

**ARIZONA CORPORATION COMMISSION**  
**UTILITIES DIVISION**

ANNUAL REPORT MAILING LABEL - MAKE CHANGES AS NECESSARY

W 039481A

E

Empirita Water Company, LLC  
2850 E. Skyline Dr., Ste. 100  
Tucson, AZ 85718

MAR 24 2008

**ANNUAL REPORT**  
**WATER**

FOR YEAR ENDING

12	31	2008
----	----	------

FOR COMMISSION USE

ANN 04	08
--------	----

PROCESSED BY:

3-24-09

SCANNED

**COMPANY INFORMATION**

**Company Name (Business Name)** EMPIRITA WATER COMPANY, LLC.

Mailing Address 2850 E SKYLINE DR., STE 100

(Street)

TUCSON

(City)

AZ

(State)

85715

(Zip)

1-520-544-5610

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Email Address \_\_\_\_\_

**Local Office Mailing Address** SAME

(Street)

(City)

(State)

(Zip)

Local Office Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Email Address \_\_\_\_\_

**MANAGEMENT INFORMATION**

**Management Contact:**

JIM VERMILYA

(Name)

MEMBER

(Title)

SAME AS ABOVE

(Street)

(City)

(State)

(Zip)

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Email Address \_\_\_\_\_

**On Site Manager:**

DMD WATER SERVICES

(Name)

14092 E. PLACITA MOCHUELO

(Street)

VAIL

(City)

AZ

(State)

85641

(Zip)

520-647-7205

Telephone No. (Include Area Code)

Fax No. (Include Area Code)

Cell No. (Include Area Code)

Email Address DMDWATERSERVICES@GAINBROADBAND.COM

**Statutory Agent: SAME AS ABOVE**

(Name)

(Street)	(City)	(State)	(Zip)
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
<b>Attorney: LAWRENCE ROBERTSON, JR.</b>			
(Name)			
333 N. WILMOT, SUITE 300	TUCSON	AZ	85715
(Street)	(City)	(State)	(Zip)
Telephone No. (Include Area Code)	Fax No. (Include Area Code)	Cell No. (Include Area Code)	
<b>Email Address</b>			

### 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)	<input type="checkbox"/> Association/Co-op (A)
<input type="checkbox"/> Receivership (R)	<input checked="" type="checkbox"/> Limited Liability Company
<input type="checkbox"/> Other (Describe) _____	

### COUNTIES SERVED

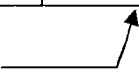
Check the box below for the county/ies in which you are certificated to provide service:

<input type="checkbox"/> APACHE	<input checked="" 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 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	15,000	3,500	11,500
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements			
307	Wells and Springs	29,888	3,712	26,176
311	Pumping Equipment			
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	198,933	20,831	178,102
331	Transmission and Distribution Mains			
333	Services			
334	Meters and Meter Installations	11,498	2,464	9,034
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment	2,000	700	1,300
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment	1,413	289	1,124
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	<b>TOTALS</b>	<b>258,732</b>	<b>31,496</b>	<b>227,236</b>

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	15,000	6.67	1,000
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements			
307	Wells and Springs	29,888	1.69	504
311	Pumping Equipment			
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes	198,933	4.36	8,677
331	Transmission and Distribution Mains			
333	Services			
334	Meters and Meter Installations	11,498	14.29	1,643
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment			
340	Office Furniture and Equipment			
341	Transportation Equipment	2,000	20	400
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment	1,413	14.30	202
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	<b>TOTALS</b>	258,732		12,426

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

**BALANCE SHEET**

Acct No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	<b>ASSETS</b>		
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash	\$675	\$448
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	538	167
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	\$1,213	\$ 615
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service	\$258,088	\$258,732
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	(19,070)	(31,496)
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	<b>TOTAL FIXED ASSETS</b>	\$239,018	\$227,236
	<b>TOTAL ASSETS</b>	<b>\$240,231</b>	<b>\$227,851</b>

**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
	<b>LIABILITIES</b>		
	<b>CURRENT LIABILITES</b>		
231	Accounts Payable	\$ 736	\$ 816
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies	139,179	147,136
235	Customer Deposits		
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities	116	152
	<b>TOTAL CURRENT LIABILITIES</b>	<b>\$ 140,031</b>	<b>\$ 148,104</b>
	<b>LONG-TERM DEBT (Over 12 Months)</b>		
224	Long-Term Notes and Bonds	\$	\$
	<b>DEFERRED CREDITS</b>		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction	9,881	7,749
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	<b>TOTAL DEFERRED CREDITS</b>	<b>\$ 9,881</b>	<b>\$ 7,749</b>
	<b>TOTAL LIABILITIES</b>	<b>\$ 149,912</b>	<b>\$ 155,853</b>
	<b>CAPITAL ACCOUNTS</b>		
201	Common Stock Issued	\$	\$
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings		
218	Proprietary Capital (Sole Props and Partnerships)	90,319	71,998
	<b>TOTAL CAPITAL</b>	<b>\$ 90,319</b>	<b>\$ 71,998</b>
	<b>TOTAL LIABILITIES AND CAPITAL</b>	<b>\$ 240,231</b>	<b>\$ 227,851</b>

**COMPARATIVE STATEMENT OF INCOME AND EXPENSE**

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$13,031	\$16,193
460	Unmetered Water Revenue	127	282
474	Other Water Revenues	745	513
	<b>TOTAL REVENUES</b>	\$13,903	\$16,988
	<b>OPERATING EXPENSES</b>		
601	Salaries and Wages	\$	\$
610	Purchased Water		
615	Purchased Power	2,599	5,056
618	Chemicals		
620	Repairs and Maintenance	3,606	641
621	Office Supplies and Expense	16	258
630	Outside Services	33,564	15,967
635	Water Testing		
641	Rents		
650	Transportation Expenses	320	
657	Insurance – General Liability	2,065	
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	5,225	
403	Depreciation Expense	9,491	12,426
408	Taxes Other Than Income		
408.11	Property Taxes	700	847
409	Income Tax		
	<b>TOTAL OPERATING EXPENSES</b>	\$57,586	\$35,195
	<b>OPERATING INCOME/(LOSS)</b>	\$ (43,683)	\$ (18,207)
	<b>OTHER INCOME/(EXPENSE)</b>		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses	(119)	
427	Interest Expense	(32)	(114)
	<b>TOTAL OTHER INCOME/(EXPENSE)</b>	\$ (151)	\$ (114)
	<b>NET INCOME/(LOSS)</b>	\$ (43,834)	\$ (18,321)

**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	\$7,749
Meter Deposits Refunded During the Test Year	\$

COMPANY NAME EMPIRITA WATER COMPANY, LLC

Name of System: *EMPIRITA* ADEQ Public Water System Number: *02-122*

**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>55-579078</i>	<i>10 HP</i>	<i>25 GPM</i>	<i>445'</i>	<i>4.5</i>	<i>1 1/2</i>	<i>2000</i>
<i>55-580933</i>	<i>10 HP</i>	<i>30 GPM</i>	<i>425'</i>	<i>4.5</i>	<i>1 1/2</i>	<i>2000</i>

\* Arizona Department of Water Resources Identification Number

**OTHER WATER SOURCES**

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
<i>NONE</i>		

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
<i>GRUNDFOSS 3HP</i>	<i>2</i>	<i>NONE</i>	

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
<i>50,000</i>	<i>1</i>	<i>5,000</i>	<i>1</i>

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

COMPANY NAME EMPIRITA WATER COMPANY, LLC

Name of System:

ADEQ Public Water System Number:

02-122

**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	31
3/4	x
1	x
1 1/2	y
2	x
Comp. 3	x
Turbo 3	y
Comp. 4	y
Turbo 4	x
Comp. 6	x
Turbo 6	x

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

TREATMENT EQUIPMENT:

NONE

STRUCTURES:

1 50,000 GAL STORAGE TANK  
 1 5,000 GAL HYDRO PNEUMATIC TANK

OTHER:

2 well sites

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

COMPANY NAME: EMPIRITA WATER COMPANY, LLC

Name of System:

ADEQ Public Water System Number:

02 - 122

**WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2008**

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)	
JANUARY	30	158,000	166,000	158,000	
FEBRUARY	31	135,000	149,000	138,000	
MARCH	}	166,000	182,000	166,000	
APRIL		210,000	231,000	210,000	
MAY		173,000	190,000	173,000	
JUNE		247,000	270,000	247,000	
JULY		182,000	200,000	182,000	
AUGUST		167,000	183,000	167,000	
SEPTEMBER		177,000	194,000	177,000	
OCTOBER		176,000	193,000	176,000	
NOVEMBER		137,000	150,000	137,000	
DECEMBER		31	148,000	162,000	148,000
TOTALS →		2,076,000	2,270,000	2,076,000	

What is the level of arsenic for each well on your system? 0.1 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 continuously? N/A  
( ) Yes ( ) No

Is the Water Utility located in an ADWR Active Management Area (AMA)?  
( ) Yes (X) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?  
( ) Yes (X) 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: EMPIRITA WATER COMPANY, LLC

Name of System:

ADEQ Public Water System Number:

02-122

**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 →	0	0	

OTHER (description):

---

---

---

---

---

---

---

**PROPERTY TAXES**

Amount of actual property taxes paid during Calendar Year 2008 was: \$ 847

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. \_\_\_\_\_

---

---

---

---

---

MAR 23 2009

**VERIFICATION  
AND  
SWORN STATEMENT  
Taxes**

**VERIFICATION**

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

COUNTY OF (COUNTY NAME) COCHISE
NAME (OWNER OR OFFICIAL) TITLE JAMES VERMILYEA, MEMBER
COMPANY NAME EMPIRITA WATER COMPANY, LLC

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

**FOR THE YEAR ENDING**

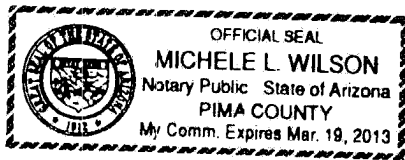
MONTH	DAY	YEAR
12	31	2008

**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.**



James L. Vermyea  
SIGNATURE OF OWNER OR OFFICIAL  
(520) 490-1218  
TELEPHONE NUMBER

**SUBSCRIBED AND SWORN TO BEFORE ME**

**A NOTARY PUBLIC IN AND FOR THE COUNTY OF**

**THIS** 23 **DAY OF**

COUNTY NAME	Pima	
MONTH	March	2009

(SEAL)

**MY COMMISSION EXPIRES**

March 19, 2013

Michele L. Wilson  
SIGNATURE OF NOTARY PUBLIC

COMPANY NAME EMPIRITA WATER COMPANY, LLC YEAR ENDING 12/31/2008

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported N/A (LLC)  
Estimated or Actual Federal Tax Liability N/A (LLC)

State Taxable Income Reported N/A (LLC)  
Estimated or Actual State Tax Liability N/A (LLC)

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 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.

James L. King  
SIGNATURE

3/23/09  
DATE

James Vermilyea  
PRINTED NAME

President  
TITLE

MAR 27 2008

**VERIFICATION  
AND  
SWORN STATEMENT  
Intrastate Revenues Only**

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

COUNTY OF (COUNTY NAME) COCHISE
NAME (OWNER OR OFFICIAL) TITLE JAMES VERMILYEA, MEMBER
COMPANY NAME EMPIRITA WATER COMPANY, LLC

**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 (\$)
\$18,099

**(THE AMOUNT IN BOX ABOVE  
INCLUDES \$1,111  
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) 490-1218  
 \_\_\_\_\_  
TELEPHONE NUMBER

**SUBSCRIBED AND SWORN TO BEFORE ME**

**A NOTARY PUBLIC IN AND FOR THE COUNTY OF**

COUNTY NAME <u>Pima</u>
MONTH <u>March</u> YEAR <u>2009</u>

**THIS** 23rd **DAY OF**

(SEAL)

\_\_\_\_\_  
SIGNATURE OF NOTARY PUBLIC

**MY COMMISSION EXPIRES** March 19, 2013

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

MAR 24 2009

**VERIFICATION**

**STATE OF ARIZONA**

COUNTY OF (COUNTY NAME) COCHISE	
NAME (OWNER OR OFFICIAL) JAMES VERMILYEA	TITLE MEMBER
COMPANY NAME EMPIRITA WATER COMPANY, LLC	

**I, THE UNDERSIGNED  
OF THE**

**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
<b>\$18,099</b>

**THE AMOUNT IN BOX AT LEFT  
INCLUDES \$1,111 IN SALES TAXES  
BILLED, OR COLLECTED)**

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

*James Vermilyea*  
\_\_\_\_\_  
SIGNATURE OF OWNER OR OFFICIAL

(520) 490-1218  
\_\_\_\_\_  
TELEPHONE NUMBER

**SUBSCRIBED AND SWORN TO BEFORE ME**

**A NOTARY PUBLIC IN AND FOR THE COUNTY OF**

**THIS**

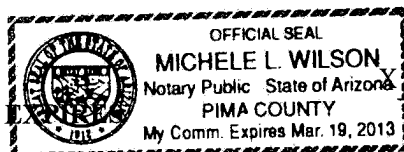
23 <sup>rd</sup>
------------------

**DAY OF**

NOTARY PUBLIC NAME <i>Michele L. Wilson</i>	
COUNTY NAME <i>Pima</i>	
MONTH <i>March</i>	.20 <i>09</i>

**(SEAL)**

**MY COMMISSION**



*Michele L. Wilson*  
\_\_\_\_\_  
SIGNATURE OF NOTARY PUBLIC