

ANNUAL REPORT

Of

Company Name:
PO Box 85160

Mailing Address: Tucson AZ
85754

Docket No.: W-01790A
For the Year Ended:

**RECEIVED
BY EMAIL
4/28/2021, 6:18 PM
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
Saguaro Water Company
A Class Utility

For the Calendar Year Ended: 12/31/20

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.
	N/A

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.
	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	\$29,256			\$29,256	\$29,256	\$0
302	Franchises				0		0
303	Land and Land Rights	51,700			51,700		51,700
304	Structures and Improvements				0		0
305	Collecting & Improving Reservoirs				0		0
306	Lake, River, Canal Intakes				0		0
307	Wells and Springs	198,612			198,612	152,530	46,082
308	Infiltration Galleries				0		0
309	Supply Mains				0		0
310	Power Generation Equipment				0		0
311	Pumping Equipment	174,852	1,824		176,676	161,965	14,711
320	Water Treatment Equipment	31,727			31,727	16,586	15,141
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	570,519	16,785		587,304	563,145	24,159
330.1	Storage Tanks				0		0
330.2	Pressure Tanks				0		0
331	Transmission and Distribution Mains	5,823,347	17,689		5,841,036	3,701,873	2,139,163
333	Services	1,176			1,176	1,176	0
334	Meters and Meter Installations	269,730	7,565		277,295	180,804	96,491
335	Hydrants				0		0
336	Backflow Prevention Devices				0		0
339	Other Plant and Misc. Equipment	250			250	250	0
340	Office Furniture and Equipment				0		0
340.1	Computer & Software				0		0
341	Transportation Equipment				0		0
342	Stores Equipment				0		0
343	Tools, Shop and Garage Equipment	402			402	130	272
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
	Totals	\$7,151,571	\$43,863	\$0	\$7,195,434	\$4,807,715	\$2,387,719

Saguaro Water Company
Annual Report
Depreciation Expense for the Current Year (Water)
12/31/20

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	\$29,256	\$0	\$0	\$29,256	\$29,256	\$0		\$0
302	Franchises	0	0	0	0	0	0		0
303	Land and Land Rights	51,700	0	0	51,700	51,700	0		0
304	Structures and Improvements	0	0	0	0	0	0	5.00%	0
305	Collecting & Improving Reservoirs	0	0	0	0	0	0		0
306	Lake, River, Canal Intakes	0	0	0	0	0	0		0
307	Wells and Springs	198,612	0	0	198,612	8,928	189,684	5.00%	9,484
308	Infiltration Galleries	0	0	0	0	0	0		0
309	Supply Mains	0	0	0	0	0	0		0
310	Power Generation Equipment	0	0	0	0	0	0		0
311	Pumping Equipment	174,852	1,824	0	176,676	40,459	136,217	5.00%	6,765
320	Water Treatment Equipment	31,727	0	0	31,727	25	31,702	5.00%	1,585
320.1	Water Treatment Plants	0	0	0	0	0	0		0
320.2	Solution Chemical Feeders	0	0	0	0	0	0		0
320.3	Point-of-Use Treatment Devices	0	0	0	0	0	0		0
330	Distribution Reservoirs and Standpipes	570,519	16,785	0	587,304	0	587,304	5.00%	28,946
330.1	Storage Tanks	0	0	0	0	0	0		0
330.2	Pressure Tanks	0	0	0	0	0	0		0
331	Transmission and Distribution Mains	5,823,347	17,689	0	5,841,036	192,062	5,648,974	5.00%	282,006
333	Services	1,176	0	0	1,176	1,176	0	5.00%	0
334	Meters and Meter Installations	269,730	7,565	0	277,295	4,462	272,833	5.00%	13,453
335	Hydrants	0	0	0	0	0	0		0
336	Backflow Prevention Devices	0	0	0	0	0	0		0
339	Other Plant and Misc. Equipment	250	0	0	250	250	0	5.00%	0
340	Office Furniture and Equipment	0	0	0	0	0	0		0
340.1	Computer & Software	0	0	0	0	0	0		0
341	Transportation Equipment	0	0	0	0	0	0		0
342	Stores Equipment	0	0	0	0	0	0		0
343	Tools, Shop and Garage Equipment	402	0	0	402	0	402	5.00%	20
344	Laboratory Equipment	0	0	0	0	0	0		0
345	Power Operated Equipment	0	0	0	0	0	0		0
346	Communication Equipment	0	0	0	0	0	0		0
347	Miscellaneous Equipment	0	0	0	0	0	0		0
348	Other Tangible Plant	0	0	0	0	0	0		0
	Subtotal	\$7,151,571	\$43,863	\$0	\$7,195,434	\$328,318	\$6,867,116		\$342,259

Contribution(s) in Aid of Construction (Gross)	\$4,502,396
Less: Non Amortizable Contribution(s)	0
Fully Amortized Contribution(s)	0
Amortizable Contribution(s)	\$4,502,396
Times: Proposed Amortization Rate	5.00%
Amortization of CIAC	\$225,120

Less: Amortization of CIAC \$225,120

DEPRECIATION EXPENSE \$117,139

Saguaro Water Company
Annual Report
Balance Sheet Assets
12/31/20

Balance Sheet Assets				
	Assets		Balance at Beginning of Year (2020)	Balance at End of Year (2020)
Account No.	Current and Accrued Assets			
131	Cash		\$248,553	\$346,325
134	Working Funds			
135	Temporary Cash Investments			
141	Customer Accounts Receivable		41,840	5,290
146	Notes Receivable from Associated Companies		195,000	259,500
151	Plant Material and Supplies			
162	Prepayments			28,968
174	Miscellaneous Current and Accrued Assets		22,610	21,646
	Total Current and Accrued Assets		\$508,003	\$661,729
Account No.	Fixed Assets			
101	Utility Plant in Service*		\$7,151,571	\$7,195,434
103	Property Held for Future Use		56,000	56,000
105	Construction Work in Progress			
108	Accumulated Depreciation (enter as negative)*		(4,465,455)	(4,807,715)
121	Non-Utility Property			
122	Accumulated Depreciation - Non Utility			
	Total Fixed Assets		\$2,742,116	\$2,443,719
	Total Assets		\$3,250,119	\$3,105,448

*Note these items feed automatically from AR3 UPIS Page 4

Saguaro Water Company
Annual Report
Balance Sheet Liabilities and Owners Equity

Balance Sheet Liabilities and Owners Equity				
	Liabilities		Balance at Beginning of Year (2020)	Balance at End of Year (2020)
Account No.	Current Liabilities			
231	Accounts Payable		\$21,917	\$28,656
232	Notes Payable (Current Portion)			
234	Notes Payable to Associated Companies			
235	Customer Deposits		2,211	12,642
236	Accrued Taxes		3,858	3,993
237	Accrued Interest			
242	Miscellaneous Current and Accrued Liabilities			
	Total Current Liabilities		\$27,986	\$45,291
	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		1,703,420	1,706,305
255	Accumulated Deferred Investment Tax Credits			
271	Contributions in Aid of Construction		4,502,396	4,502,396
272	Less: Amortization of Contributions		(1,202,591)	(1,370,627)
281	Accumulated Deferred Income Tax			
	Total Deferred Credits		\$5,003,225	\$4,838,074
	Total Liabilities		\$5,031,211	\$4,883,365
	Capital Accounts			
201	Common Stock Issued		\$102,100	\$102,100
211	Other Paid-In Capital		281,327	281,327
215	Retained Earnings		(2,164,519)	(2,161,344)
218	Proprietary Capital (Sole Props and Partnerships)			
	Total Capital		(\$1,781,092)	(\$1,777,917)
	Total Liabilities and Capital		\$3,250,119	\$3,105,448

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

Saguaro Water Company
Annual Report
Water Comparative Income Statement
12/31/20

Water Comparative Income Statement			
Account No.	Calendar Year	Current Year 01/01/2020 - 12/31/2020	Last Year 01/01/2019 - 12/31/2019
	Operating Revenue		
461	Metered Water Revenue	\$884,331	\$828,877
460	Unmetered Water Revenue		
462	Fire Protection Revenue		
469	Guaranteed Revenues (Surcharges)		
471	Miscellaneous Service Revenues		
474	Other Water Revenue	6,599	7,286
	Total Revenues	\$890,930	\$836,163
	Operating Expenses		
601	Salaries and Wages	\$0	\$0
604	Employee Pensions and Benefits		
610	Purchased Water		
615	Purchased Power	105,330	86,111
618	Chemicals		
620	Materials and Supplies		
620.1	Repairs and Maintenance	4,696	10,341
620.2	Office Supplies and Expense	1,581	4,613
630	Contractual Services		
631	Contractual Services - Engineering		
632	Contractual Services - Accounting	3,402	13,817
633	Contractual Services - Legal	425	4,721
634	Contractual Services - Management Fees	380,000	446,000
635	Contractual Services - Water Testing	2,190	3,147
636	Contractual Services - Other	3,492	
640	Rents		
641	Rental of Building/Real Property		
642	Rental of Equipment		
650	Transportation Expenses		
657	Insurance - General Liability	2,095	1,980
657.1	Insurance - Health and Life		
665	Regulatory Commission Expense - Rate		
670	Bad Debt Expense		
675	Miscellaneous Expense	6,288	24,313
403	Depreciation Expense (From Schedule AR4)	117,139	58,698
408	Taxes Other Than Income		
408.11	Property Taxes	15,592	79,612
409	Income Taxes		
427.1	Customer Security Deposit Interest	11	
	Total Operating Expenses	\$642,241	\$733,353
	Operating Income / (Loss)	\$248,689	\$102,810
	Other Income / (Expense)		
419	Interest and Dividend Income	\$53	\$70
421	Non-Utility Income	516	178
426	Miscellaneous Non-Utility (Expense)		(292,475)
427	Interest (Expense)		
	Total Other Income / (Expense)	\$569	(\$292,227)
	Net Income / (Loss)	\$249,258	(\$189,417)

Full time equivalent employees

	Direct Company	Allocated	Outside service	Total
President				0.0
Vice-president				0.0
Manager				0.0
Engineering Staff				0.0
System Operator(s)			difficult to	0.0
Meter reader			determine	0.0
Customer Service				0.0
Accounting				0.0
Business Office				0.0
Rates Department				0.0
Administrative Staff				0.0
Other				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	No Loans			
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amt. Issued				
Amount Outstanding				
Date of Maturity				
Interest Rate				
Current Year Interest				
Current Year Principal				

Meter Deposit Balance at Test Year End:	\$43,666
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Meter Deposits Refunded During the Test Year:	\$5,316
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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.

Water Utility Plant Description	
Name of the System:	SAGUARO WATER COMPANY
ADEQ Public Water System Number:	AZ0410177
ADWR PCC Number:	91-000467.0000

MAINS		
Sizes (inches)	Material	Length (feet)
4.00	PVC	15,610
6.00	PVC	44,844
6.00	DIP/ACP	1,536
8.00	PVC	86,555
8.00	DIP/ACP	465
12.00	PVC	11,865
12.00	DIP/ACP	18,850

CUSTOMER METERS			
Size (inches)	Quantity	Percent over 1,000,000 gallons	Percent over 10 years old
5/8 X 3/4	621	72%	92%
0.75	427	51%	69%
1	209	70%	84%
2	2	50%	50%
3	1	100%	100%

SERVICE LINES		
Material	Percent of system	Year installed
Copper	100%	2004

BOOSTER PUMPS		
Horsepower	GPM	Quantity
15	150	2
25	250	2
50	500	4

FIRE HYDRANTS	
Type	Quantity
Standard *	225
Other	0

STORAGE TANKS			
Capacity (gallons)	Material	Quantity	Year installed
500,000	Steel	1	2004

PRESSURE/BLADDER TANKS			
Capacity (gallons)	Material	Quantity	Year installed
5,000	Steel	4	1994
5,000	Steel	2	2004

* 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:	Chlorinator
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STRUCTURES:	N/A
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OTHER:	N/A
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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	328
Method used:	(a)

Customer and Other Information	
Name of the System:	SAGUARO WATER COMPANY
ADEQ Public Water System Number:	AZ0410177
ADWR PCC Number:	91-000467.0000

Month	Number of Customers				
	Single-Family	Multi-Family	Commercial	Turf/Irrigation	Other Non-Residential
January	1,214	0	12	0	1
February	1,213	0	12	0	1
March	1,214	0	12	0	1
April	1,215	0	12	0	1
May	1,219	0	12	0	1
June	1,218	0	12	0	1
July	1,219	0	12	0	1
August	1,219	0	12	0	1
September	1,227	0	12	0	1
October	1,220	0	12	0	1
November	1,221	0	11	0	0
December	1,219	0	11	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.

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

Saguaro Water Company
 Annual Report
 Utility Shutoffs / Disconnects
 12/31/20

Utility Shutoffs / Disconnects	
Name of the System:	SAGUARO WATER COMPANY
ADEQ Public Water System Number:	AZ0410177
ADWR PCC Number:	91-000467.0000

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	0	0
July	0	0	0
August	0	0	0
September	0	0	0
October	0	0	0
November	0	0	0
December	0	0	0
Total	0	0	0

Other (description):

N/A

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.

Property Taxes	
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Amount of actual property taxes paid during Calendar Year 2020 was	
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\$36,140

If no property taxes paid, explain why.

NA

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): Pima
Name (owner or official) title: Dorinda Chacon, Manager
Company name: Saguaro Water Company

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

FOR THE YEAR ENDING: 12/31/20

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.

Dorinda Chacon

signature of owner/official

(520) 623-5172

telephone no.

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

THIS

27th

DAY OF

Pima

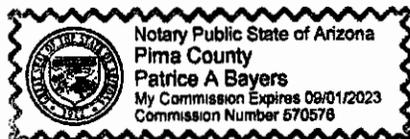
(county name)

April 2021

(month) and (year)

MY COMMISSION EXPIRES

9/01/2023
(date)



Patrice A. Bayers
(signature of notary public)

Verification and Sworn Statement

Verification:

State of Arizona I, the undersigned of the
(state name)
County of (county name): Pima
Name (owner or official) title: Dorinda Chacon, Manager
Company name: Saguaro Water Company

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

FOR THE YEAR ENDING: 12/31/20

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 (\$)
\$943,325
(The amount in the box above includes
\$52,395 in sales taxes
billed or collected)

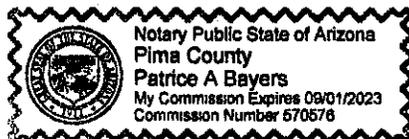
Dorinda Chacon
signature of owner/official

(520) 623-5172
telephone no.

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

THIS 27th DAY OF Pima
(county name)
April 2021
(month) and (year)

MY COMMISSION EXPIRES 9/01/2023
(date)



Patrice A. Bayers
(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): Pima
Name (owner or official) title: Dorinda Chacon, Manager
Company name: Saguaro Water Company

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

FOR THE YEAR ENDING: 12/31/20

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 (\$)

\$875,284
(The amount in the box above includes
\$48,615 in sales taxes
billed or collected)

Dorinda Chacon
signature of owner/official

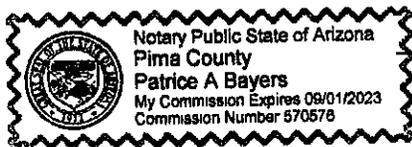
(520) 623-5172
telephone no.

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

Pima
(county name)

THIS 27th DAY OF April 2021
(month) and (year)

MY COMMISSION EXPIRES 9/01/2023
(date)



Patrice A. Bayers
(signature of notary public)