

ORIGINAL
NEW APPLICATION



0000012791

Arizona Corporation Commission

DOCKETED

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AZ CORP COMMISSION
DOCUMENT CONTROL

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BEFORE THE ARIZONA CORPORATION COMMISSION

W-02393A-04-0866

1	Richard L. Sallquist (002677)	
2	SALLQUIST & DRUMMOND, P.C.	
3	4500 S. Lakeshore Drive, Suite 339	
4	Tempe, Arizona 85282	
5	Telephone: (602) 224-9222 Fax: (480) 345-0412	
6	Attorneys for Chaparral Water Company	
7		DOCKET NO. W-02393A-04-_____
8		APPLICATION

9 Chaparral Water Properties, Inc , dba Chaparral Water Company ("Chaparral") submits
10 this Application to extend its water Certificate of Convenience and Necessity. In support of this
11 Application, Chaparral states as follows:

12 1. Chaparral holds a Certificate of Convenience and Necessity ("CC&N") issued by the
13 Commission to provide water service in portions of Maricopa County, Arizona.

14 2. A copy of the Request for Service from the owner of the subject property supporting
15 the Application will be late filed as Attachment A.

16 3. A copy of the completed CC&N Extension Application as required by the Commission
17 is attached hereto as Attachment B.

18 4. Based on the Service Agreement with the Developer within the Subject Area,
19 Chaparral will have sufficient water capacity to serve the Subject Area.

20 5. Chaparral will provide service to the Subject Area under their existing service rates,
21 charges, terms and conditions, as those rates may be amended by appropriate regulatory action.

22 6. Chaparral will provide the form of notice attached as Exhibit J to Attachment B, as that
23 notice may be modified by the Procedural Order in this Docket, and file an Affidavit to that
effect with Docket Control upon completion of said notice.

1 **ARIZONA CORPORATION COMMISSION**

2 **APPLICATION FOR AN EXTENSION OF CERTIFICATE OF CONVENIENCE AND**
3 **NECESSITY**

4 **WATER**

5 A. The name, address and telephone number of the Applicant is:

6 **Chaparral Water Company**
7 **2601 W. Dunlap Ave., Suite 10**
8 **Phoenix, AZ 85021**
9 **(602) 395-2600**

10 B. The name, address and telephone number of management contact is:

11 **Eric Young**
12 **Chaparral Water Company**
13 **2601 W. Dunlap Ave., Suite 10**
14 **Phoenix, AZ 85021**
15 **(602) 395-2600**

16 C. List the name, address and telephone number of the operator certified by the Arizona
17 Department of Environmental Quality:

18 **Joe Fiano**
19 **14615 N. Fountain Hills Blvd.**
20 **Fountain Hills, Arizona 85268**
21 **(480) 837-6428**

22 D. List the name, address and telephone number of the attorney for the Applicant:

23 **Richard L. Sallquist**
Sallquist & Drummond, P.C.
4500 S. Lakeshore Drive, Suite 339
Tempe, Arizona 85282
(602) 224-9222

E. Attach the following documents that apply to you:

20006.00000.51

ATTACHMENT B

1. Certificate of Good Standing (if corporation) **Please see Exhibit A.**

2. Corporate Resolution Authorizing this application (if required by the corporation's Articles of Incorporation) **Please see Exhibit B.**

F. Attach a legal description of the area requested by either **CADASTRAL** (quarter section description) or **Metes and Bounds** survey. References to parcels and docket numbers will not be accepted. **Please see Exhibit C.**

G. Attach a detailed map using the form provided as attachment B. Shade and outline the area requested. Also indicate the present certificated area by using different colors. **Please see Exhibit D.**

H. Attach a current balance sheet and profit and loss statement. **Please see Exhibit E.**

I. Provide the following information:

1. Indicate the estimated number of customers, by class, to be served in the new area in each of the next five years:

Residential:

First Year 7 Second Year 14 Third Year 21 Fourth Year 28
Fifth Year 35

Commercial:

First Year N/A Second Year _____ Third Year _____ Fourth Year _____
Fifth Year _____

Industrial:

First Year N/A Second Year _____ Third Year _____ Fourth Year _____
Fifth Year _____

Irrigation:

First Year N/A Second Year _____ Third Year _____ Fourth Year _____
Fifth Year _____

Other: (specify)

First Year N/A Second Year _____ Third Year _____ Fourth Year _____

1 Fifth Year _____

2 2. (WATER ONLY) Indicate the projected annual water consumption, in gallons, for each
3 of the customer classes in the new area for each of the next five years:

4 **Residential:**

5 First Year 1,013,964 Second Year 2,027,928 Third Year 3,041,892

6 Fourth Year 4,055,856 Fifth Year 5,069,820

7 **Commercial:**

8 First Year N/A Second Year _____ Third Year _____

9 Fourth Year _____ Fifth Year _____

10 **Industrial:**

11 First Year N/A Second Year _____ Third Year _____

12 Fourth Year _____ Fifth Year _____

13 **Irrigation:**

14 First Year N/A Second Year _____ Third Year _____

15 Fourth Year _____ Fifth Year _____

16 3. Indicate the total estimated annual operating revenue from the new area for each of the
17 next five years:

18 First Year \$2,956 Second Year \$5,912 Third Year \$8,868

19 Fourth Year \$11,824 Fifth Year \$14,780

- 20 • Complete Attachment "D" (Water Use Data Sheet) for the past 13 months
21 Please see Exhibit F.

1
2 4. Indicate the total estimated annual operating expenses attributable to the new area for each of the next five years:

3 First Year \$2,749 Second Year \$5,498 Third Year \$8,247
4 Fourth Year \$10,996 Fifth Year \$13,745

5 J. Total estimated cost to construct utility facilities to serve customers in the requested area:

6 **The Off-Site Facilities will be funded through an Off-Site Facilities Agreement .**

7 **For On-Site Facilities, the cost estimates will be included in Line Extension**
8 **Agreements in accordance with Commission Rules and Regulations.**

9 K. Explain method of financing utility facilities (see paragraph 8 of instructions)

10 **Please see Paragraph J. above.**

11 L. Estimated starting and completion date of construction of utility facilities:

12 Starting date **First Quarter 2005**
13 Completion date **Third Quarter 2006**

14 M. Attach the following permits:

- 15 1. Franchise from either the City or County for the area requested. **To be lated filed as**
16 **Exhibit G.**
- 17 2. Arizona Department of Environmental Quality or designee's approval to construct
18 facilities. **To be late filed as Exhibit H.**
- 19 3. Arizona State Land Department approval. (If you are including any State land in your
20 requested area this approval is needed.) **N/A**
- 21 4. U.S. Forest Service approval. (If you are including any U.S. Forest Service land in your
22 requested area this approval is needed.) **N/A**
- 23 5. **(WATER ONLY)** If the area requested is within an Active Management Area, attach a
copy of either the utility's Designation of an Assured Water Supply or the developer's
Certificate of 100 Year Assured Water Supply issued by the Arizona Department of Water
Resources. **To be filed as late filed Exhibit I.**

- 1
- 2 • If the area requested is outside an Active Management Area, attach the developer's Adequacy Statement issued by the Arizona Department of Water Resources if applied for by the developer.
 - 3
 - 4 • If the area requested is outside an Active Management Area and the developer does not obtain an Adequacy Statement, provide sufficient detailed information to prove that adequate water exists to provide water to the area requested.
 - 5

6 **N. Attached hereto as Exhibit J is the Notice to Customers and Property Owners for the subject area. The Affidavit of Mailing/Publication will be late filed as an Exhibit.**

7 SALLQUIST & DRUMMOND, P.C.

8

9 Richard L. Sallquist
10 4500 S. Lakeshore Drive
11 Suite 339
12 Tempe, Arizona 85282
13 Attorneys for Chaparral Water Company
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EXHIBITS

- A. Certificate of Good Standing
- B. Corporate Resolution
- C. Legal Description
- D. Map
- E. December 31, 2003 Annual Report
- F. Water Use Data Sheet
- G. Maricopa County Franchise (Late Filed)
- H. ADEQ approvals (Late Filed)
- I. ADWR Certificate of Assured Water Supply (Late Filed)
- J. Notice to Customers and Property Owners

CERTIFICATE OF GOOD STANDING

(Attached)

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EXHIBIT A

STATE OF ARIZONA



Office of the
CORPORATION COMMISSION

CERTIFICATE OF GOOD STANDING

To all to whom these presents shall come, greeting:

I, Brian C. McNeil, Executive Secretary of the Arizona Corporation Commission, do hereby certify that

*****CHAPARRAL WATER PROPERTIES, INC.*****

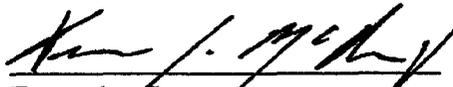
a domestic corporation organized under the laws of the State of Arizona, did incorporate on September 25, 1981.

I further certify that according to the records of the Arizona Corporation Commission, as of the date set forth hereunder, the said corporation is not administratively dissolved for failure to comply with the provisions of the Arizona Business Corporation Act; that its most recent Annual Report, subject to the provisions of A.R.S. sections 10-122, 10-123, 10-125 & 10-1622, has been delivered to the Arizona Corporation Commission for filing; and that the said corporation has not filed Articles of Dissolution as of the date of this certificate.

This certificate relates only to the legal existence of the above named entity as of the date issued. This certificate is not to be construed as an endorsement, recommendation, or notice of approval of the entity's condition or business activities and practices.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed the official seal of the Arizona Corporation Commission. Done at Phoenix, the Capital, this 2nd Day of December, 2004, A. D.




Executive Secretary

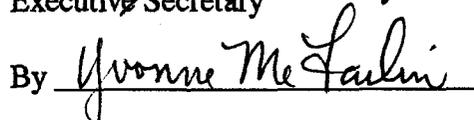
By 

EXHIBIT A

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CHAPARRAL WATER COMPANY

RESOLUTION OF THE BOARD OF DIRECTORS

_____, 2004

The President reported on the need to enter certain contracts and file certain applications with regulatory agencies which will authorize the Corporation to provide water service to new development(s) in the vicinity of the Corporation's existing service area. Discussion of those matters ensued.

Thereafter, upon motion duly made, seconded and unanimously carried, it was:

RESOLVED, that the Board hereby authorizes the proper offices of the Corporation to enter into appropriate contract(s) with certain developer(s) pursuant to which the developer(s) will pay their proportionate share of the administration and capital costs for water facilities necessary to serve the new customers in the expanded Certificate of Convenience and Necessity ("CC&N"), as herein below contemplated, and as those contracts are approved by the Arizona Corporation Commission (the "Commission")

FURTHER RESOLVED, that the Board hereby authorizes the proper officers of the Corporation to file an application with the Commission for extension of the boundaries of the Corporation's CC&N upon the terms and conditions herein mentioned and further authorizes the filing of any and all amendments and supplements to said application.

FURTHER RESOLVED, that the Board hereby authorizes the proper officers of the Corporation to file an application with the Maricopa County Board of Supervisors for an extension of its Public Utility Franchise, all in the manner and in the terms and conditions provided in the above-mentioned resolutions.

FURTHER RESOLVED, that the proper officers of the Corporation, and employees designated by the proper officers of the Corporation, be and each of them hereby is, authorized, in the name and on behalf of the Corporation, to conduct any and all negotiations, to make any and all arrangements, testify on behalf of the Corporation, do and perform any and all acts and things and to execute and deliver any and all officer's certificates and other documents and instruments as they deem necessary or appropriate in order to consummate and otherwise effectuate the purposes of each and all of the foregoing resolutions.

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LEGAL DESCRIPTION

The South half of the Northeast quarter of Section 1, Township 4 North, Range 3 West, G&SRB&M, and

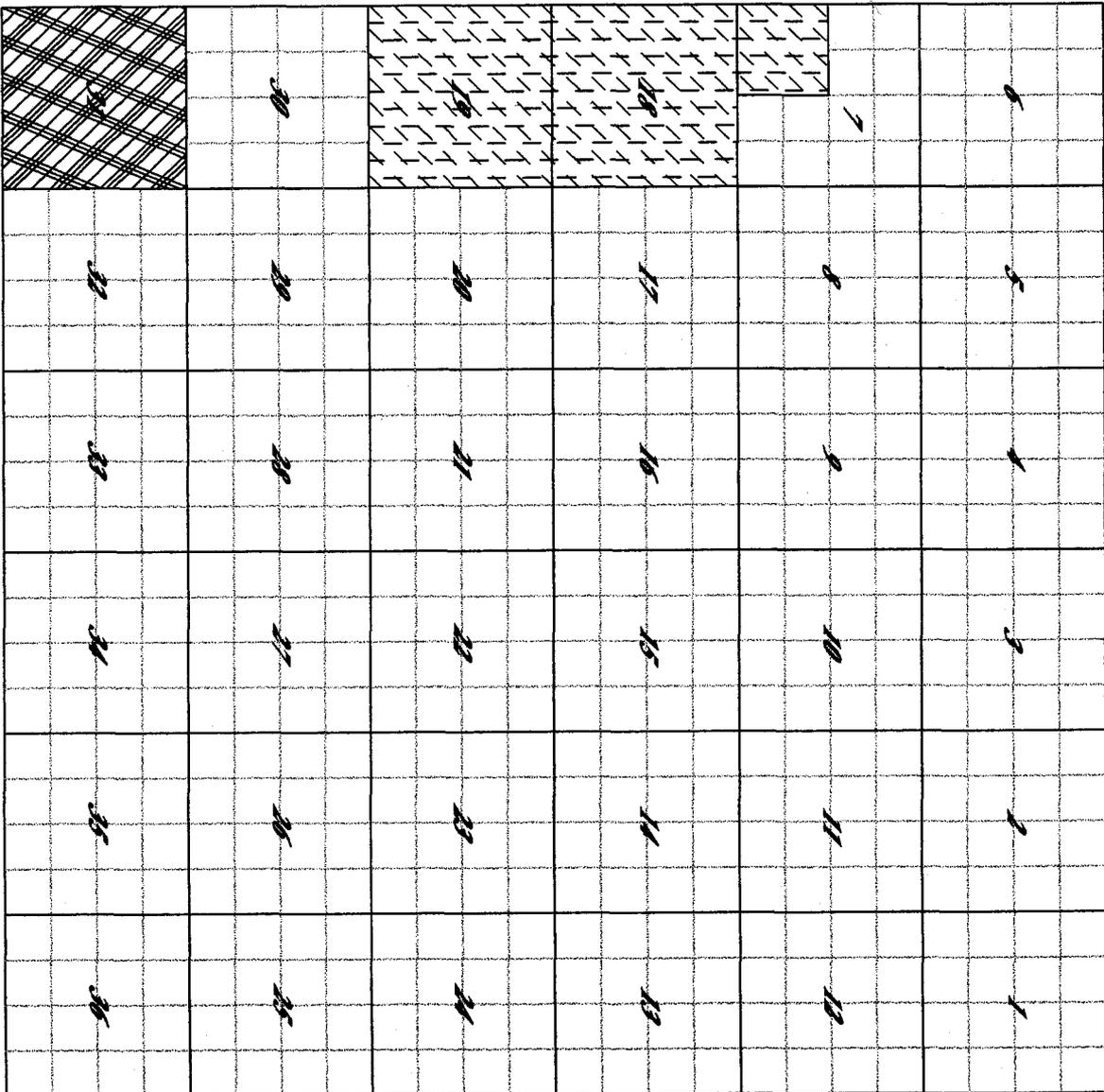
The South half of the North half of the Northeast quarter of Section 1, Township 4 North, Range 3 West, G&SRB&M, all in Maricopa County, Arizona.

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EXHIBIT C

COUNTY: Maricopa

RANGE 2 West



TOWNSHIP 5 North

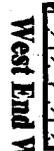
-  W-2393 (1)
Chaparral Water Company
-  W-1157 (2)
West End Water Company
-  West End Water Company

EXHIBIT D

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL - MAKE CHANGES AS NECESSARY

<p>W-02393A Chaparral Water Company 2601 West Dunlap, Ste 10 Phoenix AZ 850210000</p>	<input type="checkbox"/>
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ANNUAL REPORT

FOR YEAR ENDING

12	31	2003
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FOR COMMISSION USE

Ann04	03
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EXHIBIT E

COMPANY INFORMATION

Company Name (Business Name) <u>Chaparral Water Company</u>			
Mailing Address <u>2601 W. Dunlap #10</u>			
<u>Phoenix</u> (City)	<u>AZ</u> (State)	<u>85021</u> (Zip)	
<u>(602) 395-2600</u> Telephone No. (Include Area Code)	<u>(602) 395-2677</u> Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
Email Address _____			
Local Office Mailing Address <u>Same as above</u>			
<u>(City)</u>	<u>(State)</u>	<u>(Zip)</u>	
<u>Local Office Telephone No. (Include Area Code)</u>	<u>Fax No. (Include Area Code)</u>	<u>Pager/Cell No. (Include Area Code)</u>	
Email Address _____			

MANAGEMENT INFORMATION

Management Contact: <u>The Carioca Company</u>			
<u>2601 W. Dunlap #10</u> (Street)	<u>Phoenix</u> (City)	<u>AZ</u> (State)	<u>85021</u> (Zip)
<u>(602) 395-2600</u> Telephone No. (Include Area Code)	<u>(602) 395-2677</u> Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
Email Address _____			
On Site Manager: <u>B & J Services Attn: Bob Gonzales</u>			
<u>PO Box 5605</u> (Street)	<u>Sun City</u> (City)	<u>AZ</u> (State)	<u>85376</u> (Zip)
<u>(623) 975-2424</u> Telephone No. (Include Area Code)	<u>(623) 584-5050</u> Fax No. (Include Area Code)	Pager/Cell No. (Include Area Code)	
Email Address _____			

Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: Jeff Erhart
(Name)

649 N. 3rd Ave Phoenix AZ 85003
(Street) (City) (State) (Zip)

(602) 254-5941 (602) 254-5942
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Attorney: Same as above
(Name)

(Street) (City) (State) (Zip)

Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

Sole Proprietor (S) C Corporation (C) (Other than Association/Co-op)

Partnership (P) Subchapter S Corporation (Z)

Bankruptcy (B) Association/Co op (A)

Receivership (R) Limited Liability Company

Other (Describe) _____

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

APACHE COCHISE COCONINO

GILA GRAHAM GREENLEE

LA PAZ MARICOPA MOHAVE

NAVAJO PIMA PINAL

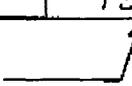
SANTA CRUZ YAVAPAI YUMA

STATEWIDE

COMPANY NAME *Chaparral Water Company*

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	10,923		10,923
304	Structures and Improvements			
307	Wells and Springs	142,460	91,929	50,531
311	Pumping Equipment	101,933	97,045	4,888
320	Water Treatment Equipment	16,380	16,380	
330	Distribution Reservoirs and Standpipes	224,523	215,526	8,997
331	Transmission and Distribution Mains			
333	Services			
334	Meters and Meter Installations	6,310	6,310	
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant	9,623	8,930	693
	TOTALS	512,152	436,120	76,032

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

COMPANY NAME Chaparral Water Company

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	10,923		
304	Structures and Improvements			
307	Wells and Springs	142,460	3.257 %	4640
311	Pumping Equipment	101,933	2.3878%	2,434
320	Water Treatment Equipment	16,380		
330	Distribution Reservoirs and Standpipes	224,523	1.6029%	3,599
331	Transmission and Distribution Mains			
333	Services			
334	Meters and Meter Installations	6,310		
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant	9,623	2.8785%	277
	TOTALS	512,152	2.138 %	10,950

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

COMPANY NAME Chaparral Water Company

BALANCE SHEET

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ -0-	\$ -0-
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	13,172	18,492
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 13,172	\$ 18,492
	FIXED ASSETS		
101	Utility Plant in Service	\$ 508,264	\$ 512,151
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation - Utility Plant	(425,171)	(436,120)
121	Non-Utility Property		
122	Accumulated Depreciation - Non Utility		
	TOTAL FIXED ASSETS	\$ 83,093	\$ 76,031
	TOTAL ASSETS	\$ 96,265	\$ 94,523

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

COMPANY NAME Chaparral Water Company

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITES		
231	Accounts Payable	\$ 1,767	\$ 453
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	9,956	10,843
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities	4,406	4,641
	TOTAL CURRENT LIABILITIES	\$ 16,129	\$ 15,937
	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		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$	\$
	TOTAL LIABILITIES	\$	\$
	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)		
	TOTAL CAPITAL	\$ 80,136	\$ 78,586
	TOTAL LIABILITIES AND CAPITAL	\$ 96,265	\$ 94,523

COMPANY NAME	Chaparral Water Company
---------------------	-------------------------

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 133,162	\$ 126,305
460	Unmetered Water Revenue		
474	Other Water Revenues	609	62
	TOTAL REVENUES	\$ 133,771	\$ 126,367
	OPERATING EXPENSES		
601	Salaries and Wages	\$ 19,377	\$ 17,275
610	Purchased Water		
615	Purchased Power	20,280	
618	Chemicals		
620	Repairs and Maintenance	14,939	27,057
621	Office Supplies and Expense	5,034	4,259
630	Outside Services	26,640	46,800
635	Water Testing		
641	Rents		
650	Transportation Expenses		
657	Insurance - General Liability	2,484	
659	Insurance - Health and Life		
666	Regulatory Commission Expense - Rate Case	8,578	14,046
675	Miscellaneous Expense		
403	Depreciation Expense	10,728	10,950
408	Taxes Other Than Income		
408.11	Property Taxes	7,909	8,010
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ 115,969	\$ 128,397
	OPERATING INCOME/(LOSS)	\$ 17,802	\$ (2,030)
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	(302)	(330)
	TOTAL OTHER INCOME/(EXPENSE)	\$ (302)	\$ (330)
	NET INCOME/(LOSS)	\$ 17,500	\$ (2,360)

COMPANY NAME *Chaparral Water Company*

SUPPLEMENTAL FINANCIAL DATA
Long-Term Debt - NONE

	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 \$ _____

Meter Deposits Refunded During the Test Year \$ _____

COMPANY NAME *Chaparral Water Company*

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (Gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
<i>55-619-218</i>	<i>15</i>	<i>90</i>		<i>8</i>	<i>3</i>	
<i>55-619-219</i>	<i>15</i>	<i>50</i>		<i>8</i>	<i>3</i>	
<i>55-561-9217</i>	<i>15</i>	<i>90</i>		<i>8</i>	<i>3</i>	
<i>55-558536</i>	<i>25</i>	<i>140</i>		<i>12</i>	<i>3</i>	

• Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

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

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
<i>5</i>	<i>1</i>		
<i>10</i>	<i>5</i>		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
<i>15,000</i>	<i>1</i>	<i>5,000</i>	<i>1</i>
<i>35,000</i>	<i>2</i>	<i>3,000</i>	<i>1</i>
<i>10,000</i>	<i>2</i>	<i>10,000</i>	<i>1</i>
<i>165,000</i>	<i>1</i>		

COMPANY NAME Chaparral Water Company

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2		
3		
4	PVC	1,800
5		
6	PVC	4,800
8		
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	318
3/4	
1	2
1 1/2	
2	
Comp. 3	
Turbo 3	
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	

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

TREATMENT EQUIPMENT:

Chlorinating equipment on well site #1, 2, and 3

STRUCTURES:

8' x 12' metal storage shed

OTHER:

COMPANY NAME: Chaparral Water Company**WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2003**

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLON PUMPED (Thousands)
JANUARY	325	2460339	3060200
FEBRUARY	324	2492190	3306300
MARCH	328	2773474	3000100
APRIL	330	2893390	2784100
MAY	329	5081520	4578900
JUNE	329	4993350	4462200
JULY	328	6544710	6075200
AUGUST	332	6099620	5578800
SEPTEMBER	329	3505610	6119300
OCTOBER	325	4251020	4644200
NOVEMBER	325	3389720	3992200
DECEMBER	328	2976560	3637500
TOTAL			51239000

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: _____

What is the level of arsenic for each well on your system. <.0050 mg/l **(If more than one well, please list each separately)***Note: If you are filing for more than one system, please provide separate data sheets for each system.**

* 55-619217, 55-619218, 55-619219, 55-548443

The above result was the same for all the above wells.

COMPANY NAME Chaparral Water Company YEAR ENDING 12/31/2003

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2003 was: \$ 7959.74

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. _____

COMPANY NAME Chaparral Water Company YEAR ENDING 12/31/2003

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported Paid by Parent Company
Estimated or Actual Federal Tax Liability _____

State Taxable Income Reported Paid by Parent Company
Estimated or Actual State Tax Liability _____

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances - 0 -
Amount of Gross-Up Tax Collected - 0 -
Total Grossed-Up Contributions/Advances - 0 -

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

SIGNATURE

Marvin L. Rose
PRINTED NAME

DATE

President
TITLE

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	<u>Maricopa</u>
NAME (OWNER OR OFFICIAL) TITLE	<u>Marvin L. Rose, President</u>
COMPANY NAME	<u>Chaparral Water Company</u>

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA COPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2003</u>

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 2003 WAS:

Arizona IntraState Gross Operating Revenues Only (\$)
<u>\$ 134,627.05</u>

(THE AMOUNT IN BOX ABOVE INCLUDES \$ 8322.32 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)**

SIGNATURE OF OWNER OR OFFICIAL	<u>(602) 395-2600</u>
TELEPHONE NUMBER	

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS DAY OF

COUNTY NAME	<u>Maricopa</u>	
MONTH	<u>2004</u>	

(SEAL)

MY COMMISSION EXPIRES _____

SIGNATURE OF NOTARY PUBLIC

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY**

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

(COUNTY NAME) <i>Maricopa</i>	
NAME (OWNER OR OFFICIAL) <i>Marvin L. Rose</i>	TITLE <i>President</i>
COMPANY NAME <i>Chaparral Water Company</i>	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2003

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 2003 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES <i>\$ 134,627.05</i>

(THE AMOUNT IN BOX AT LEFT INCLUDES \$ *8322.32* IN SALES TAXES BILLED, OR COLLECTED)

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

SIGNATURE OF OWNER OR OFFICIAL

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

NOTARY PUBLIC NAME	
COUNTY NAME <i>Maricopa</i>	
MONTH	.20

(SEAL)

MY COMMISSION EXPIRES

X _____
SIGNATURE OF NOTARY PUBLIC



THREE THOUSAND ONE HUNDRED FIFTY FOUR AND 52/100

To the ORDER OF: Maricopa County Treasurer
P.O. BOX 78874
Phoenix, AZ 85062-8574

VOID AFTER 90 DAYS

Eric J. Young

⑈80001797⑈ ⑆044115443⑆

986619541⑈

⑈25456008⑈

urity Photo, Inc. 800-733-4277

Security Features Indexed, Databased on Back

1 The security features listed below, as well as those not listed, are **Security Industry Guidelines**.

Security Features:

- MicroPrint Signatures
- Chemical Protection
- Security Screen

Features of document alteration:

- Small type in signature line appears as dotted lines when photo copied
- Stamps or spots appear with irregular alteration
- Absence of "Original" markings
- Verticals on back of check

CREDIT TO ACCT OF NAMED PAYEE WITH OUT PREJUDICE ABSENCE OF ENDORS MENT GUARANTEED 6 BANK ONE, NA

DO NOT WRITE, STAMP OR SIGN BELOW THIS LINE RESERVED FOR FINANCIAL INSTITUTION

ENDORSE HERE:
X

80001909

Check No: 1909

DATE: October 23, 2003

AMOUNT: \$4,522.00

FOUR THOUSAND FIVE AND 22/100

VOID AFTER 90 DAYS

[Signature]

THE
DEP
Maricopa County Treasurer
P O BOX 78574
Phoenix, AZ 85062-8574

#80001909# 1044115443: 986619541# #0000400522#

Security Features Infrared Details on Back

Int'l. No. 800-733-4277

LC-1

D The security features listed below, as well as those not listed, are industry guidelines.

Security Features:

- MicroPrint Signature
- Chemical Protection
- Security Screen

Results of document alteration:

- Small type in signature line appears as dotted lines when photocopied.
- Stains or spots appear with chemical alteration.
- Absence of "Original Document" verbiage on back of check.

13 347 348 1 61208107 6 0095102703

111961331

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ENDORSE HERE:

X

DO NOT WRITE
RESERVED FOR
FINANCIAL INSTITUTION

CREDIT TO ACCT OF
NAMED PAYEE WITH
OUT PREJUDICE
IN ABSENCE OF ENDORSE-
MENT GUARANTEED BY
BANK ONE, NA

OR SIGN BELOW THIS LINE

ARIZONA CORPORATION COMMISSION

Utilities Division

1200 WEST WASHINGTON PHOENIX ARIZONA 85007
 PHONES: 602-542-4291 1-800-222-7000

**EXTENSION AGREEMENT
 DATA SHEET**

EXTENSION AGREEMENT WITH:

Rate Case

COMPANY NAME: **Chaparral Water Company**

DIVISION:

W.A. No.:

ACC No.: **W-2393**

NUMBER OF PROPOSED CUSTOMERS:

PROJECTED PEAK USAGE (DOMESTIC GPM):

NUMBER OF CUSTOMERS BY MONTH FOR THE LAST 12 MONTHS	YEAR	
	2003	2004
JANUARY	325	
FEBRUARY	324	
MARCH	328	
APRIL	330	
MAY	329	
JUNE	329	
JULY	328	
AUGUST	332	
SEPTEMBER	329	
OCTOBER	325	
NOVEMBER	325	
DECEMBER	328	

TOTAL GALLONS SOLD PER MONTH FOR LAST 12 MONTHS*	YEAR	
	2003	2004
JANUARY	2,460,339	
FEBRUARY	2,492,190	
MARCH	2,773,474	
APRIL	2,893,390	
MAY	5,081,520	
JUNE	4,993,350	
JULY	6,544,710	
AUGUST	6,099,620	
SEPTEMBER	3,505,610	
OCTOBER	4,251,020	
NOVEMBER	3,389,720	
DECEMBER	2,976,560	

WELL PUMP CAPACITY (GPM) **			
GPM	WELL #	GPM	WELL #
	55-619217	90	
	55-619218	90	
	55-619219	50	
	55-548443	140	

*** STORAGE CAPACITY (GALLONS):

BOOSTER PUMP CAPACITY (GPM)			
GPM	BOOSTER	GPM	BOOSTER
	1 5 HP		
	2 10 HP		
	3 10 HP		
	4 10 HP		
	5 10 HP		
	6 10 HP		

Will additional well capacity be needed as a result of this agreement? Yes No

Will new booster stations be necessary to serve the proposed addition? Yes No

* Reported in 10³ gallons
 ** ADEQ designation
 *** Include ground storage

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**PUBLIC NOTICE OF AN APPLICATION FOR AN
EXTENSION OF ITS CERTIFICATE OF CONVENIENCE AND NECESSITY**

BY CHAPARRAL WATER COMPANY

Chaparral Water Company. ("Chaparral") has filed with the Arizona Corporation Commission ("Commission") an application for authority for an extension of its Certificate of Convenience and Necessity to provide water service. Our records indicate that you are either currently a customer of Chaparral or are a property owner in the proposed extension area. If the application is granted, Chaparral would be the exclusive provider of water service to the proposed area. Chaparral will be required by the Commission to provide this service under the rates and charges and terms and conditions established by the Commission. The granting of the application would not necessarily prohibit an individual from providing service to themselves from individually owned facilities on their property. The application is available for inspection during regular business hours at the offices of the Commission in Phoenix at 1200 W. Washington, Phoenix, Arizona 85007, and at 2601 W. Dunlap Ave., Suite 10 Phoenix, AZ 85021.

The Commission will hold a hearing on this matter. As a property owner or customer you may have the entitled to intervene in the proceeding. If you do not want to intervene, you may appear at the hearing and make a statement on your own behalf. You may contact the Commission at the address and telephone number listed below for the date and time of the hearing and for more information on intervention. You may not receive any further notice of the proceeding unless requested by you.

If you have any questions or concerns about this application or have any objections to its approval, or wish to make a statement in support of it, you may contact the Consumer Services Section of the Commission at 1200 W. Washington, Phoenix, Arizona 85007 or call 1-800-222-7000.