

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

SW-02849A
Saddlebrooke Utility Company
9532 E. Riggs Rd.
Sun Lakes, AZ 85248

RECEIVED

APR 15 2014

ACC UTILITIES DIRECTOR

ANNUAL REPORT
Sewer

FOR YEAR ENDING

12	31	2013
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FOR COMMISSION USE

ANN05	13
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4-29-14

COMPANY INFORMATION

Company Name (Business Name) Saddlebrooke Utility Company

Mailing Address 9532 E. Riggs Rd.

(Street)

Sun Lakes

(City)

AZ

(State)

85248

(Zip)

(480) 895-4200

Telephone No. (Include Area Code)

(480) 895-5455

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Email Address _____

Local Office Mailing Address 40004 S. Ridgeview Blvd.

(Street)

Tucson

(City)

AZ

(State)

85739

(Zip)

(520) 825-3423

Local Office Telephone No. (Include Area Code)

(520) 825-0712

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Email Address _____

MANAGEMENT INFORMATION

Regulatory Contact:

Management Contact: Steve Soriano Vice President/General Manager

(Name)

(Title)

9532 E. Riggs Rd.

(Street)

Sun Lakes

(City)

AZ

(State)

85248

(Zip)

(480) 895-4200

Telephone No. (Include Area Code)

(480) 895-5455

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Email Address _____

Address steve.soriano@robson.com

On Site Manager: Ed MacMeans

(Name)

40004 S. Ridgeview Blvd

(Street)

Tucson

(City)

AZ

(State)

85739

(Zip)

(520) 825-3423

Telephone No. (Include Area Code)

(520) 825-0712

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Email Address _____

Address ed.macmeans@robson.com

Statutory Agent: James Hubbard
(Name)

9532 E. Riggs Rd. Sun Lakes AZ 85248
(Street) (City) (State) (Zip)

(480) 895-4200 (480) 895-0136
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Attorney: Jay L. Shapiro
(Name)

3003 N. Central Ave., Ste 2600 Phoenix AZ 85012-2913
(Street) (City) (State) (Zip)

(602) 916-5366
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address jshapiro@fclaw.com

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 checked="" type="checkbox"/> PINAL |
| <input type="checkbox"/> SANTA CRUZ | <input type="checkbox"/> YAVAPAI | <input type="checkbox"/> YUMA |
| <input type="checkbox"/> STATEWIDE | | |

COMPANY NAME Saddlebrooke Utility Company

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
351	Organization	21,369		21,369
352	Franchises			
353	Land and Land Rights	125,000		125,000
354	Structures and Improvements	65,664	27,622	38,042
355	Power Generation Equipment			
360	Collection Sewers – Force			
361	Collection Sewers – Gravity	6,664,318	1,827,406	4,836,912
362	Special Collecting Structures			
363	Services to Customers	1,466,275	331,740	1,134,535
364	Flow Measuring Devices			
365	Flow Measuring Installations			
370	Receiving Wells	1,624,865	1,217,462	407,403
380	Treatment and Disposal Equip.	6,294,359	4,611,591	1,682,768
381	Plant Sewers			
382	Outfall Sewer Lines	694,685	136,685	558,000
389	Other Plant and Misc. Equipment	254,556	180,497	74,059
390	Office Furniture and Equipment			
391	Transportation Equipment			
393	Tools, Shop and Garage Equip.			
394	Laboratory Equipment			
395	Power Operated Equipment			
398	Other Tangible Plant			
	TOTALS	17,211,091	8,333,003	8,878,088

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

COMPANY NAME Saddlebrooke Utility Company

CALCULATION OF DEPRECIATION EXPENSE

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
351	Organization	21,369		
352	Franchises			
353	Land and Land Rights	125,000		
354	Structures and Improvements	65,664	2.75	1,803
355	Power Generation Equipment			
360	Collection Sewers – Force			
361	Collection Sewers – Gravity	6,664,318	2.00	133,287
362	Special Collecting Structures			
363	Services to Customers	1,466,275	2.00	29,326
364	Flow Measuring Devices			
365	Flow Measuring Installations			
370	Receiving Wells	1,624,865	3.21	52,220
380	Treatment and Disposal Equip.	6,294,359	5.22	328,705
381	Plant Sewers			
382	Outfall Sewer Lines	694,685	3.84	26,687
389	Other Plant and Misc. Equipment	254,556	11.66	29,680
390	Office Furniture and Equipment			
391	Transportation Equipment			
393	Tools, Shop and Garage Equip.			
394	Laboratory Equipment			
395	Power Operated Equipment			
398	Other Tangible Plant			
	TOTALS	17,211,091	3.50	601,708

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

COMPANY NAME Saddlebrooke Utility Company

BALANCE SHEET

Acct No.	ASSETS	BALANCE AT BEGINNING OF TEST YEAR	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$109,697	\$102,060
132	Special Deposits	0	0
135	Temporary Cash Investments		
141	Customer Accounts Receivable	185,074	184,498
146	Notes/Receivables from Associated Companies	5,207,031	5,863,832
151	Plant Material and Supplies		
162	Prepayments		17,676
174	Miscellaneous Current and Accrued Assets	408,927	386,116
	TOTAL CURRENT AND ACCRUED ASSETS	\$5,910,729	\$6,554,182
	FIXED ASSETS		
101	Utility Plant in Service	\$16,926,475	\$17,211,091
103	Property Held for Future Use		
105	Construction Work in Progress	232,590	0
108	Accumulated Depreciation – Utility Plant	(7,731,295)	(8,333,003)
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$9,427,770	\$8,878,088
	TOTAL ASSETS	\$15,338,499	\$15,432,270

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

COMPANY NAME Saddlebrooke Utility Company

BALANCE SHEET (CONTINUED)

Acct No.	LIABILITIES	BALANCE AT BEGINNING OF TEST YEAR	BALANCE AT END OF YEAR
	CURRENT LIABILITES		
231	Accounts Payable	\$14,920	\$15,713
232	Notes Payable (Current Portion)	0	0
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits		
236	Accrued Taxes	58,677	60,104
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities	19,846	16,796
	TOTAL CURRENT LIABILITIES	\$93,443	\$92,613
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$0	\$0
	DEFERRED CREDITS		
252	Advances in Aid of Construction	\$0	\$0
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	\$93,443	\$92,613
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$98,472	\$98,472
211	Other Paid in Capital	3,224,839	3,224,839
215	Retained Earnings	11,921,745	12,016,346
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$15,245,056	\$15,339,657
	TOTAL LIABILITIES AND CAPITAL	\$15,338,499	\$15,432,270

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
521	Flat Rate Revenues	\$2,274,264	\$2,287,536
522	Measured Revenues	90,976	72,864
536	Other Wastewater Revenues	87,264	88,735
	TOTAL REVENUES	\$2,452,504	\$2,449,135
	OPERATING EXPENSES		
701	Salaries and Wages	\$229,467	\$214,215
710	Purchased Wastewater Treatment		
711	Sludge Removal Expense		
715	Purchased Power	225,684	224,034
716	Fuel for Power Production		
718	Chemicals	5,874	3,987
720	Materials and Supplies	210,454	134,650
731	Contractual Services – Professional	7,341	57,691
735	Contractual Services – Testing	19,599	19,738
736	Contractual Services – Other	47,092	57,552
740	Rents	6,562	5,964
750	Transportation Expense	24,175	27,301
755	Insurance Expense	22,277	22,746
765	Regulatory Commission Expense		
775	Miscellaneous Expense	31,734	33,753
403	Depreciation Expense	631,920	601,708
408	Taxes Other Than Income		
408.11	Property Taxes	108,034	113,304
409	Income Taxes		
	TOTAL OPERATING EXPENSES	\$1,570,213	\$1,516,643
	OTHER INCOME/EXPENSE		
419	Interest and Dividend Income	\$120,024	\$159,433
421	Non-Utility Income	2,416	2,781
426	Miscellaneous Non-Utility Expenses	(51)	(105)
427	Interest Expense	0	0
	TOTAL OTHER INCOME/EXPENSE	\$122,389	\$162,109
	NET INCOME/(LOSS)	\$1,004,680	\$1,094,601

COMPANY NAME Saddlebrooke Utility Company

SUPPLEMENTAL FINANCIAL DATA
Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	01/18/96			
Source of Loan	IDA Bonds			
ACC Decision No.	59134			
Reason for Loan	Construction			
Dollar Amount Issued	\$3,950,000	\$	\$	\$
Amount Outstanding	\$0	\$	\$	\$
Date of Maturity	07/01/19			
Interest Rate	7.25%	%	%	%
Current Year Interest	\$0	\$	\$	\$
Current Year Principle	\$0	\$	\$	\$

COMPANY NAME Saddlebrooke Utility Company

Name of System: _____ **Wastewater Inventory Number (if applicable):** _____

WASTEWATER COMPANY PLANT DESCRIPTION
TREATMENT FACILITY

TYPE OF TREATMENT (Extended Aeration, Step Aeration, Oxidation Ditch, Aerobic Lagoon, Anaerobic Lagoon, Trickling Filter, Septic Tank, Wetland, Etc.)	Package plant with primary clarifier and tertiary treatment facilities
DESIGN CAPACITY OF PLANT (Gallons Per Day)	1,240,000 GPD

LIFT STATION FACILITIES

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

FORCE MAINS

Size	Material	Length (Feet)
4-inch	PVC	1,772
6-inch	PVC	8,046
< 4-inch	PVC	8,002
> 6-inch	PVC	2,797

MANHOLES

Type	Quantity
Standard	1,006
Drop	11

CLEANOUTS

Quantity
133

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

**Saddlebrooke Utility Company
Wastewater Company Plant Descriptions - Treatment Facility
December 31, 2013**

Lift Station Facilities:

Location	Quantity of Pumps	Horsepower Per Pump	Capacity Per Pump GPM	Wet Well Capacity (gals)
Construction Yard	2	1	50	1,000
Unit 7	2	3	50	1,020
Unit 9	2	75	140	677
Unit 19	2	3	140	888
Unit 27	2	5	120	380
Unit 32	2	20	500	1,800
Unit 21 North	2	15	131	1,197
Unit 21 South	2	88	275	1,795
Unit 46	2	20	600	1,800

COMPANY NAME Saddlebrooke Utility Company

Name of System:

Wastewater Inventory Number (if applicable):

WASTEWATER COMPANY PLANT DESCRIPTION (CONTINUED)

COLLECTION MAINS

SERVICES

Size (in inches)	Material	Length (in feet)
3	PVC	760
4	PVC	6,302
6		
8	PVC	267,159
10	PVC	2,787
12		
15		
18		
21		
24		
30		

Size (in inches)	Material	Quantity
4	PVC	4,873
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	Centrifuge
DISINFECTION EQUIPMENT (Chlorinator, Ultra-Violet, Etc.)	Ultra-Violet
FILTRATION EQUIPMENT (Rapid Sand, Slow Sand, Activated Carbon, Etc.)	Sand & Anthracite
STRUCTURES (Buildings, Fences, Etc.)	Comminuter, Influent Pump Station, Package Plant, Blowers, Generators, Equalization Basin, Filters, UV Disinfection, Effluent
OTHER (Laboratory Equipment, Tools, Vehicles, Standby Power Generators, Etc.)	Vehicles, Microscope

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

COMPANY NAME Saddlebrooke Utility 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	4,846	15,793,000	594,000
February	4,846	15,234,000	597,000
March	4,847	16,163,000	575,000
April	4,846	14,675,000	542,000
May	4,845	12,667,000	467,000
June	4,849	10,892,000	389,000
July	4,849	11,553,000	391,000
August	4,859	9,706,000	423,000
September	4,861	9,615,000	414,000
October	4,866	12,800,000	463,000
November	4,868	14,133,000	600,000
December	4,873	14,442,000	487,000

**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.)	Reuse NPDES
Groundwater Permit Number	100356
ADEQ Aquifer Protection Permit Number	N/A
ADEQ Reuse Permit Number	PL000356
EPA NPDES Permit Number	AZ0022853

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

COMPANY NAME: Saddlebrooke Utility 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	0	8	0
FEBRUARY	0	0	0
MARCH	0	12	0
APRIL	0	10	0
MAY	0	13	0
JUNE	0	8	0
JULY	0	4	0
AUGUST	0	5	0
SEPTEMBER	0	11	0
OCTOBER	0	14	0
NOVEMBER	0	0	0
DECEMBER	0	0	0
TOTALS →	0	85	0

OTHER (description):

COMPANY NAME Saddlebrooke Utility Company

YEAR ENDING 12/31/2013

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported 0
Estimated or Actual Federal Tax Liability 0

State Taxable Income Reported 0
Estimated or Actual State Tax Liability 0

Amount of Grossed-Up Contributions/Advances:

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

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.



4-8-14

SIGNATURE

DATE

Steve Soriano
PRINTED NAME

Vice President/General Manager
TITLE

COMPANY NAME Saddlebrooke Utility Company YEAR ENDING 12/31/2013

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2013 was: \$ 110,929.37

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 2014
ACC UTILITIES DIRECTOR

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) Maricopa
NAME (OWNER OR OFFICIAL) TITLE Steve Soriano – Vice President/General Manager
COMPANY NAME Saddlebrooke Utility Company

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

FOR THE YEAR ENDING

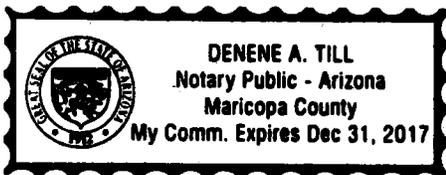
MONTH	DAY	YEAR
12	31	2013

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.





SIGNATURE OF OWNER OR OFFICIAL

(480) 895-4200

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

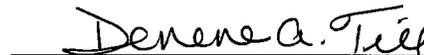
THIS

8

DAY OF

COUNTY NAME	Maricopa	
MONTH	April	2014

(SEAL)



SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES 12/31/17

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

RECEIVED

APR 15 2014

VERIFICATION

STATE OF Arizona

**I, THE UNDERSIGNED
OF THE**

COUNTY OF (COUNTY NAME) Maricopa	ACC UTILITIES DIRECTOR
NAME (OWNER OR OFFICIAL), TITLE Steve Soriano - Vice President/General Manager	
COMPANY NAME Saddlebrooke Utility 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>2,455,190</u>

**(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 6,055
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
(480) 895-4200

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

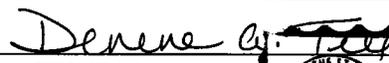
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 8 **DAY OF**

COUNTY NAME	Maricopa	
MONTH	April	2014

(SEAL)

MY COMMISSION EXPIRES 12/31/17



SIGNATURE OF NOTARY PUBLIC

	DENENE A. TILL Notary Public - Arizona Maricopa County My Comm. Expires Dec 31, 2017
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**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY**

**RECEIVED
APR 15 2014
ACC UTILITIES DIRECTOR**

VERIFICATION
STATE OF Arizona

COUNTY OF (COUNTY NAME) <u>Maricopa</u>	
NAME (OWNER OR OFFICIAL) <u>Steve Soriano</u>	TITLE <u>Vice President/General Manager</u>
COMPANY NAME <u>Saddlebrooke Utility Company</u>	

I, THE UNDERSIGNED
OF THE

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>2013</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.

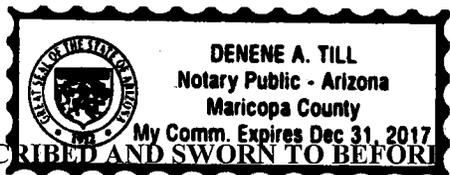
SWORN STATEMENT

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 2013 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES \$ <u>2,300,721</u>
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(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 0
IN SALES TAXES BILLED, OR COLLECTED

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



SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 8 DAY OF

(SEAL)

MY COMMISSION EXPIRES

12/31/17

Steve Soriano

SIGNATURE OF OWNER OR OFFICIAL

(480) 895-4200

TELEPHONE NUMBER

NOTARY PUBLIC NAME <u>Denene A. Till</u>
COUNTY NAME <u>Maricopa</u>
MONTH <u>April</u> <u>2014</u>

Denene A. Till

SIGNATURE OF NOTARY PUBLIC