

**ARIZONA CORPORATION COMMISSION**  
**UTILITIES DIVISION**

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

**W-02393A**

Chaparral Water Company  
2601 W. Dunlap, Ste. 10  
Phoenix, AZ 85021

RECEIVED

APR 15 2013

ACC UTILITIES DIRECTOR

**ANNUAL REPORT**  
**Water**

**FOR YEAR ENDING**

<b>12</b>	<b>31</b>	<b>2012</b>
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FOR COMMISSION USE

<b>ANN 04</b>	<b>12</b>
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4-17-13

**COMPANY INFORMATION**

Company Name (Business Name) <u>CHAPARRAL WATER COMPANY</u>		
Mailing Address <u>2601 W. DUNLAP AVE #10</u>		
<u>PHOENIX</u> (City)	<u>AZ</u> (State)	<u>85021</u> (Zip)
<u>(602) 395-2600</u> Telephone No. (Include Area Code)	<u>(602) 395-2677</u> Fax No. (Include Area Code)	 Cell No. (Include Area Code)
Email Address <u>ERIC@CAROLACO.COM</u>		
Local Office Mailing Address <u>SAME AS ABOVE</u>		
 (City)	 (State)	 (Zip)
 Local Office Telephone No. (Include Area Code)	 Fax No. (Include Area Code)	 Cell No. (Include Area Code)
Email Address _____		

**MANAGEMENT INFORMATION**

<input checked="" type="checkbox"/> Regulatory Contact: <u>ERIC S. YOUNG</u>		
<input checked="" type="checkbox"/> Management Contact: <u>ERIC S. YOUNG</u>		<u>CFO</u>
<u>2601 W. DUNLAP AVE #10</u> (Street)	<u>PHOENIX</u> (City)	<u>AZ</u> (State)
<u>(602) 395-2600</u> Telephone No. (Include Area Code)	<u>(602) 395-2677</u> Fax No. (Include Area Code)	<u>85021</u> (Zip)
Cell No. (Include Area Code)		
Email Address _____		
On Site Manager: <u>CHRISTOPHER CORNETT</u>		
<u>18011 W. HAPPY VALLEY</u> (Street)	<u>WITMAN</u> (City)	<u>AZ</u> (State)
<u>(480) 226-4042</u> Telephone No. (Include Area Code)	 Fax No. (Include Area Code)	<u>85361</u> (Zip)
Cell No. (Include Area Code)		
Email Address _____		

Statutory Agent: ERIC S. YOUNG  
(Name)

2601 W. DUNLAP AVE #10 PHOENIX AZ 85021  
(Street) (City) (State) (Zip)

(602) 395-2600 (602) 395-2677 \_\_\_\_\_  
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Attorney: WILLIAM LALLY  
(Name)

2525 E. CAMELBACK RD PHOENIX AZ 85016  
(Street) (City) (State) (Zip)

(602) 255-6000 \_\_\_\_\_  
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address \_\_\_\_\_

**OWNERSHIP INFORMATION**

Check the following box that applies to your company:

- |   |  |
|---|--|
| <input type="checkbox"/> Sole Proprietor (S)    | <input checked="" type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P)        | <input type="checkbox"/> Subchapter S Corporation (Z)                                |
| <input type="checkbox"/> Bankruptcy (B)         | <input type="checkbox"/> Association/Co-op (A)                                       |
| <input type="checkbox"/> Receivership (R)       | <input type="checkbox"/> Limited Liability Company                                   |
| <input type="checkbox"/> Other (Describe) _____ |  |

**COUNTIES SERVED**

Check the box below for the county/ies in which you are certificated to provide service:

- |                                     |  |                                   |
|-------------------------------------|--|-----------------------------------|
| <input type="checkbox"/> APACHE     | <input type="checkbox"/> COCHISE             | <input type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA       | <input type="checkbox"/> GRAHAM              | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ     | <input checked="" type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE   |
| <input type="checkbox"/> NAVAJO     | <input type="checkbox"/> PIMA                | <input type="checkbox"/> PINAL    |
| <input type="checkbox"/> SANTA CRUZ | <input type="checkbox"/> YAVAPAI             | <input type="checkbox"/> YUMA     |
| <input type="checkbox"/> STATEWIDE  |  |                                   |

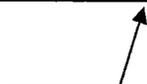
COMPANY NAME

CHARARRAL WATER COMPANY

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights	10,923		10,923
304	Structures and Improvements			
307	Wells and Springs	142,460	131,294	11,166
311	Pumping Equipment	79,834	55,585	24,249
320	Water Treatment Equipment	16,380	16,380	
330	Distribution Reservoirs and Standpipes	224,523	224,523	
331	Transmission and Distribution Mains			
333	Services			
334	Meters and Meter Installations	9978	9073	905
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	12,545	12,219	326
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant	1615	1615	
	<b>TOTALS</b>	<b>498,258</b>	<b>450,689</b>	<b>47,569</b>

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



COMPANY NAME *CHAPARRAL WATER COMPANY*

**CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR**

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights	10,923		
304	Structures and Improvements			
307	Wells and Springs	142,460	2.678%	3815
311	Pumping Equipment	79,834	3.60%	2874
320	Water Treatment Equipment	16,380		
330	Distribution Reservoirs and Standpipes	224,523		
331	Transmission and Distribution Mains			
333	Services			
334	Meters and Meter Installations	9978	1.71%	171
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment	12,545	.75%	94
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant	1615		
	<b>TOTALS</b>	<b>498,258</b>	<b>1.396%</b>	<b>6954</b>

This amount goes on the Comparative Statement of Income and Expense Acct. No. 403.

COMPANY NAME

CHARRAL WATER COMPANY

**BALANCE SHEET**

Acct No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash	\$ 48,302	\$ 2,134
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	14,049	13,830
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	\$ 64,351	\$ 15,964
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service	\$ 512,017	\$ 498,258
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	(479,891)	(450,689)
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	<b>TOTAL FIXED ASSETS</b>	\$ 37,126	\$ 47,569
	<b>TOTAL ASSETS</b>	\$ 101,476	\$ 63,533

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

COMPANY NAME *CHAPARRAL WATER COMPANY*

**BALANCE SHEET (CONTINUED)**

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
<b>LIABILITIES</b>			
<b>CURRENT LIABILITES</b>			
231	Accounts Payable	\$ 1350	\$ 2713
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	10,534	9230
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities	8132	7335
	<b>TOTAL CURRENT LIABILITIES</b>	\$ 20,016	\$ 19,278
<b>LONG-TERM DEBT (Over 12 Months)</b>			
224	Long-Term Notes and Bonds	\$	\$
<b>DEFERRED CREDITS</b>			
251	Unamortized Premium on Debt	\$	\$
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		
	<b>TOTAL DEFERRED CREDITS</b>	\$	\$
	<b>TOTAL LIABILITIES</b>	\$	\$
<b>CAPITAL ACCOUNTS</b>			
201	Common Stock Issued	\$ 54,750	\$ 54,750
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	26,710	<10,495>
218	Proprietary Capital (Sole Props and Partnerships)		
	<b>TOTAL CAPITAL</b>	\$ 81,460	\$ 44,255
	<b>TOTAL LIABILITIES AND CAPITAL</b>	\$ 101,476	\$ 63,533

COMPANY NAME *CHAPARRAL WATER COMPANY*

**COMPARATIVE STATEMENT OF INCOME AND EXPENSE**

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 152,228	\$ 136,637
460	Unmetered Water Revenue		
474	Other Water Revenues	3,255	2,750
	<b>TOTAL REVENUES</b>	\$ 155,483	\$ 139,395
	<b>OPERATING EXPENSES</b>		
601	Salaries and Wages	\$	\$
610	Purchased Water		6,746
615	Purchased Power	22,157	24,371
618	Chemicals		
620	Repairs and Maintenance	14,796	16,911
621	Office Supplies and Expense	7,895	11,091
630	Outside Services	73,326	68,950
635	Water Testing		
641	Rents		
650	Transportation Expenses		
657	Insurance - General Liability	1,203	2,197
659	Insurance - Health and Life		
666	Regulatory Commission Expense - Rate Case		
675	Miscellaneous Expense		
403	Depreciation Expense	8,007	6,954
408	Taxes Other Than Income		
408.11	Property Taxes	14,799	13,293
409	Income Tax		
	<b>TOTAL OPERATING EXPENSES</b>	\$ 142,243	\$ 150,513
	<b>OPERATING INCOME/(LOSS)</b>	\$ 13,240	\$ (11,118)
	<b>OTHER INCOME/(EXPENSE)</b>		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses	(411)	(1,087)
427	Interest Expense		
	<b>TOTAL OTHER INCOME/(EXPENSE)</b>	\$ (411)	\$ (1,087)
	<b>NET INCOME/(LOSS)</b>	\$ 12,829	\$ (12,205)



COMPANY NAME	<i>CHAPARRAL WATER COMPANY</i>		
Name of System:	ADEQ Public Water System Number: <i>W-02393A</i>		

**WATER COMPANY PLANT DESCRIPTION**

**WELLS**

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
<i>55-619-218</i>	<i>15</i>	<i>90</i>		<i>8</i>	<i>3</i>	
<i>55-619-219</i>	<i>15</i>	<i>50</i>		<i>8</i>	<i>3</i>	
<i>55-561-9217</i>	<i>15</i>	<i>90</i>		<i>8</i>	<i>3</i>	
<i>55-558-536</i>	<i>25</i>	<i>140</i>		<i>12</i>	<i>3</i>	

\* Arizona Department of Water Resources Identification Number

**OTHER WATER SOURCES**

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
<i>5</i>	<i>1</i>		
<i>10</i>	<i>5</i>		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
<i>165,000</i>	<i>1</i>		
<i>15,000</i>	<i>1</i>	<i>5000</i>	<i>1</i>
<i>35,000</i>	<i>2</i>	<i>3000</i>	<i>1</i>
<i>10,000</i>	<i>2</i>	<i>10,000</i>	<i>1</i>

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

COMPANY NAME *CHARARRAL WATER COMPANY*

Name of System: \_\_\_\_\_ ADEQ Public Water System Number: *W-02393A*

**WATER COMPANY PLANT DESCRIPTION (CONTINUED)**

**MAINS**

Size (in inches)	Material	Length (in feet)
2		
3		
4	<i>PVC</i>	<i>1800</i>
5		
6	<i>PVC</i>	<i>4800</i>
8		
10		
12		

**CUSTOMER METERS**

Size (in inches)	Quantity
<i>5/8 X 3/4</i>	<i>324</i>
<i>3/4</i>	
<i>1</i>	<i>2</i>
<i>1 1/2</i>	<i>1</i>
<i>2</i>	
<i>Comp. 3</i>	
<i>Turbo 3</i>	
<i>Comp. 4</i>	
<i>Turbo 4</i>	
<i>Comp. 6</i>	
<i>Turbo 6</i>	

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

TREATMENT EQUIPMENT: *CHLORINATING EQUIPMENT WELL SITE: 1, 2, 3*

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

STRUCTURES: *8' X 12' METAL STORAGE SHED*

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

OTHER:

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

\_\_\_\_\_

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

COMPANY NAME: Chaparral Water Company	
Name of System:	ADEQ Public Water System Number: W-02393A

**WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2012**

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	308	2,195	6,776	
FEBRUARY	311	2,370	2,878	
MARCH	310	2,687	2,929	
APRIL	306	3,993	4,243	
MAY	307	2,633	3,067	
JUNE	306	4,620	5,797	
JULY	309	4,346	5,068	
AUGUST	309	4,225	5,079	
SEPTEMBER	306	4,148	5,775	80
OCTOBER	304	2,710	7,205	
NOVEMBER	301	2,752	3,096	
DECEMBER	301	2,335	5,455	
<b>TOTALS →</b>		39,014	57,368	

What is the level of arsenic for each well on your system? <.005 mg/l  
*(If more than one well, please list each separately.)*

If system has fire hydrants, what is the fire flow requirement? \_\_\_\_\_ GPM for \_\_\_\_\_ hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?  
 Yes                       No

Is the Water Utility located in an ADWR Active Management Area (AMA)?  
 Yes                       No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?  
 Yes                       No

If yes, provide the GPCPD amount: \_\_\_\_\_

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

**COMPANY NAME:** Chaparral Water Company

**Name of System:** ADEQ Public Water System Number: W-02393A

**UTILITY SHUTOFFS / DISCONNECTS**

<b>MONTH</b>	<b>Termination without Notice R14-2-410.B</b>	<b>Termination with Notice R14-2-410.C</b>	<b>OTHER</b>
<b>JANUARY</b>		3	
<b>FEBRUARY</b>		2	
<b>MARCH</b>		4	
<b>APRIL</b>		4	
<b>MAY</b>			
<b>JUNE</b>			
<b>JULY</b>		6	
<b>AUGUST</b>		2	
<b>SEPTEMBER</b>		1	
<b>OCTOBER</b>			
<b>NOVEMBER</b>		4	
<b>DECEMBER</b>		2	
<b>TOTALS →</b>		28	

OTHER (description):

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COMPANY NAME CHAPARRAL WATER COMPANY YEAR ENDING 12/31/2012

PROPERTY TAXES 14,046.22

Amount of actual property taxes paid during Calendar Year 2012 was: \$ ~~7,356.48~~

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. \_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

VERIFICATION  
AND  
SWORN STATEMENT  
Taxes

RECEIVED

APR 15 2013

AZ CORP COMM  
Director - Utilities

VERIFICATION

STATE OF AZ  
I, THE UNDERSIGNED  
OF THE

COUNTY OF (COUNTY NAME)	<u>MAHICOPA</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>PRESIDENT</u>
COMPANY NAME	<u>CHABARRAL WATER COMPANY</u>

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

FOR THE YEAR ENDING

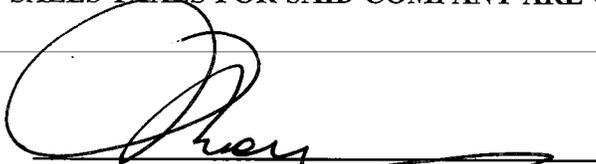
MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2012</u>

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 OR OFFICIAL  
(602) 395-2600  
TELEPHONE NUMBER

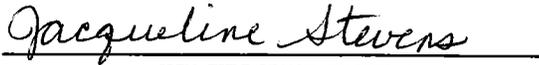
SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 11 DAY OF

COUNTY NAME	<u>MAHICOPA</u>	
MONTH	<u>APRIL</u>	<u>2013</u>

MY COMMISSION EXPIRES  
  
 OFFICIAL SEAL  
 JACQUELINE STEVENS  
 Notary Public - State of Arizona  
 MARICOPA COUNTY  
 My Commission Expires June 9, 2014

  
SIGNATURE OF NOTARY PUBLIC

COMPANY NAME CHAPARRAL WATER COMPANY YEAR ENDING 12/31/2012

**INCOME TAXES**

For this reporting period, provide the following: PAID BY PARENT COMPANY

Federal Taxable Income Reported \_\_\_\_\_  
Estimated or Actual Federal Tax Liability \_\_\_\_\_

State Taxable Income Reported \_\_\_\_\_  
Estimated or Actual State Tax Liability \_\_\_\_\_

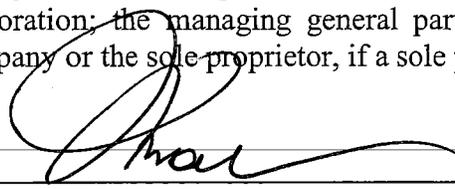
Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances \_\_\_\_\_  
Amount of Gross-Up Tax Collected \_\_\_\_\_  
Total Grossed-Up Contributions/Advances \_\_\_\_\_

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

**CERTIFICATION**

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

  
\_\_\_\_\_  
SIGNATURE

4/11/13  
\_\_\_\_\_  
DATE

MARVIN L. ROSE  
\_\_\_\_\_  
PRINTED NAME

PRESIDENT  
\_\_\_\_\_  
TITLE

**VERIFICATION  
AND  
SWORN STATEMENT  
Intrastate Revenues Only**

**RECEIVED**

**APR 15 2013**

AZ CORP COMM  
Director - Utilities

**VERIFICATION**

STATE OF AZ

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	<u>MARICOPA</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>PRESIDENT</u>
COMPANY NAME	<u>CHAPARRAL WATER COMPANY</u>

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

**FOR THE YEAR ENDING**

MONTH	DAY	YEAR
12	31	2012

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2012 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)
\$ <u>149,698.70</u>

(THE AMOUNT IN BOX ABOVE INCLUDES \$ 10,303.93 IN SALES TAXES BILLED, OR COLLECTED)

**\*\*REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

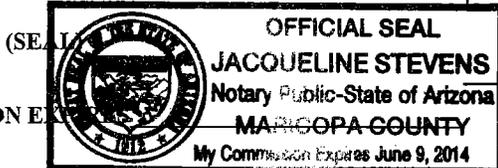
  
 \_\_\_\_\_  
 SIGNATURE OF OWNER OR OFFICIAL  
(602) 395-2600  
 \_\_\_\_\_  
 TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 11 DAY OF

COUNTY NAME	
<u>MARICOPA</u>	
MONTH	.20 <u>13</u>
<u>APRIL</u>	



Jacqueline Stevens  
 \_\_\_\_\_  
 SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES

**VERIFICATION  
AND  
SWORN STATEMENT  
RESIDENTIAL REVENUE  
Intrastate Revenues Only**

**RECEIVED**

**APR 15 2013**

AZ CORP COMM  
Director - Utilities

**VERIFICATION**

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <u>MARICOPA</u>	
NAME (OWNER OR OFFICIAL) <u>PRESIDENT</u>	TITLE
COMPANY NAME <u>CHAPARRAL WATER COMPANY</u>	

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FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2012

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

**SWORN STATEMENT**

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2012 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES  <u>\$ 148,098.37</u>
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THE AMOUNT IN BOX AT LEFT  
INCLUDES \$ 10,195.05  
IN SALES TAXES BILLED, OR COLLECTED)

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

*[Signature]*  
SIGNATURE OF OWNER OR OFFICIAL  
(602) 995-2600  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME  
A NOTARY PUBLIC IN AND FOR THE COUNTY OF  
THIS 11 DAY OF

NOTARY PUBLIC NAME	
COUNTY NAME <u>MARICOPA</u>	
MONTH <u>APRIL</u>	20 <u>13</u>

(SEAL)

MY COMMISSION



*Jacqueline Stevens*  
SIGNATURE OF NOTARY PUBLIC