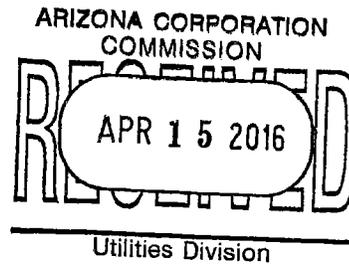


**ARIZONA CORPORATION COMMISSION**  
**UTILITIES DIVISION**

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

W-02472A

Mescal Lakes Water Systems, Inc.  
PO Box 85160  
Tucson, AZ 85754



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**

4-28-16

**COMPANY INFORMATION**

<b>Company Name (Business Name)</b>	<u>Mescal Lakes Water Systems, Inc.</u>		
<b>Mailing Address</b>	<u>PO Box 85160</u>		
	<small>(Street)</small>		
<u>Tucson</u>	<u>AZ</u>	<u>85754</u>	
<small>(City)</small>	<small>(State)</small>	<small>(Zip)</small>	
<u>(520) 623-5172</u>	<u>(520) 792-0377</u>		
<small>Telephone No. (Include Area Code)</small>	<small>Fax No. (Include Area Code)</small>	<small>Cell No. (Include Area Code)</small>	
<b>Email Address</b>	<u>info@southwesternutility.com</u>		
<b>Local Office Mailing Address</b>	<u>PO Box 85160</u>		
	<small>(Street)</small>		
<u>Tucson</u>	<u>AZ</u>	<u>85754</u>	
<small>(City)</small>	<small>(State)</small>	<small>(Zip)</small>	
<u>(520) 623-5172</u>	<u>(520) 792-0377</u>		
<small>Local Office Telephone No. (Incl Area Code)</small>	<small>Fax No. (Include Area Code)</small>	<small>Cell No. (Include Area Code)</small>	
<b>Email Address</b>	<u>info@southwesternutility.com</u>		

**MANAGEMENT INFORMATION**

<input checked="" type="checkbox"/> <b>Management Contact:</b>	<u>Southwest Utility Management, Inc.</u>		
	<small>(Name)</small>	<small>(Title)</small>	
<u>PO Box 85160</u>	<u>Tucson</u>	<u>AZ</u>	<u>85754</u>
<small>(Street)</small>	<small>(City)</small>	<small>(State)</small>	<small>(Zip)</small>
<u>(520) 623-5172</u>	<u>(520) 792-0377</u>		
<small>Telephone No. (Include Area Code)</small>	<small>Fax No. (Include Area Code)</small>	<small>Cell No. (Include Area Code)</small>	
<b>Email Address</b>	<u>info@southwesternutility.com</u>		
<b>On Site Manager:</b>	<u>Keith Dojaquez</u>		
	<small>(Name)</small>		
<u>PO Box 85160</u>	<u>Tucson</u>	<u>AZ</u>	<u>85754</u>
<small>(Street)</small>	<small>(City)</small>	<small>(State)</small>	<small>(Zip)</small>
<u>(520) 623-5172</u>	<u>(520) 792-0377</u>		
<small>Telephone No. (Include Area Code)</small>	<small>Fax No. (Include Area Code)</small>	<small>Cell No. (Include Area Code)</small>	
<b>Email Address</b>	<u>info@southwesternutility.com</u>		

**Statutory Agent:** Bonnie O'Connor  
 (Name)

PO Box 85160                      Tucson                      AZ                      85754  
 (Street)                                      (City)                                      (State)                                      (Zip)

(520) 623-5172                      (520) 792-0377  
 Telephone No. (Include Area Code)                      Fax No. (Include Area Code)                      Cell No. (Include Area Code)

**Attorney:**                      N/A  
 (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:

Sole Proprietor (S)                       C Corporation (C) (Other than Association/Co-op)

Partnership (P)                       Subchapter S Corporation (Z)

Bankruptcy (B)                       Association/Co-op (A)

Receivership (R)                       Limited Liability Company

Other (Describe) Qualified Subchapter S Subsidiary (Qsub)

**COUNTIES SERVED**

Check the box below for the county/ies in which you are certificated to provide service:

APACHE                       COCHISE                       COCONINO

GILA                       GRAHAM                       GREENLEE

LA PAZ                       MARICOPA                       MOHAVE

NAVAJO                       PIMA                       PINAL

SANTA CRUZ                       YAVAPAI                       YUMA

STATEWIDE

COMPANY NAME: Mescal Lakes Water Systems, Inc.

**UTILITY PLANT IN SERVICE**

Acct. No.	Description	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	\$ 104		\$ 104
302	Franchises	250		250.00
303	Land & Land Rights	9,063		9,063
304	Structures & Improvements	35,143	20,366	14,777
307	Wells & Springs	84,465	54,315	30,150
311	Pumping Equipment	154,353	75,091	79,262
320	Water Treatment Equipment			-
320.1	Water Treatment Plants			-
320.2	Solution Chemical Feeders	2,717	672	2,045
330	Distribution Reservoirs and Standpipes	128,572	97,281	31,291
330.1	Storage Tanks			-
330.2	Pressure Tanks			-
331	Transmission and Distribution Mains	567,782	467,219	100,562
333	Services	115,785	86,864	28,921
334	Meters and Meter Installations	58,303	44,812	13,491
335	Hydrants			-
336	Backflow Prevention Devices	854	107	747
339	Other Plant and Misc. Equipment			-
340	Office Furniture and Equipment			-
340.1	Computers & Software			-
341	Transportation Equipment			-
343	Tools, Shop and Garage Equipment			-
344	Laboratory Equipment			-
345	Power Operated Equipment			-
346	Communications Equipment			-
347	Miscellaneous Equipment			-
348	Other Tangible Plant			-
	<b>TOTALS</b>	<b>\$ 1,157,390</b>	<b>\$ 846,727</b>	<b>\$ 310,663</b>

Total Accumulated Depreciation amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME: Mescal Lakes Water Systems, 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	\$ 104		\$ -
302	Franchises	250		-
303	Land & Land Rights	9,063	N/A	-
304	Structures & Improvements	35,143	5.00%	1,392
307	Wells & Springs	84,465	5.00%	2,707
311	Pumping Equipment	154,353	5.00%	4,910
320	Water Treatment Equipment	-	5.00%	-
320.1	Water Treatment Plants	-	5.00%	-
320.2	Solution Chemical Feeders	2,717	5.00%	136
330	Distribution Reservoirs and Standpipes	128,572	5.00%	3,251
330.1	Storage Tanks		5.00%	-
330.2	Pressure Tanks		5.00%	-
331	Transmission and Distribution Mains	567,782	5.00%	14,155
333	Services	115,785	5.00%	2,957
334	Meters and Meter Installations	58,303	5.00%	1,190
335	Hydrants	-	5.00%	-
336	Backflow Prevention Devices	854	5.00%	43
339	Other Plant and Misc. Equipment	-	5.00%	-
340	Office Furniture and Equipment	-	5.00%	-
340.1	Computers & Software	-	5.00%	-
341	Transportation Equipment	-	5.00%	-
343	Tools, Shop and Garage Equipment	-	5.00%	-
344	Laboratory Equipment	-	5.00%	-
345	Power Operated Equipment	-	5.00%	-
346	Communications Equipment	-	5.00%	-
347	Miscellaneous Equipment	-	5.00%	-
348	Other Tangible Plant	-	5.00%	-
	<b>SUBTOTAL</b>	1,157,390		30,740
	<b>LESS CIAC Amortization</b>			(7,573)
	<b>TOTALS *</b>	\$ 1,157,390		\$ 23,167

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

Company Name: Mescal Lakes Water Systems, Inc.

**WATER UTILITY BALANCE SHEET**

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>ASSETS</b>		
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash	\$ 18,267	\$ 11,748
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	10,976	4,725
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	\$ 29,243	\$ 16,473
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service	\$ 1,135,583	\$ 1,157,390
103	Property Held for Future Use		
105	Construction Work In Progress		
108	Accumulated Depreciation - Utility Plant	(815,987)	(846,727)
121	Non-Utility Property		
122	Accumulated Depreciation - Non Utility		
	<b>TOTAL FIXED ASSETS</b>	\$ 319,596	\$ 310,663
	<b>TOTAL ASSETS</b>	\$ 348,839	\$ 327,136

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

Company Name: Mescal Lakes Water Systems, Inc.

**WATER UTILITY BALANCE SHEET (CONTINUED)**

Acct. No.	LIABILITIES	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>CURRENT LIABILITIES</b>		
231	Accounts Payable	\$ 7,263	\$ 6,032
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	19,791	21,058
236	Accrued Taxes	915	902
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	<b>TOTAL CURRENT LIABILITIES</b>	\$ 27,969	\$ 27,992
	<b>LONG-TERM DEBT (Over 12 Months)</b>		
224	Long-Term Notes and Bonds		
	<b>DEFERRED CREDITS</b>		
251	Unamortized Premium on Debt		
252	Advances in Aid of Construction	\$ 225,595	\$ 222,401
255	Accumulated Deferred Investment Tax Credits		
271	Gross Contributions in Aid of Construction	287,811	287,811
272	Less: Amortization of contributions	(159,477)	(167,050)
281	Accumulated Deferred Income Tax		
	<b>TOTAL DEFERRED CREDITS</b>	\$ 353,929	\$ 343,162
	<b>TOTAL LIABILITIES</b>	\$ 381,898	\$ 371,154
	<b>CAPITAL ACCOUNTS</b>		
201	Common Stock Issued	\$ 100	\$ 100
211	Paid in Capital in Excess of Par Value	159,638	159,638
215	Retained Earnings	(192,797)	(203,756)
218	Proprietary Capital (Sole Props and Partnerships)		
	<b>TOTAL CAPITAL</b>	\$ (33,059)	\$ (44,018)
	<b>TOTAL LIABILITIES AND CAPITAL</b>	\$ 348,839	\$ 327,136

Company Name: Mescal Lakes Water Systems, Inc.

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

<b>Acct. No.</b>	<b>OPERATING REVENUES</b>	<b>PRIOR YEAR</b>	<b>CURRENT YEAR</b>
461	Metered Water Revenue	\$ 202,183	\$ 200,073
462	Surcharge Revenue		
474	Other Water Revenues	4,086	4,422
	<b>TOTAL REVENUES</b>	\$ 206,269	\$ 204,495
	<b>OPERATING EXPENSES</b>		
601	Salaries and Wages	\$ -	\$ -
610	Purchased Water		
615	Purchased Power	15,505	14,263
618	Chemicals	610	580
620	Repairs and Maintenance	8,096	6,625
621	Office Supplies & Expense	4,757	4,625
630	Outside Services	107,386	133,706
635	Water Testing	2,704	3,814
641	Rents		1,800
650	Transportation Expenses	3,833	4,334
657	Insurance - General Liability	9,264	1,504
659	Insurance - Health and Life		
665	Regulatory Expenses		
675	Miscellaneous Expense	4,348	2,225
403	Depreciation Expense	22,218	23,167
408	Taxes Other Than Income		
408.11	Property Taxes	11,649	18,093
409	Income Tax		
427.2	Customer Security Deposit Interest	480	718
	<b>TOTAL OPERATING EXPENSES</b>	\$ 190,850	\$ 215,454
	<b>OPERATING INCOME/(LOSS)</b>	\$ 15,419	\$ (10,959)
	<b>OTHER INCOME/(EXPENSE)</b>		
419	Interest and Dividend Income	\$ 121	
421	Non-Utility Income		
427	Interest Expense		
434	Extraordinary Deductions		
	<b>TOTAL OTHER INCOME/(EXPENSE)</b>	\$ 121	\$ -
	<b>NET INCOME/(LOSS)</b>	\$ 15,540	\$ (10,959)

Company Name: Mescal Lakes Water Systems, Inc.

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

	<b>LOAN #1</b>	<b>LOAN #2</b>	<b>LOAN #3</b>	<b>LOAN #4</b>
Date Issued	No loans			
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$ -	\$ -	\$ -	\$ -
Amount Outstanding	\$ -	\$ -	\$ -	\$ -
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$ -	\$ -	\$ -	\$ -
Current Year Principal	\$ -	\$ -	\$ -	\$ -

Meter Deposit Balance at Test Year End \$ 14,152

Meter Deposits Refunded During the Test Year \$ 2,902

Company Name: Mescal Lakes Water Systems, Inc.	
Name of System:	ADEQ Public Water System Number: 02-052

**WATER UTILITY PLANT DESCRIPTION**

**WELLS**

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (inches)	Meter Size (inches)	Year Drilled
55-800432	15	100	480	8	2	1975
55-561268	20	140	400	8	2	1997
55-208498	20	150	493	12	2	2005

\* Arizona Department of Water Resources Identification Number

**OTHER WATER SOURCES**

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

<b>BOOSTER PUMPS</b>	
Horsepower	Quantity
7.5	4

<b>FIRE HYDRANTS</b>	
Quantity Standard	Quantity Other

<b>STORAGE TANKS</b>	
Capacity	Quantity
20,000	2
50,000	1

<b>PRESSURE TANKS</b>	
Capacity	Quantity
3,000	1
5,000	1

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

Company Name: Mescal Lakes Water Systems, Inc.

Name of System:

ADEQ Public Water System Number:

02-052

**WATER UTILITY PLANT DESCRIPTION (CONTINUED)**

**MAINS**

Size (in inches)	Material	Length (in feet)
2		
3	PVC	1,870
4	PVC	19,575
5		
6	PVC	45,076
8		
10		
12		

**CUSTOMER METERS**

Size (in inches)	Quantity
5/8 x 3/4	548
3/4	2
1	7
1 1/2	
2	4
Comp. 3	
Turbo 3	
Comp. 4	
Turbo 4	
Comp. 6	
Turbo 6	

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

**TREATMENT EQUIPMENT:**

Two chlorinators

---

---

---

---

---

**STRUCTURES:**

770' of 6' chain link fence

24' x 36' building

(2) 4' X 8' chlorine sheds

---

---

**OTHER:**

---

---

---

---

---

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

Company Name: Mescal Lakes Water Systems, Inc.

Name of System:

ADEQ Public Water System Number:

02-052

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

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	495	2,157	2,475	-
FEBRUARY	494	1,623	1,827	-
MARCH	494	1,724	1,885	-
APRIL	496	2,783	3,069	-
MAY	501	3,585	3,783	-
JUNE	504	2,874	3,102	-
JULY	494	2,718	2,924	-
AUGUST	495	2,547	3,573	-
SEPTEMBER	497	2,100	2,497	-
OCTOBER	494	2,623	3,087	-
NOVEMBER	497	2,120	2,947	-
DECEMBER	497	1,792	2,926	-
<b>TOTALS</b>		<b>28,646</b>	<b>34,095</b>	<b>-</b>

What is the level of arsenic for each well on your system? 0.004 & 0.0056 mg/l

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

If system has fire hydrants, what is the fire flow requirement? 500 GPM for 2 hours

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

YES NO N/A

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, please provide the GPCPD amount: \_\_\_\_\_

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

Company Name: Mescal Lakes Water Systems, Inc.

Name of System:

ADEQ Public Water System Number:

02-052

**UTILITY SHUTOFFS / DISCONNECTS**

<b>MONTH</b>	<b>Termination without Notice R14-2-410.B</b>	<b>Termination with Notice R14- 2-410.C</b>	<b>OTHER</b>
JANUARY	-	6	-
FEBRUARY	-	8	-
MARCH	-	6	-
APRIL	-	3	-
MAY	-	4	-
JUNE	-	10	-
JULY	-	6	-
AUGUST	-	4	-
SEPTEMBER	-	4	-
OCTOBER	-	4	-
NOVEMBER	-	4	-
DECEMBER	-	-	-
<b>TOTALS</b>	-	59	-

OTHER (description):

---

---

---

---

---



VERIFICATION  
AND  
SWORN STATEMENT  
Taxes

RECEIVED

APR 25 2016

AZ CORP COMM  
Director - Utilities

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	COCHISE
NAME (OWNER OR OFFICIAL) TITLE	Bonnie O'Connor, Manager
COMPANY NAME	Mescal Lakes Water Systems, 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.

*B. O'Connor*

SIGNATURE OF OWNER OR OFFICIAL

520-624-1460

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

COUNTY NAME	Pima
MONTH/YEAR	April / 2016

THIS

20<sup>th</sup>

DAY OF

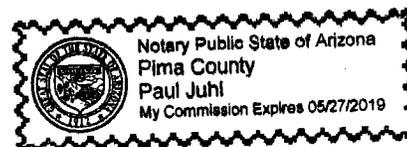
(SEAL)

*Paul Juhi*

SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES

5/27/2019



**VERIFICATION  
AND  
SWORN STATEMENT  
Intrastate Revenues Only**

**RECEIVED**

APR 25 2016

AZ CORP COMM  
Director - Utilities

**VERIFICATION**

STATE OF Arizona

COUNTY OF (COUNTY NAME)	COCHISE
NAME (OWNER OR OFFICIAL) TITLE	Bonnie O'Connor, Manager
COMPANY NAME	Mescal Lakes Water Systems, Inc.

I, THE UNDERSIGNED  
OF THE

**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 (\$)  <div style="border: 1px solid black; width: 100px; margin: auto; padding: 5px;">                     \$ 218,072                 </div>
---

(THE AMOUNT IN BOX ABOVE  
INCLUDES \$ 13,577  
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.)**

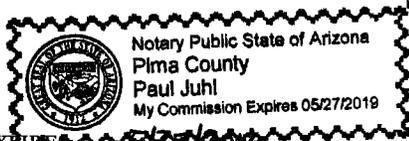
  
 \_\_\_\_\_  
 SIGNATURE OF OWNER OR OFFICIAL

520-624-1460  
 \_\_\_\_\_  
 TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME  
A NOTARY PUBLIC IN AND FOR THE COUNTY OF  
THIS 20th DAY OF

COUNTY NAME	Pima
MONTH/YEAR	April / 2016

(SEAL)



  
 \_\_\_\_\_  
 SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES 5/27/2019

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

**RECEIVED**

APR 25 2016

AZ CORP COMM

Director - Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

<small>COUNTY OF (COUNTY NAME)</small> <b>COCHISE</b>	
<small>NAME (OWNER OR OFFICIAL)</small> <b>Bonnie O'Connor</b>	<small>TITLE</small> <b>Manager</b>
<small>COMPANY NAME</small> <b>Mescal Lakes Water Systems, Inc.</b>	

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>
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.

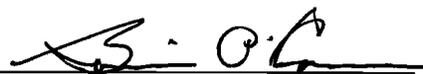
**SWORN STATEMENT**

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:

<small>ARIZONA INTRASTATE GROSS OPERATING REVENUES</small>
<b>\$ 212,149</b>

THE AMOUNT IN BOX AT LEFT  
INCLUDES \$ 13,231  
IN SALES TAXES BILLED, OR COLLECTED

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

  
SIGNATURE OF OWNER OR OFFICIAL

520-624-1460  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 20<sup>th</sup> DAY OF

(SEAL)

MY COMMISSION EXPIRES 5/27/2019

<small>NOTARY PUBLIC NAME</small> <b>Paul Juhi</b>
<small>COUNTY NAME</small> <b>Pima</b>
<small>MONTH/YEAR</small> <b>April / 2016</b>

  
SIGNATURE OF NOTARY PUBLIC

