

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

W-01917A
Dragoon Water Company
P.O. Box 85160
Tucson, AZ 85754

RECEIVED

MAR 31 2014

AZ CORP COMM
Director - Utilities

ANNUAL REPORT
Water

FOR YEAR ENDING

12	31	2013
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FOR COMMISSION USE

ANN 04	13
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3-31-14

COMPANY INFORMATION

Company Name (Business Name) <u>Dragoon Water Company</u>		
Mailing Address <u>P.O. Box 85160</u>		
<u>Tucson</u> (City)	<u>AZ</u> (State)	<u>85754</u> (Zip)
<u>520-623-5172</u> Telephone No. (Include Area Code)	<u>520-792-0377</u> Fax No. (Include Area Code)	<u> </u> Cell No. (Include Area Code)
Email Address _____		
Local Office Mailing Address <u>Same as above</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)
Email Address _____		

MANAGEMENT INFORMATION

<input type="checkbox"/> Management Contact: <u>Southwestern Utility Management, Inc.</u>			<u>Manager</u>
(Name)			(Title)
<u>2015 N. Forbes Blvd # 107</u> (Street)	<u>Tucson</u> (City)	<u>AZ</u> (State)	<u>85745</u> (Zip)
<u>520-623-5172</u> Telephone No. (Include Area Code)	<u>520-792-0377</u> Fax No. (Include Area Code)	<u> </u> Cell No. (Include Area Code)	
Email Address _____			
On Site Manager: <u>Mathew England</u>			
(Name)			
<u>2015 N. Forbes Blvd #107</u> (Street)	<u>Tucson</u> (City)	<u>AZ</u> (State)	<u>85745</u> (Zip)
<u>520-623-5172</u> Telephone No. (Include Area Code)	<u>520-792-0377</u> Fax No. (Include Area Code)	<u> </u> Cell No. (Include Area Code)	
Email Address _____			

Statutory Agent: Gary Drummond

(Name)

1430 E Missouri Ste B-125

(Street)

Phoenix

(City)

AZ

(State)

85014

(Zip)

602-224-9222

Telephone No. (Include Area Code)

602-224-9366

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Attorney: Same as above

(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:

- | | |
|---|--|
| <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 checked="" 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 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 | | |

COMPANY NAME**DRAGON WATER CO., INC.****UTILITY PLANT IN SERVICE**

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	6,983		6,983
302	Franchises			
303	Land and Land Rights	5,187		5,187
304	Structures and Improvements	29,114	23,298	5,816
307	Wells and Springs	56,182	29,714	26,468
311	Pumping Equipment	235,097	218,562	16,535
320	Water Treatment Equipment	3,649	720	2,929
330	Distribution Reservoirs and Standpipes	96,107	62,278	33,829
331	Transmission and Distribution Mains	217,077	102,472	114,605
333	Services	20,326	10,640	9,686
334	Meters and Meter Installations	29,097	29,097	0
335	Hydrants	633	248	385
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	4,045	4,045	0
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment	280	126	154
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant	15,575	10,781	4,794
	TOTALS	719,352	491,981	227,371

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

COMPANY NAME**DRAGOON WATER CO., INC.****CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR**

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	6,983		
302	Franchises			
303	Land and Land Rights	5,187		
304	Structures and Improvements	29,114	3.33%	969
307	Wells and Springs	56,182	3.33%	1,871
311	Pumping Equipment	235,097	12.50%	29,387
320	Water Treatment Equipment	3,649	3.30%	120
330	Distribution Reservoirs and Standpipes	96,107	2.22%	2,134
331	Transmission and Distribution Mains	217,077	2.00%	4,341
333	Services	20,326	3.33%	677
334	Meters and Meter Installations	29,097	8.33%	519
335	Hydrants	633	3.33%	21
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	4,045	6.67%	0
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment	280	5.00%	14
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant	15,575	2.50%	389
	SUBTOTAL	719,352		40,442
	Less: Amortization of Contributions			7,078
	TOTAL	719,352		33,364

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

INDEPENDENT ACCOUNTANTS' COMPILATION REPORT

To the Board of Directors of
Dragoon Water Co., Inc.
Glendale, Arizona

We have compiled the balance sheet of Dragoon Water Co., Inc. (a corporation) as of December 31, 2013 and 2012, and the related comparative statement of income and expense for the years then ended included in the accompanying prescribed form. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or provide any assurance about whether the financial statements are in accordance with the form prescribed by the Arizona Corporation Commission.

Management is responsible for the preparation and fair presentation of the financial statements included in the form prescribed by the Arizona Corporation Commission and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

Our responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements.

The financial statements included in the accompanying prescribed form are presented in accordance with the requirements of the Arizona Corporation Commission, and are not intended to be a presentation in accordance with accounting principles generally accepted in the United States of America.

This report is intended solely for the information and use of the Arizona Corporation Commission and is not intended to be and should not be used by anyone other than this specified party.

All other information contained in the accompanying prescribed form has been presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Arizona Corporation Commission, who considers it to be an essential part of financial reporting and for placing the basic financial statements in an appropriate operational, economic, or historical context. The supplementary information included on pages 4-5, 9, and 14-18 has been compiled by us without audit or review and accordingly, we do not express an opinion or provide any assurance on it. The supplementary information included on pages 2-3 and 10-13 was not audited, reviewed, or compiled by us and, accordingly, we do not express an opinion or any assurance on it.

Ullmann & Company

ULLMANN & COMPANY, P.C.
Certified Public Accountants

March 14, 2014

COMPANY NAME

DRAGOON WATER CO., INC.

BALANCE SHEET

Acct. No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 53,015	\$ 34,829
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	5,770	6,285
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments	2,190	-
174	Miscellaneous Current and Accrued Assets	36,333	40,943
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 97,308	\$ 82,057
	FIXED ASSETS		
101	Utility Plant in Service	\$ 672,910	\$ 719,352
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation - Utility Plant	451,539	491,981
121	Non-Utility Property		
122	Accumulated Depreciation - Non Utility		
	TOTAL FIXED ASSETS	\$ 221,371	\$ 227,371
	TOTAL ASSETS	\$ 318,679	\$ 309,428

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

COMPANY NAME

DRAGOON WATER CO., INC.

BALANCE SHEET (CONTINUED)

Acct.No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITES		
231	Accounts Payable	\$ 3,223	\$ 4,996
232	Notes Payable (Current Portion)	11,195	36,855
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	2,260	2,610
236	Accrued Taxes	2,796	2,959
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$ 19,474	\$ 47,420
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ 90,776	\$ 75,633
	DEFERRED CREDITS		
251	Unamortized Premium on Debt		
252	Advances in Aid of Construction	59,242	60,687
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	125,935	125,935
272	Less: Amortization of Contributions	99,921	106,999
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ 85,256	\$ 79,623
	TOTAL LIABILITIES	\$ 195,506	\$ 202,676
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 13,000	\$ 13,000
211	Paid in Capital in Excess of Par Value	168,642	168,642
215	Retained Earnings	(58,469)	(74,890)
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 123,173	\$ 106,752
	TOTAL LIABILITIES AND CAPITAL	\$ 318,679	\$ 309,428

COMPANY NAME
DRAGOON WATER CO., INC.

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 100,820	\$ 91,654
460	Unmetered Water Revenue		
474	Other Water Revenues	1,089	1,052
	TOTAL REVENUES	\$ 101,909	\$ 92,706
	OPERATING EXPENSES		
601	Salaries and Wages	\$ -	\$ -
610	Purchased Water	-	1,040
615	Purchased Power	12,230	11,538
618	Chemicals	1,006	197
620	Repairs and Maintenance	6,379	9,143
621	Office Supplies and Expense	861	723
630	Outside Services	56,145	38,919
635	Water Testing	1,490	1,703
641	Rents		
650	Transportation Expenses		
657	Insurance - General Liability	2,983	1,952
659	Insurance - Health and Life		
666	Regulatory Commission Expense - Rate Case		
675	Miscellaneous Expense	3,060	4,939
403	Depreciation Expense	4,242	33,364
408	Taxes Other Than Income		
408.11	Property Taxes	4,616	5,088
409	Income Tax	2,862	(4,560)
	TOTAL OPERATING EXPENSES	\$ 95,874	\$ 104,046
	OTHER INCOME/EXPENSE		
419	Interest and Dividend Income	\$ 9	\$ 47
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	5,114	5,128
	TOTAL OTHER INCOME/EXP	\$ (5,105)	\$ (5,081)
	NET INCOME/(LOSS)	\$ 930	\$ (16,421)

COMPANY NAME Dragoon Water Company

SUPPLEMENTAL FINANCIAL DATA
Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	Varies	10/10/13		
Source of Loan	WIFA	SOUTHWESTERN UTILITY MANAGEMENT		
ACC Decision No.				
Reason for Loan		CAPITAL EXPENDITURES		
Dollar Amount Issued	\$196,383	\$26,000	\$	\$
Amount Outstanding	\$88,595	\$23,892	\$	\$
Date of Maturity				
Interest Rate	4.688%	6%	%	%
Current Year Interest	\$4,868	\$130	\$	\$
Current Year Principle	\$13,376	\$2,108	\$	\$

Meter Deposit Balance at Test Year End \$2,425

Meter Deposits Refunded During the Test Year \$555

COMPANY NAME Dragoon Water Company	
Name of System:	ADEQ Public Water System Number: 02-015

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-631739	15	55	760	12	3	1958
55-631738	30	200	987	12	4	1967

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
Clear Springs Utility Company		29,200 gallons

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
5	2		
15	2		
10	2		
1.5	2		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
40,000	1	5,000	2
20,000	1	2,000	1
5,000	1	100	1

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

COMPANY NAME Dragoon Water Company	
Name of System:	ADEQ Public Water System Number: 02-015

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2	PVC	890
3	AC	2,830
4	AC	4,030
5		
6	AC	600
8		
10		
12		
3	PVC	16,418
4	PVC	10,197
6	PVC	8,860
4	PVC	560 (2013)
2	PVC	560 (2013)

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	122
3/4	
1	20
1 1/2	
2	2
Comp. 3	
Turbo 3	
Comp. 4	
Turbo 4	
Comp. 6	
Turbo 6	

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

TREATMENT EQUIPMENT:

Two Chlorinators

STRUCTURES:

10' X 10' Pump House Well #1 Block Building
10' X 12' pump House Well #2 and 3 Wood Building
1200 ft of Chain Link Fence
5' X 5' Booster House and Two Storage tin sheds

OTHER:

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

COMPANY NAME: Dragoon Water Company	
Name of System:	ADEQ Public Water System Number: 02-015

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2013

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	119	541	409	0
FEBRUARY	120	688	578	0
MARCH	121	516	428	0
APRIL	114	646	539	0
MAY	115	831	659	0
JUNE	121	1112	943	0
JULY	121	1110	867	0
AUGUST	121	781	789	0
SEPTEMBER	120	778	733	29.2
OCTOBER	117	629	992	0
NOVEMBER	119	847	668	0
DECEMBER	121	586	444	0
TOTALS →		9,065	8,049	0

Note: Well Site # 2 replaced the pump and motor for the well.

What is the level of arsenic for each well on your system? <0.003 mg/l
(If more than one well, please list each separately.)

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: Dragoon Water Company	
Name of System:	ADEQ Public Water System Number: 02-015

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	0	
APRIL		0	0	
MAY		0	0	
JUNE		0	0	
JULY		0	2	
AUGUST		0	0	
SEPTEMBER		0	0	
OCTOBER		0	0	
NOVEMBER		0	0	
DECEMBER		0	0	
TOTALS →		0	2	

OTHER (description):

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2013 was: \$ 4,852

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

MAR 31 2014

AZ CORP COMM
Director - Utilities

VERIFICATION

STATE OF ARIZONA
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME) Cochise
NAME (OWNER OR OFFICIAL) TITLE Kevin Sullivan, President
COMPANY NAME Dragoon Water Co, Inc.

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

FOR THE YEAR ENDING

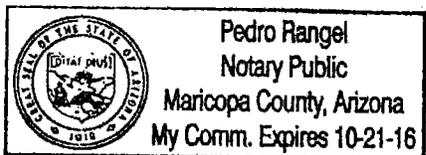
MONTH	DAY	YEAR
12	31	2013

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.



Kevin Sullivan

SIGNATURE OF OWNER OR OFFICIAL
602-818-6888

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 27th DAY OF

COUNTY NAME Maricopa	
MONTH March	YEAR 2014

(SEAL)

Pedro Rangel

SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES 10-21-16

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported	<u>0</u>
Estimated or Actual Federal Tax Liability	<u>0</u>
State Taxable Income Reported	<u>0</u>
Estimated or Actual State Tax Liability	<u>50</u>

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances	<u>N/A</u>
Amount of Gross-Up Tax Collected	<u>N/A</u>
Total Grossed-Up Contributions/Advances	<u>N/A</u>

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

3/27/14
DATE

Kevin L. Sullivan
PRINTED NAME

President
TITLE

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

RECEIVED

MAR 31 2014

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) Cochise	AZ CORP COMM Director - Utilities
NAME (OWNER OR OFFICIAL) TITLE Kevin Sullivan, President	
COMPANY NAME Dragoon Water Co, Inc.	

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

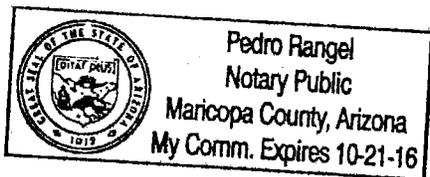
FOR THE YEAR ENDING

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>98,813</u>

(THE AMOUNT IN BOX ABOVE INCLUDES \$ 6,107 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)**

Kevin Sullivan
SIGNATURE OF OWNER OR OFFICIAL
602-818-6888
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 27th **DAY OF**

(SEAL)

COUNTY NAME	Maricopa	
MONTH	March	2014

Pedro Rangel
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES 10-21-16

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

RECEIVED

MAR 31 2014

AZ CORP COMM
Director - Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) COCHISE	
NAME (OWNER OR OFFICIAL) KEVIN SULLIVAN	TITLE PRESIDENT
COMPANY NAME DRAGOON WATER CO, INC.	

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
\$ 75,937

THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 4,764.
IN SALES TAXES BILLED, OR COLLECTED)

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

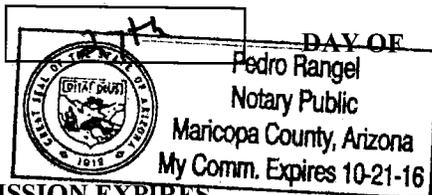
Kevin Sullivan
SIGNATURE OF OWNER OR OFFICIAL
602-818-6888
TELEPHONE NUMBER

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

THIS

(SEAL)

MY COMMISSION EXPIRES



10-21-14

NOTARY PUBLIC NAME	Pedro Rangel
COUNTY NAME	Maricopa
MONTH	March
	2014

Pedro Rangel
SIGNATURE OF NOTARY PUBLIC