

**ANNUAL REPORT**

Of

Company Name: **Rancheros Bonitos Water Co. L.L.C.**  
1650 Des Peres Road Suite 303

Mailing Address: Des Peres MO  
63131

Docket No.: W-03254A  
For the Year Ended: **12/31/21**

RECEIVED  
UTILITIES DIVISION  
2022 MAY 12 P 2:03  
ARIZONA CORPORATION COMMISSION

**WATER UTILITY**

To

Arizona Corporation Commission

**Due on April 15th**

Email: Util-Compliance@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: **5/9/2022**

ARIZONA CORPORATION COMMISSION  
WATER UTILITY ANNUAL REPORT  
Rancheros Bonitos Water Co. L.L.C.  
A Class  Utility

For the Calendar Year Ended: 12/31/21

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:

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:

Counties Served:

**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?
	If yes, please provide specific details in the box below.

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.

## Rancheros Bonitos Water Co. L.L.C.

Annual Report

Utility Plant in Service (Water)

12/31/21

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	50,000	0	0	50,000	0	50,000
304	Structures and Improvements	2,029	0	0	2,029	1,174	855
305	Collecting & Improving Reservoirs				0		0
306	Lake, River, Canal Intakes				0		0
307	Wells and Springs	17,469	0	0	17,469	17,469	0
308	Infiltration Galleries				0		0
309	Supply Mains				0		0
310	Power Generation Equipment	6,220	3,786	0	10,006	649	9,357
311	Pumping Equipment	18,750	0	0	18,750	9,069	9,681
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	5,800	0	0	5,800	893	4,907
330.2	Pressure Tanks	1,187	0	0	1,187	536	651
331	Transmission and Distribution Mains				0		0
333	Services				0		0
334	Meters and Meter Installations	2,940	170	0	3,110	2,378	732
335	Hydrants	2,500	0	0	2,500	2,500	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	181	0	0	181	51	130
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				0		0
346	Communication Equipment				0		0
347	Miscellaneous Equipment				0		0
348	Other Tangible Plant				0		0
	<b>Totals</b>	<b>\$107,076</b>	<b>\$3,956</b>	<b>\$0</b>	<b>\$111,032</b>	<b>\$34,719</b>	<b>\$76,313</b>

Rancheros Bonitos Water Co. L.L.C.  
 Annual Report  
 Depreciation Expense for the Current Year (Water)  
 12/31/21

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	50,000	0	0	50,000	50,000	0		0
304	Structures and Improvements	2,029	0	0	2,029	1,145	884	3.33%	29
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	17,469	0	0	17,469	17,469	0	0.00%	0
308	Infiltration Galleries	0	0	0	0		0		0
309	Supply Mains	0	0	0	0		0		0
310	Power Generation Equipment	6,220	3,786	0	10,006	156	9,850	5.00%	493
311	Pumping Equipment	18,750	0	0	18,750	7,686	11,064	12.50%	1,383
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	5,800	0	0	5,800	782	5,018	2.22%	111
330.2	Pressure Tanks	1,187	0	0	1,187	502	685	5.00%	34
331	Transmission and Distribution Mains	0	0	0	0		0		0
333	Services	0	0	0	0		0		0
334	Meters and Meter Installations	2,940	170	0	3,110	2,311	799	8.33%	67
335	Hydrants	2,500	0	0	2,500	2,500	0	0.00%	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	181	0	0	181	18	163	20.00%	33
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>Subtotal</b>	<b>\$107,076</b>	<b>\$3,956</b>	<b>\$0</b>	<b>\$111,032</b>	<b>\$82,569</b>	<b>\$28,463</b>		<b>\$2,151</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  
 7.56%  
 \$0

Less: Amortization of CIAC

**DEPRECIATION EXPENSE**

Rancheros Bonitos Water Co. L.L.C.  
 Annual Report  
 Balance Sheet Assets  
 12/31/21

Balance Sheet Assets				
	Assets		Balance at Beginning of Year (2021)	Balance at End of Year (2021)
Account No.	<b>Current and Accrued Assets</b>			
131	Cash		\$19,532	\$24,112
134	Working Funds			
135	Temporary Cash Investments			
141	Customer Accounts Receivable		2,395	2,312
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>		<b>\$21,927</b>	<b>\$26,424</b>
Account No.	<b>Fixed Assets</b>			
101	Utility Plant in Service*		\$107,076	\$111,032
103	Property Held for Future Use			
105	Construction Work in Progress		0	
108	Accumulated Depreciation (enter as negative)*		(32,569)	(34,719)
121	Non-Utility Property			
122	Accumulated Depreciation - Non Utility			
	<b>Total Fixed Assets</b>		<b>\$74,507</b>	<b>\$76,313</b>
	<b>Total Assets</b>		<b>\$96,434</b>	<b>\$102,737</b>

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

Rancheros Bonitos Water Co. L.L.C.  
 Annual Report  
 Balance Sheet Liabilities and Owners Equity

<b>Balance Sheet Liabilities and Owners Equity</b>				
	<b>Liabilities</b>		<b>Balance at Beginning of Year (2021)</b>	<b>Balance at End of Year (2021)</b>
<b>Account No.</b>	<b>Current Liabilities</b>			
231	Accounts Payable			
232	Notes Payable (Current Portion)			
234	Notes Payable to Associated Companies			
235	Customer Deposits		1,508	1,508
236	Accrued Taxes			
237	Accrued Interest			
242	Miscellaneous Current and Accrued Liabilities			
	<b>Total Current Liabilities</b>		<b>\$1,508</b>	<b>\$1,508</b>
	<b>Long Term Debt</b>			
224	Long Term Debt (Notes and Bonds)		\$54,100	\$0
	<b>Deferred Credits</b>			
251	Unamortized Premium on Debt			
252	Advances in Aid of Construction			
255	Accumulated Deferred Investment Tax Credits			
271	Contributions in Aid of Construction		7,429	
272	Less: Amortization of Contributions		139	
281	Accumulated Deferred Income Tax			
	<b>Total Deferred Credits</b>		<b>\$7,568</b>	<b>\$0</b>
	<b>Total Liabilities</b>		<b>\$63,176</b>	<b>\$1,508</b>
	<b>Capital Accounts</b>			
201	Common Stock Issued			
211	Other Paid-In Capital			
215	Retained Earnings		33,257	101,229
218	Proprietary Capital (Sole Props and Partnerships)			
	<b>Total Capital</b>		<b>\$33,257</b>	<b>\$101,229</b>
	<b>Total Liabilities and Capital</b>		<b>\$96,433</b>	<b>\$102,737</b>

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

Rancheros Bonitos Water Co. L.L.C.  
 Annual Report  
 Water Comparative Income Statement  
 12/31/21

<b>Water Comparative Income Statement</b>			
Account No.	Calendar Year	Current Year 01/01/2021 - 12/31/2021	Last Year 01/01/2020 - 12/31/2020
	<b>Operating Revenue</b>		
461	Metered Water Revenue	\$31,314	\$30,584
460	Unmetered Water Revenue		
462	Fire Protection Revenue		
469	Guaranteed Revenues (Surcharges)	7,907	7,641
471	Miscellaneous Service Revenues	58	316
474	Other Water Revenue		
	<b>Total Revenues</b>	<b>\$39,279</b>	<b>\$38,541</b>
	<b>Operating Expenses</b>		
601	Salaries and Wages		
604	Employee Pensions and Benefits		
610	Purchased Water		
615	Purchased Power	4,540	4,452
618	Chemicals		
620	Materials and Supplies	809	854
620.1	Repairs and Maintenance	1,860	680
620.2	Office Supplies and Expense	663	
630	Contractual Services		
631	Contractual Services - Engineering		
632	Contractual Services - Accounting	1,450	1,200
633	Contractual Services - Legal		
634	Contractual Services - Management Fees	2,910	2,760
635	Contractual Services - Water Testing	2,627	2,834
636	Contractual Services - Other	3,100	3,380
640	Rents		
641	Rental of Building/Real Property		
642	Rental of Equipment		20
650	Transportation Expenses		
657	Insurance - General Liability		
657.1	Insurance - Health and Life		
665	Regulatory Commission Expense - Rate		1,740
670	Bad Debt Expense		
675	Miscellaneous Expense	2,463	2,207
403	Depreciation Expense (From Schedule AR4)	2,151	1,226
408	Taxes Other Than Income	717	2,045
408.11	Property Taxes	1,064	773
409	Income Taxes		
427.1	Customer Security Deposit Interest		
	<b>Total Operating Expenses</b>	<b>\$24,354</b>	<b>\$24,171</b>
	<b>Operating Income / (Loss)</b>	<b>\$14,925</b>	<b>\$14,370</b>
	<b>Other Income / (Expense)</b>		
419	Interest and Dividend Income	\$1	\$1
421	Non-Utility Income		
426	Miscellaneous Non-Utility (Expense)		
427	Interest (Expense)	(1,719)	(1,605)
	<b>Total Other Income / (Expense)</b>	<b>(\$1,718)</b>	<b>(\$1,604)</b>
	<b>Net Income / (Loss)</b>	<b>\$13,207</b>	<b>\$12,766</b>



Rancheros Bonitos Water Co. L.L.C.  
 Annual Report  
 Full time equivalent employees  
 12/31/21

**Full time equivalent employees**

	Direct Company	Allocated	Outside service	Total
President				0.0
Vice-president				0.0
Manager			2.2	2.2
Engineering Staff				0.0
System Operator(s)			2.2	2.2
Meter reader			3.2	3.2
Customer Service			3.2	3.2
Accounting			3.2	3.2
Business Office				0.0
Rates Department				0.0
Administrative Staff				0.0
Other				0.0
<b>Total</b>	0.0	0.0	14.0	14.0

Rancheros Bonitos Water Co. L.L.C.  
 Annual Report  
 Supplemental Financial Data (Long-Term Debt)  
 12/31/21

Supplemental Financial Data (Long-Term Debt)				
	Loan #1	Loan #2	Loan #3	Loan #4
Date Issued	6/1/2018			
Source of Loan	WIFA			
ACC Decision No.	76596			
Reason for Loan	CAP IMPROVE			
Dollar Amt. Issued	\$109,100			
Amount Outstanding	\$0			
Date of Maturity	6/1/2038			
Interest Rate	3.52%			
Current Year Interest	\$1,849			
Current Year Principal	\$54,100			

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.**





<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
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<b>STRUCTURES:</b>	12' X 20' METAL SHADE STRUCTURE
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<b>OTHER:</b>	NONE
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**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
- (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:	RANCHEROS BONITOS
ADEQ Public Water System Number:	AZ0414073
ADWR PCC Number:	91-000723.0000

Month	Number of Customers				Other Non-Residential
	Single-Family	Multi-Family	Commercial	Turf/Irrigation	
January	46				
February	46				
March	46				
April	46				
May	46				
June	46				
July	46				
August	46				
September	46				
October	46				
November	46				
December	46				

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.

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

Rancheros Bonitos Water Co. L.L.C.  
 Annual Report  
 Utility Shutoffs / Disconnects  
 12/31/21

Utility Shutoffs / Disconnects	
Name of the System:	RANCHEROS BONITOS
ADEQ Public Water System Number:	AZ0414073
ADWR PCC Number:	91-000723.0000

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

Other (description):

**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.

Rancheros Bonitos Water Co. L.L.C.  
Annual Report  
Property Taxes  
12/31/21

**Property Taxes**

Amount of actual property taxes paid during Calendar Year 2021 was

\$1,064

If no property taxes paid, explain why.

**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): Yuma  
Name (owner or official) title: DAWN SIMPSON, FINANCIAL MANAGER  
Company name: Rancheros Bonitos Water Co. L.L.C.

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION.

FOR THE YEAR ENDING: 12/31/21

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.

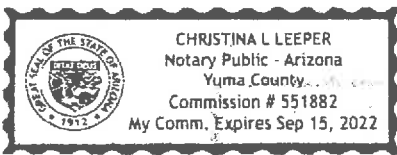
I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

RECEIVED  
UTILITIES DIVISION  
2022 MAY 12 P 2:08  
ARIZONA CORPORATION COMMISSION

[Signature]  
signature of owner/official  
928-341-9685  
telephone no.

SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC  
IN AND FOR THE COUNTY Yuma  
(county name)  
THIS 9 DAY OF May 2022  
(month) and (year)

MY COMMISSION EXPIRES 9/15/2022  
(date)



Christina L. Leeper  
(signature of notary public)

Verification and Sworn Statement

Verification:

State of Arizona I, the undersigned of the  
(state name)  
County of (county name): Yuma  
Name (owner or official) title: DAWN SIMPSON, FINANCIAL MANAGER  
Company name: Rancheros Bonitos Water Co. L.L.C.

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION.

FOR THE YEAR ENDING: 12/31/21

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:

RECEIVED  
UTILITIES DIVISION  
2022 MAY 12 P 2:03  
ARIZONA CORPORATION COMMISSION

Arizona Intrastate Gross Operating Revenues Only (\$)

\$39,279

(The amount in the box above includes

\$0 in sales taxes  
billed or collected)

*[Handwritten Signature]*

signature of owner/official

928-341-9685

telephone no.

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

THIS

9

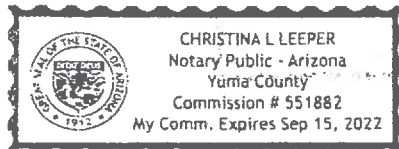
DAY OF

Yuma  
(county name)

May 2022  
(month) and (year)

MY COMMISSION EXPIRES

9/15/2022  
(date)



*[Handwritten Signature]*  
(signature of notary public)