ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

K

SW-02573A
Kings Ranch Unit II Treatment Plant
P. O. Box 109
Black Canyon City, AZ 85324

RECEIVED

FEB 24 2006

Arizona Corporation Commission
Director of Utilities

ANNUAL REPORT

FOR YEAR ENDING

12	31	2005

FOR COMMISSION USE

ANN05	05

COMPANY INFORMATION

Company Name (Business Name) Kings Ranch Unit II Treatment Plant

Mailing Address P. O. Box 109
(Street)

Black Canyon City (City) | AZ (State) | 85324 (Zip)

(623) 374-5532 Telephone No. (Include Area Code) | N/A Fax No. (Include Area Code) | N/A Pager/Cell No. (Include Area Code)

Email Address N/A

Local Office Mailing Address P. O. Box 109
(Street)

Black Canyon City (City) | AZ (State) | 85324 (Zip)

(623) 374-5532 Local Office Telephone No. (Include Area Code) | N/A Fax No. (Include Area Code) | N/A Pager/Cell No. (Include Area Code)

Email Address N/A

MANAGEMENT INFORMATION

Management Contact: Philip Albins (Name) | Owner (Title)

P. O. Box 109 (Street) | Black Canyon City (City) | AZ (State) | 85324 (Zip)

(623) 374-5532 Telephone No. (Include Area Code) | N/A Fax No. (Include Area Code) | N/A Pager/Cell No. (Include Area Code)

Email Address N/A

On Site Manager: Philip Albins
(Name)

P. O. Box 109 (Street) | Black Canyon City (City) | AZ (State) | 85324 (Zip)

(623) 374-5532 Telephone No. (Include Area Code) | N/A Fax No. (Include Area Code) | N/A Pager/Cell No. (Include Area Code)

Email Address N/A

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

Statutory Agent: Philip Albins
(Name)

P. O. Box 109	Black Canyon City	AZ	85324
(Street)	(City)	(State)	(Zip)

(623) 374-5532	N/A	N/A
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 Kings Ranch Unit II Treatment Plant

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			
354	Structures and Improvements	5,006	3,063	1,943
355	Power Generation Equipment			
360	Collection Sewers – Force			
361	Collection Sewers – Gravity	79,100	33,886	45,214
362	Special Collecting Structures			
363	Services to Customers			
364	Flow Measuring Devices			
365	Flow Measuring Installations			
370	Receiving Wells			
380	Treatment and Disposal Equip.	68,795	39,296	29,499
381	Plant Sewers			
382	Outfall Sewer Lines			
389	Other Plant and Misc. Equipment	8,793	5,362	3,431
390	Office Furniture and Equipment			
391	Transportation Equipment			
393	Tools, Shop and Garage Equip.			
394	Laboratory Equipment			
395	Power Operated Equipment			
398	Other Tangible Plant			
	TOTALS	161,694	81,607	80,087

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

COMPANY NAME Kings Ranch Unit II Treatment Plant

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			
354	Structures and Improvements	5,006	.0357	179
355	Power Generation Equipment			
360	Collection Sewers – Force			
361	Collection Sewers – Gravity	79,100	.02	1,582
362	Special Collecting Structures			
363	Services to Customers			
364	Flow Measuring Devices			
365	Flow Measuring Installations			
370	Receiving Wells			
380	Treatment and Disposal Equip.	68,795	.0535	3,683
381	Plant Sewers			
382	Outfall Sewer Lines			
389	Other Plant and Misc. Equipment	8,793	.0871	766
390	Office Furniture and Equipment			
391	Transportation Equipment			
393	Tools, Shop and Garage Equip.			
394	Laboratory Equipment			
395	Power Operated Equipment			
398	Other Tangible Plant			
	TOTALS	161,694	.0384	6,210

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

COMPANY NAME	Kings Ranch Unit II Treatment Plant

BALANCE SHEET

Acct. No.	ASSETS	BALANCE AT BEGINNING OF TEST YEAR	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	$ 5,670	$ 18,606
132	Special Deposits		
135	Temporary Cash Investments		
141	Customer Accounts Receivable		
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	$ 5,670	$ 18,606
	FIXED ASSETS		
101	Utility Plant in Service	$ 161,694	$ 161,694
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	75,397	81,607
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	$ 86,297	$ 80,087
	TOTAL ASSETS	**$ 91,967**	**$ 98,693**

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

COMPANY NAME	Kings Ranch Unit II Treatment Plant

BALANCE SHEET (CONTINUED)

Acct. No.	LIABILITIES	BALANCE AT BEGINNING OF TEST YEAR	BALANCE AT END OF YEAR
	CURRENT LIABILITES		
231	Accounts Payable	$ 240	$ 240
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	$ 240	$ 240
	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	$ 240	$ 240
	CAPITAL ACCOUNTS		
201	Common Stock Issued	$	$
211	Other Paid in Capital		
215	Retained Earnings		
218	Proprietary Capital (Sole Props and Partnerships)	91,727	98,453
	TOTAL CAPITAL	$ 91,727	$ 98,453
	TOTAL LIABILITIES AND CAPITAL	$ 91,967	$ 98,693

COMPANY NAME Kings Ranch Unit II Treatment Plant

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
521	Flat Rate Revenues	$ 24,000	$ 26,000
522	Measured Revenues		
536	Other Wastewater Revenues	8,000	16,000
	TOTAL REVENUES	$ 32,000	$ 42,000
	OPERATING EXPENSES		
701	Salaries and Wages	$	$
710	Purchased Wastewater Treatment		
711	Sludge Removal Expense		
715	Purchased Power	2,729	2,792
716	Fuel for Power Production		
718	Chemicals		
720	Materials and Supplies		
731	Contractual Services – Professional	1,540	4,580
735	Contractual Services – Testing		
736	Contractual Services – Other	33,972	50,083
740	Rents		
750	Transportation Expense		
755	Insurance Expense		
765	Regulatory Commission Expense		
775	Miscellaneous Expense	94	5,347
403	Depreciation Expense	6,210	6,210
408	Taxes Other Than Income		
408.11	Property Taxes	1,262	1,262
409	Income Taxes		
	TOTAL OPERATING EXPENSES	$ 45,807	$ 70,274
	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)	$ (13,807)	$ (28,274)

COMPANY NAME	Kings Ranch Unit II Treatment Plant

SUPPLEMENTAL FINANCIAL DATA

Long-Term Debt

N/A

	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	$	$	$	$

COMPANY NAME	Kings Ranch Unit II Treatment Plant

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)	

LIFT STATION FACILITIES

Location	Quantity of Pumps	Horsepower Per Pump	Capacity Per Pump (GPM)	Wet Well Capacity (gals)
Kings Ranch II Subdivision	1	1	25	25

FORCE MAINS

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

MANHOLES

Type	Quantity
Standard	29
Drop	

CLEANOUTS

Quantity
5

COMPANY NAME	Kings Ranch Unit II Treatment Plant

WASTEWATER COMPANY PLANT DESCRIPTION (CONTINUED)

COLLECTION MAINS

Size (in inches)	Material	Length (in feet)
4		
6	PVC & Cast Iron	Approx.
8	PVC & Cast Iron	5,000
10		
12		
15		
18		
21		
24		
30		

SERVICES

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

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

SOLIDS PROCESSING AND HANDLING FACILITIES	None
DISINFECTION EQUIPMENT (Chlorinator, Ultra-Violet, Etc.)	Chlorinator & Dechlorinator
FILTRATION EQUIPMENT (Rapid Sand, Slow Sand, Activated Carbon, Etc.)	None
STRUCTURES (Buildings, Fences, Etc.)	Fences, Shed
OTHER (Laboratory Equipment, Tools, Vehicles, Standby Power Generators, Etc.	None

COMPANY NAME	Kings Ranch Unit II Treatment Plant

WASTEWATER FLOWS

MONTH/YEAR (Most Recent 12 Months)		NUMBER OF SERVICES	TOTAL MONTHLY SEWAGE FLOW	SEWAGE FLOW ON PEAK DAY
January	2005	26	2,304	Unknown
February	2005	26	1,930	Unknown
March	2005	26	2,678	Unknown
April	2005	27	2,332	Unknown
May	2005	27	2,577	Unknown
June	2005	27	1,584	Unknown
July	2005	27	3,067	Unknown
August	2005	28	3,499	Unknown
September	2005	28	2,030	Unknown
October	2005	28	2,061	Unknown
November	2005	28	2,160	Unknown
December	2005	28	2,300	Unknown

PROVIDE THE FOLLOWING INFORMATION AS APPLICABLE

Method of Effluent Disposal (leach field, surface water discharge, reuse, injection wells, groundwater recharge, evaporation ponds, etc.)	Surface water discharge
Wastewater Inventory Number (all wastewater systems are assigned an inventory number)	100,354
Groundwater Permit Number	N/A
ADEQ Aquifer Protection Permit Number	N/A
ADEQ Reuse Permit Number	N/A
EPA NPDES Permit Number	AZ 0023060

STATISTICAL INFORMATION

Total number of customers 28

Total number of gallons treated 28,522 gallons

COMPANY NAME Kings Ranch Unit II Treatment Plant **YEAR ENDING 12/31/2005**

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2005 was: $ 1,262

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.

2005 PROPERTY TAX NOTICE

ARIZONA

PARCEL # BLOCK	PARCEL	AREA CODE	PRIMARY TAX RATE PER $100 ASSESSED VALUE	SECONDARY TAX RATE PER $100 ASSESSED VALUE	IRRIGATION PROJECT $ PER ACRE
54	020 9	5020	8.0084	3.6648	

	VALUE IN DOLLARS	ASSESSMENT RATIO	ASSESSED VALUE IN DOLLARS	EXEMPTIONS	NET ASSESSED VALUE
LIMITED	0	25.0	0	0	0
FULL CASH	44,000	25.0	11,000	0	11,000
PERSONAL PROPERTY	0	0.0	0	0	0
LAND	0	25.0	0	0	0
BLDGS, ETC	44,000	25.0	11,000	0	11,000

PRIMARY PROPERTY TAX	880.94
LESS STATE AID TO EDUCATION	0.00
NET PRIMARY PROPERTY TAX	880.94
SECONDARY PROPERTY TAX	381.30
SPECIAL DISTRICT TAX	0.00
TOTAL TAX DUE FOR 2005	1,262.24

142911

TOTAL VALUE OF OPERATING PROPERTY

JURISDICTION	2005 TAXES	2004 TAXES	DIFFERENCE
Yavapai County	187.10	165.84	21.26
Sch Equalization	47.94	44.46	3.48
Canon Elem SD#50	482.00	558.41	-76.41
CommunityCollege	192.65	180.51	12.14
Black Canyon FD	330.00	292.50	37.50
Fire Dist Assist	10.60	9.75	0.85
Library District	11.95	10.59	1.36
FloodControlDist	0.00	0.00	0.00
TOTALS	1,262.24	1,262.06	0.18

This is the only notice you will receive.

Ross D. Jacobs
Yavapai County Treasurer
1015 Fair Street
Prescott AZ 86305-1807

THIS IS A CALENDAR YEAR BILL

T3 0 0784 85324-010909

GS RANCH UNIT II TREATMENT PLANT
IP ALBINS/OWNER
BOX 109
CK CANYON CIT AZ 85324-0109

PAYMENT INSTRUCTIONS

To pay the 1st half installment, send the 1st half coupon with your payment postmarked no later than Nov. 1, 2005. To pay the 2nd half installment, send the 2nd half coupon with your payment postmarked no later than May 1, 2006. To pay taxes for the full year, send the 1st half coupon with your payment postmarked no later than Dec. 31, 2005. Delinquent interest will be waived.

Make your check payable to and mail to:

Ross D. Jacobs
Yavapai County Treasurer
1015 Fair Street
Prescott AZ 86305-1807

EACH RETURNED CHECK
REVERT TO AN UNPAID STATUS.

PLEASE INCLUDE YOUR PARCEL NUMBER ON YOUR CHECK.

AND JEANE ALBINS
NGS RANCH UNIT 2

DETACH AND RETAIN THIS STATEMENT
THE ATTACHED CHECK IS IN PAYMENT OF ITEMS DESCRIBED BELOW. IF NOT CORRECT PLEASE NOTIFY US PROMPTLY. NO RECEIPT DESIRED.
DELUXE BUSINESS FORMS 1+800-328-0304 www.deluxeforms.com

DELUXE - FORM WVCY-3 V-8

166

DESCRIPTION	AMOUNT	DISCOUNT OR DEDUCTIONS	NET AMOUNT
TOTAL TAXES 2005 Property TAX YAV CO.	1262 24/xx		1262 24/xx

COMPANY NAME Kings Ranch Unit II Treatment Plant YEAR ENDING 12/31/2005

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported	(29,135)
Estimated or Actual Federal Tax Liability	0
State Taxable Income Reported	(29,135)
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.

Philip Albins — 2-20-06

SIGNATURE **DATE**

PHILIP ALBINS — owner

PRINTED NAME **TITLE**

RECEIVED

FEB 24 2006

Z Corporation Commissic
Director of Utilities

VERIFICATION AND SWORN STATEMENT

Taxes

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	Yavapai
NAME (OWNER OR OFFICIAL) TITLE	Philip Albins, Owner
COMPANY NAME	Kings Ranch Unit II Treatment Plant

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	2005

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.

Philip Albins

SIGNATURE OF OWNER OR OFFICIAL

(623) 374-5532

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF COUNTY NAME MARICOPA

THIS 20TH **DAY OF** MONTH FEBRUARY ,2006

OFFICIAL SEAL
PATRICK A. THOMAS
NOTARY PUBLIC - State of Arizona
MARICOPA COUNTY
My Comm. Expires Jan. 31, 2010

(SEAL)

Patrick A. Thomas

SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES JAN. 31, 2010

RECEIVED

FEB 24 2006

Z Corporation Commissic
Director of Utilities

VERIFICATION AND SWORN STATEMENT

Intrastate Revenues Only

VERIFICATION

STATE OF Arizona	COUNTY OF (COUNTY NAME) Yavapai
I, THE UNDERSIGNED	NAME (OWNER OR OFFICIAL) TITLE Philip Albins, Owner
OF THE	COMPANY NAME Kings Ranch Unit II Treatment Plant

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

FOR THE YEAR ENDING	MONTH	DAY	YEAR
	12	31	2005

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 2005 WAS:

Arizona Intrastate Gross Operating Revenues Only ($)
$ 42,000

(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)**

Philip Albins
SIGNATURE OF OWNER OR OFFICIAL

(623) 374-5532
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF COUNTY NAME MARICOPA

THIS 20th **DAY OF** MONTH FEBRUARY, 2006

OFFICIAL SEAL
PATRICK A. THOMAS
NOTARY PUBLIC - State of Arizona
MARICOPA COUNTY
My Comm. Expires Jan. 31, 2010

(SEAL)

Patrick A. Thomas
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES JAN. 31, 2010

RECEIVED

FEB 24 2006

AZ Corporation Commission
Director of Utilities

VERIFICATION AND SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY

VERIFICATION

STATE OF Arizona

COUNTY OF (COUNTY NAME): Yavapai

I, THE UNDERSIGNED

NAME (OWNER OR OFFICIAL): Philip Albins

TITLE: Owner

OF THE

COMPANY NAME: Kings Ranch Unit II Treatment Plant

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

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2005

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 2005 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

$ 42,000

(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 Philip Albins
SIGNATURE OF OWNER OR OFFICIAL

(623) 374-5532
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 20TH DAY OF

NOTARY PUBLIC NAME: PATRICK A. THOMAS
COUNTY NAME: MARICOPA
MONTH: FEBRUARY, 2006

(SEAL)

OFFICIAL SEAL
PATRICK A. THOMAS
NOTARY PUBLIC - State of Arizona
MARICOPA COUNTY
My Comm. Expires Jan. 31, 2010

MY COMMISSION EXPIRES

X Patrick A. Thomas
SIGNATURE OF NOTARY PUBLIC