

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

W-01790A

Saguaro Water Company
PO Box 14858
Tucson, AZ 85732

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
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FOR COMMISSION USE

ANN 04	14
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4-29-15

COMPANY INFORMATION

Company Name (Business Name) Saguaro Water Company

Mailing Address PO Box 14858

Tucson AZ 85732
(City) (State) (Zip)

(520) 398-9815 (520) 838-8778
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address lisa @ smyth industries. com

Local Office Mailing Address same as above

(City) (State) (Zip)

Local Customer Service Phone No. (Include Area Code) (1-800 or other long distance Customer Service Phone No.)

Email Address _____ Website address _____

MANAGEMENT INFORMATION

Regulatory Contact:

Management Contact: Lisa Sullivan V.P.
(Name) (Title)

PO Box 14858 Tucson AZ 85732
(Street) (City) (State) (Zip)

(520) 398-9815 (520) 838-8778
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address lisa @ smyth industries. com

On Site Manager: same
(Name)

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

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

Email Address _____

Statutory Agent: Gary Smyth
(Name)

PO Box 14858 Tulson AZ 85732
(Street) (City) (State) (Zip)

(520) 398-9815 (520) 838-8779
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Attorney: Lawrence V. Robertson, Jr
(Name)

PO Box 1448 Tubac AZ 85746
(Street) (City) (State) (Zip)

(520) 398-0411
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address tubaclawyer@aol.com

OWNERSHIP INFORMATION

Check the following box that applies to your company:

<input type="checkbox"/> Sole Proprietor (S)	<input type="checkbox"/> C Corporation (C) (Other than Association/Co-op)
<input type="checkbox"/> Partnership (P)	<input checked="" 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 type="checkbox"/> LA PAZ	<input type="checkbox"/> MARICOPA	<input type="checkbox"/> MOHAVE
<input type="checkbox"/> NAVAJO	<input checked="" 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

Saguaro Water Company

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	29256	29256	0
302	Franchises			
303	Land and Land Rights	51700	0	51700
304	Structures and Improvements			
307	Wells and Springs	192692	96516	96176
311	Pumping Equipment	172471	121729	50742
320	Water Treatment Equipment	31727	6759	24968
320.1	Water Treatment Plants			
320.2	Solution Chemical Feeders			
330	Distribution Reservoirs and Standpipes	570520	391570	178950
330.1	Storage Tanks			
330.2	Pressure Tanks			
331	Transmission and Distribution Mains	3937593	2024123	1903470
333	Services	1176	1176	0
334	Meters and Meter Installations	230009	107922	122087
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	652	260	392
	TOTALS	5217394	2789211	2428183

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

COMPANY NAME

Saguaro Water Company

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	29256	0	0
302	Franchises			
303	Land and Land Rights	51700	0	0
304	Structures and Improvements			
307	Wells and Springs	192692	5	9634
311	Pumping Equipment	172471	5	6788
320	Water Treatment Equipment	31727	4	545
320.1	Water Treatment Plants			
320.2	Solution Chemical Feeders			
330	Distribution Reservoirs and Standpipes	570520	5	28526
330.1	Storage Tanks			
330.2	Pressure Tanks			
331	Transmission and Distribution Mains	3937593	4	156482
333	Services	1176	0	0
334	Meters and Meter Installations	230009	5	11914
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	652	2.5	10
	SUBTOTAL			
	LESS CIAC Amortization			
	TOTALS *	5217394		213899

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

COMPANY NAME

Saguaro Water Company

WATER UTILITY BALANCE SHEET

Acct No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 705,195	\$ 633,712
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	2685	484
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets	2334	2334
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 710,214	\$ 636,530
	FIXED ASSETS		
101	Utility Plant in Service	\$ 518,356	\$ 518,538
103	Property Held for Future Use	5,000	5,000
105	Construction Work in Progress	37,564	37,564
108	Accumulated Depreciation - Utility Plant	(257,541)	(278,930)
121	Non-Utility Property		29,256
122	Accumulated Depreciation - Non Utility		
	TOTAL FIXED ASSETS	\$ 270,369	\$ 248,448
	<i>Other Assets</i>		237,564
	TOTAL ASSETS	\$ 341,523	\$ 325,858

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

COMPANY NAME

Saguaro Water Company

WATER UTILITY BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITIES		
231	Accounts Payable	\$	\$
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	71074	52762
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities	3106	2699
	TOTAL CURRENT LIABILITIES	\$ 74180	\$ 55461
	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	4174637	3572814
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	383833	710282
272	Less: Amortization of Contributions	(210315)	
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ 4348155	\$ 4283096
	TOTAL LIABILITIES	\$ 4422335	\$ 4338557
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 102100	\$ 102100
211	Paid in Capital in Excess of Par Value	281327	281327
215	Retained Earnings	(1302195)	(1164984)
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ (919768)	\$ (979978)
	TOTAL LIABILITIES AND CAPITAL	\$ 3502567	\$ 3358578

COMPANY NAME

Saguaro Water Company

WATER UTILITY COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 745,772	\$ 749,589
460	Unmetered Water Revenue	89,588	16,299
474	Other Water Revenues	5,802	5,777
	TOTAL REVENUES	\$ 760,532	\$ 756,995
	OPERATING EXPENSES		
601	Salaries and Wages	\$	\$
610	Purchased Water		
615	Purchased Power	606,406	624,900
618	Chemicals		
620	Repairs and Maintenance	8,007	8,268
621	Office Supplies and Expense	6,885	8,187
630	Outside Services	275,344	291,030
635	Water Testing	37,299	45,999
641	Rents		
650	Transportation Expenses		
657	Insurance – General Liability	58,633	41,760
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	0	8,951
403	Depreciation Expense	213,645	213,899
408	Taxes Other Than Income	2,480	0
408.11	Property Taxes	577,188	411,711
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ 640,083	\$ 643,770
	OPERATING INCOME/(LOSS)	\$ 120,449	\$ 113,226
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$ 126.78	\$ 239
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		48,452
427	Interest Expense	(243)	(339)
	TOTAL OTHER INCOME/(EXPENSE)	\$ (116)	\$ 48,352
	NET INCOME/(LOSS)	\$ 120,333	\$ 161,578

COMPANY NAME

Saguaro Water Company

SUPPLEMENTAL FINANCIAL DATA

Long-Term Debt

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

Meter Deposit Balance at Test Year End

\$ 43,040

Meter Deposits Refunded During the Test Year

\$ 24,894

COMPANY NAME	Saguaro Water Company
Name of System: Saguaro Water Company	ADEQ Public Water System Number: 10-177

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-617996	50	320	500	8	4	1963
55-540941	30	150		12	4	1994
55-590054	125	460	646	16	8	2004

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
None		

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
50	4	225	
15	2		
25	2		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
500,000 gals	1	5,000 gals	6

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

COMPANY NAME Saguaro Water Company

Name of System: Saguaro Water Company ADEQ Public Water System Number:10-177

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2		
3		
4	PVC	15,610
5		
6	PVC	44,844
8	PVC	86,555
10		
12	PVC	11,865
6	DIP	1,536
8	DIP	465
12	DIP	18,850

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	601
3/4	331
1	185
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:

Continuous Chlorination

STRUCTURES: N/A

OTHER: N/A

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

COMPANY NAME:	Saguaro Water Company		
Name of System:	ADEQ Public Water System Number:	10-177	

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2014

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	1100	9669.82	10555.25	—
FEBRUARY	1102	7784.01	7992.75	—
MARCH	1104	8426.02	9456.00	—
APRIL	1105	11787.38	12267.00	—
MAY	1108	11745.53	12749.21	—
JUNE	1109	12754.42	16266.35	—
JULY	1111	17081.51	14715.00	—
AUGUST	1111	11700.18	12401.00	—
SEPTEMBER	1112	11498.24	12602.00	—
OCTOBER	1112	12217.43	13357.00	—
NOVEMBER	1110	12619.77	13697.00	—
DECEMBER	1111	7794.82	8086.00	—
TOTALS →		135075.13	144404.56	0

What is the level of arsenic for each well on your system? < .0005 mg/l
(If more than one well, please list each separately.)

If system has fire hydrants, what is the fire flow requirement? ___ GPM for ___ hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?
 Yes () No

Is the Water Utility located in an ADWR Active Management Area (AMA)?
 Yes () No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?
 Yes () No

If yes, provide the GPCPD amount: 114

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

COMPANY NAME:	<i>Saguaro Water Company</i>
Name of System:	ADEQ Public Water System Number:

UTILITY SHUTOFFS / DISCONNECTS

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

OTHER (description):

COMPANY NAME Sageiro Water Company YEAR ENDING 12/31/2014

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2014 was: \$ 41,171.48

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
ACC UTILITIES DIRECTOR

VERIFICATION

STATE OF Arizona
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)	<u>Pima</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>Lisa Sullivan, V.P.</u>
COMPANY NAME	<u>Saguaro Water Company</u>

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

FOR THE YEAR ENDING

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2014</u>

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.

[Signature]
SIGNATURE OF OWNER OR OFFICIAL
(520) 398-9815
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

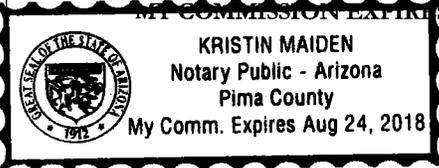
THIS 4th DAY OF

COUNTY NAME	<u>Pima</u>
MONTH	<u>March</u> .20 <u>15</u>

(SEAL)

[Signature]
SIGNATURE OF NOTARY PUBLIC

Aug 24, 2018



**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

RECEIVED
APR 17 2015
ACC UTILITIES DIRECTOR

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	<u>Pima</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>Lisa Sullivan, V.P.</u>
COMPANY NAME	<u>Saguaro Water Company</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>803,189</u>

(THE AMOUNT IN BOX ABOVE INCLUDES \$ 44,512 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) 398-9815

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

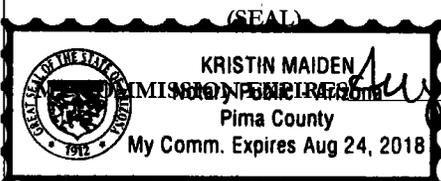
4th

DAY OF

COUNTY NAME	<u>Pima</u>
MONTH	<u>March</u>
	<u>2015</u>



SIGNATURE OF NOTARY PUBLIC



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

RECEIVED
APR 17 2015
ACC UTILITIES DIRECTOR

VERIFICATION

STATE OF ARIZONA

COUNTY OF (COUNTY NAME) <u>Pima</u>	
NAME (OWNER OR OFFICIAL) <u>Lisa Sullivan</u>	TITLE <u>V.P.</u>
COMPANY NAME <u>Saguaro Water Company</u>	

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>\$ 795,470</u>
--

THE AMOUNT IN BOX AT LEFT INCLUDES \$ 44,072 IN SALES TAXES BILLED, OR COLLECTED)

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


SIGNATURE OF OWNER OR OFFICIAL
(520) 398-9815
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

4th

DAY OF

NOTARY PUBLIC NAME <u>Kristin Maiden</u>	
COUNTY NAME <u>Pima</u>	
MONTH <u>March</u>	YEAR <u>2015</u>

(SEAL)


SIGNATURE OF NOTARY PUBLIC

