

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL - MAKE CHANGES AS NECESSARY

W-01953A

Halcyon Acres Water Users Association, Inc.
PO Box 18448
Tucson, AZ 85731-8448

RECEIVED

MAR 07 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:

ANNUAL REPORT
Water

FOR YEAR ENDING

| | | |
|----|----|------|
| 12 | 31 | 2015 |
|----|----|------|

FOR COMMISSION USE

| | |
|--------|----|
| ANN 04 | 15 |
|--------|----|

3-8-16

COMPANY INFORMATION

| | | |
|--|-----------------------------|------------------------------|
| Company Name (Business Name) <u>Halcyon Acres Water Users Association, Inc.</u> | | |
| Mailing Address <u>PO Box 18448</u> | | |
| <u>Tucson</u> (City) | <u>AZ</u> (State) | <u>85731-8448</u> (Zip) |
| <u>520-298-7047</u> | | |
| Telephone No. (Include Area Code) | Fax No. (Include Area Code) | Cell No. (Include Area Code) |
| Email Address <u>RHBarsotti@aol.com</u> | | |
| Local Office Mailing Address <u>Same as above</u> | | |
| <u>(City)</u> | <u>(State)</u> | <u>(Zip)</u> |
| Local Customer Service Phone No. (Include Area Code) <u>(1-800 or other long distance Customer Service Phone No.)</u> | | |
| Email Address _____ Website address _____ | | |

MANAGEMENT INFORMATION

| | | | |
|---|-----------------------------|------------------------------|----------------------------|
| <input type="checkbox"/> Regulatory Contact: | | | |
| <input checked="" type="checkbox"/> Management Contact: <u>Rudolf H. Barsotti</u> <u>Treasurer</u> | | | |
| <u>PO Box 18448</u> (Street) | <u>Tucson</u> (City) | <u>AZ</u> (State) | <u>85731-8448</u> (Zip) |
| <u>520-298-7047</u> | | | |
| Telephone No. (Include Area Code) | Fax No. (Include Area Code) | Cell No. (Include Area Code) | |
| Email Address <u>RHBarsotti@aol.com</u> | | | |
| On Site Manager: <u>yl Technology</u> | | | |
| (Name) | | | |
| <u>PO Box 390</u> (Street) | <u>Sahuarita</u> (City) | <u>AZ</u> (State) | <u>85629</u> (Zip) |
| <u>520-625-1671</u> | | | |
| Telephone No. (Include Area Code) | Fax No. (Include Area Code) | Cell No. (Include Area Code) | |
| Email Address _____ | | | |

| | | | |
|-----------------------------------|--------|------------------------------|-------|
| Statutory Agent: _____ | | Richard A. Hiller | |
| | | (Name) | |
| 485 S. Gollob Rd | Tucson | AZ | 85710 |
| (Street) | (City) | (State) | (Zip) |
| 520-302-8672 | | | |
| Telephone No. (Include Area Code) | | Fax No. (Include Area Code) | |
| | | Cell No. (Include Area Code) | |
| Attorney: _____ | | Tanis Duncan | |
| | | (Name) | |
| 548 E. Speedway | Tucson | AZ | 85705 |
| (Street) | (City) | (State) | (Zip) |
| 520-624-8730 | | | |
| 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 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 checked="" type="checkbox"/> Other (Describe) <u>Tax exempt mutual water company</u> | |

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 checked="" 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 Halcyon Acres Water Users Association, Inc.

UTILITY PLANT IN SERVICE

| Acct. No. | DESCRIPTION | Original Cost (OC) | Accumulated Depreciation (AD) | O.C.L.D. (OC less AD) |
|-----------|--|--------------------|-------------------------------|-----------------------|
| 301 | Organization | | | |
| 302 | Franchises | | | |
| 303 | Land and Land Rights | | | |
| 304 | Structures and Improvements | | | |
| 305 | Collecting & Impounding Reservoirs | | | |
| 306 | Lake, River, Canal Intakes | | | |
| 307 | Wells and Springs | | | |
| 308 | Infiltration Galleries | | | |
| 309 | Raw Water Supply Mains | | | |
| 310 | Power Generation Equipment | | | |
| 311 | Pumping Equipment | | | |
| 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 | | | |
| 330.2 | Pressure Tanks | | | |
| 331 | Transmission and Distribution Mains | 349,376 | 148,908 | 200,828 |
| 333 | Services | | | |
| 334 | Meters and Meter Installations | | | |
| 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 | | | |
| 348 | Other Tangible Plant | | | |
| | TOTALS | 349,376 | 148,908 | 200,828 |

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

COMPANY NAME Halcyon Acres Water Users Association, Inc.

WATER UTILITY CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

| Acct. No. | DESCRIPTION | Original Cost(1) | Depreciation Percentage (2) | Depreciation Expense (1 x 2) |
|-----------|--|------------------|-----------------------------|------------------------------|
| 301 | Organization | | | |
| 302 | Franchises | | | |
| 303 | Land and Land Rights | | | |
| 304 | Structures and Improvements | | | |
| 305 | Collecting & Impounding Reservoirs | | | |
| 306 | Lake, River, Canal Intakes | | | |
| 307 | Wells and Springs | | | |
| 308 | Infiltration Galleries | | | |
| 309 | Raw Water Supply Mains | | | |
| 310 | Power Generation Equipment | | | |
| 311 | Pumping Equipment | | | |
| 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 | | | |
| 330.2 | Pressure Tanks | | | |
| 331 | Transmission and Distribution Mains | 349,736 | 2.44 | 8,536 |
| 333 | Services | | | |
| 334 | Meters and Meter Installations | | | |
| 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 | | | |
| 348 | Other Tangible Plant | | | |
| | SUBTOTAL | | | |
| | LESS CIAC Amortization | | | |
| | TOTALS * | 349,736 | 2.44 | 8,536 |

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

COMPANY NAME Halcyon Acres Water Users Association, Inc.

WATER UTILITY BALANCE SHEET

| Acct No. | ASSETS | BALANCE AT BEGINNING OF YEAR | BALANCE AT END OF YEAR |
|----------|---|------------------------------|------------------------|
| | CURRENT AND ACCRUED ASSETS | | |
| 131 | Cash | \$ 187,419 | \$ 196,550 |
| 134 | Working Funds | | |
| 135 | Temporary Cash Investments | | |
| 141 | Customer Accounts Receivable | 5,136 | 3,729 |
| 146 | Notes/Receivables from Associated Companies | | |
| 151 | Plant Material and Supplies | | |
| 162 | Prepayments | | |
| 174 | Miscellaneous Current and Accrued Assets | | |
| | TOTAL CURRENT AND ACCRUED ASSETS | \$ 192,554 | \$ 200,279 |
| | FIXED ASSETS | | |
| 101 | Utility Plant in Service | \$ 357,682 | \$ 349,736 |
| 103 | Property Held for Future Use | | |
| 105 | Construction Work in Progress | | |
| 108 | Accumulated Depreciation – Utility Plant | 160,088 | 148,908 |
| 121 | Non-Utility Property | | |
| 122 | Accumulated Depreciation – Non Utility | | |
| | TOTAL FIXED ASSETS | \$ 197,594 | \$ 200,828 |
| | TOTAL ASSETS | \$ 390,148 | \$ 401,107 |

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

COMPANY NAME Halcyon Acres Water Users Association, Inc.

WATER UTILITY BALANCE SHEET (CONTINUED)

| Acct. No. | | BALANCE AT BEGINNING OF YEAR | BALANCE AT END OF YEAR |
|--------------|---|------------------------------------|------------------------------|
| | LIABILITIES | | |
| | CURRENT LIABILITES | | |
| 231 | Accounts Payable | \$ | \$ |
| 232 | Notes Payable (Current Portion) | | |
| 234 | Notes/Accounts Payable to Associated Companies | | |
| 235 | Customer Deposits | | |
| 236 | Accrued Taxes | | |
| 237 | Accrued Interest | | |
| 241 | Miscellaneous Current and Accrued Liabilities | | |
| | TOTAL CURRENT LIABILITIES | \$ | \$ |
| | LONG-TERM DEBT (Over 12 Months) | | |
| 224 | Long-Term Notes and Bonds | \$ | \$ |
| | DEFERRED CREDITS | | |
| 251 | Unamortized Premium on Debt | \$ | \$ |
| 252 | Advances in Aid of Construction | | |
| 255 | Accumulated Deferred Investment Tax Credits | | |
| 271 | Contributions in Aid of Construction | | |
| 272 | Less: Amortization of Contributions | | |
| 281 | Accumulated Deferred Income Tax | | |
| | TOTAL DEFERRED CREDITS | \$ | \$ |
| | TOTAL LIABILITIES | \$ | \$ |
| | CAPITAL ACCOUNTS | | |
| 201 | Common Stock Issued | \$ | \$ |
| 211 | Paid in Capital in Excess of Par Value | 358,829 | 358,829 |
| 215 | Retained Earnings | 31,319 | 42,279 |
| 218 | Proprietary Capital (Sole Props and Partnerships) | | |
| | TOTAL CAPITAL | \$ 390,148 | \$ 401,107 |
| | TOTAL LIABILITIES AND CAPITAL | \$ 390,148 | \$ 401,107 |

COMPANY NAME Halcyon Acres Water Users Association, Inc.

WATER UTILITY COMPARATIVE STATEMENT OF INCOME AND EXPENSE

| Acct. No. | OPERATING REVENUES | PRIOR YEAR | CURRENT YEAR |
|------------------|---|-------------------|---------------------|
| 461 | Metered Water Revenue | \$ 22,492 | \$ 20,787 |
| 460 | Unmetered Water Revenue | | |
| 474 | Other Water Revenues | | |
| | TOTAL REVENUES | \$ 22,492 | \$ 20,787 |
| | | | |
| | OPERATING EXPENSES | | |
| 601 | Salaries and Wages | \$ | \$ |
| 610 | Purchased Water | | |
| 615 | Purchased Power | 9,815 | 9,249 |
| 618 | Chemicals | | |
| 620 | Repairs and Maintenance | 5,406 | 3,709 |
| 621 | Office Supplies and Expense | | |
| 630 | Outside Services | 478 | 499 |
| 635 | Water Testing | 3,573 | 2,802 |
| 641 | Rents | | |
| 650 | Transportation Expenses | | |
| 657 | Insurance – General Liability | 2,962 | 2,033 |
| 659 | Insurance - Health and Life | | |
| 666 | Regulatory Commission Expense – Rate Case | | |
| 675 | Miscellaneous Expense | 7,388 | 6,775 |
| 403 | Depreciation Expense | 7,510 | 8,536 |
| 408 | Taxes Other Than Income | | |
| 408.11 | Property Taxes | 1,591 | 1,571 |
| 409 | Income Tax | | |
| | TOTAL OPERATING EXPENSES | \$ 38,723 | \$ 35,174 |
| | | | |
| | OPERATING INCOME/(LOSS) | \$ (16,231) | \$ (14,387) |
| | | | |
| | OTHER INCOME/(EXPENSE) | | |
| 419 | Interest and Dividend Income | \$ 232 | \$ 171 |
| 421 | Non-Utility Income | 6,845 | 250 |
| 426 | Miscellaneous Non-Utility Expenses | | |
| 427 | Interest Expense | | |
| | TOTAL OTHER INCOME/(EXPENSE) | \$ 7,077 | \$ 421 |
| | | | |
| | NET INCOME/(LOSS) | \$ (9,154) | \$ (13,966) |

COMPANY NAME Halcyon Acres Water Users Association, Inc.

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 \$ _____

Meter Deposits Refunded During the Test Year \$ _____

| | | | |
|------------------------|---|--------|--|
| COMPANY NAME | Halcyon Acres Water Users Association, Inc. | | |
| Name of System: | ADEQ Public Water System Number: | 10-057 | |

WATER UTILITY PLANT DESCRIPTION

WELLS

| ADWR ID Number* | Pump Horsepower | Pump Yield (gpm) | Casing Depth (Feet) | Casing Diameter (Inches) | Meter Size (inches) | Year Drilled |
|-----------------|-----------------|------------------|---------------------|--------------------------|---------------------|--------------|
| 55-613794 | 25 | 120 | | | 2" | 1951 |
| 55-613795 | 25 | 150 | | | 3" | 1983 |
| 55-215300 | 100 | 300 | | | 4" | 2010 |
| | | | | | | |
| | | | | | | |
| | | | | | | |

* 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 |
| | | 5,000 | 2 |
| | | | |

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

| | | |
|------------------------|---|--------|
| COMPANY NAME | Halcyon Acres Water Users Association, Inc. | |
| Name of System: | ADEQ Public Water System Number: | 10-057 |

WATER UTILITY PLANT DESCRIPTION (CONTINUED)

MAINS

| Size (in inches) | Material | Length (in feet) |
|------------------|-------------|------------------|
| 2 | SCH 160 PVC | 450 |
| 3 | | |
| 4 | See below | |
| 5 | | |
| 6 | | |
| 8 | | |
| 10 | | |
| 12 | | |
| | | |
| | | |
| | | |
| | | |
| | | |

CUSTOMER METERS

| Size (in inches) | Quantity |
|------------------|----------|
| 5/8 X 3/4 | |
| 3/4 | |
| 1 | |
| 1 1/2 | |
| 2 | |
| Comp. 3 | |
| Turbo 3 | |
| Comp. 4 | |
| Turbo 4 | |
| Comp. 6 | |
| Turbo 6 | |
| | |
| | |
| | |

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

TREATMENT EQUIPMENT:

STRUCTURES:

OTHER:

Water Mains: 4" Stainless Steel, 3800'
SCH 160 PVC, 1430'

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

| |
|--|
| COMPANY NAME: Halcyon Acres Water Users Association, Inc. |
| Name of System: ADEQ Public Water System Number: 10-057 |

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2015

| MONTH | NUMBER OF CUSTOMERS | GALLONS SOLD (Thousands) | GALLONS PUMPED (Thousands) | GALLONS PURCHASED (Thousands) |
|-----------------|---------------------|-----------------------------|-------------------------------|----------------------------------|
| JANUARY | 83 | 1,023 | 1,220 | 0 |
| FEBRUARY | 83 | 904 | 1,071 | 0 |
| MARCH | 83 | 1,135 | 1,317 | 0 |
| APRIL | 83 | 1,667 | 1,742 | 0 |
| MAY | 83 | 1,694 | 2,070 | 0 |
| JUNE | 83 | 2,148 | 2,431 | 0 |
| JULY | 83 | 1,909 | 2,337 | 0 |
| AUGUST | 83 | 2,251 | 2,527 | 0 |
| SEPTEMBER | 83 | 1,684 | 1,794 | 0 |
| OCTOBER | 83 | 1,262 | 1,466 | 0 |
| NOVEMBER | 83 | 1,284 | 1,424 | 0 |
| DECEMBER | 83 | 989 | 1,075 | 0 |
| TOTALS → | | 17,950 | 20,474 | 0 |

What is the level of arsenic for each well on your system? 0 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: 236

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

| |
|--|
| COMPANY NAME: Halcyon Acres Water Users Association, Inc. |
| Name of System: ADEQ Public Water System Number: 10-057 |

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 Halcyon Acres Water Users Association, Inc. **YEAR ENDING 12/31/2015**

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2015 was: \$ 1,570.52

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 07 2016

AZ CORP COMM
Director - Utilities

VERIFICATION

STATE OF _____
I, THE UNDERSIGNED
OF THE _____

| | |
|--------------------------------|---|
| COUNTY OF (COUNTY NAME) | Pima |
| NAME (OWNER OR OFFICIAL) TITLE | Rudolf H. Barsotti, Treasurer |
| COMPANY NAME | Halcyon Acres Water Users Association, Inc. |

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.

Rudolf H. Barsotti

SIGNATURE OF OWNER OR OFFICIAL

520-298-7047

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS DAY OF

| | | |
|-------------|-------|------|
| COUNTY NAME | Pima | |
| MONTH | March | 2016 |

(SEAL)

MY COMMISSION EXPIRES 04-30-18

Joel Britt

SIGNATURE



Joel Britt

Notary Public

Pima County, Arizona

My Comm. Expires 04-30-18

RECEIVED

VERIFICATION AND SWORN STATEMENT Intrastate Revenues Only

MAR 07 2016 AZ CORP COMM Director - Utilities

VERIFICATION

STATE OF I, THE UNDERSIGNED OF THE

Form with fields for COUNTY OF (COUNTY NAME) Pima, NAME (OWNER OR OFFICIAL) TITLE Rudolf H. Barsotti, Treasurer, and COMPANY NAME Halcyon Acres Water Users Association, Inc.

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

FOR THE YEAR ENDING

Table with columns MONTH, DAY, YEAR and values 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 (\$) \$ 20,787

(THE AMOUNT IN BOX ABOVE INCLUDES \$ -0- 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 Rudolf H. Barsotti, SIGNATURE OF OWNER OR OFFICIAL, 520-298-7047 TELEPHONE NUMBER

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

Form with fields for COUNTY NAME Pima, MONTH march, 2016

(SEAL) MY COMMISSION EXPIRES 04-30-18

Signature of Joel Britt, SIGNATURE OF NOTARY PUBLIC, Joel Britt Notary Public Pima County, Arizona My Comm. Expires 04-30-18

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

RECEIVED

MAR 07 2016
AZ CORP COMM
Director - Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

| | |
|---|--------------------|
| COUNTY OF (COUNTY NAME) Pima | |
| NAME (OWNER OR OFFICIAL) Rudolf H. Barsotti | TITLE Treasurer |
| COMPANY NAME Halcyon Acres Water Users Association, Inc. | |

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 |
| \$ 20,787 |

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.**

Rudolf H. Barsotti
SIGNATURE OF OWNER OR OFFICIAL
520-298-7047
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 1 **DAY OF**

| | |
|----------------------------------|------|
| NOTARY PUBLIC NAME Joel Britt | |
| COUNTY NAME Pima | |
| MONTH March | 2016 |

(SEAL)

MY COMMISSION EXPIRES

Joel Britt
 **Joel Britt
Notary Public
Pima County, Arizona
My Comm. Expires 04-30-18**