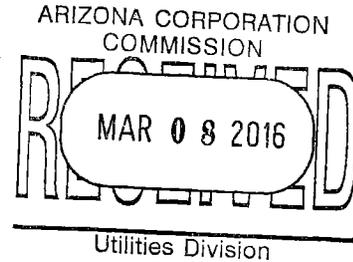


ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL - MAKE CHANGES AS NECESSARY

W-01816A

Spanish Trail Water Company
2200 E. River Rd., Ste. 115
Tucson, AZ 85718



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
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3-8-16

COMPANY INFORMATION

Company Name (Business Name) Spanish Trail Water Company		
Mailing Address <u>2200 E. River Road, ste 115</u>		
<u>Tucson</u> (City)	<u>Arizona</u> (State)	<u>85718</u> (Zip)
<u>520-577-0200</u> Telephone No. (Include Area Code)	<u>520-299-5602</u> Fax No. (Include Area Code)	<u> </u> Cell No. (Include Area Code)
Email Address <u>mweinberg@diamondven.com</u>		
Local Office Mailing Address <u>2200 E. River Road, ste 115</u>		
<u>Tucson</u> (City)	<u>Arizona</u> (State)	<u>85718</u> (Zip)
<u>520-577-0200</u> Local Customer Service Phone No. (Include Area Code)	<u> </u> (1-800 or other long distance Customer Service Phone No.)	
Email Address <u>mweinberg@diamondven.com</u>		Website address <u> </u>

MANAGEMENT INFORMATION

<input type="checkbox"/> Regulatory Contact:		
<input checked="" type="checkbox"/> Management Contact: <u>Mark Weinberg</u> <u>General Manager</u>		
<u>2200 E. River Road, Ste 115</u> (Street)	<u>Tucson</u> (City)	<u>Arizona</u> <u>85718</u> (State) (Zip)
<u>520-577-0200</u> Telephone No. (Include Area Code)	<u>520-299-5602</u> Fax No. (Include Area Code)	<u> </u> Cell No. (Include Area Code)
Email Address <u>mweinberg@diamondven.com</u>		
On Site Manager: <u>Chris Hill</u>		
<u>2200 E. River Rd, Ste 115</u> (Street)	<u>Tucson</u> (City)	<u>Arizona</u> <u>85718</u> (State) (Zip)
<u> </u> Telephone No. (Include Area Code)	<u> </u> Fax No. (Include Area Code)	<u>520-904-0941</u> Cell No. (Include Area Code)
Email Address <u> </u>		

Statutory Agent: Chad Kolodisner

(Name)

2200 E. River Road, Ste 115
(Street)

Tucson
(City)

Arizona
(State)

85718
(Zip)

520-577-0200

Telephone No. (Include Area Code)

520-299-52602

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Attorney: Lawrence Robertson Jr.

(Name)

2247 E. Frontage Rd (PO Box 1448)
(Street)

Tubac
(City)

AZ
(State)

85646
(Zip)

520-398-0411

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Email Address tubaclawyer@aol.com

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 Spanish Trail Water Company

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	3,394	0	3,394
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements	1,594	1,594	0
305	Collecting & Impounding Reservoirs			
306	Lake, River, Canal Intakes			
307	Wells and Springs	133,626	64,778	68,848
308	Infiltration Galleries			
309	Raw Water Supply Mains			
310	Power Generation Equipment			
311	Pumping Equipment	70,377	70,377	0
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	96,929	28,586	68,343
330.2	Pressure Tanks			
331	Transmission and Distribution Mains	462,083	219,388	242,695
333	Services	23,532	19,583	3,948
334	Meters and Meter Installations	61,993	61,993	0
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	853,527	466,299	387,228

*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	3,394	0.0%	0
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements	1,594	3.33%	0
305	Collecting & Impounding Reservoirs			
306	Lake, River, Canal Intakes			
307	Wells and Springs	133,626	3.33%	4,450
308	Infiltration Galleries			
309	Raw Water Supply Mains			
310	Power Generation Equipment			
311	Pumping Equipment	70,377	12.5%	0
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	96,929	2.22%	2,152
330.2	Pressure Tanks			
331	Transmission and Distribution Mains	462,083	2.0%	9,242
333	Services	23,532	3.33%	784
334	Meters and Meter Installations	61,993	8.33%	0
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
340.1	Computers & Software			
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 *	853,527		16,627

*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
CURRENT AND ACCRUED ASSETS			
131	Cash	\$10,491	\$8,665
134	Working Funds		
135	Tempotary Cash Investments		
141	Customer Accounts Receivable	7,541	4,321
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$18,032	\$12,986
FIXED ASSETS			
101	Utility Plant in Service	\$853,526	\$853,526
103	Property Held for Future Use	12,000	12,000
105	Construction Work in Progress	236,271	236,271
108	Accumulated Depreciation – Utility Plant	(449,672)	(466,299)
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$652,125	\$635,499
	TOTAL ASSETS	\$670,157	\$648,485

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.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
LIABILITIES			
CURRENT LIABILITIES			
231	Accounts Payable	\$	\$60,494
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies	219,000	227,000
235	Customer Deposits	16,473	15,084
236	Accrued Taxes	5,846	5,584
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$241,320	\$308,162
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	286,439	286,439
272	Less: Amortization of Contributions	(14,322)	(20,051)
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$272,117	\$266,387
	TOTAL LIABILITIES	\$513,437	\$574,549
CAPITAL ACCOUNTS			
201	Common Stock Issued	\$1,000	\$1,000
211	Paid in Capital in Excess of Par Value	4,123,493	4,123,493
215	Retained Earnings	(3,967,773)	(4,050,558)
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$156,720	\$73,935
	TOTAL LIABILITIES AND CAPITAL	\$670,157	\$648,485

WATER UTILITY COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$138,270	\$135,932
460	Unmetered Water Revenue		
474	Other Water Revenues	302	
	TOTAL REVENUES	\$138,572	\$135,932
	OPERATING EXPENSES		
601	Salaries and Wages	\$	\$
610	Purchased Water	46,417	40,972
615	Purchased Power	18,620	17,807
618	Chemicals		
620	Repairs and Maintenance		420
621	Office Supplies and Expense		
630	Outside Services	126,322	78,881
635	Water Testing		
641	Rents		
650	Transportation Expenses		
657	Insurance – General Liability	1,218	7,698
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	71,751	43,626
403	Depreciation Expense	11,286	10,898
408	Taxes Other Than Income	8,617	8,091
408.11	Property Taxes	10,500	10,324
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$294,731	\$218,717
	OPERATING INCOME/(LOSS)	\$(156,159)	\$(82,785)
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	TOTAL OTHER INCOME/(EXPENSE)	\$0	\$
	NET INCOME/(LOSS)	\$(156,159)	\$(82,785)

COMPANY NAME Spanish Trail Water Company

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 \$14,934.00

Meter Deposits Refunded During the Test Year \$2,743.50

COMPANY NAME Spanish Trail Water Company	
Name of System: Spanish Trail Water Co.	ADEQ Public Water System Number: 10127

WATER UTILITY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-622249	5	50		8	2	
55-622256	40	400		12	4	
55-536560	20	305		12	6	1993

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
Saguaro Water Company		9,307

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
25	2	27	
7.5	2		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
10,000	2	1,000	1
		2,000	1
		3,000	1

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

COMPANY NAME Spanish Trail Water Company	
Name of System: Spanish Trail Water Co.	ADEQ Public Water System Number: 10127

WATER UTILITY PLANT DESCRIPTION (CONTINUED)

MAINS

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

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	366
3/4	20
1	11
1 1/2	
2	3
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:

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

COMPANY NAME: Spanish Trail Water Company
Name of System: Spanish Trail Water Co. **ADEQ Public Water System Number:** 10127

UTILITY SHUTOFFS / DISCONNECTS

MONTH	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	OTHER
JANUARY		0	
FEBRUARY		0	
MARCH		0	
APRIL		0	
MAY		0	
JUNE		0	
JULY		0	
AUGUST		0	
SEPTEMBER		1	
OCTOBER		0	
NOVEMBER		0	
DECEMBER		0	
TOTALS →		1	

OTHER (description):

COMPANY NAME Spanish Trail Water Company YEAR ENDING 12/31/2015

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2015 was: \$ 10,324

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
MAR 08 2016
Utilities Division

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME) Pima
NAME (OWNER OR OFFICIAL) TITLE Diamond Ventures, Inc, an Arizona Corporation, Manager, by its Vice President, Mark Weinberg
COMPANY NAME Spanish Trail Water Company

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

FOR THE YEAR ENDING

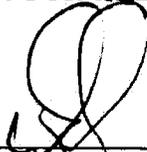
MONTH	DAY	YEAR
12	31	2015

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.



SIGNATURE OF OWNER OR OFFICIAL
520-577-0240

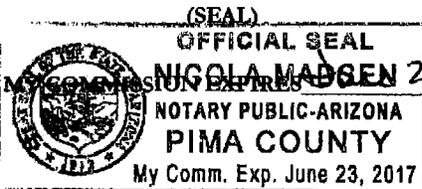
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS DAY OF

COUNTY NAME PIMA	
MONTH March	2016





SIGNATURE OF NOTARY PUBLIC

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

ARIZONA CORPORATION
COMMISSION

RECEIVED
MAR 08 2016

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) Pima	Utilities Division
NAME (OWNER OR OFFICIAL) TITLE Diamond Ventures, Inc, an Arizona Corporation, Manager, by its Vice President, Mark Weinberg	
COMPANY NAME Spanish Trail 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 (\$)
\$ 135,932

**(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 8,091
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

520-577-0200

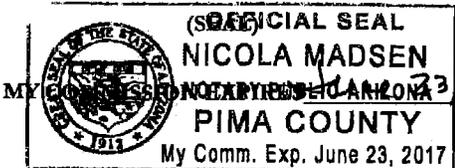
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 3rd DAY OF

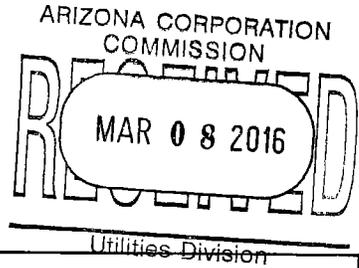
COUNTY NAME	PIMA
MONTH	March .2016





SIGNATURE OF NOTARY PUBLIC

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



VERIFICATION

STATE OF ARIZONA

**I, THE UNDERSIGNED
OF THE**

COUNTY OF PIMA	
NAME (OWNER OR OFFICIAL) Diamond Ventures, Inc, an Arizona Corporation, Manager, by its Vice President, Mark Weinberg	TITLE Vice President, Diamond Ventures, Manager
COMPANY NAME Spanish Trail 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
\$ 130,793

**THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 7,785
IN SALES TAXES BILLED, OR COLLECTED)**

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

(Signature)

SIGNATURE OF OWNER OR OFFICIAL

520-577-0200

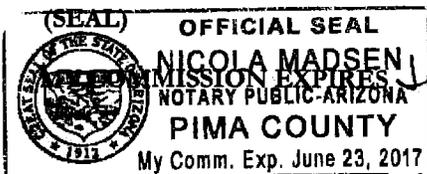
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 3rd **DAY OF**

NOTARY PUBLIC NAME <i>Nicola Madsen</i>	
COUNTY NAME <i>PIMA</i>	
MONTH <i>MARCH</i>	.20 <i>16</i>



June 23, 2017

Nicola Madsen

SIGNATURE OF NOTARY PUBLIC