

**ANNUAL REPORT**

Of

Company Name:   
9532 E. Riggs Rd

Mailing Address: Sun Lakes AZ  
85248

Docket No.:   
For the Year Ended:

**RECEIVED BY EMAIL**  
**5/14/2021, 10:20 AM**  
**ARIZONA CORPORATION COMMISSION**  
**UTILITIES DIVISION**

**WASTEWATER UTILITY**

To

Arizona Corporation Commission

**Due on April 15th**

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

Application Type:   
Application Date:

ARIZONA CORPORATION COMMISSION  
 WASTEWATER UTILITY ANNUAL REPORT  
 Picacho Sewer Company  
 A Class  Utility

For the Calendar Year Ended:

Primary Address:   
 City:  State:  Zip Code:

Telephone Number:

Date of Original Organization of Utility:

Person to whom correspondence should be addressed concerning this report:

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

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

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

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

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

Ownership:

Counties Served:

<b>Important changes during the year</b>	
--	--

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.
	No

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

Utility Plant in Service (Wastewater)							
Account No.	Description	Beginning Year Original Cost	Current Year Additions	Current Year Retirements	Adjusted Original Cost	Accumulated Depreciation	OCLD (OC less AD)
351	Organization	\$0	\$0	\$0	\$0	\$0	\$0
352	Franchises	0	0	0	0	0	0
353	Land and Land Rights	0	0	0	0	0	0
354	Structures and Improvements	178,699	0	0	178,699	53,267	125,432
355	Power Generation Equipment	8,127	18,283	0	26,410	1,567	24,843
360	Collections Wastewater - Force	0	0	0	0	0	0
361	Collections Wastewater - Gravity	3,353,492	146,358	0	3,499,850	1,280,718	2,219,133
362	Special Collecting Structures	0	0	0	0	0	0
363	Services to Customers	837,277	53,185	0	890,462	276,582	613,880
364	Flow Measuring Devices	10,795	4,219	0	15,014	4,159	10,855
365	Flow Measuring Installations	0	0	0	0	0	0
366	Reuse Services	0	0	0	0	0	0
367	Reuse Meters & Meter Installations	0	0	0	0	0	0
370	Receiving Wells	322,875	0	0	322,875	183,518	139,357
371	Pumping Equipment	840,848	363	5,543	835,668	343,331	492,337
374	Reuse Distribution Reservoirs	0	0	0	0	0	0
375	Reuse Trans. And Distr. Equipment	838	0	0	838	151	687
380	Treatment and Disposal Equipment	4,158,457	72,114	13,521	4,217,050	2,274,201	1,942,849
381	Plant Sewers	0	0	0	0	0	0
382	Outfall Sewer Lines	1,347,867	1,587	2,015	1,347,438	725,103	622,336
389	Other Plant and Misc. Equipment	68,691	0	0	68,691	(39,124)	107,815
390	Office Furniture and Equipment	187	884	0	1,071	25	1,046
390.1	Computer & Software	8,722	0	0	8,722	1,191	7,531
391	Transportation Equipment	25,845	0	0	25,845	1,508	24,337
392	Stores Equipment	0	0	0	0	0	0
393	Tools, Shop and Garage Equipment	8,940	651	0	9,591	(168)	9,759
394	Laboratory Equipment	3,399	0	0	3,399	333	3,066
395	Power Operated Equipment	0	0	0	0	0	0
396	Communication Equipment	7,435	4,387	0	11,822	1,053	10,769
397	Miscellaneous Equipment	0	0	0	0	0	0
398	Other Tangible Plant	0	0	0	0	0	0
	<b>Totals</b>	<b>\$11,182,494</b>	<b>\$302,030</b>	<b>\$21,079</b>	<b>\$11,463,445</b>	<b>\$5,107,414</b>	<b>\$6,356,031</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.

Picacho Sewer Company  
Annual Report  
Depreciation Expense for the Current Year (Wastewater)  
12/31/20

Depreciation Expense for the Current Year (Wastewater)								
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
351	Organization	\$0	\$0	\$0	\$0	\$0	0.00%	\$0
352	Franchises	0	0	0	0	0	0.00%	0
353	Land and Land Rights	0	0	0	0	0	0.00%	0
354	Structures and Improvements	178,699	0	0	178,699	0	4.00%	7,148
355	Power Generation Equipment	8,127	18,283	0	26,410	0	3.51%	926
360	Collections Wastewater - Force	0	0	0	0	0	0.00%	0
361	Collections Wastewater - Gravity	3,353,492	146,358	0	3,499,850	0	3.92%	137,067
362	Special Collecting Structures	0	0	0	0	0	0.00%	0
363	Services to Customers	837,277	53,185	0	890,462	0	3.88%	34,555
364	Flow Measuring Devices	10,795	4,219	0	15,014	0	3.25%	488
365	Flow Measuring Installations	0	0	0	0	0	0.00%	0
366	Reuse Services	0	0	0	0	0	0.00%	0
367	Reuse Meters & Meter Installations	0	0	0	0	0	0.00%	0
370	Receiving Wells	322,875	0	0	322,875	0	4.00%	12,915
371	Pumping Equipment	840,848	363	5,543	835,668	0	4.02%	33,572
374	Reuse Distribution Reservoirs	0	0	0	0	0	0.00%	0
375	Reuse Trans. And Distr. Equipment	838	0	0	838	0	4.00%	34
380	Treatment and Disposal Equipment	4,158,457	72,114	13,521	4,217,050	0	3.96%	167,134
381	Plant Sewers	0	0	0	0	0	0.00%	0
382	Outfall Sewer Lines	1,347,867	1,587	2,015	1,347,438	0	4.00%	53,934
389	Other Plant and Misc. Equipment	68,691	0	0	68,691	0	4.00%	2,748
390	Office Furniture and Equipment	187	884	0	1,071	0	0.98%	10
390.1	Computer & Software	8,722	0	0	8,722	0	4.00%	349
391	Transportation Equipment	25,845	0	0	25,845	0	4.00%	1,034
392	Stores Equipment	0	0	0	0	0	0.00%	0
393	Tools, Shop and Garage Equipment	8,940	651	0	9,591	0	3.77%	362
394	Laboratory Equipment	3,399	0	0	3,399	0	4.00%	136
395	Power Operated Equipment	0	0	0	0	0	0.00%	0
396	Communication Equipment	7,435	4,387	0	11,822	0	3.63%	429
397	Miscellaneous Equipment	0	0	0	0	0	0.00%	0
398	Other Tangible Plant	0	0	0	0	0	0.00%	0
	<b>Subtotal</b>	\$11,182,494	\$302,030	\$21,079	\$11,463,445	\$0		\$452,839

Contribution(s) in Aid of Construction (Gross)	\$0
Less: Non Amortizable Contribution(s)	0
Fully Amortized Contribution(s)	0
Amortizable Contribution(s)	<u>\$0</u>
Times: Proposed Amortization Rate	3.95%
<b>Amortization of CIAC</b>	\$0
<b>Less: Amortization of CIAC</b>	<input type="text" value="\$0"/>
<b>DEPRECIATION EXPENSE</b>	<input type="text" value="\$452,839"/>

**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.

Picacho Sewer Company  
Annual Report  
Balance Sheet Assets  
12/31/20

<b>Balance Sheet Assets</b>				
	<b>Assets</b>		<b>Balance at Beginning of Year (2020)</b>	<b>Balance at End of Year (2020)</b>
<b>Account No.</b>	<b>Current and Accrued Assets</b>			
131	Cash		\$32,484	\$25,062
132	Special Deposits		0	0
134	Working Funds		0	0
135	Temporary Cash Investments		0	0
141	Customer Accounts Receivable		56,782	61,424
142	Other Accounts Receivable		0	0
143	Accumulated Provision for Uncollectable Accounts		0	0
145	Accounts Receivable - Related Parties		303	3,481
146	Notes Receivable from Associated Companies		0	0
151	Plant Material and Supplies		0	0
162	Prepayments		0	6,222
173	Accrued Utility Revenue		0	0
174	Miscellaneous Current and Accrued Assets		0	0
181	Unamortized Debt Discounts		0	0
	<b>Total Current and Accrued Assets</b>		<b>\$89,569</b>	<b>\$96,189</b>
	<b>Deferred Debits</b>			
186.1	Deferred Rate Case Expense		\$0	\$0
	<b>Total Deferred Debits</b>		<b>\$0</b>	<b>\$0</b>
	<b>Fixed Assets</b>			
101	Utility Plant in Service*		\$11,182,494	\$11,463,445
103	Property Held for Future Use		0	0
105	Construction Work in Progress		22,697	219,884
108	Accumulated Depreciation (enter as negative)*		(4,675,653)	(5,107,414)
121	Non-Utility Property		0	0
122	Accumulated Depreciation - Non Utility		0	0
	<b>Total Fixed Assets</b>		<b>\$6,529,538</b>	<b>\$6,575,915</b>
	<b>Total Assets</b>		<b>\$6,619,107</b>	<b>\$6,672,105</b>

Note these items feed automatically from the adjusted end of year balance from AR4.

Picacho Sewer Company  
Annual Report  
Balance Sheet Liabilities and Owners Equity

<b>Balance Sheet Liabilities and Owners Equity</b>				
	<b>Liabilities</b>		Balance at Beginning of Year (2020)	Balance at End of Year (2020)
<b>Account No.</b>	<b>Current Liabilities</b>			
231	Accounts Payable		\$31,636	\$118,380
232	Notes Payable (Current Portion)		0	0
233	Accounts Payable - Related Party		116,860	279
234	Notes Payable to Associated Companies		29,598	114,025
235	Customer Deposits		0	0
236	Accrued Taxes		16,033	17,193
237	Accrued Interest		0	0
241	Miscellaneous Current and Accrued Liabilities		11,376	14,205
253	Other Deferred Credits		0	0
	<b>Total Current Liabilities</b>		<b>\$205,503</b>	<b>\$264,082</b>
	<b>Long Term Debt</b>			
224	Long Term Debt (Notes and Bonds)		\$0	\$0
	<b>Total Long Term Debt</b>		<b>\$0</b>	<b>\$0</b>
	<b>Deferred Credits</b>			
252	Advances in Aid of Construction		0	0
255	Accumulated Deferred Investment Tax Credits		0	0
271	Contributions in Aid of Construction		0	0
272	Less: Amortization of Contributions		0	0
281	Accumulated Deferred Income Tax		0	0
	<b>Total Deferred Credits</b>		<b>\$0</b>	<b>\$0</b>
	<b>Total Liabilities</b>		<b>\$205,503</b>	<b>\$264,082</b>
	<b>Capital Accounts</b>			
201	Common Stock Issued		\$2,750,000	\$2,750,000
211	Other Paid-In Capital		8,115,000	8,439,997
215	Retained Earnings		(4,451,396)	(4,781,974)
218	Proprietary Capital (Sole Props and Partnerships)		0	0
	<b>Total Capital</b>		<b>\$6,413,604</b>	<b>\$6,408,023</b>
	<b>Total Liabilities and Capital</b>		<b>\$6,619,107</b>	<b>\$6,672,105</b>

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

Picacho Sewer Company  
Annual Report  
Wastewater Comparative Income Statement  
12/31/20

<b>Wastewater Comparative Income Statement</b>			
Account No.	Calendar Year	Current Year 01/01/2020 -	Last Year 01/01/2019 -
	<b>Operating Revenue</b>		
521	Flat Rate Revenues	\$696,969	\$641,298
522	Measured Revenues	26,990	16,520
534	Rents from Wastewater Property	0	0
536	Other Wastewater Revenues	6,606	6,501
	<b>Total Revenues</b>	<b>\$730,565</b>	<b>\$664,319</b>
	<b>Operating Expenses</b>		
701	Salaries and Wages	\$245,408	\$243,917
703	Salaries and Wages - Officers	\$5,748	\$5,731
704	Employee Pensions and Benefits	35,467	47,301
710	Purchased Wastewater Treatment	0	0
711	Sludge Removal Expense	89,386	101,346
715	Purchased Power	41,526	41,178
716	Fuel for Power Production	0	0
718	Chemicals	85	2,231
720	Materials and Supplies	0	0
720.1	Repairs and Maintenance	26,177	47,762
720.2	Office Supplies and Expense	23,170	23,322
721	Office Expense	0	0
731	Contractual Services -Engineering	0	(3,785)
732	Contractual Services - Accounting	605	600
733	Contractual Services - Legal	0	0
734	Contractual Services - Management Fees	0	0
735	Contractual Services - Testing	14,750	14,477
736	Contractual Services - Other	14,375	12,008
740	Rents - Building	0	0
742	Rents - Equipment	137	18,518
750	Transportation Expenses	19,780	19,600
756	Insurance - Vehicle	4,285	4,062
757	Insurance - General Liability	17,196	12,509
758	Insurance - Worker's Compensation	0	0
759	Insurance - Other	0	0
760	Advertising Expense	0	0
766	Regulatory Commission Expense - Rate Case	0	0
767	Regulatory Commission Expense - Other	0	0
770	Bad Debt Expense	919	375
775	Miscellaneous Expense	3,979	3,753
403	Depreciation Expense (From Schedule AR4)	452,839	443,212
407.4	Amortization of Regulatory Asset	0	0
407.5	Amortization of Regulatory Liability	0	0
408	Taxes Other Than Income	0	0
408.11	Property Taxes	31,671	28,546
408.12	Payroll Taxes	20,709	18,156
408.13	Other Taxes and Licenses	10,112	14,581
409	Income Taxes	0	0
434	Rate Case Adjustments	0	0
	<b>Total Operating Expenses</b>	<b>\$1,058,327</b>	<b>\$1,099,400</b>
	<b>Operating Income / (Loss)</b>	<b>(\$327,762)</b>	<b>(\$435,081)</b>
	<b>Other Income / (Expense)</b>		
414	Gain (Loss) on Dispositions	\$0	\$0
419	Interest and Dividend Income	0	0
421	Non-Utility Income	18	11
426	Miscellaneous Non-Utility (Expense)	0	0
427	Interest (Expense)	(2,664)	(5,089)
	<b>Total Other Income / (Expense)</b>	<b>(\$2,646)</b>	<b>(\$5,078)</b>
	<b>Net Income / (Loss)</b>	<b>(\$330,407)</b>	<b>(\$440,159)</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.



**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	0.0	0.1	0.0	0.1
Engineering Staff	0.0	0.0	0.0	0.0
System Operator(s)	1.4	1.8	0.0	3.2
Customer Service	0.1	0.1	0.0	0.1
Accounting	0.0	0.0	0.1	0.1
Business Office	0.0	0.0	0.0	0.0
Rates Department	0.0	0.0	0.0	0.0
Administrative Staff	0.0	0.2	0.0	0.2
Other	0.0	0.0	0.0	0.0
<b>Total</b>	1.4	2.2	0.1	3.8

**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. A full-time employee is based on 2080 total hours per year. Please calculate partial employees using 2080 hours.

<b>Supplemental Financial Data (Long-Term Debt)</b>				
	Loan #1	Loan #2	Loan #3	Loan #4
Date Issued	na	na	na	na
Source of Loan	na	na	na	na
ACC Decision No.	na	na	na	na
Reason for Loan	na	na	na	na
Dollar Amt. Issued	na	na	na	na
Amount Outstanding	na	na	na	na
Date of Maturity	na	na	na	na
Interest Rate	na	na	na	na
Current Year Interest	na	na	na	na
Current Year Principal	na	na	na	na

Meter Deposit Balance at Test Year End:	\$0
---	-----

Meter Deposits Refunded During the Test Year:	\$0
---	-----

***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.***

**Wastewater Utility Plant Description**

Name of System:	Picacho Sewer Company
Wastewater Inventory Number (if applicable):	none
Type of Treatment	other
Design Capacity of Plant (Gallons per day)	250,000

LIFT STATION FACILITIES					
Location	Quantity of Pumps	Horsepower Per Pump	Rated Capacity Per Pump (GPM)	Wet Well Capacity (gals)	Year Constructed
7135 S Robson Blvd	2	15	600	12566	2006
5751 N Robson Blvd	2	10	300	10376	2008
4998 N Toltec Rd	2	3	200	6342	2015
n/a	n/a	n/a	n/a	n/a	n/a
n/a	n/a	n/a	n/a	n/a	n/a
n/a	n/a	n/a	n/a	n/a	n/a
n/a	n/a	n/a	n/a	n/a	n/a
n/a	n/a	n/a	n/a	n/a	n/a
n/a	n/a	n/a	n/a	n/a	n/a
n/a	n/a	n/a	n/a	n/a	n/a
n/a	n/a	n/a	n/a	n/a	n/a
n/a	n/a	n/a	n/a	n/a	n/a
n/a	n/a	n/a	n/a	n/a	n/a
n/a	n/a	n/a	n/a	n/a	n/a
n/a	n/a	n/a	n/a	n/a	n/a
n/a	n/a	n/a	n/a	n/a	n/a

FORCE MAINS		
Size	Material	Length (Feet)
4 inch	PVC	3,183
6 inch	PVC	600
8 inch	PVC	6,031
10 inch	PVC	940
15 inch	PVC	3,720
18 inch	PVC	2,940
NA	NA	NA
NA	NA	NA
NA	NA	NA
NA	NA	NA

MANHOLES	
Type	Quantity
Standard	318
Drop	NA

CLEANOUTS
Quantity
43
NA
NA
NA

**Note:** If you are filing for more than one system, please provide separate sheets for each system.

**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.

Wastewater Utility Plant Description (Continued)					
GRAVITY MAINS			SERVICES/LATERALS		
Sizes (inches)	Material	Length (feet)	Size (inches)	Material	Quantity
8	PVC	71,471	4	PVC	1,707
10	PVC	1,272	4	NA	NA
12	PVC	172	4	NA	NA
4	PVC	380	4	NA	NA
NA	NA	NA			
NA	NA	N/A			
NA	NA	N/A			
NA	NA	N/A			
NA	NA	N/A			
NA	NA	N/A			
NA	NA	N/A			
NA	NA	N/A			
NA	NA	N/A			
NA	NA	N/A			
NA	NA	N/A			
NA	NA	N/A			

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

<b>SOLIDS PROCESSING AND HANDLING FACILITIES</b>	Digester
<b>DISINFECTION EQUIPMENT</b> (Chlorinator, Ultra-Violet, Etc.)	Ultra-Violet
<b>FILTRATION EQUIPMENT</b> (Rapid Sand, Slow Sand, Activated Carbon, Etc.)	Dual median filter
<b>STRUCTURES</b> (Buildings, Fences, Etc.)	Office building, electrical building
<b>Other</b> (Laboratory Equipment, Tools, Vehicles, Standby, Power Generators, Etc.)	Generators, meters, SCADA, Misc Tools

**Note:** If you are filing for more than one system, please provide separate sheets for each system.

**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.

Wastewater Flows					
Month	Number of Services	Total Monthly Sewage Flow (Gallons)	Sewage Flow on Peak Day	Purchased Power Expense <sup>1</sup>	Purchased Power (kWh) <sup>2</sup>
January	1,340	3,480,000	128,000	\$3,681	25,572
February	1,345	3,428,000	191,000	3,653	25,309
March	1,353	3,848,000	149,000	3,795	26,352
April	1,366	3,418,000	171,000	3,419	23,751
May	1,374	3,273,000	194,000	3,578	24,926
June	1,385	2,775,000	178,000	3,397	23,869
July	1,394	2,716,000	123,000	3,346	23,534
August	1,399	2,756,000	131,000	3,366	23,669
September	1,399	2,473,000	110,000	3,246	22,716
October	1,419	2,797,000	138,000	3,180	22,195
November	1,426	3,290,000	131,000	3,406	23,889
December	1,435	3,505,000	153,000	3,426	24,052
<b>Totals</b>		<b>37,759,000</b>	<b>1,797,000</b>	<b>\$41,493</b>	<b>289,834</b>

Provide the following information as applicable per wastewater system:

Method of Effluent Disposal	Reuse
Groundwater Permit Number	71-211286.0000, 73-211286.000
ADEQ Aquifer Protection Permit ("APP") Number	56-0013530000
ADEQ Reuse Permit Number	R-100587
EPA NPDES Permil Number	n/a
APP Effluent Treatment Requirement (Class)?	B+
Permitted Flow Rate	250,000/day
Permitted Organic Capacity	n/a
Hydraulic Capacity	250,000/day
Type of Biological Treatment	Sequenced Batch Reactor (SBR)

In the space below, list all violations within the past 12 months:

None

**Note:** If you are filing for more than one system, please provide separate sheets for each system.

<sup>1</sup> Enter the total purchased power costs for the power meters associated with this system.  
<sup>2</sup> Enter the total purchased kWh used by the power meters associated with this system.

**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.

**Other Wastewater System Information**

**Provide a calculation used to determine the value of one wastewater 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 days.
- (b) If no historical flow data are available, use:  
 $ERC = ( \text{Total SFR gallons treated (Omit 000)} / 365 \text{ days} / 280 \text{ gallons per day} )$

For wastewater only utilities:

Subtract all general use and other non residential customer gallons from the total gallons treated. Divide the remainder (SFR customers) by 365 days to reveal single family residence customer gallons per day.

**NOTE:** Total gallons treated includes both treated and purchased treatment.

ERC   
Method used:

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.

Treatment plant currently in the planning stage of expanding from 250,000 gallons per day to 499,000 gallons per day.  
Estimated construction date is 2023

If the utility uses reuse as a means of effluent disposal, attach a list of the reuse end users and the amount of reuse provided to each, if known.

Robson Ranch Casa Grande HOA - 1,583,851      Sun Lakes-Casa Grande Development LLC - 28,280,149

If the utility does not engage in reuse, has a reuse feasibility study been completed?

If so, when?

N/A



Picacho Sewer Company  
 Annual Report  
 Utility Shutoffs / Disconnects  
 12/31/20

Utility Shutoffs / Disconnects	
Name of System:	Picacho Sewer Company
Wastewater Inventory Number (if applicable):	none

Month	Termination without Notice R14-2-609.B	Termination with Notice R14-2-609.C	Other
January	0	0	0
February	0	0	0
March	0	0	0
April	0	0	0
May	0	0	0
June	0	0	0
July	0	0	0
August	0	0	0
September	0	0	0
October	0	0	0
November	0	0	0
December	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>

**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.

Property Taxes	
----------------	--

Amount of actual property taxes paid during Calendar Year 2020 was	
--	--

\$29,468
----------

If no property taxes paid, explain why.
---

n/a
-----

<b>Instructions:</b> 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.
---

RECEIVED  
BY EMAIL

04/29/2021, 10:10 AM

ARIZONA CORPORATION COMMISSION  
UTILITIES DIVISION

Picacho Sewer Company  
Annual Report  
Verification and Sworn Statement (Taxes)  
12/31/20

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: Brian Smith - Vice President  
Company name: Picacho Sewer Company

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.



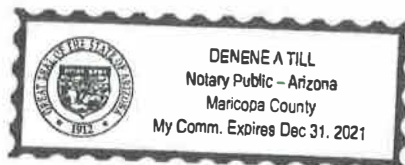
signature of owner/official

480-895-9200  
telephone no.

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

THIS 28<sup>th</sup> DAY OF April, 2021  
(month) and (year)

MY COMMISSION EXPIRES 12/31/2021  
(date)



Denene A Till  
(signature of notary public)

Verification and Sworn Statement

Verification:

State of Arizona I, the undersigned of the  
(state name)  
County of (county name): Maricopa  
Name (owner or official) title: Brian Smith - Vice President  
Company name: Picacho Sewer Company

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 (\$)

\$733,512

(The amount in the box above includes

\$2,947 in sales taxes

billed or collected)

*[Handwritten Signature]*

signature of owner/official

480-895-9200

telephone no.

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

THIS

28<sup>th</sup>

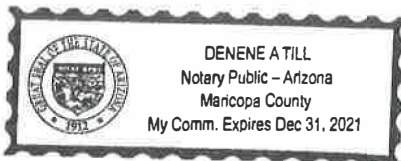
DAY OF

Maricopa  
(county name)

April, 2021  
(month) and (year)

MY COMMISSION EXPIRES

12/31/2021  
(date)



*[Handwritten Signature: Denene A. Till]*  
(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: Brian Smith - Vice President  
Company name: Picacho Sewer Company

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 (\$)

\$697,989  
(The amount in the box above includes  
\$0 in sales taxes  
billed or collected)

[Signature]  
signature of owner/official

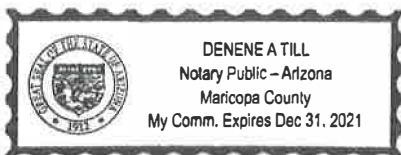
480-895-9200  
telephone no.

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

Maricopa  
(county name)

THIS 28<sup>th</sup> DAY OF April, 2021  
(month) and (year)

MY COMMISSION EXPIRES 12/31/2021  
(date)



Denene A. Till  
(signature of notary public)

Full Gross-up Method for Income Tax Statement of Certification

Verification:

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

County of (county name): Maricopa  
Name (owner or official) title: Brian Smith - Vice President  
Company name: Picacho Sewer Company

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.

*[Handwritten Signature]*

signature of owner/official

480-895-9200

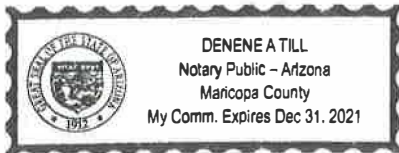
telephone no.

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

Maricopa  
(county name)

THIS 28<sup>th</sup> DAY OF April, 2021  
(month) and (year)

MY COMMISSION EXPIRES 12/31/2021  
(date)



*[Handwritten Signature]*  
(signature of notary public)