

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

**ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY**

**W-20446A**

**Global Water – Santa Cruz Water Company, Inc**

**c/o Global Water Resources, Inc.**

**21410 N. 19<sup>th</sup> Ave. Ste. 201**

**Phoenix, AZ 85027**

RECEIVED

**APR 16 2014**

ACC UTILITIES DIRECTOR

**ANNUAL REPORT**  
**Water**

**FOR YEAR ENDING**

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

<b>ANN 04</b>	<b>13</b>
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4-23-14

**COMPANY INFORMATION**

**Company Name (Business Name)** Global Water – Santa Cruz Water Company, Inc

Mailing Address 21410 N. 19<sup>th</sup> Ave., Ste. 201  
(Street)

Phoenix  
(City)

AZ  
(State)

85027  
(Zip)

623-580-9600  
Telephone No (Include Area Code)

623-580-9659  
Fax No. (Include Area Code)

NA  
Cell No. (Include Area Code)

Email Address ron.fleming@gwresources.com

**Local Office Mailing Address** Same as above  
(Street)

(City)

(State)

(Zip)

Local Office Telephone No (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Email Address \_\_\_\_\_

**MANAGEMENT INFORMATION**

**Regulatory Contact:** Joanne Ellsworth

**Management Contact:** Ron Fleming President  
(Name) (Title)

21410 N. 19<sup>th</sup> Ave. Ste. 201  
(Street)

Phoenix  
(City)

AZ  
(State)

85027  
(Zip)

623-580-9600  
Telephone No (Include Area Code)

623-580-9659  
Fax No. (Include Area Code)

602-550-2717  
Cell No. (Include Area Code)

Email Address ron.fleming@gwresources.com

**On Site Manager:** Jon Corwin, General Manager  
(Name)

22590 North Powers Parkway  
(Street)

Maricopa  
(City)

AZ  
(State)

85238  
(Zip)

520-233-2906  
Telephone No (Include Area Code)

520-568-6367  
Fax No. (Include Area Code)

602-550-2717  
Cell No. (Include Area Code)

Email Address jon.corwin@gwresources.com

<b>Statutory Agent:</b> <u>Cindy M. Bowers</u>			
(Name)			
<u>21410 N. 19<sup>th</sup> Avenue, Suite 201</u>	<u>Phoenix</u>	<u>AZ</u>	<u>85027</u>
(Street)	(City)	(State)	(Zip)
<u>623-580-9600</u>	<u>623-580-9659</u>		
Telephone No (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
<b>Attorney:</b> <u>Timothy J. Sabo, Roshka DeWulf &amp; Patten, PLC</u>			
(Name)			
<u>400 East Van Buren, Ste. 800</u>	<u>Phoenix</u>	<u>AZ</u>	<u>85004</u>
(Street)	(City)	(State)	(Zip)
<u>602-256-6100</u>	<u>602-256-6800</u>		
Telephone No (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
<b>Email Address</b> <u>tsabo@rdp-law.com</u>			

### OWNERSHIP INFORMATION

Check the following box that applies to your company:

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

### COUNTIES SERVED

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

- |                                     |                                   |   |
|-------------------------------------|-----------------------------------|---|
| <input type="checkbox"/> APACHE     | <input type="checkbox"/> COCHISE  | <input type="checkbox"/> COCONINO         |
| <input type="checkbox"/> GILA       | <input type="checkbox"/> GRAHAM   | <input type="checkbox"/> GREENLEE         |
| <input type="checkbox"/> LA PAZ     | <input type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE           |
| <input type="checkbox"/> NAVAJO     | <input type="checkbox"/> PIMA     | <input checked="" type="checkbox"/> PINAL |
| <input type="checkbox"/> SANTA CRUZ | <input type="checkbox"/> YAVAPAI  | <input type="checkbox"/> YUMA             |
| <input type="checkbox"/> STATEWIDE  |                                   |   |

**UTILITY PLANT IN SERVICE**

<b>Acct. No.</b>	<b>DESCRIPTION</b>	<b>Original Cost (OC)</b>	<b>Accumulated Depreciation (AD)</b>	<b>O.C.L.D. (OC less AD)</b>
303	Land and Land Rights	62,847	0	62,847
304	Structures and Improvements	9,570,703	2,129,711	7,440,992
306	Lake, River, Canal Intakes	1,855	0	1,855
307	Wells and Springs	4,408,480	987,779	3,420,701
309	Raw Water and Supply Mains	2,340,773	381,500	1,959,273
310	Power Generation Equipment	324,955	139,332	185,623
311	Pumping Equipment	6,895,955	5,759,144	1,136,811
320	Water Treatment Equipment	54,064	16,014	38,050
330	Distribution Reservoirs and Standpipes	1,461,880	432,868	1,029,012
331	Transmission and Distribution Mains	45,040,456	6,472,437	38,568,019
333	Services	4,834,593	1,071,581	3,763,012
334	Meters and Meter Installations	3,972,869	2,430,215	1,542,654
335	Hydrants	4,480,187	629,331	3,850,856
336	Backflow Prevention Devices	15,144	7,626	7,518
339	Other Plant and Misc. Equipment	164,073	92,849	71,224
340	Office Furniture and Equipment	585,422	325,138	260,284
340.1	Computers and Software	96,572	91,860	4,712
341	Transportation Equipment	723,976	557,505	166,471
343	Tools, Shop and Garage Equipment	84,292	25,982	58,310
344	Laboratory Equipment	102,866	68,278	34,588
345	Power Operated Equipment	80,035	28,332	51,703
346	Communication Equipment	628,844	451,924	176,920
347	Miscellaneous Equipment	109,610	55,125	54,485
348	Other Tangible Plant	5,111,633	3,247,338	1,864,295
354	Structures and Improvements	0	0	0

**COMPANY NAME: GLOBAL WATER – SANTA CRUZ WATER COMPANY**

	<b>TOTALS</b>	<b>\$91,152,084</b>	<b>\$25,401,870</b>	<b>\$65,750,215</b>
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This amount goes on the Balance Sheet Acct. No. 108





**BALANCE SHEET**

<b>Acct No.</b>		<b>BALANCE AT BEGINNING OF YEAR</b>	<b>BALANCE AT END OF YEAR</b>
	<b>ASSETS</b>		
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash	\$1,800	\$1,800
134	Working Funds	0	0
135	Temporary Cash Investments	0	0
141	Customer Accounts Receivable	658,686	609,770
143	Accumulated Provision for Uncollectible Accounts	(47,651)	(24,395)
146	Notes/Receivables from Associated Companies	0	0
151	Plant Material and Supplies	3,483	1
162	Prepayments	13,410	11,020
173	Accrued Utility Revenues	545,519	611,484
174	Miscellaneous Current and Accrued Assets	0	110,306
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	<b>\$1,175,247</b>	<b>\$1,319,986</b>
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service	\$89,975,586	\$91,152,084
103	Property Held for Future Use	0	0
105	Construction Work in Progress	24,919,162	25,003,905
108	Accumulated Depreciation – Utility Plant	(22,083,741)	(25,401,870)
121	Non-Utility Property	0	0
122	Accumulated Depreciation – Non Utility	0	0
	<b>TOTAL FIXED ASSETS</b>	<b>\$92,811,007</b>	<b>\$90,754,119</b>
190	Accumulated Deferred Income Taxes	0	0
	<b>TOTAL OTHER ASSETS</b>	<b>\$0</b>	<b>\$0</b>
	<b>TOTAL ASSETS</b>	<b>\$93,986,254</b>	<b>\$92,074,105</b>

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

**BALANCE SHEET (CONTINUED)**

<b>Acct. No.</b>		<b>BALANCE AT BEGINNING OF YEAR</b>	<b>BALANCE AT END OF YEAR</b>
	<b>LIABILITIES</b>		
	<b>CURRENT LIABILITIES</b>		
231	Accounts Payable	\$1,352,296	\$596,771
232	Notes Payable (Current Portion)	0	0
234	Notes/Accounts Payable to Associated Companies	0	0
235	Customer Deposits	1,342,124	1,037,501
236	Accrued Taxes	403,605	473,619
237	Accrued Interest	248,130	139,127
241	Miscellaneous Current and Accrued Liabilities	179,917	166,361
253	Other Deferred Credits	124,024	94,144
	<b>TOTAL CURRENT LIABILITIES</b>	<b>\$3,650,096</b>	<b>\$2,507,523</b>
	<b>LONG-TERM DEBT (Over 12 Months)</b>		
224	Long-Term Notes and Bonds	\$0	\$0
	<b>DEFERRED CREDITS</b>		
251	Unamortized Premium on Debt	\$0	\$0
252	Advances in Aid of Construction	33,238,105	34,013,152
255	Accumulated Deferred Investment Tax Credits	0	0
271	Contributions in Aid of Construction	28,273,608	28,492,675
272	Less: Amortization of Contributions	(1,626,753)	(2,020,104)
281	Accumulated Deferred Income Tax	0	0
	<b>TOTAL DEFERRED CREDITS</b>	<b>\$59,884,960</b>	<b>\$60,485,723</b>
	<b>TOTAL LIABILITIES</b>	<b>\$63,535,056</b>	<b>\$62,993,246</b>
	<b>CAPITAL ACCOUNTS</b>		
201	Common Stock Issued	\$10	\$10
211	Paid in Capital in Excess of Par Value	19,357,607	15,996,256
215	Retained Earnings	11,093,582	13,084,593
218	Proprietary Capital (Sole Props and Partnerships)	0	0
	<b>TOTAL CAPITAL</b>	<b>\$30,451,199</b>	<b>\$29,080,859</b>
	<b>TOTAL LIABILITIES AND CAPITAL</b>	<b>\$93,986,254</b>	<b>\$92,074,105</b>

**COMPARATIVE STATEMENT OF INCOME AND EXPENSE**

<b>Acct. No.</b>	<b>OPERATING REVENUES</b>	<b>PRIOR YEAR</b>	<b>CURRENT YEAR</b>
461	Metered Water Revenue	\$10,203,103	\$10,973,158
460	Unmetered Water Revenue	\$144,309	162,873
474	Other Water Revenues	312,312	362,858
	<b>TOTAL REVENUES</b>	<b>\$10,659,724</b>	<b>\$11,498,889</b>
	<b>OPERATING EXPENSES</b>		
601	Salaries and Wages	\$ 1,316,628	\$1,746,045
604	Employee Pensions and Benefits	11,118	5,604
610	Purchased Water	-	0
615	Purchased Power	786,114	\$814,557
616	Fuel for Power Production	91	0
618	Chemicals	44,393	53,457
620	Materials and Supplies	61,431	52,673
621	Office Supplies and Expense	48,978	67,516
631	Contractual Services – Eng.	(500)	453
632	Contractual Services – Acctg.	210,213	186,989
633	Contractual Services – Management Fees	685,339	799,362
634	Contractual Services - Legal	84,712	150,779
635	Contractual Services - Testing	25,627	20,013
636	Contractual Services - Other	86,691	113,019
641	Rental of Building	108,678	117,377
642	Rental of Equipment	18,029	27,065
650	Transportation Expenses	60,078	61,001
657	Insurance – General Liability	74,880	110,135
658	Insurance – Workers Comp	14,280	13,339
659	Insurance - Other	116,691	182,310
660	Advertising Expense	3,807	5,613
666	Regulatory Commission Expense – Rate Case	53,333	209,356
667	Regulatory Commission Expense - Other	2,052	22,603
670	Bad Debt Expense	34,518	15,769
675	Miscellaneous Expense	482,295	488,469
403	Depreciation Expense	3,539,488	3,548,454
403	Depreciation Expense –CIAC Amortization	(303,639)	(393,202)
408	Taxes Other Than Income	97,080	112,303
408	Property Taxes	811,808	880,238
409	Income Tax	8,789,966	0
	<b>TOTAL OPERATING EXPENSES</b>	<b>\$ 17,264,179</b>	<b>9,411,297</b>
	<b>OTHER INCOME/(EXPENSE)</b>		
419	Interest and Dividend Income	\$0	\$0
421	Non-Utility Income	15,120	16,650

**COMPANY NAME: GLOBAL WATER – SANTA CRUZ WATER COMPANY**

426	Miscellaneous Non-Utility Expenses	0	12,460
427	Interest Expense	(109,597)	(125,691)
	<b>TOTAL OTHER INCOME/(EXPENSE)</b>	<b>(\$94,477)</b>	<b>(\$96,581)</b>
	<b>NET INCOME/(LOSS)</b>	<b>(\$6,698,932)</b>	<b>\$1,991,011</b>

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

	<b>LOAN #1</b>	<b>LOAN #2</b>	<b>LOAN #3</b>	<b>LOAN #4</b>
Date Issued				
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>\$1,037,501</u>
Meter Deposits Refunded During the Test Year	<u>\$1,414,059</u>

**COMPANY NAME: GLOBAL WATER – SANTA CRUZ WATER COMPANY**

**Name of System: Southwest**

**ADEQ Public Water System Number: TBD**

**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>
55-612249 Amarillo Creek South Well			1,000	20		1971
55-612250 Sunset Canyon Well			1,200	16		1978
55-612416 Amarillo Creek East Well	350	2100	904	18	10	1957
55-625626 Palomino Ranch Well			933	20		1969

\* Arizona Department of Water Resources Identification Number

**OTHER WATER SOURCES**

<b>Name or Description</b>	<b>Capacity (gpm)</b>	<b>Gallons Purchased or Obtained (in thousands)</b>

<b>BOOSTER PUMPS</b>		<b>FIRE HYDRANTS</b>	
<b>Horsepower</b>	<b>Quantity</b>	<b>Quantity Standard</b>	<b>Quantity Other</b>
150	1		
25	1		
75	1		

<b>STORAGE TANKS</b>		<b>PRESSURE TANKS</b>	
<b>Capacity</b>	<b>Quantity</b>	<b>Capacity</b>	<b>Quantity</b>
2,500,000 Gal	1	10,000 GAL	1

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

**COMPANY NAME: GLOBAL WATER – SANTA CRUZ WATER COMPANY**

**Name of System: Southwest**

**ADEQ Public Water System Number: TBD**

**WATER COMPANY PLANT DESCRIPTION (CONTINUED)**

**MAINS**

<b>Size (in inches)</b>	<b>Material</b>	<b>Length (in feet)</b>
16	DIP	99
20	DIP	13,047
24	DIP	16,477
30	DIP	6,562
12	PVC	98
16	PVC	22,383

**CUSTOMER METERS**

<b>Size (in inches)</b>	<b>Quantity</b>
5/8"	0
3/4"	0
1"	0
1.5"	0
2"	0
3"	0
4"	0
6"	0

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

**TREATMENT EQUIPMENT:**

Chlorination Injection System at Terrazo WDC

**STRUCTURES:**

Masonry Brick Walls (Terrazo WDC, Amarillo Creek East Well)

**OTHER:**

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

**COMPANY NAME: Santa Cruz Water Company**

**Name of System: Santa Cruz North ADEQ Public Water System Number: AZ-04-11-131**

**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>
55-202407 Maricopa Groves Well		1200	0	20		
55-509941 Rancho Mirage Well #1	200	1500	1100	16	12"	1985
55-609593 Sorrento Well			954	20		1958
55-612737 Smith Well	100	1070	1,000	20	8"	1972
55-617338 Vance Well	250	1965	300	20	10"	1973
55-621406 Neely North Well	400	2000	1,000	12	12"	1955
55-621407 Neely West Well	250	1980	700	12	12"	1955
55-624108 Neely East Well	350	2000	1,000	12		1955
55-621410 Porter Road Well	100	1000	400	20	10"	1955
55-622132 Maricopa Meadows Well	100	1400	600	20	4"	1976
55-624029 Homestead East Well		1200	0	20		1960
55-624031 Homestead West Well		860	1,430	18		1976
55-624037 Glennwilde Well	200	1650	1,992	18	8"	1965
55-801069 Cobblestone Well	200	1280	600	12	10"	1957
55-220627 Rancho Mirage Well #2	300	2800	990	20	12"	2011

\* 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>

**COMPANY NAME: Santa Cruz Water Company**

**Name of System: Santa Cruz North ADEQ Public Water System Number: AZ-04-11-131**

<b>BOOSTER PUMPS</b>		<b>FIRE HYDRANTS</b>	
<b>Horsepower</b>	<b>Quantity</b>	<b>Quantity Standard</b>	<b>Quantity Other</b>
150	5	2,120	
200	1		
40	4		
50	5		
75	5		

<b>STORAGE TANKS</b>		<b>PRESSURE TANKS</b>	
<b>Capacity</b>	<b>Quantity</b>	<b>Capacity</b>	<b>Quantity</b>
1,500,000 GAL	2	10,000 GAL	5
2,500,000 GAL	1		
500,000 GAL	2		

**COMPANY NAME: Global Water - Santa Cruz Water Company**

**Name of System: Santa Cruz North**

**ADEQ Public Water System Number: AZ-04-11-131**

**MAINS**

**CUSTOMER METERS**

Size (in Inches)	Material	Length (in Feet)
16		249
2	CU	82
16	CU	110
6	DIP	151
8		
	DIP	73,461
12	DIP	22,962
16	DIP	48,004
20	DIP	13,095
24	DIP	17,095
30	DIP	6,562
36	DIP	131
12	DIP150	33
16	DIP150	37
8	DIP250	17
12	DIP250	10
16	DIP250	187
24	DIP250	36
8	DIP350	33
12	DIP350	623
16	DIP350	581
24	DIP350	3
30	DIP350	209
-99	PVC	35
4	PVC	458
6	PVC	37,151
8	PVC	758,573
10	PVC	6,166
12	PVC	151,403
16	PVC	136,267
20	PVC	66
12	PVCCL1	112

Size (in Inches)	Quantity
5/8	1.966
3/4	15.634
1	73
1.5	62
2	168
3	9
4	2

**COMPANY NAME: Global Water - Santa Cruz Water Company**

**Name of System: Santa Cruz North**

**ADEQ Public Water System Number: AZ-04-11-131**

12	PVCCL2	1,782
16	PVCNP	2,295
6	STL	77
12	STL	284
16	STL	457
20	STL	94
24	STL	17,694
30	STL	223
36	STL	102
42	STL	198
-99	UNK	1,134
1	UNK	27
2	UNK	499
3	UNK	178
4	UNK	208
6	UNK	61
8	UNK	1,202
12	UNK	64
16	UNK	372

ABS = Acrylonitrile-Butadiene-Styrene  
AC = Asbestos Cement  
ACP = Asbestos Concrete Pipe  
ASWP = American Spiral Weld Pipe  
CU = Copper  
DIP = Ductile Iron Pipe  
DIP150 = 150# Ductile Iron Pipe  
DIP250 = 250# Ductile Iron Pipe  
DIP350 = 350# Ductile Iron Pipe

GALV = Galvanized Steel Pipe  
PVC = Polyvinyl Chloride  
PVCCL1 = PVC 900 CL 150  
PVCCL2 = PVC 900 CL 200  
PVCNP = PVC - Not Purple  
SDRCL1 = PVC SDR 26 CL 160  
STEEL = Steel  
UNK = Unknown  
-99 = Unknown

**COMPANY NAME: Global Water - Santa Cruz Water Company**

**Name of System: Santa Cruz North**

**ADEQ Public Water System Number: AZ-04-11-131**

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

**TREATMENT EQUIPMENT:**

Chlorine Injection Systems at Main Water Distribution Center and at Groves WDC and Meadows WDC

**STRUCTURES:**

Mobile Mini Trailer

Masonry Brick Walls (Vance Well, WTP, WDC's)

Office Trailer at Maricopa Meadows

Office/Customer Service Center 25,000 sf

2 x 40' Connex

**OTHER:**

SCADA Communications System & Video Monitoring System

ITRON 2.0 Radio AMI System (endpoints, handhelds)

ITRON Fixed Network 2.5 AMR System (CCUs, endpoints)

Trailer Mounted Emergency Generator

Switchgear for Distribution Systems & Well Sites

1 x 600 kW Emergency D/G

2 x Chevrolet Trailblazer

12 x Silverado Utility Vehicles

1 x Colorado Utility Vehicles

4 x Service Body Vehicles

1 x Econoline Van

1 x Hybrid Civic

1 x Prius

7 x Toyota Tacoma

1 x 1000 Gallon Fuel Trailer

1 x Valve Exercise Machine

1 x 20' Utility Trailer

1 x 1250 kva Emergency Generator

1 x 950 kva Emergency Generator

1 x Dump Truck

1 x Backhoe

1 x Equipment Trailer

1 x Service Trailer

**COMPANY NAME: GLOBAL WATER – SANTA CRUZ WATER COMPANY**

**Name of System: Santa Cruz North**

**ADEQ Public Water System Number: AZ04-11-131**

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

<b>MONTH</b>	<b>NUMBER OF CUSTOMERS</b>	<b>GALLONS SOLD (Thousands)</b>	<b>GALLONS PUMPED (Thousands)</b>	<b>GALLONS PURCHASED (Thousands)</b>
<b>JANUARY</b>	16,617	121,223	122,811	
<b>FEBRUARY</b>	16,700	100,060	106,046	
<b>MARCH</b>	16,783	148,044	142,826	
<b>APRIL</b>	16,836	122,367	171,884	
<b>MAY</b>	16,905	202,959	232,416	
<b>JUNE</b>	16,983	252,639	283,191	
<b>JULY</b>	17,017	281,533	298,206	
<b>AUGUST</b>	17,110	237,237	243,999	
<b>SEPTEMBER</b>	17,133	196,765	192,326	
<b>OCTOBER</b>	17,180	180,063	195,540	
<b>NOVEMBER</b>	17,228	154,633	152,639	
<b>DECEMBER</b>	17,232	129,593	125,831	
<b>TOTALS →</b>		2,127,118	2,267,716	

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

ADWR #55-621407 Neely West Well 11.0 ppm  
ADWR #55-621406 Neely North Well 8.2 ppm  
ADWR #55-200627 Rancho Mirage Well #2 6.3 ppm

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?

( X ) Yes ( ) No

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

( X ) Yes ( ) No

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

( X ) Yes ( ) No

If yes, provide the GPCPD amount: 125

<b>COMPANY NAME: GLOBAL WATER – SANTA CRUZ WATER COMPANY</b>	
<b>Name of System: Santa Cruz North</b>	<b>ADEQ Public Water System Number: AZ-04-11-131</b>

**UTILITY SHUTOFFS / DISCONNECTS**

<b>MONTH</b>	<b>Termination without Notice R14-2-410.B</b>	<b>Termination with Notice R14-2-410.C</b>	<b>OTHER</b>
<b>JANUARY</b>	0	78	
<b>FEBRUARY</b>	0	88	
<b>MARCH</b>	0	72	
<b>APRIL</b>	0	120	
<b>MAY</b>	0	93	
<b>JUNE</b>	0	86	
<b>JULY</b>	0	114	
<b>AUGUST</b>	0	62	
<b>SEPTEMBER</b>	0	78	
<b>OCTOBER</b>	0	79	
<b>NOVEMBER</b>	0	47	
<b>DECEMBER</b>	0	86	
<b>TOTALS →</b>	<b>0</b>	<b>1,003</b>	

OTHER (description):

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**COMPANY NAME: GLOBAL WATER – SANTA CRUZ WATER COMPANY  
YEAR ENDING 12/31/2013**

**PROPERTY TAXES**

Amount of actual property taxes paid during Calendar Year 2013 was: \$1,376,082

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. \_\_\_\_\_

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**VERIFICATION  
AND  
SWORN STATEMENT  
Taxes**

RECEIVED

**APR 16 2014**

**VERIFICATION**

ACC UTILITIES DIRECTOR

STATE OF ARIZONA      COUNTY OF MARICOPA  
I, THE UNDERSIGNED      RON FLEMING, PRESIDENT  
OF THE      GLOBAL WATER – SANTA CRUZ WATER COMPANY

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.

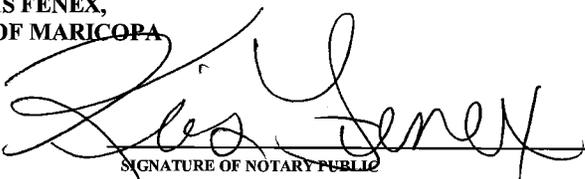
**SWORN STATEMENT**

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.

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

SUBSCRIBED AND SWORN TO BEFORE ME, KRIS FENEX,  
A NOTARY PUBLIC IN AND FOR THE COUNTY OF MARICOPA,  
THIS 15<sup>th</sup> DAY OF APRIL, 2014.

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



**COMPANY NAME: GLOBAL WATER – SANTA CRUZ WATER COMPANY  
YEAR ENDING 12/31/2013**

**INCOME TAXES**

For this reporting period, provide the following:

Federal Taxable Income Reported	<u>\$ 1,995,525</u>
Estimated or Actual Federal Tax Liability	<u>\$ 828,842</u>

State Taxable Income Reported	<u>\$ 1,995,525</u>
Estimated or Actual State Tax Liability	<u>\$ 105,091</u>

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances	<u>\$ 0</u>
Amount of Gross-Up Tax Collected	<u>\$ 0</u>
Total Grossed-Up Contributions/Advances	<u>\$ 0</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**

April 15, 2014  
\_\_\_\_\_  
**DATE**

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

President  
\_\_\_\_\_  
**TITLE**

**VERIFICATION  
AND  
SWORN STATEMENT  
Intrastate Revenues Only**

RECEIVED

**APR 16 2014**

ACC UTILITIES DIRECTOR

**VERIFICATION**

STATE OF ARIZONA      COUNTY OF MARICOPA  
I, THE UNDERSIGNED      RON FLEMING, PRESIDENT  
OF THE      GLOBAL WATER – SANTA CRUZ 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**

**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 (\$)

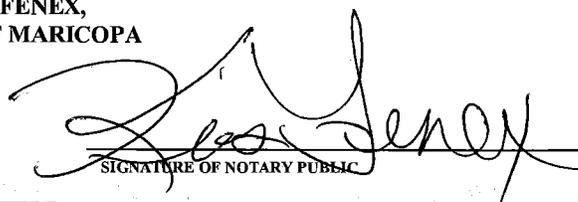
\$12,571,711

**(THE AMOUNT IN BOX ABOVE  
INCLUDES \$1,073,748  
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 15<sup>th</sup> DAY OF APRIL, 2014.**

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

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

MY COMMISSION EXPIRES



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

RECEIVED  
**APR 16 2014**  
ACC UTILITIES DIRECTOR

**VERIFICATION**

STATE OF ARIZONA                      COUNTY OF MARICOPA  
I, THE UNDERSIGNED                      RON FLEMING, PRESIDENT  
OF THE    GLOBAL WATER – SANTA CRUZ 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**

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:

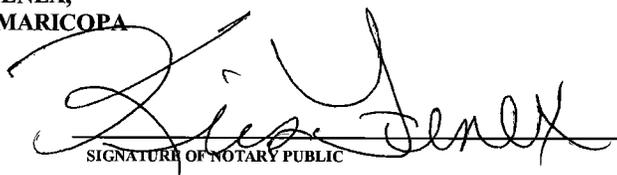
ARIZONA INTRASTATE GROSS OPERATING REVENUES  <b>\$8,962,503</b>
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THE AMOUNT IN BOX AT LEFT  
INCLUDES \$788,177  
IN SALES TAXES BILLED, OR COLLECTED)

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

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

SUBSCRIBED AND SWORN TO BEFORE ME, KRIS FENEX,  
A NOTARY PUBLIC IN AND FOR THE COUNTY OF MARICOPA  
THIS 15<sup>th</sup> DAY OF APRIL, 2014.

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

MY COMMISSION EXPIRES

 <b>KRIS FENEX</b> Notary Public, State of Arizona Maricopa County My Commission Expires January 09, 2017
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