

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

W-02448A

High Country Pines Water Company, Inc.
6033 North 4th Place
Phoenix, AZ 85012

RECEIVED

'APR 17 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

FOR COMMISSION USE

ANN 04 14

4-29-15

Statutory Agent: Susan Stroud
 (Name)

6033 North 4th Place Phoenix AZ 85012
 (Street) (City) (State) (Zip)

(602) 274-5933 (602) 274-6755
 Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Attorney: _____
 (Name)

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

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

Email Address _____

OWNERSHIP INFORMATION

Check the following box that applies to your company:

Sole Proprietor (S) C Corporation (C) (Other than Association/Co-op)

Partnership (P) Subchapter S Corporation (Z)

Bankruptcy (B) Association/Co-op (A)

Receivership (R) Limited Liability Company

Other (Describe) _____

COUNTIES SERVED

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

APACHE COCHISE COCONINO

GILA GRAHAM GREENLEE

LA PAZ MARICOPA MOHAVE

NAVAJO PIMA PINAL

SANTA CRUZ YAVAPAI YUMA

STATEWIDE

COMPANY NAME: High Country Pines 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	\$ 5,167		\$ 5,167
302	Franchises			-
303	Land & Land Rights	3,450		3,450
304	Structures & Improvements	11,227	10,123	1,104
307	Wells & Springs	34,135	34,135	-
311	Pumping Equipment	48,270	48,270	-
320	Water Treatment Equipment	5,310	2,957	2,353
320.1	Water Treatment Plants			-
320.2	Solution Chemical Feeders			-
330	Distribution Reservoirs and Standpipes	82,645	47,426	35,219
330.1	Storage Tanks			-
330.2	Pressure Tanks			-
331	Transmission and Distribution Mains	543,367	302,723	240,643
333	Services	8,505	8,505	-
334	Meters and Meter Installations	30,160	16,102	14,058
335	Hydrants	19,016	12,559	6,457
336	Backflow Prevention Devices			-
339	Other Plant and Misc. Equipment	18,214	18,214	-
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	Communications Equipment			-
347	Miscellaneous Equipment			-
348	Other Tangible Plant			-
	TOTALS	\$ 809,466	\$ 501,014	\$ 308,452

Total Accumulated Depreciation amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME: High Country Pines 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	\$ 5,167		\$ -
302	Franchises	-		-
303	Land & Land Rights	3,450	N/A	-
304	Structures & Improvements	11,227	3.33%	374
307	Wells & Springs	34,135	3.33%	-
311	Pumping Equipment	48,270	12.50%	-
320	Water Treatment Equipment	5,310	3.33%	177
320.1	Water Treatment Plants	-		
320.2	Solution Chemical Feeders	-		
330	Distribution Reservoirs and Standpipes	82,645	2.22%	1,835
330.1	Storage Tanks	-		
330.2	Pressure Tanks	-		
331	Transmission and Distribution Mains	543,367	2.00%	10,867
333	Services	8,505	3.33%	-
334	Meters and Meter Installations	30,160	8.33%	2,369
335	Hydrants	19,016	2.00%	380
336	Backflow Prevention Devices	-	6.67%	
339	Other Plant and Misc. Equipment	18,214	5.00%	-
340	Office Furniture and Equipment	-	6.67%	
340.1	Computers & Software	-	33.33%	
341	Transportation Equipment	-	20.00%	
343	Tools, Shop and Garage Equipment	-	5.00%	
344	Laboratory Equipment	-	10.00%	
345	Power Operated Equipment	-	5.00%	-
346	Communications Equipment	-	10.00%	-
347	Miscellaneous Equipment	-	10.00%	-
348	Other Tangible Plant	-	10.00%	-
	SUBTOTAL	809,466		16,002
	LESS CIAC Amortization			(16,380)
	TOTALS *	\$ 809,466		\$ (378)

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

COMPANY NAME: High Country Pines Water Company, Inc.

WATER UTILITY BALANCE SHEET

Acct. No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 29,224	\$ 33,379
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	(1,227)	715
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments	1,477	
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 29,474	\$ 34,094
	FIXED ASSETS		
101	Utility Plant in Service	\$ 804,126	\$ 809,466
103	Property Held for Future Use		
105	Construction Work In Progress		
108	Accumulated Depreciation - Utility Plant	(485,012)	(501,014)
121	Non-Utility Property		
122	Accumulated Depreciation - Non Utility		
	TOTAL FIXED ASSETS	\$ 319,114	\$ 308,452
	TOTAL ASSETS	\$ 348,588	\$ 342,546

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

COMPANY NAME: High Country Pines Water Company, Inc.

WATER UTILITY BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITIES		
231	Accounts Payable	\$ 497	\$ 2,101
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	225	225
236	Accrued Taxes	1,750	1,705
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$ 2,472	\$ 4,031
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ -	\$ -
	DEFERRED CREDITS		
251	Unamortized Premium on Debt		
252	Advances in Aid of Construction	\$ 3,319	\$ 3,183
255	Accumulated Deferred Investment Tax Credits		
271	Gross Contributions in Aid of Construction	611,497	611,497
272	Less: Amortization of contributions	(129,700)	(146,080)
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ 485,116	\$ 468,600
	TOTAL LIABILITIES	\$ 487,588	\$ 472,631
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 150,446	\$ 150,466
211	Paid in Capital in Excess of Par Value	13,522	13,522
215	Retained Earnings	(302,968)	(294,073)
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ (139,000)	\$ (130,085)
	TOTAL LIABILITIES AND CAPITAL	\$ 348,588	\$ 342,546

COMPANY NAME: High Country Pines Water Company, Inc.

WATER UTILITY COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 70,777	\$ 74,360
460	Unmetered Water Revenue		
474	Other Water Revenues	1,091	690
	TOTAL REVENUES	\$ 71,868	\$ 75,050
	OPERATING EXPENSES		
601	Salaries and Wages	\$ -	\$ -
610	Purchased Water		
615	Purchased Power	5,788	5,660
618	Chemicals	97	277
620	Repairs and Maintenance	20,790	9,234
621	Office Supplies and Expense		2,612
630	Outside Services	31,639	37,846
635	Water Testing		4,698
641	Rents		
650	Transportation Expenses		
657	Insurance - General Liability	2,597	3,085
659	Insurance - Health and Life		
666	Regulatory Commission Expense - Rate Case		
675	Miscellaneous Expense	2,173	71
403	Depreciation Expense	(679)	(378)
408	Taxes Other Than Income		
408.11	Property Taxes	2,846	2,925
409	Income Tax	50	
427	Customer Security Deposit Interest		
	TOTAL OPERATING EXPENSES	\$ 65,301	\$ 66,030
	OPERATING INCOME/(LOSS)	\$ 6,567	\$ 9,020
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$ 2	\$ 2
421	Non-Utility Income		
426	Miscellaneous Non-Utility Exp	(45)	
427	Interest Expense	(24)	
	TOTAL OTHER INCOME/(EXPENSE)	\$ (67)	\$ 2
	NET INCOME/(LOSS)	\$ 6,500	\$ 9,022

COMPANY NAME: High Country Pines Water Company, Inc.

SUPPLEMENTAL FINANCIAL DATA
Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	No loans			
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$ -	\$ -	\$ -	\$ -
Amount Outstanding	\$ -	\$ -	\$ -	\$ -
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$ -	\$ -	\$ -	\$ -
Current Year Principal	\$ -	\$ -	\$ -	\$ -

Meter Deposit Balance at Test Year End \$ 3,183

Meter Deposits Refunded During the Test Year \$ 336

COMPANY NAME: High Country Pines Water Company, Inc.

Name of System: ADEQ Public Water System Number: 09-329

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (inches)	Meter Size (inches)	Year Drilled
55-507314	30	104	950	8	N/A	1985

* 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

Horsepower	Quantity
10.0	2

FIRE HYDRANTS

Quantity Standard	Quantity Other
51	

STORAGE TANKS

Capacity	Quantity
60,000 gal	1
100,000 gal	1

PRESSURE TANKS

Capacity	Quantity
5,000 gal	1

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

COMPANY NAME: High Country Pines Water Company, Inc.

Name of System:

ADEQ Public Water System Number:

09-329

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2		
3	PVC	1,160
4		
5		
6	PVC	24,604
8	PVC	14,455
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 x 3/4	
3/4	198
1	
1 1/2	
2	1
Comp. 3	
Turbo 3	
Comp. 4	
Turbo 4	1
Comp. 6	
Turbo 6	

For the following three items, please list the utility owned assets in each category.

TREATMENT EQUIPMENT:

Liquid chlorinator

STRUCTURES:

Pump House 18' x 20'

Chain link fence 3201

OTHER:

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

COMPANY NAME: High Country Pines Water Company, Inc.
 Name of System: ADEQ Public Water System Number: 09-329

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2014

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	201	168,370	168,370	0.000
FEBRUARY	201	176,107	176,107	0.000
MARCH	201	180,172	180,172	0.000
APRIL	201	189,019	189,019	0.000
MAY	203	286,695	286,695	0.000
JUNE	203	728,362	728,362	0.000
JULY	203	981,970	981,970	0.000
AUGUST	203	631,556	631,556	0.000
SEPTEMBER	203	539,915	539,915	0.000
OCTOBER	203	444,764	444,764	0.000
NOVEMBER	203	320,863	320,863	0.000
DECEMBER	203	232,164	232,164	0.000
TOTALS		4,879,957	4,879,957	0.000

What is the level of arsenic for each well on your system? 0.005 mg/l
 (If more than one well, please list each separately.)

If system has fire hydrants, what is the fire flow requirement? 500 GPM for 2 hours

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: N/A

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

COMPANY NAME: High Country Pines Water Company, Inc.
 Name of System: ADEQ Public Water System Number: 09-329

UTILITY SHUTOFFS/DISCONNECTS

MONTH	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	OTHER
JANUARY			
FEBRUARY			
MARCH		None	
APRIL			
MAY			
JUNE			
JULY			
AUGUST			
SEPTEMBER			
OCTOBER			
NOVEMBER			
DECEMBER			
TOTALS	-	-	-

OTHER (description):

COMPANY NAME High Country Pines Water Company, Inc.

YEAR ENDING 12/31/14

PROPERTY TAXES

Amount of actual property taxes paid during Calendar year 2014 was: \$ 2,885

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 17 2015

VERIFICATION

ACC UTILITIES DIRECTOR

STATE OF Arizona

COUNTY OF (COUNTY NAME)	NAVAJO
NAME (OWNER OR OFFICIAL) TITLE	Susan Stroud, President
COMPANY NAME	High Country Pines Water Company, Inc.

I, THE UNDERSIGNED

OF THE

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.

Susan Stroud
SIGNATURE OF OWNER OR OFFICIAL

602 274-5933
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

COUNTY NAME	MARICOPA
MONTH/YEAR	APRIL 2015

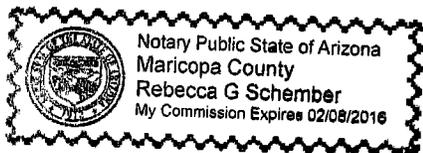
THIS 14 DAY OF

(SEAL)

Rebecca G Schember
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES

Feb 8, 2016



**VERIFICATION
AND
SWORN STATEMENT**
Intrastate Revenues Only

RECEIVED

APR 17 2015

VERIFICATION

STATE OF Arizona

COUNTY OF (COUNTY NAME)	NAVAJO
NAME (OWNER OR OFFICIAL) TITLE	Susan Stroud, President
COMPANY NAME	High Country Pines Water Company, Inc.

ACC UTILITIES DIRECTOR

I, THE UNDERSIGNED

OF THE

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

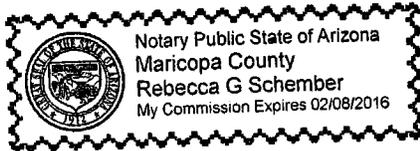
FOR THE YEAR ENDING

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 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 (\$)
\$ 79,154

(THE AMOUNT IN BOX ABOVE INCLUDES \$ 4,104 _____ 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)

Susan Stroud

SIGNATURE OF OWNER OR OFFICIAL
602 274 5933

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC IN AND FOR THE COUNTY OF THIS 14 DAY OF

COUNTY NAME	MARICOPA
MONTH/YEAR	APRIL, 2015

(SEAL)

Rebecca G Schember

SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES

Feb 8, 2016

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

RECEIVED

APR 17 2015

ACC UTILITIES DIRECTOR

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) NAVAJO	
NAME (OWNER OR OFFICIAL) Susan Stroud	TITLE President
COMPANY NAME High Country Pines 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
\$ 70,971

THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 3,680
IN SALES TAXES BILLED, OR COLLECTED

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

Susan Stroud
SIGNATURE OF OWNER OR OFFICIAL
602 274 5933
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 14 DAY OF

(SEAL)

MY COMMISSION EXPIRES

February 8, 2016

NOTARY PUBLIC NAME REBECCA G. SCHEMBER
COUNTY NAME MARICOPA
MONTH/YEAR APRIL 2015

Rebecca G Schember
SIGNATURE OF NOTARY PUBLIC

