

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

W-02034A

Cienega Water Company
7804 Riverside Drive
Parker, AZ 85344

RECEIVED

APR 22 2015

AZ CORP COMM
Director - Utilities

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
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FOR COMMISSION USE

ANN 04	14
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A-27-15

COMPANY INFORMATION

Company Name (Business Name) <u>Cienega Water Company, Inc.</u>		
Mailing Address: <u>7804 Riverside Drive</u>		
(Street)		
<u>Parker,</u>	<u>Arizona</u>	<u>85344</u>
(City)	(State)	(Zip)
<u>928-667-3346</u>	<u>928-667-2084</u>	<u>714-206-5363</u>
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)
Email Address: <u>Cienegawater@yahoo.com</u>		
Local Office Mailing Address: <u>7804 Riverside Drive</u>		
(Street)		
<u>Parker</u>	<u>Arizona</u>	<u>85344</u>
(City)	(State)	(Zip)
<u>928-667-3346</u>		
Local Customer Service Phone No. (Include Area Code)	(1-800 or other long distance Customer Service Phone No.)	
Email Address <u>Cienegawater@yahoo.com</u> Website address _____		

MANAGEMENT INFORMATION

<input type="checkbox"/> Regulatory Contact:		
<input type="checkbox"/> Management Contact: <u>Debra Kilgore</u> <u>Vice President</u>		
(Name) (Title)		
<u>7804 Riverside Drive</u>	<u>Parker</u>	<u>AZ</u> <u>85344</u>
(Street)	(City)	(State) (Zip)
<u>928-667-3346</u>	<u>928-667-2085</u>	<u>714-330-5665</u>
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)
Email Address: <u>Cienegawater@yahoo.com</u>		
On Site Manager: <u>Brandon Kilgore</u>		
(Name)		
<u>7804 Riverside Drive</u>	<u>Parker</u>	<u>Arizona</u> <u>85344</u>
(Street)	(City)	(State) (Zip)
928-667-3346	928-667-2085	714-206-5363
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)
Email Address: <u>Bkilgore23@yahoo.com</u>		

Statutory Agent: Eleanor Stephan

(Name)

PO Box 3518

(Street)

Parker

(City)

Arizona

(State)

85344

(Zip)

928-667-2590

Telephone No. (Include Area Code)

928-667-2085

Fax No. (Include Area Code)

928-916-0254

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:

- | | |
|--|---|
| <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 checked="" type="checkbox"/> LA PAZ | <input 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 | | |

COMPANY NAME: CIENEGA WATER COMPANY, INC.

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			
304	Structures and Improvements			
307	Wells and Springs	32600	18104	14496
311	Pumping Equipment			
320	Water Treatment Equipment			
320.1	Water Treatment Plants			
320.2	Solution Chemical Feeders			
330	Distribution Reservoirs and Standpipes			
330.1	Storage Tanks	39204	23701	15503
330.2	Pressure Tanks			
331	Transmission and Distribution Mains	61812	37368	24444
333	Services	20637	12476	8161
334	Meters and Meter Installations	17880	16129	1751
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	3545	2143	1402
340	Office Furniture and Equipment	5395	5395	0
340.1	Computers & Software			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment	2408	2408	0
344	Laboratory Equipment			
345	Power Operated Equipment	12155	5105	7050
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	195636	122829	72807

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

COMPANY NAME: CIENEGA WATER COMPANY, INC.

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			
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements			
307	Wells and Springs	32600	2.17%	707
311	Pumping Equipment			
320	Water Treatment Equipment			
320.1	Water Treatment Plants			
320.2	Solution Chemical Feeders			
330	Distribution Reservoirs and Standpipes			
330.1	Storage Tanks	39204	2.73%	1069
330.2	Pressure Tanks			
331	Transmission and Distribution Mains	61812	2.73%	1686
333	Services	20637	2.73%	563
334	Meters and Meter Installations	17880	3.71%	662
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	3545	2.73%	97
340	Office Furniture and Equipment			
340.1	Computers & Software			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment	2408	0%	0
344	Laboratory Equipment			
345	Power Operated Equipment	12155	4%	486
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	SUBTOTAL			
	LESS CIAC Amortization			
	TOTALS *	195636		5270

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

WATER UTILITY BALANCE SHEET

Acct No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 23704	\$ 42783
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable		
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 23704	\$ 42783
	FIXED ASSETS		
101	Utility Plant in Service	\$195636	\$ 195636
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	(122829)	(128101)
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 72807	\$ 67535
	TOTAL ASSETS	\$ 96511	\$ 110318

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

WATER UTILITY BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITES		
231	Accounts Payable	\$	\$
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits		
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities	2310	2310
	TOTAL CURRENT LIABILITIES	\$ 2310	\$ 2310
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ 173445	\$ 173289
	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		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$	\$
	TOTAL LIABILITIES	\$	\$
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 5700	\$ 5700
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	(79814)	(68671)
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$	\$
	TOTAL LIABILITIES AND CAPITAL	\$ 96511	\$ 110318

WATER UTILITY COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 26420	\$ 31113
460	Unmetered Water Revenue		
474	Other Water Revenues		
	TOTAL REVENUES	\$ 26420	\$ 31113
	OPERATING EXPENSES		
601	Salaries and Wages	\$	\$
610	Purchased Water		
615	Purchased Power		
618	Chemicals		
620	Repairs and Maintenance	2165	510
621	Office Supplies and Expense	2710	1315
630	Outside Services		
635	Water Testing	4562	1618
641	Rents		
650	Transportation Expenses		
657	Insurance – General Liability		
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense		
403	Depreciation Expense	5270	5270
408	Taxes Other Than Income	2826	2125
408.11	Property Taxes	832	1018
409	Income Tax	50	50
	TOTAL OPERATING EXPENSES	\$18415	\$11906
	OPERATING INCOME/(LOSS)	\$ 8005	\$19207
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	5727	2983
	TOTAL OTHER INCOME/(EXPENSE)	\$ 5727	\$ 2983
	NET INCOME/(LOSS)	\$ 2278	\$ 16224

SUPPLEMENTAL FINANCIAL DATA
Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	07-01-02			
Source of Loan	Private			
ACC Decision No.	63751 Plus Sml Add			
Reason for Loan	Reconstruct & Replacement			
Dollar Amount Issued	\$ 146553	\$	\$	\$
Amount Outstanding	\$ 102848	\$	\$	\$
Date of Maturity	6-3-24			
Interest Rate	7.00%	%	%	%
Current Year Interest	\$2983	\$	\$	\$
Current Year Principle	\$2466	\$	\$	\$

Meter Deposit Balance at Test Year End	\$ 0
Meter Deposits Refunded During the Test Year	\$ 0

COMPANY NAME: CIENEGA WATER COMPANY, INC.

Name of System:

ADEQ Public Water System Number: AZ0415-002

WATER UTILITY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
617676	1	6-7	96	6	2	1959
617677	1	6-7	95	10	1 ½	1960

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
N/A		

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
N/A			

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
5,000	4		

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

COMPANY NAME: CIENEGA WATER COMPANY, INC.

Name of System: ADEQ Public Water System Number: AZ 0415-002

WATER UTILITY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2	PVC	1370
3	PVC	3190
4	PVC	1120
5		
6		
8		
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	68
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:

Stenner Chemical feed pump for chlorination

STRUCTURES:

Each well has a 6ft metal shed around panel and rod iron fence enclosure.

OTHER:

Digital Telemetry, solar panels

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

COMPANY NAME: CIENEGA WATER COMPANY, INC.	
Name of System:	ADEQ Public Water System Number: AZ 0415-002

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2014

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	58	144	171	
FEBRUARY	56	140	153	
MARCH	56	150	161	
APRIL	55	159	165	
MAY	58	232	251	
JUNE	56	128	150	
JULY	56	190	209	
AUGUST	57	153	167	
SEPTEMBER	56	142	150	
OCTOBER	57	131	146	
NOVEMBER	57	126	137	
DECEMBER	57	131	144	
TOTALS →		1826	2004	

What is the level of arsenic for each well on your system? 0.004 mg/l- both Well 2 & Well 3
(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

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: CIENEGA WATER COMPANY, INC.	
Name of System:	ADEQ Public Water System Number: AZ 0415-002

UTILITY SHUTOFFS / DISCONNECTS

MONTH	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	OTHER
JANUARY		0	
FEBRUARY		2	
MARCH		1	
APRIL		2	
MAY		0	
JUNE		2	
JULY		0	
AUGUST		1	
SEPTEMBER		2	
OCTOBER		0	
NOVEMBER		0	
DECEMBER		0	
TOTALS →		10	

OTHER (description):

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2014 was: \$ **1018**

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

APR 22 2015

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED
OF THE

<small>COUNTY OF (COUNTY NAME)</small>	LA PAZ
<small>NAME (OWNER OR OFFICIAL) TITLE</small>	Debra R Kilgore - Vice President
<small>COMPANY NAME</small>	Cienega Water Company, Inc.

AZ CORP COMM
Director - Utilities

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

FOR THE YEAR ENDING

<small>MONTH</small>	<small>DAY</small>	<small>YEAR</small>
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.

Debra R Kilgore

SIGNATURE OF OWNER OR OFFICIAL

4/21/2015

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

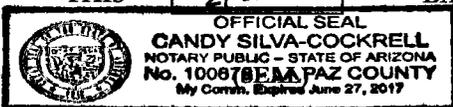
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

Candy Silva Cockrell

COUNTY NAME

THIS 21st DAY OF April

<small>COUNTY NAME</small> LA PAZ
<small>MONTH</small> <u>April 21</u> <small>YEAR</small> <u>2015</u>



Candy Silva-Cockrell

SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES 6.27.2017

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

RECEIVED

APR 22 2015

AZ CORP COMM
Director - Utilities

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) LaPaz
NAME (OWNER OR OFFICIAL) TITLE Debra R Kilgore - Vice President
COMPANY NAME Cienega 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>31113</u>
--

(THE AMOUNT IN BOX ABOVE INCLUDES \$ 2125 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)**

Debra R Kilgore

SIGNATURE OF OWNER OR OFFICIAL
(928) 667-3346

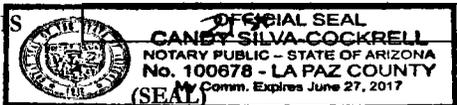
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

COUNTY NAME <u>La Paz</u>	
MONTH <u>April</u>	.20 <u>15</u>

THIS DAY OF



Candy S. Cockrell

SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES 6-27-2017

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

RECEIVED
APR 22 2015
AZ CORP COMM
Director - Utilities

VERIFICATION

STATE OF ARIZONA

COUNTY OF (COUNTY NAME)	La Paz	
NAME (OWNER OR OFFICIAL)	Debra R Kilgore	TITLE V.P.
COMPANY NAME	Cienega Water Co. Inc.	

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	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>31,113</u>

THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 2,125
IN SALES TAXES BILLED, OR COLLECTED)

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


SIGNATURE OF OWNER OR OFFICIAL
(928) 667-3346
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

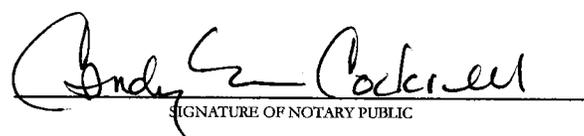
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 21st DAY OF

NOTARY PUBLIC NAME	
ANDY SILVA COCKRELL	
COUNTY NAME	
La Paz	
MONTH	2015
April	



MY COMMISSION EXPIRES 6-27-2017


SIGNATURE OF NOTARY PUBLIC