

ANNUAL REPORT

OF

Company Name: Beardsley Water Company, Inc.  
c/o First National Management, Inc.  
Mailing Address: PO Box 1020  
Apache Junction AZ  
85217-1020  
Docket No.: W-02074A  
For the Year Ended: 12/31/18

**RECEIVED**  
**APR 15 2019**  
ARIZONA CORP COMMISSION  
UTILITIES DIVISION - DIRECTOR'S OFFICE

**WATER UTILITY**

To

Arizona Corporation Commission

**Due on April 15th**

Email: [rdefuente@azcc.gov](mailto:rdefuente@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: 4/13/2019

4-22-19

ARIZONA CORPORATION COMMISSION  
WATER UTILITY ANNUAL REPORT  
Beardsley Water Company, Inc.  
A Class  Utility

1. For the Calendar Year Ended:

2. Address:   
City:  State:  Zip Code:

3. Telephone Number:

4. Date of Original Organization of Utility:

5. Person to whom correspondence should be addressed concerning this report:

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

6. On-Site Manager:

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

7. Ownership:

8. Counties Served:

Beardsley Water Company, Inc  
 Annual Report  
 Utility Plant in Service (Water)  
 12/31/18

Utility Plant in Service (Water)							
Account No	Description	Beginning Year Original Cost	Current Year Additions	Current Year Retirements	Adjusted Original Cost	Accumulated Depreciation	OCI D (OC less AD)
301	Organization	\$0	\$0	\$0	\$0	\$0	\$0
302	Franchises	0	0	0	0	0	0
303	Land and Land Rights	120,880	0	0	120,880	0	120,880
304	Structures and Improvements	31,630	0	0	31,630	19,489	12,141
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	4,158,942	18,460	0	4,177,402	319,769	3,857,633
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	438,239	27,182	21,528	443,893	350,125	93,768
320	Water Treatment Equipment	1,895	0	0	1,895	833	1,062
320 1	Water Treatment Plants	0	0	0	0	0	0
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	1,022,053	0	0	1,022,053	149,195	872,857
330 2	Pressure Tanks	41,193	0	0	41,193	30,764	10,429
331	Transmission and Distribution Mains	3,084,350	0	0	3,084,350	343,808	2,740,542
333	Services	97,677	0	0	97,677	39,619	58,058
334	Meters and Meter Installations	100,240	98,839	0	199,079	62,244	136,835
335	Hydrants	64,187	0	0	64,187	13,464	50,722
336	Backflow Prevention Devices	0	0	0	0	0	0
339	Other Plant and Misc Equipment	25,709	0	0	25,709	7,591	18,117
340	Office Furniture and Equipment	0	0	0	0	0	0
340 1	Computer & Software	0	0	0	0	0	0
341	Transportation Equipment	0	0	0	0	0	0
342	Stores Equipment	0	0	0	0	0	0
343	Tools, Shop and Garage Equipment	0	0	0	0	0	0
344	Laboratory Equipment	0	0	0	0	0	0
345	Power Operated Equipment	0	0	0	0	0	0
346	Communication Equipment	0	0	0	0	0	0
347	Miscellaneous Equipment	675	0	0	675	675	0
348	Other Tangible Plant	0	0	0	0	0	0
	<b>Totals</b>	<b>\$9,187,669</b>	<b>\$144,482</b>	<b>\$21,528</b>	<b>\$9,310,622</b>	<b>\$1,337,577</b>	<b>\$7,973,045</b>

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.

Beardsley Water Company, Inc  
 Annual Report  
 Depreciation Expense for the Current Year (Water)  
 12/31/18

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	Depreciation Percentages	Depreciation Expense
301	Organization	\$0	\$0	\$0	\$0	\$0	0.00%	\$0
302	Franchises	0	0	0	0	0	0.00%	0
303	Land and Land Rights	120,880	0	0	120,880	120,880	0.00%	0
304	Structures and Improvements	31,630	0	0	31,630	2,500	3.33%	971
305	Collecting & Improving Reservoirs	0	0	0	0	0	0.00%	0
306	Lake, River, Canal Intakes	0	0	0	0	0	0.00%	0
307	Wells and Springs	4,158,942	18,460	0	4,177,402	37,607	3.33%	137,686
308	Infiltration Galleries	0	0	0	0	0	0.00%	0
309	Supply Mains	0	0	0	0	0	0.00%	0
310	Power Generation Equipment	0	0	0	0	0	0.00%	0
311	Pumping Equipment	438,239	27,182	21,528	443,893	207,314	12.12%	28,663
320	Water Treatment Equipment	1,895	0	0	1,895	0	2.22%	42
320 1	Water Treatment Plants	0	0	0	0	0	0.00%	0
320 2	Solution Chemical Feeders	0	0	0	0	0	0.00%	0
320 3	Point-of-Use Treatment Devices	0	0	0	0	0	0.00%	0
330	Distribution Reservoirs and Standpipes	0	0	0	0	0	0.00%	0
330 1	Storage Tanks	1,022,053	0	0	1,022,053	11,615	2.22%	22,454
330 2	Pressure Tanks	41,193	0	0	41,193	0	5.00%	2,060
331	Transmission and Distribution Mains	3,084,350	0	0	3,084,350	63,060	2.02%	61,037
333	Services	97,677	0	0	97,677	13,383	3.33%	2,810
334	Meters and Meter Installations	100,240	98,839	0	199,079	37,099	5.94%	9,619
335	Hydrants	64,187	0	0	64,187	0	2.00%	1,284
336	Backflow Prevention Devices	0	0	0	0	0	0.00%	0
339	Other Plant and Misc Equipment	25,709	0	0	25,709	2,200	6.67%	1,567
340	Office Furniture and Equipment	0	0	0	0	0	0.00%	0
340 1	Computer & Software	0	0	0	0	0	0.00%	0
341	Transportation Equipment	0	0	0	0	0	0.00%	0
342	Stores Equipment	0	0	0	0	0	0.00%	0
343	Tools, Shop and Garage Equipment	0	0	0	0	0	0.00%	0
344	Laboratory Equipment	0	0	0	0	0	0.00%	0
345	Power Operated Equipment	0	0	0	0	0	0.00%	0
346	Communication Equipment	0	0	0	0	0	0.00%	0
347	Miscellaneous Equipment	675	0	0	675	675	0.00%	0
348	Other Tangible Plant	0	0	0	0	0	0.00%	0
	<b>Subtotal</b>	<b>\$9,187,669</b>	<b>\$144,482</b>	<b>\$21,528</b>	<b>\$9,310,622</b>	<b>\$496,333</b>		<b>\$268,192</b>

Contribution(s) in Aid of Construction (Gross) \$624,552  
 Less: Non Amortizable Contribution(s) 0  
 Fully Amortized Contribution(s) 0  
 Amortizable Contribution(s) \$624,552  
 Times Proposed Amortization Rate 3.00%  
 Amortization of CIAC \$18,726

Less: Amortization of CIAC

DEPRECIATION EXPENSE:

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.

Beardsley Water Company, Inc.  
Annual Report  
Balance Sheet Assets  
12/31/18

Balance Sheet Assets				
	Assets		Balance at Beginning of Year (2018)	Balance at End of Year (2018)
Account No.	<b>Current and Accrued Assets</b>			
131	Cash		\$58,681	\$6,772
134	Working Funds		0	0
135	Temporary Cash Investments		0	0
141	Customer Accounts Receivable		28,588	93,181
146	Notes Receivable from Associated Companies		2,697	0
151	Plant Material and Supplies		0	0
162	Prepayments		0	0
174	Miscellaneous Current and Accrued Assets		5,416	6,286
	<b>Total Current and Accrued Assets</b>		<b>\$95,382</b>	<b>\$106,239</b>
Account No.	<b>Fixed Assets</b>			
101	Utility Plant in Service*		\$9,187,669	\$9,310,622
103	Property Held for Future Use		0	0
105	Construction Work in Progress		0	0
108	Accumulated Depreciation (enter as negative)*		(1,090,913)	(1,337,577)
121	Non-Utility Property		0	0
122	Accumulated Depreciation - Non Utility		0	0
	<b>Total Fixed Assets</b>		<b>\$8,096,756</b>	<b>\$7,973,045</b>
	<b>Total Assets</b>		<b>\$8,192,138</b>	<b>\$8,079,284</b>

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

\*Note these items feed automatically from AR3 UPIS Page 3

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

Balance Sheet Liabilities and Owners Equity				
	Liabilities		Balance at Beginning of Year (2018)	Balance at End of Year (2018)
Account No.	<b>Current Liabilities</b>			
231	Accounts Payable		\$18,275	\$57,017
232	Notes Payable (Current Portion)		0	0
234	Notes Payable to Associated Companies		0	103,000
235	Customer Deposits		7,140	11,305
236	Accrued Taxes		1,910	3,366
237	Accrued Interest		0	0
242	Miscellaneous Current and Accrued Liabilities		0	0
	<b>Total Current Liabilities</b>		<b>\$27,325</b>	<b>\$174,688</b>
	<b>Long Term Debt</b>			
224	Long Term Debt (Notes and Bonds)		\$8,417	\$6,555
	<b>Deferred Credits</b>			
251	Unamortized Premium on Debt		\$0	\$0
252	Advances in Aid of Construction		7,123,344	7,112,764
255	Accumulated Deferred Investment Tax Credits		0	0
271	Contributions in Aid of Construction		624,552	624,552
272	Less: Amortization of Contributions		(163,389)	(182,115)
281	Accumulated Deferred Income Tax		0	0
	<b>Total Deferred Credits</b>		<b>\$7,584,507</b>	<b>\$7,555,201</b>
	<b>Total Liabilities</b>		<b>\$7,620,249</b>	<b>\$7,736,444</b>
	<b>Capital Accounts</b>			
201	Common Stock Issued		\$0	\$0
211	Other Paid-In Capital		358,824	358,824
215	Retained Earnings		213,065	(15,984)
218	Proprietary Capital (Sole Props and Partnerships)		0	0
	<b>Total Capital</b>		<b>\$571,889</b>	<b>\$342,840</b>
	<b>Total Liabilities and Capital</b>		<b>\$8,192,138</b>	<b>\$8,079,284</b>

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

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

Beardsley Water Company, Inc.  
Annual Report  
Water Comparative Income Statement  
12/31/18

Water Comparative Income Statement			
Account No.	Calendar Year	Current Year 01/01/2018 - 12/31/2018	Last Year 01/01/2017 - 12/31/2017
	<b>Operating Revenue</b>		
461	Metered Water Revenue	\$462,756	\$377,272
460	Unmetered Water Revenue	0	0
462	Fire Protection Revenue	0	0
469	Guaranteed Revenues (Surcharges)	0	0
471	Miscellaneous Service Revenues	0	0
474	Other Water Revenue	0	0
	<b>Total Revenues</b>	<b>\$462,756</b>	<b>\$377,272</b>
	<b>Operating Expenses</b>		
601	Salaries and Wages	\$0	\$0
604	Employee Pensions and Benefits	0	0
610	Purchased Water	0	0
615	Purchased Power	99,475	97,247
618	Chemicals	6,644	0
620	Materials and Supplies	0	0
620.1	Repairs and Maintenance	45,194	21,435
620.2	Office Supplies and Expense	20,422	25,825
630	Contractual Services	0	0
631	Contractual Services - Engineering	0	0
632	Contractual Services - Accounting	15,900	6,730
633	Contractual Services - Legal	4,929	17,461
634	Contractual Services - Management Fees	151,056	121,274
635	Contractual Services - Water Testing	10,991	9,500
636	Contractual Services - Other	96,206	56,769
640	Rents	5,990	3,927
641	Rental of Building/Real Property	0	0
642	Rental of Equipment	0	0
650	Transportation Expenses	0	459
657	Insurance - General Liability	6,754	8,017
657.1	Insurance - Health and Life	0	0
665	Regulatory Commission Expense - Rate	0	0
670	Bad Debt Expense	0	0
675	Miscellaneous Expense	600	299
403	Depreciation Expense (From Schedule AR4)	249,466	146,930
408	Taxes Other Than Income	0	0
408.11	Property Taxes	16,298	14,205
409	Income Taxes	921	0
427.1	Customer Security Deposit Interest	0	0
	<b>Total Operating Expenses</b>	<b>\$730,846</b>	<b>\$530,078</b>
	<b>Operating Income / (Loss)</b>	<b>(\$268,090)</b>	<b>(\$152,806)</b>
	<b>Other Income / (Expense)</b>		
419	Interest and Dividend Income	\$0	\$0
421	Non-Utility Income	40,059	114,747
426	Miscellaneous Non-Utility (Expense)	(80)	0
427	Interest (Expense)	(938)	(384)
	<b>Total Other Income / (Expense)</b>	<b>\$39,041</b>	<b>\$114,363</b>
	<b>Net Income / (Loss)</b>	<b>(\$229,049)</b>	<b>(\$38,443)</b>

**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.

Beardsley Water Company, Inc.  
 Annual Report  
 Supplemental Financial Data (Long-Term Debt)  
 12/31/18

Supplemental Financial Data (Long-Term Debt)				
	Loan #1	Loan #2	Loan #3	Loan #4
Date Issued	9/1/2002	None	None	None
Source of Loan	WIFA			
ACC Decision No.	63202 & 64177			
Reason for Loan	Installation of 100K gallon tank			
Dollar Amt. Issued	\$65,561			
Amount Outstanding	\$6,555			
Date of Maturity	2/1/2022			
Interest Rate	2.06%			
Current Year Interest	\$275			
Current Year Principal	\$1,862			

Meter Deposit Balance at Test Year End:	\$7,385
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Meter Deposits Refunded During the Test Year:	\$6,155
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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		BH ARDSLEY WATER COMPANY							
ADEQ Public Water System Number		AZ0407097							
ADWR PCC Number		91 000182 0900							
Well registry 55# (55-XXXXXX)	Pump Horsepower	Pump Yield (gpm)	Casing Depth (feet)	Casing Diameter (inches)	Pump Motor Type **	Year Drilled	Meter Size (inches)	How measured	Active
55-618172	15	75	Unknown	10	Submersible	1908	2	Metered	Yes
55-618173	15	95	Unknown	10	Submersible	1971	2	Metered	Yes
55-618474	Inactive	N/A	Unknown	6	Unknown	Unknown	N/A	Estimated	No
55-618476	Inactive	N/A	Unknown	6	Unknown	Unknown	N/A	Estimated	No
55-556291	7.5	N/A	Unknown	6	Unknown	1996	2	Metered	No
55-577605	5	35	600	8	Submersible	1909	3	Metered	Yes
55-591679	40	135	789	9	Submersible	2002	3	Metered	Yes
55-595072	50	150-200	798	9	Submersible	2002	3	Metered	Yes
55-202406	40	135	129	9	Submersible	2005	3	Metered	Yes
55-225340	30.6	140	Unknown		Submersible	2015	8	Metered	Yes
55-22804	150	625	1 600	16	Submersible	2014	8	Metered	Yes

Name of system water delivered to \_\_\_\_\_  
 ADWR PCC Number \_\_\_\_\_  
 Source of water delivered to another system \_\_\_\_\_

Name of system water received from \_\_\_\_\_  
 ADWR PCC Number \_\_\_\_\_  
 Source of water received \_\_\_\_\_  
 Well registry 55# (55-XXXXXX) N/A

Month	Water withdrawn (acre ft) <sup>1</sup>	Water sold (acre ft) <sup>2</sup>	Water delivered (sold) to other systems (acre ft) <sup>3</sup>	Water received (purchased) from other systems (acre ft) <sup>4</sup>	Estimated authorized use (acre ft) <sup>5</sup>	Purchased Power Expense <sup>6</sup>	Purchased Power (kWh) <sup>7</sup>
January	19	15	0	0	19	\$10,637	30,762
February	14	16	0	0	21	2,982	30,672
March	18	14	0	0	19	16,802	32,131
April	25	23	0	0	25	10,617	38,339
May	11	23	0	0	13	12,915	47,234
June	12	30	0	0	17	10,590	57,111
July	57	27	0	0	85	16,444	92,003
August	34	35	0	0	41	13,103	59,917
September	56	27	0	0	65	8,723	84,053
October	20	18	0	0	19	19,139	37,343
November	25	21	0	0	27	10,799	43,848
December	17	35	0	0	19	10,392	38,984
Totals	352	263	0	0	413	\$143,143	592,597

If applicable, in the space below please provide a description for all un-metered water use along with amount:  
 See Attachment for Page 10 - A Pertains to Construction Water - B Pertains to Invoice sent to Developer for Purchased Power because Developer's Well is on same APS meter as Beardsley

Instructions: Fill out the Gray 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.

- 1 Water withdrawn - Total acre feet of water withdrawn from pumped sources
- 2 Water sold - Total acre feet from customer meters, and other sales such as construction water
- 3 Water delivered (sold) to other systems - Total acre feet of water delivered to other systems
- 4 Water received (purchased) from other systems - Total acre feet of water purchased/received from other systems
- 5 Estimated authorized use - Total estimated acre feet from authorized metered or un-metered use. Authorized uses such as flushing (mains, services and hydrants) draining/cleaning tank/process, non-rotation, fire fighting, etc. Non-authorized use (real losses) are service line breaks and leaks, water main breaks, meter malfunctions 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

12/31/18

Page 10 - Attachment

A. 56.12 Acre Feet was for deliveries of construction water to the Developer in the Austin Ranch (North Copper Canyon) area. The Developer owns a well that is metered and serves the subdivision with construction water. The design of the system by the Developer's Engineer, however, is such that the Developer's well pumps to the storage tank, along with the two (2) wells owned by Beardsley Water Company and then goes to the distribution system for customer and construction use. The usage for the construction water is calculated by adding the three wells together and then subtracting the Beardsley customer billing and the Developer's well reads to determine the construction water being provided to the development. This is not "unmetered" water per se, but is a calculation of the combination of the three wells. The construction water is customer billing less the Developer's well. 5.58 Acre Feet was determined to be from hydrant flushing during a high chlorine miscalculation and normal hydrant flushing. This would then account for 61.70 Acre Feet of water.

B. An Invoice for \$41,623.11 was billed to Developer for Purchased Power for 2018. The Developer's well and Beardsley's Well 6-2 are both on the same power meter. The same pumps and motors are used by these wells to supply both construction and customer water because of the design mentioned in A. This Invoice has not been paid as of yet.

Water Utility Plant Description		
Name of the System	BEARDSLEY WATER COMPANY	
ADEQ Public Water System Number	AZ0407007	
ADWR PCC Number	91-000182.0000	

MAINS		
Sizes (inches)	Material	Length (feet)
2.00	PVC	210
3.00	PVC	4,630
4.00	PVC	6,320
5.00		
6.00	PVC	26,003
8.00	PVC	47,624
10.00		
12.00	PVC	9,557
16.00	PVC	886

SERVICE LINES	
Material	Percent of system
PVC	90%
Copper	10%

CUSTOMER METERS	
Size (inches)	Quantity
5/8 X 3/4	826
0.75	1
1	111
1.5	2
Compound 2	3
Turbine 2	0
Compound 3	0
Turbine 3	1
Compound 4	0
Turbine 5	0
Compound 6	0
Turbine 6	0
6	0
3	2
8	1
8	1

BOOSTER PUMPS		
Horsepower	GPM	Quantity
10		4
5		2
20		1
40		1
50		1
15		4
Fire Pumps		5

FIRE HYDRANTS	
Type	Quantity
Standard *	128
Other	10

STORAGE TANKS		
Capacity (gallons)	Material	Quantity
10,000	Steel	3
25,000	Steel	1
30,000	Steel	1
60,000	Steel	2
80,000	Steel	3
100,000	Steel	1
1,100,000	Steel	1

PRESSURE/BLADDER TANKS		
Capacity (gallons)	Material	Quantity
2,000	Steel	4
4,000	Steel	1
5,000	Steel	3

**Instructions:** Fill out the Grey Cells with the relevant information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report. Copy and paste this sheet as many times as is necessary.

\* A standard fire hydrant has two 2.5 inch hose connection nozzles with 7.5 threads per inch and one 1.5 inch pumper connection nozzle with 4 threads per inch.

Water Utility Plant Description (Continued)

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

TREATMENT EQUIPMENT:	Chlorination equipment at each wellsite
STRUCTURES:	Each wellsite has a 6" high perimeter that is either block wall or chain link fence.
OTHER:	None

**Instructions:** Fill out the Grey Cells with the relevant information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report. Copy and paste this sheet as many times as is necessary.

Customer and Other Information	
Name of the System	BEARDSLEY WATER COMPANY
ADEQ Public Water System Number	AZ0407007
ADWR PCC Number	91-000182 0000

Month	Number of Customers				Other Non-Residential
	Single-Family	Multi-Family	Commercial	Turf/Irrigation	
January	562	0	3	2	2
February	577	0	3	2	2
March	643	0	3	2	2
April	667	0	3	2	2
May	703	0	3	2	2
June	752	0	3	3	2
July	778	0	3	3	2
August	789	0	3	3	2
September	859	0	3	3	2
October	865	0	3	3	2
November	886	0	3	3	2
December	930	0	3	3	2

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?

**Instructions:** Fill out the Grey Cells with the relevant information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report. Copy and paste this sheet as many times as is necessary.

Beardsley Water Company, Inc.  
Annual Report  
Property Taxes  
12/31/18

Property Taxes	
Amount of actual property taxes paid during Calendar Year 2018 was	\$15,809

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.

Beardsley Water Company, Inc  
Annual Report  
Verification and Sworn Statement (Taxes)  
12/31/18

RECEIVED  
APR 15 2019  
ARIZONA CORP COMMISSION  
UTILITIES DIVISION - DIRECTOR'S OFFICE

Verification and Sworn Statement (Taxes)

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

County of (county name): Maricopa  
Name (owner or official) title: Judith A Lopez, Agent  
Company name: Beardsley Water Company, Inc.

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

FOR THE YEAR ENDING: 12/31/18

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.

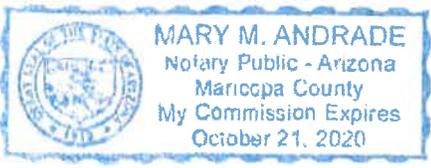
I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

Judith A. Lopez  
signature of owner/official  
480-677-6080  
telephone no.

SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC  
IN AND FOR THE COUNTY MARICOPA  
THIS 13<sup>th</sup> DAY OF APRIL 2019  
(county name) (month) and (year)

MY COMMISSION EXPIRES 10/21/2020  
(date)

Mary M Andrade  
(signature of notary public)



Verification and Sworn Statement

RECEIVED

APR 15 2019

ARIZONA CORP COMMISSION  
UTILITIES DIVISION - DIRECTOR'S OFFICE

Verification:

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

County of (county name): Maricopa  
Name (owner or official) title: Judith A Lopez, Agent

Company name: Beardsley Water Company, Inc.

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

FOR THE YEAR ENDING: 12/31/18

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 (\$)

\$498,577

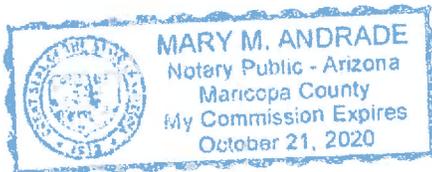
(The amount in the box above includes

\$35,821 in sales taxes  
billed or collected)

Judith A. Lopez  
signature of owner/official

480-677-6080

telephone no.



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

MARICOPA

(county name)

THIS

13<sup>th</sup>

DAY OF

APRIL 2019  
(month) and (year)

MY COMMISSION EXPIRES

10/21/2020  
(date)

Mary M. Andrade  
(signature of notary public)

Verification and Sworn Statement (Residential Revenue)

Verification:

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

County of (county name): Maricopa  
Name (owner or official) title: Judith A Lopez, Agent  
Company name: Beardsley Water Company, Inc.

RECEIVED  
APR 15 2019  
ARIZONA CORP COMMISSION  
UTILITIES DIVISION - DIRECTOR'S OFFICE

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

FOR THE YEAR ENDING: 12/31/18

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.

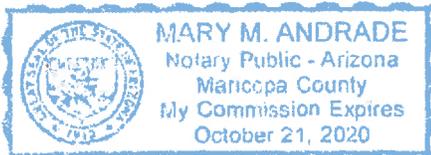
Sworn Statement: IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING THE CALENDAR YEAR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

Arizona Intrastate Gross Operating Revenues Only (\$)

\$295,179  
(The amount in the box above includes  
\$21,224 in sales taxes  
billed or collected)

Judith A. Lopez  
signature of owner/official

480-677-6080  
telephone no.



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

THIS 13TH DAY OF APRIL 2019  
(month) and (year)

MY COMMISSION EXPIRES 10/21/2020  
(date)

Mary M. Andrade  
(signature of notary public)