

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

W-02255A

Yarnell Water Improvement Association
PO Box 727
Yarnell, AZ 85362

RECEIVED

MAR 09 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: YARNELL WATER CO-OP

ANNUAL REPORT
Water

FOR YEAR ENDING

12	31	2014
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FOR COMMISSION USE

ANN 04	14
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3-11-15

COMPANY INFORMATION

Company Name (Business Name) YARNELL WATER IMPROVEMENT ASSOCIATION

Mailing Address PO Box 727
(Street)
YARNELL AZ 85362
(City) (State) (Zip)

928 427 3321
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address info@yarnellwater.com

Local Office Mailing Address PO Box 727
(Street)
YARNELL AZ 85362
(City) (State) (Zip)

928 427 3321
Local Customer Service Phone No. (Include Area Code) (1-800 or other long distance Customer Service Phone No.)

Email Address info@yarnellwater.com **Website address** www.yarnellwater.com

MANAGEMENT INFORMATION

Regulatory Contact:

Management Contact: STAN KEPHART PRESIDENT
(Name) (Title)

PO Box 727 YARNELL AZ 85362
(Street) (City) (State) (Zip)

928 427 3321
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address info@yarnellwater.com

On Site Manager: WENDY FOSTIAK-AMOS
(Name)

PO Box 727 YARNELL AZ 85362
(Street) (City) (State) (Zip)

928 427 3321
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address info@yarnellwater.com

Statutory Agent: WENDY FOSTIAK-AMOS
 (Name)
PO Box 727 YARNELL AZ 85362
 (Street) (City) (State) (Zip)
928 427 3321 - -
 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 info@yarnellwater.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 type="checkbox"/> Subchapter S Corporation (Z)
<input type="checkbox"/> Bankruptcy (B)	<input checked="" type="checkbox"/> Association/Co-op (A)
<input type="checkbox"/> Receivership (R)	<input type="checkbox"/> Limited Liability Company
<input type="checkbox"/> Other (Describe) _____	

COUNTIES SERVED

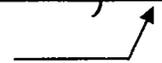
Check the box below for the county/ies in which you are certificated to provide service:

<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 type="checkbox"/> PIMA	<input type="checkbox"/> PINAL
<input type="checkbox"/> SANTA CRUZ	<input checked="" type="checkbox"/> YAVAPAI	<input type="checkbox"/> YUMA
<input type="checkbox"/> STATEWIDE		

COMPANY NAME YARNELL WATER IMPROVEMENT ASSOCIATION

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	72,115.00	72,115.00	0.00
302	Franchises	32,558.00	27,906.00	4,652.00
303	Land and Land Rights	13,952.00	0.00	13,952.00
304	Structures and Improvements	754,304.26	108,384.42	645,919.84
307	Wells and Springs	1,738.57	355.57	1,383.00
311	Pumping Equipment	92,868.49	87,596.39	5,278.00
320	Water Treatment Equipment			
320.1	Water Treatment Plants	72,507.18	72,507.18	0.00
320.2	Solution Chemical Feeders	5,439.39	5,439.39	0.00
330	Distribution Reservoirs and Standpipes	151,422.50	150,382.50	1,040.00
330.1	Storage Tanks			
330.2	Pressure Tanks			
331	Transmission and Distribution Mains	878,084.45	821,807.00	56,277.45
333	Services	2,678.06	2,380.00	298.06
334	Meters and Meter Installations	107,148.28	96,576.42	10,571.86
335	Hydrants	3,481.31	3,014.81	466.52
336	Backflow Prevention Devices	204.91	92.16	112.75
339	Other Plant and Misc. Equipment	37,757.37	37,757.37	0.00
340	Office Furniture and Equipment	2,995.48	2,995.48	0.00
340.1	Computers & Software	4,991.90	4,142.50	849.40
341	Transportation Equipment	3,600.00	2,250.00	1,350.00
343	Tools, Shop and Garage Equipment	11,466.52	11,201.92	264.60
344	Laboratory Equipment			
345	Power Operated Equipment	432.87	432.87	0.00
346	Communication Equipment			
347	Miscellaneous Equipment	55,884.57	51,284.57	4,600.00
348	Other Tangible Plant	249,277.49	249,277.49	0.00
	TOTALS	2,554,908.60	1,807,893.04	747,015.56

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

Amended

COMPANY NAME YARNELL WATER IMPROVEMENT ASSOCIATION

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	72,115.00		
302	Franchises	32,558.00		
303	Land and Land Rights	13,952.00		
304	Structures and Improvements	754,304.26	3.33%	
307	Wells and Springs	1,738.57	3.33%	
311	Pumping Equipment	92,888.49	12.50%	
320	Water Treatment Equipment			
320.1	Water Treatment Plants	72,507.18	3.33%	
320.2	Solution Chemical Feeders	5,439.39	3.33%	
330	Distribution Reservoirs and Standpipes	151,422.50	2.22%	
330.1	Storage Tanks			
330.2	Pressure Tanks			
331	Transmission and Distribution Mains	878,084.45	2.00%	
333	Services	2,678.06	3.33%	
334	Meters and Meter Installations	107,148.28	8.33%	
335	Hydrants	3,481.31	2.00%	
336	Backflow Prevention Devices	204.91		
339	Other Plant and Misc. Equipment	37,757.37		
340	Office Furniture and Equipment	2,995.48	6.67%	
340.1	Computers & Software	4,991.90	6.67%	
341	Transportation Equipment	3,600.00	20.00%	
343	Tools, Shop and Garage Equipment	11,466.52	5.00%	
344	Laboratory Equipment			
345	Power Operated Equipment	432.87	20.00%	
346	Communication Equipment			
347	Miscellaneous Equipment	55,884.57	10.00%	
348	Other Tangible Plant	249,277.49	3.33%	
	SUBTOTAL	2,554,908.60		
	LESS CIAC Amortization			
	TOTALS *	2,554,908.60		31,471.00

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

COMPANY NAME YARWELL WATER IMPROVEMENT ASSOCIATION

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	72,115.00		
302	Franchises	32,558.00		
303	Land and Land Rights	13,952.00		
304	Structures and Improvements	754,304.26	3.33%	
307	Wells and Springs	1,738.57	3.33%	
311	Pumping Equipment	92,868.49	12.50%	
320	Water Treatment Equipment			
320.1	Water Treatment Plants	72,507.18	3.33%	
320.2	Solution Chemical Feeders	5,439.39	3.33%	
330	Distribution Reservoirs and Standpipes	151,422.50	2.22%	
330.1	Storage Tanks			
330.2	Pressure Tanks			
331	Transmission and Distribution Mains	878,084.45	2.00%	
333	Services	2,678.06	3.33%	
334	Meters and Meter Installations	107,148.28	8.33%	
335	Hydrants	3,481.31	2.00%	
336	Backflow Prevention Devices	204.91		
339	Other Plant and Misc. Equipment	37,757.37		
340	Office Furniture and Equipment	2,995.48	6.67%	
340.1	Computers & Software	4,991.90	6.67%	
341	Transportation Equipment	3,600.00	20.00%	
343	Tools, Shop and Garage Equipment	11,466.52	5.00%	
344	Laboratory Equipment			
345	Power Operated Equipment	432.87	20.00%	
346	Communication Equipment			
347	Miscellaneous Equipment	55,884.57	10.00%	
348	Other ^{IA} Tangible Plant	249,277.49	3.33%	
	SUBTOTAL	2,554,908.60		
	LESS CIAC Amortization			
	TOTALS *	2,554,908.60		31,471.00

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

COMPANY NAME YARNELL WATER IMPROVEMENT ASSOCIATION

WATER UTILITY BALANCE SHEET

Acct No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
CURRENT AND ACCRUED ASSETS			
131	Cash	\$ 89,264.36	\$ 275,513.20
134	Working Funds	70,249.92	16,151.54
135	Temporary Cash Investments		
141	Customer Accounts Receivable	19,070.26	17,701.20
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies	81,397.26	81,842.85
162	Prepayments	357.09	
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 260,338.89	\$ 391,208.79
FIXED ASSETS			
101	Utility Plant in Service	\$ 2,069,789.46	\$ 2,554,908.60
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation - Utility Plant	1,330,971.62	1,807,893.04
121	Non-Utility Property		
122	Accumulated Depreciation - Non Utility		
	TOTAL FIXED ASSETS	\$ 738,817.84	\$ 747,015.56
	TOTAL ASSETS	\$ 999,156.73	\$ 1,138,224.35

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

COMPANY NAME YARNELL WATER IMPROVEMENT ASSOCIATION

WATER UTILITY BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
LIABILITIES			
CURRENT LIABILITES			
231	Accounts Payable	\$ 23,315.52	\$ 8,186.22
232	Notes Payable (Current Portion)	14,088.09	14,088.09
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	18,097.86	21,889.34
236	Accrued Taxes	943.16	886.63
237	Accrued Interest	421.00	415.96
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$ 56,862.63	\$ 45,463.24
LONG-TERM DEBT (Over 12 Months)			
224	Long-Term Notes and Bonds	\$ 730,575.35	\$ 716,478.51
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	\$ 787,437.98	\$ 761,941.75
CAPITAL ACCOUNTS EQUITY			
201	Common Stock Issued NET INCOME	\$ -3,799.50	\$ 198,095.22
211	Paid in Capital in Excess of Par Value	594.00	594.00
216/215	Retained Earnings PRIOR PERIOD ADJUSTMENTS	-1,050,461.82	-1,087,792.67
325/218	Proprietary Capital (Sole Props and Partnerships) UNRESTRICTED NET ASSETS	1,265,386.05	1,265,386.05
	TOTAL CAPITAL EQUITY	\$ 211,718.75	\$ 376,282.60
	TOTAL LIABILITIES AND CAPITAL	\$ 999,156.73	\$ 1,138,224.35

Amended

COMPANY NAME YARNELL WATER IMPROVEMENT ASSOCIATION

WATER UTILITY COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 216,464.97	\$ 204,778.58
460	Unmetered Water Revenue		
474	Other Water Revenues	5,908.66	3,438.00
	TOTAL REVENUES	\$ 222,373.63	\$ 208,216.58
	OPERATING EXPENSES		
601	Salaries and Wages	\$ 26,059.76	\$
610	Purchased Water		
615	Purchased Power	15,886.85	13,851.01
618	Chemicals	1,239.12	1,056.40
620	Repairs and Maintenance	3,640.89	10,782.81
621	Office Supplies and Expense	6,554.82	6,164.76
630	Outside Services	85,985.63	108,524.37
635	Water Testing	2,545.71	2,524.51
641	Rents		
650	Transportation Expenses	1,547.36	1,321.34
657	Insurance - General Liability	7,024.30	14,503.00
659	Insurance - Health and Life		
666	Regulatory Commission Expense - Rate Case		
675	Miscellaneous Expense	829.29	8,636.86
403	Depreciation Expense	72,000.00	31,471.00
408	Taxes Other Than Income	445.65	70.76
408.11	Property Taxes	22,137.84	13,300.64
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ 245,717.22	\$ 212,065.94
	OPERATING INCOME/(LOSS)	\$ -23,343.59	\$ -3,849.36
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$ 12.35	\$ 53.80
421	Non-Utility Income	247,135.81	380,486.80
426	Miscellaneous Non-Utility Expenses	70,085.79	194,362.26
427	Interest Expense	22,708.19	15,651.16
	TOTAL OTHER INCOME/(EXPENSE)	\$ 154,354.18	\$ 170,473.38
	NET INCOME/(LOSS)	\$ 131,010.59	\$ 166,624.02

COMPANY NAME YARNELL WATER IMPROVEMENT ASSOCIATION

WATER UTILITY COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 216,464.97	\$ 204,778.58
460	Unmetered Water Revenue		
474	Other Water Revenues	5,908.66	3,438.00
	TOTAL REVENUES	\$ 222,373.63	\$ 208,216.58
	OPERATING EXPENSES		
601	Salaries and Wages	\$ 26,059.76	\$
610	Purchased Water		
615	Purchased Power	15,886.85	13,851.01
618	Chemicals	1,239.12	1,056.40
620	Repairs and Maintenance	3,640.89	10,782.81
621	Office Supplies and Expense	6,554.82	6,164.76
630	Outside Services	85,985.63	108,524.37
635	Water Testing	2,545.71	2,524.51
641	Rents		
650	Transportation Expenses	1,547.36	1,321.34
657	Insurance - General Liability	7,024.30	14,503.00
659	Insurance - Health and Life		
666	Regulatory Commission Expense - Rate Case		
675	Miscellaneous Expense	829.29	8,636.86
403	Depreciation Expense	72,000.00	
408	Taxes Other Than Income	445.65	- 70.76
408.11	Property Taxes	22,137.84	13,300.64
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ 245,717.22	\$ 180,594.74
	OPERATING INCOME/(LOSS)	\$ -23,343.59	\$ 27,621.84
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$ 12.35	\$ 53.80
421	Non-Utility Income	247,135.81	380,486.80
426	Miscellaneous Non-Utility Expenses	70,085.79	194,362.26
427	Interest Expense	22,708.19	15,651.16
	TOTAL OTHER INCOME/(EXPENSE)	\$ 154,354.18	\$ 170,473.38
	NET INCOME/(LOSS)	\$ 131,010.59	\$ 198,095.22

COMPANY NAME YARNELL WATER IMPROVEMENT ASSOCIATION

SUPPLEMENTAL FINANCIAL DATA

Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	09/27/13			
Source of Loan	USDA Rural Dev			
ACC Decision No.	N/A			
Reason for Loan	Prior loan payoff			
Dollar Amount Issued	\$ 748,656.44	\$	\$	\$
Amount Outstanding	\$ 730,599.69	\$	\$	\$
Date of Maturity	2049			
Interest Rate	02.1250 %	%	%	%
Current Year Interest	\$ 15,687.25	\$	\$	\$
Current Year Principle	\$ 14,060.75	\$	\$	\$

Meter Deposit Balance at Test Year End

\$ 11,081.26

Meter Deposits Refunded During the Test Year

\$ Ø

COMPANY NAME	YARNELL WATER IMPROVEMENT ASSOCIATION
Name of System:	ADEQ Public Water System Number:

WATER UTILITY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-616-736	5	230	180	6	3	
55-616-737	7	240	220	6	3	

* 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
25	2	7-6	7-2

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
250,000	2		
40,000	1		
10,000	1		

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

COMPANY NAME	YARNELL WATER IMPROVEMENT ASSOCIATION	
Name of System:	YWIA	ADEQ Public Water System Number: 13-057

WATER UTILITY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2		
3		
4		7,180
5		
6		62,920
8		18,480
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	611
3/4	
1	10
1 1/2	1
2	
Comp. 3	
Turbo 3	
Comp. 4	
Turbo 4	
Comp. 6	
Turbo 6	
Standpipe	1
	623

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

TREATMENT EQUIPMENT:

Liquid Chlorine

STRUCTURES:

OTHER:

FIRE HYDRANTS: 6" - 77

FIRE HYDRANTS: 2" - 6

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

COMPANY NAME: YARNELL WATER IMPROVEMENT ASSOCIATION
 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		2	1
FEBRUARY			1
MARCH			4
APRIL		1	3
MAY		2	4
JUNE		1	5
JULY			8
AUGUST			6
SEPTEMBER		2	3
OCTOBER		1	3
NOVEMBER			2
DECEMBER			3
TOTALS →		9	43

OTHER (description):

Customer requested Finalize/lock off

COMPANY NAME YARNELL WATER IMPROVEMENT ASSOCIATION YEAR ENDING 12/31/2014

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2014 was: \$ 13,300.64

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 09 2015

AZ CORP COMM
Director - Utilities

VERIFICATION

STATE OF ARIZONA
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)	<u>YAVAPAI</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>STAN KEPHART, PRESIDENT</u>
COMPANY NAME	<u>YARNEL WATER IMPROVEMENT ASSOCIATION</u>

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

FOR THE YEAR ENDING

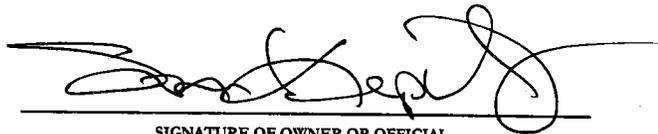
MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2014</u>

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 OF OWNER OR OFFICIAL

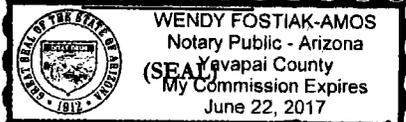
928 427 3321

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

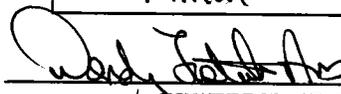
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 5 DAY OF



MY COMMISSION EXPIRES June 22 2017

COUNTY NAME	<u>YAVAPAI</u>	
MONTH	<u>MARCH</u>	<u>2015</u>



SIGNATURE OF NOTARY PUBLIC

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

RECEIVED
MAR 09 2015
AZ CORP COMM
Director - Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <u>YAVAPAI</u>
NAME (OWNER OR OFFICIAL) TITLE <u>STAN KEPHART, PRESIDENT</u>
COMPANY NAME <u>YARNELL WATER IMPROVEMENT ASSN</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>\$ 214,386.46</u>

(THE AMOUNT IN BOX ABOVE INCLUDES \$ 10,149.30 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
928 427 3321
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 5 DAY OF

COUNTY NAME <u>YAVAPAI</u>
MONTH <u>MARCH</u> 20 <u>15</u>



WENDY FOSTIAK-AMOS
Notary Public - Arizona
(SEAL) Yavapai County
My Commission Expires
June 22, 2017

MY COMMISSION EXPIRES June 22 2017


SIGNATURE OF NOTARY PUBLIC

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

RECEIVED
MAR 09 2015
AZ CORP COMM
Director - Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME) YAVAPAI	
NAME (OWNER OR OFFICIAL) STAN KEPHART	TITLE PRESIDENT
COMPANY NAME YARNELL WATER IMPROVEMENT ASSOCIATION	

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 \$ 214,386.46

THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 10,149.30
IN SALES TAXES BILLED, OR COLLECTED)

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

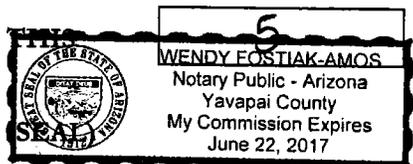


SIGNATURE OF OWNER OR OFFICIAL

928 427 3321

TELEPHONE NUMBER

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



DAY OF

NOTARY PUBLIC NAME WENDY FOSTIAK-AMOS	
COUNTY NAME YAVAPAI	
MONTH MARCH	.20 15

MY COMMISSION EXPIRES **June 22, 2017**



SIGNATURE OF NOTARY PUBLIC