ANNUAL REPORT

Of

Valley Utilities Water Company, Inc. Company Name:

6808 N. Dysart Rd., Ste. 112

Mailing Address:

Glendale

AZ

85307

RECEIVED BY EMAIL

Docket No.: W-01412A For the Year Ended:

12/31/19

4/14/2020, 08:25 AM ARIZONA CORPORATION COMMISSION

UTILITIES DIVISION

WATER UTILITY

To

Arizona Corporation Commission

Due on April 15th

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

Application Type:

Original Filing

Application Date:

4/30/2020

ARIZONA CORPORATION COMMISSION WATER UTILITY ANNUAL REPORT

Valley Utilities Water Company, Inc.

			, ,
A Class	С	Uti	lity

For the Calendar Year E	Ended: $12/31/19$		
Primary Address:	6808 N. Dysart Rd, Suite 112		1
-	Glendale	State: Arizona	7in Codo: 05207
City:	Oleliuale	State. Alizona	Zip Code: 85307
Telephone Number:	623-935-1100		
Date of Original Organi	zation of Utility:	7/7/1973	
Date of Original Organi	zation of Cunty.	11112713	
Person to whom corresp	ondence should be addressed	concerning this report:	
Name:	Bryan Thomas		
Telephone No.:	623-935-1100		
_	6808 N. Dysart Rd, Suite 112	<u>'</u>	
	Glendale	State: Arizona	Zip Code: 85307
•	bryan@vuwco.com		2.p code:
Name:			
Telephone No.:			
Address:			
City:		State:	Zip Code:
Email:			
		<u> </u>	
Name:			
Telephone No.:			
Address:			
City:		State:	Zip Code:
Email:			
	1		
Name:			
Telephone No.:			
Address:			
City:		State:	Zip Code:
Email:			
3.7			
Name:			
Telephone No. :			
Address:			
City:		State:	Zip Code:
Email:			
0 11	lugu g		
Ownership:	"C" Corporation		
Counties Served:	Mariaona		
Counties Served:	Maricopa		

ARIZONA CORPORATION COMMISSION WATER UTILITY ANNUAL REPORT Valley Utilities Water Company, Inc.

	Important changes during the year			
No l	For those companies not subject to the affiliated interest rules, has there been a change in ownership or direct control during the			
,	year?			
j	If yes, please provide specific details in the box below.			
_	N/A			
_				

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	Description	Beginning Year	Current Year	Current Year	Adjusted Original	Accumulated	OCLD (OC less		
No.	_	Original Cost	Additions	Retirements	Cost	Depreciation	AD)		
301	Organization	\$0	\$0	\$0	\$0	\$0	\$0		
302	Franchises	0	0	0	0	0	0		
303	Land and Land Rights	742,171	3,678	0	745,849	0	745,849		
304	Structures and Improvements	401,749	6,621	0	408,370	104,667	303,703		
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	2,079,503	0	0	2,079,503	659,868	1,419,635		
308	Infiltration Galleries	0	0	0	0	0	0		
309	Supply Mains	0	0	0	0	0	0		
310	Power Generation Equipment	12,696	4,915	0	17,611	2,480	15,131		
311	Pumping Equipment	1,150,113	211,371	0	1,361,484	929,999	431,485		
320	Water Treatment Equipment	0	0	0	0	0	0		
320.1	Water Treatment Plants	2,154,935	8,025	0	2,162,960	678,563	1,484,397		
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	874,959	8,432	0	883,391	436,674	446,717		
330.2	Pressure Tanks	0	0	0	0	0	0		
331	Transmission and Distribution Mains	4,595,202	335,042	0	4,930,244	1,833,297	3,096,947		
333	Services	339,757	75,556	700	414,613	98,607	316,006		
334	Meters and Meter Installations	549,619	44,631	17,773	576,477	391,462	185,015		
335	Hydrants	332,711	38,400	0	371,111	84,257	286,854		
336	Backflow Prevention Devices	0	0	0	0	0	0		
339	Other Plant and Misc. Equipment	23,745	32,707	0	56,452	6,580	49,872		
340	Office Furniture and Equipment	95,089	0	0	95,089	76,939	18,150		
340.1	Computer & Software	0	0	0	0	0	0		
341	Transportation Equipment	168,711	83,776	35,459	217,028	109,177	107,851		
342	Stores Equipment	0	0	0	0	0	0		
343	Tools, Shop and Garage Equipment	58,252	0	0	58,252	45,605	12,647		
344	Laboratory Equipment	0	0	0	0	0	0		
345	Power Operated Equipment	5,930	0	0	5,930	5,930	0		
346	Communication Equipment	0	0	0	0	0	0		
347	Miscellaneous Equipment	53,493	0	0	53,493	35,736	17,757		
348	Other Tangible Plant	6,090	0	0	6,090	5,670	420		
	Totals	\$13,644,725	\$853,154	\$53,932	\$14,443,947	\$5,505,511	\$8,938,436		

Valley Utilities Water Company, Inc. Annual Report Depreciation Expense for the Current Year (Water) 12/31/19

		Depi	reciation 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	742,171	3,678	0	745,849	745,849	0	0.00%	0
304	Structures and Improvements	401,749	6,621	0	408,370	0	408,370	3.33%	13,489
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	2,079,503	0	0	2,079,503	0	2,079,503	3.33%	67,850
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	12,696	4,915	0	17,611	0	17,611	5.00%	759
311	Pumping Equipment	1,150,113	211,371	0	1,361,484	716,373	645,111	12.50%	67,430
320	Water Treatment Equipment	0	0	0	0	0	0	0.00%	0
320.1	Water Treatment Plants	2,154,935	8,025	0	2,162,960	0	2,162,960	3.33%	75,989
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	874,959	8,432	0	883,391	0	883,391	2.22%	19,518
330.2	Pressure Tanks	0	0	0	0	0	0	0.00%	0
331	Transmission and Distribution Mains	4,595,202	335,042	0	4,930,244	0	4,930,244	2.00%	95,254
333	Services	339,757	75,556	700	414,613	0	414,613	3.33%	12,560
334	Meters and Meter Installations	549,619	44,631	17,773	576,477	322,342	254,135	8.33%	19,312
335	Hydrants	332,711	38,400	0	371,111	0	371,111	2.00%	7,038
336	Backflow Prevention Devices	0	0	0	0	0	0	0.00%	0
339	Other Plant and Misc. Equipment	23,745	32,707	0	56,452	0	56,452	6.67%	2,676
340	Office Furniture and Equipment	95,089	0	0	95,089	68,321	26,768	6.67%	1,785
340.1	Computer & Software	0	0	0	0	0	0	0.00%	0
341	Transportation Equipment	168,711	83,776	35,459	217,028	63,435	153,593	20.00%	25,321
342	Stores Equipment	0	0	0	0	0	0	0.00%	0
343	Tools, Shop and Garage Equipment	58,252	0	0	58,252	0	58,252	5.00%	2,913
344	Laboratory Equipment	0	0	0	0	0	0	0.00%	0
345	Power Operated Equipment	5,930	0	0	5,930	5,930	0	5.00%	0
346	Communication Equipment	0	0	0	0	0	0	0.00%	0
347	Miscellaneous Equipment	53,493	0	0	53,493	20,000	33,493	10.00%	3,349
348	Other Tangible Plant	6,090	0	0	6,090	0	6,090	3.33%	202
	Subtotal	\$13,644,725	\$853,154	\$53,932	\$14,443,947	\$1,942,250	\$12,501,697		\$415,446

 Contribution(s) in Aid of Construction (Gross)
 \$5,216,207

 Less: Non Amortizable Contribution(s)
 0

 Fully Amortized Contribution(s)
 0

 Amortizable Contribution(s)
 \$5,216,207

 Times: Proposed Amortization Rate
 3.32%

 Amortization of CIAC
 \$173,298

Less: Amortization of CIAC \$173,298

DEPRECIATION EXPENSE \$242,148

Valley Utilities Water Company, Inc. Annual Report Balance Sheet Assets 12/31/19

	Balance Sheet Assets		
	Assets	Balance at Beginning of Year (2019)	Balance at End of Year (2019)
Account No.	Current and Accrued Assets		
131	Cash	\$461,946	\$1,985,855
134	Working Funds	0	0
135	Temporary Cash Investments	0	0
141	Customer Accounts Receivable	150,936	126,063
146	Notes Receivable from Associated Companies	0	0
151	Plant Material and Supplies	38,783	43,540
162	Prepayments	0	0
174	Miscellaneous Current and Accrued Assets	161,245	8,487
	Total Current and Accrued Assets	\$812,910	\$2,163,945
Account No.	Fixed Assets		
101	Utility Plant in Service*	\$13,644,725	\$14,443,947
103	Property Held for Future Use	12,050	16,460
105	Construction Work in Progress	196,625	805,920
108	Accumulated Depreciation (enter as negative)*	(5,143,997)	(5,505,511)
121	Non-Utility Property	0	0
122	Accumulated Depreciation - Non Utility	0	0
	Total Fixed Assets	\$8,709,403	\$9,760,816
	Total Assets	\$9,522,313	\$11,924,761

*Note these items feed automatically from AR3 UPIS Page 4

Valley Utilities Water Company, Inc. Annual Report Balance Sheet Liabilities and Owners Equity

	Balance Sheet Liabilities and Ow	vners Equity	
	Liabilities	Balance at Beginning of Year (2019)	Balance at End of Year (2019)
Account No.	Current Liabilities		
231	Accounts Payable	\$20,496	\$132,673
232	Notes Payable (Current Portion)	134,141	123,621
234	Notes Payable to Associated Companies	0	0
235	Customer Deposits	66,692	68,723
236	Accrued Taxes	137,962	228,418
237	Accrued Interest	0	0
242	Miscellaneous Current and Accrued Liabilities	11,738	19,953
	Total Current Liabilities	\$371,029	\$573,388
	Long Term Debt		
224	Long Term Debt (Notes and Bonds)	\$858,271	\$599,502
	Deferred Credits		
251	Unamortized Premium on Debt	\$0	\$0
252	Advances in Aid of Construction	2,037,135	5,081,201
255	Accumulated Deferred Investment Tax Credits	0	0
271	Contributions in Aid of Construction	5,213,707	5,216,207
272	Less: Amortization of Contributions	(1,163,755)	(1,337,053
281	Accumulated Deferred Income Tax	603,646	118,761
	Total Deferred Credits	\$6,690,733	\$9,079,116
	Total Liabilites	\$7,920,033	\$10,252,006
	Capital Accounts		
201	Common Stock Issued	\$150,000	\$150,000
211	Other Paid-In Capital	264,988	264,988
215	Retained Earnings	1,187,292	1,257,767
218	Proprietary Capital (Sole Props and Partnerships)	0	0
	Total Capital	\$1,602,280	\$1,672,755
	Total Liabilities and Capital	\$9,522,313	\$11,924,761

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

Account No.	Calendar Year	Current Year	Last Year
Account No.	Calendar Year		
	O	01/01/2019 - 12/31/2019	01/01/2018 - 12/31/2018
461	Operating Revenue Metered Water Revenue	\$2,181,707	\$2,159,874
460	Unmetered Water Revenue	0	\$2,137,87
462	Fire Protection Revenue	0	(
462		0	(
	Guaranteed Revenues (Surcharges)	52,257	51,554
471	Miscellaneous Service Revenues	0	31,334
474	Other Water Revenue	\$2,233,964	\$2,211,428
	Total Revenues	\$2,233,904	\$2,211,420
	Operating Expenses		
601	Salaries and Wages	\$570,758	\$533,142
604	Employee Pensions and Benefits	10,758	9,714
610	Purchased Water	4,047	7,466
615	Purchased Power	177,757	178,183
618	Chemicals	19,012	16,280
620	Materials and Supplies	0	10,200
620.1	Repairs and Maintenance	29,138	42,036
620.2	Office Supplies and Expense	22,366	8,637
630	Contractual Services	0	(,03
631	Contractual Services Contractual Services - Engineering	2,095	8,890
632	Contractual Services - Engineering Contractual Services - Accounting	6,968	4,770
633	Contractual Services - Accounting Contractual Services - Legal	8,553	4,329
634	Contractual Services - Legal Contractual Services - Management Fees	240,000	240,000
635	Contractual Services - Watagement Fees Contractual Services - Water Testing	13,666	12,939
636	Contractual Services - Water Testing Contractual Services - Other	9,682	2,147
640	Rents	0,002	2,147
641	Rental of Building/Real Property	33,039	36,673
642	Rental of Equipment	0	1,680
650	Transportation Expenses	22,987	27,720
657	Insurance - General Liability	34,946	28,468
657.1	Insurance - Health and Life	101,396	89,078
665	Regulatory Commission Expense - Rate	0	(
670	Bad Debt Expense	1,032	4,758
675	Miscellaneous Expense	57,172	64,624
403	Depreciation Expense (From Schedule AR4)	242,148	211,140
408	Taxes Other Than Income	41,233	38,133
408.11	Property Taxes	74,485	69,50
408.11	Income Taxes	881,764	696,540
427.1	Customer Security Deposit Interest	3,832	4,052
74/.1	Total Operating Expenses	\$2,608,834	\$2,340,900
	Total Operating Expenses	ΨΞ,000,001	4 =90 1095 00
	Operating Income / (Loss)	(\$374,870)	(\$129,478
	Other Income / (Expense)		
419	Interest and Dividend Income	\$16,790	\$3,223
421	Non-Utility Income	17,541	3,965
426	Miscellaneous Non-Utility (Expense)	0	(11,34
427	Interest (Expense)	(49,472)	(69,59
	Total Other Income / (Expense)	(\$15,141)	(\$73,74
	Net Income / (Loss)	(\$390,011)	(\$203,22

Valley Utilities Water Company, Inc. Annual Report Full time equivalent employees 12/31/19

Full time equivalent employees

	Direct Company	Allocated	Outside service	Total
President	1.0	0.0	0.0	1.0
Vice-president	0.0	0.0	0.0	0.0
Manager	1.0	0.0	1.0	2.0
Engineering Staff	0.0	0.0	1.0	1.0
System Operator(s)	3.0	0.0	0.2	3.2
Meter reader	1.0	0.0	0.0	1.0
Customer Service	1.0	0.0	0.0	1.0
Accounting	1.0	0.0	0.5	1.5
Business Office	0.0	0.0	0.0	0.0
Rates Department	0.0	0.0	0.0	0.0
Administrative Staff	0.0	0.0	0.0	0.0
Other	0.0	0.0	0.3	0.3
Total	8.0	0.0	3.0	11.0

Valley Utilities Water Company, Inc. Annual Report Supplemental Financial Data (Long-Term Debt) 12/31/19

Supplemental Financial Data (Long-Term Debt)						
	Loan #1	Loan #2	Loan #3	Loan #4		
Date Issued	Various	Various	9/12/2019	1/0/1900		
Source of Loan	WIFA	WIFA	CoBank	0		
ACC Decision No.	68309	70138	77288	0		
Reason for Loan	Arsenic Treatment	Well 6A	Refinance WIFA	0		
Dollar Amt. Issued	\$1,925,941	\$250,000	\$743,230	\$0		
Amount Outstanding	\$0	\$0	\$723,123	\$0		
Date of Maturity	11/1/2024	10/1/2028	4/20/2025	1/0/1900		
Interest Rate	5.78%	5.80%	4.10%	0.00%		
Current Year Interest	\$51,979	\$9,587	\$6,761	\$0		
Current Year Principal	\$833,955	\$158,457	\$20,108	\$0		

Meter Deposit Balance at Test Year End:	\$74,391	
		-
Meter Deposits Refunded During the Test Year	r:	\$7,721

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.

Valley Utilities Water Company, Inc. Annual Report Well and Water Usage 12/31/19

				Well and Wat	er Usage						
Name of the System:		VALLEY UTILIT	IES WATER COMP	ANY							
ADEQ Public Water Sys	tem Number:		AZ0407079				-				
ADWR PCC Number:			91-000214.0000								
Well registry 55# (55-			Casing Depth	Casing Diameter	Pump Motor	Year	Water level	Water level	Meter Size	How	
XXXXXX):	Pump Horsepower	Pump Yield (gpm)	(feet)	(inches)	Type **	Drilled	2010	2019	(inches)	measured:	Active
1. 55-639720	25	100	650	12	Submersible	1942	349	307	3	Metered	Yes
Out of Svc	-	-	-	·	-	-	N/A	N/A	-	Metered	No
3. 55-639723	25	80	425	8	Submersible	1965	283	286	4	Metered	Yes
Out of Svc	-	-	-	-	-	-	N/A	N/A		Metered	No
5. 55-503273	75	380	850	20	Turbine	1982	279	307	6	Metered	Yes
Out of Svc	-	-	-	-	-	-	N/A	N/A	-	Metered	No
6A. 55-216455	100		550	14	Submersible	2008	329	307	8		Yes
7. 55-208819	125		690	12	Turbine	2007	349	302		Metered	Yes
8. 55-225357	125	200	600	16	Turbine	2016	N/A	297	6	Metered	No

Name of system water delivered to:	LUKE AIR FORC	E BASE		and Tierra Buena Water Company
ADWR PCC Number:		91-000251.0000		
Source of water delivered to another system	Ground Water		•	
Name of system water received from:	LITCHFIELD PAI	RK SERVICE CO.		
Name of system water received from: ADWR PCC Number:		RK SERVICE CO. 91-000199.0000		

				Water received			
			Water delivered	(purchased) from	Estimated	Purchased	Purchased
	Water withdrawn	Water sold	(sold) to other	other systems	authorized use	Power	Power
Month	(gallons)1	(gallons)2	systems (gallons)3	(gallons)4	(gallons)5	Expense ⁶	(kWh) ⁷
January	36,080,000.00	22,222,540.00	12,216,574.00	0.00	0.00	\$14,183	138,415
February	30,207,000.00	17,826,680.00	10,807,330.00	0.00	0.00	11,606	115,851
March	34,898,000.00	21,952,130.00	11,450,939.00	4.00	0.00	11,625	132,350
April	44,191,000.00	29,677,440.00	12,440,771.00	0.00	0.00	14,323	173,122
May	42,402,000.00	30,887,520.00	9,550,195.00	0.00	0.00	16,242	173,674
June	45,753,800.00	36,401,380.00	7,027,840.00	6,001.00	0.00	17,144	199,133
July	48,000,000.00	44,304,420.00	1,893,080.00	972,902.00	0.00	20,435	216,464
August	43,022,000.00	40,416,870.00	1,615,390.00	1,736,910.00	0.00	16,833	195,041
September	41,247,000.00	38,348,820.00	589,290.00	283,697.00	0.00	17,779	187,398
October	36,716,000.00	31,010,860.00	3,542,287.00	0.00	0.00	15,973	160,352
November	42,025,000.00	29,568,870.00	9,998,177.00	0.00	0.00	14,718	183,511
December	21,266,000.00	16,677,170.00	3,571,660.00	1,323,918.00	0.00	6,896	93,143
Totals	465,807,800,00	359,294,700,00	84,703,533,00	4.323.432.00	0.00	\$177,757	1.968.454

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

Water withdrawn - Total gallons of water withdrawn from pumped sources.

 Water sold - Total gallons from customer meters, and other sales such as construction water.

 Water delivered (sold) to other systems - Total gallons of water delivered to other systems.

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.

Valley Utilities Water Company, Inc. Annual Report Water Utility Plant Description 12/31/19

Water Utility Plant Description					
Name of the System:	VALLEY UTILITIE	S WATER COMPANY			
ADEQ Public Water System Number:		AZ0407079			
ADWR PCC Number:		91-000214.0000			

	MAINS				
Sizes (inches)	Material	Length (feet)			
4.00	AC & PVC	10,000			
6.00	AC, PVC ,DIP	79,271			
8.00	AC, PVC ,DIP	61,315			
10.00	DIP	2,952			
12.00	AC & DIP	6,204			
16.00	DIP & PVC	7,483			

SERVICE LINES					
		Year			
Material	Percent of system	installed			
Copper	70%	Various			
Black poly	29%	Various			
PVC	1%	Various			

BOOSTER PUMPS					
Horsepower	GPM	Quantity			
15	Variable	2			
20	Variable	3			
30	Variable	2			
40	Variable	3			
50	Variable	2			

STORAGE TANKS							
			Year				
Capacity (gallons)	Material	Quantity	installed				
100,000	Steel	3	Various				
200,000	Steel	1	1983				
560,000	Steel	1	2001				
1,000,000	Steel	1	2001				

CUSTOMER METERS					
		Percent over	Percent over		
Size (inches)	Quantity	1,00,000 gallons	10 years old		
5/8 X 3/4	107	0%	75%		
0.75	905	0%	50%		
1	635	0%	35%		
1.5	16	19%	0%		
Compound 2	2	100%	0%		
Turbine 2	51	57%	0%		
Turbine 3	2	100%	0%		
Compound 6	1	100%	0%		

FIRE HYDRANTS				
Type Quantity				
Standard *	224			
Other	0			

PRESSURE/BLADDER TANKS					
Capacity					
(gallons)	Material	Quantity	Year installed		
5,000	Steel	1	2002		
7,500	Steel	1	1996		
10,000	Steel	1	2001		

* 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	Descri	ption (Continued)

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

TREATMENT EQUIPMENT:	Two Arsenic Treatment Facilities, Two 300-Gallon Liquid Chlorinators, & One 100-Gallon Liquid Chlorinator.
	<u></u>
STRUCTURES:	Two Arsenic Treatment Buildings (2400 & 1200 sq. ft.), Two Motor Control Centers (264 & 192 sq. ft.).
OTHER:	N/A

Provide a calculation used to determine the value of one water equivalent residential connection (ERC).

Use one of the following methods:

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

ERC Method used: Valley Utilities Water Company, Inc. Annual Report Customer and Other Information 12/31/19

Customer and Other Information					
Name of the System: VALLEY UTILITIES WATER COMPANY					
ADEQ Public Water System Number:	•	AZ0407079			
ADWR PCC Number:		91-000214.0000			

	Number of Customers								
Month	Single-Family	Multi-Family Commercial		Turf/Irrigation	Other Non- Residential				
January	1,522	32	48	37	3				
February	1,531	32	48	37	4				
March	1,537	32	48	37	4				
April	1,541	32	48	37	4				
May	1,544	32	48	37	4				
June	1,543	32	48	37	2				
July	1,543	32	48	37	2				
August	1,561	32	48	37	4				
September	1,570	32	48	37	6				
October	1,579	32	48	37	7				
November	1,582	32	48	37	6				
December	1,583	32	48	37	6				

If the system has fire hydrants, what is the fire flow requirements? 1,000 GPM for 2 hrs.
Does the system have chlorination treatment? Yes
Does the Company have an ADWR Gallons Per Capita Per Day (GCPCPD) requirement? No If yes, provide the GPCPD amount: N/A
Is the Water Utility located in an ADWR Active Management Area (AMA)? Yes Yes Phoenix AMA
What is the present system connection capacity (in ERCs *) using existing lines? Unknown
What is the future system connection capacity (in ERCs *) upon service area buildout? Unknown
Describe any plans and estimated completion dates for any enlargements or improvements of this system.
N/A

 $[\]ensuremath{^*}$ an ERC is based on the calculation on the bottom of AR9 page 12.

Valley Utilities Water Company, Inc. Annual Report Utility Shutoffs / Disconnects 12/31/19

Utility Shutoffs / Disconnects				
Name of the System: VALLEY UTILITIES WATER COMPANY				
ADEQ Public Water Syst	AZ0407079			
ADWR PCC Number:		91-000214.0000		

		Termination with	
Month	Termination without	Notice R14-2-	
	Notice R14-2-410.B	410.C	Other
January	0	23	0
February	0	7	0
March	0	10	0
April	0	9	0
May	0	8	0
June	0	16	0
July	0	7	0
August	0	6	0
September	0	12	0
October	0	15	0
November	0	14	0
December	0	12	0
Total	0	139	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.

Valley Utilities Water Company, Inc. Annual Report Property Taxes 12/31/19

Property Taxes	
Amount of actual property taxes paid during Calendar Year 2019 was	\$71,999
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.

Valley Utilities Water Company, Inc. Annual Report Verification and Sworn Statement (Taxes) 12/31/19

			Verification	and Sworn Stateme	ent (Taxes)	
			, crincation	and Swyin Statem	one (1 mao)	
Verification:	State of	Arizona		I, the undersigned	of the	
		(sta	ite name)			
	Country of			Marianes		 1
		county name): her or official) titl	e.	Maricopa Bryan Thomas, Cl	30	
	Company n	•		Water Company, Inc		
	<u>L</u>			1		
	150 0 111 =			NODED WITH A LA	ID GALDGTAV DEBORTE	O THE ADIZONA
	1	HAT THIS ANN TION COMMIS		PROPERTY TAX AN	ND SALES TAX REPORT T	U THE ARIZUNA
	CORPORA	TION COMMIS	BION.			
	FOR THE	YEAR ENDING:	:	12/31/19)	
	HAS BEEN	TPREPARED III	NDER MY DIRE	ECTION, FROM THE	E ORIGINAL BOOKS, PAPI	ERS AND RECORDS OF SAID
	UTILITY;	THAT I HAVE C	CAREFULLY EX	KAMINED THE SAM	ME, AND DECLARE THE SA	AME TO BE A COMPLETE AND
	CORRECT	STATEMENT (OF BUSINESS A	ND AFFAIRS OF SA	AID UTILITY FOR THE PEI	RIOD COVERED BY THIS
					D THING SET FORTH, TO T	THE BEST OF MY
	KNOWLEI	DGE, INFORMA	TION AND BEL	JIEF.		· · · · · · · · · · · · · · · · · · ·
					,	
wown Statement	Luceed	ATTEOT THAT	ALL DDODEDT	V TAVES EOD SAU	D COMPANY ARE CURRE	NT AND PAID IN FULL
worn Statement:	I HEKEBY	ATTEST THAT	ALL PROPERT	I TAAES FUR SAL	D COMFAINT ARE CURRE	MAI AMD I AMD MAI ODD.
	I HEREBY	ATTEST THAT	`ALL SALES TA	AXES FOR SAID CO	MPANY ARE CURRENT A	AND PAID IN FULL.
	RE	CEIVED		Rim		
				13y 15	signature of owner	official
	BA	'EMAIL				
	4/14/20	020, 08:25 A	AM		623-935-110	The state of the s
ARIZO		ORÁTION CO			telephone no	0.
		ΓΙΕS DIVISIO	N	AND SWODN TO F	BEFORE ME A NOTARY PI	UBLIC
				THE COUNTY	DEFORE WILL A NOTAKT F	Mari unea
						(county name)
			THIS	1472	DAY OF	April 2020
						(month) and (year)
			MV COMMISS	SION EXPIDES	8/15/	7073
			MY COMMIS	SION EXPIRES	<u>0 //3 /3</u> (date	
			VERO	NICA G GONZALEZ	1	,
			M (M	ublic, State of Arizona aricopa County	1//	\mathcal{A} 11 \mathcal{A}
			Com My Co	mission # 569848 ommission Expires	Veloria	Jugar
		1 /		ugust 15 2023	(signature	e of notary public)

Valley Utilities Water Company, Inc. Annual Report Verification and Sworn Statement 12/31/19

Vario	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: Bryan Thomas, CFO
	Company name: Valley Utilities Water Company, Inc.
	DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA
	CORPORATION COMMISSION.
	FOR THE YEAR ENDING: 12/31/19
	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 (\$)
	\$2,376,780
	(The amount in the box above includes
	\$142,816 in sales taxes billed or collected)
	RECEIVED
	BY EMAIL
	4/14/2020, 08:25 AM signature of owner/official
	ARIZONA CORPORATION COMMISSION
I	UTILITIES DIVISION 623-935-1100
	telephone no.
	SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC
	IN AND FOR THE COUNTY Mais copo
	' (county name)
	THIS 14 R DAY OF Apr. 2520 (month) and (year)
	(month) and (year)
	MY COMMISSION EXPIRES 8/15/2023
	VERONICA G GONZALEZ (date)
	Notary Public, State of Arizona Maricopa County
	Commission # 569848 My Commission Expires Curry Commission # 569848
	August 15, 2023 (signature of potary public)

Valley Utilities Water Company, Inc. Annual Report Verification and Sworn Statement (Residential Revenue) 12/31/19

		Verification	n and Sworn	Statement (Reside	ential Revenue)	
Verification:	State of	Arizo		I, the undersigned	of the	•
	County of (co Name (owner Company name	or official) title:	Valley Utili	Maricopa Bryan Thomas, Cl ties Water Compan		
	i .	AT THIS ANNU.		PROPERTY TAX	AND SALES TAX REPOR	T TO THE ARIZONA
	FOR THE Y	EAR ENDING:	12/31/19			
	OF SAID UT A COMPLET PERIOD CO	ILITY; THAT I I E AND CORRE VERED BY THIS	IAVE CARE CT STATEN S REPORT I	EFULLY EXAMINEMENT OF BUSINES N RESPECT TO EA	THE ORIGINAL BOOKS, P ED THE SAME, AND DEC! SS AND AFFAIRS OF SAID ACH AND EVERY MATTE TION AND BELIEF.	LARE THE SAME TO BE OUTILITY FOR THE
Sworn Statement:	REVISED ST UTILITY DE	ATUTES, IT IS RIVED FROM A	HEREIN RE RIZONA IN	PORTED THAT T	E 40, ARTICLE 8, SECTION HE GROSS OPERATING R TY OPERATIONS RECEIV EAR WAS:	EVENUE OF SAID
	D			erating Revenues O (The amount in the billed or collected)	\$1,363,651 e box above includes \$81,657 in sales taxes	
ARI	B 4/14/2 ZONA COR	ECEIVED Y EMAIL 2020, 08:25 PORATION O LITIES DIVISI	AM COMMISS	ION _	Sylvanian signature of over 623-935 telephore	-1100
				BED AND SWORN OR THE COUNTY	TO BEFORE ME A NOTA	
			THIS	1412	DAY OF	April ZoZo (month) and (year)
				MISSION EXPIRES	8/15/202 (date)	<u>3</u>
	No.	VERONICA G GO stary Public, State Maricopa Co Commission # E My Commission August 16, 2	of Arizona inty 69848 Expires	Venn	(signature of notary pul	blic)

Valley Utilities Water Company, Inc. Annual Report Gross-up Sharing Method for Income Tax Statement of Certification 12/31/19

State of (state name) County of (county name): Maricopa Name (owner or official) title: Bryan Thomas, CFO Company name: Walley Utilities Water Company, Inc. FOR THE YEAR ENDING: 12/31/19 Swora 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 INCURRED OR 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. RECEIVED BY EMAIL 4/14/2020, 08:25 AM ARIZONA CORPORATION COMMISSION UTILITIES DIVISION SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC IN AND FOR THE COUNTY MY COMMISSION EXPIRES VERONICA G GONZALEZ (Month) and (year) VERONICA G GONZALEZ (Month) and (year) VERONICA G GONZALEZ (Month) and (year) WY COMMISSION EXPIRES Genature of notary public) Subscribed AMOUNT SPIRES VERONICA G GONZALEZ (Month) and (year) WY COMMISSION EXPIRES Genature of fortary public)	Verification:								
County of (county name): Name (owner or official) title: Company name: Maricopa Bryan Thomas, CFO		State of	Ariz	ona	I. the undersigned of	f the			
County of (county name): Name (owner or official) title: Company name: Maricopa Bryan Thomas, CFO Valley Utilities Water Company, Inc.]-,				
Name (owner or official) title: Company name: Valley Utilities Water Company, Inc.			(2						
Name (owner or official) title: Company name: Valley Utilities Water Company, Inc.		County of (county name):							
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 INCURRED OR 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. RECEIVED BY EMAIL 4/14/2020, 08:25 AM ARIZONA CORPORATION COMMISSION SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC IN AND FOR THE COUNTY MAIL COUNTY THIS 14/4 DAY OF April 2020 (county name) THIS VERONICA G GONY ALEZ MY COMMISSION EXPIRES VERONICA G GONY ALEZ MY COMMISSION EXPIRES A MALL VERONICA G GONY ALEZ MY COMMISSION EXPIRES A MALL WERE AND A MALL A MALL OCCUMENTATION OF THE COUNTY MY COMMISSION EXPIRES A MALL WERE AND A MALL A MALL OCCUMENTATION OF THE COUNTY MY COMMISSION EXPIRES A MALL OCCUMENTATION OF THE COUNTY MY COMMISSION EXPIRES A MALL OCCUMENTATION OF THE COUNTY MY COMMISSION EXPIRES A MALL OCCUMENTATION OF THE COUNTY MY COMMISSION EXPIRES A MALL OCCUMENTATION OF THE COUNTY MY COMMISSION EXPIRES A MALL OCCUMENTATION OF THE COUNTY MY COMMISSION EXPIRES A MALL OCCUMENTATION OF THE COUNTY MY COMMISSION EXPIRES A MALL OCCUMENTATION OF THE COUNTY MY COMMISSION EXPIRES A MALL OCCUMENTATION OF THE COUNTY MY COMMISSION EXPIRES A MALL OCCUMENTATION OF THE COUNTY MY COMMISSION EXPIRES A MALL OCCUMENTATION OF THE COUNTY MY COMMISSION EXPIRES A MALL OCCUMENTATION OF THE COUNTY MY COMMISSION EXPIRES A MALL OCCUMENTATION OF THE COUNTY MY COMMISSION EXPIRES A MALL OCCUMENTATION OF THE COUNTY MY COMMISSION EXPIRES A MALL OCCUMENTATION OF THE COUNTY OCCUMENTATION OF THE COUNTY MY COMMISSION EXPIRES A MALL OCCUMENTATION OF THE COUNTY OCCUMENTATION OF THE COUN									
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 INCURRED OR 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. RECEIVED BY EMAIL 4/14/2020, 08:25 AM ARIZONA CORPORATION COMMISSION SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC IN AND FOR THE COUNTY Maximps (county name) THIS MY COMMISSION EXPIRES VERONICA & GONZALEZ NOTATION AND MISSION (date) WERONICA & GONZALEZ NOTATION AND MISSION (date) WERONICA & GONZALEZ NOTATION AND MISSION EXPIRES VERONICA & GONZALEZ NOTATION AND MISSION AND MISSION EXPIRES WERONICA & GONZALEZ NOTATION AND MISSION AND MISSION EXPIRES WERONICA & GONZALEZ NOTATION AND MISSION AND MISSION EXPIRES WERONICA & GONZALEZ NOTATION AND MISSION EXPIRES WERONICA & GONZALEZ NOTATION AND MISSION AND MISSION EXPIRES WERONICA & GONZALEZ NOTATION AND MISSION EXPIRES WERONICA & GONZALEZ NOTA									
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 INCURRED OR 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. RECEIVED BY EMAIL 4/14/2020, 08:25 AM ARIZONA CORPORATION COMMISSION UTILITIES DIVISION SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC IN AND FOR THE COUNTY MORY COMMISSION EXPIRES VERONICA & GONZALEZ (date) Not commission & 569848 (Marcon Large) Not commission & 569848 (Marcon Large) WERONICA & GONZALEZ (County Commission & 569848 (Marcon Large) Not commission & 569848 (Marcon Large) Were county of the		Company name	.	valicy Othi	ties water company,	IIIC.			
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 INCURRED OR 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. RECEIVED BY EMAIL 4/14/2020, 08:25 AM ARIZONA CORPORATION COMMISSION UTILITIES DIVISION SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC IN AND FOR THE COUNTY MORY COMMISSION EXPIRES VERONICA & GONZALEZ (date) Not commission & 569848 (Marcon Large) Not commission & 569848 (Marcon Large) WERONICA & GONZALEZ (County Commission & 569848 (Marcon Large) Not commission & 569848 (Marcon Large) Were county of the									
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 INCURRED OR 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. RECEIVED BY EMAIL 4/14/2020, 08:25 AM ARIZONA CORPORATION COMMISSION UTILITIES DIVISION SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC IN AND FOR THE COUNTY MORY COMMISSION EXPIRES VERONICA & GONZALEZ (date) Not commission & 569848 (Marcon Large) Not commission & 569848 (Marcon Large) WERONICA & GONZALEZ (County Commission & 569848 (Marcon Large) Not commission & 569848 (Marcon Large) Were county of the		EOD THE VEAD ENDING: 19/21/10							
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 INCURRED OR 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. RECEIVED BY EMAIL 4/14/2020, 08:25 AM ARIZONA CORPORATION COMMISSION UTILITIES DIVISION SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC IN AND FOR THE COUNTY May: Lopp (county name) THIS 14/14 DAY OF April 2020 (month) and (year) WERONICA G GONZALEZ Notary Public, State of Arizons Maricops County Commission # 569948 My My Commission # 569948 My My Commission # 569948 My My Com		FOR THE YE	EAR ENDING:	12/31/13	7				
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 INCURRED OR 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. RECEIVED BY EMAIL 4/14/2020, 08:25 AM ARIZONA CORPORATION COMMISSION UTILITIES DIVISION SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC IN AND FOR THE COUNTY May: Lopp (county name) THIS 14/14 DAY OF April 2020 (month) and (year) WERONICA G GONZALEZ Notary Public, State of Arizons Maricops County Commission # 569948 My My Commission # 569948 My My Commission # 569948 My My Com									
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 INCURRED OR 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. RECEIVED BY EMAIL 4/14/2020, 08:25 AM ARIZONA CORPORATION COMMISSION UTILITIES DIVISION SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC IN AND FOR THE COUNTY May: Lopp (county name) THIS 14/14 DAY OF April 2020 (month) and (year) WERONICA G GONZALEZ Notary Public, State of Arizons Maricops County Commission # 569948 My My Commission # 569948 My My Commission # 569948 My My Com									
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 INCURRED OR 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. RECEIVED BY EMAIL 4/14/2020, 08:25 AM ARIZONA CORPORATION COMMISSION UTILITIES DIVISION SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC IN AND FOR THE COUNTY May: Lopp (county name) THIS 14/14 DAY OF April 2020 (month) and (year) WERONICA G GONZALEZ Notary Public, State of Arizons Maricops County Commission # 569948 My My Commission # 569948 My My Commission # 569948 My My Com									
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 INCURRED OR 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. RECEIVED BY EMAIL 4/14/2020, 08:25 AM ARIZONA CORPORATION COMMISSION UTILITIES DIVISION SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC IN AND FOR THE COUNTY May: Lopp (county name) THIS 14/14 DAY OF April 2020 (month) and (year) WERONICA G GONZALEZ Notary Public, State of Arizons Maricops County Commission # 569948 My My Commission # 569948 My My Commission # 569948 My My Com									
REQUIRES THE GROSS UP OF ADVANCES AND CONTRIBUTIONS, I HEREBY STATE THAT THE UTILITY HAS INCURRED OR 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. RECEIVED BY EMAIL 4/14/2020, 08:25 AM ARIZONA CORPORATION COMMISSION UTILITIES DIVISION SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC IN AND FOR THE COUNTY MOVINGO (county name) THIS 14/12 DAY OF April 2020 (month) and (year) VERONICA G GONZALEZ NOTEON MAISON MAISON EXPIRES VERONICA G GONZALEZ NOTEON MAISON EXPIRES WERD NOTEON MAISON EXPIRES VERONICA G GONZALEZ NOTEON MAISON EXPIRES WERD NOTEON MAISON EXPIRES WERD NOTEON MAISON EXPIRES VERONICA G GONZALEZ NOTEON MAISON EXPIRES WERD NOTEON MAISON EXPIRES VERONICA GONZALEZ NOTEON MAISON EXPIRES VERONICA GONZALEZ NOTEON MAISON EXPIRES WERD NOTEON MAISON EXPIRES	Sworn Statement:	IN ACCORDA	NOT WITH T	HE DECLIES	EMENTS OF DECISI	ON NO ""	7004 DECALISE	THE UTILITY	
UTILITY HAS INCURRED OR 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. RECEIVED BY EMAIL 4/14/2020, 08:25 AM ARIZONA CORPORATION COMMISSION UTILITIES DIVISION SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC IN AND FOR THE COUNTY May: copp (county name) THIS 1474 DAY OF April 2020 (month) and (year) WERONICA G GONZALEZ Notary Public, State of Arizona Marlogoe County Commission # 568848 My Commission # 568848 My Commission # 568848 My Commission # 568848 My Commission # 568848									
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. RECEIVED BY EMAIL 4/14/2020, 08:25 AM ARIZONA CORPORATION COMMISSION UTILITIES DIVISION SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC IN AND FOR THE COUNTY Max: Lopa (county name) THIS 14/14 DAY OF April 2020 (month) and (year) WERONICA G GONZALEZ NOTATION MY COMMISSION EXPIRES VERONICA G GONZALEZ (date) WERONICA G GONZALEZ (Commission Expires) WERONICA G GONZALEZ (Maxing Maricopa County Public, State of Arizona									.,
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. RECEIVED BY EMAIL 4/14/2020, 08:25 AM ARIZONA CORPORATION COMMISSION UTILITIES DIVISION SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC IN AND FOR THE COUNTY May: Loga (county name) THIS 14/12 DAY OF Apr; 1 2020 (month) and (year) NOTARY PUBLIC State of Arizona (date) NY COMMISSION EXPIRES VERONICA G GONZALEZ Notary Public, State of Arizona (date) VERONICA G GONZALEZ Notary Public, State of Arizona (date) NY COMMISSION EXPIRES VERONICA G GONZALEZ Notary Public, State of Arizona (Maridopa County Commission # 568848 My Commission # 568848 My Commission # 568848 My Commission # 568848 My Commission # 5680848 M									^
RECEIVED BY EMAIL 4/14/2020, 08:25 AM ARIZONA CORPORATION COMMISSION UTILITIES DIVISION SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC IN AND FOR THE COUNTY Moricopa (county name) THIS VERONICA G GONZALEZ Notary Public, State of Arizona My Commission # 569848									
RECEIVED BY EMAIL 4/14/2020, 08:25 AM ARIZONA CORPORATION COMMISSION UTILITIES DIVISION SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC IN AND FOR THE COUNTY THIS MY COMMISSION EXPIRES VERONICA G GONZALEZ Notary Public, State of Anizona Mariopa County Commission # 569848 My Commission # 569848								QUIRED GROSS U	·P
BY EMAIL 4/14/2020, 08:25 AM ARIZONA CORPORATION COMMISSION UTILITIES DIVISION SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC IN AND FOR THE COUNTY Maricopa (county name) THIS 14+2 DAY OF April 2020 (month) and (year) WERONICA G GONZALEZ Notary Public, State of Arizona Marlcopa County Commission Expires		PAID BY DEV	VELOPERS IN	THE PERIO	D COVERED BY TH	IIS ANNUA	AL REPORT.		
4/14/2020, 08:25 AM ARIZONA CORPORATION COMMISSION UTILITIES DIVISION SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC IN AND FOR THE COUNTY THIS 14+2 DAY OF April 2020 (month) and (year) MY COMMISSION EXPIRES VERONICA G GONZALEZ Marloope County Commission # 569848 My Commission # 569848 My Commission # 569848 My Commission # 569848 My Commission # Junuary M						Si D			
ARIZONA CORPORATION COMMISSION UTILITIES DIVISION SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC IN AND FOR THE COUNTY May: Lopa (county name) THIS JUHL DAY OF Apr; 2020 (month) and (year) WERONICA G GONZALEZ Notary Public, State of Arizona Marlcopa County Commission # 569848 My Commission Expires WERONICA G GONZALEZ Commission # 569848 My Commission Expires WERONICA G GONZALEZ Notary Public, State of Arizona Marlcopa County Commission # 569848 My Commission Expires		В	Y EMAIL	_		0	signature of own	er/official	
ARIZONA CORPORATION COMMISSION UTILITIES DIVISION SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC IN AND FOR THE COUNTY May: Lopa (county name) THIS JUHL DAY OF Apr; 2020 (month) and (year) WERONICA G GONZALEZ Notary Public, State of Arizona Marlcopa County Commission # 569848 My Commission Expires WERONICA G GONZALEZ Commission # 569848 My Commission Expires WERONICA G GONZALEZ Notary Public, State of Arizona Marlcopa County Commission # 569848 My Commission Expires		4/14/2	2020, 08:25	AM					
SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC IN AND FOR THE COUNTY THIS THIS MY COMMISSION EXPIRES VERONICA G GONZALEZ Notary Public, State of Arizona Marloopa County Commission # 569848 My Commission Expires MY Commission Expires MY Commission # 569848 My Commission Expires MY Commission # 569848 My Commission Expires	,								
SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC IN AND FOR THE COUNTY THIS	111						telephone no.		
IN AND FOR THE COUNTY Maj: copq		OTIL	TTIES DIVISI	1011					
IN AND FOR THE COUNTY Maj: copq									
THIS 1442 DAY OF April 2020 (month) and (year) WERONICA G GONZALEZ Notary Public, State of Arizona Marlcopa County Commission # 569848 My Commission Expires My Commission Expires My Commission Expires My Commission Expires		SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC							
THIS 1442 DAY OF April 2020 (month) and (year) WERONICA G GONZALEZ Notary Public, State of Arizona Marlcopa County Commission # 569848 My Commission Expires My Commission Expires My Commission Expires My Commission Expires				IN AND FOR THE COUNTY			Max: LORG		
MY COMMISSION EXPIRES VERONICA G GONZALEZ Notáry Public, State of Arizona Maricopa County Commission # 569848 My Commission Expires (month) and (year) 8/15/2023 (date)							(cc	ounty name)	
MY COMMISSION EXPIRES VERONICA G GONZALEZ Notáry Public, State of Arizona Maricopa County Commission # 569848 My Commission Expires (month) and (year) 8/15/2023 (date)									
MY COMMISSION EXPIRES VERONICA G GONZALEZ Notáry Public, State of Arizona Maricopa County Commission # 569848 My Commission Expires (month) and (year) 8/15/2023 (date)				THIS	1472		DAY OF	April 2020	2
VERONICA G GONZALEZ Notary Public, State of Arizona Marlcopa County Commission # 569848 My Commission Expires VERONICA G GONZALEZ Notary Public, State of Arizona Marlcopa County Commission # 569848 My Commission Expires								(month) and (yea	ar)
VERONICA G GONZALEZ Notary Public, State of Arizona Marlcopa County Commission # 569848 My Commission Expires VERONICA G GONZALEZ Notary Public, State of Arizona Marlcopa County Commission # 569848 My Commission Expires									
VERONICA G GONZALEZ Notary Public, State of Arizona Marlcopa County Commission # 569848 My Commission Expires VERONICA G GONZALEZ Notary Public, State of Arizona Marlcopa County Commission # 569848 My Commission Expires	MY COMMISSION EXPIRES 8/15/2023								
VERONICA G GONZALEZ Notary Public, State of Arizona Maricopa County Commission # 569848 My Commission Expires						•		•	
Maricopa County Commission # 569848 My Commission Expires		AT THE REAL PROPERTY.	VERONICA C	GONZALEZ			·/		
My Commission Expires / Luvur da harry							1		
			Commissio	n # 569848	1 /emin	27	Thanks	-	
			August 1	15, 2023	Junior	Signatur	re of notary publ	ic)	

Gross-up Sharing Method for Income Tax Statement of Certification