ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

RECEIVED
MAY 10 2004
AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

W-01344A
Tacna Water Company
~~P.O. Box 4909~~ 2993 SO. AZ. AVE
Yuma AZ ~~85364909~~ 85365

ANNUAL REPORT

FOR YEAR ENDING

12	31	2003

FOR COMMISSION USE

Ann04	03

COMPANY INFORMATION

Company Name (Business Name) TACNA WATER Co.

Mailing Address 2993 S. AZ. AVE.
(Street)

YUMA (City) AZ. (State) 85364 (Zip)

928-341-9885 Telephone No. (Include Area Code) 928-341-0180 Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address DWK NKK @AOL.COM

Local Office Mailing Address 340 W. 32nd. ST. PMB 436
(Street)

YUMA (City) AZ. (State) 85364 (Zip)

928-341-9885 Local Office Telephone No. (Include Area Code) 928 341-0180 Fax No. (Include Area Code) 928-580-1799 Pager/Cell No. (Include Area Code)

Email Address

MANAGEMENT INFORMATION

Management Contact: KAY KELLAND (Name) SEC. TREAS. (Title)

2993 S. AZ. AVE, (Street) YUMA (City) AZ. (State) 85364 (Zip)

928 341 9885 Telephone No. (Include Area Code) 928 341-0180 Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address DWK NKK @ AOL.COM

On Site Manager: NATALIE RIVERA
(Name)

P.O. BOX 325 (Street) TACNA (City) AZ. (State) 85364 (Zip)

928 785 3507 Telephone No. (Include Area Code) Fax No. (Include Area Code) 928 210-0778 Pager/Cell No. (Include Area Code)

Email Address

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

Statutory Agent: NANCY SUNSTATE ENVIRONMENTAL
(Name)

(Street) YUMA (City) AZ (State) 85365 (Zip)

928-341-9685
Telephone No. (Include Area Code) Fax No. (Include Area Code Pager/Cell No. (Include Area Code)

Attorney: LAWERNCE DEASON
(Name)

242 W. 28th ST. STE. A. YUMA AZ. 85364
(Street) (City) (State) (Zip)

928 783 4575
Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

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

OWNERSHIP INFORMATION

Check the following box that applies to your company:

- ☒ **Sole Proprietor (S)**
- ☐ **Partnership (P)**
- ☐ **Bankruptcy (B)**
- ☐ **Receivership (R)**
- ☐ **Other (Describe)**
- ☐ **C Corporation (C) (Other than Association/Co-op)**
- ☐ **Subchapter S Corporation (Z)**
- ☐ **Association/Co op (A)**
- ☐ **Limited Liability Company**

COUNTIES SERVED

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

☐ **APACHE**	☐ **COCHISE**	☐ **COCONINO**
☐ **GILA**	☐ **GRAHAM**	☐ **GREENLEE**
☐ **LA PAZ**	☐ **MARICOPA**	☐ **MOHAVE**
☐ **NAVAJO**	☐ **PIMA**	☐ **PINAL**
☐ **SANTA CRUZ**	☐ **YAVAPAI**	☒ **YUMA**
☐ **STATEWIDE**		

COMPANY NAME TACNA WATER CO. 03

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization			
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements			
307	Wells and Springs	13774	770	0
311	Pumping Equipment	13097	13097	0
320	Water Treatment Equipment	9936	9936	0
330	Distribution Reservoirs and Standpipes	~~70842~~		
331	Transmission and Distribution Mains	70842	70842	0
333	Services	16640	16640	0
334	Meters and Meter Installations			
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	2678	2678	0
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	121057	121057	0

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

COMPANY NAME TACNA WATER Co. 03

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization			
302	Franchises			
303	Land and Land Rights			
304	Structures and Improvements			
307	Wells and Springs	13774		0
311	Pumping Equipment	13097		0
320	Water Treatment Equipment	9936		0
330	Distribution Reservoirs and Standpipes			
331	Transmission and Distribution Mains	70842		0
333	Services	10640		0
334	Meters and Meter Installations			
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	2768		0
340	Office Furniture and Equipment			
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment			
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	121057		0

This amount goes on Comparative Statement of Income and Expense 0
Acct. No. 403.

COMPANY NAME TACNA WATER Co. 03

BALANCE SHEET

Acct. No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	$ 3562	$ 6885
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	6983	8380
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies	550	400
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	$ 11095	$ 15665
	FIXED ASSETS		
101	Utility Plant in Service	$ 121057	$ 121057
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	121057	121057
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	$ 121057	$ 121057
	TOTAL ASSETS	$ 11095	$ 136722

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

COMPANY NAME TACNA WATER Co. 03

BALANCE SHEET (CONTINUED)

Acct. No.	LIABILITIES	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT LIABILITES		
231	Accounts Payable	$ 605	$ 4500
232	Notes Payable (Current Portion)	5500	5600
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits	3069	2570
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	$ 10224	$ 14320
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	$	$
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	$	$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	$	$
	TOTAL LIABILITIES	$ 10224	$ 14320
	CAPITAL ACCOUNTS		
201	Common Stock Issued	$	$
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	871	1345
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	$ 11095	$ 15665
	TOTAL LIABILITIES AND CAPITAL	$ 11095	$ 15665

COMPANY NAME JACNA WATER CO. 03

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	$ 30089	$ 22862
460	Unmetered Water Revenue		
474	Other Water Revenues		
	TOTAL REVENUES	$ 30089	$ 22862
	OPERATING EXPENSES		
601	Salaries and Wages	$ 6528	$ 6931
610	Purchased Water		
615	Purchased Power	1704	963
618	Chemicals		
620	Repairs and Maintenance	4975	1960
621	Office Supplies and Expense	0	1094
630	Outside Services	1716	0
635	Water Testing		1240
641	Rents		
650	Transportation Expenses	500	650
657	Insurance – General Liability		
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense	0	350
403	Depreciation Expense		
408	Taxes Other Than Income Sales	2142	2019
408.11	Property Taxes	6304	4303
409	Income Tax		
	TOTAL OPERATING EXPENSES	$ 23869	$ 19510
	OPERATING INCOME/(LOSS)	$	$
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	$	$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	TOTAL OTHER INCOME/(EXPENSE)	$	$
	NET INCOME/(LOSS)	$ 4130	$ 3352

COMPANY NAME TACNA WATER CO. 03

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 $ _____

Meter Deposits Refunded During the Test Year $ _____

COMPANY NAME	TACNA WATER CO. 03

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (Gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
1	20 HP			18"		
2	20 HP			18"		

- 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
4" 20 HP SUBMERSIBLE	2		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
		10000	1

COMPANY NAME TACNA WATER CO. 03

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2	PVC	3000'
3		
4	TRANSITE	1600'
5		
6	TRANSITE	1200'
8		
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X ¾	160
3/4	
1	7
1 1/2	
2	2
Comp. 3	
Turbo 3	
Comp. 4	
Tubo 4	
Comp. 6	
Tubo 6	

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

TREATMENT EQUIPMENT:

NONE

STRUCTURES:

WELL W/10,000 GAL. PRESSURE TANK

OTHER:

COMPANY NAME: TACNA WATER Co. 03

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2003

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLON PUMPED (Thousands)
JANUARY	152	1197810	
FEBRUARY	152	994410	
MARCH	152	949350	
APRIL	152	1533710	
MAY	152	2027250	
JUNE	152	2370090	
JULY	152	2618838	
AUGUST	152	2170590	
SEPTEMBER	152	1730020	
OCTOBER	152	1396570	
NOVEMBER	152	1225700	
DECEMBER	152	945970	
	TOTAL	N/A	

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:_____

What is the level of arsenic for each well on your system. 0.030 mg/l
(*If more than one well, please list each separately)*

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

COMPANY NAME TACNA WATER Co. YEAR ENDING 12/31/2003

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2003 was: $ 7358.30.

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. With these pmts all back taxes are pd. current on this property

COMPANY NAME TACNA WATER CO. **YEAR ENDING 12/31/2003**

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported	3,352
Estimated or Actual Federal Tax Liability	1,005
State Taxable Income Reported	3,352
Estimated or Actual State Tax Liability	105

Amount of Grossed-Up Contributions/Advances:

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

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

CERTIFICATION

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

Donald Kelland — 5-5-04

SIGNATURE **DATE**

DONALD KELLAND — PRESIDENT

PRINTED NAME **TITLE**

VERIFICATION AND SWORN STATEMENT

Intrastate Revenues Only

RECEIVED
MAY 10 2004
AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

VERIFICATION

STATE OF AZ.

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	YUMA
NAME (OWNER OR OFFICIAL) TITLE	KAY KELLAND
COMPANY NAME	TACNA WATER CO.

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

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2003

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM **ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2003 WAS:**

Arizona IntraState Gross Operating Revenues Only ($)
9113.72

(THE AMOUNT IN BOX ABOVE INCLUDES $ 603.46 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

THIS 1st DAY OF

COUNTY NAME YUMA	
MONTH MAY	2004

(SEAL)

MY COMMISSION EXPIRES 11/17/2007

Anselma M Quintana
SIGNATURE OF NOTARY PUBLIC

VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY

RECEIVED
MAY 10 2004
AZ CORPORATION COMMISSIO
DIRECTOR OF UTILITIES

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

(COUNTY NAME) YUMA	
NAME (OWNER OR OFFICIAL) KAY KELLAND	TITLE Sec Treas.
COMPANY NAME TACNA WATER Co.	

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

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2003

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2003 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

$ 13748.57

(THE AMOUNT IN BOX AT LEFT INCLUDES $ 911.44 IN SALES TAXES BILLED, OR COLLECTED

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

SIGNATURE OF OWNER OR OFFICIAL

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS 1st DAY OF

NOTARY PUBLIC NAME Angelina M Quintana	
COUNTY NAME Yuma	
MONTH May	2004

Official Seal
SEAL NOTARY PUBLIC
STATE OF ARIZONA
County of Yuma
ANGELINA M. QUINTANA
My Commission Expires November 17, 2007

MY COMMISSION EXPIRES 11/17/2007

X Angelina M Quintana
SIGNATURE OF NOTARY PUBLIC