ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

W-04081A
Winchester Water Company, LLC
P. O. Box 85463
Phoenix, AZ 85080

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AZ CORP COMM
Director - Utilities

ANNUAL REPORT
Water

FOR YEAR ENDING

12	31	2013

FOR COMMISSION USE

ANN 04	13

5-2-14

COMPANY INFORMATION

Company Name (Business Name) Winchester Water Company, LLC

Mailing Address P O Box 86453
(Street)

Phoenix AZ 86453
(City) (State) (Zip)

602-578-5220 602-578-5220
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address winchesterwater@yahoo.com

Local Office Mailing Address

Same
(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

☐ **Regulatory Contact:**

☒ **Management Contact:** Phil Auernheimer Managing Partner
(Name) (Title)

5625 W FrierDr. Glendale AZ 85301
(Street) (City) (State) (Zip)

602-578-5220 602-578-5220
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address winchesterwater@yahoo.com

On Site Manager:
(Name)

(Street) (City) (State) (Zip)

Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address

Statutory Agent: Steven D. Keist, PC
(Name)

P O Box 1734 (7508 N 59th Ave.)	Glendale	AZ	85311
(Street)	(City)	(State)	(Zip)

623-937-9799	623-432-9057	
Telephone No. (Include Area Code)	Fax No. (Include Area Code	Cell No. (Include Area Code)

Steven D. Keist, PC

Attorney: _____
(Name)

Same as Above			
(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)**
- ☐ **Partnership (P)**
- ☐ **Bankruptcy (B)**
- ☐ **Receivership (R)**
- ☐ **Other** (Describe)_____
- ☐ **C Corporation (C) (Other than Association/Co-op)**
- ☐ **Subchapter S Corporation (Z)**
- ☐ **Association/Co-op (A)**
- ☒ **Limited Liability Company**

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 Winchester Water Company, LLC

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	326		
304	Structures and Improvements	654	66	588
307	Wells and Springs	6,673	666	6,007
311	Pumping Equipment	12,994	4,566	8,428
320	Water Treatment Equipment	3,331	501	2,830
320.1	Water Treatment Plants			
320.2	Solution Chemical Feeders			
330	Distribution Reservoirs and Standpipes	381	24	357
330.1	Storage Tanks	880	87	793
330.2	Pressure Tanks	407	102	305
331	Transmission and Distribution Mains			
333	Services			
334	Meters and Meter Installations			
335	Hydrants			
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	25,646	6,012	19,634

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

COMPANY NAME Winchester Water Company, LLC

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	326		
304	Structures and Improvements	654	3.33	22
307	Wells and Springs	6,673	3.33	222
311	Pumping Equipment	12,994	12.50	1,624
320	Water Treatment Equipment	3,331	5.00	167
320.1	Water Treatment Plants			
320.2	Solution Chemical Feeders			
330	Distribution Reservoirs and Standpipes	381	2.00	8
330.1	Storage Tanks	880	3.33	29
330.2	Pressure Tanks	407	8.33	34
331	Transmission and Distribution Mains			
333	Services			
334	Meters and Meter Installations			
335	Hydrants			
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	25,646		2,106

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

COMPANY NAME Winchester Water Company, LLC

BALANCE SHEET

Acct No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	$ (1,295)	$ (1,383)
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	6,027	7,313
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets	134	133
	TOTAL CURRENT AND ACCRUED ASSETS	$ 4,866	$ 6,063
	FIXED ASSETS		
101	Utility Plant in Service	$ 24,514	$ 25,646
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	3,906	6,012
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	$ 20,608	$ 19,634
	TOTAL ASSETS	**$** 25,474	**$** 25,697

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

COMPANY NAME Winchester Water Company, LLC

BALANCE SHEET (CONTINUED)

Acct. No.	LIABILITIES	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT LIABILITES		
231	Accounts Payable	$	$
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	548	548
236	Accrued Taxes	687	621
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	$ 1,235	$ 1,169
	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	9,518	7,486
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	$ 9,518	$ 7,486
	TOTAL LIABILITIES	$ 10,753	$ 8,655
	CAPITAL ACCOUNTS		
201	Common Stock Issued	$	$
211	Paid in Capital in Excess of Par Value		5,772
215	Retained Earnings	16,382	26,945
218	Proprietary Capital (Sole Props and Partnerships)	(1,661)	(15,675)
	TOTAL CAPITAL	$ 14,721	$ 17,072
	TOTAL LIABILITIES AND CAPITAL	$ 25,174	$25,697

COMPANY NAME Winchester Water Company, LLC

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	$ 45,074	$ 44,732
460	Unmetered Water Revenue		
474	Other Water Revenues	876	703
	TOTAL REVENUES	$ 45,950	$ 45,435
	OPERATING EXPENSES		
601	Salaries and Wages	$	$
610	Purchased Water		
615	Purchased Power	7,584	7,483
618	Chemicals		
620	Repairs and Maintenance	2,177	3,439
621	Office Supplies and Expense	1,713	1,147
630	Outside Services	16,870	16,556
635	Water Testing	882	382
641	Rents		
650	Transportation Expenses	2,179	1,637
657	Insurance – General Liability		
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	63	104
403	Depreciation Expense	1,953	2,106
408	Taxes Other Than Income		
408.11	Property Taxes	1,062	2,016
409	Income Tax		
	TOTAL OPERATING EXPENSES	$ 34,483	$ 34,871
	OPERATING INCOME/(LOSS)	$	$
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	$	$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses	230	
427	Interest Expense		
	TOTAL OTHER INCOME/(EXPENSE)	$ 230	$
	NET INCOME/(LOSS)	$ 11,237	$ 10,563

COMPANY NAME Winchester Water Company, LLC

SUPPLEMENTAL FINANCIAL DATA
Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.				
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	$ 4,585
Meter Deposits Refunded During the Test Year	$ 1,859

COMPANY NAME Winchester Water Company, LLC	
Name of System: Winchester Water Company	**ADEQ Public Water System Number:** 02-110

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-540012	10	135	300	8		1993
55-202781	20	191	650	8		2004

* 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
5	2	N/A	
5	2		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
5,000	1	2,000	2
11,400	1		
20,000	1		

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

COMPANY NAME Winchester Water Company, LLC	
Name of System: Winchester Water Company	**ADEQ Public Water System Number:02-110**

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2	Plastic	2,900
3	Plastic	1,800
4	Plastic	8,700
5		
6	Plastic	775
8		
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X ¾	131
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: N/A

STRUCTURES:

____Well and tank site fencing 60' X 70'

OTHER:

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

COMPANY NAME: Winchester Water Company, LLC	
Name of System: Winchester Water Company	**ADEQ Public Water System Number:02-110**

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2013

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	131	783	783	
FEBRUARY	131	648	648	
MARCH	131	781	781	
APRIL	131	1,495	1,495	
MAY	131	1,522	1,522	
JUNE	130	1,410	1,410	
JULY	130	1,087	1,087	
AUGUST	130	1,081	1,081	
SEPTEMBER	129	1,110	1,110	
OCTOBER	129	903	903	
NOVEMBER	130	793	793	
DECEMBER	130	783	783	
	TOTALS →	[redacted]	12,396	

What is the level of arsenic for each well on your system? Well 1 .0015 well 2 .002 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 ____hrs

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 (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 data sheets for each system.

COMPANY NAME: Winchester Water Company, LLC	
Name of System: Winchester Water Company	**ADEQ Public Water System Number:02-110**

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 →		[redacted]	0	0

OTHER (description):

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2013 was: $__**2,017**_____

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

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AZ CORP COMM
Director - Utilities

VERIFICATION

STATE OF _A_____

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) Cochise
NAME (OWNER OR OFFICIAL) TITLE Phil Auernheimer Managing Partner
COMPANY NAME Winchester Water Company, LLC

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

602-578-5220
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

COUNTY NAME	Maricopa	
MONTH	April	2014

THIS 9 **DAY OF** April

(SEAL) CONNIE HIMES
Notary Public - Arizona
Maricopa County
My Comm. Expires Dec 29, 2015

MY COMMISSION EXPIRES 12/29/15

SIGNATURE OF NOTARY PUBLIC

COMPANY NAME____Winchester Water Company, LLC_____
YEAR ENDING 12/31/2013

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported	_____N/A_____
Estimated or Actual Federal Tax Liability	_____
State Taxable Income Reported	_____
Estimated or Actual State Tax Liability	_____

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	**DATE**
_____	_____
PRINTED NAME	**TITLE**

RECEIVED
APR 11 2014
AZ CORP COMM
Director - Utilities

VERIFICATION AND SWORN STATEMENT

Intrastate Revenues Only

VERIFICATION

STATE OF Arizona

COUNTY OF (COUNTY NAME)
Cochise
NAME (OWNER OR OFFICIAL) TITLE
Phil Auernheimer
COMPANY NAME
Winchester Water Company, LLC

I, THE UNDERSIGNED

OF THE

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 ($)
$ 44,732

(THE AMOUNT IN BOX ABOVE INCLUDES $ 3,049 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

602-578-5220

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF Maricopa

THIS 9 **DAY OF** April, 2014

(SEAL)

SIGNATURE OF NOTARY PUBLIC

Notary Public - Arizona
Maricopa County
My Comm. Expires Dec 29, 2015

MY COMMISSION EXPIRES 12/29/15

VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
Intrastate Revenues Only

RECEIVED

APR 11 2014

AZ CORP COMM
Director - Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) Cochise	
NAME (OWNER OR OFFICIAL) Phil Auernheimer	**TITLE** Managing Partner
COMPANY NAME Winchester Water Company, LLC	

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

$ 44,732

THE AMOUNT IN BOX AT LEFT INCLUDES $ 3,049 IN SALES TAXES BILLED, OR COLLECTED)

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

SIGNATURE OF OWNER OR OFFICIAL

602-578-5220
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 9 **DAY OF**

NOTARY PUBLIC NAME	Connie Himes
COUNTY NAME	Maricopa
MONTH April	,2014

(SEAL)

MY COMMISSION EXPIRES 12/29/15

SIGNATURE OF NOTARY PUBLIC
CONNIE HIMES
Notary Public - Arizona
Maricopa County
My Comm. Expires Dec 29, 2015