

**ANNUAL REPORT**

Of

Company Name:   
525 Boynton Canyon Rd.

Mailing Address: Sedona AZ  
86336

Docket No.: W-02510A  
For the Year Ended:

**RECEIVED  
BY EMAIL**  
5/26/2020 12:0 PM  
ARIZONA CORPORATION COMMISSION  
UTILITIES DIVISION

**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:   
Application Date:

ARIZONA CORPORATION COMMISSION  
 WATER UTILITY ANNUAL REPORT  
 Boynton Canyon Enchantment Homeowners Association  
 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:

**On-Site Manager**

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

**Owner**

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

**Regulatory and Management Contact**

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

**NA**

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

Ownership:

Counties Served:

<b>Important changes during the year</b>
--

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.
	NA

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.
	NA

Utility Plant in Service (Water)							
Account No.	Description	Beginning Year Original Cost	Current Year Additions	Current Year Retirements	Adjusted Original Cost	Accumulated Depreciation	OCLD (OC less AD)
301	Organization	\$0	\$0	\$0	\$0	\$0	\$0
302	Franchises	0	0	0	0	0	0
303	Land and Land Rights	0	0	0	0	0	0
304	Structures and Improvements	0	0	0	0	0	0
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	96,969	0	0	96,969	83,587	13,382
308	Infiltration Galleries	0	0	0	0	0	0
309	Supply Mains	0	0	0	0	0	0
310	Power Generation Equipment	0	0	0	0	0	0
311	Pumping Equipment	56,399	0	0	56,399	56,399	0
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	0	0	0	0	0	0
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	0	0	0	0	0	0
330.2	Pressure Tanks	0	0	0	0	0	0
331	Transmission and Distribution Mains	114,173	0	0	114,173	114,173	0
333	Services	0	0	0	0	0	0
334	Meters and Meter Installations	0	0	0	0	0	0
335	Hydrants	4,844	0	0	4,844	4,844	0
336	Backflow Prevention Devices	0	0	0	0	0	0
339	Other Plant and Misc. Equipment	0	0	0	0	0	0
340	Office Furniture and Equipment	0	0	0	0	0	0
340.1	Computer & Software	0	0	0	0	0	0
341	Transportation Equipment	0	0	0	0	0	0
342	Stores Equipment	0	0	0	0	0	0
343	Tools, Shop and Garage Equipment	0	0	0	0	0	0
344	Laboratory Equipment	0	0	0	0	0	0
345	Power Operated Equipment	0	0	0	0	0	0
346	Communication Equipment	0	0	0	0	0	0
347	Miscellaneous Equipment	0	0	0	0	0	0
348	Other Tangible Plant	0	0	0	0	0	0
	<b>Totals</b>	<b>\$272,385</b>	<b>\$0</b>	<b>\$0</b>	<b>\$272,385</b>	<b>\$259,003</b>	<b>\$13,382</b>

Boynton Canyon Enchantment Homeowners Association  
Annual Report  
Depreciation Expense for the Current Year (Water)  
12/31/19

Depreciation Expense for the Current Year (Water)									
Account No.	Description	Beginning Year Original Cost	Current Year Additions	Current Year Retirements	Adjusted Original Cost	Fully Depreciated/Non-depreciable Plant	Depreciable Plant	Depreciation Percentages	Depreciation Expense
301	Organization	\$0	\$0	\$0	\$0	\$0	\$0	0.00%	\$0
302	Franchises	0	0	0	0	0	0	0.00%	0
303	Land and Land Rights	0	0	0	0	0	0	0.00%	0
304	Structures and Improvements	0	0	0	0	0	0	0.00%	0
305	Collecting & Improving Reservoirs	0	0	0	0	0	0	0.00%	0
306	Lake, River, Canal Intakes	0	0	0	0	0	0	0.00%	0
307	Wells and Springs	96,969	0	0	96,969	83,587	13,382	18.02%	2,411
308	Infiltration Galleries	0	0	0	0	0	0	0.00%	0
309	Supply Mains	0	0	0	0	0	0	0.00%	0
310	Power Generation Equipment	0	0	0	0	0	0	0.00%	0
311	Pumping Equipment	56,399	0	0	56,399	0	56,399	0.00%	0
320	Water Treatment Equipment	0	0	0	0	0	0	0.00%	0
320.1	Water Treatment Plants	0	0	0	0	0	0	0.00%	0
320.2	Solution Chemical Feeders	0	0	0	0	0	0	0.00%	0
320.3	Point-of-Use Treatment Devices	0	0	0	0	0	0	0.00%	0
330	Distribution Reservoirs and Standpipes	0	0	0	0	0	0	0.00%	0
330.1	Storage Tanks	0	0	0	0	0	0	0.00%	0
330.2	Pressure Tanks	0	0	0	0	0	0	0.00%	0
331	Transmission and Distribution Mains	114,173	0	0	114,173	0	114,173	0.00%	0
333	Services	0	0	0	0	0	0	0.00%	0
334	Meters and Meter Installations	0	0	0	0	0	0	0.00%	0
335	Hydrants	4,844	0	0	4,844	0	4,844	0.00%	0
336	Backflow Prevention Devices	0	0	0	0	0	0	0.00%	0
339	Other Plant and Misc. Equipment	0	0	0	0	0	0	0.00%	0
340	Office Furniture and Equipment	0	0	0	0	0	0	0.00%	0
340.1	Computer & Software	0	0	0	0	0	0	0.00%	0
341	Transportation Equipment	0	0	0	0	0	0	0.00%	0
342	Stores Equipment	0	0	0	0	0	0	0.00%	0
343	Tools, Shop and Garage Equipment	0	0	0	0	0	0	0.00%	0
344	Laboratory Equipment	0	0	0	0	0	0	0.00%	0
345	Power Operated Equipment	0	0	0	0	0	0	0.00%	0
346	Communication Equipment	0	0	0	0	0	0	0.00%	0
347	Miscellaneous Equipment	0	0	0	0	0	0	0.00%	0
348	Other Tangible Plant	0	0	0	0	0	0	0.00%	0
	<b>Subtotal</b>	\$272,385	\$0	\$0	\$272,385	\$83,587	\$188,798		\$2,411

Contribution(s) in Aid of Construction (Gross) \$0  
Less: Non Amortizable Contribution(s) 0  
Fully Amortized Contribution(s) 0  
Amortizable Contribution(s) \$0  
Times: Proposed Amortization Rate 1.28%  
**Amortization of CIAC** \$0

Less: Amortization of CIAC

**DEPRECIATION EXPENSE**

Boynton Canyon Enchantment Homeowners Association  
Annual Report  
Balance Sheet Assets  
12/31/19

<b>Balance Sheet Assets</b>				
	<b>Assets</b>		Balance at Beginning of Year (2019)	Balance at End of Year (2019)
<b>Account No.</b>	<b>Current and Accrued Assets</b>			
131	Cash		\$139,843	\$103,381
134	Working Funds		0	0
135	Temporary Cash Investments		0	0
141	Customer Accounts Receivable		8,789	10,250
146	Notes Receivable from Associated Companies		0	0
151	Plant Material and Supplies		0	0
162	Prepayments		0	0
174	Miscellaneous Current and Accrued Assets		701	701
	<b>Total Current and Accrued Assets</b>		<b>\$149,333</b>	<b>\$114,332</b>
<b>Account No.</b>	<b>Fixed Assets</b>			
101	Utility Plant in Service*		\$272,385	\$272,385
103	Property Held for Future Use		0	0
105	Construction Work in Progress		0	0
108	Accumulated Depreciation ( <b>enter as negative</b> )*		(256,592)	(259,003)
121	Non-Utility Property		0	0
122	Accumulated Depreciation - Non Utility		0	0
	<b>Total Fixed Assets</b>		<b>\$15,793</b>	<b>\$13,382</b>
	<b>Total Assets</b>		<b>\$165,126</b>	<b>\$127,714</b>

\*Note these items feed automatically from AR3 UPIS Page 4

Boynton Canyon Enchantment Homeowners Association  
Annual Report  
Balance Sheet Liabilities and Owners Equity

<b>Balance Sheet Liabilities and Owners Equity</b>				
	<b>Liabilities</b>		Balance at Beginning of Year (2019)	Balance at End of Year (2019)
<b>Account No.</b>	<b>Current Liabilities</b>			
231	Accounts Payable		\$1,994	\$2,652
232	Notes Payable (Current Portion)		0	0
234	Notes Payable to Associated Companies		6,464	2,187
235	Customer Deposits		0	0
236	Accrued Taxes		658	625
237	Accrued Interest		0	0
242	Miscellaneous Current and Accrued Liabilities		0	0
	<b>Total Current Liabilities</b>		<b>\$9,116</b>	<b>\$5,464</b>
	<b>Long Term Debt</b>			
224	Long Term Debt (Notes and Bonds)		\$246,281	\$199,877
	<b>Deferred Credits</b>			
251	Unamortized Premium on Debt		\$0	\$0
252	Advances in Aid of Construction		0	0
255	Accumulated Deferred Investment Tax Credits		0	0
271	Contributions in Aid of Construction		0	0
272	Less: Amortization of Contributions		0	0
281	Accumulated Deferred Income Tax		0	0
	<b>Total Deferred Credits</b>		<b>\$0</b>	<b>\$0</b>
	<b>Total Liabilities</b>		<b>\$255,397</b>	<b>\$205,341</b>
	<b>Capital Accounts</b>			
201	Common Stock Issued		\$0	\$0
211	Other Paid-In Capital		42,860	42,860
215	Retained Earnings		(133,130)	(120,487)
218	Proprietary Capital (Sole Props and Partnerships)		0	0
	<b>Total Capital</b>		<b>(\$90,270)</b>	<b>(\$77,627)</b>
	<b>Total Liabilities and Capital</b>		<b>\$165,127</b>	<b>\$127,714</b>

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

Boynton Canyon Enchantment Homeowners Association  
Annual Report  
Water Comparative Income Statement  
12/31/19

<b>Water Comparative Income Statement</b>			
Account No.	Calendar Year	Current Year 01/01/2019 - 12/31/2019	Last Year 01/01/2018 - 12/31/2018
	<b>Operating Revenue</b>		
461	Metered Water Revenue	\$146,207	\$185,788
460	Unmetered Water Revenue	72,033	71
462	Fire Protection Revenue	0	0
469	Guaranteed Revenues (Surcharges)	0	0
471	Miscellaneous Service Revenues	0	0
474	Other Water Revenue	0	0
	<b>Total Revenues</b>	<b>\$218,240</b>	<b>\$185,859</b>
	<b>Operating Expenses</b>		
601	Salaries and Wages	\$20,771	\$15,189
604	Employee Pensions and Benefits	0	0
610	Purchased Water	0	0
615	Purchased Power	1,575	1,888
618	Chemicals	0	0
620	Materials and Supplies	45,454	276,933
620.1	Repairs and Maintenance	23,021	51,987
620.2	Office Supplies and Expense	995	1,424
630	Contractual Services	17,165	12,609
631	Contractual Services - Engineering	0	0
632	Contractual Services - Accounting	1,625	4,063
633	Contractual Services - Legal	0	0
634	Contractual Services - Management Fees	681	1,702
635	Contractual Services - Water Testing	1,829	398
636	Contractual Services - Other	0	0
640	Rents	0	0
641	Rental of Building/Real Property	0	0
642	Rental of Equipment	0	0
650	Transportation Expenses	1,882	2,496
657	Insurance - General Liability	2,664	6,767
657.1	Insurance - Health and Life	0	0
665	Regulatory Commission Expense - Rate	0	0
670	Bad Debt Expense	0	0
675	Miscellaneous Expense	0	399
403	Depreciation Expense (From Schedule AR4)	2,411	2,412
408	Taxes Other Than Income	0	0
408.11	Property Taxes	0	0
409	Income Taxes	0	0
427.1	Customer Security Deposit Interest	0	0
	<b>Total Operating Expenses</b>	<b>\$120,074</b>	<b>\$378,267</b>
	<b>Operating Income / (Loss)</b>	<b>\$98,166</b>	<b>(\$192,408)</b>
	<b>Other Income / (Expense)</b>		
419	Interest and Dividend Income	\$49	\$27
421	Non-Utility Income	0	0
426	Miscellaneous Non-Utility (Expense)	(71,951)	(46,420)
427	Interest (Expense)	(13,623)	(4,214)
	<b>Total Other Income / (Expense)</b>	<b>(\$85,525)</b>	<b>(\$50,607)</b>
	<b>Net Income / (Loss)</b>	<b>\$12,641</b>	<b>(\$243,015)</b>



Boynton Canyon Enchantment Homeowners Association  
 Annual Report  
 Full time equivalent employees  
 12/31/19

**Full time equivalent employees**

	Direct Company	Allocated	Outside service	Total
President	0.0	0.0	0.0	0.0
Vice-president	0.0	0.0	0.0	0.0
Manager	0.0	0.0	0.0	0.0
Engineering Staff	0.5	0.0	0.0	0.5
System Operator(s)	0.0	0.0	0.0	0.0
Meter reader	0.0	0.0	0.0	0.0
Customer Service	0.0	0.0	0.0	0.0
Accounting	0.1	0.0	0.0	0.1
Business Office	0.0	0.0	0.0	0.0
Rates Department	0.0	0.0	0.0	0.0
Administrative Staff	0.0	0.0	0.0	0.0
Other	0.0	0.0	0.0	0.0
<b>Total</b>	0.6	0.0	0.0	0.6

Boynton Canyon Enchantment Homeowners Association  
 Annual Report  
 Supplemental Financial Data (Long-Term Debt)  
 12/31/19

<b>Supplemental Financial Data (Long-Term Debt)</b>				
	Loan #1	Loan #2	Loan #3	Loan #4
Date Issued	10/18/2018	1/0/1900	1/0/1900	1/0/1900
Source of Loan	Crestmark Vendor	0	0	0
ACC Decision No.	0	0	0	0
Reason for Loan	Back Up Well	0	0	0
Dollar Amt. Issued	\$258,408	\$0	\$0	\$0
Amount Outstanding	\$199,877	\$0	\$0	\$0
Date of Maturity	11/1/2023	1/0/1900	1/0/1900	1/0/1900
Interest Rate	6.05%	0.00%	0.00%	0.00%
Current Year Interest	\$13,626	\$0	\$0	\$0
Current Year Principal	\$46,403	\$0	\$0	\$0

Meter Deposit Balance at Test Year End:	\$0
---	-----

Meter Deposits Refunded During the Test Year:	\$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 not be listed. Input 0 or none if there is nothing to report for that cell.**

Well and Water Usage												
Name of the System:		ENCHANTMENT RESORT										
ADEQ Public Water System Number:		AZ0413125										
ADWR PCC Number:		0										
Well registry 55# (55-XXXXXX):	Pump Horsepower	Pump Yield (gpm)	Casing Depth (feet)	Casing Diameter (inches)	Pump Motor Type **	Year Drilled	Water level 2010	Water level 2019	Meter Size (inches)	How measured:	Active	
55-545341	30	75-80 gpm	1060'	8"	Submersible	1994	N/A	N/A	2"	Estimated	Yes	
55-600175	10	30-40 gpm	852'	6"	Submersible	1984	N/A	N/A	2"	Estimated	Yes	
N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	
N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	

Name of system water delivered to:	NA
ADWR PCC Number:	#N/A
Source of water delivered to another system	NA
Name of system water received from:	NA
ADWR PCC Number:	#N/A
Source of water received	NA
Well registry 55# (55-XXXXXX):	NA

Month	Water withdrawn (gallons) <sup>1</sup>	Water sold (gallons) <sup>2</sup>	Water delivered (sold) to other systems (gallons) <sup>3</sup>	Water received (purchased) from other systems (gallons) <sup>4</sup>	Estimated authorized use (gallons) <sup>5</sup>	Purchased Power Expense <sup>6</sup>	Purchased Power (kWh) <sup>7</sup>
January	1,600,960.00	1,600,960.00	n/a	0.00	0.00	\$290	1,807
February	1,571,110.00	1,571,100.00	n/a	0.00	0.00	236	1,502
March	1,598,875.00	1,598,875.00	n/a	0.00	0.00	244	1,681
April	2,121,602.00	2,121,602.00	n/a	0.00	0.00	96	439
May	1,807,329.00	1,807,329.00	n/a	0.00	0.00	68	186
June	1,821,142.00	1,821,142.00	n/a	0.00	0.00	58	150
July	2,378,189.00	2,378,189.00	n/a	428.30	428.30	67	178
August	1,531,020.00	1,531,020.00	n/a	8.10	8.10	62	175
September	2,064,133.00	2,064,133.00	n/a	0.00	0.00	65	178
October	2,070,097.00	2,070,097.00	n/a	0.00	0.00	73	188
November	1,596,007.00	1,596,007.00	n/a	0.00	0.00	64	216
December	1,178,126.00	1,178,126.00	n/a	0.00	0.00	252	1,709
<b>Totals</b>	<b>21,338,590.00</b>	<b>21,338,580.00</b>	<b>0.00</b>	<b>436.40</b>	<b>436.40</b>	<b>\$1,575</b>	<b>8,409</b>

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

1 Water withdrawn - Total gallons of water withdrawn from pumped sources.  
 2 Water sold - Total gallons from customer meters, and other sales such as construction water.  
 3 Water delivered (sold) to other systems - Total gallons of water delivered to other systems.  
 4 Water received (purchased) from other systems - Total gallons of water purchased/received from other systems.  
 5 Estimated authorized use - Total estimated gallons 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.

Water Utility Plant Description			
Name of the System:		ENCHANTMENT RESORT	
ADEQ Public Water System Number:		AZ0413125	
ADWR PCC Number:		0	

MAINS		
Sizes (inches)	Material	Length (feet)
2.00	PVC 40	575
3.00	PVC 40	1,635
6.00	AC/PVC	7,966
8.00	AC/PVC	1,816
NA	NA	0
NA	NA	0
NA	NA	0
NA	NA	0
NA	NA	0
NA	NA	0
NA	NA	0
NA	NA	0
NA	NA	0
NA	NA	0
NA	NA	0
NA	NA	0

CUSTOMER METERS			
Size (inches)	Quantity	Percent over 1,00,000 gallons	Percent over 10 years old
5/8 X 3/4	79	53%	8%
1	6	83%	0%
1.5	15	69%	0%
Compound 2	2	50%	50%
Compound 3	2	100%	100%
NA	0	0%	0%
NA	0	0%	0%
NA	0	0%	0%
NA	0	0%	0%
NA	0	0%	0%
NA	0	0%	0%
NA	0	0%	0%
NA	0	0%	0%
NA	0	0%	0%
NA	0	0%	0%
NA	0	0%	0%
NA	0	0%	0%
NA	0	0%	0%
NA	0	0%	0%
NA	0	0%	0%

SERVICE LINES		
Material	Percent of system	Year installed
PVC	100%	na
PVC	0%	0
PVC	0%	0
PVC	0%	0
PEX	0%	0

BOOSTER PUMPS		
Horsepower	GPM	Quantity
0	0	0
0	0	0
0	0	0
0	0	0

FIRE HYDRANTS	
Type	Quantity
Standard *	15
Other	1

STORAGE TANKS			
Capacity (gallons)	Material	Quantity	Year installed
100,000	Steel	1	1982
100,000	Steel	1	1985
None	NA	NA	NA
None	NA	NA	NA
None	NA	NA	NA
None	NA	NA	NA

PRESSURE/BLADDER TANKS			
Capacity (gallons)	Material	Quantity	Year installed
None	NA	NA	NA
None	NA	NA	NA
None	NA	NA	NA
None	NA	NA	NA
None	NA	NA	NA
None	NA	NA	NA

\* 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.

<b>Water Utility Plant Description (Continued)</b>
--

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

<b>TREATMENT EQUIPMENT:</b>	None
-----------------------------	------

<b>STRUCTURES:</b>	None
--------------------	------

<b>OTHER:</b>	None
---------------	------

**Provide a calculation used to determine the value of one water 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
- (b) If no historical flow data are available, use:  
 $ERC = ( \text{Total SFR gallons sold (Omit 000)} / 365 \text{ days} / 350 \text{ gallons per day} )$

ERC	437
Method used:	(a)

Customer and Other Information	
Name of the System:	ENCHANTMENT RESORT
ADEQ Public Water System Number:	AZ0413125
ADWR PCC Number:	0

Month	Number of Customers				
	Single-Family	Multi-Family	Commercial	Turf/Irrigation	Other Non-Residential
January	13	0	91	0	0
February	13	0	91	0	0
March	13	0	91	0	0
April	13	0	91	0	0
May	13	0	91	0	0
June	13	0	91	0	0
July	13	0	91	0	0
August	13	0	91	0	0
September	13	0	91	0	0
October	13	0	91	0	0
November	13	0	91	0	0
December	13	0	91	0	0

If the system has fire hydrants, what is the fire flow requirements?  GPM for  hrs.

Does the system have chlorination treatment?

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?   
 If yes, provide the GPCPD amount:

Is the Water Utility located in an ADWR Active Management Area (AMA)?   
 If yes, which AMA?

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.  
 A Back up enhancement well has been completed in January 2020. A Trail House facility will be completed in June/July 2020. An expansion to a the spa facility will start sometime in 2021. And the potential of about 15 residences that can be built on with no current plans submitted at this time.

\* an ERC is based on the calculation on the bottom of AR9 page 12.

Boynton Canyon Enchantment Homeowners Association  
 Annual Report  
 Utility Shutoffs / Disconnects  
 12/31/19

Utility Shutoffs / Disconnects	
Name of the System:	ENCHANTMENT RESORT
ADEQ Public Water System Number:	AZ0413125
ADWR PCC Number:	0

Month	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	Other
January	0	0	0
February	0	0	0
March	0	0	0
April	0	0	0
May	0	0	0
June	0	0	0
July	0	0	0
August	0	0	0
September	0	0	0
October	0	0	0
November	0	0	0
December	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>

**Other (description):**

none

**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

\$0

If no property taxes paid, explain why.

All property taxes are paid by the Boynton Canyon Enchantment HOA because the water company is not its own entity. The Association holds a certificate of public convenience and necessity from the Arizona Corporation Commission authorizing it to operate as a Water Utility Company.

**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): Yavapai  
Name (owner or official) title: Dale Olsen, Secretary/Treasurer  
Company name: Boynton Canyon Enchantment Homeowners Association

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  
5/26/2020 12:0 PM  
ARIZONA CORPORATION COMMISSION  
UTILITIES DIVISION**

*Dale Olsen*

signature of owner/official

928-204-6028

telephone no.

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

THIS

22<sup>nd</sup>

DAY OF

Yavapai

(county name)

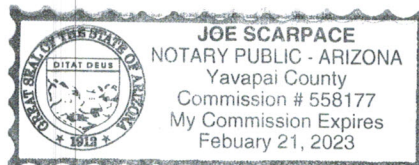
May 2020

(month) and (year)

MY COMMISSION EXPIRES

2-21-2023

(date)



*Joe Scarpace*  
(signature of notary public)

**Verification and Sworn Statement**

**Verification:**

State of Arizona I, the undersigned of the  
(state name)  
County of (county name): Yavapai  
Name (owner or official) title: Dale Olsen, Secretary/Treasurer  
Company name: Boynton Canyon Enchantment Homeowners Association

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 (\$)  
\$146,207  
(The amount in the box above includes  
\$9,423 in sales taxes  
billed or collected)

**RECEIVED  
BY EMAIL**

5/26/2020 12:00 PM  
ARIZONA CORPORATION COMMISSION  
UTILITIES DIVISION

*Dale Olsen*

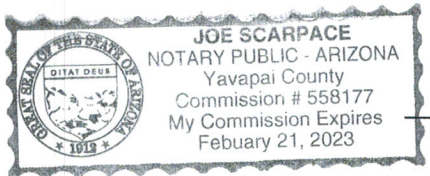
signature of owner/official

928-204-6028  
telephone no.

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

THIS 22<sup>nd</sup> DAY OF May 2020  
(month) and (year)

MY COMMISSION EXPIRES 2-21-2023  
(date)



*Joe Scarpace*  
(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): Yavapai  
Name (owner or official) title: Dale Olsen, Secretary/Treasurer  
Company name: Boynton Canyon Enchantment Homeowners Association

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 (\$)

\$11,933  
(The amount in the box above includes  
\$771 in sales taxes  
billed or collected)

**RECEIVED  
BY EMAIL**

5/26/2020 12:0 PM  
ARIZONA CORPORATION COMMISSION  
UTILITIES DIVISION

*Dale Olsen*

signature of owner/official

928-204-6028  
telephone no.

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

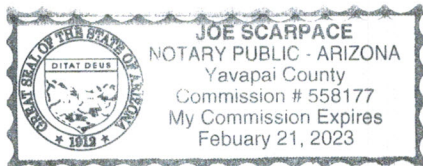
Yavapai  
(county name)

THIS

22<sup>nd</sup> DAY OF May 2020  
(month) and (year)

MY COMMISSION EXPIRES

2-21-2023  
(date)



*Joe Scarpace*  
(signature of notary public)