

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

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

**W-02113A**

Chaparral City Water Company  
12021 N. Panorama Drive  
Fountain Hills, AZ 85268

RECEIVED

APR 15 2015

AZ CORP COMM  
Director - Utilities

**ANNUAL REPORT**  
**Water**

**FOR YEAR ENDING**

<b>12</b>	<b>31</b>	<b>2014</b>
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FOR COMMISSION USE

<b>ANN 04</b>	<b>14</b>
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A-16-15

## COMPANY INFORMATION

**Company Name (Business Name)** Chaparral City Water Company

Mailing Address 12021 N. Panorama Drive

(Street)

Fountain Hills

(City)

AZ

(State)

85268

(Zip)

(480) 837-3411

Telephone No. (Include Area Code)

(480) 837-5310

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Email Address gbarber@epcor.com

**Local Office Mailing Address** 12021 N. Panorama Drive

(Street)

Fountain Hills

(City)

AZ

(State)

85268

(Zip)

(480) 837-3411

Local Office Telephone No. (Include Area Code)

(480) 837-5310

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Email Address gbarber@epcor.com

## MANAGEMENT INFORMATION

**Regulatory Contact:**

**Management Contact:**

Sheryl Hubbard

(Name)

Director, Regulatory & Rates

(Title)

2355 W. Pinnacle Peak Road, Suite 300

(Street)

Phoenix

(City)

AZ

(State)

85027

(Zip)

(623) 445-2414

Telephone No. (Include Area Code)

(623) 445-2451

Fax No. (Include Area Code)

(602) 402-0684

Cell No. (Include Area Code)

Email Address shubbard@epcor.com

**On Site Manager:** Don Long

(Name)

12021 N. Panorama Drive

(Street)

Fountain Hills

(City)

AZ

(State)

85268

(Zip)

(480) 837-3411

Telephone No. (Include Area Code)

(480) 837-5310

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Email Address: dlong3@epcor.com

**Statutory Agent:** United States Corporation Company  
(Name)

2338 West Royal Palm Road Phoenix AZ 85022  
(Street) (City) (State) (Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

**Attorney:** Martin Stanek  
(Name)

2355 W. Pinnacle Peak Road, Suite 300 Phoenix AZ 85027  
(Street) (City) (State) (Zip)

(623) 445-2427 N/A N/A  
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

**Email**

**Address** mstanek@epcor.com

### 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

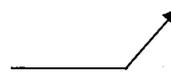
Check the box below for the county/ies in which you are certificated to provide service:

- |                                     |  |                                   |
|-------------------------------------|--|-----------------------------------|
| <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 checked="" type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE   |
| <input type="checkbox"/> NAVAJO     | <input type="checkbox"/> PIMA                | <input type="checkbox"/> PINAL    |
| <input type="checkbox"/> SANTA CRUZ | <input type="checkbox"/> YAVAPAI             | <input type="checkbox"/> YUMA     |
| <input type="checkbox"/> STATEWIDE  |  |                                   |

**UTILITY PLANT IN SERVICE**

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	0	-	0
302	Franchises	0	-	0
303	Land and Land Rights	1,554,591	-	1,554,591
304	Structures and Improvements	1,916,979	839,279	1,077,700
305	Collecting and Impounding Reservoirs	998,886	719,081	279,805
307	Wells and Springs	338,704	13,609	325,096
308	Infiltration Galleries	0	-	0
309	Supply Mains	2,341,548	1,569,835	771,713
310	Power Production Equipment	0	-	0
311	Pumping Equipment	6,246,902	6,283,014	-36,113
320	Water Treatment Equipment	7,834,254	1,829,778	6,004,476
330	Distribution Reservoirs and Standpipes	5,562,593	1,773,497	3,789,095
331	Transmission and Distribution Mains	25,288,954	9,236,924	16,052,030
332	Fire Mains	0	-	0
333	Services	12,114,117	3,254,076	8,860,041
334	Meters and Meter Installations	3,222,906	2,813,437	409,469
335	Hydrants	2,133,537	473,323	1,660,215
336	Backflow Prevention Devices	0	-	0
339	Other Plant and Misc. Equipment	652,533	122,297	530,236
340	Office Furniture and Equipment	332,846	269,905	62,941
341	Transportation Equipment	553,658	457,171	96,487
342	Stores Equipment	0	-	0
343	Tools, Shop and Garage Equipment	469,281	124,122	345,160
344	Laboratory Equipment	0	-	0
345	Power Operated Equipment	0	-	0
346	Communication Equipment	281,429	68,777	212,652
347	Miscellaneous Equipment	0	-	0
348	Other Tangible Plant	0	-	0
	Reg Asset AFUDC Debt	0	-	0
	<b>TOTALS</b>	<b>71,843,718</b>	<b>29,848,126</b>	<b>41,995,593</b>

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



**COMPANY NAME:**

Chaparral City Water Company

**CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR**

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	0	0.00%	0
302	Franchises	0	0.00%	0
303	Land and Land Rights	1,554,591	0.00%	0
304	Structures and Improvements	1,916,979	3.33%	64,769
305	Collecting and Impounding	998,886	2.50%	24,972
307	Wells and Springs	338,704	3.33%	15,955
309	Supply Mains	2,341,548	2.00%	46,831
311	Pumping Equipment	6,246,902	12.50%	541,801
320	Water Treatment Equipment	7,834,254	3.33%	286,015
330	Distribution Reservoirs and Standpipes	5,562,593	2.22%	132,570
331	Transmission and Distribution Mains	25,288,954	2.00%	505,795
333	Services	12,114,117	3.33%	420,462
334	Meters and Meter Installations	3,222,906	8.33%	281,464
335	Hydrants	2,133,537	2.00%	42,198
339	Other Plant and Misc. Equipment	652,533	6.67%	15,669
340	Office Furniture and Equipment	332,846	6.67%	22,142
341	Transportation Equipment	553,658	20.14%	78,776
343	Tools, Shop and Garage Equipment	469,281	5.00%	20,856
344	Laboratory Equipment	0	0.00%	0
345	Power Operated Equipment	0	5.00%	0
346	Communication Equipment	281,429	10.00%	25,451
347	Miscellaneous Equipment	0	10.00%	0
348	Other Tangible Plant	0	0.00%	0
	Reg Asset AFUDC Debt	0		0
	<b>TOTALS</b>	<b>71,843,718</b>		<b>2,525,727</b>
	CIAC Amortization:			(520,628)
	Other Amortization:			(100,765)
	<b>Net Depreciation &amp; Amortization ( Acct. No. 403)*</b>			<b>\$1,904,333</b>

Note: \*

(1) Depreciation expense is net of CIAC amortization

**BALANCE SHEET (CONTINUED)**

Acct. No.	LIABILITIES	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
<b>CURRENT LIABILITES</b>			
231	Accounts Payable	\$419,565	\$767,089
232	Notes Payable (Current Portion)	405,000	\$430,000
234	Notes/Accounts Payable to Associated Companies	1,787,067	\$897,038
236	Accrued Taxes	-	\$0
237	Accrued Interest	22,147	\$16,051
241	Miscellaneous Current and Accrued Liabilities	214,369	\$222,897
	<b>TOTAL CURRENT LIABILITIES</b>	<b>\$2,848,148</b>	<b>\$2,333,075</b>
<b>LONG-TERM DEBT (Over 12 Months)</b>			
224	Long-Term Notes and Bonds	\$4,140,000	\$3,710,000
<b>DEFERRED CREDITS</b>			
251	Unamortized Premium on Debt	-	\$0
235	Customer Deposits	108,125	\$73,417
252	Advances in Aid of Construction	2,885,092	\$2,707,561
255	Accumulated Deferred Investment Tax Credits	-	\$0
271	Contributions in Aid of Construction	16,278,886	\$16,458,403
272	Less: Amortization of Contributions	(2,928,339)	(\$3,448,967)
281	Accumulated Deferred Income Tax	-	\$0
253	Other Credits	449,184	\$392,550
	<b>TOTAL DEFERRED CREDITS</b>	<b>\$16,792,948</b>	<b>\$16,182,964</b>
	<b>TOTAL LIABILITIES</b>	<b>\$23,781,096</b>	<b>\$22,226,039</b>
<b>CAPITAL ACCOUNTS</b>			
201	Common Stock Issued	\$4,603,140	\$4,603,140
211	Paid in Capital in Excess of Par Value	4,047,492	\$19,006,566
215	Retained Earnings	17,789,725	\$5,157,624
218	Proprietary Capital (Sole Props and Partnerships)	-	\$0
	<b>TOTAL CAPITAL</b>	<b>\$26,440,357</b>	<b>\$28,767,330</b>
	<b>TOTAL LIABILITIES AND CAPITAL</b>	<b>\$50,221,453</b>	<b>\$50,993,369</b>

**COMPANY NAME:**

Chaparral City Water Company

**BALANCE SHEET**

Acct. No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash	\$47,561	\$40,316
134	Working Funds	-	\$0
135	Temporary Cash Investments	-	\$0
141	Customer Accounts Receivable	417,447	\$433,265
146	Notes/Receivables from Associated Companies	-	\$0
151	Plant Material and Supplies	11,193	\$198,631
162	Prepayments	274,333	\$306,087
174	Miscellaneous Current and Accrued Assets	7,307,910	\$6,576,630
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	<b>\$8,058,444</b>	<b>\$7,554,929</b>
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service	\$69,164,644	\$71,843,718
103	Property Held for Future Use	-	\$0
105	Construction Work in Progress	996,814	\$1,442,848
108	Accumulated Depreciation - Utility Plant	(27,998,449)	(\$29,848,126)
121	Non-Utility Property	-	\$0
122	Accumulated Depreciation - Non Utility	-	\$0
	<b>TOTAL FIXED ASSETS</b>	<b>\$42,163,009</b>	<b>\$43,438,440</b>
	<b>TOTAL ASSETS</b>	<b>\$50,221,453</b>	<b>\$50,993,369</b>

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

**WATER COMPARATIVE STATEMENT OF INCOME AND EXPENSE**

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$8,782,298	\$9,508,856
460	Unmetered Water Revenue	-	\$0
474	Other Water Revenues	131,749	\$96,599
	<b>TOTAL REVENUES</b>	<b>\$8,914,047</b>	<b>\$9,605,455</b>
	<b>OPERATING EXPENSES</b>		
601	Salaries and Wages	\$1,107,361	\$ 1,065,827
610	Purchased Water	1,058,337	\$508,124
615	Purchased Power	621,861	\$679,043
618	Chemicals	117,865	\$110,484
620	Repairs and Maintenance	99,743	\$147,379
621	Office Supplies and Expense	365	\$8
630	Outside Services	249,524	\$251,148
635	Water Testing	-	\$0
641	Rents	1,197	\$634
650	Transportation Expenses	125,365	\$115,449
657	Insurance - General Liability	86,746	\$104,166
659	Insurance - Health and Life	250,224	\$334,483
666	Regulatory Commission Expense - Rate Case	-	\$55,665
675	Miscellaneous Expense	1,167,746	\$1,065,537
403	Depreciation Expense	1,992,876	\$1,904,333
408	Taxes Other Than Income	62,656	\$65,072
408.11	Property Taxes	256,629	\$242,047
409	Income Tax	819,261	\$688,907
414	Gain on settlement for removal of wells	-	\$0
	<b>TOTAL OPERATING EXPENSES</b>	<b>\$8,017,757</b>	<b>\$7,338,306</b>
	<b>OPERATING INCOME/(LOSS)</b>	<b>\$896,290</b>	<b>\$2,267,149</b>
	<b>OTHER INCOME/(EXPENSE)</b>		
419	Interest and Dividend Income	\$7	\$0
421	Non-Utility Income	-	\$0
426	Miscellaneous Non-Utility Expenses	-	\$0
427	Interest Expense	(305,557)	(\$223,237)
	<b>TOTAL OTHER INCOME/(EXPENSE)</b>	<b>(\$305,550)</b>	<b>(\$223,237)</b>
	<b>NET INCOME/(LOSS)</b>	<b>\$590,740</b>	<b>\$2,043,912</b>

<b>COMPANY NAME</b>	Chaparral City Water Company
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**SUPPLEMENTAL FINANCIAL DATA**  
**Long-Term Debt**

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	4/15/2014			
Source of Loan	EPCOR Water (USA), Inc.			
ACC Decision No.	74388			
Reason for Loan				
Dollar Amount Issued	\$ 4,545,000			
Amount Outstanding	\$ 3,710,000			
Date of Maturity	12/1/2022			
Interest Rate	4.565%			
Current Year Interest	\$ 207,479			
Current Year Principle	\$ 430,000			

Meter Deposit Balance at Test Year End	\$76,931
Meter Deposits Refunded During the Test Year	<u>\$39,782</u>

<b>COMPANY NAME</b> Chaparral City Water Company
<b>Name of System:</b> ADEQ Public Water System Number: 07-017

**WATER COMPANY PLANT DESCRIPTION**

**WELLS**

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
**55-640784 (Well #8)	N/A	1,500	725	10 ¾	8	1970
**55-604785 (Well #9)	N/A	1,180	765	350-20/415-16	10	1970
55-604786 (Well #10)	350	1,100	738	450-20/288-16	10	1970
55-604787 (Well #11)	250	1,100	768	300-20/468-16	10	1972

\* Arizona Department of Water Resources Identification Number

\*\* Not in Service

**OTHER WATER SOURCES**

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
CAP Water Treatment Plant II	10,417	1,898,737
Well #10	1,100	2,760

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
40	5	1,600	N/A
60	2		
75	7		
100 & 125	4		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
3.5	1	10,000	2
1.5	1	5,000	2
1.25	4	3,000	1
0.5 or less	3		

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

<b>COMPANY NAME</b>	<b>Chaparral City Water Company</b>
<b>Name of System:</b>	<b>ADEQ Public Water System Number: 07-017</b>

**WATER COMPANY PLANT DESCRIPTION (CONTINUED)**

**MAINS**

Size (in inches)	Material	Length (in feet)
1	Various	160
2	Various	549
3	Various	197
4	Various	42,617
5		
6	Various	468,788
8	Various	351,038
10	Various	3,467
12	Various	204,310
16	Various	37,087
24	Various	13,266
<b>Undetermined</b>		42,237

**CUSTOMER METERS**

Size (in inches)	Quantity
<b>5/8 X 3/4</b>	
3/4	8,685
1	4,829
1 -1/2	180
2	177
3	277
4	9
6	3
<b>TOTAL</b>	14,160

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

**TREATMENT EQUIPMENT:**

Three 5 MGD capacity modules utilizing contact clarification-filtration process which consists of one adsorption clarifier and two granular media filters. Positive displacement pumps used to feed Aluminum chlorohydrate which is used as a primary coagulant and cationic polymer as a coagulant aid. Sodium hypochlorite used for disinfection.

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**STRUCTURES:**

Treatment process modules (aka WTP 2), administration building, on site generator, on site 3.5 MG Raw Water storage reservoir. Eight off site reservoir/booster stations.

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**OTHER:**

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

COMPANY NAME: Chaparral City Water Company

Name of System:

ADEQ Public Water System Number: 07-017

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

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	13,628	119,671	1,333	131,970
FEBRUARY	13,635	117,520	319	125,453
MARCH	13,631	107,505	0	141,094
APRIL	13,652	125,471	98	153,476
MAY	13,664	149,508	28	170,746
JUNE	13,647	157,588	11	191,601
JULY	13,652	172,058	0	190,623
AUGUST	13,645	164,686	0	177,589
SEPTEMBER	13,644	155,811	47	160,971
OCTOBER	13,636	138,885	0	166,510
NOVEMBER	13,590	125,527	924	158,038
DECEMBER	13,654	120,027	0	130,666
TOTALS →		1,654,257	2,760	1,898,737

What is the level of arsenic for each well on your system? Well # 10 (55-604786) - 0.0096 mg/l  
(If more than one well, please list each separately.)

If system has fire hydrants, what is the fire flow requirement? 1,500 GPM 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: 250

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

**COMPANY NAME: Chaparral City Water Company**

**Name of System:**

**ADEQ Public Water System Number: 07-017**

**UTILITY SHUTOFFS / DISCONNECTS**

<b>MONTH</b>	<b>Termination without Notice R14-2-410.B</b>	<b>Termination with Notice R14-2-410.C</b>	<b>OTHER</b>
<b>JANUARY</b>		79	
<b>FEBRUARY</b>		45	
<b>MARCH</b>		70	
<b>APRIL</b>		64	
<b>MAY</b>		52	
<b>JUNE</b>		93	
<b>JULY</b>		71	
<b>AUGUST</b>		51	
<b>SEPTEMBER</b>		42	
<b>OCTOBER</b>		53	
<b>NOVEMBER</b>		40	
<b>DECEMBER</b>		69	
<b>TOTALS →</b>		729	

OTHER (description):

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**PROPERTY TAXES**

Amount of actual property taxes paid during Calendar Year 2014 was: \$ **249,354.33**

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

**VERIFICATION**

STATE OF Arizona  
I, THE UNDERSIGNED  
OF THE

COUNTY OF (COUNTY NAME) <b>Maricopa</b>
NAME (OWNER OR OFFICIAL) TITLE <b>Greg Barber, Controller</b>
COMPANY NAME <b>Chaparral City Water Company</b>

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	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**

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.

*Greg Barber*  
SIGNATURE OF OWNER OR OFFICIAL  
(623) 445-2451  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

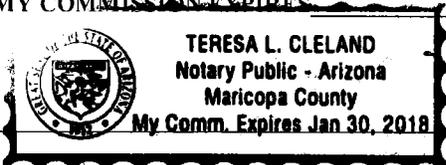
THIS 15th DAY OF

COUNTY NAME <u>Maricopa</u>	
MONTH <u>April</u>	2015__

(SEAL)

*Teresa L. Cleland*  
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES



COMPANY NAME Chaparral City Water Company YEAR ENDING 12/31/2014

**INCOME TAXES**

For this reporting period, provide the following:

Federal Taxable Income Reported	\$902,302
Estimated or Actual Federal Tax Liability	\$ 0

State Taxable Income Reported	\$902,302
Estimated or Actual State Tax Liability	\$ 0

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances	\$5,500
Amount of Gross-Up Tax Collected	\$ 0
Total Grossed-Up Contributions/Advances	\$5,500

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

4/15/15  
DATE

Greg Barber  
PRINTED NAME

Controller  
TITLE

**VERIFICATION  
AND  
SWORN STATEMENT  
Intrastate Revenues Only**

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	<b>Maricopa</b>
NAME (OWNER OR OFFICIAL) TITLE	<b>Greg Barber, Controller</b>
COMPANY NAME	<b>Chaparral City Water Company</b>

**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 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 (\$)
\$10,425,473

(THE AMOUNT IN BOX ABOVE  
INCLUDES \$ 820,018  
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  
(623) 445-2414  
\_\_\_\_\_  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

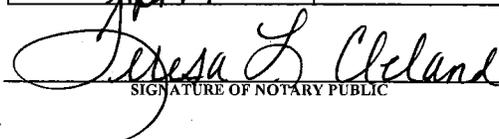
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 15th DAY OF

COUNTY NAME	<u>Maricopa</u>	
MONTH	<u>April</u>	.2015

(SEAL)

MY COMMISSION EXPIRES  
**TERESA L. CLELAND**  
Notary Public - Arizona  
Maricopa County  
My Comm. Expires Jan 30, 2018

  
\_\_\_\_\_  
SIGNATURE OF NOTARY PUBLIC

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

**VERIFICATION**

**STATE OF ARIZONA**

**I, THE UNDERSIGNED**

**OF THE**

COUNTY OF (COUNTY NAME)		
Maricopa		
NAME (OWNER OR OFFICIAL)	Greg Barber	TITLE Controller
COMPANY NAME Chaparral City Water Company		

**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
\$8,538,322

THE AMOUNT IN BOX AT LEFT  
INCLUDES \$ 671,584  
IN SALES TAXES BILLED, OR COLLECTED)

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

*Greg Barber*  
\_\_\_\_\_  
SIGNATURE OF OWNER OR OFFICIAL

(623) 445-2414  
\_\_\_\_\_  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

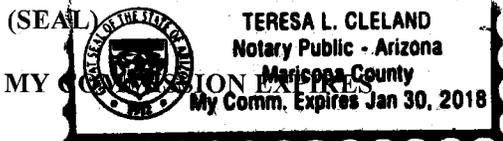
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

15th

DAY OF

NOTARY PUBLIC NAME <i>Teresa L. Cleland</i>	
COUNTY NAME <i>Maricopa</i>	
MONTH <i>April</i>	, 2015



*Teresa L. Cleland*  
\_\_\_\_\_  
SIGNATURE OF NOTARY PUBLIC