | |
| <u>Tucson</u> | <u>AZ</u> | <u>85754</u> |
| (City) | (State) | (Zip) |
| <u>520-623-5172</u> | <u>520-792-0377</u> | |
| Local Office Telephone No. (Include Area Code) | Fax No. (Include Area Code) | Cell No. (Include Area Code) |
| Email Address <u>swumgmt@aol.com</u> | | |

MANAGEMENT INFORMATION

| | | |
|---|-----------------------------|--------------------------------------|
| <input type="checkbox"/> Management Contact: | <u>Blaine Bilderback</u> | <u>Director Corporate Facilities</u> |
| | (Name) | (Title) |
| <u>2500 Lou Menk Drive AOB-3</u> | <u>Ft Worth</u> | <u>Texas</u> <u>76131</u> |
| (Street) | (City) | (State) (Zip) |
| <u>817-352-6461</u> | <u>817-352-7797</u> | <u>817-313-4785</u> |
| Telephone No. (Include Area Code) | Fax No. (Include Area Code) | Cell No. (Include Area Code) |
| Email Address <u>blaine.bilderback@bnsf.com</u> | | |
| On Site Manager: | <u>John Kennedy</u> | |
| | (Name) | |
| <u>P.O. Box 416</u> | <u>Seligman</u> | <u>AZ</u> <u>86337</u> |
| (Street) | (City) | (State) (Zip) |
| <u>928-422-3242</u> | <u>928-422-3242</u> | |
| Telephone No. (Include Area Code) | Fax No. (Include Area Code) | Cell No. (Include Area Code) |
| Email Address <u>kennedy@tabletoptelephone.com</u> | | |

Statutory Agent: CT Corporation
(Name)

3225 N. Central Ave Phoenix AZ 85012
(Street) (City) (State) (Zip)

602-277-4792
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Attorney: Fennemore Craig, P. C.
(Name)

2394 East Camelback Road; Suite 600 Phoenix AZ 85016
(Street) (City) (State) (Zip)

602-916-5400 602-916-5600
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

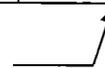
STATEWIDE

COMPANY NAME Aubrey Water Company

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 | | | |
| 304 | Structures and Improvements | 23,793 | 12,367 | 11,426 |
| 307 | Wells and Springs | 104,563 | 53,057 | 51,506 |
| 311 | Pumping Equipment | 1,626,311 | 723,330 | 902,981 |
| 320 | Water Treatment Equipment | 1,055 | 549 | 506 |
| 330 | Distribution Reservoirs and Standpipes | 23,980 | 7,109 | 16,871 |
| 331 | Transmission and Distribution Mains | 9,848 | 1,534 | 8,314 |
| 333 | Services | 8,332 | 2,052 | 6,280 |
| 334 | Meters and Meter Installations | 34,087 | 10,318 | 23,769 |
| 335 | Hydrants | 1,872 | 139 | 1,733 |
| 336 | Backflow Prevention Devices | | | |
| 339 | Other Plant and Misc. Equipment | | | |
| 340 | Office Furniture and Equipment | | | |
| 341 | Transportation Equipment | | | |
| 343 | Tools, Shop and Garage Equipment | 2,906 | 684 | 2,222 |
| 344 | Laboratory Equipment | | | |
| 345 | Power Operated Equipment | | | |
| 346 | Communication Equipment | | | |
| 347 | Miscellaneous Equipment | | | |
| 348 | Other Tangible Plant | | | |
| | TOTALS | 1,836,747 | 811,139 | 1,025,608 |

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 | | | |
| 304 | Structures and Improvements | 23,793 | 3.33% | 792 |
| 307 | Wells and Springs | 104,563 | 3.33% | 3,482 |
| 311 | Pumping Equipment | 1,626,311 | 12.5% | 199,854 |
| 320 | Water Treatment Equipment | 1,055 | 3.33% | 36 |
| 330 | Distribution Reservoirs and Standpipes | 23,980 | 2.22% | 532 |
| 331 | Transmission and Distribution Mains | 9,848 | 2.00% | 197 |
| 333 | Services | 8,332 | 3.33% | 277 |
| 334 | Meters and Meter Installations | 34,087 | 8.33% | 2,162 |
| 335 | Hydrants | 1,872 | 2.00% | 38 |
| 336 | Backflow Prevention Devices | | | |
| 339 | Other Plant and Misc. Equipment | | | |
| 340 | Office Furniture and Equipment | | | |
| 341 | Transportation Equipment | | | |
| 343 | Tools, Shop and Garage Equipment | 2,906 | 5.00% | 145 |
| 344 | Laboratory Equipment | | | |
| 345 | Power Operated Equipment | | | |
| 346 | Communication Equipment | | | |
| 347 | Miscellaneous Equipment | | | |
| 348 | Other Tangible Plant | | | |
| | TOTALS | 1,836,747 | | 207,515 |

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 | \$ 25,213 | \$ 64,381 |
| 134 | Working Funds | | |
| 135 | Temporary Cash Investments | | |
| 141 | Customer Accounts Receivable | 13,898 | 14,471 |
| 146 | Notes/Receivables from Associated Companies | | |
| 151 | Plant Material and Supplies | | |
| 162 | Prepayments | 1,763 | 2,029 |
| 174 | Miscellaneous Current and Accrued Assets | | |
| | TOTAL CURRENT AND ACCRUED ASSETS | \$ 40,874 | \$ 80,881 |
| | FIXED ASSETS | | |
| 101 | Utility Plant in Service | \$ 1,802,216 | \$ 1,836,747 |
| 103 | Property Held for Future Use | | |
| 105 | Construction Work in Progress | | |
| 108 | Accumulated Depreciation – Utility Plant | (603,624) | (811,139) |
| 121 | Non-Utility Property | | |
| 122 | Accumulated Depreciation – Non Utility | | |
| | TOTAL FIXED ASSETS | \$ 1,198,592 | \$ 1,025,608 |
| | TOTAL ASSETS | \$ 1,239,466 | \$ 1,106,489 |

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 | \$ 1,029 | \$ 1,236 |
| 232 | Notes Payable (Current Portion) | | |
| 234 | Notes/Accounts Payable to Associated Companies | 1,815,640 | 1,907,646 |
| 235 | Customer Deposits | 3,929 | 4,439 |
| 236 | Accrued Taxes | 763 | 253 |
| 237 | Accrued Interest | | |
| 241 | Miscellaneous Current and Accrued Liabilities | | 13,827 |
| | TOTAL CURRENT LIABILITIES | \$ 1,821,361 | \$ 1,927,401 |
| | 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 | | |
| 255 | Accumulated Deferred Investment Tax Credits | | |
| 271 | Contributions in Aid of Construction | 6,046 | 6,046 |
| 272 | Less: Amortization of Contributions | (604) | (864) |
| 281 | Accumulated Deferred Income Tax | | |
| | TOTAL DEFERRED CREDITS | \$ 5,442 | \$ 5,182 |
| | TOTAL LIABILITIES | \$ 1,826,803 | \$ 1,932,583 |
| | CAPITAL ACCOUNTS | | |
| 201 | Common Stock Issued | \$ | \$ |
| 211 | Paid in Capital in Excess of Par Value | | |
| 215 | Retained Earnings | (587,337) | (826,094) |
| 218 | Proprietary Capital (Sole Props and Partnerships) | | |
| | TOTAL CAPITAL | \$ (587,337) | \$ (826,094) |
| | TOTAL LIABILITIES AND CAPITAL | \$ 1,239,466 | \$ 1,106,489 |

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

| Acct. No. | OPERATING REVENUES | PRIOR YEAR | CURRENT YEAR |
|------------------|---|-------------------|---------------------|
| 461 | Metered Water Revenue | \$ 166,210 | \$ 161,397 |
| 460 | Unmetered Water Revenue | | |
| 474 | Other Water Revenues | 1,000 | 1,125 |
| | TOTAL REVENUES | \$ 167,210 | \$ 162,522 |
| | | | |
| | OPERATING EXPENSES | | |
| 601 | Salaries and Wages | \$ | \$ |
| 610 | Purchased Water | | |
| 615 | Purchased Power | 30,271 | 30,595 |
| 618 | Chemicals | | |
| 620 | Repairs and Maintenance | 29,097 | 41,978 |
| 621 | Office Supplies and Expense | 5,577 | 3,647 |
| 630 | Outside Services | 81,077 | 91,329 |
| 635 | Water Testing | 1,543 | 2,780 |
| 641 | Rents | | |
| 650 | Transportation Expenses | 5,228 | 5,986 |
| 657 | Insurance – General Liability | 1,178 | 2,752 |
| 659 | Insurance - Health and Life | | |
| 666 | Regulatory Commission Expense – Rate Case | | |
| 675 | Miscellaneous Expense | 451 | 1,266 |
| 403 | Depreciation Expense | 204,519 | 207,313 |
| 408 | Taxes Other Than Income | | |
| 408.11 | Property Taxes | 7,342 | 13,600 |
| 409 | Income Tax | | |
| | TOTAL OPERATING EXPENSES | \$ 366,283 | \$ 401,246 |
| | | | |
| | OPERATING INCOME/(LOSS) | \$ (199,073) | \$ (238,724) |
| | | | |
| | OTHER INCOME/(EXPENSE) | | |
| 419 | Interest and Dividend Income | \$ | \$ |
| 421 | Non-Utility Income | 333 | 81 |
| 426 | Miscellaneous Non-Utility Expenses | | |
| 427 | Interest Expense | (72) | (92) |
| | TOTAL OTHER INCOME/(EXPENSE) | \$ 261 | \$ (11) |
| | | | |
| | NET INCOME/(LOSS) | \$ (198,812) | \$ (238,735) |

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 Aubrey Water Company

Name of System: ADEQ Public Water System Number: 13-010

WATER COMPANY PLANT DESCRIPTION

WELLS

| ADWR ID Number* | Pump Horsepower | Pump Yield (gpm) | Casing Depth (Feet) | Casing Diameter (Inches) | Meter Size (inches) | Year Drilled |
|-----------------|-----------------|------------------|---------------------|--------------------------|---------------------|--------------|
| 55-627275 | 30 | 150 | 400 | 16 | 4 | 1940 |
| 55-627276 | 30 | 150 | 400 | 16 | 4 | 1940 |
| | | | | | | |
| | | | | | | |
| | | | | | | |
| | | | | | | |

* 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 |
| 25 | 2 | 22 | |
| 2 | 1 | | |
| | | | |
| | | | |

| STORAGE TANKS | | PRESSURE TANKS | |
|---------------|----------|----------------|----------|
| Capacity | Quantity | Capacity | Quantity |
| 282,000 | 1 | | |
| | | | |
| | | | |

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

COMPANY NAME Aubrey Water Company

Name of System: ADEQ Public Water System Number: 13-010

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

| Size (in inches) | Material | Length (in feet) |
|------------------|----------|------------------|
| 2 | PVC | 3560 |
| 3 | | |
| 4 | PVC | 9600 |
| 5 | | |
| 6 | PVC | 4800 |
| 8 | | |
| 10 | | |
| 12 | | |
| 2 | GALV | 14580 |
| 6 | CIP | 15600 |
| 4 | PVC | 220 |
| | | |
| | | |

CUSTOMER METERS

| Size (in inches) | Quantity |
|------------------|----------|
| 5/8 X 3/4 | 282 |
| 3/4 | 1 |
| 1 | 9 |
| 1 1/2 | 7 |
| 2 | 13 |
| Comp. 3 | |
| Turbo 3 | |
| Comp. 4 | |
| Turbo 4 | |
| Comp. 6 | 8 |
| Turbo 6 | |
| | |
| | |

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

TREATMENT EQUIPMENT:

TWO CHLORINATORS

STRUCTURES:

20 FOOT STORAGE CONTAINER AND ONE 8 X 12 ONE PUMP HOUSE

OTHER:

-TRANSMISSION MAIN; CANYON MOUTH TO TOWN OF SELIGMAN (39,375 8" CIP)

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

COMPANY NAME: Aubrey Water Company

Name of System:

ADEQ Public Water System Number: 13-010

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2013

| MONTH | NUMBER OF CUSTOMERS | GALLONS SOLD (Thousands) | GALLONS PUMPED (Thousands) | GALLONS PURCHASED (Thousands) |
|-----------|---------------------|--------------------------|----------------------------|-------------------------------|
| JANUARY | 278 | 2117 | 2857 | |
| FEBRUARY | 279 | 2160 | 3013 | |
| MARCH | 281 | 1682 | 2220 | |
| APRIL | 282 | 2194 | 3350 | |
| MAY | 281 | 4187 | 4325 | |
| JUNE | 281 | 3972 | 4097 | |
| JULY | 281 | 4645 | 5718 | |
| AUGUST | 280 | 4331 | 4665 | |
| SEPTEMBER | 282 | 3814 | 4516 | |
| OCTOBER | 287 | 3177 | 3654 | |
| NOVEMBER | 288 | 2597 | 3304 | |
| DECEMBER | 286 | 2374 | 3102 | |
| TOTALS → | | 37,250 | 44,821 | |

What is the level of arsenic for each well on your system? 0.004 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: Aubrey Water Company

Name of System:

ADEQ Public Water System Number: 13-010

UTILITY SHUTOFFS / DISCONNECTS

| MONTH | Termination without Notice R14-2-410.B | Termination with Notice R14-2-410.C | OTHER |
|------------------|---|--|--------------|
| JANUARY | | 0 | |
| FEBRUARY | | 0 | |
| MARCH | | 3 | |
| APRIL | | 1 | |
| MAY | | 0 | |
| JUNE | | 1 | |
| JULY | | 3 | |
| AUGUST | | 0 | |
| SEPTEMBER | | 2 | |
| OCTOBER | | 1 | |
| NOVEMBER | | 0 | |
| DECEMBER | | 0 | |
| TOTALS → | | 11 | |

OTHER (description):

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2013 was: \$ 8,692.05

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. **Property taxes were paid electronically. As such, no cancelled check is available.**

VERIFICATION
AND
SWORN STATEMENT
Taxes

RECEIVED

MAY 02 2014

AZ CORP COMM
Director - Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

| | |
|--------------------------------|--|
| COUNTY OF (COUNTY NAME) | <u>YAVAPAI</u> |
| NAME (OWNER OR OFFICIAL) TITLE | <u>MARK ULDE VP AND ASST SECRETARY</u> |
| COMPANY NAME | <u>EN LEASING CORPORATION d/b/a ALBREY WATER COMPANY</u> |

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

FOR THE YEAR ENDING

| MONTH | DAY | YEAR |
|-----------|-----------|-------------|
| <u>12</u> | <u>31</u> | <u>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

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

817-352-6470

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

5/1/2014

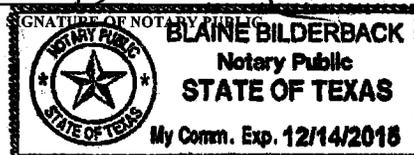
DAY OF

| | | |
|-------------|-----------------------|-------------|
| COUNTY NAME | <u>TARRANT COUNTY</u> | |
| MONTH | <u>MAY</u> | <u>2014</u> |

(SEAL)

MY COMMISSION EXPIRES

12/14/2015



**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

RECEIVED

MAY 02 2014

AZ CORP COMM
Director - Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

| | |
|--------------------------------|---|
| COUNTY OF (COUNTY NAME) | <u>YAVAPAI</u> |
| NAME (OWNER OR OFFICIAL) TITLE | <u>MARK ULDE VP AND ASST SECRETARY</u> |
| COMPANY NAME | <u>BN LEASING CORPORATION db/a AUBREY WATER COMPANY</u> |

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 (\$) |
| \$ 172,749.90 |

(THE AMOUNT IN BOX ABOVE INCLUDES \$ 10,227.61 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)**



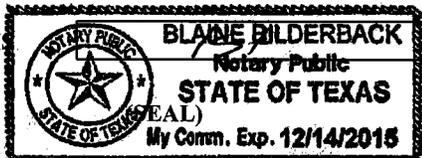
 SIGNATURE OF OWNER OR OFFICIAL
817-352-6470

 TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS _____ DAY OF



| | | |
|-------------|-----------------------|-------------|
| COUNTY NAME | <u>TARRANT COUNTY</u> | |
| MONTH | <u>MAY</u> | <u>2014</u> |



 SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES 12/14/2015

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

RECEIVED

MAY 02 2014

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

| | |
|---|--------------------------------------|
| COUNTY OF (COUNTY NAME) YAVAPAI | AZ CORP COMM Director - Utilities |
| NAME (OWNER OR OFFICIAL) MARK ULDE | TITLE VP AND ASST SECRETARY |
| COMPANY NAME BN LEASING CORPORATION d/b/a AUBREY WATER COMPANY | |

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

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| |
|---|
| ARIZONA INTRASTATE GROSS OPERATING REVENUES |
| \$ 94,928.86 |

THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 5,657.08
IN SALES TAXES BILLED, OR COLLECTED)

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

Mark Ulde

SIGNATURE OF OWNER OR OFFICIAL

817-352-6470

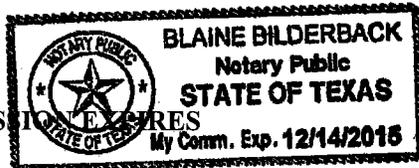
TELEPHONE NUMBER

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

| | |
|--|--------------|
| NOTARY PUBLIC NAME <i>Blaine Bilderback</i> | |
| COUNTY NAME <i>TARRANT County</i> | |
| MONTH <i>may</i> | 20 <u>14</u> |

(SEAL)

MY COMMISSION EXPIRES



Blaine Bilderback

SIGNATURE OF NOTARY PUBLIC