

ANNUAL REPORT

Of

Company Name: **Picacho Water Company**
9532 E. Riggs Rd.

Mailing Address: Sun Lakes AZ
85248

Docket No.: W-03528A
For the Year Ended: 12/31/19

**RECEIVED
BY EMAIL**

5/15/2020, 12:15 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: 5/5/2020

ARIZONA CORPORATION COMMISSION
WATER UTILITY ANNUAL REPORT
Picacho Water Company
A Class ☒ Utility

For the Calendar Year Ended: 12/31/19

Primary Address: 9532 E Riggs Road
City: Sun Lakes State: Arizona Zip Code: 85248

Telephone Number: 480-895-9200

Date of Original Organization of Utility: 1998

Person to whom correspondence should be addressed concerning this report:

Name: Brian Smith
Telephone No. : 480-895-9200
Address: 9532 E Riggs Road
City: Sun Lakes State: Arizona Zip Code: 85248
Email: Brian.Smith@Robosn.com

On-Site Manager
Name: Dave Voorhees
Telephone No. : 480-895-5009
Address: 24607 S Price Road
City: Sun Lakes State: Arizona Zip Code: 85248
Email: Dave.Voorhees@Robson.com

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

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

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

Ownership: "S" Corporation

Counties Served: Pinal

ARIZONA CORPORATION COMMISSION
WATER UTILITY ANNUAL REPORT
Picacho Water Company

Important changes during the year

No	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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If yes, please provide specific details in the box below.

n/a

No	Has the company been notified by any other regulatory authorities during the year, that they are out of compliance?
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If yes, please provide specific details in the box below.

n/a

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	183,896	0	0	183,896	0	183,896
303	Land and Land Rights	0	0	0	0	0	0
304	Structures and Improvements	36,549	1,635	0	38,184	6,323	31,861
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	2,100,845	0	9,000	2,091,845	819,489	1,272,356
308	Infiltration Galleries	0	0	0	0	0	0
309	Supply Mains	0	0	0	0	0	0
310	Power Generation Equipment	5,313	0	0	5,313	207	5,106
311	Pumping Equipment	1,113,891	313,141	80,293	1,346,739	312,689	1,034,050
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	33,539	11,179	6,518	38,200	(6,938)	45,138
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	883,323	0	0	883,323	361,725	521,598
330.2	Pressure Tanks	6,912	0	0	6,912	(1,128)	8,040
331	Transmission and Distribution Mains	4,856,716	78,486	0	4,935,202	1,206,267	3,728,935
333	Services	743,905	42,068	0	785,973	179,991	605,982
334	Meters and Meter Installations	412,112	27,124	7,221	432,015	81,353	350,662
335	Hydrants	593,931	15,613	0	609,544	164,396	445,148
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	14,183	0	0	14,183	4,913	9,270
340.1	Computer & Software	0	9,269	0	9,269	96	9,173
341	Transportation Equipment	26,718	32,136	0	58,854	11,373	47,481
342	Stores Equipment	0	0	0	0	0	0
343	Tools, Shop and Garage Equipment	0	5,425	0	5,425	57	5,368
344	Laboratory Equipment	0	0	0	0	0	0
345	Power Operated Equipment	0	0	0	0	0	0
346	Communication Equipment	188,932	0	0	188,932	73,904	115,028
347	Miscellaneous Equipment	30,314	0	11,634	18,680	(6,163)	24,843
348	Other Tangible Plant	0	0	0	0	0	0
	Totals	\$11,231,079	\$536,076	\$114,666	\$11,652,489	\$3,208,554	\$8,443,935

Picacho 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	0.00%	\$0
302	Franchises	183,896	0	0	183,896	0	183,896	0.00%	0
303	Land and Land Rights	0	0	0	0	0	0	0.00%	0
304	Structures and Improvements	36,549	1,635	0	38,184	0	38,184	2.91%	1,113
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	2,100,845	0	9,000	2,091,845	0	2,091,845	3.01%	62,923
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	5,313	0	0	5,313	0	5,313	2.99%	159
311	Pumping Equipment	1,113,891	313,141	80,293	1,346,739	0	1,346,739	2.88%	38,770
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	33,539	11,179	6,518	38,200	0	38,200	2.94%	1,122
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	883,323	0	0	883,323	0	883,323	3.00%	26,500
330.2	Pressure Tanks	6,912	0	0	6,912	0	6,912	3.01%	208
331	Transmission and Distribution Mains	4,856,716	78,486	0	4,935,202	0	4,935,202	2.99%	147,472
333	Services	743,905	42,068	0	785,973	0	785,973	2.92%	22,942
334	Meters and Meter Installations	412,112	27,124	7,221	432,015	0	432,015	2.96%	12,788
335	Hydrants	593,931	15,613	0	609,544	0	609,544	2.96%	18,052
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	14,183	0	0	14,183	0	14,183	3.00%	426
340.1	Computer & Software	0	9,269	0	9,269	0	9,269	1.04%	96
341	Transportation Equipment	26,718	32,136	0	58,854	0	58,854	2.21%	1,298
342	Stores Equipment	0	0	0	0	0	0	0.00%	0
343	Tools, Shop and Garage Equipment	0	5,425	0	5,425	0	5,425	1.05%	57
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	188,932	0	0	188,932	0	188,932	3.00%	5,668
347	Miscellaneous Equipment	30,314	0	11,634	18,680	0	18,680	3.46%	647
348	Other Tangible Plant	0	0	0	0	0	0	0.00%	0
	Subtotal	\$11,231,079	\$536,076	\$114,666	\$11,652,489	\$0	\$11,652,489		\$340,241

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	2.92%
Amortization of CIAC	\$0

Less: Amortization of CIAC \$0

DEPRECIATION EXPENSE **\$340,241**

Picacho 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		\$72,330	\$59,976
134	Working Funds		0	0
135	Temporary Cash Investments		0	0
141	Customer Accounts Receivable		50,110	48,485
142	Other Receivables		0	0
145	Accounts Receivable - Related Party		3,404	2,131
146	Notes Receivable from Associated Companies		42,426	0
151	Plant Material and Supplies		0	0
162	Prepayments		3,515	4,232
174	Miscellaneous Current and Accrued Assets		0	0
	Total Current and Accrued Assets		\$171,785	\$114,824
Account No.	Fixed Assets			
101	Utility Plant in Service*		\$11,231,079	\$11,652,489
103	Property Held for Future Use		0	0
105	Construction Work in Progress		53,634	0
108	Accumulated Depreciation (enter as negative)*		(2,982,979)	(3,208,554)
121	Non-Utility Property		0	0
122	Accumulated Depreciation - Non Utility		0	0
	Total Fixed Assets		\$8,301,734	\$8,443,935
	Total Assets		\$8,473,519	\$8,558,759

*Note these items feed automatically from AR3 UPIS Page 4

Picacho 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		\$86,957	\$16,363
232	Notes Payable (Current Portion)		0	0
233	Accounts Payable - Related Party		38,149	97,137
234	Notes Payable to Associated Companies		0	20,524
235	Customer Deposits		0	0
236	Accrued Taxes		29,048	29,094
237	Accrued Interest		0	0
242	Miscellaneous Current and Accrued Liabilities		4,063	4,226
	Total Current Liabilities		\$158,217	\$167,344
	Long Term Debt			
224	Long Term Debt (Notes and Bonds)		\$0	\$0
	Deferred Credits			
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
	Total Deferred Credits		\$0	\$0
	Total Liabilities		\$158,217	\$167,344
	Capital Accounts			
201	Common Stock Issued		\$1,475,000	\$1,475,000
211	Other Paid-In Capital		6,212,032	6,244,502
215	Retained Earnings		628,270	671,913
218	Proprietary Capital (Sole Props and Partnerships)		0	0
	Total Capital		\$8,315,302	\$8,391,415
	Total Liabilities and Capital		\$8,473,519	\$8,558,759

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 01/01/2019 - 12/31/2019	Last Year 01/01/2018 - 12/31/2018
	Operating Revenue		
461	Metered Water Revenue	\$860,257	\$852,370
460	Unmetered Water Revenue	0	0
462	Fire Protection Revenue	0	0
469	Guaranteed Revenues (Surcharges)	0	0
471	Miscellaneous Service Revenues	0	0
474	Other Water Revenue	5,909	6,402
	Total Revenues	\$866,166	\$858,772
	Operating Expenses		
601	Salaries and Wages	\$101,178	\$85,869
603	Salaries and Wages - Officers	6,422	6,422
604	Employee Pensions and Benefits	17,996	17,176
610	Purchased Water	0	0
615	Purchased Power	198,663	194,161
618	Chemicals	5,656	7,719
620	Materials and Supplies	0	0
620.1	Repairs and Maintenance	10,787	5,339
620.2	Office Supplies and Expense	14,169	12,732
630	Contractual Services	0	0
631	Contractual Services -Engineering	0	0
632	Contractual Services - Accounting	600	745
633	Contractual Services - Legal	851	678
634	Contractual Services - Management Fees	0	0
635	Contractual Services - Water Testing	6,286	3,920
636	Contractual Services - Other	13,008	13,120
640	Rents	0	0
641	Rental of Building/Real Property	0	0
642	Rental of Equipment	91	57
650	Transportation Expenses	19,783	8,793
656	Insurance - Vehicles	5,905	3,044
657	Insurance - General Liability	12,103	8,818
657.1	Insurance - Health and Life	0	0
665	Regulatory Commission Expense - Rate	0	0
670	Bad Debt Expense	247	362
675	Miscellaneous Expense	6,330	3,856
403	Depreciation Expense (From Schedule AR4)	340,241	309,247
407.5	Amortization – EADIT	0	0
408.11	Property Taxes	44,746	43,139
408.12	Payroll Taxes	6,577	5,707
408.13	Other Taxes and Licenses	4,644	3,149
409	Income Taxes	0	0
427.1	Customer Security Deposit Interest	0	0
	Total Operating Expenses	\$816,283	\$734,053
	Operating Income / (Loss)	\$49,883	\$124,719
	Other Income / (Expense)		
419	Interest and Dividend Income	\$0	\$16,345
421	Non-Utility Income	583	573
426	Miscellaneous Non-Utility (Expense)	(457)	(796)
427	Interest (Expense)	(6,365)	0
	Total Other Income / (Expense)	(\$6,239)	\$16,122
	Net Income / (Loss)	\$43,644	\$140,841

Full time equivalent employees

	Direct Company	Allocated	Outside service	Total
President	0.000	0.000	0.000	0.000
Vice-president	0.000	0.000	0.008	0.008
Manager	0.000	0.117	0.000	0.117
Engineering Staff	0.000	0.000	0.000	0.000
System Operator(s)	0.000	0.999	0.000	0.999
Meter reader	0.000	0.000	0.000	0.000
Customer Service	0.000	0.060	0.000	0.060
Accounting	0.000	0.000	0.106	0.106
Business Office	0.000	0.000	0.002	0.002
Rates Department	0.000	0.000	0.000	0.000
Administrative Staff	0.000	0.117	0.000	0.117
Other	0.000	0.000	0.000	0.000
Total	0.000	1.293	0.116	1.409

Picacho 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	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											
Name of the System:			PICACHO WATER CO								
ADEQ Public Water System Number:			AZ0411135								
ADWR PCC Number:			91-000564 0000								
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
55-567967	400	2,500	1,613	20	Turbine	1998	unknown	unknown	12	Metered	Yes
55-567966	400	2,400	1,150	20 1/4"	Turbine	1998	unknown	unknown	12	Metered	Yes
55-211811	400	2,000	1,570	18	Turbine	2006	unknown	unknown	12	Metered	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) 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 ⁶	Purchased Power (kWh) ⁷
January	10,631,000.00	9,806,281.00	0.00	0.00	103,000.00	\$10,150	45,240
February	8,202,000.00	7,153,648.00	0.00	0.00	96,000.00	9,818	42,620
March	14,476,000.00	14,451,506.00	0.00	0.00	115,000.00	11,073	50,280
April	28,300,000.00	26,524,875.00	0.00	0.00	7,000.00	18,910	108,900
May	41,932,000.00	32,869,855.00	0.00	0.00	9,465,000.00	19,171	110,900
June	44,357,000.00	38,743,240.00	0.00	0.00	1,691,000.00	18,029	151,120
July	44,845,000.00	41,463,977.00	0.00	0.00	719,000.00	24,676	160,220
August	44,751,000.00	40,744,571.00	0.00	0.00	3,242,000.00	20,241	123,000
September	30,253,000.00	28,439,263.00	0.00	0.00	355,000.00	20,259	123,920
October	43,970,000.00	39,383,482.00	0.00	0.00	2,652,000.00	20,862	126,920
November	23,566,000.00	17,210,115.00	0.00	0.00	5,028,000.00	14,822	80,720
December	10,042,000.00	8,722,634.00	0.00	0.00	213,000.00	10,652	44,180
Totals	345,325,000.00	305,513,447.00	0.00	0.00	23,686,000.00	\$198,663	1,168,020

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

n/a

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:	PICACHO WATER CO		
ADEQ Public Water System Number:	AZ0411135		
ADWR PCC Number:	91-000564.0000		

MAINS		
Sizes (inches)	Material	Length (feet)
6.00	PVC	33,927
8.00	PVC	37,277
8.00	ACP, DIP, PVC	180
12.00	PVC	39,845
16.00	PVC	12,442
18.00	PVC	7,920
NA	NA	NA
NA	NA	NA
NA	NA	NA
NA	NA	NA
NA	NA	NA
NA	NA	NA
NA	NA	NA
NA	NA	NA

SERVICE LINES		
Material	Percent of system	Year installed
Copper	100%	unknown
NA	NA	n/a
NA	NA	n/a
NA	NA	n/a
NA	NA	n/a

BOOSTER PUMPS		
Horsepower	GPM	Quantity
60	500	2
440	400	1
30	300	1
NA	NA	NA

STORAGE TANKS			
Capacity (gallons)	Material	Quantity	Year installed
1,000,000	Steel	1	2006
NA	NA	NA	NA
NA	NA	NA	NA
NA	NA	NA	NA
NA	NA	NA	NA
NA	NA	NA	NA

CUSTOMER METERS			
Size (inches)	Quantity	Percent over 1,00,000 gallons	Percent over 10 years old
5/8 X 3/4	1,332	4%	unknown
1	9	56%	unknown
1.5	6	50%	unknown
2	30	87%	unknown
2	4	100%	unknown
4	3	67%	unknown
6	1	100%	unknown
8	1	100%	unknown
12	1	100%	unknown
NA	NA	NA	NA
NA	NA	NA	NA
NA	NA	NA	NA
NA	NA	NA	NA
NA	NA	NA	NA
NA	NA	NA	NA
NA	NA	NA	NA
NA	NA	NA	NA

FIRE HYDRANTS	
Type	Quantity
Standard *	184
Other	0

PRESSURE/BLADDER TANKS			
Capacity (gallons)	Material	Quantity	Year installed
15,000	Steel	1	2006
NA	NA	NA	NA
NA	NA	NA	NA
NA	NA	NA	NA
NA	NA	NA	NA
NA	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.

Water Utility Plant Description (Continued)
--

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

TREATMENT EQUIPMENT:	Dual Chlorination System (2)
STRUCTURES:	4 Motor Control Panels
OTHER:	Generator (1) 350 KW

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:

138/day
Other

Customer and Other Information	
Name of the System:	PICACHO WATER CO
ADEQ Public Water System Number:	AZ0411135
ADWR PCC Number:	91-000564.0000

Month	Number of Customers				
	Single-Family	Multi-Family	Commercial	Turf/Irrigation	Other Non-Residential
January	1,211	0	55	2	8
February	1,219	0	55	2	8
March	1,226	0	55	2	8
April	1,237	0	57	2	8
May	1,251	0	57	2	8
June	1,266	0	57	2	8
July	1,275	0	57	2	7
August	1,284	0	57	2	7
September	1,295	0	57	2	8
October	1,308	0	57	2	8
November	1,314	0	57	2	8
December	1,320	0	57	2	7

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.

None

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

Picacho Water Company
Annual Report
Utility Shutoffs / Disconnects
12/31/19

Utility Shutoffs / Disconnects	
Name of the System:	PICACHO WATER CO
ADEQ Public Water System Number:	AZ0411135
ADWR PCC Number:	91-000564.0000

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	1	0
July	0	0	0
August	0	0	0
September	0	0	0
October	0	2	0
November	0	2	0
December	0	0	0
Total	0	5	0

Other (description):

n/a

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.

Property Taxes	
----------------	--

Amount of actual property taxes paid during Calendar Year 2019 was
--

\$43,904

If no property taxes paid, explain why.

N/A

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): Maricopa
Name (owner or official) title: Brian Smith - Vice President
Company name: Picacho 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: 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

5/15/2020, 12:15 PM
ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

[Signature]
signature of owner/official

480-895-4200
telephone no.

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

THIS

15th

DAY OF

Maricopa
(county name)
May, 2020
(month) and (year)

MY COMMISSION EXPIRES

4/25/21
(date)



[Signature]
(signature of notary public)

Verification and Sworn Statement

Verification:

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

County of (county name):

Maricopa

Name (owner or official) title:

Brian Smith - Vice President

Company name:

Picacho 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 (\$)

\$956,462

(The amount in the box above includes

\$90,296

in sales taxes

billed or collected)

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ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION



signature of owner/official

480-895-4200

telephone no.

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

THIS

15th

DAY OF

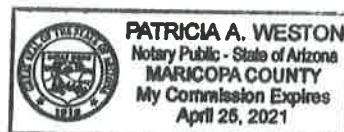
Maricopa

(county name)

May, 2020
(month) and (year)

MY COMMISSION EXPIRES

4/25/21
(date)




(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):

Maricopa

Name (owner or official) title:

Brian Smith - Vice President

Company name:

Picacho 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 (\$)

\$475,278

(The amount in the box above includes

\$44,377

in sales taxes
billed or collected)

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ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

[Signature]
signature of owner/official

480-895-4200

telephone no.

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

Maricopa
(county name)

THIS

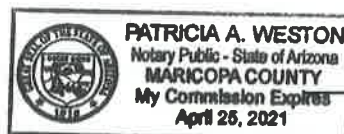
15th

DAY OF

May, 2020
(month) and (year)

MY COMMISSION EXPIRES

4/25/21
(date)



[Signature]
(signature of notary public)