

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

Tierra Mesa Estates Water Co, Inc **RECEIVED**

4743 E 30th Place

Yuma, AZ 85365

APR 02 2015

AZ CORP COMM
Director - Utilities

W-02498A

ANNUAL REPORT

Water

FOR YEAR ENDING

12	31	2013
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FOR COMMISSION USE

ANN 04	13
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4-2-15

COMPANY INFORMATION

Company Name (Business Name) <u>Tierra Mesa Estates Water Co, Inc</u>		
Mailing Address <u>4743 E 30th Place</u> (Street)		
<u>Yuma</u> (City)	<u>AZ</u> (State)	<u>85365</u> (Zip)
<u>928.341.9685</u> Telephone No. (Include Area Code)	<u>928.341.9196</u> Fax No. (Include Area Code)	 Cell No. (Include Area Code)
Email Address <u>info@sunstatees.com</u>		
Local Office Mailing Address <u>Same</u> (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

<input checked="" type="checkbox"/> Regulatory Contact:		
<input checked="" type="checkbox"/> Management Contact: <u>Nancy Miller</u> <u>Vice President</u> (Name) (Title)		
<u>4743 E 30th Place</u> (Street)	<u>Yuma</u> (City)	<u>AZ</u> <u>85365</u> (State) (Zip)
<u>928.341.9685</u> Telephone No. (Include Area Code)	<u>928.341.9196</u> Fax No. (Include Area Code)	 Cell No. (Include Area Code)
Email Address <u>info@sunstatees.com</u>		
On Site Manager: <u>Same</u> (Name)		
 (Street)	 (City)	 (State) (Zip)
 Telephone No. (Include Area Code)	 Fax No. (Include Area Code)	 Cell No. (Include Area Code)
Email Address _____		

Statutory Agent: Nancy Miller

(Name)

4743 E 30th Place

(Street)

Yuma

(City)

AZ

(State)

85365

(Zip)

928.341.9685

Telephone No. (Include Area Code)

928.341.9196

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Attorney: _____

(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

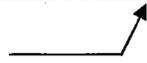
YUMA

STATEWIDE

COMPANY NAME Tierra Mesa Estates Water Co., Inc.

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights	5785.00	0	5785.00
304	Structures and Improvements	48,316.00	26,300.00	22,016.00
307	Wells and Springs	147,291.00	66,776.00	80,515.00
311	Pumping Equipment	166,559.00	94,747.00	71,812.00
320	Water Treatment Equipment	52,044.00	27,505.00	24,539.00
320.1	Water Treatment Plants			
320.2	Solution Chemical Feeders			
330	Distribution Reservoirs and Standpipes			
330.1	Storage Tanks			
330.2	Pressure Tanks			
331	Transmission and Distribution Mains	69,755.00	33,471.00	36,284.00
333	Services	18,750.00	18,750.00	0
334	Meters and Meter Installations	10,020.00	7,754.00	2,266.00
335	Hydrants	13,705.00	6,631.00	7,074.00
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	1,636.00	1,160.00	476.00
340	Office Furniture and Equipment	2,913.00	2,913.00	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	2,786.00	2,355.00	431.00
348	Other Tangible Plant	176,771.00	48,559.00	128,212.00
	TOTALS	716,331.00	336,921.00	379,410.00

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

COMPANY NAME Tierra Mesa Estates Water Co., Inc.

WATER UTILITY CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1 x 2)
301	Organization			
302	Franchises			
303	Land and Land Rights	5,785.00	0	0
304	Structures and Improvements	48,316.00	2.5	1,922.00
307	Wells and Springs	147,291.00	.5	7,703.00
311	Pumping Equipment	166,559.00	.5	8,300.00
320	Water Treatment Equipment	52,044.00	4.5	2,596.00
320.1	Water Treatment Plants			
320.2	Solution Chemical Feeders			
330	Distribution Reservoirs and Standpipes			
330.1	Storage Tanks			
330.2	Pressure Tanks			
331	Transmission and Distribution Mains	69,755.00	2.5	1,744.00
333	Services	18,750.00	5	938.00
334	Meters and Meter Installations	10,020.00	5	502.00
335	Hydrants	13,705.00	2.5	390.00
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	1,636.00	5	82.00
340	Office Furniture and Equipment	2,913.00	10	67.00
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	2,786.00	5	165.00
348	Other Tangible Plant	176,771.00	10	7,507.00
	SUBTOTAL	716,331.00		31,913.00
	LESS CIAC Amortization			
	TOTALS *	716,331.00		31,913.00

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

COMPANY NAME Tierra Mesa Estates Water Co., Inc.

WATER UTILITY BALANCE SHEET

Acct No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 2,023.31	\$ 3,114.21
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable		
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 2,023.31	\$ 3,114.21
	FIXED ASSETS		
101	Utility Plant in Service	\$ 716,331.00	\$ 716,331.00
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	(333,561.00)	(336,921.00)
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 382,790.00	\$ 379,410.00
	TOTAL ASSETS	\$ 457,889.00	\$ 382,524.21

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

COMPANY NAME Tierra Mesa Estates Water Co, Inc.

WATER UTILITY BALANCE SHEET (CONTINUED)

Acct. No.	LIABILITIES	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
CURRENT LIABILITES			
231	Accounts Payable	\$	\$ 6,880.52
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	1,075.00	718.85
236	Accrued Taxes		8,144.74
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$ 1,075.00	\$ 15,744.21
LONG-TERM DEBT (Over 12 Months)			
224	Long-Term Notes and Bonds	\$ 162,062.00	\$ 0
DEFERRED CREDITS			
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		
	TOTAL DEFERRED CREDITS	\$ 0	\$ 0
	TOTAL LIABILITIES	\$ 163,137.00	\$ 15,744.21
CAPITAL ACCOUNTS			
201	Common Stock Issued	\$ 545,527.00	\$ 460,221.00
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	(93,441.00)	(93,441.00)
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 452,086.00	\$ 366,780.00
	TOTAL LIABILITIES AND CAPITAL	\$ 645,371.00	\$ 382,524.21

COMPANY NAME Tierra Mesa Estates Water Co, Inc

WATER UTILITY COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 125,609.00	\$ 132,584.00
460	Unmetered Water Revenue		
474	Other Water Revenues		
	TOTAL REVENUES	\$ 125,609.00	\$ 132,584.00
	OPERATING EXPENSES		
601	Salaries and Wages	\$ 2,000.00	\$
610	Purchased Water		
615	Purchased Power	7,145.00	13,601.19
618	Chemicals		
620	Repairs and Maintenance	12,940.00	12,280.57
621	Office Supplies and Expense	9,914.00	2,168.75
630	Outside Services	19,631.00	78,195.85
635	Water Testing	3,750.00	4,491.38
641	Rents	5,400.00	
650	Transportation Expenses	5,200.00	3,181.38
657	Insurance – General Liability	1,900.00	3,392.64
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	6,475.00	4,619.14
403	Depreciation Expense	31,257.00	31,913.00
408	Taxes Other Than Income	14,112.00	8,144.74
408.11	Property Taxes	5,222.00	5,074.14
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ 124,916.00	\$ 167,062.78
	OPERATING INCOME/(LOSS)	\$ 663.00	\$ (34,478.78)
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	TOTAL OTHER INCOME/(EXPENSE)	\$ 0	\$ 0
	NET INCOME/(LOSS)	\$ 663.00	\$ (34,478.78)

COMPANY NAME	Tierra Mesa Estates Water Co., Inc
Name of System:	ADEQ Public Water System Number: 14.080

WATER UTILITY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55.513889	15	235		8	4	1999
55.806428	15	200		8	4	1999
55.575525	40	600		10	6	1999

* 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	2	5	
10	2		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
100,000	1	1,000	1
37,600	1	3,000	1

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

COMPANY NAME	Tierra Mesa Estates Water Co, Inc
Name of System:	ADEQ Public Water System Number: 14080

WATER UTILITY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2		
3		
4	ACP	1,200
5		
6	ACP	660
8	ACP	1,560
10		
12		
4	PVC	5,866
6	PVC	1,850
8	PVC	7,893

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	239
3/4	
1	
1 1/2	
2	
Comp. 3	
Turbo 3	
Comp. 4	
Turbo 4	
Comp. 6	
Turbo 6	

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

TREATMENT EQUIPMENT:

35 gal liquid Cl₂ tank and metering pump

STRUCTURES:

12' x 16' CMU Chemical Bldg.

16' x 19' Concrete containment structure for caustic storage tank 3x8

OTHER:

210 LF 6' CMP Fencing 270 LF 6' Chain Link Fencing

Area lighting standards on concrete block

Eye wash station

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

COMPANY NAME: <u>Tierra Mesa Estates Water Co, Inc</u>	
Name of System:	ADEQ Public Water System Number: <u>14-080</u>

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2014

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	239	2,857		
FEBRUARY	237	2,520		
MARCH	237	3,094		
APRIL	237	4,639		
MAY	236	6,164		
JUNE	234	5,303		
JULY	235	6,587		
AUGUST	236	5,497		
SEPTEMBER	235	4,705		
OCTOBER	236	6,523		
NOVEMBER	237	3,110		
DECEMBER	237	3,268		
TOTALS →		54,267		

What is the level of arsenic for each well on your system? < 0.001 mg/l
(If more than one well, please list each separately.)

If system has fire hydrants, what is the fire flow requirement? _____ GPM for _____ hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?
 Yes No

Is the Water Utility located in an ADWR Active Management Area (AMA)?
 Yes No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?
 Yes No

If yes, provide the GPCPD amount: _____

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

COMPANY NAME: Tierra Mesa Estates Water Co, Inc.
 Name of System: _____ ADEQ Public Water System Number: _____

UTILITY SHUTOFFS / DISCONNECTS

MONTH	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	OTHER <i>New</i>
JANUARY		2	
FEBRUARY	1	1	3
MARCH			
APRIL	1	1	2
MAY		2	1
JUNE	1	1	
JULY			1
AUGUST	1		2
SEPTEMBER		1	
OCTOBER		1	
NOVEMBER		1	1
DECEMBER			1
TOTALS →	7	14	10

OTHER (description):

COMPANY NAME Tierra Mesa Estates Water Co, Inc. YEAR ENDING 12/31/2014

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2014 was: \$ 5,074.14

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 02 2015

AZ CORP COMM
Director - Utilities

VERIFICATION

STATE OF AZ
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)	<u>Yuma</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>Nancy Miller, VP</u>
COMPANY NAME	<u>Tluna Mesa Estates Water Co, Inc</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	2014

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.

Nancy Miller

SIGNATURE OF OWNER OR OFFICIAL

928.341.9685

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

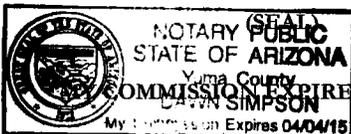
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

31

DAY OF

COUNTY NAME	<u>Yuma</u>	
MONTH	<u>March</u>	<u>2015</u>



04/04/2015

[Signature]

SIGNATURE OF NOTARY PUBLIC

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

RECEIVED

APR 02 2015

AZ CORP COMM
Director - Utilities

VERIFICATION

STATE OF AZ
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)	<u>Yuma</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>Nancy Miller, VP</u>
COMPANY NAME	<u>Tierra Mesa Estates Water Co, Inc</u>

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

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2014

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 2014 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)
\$ <u>132,584.00</u>

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 8144.74
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)**

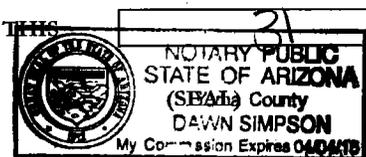
Nancy Miller
SIGNATURE OF OWNER OR OFFICIAL

928.341.9685
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

COUNTY NAME	<u>Yuma</u>
MONTH	<u>March</u> . <u>2015</u>



DAY OF 31
MY COMMISSION EXPIRES 04/04/2015

[Signature]
SIGNATURE OF NOTARY PUBLIC

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

RECEIVED
APR 02 2015
AZ CORP COMM
Director - Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <u>Yuma</u>	
NAME (OWNER OR OFFICIAL) <u>Nancy Miller</u>	TITLE <u>VP</u>
COMPANY NAME <u>Terra Mesa Estates Water Co, Inc</u>	

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

FOR THE YEAR ENDING

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2014</u>

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 2014 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES <u>\$ 132,584.00</u>

THE AMOUNT IN BOX AT LEFT INCLUDES \$ 8,144.74 IN SALES TAXES BILLED, OR COLLECTED)

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

N Miller
SIGNATURE OF OWNER OR OFFICIAL

928-341-9685
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

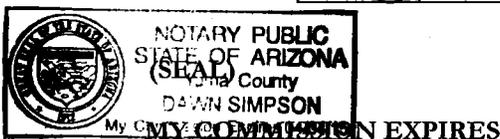
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

31

DAY OF

NOTARY PUBLIC NAME <u>Dawn Simpson</u>	
COUNTY NAME <u>Yuma</u>	
MONTH <u>March</u>	<u>2015</u>



[Signature]
SIGNATURE OF NOTARY PUBLIC