

**ANNUAL REPORT**

Of

Company Name: Stoneman Lake Water Company, Inc.  
PO Box 10061

Mailing Address: Sedona AZ  
86339

Docket No.: W-01967A  
For the Year Ended: 12/31/20

**RECEIVED  
BY EMAIL**  
03/29/2021, 11:23 AM  
**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: Original Filing  
Application Date: 3/29/2021

ARIZONA CORPORATION COMMISSION  
WATER UTILITY ANNUAL REPORT  
Stoneman Lake Water Company, Inc.  
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**

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.

Yes, Previous Director and Owner Edward Elliott died on April 10, 2020. His successor Trustee, Amy Bayless, took over the company on May 5, 2020

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.

Yes, ADEQ notified of a lack of reporting of water test results for the first 4 months of 2020. All testing requestments have been rectified and testing is now in complaine.

Stoneman Lake Water Company, Inc.  
Annual Report  
Utility Plant in Service (Water)  
12/31/20

Utility Plant in Service (Water)							
Account No.	Description	Beginning Year Original Cost	Current Year Additions	Current Year Retirements	Adjusted Original Cost	Accumulated Depreciation	OCLE (OC less AD)
301	Organization	\$5,403		\$270	\$5,133		\$5,133
302	Franchises	0			0		0
303	Land and Land Rights	31,000			31,000		31,000
304	Structures and Improvements	4,209			4,209	210	3,999
305	Collecting & Improving Reservoirs	0			0		0
306	Lake, River, Canal Intakes	0			0		0
307	Wells and Springs	8,925			8,925	446	8,479
308	Infiltration Galleries	0			0		0
309	Supply Mains	0			0		0
310	Power Generation Equipment	0			0		0
311	Pumping Equipment	2,152	1,007		3,159	158	3,001
320	Water Treatment Equipment	0			0		0
320.1	Water Treatment Plants	0			0		0
320.2	Solution Chemical Feeders	0			0		0
320.3	Point-of-Use Treatment Devices	0			0		0
330	Distribution Reservoirs and Standpipes	12,878	195		13,073	654	12,419
330.1	Storage Tanks	0			0		0
330.2	Pressure Tanks	0			0		0
331	Transmission and Distribution Mains	4,181			4,181	209	3,972
333	Services	1,792			1,792	90	1,702
334	Meters and Meter Installations	0			0		0
335	Hydrants	0			0		0
336	Backflow Prevention Devices	0			0		0
339	Other Plant and Misc. Equipment	2,985			2,985	149	2,836
340	Office Furniture and Equipment	0			0		0
340.1	Computer & Software	0			0		0
341	Transportation Equipment	23,055			23,055	1,153	21,902
342	Stores Equipment	0			0		0
343	Tools, Shop and Garage Equipment	5,403			5,403	270	5,133
344	Laboratory Equipment	0			0		0
345	Power Operated Equipment	0			0		0
346	Communication Equipment	0			0		0
347	Miscellaneous Equipment	0			0		0
348	Other Tangible Plant	0			0		0
	<b>Totals</b>	<b>\$101,982</b>	<b>\$1,202</b>	<b>\$270</b>	<b>\$102,914</b>	<b>\$3,339</b>	<b>\$99,575</b>

Stoneman Lake Water Company, Inc.  
 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	\$5,403	\$0	\$270	\$5,133		\$5,133	5.00%	\$263
302	Franchises	0	0	0	0		0		0
303	Land and Land Rights	31,000	0	0	31,000		31,000		0
304	Structures and Improvements	4,209	0	0	4,209		4,209	5.00%	210
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	8,925	0	0	8,925		8,925	5.00%	446
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	2,152	1,007	0	3,159		3,159	5.00%	133
320	Water Treatment Equipment	0	0	0	0		0		0
320.1	Water Treatment Plants	0	0	0	0		0		0
320.2	Solution Chemical Feeders	0	0	0	0		0		0
320.3	Point-of-Use Treatment Devices	0	0	0	0		0		0
330	Distribution Reservoirs and Standpipes	12,878	195	0	13,073		13,073	5.00%	649
330.1	Storage Tanks	0	0	0	0		0		0
330.2	Pressure Tanks	0	0	0	0		0		0
331	Transmission and Distribution Mains	4,181	0	0	4,181		4,181	5.00%	209
333	Services	1,792	0	0	1,792		1,792	5.00%	90
334	Meters and Meter Installations	0	0	0	0		0		0
335	Hvdrants	0	0	0	0		0		0
336	Backflow Prevention Devices	0	0	0	0		0		0
339	Other Plant and Misc. Equipment	2,985	0	0	2,985		2,985	5.00%	149
340	Office Furniture and Equipment	0	0	0	0		0		0
340.1	Computer & Software	0	0	0	0		0		0
341	Transportation Equipment	23,055	0	0	23,055		23,055	5.00%	1,153
342	Stores Equipment	0	0	0	0		0		0
343	Tools, Shop and Garage Equipment	5,403	0	0	5,403		5,403	5.00%	270
344	Laboratory Equipment	0	0	0	0		0		0
345	Power Operated Equipment	0	0	0	0		0		0
346	Communication Equipment	0	0	0	0		0		0
347	Miscellaneous Equipment	0	0	0	0		0		0
348	Other Tangible Plant	0	0	0	0		0		0
	<b>Subtotal</b>	<b>\$101,982</b>	<b>\$1,202</b>	<b>\$270</b>	<b>\$102,914</b>	<b>\$0</b>	<b>\$102,914</b>		<b>\$3,572</b>

Contribution(s) in Aid of Construction (Gross)  
 Less: Non Amortizable Contribution(s)  
 Fully Amortized Contribution(s)  
 Amortizable Contribution(s)  
 Times: Proposed Amortization Rate  
**Amortization of CIAC**

\$0  
 3.47%  
 \$0

Less: Amortization of CIAC  \$0

**DEPRECIATION EXPENSE**  **\$3,572**

Stoneman Lake 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.	<b>Current and Accrued Assets</b>			
131	Cash		\$14,514	\$17,445
134	Working Funds			
135	Temporary Cash Investments			
141	Customer Accounts Receivable		1,119	1,729
146	Notes Receivable from Associated Companies			
151	Plant Material and Supplies			
162	Prepayments			
174	Miscellaneous Current and Accrued Assets			
	<b>Total Current and Accrued Assets</b>		<b>\$15,632</b>	<b>\$19,174</b>
Account No.	<b>Fixed Assets</b>			
101	Utility Plant in Service*		\$101,982	\$102,914
103	Property Held for Future Use			
105	Construction Work in Progress			
108	Accumulated Depreciation (enter as negative)*		(3,570)	(3,339)
121	Non-Utility Property		(10,200)	
122	Accumulated Depreciation - Non Utility			
	<b>Total Fixed Assets</b>		<b>\$88,212</b>	<b>\$99,575</b>
	<b>Total Assets</b>		<b>\$103,844</b>	<b>\$118,749</b>

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

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

<b>Balance Sheet Liabilities and Owners Equity</b>				
	<b>Liabilities</b>		<b>Balance at Beginning of Year (2020)</b>	<b>Balance at End of Year (2020)</b>
<b>Account No.</b>	<b>Current Liabilities</b>			
231	Accounts Payable			
232	Notes Payable (Current Portion)			
234	Notes Payable to Associated Companies			
235	Customer Deposits			
236	Accrued Taxes			
237	Accrued Interest			
242	Miscellaneous Current and Accrued Liabilities		294,453	309,322
	<b>Total Current Liabilities</b>		<b>\$294,453</b>	<b>\$309,322</b>
	<b>Long Term Debt</b>			
224	Long Term Debt (Notes and Bonds)			
	<b>Deferred Credits</b>			
251	Unamortized Premium on Debt			
252	Advances in Aid of Construction			
255	Accumulated Deferred Investment Tax Credits			
271	Contributions in Aid of Construction			
272	Less: Amortization of Contributions			
281	Accumulated Deferred Income Tax			
	<b>Total Deferred Credits</b>		<b>\$0</b>	<b>\$0</b>
	<b>Total Liabilites</b>		<b>\$294,453</b>	<b>\$309,322</b>
	<b>Capital Accounts</b>			
201	Common Stock Issued		\$400	\$400
211	Other Paid-In Capital			
215	Retained Earnings		3,123	
218	Proprietary Capital (Sole Props and Partnerships)		(194,132)	(190,973)
	<b>Total Capital</b>		<b>(\$190,609)</b>	<b>(\$190,573)</b>
	<b>Total Liabilities and Capital</b>		<b>\$103,844</b>	<b>\$118,749</b>

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

Stoneman Lake Water Company, Inc.  
Annual Report  
Water Comparative Income Statement  
12/31/20

<b>Water Comparative Income Statement</b>			
Account No.	Calendar Year	Current Year	Last Year
		01/01/2020 - 12/31/2020	01/01/2019 - 12/31/2019
	<b>Operating Revenue</b>		
461	Metered Water Revenue		
460	Unmetered Water Revenue	42,153	10,538
462	Fire Protection Revenue		
469	Guaranteed Revenues (Surcharges)		
471	Miscellaneous Service Revenues		
474	Other Water Revenue		
	<b>Total Revenues</b>	<b>\$42,153</b>	<b>\$10,538</b>
	<b>Operating Expenses</b>		
601	Salaries and Wages	\$4,860	\$7,400
604	Employee Pensions and Benefits		
610	Purchased Water		
615	Purchased Power	130	804
618	Chemicals		
620	Materials and Supplies	10,313	
620.1	Repairs and Maintenance	14,566	5,831
620.2	Office Supplies and Expense		
630	Contractual Services	17,990	422
631	Contractual Services - Engineering		
632	Contractual Services - Accounting	800	600
633	Contractual Services - Legal	3,811	
634	Contractual Services - Management Fees	6,591	
635	Contractual Services - Water Testing	695	950
636	Contractual Services - Other	2,970	
640	Rents		
641	Rental of Building/Real Property		
642	Rental of Equipment		197
650	Transportation Expenses	209	931
657	Insurance - General Liability		
657.1	Insurance - Health and Life		
665	Regulatory Commission Expense - Rate		
670	Bad Debt Expense		
675	Miscellaneous Expense	321	
403	Depreciation Expense (From Schedule AR4)	3,572	3,570
408	Taxes Other Than Income	353	
408.11	Property Taxes		288
409	Income Taxes		
427.1	Customer Security Deposit Interest		
	<b>Total Operating Expenses</b>	<b>\$67,181</b>	<b>\$20,993</b>
	<b>Operating Income / (Loss)</b>	<b>(\$25,028)</b>	<b>(\$10,455)</b>
	<b>Other Income / (Expense)</b>		
419	Interest and Dividend Income	\$0	
421	Non-Utility Income		
426	Miscellaneous Non-Utility (Expense)		
427	Interest (Expense)		
	<b>Total Other Income / (Expense)</b>	<b>\$0</b>	<b>\$0</b>
	<b>Net Income / (Loss)</b>	<b>(\$25,028)</b>	<b>(\$10,455)</b>



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

**Full time equivalent employees**

	Direct Company	Allocated	Outside service	Total
President			0.1	0.1
Vice-president				0.0
Manager			0.4	0.4
Engineering Staff				0.0
System Operator(s)			1.0	1.0
Meter reader				0.0
Customer Service			0.1	0.1
Accounting			0.2	0.2
Business Office			0.1	0.1
Rates Department				0.0
Administrative Staff			0.2	0.2
Other				0.0
<b>Total</b>	<b>0.0</b>	<b>0.0</b>	<b>2.1</b>	<b>2.1</b>

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

<b>Supplemental Financial Data (Long-Term Debt)</b>				
	Loan #1	Loan #2	Loan #3	Loan #4
Date Issued				
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:

Meter Deposits Refunded During the Test Year:

***List all bonds, notes, loans, and other types of indebtedness in which the proceeds were used in the provision of public utility service. Indebtedness incurred for personal uses by the owner of the utility should not be listed. Input 0 or none if there is nothing to report for that cell.***

Well and Water Usage											
Name of the System:											
ADEQ Public Water System Number:											
ADWR PCC Number:											
Well registry 55# (55-XXXXXX):											
Pump Horsepower	Pump Yield (gpm)	Casing Depth (feet)	Casing Diameter (inches)	Pump Motor Type **	Year Drilled	Water level 2010	Water level 2020	Meter Size (inches)	How measured:	Active	
55-509467	5	30	8ft	8in							yes

Name of system water delivered to: \_\_\_\_\_

ADWR PCC Number: \_\_\_\_\_

Source of water delivered to another system: \_\_\_\_\_

Name of system water received from: \_\_\_\_\_

ADWR PCC Number: \_\_\_\_\_

Source of water received: \_\_\_\_\_

Well registry 55# (55-XXXXXX): \_\_\_\_\_

Month	Water withdrawn (gallons) <sup>1</sup>	Water sold (gallons) <sup>2</sup>	Water delivered (sold) to other systems (gallons) <sup>3</sup>	Water received (purchased) from other systems (gallons) <sup>4</sup>	Estimated authorized use (gallons) <sup>5</sup>	Purchased Power Expense <sup>6</sup>	Purchased Power (kWh) <sup>7</sup>
January							
February							
March							
April							
May							
June							
July							
August							
September							
October							
November							
December							
<b>Totals</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>\$0</b>	<b>0</b>

If applicable, in the space below please provide a description for all un-metered water use along with amounts:

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 un-metered 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.



\* 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 ntility owned assets in each category for each system.

<b>TREATMENT EQUIPMENT:</b>	
-----------------------------	--

<b>STRUCTURES:</b>	
--------------------	--

<b>OTHER:</b>	
---------------	--

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   
Method used:



Customer and Other Information	
Name of the System:	0
ADEQ Public Water System Number:	
ADWR PCC Number:	

Month	Number of Customers				Other Non-Residential
	Single-Family	Multi-Family	Commercial	Turf/Irrigation	
January	82				
February	82				
March	82				
April	82				
May	82				
June	82				
July	82				
August	82				
September	82				
October	82				
November	82				
December	82				

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.



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

Utility Shutoffs / Disconnects	
Name of the System:	0
ADEQ Public Water System Number:	
ADWR PCC Number:	

Month	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	Other
January			
February			
March			
April			
May			
June			
July			
August		3	
September			
October			
November			
December		2	1
<b>Total</b>	<b>0</b>	<b>5</b>	<b>1</b>

**Other (description):**

Property has water line leak that has to be repaired before water service can return.

**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.

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

<b>Property Taxes</b>	
Amount of actual property taxes paid during Calendar Year 2020 was	\$288

If no property taxes paid, explain why.

**Instructions:** Fill out the Grey Cells with the relevant information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report.

Verification and Sworn Statement (Taxes)

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

County of (county name): Yavapai  
Name (owner or official) title: Amy Bayless, President  
Company name: Stoneman Lake Water Company, Inc.

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

FOR THE YEAR ENDING: 12/31/20

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:

\_\_\_\_\_

\_\_\_\_\_

*Amy Bayless*

signature of owner/official

928-639-0121  
telephone no.

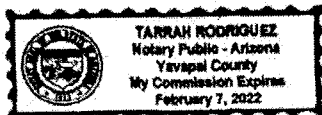
SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC  
IN AND FOR THE COUNTY

THIS 29 DAY OF

Yavapai  
(county name)  
March 2021  
(month) and (year)

MY COMMISSION EXPIRES

2-7-2022  
(date)



*Tarrah Rodriguez*  
(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): Yavapai  
Name (owner or official) title: Amy Bayless, President  
Company name: Stoneman Lake Water Company, Inc.

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

FOR THE YEAR ENDING: 12/31/20

**I 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:**

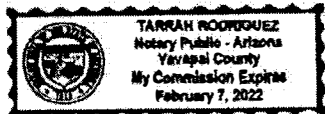
**IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING THE CALENDAR YEAR WAS:**

Arizona Intrastate Gross Operating Revenues Only (\$)

\$10,411  
(The amount in the box above includes  
   in sales taxes  
billed or collected)

*Amy Bayless*  
signature of owner/official  
928-639-0121  
telephone no.

SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC  
IN AND FOR THE COUNTY Yavapai  
(county name)  
THIS 29<sup>th</sup> DAY OF March 2021  
(month) and (year)  
MY COMMISSION EXPIRES 2-7-2022  
(date)



*Tarrah Rodriguez*  
(signature of notary public)

Stoneman Lake Water Company, Inc.  
Annual Report  
for Income Tax Statement of Certification  
12/31/20

for Income Tax Statement of Certification

Verification:

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

County of (county name): Yavapai  
Name (owner or official) title: Amy Bayless, President  
Company name: Stoneman Lake Water Company, Inc.

FOR THE YEAR ENDING: 12/31/20

Sworn Statement:

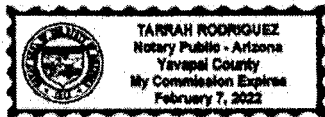
IN ACCORDANCE WITH THE REQUIREMENTS OF DECISION NO. 77084, BECAUSE THE UTILITY REQUIRES THE GROSS UP OF ADVANCES AND CONTRIBUTIONS, I HEREBY STATE THAT THE UTILITY A NET INCREASE IN CURRENT INCOME TAX EXPENSE OR A DECREASE IN DEFERRED TAX ASSET FOR A CARRY FORWARD ACCORDING TO GAAP IN AN AMOUNT EQUAL TO OR GREATER THAN THE AMOUNT OF THE REQUIRED GROSS UP PAID BY DEVELOPERS IN THE PERIOD COVERED BY THIS ANNUAL REPORT.

Amy Bayless  
signature of owner/official  
928-639-0121  
telephone no.

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

THIS 29<sup>th</sup> DAY OF March 2021  
(month) and (year)

MY COMMISSION EXPIRES 2-7-2022  
(date)



Tarrah Rodriguez  
(signature of notary public)

3:26 PM  
03/25/21  
Accrual Basis

Stoneman Lake Water Company  
**Profit & Loss**  
January through December 2020

	Jan - Dec 20
Ordinary Income/Expense	
Income	
Revenue	
Water Sales	10,410.72
Revenue - Other	31,742.00
Total Revenue	42,152.72
Total Income	42,152.72
Expense	
Auto/Truck Expense	
Fuel	680.26
Total Auto/Truck Expense	680.26
Operating Expenses	
Administration	6,591.00
Water Operator	17,989.79
Contracted Labor	4,860.00
Miscellaneous Expense	95.95
Office Supplies	10,312.56
Power Costs/Propane	129.80
Repairs and Maintenance	14,566.27
Taxes other than property	353.13
Transportation Expense	209.32
Water Testing	695.00
Total Operating Expenses	55,802.82
Other Expenses	
Bank Service Charges	37.00
Business Licenses and Permits	10.00
Computer and Internet Expenses	175.00
Postage and Delivery	98.75
Total Other Expenses	320.75
Professional Fees	
Accounting	800.00
Legal	3,811.00
Professional Fees - Other	2,970.00
Total Professional Fees	7,581.00
Total Expense	64,384.83
Net Ordinary Income	-22,232.11
Other Income/Expense	
Other Income	
Interest Income	0.32
Total Other Income	0.32
Net Other Income	0.32
Net Income	-22,231.79

3:17 PM

## Stoneman Lake Water Company

## Balance Sheet

03/25/21

As of December 31, 2020

Accrual Basis

	Dec 31, 20
<b>ASSETS</b>	
Current Assets	
Checking/Savings	
Chase Savings	18,879.76
Chase Bank	1,565.23
Total Checking/Savings	17,444.99
Accounts Receivable	
Accounts Receivable	1,728.99
Total Accounts Receivable	1,728.99
Other Current Assets	
Undeposited Funds	-865.68
Total Other Current Assets	-865.68
<b>Total Current Assets</b>	<b>18,308.30</b>
Fixed Assets	
Fixed Assets	
ATV's	38,602.00
Computers & Equipment	4,765.06
Easements	40,800.00
Leasehold Improvements	11,604.53
Plants Structures/Sheds	11,640.00
Tools & Equipment	2,466.70
Water Tanks	23,852.08
Wells & Springs Equipment, Pump	20,103.55
Accumulated Depreciation	-95,184.09
Total Fixed Assets	58,649.83
<b>Total Fixed Assets</b>	<b>58,649.83</b>
<b>TOTAL ASSETS</b>	<b>76,958.13</b>
<b>LIABILITIES &amp; EQUITY</b>	
Liabilities	
Current Liabilities	
Other Current Liabilities	
Loan From Shareholder	309,321.67
Total Other Current Liabilities	309,321.67
Total Current Liabilities	309,321.67
<b>Total Liabilities</b>	<b>309,321.67</b>
Equity	
Common Stock	400.00
Opening Bal Equity	36,188.51
Retained Earnings	-247,120.26
Shareholder Distributions	400.00
Net Income	-22,231.79
Total Equity	-232,363.54
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<b>76,958.13</b>