

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

W-02104A
Voyager Water Company
8701 S Kolb Road
Tucson, AZ 85756

RECEIVED

MAR 14 2014

AZ CORP COMM
Director - Utilities

ANNUAL REPORT
Water

FOR FISCAL YEAR ENDING

| | | |
|----|----|------|
| 09 | 30 | 2013 |
|----|----|------|

FOR COMMISSION USE

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

3-19-14

Statutory Agent: Corporation Services Company
(Name)

2338 W. Royal Palm Rd. Suite J Phoenix AZ 85021
(Street) (City) (State) (Zip)

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



BEACHFLEISCHMAN

Independent Accountants' Compilation Report

Shareholders
Voyager Water Company
Tucson, Arizona

We have compiled the balance sheet of Voyager Water Company as of September 30, 2013, and the related statement of income for the year then ended and accompanying information on pages 8 through 13, 18, and 20 through 22 of the annual Arizona Corporation Commission report, included in the accompanying form prescribed by the Arizona Corporation Commission, Utilities Division, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. We have not audited or reviewed the accompanying financial statements and supplementary information and, accordingly, do not express an opinion or provide any assurance about whether the financial statements and supplementary information are in accordance with U.S. generally accepted accounting principles.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with U.S. generally accepted accounting principles and the prescribed information in accordance with the requirements of the Arizona Corporation Commission, Utilities Division, and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements and prescribed information.

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 and supplementary information without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements or prescribed information.

The financial statements are presented in accordance with the requirements of the Arizona Corporation Commission, Utilities Division, which differ from U.S. generally accepted accounting principles. Accordingly, these financial statements are not designed for those who are not informed about such matters. The supplemental information on pages 4 through 7, 14 through 17, 19, and 23 through 26 contain non-financial information submitted as part of the Utilities Division Annual Report that has not been compiled by us, but was provided by management.

BeachFleischman PC

Tucson, Arizona
January 22, 2014

VOYAGER WATER COMPANY

BALANCE SHEET

SEPTEMBER 30, 2013

(See Independent Accountants' Compilation Report)

Docket No. W-02104A

ASSETS

| | |
|-----------------------------|----------------------------|
| Property and equipment, net | <u>\$ 1,984,058</u> |
| Current assets: | |
| Cash and cash equivalents | 513,022 |
| Accounts receivable | 48,101 |
| Inventories | 1,350 |
| Prepaid expenses | <u>82,150</u> |
| Total current assets | <u>644,623</u> |
| | <u><u>\$ 2,628,681</u></u> |

LIABILITIES AND CAPITALIZATION

| | |
|---|----------------------------|
| Capitalization: | |
| Capital accounts | <u>\$ 567,758</u> |
| Deferred credit: | |
| Advances in aid of construction | 1,306,906 |
| Contributions in aid of construction, net | 573,869 |
| Deferred income taxes | <u>148,000</u> |
| Total deferred credits | <u>2,028,775</u> |
| Current liabilities: | |
| Accounts payable | 3,860 |
| Property taxes payable | 25,152 |
| Other current liabilities | <u>3,136</u> |
| Total current liabilities | <u>32,148</u> |
| | <u><u>\$ 2,628,681</u></u> |

VOYAGER WATER COMPANY

STATEMENT OF INCOME

YEAR ENDED SEPTEMBER 30, 2013

(See Independent Accountants' Compilation Report)

Docket No. W-02104A

| | |
|-------------------------|------------------|
| Metered water revenue | \$ 570,815 |
| Other water revenue | <u>7,404</u> |
| | 578,219 |
| Operating expenses | <u>386,360</u> |
| Operating income | 191,859 |
| Other income (expense): | |
| Interest expense | <u>(243)</u> |
| Income before taxes | 191,616 |
| Income tax expense | <u>97,543</u> |
| Net income | <u>\$ 94,073</u> |

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 | 87,739 | | 87,739 |
| 304 | Structures and Improvements | 8,964 | 5,728 | 3,236 |
| 307 | Wells and Springs | 814,918 | 382,834 | 432,084 |
| 311 | Pumping Equipment | 225,956 | 128,938 | 97,018 |
| 320 | Water Treatment Equipment | 12,424 | 4,454 | 7,970 |
| 330 | Distribution Reservoirs and Standpipes | 440,266 | 333,425 | 106,841 |
| 331 | Transmission and Distribution Mains | 616,329 | 219,422 | 396,907 |
| 333 | Services | 760,016 | 293,901 | 466,115 |
| 334 | Meters and Meter Installations | 392,716 | 140,390 | 252,326 |
| 335 | Hydrants | 152,503 | 51,238 | 101,265 |
| 336 | Backflow Prevention Devices | 2,901 | 1,724 | 1,177 |
| 339 | Other Plant and Misc. Equipment | | | |
| 340 | Office Furniture and Equipment | 20,875 | 5,591 | 15,284 |
| 341 | Transportation Equipment | 21,939 | 5,843 | 16,096 |
| 343 | Tools, Shop and Garage Equipment | | | |
| 344 | Laboratory Equipment | | | |
| 345 | Power Operated Equipment | | | |
| 346 | Communication Equipment | | | |
| 347 | Miscellaneous Equipment | | | |
| 348 | Other Tangible Plant | | | |
| | TOTALS | 3,557,546 | 1,573,488 | 1,984,058 |

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

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 | 87,739 | | |
| 304 | Structures and Improvements | 8,964 | 5% | 448 |
| 307 | Wells and Springs | 814,918 | 5% | 19,684 |
| 311 | Pumping Equipment | 225,956 | 5% | 11,298 |
| 320 | Water Treatment Equipment | 12,424 | 5% | 621 |
| 330 | Distribution Reservoirs and Standpipes | 440,266 | 5% | 22,013 |
| 331 | Transmission and Distribution Mains | 616,329 | 5% | 30,816 |
| 333 | Services | 760,016 | 5% | 38,001 |
| 334 | Meters and Meter Installations | 392,716 | 5% | 19,636 |
| 335 | Hydrants | 152,503 | 5% | 7,625 |
| 336 | Backflow Prevention Devices | 2,901 | 5% | 145 |
| 339 | Other Plant and Misc. Equipment | | | |
| 340 | Office Furniture and Equipment | 20,875 | 5% | 1,044 |
| 341 | Transportation Equipment | 21,939 | 5% | 1,097 |
| 343 | Tools, Shop and Garage Equipment | | | |
| 344 | Laboratory Equipment | | | |
| 345 | Power Operated Equipment | | | |
| 346 | Communication Equipment | | | |
| 347 | Miscellaneous Equipment | | | |
| 348 | Other Tangible Plant | | | |
| | TOTALS | 3,557,546 | | 152,428 |

This amount (less current year amortization of Contributions in Aid of Construction) goes on the Comparative Statement of Income and Expense Acct. No. 403.

** ½ year convention on depreciation (½ year depreciation on new assets, ½ year on retirements)

BALANCE SHEET

| Acct No. | | BALANCE AT BEGINNING OF YEAR 09/30/12 | BALANCE AT END OF YEAR 09/30/13 |
|----------|---|---------------------------------------|---------------------------------|
| | ASSETS | | |
| | CURRENT AND ACCRUED ASSETS | | |
| 131 | Cash | \$522,351 | \$513,022 |
| 134 | Working Funds | | |
| 135 | Temporary Cash Investments | | |
| 141 | Customer Accounts Receivable | 48,367 | 48,101 |
| 146 | Notes/Receivables from Associated Companies | | |
| 151 | Plant Material and Supplies | 7,145 | 1,350 |
| 162 | Prepayments | 450 | 82,150 |
| 174 | Miscellaneous Current and Accrued Assets | 59 | |
| | TOTAL CURRENT AND ACCRUED ASSETS | \$578,372 | \$644,623 |
| | FIXED ASSETS | | |
| 101 | Utility Plant in Service | \$3,233,363 | \$3,557,546 |
| 103 | Property Held for Future Use | | |
| 105 | Construction Work in Progress | 295,901 | |
| 108 | Accumulated Depreciation – Utility Plant | (1,421,060) | (1,573,488) |
| 121 | Non-Utility Property | | |
| 122 | Accumulated Depreciation – Non Utility | | |
| | TOTAL FIXED ASSETS | \$2,108,204 | \$1,984,058 |
| | TOTAL ASSETS | \$2,686,576 | \$2,628,681 |

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 09/30/13 | BALANCE AT END OF YEAR 09/30/13 |
|-----------|---|---------------------------------------|---------------------------------|
| | LIABILITIES | | |
| | CURRENT LIABILITES | | |
| 231 | Accounts Payable | \$6,270 | \$3,860 |
| 232 | Notes Payable (Current Portion) | 9,912 | |
| 234 | Notes/Accounts Payable to Associated Companies | | |
| 235 | Customer Deposits | | |
| 236 | Accrued Taxes | 61,197 | 25,152 |
| 237 | Accrued Interest | | |
| 241 | Miscellaneous Current and Accrued Liabilities | 28,728 | 3,136 |
| | TOTAL CURRENT LIABILITIES | \$106,107 | \$32,148 |
| | 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 | \$1,326,520 | \$1,306,906 |
| 255 | Accumulated Deferred Investment Tax Credits | | |
| 271 | Contributions in Aid of Construction | 827,859 | 827,859 |
| 272 | Less: Amortization of Contributions | (212,597) | (253,990) |
| 281 | Accumulated Deferred Income Tax | 65,000 | 148,000 |
| | TOTAL DEFERRED CREDITS | \$2,006,782 | \$2,028,775 |
| | TOTAL LIABILITIES | \$2,112,889 | \$2,060,922 |
| | CAPITAL ACCOUNTS | | |
| 201 | Common Stock Issued | \$20,000 | \$20,000 |
| 211 | Paid in Capital in Excess of Par Value | 310,702 | 310,702 |
| 215 | Retained Earnings | 242,985 | 237,056 |
| 218 | Proprietary Capital (Sole Props and Partnerships) | | |
| | TOTAL CAPITAL | \$573,687 | \$567,758 |
| | TOTAL LIABILITIES AND CAPITAL | \$2,686,576 | \$2,628,681 |

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

| Acct. No. | OPERATING REVENUES | PRIOR YEAR Ending 09/30/12 | CURRENT YEAR Ending 09/30/13 |
|------------------|---|---------------------------------------|---|
| 461 | Metered Water Revenue | \$549,181 | \$570,815 |
| 460 | Unmetered Water Revenue | | |
| 474 | Other Water Revenues | 19,625 | 7,404 |
| | TOTAL REVENUES | \$568,806 | \$578,219 |
| | | | |
| | OPERATING EXPENSES | | |
| 601 | Salaries and Wages | | |
| 610 | Purchased Water | | |
| 615 | Purchased Power | \$53,259 | \$60,179 |
| 618 | Chemicals | | |
| 620 | Repairs and Maintenance | 12,908 | 16,374 |
| 621 | Office Supplies and Expense | 11,741 | 9,594 |
| 630 | Outside Services | 136,570 | 133,408 |
| 635 | Water Testing | 840 | 75 |
| 641 | Rents | 4,153 | 4,220 |
| 650 | Transportation Expenses | | |
| 657 | Insurance – General Liability | 2,379 | 3,222 |
| 659 | Insurance - Health and Life | | |
| 666 | Regulatory Commission Expense – Rate Case | | |
| 670 | Bad Debt Expense | 518 | 660 |
| 675 | Miscellaneous Expense | 17,164 | 14,883 |
| 403 | Depreciation Expense | 101,984 | 111,094 |
| 408 | Taxes Other Than Income | | |
| 408.11 | Property Taxes | 29,309 | 32,651 |
| 409 | Income Tax | 90,403 | 97,543 |
| | TOTAL OPERATING EXPENSES | \$461,228 | \$483,903 |
| | | | |
| | OPERATING INCOME/(LOSS) | \$107,578 | \$94,316 |
| | | | |
| | OTHER INCOME/(EXPENSE) | | |
| 419 | Interest and Dividend Income | | |
| 421 | Non-Utility Income | | |
| 426 | Miscellaneous Non-Utility Expenses | | |
| 427 | Interest Expense | \$(1,608) | \$(243) |
| | TOTAL OTHER INCOME/(EXPENSE) | \$(1,608) | \$(243) |
| | | | |
| | NET INCOME/(LOSS) | \$105,970 | \$94,073 |

COMPANY NAME

VOYAGER WATER COMPANY

SUPPLEMENTAL FINANCIAL DATA

Long-Term Debt

| | LOAN #1 | LOAN #2 | LOAN #3 | LOAN #4 |
|------------------------|----------------|----------------|----------------|----------------|
| Date Issued | 03/02/2003 | | | |
| Source of Loan | Bank | | | |
| ACC Decision No. | | | | |
| Reason for Loan | Refinance | | | |
| Dollar Amount Issued | \$139,296 | \$ | \$ | \$ |
| Amount Outstanding | \$0 | \$ | \$ | \$ |
| Date of Maturity | 03/02/2013 | | | |
| Interest Rate | 7.25% | % | % | % |
| Current Year Interest | \$243 | \$ | \$ | \$ |
| Current Year Principle | \$9,912 | \$ | \$ | \$ |

Meter Deposit Balance at Test Year End \$ _____

Meter Deposits Refunded During the Test Year \$ _____

| | |
|------------------------|---|
| COMPANY NAME | VOYAGER WATER COMPANY |
| Name of System: | ADEQ Public Water System Number: |

WATER COMPANY PLANT DESCRIPTION

WELLS

| ADWR ID Number* | Pump Horsepower | Pump Yield (gpm) | Casing Depth (Feet) | Casing Diameter (Inches) | Meter Size (inches) | Year Drilled |
|------------------------|------------------------|-------------------------|----------------------------|---------------------------------|----------------------------|---------------------|
| 55-508553 | 125 | 800 | 440 | 12 | 8 | 1985 |
| 55-563268 | 12 | 700 | 480 | 12 | 6 | 1997 |
| 55-220967 | 75 | 500 | 551 | 12 | 6 | 2012 |
| | | | | | | |
| | | | | | | |
| | | | | | | |

* 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 |
| 15 | 2 | 75 | |
| 30 | 4 | | |
| 10 | 2 | | |
| | | | |

| STORAGE TANKS | | PRESSURE TANKS | |
|----------------------|-----------------|-----------------------|-----------------|
| Capacity | Quantity | Capacity | Quantity |
| 200,000 | 2 | 3,000 | 3 |
| 330,000 | 1 | | |
| | | | |

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

| | |
|------------------------|---|
| COMPANY NAME | VOYAGER WATER COMPANY |
| Name of System: | ADEQ Public Water System Number: |

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

| Size (in inches) | Material | Length (in feet) |
|------------------|----------|------------------|
| 2 | | |
| 3 | | |
| 4 | PVC | 1,231 |
| 5 | | |
| 6 | PVC | 10,408 |
| 8 | PVC | 19,346 |
| 10 | | |
| 12 | PVC | 4,720 |
| | | |
| 6 | AC | 2,925 |
| 8 | DIP | 171 |
| | | |
| | | |

CUSTOMER METERS

| Size (in inches) | Quantity |
|------------------|----------|
| 5/8 X 3/4 | 1,164 |
| 3/4 | |
| 1 | 12 |
| 1 1/2 | 1 |
| 2 | 5 |
| Comp. 3 | |
| Turbo 3 | |
| Comp. 4 | |
| Turbo 4 | 2 |
| Comp. 6 | |
| Turbo 6 | 3 |
| | |
| | |

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

TREATMENT EQUIPMENT: 3 Chlorinators

_____ Continuous Model 3075 PPG

STRUCTURES: Fencing and Walls

OTHER: N/A

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

| | |
|------------------------|---|
| COMPANY NAME: | VOYAGER WATER COMPANY |
| Name of System: | ADEQ Public Water System Number: |

WATER USE DATA SHEET BY MONTH FOR FISCAL YEAR 2013

| MONTH | NUMBER OF CUSTOMERS | GALLONS SOLD (Thousands) | GALLONS PUMPED (Thousands) | GALLONS PURCHASED (Thousands) |
|-----------------|---------------------|--------------------------|----------------------------|-------------------------------|
| OCTOBER | 1244 | 13,037 | 14,047 | |
| NOVEMBER | 1245 | 12,533 | 13,687 | |
| DECEMBER | 1252 | 10,552 | 11,277 | |
| JANUARY | 1257 | 13,314 | 15,383 | |
| FEBRUARY | 1250 | 12,411 | 13,823 | |
| MARCH | 1259 | 12,158 | 12,234 | |
| APRIL | 1271 | 14,608 | 15,631 | |
| MAY | 1260 | 14,220 | 15,750 | |
| JUNE | 1258 | 13,611 | 14,879 | |
| JULY | 1259 | 13,137 | 14,624 | |
| AUGUST | 1257 | 13,609 | 15,115 | |
| SEPTEMBER | 1260 | 11,812 | 12,734 | |
| TOTALS → | | 56,110 | 169,184 | |

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? 1,000 GPM

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: | VOYAGER WATER COMPANY |
| 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 |
|------------------|---|--|--------------|
| OCTOBER | | | |
| NOVEMBER | | | |
| DECEMBER | | | |
| JANUARY | | | |
| FEBRUARY | | | |
| MARCH | | | |
| APRIL | | | |
| MAY | | | |
| JUNE | | | |
| JULY | | | |
| AUGUST | | | |
| SEPTEMBER | | | |
| TOTALS → | | | |

OTHER (description):

PROPERTY TAXES

Amount of actual property taxes paid during Fiscal Year 2013 was: \$ 29,996

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 fiscal year.

If no property taxes paid, explain why. _____

**VERIFICATION
AND
SWORN STATEMENT**
Taxes

RECEIVED

MAR 14 2014

AZ. CORP COMM
Director - Utilities

VERIFICATION

STATE OF _____
I, THE UNDERSIGNED
OF THE

| | |
|--------------------------------|-------------------------------------|
| COUNTY OF (COUNTY NAME) | PIMA |
| NAME (OWNER OR OFFICIAL) TITLE | Richard Gieseler, Controller |
| COMPANY NAME | Voyager Water Company |

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

FOR THE FISCAL YEAR ENDING

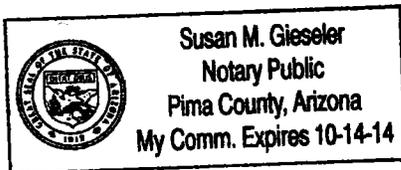
| MONTH | DAY | YEAR |
|-------|-----|------|
| 09 | 30 | 2013 |

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.



[Handwritten Signature]
SIGNATURE OF OWNER OR OFFICIAL
520-574-5002
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 11th DAY OF

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

(SEAL)

[Handwritten Signature]
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES 10/14/14

COMPANY NAME VOYAGER WATER COMPANY YEAR ENDING 09/30/2013

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported \$21,047
Estimated or Actual Federal Tax Liability \$1,150

State Taxable Income Reported \$178,277
Estimated or Actual State Tax Liability \$13,400

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

3-10-14

DATE

Norm Field

PRINTED NAME

CEO

TITLE

VERIFICATION AND SWORN STATEMENT Intrastate Revenues Only

MAR 14 2014

AZ CORP COMM Director - Utilities

VERIFICATION

STATE OF

I, THE UNDERSIGNED

OF THE

Form with fields: COUNTY OF (COUNTY NAME) PIMA, NAME (OWNER OR OFFICIAL) TITLE Richard Gieseler, Controller, COMPANY NAME Voyager Water Company

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

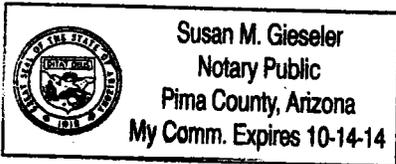
FOR THE YEAR ENDING

Table with columns: MONTH 09, DAY 30, 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

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 FISCAL YEAR 2013 WAS:



Arizona Intrastate Gross Operating Revenues Only (\$) \$ 617,318

(THE AMOUNT IN BOX ABOVE INCLUDES \$ 39,099 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)

Handwritten signature and telephone number 520-574-5002

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 11th DAY OF

(SEAL)

Form with fields: COUNTY NAME Pima, MONTH March, 2014

Handwritten signature of Susan M. Gieseler, Notary Public

MY COMMISSION EXPIRES 10/14/14

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

RECEIVED

MAR 14 2014
AZ CORP COMM
Director - Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

| | |
|---|------------------|
| COUNTY OF (COUNTY NAME) PIMA | |
| NAME (OWNER OR OFFICIAL) Richard Gieseler | TITLE Controller |
| COMPANY NAME Voyager Water Company | |

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

FOR THE YEAR ENDING

| | | |
|-------|-----|------|
| MONTH | DAY | YEAR |
| 09 | 30 | 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 FISCAL YEAR 2013 WAS:

| |
|---|
| ARIZONA INTRASTATE GROSS OPERATING REVENUES |
| \$ <u>344,996</u> |

THE AMOUNT IN BOX AT LEFT INCLUDES \$ 22,871 IN SALES TAXES BILLED, OR COLLECTED

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


SIGNATURE OF OWNER OR OFFICIAL

520-574-5002
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

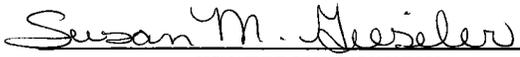
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 11th DAY OF

| | |
|---|-------------|
| NOTARY PUBLIC NAME <u>Susan M. Gieseler</u> | |
| COUNTY NAME <u>Pima</u> | |
| MONTH <u>March</u> | <u>2014</u> |

(SEAL)

MY COMMISSION EXPIRES 10/14/14


SIGNATURE OF NOTARY PUBLIC

