

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL - MAKE CHANGES AS NECESSARY

W-02498A

Tierra Mesa Estates Water Co.
4743 E. 30th PL
Yuma AZ 85365

RECEIVED

APR 16 2013

AZ CORP COMM
Director - Utilities

ANNUAL REPORT
Water

FOR YEAR ENDING

12	31	2012
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FOR COMMISSION USE

ANN 04	12
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4-19-13

COMPANY INFORMATION

Company Name (Business Name) Tierra Mesa Estates WATER Co

Mailing Address 4743 E. 30th Place
(Street)

YUMA AZ 85365
(City) (State) (Zip)

(928) 341 9685 (928) 341 9196
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address info @ sunstate ES . com

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 _____

MANAGEMENT INFORMATION

Regulatory Contact:

Management Contact: Nancy Miller
(Name) (Title)

4743 E. 30th Pl YUMA AZ 85365
(Street) (City) (State) (Zip)

928 341 9685 928 341 9196
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address info @ sunstate ES . com

On Site Manager: _____
(Name)

(Street) (City) (State) (Zip)

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

Email Address _____

Statutory Agent: _____

(Name)

(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Attorney: _____

(Name)

(Street)

(City)

(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:

Sole Proprietor (S)

C Corporation (C) (Other than Association/Co-op)

Partnership (P)

Subchapter S Corporation (Z)

Bankruptcy (B)

Association/Co-op (A)

Receivership (R)

Limited Liability Company

Other (Describe) _____

COUNTIES SERVED

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

APACHE

COCHISE

COCONINO

GILA

GRAHAM

GREENLEE

LA PAZ

MARICOPA

MOHAVE

NAVAJO

PIMA

PINAL

SANTA CRUZ

YAVAPAI

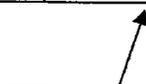
YUMA

STATEWIDE

COMPANY NAME Tierra Mesa Estates Water Co.

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	5785		5785
304	Structures and Improvements	48316	26044	22272
307	Wells and Springs	14721	66710	80581
311	Pumping Equipment	166559	93814	72745
320	Water Treatment Equipment	52044	27324	24720
330	Distribution Reservoirs and Standpipes			
331	Transmission and Distribution Mains	69755	33136	36619
333	Services	18750	17817	933
334	Meters and Meter Installations	10020	7676	2344
335	Hydrants	13705	6565	7140
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	1036	1148	488
340	Office Furniture and Equipment	2913	2913	
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment	2786	2332	454
348	Other Tangible Plant	176771	48082	128689
	TOTALS	716331	333561	382770

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

COMPANY NAME

Tierra Mesa Estates Water Co

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	5785		
304	Structures and Improvements	48 316	2.5	1922
307	Wells and Springs	147291	.5	7703
311	Pumping Equipment	166 559	.5	8300
320	Water Treatment Equipment	52044	4.5	2596
330	Distribution Reservoirs and Standpipes			
331	Transmission and Distribution Mains	69 755	2.5	1744
333	Services	18 750	5	938
334	Meters and Meter Installations	10 020	5	502
335	Hydrants	13705	2.5	390
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	16 36	5	82
340	Office Furniture and Equipment	2 913	10	67
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment	2786	5	165
348	Other Tangible Plant	176771	10	7507
	TOTALS	716331		31913

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

COMPANY NAME

Tierra Mesa Estates WATER Co

BALANCE SHEET

Acct No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 1681.00	\$ 2023.31
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable		
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 1681.00	\$ 2023.31
	FIXED ASSETS		
101	Utility Plant in Service	\$ 716351	\$ 716351
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	< 333 561 >	< 333 561 >
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 382770	\$ 382770
	TOTAL ASSETS	\$ 457889	\$ 457889

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

COMPANY NAME *Tierra Mesa Estates Water Co*

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITES		
231	Accounts Payable	\$	\$
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	1800.00	1075.00
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$ 1800.00	\$ 1075.00
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ 191,485	\$ 162,062
	DEFERRED CREDITS		
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		
	TOTAL DEFERRED CREDITS	\$	\$
	TOTAL LIABILITIES	\$ 193,285	\$ 163,137
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 545,527	\$ 545,527
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	< 93,441 >	< 93,441 >
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 452,086	\$ 452,086
	TOTAL LIABILITIES AND CAPITAL	\$ 645,371	\$ 645,371

COMPANY NAME Tierra Mesa Estates Water Co

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 128029	\$ 125609
460	Unmetered Water Revenue		
474	Other Water Revenues		
	TOTAL REVENUES	\$ 128029	\$ 125609
	OPERATING EXPENSES		
601	Salaries and Wages	\$ 1900	\$ 2000
610	Purchased Water	0	
615	Purchased Power	21826	7145.
618	Chemicals		
620	Repairs and Maintenance	7193	12940
621	Office Supplies and Expense	10715	9914
630	Outside Services	19475	19631
635	Water Testing	3500	3750
641	Rents	5400	5400
650	Transportation Expenses	5162	5200
657	Insurance - General Liability	1868	1900
659	Insurance - Health and Life		
666	Regulatory Commission Expense - Rate Case		
675	Miscellaneous Expense	4222	6475
403	Depreciation Expense	31257	31257
408	Taxes Other Than Income	11789	14112.
408.11	Property Taxes	5268	5222.
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ 129595	\$ 124946
	OPERATING INCOME/(LOSS)	\$ < 1566 >	\$ 663.00
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	TOTAL OTHER INCOME/(EXPENSE)	\$	\$ 0
	NET INCOME/(LOSS)	\$ < 1566 >	\$ 663.00

COMPANY NAME Tierra Mesa Estates WATER CO

SUPPLEMENTAL FINANCIAL DATA
Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
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 \$ _____

Meter Deposits Refunded During the Test Year \$ _____

COMPANY NAME	TERRA MESA ESTATES WATER CO
Name of System:	ADEQ Public Water System Number: 14 080

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-513889	15	235		8	4	
55-806428	15	200		8	4	
55-575525	40	600		10	6	1999

* 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
10	2	5	
15	2		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
100,000	1	1000	1
37,600	1	3000	1

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

COMPANY NAME	Tierra Mesa Estates Water Co
Name of System:	ADEQ Public Water System Number: 14 080

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2		
3		
4	ACP	1200
5 1/2	PVC	5866
6	ACP	660
8	PVC	1850
10	ACP	1560
12	PVC	7893

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	236
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:

35 gal liquid Cl₂ tank and metering pump

STRUCTURES:

12' x 16' CMV Chemical Bld
 16 x 19 concrete containment structure for caustic
 Storage tank 3 x 8

OTHER:

210 LF 6' CMP Fencing 270 LF 6' chain link fencing
 AREA lighting standards on concrete block
 eyewash station

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

COMPANY NAME: Sierra Mesa Water
 Name of System: _____ ADEQ Public Water System Number: _____

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2012

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	236	3,172		
FEBRUARY	236	3,797		
MARCH	235	3,899		
APRIL	236	5,447		
MAY	235	6,496		
JUNE	235	5,306		
JULY	235	5,979		
AUGUST	235	6,864		
SEPTEMBER	233	4,677		
OCTOBER	232	5,679		
NOVEMBER	232	4,207		
DECEMBER	232	3,618		
TOTALS →		59081		

What is the level of arsenic for each well on your system? _____ 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 N/A

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:	<i>Tierra Mesa Estates Water Co</i>
Name of System:	ADEQ Public Water System Number:

UTILITY SHUTOFFS / DISCONNECTS

MONTH	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	OTHER <i>New Accts</i>
JANUARY	2	1	3
FEBRUARY			4
MARCH	3	2	3
APRIL	1	1	2
MAY			
JUNE	2	1	3
JULY	3	2	3
AUGUST	1	2	5
SEPTEMBER	1	2	2
OCTOBER	1	5	9
NOVEMBER	1	2	3
DECEMBER			3
TOTALS →	<i>14</i>	<i>18</i>	<i>41</i>

OTHER (description):

COMPANY NAME Tierra Mesa Estates Water Co YEAR ENDING 12/31/2012

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2012 was: \$ 5,222.78

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 16 2013

AZ CORP COMM
Director - Utilities

VERIFICATION

STATE OF AZ
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)	<u>Yuma</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>Nancy Miller</u>
COMPANY NAME	<u>Tierra Mesa Estates WATER CO</u>

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

FOR THE YEAR ENDING

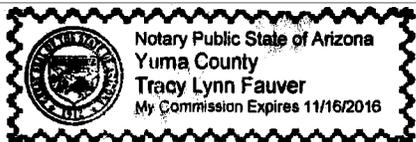
MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2012</u>

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]
SIGNATURE OF OWNER OR OFFICIAL
928 341 9685
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 12th DAY OF

COUNTY NAME	<u>Yuma</u>	
MONTH	<u>April</u>	<u>2013</u>

(SEAL)

[Signature]
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES 11/16/2016

COMPANY NAME Tierra Mesa Estates WATER Co YEAR ENDING 12/31/2012

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported 125609.00
Estimated or Actual Federal Tax Liability _____

State Taxable Income Reported 125609.00
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

April 12 2013
DATE

Nancy J. Miller
PRINTED NAME

TITLE

RECEIVED

VERIFICATION AND SWORN STATEMENT Intrastate Revenues Only

APR 16 2013

AZ CORP COMM Director - Utilities

VERIFICATION

STATE OF AZ

I, THE UNDERSIGNED OF THE

Form with fields for COUNTY OF (COUNTY NAME) Yuma, NAME (OWNER OR OFFICIAL) TITLE Nancy Miller, and COMPANY NAME Tierra Mesa Estates Water Co

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

FOR THE YEAR ENDING

Table with columns MONTH, DAY, YEAR and values 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 (\$) \$ 125609.00

(THE AMOUNT IN BOX ABOVE INCLUDES \$ 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 Nancy Miller, SIGNATURE OF OWNER OR OFFICIAL, and TELEPHONE NUMBER 928 341 9685

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 12th DAY OF

Form with fields for COUNTY NAME Yuma, MONTH April, and YEAR 2013

(SEAL)

Signature of Tracy Lynn Sawyer, SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES 11/16/2016

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

RECEIVED

APR 16 2013

AZ CORP COMM
Director - Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <u>Yuma</u>	
NAME (OWNER OR OFFICIAL) <u>Nancy Miller</u>	TITLE <u>owner</u>
COMPANY NAME <u>Tierra Mesa Estates WATER CO</u>	

DO SAY THAT THIS ANNUAL UTILITY 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

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
\$ _____

THE AMOUNT IN BOX AT LEFT INCLUDES \$ 125609.00 IN SALES TAXES BILLED, OR COLLECTED)

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

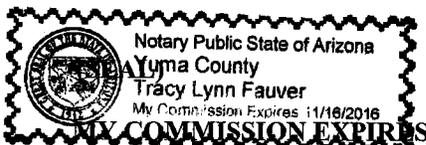
N. Miller
SIGNATURE OF OWNER OR OFFICIAL
928 341 9685
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 12th **DAY OF**

NOTARY PUBLIC NAME <u>Tracy Lynn Fauver</u>	
COUNTY NAME <u>Yuma</u>	
MONTH <u>April</u>	YEAR <u>2013</u>



11/16/2016

Tracy Lynn Fauver
SIGNATURE OF NOTARY PUBLIC