ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ARIZONA CORPORATION COMMISSION
RECEIVED
MAR 1 1 2002
Director of Utilities

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

W-02784A
TONTO CREEK UTILITY CO.
HC 2 BOX 94-G
PAYSON AZ 85541-9509

ANNUAL REPORT

FOR YEAR ENDING

12	31	2001

FOR COMMISSION USE

ANN04	01

Processed by:
3-11-02 cm

SCANNED

COMPANY INFORMATION

Company Name (Business Name) TONTO CREEK UTILITY CO

Mailing Address HC 2 Box 94 G
(Street)

PHONEIX, (City) AZ (State) 85541-9509 (Zip)

928 478 4456
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address

Local Office Mailing Address
(Street)

(City) (State) (Zip)

Local Office Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address

MANAGEMENT INFORMATION

Management Contact: Larry Hamman
(Name) (Title)

Lot 9 Tonto Rim Ranch (Street) Payson (City) AZ (State) 85541 (Zip)

928 478 4456
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address

On Site Manager: same
(Name)

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

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

Email Address

Statutory Agent: Lester Hayt
(Name)

10421 Coggins Dr West Sun City
902 W. Palm Lane Phoenix, AZ 8507
(Street) (City) (State) (Zip)

623-972288
Telephone No. (Include Area Code) Fax No. (Include Area Code Pager/Cell No. (Include Area Code)

Attorney: _____
(Name)

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

_____
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

OWNERSHIP INFORMATION

Check the following box that applies to your company:

- ☐ **Sole Proprietor (S)**
- ☐ **Partnership (P)**
- ☐ **Bankruptcy (B)**
- ☐ **Receivership (R)**
- ☐ **Other (Describe)** _____
- ☒ **C Corporation (C) (Other than Association/Co-op)**
- ☐ **Subchapter S Corporation (Z)**
- ☐ **Association/Co op (A)**
- ☐ **Limited Liability Company**

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 Tonto Creek Ufs Co

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	281.-	102.33	178.67
302	Franchises			
303	Land and Land Rights	1000-		1000-
304	Structures and Improvements	4000-	4000.	-0-
307	Wells and Springs	22500.	22500	-0-
311	Pumping Equipment	4737.26	2430.45	2307.81
320	Water Treatment Equipment	500.-	500.-	-0-
330	Distribution Reservoirs and Standpipes	23 361.86	12 806.93	10 554.93
331	Transmission and Distribution Mains	2402-	2402.-	-0-
333	Services			
334	Meters and Meter Installations	14 105.-	3192.77	10 913.06
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment	625.-	625-	-0-
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	73 512.95	48422.93	25090.02

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

COMPANY NAME Tonto Creek Utility Co

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	281-	0	0
302	Franchises			
303	Land and Land Rights	1000-	0	1000-
304	Structures and Improvements	4000-	100	-0-
307	Wells and Springs	22500-	100	-0-
311	Pumping Equipment	4737-	5% ~~2.79~~	198-
320	Water Treatment Equipment	500	100	-0-
330	Distribution Reservoirs and Standpipes	23361.	2.2766	595-
331	Transmission and Distribution Mains	2400	100	-0-
333	Services			
334	Meters and Meter Installations	14105	5%	705-
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment	625-	100	-0-
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	$3512.95		1435.44

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

COMPANY NAME	Tonto Creek Utility Co

BALANCE SHEET

Acct. No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	$ 720.95	$ 15.18
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	331.22	539.52
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments	—	68.67
174	Miscellaneous Current and Accrued Assets	142.-	
	TOTAL CURRENT AND ACCRUED ASSETS	$	$
	FIXED ASSETS		
101	Utility Plant in Service	$ 73512.95	$ 73512.95 ~~23654.58~~
103	Property Held for Future Use		—
105	Construction Work in Progress		—
108	Accumulated Depreciation – Utility Plant		
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility	48422.83	49858.37
	TOTAL FIXED ASSETS	$ 25090.22	$ 23654.58
	TOTAL ASSETS	$ ~~26284.19~~ ~~25090~~	$ 25763.95

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

COMPANY NAME

BALANCE SHEET (CONTINUED)

Acct. No.	LIABILITIES	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT LIABILITES		
231	Accounts Payable	$	$ 55486 ~~453.12~~
232	Notes Payable (Current Portion)	1475	1475
234	Notes/Accounts Payable to Associated Companies		—
235	Customer Deposits		—
236	Accrued Taxes		—
237	Accrued Interest		—
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	$	$
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	$ 9596.08	$ 8002.85 ~~13472.73~~
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	$	$
252	Advances in Aid of Construction	7039.98	5464.88
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	$ 7039.98	$ 5464.88
	TOTAL LIABILITIES	$	$ 10398.85
	CAPITAL ACCOUNTS		
201	Common Stock Issued	$ 1000	$ 1000
211	Paid in Capital in Excess of Par Value	5483.40	5483.40
215	Retained Earnings	726.31 ~~1954.16~~	3782.96
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	$ 8437.56	$ 10266.36
	TOTAL LIABILITIES AND CAPITAL	$ 26284.19	$ 25763.95

COMPANY NAME

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	$ 13982.68	$ 15875.98
460	Unmetered Water Revenue		
474	Other Water Revenues		
	TOTAL REVENUES	$ 13982.68	$ 15875.98
	OPERATING EXPENSES		
601	Salaries and Wages	$ 6360 –	$ 5320.-
610	~~Purchased~~ Water Payroll ex	782.69	792.57
615	Purchased Power	1000.46	919.45
618	Chemicals		
620	Repairs and Maintenance		-
621	Office Supplies and Expense	378.90	470.99
630	Outside Services		
635	Water Testing	587.35	625.–
641	Rents		
650	Transportation Expenses		
657	Insurance – General Liability		
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense		
403	Depreciation Expense	1401.91	1435.44
408	Taxes Other Than Income		.45-
408.11	Property Taxes	376.47	439.55
409	Income Tax		
	TOTAL OPERATING EXPENSES	$	$
	OTHER INCOME/EXPENSE		
419	Interest and Dividend ~~Income~~ EXP	$ 1039.63	$ 931.77
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	TOTAL OTHER INCOME/EXP	$	$
	NET INCOME/(LOSS)	$ 1227.85	$ 3228.65

COMPANY NAME

SUPPLEMENTAL FINANCIAL DATA
Long-Term Debt

	LOAN #1	LOAN #2 3	LOAN #3 4	LOAN #4 6
Date Issued	AUG 1998	Aug 1998	Aug 98	Aug 98
Source of Loan	Kennedy	Massey	Hayt	Cancock
ACC Decision No.	61011	61011	61011	61011
Reason for Loan	water Tank	water tank	water Tank	water tank
Dollar Amount Issued	$ 2000.-	$ 1000	$ 2000-	$ 2000 -
Amount Outstanding	$ 1323.38	$ 769.46	$ 1323.38	$ 1323.38
Date of Maturity	2008	2008	2008	2008
Interest Rate	9	9	9	9
Current Year Interest	$ 130.45	$ 75.07	$ 130.45	$ 130.45
Current Year Principle	$ 229.55	$ 104.93	$ 229.55	$ 229.55

Meter Deposit Balance at Test Year End $

Meter Deposits Refunded During the Test Year $

	#7	8	9	10
Date Issued	Aug 98	Oct 98	Oct 98	Aug 2000
Source	Hechernell	Hechernell	white	HAMMAN
Acc Decision	61011	61011	61011	61011
Reason Loan	water tank	water tank	water Tank	water tank
Dollar amt issued	2000-	3000.-	1000	1000
Date of maturity	2008	2008	2008	2010
Int Rate	9	9	9	9
Current Yr Int	130.45	198.26	66.08	80.41
Current Yr Prin	229.55	341.76	113.92	99.59

COMPANY NAME

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number	Pump Horsepower	Pump Yield (Gpm)	Casing Size (inches)	Meter Size (inches)
55-625895		16	12	2

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
None		

TOTAL GALLONS PUMPED (NOT SOLD) THIS YEAR (thous.) = _____

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
		NONE	

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
Dams 15,000	2	2000	1

STATISTICAL INFORMATION

Total number of customers 58

Total number of gallons sold 1,760,600 gallons

COMPANY NAME _____ **YEAR ENDING 12/31/2001**

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported 15,875
Estimated or Actual Federal Tax Liability 473 -

State Taxable Income Reported 3152
Estimated or Actual State Tax Liability 186 -

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances _____
Amount of Gross-Up Tax Collected _____
Total Grossed-Up Contributions/Advances _____

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

SIGNATURE	3/28/02 **DATE**
LARRY HAMMAN **PRINTED NAME**	Treas **TITLE**

COMPANY NAME Tonto Creek Util. Co. YEAR ENDING 12/31/2001

WATER AND SEWER UTILITIES ONLY

PROPERTY TAXES

Indicate the amount of actual property taxes paid during this reporting period (Calendar Year 2001)

$ 739.55

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 reasons below:

VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only

VERIFICATION

STATE OF _____

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	Gila
NAME (OWNER OR OFFICIAL) TITLE	Larry Hamman Treas
COMPANY NAME	Tonto Creek Utility Co.

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

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2001

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 2001 WAS:

Arizona IntraState Gross Operating Revenues Only ($)
16,884.85
$ ~~1607.87~~

(THE AMOUNT IN BOX ABOVE INCLUDES $ 1009.87 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)**

Larry Hamman

SIGNATURE OF OWNER OR OFFICIAL

5284754456

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 4th **DAY OF**

NOTARY PUBLIC
STATE OF ARIZONA
Gila County
LAURIE BRUNSON
My Commission Expires 10/25/2005

(SEAL)

COUNTY NAME	Gila
MONTH March	2002

Laurie Brunson

SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES 10-25-2005

ARIZONA CORPORATION COMMISSION

RECEIVED

MAR 1 1 2002

Director of Utilities

VERIFICATION AND SWORN STATEMENT

RESIDENTIAL REVENUE

INTRASTATE REVENUES ONLY

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

(COUNTY NAME) Gila	
NAME (OWNER OR OFFICIAL) LARRY HAMMONS	TITLE Treas
COMPANY NAME Tonto Creek Utility Co	

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

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2001

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 2001 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

$ 16,885=

(THE AMOUNT IN BOX AT LEFT INCLUDES $ 1018.— IN SALES TAXES BILLED, OR COLLECTED

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

X Larry Hammons

SIGNATURE OF OWNER OR OFFICIAL

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 6th DAY OF

NOTARY PUBLIC NAME Laurie Brunson	
COUNTY NAME Gila	
MONTH March	2002

NOTARY PUBLIC
STATE OF ARIZONA
Gila County
LAURIE BRUNSON
My Commission Expires 10/25/2005

MY COMMISSION EXPIRES
10-25-2005

X Laurie Brunson

SIGNATURE OF NOTARY PUBLIC

2/2 34646

TONTO CREEK UTILITY CO.
HC2 BOX 94G
PASON, AZ 85541

1552

PAY TO THE ORDER OF PRIL KNUCKEY RALLS

DATE April 19, 2001 91-119 / 1221(1)

$330.37

THREE HUNDRED THIRTY and 37/100 - DOLLARS

WELLS FARGO BANK
115 EAST HIGHWAY 260, PAYSON, AZ 85541

FOR 34646

Larry E. Hammon

⑈001552⑈ ⑆122105278⑆0703 650994⑈ ⑈0000033037⑈

TONTO CREEK UTILITY CO. 1/2-34825-A-34826
HC 2, BOX 94-G
PAYSON, AZ 85541

1606
409.18

PAY TO THE ORDER OF Prescilla Rolls Gila Co Treas

DATE 10/3/01 91-527 / 1221 2015

Four hundred nine 18/100 $ 409 18 DOLLARS

Wells Fargo Bank Arizona, N.A.
115 E. Hwy 260
Payson, AZ 85541
www.wellsfargo.com

FOR 34825 34826

Larry E. Hammon

⑈001606⑈ ⑆122105278⑆0703650994⑈ ⑈0000040918⑈

PAY TO THE ORDER OF
BANK ONE, ARIZONA, NA
PHOENIX, ARIZONA
▶ 122100024 ◀
FOR DEPOSIT ONLY
GILA COUNTY TREASURER
11804047

2370 4099

▶122100024◀
BANK ONE
ARIZONA, NA
PHOENIX, AZ
▶122100024◀

OCT - 2 01

TEMPE,AZ 10/02/01
ER# 3857 001
221-0527-8

OT 01 09
122100024
BANK ONE, ARIZONA, N.A.
PHOENIX, ARIZONA

PAY TO THE ORDER OF
BANK ONE, ARIZONA, NA
PHOENIX, ARIZONA
▶ 122100024 ◀
FOR DEPOSIT ONLY
GILA COUNTY TREASURER
11804047

5308 0140

122100024
BANK ONE, ARIZONA, N.A.
PHOENIX, ARIZONA