

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

ANNUAL REPORT MAILING LABEL - MAKE CHANGES AS NECESSARY

W-02494A  
ASH CREEK WATER COMPANY  
PO BOX 86205  
Phoenix, AZ 85080

Please click here if pre-printed Company name on this form is not your current Company name or dba name is not included.

Please list current Company name including dba here:  
\_\_\_\_\_

**ANNUAL REPORT**  
**Water**

FOR YEAR ENDING

12	31	2014
----	----	------

FOR COMMISSION USE

ANN 04	14
--------	----

RECEIVED  
JUL 10 2015  
AZ CORP COMM  
Director - Utilities

7-13-15

**COMPANY INFORMATION**

Company Name (Business Name) ASHCREEK WATER COMPANY

Mailing Address PO Box 86205  
Phoenix AZ 85080  
(City) (State) (Zip)

623-302-3239 928 965 8889  
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address gonzalezutilityservices@gmail.com

Local Office Mailing Address Same  
(Street)  
(City) (State) (Zip)

Same  
Local Customer Service Phone No. (Include Area Code) (1-800 or other long distance Customer Service Phone No.)

Email Address Same Website address \_\_\_\_\_

**MANAGEMENT INFORMATION**

Regulatory Contact:

Management Contact: Carol GONZALEZ Manager  
(Name) (Title)

PO Box 86205 Phoenix AZ 85080  
(Street) (City) (State) (Zip)

623-302-3239 928 865 8889  
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address gonzalezutilityservices@gmail.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:** \_\_\_\_\_

(Name)

(Street)

(City)

(State)

(Zip)

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:

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

ASHCREEK WATER COMPANY

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	650	474	176
302	Franchises			
303	Land and Land Rights	15,641		15,641
304	Structures and Improvements	4,406	1,493	2,913
307	Wells and Springs	6,520	2,218	4,302
311	Pumping Equipment	31,256	22,003	9,253
320	Water Treatment Equipment			
320.1	Water Treatment Plants			
320.2	Solution Chemical Feeders			
330	Distribution Reservoirs and Standpipes	1,443	492	951
330.1	Storage Tanks	36,573	8,788	27,785
330.2	Pressure Tanks	277	39	238
331	Transmission and Distribution Mains	140,305	35,016	105,289
333	Services			
334	Meters and Meter Installations	14,799	14,798	1
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	1,700	1,040	660
348	Other Tangible Plant			
	<b>TOTALS</b>	<b>253,570</b>	<b>86,361</b>	<b>167,209</b>

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

COMPANY NAME

ASHCREEK WATER COMPANY

## 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	650	6.62	43
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements	4,406	7.60	335
307	Wells and Springs	6,520	4.00	261
311	Pumping Equipment	13,461	10.69	1,439
320	Water Treatment Equipment			
320.1	Water Treatment Plants			
320.2	Solution Chemical Feeders			
330	Distribution Reservoirs and Standpipes	1,443	4.00	58
330.1	Storage Tanks	36,573	4.00	1,463
330.2	Pressure Tanks	277	4.00	11
331	Transmission and Distribution Mains	140,305	3.96	5,554
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			
	<b>SUBTOTAL</b>			
	<b>LESS CIAC Amortization</b>			
	<b>TOTALS *</b>	203,635	4.50	9,164

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

COMPANY NAME

ASHCREEK WATER COMPANY

**WATER UTILITY BALANCE SHEET**

Acct No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
<b>CURRENT AND ACCRUED ASSETS</b>			
131	Cash	\$ 10,591	\$ 6,728
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	5,787	9,924
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies	2,009	2,009
162	Prepayments		
174	Miscellaneous Current and Accrued Assets	9,703	9,703
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	\$ 28,090	\$ 28,364
<b>FIXED ASSETS</b>			
101	Utility Plant in Service	\$ 161,369	\$ 253,570
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	(27,004)	(85,887)
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility	( 345)	( 474)
	<b>TOTAL FIXED ASSETS</b>	\$ 134,020	\$ 167,209
	<b>TOTAL ASSETS</b>	\$ 162,110	\$ 195,573-

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

COMPANY NAME

ASHCREEK WATER COMPANY

**WATER UTILITY BALANCE SHEET (CONTINUED)**

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>LIABILITIES</b>		
	<b>CURRENT LIABILITES</b>		
231	Accounts Payable	\$	\$ 4,299
232	Notes Payable (Current Portion)	3,966	
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	5,012	5,013
236	Accrued Taxes	2,388	
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities	( 273)	
	<b>TOTAL CURRENT LIABILITIES</b>	\$ 11,093	\$ 9,312
	<b>LONG-TERM DEBT (Over 12 Months)</b>		
224	Long-Term Notes and Bonds	\$ 47,180	\$ 55,599
	<b>DEFERRED CREDITS</b>		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction	2,521	3,346
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	( 76,383)	5,000
272	Less: Amortization of Contributions	67,686	
281	Accumulated Deferred Income Tax		
	<b>TOTAL DEFERRED CREDITS</b>	\$ ( 6,177)	\$ 8,346
	<b>TOTAL LIABILITIES</b>	\$ 52,097	\$ 73,257
	<b>CAPITAL ACCOUNTS</b>		
201	Common Stock Issued	\$	\$
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings		122,316
218	Proprietary Capital (Sole Props and Partnerships)	110,013	
	<b>TOTAL CAPITAL</b>	\$ 110,013	\$ 122,316
	<b>TOTAL LIABILITIES AND CAPITAL</b>	\$ 162,110	\$ 195,573

COMPANY NAME

ASHCREEK WATER COMPANY

**WATER UTILITY COMPARATIVE STATEMENT OF INCOME AND EXPENSE**

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 48,021	\$ 55,589
460	Unmetered Water Revenue	1,035	
474	Other Water Revenues	311	
	<b>TOTAL REVENUES</b>	\$ 49,367	\$ 55,589
	<b>OPERATING EXPENSES</b>		
601	Salaries and Wages	\$ 14,028	\$ 656
610	Purchased Water		
615	Purchased Power	2,237	2,218
618	Chemicals		
620	Repairs and Maintenance	(66)	4,784
621	Office Supplies and Expense	828	237
630	Outside Services	1,800	24,183
635	Water Testing	1,751	2,190
641	Rents		
650	Transportation Expenses	4,099	
657	Insurance - General Liability	1,994	1,049
659	Insurance - Health and Life		
666	Regulatory Commission Expense - Rate Case		
675	Miscellaneous Expense	2,445	895
403	Depreciation Expense	5,605	9,164
408	Taxes Other Than Income		3,049
408.11	Property Taxes	2,670	3,471
409	Income Tax	900	
	<b>TOTAL OPERATING EXPENSES</b>	\$ 38,291	\$ 51,896
	<b>OPERATING INCOME/(LOSS)</b>	\$ 11,076	\$ 3,693
	<b>OTHER INCOME/(EXPENSE)</b>		
419	Interest and Dividend Income	\$ 3	\$ 2
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses	1,845	
427	Interest Expense	1,666	2,280
	<b>TOTAL OTHER INCOME/(EXPENSE)</b>	\$ (3,508)	\$ (2,278)
	<b>NET INCOME/(LOSS)</b>	\$ 7,568	\$ 1,415

COMPANY NAME

ASH CREEK WATER COMPANY

**SUPPLEMENTAL FINANCIAL DATA**

**Long-Term Debt**

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	3/1/08			
Source of Loan	WIFA			
ACC Decision No.				
Reason for Loan	Construction			
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$ 55,599	\$	\$	\$
Date of Maturity	8/1/27			
Interest Rate	2.775%	%	%	%
Current Year Interest	\$ 1,552	\$	\$	\$
Current Year Principle	\$ 3,564	\$	\$	\$

Meter Deposit Balance at Test Year End

\$ 5,012

Meter Deposits Refunded During the Test Year

\$

COMPANY NAME	ASHCREEK WATER COMPANY
Name of System:	ADEQ Public Water System Number

**WATER UTILITY PLANT DESCRIPTION**

**WELLS**

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
621755	1	21	191	8	2	
621786	3	35	170	6	2	

\* 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

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
20,000	1		

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

<b>COMPANY NAME</b>	<i>ASHCREEK WATER COMPANY</i>
<b>Name of System:</b>	<b>ADEQ Public Water System Number:</b>

**WATER UTILITY PLANT DESCRIPTION (CONTINUED)**

**MAINS**

Size (in inches)	Material	Length (in feet)
2		
3		
4	PVC	5 miles
5		
6		
8		
10		
12		

**CUSTOMER METERS**

Size (in inches)	Quantity
5/8 X 3/4	107
3/4	
1	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:**

---

---

---

---

---

---

---

---

**STRUCTURES:**

---

---

---

---

---

---

---

---

**OTHER:**

---

---

---

---

---

---

---

---

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

COMPANY NAME:	ASHCREEK WATER COMPANY
Name of System:	ADEQ Public Water System Number:

**WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2014**

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	110	542940		
FEBRUARY	109	560450		
MARCH	108	759321		
APRIL	108	759321		
MAY	109	657516		
JUNE	107	765423		
JULY	105	1078854		
AUGUST	105	940767		
SEPTEMBER	106	746129		
OCTOBER	105	687880		
NOVEMBER	104	749781		
DECEMBER	104	600731		
<b>TOTALS →</b>		<b>7360299</b>		

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? \_\_\_\_\_ 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.***

<b>COMPANY NAME:</b>	<i>ASHCREEK WATER COMPANY</i>
<b>Name of System:</b>	<b>ADEQ Public Water System Number:</b>

**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				
<b>TOTALS →</b>				

OTHER (description):

---

---

---

---

---

---

---

---

COMPANY NAME ASH CREEK WATER COMPANY YEAR ENDING 12/31/2014

**PROPERTY TAXES**

Amount of actual property taxes paid during Calendar Year 2014 was: \$ 3,471

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  
JUL 10 2015  
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>Carol Gonzalez</u>
COMPANY NAME	<u>ASHCREEK WATER COMPANY</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>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

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.

Carol Gonzalez

SIGNATURE OF OWNER OR OFFICIAL

928 865 8889

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

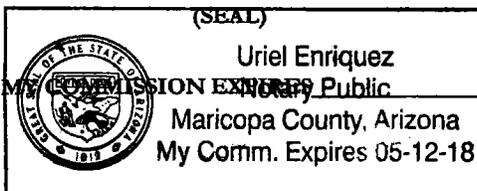
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

9<sup>th</sup>

DAY OF

COUNTY NAME	<u>MARICOPA</u>	
MONTH	<u>JULY</u>	<u>2015</u>



[Signature]  
SIGNATURE OF NOTARY PUBLIC

VERIFICATION  
AND  
SWORN STATEMENT  
Intrastate Revenues Only

RECEIVED

JUL 10 2015

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>Carol Gonzalez</u>
COMPANY NAME	<u>ASHCREEK WATER COMPANY</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 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>\$ 55,589</u>

(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)

Carol Gonzalez  
 \_\_\_\_\_  
 SIGNATURE OF OWNER OR OFFICIAL  
928 865 8889  
 \_\_\_\_\_  
 TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

COUNTY NAME	<u>MARICOPA</u>	
MONTH	<u>JULY</u>	<u>.2015</u>

THIS 9th DAY OF



Uriel Enriquez  
Notary Public  
Maricopa County, Arizona  
My Comm. Expires 05-12-18

Uriel Enriquez  
 \_\_\_\_\_  
 SIGNATURE OF NOTARY PUBLIC

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

RECEIVED

JUL 10 2015

ACC UTILITIES DIRECTOR

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	
NAME (OWNER OR OFFICIAL)	TITLE
COMPANY NAME	

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 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>55,589</u>

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.

*Carol Grzely*  
\_\_\_\_\_  
SIGNATURE OF OWNER OR OFFICIAL  
928 865 8889  
\_\_\_\_\_  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

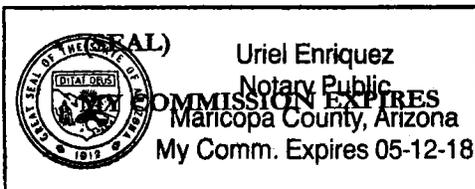
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

9 <sup>th</sup>
-----------------

DAY OF

NOTARY PUBLIC NAME	Uriel Enriquez	
COUNTY NAME	MARICOPA	
MONTH	JULY	2015



05-12-18

*Uriel Enriquez*  
\_\_\_\_\_  
SIGNATURE OF NOTARY PUBLIC