

ANNUAL REPORT

Of

Company Name:

Johnson Utilities L.L.C. DBA Johnson Utilities Company
5230 E. Shea Blvd., Ste. 200

Mailing Address:

Scottsdale AZ
85254

Docket No.:

WS-02987A

For the Year Ended:

12/31/16

RECEIVED

MAY 11 2017

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:

2016

S-17-17

ARIZONA CORPORATION COMMISSION
WASTEWATER UTILITY ANNUAL REPORT
Johnson Utilities L.L.C. DBA Johnson Utilities Company
A Class **A** Utility

1. For the Calendar Year Ended: 12/31/16

2. Address:

5230 E SHEA BLVD STE 200					
City:	SCOTTSDALE	State:	ARIZONA	Zip Code:	85254

3. Telephone Number:

480-998-3300

4. Date of Original Organization of Utility:

5/27/1997

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

Name:

GEORGE JOHNSON

Telephone No. :

480-998-3300

Address:

5230 E SHEA BLVD STE 200					
City:	SCOTTSDALE	State:	ARIZONA	Zip Code:	85254

Email:

JOHNSONCOMPANIES@AZVISION.NET

6. On-Site Manager:

Name:

BRAD COLE

Telephone No. :

480-998-3300

Address:

5230 E SHEA BLVD STE 200					
City:	SCOTTSDALE	State:	ARIZONA	Zip Code:	85254

Email:

JOHNSONCOMPANIES@AZVISION.NET

7. Ownership:

"S" Corporation

8. Counties Served:

PINAL

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	\$0	\$0	\$0	\$0
352	Franchises	0	0	0	0	0	0
353	Land and Land Rights	4,122,810	767,837	0	4,890,647	0	4,890,647
354	Structures and Improvements	9,574,461	0	0	9,574,461	1,460,275	8,114,186
355	Power Generation Equipment	3,571,700	0	0	3,571,700	834,598	2,737,102
360	Collections Wastewater - Force	16,454,287	0	0	16,454,287	4,050,025	12,404,262
361	Collections Wastewater - Gravity	37,412,274	22,807	0	37,435,081	8,076,038	29,359,043
362	Special Collecting Structures	0	0	0	0	0	0
363	Services to Customers	6,715,807	0	0	6,715,807	870,185	5,845,622
364	Flow Measuring Devices	6,918	0	0	6,918	3,845	3,073
365	Flow Measuring Installations	0	0	0	0	0	0
366	Reuse Services	0	0	0	0	0	0
367	Reuse Meters & Meter Installations	0	0	0	0	0	0
370	Receiving Wells	1,518,870	18,900	0	1,537,770	270,975	1,266,795
371	Pumping Equipment	10,980,406	108,618	0	11,089,024	9,319,570	1,769,454
374	Reuse Distribution Reservoirs	0	0	0	0	0	0
375	Reuse Trans. And Distr. Equipment	1,654,883	0	0	1,654,883	301,478	1,353,405
380	Treatment and Disposal Equipment	2,018,408	0	0	2,018,408	639,522	1,378,886
381	Plant Sewers	57,983,181	5,327,533	0	63,310,714	27,863,367	35,447,347
382	Outfall Sewer Lines	132,081	0	0	132,081	33,935	98,146
389	Other Plant and Misc. Equipment	363,996	0	0	363,996	120,177	243,819
390	Office Furniture and Equipment	0	0	0	0	0	0
390.1	Computer & Software	0	0	0	0	0	0
391	Transportation Equipment	0	0	0	0	0	0
393	Tools, Shop and Garage Equipment	50,507	6,107	0	56,614	8,849	47,765
394	Laboratory Equipment	0	0	0	0	0	0
395	Power Operated Equipment	0	0	0	0	0	0
396	Communication Equipment	464,713	0	0	464,713	115,728	348,985
397	Miscellaneous Equipment	0	0	0	0	0	0
398	Other Tangible Plant	0	0	0	0	0	0
	Totals	\$153,025,302	\$6,251,802	\$0	\$159,277,104	\$53,968,567	\$105,308,537

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.

Johnson Utilities L.L.C. DBA Johnson Utilities Company
 Annual Report
 Depreciation Expense for the Current Year (Wastewater)
 12/31/16

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	Depreciation Expense
351	Organization	\$0	\$0	\$0	\$0	\$0	0.00%	\$0
352	Franchises	0	0	0	0	0	0.00%	0
353	Land and Land Rights	4,122,810	767,837	0	4,890,647	4,890,647	0.00%	0
354	Structures and Improvements	9,574,461	0	0	9,574,461	0	3.33%	318,830
355	Power Generation Equipment	3,571,700	0	0	3,571,700	0	5.00%	178,585
360	Collections Wastewater - Force	16,454,287	0	0	16,454,287	0	2.00%	329,086
361	Collections Wastewater - Gravity	37,412,274	22,807	0	37,435,081	0	2.00%	748,474
362	Special Collecting Structures	0	0	0	0	0	0.00%	0
363	Services to Customers	6,715,807	0	0	6,715,807	0	2.00%	134,316
364	Flow Measuring Devices	6,918	0	0	6,918	0	10.00%	692
365	Flow Measuring Installations	0	0	0	0	0	0.00%	0
366	Reuse Services	0	0	0	0	0	0.00%	0
367	Reuse Meters & Meter Installations	0	0	0	0	0	0.00%	0
370	Receiving Wells	1,518,870	18,900	0	1,537,770	0	3.33%	50,893
371	Pumping Equipment	10,980,406	108,618	0	11,089,024	0	12.50%	1,379,339
374	Reuse Distribution Reservoirs	0	0	0	0	0	0.00%	0
375	Reuse Trans. And Distr. Equipment	1,654,883	0	0	1,654,883	0	2.50%	41,372
380	Treatment and Disposal Equipment	2,018,408	0	0	2,018,408	0	5.00%	100,920
381	Plant Sewers	57,983,181	5,327,533	0	63,310,714	0	5.00%	3,032,347
382	Outfall Sewer Lines	132,081	0	0	132,081	0	3.33%	4,398
389	Other Plant and Misc. Equipment	363,996	0	0	363,996	0	6.67%	24,279
390	Office Furniture and Equipment	0	0	0	0	0	0.00%	0
390.1	Computer & Software	0	0	0	0	0	0.00%	0
391	Transportation Equipment	0	0	0	0	0	0.00%	0
393	Tools, Shop and Garage Equipment	50,507	6,107	0	56,614	0	5.00%	2,678
394	Laboratory Equipment	0	0	0	0	0	0.00%	0
395	Power Operated Equipment	0	0	0	0	0	0.00%	0
396	Communication Equipment	464,713	0	0	464,713	0	10.00%	46,471
397	Miscellaneous Equipment	0	0	0	0	0	0.00%	0
398	Other Tangible Plant	0	0	0	0	0	0.00%	0
	Subtotal	\$153,025,302	\$6,251,802	\$0	\$159,277,104	\$4,890,647		\$6,392,680

Contribution(s) in Aid of Construction (Gross)	\$56,827,816
Less: Non Amortizable Contribution(s)	0
Fully Amortized Contribution(s)	15,322,897
Amortizable Contribution(s)	<u>\$41,504,919</u>
Times: Proposed Amortization Rate	4.14%
Amortization of CIAC	\$1,718,594

Less: Amortization of CIAC \$1,718,594

DEPRECIATION EXPENSE **\$4,674,086**

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.

 **ULLMANN**
& COMPANY P.C.
Certified Public Accountants

To the Shareholders of
Johnson Utilities, LLC
Wastewater Utility
Scottsdale, Arizona

Management is responsible for the accompanying financial statements of Johnson Utilities, LLC, Wastewater Utility, which comprise the balance sheets as of December 31, 2016 and 2015, and the related comparative income statements for the years then ended included in the accompanying prescribed form. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements included in the accompanying prescribed form nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

Other Matter

These financial statements included in the accompanying prescribed form are intended to comply with the requirements of the Arizona Corporation Commission, and are not intended to be a presentation in accordance with accounting principles generally accepted in the United States of America.

Supplementary Information

All other information contained in the accompanying prescribed form is presented for purposes of additional analysis and is not a required part of the basic financial statements. This information is the representation of management. The information included on pages 2-4, 8, and 13-16 was subject to our compilation engagement, however, we have not audited or reviewed the supplementary information and, accordingly, do not express an opinion, a conclusion, nor provide any form of assurance on such supplementary information. The supplementary information included on pages 9-12 was not audited, reviewed, or compiled by us and, accordingly, we do not express an opinion or any assurance on it.

Ullmann & Company

ULLMANN & COMPANY, P.C.
Certified Public Accountants

May 3, 2017

Johnson Utilities L.L.C. DBA Johnson Utilities Company
Annual Report
Balance Sheet Assets
12/31/16

Balance Sheet Assets				
	Assets		Balance at Beginning of Year (2016)	Balance at End of Year (2016)
Account No.	Current and Accrued Assets			
131	Cash		\$6,872,546	\$6,846,187
132	Special Deposits		0	0
135	Temporary Cash Investments		0	0
141	Customer Accounts Receivable		1,673,855	1,912,241
142	Other Accounts Receivable		0	52,683
143	Accumulated Provision for Uncollectable Accounts		0	0
146	Notes Receivable from Associated Companies		6,442	57
151	Plant Material and Supplies		104,489	0
162	Prepayments		30,643	30,918
173	Accrued Utility Revenue		0	0
174	Miscellaneous Current and Accrued Assets		440,013	39,066
	Total Current and Accrued Assets		\$9,127,988	\$8,881,152
	Deferred Debits			
186.1	Deferred Rate Case Expense		\$0	\$0
	Total Deferred Debits		\$0	\$0
	Fixed Assets			
101	Utility Plant in Service*		\$153,025,302	\$159,277,104
103	Property Held for Future Use		0	0
105	Construction Work in Progress		135,358	35,894
108	Accumulated Depreciation (enter as negative)*		(47,575,888)	(53,968,567)
121	Non-Utility Property		0	0
122	Accumulated Depreciation - Non Utility		0	0
	Total Fixed Assets		\$105,584,772	\$105,344,431
	Total Assets		\$114,712,760	\$114,225,583

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

Johnson Utilities L.L.C. DBA Johnson Utilities Company
Annual Report
Balance Sheet Liabilities and Owners Equity

Balance Sheet Liabilities and Owners Equity				
	Liabilities		Balance at Beginning of Year (2016)	Balance at End of Year (2016)
Account No.	Current Liabilities			
231	Accounts Payable		\$1,500,881	\$956,831
232	Notes Payable (Current Portion)		0	0
234	Notes Payable to Associated Companies		0	600,000
235	Customer Deposits		1,005,064	973,245
236	Accrued Taxes		536,125	530,130
237	Accrued Interest		0	0
241	Miscellaneous Current and Accrued Liabilities		2,229	0
253	Other Deferred Credits		0	0
	Total Current Liabilities		\$3,044,299	\$3,060,206
	Long Term Debt			
224	Long Term Debt (Notes and Bonds)		\$366,000	\$366,000
	Total Long Term Debt		\$366,000	\$366,000
	Deferred Credits			
252	Advances in Aid of Construction		69,708,184	69,311,748
255	Accumulated Deferred Investment Tax Credits		0	0
271	Contributions in Aid of Construction		54,960,066	56,827,816
272	Less: Amortization of Contributions		(15,322,897)	(17,041,491)
281	Accumulated Deferred Income Tax		0	0
	Total Deferred Credits		\$109,345,353	\$109,098,073
	Total Liabilities		\$112,755,652	\$112,524,279
	Capital Accounts			
201	Common Stock Issued		\$0	\$0
211	Other Paid-In Capital		0	0
215	Retained Earnings		0	0
218	Proprietary Capital (Sole Props and Partnerships)		1,957,108	1,701,304
	Total Capital		\$1,957,108	\$1,701,304
	Total Liabilities and Capital		\$114,712,760	\$114,225,583

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

Johnson Utilities L.L.C. DBA Johnson Utilities Company
Annual Report
Wastewater Comparative Income Statement
12/31/16

Wastewater Comparative Income Statement			
Account No.	Calendar Year	Current Year 01/01/2016 - 12/31/2016	Last Year 01/01/2015 - 12/31/2015
	Operating Revenue		
521	Flat Rate Revenues	\$16,724,243	\$15,978,485
522	Measured Revenues	467,427	506,310
534	Rents from Wastewater Property	0	0
539	Other Wastewater Revenues	620,551	538,079
	Total Revenues	\$17,812,221	\$17,022,874
	Operating Expenses		
701	Salaries and Wages	\$122,000	\$122,000
704	Employee Pensions and Benefits	0	0
710	Purchased Wastewater Treatment	0	0
711	Sludge Removal Expense	645,140	615,768
715	Purchased Power	0	0
716	Fuel for Power Production	891,224	755,960
718	Chemicals	228,691	181,501
720	Materials and Supplies	736,709	1,006,698
721	Office Expense	0	0
731	Contractual Services - Engineering	29,517	29,184
732	Contractual Services - Accounting	30,272	39,780
733	Contractual Services - Legal	302,563	105,182
734	Contractual Services - Management Fees	8,540,025	8,174,621
735	Contractual Services - Testing	84,237	53,390
736	Contractual Services - Other	60,780	32,071
740	Rents - Building	270,216	296,208
742	Rents - Equipment	340,949	670,408
750	Transportation Expenses	1,554	8,423
757	Insurance - General Liability	86,760	77,667
758	Insurance - Worker's Compensation	0	0
759	Insurance - Other	0	0
760	Advertising Expense	17,747	0
766	Regulatory Commission Expense - Rate Case	0	0
767	Regulatory Commission Expense - Other	50,283	38,387
770	Bad Debt Expense	67,540	45,471
775	Miscellaneous Expense	405,813	801,792
403	Depreciation Expense (From Schedule AR4)	4,674,086	4,943,985
408	Taxes Other Than Income	0	0
408.11	Property Taxes	718,379	775,125
408.12	Payroll Taxes	6,679	6,247
409	Income Taxes	0	0
	Total Operating Expenses	\$18,311,164	\$18,779,868
	Operating Income / (Loss)	(\$498,943)	(\$1,756,994)
	Other Income / (Expense)		
414	Gain (Loss) on Dispositions	\$0	\$0
419	Interest and Dividend Income	59,652	61,698
421	Non-Utility Income	398,653	558,344
426	Miscellaneous Non-Utility (Expense)	0	(12,581)
427	Interest (Expense)	(76,852)	(70,018)
	Total Other Income / (Expense)	\$381,453	\$537,443
	Net Income / (Loss)	(\$117,490)	(\$1,219,551)

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.

Johnson Utilities L.L.C. DBA Johnson Utilities Company
 Annual Report
 Supplemental Financial Data (Long-Term Debt)
 12/31/16

Supplemental Financial Data (Long-Term Debt)				
	Loan #1	Loan #2	Loan #3	Loan #4
Date Issued	12/31/2009	NONE	NONE	NONE
Source of Loan	MEMBER	NONE	NONE	NONE
ACC Decision No.	60223	NONE	NONE	NONE
Reason for Loan	CAPITAL IMPRO	NONE	NONE	NONE
Dollar Amt. Issued	\$366,000	NONE	NONE	NONE
Amount Outstanding	\$366,000	NONE	NONE	NONE
Date of Maturity	DEMAND	NONE	NONE	NONE
Interest Rate	10.00%	NONE	NONE	NONE
Current Year Interest	\$36,600	NONE	NONE	NONE
Current Year Principal	\$0	NONE	NONE	NONE

Meter Deposit Balance at Test Year End:	\$0
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Meter Deposits Refunded During the Test Year:	\$0
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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.

Annual Report
 Wastewater Utility Plant Description
 12/31/16

Wastewater Utility Plant Description

Name of System:	SEE ATTACHED
Wastewater Inventory Number (if applicable):	
Type of Treatment	Extended Aeration
	Aerobic Lagoon
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)
SEE ATTACHED				

FORCE MAINS		
Size	Material	Length (Feet)
	SEE ATTACHED	

MANHOLES	
Type	Quantity
Standard	SEE
Drop	ATTACHED

CLEANOUTS
Quantity
SEE ATTACHED

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.
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Wastewater Utility Plant Description (Continued)					
COLLECTION MAINS			SERVICES/LATERALS		
Sizes (inches)	Material	Length (feet)	Size (inches)	Material	Quantity
4	SEE ATTACHED		4	SEE	
6			6	ATTACHED	
8			8		
10			12		
12			15		
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	Belt Press
DISINFECTION EQUIPMENT (Chlorinator, Ultra-Violet, Etc.)	Chlorinator, Ultra-Violet
FILTRATION EQUIPMENT (Rapid Sand, Slow Sand, Activated Carbon, Etc.)	Sand Filters, Cloth Filters
STRUCTURES (Buildings, Fences, Etc.)	Buildings, Fences
Other (Laboratory Equipment, Tools, Vehicles, Standby, Power Generators, Etc.)	Power Generators, Tools

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.

Annual Report
 Wastewater Flows
 12/31/16

Wastewater Flows			
Month	Number of Services	Total Monthly Sewage Flow	Sewage Flow on Peak Day
January	11,258	53	2
February	11,001	50	2
March	11,462	54	3
April	11,383	51	2
May	11,569	51	2
June	11,436	46	2
July	12,110	51	2
August	12,824	56	2
September	12,936	53	2
October	12,896	55	2
November	14,340	62	2
December	14,539	66	3
	Totals	648	26

Provide the following information as applicable per wastewater system:

Method of Effluent Disposal	Groundwater Recharge
Groundwater Permit Number	None
ADEQ Aquifer Protection Permit ("APP") Number	P-105324
ADEQ Reuse Permit Number	R105214, R105728
EPA NPDES Permil Number	None
APP Effluent Treatment Requirement (Class)?	A+

Due to the fact that the "Sewage Flow on Peak Day" column rounds the flows to the nearest whole number, the peak flows may appear larger than they actually are.

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 relevent information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report.

Annual Report
 Wastewater Flows
 12/31/16

Wastewater Flows			
Month	Number of Services	Total Monthly Sewage Flow	Sewage Flow on Peak Day
January	4,523	21	1
February	4,239	19	1
March	4,255	20	1
April	3,805	17	1
May	3,303	15	1
June	3,257	13	1
July	3,745	16	1
August	3,891	17	1
September	4,283	17	1
October	4,554	19	1
November	4,729	20	1
December	4,585	21	1
	Totals	216	10

Provide the following information as applicable per wastewater system:

Method of Effluent Disposal	Groundwater Recharge
Groundwater Permit Number	None
ADEQ Aquifer Protection Permit ("APP") Number	P-105646
ADEQ Reuse Permit Number	R105412, R105728
EPA NPDES Permil Number	None
APP Effluent Treatment Requirement (Class)?	A+

Due to the fact that the "Sewage Flow on Peak Day" column rounds the flows to the nearest whole number, the peak flows may appear larger than they actually are.

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 relevent information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report.

Annual Report
 Wastewater Flows
 12/31/16

Wastewater Flows			
Month	Number of Services	Total Monthly Sewage Flow	Sewage Flow on Peak Day
January	9,601	45	2
February	9,520	43	2
March	9,696	46	2
April	9,801	44	2
May	9,819	44	2
June	10,282	42	2
July	9,420	40	1
August	8,696	38	2
September	9,589	39	2
October	9,583	41	1
November	7,928	34	1
December	7,692	35	2
	Totals	490	20

Provide the following information as applicable per wastewater system:

Method of Effluent Disposal	Groundwater Recharge
Groundwater Permit Number	None
ADEQ Aquifer Protection Permit ("APP") Number	P-105325
ADEQ Reuse Permit Number	R105412, R105728
EPA NPDES Permil Number	None
APP Effluent Treatment Requirement (Class)?	A+

Due to the fact that the "Sewage Flow on Peak Day" column rounds the flows to the nearest whole number, the peak flows may appear larger than they actually are.

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 relevent information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report.

Annual Report
 Wastewater Flows
 12/31/16

Wastewater Flows			
Month	Number of Services	Total Monthly Sewage Flow	Sewage Flow on Peak Day
January	8,148	38	2
February	8,869	40	2
March	8,325	39	2
April	8,959	40	2
May	9,345	41	2
June	9,122	37	2
July	9,016	38	2
August	8,705	38	2
September	7,603	31	1
October	7,487	32	1
November	7,649	33	1
December	7,963	36	2
	Totals	444	20

Provide the following information as applicable per wastewater system:

Method of Effluent Disposal	Groundwater Recharge
Groundwater Permit Number	None
ADEQ Aquifer Protection Permit ("APP") Number	P-103081
ADEQ Reuse Permit Number	R105412, R105728
EPA NPDES Permil Number	None
APP Effluent Treatment Requirement (Class)?	B+

Due to the fact that the "Sewage Flow on Peak Day" column rounds the flows to the nearest whole number, the peak flows may appear larger than they actually are.

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 relevent information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report.

JOHNSON UTILITIES, LLC
WASTEWATER PLANT INVENTORY
WASTEWATER PLANT

TREATMENT PLANTS

Name	GPD	Lot Size (Acres)	ADDRESS	CITY, STATE, ZIP	APP No.	Decided to JUC?	Tax Parcel
Section 11 WWTP	1.6M		87 5632 E. Hunt Highway	Florence, AZ 85232	103081	Yes	200-24-003D5
Pecan Water Reclamation Plant	2.0 Million		11 38539 N. Gantzel Road	San Tan Valley, AZ, 85143	105324	Yes	104-22-008D
San Tan Water Reclamation Plant	2.0 Million	3.72	2603 W. Hunt Highway	San Tan Valley, AZ, 85143	105325	Yes	509-02-062D3

JOHNSON UTILITIES, LLC
WASTEWATER PLANT INVENTORY
LIFT STATIONS

Name	Address Location	CITY STATE, ZIP	Deeded to JUC?	Tax Parcel	Number Pumps	HP	GPM each	Wet Well Cap/Gal Tot/Dues	Wet Well Dia/Depth	Grit Chamber Dia/Depth	Valve Box Dia/Depth	STATION GENERATOR			
												MODEL	MAKE	HP	KILO WATTS
Main Station	946 E. Hunt Highway	San Tan Valley, AZ, 85143	Yes	210-20-0001J	2	30	325	2282/1128	10/20.74'	5/15.71'	8/6'	6063TK35	DETROIT	550	410
Main Station - Upgrade	946 E. Hunt Highway	San Tan Valley, AZ, 85143	Yes	210-20-0001J	2	100/88	600/750	3566/1128	10/20.74'	5/15.71'	8/6'	Same as above			
Station 4A	1885 E. Bella vista Road	San Tan Valley, AZ, 85143	No	210-20-003L	2	3/18	150/156	1480/1322	6/20.46'	4'xx M.H.	8/6'	97SD2986	STANFORD		27
Station Unit 6	31374 N. Ironwood Road (formerly Gant)	San Tan Valley, AZ, 85143	Yes		2	3	100	690/440	5/14	8/6.09	7/6.62	DGAZ58SLU	MQ POWER		14.4
San Tan Station	2601 W. Hunt Highway	San Tan Valley, AZ, 85143	Yes	509-02-062D3	2	25/35	500/750	2763/2200	8/22.88'	5/20.07'	7/6.62				
Pecan Station	38539 N. Gantzel Road	Queen Creek, AZ, 85242	Yes	104-22-008D	2	75/88	500/1040	2067/1879	8/37.2'	5/34.5'	7/6'				
Reuse Station	5632 E. Hunt Highway	Florence, AZ, 85232	Yes	200-24-003D5	2	30	420/780	1583/876	6/18.2'	None	7/6.17'				
Superstition Views	2571 E. Magma Road	San Tan Valley, AZ, 85143	NO	210-64-061	2	7.5	90	1180/564	5/27.25'	None	7/5.84'				
4D/4F upgrade	1995 E. Bella vista road	San Tan Valley, AZ, 85143	Yes	210-66-951B	2	3/18	250	1628/1057	6/26.6'	5/23.9'	7/5'	XQ60	OLYMPIAN		60
Copper Basin #1	1999 E. Bella vista road	San Tan Valley, AZ, 85143	Yes	210-66-951B	2	40/60	710	4348/2805	10/30.03'	5/27'	8/5'	XQ105	OLYMPIAN		105
Copper Basin #2	28541 N. Muscovite Drive	San Tan Valley, AZ, 85143	No	210-66-951B	2	30/88	450/1000	6449/3678	6.83x16/26.2	None	6x16/6'	HX100PL	CATERPILLAR		100
Circle Cross #1	28704 N. Main Street	San Tan Valley, AZ, 85143	No		2	88/47	839/380	4935/2368	10/32.7'	5/29.5'	8/6'	160DGFA	ONAN		150
Circle Cross No. 2	1539 W. Brahma Boulevard	San Tan Valley, AZ, 85143	Yes	509-03-001H	2	50/35	500	2812/1880	8/23.62'	5/22.15'	7/8'	100SX9E	KATO		66.6
Magic Ranch Phase 1	1913 W. Empire Road (formerly Hash K)	San Tan Valley, AZ, 85143	Yes	509-03-001M	2	100/30	1600/500	3178/1293	10/24.08'	5/22.75'	8/7.1'				
Magic Ranch Phase 1-Upgrade	23781 N. High dunes	Florence, AZ, 85232	Yes	210-75-516A	2	7.5	90	1180/593	5/22.44'	M.H.	7/8'				
Magic Ranch Phase 1	23781 N. High dunes	Florence, AZ, 85232	Yes	210-75-516A	2	66	925	5581/2937	10/24.60'	5/22.44'	7/6'				
Oasis Sunrise	5940 E. Hunt Highway (formerly 5953)	Florence, AZ, 85232	Yes		2	18	500	3139/1879	8/25.60'	5/26.6'	8/6'	D888	CATERPILLAR	173	100
Morning Sun Farms	35901 N. Village Lane	San Tan Valley, AZ, 85143	No		2	30/47	800/1000	4406/3055	10/24.5'	5/24.5'	6/6'				
Rancho Bella vista North Phase 1	31624 N. Candlewood Dr.	San Tan Valley, AZ, 85143	Yes		2	2.75	48/60	1085/106	6/20.38'	None	6/6'				
Rancho Bella vista North Phase 2	1492 E. Rosebud Dr.	San Tan Valley, AZ, 85143	Yes		2	7.5	475	1453/634	6/19.1'	5/11.49'	6/6'	50.0DL6B-15F	ONAN		50
JR Unit 29	1337 E. Johnson Ranch Blvd	San Tan Valley, AZ, 85143	No		2	47	500/760	4267/3008	8/36.5'	3/29.5'	8/10.5'	130RH0271	KOHLER		135
Magma Lift Station	276 E. Paso Fino Way	San Tan Valley, AZ, 85143	No		2	23/30	235	1464/846	6/34.5'	5/32.5'	8/6'	XG30	OLYMPIAN		30
Magma Lift Station (the Links)	9776 E. Judd Road	Queen Creek, AZ, 85242	Yes	210-38-003B	2	130	636/750	4406/1545	10/27.75'	5/24.85'	8/5.5'	XG225-3306	CATERPILLAR	362	270
Cambria Lift Station	939 E. Clubhouse	Queen Creek, AZ, 85242	Yes	210-07-003H	2	10	350	1880	6'x10/14.28'	None	6'x10/6'				
Cresfield Manor lift Station	939 E. Clubhouse	Queen Creek, AZ, 85242	Yes		2	10	350	2116/1504	8/20.83'	M.H.	8/5.5'				
Joy Drive Lift Station	24238 N. Sickle	Florence, AZ, 85232	Yes	200-13-666B	2	88/160	670/770	7044/2837	10/30.6'	5/21.5'	8/7.33'	XQ125-3304	CATERPILLAR		113
Mendocino Vista Lift Station	2248 E. Meadow Land Drive	Queen Creek, AZ, 85242	Yes	109-26-820A	2	25	500	2651/2237	8/18.35'	5/21.0'	8/4'	XQ60	CATERPILLAR		70.6
Las Praderas lift Station	38718 N. LaGrange Lane	Queen Creek, AZ, 85242	Yes		2	3/8.5	60	1133/123	6/17.15'	None	6/8.87'				
Magic Ranch Phase III	NO LONGER IN USE.	Queen Creek, AZ, 85242	Yes	109-27-310B	2	18/12	660	4203/1879	8/30.78'	5/24.68'	7/5.5'	ISAZAB4JGIT	MQ POWER	55.3	26
Quail Run Lift Station	26310 N. Apollo Drive	Florence, AZ, 85232	Yes		XX	XX	XX	N.L.U.	None	None	None	XXXXX	XXXX	XXX	
The Parks Lift Station	6962 E. Hatching Way	San Tan Valley, AZ, 85143	Yes		2	15	489	4696/2350	8/19.50'	5/10.5'	8/5'				
Johnson Farms Lift Station	1391 W. Combs Road	Queen Creek, AZ, 85242	Yes		2	30	265	1918/827	8/26.2'	5/25.4'	8/6'	DB-050112	MQ POWER	55.3	26
Mitchell Trail Lift Station-Not completed	36681 N. Gantzel Road	Queen Creek, AZ, 85242	Yes	104-22-012L	2	45	840	4054/2644	10/24.5'	5/23.28'	10/5.5'	S20GE		187	110
Archer Meadows Lift Station	XXXXX E. Cassia Drive	Florence, AZ, 85232	No		2	85	862	5211/3437	10/41.85'	5/36.73'	10/7.57'				
Ironwood Crossing Lift Station	3520 Horse Mesa Tr.	Queen Creek, AZ, 85242	Yes		2	25	440	3922/2572	8/29.24'	5/24.0'	8/5.75'				
Ocotillo Crossing	40389 N. Gantzel Rd	Queen Creek, AZ, 85242	Yes		2	160	957	5035/4112	10/37.09'	5/31.6'	8/5.5'	XQ300	CATERPILLAR		270
Whitewing-Not completed	1541 E. Pima Road.	Queen Creek, AZ, 85242	Yes		2	23	320	3233/1504	8/22.7'	5/18.7'	8/6.7'	DCA-25ASL	MQ POWER	31.5	20
Coolidge High School	43437 N. Kenworthy	Queen Creek, AZ, 85143	Yes		2	10	275	2967/1193	10/18'	5/17.45'	10/6.66'	40REOZJB	KOHLER		40
Belcara Lift Station	28536 N. Gary Road	San Tan Valley, AZ, 85143	Yes		2	15/35	225/464	3055/1328	10/19.24'	5/18.17'	10/6'	ISAZAB4JGIT	MQ POWER	89.6	40
	1038 E. Via Sicilia	San Tan Valley, AZ, 85140	Yes		2	3	127	661/254	5/17.1'	5/17.1'	8/5'				

Total Volume of lift station is based on distance from invert to the invert of the inflow pipe.
 Design Volume is based on design parameters. Lead pump on to pump off grade.

Wetwell Capacity-1 Total/Des-

**JOHNSON UTILITIES, LLC
INFRASTRUCTURE INVENTORY
RECLAIMED WATER**

BACKBONE MAINS --Reclaimed Water

Project	18" FM PVC/HDPE/ DIP	16" FM PVC/HDPE/ DIP	12" FM PVC/HDPE/ DIP	8" FM PVC/HDPE/ DIP	6" FM PVC/HDPE/ DIP	4" FM PVC/HDPE/ DIP	Total Mains	C.O	18" ARV	12" ARV	8" ARV	18" Val	12" Val	8" Val	6" Val
Section 11 reuse line				7,600										8	
Pecan Reclamation line				4,650										5	
JR reclaimed line unit 1 to lake	10			1,258	20						1		4	1	2
Gantzel Rd reclaim-pecan to Combs			3,670							1					
Combs Road Reclaimed			5,280											5	
Reclaim in Kenworthy Rd.			4,359										3		
Hunt Hwy South				9,428											
Hunt Hwy Stonecreek to Bella Vista			6,469								12			8	
Total		10	19,778	22,936	20		42,744	-	-	1	12	-	12	14	2
						Miles	8.10								

This number is added to totals on sewer onsite sheet

JOHNSON UTILITIES, LLC
PLANT INVENTORY
SUBDIVISION SEWER

Subdivision	18" Mains SDR/DIP	15" Mains SDR/DIP	12" Mains SDR/DIP	10" Mains SDR/DIP	8" Mains SDR/DIP	6" Mains SDR/DIP	4" Mains SDR/DIP	Tot. Mns	4' M.H.	5' M.H.	C.O.	Taps
Ranch Bella Vista North Parcel A-1371					3,650				11			171
Ranch Bella Vista North Parcel A-1372					3,840					11		194
Ranch Bella Vista North Parcel A-1373					3,920					12		190
Ranch Bella Vista North Parcel A-1374					3,735					11		190
Ranch Bella Vista North Parcel A-1375					2,860					3		142
Ranch Bella Vista North Parcel A-1376					1,875					3		150
Ranch Bella Vista North Parcel A-1377					4,630					12		122
Ranch Bella Vista North Parcel A-1378					4,430					13		129
Ranch Bella Vista North Parcel A-1379					4,650					14		120
Ranch Bella Vista North Parcel A-1380					4,378					13		145
Ranch Bella Vista North Parcel A-1381					2,800					7		181
Ranch Bella Vista North Parcel A-1382					3,140					14		111
Ranch Bella Vista North Parcel A-1383					1,840					20		153
Ranch Bella Vista North Parcel A-1384					2,505					11		160
Ranch Bella Vista North Parcel A-1385					3,776					15		145
Ranch Bella Vista North Parcel A-1386					2,326					9		133
Ranch Bella Vista North Parcel A-1387					1,320					10		98
Ranch Bella Vista North Parcel A-1388					2,605					8		114
Ranch Bella Vista North Parcel A-1389					3,821					15		376
Ranch Bella Vista North Parcel A-1390					1,900					47		305
Ranch Bella Vista North Parcel A-1391					3,242		356			12		72
Ranch Bella Vista North Parcel A-1392					7,106					9		76
Ranch Bella Vista North Parcel A-1393					3,145					21		307
Ranch Bella Vista North Parcel A-1394					6,425					20		172
Ranch Bella Vista North Parcel A-1395					3,465					9		140
Ranch Bella Vista North Parcel A-1396					2,322					7		82
Ranch Bella Vista North Parcel A-1397					1,610					7		140
Ranch Bella Vista North Parcel A-1398					3,618		7,764			47		235
Ranch Bella Vista North Parcel A-1399					1,169					26		232
Ranch Bella Vista North Parcel A-1400					6,570					25		189
Ranch Bella Vista North Parcel A-1401					2,022					23		159
Ranch Bella Vista North Parcel A-1402					3,866					18		204
Ranch Bella Vista North Parcel A-1403					3,989					16		101
Ranch Bella Vista North Parcel A-1404					4,820					18		122
Ranch Bella Vista North Parcel A-1405					4,813					15		148
Ranch Bella Vista North Parcel A-1406					6,190					15		75
Ranch Bella Vista North Parcel A-1407					2,041					4		64
Ranch Bella Vista North Parcel A-1408					2,235					3		2
Ranch Bella Vista North Parcel A-1409					2,385					7		3
Ranch Bella Vista North Parcel A-1410					2,351					8		66
Ranch Bella Vista North Parcel A-1411					3,130					10		127
Ranch Bella Vista North Parcel A-1412					3,170					21		127
Ranch Bella Vista North Parcel A-1413					5,117					25		134
Ranch Bella Vista North Parcel A-1414					4,964					16		164
Ranch Bella Vista North Parcel A-1415					3,324					7		386
Ranch Bella Vista North Parcel A-1416					2,573					11		135
Ranch Bella Vista North Parcel A-1417					3,745					28		135
Ranch Bella Vista North Parcel A-1418					5,088					19		106
Ranch Bella Vista North Parcel A-1419					2,721					24		164
Ranch Bella Vista North Parcel A-1420					4,407					15		108
Ranch Bella Vista North Parcel A-1421					3,084					13		164
Ranch Bella Vista North Parcel A-1422					3,194					17		107
Ranch Bella Vista North Parcel A-1423					3,548					20		105
Ranch Bella Vista North Parcel A-1424					4,515					17		74
Ranch Bella Vista North Parcel A-1425					4,609					16		94
Ranch Bella Vista North Parcel A-1426					5,114					29		172
Ranch Bella Vista North Parcel A-1427					7,543					26		171
Ranch Bella Vista North Parcel A-1428					8,322					3		88
Ranch Bella Vista North Parcel A-1429					3,673					13		89
Ranch Bella Vista North Parcel A-1430					5,931					2		140
Ranch Bella Vista North Parcel A-1431					755					2		161

JOHNSON UTILITIES, LLC
PLANT INVENTORY
SUBDIVISION SEWER

Subdivision	18" Mains SDR/DIP	15" Mains SDR/DIP	12" Mains SDR/DIP	10" Mains SDR/DIP	8" Mains SDR/DIP	6" Mains SDR/DIP	4" Mains SDR/DIP	Tot. Mns	4' M.H.	5' M.H.	C.O.	Taps
The Colleges at CastleGate Part PH1 20070602-36378				681		2,464			11	7	2	1
The Colleges at CastleGate Pa 1 PH2 20070602-36613						2,466						46
The Colleges at CastleGate Parcel 2						6,620			20	7	7	144
The Villages at CastleGate						6,448			22	1	3	202
Vineyard Estates						7,535			22			161
Lanada Ranch Unit 1				67		12,811			250	17	6	309
Belara Subdivision @ Pima Rd					2,063		1,503		13	29	2	46
Magna II Unit 1				5,590		5,784			52	13	13	226
Lanada Ranch Unit 2				1,250		19,146			64	19	13	247
Inwood Crossing Unit 1						26,943			93	14	14	671
Inwood Crossing Unit 2						27,307			47	4	5	324
Inwood Crossing Unit 3						15,066			9	8	2	110
Inwood Crossing Unit 4						4,653						1
Johnson Farms Neighborhood 1						3,146		45				1
Johnson Farms Neighborhood 2						1,176			27	7	18	237
Johnson Farms Neighborhood 3A						5,291			31	7	5	250
Johnson Farms Neighborhood 3B						2,448			23			141
Johnson Farms Neighborhood 3C						1,505			6			75
Johnson Farms Neighborhood 41D PA1A						840			6			44
Johnson Farms Neighborhood 41D PA2						3,875			20			53
Johnson Farms Neighborhood 4B						1,533			5	1	2	22
Johnson Farms Neighborhood 4C						1,847			7			7
Royal Professional Village Gravity Sewer						2,309	403		8			22
Whitepine						13,132		801				7
Banner Hospital onsite						6,726						36
SS/line Ranch Markers/line				929			112		10			123
The Parks Parcel A Ph 1				226					37			4
The Parks Parcel A Ph 2												3
The Parks Parcel B Ph 1						1,755			4			1
The Parks Parcel B Ph 2						1,137						1
Total	5,460	8,841	79,393	32,425	1,141,244	24,616	4,136	1,296,115	285.48	807	560	34,589
						TOTAL miles	Substation					

JOHNSON UTILITIES, LLC-ANTHEM @ MERRILL RANCH
PLANT INVENTORY
WATER RECLAMATION PLANTS

WATER RECLAMATION PLANT

Name	GPD	Lot Size (Acres)	ADDRESS	APP Number	Deeded to JUC?	Tax Parcel
Anthem WRP	1.5 Million	28	8465 W. Ocotillo Drive, Florence, AZ 85232	105646	Yes	211-02-005

JOHNSON UTILITIES, LLC-ANTHEM AT MERRILL RANCH
WASTEWATER PLANT INVENTORY
LIFT STATIONS

LIFT STATIONS

Name	Address Location	CITY STATE, ZIP	Decided to JUC?	Tax Parcel	Number Pumps	HP	GPM each	Wet Well		Grit Chamber Dia/Depth	Valve Box Dia/Depth	LIFT STATION		KILO WATTS
								Cap/Gal Tot/Des	Dia/Depth			MODEL	MAKE	
Anthem WRP-Lift station	8465 W. Ocotillo Drive	Florence, AZ 85232	Yes	211-02-005	2/4	35/30	200/1100	5862/3165	10.7x1.1/34.82	None	None			

Wetwell Capacity-1 Total Volume of lift station is based on distance from invert to the invert of the inflow pipe.

Design Volume is based on design parameters, Lead pump on to pump off grade.

JOHNSON UTILITIES, LLC-ANTHEM @ MERRILL RANCH
PLANT INVENTORY
 Reclaimed water

BACKBONE MAINS --Reclaimed Water

Project	8" F/M	6" F.M	4 " F/M	Total Mains	C.O	30" Siv	8" VAL	6" VAL	AR/VR
Merrill Ranch Parkway	11,521						10		8
Hunt Highway	8,098						4		12
Sun City Blvd	1,586								
Ponpamia Tree Acreage		1,502						2	
Total	21,205	1,502	-	22,707	-	-	14	2	20
			Miles	4.30					

JOHNSON UTILITIES, LLC-ANTHEM @ MERRILL RANCH
PLANT INVENTORY
SUBDIVISION SEWER

Subdivision	18" Mains	15" Mains	12" Mains	10" Mains	8" DIP	8" Mains	6" Mains	Tot. Mns	4' M.H.	5' M.H.	C.O.	Taps
Anthem @ Merrill Ranch Unit 2						1,618			12			34
Anthem @ Merrill Ranch Unit 4						4,940			23	4		128
Anthem @ Merrill Ranch Unit 6				950		6,175			19	13		112
Anthem @ Merrill Ranch Unit 8						4,176			19	5		91
Anthem @ Merrill Ranch Unit 9						6,210			32			162
Anthem @ Merrill Ranch Unit 10						1,200			2	6		31
Anthem @ Merrill Ranch Unit 11				1,591		4,647			35	-		133
Anthem @ Merrill Ranch Unit 12						4,073			15	5		88
Anthem @ Merrill Ranch Unit 13				1,631		2,954			16	11		122
Anthem @ Merrill Ranch Unit 14						3,689			17			107
Anthem @ Merrill Ranch Unit 15				691		752			7			45
Anthem @ Merrill Ranch Unit 16						3,137			16	1		111
Anthem @ Merrill Ranch Unit 17						5,072			16	6		158
Anthem @ Merrill Ranch Unit 18						4,399			13	10		102
Anthem @ Merrill Ranch Unit 19						3,182			11	8		83
Anthem @ Merrill Ranch Unit 20						2,685			15	2		58
Anthem @ Merrill Ranch Unit 21						3,597			18			91
Anthem @ Merrill Ranch Unit 22A						3,472			16	3		75
Anthem @ Merrill Ranch Unit 22B						3,732			21			84
Anthem @ Merrill Ranch Unit 23		404				7,268			8	13		112
Anthem @ Merrill Ranch Unit 25						3,242			18	1		68
Anthem @ Merrill Ranch Unit 27						4,328			18			125
Anthem @ Merrill Ranch Unit 29						3,289			16			96
Anthem @ Merrill Ranch Unit 35A						3,814			21		1	109
Anthem @ Merrill Ranch Unit 37						5,063			21			130
Anthem @ Merrill Ranch Unit 39						1,666			5	2		60
Anthem @ Merrill Ranch Unit 40						6,483			29	6		151
Anthem @ Merrill Ranch Unit 53						6,235			17	9		172
Anthem @ Merrill Ranch Unit 53						5,106			19	8		101
Anthem Marketplace						2,112			11			
Anthem Hospital						656	170		4	3		7
Total				5,267		118,972	170	124,409	510	116	1	2,946
						Total Miles		23.56				

Johnson Utilities L.L.C. DBA Johnson Utilities Company

Annual Report
 Utility Shutoffs / Disconnects
 12/31/16

Name of System:	SEE ATTACHED
Wastewater Inventory Number (if applicable):	

Utility Shutoffs / Disconnects			
Month	Termination without Notice R14-2-609.B	Termination with Notice R14-2-609.C	Other
January	0	419	0
February	0	602	0
March	0	456	0
April	0	338	0
May	0	542	0
June	0	473	0
July	0	580	0
August	0	741	0
September	0	505	0
October	0	706	0
November	0	323	0
December	0	458	0
Total	0	6,143	0

Other (description):

None

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.

Johnson Utilities L.L.C. DBA Johnson Utilities Company
Annual Report
Property Taxes
12/31/16

Property Taxes

Amount of actual property taxes paid during Calendar Year 2016 was

\$746,498

If no property taxes paid, explain why.

NONE

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.

Verification and Statement (Taxes)

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

County of (county name): PINAL
Name (owner or official) title: GEORGE JOHNSON BRADLEY J. COLE
Company name: Johnson Utilities L.L.C. DBA Johnson Utilities Company

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

FOR THE YEAR ENDING: 12/31/16

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.

RECEIVED

MAY 11 2017

ARIZONA CORP COMMISSION
UTILITIES DIVISION - DIRECTOR'S OFFICE

[Signature]
signature of owner/official

480-998-3300
telephone no.

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

THIS

10th

DAY OF

MARICOPA
(county name)

MAY
(month) and (year)

MY COMMISSION EXPIRES

8-5-18
(date)



Christine A. Belcastro
(signature of notary public)

Verification and Statement

Verification:

State of ARIZONA I, the undersigned of the
(state name)
County of (county name): PINAL
Name (owner or official) title: GEORGE JOHNSON BRADLEY J COLE
Company name: Johnson Utilities L.L.C. DBA Johnson Utilities Company

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

FOR THE YEAR ENDING: 12/31/16

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:

RECEIVED

MAY 11 2017

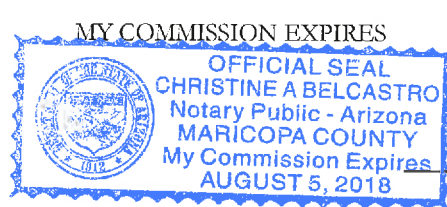
ARIZONA CORP COMMISSION
UTILITIES DIVISION - DIRECTOR'S OFFICE

Arizona Intrastate Gross Operating Revenues Only (\$)
\$19,010,366
(The amount in the box above includes
\$1,198,145 in sales taxes
billed or collected)

[Signature]
signature of owner/official

480-998-3300
telephone no.

SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC
IN AND FOR THE COUNTY MARICOPA
(county name)
THIS 10th DAY OF MAY
(month) and (year)



8-5-18
(date)

Christine A Belcastro
(signature of notary public)

Verification and Statement (Residential Revenue)

Verification:

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

County of (county name): PINAL
Name (owner or official) title: GEORGE JOHNSON BRADLEY J COLE
Company name: Johnson Utilities L.L.C. DBA Johnson Utilities Company

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

FOR THE YEAR ENDING: 12/31/16

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 (\$)

\$17,686,258

(The amount in the box above includes

\$1,126,256 in sales taxes
billed or collected)

RECEIVED

MAY 11 2017

ARIZONA CORP COMMISSION
UTILITIES DIVISION - DIRECTOR'S OFFICE

signature of owner/official

480-998-3300

telephone no.

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

MARICOPA
(county name)

THIS

10th

DAY OF

MAY

(month) and (year)

MY COMMISSION EXPIRES

8-5-18

(date)



(signature of notary public)