

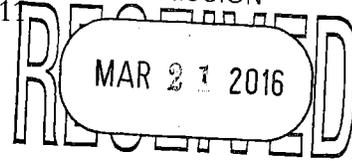
**ARIZONA CORPORATION COMMISSION**  
**UTILITIES DIVISION**

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

W-02747A

Los Cerros Water Company, Inc.  
4003 N. Flowing Wells Rd., Ste. 11  
Tucson, AZ 85705

ARIZONA CORPORATION  
COMMISSION



Utilities Division

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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3-23-16

## COMPANY INFORMATION

<b>Company Name (Business Name):</b>	Los Cerros Water Company, Inc.	
<b>Mailing Address:</b>	4003 North Flowing Wells Road - Suite 111 (Street)	
<u>Tucson</u> (City)	<u>Arizona</u> (State)	<u>85705</u> (Zip Code)
<u>(520) 293-5500</u> Telephone No (Include Area Code)	<u>(520) 293-3810</u> Fax No. (Include Area Code)	<u>(520) 401-0102</u> Cell No. (Include Area Code)
<b>E-mail Address:</b>	<u>loscerroswater@comcast.net</u>	
<b>Local Office Mailing Address:</b>	4003 North Flowing Wells Road - Suite 111 (Street)	
<u>Tucson</u> (City)	<u>Arizona</u> (State)	<u>85705</u> (Zip Code)
<u>(520) 293-5500</u> Telephone No (Include Area Code)	<u>(520) 293-3810</u> Fax No. (Include Area Code)	<u>(520) 401-0102</u> Cell No. (Include Area Code)
<b>E-mail Address:</b>	<u>loscerroswater@comcast.net</u>	

## MANAGEMENT INFORMATION

<input type="checkbox"/> <b>Regulatory Contact:</b>		
<input checked="" type="checkbox"/> <b>Management Contact:</b>	<u>Jody Carlson</u> (Name)	<u>Manager</u> (Title)
<u>(520) 293-5500</u> Telephone No (Include Area Code)	<u>(520) 293-3810</u> Fax No. (Include Area Code)	<u>(520) 401-0102</u> Cell No. (Include Area Code)
<b>E-mail Address:</b>	<u>loscerroswater@comcast.net</u>	
<b>On Site Manager:</b>	<u>Jody Carlson</u> (Name)	<u>Manager</u> (Title)
<u>4003 N. Flowing Wells Rd - Ste 111</u> (Street)	<u>Tucson</u> (City)	<u>AZ</u> (State)
<u>(520) 293-5500</u> Telephone No (Include Area Code)	<u>(520) 293-3810</u> Fax No. (Include Area Code)	<u>85705</u> (Zip Code)
<u>(520) 293-5500</u> Telephone No (Include Area Code)	<u>(520) 293-3810</u> Fax No. (Include Area Code)	<u>(520) 401-0102</u> Cell No. (Include Area Code)
<b>E-mail Address:</b>	<u>loscerroswater@comcast.net</u>	

<b>Statutory Agent:</b>	Richard A. Block, P.C.		
	(Name)		
1050 E River Rd, Suite 203	Tucson	AZ	85718-5736
(Street)	(City)	(State)	(Zip Code)
(520) 577-7575	(520) 577-7599	N/A	
Telephone No (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
<b>Attorney:</b>	Richard A. Block		
	(Name)		
1050 E River Rd, Suite 203	Tucson	AZ	85718-5736
(Street)	(City)	(State)	(Zip Code)
(520) 577-7575	(520) 577-7599	N/A	
Telephone No (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
E-mail Address:	N/A		

**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 checked="" 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		

Company Name: Los Cerros Water Co., 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	\$ 5,650	\$ -	\$ 5,650
304	Structures and Improvements	\$ 16,405	\$ 12,766	\$ 3,639
305	Collecting & impounding Reservoirs			
306	Lake, River, Canal Intakes			
307	Wells and Springs	\$ 539,075	\$ 332,118	\$ 206,957
308	Infiltration Galleries			
309	Raw Water Supply Mains			
310	Power Generation Equipment			
311	Pumping Equipment	\$ 135,957	\$ 135,957	\$ -
320	Water Treatment Equipment			
320.1	Water Treatment Plants			
320.2	Solution Chemical Feeders	\$ 4,075	\$ 2,083	\$ 1,992
320.3	Point-of-Use Treatment Devices			
320.4	Arsenic Media			
330	Distribution Reservoirs and Standpipes			
330.1	Storage Tanks	\$ 55,578	\$ 55,578	\$ -
330.2	Pressure Tanks			
331	Transmission and Distribution Mains	\$ 517,697	\$ 496,334	\$ 21,363
333	Services	\$ 119,311	\$ 119,311	\$ -
334	Meters and Meter Installations	\$ 173,424	\$ 99,273	\$ 74,151
335	Hydrants	\$ 8,957	\$ 8,957	\$ -
336	Backflow Prevention Devices	\$ -	\$ -	\$ -
339	Other Plant and Misc Equipment	\$ 261	\$ 261	\$ -
340	Office Furniture and Equipment	\$ 6,908	\$ 5,396	\$ 1,512
340.1	Computers & Software	\$ 24,932	\$ 1,764	\$ 23,168
341	Transportation Equipment	\$ 15,000	\$ 2,250	\$ 12,750
342	Stores Equipment			
343	Tools, Shop and Garage Equipment	\$ -	\$ -	\$ -
344	Laboratory Equipment	\$ -	\$ -	\$ -
345	Power Operated Equipment	\$ -	\$ -	\$ -
346	Communication Equipment	\$ 1,300	\$ 65	\$ 1,235
347	Miscellaneous Equipment	\$ 1,017	\$ 707	\$ 310
348	Other Tangible Plant	\$ -	\$ -	
	<b>TOTALS</b>	\$ 1,625,547	\$ 1,272,820	\$ 352,727

(AD) = This amount goes on the Balance Sheet Acct No 108

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

Acct No	Description	Original Cost (OC) (1)	Depreciation Percentage (2)	Depreciation Expense (1 x 2)
301	Organization	\$ -		\$ -
302	Franchises	\$ -		\$ -
303	Land and Land Rights	\$ 5,650		\$ -
304	Structures and Improvements	\$ 16,405	5%	\$ 820
305	Collecting & Impounding Reservoirs			
306	Lake, River, Canal Intakes			
307	Wells and Springs	\$ 539,075	5%	\$ 26,954
308	Infiltration Galleries			
309	Raw Water Supply Mains			
310	Power Generation Equipment			
311	Pumping Equipment	\$ 135,957	Final	\$ -
320	Water Treatment Equipment			
320.1	Water Treatment Plants	\$ -		
320.2	Solution Chemical Feeders	\$ 4,075	5%	\$ 204
320.3	Point-of-Use Treatment Devices			
320.4	Arsenic Media			
330	Dist. Reservoirs & Standpipes			
330.1	Storage Tanks	\$ 55,578	Final	\$ -
330.2	Pressure Tanks			
331	Transmission & Distribution Mains	\$ 517,697	5%	\$ 25,885
333	Services	\$ 119,311	Final	\$ 3,138
334	Meters and Meter Installations	\$ 173,424	5%	\$ 8,671
335	Hydrants	\$ 8,957	Final	\$ 240
336	Backflow Prevention Devices	\$ -		\$ -
339	Other Plant and Misc Equipment	\$ 261	Final	\$ -
340	Office Furniture and Equipment	\$ 6,908	5%	\$ 345
340.1	Computers & Software	\$ 24,932	5%	\$ 1,247
341	Transportation Equipment	\$ 15,000	5%	\$ 750
342	Stores Equipment			
343	Tools, Shop and Garage Equipment	\$ -	5%	\$ -
344	Laboratory Equipment	\$ -	5%	\$ -
345	Power Operated Equipment	\$ -	5%	\$ -
346	Communication Equipment	\$ 1,300	5%	\$ 65
347	Miscellaneous Equipment	\$ 1,017	5%	\$ 51
348	Other Tangible Plant	\$ -	5%	\$ -
	SUBTOTAL			
	LESS CIAC Amortization			\$ (26,238)
	<b>TOTALS*</b>	\$ 1,625,547		\$ 42,132

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

Company Name: Los Cerros Water Co., Inc.

**BALANCE SHEET**

Acct. No.	ASSETS	Balance at Beginning of Year	Balance at End of Year
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash	\$27,090	\$11,718
134	Working Funds	\$0	\$0
135	Temporary Cash Investments	\$0	\$0
141	Customer Accounts Recievable	\$11,591	\$11,897
146	Notes/Receivable from Associated Companies	\$0	\$0
151	Plant Material and Supplies	\$0	\$0
162	Prepayments	\$0	\$0
174	Miscellaneous Current and Accrued Assets	\$0	\$0
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	<b>\$38,681</b>	<b>\$23,615</b>
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service	\$1,609,085	\$1,625,547
103	Property Held for Future Use	\$0	\$0
105	Construction Work in Progress	\$0	\$0
108	Accumulated Depreciation - Utility Plant	(\$1,206,049)	(\$1,272,820)
121	Non-Utility Property	\$0	\$0
122	Accumulated Depreciatin - Non Utility	\$0	\$0
	<b>TOTAL FIXED ASSETS</b>	<b>\$403,036</b>	<b>\$352,727</b>
	<b>TOTAL ASSETS</b>	<b>\$441,717</b>	<b>\$376,342</b>

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

Company Name: Los Cerros Water Co., Inc.

**BALANCE SHEET (CONTINUED)**

Acct. No.	LIABILITIES	Balance at Beginning of Year	Balance at End of Year
	<b>CURRENT LIABILITIES</b>		
231	Accounts Payable	\$10	\$0
232	Notes Payable (Current Portion)	\$0	\$0
234	Notes/Accts Payable to Associated Companies	\$0	\$0
235	Customer Deposits	\$9,864	\$6,940
236	Accrued Taxes	\$667	\$684
237	Accrued Interest	\$0	\$0
241	Miscellaneous Current and Accrued Liabilities	\$0	\$0
	<b>TOTAL CURRENT LIABILITIES</b>	\$10,541	\$7,624
	<b>LONG-TERM DEBT (Over 12 Months)</b>		
224	Long-Term Notes and Bonds	\$0	\$0
	<b>DEFERRED CREDITS</b>		
251	Unamortized Premium on Debt	\$0	\$0
252	Advances in Aid of Construction	\$92,525	\$92,511
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	\$524,744	\$524,744
272	Less: Amortization of Contributions	(\$204,551)	(\$230,788)
281	Accumulated Deferred Income Tax		
	<b>TOTAL DEFERRED CREDITS</b>	\$412,718	\$386,467
	<b>TOTAL LIABILITIES</b>	\$423,259	\$394,091
	<b>CAPITAL ACCOUNTS</b>		
201	Common Stock Issued	\$ 100,000	\$ 100,000
211	Paid in Capital in Excess of Par Value	\$ 103,550	\$ 103,550
215	Retained Earnings	\$ (185,092)	\$ (221,299)
218	Proprietary Capital (Sole Props and Partnerships)		
	<b>TOTAL CAPITAL</b>	\$ 18,458	\$ (17,749)
	<b>TOTAL LIABILITIES AND CAPITAL</b>	\$ 441,717	\$ 376,342

Company Name: Los Cerros Water Co., Inc.

**WATER COMPARATIVE STATEMENT OF INCOME AND EXPENSE**

Acct. No.	OPERATING REVENUES	Prior Year	Current Year
461	Metered Water Revenue	\$343,507	\$321,395
460	Unmetered Water Revenue	\$0	\$0
474	Other Water Revenues	\$6,951	\$5,353
	<b>TOTAL REVENUES</b>	<b>\$350,458</b>	<b>\$326,748</b>

	OPERATING EXPENSES		
601	Salaries and Wages	\$137,260	\$120,005
610	Purchased Water	\$0	\$0
615	Purchased Power	\$36,893	\$36,124
618	Chemicals	\$1,456	\$1,884
620	Repairs and Maintenance	\$8,375	\$8,805
621	Office Supplies and Expense	\$25,153	\$19,665
630	Outside Services	\$24,273	\$25,040
635	Water Testing	\$4,784	\$6,745
641	Rents	\$0	
650	Transportation Expenses	\$4,414	\$4,230
657	Insurance - General Liability	\$2,690	\$2,838
659	Insurance - Health and Life	\$0	\$16,356
666	Regulatory Commission Expense - Rate Case	\$0	\$414
675	Miscellaneous Expense	\$5,189	\$6,310
403	Depreciation Expense***	\$ 44,358	\$ 42,132
408	Taxes other Than Income	\$12,888	\$11,933
408.11	Property Taxes	\$ 21,003	\$ 20,333
409	Income Tax	\$ -	\$ -
	<b>TOTAL OPERATING EXPENSES</b>	<b>\$ 328,736</b>	<b>\$ 322,814</b>

	<b>OPERATING INCOME (LOSS)</b>	<b>\$ 21,722</b>	<b>\$ 3,934</b>
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	OTHER INCOME (EXPENSE)		
419	Interest and Dividend Income	\$ -	\$ -
421	Non-Utility Income	\$ -	\$ -
426	Miscellaneous Non-Utility Expenses	\$ (458)	\$ -
427	Interest Expense	\$ (157)	\$ (141)
	<b>TOTAL OTHER INCOME (EXPENSE)</b>	<b>\$ (615)</b>	<b>\$ (141)</b>

	<b>NET INCOME (LOSS)</b>	<b>\$ 21,107</b>	<b>\$ 3,793</b>
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<b>*** Depreciation</b>	\$ 70,595	\$ 68,370
Less: A/A for CIAC	\$ (26,237)	\$ (26,238)
<b>Total</b>	<b>\$ 44,358</b>	<b>\$ 42,132</b>

COMPANY NAME: LOS CERROS WATER COMPANY, INC.

**SUPPLEMENTAL FINANCIAL DATA**

Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	N/A			
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 \$4,540.00

Meter Deposits Refunded During the Test Year \$3,524.00

Beginning Balance	\$7,344.00
Additions	\$720.00
Refunds	<u>-\$3,524.00</u>
Ending Balance	\$4,540.00

<b>Company Name: Los Cerros Water Co., Inc.</b>	
Name of System: Los Cerros Water Co., Inc.	ADEQ PWS NUMBER: 10128

**WATER COMPANY PLANT DESCRIPTION**

**WELLS**

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm) (6 yr avg/2013)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (Inches)	Year Drilled
Wilds 55-802342	30	213	518'	10"	4"	1971
Fiesta 55-805783	10	75	N/A	8"	3"	N/A
LDO 55-804734	30	190	396'	10"	4"	1974
Silver Buckle 55-591958	20	90	564'	12"	2"	2003
Golder Ranch 55-221487	20	145	400'	6"	3"	2012

\* 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
5	Wilds	2	66	
15	LDO	2	(8 ea. On 4" line)	
7.5	SilverBuckle	2	(58 ea. On 6" or 8" line)	
5	SilverBuckle	1		
30	Fire Pump (SB)	1		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
60000 (LDO)	1	5000 (Fiesta)	1
375000 (Silver Buckle)	1	20000 Gal (Swan & LDO)	2
		5000 Gal (Silver Buckle)	1
		500 Gal (Wilds Rd)	1

<b>Company Name: Los Cerros Water Co., Inc.</b>	
Name of System: Los Cerros Water Co. Inc.	ADEQ PWS NUMBER: 10128

**Water Company Plant Description (Continued)**

<b>MAINS</b>		
Size (in inches)	Material	Length (in feet)
2	PVC	7360
3	PVC	2395
4	PVC	25611
5		
6	PVC	30341
8	PVC	19536
10		
12	PVC	588

<b>CUSTOMER METERS</b>	
Size (in inches)	Quantity
5/8 x 3/4	836
3/4	5
1	17
1 1/2	
2	7
Comp. 3	1
Turbo 3	
Comp. 4	
Turbo 4	
Comp 5	
Turbo 6	

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

**TREATMENT EQUIPMENT:**

LDO Chlorinator

Wilds Road Chlorinator

Chemical Pump

8 gpm Chemical Feed Pump

Siver Buckle Well - Plusatron Chemical Feed Pump (20 gal 3/8" Line)

Golder Ranch Well - Chlorinator

**STRUCTURES:**

Existing Fences (Chainlink surrounding all 4 wells) Approx 29' x 20' area for each well site

Shed @ Wilds Road Well Site

Fence @ pumping stations

Fence @ Golder Ranch Well Site

Fences around all electrical boxes

**OTHER:**

2004 Toyota Tundra Truck

Company Name: Los Cerros Water Co., Inc.

Name of System: Los Cerros Water Co., Inc.

ADEQ PWS NUMBER: 10128

**WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2014**

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	836	5474	5760	0
FEBRUARY	835	5587	5888	0
MARCH	833	5410	5645	0
APRIL	839	7577	7924	0
MAY	839	7494	7878	0
JUNE	837	9352	9672	0
JULY	837	9500	10003	0
AUGUST	838	7771	7818	0
SEPTEMBER	837	6601	7370	0
OCTOBER	838	6760	7303	0
NOVEMBER	837	6579	6951	0
DECEMBER	833	5363	5714	0
<b>TOTAL</b>		<b>83468</b>	<b>87926</b>	<b>0</b>

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

(If more than one well, please list each separately.)

	mg/l
Wilds Road Well	<0.001
Fiesta Wells	<0.001
Lago Del Oro Well	<0.001
Silver Buckle Well	<0.001

If system has fire hydrants, what is the fire flow requirement? 1000 GPM for 2 hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?

( X ) YES ( ) NO

Is the Water Utility located in an ADWR Active Management Area (AMA)?

( X ) YES ( ) NO

Does the Company have an ADWR Gallons Per Capital Per Day (GPCPD) Requirement?

( X ) YES ( ) NO

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

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

**Company Name: Los Cerros Water Co., Inc.**

**Name of System: Los Cerros Water Co., Inc.**

**ADEQ PWS NUMBER: 10128**

**UTILITY SHUTOFFS/DISCONNECTS**

<b>MONTH</b>	<b>Termination w/o Notice R14-2-410.B</b>	<b>Termination w/ Notice R14-2-410.C</b>	<b>OTHER</b>
<b>JANUARY</b>	0	8	0
<b>FEBRUARY</b>	0	2	0
<b>MARCH</b>	0	6	0
<b>APRIL</b>	0	0	0
<b>MAY</b>	0	1	0
<b>JUNE</b>	0	8	0
<b>JULY</b>	0	2	0
<b>AUGUST</b>	0	8	0
<b>SEPTEMBER</b>	0	6	0
<b>OCTOBER</b>	0	7	0
<b>NOVEMBER</b>	0	2	0
<b>DECEMBER</b>	0	9	0
<b>TOTALS</b>	<b>0</b>	<b>59</b>	<b>0</b>

OTHER (Description):

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COMPANY NAME: Los Cerros Water Company, Inc.

YEAR ENDING: 12/31/2015

**PROPERTY TAXES**

Amount of actual property taxes paid during Calendar Year 2015 was: \$20,333

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax statements) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why:

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**VERIFICATION  
AND  
SWORN STATEMENT  
Taxes**

ARIZONA CORPORATION  
COMMISSION  
**RECEIVED**  
MAR 21 2016

**VERIFICATION**

STATE OF Arizona  
I, THE UNDERSIGNED,  
OF THE

COUNTY OF (COUNTY NAME)	Pima	Utilities Division
NAME (OWNER OR OFFICIAL) TITLE	Alan R. Friedman, President	
COMPANY NAME	Los Cerros Water Company, 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.

*Alan R. Friedman*  
\_\_\_\_\_  
SIGNATURE OF OWNER OR OFFICIAL  
520-293-5500  
\_\_\_\_\_  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

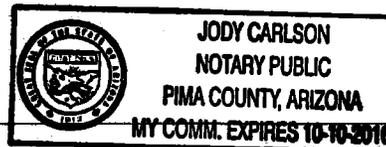
THIS 16<sup>th</sup> DAY OF

COUNTY NAME	PIMA	
MONTH	MARCH	20 <u>16</u>

(SEAL)

MY COMMISSION EXPIRES 10-10-2016

*Jody Carlson*  
\_\_\_\_\_  
SIGNATURE OF NOTARY PUBLIC



**VERIFICATION  
AND  
SWORN STATEMENT  
Intrastate Revenues Only**

ARIZONA CORPORATION  
COMMISSION  
**RECEIVED**  
MAR 21 2016

**VERIFICATION**

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	Pima
NAME (OWNER OR OFFICIAL) TITLE	Alan R. Friedman, President
COMPANY NAME	Los Cerros Water Company, Inc.

Utilities Division

**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 (\$)
\$ 347,102

(THE AMOUNT IN BOX ABOVE INCLUDES \$ 20,354 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)**

*Alan R. Friedman*  
SIGNATURE OF OWNER OR OFFICIAL  
520 293 5500  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

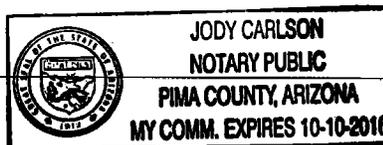
THIS 16th DAY OF

COUNTY NAME	PIMA	
MONTH	March	.20.16

(SEAL)

*Jody Carlson*  
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES 10-10-16



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

ARIZONA CORPORATION  
COMMISSION  
**RECEIVED**  
MAR 21 2016  
Utilities Division

**VERIFICATION**

**STATE OF ARIZONA**

**I, THE UNDERSIGNED**

**OF THE**

COUNTY OF (COUNTY NAME) Pima	
NAME (OWNER OR OFFICIAL) Alan R. Friedman	TITLE President
COMPANY NAME Los Cerros Water Company, 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
\$ 324,209

THE AMOUNT IN BOX AT LEFT  
INCLUDES \$ 19,082  
IN SALES TAXES BILLED, OR COLLECTED)

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

*Alan R. Friedman*  
SIGNATURE OF OWNER OR OFFICIAL

520-293-5500

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 16<sup>th</sup> DAY OF

NOTARY PUBLIC NAME <b>JODY CARLSON</b>	
COUNTY NAME <b>PIMA</b>	
MONTH <b>March</b>	, 20 <b>16</b>

(SEAL)

MY COMMISSION EXPIRES **10-10-16**

*Jody Carlson*  
SIGNATURE OF NOTARY PUBLIC

