### ANNUAL REPORT

Of

Company Name:

Arroyo Water Company, Inc.

PO Box 3077

Mailing Address:

Payson

AZ

RECEIVED **BY EMAIL** 

85541

5/10/2022, 10:18 AM ARIZONA CORPORATION COMMISSION

**UTILITIES DIVISION** 

Docket No.:

W-04286A

For the Year Ended:

12/31/21

### **WATER UTILITY**

To

Arizona Corporation Commission

### Due on April 15th

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

Application Type:

Original Filing

Application Date: 4/12/2022

# ARIZONA CORPORATION COMMISSION WATER UTILITY ANNUAL REPORT Arroyo Water Company, Inc. A Class E Utility

For the Calendar Year E	nded: <u>12/31/21</u>				
Primary Address:	302 W. WILLIS STREET, S	UITE 203			
	PRESCOTT		State: Arizona	Zip Code:	86301
•		-			
Telephone Number:	928-445-0551	]			
Date of Original Organiz	cation of Utility:	1/1/19	89		
Person to whom correspond	ondence should be addresse	ed concern	ing this report:		
Name:	CHERYL IBBOTSON				
Telephone No.:	928-445-5606				
Address:	302 W. WILLIS STREET, S	UITE 203		 T=: - :	T
City:	PRESCOTT		State: Arizona	Zip Code:	86301
	cherylibbotson@gmail.com				
Owner					
	MICHAEL ARMSTEAD				
Telephone No.:	928-951-4000			 	
	211 SADDLE LANE				
	PAYSON		State: Arizona	Zip Code:	85541
	ymepayson@msn.com				
On-Site Manager	DRAM OHA FEED			 	
	DEAN SHAFFER				
Telephone No.:					
	605 W. ARABIAN WAY	т	State: Arizona	 Zip Code:	85541
	PAYSON	<u></u>	State. Arizona	 Jzip code.	05541
Email:	2swmllc@gmail.com				
NA					
Name:			ļ		
Telephone No.:			L		
Address:				   C   L	
City:			State: Arizona	 Zip Code:	
Email:					
NA					
Name:					
Telephone No.:					
Address:					
City:			State: Arizona	Zip Code:	
Email:					
Ownershins	"S" Corporation		1		
Ownership:	3 Corporation		J		
Counties Served:	Gila		]		Page 2

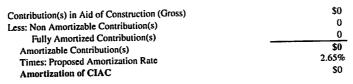
## ARIZONA CORPORATION COMMISSION WATER UTILITY ANNUAL REPORT Arroyo Water Company, Inc.

Important changes during the year						
N/A For those companies not subject to the affiliated interest rules, has there been a change in ownership or direct control during the year?  If yes, please provide specific details in the box below.  n/a						
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.  na/						

Utility Plant in Service (Water)										
Account	Description	Beginning Year	Current Year	Current Year	Adjusted	Accumulated	OCLD (OC less			
No.	Description	Original Cost	Additions	Retirements	Original Cost	Depreciation	AD)			
301	Organization	\$40,000	\$0	\$0	\$40,000	\$39,000	\$1,000			
302	Franchises	0	\$0	\$0	0	0	0			
303	Land and Land Rights	0	\$0	\$0	0	0	0			
304	Structures and Improvements	9,600	\$0	\$0	9,600	9,600	0			
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	10,000	\$0	\$0	10,000	10,000	0			
308	Infiltration Galleries	0	\$0	\$0	0	0	0			
309	Supply Mains	0	\$0	\$0	0	0	0			
310	Power Generation Equipment	10,000	\$0	\$0	10,000	8,900	1,100			
311	Pumping Equipment	39,500	\$0	\$0	39,500	30,263	9,237			
320	Water Treatment Equipment	0	\$0	\$0	0	0	0			
320.1	Water Treatment Plants	0.	\$0	\$0	0	0	0			
320.2	Solution Chemical Feeders	0	\$0	\$0	0	0	0			
320.2	Point-of-Use Treatment Devices	0	\$0	\$0	0	0				
330	Distribution Reservoirs and Standpipes	0	\$0	\$0	0	0	0			
330.1	Storage Tanks	12,000	\$0	\$0	12,000	12,000	0			
330.1	Pressure Tanks	3,000	\$0	\$0	3,000	3,000	0			
330.2	Transmission and Distribution Mains	464,224	\$0	\$0	464,224	334,239	129,985			
333	Services	65,000	\$15,397	\$0	80,397	67,347	13,050			
334	Meters and Meter Installations	19,500	\$3,635	\$0	23,135	19,652	3,483			
335	Hydrants	0	\$0	\$0	0	0	0			
336	Backflow Prevention Devices	3,000	\$0	\$0	3,000	2,601	399			
339	Other Plant and Misc. Equipment	1,550	\$0	\$0	1,550	1,550	0			
340	Office Furniture and Equipment	1,500	\$0	\$0	1,500	1,500	0			
340.1	Computer & Software	2,000	\$0	\$0	2,000	799	1,201			
340.1	Transportation Equipment	0	\$0	\$0	0	0	0			
341	Stores Equipment	0	\$0	\$0	0	0	0			
342	Tools, Shop and Garage Equipment	8,000	\$0	\$0	8,000	8,000	0			
343	Laboratory Equipment	0	\$0	\$0	0	0	0			
345	Power Operated Equipment	0	\$0	\$0	0	0	0			
345	Communication Equipment	0	\$0	\$0	0	0	0			
347	Miscellaneous Equipment	0	\$0	\$0	0	0	0			
348	Other Tangible Plant	0	\$0	\$0	0	0	0			
348	Totals	\$688,874	\$19,032	\$0	\$707,906	\$548,451	\$159,455			

Arroyo Water Company, Inc. Annual Report Depreciation Expense for the Current Year (Water) 12/31/21

		Dep	rectation 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
		\$40,000	S0	SO.	\$40,000	\$0	\$40,000	0.00%	\$6,000
301	Organization	340,000	0	0	0	\$0	0	0.00%	•
302	Franchises	1 0	0	- 0	0	\$0	0	0.00%	(
303	Land and Land Rights	9,600	0	0	9,600	\$0	9,600	3.33%	78
304	Structures and Improvements	9,000	0	- 0	7,000	\$0	0	0.00%	(
305	Collecting & Improving Reservoirs	0	0	0	Ö	\$0	0	0.00%	
306	Lake, River, Canal Intakes		0	0	10,000	\$0	10,000	3.33%	(
307	Wells and Springs	10,000	0	0	10,000	\$0	0	0.00%	(
308	Infiltration Galleries	0		0	0	\$0	0	0.00%	(
309	Supply Mains	0	0	0	10,000	\$0	10,000	5.00%	500
310	Power Generation Equipment	10,000	0	0	39,500	\$0	39,500	3.33%	(
311	Pumping Equipment	39,500	0	0	39,300	\$0	0	0.00%	
320	Water Treatment Equipment	0	0		0	\$0	0	0.00%	(
320.1	Water Treatment Plants	0	0	0	0	\$0		0.00%	
320.2	Solution Chemical Feeders	0	0	0			0	0.00%	
320.3	Point-of-Use Treatment Devices	0	0	0	0	\$0	0	0.00%	
330	Distribution Reservoirs and Standpipes	0	0	0		\$0	12,000	2.22%	
330.1	Storage Tanks	12,000	0	0	12,000	\$0	3,000	5.00%	
330.2	Pressure Tanks	3,000	0	0	3,000	\$0	464,224	2.00%	
331	Transmission and Distribution Mains	464,224	0	0	464,224			3.33%	2,34
333	Services	65,000	15,397	0	80,397	\$0		8.33%	
334	Meters and Meter Installations	19,500	3,635	0	23,135	\$0		0.00%	
335	Hydrants	0	0	0	0	SO		6.67%	
336	Backflow Prevention Devices	3,000	0	0	3,000	\$0		6.67%	
339	Other Plant and Misc. Equipment	1,550	0	0	1,550	\$0		6.67%	
340	Office Furniture and Equipment	1,500	0	0	1,500	\$0			
340.1	Computer & Software	2,000	0	0	2,000	\$0		20.00%	
340.1	Transportation Equipment	0	0	0	0			0.00%	<u> </u>
341	Stores Equipment	0	0	0	0			0.00%	
	Tools. Shop and Garage Equipment	8,000	0	0	8,000			5.00%	<u> </u>
343 344	Laboratory Equipment	0	0	0	0			0.00%	
		0		0	0			0.00%	<u> </u>
345	Power Operated Equipment	0		0	0				1
346	Communication Equipment	+ - <del>0</del>		0	0				
347	Miscellaneous Equipment	1 0		0	0			0.00%	
348	Other Tangible Plant Subtotal	\$688,874	\$19,032	\$0	\$707,906	\$0	\$707,906	·	\$18,76



Less: Amortization of CIAC S0

DEPRECIATION EXPENSE \$18,761

Arroyo Water Company, Inc. Annual Report Balance Sheet Assets 12/31/21

	Balance Sheet Assets		
	Assets	Balance at Beginning of Year (2021)	Balance at End of Year (2021)
Account No.	Current and Accrued Assets		
131	Cash	\$3,764	\$4,284
134	Working Funds		
135	Temporary Cash Investments		7.60
141	Customer Accounts Receivable	12,665	7,669
146	Notes Receivable from Associated Companies	1,300	7,300
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets	447.700	610.252
	Total Current and Accrued Assets	\$17,729	\$19,253
Account No.	Fixed Assets		4505.00(
101	Utility Plant in Service*	\$689,526	\$707,906
103	Property Held for Future Use		
105	Construction Work in Progress		(540.451)
108	Accumulated Depreciation (enter as negative)*	(505,981)	(548,451)
121	Non-Utility Property		<u> </u>
122	Accumulated Depreciation - Non Utility	0102.747	\$150 A55
	Total Fixed Assets	\$183,545	\$159,455
	Total Assets	\$201,274	\$178,708

\*Note these items feed automatically from AR3 UPIS Page 4

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

	T : 1.1144	Balance at Beginning	
	Liabilities	of Year (2021)	Year (2021)
Account No.	Current Liabilities		005 107
231	Accounts Payable	\$35,098	\$25,177
232	Notes Payable (Current Portion)	0	10.040
234	Notes Payable to Associated Companies	2,560	10,949
235	Customer Deposits	0	3,170
236	Accrued Taxes	32,580	27,985
237	Accrued Interest	0	
242	Miscellaneous Current and Accrued Liabilities	0	
	Total Current Liabilities	\$70,238	\$67,281
	Long Term Debt		
224	Long Term Debt (Notes and Bonds)	\$0	\$18,167
	Deferred Credits		
251	Unamortized Premium on Debt	\$0	
252	Advances in Aid of Construction	6,826	16,492
255	Accumulated Deferred Investment Tax Credits	0	
271	Contributions in Aid of Construction	0	
272	Less: Amortization of Contributions	0	
281	Accumulated Deferred Income Tax	0	
	Total Deferred Credits	\$6,826	\$16,492
	Total Liabilites	\$77,064	\$101,940
	Capital Accounts		
201	Common Stock Issued	\$0	
211	Other Paid-In Capital	0	
215	Retained Earnings	124,210	76,768
218	Proprietary Capital (Sole Props and Partnerships)	0	
210	Total Capital	\$124,210	\$76,768
	Total Liabilities and Capital	\$201,274	\$178,708

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

	Water Comparative I		Last Year
Account No.	Calendar Year	Current Year	
		01/01/2021 - 12/31/2021	01/01/2020 - 12/31/2020
	Operating Revenue	<b>604 004</b>	\$91,722
461	Metered Water Revenue	\$94,004	\$91,722
460	Unmetered Water Revenue		
462	Fire Protection Revenue		
469	Guaranteed Revenues (Surcharges)		
471	Miscellaneous Service Revenues	201	2.047
474	Other Water Revenue	2,304	2,047 <b>\$93,769</b>
	Total Revenues	\$96,307	\$93,709
	Operating Expenses		
601	Salaries and Wages		
604	Employee Pensions and Benefits		
610	Purchased Water		2.059
615	Purchased Power	4,264	2,958
618	Chemicals		
620	Materials and Supplies		0.110
620.1	Repairs and Maintenance	2,922	2,412
620.2	Office Supplies and Expense	3,361	2,286
630	Contractual Services		
631	Contractual Services - Engineering		
632	Contractual Services - Accounting	7,597	7,096
633	Contractual Services - Legal	1,815	200
634	Contractual Services - Management Fees	34,900	30,000
635	Contractual Services - Water Testing	800	800
636	Contractual Services - Other	6,703	5,479
640	Rents		
641	Rental of Building/Real Property		
642	Rental of Building Real Property  Rental of Equipment	1,063	
	Transportation Expenses	3,720	4,388
650	Insurance - General Liability	1,649	1,779
657	Insurance - General Liability Insurance - Health and Life		
657.1	Insurance - Health and Life		
665	Regulatory Commission Expense - Rate		
670	Bad Debt Expense	709	13
675	Miscellaneous Expense	18,761	14,790
403	Depreciation Expense (From Schedule AR4)	10,701	
408	Taxes Other Than Income	2,700	2,092
408.11	Property Taxes	2,700	
409	Income Taxes	23	2:
427.1	Customer Security Deposit Interest	\$90,986	
	Total Operating Expenses	\$70,780	<i>\$7.</i> 1,10.
		\$5,322	\$19,333
	Operating Income / (Loss)	\$3,322	Ψ13,000
	Other Income / (Expense)		
419	Interest and Dividend Income		6.
421	Non-Utility Income	61	6.
426	Miscellaneous Non-Utility (Expense)		,
427	Interest (Expense)	(19)	
	Total Other Income / (Expense)	\$42	\$6
			440.00
	Net Income / (Loss)	\$5,363	\$19,39

Arroyo Water Company, Inc. Annual Report Full time equivalent employees 12/31/21

### Full time equivalent employees

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

Arroyo Water Company, Inc. Annual Report Supplemental Financial Data (Long-Term Debt) 12/31/21

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

Meter Deposit Balance at Test Year End:	\$16,492	
The state of the s	\$720	
Meter Deposits Refunded During the Test Year:	\$720	

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.

Arroyo Water Company, Inc. Annual Report
Well and Water Usage 12/31/21

				Well and Wal	or Henno						
				wen and war	er Osage						
Name of the System:		ARROYO WATE					)				
ADEQ Public Water Sys	stem Number:		AZ0404083								
ADWR PCC Number:			91-000151.0000	- BI	D		Water lovel	Water level	Meter Size	How	
Well registry 55# (55-			Casing Depth	Casing Diameter	Pump Motor	L		2021	(inches)	measured:	Active
XXXXXX):	Pump Horsepower	Pump Yield (gpm)	(feet)	(inches)	Type **	Year Drilled	2011	2021	(menes)	Metered	Ye
	53	90	61	9		1996				Meleteu	1 10
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							-				
Name of system water d	lelivered to:	NA					]				
ADWR PCC Number:			#N/A								
Source of water delivere	od to another system	NA									
Source of water delivere	on to mionion system		•				_				
Name of system water r	eceived from	NA					j				
ADWR PCC Number:	CCEIVED HOILE	1144	#N/A				_				
Source of water receive	4	NA			2						
		110		1							
Well registry 55# (55-X				ı							

Month	Water withdrawn (gallons) l	Water sold (gallons)2	Water delivered (sold) to other systems (gallons)3	(purchased) from other systems (gallons)4	Estimated authorized use (gallons)5	Purchased Power Expense <sup>6</sup>	Purchased Power (kWh) <sup>7</sup>
	9,537,355.00	8,413,749.00	0.00	0.00	0.00	385.32	
January	897,645.00	778,053.00	0.00	0.00	0.00	345.72	
February	484,387,00	427,330.00	0.00	0.00	0.00	411.53	
March	666,659.00	583,883.00	0.00	0.00	0.00	393.64	
April	946.544.00	847,520.00	0.00	0.00	0.00	449.68	
May		1.003,803.00	0.00	0.00	0.00	447.73	
June	1,076,900.00	969,833.00	0.00	0.00	0.00	562.84	
July	1,071,000.00		0.00	0.00	0.00	353.79	
August	911,300.00	785,571,00	0.00	0.00	0.00	239.02	
September	616,000.00	569,818.00	0.00	0.00	0.00	260.16	
October	876,400.00	755,358.00		0.00	0.00	216,64	
November	757,756.00	658,919.00	0.00	0.00	0.00	198.08	
December	601,095.00	541,527.00	0.00		0.00	\$4,264	<u> </u>
Totals	18,443,041.00	16,335,364.00	0.00	0.00	0.00	34,204	

the second of th	
It are likely in the space below please provide a description for all un-metered water use along with amounts:	
If applicable, in the space below please provide a description for all un-metered water use along with amounts:	

-	Water withdrawn					f-n-		COMPAGE
	Water withdrawn	- Total	gallons of	water	wiindrawn	mum	Dunneca	SUUITES.
ı	MARCI MINICIPAN	- 10141	Building Gr	*******	***************************************			

| 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.
| Water received (purchased) from other systems - Total gallons of water purchased/received from other systems.
| 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.
| Enter the total purchased power costs for the power meters associated with this system.
| Enter the total purchased kWh used by the power meters associated with this system.

Arroyo Water Company, Inc. Annual Report Water Utility Plant Description 12/31/21

	Water Utility Plant Description	
Name of the System:	ARROYO WATER CO INC	
ADEQ Public Water System Number:	AZ0404083	
ADWR PCC Number:	91-000151.0000	

MAINS			
Sizes (inches)	Material	Length (feet)	
2.00	PVC	2,000	
3.00	PVC	6,200	
NA	NA		

SERVICE LINES				
Material	Percent of system	Year installed		
PVC	100%	,		
NA				
NA				
NA				
NA		1		

CUSTOMER METERS					
		Percent over	Percent over		
Size (inches)	Quantity	1,000,000 gallons			
5/8 X 3/4	162	60%	95%		
NA					

	BOOSTER PUMPS	
Horsepower	GPM	Quantity
5		
5		
		<u> </u>

· 	STORAGE TANKS		
Capacity (gallons)	Material	Quantity	Year installed
11,000			1
			1

FIRE HYDRANTS		
Type Quantity		
Standard * 0		
Other 0		

	PRESSURE/B	LADDER TAN	KS
Capacity (gallons)	Material	Quantity	Year installed
2,500			
			<del> </del>

\* 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.

Arroyo Water Company, Inc. Annual Report Water Utility Plant Description (Continued) 12/31/21

Water Utility Plant Description (Continued)				
For the following three items, list the utility owned assets in each category for each system.				
IN LINK FENCE AROUND WELL SITE				
RATION COMPANY SUPPLIES EQUIPMENT AND MATERIALS SUCH AS BACKHOE, TRENCHERS, IERATORS,ECT				

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)
  gallons sold by the average number of single family residence customers for the same period and divide the result by 365
- (b) If no historical flow data are available, use:

  ERC = ( Total SFR gallons sold (Omit 000) / 365 days / 350 gallons per day )

ERC 276
Method used: (a)

Arroyo Water Company, Inc. Annual Report Customer and Other Information 12/31/21

<del></del>	Customer and Other Information	
Name of the System:	ARROYO WATER CO INC	
ADEQ Public Water System Number:	AZ0404083	
ADWR PCC Number:	91-000151.0000	

	Number of Customers						
Month	Single-Family	Multi-Family	Commercial	Turf/Irrigation	Other Non- Residential		
January	154	0	0	0	0		
February	154	0	0	0	0		
March	155	0	0	0	0		
April	155	0	0	0	. 0		
May	152	0	0	0	0		
June	159	0	0	0	0		
July	155	.0	0	0	0		
August	153	0	0	0	0		
September	154	0	0	0	0		
October	158	0	0	0	0		
November	157	0	0	0	0		
December	162	0	0	0	0		

If the system has fire hydrants, what is the fire flow requirements?  N/A GPM for  0 hrs.
Does the system have chlorination treatment?
Does the Company have an ADWR Gallons Per Capita Per Day (GCPCPD) requirement? No  If yes, provide the GPCPD amount:
Is the Water Utility located in an ADWR Active Management Area (AMA)?  No No NA
What is the present system connection capacity (in ERCs *) using existing lines?  N/A
What is the future system connection capacity (in ERCs *) upon service area buildout?  N/A
Describe any plans and estimated completion dates for any enlargements or improvements of this system.
DECISION NUMBERS 77458 & 77148

<sup>\*</sup> an ERC is based on the calculation on the bottom of AR9 page 12.

Arroyo Water Company, Inc. Annual Report Utility Shutoffs / Disconnects 12/31/21

	Utility Shutoffs / Disconne	ects
Name of the System:	ARROYO WATER CO INC	
ADEQ Public Water S	vstem Number:	AZ0404083
ADWR PCC Number:		91-000151.0000

		Termination with	
Month	Termination without	Notice R14-2-	
	Notice R14-2-410.B	410.C	Other
January	0	0	0
February	0	4	0
March	0	0	0
April	0	0	0
May	0	0	0
June	0	0	0
July	0	0	0
August	0	0	0
September	0	0	0
October	0	0	0
November	0	0	0
December	0	0	0
Total	0	4	0

Other (description):	

**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.

Arroyo Water Company, Inc. Annual Report Property Taxes 12/31/21

Property Taxes	
Amount of actual property taxes paid during Calendar Year 2021 was	\$4,747
If no property taxes paid, explain why.	
,	

**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.

Arroyo Water Company, Inc. Annual Report Verification and Sworn Statement (Taxes) 12/31/21

	Verification and Sworn Statement (Taxes)
Verification:	State of Arizona I, the undersigned of the (state name)
	County of (county name):  Name (owner or official) title:  Company name:  Arroyo Water Company, Inc.
	DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION.
	FOR THE YEAR ENDING: 12/31/21
·	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.
	I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE NOT CURRENT AND PAID IN FULL.
	I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.
	I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CONTRACT AND COMPANY ARE CONTRACT AND CONTRACT AND CONTRACT ARE CONTRACT AND
	928-951-4000 telephone no.
	SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC IN AND FOR THE COUNTY (county name)
	THIS DAY OF April 2000 (month) and (year)
	MY COMMISSION EXPIRES  KATHRYN J TEACHER NOTARY PUBLIC ARIZONA GILA COUNTY COMMISSION # 617440 AY COMMISSION # 617440 AY COMMISSION EXPIRES NOVEMBER 09: 2025  (signature of notary public)

Arroyo Water Company, Inc. Annual Report Verification and Sworn Statement 12/31/21

State of

Verification:

	County of (county name):	•	YAVAPAI		•	
	County of (county finite).		MICHAEL ARMS	TEAD		
	Name (owner or official) title:	Arroyo Water	Company, Inc.			
	Company name:					
	DO SAY THAT THIS ANNUA CORPORATION COMMISSION	L UTILITY PI	ROPERTY TAX AN	ID SALES TAX REPOR	T TO THE ARIZO	ONA
	CORPORATION COMMISSION					
	FOR THE YEAR ENDING:	12/31/21				
·	HAS BEEN PREPARED UND UTILITY; THAT I HAVE CAR AND CORRECT STATEMEN' REPORT IN RESPECT TO EA KNOWLEDGE, INFORMATIO	REFULLY EXA T OF BUSINES ACH AND EVE	AMINED THE SAM SS AND AFFAIRS ( RY MATTER AND	IE, AND DECLARE IIII OF SAID UTILITY FOR	THE PERIOD C	OVERED BY THIS
				•		
Sworn Statement	IN ACCORDANCE WITH TH STATUTES, IT IS HEREIN RI FROM ARIZONA INTRASTA					NA REVISED Y DERIVED
	FROM ARIZONA INTRASTA	TE OTIDIT C	JI DIGITION OF THE			
				s Gross Operating Revenues \$108,830 e box above includes \$6,254 in sales	taxes	will
			•	signatu	re of owner/offic	ial
				·	928-951-4000	
			•		telephone no.	
		SUBSCRIBE	R THE COUNTY	O BEFORE ME A NOTA	ARY PUBLIC	100
		THIS	14	DAYO	of April	onth) and (year)
		KATHR NOTAR COMI	ISSION EXPIRES YN J TEACHER YPUBLIC - ARIZONA SILA COUNTY MISSION # 617440 MMSSICN EXPRES YEMBER 00, 2025	Kadhur	late)	iher

Verification and Sworn Statement

Arizona

(state name)

I, the undersigned of the

Arroyo Water Company, Inc. Annual Report Verification and Sworn Statement (Residential Revenue) 12/31/21

	Cartement (Peridential Revenue)
	Verification and Sworn Statement (Residential Revenue)
Verification:	state of Arizona I, the undersigned of the
	(state name)
	County of (county name): YAVAPAI
	County of (county name):    YAVAPAI
	Company name:  Arroyo Water Company, Inc.
	Company Names
	OO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION.
	FOR THE YEAR ENDING: 12/31/21
	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:	N 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 JTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING THE CALENDAR YEAR WAS:
	Arizona Intrastate Gross Operating Revenues Only (\$)  \$108,830  (The amount in the box above includes  \$6,254 in sales taxes  billed or collected)
	signature of owner/official
	Signature of Communication .
	928-951-4000
	telephone no.
	SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC (OLD (County name)  THIS DAY OF ACTION (County name)
	KATHRYN J TEACHER NOTARY PUBLIC - ARIZONA GILA COUNTY COMMISSION # 61744C IN COMMISSION EXPIRES NOVEMBER 05, 2025 (signature of notary public)

Arroyo Water Company, Inc.
Annual Report
Full Gross-up Method for Income Tax Statement of Certification
12/31/21

	Full Gross-up Method for Income Tax Statement of Certification
Verification:	
	County of (county name):  Name (owner or official) title:  Company name:  Arroyo Water Company, Inc.
. •	FOR THE YEAR ENDING: 12/31/21
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.
	signature of owner/official  928-951-4000 telephone no.
	SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC IN AND FOR THE COUNTY (county name)
	THIS DAY OF April 2002 (month) and (year)
	MY COMMISSION EXPIRES    1-9-3-02    KATHRYN J TEACHER NOTARY PUBLIC - ARIZONA GILA COUNTY COMMISSION & 617440 MY COMMISSION EXPIRES NOVEMBER 09, 2025  (signature of notary public)