

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

WATER 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

5-17-17

ARIZONA CORPORATION COMMISSION
WATER 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:
City: State: Zip Code:

3. Telephone Number:

4. Date of Original Organization of Utility:

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

Name:
Telephone No. :
Address:
City: State: Zip Code:
Email:

6. On-Site Manager:

Name:
Telephone No. :
Address:
City: State: Zip Code:
Email:

7. Ownership:

8. Counties Served:

Utility Plant in Service (Water)							
Account No.	Description	Beginning Year Original Cost	Current Year Additions	Current Year Retirements	Adjusted Original Cost	Accumulated Depreciation	OCLD (OC less AD)
		\$0	\$0	\$0	\$0	\$0	\$0
301	Organization	0	0	0	0	0	0
302	Franchises	0	0	0	0	0	0
303	Land and Land Rights	474,452	0	0	474,452	0	474,452
304	Structures and Improvements	5,190,323	0	0	5,190,323	1,116,244	4,074,079
305	Collecting & Improving Reservoirs	0	0	0	0	0	0
306	Lake, River, Canal Intakes	0	0	0	0	0	0
307	Wells and Springs	4,864,133	103,650	0	4,967,783	1,164,890	3,802,893
308	Infiltration Galleries	0	0	0	0	0	0
309	Supply Mains	0	0	0	0	0	0
310	Power Generation Equipment	483,568	70	0	483,638	179,947	303,691
311	Pumping Equipment	3,106,155	92,243	0	3,198,398	1,434,537	1,763,861
320	Water Treatment Equipment	0	0	0	0	0	0
320.1	Water Treatment Plants	998,115	0	0	998,115	384,174	613,941
320.2	Solution Chemical Feeders	11,595	0	0	11,595	965	10,630
320.3	Point-of-Use Treatment Devices	7,915,271	0	0	7,915,271	1,867,360	6,047,911
330	Distribution Reservoirs and Standpipes	0	0	0	0	0	0
330.1	Storage Tanks	0	0	0	0	0	0
330.2	Pressure Tanks	0	0	0	0	0	0
331	Transmission and Distribution Mains	55,229,794	418,906	0	55,648,700	14,406,592	41,242,108
333	Services	3,264,866	0	0	3,264,866	838,725	2,426,141
334	Meters and Meter Installations	8,230,235	239,792	0	8,470,027	4,891,032	3,578,995
335	Hydrants	5,173,048	335,488	0	5,508,536	1,123,526	4,385,010
336	Backflow Prevention Devices	0	0	0	0	0	0
339	Other Plant and Misc. Equipment	0	0	0	0	0	0
340	Office Furniture and Equipment	1,027	10,692	0	11,719	596	11,123
340.1	Computer & Software	0	0	0	0	0	0
341	Transportation Equipment	63,245	0	0	63,245	20,768	42,477
342	Stores Equipment	0	0	0	0	0	0
343	Tools, Shop and Garage Equipment	46,433	0	0	46,433	5,639	40,794
344	Laboratory Equipment	0	0	0	0	0	0
345	Power Operated Equipment	0	0	0	0	0	0
346	Communication Equipment	218,081	0	0	218,081	104,150	113,931
347	Miscellaneous Equipment	0	0	0	0	0	0
348	Other Tangible Plant	0	0	0	0	0	0
	Totals	\$95,270,341	\$1,200,841	\$0	\$96,471,182	\$27,539,145	\$68,932,037

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 (Water)
12/31/16

Depreciation Expense for the Current Year (Water)								
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
301	Organization	\$0	\$0	\$0	\$0	\$0	0.00%	\$0
302	Franchises	0	0	0	0	0	0.00%	0
303	Land and Land Rights	474,452	0	0	474,452	474,452	0.00%	0
304	Structures and Improvements	5,190,323	0	0	5,190,323	0	3.33%	172,838
305	Collecting & Improving Reservoirs	0	0	0	0	0	0.00%	0
306	Lake, River, Canal Intakes	0	0	0	0	0	0.00%	0
307	Wells and Springs	4,864,133	103,650	0	4,967,783	0	3.33%	163,701
308	Infiltration Galleries	0	0	0	0	0	0.00%	0
309	Supply Mains	0	0	0	0	0	0.00%	0
310	Power Generation Equipment	483,568	70	0	483,638	0	5.00%	24,180
311	Pumping Equipment	3,106,155	92,243	0	3,198,398	0	12.50%	394,035
320	Water Treatment Equipment	0	0	0	0	0	-	0
320.1	Water Treatment Plants	998,115	0	0	998,115	0	3.33%	33,237
320.2	Solution Chemical Feeders	11,595	0	0	11,595	0	3.33%	386
320.3	Point-of-Use Treatment Devices	7,915,271	0	0	7,915,271	0	2.22%	175,719
330	Distribution Reservoirs and Standpipes	0	0	0	0	0	-	0
330.1	Storage Tanks	0	0	0	0	0	0.00%	0
330.2	Pressure Tanks	0	0	0	0	0	0.00%	0
331	Transmission and Distribution Mains	55,229,794	418,906	0	55,648,700	0	2.00%	1,108,785
333	Services	3,264,866	0	0	3,264,866	0	3.33%	108,720
334	Meters and Meter Installations	8,230,235	239,792	0	8,470,027	0	8.33%	695,566
335	Hydrants	5,173,048	335,488	0	5,508,536	0	2.00%	106,816
336	Backflow Prevention Devices	0	0	0	0	0	0.00%	0
339	Other Plant and Misc. Equipment	0	0	0	0	0	0.00%	0
340	Office Furniture and Equipment	1,027	10,692	0	11,719	0	6.67%	425
340.1	Computer & Software	0	0	0	0	0	0.00%	0
341	Transportation Equipment	63,245	0	0	63,245	0	20.00%	12,649
342	Stores Equipment	0	0	0	0	0	0.00%	0
343	Tools, Shop and Garage Equipment	46,433	0	0	46,433	0	5.00%	2,322
344	Laboratory Equipment	0	0	0	0	0	0.00%	0
345	Power Operated Equipment	0	0	0	0	0	0.00%	0
346	Communication Equipment	218,081	0	0	218,081	0	10.00%	21,808
347	Miscellaneous Equipment	0	0	0	0	0	0.00%	0
348	Other Tangible Plant	0	0	0	0	0	0.00%	0
	Subtotal	\$95,270,341	\$1,200,841	\$0	\$96,471,182	\$474,452		\$3,021,187

Contribution(s) in Aid of Construction (Gross)	\$36,436,197
Less: Non Amortizable Contribution(s)	0
Fully Amortized Contribution(s)	8,580,202
Amortizable Contribution(s)	\$27,855,995
Times: Proposed Amortization Rate	3.15%
Amortization of CIAC	876677.4029
Less: Amortization of CIAC	876677.4029
DEPRECIATION EXPENSE	\$2,144,509

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
Water Utility
Scottsdale, Arizona

Management is responsible for the accompanying financial statements of Johnson Utilities, LLC, Water 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		\$4,967,646	\$6,897,197
134	Working Funds		0	0
135	Temporary Cash Investments		0	0
141	Customer Accounts Receivable		1,070,170	1,234,113
146	Notes Receivable from Associated Companies		4,119	36
151	Plant Material and Supplies		66,805	88,578
162	Prepayments		3,430,560	4,889,879
174	Miscellaneous Current and Accrued Assets		282,405	24,978
	Total Current and Accrued Assets		\$9,821,705	\$13,134,781
Account No.	Fixed Assets			
101	Utility Plant in Service*		\$95,270,341	\$96,471,182
103	Property Held for Future Use		1,284,561	1,284,561
105	Construction Work in Progress		829,868	671,287
108	Accumulated Depreciation (enter as negative)*		(24,517,958)	(27,539,145)
121	Non-Utility Property		0	0
122	Accumulated Depreciation - Non Utility		0	0
	Total Fixed Assets		\$72,866,812	\$70,887,885
	Total Assets		\$82,688,517	\$84,022,666

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 AR3 UPIS Page 3

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		\$959,047	\$611,745
232	Notes Payable (Current Portion)		0	0
234	Notes Payable to Associated Companies		0	0
235	Customer Deposits		523,548	500,948
236	Accrued Taxes		3,692,294	6,133,968
237	Accrued Interest		0	0
242	Miscellaneous Current and Accrued Liabilities		1,425	0
	Total Current Liabilities		\$5,176,314	\$7,246,661
	Long Term Debt			
224	Long Term Debt (Notes and Bonds)		\$234,000	\$234,000
	Deferred Credits			
251	Unamortized Premium on Debt		\$0	\$0
252	Advances in Aid of Construction		45,139,496	45,379,455
255	Accumulated Deferred Investment Tax Credits		0	0
271	Contributions in Aid of Construction		35,674,562	36,436,197
272	Less: Amortization of Contributions		(8,580,202)	(9,456,879)
281	Accumulated Deferred Income Tax		0	0
	Total Deferred Credits		\$72,233,856	\$72,358,773
	Total Liabilities		\$77,644,170	\$79,839,434
	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)		5,044,347	4,183,232
	Total Capital		\$5,044,347	\$4,183,232
	Total Liabilities and Capital		\$82,688,517	\$84,022,666

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
Water Comparative Income Statement
12/31/16

Water 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		
461	Metered Water Revenue	\$11,273,515	\$10,598,867
460	Unmetered Water Revenue	0	0
462	Fire Protection Revenue	0	0
469	Guaranteed Revenues (Surcharges)	0	0
471	Miscellaneous Service Revenues	0	0
474	Other Water Revenue	432,687	334,232
	Total Revenues	\$11,706,202	\$10,933,099
	Operating Expenses		
601	Salaries and Wages	\$78,000	\$78,000
604	Employee Pensions and Benefits	0	0
610	Purchased Water	24,933	4,467
615	Purchased Power	1,121,566	1,226,030
618	Chemicals	28,235	57,460
620	Materials and Supplies	140,900	98,824
620.1	Repairs and Maintenance	225,919	460,489
620.2	Office Supplies and Expense	87,430	27,446
630	Contractual Services	0	0
631	Contractual Services -Engineering	28,581	72,969
632	Contractual Services - Accounting	38,812	25,433
633	Contractual Services - Legal	168,499	175,281
634	Contractual Services - Management Fees	6,924,063	6,729,118
635	Contractual Services - Water Testing	55,035	128,305
636	Contractual Services - Other	51,465	79,889
635	Water Testing	0	0
640	Rents	0	0
641	Rental of Building/Real Property	127,261	101,315
642	Rental of Equipment	52	140
650	Transportation Expenses	2,881	2,944
657	Insurance - General Liability	55,470	49,656
657.1	Insurance - Health and Life	0	0
665	Regulatory Commission Expense - Rate	0	0
675	Miscellaneous Expense	179,798	148,234
403	Depreciation Expense (From Schedule AR4)	2,144,509	1,975,855
408	Taxes Other Than Income	4,270	3,994
408.11	Property Taxes	544,313	585,908
409	Income Taxes	0	0
	Total Operating Expenses	\$12,031,992	\$12,031,757
	Operating Income / (Loss)	(\$325,790)	(\$1,098,658)
	Other Income / (Expense)		
419	Interest and Dividend Income	\$41,073	\$43,435
421	Non-Utility Income	8,620	19,139
426	Miscellaneous Non-Utility (Expense)	0	(8,044)
427	Interest (Expense)	(49,086)	(44,603)
	Total Other Income / (Expense)	\$607	\$9,927
	Net Income / (Loss)	(\$325,183)	(\$1,088,731)

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.

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	\$234,000	NONE	NONE	NONE
Amount Outstanding	\$234,000	NONE	NONE	NONE
Date of Maturity	DEMAND	NONE	NONE	NONE
Interest Rate	10.00%	NONE	NONE	NONE
Current Year Interest	\$23,400	NONE	NONE	NONE
Current Year Principal	\$0	NONE	NONE	NONE

Meter Deposit Balance at Test Year End:	\$2,284,726
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Meter Deposits Refunded During the Test Year:	\$650,602
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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
 Water Utility Plant Description
 12/31/16

Water Utility Plant Description
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Name of the System:	Phoenix AMA
ADEQ Public Water System Number:	11-128

WELLS								
ADWR ID No *	Pump Horsepower	Pump Yield (gpm)	Casing Depth (feet)	Casing Diameter (inches)	Pump Motor Type **	Meter Size (inches)	Year Drilled	Arsenic Level (mg/L)
SEE ATTACHED								

OTHER WATER SOURCES		
Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
SEE ATTACHED		

BOOSTER PUMPS		
Horsepower	GPM	Quantity
SEE ATTACHED		

FIRE HYDRANTS	
Type	Quantity
Standard ***	SEE
Other	ATTACHED

STORAGE TANKS		
Capacity	Material	Quantity
SEE ATTACHED		

PRESSURE/BLADDER TANKS	
Capacity	Quantity
SEE ATTACHED	

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.

* Arizona Department of Water Resources ("ADWR") well identification number. For example 55-XXXXXX.

** Pump motor type, turbine or submersible.

*** A standard fire hydrant has two 2.5 inch hose connection nozzles with 7.5 threads per inch, and one 4.5 inch pumper connection nozzle with 4 threads per inch.

Annual Report

Water Utility Plant Description (Continued)

12/31/16

Water Utility Plant Description (Continued)				
MAINS			CUSTOMER METERS	
Sizes (inches)	Material	Length (feet)	Size (inches)	Quantity
2			5/8 X 3/4	0
3	SEE ATTACH		3/4	21,454
4			1	571
5			1 1/2	152
6			Compound 2	163
8			Turbine 2	0
10			Compound 3	277
12			Turbine 3	0
			Compound 4	9
			Turbine 5	0
			Compound 6	77
			Turbine 6	0
			6+	2

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

TREATMENT EQUIPMENT:	RO System, Chlorine Systems
-----------------------------	-----------------------------

STRUCTURES:	Fences, Gates
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OTHER:	SCADA
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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
 Water Utility Plant Description
 12/31/16

Water Utility Plant Description

Name of the System: Pinal AMA
 ADEQ Public Water System Number: 11-136

WELLS								
ADWR ID No *	Pump Horsepower	Pump Yield (gpm)	Casing Depth (feet)	Casing Diameter (inches)	Pump Motor Type **	Meter Size (inches)	Year Drilled	Arsenic Level (mg/L)
SEE ATTACHED								

OTHER WATER SOURCES		
Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
SEE ATTACHED		

BOOSTER PUMPS		
Horsepower	GPM	Quantity
SEE ATTACHED		

FIRE HYDRANTS	
Type	Quantity
Standard ***	SEE
Other	ATTACHED

STORAGE TANKS		
Capacity	Material	Quantity
SEE ATTACHED		

PRESSURE/BLADDER TANKS	
Capacity	Quantity
SEE ATTACHED	

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.

* Arizona Department of Water Resources ("ADWR") well identification number. For example 55-XXXXXX.

** Pump motor type, turbine or submersible.

*** A standard fire hydrant has two 2.5 inch hose connection nozzles with 7.5 threads per inch, and one 4.5 inch pumper connection nozzle with 4 threads per inch.

Annual Report
 Water Utility Plant Description (Continued)
 12/31/16

Water Utility Plant Description (Continued)				
MAINS			CUSTOMER METERS	
Sizes (inches)	Material	Length (feet)	Size (inches)	Quantity
2			5/8 X 3/4	0
3	SEE ATTACH		3/4	2,626
4			1	28
5			1 1/2	29
6			Compound 2	35
8			Turbine 2	0
10			Compound 3	12
12			Turbine 3	0
			Compound 4	1
			Turbine 5	0
			Compound 6	2
			Turbine 6	0
			6+	0

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

TREATMENT EQUIPMENT:	Chlorine Systems
-----------------------------	------------------

STRUCTURES:	Fences, Gates
--------------------	---------------

OTHER:	SCADA
---------------	-------

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. Copy and paste this sheet as many times as is necessary.

JOHNSON UTILITIES, LLC
PLANT INVENTORY
WATER WELLS - System 11-128

Item	Name	ADWR #	In-Service	Lot Size	Tax Parcel	Decided to JUC?	Address	City, State, Zip	Well Depth	Casing Size	Casing Depth	Pump HP	Pump GPM
1	Johnson Ranch 2 *	55-615284	No	0.005		Yes	101 E. Lockline Ave	San Tan Valley, AZ 85143				not in use	
2	Johnson Ranch 3 *	55-627105	Yes	0.1	210-21-004B1	Yes	2041 E. Bella Vista Rd	San Tan Valley, AZ 85143	800	8	760	100	500
3	Johnson Ranch 4	55-538445	Yes	0.054	210-20-004	Yes	2029 E. Bella Vista Rd	San Tan Valley, AZ 85143	900	10	665	120	600
4	Johnson Ranch 5	55-559843	Yes	0.055	210-20-005	Yes	2035 E. Bella Vista Rd	San Tan Valley, AZ 85143	1110	20	116	200	900
5	Johnson Ranch 7 *	55-563985	Yes	0.1	210-20-001H	Yes	1038 E. Hunt Highway	San Tan Valley, AZ 85143	460	10	460	30	200
6	Oasis 1	55-582085	Yes			Yes	23781 N High Dunes Dr	Florence, AZ 85132	520	10	520	30	130
7	Oasis 2	55-585088	Yes			Yes	6182 E. Hunt Highway	Florence, AZ 85232	520	10	520	30	200
8	Oasis 3	55-582087	Yes			Yes	6238 E. Hunt Highway	Florence, AZ 85232	815	8	380	1	5
9	Sec 11 WWP Mon Well *	55-564304	Yes		200-24-091	Yes	Heritage road	Florence, AZ 85232					35
10	Edwards Road 2	55-586189	Yes		210-28-018	Yes	27931 N. Edwards Road	San Tan Valley, AZ 85143	1125	10	1125	50	360
11	Ricke 1	55-570372	Yes		210-36-002D	Yes	11622 E. Bella Vista Road	San Tan Valley, AZ 85143	920	8	578	75	360
12	Ricke 3	55-594071	YES		210-36-002A5	Yes	11196 E. Bella Vista Road	San Tan Valley, AZ 85143	840	10	175	60	1500
13	Wild Horse 1	55-571198	Yes		200-74-085	Yes	10075 Pinto Pony	Florence, AZ 85232	995	16	995	not in use	1000
14	Skyline 1	55-621462	Yes		509-02-028D6	Yes	2000 W. Hunt Highway	San Tan Valley, AZ 85143	720	10	3/4	not in use	700
15	Circle Cross 1	55-599026	Yes		210-07-001H2	Yes	35961 N. Charbray Drive	San Tan Valley, AZ 85143	800	12	3/4	not in use	750
16	San Tan Number 1	55-626147	Yes	0.100		Yes	32595 N. Village Lane	San Tan Valley, AZ 85143	800	10	800	200	1100
17	San Tan Number 2	55-598836	Yes	0.100		Yes	33589 N. Village Lane	San Tan Valley, AZ 85143	700	10	3/4	200	1000
18	Morning Sun Farms Well 1	55-201429	yes	0.36	509-02-002L	Yes	1694 W. Skyline Dr.	San Tan Valley, AZ 85143	800	12	3/4	200	1000
19	Morning Sun Farms Well 2	55-211012	yes		509-03-002H	Yes	3685 E. Bella Vista Road	San Tan Valley, AZ 85143	950	12	3/4	250	1000
20	Hardison Well No 1	55-209384	yes		210-21-002D	yes	E. Bella Vista Road	San Tan Valley, AZ 85143	860	12	3/4	200	1000
21	Magma well No. 1	55-215458	No		210-40-019C	yes	11196 E. Bella Vista Road	San Tan Valley, AZ 85143	950	12	3/4	200	1000
22	Magma Well No 2	55-212850	No		210-40-019C	yes	14650 E. Bella Vista Road	San Tan Valley, AZ 85242	860	12	3/4	200	1000
23	Silverado Well No. 1	55-212859	No	0.63	210-34-022C	yes	E. Bella Vista Road	San Tan Valley, AZ 85143	940	12	3/4	200	1000
24	Bella Vista Well No. 1	55-219579	No	0.94	210-23-001J	Yes	38539 N. Gaunzel Road	Queen Creek, AZ 85242					
25	Pecan WRP Monitor Well *	55-599386	Yes	2.9	104-22-008D	Yes	2603 W. Hunt Highway	San Tan Valley, AZ 85143	340	4	1/2	N/A	N/A
26	San Tan WRP Monitor Well *	55-214303	Yes	3.72	509-02-062D3	Yes	31895 N. Attaway Rd	San Tan Valley, AZ 86143	1200	20	1200	450	650
27	Pecan WRP Monitor Well 2	55-221377	yes			yes							
28	Attaway Well, Section 13	5-603380	No		210-12-001D	yes							

* - Not used for Domestic

JOHNSON UTILITIES, LLC
PLANT INVENTORY
WATER PLANTS - System 11-128

Plant	Site #	Size AC	Parcel	ADDRESS	City, State, ZIP	Tank	Pneumatic Tank	Osmosis	Number	HORSE POWER	Decided to JU
Johnson Ranch Water Plant	No	2.13	210-20-001J	968 E. Hunt Highway	San Tan Valley, AZ, 85143	500,000	5,000	240gpm	1	40	Yes
RO system			210-20-001J	968 E. Hunt Highway	San Tan Valley, AZ, 85143	1,000,000			2	75	Yes
Oasis Water Plant	No			6475 E. Hunt Highway	Florence, AZ 85232	500,000	5,000		2	40	Yes
Wild Horse Water Plant	WH # 1	0.53	200-74-085	10075 Pinto Pony	Florence, AZ 85232	50,000	5,000		2	10	Yes
Edward Road Water Plant	ER # 1	0.92	210-28-18	27931 N. Edwards Road	San Tan Valley, AZ, 85143	50,000	5,000		2	10	Yes
Riecke Water Plant	Riecke # 1	0.92	210-36-002D	11622 E. Bella vista Rd	San Tan Valley, AZ, 85143	50,000	5,000		2	10	Yes
CAP Pump Station No. 1		0.015		833 E. Bella Vista Road	San Tan Valley, AZ, 85143	500,000			1	30	Yes
CAP Pump Station No. 2		0.01		1036 E. Hunt Highway	San Tan Valley, AZ, 85143	-			1	30	Yes
San Tan Water Storage	SL 1	0.23	509-02-057B4	32036 N. Gary Road	San Tan Valley, AZ, 85143	1,000,000			1		Yes
Circle Cross Water Plant	CC1	0.52	210-07-001H2	35961 N. Charbray Drive	San Tan Valley, AZ, 85143	500,000	5,000		2	40	Yes
Morning Sun Farms W. P.	MSF 1	0.63	509-94-922	1624 W. Skyline Drive	San Tan Valley, AZ, 85143	1,000,000	10,000		3	50	Yes
Silverado Water plant	SRWP 1	0.63	210-34-022C	14650 E. Skyline Road	San Tan Valley, AZ, 85143	1,000,000			2	75	Yes
Bella Vista Water Plant	BV 1	0.94	210-23-001J	29591 N. Sierra Vista Road	San Tan Valley, AZ, 85143	1,000,000	10,000		2	50	Yes
Total						7,250,000	40,000		28		

JOHNSON UTILITIES, LLC-ANTHEM @ MERRILL RANCH
PLANT INVENTORY
WATER WELLS - SYSTEM 11-136

Item	Name	ADWR #	ADDRESS	In-Service	Lot Size	Tax Parcel	COMMENT	Well Depth	Casing Size	Casing Depth	Pump HP	Pump GPM	Decded to JUC?
1	Rancho Sendero No. 1	55-569177	7124 - I E Hunt Hwy, Florence, AZ 85232	Yes	100x100	211-02-004B		1000	10	280	50	600	Yes
2	Rancho Sendero No. 2	55-583151	7124-2 E. Hunt Hwy, Florence, AZ 85232	Yes	200X200	211-02-006		400	8	380	50	300	Yes
3	Anthem No. 1	55-211602	4050 W. Spirit Way, Florence, AZ 85232	Yes	Drilled not equipped	104-22-008M		950	16	740	200	1429	Yes
4	Anthem No. 2	55-216839	6100 E. Merrill Ranch Pkwy, Florence, AZ 85232	no	Drilled	211-01-008			17	40	0	0	Yes
5	Anthem No.3	55-212514	6800 E. American Way, Florence, AZ 85232	Yes	Drilled	211-01-003		600	16	600	0	0	yes
6	Anthem No. 4	55-212512	5443 W Victory Way	no	Drilled not equipped	211-01-004	hydrologic well	950	16	740	0	0	yes
7													
8													
9													
10													
11													
12													
13													
14													
15													

Annual Report
 Water Use Data Sheet
 12/31/16

Water Use Data Sheet					
Name of the System:		Phoenix AMA			
ADEQ Public Water System Number:		11-128			
Month	Number of Customers	Gallons Sold (thousands) ¹	Gallons Pumped (thousands) ²	Gallons Purchased (thousands) ³	Estimated Gallons Authorized Use (thousands) ⁴
January	22,183	139,767	149,051	0	0
February	22,262	147,187	166,218	0	0
March	22,319	185,266	225,380	0	0
April	22,374	195,487	239,308	0	0
May	22,435	235,486	255,589	0	0
June	22,504	233,856	294,093	0	0
July	22,536	278,326	305,011	0	0
August	22,574	219,208	283,858	0	0
September	22,910	237,563	285,882	0	0
October	22,634	246,971	236,722	0	0
November	22,657	194,751	213,960	0	0
December	22,705	181,485	145,717	0	0
	Totals	2,495,353	2,800,789	0	0

If the system has fire hydrants, what is the fire flow requirements? GPM for hrs.

Does the system have chlorination treatment?

Is the Water Utility located in an ADWR Active Management Area (AMA)?
 If yes, which AMA?

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?
 If yes, provide the GPCPD amount:

If applicable, in the space below please provide a description for all un-metered water use along with amounts:

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.

- 1 Gallons sold - Total gallons from customer meters.
- 2 Gallons pumped - Total gallons from pumped sources.
- 3 Gallons purchased - Total gallons purchased from other sources.
- 4 Estimated gallons authorized use - Total estimated gallons from authorized metered or unmetered use. Authorized use such as flushing (mains, services and hydrants) draining/cleaning tanks, process, construction, fire fighting, etc.

Annual Report
 Water Use Data Sheet
 12/31/16

Water Use Data Sheet					
Name of the System:		Pinal AMA			
ADEQ Public Water System Number:		11-136			
Month	Number of Customers	Gallons Sold (thousands) ¹	Gallons Pumped (thousands) ²	Gallons Purchased (thousands) ³	Estimated Gallons Authorized Use (thousands) ⁴
January	2,554	17,576	18,942	0	0
February	2,567	22,731	23,676	0	0
March	2,587	26,834	29,866	0	0
April	2,601	26,199	30,401	0	0
May	2,615	31,437	31,597	0	0
June	2,618	34,058	38,178	0	0
July	2,655	42,761	43,199	0	0
August	2,667	26,882	35,399	0	0
September	2,678	27,661	28,458	0	0
October	2,680	38,805	38,804	0	0
November	2,685	24,217	23,976	0	0
December	2,723	20,276	15,483	0	0
	Totals	339,437	357,979	0	0

If the system has fire hydrants, what is the fire flow requirements? GPM for hrs.

Does the system have chlorination treatment?

Is the Water Utility located in an ADWR Active Management Area (AMA)?
 If yes, which AMA?

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?
 If yes, provide the GPCPD amount:

If applicable, in the space below please provide a description for all un-metered water use along with amounts:
 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.

- 1 Gallons sold - Total gallons from customer meters.
- 2 Gallons pumped - Total gallons from pumped sources.
- 3 Gallons purchased - Total gallons purchased from other sources.
- 4 Estimated gallons authorized use - Total estimated gallons from authorized metered or unmetered use. Authorized use such as flushing (mains, services and hydrants) draining/cleaning tanks, process, construction, fire fighting, etc.

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

Annual Report
Utility Shutoffs / Disconnects
12/31/16

ADEQ System No. :	11-128
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Utility Shutoffs / Disconnects			
Month	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	Other
January	0	405	0
February	0	581	0
March	0	448	0
April	0	330	0
May	0	522	0
June	0	456	0
July	0	565	0
August	0	703	0
September	0	490	0
October	0	697	0
November	0	320	0
December	0	433	0
Total	0	5,950	0

Other (description):

--

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
Utility Shutoffs / Disconnects
12/31/16

ADEQ System No. :	11-136
-------------------	--------

Utility Shutoffs / Disconnects			
Month	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	Other
January	0	18	0
February	0	22	0
March	0	11	0
April	0	9	0
May	0	24	0
June	0	27	0
July	0	28	0
August	0	51	0
September	0	26	0
October	0	10	0
November	0	11	0
December	0	28	0
Total	0	265	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
Utility Shutoffs / Disconnects
12/31/16

ADEQ System No. : 11-136

Utility Shutoffs / Disconnects			
Month	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	Other
January		18	
February		22	
March		11	
April		9	
May		24	
June		27	
July		28	
August		51	
September		26	
October		10	
November		11	
December		28	
Total	0	265	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.

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	\$559,812

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.

Johnson Utilities L.L.C. DBA Johnson Utilities Company
Annual Report
Verification and Statement (Taxes)
12/31/16

RECEIVED

MAY 11 2017

ARIZONA CORP COMMISSION
UTILITIES DIVISION - DIRECTOR'S OFFICE

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.

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)



(signature of notary public)

RECEIVED

MAY 11 2017

ARIZONA CORP COMMISSION
UTILITIES DIVISION -- DIRECTOR'S OFFICE

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:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$12,522,289

(The amount in the box above includes

\$816,087 in sales taxes

billed or collected)



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)

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 S 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 (\$)

\$9,592,245

(The amount in the box above includes

\$628,387 in sales taxes

billed or collected)

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

MARICOPA
(county name)

THIS

10th

DAY OF

MAY

(month) and (year)

MY COMMISSION EXPIRES

8-5-18

(date)



Christine A Belcastro

(signature of notary public)