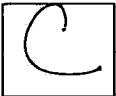


ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY


W-02370A Chino Meadows II Water Company Inc. PO Box 350 Chino Valley, AZ 86323
RECEIVED MAR 17 2008 ARIZONA CORPORATION COMMISSION UTILITIES DIVISION

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:

3-25-09

SCANNED

COMPANY INFORMATION

Company Name (Business Name) <u>Chino Meadows II Water Company, Inc.</u>		
Mailing Address <u>PO Box 350</u>		
(Street)		
<u>Chino Valley, AZ 86305</u>		
(City)	(State)	(Zip)
<u>928/717-2616</u>	<u>928/717-2621</u>	
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)
Email Address _____		
Local Office Mailing Address <u>Same as above</u>		
(Street)		
(City)	(State)	(Zip)
<u>Local Office Telephone No. (Include Area Code)</u>	<u>Fax No. (Include Area Code)</u>	<u>Cell No. (Include Area Code)</u>
Email Address _____		

MANAGEMENT INFORMATION

Management Contact: <u>Matthew Lauterbach</u>		<u>Water Administrator</u>	
(Name)		(Title)	
<u>PO Box 350</u>		<u>Chino Valley, AZ 86323</u>	
(Street)	(City)	(State)	(Zip)
<u>928/717-2616</u>	<u>928/717-2621</u>		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
Email Address <u>mattlauterbach@leviegroupp.com</u>			
On Site Manager: <u>Same as above</u>			
(Name)			
(Street)	(City)	(State)	(Zip)
<u>Telephone No. (Include Area Code)</u>	<u>Fax No. (Include Area Code)</u>	<u>Cell No. (Include Area Code)</u>	
Email Address _____			

Statutory Agent: Paul D. Levie			
(Name)			
PO Box 350 Chino Valley, AZ 86323			
(Street)	(City)	(State)	(Zip)
928/717-2616	928/717-2621		
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
Attorney:			
(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="checkbox"/> Sole Proprietor (S) | <input type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P) | <input checked="" type="checkbox"/> Subchapter S Corporation (Z) |
| <input type="checkbox"/> Bankruptcy (B) | <input type="checkbox"/> 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 | <input type="checkbox"/> PIMA | <input type="checkbox"/> PINAL |
| <input type="checkbox"/> SANTA CRUZ | <input checked="" type="checkbox"/> YAVAPAI | <input type="checkbox"/> YUMA |
| <input type="checkbox"/> STATEWIDE | | |

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	6,843.02	342.15	6,165.10
302	Franchises			
303	Land and Land Rights	15,204.06	0	0
304	Structures and Improvements	44,339.01	2,216.96	42122.05
305	Collections and Impound	4349.74	217.49	4132.25
307	Wells and Springs	27448.37	917.62	26530.75
309	Supply Mains	1009.21	50.46	958.75
311	Pumping Equipment	46967.74	2348.39	44619.35
320	Water Treatment Equipment	6406.03	320.29	6085.74
330	Distribution Reservoirs and Standpipes	51683.88	2584.19	49099.69
331	Transmission and Distribution Mains	266539.46	4728.44	261811.02
333	Services	30067.16	1131.36	28935.80
334	Meters and Meter Installations	75684.74	3563.34	72121.40
335	Hydrants	12041.55	602.08	11439.47
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	16479.61	758.74	15720.87
340	Office Furniture and Equipment	9346.02	467.29	8878.73
341	Transportation Equipment	80469.58	4023.49	76445.09
343	Tools, Shop and Garage Equipment	949.18	47.46	901.72
344	Laboratory Equipment			
345	Power Operated Equipment	24704.47	1235.22	23469.25
346	Communication Equipment			
347	Miscellaneous Equipment	22083.50	1104.17	20979.33
348	Other Tangible Plant			
	TOTALS	742616.33	26659.14	715957.19

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

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	6843.02	5%	342.15
302	Franchises			
303	Land and Land Rights	15204.06	0%	0
304	Structures and Improvements	44339.01	5%	2216.96
305	Collections and Impound	4349.74	5%	217.49
307	Wells and Springs	27448.37	3.34%	917.62
309	Supply Mains	1009.21	5%	50.46
311	Pumping Equipment	46967.74	5%	2348.39
320	Water Treatment Equipment	6406.03	5%	320.29
330	Distribution Reservoirs and Standpipes	51683.88	5%	2584.19
331	Transmission and Distribution Mains	266539.46	1.77%	4728.44
333	Services	30067.16	3.76%	1131.36
334	Meters and Meter Installations	75684.74	4.7%	3563.34
335	Hydrants	12041.55	5%	602.08
336	Backflow Prevention Devices			
339	Other Plant Structures	16479.61	4.6%	758.74
340	Office Furniture and Equipment	9346.02	5%	467.29
341	Transportation Equipment	80469.58	5%	4023.49
343	Tools, Shop and Garage Equipment	949.18	5%	47.46
344	Laboratory Equipment			
345	Power Operated Equipment	24704.47	5%	1235.22
346	Communication Equipment			
347	Office Equipment and Software	22083.50	5%	1104.17
348	Other Tangible Plant			
	TOTALS	742616.33		26659.14

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

BALANCE SHEET

Acct No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 126642.00	\$ 63922.71
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	24537.00	50249.61
146	Notes/Receivables from Associated Companies	737.00	0
151	Plant Material and Supplies	8425.00	3023.81
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 162072.00	\$ 117196.13
	FIXED ASSETS		
101	Utility Plant in Service	\$ 741317.00	\$ 742616.33
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	(457030.00)	(483695.74)
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 292843.00	\$ 258920.59
	TOTAL ASSETS	\$ 454915.00	\$ 376116.72

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

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITES		
231	Accounts Payable	\$ 5132.00	\$ 1654.99
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies	45239.00	21186.18
235	Customer Deposits	42998.00	53966.49
236	Accrued Taxes	11619.00	3067.19
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	\$ 33002.00	\$ 79874.85
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$	\$ 58274.92
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction	102715.00	83355.81
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction	9843.00	12473.78
272	Less: Amortization of Contributions		(2630.87)
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$ 112548.00	\$ 93198.72
	TOTAL LIABILITIES	\$ 250548.00	\$ 231348.49
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 8597.00	\$ 8597.00
211	Paid in Capital in Excess of Par Value	80266.00	80266.00
215	Retained Earnings	158607.00	142177.67
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$	\$
	Treasury Stock	(43102.00)	(43102.27)
	TOTAL LIABILITIES AND CAPITAL	\$ 454915.00	\$ 419286.89

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 356656.00	\$ 346995.61
460	Unmetered Water Revenue		
474	Other Water Revenues	8675.00	9727.08
	TOTAL REVENUES	\$ 365331.00	\$ 356779.09
	OPERATING EXPENSES		
601	Salaries and Wages	\$ 99810.00	\$ 123223.16
610	Purchased Water		14.92
615	Purchased Power	21986.00	22948.07
618	Chemicals	3567.00	1289.21
620	Repairs and Maintenance	6675.00	42433.46
621	Office Supplies and Expense	26994.00	23165.58
630	Outside Services	40073.00	31051.41
635	Water Testing		5849.89
641	Rents	7688.00	5562.50
650	Transportation Expenses	27834.00	25229.59
657	Insurance – General Liability	16668.00	11243.64
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		467.90
675	Miscellaneous Expense	36131.00	0
403	Depreciation Expense	26669.00	26659.14
408	Taxes Other Than Income	15562.00	7091.21
408.11	Property Taxes	15562.00	14980.13
409	Income Tax	4040.00	3582.76
	TOTAL OPERATING EXPENSES	\$ 349117.00	\$ 344792.57
	OPERATING INCOME/(LOSS)	\$ 16153.00	\$ 11986.52
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$ 1214.00	\$ 1361.72
421	Non-Utility Income		7.97
426	Miscellaneous Non-Utility Expenses		(48.43)
427	Interest Expense		
	TOTAL OTHER INCOME/(EXPENSE)	\$ 1214.00	\$ 1321.26
	NET INCOME/(LOSS)	\$ 14940.00	\$ 13307.78

COMPANY NAME	Chino Meadows II Water Company, Inc.
---------------------	--------------------------------------

SUPPLEMENTAL FINANCIAL DATA
Long-Term Debt

	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	\$	<u>83355.81</u>
Meter Deposits Refunded During the Test Year	\$	<u>22150.89</u>

COMPANY NAME	Chino Meadows II Water Company, Inc.
Name of System: Chino Meadows Water	ADEQ Public Water System Number: 13-079

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-552320	15	225	335	10"	3"	1995
55-613770	20	250	450	12"	3"	1979

* 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
15	4	7	3
25	1		
5	1		
10	1		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
67,000	1	5,000	2
20,000	1		
10,000	2		

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

COMPANY NAME	Chino Meadows II Water Company, Inc.
Name of System: Chino Meadows Water	ADEQ Public Water System Number: 13-079

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2	pvc & galv	2698'
3		
4	pvc	2872'
5		
6	pvc	70214'
8		
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	923
3/4	
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:

1 - Chlorination Pump Feeder System

STRUCTURES:

- 1 - Shop Bldg Quonset Hut - Metal 26'x38'
- 2 - Well House Structure - Frame 8'x8' & Frame 8'x16'
- 1 - Application Shed - Frame 8'x8'
- 2 - Pump/Pressure Tank Bldgs Frame 8'x16' & Frame 16'x20'
- 1 - Storage Bldg - Block 21'x20'

OTHER:

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

COMPANY NAME:	Chino Meadows II Water Company, Inc.
Name of System: Chino Meadows Water	ADEQ Public Water System Number: 13-079

UTILITY SHUTOFFS / DISCONNECTS

MONTH	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	OTHER
JANUARY		19	
FEBRUARY		24	
MARCH		15	
APRIL		18	
MAY		26	
JUNE		19	
JULY		22	
AUGUST		18	
SEPTEMBER		25	
OCTOBER		27	
NOVEMBER		19	
DECEMBER		14	
TOTALS →		246	

OTHER (description):

COMPANY NAME:	Chino Meadows II Water Company, Inc.
Name of System: Chino Meadows Water	ADEQ Public Water System Number: 13-079

UTILITY SHUTOFFS / DISCONNECTS

MONTH	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	OTHER
JANUARY		19	
FEBRUARY		24	
MARCH		15	
APRIL		18	
MAY		26	
JUNE		19	
JULY		22	
AUGUST		18	
SEPTEMBER		25	
OCTOBER		27	
NOVEMBER		19	
DECEMBER		14	
TOTALS →		246	

OTHER (description):

COMPANY NAME Chino Meadows II Water Company, Inc. YEAR ENDING 12/31/2008

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2008 was: \$ 14980.13

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. _____

Chino Meadows II Water Co., Inc

PO Box 350
Chino Valley, AZ 86323
928-717-2616

JPMORGAN CHASE BANK, NA
302 W. GURLEY ST
PRESCOTT, AZ 86301
91-2/1221

1078

10/22/2007

© 2005 INTUIT INC. # 571 1-800-433-8310

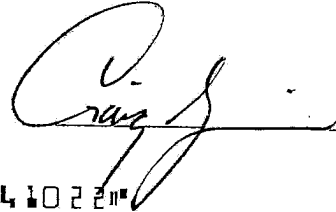
PAY TO THE ORDER OF Ross Jacobs County Treasurer

\$**7,989.46

Seven Thousand Nine Hundred Eighty-Nine and 46/100*****

DOLLARS

Ross Jacobs County Treasurer
1015 Fair St
Prescott, Az 86305-1807



MEMO 2007 2nd half taxes 947-25-131 5 roll # 0156078

⑈001078⑈ ⑆122100024⑆

720841022⑈

Chino Meadows II Water Co., Inc.

Ross Jacobs County Treasurer

1078

Date	Type	Reference	Original Amt.	Balance Due	Discount	Payment
2/13/2008	Bill	947-25-131 5	7,989.46	7,989.46		7,989.46
				Check Amount		7,989.46

10/22/2007

Chase Bank Checking 2007 2nd half taxes 947-25-131 5 roll # 0156078

7,989.46

Chino Meadows II Water Co., Inc.

Ross Jacobs County Treasurer

1078

Date	Type	Reference	Original Amt.	Balance Due	Discount	Payment
2/13/2008	Bill	947-25-131 5	7,989.46	7,989.46		7,989.46
				Check Amount		7,989.46

10/22/2007

Chase Bank Checking 2007 2nd half taxes 947-25-131 5 roll # 0156078

7,989.46

Chino Meadows II Water Co., Inc.

PO Box 350
Chino Valley, AZ 86323
928-717-2616

JPMORGAN CHASE BANK, NA
302 W. GURLEY ST
PRESCOTT, AZ 86301
91-2/1221

1713

10/1/2008

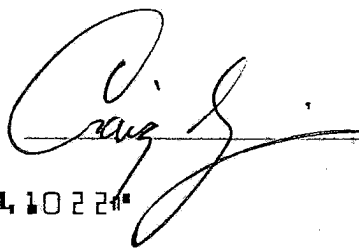
PAY TO THE ORDER OF Ross Jacobs County Treasurer

\$ **6,894.86

Six Thousand Eight Hundred Ninety-Four and 86/100*****

DOLLARS  

Ross D. Jacobs
Yavapai County Treasurer
1015 Fair St
Prescott, AZ 86305-1807



MEMO 2008 1st half taxes 947-25-131 5 roll # 0157603

⑈001713⑈ ⑆122100024⑆

720841022⑈

Chino Meadows II Water Co., Inc.

1713

Ross Jacobs County Treasurer

10/1/2008

Date	Type	Reference	Original Amt.	Balance Due	Discount	Payment
10/1/2008	Bill	947-25-131 5	6,894.86	6,894.86		6,894.86
				Check Amount		6,894.86

Chase Bank Checking 2008 1st half taxes 947-25-131 5 roll # 0157603

6,894.86

Chino Meadows II Water Co., Inc.

1713

Ross Jacobs County Treasurer

10/1/2008

Date	Type	Reference	Original Amt.	Balance Due	Discount	Payment
10/1/2008	Bill	947-25-131 5	6,894.86	6,894.86		6,894.86
				Check Amount		6,894.86

Chase Bank Checking 2008 1st half taxes 947-25-131 5 roll # 0157603

6,894.86

Chino Meadows II Water Co., Inc.

PO Box 350
Chino Valley, AZ 86323
928-717-2616

JPMORGAN CHASE BANK, NA
302 W. GURLEY ST
PRESCOTT, AZ 86301
91-2/1221

1732

10/8/2008

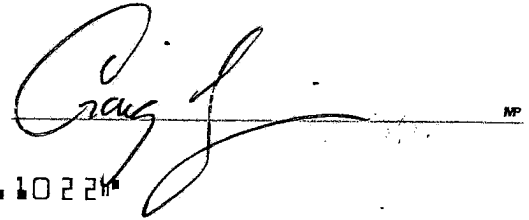
PAY TO THE ORDER OF Ross Jacobs County Treasurer

\$ **95.81

Ninety-Five and 81/100*****

DOLLARS 

Ross D. Jacobs
Yavapai County Treasurer
1015 Fair St
Prescott, AZ 86305-1807



MEMO 2008 1st half taxes 306-24-358 2 roll #0087493

⑈001732⑈ ⑆122100024⑆

720841022⑈

Chino Meadows II Water Co., Inc.

Ross Jacobs County Treasurer

1732

Date	Type	Reference	Original Amt.	Balance Due	Discount	Payment
10/8/2008	Bill	306-24-358 2	95.81	95.81		95.81
				Check Amount		95.81

10/8/2008

Chase Bank Checking 2008 1st half taxes 306-24-358 2 roll #0087493

95.81

Chino Meadows II Water Co., Inc.

Ross Jacobs County Treasurer

1732

Date	Type	Reference	Original Amt.	Balance Due	Discount	Payment
10/8/2008	Bill	306-24-358 2	95.81	95.81		95.81
				Check Amount		95.81

10/8/2008

Chase Bank Checking 2008 1st half taxes 306-24-358 2 roll #0087493

95.81

2008-11-10
MAR 10 2009
COUNTY CLERK
OF YAVAPAI COUNTY

**VERIFICATION
AND
SWORN STATEMENT
Taxes**

VERIFICATION

STATE OF Arizona
I, THE UNDERSIGNED
OF THE

COUNTY OF (COUNTY NAME)	Yavapai
NAME (OWNER OR OFFICIAL) TITLE	Matthew Lauterbach, Water Administrator
COMPANY NAME	Chino Meadows II Water Company, Inc.

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

FOR THE YEAR ENDING

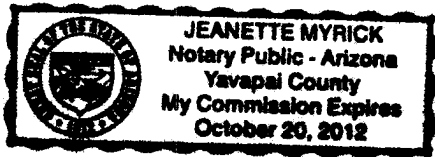
MONTH	DAY	YEAR
12	31	2008

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.



Matthew Lauterbach
SIGNATURE OF OWNER OR OFFICIAL
928/717-2616
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 17th DAY OF

COUNTY NAME	Yavapai	
MONTH	March	2009

(SEAL)

MY COMMISSION EXPIRES 10-20-2012

Jeanette Myrick
SIGNATURE OF NOTARY PUBLIC

COMPANY NAME Chino Meadows II Water Company, Inc. **YEAR ENDING 12/31/2008**

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported To Be Determined
Estimated or Actual Federal Tax Liability _____

State Taxable Income Reported To Be Determined
Estimated or Actual State Tax Liability _____

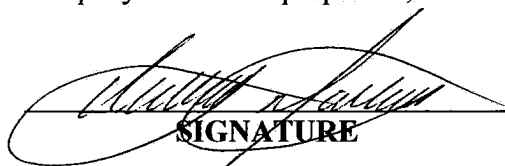
Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances To Be Determined
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 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

3/16/09

DATE

Matthew Lauterbach

PRINTED NAME

Water Administrator

TITLE

RECEIVED

MAR 17 2009

ARIZONA CORPORATION COMMISSION
UTILITY UTILITIES

**VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only**

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	Yavapai
NAME (OWNER OR OFFICIAL) TITLE	Matthew Lauterbach, Water Administrator
COMPANY NAME	Chino Meadows II Water Company, 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>356,779.09</u>

(THE AMOUNT IN BOX ABOVE INCLUDES \$ 3,067.19 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)**

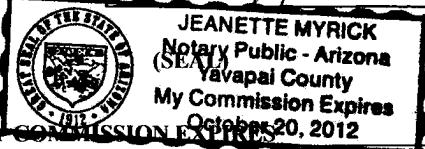

 SIGNATURE OF OWNER OR OFFICIAL
928/717-2616
 TELEPHONE NUMBER

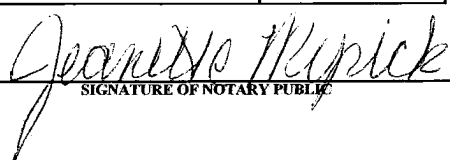
SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 17th DAY OF

COUNTY NAME	Yavapai
MONTH	March
	2009


 JEANETTE MYRICK
 Notary Public - Arizona
 Yavapai County
 My Commission Expires
 OCTOBER 20, 2012


 SIGNATURE OF NOTARY PUBLIC

10-20-2012

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

RECEIVED
MAR 13 2009
OFFICE OF THE CLERK
OF SUPERIOR COURTS

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME) Yavapai	
NAME (OWNER OR OFFICIAL) Matthew Lauterbach	TITLE Water Administrator
COMPANY NAME Chino Meadows II Water Company, 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.

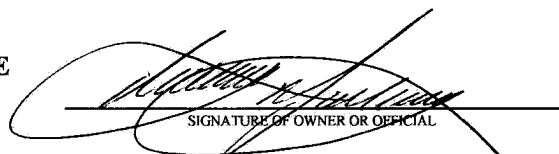
SWORN STATEMENT

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
\$ 356,779.09

**THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 3,067.19
IN SALES TAXES BILLED, OR COLLECTED)**

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


SIGNATURE OF OWNER OR OFFICIAL
928/717-2616
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 17th DAY OF

**(SEAL) JEANETTE MYRICK
Notary Public - Arizona
Yavapai County
My Commission Expires
October 20, 2012**

MY COMMISSION EXPIRES

10-20-2012

NOTARY PUBLIC NAME	Jeanette Myrick	
COUNTY NAME	Yavapai	
MONTH	march	.20 09

X 
SIGNATURE OF NOTARY PUBLIC