ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

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WS-03448a
Escapees at North Ranch - Sewer
100 Rainbow Dr.
Livingston TX 773510000

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AZ Corporation Commission
Director Of Utilities

ANNUAL REPORT

FOR YEAR ENDING

12	31	2004

FOR COMMISSION USE

ANN05	04

COMPANY INFORMATION

Company Name (Business Name) Rainbow Parks Inc.

Mailing Address 100 Rainbow Drive
(Street)

Livingston (City) Tx (State) 77351 (Zip)

936-327-8873 Telephone No. (Include Area Code) 936-327-4388 Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address

Local Office Mailing Address Same
(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: Robert W. Carr (Name) President (Title)

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

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

Email Address

On Site Manager: Karen Cannizzaro
(Name)

3085 Garden Ln. (Street) Prescott (City) AZ (State) 86305 (Zip)

928-771-2575
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address

☐ **Please mark this box if the above address(es) have changed or are updated since the last filing.**

Statutory Agent: _____
(Name)

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

_____
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)

☐ **Please mark this box if the above address(es) have changed or are updated since the last filing.**

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

UTILITY PLANT IN SERVICE

Acct. No.	DECRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
351	Organization			
352	Franchises			
353	Land and Land Rights	16000.00	0	16000.00
354	Structures and Improvements	117200.00	46880.00	70320.00
355	Power Generation Equipment	9304.00	4496.93	4807.07
360	Collection Sewers – Force	4125.00	3300.50	824.50
361	Collection Sewers – Gravity			
362	Special Collecting Structures			
363	Services to Customers			
364	Flow Measuring Devices			
365	Flow Measuring Installations			
370	Receiving Wells	14706.00	5882.10	8823.90
380	Treatment and Disposal Equip.	215000 00	86000.00	129000.00
381	Plant Sewers			
382	Outfall Sewer Lines			
389	Other Plant and Misc. Equipment	1411.40	669.18	742.22
390	Office Furniture and Equipment	4511.29	4357.91	153.38
391	Transportation Equipment			
393	Tools, Shop and Garage Equip.	1500.00	1500.00	0
394	Laboratory Equipment			
395	Power Operated Equipment			
398	Other Tangible Plant			
	TOTALS	383757.69	153086.62	230671.07

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

COMPANY NAME

CALCULATION OF DEPRECIATION EXPENSE

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
351	Organization			
352	Franchises			
353	Land and Land Rights	16000.00	N/A	0
354	Structures and Improvements	117200.00	.05	5860.00
355	Power Generation Equipment	9304.00	.10	930.40
360	Collection Sewers – Force	4125.00	.10	412.50
361	Collection Sewers – Gravity			
362	Special Collecting Structures			
363	Services to Customers			
364	Flow Measuring Devices			
365	Flow Measuring Installations			
370	Receiving Wells	14706.00	.05	735.30
380	Treatment and Disposal Equip.	215000.00	.05	10750.00
381	Plant Sewers			
382	Outfall Sewer Lines			
389	Other Plant and Misc. Equipment	1411.40	.10	141.15
390	Office Furniture and Equipment	4511.29	.20	281.15
391	Transportation Equipment			
393	Tools, Shop and Garage Equip.	1500.00	.40	0
394	Laboratory Equipment			
395	Power Operated Equipment			
398	Other Tangible Plant			
	TOTALS	383157.69		19110.50

This amount goes on the Comparative Statement of Income and Expense Acct. 403

COMPANY NAME

BALANCE SHEET

Acct. No.	ASSETS	BALANCE AT BEGINNING OF TEST YEAR	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	$ 28740.94	$ 48021.73
132	Special Deposits		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	3676.30	4552.41
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	$ 32417.24	$ 52574.14
	FIXED ASSETS		
101	Utility Plant in Service	$ 377746.40	$ 377746.40
103	Property Held for Future Use	128399.36	147228.71
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant		
121	Non-Utility Property	6011.29	6011.29
122	Accumulated Depreciation – Non Utility	5576.76	5857.91
	TOTAL FIXED ASSETS	$ 249781.57	$ 230671.07
	TOTAL ASSETS	$ 282198.81	$ 283245.21

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

COMPANY NAME

BALANCE SHEET (CONTINUED)

Acct. No.	LIABILITIES	BALANCE AT BEGINNING OF TEST 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	277.09	260.59
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	$ 277.09	$ 260.59
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	$ 0	$ 0
	DEFERRED CREDITS		
252	Advances in Aid of Construction	$	$
253	Other Deferred Credits		
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	$ 277.09	$ 277.09
	CAPITAL ACCOUNTS		
201	Common Stock Issued	$	$
211	Other Paid in Capital		
215	Retained Earnings	281921.72	282984.62
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	$ 281921.72	$ 282984.62
	TOTAL LIABILITIES AND CAPITAL	$ 282198.81	$283245.21

COMPANY NAME

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
521	Flat Rate Revenues	$	$
522	Measured Revenues	58874.30	54066.69
536	Other Wastewater Revenues		
	TOTAL REVENUES	$ 58874.30	$ 54066.69
	OPERATING EXPENSES		
701	Salaries and Wages	$ 5654.20	$ 3055.94
710	Purchased Wastewater Treatment		
711	Sludge Removal Expense		
715	Purchased Power	10762.03	10591.62
716	Fuel for Power Production		
718	Chemicals	13929.32	15235.13
720	Materials and Supplies - office	963.10	723.42
731	Contractual Services – Professional - Repairs	41691.33	1704.32
735	Contractual Services – Testing	12000.00	12085.00
736	Contractual Services – Other	7563.85	5685.00
740	Rents	6.00	
750	Transportation Expense	206.07	
755	Insurance Expense		4743.50
765	Regulatory Commission Expense		
775	Miscellaneous Expense	765.30	729.21
403	Depreciation Expense	19291.00	19110.50
408	Taxes Other Than Income	473.40	214.28
408.11	Property Taxes	3719.94	3099.57
409	Income Taxes		261.49
	TOTAL OPERATING EXPENSES	$ 117025.54	$ 77268.98
	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	$ 0
	NET INCOME/(LOSS)	$<58151.24>	$<23202.29>

COMPANY NAME

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	$ 0	$ 0	$ 0	$ 0
Amount Outstanding	$ 0	$ 0	$ 0	$ 0
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	$	$	$	$
Current Year Principle	$	$	$	$

COMPANY NAME

WASTEWATER COMPANY PLANT DESCRIPTION

TREATMENT FACILITY

TYPE OF TREATMENT (Extended Aeration, Step Aeration, Oxidation Ditch, Aerobic Lagoon, Anaerobic Lagoon, Trickling Filter, Septic Tank, Wetland, Etc.)	extended aeration
DESIGN CAPACITY OF PLANT (Gallons Per Day)	55,000

LIFT STATION FACILITIES

Location	Quantity of Pumps	Horsepower Per Pump	Capacity Per Pump (GPM)	Wet Well Capacity (gals)
5 miles south of	2	1	37	5500
Congress on Hwy 89				

FORCE MAINS

Size	Material	Length (Feet)
4-inch	PVC	240
6-inch		

MANHOLES

Type	Quantity
Standard	39
Drop	

CLEANOUTS

Quantity
2

COMPANY NAME

WASTEWATER COMPANY PLANT DESCRIPTION (CONTINUED)

COLLECTION MAINS

Size (in inches)	Material	Length (in feet)
4	PVC	18643
6		
8	PVC	290
10		
12		
15		
18		
21		
24		
30		

SERVICES

Size (in inches)	Material	Quantity
4	PVC	436
6		
8		
12		
15		

FOR THE FOLLOWING FIVE ITEMS, LIST THE UTILITY OWNED ASSETS IN EACH CATEGORY

SOLIDS PROCESSING AND HANDLING FACILITIES	
DISINFECTION EQUIPMENT (Chlorinator, Ultra-Violet, Etc.)	ultra-violet
FILTRATION EQUIPMENT (Rapid Sand, Slow Sand, Activated Carbon, Etc.)	Aerobic
STRUCTURES (Buildings, Fences, Etc.)	blower pump bldg., fence surrounding sewer treatment / disposal area
OTHER (Laboratory Equipment, Tools, Vehicles, Standby Power Generators, Etc.	standby power generator

COMPANY NAME

WASTEWATER FLOWS

MONTH/YEAR (Most Recent 12 Months)	NUMBER OF SERVICES	TOTAL MONTHLY SEWAGE FLOW	SEWAGE FLOW ON PEAK DAY
01/04		603257	25897
02/04		608358	28696
03/04		660896	33966
04/04		535849	29250
05/04		381321	17330
06/04		257979	10503
07/04		222645	10029
08/04		227371	10534
09/04		273074	13297
10/04		429790	27986
11/04		571907	30125
12/04		532130	21981

PROVIDE THE FOLLOWING INFORMATION AS APPLICABLE

Method of Effluent Disposal (leach field, surface water discharge, reuse, injection wells, groundwater recharge, evaporation ponds, etc.)	
Wastewater Inventory Number (all wastewater systems are assigned an inventory number)	101870
Groundwater Permit Number	G 000113
ADEQ Aquifer Protection Permit Number	P 101870
ADEQ Reuse Permit Number	
EPA NPDES Permit Number	

STATISTICAL INFORMATION

Total number of customers 380

Total number of gallons treated 5,432,875 gallons

COMPANY NAME_____ YEAR ENDING 12/31/2004

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported <23202.29>
Estimated or Actual Federal Tax Liability 0

State Taxable Income Reported <23202.29>
Estimated or Actual State Tax Liability 0

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.

Robert W Carr
SIGNATURE

3-31-05
DATE

Robert W. Carr
PRINTED NAME

President
TITLE

COMPANY NAME_____ YEAR ENDING 12/31/2004

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2004 was: $ 2795.62

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._____

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AZ Corporation Commission
Director Of Utilities

VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only

VERIFICATION

STATE OF Texas

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	Polk
NAME (OWNER OR OFFICIAL) TITLE	Robert W. Carr, President
COMPANY NAME	Rainbow Parks Inc.

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

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2004

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 2004 WAS:

Arizona Intrastate Gross Operating Revenues Only ($)
$ 540666.69

(THE AMOUNT IN BOX ABOVE INCLUDES $ 0 **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

936-327-8873

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF Polk

THIS 31 **DAY OF** March, 2005

MAROLYN K. WILL
MY COMMISSION EXPIRES
MARCH 28, 2006

Marolyn K. Will

SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES MARCH 28, 2006

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APR 04 2005

AZ Corporation Commission
Director Of Utilities

VERIFICATION AND SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY

VERIFICATION

STATE OF Texas

COUNTY OF (COUNTY NAME) Polk

I, THE UNDERSIGNED

NAME (OWNER OR OFFICIAL) Robert W. Carr TITLE President

OF THE

COMPANY NAME Rainbow Parks Inc.

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

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2004

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 2004 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

$ 54066.69

(THE AMOUNT IN BOX AT LEFT INCLUDES $ 0 IN SALES TAXES BILLED, OR COLLECTED

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

X [signature]
SIGNATURE OF OWNER OR OFFICIAL

936-327-8873
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 31 DAY OF

NOTARY PUBLIC NAME Marolyn K. Will
COUNTY NAME Polk
MONTH March ,20 05

(SEAL) MAROLYN K. WILL
MY COMMISSION EXPIRES
MARCH 28, 2006

MY COMMISSION EXPIRES

X Marolyn K. Will
SIGNATURE OF NOTARY PUBLIC

FINANCIAL INFORMATION

Attach to this annual report a copy of the companies' year-end (Calendar Year 2004) financial statements. If you do not compile these reports, the Utilities Division will supply you with blank financial statements for completion and filing. **ALL INFORMATION MUST BE ARIZONA-SPECIFIC AND REFLECT OPERATING RESULTS IN ARIZONA.**

NORTH RANCH UTILITIES

Balance Sheet

As of December 2004

3/30/2005
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ASSETS			
Current Assets			
Cash On Hand			
Cash - FNB (1389-7)	$96,043.47		
Total Cash On Hand		$96,043.47	
ACCOUNTS RECEIVABLE			
Accounts Receivable	$9,104.83		
Total ACCOUNTS RECEIVABLE		$9,104.83	
Property & Equipment			
Production plant costs			
Water system	$260,290.29		
Sewer system	$383,757.68		
Accumulated depreciation	($259,228.17)		
Total Production plant costs		$384,819.80	
Total ASSETS			$489,968.10
LIABILITIES			
Current Liabilities			
Sales Tax Payable	$521.19		
Total Current Liabilities		$521.19	
Total LIABILITIES			$521.19
EQUITY			
Capital Stock			
Retained Earnings		$481,107.08	
Current Year Earnings		$8,339.83	
Total EQUITY			$489,446.91
Total Liability & Equity			$489,968.10

NORTH RANCH UTILITIES

Job Profit & Loss Statement

1/1/2004 through 12/31/2004

3/30/2005
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Account Name	Selected Period	Year to Date
200	**North Ranch Sewer**	
Income		
Water revenues	$290.75	$290.75
Sewer revenues	$54,066.69	$54,066.69
Miscellaneous Income	$32.12	$32.12
Total Income	$54,389.56	$54,389.56
Cost of Sales		
System operator costs	$12,020.00	$12,020.00
Other operating supplies	$450.68	$450.68
Contract services	$65.00	$65.00
Chemical costs	$14,784.45	$14,784.45
Total Cost of Sales	$27,320.13	$27,320.13
Expense		
Billing services	$4,835.00	$4,835.00
Refund on NR account	$22.55	$22.55
Equipment/other repairs	$1,704.32	$1,704.32
Office supplies	$84.60	$84.60
Equipment fuels	$26.87	$26.87
Billing supplies	$84.06	$84.06
Postage costs	$426.92	$426.92
Annual Report	$510.42	$510.42
Property taxes	$3,099.57	$3,099.57
Insurance	$4,743.50	$4,743.50
Utilities	$10,591.62	$10,591.62
Miscellaneous expenses	$86.26	$86.26
Interest expenses	$60.90	$60.90
Cell phone expense for Bob LaR	$54.33	$54.33
Accounting fees	$657.50	$657.50
Bookkeeping	$192.50	$192.50
Payroll-Salaries	$2,271.48	$2,271.48
Nancy Brinton's Pay	$381.67	$381.67
Payroll-Taxes	$207.46	$207.46
Reimbursements for North Ranch	$114.40	$114.40
Total Expense	$30,155.93	$30,155.93
Other Expense		
Federal income tax expense	$261.49	$261.49
Total Other Expense	$261.49	$261.49
Net Profit (Loss)	($3,347.99)	($3,347.99)