

ANNUAL REPORT

Of

Company Name:
c/o Global Water Resources, Inc.
Mailing Address: 21410 N. 19th Ave., Ste. 220
Phoenix AZ
85027
Docket No.: W-01723A
For the Year Ended:

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ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

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:
Application Date:

ARIZONA CORPORATION COMMISSION
WATER UTILITY ANNUAL REPORT
Global Water - Rincon Water Company, Inc.
A Class Utility

For the Calendar Year Ended:

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 change in ownership or direct control in 2021. On December 3, 2021, the Commission issued Decision No. 78319 approving the sale of Rincon Water Company's assets and CC&N to Global Water - Rincon Water Company, Inc. ("GW-Rincon"). On January 20, 2022, the asset sale transaction was completed. GW-Rincon took ownership and control of the assets and CC&N effective on January 20, 2022.

Yes	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.
	On January 27, 2021, Pima County Dept. of Environmental Quality ("PDEQ"), and Rincon Water Company ("RWC") entered into a Consent Order in Case No. PC 2021-097 related to fluoride levels exceeding the Maximum Containment Level. On August 5, 2021, PDEQ and RWC entered into Amendment No. 1 to the Consent Order to extend the compliance deadline. PDEQ agreed to the Consent Order and the Amendment with the understanding that RWC would sell and transfer ownership of its assets to Global Water - Rincon Water Company, Inc. ("GW-Rincon"). Pursuant to Decision No. 78319, GW-Rincon is to file a plan for

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)
		\$0	\$0	\$0	\$0	\$0	\$0
301	Organization						
302	Franchises	1,549	0	0	1,549	0	1,549
303	Land and Land Rights	14,843	0	0	14,843	0	14,843
304	Structures and Improvements	80,825	0	0	80,825	80,825	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	30,556	0	0	30,556	30,556	0
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	59,142	0	0	59,142	59,142	0
320	Water Treatment Equipment	0	0	0	0	(75,358)	75,358
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	167,023	0	0	167,023	70,985	96,038
330.2	Pressure Tanks	17,707	0	0	17,707	7,525	10,182
331	Transmission and Distribution Mains	903,095	0	0	903,095	903,095	0
333	Services	34,995	0	0	34,995	34,995	0
334	Meters and Meter Installations	12,665	0	0	12,665	12,665	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	78,174	0	0	78,174	52,663	25,511
340	Office Furniture and Equipment	0	0	0	0	0	0
340.1	Computer & Software	0	0	0	0	0	0
341	Transportation Equipment	3,152	0	0	3,152	2,224	928
342	Stores Equipment	0	0	0	0	0	0
343	Tools, Shop and Garage Equipment	6,990	0	0	6,990	3,887	3,103
344	Laboratory Equipment	0	0	0	0	0	0
345	Power Operated Equipment	0	0	0	0	0	0
346	Communication Equipment	8,833	0	0	8,833	8,833	0
347	Miscellaneous Equipment	10,741	0	0	10,741	3,227	7,514
348	Other Tangible Plant	0	0	0	0	0	0
	Totals	\$1,430,290	\$0	\$0	\$1,430,290	\$1,195,265	\$235,025

Global Water - Rincon Water Company, Inc.
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	0.00%	\$0
302	Franchises	1,549	0	0	1,549	0	1,549	0.00%	0
303	Land and Land Rights	14,843	0	0	14,843	0	14,843	0.00%	0
304	Structures and Improvements	80,825	0	0	80,825	80,825	0	5.00%	0
305	Collecting & Improving Reservoirs	0	0	0	0	0	0	0.00%	0
306	Lake, River, Canal Intakes	0	0	0	0	0	0	0.00%	0
307	Wells and Springs	30,556	0	0	30,556	30,556	0	5.00%	0
308	Infiltration Galleries	0	0	0	0	0	0	0.00%	0
309	Supply Mains	0	0	0	0	0	0	0.00%	0
310	Power Generation Equipment	0	0	0	0	0	0	5.00%	0
311	Pumping Equipment	59,142	0	0	59,142	59,142	0	5.00%	0
320	Water Treatment Equipment	0	0	0	0	0	0	5.00%	0
320.1	Water Treatment Plants	0	0	0	0	0	0	5.00%	0
320.2	Solution Chemical Feeders	0	0	0	0	0	0	5.00%	0
320.3	Point-of-Use Treatment Devices	0	0	0	0	0	0	0.00%	0
330	Distribution Reservoirs and Standpipes	0	0	0	0	0	0	5.00%	0
330.1	Storage Tanks	167,023	0	0	167,023	0	167,023	5.00%	8,351
330.2	Pressure Tanks	17,707	0	0	17,707	0	17,707	5.00%	885
331	Transmission and Distribution Mains	903,095	0	0	903,095	903,095	0	5.00%	0
333	Services	34,995	0	0	34,995	0	34,995	5.00%	602
334	Meters and Meter Installations	12,665	0	0	12,665	12,665	0	5.00%	0
335	Hydrants	0	0	0	0	0	0	5.00%	0
336	Backflow Prevention Devices	0	0	0	0	0	0	5.00%	0
339	Other Plant and Misc. Equipment	78,174	0	0	78,174	0	78,174	5.00%	3,909
340	Office Furniture and Equipment	0	0	0	0	0	0	5.00%	0
340.1	Computer & Software	0	0	0	0	0	0	5.00%	0
341	Transportation Equipment	3,152	0	0	3,152	0	3,152	5.00%	158
342	Stores Equipment	0	0	0	0	0	0	0.00%	0
343	Tools, Shop and Garage Equipment	6,990	0	0	6,990	0	6,990	5.00%	350
344	Laboratory Equipment	0	0	0	0	0	0	5.00%	0
345	Power Operated Equipment	0	0	0	0	0	0	5.00%	0
346	Communication Equipment	8,833	0	0	8,833	8,833	0	5.00%	0
347	Miscellaneous Equipment	10,741	0	0	10,741	0	10,741	5.00%	537
348	Other Tangible Plant	0	0	0	0	0	0	0.00%	0
	Subtotal	\$1,430,290	\$0	\$0	\$1,430,290	\$1,095,116	\$335,174		\$14,792

Contribution(s) in Aid of Construction (Gross)	\$141,875
Less: Non Amortizable Contribution(s)	141,875
Fully Amortized Contribution(s)	0
Amortizable Contribution(s)	<u>\$0</u>
Times: Proposed Amortization Rate	5.00%
Amortization of CIAC	\$0

Less: Amortization of CIAC \$0

DEPRECIATION EXPENSE **\$14,792**

Global Water - Rincon Water Company, Inc.
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.	Current and Accrued Assets			
131	Cash		\$14,056	\$0
132	Special Deposits		0	0
133	Other Special Deposits		0	0
134	Working Funds		0	0
135	Temporary Cash Investments		96,469	0
141	Customer Accounts Receivable		3,108	0
142	Other Accounts Receivable		0	0
143	Accumulated Provision for Uncollectable Accounts		0	0
146	Notes Receivable from Associated Companies		0	0
151	Plant Material and Supplies		0	0
162	Prepayments		0	0
173	Accrued Utility Revenue		0	0
174	Miscellaneous Current and Accrued Assets		0	0
	Total Current and Accrued Assets		\$113,633	\$0
	Deferred Debits			
186.1	Deferred Rate Case Expense		\$0	\$0
190	Accumulated Deferred Income Taxes		0	0
	Total Deferred Debits		\$0	\$0
Account No.	Fixed Assets			
101	Utility Plant in Service*		\$1,430,290	\$1,430,290
103	Property Held for Future Use		0	0
105	Construction Work in Progress		0	0
108	Accumulated Depreciation (enter as negative)*		(1,180,474)	(1,195,265)
121	Non-Utility Property		0	0
122	Accumulated Depreciation - Non Utility		0	0
	Total Fixed Assets		\$249,816	\$235,025
	Other Fixed Assets			
114	Utility Plant Acquisition Adjustments		\$0	\$0
	Total Other Fixed Assets		\$0	\$0
	Total Assets		\$363,449	\$235,025

*Note these items feed automatically from AR3 UPIS Page 4

Global Water - Rincon Water Company, Inc.
Annual Report
Balance Sheet Liabilities and Owners Equity

Balance Sheet Liabilities and Owners Equity				
	Liabilities		Balance at Beginning of Year (2021)	Balance at End of Year (2021)
Account No.	Current Liabilities			
231	Accounts Payable		\$0	\$0
232	Notes Payable (Current Portion)		0	0
234	Notes Payable to Associated Companies		0	0
235	Customer Deposits		4,342	0
236	Accrued Taxes, Income Taxes		0	0
237	Accrued Interest		0	0
241	Miscellaneous Current and Accrued Liabilities		0	0
242	Miscellaneous Current and Accrued Liabilities		3,000	0
	Total Current Liabilities		\$7,342	\$0
	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		721,291	0
253	Other Deferred Credits		0	0
255	Accumulated Deferred Investment Tax Credits		0	0
271	Contributions in Aid of Construction		141,875	0
272	Less: Amortization of Contributions		0	0
281	Accumulated Deferred Income Tax		0	0
	Total Deferred Credits		\$863,166	\$0
	Total Liabilites		\$870,508	\$0
	Capital Accounts			
201	Common Stock Issued		\$588,857	\$588,857
211	Other Paid-In Capital		257,999	1,001,495
215	Retained Earnings		(1,353,915)	(1,355,327)
218	Proprietary Capital (Sole Props and Partnerships)		0	0
	Total Capital		(\$507,060)	\$235,025
	Total Liabilities and Capital		\$363,449	\$235,025

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

Global Water - Rincon Water Company, Inc.
Annual Report
Water Comparative Income Statement
12/31/21

Water Comparative Income Statement			
Account No.	Calendar Year	Current Year 01/01/2021 - 12/31/2021	Last Year 01/01/2020 - 12/31/2020
	Operating Revenue		
461	Metered Water Revenue	\$61,051	\$61,173
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	0	0
	Total Revenues	\$61,051	\$61,173
	Operating Expenses		
601	Salaries and Wages	\$0	\$0
604	Employee Pensions and Benefits	0	0
610	Purchased Water	0	0
615	Purchased Power	5,142	5,032
616	Fuel for Power Production	0	0
618	Chemicals	0	0
620	Materials and Supplies	0	0
620.1	Repairs and Maintenance	12,727	10,983
620.2	Office Supplies and Expense	1,261	1,175
630	Contractual Services	186	149
631	Contractual Services - Engineering	0	0
632	Contractual Services - Accounting	3,110	3,156
633	Contractual Services - Legal	0	0
634	Contractual Services - Management Fees	5,211	5,009
635	Contractual Services - Water Testing	1,148	1,074
636	Contractual Services - Other	1,444	1,471
640	Rents	0	0
641	Rental of Building/Real Property	0	0
642	Rental of Equipment	30	24
650	Transportation Expenses	55	44
656	Insurance - Vehicles	0	0
657	Insurance - General Liability	2,830	2,817
658	Insurance - Worker's Comp	0	0
657.1	Insurance - Health and Life	1,039	1,070
660	Advertising	0	0
665	Regulatory Commission Expense - Rate	45	45
667	Regulatory Commission Expense - Other	0	0
670	Bad Debt Expense	476	381
675	Miscellaneous Expense	2,765	3,328
403	Depreciation Expense (From Schedule AR4)	14,792	58,023
408	Taxes Other Than Income	0	0
408.11	Property Taxes	4,075	4,085
408.12	Payroll Taxes	0	0
409	Income Taxes	0	0
427.1	Customer Security Deposit Interest	0	0
	Total Operating Expenses	\$56,337	\$97,864
	Operating Income / (Loss)	\$4,714	(\$36,692)
	Other Income / (Expense)		
414	Gain/Loss on Dispositions	\$0	\$0
419	Interest and Dividend Income	36	35
421	Non-Utility Income	80	113
426	Miscellaneous Non-Utility (Expense)	(7,930)	(31,719)
427	Interest (Expense)	(8)	(7)
	Total Other Income / (Expense)	(\$7,822)	(\$31,578)
	Net Income / (Loss)	(\$3,107)	(\$68,269)

Global Water - Rincon Water Company, Inc.
Annual Report
Full time equivalent employees
12/31/21

Full time equivalent employees

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

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:	\$3,360
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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:		GLOBAL WATER - RINCON WATER COMPANY INC									
ADEQ Public Water System Number:		AZ0410144									
ADWR PCC Number:		91-000453.0000									
Well registry 55# (55-XXXXXX):	Pump Horsepower	Pump Yield (gpm)	Casing Depth (feet)	Casing Diameter (inches)	Pump Motor Type **	Year Drilled	Water level 2011	Water level 2021	Meter Size (inches)	How measured:	Active
55-607531	0	0	286	12	NA	1968	NA	NA	0	N/A	No
55-607532	15	280	280	12	Turbine	1961	NA	NA	4	Metered	Yes
55-607533	0	0	102	24	NA	1920	NA	NA	0	N/A	No
0	0	0	0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0	0	0	0
0	0	0	0	0	0	0	0	0	0	0	0

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	935,491.67	unknown	0.00	0.00	0.00	Unknown	Unknown
February	935,491.67	unknown	0.00	0.00	0.00	Unknown	Unknown
March	935,491.67	unknown	0.00	0.00	0.00	Unknown	Unknown
April	935,491.67	unknown	0.00	0.00	0.00	Unknown	Unknown
May	935,491.67	unknown	0.00	0.00	0.00	Unknown	Unknown
June	935,491.67	unknown	0.00	0.00	0.00	Unknown	Unknown
July	935,491.67	unknown	0.00	0.00	0.00	Unknown	Unknown
August	935,491.67	unknown	0.00	0.00	0.00	Unknown	Unknown
September	935,491.67	unknown	0.00	0.00	0.00	Unknown	Unknown
October	935,491.67	unknown	0.00	0.00	0.00	Unknown	Unknown
November	935,491.67	unknown	0.00	0.00	0.00	Unknown	Unknown
December	935,491.67	unknown	0.00	0.00	0.00	Unknown	Unknown
Totals	11,225,900.00	0.00	0.00	0.00	0.00	\$0	0

If applicable, in the space below please provide a description for all un-metered water use along with amounts:
 Global Water Resources acquired Rincon Water in Jan 2022. The data for 2021 was not made available by the previous owner. An attached letter explains further.

- 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:	GLOBAL WATER - RINCON WATER COMPANY INC
ADEQ Public Water System Number:	AZ0410144
ADWR PCC Number:	91-000453.0000

MAINS		
Sizes (inches)	Material	Length (feet)
Unknown	Unknown	2,900
2.00	PVC	4,200
3.00	ACP	144
4.00	PVC	5,100
4.00	ACP	8,200
4.00	Ductile Iron	6
6.00	Unknown	23
6.00	PVC	21,900
6.00	ACP	28,400
6.00	Ductile Iron	1,600
6.00	PVC CL200	7,300
8.00	PVC CL200	2,800
12.00	PVC CL200	25
NA	NA	0

CUSTOMER METERS			
Size (inches)	Quantity	Percent over 1,00,000 gallons	Percent over 10 years old
1	75	65%	100%
2	3	100%	100%
NA	0	0	0
NA	0	0	0
NA	0	0	0
NA	0	0	0
NA	0	0	0
NA	0	0	0
NA	0	0	0
NA	0	0	0
NA	0	0	0
NA	0	0	0
NA	0	0	0
NA	0	0	0
NA	0	0	0
NA	0	0	0
NA	0	0	0

SERVICE LINES			
Material	Percent of system	Year installed	
Unknown	100%	NA	
NA	0%	0	
NA	0%	0	
NA	0%	0	
NA	0%	0	

BOOSTER PUMPS		
Horsepower	GPM	Quantity
20	210	2
30	350	2
60	500	1
0	0	0

FIRE HYDRANTS	
Type	Quantity
Standard *	20
Other	0

STORAGE TANKS				
Capacity (gallons)	Material	Quantity	Year installed	
186,000	Steel	1	NA	
140,000	Steel	1	NA	
20,000	Steel	1	NA	
0	0	0	0	
0	0	0	0	
0	0	0	0	

PRESSURE/BLADDER TANKS			
Capacity (gallons)	Material	Quantity	Year installed
5,000	Steel	2	NA
0	0	0	0
0	0	0	0
0	0	0	0
0	0	0	0
0	0	0	0

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

TREATMENT EQUIPMENT:	None
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STRUCTURES:	Water Plant with 2-Masonry Buildings, 1-Holding Pond, Chainlink Fencing around Well site and X9 WDC, Wrought Iron Fencing around Mt. Creek WDC.
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OTHER:	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 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	341
Method used:	(a)

Customer and Other Information	
Name of the System:	GLOBAL WATER - RINCON WATER COMPANY INC
ADEQ Public Water System Number:	AZ0410144
ADWR PCC Number:	91-000453.0000

Month	Number of Customers				
	Single-Family	Multi-Family	Commercial	Turf/Irrigation	Other Non-Residential
January	78	0	0	0	0
February	78	0	0	0	0
March	78	0	0	0	0
April	78	0	0	0	0
May	78	0	0	0	0
June	78	0	0	0	0
July	78	0	0	0	0
August	78	0	0	0	0
September	78	0	0	0	0
October	78	0	0	0	0
November	78	0	0	0	0
December	78	0	0	0	0

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

Does the system have chlorination treatment?

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

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

What is the present system connection capacity (in ERCs *) using existing lines?

What is the future system connection capacity (in ERCs *) upon service area buildout?

Describe any plans and estimated completion dates for any enlargements or improvements of this system.
 The system is currently being upgraded to resolve flood plain issues, add chlorination, add fluoride treatment, and integrate SCADA for remote control of the system. The referenced upgrades are projected to be completed in the 1Q of 2023.

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

Global Water - Rincon Water Company, Inc.
Annual Report
 Utility Shutoffs / Disconnects
 12/31/21

Utility Shutoffs / Disconnects	
Name of the System:	GLOBAL WATER - RINCON WATER COMPANY INC
ADEQ Public Water System Number:	AZ0410144
ADWR PCC Number:	91-000453.0000

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

Other (description):

Global Water acquired Rincon Water Company in January 2022. The prior owner was unable to produce any records regarding customer terminations.

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.

Global Water - Rincon Water Company, Inc.
Annual Report
Property Taxes
12/31/21

Property Taxes	
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Amount of actual property taxes paid during Calendar Year 2021 was	
--	--

	\$4,738
--	---------

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: Christopher Krygier
Company name: Global Water - Rincon Water Company, Inc.

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.

signature of owner/official

623-377-2603

telephone no.

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

(county name)

THIS _____ DAY OF

(month) and (year)

MY COMMISSION EXPIRES

(date)

(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: Christopher Krygier
Company name: Global Water - Rincon Water Company, Inc.

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:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$64,889

(The amount in the box above includes

\$3,837 in sales taxes

billed or collected)

signature of owner/official

623-377-2603

telephone no.

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

THIS _____ DAY OF _____
(county name)
(month) and (year)

MY COMMISSION EXPIRES _____
(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: Christopher Krygier
Company name: Global Water - Rincon Water Company, Inc.

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 RECEIVED FROM RESIDENTIAL CUSTOMERS DURING THE CALENDAR YEAR WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)
\$64,889
(The amount in the box above includes
\$3,837 in sales taxes
billed or collected)

signature of owner/official

623-377-2603

telephone no.

SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC
IN AND FOR THE COUNTY _____
(county name)

THIS _____ DAY OF _____
(month) and (year)

MY COMMISSION EXPIRES _____
(date)

(signature of notary public)

Gross-up Sharing Method for Income Tax Statement of Certification

Verification:

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

County of (county name): Maricopa
Name (owner or official) title: Christopher Krygier
Company name: Global Water - Rincon Water Company, Inc.

FOR THE YEAR ENDING: 12/31/21

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.

signature of owner/official

623-377-2603

telephone no.

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

(county name)

THIS _____ DAY OF _____
(month) and (year)

MY COMMISSION EXPIRES _____
(date)

(signature of notary public)



April 15, 2022

Arizona Corporation Commission
Compliance Section – Utilities Division
1200 West Washington Street
Phoenix, AZ 85007

Re: Annual Report
Global Water – Rincon Water Company, Inc.

To Whom It May Concern:

In 2022, Global Water – Rincon Water Company, Inc., an indirect and wholly owned subsidiary of Global Water Resources, Inc. (“GWRI”) purchased the assets of Rincon Water Company, Inc. The attached 2021 Annual Report for Global Water – Rincon Water Company, Inc. is the first annual report prepared by the new ownership.

As part of the acquisition due diligence process and as thoroughly discussed in ACC Proceeding W-01723A-21-0095, the seller of Rincon Water Company, Inc. possessed limited records related to the utility. Accordingly, the attached annual report primarily contains estimates based on prior ACC annual report data combined with the limited information provided by the seller. Because of the data limitations we cannot certify to the Verifications and Sworn Statements contained on pages 17, 18, 19 and 20.

We anticipate that this issue will be rectified in the 2022 Annual Report as that data will be based on GWRI’s ownership.

Sincerely,

A handwritten signature in blue ink that reads 'Chris Krygier' followed by a circled 'D' and the date '4/15/2022'.

Christopher D. Krygier
Chief Strategy Officer