ANNUAL REPORT

Of

Company Name: Sandario Water Company, Inc.

PO Box 85160

Mailing Address: Tucson

Tucson AZ RECEIVED 85754 BY EMAIL

April 15, 2021, 2:28 PM

Docket No.: W-01831A ARIZONA CORPORATION COMMISSION UTILITIES DIVISION

For the Year Ended: 12/31/20

WATER UTILITY

To

Arizona Corporation Commission

Due on April 15th

Email: rdelafuente@azcc.gov, mail or deliver the completed Annual Report to:
Arizona Corporation Commission
Compliance Section - Utilities Division
1200 West Washington Street
Phoenix, Arizona 85007

Application Type: Original Filing

Application Date: 4/15/2021

ARIZONA CORPORATION COMMISSION WATER UTILITY ANNUAL REPORT Sandario Water Company, Inc. A Class E Utility

For the Calendar Year E	Ended: $\frac{12/31/20}{12}$					
Primary Address:	PO Box 85160					
	Tucson		State:	Arizona	Zip Code:	185754
,	100001	l		11112011	r	0070.
Telephone Number:	520-623-5172					
•		•				
Date of Original Organi	zation of Utility:	4/11/1988				
	ondence should be address	ed concerr	ing thi	s report:		
	Dorinda Chacon					
Telephone No.:						
	PO Box 85160	т	~ 1	T .	Ta: a 1	
	Tucson		State:	Arizona	Zip Code:	85754
Email:	info@southwesternutility.com	1				
On-Site Manager						
	Mike Molina		1			
Telephone No. :			1			
*	PO Box 85160					
	Tucson		State:	Arizona	Zip Code:	85754
	info@southwesternutility.com	<u></u> m				0070.
	,					
Name:						
Telephone No.:						
Address:						
City:			State:		Zip Code:	
Email:						
Name:						
Telephone No. :			-			
Address:						
City:			State:		Zip Code:	
Email:			State.		_Zip code.	
Linan.						
Name:						
Telephone No.:			1			
Address:						
City:			State:		Zip Code:	
Email:					_	
				_		
Ownership:	"C" Corporation]			
	n·		1			
Counties Served:	Pima		1			

ARIZONA CORPORATION COMMISSION WATER UTILITY ANNUAL REPORT Sandario Water Company, Inc.

No	For those companies not subject to the affiliated interest rules, has there been a change in ownership or direct control during
	year?
- [If yes, please provide specific details in the box below.
Ī	N/A
L	
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	Description	Beginning Year	Current Year	Current Year	Adjusted Original	Accumulated	OCLD (OC less			
No.	•	Original Cost	Additions	Retirements	Cost	Depreciation	AD)			
301	Organization	\$650	\$0	\$0	\$650	\$0	\$650			
302	Franchises	450	0	0	450	0	450			
303	Land and Land Rights	850	0	0	850	0	850			
304	Structures and Improvements	23,790	511	0	24,301	23,426	875			
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	59,057	0	0	59,057	51,740	7,317			
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	209,398	4,421	0	213,819	173,387	40,432			
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	4,028	0	0	4,028	3,904	124			
320.3	Point-of-Use Treatment Devices	0	0	0	0	0	0			
330	Distribution Reservoirs and Standpipes	33,307	0	0	33,307	33,307	0			
330.1	Storage Tanks	14,551	0	0	14,551	13,161	1,390			
330.2	Pressure Tanks	16,702	0	0	16,702	8,571	8,131			
331	Transmission and Distribution Mains	571,309	0	0	571,309	491,121	80,188			
333	Services	64,679	2,839	0	67,518	47,069	20,449			
334	Meters and Meter Installations	138,994	1,411	39,365	101,040	26,170	74,870			
335	Hydrants	0	0	0	0	0	0			
336	Backflow Prevention Devices	0	0	0	0	0	0			
339	Other Plant and Misc. Equipment	30,500	0	0	30,500	7,120	23,380			
340	Office Furniture and Equipment	0	0	0	0	0	0			
340.1	Computer & Software	0	0	0	0	0	0			
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			
	Totals	\$1,168,265	\$9,182	\$39,365	\$1,138,082	\$878,976	\$259,106			

Sandario Water Company, Inc. Annual Report Depreciation Expense for the Current Year (Water) 12/31/20

		Depi	reciation Expense	e for the Current	Year (Water)				
Account No.	Description	Beginning Year	Current Year	Current Year	Adjusted	Fully	Depreciable	Depreciation	Depreciation
		Original Cost	Additions	Retirements	Original Cost	Depreciated/Non- depreciable Plant	Plant	Percentages	Expense
301	Organization	\$650	\$0	\$0	\$650	\$650	\$0	0.00%	\$0
302	Franchises	450	0	0	450	450	0	0.00%	0
303	Land and Land Rights	850	0	0	850	850	0	0.00%	0
304	Structures and Improvements	23,790	511	0	24,301	22,193	2,108	3.33%	62
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	59,057	0	0	59,057	32,542	26,515	3.33%	883
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	0.00%	0
311	Pumping Equipment	209,398	4,421	0	213,819	146,046	67,773	12.50%	8,195
320	Water Treatment Equipment	0	0	0	0	0	0	0.00%	0
320.1	Water Treatment Plants	0	0	0	0	0	0	0.00%	0
320.2	Solution Chemical Feeders	4,028	0	0	4,028	1,642	2,386	20.00%	477
320.3	Point-of-Use Treatment Devices	0	0	0	0	0	0	0.00%	0
330	Distribution Reservoirs and Standpipes	33,307	0	0	33,307	33,307	0	2.22%	0
330.1	Storage Tanks	14,551	0	0	14,551	0	14,551	2.22%	323
330.2	Pressure Tanks	16,702	0	0	16,702	0	16,702	5.00%	835
331	Transmission and Distribution Mains	571,309	0	0	571,309	248,437	322,872	2.00%	6,457
333	Services	64,679	2,839	0	67,518	15,679	51,839	3.33%	1,679
334	Meters and Meter Installations	138,994	1,411	39,365	101,040	0	101,040	8.33%	8,471
335	Hydrants	0	0	0	0	0	0	0.00%	0
336	Backflow Prevention Devices	0	0	0	0	0	0	0.00%	0
339	Other Plant and Misc. Equipment	30,500	0	0	30,500	0	30,500	6.67%	2,034
340	Office Furniture and Equipment	0	0	0	0	0	0	0.00%	0
340.1	Computer & Software	0	0	0	0	0	0	0.00%	0
341	Transportation Equipment	0	0	0	0	0	0	0.00%	0
342	Stores Equipment	0	0	0	0	0	0	0.00%	0
343	Tools, Shop and Garage Equipment	0	0	0	0	0	0	0.00%	0
344	Laboratory Equipment	0	0	0	0	0	0	0.00%	0
345	Power Operated Equipment	0	0	0	0	0	0	0.00%	0
346	Communication Equipment	0	0	0	0	0	0	0.00%	0
347	Miscellaneous Equipment	0	0	0	0	0	0	0.00%	0
348	Other Tangible Plant	0	0	0	0	0	0	0.00%	0
	Subtotal	\$1,168,265	\$9,182	\$39,365	\$1,138,082	\$501,796	\$636,286		\$29,417

 Contribution(s) in Aid of Construction (Gross)
 \$460,927

 Less: Non Amortizable Contribution(s)
 0

 Fully Amortized Contribution(s)
 52,785

 Amortizable Contribution(s)
 \$408,142

 Times: Proposed Amortization Rate
 5.05%

 Amortization of CIAC
 \$20,611

 Less: Amortization of CIAC
 \$20,611

 DEPRECIATION EXPENSE
 \$8,806

Sandario Water Company, Inc. 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	\$67,532	\$107,432
134	Working Funds	0	0
135	Temporary Cash Investments	0	0
141	Customer Accounts Receivable	4,891	(1,579)
146	Notes Receivable from Associated Companies	0	0
151	Plant Material and Supplies	0	0
162	Prepayments	0	0
174	Miscellaneous Current and Accrued Assets	1,455	1,836
	Total Current and Accrued Assets	\$73,878	\$107,689
Account No.	Fixed Assets		
101	Utility Plant in Service*	\$1,168,265	\$1,138,082
103	Property Held for Future Use	0	0
105	Construction Work in Progress	0	0
108	Accumulated Depreciation (enter as negative)*	(888,923)	(878,976)
121	Non-Utility Property	0	0
122	Accumulated Depreciation - Non Utility	0	0
	Total Fixed Assets	\$279,342	\$259,106
	Total Assets	\$353,220	\$366,795

*Note these items feed automatically from AR3 UPIS Page 4

Sandario Water Company, Inc. Annual Report Balance Sheet Liabilities and Owners Equity

	Balance Sheet Liabilities and Ow	vners Equity	
	Liabilities	Balance at Beginning of Year (2020)	Balance at End of Year (2020)
Account No.	Current Liabilities		
231	Accounts Payable	\$788	\$606
232	Notes Payable (Current Portion)	0	0
234	Notes Payable to Associated Companies	0	0
235	Customer Deposits	12,565	13,115
236	Accrued Taxes	33,562	32,782
237	Accrued Interest	0	0
242	Miscellaneous Current and Accrued Liabilities	172	174
	Total Current Liabilities	\$47,087	\$46,677
	Long Term Debt		
224	Long Term Debt (Notes and Bonds)	\$117,038	\$113,236
	Deferred Credits		
251	Unamortized Premium on Debt	\$0	\$0
252	Advances in Aid of Construction	4,818	5,598
255	Accumulated Deferred Investment Tax Credits	0	0
271	Contributions in Aid of Construction	460,927	460,927
272	Less: Amortization of Contributions	(277,356)	(297,967)
281	Accumulated Deferred Income Tax	5,396	4,658
	Total Deferred Credits	\$193,785	\$173,216
	Total Liabilites	\$357,910	\$333,129
	Capital Accounts		
201	Common Stock Issued	\$0	\$0
211	Other Paid-In Capital	3,208	3,208
215	Retained Earnings	(7,898)	30,458
218	Proprietary Capital (Sole Props and Partnerships)	0	0
	Total Capital	(\$4,690)	\$33,666
	Total Liabilities and Capital	\$353,220	\$366,795

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

Account No.			T . T.
Account No.	Calendar Year	Current Year	Last Year
	0	01/01/2020 - 12/31/2020	01/01/2019 - 12/31/2019
461	Operating Revenue Metered Water Revenue	\$191,396	\$175,840
461		\$191,390	
460	Unmetered Water Revenue	0	(
462	Fire Protection Revenue	ů	· ·
469	Guaranteed Revenues (Surcharges)	15,668	35,70
471	Miscellaneous Service Revenues	4,367	6,65
474	Other Water Revenue	0	0310 10
	Total Revenues	\$211,431	\$218,19
	On and the Fermions		
(01	Operating Expenses	\$0	\$
601	Salaries and Wages	0	
604	Employee Pensions and Benefits	0	
610	Purchased Water	17,894	15,04
	Purchased Power	1,685	74
618	Chemicals	1,083	
620	Materials and Supplies	2,066	1 65
620.1	Repairs and Maintenance	*	1,65
620.2	Office Supplies and Expense	2,417	2,14
630	Contractual Services	0	
631	Contractual Services - Engineering	· ·	0.55
632	Contractual Services - Accounting	4,517	9,55
633	Contractual Services - Legal	1,877	1,54
634	Contractual Services - Management Fees	82,707	82,71
635	Contractual Services - Water Testing	1,578	2,25
636	Contractual Services - Other	0	
640	Rents	0	
641	Rental of Building/Real Property	0	
642	Rental of Equipment	0	• • •
650	Transportation Expenses	2,454	3,08
657	Insurance - General Liability	2,444	1,40
657.1	Insurance - Health and Life	0	
665	Regulatory Commission Expense - Rate	0	
670	Bad Debt Expense	880	
675	Miscellaneous Expense	2,363	3,69
403	Depreciation Expense (From Schedule AR4)	8,806	22,21
408	Taxes Other Than Income	0	
408.11	Property Taxes	10,609	9,11
409	Income Taxes	25,734	28,16
427.1	Customer Security Deposit Interest	221	45
	Total Operating Expenses	\$168,252	\$183,76
	Operating Income / (Loss)	\$43,179	\$34,42
		·	
	Other Income / (Expense)		
419	Interest and Dividend Income	\$1,071	\$97
421	Non-Utility Income	693	
426	Miscellaneous Non-Utility (Expense)	0	
427	Interest (Expense)	(6,588)	(6,78
	Total Other Income / (Expense)	(\$4,824)	(\$5,80
427			

Sandario Water Company, Inc. Annual Report Full time equivalent employees 12/31/20

Full time equivalent employees

	Direct Company	Allocated	Outside service	Total
President				0.0
Vice-president				0.0
Manager			unable to	0.0
Engineering Staff			determine	0.0
System Operator(s)			without	0.0
Meter reader			significant	0.0
Customer Service			analysis	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

Sandario Water Company, Inc. Annual Report Supplemental Financial Data (Long-Term Debt) 12/31/20

	Supplemental Financial Data (Long-Term Debt)										
	Loan #1	Loan #2	Loan #3	Loan #4							
Date Issued	6/30/2017										
Source of Loan	CoBank										
ACC Decision No.	76071										
Reason for Loan	Improvements										
Dollar Amt. Issued	\$123,793										
Amount Outstanding	\$113,236										
Date of Maturity	1/20/2038										
Interest Rate	5.61%										
Current Year Interest	\$6,588										
Current Year Principal	\$3,802										

Meter Deposit Balance at Test Year End:	\$5,598		
			•
Meter Deposits Refunded During the Test Year:		\$464	

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 <u>not</u> be listed. Input 0 or none if there is nothing to report for that cell.

Sandario Water Company, Inc. Annual Report Well and Water Usage 12/31/20

				Wall and Wat							
N Cd. C		CANDADIO WAT	ED CO	Well and Wate	er Usage						
Name of the System:		SANDARIO WAT									
ADEQ Public Water Syst	em Number:		AZ0410093								
ADWR PCC Number:			91-000434.0000								
Well registry 55# (55-			Casing Depth	Casing Diameter	Pump Motor			Water level		How	
XXXXXX):	Pump Horsepower	Pump Yield (gpm)	(feet)	(inches)	Type **	Year Drilled	2010	2019	(inches)	measured:	Active
55-518208	40	350	600	12	Submersible	1989	300	305	4	Metered	Yes
55-594513	15	80	590	8	Submersible	2003	320	330	2	Metered	Yes

•	NA			
			•	
•	•			
	NA			
			•	
		NA NA		

				Water received			
			Water delivered	(purchased) from	Estimated	Purchased	Purchased
	Water withdrawn	Water sold	(sold) to other	other systems	authorized use	Power	Power
Month	(gallons)1	(gallons)2	systems (gallons)3	(gallons)4	(gallons)5	Expense ⁶	(kWh)7
January	1,494,100.00	1,254,360.00	0.00	0.00	0.00	\$270	5,537
February	2,011,350.00	1,684,010.00	0.00	0.00	0.00	871	5,398
March	1,438,150.00	1,173,030.00	0.00	0.00	2,000.00	1,010	5,841
April	2,436,617.00	2,112,400.00	0.00	0.00	2,000.00	1,449	8,663
May	3,109,050.00	2,920,380.00	0.00	0.00	0.00	1,968	12,005
June	3,231,400.00	3,166,260.00	0.00	0.00	0.00	1,895	12,382
July	3,763,850.00	3,429,373.00	0.00	0.00	0.00	2,030	13,301
August	4,120,200.00	3,964,960.00	0.00	0.00	0.00	2,019	13,226
September	3,229,750.00	3,232,428.00	0.00	0.00	0.00	1,856	12,102
October	2,757,350.00	2,757,350.00	0.00	0.00	0.00	1,780	11,575
November	3,352,400.00	3,195,980.00	0.00	0.00	0.00	1,523	9,803
December	2,272,450.00	2,177,880.00	0.00	0.00	0.00	1,223	7,924
Totals	33,216,667.00	31,068,411.00	0.00	0.00	4,000.00	\$17,894	117,757

If applicable, in the space below please provide a description for all un-metered water use along with amounts:
Flushing = $4,000$ gallons.

- 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.

Sandario Water Company, Inc. Annual Report Water Utility Plant Description 12/31/20

	Water Utility Pl	ant Description	
Name of the System:	SANDARIO WATE	R CO.	
ADEQ Public Water System Number:		AZ0410093	
ADWR PCC Number:		91-000434.0000	

	MAINS	
Sizes (inches)	Material	Length (feet)
2.00	Galvanized	660
2.00	PVC	710
3.00	AC/PVC	4,530
3.00	PVC	330
4.00	AC/PVC	7,308
4.00	PVC	5,864
6.00	AC/PVC	20,535
6.00	PVC	18,123

SERVICE LINES			
		Year	
Material	Percent of system	installed	
PVC	80%	1970	
Copper	10%	2014-16	
Black poly	10%	1970	

CUSTOMER METERS			
		Percent over	Percent over
Size (inches)	Quantity	1,00,000 gallons	10 years old
5/8 X 3/4	363	1%	8%
0.75	5	0%	0%
1	6	0%	80%
1.5	2	50%	50%
Compound 2	2	100%	100%

	BOOSTER PUMPS	
Horsepower	GPM	Quantity
5	100	1
10	200	2
15	300	2

	STORAGE TANKS		
			Year
Capacity (gallons)	Material	Quantity	installed
12,000	Steel	4	1989
20,000	Steel	1	2003

FIRE HYDRANTS	
Type	Quantity
Standard *	0
Other	0

PRESSURE/BLADDER TANKS			
Capacity			
(gallons)	Material	Quantity	Year installed
2,000	Steel	1	1970
5,000	Steel	1	1970
90	Steel/rubber	2	2012

* 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 Descri	ption ((Continued)	ì
---------------	--------------	---------	-------------	---

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

TREATMENT EQUIPMENT:	2 chlorinators
STRUCTURES:	700 feet of 6 foot tall chain link fence, 12 x 12 foot booster station
OTHER:	N/A

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 = (Total SFR gallons sold (Omit 000) / 365 days / 350 gallons per day)

ERC 253 Method used: (a) Month January Single-Family

Customer and Other Information					
Name of the System:	SANDARIO WA	TER CO.			
ADEQ Public Water System Number:		AZ0410093			
ADWR PCC Number:		91-000434.0000			

Turf/Irrigation

Other Non-

Residential

0

Number of Customers

Commercial

0

Multi-Family

330

February	331	0	2	0	0		
March	331	0	2	0	0		
April	331	0	2	0	0		
May	335	0	2	0	0		
June	336	0	2	0	0		
July	335	0	2	0	0		
August	334	0	2	0	0		
September	337	0	2	0	0		
October	336	0	2	0	0		
November	337	0	2	0	0		
December	337	0	2	0	0		
If the system has fire hydrants, what is the fire flow requirements? Does the system have chlorination treatment? Yes Does the Company have an ADWR Gallons Per Capita Per Day (GCPCPD) requirement? If yes, provide the GPCPD amount: Is the Water Utility located in an ADWR Active Management Area (AMA)? Yes							
If yes, which AMA? What is the present system connection capacity (in ERCs *) using existing lines? Unknown What is the future system connection capacity (in ERCs *) upon service area buildout? Unknown							
Describe any plans and estimated completion dates for any enlargements or improvements of this system.							

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

Sandario Water Company, Inc. Annual Report Utility Shutoffs / Disconnects 12/31/20

Utility Shutoffs / Disconnects					
Name of the System:	SANDARIO WATER CO.				
ADEQ Public Water Syst	AZ0410093				
ADWR PCC Number:		91-000434.0000			

		Termination with	
Month	Termination without	Notice R14-2-	
	Notice R14-2-410.B	410.C	Other
January	0	2	0
February	0	4	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	2	0
October	0	4	0
November	0	1	0
December	0	0	0
Total	0	13	0

Other (description):	NA

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.

Sandario Water Company, Inc. Annual Report Property Taxes 12/31/20

Property Taxes	
Amount of actual property taxes paid during Calendar Year 2019 was	\$9,861
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.

Sandario Water Company, Inc. Annual Report Verification and Sworn Statement (Taxes) 12/31/20

			Verificatio	n and Sworn Stat	ement (Taxes)		
Verification	State of	Arizona (sta	nte name)	I, the undersign	ned of the		
	County of (co Name (owner Company name	or official) titl		Maricopa Bryan Thomas r Company, Inc.	, CFO		
		AT THIS ANN ION COMMIS		PROPERTY TAX	AND SALES T	AX REPORT TO T	HE ARIZONA
	FOR THE Y	EAR ENDING:		12/31	/20		
	UTILITY; TH CORRECT S REPORT IN	IAT I HAVE C TATEMENT C	AREFULLY EX OF BUSINESS A EACH AND EV	AMINED THE SAND AFFAIRS OF	AME, AND DEC	CLARE THE SAME FOR THE PERIOI	AND RECORDS OF SAID E TO BE A COMPLETE AND D COVERED BY THIS BEST OF MY KNOWLEDGE,
worn Statement:	I HEREBY A	TTEST THAT	ALL PROPERT	Y TAXES FOR SA	AID COMPANY	ARE CURRENT	AND PAID IN FULL.
	I HEREBY A	TTEST THAT	ALL SALES TA	XES FOR SAID	COMPANY ARI	E CURRENT AND	PAID IN FULL.
				BIZ		£	
						623-935-1100 telephone no.	Stat
			SUBSCRIBED IN AND FOR T) BEFORE ME	A NOTARY PUBLI	C Maricopa
	VERONICA G	IONZALEZ	THIS		1312	DAY OF	(county name) April 202) (month) and (year)
No.	tary Public, Sta Maricopa C Commission My Commissio August 15	te of Arizona county \$ 569848 on Expires	MY COMMISS	ION EXPIRES		August 15, (date)	2023
Control of the Contro					Ven	(signature of n	January pytolic)

Sandario Water Company, Inc. Annual Report Verification and Sworn Statement 12/31/20

			Verificatio	n and Sworn Stat	tement	·-	
Verification:	•		Vermento	n and Sworn Sta	tement		
Vermeuton	State of	Arizo		I, the undersigned	of the	•	
	County of (c	ounty name):	· ·	Maricopa			
		r or official) title:		Bryan Thomas, Cl	FO		
	Company na	me:		r Company, Inc.			
		IAT THIS ANNUA TION COMMISSIC		OPERTY TAX A	ND SALES TA	AX REPORT TO T	HE ARIZONA
	FOR THE Y	EAR ENDING:	12/31/20				
	UTILITY; T AND CORR THIS REPO	HAT I HAVE CAR ECT STATEMENT	EFULLY EXA OF BUSINES: O EACH AND	MINED THE SAM S AND AFFAIRS EVERY MATTE	ME, AND DEC OF SAID UTI	LARE THE SAME LITY FOR THE PE	AND RECORDS OF SAID TO BE A COMPLETE ERIOD COVERED BY THE BEST OF MY
				VII. 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2 2			
Sworn Statement:	STATUTES,	IT IS HEREIN RE	PORTED THA	T THE GROSS O	PERATING RI		ARIZONA REVISED UTILITY DERIVED VAS:
			[([Arizona Intrastate The amount in the billed or collected)	\$224,531 e box above inc \$13,101		\$)
				_	Dif	signature of own	er/official
				-		623-935-1 telephone	
			SUBSCRIBED IN AND FOR T		O BEFORE MI	E A NOTARY PUB Molicope	LIC
	VERONIC	G GONZALEZ	THIS _		3H	_DAY OF	ounty name) April 2021 (month) and (year)
	Notary Public Marico Commiss My Comm	c, State of Arizona opa County	MY COMMISS	SION EXPIRES		<u>August 15, 20</u> (date)	, , ,
				_	Ven	(signature of Jota	Ty politics 4

Sandario Water Company, Inc. Annual Report Verification and Sworn Statement (Residential Revenue) 12/31/20

Varificati	ion and Sworn Statement (Resid	antial Dayanua)
	niem justaitement (Kesia	Citiai Acychuc)
	izona I, the undersigned e name)	d of the
County of (county name): Name (owner or official) titl Company name:	e: Maricopa Bryan Thomas, C Sandario Water Company, Inc.	
DO SAY THAT THIS ANN CORPORATION COMMIS		AND SALES TAX REPORT TO THE ARIZONA
FOR THE YEAR ENDING	: 12/31/20	
OF SAID UTILITY; THAT I BE A COMPLETE AND CO PERIOD COVERED BY TH	I HAVE CAREFULLY EXAMINI DRRECT STATEMENT OF BUSI	THE ORIGINAL BOOKS, PAPERS AND RECORDS ED THE SAME, AND DECLARE THE SAME TO NESS AND AFFAIRS OF SAID UTILITY FOR THE ACH AND EVERY MATTER AND THING SET TION AND BELIEF.
UTILITY DERIVED FROM	S HEREIN REPORTED THAT TI	HE GROSS OPERATING REVENUE OF SAID ITY OPERATIONS RECEIVED FROM
Arizona Intra	State Gross Operating Revenues O (The amount in the billed or collected	\$222,767 e box above includes \$12,998 in sales taxes
		signature of owner/official 623-935-1100 telephone no.
	SUBSCRIBED AND SWORN IN AND FOR THE COUNTY	TO BEFORE ME A NOTARY PUBLIC Manya pa (county name)
VERONICA G GONZALEZ Notary Public, State of Arizona Maricopa County	THIS	(month) and (year)
Commission # 569848 My Commission Expires August 15, 2023	MY COMMISSION EXPIRES	August 15,2023 (date)

Sandario Water Company, Inc. Annual Report Gross-up Sharing Method for Income Tax Statement of Certification 12/31/20

	Gross-up Sharing	ng Method for Income Tax Statement of Certification	
Verification:			
		I, the undersigned of the	
	(state i	name)	
	County of (county name):	Maricopa	
	Name (owner or official) title:		
	Company name:	Sandario Water Company, Inc.	
	FOR THE YEAR ENDING:	: 12/31/20	
	TOR THE TEAK ENDING.	. 12/31/20	
C C4-4			
Sworn Statement:		THE REQUIREMENTS OF DECISION NO. 77084, BECAUSE THE UTIL	JTY
		P OF ADVANCES AND CONTRIBUTIONS, I HEREBY STATE THAT T	
	-	RED NOR IS EXPECTED TO INCUR A NET INCREASE IN CURRENT	
		REASE IN DEFERRED TAX ASSET FOR A CARRY FORWARD ACCO	
		UAL TO OR GREATER THAN THE AMOUNT OF THE REQUIRED G	
	PAID BY DEVELOPERS IN 7	THE PERIOD COVERED BY THIS ANNUAL REPORT.	
		Bix	
		signature of owner/official	
		,	
		623-935-1100	
		telephone no.	
		SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC	
		IN AND FOR THE COUNTY Monicapa (county name)	
		THIS 13th DAY OF April 2	202)
Frankline Blanch Blanch		(month) a	nd (year)
	VERONICA G GONZALEZ Notary Public, State of Arizona	MY COMMISSION EXPIRES Hastest 15,2023	
	Maricopa County Commission # 569848	MY COMMISSION EXPIRES Hugust 15, 2023 (date)	
	My Commission Expires 🛭	(date)	
	August 15, 2023		
		Venne I Inal	
		(signature of notary public)	