

ANNUAL REPORT

Of

Company Name: Sahuarita Water Company L.L.C.
4549 E. Fort Lowell Rd.

Mailing Address: Tucson AZ
85712

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ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

Docket No.: W-03718A
For the Year Ended: 12/31/21

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: 3/22/2022

ARIZONA CORPORATION COMMISSION
WATER UTILITY ANNUAL REPORT
Sahuarita Water Company L.L.C.
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
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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

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.
	No

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	\$7,541	\$0	\$0	\$7,541	\$0	\$7,541
302	Franchises	352,403	0	0	352,403	0	352,403
303	Land and Land Rights	13,636	0	0	13,636	0	13,636
304	Structures and Improvements	422,259	7,260	0	429,519	178,123	251,396
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	2,122,954	0	0	2,122,954	727,547	1,395,407
308	Infiltration Galleries	0	0	0	0	0	0
309	Supply Mains	0	0	0	0	0	0
310	Power Generation Equipment	557,395	0	0	557,395	295,605	261,790
311	Pumping Equipment	257,043	15,820	0	272,863	249,821	23,042
320	Water Treatment Equipment	0	0	0	0	0	0
320.1	Water Treatment Plants	1,499,569	0	0	1,499,569	609,360	890,209
320.2	Solution Chemical Feeders	48,577	0	0	48,577	48,577	0
320.3	Point-of-Use Treatment Devices	0	0	0	0	0	0
320.4	Arsenic Media	417,503	0	287,503	130,000	(224,161)	354,161
320.5	Arsenic Media Regeneration	181,693	167,950	0	349,643	137,168	212,475
330	Distribution Reservoirs and Standpipes	0	0	0	0	0	0
330.1	Storage Tanks	1,833,052	1,426	0	1,834,478	656,207	1,178,271
330.2	Pressure Tanks	38,199	0	0	38,199	23,410	14,789
331	Transmission and Distribution Mains	15,270,923	1,053,884	0	16,324,807	4,054,874	12,269,933
333	Services	3,318,757	536,796	0	3,855,553	1,173,093	2,682,460
334	Meters and Meter Installations	1,703,595	112,894	51,369	1,765,120	1,617,822	147,298
335	Hydrants	1,002,127	72,435	0	1,074,562	202,056	872,506
336	Backflow Prevention Devices	1,660	0	0	1,660	1,232	428
339	Other Plant and Misc. Equipment	0	0	0	0	0	0
340	Office Furniture and Equipment	164,450	0	0	164,450	52,381	112,069
340.1	Computer & Software	155,916	2,622	2,108	156,430	127,061	29,369
341	Transportation Equipment	225,453	5,248	16,307	214,394	173,098	41,296
342	Stores Equipment	0	0	0	0	0	0
343	Tools, Shop and Garage Equipment	48,353	1,220	0	49,573	25,093	24,480
344	Laboratory Equipment	132	0	0	132	132	0
345	Power Operated Equipment	0	0	0	0	0	0
346	Communication Equipment	593,516	10,296	0	603,812	594,031	9,781
347	Miscellaneous Equipment	695	0	0	695	695	0
348	Other Tangible Plant	1,014,554	0	0	1,014,554	1,014,554	0
	Totals	\$31,251,955	\$1,987,851	\$357,287	\$32,882,519	\$11,737,779	\$21,144,740

Sahuarita Water Company 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	\$7,541	\$0	\$0	\$7,541	\$0	\$7,541	0.00%	\$0
302	Franchises	352,403	0	0	352,403	0	352,403	0.00%	0
303	Land and Land Rights	13,636	0	0	13,636	0	13,636	0.00%	0
304	Structures and Improvements	422,259	7,260	0	429,519	0	429,519	3.33%	14,182
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	2,122,954	0	0	2,122,954	0	2,122,954	3.33%	70,694
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	557,395	0	0	557,395	0	557,395	5.00%	27,870
311	Pumping Equipment	257,043	15,820	0	272,863	0	272,863	12.50%	33,119
320	Water Treatment Equipment	0	0	0	0	0	0	0.00%	0
320.1	Water Treatment Plants	1,499,569	0	0	1,499,569	0	1,499,569	3.33%	49,936
320.2	Solution Chemical Feeders	48,577	0	0	48,577	48,577	0	20.00%	0
320.3	Point-of-Use Treatment Devices	0	0	0	0	0	0	0.00%	0
320.4	Arsenic Media	417,503	0	287,503	130,000	0	130,000	6.67%	18,259
320.5	Arsenic Media Regeneration	181,693	167,950	0	349,643	0	349,643	40.00%	106,267
330	Distribution Reservoirs and Standpipes	0	0	0	0	0	0	0.00%	0
330.1	Storage Tanks	1,833,052	1,426	0	1,834,478	0	1,834,478	2.22%	40,710
330.2	Pressure Tanks	38,199	0	0	38,199	0	38,199	5.00%	1,910
331	Transmission and Distribution Mains	15,270,923	1,053,884	0	16,324,807	0	16,324,807	2.00%	315,957
333	Services	3,318,757	536,796	0	3,855,553	0	3,855,553	3.33%	119,452
334	Meters and Meter Installations	1,703,595	112,894	51,369	1,765,120	0	1,765,120	8.33%	144,472
335	Hvdrants	1,002,127	72,435	0	1,074,562	0	1,074,562	2.00%	20,767
336	Backflow Prevention Devices	1,660	0	0	1,660	0	1,660	6.67%	111
339	Other Plant and Misc. Equipment	0	0	0	0	0	0	6.67%	0
340	Office Furniture and Equipment	164,450	0	0	164,450	0	164,450	6.67%	10,969
340.1	Computer & Software	155,916	2,622	2,108	156,430	155,916	514	20.00%	51
341	Transportation Equipment	225,453	5,248	16,307	214,394	85,500	128,894	20.00%	26,885
342	Stores Equipment	0	0	0	0	0	0	4.00%	0
343	Tools, Shop and Garage Equipment	48,353	1,220	0	49,573	0	49,573	5.00%	2,448
344	Laboratory Equipment	132	0	0	132	132	0	10.00%	0
345	Power Operated Equipment	0	0	0	0	0	0	5.00%	0
346	Communication Equipment	593,516	10,296	0	603,812	593,516	10,296	10.00%	515
347	Miscellaneous Equipment	695	0	0	695	695	0	10.00%	0
348	Other Tangible Plant	1,014,554	0	0	1,014,554	1,014,554	0	10.00%	0
	Subtotal	\$31,251,955	\$1,987,851	\$357,287	\$32,882,519	\$1,898,890	\$30,983,629		\$1,004,574

Contribution(s) in Aid of Construction (Gross)	\$13,526,968
Less: Non Amortizable Contribution(s)	0
Fully Amortized Contribution(s)	3,261,600
Amortizable Contribution(s)	<u>\$10,265,368</u>
Times: Proposed Amortization Rate	3.24%
Amortization of CIAC	\$332,831

Less: Amortization of CIAC \$332,831

DEPRECIATION EXPENSE \$671,743

Sahuarita Water Company 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.	Current and Accrued Assets			
131	Cash		\$3,215,172	\$3,880,595
134	Working Funds		0	0
135	Temporary Cash Investments		0	0
141	Customer Accounts Receivable		0	326
146	Notes Receivable from Associated Companies		809	0
151	Plant Material and Supplies		40,573	27,721
162	Prepayments		187,396	198,303
174	Miscellaneous Current and Accrued Assets		234,662	235,561
	Total Current and Accrued Assets		\$3,678,612	\$4,342,506
Account No.	Fixed Assets			
101	Utility Plant in Service*		\$31,251,955	\$32,882,519
103	Property Held for Future Use		425,377	426,372
105	Construction Work in Progress		29,668	147,421
108	Accumulated Depreciation (enter as negative)*		(11,090,495)	(11,737,779)
121	Non-Utility Property		79,560	10,741
122	Accumulated Depreciation - Non Utility		(59,973)	(7,726)
	Total Fixed Assets		\$20,636,092	\$21,721,548
	Total Assets		\$24,314,704	\$26,064,053

*Note these items feed automatically from AR3 UPIS Page 4

Sahuarita Water Company L.L.C.
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)		211,822	211,822
234	Notes Payable to Associated Companies		0	0
235	Customer Deposits		146,768	152,155
236	Accrued Taxes		33,032	30,678
237	Accrued Interest		3,590	4,249
242	Miscellaneous Current and Accrued Liabilities		431,687	234,224
	Total Current Liabilities		\$826,899	\$633,128
	Long Term Debt			
224	Long Term Debt (Notes and Bonds)		\$1,336,969	\$1,187,338
	Deferred Credits			
251	Unamortized Premium on Debt		\$0	\$0
252	Advances in Aid of Construction		3,093,399	4,018,015
255	Accumulated Deferred Investment Tax Credits		0	0
271	Contributions in Aid of Construction		12,699,979	13,526,968
272	Less: Amortization of Contributions		(3,261,600)	(3,594,431)
281	Accumulated Deferred Income Tax		0	0
	Total Deferred Credits		\$12,531,778	\$13,950,551
	Total Liabilites		\$14,695,646	\$15,771,018
	Capital Accounts			
201	Common Stock Issued		\$0	\$0
211	Other Paid-In Capital		0	0
215	Retained Earnings		1,056,314	1,349,648
218	Proprietary Capital (Sole Props and Partnerships)		8,562,744	8,943,387
	Total Capital		\$9,619,058	\$10,293,035
	Total Liabilities and Capital		\$24,314,704	\$26,064,053

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 01/01/2021 - 12/31/2021	Last Year 01/01/2020 - 12/31/2020
	Operating Revenue		
461	Metered Water Revenue	\$4,784,904	\$4,524,821
460	Unmetered Water Revenue	0	0
462	Fire Protection Revenue	0	0
469	Guaranteed Revenues (Surcharges)	0	0
471	Miscellaneous Service Revenues	83,895	50,964
474	Other Water Revenue	21,109	17,844
	Total Revenues	\$4,889,908	\$4,593,629
	Operating Expenses		
601	Salaries and Wages	\$0	\$0
604	Employee Pensions and Benefits	0	0
610	Purchased Water	1,128,316	943,753
615	Purchased Power	205,498	179,954
618	Chemicals	26,534	21,478
620	Materials and Supplies	0	0
620.1	Repairs and Maintenance	82,611	93,256
620.2	Office Supplies and Expense	10,939	11,618
630	Contractual Services	19,883	16,440
631	Contractual Services - Engineering	5,033	4,989
632	Contractual Services - Accounting	34,614	14,414
633	Contractual Services - Legal	1,063	3,064
634	Contractual Services - Management Fees	908,656	1,149,246
635	Contractual Services - Water Testing	13,429	13,753
636	Contractual Services - Other	135,281	134,254
640	Rents	0	0
641	Rental of Building/Real Property	1,538	1,538
642	Rental of Equipment	0	0
650	Transportation Expenses	25,927	22,411
657	Insurance - General Liability	20,553	18,162
657.1	Insurance - Health and Life	0	0
665	Regulatory Commission Expense - Rate	0	0
670	Bad Debt Expense	50	24
675	Miscellaneous Expense	13,313	9,351
403	Depreciation Expense (From Schedule AR4)	671,743	648,002
408	Taxes Other Than Income	0	0
408.11	Property Taxes	212,114	213,649
409	Income Taxes	0	0
427.1	Customer Security Deposit Interest	8,521	8,252
	Total Operating Expenses	\$3,525,616	\$3,507,608
	Operating Income / (Loss)	\$1,364,292	\$1,086,021
	Other Income / (Expense)		
419	Interest and Dividend Income	\$1,320	\$14,961
421	Non-Utility Income	46,932	29,612
426	Miscellaneous Non-Utility (Expense)	(705)	(5,944)
427	Interest (Expense)	(62,191)	(68,335)
	Total Other Income / (Expense)	(\$14,644)	(\$29,706)
	Net Income / (Loss)	\$1,349,648	\$1,056,315

Sahuarita Water Company 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	0.0	0.0	0.0
Vice-president	0.0	0.0	0.0	0.0
Manager	1.0	0.5	0.0	1.5
Engineering Staff	0.0	0.0	0.0	0.0
System Operator(s)	5.0	0.0	0.0	5.0
Meter reader	0.0	0.0	0.0	0.0
Customer Service	3.0	0.0	0.0	3.0
Accounting	0.9	0.2	0.0	1.1
Business Office	0.0	0.0	0.0	0.0
Rates Department	0.0	0.0	0.0	0.0
Administrative Staff	1.0	0.0	0.0	1.0
Other	0.0	0.0	0.0	0.0
Total	10.9	0.7	0.0	11.6

Sahuarita Water Company 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	9/4/2009	1/0/1900	1/0/1900	1/0/1900
Source of Loan	WIFA	0	0	0
ACC Decision No.	70984	0	0	0
Reason for Loan	Arsenic Treatment	0	0	0
Dollar Amt. Issued	\$4,694,523	\$0	\$0	\$0
Amount Outstanding	\$1,548,791	\$0	\$0	\$0
Date of Maturity	9/1/2029	1/0/1900	1/0/1900	1/0/1900
Interest Rate	4.20%	0.00%	0.00%	0.00%
Current Year Interest	\$62,191	\$0	\$0	\$0
Current Year Principal	\$149,631	\$0	\$0	\$0

Meter Deposit Balance at Test Year End:	\$129,751
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Meter Deposits Refunded During the Test Year:	\$22,353
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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:		SAHUARITA WATER COMPANY									
ADEQ Public Water System Number:		AZ0410312									
ADWR PCC Number:		91-000495.0000									
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
55-611144	300	1,400	905	24	Turbine	1975	267	249	10	Metered	Yes
55-216840	300	1,800	1,080	18	Turbine	2008	362	330	10	Metered	Yes
55-611172	400	1,800	1,135	24	Turbine	1970	245	230	10	Metered	Yes
55-611141	not equipped	0	982	24	0	1970	0	0	0	N/A	No
55-611143	not equipped	0	1,053	24	0	1974	0	0	0	N/A	No
55-611145	not equipped	0	990	24	0	1981	0	0	0	N/A	No
55-611146	not equipped	0	973	16	0	1969	0	0	0	N/A	No
55-562962	not equipped	0	500	8	0	1997	0	0	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

Name of system water delivered to:	SAHUARITA VILLAGE WATER CO
ADWR PCC Number:	91-000443.0000
Source of water delivered to another system	Ground Water
Name of system water received from:	NA
ADWR PCC Number:	NA
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	42,681,000.00	39,060,360.00	232,035.00	0.00	268,000.00	\$10,172	109,518
February	41,580,000.00	38,733,227.00	250,626.00	0.00	463,000.00	9,675	107,568
March	52,962,000.00	49,581,212.00	302,403.00	0.00	712,000.00	10,280	113,420
April	55,775,000.00	52,492,812.00	347,280.00	0.00	350,000.00	11,259	125,046
May	54,340,000.00	51,667,918.00	379,914.00	0.00	325,600.00	16,482	151,977
June	76,164,000.00	73,131,738.00	516,151.00	0.00	985,200.00	16,809	164,682
July	58,032,000.00	54,116,949.00	385,480.00	0.00	180,000.00	15,131	144,714
August	53,919,000.00	50,381,917.00	339,501.00	0.00	564,000.00	11,671	111,393
September	55,643,000.00	51,707,310.00	324,325.00	0.00	231,000.00	14,905	141,202
October	46,405,000.00	42,737,985.00	316,502.00	0.00	456,000.00	14,328	141,682
November	48,984,000.00	45,031,337.00	321,206.00	0.00	56,000.00	13,387	122,753
December	42,377,000.00	38,830,963.00	219,767.00	0.00	240,000.00	4,639	74,091
Totals	628,862,000.00	587,473,728.00	3,935,190.00	0.00	4,830,800.00	\$148,740	1,508,046

If applicable, in the space below please provide a description for all un-metered water use along with amounts:
 None

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:	Sahuarita Water Company LLC	
ADEQ Public Water System Number:	AZ0410312	
ADWR PCC Number:	91-000495.0000	

MAINS		
Sizes (inches)	Material	Length (feet)
4.00	PVC & DI	6,506
6.00	PVC & DI	27,971
8.00	PVC & DI	215,030
12.00	PVC & DI	76,119
16.00	PVC & DI	12,886
24.00	PVC & DI	7,180
NA	NA	0
NA	NA	0
NA	NA	0
NA	NA	0
NA	NA	0
NA	NA	0
NA	NA	0
NA	NA	0
NA	NA	0

CUSTOMER METERS			
Size (inches)	Quantity	Percent over 1,000,000 gallons	Percent over 10 years old
5/8 X 3/4	5,329	85%	70%
0.75	809	89%	66%
1	157	79%	36%
1.5	30	83%	23%
2	86	94%	12%
3	2	100%	0%
4	3	100%	33%
6	2	50%	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%

SERVICE LINES			
Material	Percent of system	Year installed	
Copper	100%	9	present
NA	0%	0	
NA	0%	0	
NA	0%	0	
NA	0%	0	

BOOSTER PUMPS			
Horsepower	GPM	Quantity	
10	250	1	
20	250	1	
25	550	2	
30	325	1	
40	630	2	
50	800	2	
75	850	2	
100	1,000	1	

FIRE HYDRANTS	
Type	Quantity
Standard *	464
Other	0

STORAGE TANKS				
Capacity (gallons)	Material	Quantity	Year installed	
1,200,000	Steel	1	2006	
1,000,000	Steel	1	1999	
350,000	Steel	1	2003	
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	1999
5,000	Steel	1	2000
5,000	Steel	1	2003
5,000	Steel	1	2004
5,000	Steel	1	2009
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)
--

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

TREATMENT EQUIPMENT:	2000 gpm Arsenic Treatment Plant
-----------------------------	----------------------------------

STRUCTURES:	Modular office building. Two 20 ft Conex storage containers. Walls and gates surrounding storage yards, wells, reservoirs, booster pumps and our Arsenic treatment plant.
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OTHER:	Stand-by power generators at three sites: one 400 kW at Booster Station 1, one 230 kW at Booster Station 2 and one 500 kW at Well 23 also serving our Arsenic Treatment plant.
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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

166

 Method used:

(a)

Customer and Other Information	
Name of the System:	Sahuarita Water Company
ADEQ Public Water System Number:	AZ 0410312
ADWR PCC Number:	91-000495.0000

Month	Number of Customers				
	Single-Family	Multi-Family	Commercial	Turf/Irrigation	Other Non-Residential
January	6,012	0	31	156	42
February	6,022	0	32	155	42
March	6,061	0	32	155	42
April	6,074	0	31	155	43
May	6,079	0	31	155	44
June	6,092	0	32	155	46
July	6,094	0	31	155	45
August	6,100	0	31	155	46
September	6,107	0	31	155	45
October	6,118	0	31	155	45
November	6,144	0	31	156	47
December	6,164	0	34	156	47

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 (GCPCPD) requirement?
 If yes, provide the GCPCPD 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.
 2022, new 600,000 gal gravity reservoir and 4000+ Transmission main *We do not have enough information on the ERC calculation as it is not a standard engineering unit used by SWC or it's engineer. The same go's for ERC capacity at buildout.

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

Sahuarita Water Company L.L.C.
 Annual Report
 Utility Shutoffs / Disconnects
 12/31/21

Utility Shutoffs / Disconnects	
Name of the System:	Sahuarita Water Company
ADEQ Public Water System Number:	AZ0410312
ADWR PCC Number:	91-000495.0000

Month	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	Other
January	0	8	0
February	0	31	0
March	0	10	0
April	0	10	0
May	0	17	0
June	0	21	0
July	0	32	0
August	0	30	0
September	0	26	0
October	0	35	0
November	0	35	0
December	0	42	0
Total	0	297	0

Other (description):

None

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	
Amount of actual property taxes paid during Calendar Year 2021 was	\$215,524

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: Marian Homiak, Controller
Company name: Sahuarita Water Company 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.

Marian Homiak

signature of owner/official

520-299-8766

telephone no.

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

THIS

17th

DAY OF

Pima

(county name)

March

(month) and (year)

MY COMMISSION EXPIRES

June 8, 2025
(date)

Cynthia Gauntt
(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: Marian Homiak, Controller
Company name: Sahuarita Water Company 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:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$5,262,300

(The amount in the box above includes

\$394,594 in sales taxes
billed or collected)

Marian Homiak

signature of owner/official

520-299-8766

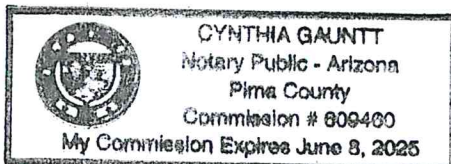
telephone no.

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

THIS 17th DAY OF Pima
(county name)
March
(month) and (year)

MY COMMISSION EXPIRES

June 8, 2025
(date)



Cynthia Gauntt
(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: Marian Homiak, Controller
Company name: Sahuarita Water Company 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 RECEIVED FROM RESIDENTIAL CUSTOMERS DURING THE CALENDAR YEAR WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$2,975,814

(The amount in the box above includes

\$222,980 in sales taxes
billed or collected)

Marian Homiak

signature of owner/official

520-299-8766

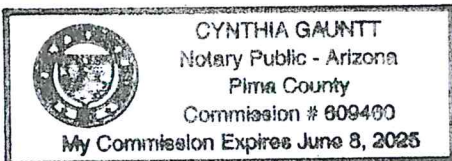
telephone no.

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

Pima
(county name)

THIS 17th DAY OF March
(month) and (year)

MY COMMISSION EXPIRES June 8, 2025
(date)



Cynthia Gauntt
(signature of notary public)

Self-pay Method for Income Tax Statement of Certification

Verification:

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

County of (county name):	Pima
Name (owner or official) title:	Marian Homiak, Controller
Company name:	Sahuarita Water Company L.L.C.

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 INCURRED OR 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.

This statement is not necessary for you and should not be completed signed & notarized

signature of owner/official

520-299-8766

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)