

**ARIZONA CORPORATION COMMISSION**  
**UTILITIES DIVISION**

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

W-01212A

Valencia Water Company, Inc. (Town Division)  
c/o Global Water Resources, Inc.  
21410 N. 19<sup>th</sup> Ave., Ste. 220  
Phoenix, AZ 85027

RECEIVED

APR 15 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:

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**ANNUAL REPORT**

**Water**

FOR YEAR ENDING

12	31	2014
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FOR COMMISSION USE

ANN 04	14
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4-22-15

## COMPANY INFORMATION

<b>Company Name (Business Name)</b> <u>Valencia Water Company, Inc. (Town Division)</u>		
Mailing Address <u>21410 N 19<sup>th</sup> Avenue, Suite 220</u>		
	(Street)	
<u>Phoenix</u>	<u>AZ</u>	<u>85027</u>
(City)	(State)	(Zip)
<u>623-580-9600</u>	<u>844-233-3517</u>	
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)
Email Address <u>jon.corwin@gwresources.com</u>		
<b>Local Office Mailing Address</b> <u>Same as above</u>		
	(Street)	
(City)	(State)	(Zip)
<u>623-518-4000</u>	<u>866-940-1102</u>	
Local Customer Service Phone No. (Include Area Code)	(1-800 or other long distance Customer Service Phone No.)	
Email Address _____ Website address <u>www.gwresources.com</u>		

## MANAGEMENT INFORMATION

<input type="checkbox"/> <b>Regulatory Contact:</b>	<u>Joanne Ellsworth</u>		
<input type="checkbox"/> <b>Management Contact:</b>	<u>Jon Corwin</u>	<u>General Manager</u>	
	(Name)	(Title)	
<u>21410 N. 19<sup>th</sup> Avenue, Suite 220</u>	<u>Phoenix</u>	<u>AZ</u>	<u>85027</u>
(Street)	(City)	(State)	(Zip)
<u>623-580-9600</u>	<u>844-232-3517</u>		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
Email Address <u>joncorwin@gwresources.com</u>			
<b>On Site Manager:</b> <u>Jon Corwin, General Manager</u>			
	(Name)		
<u>210 E. Coronado Street</u>	<u>Buckeye</u>	<u>AZ</u>	<u>85027</u>
(Street)	(City)	(State)	(Zip)
<u>520-233-2906</u>	<u>520-568-6367</u>		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
Email Address <u>jon.corwin@gwresources.com</u>			

**Statutory Agent:** Mike Liebman  
(Name)

21410 N. 19<sup>th</sup> Avenue, Suite 220 Phoenix AZ 85027  
(Street) (City) (State) (Zip)

623-580-9600 844-232-3517  
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

**Attorney:** Tim Sabo, Snell & Wilmer  
(Name)

400 E. Van Buren, Ste. 1900 Phoenix AZ 85004  
(Street) (City) (State) (Zip)

602-382-6359 602-382-6070  
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

**Email Address** tsabo@swlaw.com

### 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

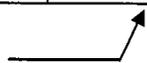
SANTA CRUZ  YAVAPAI  YUMA

STATEWIDE

COMPANY NAME VALENCIA WATER COMPANY, INC. (TOWN DIVISION)

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	188,326	-	188,326
304	Structures and Improvements	967,171	229,910	737,261
307	Wells and Springs	1,859,615	455,429	1,404,186
309	Raw Water Supply Mains	49,966	3,380	46,586
310	Power Generation Equipment	60,224	13,569	46,654
311	Pumping Equipment	8,436,801	6,830,159	1,606,643
320	Water Treatment Equipment	4,293,295	1,036,908	3,256,387
330	Distribution Reservoirs and Standpipes	4,802,470	1,043,271	3,759,200
331	Transmission and Distribution Mains	22,252,582	3,528,423	18,724,159
333	Services	3,246,793	782,225	2,464,568
334	Meters and Meter Installations	1,681,638	754,311	927,327
335	Hydrants	1,963,004	326,229	1,636,775
336	Backflow Prevention Devices	20,716	11,125	9,591
339	Other Plant and Misc. Equipment	65,979	13,624	52,355
340	Office Furniture and Equipment	52,604	23,893	28,710
340.1	Computers and Software	71,896	68,558	3,339
341	Transportation Equipment	152,458	152,458	-
343	Tools, Shop and Garage Equipment	55,984	26,921	29,063
344	Laboratory Equipment	43,195	28,522	14,672
345	Power Operated Equipment	35,886	16,490	19,396
346	Communication Equipment	165,360	52,897	112,463
347	Miscellaneous Equipment	21,864	11,617	10,247
348	Other Tangible Plant	3,632,326	1,979,853	1,652,473
	<b>TOTALS</b>	<b>54,120,151</b>	<b>17,389,772</b>	<b>36,730,380</b>

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

COMPANY NAME VALENCIA WATER COMPANY, INC. (TOWN DIVISION)

**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	-	0%	-
302	Franchises	-	0%	-
303	Land and Land Rights	188,326	0%	-
304	Structures and Improvements	967,171	4%	34,708
307	Wells and Springs	1,859,615	3%	62,927
309	Raw Water Supply Mains	49,966	2%	999
310	Power Generation Equipment	60,224	5%	3,241
311	Pumping Equipment	8,436,801	14%	1,202,997
320	Water Treatment Equipment	4,293,295	4%	152,365
330	Distribution Reservoirs and Standpipes	4,802,470	3%	125,193
331	Transmission and Distribution Mains	22,252,582	2%	445,292
333	Services	3,246,793	3%	108,418
334	Meters and Meter Installations	1,681,638	11%	183,399
335	Hydrants	1,963,004	2%	39,256
336	Backflow Prevention Devices	20,716	6%	1,325
339	Other Plant and Misc. Equipment	65,979	7%	4,591
340	Office Furniture and Equipment	52,604	6%	3,416
340.1	Computers and Software	71,896	4%	3,143
341	Transportation Equipment	152,458	3%	5,170
343	Tools, Shop and Garage Equipment	55,984	6%	3,362
344	Laboratory Equipment	43,195	12%	4,997
345	Power Operated Equipment	35,886	5%	1,835
346	Communication Equipment	165,360	10%	16,778
347	Miscellaneous Equipment	21,864	10%	2,279
348	Other Tangible Plant	3,632,326	9%	342,706
	<b>SUBTOTAL</b>	<b>\$54,120,151</b>		<b>2,748,398</b>
	<b>LESS CIAC Amortization</b>			<b>( 740,158 )</b>
	<b>TOTALS *</b>	<b>\$54,120,151</b>		<b>2,008,240</b>

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

**WATER UTILITY BALANCE SHEET**

Acct No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash		
132	Special Deposits	555	548
134	Working Funds	5,130	5,200
135	Temporary Cash Investments	-	-
141	Customer Accounts Receivable	-	-
143	Accumulated Provision for Uncollectible Accounts	213,127	194,286
151	Plant Material and Supplies	( 17,781 )	( 25,764 )
162	Prepayments	22,738	16,930
173	Accrued Utility Revenues	21,723	16,933
174	Miscellaneous Current and Accrued Assets	264,244	284,893
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	<b>163,292</b>	<b>418,889</b>
		<b>\$673,028</b>	<b>911,915</b>
	<b>FIXED ASSETS</b>		
101	Utility plant in service (All)		
103	Property Held for Future Use	54,023,891	54,120,151
105	Construction Work-in-Progress	-	-
108	Accumulated Depreciation - Utility Plant	2,639,214	2,604,474
121	Non-Utility Property	( 14,813,796 )	( 17,389,772 )
122	Accumulated Depreciation - Non Utility	-	-
	<b>TOTAL FIXED ASSETS</b>	<b>-</b>	<b>-</b>
		<b>\$41,849,309</b>	<b>39,334,853</b>
	<b>OTHER ASSETS</b>		
114	Utility Plant Acquisition Adjustments		
181	Unamortized Debt Discount & Expense	10,794,655	10,794,655
190	Accumulated Deferred Income Taxes	-	-
	<b>TOTAL OTHER ASSETS</b>	<b>-</b>	<b>161,285</b>
		<b>\$10,794,655</b>	<b>10,955,940</b>
	<b>TOTAL ASSETS</b>	<b>\$53,316,992</b>	<b>51,202,707</b>

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

**WATER UTILITY BALANCE SHEET (CONTINUED)**

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>LIABILITIES</b>		
	<b>CURRENT LIABILITES</b>		
231	Accounts Payable	375,664	537,874
232	Notes Payable (Current Portion)	-	-
234	Notes/Accounts Payable to Associated Companies	-	-
235	Customer Deposits	419,463	367,990
236	Accrued Taxes	150,315	174,986
237	Accrued Interest	55,522	54,509
241	Miscellaneous Current and Accrued Liabilities	182,905	425,068
253	Other Deferred Credits	8,730	34,245
	<b>TOTAL CURRENT LIABILITIES</b>	<b>\$1,192,599</b>	<b>1,594,672</b>
	<b>LONG-TERM DEBT (Over 12 Months)</b>		
224	Long-Term Notes and Bonds	-	-
	<b>DEFERRED CREDITS</b>		
251	Unamortized Premium on Debt	-	-
252	Advances in Aid of Construction	32,359,586	28,279,536
255	Accumulated Deferred Investment Tax Credits	-	-
271	Contributions in Aid of Construction	9,121,262	12,905,713
272	Less: Amortization of Contributions	( 930,805 )	( 1,670,963 )
281	Accumulated Deferred Income Tax	-	-
	<b>TOTAL DEFERRED CREDITS</b>	<b>\$40,550,043</b>	<b>39,514,285</b>
	<b>TOTAL LIABILITIES</b>	<b>\$41,742,642</b>	<b>41,108,956</b>
	<b>CAPITAL ACCOUNTS</b>		
201	Common Stock Issued	-	-
211	Paid in Capital in Excess of Par Value	11,839,227	10,056,218
215	Retained Earnings	( 264,877 )	37,533
218	Proprietary Capital (Sole Props and Partnerships)	-	-
	<b>TOTAL CAPITAL</b>	<b>\$11,574,350</b>	<b>10,093,751</b>
	<b>TOTAL LIABILITIES AND CAPITAL</b>	<b>\$53,316,992</b>	<b>51,202,707</b>

COMPANY NAME VALENCIA WATER COMPANY, INC. (TOWN DIVISION)

**WATER UTILITY COMPARATIVE STATEMENT OF INCOME AND EXPENSE**

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	5,091,450	5,083,662
460	Unmetered Water Revenue	-	-
474	Other Water Revenues	149,495	156,094
	<b>TOTAL REVENUES</b>	<b>5,240,945</b>	<b>5,239,756</b>
	<b>OPERATING EXPENSES</b>		
601	Salaries and Wages	1,086,205	862,093
604	Employee Pensions and Benefits	6,325	21,216
610	Purchased Water	645	860
615	Purchased Power	435,173	449,706
616	Fuel for Power Production	1,004	3,833
618	Chemicals	33,160	32,430
620	Materials and Supplies	110,529	133,602
621	Office Supplies and Expense	64,115	90,728
631	Contractual Services – Eng.	190	666
632	Contractual Services – Acctg.	61,689	96,941
633	Contractual Services – Management Fees	411,261	549,850
635	Contractual Services – Testing	15,229	15,781
636	Contractual Services – Other	142,534	94,960
641	Rental of Building	46,529	16,207
642	Rental of Equipment	1,108	1,951
650	Transportation Expenses	82,219	77,611
657	Insurance – General Liability	35,093	42,826
658	Insurance – Workers Comp	4,348	4,626
659	Insurance – Other	125,778	194,854
660	Advertising Expense	1,725	3,045
666	Regulatory Commission Expense – Rate Case	71,926	-
667	Regulatory Commission Expense – Other	-	103
670	Bad Debt Expense	19,411	11,449
675	Miscellaneous Expense	81,117	86,703
403	Depreciation Expense	2,831,576	2,747,781
403	Depreciation Expense –CIAC Amortization	( 504,687 )	( 740,158 )
408	Taxes Other Than Income	72,991	64,963
408.11	Property Taxes	245,086	273,805
409	Income Tax	-	( 161,285 )
	<b>TOTAL OPERATING EXPENSES</b>	<b>5,482,279</b>	<b>4,977,147</b>
	<b>OPERATING INCOME/(LOSS)</b>	<b>( 241,334 )</b>	<b>262,609</b>
	OTHER INCOME/(EXPENSE)	-	-

419	Interest and Dividend Income	-	-
421	Non-Utility Income	-	56,000
426	Miscellaneous Non-Utility Expenses	1,135	9,320
427	Interest Expense	(24,873)	(25,519)
	<b>TOTAL OTHER INCOME/(EXPENSE)</b>	<b>(23,738)</b>	<b>39,801</b>
	<b>NET INCOME/(LOSS)</b>	<b>(265,072)</b>	<b>302,410</b>

**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	\$ 367,990
Meter Deposits Refunded During the Test Year	\$ 297,031

COMPANY NAME VALENCIA WATER COMPANY, INC. (TOWN DIVISION)

Name of System: VWC - TD

ADEQ Public Water System Number: AZ-04-07-078

**WATER UTILITY PLANT DESCRIPTION**

**WELLS**

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-200564 Sonoran Vista SE			645	7		2004
55-201055 Riata Well #1			620	11		
55-201739 Crystal Vista Well			650	11		204
55-201740 Sonoran Vista NE	150	750	645	11	6"	2004
55-202399 Riata Well #2	125	525	660	11	8"	2004
55-202400 Bales School Well	50	750	550	11	4"	2004
55-203643 Schult Well			530	11		2004
55-203650 Evergreen Well #2	150	700	725	11	6"	2004
55-203651 Evergreen Well #1			520	11		
55-205450 Evergreen Well #3						
55-207806 4 <sup>th</sup> & Central	25	410	820	11	6"	2006
55-577508 4 <sup>th</sup> & Baseline #2	60	600	620	8	6"	2000
55-592220 Blue Hills Well #2	60	350	580	11	6"	2002
55-595258 Sonoran Vista SW	75	500	750	11	6"	2003
55-595289 AZ Machinery Well						
55-599204 Blue Hills Well #1	20	110	320	9	4"	
55-599950 7 <sup>th</sup> & Alarcon #2	50	250	800	10	4"	
55-607656 4 <sup>th</sup> & Baseline #1	10	75	490	6	2"	
55-607657 4 <sup>th</sup> & Central			577	8		1966
55-607658 7 <sup>th</sup> and Alarcon #1			650	10		

\* 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
5	4	846	
15	6		
20	4		
25	4		
30	3		
40	11		
50	9		
60	2		
100	2		
125	2		
150	3		
200	2		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
25,000	2		
50,000	3		
100,000	2		
128,000	1		
180,000	1		
195,000	1		
215,000	1		
240,000	1		
500,000	2		
550,000	1		
750,000	1		
900,000	1		
1,000,000	1		

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

COMPANY NAME VALENCIA WATER COMPANY, INC. (TOWN DIVISION)

Name of System: VWC - TD

ADEQ Public Water System Number: AZ-04-07-078

**WATER UTILITY PLANT DESCRIPTION (CONTINUED)**

**MAINS**

Size (in inches)	Material	Length (in feet)
4	ACP	69
2	CU	3,030
4	DIP	163
6	DIP	399
8	DIP	7,260
10	DIP	2,874
12	DIP	20,795
16	DIP	45,852
18	DIP	8,026
8	DIP 350	196
12	DIP 350	11
16	DIP 350	5,250
1	PVC	79
2	PVC	1,483
3	PVC	2,626
4	PVC	17,646
6	PVC	30,980
8	PVC	317,356
10	PVC	4,104
12	PVC	49,032
16	PVC	7,269
6	PVCCL1	16
8	PVCCL1	67
4	PVCCL2	50
8	PVCCL2	223
10	PVCCL2	2,518
3	STEEL	27
6	STEEL	90
8	STEEL	214
10	STEEL	100
UNK	UNK	1,818
2	UNK	50
4	UNK	10,305
6	UNK	25,073

**CUSTOMER METERS**

Size (in inches)	Quantity
5/8 x 3/4	5,992
3/4	12
1	147
1 1/2	0
2	136
3	1
4	0
6	2

8	UNK	7,387
10	UNK	30
12	UNK	9,224
16	UNK	2,084

**For the following three items, list the utility owned assets in each category for each system.**

**TREATMENT EQUIPMENT:**

ArsenX treatment systems and Chlorine Disinfection Systems

- 7th & Alarcon
- Bales
- Blue Hills
- 4th & Baseline
- 4th & Central

Coagulation Filtration System

- Sonoran Vista

**STRUCTURES:**

1 x Local Office Structure – Warehouse, Office Space (201 E Coronado St, Buckeye, AZ)

1 x Block Walls around Wells Sites, Booster Stations, and Water Distribution Center

1 x Mobile office Unit at Lower Buckeye WDC

**OTHER:**

SCADA Communications System & Video Monitoring System\_

Aclara Fixed Network Advanced Metering Infrastructure

9 x Utility Trucks

1 x John Deere Backhoe

1 x Flatbed Trailer

1 x Mitsubishi Fork Lift

1 x Mobile Generator

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

COMPANY NAME: VALENCIA WATER COMPANY, INC. (TOWN DIVISION)	
Name of System: VWC - TD	ADEQ Public Water System Number: AZ-04-07-078

**WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2014**

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	5918	41,513	49,953	
FEBRUARY	5930	40,206	46,292	
MARCH	5928	40,881	55,909	
APRIL	5948	50,175	64,036	
MAY	5928	61,982	79,512	
JUNE	5952	77,222	97,870	
JULY	5958	83,766	93,182	
AUGUST	5948	79,534	74,143	
SEPTEMBER	5976	66,120	67,010	
OCTOBER	5997	52,327	62,395	
NOVEMBER	6005	66,079	70,716	
DECEMBER	6014	60,120	45,737	
<b>TOTALS →</b>		719,925	806,755	

What is the level of arsenic for each well on your system? \_\_\_\_\_ mg/l

ADWR #55-607657	4 <sup>th</sup> & Central Well	-	11 ppb
ADWR #55-577508	4 <sup>th</sup> & Baseline Well	-	30 ppb
ADWR #55-201740	Sonoran Vista NE	-	7.0 ppb
ADWR #55-595258	Sonoran Vista SW Well	-	12.1 ppb
ADWR #55-202399	Riata Well	-	26 ppb
ADWR #55-203650	Evergreen	-	7.6 ppb
ADWR #55-202400	Bales Well	-	15 ppb

If system has fire hydrants, what is the fire flow requirement? 1000 GPM for 2 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: VALENCIA WATER COMPANY, INC. (TOWN DIVISION)

Name of System: VWC - TD

ADEQ Public Water System Number: AZ-04-07-078

**UTILITY SHUTOFFS / DISCONNECTS**

MONTH	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	OTHER
JANUARY	0	166	
FEBRUARY	0	127	
MARCH	0	105	
APRIL	0	180	
MAY	0	208	
JUNE	0	110	
JULY	0	195	
AUGUST	0	176	
SEPTEMBER	0	105	
OCTOBER	0	121	
NOVEMBER	0	104	
DECEMBER	0	119	
TOTALS →	0	1,716	

OTHER (description):

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VALENCIA WATER COMPANY, INC. (TOWN DIVISION)  
YEAR ENDING 12/31/2014

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2014 was: \$ 254,488

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  
Intrastate Revenues Only**

**RECEIVED**

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED  
OF THE

COUNTY OF MARICOPA	APR 15 2015
JON CORWIN, GENERAL MANAGER	AZ CORP COMM Director - Utilities
VALENCIA WATER COMPANY, INC. (TOWN DIVISION)	

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>5,686,338</u>

(THE AMOUNT IN BOX ABOVE  
INCLUDES \$ 446,582  
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)**

*Jon Corwin*  
\_\_\_\_\_  
SIGNATURE OF OWNER OR OFFICIAL  
623-580-9600  
\_\_\_\_\_  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 15th DAY OF

MARICOPA	
APRIL	, 2015

MY COMMISSION EXPIRES

**KRIS FENEX**  
Notary Public, State of Arizona  
Maricopa County  
My Commission Expires  
January 09, 2017

*Kris Fenex*  
\_\_\_\_\_  
SIGNATURE OF NOTARY PUBLIC

RECEIVED

APR 15 2015

AZ CORP COMM  
Director - Utilities

VERIFICATION  
AND  
SWORN STATEMENT  
RESIDENTIAL REVENUE  
INTRASTATE REVENUES ONLY

VERIFICATION  
STATE OF ARIZONA

I, THE UNDERSIGNED  
  
OF THE

COUNTY OF MARICOPA	
JON CORWIN	GENERAL MANAGER
VALENCIA WATER COMPANY, INC. (TOWN DIVISION)	

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>3,302,346</u>

(THE AMOUNT IN BOX AT LEFT  
INCLUDES \$ 266,674  
IN SALES TAXES BILLED, OR COLLECTED

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

Jon Corwin  
SIGNATURE OF OWNER OR OFFICIAL  
621-580-9600  
TELEPHONE NUMBER

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

THIS 15th DAY OF

(SEAL)

KRIS FENEX	
MARICOPA	
APRIL	.2015

Kris Fenex  
SIGNATURE OF NOTARY PUBLIC

