

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

Truxton Canyon Water Co., Inc.
7313 E. Concho Dr., Ste. B
Kingman, AZ
86401

W-02168A

APR 23 2013
AZ Corporation
Phoenix, AZ

ANNUAL REPORT
Water

FOR YEAR ENDING

12	31	2012
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FOR COMMISSION USE

ANN 04	12
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4-24-13

COMPANY INFORMATION

Company Name (Business Name) Truxton Canyon Water Co., Inc.

Mailing Address 7313 E. Concho Dr., Ste. B
(Street)

Kingman AZ 86401
(City) (State) (Zip)

928-757-2205 928-757-2217
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address Michelle@truxtoncanyonwater.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: Michelle Monzillo Manager
(Name) (Title)

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

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

Email Address same

On Site Manager: same
(Name)

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

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

Email Address _____

Statutory Agent: Mike Neal

(Name)

same

(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Attorney: Steve Wene

Moyes, Sellers & Hendricks

(Name)

1850 N. Central Ave., Ste. 1100

(Street)

Phoenix

(City)

AZ

(State)

85004

(Zip)

602-604-2189

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Email Address swene@law-msh.com

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

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	20		20
304	Structures and Improvements	159	159	0
307	Wells and Springs	19,791	19,791	0
311	Pumping Equipment	11,462	11,462	0
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes			
331	Transmission and Distribution Mains	865,257	349,808	515,449
333	Services	64,236	64,236	0
334	Meters and Meter Installations	206,069	106,874	99,195
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	406	406	0
340	Office Furniture and Equipment			
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			
	TOTALS	1,167,400	552,737	614,663

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	20	N/A	
304	Structures and Improvements	159	3.330%	
307	Wells and Springs	19,791	3.330%	
311	Pumping Equipment	11,462	12.500%	
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes			
331	Transmission and Distribution Mains	865,257	2.000%	17,305
333	Services	64,236	3.330%	
334	Meters and Meter Installations	206,069	8.330%	17,166
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	406	6.670%	
340	Office Furniture and Equipment			
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			
	TOTALS	1,167,400		34,471

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	\$16,484	\$1,272
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	\$66,179	\$54,999
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments	\$16,343	\$17,916
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$99,006	\$74,187
	FIXED ASSETS		
101	Utility Plant in Service	\$1,167,400	\$1,167,400
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	(\$499,170)	(\$552,737)
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$668,230	614,663
	TOTAL ASSETS	\$767,236	\$688,850

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	\$254,328	230,552
232	Notes Payable (Current Portion) Jim Baccus	13,750	\$1,750
234	Notes/Accounts Payable to Associated Companies	455,825	455,825
235	Customer Deposits	9,095	\$5,618
236	Accrued Taxes	30,723	\$63,360
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$763,721	\$757,105
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$0	\$0
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction	896,796	\$ 871,848
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	63,429	\$63,429
272	Less: Amortization of Contributions	(63,429)	(\$63,429)
281	Accumulated Deferred Income Tax	0	
	TOTAL DEFERRED CREDITS	\$896,796	871,848
	TOTAL LIABILITIES	\$1,660,517	1,628,953
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$11,000	11,000
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	(904,281)	(951,103)
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$(893,281)	(940,103)
	TOTAL LIABILITIES AND CAPITAL	\$767,236	\$688,850

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$320,884	\$537,387
460	Unmetered Water Revenue		
474	Other Water Revenues		\$15,495
	TOTAL REVENUES	\$320,884	\$552,882
	OPERATING EXPENSES		
601	Salaries and Wages	\$128,952	\$104,118
610	Purchased Water	\$67,268	\$147,409
615	Purchased Power	\$88,599	\$77,582
618	Chemicals	\$1,481	\$1,838
620	Repairs and Maintenance	\$21,700	\$37,480
621	Office Supplies and Expense	\$19,678	\$17,720
630	Outside Services	\$14,482	\$266,283
635	Water Testing	\$1045.	\$4,846
641	Rents	\$34,950	\$6,600
650	Transportation Expenses	\$35,906	\$42,123
657	Insurance – General Liability	\$7,367	\$7,716
659	Insurance - Health and Life	0	0
666	Regulatory Commission Expense – Rate Case	\$10,000	\$14,615
675	Miscellaneous Expense	\$1610.	\$8,172
403	Depreciation Expense	\$34,471	34,471
408	Taxes Other Than Income	\$12,662	\$15,912
408.11	Property Taxes	\$11,223.	\$16,240
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$491,394	\$803,125
	OPERATING INCOME/(LOSS)	\$(170,510)	\$(250,243)
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$	
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	TOTAL OTHER INCOME/(EXPENSE)	\$ -	-
	NET INCOME/(LOSS)	\$(170,510)	\$(250,243)

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	<u>\$56,588.00</u>
Meter Deposits Refunded During the Test Year	<u>\$24,694.00</u>

COMPANY NAME TRUXTON CANYON WATER CO., INC.

Name of System: ADEQ Public Water System Number: 08035

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-624983	3 HP	25	300	12"	1"	1944
55-624989	CAPPED	N/A	260	16"	N/A	1944

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
CLAUDE K. NEAL FAMILY TRUST	5,700	205,614

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
N/A	N/A	7	N/A

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
500,000 GALLON	1		
22,000 GALLON	1		

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

COMPANY NAME TRUXTON CANYON WATER CO., INC.

Name of System: ADEQ Public Water System Number: 08035

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2		
3		
4	PVC	89,200
5		
6	PVC	57,880
8	PVC	1,660
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	
3/4	916
1	5
1 1/2	
2	2
Comp. 3	
Turbo 3	
Comp. 4	
Turbo 4	
Comp. 6	
Turbo 6	2
Bulk	3

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

TREATMENT EQUIPMENT:

STRUCTURES:

OTHER:

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

COMPANY NAME: TRUXTON CANYON WATER CO., INC.	
Name of System:	ADEQ Public Water System Number: 08035

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2012

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	911	5,700	5,700	5,700
FEBRUARY	912	8,387	8,387	8,387
MARCH	926	11,284	11,284	11,284
APRIL	929	14,750	14,750	14,750
MAY	930	23,599	23,599	23,599
JUNE	930	30,441	30,441	30,441
JULY	930	27,929	27,929	27,929
AUGUST	932	23,735	23,735	23,735
SEPTEMBER	933	21,168	21,168	21,168
OCTOBER	927	22,411	22,411	22,411
NOVEMBER	934	10,856	10,856	10,856
DECEMBER	924	5,354	5,354	5,354
TOTALS →		205,614	<u>205,614</u>	<u>205,614</u>

What is the level of arsenic for each well on your system?

____.0083 ____mg/l ____ .013 ____mg/l

If system has fire hydrants, what is the fire flow requirement? ____GPM for ____hrs N/A

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 (X) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

() Yes (X) No

If yes, provide the GPCPD amount: _____

COMPANY NAME: TRUXTON CANYON WATER CO., INC.	
Name of System:	ADEQ Public Water System Number: 08035

UTILITY SHUTOFFS / DISCONNECTS

MONTH	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	OTHER
JANUARY		4	
FEBRUARY		3	
MARCH		2	
APRIL		0	
MAY		0	
JUNE		4	
JULY		1	
AUGUST		0	
SEPTEMBER		6	
OCTOBER		0	
NOVEMBER		2	
DECEMBER		2	
TOTALS →		24	

OTHER (description):

COMPANY NAME TRUXTON CANYON WATER CO., INC. YEAR ENDING 12/31/2012

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2012 was: \$ 2703.02.

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

APR 23 2013

VERIFICATION

STATE OF ARIZONA
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME) <u>MOHAVE</u>
NAME (OWNER OR OFFICIAL) TITLE <u>RIVE NEAL, MANAGER</u>
COMPANY NAME <u>TRUSTON CANYON WATER CO</u>

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

FOR THE YEAR ENDING

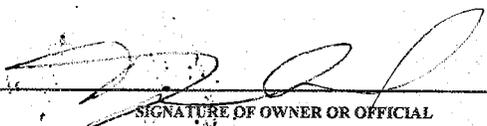
MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2011</u>

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.

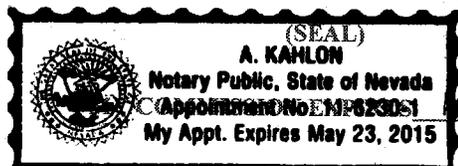

SIGNATURE OF OWNER OR OFFICIAL
909-256-4006
TELEPHONE NUMBER

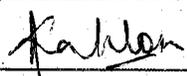
SUBSCRIBED AND SWORN TO BEFORE ME,

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 16 DAY OF April, 2013

COUNTY NAME <u>Clark</u> <u>State Nevada</u>	
MONTH <u>April</u>	YEAR <u>2013</u>




SIGNATURE OF NOTARY PUBLIC

COMPANY NAME TRUXTON CANYON WATER COMPANY, INC. YEAR ENDING 12/31/2012

INCOME TAXES

For this reporting period, provide the following:

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

4/19/13

DATE

R. W. NEAL

PRINTED NAME

MANAGER

TITLE

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

APR 23 2013

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <i>MOHAVE</i>
NAME (OWNER OR OFFICIAL) TITLE <i>GENERAL MANAGER</i>
COMPANY NAME <i>TROXTON CANYON WATER CO.</i>

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>590,086.98</u>

**(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 37,204.98
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
702-256-4006

TELEPHONE NUMBER

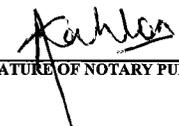
SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 16 **DAY OF**

COUNTY NAME <i>Clark</i>	<i>Nevada</i>
MONTH <i>April</i>	<i>2013</i>

(SEAL)
A. KAHLOW
Notary Public, State of Nevada
My Commission No. 11-60001
My Appt. Expires May 23, 2015



SIGNATURE OF NOTARY PUBLIC

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

APR 23 2013
NOTARY PUBLIC
STATE OF NEVADA

VERIFICATION

**STATE OF ARIZONA
I, THE UNDERSIGNED
OF THE**

COUNTY OF (COUNTY NAME) <u>MOHAVE</u>	
NAME (OWNER OR OFFICIAL) <u>RICK WETZEL</u>	TITLE <u>MANAGER</u>
COMPANY NAME <u>TROUTON CANYON 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.

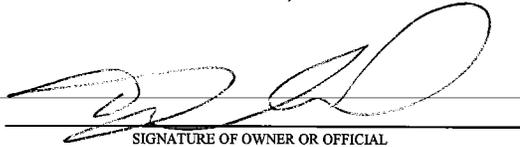
SWORN STATEMENT

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 \$ <u>341,020.34</u>

**THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 20,922.64
IN SALES TAXES BILLED, OR COLLECTED)**

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

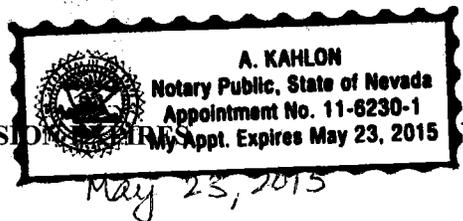

SIGNATURE OF OWNER OR OFFICIAL
702-256-4006
TELEPHONE NUMBER

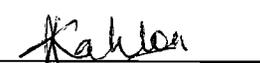
**SUBSCRIBED AND SWORN TO BEFORE ME
A NOTARY PUBLIC IN AND FOR THE COUNTY OF
THIS 16 DAY OF**

NOTARY PUBLIC NAME <u>Aman Kahlon</u>	
COUNTY NAME <u>Clark Nevada</u>	
MONTH <u>April</u>	YEAR <u>2013</u>

(SEAL)

MY COMMISSION




SIGNATURE OF NOTARY PUBLIC