

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

RECEIVED

OCT 06 2014

AZ CORP COMM  
Director - Utilities

ANNUAL REPORT MAILING LABEL - MAKE CHANGES AS NECESSARY

W-02181A

Pine Vally Water Company  
480 Raintree Rd  
Sedona, AZ 86351

**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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10-10-14

**COMPANY INFORMATION**

**Company Name (Business Name)** Pine Valley Water Company

**Mailing Address** 480 Raintree Rd  
(Street)  
Sedona AZ 86351  
(City) (State) (Zip)

928-284-1819 928-284-9311 928-451-1640  
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

**Email Address** 1111inaz@earthlink.net

**Local Office Mailing Address** SAME  
(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:**

**Management Contact:** Lance Wischmeier President  
(Name) (Title)

60 Raintree Rd Sedona AZ 86351  
(Street) (City) (State) (Zip)

928-284-1819 928-284-9311 928-451-1640  
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

**Email Address** 1111inaz@earthlink.net

**On Site Manager:** Judy Mandeville  
(Name)

480 Raintree Rd Sedona AZ 86351  
(Street) (City) (State) (Zip)

928-284-1819 928-284-9311  
Telephone No. (Include Area Code) Fax No. (Include Area Code)

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

**Statutory Agent:** Lisa Wischmeier  
 (Name)

60 Raintree Rd Sedona AZ 86351  
 (Street) (City) (State) (Zip)

928-284-1819 928-284-9311 \_\_\_\_\_  
 Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

**Attorney:** NA  
 (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:

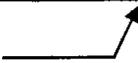
<input type="checkbox"/> APACHE	<input type="checkbox"/> COCHISE	<input type="checkbox"/> COCONINO
<input type="checkbox"/> GILA	<input type="checkbox"/> GRAHAM	<input type="checkbox"/> GREENLEE
<input type="checkbox"/> LA PAZ	<input type="checkbox"/> MARICOPA	<input type="checkbox"/> MOHAVE
<input type="checkbox"/>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

COMPANY NAME

Pine Valley Water Company

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	4298	4298	0
302	Franchises	75	N/A	75
303	Land and Land Rights	11,994	N/A	11,994
304	Structures and Improvements	10,007	6183	3824
307	Wells and Springs	9872	9872	0
311	Pumping Equipment	51,394	51,394	0
320	Water Treatment Equipment	N/A	N/A	N/A
320.1	Water Treatment Plants	N/A	N/A	N/A
320.2	Solution Chemical Feeders	N/A	N/A	N/A
330	Distribution Reservoirs and Standpipes	14,857	14,116	741
330.1	Storage Tanks	N/A	N/A	N/A
330.2	Pressure Tanks	N/A	N/A	N/A
331	Transmission and Distribution Mains	54,957	47,156	7801
333	Services	20,669	14,398	6271
334	Meters and Meter Installations	7615	7615	0
335	Hydrants	4759	3917	842
336	Backflow Prevention Devices	N/A	N/A	N/A
339	Other Plant and Misc. Equipment	N/A	N/A	N/A
340	Office Furniture and Equipment	644	644	0
340.1	Computers & Software			
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>181,141</b>	<b>159,593</b>	<b>31,548</b>

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

COMPANY NAME

Pine Valley Water Company

**CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR**

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	4298	Complete	0
302	Franchises	75		
303	Land and Land Rights	11,994		
304	Structures and Improvements	10,007	3.33	333
307	Wells and Springs	9872	Complete	0
311	Pumping Equipment	51,394	complete	0
320	Water Treatment Equipment			
320.1	Water Treatment Plants			
320.2	Solution Chemical Feeders			
330	Distribution Reservoirs and Standpipes	14857	5.0	743
330.1	Storage Tanks			
330.2	Pressure Tanks			
331	Transmission and Distribution Mains	54,957	2.0	1099
333	Services	20,669	3.33	688
334	Meters and Meter Installations	7615	complete	0
335	Hydrants	4759	2.0	95
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	644	complete	0
340.1	Computers & Software			
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>191,141</b>		<b>2958</b>

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

COMPANY NAME

Pine Valley Water Company

**BALANCE SHEET**

Acct No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash	\$ 2395	\$ 1620
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable		
146	Notes/Receivables from Associated Companies	16,185	14,755
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	\$ 18,580	\$ 16,375
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service	\$ 191,141	\$ 191,141
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	156,635	159,593
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	<b>TOTAL FIXED ASSETS</b>	\$ 34,506	\$ 31,548
	<b>TOTAL ASSETS</b>	\$ 53,086	\$ 47,923

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

COMPANY NAME

Pine Valley Water Company

**BALANCE SHEET (CONTINUED)**

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>LIABILITIES</b>		
	<b>CURRENT LIABILITIES</b>		
231	Accounts Payable	\$ 10,475	\$ 11,492
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	7699	8372
236	Accrued Taxes	496	480
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		3350
	<b>TOTAL CURRENT LIABILITIES</b>	\$ 18,670	\$ 23,694
	<b>LONG-TERM DEBT (Over 12 Months)</b>		
224	Long-Term Notes and Bonds	\$	\$
	<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		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	<b>TOTAL DEFERRED CREDITS</b>	\$	\$
	<b>TOTAL LIABILITIES</b>	\$ 18,670	\$ 23,694
	<b>CAPITAL ACCOUNTS</b>		
201	Common Stock Issued	\$ 1000	\$ 1000
211	Paid in Capital in Excess of Par Value	76,242	76,242
215	Retained Earnings	(42,826)	(53,013)
218	Proprietary Capital (Sole Props and Partnerships)		
	<b>TOTAL CAPITAL</b>	\$ 34,416	\$ 24,229
	<b>TOTAL LIABILITIES AND CAPITAL</b>	\$ 53,086	\$ 47,923

COMPANY NAME Pine Valley Water Company

**COMPARATIVE STATEMENT OF INCOME AND EXPENSE**

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 91,818	\$ 90,627
460	Unmetered Water Revenue		
474	Other Water Revenues		
	<b>TOTAL REVENUES</b>	\$ 91,818	\$ 90,627
	<b>OPERATING EXPENSES</b>		
601	Salaries and Wages	\$ 8775	\$ 9731
610	Purchased Water		
615	Purchased Power		
618	Chemicals		
620	Repairs and Maintenance	199	1560
621	Office Supplies and Expense		
630	Outside Services	65,625	60,999
635	Water Testing		
641	Rents	13,000	13,000
650	Transportation Expenses		
657	Insurance - General Liability		
659	Insurance - Health and Life	1252	1252
666	Regulatory Commission Expense - Rate Case		
675	Miscellaneous Expense	1196	4619
403	Depreciation Expense	2958	2958
408	Taxes Other Than Income		
408.11	Property Taxes	3071	2198
409	Income Tax		
	<b>TOTAL OPERATING EXPENSES</b>	\$ 96,074	\$ 96,317
	<b>OPERATING INCOME/(LOSS)</b>	\$ (4,256)	\$
	<b>OTHER INCOME/(EXPENSE)</b>		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	<b>TOTAL OTHER INCOME/(EXPENSE)</b>	\$ (4256)	\$ (5690)
	<b>NET INCOME/(LOSS)</b>	\$	\$



COMPANY NAME	Pine Valley Water Company		
Name of System:	04-13-103	ADEQ Public Water System Number:	55 627 209

**WATER COMPANY PLANT DESCRIPTION**

**WELLS**

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-627-209	20	85	800 FT	8"	3"	1972

\* 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
10	1	7	1
7 1/2	1		
5	1		
1 1/2	1		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
166,000	1	5000 gal	1
40,000	1		

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

COMPANY NAME Pine Valley Water Company  
 Name of System: 04-13-103 ADEQ Public Water System Number: 55-627-209

**WATER COMPANY PLANT DESCRIPTION (CONTINUED)**

**MAINS**

Size (in inches)	Material	Length (in feet)
2		
3		
4	PVC	8378
5		
6	PVC	10031
8		
10		
12		

**CUSTOMER METERS**

Size (in inches)	Quantity
5/8 X 3/4	138
3/4	3
1	22
1 1/2	2
2	1
Comp. 3	
Turbo 3	3 wells
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:

N/A

STRUCTURES:

Pump house - Well head housings - Fences - Shop

OTHER:

Generator 1 1/2 HP Pump

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

COMPANY NAME: Pine Valley Water Company  
 Name of System: 04-13-103 ADEQ Public Water System Number: 55-627-209

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

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	162	66920	1087400	
FEBRUARY	166	718100	828100	
MARCH	164	487730	731900	
APRIL	163	770380	992300	
MAY	165	1088200	1328600	
JUNE	166	1304173	1603000	
JULY	164	1639066	1919500	
AUGUST	165	1208194	1441000	
SEPTEMBER	166	1315390	1548200	
OCTOBER	167	1030560	1278700	
NOVEMBER	168	983310	1919500	
DECEMBER	166	814530	1019100	
TOTALS →		12,021,553	142,546,00	

What is the level of arsenic for each well on your system? 0.0266 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:	Pine Valley Water Company		
Name of System:	04-13-103	ADEQ Public Water System Number:	55-627-209

**UTILITY SHUTOFFS / DISCONNECTS**

MONTH	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	OTHER
JANUARY	N/A		
FEBRUARY			
MARCH			
APRIL			
MAY			
JUNE			
JULY			
AUGUST			
SEPTEMBER			
OCTOBER			
NOVEMBER			
DECEMBER			
<b>TOTALS →</b>			

OTHER (description):

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COMPANY NAME Pine Valley Water Company YEAR ENDING 12/31/2013

**PROPERTY TAXES**

Amount of actual property taxes paid during Calendar Year 2013 was: \$ 2197.50

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.

End of Report

If no property taxes paid, explain why. \_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

VERIFICATION  
AND  
SWORN STATEMENT  
Taxes

OCT 06 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>Lance Wischmeier President</u>
COMPANY NAME <u>Pine Valley Water Company</u>

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

FOR THE YEAR ENDING

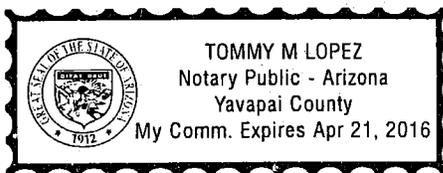
MONTH	DAY	YEAR
12	31	2013

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]  
SIGNATURE OF OWNER OR OFFICIAL  
928-284-1819  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 1ST DAY OF

COUNTY NAME <u>Yavapai</u>
MONTH <u>OCTOBER</u>   <u>2014</u>

(SEAL)

MY COMMISSION EXPIRES 4-21-2016

[Signature]  
SIGNATURE OF NOTARY PUBLIC



VERIFICATION  
AND  
SWORN STATEMENT  
Intrastate Revenues Only

RECEIVED

OCT 06 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>Lance Wischmeier President</u>
COMPANY NAME <u>Pine Valley Water Company</u>

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

FOR THE YEAR ENDING

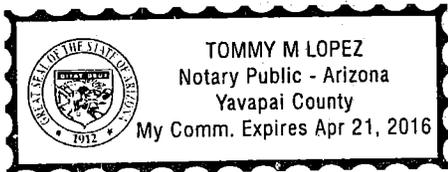
MONTH	DAY	YEAR
12	31	2013

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 (\$)
\$ <u>97,161</u>



(THE AMOUNT IN BOX ABOVE INCLUDES \$ 6534 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)**

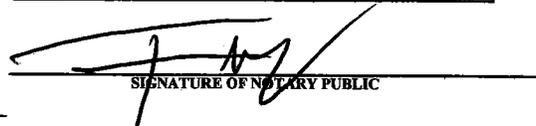
  
 SIGNATURE OF OWNER OR OFFICIAL  
928-284-1819  
 TELEPHONE NUMBER

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

COUNTY NAME	<u>YAVAPAI</u>	
MONTH	<u>OCTOBER</u>	<u>2014</u>

(SEAL)

MY COMMISSION EXPIRES 4-21-2016

  
 SIGNATURE OF NOTARY PUBLIC

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

**RECEIVED**

OCT 06 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) <u>Lance Wischarier</u>	TITLE <u>President</u>
COMPANY NAME <u>Pine Valley 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.**

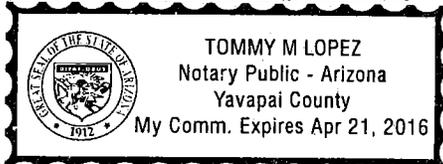
**SWORN STATEMENT**

**IN ACCORDANCE WITH THE 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>97,161</u>
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**THE AMOUNT IN BOX AT LEFT  
INCLUDES \$ 6534  
IN SALES TAXES BILLED, OR COLLECTED)**

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



*[Handwritten Signature]*

SIGNATURE OF OWNER OR OFFICIAL

928-284-1879

TELEPHONE NUMBER

**SUBSCRIBED AND SWORN TO BEFORE ME**

**A NOTARY PUBLIC IN AND FOR THE COUNTY OF**

**THIS** 15 **DAY OF**

NOTARY PUBLIC NAME <u>Tommy M Lopez</u>	
COUNTY NAME <u>YAVAPAI</u>	
MONTH <u>OCTOBER</u>	<u>2014</u>

**(SEAL)**

**MY COMMISSION EXPIRES** 4-21-2016

*[Handwritten Signature]*  
SIGNATURE OF NOTARY PUBLIC