ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

D

W-01984A
Dairyland Water Co-Op
P.O. Box 7997
Chandler AZ 852467997

ANNUAL REPORT

FOR YEAR ENDING

12	31	2004

RECEIVED

APR 18 2005

AZ Corporation Commission
Director Of Utilities

FOR COMMISSION USE

ANN04	04

COMPANY INFORMATION

Company Name (Business Name) Dairyland Water Co-op

Mailing Address P.O. Box 6130
(Street)

Chandler (City) AZ (State) 85246-6130 (Zip)

480-963-9522 Telephone No. (Include Area Code) 480-963-9509 Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address

Local Office Mailing Address Same
(Street)

(City) (State) (Zip)

Same
Local Office Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address

MANAGEMENT INFORMATION

Management Contact: William J. Rezzonico (Name) Manager (Title)

P.O. Box 6130 (Street) Chandler (City) AZ (State) 85246-6130 (Zip)

480-963-9522 Telephone No. (Include Area Code) 480-963-9509 Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Email Address

On Site Manager: Same
(Name)

(Street) (City) (State) (Zip)

Telephone No. (Include Area Code) Fax No. (Include Area Code) 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: _____
(Name)

_____
(Street) (City) (State) (Zip)

_____
Telephone No. (Include Area Code) Fax No. (Include Area Code Pager/Cell No. (Include Area Code)

Attorney: Plattner Schneidman & Schneider
(Name)

4201 North 24th Street #100 Phoenix AZ 85016
(Street) (City) (State) (Zip)

602-294-7955 602-285-5589
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)**
- ☐ **C Corporation (C) (Other than Association/Co-op)**
- ☐ **Partnership (P)**
- ☐ **Subchapter S Corporation (Z)**
- ☐ **Bankruptcy (B)**
- ☑ **Association/Co-op (A)**
- ☐ **Receivership (R)**
- ☐ **Limited Liability Company**
- ☐ **Other (Describe)**_____

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 Dairyland Water Co-op

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	400.00	N/A	400.00
304	Structures and Improvements	520.00	520.00	-0-
307	Wells and Springs			
311	Pumping Equipment	25,550.37	25,150.00	400.37
320	Water Treatment Equipment	20,088.56	20,088.56	-0-
330	Distribution Reservoirs and Standpipes	9,640.00	9,640.00	-0-
331	Transmission and Distribution Mains	75,432.00	75,432.00	-0-
333	Services			
334	Meters and Meter Installations	885.32	885.32	-0-
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	2140.00	1853.51	286.49
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	134,656.25	133,569.39	1086.86

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

COMPANY NAME Dairyland Water Co-op

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			
311	Pumping Equipment	69151	11.523	801
320	Water Treatment Equipment			
330	Distribution Reservoirs and Standpipes			
331	Transmission and Distribution Mains			
333	Services			
334	Meters and Meter Installations			
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	2,140	8.925	191
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			992

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

COMPANY NAME Dairyland Water Co-op

BALANCE SHEET

Acct .No.	ASSETS	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT AND ACCRUED ASSETS		
131	Cash	$ 19,418	$ 2135
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	711	
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets	400	400
	TOTAL CURRENT AND ACCRUED ASSETS	$ 20,529	$ 2,535
	FIXED ASSETS		
101	Utility Plant in Service	$ 134,256	$ 134,256
103	Property Held for Future Use Land	400	400
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	(129,819)	(130,810)
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	$ 4,837	$ 3,846
	TOTAL ASSETS	$ 25,366	$ 6,381

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

COMPANY NAME Dairyland Water Co-op

BALANCE SHEET (CONTINUED)

Acct. No.	LIABILITIES	BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	CURRENT LIABILITES		
231	Accounts Payable	$ -0-	$ -0-
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits		
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	TOTAL CURRENT LIABILITIES	$ -0-	$ -0-
	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	$ -0-	$ -0-
	CAPITAL ACCOUNTS		
201	Common Stock Issued (Memberships)	$ 1,125	$ 1,125
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	24,241	5,256
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	$ 25,366	$ 6,381
	TOTAL LIABILITIES AND CAPITAL	$ 25,366	$ 6,381

COMPANY NAME Dairyland Water Co-op

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	$ 22,775	$ 13,841
460	Unmetered Water Revenue		
474	Other Water Revenues		
	TOTAL REVENUES	$ 22,775	$ 13,841
	OPERATING EXPENSES		
601	Salaries and Wages	$ -0-	$ -0-
610	Purchased Water	1,009	2,446
615	Purchased Power	12,358	11,485
618	Chemicals	-0-	-0-
620	Repairs and Maintenance	7,830	13,096
621	Office Supplies and Expense	164	52
630	Outside Services Accounting	852	614
635	Water Testing		
641	Rents		
650	Transportation Expenses	-0-	-0-
657	Insurance – General Liability	608	703
659	Insurance - Health and Life		
666	Regulatory Commission Expense – Rate Case		
675	Miscellaneous Expense Rounding	(2)	
403	Depreciation Expense	992	992
408	Taxes Other Than Income	533	2215
408.11	Property Taxes	2,831	1223
409	Income Tax		
	TOTAL OPERATING EXPENSES	$ 27,175	$ 32,826
	OPERATING INCOME/(LOSS)	$ (4,400)	$ (18,985)
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	$	$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense		
	TOTAL OTHER INCOME/(EXPENSE)	$ -0-	$ -0-
	NET INCOME/(LOSS)	$ (4,400)	$ (18,985)

COMPANY NAME Dairyland Water Co-op

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 $ _____

- Not Applicable -

COMPANY NAME	Dairyland Water Co-op

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
55-5800711	75 HP	200		12	4	

* Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
TOWN OF GILBERT		-0-

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
15 HP			

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
50,000	1	5000	1
		10,000	1

COMPANY NAME Dairyland Water Co-op

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 ¾	–
3/4	2
1	2
1 1/2	1
2	7
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:

Chlorinator

STRUCTURES:

Storage tank
Pressure tanks - 2

OTHER:

Backflow prevention equipment

COMPANY NAME: Dairyland Water Co-op

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2004

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLON PUMPED (Thousands)
		Beginning Read	
JANUARY	RR only	226107000	
FEBRUARY			
MARCH			
APRIL			
MAY			
JUNE			
JULY			
AUGUST			
SEPTEMBER			
OCTOBER			
NOVEMBER		Ending Read	
DECEMBER		260,055,600	
	TOTAL	N/A	

Is the Water Utility located in an ADWR Active Management Area (AMA)?

(X) Yes ( ) 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. _____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 Dairyland Water Co-op YEAR ENDING 12/31/2004

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2004 was: $ 1,222.75

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.

DETACH AND RETURN WITH PAYMENT

PARCEL/ACCOUNT# 644-74-109 9

MARICOPA COUNTY TREASURER
DOUG TODD, TREASURER
301 W JEFFERSON ST — RM 100
PHOENIX, AZ 85003—2199
http://treasurer.maricopa.gov
PHONE NUMBERS ON OTHER SIDE

PROPERTY DESCRIPTION
SEC/LOT TWN/BLK RNG/TR
TOTAL VALUE OF OPERATING PROPERTY

DAIRYLAND WATER CO-OP
PO BOX 7997
CHANDLER, AZ 85246-7997

MARICOPA COUNTY 2004 PROPERTY TAX STATEMENT

NOTICE: SEE REVERSE SIDE FOR IMPORTANT INFORMATION.

$25.00 CHARGE IF CHECK FAILS TO CLEAR BANK.

YOUR CHECK IS YOUR RECEIPT.

Paid ck# 2589 9/16/04

Paid 2nd 1/2 ck# 2666 3/4/05

LIMITED (PRIMARY) VALUES				PRIMARY	COMPARATIVE 2003 AMT	2004 DISTRIBUTION	
TYPE	LIMITED	%	ASSESSED			RATE / 100	2004 AMT DUE
LAND/BLDG	500	25.0	125	COUNTY		12108	272.43
PERSONAL	89500		22375	EDUC. EQUAL	PREVIOUS	04560	102.60
EXEMPTION				CITY	YEAR		
				SCHOOL	NOT	43463	977.90
				CO. EDUC	AVAILABLE		
PRIM. TOT.	90000		22500	COMM. COL.		9211	207.25
				SUBTOTAL		69342	1560.18

AREA CODE 410009

FULL CASH (SECONDARY) VALUES				SECONDARY			
TYPE	FULL CASH	%	ASSESSED				
LAND/BLDG	500	25.0	125	FLOOD		2119	.26
PERSONAL	89500		22375	CAWCD		1200	27.02
EXEMPTION				OVERRIDES		16304	366.84
				FIRE DIST. ASST.		0069	1.54
				LIBRARY		0521	11.72
				"BONDS"			
				—COUNTY			
				—CITY			
				—SCHOOLS		19049	428.60
SEC. TOT.	90000		22500	—COMM COL.		1161	26.12
				SUBTOTAL		40423	862.10

SPECIAL DISTRICT (VALUE/ACRES/SQ FT) = ASSESSED		DIST#		
HOSPITAL DISTRICT NO 1	22500	10546		
EAST VALLEY INSTITUTE TECH	22500	30001	1032	23.22

IF NOT PAID BY DELINQUENT DATES, CALL OR WRITE FOR INTEREST AMOUNT.

TOTALS $2,445.50

OFFICE USE ONLY

PRTKEY=
SEQ= 3288
MTG=
LOAN#=

FIRST HALF TAX AMOUNT
1,222.75
DUE OCT. 1, 2004
DELINQUENT AFTER NOV. 1, 2004

SECOND HALF TAX AMOUNT
1,222.75
DUE MARCH 1, 2005
DELINQUENT AFTER MAY 2, 2005

INTEREST ON LATE PAYMENT IS 16% PER YEAR PRORATED MONTHLY AS OF THE FIRST DAY OF THE MONTH. ARS § 42-18053

KEEP THIS PORTION FOR YOUR RECORDS

In accordance with the Americans with Disabilities Act, the County Treasurer will provide materials in alternative formats and will make other reasonable accommodations upon request.

(9482 = PRTCNTL)

COMPANY NAME Dairyland Water Co-op YEAR ENDING 12/31/2004

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported	(18,985)
Estimated or Actual Federal Tax Liability	-0-
State Taxable Income Reported	
Estimated or Actual State Tax Liability	$50-

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.

SIGNATURE	4/15/05 DATE
William J. Bezzonico PRINTED NAME	Pres TITLE

VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only

RECEIVED
APR 29 2005
AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)
NAME (OWNER OR OFFICIAL) TITLE
COMPANY NAME

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

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2004

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 2004 WAS:

Arizona Intrastate Gross Operating Revenues Only ($)
$ 14551.98

(THE AMOUNT IN BOX ABOVE INCLUDES $ 126.00 **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

480-962-9520

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF Maricopa

THIS 15 **DAY OF** April 2005

OFFICIAL SEAL
BELINDA LARKINS
NOTARY PUBLIC-ARIZONA
PINAL COUNTY
My Comm. Expires Nov 24, 2006

SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES November 24, 06

VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY

RECEIVED
APR 18 2005
AZ Corporation Commission
Director Of Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

COUNTY OF (COUNTY NAME)	
NAME (OWNER OR OFFICIAL)	TITLE
COMPANY NAME	

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

FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2004

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 2004 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES
$_____

(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 OF OWNER OR OFFICIAL

_____
TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS [ ] **DAY OF**

NOTARY PUBLIC NAME	
COUNTY NAME	
MONTH	,20__

(SEAL)

MY COMMISSION EXPIRES

X _____
SIGNATURE OF NOTARY PUBLIC

FINANCIAL INFORMATION

Attach to this annual report a copy of the companies' year-end (Calendar Year 2004) financial statements. If you do not compile these reports, the Utilities Division will supply you with blank financial statements for completion and filing. **ALL INFORMATION MUST BE ARIZONA-SPECIFIC AND REFLECT OPERATING RESULTS IN ARIZONA.**