

**ANNUAL REPORT**

Of

Company Name: **Circle City Water Company, LLC**  
PO Box 82218

Mailing Address: **Bakersfield CA**  
93380

Docket No.: **W-03510A**  
For the Year Ended: **12/31/16**

**RECEIVED**  
**APR 25 2017**  
ARIZONA CORP COMMISSION  
UTILITIES DIVISION - DIRECTOR'S OFFICE

**WATER UTILITY**

To

**Arizona Corporation Commission**

**Due on April 15th**

Email: [rdelafuente@azcc.gov](mailto: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: **2016**

ARIZONA CORPORATION COMMISSION  
WATER UTILITY ANNUAL REPORT  
Circle City Water Company, LLC  
A Class  Utility

1. For the Calendar Year Ended:

2. Address:   
City:  State:  Zip Code:

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:   
City:  State:  Zip Code:   
Email:

6. On-Site Manager:

Name:   
Telephone No. :   
Address:   
City:  State:  Zip Code:   
Email:

7. Ownership:

8. Counties Served:

Circle City Water Company, LLC  
 Annual Report  
 Utility Plant in Service (Water)  
 12/31/16

Utility Plant in Service (Water)				
Account No.	Description	Original Cost	Accumulated Depreciation	OC/LD (OC less AD)
301	Organization	\$0	\$0	\$0
302	Franchises	0	0	0
303	Land and Land Rights	7,928	0	7,928
304	Structures and Improvements	279,349	99,833	179,516
305	Collecting & Improving Reservoirs	0	0	0
306	Lake, River, Canal Intakes	0	0	0
307	Wells and Springs	0	0	0
308	Infiltration Galleries	0	0	0
309	Supply Mains	0	0	0
310	Power Generation Equipment	0	0	0
311	Pumping Equipment	54,844	26,408	28,436
320	Water Treatment Equipment	0	0	
320.1	Water Treatment Plants	0	0	0
320.2	Solution Chemical Feeders	0	0	0
320.3	Point-of-Use Treatment Devices	0	0	0
330	Distribution Reservoirs and Standpipes	0	0	
330.1	Storage Tanks	0	0	0
330.2	Pressure Tanks	0	0	0
331	Transmission and Distribution Mains	33,133	32,122	1,011
333	Services	0	0	0
334	Meters and Meter Installations	226,867	149,132	77,735
335	Hydrants	0	0	0
336	Backflow Prevention Devices	0	0	0
339	Other Plant and Misc. Equipment	6,359	6,359	0
340	Office Furniture and Equipment	0	0	0
340.1	Computer & Software	0	0	0
341	Transportation Equipment	0	0	0
342	Stores Equipment	0	0	0
343	Tools, Shop and Garage Equipment	0	0	0
344	Laboratory Equipment	0	0	0
345	Power Operated Equipment	0	0	0
346	Communication Equipment	569	298	271
347	Miscellaneous Equipment	0	0	0
348	Other Tangible Plant	0	0	0
	<b>Totals</b>	<b>\$609,049</b>	<b>\$314,152</b>	<b>\$294,898</b>

**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.

Circle City Water Company, LLC  
 Annual Report  
 Depreciation Expense for the Current Year (Water)  
 12/31/16

Depreciation Expense for the Current Year (Water)									
Account No.	Description	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	0.00%	\$0	
302	Franchises	0	0	0	0	0	0.00%	0	
303	Land and Land Rights	7,928	0	7,928	0	7,928	0.00%	0	
304	Structures and Improvements	279,349	0	279,349	0	279,349	5.10%	14,233	
305	Collecting & Improving Reservoirs	0	0	0	0	0	0.00%	0	
306	Lake, River, Canal Intakes	0	0	0	0	0	0.00%	0	
307	Wells and Springs	0	0	0	0	0	0.00%	0	
308	Infiltration Galleries	0	0	0	0	0	0.00%	0	
309	Supply Mains	0	0	0	0	0	0.00%	0	
310	Power Generation Equipment	0	0	0	0	0	0.00%	0	
311	Pumping Equipment	54,844	0	54,844	0	54,844	4.54%	2,488	
320	Water Treatment Equipment	0	0	0	0	0	-	0	
320.1	Water Treatment Plants	0	0	0	0	0	0.00%	0	
320.2	Solution Chemical Feeders	0	0	0	0	0	0.00%	0	
320.3	Point-of-Use Treatment Devices	0	0	0	0	0	0.00%	0	
330	Distribution Reservoirs and Standpipes	0	0	0	0	0	-	0	
330.1	Storage Tanks	0	0	0	0	0	0.00%	0	
330.2	Pressure Tanks	0	0	0	0	0	0.00%	0	
331	Transmission and Distribution Mains	33,133	0	33,133	0	33,133	0.24%	79	
333	Services	0	0	0	0	0	0.00%	0	
334	Meters and Meter Installations	226,867	0	226,867	0	226,867	4.43%	10,049	
335	Hydrants	0	0	0	0	0	0.00%	0	
336	Backflow Prevention Devices	0	0	0	0	0	0.00%	0	
339	Other Plant and Misc. Equipment	6,359	0	6,359	6,359	(0)	0.00%	0	
340	Office Furniture and Equipment	0	0	0	0	0	0.00%	0	
340.1	Computer & Software	0	0	0	0	0	0.00%	0	
341	Transportation Equipment	0	0	0	0	0	0.00%	0	
342	Stores Equipment	0	0	0	0	0	0.00%	0	
343	Tools, Shop and Garage Equipment	0	0	0	0	0	0.00%	0	
344	Laboratory Equipment	0	0	0	0	0	0.00%	0	
345	Power Operated Equipment	0	0	0	0	0	0.00%	0	
346	Communication Equipment	569	0	569	0	569	4.00%	23	
347	Miscellaneous Equipment	0	0	0	0	0	0.00%	0	
348	Other Tangible Plant	0	0	0	0	0	0.00%	0	
	<b>Subtotal</b>	<b>\$609,049</b>	<b>\$0</b>	<b>\$609,049</b>	<b>\$6,359</b>	<b>\$602,690</b>		<b>\$26,871</b>	

Contribution(s) in Aid of Construction (Gross) \$286,611  
 Less: Non Amortizable Contribution(s) 0  
 Fully Amortized Contribution(s) 6,004  
 Amortizable Contribution(s) \$280,607  
 Times: Proposed Amortization Rate 4.46%  
 Amortization of CIAC 12510.87235

Less: Amortization of CIAC 12510.87235

DEPRECIATION EXPENSE **\$14,360**

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.

Circle City Water Company, LLC  
 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.	<b>Current and Accrued Assets</b>		
131	Cash	\$10,534	\$10,076
134	Working Funds	0	0
135	Temporary Cash Investments	0	0
141	Customer Accounts Receivable	4,211	4,230
146	Notes Receivable from Associated Companies	(80,587)	(160,873)
151	Plant Material and Supplies	0	0
162	Prepayments	45,349	53,213
174	Miscellaneous Current and Accrued Assets	0	0
	<b>Total Current and Accrued Assets</b>	<b>(\$20,493)</b>	<b>(\$93,354)</b>
Account No.	<b>Fixed Assets</b>		
101	Utility Plant in Service*	\$609,050	\$609,049
103	Property Held for Future Use	0	0
105	Construction Work in Progress	0	0
108	Accumulated Depreciation (enter as negative)*	(287,280)	(314,152)
121	Non-Utility Property	0	0
122	Accumulated Depreciation - Non Utility	0	0
	<b>Total Fixed Assets</b>	<b>\$321,770</b>	<b>\$294,898</b>
	<b>Total Assets</b>	<b>\$301,277</b>	<b>\$201,544</b>

**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.

\*Note these items feed automatically from AR3 UPIS Page 3

Circle City Water Company, LLC  
Annual Report  
Balance Sheet Liabilities and Owners Equity

Balance Sheet Liabilities and Owners Equity				
Liabilities		Balance at Beginning	Balance at End of	
Account No.	Current Liabilities	of Year (2016)	Year (2016)	
231	Accounts Payable	\$0	\$0	
232	Notes Payable (Current Portion)	0	0	
234	Notes Payable to Associated Companies	872,765	872,765	
235	Customer Deposits	0	0	
236	Accrued Taxes	0	1,328	
237	Accrued Interest	0	0	
242	Miscellaneous Current and Accrued Liabilities	6,658	7,082	
	<b>Total Current Liabilities</b>	<b>\$879,423</b>	<b>\$881,175</b>	
	<b>Long Term Debt</b>			
224	Long Term Debt (Notes and Bonds)	\$0	\$0	
	<b>Deferred Credits</b>			
251	Unamortized Premium on Debt	\$2,044	\$7,209	
252	Advances in Aid of Construction	0	0	
255	Accumulated Deferred Investment Tax Credits	0	0	
271	Contributions in Aid of Construction	286,611	286,611	
272	Less: Amortization of Contributions	(61,814)	(75,843)	
281	Accumulated Deferred Income Tax	0	0	
	<b>Total Deferred Credits</b>	<b>\$226,841</b>	<b>\$217,977</b>	
	<b>Total Liabilities</b>	<b>\$1,106,264</b>	<b>\$1,099,152</b>	
	<b>Capital Accounts</b>			
201	Common Stock Issued	\$0	\$0	
211	Other Paid-In Capital	0	0	
215	Retained Earnings	0	0	
218	Proprietary Capital (Sole Props and Partnerships)	(804,987)	(897,608)	
	<b>Total Capital</b>	<b>(\$804,987)</b>	<b>(\$897,608)</b>	
	<b>Total Liabilities and Capital</b>	<b>\$301,277</b>	<b>\$201,544</b>	

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!

Circle City Water Company, LLC  
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
	<b>Operating Revenue</b>		
461	Metered Water Revenue	\$57,349	\$60,055
460	Unmetered Water Revenue	0	0
462	Fire Protection Revenue	0	0
469	Guaranteed Revenues (Surcharges)	0	0
471	Miscellaneous Service Revenues	0	0
474	Other Water Revenue	156	560
	<b>Total Revenues</b>	<b>\$57,505</b>	<b>\$60,615</b>
	<b>Operating Expenses</b>		
601	Salaries and Wages	\$11,683	\$10,033
604	Employee Pensions and Benefits	0	0
610	Purchased Water	90,436	86,504
615	Purchased Power	10,806	10,003
618	Chemicals	615	0
620	Materials and Supplies	0	0
620.1	Repairs and Maintenance	1,437	4,904
620.2	Office Supplies and Expense	0	0
630	Contractual Services	9,171	7,433
631	Contractual Services -Engineering	0	0
632	Contractual Services - Accounting	0	0
633	Contractual Services - Legal	0	0
634	Contractual Services - Management Fees	4,333	0
635	Contractual Services - Water Testing	0	0
636	Contractual Services - Other	0	0
635	Water Testing	295	3,204
640	Rents	0	0
641	Rental of Building/Real Property	0	0
642	Rental of Equipment	0	0
650	Transportation Expenses	0	0
657	Insurance - General Liability	0	0
657.1	Insurance - Health and Life	825	1,025
665	Regulatory Commission Expense - Rate	0	0
675	Miscellaneous Expense	3,434	11,155
403	Depreciation Expense (From Schedule AR4)	14,360	15,192
408	Taxes Other Than Income	0	0
408.11	Property Taxes	2,728	3,301
409	Income Taxes	0	0
	<b>Total Operating Expenses</b>	<b>\$150,123</b>	<b>\$152,754</b>
	<b>Operating Income / (Loss)</b>	<b>(\$92,618)</b>	<b>(\$92,139)</b>
	<b>Other Income / (Expense)</b>		
419	Interest and Dividend Income	\$0	\$0
421	Non-Utility Income	0	0
426	Miscellaneous Non-Utility (Expense)	0	0
427	Interest (Expense)	(3)	(3)
	<b>Total Other Income / (Expense)</b>	<b>(\$3)</b>	<b>(\$3)</b>
	<b>Net Income / (Loss)</b>	<b>(\$92,621)</b>	<b>(\$92,142)</b>

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.

Circle City Water Company, LLC  
 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	1/0/1900	N/A	N/A	N/A
Source of Loan	N/A	N/A	N/A	N/A
ACC Decision No.	N/A	N/A	N/A	N/A
Reason for Loan	N/A	N/A	N/A	N/A
Dollar Amt. Issued	N/A	N/A	N/A	N/A
Amount Outstanding	N/A	N/A	N/A	N/A
Date of Maturity	N/A	N/A	N/A	N/A
Interest Rate	N/A	N/A	N/A	N/A
Current Year Interest	N/A	N/A	N/A	N/A
Current Year Principal	N/A	N/A	N/A	N/A

Meter Deposit Balance at Test Year End:	\$3,095
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Meter Deposits Refunded During the Test Year:	\$0
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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.*



Circle City Water Company, LLC  
 Annual Report  
 Water Utility Plant Description (Continued)  
 12/31/16

Water Utility Plant Description (Continued)					
MAINS			CUSTOMER METERS		
Sizes (inches)	Material	Length (feet)	Size (inches)	Quantity	
2	ACP, PVC	140, 1330	5/8 X 3/4	186	
3			3/4		
4	ACP, PVC	200, 4230	1		
5			1 1/2	1	
6	ACP, C900	12,085	Compound 2	1	
8	ACP, C900	1,000	Turbine 2		
10			Compound 3		
12			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.

<b>TREATMENT EQUIPMENT:</b>	1- Regal Model 13-208 chlronator	
<b>STRUCTURES:</b>	1- panel with tin roof, welded steel construction with 2- 6" concrete legs; 81X169X122K194 6 ft. chain link security fence	
<b>OTHER:</b>	1-T100G remote tank monitoring device	

**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.

Circle City Water Company, LLC  
 Annual Report  
 Water Use Data Sheet  
 12/31/16

Water Use Data Sheet					
Name of the System:		Circle City			
ADEQ Public Water System Number:		07-112			
Month	Number of Customers	Gallons Sold (thousands) <sup>1</sup>	Gallons Pumped (thousands) <sup>2</sup>	Gallons Purchased (thousands) <sup>3</sup>	Estimated Gallons Authorized Use (thousands) <sup>4</sup>
January	188	2,004	1,842	0	3
February	187	1,264	1,177	0	3
March	190	1,035	952	0	3
April	190	1,259	1,163	0	4
May	190	1,214	1,101	0	5
June	187	1,377	1,264	0	5
July	187	1,808	1,668	0	4
August	187	1,345	1,232	0	3
September	188	1,334	1,227	0	2
October	189	1,460	1,324	0	2
November	190	1,190	1,128	0	2
December	190	2,063	1,901	0	4
Totals		17,353	15,979	0	40

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:  
 All water consumption related to infrastructure repairs (amount unknown); flushing (approx 6,000 gallons); all other uses approx 1000 gallons.

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.

**Monthly Consumption Report**

December 31st, 2016

Figures Expressed in Gallons

Company	Water System	Zone ID	JAN. 2016	FEB. 2016	MAR. 2016	APR. 2016	MAY. 2016	JUNE. 2016	JULY. 2016	AUG. 2016	SEP. 2016	OCT. 2016	NOV. 2016	DEC. 2016
Circle City Water	26	17-CC	2,004,144	1,764,490	1,035,815	1,259,200	1,214,420	1,377,738	1,808,531	1,345,493	1,334,299	1,460,787	1,190,071	2,063,709
		TOTAL	2,004,144	1,764,490	1,035,815	1,259,200	1,214,420	1,377,738	1,808,531	1,345,493	1,334,299	1,460,787	1,190,071	2,063,709

Circle City Water Company, LLC  
 Annual Report  
 Utility Shutoffs / Disconnects  
 12/31/16

ADEQ System No. : 07-112

Utility Shutoffs / Disconnects			
Month	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	Other
January		3	
February		5	
March		4	
April		5	
May		4	
June		6	
July		7	
August		9	
September		4	
October		3	
November		2	
December		1	
<b>Total</b>	<b>0</b>	<b>53</b>	<b>0</b>

Other (description):

1

**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.

Circle City Water Company, LLC  
Annual Report  
Verification and Statement (Taxes)  
12/31/16

RECEIVED  
APR 25 2017  
ARIZONA CORP COMMISSION  
UTILITIES DIVISION - DIRECTOR'S OFFICE

Verification and Statement (Taxes)

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

County of (county name): 0  
Name (owner or official) title: Robert T. Hardcastle, Managing Member  
Company name: Circle City Water Company, LLC

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.

*[Handwritten Signature]*  
signature of owner/official  
6616337526  
telephone no.

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

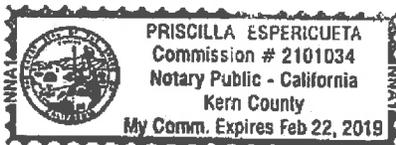
THIS 10<sup>TH</sup> DAY OF

KERN  
(county name)  
APRIL 2017  
(month) and (year)

MY COMMISSION EXPIRES

FEB. 22, 2019  
(date)

*[Handwritten Signature]*  
(signature of notary public)



Circle City Water Company, LLC  
Annual Report  
Verification and Statement  
12/31/16

RECEIVED  
APR 25 2017  
ARIZONA CORP COMMISSION  
UTILITIES DIVISION - DIRECTOR'S OFFICE

Verification and Statement

Verification:

State of California I, the undersigned of the  
(state name)  
County of (county name): 0  
Name (owner or official) title: Robert T. Hardcastle, Managing Member  
Company name: Circle City Water Company, LLC

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:

Arizona Intrastate Gross Operating Revenues Only (\$) \$57,505  
(The amount in the box above includes \$0 in sales taxes billed or collected)

[Signature]  
signature of owner/official  
661637526  
telephone no.

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

THIS 10<sup>TH</sup> DAY OF KERN (county name)  
APRIL 2017 (month) and (year)



MY COMMISSION EXPIRES FEB. 22, 2019 (date)  
[Signature]  
(signature of notary public)

Circle City Water Company, LLC  
Annual Report  
Verification and Statement (Residential Revenue)  
12/31/16

RECEIVED  
APR 25 2017  
ARIZONA CORPORATION COMMISSION  
UTILITIES DIVISION DIRECTOR'S OFFICE

Verification and Statement (Residential Revenue)

Verification:

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

County of (county name):  
Name (owner or official) title: Robert T. Hardcastle, Managing Member  
Company name: Circle City Water Company, LLC

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 (\$)

857,505  
(The amount in the box above includes  
0 \$0 in sales taxes  
billed or collected)

*[Handwritten Signature]*  
signature of owner/official  
6616337526  
telephone no.

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

THIS 10<sup>TH</sup> DAY OF APRIL 2017  
(month) and (year)

MY COMMISSION EXPIRES FEB. 22, 2019  
(date)

*[Handwritten Signature]*  
(signature of notary public)

