

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL - MAKE CHANGES AS NECESSARY

W-02076A

Tierra Buena Water Company
12540 W. Bethany Home Rd.
Litchfield Park, AZ 85340

RECEIVED
MAR 27 2015
ACC UTILITIES DIRECTOR

ANNUAL REPORT
Water

FOR YEAR ENDING

12	31	2014
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FOR COMMISSION USE

ANN 04	14
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3-27-15

COMPANY INFORMATION

Company Name (Business Name) <u>TIERRA BUENA WATER COMPANY</u>			
Mailing Address <u>12540 W. BETHANY HOME RD.</u>			
(Street)			
<u>LITCHFIELD PARK</u>		<u>AZ</u>	<u>85340</u>
(City)		(State)	(Zip)
<u>(623) 935-1100</u>		<u>(623) 935-7321</u>	<u>(602) 672-9481</u>
Telephone No. (Include Area Code)		Fax No. (Include Area Code)	Cell No. (Include Area Code)
Email Address <u>bobprince@vuwco.com</u>			
Local Office Mailing Address <u>SAME AS ABOVE</u>			
(Street)			
(City)		(State)	(Zip)
Local Office Telephone No. (Include Area Code)		Fax No. (Include Area Code)	Cell No. (Include Area Code)
Email Address _____		Website address _____	

MANAGEMENT INFORMATION

<input checked="" type="checkbox"/> Regulatory Contact:			
<input checked="" type="checkbox"/> Management Contact: <u>ROBERT L. PRINCE</u> <u>PRESIDENT</u>			
(Name)		(Title)	
<u>12540 W. BETHANY HOME RD.</u>		<u>LITCHFIELD PARK</u>	<u>AZ</u> <u>85340</u>
(Street)		(City)	(State) (Zip)
<u>(623) 935-1100</u>		<u>(623) 935-7321</u>	<u>(602) 672-9481</u>
Telephone No. (Include Area Code)		Fax No. (Include Area Code)	Cell No. (Include Area Code)
Email Address <u>bobprince@vuwco.com</u>			
On Site Manager: <u>SAME AS ABOVE</u>			
(Name)			
(Street)		(City)	(State) (Zip)
Telephone No. (Include Area Code)		Fax No. (Include Area Code)	Cell No. (Include Area Code)
Email Address _____			

Statutory Agent: JEFF SELLERS
 (Name)

1850 N. CENTRAL AVE. SUITE 1100 PHOENIX AZ 85004
 (Street) (City) (State) (Zip)

(602) 604-2194 (602) 274-9135 _____
 Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Attorney: SAME AS ABOVE
 (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 **TIERRA BUENA WATER COMPANY**

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	87,928	79,032	8,896
311	Pumping Equipment	36,147	36,147	0
320	Water Treatment Equipment	376	123	253
330	Distribution Reservoirs and Standpipes	157,369	131,529	25,840
331	Transmission and Distribution Mains	220,508	194,643	25,865
333	Services	8,794	3,462	5,332
334	Meters and Meter Installations	36,002	25,950	10,052
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	3,513	2,220	1,293
341	Transportation Equipment	6,176	772	5,404
343	Tools, Shop and Garage Equipment	507	63	444
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant	2,990	2,131	859
	TOTALS	560,310	476,072	84,238

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

COMPANY NAME	TIERRA BUENA WATER COMPANY
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CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements			
307	Wells and Springs	87,928	5%	4,396
311	Pumping Equipment	36,147	5%	0
320	Water Treatment Equipment	376	5%	19
330	Distribution Reservoirs and Standpipes	157,369	5%	7,868
331	Transmission and Distribution Mains	220,508	5%	11,025
333	Services	8,794	5%	440
334	Meters and Meter Installations	36,002	5%	1,668
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	3,513	5%	176
341	Transportation Equipment	6,176	5%	309
343	Tools, Shop and Garage Equipment	507	5%	25
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant	2,990	5%	149
	SUBTOTALS	560,310		26,075
	Less: Amortization of Contributions			17,383
	TOTALS	560,310		8,692

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

COMPANY NAME	TIERRA BUENA WATER COMPANY
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BALANCE SHEET

Acct. No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 15,642	\$ 14,213
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	4,787	4,696
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments	24	512
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 20,453	\$ 19,421
	FIXED ASSETS		
101	Utility Plant in Service	\$ 555,023	\$ 560,310
103	Property Held for Future Use		
105	Construction Work in Progress	35,521	46,210
108	Accumulated Depreciation - Utility Plant	449,997	476,072
121	Non-Utility Property		
122	Accumulated Depreciation - Non Utility		
	TOTAL FIXED ASSETS	\$ 140,547	\$ 130,448
	TOTAL ASSETS	\$ 161,000	\$ 149,869

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

BALANCE SHEET (CONTINUED)

Acct. No.	LIABILITIES	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT LIABILITES		
231	Accounts Payable	\$ 4,204	\$ 10,491
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits		
236	Accrued Taxes	2,564	2,610
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$ 6,768	\$ 13,101
	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	160	
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	367,499	367,499
272	Less: Amortization of Contributions	8,691	26,074
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ 358,968	\$ 341,425
	TOTAL LIABILITIES	\$ 365,736	\$ 354,526
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 50,000	\$ 50,000
211	Paid in Capital in Excess of Par Value	21,650	21,650
215	Retained Earnings	(276,386)	(276,307)
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ (204,736)	\$ (204,657)
	TOTAL LIABILITIES AND CAPITAL	\$ 161,000	\$ 149,869

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 90,603	\$ 88,073
460	Unmetered Water Revenue		
474	Other Water Revenues	752	657
	TOTAL REVENUES	\$ 91,355	\$ 88,730
	OPERATING EXPENSES		
601	Salaries and Wages	\$ 41,197	\$ 41,226
610	Purchased Water		
615	Purchased Power	12,394	12,045
618	Chemicals	799	1,082
620	Repairs and Maintenance	1,209	1,738
621	Office Supplies and Expense	115	575
630	Outside Services	2,849	2,268
635	Water Testing	660	2,927
641	Rents		
650	Transportation Expenses	1,545	2,523
657	Insurance - General Liability	5,112	5,225
659	Insurance - Health and Life		
666	Regulatory Commission Expense - Rate Case		
675	Miscellaneous Expense	2,255	2,425
403	Depreciation Expense	17,214	8,692
408	Taxes Other Than Income	3,621	3,496
408.11	Property Taxes	4,137	4,074
409	Income Tax	1,087	356
	TOTAL OPERATING EXPENSES	\$ 94,194	\$ 88,652
	OTHER INCOME/EXPENSE		
419	Interest and Dividend Income	\$ 1	\$ 1
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	TOTAL OTHER INCOME/EXP	\$ 1	\$ 1
	NET INCOME/(LOSS)	\$ (2,838)	\$ 79

COMPANY NAME **TIERRA BUENA 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	<u>\$ 0</u>
Meter Deposits Refunded During the Test Year	<u>\$ 160</u>

COMPANY NAME	TIERRA BUENA WATER COMPANY
Name of System:	ADEQ Public Water System Number: 07-073

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-564891	15	165	680	12"	4"	1998
55-801249	10	50	450	8"	1 ½"	1965

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

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

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
15	2	15	

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
100,000	1	5,000	2

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

COMPANY NAME	TIERRA BUENA WATER COMPANY
Name of System:	ADEQ Public Water System Number: 07-073

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2014

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	127	2,256	2,461	
FEBRUARY	127	1,887	2,032	
MARCH	127	2,356	2,557	
APRIL	127	2,806	2,883	
MAY	127	3,281	3,439	
JUNE	127	4,781	4,990	
JULY	126	4,212	4,404	
AUGUST	127	3,856	4,056	
SEPTEMBER	127	2,547	2,777	
OCTOBER	127	2,748	2,894	
NOVEMBER	127	2,906	3,218	
DECEMBER	127	1,624	1,728	
TOTALS →		35,260	37,439	0

What is the level of arsenic for each well on your system? WELL 1 - .021 mg/l
(If more than one well, please list each separately.) WELL 2 - .010

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: _____

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

COMPANY NAME	TIERRA BUENA WATER COMPANY
Name of System:	ADEQ Public Water System Number: 07-073

UTILITY SHUTOFFS / DISCONNECTS

MONTH	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	OTHER
JANUARY			
FEBRUARY			
MARCH			
APRIL		1	
MAY			
JUNE			
JULY			
AUGUST		1	
SEPTEMBER			
OCTOBER		2	
NOVEMBER			
DECEMBER			
TOTALS →		4	

OTHER (description):

COMPANY NAME TIERRA BUENA WATER COMPANY YEAR ENDING 12/31/2014

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2014 was: \$ 4,105.13

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

MAR 27 2015

ACC UTILITIES DIRECTOR

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	MARICOPA
NAME (OWNER OR OFFICIAL) TITLE	ROBERT L. PRINCE, PRESIDENT
COMPANY NAME	TIERRA BUENA WATER COMPANY

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

FOR THE YEAR ENDING

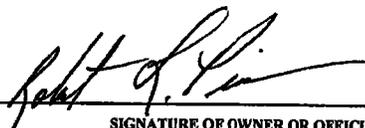
MONTH	DAY	YEAR
12	31	2014

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.


SIGNATURE OF OWNER OR OFFICIAL
623-935-1100
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

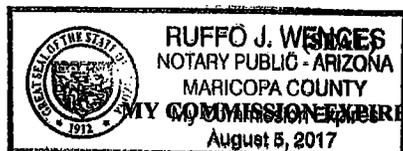
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

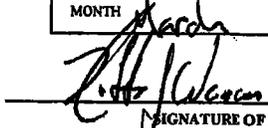
27th

DAY OF

COUNTY NAME	Maricopa
MONTH	March
	2015



August 5th 2017


SIGNATURE OF NOTARY PUBLIC

COMPANY NAME TIERRA BUENA WATER COMPANY YEAR ENDING 12/31/2014

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported	<u>1,654</u>
Estimated or Actual Federal Tax Liability	<u>248</u>

State Taxable Income Reported	<u>1,655</u>
Estimated or Actual State Tax Liability	<u>108</u>

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances	<u>0</u>
Amount of Gross-Up Tax Collected	<u>0</u>
Total Grossed-Up Contributions/Advances	<u>0</u>

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.


SIGNATURE

3-27-15
DATE

Robert L. Pince
PRINTED NAME

President
TITLE

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

RECEIVED
MAR 27 2015

VERIFICATION
STATE OF ARIZONA
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)	MARICOPA
NAME (OWNER OR OFFICIAL) TITLE	ROBERT L. PRINCE, PRESIDENT
COMPANY NAME	TIERRA BUENA WATER COMPANY

ACC UTILITIES DIRECTOR

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>94,566</u>

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 5,836
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)**

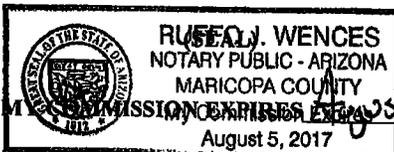
Robert L. Prince
SIGNATURE OF OWNER OR OFFICIAL
623-935-1100
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 27th DAY OF

COUNTY NAME	Maricopa	
MONTH	March	2015



Russell J. Wences
SIGNATURE OF NOTARY PUBLIC

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

RECEIVED
MAR 27 2015
ACC UTILITIES DIRECTOR

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	MARICOPA	
NAME (OWNER OR OFFICIAL)	ROBERT L. PRINCE	TITLE PRESIDENT
COMPANY NAME	TIERRA BUENA WATER COMPANY	

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>94,566</u>

**THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 5,836
IN SALES TAXES BILLED, OR COLLECTED)**

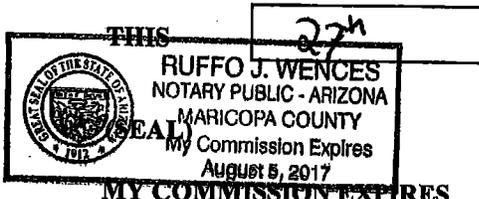
***RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.**

Robert L. Prince
SIGNATURE OF OWNER OR OFFICIAL

623-935-1100
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF



NOTARY PUBLIC NAME	Ruffo Wences	
COUNTY NAME	Maricopa	
MONTH	March	2015

X *Ruffo J. Wences*
SIGNATURE OF NOTARY PUBLIC

August 5th 2017