

ANNUAL REPORT

Of

Company Name:

9098 W. Pinnacle Peak Rd.

Mailing Address:

Peoria AZ
85383

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04/13/2022, 8:33 AM

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

Docket No.:

For the Year Ended:

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:

Application Date:

ARIZONA CORPORATION COMMISSION
WATER UTILITY ANNUAL REPORT
Sunrise Water Company
A Class Utility

For the Calendar Year Ended: 12/31/21

Primary Address:

9098 W Pinnacle Peak Road			
City:	Peoria	State:	Arizona
Zip Code:	85383		

Telephone Number:

623-972-6133

Date of Original Organization of Utility:

4/24/1968

Person to whom correspondence should be addressed concerning this report:

Name:

Steven D. Campbell

Telephone No. :

623-972-6133

Address:

9098 W Pinnacle Peak Road			
City:	Peoria	State:	Arizona
Zip Code:	85383		

Email:

scampbell@jdcwater.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:

"S" Corporation

Counties Served:

Maricopa

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.

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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.

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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	1,227,568	0	0	1,227,568	0	1,227,568
304	Structures and Improvements	437,858	0	0	437,858	230,694	207,164
305	Collecting & Improving Reservoirs	0	0	0	0	0	0
306	Lake, River, Canal Intakes	0	0	0	0	0	0
307	Wells and Springs	2,600,608	0	0	2,600,608	1,508,482	1,092,125
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	2,498,088	54,881	15,913	2,537,057	2,318,212	218,844
320	Water Treatment Equipment	0	0	0	0	0	0
320.1	Water Treatment Plants	200,800	0	0	200,800	43,463	157,337
320.2	Solution Chemical Feeders	191,821	16,265	8,132	199,953	185,315	14,638
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	940,856	0	0	940,856	374,851	566,005
330.2	Pressure Tanks	51,017	0	0	51,017	50,673	344
331	Transmission and Distribution Mains	8,417,400	524,809	0	8,942,210	3,481,789	5,460,420
333	Services	1,138,831	76,998	5,000	1,210,829	470,705	740,123
334	Meters and Meter Installations	441,470	45,422	10,000	476,893	185,919	290,973
335	Hydrants	1,044,309	155,790	0	1,200,099	328,530	871,569
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	0	0	0	0	0	0
340.1	Computer & Software	41,602	5,929	1,189	46,342	31,473	14,869
341	Transportation Equipment	8,976	0	0	8,976	2,693	6,283
342	Stores Equipment	0	0	0	0	0	0
343	Tools, Shop and Garage Equipment	13,714	0	0	13,714	13,293	422
344	Laboratory Equipment	0	0	0	0	0	0
345	Power Operated Equipment	351	0	0	351	26	325
346	Communication Equipment	0	0	0	0	0	0
347	Miscellaneous Equipment	9,328	0	0	9,328	9,012	316
348	Other Tangible Plant	0	0	0	0	0	0
	Totals	\$19,264,597	\$880,094	\$40,234	\$20,104,457	\$9,235,132	\$10,869,325

Sunrise Water Company
 Annual Report
 Depreciation Expense for the Current Year (Water)
 12/31/21

Depreciation Expense for the Current Year (Water)									
Account No.	Description	Beginning Year Original Cost	Current Year Additions	Current Year Retirements	Adjusted Original Cost	Fully Depreciated/Non-depreciable Plant	Depreciable Plant	Depreciation Percentages	Depreciation Expense
301	Organization	\$0	\$0	\$0	\$0	\$0	\$0	0.00%	\$0
302	Franchises	0	0	0	0	0	0	0.00%	0
303	Land and Land Rights	1,227,568	0	0	1,227,568	1,227,568	0	0.00%	0
304	Structures and Improvements	437,858	0	0	437,858	0	437,858	3.33%	14,581
305	Collecting & Improving Reservoirs	0	0	0	0	0	0	0.00%	0
306	Lake, River, Canal Intakes	0	0	0	0	0	0	0.00%	0
307	Wells and Springs	2,600,608	0	0	2,600,608	0	2,600,608	3.33%	86,600
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	2,498,088	54,881	15,913	2,537,057	2,282,930	254,127	12.50%	30,325
320	Water Treatment Equipment	0	0	0	0	0	0	0.00%	0
320.1	Water Treatment Plants	200,800	0	0	200,800	0	200,800	3.33%	6,687
320.2	Solution Chemical Feeders	191,821	16,265	8,132	199,953	191,821	8,133	20.00%	1,626
320.3	Point-of-Use Treatment Devices	0	0	0	0	0	0	0.00%	0
330	Distribution Reservoirs and Standpipes	0	0	0	0	0	0	0.00%	0
330.1	Storage Tanks	940,856	0	0	940,856	0	940,856	2.22%	20,887
330.2	Pressure Tanks	51,017	0	0	51,017	0	51,017	5.00%	2,551
331	Transmission and Distribution Mains	8,417,400	524,809	0	8,942,210	0	8,942,210	2.00%	173,596
333	Services	1,138,831	76,998	5,000	1,210,829	0	1,210,829	3.33%	39,122
334	Meters and Meter Installations	441,470	45,422	10,000	476,893	0	476,893	8.33%	38,250
335	Hydrants	1,044,309	155,790	0	1,200,099	0	1,200,099	2.00%	22,444
336	Backflow Prevention Devices	0	0	0	0	0	0	0.00%	0
339	Other Plant and Misc. Equipment	0	0	0	0	0	0	0.00%	0
340	Office Furniture and Equipment	0	0	0	0	0	0	0.00%	0
340.1	Computer & Software	41,602	5,929	1,189	46,342	17,324	29,018	20.00%	5,330
341	Transportation Equipment	8,976	0	0	8,976	0	8,976	20.00%	1,795
342	Stores Equipment	0	0	0	0	0	0	0.00%	0
343	Tools, Shop and Garage Equipment	13,714	0	0	13,714	0	13,714	5.00%	686
344	Laboratory Equipment	0	0	0	0	0	0	0.00%	0
345	Power Operated Equipment	351	0	0	351	0	351	5.00%	18
346	Communication Equipment	0	0	0	0	0	0	0.00%	0
347	Miscellaneous Equipment	9,328	0	0	9,328	8,842	486	10.00%	49
348	Other Tangible Plant	0	0	0	0	0	0	0.00%	0
	Subtotal	\$19,264,597	\$880,094	\$40,234	\$20,104,457	\$3,728,484	\$16,375,973		\$444,545

Contribution(s) in Aid of Construction (Gross)	\$ 3,546,170.72
Less: Non Amortizable Contribution(s)	0
Fully Amortized Contribution(s)	0
Amortizable Contribution(s)	<u>\$3,546,171</u>
Times: Proposed Amortization Rate	2.78%
Amortization of CIAC	\$98,724

Less: Amortization of CIAC \$98,724

DEPRECIATION EXPENSE **\$345,821**

Sunrise Water Company
Annual Report
Balance Sheet Assets
12/31/21

Balance Sheet Assets				
	Assets		Balance at Beginning of Year (2021)	Balance at End of Year (2021)
Account No.	Current and Accrued Assets			
131	Cash		\$ 368,812	\$ 197,181
133	Special Deposits		60,735	60,965
135	Temporary Cash Investments		0	0
142	Other Accounts Receivable		0	(26)
146	Notes Receivable from Associated Companies		242,023	0
151	Plant Material and Supplies		0	0
162	Prepayments		360	360
174	Miscellaneous Current and Accrued Assets		0	0
	Total Current and Accrued Assets		\$671,930	\$258,480
Account No.	Fixed Assets			
101	Utility Plant in Service*		\$19,264,597	\$20,104,457
103	Property Held for Future Use		0	0
105	Construction Work in Progress		807,853	1,042,504
108	Accumulated Depreciation (enter as negative)*		(8,827,070)	(9,235,132)
121	Non-Utility Property		0	0
122	Accumulated Depreciation - Non Utility		0	0
	Total Fixed Assets		\$11,245,380	\$11,911,830
	Total Assets		\$11,917,310	\$12,170,309

*Note these items feed automatically from AR3 UPIS Page 4

Sunrise Water Company
Annual Report
Balance Sheet Liabilities and Owners Equity

Balance Sheet Liabilities and Owners Equity				
	Liabilities		Balance at Beginning of Year (2021)	Balance at End of Year (2021)
Account No.	Current Liabilities			
231	Accounts Payable		\$ 338,714	\$ 50,634
232	Notes Payable (Current Portion)		0	0
234	Notes Payable to Associated Companies		0	0
235	Customer Deposits		259,193	266,748
236	Accrued Taxes		13,545	11,168
237	Accrued Interest		0	0
242	Miscellaneous Current and Accrued Liabilities		90	90
	Total Current Liabilities		\$611,542	\$328,639
	Long Term Debt			
224	Long Term Debt (Notes and Bonds)		\$586,962	\$551,420
	Deferred Credits			
251	Unamortized Premium on Debt		\$0	\$0
252	Advances in Aid of Construction		10,169,799	10,785,312
255	Accumulated Deferred Investment Tax Credits		0	0
271	Contributions in Aid of Construction		3,546,171	3,546,171
272	Less: Amortization of Contributions		(1,172,415)	(1,271,139)
281	Accumulated Deferred Income Tax		0	0
	Total Deferred Credits		\$12,543,555	\$13,060,344
	Total Liabilities		\$13,742,059	\$13,940,403
	Capital Accounts			
201	Common Stock Issued		\$ 10,000	\$ 10,000
211	Other Paid-In Capital		1,697,756	1,803,281
215	Retained Earnings		(3,532,505)	(3,583,375)
218	Proprietary Capital (Sole Props and Partnerships)			
	Total Capital		(\$1,824,749)	(\$1,770,094)
	Total Liabilities and Capital		\$11,917,310	\$12,170,309

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

Sunrise Water Company
Annual Report
Water Comparative Income Statement
12/31/21

Water Comparative Income Statement			
Account No.	Calendar Year	Current Year 01/01/2021 - 12/31/2021	Last Year 01/01/2020 - 12/31/2020
	Operating Revenue		
461	Metered Water Revenue	2,255,236	2,125,366
460	Unmetered Water Revenue	0	0
462	Fire Protection Revenue	7,888	5,395
469	Guaranteed Revenues (Surcharges)	0	0
471	Miscellaneous Service Revenues	12,760	11,772
474	Other Water Revenue	1,685	2,243
	Total Revenues	\$2,277,568	\$2,144,775
	Operating Expenses		
601	Salaries and Wages	\$ 490,227	\$ 543,335
604	Employee Pensions and Benefits	52,074	54,227
610	Purchased Water	469,009	394,083
615	Purchased Power	304,713	272,337
618	Chemicals	9,133	9,730
620	Materials and Supplies	109,682	97,682
620.1	Repairs and Maintenance	0	0
620.2	Office Supplies and Expense	0	0
630	Contractual Services	0	0
631	Contractual Services - Engineering	0	0
632	Contractual Services - Accounting	17,152	13,094
633	Contractual Services - Legal	1,193	0
634	Contractual Services - Management Fees	0	0
635	Contractual Services - Water Testing	2,632	2,717
636	Contractual Services - Other	51,438	70,949
640	Rents	0	0
641	Rental of Building/Real Property	2,471	2,199
642	Rental of Equipment	57	0
650	Transportation Expenses	59,271	46,376
657	Insurance - General Liability	31,946	30,648
658	Insurance - Workman's Compensation	6,449	3,080
660	Advertising Expense	1,178	0
670	Bad Debt Expense	0	204
675	Miscellaneous Expense	21,870	16,432
403	Depreciation Expense (From Schedule AR4)	345,821	328,341
408	Taxes Other Than Income	45,103	48,973
408.11	Property Taxes	75,242	72,352
409	Income Taxes	0	0
427.1	Customer Security Deposit Interest	0	0
	Total Operating Expenses	\$2,096,662	\$2,006,760
	Operating Income / (Loss)	\$180,906	\$138,015
	Other Income / (Expense)		
419	Interest and Dividend Income	\$ 739	\$1,680
421	Non-Utility Income	0	22,001
426	Miscellaneous Non-Utility (Expense)	(6,981)	(6,134)
427	Interest (Expense)	(33,535)	(32,355)
	Total Other Income / (Expense)	(\$39,776)	(\$14,808)
	Net Income / (Loss)	\$141,130	\$123,207

Full time equivalent employees

	Direct Company	Allocated	Outside service	Total
President		1.0		1.0
Vice-president				0.0
Manager		1.0		1.0
Engineering Staff				0.0
System Operator(s)		3.0		3.0
Meter reader				0.0
Customer Service		2.0		2.0
Accounting		1.0		1.0
Business Office				0.0
Rates Department				0.0
Administrative Staff				0.0
Other				0.0
Total	0.0	8.0	0.0	8.0

Sunrise Water Company
 Annual Report
 Supplemental Financial Data (Long-Term Debt)
 12/31/21

Supplemental Financial Data (Long-Term Debt)				
	Loan #1	Loan #2	Loan #3	Loan #4
Date Issued	7/18/2014			
Source of Loan	WIFA			
ACC Decision No.	74451			
Reason for Loan	Arsenic & Storage			
Dollar Amt. Issued	\$755,000			
Amount Outstanding	\$551,420			
Date of Maturity	7/18/2034			
Interest Rate	4.20%			
Current Year Interest	\$25,966			
Current Year Principal	\$35,542			

Meter Deposit Balance at Test Year End:	\$250,902
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Meter Deposits Refunded During the Test Year:	\$22,452
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List all bonds, notes, loans, and other types of indebtedness in which the proceeds were used in the provision of public utility service. Indebtedness incurred for personal uses by the owner of the utility should not be listed. Input 0 or none if there is nothing to report for that cell.

Well and Water Usage												
Name of the System:		Sunrise Water Company										
ADEQ Public Water System Number:		AZ0407070										
ADWR PCC Number:		91-000208.0000										
Well registry 55# (55-XXXXXX):	Pump Horsepower	Pump Yield (gpm)	Casing Depth (feet)	Casing Diameter (inches)	Pump Motor Type **	Year Drilled	Water level 2011	Water level 2021	Meter Size (inches)	How measured:	Active	
55-626343	50	220	1,190	10	Submersible	1971	449		4	Metered	Yes	
55-544015	50	220	1,270	12	Submersible	1994	500		6	Metered	Yes	
55-566797	60	240	1,160	12	Submersible	1998	463		6	Metered	Yes	
55-571201	100	500	1,230	12	Submersible	1999	361		6	Metered	Yes	
55-206656	40	125	852	12	Submersible	2005	470		4	Metered	Yes	
55-213220	100	400	1,000	12	Vertical Turbine	2007	430		6	Metered	Yes	
55-223706	40	220	798	12	Submersible	2016	325		4	Metered	Yes	
55-228010	0	0	790	12	0	2018			0	N/A	No	
55-231851	0	450	1,050	12	0	2021	NA	440	0	N/A	Yes	

Name of system water delivered to: _____
 ADWR PCC Number: _____
 Source of water delivered to another system: _____

Name of system water received from: City of Peoria
 ADWR PCC Number: 91-000226.0000
 Source of water received: Ground Water
 Well registry 55# (55-XXXXXX): NA

Month	Water withdrawn (gallons) ¹	Water sold (gallons) ²	Water delivered (sold) to other systems (gallons) ³	Water received (purchased) from other systems (gallons) ⁴	Estimated authorized use (gallons) ⁵	Purchased Power Expense ⁶	Purchased Power (kWh) ⁷
January	37,061,600.00	32,705,071.00	0.00	3,000.00	0.00	\$19,900	206,815
February	29,425,300.00	27,419,638.00	0.00	0.00	0.00	17,126	175,003
March	42,246,000.00	37,644,327.00	0.00	0.00	0.00	19,744	207,131
April	43,485,900.00	39,573,942.00	0.00	0.00	0.00	24,250	278,882
May	49,160,200.00	46,466,993.00	0.00	2,243,145.00	0.00	29,065	314,716
June	61,150,400.00	68,177,032.00	0.00	12,659,850.00	0.00	30,864	338,855
July	50,003,900.00	66,472,158.00	0.00	21,587,354.00	0.00	29,767	321,240
August	57,980,700.00	64,655,666.00	0.00	13,871,956.00	0.00	27,015	289,343
September	44,128,200.00	53,365,673.00	0.00	10,726,139.00	0.00	27,704	299,114
October	44,749,300.00	47,353,851.00	0.00	6,209,187.00	0.00	27,628	298,943
November	47,438,300.00	49,628,685.00	0.00	7,315,002.00	0.00	27,518	290,553
December	48,476,000.00	48,454,073.00	0.00	3,604,272.00	0.00	25,077	254,572
Totals	555,305,800.00	581,917,109.00	0.00	78,219,905.00	0.00	\$305,658	3,275,167

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 unmetered use. Authorized uses such as flushing (mains, services and hydrants) draining/cleaning tanks, process, construction, fire fighting, etc. Non-authorized use (real losses) are service line breaks and leaks, water main breaks, meter inaccuracies and theft.
 6 Enter the total purchased power costs for the power meters associated with this system.
 7 Enter the total purchased kWh used by the power meters associated with this system.

Water Utility Plant Description

Name of the System:	Sunrise Water Company		
ADEQ Public Water System Number:			AZ0407070
ADWR PCC Number:	91-000208.0000		

MAINS		
Sizes (inches)	Material	Length (feet)
2.00	PVC	320
4.00	PVC	6,910
6.00	PVC	112,655
8.00	PVC C900	108,112
10.00	PVC C900	340
12.00	PVC C900	1,760
4.00	Ductile Iron	95
6.00	Ductile Iron	2,448
8.00	Ductile Iron	33,419
12.00	Ductile Iron	22,763
16.00	Ductile Iron	2,413

CUSTOMER METERS			
Size (inches)	Quantity	Percent over 1,000,000 gallons	Percent over 10 years old
0.75	906		
1	1,143		
1.5	84		
2	38		

SERVICE LINES			
Material	Percent of system	Year installed	
Copper	80%		
Black Poly	18%		
PVC	2%		

BOOSTER PUMPS		
Horsepower	GPM	Quantity
5	120	2
20	250	3
20	300	1
25	300	3
30	350	3
40	500	2
40	750	1
100	1,500	3

FIRE HYDRANTS	
Type	Quantity
Standard *	346
Other	4

STORAGE TANKS			
Capacity (gallons)	Material	Quantity	Year installed
20,000	Steel	1	1968
86,000	Steel	1	
100,000	Steel	3	
325,000	Steel	1	1998
400,000	Steel	1	2015
500,000	Steel	1	2007

PRESSURE/BLADDER TANKS			
Capacity (gallons)	Material	Quantity	Year installed
5,000	Steel	4	
10,000	Steel	1	

* 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:	Arsenic Treatment Equipment. Chlorine Generator (2-MIOX Systems)
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STRUCTURES:	Fences, chain link and block. Electrical control building. Chlorination Equipment Building. Steel water storage tanks.
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OTHER:	N/A
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Provide a calculation used to determine the value of one water equivalent residential connection (ERC).

Use one of the following methods:

- (a) If actual flow data are available from the preceding 12 months, divide the total annual single family residence (SFR) gallons sold by the average number of single family residence customers for the same period and divide the result by 365
- (b) If no historical flow data are available, use:
 $ERC = (\text{Total SFR gallons sold (Omit 000)} / 365 \text{ days} / 350 \text{ gallons per day})$

ERC
 Method used:

Customer and Other Information

Name of the System:	Sunrise Water Company	
ADEQ Public Water System Number:	AZ0407070	
ADWR PCC Number:	91-000208.0000	

Number of Customers

Month	Single-Family	Multi-Family	Commercial	Turf/Irrigation	Other Non-Residential
January	2,099	5	38	0	
February	2,104	5	38	0	
March	2,112	5	38	0	
April	2,115	5	38	0	
May	2,116	5	39	0	
June	2,116	5	42	0	
July	2,117	5	43	0	
August	2,115	5	44	0	
September	2,115	5	44	0	
October	2,113	5	44	0	
November	2,117	5	44	0	
December	2,119	5	44	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 (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.

Sunrise Water Company
 Annual Report
 Utility Shutoffs / Disconnects
 12/31/21

Utility Shutoffs / Disconnects		
Name of the System:	Sunrise Water Company	
ADEQ Public Water System Number:		AZ0407070
ADWR PCC Number:		91-000208.0000

Month	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	Other
January		0	
February		6	
March		10	
April		0	
May		7	
June		0	
July		0	
August		3	
September		0	
October		28	
November		0	
December		0	
Total	0	54	0

Other (description):

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.

Property Taxes

Amount of actual property taxes paid during Calendar Year 2021 was 75,242

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): Maricopa
Name (owner or official) title: Steven D. Campbell
Company name: Sunrise Water Company

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

FOR THE YEAR ENDING: 12/31/21

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

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

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

Steven D. Campbell
signature of owner/official

623-972-6133
telephone no.

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

THIS eleventh DAY OF Maricopa
April 2022
(month) and (year)

MY COMMISSION EXPIRES 4-4-23
(date)



Diane J. Levine
(signature of notary public)

Verification and Sworn Statement

Verification:

State of Arizona I, the undersigned of the
(state name)
County of (county name): Maricopa
Name (owner or official) title: Steven D. Campbell
Company name: Sunrise Water Company

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

FOR THE YEAR ENDING: 12/31/21

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

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

Arizona Intrastate Gross Operating Revenues Only (\$)
\$ 2,471,254.54
(The amount in the box above includes
193,686.58 in sales taxes
billed or collected)

Steven D. Campbell
signature of owner/official
623-972-6133
telephone no.

SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC
IN AND FOR THE COUNTY Maricopa
(county name)
THIS Eleventh DAY OF April 2022
(month) and (year)
MY COMMISSION EXPIRES 4-4-23
(date)



Diane J. Levine
(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): Maricopa
Name (owner or official) title: Steven D. Campbell
Company name: Sunrise Water Company

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

FOR THE YEAR ENDING: 12/31/21

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

Sworn Statement:

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

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 2,321,406.57

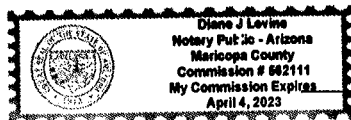
(The amount in the box above includes
181,942.12 in sales taxes
billed or collected)

Steven D. Campbell
signature of owner/official
623-972-6133
telephone no.

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

THIS 11th DAY OF April 2022
(month) and (year)

MY COMMISSION EXPIRES 4-4-2022
(date)



Diane J. Levine
(signature of notary public)

Self-pay Method for Income Tax Statement of Certification

Verification:

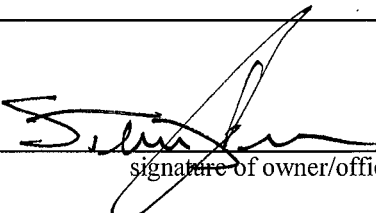
State of Arizona I, the undersigned of the
(state name)

County of (county name): Maricopa
Name (owner or official) title: Steven D. Campbell
Company name: Sunrise Water Company

FOR THE YEAR ENDING: 12/31/21

Sworn Statement:

IN ACCORDANCE WITH THE REQUIREMENTS OF DECISION NO. 77084, BECAUSE THE UTILITY REQUIRES THE GROSS UP OF ADVANCES AND CONTRIBUTIONS, I HEREBY STATE THAT THE UTILITY 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.



signature of owner/official

623-972-6133

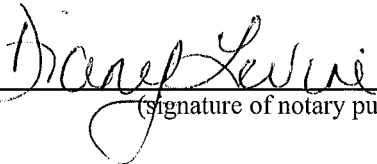
telephone no.

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

THIS 11TH DAY OF April 2022
(month) and (year)

MY COMMISSION EXPIRES 4-4-2022
(date)





(signature of notary public)