

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL - MAKE CHANGES AS NECESSARY

W-02301A

TORTOLITA WATER CO., INC
3573 E Sunrise Dr., Ste 133
Tucson, AZ 85718

RECEIVED

MAR 18 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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3-19-14

Statutory Agent: O'Connell + Associates, PC
 (Name)

3573 E Sunrise Dr #133 Tucson, AZ 85718
 (Street) (City) (State) (Zip)

(520) 615-9902 (520) 615-9789
 Telephone No. (Include Area Code) 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:

<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		

COMPANY NAME Tortolita 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	50,000.		50,000.
304	Structures and Improvements	127,338.	38,202.	89,136.
307	Wells and Springs			
311	Pumping Equipment	68,634.	24,088.	44,546.
320	Water Treatment Equipment			
320.1	Water Treatment Plants			
320.2	Solution Chemical Feeders			
330	Distribution Reservoirs and Standpipes			
330.1	Storage Tanks	37,995	11,400.	26,595.
330.2	Pressure Tanks	26,564.	8,320.	18,244.
331	Transmission and Distribution Mains	101,500.	30,450.	71,050.
333	Services	13,500.	4,050.	9,450.
334	Meters and Meter Installations	1,661.	1,057.	604.
335	Hydrants	11,888.	3,567.	8,321.
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
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			
	TOTALS	439,080.	121,134.	317,946.

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

COMPANY NAME Tortolita Water Co., Inc

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights	50,000.	0	0
304	Structures and Improvements	127,338.	4%	5094
307	Wells and Springs			
311	Pumping Equipment	68,634.	4%	2545
320	Water Treatment Equipment			
320.1	Water Treatment Plants			
320.2	Solution Chemical Feeders			
330	Distribution Reservoirs and Standpipes			
330.1	Storage Tanks	37,995	4%	1520
330.2	Pressure Tanks	26,564.	4%	1042
331	Transmission and Distribution Mains	101,500.	4%	4060
333	Services	13,500.	4%	540
334	Meters and Meter Installations	1,661.	2%	35
335	Hydrants	11,888.	4%	476
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
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			
	TOTALS	439,080.		15312.

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

COMPANY NAME **Tortolita Water Co., Inc**

BALANCE SHEET

Acct No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$176.78	\$1461.78
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	130.41	456.80
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$307.19	\$1,918.58
	FIXED ASSETS		
101	Utility Plant in Service	\$389,079.72	\$389,079.72
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	(105,822.05)	(121,134.05)
121	Non-Utility Property	50,000.00	50,000.00
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$333,257.67	\$317,945.67
	TOTAL ASSETS	\$333,564.86	\$319,864.25

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

COMPANY NAME Tortolita Water Co., Inc

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITES		
231	Accounts Payable	\$	\$
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	649.02	604.02
236	Accrued Taxes	198.44	52.59
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$802.46	\$656.61
	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		
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	\$	\$
	TOTAL LIABILITIES	\$802.46	\$656.61
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$400.00	\$400.00
211	Paid in Capital in Excess of Par Value	497,321.82	505,321.82
215	Retained Earnings	(164,959.42)	(186,514.18)
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$332,762.40	\$319,207.64
	TOTAL LIABILITIES AND CAPITAL	\$333,564.86	\$319,864.25

COMPANY NAME Tortolita Water Co., Inc

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$2085.94	\$1343.76
460	Unmetered Water Revenue		
474	Other Water Revenues		25.00
	TOTAL REVENUES	\$2085.94	\$1368.76
	OPERATING EXPENSES		
601	Salaries and Wages	\$	\$
610	Purchased Water		
615	Purchased Power	1,590.18	1472.83
618	Chemicals		
620	Repairs and Maintenance		525.00
621	Office Supplies and Expense	580.91	530.19
630	Outside Services	3,266.30	4643.19
635	Water Testing	132.00	225.40
641	Rents		
650	Transportation Expenses		
657	Insurance - General Liability		
659	Insurance - Health and Life		
666	Regulatory Commission Expense - Rate Case		
675	Miscellaneous Expense	88.00	62.88
403	Depreciation Expense	15,312.00	15312.00
408	Taxes Other Than Income		
408.11	Property Taxes	95.25	101.78
409	Income Tax	50.00	50.00
	TOTAL OPERATING EXPENSES	\$21,114.64	\$22,923.27
	OPERATING INCOME/(LOSS)	(\$19,028.70)	\$(21,554.51)
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	TOTAL OTHER INCOME/(EXPENSE)		\$
	NET INCOME/(LOSS)	(\$19,028.70)	\$(21,554.51)

COMPANY NAME Tortolita Water Co., Inc

SUPPLEMENTAL FINANCIAL DATA
Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.		NA		
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 \$ _____

Meter Deposits Refunded During the Test Year \$ _____

COMPANY NAME Tortolita Water Co., Inc

Name of System: Tortolita Water ADEQ Public Water System Number: 10154

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
56-000377	5 HP	22 gpm	700	8	1	1970

* 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
3 HP	2	5	
40HP	2		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
15000	2	2000	1

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

COMPANY NAME Tortolita Water Co., Inc	
Name of System: Tortolita Water	ADEQ Public Water System Number: 10154

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2		
3		
4		
5		
6	PVC	1500
8	PVC	2600
10		
12		
6	Ductile Iron	54
8	Ductile Iron	90

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	
3/4	
1	2
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:

STRUCTURES: 6 foot block wall surrounding site

OTHER:

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

COMPANY NAME: Tortolita Water Co., Inc

Name of System: Tortolita Water

ADEQ Public Water System Number: 10154

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2013

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	2	16.7	19.06	0
FEBRUARY	2	5.6	7.0	0
MARCH	2	14.4	12.95	0
APRIL	2	16.0	16.91	0
MAY	2	26.5	26.28	0
JUNE	2	22.4	24.65	0
JULY	2	20.3	21.17	0
AUGUST	2	19.9	22.1	0
SEPTEMBER	2	18.6	17.0	0
OCTOBER	2	21.1	25.15	0
NOVEMBER	2	15.4	15.89	0
DECEMBER	2	15.0	15.05	0
TOTALS →		211.9	223.2	

What is the level of arsenic for each well on your system? .0002mg/l
(If more than one well, please list each separately.)

If system has fire hydrants, what is the fire flow requirement? 1000GPM 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: Tortolita Water Co., Inc

Name of System: Tortolita Water

ADEQ Public Water System Number: 10154

UTILITY SHUTOFFS / DISCONNECTS

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

N/A

OTHER (description):

COMPANY NAME Tortolita Water Co., Inc

YEAR ENDING 12/31/2013

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2013 was: **\$101.78**

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

MAR 19 2014

AZ CORP COMM
Director - Utilities

VERIFICATION

STATE OF AZ
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)	<u>Pima</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>Daniel H. O'Connell, President</u>
COMPANY NAME	<u>Tortolita 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
<u>12</u>	<u>31</u>	<u>2013</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

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.

[Handwritten Signature]

SIGNATURE OF OWNER OR OFFICIAL

(520) 615-9802

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

17th

DAY OF

Aimee L. Bagenstos

COUNTY NAME

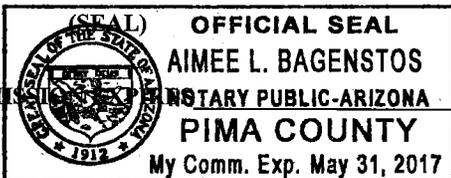
Pima

MONTH

March

2014

MY COMM



Aimee L. Bagenstos

SIGNATURE OF NOTARY PUBLIC

COMPANY NAME Tortolita Water Co., Inc YEAR ENDING 12/31/2013

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported <21,554>
Estimated or Actual Federal Tax Liability - 0 -

State Taxable Income Reported <21,556>
Estimated or Actual State Tax Liability \$50.00

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances -
Amount of Gross-Up Tax Collected -
Total Grossed-Up Contributions/Advances -

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

3/17/14
DATE

Daniel H. O'Connell
PRINTED NAME

President
TITLE

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

RECEIVED

MAR 19 2014

AZ CORP COMM
Director - Utilities

VERIFICATION

STATE OF AZ
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)	<u>Pima</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>Daniel H. O'Connell, President</u>
COMPANY NAME	<u>Tortolita 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	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>1464.17</u>

(THE AMOUNT IN BOX ABOVE INCLUDES \$ 95.41 IN SALES TAXES BILLED, OR COLLECTED)

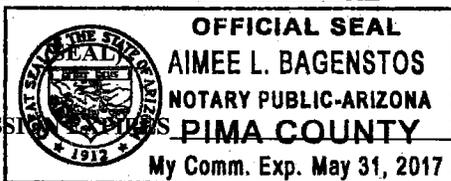
**REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)

D. O'Connell
SIGNATURE OF OWNER OR OFFICIAL
(520) 615-9802
TELEPHONE NUMBER

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

Aimee L. Bagenstos
COUNTY NAME Pima
MONTH March 2014

THIS 17th DAY OF



Aimee L. Bagenstos
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION

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

RECEIVED

MAR 19 2014

AZ CORP COMM
Director - Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <u>Pima</u>	
NAME (OWNER OR OFFICIAL) <u>Daniel H. O'Connell</u>	TITLE <u>President</u>
COMPANY NAME <u>Tortolita 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>2013</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 2013 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES \$ <u>1464.17</u>
--

THE AMOUNT IN BOX AT LEFT INCLUDES \$ 95.41 IN SALES TAXES BILLED, OR COLLECTED)

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

D. O'Connell
SIGNATURE OF OWNER OR OFFICIAL

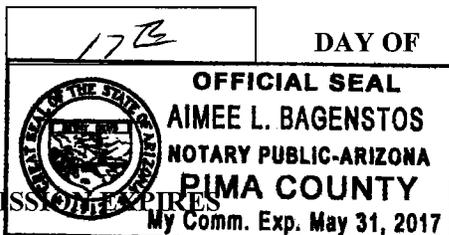
(520) 615-9802
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME
A NOTARY PUBLIC IN AND FOR THE COUNTY OF
THIS 17th DAY OF

NOTARY PUBLIC NAME <u>Aimee L. Bagenstos</u>	
COUNTY NAME <u>Pima</u>	
MONTH <u>March</u>	<u>2014</u>

(SEAL)

MY COMMISSION EXPIRES



Aimee L. Bagenstos
SIGNATURE OF NOTARY PUBLIC