

ANNUAL REPORT

Of

Company Name:

Kohl's Ranch Water Company

PO Box 206

Mailing Address:

Payson

AZ

85547

Docket No.:

W-02886A

For the Year Ended:

12/31/16

RECEIVED

APR 19 2017

ARIZONA CORP COMMISSION
UTILITIES DIVISION - DIRECTOR'S OFFICE

WATER UTILITY

To

Arizona Corporation Commission

Due on April 15th

Email: rdefuente@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

5-1-17

4-28-17

WATER UTILITY ANNUAL REPORT

Kohl's Ranch Water Company

A Class Utility

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

2. Address: P.O. BOX 206
City: PAYSON State: ARIZONA Zip Code: 85547

3. Telephone Number: 928 978 8220

4. Date of Original Organization of Utility:

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

Name: EVELYN THORNE
Telephone No.: 928 978 8220
Address: P.O. Box 206
City: Payson State: ARIZONA Zip Code: 85547
Email: ging2x-castillo@yahoo.com

6. On-Site Manager:

Name: EVELYN THORNE
Telephone No.: 928 978 8220/928 978 0070
Address: P.O. Box 206
City: Payson State: ARIZONA Zip Code: 85547
Email: ging2x-castillo@yahoo.com

7. Ownership: C CORPORATION

8. Counties Served: GILA

KOHL'S RANCH WATER COMPANY INC.

Utility Plant in Service (Water)				
Account No.	Description	Original Cost	Accumulated Depreciation	OCLD (OC less AD)
301	Organization	—	—	\$0
302	Franchises	—	—	0
303	Land and Land Rights	—	—	0
304	Structures and Improvements	—	—	0
305	Collecting & Improving Reservoirs	—	—	0
306	Lake, River, Canal Intakes	—	—	0
307	Wells and Springs	2,000.70	2,000.70	0.00 0
308	Infiltration Galleries	—	—	0
309	Supply Mains	—	—	0
310	Power Generation Equipment	—	—	0
311	Pumping Equipment	34,081.58	34,081.58	0.00 0
320	Water Treatment Equipment	—	—	0
320.1	Water Treatment Plants	—	—	0
320.2	Solution Chemical Feeders	—	—	0
320.3	Point-of-Use Treatment Devices	—	—	0
330	Distribution Reservoirs and Standpipes	—	—	0
330.1	Storage Tanks	—	—	0
330.2	Pressure Tanks	—	—	0
331	Transmission and Distribution Mains	12,638.00	12,638.00	0.00 0
333	Services	—	—	0
334	Meters and Meter Installations	18,767.75	18,767.75	0.00 0
335	Hydrants	—	—	0
336	Backflow Prevention Devices	—	—	0
339	Other Plant and Misc. Equipment	—	—	0
340	Office Furniture and Equipment	150.00	150.00	0.00 0
340.1	Computer & Software	—	—	0
341	Transportation Equipment	1,000.00	1,000.00	0.00 0
342	Stores Equipment	—	—	0
343	Tools, Shop and Garage Equipment	3,133.19	3,133.19	0.00 0
344	Laboratory Equipment	—	—	0
345	Power Operated Equipment	—	—	0
346	Communication Equipment	—	—	0
347	Miscellaneous Equipment	6,875.17	6,875.17	0
348	Other Tangible Plant	300.00	300.00	0
	Totals	78,966.39	78,966.39	0.00 \$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.

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

KOHL'S RANCH WATER COMPANY INC.

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
302	Franchises	0	—	0	—	0	—	0
303	Land and Land Rights	0	—	0	—	0	—	0
304	Structures and Improvements	0	—	0	—	0	—	0
305	Collecting & Improving Reservoirs	0	—	0	—	0	—	0
306	Lake, River, Canal Intakes	0	—	0	—	0	—	0
307	Wells and Springs	0	—	0	—	0	—	0
308	Infiltration Galleries	0	—	0	—	0	—	0
309	Supply Mains	0	—	0	—	0	—	0
310	Power Generation Equipment	0	—	0	—	0	—	0
311	Pumping Equipment	0	—	0	—	0	—	0
320	Water Treatment Equipment	0	—	0	—	0	—	0
320.1	Water Treatment Plants	0	—	0	—	0	—	0
320.2	Solution Chemical Feeders	0	—	0	—	0	—	0
320.3	Point-of-Use Treatment Devices	0	—	0	—	0	—	0
330	Distribution Reservoirs and Standpipes	0	—	0	—	0	—	0
330.1	Storage Tanks	0	—	0	—	0	—	0
330.2	Pressure Tanks	0	—	0	—	0	—	0
331	Transmission and Distribution Mains	0	—	0	—	0	—	0
333	Services	0	—	0	—	0	—	0
334	Meters and Meter Installations	5107.0	0	5107.0	0	0	8.73	425.41
335	Hydrants	0	—	0	—	0	—	0
336	Backflow Prevention Devices	0	—	0	—	0	—	0
339	Other Plant and Misc. Equipment	0	—	0	—	0	—	0
340	Office Furniture and Equipment	0	—	0	—	0	—	0
340.1	Computer & Software	0	—	0	—	0	—	0
341	Transportation Equipment	0	—	0	—	0	—	0
342	Stores Equipment	0	—	0	—	0	—	0
343	Tools, Shop and Garage Equipment	0	—	0	—	0	—	0
344	Laboratory Equipment	0	—	0	—	0	—	0
345	Power Operated Equipment	0	—	0	—	0	—	0
346	Communication Equipment	0	—	0	—	0	—	0
347	Miscellaneous Equipment	0	—	0	—	0	—	0
348	Other Tangible Plant	0	—	0	—	0	—	0
	Subtotal	\$0	\$0	\$0	\$0	\$0	—	\$0

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

0.00

\$0

Less: Amortization of CIAC | 0.00 |

DEPRECIATION EXPENSE | ~~0.00~~ |

425.41

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.

(5)

KOHL'S RANCH WATER COMPANY INC.

Balance Sheet Assets				
Account No.	Assets		Balance at Beginning of Year (2016)	Balance at End of Year (2016)
Current and Accrued Assets				
131	Cash		120.02	107.27
134	Working Funds		2,169.11	2,284.15
135	Temporary Cash Investments		0.00	0.00
141	Customer Accounts Receivable		0.00	0.00
146	Notes Receivable from Associated Companies		0.00	0.00
151	Plant Material and Supplies		0.00	0.00
162	Prepayments		0.00	0.00
174	Miscellaneous Current and Accrued Assets		0.00	0.00
	Total Current and Accrued Assets		2,289.13 \$0	2,396.42 \$0
Fixed Assets				
101	Utility Plant in Service*		91,420.54	91,420.54 \$0
103	Property Held for Future Use		0.00	0.00
105	Construction Work in Progress		0.00	0.00
108	Accumulated Depreciation (enter as negative)*		<79,391.18 >	<80,210.59 >
121	Non-Utility Property		0.00	0.00
122	Accumulated Depreciation - Non Utility		0.00	0.00
	Total Fixed Assets		12,029.36 \$0	11,209.95 \$0
	Total Assets		14,318.49 \$0	13,606.37 \$0

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

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Annual Report
 Balance Sheet Liabilities and Owners Equity
 12/31/2016

KOHL'S RANCH WATER COMPANY INC.

Balance Sheet Liabilities and Owners Equity

Account No.	Liabilities	Balance at Beginning of Year (2016)	Balance at End of Year (2016)
	Current Liabilities		
231	Accounts Payable	3,260.19	14,298.66
232	Notes Payable (Current Portion)	0.00	0.00
234	Notes Payable to Associated Companies	0.00	0.00
235	Customer Deposits	0.00	0.00
236	Accrued Taxes	2,758.11	0.00
237	Accrued Interest	0.00	0.00
242	Miscellaneous Current and Accrued Liabilities	0.00	1,091.11
	Total Current Liabilities	6,018.30 \$0	15,389.77 \$0
	Long Term Debt		
224	Long Term Debt (Notes and Bonds)	0.00	0.00
	Deferred Credits		
251	Unamortized Premium on Debt	0.00	0.00
252	Advances in Aid of Construction	0.00	0.00
255	Accumulated Deferred Investment Tax Credits	0.00	0.00
271	Contributions in Aid of Construction	0.00	0.00
272	Less: Amortization of Contributions	0.00	0.00
281	Accumulated Deferred Income Tax	0.00	0.00
	Total Deferred Credits	0.00 \$0	0.00 \$0
	Total Liabilities	6,018.30 \$0	15,389.77 \$0
	Capital Accounts		
201	Common Stock Issued	0.00	0.00
211	Other Paid-In Capital	0.00	0.00
215	Retained Earnings	8,300.19	1,513.01
218	Proprietary Capital (Sole Props and Partnerships)		0.00
	Total Capital	8,300.19 \$0	1,513.01 \$0
	Total Liabilities and Capital	14,318.49 \$0	16,902.78 \$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!



KOHL'S RANCH WATER COMPANY INC.

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	110,584.40	109,210.30
460	Unmetered Water Revenue	0.00	0.00
462	Fire Protection Revenue	0.00	0.00
469	Guaranteed Revenues (Surcharges)	0.00	0.00
471	Miscellaneous Service Revenues	0.00	0.00
474	Other Water Revenue	0.00	0.00
	Total Revenues	110,584.40 \$0	109,210.30 \$0
	Operating Expenses		
601	Salaries and Wages	25,982.30	24,000.00
604	Employee Pensions and Benefits	0.00	0.00
610	Purchased Water	0.00	0.00
615	Purchased Power	6,842.20	6,282.05
618	Chemicals	1,094.43	726.39
620	Materials and Supplies	1,683.11	
620.1	Repairs and Maintenance	8,402.92	6,850.07
620.2	Office Supplies and Expense	4,330.12	7,111.94
630	Contractual Services	43,144.26	39,472.86
631	Contractual Services - Engineering	0.00	
632	Contractual Services - Accounting	0.00	
633	Contractual Services - Legal	0.00	
634	Contractual Services - Management Fees	0.00	
635	Contractual Services - Water Testing	0.00	5,900.00
636	Contractual Services - Other	0.00	
635	Water Testing	4,415.00	
640	Rents	850.00	
641	Rental of Building/Real Property	0.00	
642	Rental of Equipment	0.00	
650	Transportation Expenses	6,596.72	2,601.04
657	Insurance - General Liability	1,610.40	1,691.40
657.1	Insurance - Health and Life	0.00	0.00
665	Regulatory Commission Expense - Rate	0.00	0.00
675	Miscellaneous Expense	3,264.99	0.00
403	Depreciation Expense (From Schedule AR4)	425.41	425.41
408	Taxes Other Than Income	7,599.74	10,464.12
408.11	Property Taxes	4,593.12	4,378.32
409	Income Taxes	50.00	0.00
	Total Operating Expenses	120,884.40	109,903.30 \$0
	Operating Income / (Loss)	< 10,300.02 > \$0	< 693.00 > \$0
	Other Income / (Expense)		
419	Interest and Dividend Income	0.00	0.00
421	Non-Utility Income	0.00	0.00
426	Miscellaneous Non-Utility (Expense)	0.00	0.00
427	Interest (Expense)	0.00	0.00
	Total Other Income / (Expense)	0.00 \$0	0.00 \$0
	Net Income / (Loss)	< 10,300.02 > \$0	< 693.00 > \$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.

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

KOHU'S RANCH WATER COMPANY INC.

Supplemental Financial Data (Long-Term Debt)			
	Loan #1	Loan #2	Loan #3
Date Issued			
Source of Loan			
ACC Decision No.			
Reason for Loan			
Dollar Amt. Issued			
Amount Outstanding			
Date of Maturity			
Interest Rate			
Current Year Interest			
Current Year Principal			

Meter Deposit Balance at Test Year End: N/A

Meter Deposits Refunded During the Test Year: N/A

List all bonds, notes, loans, and other types of indebtedness in which the proceeds were used in the prov service. Indebtedness incurred for personal uses by the owner of the utility should not be listed. Input nothing to report for that cell.

KOHL'S RANCH WATER COMPANY INC.

NAME: WELL ADED Public Water System number: 04-089

Water Utility Plant Description (Continued)

MAINS			CUSTOMER METERS	
Sizes (inches)	Material	Length (feet)	Size (inches)	Quantity
2	PVC	1,385	5/8 X 3/4	
3	PVC	400	3/4	
4			1	
5			1 1/2	
6			Compound 2	
8	PVC	1,050	Turbine 2	
10			Compound 3	
12			Turbine 3	
3	Galvanized Iron	275	Compound 4	
1	Galvanized Iron	550	Turbine 5	
			Compound 6	1
			Turbine 6	
			6+	

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

TREATMENT EQUIPMENT:	1 each Chlorinating pump 1 each Chlorine Tank
-----------------------------	--

STRUCTURES:	Pump Building - Block 1,280 SF (64' X 20') Water Storage Tank - 38' Diameter X 24' High
--------------------	--

OTHER:	
---------------	--

Instructions: Fill out the Grey Cells with the relevant information. Input 0 or none if there is nothing recorded in that account information to report. Copy and paste this sheet as many times as is necessary.

(10-A)

NAME: SPRING

Water Utility Plant Description (Continued)

MAINS			CUSTOMER METERS	
Sizes (inches)	Material	Length (feet)	Size (inches)	Quantity
2	GALVANIZED	3,280 Ft.	5/8 X 3/4	80
3	CEMENT	5,320 Ft.	3/4	40
4	CEMENT	2,240 Ft.	1	
5			1 1/2	
6	CAST IRON	100 Ft.	Compound 2	
8			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.

TREATMENT EQUIPMENT:	1 each Chlorinating Pump 1 each Chlorine Tank 4 each Filter Tanks & Backwash Valves
-----------------------------	---

STRUCTURES:	Chlorination Building Frame Filter Building Frame
--------------------	--

OTHER:	
---------------	--

Instructions: Fill out the Grey Cells with the relevant information. Input 0 or none if there is nothing recorded in that account information to report. Copy and paste this sheet as many times as is necessary.

(10B)

KOHL'S RANCHA WATER COMPANY INC.
 SPRING 04-013

Water Use Data Sheet					
Name of the System: <u>SPRING</u>		0			
ADEO Public Water System Number: <u>04-013</u>		0			
Month	Number of Customers	Gallons Sold (thousands) ¹	Gallons Pumped (thousands) ²	Gallons Purchased (thousands) ³	Estimated Gallons Authorized Use (thousands) ⁴
January <u>2017</u>	<u>121</u>	<u>106,391</u>	<u>188,300</u>		
February <u>2016</u>		<u>86,159</u>	<u>181,200</u>		
March		<u>105,610</u>	<u>208,500</u>		
April		<u>133,342</u>	<u>233,500</u>		
May		<u>208,670</u>	<u>240,700</u>	<u>N/A</u>	
June		<u>450,028</u>	<u>732,500</u>		
July		<u>357,359</u>	<u>358,900</u>		
August		<u>251,947</u>	<u>567,800</u>		
September		<u>217,425</u>	<u>569,800</u>		
October		<u>117,092</u>	<u>446,900</u>		
November		<u>97,269</u>	<u>390,100</u>		
December <u>2016</u>		<u>83,568</u>	<u>212,500</u>		
Totals		<u>21</u>	<u>2,214,860</u>	<u>0</u>	<u>0</u>

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

Does the system have chlorination treatment? YES

Is the Water Utility located in an ADWR Active Management Area (AMA)?
 If yes, which AMA? NO

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?
 If yes, provide the GPCPD amount: NO

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.

(12-A)

KOHL'S RANCH WATER COMPANY INC.
 WELL 04-089

Water Use Data Sheet					
Name of the System: WELL		0			
ADEO Public Water System Number: 04-089		0			
Month	Number of Customers	Gallons Sold (thousands) ¹	Gallons Pumped (thousands) ²	Gallons Purchased (thousands) ³	Estimated Gallons Authorized Use (thousands) ⁴
January 2017	1	296272	393075		
February 2016		222123	222123		
March		338888	338888		
April		348970	348970		
May		319120	319120	N/A	
June		690550	479480		
July		515742	839493		
August		618858	785248		
September		280772	168912		
October		421265	244175		
November		335304	134075		
December 2016		388612	500043		
Totals 1		4876470	4273602.0	0	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.

(11-B)

Annual Report
 Utility Shutoffs / Disconnects
 12/31/2016

ADEQ System No. : 0

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			
July			
August			
September			
October			
November			
December			
Total	0	0	0

Other (description):

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.

Annual Report
Property Taxes
12/31/16

KOHL'S RANCH WATER COMPANY INC. 2016

Property Taxes

Amount of actual property taxes paid during Calendar Year 2016 was

\$7,599.74

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 information to report.

(14)

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ARIZONA CORP COMMISSION
UTILITIES DIVISION - DIRECTOR'S OFFICE

Kohl's Ranch Water Company
Annual Report
Verification and Statement (Taxes)
12/31/16

Verification and Statement (Taxes)

Verification: State of 0 ARIZONA I, the undersigned of the
(state name)

County of (county name):

Name (owner or official) title:

Company name:

0 GILA
0 EVELYN THORNE OWNER/PRESIDENT
Kohl's Ranch 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.

Cecilia M. Alvarado

signature of owner/official

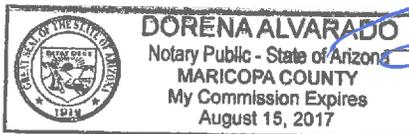
0

telephone no.

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

THIS 17th DAY OF April, 2017
(month) and (year)

MY COMMISSION EXPIRES 8/15/17
(date)



Dorena Alvarado
(signature of notary public)

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Verification and Statement

Verification:

MAY 15 2017

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

County of (county name):

0 GILA

ARIZONA CORP COMMISSION
UTILITIES DIVISION - DIRECTOR'S OFFICE

Name (owner or official) title:

0 EVELYN THORNTON, PRESIDENT

Company name:

Kohl's Ranch 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.

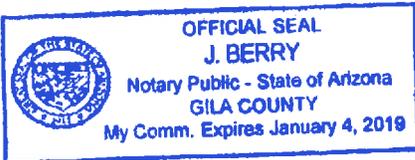
Sworn Statement: IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING THE CALENDAR YEAR WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

110,584.40

(The amount in the box above includes

2,559.74 in sales taxes
billed or collected)



Evelyn Thornton

signature of owner/official

928-978-8200

telephone no.

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

THIS

11th

DAY OF

Gila
(county name)

May, 2017
(month) and (year)

MY COMMISSION EXPIRES

1-4-19
(date)

J. Berry
(signature of notary public)

RECEIVED

Verification and Statement (Residential Revenue)

Verification:

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

MAY 15 2017

County of (county name):
Name (owner or official) title:
Company name:

GILA
EVELYN THURNE, PRESIDENT
Kohl's Ranch Water Company

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: 12/31/16

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.

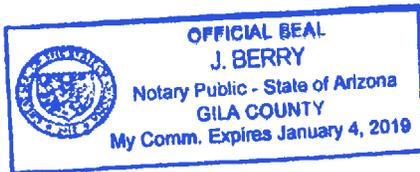
Sworn Statement: IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING THE CALENDAR YEAR WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

110,584.40

(The amount in the box above includes

7,599.74 in sales taxes
billed or collected)



Evelyn Thurne
signature of owner/official

928-978-8220
telephone no.

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

Gila
(county name)

THIS 17th day of May 2017 DAY OF

(month) and (year)

MY COMMISSION EXPIRES

1-4-19
(date)

J. Berry
(signature of notary public)