

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

W-01831A
Sandario Water Company
P.O. Box 85160
Tucson, AZ 85754

RECEIVED

APR 16 2014

ACC UTILITIES DIRECTOR

ANNUAL REPORT
Water

FOR YEAR ENDING

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

FOR COMMISSION USE

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

4-29-14

Statutory Agent: Ezra H. Lewis
 (Name)

PO Box 85160 Tucson AZ 85754
 (Street) (City) (State) (Zip)

(520) 623-5172 (520) 792-0377 _____
 Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Attorney: N/A
 (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:

Sole Proprietor (S) C Corporation (C) (Other than Association/Co-op)

Partnership (P) Subchapter S Corporation (Z)

Bankruptcy (B) Association/Co-op (A)

Receivership (R) Limited Liability Company

Other (Describe) _____

COUNTIES SERVED

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

APACHE COCHISE COCONINO

GILA GRAHAM GREENLEE

LA PAZ MARICOPA MOHAVE

NAVAJO PIMA PINAL

SANTA CRUZ YAVAPAI YUMA

STATEWIDE

Company Name: Sandario Water Company, Inc.

UTILITY PLANT IN SERVICE

| Acct. No. | Description | Original Cost (OC) | Accumulated Depreciation (AD) | OCLD (OC less AD) |
|-----------|--------------------------------------|--------------------|-------------------------------|-------------------|
| 301 | Organization | \$ 650 | | \$ 650 |
| 302 | Franchises | 450 | | 450 |
| 303 | Land & Land Rights | 850 | | 850 |
| 304 | Structures & Improvements | 23,575 | 23,055 | 520 |
| 307 | Wells & Springs | 55,832 | 45,779 | 10,053 |
| 311 | Pumping Equipment | 146,046 | 45,115 | 100,931 |
| 320 | Water Treatment Equipment | 2,784 | 626 | 2,158 |
| 330 | Distribution Reservoirs & Standpipes | 64,334 | 47,090 | 17,244 |
| 331 | Transmission & Distrib. Mains | 548,394 | 444,518 | 103,876 |
| 333 | Services | 53,057 | 36,595 | 16,462 |
| 334 | Meters & Meter Installations | 34,854 | 26,650 | 8,204 |
| 335 | Hydrants | | | - |
| 336 | Backflow Prevention Devices | | | - |
| 339 | Other Plant & Misc Equipment | | | - |
| 340 | Office Furniture & Equipment | | | - |
| 340.1 | Computers & Software | | | - |
| 341 | Transportation Equipment | | | - |
| 343 | Tools, Shop & Garage Equip. | 3,063 | 3,063 | - |
| 344 | Laboratory Equipment | | | - |
| 345 | Power Operated Equipment | | | - |
| 346 | Communications Equipment | 2,526 | 1,579 | 947 |
| 347 | Miscellaneous Equipment | | | - |
| 348 | Other Tangible Plant | 1,026 | 1,026 | - |
| | TOTALS | \$ 937,441 | \$ 675,096 | \$ 262,344 |

Total Accumulated Depreciation amount goes on the Balance Sheet Acct. No. 108

Company Name: Sandario Water Company, Inc.

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

| Acct. No. | DESCRIPTION | Original Cost (1) | Depreciation Percentage (2) | Depreciation Expense (1x2) |
|-----------|---|-------------------|-----------------------------|----------------------------|
| 301 | Organization | \$ 650 | | \$ - |
| 302 | Franchises | 450 | | - |
| 303 | Land & Land Rights | 850 | N/A | - |
| 304 | Structures & Improvements ¹ | 23,575 | 3.33% | 69 |
| 307 | Wells & Springs ² | 55,832 | 3.33% | 1,165 |
| 311 | Pumping Equipment | 146,046 | 12.5000% | 7,067 |
| 320 | Water Treatment Equipment | 2,784 | 3.33% | 139 |
| 330 | Distribution Reservoirs & Standpipes ³ | 64,334 | 2.2200% | 1,752 |
| 331 | Transmission & Distrib. Mains ⁴ | 548,394 | 2.0000% | 14,998 |
| 333 | Services ⁵ | 53,057 | 3.33% | 1,868 |
| 334 | Meters & Meter Installations ⁶ | 34,854 | 8.3300% | 1,192 |
| 335 | Hydrants | - | 2.0000% | - |
| 336 | Backflow Prevention Devices | - | 6.6700% | - |
| 339 | Other Plant & Misc Equipment | - | 6.6700% | - |
| 340 | Office Furniture & Equipment | - | 6.6700% | - |
| 340.1 | Computers & Software | - | 33.3300% | - |
| 341 | Transportation Equipment | - | 20.0000% | - |
| 343 | Tools, Shop & Garage Equip. | 3,063 | 5.0000% | - |
| 344 | Laboratory Equipment | - | 10.0000% | - |
| 345 | Power Operated Equipment | - | 5.0000% | - |
| 346 | Communications Equipment | 2,526 | 10.0000% | 126 |
| 347 | Miscellaneous Equipment | - | 10.0000% | - |
| 348 | Other Tangible Plant | 1,026 | 10.0000% | - |
| | TOTALS | \$ 937,441 | | \$ 28,378 |

CIAC Amortization (21,135)

Net Depreciation Expense \$ 7,243

¹ \$22,193 of the total is fully depreciated

² \$32,542 of the total is fully depreciated

³ \$29,307 of the total is fully depreciated

⁴ \$248,437 of the total is fully depreciated

⁵ \$15,679 of the total is fully depreciated

⁶ \$11,000 of the total is fully depreciated

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

Company Name: Sandario Water Company, Inc.

BALANCE SHEET

| Acct. No. | | BALANCE AT BEGINNING OF YEAR | BALANCE AT END OF YEAR |
|-----------|---|------------------------------|------------------------|
| | ASSETS | | |
| | CURRENT AND ACCRUED ASSETS | | |
| 131 | Cash | \$ 5,594 | \$ 8,875 |
| 134 | Working Funds | | |
| 135 | Temporary Cash Investments | | |
| 141 | Customer Accounts Receivable | 2,685 | 770 |
| 146 | Notes/Receivables from Associated Companies | | |
| 151 | Plant Material and Supplies | | |
| 162 | Prepayments | | |
| 174 | Miscellaneous Current and Accrued Assets | | |
| | TOTAL CURRENT AND ACCRUED ASSETS | \$ 8,279 | \$ 9,644 |
| | FIXED ASSETS | | |
| 101 | Utility Plant in Service | \$ 928,039 | \$ 937,441 |
| 103 | Property Held for Future Use | | |
| 105 | Construction Work In Progress | | |
| 108 | Accumulated Depreciation - Utility Plant | (646,718) | (675,096) |
| 121 | Non-Utility Property | | |
| 122 | Accumulated Depreciation - Non Utility | | |
| | TOTAL FIXED ASSETS | \$ 281,321 | \$ 262,345 |
| | TOTAL ASSETS | \$ 289,600 | \$ 271,989 |

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

Company Name: Sandario Water Company, Inc.

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

| Acct. No. | OPERATING REVENUES | PRIOR YEAR | CURRENT YEAR |
|-----------|-------------------------------------|---------------------|-------------------|
| 461 | Metered Water Revenue | \$ 94,427 | \$ 102,689 |
| 462 | Surcharge Revenue | | |
| 474 | Other Water Revenues | 1,155 | 1,818 |
| | TOTAL REVENUES | \$ 95,582 | \$ 104,507 |
| | | | |
| | OPERATING EXPENSES | | |
| 601 | Salaries and Wages | \$ - | \$ - |
| 610 | Purchased Water | | |
| 615 | Purchased Power | 22,688 | 19,744 |
| 618 | Chemicals | 1,327 | 193 |
| 620 | Repairs and Maintenance | 6,117 | 5,422 |
| 621 | Office Supplies & Expense | 3,556 | 2,572 |
| 630 | Outside Services | 57,071 | 50,638 |
| 635 | Water Testing | 2,195 | 1,170 |
| 641 | Rents | | |
| 650 | Transportation Expenses | 200 | |
| 657 | Insurance - General Liability | 5,454 | 5,064 |
| 659 | Insurance - Health and Life | | |
| 665 | Regulatory Expenses | | 10,943 |
| 675 | Miscellaneous Expense | 2,168 | 2,273 |
| 403 | Depreciation Expense | 27,003 | 7,243 |
| 408 | Taxes Other Than Income | | |
| 408.11 | Property Taxes | 3,757 | 7,763 |
| 409 | Income Tax | | |
| 427.2 | Customer Security Deposit Interest | | 201 |
| | TOTAL OPERATING EXPENSES | \$ 131,536 | \$ 113,226 |
| | | | |
| | OPERATING INCOME/(LOSS) | \$ (35,954) | \$ (8,719) |
| | | | |
| | OTHER INCOME/(EXPENSE) | | |
| 419 | Interest and Dividend Income | \$ - | \$ 648 |
| 421 | Non-Utility Income | 219 | |
| 427 | Interest Expense | (233) | |
| 434 | Extraordinary Deductions | (88,150) | 12,228 |
| | TOTAL OTHER INCOME/(EXPENSE) | \$ (88,165) | \$ 12,876 |
| | | | |
| | NET INCOME/(LOSS) | \$ (124,119) | \$ 4,157 |

Company Name: Sandario Water Company, Inc.

BALANCE SHEET (CONTINUED)

| Acct. No. | | BALANCE AT BEGINNING OF YEAR | BALANCE AT END OF YEAR |
|-----------|---|------------------------------|------------------------|
| | LIABILITIES | | |
| | CURRENT LIABILITIES | | |
| 231 | Accounts Payable | \$ 41,559 | \$ 60,190 |
| 232 | Notes Payable (Current Portion) | | |
| 234 | Notes/Accounts Payable to Associated Companies | | |
| 235 | Customer Deposits | 8,672 | 8,650 |
| 236 | Accrued Taxes | 607 | 448 |
| 237 | Accrued Interest | | |
| 241 | Miscellaneous Current and Accrued Liabilities | | |
| | TOTAL CURRENT LIABILITIES | \$ 50,838 | \$ 69,288 |
| | LONG-TERM DEBT (Over 12 Months) | | |
| 224 | Long-Term Notes and Bonds | \$ - | \$ - |
| | DEFERRED CREDITS | | |
| 251 | Unamortized Premium on Debt | | |
| 252 | Advances in Aid of Construction | \$ 31,850 | \$ 31,757 |
| 255 | Accumulated Deferred Investment Tax Credits | | |
| 271 | Gross Contributions in Aid of Construction | 433,259 | 432,498 |
| 272 | Less: Amortization of contributions | (121,886) | (155,249) |
| 281 | Accumulated Deferred Income Tax | | |
| | TOTAL DEFERRED CREDITS | \$ 343,223 | \$ 309,006 |
| | TOTAL LIABILITIES | \$ 394,061 | \$ 378,294 |
| | CAPITAL ACCOUNTS | | |
| 201 | Common Stock Issued | \$ 1,000 | \$ 1,000 |
| 211 | Paid in Capital in Excess of Par Value | | |
| 215 | Retained Earnings | (105,461) | (107,305) |
| 218 | Proprietary Capital (Sole Props and Partnerships) | | |
| | TOTAL CAPITAL | \$ (104,461) | \$ (106,305) |
| | TOTAL LIABILITIES AND CAPITAL | \$ 289,600 | \$ 271,989 |

Company Name: Sandario Water Company, Inc.

SUPPLEMENTAL FINANCIAL DATA
Long-Term Debt

| | LOAN #1 | LOAN #2 | LOAN #3 | LOAN #4 |
|------------------------|----------------|----------------|----------------|----------------|
| Date Issued | No loans | | | |
| Source of Loan | | | | |
| ACC Decision No. | | | | |
| Reason for Loan | | | | |
| Dollar Amount Issued | \$ - | \$ - | \$ - | \$ - |
| Amount Outstanding | \$ - | \$ - | \$ - | \$ - |
| Date of Maturity | | | | |
| Interest Rate | % | % | % | % |
| Current Year Interest | \$ - | \$ - | \$ - | \$ - |
| Current Year Principal | \$ - | \$ - | \$ - | \$ - |

Meter Deposit Balance at Test Year End \$ 3,060

Meter Deposits Refunded During the Test Year \$ 894

| | |
|--|---|
| Company Name: Sandario Water Company, Inc. | |
| Name of System: | ADEQ Public Water System Number: 10-093 |

WATER COMPANY PLANT DESCRIPTION

WELLS

| ADWR ID Number* | Pump Horsepower | Pump Yield (gpm) | Casing Depth (Feet) | Casing Diameter (inches) | Meter Size (inches) | Year Drilled |
|-----------------|-----------------|------------------|---------------------|--------------------------|---------------------|--------------|
| 55-518208 | 20 | 270 | 600 | 12 | 4 | 1987 |
| 55-594513 | 20 | 80 | 590 | 8 | 4 | 1989 |
| | | | | | | |
| | | | | | | |
| | | | | | | |
| | | | | | | |

* 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 | |
|----------------------|----------|
| Horsepower | Quantity |
| 5.0 | 1 |
| 10.0 | 2 |
| 15.0 | 2 |
| | |

| FIRE HYDRANTS | |
|----------------------|----------------|
| Quantity Standard | Quantity Other |
| N/A | |
| | |
| | |

| STORAGE TANKS | |
|----------------------|----------|
| Capacity | Quantity |
| 12,000 | 4 |
| 20,000 | 1 |
| | |
| | |

| PRESSURE TANKS | |
|-----------------------|----------|
| Capacity | Quantity |
| 2,000 | 1 |
| 5,000 | 1 |
| | |
| | |

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

Company Name: Sandario Water Company, Inc.

Name of System:

ADEQ Public Water System Number:

10-093

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

| Size (in inches) | Material | Length (in feet) |
|------------------|----------|------------------|
| 2 | Galv | 660 |
| 2 | PVC | 710 |
| 3 | AC | 4,530 |
| 3 | PVC | 330 |
| 4 | AC | 7,308 |
| 4 | PVC | 5,865 |
| 5 | | |
| 6 | AC | 20,535 |
| 6 | PVC | 18,123 |
| 8 | | |
| 10 | | |
| 12 | | |

CUSTOMER METERS

| Size (in inches) | Quantity |
|------------------|----------|
| 5/8 x 3/4 | 349 |
| 3/4 | 3 |
| 1 | 5 |
| 1 1/2 | 2 |
| 2 | 3 |
| Comp. 3 | |
| Turbo 3 | |
| Comp. 4 | |
| Turbo 4 | |
| Comp. 6 | |
| Turbo 6 | |
| | |
| | |

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

TREATMENT EQUIPMENT:

Two chlorinators

STRUCTURES:

700' of 6' chain link fence

12' x 12' booster station

OTHER:

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

Company Name: Sandario Water Company, Inc.
 Name of System: _____ ADEQ Public Water System Number: 10-093

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2013

| MONTH | NUMBER OF CUSTOMERS | GALLONS SOLD (Thousands) | GALLONS PUMPED (Thousands) | GALLONS PURCHASED (Thousands) |
|---------------|---------------------|--------------------------|----------------------------|-------------------------------|
| JANUARY | 321 | 1,660 | 1,861 | - |
| FEBRUARY | 318 | 2,241 | 2,528 | - |
| MARCH | 321 | 1,733 | 1,878 | - |
| APRIL | 321 | 2,198 | 1,542 | - |
| MAY | 323 | 3,446 | 1,931 | - |
| JUNE | 320 | 3,313 | 1,702 | - |
| JULY | 320 | 4,341 | 3,088 | - |
| AUGUST | 319 | 2,365 | 2,534 | - |
| SEPTEMBER | 319 | 2,483 | 3,096 | - |
| OCTOBER | 322 | 2,390 | 2,855 | - |
| NOVEMBER | 321 | 2,925 | 3,427 | - |
| DECEMBER | 322 | 1,812 | 2,118 | - |
| TOTALS | | 30,907 | 28,560 | - |

NOTE: Well 2 meter malfunctioned due to sediment build up and was replaced in July 2013.

What is the level of arsenic for each well on your system? 0.0069 & 0.0074 mg/l
 (If more than one well, please list each separately.)

If system has fire hydrants, what is the fire flow requirement? N/A GPM for _____ hours

If system has chlorination treatment, does this treatment system chlorinate continuously?

YES NO N/A

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, please provide the GPCPD amount: _____

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

| | | |
|--|----------------------------------|--------|
| Company Name: Sandario Water Company, Inc. | | |
| Name of System: | ADEQ Public Water System Number: | 10-093 |

UTILITY SHUTOFFS / DISCONNECTS

| MONTH | Termination without Notice R14-2-410.B | Termination with Notice R14-2-410.C | OTHER |
|---------------|---|--|-------|
| JANUARY | - | 5 | - |
| FEBRUARY | - | 2 | - |
| MARCH | - | 3 | - |
| APRIL | - | - | - |
| MAY | - | 2 | - |
| JUNE | - | 5 | - |
| JULY | - | 7 | - |
| AUGUST | - | - | - |
| SEPTEMBER | - | - | - |
| OCTOBER | - | 6 | - |
| NOVEMBER | - | 5 | - |
| DECEMBER | - | 5 | - |
| TOTALS | - | 40 | - |

OTHER (description):

COMPANY NAME Sandario Water Company, Inc.

YEAR ENDING 12/31/13

PROPERTY TAXES

Amount of actual property taxes paid during Calendar year 2013 was: \$ 7,763

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

APR 16 2014

ACC UTILITIES DIRECTOR

VERIFICATION

STATE OF Arizona
I, THE UNDERSIGNED
OF THE

| |
|---|
| COUNTY OF (COUNTY NAME) Pima |
| NAME (OWNER OR OFFICIAL) TITLE Bonnie O'Connor, Secretary |
| COMPANY NAME Sandario 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
520-624-1460
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

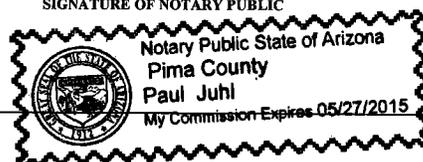
THIS 15th DAY OF

| | | |
|-------------|--------------|-------------|
| COUNTY NAME | <u>Pima</u> | |
| MONTH | <u>April</u> | <u>2014</u> |

(SEAL)


SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES 5/27/15



COMPANY NAME Sandario Water Company, Inc.

YEAR ENDING 12/31/13

INCOME TAXES

For this reporting period, provide the following:

| | |
|---|---------------|
| Federal Taxable Income Reported | <u>S-Corp</u> |
| Estimated or Actual Federal Tax Liability | <u>\$ -</u> |

| | |
|---|---------------|
| State Taxable Income Reported | <u>S-Corp</u> |
| Estimated or Actual State Tax Liability | <u>\$ -</u> |

Amount of Grossed-Up Contributions/Advances:

| | |
|---|-------------|
| Amount of Contributions/Advances | <u>\$ -</u> |
| Amount of Gross-Up Tax Collected | <u>-</u> |
| Total Grossed-Up Contributions/Advances | <u>\$ -</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 certified that the Utility has refunded to Payers all gross-up tax refunds reported in the prior years 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

DATE

PRINTED NAME

TITLE

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

RECEIVED

APR 16 2014

ACC UTILITIES DIRECTOR

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

| | |
|--------------------------------|-----------------------------------|
| COUNTY OF (COUNTY NAME) | <u>Pima</u> |
| NAME (OWNER OR OFFICIAL) TITLE | <u>Bonnie O'Connor, Secretary</u> |
| COMPANY NAME | <u>Sandario 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>111,517</u> |

(THE AMOUNT IN BOX ABOVE INCLUDES \$ 7,010 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
520-624-1460
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

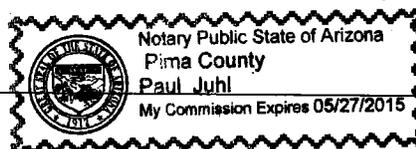
THIS 15th DAY OF

| | | |
|-------------|--------------|-------------|
| COUNTY NAME | <u>Pima</u> | |
| MONTH | <u>April</u> | <u>2014</u> |

(SEAL)


SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES 5/27/15



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

RECEIVED
APR 16 2014
ACC UTILITIES DIRECTOR

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

| | |
|---|------------------------|
| COUNTY OF (COUNTY NAME) Pima | |
| NAME (OWNER OR OFFICIAL) Bonnie O'Connor | TITLE Secretary |
| COMPANY NAME Sandario 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 |
| \$ <u>111,465</u> |

THE AMOUNT IN BOX AT LEFT INCLUDES \$ 7,006 IN SALES TAXES BILLED, OR COLLECTED)

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


SIGNATURE OF OWNER OR OFFICIAL
520-624-1460
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 15th DAY OF

| | |
|-------------------------------------|-------------|
| NOTARY PUBLIC NAME Paul Juhl | |
| COUNTY NAME Pima | |
| MONTH April | 2014 |

(SEAL)

MY COMMISSION EXPIRES

5/27/15


SIGNATURE OF NOTARY PUBLIC

