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UTILITIES DIVISION

2020 APR 20 A 8:57

**ANNUAL REPORT**

ARIZONA CORPORATION  
COMMISSION

Of

Company Name: William F. Lesko DBA Heckethorn Water Company  
4400 E. Button Lane

Mailing Address: Flagstaff AZ  
86005

Docket No.: W-03782A  
For the Year Ended: 12/31/19

**WATER UTILITY**

To

Arizona Corporation Commission

**Due on April 15th**

Email: [rdelafuente@azcc.gov](mailto: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: 2/4/2020

William F. Lesko DBA Heckethorn Water Company  
Annual Report  
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Test Year: 12/31/19

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General Instructions: For each schedule, 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. This table of contents is intended to assist with the completeness of the Annual Report, and will not become part of the Annual Report that will be published on the Commission's website.

**Note 1:** the Pages highlighted in grey require input to properly complete the annual report. The other pages are linked and therefore automatically populate.

ARIZONA CORPORATION COMMISSION  
WATER UTILITY ANNUAL REPORT  
William F. Lesko DBA Heckethorn Water Company  
A Class ☐ Utility

For the Calendar Year Ended: 12/31/19

Primary Address: 4400 E. BUXTON LANE  
City: FLAGSTAFF State: ARIZONA Zip Code: 86005

Telephone Number: (928) 213-1778

Date of Original Organization of Utility: UNKNOWN

Person to whom correspondence should be addressed concerning this report:

Name: WILLIAM F. LESKO  
Telephone No.: (928) 779-0543 OR (928) 380-8745  
Address: 5210 E. DAPHNE LANE  
City: FLAGSTAFF State: ARIZONA Zip Code: 86005  
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: SOLE OWNERSHIP

Counties Served: COCONINO

ARIZONA CORPORATION COMMISSION  
WATER UTILITY ANNUAL REPORT  
William F. Lesko DBA Heckethorn Water Company

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

<input type="checkbox"/>	For those companies not subject to the affiliated interest rules, has there been a change in ownership or direct control during the year?
--------------------------	---

<input type="checkbox"/>	If yes, please provide specific details in the box below.
--------------------------	---

<input type="checkbox"/>	
--------------------------	--

<input type="checkbox"/>	Has the company been notified by any other regulatory authorities during the year, that they are out of compliance?
--------------------------	---

<input type="checkbox"/>	If yes, please provide specific details in the box below.
--------------------------	---

<input type="checkbox"/>	
--------------------------	--

William F. Lesko DBA Heckethorn Water Company  
Annual Report  
Utility Plant in Service (Water)  
12/31/19

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
302	Franchises				0		0
303	Land and Land Rights	9000			0		8000 0
304	Structures and Improvements	4259			0	1812	2447 0
305	Collecting & Improving Reservoirs				0		0
306	Lake, River, Canal Intakes				0		0
307	Wells and Springs	6976			0	4502	2474 0
308	Infiltration Galleries				0		0
309	Supply Mains				0		0
310	Power Generation Equipment				0		0
311	Pumping Equipment	13913			0	5810	13023 0
320	Water Treatment Equipment				0		0
320.1	Water Treatment Plants				0		0
320.2	Solution Chemical Feeders				0		0
320.3	Point-of-Use Treatment Devices				0		0
330	Distribution Reservoirs and Standpipes				0		0
330.1	Storage Tanks	32298			0	10169	22129 0
330.2	Pressure Tanks	9507			0	4546	4961 0
331	Transmission and Distribution Mains	1130			0	761	419 0
333	Services	886			0	740	146 0
334	Meters and Meter Installations				0		0
335	Hydrants				0		0
336	Backflow Prevention Devices				0		0
339	Other Plant and Misc. Equipment				0		0
340	Office Furniture and Equipment				0		0
340.1	Computer & Software				0		0
341	Transportation Equipment				0		0
342	Stores Equipment				0		0
343	Tools, Shop and Garage Equipment				0		0
344	Laboratory Equipment				0		0
345	Power Operated Equipment	2443			0	2443	0 0
346	Communication Equipment				0		0
347	Miscellaneous Equipment				0		0
348	Other Tangible Plant				0		0
	Totals	84462 \$0	\$0	\$0	\$0	30783 \$0	53679 \$0

William F. Lesko DBA Heckethorn Water Company  
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
302	Franchises	0	0	0	0		0		0
303	Land and Land Rights	8000	0	0	0	8000	0		0
304	Structures and Improvements	4259	0	0	0		0	2.47	105
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	6976	0	0	0		0	2.97	207
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	19913	0	0	0		0	5.05	955
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	32298	0	0	0		0	1.90	581
330.2	Pressure Tanks	9507	0	0	0		0	2.30	209
331	Transmission and Distribution Mains	1180	0	0	0		0	2.96	35
333	Services	886	0	0	0		0	3.82	34
334	Meters and Meter Installations	0	0	0	0		0		0
335	Hydrants	0	0	0	0		0		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	2443	0	0	0	2443	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>Subtotal</b>	<b>84403</b>	<b>\$0</b>	<b>\$0</b>	<b>\$0</b>	<b>10443</b>	<b>\$0</b>		<b>2126</b>

Contribution(s) in Aid of Construction (Gross)  
Less: Non Amortizable Contribution(s)  
Fully Amortized Contribution(s)  
Amortizable Contribution(s)  
Times: Proposed Amortization Rate  
Amortization of CIAC

\$0

Less: Amortization of CIAC

DEPRECIATION EXPENSE **2126**



William F. Lesko DBA Heckethorn 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		68739	70021	
134	Working Funds				
135	Temporary Cash Investments				
141	Customer Accounts Receivable				
146	Notes Receivable from Associated Companies				
151	Plant Material and Supplies				
162	Prepayments				
174	Miscellaneous Current and Accrued Assets				
	<b>Total Current and Accrued Assets</b>		68739	\$0	70021 \$0
Account No.	Fixed Assets				
101	Utility Plant in Service*		84462	\$0	84462 \$0
103	Property Held for Future Use				
105	Construction Work in Progress				
108	Accumulated Depreciation (enter as negative)*		-28657	-30783	0
121	Non-Utility Property				
122	Accumulated Depreciation - Non Utility				
	<b>Total Fixed Assets</b>		55805	\$0	53679 \$0
	<b>Total Assets</b>		124544	\$0	123700 \$0

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

William F. Lesko DBA Heckethorn 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				
232	Notes Payable (Current Portion)				
234	Notes Payable to Associated Companies				
235	Customer Deposits		165	165	
236	Accrued Taxes				
237	Accrued Interest				
242	Miscellaneous Current and Accrued Liabilities				
	<b>Total Current Liabilities</b>		165	\$0	165 \$0
	Long Term Debt				
224	Long Term Debt (Notes and Bonds)				
	Deferred Credits				
251	Unamortized Premium on Debt				
252	Advances in Aid of Construction				
255	Accumulated Deferred Investment Tax Credits				
271	Contributions in Aid of Construction				
272	Less: Amortization of Contributions				
281	Accumulated Deferred Income Tax				
	<b>Total Deferred Credits</b>			\$0	\$0
	<b>Total Liabilities</b>		165	\$0	165 \$0
	Capital Accounts				
201	Common Stock Issued				
211	Other Paid-In Capital				
215	Retained Earnings				
218	Proprietary Capital (Sole Props and Partnerships)		124379	123535	
	<b>Total Capital</b>			\$0	\$0
	<b>Total Liabilities and Capital</b>		124544	\$0	123700 \$0

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



William F. Lesko DBA Heckethorn Water Company  
Annual Report  
Water Comparative Income Statement  
12/31/19

Water Comparative Income Statement					
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	25751		26486	
460	Unmetered Water Revenue				
462	Fire Protection Revenue				
469	Guaranteed Revenues (Surcharges)				
471	Miscellaneous Service Revenues				
474	Other Water Revenue				
	<b>Total Revenues</b>	25751	\$0	26486	\$0
	<b>Operating Expenses</b>				
601	Salaries and Wages	700		552	
604	Employee Pensions and Benefits				
610	Purchased Water				
615	Purchased Power	6313		6724	
618	Chemicals				
620	Materials and Supplies				
620.1	Repairs and Maintenance	6001		3409	
620.2	Office Supplies and Expense	4706		4265	
630	Contractual Services				
631	Contractual Services - Engineering				
632	Contractual Services - Accounting				
633	Contractual Services - Legal				
634	Contractual Services - Management Fees				
635	Contractual Services - Water Testing	642		906	
636	Contractual Services - Other	415		306	
640	Rents				
641	Rental of Building/Real Property				
642	Rental of Equipment				
650	Transportation Expenses				
657	Insurance - General Liability	2684		2683	
657.1	Insurance - Health and Life				
665	Regulatory Commission Expense - Rate				
670	Bad Debt Expense				
675	Miscellaneous Expense	791		798	
403	Depreciation Expense (From Schedule AR4)	2126		2126	
408	Taxes Other Than Income	1766		1427	
408.11	Property Taxes	616		643	
409	Income Taxes				
427.1	Customer Security Deposit Interest				
	<b>Total Operating Expenses</b>	26760	\$0	23839	\$0
	<b>Operating Income / (Loss)</b>	<1009>	\$0	2647	\$0
	<b>Other Income / (Expense)</b>				
419	Interest and Dividend Income				
421	Non-Utility Income				
426	Miscellaneous Non-Utility (Expense)				
427	Interest (Expense)				
	<b>Total Other Income / (Expense)</b>		\$0		\$0
	<b>Net Income / (Loss)</b>	<1009>	\$0	2647	\$0

William F. Lesko DBA Heckethorn Water Company  
Annual Report  
Full time equivalent employees  
12/31/19

**Full time equivalent employees**

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

William F. Lesko DBA Heckethorn Water Company  
Annual Report  
Supplemental Financial Data (Long-Term Debt)  
12/31/19

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

Meter Deposit Balance at Test Year End:

Meter Deposits Refunded During the Test Year:

*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

[illegible]

Name of system water delivered to:	
ADWR PCC Number:	
Source of water delivered to another system	

Name of system water received from:	
ADWR PCC Number:	
Source of water received	
Well registry 55# (55-XXXXXX):	

Month	Water withdrawn (gallons)1	Water sold (gallons)2	Water delivered (sold) to other systems (gallons)3	Water received (purchased) from other systems (gallons)4	Estimated authorized use (gallons)5	Purchased Power Expense <sup>6</sup>	Purchased Power (kWh) <sup>7</sup>
January							
February							
March							
April							
May							
June							
July							
August							
September							
October							
November							
December							
<b>Totals</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>\$0</b>	<b>0</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: HECKETHORN WATER COMPANY

10

ADEQ Public Water System Number:

ADWR PCC Number:

[illegible][illegible]

SERVICE LINES		
Material	Percent of system	Year installed

BOOSTER PUMPS		
Horsepower	GPM	Quantity
10		2

FIRE HYDRANTS	
Type	Quantity
Standard *	N/A
Other	

STORAGE TANKS			
Capacity (gallons)	Material	Quantity	Year installed
6,000		/	
10,000		/	
40,000		/	

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

\* 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.

Water Utility Plant Description (Continued)

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

TREATMENT EQUIPMENT:	N/A
STRUCTURES:	BOOSTER STATION - CONTAINS 6K <sub>g</sub> TANK, 500g PRESSURE TANK WELL HEAD TWO STORAGE TANKS (FENCED IN) 10,000 AND 40,000 TANK
OTHER:	DITCH WITCH TRENCHER VARIOUS HAND TOOLS

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

Method used:



Customer and Other Information	
Name of the System: <u>HECKETHORN</u>	0
ADEQ Public Water System Number: <span style="border: 1px solid black; display: inline-block; width: 150px; height: 1.2em; vertical-align: middle;"></span>	
ADWR PCC Number: <span style="border: 1px solid black; display: inline-block; width: 150px; height: 1.2em; vertical-align: middle;"></span>	

Month	Number of Customers				
	Single-Family	Multi-Family	Commercial	Turf/Irrigation	Other Non-Residential
January	45		4		
February	/		/		
March					
April		/		/	/
May					
June					
July					
August					
September					
October					
November					
December	↓		↓		

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

Does the system have chlorination treatment? NO

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement? NO  
If yes, provide the GPCPD amount: NO

Is the Water Utility located in an ADWR Active Management Area (AMA)? NO  
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.

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

William F. Lesko DBA Heckethorn Water Company  
Annual Report  
Utility Shutoffs / Disconnects  
12/31/19

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

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

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.

William F. Lesko DBA Heckethorn Water Company  
Annual Report  
Property Taxes  
12/31/19

Property Taxes	
Amount of actual property taxes paid during Calendar Year 2019 was	
If no property taxes paid, explain why.	
<b>Instructions:</b> 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):

COCONINO

Name (owner or official) title:

WILLIAM F. LESKO, OWNER

Company name:

William F. Lesko DBA Heckethorn 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:

RECEIVED  
UTILITIES DIVISION  
2020 APR 20 A 8:57  
ARIZONA CORPORATION  
COMMISSION

William Lesko

signature of owner/official

telephone no.

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

THIS

16th

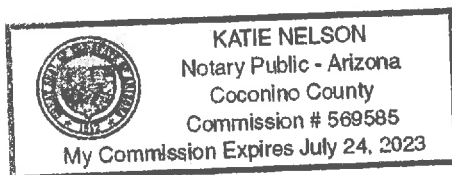
DAY OF

Coconino  
(county name)

March 2020  
(month) and (year)

MY COMMISSION EXPIRES

July 24, 2023  
(date)



K N

(signature of notary public)

Verification and Sworn Statement

Verification:

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

County of (county name):

COCONINO

Name (owner or official) title:

WILLIAM F. LESKO, OWNER

Company name:

William F. Lesko DBA Heckethorn 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 (\$)

24762

(The amount in the box above includes

1708

in sales taxes  
billed or collected)

William Lesko

signature of owner/official

0

telephone no.

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

COCONINO

(county name)

THIS

10th

DAY OF

March 2020

(month) and (year)

MY COMMISSION EXPIRES

July 24 2023  
(date)



KATIE NELSON  
Notary Public - Arizona  
Coconino County  
Commission # 569585  
Commission Expires July 24, 2023

Katie Nelson

(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):

0 COCONINO

Name (owner or official) title:

0 WILLIAM F. LESKO, OWNER

Company name:

William F. Lesko DBA Heckethorn 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 (\$)

24,762

(The amount in the box above includes

1,708

in sales taxes  
billed or collected)

RECEIVED  
UTILITIES DIVISION  
2020 APR 20 A 8:57  
ARIZONA CORPORATION  
COMMISSION

William F. Lesko

signature of owner/official

0

telephone no.

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

Coconino

(county name)

THIS

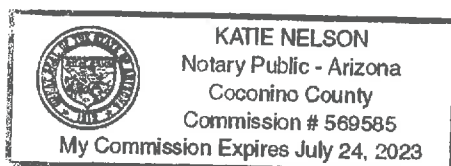
16<sup>th</sup>

DAY OF

March 2020  
(month) and (year)

MY COMMISSION EXPIRES

July 24 2023  
(date)



[Signature]

(signature of notary public)



William F. Lesko DBA Heckethorn Water Company  
Annual Report  
for Income Tax Statement of Certification  
12/31/19

**for Income Tax Statement of Certification**

**Verification:**

State of 0 I, the undersigned of the  
(state name)

County of (county name):

0 COCONINO

Name (owner or official) title:

0 WILLIAM F. LESKO, OWNER

Company name:

William F. Lesko DBA Heckethorn 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 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.

William Lesko  
signature of owner/official

0

telephone no.

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

Coconino

(county name)

THIS

16th

DAY OF

March 2020

(month) and (year)

MY COMMISSION EXPIRES

July 24, 2023  
(date)

[Signature]

(signature of notary public)

RECEIVED  
UTILITIES DIVISION  
2020 APR 20 A 8:51  
ARIZONA CORPORATION  
COMMISSION



KATIE NELSON  
Notary Public - Arizona  
Coconino County  
Commission # 569585  
My Commission Expires July 24, 2023