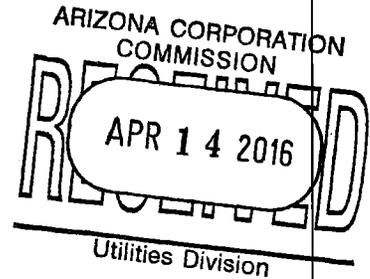


ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

W-02089A

Kyllo Development Corp.
dba Bradshaw Mountainview Water Company
~~PO Box 10593~~
~~Sedona, AZ 86339~~
PO Box 938
Mayer, AZ 86333



Please click here if pre-printed Company name on this form is not your current Company name or dba name is not included.

Please list current Company name including dba here:

ANNUAL REPORT
Water

FOR YEAR ENDING

12	31	2015
----	----	------

FOR COMMISSION USE

ANN 04	15
--------	----

4-28-16

Statutory Agent: <u>Stuart McLean</u>			
PO Box 938	(Name) Mayer	AZ	86333
(Street)	(City)	(State)	(Zip)
800-315-5333			
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
Attorney: <u>N/A</u>			
(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:

<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		

COMPANY NAME Kylo Development Corp dba Bradshaw Mountainview Water Co.

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	10,271	-0-	10,271
302	Franchises			
303	Land and Land Rights	5,500	-0-	5,500
304	Structures and Improvements	26,702	16,554	10,148
305	Collecting & Impounding Reservoirs			
306	Lake, River, Canal Intakes			
307	Wells and Springs	130,732	67,666	63,066
308	Infiltration Galleries			
309	Raw Water Supply Mains			
310	Power Generation Equipment Solar	123,419	39,084	84,335
311	Pumping Equipment	157,545	150,389	7,156
320	Water Treatment Equipment			
320.1	Water Treatment Plants			
320.2	Solution Chemical Feeders	1,250	166	1,084
320.3	Point-of-Use Treatment Devices			
320.4	Arsenic Media			
330	Distribution Reservoirs and Standpipes			
330.1	Storage Tanks	39,904	31,158	8,746
330.2	Pressure Tanks			
331	Transmission and Distribution Mains	1,257,276	422,684	834,592
333	Services	237,981	131,503	106,478
334	Meters and Meter Installations	53,286	53,286	-0-
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
340.1	Computers & Software			
341	Transportation Equipment			
342	Stores Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment	3,050	203	2,847
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	2,046,916	912,694	1,118,451

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

COMPANY NAME Kylo Development Corp dba Bradshaw Mountainview Water Co.

WATER UTILITY CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost(1)	Depreciation Percentage (2)	Depreciation Expense (1 x 2)
301	Organization	10,271	-0-	-0-
302	Franchises			
303	Land and Land Rights	5,500	-0-	-0-
304	Structures and Improvements	26,702	3.33%	889
305	Collecting & Impounding Reservoirs			
306	Lake, River, Canal Intakes			
307	Wells and Springs	130,732	3.33%	4,353
308	Infiltration Galleries			
309	Raw Water Supply Mains			
310	Power Generation Equipment	123,419	6.67%	8,232
311	Pumping Equipment	157,545	12.5%	19,693
320	Water Treatment Equipment			
320.1	Water Treatment Plants			
320.2	Solution Chemical Feeders	1,250	6.67%	83
320.3	Point-of-Use Treatment Devices			
320.4	Arsenic Media			
330	Distribution Reservoirs and Standpipes			
330.1	Storage Tanks	39,904	3.33%	1,329
330.2	Pressure Tanks			
331	Transmission and Distribution Mains	1,257,276	2.0%	25,146
333	Services	237,981	3.33%	7,925
334	Meters and Meter Installations	53,286	3.33%	-0-
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
340.1	Computers & Software			
341	Transportation Equipment			
342	Stores Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment	3,050	6.67	203
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	SUBTOTAL			
	LESS CIAC Amortization			
	TOTALS *	2,046,916		67,854

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

COMPANY NAME Kylo Development Corp dba Bradshaw Mountainview Water Co.

WATER UTILITY BALANCE SHEET

Acct No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 22,795	\$ 10,000
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	\$ 22,795	\$ 10,000
	FIXED ASSETS		
101	Utility Plant in Service	\$ 2,026,807	\$ 2,046,916
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	847,181	912,694
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 1,179,626	\$ 1,134,222
	TOTAL ASSETS	\$ 1,202,421	\$ 1,144,272

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

COMPANY NAME Kylo Development Corp dba Bradshaw Mountainview Water Co.

WATER UTILITY 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	37,997	16,961
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$ 37,997	\$ 16,961
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ 6,784	\$ -0-
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction	1,370,291	8,386
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		1,370,291
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ 1,389,075	\$ 1,378,677
	TOTAL LIABILITIES	\$ 1,389,075	\$ 1,395,638
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 5,000	\$ 5,000
211	Paid in Capital in Excess of Par Value	40,000	40,000
215	Retained Earnings	(60,553)	(296,366)
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ (15,553)	\$
	TOTAL LIABILITIES AND CAPITAL	\$ 1,373,472	\$ 1,144,272

COMPANY NAME Kyllo Development Corp dba Bradshaw Mountainview Water Co.

WATER UTILITY COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 205,898	\$ 206,404
460	Unmetered Water Revenue		
474	Other Water Revenues	6,137	6,310
	TOTAL REVENUES	\$ 212,034	\$ 212,714
	OPERATING EXPENSES		
601	Salaries and Wages	\$	\$
610	Purchased Water		
615	Purchased Power	22,281	23,225
618	Chemicals	3,270	2,520
620	Repairs and Maintenance	69,161	42,845
621	Office Supplies and Expense		
630	Outside Services	70,733	85,004
635	Water Testing	4,092	5,797
641	Rents		
650	Transportation Expenses		
657	Insurance – General Liability	4,000	4,378
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	1,500	1,500
403	Depreciation Expense	85,521	67,854
408	Taxes Other Than Income		
408.11	Property Taxes	12,029	11,798
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ 272,587	\$ 244,921
	OPERATING INCOME/(LOSS)	\$ (60,553)	\$ (32,207)
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	(552)	(394)
	TOTAL OTHER INCOME/(EXPENSE)	\$	\$
	NET INCOME/(LOSS)	\$ (61,657)	\$ (32,601)

COMPANY NAME Kyllo Development Corp dba Bradshaw Mountainview Water Co.

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	\$ 9,9466
Meter Deposits Refunded During the Test Year	\$ 1,762

COMPANY NAME Kylo Development Corp dba Bradshaw Mountainview Water Co.	
Name of System: BMVWCO	ADEQ Public Water System Number: 13-062

WATER UTILITY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-906853	5	40	302	8	2	2007
55-581901	7.5	90	300	6	2	2000
55-610557	7.5	45	300	8	2	2002
55-900547	20	95	305	8	3	2001
55-584363	25	75	630	8	2	2002

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
none		

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
10	2	15	
15	1		
30	2		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
135,000	1		
125,000	2		
65,000	1		

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

COMPANY NAME Kylo Development Corp dba Bradshaw Mountainview Water Co.
Name of System: ADEQ Public Water System Number:

WATER UTILITY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2		
3	PVC	3,500
4	PVC	11,500
5		
6	PVC	42,768
8	PVC	20,000
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	182
3/4	387
1	1
1 1/2	4
2	7
Comp. 3	3
Turbo 3	
Comp. 4	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:

CHLORINE INJECTOR PUMPS

STRUCTURES:

FENCED WELL LOTS EQUIPMENT BLDG AND STORAGE TANKS

OTHER:

15KW SOLAR SYSTEM

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

COMPANY NAME: Kylo Development Corp dba Bradshaw Mountainview Water Co.			
Name of System: BMVWCO	ADEQ Public Water System Number:		13-062

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2015

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	568	2,501	3,470	
FEBRUARY	567	2,076	2,892	
MARCH	564	2,063	3,180	
APRIL	566	2,271	2,581	
MAY	569	3,340	3,650	
JUNE	569	3,332	4,087	
JULY	564	3,970	4,863	
AUGUST	572	3,354	4,443	
SEPTEMBER	572	3,469	4,315	
OCTOBER	573	3,777	4,400	
NOVEMBER	581	3,021	3,424	
DECEMBER	575	2,432	2,417	
TOTALS →		35,606	43,722	

What is the level of arsenic for each well on your system? <.1 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

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: Kylo Development Corp dba Bradshaw Mountainview Water Co.		
Name of System: BMVWCO	ADEQ Public Water System Number:	13-062

UTILITY SHUTOFFS / DISCONNECTS

MONTH	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	OTHER
JANUARY		11	
FEBRUARY		8	
MARCH		12	
APRIL		9	
MAY		11	
JUNE		13	
JULY		12	
AUGUST		7	
SEPTEMBER		9	
OCTOBER		12	
NOVEMBER		11	
DECEMBER		10	
TOTALS →		125	

OTHER (description):

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2015 was: \$ 11,798.64

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. _____

RECEIVED
APR 14 2016

Utilities Division

VERIFICATION AND SWORN STATEMENT
Taxes

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)	Yavapai
NAME (OWNER OR OFFICIAL) TITLE	President/ceo
COMPANY NAME	Kyllo Development Corp dba Bradshaw Mountainview Water Co.

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	2015

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

800-315-5333

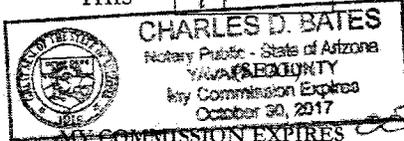
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 14TH DAY OF

COUNTY NAME	YAVAPAI	
MONTH	APRIL	2016



SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES OCTOBER 30, 2017

RECEIVED APR 14 2016

VERIFICATION AND SWORN STATEMENT Intrastate Revenues Only

Utilities Division

VERIFICATION

STATE OF Arizona

Form with fields: COUNTY OF (COUNTY NAME) Yavapai; NAME (OWNER OR OFFICIAL) TITLE Tim Kylo Pres/Ceo; COMPANY NAME Kylo Development Corp dba Bradshaw Mountainview Water Co.

I, THE UNDERSIGNED

OF THE

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

FOR THE YEAR ENDING

Table with columns: MONTH (12), DAY (31), YEAR (2015)

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 2015 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$) \$ 226,282

(THE AMOUNT IN BOX ABOVE INCLUDES \$ 13,568 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 (Handwritten signature) TELEPHONE NUMBER 800-315-5333

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

Form with fields: COUNTY NAME YAVAPAI; MONTH APRIL; 2016

THIS CHARLES D. BATES Notary Public - State of Arizona YAVAPAI COUNTY (SEAL) Commission Expires October 30, 2017 DAY OF

SIGNATURE OF NOTARY PUBLIC (Handwritten signature)

MY COMMISSION EXPIRES OCTOBER 30, 2017

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

ARIZONA CORPORATION
COMMISSION
RECEIVED
APR 14 2016
Utilities Division

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <u>Yavapai</u>	
NAME (OWNER OR OFFICIAL) <u>Tim Kylo</u>	TITLE <u>Pres</u>
COMPANY NAME <u>Kylo Development Corp dba Bradshaw Mountainview 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>2015</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.

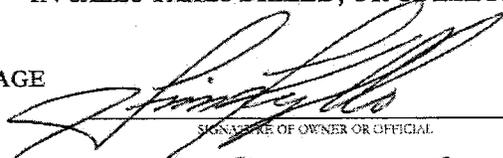
SWORN STATEMENT

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 2015 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES \$ <u>194,602.50</u>

THE AMOUNT IN BOX AT LEFT INCLUDES \$ 11,668.48 IN SALES TAXES BILLED, OR COLLECTED)

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


SIGNATURE OF OWNER OR OFFICIAL
800-315-5333
TELEPHONE NUMBER

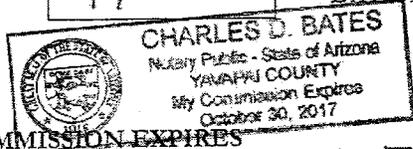
SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 14th DAY OF

(SEAL)

MY COMMISSION EXPIRES



OCTOBER 30, 2017

NOTARY PUBLIC NAME <u>CHARLES D. BATES</u>	
COUNTY NAME <u>YAVAPAI</u>	
MONTH <u>April</u>	<u>2016</u>


SIGNATURE OF NOTARY PUBLIC