

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL - MAKE CHANGES AS NECESSARY

Peeples Valley Water Company
P O Box 88006
Phoenix, AZ 85080

W-02146A

RECEIVED
APR 15 2013
ACC UTILITIES DIRECTOR

ANNUAL REPORT
Water

FOR YEAR ENDING

12	31	2012
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FOR COMMISSION USE

ANN 04	12
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4-18-13

COMPANY INFORMATION

Company Name (Business Name) Peoples Valley Water Company

Mailing Address P O Box 88006
(Street)
Phoenix, Az 85080
(City) (State) (Zip)

602-866-2329 602-866-0313 602-432-2516
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address _____

Local Office Mailing Address Same
(Street)

(City) (State) (Zip)

Local Office Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address ursaz@aol.com

MANAGEMENT INFORMATION

Regulatory Contact:

Management Contact: Richard Darnall Manager
(Name) (Title)

P O Box 88006 Phoenix Az 85080
(Street) (City) (State) (Zip)

602-866-2329 602-866-0313 602-432-2516
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address ursaz@aol.com

On Site Manager: Carl Valentine
(Name)
12173 N. 87th Dr Peoria Az 85345
(Street) (City) (State) (Zip)
623-399-3619 623-293-1597 623-980-8464
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address carl@graceenvironmental.com

Statutory Agent: Dave Hall

7501 E. McCormick Pkwy.	(Name) Scottsdale	Az 85258	
(Street) 480-998-8888	(City) 480-998-8888	(State)	(Zip)
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	

Attorney: Darin Reber

7501 E. McCormick Pkwy	(Name) Scottsdale	AZ 85258	
(Street) 480-998-8888	(City) 480-998-8888	(State)	(Zip)
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 type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P) | <input checked="" 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 | | |

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			
304	Structures and Improvements	30,749	7,078	23,671
307	Wells and Springs	115,173	100,266	14,907
311	Pumping Equipment	29,535	29,535	0
320	Water Treatment Equipment	27,142	14,953	12,189
330	Distribution Reservoirs and Standpipes	104,683	88,665	18,018
331	Transmission and Distribution Mains	147,739	119,753	27,986
333	Services	29,035	22,560	6,475
334	Meters and Meter Installations	24,053	23,654	399
335	Hydrants	15,608	1,238	14,370
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment	1,298	140	1,158
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	525,016	405,843	119,173

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

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			
304	Structures and Improvements	30,749	3.30	1,099
307	Wells and Springs	115,173	3.30	4,117
311	Pumping Equipment	29,535	12.50	0
320	Water Treatment Equipment	27,142	20.00	935
330	Distribution Reservoirs and Standpipes	104,683	2.22	2,518
331	Transmission and Distribution Mains	147,739	2.00	3,201
333	Services	29,035	3.33	1,047
334	Meters and Meter Installations	24,053	8.33	(708)
335	Hydrants	15,608	2.00	102
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment	1,298	5.00	70
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	525,016		12,381

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



BALANCE SHEET

Acct No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 39,904	\$ 34,415
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	14,975	17,451
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies	4,109	4,074
162	Prepayments	201	251
174	Miscellaneous Current and Accrued Assets	17,356	10,480
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 76,544	\$ 66,671
	FIXED ASSETS		
101	Utility Plant in Service	\$ 514,092	\$ 526,016
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	393,462	405,843
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 120,630	\$ 119,173
	TOTAL ASSETS	\$ 197,174	\$ 185,844

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

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITES		
231	Accounts Payable	\$ 17,024	\$ 11,520
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	100	200
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$ 17,124	\$ 11,720
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$	\$
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction	6,233	5,410
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	121,722	127,972
272	Less: Amortization of Contributions	121,722	121,722
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ 6,233	\$ 11,660
	TOTAL LIABILITIES	\$ 23,357	\$ 23,380
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$	\$
211	Paid in Capital in Excess of Par Value	273,813	273,813
215	Retained Earnings	(99,996)	(111,349)
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 173,817	\$ 162,464
	TOTAL LIABILITIES AND CAPITAL	\$ 197,174	\$ 185,844

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 117,467	\$ 110,513
460	Unmetered Water Revenue		
474	Other Water Revenues	563	366
	TOTAL REVENUES	\$ 118,030	\$ 110,879
	OPERATING EXPENSES		
601	Salaries and Wages	\$	\$
610	Purchased Water		
615	Purchased Power	7,398	7,650
618	Chemicals	8,984	6,654
620	Repairs and Maintenance	29,518	25,647
621	Office Supplies and Expense	388	0
630	Outside Services	50,900	50,400
635	Water Testing	4,687	2,452
641	Rents	11,733	11,490
650	Transportation Expenses		
657	Insurance – General Liability		
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case	1,730	0
675	Miscellaneous Expense	1,663	753
403	Depreciation Expense	13,960	13,096
408	Taxes Other Than Income		
408.11	Property Taxes	4,217	4,825
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ 135,178	\$ 122,968
	OPERATING INCOME/(LOSS)	\$ (17,148)	\$ (12,088)
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$ 20	\$ 20
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	TOTAL OTHER INCOME/(EXPENSE)	\$ 20	\$ 20
	NET INCOME/(LOSS)	\$ (17,128)	\$ (12,068)

SUPPLEMENTAL FINANCIAL DATA
Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	N/A			
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	\$ 5,410
Meter Deposits Refunded During the Test Year	\$ 1,363

COMPANY NAME Peeples Valley Water Company

Name of System: Peeples Valley Water

ADEQ Public Water System Number: 13-078

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-625279	10	65	115	8	2	1970
55-563104	10	100	225	8	2	1996

* 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
5.0	2	5	

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
80,000	2	5,000	1

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

COMPANY NAME Peoples Valley Water Company	
Name of System: Peoples Valley Water	ADEQ Public Water System Number: 13-078

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2		
3		
4	PVC	3,800
5		
6	PVC	41,500
8	PVC	500
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	171
3/4	8
1	21
1 1/2	7
2	1
Comp. 3	
Turbo 3	
Comp. 4	
Turbo 4	
Comp. 6	
Turbo 6	
Total	208

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

TREATMENT EQUIPMENT: Chlorine Injection at both wells and Yardney Separator and 1 & 3 micron filters at well #2 _____

STRUCTURES:

- _____ Fencing at both wells and storage tanks
- _____ Elevated concrete pad at well #2
- _____ Buildings and storage at both wells

OTHER:

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

COMPANY NAME: Peeples Valley Water Company

Name of System: Peeples Water Company

ADEQ Public Water System Number: 13-078

UTILITY SHUTOFFS / DISCONNECTS

MONTH	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	OTHER
JANUARY			
FEBRUARY			
MARCH		1	
APRIL			
MAY		1	
JUNE			
JULY		1	
AUGUST			
SEPTEMBER		2	
OCTOBER			
NOVEMBER			
DECEMBER			
TOTALS →		5	

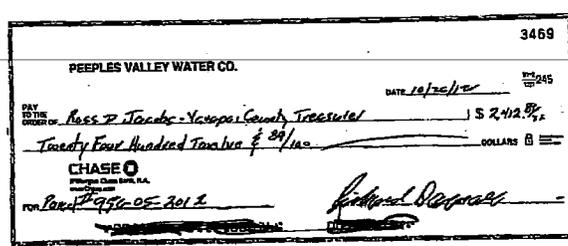
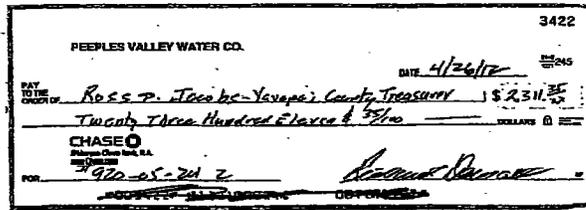
OTHER (description):

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2012 was: \$ 4,724

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

VERIFICATION

STATE OF Arizona _____
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME) Maricopa	ACC UTILITIES DIRECTOR
NAME (OWNER OR OFFICIAL) TITLE Dave Hall President	
COMPANY NAME Peeples Valley Water Company	

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

FOR THE YEAR ENDING

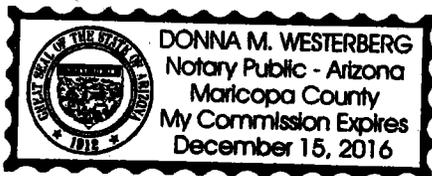
MONTH	DAY	YEAR
12	31	2012

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.





SIGNATURE OF OWNER OR OFFICIAL
480-998-8888

TELEPHONE NUMBER

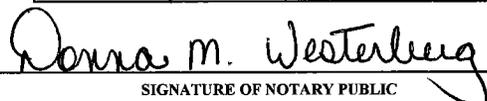
SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 12 **DAY OF**

(SEAL)

COUNTY NAME Maricopa	
MONTH April	2013



SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES 12-15-2016

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

RECEIVED
APR 15 2013
ACC UTILITIES DIRECTOR

VERIFICATION

STATE OF Arizona _____

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) Maricopa
NAME (OWNER OR OFFICIAL) TITLE Dave Hall President
COMPANY NAME Peoples Valley Water Company

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

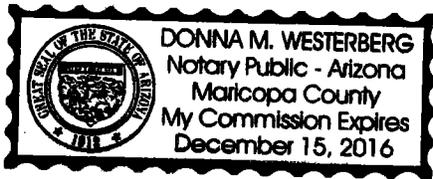
FOR THE YEAR ENDING

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 (\$)
\$ 118,716 _____

(THE AMOUNT IN BOX ABOVE INCLUDES \$ 8,203 _____ 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**

[Signature]
SIGNATURE OF OWNER OR OFFICIAL
480-998-8888

TELEPHONE NUMBER

DIFFERENCE. (EXPLAIN IN DETAIL)
SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

COUNTY NAME	
MONTH April	2013

THIS

12

DAY OF

(SEAL)

[Signature]
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES 12-15-2016

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

RECEIVED
APR 15 2013
ACC UTILITIES DIRECTOR

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

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

FOR THE YEAR ENDING

COUNTY OF (COUNTY NAME) Maricopa	
NAME (OWNER OR OFFICIAL) Dave Hall	TITLE President
COMPANY NAME Peoples Valley Water Company	

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
\$118,716 _____

THE AMOUNT IN BOX AT LEFT INCLUDES \$ 8,203 _____ IN SALES TAXES BILLED, OR COLLECTED)

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

[Signature]

SIGNATURE OF OWNER OR OFFICIAL

480-998-8888

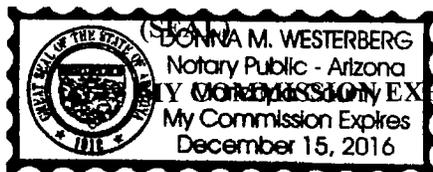
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 12 DAY OF

NOTARY PUBLIC NAME <i>Donna M. Westerberg</i>	
COUNTY NAME <i>Maricopa</i>	
MONTH <i>April</i>	YEAR <i>2013</i>



COMMISSION EXPIRES 12-15-2016

Donna M. Westerberg

SIGNATURE OF NOTARY PUBLIC