

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

**ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY**

W-02370A  
Chino Meadows II Water Company  
PO Box 350  
Chino Valley, AZ 86323

PHOENIX, AZ

MAR 27 2013

U.S. MAIL  
FIRST CLASS PERMIT NO. 1000 PHOENIX, AZ

**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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3-27-13

## COMPANY INFORMATION

<b>Company Name (Business Name)</b> <u>Chino Meadows II Water Company</u>		
<b>Mailing Address</b> <u>PO Box 350</u>		
<small>(Street)</small>		
<u>Chino Valley</u>	<u>AZ</u>	<u>86323</u>
<small>(City)</small>	<small>(State)</small>	<small>(Zip)</small>
<u>928-717-2616</u>	<u>928-636-0684</u>	
<small>Telephone No. (Include Area Code)</small>	<small>Fax No. (Include Area Code)</small>	<small>Cell No. (Include Area Code)</small>
<b>Email Address</b> <u>service@cmiwc.com</u>		
<b>Local Office Mailing Address</b> _____		
<small>(Street)</small>		
_____	_____	_____
<small>(City)</small>	<small>(State)</small>	<small>(Zip)</small>
<small>Local Office Telephone No. (Include Area Code)</small>	<small>Fax No. (Include Area Code)</small>	<small>Cell No. (Include Area Code)</small>
<b>Email Address</b> _____		

## MANAGEMENT INFORMATION

<input type="checkbox"/> <b>Regulatory Contact:</b>			
<input checked="" type="checkbox"/> <b>Management Contact:</b> <u>Matthew Lauterbach</u>		<u>Operations Manager</u>	
	<small>(Name)</small>		<small>(Title)</small>
<u>PO Box 350</u>	<u>Chino Valley</u>	<u>AZ</u>	<u>86323</u>
<small>(Street)</small>	<small>(City)</small>	<small>(State)</small>	<small>(Zip)</small>
<u>928-717-2616</u>	<u>928-636-0684</u>		
<small>Telephone No. (Include Area Code)</small>	<small>Fax No. (Include Area Code)</small>	<small>Cell No. (Include Area Code)</small>	
<b>Email Address</b> <u>mattlauterbach@leviegroupp.com</u>			
<b>On Site Manager:</b> <u>Pam Harbeson</u>			
	<small>(Name)</small>		
<u>PO Box 350</u>	<u>Chino Valley</u>	<u>AZ</u>	<u>86323</u>
<small>(Street)</small>	<small>(City)</small>	<small>(State)</small>	<small>(Zip)</small>
<u>928-717-2616</u>	<u>928-636-0684</u>		
<small>Telephone No. (Include Area Code)</small>	<small>Fax No. (Include Area Code)</small>	<small>Cell No. (Include Area Code)</small>	
<b>Email Address</b> <u>pam@leviegroupp.com</u>			

**Statutory Agent:** Paul D. Levie

(Name)

PO Box 350

Chino Valley

AZ

86323

(Street)

(City)

(State)

(Zip)

928-778-2600

928-636-0684

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

**Attorney:** Paul D. Levie, P.C.

(Name)

PO Box 350

Chino Valley

AZ

86323

(Street)

(City)

(State)

(Zip)

928-778-2600

928-636-0684

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

**Email Address** pdl@leviegroupp.com

### 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 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 checked="" type="checkbox"/> YAVAPAI | <input type="checkbox"/> YUMA     |
| <input type="checkbox"/> STATEWIDE  |   |                                   |

**COMPANY NAME**

Chino Meadows II Water Company

**UTILITY PLANT IN SERVICE**

<b>Acct. No.</b>	<b>DESCRIPTION</b>	<b>Original Cost (OC)</b>	<b>Accumulated Depreciation (AD)</b>	<b>O.C.L.D. (OC less AD)</b>
301	Organization	6843.02	6843.02	0
302	Franchises			
303	Land and Land Rights	15204.06	0	15204.06
304	Structures and Improvements	44339.01	35973.26	8365.75
305	Collection and Impound Resv	4349.74	3323.55	1026.19
307	Wells & Springs	27448.37	24601.55	2846.82
309	Supply Mains	1009.21	845.32	163.89
310	Power Generation Equipment	12400.62	657.49	11743.13
311	Pumping Equipment	46267.62	35797.67	10469.95
320	Water Treatment Equipment	6406.03	3791.02	2615.01
330	Distribution Reservoirs and Standpipes	51683.88	48921.63	2762.25
331	Transmission and Distribution Mains	304941.78	232473.59	72468.19
333	Services	30067.16	23989.94	6077.22
334	Meters and Meter Installations	88637.12	63565.14	25071.98
335	Hydrants	12041.55	9772.19	2269.36
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	16727.91	7796.36	8931.55
340	Office Furniture and Equipment	9436.02	7581.52	1764.50
341	Transportation Equipment	96568.67	43941.07	52627.60
343	Tools, Shop and Garage Equipment	1273.54	744.09	529.45
344	Laboratory Equipment			
345	Power Operated Equipment	30460.65	21691.46	8769.19
346	Communication Equipment	35846.67	13896.46	21950.21
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	<b>TOTALS</b>	<b>841862.63</b>	<b>586206.33</b>	<b>255656.30</b>

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

**COMPANY NAME** Chino Meadows II Water Company

**CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR**

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	6843.02	0%	0
302	Franchises			
303	Land and Land Rights	15204.06	0%	0
304	Structures and Improvements	44339.01	5%	2216.96
305	Collection and Impound Resv	4349.74	5%	217.49
307	Wells & Springs	27448.37	3%	917.62
309	Supply Mains	1009.21	5%	50.46
310	Power Generation Equipment	12400.62	3%	388.75
311	Pumping Equipment	46267.62	4%	1717.64
320	Water Treatment Equipment	6406.03	5%	320.29
330	Distribution Reservoirs and Standpipes	51683.88	2%	948.12
331	Transmission and Distribution Mains	304941.78	2%	5557.97
333	Services	30067.16	4%	1131.36
334	Meters and Meter Installations	88637.12	3%	2588.96
335	Hydrants	12041.55	5%	602.08
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	16727.91	5%	771.16
340	Office Furniture and Equipment	9346.02	3%	291.62
341	Transportation Equipment	96568.67	7%	6685.64
343	Tools, Shop and Garage Equipment	1273.54	5%	63.68
344	Laboratory Equipment			
345	Power Operated Equipment	30460.65	5%	1438.93
346	Communication Equipment	35846.67	8%	2931.39
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	<b>TOTALS</b>	<b>841862.63</b>		<b>28840.12</b>

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



<b>COMPANY NAME</b>	Chino Meadows II Water Company
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**BALANCE SHEET**

Acct No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash	\$ 5000.70	\$ (3085.06)
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	26232.68	26019.58
146	Notes/Receivables from Associated Companies	31892.18	16951.82
151	Plant Material and Supplies	3023.81	3023.81
162	Prepayments	402.00	0
174	Miscellaneous Current and Accrued Assets		
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	<b>\$ 73459.77</b>	<b>\$ 42910.15</b>
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service	\$ 824226.57	\$ 841862.63
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	(557367.21)	(588231.33)
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility	(1425.93)	
	<b>TOTAL FIXED ASSETS</b>	<b>\$ 265443.43</b>	<b>\$ 253631.30</b>
	<b>TOTAL ASSETS</b>	<b>\$ 338893.20</b>	<b>\$ 296541.45</b>

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

COMPANY NAME

Chino Meadows II 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	\$ 9394.20	\$ 1699.82
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies	39515.66	19891.00
235	Customer Deposits	14298.40	11149.07
236	Accrued Taxes	20390.50	514.96
237	Accrued Interest	3981.61	0
241	Miscellaneous Current and Accrued Liabilities	5193.31	5525.40
	<b>TOTAL CURRENT LIABILITIES</b>	\$ 83379.48	\$ 38780.25
	<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	37575.91	13219.00
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	12473.78	31477.69
272	Less: Amortization of Contributions	(2630.87)	(2630.87)
281	Accumulated Deferred Income Tax		
	<b>TOTAL DEFERRED CREDITS</b>	\$ 47418.82	\$ 42065.82
	<b>TOTAL LIABILITIES</b>	\$ 140192.50	\$ 80846.07
	<b>CAPITAL ACCOUNTS</b>		
201	Common Stock Issued	\$ 8597.00	\$ 8597.00
211	Paid in Capital in Excess of Par Value	80266.00	80266.00
215	Retained Earnings	33108.57	40573.69
218	Proprietary Capital (Sole Props and Partnerships)	99075.40	86258.69
	<b>TOTAL CAPITAL</b>	\$ 198700.70	\$ 215695.38
	<b>TOTAL LIABILITIES AND CAPITAL</b>	\$ 3338893.20	\$ 296541.45

**COMPANY NAME** Chino Meadows II Water Company

**COMPARATIVE STATEMENT OF INCOME AND EXPENSE**

<b>Acct. No.</b>	<b>OPERATING REVENUES</b>	<b>PRIOR YEAR</b>	<b>CURRENT YEAR</b>
461	Metered Water Revenue	\$ 340635.62	\$ 341613.36
460	Unmetered Water Revenue		
474	Other Water Revenues	8263.55	10254.22
	<b>TOTAL REVENUES</b>	\$ 348899.17	\$ 351867.58
	<b>OPERATING EXPENSES</b>		
601	Salaries and Wages	\$ 170823.86	\$ 163286.25
610	Purchased Water	235.09	219.00
615	Purchased Power	24838.96	22482.56
618	Chemicals	367.94	1191.50
620	Repairs and Maintenance	14587.83	10373.98
621	Office Supplies and Expense	16205.80	33101.66
630	Outside Services	7645.69	20695.38
635	Water Testing	1980.00	4323.28
641	Rents	11250.00	11700.00
650	Transportation Expenses	15565.06	27358.83
657	Insurance – General Liability	10328.60	9543.94
659	Insurance - Health and Life	2096.99	1893.00
666	Regulatory Commission Expense – Rate Case	21800.45	10073.61
675	Miscellaneous Expense	12061.24	10623.30
403	Depreciation Expense	25930.68	28840.12
408	Taxes Other Than Income	7066.85	0
408.11	Property Taxes	22421.58	16107.23
409	Income Tax	4200.00	0
	<b>TOTAL OPERATING EXPENSES</b>	\$ 369521.93	\$ 371813.64
	<b>OPERATING INCOME/(LOSS)</b>	\$ (20622.76)	\$ (19946.06)
	<b>OTHER INCOME/(EXPENSE)</b>		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		8996.65
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	(1723.51)	(1470.76)
	<b>TOTAL OTHER INCOME/(EXPENSE)</b>	\$ (1723.51)	\$ 7525.89
	<b>NET INCOME/(LOSS)</b>	\$ (22346.27)	\$ (12420.17)

<b>COMPANY NAME</b>	Chino Meadows II Water Company
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**SUPPLEMENTAL FINANCIAL DATA**

**Long-Term Debt**

	<b>LOAN #1</b>	<b>LOAN #2</b>	<b>LOAN #3</b>	<b>LOAN #4</b>
Date Issued				
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amount Issued	\$	\$	\$	\$
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

Meter Deposit Balance at Test Year End	\$	13219.00
Meter Deposits Refunded During the Test Year	\$	5353.00

<b>COMPANY NAME</b>	Chino Meadows II Water Company
<b>Name of System:</b>	Chino Meadows II Water Co <b>ADEQ Public Water System Number:</b> 13-079

**WATER COMPANY PLANT DESCRIPTION**

**WELLS**

<b>ADWR ID Number*</b>	<b>Pump Horsepower</b>	<b>Pump Yield (gpm)</b>	<b>Casing Depth (Feet)</b>	<b>Casing Diameter (Inches)</b>	<b>Meter Size (inches)</b>	<b>Year Drilled</b>
55-552320	15	225	355	10	3	1995
55-613770	20	250	450	12	3	1982

\* Arizona Department of Water Resources Identification Number

**OTHER WATER SOURCES**

<b>Name or Description</b>	<b>Capacity (gpm)</b>	<b>Gallons Purchased or Obtained (in thousands)</b>

<b>BOOSTER PUMPS</b>		<b>FIRE HYDRANTS</b>	
<b>Horsepower</b>	<b>Quantity</b>	<b>Quantity Standard</b>	<b>Quantity Other</b>
15	4	7	3
25	1		

<b>STORAGE TANKS</b>		<b>PRESSURE TANKS</b>	
<b>Capacity</b>	<b>Quantity</b>	<b>Capacity</b>	<b>Quantity</b>
67000	1	5000	2
20000	1		
10000	2		

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

<b>COMPANY NAME</b>	Chino Meadows II Water Company
<b>Name of System:</b>	Chino Meadows II Water Co <b>ADEQ Public Water System Number:</b> 13-079

**WATER COMPANY PLANT DESCRIPTION (CONTINUED)**

**MAINS**

Size (in inches)	Material	Length (in feet)
2		
3	PVC	664
4	PVC	27902
5		
6	PVC & D.I.P.	50481
8		
10		
12		

**CUSTOMER METERS**

Size (in inches)	Quantity
5/8 X 3/4	908
3/4	
1	
1 1/2	
2	
Comp. 3	
Turbo 3	
Comp. 4	
Turbo 4	
Comp. 6	
Turbo 6	

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

**TREATMENT EQUIPMENT:**

(2) Chlorination Pump Systems

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**STRUCTURES:**

- (1) Shop Building Quonset Hut; Metal 26'x38'
- (2) Well House Structures; Wood 8'x8' and 6'x15'
- (1) Application Shed; Wood 8'x8'
- (2) Pump/Pressure Tank Buildings; Wood 10'x12' and Block 16'x20'
- (1) Storage Building; Block 20'x20'

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**OTHER:**

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

<b>COMPANY NAME:</b> Chino Meadows II Water Company
<b>Name of System:</b> Chino Meadows II Water Co <b>ADEQ Public Water System Number:</b> 13-079

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

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	889	3520	3684	0
FEBRUARY	908	3186	4149	0
MARCH	899	3953	4798	0
APRIL	892	4099	4750	0
MAY	902	5670	7144	0
JUNE	892	6280	7153	0
JULY	895	5422	6202	0
AUGUST	887	5521	6209	0
SEPTEMBER	889	4294	5624	0
OCTOBER	896	4855	4876	0
NOVEMBER	889	3810	5318	0
DECEMBER	890	3092	4074	0
<b>TOTALS →</b>		53703	63980	0

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

55-613770=.006 mg/l  
55-552320=.006 mg/l

If system has fire hydrants, what is the fire flow requirement? \_\_\_\_\_<sup>1000</sup> GPM for \_\_\_\_\_<sup>2</sup> 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.***

<b>COMPANY NAME:</b> Chino Meadows II Water Company
<b>Name of System:</b> Chino Meadows II Water Co <b>ADEQ Public Water System Number:</b> 13-079

**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>		0	
<b>FEBRUARY</b>		18	
<b>MARCH</b>		8	
<b>APRIL</b>		3	
<b>MAY</b>		17	
<b>JUNE</b>		2	
<b>JULY</b>		1	
<b>AUGUST</b>		15	
<b>SEPTEMBER</b>		7	
<b>OCTOBER</b>		11	
<b>NOVEMBER</b>		7	
<b>DECEMBER</b>		12	
<b>TOTALS →</b>	0	101	0

OTHER (description):

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COMPANY NAME Chino Meadows II Water Company YEAR ENDING 12/31/2012

**PROPERTY TAXES**

Amount of actual property taxes paid during Calendar Year 2012 was: \$ 16107.23

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  
MAR 27 2013  
2013  
Date of: 3/27/13

**VERIFICATION**

STATE OF Arizona  
I, THE UNDERSIGNED  
OF THE

COUNTY OF (COUNTY NAME) Yavapai
NAME (OWNER OR OFFICIAL) TITLE Paul D. Levie, President
COMPANY NAME Chino Meadows II Water Company

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

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	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**

**I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.**

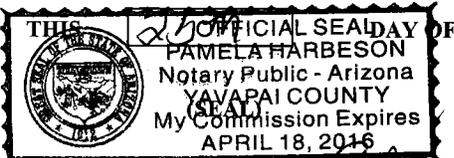
**I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.**

*Paul D. Levie*  
\_\_\_\_\_  
SIGNATURE OF OWNER OR OFFICIAL  
928-717-2616  
\_\_\_\_\_  
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

COUNTY NAME	Yavapai
MONTH	March 2013



MY COMMISSION EXPIRES April 19, 2016

*Pamela Harbeson*  
\_\_\_\_\_  
SIGNATURE OF NOTARY PUBLIC

COMPANY NAME Chino Meadows II Water Company

YEAR ENDING 12/31/2012

**INCOME TAXES**

For this reporting period, provide the following:

Federal Taxable Income Reported To Be Determined  
Estimated or Actual Federal Tax Liability To Be Determined

State Taxable Income Reported To Be Determined  
Estimated or Actual State Tax Liability To Be Determined

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances To Be Determined  
Amount of Gross-Up Tax Collected To Be Determined  
Total Grossed-Up Contributions/Advances To Be Determined

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

3-25-13  
DATE

Paul D. Levie  
PRINTED NAME

President  
TITLE

**VERIFICATION  
AND  
SWORN STATEMENT  
Intrastate Revenues Only**

MAR 27 2013

NOTARY PUBLIC  
PAMELA HARBERSON

**VERIFICATION**

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	Yavapai
NAME (OWNER OR OFFICIAL) TITLE	Paul D. Levie
COMPANY NAME	Chino Meadows II Water Company

**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>389,771.25</u>

**(THE AMOUNT IN BOX ABOVE  
INCLUDES \$37,903.67  
IN SALES TAXES BILLED, OR COLLECTED)**

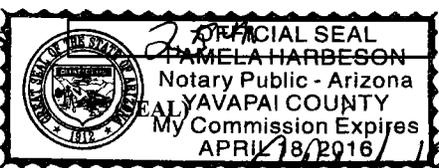
**\*\*REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

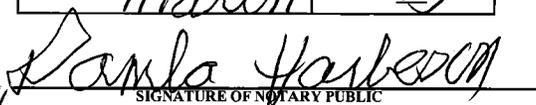
  
 SIGNATURE OF OWNER OR OFFICIAL  
 928-717-2616  
 TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

COUNTY NAME	Yavapai
MONTH	March 2013

THIS  DAY OF

  
 SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES April 18, 2016

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

RECORDED  
MAR 27 2013  
YAVAPAI COUNTY  
CLERK'S OFFICE

**VERIFICATION**

**STATE OF ARIZONA**

**I, THE UNDERSIGNED**

**OF THE**

COUNTY OF (COUNTY NAME) Yavapai	
NAME (OWNER OR OFFICIAL) Paul D. Levie	TITLE President
COMPANY NAME Chino Meadows II Water Company	

**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 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  \$ 389,771.25
--

**THE AMOUNT IN BOX AT LEFT  
INCLUDES \$ 37,903.67  
IN SALES TAXES BILLED, OR COLLECTED)**

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

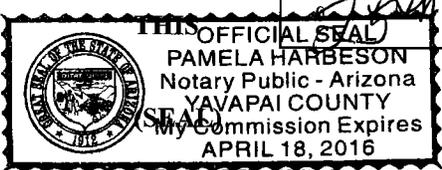
  
SIGNATURE OF OWNER OR OFFICIAL

928-717-2616  
TELEPHONE NUMBER

**SUBSCRIBED AND SWORN TO BEFORE ME**

**A NOTARY PUBLIC IN AND FOR THE COUNTY OF**

NOTARY PUBLIC NAME	
COUNTY NAME Yavapai	
MONTH March	.2013



DAY OF

**MY COMMISSION EXPIRES**

April 18, 2016

  
SIGNATURE OF NOTARY PUBLIC