

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

**ANNUAL REPORT MAILING LABEL - MAKE CHANGES AS NECESSARY**

**WS-02156A**

Rio Verde Utilities, Inc.  
25609 N Danny Lane  
Rio Verde, AZ 85263

**RECEIVED**

**JUL 11 2016**  
**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 & Wastewater**

**FOR YEAR ENDING**

<b>12</b>	<b>31</b>	<b>2015</b>
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FOR COMMISSION USE

<b>ANN 04-05</b>	<b>15</b>
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7-11-16

## COMPANY INFORMATION

<b>Company Name (Business Name)</b>		Rio Verde Utilities, Inc.	
<b>Mailing Address</b>		25609 N Danny Lane, Suite 1	
	(Street)		
Rio Verde	AZ	85263	
(City)	(State)	(Zip)	
(480) 471-7247	(480) 471-7247		
Telephone No. (include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
<b>Email Address</b>		rioverdeutilities@theverdes.com	
<b>Local Office Mailing Address</b>			
		(same as above)	
	(Street)		
(City)	(State)	(Zip)	
Local Office Telephone No. (include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
<b>Email Address</b>			

## MANAGEMENT INFORMATION

<input checked="" type="checkbox"/> <b>Regulatory Contact:</b>			
<input checked="" type="checkbox"/> <b>Management Contact:</b>			
		James Thomson	President
	(Name)	(Title)	
25609 N Danny Lane, Suite 1		Rio Verde	AZ 85263
(Street)	(City)	(State)	(Zip)
(480) 471-7247	(480) 471-0107		
Telephone No. (include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
<b>Email Address</b>		jimthomson@theverdes.com	
<b>On Site Manager:</b>			
		Michael L. Kleminski	
	(Name)		
25609 N Danny Lane, Suite 1		Rio Verde	AZ 85263
(Street)	(City)	(State)	(Zip)
(480) 471-7247	(480) 471-0107		
Telephone No. (include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
<b>Email Address</b>		michaelkleminski@theverdes.com	

<b>Statutory Agent:</b> _____		James Thomson	
		(Name)	
25609 N Danny Lane Suite 1	Rio Verde	AZ	85263
(Street)	(City)	(State)	(Zip)
(480) 471-7247	(480) 471-0107		
(Telephone No. (Include Area Code))	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
<b>Attorney:</b> _____			
(Name)			
(Street)	(City)	(State)	(Zip)
(Telephone No. (Include Area Code))	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
<b>Email Address</b> _____			

### OWNERSHIP INFORMATION

Check the following box that applies to your company:

- |   |  |
|---|--|
| <input type="checkbox"/> Sole Proprietor (S)    | <input checked="" 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 type="checkbox"/> Association/Co-op (A)                                       |
| <input type="checkbox"/> Receivership (R)       | <input type="checkbox"/> Limited Liability Company                                   |
| <input type="checkbox"/> Other (Describe) _____ |  |

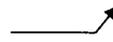
### COUNTIES SERVED

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 checked="" 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 type="checkbox"/> YAVAPAI             | <input type="checkbox"/> YUMA     |
| <input type="checkbox"/> STATEWIDE  |  |                                   |

**WATER UTILITY PLANT IN SERVICE**

<b>Acct. No.</b>	<b>DESCRIPTION</b>	<b>Original Cost (OC)</b>	<b>Accumulated Depreciation (AD)</b>	<b>O.C.L.D. (OC less AD)</b>
301	Organization	1,380	623	757
302	Franchises		-	-
303	Land and Land Rights	186,074	84,026	102,048
304	Structures and Improvements	77,407	34,955	42,452
305	Collecting and Impounding Reservoirs		-	-
306	Lake, River, Canal Intakes		-	-
307	Wells and Springs	2,583,586	1,166,681	1,416,905
308	Infiltration Galleries		-	-
309	Raw Water Supply Mains		-	-
310	Power Generation Equipment	55,241	24,945	30,296
311	Pumping Equipment	1,518,225	685,591	832,634
320	Water Treatment Equipment			
320.1	Water Treatment Plants	-	-	-
320.2	Solution Chemical Feeders	35,641	16,095	19,546
320.3	Point-of-Use Treatment Devices		-	-
320.4	Arsenic Media		-	-
330	Distribution Reservoirs and Standpipes			
330.1	Storage Tanks	362,575	163,730	198,845
330.2	Pressure Tanks	-	-	-
331	Transmission and Distribution Mains	4,500,335	2,032,235	2,468,100
333	Services	421,065	190,142	230,923
334	Meters and Meter Installations	186,995	84,442	102,553
335	Hydrants	500,473	226,001	274,471
336	Backflow Prevention Devices	-	-	-
339	Other Plant and Misc. Equipment	-	-	-
340	Office Furniture and Equipment	17,870	8,070	9,800
340.1	Computers & Software	-	-	-
341	Transportation Equipment	97,667	44,104	53,563
342	Stores Equipment		-	-
343	Tools, Shop and Garage Equipment	11,964	5,403	6,561
344	Laboratory Equipment	13,409	6,055	7,354
345	Power Operated Equipment	-	-	-
346	Communication Equipment	64,497	29,125	35,372
347	Miscellaneous Equipment	-	-	-
348	Other Tangible Plant	133,223	60,160	73,063
	<b>TOTALS</b>	<b>10,767,627</b>	<b>4,862,383</b>	<b>5,905,243</b>

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

**WATER UTILITY CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR**

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	1,380	2.97%	41
302	Franchises			-
303	Land and Land Rights	186,074	2.99%	5,568
304	Structures and Improvements	77,407	2.99%	2,316
305	Collecting and Impounding Reservoirs			-
306	Lake, River, Canal Intakes			-
307	Wells and Springs	2,583,586	2.99%	77,309
308	Infiltration Galleries			-
309	Raw Water Supply Mains			-
310	Power Generation Equipment	55,241	2.99%	1,653
311	Pumping Equipment	1,518,225	2.99%	45,430
320	Water Treatment Equipment			
320.1	Water Treatment Plants	-		-
320.2	Solution Chemical Feeders	35,641	2.99%	1,066
320.3	Point-of-Use Treatment Devices			-
320.4	Arsenic Media			-
330	Distribution Reservoirs and Standpipes			
330.1	Storage Tanks	362,575	2.99%	10,849
330.2	Pressure Tanks	-		-
331	Transmission and Distribution Mains	4,500,335	2.99%	134,665
333	Services	421,065	2.99%	12,600
334	Meters and Meter Installations	186,995	2.99%	5,596
335	Hydrants	500,473	2.99%	14,978
336	Backflow Prevention Devices	-		-
339	Other Plant and Misc. Equipment	-		-
340	Office Furniture and Equipment	17,870	2.99%	535
340.1	Computers & Software	-		-
341	Transportation Equipment	97,667	2.99%	2,923
342	Stores Equipment			-
343	Tools, Shop and Garage Equipment	11,964	2.99%	358
344	Laboratory Equipment	13,409	2.99%	401
345	Power Operated Equipment	-		-
346	Communication Equipment	64,497	2.99%	1,930
347	Miscellaneous Equipment	-		-
348	Other Tangible Plant	133,223	2.99%	3,986
	<b>SUBTOTAL</b>	10,767,627		322,204
	<b>LESS CIAC Amortization</b>			47,545
	<b>TOTALS</b>	10,767,627		274,659

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

**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	\$ 97,181	\$ 107,875
134	Working Funds	-	-
135	Temporary Cash Investments	-	-
141	Customer Accounts Receivable	66,224	92,091
146	Notes/Receivables from Associated Companies	1,364	-
151	Plant Material and Supplies	2,440	1,425
162	Prepayments	74,191	32,951
174	Miscellaneous Current and Accured Assets	299,377	292,113
	<b>TOTAL CURRENT AND ACCURED ASSETS</b>	\$ 540,777	\$ 526,455
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service	\$ 10,638,024	\$ 10,767,627
103	Property Held for Future Use	-	-
105	Construction Work in Progress	5,289	11,643
108	Accumulated Depreciation - Utility Plant	(4,540,180)	(4,862,383)
121	Non-Utility Property	-	-
122	Accumulated Depreciation - Non Utility	-	-
	<b>TOTAL FIXED ASSETS</b>	\$ 6,103,134	\$ 5,916,887
	<b>TOTAL ASSETS</b>	\$ 6,643,911	\$ 6,443,342

**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.	LIABILITIES	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>CURRENT LIABILITIES</b>		
231	Accounts Payable	\$ 50,103	\$ 46,351
232	Notes Payable (Current Portion)	145,344	134,292
234	Notes/Accounts Payable to Associated Companies	56,686	50,045
235	Customer Deposits		
236	Accrued Taxes	3,732	7,649
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities	18	
	<b>TOTAL CURRENT LIABILITIES</b>	\$ 255,883	\$ 238,337
	<b>LONG - TERM DEBT (Over 12 Months)</b>		
224	Long-Term Notes and Bonds	\$ 510,027	\$ 350,018
	<b>DEFERRED CREDITS</b>		
251	Unamortized Premium on Debt	-	-
252	Advances in Aid of Construction	27,478	47,635
255	Accumulated Deferred Investment Tax Credits	6	
271	Contributions in Aid of Construction	1,540,163	1,563,163
272	Less: Amortization of Contributions	(840,102)	(887,647)
281	Accumulated Deferred Income Tax	667,740	635,992
	<b>TOTAL DEFERRED CREDITS</b>	\$ 1,395,285	\$ 1,359,143
	<b>TOTAL LIABILITIES</b>	\$ 2,161,195	\$ 1,947,498
	<b>CAPITAL ACCOUNTS</b>		
201	Common Stock Issued	\$ 1,533,989	\$ 1,533,989
211	Paid in Capital in Excess of Par Value	-	-
215	Retained Earnings	2,948,727	2,961,855
218	Proprietary Capital (Sole Props and Partnerships)		
	<b>TOTAL CAPITAL</b>	\$ 4,482,716	\$ 4,495,844
	<b>TOTAL LIABILITIES AND CAPITAL</b>	\$ 6,643,911	\$ 6,443,342

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

Acct No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	1,353,972	1,371,547
460	Unmetered Water Revenue	2,397	4,680
474	Other Water Revenues	8,000	35,000
	<b>Total Revenues</b>	\$ 1,364,369	\$ 1,411,227
	<b>Operating Expenses</b>		
601	Salaries and Wages	110,761	130,280
610	Purchased Water	93,191	101,286
615	Purchased Power	238,917	258,475
618	Chemicals	21,636	17,561
620	Repairs and Maintenance	97,133	263,912
621	Office Supplies and Expense	13,798	14,527
630	Outside Services	89,511	106,275
635	Water Testing	9,419	5,082
641	Rents	27,644	28,636
650	Transportation Expenses	10,715	9,559
657	Insurance - General Liability	23,285	16,873
659	Insurance - Health and Life	13,776	17,501
666	Regulatory Commission Expense - Rate Case	-	-
675	Miscellaneous Expense	9,957	9,271
403	Depreciation Expense	264,737	274,659
408	Taxes Other Than Income	16,217	18,942
408.11	Property Taxes	55,524	57,721
409	Income Tax	34,517	3,028
	<b>TOTAL OPERATING EXPENSES</b>	\$ 1,130,740	\$ 1,333,588
	<b>OPERATING INCOME/(LOSS)</b>	\$ 233,630	\$ 77,639
	<b>OTHER INCOME/(EXPENSE)</b>		
419	Interest and Dividend Income	176	102
421	Non-Utility Income	-	-
426	Miscellaneous Non-Utility Expenses	-	-
427	Interest Expenses	(33,188)	(26,306)
	<b>TOTAL OTHER INCOME/(EXPENSE)</b>	\$ (33,012)	\$ (26,204)
	<b>TOTAL INCOME/(LOSS)</b>	\$ 200,618	\$ 51,435

**WASTEWATER UTILITY PLANT IN SERVICE**

<b>Acct. No.</b>	<b>DESCRIPTION</b>	<b>Original Cost (OC)</b>	<b>Accumulated Depreciation (AD)</b>	<b>O.C.L.D. (OC less AD)</b>
351	Organization	1,380	516	864
352	Franchises	-	-	-
353	Land and Land Rights	50,513	18,886	31,627
354	Structures and Improvements	292,660	109,419	183,241
355	Power Generation Equipment	-	-	-
360	Collection Sewers - Force	61,069	22,832	38,237
361	Collection Sewers - Gravity	3,809,943	1,424,449	2,385,494
362	Special Collecting Structures	267,250	99,919	167,331
363	Services to Customers	562,446	210,286	352,160
364	Flow Measuring Devices	-	-	-
365	Flow Measuring Installations	-	-	-
366	Reuse Services	-	-	-
367	Reuse Meters & Meter Installations	-	-	-
370	Receiving Wells	-	-	-
371	Pumping Equipment	29,504	11,031	18,473
374	Reuse Distribution Reservoir	-	-	-
375	Reuse Transmission & Distribution System	-	-	-
380	Treatment and Disposal Equip.	3,653,797	1,366,069	2,287,728
381	Plant Sewers	-	-	-
382	Outfall Sewer Lines	-	-	-
389	Other Plant and Misc. Equipment	-	-	-
390	Office Furniture and Equipment	10,927	4,085	6,842
390.1	Computers & Software	-	-	-
391	Transportation Equipment	80,211	29,989	50,222
392	Stores Equipment	-	-	-
393	Tools, Shop and Garage Equip.	29,152	10,899	18,253
394.1	Laboratory Equipment	66,629	24,911	41,718
395	Power Operated Equipment	-	-	-
396	Communication Equipment	9,300	3,477	5,823
397	Miscellaneous Equipment	-	-	-
398	Other Tangible Plant	70,119	26,216	43,903
	<b>TOTALS</b>	<b>8,994,900</b>	<b>3,362,984</b>	<b>5,631,916</b>

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

**WASTEWATER UTILITY CALCULATION OF DEPECIATION EXPENSE**

<b>Acct. No.</b>	<b>DESCRIPTION</b>	<b>Original Cost (1)</b>	<b>Depreciation Percentage (2)</b>	<b>Depreciation Expense (1x2)</b>
351	Organization	1,380	2.61%	36
352	Franchises	-		-
353	Land and Land Rights	50,513	2.58%	1,303
354	Structures and Improvements	292,660	2.58%	7,552
355	Power Generation Equipment	-		-
360	Collection Sewers - Force	61,069	2.58%	1,576
361	Collection Sewers - Gravity	3,809,943	2.58%	98,315
362	Special Collecting Structures	267,250	2.58%	6,896
363	Services to Customers	562,446	2.58%	14,514
364	Flow Measuring Devices	-		-
365	Flow Measuring Installations	-		-
366	Reuse Services			-
367	Reuse Meters & Meter Installations			-
370	Receiving Wells	-		-
371	Pumping Equipment	29,504	2.58%	761
374	Reuse Distribution Reservoir			-
375	Reuse Transmission & Distribution System			-
380	Treatment and Disposal Equip.	3,653,797	2.58%	94,287
381	Plant Sewers	-		-
382	Outfall Sewer Lines	-		-
389	Other Plant and Misc. Equipment	-		-
390	Office Furniture and Equipment	10,927	2.58%	282
390.1	Computers & Software	-		-
391	Transportation Equipment	80,211	2.58%	2,070
392	Stores Equipment			-
393	Tools, Shop and Garage Equip.	29,152	2.58%	752
394.1	Laboratory Equipment	66,629	2.58%	1,719
395	Power Operated Equipment	-		-
396	Communication Equipment	9,300	2.58%	240
397	Miscellaneous Equipment			-
398	Other Tangible Plant	70,119	2.58%	1,809
	<b>SUBTOTAL</b>	<b>8,994,900</b>		<b>232,112</b>
	<b>LESS CIAC Amortization</b>			<b>64,219</b>
	<b>TOTALS *</b>			<b>167,893</b>

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

**WASTEWATER UTILITY BALANCE SHEET**

Acct No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
<b>CURRENT AND ACCRUED ASSETS</b>			
131	Cash	\$ 97,181	\$ 107,875
134	Working Funds	-	-
135	Temporary Cash Investments	-	-
141	Customer Accounts Receivable	82,545	75,409
146	Notes/Receivables from Associated Companies	1,364	-
151	Plant Material and Supplies	-	-
162	Prepayments	9,738	24,668
174	Miscellaneous Current and Accrued Assets	356,225	365,322
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	\$ 547,053	\$ 573,274
<b>FIXED ASSETS</b>			
101	Utility Plant in Service	\$ 8,937,861	\$ 8,994,900
103	Property Held for Future Use	-	-
105	Construction Work in Progress	92,659	163,590
108	Accumulated Depreciation - Utility Plant	(3,130,873)	(3,362,984)
121	Non-Utility Property	-	-
122	Accumulated Depreciation - Non Utility	-	-
	<b>TOTAL FIXED ASSETS</b>	\$ 5,899,648	\$ 5,795,506
	<b>TOTAL ASSETS</b>	\$ 6,446,701	\$ 6,368,780

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

**WASTEWATER UTILITY BALANCE SHEET (CONTINUED)**

Acct No.	LIABILITIES	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>CURRENT LIABILITIES</b>		
231	Accounts Payable	\$ 48,333	\$ 45,414
232	Notes Payable (Current Portion)	267,566	201,437
234	Notes/Accounts Payable to Associated Companies	69,845	50,045
235	Customer Deposits	-	-
236	Accrued Taxes	3,733	2,726
237	Accrued Intrerest		
241	Miscellaneous Current and Accrued Liabilities	18	-
	<b>TOTAL CURRENT LIABILITIES</b>	\$ 389,495	\$ 299,622
	<b>LONG - TERM DEBT (Over 12 Months)</b>		
224	Long-Term Notes and Bonds	\$ 747,719	\$ 590,056
	<b>DEFERRED CREDITS</b>		
251	Unamortized Premium on Debt	-	-
252	Advances in Aid of Construction	-	-
255	Accumulated Deferred Investment Tax Credits	6	-
271	Contributions in Aid of Construction	2,458,879	2,473,879
272	Less: Amortization of Contributions	(1,277,936)	(1,342,155)
281	Accumulated Deferred Income Tax	641,555	685,414
	<b>TOTAL DEFERRED CREDITS</b>	\$ 1,822,504	\$ 1,817,138
	<b>TOTAL LIABILITIES</b>	\$ 2,959,718	\$ 2,706,816
	<b>CAPITAL ACCOUNTS</b>		
201	Common Stock Issued	\$ 1,306,730	\$ 1,306,731
211	Paid in Capital in Excess of Par Value	-	-
215	Retained Earnings	2,180,253	2,355,233
218	Proprietary Capital (Sole Props and Partnerships)	-	-
	<b>TOTAL CAPITAL</b>	\$ 3,486,983	\$ 3,661,964
	<b>TOTAL LIABILITIES AND CAPITAL</b>	\$ 6,446,701	\$ 6,368,780

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

<b>Acct No.</b>	<b>OPERATING REVENUES</b>	<b>PRIOR YEAR</b>	<b>CURRENT YEAR</b>
521	Flat Rate Revenue	908,250	911,345
522	Measured Revenues	46,513	45,796
536	Other Wastewater Revenues	12,897	55,416
	<b>Total Revenues</b>	<b>\$ 967,661</b>	<b>\$ 1,012,557</b>
	<b>Operating Expenses</b>		
701	Salaries and Wages	109,661	130,280
710	Purchased Wastewater Treatment	-	-
711	Sludge Removal Expense	33,011	35,223
715	Purchased Power	84,287	88,009
716	Fuel for Power Production	-	-
718	Chemicals	42,197	50,321
720	Materials and Supplies	136,859	107,914
731	Contractual Services - Professional	14,618	22,951
735	Contractual Services - Testing	1,400	2,333
736	Contractual Services - Other	78,099	81,709
740	Rents	27,644	28,482
750	Transportation Expense	10,619	9,559
755	Insurance Expense	21,879	16,873
759	Insurance Health and Life	13,776	17,501
765	Regulatory Commission Expense	-	-
775	Miscellaneous Expense	28,318	32,117
403	Depreciation Expense	150,419	167,893
408	Taxes Other Than Income	16,217	18,942
408.11	Property Taxes	39,360	40,285
409	Income Tax	29,641	2,591
	<b>TOTAL OPERATING EXPENSES</b>	<b>\$ 838,004</b>	<b>\$ 852,983</b>
	<b>OTHER INCOME/(EXPENSE)</b>		
419	Interest and Dividend Income	\$ 17	\$ 102
421	Non-Utility Income	-	-
426	Miscellaneous Non-Utility Expenses		
427	Interest Expenses	(35,238)	(23,004)
	<b>TOTAL OTHER INCOME/(EXPENSE)</b>	<b>\$ (35,221)</b>	<b>\$ (22,902)</b>
	<b>TOTAL INCOME/(LOSS)</b>	<b>\$ 94,436</b>	<b>\$ 136,672</b>

**COMPANY NAME** Rio Verde Utilities, Inc.

**SUPPLEMENTAL FINANCIAL DATA**  
**Long - Term Debt**

	<b>LOAN #1</b>	<b>LOAN #2</b>	<b>LOAN #3</b>	<b>LOAN #4</b>
Date Issued	6/22/1996	12/31/1996	12/5/2001	
Source of Loan	CoBank	Second AZ	CoBank	
ACC Decision No.	59392	59392	63585	
Reason for Loan	Plant Expansion	Plant Expansion	Plant Expansion	
Dollar Amount Issued	\$ 2,000,000	\$ 600,000	\$ 2,469,787	
Amount Outstanding	\$ 101,608	\$ 65,027	\$ 1,109,168	
Date of Maturity	6/20/2016	12/31/2016	12/21/2021	
Interest Rate	1/2 variable 1/2 9.8%	9.80%	variable	
Current Year Interest	\$ 13,347	\$ 9,550	\$ 39,167	
Current Year Principle	\$ 190,742	\$ 58,980	\$ 145,131	

Meter Deposit Balance at Test Year End      \$ 47,635

Meter Deposit Refunded During the Test Year      \$ 12,153

<b>COMPANY NAME</b>	Rio Verde Utilities, Inc.
<b>Name of System:</b>	<b>ADEQ Public Water System Number:</b> 07121

**WATER UTILITY PLANT DESCRIPTION**

**WELLS**

<b>ADWR ID Number *</b>	<b>Pump Horsepower</b>	<b>Pump Yield (gpm)</b>	<b>Casing Depth (Feet)</b>	<b>Casing Diameter (Inches)</b>	<b>Meter Size (inches)</b>	<b>Year Drilled</b>
55-606073	25	310	145	12	6	1962
55-606071	75	750	697	20-16	6	1971
55-561190	200	1000	1050	18	12	1997
55-506808	10	110	117	16-12	3	1984
55-510881	200	950	1075	16	8	1986
55-511320	40	380	665	16	6	1986
55-519287	200	500	950	16	8 & 6	1987
55-561226	400	2000	1160	16	12	1997
55-578746	20	510	200	12	6	2000

\* Arizona Department of Water Resources Identification Number

**OTHER WATER SOURCES**

<b>Name or Description</b>	<b>Capacity (gpm)</b>	<b>Gallons Purchased or Obtained (in thousands)</b>
Water Exchange CAP/SRP	-	125,008

<b>BOOSTER PUMPS</b>		<b>FIRE HYDRANTS</b>	
<b>Horsepower</b>	<b>Quantity</b>	<b>Quantity Standard</b>	<b>Quantity Other</b>
30	2	266	
50	1		
300	2		
100	2		

<b>STORAGE TANKS</b>		<b>PRESSURE TANKS</b>	
<b>Capacity</b>	<b>Quantity</b>	<b>Capacity</b>	<b>Quantity</b>
300,000	1	500	1
740,000	1		

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

<b>COMPANY NAME</b>	Rio Verde Utilities, Inc.
<b>Name of System:</b>	<b>ADEQ Public Water System Number:</b> 07121

**WATER UTILITY PLANT DESCRIPTION (CONTINUED)**

**MAINS**

Size (in inches)	Material	Length (in feet)
2	PVC	1585
3	PVC	6186
4	PVC	57343
5		
6	PVC	71719
8	PVC	106512
10		
12	PVC	22405
8	DIP	553
12	DIP	3471
16	DIP	1844
8	Transite	29084
10	Transite	700
12	Transite	1700

**CUSTOMER METERS**

Size (in inches)	Quantity
5/8 X 3/4	
3/4	380
1	1272
1 1/2	9
2	5
Comp. 3	
Turbo 3	
Comp. 4	
Turbo 4	
Comp. 6	1
Turbo 6	
8	2
12	5

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

**TREATMENT EQUIPMENT:**

Hypochlorinators @ Wells 1 & 2

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**STRUCTURES:**

Lab / Office @ Wastewater Treatment Plant

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Fenced Areas @ Storage Tanks & Wells 2, 3, 4, 7, 9

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Walled Areas @ Wells 1, 5, 6, 8

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**OTHER:**

150 KW Generator @ 300,00 gallon storage tank

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75 KW Generator @ Well 2

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Vista Verde Booster Pump Generator 150 KW

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

<b>COMPANY NAME</b>	Rio Verde Utilities, Inc.		
<b>Name of System:</b>	<b>ADEQ Public Water System Number:</b>	07121	

**WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2015**

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	1715	25,977	30,046	
FEBRUARY	1718	34,051	35,987	
MARCH	1720	59,964	64,470	
APRIL	1720	73,383	79,577	
MAY	1724	76,420	83,087	
JUNE	1735	111,331	114,413	
JULY	1740	112,949	122,495	
AUGUST	1743	111,599	120,234	
SEPTEMBER	1745	94,823	100,148	
OCTOBER	1748	81,245	88,705	
NOVEMBER	1753	52,745	57,536	
DECEMBER	1772	33,864	35,362	
<b>TOTALS →</b>		<b>868,351</b>	<b>932,060</b>	

What is the level of arsenic for each well on your system?  
*(If more than one well, please list each separately.)*

W1 - 0.010 mg/l	W6 - 0.023 mg/l
W2 - 0.007 mg/l	W9 - 0.007 mg/l
W4 - 0.007 mg/l	

If system has fire hydrants, what is the fire flow requirement?      1,000 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 (GPCP) requirement?

Yes                       No

If yes, provide the GPCPD amount: \_\_\_\_\_

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

<b>COMPANY NAME</b>	Rio Verde Utilities, Inc.
<b>Name of System:</b>	<b>ADEQ Public Water System Number:</b> 07-121

**WATER UTILITY SHUTOFF/DISCONNECTS**

<b>MONTH</b>	<b>Termination without Notice R14-2-410.B</b>	<b>Termination with Notice R14 2-410.C</b>	<b>OTHER</b>
<b>JANUARY</b>		2	
<b>FEBRUARY</b>		0	
<b>MARCH</b>		0	
<b>APRIL</b>		1	
<b>MAY</b>		0	
<b>JUNE</b>		1	
<b>JULY</b>		1	
<b>AUGUST</b>		0	
<b>SEPTEMBER</b>		0	
<b>OCTOBER</b>		0	
<b>NOVEMBER</b>		1	
<b>DECEMBER</b>		0	
<b>TOTALS →</b>		6	

OTHER (description)

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<b>COMPANY NAME</b>	Rio Verde Utilities, Inc.	
<b>Name of System:</b>	<b>Wastewater Inventory Number (if applicable)</b>	07121

**WASTEWATER UTILITY PLANT DESCRIPTION**  
**TREATMENT FACILITY**

<b>TYPE OF TREATMENT</b> (Extended Aeration, Step Aeration, Oxidation Ditch, Aerobic Lagoon, Anacrobic Lagoon, Trickling Filter, Septic Tank, Wetland, Etc.)	Extended Aeration, Tertiary Treatment w/ Pressure Filtration & Effluent Disinfection
<b>DESIGN CAPACITY OF PLANT</b> (Gallons Per Day)	700,000 gpd

**LIFT STATION FACILITIES**

Location	Quantity of Pumps	Horsepower Per Pump	Capacity Per Pump (GPM)	Wet Well Capacity (gals)
25202 N Forest Road	3	10	530	2400
	3	5	390	5100
Tonto Verde East	2	3	160	1340
	1	1	60	1340
Box Bar Ranch	2	1	13	146
Vista Verde #1	2	2	15	188
Vista Verde #2	2	2	15	188

**FORCE MAINS**

Size	Material	Length (Feet)
2-inch	HDPE	4464
4-inch	PVC	400
6-inch	PVC	14441

**MANHOLES**

Type	Quantity
Standard	642
Drop	118

**CLEANOUTS**

Quantity
104

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

<b>COMPANY NAME</b>	Rio Verde Utilities, Inc.
<b>Name of System:</b>	<b>Wastewater Inventory Number (if applicable):</b> 07-121

**WASTEWATER UTILITY PLANT DESCRIPTION (CONTINUED)**

**COLLECTION MAINS**

Size (in inches)	Material	Length (in feet)
4		
6	PVC	5,951
8	PVC	155,739
10	PVC	1,312
12	PVC	12,586
15	PVC	5,200
18		
21		
24		
30		
8	DIP	380

**SERVICES**

Size (in inches)	Material	Quantity
4	PVC	1,866
6		
8		
12		
15		

**FOR THE FOLLOWING FIVE ITEMS, LIST THE UTILITY OWNED ASSETS IN EACH CATEGORY PER WASTEWATER SYSTEM**

<b>SOLIDS PROCESSING AND HANDLING FACILITIES</b>	Vacuum & Plate Press w/ 25 yd. Container
<b>DISINFECTION EQUIPMENT</b> (Chlorinator, Ultra-Violet, Etc.)	Hypochlorination w/ 12.5% Bleach (1500 gals. Storage)
<b>FILTRATION EQUIPMENT</b> (Rapid Sand, Slow Sand, Activated Carbon, Etc.)	7 Dual Media Pressure Filters
<b>STRUCTURES</b> (Buildings, Fences, Etc.)	Lab / Office, WWTP Wall Enclosure 3 Blower / Maintenance Buildings
<b>OTHER</b> (Laboratory Equipment, tools, Vehicles, Standby Power Generators, Etc.)	75 kw, 130 kw, 230 kw Generators Spectrophotometer, Nephelometer, Autoclave Oven, Incubators

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

<b>COMPANY NAME</b>	Rio Verde Utilities, Inc.
<b>Name of System:</b>	<b>Wastewater Inventory Number (if applicable):</b> 07-121

**WASTEWATER FLOWS**

<b>MONTH/YEAR (Most Recent 12 Months)</b>	<b>NUMBER OF SERVICES</b>	<b>TOTAL MONTHLY SEWAGE FLOW</b>	<b>SEWAGE FLOW ON PEAK DAY</b>
January	1638	5,306,000	263,000
February	1638	5,201,000	222,000
March	1639	6,148,000	295,000
April	1639	5,097,000	216,000
May	1639	3,810,000	200,000
June	1639	2,627,000	127,000
July	1640	2,934,000	175,000
August	1640	2,624,000	136,000
September	1648	2,939,000	131,000
October	1648	3,545,000	180,000
November	1653	4,356,000	214,000
December	1674	4,403,000	190,000

**PROVIDE THE FOLLOWING INFORMATION AS APPLICABLE  
PER WASTEWATER SYSTEM**

<b>Method of Effluent Disposal</b> (leach field, surface water discharge, reuse, injection wells, groundwater recharge, evaporation ponds, etc .)	Reuse
<b>Groundwater Permit Number</b>	-
<b>ADEQ Aquifer Protection Permit Number</b>	P100197
<b>ADEQ Reuse Permit Number</b>	R100197
<b>EPA NPDES Permit Number</b>	-

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

<b>COMPANY NAME</b>	Rio Verde Utilities, Inc.
<b>Name of System:</b>	<b>Wastewater Inventory Number (if applicable):</b> 07-121

**UTILITY SHUTOFF / DISCONNECTS**

<b>MONTH</b>	<b>Termination without Notice R14-2-609.B</b>	<b>Termination with Notice R14-2-609.C</b>	<b>OTHER</b>
<b>JANUARY</b>		2	
<b>FEBRUARY</b>		0	
<b>MARCH</b>		0	
<b>APRIL</b>		1	
<b>MAY</b>		0	
<b>JUNE</b>		1	
<b>JULY</b>		1	
<b>AUGUST</b>		0	
<b>SEPTEMBER</b>		0	
<b>OCTOBER</b>		0	
<b>NOVEMBER</b>		1	
<b>DECEMBER</b>		0	
<b>TOTALS →</b>		6	

OTHER (description)

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**PROPERTY TAXES**

Amount of actual property taxes paid during Calendar Year 2014 was: \$ 76,850

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. All Taxes Paid - Copies Attached

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**VERIFICATION  
AND  
SWORN STATEMENT  
Taxes**

**RECEIVED**

MAY 10 2016

**VERIFICATION**

STATE OF Arizona  
I, THE UNDERSIGNED  
OF THE

COUNTY OF (COUNTY NAME)	<u>Maricopa</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>James Thomson, President</u>
COMPANY NAME	<u>Rio Verde Utilities, Inc</u>

AZ CORP COMM  
Director - Utilities

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	2015

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.

James Thomson  
SIGNATURE OF OWNER OR OFFICIAL  
480-421-7247  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS



2)  
2016

COUNTY NAME	<u>MARICOPA</u>	
MONTH	<u>MAY 12</u>	<u>2016</u>

Angelita Serrano  
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES September 8, 2019

**VERIFICATION  
AND  
SWORN STATEMENT (WATER)  
Intrastate Revenues Only**

**RECEIVED**  
MAY 10 2016  
AZ CORP COMM  
Director of Utilities

VERIFICATION

STATE OF Arizona  
I, THE UNDERSIGNED  
OF THE

COUNTY OF (COUNTY NAME) <u>Maricopa</u>
NAME (OWNER OR OFFICIAL) TITLE <u>James Thomson, President</u>
COMPANY NAME <u>Rio Verde Utilities, Inc</u>

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

**FOR THE YEAR ENDING**

MONTH	DAY	YEAR
12	31	2015

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 2015 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)
<u>\$ 1,497,633</u>

(THE AMOUNT IN BOX ABOVE  
INCLUDES \$ 86,407  
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)**

*James Thomson*  
SIGNATURE OF OWNER OR OFFICIAL  
480-421-7247  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS



DAY OF  
12, May  
2016

COUNTY NAME <u>Maricopa</u>	
MONTH <u>May 12</u>	<u>2016</u>

MY COMMISSION EXPIRES September 8, 2019

*Angelita Serrano Vargas*  
SIGNATURE OF NOTARY PUBLIC

**VERIFICATION  
AND  
SWORN STATEMENT (SEWER)  
Intrastate Revenues Only**

**RECEIVED**

MAY 10 2015  
AZ CORP COM  
Director - Utilities

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <u>Maricopa</u>
NAME (OWNER OR OFFICIAL) TITLE <u>James Thomson, President</u>
COMPANY NAME <u>Rio Verde Utilities, Inc</u>

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

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2015

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 2015 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)
<u>\$ 1,015,442</u>

(THE AMOUNT IN BOX ABOVE  
INCLUDES \$ 2,885  
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)**

James Thomson  
SIGNATURE OF OWNER OR OFFICIAL

480-471-7247  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS



(SEAL)

DAY OF  
12, May  
2016

COUNTY NAME <u>Maricopa</u>	
MONTH <u>MAY 12</u>	, <u>2016</u>

Angelita Serrano Vargas  
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES September 8, 2019

VERIFICATION  
AND  
SWORN STATEMENT  
RESIDENTIAL REVENUE (WATER)  
Intrastate Revenues Only

**RECEIVED**  
MAY 12 2016  
AZ CORP COMM  
Director - Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <i>Maricopa</i>	
NAME (OWNER OR OFFICIAL) <i>James Thomson</i>	TITLE <i>President</i>
COMPANY NAME <i>Rio Verde Utilities, Inc</i>	

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

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2015

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 2015 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES  <i>\$ 556,524</i>
--

THE AMOUNT IN BOX AT LEFT INCLUDES \$ 32,983 IN SALES TAXES BILLED, OR COLLECTED)

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

*James Thomson*  
SIGNATURE OF OWNER OR OFFICIAL  
  
480-471-7247  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF



(SEAL)

DAY OF *12,*  
*MAY* 2016

NOTARY PUBLIC NAME <i>Angelita Serrano Vargas</i>	
COUNTY NAME <i>Maricopa</i>	
MONTH <i>MAY 12</i>	20 <i>16</i>

MY COMMISSION EXPIRES

*September 08, 2019*

*Angelita Serrano Vargas*  
SIGNATURE OF NOTARY PUBLIC

VERIFICATION  
AND  
SWORN STATEMENT  
RESIDENTIAL REVENUE (SEWER)  
INTRASTATE REVENUES ONLY

**RECEIVED**  
MAY 10 2016  
AZ CORP COMM  
Director - Utilities

VERIFICATION  
STATE OF Arizona

I, THE UNDERSIGNED  
  
OF THE

COUNTY OF (COUNTY NAME) <u>Maricopa</u>	
NAME (OWNER OR OFFICIAL) <u>James Thomson</u>	TITLE <u>President</u>
COMPANY NAME <u>Rio Verde Utilities, Inc</u>	

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

MONTH	DAY	YEAR
12	31	2015

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 2015 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES  <u>\$ 857,588</u>
--

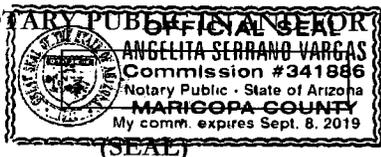
(THE AMOUNT IN BOX AT LEFT  
INCLUDES \$ 0  
IN SALES TAXES BILLED, OR COLLECTED

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

James Thomson  
SIGNATURE OF OWNER OR OFFICIAL  
480-471-7247  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC FOR THE COUNTY OF  
THIS



DAY OF 12, May 2016

NOTARY PUBLIC NAME <u>Angelita Serrano Vargas</u>	
COUNTY NAME <u>Maricopa</u>	
MONTH <u>MAY 12</u>	20 <u>16</u>

MY COMMISSION EXPIRES  
September 8, 2019

Angelita Serrano Vargas  
SIGNATURE OF NOTARY PUBLIC