

ANNUAL REPORT

Of

Company Name: Baca Float Water Company

PO Box 1536

Mailing Address: Tubac AZ
85646

Docket No.: WS-01678A

For the Year Ended: 12/31/19

**RECEIVED
BY EMAIL**

5/14/2020, 12:34 PM

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

WASTEWATER UTILITY

To

Arizona Corporation Commission

Due on April 15th

Email: rdelafuente@azcc.gov, mail or deliver the completed Annual Report to:

Arizona Corporation Commission
Compliance Section - Utilities Division
1200 West Washington Street
Phoenix, Arizona 85007

Application Type: Original Filing

Application Date: 5/14/2020

ARIZONA CORPORATION COMMISSION
WASTEWATER UTILITY ANNUAL REPORT
Baca Float Water Company
A Class Utility

For the Calendar Year Ended: 12/31/19

Primary Address:
City: State: Zip Code:

Telephone Number:

Date of Original Organization of Utility:

Person to whom correspondence should be addressed concerning this report:

Name:
Telephone No. :
Address:
City: State: Zip Code:
Email:

Name:
Telephone No. :
Address:
City: State: Zip Code:
Email:

Name:
Telephone No. :
Address:
City: State: Zip Code:
Email:

Name:
Telephone No. :
Address:
City: State: Zip Code:
Email:

Name:
Telephone No. :
Address:
City: State: Zip Code:
Email:

Ownership:

Counties Served:

Important changes during the year
--

No	For those companies not subject to the affiliated interest rules, has there been a change in ownership or direct control during the year?
	If yes, please provide specific details in the box below.

No	Has the company been notified by any other regulatory authorities during the year, that they are out of compliance?
	If yes, please provide specific details in the box below.

Utility Plant in Service (Wastewater)							
Account No.	Description	Beginning Year Original Cost	Current Year Additions	Current Year Retirements	Adjusted Original Cost	Accumulated Depreciation	OCLD (OC less AD)
351	Organization	\$0			\$0	\$0	\$0
352	Franchises	0			0	0	0
353	Land and Land Rights	1,084			1,084	0	1,084
354	Structures and Improvements	79,242			79,242	41,270	37,972
355	Power Generation Equipment	1,935			1,935	726	1,209
360	Collections Wastewater - Force	0			0	0	0
361	Collections Wastewater - Gravity	2,181,764			2,181,764	1,511,167	670,597
362	Special Collecting Structures	5,200			5,200	156	5,044
363	Services to Customers	5,913			5,913	887	5,026
364	Flow Measuring Devices	293			293	293	0
365	Flow Measuring Installations	0			0	0	0
366	Reuse Services	0			0	0	0
367	Reuse Meters & Meter Installations	0			0	0	0
370	Receiving Wells	0			0	0	0
371	Pumping Equipment	5,909	10,701		16,610	2,146	14,464
374	Reuse Distribution Reservoirs	0			0	0	0
375	Reuse Trans. And Distr. Equipment	0			0	0	0
380	Treatment and Disposal Equipment	733,153			733,153	606,763	126,390
381	Plant Sewers	479,576			479,576	252,795	226,781
382	Outfall Sewer Lines	0			0	0	0
389	Other Plant and Misc. Equipment	27,595			27,595	20,161	7,434
390	Office Furniture and Equipment	981			981	973	8
390.1	Computer & Software	0			0	0	0
391	Transportation Equipment	15,423	5,424		20,847	6,711	14,136
392	Stores Equipment	0			0	0	0
393	Tools, Shop and Garage Equipment	1,071			1,071	325	746
394	Laboratory Equipment	0			0	0	0
395	Power Operated Equipment	0			0	0	0
396	Communication Equipment	0			0	0	0
397	Miscellaneous Equipment	0			0	0	0
398	Other Tangible Plant	0			0	0	0
	Totals	\$3,539,139	\$16,125	\$0	\$3,555,264	\$2,444,373	\$1,110,891

Instructions: Fill out the Grey Cells with the relevant information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report.

Baca Float Water Company
Annual Report
Depreciation Expense for the Current Year (Wastewater)
12/31/19

Depreciation Expense for the Current Year (Wastewater)								
Account No.	Description	Beginning Year Original Cost	Current Year Additions	Current Year Retirements	Adjusted Original Cost	Fully Depreciated/Non-depreciable Plant	Depreciation Percentages	Depreciation Expense
351	Organization	\$0	\$0	\$0	\$0		0.00%	\$0
352	Franchises	0	0	0	0		0.00%	0
353	Land and Land Rights	1,084	0	0	1,084		0.00%	0
354	Structures and Improvements	79,242	0	0	79,242		3.33%	2,639
355	Power Generation Equipment	1,935	0	0	1,935		5.00%	97
360	Collections Wastewater - Force	0	0	0	0		0.00%	0
361	Collections Wastewater - Gravity	2,181,764	0	0	2,181,764		2.00%	43,635
362	Special Collecting Structures	5,200	0	0	5,200		2.00%	104
363	Services to Customers	5,913	0	0	5,913		2.00%	118
364	Flow Measuring Devices	293	0	0	293	293	10.00%	7
365	Flow Measuring Installations	0	0	0	0		0.00%	0
366	Reuse Services	0	0	0	0		0.00%	0
367	Reuse Meters & Meter Installations	0	0	0	0		0.00%	0
370	Receiving Wells	0	0	0	0		0.00%	0
371	Pumping Equipment	5,909	10,701	0	16,610		12.50%	1,407
374	Reuse Distribution Reservoirs	0	0	0	0		0.00%	0
375	Reuse Trans. And Distr. Equipment	0	0	0	0		0.00%	0
380	Treatment and Disposal Equipment	733,153	0	0	733,153		5.00%	36,658
381	Plant Sewers	479,576	0	0	479,576		5.00%	23,979
382	Outfall Sewer Lines	0	0	0	0		0.00%	0
389	Other Plant and Misc. Equipment	27,595	0	0	27,595		6.67%	1,841
390	Office Furniture and Equipment	981	0	0	981		6.67%	65
390.1	Computer & Software	0	0	0	0		0.00%	0
391	Transportation Equipment	15,423	5,424	0	20,847		20.00%	3,627
392	Stores Equipment	0	0	0	0		0.00%	0
393	Tools, Shop and Garage Equipment	1,071	0	0	1,071		5.00%	54
394	Laboratory Equipment	0	0	0	0		0.00%	0
395	Power Operated Equipment	0	0	0	0		0.00%	0
396	Communication Equipment	0	0	0	0		0.00%	0
397	Miscellaneous Equipment	0	0	0	0		0.00%	0
398	Other Tangible Plant	0	0	0	0		0.00%	0
	Subtotal	\$3,539,139	\$16,125	\$0	\$3,555,264	\$293		\$114,231

Contribution(s) in Aid of Construction (Gross)	\$2,535,102
Less: Non Amortizable Contribution(s)	0
Fully Amortized Contribution(s)	0
Amortizable Contribution(s)	\$2,535,102
Times: Proposed Amortization Rate	2.73%
Amortization of CIAC	\$69,086
Less: Amortization of CIAC	\$69,086
DEPRECIATION EXPENSE	\$45,145

Instructions: Fill out the Grey Cells with the relevent information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report.

Baca Float Water Company
Annual Report
Balance Sheet Assets
12/31/19

Balance Sheet Assets				
	Assets		Balance at Beginning of Year (2019)	Balance at End of Year (2019)
Account No.	Current and Accrued Assets			
131	Cash		\$38,952	\$19,879
132	Special Deposits			
135	Temporary Cash Investments			
141	Customer Accounts Receivable		8,021	1,232
142	Other Accounts Receivable			
143	Accumulated Provision for Uncollectable Accounts			
146	Notes Receivable from Associated Companies			789
151	Plant Material and Supplies			
162	Prepayments		442	0
173	Accrued Utility Revenue			
174	Miscellaneous Current and Accrued Assets			248,942
	Total Current and Accrued Assets		\$47,415	\$270,842
	Deferred Debits			
186.1	Deferred Rate Case Expense		\$0	\$0
	Total Deferred Debits		\$0	\$0
	Fixed Assets			
101	Utility Plant in Service*		\$3,539,139	\$3,555,264
103	Property Held for Future Use			
105	Construction Work in Progress			
108	Accumulated Depreciation (enter as negative)*		(2,330,142)	(2,444,373)
121	Non-Utility Property			
122	Accumulated Depreciation - Non Utility			
	Total Fixed Assets		\$1,208,997	\$1,110,891
	Total Assets		\$1,256,412	\$1,381,733

Instructions: Fill out the Grey Cells with the relevant information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report.

Note these items feed automatically from the adjusted end of year balance from AR4.

Baca Float Water Company
 Annual Report
 Balance Sheet Liabilities and Owners Equity

Balance Sheet Liabilities and Owners Equity				
	Liabilities		Balance at Beginning of Year (2019)	Balance at End of Year (2019)
Account No.	Current Liabilities			
231	Accounts Payable		\$11,669	\$3,379
232	Notes Payable (Current Portion)			
234	Notes Payable to Associated Companies			
235	Customer Deposits			
236	Accrued Taxes		1,657	8,476
237	Accrued Interest			
241	Miscellaneous Current and Accrued Liabilities			387
253	Other Deferred Credits			
	Total Current Liabilities		\$13,326	\$12,242
	Long Term Debt			
224	Long Term Debt (Notes and Bonds)		\$0	\$0
	Total Long Term Debt		\$0	\$0
	Deferred Credits			
252	Advances in Aid of Construction		\$0	\$0
255	Accumulated Deferred Investment Tax Credits			
271	Contributions in Aid of Construction		2,526,102	2,535,102
272	Less: Amortization of Contributions		(1,820,503)	(1,889,589)
281	Accumulated Deferred Income Tax		(237,716)	0
	Total Deferred Credits		\$467,883	\$645,513
	Total Liabilities		\$481,209	\$657,755
	Capital Accounts			
201	Common Stock Issued		\$7,560	\$7,560
211	Other Paid-In Capital		822,759	822,759
215	Retained Earnings		(55,116)	(106,340)
218	Proprietary Capital (Sole Props and Partnerships)			
	Total Capital		\$775,203	\$723,979
	Total Liabilities and Capital		\$1,256,412	\$1,381,733

Instructions: Fill out the Grey Cells with the relevent information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report.

Note: Total liabilities and Capital must match total assets for the beginning and end of the year!

Baca Float Water Company
Annual Report
Wastewater Comparative Income Statement
12/31/19

Wastewater Comparative Income Statement			
Account No.	Calendar Year	Current Year 01/01/2019 -	Last Year 01/01/2018 -
	Operating Revenue		
521	Flat Rate Revenues	\$311,489	\$309,664
522	Measured Revenues		
534	Rents from Wastewater Property		
536	Other Wastewater Revenues	3,158	3,704
	Total Revenues	\$314,647	\$313,368
	Operating Expenses		
701	Salaries and Wages	\$53,624	\$52,779
704	Employee Pensions and Benefits		3,188
710	Purchased Wastewater Treatment		
711	Sludge Removal Expense		4,095
715	Purchased Power	15,840	18,158
716	Fuel for Power Production		
718	Chemicals	8,642	8,157
720	Materials and Supplies		
720.1	Repairs and Maintenance	2,515	2,150
720.2	Office Supplies and Expense	2,929	2,384
721	Office Expense		
731	Contractual Services -Engineering		
732	Contractual Services - Accounting	5,904	6,940
733	Contractual Services - Legal	730	726
734	Contractual Services - Management Fees	70,170	58,016
735	Contractual Services - Testing	14,729	9,320
736	Contractual Services - Other	3,250	9,469
740	Rents - Building		852
742	Rents - Equipment	375	483
750	Transportation Expenses	4,237	3,884
757	Insurance - General Liability	1,632	6,214
758	Insurance - Worker's Compensation	28	3,081
759	Insurance - Other	6,632	
760	Advertising Expense		
766	Regulatory Commission Expense - Rate Case		
767	Regulatory Commission Expense - Other	1,096	
770	Bad Debt Expense	6,064	
775	Miscellaneous Expense	864	1,005
403	Depreciation Expense (From Schedule AR4)	45,145	1,327
408	Taxes Other Than Income		
408.11	Property Taxes	13,497	12,680
408.12	Payroll Taxes	4,210	4,145
409	Income Taxes	33,571	48,269
	Total Operating Expenses	\$295,684	\$257,322
	Operating Income / (Loss)	\$18,963	\$56,046
	Other Income / (Expense)		
414	Gain (Loss) on Dispositions	\$0	\$0
419	Interest and Dividend Income	73	
421	Non-Utility Income	599	
426	Miscellaneous Non-Utility (Expense)		285,985
427	Interest (Expense)	(47)	(216)
	Total Other Income / (Expense)	\$624	\$285,769
	Net Income / (Loss)	\$19,588	\$341,815

Instructions: Fill out the Grey Cells with the relevant information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report.

Full time equivalent employees

	Direct Company	Allocated	Outside service	Total
President				0.0
Vice-president				0.0
Manager			unable to	0.0
Engineering Staff			determine	0.0
System Operator(s)			without	0.0
Customer Service			significant	0.0
Accounting			analysis	0.0
Business Office				0.0
Rates Department				0.0
Administrative Staff				0.0
Other				0.0
Total	0.0	0.0	0.0	0.0

Instructions: Fill out the Grey Cells with the relevant information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report. A full-time employee is based on 2080 total hours per year. Please calculate partial employees using 2080 hours.

Supplemental Financial Data (Long-Term Debt)				
	Loan #1	Loan #2	Loan #3	Loan #4
Date Issued	No loans			
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amt. Issued				
Amount Outstanding				
Date of Maturity				
Interest Rate				
Current Year Interest				
Current Year Principal				

Meter Deposit Balance at Test Year End:	\$0
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Meter Deposits Refunded During the Test Year:	\$0
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List all bonds, notes, loans, and other types of indebtedness in which the proceeds were used in the provision of public utility service. Indebtedness incurred for personal uses by the owner of the utility should not be listed. Input 0 or none if there is nothing to report for that cell.

Wastewater Utility Plant Description	
Name of System:	Baca Float Water Company - Sewer Division
Wastewater Inventory Number (if applicable):	N/A
Type of Treatment	Wetland
Design Capacity of Plant (Gallons per day)	100,000

LIFT STATION FACILITIES					
Location	Quantity of Pumps	Horsepower Per Pump	Rated Capacity Per Pump (GPM)	Wet Well Capacity (gals)	Year Constructed
Barrio De Tubac	76	1/2	10	557,100	1996

FORCE MAINS		
Size	Material	Length (Feet)
6 inch	Various	24,500
2 inch	PVC	26,000

MANHOLES	
Type	Quantity
Standard	45
Drop	0

CLEANOUTS
Quantity
60

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

Instructions: Fill out the Grey Cells with the relevant information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report. Copy and paste this sheet as many times as is necessary.

Wastewater Utility Plant Description (Continued)					
GRAVITY MAINS			SERVICES/LATERALS		
Sizes (inches)	Material	Length (feet)	Size (inches)	Material	Quantity
4	PVC	4,600	4	PVC	393
6	PVC	4,600			

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

SOLIDS PROCESSING AND HANDLING FACILITIES	80 septic tanks
DISINFECTION EQUIPMENT (Chlorinator, Ultra-Violet, Etc.)	Chlorinator
FILTRATION EQUIPMENT (Rapid Sand, Slow Sand, Activated Carbon, Etc.)	Slow sand filter
STRUCTURES (Buildings, Fences, Etc.)	Chain link fences
Other (Laboratory Equipment, Tools, Vehicles, Standby, Power Generators, Etc.)	Lab equipment, tools, truck

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

Instructions: Fill out the Grey Cells with the relevent information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report. Copy and paste this sheet as many times as is necessary.

Wastewater Flows					
Month	Number of Services	Total Monthly Sewage Flow (Gallons)	Sewage Flow on Peak Day	Purchased Power Expense ¹	Purchased Power (kWh) ²
January	384	405,378	17,600	\$1,186	2,392
February	382	210,400	16,300	1,189	2,430
March	379	160,700	7,800	1,256	2,412
April	378	134,400	8,400	1,270	2,617
May	390	0	0	1,232	2,258
June	389	0	0	1,174	2,077
July	396	0	0	1,160	159
August	396	46,500	8,700	1,194	1,813
September	396	30,450	2,500	1,202	1,886
October	397	9,300	1,400	1,179	1,693
November	390	75,680	6,600	1,214	2,055
December	393	226,620	16,900	2,584	2,369
	Totals	1,299,428	86,200	\$15,840	24,161

Provide the following information as applicable per wastewater system:

Method of Effluent Disposal	Surface Water Discharge
Groundwater Permit Number	N/A
ADEQ Aquifer Protection Permit ("APP") Number	102959
ADEQ Reuse Permit Number	R512817
EPA NPDES Permil Number	N/A
APP Effluent Treatment Requirement (Class)?	Class B
Permitted Flow Rate	30,000 gpd
Permitted Organic Capacity	
Hydraulic Capacity	
Type of Biological Treatment	N/A

In the space below, list all violations within the past 12 months:

None

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

¹ Enter the total purchased power costs for the power meters associated with this system.
² Enter the total purchased kWh used by the power meters associated with this system.

Instructions: Fill out the Grey Cells with the relevent information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report.

Other Wastewater System Information

Provide a calculation used to determine the value of one wastewater equivalent residential connection (ERC).

Use one of the following methods:

- (a) If actual flow data are available from the preceding 12 months, divide the total annual single family residence (SFR) gallons sold by the average number of single family residence customers for the same period and divide the result by 365 days.
- (b) If no historical flow data are available, use:
 $ERC = (\text{Total SFR gallons treated (Omit 000)} / 365 \text{ days} / 280 \text{ gallons per day})$

For wastewater only utilities:

Subtract all general use and other non residential customer gallons from the total gallons treated. Divide the remainder (SFR customers) by 365 days to reveal single family residence customer gallons per day.

NOTE: Total gallons treated includes both treated and purchased treatment.

ERC
Method used:

What is the present system connection capacity (in ERCs *) using existing lines?

What is the future system connection capacity (in ERCs *) upon service area buildout?

Describe any plans and estimated completion dates for any enlargements or improvements of this system.

None at this time

If the utility uses reuse as a means of effluent disposal, attach a list of the reuse end users and the amount of reuse provided to each, if known.

Effluent is pumped to an adjacent reuse site, consisting of turf, cottonwood, and pine trees.

If the utility does not engage in reuse, has a reuse feasibility study been completed?

If so, when?

N/A

Baca Float Water Company
 Annual Report
 Utility Shutoffs / Disconnects
 12/31/19

Utility Shutoffs / Disconnects	
Name of System:	Baca Float Water Company - Sewer Division
Wastewater Inventory Number (if applicable):	N/A

Month	Termination without Notice R14-2-609.B	Termination with Notice R14-2-609.C	Other
January	0	0	
February	0	0	
March	0	0	
April	0	0	
May	0	0	
June	0	0	
July	0	0	
August	0	0	
September	0	0	
October	0	0	
November	0	0	
December	0	0	
Total	0	0	0

Other (description):

Instructions: Fill out the Grey Cells with the relevent information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report.

Property Taxes

Amount of actual property taxes paid during Calendar Year 2019 was

\$13,089

If no property taxes paid, explain why.

N/A

Instructions: Fill out the Grey Cells with the relevant information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report.

Verification and Sworn Statement (Taxes)

Verification: State of Arizona I, the undersigned of the
(state name)

County of (county name): Maricopa
Name (owner or official) title: Bryan Thomas, CFO
Company name: Baca Float Water Company

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

FOR THE YEAR ENDING: 12/31/19

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.

**RECEIVED
BY EMAIL**

4/30/2020, 03:04 PM

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

BjR
signature of owner/official

623-935-1100
telephone no.

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

THIS 30th DAY OF April 2020
(month) and (year)

MY COMMISSION EXPIRES 8/15/23
(date)



Veronica G Gonzalez
(signature of notary public)

Verification and Sworn Statement

Verification:

State of Arizona, the undersigned of the
(state name)

County of (county name): Maricopa
Name (owner or official) title: Bryan Thomas, CFO
Company name: Baca Float Water Company

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

FOR THE YEAR ENDING: 12/31/19

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, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING THE CALENDAR YEAR WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$335,848

(The amount in the box above includes

\$21,201 in sales taxes
billed or collected)

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4/30/2020, 03:04 PM

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

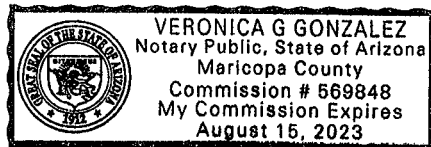
Bryan Thomas
signature of owner/official

623-935-1100
telephone no.

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

THIS 30th DAY OF April 2020
(month) and (year)

MY COMMISSION EXPIRES 8/15/23
(date)



Veronica G Gonzalez
signature of notary public

Verification and Sworn Statement (Residential Revenue)

Verification:

State of Arizona I, the undersigned of the
(state name)

County of (county name): Maricopa
Name (owner or official) title: Bryan Thomas, CFO
Company name: Baca Float Water Company

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

FOR THE YEAR ENDING: 12/31/19

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, 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 THE CALENDAR YEAR WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$320,357
(The amount in the box above includes
\$20,223 in sales taxes
billed or collected)

**RECEIVED
BY EMAIL**

4/30/2020, 03:04 PM

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

Bryan Thomas
signature of owner/official

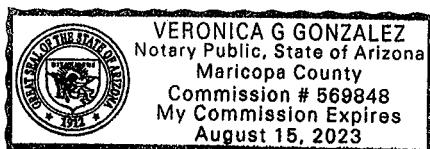
623-935-1100
telephone no.

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

Maricopa
(county name)

THIS 30th DAY OF April 2020
(month) and (year)

MY COMMISSION EXPIRES 8/15/23
(date)



Veronica G Gonzalez
(signature of notary public)

Full Gross-up Method for Income Tax Statement of Certification

Verification:

State of Arizona I, the undersigned of the
(state name)

County of (county name): Maricopa
Name (owner or official) title: Bryan Thomas, CFO
Company name: Baca Float Water Company

FOR THE YEAR ENDING: 12/31/19

Sworn Statement:

IN ACCORDANCE WITH THE REQUIREMENTS OF DECISION NO. 77084, BECAUSE THE UTILITY REQUIRES THE GROSS UP OF ADVANCES AND CONTRIBUTIONS, I HEREBY STATE THAT THE UTILITY HAS NOT INCURRED NOR IS EXPECTED TO INCUR A NET INCREASE IN CURRENT INCOME TAX EXPENSE OR A DECREASE IN DEFERRED TAX ASSET FOR A CARRY FORWARD ACCORDING TO GAAP IN AN AMOUNT EQUAL TO OR GREATER THAN THE AMOUNT OF THE REQUIRED GROSS UP PAID BY DEVELOPERS IN THE PERIOD COVERED BY THIS ANNUAL REPORT.

**RECEIVED
BY EMAIL**

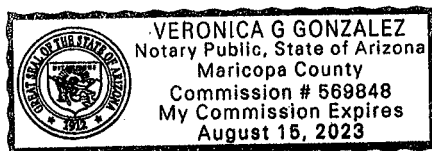
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