

ANNUAL REPORT

Of

Company Name: Tonto Creek Water Company, LLC
PO Box 13993

Mailing Address: Mesa AZ
85216

Docket No.: W-20682A
For the Year Ended: 12/31/20

RECEIVED BY EMAIL
5/21/2021, 10:17 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: 5/21/2021

ARIZONA CORPORATION COMMISSION
WATER UTILITY ANNUAL REPORT
Tonto Creek Water Company, LLC
A Class Utility

For the Calendar Year Ended: 12/31/20

Primary Address:
City: State: Zip Code:

Telephone Number:

**update addresses
and email addresses**

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

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.
	N/A

No	Has the company been notified by any other regulatory authorities during the year, that they are out of compliance?
	If yes, please provide specific details in the box below.
	N/A

Utility Plant in Service (Water)							
Account No.	Description	Beginning Year Original Cost	Current Year Additions	Current Year Retirements	Adjusted Original Cost	Accumulated Depreciation	OCLD (OC less AD)
301	Organization	\$400			\$400	\$0	\$400
302	Franchises				0		0
303	Land and Land Rights				0		0
304	Structures and Improvements	8,475	2,705		11,180	6,094	5,086
305	Collecting & Improving Reservoirs				0		0
306	Lake, River, Canal Intakes				0		0
307	Wells and Springs	22,500			22,500	22,500	0
308	Infiltration Galleries				0		0
309	Supply Mains				0		0
310	Power Generation Equipment				0		0
311	Pumping Equipment	9,714	3,155		12,869	6,538	6,331
320	Water Treatment Equipment	500			500	500	0
320.1	Water Treatment Plants				0		0
320.2	Solution Chemical Feeders				0		0
320.3	Point-of-Use Treatment Devices				0		0
330	Distribution Reservoirs and Standpipes				0		0
330.1	Storage Tanks	11,893			11,893	11,893	0
330.2	Pressure Tanks	11,468	1,693		13,161	11,510	1,651
331	Transmission and Distribution Mains	2,402			2,402	2,402	0
333	Services	11,200			11,200	9,888	1,312
334	Meters and Meter Installations	4,381			4,381	4,381	0
335	Hydrants				0		0
336	Backflow Prevention Devices				0		0
339	Other Plant and Misc. Equipment				0		0
340	Office Furniture and Equipment				0		0
340.1	Computer & Software				0		0
341	Transportation Equipment				0		0
342	Stores Equipment				0		0
343	Tools, Shop and Garage Equipment	661			661	561	100
344	Laboratory Equipment				0		0
345	Power Operated Equipment				0		0
346	Communication Equipment				0		0
347	Miscellaneous Equipment				0		0
348	Other Tangible Plant				0		0
	Totals	\$83,594	\$7,553	\$0	\$91,147	\$76,267	\$14,880

Tonto Creek Water Company, LLC
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	\$400	\$0	\$0	\$400	\$400	\$0	0.00%	\$0
302	Franchises	0	0	0	0	0	0		0
303	Land and Land Rights	0	0	0	0	0	0		0
304	Structures and Improvements	8,475	2,705	0	11,180	4,000	7,180	3.33%	194
305	Collecting & Improving Reservoirs	0	0	0	0	0	0		0
306	Lake, River, Canal Intakes	0	0	0	0	0	0		0
307	Wells and Springs	22,500	0	0	22,500	22,500	0	3.33%	0
308	Infiltration Galleries	0	0	0	0	0	0		0
309	Supply Mains	0	0	0	0	0	0		0
310	Power Generation Equipment	0	0	0	0	0	0		0
311	Pumping Equipment	9,714	3,155	0	12,869	5,562	7,307	12.50%	716
320	Water Treatment Equipment	500	0	0	500	500	0	20.00%	0
320.1	Water Treatment Plants	0	0	0	0	0	0		0
320.2	Solution Chemical Feeders	0	0	0	0	0	0		0
320.3	Point-of-Use Treatment Devices	0	0	0	0	0	0		0
330	Distribution Reservoirs and Standpipes	0	0	0	0	0	0		0
330.1	Storage Tanks	11,893	0	0	11,893	11,893	0	2.22%	0
330.2	Pressure Tanks	11,468	1,693	0	13,161	11,468	1,693	5.00%	42
331	Transmission and Distribution Mains	2,402	0	0	2,402	2,402	0	2.00%	0
333	Services	11,200	0	0	11,200	0	11,200	3.33%	373
334	Meters and Meter Installations	4,381	0	0	4,381	4,381	0	8.33%	0
335	Hydrants	0	0	0	0	0	0		0
336	Backflow Prevention Devices	0	0	0	0	0	0		0
339	Other Plant and Misc. Equipment	0	0	0	0	0	0		0
340	Office Furniture and Equipment	0	0	0	0	0	0		0
340.1	Computer & Software	0	0	0	0	0	0		0
341	Transportation Equipment	0	0	0	0	0	0		0
342	Stores Equipment	0	0	0	0	0	0		0
343	Tools, Shop and Garage Equipment	661	0	0	661	0	661	5.00%	33
344	Laboratory Equipment	0	0	0	0	0	0		0
345	Power Operated Equipment	0	0	0	0	0	0		0
346	Communication Equipment	0	0	0	0	0	0		0
347	Miscellaneous Equipment	0	0	0	0	0	0		0
348	Other Tangible Plant	0	0	0	0	0	0		0
	Subtotal	\$83,594	\$7,553	\$0	\$91,147	\$63,106	\$28,041		\$1,359

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 4.84%
Amortization of CIAC \$0

Less: Amortization of CIAC

DEPRECIATION EXPENSE

Tonto Creek Water Company, LLC
 Annual Report
 Balance Sheet Assets
 12/31/20

Balance Sheet Assets				
	Assets		Balance at Beginning of Year (2020)	Balance at End of Year (2020)
Account No.	Current and Accrued Assets			
131	Cash		\$15,626	\$17,772
134	Working Funds			
135	Temporary Cash Investments			
141	Customer Accounts Receivable		220	(776)
146	Notes Receivable from Associated Companies			
151	Plant Material and Supplies			
162	Prepayments			
174	Miscellaneous Current and Accrued Assets			
	Total Current and Accrued Assets		\$15,846	\$16,996
Account No.	Fixed Assets			
101	Utility Plant in Service*		\$83,594	\$91,147
103	Property Held for Future Use			
105	Construction Work in Progress			
108	Accumulated Depreciation (enter as negative)*		(74,909)	(76,267)
121	Non-Utility Property			
122	Accumulated Depreciation - Non Utility			
	Total Fixed Assets		\$8,685	\$14,880
	Total Assets		\$24,531	\$31,876

*Note these items feed automatically from AR3 UPIS Page 4

Tonto Creek Water Company, LLC
Annual Report
Balance Sheet Liabilities and Owners Equity

Balance Sheet Liabilities and Owners Equity				
	Liabilities		Balance at Beginning of Year (2020)	Balance at End of Year (2020)
Account No.	Current Liabilities			
231	Accounts Payable		\$490	\$0
232	Notes Payable (Current Portion)			
234	Notes Payable to Associated Companies			
235	Customer Deposits			
236	Accrued Taxes		265	1,828
237	Accrued Interest			
242	Miscellaneous Current and Accrued Liabilities			
	Total Current Liabilities		\$755	\$1,828
	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			
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 Liabilites		\$755	\$1,828
	Capital Accounts			
201	Common Stock Issued		\$0	\$0
211	Other Paid-In Capital			
215	Retained Earnings		3,334	9,606
218	Proprietary Capital (Sole Props and Partnerships)		20,442	20,442
	Total Capital		\$23,776	\$30,048
	Total Liabilities and Capital		\$24,531	\$31,876

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

Tonto Creek Water Company, LLC
Annual Report
Water Comparative Income Statement
12/31/20

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	\$27,602	\$25,971
460	Unmetered Water Revenue		
462	Fire Protection Revenue		
469	Guaranteed Revenues (Surcharges)		
471	Miscellaneous Service Revenues		
474	Other Water Revenue	106	
	Total Revenues	\$27,708	\$25,971
	Operating Expenses		
601	Salaries and Wages	\$0	\$0
604	Employee Pensions and Benefits		
610	Purchased Water		
615	Purchased Power	1,791	1,820
618	Chemicals		
620	Materials and Supplies		
620.1	Repairs and Maintenance	119	1,744
620.2	Office Supplies and Expense	348	1,071
630	Contractual Services	833	
631	Contractual Services - Engineering		
632	Contractual Services - Accounting	2,500	725
633	Contractual Services - Legal		
634	Contractual Services - Management Fees	12,600	10,005
635	Contractual Services - Water Testing	385	835
636	Contractual Services - Other		1,200
640	Rents		118
641	Rental of Building/Real Property		
642	Rental of Equipment		
650	Transportation Expenses		
657	Insurance - General Liability		
657.1	Insurance - Health and Life		
665	Regulatory Commission Expense - Rate		
670	Bad Debt Expense		
675	Miscellaneous Expense	52	340
403	Depreciation Expense (From Schedule AR4)	1,359	855
408	Taxes Other Than Income		
408.11	Property Taxes	1,449	1,390
409	Income Taxes		
427.1	Customer Security Deposit Interest		
	Total Operating Expenses	\$21,436	\$20,103
	Operating Income / (Loss)	\$6,272	\$5,868
	Other Income / (Expense)		
419	Interest and Dividend Income	\$0	\$0
421	Non-Utility Income		
426	Miscellaneous Non-Utility (Expense)		(1,275)
427	Interest (Expense)		(54)
	Total Other Income / (Expense)	\$0	(\$1,329)
	Net Income / (Loss)	\$6,272	\$4,539

Tonto Creek Water Company, LLC
 Annual Report
 Full time equivalent employees
 12/31/20

Full time equivalent employees

	Direct Company	Allocated	Outside service	Total
President				0.0
Vice-president				0.0
Manager				0.0
Engineering Staff				0.0
System Operator(s)			0.3	0.3
Meter reader				0.0
Customer Service				0.0
Accounting			0.2	0.2
Business Office				0.0
Rates Department				0.0
Administrative Staff				0.0
Other				0.0
Total	0.0	0.0	0.5	0.5

Tonto Creek Water Company, LLC
 Annual Report
 Supplemental Financial Data (Long-Term Debt)
 12/31/20

Supplemental Financial Data (Long-Term Debt)				
	Loan #1	Loan #2	Loan #3	Loan #4
Date Issued	No Loans			
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:	\$0
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Meter Deposits Refunded During the Test Year:	\$0
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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.

Water Utility Plant Description (Continued)
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For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:	N/A
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STRUCTURES:	12 x 12 foot pump house
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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
- (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	72
Method used:	(a)

Customer and Other Information	
Name of the System:	TONTO CREEK WATER CO
ADEQ Public Water System Number:	AZ0404021
ADWR PCC Number:	91-000127.0000

Month	Number of Customers				Other Non-Residential
	Single-Family	Multi-Family	Commercial	Turf/Irrigation	
January	76	0	0	0	0
February	76	0	0	0	0
March	76	0	0	0	0
April	76	0	0	0	0
May	76	0	0	0	0
June	76	0	0	0	0
July	76	0	0	0	0
August	76	0	0	0	0
September	76	0	0	0	0
October	76	0	0	0	0
November	76	0	0	0	0
December	76	0	0	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 (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.

Tonto Creek Water Company, LLC
 Annual Report
 Utility Shutoffs / Disconnects
 12/31/20

Utility Shutoffs / Disconnects	
Name of the System:	TONTO CREEK WATER CO
ADEQ Public Water System Number:	AZ0404021
ADWR PCC Number:	91-000127.0000

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

Other (description):

N/A

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.

Tonto Creek Water Company, LLC
Annual Report
Property Taxes
12/31/20

Property Taxes	
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Amount of actual property taxes paid during Calendar Year 2020 was	\$1,449
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If no property taxes paid, explain why.

N/A

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

Tonto Creek Water Company, LLC
Annual Report
Verification and Sworn Statement (Taxes)
12/31/20

RECEIVED
BY EMAIL
05/01/2021, 4:22 PM
ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

Verification and Sworn Statement (Taxes)

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

County of (county name): Maricopa
Name (owner or official) title: Theodore Preble, HOA Treasurer
Company name: Tonto Creek Water Company, LLC

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.

Theodore Preble

signature of owner/official

N/A

telephone no.

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

THIS

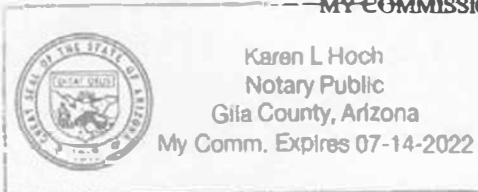
27th

DAY OF

Gila
(county name)
April 2021
(month) and (year)

MY COMMISSION EXPIRES

7-14-2022
(date)



K. Hoch
(signature of notary public)

Verification and Sworn Statement

Verification:

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

County of (county name): Maricopa

Name (owner or official) title: Theodore Preble, HOA Treasurer

Company name: Tonto Creek Water Company, LLC

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 (\$)

\$31,738

(The amount in the box above includes


\$1,978 in sales taxes
billed or collected)

Theodore Preble
signature of owner/official

N/A
telephone no.

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

27th DAY OF Gila
(county name)
April 2021
(month) and (year)

 THIS
Karen L Hoch
Notary Public
Gila County, Arizona MY COMMISSION EXPIRES
My Comm. Expires 07-14-2022

7-14-2022
(date)

Karen Hoch
(signature of notary public)

Verification and Sworn Statement (Residential Revenue)

Verification:

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

County of (county name): Maricopa
Name (owner or official) title: Theodore Preble, HOA Treasurer
Company name: Tonto Creek Water Company, LLC

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 (\$)

\$31,738
(The amount in the box above includes
\$1,978 in sales taxes
billed or collected)

Theodore Preble
signature of owner/official

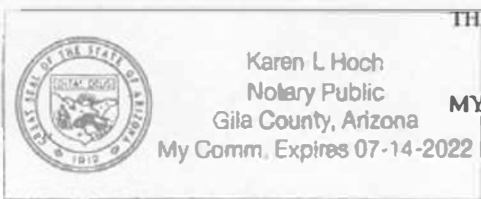
N/A
telephone no.

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

Gila
(county name)

THIS 27th

DAY OF April 2021
(month) and (year)



MY COMMISSION EXPIRES

7-14-2022
(date)

Karen L. Hoch
(signature of notary public)