

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

W—4106A
Cibola Mutual Water Company, Inc.
RR2, Box 77
Cibola, AZ 85328

RECEIVED

MAY 19 2015

AZ CORP COMM
Director - Utilities

ANNUAL REPORT
Water

FOR YEAR ENDING

12	31	2014
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FOR COMMISSION USE

ANN 04	14
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5-19-15

COMPANY INFORMATION

Company Name (Business Name) Cibola Mutual Water Company, Inc.

Mailing Address RR2, Box 77
(Street)

Cibola AZ 85328
(City) (State) (Zip)

928-857-3506 928-857-1057
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address _____

Local Office Mailing Address Same as above
(Street)

(City) (State) (Zip)

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

Email Address cibolamutualwater@hotmail.com

MANAGEMENT INFORMATION

Regulatory Contact:

Management Contact: Dave Grundy General Manager
(Name) (Title)

RR2, Box 77 Cibola AZ 85328
(Street) (City) (State) (Zip)

928-857-3506
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address _____

On Site Manager: Same
(Name)

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

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

Email Address _____

Statutory Agent: <u>Dave Grundy</u>			
	(Name)	(Title)	
<u>RR2, Box 77 5948 Levee Rd.</u>	<u>Cibola</u>	<u>AZ</u>	<u>85328</u>
(Street)	(City)	(State)	(Zip)
<u>928-857-3506</u>			
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
Attorney: <u>Ledbetter Law Firm</u>			
	(Name)		
<u>1003 N. Main St.</u>	<u>Cottonwood</u>	<u>AZ</u>	<u>85326</u>
(Street)	(City)	(State)	(Zip)
<u>928-649-8777</u>			
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
Email Address <u>www.ledbetter-law.com</u>			

OWNERSHIP INFORMATION

Check the following box that applies to your company:

- | | |
|--|---|
| <input type="checkbox"/> Sole Proprietor (S) | <input 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 checked="" type="checkbox"/> Other (Describe) <u>Non-profit</u> | |

COUNTIES SERVED

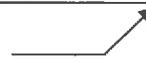
Check the box below for the county/ies in which you are certificated to provide service:

- | | | |
|--|-----------------------------------|-----------------------------------|
| <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 checked="" type="checkbox"/> LA PAZ | <input type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE |
| <input type="checkbox"/> NAVAJO | <input type="checkbox"/> PIMA | <input type="checkbox"/> LA PAZ |
| <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	223134	---	223134
302	Franchises			
303	Land and Land Rights	9045	---	9045
304	Structures and Improvements	574967	70977	503990
307	Wells and Springs	248000	37024	210976
311	Pumping Equipment	136000	81727	54273
320	Water Treatment Equipment			
320.1	Water Treatment Plants	588261	90328	497933
320.2	Solution Chemical Feeders	51700	31020	20680
330	Distribution Reservoirs and Standpipes			
330.1	Storage Tanks	35000	17470	17530
330.2	Pressure Tanks	458000	68700	389300
331	Transmission and Distribution Mains	2004414	179996	1824418
333	Services	81515	12168	69347
334	Meters and Meter Installations	142633	52372	90261
335	Hydrants	260300	23375	236925
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	83433	24184	59249
340	Office Furniture and Equipment	10131	3019	7112
340.1	Computers & Software			
341	Transportation Equipment	18116	15942	2174
343	Tools, Shop and Garage Equipment	5449	1218	4231
344	Laboratory Equipment	390000	173550	216450
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	5320098	883070	4437028

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	223134		
302	Franchises			
303	Land and Land Rights	9045		
304	Structures and Improvements	574967	3.33%	19146
307	Wells and Springs	248000	3.33%	8258
311	Pumping Equipment	136000	12.50%	17000
320	Water Treatment Equipment			
320.1	Water Treatment Plants	588261	3.33%	19589
320.2	Solution Chemical Feeders	51700	20.00%	10340
330	Distribution Reservoirs and Standpipes			
330.1	Storage Tanks	35000	2.22%	777
330.2	Pressure Tanks	458000	5.00%	22900
331	Transmission and Distribution Mains	2004414	2.00%	40088
333	Services	81515	3.33%	2714
334	Meters and Meter Installations	142633	8.33%	11881
335	Hydrants	260300	2.00%	5206
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	83433	6.67%	5565
340	Office Furniture and Equipment	10131	6/67%	676
340.1	Computers & Software			
341	Transportation Equipment	18116	20.00%	3623
343	Tools, Shop and Garage Equipment	5449	5.00%	272
344	Laboratory Equipment	390000	10.00%	39000
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	SUBTOTAL			207035
	LESS CIAC Amortization			193186
	TOTALS*	5320098		13849

*This amount goes on the Comparative Statement of Income and Expense Acct. No. 403
See Accountant's Compilation Report.

BALANCE SHEET

Acct No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$580	\$1584
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	2435	12674
7577	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$3015	\$14258
	FIXED ASSETS		
101	Utility Plant in Service	\$5320098	\$5320098
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	(676035)	(883070)
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$4644063	\$4437028
	TOTAL ASSETS	\$4647078	\$4451286

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
	LIABILITIES		
	CURRENT LIABILITIES		
231	Accounts Payable	\$35711	\$24643
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	124403	124403
236	Accrued Taxes	2936	2702
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$163050	\$151748
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$333488	\$332164
	DEFERRED CREDITS		
251	Unamortized Premium on Debt		
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	4948642	4948642
272	Less: Amortization of Contributions	(587858)	(781044)
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$4360784	\$4167598
	TOTAL LIABILITIES	\$4857322	\$4651510
	CAPITAL ACCOUNTS		
201	Common Stock Issued		
211	Paid in Capital in Excess of Par Value	\$5705	\$5705
215	Retained Earnings	(215949)	(205929)
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$(210244)	\$(200224)
	TOTAL LIABILITIES AND CAPITAL	\$4647078	\$4451286

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$93963	\$120540
460	Unmetered Water Revenue		
474	Other Water Revenues	1286	492
	TOTAL REVENUES	\$95249	\$121032
	OPERATING EXPENSES		
601	Salaries and Wages	\$47735	\$48400
610	Purchased Water		
615	Purchased Power	10580	10822
618	Chemicals	2640	1934
620	Repairs and Maintenance	10974	4559
621	Office Supplies and Expense	6330	7502
630	Outside Services	8350	2700
635	Water Testing	4927	2700
641	Rents	500	500
650	Transportation Expenses	2828	1048
657	Insurance – General Liability	7218	4658
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense		
403	Depreciation Expense	13849	13849
408	Taxes Other Than Income	4635	4363
408.11	Property Taxes	3055	1545
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$123621	\$104580
	OPERATING INCOME/(LOSS)	\$(28372)	\$16452
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income		
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	(15416)	(6432)
	TOTAL OTHER INCOME/(EXPENSE)	\$(15416)	\$(6432)
	NET INCOME/(LOSS)	\$(43788)	\$10020

SUPPLEMENTAL FINANCIAL DATA
Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	7/17/09	7/17/09		
Source of Loan	USDA-RD	USDA-RD		
ACC Decision No.				
Reason for Loan	Build System	Build System		
Dollar Amount Issued	\$200000	\$142610		
Amount Outstanding	\$193912	\$138252		
Date of Maturity	7/17/49	7/17/49		
Interest Rate	4.5%	4.5%	%	%
Current Year Interest	\$2900	\$2068		
Current Year Principle	\$772	\$552		

Meter Deposit Balance at Test Year End	<u>\$ 124403</u>
Meter Deposits Refunded During the Test Year	<u>\$</u>

COMPANY NAME Cibola Mutual Water Company, Inc.

Name of System:

ADEQ Public Water System Number: 15123

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
Surface—Colorado River		

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
2-10 HP	2	64	
1-100 HP	1		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
10000	1	1550	1
168000	1		

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

COMPANY NAME Cibola Mutual Water Company, Inc.

Name of System:

ADEQ Public Water System Number: 15123

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2		
3		
4		
5		
6		
8	C-900 150 PVC	32220
10		
12	C-900 150 PVC	19680
2		
3		
4		
6		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	
3/4	158
1	6
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:

2-Intake Pumps 1.5 HP	1-100-HP Booster Pump
2-Ultra Filtration Units	2-10 HP Booster Pumps
Chlorinating System	1-Pressure Tank 1550 gal.
100,000 Reservoir	
168,000 Reservoir	
4,000 Compensating Tank	

STRUCTURES:

Office Building	
Electrical Building	
Chlorination Building	
Intake Platform	

OTHER:

Distribution Lines	
64 Fire Hydrants	
Generator	

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

COMPANY NAME: Cibola Mutual Water Company, Inc.

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	155	423	908	
FEBRUARY	155	398	831	
MARCH	159	417	934	
APRIL	158	553	1239	
MAY	159	540	996	
JUNE	158	773	1361	
JULY	157	722	1391	
AUGUST	156	727	1375	
SEPTEMBER	156	599	929	
OCTOBER	157	425	817	
NOVEMBER	157	394	860	
DECEMBER	155	290	708	
TOTALS →		6261	12349	

What is the level of arsenic for each well on your system? No wells 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.

COMPANY NAME: Cibola Mutual Water Company, Inc.

Name of System: Cibola Mutual Water Company, Inc

ADEQ Public Water System Number: 15123

UTILITY SHUTOFFS / DISCONNECTS

MONTH	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	OTHER
JANUARY			
FEBRUARY			
MARCH			
APRIL		1	
MAY			
JUNE		1	
JULY		1	
AUGUST		1	
SEPTEMBER			
OCTOBER			
NOVEMBER			
DECEMBER		2	
TOTALS →		6	---

OTHER (description):

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2014 was: \$ \$4105.23

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

MAY 19 2015

AZ CORP COMM
Director - Utilities

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)	La Paz
NAME (OWNER OR OFFICIAL) TITLE	Dave Grundy, Manager
COMPANY NAME	Cibola Mutual Water Company, Inc.

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.

Dave Grundy

 SIGNATURE OF OWNER OR OFFICIAL
 928-857-3506

 TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 15th DAY OF

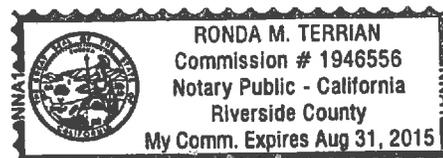
COUNTY NAME	Riverside	
MONTH	MAY	2015

(SEAL)

Ronda M. Terrian

 SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES 08/31/2015



See Accountant's Compilation Report.

COMPANY NAME Cibola Mutual Water Company, Inc. YEAR ENDING 12/31/2014

RECEIVED

MAY 19 2015

AZ CORP COMM
Director - Utilities

VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)	La Paz
NAME (OWNER OR OFFICIAL) TITLE	Dave Grundy, Manager
COMPANY NAME	Cibola Mutual Water Company, Inc.

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 ()
\$ <u>128783</u>

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 7751
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)

Dave Grundy
SIGNATURE OF OWNER OR OFFICIAL

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 15th DAY OF

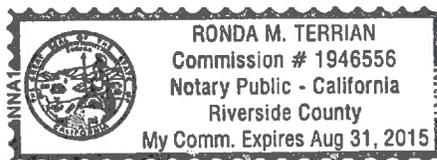
(SEAL)

COUNTY NAME	Riverside	
MONTH	MAY	.20 <u>15</u>

Ronda M. Terrian
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES 08/31/2015

See Accountant's Compilation Report



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

RECEIVED

MAY 19 2015

AZ CORP COMM
Director - Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	La Paz
NAME (OWNER OR OFFICIAL)	Dave Grundy, Manager
COMPANY NAME	Cibola Mutual Water Company, Inc.

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>126391</u>

THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 7582
IN SALES TAXES BILLED, OR COLLECTED)

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

Dave Grundy

SIGNATURE OF OWNER OR OFFICIAL

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>Ronda M. Terrian</i>	
COUNTY NAME	
<i>Riverside</i>	
MONTH	YEAR
<i>MAY</i>	<i>.2015</i>

(SEAL)

MY COMMISSION EXPIRES *08/31/2015*

Ronda M. Terrian

SIGNATURE OF NOTARY PUBLIC

See Accountant's Compilation Report.

