ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ARIZONA CORPORATION COMMISSION
RECEIVED
APR 1 0 1903
Director of Utilities

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

T

W-03230A
Twin Hawks Utility, Inc.
432 E. Speedway
Tucson AZ 85705-0000

ANNUAL REPORT

Entered 4/30/03 CM

FOR YEAR ENDING

12	31	2002

FOR COMMISSION USE

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OK

COMPANY INFORMATION

Company Name (Business Name) Twin Hawks Utility, Inc.

Mailing Address 432 E. Speedway
(Street)

Tucson (City) AZ (State) 85705 (Zip)

520-624-8512 Telephone No. (Include Area Code) 520-792-0501 Fax No. (Include Area Code) None Pager/Cell No. (Include Area Code)

Email Address JMathias Myers@MSN.COM

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: Jerry Myers (Name) President (Title)

432 E. Speedway (Street) Tucson (City) AZ (State) 85705 (Zip)

520-624-8512 Telephone No. (Include Area Code) 520-792-0501 Fax No. (Include Area Code) None Pager/Cell No. (Include Area Code)

Email Address JMathias Myers@MSN.COM

On Site Manager: Jerry Mathias Myers (Name)

432 E. Speedway (Street) Tucson (City) AZ (State) 85705 (Zip)

520-624-8512 Telephone No. (Include Area Code) 520-792-0502 Fax No. (Include Area Code) None Pager/Cell No. (Include Area Code)

Email Address JMATHIAS MYERS@MSN.COM

Statutory Agent: Terry M. Myers
(Name)

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

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

Attorney: Terry M. Myers
(Name)

Same
(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 Twin Hawks

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	600.00		
302	Franchises	150.00		
303	Land and Land Rights	1000.00		
304	Structures and Improvements			
307	Wells and Springs	19500.		
311	Pumping Equipment			
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	5500.		
331	Transmission and Distribution Mains	29221		
333	Services	100		
334	Meters and Meter Installations	1000		
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			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	48,071		

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

COMPANY NAME Twin Hawks

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	600	5yr.	125-
302	Franchises	150	5yr.	30-
303	Land and Land Rights	1000		-
304	Structures and Improvements	19,500	2.97	579.5
307	Wells and Springs	1185.80	1.8	21.38
311	Pumping Equipment	5500	1.8	99.00
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	20,244	2.2	444.43
331	Transmission and Distribution Mains			
333	Services	100.00	2.96	2.96
334	Meters and Meter Installations	1000.00	3.82	38.20
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			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	49,250		1436

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

COMPANY NAME	Twin Hawks

BALANCE SHEET

Acct. No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	$ 6728.14	$ 5871.86
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable		1597.79
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	$ 6728.14	$ 7469.65
	FIXED ASSETS		
101	Utility Plant in Service	$ 49,260	$ 49,260
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		
	TOTAL FIXED ASSETS	$55988.14	$56,729.65
	TOTAL ASSETS	$55988.14	$56,729.65

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

COMPANY NAME	Twin Hawks

BALANCE SHEET (CONTINUED)

Acct. No.	LIABILITIES	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT LIABILITES		
231	Accounts Payable	$	$
232	Notes Payable (Current Portion)		
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	$ 0	$ 0
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	$ 0	$ 0
	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	$ 0	$ 0
	TOTAL LIABILITIES	$ 0	$ 0
	CAPITAL ACCOUNTS		
201	Common Stock Issued	$ 1000.	$ 1000.
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	55,988	56730
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	$ 56,988	$ 57,730
	TOTAL LIABILITIES AND CAPITAL	$ 56,988	$ 57,730

COMPANY NAME	Twin Hawks

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	$ 3549.92	$ 2019.51
460	Unmetered Water Revenue		
474	Other Water Revenues		
	TOTAL REVENUES	$ 3549.92	$ 2019.51
	OPERATING EXPENSES		
601	Salaries and Wages	$	$
610	Purchased Water		
615	Purchased Power	520.33	499.79
618	Chemicals		
620	Repairs and Maintenance	939.62	771.17
621	Office Supplies and Expense		
630	Outside Services	201.00	
635	Water Testing		25.00
641	Rents		
650	Transportation Expenses		
657	Insurance – General Liability		
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	89.31	77.00
403	Depreciation Expense	1436	1436.00
408	Taxes Other Than Income		
408.11	Property Taxes	921.31	739.73
409	Income Tax		
	TOTAL OPERATING EXPENSES	$ 4107.57	$ 3548.69
	OPERATING INCOME/(LOSS)	$ (557.65)	$ (1529.18)
	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)	$ (557.65)	$ (1529.18)

COMPANY NAME	Twin Hawks

SUPPLEMENTAL FINANCIAL DATA

Long-Term Debt

None

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued				
Source of Loan				
ACC Decision No.	NONE			
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	Twin Hawks

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (Gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
636404	Grundfos 10530-3/4	20-81 drawdown	775 est.	8"	1"	

- Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

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

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
2hp	1	None	

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
10,000	1	500	1

COMPANY NAME Twin Hawks

WATER COMPANY 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 ¾	8
3/4	
1	1
1 1/2	
2	
Comp. 3	
Turbo 3	
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	

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

TREATMENT EQUIPMENT:

None

STRUCTURES:

Well Site

OTHER:

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2002

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLON PUMPED (Thousands)
JANUARY	9	Data Not Readily Available	Data Not Readily Available
FEBRUARY	9		
MARCH	9		
APRIL	9		
MAY	9		
JUNE	9		
JULY	9		
AUGUST	9		
SEPTEMBER	9		
OCTOBER	9		
NOVEMBER	9		
DECEMBER	9		
	TOTAL	N/A	

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

( ) Yes ( ) No I don't think so.

Does the Company have An ADWR Gallons Per Capita Per Day (GPCPD) requirement?

( ) Yes ( ) No I don't think so.

If yes, provide the GPCPD amount:_____

What is the level of arsenic for each well on your system. <3.0 ug/l ~~mg/l~~ 9/24/02 test
(*If more than one well, please list each separately*)

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

COMPANY NAME Twin Hawks **YEAR ENDING 12/31/2002**

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2002 was: $ 739.73

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.

COMPANY NAME Twin Hawks Utility, Inc **YEAR ENDING 12/31/2002**

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported	0
Estimated or Actual Federal Tax Liability	0
State Taxable Income Reported	0
Estimated or Actual State Tax Liability	0

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances	0
Amount of Gross-Up Tax Collected	0
Total Grossed-Up Contributions/Advances	0

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.

J. M. Myers	4/15/03
SIGNATURE	**DATE**
J. M. MYERS	President
PRINTED NAME	**TITLE**

VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	Pima
NAME (OWNER OR OFFICIAL) TITLE	Jerry Myers, President
COMPANY NAME	Twin Hawks Utility, Inc

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

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2002

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 2002 WAS:

Arizona IntraState Gross Operating Revenues Only ($)
$ 2019.51

(THE AMOUNT IN BOX ABOVE INCLUDES $ 80.78 **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)**

"OFFICIAL SEAL"
Janice E. Ryan
Notary Public-Arizona
Pima County
My Commission Expires 5/31/2006

SIGNATURE OF OWNER OR OFFICIAL

(520) 624-8512
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF Pima

THIS 15th **DAY OF** April, 20 03

(SEAL)

MY COMMISSION EXPIRES May 31, 2006

Janice E. Ryan
SIGNATURE OF NOTARY PUBLIC

ARIZONA CORPORATION COMMISSION

RECEIVED APR 1 3 2003

VERIFICATION AND SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY

VERIFICATION

STATE OF ARIZONA | (COUNTY NAME) Pima

I, THE UNDERSIGNED | NAME (OWNER OR OFFICIAL) Jerry Myers | TITLE President

OF THE | COMPANY NAME Twin Hawks Utility, Inc.

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

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2002

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 2002 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

$ 2019.51

(THE AMOUNT IN BOX AT LEFT INCLUDES $ 80.78 IN SALES TAXES BILLED, OR COLLECTED

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

"OFFICIAL SEAL"
Janice E. Ryan
Notary Public-Arizona
Pima County
My Commission Expires 5/31/2006

J. M. Myers
SIGNATURE OF OWNER OR OFFICIAL

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 15th **DAY OF**

NOTARY PUBLIC NAME	Janice E. Ryan	
COUNTY NAME	Pima	
MONTH	April	2003

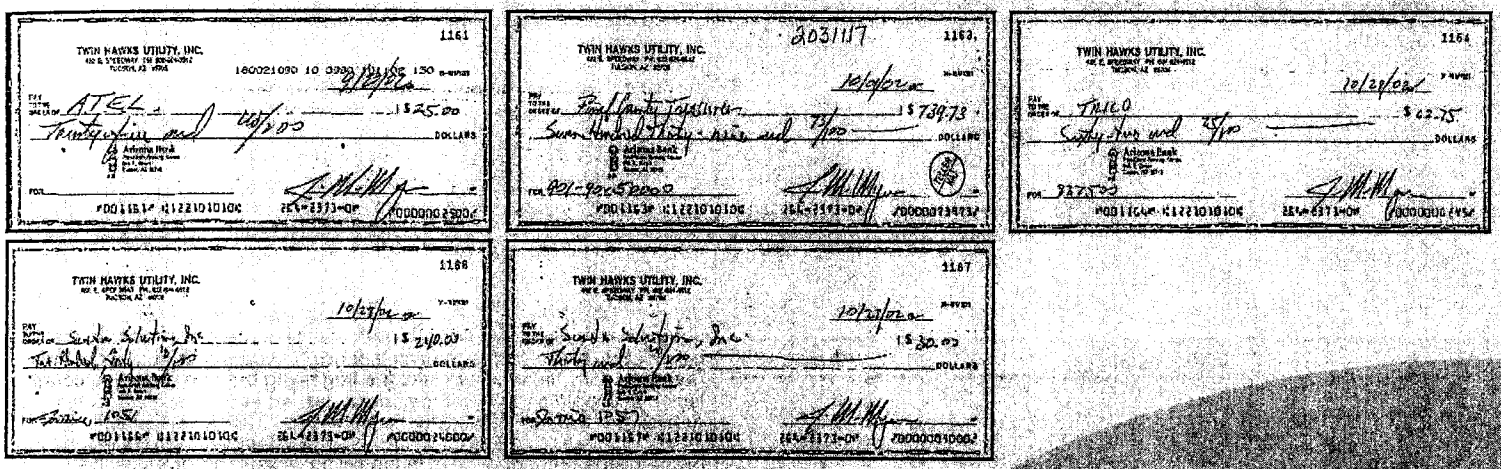
(SEAL)

X Janice E. Ryan
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES May 31, 2006

Primary Account: 0026423730

Oct 01, 2002 to Oct 31, 2002

Compass Bank

TWIN HAWKS UTILITY INC
432 E SPEEDWAY BLVD
TUCSON AZ 85705-7492