ANNUAL REPORT

Of

Company Name:

Clear Springs Utility Company, Inc.

PO Box 85160

Mailing Address:

Tucson

AZ

85754

Docket No.:

WS-01689A

For the Year Ended:

12/31/18

RECEIVED J JUN 13 2019

WASTEWATER UTILITY

To

ARIZONA CORP COMMISSION
UTILITIES DIVISION – DIRECTOR'S OFFICE

Arizona Corporation Commission

Due on April 15th

Application Type:

Original Filing

Application Date:

6/13/2019

6-25-19

ARIZONA CORPORATION COMMISSION WASTEWATER UTILITIY ANNUAL REPORT

Clear Springs Utility Company, Inc. A Class $\boxed{\mathrm{E}}$ Utility

1. For the Calendar Yea	r Ended: <u>12/31/18</u>					
2. Address:	PO Box 85160					
City:	Tucson	Sta	ate:	Arizona	Zip Code:	85754
3. Telephone Number:	520-623-5172					
4. Date of Original Orga	nization of Utility:	10/30/1959	9			
5. Person to whom corre	spondence should be addre	ssed concern	ing	this report:		
Name:	Paul Juhl					
Telephone No.:	520-623-5172					
Address:	PO Box 85160			-		
City:	Tucson	Sta	ate:	Arizona	Zip Code:	85754
Email:	info@southwesternutility.com	1				
6. On-Site Manager:						
Name:	Jason Long					
Telephone No.:	520-623-5172					
Address:	PO Box 85160					
City:	Tucson	Sta	ate:	Arizona	Zip Code:	85754
Email:	info@southwesternutility.com	1				
7. Ownership:	"C" Corporation					
8. Counties Served:	Cochise					Dage 2

Page 2

Clear Springs Utility Company, Inc. Annual Report Utility Plant in Service (Wastewater) 12/31/18

			ant in Service (Wa		1		
Account	Description	Beginning Year	Current Year	Current Year	Adjusted Original	Accumulated	OCLD (OC less
No		Original Cost	Additions	Retirements	Cost	Depreciation	AD)
351	Organization	\$0			\$0		\$(
352	Franchises				0		(
353	Land and Land Rights	4,654			4,654	THE STATE	4,654
354	Structures and Improvements	9,504		THE RESERVE	9,504	9,504	(
355	Power Generation Equipment				0		(
360	Collections Wastewater - Force	278,544	2,894		281,438	270,269	11,169
361	Collections Wastewater - Gravity	JIE ZW. SW.	TETTO TEE TOTAL		0		(
362	Special Collecting Structures				0		(
363	Services to Customers	9,880			9,880	5,755	4,125
364	Flow Measuring Devices				0	the Paris of the Paris	(
365	Flow Measuring Installations				0		(
366	Reuse Services				0		(
367	Reuse Meters & Meter Installations				0		(
370	Receiving Wells	25,000			0		(
371	Pumping Equipment	123,644	20,801	74,809	69,636	(76)	69,712
374	Reuse Distribution Reservoirs				0		
375	Reuse Trans. And Distr. Equipment	Fix the section			0		C
380	Treatment and Disposal Equipment	487			487	384	103
381	Plant Sewers	E+		W. Carrier	0		C
382	Outfall Sewer Lines		Del la come		0	ALC: COLUMN	0
389	Other Plant and Misc. Equipment				0		0
390	Office Furniture and Equipment		ET VEUT DE		0	V (C F 17 = 0)	0
390.1	Computer & Software				0	P U B FELLIN	0
391	Transportation Equipment				0	THE DOLLAR OF	0
392	Stores Equipment		NEEDELE ISSUE		0	S. VIII. W.S.	0
393	Tools, Shop and Garage Equipment	3,173	in things - m	Mason in the	3,173	2,993	180
394	Laboratory Equipment	BALLEY II - II			0		0
395	Power Operated Equipment				0	7 X X 1 X 1 X 1	0
396	Communication Equipment				0	KELE B E	0
397	Miscellaneous Equipment	machine and			0	24 2 M TE	0
398	Other Tangible Plant	MEDICAL	Section 1 or 1		0		0
270	Totals	\$429,886	\$23,695	\$74,809	\$378,772	\$288,829	\$89,943

Clear Springs Utility Company, Inc. Annual Report Depreciation Expense for the Current Year (Wastewater) 12/31/18

4	B + 1			Current Year (W		I r. ii.	m 1.1	
Account No.	Description	Beginning Year	Current Year	Current Year	Adjusted	Fully	Depreciation	Depreciation
		Original Cost	Additions	Retirements	Original Cost	Depreciated/Non- depreciable Plant	Percentages	Expense
351	Organization	\$0	\$0	\$0	\$0			\$0
352	Franchises	0	0	0	0		The service	0
353	Land and Land Rights	4,654	0	0	4,654	4,654		0
354	Structures and Improvements	9,504	0	0	9,504	9,504	3.33%	0
355	Power Generation Equipment	0	0	0	0			0
360	Collections Wastewater - Force	278,544	2,894	0	281,438	266,052	2.00%	279
361	Collections Wastewater - Gravity	0	0	0	0			0
362	Special Collecting Structures	0	0	0	0			0
363	Services to Customers	9,880	0	0	9,880		2.00%	198
364	Flow Measuring Devices	0	0	0	0			0
365	Flow Measuring Installations	0	0	0	0		THE RESERVE	0
366	Reuse Services	0	0	0	0			0
367	Reuse Meters & Meter Installations	0	0	0	0			0
370	Receiving Wells	0	0	0	0			0
371	Pumping Equipment	123,644	20,801	74,809	69,636	PROPERTY STATE	11.40%	11,016
374	Reuse Distribution Reservoirs	0	0	0	0			0
375	Reuse Trans. And Distr. Equipment	0	0	0	0			0
380	Treatment and Disposal Equipment	487	0	0	487		5.00%	24
381	Plant Sewers	0	0	0	0	N. A. Berner		0
382	Outfall Sewer Lines	0	0	0	0			0
389	Other Plant and Misc. Equipment	0	0	0	0			0
390	Office Furniture and Equipment	0	0	0	0		TAKE THE	0
390.1	Computer & Software	0	0	0	0			0
391	Transportation Equipment	0	0	0	0			0
392	Stores Equipment	0	0	0	0	EN BANGE III		0
393	Tools, Shop and Garage Equipment	3,173	0	0	3,173	2,925	5.00%	12
394	Laboratory Equipment	0	0	0	0		La Singila	0
395	Power Operated Equipment	0	0	0	0	TO THE STATE OF TH		0
396	Communication Equipment	0	0	0	0	NUMBER OF STREET		0
397	Miscellaneous Equipment	0	0	0	0		(STEELS ST	0
398	Other Tangible Plant	0	0	0	0		المجيلات	0
	Subtotal	\$429,886	\$23,695	\$74,809	\$378,772	\$283,135		\$11,529

 Contribution(s) in Aid of Construction (Gross)
 \$132,017

 Less: Non Amortizable Contribution(s)
 0

 Fully Amortized Contribution(s)
 82,012

 Amortizable Contribution(s)
 \$50,005

 Times: Proposed Amortization Rate
 2.41%

 Amortization of CIAC
 \$1,204

Less: Amortization of CIAC \$1,204

DEPRECIATION EXPENSE \$10,325

Clear Springs Utility Company, Inc. Annual Report Balance Sheet Assets 12/31/18

<u>-</u>	Balance Sheet Assets	· · · · · · · · · · · · · · · · · · ·	
	Assets	Balance at Beginning of Year (2018)	Balance at End o Year (2018)
Account No.	Current and Accrued Assets		
131	Cash	\$4,527	\$157,154
132	Special Deposits		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	11,678	6,714
142	Other Accounts Receivable		
143	Accumulated Provision for Uncollectable Accounts		
146	Notes Receivable from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
173	Accrued Utility Revenue		
174	Miscellaneous Current and Accrued Assets	16,619	17,349
	Total Current and Accrued Assets	\$32,824	\$181,217
	Deferred Debits		
186.1	Deferred Rate Case Expense		
	Total Deferred Debits	\$0	\$0
	Fixed Assets		
101	Utility Plant in Service*	\$429,886	\$378,772
103	Property Held for Future Use	495	495
105	Construction Work in Progress	574	24,230
108	Accumulated Depreciation (enter as negative)*	(352,109)	(288,829)
121	Non-Utility Property		(==,,==)
122	Accumulated Depreciation - Non Utility		
	Total Fixed Assets	\$78,846	\$114,668
	Total Assets	\$111,670	\$295,885

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

Clear Springs Utility Company, Inc. Annual Report Balance Sheet Liabilities and Owners Equity

	Liabilities	Balance at Beginning	
		of Year (2018)	Year (2018)
Account No.	Current Liabilities		
231	Accounts Payable	\$93,587	\$60,650
232	Notes Payable (Current Portion)		
234	Notes Payable to Associated Companies		
235	Customer Deposits	9,202	
236	Accrued Taxes	852	491
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities	13/25 - 12 (27/25/5/19/19)	
253	Other Deferred Credits		
	Total Current Liabilities	\$103,641	\$61,141
	Long Term Debt	i	
224	Long Term Debt (Notes and Bonds)	\$0	\$131,419
	Total Long Term Debt	\$0	\$131,419
	Deferred Credits		
252	Advances in Aid of Construction	\$0	\$0
255	Accumulated Deferred Investment Tax Credits	USE DISTRIBUTED AND A STREET AND A	
271	Contributions in Aid of Construction	132,017	132,017
272	Less: Amortization of Contributions	(91,267)	(92,470)
281	Accumulated Deferred Income Tax	984 manufes 481	16,538
_	Total Deferred Credits	\$40,750	\$56,085
	Total Liabilites	\$144,391	\$248,645
	Capital Accounts		
201	Common Stock Issued	\$0	\$0
211	Other Paid-In Capital	797,825	797,825
215	Retained Earnings	(830,546)	(750,585)
218	Proprietary Capital (Sole Props and Partnerships)	(030,340)	(150,505)
	Total Capital	(\$32,721)	\$47,240
	Total Liabilities and Capital	\$111,670	\$295,885

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!

521 522 534 536 701 704 710 711 715 716 718 720	Calendar Year Operating Revenue Flat Rate Revenues Measured Revenues Rents from Wastewater Property Other Wastewater Revenues Total Revenues Operating Expenses Salaries and Wages Employee Pensions and Benefits Purchased Wastewater Treatment Sludge Removal Expense Purchased Power Fuel for Power Production Chemicals Materials and Supplies Repairs and Maintenance	Current Year 01/01/2018 - \$0 69,304 2,716 \$72,020 \$0	Last Year 01/01/2017 - \$6 58,22: \$1,710 \$59,93: \$6 3,19: 1,86:
521 522 534 536 701 704 710 711 715 716 718 720	Flat Rate Revenues Measured Revenues Rents from Wastewater Property Other Wastewater Revenues Total Revenues Operating Expenses Salaries and Wages Employee Pensions and Benefits Purchased Wastewater Treatment Sludge Removal Expense Purchased Power Fuel for Power Production Chemicals Materials and Supplies Repairs and Maintenance	\$0 69,304 2,716 \$72,020	\$1,711 \$59,93: \$6
521 522 534 536 701 704 710 711 715 716 718 720	Flat Rate Revenues Measured Revenues Rents from Wastewater Property Other Wastewater Revenues Total Revenues Operating Expenses Salaries and Wages Employee Pensions and Benefits Purchased Wastewater Treatment Sludge Removal Expense Purchased Power Fuel for Power Production Chemicals Materials and Supplies Repairs and Maintenance	69,304 2,716 \$72,020 \$0	58,22. 1,710 \$59,93: \$6
522 534 536 701 704 710 711 715 716 718 720	Measured Revenues Rents from Wastewater Property Other Wastewater Revenues Total Revenues Operating Expenses Salaries and Wages Employee Pensions and Benefits Purchased Wastewater Treatment Sludge Removal Expense Purchased Power Fuel for Power Production Chemicals Materials and Supplies Repairs and Maintenance	69,304 2,716 \$72,020 \$0	58,22. 1,710 \$59,93: \$6
701 704 710 711 715 716 718 720	Rents from Wastewater Property Other Wastewater Revenues Total Revenues Operating Expenses Salaries and Wages Employee Pensions and Benefits Purchased Wastewater Treatment Sludge Removal Expense Purchased Power Fuel for Power Production Chemicals Materials and Supplies Repairs and Maintenance	2,716 \$72,020 \$0	1,71 \$59,93 \$
701 704 710 711 715 716 718 720	Other Wastewater Revenues Total Revenues Operating Expenses Salaries and Wages Employee Pensions and Benefits Purchased Wastewater Treatment Sludge Removal Expense Purchased Power Fuel for Power Production Chemicals Materials and Supplies Repairs and Maintenance	\$72,020	\$59,93 \$ 3,19
701 704 710 711 715 716 718 720	Total Revenues Operating Expenses Salaries and Wages Employee Pensions and Benefits Purchased Wastewater Treatment Sludge Removal Expense Purchased Power Fuel for Power Production Chemicals Materials and Supplies Repairs and Maintenance	\$72,020	\$59,93: \$ \$ 3,19:
701 704 710 711 715 716 718 720	Operating Expenses Salaries and Wages Employee Pensions and Benefits Purchased Wastewater Treatment Sludge Removal Expense Purchased Power Fuel for Power Production Chemicals Materials and Supplies Repairs and Maintenance	\$0	\$ 3,19
701 704 710 711 715 716 718 720	Salaries and Wages Employee Pensions and Benefits Purchased Wastewater Treatment Sludge Removal Expense Purchased Power Fuel for Power Production Chemicals Materials and Supplies Repairs and Maintenance		3,19
701 704 710 711 715 716 718 720	Salaries and Wages Employee Pensions and Benefits Purchased Wastewater Treatment Sludge Removal Expense Purchased Power Fuel for Power Production Chemicals Materials and Supplies Repairs and Maintenance		3,19
701 704 710 711 715 716 718 720	Salaries and Wages Employee Pensions and Benefits Purchased Wastewater Treatment Sludge Removal Expense Purchased Power Fuel for Power Production Chemicals Materials and Supplies Repairs and Maintenance		3,19
704 710 711 715 716 718 720	Employee Pensions and Benefits Purchased Wastewater Treatment Sludge Removal Expense Purchased Power Fuel for Power Production Chemicals Materials and Supplies Repairs and Maintenance	1,589	3,19
710 711 715 716 718 720	Purchased Wastewater Treatment Sludge Removal Expense Purchased Power Fuel for Power Production Chemicals Materials and Supplies Repairs and Maintenance	1,589	
711 715 716 718 720	Sludge Removal Expense Purchased Power Fuel for Power Production Chemicals Materials and Supplies Repairs and Maintenance	1,589	_
715 716 718 720	Purchased Power Fuel for Power Production Chemicals Materials and Supplies Repairs and Maintenance	1,589	_
716 718 720	Fuel for Power Production Chemicals Materials and Supplies Repairs and Maintenance		
718 720	Chemicals Materials and Supplies Repairs and Maintenance		
720	Materials and Supplies Repairs and Maintenance		
	Repairs and Maintenance		
		7,281	22,49
720.2	Office Supplies and Expense		
	Office Expense	3,476	3,15
	Contractual Services -Engineering		
	Contractual Services - Accounting	2,846	2,41
	Contractual Services - Legal	164	19
	Contractual Services - Management Fees	38,564	37,45
	Contractual Services - Testing	4,399	2,75
	Contractual Services - Other	525	1,53
	Rents - Building	384	673
	Rents - Equipment		
	Transportation Expenses	3,280	3,51
	Insurance - General Liability	1,351	82
	Insurance - Worker's Compensation	1,551	
	Insurance - Other		
	Advertising Expense		
	Regulatory Commission Expense - Rate Case	1,550	11,54
	Regulatory Commission Expense - Nate Case Regulatory Commission Expense - Other	1,550	11,57.
	Bad Debt Expense	292	20
	Miscellaneous Expense	292	12
	Depreciation Expense (From Schedule AR4)	10,325	6,04
	Taxes Other Than Income	10,525	0,04.
	Property Taxes	3,045	3,02
	Payroll Taxes	3,043	3,02
	Income Taxes	25,042	
		\$104,113	\$101,01
	Total Operating Expenses	\$104,115	3101,01
	O	(\$32,093)	(\$41,07
	Operating Income / (Loss)	(332,093)	(341,07
	Other Income / (Expense)		
	Gain (Loss) on Dispositions	\$0	\$
	Interest and Dividend Income	268	
	Non-Utility Income	51,212	
	Miscellaneous Non-Utility (Expense)	8,409	
	Interest (Expense)	(1,278)	-
	Total Other Income / (Expense)	\$58,611	\$
	Net Income / (Loss)	\$26,518	(\$41,07

Clear Springs Utility Company, Inc. Annual Report Full time equivalent employees 12/31/18

Full time equivalent employees

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

Clear Springs Utility Company, Inc. Annual Report Supplemental Financial Data (Long-Term Debt) 12/31/18

Supplemental Financial Data (Long-Term Debt)							
	Loan #1	Loan #2	Loan #3	Loan #4			
Date Issued	7/20/2018	THE REPORT OF					
Source of Loan	CoBank	en háralakina és	to the further ten	between many			
ACC Decision No.	1/15/2110						
Reason for Loan	System Improvements						
Dollar Amt. Issued	131419						
Amount Outstanding	131419	17484-18117848					
Date of Maturity	12/20/2038		49-145-1-1-1-1-1-1-1-1-1-1-1-1-1-1-1-1-1-1				
Interest Rate	rate is 5.86%						
Current Year Interest	1278	dww.					
Current Year Principal	0						

Meter Deposit Balance at Test Year End:	\$0
Meter Deposits Refunded During the Test Yea	r: \$0

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 <u>not</u> be listed. Input 0 or none if there is nothing to report for that cell.

Clear Springs Utility Company, Inc. Annual Report Wastewater Utility Plant Description

1	\sim	10	4	14	c
ı	7.	/3	П	71	~

Wastewater Utility Plant Description						
Name of System:						
Wastewater Inventory Number (if appli	cable):	N/A		•		
Type of Treatment		Anaerobic Lagoon				
Design Capacity of Plant (Gallons per o	lay)	300000				
			•			

	LIFT S	TATION FAC	ILITIES	
	Quantity of	Horsepower	Rated Capacity Per	Wet Well
Location	Pumps	Per Pump	Pump (GPM)	Capacity (gals)
SW corner Ford/Allen	2	7.5	1200	2000
	17501 11 1			
	Parties of	Sec. 7 (1)	BARRAGES RAFE	
	TOTAL TEN	-1		
		DATELLING		
		Ellekdibe		
				BANK AND LOCK
		Allemant		
	PERCENT		in harmaning it	
		K mar-1019		

FORCE MAINS						
Size Material Length (Fee						
8 inch	AC	1,200				
		DECIMAL DESIGNATION OF THE PARTY OF THE PART				

MANHOLES				
Type Quantity				
Standard	160			
Drop	0			

CLEANOUTS
Quantity
11

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.

Clear Springs Utility Company, Inc. Annual Report Wastewater Utility Plant Description (Continued)

	Wastewater Ut	ility Plant Desci
COL	LECTION MAINS	
Sizes (inches)	Material	Length (feet)
6	AC	1,225
6	PVC	3,730
8	AC	24,200
8	CLAY	56,000
12	AC	3,000

1. (6. (1. 1)							
eription (Continued)							
	SERVICES/LATERALS						
	Size (inches)	Material	Quantity				
	4	AC	391				
7							
7							

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

To the sound was great as a second	is, its the utility owner assets in each eategry for each system.
SOLIDS PROCESSING AND HANDLING FACILITIES	Three clay lined ponds with aerationb and one unlined pond for percolation
DISINFECTION EQUIPMENT (Chlorinator, Ultra-Violet, Etc.)	N/A
FILTRATION EQUIPMENT (Rapid Sand, Slow Sand, Activated Carbon, Etc.)	N/A
STRUCTURES (Buildings, Fences, Etc.)	Fencing around lagoons
Other (Laboratory Equipment, Tools, Vehicles, Standby, Power Generators, Etc.)	One stand-by 220 volt pump at 5 HP and 200 GPM, one stand-by 110 volt pump at 5 HP and 160 GPM, and two air compressors at 1/2 HP and 3/4 HP

Note: If you are	filing for more than	one system pleas	se provide separat	e 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.

Clear Springs Utility Company, Inc. Annual Report Wastewater Flows 12/31/18

Wastewater Flows							
Month	Number of Services	Total Monthly Sewage Flow	Sewage Flow on Peak Day	Purchased Power Expense ¹	Purchased Power (kWh) ²		
January	363	881,500	32,174	\$102	283		
February	368	860,968	28,256	126	379		
March	366	985,978	34,460	126	383		
April	368	1,043,088	33,648	180	740		
May	371	986,048	31,808	156	583		
June	365	1,309,847	42,254	190	804		
July	368	1,438,350	47,945	243	1,244		
August	373	853,306	27,526	122	450		
September	369	740,940	24,698	109	348		
October	373	1,216,967	39,257	137	403		
November	371	1,233,840	41,128	0	0		
December	370	989,675	31,925	100	270		
	Totals	12,540,507	415,079	\$1,591	5,887		

Provide the following information as applicable per wastewater system:

Method of Effluent Disposal

Groundwater Permit Number

ADEQ Aquifer Protection Permit ("APP") Number

ADEO Reuse Permit Number

EPA NPDES Permil Number

APP Effluent Treatment Requirement (Class)?

Permitted Flow Rate

Permitted Organic Capacity

Hydraulic Capacity

Type of Biological Treatment

	100824
P100824	
N/A	
N/A	
N/A	
7	10.00
	1000

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

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

Clear Springs Utility Company, Inc. Annual Report Property Taxes 12/31/18

Property Taxes						
Amount of actual property taxes paid during Calendar Year 2018 was	\$3,036					
If no property taxes paid, explain why.						
N/A						



Clear Springs Utility Company, Inc. Annual Report Verification and Sworn Statement (Taxes) 12/31/18

MAY 01 2019

ARIZONA CORP COMMISSION
UTILITIES DIVISION - DIRECTOR'S OFFICE

Verification and Sworn Statement (Taxes)							
Verification	: State of	Arizona (state na	me)	I, the undersigned	of the		
	County of (c Name (owne Company na	r or official) title:	ar Springs Ut	Pima Bonnie O'Connor, ility Company, Inc.	Manager		
		AT THIS ANNUAL TION COMMISSION		ROPERTY TAX AN	D SALES TA	X REPORT TO THE A	RIZONA
	FOR THE Y	EAR ENDING:		12/31/18			
	UTILITY; TO CORRECT S REPORT IN	HAT I HAVE CARE STATEMENT OF BU	FULLY EXA	MINED THE SAM OF SA	E, AND DECI ID UTILITY I	FOR THE PERIOD CO	BE A COMPLETE AND
Sworn Statement:						ARE CURRENT AND CURRENT AND PAIR	
				6 1	<u> </u>		
					signs	ature of owner/official	
						520-623-5172	
						telephone no.	
				AND SWORN TO B	EFORE ME A	NOTARY PUBLIC	P.m.s
		ТНІ	(S	3	oth	DAY OF	(county name)
		MY	COMMISSI	ON EXPIRES		5/27(17 (date)	
		Notary Public State of A	Arizona		£	(signature of notary	y public)

Paul Juhl My Commission Expires 05/27/2019 Clear Springs Utility Company, Inc. Annual Report Verification and Sworn Statement 12/31/18

1			Verificati	on and Sworn State	nent	
Verification:						BEOF
	State of	Arizo		I, the undersigned or	fthe	RECEIVED JUN 12 2019
	County of (county	name):		Pima		Albe .
	Name (owner or or Company name:	fficial) title:	Clear Springs	Paul Juhl, Manager Utility Company, Inc		12 201g
	DO SAY THAT T	THIS ANNUA	L UTILITY P	ROPERTY TAX AN	D SALES TAX REPORT	ARIPONA CORP COMMISSION TO THE ANIZOMECTOR'S OFFICE
	CORPORATION	COMMISSIC	N.			MECTOR'S OFFICE
	FOR THE YEAR	ENDING:	12/31/18	3		
	UTILITY; THAT AND CORRECT	I HAVE CAR STATEMENT I RESPECT 1	EFULLY EXA FOF BUSINES O EACH AND	AMINED THE SAMI SS AND AFFAIRS O DEVERY MATTER	E, AND DECLARE THE F SAID UTILITY FOR T	PERS AND RECORDS OF SAID SAME TO BE A COMPLETE THE PERIOD COVERED BY H, TO THE BEST OF MY
Sworn Statement:	STATUTES, IT IS	S HEREIN RE	PORTED THA	AT THE GROSS OPI		10-401, ARIZONA REVISED 7 SAID UTILITY DERIVED EAR WAS:
				Arizona Intrastate (The amount in the billed or collected)	Gross Operating Revenues \$76,438 oox above includes \$4,418 in sales ta	• , ,
					Dan	- R
				_	signature	of owner/official
					520)-623-5172
					tel	ephone no.
				D AND SWORN TO THE COUNTY	BEFORE ME A NOTAR	Y PUBLIC PIM A
			THIS		DAY OF	(county name) Yure 2019 (month) and (year)
			MY COMMIS	SSION EXPIRES	C/s/ (date	// 9
		Pin Bo	ary Public State on na County nnie Lou O'Con Commission Expires imission Number 55	nor 01/09/2023	(signature	of notary public)
	₹.	~~~~	$\sim\sim$	~~~~		Page 15

Clear Springs Utility Company, Inc.
Annual Report
Verification and Sworn Statement (Residential Revenue)
12/31/18

	Verification and Swo	rn Statement (Residential Revenue)	
Verification:			RECEIVED
State of	Arizona	I, the undersigned of the	LILOLIVED
	(state name)	-	
			MAY 01 2019
	of (county name):	Pima	MAI OT SIIIA
Name (d	wner or official) title:	Bonnie O'Connor, Manager	
Compar	y name: Clear Spr	ings Utility Company, Inc Sculler	ARIZONA CORP COMMISSION
			UTILITIES DIVISION - DIRECTOR'S OFFICE

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

FOR THE YEAR ENDING: 12/31/18

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 (\$)

\$74,828
(The amount in the box above includes
\$4,298 in sales taxes
billed or collected)

signature of owner/official

520-623-5172
telephone no.

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

(county name

Notary Public State of Arizona Pima County Paul Juhl My Commission Expires 05/27/2019

THIS

30+n

DAY OF

(month) and (year)

MY COMMISSION EXPIRES

5/27/19 (date)

(signature of notary public)

Clear Springs Utility Company, Inc. Annual Report Verification and Sworn Statement 12/31/18

						I [PEOPLY
			Verifica	tion and Sworn Sta	tement		TEUZIVED
Verification:							
	State of	Arizo		I, the undersigned	of the	13.45	MIN OF STA
		(state na	ame)			W.	MAY 01 2019
	County of (co			Pima			
	•	or official) title:		Bonnie O'Connor,	, Manager	AR	ZONA CORP COMMISSION
	Company nar	ne:	Clear Spring	s Utility Company, 1	nc. – Cew	CV UINTIES	DIVISION - DIRECTOR'S OFFICE
	DO 0 4 11 77 1						
				PROPERTY TAX A	ND SALES TAX	K REPORT TO	O THE ARIZONA
	CORPORAT	ION COMMISSIO	N.		/		
	COD THE VI	EAR ENDING:	12/31/1	0			
	FOR THE TI	SAK ENDING.	12/31/1	.0			
	HAS BEEN I	PREPARED UNDE	ER MY DIRE	CTION, FROM TH	E ORIGINAL BO	OOKS, PAPE	RS AND RECORDS OF SAID
	UTILITY: TH	HAT I HAVE CAR	EFULLY EX	AMINED THE SAI	ME. AND DECL	ARE THE SA	ME TO BE A COMPLETE
							E PERIOD COVERED BY
							TO THE BEST OF MY
		GE, INFORMATIO					
		,					
Sworn Statement:							401, ARIZONA REVISED
							AID UTILITY DERIVED
	FROM ARIZ	ONA INTRASTAT	FE UTILITY	OPERATIONS DU	RING THE CAL	ENDAR YEA	AR WAS:
				Arizona Intrastat	a Grass Operation	a Daumuna A	nl (\$)
	Arizona intrastate			\$83,438		my (3)	
		/		(The amount in th			
	(The amount in the				in sales taxe	s	
				billed or collected			
					•	_	
		/			1	_	
							G (La -
						signature of	owner/official
							23-5172
						telepl	hone no.
			CUDCCDID	CD AND OWODNET	O DEPODE ME	ANOTABY	BUBLIO
				ED AND SWORN T R THE COUNTY	O BEFORE ME	ANOTARY	POBLICO,
		/	IN AND FO	K THE COUNTY			(assets some)
			THIS		30th	DAY OF	(county name)
	/		11113	-		_DAT OF	(month) and (year)
							(month) and (year)
			MY COMM	ISSION EXPIRES		5/27/1	9
5	Notary Pub	olic State of Arizona	}			(date)	
3	Pima Cou	inty -	ζ			, ,	
	Paul Juhl	sion Expires 05/27/2019	§		,		
5 000	My Collinis		3		10		
1914~V	Vyjevavi					(signature of	f notary public)
	18.71						

Company Name: Docket No.:	Clear Springs Utility Company, Inc. WS-01689A		
Name of System:	Clear Springs Utility Company, Inc.		
Wastewater Inventor	y Number (if applicable):		

	2018 Utility Shutoffs	/ Disconnects	
		Termination with	
Month	Termination without	Notice R14-2-	
	Notice R14-2-609.B	609.C	Other
January	0	5	0
February	0	3	0
March	0	2	0
April	0	5	0
May	0	5	0
June	0	4	0
July	0	7	0
August	0	3	0
September	0	5	0
October	0	3	0
November	0	3	0
December	0	2	0
Total	0	47	0

Other (description):	
	N/A