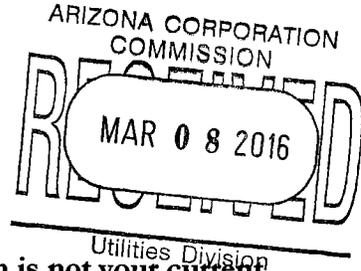


ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL - MAKE CHANGES AS NECESSARY

W-02181A

Pine Valley Water Company
480 Raintree Rd.
Sedona, AZ 86351



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
--------	----

3-816

COMPANY INFORMATION

Company Name (Business Name) PINE VALLEY WATER COMPANY

Mailing Address 480 RAIN TREE RD

SEDONA
(City)

AZ

(State)

86351

(Zip)

928-284-9311

Telephone No. (Include Area Code)

928-284-9311

Fax No. (Include Area Code)

928-451-1640

Cell No. (Include Area Code)

Email Address LLLLINAZ@EARTHLINK.NET

Local Office Mailing Address 480 RAIN TREE RD

SEDONA

(City)

AZ

(State)

86351

(Zip)

928-284-9311

Local Customer Service Phone No. (Include Area Code)

(1-800 or other long distance Customer Service Phone No.)

Email Address LLLLINAZ@EARTHLINK.NET

Website address _____

MANAGEMENT INFORMATION

Regulatory Contact:

Management Contact:

LANCE WISCHMEIER

(Name)

PRESIDENT

(Title)

480 RAIN TREE RD

(Street)

SEDONA

(City)

AZ

(State)

86351

(Zip)

928-284-9311

Telephone No. (Include Area Code)

928-284-9311

Fax No. (Include Area Code)

928-451-1640

Cell No. (Include Area Code)

Email Address LLLLINAZ@EARTHLINK.NET

On Site Manager: JUDY MANDEVILLE

(Name)

480 RAIN TREE RD

(Street)

SEDONA

(City)

AZ

(State)

86351

(Zip)

928-284-9311

Telephone No. (Include Area Code)

928-284-9311

Fax No. (Include Area Code)

928-451-2804

Cell No. (Include Area Code)

Email Address _____

Statutory Agent: LISA WISCHMEIER
(Name)

60 RAINTREE RD SEDONA AZ 86351
(Street) (City) (State) (Zip)

928-284-2978 928-284-9311 _____
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Attorney: _____
(Name)

(Street) (City) (State) (Zip)

Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address LLLLINAZ@EARTHLINK.NET

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) _____

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 PINE VALLEY WATER COMPANY

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	4298	4298	0
302	Franchises	75	N/A	75
303	Land and Land Rights	11,994	N/A	11,994
304	Structures and Improvements	10,007	6849	3158
305	Collecting & Impounding Reservoirs			
306	Lake, River, Canal Intakes			
307	Wells and Springs	9872	9872	0
308	Infiltration Galleries			
309	Raw Water Supply Mains			
310	Power Generation Equipment			
311	Pumping Equipment	51,394	51,394	0
320	Water Treatment Equipment			
320.1	Water Treatment Plants	57,233	1717	55,516
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	54,957	49,354	5603
333	Services	20,669	15,774	4895
334	Meters and Meter Installations	7615	7615	0
335	Hydrants	4759	4107	652
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	644	644	0
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	14,857	14,857	0
	TOTALS	248,374	166,481	81,893

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

COMPANY NAME PINE VALLEY WATER COMPANY

WATER UTILITY CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost(1)	Depreciation Percentage (2)	Depreciation Expense (1 x 2)
301	Organization	4298	COMPLETE	0
302	Franchises	75	N/A	N/A
303	Land and Land Rights	11,994	N/A	N/A
304	Structures and Improvements	10,007	3.33	333
305	Collecting & Impounding Reservoirs			
306	Lake, River, Canal Intakes			
307	Wells and Springs	9872	COMPLETE	0
308	Infiltration Galleries			
309	Raw Water Supply Mains			
310	Power Generation Equipment			
311	Pumping Equipment	51,394	COMPLETE	0
320	Water Treatment Equipment			
320.1	Water Treatment Plants	57,233	2.0	1145
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	54,957	2.0	1099
333	Services	20,669	3.33	688
334	Meters and Meter Installations	7615	COMPLETE	0
335	Hydrants	4759	2.0	95
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	644	COMPLETE	0
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	14,857	COMPLETE	0
	SUBTOTAL			
	LESS CIAC Amortization			
	TOTALS *	248,374		3360

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

COMPANY NAME PINE VALLEY WATER COMPANY

WATER UTILITY BALANCE SHEET

Acct No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 115	\$ 2561
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	2059	1316
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 2174	\$ 3877
	FIXED ASSETS		
101	Utility Plant in Service	\$ 248,374	\$ 248,374
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	163,121	166,481
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 85,253	\$ 81,893
	TOTAL ASSETS	\$ 87,429	\$ 85,770

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

COMPANY NAME PINE VALLEY WATER COMPANY

WATER UTILITY BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITES		
231	Accounts Payable	\$ 44,806	\$ 53,678
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	22,573	12,056
236	Accrued Taxes	434	370
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities	3350	3350
	TOTAL CURRENT LIABILITIES	\$ 71,163	\$ 69,454
	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	\$ 71,163	\$ 69,454
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 1000	\$ 1000
211	Paid in Capital in Excess of Par Value	76,242	76,242
215	Retained Earnings	-60,978	-60,926
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 16,264	\$ 16,316
	TOTAL LIABILITIES AND CAPITAL	\$ 87,427	\$ 85,770

COMPANY NAME PINE VALLEY WATER COMPANY

WATER UTILITY COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 92,255	\$ 86,008
460	Unmetered Water Revenue		
474	Other Water Revenues		
	TOTAL REVENUES	\$ 92,255	\$ 86,008
	OPERATING EXPENSES		
601	Salaries and Wages	\$	\$
610	Purchased Water		
615	Purchased Power	9884	9489
618	Chemicals		
620	Repairs and Maintenance	7383	838
621	Office Supplies and Expense		
630	Outside Services	60,000	55,096
635	Water Testing	669	
641	Rents	12,000	11,000
650	Transportation Expenses		
657	Insurance – General Liability	1252	1227
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	904	1207
403	Depreciation Expense	3528	3360
408	Taxes Other Than Income		
408.11	Property Taxes	3610	3689
409	Income Tax	50	50
	TOTAL OPERATING EXPENSES	\$ 99,280	\$ 85,956
	OPERATING INCOME/(LOSS)	\$ -7,025	\$ 52
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	TOTAL OTHER INCOME/(EXPENSE)	\$	\$
	NET INCOME/(LOSS)	\$ -7,025	\$ 52

COMPANY NAME PINE VALLEY WATER COMPANY

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 \$ _____

Meter Deposits Refunded During the Test Year \$ _____

COMPANY NAME PINE VALLEY WATER COMPANY

Name of System: 04-13-103

ADEQ Public Water System Number: 55-627-209

WATER UTILITY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-627-209	20	85	800FT	8"	3"	1972

* 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
10	1	7	1
7.5	1		
5	1		
1.5	1		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
166,000	1	5000	1
40,000	1		

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

COMPANY NAME	PINE VALLEY WATER COMPANY	
Name of System:	04-13-103	ADEQ Public Water System Number: 55-627-209

WATER UTILITY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2		
3		
4	PVC	8378
5		
6	PVC	10031
8		
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	138
3/4	3
1	23
1 1/2	2
2	1PINE
Comp. 3	
Turbo 3	3 WELLS
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:

ARSENIC REMOVAL ABSORPTION UNIT - VESSEL/FILTER/FLOW METER

STRUCTURES:

ARSENIC TREATMENT FACILITY BUILDING
 STORAGE SUPPLY BUILDING
 PUMP HOUSE
 SHOP-FENCES

OTHER:

GENERATOR 1.5 HP PUMP

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

COMPANY NAME: PINE VALLEY WATER COMPANY

Name of System: 04-13-103

ADEQ Public Water System Number: 55-627-209

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2015

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	167	646,450	834,500	
FEBRUARY	167	536,220	715,900	
MARCH	166	677,090	792,300	
APRIL	168	735,520	856,400	
MAY	167	1,078,640	1,234,800	
JUNE	166	841,670	936,700	
JULY	167	1,421,250	1,628,500	
AUGUST	168	1,125,110	1,297,800	
SEPTEMBER	166	1,342,570	1,503,270	
OCTOBER	169	1,225,110	1,376,530	
NOVEMBER	167	853,850	1,018,000	
DECEMBER	167	675,580	853,000	
TOTALS →		11,158,980	13,047,700	

What is the level of arsenic for each well on your system? 0.0045 mg/l
(If more than one well, please list each separately.)

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?
 Yes No

Is the Water Utility located in an ADWR Active Management Area (AMA)?
 Yes No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?
 Yes No

If yes, provide the GPCPD amount: _____

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

COMPANY NAME: PINE VALLEY WATER COMPANY	
Name of System: 04-13-103	ADEQ Public Water System Number: 55-627-209

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 PINE VALLEY WATER COMPANY YEAR ENDING 12/31/2015

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2015 was: \$ 3,688.95

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 08 2016

AZ CORP COM Director - Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED OF THE

Form with fields: COUNTY OF (COUNTY NAME) YAVAPAI, NAME (OWNER OR OFFICIAL) TITLE LANCE WISCHMEIER PRESIDENT, COMPANY NAME PINE VALLEY WATER COMPANY

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

FOR THE YEAR ENDING

Table with columns: MONTH 12, DAY 31, YEAR 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.

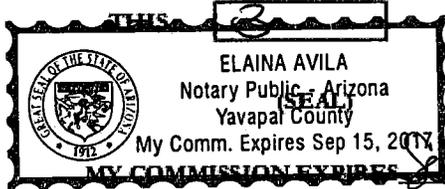
I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

Signature of owner or official and telephone number 928-284-9311

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

Form with fields: COUNTY NAME Yavapai, MONTH March, 2016



THIS 3 DAY OF

Signature of Notary Public

VERIFICATION AND SWORN STATEMENT Intrastate Revenues Only

RECEIVED

MAR 08 2016

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

Form with fields: COUNTY OF (COUNTY NAME) YAVAPAI, NAME (OWNER OR OFFICIAL) TITLE LANCE WISCHMEIER PRESIDENT, COMPANY NAME PINE VALLEY WATER COMPANY

AZ CORP COM 2016 Director - Utilities

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

FOR THE YEAR ENDING

Table with columns: MONTH 12, DAY 31, YEAR 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 (\$) \$ 91,449.00

(THE AMOUNT IN BOX ABOVE INCLUDES \$ 5441.00 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)

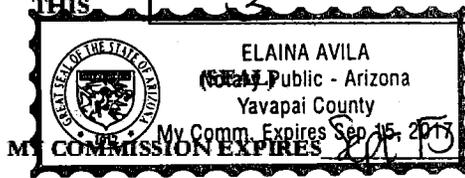
SIGNATURE OF OWNER OR OFFICIAL (Handwritten signature) 928-284-9311 TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 3 DAY OF

Form with fields: COUNTY NAME Yavapai, MONTH March, 2016



SIGNATURE OF NOTARY PUBLIC (Handwritten signature)

VERIFICATION AND SWORN STATEMENT RESIDENTIAL REVENUE Intrastate Revenues Only

RECEIVED MAR 08 2016 AZ CORP COMM Director - Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

Form with fields: COUNTY OF (COUNTY NAME) YAVAPAI, NAME (OWNER OR OFFICIAL) LANCE WISCHMEIER, TITLE PRESIDENT, COMPANY NAME PINE VALLEY WATER COMPANY

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

FOR THE YEAR ENDING

Table with columns: MONTH 12, DAY 31, YEAR 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 \$ 91,449.00

THE AMOUNT IN BOX AT LEFT INCLUDES \$ 5,441.00 IN SALES TAXES BILLED, OR COLLECTED)

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

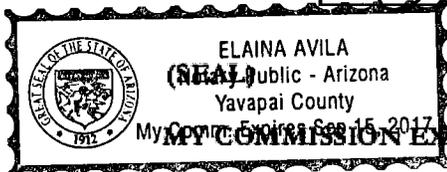
Signature of Lance Wischmeier, Telephone Number 928-284-9311

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 3 DAY OF

Notary Public Information: Elaina Avila, Yavapai County, March 2016



MY COMMISSION EXPIRES Sept 15 2017

Signature of Notary Public