

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL - MAKE CHANGES AS NECESSARY

W-02494A

Ash Creek Water Company

PO Box 85205

Phoenix, AZ 85080

RECEIVED

MAR 31 2016

AZ CORPORATION

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:

ANNUAL REPORT

Water

FOR YEAR ENDING

12	31	2015
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FOR COMMISSION USE

ANN 04	15
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3-31-16

COMPANY INFORMATION

Company Name (Business Name) <u>Ash Creek Water Company</u>		
Mailing Address <u>PO Box 86205</u>		
<u>Phoenix</u> (City)	<u>AZ</u> (State)	<u>85080</u> (Zip)
<u>623-302-3239</u>		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)
Email Address <u>gonzalezutilityservices@gmail.com</u>		
Local Office Mailing Address _____		
(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

<input type="checkbox"/> Regulatory Contact:		
<input checked="" type="checkbox"/> Management Contact: <u>Carol Gonzalez</u> <u>Manager</u>		
(Name) (Title)		
<u>PO Box 86205</u> (Street)	<u>Phoenix</u> (City)	<u>AZ 85080</u> (State) (Zip)
<u>623-302-3239</u>		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)
Email Address <u>gonzalezutilityservices@gmail.com</u>		
On Site Manager: _____		
(Name)		

(Street)	(City)	(State) (Zip)
Telephone No. (Include Area Code)		Fax No. (Include Area Code)
_____		Cell No. (Include Area Code)
Email Address _____		_____

Statutory Agent: _____
 (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:

<input type="checkbox"/> Sole Proprietor (S)	<input type="checkbox"/> C Corporation (C) (Other than Association/Co-op)
<input checked="" 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 checked="" 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 type="checkbox"/> YAVAPAI	<input type="checkbox"/> YUMA
<input type="checkbox"/> STATEWIDE		

COMPANY NAME Ash Creek Water Company

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	650	517	133
302	Franchises			
303	Land and Land Rights	15,641		15,641
304	Structures and Improvements	6,106	3,494	2,612
305	Collecting & Impounding Reservoirs			
306	Lake, River, Canal Intakes			
307	Wells and Springs	6,520	2,479	4,041
308	Infiltration Galleries			
309	Raw Water Supply Mains			
310	Power Generation Equipment			
311	Pumping Equipment	23,456	20,694	2,762
320	Water Treatment Equipment			
320.1	Water Treatment Plants			
320.2	Solution Chemical Feeders			
320.3	Point-of-Use Treatment Devices			
320.4	Arsenic Media			
330	Distribution Reservoirs and Standpipes			
330.1	Storage Tanks	34,643	9,916	24,727
330.2	Pressure Tanks	277	50	227
331	Transmission and Distribution Mains	142,839	42,315	100,524
333	Services			
334	Meters and Meter Installations	16,199	15,899	300
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
340.1	Computers & Software			
341	Transportation Equipment			
342	Stores Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment	7,239	4,024	3,215
348	Other Tangible Plant			
	TOTALS	253,570	99,389	154,182

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

COMPANY NAME Ash Creek Water Company

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	650	6.62	43
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements	6,106	15.74	961
305	Collecting & Impounding Reservoirs			
306	Lake, River, Canal Intakes			
307	Wells and Springs	6,520	4.00	261
308	Infiltration Galleries			
309	Raw Water Supply Mains			
310	Power Generation Equipment			
311	Pumping Equipment	13,687	27.97	3,828
320	Water Treatment Equipment			
320.1	Water Treatment Plants			
320.2	Solution Chemical Feeders			
320.3	Point-of-Use Treatment Devices			
320.4	Arsenic Media			
330	Distribution Reservoirs and Standpipes			
330.1	Storage Tanks	34,643	4.00	1,386
330.2	Pressure Tanks	277	3.97	11
331	Transmission and Distribution Mains	142,839	4.13	5,903
333	Services			
334	Meters and Meter Installations	1,760	8.98	158
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
340.1	Computers & Software			
341	Transportation Equipment			
342	Stores Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment	6,849	6.95	476
348	Other Tangible Plant			
	SUBTOTAL	213,331	6.11	13,027
	LESS CIAC Amortization			
	TOTALS *	213,331	6.11	13,027

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

COMPANY NAME Ash Creek Water Company

WATER UTILITY BALANCE SHEET

Acct No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 6,728	\$ 5,797
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	9,924	
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies	2,009	
162	Prepayments		
174	Miscellaneous Current and Accrued Assets	9,703	
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 28,364	\$ 5,797
	FIXED ASSETS		
101	Utility Plant in Service	\$ 253,570	\$ 253,570
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	<85,887>	<98,871>
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility	<474>	<517>
	TOTAL FIXED ASSETS	\$ 167,209	\$ 154,182
	TOTAL ASSETS	\$ 195,573	\$ 159,979

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

COMPANY NAME Ash Creek Water Company

WATER UTILITY BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
LIABILITIES			
CURRENT LIABILITES			
231	Accounts Payable	\$ 4,299	\$ 971
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	5,013	5,013
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		10,200
	TOTAL CURRENT LIABILITIES	\$ 9,312	\$ 16,184
LONG-TERM DEBT (Over 12 Months)			
224	Long-Term Notes and Bonds	\$ 55,599	\$ 51,069
DEFERRED CREDITS			
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction	3,346	
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	5,000	
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ 8,346	\$
	TOTAL LIABILITIES	\$ 73,257	\$ 67,253
CAPITAL ACCOUNTS			
201	Common Stock Issued	\$	\$
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	122,316	92,726
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 122,316	\$ 92,726
	TOTAL LIABILITIES AND CAPITAL	\$ 195,573	\$ 159,979

COMPANY NAME Ash Creek Water Company

WATER UTILITY COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 55,589	\$ 44,004
460	Unmetered Water Revenue		
474	Other Water Revenues		2,727
	TOTAL REVENUES	\$ 55,589	\$ 46,731
	OPERATING EXPENSES		
601	Salaries and Wages	\$ 656	\$
610	Purchased Water		
615	Purchased Power	2,218	2,073
618	Chemicals		
620	Repairs and Maintenance	4,784	3,166
621	Office Supplies and Expense	237	1,922
630	Outside Services	24,183	39,179
635	Water Testing	2,190	2,807
641	Rents		
650	Transportation Expenses		
657	Insurance – General Liability	1,049	2,210
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	895	98
403	Depreciation Expense	9,164	13,027
408	Taxes Other Than Income	3,049	5,866
408.11	Property Taxes	3,471	4,462
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ 51,896	\$ 74,810
	OPERATING INCOME/(LOSS)	\$ 3,693	\$ <28,079>
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$ 2	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	2,280	1,512
	TOTAL OTHER INCOME/(EXPENSE)	\$ <2,278>	\$ <1,512>
	NET INCOME/(LOSS)	\$ 1,415	\$ 29,591

COMPANY NAME Ash Creek Water Company

SUPPLEMENTAL FINANCIAL DATA
Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	3-1-08			
Source of Loan	WIFA			
ACC Decision No.				
Reason for Loan	Construction			
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$ 51,069	\$	\$	\$
Date of Maturity	8-1-27			
Interest Rate	2.775 %	%	%	%
Current Year Interest	\$ 1,489	\$	\$	\$
Current Year Principle	\$ 4,530	\$	\$	\$

Meter Deposit Balance at Test Year End

\$ 5,013

Meter Deposits Refunded During the Test Year

\$ _____

COMPANY NAME	Ash Creek Water Company		
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
621755	1	21	191	8	2	
621756	3	35	170	4	2	

* 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

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
20,000	1		

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

COMPANY NAME	Ash Creek Water Company	
Name of System:	ADEQ Public Water System Number:	

WATER UTILITY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2		
3		
4	PVC	5 miles
5		
6		
8		
10		
12		

CUSTOMER METERS

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

STRUCTURES:

OTHER:

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

COMPANY NAME:	Ash Creek Water Company	
Name of System:	ADEQ Public Water System Number:	

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2015

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	103	876498		
FEBRUARY	104	553820		
MARCH	105	508642		
APRIL	105	633718		
MAY	105	771196		
JUNE	105	928127		
JULY	104	718843		
AUGUST	105	1061644		
SEPTEMBER	106	723196		
OCTOBER	106	824498		
NOVEMBER	106	468462		
DECEMBER	106	623870		
TOTALS →		869254		

What is the level of arsenic for each well on your system? _____ 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

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:	Ash Creek Water Company		
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				
FEBRUARY				
MARCH				
APRIL				
MAY				
JUNE				
JULY		/		
AUGUST				
SEPTEMBER			/	
OCTOBER				
NOVEMBER				
DECEMBER				
TOTALS →				

OTHER (description):

COMPANY NAME Ash Creek Water Company YEAR ENDING 12/31/2015

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2015 was: \$ 4,462

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 31 2016
AZ CORP COMM
Director - Utilities

VERIFICATION

STATE OF Arizona
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)	<u>Graham</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>Carol Gonzalez</u>
COMPANY NAME	<u>Ash Creek Water Company</u>

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

FOR THE YEAR ENDING

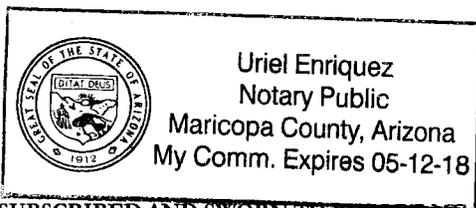
MONTH	DAY	YEAR
12	31	2015

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.



Carol Gonzalez
SIGNATURE OF OWNER OR OFFICIAL
520 405 0874
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 29th DAY OF

(SEAL)

MY COMMISSION EXPIRES May 12, 2018

COUNTY NAME	<u>Maricopa</u>	
MONTH	<u>March</u>	<u>2016</u>

Uriel Enriquez
SIGNATURE OF NOTARY PUBLIC

RECEIVED

MAR 31 2016
AZ CORP COMM
Director - Utilities

VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	<u>Graham</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>Carol Gonzalez</u>
COMPANY NAME	<u>Ash Creek Water Company</u>

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

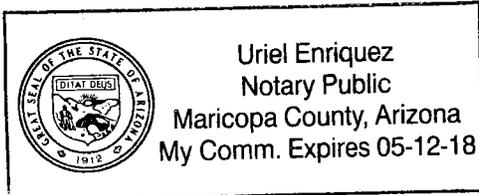
FOR THE YEAR ENDING

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2015</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

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>46,731</u>

(THE AMOUNT IN BOX ABOVE INCLUDES \$ 2,702 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)

Carol Gonzalez
SIGNATURE OF OWNER OR OFFICIAL
520 405 0876
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 29th DAY OF

(SEAL)

COUNTY NAME	<u>Maricopa</u>	
MONTH	<u>March</u>	<u>2016</u>

Uriel Enriquez
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES May 12, 2018

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

RECEIVED

MAR 31 2016

AZ CORP COMM
Director - Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

<small>COUNTY OF (COUNTY NAME)</small> <u>Graham</u>	
<small>NAME (OWNER OR OFFICIAL)</small> <u>Carol Gonzalez</u>	<small>TITLE</small> <u>Actn Manager</u>
<small>COMPANY NAME</small> <u>Ash Creek Water Company</u>	

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

FOR THE YEAR ENDING

<small>MONTH</small>	<small>DAY</small>	<small>YEAR</small>
<u>12</u>	<u>31</u>	<u>2015</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

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>46,731</u>

THE AMOUNT IN BOX AT LEFT INCLUDES \$ 2,902 IN SALES TAXES BILLED, OR COLLECTED)

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

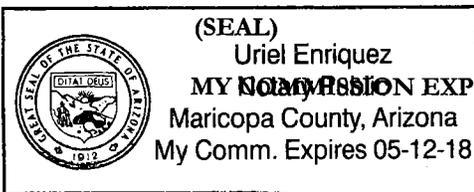
Carol Gonzalez
SIGNATURE OF OWNER OR OFFICIAL
520 405 0876
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 29th DAY OF

<small>NOTARY PUBLIC NAME</small> <u>Uriel Enriquez</u>	
<small>COUNTY NAME</small> <u>Maricopa</u>	
<small>MONTH</small> <u>March</u>	<small>YEAR</small> <u>2016</u>



Uriel Enriquez
SIGNATURE OF NOTARY PUBLIC