

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

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

W-02096A

Verde Lee Water Co., Inc.  
PO Box 1322  
Clifton, AZ 85533

RECEIVED

APR 21 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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5-1-14

## Company Information

**Company Name (Business Name)** Verde Lee Water Co., Inc.

**Mailing Address** P.O. Box 1322

(Street)

Clifton

(City)

AZ

(State)

85533

(Zip)

(928) 215-0290

Telephone No. (Include Area Code)

N/A

Fax No. (Include Area code)

Pager / Cell (Include Area Code)

**Email Address** N/A

**Local Office Mailing Address** P.O. Box 1322

(Street)

Clifton

(City)

AZ

(State)

85533

(Zip)

(928) 215-0290

Local Office Telephone No. (Include Area Code)

N/A

Fax No. (Include Area code)

Pager / Cell (Include Area Code)

**Email Address** N/A

## Management Information

**Regulatory Contract:**

**Management Contact:** Holly Scott Vice-President/General Manager

(Name)

(Title)

P O Box 1322

(Street)

Clifton

(City)

AZ

(State)

85533-1322

(Zip)

(928) 215-0290

Telephone No. (Include Area Code)

N/A

Fax No. (Include Area code)

Pager / Cell (Include Area Code)

**Email Address** N/A

**On Site Manager:** Raymond Cueto General Manager

(Name)

(Title)

P O Box 1322

(Street)

Clifton

(City)

AZ

(State)

85533

(Zip)

(928) 215-0290

Telephone No. (Include Area Code)

N/A

Fax No. (Include Area code)

Pager / Cell (Include Area Code)

**Email Address** N/A

**Statutory Agent:**

Marla Wilkerson

(Name)

1219 E. Clearview

(Street)

Casa Grande

(City)

AZ

(State)

85122

(Zip)

(520) 876-4863

Telephone No. (Include Area Code)

Fax No. (Include Area code)

N/A

Pager / Cell (Include Area Code)

**Attorney:** Irval L. Mortensen702 S. 8<sup>th</sup> Avenue

(Street)

Safford

(City)

AZ

(State)

85546

(Zip)

(928) 428-2700

Telephone No. (Include Area Code)

N/A

Fax No. (Include Area code)

N/A

Pager / Cell (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

**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	174,003	10,840	163,163
304	Structures and Improvements	-	-	-
307	Wells and Springs	44,748	39,751	4,997
311	Pumping Equipment	115,428	105,527	9,901
320	Water Treatment Equipment	105,598	49,645	55,953
330	Distribution Reservoirs and Standpipes	182,711	160,777	21,934
331	Transmission and Distribution Mains	241,072	225,920	15,152
333	Services	-	-	-
334	Meters and Meter Installation	17,882	12,379	5,503
335	Hydrants	-	-	-
336	Backflow Prevention Devices	-	-	-
339	Other Plant and Misc. Equipment	168,305	140,167	28,138
340	Office Furniture and Equipment	431	431	-
341	Transportation Equipment	2,436	2,436	-
343	Tools, Shop and Garage Equipment	2,303	2,303	-
344	Laboratory Equipment	-	-	-
345	Power Operated Equipment	-	-	-
346	Communication Equipment	-	-	-
347	Miscellaneous Equipment	-	-	-
348	Other Tangible Plant	-	-	-
	<b>TOTALS</b>	<b>1,054,917</b>	<b>750,176</b>	<b>304,741</b>

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

**CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR**

Acct. No.	DESCRIPTION	Original Cost (1)	Percentage Depreciation (2)	Depreciation Expense (1x2)
301	Organization			-
302	Franchises			-
303	Land and Land Rights	174,003		-
304	Structures and Improvements			-
307	Wells and Springs	44,748	1.475%	660
311	Pumping Equipment	115,428	0.304%	351
320	Water Treatment Equipment	105,598	12.490%	13,189
330	Distribution Reservoirs and Standpipes	182,711	3.698%	6,757
331	Transmission and Distribution Mains	241,072	0.404%	975
333	Services			
334	Meters and Meter Installation	17,882	0.643%	115
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	168,305	0.877%	1,476
340	Office Furniture and Equipment	431		
341	Transportation Equipment	2,436		-
343	Tools, Shop and Garage Equipment	2,303		-
344	Laboratory Equipment	-		-
345	Power Operated Equipment	-		-
346	Communication Equipment	-		-
347	Miscellaneous Equipment	-		-
348	Other Tangible Plant	-		-
	<b>TOTALS</b>	<b>1,054,917</b>	<b>2.230%</b>	<b>23,523</b>

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

**BALANCE SHEET**

<b>Acct. No.</b>	<b>ASSETS</b>	<b>BALANCE AT BEGINNING OF YEAR</b>	<b>BALANCE AT END OF YEAR</b>
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash	\$ 11,973	\$ 30,473
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	5,007	3,934
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments	2,662	
174	Miscellaneous Current and Accrued Assets		
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	\$ 19,642	\$ 34,407
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service	\$ 1,054,917	\$ 1,054,917
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation - Utility Plant	(726,653)	(750,176)
121	Non-Utility Property		
122	Accumulated Depreciation - Non Utility	-	
	<b>TOTAL FIXED ASSETS</b>	\$ 328,264	\$ 304,741
	<b>TOTAL ASSETS</b>	\$ 347,906	\$ 339,148

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

**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	\$ -	\$ -
232	Notes Payable (Current Portion )	-	-
234	Notes/Accounts Payable to Associated Companies	-	-
235	Customer Deposits	-	-
236	Accrued Taxes	50	50
237	Accrued Interest	-	-
241	Miscellaneous Current and Accrued Liabilities	4,277	439
	<b>TOTAL CURRENT LIABILITIES</b>	<b>\$ 4,327</b>	<b>\$ 489</b>
	<b>LONG-TERM DEBT (Over 12 Months)</b>		
224	Long-Term Notes and Bonds	\$ 61,349	\$ 28,094
	<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>\$ -</b>	<b>-</b>
	<b>TOTAL LIABILITIES</b>	<b>\$ 65,676</b>	<b>\$ 28,583</b>
	<b>CAPITAL ACCOUNTS</b>		
201	Common Stock Issued	\$ 328,920	\$ 328,920
211	Paid in Capital in Excess of Par Value	-	-
215	Retained Earnings	(46,690)	(18,355)
218	Proprietary Capital (Sole Props and Partnerships)	-	-
	<b>TOTAL CAPITAL</b>	<b>\$ 282,230</b>	<b>\$ 310,565</b>
	<b>TOTAL LIABILITIES AND CAPITAL</b>	<b>\$ 347,906</b>	<b>\$ 339,148</b>

**COMPARATIVE STATEMENT OF INCOME AND EXPENSE**

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 99,060	\$ 113,269
460	Unmetered Water Revenue	-	
474	Other Water Revenues		220
	<b>TOTAL REVENUES</b>	\$ 99,060	\$ 113,489
	<b>OPERATING EXPENSES</b>		
601	Salaries and Wages	19,078	
610	Purchased Water	-	
615	Purchased Power	11,616	11,273
618	Chemicals	-	
620	Repairs and Maintenance	1,282	730
621	Office Supplies and Expense	2,930	509
630	Outside Services	41,562	27,964
635	Water Testing	-	
641	Rents	-	
650	Transportation Expenses	1,449	5,000
657	Insurance-General Liability	1,880	7,009
659	Insurance-Health and Life	-	
666	Regulatory Commission Expense - Rate Case	-	
670	Bad Debt Expense	6,445	
675	Miscellaneous Expense	3,547	2,668
403	Depreciation Expense	29,906	23,523
408	Taxes Other Than Income	1,548	
408.11	Property Taxes	3,709	4,592
409	Income Tax	50	50
	<b>TOTAL OPERATING EXPENSES</b>	\$ 125,002	\$ 83,318
	<b>OPERATING INCOME/(LOSS)</b>	(25,942)	30,171
	<b>OTHER INCOME/EXPENSE</b>		
419	Interest and Dividend Income	\$ -	\$ -
421	Non-Utility Income	66	68
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	(2,583)	(1,905)
	<b>TOTAL OTHER INCOME/EXP</b>	\$ (2,517)	\$ (1,837)
	<b>NET INCOME/(LOSS)</b>	\$ (28,459)	\$ 28,334

**COMPANY NAME** Verde Lee Water Co., Inc.

**SUPPLEMENTAL FINANCIAL DATA**

**Long-Term Debt**

	<b>LOAN #1</b>	<b>LOAN #2</b>	<b>LOAN #3</b>	<b>LOAN #4</b>
Date Issued	5/28/2010			
Source of Loan	Chase Bank			
ACC Decision No.				
Reason for Loan	Filter System			
Dollar Amount Issued	\$ 68,125.00			
Amount Outstanding	\$ 4,859.00			
Date of Maturity	5/28/2015			
Interest Rate	5.90%			
Current Year Interest	\$ 1,905.00			
Current Year Principle	\$ 30,573.00			

Meter Deposit Balance at Test Year End \$ 0 .

Meter Deposits Refunded During the Test Year \$ 0 .

**COMPANY NAME:** Verde Lee Water Co., Inc

**Name of System:** ADEQ Public Water System Number: W-02096A

**WATER COMPANY PLANT DESCRIPTION**

**WELLS**

<b>ADWR ID Number*</b>	<b>Pump Horsepower</b>	<b>Pump Yield (Gpm)</b>	<b>Casing Size (inches)</b>	<b>Meter Size (inches)</b>
55-623670	2.5	200+	8	4"
55-623672	3	8	8	3/4"
55-588765	3	150	8	4"
55-623671	2.5	150	8	4"

\* Arizona Department of Water Resources Identification Number

**OTHER WATER SOURCES**

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

<b>BOOSTER PUMPS</b>		<b>FIRE HYDRANTS</b>	
<b>Horsepower</b>	<b>Quantity</b>	<b>Quantity Standard</b>	<b>Quantity Other</b>
5	4	None	None

<b>STORAGE TANKS</b>		<b>PRESSURE TANKS</b>	
<b>Capacity</b>	<b>Quantity</b>	<b>Capacity</b>	<b>Quantity</b>
125,000	1	2000	1
125,000	1	2500	1
125,000	1		
125,000	1		

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

**COMPANY NAME:** Verde Lee Water Co., Inc

**Name of System:** ADEQ Public Water System Number: W-02096A

**WATER COMPANY PLANT DESCRIPTION (CONTINUED)**

MAINS		
Size (in inches)	Material	Length (in feet)
2		
3		
4	Hvy - PVC	8000
5		
6	Hvy - PVC	30716
8	Hvy - PVC	2100
10		
12		

CUSTOMER METERS	
Size (in inches)	Quantity
5/8 X 3/4	190
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.

**TREATMENT EQUIPMENT:**

Titanium Filter System  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

**STRUCTURES:**

Buildings, Fences, Rock Walls, Warehouse, Dikes, Paving, Metal Racks, Culverts, Restructure, Gates, Land Improvements  
\_\_\_\_\_  
\_\_\_\_\_

**OTHER:**

N/A  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

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

<b>COMPANY NAME:</b>	Verde Lee Water Co., Inc		
<b>Name of System:</b>	<b>ADEQ Public Water System Number:</b>	W-02096A	

**WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2011**

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	199	1,102,231	Is 3% per year more than Gallons Sold - for periodic pipe flushing and testing	0
FEBRUARY	199	1,199,670		0
MARCH	198	1,070,910		0
APRIL	197	1,444,990		0
MAY	196	2,249,763		0
JUNE	200	2,335,717		0
JULY	200	1,894,659		0
AUGUST	199	1,986,585		0
SEPTEMBER	199	1,594,986		0
OCTOBER	199	1,394,256		0
NOVEMBER	198	1,165,377		0
DECEMBER	198	910,645		0
TOTAL		18,349,789		0

What is the level of arsenic for each well in your system Well 55623671 - 0.023mg/1  
*(if more than one well, please list each separately)* Well 55623670 - 0.011mg/1  
Well 55623672 - 0.011mg/1  
Well 55588765 - 0.026mg/1

If system has fire hydrants, what is the fire flow requirement? N/A GPM for [redacted] hrs

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

( ) Yes            ( X ) No

Is the Water Utility located in an ADWR Active Management Area (AMA)?

( ) Yes            ( X ) No

Does the Company have An ADWR Gallons Per Capita Per Day (GPCPD) requirement?

( ) Yes            ( X ) No

If yes, provide the GPCPD amount: \_\_\_\_\_

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

<b>COMPANY NAME:</b>	Verde Lee Water Co., Inc		
Name of System:	ADEQ Public Water System Number:	W-02096A	

**UTILITY SHUTOFFS / DISCONNECTS**

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

OTHER (description):

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**COMPANY NAME: Verde Lee Water Co., Inc. YEAR ENDING 12/31/2013**

**PROPERTY TAXES**

Amount of actual property taxes paid during Calendar Year 2013 was: \$ 4,592

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. \_\_\_\_\_

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RECEIVED

APR 21 2014

VERIFICATION AND SWORN STATEMENT Taxes

ACC UTILITIES DIRECTOR

VERIFICATION

STATE OF Arizona I, THE UNDERSIGNED OF THE

Form with fields: COUNTY OF (COUNTY NAME) Graham, NAME (OWNER OR OFFICIAL) TITLE Holly Scott - Vice President, COMPANY NAME Verde Lee Water Co., Inc.

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

FOR THE YEAR ENDING

Form with fields: MONTH 12, DAY 31, YEAR 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 Holly Scott, SIGNATURE OF OWNER OR OFFICIAL, 928-215-0290, TELEPHONE NUMBER

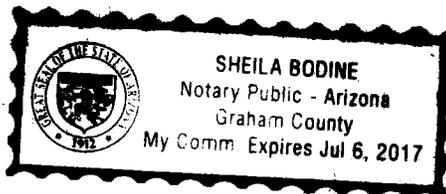
SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC IN AND FOR THE COUNTY OF THIS 14th DAY OF

Form with fields: COUNTY NAME Graham, MONTH April, YEAR 2014

(SEAL)

Signature of Notary Public, SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES 7/6/17



COMPANY NAME: Verde Lee Water Co., Inc. YEAR ENDING 12/31/2013

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 ( -0- )  
Estimated or Actual State Tax Liability \$50

Amount of Grossed-Up Contributions / Advances:

Amount of Contributions / Advances -0-  
Amount of Gross-Up Tax Collected -0-  
Total Grossed-Up Contributions / Advances -0-

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, and 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.

Holly Scott  
Signature

4-14-14  
Date

Holly Scott  
Printed Name

Vice President  
Title

**VERIFICATION  
AND  
SWORN STATEMENT**  
Intrastate Revenues Only

RECEIVED  
APR 21 2014  
ACC UTILITIES DIRECTOR

VERIFICATION  
STATE OF Arizona  
I, THE UNDERSIGNED  
OF THE

COUNTY OF (COUNTY NAME)	<u>Graham</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>Holly Scott - Vice President</u>
COMPANY NAME	<u>Verde Lee 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>120,912</u>

(THE AMOUNT IN BOX ABOVE INCLUDES \$ 7,229 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)

Holly Scott  
SIGNATURE OF OWNER OR OFFICIAL  
928-245-0290  
TELEPHONE NUMBER

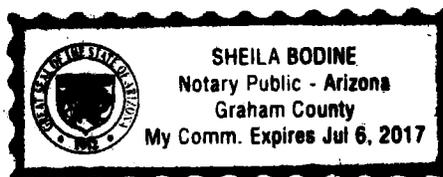
SUBSCRIBED AND SWORN TO BEFORE ME  
A NOTARY PUBLIC IN AND FOR THE COUNTY OF  
THIS 14<sup>th</sup> DAY OF

COUNTY NAME	<u>Graham</u>
MONTH	YEAR
<u>April</u>	<u>2014</u>

(SEAL)

MY COMMISSION EXPIRES 7/6/17

Sheila Bodine  
SIGNATURE OF NOTARY PUBLIC



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

RECEIVED  
'APR 21 2014  
ACC UTILITIES DIRECTOR

VERIFICATION  
STATE OF ARIZONA  
I, THE UNDERSIGNED  
OF THE

COUNTY OF (COUNTY NAME) <i>Graham</i>
NAME (OWNER OR OFFICIAL) TITLE <i>Holly Scott</i>
COMPANY NAME <i>Verde Lee Water Co., Inc</i>

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, 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 Only (\$)  \$ <u>120,912</u>
--

(THE AMOUNT IN BOX AT LEFT INCLUDES \$ 7,229 IN SALES TAXES BILLED, OR COLLECTED)

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

*Holly Scott*  
SIGNATURE OF OWNER OR OFFICIAL  
928-215-0290  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF THIS 14<sup>th</sup> DAY OF

NOTARY PUBLIC NAME <i>Sheila Bodine</i>	
COUNTY NAME <i>Graham</i>	
MONTH <i>April</i>	YEAR <i>2014</i>

(SEAL)

MY COMMISSION EXPIRES 7/6/17

X *Sheila Bodine*  
SIGNATURE OF NOTARY PUBLIC

