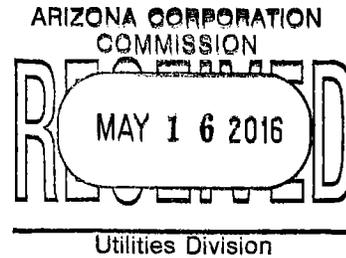


**ARIZONA CORPORATION COMMISSION**  
**UTILITIES DIVISION**

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

W-01583A  
Las Quintas Serenas Water Company  
Post Office Box 68  
Sahuarita, AZ 85629



Please click here if pre-printed Company name on this form is not your current Company name or dba name is not included.

Please list current Company name including dba here:

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**ANNUAL REPORT**  
**Water**

FOR YEAR ENDING

12	31	2015
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FOR COMMISSION USE

ANN 04	15
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5-17-16

# CALVERT & IVESTER, PLLC

CERTIFIED PUBLIC ACCOUNTANTS

310 South Williams Blvd., Ste 352  
TUCSON, AZ 85711

-----  
Voice (520) 325-1544  
Fax (520) 327-6864

Dale R. Calvert, CPA  
E-mail: dale@calvertandivester.com

Sara J. Ivester, CPA  
Email: sara@calvertandivester.com

## ACCOUNTANT'S COMPILATION REPORT

May 3, 2016

Board of Directors  
Las Quintas Serenas Water Co., Inc.  
Green Valley, Arizona

Management is responsible for the accompanying financial statements of Las Quintas Serenas Water Company, Inc., which comprise of the balance sheets as of September 30, 2015 and 2014, and the related comparative statement of income and expenses for the years then ended in accordance with the form prescribed by the Arizona Corporation Commission.

We have performed a standard compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA.

We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these statements.

The financial statements included in the accompanying prescribed form are presented in accordance with the requirements of the Arizona Corporation Commission, and are not intended to be a presentation in accordance with accounting principles generally accepted in the United States of America.

This report is solely for the information and use of the managements of Las Quintas Serenas Water Company, Inc. and the Arizona Corporation Commission and is not intended to be and should not be used by anyone other than these specified parties.

The supplementary information on pages 4, 5 and 9 of the prescribed form is presented for purposes of additional analysis and is not a required part of the basic financial statements. The supplementary information has been compiled from information that is the representation of management. We have not audited or reviewed the supplementary information and, accordingly, do not express an opinion or provide any assurance on such supplementary information.

We are not independent with respect to Las Quintas Serenas Water Co., Inc.

*Calvert & Ivester, PLLC*  
Certified Public Accountant

**MEMBER**  
AMERICAN INSTITUTE OF CERTIFIED PUBLIC ACCOUNTANTS  
ARIZONA SOCIETY OF CERTIFIED PUBLIC ACCOUNTANTS

## COMPANY INFORMATION

<b>Company Name (Business Name)</b> <u>Las Quintas Serenas Water Company</u>		
Mailing Address <u>Post Office Box 68</u>		
(Street)		
<u>Sahaurita</u>	<u>AZ</u>	<u>85629</u>
(City)	(State)	(Zip)
<u>(520) 625-8040</u>	<u>(520) 648-3520</u>	<u>N/A</u>
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)
Email Address <u>service@lqswater.com</u>		
<b>Local Office Mailing Address</b> <u>Same as above</u>		
(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"/> <b>Regulatory Contact:</b>			
<input type="checkbox"/> <b>Management Contact:</b> _____			
(Name)		(Title)	
(Street)		(City)	(State) (Zip)
Telephone No. (Include Area Code)		Fax No. (Include Area Code)	Cell No. (Include Area Code)
Email Address _____			
<b>On Site Manager:</b> <u>Omar Mejia</u>			
(Name)			
<u>75 W. Calle de las Tiendas, Suite 115-B</u>	<u>Green Valley</u>	<u>AZ</u>	<u>85614</u>
(Street)	(City)	(State)	(Zip)
<u>(520) 625-8040</u>	<u>(520) 648-3520</u>	<u>(520) 403-5289</u>	
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
Email Address <u>omar@lqswater.com</u>			

**Statutory Agent:** Omar Mejia, General Manager

(Name)

75 W. Calle de las Tiendas Suite 115-B

(Street)

Green Valley

(City)

AZ

(State)

85614

(Zip)

(520) 625-8040

Telephone No. (Include Area Code)

(520) 648-3520

Fax No. (Include Area Code)

(520) 403-5289

Cell No. (Include Area Code)

**Attorney:** Lawrence V. Robertson

(Name)

PO Box 1448

(Street)

Tubac

(City)

AZ

(State)

85646

(Zip)

(520) 398-0411

Telephone No. (Include Area Code)

(520) 398-0412

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 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 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  |  |                                   |

**UTILITY PLANT IN SERVICE**

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	0	0	0
302	Franchises	0	0	0
303	Land and Land Rights	217	0	217
304	Structures and Improvements	241,697	58,218	183,479
305	Collecting & Impounding Reservoirs	0	0	0
306	Lake, River, Canal Intakes	0	0	0
307	Wells and Springs	360,844	210,414	150,430
308	Infiltration Galleries	0	0	0
309	Raw Water Supply Mains	0	0	0
310	Power Generation Equipment	0	0	0
311	Pumping Equipment	473,131	473,131	0
320	Water Treatment Equipment ****			
320.1	Water Treatment Plants	707,521	165,367	542,154
320.2	Solution Chemical Feeders	0	0	0
320.3	Point-of-Use Treatment Devices	0	0	0
320.4	Arsenic Media	0	0	0
330	Distribution Reservoirs and Standpipes ****			
330.1	Storage Tanks	630,761	162,130	468,631
330.2	Pressure Tanks	0	0	0
331	Transmission and Distribution Mains	924,616	655,501	269,115
333	Services	2,427	1,275	1,152
334	Meters and Meter Installations	101,418	101,418	0
335	Hydrants	0	0	0
336	Backflow Prevention Devices	1,363	1,270	93
339	Other Plant and Misc. Equipment	0	0	0
340	Office Furniture and Equipment	34,025	25,478	8,547
340.1	Computers & Software	0	0	0
341	Transportation Equipment	23,292	23,292	0
342	Stores Equipment	0	0	0
343	Tools, Shop and Garage Equipment	0	0	0
344	Laboratory Equipment	0	0	0
345	Power Operated Equipment	23,620	4,116	19,504
346	Communication Equipment	0	0	0
347	Miscellaneous Equipment	9,966	9,966	0
348	Other Tangible Plant	222,769	51,926	170,843
	<b>TOTALS</b>	<b>3,757,667</b>	<b>1,943,502</b>	<b>1,814,165</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 (1 x 2)
301	Organization	0	0.00%	0
302	Franchises	0	0.00%	0
303	Land and Land Rights	217	0.00%	0
304	Structures and Improvements	241,697	3.33%	8,049
305	Collecting & Impounding Reservoirs	0	0.00%	0
306	Lake, River, Canal Intakes	0	0.00%	0
307	Wells and Springs	360,844	3.33%	12,016
308	Infiltration Galleries	0	0.00%	0
309	Raw Water Supply Mains	0	0.00%	0
310	Power Generation Equipment	0	0.00%	0
311	Pumping Equipment	473,131	12.50%	8,971
320	Water Treatment Equipment			
320.1	Water Treatment Plants	707,521	3.33%	23,561
320.2	Solution Chemical Feeders	0	0.00%	0
320.3	Point-of-Use Treatment Devices	0	0.00%	0
320.4	Arsenic Media	0	0.00%	0
330	Distribution Reservoirs and Standpipes			
330.1	Storage Tanks	630,761	2.22%	14,003
330.2	Pressure Tanks	0	0.00%	0
331	Transmission and Distribution Mains	924,616	2.00%	18,492
333	Services	2,427	3.33%	81
334	Meters and Meter Installations	101,418	8.33%	0
335	Hydrants	0	2.00%	0
336	Backflow Prevention Devices	1,363	6.67%	91
339	Other Plant and Misc. Equipment	0	0.00%	0
340	Office Furniture and Equipment	34,025	6.67%	2,269
340.1	Computers & Software	0	0.00%	0
341	Transportation Equipment	23,292	20.00%	0
342	Stores Equipment	0	0.00%	0
343	Tools, Shop and Garage Equipment	0	0.00%	0
344	Laboratory Equipment	0	0.00%	0
345	Power Operated Equipment	23,620	5.00%	1,181
346	Communication Equipment	0	0.00%	0
347	Miscellaneous Equipment	9,966	10.00%	453
348	Other Tangible Plant	222,769	3.33%	7,418
	<b>SUBTOTAL</b>	<b>3,757,667</b>		<b>96,585</b>
	<b>LESS CIAC Amortization</b>			<b>(24,694)</b>
	<b>TOTALS *</b>			<b>71,891</b>

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

**WATER UTILITY BALANCE SHEET**

Acct No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
		10/1/2014	9/30/2015
<b>CURRENT AND ACCRUED ASSETS</b>			
131	Cash	\$ 47,762	\$ 31,759
134	Working Funds	0	0
135	Temporary Cash Investments	0	0
141	Customer Accounts Receivable	25,032	19,525
146	Notes/Receivables from Associated Companies	0	0
151	Plant Material and Supplies	3,073	4,240
162	Prepayments	0	0
174	Miscellaneous Current and Accrued Assets	385,211	426,932
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	<b>\$ 461,078</b>	<b>\$ 482,456</b>
<b>FIXED ASSETS</b>			
101	Utility Plant in Service	\$ 3,752,667	\$ 3,757,667
103	Property Held for Future Use	0	0
105	Construction Work in Progress	0	0
108	Accumulated Depreciation – Utility Plant	(1,846,917)	(1,943,502)
121	Non-Utility Property	0	0
122	Accumulated Depreciation – Non Utility	0	0
	<b>TOTAL FIXED ASSETS</b>	<b>\$ 1,905,750</b>	<b>\$ 1,814,165</b>
	<b>TOTAL ASSETS</b>	<b>\$ 2,366,827</b>	<b>\$ 2,296,621</b>

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

**WATER UTILITY BALANCE SHEET (CONTINUED)**

Acct. No.	LIABILITIES	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
		10/1/2014	9/30/2015
<b>CURRENT LIABILITES</b>			
231	Accounts Payable	\$ 191	\$ 191
232	Notes Payable (Current Portion)	0	0
234	Notes/Accounts Payable to Associated Companies	101,558	79,858
235	Customer Deposits	11,693	10,000
236	Accrued Taxes	31,097	34,219
237	Accrued Interest	0	0
241	Miscellaneous Current and Accrued Liabilities	0	0
<b>TOTAL CURRENT LIABILITIES</b>		<b>\$ 144,538</b>	<b>\$ 124,268</b>
<b>LONG-TERM DEBT (Over 12 Months)</b>			
224	Long-Term Notes and Bonds	\$ 1,503,534	\$ 1,419,381
<b>DEFERRED CREDITS</b>			
251	Unamortized Premium on Debt	\$ 0	\$ 0
252	Advances in Aid of Construction	20,755	20,755
255	Accumulated Deferred Investment Tax Credits	0	0
271	Contributions in Aid of Construction *	670,092	670,092
272	Less: Amortization of Contributions *	(519,393)	(544,087)
281	Accumulated Deferred Income Tax	0	0
<b>TOTAL DEFERRED CREDITS</b>		<b>\$ 171,454</b>	<b>\$ 146,760</b>
<b>TOTAL LIABILITIES</b>		<b>\$ 1,819,526</b>	<b>\$ 1,690,409</b>
<b>CAPITAL ACCOUNTS</b>			
201	Common Stock Issued	\$ 2,550	\$ 2,550
211	Paid in Capital in Excess of Par Value	5,180	5,180
215	Retained Earnings	539,571	598,482
218	Proprietary Capital (Sole Props and Partnerships)	0	0
<b>TOTAL CAPITAL</b>		<b>\$ 547,301</b>	<b>\$ 606,212</b>
<b>TOTAL LIABILITIES AND CAPITAL</b>		<b>\$ 2,366,827</b>	<b>\$ 2,296,621</b>

\*Includes Off-Site Improvement Fees

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

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
		9/30/2014	9/30/2015
461	Metered Water Revenue	\$ 579,492	\$ 606,330
460	Unmetered Water Revenue	0	0
474	Other Water Revenues	2,347	7,312
	<b>TOTAL REVENUES</b>	<b>\$ 581,839</b>	<b>\$ 613,642</b>
	<b>OPERATING EXPENSES</b>		
601	Salaries and Wages	\$ 163,342	\$ 185,011
610	Purchased Water	0	0
615	Purchased Power	63,504	56,229
618	Chemicals	1,252	1,113
620	Repairs and Maintenance	7,392	25,093
621	Office Supplies and Expense	19,181	17,406
630	Outside Services	104,247	13,052
635	Water Testing	6,572	5,709
641	Rents	11,421	11,490
650	Transportation Expenses	9,657	10,480
657	Insurance – General Liability	2,821	2,856
659	Insurance - Health and Life	0	0
666	Regulatory Commission Expense – Rate Case	0	0
675	Miscellaneous Expense	17,515	18,683
403	Depreciation Expense *	95,811	81,172
408	Taxes Other Than Income	16,428	19,419
408.11	Property Taxes	28,728	30,738
409	Income Tax	50	50
	<b>TOTAL OPERATING EXPENSES</b>	<b>\$ 547,924</b>	<b>\$ 478,500</b>
	<b>OPERATING INCOME/(LOSS)</b>	<b>\$ 33,915</b>	<b>\$ 135,142</b>
	<b>OTHER INCOME/(EXPENSE)</b>		
419	Interest and Dividend Income	\$ 10,352	\$ 7,144
421	Non-Utility Income	32,532	14,323
426	Miscellaneous Non-Utility Expenses	0	0
427	Interest Expense	(102,771)	(97,698)
	<b>TOTAL OTHER INCOME/(EXPENSE)</b>	<b>\$ (59,887)</b>	<b>\$ (76,231)</b>
	<b>NET INCOME/(LOSS)</b>	<b>\$ (25,973)</b>	<b>\$ 58,911</b>

* Depreciation	\$146,674	\$96,585
Amortization of Debt Issuance Costs	9,281	9,281
Amortization of Contributions & Off-Site Improvement Fees	(60,144)	(24,694)
	-----	-----
	\$95,811	\$81,172
	-----	-----

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

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	4/1/2007			
Source of Loan	Water Infrastructure Financing Authority			
ACC Decision No.	69380 and 68718			
Reason for Loan	Arsenic Treatment Facility			
Dollar Amount Issued	\$ 1,981,160	\$	\$	\$
Amount Outstanding	As of 9/30/2015 \$ 1,419,381	\$	\$	\$
Date of Maturity	2/1/2027			
Interest Rate	6.6 %	%	%	%
Current Year Interest	\$ 52,755	\$	\$	\$
Current Year Principle	\$ 84,153	\$	\$	\$

Meter Deposit Balance at Test Year End \$ 4,213

Meter Deposits Refunded During the Test Year \$ 1,753

\*\*\* Decision number 68718 dated March 1, 2006 authorized Las Quintas Serenas Water Company to borrow up to \$1,580,446 from WIFA for a term of 20 years at the prevailing interest rate. The purpose of this loan was to finance construction of arsenic treatment facilities. Decision number 69380 dated January 31, 2007 authorized Las Quintas Serenas Water Company to borrow up to \$400,714 from WIFA for a term of 20 years at a rate not to exceed 6.6% per annum. The purpose of this loan was to finance construction of additional storage and related transmission facilities. Pursuant to such authorizations, Las Quintas Serenas Water Company received funds of \$1,981,160 from WIFA which is the equivalent of the amount allowed by the two decisions. In that regard, WIFA opted to combine the two loans and accordingly both decision numbers have been listed as loan #1 above.

<b>COMPANY NAME</b> Las Quintas Serenas Water Company
<b>Name of System:</b> ADEQ Public Water System Number: 10064

**WATER UTILITY PLANT DESCRIPTION**

**WELLS**

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
#5-550608531	40	200	513-805	10" - 8"	4"	1976
#6-55608530	75	500	837	12"	4"	1971
#7-55566940	150	825	910	12"	8"	1998

\* Arizona Department of Water Resources Identification Number

**OTHER WATER SOURCES**

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
N/A		

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
25 HP	4	N/A	

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
30,000 Gallons	1	1,000 Gallons	2
60,000 Gallons	1	2,500 Gallons	1
400,000 Gallons	1	3,000 Gallons	4

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

<b>COMPANY NAME</b> Las Quintas Serenas Water Company
<b>Name of System:</b> ADEQ Public Water System Number: 10064

**WATER UTILITY PLANT DESCRIPTION (CONTINUED)**

**MAINS**

Size (in inches)	Material	Length (in feet)
2	Copper	250
3	Transite	240
4	Transite	19,840
5	N/A	N/A
6	Transite	32,487
8	Transite	2,760
10	Transite	420
12	Transite	1,320
2	Plastic	1,550
4	Plastic	5,100
6	Plastic	25,158
8	Plastic	13,180
12	Plastic	1,950
6	Ductile Iron	575

**CUSTOMER METERS**

Size (in inches)	Quantity
5/8 X 3/4	799
3/4	7
1	19
1 1/2	7
2	2
Comp. 3	0
Turbo 3	0
Comp. 4	1
Turbo 4	0
Comp. 6	1
Turbo 6	0
Standpipe	127

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

**TREATMENT EQUIPMENT:**

1,276 gpm Arsenic Treatment Facility consisting of: 2 ea 10'0" Diameter Absorption Tanks / 1 ea 12'0" x 16'4" Backwash/Rinsewater Holding Tank at Well #6

**STRUCTURES:**

Steel Portable Shed 8' x 20' at Well No. 5

Steel Portable Shed 8' x 40' at Well No. 7

**OTHER:**

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

<b>COMPANY NAME:</b> Las Quintas Serenas Water Company	
<b>Name of System:</b>	<b>ADEQ Public Water System Number:</b> 10064

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

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	995	9,036,600	7,389,000	
FEBRUARY	987	6,926,400	8,038,000	
MARCH	988	6,931,800	7,817,000	
APRIL	996	10,320,071	12,211,000	
MAY	985	10,509,367	11,821,000	
JUNE	989	10,911,116	12,978,000	
JULY	986	15,283,415	17,765,000	
AUGUST	985	11,209,930	12,909,000	
SEPTEMBER	989	10,717,248	13,120,000	
OCTOBER	986	11,859,667	13,230,000	
NOVEMBER	975	7,995,198	9,121,000	
DECEMBER	984	9,432,203	10,837,000	
<b>TOTALS →</b>		121,133,015	137,236,000	

What is the level of arsenic for each well on your system? \_\_\_\_\_mg/l  
*(If more than one well, please list each separately.)* Well #5 0.0081, Well #6 Untreated - 0.010/Treated - 0.0039,  
 Well #7 Untreated - 0.010/Treated - 0.0039

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: 121.0

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

<b>COMPANY NAME:</b> Las Quintas Serenas Water Company	
<b>Name of System:</b>	<b>ADEQ Public Water System Number:</b> 10064

**UTILITY SHUTOFFS / DISCONNECTS**

MONTH	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	OTHER
JANUARY	0	10	0
FEBRUARY	0	26	0
MARCH	0	20	0
APRIL	0	19	0
MAY	0	23	0
JUNE	0	4	0
JULY	0	18	0
AUGUST	0	12	0
SEPTEMBER	0	14	0
OCTOBER	0	10	0
NOVEMBER	0	14	0
DECEMBER	0	12	0
<b>TOTALS →</b>	0	182	0

OTHER (description):

Emergencies to include but not limited to waterline breaks, electrical outages, well(s) out of production, etc.

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COMPANY NAME Las Quintas Serenas Water Company YEAR ENDING 12/31/2015

**PROPERTY TAXES**

Amount of actual property taxes paid during Calendar Year 2015 was: \$ 17,181.59

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

ARIZONA CORPORATION  
COMMISSION

**RECEIVED**  
MAY 16 2016

**VERIFICATION**

STATE OF Arizona  
I, THE UNDERSIGNED  
OF THE

COUNTY OF (COUNTY NAME) Pima	Utilities Division
NAME (OWNER OR OFFICIAL) TITLE Omar Mejia, General Manager	
COMPANY NAME Las Quintas Serenas Water Company	

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.

*Omar Mejia*

SIGNATURE OF OWNER OR OFFICIAL

520-625-8040

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

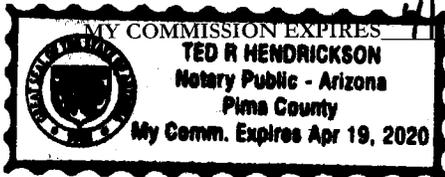
THIS 13<sup>th</sup> DAY OF

COUNTY NAME	Pima	
MONTH	May	20 <u>16</u>

(SEAL)

*Ted R Hendrickson*

SIGNATURE OF NOTARY PUBLIC



4/19/2020

RECEIVED  
MAY 16 2016

VERIFICATION AND SWORN STATEMENT  
Intrastate Revenues Only

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED  
OF THE

COUNTY OF (COUNTY NAME) Pima	Utilities Division
NAME (OWNER OR OFFICIAL) TITLE Omar Mejia, General Manager	
COMPANY NAME Las Quintas Serenas Water Company	

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 (\$) \$ 659,825.48
--

(THE AMOUNT IN BOX ABOVE INCLUDES \$ 50,524.97 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)

*O. Mejia*  
 \_\_\_\_\_  
 SIGNATURE OF OWNER OR OFFICIAL  
 520-625-8040  
 \_\_\_\_\_  
 TELEPHONE NUMBER

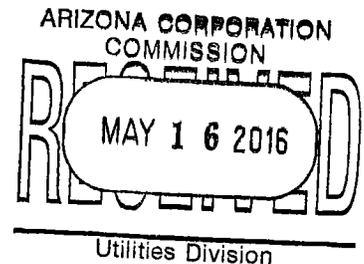
SUBSCRIBED AND SWORN TO BEFORE ME  
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

COUNTY NAME	Pima	
MONTH	May	20 16

THIS 15 DAY OF  
**TED R HENDRICKSON**  
 Notary Public, Arizona  
 Pima County  
 My Comm. Expires Apr 19, 2020  
 MY COMMISSION EXPIRES 4/19/2020

*Ted R Hendrickson*  
 \_\_\_\_\_  
 SIGNATURE OF NOTARY PUBLIC

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



VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) Pima	
NAME (OWNER OR OFFICIAL) Omar Mejia	TITLE General Manager
COMPANY NAME Las Quintas Serenas Water Company	

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
\$ 609,300.51

THE AMOUNT IN BOX AT LEFT INCLUDES \$ 50,524.97 IN SALES TAXES BILLED, OR COLLECTED)

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

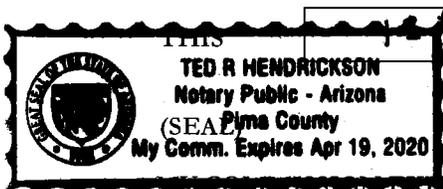
*O-mj*  
\_\_\_\_\_  
SIGNATURE OF OWNER OR OFFICIAL

520-625-8040  
\_\_\_\_\_  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

NOTARY PUBLIC NAME <i>Ted R. Hendrickson</i>	
COUNTY NAME <i>Pima</i>	
MONTH <i>May</i>	YEAR <i>2016</i>



DAY OF

THIS *19*th

AT *Phoenix* ARIZONA ON *4/19/2020*

*Ted R. Hendrickson*  
\_\_\_\_\_  
SIGNATURE OF NOTARY PUBLIC