

ANNUAL REPORT

Of

Company Name:

Bradshaw Water Company
PO Box 12758

Mailing Address:

Prescott AZ
86304

Docket No.:

W-02476A

For the Year Ended:

12/31/16

RECEIVED

APR 04 2017

ARIZONA CORP COMMISSION
UTILITIES DIVISION - DIRECTOR'S OFFICE

WATER UTILITY

To

Arizona Corporation Commission

Due on April 15th

Email: rdelafuente@azcc.gov, mail or deliver the completed Annual Report to:

Arizona Corporation Commission
Compliance Section - Utilities Division
1200 West Washington Street
Phoenix, Arizona 85007

Application Type:

Original Filing

Application Date:

03/29/2017

4-10-17

ARIZONA CORPORATION COMMISSION
WATER UTILITY ANNUAL REPORT
Bradshaw Water Company
A Class E Utility

1. For the Calendar Year Ended: 12/31/16

2. Address:

PO BOX 12758			
City:	PRESCOTT	State:	AZ
Zip Code:	86304		

3. Telephone Number:

4. Date of Original Organization of Utility:

5. Person to whom correspondence should be addressed concerning this report:

Name:
Telephone No. :
Address:

PO BOX 12758			
City:	PRESCOTT	State:	AZ
Zip Code:	86304		

Email:

6. On-Site Manager:

Name:
Telephone No. :
Address:

4750 N TONTO CIRCLE			
City:	PRESCOTT VALLEY	State:	AZ
Zip Code:	86314		

Email:

7. Ownership:

8. Counties Served:

Utility Plant in Service (Water)						
Account No.	Description	Beginning Year Original Cost	Current Year Additions	Adjusted Original Cost	Accumulated Depreciation	OCLD (OC less AD)
301	Organization			\$0		\$0
302	Franchises			0		0
303	Land and Land Rights			0		0
304	Structures and Improvements	20,189	339	20,528	16,503	4,025
305	Collecting & Improving Reservoirs			0		0
306	Lake, River, Canal Intakes			0		0
307	Wells and Springs	37,948		37,948	23,518	14,430
308	Infiltration Galleries			0		0
309	Supply Mains	6,879		6,879	844	6,035
310	Power Generation Equipment			0		0
311	Pumping Equipment			0		0
320	Water Treatment Equipment			0		0
320.1	Water Treatment Plants			0		0
320.2	Solution Chemical Feeders			0		0
320.3	Point-of-Use Treatment Devices			0		0
330	Distribution Reservoirs and Standpipes			0		0
330.1	Storage Tanks	86,859		86,859	45,853	41,006
330.2	Pressure Tanks			0		0
331	Transmission and Distribution Mains	624,411		624,411	363,533	260,878
333	Services	22,704		22,704	17,438	5,266
334	Meters and Meter Installations	9,346		9,346	8,074	1,272
335	Hydrants	18,907		18,907	12,153	6,754
336	Backflow Prevention Devices			0		0
339	Other Plant and Misc. Equipment			0		0
340	Office Furniture and Equipment			0		0
340.1	Computer & Software			0		0
341	Transportation Equipment			0		0
342	Stores Equipment			0		0
343	Tools, Shop and Garage Equipment			0		0
344	Laboratory Equipment			0		0
345	Power Operated Equipment			0		0
346	Communication Equipment			0		0
347	Miscellaneous Equipment			0		0
348	Other Tangible Plant			0		0
	Totals	\$827,243		\$827,582	\$487,916	\$339,666

Instructions: Fill out the Grey Cells with the relevant information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report.

Bradshaw Water Company
 Annual Report
 Depreciation Expense for the Current Year (Water)
 12/31/16

Depreciation Expense for the Current Year (Water)								
Account No.	Description	Beginning Year Original Cost	Current Year Additions	Adjusted Original Cost	Fully Depreciated/Non-depreciable Plant	Depreciable Plant	Depreciation Percentages	Depreciation Expense
301	Organization	\$0	\$0	\$0	\$0	\$0		\$0
302	Franchises	0	0	0	0	0		0
303	Land and Land Rights	0	0	0	0	0		0
304	Structures and Improvements	20,189	339	20,528	0	20,528	3.33%	678
305	Collecting & Improving Reservoirs	0	0	0	0	0		0
306	Lake, River, Canal Intakes	0	0	0	0	0		0
307	Wells and Springs	37,948	0	37,948	0	37,948	3.33%	1,264
308	Infiltration Galleries	0	0	0	0	0		0
309	Supply Mains	6,879	0	6,879	0	6,879	2.00%	138
310	Power Generation Equipment	0	0	0	0	0		0
311	Pumping Equipment	0	0	0	0	0		0
320	Water Treatment Equipment	0	0	0	0	0	-	0
320.1	Water Treatment Plants	0	0	0	0	0		0
320.2	Solution Chemical Feeders	0	0	0	0	0		0
320.3	Point-of-Use Treatment Devices	0	0	0	0	0		0
330	Distribution Reservoirs and Standpipes	0	0	0	0	0	-	0
330.1	Storage Tanks	86,859	0	86,859	0	86,859	2.22%	1,928
330.2	Pressure Tanks	0	0	0	0	0		0
331	Transmission and Distribution Mains	624,411	0	624,411	0	624,411	2.00%	12,488
333	Services	22,704	0	22,704	0	22,704	3.33%	756
334	Meters and Meter Installations	9,346	0	9,346	0	9,346	8.33%	779
335	Hydrants	18,907	0	18,907	0	18,907	2.00%	378
336	Backflow Prevention Devices	0	0	0	0	0		0
339	Other Plant and Misc. Equipment	0	0	0	0	0		0
340	Office Furniture and Equipment	0	0	0	0	0		0
340.1	Computer & Software	0	0	0	0	0		0
341	Transportation Equipment	0	0	0	0	0		0
342	Stores Equipment	0	0	0	0	0		0
343	Tools, Shop and Garage Equipment	0	0	0	0	0		0
344	Laboratory Equipment	0	0	0	0	0		0
345	Power Operated Equipment	0	0	0	0	0		0
346	Communication Equipment	0	0	0	0	0		0
347	Miscellaneous Equipment	0	0	0	0	0		0
348	Other Tangible Plant	0	0	0	0	0		0
	Subtotal	\$827,243	\$339	\$827,582	\$0	\$827,582		\$18,408

Contribution(s) in Aid of Construction (Gross) \$100,166
 Less: Non Amortizable Contribution(s) 0
 Fully Amortized Contribution(s) 0
 Amortizable Contribution(s) \$100,166
 Times: Proposed Amortization Rate 2.22%
Amortization of CIAC 2228.049808

Less: Amortization of CIAC 2228.049808

DEPRECIATION EXPENSE \$16,180

Instructions: Fill out the Grey Cells with the relevent information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report.

Bradshaw Water Company
 Annual Report
 Balance Sheet Assets
 12/31/16

Balance Sheet Assets				
	Assets		Balance at Beginning of Year (2016)	Balance at End of Year (2016)
Account No.	Current and Accrued Assets			
131	Cash		\$4,530	\$8,631
134	Working Funds		9,080	866
135	Temporary Cash Investments		0	
141	Customer Accounts Receivable		(2,399)	1,863
146	Notes Receivable from Associated Companies		0	0
151	Plant Material and Supplies		672	0
162	Prepayments		0	0
174	Miscellaneous Current and Accrued Assets		0	0
	Total Current and Accrued Assets		\$11,883	\$11,360
Account No.	Fixed Assets			
101	Utility Plant in Service*		\$827,244	\$827,583
103	Property Held for Future Use		0	0
105	Construction Work in Progress		0	0
108	Accumulated Depreciation (enter as negative)*		(469,512)	(487,920)
121	Non-Utility Property		0	0
122	Accumulated Depreciation - Non Utility		0	0
	Total Fixed Assets		\$357,732	\$339,663
	Total Assets		\$369,615	\$351,023

Instructions: Fill out the Grey Cells with the relevent information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report.

*Note these items feed automatically from AR3 UPIS Page 3

Bradshaw Water Company
Annual Report
Balance Sheet Liabilities and Owners Equity

Balance Sheet Liabilities and Owners Equity				
	Liabilities		Balance at Beginning of Year (2016)	Balance at End of Year (2016)
Account No.	Current Liabilities			
231	Accounts Payable		\$40,188	\$7,229
232	Notes Payable (Current Portion)		0	0
234	Notes Payable to Associated Companies		0	0
235	Customer Deposits		0	0
236	Accrued Taxes		2,320	1,341
237	Accrued Interest		0	0
242	Miscellaneous Current and Accrued Liabilities		0	0
	Total Current Liabilities		\$42,508	\$8,570
	Long Term Debt			
224	Long Term Debt (Notes and Bonds)		\$14,118	\$11,227
	Deferred Credits			
251	Unamortized Premium on Debt		\$0	\$0
252	Advances in Aid of Construction		5,723	6,682
255	Accumulated Deferred Investment Tax Credits		0	0
271	Contributions in Aid of Construction		101,348	100,166
272	Less: Amortization of Contributions		(19,971)	21,153
281	Accumulated Deferred Income Tax		0	0
	Total Deferred Credits		\$87,100	\$128,001
	Total Liabilities		\$143,726	\$147,798
	Capital Accounts			
201	Common Stock Issued		\$998,500	\$998,500
211	Other Paid-In Capital		0	0
215	Retained Earnings		(701,952)	(724,615)
218	Proprietary Capital (Sole Props and Partnerships)		0	0
219	Dividend Bohlier		(46,610)	(46,610)
219.1	Opening Balance Equity		(24,050)	(24,050)
	Total Capital		\$225,888	\$203,225
	Total Liabilities and Capital		\$369,614	\$351,023

Instructions: Fill out the Grey Cells with the relevent information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report.

Note: Total liabilities and Capital must match total assets for the beginning and end of the year!

Bradshaw Water Company
Annual Report
Water Comparative Income Statement
12/31/16

Water Comparative Income Statement			
Account No.	Calendar Year	Current Year 01/01/2016 - 12/31/2016	Last Year 01/01/2015 - 12/31/2015
	Operating Revenue		
461	Metered Water Revenue	\$146,706	\$154,702
460	Unmetered Water Revenue		
462	Fire Protection Revenue		
469	Guaranteed Revenues (Surcharges)		
471	Miscellaneous Service Revenues		
474	Other Water Revenue	730	(1,026)
	Total Revenues	\$147,436	\$153,676
	Operating Expenses		
601	Salaries and Wages		\$0
604	Employee Pensions and Benefits		0
610	Purchased Water	50,158	61,221
615	Purchased Power	5,240	5,300
618	Chemicals		
620	Materials and Supplies	2,148	
620.1	Repairs and Maintenance	500	
620.2	Office Supplies and Expense	5,862	5,437
630	Contractual Services		58,167
631	Contractual Services -Engineering		
632	Contractual Services - Accounting	550	
633	Contractual Services - Legal		
634	Contractual Services - Management Fees		
635	Contractual Services - Water Testing		875
636	Contractual Services - Other	27,888	
635	Water Testing	1,015	
640	Rents	1,408	1,810
641	Rental of Building/Real Property		
642	Rental of Equipment		
650	Transportation Expenses		
657	Insurance - General Liability	3,332	3,578
657.1	Insurance - Health and Life		
665	Regulatory Commission Expense - Rate		
675	Miscellaneous Expense	(1,720)	
403	Depreciation Expense (From Schedule AR4)	16,180	17,123
408	Taxes Other Than Income		
408.11	Property Taxes	6,192	6,016
409	Income Taxes	50	50
	Total Operating Expenses	\$118,803	\$159,577
	Operating Income / (Loss)	\$28,632	(\$5,901)
	Other Income / (Expense)		
419	Interest and Dividend Income		
421	Non-Utility Income		
426	Miscellaneous Non-Utility (Expense)		
427	Interest (Expense)	1,058	1,232
	Total Other Income / (Expense)	\$1,058	\$1,232
	Net Income / (Loss)	\$29,690	(\$4,669)

Instructions: Fill out the Grey Cells with the relevant information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report.

Bradshaw Water Company
 Annual Report
 Supplemental Financial Data (Long-Term Debt)
 12/31/16

Supplemental Financial Data (Long-Term Debt)				
	Loan #1	Loan #2	Loan #3	Loan #4
Date Issued	1/26/2001	N/A	N/A	N/A
Source of Loan	WIFA	0	0	0
ACC Decision No.	62904	0	0	0
Reason for Loan	INSTALL TANK	0	0	0
Dollar Amt. Issued	\$45,000	\$0	\$0	\$0
Amount Outstanding	\$15,190	\$0	\$0	\$0
Date of Maturity	6/1/2021	1/0/1900	1/0/1900	1/0/1900
Interest Rate	6.30%	0.00%	0.00%	0.00%
Current Year Interest	\$561	\$0	\$0	\$0
Current Year Principal	\$2,877	\$0	\$0	\$0

Meter Deposit Balance at Test Year End:	\$6,682
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Meter Deposits Refunded During the Test Year:	\$1,182
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List all bonds, notes, loans, and other types of indebtedness in which the proceeds were used in the provision of public utility service. Indebtedness incurred for personal uses by the owner of the utility should not be listed. Input 0 or none if there is nothing to report for that cell.

Water Utility Plant Description (Continued)				
MAINS			CUSTOMER METERS	
Sizes (inches)	Material	Length (feet)	Size (inches)	Quantity
2	PVC	3,150	5/8 X 3/4	184
3	0	0	3/4	
4	PVC	14,459	1	7
5	0	0	1 1/2	
6	PVC	22,548	Compound 2	
8	PVC	10,744	Turbine 2	
10	0	0	Compound 3	
12	0	0	Turbine 3	
			Compound 4	
			Turbine 5	
			Compound 6	
			Turbine 6	
			6+	

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

TREATMENT EQUIPMENT:	0
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STRUCTURES:	0
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OTHER:	0
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Instructions: Fill out the Grey Cells with the relevent information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report. Copy and paste this sheet as many times as is necessary.

Water Use Data Sheet					
Name of the System:		0			
ADEQ Public Water System Number:		0			
Month	Number of Customers	Gallons Sold (thousands) ¹	Gallons Pumped (thousands) ²	Gallons Purchased (thousands) ³	Estimated Gallons Authorized Use (thousands) ⁴
January	186	573,920	0	745	
February	186	548,020	0	645	
March	187	684,900	0	696	
April	187	776,700	0	932	
May	187	769,140	0	834	
June	188	971,210	0	1,010	
July	189	1,271,468	0	1,489	
August	190	1,153,630	0	1,032	
September	190	853,601	0	1,120	
October	189	873,210	0	860	
November	189	724,859	0	984	
December	189	981,351	0	759	
Totals		10,182,009	0	11,106	0

If the system has fire hydrants, what is the fire flow requirements? GPM for hrs.

Does the system have chlorination treatment?

Is the Water Utility located in an ADWR Active Management Area (AMA)?
 If yes, which AMA?

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?
 If yes, provide the GPCPD amount:

If applicable, in the space below please provide a description for all un-metered water use along with amounts:

Instructions: Fill out the Grey Cells with the relevant information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report.

- 1 Gallons sold - Total gallons from customer meters.
- 2 Gallons pumped - Total gallons from pumped sources.
- 3 Gallons purchased - Total gallons purchased from other sources.
- 4 Estimated gallons authorized use - Total estimated gallons from authorized metered or unmetered use. Authorized use such as flushing (mains, services and hydrants) draining/cleaning tanks, process, construction, fire fighting, etc.

Bradshaw Water Company
 Annual Report
 Utility Shutoffs / Disconnects
 12/31/16

ADEQ System No. :	0
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Utility Shutoffs / Disconnects			
Month	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	Other
January	0	0	0
February	0	0	0
March	0	0	0
April	0	0	0
May	0	0	0
June	0	0	0
July	0	0	0
August	0	0	0
September	0	0	0
October	0	0	0
November	0	0	0
December	0	0	0
Total	0	0	0

Other (description):

<p>Instructions: Fill out the Grey Cells with the relevant information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report.</p>
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Property Taxes

Amount of actual property taxes paid during Calendar Year 2015 was	\$6,260
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If no property taxes paid, explain why.

Instructions: Fill out the Grey Cells with the relevant information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report.

Verification and Statement (Taxes)

Verification: State of ARIZONA I, the undersigned of the
(state name)

County of (county name): YAVAPAI
Name (owner or official) title: DON BOHLIER, OWNER
Company name: Bradshaw Water Company

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

FOR THE YEAR ENDING: 12/31/16

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.

Don Bohler

signature of owner/official

928-778-1888

telephone no.

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APR 04 2017

ARIZONA CORP COMMISSION
UTILITIES DIVISION - DIRECTOR'S OFFICE

SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC
IN AND FOR THE COUNTY

THIS

3rd

DAY OF

Yavapai

(county name)

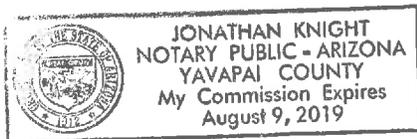
April, 2017

(month) and (year)

MY COMMISSION EXPIRES

8-9-19

(date)



[Signature]
(signature of notary public)

Verification and Statement

Verification:

State of ARIZONA I, the undersigned of the
(state name)
County of (county name): YAVAPAI
Name (owner or official) title: DON BOHLIER, OWNER
Company name: Bradshaw Water Company

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

FOR THE YEAR ENDING: 12/31/16

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, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING THE CALENDAR YEAR WAS:

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APR 04 2017

ARIZONA CORP COMMISSION
UTILITIES DIVISION - DIRECTOR'S OFFICE

Arizona Intrastate Gross Operating Revenues Only (\$)
\$146,706
(The amount in the box above includes
\$11,176 in sales taxes
billed or collected)

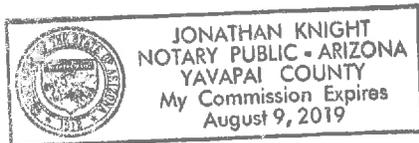
Don Bohler
signature of owner/official

928-778-1888
telephone no.

SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC
IN AND FOR THE COUNTY

THIS 3rd DAY OF Yavapai
April, 2017
(month) and (year)

MY COMMISSION EXPIRES 8-9-19
(date)



[Signature]
(signature of notary public)

Verification and Statement (Residential Revenue)

Verification:

State of ARIZONA I, the undersigned of the
(state name)

County of (county name): YAVAPAI
Name (owner or official) title: DON BOHLIER, OWNER
Company name: Bradshaw Water Company

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

FOR THE YEAR ENDING: 12/31/16

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, 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 THE CALENDAR YEAR WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)
\$146,706
(The amount in the box above includes
\$11,176 in sales taxes
billed or collected)

RECEIVED

APR 04 2017

ARIZONA CORP COMMISSION
UTILITIES DIVISION - DIRECTOR'S OFFICE

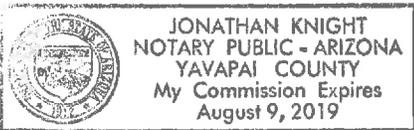
Don Bohlier
signature of owner/official

928-778-1888
telephone no.

SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC,
IN AND FOR THE COUNTY Yavapai
(county name)

THIS 2nd DAY OF April, 2017
(month) and (year)

MY COMMISSION EXPIRES 8-9-19
(date)



[Signature]
(signature of notary public)