

**ANNUAL REPORT**

Of

Company Name: Groom Creek Water Users Association  
PO Box 3897

Mailing Address: Prescott AZ  
86302

Docket No.: W-01865A  
For the Year Ended: 12/31/17

**RECEIVED**  
**FEB 26 2018**  
ARIZONA CORP COMMISSION  
UTILITIES DIVISION - DIRECTOR'S OFFICE

**WATER UTILITY**

To

Arizona Corporation Commission

**Due on April 15th**

Email: [rdefafuente@azcc.gov](mailto:rdefafuente@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: 1/16/18

2-27-18

3-8-18

ARIZONA CORPORATION COMMISSION  
WATER UTILITY ANNUAL REPORT  
Groom Creek Water Users Association  
A Class  Utility

1. For the Calendar Year Ended: 12/31/17

2. Address: P. O. Box 3897  
City: PRESCOTT State: ARIZONA Zip Code: 86302

3. Telephone Number: (928) 717-4495

4. Date of Original Organization of Utility: 1978

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

Name: KAL MILLER  
Telephone No.: (602) 725-3001  
Address: 118 W. NORTHVIEW AVE.  
City: PHOENIX State: ARIZONA Zip Code: 85021  
Email: KALBARI @ AOL. COM.

6. On-Site Manager:

Name: KARIN ANDERSON  
Telephone No.: (928) 717-4495  
Address: P. O. Box 3897  
City: PRESCOTT State: ARIZONA Zip Code: 86302  
Email: GCWUA @ AOL. COM

7. Ownership: ASSOCIATION - NOT PROFIT

8. Counties Served: YAVAPAI

Utility Plant in Service (Water)							
Account No.	Description	Beginning Year Original Cost	Current Year Additions	Current Year Retirements	Adjusted Original Cost	Accumulated Depreciation	OCLD (OC less AD)
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	342381	8979	0	0	74890	0
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	0	0	0	0	0	0
308	Infiltration Galleries	0	0	0	0	0	0
309	Supply Mains	0	0	0	0	0	0
310	Power Generation Equipment	25500	666	0	0	5609	0
311	Pumping Equipment	157210	4132	0	0	32968	0
320	Water Treatment Equipment	0	0	0	0	0	0
320.1	Water Treatment Plants	1080	29	0	0	243	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	75587	1983	0	0	18460	0
330.2	Pressure Tanks	37324	980	0	0	9218	0
331	Transmission and Distribution Mains	714846	18784	0	0	158844	0
333	Services	335259	8814	0	0	74725	0
334	Meters and Meter Installations	92891	2440	0	0	19917	0
335	Hydrants	44290	1162	0	0	9400	0
336	Backflow Prevention Devices	23150	606	0	0	4725	0
339	Other Plant and Misc. Equipment	31700	832	0	0	7052	0
340	Office Furniture and Equipment	3142	83	0	0	701	0
340.1	Computer & Software	5000	132	0	0	1117	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	125419	3295	0	0	28945	0
346	Communication Equipment	0	0	0	0	0	0
347	Miscellaneous Equipment	35249	925	0	0	8854	0
348	Other Tangible Plant	46868	1245	0	0	11363	0
	<b>Totals</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</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.

Groom Creek Water Users Association  
 Annual Report  
 Depreciation Expense for the Current Year (Water)  
 12/31/17

Depreciation Expense for the Current Year (Water)								
Account No.	Description	Beginning Year Original Cost	Current Year Additions	Current Year Retirements	Adjusted Original Cost	Fully Depreciated/Non-depreciable Plant	Depreciation Percentages	Depreciation Expense
301	Organization	\$0	\$0	\$0	\$0	0	0	\$0
302	Franchises	0	0	0	0	0	0	0
303	Land and Land Rights	0	0	0	0	0	0	0
304	Structures and Improvements	0	0	0	0	0	2.6	0
305	Collecting & Improving Reservoirs	0	0	0	0	0	0	0
306	Lake, River, Canal Intakes	0	0	0	0	0	0	0
307	Wells and Springs	0	0	0	0	0	0	0
308	Infiltration Galleries	0	0	0	0	0	0	0
309	Supply Mains	0	0	0	0	0	0	0
310	Power Generation Equipment	0	0	0	0	0	2.6	0
311	Pumping Equipment	0	0	0	0	0	2.6	0
320	Water Treatment Equipment	0	0	0	0	0	0	0
320.1	Water Treatment Plants	0	0	0	0	0	2.7	0
320.2	Solution Chemical Feeders	0	0	0	0	0	0	0
320.3	Point-of-Use Treatment Devices	0	0	0	0	0	0	0
330	Distribution Reservoirs and Standpipes	0	0	0	0	0	0	0
330.1	Storage Tanks	0	0	0	0	0	2.6	0
330.2	Pressure Tanks	0	0	0	0	0	2.6	0
331	Transmission and Distribution Mains	0	0	0	0	0	2.6	0
333	Services	0	0	0	0	0	2.6	0
334	Meters and Meter Installations	0	0	0	0	0	2.6	0
335	Hydrants	0	0	0	0	0	2.6	0
336	Backflow Prevention Devices	0	0	0	0	0	2.6	0
339	Other Plant and Misc. Equipment	0	0	0	0	0	2.6	0
340	Office Furniture and Equipment	0	0	0	0	0	2.6	0
340.1	Computer & Software	0	0	0	0	0	2.6	0
341	Transportation Equipment	0	0	0	0	0	0	0
342	Stores Equipment	0	0	0	0	0	0	0
343	Tools, Shop and Garage Equipment	0	0	0	0	0	0	0
344	Laboratory Equipment	0	0	0	0	0	0	0
345	Power Operated Equipment	0	0	0	0	0	2.6	0
346	Communication Equipment	0	0	0	0	0	0	0
347	Miscellaneous Equipment	0	0	0	0	0	2.6	0
348	Other Tangible Plant	0	0	0	0	0	2.7	0
	<b>Subtotal</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>		<b>\$0</b>

Contribution(s) in Aid of Construction (Gross)  
 Less: Non Amortizable Contribution(s)  
 Fully Amortized Contribution(s)  
 Amortizable Contribution(s)  
 Times: Proposed Amortization Rate  
**Amortization of CIAC**

800,000  
 \$0

Less: Amortization of CIAC

DEPRECIATION EXPENSE

**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.

Groom Creek Water Users Association  
 Annual Report  
 Balance Sheet Assets  
 12/31/17

Balance Sheet Assets				
	Assets		Balance at Beginning of Year (2017)	Balance at End of Year (2017)
Account No.	<b>Current and Accrued Assets</b>			
131	Cash		75081	115308
134	Working Funds		0	0
135	Temporary Cash Investments		0	0
141	Customer Accounts Receivable		16646	16618
146	Notes Receivable from Associated Companies		0	0
151	Plant Material and Supplies		0	0
162	Prepayments		4411	4038
174	Miscellaneous Current and Accrued Assets		62871	63329
	<b>Total Current and Accrued Assets</b>		\$0	\$0
Account No.	<b>Fixed Assets</b>			
101	Utility Plant in Service*		\$0	\$0
103	Property Held for Future Use		0	0
105	Construction Work in Progress		0	0
108	Accumulated Depreciation <i>(enter as negative)*</i>		(411944)	0
121	Non-Utility Property		0	0
122	Accumulated Depreciation - Non Utility		0	0
	<b>Total Fixed Assets</b>		\$0	\$0
	<b>Total Assets</b>		\$0	\$0

**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

Groom Creek Water Users Association  
 Annual Report  
 Balance Sheet Liabilities and Owners Equity

Balance Sheet Liabilities and Owners Equity				
	Liabilities		Balance at Beginning of Year (2017)	Balance at End of Year (2017)
Account No.	<b>Current Liabilities</b>			
231	Accounts Payable		0	0
232	Notes Payable (Current Portion)		47274	35487
234	Notes Payable to Associated Companies		0	0
235	Customer Deposits		1890	3600
236	Accrued Taxes		3889	3747
237	Accrued Interest		0	0
242	Miscellaneous Current and Accrued Liabilities		57505	49353
	<b>Total Current Liabilities</b>		\$0	\$0
	<b>Long Term Debt</b>			
224	Long Term Debt (Notes and Bonds)		546120	500080
	<b>Deferred Credits</b>			
251	Unamortized Premium on Debt		0	0
252	Advances in Aid of Construction		0	0
255	Accumulated Deferred Investment Tax Credits		0	0
271	Contributions in Aid of Construction		0	0
272	Less: Amortization of Contributions		0	0
281	Accumulated Deferred Income Tax		0	0
	<b>Total Deferred Credits</b>		\$0	\$0
	<b>Total Liabilities</b>		\$0	\$0
	<b>Capital Accounts</b>			
201	Common Stock Issued		815628	815628
211	Other Paid-In Capital		0	0
215	Retained Earnings		391766	424710
218	Proprietary Capital (Sole Props and Partnerships)		0	0
	<b>Total Capital</b>		\$0	\$0
	<b>Total Liabilities and Capital</b>		\$0	\$0

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

Water Comparative Income Statement			
Account No.	Calendar Year	Current Year 01/01/2017 - 12/31/2017	Last Year 01/01/2016 - 12/31/2016
	<b>Operating Revenue</b>		
461	Metered Water Revenue	197373	190871
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	1051	953
	<b>Total Revenues</b>	\$0	\$0
	<b>Operating Expenses</b>		
601	Salaries and Wages	30125	30000
604	Employee Pensions and Benefits	0	0
610	Purchased Water	0	0
615	Purchased Power	3838	3825
618	Chemicals	0	0
620	Materials and Supplies	1019	1908
620.1	Repairs and Maintenance	5832	8306
620.2	Office Supplies and Expense	5487	5471
630	Contractual Services	0	0
631	Contractual Services -Engineering	0	0
632	Contractual Services - Accounting	10221	10398
633	Contractual Services - Legal	0	202
634	Contractual Services - Management Fees	0	0
635	Contractual Services - Water Testing	5184	5617
636	Contractual Services - Other	0	0
640	Rents	3357	2880
641	Rental of Building/Real Property	0	0
642	Rental of Equipment	0	0
650	Transportation Expenses	856	624
657	Insurance - General Liability	3871	3102
657.1	Insurance - Health and Life	630	0
665	Regulatory Commission Expense - Rate	0	0
670	Bad Debt Expense	0	0
675	Miscellaneous Expense	4843	5424
403	Depreciation Expense (From Schedule AR4)		51132
408	Taxes Other Than Income	0	0
408.11	Property Taxes	7494	7652
409	Income Taxes	0	0
427.1	Customer Security Deposit Interest	0	0
	<b>Total Operating Expenses</b>	\$0	\$0
	<b>Operating Income / (Loss)</b>	\$0	\$0
	<b>Other Income / (Expense)</b>		
419	Interest and Dividend Income	798	0
421	Non-Utility Income	457	0
426	Miscellaneous Non-Utility (Expense)	0	0
427	Interest (Expense)	22445	24678
	<b>Total Other Income / (Expense)</b>	\$0	\$0
	<b>Net Income / (Loss)</b>	\$0	\$0

**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.

Groom Creek Water Users Association  
 Annual Report  
 Supplemental Financial Data (Long-Term Debt)  
 12/31/17

Supplemental Financial Data (Long-Term Debt)				
	Loan #1	Loan #2	Loan #3	Loan #4
Date Issued	07/1982	03/2010		
Source of Loan	USDA	WIFA		
ACC Decision No.	53067	70627		
Reason for Loan	PURCH, UTILITY	SYS. UPGRADE		
Dollar Amt. Issued	258,750	800,000		
Amount Outstanding	0	500,080		
Date of Maturity	1/18	8/29		
Interest Rate	5.0	3.93		
Current Year Interest	596	21849		
Current Year Principal	13155	35487		

Meter Deposit Balance at Test Year End: 3600

Meter Deposits Refunded During the Test Year: 90

*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 Use Data Sheet							
Name of the System:		0					
ADEQ Public Water System Number:		0					
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>	Purchased Power Expense <sup>5</sup>	Purchased Power (kWh) <sup>6</sup>
January	224	442,980	426,900	0	0	363	1994
February	224	288,890	295,700	0	0	272	1436
March	224	255,990	259,400	0	0	317	1673
April	224	347,120	343,400	0	0	289	1525
May	224	471,340	481,700	0	0	343	1714
June	224	588,690	662,200	0	0	468	2094
July	224	558,400	563,700	0	0	338	1666
August	224	442,220	475,100	0	6,000	352	1643
September	224	454,080	464,500	0	4,000	368	1606
October	225	433,310	457,400	0	0	360	1570
November	225	358,970	349,600	0	0	376	1720
December	225	291,140	304,900	0	0	362	1692
Totals		0	0	0	0	\$0	0

4,932,530

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, and other sold gallons such as Construction water.
- 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.
- 5 Enter the total purchased power costs for the power meters associated with this system.
- 6 Enter the total purchased kWh used by the power meters associated with this system.

Groom Creek Water Users Association  
 Annual Report  
 Utility Shutoffs / Disconnects  
 12/31/17

ADEQ System No. : 0

Utility Shutoffs / Disconnects			
Month	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	Other
January	0	1	0
February	0	0	0
March	0	2	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	2	0
December			
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>

Other (description):

**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.

<b>Property Taxes</b>
-----------------------

Amount of actual property taxes paid during Calendar Year 2017 was 7494

If no property taxes paid, explain why.	

<b>Instructions:</b> 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.
---

Verification and Sworn Statement (Taxes)

RECEIVED

FEB 26 2018

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

County of (county name):

YAVAPAI

Name (owner or official) title:

KAL MILLER (PRESIDENT)

Company name:

Groom Creek Water Users Association

ARIZONA CORP COMMISSION  
UTILITIES DIVISION - DIRECTOR'S OFFICE

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

FOR THE YEAR ENDING: 12/31/17

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.

Kal Miller

signature of owner/official

(602) 944-0307

telephone no.

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

MARICOPA

(county name)

THIS

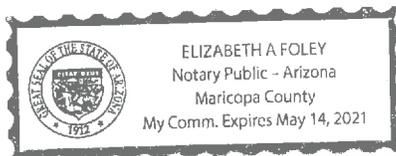
20TH

DAY OF

02.2018

(month) and (year)

MY COMMISSION EXPIRES 05.14.2021 02.20.2018  
(date)



Elizabeth Foley  
(signature of notary public)

Verification and Sworn Statement

Verification:

State of 0 I, the undersigned of the  
(state name)

County of (county name): 0

Name (owner or official) title: 0

Company name: Groom Creek Water Users Association

RECEIVED

FEB 26 2018

ARIZONA CORP COMMISSION  
UTILITIES DIVISION - DIRECTOR'S OFFICE

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

FOR THE YEAR ENDING: 12/31/17

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 (\$)

\$ 209909

(The amount in the box above includes

\$ 12567 in sales taxes billed or collected)

*KJ Miller*

signature of owner/official

0

telephone no.

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

MARICOPA

(county name)

THIS

20TH

DAY OF

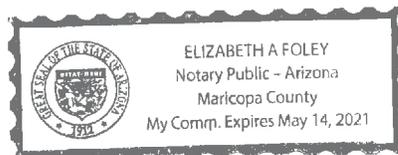
02.2018

(month) and (year)

MY COMMISSION EXPIRES 05.14.2021

02.20.2018

(date)



*Elizabeth A. Foley*

(signature of notary public)

Verification and Sworn Statement (Residential Revenue)

RECEIVED

FEB 26 2018

ARIZONA CORP COMMISSION  
UTILITIES DIVISION - DIRECTOR'S OFFICE

Verification:

State of 0 I, the undersigned of the  
(state name)

County of (county name): 0

Name (owner or official) title: 0

Company name: Groom Creek Water Users Association

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

FOR THE YEAR ENDING: 12/31/17

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 (\$)

209,908

(The amount in the box above includes

12,567 in sales taxes  
billed or collected)

*KJ Miller*

signature of owner/official

0

telephone no.

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

MARICOPA

(county name)

THIS

20TH

DAY OF

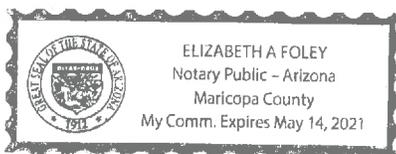
02.2018

(month) and (year)

MY COMMISSION EXPIRES

05.14.2021 02.20.2018

(date)



*Elizabeth A. Foley*

(signature of notary public)