

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

W-02353A

Park Water Company, Inc.
PO Box 85160
Tucson, AZ 85754

RECEIVED
APR 13 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

4-15-15

Statutory Agent: Patricia O'Connor
 (Name)

16426 North Meadow Park Dr Sun City AZ 85351
 (Street) (City) (State) (Zip)

(602) 789-8080
 Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Attorney: Steve McCarville
 (Name)

PO Box 228 Florence AZ 85232
 (Street) (City) (State) (Zip)

(520) 866-5417 (520) 866-5446
 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: Park 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 & Land Rights	3,000		3,000
304	Structures & Improvements	1,348	1,348	-
307	Wells & Springs	153,692	45,868	107,824
311	Pumping Equipment	132,577	80,963	51,614
320	Water Treatment Equipment			-
320.1	Water Treatment Plants			
320.2	Solution Chemical Feeders			
330	Distribution Reservoirs and Standpipes			-
330.1	Storage Tanks	8,852	2,220	6,632
330.2	Pressure Tanks			
331	Transmission and Distribution Mains	46,486	17,685	28,801
333	Services	950	16	934
334	Meters and Meter Installations	3,564	2,163	1,401
335	Hydrants			-
336	Backflow Prevention Devices			-
339	Other Plant and Misc. Equipment			-
340	Office Furniture and Equipment			-
340.1	Computers & Software	2,207	1,749	458
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	\$ 352,676	\$ 152,012	\$ 200,664

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

COMPANY NAME: Park 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 & Land Rights	3,000	N/A	-
304	Structures & Improvements	1,348	3.33%	
307	Wells & Springs	153,692	3.33%	4,287
311	Pumping Equipment	132,577	12.50%	11,394
320	Water Treatment Equipment	-	20.00%	
320.1	Water Treatment Plants	-		
320.2	Solution Chemical Feeders	-		
330	Distribution Reservoirs and Standpipes	-	2.22%	
330.1	Storage Tanks	8,852	2.22%	177
330.2	Pressure Tanks	-		
331	Transmission and Distribution Mains	46,486	2.00%	484
333	Services	950	3.33%	16
334	Meters and Meter Installations	3,564	8.33%	176
335	Hydrants	-	2.00%	
336	Backflow Prevention Devices	-	6.67%	
339	Other Plant and Misc. Equipment	-	6.67%	
340	Office Furniture and Equipment	-	6.67%	
340.1	Computers & Software	2,207	20.00%	313
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	352,676		16,847
	LESS CIAC Amortization			(433)
	TOTALS *	\$ 352,676		\$ 16,414

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

Company Name: Park Water Company, Inc.

WATER UTILITY BALANCE SHEET

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 7,018	\$ 2,829
134	Working Funds		
135	Temporary Cash Investments	8,780	11,390
141	Customer Accounts Receivable	659	(334)
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 16,457	\$ 13,885
	FIXED ASSETS		
101	Utility Plant in Service	\$ 300,610	\$ 352,676
103	Property Held for Future Use		
105	Construction Work In Progress		
108	Accumulated Depreciation - Utility Plant	(153,089)	(152,012)
121	Non-Utility Property		
122	Accumulated Depreciation - Non Utility		
	TOTAL FIXED ASSETS	\$ 147,521	\$ 200,664
	TOTAL ASSETS	\$ 163,978	\$ 214,549

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

Company Name: Park 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	\$ 4,097	\$ 16,898
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	850	1,257
236	Accrued Taxes	427	412
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$ 5,374	\$ 18,567
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ 176,282	\$ 169,044
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$ -	\$ -
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Gross Contributions in Aid of Construction	15,370	27,741
272	Less: Amortization of contributions	(154)	(587)
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ 15,216	\$ 27,154
	TOTAL LIABILITIES	\$ 196,872	\$ 214,765
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ -	\$ -
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	(32,894)	(216)
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ (32,894)	\$ (216)
	TOTAL LIABILITIES AND CAPITAL	\$ 163,978	\$ 214,549

Company Name: Park Water Company, Inc.

WATER UTILITY COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 84,614	\$ 83,923
462	Surcharge Revenue		
474	Other Water Revenues	1,152	6,892
	TOTAL REVENUES	\$ 85,766	\$ 90,815
	OPERATING EXPENSES		
601	Salaries and Wages	\$ -	\$ -
610	Purchased Water		
615	Purchased Power	10,500	10,373
618	Chemicals		39
620	Repairs and Maintenance	1,980	11,997
621	Office Supplies & Expense	9,034	3,920
630	Outside Services	26,065	25,141
635	Water Testing	793	2,007
641	Rents	4,800	4,800
650	Transportation Expenses	4,573	5,470
657	Insurance - General Liability	1,745	1,748
659	Insurance - Health and Life	3,076	3,167
666	Regulatory Expenses - Rate Case Expense		6,316
675	Miscellaneous Expense	1,146	2,292
403	Depreciation Expense	19,424	16,414
408	Taxes Other Than Income		189
408.11	Property Taxes	4,600	4,612
409	Income Tax	50	50
427.2	Customer Security Deposit Interest	5	6
	TOTAL OPERATING EXPENSES	\$ 87,791	\$ 98,541
	OPERATING INCOME/(LOSS)	\$ (2,025)	\$ (7,726)
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$ -	\$ 47
421	Non-Utility Income		
426	Other Income		
427.1	Interest Expense	(1,322)	(5,828)
433	Extraordinary Income		46,184
	TOTAL OTHER INCOME/(EXPENSE)	\$ (1,322)	\$ 40,403
	NET INCOME/(LOSS)	\$ (3,347)	\$ 32,677

Company Name: Park Water Company, Inc.

SUPPLEMENTAL FINANCIAL DATA
Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	7/9/2010			
Source of Loan	WIFA			
ACC Decision No.	71421			
Reason for Loan	New Well			
Dollar Amount Issued	\$ 198,000		\$ -	\$ -
Amount Outstanding	\$ 169,044		\$ -	\$ -
Date of Maturity	7/1/2030			
Interest Rate	4.50%		%	%
Current Year Interest	\$ 5,828		\$ -	\$ -
Current Year Principal	\$ 7,238	\$ -	\$ -	\$ -

Meter Deposit Balance at Test Year End \$ -

Meter Deposits Refunded During the Test Year \$ -

Company Name: Park Water Company, Inc.

Name of System:

ADEQ Public Water System Number: 11-407

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (inches)	Meter Size (inches)	Year Drilled
55-218775	30	110	1007	8	2	2010
55-630017	15	70	650	8	2	1982

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

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

BOOSTER PUMPS

Horsepower	Quantity
5.0	2
10.0	1
7.5	1

FIRE HYDRANTS

Quantity Standard	Quantity Other

STORAGE TANKS

12,000	1
15,000	1
25,000	1

PRESSURE TANKS

Capacity	Quantity
2,000	1
3,000	2

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

Company Name: Park Water Company, Inc.

Name of System:

ADEQ Public Water System Number:

11-407

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2	PVC	1,810
3	PVC	2,820
4	PVC	18,390
5		
6	PVC	6,050
8		
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 x 3/4	
3/4	143
1	
1 1/2	
2	
Comp. 3	
Turbo 3	
Comp. 4	
Turbo 4	
Comp. 6	
Turbo 6	

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

TREATMENT EQUIPMENT:

Chlorinator

STRUCTURES:

OTHER:

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

Company Name: Park Water Company, Inc.
 Name of System: _____ ADEQ Public Water System Number: 11-407

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2014

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	122	534	581	-
FEBRUARY	123	622	629	-
MARCH	123	584	693	-
APRIL	122	687	700	-
MAY	121	868	880	-
JUNE	120	912	970	-
JULY	122	1,035	1,060	-
AUGUST	121	926	965	-
SEPTEMBER	121	1,018	1,081	-
OCTOBER	121	773	781	-
NOVEMBER	120	754	780	-
DECEMBER	121	655	692	-
TOTALS		9,368	9,812	-

What is the level of arsenic for each well on your system? 0.0081 thru .009 mg/l
 (If more than one well, please list each separately.)

If system has fire hydrants, what is the fire flow requirement? N/A GPM for _____ 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, please provide the GPCPD amount: _____

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

Company Name: Park Water Company, Inc.

Name of System:

ADEQ Public Water System Number:

11-407

UTILITY SHUTOFFS / DISCONNECTS

MONTH	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	OTHER
JANUARY		1	
FEBRUARY		1	
MARCH		-	
APRIL		1	
MAY		2	
JUNE		-	
JULY		2	
AUGUST		1	
SEPTEMBER		2	
OCTOBER		2	
NOVEMBER		1	
DECEMBER		1	
TOTALS	-	14	-

OTHER (description):

COMPANY NAME Park Water Company, Inc.

YEAR ENDING 12/31/14

PROPERTY TAXES

Amount of actual property taxes paid during Calendar year 2014 was: \$ 4,612

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 13 2015
ACC UTILITIES DIRECTOR

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	PINAL
NAME (OWNER OR OFFICIAL) TITLE	Bonnie O'Connor, Manager
COMPANY NAME	Park 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.

B. O'Connor
SIGNATURE OF OWNER OR OFFICIAL

520-624-1460
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

COUNTY NAME	Pima
MONTH/YEAR	April, 2015

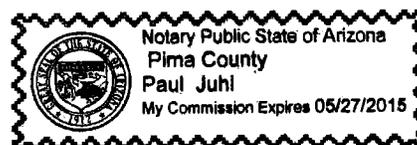
THIS 10th DAY OF

(SEAL)

Paul Juhl
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES

5/27/2015



**VERIFICATION
AND
SWORN STATEMENT**
Intrastate Revenues Only

RECEIVED
APR 13 2015
ACC UTILITIES DIRECTOR

VERIFICATION

STATE OF Arizona

COUNTY OF (COUNTY NAME)	PINAL
NAME (OWNER OR OFFICIAL) TITLE	Bonnie O'Connor, Manager
COMPANY NAME	Park Water Company, 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.

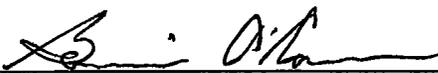
SWORN STATEMENT

IN ACCORDANCE WITH THE 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>96,564</u>

(THE AMOUNT IN BOX ABOVE INCLUDES \$ 5,479 IN SALES TAXES BILLED, OR COLLECTED)

**REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)

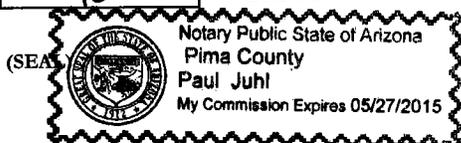


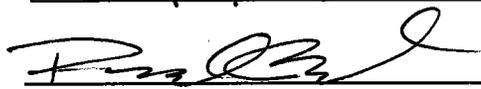
SIGNATURE OF OWNER OR OFFICIAL
520 624-1460

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC IN AND FOR THE COUNTY OF THIS 10th DAY OF

COUNTY NAME	Pima
MONTH/YEAR	April, 2015





SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES 5/27/2015

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

RECEIVED
APR 13 2015
ACC UTILITIES DIRECTOR

VERIFICATION
STATE OF ARIZONA
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME) PINAL	
NAME (OWNER OR OFFICIAL) Bonnie O'Connor	TITLE Manager
COMPANY NAME Park 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 \$ 96,564

THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 5,749
IN SALES TAXES BILLED, OR COLLECTED

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

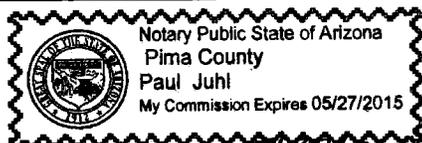

SIGNATURE OF OWNER OR OFFICIAL

520-624-1460
TELEPHONE NUMBER

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

THIS 10th DAY OF

(SEAL)



MY COMMISSION EXPIRES 5/27/2015

NOTARY PUBLIC NAME Paul Juhl
COUNTY NAME Pima
MONTH/YEAR April, 2015


SIGNATURE OF NOTARY PUBLIC