

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

W-01380A

Ray Water Company
414 N. Court Ave.
Tucson, AZ 85701

RECEIVED

MAR 28 2014

ACC UTILITIES DIRECTOR

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>Ray Water Company</u>			
Mailing Address <u>414 N. Court Avenue</u>			
(Street)			
<u>Tucson</u>	<u>AZ</u>	<u>85701</u>	
(City)	(State)	(Zip)	
<u>520-623-1332</u>	<u>520-623-2302</u>	<u>520-401-7717</u>	
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
Email Address <u>raywaterco@gmail.com</u>			
Local Office Mailing Address <u>414 N. Court Avenue</u>			
(Street)			
<u>Tucson</u>	<u>AZ</u>	<u>85701</u>	
(City)	(State)	(Zip)	
<u>520-623-1332</u>	<u>520-623-2302</u>	<u>520-401-7717</u>	
Local Office Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
Email Address <u>raywaterco@gmail.com</u>			

MANAGEMENT INFORMATION

<input type="checkbox"/> Regulatory Contact:			
<input checked="" type="checkbox"/> Management Contact: <u>Rhonda Mallis Rosenbaum</u> <u>General Manager</u>			
(Name) (Title)			
<u>414 N. Court Avenue</u>	<u>Tucson</u>	<u>AZ</u>	<u>85701</u>
(Street)	(City)	(State)	(Zip)
<u>520-623-1332</u>	<u>520-623-2302</u>	<u>520-401-7717</u>	
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
Email Address <u>raywaterco@gmail.com</u>			
On Site Manager: <u>Rhonda Mallis Rosenbaum</u>			
(Name)			
<u>414 N. Court Avenue</u>	<u>Tucson</u>	<u>AZ</u>	<u>85701</u>
(Street)	(City)	(State)	(Zip)
<u>520-623-1332</u>	<u>520-623-2302</u>	<u>520-401-7717</u>	
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
Email Address <u>raywaterco@gmail.com</u>			

See Accountant's Compilation Report.

Statutory Agent: Rhonda Mallis Rosenbaum
 (Name)

414 N. Court Avenue (Street)	Tucson (City)	AZ (State)	85701 (Zip)
520-623-1332 Telephone No. (Include Area Code)	520-623-2302 Fax No. (Include Area Code)	520-401-7717 Cell No. (Include Area Code)	

Attorney: Rhonda Mallis Rosenbaum
 (Name)

414 N. Court Avenue (Street)	Tucson (City)	AZ (State)	85701 (Zip)
520-623-1332 Telephone No. (Include Area Code)	520-623-2302 Fax No. (Include Area Code)	520-401-7717 Cell No. (Include Area Code)	

Email Address raywaterco@gmail.com

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 checked="" type="checkbox"/> PIMA | <input type="checkbox"/> PINAL |
| <input type="checkbox"/> SANTA CRUZ | <input type="checkbox"/> YAVAPAI | <input type="checkbox"/> YUMA |
| <input type="checkbox"/> STATEWIDE | | |

SEBY & ASSOCIATES, LTD.
CERTIFIED PUBLIC ACCOUNTANTS
POST OFFICE BOX 31090
TUCSON, ARIZONA 85751-1090

M. J. SEBY, Ret.
DOUGLAS W. LUBBEN, CPA
RICHARD G. BABBITT, CPA
GLENN E. FYDRYCH, CPA

NATIONAL BANK PLAZA
335 N. WILMOT, #400
TUCSON, ARIZONA 85711
TELEPHONE (520) 790-5500
FAX (520) 790-9899
EMAIL: cpa@seby.psemail.com

Independent Accountant's Compilation Report

Ray Water Company
414 North Court Ave.
Tucson, AZ 85701

We have compiled the annual report to the Arizona Corporation Commission, Utilities Division, Compliance Section for the year ended December 31, 2013 for Ray Water Company included in the accompanying prescribed form. We have not audited or reviewed the accompanying financial statements included in the annual report referred to above 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, Utilities Division, Compliance Section.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with requirements prescribed by the Arizona Corporation Commission, Utilities Division, Compliance Section 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.

These financial statements (including related disclosures) are presented in accordance with the requirements of the Arizona Corporation Commission, Utilities Division, Compliance Section, 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, Utilities Division, Compliance Section, and is not intended to be and should not be used by anyone other than this specified party.

Respectfully submitted,



SEBY & ASSOCIATES, LTD.
Certified Public Accountants

March 18, 2014

MEMBERS
AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS
ARIZONA SOCIETY OF CERTIFIED PUBLIC ACCOUNTANTS

COMPANY NAME

Ray Water Company

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	N/A	N/A	N/A
302	Franchises	700	-0-	700
303	Land and Land Rights	62,540	-0-	62,540
304	Structures and Improvements	19,991	14,233	5,758
307	Wells and Springs	1,581,383	459,213	1,122,170
311	Pumping Equipment	882,985	231,113	651,872
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	N/A	N/A	N/A
330.1	Storage Tanks	623,334	283,283	340,051
330.2	Pressure Tanks	N/A	N/A	N/A
331	Transmission and Distribution Mains	1,160,777	733,601	427,176
333	Services	526,754	253,489	273,265
334	Meters and Meter Installations	113,643	84,763	28,880
335	Hydrants	114,568	66,720	47,848
336	Backflow Prevention Devices	N/A	N/A	N/A
339	Other Plant and Misc. Equipment	7,809	3,886	3,923
340	Office Furniture and Equipment	9,947	3,553	6,394
340.1	Computers & Software	8,339	3,452	4,887
341	Transportation Equipment	72,235	25,400	46,835
343	Tools, Shop and Garage Equipment	2,007	771	1,236
344	Laboratory Equipment	N/A	N/A	N/A
345	Power Operated Equipment	N/A	N/A	N/A
346	Communication Equipment	20,694	2,194	18,500
347	Miscellaneous Equipment	1,253	1,253	-0-
348	Other Tangible Plant	N/A	N/A	N/A
	TOTALS	5,208,959	2,166,924	3,042,035

This amount goes on the Balance Sheet Acct. No. 108 
See Accountant's Compilation Report.

COMPANY NAME

Ray Water Company

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	N/A	N/A	N/A
302	Franchises	700	N/A	N/A
303	Land and Land Rights	62,540	N/A	N/A
304	Structures and Improvements	19,991	5%	403
307	Wells and Springs	1,581,383	5%	77,295
311	Pumping Equipment	882,985	5%	44,946
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	N/A	N/A	N/A
330.1	Storage Tanks	623,334	5%	27,590
330.2	Pressure Tanks	N/A	N/A	N/A
331	Transmission and Distribution Mains	1,160,777	5%	43,547
333	Services	526,754	5%	25,101
334	Meters and Meter Installations	113,643	5%	1,730
335	Hydrants	114,568	5%	5,355
336	Backflow Prevention Devices	N/A	N/A	N/A
339	Other Plant and Misc. Equipment	7,809	5%	308
340	Office Furniture and Equipment	9,947	5%	409
340.1	Computers & Software	8,339	5%	370
341	Transportation Equipment	72,235	5%	3,611
343	Tools, Shop and Garage Equipment	2,007	5%	67
344	Laboratory Equipment	N/A	N/A	N/A
345	Power Operated Equipment	N/A	N/A	N/A
346	Communication Equipment	20,694	5%	1,000
347	Miscellaneous Equipment	1,253	5%	-0-
348	Other Tangible Plant	N/A	N/A	N/A
	TOTALS	5,208,959		231,732

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

Less amortization of contributions in aid of construction

Net Depreciation

(48,589)

183,143 5

See Accountant's Compilation Report.

BALANCE SHEET

Acct No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 6,191	\$ 22,410
134	Working Funds	N/A	N/A
135	Temporary Cash Investments	36,997	36,981
141	Customer Accounts Receivable	41,619	58,943
146	Notes/Receivables from Associated Companies	N/A	N/A
151	Plant Material and Supplies	N/A	N/A
162	Prepayments	3,579	3,577
174	Miscellaneous Current and Accrued Assets	142,234	192,509
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 230,620	\$ 314,420
	FIXED ASSETS		
101	Utility Plant in Service	\$ 5,293,030	\$ 5,208,959
103	Property Held for Future Use	N/A	N/A
105	Construction Work in Progress	9,227	2,521
108	Accumulated Depreciation – Utility Plant	2,062,234	2,166,924
121	Non-Utility Property	N/A	N/A
122	Accumulated Depreciation – Non Utility	N/A	N/A
	TOTAL FIXED ASSETS	\$ 3,240,023	\$ 3,044,556
	TOTAL ASSETS	\$ 3,470,643	\$ 3,358,976

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

See Accountant's Compilation Report.

BALANCE SHEET (CONTINUED)

Acct. No.	LIABILITIES	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT LIABILITES		
231	Accounts Payable	\$ -0-	\$ -0-
232	Notes Payable (Current Portion)	57,675	88,155
234	Notes/Accounts Payable to Associated Companies	-0-	-0-
235	Customer Deposits	75,743	101,889
236	Accrued Taxes	23,079	28,452
237	Accrued Interest	3,968	3,546
241	Miscellaneous Current and Accrued Liabilities	18,570	10,356
	TOTAL CURRENT LIABILITIES	\$ 179,035	\$ 232,398
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ 85,101	\$ 76,946
	DEFERRED CREDITS		-
251	Unamortized Premium on Debt	\$ -0-	\$ -0-
252	Advances in Aid of Construction	1,616,919	1,600,190
255	Accumulated Deferred Investment Tax Credits	53	-0-
271	Contributions in Aid of Construction	982,352	982,352
272	Less: Amortization of Contributions	(309,082)	(357,671)
281	Accumulated Deferred Income Tax	-0-	-0-
	TOTAL DEFERRED CREDITS	\$ 2,290,242	\$ 2,224,871
	TOTAL LIABILITIES	\$ 2,554,378	\$ 2,534,215
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 16,000	\$ 16,000
211	Paid in Capital in Excess of Par Value	41,333	41,333
215	Retained Earnings	858,932	767,428
218	Proprietary Capital (Sole Props and Partnerships)	-0-	-0-
	TOTAL CAPITAL	\$ 916,265	\$ 824,761
	TOTAL LIABILITIES AND CAPITAL	\$ 3,470,643	\$ 3,358,976

See Accountant's Compilation Report.

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 573,852	\$ 573,473
460	Unmetered Water Revenue	-0-	-0-
474	Other Water Revenues	41,395	18,523
	TOTAL REVENUES	\$ 615,247	\$ 591,996
	OPERATING EXPENSES		
601	Salaries and Wages	\$ 206,335	\$ 207,122
610	Purchased Water	-0-	-0-
615	Purchased Power	89,449	71,223
618	Chemicals	-0-	-0-
620	Repairs and Maintenance	3,843	2,010
621	Office Supplies and Expense	17,369	10,635
630	Outside Services	124,471	90,556
635 604	Water Testing Employee Pension & Benefit - SEP	18,570	10,356
641	Rents	22,000	22,000
650	Transportation Expenses	10,886	12,484
657	Insurance - General Liability	11,090	11,176
659	Insurance - Health and Life	-0-	-0-
666	Regulatory Commission Expense - Rate Case	38,612	34,512
675	Miscellaneous Expense	22,267	16,832
403	Depreciation Expense	182,136	183,143
408	Taxes Other Than Income	18,037	17,576
408.11	Property Taxes	30,303	26,931
409	Income Tax	(43,128)	(51,802)
	TOTAL OPERATING EXPENSES	\$ 752,240	\$ 664,754
	OPERATING INCOME/(LOSS)	\$ (136,993)	\$ (72,758)
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$ 33	\$ 24
421	Non-Utility Income	(1,579)	(9,264)
426	Miscellaneous Non-Utility Expenses	(900)	125
427	Interest Expense	(8,251)	(9,631)
	TOTAL OTHER INCOME/(EXPENSE)	\$ (10,697)	\$ (18,746)
	NET INCOME/(LOSS)	\$ (147,690)	\$ 91,504

See Accountant's Compilation Report.

COMPANY NAME Ray Water Company

SUPPLEMENTAL FINANCIAL DATA

Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	May 1, 2011			
Source of Loan	Related Entity			
ACC Decision No.	W-01380A-09-0106			
Reason for Loan	New Well Development			
Dollar Amount Issued	\$ 100,000	\$	\$	\$
Amount Outstanding	\$ 85,101	\$	\$	\$
Date of Maturity	May 1, 2021			
Interest Rate	6.25%	%	%	%
Current Year Interest	\$ 5,479	\$	\$	\$
Current Year Principle	\$ 7,675	\$	\$	\$

Meter Deposit Balance at Test Year End \$ 7,325

Meter Deposits Refunded During the Test Year \$ 882

See Accountant's Compilation Report.

COMPANY NAME	Ray Water Company		
Name of System:	Ray Water	ADEQ Public Water System Number:	10-095

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-609464	40	250	458	12"	4" FM	1969
55-609465	Not currently equipped		425	12"	4" FM	1973
55-609466	15	75	331	8"	4" FM	1963
55-505023	60	250	612	12"	4" FM	1983
55-212103	75	325	600	14"	4" FM	2007
55-214966	60	375	615	14"	4" FM	2007
55-219154	75	375	660	12"	4" FM	2010

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
N/A		

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
25	1	70	N/A
20	1		
15	2		
30	5		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
50,000	3	5,000	3
90,000	1		
250,000	1		
285,000	1		

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

See Accountant's Compilation Report.

COMPANY NAME Ray Water Company

Name of System: Ray Water **ADEQ Public Water System Number:** 10-095

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2	N/A	N/A
3	AC	9,730
4	AC	29,900
5	N/A	N/A
6	AC	25,773
8	C 900 & AC	960 & 4,410
10	N/A	N/A
12	C 900	240
4	PVC 900	735
6	PVC 900	17,549
8	PVC 900	20,779
6	DIP	280
12	DIP	615

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	1,509
3/4	N/A
1	30
1 1/2	3
2	12
Comp. 3	1
Turbo 3	1
Comp. 4	3
Turbo 4	1
Comp. 6	1
Turbo 6	N/A

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

TREATMENT EQUIPMENT:

N/A

STRUCTURES:

Cyclone/razor wire fencing around all six well sites.

50 sq. ft. storage building at well #4.

OTHER:

Office furniture and equipment, computers.

Miscellaneous field equipment.

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

COMPANY NAME:	Ray Water Company
Name of System:	ADEQ Public Water System Number: 10-095

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2013

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	1,522	15,029	15,910	-0-
FEBRUARY	1,533	11,337	12,089	-0-
MARCH	1,532	12,304	16,950	-0-
APRIL	1,533	38,652	18,865	-0-
MAY	1,526	16,630	25,454	-0-
JUNE	1,544	23,541	24,179	-0-
JULY	1,539	17,586	21,076	-0-
AUGUST	1,547	20,357	24,228	-0-
SEPTEMBER	1,560	18,023	14,878	-0-
OCTOBER	1,540	12,852	12,964	-0-
NOVEMBER	1,539	18,852	13,768	-0-
DECEMBER	1,541	12,031	14,278	-0-
TOTALS →		217,194	214,639	-0-

What is the level of arsenic for each well on your system? _____ * _____ 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 N/A

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: 121 GPC PD

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

<u>Point of Entry</u>	<u>Level*</u>
#1	.0032 mg/l
#2	.0047 mg/l
#3	.0030 mg/l
#4	.0020 mg/l
#5	.0010 mg/l

See Accountant's Compilation Report.

COMPANY NAME:	Ray Water Company		
Name of System:	Ray Water	ADEQ Public Water System Number:	10-095

UTILITY SHUTOFFS / DISCONNECTS

MONTH	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	OTHER
JANUARY	-0-	18	-0-
FEBRUARY	-0-	32	-0-
MARCH	-0-	18	-0-
APRIL	-0-	18	-0-
MAY	-0-	17	-0-
JUNE	-0-	27	-0-
JULY	-0-	30	-0-
AUGUST	-0-	24	-0-
SEPTEMBER	-0-	39	-0-
OCTOBER	-0-	29	-0-
NOVEMBER	-0-	-0-	-0-
DECEMBER	-0-	32	-0-
TOTALS →	-0-	284	-0-

OTHER (description):

See Accountant's Compilation Report.

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2013 was: \$ 28,610.61

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. _____

15,073.54	Paid 4-26-13
<u>13,537.07</u>	Paid 10-31-13
<u>28,610.61</u>	Property Taxes Paid During 2013 (See attached payment receipts.)

See Accountant's Compilation Report.

**VERIFICATION
AND
SWORN STATEMENT
Taxes**

RECEIVED

MAR 28 2014

AZ CORP COMM
Director - Utilities

VERIFICATION

STATE OF Arizona

**I, THE UNDERSIGNED
OF THE**

COUNTY OF (COUNTY NAME) Pima
NAME (OWNER OR OFFICIAL) TITLE Rhonda Mallis Rosenbaum, Vice President
COMPANY NAME Ray 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.

x *R. A. H. Rosenbaum*
SIGNATURE OF OWNER OR OFFICIAL

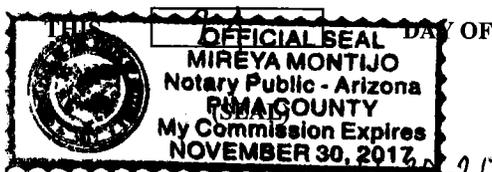
520-623-1332

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

COUNTY NAME	Pima	
MONTH	March	2014



MY COMMISSION EXPIRES 11-30-2017

Mireya Montijo
SIGNATURE OF NOTARY PUBLIC

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported	-0-
Estimated or Actual Federal Tax Liability	-0-
State Taxable Income Reported	(23,548)
Estimated or Actual State Tax Liability	50

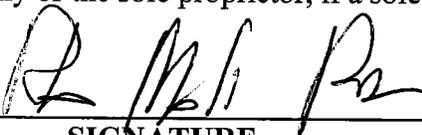
Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances	None
Amount of Gross-Up Tax Collected	None
Total Grossed-Up Contributions/Advances	None

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.

x 
SIGNATURE

x 3-26-14
DATE

Rhonda Mallis Rosenbaum
PRINTED NAME

Vice President
TITLE

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

RECEIVED

MAR 28 2014

AZ UTIL COM
Director - Utilities

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) Pima
NAME (OWNER OR OFFICIAL) TITLE Rhonda Mallis Rosenbaum, Vice President
COMPANY NAME Ray 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 (\$) \$ <u>622,082</u>
--

(THE AMOUNT IN BOX ABOVE INCLUDES \$ 48,610 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)**

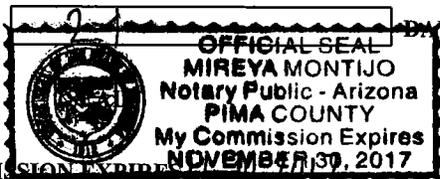
x Rhonda Mallis Rosenbaum
SIGNATURE OF OWNER OR OFFICIAL
520-623-1332
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS _____ DAY OF

COUNTY NAME <u>Pima</u>
MONTH <u>March</u> , 20 <u>14</u>



Mireya Montijo
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES

See Accountant's Compilation Report.

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

RECEIVED

MAR 28 2014

AZ CORP COMM
Director - Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) Pima	
NAME (OWNER OR OFFICIAL) Rhonda Mallis Rosenbaum	TITLE Vice President
COMPANY NAME Ray 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 \$ 557,427

THE AMOUNT IN BOX AT LEFT INCLUDES \$ 43,558 IN SALES TAXES BILLED, OR COLLECTED)

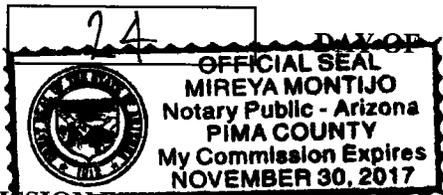
*RESIDENTIAL REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED.

x Rhonda Mallis Rosenbaum
SIGNATURE OF OWNER OR OFFICIAL

520-623-1332
TELEPHONE NUMBER

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

THIS
(SEAL)



MY COMMISSION EXPIRES 11-30-2017

NOTARY PUBLIC NAME Mireya Montijo	
COUNTY NAME Pima	
MONTH March	2014

Mireya Montijo
SIGNATURE OF NOTARY PUBLIC

See Accountant's Compilation Report.