

ANNUAL REPORT

Of

Company Name: Valley Pioneer's Water Company, Inc.
5998 W. Chino Dr.

Mailing Address: Golden Valley AZ
86413

RECEIVED BY EMAIL
6/8/2021, 11:02 AM
ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

Docket No.: W-02033A
For the Year Ended: 12/31/20

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
 Valley Pioneer's Water Company, Inc.
 A Class Utility

For the Calendar Year Ended: 12/31/20

Primary Address: 5998 West Chino Drive
 City: Golden Valley State: Arizona Zip Code: 86413

Telephone Number: 928-565-4663

Date of Original Organization of Utility: 5/19/1905

Person to whom correspondence should be addressed concerning this report:

Name: BOBBIE L. WOOD
 Telephone No. : 928-565-4663
 Address: 5998 W. CHINO DR.
 City: GOLDEN VALLEY State: ARIZONA Zip Code: 86413
 Email: bobbie@valleypioneerswater.com

On-Site Manager

Name: BOBBIE L. WOOD
 Telephone No. : 928-565-4663
 Address: 5998 W. CHINO DR.
 City: GOLDEN VALLEY State: ARIZONA Zip Code: 86413
 Email: bobbie@valleypioneerswater.com

NA

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

NA

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

NA

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

Ownership: Association--Cooperative

Counties Served: Mohave

Important changes during the year	
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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.
	na

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.
	na

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)
		\$0	\$0	\$0	\$0	\$0	\$0
301	Organization	0	0	0	0	0	0
302	Franchises	0	0	0	0	0	0
303	Land and Land Rights	98,021	0	0	98,021	0	98,021
304	Structures and Improvements	298,161	0	0	298,161	169,699	128,462
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	906,496	0	0	906,496	544,717	361,779
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	658,689	0	0	658,689	588,281	70,408
320	Water Treatment Equipment	0	0	0	0	0	0
320.1	Water Treatment Plants	3,741	0	0	3,741	2,853	888
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	392,440	0	0	392,440	311,663	80,777
330.2	Pressure Tanks	0	0	0	0	0	0
331	Transmission and Distribution Mains	2,494,619	26,715	0	2,521,334	1,170,538	1,350,796
333	Services	449,396	28,847	0	478,243	252,357	225,886
334	Meters and Meter Installations	208,843	7,212	0	216,055	116,500	99,555
335	Hydrants	22,029	0	0	22,029	6,455	15,574
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	15,755	0	0	15,755	15,013	742
340.1	Computer & Software	82,367	0	0	82,367	72,082	10,285
341	Transportation Equipment	275,085	0	0	275,085	233,003	42,082
342	Stores Equipment	0	0	0	0	0	0
343	Tools, Shop and Garage Equipment	29,128	4,990	0	34,118	20,850	13,268
344	Laboratory Equipment	0	0	0	0	0	0
345	Power Operated Equipment	135,892	0	0	135,892	121,923	13,969
346	Communication Equipment	0	0	0	0	0	0
347	Miscellaneous Equipment	30,684	0	0	30,684	7,655	23,029
348	Other Tangible Plant	0	0	0	0	0	0
	Totals	\$6,101,346	\$67,764	\$0	\$6,169,110	\$3,633,589	\$2,535,521

Valley Pioneer's Water Company, Inc.
Annual Report
Depreciation Expense for the Current Year (Water)
12/31/20

Depreciation Expense for the Current Year (Water)									
Account No.	Description	Beginning Year Original Cost	Current Year Additions	Current Year Retirements	Adjusted Original Cost	Fully Depreciated/Non-depreciable Plant	Depreciable Plant	Depreciation Percentages	Depreciation Expense
301	Organization	\$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	98,021	0	0	98,021	98,021	0	0.00%	0
304	Structures and Improvements	298,161	0	0	298,161	128,462	169,699	56.92%	10,123
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	906,496	0	0	906,496	361,779	544,717	60.09%	30,217
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	658,689	0	0	658,689	70,408	588,281	89.31%	21,297
320	Water Treatment Equipment	0	0	0	0	0	0	0.00%	0
320.1	Water Treatment Plants	3,741	0	0	3,741	888	2,853	76.26%	0
320.2	Solution Chemical Feeders	0	0	0	0	0	0	0.00%	0
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	392,440	0	0	392,440	80,776	311,664	79.42%	8,721
330.2	Pressure Tanks	0	0	0	0	0	0	0.00%	0
331	Transmission and Distribution Mains	2,494,619	26,715	0	2,521,334	1,350,796	1,170,538	46.43%	50,258
333	Services	449,396	28,847	0	478,243	225,887	252,356	52.77%	15,529
334	Meters and Meter Installations	208,843	7,212	0	216,055	99,555	116,500	53.92%	5,877
335	Hydrants	22,029	0	0	22,029	15,574	6,455	29.30%	441
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	15,755	0	0	15,755	743	15,012	95.28%	212
340.1	Computer & Software	82,367	0	0	82,367	10,285	72,082	87.51%	4,678
341	Transportation Equipment	275,085	0	0	275,085	42,081	233,004	84.70%	16,814
342	Stores Equipment	0	0	0	0	0	0	0.00%	0
343	Tools, Shop and Garage Equipment	29,128	4,990	0	34,118	13,268	20,850	61.11%	1,015
344	Laboratory Equipment	0	0	0	0	0	0	0.00%	0
345	Power Operated Equipment	135,892	0	0	135,892	13,969	121,923	89.72%	6,538
346	Communication Equipment	0	0	0	0	0	0	0.00%	0
347	Miscellaneous Equipment	30,684	0	0	30,684	23,029	7,655	24.95%	1,534
348	Other Tangible Plant	0	0	0	0	0	0	0.00%	0
	Subtotal	\$6,101,346	\$67,764	\$0	\$6,169,110	\$2,535,521	\$3,633,589		\$173,254

Contribution(s) in Aid of Construction (Gross)	\$1,335,218
Less: Non Amortizable Contribution(s)	823,291
Fully Amortized Contribution(s)	0
Amortizable Contribution(s)	<u>\$511,927</u>
Times: Proposed Amortization Rate	4.77%
Amortization of CIAC	\$24,409

Less: Amortization of CIAC \$24,409

DEPRECIATION EXPENSE **\$148,845**

Valley Pioneer's Water Company, Inc.
Annual Report
Balance Sheet Assets
12/31/20

Balance Sheet Assets				
	Assets		Balance at Beginning of Year (2020)	Balance at End of Year (2020)
Account No.	Current and Accrued Assets			
131	Cash		\$15,557	\$21,278
134	Working Funds		395,346	581,383
135	Temporary Cash Investments		307,584	341,850
141	Customer Accounts Receivable		42,162	58,679
146	Notes Receivable from Associated Companies		0	0
151	Plant Material and Supplies		639,008	361,190
162	Prepayments		79,057	0
174	Miscellaneous Current and Accrued Assets		9,717	9,787
	Total Current and Accrued Assets		\$1,488,431	\$1,374,167
Account No.	Fixed Assets			
101	Utility Plant in Service*		\$6,091,006	\$6,169,110
103	Property Held for Future Use			
105	Construction Work in Progress		347,520	347,520
108	Accumulated Depreciation (enter as negative)*		(3,460,337)	(3,633,589)
121	Non-Utility Property			
122	Accumulated Depreciation - Non Utility			
	Total Fixed Assets		\$2,978,189	\$2,883,041
	Total Assets		\$4,466,620	\$4,257,208

*Note these items feed automatically from AR3 UPIS Page 4

Valley Pioneer's Water Company, Inc.
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		\$133,307	\$275,822
232	Notes Payable (Current Portion)		55,366	48,214
234	Notes Payable to Associated Companies		0	0
235	Customer Deposits		35,346	36,029
236	Accrued Taxes		56,349	71,278
237	Accrued Interest		5,053	5,027
242	Miscellaneous Current and Accrued Liabilities		152,665	(77,463)
	Total Current Liabilities		\$438,086	\$358,907
	Long Term Debt			
224	Long Term Debt (Notes and Bonds)		\$1,010,678	\$909,606
	Deferred Credits			
251	Unamortized Premium on Debt		\$0	\$0
252	Advances in Aid of Construction		784,745	899,746
255	Accumulated Deferred Investment Tax Credits		0	0
271	Contributions in Aid of Construction		1,331,900	1,335,218
272	Less: Amortization of Contributions		(812,619)	(823,291)
281	Accumulated Deferred Income Tax		0	0
	Total Deferred Credits		\$1,304,026	\$1,411,673
	Total Liabilities		\$2,752,790	\$2,680,186
	Capital Accounts			
201	Common Stock Issued		\$0	\$0
211	Other Paid-In Capital		0	0
215	Retained Earnings		1,713,830	1,577,022
218	Proprietary Capital (Sole Props and Partnerships)		0	0
	Total Capital		\$1,713,830	\$1,577,022
	Total Liabilities and Capital		\$4,466,620	\$4,257,208

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

Valley Pioneer's Water Company, Inc.
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	\$1,298,056	\$1,219,656
460	Unmetered Water Revenue	143,029	156,356
462	Fire Protection Revenue	0	0
469	Guaranteed Revenues (Surcharges)	0	0
471	Miscellaneous Service Revenues	37,847	0
474	Other Water Revenue	18,997	43,895
	Total Revenues	\$1,497,929	\$1,419,907
	Operating Expenses		
601	Salaries and Wages	\$383,315	\$368,324
604	Employee Pensions and Benefits	7,404	5,064
610	Purchased Water	0	0
615	Purchased Power	247,804	228,337
618	Chemicals	6,098	5,313
620	Materials and Supplies	230,094	70,946
620.1	Repairs and Maintenance	57,543	0
620.2	Office Supplies and Expense	0	51,025
630	Contractual Services	120,685	162,370
631	Contractual Services - Engineering	0	0
632	Contractual Services - Accounting	0	0
633	Contractual Services - Legal	0	0
634	Contractual Services - Management Fees	0	0
635	Contractual Services - Water Testing	3,565	7,766
636	Contractual Services - Other	0	0
640	Rents	0	0
641	Rental of Building/Real Property	0	6,641
642	Rental of Equipment	3,081	0
650	Transportation Expenses	13,755	20,632
657	Insurance - General Liability	13,458	17,989
657.1	Insurance - Health and Life	90,687	84,233
665	Regulatory Commission Expense - Rate	3,187	3,136
670	Bad Debt Expense	11,620	28
675	Miscellaneous Expense	2,541	6,514
403	Depreciation Expense (From Schedule AR4)	148,845	180,213
408	Taxes Other Than Income	34,730	33,116
408.11	Property Taxes	55,864	60,456
409	Income Taxes	0	0
427.1	Customer Security Deposit Interest	0	0
	Total Operating Expenses	\$1,434,276	\$1,312,103
	Operating Income / (Loss)	\$63,653	\$107,804
	Other Income / (Expense)		
419	Interest and Dividend Income	\$289	\$832
421	Non-Utility Income	71,978	128,077
426	Miscellaneous Non-Utility (Expense)	54,260	0
427	Interest (Expense)	(46,896)	(48,721)
	Total Other Income / (Expense)	\$79,631	\$80,188
	Net Income / (Loss)	\$143,284	\$187,992

Valley Pioneer's Water Company, Inc.
 Annual Report
 Full time equivalent employees
 12/31/20

Full time equivalent employees

	Direct Company	Allocated	Outside service	Total
President	0.0	0.0	0.0	0.0
Vice-president	0.0	0.0	0.0	0.0
Manager	1.0	0.0	0.0	1.0
Engineering Staff	0.0	0.0	0.0	0.0
System Operator(s)	1.0	0.0	0.0	1.0
Meter reader	1.0	0.0	0.0	1.0
Customer Service	0.0	0.0	0.0	0.0
Accounting	2.0	0.0	0.0	2.0
Business Office	0.0	0.0	0.0	0.0
Rates Department	0.0	0.0	0.0	0.0
Administrative Staff	1.0	0.0	0.0	1.0
Other	5.0	0.0	0.0	5.0
Total	11.0	0.0	0.0	11.0

Valley Pioneer's Water Company, Inc.
 Annual Report
 Supplemental Financial Data (Long-Term Debt)
 12/31/20

Supplemental Financial Data (Long-Term Debt)				
	Loan #1	Loan #2	Loan #3	na
Date Issued	5/2/1991	11/17/2003	5/3/1999	na
Source of Loan	USDA-RD 91-06	USDA-RD 91-09	NATL BANK OF A	na
ACC Decision No.	na	na	NATL BANK OF A	na
Reason for Loan	System Improvement	System additions	System improvement	na
Dollar Amt. Issued	\$250,000	\$1,198,000	\$180,000	na
Amount Outstanding	\$95,807	\$821,738	\$31,067	na
Date of Maturity	4/28/2028	9/17/2043	5/3/2020	na
Interest Rate	5.88%	4.75%	variable(6% currentl	na
Current Year Interest	\$5,959	\$39,752	\$2,530	na
Current Year Principal	\$10,301	\$27,820	\$9,969	na

Meter Deposit Balance at Test Year End:	\$68,295
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Meter Deposits Refunded During the Test Year:	\$9,466
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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:		VALLEY PIONEERS WC, INC									
ADEQ Public Water System Number:		AZ0408038									
ADWR PCC Number:		91-000326.0000									
Well registry 55# (55-XXXXXX):	Pump Horsepower	Pump Yield (gpm)	Casing Depth (feet)	Casing Diameter (inches)	Pump Motor Type **	Year Drilled	Water level 2010	Water level 2020	Meter Size (inches)	How measured:	Active
610757	60	120	1,518	16	Submersible	1963	na	na	3	N/A	N/A
573000	100	240	1,216	12	Submersible	1999	na	na	3	N/A	N/A
532211	60	100	1,290	12	Vertical	1991	na	na	3	N/A	N/A
623081	450	850	1,325	20	Submersible	1960	na	na	8	N/A	N/A
623082	400	1,100	1,370	20	Submersible	1963	na	na	8	N/A	N/A
623083	350	820	1,297	20	Submersible	1963	na	na	8	N/A	N/A
623084	450	950	1,285	20	Vertical	1963	na	na	8	N/A	N/A
623085	500	1,000	1,300	20	Vertical	1963	na	na	8	N/A	N/A
na	na	na	na	na	na	na	na	na	na	N/A	N/A
na	na	na	na	na	na	na	na	na	na	N/A	N/A
na	na	na	na	na	na	na	na	na	na	N/A	N/A
na	na	na	na	na	na	na	na	na	na	N/A	N/A
na	na	na	na	na	na	na	na	na	na	N/A	N/A
na	na	na	na	na	na	na	na	na	na	N/A	N/A
na	na	na	na	na	na	na	na	na	na	N/A	N/A
na	na	na	na	na	na	na	na	na	na	N/A	N/A
na	na	na	na	na	na	na	na	na	na	N/A	N/A

Name of system water delivered to:	VALLEY PIONEERS WC, INC
ADWR PCC Number:	91-000326.0000
Source of water delivered to another system	Ground Water

Name of system water received from:	VALLEY PIONEERS WC, INC
ADWR PCC Number:	91-000326.0000
Source of water received	Ground Water
Well registry 55# (55-XXXXXX):	55-623085

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	58.71	38.95	2.43	0.00	42.44	\$19,972	128,596
February	43.60	27.05	1.91	0.00	32.99	16,854	124,159
March	45.96	28.35	1.67	0.00	34.08	16,664	144,478
April	54.39	35.38	2.04	0.00	40.91	17,523	152,731
May	60.27	39.11	2.54	0.00	45.06	18,591	162,797
June	81.79	52.55	4.50	0.00	60.50	17,053	206,340
July	80.54	54.74	3.69	0.00	61.80	17,873	238,920
August	91.22	70.70	5.18	0.00	78.34	29,112	206,782
September	71.35	54.61	4.37	0.00	60.21	12,677	188,271
October	71.58	57.55	4.19	0.00	62.91	20,031	171,169
November	49.65	38.49	2.61	0.00	42.22	19,234	137,669
December	39.79	27.88	1.73	0.00	30.37	17,535	64,356
Totals	748.85	525.36	36.86	0.00	591.83	\$223,118	1,926,268

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

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

TREATMENT EQUIPMENT:	CHLORINATION EQUIPMENT AT EACH PDEx3; CHLORINATION EQUIPMENT
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STRUCTURES:	1-7,000 SQUARE FOOT WAREHOUSE AND OFFICE BUILDING; 2-500 SQUARE FOOT WAREHOUSES; 1-+750 SQUARE FOOT OFFICE BUILDING; 5-120 SQUARE FOOT STATION BUILDINGS
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OTHER:	NONE
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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	na
Method used:	(a)

Customer and Other Information	
Name of the System:	VALLEY PIONEERS WC, INC
ADEQ Public Water System Number:	AZ0408038
ADWR PCC Number:	91-000326.0000

Month	Number of Customers				
	Single-Family	Multi-Family	Commercial	Turf/Irrigation	Other Non-Residential
January	2,436	7	79	0	4
February	2,436	7	79	0	4
March	2,436	7	79	0	4
April	2,436	7	79	0	4
May	2,436	7	79	0	4
June	2,436	7	79	0	4
July	2,436	7	79	0	4
August	2,436	7	79	0	4
September	2,436	7	79	0	4
October	2,436	7	79	0	4
November	2,436	7	79	0	4
December	2,436	7	79	0	4

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?

Describe any plans and estimated completion dates for any enlargements or improvements of this system.

Anticipated expansion of storage and distribution systems

* an ERC is based on the calculation on the bottom of AR9 page 12.

Valley Pioneer's Water Company, Inc.
 Annual Report
 Utility Shutoffs / Disconnects
 12/31/20

Utility Shutoffs / Disconnects		
Name of the System:	VALLEY PIONEERS WC, INC	
ADEQ Public Water System Number:	AZ0408038	
ADWR PCC Number:	91-000326.0000	

Month	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	Other
January	0	35	0
February	0	32	0
March	0	7	0
April	0	0	0
May	0	0	0
June	0	5	0
July	0	1	0
August	0	12	0
September	0	11	0
October	0	41	0
November	0	0	0
December	0	38	0
Total	0	182	0

Other (description):

na

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.

Valley Pioneer's Water Company, Inc.
Annual Report
Property Taxes
12/31/20

Property Taxes	
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Amount of actual property taxes paid during Calendar Year 2020 was	\$50,991
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If no property taxes paid, explain why. na

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): MOHAVE
Name (owner or official) title: PRESIDENT
Company name: Valley Pioneer's Water Company, Inc.

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

FOR THE YEAR ENDING: 12/31/20

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

Sworn Statement: 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.

Marc D. [Signature]
signature of owner/official

928-565-4663
telephone no.

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

THIS 7 DAY OF MOHAVE
June 2021
(month) and (year)

MY COMMISSION EXPIRES 5-31-22
(date)



[Signature]
(signature of notary public)

Verification and Sworn Statement

Verification:

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

County of (county name): MOHAVE
Name (owner or official) title: PRESIDENT
Company name: Valley Pioneer's Water Company, Inc.

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

FOR THE YEAR ENDING: 12/31/20

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

Sworn Statement: 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 (\$)

\$1,547,934

(The amount in the box above includes

\$78,431 in sales taxes
billed or collected)

Marc D. Elston
signature of owner/official

928-565-4663
telephone no.

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

THIS

7

DAY OF

Mohave
(county name)

June 2021
(month) and (year)

MY COMMISSION EXPIRES

5-31-22
(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): MOHAVE
Name (owner or official) title: PRESIDENT
Company name: Valley Pioneer's Water Company, Inc.

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

FOR THE YEAR ENDING: 12/31/20

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

Sworn Statement: 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 (\$)

\$1,547,934

(The amount in the box above includes

\$78,431 in sales taxes
billed or collected)

Mary D. Gaudin
signature of owner/official

928-565-4663
telephone no.

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

Mohave
(county name)

THIS

17

DAY OF

June 2021
(month) and (year)

MY COMMISSION EXPIRES

5-31-22
(date)



[Signature]
(signature of notary public)

Gross-up Sharing Method for Income Tax Statement of Certification

Verification:

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

County of (county name): MOHAVE
Name (owner or official) title: PRESIDENT
Company name: Valley Pioneer's Water Company, Inc.

FOR THE YEAR ENDING: 12/31/20

Sworn Statement:

IN ACCORDANCE WITH THE REQUIREMENTS OF DECISION NO. 77084, BECAUSE THE UTILITY REQUIRES THE GROSS UP OF ADVANCES AND CONTRIBUTIONS, I HEREBY STATE THAT THE UTILITY HAS NOT INCURRED NOR IS EXPECTED TO INCUR 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.

Mart D. Dawson
signature of owner/official
928-565-4663
telephone no.

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

THIS 17 DAY OF June 2021
(month) and (year)

MY COMMISSION EXPIRES 5-31-22
(date)

[Signature]
(signature of notary public)

