

ANNUAL REPORT

Of

Company Name: **Management Systems, LLC dba Jake's Corner Water System**
211 W. Saddle Lane

Mailing Address: Payson AZ
85541

Docket No.: W-20935A
For the Year Ended: 12/31/19

**RECEIVED
BY EMAIL**

5/13/2020, 01:51 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: Original Filing
Application Date: 5/13/2020

ARIZONA CORPORATION COMMISSION
WATER UTILITY ANNUAL REPORT
Management Systems, LLC dba Jake's Corner Water System
A Class ☒ Utility

For the Calendar Year Ended: 12/31/19

Primary Address:

PO BOX 2389
City: PRESCOTT State: Arizona Zip Code: 86301

Telephone Number:

928-445-5606

Date of Original Organization of Utility:

--

Person to whom correspondence should be addressed concerning this report:

Name:

CHERYL IBBOTSON

Telephone No. :

928-445-5606

Address:

302 W. WILLIS STREET, SUITE 203
City: PRESCOTT State: Arizona Zip Code: 86301

Email:

jakescornerwater@gmail.com

Name:

MICHAEL ARMSTEAD

Telephone No. :

928-951-4000

Address:

211 SADDLE DRIVE
City: 211 SADDLE DRIVE State: Arizona Zip Code: 86301

Email:

ymcpayson@msn.com

Name:

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Telephone No. :

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Address:

City: State: Zip Code:

Email:

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Name:

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Telephone No. :

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Address:

City: State: Zip Code:

Email:

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Name:

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Telephone No. :

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Address:

City: State: Zip Code:

Email:

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Ownership:

Limited Liability Company ("LLC")

Counties Served:

Gila

ARIZONA CORPORATION COMMISSION
WATER UTILITY ANNUAL REPORT
Management Systems, LLC dba Jake's Corner Water System

Important changes during the year
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<table border="1"><tr><td></td><td>For those companies not subject to the affiliated interest rules, has there been a change in ownership or direct control during the year?</td></tr></table>		For those companies not subject to the affiliated interest rules, has there been a change in ownership or direct control during the year?
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Management Systems, LLC dba Jake's Corner Water System
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	\$3,600			\$3,600	\$3,600	\$0
302	Franchises	0			0		0
303	Land and Land Rights	0			0		0
304	Structures and Improvements	0			0		0
305	Collecting & Improving Reservoirs	0			0		0
306	Lake, River, Canal Intakes	0			0		0
307	Wells and Springs	15,000			15,000	15,000	0
308	Infiltration Galleries	5,000			5,000	5,000	0
309	Supply Mains	0			0		0
310	Power Generation Equipment	0			0		0
311	Pumping Equipment	0			0		0
320	Water Treatment Equipment	0			0		0
320.1	Water Treatment Plants	1,187			1,187	120	1,067
320.2	Solution Chemical Feeders	0			0		0
320.3	Point-of-Use Treatment Devices	0			0		0
330	Distribution Reservoirs and Standpipes	0			0		0
330.1	Storage Tanks	0			0		0
330.2	Pressure Tanks	300			300	117	184
331	Transmission and Distribution Mains	0			0		0
333	Services	0			0		0
334	Meters and Meter Installations	0			0		0
335	Hydrants	0			0		0
336	Backflow Prevention Devices	0			0		0
339	Other Plant and Misc. Equipment	0			0		0
340	Office Furniture and Equipment	0			0		0
340.1	Computer & Software	0			0		0
341	Transportation Equipment	0			0		0
342	Stores Equipment	0			0		0
343	Tools, Shop and Garage Equipment	0			0		0
344	Laboratory Equipment	0			0		0
345	Power Operated Equipment	0			0		0
346	Communication Equipment	0			0		0
347	Miscellaneous Equipment	0			0		0
348	Other Tangible Plant	0			0		0
	Totals	\$25,087	\$0	\$0	\$25,087	\$23,837	\$1,251

Management Systems, LLC dba Jake's Corner Water System
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	\$3,600	\$0	\$0	\$3,600		\$3,600		\$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	15,000	0	0	15,000		15,000		0
308	Infiltration Galleries	5,000	0	0	5,000		5,000		0
309	Supply Mains	0	0	0	0		0		0
310	Power Generation Equipment	0	0	0	0		0		0
311	Pumping Equipment	0	0	0	0		0		0
320	Water Treatment Equipment	0	0	0	0		0		0
320.1	Water Treatment Plants	1,187	0	0	1,187		1,187		40
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	300	0	0	300		300		38
331	Transmission and Distribution Mains	0	0	0	0		0		0
333	Services	0	0	0	0		0		0
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	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
	Subtotal	\$25,087	\$0	\$0	\$25,087	\$0	\$25,087		\$78

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
0.31%
\$0

Less: Amortization of CIAC **\$0**

DEPRECIATION EXPENSE \$78

Management Systems, LLC dba Jake's Corner Water System
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		\$0	\$0
134	Working Funds			0
135	Temporary Cash Investments			0
141	Customer Accounts Receivable		1,046	683
146	Notes Receivable from Associated Companies			
151	Plant Material and Supplies			
162	Prepayments			
174	Miscellaneous Current and Accrued Assets			
	Total Current and Accrued Assets		\$1,046	\$683
Account No.	Fixed Assets			
101	Utility Plant in Service*		\$25,087	\$25,087
103	Property Held for Future Use			
105	Construction Work in Progress			
108	Accumulated Depreciation (enter as negative)*		(23,759)	(23,837)
121	Non-Utility Property			
122	Accumulated Depreciation - Non Utility			
	Total Fixed Assets		\$1,328	\$1,250
	Total Assets		\$2,374	\$1,933

*Note these items feed automatically from AR3 UPIS Page 4

Management Systems, LLC dba Jake's Corner Water System
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		\$0	\$0
232	Notes Payable (Current Portion)			
234	Notes Payable to Associated Companies			3,155
235	Customer Deposits		246	322
236	Accrued Taxes			
237	Accrued Interest			
242	Miscellaneous Current and Accrued Liabilities		36,038	
	Total Current Liabilities		\$36,284	\$3,477
	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			
	Total Deferred Credits		\$0	\$0
	Total Liabilities		\$36,284	\$3,477
	Capital Accounts			
201	Common Stock Issued			
211	Other Paid-In Capital			
215	Retained Earnings		(33,910)	(5,410)
218	Proprietary Capital (Sole Props and Partnerships)			
	Total Capital		(\$33,910)	(\$5,410)
	Total Liabilities and Capital		\$2,374	(\$1,933)

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

Management Systems, LLC dba Jake's Corner Water System
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
	Operating Revenue		
461	Metered Water Revenue	\$5,488	\$4,790
460	Unmetered Water Revenue	0	0
462	Fire Protection Revenue	0	0
469	Guaranteed Revenues (Surcharges)	3,087	3,805
471	Miscellaneous Service Revenues	23	0
474	Other Water Revenue	105	130
	Total Revenues	\$8,704	\$8,725
	Operating Expenses		
601	Salaries and Wages		
604	Employee Pensions and Benefits		
610	Purchased Water		940
615	Purchased Power	879	
618	Chemicals		
620	Materials and Supplies	8	24
620.1	Repairs and Maintenance	1,943	
620.2	Office Supplies and Expense	320	528
630	Contractual Services		
631	Contractual Services - Engineering		
632	Contractual Services - Accounting	895	1,106
633	Contractual Services - Legal		
634	Contractual Services - Management Fees	6,000	6,000
635	Contractual Services - Water Testing	1,173	2,732
636	Contractual Services - Other	2,521	2,327
640	Rents		
641	Rental of Building/Real Property		
642	Rental of Equipment		
650	Transportation Expenses	151	587
657	Insurance - General Liability	320	541
657.1	Insurance - Health and Life		
665	Regulatory Commission Expense - Rate	3,000	
670	Bad Debt Expense		
675	Miscellaneous Expense	107	
403	Depreciation Expense (From Schedule AR4)	78	55
408	Taxes Other Than Income		
408.11	Property Taxes	308	2,506
409	Income Taxes		
427.1	Customer Security Deposit Interest	3	
	Total Operating Expenses	\$17,706	\$17,345
	Operating Income / (Loss)	(\$9,002)	(\$8,619)
	Other Income / (Expense)		\$3
419	Interest and Dividend Income		
421	Non-Utility Income	4	
426	Miscellaneous Non-Utility (Expense)		
427	Interest (Expense)	(3)	(3)
	Total Other Income / (Expense)	\$1	\$0
	Net Income / (Loss)	(\$9,001)	(\$8,619)

Management Systems, LLC dba Jake's Corner Water System
 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			1.0	1.0
Engineering Staff				0.0
System Operator(s)			1.0	1.0
Meter reader			1.0	1.0
Customer Service			2.0	2.0
Accounting			1.0	1.0
Business Office				0.0
Rates Department				0.0
Administrative Staff				0.0
Other				0.0
Total	0.0	0.0	6.0	6.0

Management Systems, LLC dba Jake's Corner Water System
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	N/A	N/A	N/A	N/A
Source of Loan	N/A	N/A	N/A	N/A
ACC Decision No.	N/A	N/A	N/A	N/A
Reason for Loan	N/A	N/A	N/A	N/A
Dollar Amt. Issued	N/A	N/A	N/A	N/A
Amount Outstanding	N/A	N/A	N/A	N/A
Date of Maturity	N/A	N/A	N/A	N/A
Interest Rate	N/A	N/A	N/A	N/A
Current Year Interest	N/A	N/A	N/A	N/A
Current Year Principal	N/A	N/A	N/A	N/A

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

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 Expense6	Purchased Power (kWh)7
January	89,190	85,282	0.00	0.00	0.00	\$57	
February	69,184	63,472	0.00	0.00	0.00	68	
March	62,050	55,902	0.00	0.00	0.00	55	
April	76,310	72,282	0.00	0.00	0.00	51	
May	180,557	167,182	0.00	0.00	0.00	75	
June	99,950	89,342	0.00	0.00	0.00	64	
July	166,580	146,012	0.00	0.00	0.00	74	
August	191,840	169,890	0.00	0.00	0.00	96	
September	138,310	129,262	0.00	0.00	0.00	77	
October	101,498	93,980	0.00	0.00	0.00	72	
November	102,634	95,920	0.00	0.00	0.00	69	
December	99,608	97,655	0.00	0.00	0.00	63	
Totals	1,377,711	1,266,181	0.00	0.00	0.00	\$821	0

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:	JAKES CORNER WATER SYSTEM
---------------------	---------------------------

ADEQ Public Water System Number:	AZ0404029
----------------------------------	-----------

ADWR PCC Number:	91-000832.0000
------------------	----------------

[illegible][illegible]

SERVICE LINES		
Material	Percent of system	Year installed

BOOSTER PUMPS		
Horsepower	GPM	Quantity
NONE		

FIRE HYDRANTS	
Type	Quantity
Standard *	0
Other	0

STORAGE TANKS			
Capacity (gallons)	Material	Quantity	Year installed

PRESSURE/BLADDER TANKS			
Capacity (gallons)	Material	Quantity	Year installed
5,000		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:	N/A
OTHER:	Underground system has no maps and main line and services are unknown - will need exploratory excavating and a mapping to provide this data

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:

$$\text{ERC} = (\text{Total SFR gallons sold (Omit 000)} / 365 \text{ days} / 350 \text{ gallons per day})$$

ERC

Method used:

Customer and Other Information	
Name of the System:	JAKES CORNER WATER SYSTEM
ADEQ Public Water System Number:	AZ0404029
ADWR PCC Number:	91-000832.0000

Month	Number of Customers				Other Non-Residential
	Single-Family	Multi-Family	Commercial	Turf/Irrigation	
January	9				
February	19				
March	20				
April	20				
May	20				
June	20				
July	20				
August	20				
September	20				
October	20				
November	19				
December	19				

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:

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.

Management Systems, LLC dba Jake's Corner Water System
Annual Report
Utility Shutoffs / Disconnects
12/31/19

Utility Shutoffs / Disconnects	
Name of the System:	JAKES CORNER WATER SYSTEM
ADEQ Public Water System Number:	AZ0404029
ADWR PCC Number:	91-000832.0000

Month	Termination without Notice R14-2-410.B	Termination with Notice R14-2- 410.C	Other
January		0	
February		0	
March		0	
April		0	
May		0	
June		1	
July		0	
August		0	
September		0	
October		0	
November		0	
December		0	
Total	0	1	0

Other (description):

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

Management Systems, LLC dba Jake's Corner Water System
Annual Report
Property Taxes
12/31/19

Property Taxes	
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Amount of actual property taxes paid during Calendar Year 2019 was
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\$308

If no property taxes paid, explain why.

The County will not accept any current property tax payments until all delinquent property taxes are paid in full. A separate savings account has been set up to begin making payment on delinquent taxes.
--

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: Michael Armstead
Company name: Management Systems, LLC dba Jake's Corner Water System

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
BY EMAIL

5/13/2020, 01:51 PM

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

Michael Armstead
signature of owner/official

928 951-4000

telephone no.

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

THIS

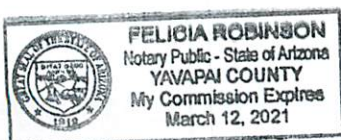
13th

DAY OF

Yavapai
(county name)
May 2020
(month) and (year)

MY COMMISSION EXPIRES

March 12, 2021
(date)



Felicia Robinson
(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: Michael Armstead

Company name: Management Systems, LLC dba Jake's Corner Water System

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 (\$)

\$9,063

(The amount in the box above includes

\$383 in sales taxes

billed or collected)

RECEIVED
BY EMAIL

5/13/2020, 01:51 PM

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

Michael Armstead
signature of owner/official

928-951-4000

telephone no.

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

THIS

13th

DAY OF

Yavapai
(county name)

May 2020
(month) and (year)

MY COMMISSION EXPIRES

March 12, 2021
(date)



Felicia Robinson
(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: Michael Armstead
Company name: Management Systems, LLC dba Jake's Corner Water System

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 (\$)

\$9,063
(The amount in the box above includes
\$383 in sales taxes
billed or collected)

RECEIVED
BY EMAIL

5/13/2020, 01:51 PM
ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

Michael Armstead
signature of owner/official

928 951 4000
telephone no.

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

Yavapai
(county name)

THIS

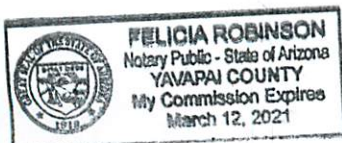
13th

DAY OF

May 2020
(month) and (year)

MY COMMISSION EXPIRES

March 12, 2021
(date)



Felicia Robinson
(signature of notary public)

Management Systems, LLC dba Jake's Corner Water System
Annual Report
Full Gross-up Method for Income Tax Statement of Certification
12/31/19

Full Gross-up Method for Income Tax Statement of Certification

Verification:

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

County of (county name): Yavapai
Name (owner or official) title: Michael Armstead
Company name: Management Systems, LLC dba Jake's Corner Water System

FOR THE YEAR ENDING: 12/31/19

Sworn Statement:

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

**RECEIVED
BY EMAIL**

5/13/2020, 01:51 PM
ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

Michael Armstead
signature of owner/official
928 9514000
telephone no.

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

Yavapai
(county name)

THIS

13th

DAY OF

May 2020
(month) and (year)

MY COMMISSION EXPIRES

March 12, 2021
(date)

Felicia Robinson
(signature of notary public)

