

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

SW - 04123 A

Martinez Lake Sewer Company
10430 N. Martinez Lake Road
Yuma, AZ 85365

RECEIVED

MAY 02 2014

AZ CORP COMM
Director - Utilities

ANNUAL REPORT
Sewer

FOR YEAR ENDING

12	31	2013
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FOR COMMISSION USE

ANN05	13
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5-2-14

COMPANY INFORMATION

Company Name (Business Name) <u>Martinez Lake Sewer Company</u>		
Mailing Address <u>10430 N. Martinez Lake Road</u>		
<u>Yuma</u> (City)	<u>AZ</u> (State)	<u>85365</u> (Zip)
<u>928-783-9589</u>	<u>928-782-3360</u>	
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)
Email Address <u>info@martinezlake.com</u>		
Local Office Mailing Address <u>10430 N. Martinez Lake Road</u>		
<u>Yuma</u> (City)	<u>AZ</u> (State)	<u>85365</u> (Zip)
<u>928-783-9589</u>	<u>928-782-3360</u>	
Local Office Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)
Email Address <u>info@martinezlake.com</u>		

MANAGEMENT INFORMATION

<input checked="" type="checkbox"/> Regulatory Contact:		
<input checked="" type="checkbox"/> Management Contact: <u>Laura Guth</u> <u>Vice President</u>		
	(Name)	(Title)
<u>10430 N. Martinez Lake Road</u>	<u>Yuma</u>	<u>AZ</u> <u>85365</u>
(Street)	(City)	(State) (Zip)
<u>928-783-9589</u>	<u>928-782-3360</u>	
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)
Email Address <u>info@martinezlake.com</u>		
On Site Manager: <u>Laura Guth</u>		
	(Name)	
<u>10430 N. Martinez Lake Road</u>	<u>Yuma</u>	<u>AZ</u> <u>85365</u>
(Street)	(City)	(State) (Zip)
<u>928-783-9589</u>	<u>928-782-3360</u>	
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)
Email Address <u>info@martinezlake.com</u>		

Statutory Agent: Wade Noble

(Name)

1405 W. 16th St. Yuma AZ 85364
(Street) (City) (State) (Zip)

928-343-9947 928-343-9483 _____
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Attorney: Wade Noble

(Name)

1405 W. 16th St. Yuma AZ 85364
(Street) (City) (State) (Zip)

928-343-9947 928-343-9483 _____
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address wade@noblelaw.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 type="checkbox"/> YAVAPAI | <input checked="" type="checkbox"/> YUMA |
| <input type="checkbox"/> STATEWIDE | | |

WILLIAM M. CLEMENTS

CERTIFIED PUBLIC ACCOUNTANT

1421 S. Fifth Avenue
Yuma, Arizona 85364
(928) 782-7503
FAX (928) 782-6845
wmccpa@c2i2.com

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MAY 02 2014

AZ CORP COMM
Director - Utilities

ACCOUNTANT'S COMPILATION REPORT

To the Board of Directors
Martinez Lake Sewer Company
Yuma, AZ

April 29, 2014

I have compiled the balance sheet of Martinez Lake Sewer Company (a corporation) as of December 31, 2013 and 2012, and the related statement of income and expense for the years then ended included in the accompanying prescribed form. I have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or provide any assurance about whether the financial statements are in accordance with the form prescribed by the Arizona Corporation Commission Utilities Division.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with requirements prescribed by the Arizona Corporation Commission Utilities Division and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

My responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements.

Martinez Lake Sewer Company
Page 2
April 29, 2014

These financial statements (including related disclosures) are presented in accordance with the requirements of the Arizona Corporation Commission Utilities Division which differ from accounting principles generally accepted in the United States of America. This report is intended solely for the information and use of the Arizona Corporation Commission Utilities Division and is not intended to be and should not be used by anyone other than this specified party.

I am not independent with respect to Martinez Lake Sewer Company.

A handwritten signature in black ink, appearing to read "William M. Clements". The signature is stylized with a large, looping flourish at the end.

William M. Clements
Certified Public Accountant

COMPANY NAME Martinez Lake Sewer Company

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
351	Organization			
352	Franchises			
353	Land and Land Rights			
354	Structures and Improvements			
355	Power Generation Equipment			
360	Collection Sewers – Force			
361	Collection Sewers – Gravity			
362	Special Collecting Structures			
363	Services to Customers			
364	Flow Measuring Devices			
365	Flow Measuring Installations			
370	Receiving Wells			
380	Treatment and Disposal Equip.			
381	Plant Sewers			
382	Outfall Sewer Lines			
389	Other Plant and Misc. Equipment			
390	Office Furniture and Equipment			
390.1	Computers & Software			
391	Transportation Equipment			
393	Tools, Shop and Garage Equip.			
394	Laboratory Equipment			
395	Power Operated Equipment			
398	Other Tangible Plant			
	TOTALS	-0-	-0-	-0-

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

COMPANY NAME Martinez Lake Sewer Company

CALCULATION OF DEPRECIATION EXPENSE

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
351	Organization			
352	Franchises			
353	Land and Land Rights			
354	Structures and Improvements			
355	Power Generation Equipment			
360	Collection Sewers – Force			
361	Collection Sewers – Gravity			
362	Special Collecting Structures			
363	Services to Customers			
364	Flow Measuring Devices			
365	Flow Measuring Installations			
370	Receiving Wells			
380	Treatment and Disposal Equip.			
381	Plant Sewers			
382	Outfall Sewer Lines			
389	Other Plant and Misc. Equipment			
390	Office Furniture and Equipment			
390.1	Computers & Software			
391	Transportation Equipment			
393	Tools, Shop and Garage Equip.			
394	Laboratory Equipment			
395	Power Operated Equipment			
398	Other Tangible Plant			
	TOTALS	- 0 -		- 0 -

This amount goes on the Comparative Statement of Income and Expense Acct. 403

Martinez Lake Sewer Company
Note to Financial Statements
December 31, 2013

Note A - Restated Financial Statements

The December 31, 2013, financial statements are restated to correct an error. In preparing the 2013 Arizona Corporation Commission Annual Report and 2013 corporate income tax returns, management advised their Certified Public Accountant that the meter measuring the sewer wastewater processed was broken and that they did not have to pay Fisher's Landing for processing the wastewater expense accrued at December 31, 2012, accordingly, a \$61,618 correction to accrued wastewater expense was reported as other non-utility income. In preparing the 2014 corporate tax returns and Arizona Corporation Commission Annual Report our Certified Public Accountant discovered that Jacobson Companies, on February 2, 2013, paid \$65,396 to Fisher's Landing, on our behalf. The payment represented an \$8,000 accrued hook-up fee and \$57,396 for wastewater processed through December 31, 2012. The December 31, 2013, financial statements are restated to recognize the liability for that payment on our behalf. With that payment, and in recording that liability, other non-utility income decreases \$57,396 and the \$8,000 accrued hook-up fee is eliminated. Other changes to the Statement of Income and Expenses, for the year ended December 31, 2013, include: Interest expense increases \$4,059, recording accrued interest due on the loan from Jacobson Companies; State Income Taxes decrease \$1,835 and Federal Income Taxes decrease \$8,936 (current year \$3,932 and deferred \$5,004.) Changes to the Balance Sheet include: Loans Payable to Associated Companies increases \$69,455 for the loan from Jacobson Companies and the \$4,059 interest due them; the \$8,000 accrued hook-up fee is satisfied and eliminated; and Retained Earnings decrease \$50,684; Tax Claims Receivable increase \$5,767, and the Deferred Tax Benefit of NOL increases \$5,004.

Revised 5.15.15

COMPANY NAME Martinez Lake Sewer Company

BALANCE SHEET

Acct No.	ASSETS	BALANCE AT BEGINNING OF TEST YEAR	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 26	\$ 1,752
132	Special Deposits		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	14,008	18,475
146	Notes/Receivables from Associated Companies	81,859	87,883
151	Plant Material and Supplies		
162	Prepayments Tax Claims Receivable	-	5,767
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 95,893	\$ 113,877
	FIXED ASSETS		
101	Utility Plant in Service	\$	\$
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant		
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$	\$
	Deferred Tax Benefit of NOL	5,605	5,004
	TOTAL ASSETS	\$ 101,498	\$ 118,881

NOTE: Total Assets on this page should equal Total Liabilities and Capital on the following page.

Revised 5-15-15

COMPANY NAME Martinez Lake Sewer Company

BALANCE SHEET (CONTINUED)

Acct No.	LIABILITIES	BALANCE AT BEGINNING OF TEST YEAR	BALANCE AT END OF YEAR
	CURRENT LIABILITES		
231	Accounts Payable	\$ 4,750	\$ 6,165
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies	64,360	133,815
235	Customer Deposits		
236	Accrued Taxes	50	5,817
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities	63,172	513
	TOTAL CURRENT LIABILITIES	\$ 132,332	\$ 146,310
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ -	\$ -
	DEFERRED CREDITS		
252	Advances in Aid of Construction	\$	\$
253	Other Deferred Credits		
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	\$	\$
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 1,000	\$ 1,000
211	Other Paid in Capital		
215	Retained Earnings	(31,834)	(28,429)
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ (30,834)	\$ (27,429)
	TOTAL LIABILITIES AND CAPITAL	\$ 101,498	\$ 118,881

Revised 5-15-15

COMPANY NAME Martinez Lake Sewer Company

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
521	Flat Rate Revenues	\$ 12,597	\$ 16,132
522	Measured Revenues		
536	Other Wastewater Revenues		
	TOTAL REVENUES	\$ 12,597	\$ 16,132
	OPERATING EXPENSES		
701	Salaries and Wages	\$	\$
710	Purchased Wastewater Treatment	9,868	10,719
711	Sludge Removal Expense		
715	Purchased Power		
716	Fuel for Power Production		
718	Chemicals		
720	Materials and Supplies		
731	Contractual Services – Professional		
735	Contractual Services – Testing		
736	Contractual Services – Other		
740	Rents		
750	Transportation Expense		
755	Insurance Expense		
765	Regulatory Commission Expense		
775	Miscellaneous Expense	1,483	1,475
403	Depreciation Expense		
408	Taxes Other Than Income	45	45
408.11	Property Taxes		
409	Income Taxes	227	651
	TOTAL OPERATING EXPENSES	\$ 11,623	\$ 12,890
	OTHER INCOME/EXPENSE		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		4,222 (1)
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		(4,059)
	TOTAL OTHER INCOME/EXPENSE	\$ -	\$ 163
	NET INCOME/(LOSS)	\$ 974	\$ 3,405

(1) The pump that measured the wastewater flow has been malfunctioning since it was installed in 2009 and was running when nothing was going through it. Fisher's Landing, which contracted with Martinez Lake Sewer Company to treat the wastewater, has forgiven the payment of this accrued expense that was recorded based on false sewage readings. The \$4,222 amount is recognized as non-utility income at December 31, 2013.

COMPANY NAME Martinez Lake Sewer Company

BALANCE SHEET

Acct No.	ASSETS	BALANCE AT BEGINNING OF TEST YEAR	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 26	\$ 1,752
132	Special Deposits		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	14,008	18,475
146	Notes/Receivables from Associated Companies	81,859	87,883
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 95,893	\$ 108,110
	FIXED ASSETS		
101	Utility Plant in Service	\$	\$
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant		
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$	\$
	Deferred Tax Benefit of NOL	5,605	
	TOTAL ASSETS	\$ 101,498	\$ 108,110

NOTE: Total Assets on this page should equal Total Liabilities and Capital on the following page.

COMPANY NAME Martinez Lake Sewer Company

BALANCE SHEET (CONTINUED)

Acct No.	LIABILITIES	BALANCE AT BEGINNING OF TEST YEAR	BALANCE AT END OF YEAR
	CURRENT LIABILITES		
231	Accounts Payable	\$ 4,750	\$ 6,165
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies	64,360	64,360
235	Customer Deposits		
236	Accrued Taxes	50	5,817
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities	63,172	8,513
	TOTAL CURRENT LIABILITIES	\$ 132,332	\$ 84,855
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ -0-	\$ -0-
	DEFERRED CREDITS		
252	Advances in Aid of Construction	\$	\$
253	Other Deferred Credits		
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	\$ -0-	\$ -0-
	TOTAL LIABILITIES	\$	\$
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 1,000	\$ 1,000
211	Other Paid in Capital		
215	Retained Earnings	(31,834)	22,255
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ (30,834)	\$ 23,255
	TOTAL LIABILITIES AND CAPITAL	\$ 101,498	\$ 108,110

COMPANY NAME Martinez Lake Sewer Company

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
521	Flat Rate Revenues	\$ 12,597	\$ 16,132
522	Measured Revenues		
536	Other Wastewater Revenues		
	TOTAL REVENUES	\$ 12,597	\$ 16,132
	OPERATING EXPENSES		
701	Salaries and Wages	\$	\$
710	Purchased Wastewater Treatment	9,868	10,719
711	Sludge Removal Expense		
715	Purchased Power		
716	Fuel for Power Production		
718	Chemicals		
720	Materials and Supplies		
731	Contractual Services – Professional		
735	Contractual Services – Testing		
736	Contractual Services – Other		
740	Rents		
750	Transportation Expense		
755	Insurance Expense		
765	Regulatory Commission Expense		
775	Miscellaneous Expense	1,483	1,475
403	Depreciation Expense		
408	Taxes Other Than Income	45	45
408.11	Property Taxes		
409	Income Taxes	227	11,422
	TOTAL OPERATING EXPENSES	\$ 11,623	\$ 23,661
	OTHER INCOME/EXPENSE		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		61,618
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	TOTAL OTHER INCOME/EXPENSE	\$ -0-	\$ 61,618
	NET INCOME/(LOSS)	\$ 974	\$ 54,089

(1) The pump that measured the wastewater flow has been malfunctioning since it was installed in 2009 and was running when nothing was going through it. Fisher's Landing, which contracted with Martinez Lake Sewer Company to treat the wastewater, has forgiven the payment of this accrued expense that was recorded based on false sewage readings. The \$61,618 amount is recognized as non-utility income at December 31, 2013.

(1)

COMPANY NAME Martinez Lake Sewer Company

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	\$ -0-	\$ -0-	\$ -0-	\$ -0-
Amount Outstanding	\$	\$	\$	\$
Date of Maturity				
Interest Rate	%	%	%	%
Current Year Interest	\$	\$	\$	\$
Current Year Principle	\$	\$	\$	\$

COMPANY NAME	Martinez Lake Sewer Company
Name of System:	Wastewater Inventory Number (if applicable):

WASTEWATER COMPANY PLANT DESCRIPTION

TREATMENT FACILITY Collection System

TYPE OF TREATMENT (Extended Aeration, Step Aeration, Oxidation Ditch, Aerobic Lagoon, Anaerobic Lagoon, Trickling Filter, Septic Tank, Wetland, Etc.)	
DESIGN CAPACITY OF PLANT (Gallons Per Day)	

LIFT STATION FACILITIES

Location	Quantity of Pumps	Horsepower Per Pump	Capacity Per Pump (GPM)	Wet Well Capacity (gals)

FORCE MAINS

Size	Material	Length (Feet)
4-inch		
6-inch		

MANHOLES

Type	Quantity
Standard	
Drop	

CLEANOUTS

Quantity

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

COMPANY NAME Martinez Lake Sewer Company
Name of System: _____ Wastewater Inventory Number (if applicable): _____

WASTEWATER COMPANY PLANT DESCRIPTION (CONTINUED)

COLLECTION MAINS

SERVICES

Size (in inches)	Material	Length (in feet)
4		
6		
8		
10		
12		
15		
18		
21		
24		
30		

Size (in inches)	Material	Quantity
4		
6		
8		
12		
15		

FOR THE FOLLOWING FIVE ITEMS, LIST THE UTILITY OWNED ASSETS IN EACH CATEGORY PER WASTEWATER SYSTEM

SOLIDS PROCESSING AND HANDLING FACILITIES	
DISINFECTION EQUIPMENT (Chlorinator, Ultra-Violet, Etc.)	
FILTRATION EQUIPMENT (Rapid Sand, Slow Sand, Activated Carbon, Etc.)	
STRUCTURES (Buildings, Fences, Etc.)	
OTHER (Laboratory Equipment, Tools, Vehicles, Standby Power Generators, Etc.)	

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

COMPANY NAME Martinez Lake Sewer Company
Name of System: _____ Wastewater Inventory Number (if applicable): _____

WASTEWATER FLOWS

MONTH/YEAR (Most Recent 12 Months)	NUMBER OF SERVICES	TOTAL MONTHLY SEWAGE FLOW	SEWAGE FLOW ON PEAK DAY
January	25	508,200	
February	25	368,132	
March	28	563,288	
April	28	359,880	
May	28	326,134	
June	29	426,046	
July	31	309,266	
August	31	194,574	
September	31	235,850	
October	31	204,582	
November	31	368,578	
December	31	523,133	

**PROVIDE THE FOLLOWING INFORMATION AS APPLICABLE
PER WASTEWATER SYSTEM**

Method of Effluent Disposal (leach field, surface water discharge, reuse, injection wells, groundwater recharge, evaporation ponds, etc.)	
Groundwater Permit Number	
ADEQ Aquifer Protection Permit Number	
ADEQ Reuse Permit Number	
EPA NPDES Permit Number	

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

COMPANY NAME: Martinez Lake Sewer Company

Name of System:

Wastewater Inventory Number (if applicable):

UTILITY SHUTOFFS / DISCONNECTS

MONTH	Termination without Notice R14-2- 609.B	Termination with Notice R14-2- 609.C	OTHER
JANUARY			
FEBRUARY			
MARCH			
APRIL			
MAY			
JUNE			
JULY			
AUGUST			
SEPTEMBER			
OCTOBER			
NOVEMBER			
DECEMBER			
TOTALS →	-0-	-0-	-0-

OTHER (description):

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported	26,214
Estimated or Actual Federal Tax Liability	<u>3,932</u>

State Taxable Income Reported	27,056
Estimated or Actual State Tax Liability	<u>1,885</u>

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances	<u>-0-</u>
Amount of Gross-Up Tax Collected	<u>-0-</u>
Total Grossed-Up Contributions/Advances	<u>-0-</u>

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.

Laura Guth
SIGNATURE

5/1/14
DATE

Laura Guth
PRINTED NAME

Vice President
TITLE

COMPANY NAME Martinez Lake Sewer Company YEAR ENDING 12/31/2013

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2013 was: \$ -0-

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. No property is owned by Martinez Lake
Sewer Company.

**VERIFICATION
AND
SWORN STATEMENT
Taxes**

RECEIVED

MAY 02 2014

AZ CORP COMM
Director - Utilities

VERIFICATION

STATE OF Arizona

**I, THE UNDERSIGNED
OF THE**

COUNTY OF (COUNTY NAME)	Yuma
NAME (OWNER OR OFFICIAL) TITLE	Laura Guth, Vice President
COMPANY NAME	Martinez Lake Sewer 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	2013

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.

Laura Jean Guth

SIGNATURE OF OWNER OR OFFICIAL

619-895-5115

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 1st **DAY OF**

COUNTY NAME	Yuma, Arizona	
MONTH	May	2014

(SEAL)



NOTARY PUBLIC
STATE OF ARIZONA
YUMA COUNTY

DIANNE PATRICIA CLEMENTS

My Commission Expires 10/12/14

Dianne Patricia Clements

SIGNATURE OF NOTARY PUBLIC

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

RECEIVED

MAY 02 2014

AZ CORP COMM
Director - Utilities

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	Yuma
NAME (OWNER OR OFFICIAL) TITLE	Laura Guth, Vice President
COMPANY NAME	Martinez Lake Sewer Company

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

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2013

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 2013 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)
\$ <u>16,132</u>

**(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)**

Laura Jean Guth

SIGNATURE OF OWNER OR OFFICIAL

619-895-5115

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

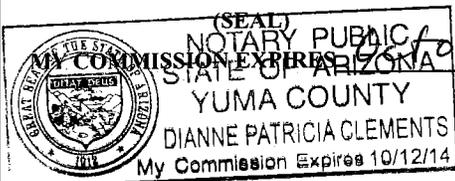
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 1st **DAY OF**

COUNTY NAME	Yuma, Arizona
MONTH	May, 2014

Dianne Patricia Clements

SIGNATURE OF NOTARY PUBLIC



**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY**

RECORDED

MAY 02 2014

AZ CORPORATION
Director

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) Yuma	
NAME (OWNER OR OFFICIAL) Laura Guth	TITLE Vice President
COMPANY NAME Martinez Lake Sewer Company	

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

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2013

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 2013 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES \$ <u>9,501</u>
--

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

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

Laura Jean Guth

SIGNATURE OF OWNER OR OFFICIAL
619-895-5115

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

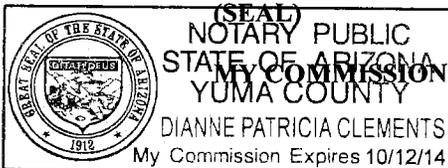
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

15th

DAY OF

NOTARY PUBLIC NAME <i>Dianne Patricia Clements</i>	
COUNTY NAME <i>Yuma, Arizona</i>	
MONTH <i>May</i>	<i>2014</i>



EXPIRES *October 12, 2014*

Dianne Patricia Clements

SIGNATURE OF NOTARY PUBLIC