

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

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APR 02 2015

AZ CORP COMM
Director - Utilities

ANNUAL REPORT MAILING LABEL - MAKE CHANGES AS NECESSARY

W-02498A

Tierra Mesa Estates Water Co, Inc
4743 E 30th Place
Yuma, AZ 85365

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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4-2-15

COMPANY INFORMATION

Company Name (Business Name) Tierra Mesa Estates Water Co., Inc.

Mailing Address 4743 E 30th Place
(Street)

Yuma AZ 85365
(City) (State) (Zip)

928.341.9685 928.341.9196
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address info@sunstates.com

Local Office Mailing Address Same
(Street)

(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: Nancy Miller Vice-President
(Name) (Title)

4743 E 30th Place Yuma AZ 85365
(Street) (City) (State) (Zip)

928.341.9685 928.341.9196
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address info@sunstates.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:

Same

(Name)

(Street)

(City)

(State)

(Zip)

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 Tierra Mesa Estates Water Co., 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 and Land Rights	5785		5785
304	Structures and Improvements	48316	26417	21899
307	Wells and Springs	147291	67138	80153
311	Pumping Equipment	166559	95149	71410
320	Water Treatment Equipment	52044	27633	24411
320.1	Water Treatment Plants			
320.2	Solution Chemical Feeders			
330	Distribution Reservoirs and Standpipes			
330.1	Storage Tanks			
330.2	Pressure Tanks			
331	Transmission and Distribution Mains	69755	33645	36110
333	Services	18750	18750	0
334	Meters and Meter Installations	10020	7772	2248
335	Hydrants	13705	6665	7040
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	1636	1163	473
340	Office Furniture and Equipment	2913	2913	0
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	2786	2359	427
348	Other Tangible Plant	176771	48905	127866
	TOTALS	716331	338509	377822

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

COMPANY NAME Tierra Mesa Water Co., 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 and Land Rights	5785	0	0
304	Structures and Improvements	48316	2.5	1922
307	Wells and Springs	147291	.5	7703
311	Pumping Equipment	166559	.5	8300
320	Water Treatment Equipment	52044	4.5	2596
320.1	Water Treatment Plants			
320.2	Solution Chemical Feeders			
330	Distribution Reservoirs and Standpipes			
330.1	Storage Tanks			
330.2	Pressure Tanks			
331	Transmission and Distribution Mains	69755	2.5	1744
333	Services	18750	5	938
334	Meters and Meter Installations	10020	5	502
335	Hydrants	13705	2.5	390
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	1636	5	82
340	Office Furniture and Equipment	2913	10	67
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	2786	5	165
348	Other Tangible Plant	176771	10	7507
	SUBTOTAL	716331		31913
	LESS CIAC Amortization			0
	TOTALS *	716331		31913

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

COMPANY NAME Tierra Mesa Estates Water Co, Inc

WATER UTILITY BALANCE SHEET

Acct No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 3114.21	\$ 8874.67
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable		
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 3114.21	\$ 8874.67
	FIXED ASSETS		
101	Utility Plant in Service	\$ 716331	\$ 716331
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	< 3369217	< 3385097
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 382790	\$ 377822
	TOTAL ASSETS	\$ 382524.21	\$ 386697.67

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

COMPANY NAME Tierra Mesa Estates Water Co, Inc

WATER UTILITY BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
LIABILITIES			
CURRENT LIABILITES			
231	Accounts Payable	\$ 6880.62	\$ 8888.53
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	718.85	828.42
236	Accrued Taxes	8144.74	10200.72
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$ 15744.21	\$ 19917.67
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		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$	\$
	TOTAL LIABILITIES	\$ 15744.21	\$ 19917.67
CAPITAL ACCOUNTS			
201	Common Stock Issued	\$ 460221	\$ 460221
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	2934417	2934417
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 366780	\$ 366780
	TOTAL LIABILITIES AND CAPITAL	\$ 382524.21	\$ 386697.67

COMPANY NAME Tierra Mesa Estates Water Co, Inc

WATER UTILITY COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 132584	\$ 148268
460	Unmetered Water Revenue		
474	Other Water Revenues		
	TOTAL REVENUES	\$ 132584	\$ 148268
	OPERATING EXPENSES		
601	Salaries and Wages	\$	\$
610	Purchased Water		
615	Purchased Power	13601.19	13509.95
618	Chemicals		
620	Repairs and Maintenance	12280.57	12967.37
621	Office Supplies and Expense	2168.75	7882.44
630	Outside Services	78195.85	64518.31
635	Water Testing	4491.38	3532.00
641	Rents		
650	Transportation Expenses	3181.38	2630.32
657	Insurance - General Liability	3392.64	2781.00
659	Insurance - Health and Life		
666	Regulatory Commission Expense -- Rate Case		
675	Miscellaneous Expense	4619.14	14980.30
403	Depreciation Expense	31913.00	31913.00
408	Taxes Other Than Income	8144.74	10200.72
408.11	Property Taxes	5074.14	5156.88
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ 167062.78	\$ 170072.29
	OPERATING INCOME/(LOSS)	\$ <34478.78>	\$ <21804.29>
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	TOTAL OTHER INCOME/(EXPENSE)	\$ 0	\$ 0
	NET INCOME/(LOSS)	\$ <34478.78>	\$ <21804.29>

COMPANY NAME Tierra Mesa Estates Water Co, Inc

SUPPLEMENTAL FINANCIAL DATA
Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.		N/A		
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 \$ _____

Meter Deposits Refunded During the Test Year \$ _____

COMPANY NAME	Tierra Mesa Water Co, Inc		
Name of System:	ADEQ Public Water System Number:	14.080	

WATER UTILITY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-513889	15	235		8	4	1999
55-806428	15	200		8	4	1999
55-575525	40	600		10	6	1999

* 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
10	2	5	
10	2		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
100,000	1	1000	1
37,600	1	3000	1

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

COMPANY NAME	Tierra Mesa Estates Water Co, Inc.
Name of System:	ADEQ Public Water System Number: 14.080

WATER UTILITY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2		
3		
4	ACP	1200
5		
6	ACP	660
8	ACP	1560
10		
12		
4	PVC	5866
6	PVC	1850
8	PVC	7893

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	239
3/4	
1	
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:

35 gal liquid Cl₂ tank and metering pump

STRUCTURES:

12' x 16' CMU Chemical bldg
 16' x 19' concrete containment structure for caustic storage tank 3x8

OTHER:

210 LF 6' CMP fencing 270 LF 6' Chain link fencing
 Area lighting standards on concrete block
 Eye Wash Station

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

COMPANY NAME: <u>Tierra Mesa Estates Water Co, Inc</u>
Name of System: _____ ADEQ Public Water System Number: <u>14.080</u>

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2014

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	237	2947		
FEBRUARY	236	3957		
MARCH	242	2769		
APRIL	239	5088		
MAY	239	5701		
JUNE	238	5966		
JULY	237	7523		
AUGUST	239	5638		
SEPTEMBER	237	6353		
OCTOBER	239	5243		
NOVEMBER	239	4189		
DECEMBER	239	3895		
TOTALS →		59269		

What is the level of arsenic for each well on your system? < 0.001 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 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, 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 Mesa Estates Water Co, Inc
 Name of System: _____ ADEQ Public Water System Number: 14.080

UTILITY SHUTOFFS / DISCONNECTS

MONTH	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	OTHER <i>New</i>
JANUARY			<i>6</i>
FEBRUARY			
MARCH			
APRIL			<i>2</i>
MAY	<i>1</i>	<i>1</i>	<i>1</i>
JUNE	<i>1</i>	<i>3</i>	<i>3</i>
JULY		<i>2</i>	<i>2</i>
AUGUST		<i>1</i>	<i>3</i>
SEPTEMBER	<i>2</i>		<i>1</i>
OCTOBER	<i>1</i>	<i>1</i>	<i>2</i>
NOVEMBER	<i>1</i>	<i>2</i>	<i>2</i>
DECEMBER		<i>1</i>	<i>1</i>
TOTALS →	<i>7</i>	<i>15</i>	<i>23</i>

OTHER (description):

COMPANY NAME Tierra Mesa Estates Water Co, Inc. YEAR ENDING 12/31/2014

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2014 was: \$ 5156.88

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 02 2015

AZ CORP COMM
Director - Utilities

VERIFICATION

STATE OF Arizona
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)	<u>Yuma</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>Nancy Miller, Vice-President</u>
COMPANY NAME	<u>Tierra Mesa Estates Water Co, Inc</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.

Nancy Miller

SIGNATURE OF OWNER OR OFFICIAL

928-341-9685

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

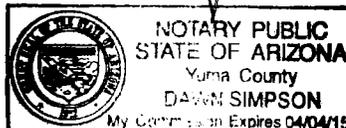
THIS 26 DAY OF

(SEAL)

MY COMMISSION EXPIRES 04/04/2015

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

SIGNATURE OF NOTARY PUBLIC



**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

RECEIVED

APR 02 2015

AZ CORP COMM
Director - Utilities

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	<u>Yuma</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>Nancy Miller, Vice-President</u>
COMPANY NAME	<u>Terra Mesa Estates Water Co, Inc.</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>148268.00</u>

(THE AMOUNT IN BOX ABOVE INCLUDES \$ 10200.72 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)**

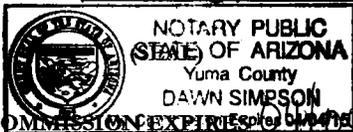
NJ Miller
SIGNATURE OF OWNER OR OFFICIAL
928.341.9685
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 26 DAY OF

COUNTY NAME	<u>Yuma</u>
MONTH	<u>March</u> , 20 <u>15</u>



[Signature]
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES 03/31/2015

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

RECEIVED
APR 02 2015
AZ CORP COMM
Director - Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <u>Yuma</u>	
NAME (OWNER OR OFFICIAL) <u>Nancy Miller</u>	TITLE <u>Vice-President</u>
COMPANY NAME <u>Tierra Mesa Water Co, Inc</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 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>148268.00</u>

THE AMOUNT IN BOX AT LEFT INCLUDES \$ 10200.72 IN SALES TAXES BILLED, OR COLLECTED)

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

X J Miller
SIGNATURE OF OWNER OR OFFICIAL
928-341-9685
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

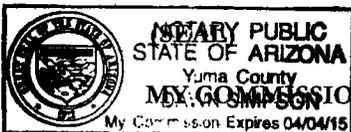
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

26

DAY OF

NOTARY PUBLIC NAME	<u>Dawn Simpson</u>
COUNTY NAME	<u>Yuma</u>
MONTH	<u>March</u> , 20 <u>15</u>



NOTARY PUBLIC STATE OF ARIZONA
Yuma County
Dawn Simpson
MY COMMISSION EXPIRES 04/04/2015

Dawn Simpson
SIGNATURE OF NOTARY PUBLIC