

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL - MAKE CHANGES AS NECESSARY

W-02624A

Michael's Ranch Water Users' Association
1 Michaels Ranch Dr.
Sedona, AZ 86336

RECEIVED

MAR 16 2016
AZ CORP COMM
Director - Utilities

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
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FOR COMMISSION USE

ANN 04	15
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3-21-16

COMPANY INFORMATION

Company Name (Business Name) <u>MICHAEL'S RANCH WATER USERS' ASSOCIATION</u>		
Mailing Address <u>1 MICHAEL'S RANCH DRIVE</u>		
<u>SEDONA</u> (City)	<u>AZ</u> (State)	<u>86336</u> (Zip)
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)
Email Address _____		
Local Office Mailing Address _____		
(Street)		
(City)	(State)	(Zip)
Local Customer Service Phone No. (Include Area Code)	(1-800 or other long distance Customer Service Phone No.)	
Email Address _____	Website address _____	

MANAGEMENT INFORMATION

<input type="checkbox"/> Regulatory Contact:		
<input checked="" type="checkbox"/> Management Contact: <u>CONTRACT WASTEWATER OPERATIONS, LLC. WENDY FERGUSON, UTILITIES DIRECTOR</u>		
	(Name)	(Title)
<u>207 ANTELOPE DR</u> (Street)	<u>SEDONA</u> (City)	<u>AZ</u> (State)
<u>928-203-2254</u>	<u>928-282-0968</u>	<u>928-300-1066</u>
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)
Email Address <u>WENDY CWO@Q.COM</u>		
On Site Manager: <u>NANCY RUBY</u>		
	(Name)	
<u>270 CHRYSONA LN</u> (Street)	<u>SEDONA</u> (City)	<u>AZ</u> (State)
<u>928-204-2824</u>		<u>86336</u> (Zip)
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)
Email Address <u>nancyruby@gmail.com</u>		

Statutory Agent: WILLIAM SULLIVAN

(Name)

501 E THOMAS RD

(Street)

PHOENIX

(City)

AZ

(State)

85012

(Zip)

602-393-1700

Telephone No. (Include Area Code)

602-393-1703

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Attorney: WILLIAM SULLIVAN

(Name)

501 E THOMAS RD

(Street)

PHOENIX

(City)

AZ

(State)

85012

(Zip)

602-393-1700

Telephone No. (Include Area Code)

602-393-1703

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 type="checkbox"/> Subchapter S Corporation (Z) |
| <input type="checkbox"/> Bankruptcy (B) | <input checked="" 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 | | |

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	5,000		5,000
304	Structures and Improvements	29,538	23,461	6,077
305	Collecting & Impounding Reservoirs			
306	Lake, River, Canal Intakes			
307	Wells and Springs	32,000	30,924	1,076
308	Infiltration Galleries			
309	Raw Water Supply Mains			
310	Power Generation Equipment	21,509	2,688	18,821
311	Pumping Equipment	37,908	37,908	0
320	Water Treatment Equipment	1,085	477	608
320.1	Water Treatment Plants	5,575	1,823	3,752
320.2	Solution Chemical Feeders	546	218	328
320.3	Point of Use Treatment Devices			
320.4	Arsenic Media			
330	Distribution Reservoirs and Standpipes			
330.1	Storage Tanks	27,000	21,623	5,377
330.2	Pressure Tanks	20,730	20,730	0
331	Transmission and Distribution Mains	58,800	45,864	12,936
333	Services	3,500	3,388	112
334	Meters and Meter Installations	4,474	4,119	355
335	Hydrants	1,400	1,092	308
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			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	SUBTOTALS	249,065	194,315	54,750
	LESS: Retired Plant		(1,347)	1,347
	TOTALS	249,065	192,968	56,097

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

WATER UTILITY 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	5,000		
304	Structures and Improvements	29,538	3.33%	984
305	Collecting & Impounding Reservoirs			
306	Lake, River, Canal Intakes			
307	Wells and Springs	32,000	3.33%	1,066
308	Infiltration Galleries			
309	Raw Water Supply Mains			
310	Power Generation Equipment	21,509	5.00%	1,075
311	Pumping Equipment	37,908	12.50%	1,241
320	Water Treatment Equipment	1,085	3.33%	36
320.1	Water Treatment Plants	5,575	3.33%	186
320.2	Solution Chemical Feeders	546	20.00%	109
320.3	Point of Use Treatment Devices			
320.4	Arsenic Media			
330	Distribution Reservoirs and Standpipes			
330.1	Storage Tanks	27,000	2.22%	599
330.2	Pressure Tanks	20,730	5.00%	0
331	Transmission and Distribution Mains	58,800	2.00%	1,176
333	Services	3,500	3.33%	117
334	Meters and Meter Installations	4,474	8.33%	373
335	Hydrants	1,400	2.00%	28
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			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	SUBTOTAL			6,990
	PLUS Retired Plant			47
	LESS CIAC Amortization			(147)
	TOTALS *	249,065		6,890

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

 **ULLMANN**
& COMPANY P.C.
Certified Public Accountants

To the Board of Directors of
Michael's Ranch Water Users' Association
Sedona, Arizona

Management is responsible for the accompanying financial statements of Michael's Ranch Water Users' Association (a corporation), which comprise the balance sheets as of December 31, 2015 and 2014, and the related comparative statements of income and expense for the years then ended included in the accompanying prescribed form. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements included in the accompanying prescribed form nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

Other Matter

These financial statements included in the accompanying prescribed form are intended to comply with the requirements of the Arizona Corporation Commission, and are not intended to be a presentation in accordance with accounting principles generally accepted in the United States of America.

Supplementary Information

All other information contained in the accompanying prescribed form is presented for purposes of additional analysis and is not a required part of the basic financial statements. This information is the representation of management. The information included on pages 2-5, 9, and 14-17 was subject to our compilation engagement, however, we have not audited or reviewed the supplementary information and, accordingly, do not express an opinion, a conclusion, nor provide any form of assurance on such supplementary information. The supplementary information included on pages 10-13 was not audited, reviewed, or compiled by us and, accordingly, we do not express an opinion or any assurance on it.

Ullmann & Company

ULLMANN & COMPANY, P.C.
Certified Public Accountants

February 23, 2016

WATER UTILITY BALANCE SHEET

Acct. No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 33,588	\$ 32,297
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	(251)	(11)
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets	8,807	9,882
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 42,144	\$ 42,168
	FIXED ASSETS		
101	Utility Plant in Service	\$ 248,945	\$ 249,065
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation - Utility Plant	186,531	192,968
121	Non-Utility Property		
122	Accumulated Depreciation - Non Utility		
	TOTAL FIXED ASSETS	\$ 62,414	\$ 56,097
	TOTAL ASSETS	\$ 104,558	\$ 98,265

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

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	137	137
236	Accrued Taxes	133	142
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$ 270	\$ 279
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ -	\$ -
	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	4,200	4,200
272	Less: Amortization of Contributions	1,381	1,528
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ 2,819	\$ 2,672
	TOTAL LIABILITIES	\$ 3,089	\$ 2,951
	CAPITAL ACCOUNTS		
201	Common Stock Issued		
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings		
218	Proprietary Capital (Sole Props and Partnerships)	101,469	95,314
	TOTAL CAPITAL	\$ 101,469	\$ 95,314
	TOTAL LIABILITIES AND CAPITAL	\$ 104,558	\$ 98,265

WATER UTILITY COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 21,196	\$ 22,403
460	Unmetered Water Revenue		
474	Other Water Revenues	293	597
	TOTAL REVENUES	\$ 21,489	\$ 23,000
	OPERATING EXPENSES		
601	Salaries and Wages	\$ -	\$ -
610	Purchased Water		
615	Purchased Power	8,508	8,372
618	Chemicals		
620	Repairs and Maintenance	2,168	2,241
621	Office Supplies and Expense	8	20
630	Outside Services	4,844	4,765
635	Water Testing	4,459	4,396
641	Rents	81	25
650	Transportation Expenses		
657	Insurance - General Liability	2,146	2,278
659	Insurance - Health and Life		
666	Regulatory Commission Expense - Rate Case		
675	Miscellaneous Expense	301	256
403	Depreciation Expense	10,364	6,890
408	Taxes Other Than Income		
408.11	Property Taxes	1,052	948
409	Income Tax	(2,358)	(1,025)
	TOTAL OPERATING EXPENSES	\$ 31,573	\$ 29,166
	OPERATING INCOME / (LOSS)	(10,084)	(6,166)
	OTHER INCOME / (EXPENSE)		
419	Interest and Dividend Income	\$ 13	\$ 12
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	TOTAL OTHER INCOME / (EXPENSE)	\$ 13	\$ 12
	NET INCOME / (LOSS)	\$ (10,071)	\$ (6,154)

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 \$ 0

Meter Deposits Refunded During the Test Year \$ 0

COMPANY NAME	MICHAEL'S RANCH WATER USERS' ASSOCIATION
Name of System:	ADEQ Public Water System Number:

WATER UTILITY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-518864	7.5	28	680	10 8 0-20' 0-680'	2	1987

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
N/A		

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
5	3	3	
10	1		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
75,000	1	2,000	1

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

COMPANY NAME	MICHAEL'S RANCH WATER USERS' ASSOCIATION
Name of System:	ADEQ Public Water System Number:

WATER UTILITY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2		
3		
4		
5		
6	PVC	4500
8		
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	25
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:

Chlorinator

STRUCTURES:

Building for Pump Station
Enclosed yard with gated fence

OTHER:

1.5 hp Compressor
360 rpm 60 kW Generator
500 gal. propane tank - rental

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

COMPANY NAME: MICHAEL'S RANCH WATER USERS' ASSOCIATION	
Name of System:	ADEQ Public Water System Number:

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2015

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	25	99.80	107.94	N/A
FEBRUARY	25	116.15	125.45	
MARCH	25	194.37	209.76	
APRIL	25	205.40	213.56	
MAY	25	222.86	226.65	
JUNE	25	420.92	412.23	
JULY	25	344.07	327.73	
AUGUST	25	297.80	291.40	
SEPTEMBER	25	331.23	328.90	
OCTOBER	25	205.07	208.13	
NOVEMBER	25	155.78	162.58	
DECEMBER	25	175.16	186.46	
TOTALS →		2768.60	2800.79	∅

17 - at the well

What is the level of arsenic for each well on your system? 1.45 mg/l - at POV
(If more than one well, please list each separately.)

If system has fire hydrants, what is the fire flow requirement? 500 GPM for 1 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: MICHAEL'S RANCH WATER USERS' ASSOCIATION

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
JANUARY			
FEBRUARY			
MARCH			
APRIL			
MAY			
JUNE	N/A	N/A	
JULY			
AUGUST			
SEPTEMBER			
OCTOBER			
NOVEMBER			
DECEMBER			
TOTALS →	∅	∅	∅

OTHER (description):

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2015 was: \$ 948

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

MAR 16 2016

AZ CORP COMM
Director - Utilities

VERIFICATION

STATE OF ARIZONA
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)	YAVAPAI
NAME (OWNER OR OFFICIAL) TITLE	NANCY RUBY, TREASURER
COMPANY NAME	MICHAEL'S RANCH WATER USERS' ASSOCIATION

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.

Nancy Ruby

SIGNATURE OF OWNER OR OFFICIAL

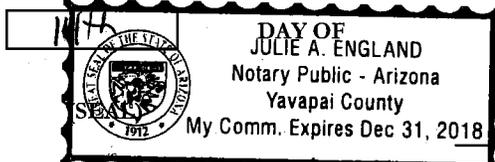
928-204-2824

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS



COUNTY NAME

Yavapai

MONTH

March

2016

Julie A. England

SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES December 31, 2018

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

ARIZONA CORPORATION
COMMISSION

RECEIVED
MAR 16 2016

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	YAVAPAI
NAME (OWNER OR OFFICIAL) TITLE	NANCY RUBY, TREASURER
COMPANY NAME	MICHAEL'S RANCH WATER USERS' ASSOCIATION

Utilities Division

DO SAY THAT THIS ANNUAL UTILITY 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

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 (\$)
\$ 24,432

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 1,432
IN SALES TAXES BILLED, OR COLLECTED)

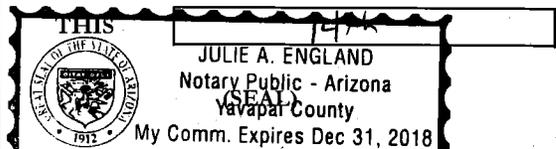
****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**

Nancy Ruby
SIGNATURE OF OWNER OR OFFICIAL
928-204-2824
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

COUNTY NAME	Yavapai	
MONTH	March	2016



DAY OF

Julie A. England
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES December 31, 2018

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

RECEIVED

MAR 16 2016

AZ CORP COMM
Director - Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) YAVAPAI	
NAME (OWNER OR OFFICIAL) NANCY RUBY	TITLE TREASURER
COMPANY NAME MICHAEL'S RANCH WATER USERS' ASSOCIATION	

DO SAY THAT THIS ANNUAL UTILITY 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

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>24,432</u>

THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 1,432
IN SALES TAXES BILLED, OR COLLECTED)

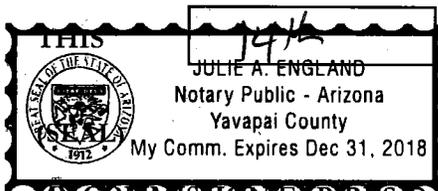
*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.

Nancy Ruby
SIGNATURE OF OWNER OR OFFICIAL
928-204-2824
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

NOTARY PUBLIC NAME <u>Julie A. England</u>	
COUNTY NAME <u>Yavapai</u>	
MONTH <u>March</u>	<u>20</u> 16



DAY OF

MY COMMISSION EXPIRES December 31, 2018

Julie A. England
SIGNATURE OF NOTARY PUBLIC