

ANNUAL REPORT

Of

Company Name: Rainbow Parks, Inc. DBA Escapees at North Ranch
7581 E. Academy Blvd., Ste. 229

Mailing Address: Denver CO
80230

Docket No.: WS-03448A
For the Year Ended: 12/31/18

RECEIVED
APR 15 2019
ARIZONA CORP COMMISSION
UTILITIES DIVISION - DIRECTOR'S OFFICE

WASTEWATER UTILITY

To

Arizona Corporation Commission

Due on April 15th

Email: rdelafuente@azcc.gov, mail or deliver the completed Annual Report to:
Arizona Corporation Commission
Compliance Section - Utilities Division
1200 West Washington Street
Phoenix, Arizona 85007

Application Type: Original Filing
Application Date: 4/11/2019

4-19-19

ARIZONA CORPORATION COMMISSION
WASTEWATER UTILITY ANNUAL REPORT
Rainbow Parks, Inc. DBA Escapees at North Ranch
A Class Utility

1. For the Calendar Year Ended: 12/31/18

2. Address:

7581 E. Academy Blvd; Suite 229			
City: Denver	State: Colorado	Zip Code: 80230	

3. Telephone Number:

720.949.1384

4. Date of Original Organization of Utility:

4/5/1994

5. Person to whom correspondence should be addressed concerning this report:

Name:

Jason Williamson

Telephone No. :

720.949.1384

Address:

7581 E Academy Blvd; Suite 229			
City: Denver	State: Colorado	Zip Code: 80230	

Email:

jw@pivotalcompanies.com

6. On-Site Manager:

Name:

Pat Carpenter, a Quality Water

Telephone No. :

928.606.0498

Address:

PO Box 264			
City: Williams	State: Arizona	Zip Code: 86046	

Email:

--

7. Ownership:

"C" Corporation

8. Counties Served:

Yavapai

Utility Plant in Service (Wastewater)							
Account No.	Description	Beginning Year Original Cost	Current Year Additions	Current Year Retirements	Adjusted Original Cost	Accumulated Depreciation	OCLD (OC less AD)
351	Organization				\$0		\$0
352	Franchises				0		0
353	Land and Land Rights	16,000			16,000	0	16,000
354	Structures and Improvements	21,880			21,880	4,511	17,370
355	Power Generation Equipment	9,304			9,304	9,304	0
360	Collections Wastewater - Force				0		0
361	Collections Wastewater - Gravity	118,747			118,747	118,747	0
362	Special Collecting Structures				0		0
363	Services to Customers				0		0
364	Flow Measuring Devices				0		0
365	Flow Measuring Installations				0		0
366	Reuse Services				0		0
367	Reuse Meters & Meter Installations				0		0
370	Receiving Wells	14,706			14,706	14,706	0
371	Pumping Equipment				0		0
374	Reuse Distribution Reservoirs				0		0
375	Reuse Trans. And Distr. Equipment				0		0
380	Treatment and Disposal Equipment	236,249	1,400		237,650	237,650	0
381	Plant Sewers				0		0
382	Outfall Sewer Lines				0		0
389	Other Plant and Misc. Equipment	4,295			4,295	4,295	0
390	Office Furniture and Equipment	4,981			4,981	4,981	0
390.1	Computer & Software				0		0
391	Transportation Equipment				0		0
392	Stores Equipment				0		0
393	Tools, Shop and Garage Equipment				0		0
394	Laboratory Equipment				0		0
395	Power Operated Equipment				0		0
396	Communication Equipment				0		0
397	Miscellaneous Equipment				0		0
398	Other Tangible Plant				0		0
	Totals	\$426,162	\$1,400	\$0	\$427,562	\$394,193	\$33,370

Instructions: Fill out the Grey Cells with the relevant information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report.

Rainbow Parks, Inc. DBA Escapces at North Ranch
 Annual Report
 Depreciation Expense for the Current Year (Wastewater)
 12/31/18

Depreciation Expense for the Current Year (Wastewater)								
Account No.	Description	Beginning Year Original Cost	Current Year Additions	Current Year Retirements	Adjusted Original Cost	Fully Depreciated/Non-depreciable Plant	Depreciation Percentages	Deprcciation Expense
351	Organization	\$0	\$0	\$0	\$0			\$0
352	Franchises	0	0	0	0			0
353	Land and Land Rights	16,000	0	0	16,000		0.00%	0
354	Structures and Improvements	21,880	0	0	21,880		3.33%	729
355	Power Generation Equipment	9,304	0	0	9,304		0.00%	0
360	Collections Wastewater - Force	0	0	0	0			0
361	Collections Wastewater - Gravity	118,747	0	0	118,747		0.00%	0
362	Special Collecting Structures	0	0	0	0			0
363	Services to Customers	0	0	0	0			0
364	Flow Measuring Devices	0	0	0	0			0
365	Flow Measuring Installations	0	0	0	0			0
366	Reuse Services	0	0	0	0			0
367	Reuse Meters & Meter Installations	0	0	0	0			0
370	Receiving Wells	14,706	0	0	14,706		0.00%	0
371	Pumping Equipment	0	0	0	0			0
374	Reuse Distribution Reservoirs	0	0	0	0			0
375	Reuse Trans. And Distr. Equipment	0	0	0	0			0
380	Treatment and Disposal Equipment	236,249	1,400	0	237,650		0.81%	1,907
381	Plant Sewers	0	0	0	0			0
382	Outfall Sewer Lines	0	0	0	0			0
389	Other Plant and Misc. Equipment	4,295	0	0	4,295		0.00%	0
390	Office Furniture and Equipment	4,981	0	0	4,981		0.00%	0
390.1	Computer & Software	0	0	0	0			0
391	Transportation Equipment	0	0	0	0			0
392	Stores Equipment	0	0	0	0			0
393	Tools, Shop and Garage Equipment	0	0	0	0			0
394	Laboratory Equipment	0	0	0	0			0
395	Power Operated Equipment	0	0	0	0			0
396	Communication Equipment	0	0	0	0			0
397	Miscellaneous Equipment	0	0	0	0			0
398	Other Tangible Plant	0	0	0	0			0
	Subtotal	\$426,162	\$1,400	\$0	\$427,562	\$0		\$2,636

Contribution(s) in Aid of Construction (Gross)
 Less: Non Amortizable Contribution(s)
 Fully Amortized Contribution(s)
 Amortizable Contribution(s)
 Times: Proposed Amortization Rate
Amortization of CIAC

\$0
 0.62%
 \$0

Less: Amortization of CIAC

DEPRECIATION EXPENSE

Instructions: Fill out the Grey Cells with the relevent information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report.

Rainbow Parks, Inc. DBA Escapees at North Ranch
 Annual Report
 Balance Sheet Assets
 12/31/18

Balance Sheet Assets				
	Assets		Balance at Beginning of Year (2018)	Balance at End of Year (2018)
Account No.	Current and Accrued Assets			
131	Cash		\$1,708	\$9,096
132	Special Deposits			
135	Temporary Cash Investments			
141	Customer Accounts Receivable		7,257	5,738
142	Other Accounts Receivable			
143	Accumulated Provision for Uncollectable Accounts			
146	Notes Receivable from Associated Companies			
151	Plant Material and Supplies			
162	Prepayments			
173	Accrued Utility Revenue			
174	Miscellaneous Current and Accrued Assets		27	
	Total Current and Accrued Assets		\$8,992	\$14,833
	Deferred Debits			
186.1	Deferred Rate Case Expense			
	Total Deferred Debits		\$0	\$0
	Fixed Assets			
101	Utility Plant in Service*		\$426,162	\$427,562
103	Property Held for Future Use			
105	Construction Work in Progress			
108	Accumulated Depreciation (enter as negative)*		(391,557)	(394,193)
121	Non-Utility Property			
122	Accumulated Depreciation - Non Utility			
	Total Fixed Assets		\$34,605	\$33,370
	Total Assets		\$43,597	\$48,203

Instructions: Fill out the Grey Cells with the relevant information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report.

Note these items feed automatically from the adjusted end of year balance from AR4.

Rainbow Parks, Inc. DBA Escapees at North Ranch
 Annual Report
 Balance Sheet Liabilities and Owners Equity

Balance Sheet Liabilities and Owners Equity				
	Liabilities		Balance at Beginning of Year (2018)	Balance at End of Year (2018)
Account No.	Current Liabilities			
231	Accounts Payable		\$2,846	\$2,333
232	Notes Payable (Current Portion)			
234	Notes Payable to Associated Companies		7,354	7,354
235	Customer Deposits			487
236	Accrued Taxes			690
237	Accrued Interest			
241	Miscellaneous Current and Accrued Liabilities			
253	Other Deferred Credits			
	Total Current Liabilities		\$10,200	\$10,865
	Long Term Debt			
224	Long Term Debt (Notes and Bonds)			
	Total Long Term Debt		\$0	\$0
	Deferred Credits			
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		\$10,200	\$10,865
	Capital Accounts			
201	Common Stock Issued			
211	Other Paid-In Capital			
215	Retained Earnings		33,397	37,338
218	Proprietary Capital (Sole Props and Partnerships)			
	Total Capital		\$33,397	\$37,338
	Total Liabilities and Capital		\$43,597	\$48,203

Instructions: Fill out the Grey Cells with the relevent information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report.

Note: Total liabilities and Capital must match total assets for the beginning and end of the year!

Rainbow Parks, Inc. DBA Escapees at North Ranch
Annual Report
Wastewater Comparative Income Statement
12/31/18

Wastewater Comparative Income Statement			
Account No.	Calendar Year	Current Year	Last Year
		01/01/2018 - 12/31/2018	01/01/2017 - 12/31/2017
	Operating Revenue		
521	Flat Rate Revenues	\$60,192	\$59,318
522	Measured Revenues	6,723	7,300
534	Rents from Wastewater Property		
536	Other Wastewater Revenues	713	550
	Total Revenues	\$67,627	\$67,168
	Operating Expenses		
701	Salaries and Wages		
704	Employee Pensions and Benefits		
710	Purchased Wastewater Treatment		
711	Sludge Removal Expense	1,750	3,500
715	Purchased Power	13,587	14,118
716	Fuel for Power Production		
718	Chemicals	6,218	4,842
720	Materials and Supplies	775	
720.1	Repairs and Maintenance		
720.2	Office Supplies and Expense		
721	Office Expense		
731	Contractual Services -Engineering		
732	Contractual Services - Accounting		
733	Contractual Services - Legal	0	0
734	Contractual Services - Management Fees	43,718	50,362
735	Contractual Services - Testing	2,810	1,980
736	Contractual Services - Other		
740	Rents - Building		
742	Rents - Equipment		
750	Transportation Expenses		
757	Insurance - General Liability		
758	Insurance - Worker's Compensation		
759	Insurance - Other		
760	Advertising Expense		
766	Regulatory Commission Expense - Rate Case		
767	Regulatory Commission Expense - Other	45	788
770	Bad Debt Expense		
775	Miscellaneous Expense	1,297	4,406
403	Depreciation Expense (From Schedule AR4)	2,636	1,001
408	Taxes Other Than Income		
408.11	Property Taxes	3,345	3,332
408.12	Payroll Taxes		
409	Income Taxes		
	Total Operating Expenses	\$76,179	\$84,329
	Operating Income / (Loss)	(\$8,552)	(\$17,161)
	Other Income / (Expense)		
414	Gain (Loss) on Dispositions		
419	Interest and Dividend Income		
421	Non-Utility Income	1,442	1,749
426	Miscellaneous Non-Utility (Expense)		
427	Interest (Expense)		
	Total Other Income / (Expense)	\$1,442	\$1,749
	Net Income / (Loss)	(\$7,110)	(\$15,412)

Instructions: Fill out the Grey Cells with the relevant information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report.

Rainbow Parks, Inc. DBA Escapees at North Ranch
 Annual Report
 Full time equivalent employees
 12/31/18

Full time equivalent employees

	Direct Company	Outside service	Total
President			0.0
Vice-president			0.0
Manager			0.0
Engineering Staff			0.0
System Operator(s)			0.0
Customer Service			0.0
Accounting			0.0
Business Office			0.0
Rates Department			0.0
Administrative Staff			0.0
Other			0.0
Total	0.0	0.0	0.0

Instructions: Fill out the Grey Cells with the relevant information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report. A full-time employee is based on 2080 total hours per year. Please calculate partial employees using 2080 hours.

Rainbow Parks, Inc. DBA Escapees at North Ranch
 Annual Report
 Supplemental Financial Data (Long-Term Debt)
 12/31/18

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 Amt. Issued				
Amount Outstanding				
Date of Maturity				
Interest Rate				
Current Year Interest				
Current Year Principal				

Meter Deposit Balance at Test Year End:

Meter Deposits Refunded During the Test Year:

List all bonds, notes, loans, and other types of indebtedness in which the proceeds were used in the provision of public utility service. Indebtedness incurred for personal uses by the owner of the utility should not be listed. Input 0 or none if there is nothing to report for that cell.

Rainbow Parks, Inc. DBA Escapees at North Ranch
 Annual Report
 Wastewater Utility Plant Description (Continued)

Wastewater Utility Plant Description (Continued)					
COLLECTION MAINS			SERVICES/LATERALS		
Sizes (inches)	Material	Length (feet)	Size (inches)	Material	Quantity
4	PVC	18,643	4	PVC	436
6			6		
8	PVC	290	8		
12					
15					
18					
21					
24					
30					

For the following five items, list the utility owned assets in each category for each system.

SOLIDS PROCESSING AND HANDLING FACILITIES	Acrobic Sludge Digester
DISINFECTION EQUIPMENT (Chlorinator, Ultra-Violet, Etc.)	Chlorination(tablet)
FILTRATION EQUIPMENT (Rapid Sand, Slow Sand, Activated Carbon, Etc.)	
STRUCTURES (Buildings, Fences, Etc.)	Methanol storage and control building, Blower pump building; fence surrounding chain link treatment/disposal area
Other (Laboratory Equipment, Tools, Vehicles, Standby, Power Generators, Etc.)	Standby power generator

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

Instructions: Fill out the Grey Cells with the relevant information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report. Copy and paste this sheet as many times as is necessary.

Rainbow Parks, Inc. DBA Escapees at North Ranch
 Annual Report
 Wastewater Flows
 12/31/18

Wastewater Flows					
Month	Number of Services	Total Monthly Sewage Flow	Sewage Flow on Peak Day	Purchased Power Expense ¹	Purchased Power (kWh) ²
January	417	690,519	26,716	\$1,089	
February	417	724,246	44,106	1,034	
March	425	726,369	26,113	968	
April	423	587,634	22,607	1,098	
May	427	453,538	17,148	1,191	
June	417	360,863	13,163	1,240	
July	416	318,241	11,112	1,287	
August	422	332,057	12,850	1,187	
September	420	377,923	14,354	1,254	
October	420	459,786	17,738	1,172	
November	425	595,486	28,034	1,008	
December	426	643,228	23,269	1,078	
	Totals	6,269,890	257,210	\$13,606	0

Provide the following information as applicable per wastewater system:

Method of Effluent Disposal	Other
Groundwater Permit Number	G000113
ADEQ Aquifer Protection Permit ("APP") Number	P101870
ADEQ Reuse Permit Number	
EPA NPDES Permil Number	
APP Effluent Treatment Requirement (Class)?	
Permitted Flow Rate	55,000 gpd
Permitted Organic Capacity	
Hydraulic Capacity	55,000 gpd
Type of Biological Treatment	

In the space below, list all violations within the past 12 months:

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

¹ Enter the total purchased power costs for the power meters associated with this system.

² Enter the total purchased kWh used by the power meters associated with this system.

Instructions: Fill out the Grey Cells with the relevent information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report.

Rainbow Parks, Inc. DBA Escapees at North Ranch
Annual Report
Property Taxes
12/31/18

Property Taxes

Amount of actual property taxes paid during Calendar Year 2018 was \$3,345

If no property taxes paid, explain why.

Instructions: Fill out the Grey Cells with the relevent information. Input 0 or none if there is nothing recorded in the is no applicable information to report.

[Redacted]

[Redacted]

[Redacted] t account or there

Verification and Sworn Statement (Taxes)

Verification: State of Colorado I, the undersigned of the
(state name)

County of (county name): Denver
Name (owner or official) title: Jason Williamson
Company name: Rainbow Parks, Inc. DBA Escapees at North Ranch

RECEIVED
APR 15 2019
ARIZONA CORP COMMISSION
UTILITIES DIVISION - DIRECTOR'S OFFICE

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

FOR THE YEAR ENDING: 12/31/18

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.

Jason Williamson
signature of owner/official

720.949.1384
telephone no.

SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC
IN AND FOR THE COUNTY

THIS

11th

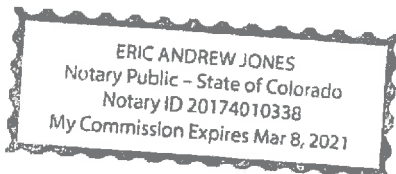
DAY OF

Denver
(county name)
April 2019
(month) and (year)

MY COMMISSION EXPIRES

03/08/2021
(date)

Eric Andrew Jones
(signature of notary public)



Verification and Sworn Statement

RECEIVED

APR 15 2019

ARIZONA CORP COMMISSION
UTILITIES DIVISION - DIRECTOR'S OFFICE

Verification:

State of Colorado I, the undersigned of the
(state name)

County of (county name): 0 Denver

Name (owner or official) title: Jason Williamson

Company name: Rainbow Parks, Inc. DBA Escapees at North Ranch

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

FOR THE YEAR ENDING: 12/31/18

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, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING THE CALENDAR YEAR WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$67,627

(The amount in the box above includes

\$0 in sales taxes
billed or collected)

[Signature]
signature of owner/official

720.949.1384
telephone no.

SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC
IN AND FOR THE COUNTY

THIS 11th DAY OF Denver
April 2019
(month) and (year)

MY COMMISSION EXPIRES 03/08/2021
(date)

ERIC ANDREW JONES
Notary Public - State of Colorado
Notary ID 20174010338
My Commission Expires Mar 8, 2021

[Signature]
(signature of notary public)

Verification and Sworn Statement (Residential Revenue)

Verification:

State of Colorado I, the undersigned of the
(state name)

County of (county name): 0 Denver
Name (owner or official) title: Jason Williamson
Company name: Rainbow Parks, Inc. DBA Escapees at North Ranch

RECEIVED
APR 15 2019
ARIZONA CORP. COMMISSION
UTILITIES DIVISION - DIRECTOR'S OFFICE

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

FOR THE YEAR ENDING: 12/31/18

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, 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 THE CALENDAR YEAR WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$67,627

(The amount in the box above includes
\$0 in sales taxes
billed or collected)

Jason Williamson
signature of owner/official

720.949.1384
telephone no.

SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC
IN AND FOR THE COUNTY

Denver
(county name)

THIS 11th

DAY OF April 2019
(month) and (year)

MY COMMISSION EXPIRES

03/08/2021
(date)

ERIC ANDREW JONES
Notary Public - State of Colorado
Notary ID 20174010338
My Commission Expires Mar 8, 2021

Eric Andrew Jones
(signature of notary public)

Company Name: Rainbow Parks, Inc. DBA Escapees at North Ranch
Docket No.: WS-03448A

Name of System: Escapees at North Ranch
Wastewater Inventory Number (if applicable): 101870

2018 Utility Shutoffs / Disconnects			
Month	Termination without Notice R14-2-609.B	Termination with Notice R14-2-609.C	Other
January			
February			
March			
April			
May			
June			
July			
August			
September			
October			
November			
December			
Total	0	0	0

Other (description):

Instructions: Fill out the Grey Cells with the relevant information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report.

RECEIVED

JUN 13 2019

ARIZONA CORP COMMISSION
 UTILITIES DIVISION – DIRECTOR'S OFFICE