

ORIGINAL



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Arizona Corporation Commission

DOCKETED

SEP 28 2015

DOCKETED BY	<i>YH</i>
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RECEIVED

2015 SEP 28 P 3:37

ARIZONA CORPORATION COMMISSION
REGISTRY UNIT

CC&N TRANSFER

JAKES CORNER WATER SYSTEM

Mr. Michael Armstead
C/O Management Systems, LLC
211 W. Saddle Lane
Payson, Arizona 85541
Sept. 25, 2015

W-20935A-15-0260
W-04249A-15-0260

COMMISSIONERS
SUSAN BITTER SMITH- Chairman
BOB STUMP
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DOUG LITTLE
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Executive Director

ARIZONA CORPORATION COMMISSION

RECEIVED

2015 AUG 10 P 3: 59

AZ CORP COMMISSION
DOCKET CONTROL

August 10, 2015

CERTIFIED MAIL

Mr. Michael Armstead
Jake's Corner Water System
C/o Management Systems, Inc.
211 W. Saddle Lane
Payson, Arizona 85541

RE: IN THE MATTER OF THE APPLICATION OF KACY J. PARKER d/b/a JAKE'S CORNER WATER SYSTEMS FOR APPROVAL OF THE SALE OF ASSETS AND TRANSFER OF THE CERTIFICATE OF CONVENIENCE AND NECESSITY TO MANAGEMENT SYSTEMS, INC. - DOCKET NO. W-04249A-15-0260 AND DOCKET NO. W-20935A-15-0260

INSUFFICIENCY LETTER

Dear Mr. Armstead:

As indicated in my e-mail to you on July 28, 2015, the Arizona Corporation Commission's ("ACC") Utilities Division received the above-mentioned application docketed on July 10, 2015 for the sale and transfer of Kacy J. Parker d/b/a Jake's Corner Water Systems ("Jake's Corner" or "Company"). This letter is to inform you that Staff has completed its initial review of the application, and the following information is needed in order for the application to meet the sufficiency requirements as outlined in the Arizona Administrative Code ("A.A.C.") R14-2-402 (ACC Water Rules):

1. Provide a description of utility property to be transferred, and complete the attached Water Company Plant Description Sheet
2. Complete the attached Water Use Data Sheet.
3. Provide the status of the well meter installation of the Company.
4. Provide the status of the storage tank installation of the Company.
5. Describe in detail the Transferee's prior experience in running a small water company, organizational structure, and financial condition.
6. Describe the effect of the proposed transaction upon the service of the Company and any benefits that will be realized by customers if the proposed transfer is approved.

7. Provide the current number of customers to be affected by the proposed transaction.
8. Describe in what respect, if any, the proposed transaction will have on any other utility.
9. Provide documentation establishing the utility's financial condition, including at least the utility's current assets and liabilities, and income statement, the utility's revenue and expenses for the most recently completed 12-month accounting period, and the value of the utility's plant in service.
10. Will the acquiring entity charge the same rates as is currently charged by the Company and is there any anticipated future plan to request an increase in rates?
11. Identify any and all mechanics, tax or other liens that have been assessed against Jake's Corner or the acquiring entity or their owners/operators.

If you have any questions concerning this matter, please do not hesitate to contact me at 602-542-0818 or e-mail at vwallace@azcc.gov.

Sincerely,



Vicki Wallace
Executive Consultant
Attachments

Cc: Docket Control
Del Smith
Katrin Stukov
Mary Rimback
Dwight Nodes

RE: INSUFFICIENCY LETTER

JAKES CORNER WATER SYSTEM
MICHAEL ARMSTEAD
C/O MANAGEMENT SYSTEMS, INC.
211 W. SADDLE LANE, PAYSON AZ. 85541

AZ. CORP. COMMISSION:

1) Jakes Corner Water System consists of 20 customers.

- The well site: 1 – 2hp submersible pump
- 30 gal. pressure tank
- 5,000 gal pressure/storage tank
- 1 well with 8” casing
- 28 GPM with 1 well pump
- No structure on site
- Fenced yard, chain link
- Located: Tonto Basin, Jakes Corner area

2) The Water Use Data Sheet: **SEE ATTACHED COPY.**

3) The status of the well meter installation of the Company: **N/A**

4) Provide the status of the storage tank installation of the Company: **N/A**

5) Describe in detail the Transferees prior experience in running a small water company, organizational structure, and financial condition. **SEE ATTACHED COPY.**

6) Describe the effect of the proposed transaction upon the service of the Company and any benefits that will be realized by customers if the proposed transfer is approved.

Answer: The entire system would be brought into compliance, with higher quality service, dependability, safety, little or no outages, violations would be rectified to remain in good standing, planning and future growth for the company.

7) There is 20 customers with Jakes Corner Water System that would be affected by the proposed transaction.

8) This transaction would not affect any other utility.

9) See the attached Annual Financial Report for 2014.

10) Yes, the system needs emergency rate increase, see attached.

11) No liens have been found, please see the “Lien Report” attached.

Company Name: JAKES CORNER WATER SYSTEM | Test Year Ended: 2014

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (inches)	Meter Size (inches)	Year Drilled
91-000832.0000	2	22 TO 28	Est. 60'	6'	NONE	

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
NONE		

BOOSTER PUMPS

Horsepower	Quantity
NONE	

FIRE HYDRANTS

Quantity Standard	Quantity Other
NONE	

STORAGE TANKS

Capacity	Quantity
NONE	

PRESSURE TANKS

Capacity	Quantity
5,000	1

WATER COMPANY PLANT DESCRIPTION CONTINUED

MAINS			CUSTOMERMETERS	
Size (in inches)	Material	Length (in feet)	Size (in inches)	Quantity
2			5/8 x %	
3			3/4	20
4			1	
5			1 1/2	
6			2	
8			Comp. 3	
10			Turbo 3	
12			Comp. 4	
			Turbo 4	
			Comp. 6	
			Turbo 6	

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

TREATMENT EQUIPMENT:

NONE

STRUCTURES:

NONE

OTHER :

NONE

WATER USE DATA SHEET

NAME OF COMPANY	JAKES CORNER WATER SYSTEM
ADEQ Public Water System Numer:	AZ0404029

MONTH/YEAR (12 Months of Test Year)	NUMBER OF CUSTOMERS	GALLONSSOLD (Thousands)	GALLONS PUMPED (Thousands)
1. 01-01-14	20	43,320	
2. 02-01-14	20	48,460	
3. 03-01-14	20	53,020	
4. 04-17-14	20	98,420	
5. 05-01-14	20	69,090	
6. 06-01-14	20	68,830	
7. 07-01-14	20	123,843	
8. 08-08-14	20	163,917	
9. 09-01-14	20	68,107	
10. 10-09-14	19	151,080	
11. 11-07-14	19	61,520	
12. 12-01-14	19	75,260	
TOTAL		1,024,867	*

Is the water utility located in an ADWR Active Management Area ("AMA")?

YES NO

Does the Company have an ADWR gallons per capita day ("GPCD") requirement?

YES NO

If Yes, please provide the GPCD amount: _____

Note: If you are filing for more than one system, please provide separate data sheets for each system. For explanation of any of the above, please contact the Engineering Supervisor at 602-542-7277.

"Gallons pumped cannot equal or be less than the gallons sold"

Transferee's Detailed Experience:

Michael Armstead:

Mike has had 9 years in the Utility management and Operations industry as an operator in charge of public water system, United Utilities, E&R Water, Pine Oaks, also Operations and Maintained USFS Roosevelt Lake, water and waste water treatment plants, Chaparral H2O (Show Low) Santa Fe Rail Road, Belmont in Seligman. Laguna Est. water systems, Show Low water systems, Munds Park waste water facility, Overgaard water systems, management contracts with the Title: Field Superintendent in charge of day to day maintenance and operators operations, planning and budgeting.

Scope of work included, from source to customer, chemical analysis, hydraulics, operations, bookkeeping and service work, certified in 3 different methodologies, multiple tube, co-elert brilliant green and presence absence, 4 years lab tech.
From 1988 to 1997.

Jakes Corner Water System
Management Systems, Inc.
Mr. Michael Armstead

E) Detailed breakdown of system repairs, if any, necessary to alleviate the emergency condition.

- Jakes Corner Water System needs to replace existing water storage.
- Needs arsenic filtration system
- 5,000 storage tank
- 5 horse power booster motor and pump
- 2,000 gal pressure tank
- Electrical panels and control wiring
- Fencing and site preparation and storage facility
- Distribution piping undermined at this time.
- Low pressure and inadequate pipe sizes leading to main-line adequate pressure, electric control replacement, labor amount is unknown, and the system is in such disarray the amount of actual expenses and labor is not known or available at this time.

F) A copy of an estimate of the cost of repairs.

No estimate is available at this time.

Jakes Corner Water System
Mr. Michael Armstead
C/O Management Systems, Inc.
211 W. Saddle Lane
Payson, AZ 85541

A) Emergency Rate Case

Jakes Corner Water System is "insolvent" and needs many upgrades to be brought up to compliance, from department of DEQ.

Health and safety is eminent. Arsenic levels exceed maximum contaminant levels, needs immediate filtration to be compliant per DEQ.

Storage pressure tank failure, temporary patching is not in compliance. The revenue is insufficient to maintain health, safety, and operations of the water company.

20 years since a rate increase, this has left the company insolvent!

The entire operations and administration system needs reformed to become compliant and efficient. The company is out of compliance from maximum contaminate levels of arsenic and under "consent order" to make these repairs to bring the company out of insolvency and operating effectively. Yet at this time Jakes Corner Water System is unable to achieve this due to the inability to operate from the current failing financial state at the existing rate base, the company does not have time for determination of a regular rate increase. The water company is asking for a 1 year rate base, and 1 year for formal rate determination.

Jakes Corner Water System is now in an emergency condition.

With the insufficient revenue Jakes Corner Water Co. cannot operate at a compliance level.

The water distribution system needs multiple repairs from years without proper maintenance and operations.

The current revenue stream is unable to support taxes much less current repairs, and it's seriously doubted that the system can maintain operations without sustaining any break downs and/or failures.

Jakes Corner Water System is failing with the current revenue stream and does not cover minimum operating expenses, placing the company in an "insolvent" state because it cannot afford to bring its current health and safety issues compliant to DEQ standards, much less daily maintenance or repairs that are desperately needed to operate. Please consider this emergency rate as Jakes Corner Water System is currently in an extreme situation.

Thank you,


Michael Armstead

Date: SEPT - 25 - 2015

Delinquent Tax Notice

Parcel: 94081000
 Tax Amount Due: \$1,075.09
 Payment Due By: 09/30/2015

Check this box for address correction, and make changes below.

Please Return this Portion with your Payment

Lien - Certified Funds Required

Make checks payable to:
 Gila County Treasurer
 P.O. Box 1093
 Globe, AZ 85502

THIS WILL BE YOUR ONLY NOTICE OF DELINQUENCY

Account Number: R036407
 JAKE'S CORNER WATER SYSTEM
 299 N SNIDER WAY STE B
 1400 N BEELINE HWY
 PAYSON AZ 85541

Michael R. Armstead
 President / CEO
 Jake's Corner Water System
 P.O. Box 3077
 Payson, Az. 85541

Account Number: R036407
 Parcel: 94081000
 Lien ID: 11034890, 12036092, 13037225, 2014-02792, 2015-05181

Gila County Treasurer
 P.O. Box 1093
 Globe, AZ 85502

Assessed To:
 JAKE'S CORNER WATER SYSTEM
 299 N SNIDER WAY STE B
 1400 N BEELINE HWY
 PAYSON AZ 85541

Legal Description

Situs Address

TOTAL VALUE OF OPERATING PROPERTY

Year	Charges	Interest	Penalty	Payments	Balance
2009	\$113.62	\$75.99	-	-	\$189.61
2010	\$119.90	\$63.01	-	-	\$182.91
2011	\$138.55	\$53.13	-	-	\$191.68
2012	\$141.88	\$33.41	-	-	\$175.29
2013	\$179.05	\$15.78	-	-	\$194.83
2014	\$127.20	\$13.57	-	-	\$140.77

Grand Total Due as of 09/30/2015

\$1,075.09

The real property described above has delinquent taxes for the year/s and amount/s listed. If there are prior years taxes due, payment must be in the form of a Cashier's Check or Money Order. If your payment is mailed after September 29, 2015; please contact the Gila County Treasurer's Office (928) 402-8702 or 8703 for updated payment information.

If you have already submitted payment for these taxes please disregard this notice.

Please return tax payment stub and include your account number on your check.

ARIZONA CORPORATION
COMMISSION UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL - MAKE CHANGES AS NECESSARY

W-04249A

KACY J PARKER

JARVIS CORNER WATER

PAYSON AZ 85547

ANNUAL REPORT

Water

FOR YEAR ENDING

| 12 | 31 | 2014 |

FOR COMMISSION USE

| ANN 04 | 2014 |

COMPANY INFORMATION

Company Name (Business Name) <u>Jakes Corner Water System</u>			
Mailing Address <u>P.O. Box 3077</u>			
<small>(Street)</small>			
Payson	Arizona	85541	
<small>(City)</small>	<small>(State)</small>	<small>(Zip)</small>	
928-363-0032			
<small>Telephone No. (Include Area Code)</small>			
Fax No. (Include Area Code)			
<small>Cell No. (Include Area Code)</small>			
Email Address _____			
Local Office Mailing Address _____			
<small>(Street)</small>			
<small>(City)</small>	<small>(State)</small>	<small>(Zip)</small>	
<small>Local Office Telephone No. (Include Area Code)</small>			
<small>Fax No. (Include Area Code)</small>			
<small>Cell No. (Include Area Code)</small>			
Email Address _____			

MANAGEMENT INFORMATION

D Regulatory Contact:			
D Management Contact: <u>Michael Armstead / Kacy Parker</u>			
<small>(Name)</small>			
211 W. Saddle Lane	Payson	Arizona	CEO
<small>(Street)</small>	<small>(City)</small>	<small>(State)</small>	<small>(Title)</small>
85541			
<small>(Zip)</small>			
<small>Telephone No. (Include Area Code)</small>			
<small>Fax No. (Include Area Code)</small>			
<small>Cell No. (Include Area Code)</small>			
Email Address _____			
On Site Manager: <u>Michael Armstead</u>			
<small>(Name)</small>			
211 W. Saddle Lane	Payson	Arizona	85541
<small>(Street)</small>	<small>(City)</small>	<small>(State)</small>	<small>(Zip)</small>
928-363-0032			
<small>Telephone No. (Include Area Code)</small>			
<small>Fax No. (Include Area Code)</small>			
<small>Cell No. (Include Area Code)</small>			
Email Address _____			

Statutory Agent:		Michael Armstead	
		(Name)	
211 W. Saddle Lane	Payson	Arizona	85541
(Street)	(City)	(State)	(Zip)
928-363-3200			
Telephone No. (Include Area Code)		Fax No. (Include Area Code)	
Cell No. (Include Area Code)			
Attorney: N/A			
(Name)			
(Street)			
(City)			
(State)			
(Zip)			
Telephone No. (Include Area Code)		Fax No. (Include Area Code)	
Cell No. (Include Area Code)			
Email Address			

OWNERSHIP INFORMATION

Check the following box that applies to your company:

<input type="radio"/> Sole Proprietor (S)	<input checked="" type="checkbox"/> C Corporation (C) (Other than Association/Co-op)
<input type="radio"/> Partnership (P)	<input type="radio"/> Subchapter S Corporation (Z)
<input type="radio"/> Bankruptcy (B)	<input type="radio"/> Association/Co-op (A)
<input type="radio"/> Receivership (R)	<input type="radio"/> Limited Liability Company
<input type="radio"/> Other (Describe)	

COUNTIES SERVED

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

<input type="radio"/> APACHE	<input type="radio"/> COCHISE	<input type="radio"/> COCONINO
<input checked="" type="checkbox"/> GILA	<input type="radio"/> GRAHAM	<input type="radio"/> GREENLEE
<input type="radio"/> LA PAZ	<input type="radio"/> MARICOPA	<input type="radio"/> MOHAVE
<input type="radio"/> NAVAJO	<input type="radio"/> PIMA	<input type="radio"/> PINAL
<input type="radio"/> SANTA CRUZ	<input type="radio"/> YAVAPAI	<input type="radio"/> YUMA
<input type="radio"/> STATEWIDE		

COMPANY NAME

JAKES CORNER WATER SYSTEM

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (C less AD)
301	Organization	3,600.00	0	3,600.00
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements			
307	Wells and Springs	15,000.00	0	15,000.00
311	Pumping Equipment	5,000.00	0	5,000.00
320	Water Treatment Equipment			
320.1	Water Treatment Plants			
320.2	Solution Chemical Feeders			
330	Distribution Reservoirs and Standpipes			
330.1	Storage Tanks			
330.2	Pressure Tanks			
331	Transmission and Distribution Mains			
333	Services			
334	Meters and Meter Installations			
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
340.1	Computers & Software			
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			
	TOTALS	\$23,600.00		23,600

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

COMPANY NAME	JAKES CORNER WATER SYSTEM
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CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation EXPENSE (1x2)
301	Organization	2,600.00		
302	Franchises			0
303	Land and Land Rights			
304	Structures and Improvements			
307	Wells and Springs	15,000.00		
311	Pumping Equipment	5,000.00		0
320	Water Treatment Equipment			0
321	Water Treatment Plants			
322	Solution Chemical Feeders			
330	Distribution Reservoirs and Standpipes			
331	Storage Tanks			
332	Pressure Tanks			
331	Transmission and Distribution Mains			
333	Services			
334	Meters and Meter Installations			
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
340.1	Computers & Software			
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			
	TOTALS	23,600.00		23,600.00

This amount goes on the Comparative Statement of Income and Expense Acct. N

BALANCE SHEET

Acct No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$175.00	\$ 55.00
134	Working Funds		
135	Temporary Cash Investments	685.00	120.00
141	Customer Accounts Receivable		
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 860.00	\$ 175.00
	FIXED ASSETS		
101	Utility Plant in Service	\$ 23,600.00	\$ 23,000.00
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant		
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 23,600.00	\$ 23,600.00
	TOTAL ASSETS	\$ 24,460.00	\$ 23775.00

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

COMPANY NAME JAKES CORNER WATER SYSTEM

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
LIABILITIES			
CURRENT LIABILITIES			
231	Accounts Payable	\$0	\$0
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	50.00	50.00
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$ 50.00	\$50.00
LONG-TERM DEBT (Over 12 Months)			
224	Long-Term Notes and Bonds	\$0	\$0
DEFERRED CREDITS			
251	Unamortized Premium on Debt	\$0	\$0
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	\$0	\$0
	TOTAL LIABILITIES	\$50.00	\$50.00
CAPITAL ACCOUNTS			
201	Common Stock Issued	\$0	\$0
211	Paid in Capital in Excess of Par Value	24,410.00	23,725.00
215	Retained Earnings		
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$24,460.00	\$23,775.00
	TOTAL LIABILITIES AND CAPITAL	\$24,460.00	\$23,775.00

COMPANY NAME **JAKES CORNER WATER SYSTEM**

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$1186.00	\$2955.79
460	Unmetered Water Revenue		
474	Other Water Revenues		
	TOTAL REVENUES	\$1186.00	\$2955.79
	OPERATING EXPENSES		
601	Salaries and Wages	\$0	\$1200
610	Purchased Water	\$501.83	\$429.29
615	Purchased Power		
618	Chemicals		
620	Repairs and Maintenance	\$	\$500.00
621	Office Supplies and Expense		\$10.00
630	Outside Services		
635	Water Testing		\$1425.00
641	Rents		\$2000.00
650	Transportation Expenses		
657	Insurance – General Liability		
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense		
403	Depreciation Expense		
408	Taxes Other Than Income	\$83.02	\$111.77
408.11	Property Taxes		\$140.77
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$584.85	\$5490.06
	OPERATING INCOME/(LOSS)	\$601.15	< \$2014.23 >
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$ 0	\$ 0
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	TOTAL OTHER INCOME/(EXPENSE)	\$ 0	\$ 0
	NET INCOME/(LOSS)	\$601.15	< \$2534.27 >

COMPANY NAME	JAKES CORNER WATER SYSTEM
Name of System:	ADEQ Public Water System Number:

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
AZ 0404083	2	30	60'			

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (!!DID)	Gallons Purchased or (obtained (in thousands)
N/A		
N/A		

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity) Other
N/A			
N/A			

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
		5,000	1

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME	JAKES CORNER WATER SYSTEM
Name of System:	ADEQ Public Water System Number:

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

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

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	20
1	
1 1/2	
2	
Comp. 3	
Turbo 3	
Comp. 4	
Turbo 4	
Comp. 6	
Turbo 6	

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

TREATMENT EQUIPMENT:

N/A

STRUCTURES:

N/A

OTHER:

N/A

Note: If you are filing for more than one system, please provide separate sheets for each system.

COMPANY NAME:	JAKES CORNER WATER SYSTEM
Name of System:	ADEQ Public Water System Number:

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2014

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	19	88636		
FEBRUARY	19	79004		
MARCH	19	88729		
APRIL	19	87746		
MAY	19	88786		
JUNE	19	99124		
JULY	19	98992		
AUGUST	19	98993		
SEPTEMBER	19	78992		
OCTOBER	19	77472		
NOVEMBER	19	77581		
DECEMBER	19			
TOTALS		1,043,050		

What is the level of arsenic for each well on your system? 0 mg/l
(If more than one well, please list each separately.)

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

If system has chlorination treatment, does this treatment system chlorinate continuous?
 Yes No

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: _____

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME:	JAKES CORNER WATER SYSTEM
Name of System:	ADEQ Public Water System Number:

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			
TOTALS -----+			

OTHER (description):

COMPANY NAME JAKES CORNER WATER SYSTEM YEAR ENDING 12/31/2013

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2013 was: \$ 0.0 + --

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 ----- |-----

VERIFICATION
AND
SWORN STATEMENT
Taxes

VERIFICATION

STATE OF _____
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)	GILAH
NAME (OWNER OR OFFICIAL) TITLE	KACH J PINKER
COMPANY NAME	JAKE'S CORNER WATER

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

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2014

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.

SIGNATURE OF OWNER OR OFFICIAL

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

COUNTY NAME
MONTH

THIS _____ DAY OF

(SEAL)

SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES _____

COMPANY NAME: JAKES CORNER WATER SYSTEM YEAR ENDING 12/31/2014

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported _____
Estimated or Actual Federal Tax Liability _____

State Taxable Income Reported _____
Estimated or Actual State Tax Liability _____

Amount of Grossed-Up Contributions/Advances:

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

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 refund 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 r fund 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

9-28-15

DATE

Kacy Parker

PRINTED NAME

OWNER

TITLE

VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only

VERIFICATION

STATE OF _____
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)	Gila
NAME (OWNER OR OFFICIAL) TITLE	KACY J PARKER owner
COMPANY NAME	Jakes Carbon Water

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION
FOR THE YEAR ENDING _____

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND I 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 2013 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)
\$ 2,955.79

(THE AMOUNT IN BOX ABOVE INCLUDES \$ 111.77 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)

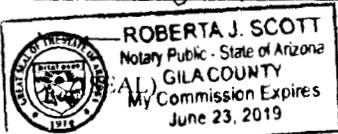

SIGNATURE OF OWNER OR OFFICIAL

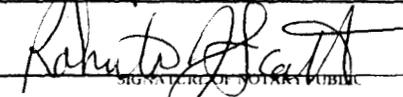
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF _____ OF _____ DAY OF _____

COUNTY NAME	Gila
MONTH	September 2015




SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES _____
June 23, 2019

VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
Intrastate Revenues Only

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) <u>GILHA</u>	
NAME (OWNER OR OFFICIAL) <u>KACY J PARKER</u>	TITLE <u>OWNER</u>
COMPANY NAME <u>JAKES CORNER WATER</u>	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION
FOR THE YEAR ENDING MONTH DAY YEAR

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 OF UTILITIES RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2013 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES \$ <u>2,955.79</u>

THE AMOUNT IN BOX AT LEFT
INCLUDES \$
IN SALES TAXES BILLED, OR COLLECTED

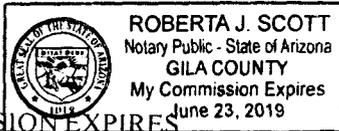
*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.

[Signature]
SIGNATURE OF OWNER OR OFFICIAL

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME
A NOTARY PUBLIC IN AND FOR THE COUNTY OF
THIS 28th DAY OF

NOTARY PUBLIC NAME <u>Roberta J Scott</u>
COUNTY NAME <u>Gila</u>
MONTH <u>September</u> YEAR <u>2015</u>

(SEAL)  ROBERTA J. SCOTT
Notary Public - State of Arizona
GILA COUNTY
My Commission Expires
June 23, 2019

[Signature]
SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES June 23, 2019