

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

W-01831A

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

RECEIVED

APR 15 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

4-22-15

COMPANY NAME: Sandario 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 | \$ 650 | | \$ 650 |
| 302 | Franchises | 450 | | 450 |
| 303 | Land & Land Rights | 850 | | 850 |
| 304 | Structures & Improvements | 23,575 | 23,109 | 466 |
| 307 | Wells & Springs | 55,832 | 46,685 | 9,147 |
| 311 | Pumping Equipment | 146,046 | 59,719 | 86,327 |
| 320 | Water Treatment Equipment | | | - |
| 320.1 | Water Treatment Plants | | | - |
| 320.2 | Solution Chemical Feeders | 2,784 | 1,044 | 1,740 |
| 330 | Distribution Reservoirs and Standpipes | 29,307 | 29,307 | (0) |
| 330.1 | Storage Tanks | 18,551 | 15,548 | 3,003 |
| 330.2 | Pressure Tanks | 16,476 | 3,642 | 12,834 |
| 331 | Transmission and Distribution Mains | 548,394 | 453,516 | 94,878 |
| 333 | Services | 55,857 | 38,094 | 17,763 |
| 334 | Meters and Meter Installations | 35,423 | 28,396 | 7,027 |
| 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 | 3,063 | 3,063 | (0) |
| 344 | Laboratory Equipment | | | - |
| 345 | Power Operated Equipment | | | - |
| 346 | Communications Equipment | 2,526 | 1,789 | 737 |
| 347 | Miscellaneous Equipment | | | - |
| 348 | Other Tangible Plant | 1,026 | 1,026 | 0 |
| | TOTALS | \$ 940,810 | \$ 704,939 | \$ 235,870 |

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

COMPANY NAME: Sandario 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 | \$ 650 | | \$ - |
| 302 | Franchises | 450 | | - |
| 303 | Land & Land Rights | 850 | N/A | - |
| 304 | Structures & Improvements | 23,575 | 3.33% | 54 |
| 307 | Wells & Springs | 55,832 | 3.33% | 905 |
| 311 | Pumping Equipment | 146,046 | 12.50% | 14,605 |
| 320 | Water Treatment Equipment | - | 20.00% | |
| 320.1 | Water Treatment Plants | - | 3.33% | |
| 320.2 | Solution Chemical Feeders | 2,784 | 20.00% | 418 |
| 330 | Distribution Reservoirs and Standpipes | 29,307 | 2.22% | |
| 330.1 | Storage Tanks | 18,551 | 2.22% | 584 |
| 330.2 | Pressure Tanks | 16,476 | 5.00% | 824 |
| 331 | Transmission and Distribution Mains | 548,394 | 2.00% | 8,999 |
| 333 | Services | 55,857 | 3.33% | 1,499 |
| 334 | Meters and Meter Installations | 35,423 | 8.33% | 1,746 |
| 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 | - | 33.33% | |
| 341 | Transportation Equipment | - | 20.00% | |
| 343 | Tools, Shop and Garage Equipment | 3,063 | 5.00% | - |
| 344 | Laboratory Equipment | - | 10.00% | |
| 345 | Power Operated Equipment | - | 5.00% | - |
| 346 | Communications Equipment | 2,526 | 10.00% | 211 |
| 347 | Miscellaneous Equipment | - | 10.00% | - |
| 348 | Other Tangible Plant | 1,026 | 10.00% | - |
| | SUBTOTAL | 940,810 | | 29,843 |
| | LESS CIAC Amortization | | | (17,826) |
| | TOTALS * | \$ 940,810 | | \$ 12,017 |

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

Company Name: Sandario 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 | \$ 8,875 | \$ 21,143 |
| 134 | Working Funds | | |
| 135 | Temporary Cash Investments | | |
| 141 | Customer Accounts Receivable | 770 | (238) |
| 146 | Notes/Receivables from Associated Companies | | |
| 151 | Plant Material and Supplies | | |
| 162 | Prepayments | | |
| 174 | Miscellaneous Current and Accrued Assets | | |
| | TOTAL CURRENT AND ACCRUED ASSETS | \$ 9,645 | \$ 20,905 |
| | FIXED ASSETS | | |
| 101 | Utility Plant in Service | \$ 937,441 | \$ 940,810 |
| 103 | Property Held for Future Use | | |
| 105 | Construction Work In Progress | | |
| 108 | Accumulated Depreciation - Utility Plant | (675,096) | (704,939) |
| 121 | Non-Utility Property | | |
| 122 | Accumulated Depreciation - Non Utility | | |
| | TOTAL FIXED ASSETS | \$ 262,345 | \$ 235,870 |
| | TOTAL ASSETS | \$ 271,990 | \$ 256,775 |

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

Company Name: Sandario Water Company, Inc.

WATER UTILITY BALANCE SHEET (CONTINUED)

| Acct. No. | LIABILITIES | BALANCE AT BEGINNING OF YEAR | BALANCE AT END OF YEAR |
|-----------|---|------------------------------|------------------------|
| | CURRENT LIABILITIES | | |
| 231 | Accounts Payable | \$ 60,190 | \$ 4,151 |
| 232 | Notes Payable (Current Portion) | | |
| 234 | Notes/Accounts Payable to Associated Companies | | |
| 235 | Customer Deposits | 8,650 | 9,860 |
| 236 | Accrued Taxes | 448 | 593 |
| 237 | Accrued Interest | | |
| 241 | Miscellaneous Current and Accrued Liabilities | | |
| | TOTAL CURRENT LIABILITIES | \$ 69,288 | \$ 14,604 |
| | 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 | \$ 31,757 | \$ 30,914 |
| 255 | Accumulated Deferred Investment Tax Credits | | |
| 271 | Gross Contributions in Aid of Construction | 432,498 | 432,498 |
| 272 | Less: Amortization of contributions | (155,249) | (173,076) |
| 281 | Accumulated Deferred Income Tax | | |
| | TOTAL DEFERRED CREDITS | \$ 309,006 | \$ 290,336 |
| | TOTAL LIABILITIES | \$ 378,294 | \$ 304,940 |
| | CAPITAL ACCOUNTS | | |
| 201 | Common Stock Issued | \$ 1,000 | \$ 1,000 |
| 211 | Paid in Capital in Excess of Par Value | | 2,208 |
| 215 | Retained Earnings | (107,304) | (51,373) |
| 218 | Proprietary Capital (Sole Props and Partnerships) | | |
| | TOTAL CAPITAL | \$ (106,304) | \$ (48,165) |
| | TOTAL LIABILITIES AND CAPITAL | \$ 271,990 | \$ 256,775 |

Company Name: Sandario Water Company, Inc.

WATER UTILITY COMPARATIVE STATEMENT OF INCOME AND EXPENSE

| Acct. No. | OPERATING REVENUES | PRIOR YEAR | CURRENT YEAR |
|------------------|---|-------------------|---------------------|
| 461 | Metered Water Revenue | \$ 102,689 | \$ 114,885 |
| 462 | Surcharge Revenue | | |
| 474 | Other Water Revenues | 1,818 | 2,659 |
| | TOTAL REVENUES | \$ 104,507 | \$ 117,544 |
| | | | |
| | OPERATING EXPENSES | | |
| 601 | Salaries and Wages | \$ - | \$ - |
| 610 | Purchased Water | | |
| 615 | Purchased Power | 19,744 | 17,232 |
| 618 | Chemicals | 193 | 193 |
| 620 | Repairs and Maintenance | 5,422 | 4,915 |
| 621 | Office Supplies & Expense | 2,572 | 4,427 |
| 630 | Outside Services | 50,638 | 54,815 |
| 635 | Water Testing | 1,170 | 2,710 |
| 641 | Rents | | |
| 650 | Transportation Expenses | | 1,724 |
| 657 | Insurance - General Liability | 5,064 | 6,216 |
| 659 | Insurance - Health and Life | | |
| 666 | Regulatory Expenses - Rate Case Expense | 10,943 | 9,618 |
| 675 | Miscellaneous Expense | 2,273 | 2,852 |
| 403 | Depreciation Expense | 7,243 | 12,017 |
| 408 | Taxes Other Than Income | | |
| 408.11 | Property Taxes | 7,763 | 7,859 |
| 409 | Income Tax | | |
| 427.2 | Customer Security Deposit Interest | 201 | 353 |
| | TOTAL OPERATING EXPENSES | \$ 113,226 | \$ 124,931 |
| | | | |
| | OPERATING INCOME/(LOSS) | \$ (8,719) | \$ (7,387) |
| | | | |
| | OTHER INCOME/(EXPENSE) | | |
| 419 | Interest and Dividend Income | \$ 648 | \$ 56 |
| 421 | Non-Utility Income | | |
| 427 | Interest Expense | | |
| 435 | Extraordinary Income | 12,228 | |
| | TOTAL OTHER INCOME/(EXPENSE) | \$ 12,876 | \$ 56 |
| | | | |
| | NET INCOME/(LOSS) | \$ 4,157 | \$ (7,331) |

Company Name: Sandario 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 \$ 2,365

Meter Deposits Refunded During the Test Year \$ 765

| | |
|--|---|
| Company Name: Sandario Water Company, Inc. | |
| Name of System: | ADEQ Public Water System Number: 10-093 |

WATER UTILITY PLANT DESCRIPTION

WELLS

| ADWR ID Number* | Pump Horsepower | Pump Yield (gpm) | Casing Depth (Feet) | Casing Diameter (inches) | Meter Size (inches) | Year Drilled |
|-----------------|-----------------|------------------|---------------------|--------------------------|---------------------|--------------|
| 55-518208 | 20 | 270 | 600 | 12 | 4 | 1987 |
| 55-594513 | 20 | 80 | 590 | 8 | 4 | 2003 |
| | | | | | | |
| | | | | | | |
| | | | | | | |
| | | | | | | |

* 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 |
|------------|----------|
| 5.0 | 1 |
| 10.0 | 2 |
| 15.0 | 2 |
| | |

FIRE HYDRANTS

| Quantity Standard | Quantity Other |
|-------------------|----------------|
| N/A | |
| | |
| | |
| | |

STORAGE TANKS

| | |
|--------|---|
| 12,000 | 4 |
| 20,000 | 1 |
| | |
| | |

PRESSURE TANKS

| Capacity | Quantity |
|----------|----------|
| 2,000 | 1 |
| 5,000 | 1 |
| | |
| | |

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

| | | |
|--|----------------------------------|--------|
| Company Name: Sandario Water Company, Inc. | | |
| Name of System: | ADEQ Public Water System Number: | 10-093 |

WATER UTILITY PLANT DESCRIPTION (CONTINUED)

MAINS

| Size (in inches) | Material | Length (in feet) |
|------------------|----------|------------------|
| 2 | Galv | 660 |
| 2 | PVC | 710 |
| 3 | AC | 4,530 |
| 3 | PVC | 330 |
| 4 | AC | 7,308 |
| 4 | PVC | 5,865 |
| 5 | | |
| 6 | AC | 20,535 |
| 6 | PVC | 18,123 |
| 8 | | |
| 10 | | |
| 12 | | |
| | | |

CUSTOMER METERS

| Size (in inches) | Quantity |
|------------------|----------|
| 5/8 x 3/4 | 349 |
| 3/4 | 3 |
| 1 | 5 |
| 1 1/2 | 2 |
| 2 | 3 |
| 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:

Two chlorinators

STRUCTURES:

700' of 6' chain link fence

12' x 12' booster station

OTHER:

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

Company Name: Sandario Water Company, Inc.
 Name of System: _____ ADEQ Public Water System Number: 10-093

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2014

| MONTH | NUMBER OF CUSTOMERS | GALLONS SOLD (Thousands) | GALLONS PUMPED (Thousands) | GALLONS PURCHASED (Thousands) |
|---------------|---------------------|--------------------------|----------------------------|-------------------------------|
| JANUARY | 317 | 1,552 | 1,867 | - |
| FEBRUARY | 317 | 2,031 | 2,217 | - |
| MARCH | 321 | 1,990 | 2,311 | - |
| APRIL | 322 | 2,137 | 2,426 | - |
| MAY | 325 | 2,428 | 2,871 | - |
| JUNE | 323 | 3,341 | 3,831 | - |
| JULY | 323 | 3,311 | 3,956 | - |
| AUGUST | 320 | 2,730 | 3,104 | - |
| SEPTEMBER | 315 | 2,321 | 2,893 | - |
| OCTOBER | 317 | 2,043 | 2,479 | - |
| NOVEMBER | 314 | 2,402 | 2,855 | - |
| DECEMBER | 318 | 1,835 | 2,240 | - |
| TOTALS | | 28,121 | 33,050 | - |

What is the level of arsenic for each well on your system? 0.0069 & 0.0074 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 N/A

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: Sandario Water Company, Inc.
 Name of System: ADEQ Public Water System Number: 10-093

UTILITY SHUTOFFS / DISCONNECTS

| MONTH | Termination without Notice R14-2-410.B | Termination with Notice R14-2-410.C | OTHER |
|---------------|---|--|--------------|
| JANUARY | - | 4 | - |
| FEBRUARY | - | 2 | - |
| MARCH | - | 1 | - |
| APRIL | - | 4 | - |
| MAY | - | 2 | - |
| JUNE | - | 5 | - |
| JULY | - | 7 | - |
| AUGUST | - | 9 | - |
| SEPTEMBER | - | 6 | - |
| OCTOBER | - | 3 | - |
| NOVEMBER | - | 6 | - |
| DECEMBER | - | - | - |
| TOTALS | - | 49 | - |

OTHER (description):

COMPANY NAME Sandario Water Company, Inc.

YEAR ENDING 12/31/14

PROPERTY TAXES

Amount of actual property taxes paid during Calendar year 2014 was: \$ 7,859

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 15 2015

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

| |
|--------------------------------|
| COUNTY OF (COUNTY NAME) |
| PIMA |
| NAME (OWNER OR OFFICIAL) TITLE |
| Bonnie O'Connor, Manager |
| COMPANY NAME |
| Sandario Water Company, Inc. |

WCC UTILITIES DIRECTOR

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.

[Handwritten Signature]

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

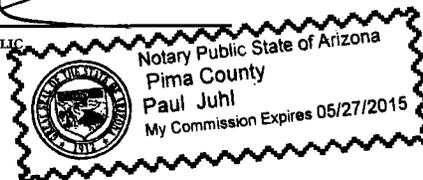
(SEAL)

[Handwritten Signature]

SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES

5/27/2015



**VERIFICATION
AND
SWORN STATEMENT**
Intrastate Revenues Only

RECEIVED

APR 15 2015

ACC UTILITIES DIRECTOR

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

| | |
|--------------------------------|------------------------------|
| COUNTY OF (COUNTY NAME) | PIMA |
| NAME (OWNER OR OFFICIAL) TITLE | Bonnie O'Connor, Manager |
| COMPANY NAME | Sandario Water Company, Inc. |

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

FOR THE YEAR ENDING

| MONTH | DAY | YEAR |
|-------|-----|------|
| 12 | 31 | 2014 |

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2014 WAS:

| |
|---|
| Arizona Intrastate Gross Operating Revenues Only (\$) |
| \$ 124,988 |

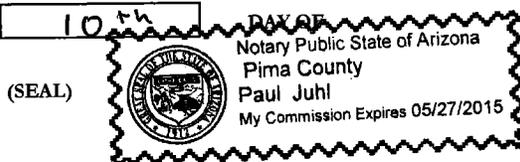
(THE AMOUNT IN BOX ABOVE INCLUDES \$ 7,444 IN SALES TAXES BILLED, OR COLLECTED)

**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 APRIL

| | |
|-------------|-------------|
| COUNTY NAME | Pima |
| MONTH/YEAR | April, 2015 |




SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES 5/27/15

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

**RECEIVED
APR 15 2015
ACC UTILITIES DIRECTOR**

VERIFICATION
STATE OF ARIZONA
I, THE UNDERSIGNED
OF THE

| | |
|---|-------------------------|
| COUNTY OF (COUNTY NAME) PIMA | |
| NAME (OWNER OR OFFICIAL) Bonnie O'Connor | TITLE Manager |
| COMPANY NAME Sandario 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 \$ 124,988 |
|--|

THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 7,444
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

5/27/15

| |
|--|
| NOTARY PUBLIC NAME Paul Juhc |
| COUNTY NAME Pima |
| MONTH/YEAR April, 2015 |


SIGNATURE OF NOTARY PUBLIC