ANNUAL REPORT

Of

Company Name:

Rio Verde Utilities, Inc.

25609 Danny Lane

Mailing Address:

Rio Verde

ΑZ

85263

Docket No.:

WS-02156A

For the Year Ended:

12/31/18



ARIZONA CORP COMMISSION UTILITIES DIVISION – DIRECTOR'S OFFICE

WATER 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:

4/23/2019

ARIZONA CORPORATION COMMISSION WATER UTILITIY ANNUAL REPORT Rio Verde Utilities, Inc.

CIO	verue	Utilities, inc	•	
		A Class	C	Utility

1. For the Calendar Yea	r Ended: <u>12/31/18</u>				
2. Address:	25609 N Danny Lane Suite 1				
City:	Rio Verde	State:	Arizona	Zip Code:	85263
3. Telephone Number:	480-521-6168				
4. Date of Original Orga	nization of Utility:	2/25/1971]		
5. Person to whom corre	espondence should be addre	ssed concerning	this report:		
Name:	Jim Thomson				
Telephone No.:	480-521-6168				
Address:	25609 N Danny Lane Suite 1				
City:	Rio Verde	State:	Arizona	Zip Code:	85263
Email:	jthomson@epcor.com				
6. On-Site Manager:					
Name:	Michael Kleminski				
Telephone No.:	480-521-9112				
Address:	25609 N Danny Lane Suite 1				-
City:	Rio Verde	State:	Arizona	Zip Code:	85263
Email:	mkleminski@epcor.com				
7. Ownership:	"C" Corporation				
8. Counties Served:	Maricopa				Page 2

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Rio Verde Utilities, Inc. Annual Report Utility Plant in Service (Water) 12/31/18

		Utilit	y Plant in Service	(Water)			
Account	Description	Beginning Year	Current Year	Current Year	Adjusted Original	Accumulated	OCLD (OC less
No.	-	Original Cost	Additions	Retirements	Cost	Depreciation	AD)
301	Organization	\$1,380	\$0	\$0	\$1,380	\$0	\$1,380
302	Franchises	0	0	0	0	0	0
303	Land and Land Rights	186,074	50,000	0	236,074	0	236,074
304	Structures and Improvements	79,055	0	0	79,055	43,211	35,844
305	Collecting & Improving Reservoirs	0	0	0	0	0	0
306	Lake, River, Canal Intakes	0	0	0	0	0	0
307	Wells and Springs	2,583,586	74,998	50,000	2,608,584	1,388,999	1,219,585
308	Infiltration Galleries	0	0	0	0	0	0
309	Supply Mains	0	0	0	0	0	0
310	Power Generation Equipment	141,871	6,668	0	148,539	41,434	107,105
311	Pumping Equipment	1,682,313	8,633	0	1,690,946	893,030	797,916
320	Water Treatment Equipment	0	0	0	0	0	0
320.1	Water Treatment Plants	0	0	0	0	0	0
320.2	Solution Chemical Feeders	35,641	13,475	0	49,116	31,256	17,860
320.3	Point-of-Use Treatment Devices	0	0	0	0	0	0
330	Distribution Reservoirs and Standpipes	0	0	0	0	0	0
330.1	Storage Tanks	476,274	0	0	476,274	199,554	276,720
330.2	Pressure Tanks	0	0	0	0	0	0
331	Transmission and Distribution Mains	5,261,054	4,720	2,500	5,263,274	2,426,211	2,837,063
333	Services	590,967	0	0	590,967	247,564	343,403
334	Meters and Meter Installations	292,680	119,396	0	412,076	132,604	279,472
335	Hydrants	663,267	0	0	663,267	272,541	390,726
336	Backflow Prevention Devices	0	0	0	0	0	0
339	Other Plant and Misc. Equipment	105,744	0	0	105,744	79,725	26,019
340	Office Furniture and Equipment	25,886	0	0	25,886	12,317	13,569
340.1	Computer & Software	0	0	0	0	0	0
341	Transportation Equipment	98,910	3,444	450	101,904	43,531	58,373
342	Stores Equipment	0	. 0	0	0	0	0
343	Tools, Shop and Garage Equipment	17,922	0	0	17,922	7,457	10,465
344	Laboratory Equipment	15,091	3,021	2,000	16,112	7,642	8,470
345	Power Operated Equipment	0	0	0	0	0	0
346	Communication Equipment	140,859	0	0	140,859	36,937	103,922
347	Miscellaneous Equipment	0	0	0	0	0	0
348	Other Tangible Plant	75,626	1,202	800	76,028	13,585	62,443
	Totals	\$12,474,200	\$285,557	\$55,750	\$12,704,007	\$5,877,599	\$6,826,409

Rio Verde Utilities, Inc. Annual Report Depreciation Expense for the Current Year (Water) 12/31/18

				e Current Year				
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
301	Organization	\$1,380	\$0	\$0	\$1,380	\$1,380	0.00%	\$0
302	Franchises	0	0	0	0	0	0.00%	(
303	Land and Land Rights	186,074	50,000	0	236,074	236,074	0.00%	(
304	Structures and Improvements	79,055	0	0	79,055	0	3.33%	2,633
305	Collecting & Improving Reservoirs	0	0	0	0	0	2.50%	0
306	Lake, River, Canal Intakes	0	0	0	0	0	2.50%	0
307	Wells and Springs	2,583,586	74,998	50,000	2,608,584	0	3.33%	86,450
308	Infiltration Galleries	0	0	0	0	0	6.67%	0
309	Supply Mains	0	0	0	0	0	2.00%	0
310	Power Generation Equipment	141,871	6,668	0	148,539	0	5.00%	7,260
311	Pumping Equipment	1,682,313	8,633	0	1,690,946	0	5.00%	84,331
320	Water Treatment Equipment	0	0	0	0	0	3.33%	0
320.1	Water Treatment Plants	0	0	0	0	0	3.33%	0
320.2	Solution Chemical Feeders	35,641	13,475	0	49,116	0	20.00%	8,476
320.3	Point-of-Use Treatment Devices	0	0	0	0	0	20.00%	0
330	Distribution Reservoirs and Standpipes	0	0	0	0	0	2.22%	0
330.1	Storage Tanks	476,274	0	0	476,274	0	2.22%	10,573
330.2	Pressure Tanks	0	0	0	0	0	5.00%	0
331	Transmission and Distribution Mains	5,261,054	4,720	2,500	5,263,274	0	2.00%	105,243
333	Services	590,967	0	0	590,967	0	3.33%	19,679
334	Meters and Meter Installations	292,680	119,396	0	412,076	0	6.64%	23,398
335	Hydrants	663,267	0	0	663,267	0	2.00%	13,265
336	Backflow Prevention Devices	0	0	0	0	0	6.67%	0
339	Other Plant and Misc. Equipment	105,744	0	0	105,744	0	6.67%	7,053
340	Office Furniture and Equipment	25,886	0	0	25,886	0	6.67%	1,727
340.1	Computer & Software	0	0	0	0	0	20.00%	0
341	Transportation Equipment	98,910	3,444	450	101,904	0	20.00%	20,081
342	Stores Equipment	0	0	0	0	0	4.00%	0
343	Tools, Shop and Garage Equipment	17,922	0	0	17,922	0	5.00%	896
344	Laboratory Equipment	15,091	3,021	2,000	16,112	0	10.00%	1,560
345	Power Operated Equipment	0	0	0	0	0	5.00%	0
346	Communication Equipment	140,859	0	0	140,859	0	10.00%	14,086
347	Miscellaneous Equipment	0	0	0	0	0	10.00%	0
348	Other Tangible Plant	75,626	1,202	800	76,028	0	10.00%	7,583
	Subtotal	\$12,474,200	\$285,557	\$55,750	\$12,704,007	\$237,454		\$414,295

 Contribution(s) in Aid of Construction (Gross)
 \$1,921,924

 Less: Non Amortizable Contribution(s)
 0

 Fully Amortized Contribution(s)
 77,500

 Amortizable Contribution(s)
 \$1,844,424

 Times: Proposed Amortization Rate
 3.32%

 Amortization of CIAC
 \$61,295

Less: Amortization of CIAC \$61,295

DEPRECIATION EXPENSE \$353,000

Rio Verde Utilities, Inc. Annual Report Balance Sheet Assets 12/31/18

	Balance Sheet Assets		
	Assets	Balance at Beginning of Year (2018)	Balance at End o Year (2018)
Account No.	Current and Accrued Assets		
131	Cash	\$434,820	\$949,263
134	Working Funds	0	0
135	Temporary Cash Investments	0	0
141	Customer Accounts Receivable	113,086	107,137
146	Notes Receivable from Associated Companies	0	0
151	Plant Material and Supplies	3,834	3,661
162	Prepayments	31,070	76,606
174	Miscellaneous Current and Accrued Assets	397,168	236,641
	Total Current and Accrued Assets	\$979,978	\$1,373,308
Account No.	Fixed Assets		
101	Utility Plant in Service*	\$12,474,200	\$12,704,007
103	Property Held for Future Use	0	0
105	Construction Work in Progress	32,172	7,330
108	Accumulated Depreciation (enter as negative)*	(5,518,605)	(5,877,599)
121	Non-Utility Property	0	0
122	Accumulated Depreciation - Non Utility	0	0
	Total Fixed Assets	\$6,987,767	\$6,833,739
	Total Assets	\$7,967,745	\$8,207,047

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 AR3 UPIS Page 3

Rio Verde Utilities, Inc. Annual Report Balance Sheet Liabilities and Owners Equity

	Balance Sheet Liabilities and Ov	The state of the s	<u>. </u>
	Liabilities	Balance at Beginning	Balance at End of
	Liabilities	of Year (2018)	Year (2018)
Account No.	Current Liabilities		
231	Accounts Payable	\$22,362	\$21,837
232	Notes Payable (Current Portion)	87,815	230,536
234	Notes Payable to Associated Companies	30,326	11,545
235	Customer Deposits	0	0
236	Accrued Taxes	10,714	49,490
237	Accrued Interest	1,439	1,084
242	Miscellaneous Current and Accrued Liabilities	28,209	19,015
	Total Current Liabilities	\$180,865	\$333,507
	Long Term Debt	1	
224	Long Term Debt (Notes and Bonds)	\$286,084	\$0
	Deferred Credits		
251	Unamortized Premium on Debt	\$0	
252	Advances in Aid of Construction	1,420,051	1,565,093
255	Accumulated Deferred Investment Tax Credits	0	0
271	Contributions in Aid of Construction	1,766,924	1,921,924
272	Less: Amortization of Contributions	(990,484)	(1,051,779
281	Accumulated Deferred Income Tax	603,293	579,554
	Total Deferred Credits	\$2,799,784	\$3,014,792
	Total Liabilites	\$3,266,733	\$3,348,299
	Capital Accounts		
201	Common Stock Issued	\$1,533,989	\$1,533,989
211	Other Paid-In Capital	0	0
215	Retained Earnings	3,167,023	3,324,759
218	Proprietary Capital (Sole Props and Partnerships)	0	0
	Total Capital	\$4,701,012	\$4,858,748
	Total Liabilities and Capital	\$7,967,745	\$8,207,047

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

	Water Comparative	Income Statement		
Account No.	Calendar Year	Current Year	Last Year	
		01/01/2018 - 12/31/2018	01/01/2017 - 12/31/2017	
	Operating Revenue			
461	Metered Water Revenue	\$1,844,627	\$1,731,253	
460	Unmetered Water Revenue		6,058	
462	Fire Protection Revenue	0	(
469	Guaranteed Revenues (Surcharges)	0	(
471	Miscellaneous Service Revenues	0	0	
474	Other Water Revenue	43,590	35,000	
	Total Revenues	\$1,888,217	\$1,772,311	
	Operating Expenses			
601	Salaries and Wages	\$266,483	\$289,556	
604	Employee Pensions and Benefits	0	(
610	Purchased Water	134,596	104,479	
615	Purchased Power	270,335	277,431	
618	Chemicals	8,564	11,017	
620	Materials and Supplies	9,786	7,470	
620.1	Repairs and Maintenance	76,822	108,369	
620.2	Office Supplies and Expense	14,409	14,872	
630	Contractual Services	8,210	5,851	
631	Contractual Services -Engineering	0	(
632	Contractual Services - Accounting	33,726	9,552	
633	Contractual Services - Legal	7,490	5,487	
634	Contractual Services - Management Fees	0	0,107	
635	Contractual Services - Water Testing	12,431	15,369	
636	Contractual Services - Other	0	0	
640	Rents	0	- 0	
641	Rental of Building/Real Property	24,000	24,000	
642	Rental of Equipment	4,852	4,493	
650	Transportation Expenses	14,064	13,527	
657	Insurance - General Liability	53,759	49,042	
657.1	Insurance - Health and Life	55,388	53,262	
665	Regulatory Commission Expense - Rate	26,728	8,914	
670	Bad Debt Expense	631	171	
675	Miscellaneous Expense	27,140	12,475	
403	Depreciation Expense (From Schedule AR4)	353,000	343,210	
408	Taxes Other Than Income	35,637	44,119	
408.11	Property Taxes	43,265	41,875	
409	Income Taxes	134,948	101,096	
427.1	Customer Security Deposit Interest	0	0	
127.1	Total Operating Expenses	\$1,616,264	\$1,545,637	
	Operating Income / (Loss)	\$271,953	\$226,674	
	Other Income / (Expense)			
419	Interest and Dividend Income	\$365	\$382	
421	Non-Utility Income	0	0	
426	Miscellaneous Non-Utility (Expense)	0	(874	
	Interest (Expense)	(14,580)	(15,095	
74/	Total Other Income / (Expense)	(\$14,215)	(\$15,587	
	Net Income / (Loss)	\$257,738	\$211,087	

Rio Verde Utilities, Inc. Annual Report Full time equivalent employees 12/31/18

Full time equivalent employees

	Direct Company	Outside service	Total
President	1.0	0.0	1.0
Vice-president	0.0	0.0	0.0
Manager	1.0	0.0	1.0
Engineering Staff	0.0	0.0	0.0
System Operator(s)	3.0	0.0	3.0
Meter reader	1.0	0.0	1.0
Customer Service	0.0	0.0	0.0
Accounting	0.0	0.0	0.0
Business Office	0.0	0.0	0.0
Rates Department	0.0	0.0	0.0
Administrative Staff	1.0	0.0	1.0
Other	1.0	0.0	1.0
Total	8.0	0.0	8.0

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.

Rio Verde Utilities, 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	12/5/2001	None	None	None					
Source of Loan	CoBank	None	None	None					
ACC Decision No.	1/31/2074	None	None	None					
Reason for Loan	Plant Expanstion	None	None	None					
Dollar Amt. Issued	1/16/8662	None	None	None					
Amount Outstanding	3/8/2531	None	None	None					
Date of Maturity	12/21/2021	None	None	None					
Interest Rate	Variable	None	None	None					
Current Year Interest	36,018	None	None	None					
Current Year Principal	172,730	None	None	None					

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

			We	l and Water Usage					
Name of the System:		RIO VERDE UTIL	ITIES, INC.						
ADEQ Public Water Sys	stem Number:		AZ0407121						
ADWR PCC Number:			91-000235.0000						
Well registry 55# (55-			Casing Depth	Casing Diameter	Pump Motor		Meter Size	How	
XXXXXX):	Pump Horsepower	Pump Yield (gpm)	(feet)	(inches)	Type **	Year Drilled	(inches)	measured;	Active
55-606073	25	310	145	12	turbine	1962	6	Metered	YES
55-606071	75	700	697	20-16	turbine	1971	6	Metered	YES
55-561190	200	1,000	1,050	18	turbine	1997	12	Metered	YES
55-506808	10	110	117	16-12	turbine	1984	3	Metered	YES
55-510881	200	950	1,075	16	turbine	1986	8	Metered	YES
55-511320	40	380	665	16	turbine	1986	6	Metered	YES
55-519287	200	500	950	16	turbine	1987	8 & 6	Metered	YES
55-561226	400	2,000	1,160	16	turbine	1997	12	Metered	YES
55-578746	20	510	200	12	turbine	2000	6	Metered	YES
								J	
	İ				ĺ				
							·		1
Name of system water de	elivered to:								
ADWR PCC Number:			#N/A						
Source of water delivere	d to another system								
Name of system water re	ceived from:								
ADWR PCC Number:			#N/A						
Source of water received	Ī	CAP							
Well registry 55# (55-XX	XXXXX):								

	1		ı	Water received		ı	I
							l
			Water delivered	(purchased) from	Estimated		
	Water withdrawn	Water sold (acre	(sold) to other	other systems (acre	authorized use	Purchased Power	Purchased
Month	(acre ft)1	ft) ²	systems (acre ft)3	ft) ⁴	(acre ft)5	Expense ⁶	Power (kWh)7
January	133	139	0	0	0	\$14,860	148,392
February	150	135	0	0	0	14,000	131,402
March	213	188	0	0	0	17,851	189,548
April	312	281	0	0	0	23,829	230,308
May	381	331	0	0	0	30,244	288,805
June	374	347	0	0	0	38,459	324,020
July	411	360	0	0	0	35,440	303,318
August	299	273	0	0	0	27,562	249,755
September	364	330	0	0	0	27,569	256,007
October	222	205	0	0	0	20,681	207,135
November	190	185	0	0	0	15,250	154,401
December	131	101	0	0	0	10,071	106,789
Totals	3,180	2,873	0	0	0	\$275,815	2,589,880

If applicable, in the space below please provide a description for all un-metered water use along with amounts:	-

- 1 Water withdrawn Total acre feet of water withdrawn from pumped sources.
 2 Water sold Total acre feet from customer meters, and other sales such as construction water.
 3 Water delivered (sold) to other systems Total acre feet of water delivered to other systems.
 4 Water received (purchased) from other systems Total acre feet of water purchased/received from other systems.
 5 Estimated authorized use Total estimated acre feet from authorized metered or unmetered use. Authorized uses such as flushing (mains, services and hydrants) draining/cleaning tanks, process, construction, fire fighting, etc. Non-authorized use (real losses) are service line breaks and leaks, water main breaks, meter inaccuracies and theft.
 6 Enter the total purchased power costs for the power meters associated with this system.
 7 Enter the total purchased kWh used by the power meters associated with this system.

Rio Verde Utilities, Inc. Annual Report Water Utility Plant Description 12/31/18

Water Utility Plant Description				
Name of the System: RIO VERDE UTILITIES, INC.				
ADEQ Public Water System Number:	AZ0407121			
ADWR PCC Number:	91-000235.0000			

MAINS			
Sizes (inches)	Material	Length (feet)	
2.00	PVC	1,585	
3.00	PVC	6,186	
4.00	PVC	57,343	
NA	NA	(
6.00	PVC	71,748	
8.00	PVC	125,880	
NA	NA		
12.00	PVC	23,476	
8.00	Ductile Iron	1084/2908	
10.00	Transite	700	
12.00	Ductile Iron	3841/170	
16.00	Ductile Iron	1,844	
6.00	Ductile Iron	53	

CUSTOMER METERS				
Size (inches) Quantity				
0.75	380			
1	1,462			
1.5	18			
2	8			
6	1			
6+	7			

SERVICE LINES	5
Material	Percent of system
Black poly	20%
Copper	80%

BOOSTER PUMPS					
Horsepower	GPM	Quantity			
30	300	2			
50	500	1			
300	1,850	2			
100	1,000	2			

FIRE HYDRANTS				
Type Quantity				
Standard *	305			
Other	0			

STORAGE TANKS				
Capacity (gallons)	Material	Quantity		
300,000	steel	1		
740,000	steel	1		

PRESSURE/BLADDER TANKS						
Capacity (gallons) Material Quantity						
500	steel	1				

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.

^{*} A standard fire hydrant has two 2.5 inch hose connection nozzles with 7.5 threads per inch, and one 4.5 inch pumper connection nozzle with 4 threads per inch.

Annual Report
Water Utility Plant Description (Continued)
12/31/18

	Water Utility Plant Description (Continued)				
For the following	three items, list the utility owned assets in each category for each system.				
TREATMENT EQUIPMENT:	Hypochlorinators @Wells 1 & 2				
STRUCTURES:	Lab/Office 2 Wastewater Treatemnt Plant, Fenced Areas @ storage tanks and wells, walled areas @ wells 1,5,6,8				
OTHER:	150 KW Generator 2 300,000 storage tank, 75 KW Generator @ well 2, 150 KW Generator @ Vista Verde Booster Pump, Neslon Booster Pump 460 KW generator				

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.

Rio Verde Utilities, Inc. Annual Report Customer and Other Information 12/31/18

Customer and Other Information				
Name of the System: RIO VERDE UTILITIES, INC.				
ADEQ Public Water System Number:		AZ0407121		
ADWR PCC Number:		91-000235.0000		

	Number of Customers						
Month	Single-Family	Multi-Family	Commercial	Turf/Irrigation	Residential		
January	1,570	398	7	10	0		
February	1,587	398	8	10	0		
March	1,606	398	7	10	0		
April	1,624	398	6	10	0		
May	1,631	398	8	10	0		
June	1,638	398	8	10	0		
July	1,641	398	9	10	0		
August	1,664	398	9	10	0		
September	1,685	398	8	10	0		
October	1,691	398	9	10	0		
November	1,702	398	9	10	0		
December	1,719	398	9	10	0		

If the system has fire hydrants, what is the fire flow requirements?	1,000 GPM for 2 hrs.
Does the system have chlorination treatment?	Yes
Does the Company have an ADWR Gallons Per Capita Per Day (GCPCF If yes, provide the GPCPD amount: 1,156	PD) requirement? Yes
Is the Water Utility located in an ADWR Active Management Area (AM If yes, which AMA?	A)? Yes Phoenix AMA

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.

Rio Verde Utilities, Inc. Annual Report Property Taxes 12/31/18

Property Taxes	
Amount of actual property taxes paid during Calendar Year 2018 was	\$43,265
If no property taxes paid, explain why.	
N/A	

Rio Verde Utilities, Inc. Annual Report Verification and Sworn Statement (Taxes) 12/31/18

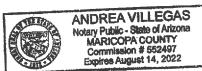
4			Verification	and Sworn Statemer	nt (Taxes)		ECEIVED.
Verification:	State of	Arizona (sta	ate name)	I, the undersigned o	of the		APR 15 2019
	County of (co Name (owner Company nam	or official) titl	e: Rio Verde Utilit	Maricopa Jim Thomson, Presi ies, Inc.	dent at 12/31/20	UTILITIES DI	ON CORP COMMISSION VISION - DIRECTOR'S OFFICE
	DO SAY THA		UAL UTILITY PI	ROPERTY TAX AND	SALES TAX	REPORT TO TH	HE ARIZONA CORPORATION
	FOR THE YE	AR ENDING:		12/31/18			
	UTILITY; TH CORRECT ST REPORT IN I	AT I HAVE C	AREFULLY EXA OF BUSINESS AN EACH AND EVE	AMINED THE SAME ND AFFAIRS OF SAII	, AND DECLA D UTILITY FO	RE THE SAME R THE PERIOD	AND RECORDS OF SAID TO BE A COMPLETE AND COVERED BY THIS BEST OF MY KNOWLEDGE,
	¥.						
Sworn Statement:	I HEREBY A	TTEST THAT	ALL PROPERTY	TAXES FOR SAID	COMPANY AF	RE CURRENT A	AND PAID IN FULL.
	I HEREBY A	TTEST THAT	ALL SALES TAX	XES FOR SAID COM	PANY ARE CU	URRENT AND	PAID IN FULL.
				Au		The	
					signatu	re of owner/offi	cial
						180-521-6168 telephone no.	
			SUBSCRIBED A	AND SWORN TO BE	FORE ME A N	OTARY PUBLI	Maricopa
A A	NDREA VILLEGA		THIS	15th		DAY OF	(country name) ADM 2019 (month) and (year)
	ptary Public - State MARICOPA CO Commission # 5 Expires August 14	UNTY 52497	MY COMMISSI	ON EXPIRES		8/14/32 (date)	_
	ŧ			_		(signature of r	Office (1997)

Rio Verde Utilities, Inc. Annual Report Verification and Sworn Statement 12/31/18

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L			v erificati	on and Sworn Sta	ttement		The Print of	VCU_
Verification:	State of	Ariza (state n		I, the undersigned	d of the		APR 15	2019
	County of (co Name (owner Company name	ounty name): r or official) title:	Rio Verde Uti	Maricopa Jim Thomson, Pro	esident at 12/31/2	018 UTILIT	ARCONA CORP CONTES DIVISION - DIREC	"MISSION CTOR'S 077
	Company na	no,	Ido Veide ed	11103, 1110.				ON S OFFICE
		IAT THIS ANNUA TON COMMISSIC		OPERTY TAX A	AND SALES TAX	K REPORT TO	O THE ARIZONA	A
	FOR THE Y	EAR ENDING:	12/31/18					
	UTILITY; TI AND CORRI REPORT IN	PREPARED UNDI HAT I HAVE CAR ECT STATEMENT RESPECT TO EA GE, INFORMATIO	REFULLY EXA I' OF BUSINES CH AND EVE	MINED THE SAI SS AND AFFAIRS RY MATTER AN	ME, AND DECL. S OF SAID UTILI	ARE THE SA	AME TO BE A CO E PERIOD COVE	OMPLETE ERED BY THIS
		81						
	STATUTES,	OANCE WITH THE IT IS HEREIN RE ONA INTRASTA	PORTED THA	T THE GROSS O	PERATING REV	VENUE OF S	AID UTILITY DI	LEVISED ERIVED
	,				te Gross Operating \$2,004,430]	mly (\$)	
				(The amount in the billed or collected		ides]in sales taxe	S	2
					1-	- /h	1/	
				•		signature of	owner/official	
					V	480-5	21-6168	
				•			hone no.	
				AND SWORN T THE COUNTY	O BEFORE ME	_	PUBLIC DDA	
A No	NDREA VILI	of Arizona OUNTY	THIS)):	th	DAY OF	(month)	and (year)
	Commission # 5 Expires August 1	52497	MY COMMIS	SION EXPIRES	al	(date)	2	
	Sf.			•		AM (signature of	f notary public)	= 5
					,	loignaime of	. Hotary public)	MIR

Rio Verde Utilities, Inc. Annual Report

Perification and Sworn Statemen	t (Residential Revenue)			▶
2/31/18				REOF
	Verification and Sw	orn Statement (Residentia	al Revenue)	12 / 12 / 12 / 12 / 12 / 12 / 12 / 12 /
Verification: State of	Arizona (state name)	I, the undersigned of t		APR 15 2019
County of (co Name (owner Company name	or official) title:	Maricopa Jim Thomson, Preside de Utilities, Inc.	บา <u>น</u> nt at 12/31/2018	ARIZONA CURP COMMISSION - DIRECTOR'S OFF
	AT THIS ANNUAL UTILI ION COMMISSION.	TY PROPERTY TAX AN	D SALES TAX REPOR	RT TO THE ARIZONA
FOR THE Y	EAR ENDING: 12/31	/18		
OF SAID UT A COMPLET PERIOD CO	PREPARED UNDER MY I ILITY; THAT I HAVE CA E AND CORRECT STATI VERED BY THIS REPORT THE BEST OF MY KNOW	REFULLY EXAMINED T EMENT OF BUSINESS A I IN RESPECT TO EACH	THE SAME, AND DEC ND AFFAIRS OF SAII AND EVERY MATTI	LARE THE SAME TO BE UTILITY FOR THE
UTILITY DE	ANCE WITH THE REQUI ATUTES, IT IS HEREIN I RIVED FROM ARIZONA AL CUSTOMERS DURING	REPORTED THAT THE C INTRASTATE UTILITY	ROSS OPERATING R OPERATIONS RECEI	EVENUE OF SAID
	Arizona Intrastate Gross ((The amount in the box	19,530	-6168
		IBED AND SWORN TO E FOR THE COUNTY	May	RY PUBLIC County name)
ANDREA VILLEG	THIS	- 11th	DAY OF	April 2019 (month) and (year)
Notary Public - State of A MARICOPA COUNT	izona MY COM	IMISSION EXPIRES	8/14/18	2



(date) (signature of notary public)