

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

**ANNUAL REPORT MAILING LABEL - MAKE CHANGES AS NECESSARY**

W-02304A

Community Water Company of Green Valley  
1501 S. La Canada  
Green Valley, AZ 85622-1600

RECEIVED  
APR 14 2015  
ACC UTILITIES DIRECTOR

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 |
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4-16-15

## COMPANY INFORMATION

|   |   |  |
|---|---|--|
| <b>Company Name (Business Name)</b> <u>Community Water of Green Valley</u>          |   |  |
| <b>Mailing Address</b> <u>1501 S La Canada Dr</u><br><small>(Street)</small>        |   |  |
| <u>Green Valley</u><br><small>(City)</small>  | <u>AZ</u><br><small>(State)</small>                                 | <u>85622-1600</u><br><small>(Zip)</small>                        |
| <u>(520) 625-8409</u><br><small>Telephone No. (Include Area Code)</small>           | <u>(520) 625-1951</u><br><small>Fax No. (Include Area Code)</small> | <br><small>Cell No. (Include Area Code)</small>                  |
| <b>Email Address</b> <u>arturo@communitywater.com</u>                               |   |  |
| <b>Local Office Mailing Address</b> <u>same as above</u><br><small>(Street)</small> |   |  |
| <br><small>(City)</small>   | <br><small>(State)</small>  | <br><small>(Zip)</small>   |
| <b>Local Customer Service Phone No. (Include Area Code)</b>                         |   | <b>(1-800 or other long distance Customer Service Phone No.)</b> |
| <b>Email Address</b> _____  |   | <b>Website address</b> <u>www.communitywater.com</u>             |

## MANAGEMENT INFORMATION

|  |   |   |                                      |
|--|---|---|--------------------------------------|
| <input type="checkbox"/> <b>Regulatory Contact:</b>  |   |   |                                      |
| <input checked="" type="checkbox"/> <b>Management Contact:</b> <u>Arturo R. Gabaldon</u> <span style="float: right;"><u>President</u></span> |   |   |                                      |
| <br><small>(Name)</small>  |   | <br><small>(Title)</small>                      |                                      |
| <u>1501 S La Canada Dr</u><br><small>(Street)</small>  | <u>Green Valley</u><br><small>(City)</small>                        | <u>AZ</u><br><small>(State)</small>             | <u>85622</u><br><small>(Zip)</small> |
| <u>(520) 625-8409</u><br><small>Telephone No. (Include Area Code)</small>  | <u>(520) 625-1951</u><br><small>Fax No. (Include Area Code)</small> | <br><small>Cell No. (Include Area Code)</small> |                                      |
| <b>Email Address</b> <u>arturo@communitywater.com</u>  |   |   |                                      |
| <b>On Site Manager:</b> <u>Same as above</u><br><small>(Name)</small>  |   |   |                                      |
| <br><small>(Street)</small>  | <br><small>(City)</small>   | <br><small>(State)</small>                      | <br><small>(Zip)</small>             |
| <b>Telephone No. (Include Area Code)</b>   |   | <b>Fax No. (Include Area Code)</b>              |                                      |
| <br><small>Cell No. (Include Area Code)</small>  |   |   |                                      |
| <b>Email Address</b> _____   |   |   |                                      |

**Statutory Agent:** Arturo R. Gabaldon

(Name)

1501 S La Canada Dr

(Street)

Green Valley

(City)

AZ

(State)

85622

(Zip)

(520) 625-8409

Telephone No. (Include Area Code)

(520) 625-1951

Fax No. (Include Area Code)

Cell No. (Include Area Code)

**Attorney:** Jason Gellman

(Name)

400 East Van Buren, Suite 1900

(Street)

Phoenix

(City)

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(State)

85004

(Zip)

(602) 382-6349

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Fax No. (Include Area Code)

Cell No. (Include Area Code)

**Email Address** kgellman@swlaw.com

### 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: Community Water Company of Green Valley**

**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                      |                    |                               |                       |
| 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                          |                    |                               |                       |
| 330.2     | Pressure Tanks                         |                    |                               |                       |
| 331       | Transmission and Distribution Mains    |                    |                               |                       |
| 333       | Services                               |                    |                               |                       |
| 334       | Meters and Meter Installations         | SEE EXHIBIT A      |                               |                       |
| 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>TOTALS</b>                          |                    |                               |                       |

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

**COMPANY NAME: Community Water Company of Green Valley**

**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                      |                   |                             |                              |
| 311       | Pumping Equipment                      |                   |                             |                              |
| 320       | Water Treatment Equipment              | SEE EXHIBIT A     |                             |                              |
| 320.1     | Water Treatment Plants                 |                   |                             |                              |
| 320.2     | Solution Chemical Feeders              |                   |                             |                              |
| 330       | Distribution Reservoirs and Standpipes |                   |                             |                              |
| 330.1     | Storage Tanks                          |                   |                             |                              |
| 330.2     | Pressure Tanks                         |                   |                             |                              |
| 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                   |                   |                             |                              |
|           | <b>SUBTOTAL</b>                        |                   |                             |                              |
|           | <b>LESS CIAC Amortization</b>          |                   |                             |                              |
|           | <b>TOTALS *</b>                        |                   |                             |                              |

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

EXHIBIT A

| ACC<br>Acct # | DESCRIPTION                           | COST<br>12/31/2014 | ACC<br>Rates | Expense<br>2014 | ACC DEPR<br>COST | OCLD<br>(OC - AD) |
|---------------|---------------------------------------|--------------------|--------------|-----------------|------------------|-------------------|
| 301           | Organization                          | 47,863.07          | 0.00%        | 0.00            | 47,587.98        | 275.09            |
| 302           | Franchise                             | 243.65             | 0.00%        | 0.00            | 135.66           | 107.99            |
| 303           | Other Source of Supply Land           | 102,700.64         | 0.00%        | 0.00            | 0.00             | 102,700.64        |
| 307           | Wells                                 | 2,013,049.10       | 3.33%        | 67,034.54       | 490,687.49       | 1,522,361.61      |
| 303           | Pumping Land                          | 219.77             | 0.00%        | 0.00            | 0.00             | 219.77            |
| 304.1         | Pumping Structure                     | 30,695.20          | 3.33%        | 1,022.15        | 6,836.09         | 23,859.11         |
| 311           | Pumping Equip Electr                  | 3,289,327.14       | 12.50%       | 410,580.69      | 3,005,845.76     | 283,481.38        |
| 311.1         | Pumping Equip Gas                     | 118,493.99         | 12.50%       | 5,188.09        | 118,493.99       | 0.00              |
| 304.2         | Water Treatment Struct                | 141,261.27         | 3.33%        | 4,704.00        | 41,995.73        | 99,265.54         |
| 320           | Water Treatment Equip                 | 4,440,526.91       | 3.33%        | 147,566.94      | 1,013,145.88     | 3,427,381.03      |
| 330           | Tanks Reservoirs                      | 946,545.22         | 2.22%        | 22,325.17       | 424,270.04       | 522,275.18        |
| 331           | Mains                                 | 19,123,696.97      | 2.00%        | 380,500.40      | 6,168,943.82     | 12,954,753.15     |
|               | Fire Sprinkler Taps                   | 332,173.76         | 3.33%        | 10,711.03       | 139,883.06       | 192,290.70        |
| 333           | Services                              | 4,696,522.37       | 3.33%        | 154,202.77      | 1,860,196.17     | 2,836,326.20      |
| 334           | Meters                                | 1,600,133.22       | 8.33%        | 124,913.45      | 510,645.79       | 1,089,487.43      |
| 335           | Hydrants                              | 2,031,664.49       | 2.00%        | 40,346.30       | 697,555.47       | 1,334,109.02      |
| 303           | Land- Ware house Well #7              | 45,101.94          | 0.00%        | 0.00            | 0.00             | 45,101.94         |
| 339           | #4 Warehouse & La Canada booster      | 22,975.68          | 6.67%        | 1,532.48        | 21,332.14        | 1,643.54          |
| 339           | Office Building                       | 384,619.88         | 6.67%        | 25,654.15       | 323,835.01       | 60,784.87         |
| 339           | Warehouse Ward Lane                   | 175,585.48         | 6.67%        | 11,715.11       | 156,710.78       | 18,874.70         |
| 303           | Land Purchase Office Building         | 22,567.00          | 0.00%        | 0.00            | 0.00             | 22,567.00         |
| 340           | Office Furniture & Equip              | 151,618.00         | 6.67%        | 10,040.21       | 67,531.96        | 84,086.04         |
|               | Office Equip Burroughs                | 0.00               | 0.00%        | 0.00            | -7,500.81        | 7,500.81          |
| 342           | Stores Equipment                      | 2,441.14           | 4.00%        | 97.65           | 1,701.75         | 739.39            |
| 343           | Tools Etc.                            | 103,018.28         | 5.00%        | 5,150.91        | 38,303.85        | 64,714.43         |
| 344           | Laboratory Equipment                  | 12,000.00          | 10.00%       | 1,200.00        | 9,050.00         | 2,950.00          |
| 345           | Power Operated Equipment              | 136,512.43         | 5.00%        | 5,331.21        | 31,957.03        | 104,555.40        |
| 346           | Communication Equipment               | 124,655.84         | 10.00%       | 12,172.77       | 70,152.92        | 54,502.92         |
| 348           | Safety Equipment                      | 12,938.46          | 10.00%       | 683.85          | 1,246.74         | 11,691.72         |
| 340.1         | Office Equip Computer                 | 608,761.49         | 20.00%       | 117,998.60      | 334,223.83       | 274,537.66        |
|               | Depr 111-10                           | 40,717,912.39      |              | 1,560,672.46    | 15,574,768.12    | 25,143,144.27     |
| 341.1         | Backhoe                               | 149,438.98         | 5.00%        | 6,415.45        | 113,594.52       | 35,844.46         |
|               | Depr 111-30                           | 40,867,351.37      |              | 1,567,087.92    | 15,688,362.65    | 25,178,988.72     |
| 341           | Vehicles                              | 442,463.72         | 20.00%       | 26,082.09       | 442,463.71       | 0.01              |
|               | Depr 111-20                           | 41,309,815.09      |              | 1,593,170.00    | 16,130,826.36    | 25,178,988.73     |
|               | CWC(North) Plant Acq Adj              | 437,109.00         |              | 0.00            | 437,109.00       | 0.00              |
|               | Plant Acquisition Adj (Deprec 118-00) | 628,542.94         |              | 15,516.00       | 574,699.37       | 53,843.57         |
|               |                                       | 42,375,467.03      |              | 1,608,686.00    | 17,142,634.73    | 25,232,832.30     |
|               | Less Depr in CWIP(% of Veh & Backhoe) |                    |              | 8,019.38        |                  |                   |
|               | Less CIAC Amortization                |                    |              | 664,130.62      |                  |                   |
|               | Total (ACC # 403)                     |                    |              | 936,536.00      |                  |                   |

**WATER UTILITY BALANCE SHEET**

| <b>ACCT<br/>NO</b>                           | <b>BALANCE AT<br/>BEGINNING OF<br/>YEAR</b> | <b>BALANCE AT<br/>END OF YEAR</b> |
|--|---|-----------------------------------|
| <b>Balance Sheet</b>                         |   |                                   |
| <b>Assets</b>                                |   |                                   |
| <b>Current and Accrued Assets</b>            |   |                                   |
| 131 Cash                                     | 659,956                                     | 708,449                           |
| 135 Temporary Cash Investments               | 1,418,163                                   | 1,887,160                         |
| 141 Customer Accounts Receivable             | 297,007                                     | 269,870                           |
| 151 Plant Material and Supplies              | 40,905                                      | 39,073                            |
| 162 Prepayments                              | 26,006                                      | 49,152                            |
| 174 Miscellaneous Current and Accrued Assets | 469,050                                     | 340,621                           |
| <b>Total Current and Accrued Assets</b>      | <b>2,911,087</b>                            | <b>3,294,326</b>                  |
| <b>Fixed Assets</b>                          |   |                                   |
| 101 Utility Plant in Service                 | 41,700,475                                  | 42,375,467                        |
| 105 Construction Work in Progress            | 14,963                                      | 276,813                           |
| 108 Accumulated Depreciation - Utility Plant | (15,719,369)                                | (17,142,635)                      |
| 121 Non-Utility Property                     | 1,938,412                                   | 2,561,562                         |
| <b>Total Fixed Assets</b>                    | <b>27,934,481</b>                           | <b>28,071,207</b>                 |
| <b>Total Assets</b>                          | <b>30,845,568</b>                           | <b>31,365,533</b>                 |

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

**WATER UTILITY BALANCE SHEET (CONTINUED)**

| <b>ACCT NO</b> |  | <b>BALANCE AT<br/>BEGINNING OF<br/>YEAR</b> | <b>BALANCE AT<br/>END OF YEAR</b> |
|----------------|--|---|-----------------------------------|
|                | <b>Liabilities</b>                                 |   |                                   |
|                | <b>Current Liabilities</b>                         |   |                                   |
| 231            | Accounts Payable                                   | 110,709.00                                  | 153,135.71                        |
| 232            | Notes Payable (Current Portion)                    | 2,236,291.00                                | 66,534.21                         |
| 236            | Accrued Taxes                                      | 98,827.00                                   | 111,155.95                        |
| 237            | Accrued Interest                                   | 3,960.00                                    | 2,806.95                          |
| 241            | Miscellaneous Current and Accrued Liabilities      | 247,256.00                                  | 257,303.13                        |
|                | <b>Total Current Liabilities</b>                   | <b>2,697,043.00</b>                         | <b>590,935.95</b>                 |
| 224            | <b>Long-Term Debt (Over 12 Months)</b>             | <b>0.00</b>                                 | <b>2,335,673.73</b>               |
|                | <b>Deferred Credits</b>                            |   |                                   |
| 251            | Unamortized Premium on Debt (Maintenance Reserves) | 145,177.00                                  | 222,529.00                        |
| 252            | Advances in Aid of Construction                    | 7,392,319.00                                | 7,383,569.14                      |
| 271            | Contributions in Aid of Construction               | 16,620,132.00                               | 16,784,117.53                     |
| 272            | Less: Amortization of Contributions                | -4,744,789.00                               | -5,408,920.08                     |
|                | Maintenance Reserves                               | 0.00  | 201,062.61                        |
|                | <b>Total Deferred Credits</b>                      | <b>19,412,839.00</b>                        | <b>19,182,358.20</b>              |
|                | <b>Total Liabilities</b>                           | <b>22,109,882.00</b>                        | <b>22,108,967.88</b>              |
|                | <b>Capital Accounts</b>                            |   |                                   |
| 201            | Common Stock Issued                                | 48,010.00                                   | 48,010.29                         |
| 211            | Paid-in-Capital in Excess of Par Value             | 8,687,676.00                                | 9,208,554.85                      |
|                | <b>Total Capital</b>                               | <b>8,735,686.00</b>                         | <b>9,256,565.14</b>               |
|                | <b>Total Liabilities and Capital</b>               | <b>30,845,568.00</b>                        | <b>31,365,533.02</b>              |

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

**ACCT NO** **Prior Year** **Current Year**

**Comparative Statement of Income and Expense**

|                             |   |                  |
|-----------------------------|---|------------------|
| <b>Operating Revenues</b>   |   |                  |
| 461                         | Meter Water Revenue                       | 3,738,092        |
| 460                         | Unmetered Water Revenue                   | 29,739           |
| 474                         | Other Water Revenue                       | 65,330           |
|                             | <b>Total Revenues</b>                     | <b>3,833,161</b> |
| <b>Operating Expenses</b>   |   |                  |
| 601                         | Salaries and Wages                        | 868,656          |
| 615                         | Purchased Power                           | 227,206          |
| 618                         | Chemicals                                 | 36,130           |
| 620                         | Repair and Maintenance                    | 87,671           |
| 621                         | Office Supplies and Expense               | 4,275            |
| 630                         | Outside Services                          | 281,659          |
| 635                         | Water Testing                             | 19,577           |
| 641                         | Rents                                     | 2,119            |
| 650                         | Transportation Expense                    | 55,208           |
| 657                         | Insurance - General Liability             | 53,924           |
| 659                         | Insurance - Health Life                   | 182,131          |
| 666                         | Regulatory Commission Expense - Rate Case | 22,194           |
| 675                         | Miscellaneous Expense                     | 284,125          |
| 403                         | Depreciation Expense                      | 874,279          |
| 408                         | Taxes other than Income                   | 327,721          |
| 408.11                      | Property Taxes                            | 143,140          |
|                             | <b>Total Operating Expenses</b>           | <b>3,470,015</b> |
|                             | <b>Operating Income (Loss)</b>            | <b>363,146</b>   |
| <b>Other Income/Expense</b> |   |                  |
| 419                         | Interest and Dividend Income              | 10,696           |
| 421                         | Non-Utility Income                        | 30,406           |
| 426                         | Miscellaneous Non-Utility Expense         | (12,450)         |
| 427                         | Interest Expense                          | (99,373)         |
|                             | <b>Total Other Income/Expense</b>         | <b>(70,721)</b>  |
|                             | <b>Net Income (Loss)</b>                  | <b>292,425</b>   |

|  |         |         |
|--|---------|---------|
| Net Income from Subsidiary and Trust             | -40,024 | 26,424  |
| Consolidated Net Income (see Audited Annual Rpt) | 252,401 | 671,537 |

**COMPANY NAME: Community Water Company of Green Valley**

**SUPPLEMENTAL FINANCIAL DATA**  
**Long-Term Debt**

|                        | <b>LOAN #1</b>  | <b>LOAN #2</b>   | <b>LOAN #3</b> | <b>LOAN #4</b> |
|------------------------|---|--|----------------|----------------|
| Date Issued            | 11/15/09  | 11/14/2014   |                |                |
| Source of Loan         | JP Morgan Chase   | Compass Bank   |                |                |
| ACC Decision No.       | 71259   |  |                |                |
| Reason for Loan        | Refinancing debt for plant expansion                    | Refinancing Loan 1 balloon pmt & construct of reservoir #5 |                |                |
| Dollar Amount Issued   | \$2,810,000   | \$3,234,208  | \$             | \$             |
| Amount Outstanding     | \$0 (Refinanced at maturity)                            | \$3,234,208 (incl. \$832,000 not Drawn Yet)                | \$             | \$             |
| Date of Maturity       | 11/15/2014  | 11/14/2029   |                |                |
| Interest Rate          | CB Floating Rate Advance plus one 4.25% during the Year | 5.68%  | %              | %              |
| Current Year Interest* | \$81,644  | \$8,013  | \$             | \$             |
| Current Year Principal | \$2,236,291   | \$0  | \$             | \$             |

Meter Deposit Balance at Test Year End \$26,513.19

Meter Deposits Refunded During the Test Year \$ 4,450.50

\*These amounts do not include \$8,895 (2014) of Debt Financing Amortization posted as interest on the income statement.

|  |   |
|--|---|
| <b>COMPANY NAME: Community Water Company of Green Valley</b> |   |
| <b>Name of System:</b>                                       | <b>ADEQ Public Water System Number:</b> |

**WATER UTILITY PLANT DESCRIPTION**

**WELLS**

| <b>ADWR ID Number*</b> | <b>Pump Horsepower</b> | <b>Pump Yield (gpm)</b> | <b>Casing Depth (Feet)</b> | <b>Casing Diameter (Inches)</b> | <b>Meter Size (inches)</b> | <b>Year Drilled</b> |
|------------------------|------------------------|-------------------------|----------------------------|---------------------------------|----------------------------|---------------------|
| 55-627485              | 250                    | 650                     | 837                        | 16"                             | 1-6" & 1-10"               | 1977                |
| 55-588121              | 250                    | 1000                    | 1000                       | 16"                             | 1-8" & 1-12"               | 2002                |
| 55-207982              | 400                    | 2100                    | 1140                       | 20"                             | 1-12"                      | 2005                |
| 55-608518              | 350                    | 2400                    | 2786                       | 16"                             | 1-12"                      | 1964                |
|                        |                        |                         |                            |                                 |                            |                     |
|                        |                        |                         |                            |                                 |                            |                     |

\* Arizona Department of Water Resources Identification Number

**OTHER WATER SOURCES**

| <b>Name or Description</b> | <b>Capacity (gpm)</b> | <b>Gallons Purchased or Obtained (in thousands)</b> |
|----------------------------|-----------------------|---|
| N/A                        |                       |   |
|                            |                       |   |

| <b>BOOSTER PUMPS</b>                |                 | <b>FIRE HYDRANTS</b>     |                       |
|-------------------------------------|-----------------|--------------------------|-----------------------|
| <b>Horsepower</b>                   | <b>Quantity</b> | <b>Quantity Standard</b> | <b>Quantity Other</b> |
| 40 HP @ Res #1; 152 HP Gas Engine   | 1 & 1           | 1,009                    |                       |
| 30 HP LCB                           | 1               |                          |                       |
| 100 HP @ Well 10                    | 5               |                          |                       |
| 125HP @ Well 11; 10HP/2 fml/service | 5 & 2           |                          |                       |

| <b>STORAGE TANKS</b> |                 | <b>PRESSURE TANKS</b> |                 |
|----------------------|-----------------|-----------------------|-----------------|
| <b>Capacity</b>      | <b>Quantity</b> | <b>Capacity</b>       | <b>Quantity</b> |
| 1 million gal        | 2               | 7500                  | 1               |
| 2 million gal        | 1               | 5000                  | 2               |
| 300,000 gal          | 2               |                       |                 |

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

**COMPANY NAME: Community Water Company of Green Valley**

**Name of System:**

**ADEQ Public Water System Number:**

**WATER UTILITY PLANT DESCRIPTION (CONTINUED)**

**MAINS**

| Size (in inches) | Material | Length (in feet) |
|------------------|----------|------------------|
| 2                | CU & PVC | 7,050            |
| 3                | CU & PVC | 8,167            |
| 4                | CA & DI  | 53,152           |
| 5                | CA & DI  | 0                |
| 6                | CA & DI  | 314,312          |
| 8                | CA & DI  | 241,677          |
| 10               | CA & DI  | 6,799            |
| 12               | CA & DI  | 111,119          |
| 16               | CA & DI  | 45,450           |
|                  |          |                  |
|                  |          |                  |
|                  |          |                  |
|                  |          |                  |

**CUSTOMER METERS**

| Size (in inches) | Quantity |
|------------------|----------|
| 5/8 X 3/4        | 10,321   |
| 3/4              | 94       |
| 1                | 516      |
| 1 1/2            | 76       |
| 2                | 162      |
| Comp. 3          | 3        |
| Turbo 3          | 32       |
| Comp. 4          |          |
| Turbo 4          | 1        |
| Comp. 6          |          |
| Turbo 6          | 4        |
| Turbo 8          | 1        |
|                  |          |
|                  |          |

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

**TREATMENT EQUIPMENT:**

**Four (4) Arsenic Treatment Systems**

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**STRUCTURES:**

**Office Building, Warehouse and Storage Building**

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**OTHER:**

**Flat bed trailer, Service Trucks, Backhoes, dump bed trailer, air compressor/equipment trailer, welding, sanding, plumbing, painting and other equipment necessary to perform duties of water utilities**

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

|  |   |
|--|---|
| <b>COMPANY NAME: Community Water Company of Green Valley</b> |   |
| <b>Name of System:</b>                                       | <b>ADEQ Public Water System Number:</b> |

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

| MONTH           | NUMBER OF CUSTOMERS | GALLONS SOLD<br>(Thousands) | GALLONS PUMPED<br>(Thousands) | GALLONS PURCHASED<br>(Thousands) |
|-----------------|---------------------|-----------------------------|-------------------------------|----------------------------------|
| JANUARY         | 12,920              | 55,404                      | 62,343                        |                                  |
| FEBRUARY        | 12,926              | 55,338                      | 53,194                        |                                  |
| MARCH           | 12,929              | 57,717                      | 66,650                        |                                  |
| APRIL           | 12,938              | 60,971                      | 65,938                        |                                  |
| MAY             | 12,924              | 66,065                      | 72,842                        |                                  |
| JUNE            | 12,920              | 68,340                      | 70,123                        |                                  |
| JULY            | 12,930              | 68,994                      | 67,361                        |                                  |
| AUGUST          | 12,924              | 59,330                      | 68,490                        |                                  |
| SEPTEMBER       | 12,930              | 61,192                      | 59,771                        |                                  |
| OCTOBER         | 12,936              | 60,912                      | 69,568                        |                                  |
| NOVEMBER        | 12,942              | 60,665                      | 57,131                        |                                  |
| DECEMBER        | 12,939              | 55,123                      | 58,013                        |                                  |
| <b>TOTALS →</b> |                     | <b>730,051</b>              | <b>771,424</b>                |                                  |

#6-.006, #9-.006, #10-.007, #11-.008

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? 1500 GPM for 2 hrs  
*(This is a preference from the fire district, not a requirement, as we are not a municipality)*

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: Community Water Company of Green Valley</b> |   |
| <b>Name of System:</b>                                       | <b>ADEQ Public Water System Number:</b> |

**UTILITY SHUTOFFS / DISCONNECTS**

| MONTH           |  | Termination without Notice<br>R14-2-410.B | Termination with Notice<br>R14-2-410.C | OTHER |
|-----------------|--|---|--|-------|
| JANUARY         |  | 0   | 99                                     |       |
| FEBRUARY        |  | 0   | 135                                    |       |
| MARCH           |  | 0   | 123                                    |       |
| APRIL           |  | 0   | 152                                    |       |
| MAY             |  | 0   | 121                                    |       |
| JUNE            |  | 0   | 116                                    |       |
| JULY            |  | 0   | 108                                    |       |
| AUGUST          |  | 0   | 118                                    |       |
| SEPTEMBER       |  | 0   | 102                                    |       |
| OCTOBER         |  | 0   | 130                                    |       |
| NOVEMBER        |  | 0   | 87                                     |       |
| DECEMBER        |  | 0   | 104                                    |       |
| <b>TOTALS →</b> |  | <b>0</b>                                  | <b>1,395</b>                           |       |

OTHER (description):

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COMPANY NAME: Community Water Company of Green Valley YEAR ENDING 12/31/2014

**PROPERTY TAXES**

Amount of actual property taxes paid during Calendar Year 2014 was: \$ 156,783.74

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 14 2015  
ACC UTILITIES DIRECTOR

VERIFICATION

STATE OF Arizona  
I, THE UNDERSIGNED  
OF THE

|   |
|---|
| COUNTY OF (COUNTY NAME)<br><b>Pima</b>                              |
| NAME (OWNER OR OFFICIAL) TITLE<br><b>Pierre Hanhart, Controller</b> |
| COMPANY NAME<br><b>COMMUNITY WATER COMPANY OF GREEN VALLEY</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.

P. Hanhart  
SIGNATURE OF OWNER OR OFFICIAL  
(520) 625-8409 ext 117  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

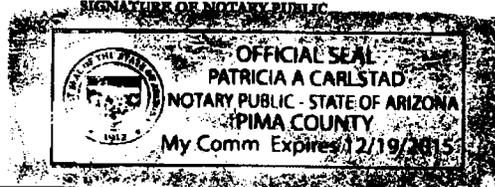
THIS 13<sup>th</sup> DAY OF

|             |             |             |
|-------------|-------------|-------------|
| COUNTY NAME | <b>PIMA</b> |             |
| MONTH       | <b>04</b>   | <b>2015</b> |

(SEAL)

Patricia A Carlstad  
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES 12/19/15



**VERIFICATION  
AND  
SWORN STATEMENT**  
Intrastate Revenues Only

RECEIVED  
APR 14 2015  
ACC UTILITIES DIRECTOR

**VERIFICATION**

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

|                                |  |
|--------------------------------|--|
| COUNTY OF (COUNTY NAME)        | <u>PIMA COUNTY</u>                             |
| NAME (OWNER OR OFFICIAL) TITLE | <u>Pierre Hanhart, Controller</u>              |
| COMPANY NAME                   | <u>Community Water Company of Green Valley</u> |

**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>3,862,353</u>                                   |

(THE AMOUNT IN BOX ABOVE  
INCLUDES \$ 243,161  
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) *Exhibit B***

P. Hanhart  
SIGNATURE OF OWNER OR OFFICIAL  
(520-625-8409 ext 117)  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 13<sup>th</sup> DAY OF

(SEAL)

|             |             |             |
|-------------|-------------|-------------|
| COUNTY NAME | <u>Pima</u> |             |
| MONTH       | <u>APR</u>  | <u>2015</u> |

MY COMMISSION EXPIRES 12/19/15

*Patricia A. Carlstad*  
SIGNATURE OF NOTARY PUBLIC  
PATRICIA A. CARLSTAD  
NOTARY PUBLIC - STATE OF ARIZONA  
PIMA COUNTY  
My Comm. Expires 12/19/2015

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

RECEIVED  
APR 14 2015  
ACC UTILITIES DIRECTOR

**VERIFICATION**

**STATE OF ARIZONA**

**I, THE UNDERSIGNED**

**OF THE**

|   |                   |
|---|-------------------|
| COUNTY OF (COUNTY NAME): PIMA COUNTY                  |                   |
| NAME (OWNER OR OFFICIAL) Pierre Hanhart               | TITLE: Controller |
| COMPANY NAME: COMMUNITY WATER COMPANY OF GREEN VALLEY |                   |

**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<br><br><b>\$3,125,024</b> |
|---|

THE AMOUNT IN BOX AT LEFT  
INCLUDES \$195,087  
IN SALES TAXES BILLED, OR COLLECTED)

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

P. Hanhart  
SIGNATURE OF OWNER OR OFFICIAL

(520) 625-8409 ext 117  
TELEPHONE NUMBER

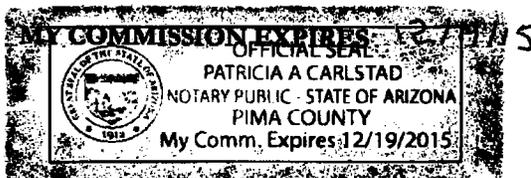
**SUBSCRIBED AND SWORN TO BEFORE ME**

**A NOTARY PUBLIC IN AND FOR THE COUNTY OF**

**THIS** 13<sup>th</sup> **DAY OF**

|   |      |
|---|------|
| NOTARY PUBLIC NAME<br>PATRICIA A CARLSTAD |      |
| COUNTY NAME<br>Pima                       |      |
| MONTH<br>04                               | 2015 |

**(SEAL)**



Patricia A. Carlstad  
SIGNATURE OF NOTARY PUBLIC

**Exhibit B (for Page 16)**

|                                 |                     |
|---------------------------------|---------------------|
| CWC Operating Revenues          | \$ 3,862,353        |
| Subsidiary (SICAN)              | 7,964               |
| ROW Trust                       | 25,995              |
| Consolidation Adjustment        | <u>(3,066)</u>      |
| Consolidated Operating Revenues | <u>\$ 3,893,246</u> |