

ANNUAL REPORT

Of

Company Name: Heart Cab Co., Inc. DBA Sulger Water Company #2
c/o Amie Sulger, Vice President
Mailing Address: 2567 N. Calle Segundo
Huachuca City AZ
85616
Docket No.: W-02355A
For the Year Ended: 12/31/18

RECEIVED
UTILITIES DIVISION
2019 MAR 18 A 10:35
ARIZONA CORPORATION
COMMISSION

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: 3/11/2019

4-9-19

ARIZONA CORPORATION COMMISSION
WATER UTILITY ANNUAL REPORT
Heart Cab Co., Inc. DBA Sulger Water Company #2
A Class Utility

1. For the Calendar Year Ended:

2. Address:
City: State: Zip Code:

3. Telephone Number:

4. Date of Original Organization of Utility:

5. Person to whom correspondence should be addressed concerning this report:

Name:
Telephone No. :
Address:
City: State: Zip Code:
Email:

6. On-Site Manager:

Name:
Telephone No. :
Address:
City: State: Zip Code:
Email:

7. Ownership:

8. Counties Served:

Heart Cab Co., Inc. DBA Sulger Water Company #2
 Annual Report
 Utility Plant in Service (Water)
 12/31/18

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	\$0	\$0	\$0	\$0	\$0	\$0
302	Franchises	0	0	0	0	0	0
303	Land and Land Rights	5,000	0	0	5,000	0	5,000
304	Structures and Improvements	4,097	0	0	4,097	1,831	2,266
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	20,000	0	0	20,000	20,000	0
308	Infiltration Galleries	0	0	0	0	0	0
309	Supply Mains	0	0	0	0	0	0
310	Power Generation Equipment	0	0	0	0	0	0
311	Pumping Equipment	4,363	0	2,267	2,096	1,834	262
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	0	0	0	0	0	0
330.1	Storage Tanks	0	0	0	0	0	0
330.2	Pressure Tanks	12,914	0	0	12,914	5,918	6,996
331	Transmission and Distribution Mains	68,678	0	0	68,678	29,806	38,872
333	Services	0	0	0	0	0	0
334	Meters and Meter Installations	3,625	171	0	3,796	2,206	1,590
335	Hydrants	0	0	0	0	0	0
336	Backflow Prevention Devices	0	0	0	0	0	0
339	Other Plant and Misc. Equipment	0	0	0	0	0	0
340	Office Furniture and Equipment	640	0	0	640	264	376
340.1	Computer & Software	1,007	0	0	1,007	604	403
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	1,110	0	0	1,110	348	762
348	Other Tangible Plant	0	0	0	0	0	0
	Totals	\$121,434	\$171	\$2,267	\$119,338	\$62,810	\$56,528

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.

Heart Cab Co., Inc. DBA Sulger Water Company #2
 Annual Report
 Depreciation Expense for the Current Year (Water)
 12/31/18

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	Depreciation Percentages	Depreciation Expense
301	Organization	\$0	\$0	\$0	\$0	\$0	0.00%	\$0
302	Franchises	0	0	0	0	0	0.00%	0
303	Land and Land Rights	5,000	0	0	5,000	5,000	0.00%	0
304	Structures and Improvements	4,097	0	0	4,097	0	3.33%	136
305	Collecting & Improving Reservoirs	0	0	0	0	0	0.00%	0
306	Lake, River, Canal Intakes	0	0	0	0	0	0.00%	0
307	Wells and Springs	20,000	0	0	20,000	20,000	0.00%	0
308	Infiltration Galleries	0	0	0	0	0	0.00%	0
309	Supply Mains	0	0	0	0	0	0.00%	0
310	Power Generation Equipment	0	0	0	0	0	0.00%	0
311	Pumping Equipment	4,363	0	2,267	2,096	0	12.50%	404
320	Water Treatment Equipment	0	0	0	0	0	0.00%	0
320.1	Water Treatment Plants	0	0	0	0	0	0.00%	0
320.2	Solution Chemical Feeders	0	0	0	0	0	0.00%	0
320.3	Point-of-Use Treatment Devices	0	0	0	0	0	0.00%	0
330	Distribution Reservoirs and Standpipes	0	0	0	0	0	0.00%	0
330.1	Storage Tanks	0	0	0	0	0	0.00%	0
330.2	Pressure Tanks	12,914	0	0	12,914	0	5.00%	646
331	Transmission and Distribution Mains	68,678	0	0	68,678	0	2.00%	1,374
333	Services	0	0	0	0	0	0.00%	0
334	Meters and Meter Installations	3,625	171	0	3,796	0	8.33%	309
335	Hydrants	0	0	0	0	0	0.00%	0
336	Backflow Prevention Devices	0	0	0	0	0	0.00%	0
339	Other Plant and Misc. Equipment	0	0	0	0	0	0.00%	0
340	Office Furniture and Equipment	640	0	0	640	0	6.67%	43
340.1	Computer & Software	1,007	0	0	1,007	0	20.00%	201
341	Transportation Equipment	0	0	0	0	0	0.00%	0
342	Stores Equipment	0	0	0	0	0	0.00%	0
343	Tools, Shop and Garage Equipment	0	0	0	0	0	0.00%	0
344	Laboratory Equipment	0	0	0	0	0	0.00%	0
345	Power Operated Equipment	0	0	0	0	0	0.00%	0
346	Communication Equipment	0	0	0	0	0	0.00%	0
347	Miscellaneous Equipment	1,110	0	0	1,110	0	10.00%	111
348	Other Tangible Plant	0	0	0	0	0	0.00%	0
	Subtotal	\$121,434	\$171	\$2,267	\$119,338	\$25,000		\$3,224

Contribution(s) in Aid of Construction (Gross) \$0
 Less: Non Amortizable Contribution(s) 0
 Fully Amortized Contribution(s) 0
 Amortizable Contribution(s) \$0
 Times: Proposed Amortization Rate 3.42%
Amortization of CIAC \$0

Less: Amortization of CIAC

DEPRECIATION EXPENSE

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.

Heart Cab Co., Inc. DBA Sulger Water Company #2
 Annual Report
 Balance Sheet Assets
 12/31/18

Balance Sheet Assets				
	Assets		Balance at Beginning of Year (2018)	Balance at End of Year (2018)
Account No.	Current and Accrued Assets			
131	Cash		\$0	\$0
134	Working Funds		0	0
135	Temporary Cash Investments		0	0
141	Customer Accounts Receivable		0	0
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		2,448	1,348
	Total Current and Accrued Assets		\$2,448	\$1,348
Account No.	Fixed Assets			
101	Utility Plant in Service*		\$134,017	\$119,338
103	Property Held for Future Use		0	0
105	Construction Work in Progress		0	0
108	Accumulated Depreciation (enter as negative)*		(74,715)	(62,810)
121	Non-Utility Property		0	0
122	Accumulated Depreciation - Non Utility		0	0
	Total Fixed Assets		\$59,302	\$56,528
	Total Assets		\$61,750	\$57,876

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.

*Note these items feed automatically from AR3 UPIS Page 3

Heart Cab Co., Inc. DBA Sulger Water Company #2
Annual Report
Balance Sheet Liabilities and Owners Equity

Balance Sheet Liabilities and Owners Equity				
	Liabilities		Balance at Beginning of Year (2018)	Balance at End of Year (2018)
Account No.	Current Liabilities			
231	Accounts Payable		\$0	\$0
232	Notes Payable (Current Portion)		0	0
234	Notes Payable to Associated Companies		0	0
235	Customer Deposits		600	600
236	Accrued Taxes		0	0
237	Accrued Interest		0	0
242	Miscellaneous Current and Accrued Liabilities		912	0
	Total Current Liabilities		\$1,512	\$600
	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		936	936
255	Accumulated Deferred Investment Tax Credits		0	0
271	Contributions in Aid of Construction		0	0
272	Less: Amortization of Contributions		0	0
281	Accumulated Deferred Income Tax		0	0
	Total Deferred Credits		\$936	\$936
	Total Liabilities		\$2,448	\$1,536
	Capital Accounts			
201	Common Stock Issued		\$0	\$0
211	Other Paid-In Capital		0	0
215	Retained Earnings		0	0
218	Proprietary Capital (Sole Props and Partnerships)		59,302	56,340
	Total Capital		\$59,302	\$56,340
	Total Liabilities and Capital		\$61,750	\$57,876

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.

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

Heart Cab Co., Inc. DBA Sulger Water Company #2
Annual Report
Water Comparative Income Statement
12/31/18

Water Comparative Income Statement			
Account No.	Calendar Year	Current Year 01/01/2018 - 12/31/2018	Last Year 01/01/2017 - 12/31/2017
	Operating Revenue		
461	Metered Water Revenue	\$13,062	\$11,719
460	Unmetered Water Revenue	0	0
462	Fire Protection Revenue	0	0
469	Guaranteed Revenues (Surcharges)	0	0
471	Miscellaneous Service Revenues	0	315
474	Other Water Revenue	0	0
	Total Revenues	\$13,062	\$12,034
	Operating Expenses		
601	Salaries and Wages	\$1,189	\$0
604	Employee Pensions and Benefits	0	0
610	Purchased Water	0	0
615	Purchased Power	2,147	1,958
618	Chemicals	0	0
620	Materials and Supplies	171	1,253
620.1	Repairs and Maintenance	481	1,687
620.2	Office Supplies and Expense	756	239
630	Contractual Services	0	0
631	Contractual Services -Engineering	0	0
632	Contractual Services - Accounting	0	0
633	Contractual Services - Legal	0	0
634	Contractual Services - Management Fees	1,750	0
635	Contractual Services - Water Testing	895	2,100
636	Contractual Services - Other	0	0
640	Rents	0	0
641	Rental of Building/Real Property	0	0
642	Rental of Equipment	0	0
650	Transportation Expenses	1,632	1,566
657	Insurance - General Liability	0	0
657.1	Insurance - Health and Life	0	0
665	Regulatory Commission Expense - Rate	0	0
670	Bad Debt Expense	0	0
675	Miscellaneous Expense	4,282	2,400
403	Depreciation Expense (From Schedule AR4)	3,224	3,291
408	Taxes Other Than Income	0	369
408.11	Property Taxes	268	516
409	Income Taxes	50	50
427.1	Customer Security Deposit Interest	0	0
	Total Operating Expenses	\$16,845	\$15,429
	Operating Income / (Loss)	(\$3,783)	(\$3,395)
	Other Income / (Expense)		
419	Interest and Dividend Income	\$0	\$0
421	Non-Utility Income	0	0
426	Miscellaneous Non-Utility (Expense)	0	0
427	Interest (Expense)	0	0
	Total Other Income / (Expense)	\$0	\$0
	Net Income / (Loss)	(\$3,783)	(\$3,395)

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.

Heart Cab Co., Inc. DBA Sulger Water Company #2
 Annual Report
 Full time equivalent employees
 12/31/18

Full time equivalent employees

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

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. A full-time employee is based on 2080 total hours per year. Please calculate partial employees using 2080 hours.

Heart Cab Co., Inc. DBA Sulger Water Company #2
 Annual Report
 Supplemental Financial Data (Long-Term Debt)
 12/31/18

Supplemental Financial Data (Long-Term Debt)				
	Loan #1	Loan #2	Loan #3	Loan #4
Date Issued	none	none	none	none
Source of Loan	0	0	0	0
ACC Decision No.	0	0	0	0
Reason for Loan	0	0	0	0
Dollar Amt. Issued	\$0	\$0	\$0	\$0
Amount Outstanding	\$0	\$0	\$0	\$0
Date of Maturity	none	none	none	none
Interest Rate	0.00%	0.00%	0.00%	0.00%
Current Year Interest	\$0	\$0	\$0	\$0
Current Year Principal	\$0	\$0	\$0	\$0

Meter Deposit Balance at Test Year End:	\$600
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Meter Deposits Refunded During the Test Year:	\$120
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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.

Heart Cab Co., Inc. DBA Sulger Water Company #2
 Annual Report
 Well and Water Usage
 12/31/18

Well and Water Usage									
Name of the System:		SULGER WATER COMPANY 2							
ADEQ Public Water System Number:		AZ0402120							
ADWR PCC Number:		91-000076.0000							
Well registry 55# (55-XXXXXX):	Pump Horsepower	Pump Yield (gpm)	Casing Depth (feet)	Casing Diameter (inches)	Pump Motor Type **	Year Drilled	Meter Size (inches)	How measured:	Active
55-809118	5	35	300	6	submersible	1979	2	Metered	Yes
55-809117	5	35	300	6	submersible	1979	2	Metered	Yes
0	0	0	0	0	0	0	0	Metered	No
0	0	0	0	0	0	0	0	Metered	No
0	0	0	0	0	0	0	0	Metered	No
0	0	0	0	0	0	0	0	Metered	No
0	0	0	0	0	0	0	0	Metered	No
0	0	0	0	0	0	0	0	Metered	No
0	0	0	0	0	0	0	0	Metered	No
0	0	0	0	0	0	0	0	Metered	No
0	0	0	0	0	0	0	0	Metered	No
0	0	0	0	0	0	0	0	Metered	No
0	0	0	0	0	0	0	0	Metered	No
0	0	0	0	0	0	0	0	Metered	No
0	0	0	0	0	0	0	0	Metered	No
0	0	0	0	0	0	0	0	Metered	No
0	0	0	0	0	0	0	0	Metered	No
0	0	0	0	0	0	0	0	Metered	No
0	0	0	0	0	0	0	0	Metered	No
0	0	0	0	0	0	0	0	Metered	No
0	0	0	0	0	0	0	0	Metered	No
0	0	0	0	0	0	0	0	Metered	No

Name of system water delivered to:		SULGER WATER COMPANY 2	
ADWR PCC Number:		91-000076.0000	
Source of water delivered to another system	Ground Water		
Name of system water received from:		SULGER WATER COMPANY 2	
ADWR PCC Number:		91-000076.0000	
Source of water received	Ground Water		
Well registry 55# (55-XXXXXX):	55-809118		

Month	Water withdrawn (acre ft) ¹	Water sold (acre ft) ²	Water delivered (sold) to other systems (acre ft) ³	Water received (purchased) from other systems (acre ft) ⁴	Estimated authorized use (acre ft) ⁵	Purchased Power Expense ⁶	Purchased Power (kWh) ⁷
January	96,100	77,240	0	0	NA	\$158	269
February	81,600	80,140	0	0	NA	156	344
March	151,400	99,800	0	0	NA	148	271
April	167,500	169,310	0	0	NA	182	523
May	142,800	148,390	0	0	NA	187	540
June	230,300	233,990	0	0	NA	213	668
July	152,700	154,560	0	0	NA	196	614
August	142,600	143,800	0	0	NA	188	463
September	152,100	152,380	0	0	NA	183	499
October	153,900	150,910	0	0	NA	191	481
November	102,300	97,110	0	0	NA	192	557
December	91,200	78,300	0	0	NA	178	321
Totals	1,664,500	1,585,930	0	0	0	\$2,171	5,550

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

- 1 Water withdrawn - Total acre feet of water withdrawn from pumped sources.
- 2 Water sold - Total acre feet from customer meters, and other sales such as construction water.
- 3 Water delivered (sold) to other systems - Total acre feet of water delivered to other systems.
- 4 Water received (purchased) from other systems - Total acre feet of water purchased/received from other systems.
- 5 Estimated authorized use - Total estimated acre feet 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.

Water Utility Plant Description	
Name of the System:	SULGER WATER COMPANY 2
ADEQ Public Water System Number:	AZ0402120
ADWR PCC Number:	91-000076.0000

MAINS		
Sizes (inches)	Material	Length (feet)
2.00	PVC 40	1,870
3.00	PVC 40	650
4.00	PVC 40	7,444
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
NA	NA	0
NA	NA	0
NA	NA	0
NA	NA	0

CUSTOMER METERS	
Size (inches)	Quantity
5/8 X 3/4	24
i	1
NA	0
NA	0
NA	0
NA	0
NA	0
NA	0
NA	0
NA	0
NA	0
NA	0
NA	0
NA	0
NA	0
NA	0
NA	0
NA	0
NA	0
NA	0
NA	0
NA	0

SERVICE LINES	
Material	Percent of system
PVC	100%
NA	0%
NA	0%
NA	0%
NA	0%

BOOSTER PUMPS		
Horsepower	GPM	Quantity
0	0	0
0	0	0
0	0	0
0	0	0

FIRE HYDRANTS	
Type	Quantity
Standard *	0
Other	0

STORAGE TANKS		
Capacity (gallons)	Material	Quantity
0	0	0
0	0	0
0	0	0
0	0	0
0	0	0
0	0	0

PRESSURE/BLADDER TANKS		
Capacity (gallons)	Material	Quantity
5,000	Metal	1
100	Metal	3
0	0	0
0	0	0
0	0	0
0	0	0

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. Copy and paste this sheet as many times as is necessary.

* 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:	None
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STRUCTURES:	None
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OTHER:	None
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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. Copy and paste this sheet as many times as is necessary.

Customer and Other Information	
Name of the System:	SULGER WATER COMPANY 2
ADEQ Public Water System Number:	AZ0402120
ADWR PCC Number:	91-000076.0000

Month	Number of Customers				
	Single-Family	Multi-Family	Commercial	Turf/Irrigation	Other Non-Residential
January	21	0	1	0	0
February	21	0	1	0	0
March	21	0	1	0	0
April	21	0	1	0	0
May	21	0	1	0	0
June	21	0	1	0	0
July	22	0	1	0	0
August	22	0	1	0	0
September	22	0	1	0	0
October	22	0	1	0	0
November	22	0	1	0	0
December	23	0	1	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 (GCPCPD) requirement?

If yes, provide the GPCPD amount:

Is the Water Utility located in an ADWR Active Management Area (AMA)?

If yes, which AMA?

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. Copy and paste this sheet as many times as is necessary.

Heart Cab Co., Inc. DBA Sulger Water Company #2
Annual Report
Property Taxes
12/31/18

Property Taxes	
Amount of actual property taxes paid during Calendar Year 2018 was	\$268

If no property taxes paid, explain why.
Paid first half only in 2018

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): Cochise
Name (owner or official) title: Thomas Sulger President
Company name: Heart Cab Co., Inc. DBA Sulger Water Company #2

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

FOR THE YEAR ENDING: 12/31/18

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.

Thomas Sulger
signature of owner/official

520-631-8634
telephone no.

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

THIS 15 DAY OF Cochise
(county name)
March 15, 2019
(month) and (year)

MY COMMISSION EXPIRES 01-29-2021
(date)

[Signature]
(signature of notary public)



RECEIVED
UTILITIES DIVISION
2019 MAR 18 A 10:35
ARIZONA CORPORATION
COMMISSION

Verification and Sworn Statement

Verification:

State of Arizona I, the undersigned of the
(state name)
County of (county name): Cochise
Name (owner or official) title: Thomas Sulger President
Company name: Heart Cab Co., Inc. DBA Sulger Water Company #2

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

FOR THE YEAR ENDING: 12/31/18

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 (\$)

\$13,866

(The amount in the box above includes

\$804 in sales taxes

billed or collected)

RECEIVED
UTILITIES DIVISION
2019 MAR 18 A 10:35
ARIZONA CORPORATION
COMMISSION

Thomas Sulger
signature of owner/official

520-631-8634
telephone no.

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

Cochise
(county name)

THIS 15th DAY OF March 2019
(month) and (year)

MY COMMISSION EXPIRES 01-29-2021
(date)



[Signature]
(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): Cochise
Name (owner or official) title: Thomas Sulger President
Company name: Heart Cab Co., Inc. DBA Sulger Water Company #2

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

FOR THE YEAR ENDING: 12/31/18

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 (\$)

\$13,866
(The amount in the box above includes
\$804 in sales taxes
billed or collected)

RECEIVED
UTILITIES DIVISION
2019 MAR 18 A 10:36
ARIZONA CORPORATION
COMMISSION

Thomas Sulger
signature of owner/official
520-631-8634
telephone no.

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

Cochise
(county name)

THIS 15th DAY OF March 2019
(month) and (year)

MY COMMISSION EXPIRES 01-29-2021
(date)



[Signature]
(signature of notary public)

Sulger Water Company
2018 Depreciation Schedule for Fixed Assets
 12/31/2018

<u>Asset Description</u>	<u>Asset Class</u>	<u>Date Acquired</u>	<u>Original Cost</u>	<u>Adjusted Basis end of 2017</u>	<u>Service Life</u>	<u>Depreciation rate &</u>	<u>Monthly Expense</u>	<u>Annual Expense</u>	<u>Adjusted Basis</u>
Land	303	8/1/1979	5000	0					\$ 5,000.00
Chain Like Fence	304	6/30/2006	685	685	30	3.33%	\$ 1.90	\$ 22.80	\$ 196.74
Fence	304	3/29/2005	991	991	30	3.33%	\$ 2.75	\$ 33.00	\$ 384.94
Fencing	304	4/14/2007	1221	1221	30	3.33%	\$ 3.39	\$ 40.68	\$ 737.84
Water Pressure Tanks	330.2	7/17/2007	12914	12914	20	5.00%	\$ 53.80	\$ 645.60	\$ 6,996.20
Shed	304	4/17/2007	1200	1200	30	3.33%	\$ 3.33	\$ 39.96	\$ 810.28
Wells	307	8/1/1979	20000	20000	0	3.33%	\$ -	\$ -	\$ -
Pump # 4 (Granger Pump)	311	1/7/2010	785.14	785.14	8	12.50%	\$ -	\$ -	\$ -
Pump #5 (Pump Inc	311	5/7/2010	1481.64	1481.64	0	12.50%	\$ -	\$ -	\$ -
Pump # 6 Tanner	311	5/2/2012	2096.26	2096.26	8	12.50%	\$ 21.83	\$ 261.96	\$ 262.54
Translines 1750'	331	6/8/1997	9513	2096.26	50	2.00%	\$ 15.85	\$ 190.20	\$ 6,338.08
Translines 1 3/4 Miles	331	6/5/1997	52864	52864	50	2.00%	\$ 88.10	\$ 1057.2	\$ 27,690.04
Valves	331	12/30/2006	746	746	50	2.00%	\$ 1.24	\$ 14.88	\$ 303.00
Translines 350'	331	8/1/2008	1750	1750	50	2.00%	\$ 2.91	\$ 34.92	\$ 1,389.56
Translines 650'	331	6/8/1997	3171	3171	50	2.00%	\$ 5.28	\$ 63.36	\$ 2,517.64
Water Meter 2 inch Well Meter	334	3/15/2017	955	955	12	8.33%	\$ 6.63	\$ 79.58	\$ 795.84
Water Meters	334	5/11/2007	811	811	12	8.33%	\$ 5.63	\$ 67.56	\$ 70.92
Water Meters	334	5/18/2007	991	991	12	8.33%	\$ 6.88	\$ 82.56	\$ 85.92
Water Meter	334	8/1/2008	127	127	12	8.33%	\$ 0.88	\$ 10.56	\$ 19.92
Water meter	334	3/18/2013	205.99	205.99	12	8.33%	\$ 1.43	\$ 17.16	\$ 103.03
Water Meter	334	5/29/2014	83	83	12	8.33%	\$ 0.57	\$ 6.84	\$ 48.80
Water Meter	334	9/25/2012	76.97	76.97	12	8.33%	\$ 0.53	\$ 6.36	\$ 32.45
Water Meters	334	7/29/2017	156.6	156.6	12	8.33%	\$ 1.08	\$ 12.96	\$ 130.68
Office Chair	340	4/25/2017	102.64	102.64	15	5.67%	\$ 0.57	\$ 5.84	\$ 88.96
Office Furniture	340	5/1/2012	536.69	536.69	15	5.67%	\$ 2.98	\$ 35.76	\$ 286.37
Weed Eater	347	8/24/2014	422.97	422.97	10	10.00%	\$ 3.52	\$ 42.24	\$ 211.77
Translines 600'	331	6/24/2010	631.34	631.34	50	2.00%	\$ 1.05	\$ 12.60	\$ 583.94
Gate Meter	334	9/24/2010	218.04	218.04	12	8.33%	\$ 1.51	\$ 18.12	\$ 145.51
High Pressure 3/4 mile	340.1	8/30/2010	106,676	106,676	5	20.00%	\$ 19.70	\$ 207.24	\$ 403.06
Sanitary	337	8/1/2010	300.00	300.00	10	10.00%	\$ 3.00	\$ 33.60	\$ 266.40
Sanitary	337	8/1/2010	345.00	345.00	10	10.00%	\$ 3.45	\$ 38.94	\$ 306.06
Water Meter	334	7/27/2010	90.00	90.00	12	8.33%	\$ 0.61	\$ 7.32	\$ 63.68
Water Meter	334	12/14/2010	81	81	12	8.33%	\$ 0.56	\$ 6.72	\$ 54.28
			121500.84	56428.14			\$ 356.19	\$ 3987.74	\$ 56,340.48