

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

A

W-02126A
Avra Water Cooperative, Inc.
11821 W. Picture Rocks Rd.
Tucson, AZ 85743

APR 13 2009

11 4 09

RECEIVED
DIRECTOR UTILITIES

ANNUAL REPORT
WATER

FOR YEAR ENDING

12	31	2008
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FOR COMMISSION USE

ANN 04	08
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PROCESSED BY:

4-13-09

SCANNED

COMPANY INFORMATION

Company Name (Business Name) <u>Avra Water Co-op Inc</u>			
Mailing Address <u>11821 West Picture Rocks Road</u>			
(Street)			
<u>Tucson</u>	<u>AZ</u>	<u>85743</u>	
(City)	(State)	(Zip)	
<u>(520) 682-7331</u>	<u>(520) 682-8933</u>	<u>(520) 730-9402</u>	
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
Email Address <u>chrisward@avrawater.com</u>			
Local Office Mailing Address <u>11821 West Picture Rocks Road</u>			
(Street)			
<u>Tucson</u>	<u>AZ</u>	<u>85743</u>	
(City)	(State)	(Zip)	
<u>(520) 682-7331</u>	<u>(520) 682-8933</u>	<u>(520) 730-9402</u>	
Local Office Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
Email Address <u>same</u>			

MANAGEMENT INFORMATION

Management Contact: <u>Chris E. Ward</u>			
(Name)			
<u>General Manager</u>			
(Title)			
<u>11821 West Picture Rocks Road</u>	<u>Tucson</u>	<u>AZ</u>	<u>85743</u>
(Street)	(City)	(State)	(Zip)
<u>(520) 682-7331</u>	<u>(520) 682-8933</u>	<u>(520) 730-9402</u>	
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
Email Address <u>chrisward@avrawater.com</u>			
On Site Manager: <u>Same as above</u>			
(Name)			
(Street)			
(City)			
(State)			
(Zip)			
Telephone No. (Include Area Code)			
Fax No. (Include Area Code)			
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: Debra A. Johnson
(Name)

11821 West Picture Rocks Road Tucson AZ 85743
(Street) (City) (State) (Zip)

(520) 682-7331 (520) 682-8933
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Attorney: Marc Simon
(Name)

One South Church Ave. Ste. 1500 Tucson AZ 85701
(Street) (City) (State) (Zip)

(520) 882-1233 (520) 884-1294
Telephone No. (Include Area Code) Fax No. (Include Area Code) Cell No. (Include Area Code)

Email Address msimon@swlaw.com

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:

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

COUNTIES SERVED

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

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

COMPANY NAME

AVRA WATER CO-OP INC.

UTILITY PLANT IN SERVICE AS OF 08/31/08

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	8,685		8,685
302	Franchises			
303	Land and Land Rights	198,496		198,496
304	Structures and Improvements	366,239	114,414	251,825
305	Storage Tanks	106,227	33,186	73,041
307	Wells and Springs	3,588,227	1,120,973	2,467,254
311	Pumping Equipment	1,310,169	409,301	900,868
320	Water Treatment Equipment	91,275	28,515	62,760
330	Distribution Reservoirs and Standpipes	1,799,992	562,323	1,237,669
331	Transmission and Distribution Mains	6,220,861	1,943,416	4,277,445
333	Services	493,172	154,068	339,104
334	Meters and Meter Installations	420,131	131,250	288,881
335	Hydrants	29,231	9,132	20,099
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	25,873	8,083	17,790
340	Office Furniture and Equipment	185,645	57,996	127,649
341	Transportation Equipment	156,500	48,891	107,609
343	Tools, Shop and Garage Equipment	112,109	35,023	77,086
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment	45,166	14,110	31,056
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	15,157,998	4,670,681	10,487,317

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

COMPANY NAME
AVRA WATER CO-OP INC.

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

AS OF 08/31/08

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	8,685		
302	Franchises			
303	Land and Land Rights	198,496		
304	Structures and Improvements	366,239	3.33%	11,978
305	Storage Tanks	106,227	2.22%	2,042
307	Wells and Springs	3,588,227	3.33%	88,928
311	Pumping Equipment	1,310,169	12.50%	110,660
320	Water Treatment Equipment	91,275	20.00%	17,869
330	Distribution Reservoirs and Standpipes	1,799,992	2.22%	33,071
331	Transmission and Distribution Mains	6,220,861	2.00%	123,667
333	Services	493,172	3.33%	16,278
334	Meters and Meter Installations	420,131	8.33%	33,847
335	Hydrants	29,231	2.00%	567
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	25,873	6.67%	863
340	Office Furniture and Equipment	185,645	6.67%	12,112
341	Transportation Equipment	156,500	20.00%	28,910
343	Tools, Shop and Garage Equipment	112,109	5.00%	5,572
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment	45,166	5.00%	2,258
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	SUBTOTAL	15,157,998		488,622
	Less: Amortization of Contributions			71,106
	TOTAL	15,157,998		417,516

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

 **ULLMANN**
& COMPANY P.C.
Certified Public Accountants

To the Board of Directors of
Avra Water Co-op, Inc.
Tucson, Arizona

We have compiled the balance sheet of Avra Water Co-op, Inc. (a corporation) as of August 31, 2008 and 2007, and the comparative statement of income and expense for the years then ended included in the accompanying prescribed form in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

Our compilation was limited to presenting in the form prescribed by the Arizona Corporation Commission information that is the representation of management. We have not audited or reviewed the financial statements referred to above and, accordingly, do not express an opinion or any other form of assurance on them.

These financial statements are presented in accordance with the requirements of the Arizona Corporation Commission, which differ from generally accepted accounting principles. Accordingly, these financial statements are not designed for those who are not informed about such differences.

All other information contained in the accompanying prescribed form has not been audited, reviewed, or compiled by us and, accordingly, we assume no responsibility for that information.

Ullmann & Company

ULLMANN & COMPANY, P.C.
Certified Public Accountants

March 9, 2009

COMPANY NAME AVRA WATER CO-OP INC.

BALANCE SHEET

Acct. No.	ASSETS	8/31/2007	8/31/2008
		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 128,228	\$ 471,456
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	183,302	177,637
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies	29,090	32,774
162	Prepayments	15,749	20,945
174	Miscellaneous Current and Accrued Assets	64,269	172,483
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 420,638	\$ 875,295
	FIXED ASSETS		
101	Utility Plant in Service	\$ 11,618,491	\$ 15,157,998
103	Property Held for Future Use		
105	Construction Work in Progress	2,437,963	16,805
108	Accumulated Depreciation - Utility Plant	4,182,059	4,670,681
121	Non-Utility Property		
122	Accumulated Depreciation - Non Utility		
	TOTAL FIXED ASSETS	\$ 9,874,395	\$ 10,504,122
	TOTAL ASSETS	\$ 10,295,033	\$ 11,379,417

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

COMPANY NAME
AVRA WATER CO-OP INC.

BALANCE SHEET (CONTINUED)

Acct. No.	LIABILITIES	8/31/2007	8/31/2008
		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
CURRENT LIABILITES			
231	Accounts Payable	\$ 18,136	\$ 5,690
232	Notes Payable (Current Portion)	139,185	148,767
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	46,863	43,023
236	Accrued Taxes	84,067	85,847
237	Accrued Interest	52,076	71,242
241	Miscellaneous Current and Accrued Liabilities	22,596	25,368
	TOTAL CURRENT LIABILITIES	\$ 362,923	\$ 379,937
LONG-TERM DEBT (Over 12 Months)			
224	Long-Term Notes and Bonds	\$ 4,617,126	\$ 4,653,799
DEFERRED CREDITS			
251	Unamortized Premium on Debt		
252	Advances in Aid of Construction	623,096	557,292
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	2,980,719	4,092,906
272	Less: Amortization of Contributions	829,300	900,407
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ 2,774,515	\$ 3,749,791
	TOTAL LIABILITIES	\$ 7,754,564	\$ 8,783,527
CAPITAL ACCOUNTS			
201	Common Stock Issued		
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	2,540,469	2,595,890
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 2,540,469	\$ 2,595,890
	TOTAL LIABILITIES AND CAPITAL	\$ 10,295,033	\$ 11,379,417

COMPANY NAME

AVRA WATER CO-OP INC.

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	8/31/2007	8/31/2008
		PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 1,385,682	\$ 1,624,540
460	Unmetered Water Revenue		
474	Other Water Revenues	42,266	46,893
	TOTAL REVENUES	\$ 1,427,948	\$ 1,671,433
	OPERATING EXPENSES		
601	Salaries and Wages	\$ 347,262	\$ 329,003
610	Purchased Water		
615	Purchased Power	207,364	179,581
618	Chemicals	4,455	1,408
620	Repairs and Maintenance	22,977	22,952
621	Office Supplies and Expense	30,803	33,758
630	Outside Services	58,008	41,108
635	Water Testing	8,154	8,883
641	Rents	179	968
650	Transportation Expenses	75,390	51,917
657	Insurance - General Liability	24,960	38,352
659	Insurance - Health and Life	77,439	67,746
666	Regulatory Commission Expense - Rate Case	2,788	16,986
675	Miscellaneous Expense	76,066	81,422
403	Depreciation Expense	292,514	417,516
408	Taxes Other Than Income	33,152	30,023
408.11	Property Taxes	101,054	100,004
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ 1,362,565	\$ 1,421,627
	OTHER INCOME/EXPENSE		
419	Interest and Dividend Income	\$ 7,425	\$ 1,821
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	94,567	196,206
	TOTAL OTHER INCOME/EXP	\$ (87,142)	\$ (194,385)
	NET INCOME/(LOSS)	\$ (21,759)	\$ 55,421

COMPANY NAME	AVRA WATER CO-OP, INC.
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SUPPLEMENTAL FINANCIAL DATA
Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	SEP-01	VARIES	VARIES	VARIES
Source of Loan	WIFA	WIFA	USA/RURAL HOUSING SERVICE	USA/RURAL HOUSING SERVICE
ACC Decision No.				
Reason for Loan	Capital Improvements	Capital Improvements	Capital Improvements	Capital Improvements
Dollar Amount Issued	\$120,000	\$1,946,750	\$1,669,250	\$1,683,750
Amount Outstanding	\$75,403	\$1,391,604	\$1,651,809	\$1,683,750
Date of Maturity	8/31/16	12/01/23	12/01/23	12/01/23
Interest Rate	3.75%	3.206%	4.5%	4.375%
Current Year Interest	\$3,016	\$46,363	\$74,915	\$146,157
Current Year Principle	\$5,669	\$114,916	\$16,033	\$0

Meter Deposit Balance at Test Year End	\$ 64,825
Meter Deposits Refunded During the Test Year	\$ 14,465

COMPANY NAME	Avra WaterCo-op, Inc.		
Name of System:	Avra Water	ADEQ Public Water System Number:	10-006

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-626902	20	90	604	8"		1969
55-626903	25	130	635	8"		1969
55-626905	50	310	605	12"	4"	1972
55-511639	60	280	700	12"		1985
55-623953	30	130	604	8"		1978
<i>See next page</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
20	4	62	
15	4		
10	4		
7.5	2		

See next page

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
28,000	1	5,000	4
50,000	1	3,000	5
5000,000	4	1,500	1

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

COMPANY NAME	Avra Water Co-op, Inc.		
Name of System:	Avra Water	ADEQ Public Water System Number:	10-006

WATER COMPANY PLANT DESCRIPTION

WELLS

CONTINUED

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-539972	20		613	12"		1994
55-557354	60	200	800	12"		1996
55-564890	60	270	800	12"		1998
55-207058	200	1,300	800	16"	10"	2006
55-214263	250	1,500	780	18"	10"	2007

* 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
5	4		
100	2		
50	1		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
		1,000	1
		10,000	1

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

COMPANY NAME	Avra Water Co-op, Inc.		
Name of System:	Avra Water	ADEQ Public Water System Number:	10-006

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2	PVC	10,800
3	PVC	11,050
4	PVC	44,605
5	PVC	-
6	PVC	278,613
8	PVC	34,523
10	PVC	-
12	PVC/Ductile	26,470
16	Ductile Iron	15,600

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	2537
3/4	20
1	13
1 1/2	3
2	3
Comp. 3	
Turbo 3	
Comp. 4	1
Turbo 4	
Comp. 6	
Turbo 6	

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

TREATMENT EQUIPMENT:

Sodium Hypochlorite injectors at 1 well site
Sodium Hypochlorite Generator at 1 well site

STRUCTURES:

2 small storage sheds - 10x12
1 used 40ft trailer converted to a storage shed
1 used 25ft trailer converted to a storage shed

OTHER:

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

COMPANY NAME:	Avra Water Co-op, Inc.		
Name of System:	Avra Water	ADEQ Public Water System Number:	10-006

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2008

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY	2574	17,748,700	19,329,000	
FEBRUARY	2567	17,170,900	18,324,000	
MARCH	2567	17,710,800	26,891,000	
APRIL	2581	26,877,700	33,592,000	
MAY	2589	30,135,900	36,754,800	
JUNE	2580	34,834,100	34,929,700	
JULY	2578	43,266,400	34,050,400	
AUGUST	2564	28,476,800	41,338,100	
SEPTEMBER	2557	31,152,800	20,890,000	
OCTOBER	2567	38,877,500	28,381,000	
NOVEMBER	2566	26,146,100	15,589,000	
DECEMBER	2556	20,414,600	18,520,000	
TOTALS →		332,812,300	328,589,000	

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

55-626905	4.78
55-207058	6.9
55-214263	7.0

If system has fire hydrants, what is the fire flow requirement? _____ GPM for _____ hrs

If system has chlorination treatment, does this treatment system chlorinate continuously?
 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: 108

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

COMPANY NAME:	Avra Water Co-op, Inc.		
Name of System:	Avra Water	ADEQ Public Water System Number:	10-006

UTILITY SHUTOFFS / DISCONNECTS

MONTH	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	OTHER
JANUARY	0	29	
FEBRUARY	0	20	
MARCH	0	29	
APRIL	0	34	
MAY	0	28	
JUNE	0	35	
JULY	0	32	
AUGUST	0	12	
SEPTEMBER	0	38	
OCTOBER	0	29	
NOVEMBER	0	22	
DECEMBER	0	23	
TOTALS →	0	331	

OTHER (description):

COMPANY NAME AVRA WATER CO-OP, INC. YEAR ENDING 12/31/2008

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2008 was: \$ 99,518

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. _____

122100024
04/16/2008
002510439361

This is a LEGAL COPY of your check. You can use it the same way you would use the original check.

000012316
IRR
601
023
10708

⑈002/57/40 [260000450] 79664075200



AVRA WATER CO-OP, INC.
11821 W. PICTURE ROCKS RD.
TUCSON, AZ 85743
(602) 962-7331

MA - THORNTON
COUNTY OFFICE (200)
TUCSON, ARIZONA

91-2/1231

4/11/2008

8818

PAY TO THE ORDER OF Beth Ford, Pima County Treasurer

\$ 634.11

DOLLARS

Six Hundred Thirty-Four and 11/100

Beth Ford, Pima County Treasurer
Pima County Treasurer's Office
115 N Church Ave
Tucson, AZ 85701-1189

GENERAL OPERATING ACCOUNT

MEMO 07011149332

SECURITY FEATURES: MICRURED DETAILS ON BACK

⑈008818⑈ ⑈122100024⑈ ⑈0000063411⑈

⑈008818⑈ ⑈122100024⑈ ⑈0000063411⑈

723666283⑈

⑈0000063411⑈

122100024
04/22/2006
006510513633

This is a LEGAL COPY of your check. You can use it the same way you would use the original check.

000015694
IRR
601
023
11308

04/22/2006 000000377
0002/12/40 [280000440]



AVRA WATER CO-OP, INC.
11821 W. PICTURE ROCKS RD.
TUCSON, AZ 85743
(520) 682-7351

PAY TO THE ORDER OF Beth Ford, Pima County Treasurer

Beth Ford, Pima County Treasurer
Pima County Treasurer's Office
115 N Church Ave
Tucson, AZ 85701-1199

MEMO

Forty-Nine Thousand Two Hundred and 80/100 DOLLARS

\$ 49,200.80

8817

CHASE
184 - TUCSONVILLE OFFICE (260)
TUCSON, ARIZONA

91-2/1221

4/11/2008

GENERAL OPERATING ACCOUNT

SECURITY FEATURES INCLUDED. DETAILS ON BACK.

7 23686 283 11

110088 1 7 11 4 1 1 2 2 1 0 0 0 2 4 1 1

110004920080 11

110088 1 7 11 4 1 1 2 2 1 0 0 0 2 4 1 1 7 23686 283 11 110004920080 11

122100024
10/28/2008
004980759525

This is a LEGAL COPY of your check. You can use it the same way you would use the original check.

000016542
IRR
601
023
30208

0049000373 10/27/2008
004980759525

09160
10/16/2008
\$ 586.98
DOLLARS

CHASE
N.A. THORNTONVILLE OFFICE (280)
TUCSON, ARIZONA
01-9/18/11
0801149332

AVRA WATER CO-OP, INC.
11851 W. PICTURE ROCKS RD.
TUCSON, AZ 85743
(620) 682-7331

AVRA WATER
PICTURE ROCKS

PAY TO THE ORDER OF Beth Ford, Pima County Treasurer
Five Hundred Eighty-Six and 88/100

Beth Ford, Pima County Treasurer
Pima County Treasurer's Office
115 N Church Ave
Tucson, AZ 85704-1189

MEMO

GENERAL OPERATING ACCOUNT

SECURITY FEATURES INCLUDED DETAILS ON BACK

009160 122100024 723686283 000058698

009160 122100024 723686283 000058698

122100024
10/31/2008
007980924229

This is a LEGAL COPY of your
check. You can use it the same
way you would use the original
check.

000000163
IRE
601
023
30508

0040000377 10/30/2008
622426086200

THE BACK OF THIS DOCUMENT HAS A GOVERNMENT BACKGROUNDCHECK ON WHITE 820118

AVRA WATER CO-OP, INC.
11821 W. PICTURE ROCKS RD.
TUCSON, AZ 85743
(520) 682-7831

**AVRA WATER
PICTURE ROCKS**

INVA - THORNOMER OFFICE (260)
TUCSON, ARIZONA
81-2/1221

09161

10/15/2008

10/15/2008

\$ 49,096.28

GENERAL OPERATING ACCOUNT

Spencer R. Bostick

Beth Ford, Pima County Treasurer
Pima County Treasurer's Office
115 N Church Ave
Tucson, AZ 85701-1189

Forty-Nine Thousand Ninety-Six and 26/100

MEMO

SECURITY FEATURES INCLUDED. DETAILS ON BACK.

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**VERIFICATION
AND
SWORN STATEMENT
Taxes**

RECEIVED
APR 16 2009
AZ CORP COMM
Director Utilities

VERIFICATION

STATE OF ARIZONA
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)	PIMA
NAME (OWNER OR OFFICIAL) TITLE	CHRIS WARD, GENERAL MANAGER
COMPANY NAME	AVRA WATER CO-OP, INC.

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	2008

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

(520) 682-7331

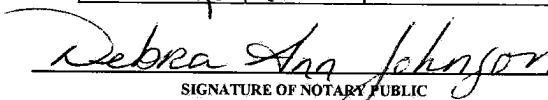
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME
Notary Public State of Arizona
A NOTARY PUBLIC IN AND FOR THE COUNTY OF
Debra Ann Johnson
THIS 9th day of April, 2009
Commission Expires 6/2011 DAY OF



(SEAL)

COUNTY NAME	Pima	
MONTH	April	2009



SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES 6-16-2011

COMPANY NAME AVRA WATER CO-OP, INC. YEAR ENDING 12/31/2008

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported TAX EXEMPT
Estimated or Actual Federal Tax Liability TAX EXEMPT

State Taxable Income Reported TAX EXEMPT
Estimated or Actual State Tax Liability TAX EXEMPT

Amount of Grossed-Up Contributions/Advances:

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

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

4-9-2009

DATE

Chris E. Ward

PRINTED NAME

General Manager

TITLE

RECEIVED

2009
AZ CORP COMM
Director: James

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

**VERIFICATION
STATE OF ARIZONA
I, THE UNDERSIGNED
OF THE**

COUNTY OF (COUNTY NAME) PIMA
NAME (OWNER OR OFFICIAL) TITLE CHRIS WARD, GENERAL MANAGER
COMPANY NAME AVRA WATER CO-OP, INC.

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

MONTH	DAY	YEAR
12	31	2008

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.

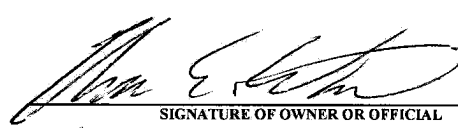
SWORN STATEMENT

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 2008 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)
\$ <u>1,745,613</u>

**(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 101,133
IN SALES TAXES BILLED, OR COLLECTED)**

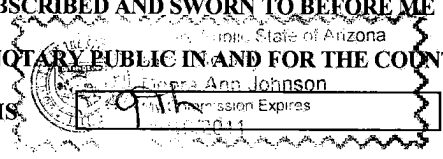
****REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)**



 SIGNATURE OF OWNER OR OFFICIAL
 (520) 682-7331

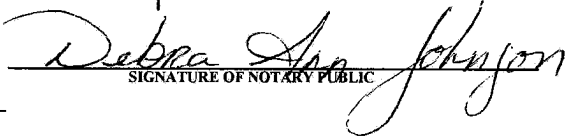
 TELEPHONE NUMBER

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



(SEAL)

COUNTY NAME	<u>Pima</u>	
MONTH	<u>April</u>	<u>2009</u>



 SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES 6-16-2011

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
Intrastate Revenues Only**

RECEIVED

APR 16 2008

AZ CORP COMM
Director Studies

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	PIMA	
NAME (OWNER OR OFFICIAL)	CHRIS WARD	TITLE GENERAL MANAGER
COMPANY NAME	AVRA WATER CO-OP, INC.	

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

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2008

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.

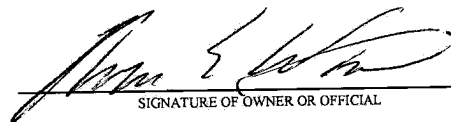
SWORN STATEMENT

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 2008 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES
\$ <u>1,652,857</u>

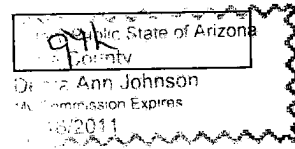
THE AMOUNT IN BOX AT LEFT INCLUDES \$ 95,759 IN SALES TAXES BILLED, OR COLLECTED)

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


SIGNATURE OF OWNER OR OFFICIAL
(520) 682-7331
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

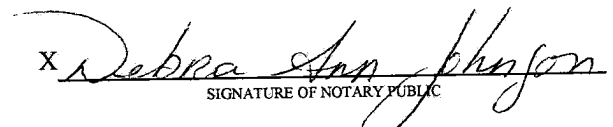
A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS  **DAY OF**

MY COMMISSION EXPIRES

6-16-2011

NOTARY PUBLIC NAME <u>Debra Ann Johnson</u>	
COUNTY NAME <u>Pima</u>	
MONTH <u>April</u>	YEAR <u>2009</u>

X 
SIGNATURE OF NOTARY PUBLIC