

ANNUAL REPORT

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Of

Email address:
dbales38@gmail.com; Melindalaw@protonmail.com

Company Name: Narvol D. Bales DBA Sunizona Water Company
5416 E. Hwy 181

Mailing Address: Pearce AZ
85625

Docket No.: W-03912A

For the Year Ended: 12/31/20

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04/13/2021, 12:17 PM

**ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION**

WATER UTILITY

To

Arizona Corporation Commission

Due on April 15th

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

Application Type: Original Filing
Application Date: 4/13/2021

ARIZONA CORPORATION COMMISSION
WATER UTILITY ANNUAL REPORT
Narvol D. Bales DBA Sunizona Water Company
A Class ☒ Utility

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For the Calendar Year Ended: 12/31/20

Primary Address: 5416 EAST HIGHWAY 181
City: PEARCE State: Arizona Zip Code: 85625

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Telephone Number: 520 400 4011

Date of Original Organization of Utility: 2000

Person to whom correspondence should be addressed concerning this report:

Name: ROGER BERMUDEZ

Telephone No. : 520 824 1000

Address: 5320 EAST HIGHWAY 181

City: PEARCE State: Arizona Zip Code: 85625

Email: SUNIZONAWATERCOMPANY@GMAIL.COM

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: Proprietorship

Counties Served: Cochise

Important changes during the year

No

For those companies not subject to the affiliated interest rules, has there been a change in ownership or direct control during the year? If yes, please provide specific details in the box below.
--

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.
--

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
302	Franchises				0		0
303	Land and Land Rights				0		0
304	Structures and Improvements				0		0
305	Collecting & Improving Reservoirs				0		0
306	Lake, River, Canal Intakes				0		0
307	Wells and Springs	23,849			23,849		23,849
308	Infiltration Galleries				0		0
309	Supply Mains				0		0
310	Power Generation Equipment	0			0		0
311	Pumping Equipment	16,384			16,384		16,384
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	0			0		0
330.1	Storage Tanks	2,868			2,868		2,868
330.2	Pressure Tanks	6,317			6,317		6,317
331	Transmission and Distribution Mains	29,635			29,635		29,635
333	Services	4,754			4,754		4,754
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	0			0		0
340	Office Furniture and Equipment	0			0		0
340.1	Computer & Software	813			813		813
341	Transportation Equipment	1,920			1,920		1,920
342	Stores Equipment	0			0		0
343	Tools, Shop and Garage Equipment	0			0		0
344	Laboratory Equipment	8,574			8,574		8,574
345	Power Operated Equipment	0			0		0
346	Communication Equipment	0			0		0
347	Miscellaneous Equipment	3,000			3,000		3,000
348	Other Tangible Plant	0			0		0
	Totals	\$98,114	\$0	\$0	\$98,114	\$0	\$98,114

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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.

Note: Due to differences in useful lives and associated depreciation rates, accounts 320 and 330 should not be used, instead the more detailed sub-accounts should be used. Contact Staff for any necessary assistance.

Composite ratePage 5
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Narvol D. Bales DBA Sunizona Water Company

Annual Report

Balance Sheet Assets

12/31/20

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Does not balance

Does not balance

Balance Sheet Assets			
Account No.	Assets	Balance at Beginning of Year (2020)	Balance at End of Year (2020)
Current and Accrued Assets			
131	Cash	\$2,147.67	\$7,183.32
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable		
146	Notes Receivable from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
Total Current and Accrued Assets		\$0	\$0
Fixed Assets			
101	Utility Plant in Service*	\$98,114	\$98,114
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation (enter as negative)*		0
121	Non-Utility Property		
122	Accumulated Depreciation - Non Utility		
Total Fixed Assets		\$98,114	\$98,114
Total Assets		\$98,114	\$98,114

*Note these items feed automatically from AR3 UPIS Page 4

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Variance

\$98,114

\$98,114

Narvol D. Bales DBA Sunizona Water Company

Annual Report

Balance Sheet Liabilities and Owners Equity

AR 5

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Does not balance

Does not balance

Balance Sheet Liabilities and Owners Equity			
Account No.	Liabilities	Balance at Beginning of Year (2020)	Balance at End of Year (2020)
Current Liabilities			
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		
Total Current Liabilities		\$0	\$0
Long Term Debt			
224	Long Term Debt (Notes and Bonds)		
Deferred Credits			
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		
Total Deferred Credits		\$0	\$0
Total Liabilities		\$0	\$0
Capital Accounts			
201	Common Stock Issued		
211	Other Paid-In Capital		
215	Retained Earnings		
218	Proprietary Capital (Sole Props and Partnerships)		
Total Capital		\$0	\$0
Total Liabilities and Capital		\$0	\$0

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

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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.

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.

Water Comparative Income Statement			
Account No.	Calendar Year	Current Year 01/01/2020 - 12/31/2020	Last Year 01/01/2019 - 12/31/2019
Operating Revenue			
461	Metered Water Revenue	\$26,704	\$25,883
460	Unmetered Water Revenue		
462	Fire Protection Revenue		
469	Guaranteed Revenues (Surcharges)		
471	Miscellaneous Service Revenues		
474	Other Water Revenue		
	Total Revenues	\$26,704	\$25,883
Operating Expenses			
601	Salaries and Wages	\$0	\$0
604	Employee Pensions and Benefits	0	0
610	Purchased Water	0	0
615	Purchased Power	2,866	3,465
618	Chemicals	0	0
620	Materials and Supplies	0	0
620.1	Repairs and Maintenance	600	415
620.2	Office Supplies and Expense	4,200	3,880
630	Contractual Services	0	0
631	Contractual Services - Engineering	0	0
632	Contractual Services - Accounting	0	0
633	Contractual Services - Legal	0	3,000
634	Contractual Services - Management Fees	0	0
635	Contractual Services - Water Testing	2,150	1,650
636	Contractual Services - Other		2,000
640	Rents	0	0
641	Rental of Building/Real Property	0	0
642	Rental of Equipment	0	0
650	Transportation Expenses	2,500	2,000
657	Insurance - General Liability	600	600
657.1	Insurance - Health and Life	0	0
665	Regulatory Commission Expense - Rate	0	0
670	Bad Debt Expense	0	0
675	Miscellaneous Expense	0	0
403	Depreciation Expense (From Schedule AR4)	0	0
408	Taxes Other Than Income	0	0
408.11	Property Taxes	1,331	1,170
409	Income Taxes	447	1,803
427.1	Customer Security Deposit Interest		
	Total Operating Expenses	\$14,695	\$19,983
	Operating Income / (Loss)	\$12,009	\$5,900
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)	\$12,009	\$5,900

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Consider a rate case if and of the following conditions apply

Operating Loss
Return on Equity #DIV/0!
Rate of Return
Operating Margin
DSC
TIER

Eligible for the Short Form Rate Application?

Yes

Note - These calculations are only intended to provide the Company with some indication that a rate case should be considered. They do not necessarily reflect the calculations that Staff would develop using more detailed information provided during the course of a rate case. In order to be eligible to use the Short Form Rate Application you must have less than \$250,000 in total revenues.

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.

Full time equivalent employees

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

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FTE calculator	
Total annual hours worked	FTE
	0.0000

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.

Narvol D. Bales DBA Sunizona Water Company					AR 7		
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Supplemental Financial Data (Long-Term Debt)							
12/31/20							
Supplemental Financial Data (Long-Term Debt)						Table of Contents	
	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:							
<i>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.</i>							
					Page 10		
					10		

Well and Water Usage

[illegible]

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)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 Expense6	Purchased Power (kWh) 7
January							
February							
March							
April							
May							
June							
July							
August							
September							
October							
November							
December							
Totals	0.00	0.00	0.00	0.00	0.00	\$0	0

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

If applicable, in the space below please provide a description for an un-directed waste use along with amounts.

- [illegible]

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.

The Gallons pumped should not be equal to the gallons sold. There is a potentially significant problem, please investigate and explain.

Note: If you are filing for more than one system, please provide a separate data sheet for each system.

Water Utility Plant Description			
Name of the System			
ADWG Public Water System Number			
ADWR PCC Number			

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MAINS		
Size (inches)	Material	Length (feet)
4.00	AC/PVC	11,900
6.00	AC/PVC	6,700

CUSTOMER METERS			
Size (inches)	Quantity	Percent over 1,000,000 gallons	Percent over 10 years old
5/8 X 1/4	18		
0.75	9		
	5		
1.5	1		
	1		

SERVICE LINES			
Material	Percent of system	Year installed	
		N/A	

BOOSTER PUMPS		
Horsepower	GPD	Quantity
15	1	1

FIRE HYDRANTS	
Type	Quantity
Standard *	N/A
Other	

STORAGE TANKS			
Capacity (gallons)	Material	Quantity	Year installed
3,000		1	2019*

PRESSURE/BLADDER TANKS			
Capacity (gallons)	Material	Quantity	Year installed
			N/A

* 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.

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.

Note: If you are filing for more than one system, please click on the two systems button below.

Water Utility Plant Description (Continued)	
---	--

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

TREATMENT EQUIPMENT:	N/A
----------------------	-----

STRUCTURES:	N/A
-------------	-----

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 days.
(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:	

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.

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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?				
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?				

[illegible]Page 14
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Note: If you are filing for more than one system, please click on the two systems button below.

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Name of the System:

ADWR PCC Number:

Other (description):

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Property Taxes	
Amount of actual property taxes paid during Calendar Year 2020 was	\$1,331
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.	

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ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

Narvol D. Bales DBA Sunizona Water Company
Annual Report
Verification and Sworn Statement (Taxes)
12/31/20

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Verification and Sworn Statement (Taxes)

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

[Table of Contents](#)

County of (county name): Cochise
Name (owner or official) title: NARVOL DEAN BALES DBA
Company name: Narvol D. Bales DBA Sunizona Water Company

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

FOR THE YEAR ENDING: 12/31/20

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH. TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

Sworn Statement: I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

N.D. Bales

signature of owner/official

(520) 400-4011

telephone no.

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

THIS

13th

DAY OF

Cochise

(county name)

Apr. 2021

(month) and (year)

MY COMMISSION EXPIRES

8-20-2022

(date)



Patricia A. Hill

(signature of notary public)

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Note: Print this form out, sign on the signature line and have the notary complete and sign prior to submission.

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ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

Narvol D. Bales DBA Sunizona Water Company
Annual Report
Verification and Sworn Statement
12/31/20

AR 14
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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: NARVOL DEAN BALES DBA
Company name: Narvol D. Bales DBA Sunizona Water Company

[Table of Contents](#)

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

FOR THE YEAR ENDING: 12/31/20

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME. AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

Sworn Statement:

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

Arizona Intrastate Gross Operating Revenues Only (\$)

\$26,704

(The amount in the box above includes

\$1,978

in sales taxes
billed or collected)

N. D. Bales

signature of owner/official

(520) 400-4011

telephone no.

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

Cochise

(county name)

THIS

13th

DAY OF

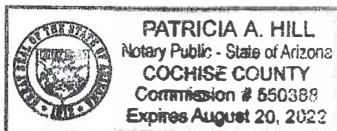
Apr. 2021

(month) and (year)

MY COMMISSION EXPIRES

8-20-22

(date)



Patricia A. Hill

(signature of notary public)

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04/14/2021, 2:21 PM

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

Narvol D. Bales DBA Sunizona Water Company
Annual Report
Verification and Sworn Statement (Residential Revenue)
12/31/20

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Verification and Sworn Statement (Residential Revenue)

Verification:

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

[Table of Contents](#)

County of (county name): Cochise
Name (owner or official) title: NARVOL DEAN BALES DBA
Company name: Narvol D. Bales DBA Sunizona Water Company

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

FOR THE YEAR ENDING: 12/31/20

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

Sworn Statement:

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

Arizona Intrastate Gross Operating Revenues Only (\$)
\$26,704
(The amount in the box above includes
\$1,978 in sales taxes
billed or collected)

N.D. Bales

signature of owner/official

(520) 400-4011

telephone no.

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

Cochise

(county name)

THIS

13th

DAY OF

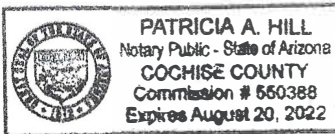
Apr. 2021

(month) and (year)

MY COMMISSION EXPIRES

8-20-2022

(date)



Patricia A. Hill

(signature of notary public)

Note: Be sure to complete the information in the Grey highlighted cells. Then print this form out, sign on the signature line and have the notary complete and sign prior to submission.