ANNUAL REPORT

Of

Company Name:

Avra Water Cooperative, Inc.

11821 W. Picture Rocks Rd.

Mailing Address:

Tucson 85743

AZ

RECEIVED BY EMAIL April 18, 2022 1:07 PM

ARIZONA CORPORATION COMMISSION

UTILITIES DIVISION

Docket No.:

W-02126A

For the Year Ended:

8/31/2021

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:

3/19/2022

ARIZONA CORPORATION COMMISSION WATER UTILITY ANNUAL REPORT Avra Water Cooperative, Inc. A Class C Utility

For the Calendar Year E	nded: <u>8/31/2021</u>			
Primary Address:	11821 W. Picture Rocks Ros	nd.		
•	Tucson		State: Arizona	Zip Code: 85743
5.5,		<u>l</u>		
Telephone Number:	(520) 682-7331]		
Date of Original Organiz	zation of Utility:	1/14/19	976	
Person to whom correspond	ondence should be address	ed concern	ing this report:	
Name:	Cathy Kuefler			
Telephone No.:				
Address:	11821 W. Picture Rocks Roa	ad		
	Tucson		State: Arizona	Zip Code: 85743
Email:	Cathy@avrawater.com			
O., 6%, 37,				
On-Site Manager	Cathy Kuefler			
Telephone No.:				
	11821 W. Picture Rocks Ros			
	Tucson	<u> </u>	State: Arizona	Zip Code: 85743
•	Cathy@avrawater.com	<u> </u>	State. Alizona	Elp Code. 63743
Lingii.	Campagaviawatericom			
Attorney				
	Marc Simon			-
Telephone No.:	(520) 882-1233			
_	One South Church Avenue,	Suite 1500		
City:	Tuscon	T	State: Arizona	Zip Code: 85701
Email:	msimon@swlaw.com	•		
5				
NA	1			
Name:				•
Telephone No.:				
Address:		1	S4-4-14 .:	The Codes DYA
City:			State: Arizona	Zip Code: N/A
Email:	IN/A			
NA				
Name:	N/A			
Telephone No. :				
Address:			<u> </u>	
City:			State: Arizona	Zip Code: N/A
Email:		ı		
Ownership:	AssociationCooperative			
			-	
Counties Served:	Pima			
				Page 2

ARIZONA CORPORATION COMMISSION WATER UTILITY ANNUAL REPORT Avra Water Cooperative, Inc.

100

		Utilit	y Plant in Service	(Water)			
Account	Description	Beginning Year	Current Year	Current Year	Adjusted	Accumulated	OCLD (OC less
No.	1	Original Cost	Additions	Retirements	Original Cost	Depreciation	AD)
301	Organization	\$8,685	\$0	\$0	\$8,685	\$0	\$8,685
302	Franchises	0	0	0	0	0	0
303	Land and Land Rights	228,737	0	0	228,737	0	228,737
304	Structures and Improvements	648,465	29,653	0	678,118	307,967	370,151
305	Collecting & Improving Reservoirs	247,640	0	0	247,640	72,266	175,374
306	Lake, River, Canal Intakes	0	0	0	0	0	0
307	Wells and Springs	3,451,545	317	0	3,451,862	1,589,514	1,862,348
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	1,091,795	17,384	0	1,109,179	1,049,691	59,488
320	Water Treatment Equipment	0	0	0	0	0	0
320.1	Water Treatment Plants	37,862	0	0_	37,862	3,118	34,744
320.2	Solution Chemical Feeders	62,135	0	0	62,135	49,671	12,464
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	2,687,359	0	. 0	2,687,359	1,158,058	1,529,301
330.2	Pressure Tanks	0	0	0	0	0	0
331	Transmission and Distribution Mains	7,410,334	13,162	0	7,423,496	3,447,769	3,975,727
333	Services	568,470	16,472	0	584,942	480,607	104,335
334	Meters and Meter Installations	1,023,597	34,074	0	1,057,671	709,581	348,090
335	Hydrants	50,423	3,985	0	54,408	14,339	40,069
336	Backflow Prevention Devices	0	0	0	0	0	0
339	Other Plant and Misc. Equipment	109,622	20,000	0	129,622	93,562	36,060
340	Office Furniture and Equipment	243,178	2,223	0	245,401	217,896	27,505
340.1	Computer & Software	78,293	13,891	0	92,184	56,338	35,846
341	Transportation Equipment	221,022	9,822	0	230,844	198,237	32,607
342	Stores Equipment	0	0	0	0	0	0
343	Tools, Shop and Garage Equipment	170,888	942	0	171,830	126,551	45,279
344	Laboratory Equipment	0	0	0	0	0	0
345	Power Operated Equipment	92,862	0	0	92,862	16,248	76,614
346	Communication Equipment	237,394	2,849	0	240,243	87,743	152,500
347	Miscellaneous Equipment	0	0	0	0	0	0
348	Other Tangible Plant	0	0	0	0	0	0
	Totals	\$18,670,306	\$164,774	\$0	\$18,835,080	\$9,679,156	\$9,155,924

Avra Water Cooperative, Inc. Annual Report Depreciation Expense for the Current Year (Water) 8/31/2021

		Dep	reclation 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	\$8,685	\$0	\$0	\$8,685	\$8,685	\$0	0.00%	
302	Franchises	0	0	0	0	0	0	0.00%	
303	Land and Land Rights	228,737	0	0	228,737	228,737	0	0.00%	0
304	Structures and Improvements	648,465	29,653	0	678,118	147,505	530,613	3.33%	17,176
305	Collecting & Improving Reservoirs	247,640	0	0	247,640	0	247,640	2.22%	5,498
306	Lake, River, Canal Intakes	0	0	0	0	0	0	2.50%	0
307	Wells and Springs	3,451,545	317	0	3,451,862	0	3,451,862	3.33%	
308	Infiltration Galleries	0	0	0	0	0	0	6.67%	
309	Supply Mains	0	. 0	0	0	0	0	2.00%	
310	Power Generation Equipment	0	0	0	0	0	0	5.00%	
311	Pumping Equipment	1,091,795	17,384	0	1,109,179	980,660	128,519	12.50%	14,978
320	Water Treatment Equipment	0	0	0	0	0	0	3.33%	
320.1	Water Treatment Plants	37,862	0 -	0	37,862	0	37,862	_ 3.33%	
320.2	Solution Chemical Feeders	62,135	0	0	62,135	37,859	24,276	20.00%	4,855
320.3	Point-of-Use Treatment Devices	0	0	0	0	0	0	0.00%	r
330	Distribution Reservoirs and Standpipes	0	0	0	0	0	0	2.22%	
330.1	Storage Tanks	2,687,359	0	0	2,687,359	. 0	2,687,359	2.22%	59,659
330.2	Pressure Tanks	0	0	0	0	0	0	5.00%	
331	Transmission and Distribution Mains	7,410,334	13,162	0	7,423,496	0	7,423,496	2.00%	148,338
333	Services	568,470	16,472	. 0	584,942	414,999	169,943	3.33%	5,385
334	Meters and Meter Installations	1,023,597	34,074	0	1,057,671	411,293	646,378	8.33%	
335	Hydrants	50,423	3,985	0	54,408	0	54,408	2.00%	1,048
336	Backflow Prevention Devices	0	0	0	0	0	0	6.67%	
339	Other Plant and Misc. Equipment	109,622	20,000	0	129,622	0	129,622	6.67%	
340	Office Furniture and Equipment	243,178	2,223	0	245,401	159,190	86,211	6.67%	
340.1	Computer & Software	78,293	13,891	0	92,184	23,099	69,085	20.00%	12,428
341	Transportation Equipment	221,022	9,822	0	230,844	180,448	50,396	20.00%	9,097
342	Stores Equipment	0	0	0	0	0	0	4.00%	
343	Tools, Shop and Garage Equipment	170,888	942	0	171,830	67,038	104,792	5.00%	5,216
344	Laboratory Equipment	0	0	0	0	0	0	10.00%	C
345	Power Operated Equipment	92,862	0	0	92,862	0	92,862	5.00%	
346	Communication Equipment	237,394	2,849	. 0	240,243	24,340	215,903	10.00%	21,448
347	Miscellaneous Equipment	0	0	0	0	0	0	10.00%	(
348	Other Tangible Plant	0	0	0	0	0	0	10.00%	C
	Subtotal	\$18,670,306	\$164,774	\$0	\$18,835,080	\$2,683,853	\$16,151,227		\$492,051

Contribution(s) in Aid of Construction (Gross)

Less: Non Amortizable Contribution(s)

Fully Amortized Contribution(s)

Amortizable Contribution(s)

Times: Proposed Amortization Rate

Amortization of CIAC

Less: Amortization of CIAC \$182,186

DEPRECIATION EXPENSE \$309,865

\$6,003,651 0 23,510

\$5,980,141 3.05% \$182,186 4647 N. 32nd Street, Suite 220 • Phoenix, AZ 85018 Phone (602) 224-0166 • Fax (602) 224-6062 • www.ullmanncpa.com

To the Board of Directors of Avra Water Co-op, Inc. Tucson, Arizona

Management is responsible for the accompanying financial statements of Avra Water Co-op, Inc. (a cooperative water utility corporation), which comprise the balance sheets as of August 31, 2021 and 2020, and the water comparative income statements for the years then ended included in the accompanying prescribed form in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements included in the accompanying prescribed form nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. We do not express an opinion, a conclusion, nor provide any assurance on the financial statements included in the accompanying prescribed form.

The financial statements included in the accompanying prescribed form are presented in accordance with the requirements of the Arizona Corporation Commission, and are not intended to be a presentation in accordance with accounting principles generally accepted in the United States of America.

The supplementary information contained in pages 2-5 and 9-20 of the prescribed form is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management. The supplementary information contained in pages 2, 4-5, 10, and 16-20 was subject to our compilation engagement. We have not audited or reviewed this supplementary information. The supplementary information contained in pages 3, 9, and 11-15 was not subject to our compilation engagement. We do not express an opinion, a conclusion, nor provide any assurance on any supplementary information.

This report is intended solely for the information and use of Avra Water Co-op, Inc. and the Arizona Corporation Commission, and is not intended to be and should not be used by anyone other than these specified parties.

ULLMANN & COMPANY, P.C. Certified Public Accountants

Ulmann & Company

March 19, 2022

Avra Water Cooperative, Inc. Annual Report Balance Sheet Assets 8/31/2021

	Balance Sheet Assets		
	Assets	Balance at Beginning of Year (9/1/2020)	Balance at End of Year (8/31/2021)
Account No.	Current and Accrued Assets		
131	Cash	\$1,301,134	\$1,509,110
134	Working Funds	0	0
135	Temporary Cash Investments	0	0
141	Customer Accounts Receivable	213,637	179,400
146	Notes Receivable from Associated Companies	0	0
151	Plant Material and Supplies	77,016	101,021
162	Prepayments	28,527	35,408
174	Miscellaneous Current and Accrued Assets	0	0
	Total Current and Accrued Assets	\$1,620,314	\$1,824,939
Account No.	Fixed Assets		
101	Utility Plant in Service*	\$18,670,306	\$18,835,080
103	Property Held for Future Use	0	0
105	Construction Work in Progress	4,500	4,500
108	Accumulated Depreciation (enter as negative)*	(9,187,105)	(9,679,156)
121	Non-Utility Property	0	0
122	Accumulated Depreciation - Non Utility	0	0
	Total Fixed Assets	\$9,487,701	\$9,160,424
	Total Assets	\$11,108,015	\$10,985,363

*Note these items feed automatically from AR3 UPIS Page 4

Avra Water Cooperative, Inc. Annual Report Balance Sheet Liabilities and Owners Equity

	Balance Sheet Liabilities and Ow	ners Equity	
	Liabilities	Balance at Beginning of Year (9/1/2020)	Balance at End of Year (8/31/2021)
Account No.	Current Liabilities		
231	Accounts Payable	\$23,233	\$23,549
232	Notes Payable (Current Portion)	169,783	175,829
234	Notes Payable to Associated Companies	0	0
235	Customer Deposits	66,644	65,362
236	Accrued Taxes	91,420	87,363
237	Accrued Interest	0	0
242	Miscellaneous Current and Accrued Liabilities	26,780	24,943
	Total Current Liabilities	\$377,860	\$377,046
	Long Term Debt		
224	Long Term Debt (Notes and Bonds)	\$2,855,335	\$2,679,465
	Deferred Credits	<u> </u>	
251	Unamortized Premium on Debt	\$0	\$0
252	Advances in Aid of Construction	65,269	69,106
255	Accumulated Deferred Investment Tax Credits	0	0
271	Contributions in Aid of Construction	5,947,651	6,003,651
272	Less: Amortization of Contributions	(2,795,798)	(2,977,984
281	Accumulated Deferred Income Tax	0	0
	Total Deferred Credits	\$3,217,122	\$3,094,773
	Total Liabilites	\$6,450,317	\$6,151,284
	Capital Accounts		
201	Common Stock Issued	\$0	\$0
211	Other Paid-In Capital	0	0
215	Retained Earnings	4,657,698	4,834,079
218	Proprietary Capital (Sole Props and Partnerships)	0	0
	Total Capital	\$4,657,698	\$4,834,079
. "	Total Liabilities and Capital	\$11,108,015	\$10,985,363

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

	Water Comparative		l
Account No.	Calendar Year	Current Year	Last Year
		09/01/2020 - 08/31/2021	09/01/2019 - 08/31/2020
	Operating Revenue		***************************************
461	Metered Water Revenue	\$1,712,939	\$1,658,566
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	36,571	36,911
	Total Revenues	\$1,749,510	\$1,695,477
	Operating Expenses		
601	Salaries and Wages	\$440,498	\$426,293
604	Employee Pensions and Benefits	0	0
610	Purchased Water	0	0
615	Purchased Power	107,151	111,404
618	Chemicals	11,575	6,052
620	Materials and Supplies	49,020	26,734
620.1	Repairs and Maintenance	0	0
620.2	Office Supplies and Expense	0	0
630	Contractual Services	0	0
631	Contractual Services - Engineering	0	0
632	Contractual Services - Accounting	40,010	38,780
633	Contractual Services - Legal	5,584	3,071
634	Contractual Services - Management Fees	0	0
635	Contractual Services - Water Testing	5,714	9,665
636	Contractual Services - Other	135,541	116,414
640	Rents	0	0
641	Rental of Building/Real Property	1,012	1,012
642	Rental of Equipment	5,109	5,390
650	Transportation Expenses	29,827	34,878
657	Insurance - General Liability	39,940	35,602
657.1	Insurance - Health and Life	103,678	95,752
665	Regulatory Commission Expense - Rate	0	0
670	Bad Debt Expense	(2,098)	6,755
675	Miscellaneous Expense	31,280	36,209
403	Depreciation Expense (From Schedule AR4)	309,865	299,409
408	Taxes Other Than Income	37,425	35,177
408.11	Property Taxes	101,143	101,794
409	Income Taxes	0	0
427.1	Customer Security Deposit Interest	431	2,092
	Total Operating Expenses	\$1,452,705	\$1,392,483
	Operating Income / (Loss)	\$296,805	\$302,994
	Other Income / (Expense)		
419	Interest and Dividend Income	\$1,929	\$6,542
421	Non-Utility Income	9,952	0
426	Miscellaneous Non-Utility (Expense)	0	0
427	Interest (Expense)	(132,305)	(138,560
	Total Other Income / (Expense)	(\$120,424)	(\$132,018
	Net Income / (Loss)	\$176,381	\$170,976

Avra Water Cooperative, 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	2.0			2.0
Engineering Staff				0.0
System Operator(s)	4.0			4.0
Meter reader				0.0
Customer Service	1.0			1.0
Accounting				0.0
Business Office				0.0
Rates Department				0.0
Administrative Staff	1.0			1.0
Other				0.0
Total	8.0	0.0	0.0	8.0

Avra Water Cooperative, Inc. Annual Report Supplemental Financial Data (Long-Term Debt) 8/31/2021

Current Year Principal

Supplemental Financial Data (Long-Term Debt) Loan #4 Loan #1 Loan #2 Loan #3 Date Issued Various Various 6/28/2020 Various USDA/Rural Housing USDA/Rural Housin Jim Click Nissan Source of Loan WIFA ACC Decision No. 64008 64008 & 67159 67159 NA Reason for Loan Capital Improv. Capital Improv. Capital Improv. Transportation Dollar Amt. Issued \$1,946,750 \$1,669,250 \$1,683,750 \$29,492 Amount Outstanding \$115,723 \$1,359,000 \$1,363,873 \$20,276 Date of Maturity 12/1/2023 6/10/2046 8/20/2046 6/28/2024 4.50% 4.38% 0.00% Interest Rate 3.21% Current Year Interest \$9,888 \$61,942 \$60,475 \$0

\$29,078

\$30,724

\$2,566

Meter Deposit Balance at Test Year End:	\$22,298	
Meter Deposits Refunded During the Test Year	**	

\$102,792

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.

\$7,373

				Well and Wat	r Usage							
Name of the System:	*********	AVRA WATER C	O-OP									
ADEQ Public Water Syst	em Number:		AZ0410006				-					
ADWR PCC Number:			91-000414.0000									
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	2011	2021	(inches)	measured:	Active	
55-207058	200		800	16	Submersible	2006		277.5		Metered		Ye
55-214263	250	1,500	780	18	Submersible	2007		292.6		Metered		Ye
55-626905	50	300	605	12	Submersible	1972	326	291	4	Metered		Ye
Anger variety	ALCOHOL TO	1 1										
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Name of system water delivered to:		•	
ADWR PCC Number:			
Source of water delivered to another system			
	 		
Name of system water received from:			
Name of system water received from: ADWR PCC Number: Source of water received Well registry 55# (55-XXXXXX):			

				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	(galions)5	Expense ⁶	(kWh) ⁷
January	17,125,000.00	16,654,640.00	0.00	0,00	800.00	\$2,512	30,920
February	16,535,000.00	17,351,550.00	0.00	0.00	800.00	2,702	31,440
March	19,560,000.00	17,218,600.00	0.00	0,00	800.00	3,089	36,360
April	26,728,000.00	22,226,200.00	0.00	0,00	15,800.00	3,641	44,440
May	27,051,000.00	27,520,875.00	0.00	0.00	51,000.00	4,437	53,320
June	34,086,000.00	32,259,449.00	0.00	0.00	8,800.00	5,910	64,840
July	26,002,000.00	26,871,955.00	0.00	0.00	800.00	4,056	45,840
August	21,046,000.00	20,159,624.00	0.00	0.00	4,800.00	3,344	36,760
September	22,843,000.00	22,753,035.00	0.00	0.00	800,00	4,980	42,760
October	23,439,000.00	23,436,150.00	0.00	0.00	3,800.00	4,119	43,800
November	20,373,900.00	18,727,125.00	0.00	0.00	800.00	3,582	38,440
December	27,349,100.00	17,049,000,00	0.00	0,00	800.00	2,786	27,400
Totals	282,138,000,00	262,228,203,00	0.06	0.00	89,800,00	\$45,158	496,320

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

Based on water leaks throughout 2021, we estimate un-metered use to be: 365,800 (It is metered at the well, but is lost throughout the mainlines in the system.)

1 Water withdrawn - Total gallons of water withdrawn from pumped sources.
2 Water sold - Total gallons from customer meters, and other sales such as construction water.
3 Water delivered (sold) to other systems - Total gallons of water delivered to other systems.
4 Water received (purchased) from other systems - Total gallons of water purchased/received from other systems.
5 Estimated authorized use - Total estimated gallons from authorized metered or unmetered use. Authorized uses such as flushing (mains, services and hydrants) draining/cleaning tanks, process, construction. First 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.

Fighter the total purchased kWh used by the power meters associated with this system.

Avra Water Cooperative, Inc. Annual Report Water Utility Plant Description 12/31/21

	Water Utility Plant Description	
Name of the System:	AVRA WATER CO-OP	
ADEQ Public Water System Number:	AZ0410006	
ADWR PCC Number:	91-000414.0000	

	MAINS	T
Sizes (inches)	Material	Length (feet)
2.00	PVC	9,545
3.00	PVC	11,050
4.00	PVC	44,605
6.00	PVC	282,153
8.00	PVC	39,723
12,00	PVC/IRON	29,470
16.00	Ductile Iron	15,600
4.00	Ductile Iron	4(
· · · · · · · · ·		

SERV	ICE LIN	ES		
			Year	
Material		Percent of system	installed	
PVC			60-2020	
Copper		est. 15%	90-2020	
			1.	

	CUSTOM	ER METERS	
	Percent over Percent o		Percent over
Size (inches)	Quantity	1,00,000 gallons	10 years old
5/8 X 3/4	2,523	0%	30%
0.75	33	0%	63%
1	22	0%	32%
1.5	2	0%	50%
2	3	0%	0%
4	1	0%	0%
			·
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-	BOOSTER PUMPS	
Horsepower	GPM	Quantity
5	100	4
10	250	3
20	407	3
50	936	1
7.5	100	3
15	250	3
25	407	1
100	936	2

	STORAGE TANKS		
Capacity (gallons)	Material	Quantity	Year installed
50,000	Steel	2	2009
500,000	Steel	4	95&09
700,000	Steel	1	2018

FIRE HYDRANTS		
Туре	Quantity	
Standard *	77	
Other		

F	RESSURE/BL	ADDER TANK	S
Capacity (gallons)	Material	Quantity	Year installed
240	Steel	1	
1,500	Steel	1	
2,000	Steel	l	l
3,000	Steel	2	l
5,000	Steel	6	
10,000	Steel	1	2009

ERC

Method used:

2,031

	Water Utility Plant Description (Continued)				
For the following	For the following three items, list the utility owned assets in each category for each system.				
TREATMENT EQUIPMENT;	Accu-Tab chlorination unit at one POE site (Garcia) and a chlorination unit at another well site (#4).				
STRUCTURES:	Two small storage sheds 10 x 12 in size. Two used 40' trailers that have been converted into storage sheds. A 75x25 utility awning and 40x40 steel workshop.				
	N/A				
OTHER:					
Provide a calcula Use one of the foll (a) (b)	tion used to determine the value of one water equivalent residential connection (ERC), owing 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 If no historical flow data are available, use: ERC = (Total SFR gallons sold (Omit 000) / 365 days / 350 gallons per day)				

Avra Water Cooperative, Inc. Annual Report Customer and Other Information 12/31/21

Customer and Other Information				
Name of the System:	AVRA WATER (CO-OP		
ADEQ Public Water System Number:		AZ0410006		
ADWR PCC Number:		91-000414.0000		

		Number of Customers			
Month	Single-Family	Multi-Family	Commercial	Turf/Irrigation	Other Non- Residential
January	2,607		7		10
February	2,611		7		10
March	2,618		7		10
April	2,616	1.0	7		10
May	2,616	a la seguina e	7		10
June	2,623		7		10
July	2,617		7		10
August	2,611		7		10
September	2,624		7		10
October	2,620		7		10
November	2,618		7	:	10
December	2,623		. 7		10

If the system has fire hydrants, what is the fire flow requirements? R500/C1500 GPM for 2 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)? Yes Yes Yes ucson AMA
What is the present system connection capacity (in ERCs *) using existing lines? 3,032
What is the future system connection capacity (in ERCs *) upon service area buildout? 3,242
Describe any plans and estimated completion dates for any enlargements or improvements of this system.
We are currently working on tying in lines to eliminate dead ends and lowering main lines.
1

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

Avra Water Cooperative, Inc. Annual Report Utility Shutoffs / Disconnects 12/31/21

Utility Shutoffs / Disconnects							
Name of the System: AVRA WATER CO-OP							
ADEQ Public Water System Number:	AZ0410006						
ADWR PCC Number:	91-000414.0000						

		Termination with		
Month	Termination without	Notice R14-2-		
	Notice R14-2-410.B	410.C	Other	
January	0	23		
February	0	12		
March	0	53		
April	0	47		
May	0	32_		
June	0	30		
July	0	19		
August	0	0		
September	0	. 4		
October	0	33		
November	0	3		
December	0	2		
Total	0	258	0	

Other (description):			
		the eq.	

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.

Avra Water Cooperative, Inc. Annual Report Property Taxes 8/31/2021

Property Taxes	
Amount of actual property taxes paid during Calendar Year 2021 was	\$101,371
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.

Avra Water Cooperative, Inc. Annual Report Verification and Sworn Statement (Taxes) 8/31/2021

Verification and Sworn Statement (Taxes)							
Verification:	State of	Arizona (state	e name)	I, the undersigned of	of the		
	County of (con Name (owner Company nam	or official) title	: Avra Water Coop	Pima Cathy Kuefler, Adr perative, Inc.	ninistrative Ma	nager	
		AT THIS ANNU ON COMMISS		OPERTY TAX ANI	SALES TAX	REPORT TO TH	E ARIZONA
	FOR THE YE	AR ENDING:		12/31/2021			
	UTILITY; TH CORRECT ST REPORT IN I	AT I HAVE CA FATEMENT OF	AREFULLY EXA F BUSINESS AN EACH AND EVE	MINED THE SAME D AFFAIRS OF SAI	E, AND DECLA D UTILITY FO	ARE THE SAME ' OR THE PERIOD	ND RECORDS OF SAID TO BE A COMPLETE AND COVERED BY THIS EST OF MY KNOWLEDGE,
		÷					
Sworn Statement:				TAXES FOR SAID			
	I HEKEBY A	ITEST THAT A	ALL SALES TAX	ES FOR SAID COM	MANY ARE C	URRENT AND P	AID IN FULL.
						ure of owner/offic (520) 682-7331 telephone no.	ial
			SUBSCRIBED A IN AND FOR TE THIS	AND SWORN TO BI HE COUNTY	EFORE ME A 1	_	Pima (county name) April 2022 (month) and (year)
			MY COMMISSI	ON EXPIRES		(date)	٧٧
			YVONNA TAPIA Notary Public - Arizo Pima County Commission # 5897 Comm. Expires Oct 1	na 04 4, 2024	lfun	(signature of	otary public)
			Comm. Expires occ.	THE STATE OF THE PARTY OF THE P			Page 17

Avra Water Cooperative, Inc. Annual Report Verification and Sworn Statement 8/31/2021

	··	Verification and Sworn St	atement
Verification:	State of Arizo (state n	ame)	ed of the
	County of (county name): Name (owner or official) title: Company name:	Pima Cathy Kuefler, A Avra Water Cooperative, Inc.	Administrative Manager
	DO SAY THAT THIS ANNUA CORPORATION COMMISSIO		AND SALES TAX REPORT TO THE ARIZONA
	FOR THE YEAR ENDING:	12/31/2021	
	UTILITY; THAT I HAVE CAR AND CORRECT STATEMEN	EFULLY EXAMINED THE SA FOF BUSINESS AND AFFAIR O EACH AND EVERY MATT	HE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID AME, AND DECLARE THE SAME TO BE A COMPLETE S OF SAID UTILITY FOR THE PERIOD COVERED BY ER AND THING SET FORTH, TO THE BEST OF MY
Sworn Statement:	STATUTES, IT IS HEREIN RE	EPORTED THAT THE GROSS	40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED OPERATING REVENUE OF SAID UTILITY DERIVED URING THE CALENDAR YEAR WAS:
			ate Gross Operating Revenues Only (\$) \$1,830,450 the box above includes \$105,838 in sales taxes ed)
			fignature of owner/official (520) 682-7331 telephone no.
		IN AND FOR THE COUNTY	TO BEFORE ME A NOTARY PUBLIC
		THIS 13 th	DAY OF (county name) (month) and (year)
		MY COMMISSION EXPIRES	(date)
	Nota Co	YVONNATAPIA ary Public - Arizona Pima County mmission # 589704 m. Expires Oct 14, 2024	(signature of notary public) Page 18

Avra Water Cooperative, Inc. Annual Report Verification and Sworn Statement (Residential Revenue) 8/31/2021

Verificati	n and Sworn	Statement (Residentia	Revenue)					
	zona name)	I, the undersigned of th	e					
County of (county name): Name (owner or official) title Company name:		Pima Cathy Kuefler, Admini Cooperative, Inc.	strative Manager					
DO SAY THAT THIS ANNU CORPORATION COMMISS		PROPERTY TAX AND	SALES TAX REPORT	TO THE ARIZONA				
FOR THE YEAR ENDING:	12/31/202	1						
HAS BEEN PREPARED UN OF SAID UTILITY; THAT I BE A COMPLETE AND CO PERIOD COVERED BY TH FORTH, TO THE BEST OF	HAVE CARE RRECT STAT IS REPORT II	FULLY EXAMINED T TEMENT OF BUSINESS N RESPECT TO EACH	HE SAME, AND DECL SAND AFFAIRS OF SA AND EVERY MATTER	ARE THE SAME TO ID UTILITY FOR THE				
REVISED STATUTES, IT IS UTILITY DERIVED FROM	rn 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 Intras	tate Gross Ope	(The amount in the box	90,188	ner/official				
			(520) 682- telephone					
		ED AND SWORN TO I OR THE COUNTY	<u> </u>	Y PUBLIC) WYS ounty name)				
	THIS	13th	DAY OF	April 2002 (month) and (year)				
YVONNA TAPIA Notary Public - Arizona Pima County Commission # 589704 My Comm. Expires Oct 14, 2024	MY COMM	IISSION EXPIRES	DC+14,20 (date)	224				
Seat Executed and Seat of Execution of Seat of			(signature of notary publ	IG ic)				

Avra Water Cooperative, Inc.
Annual Report
Full Gross-up Method for Income Tax Statement of Certification
8/31/2021

]	Full Gross-up I	Method for I	ncome Tax Statemen	t of Certification		
Verification:							
	State of	Ariz		I, the undersigned of	f the		
		(state r	name)				
	County of (cou	nty name):		Pima		1	
		or official) title:		Cathy Kuefler, Adm	inistrative Manager	1	
	Company name	•	Avra Water	Cooperative, Inc.]	
						_	
	FOR THE YE	EAR ENDING:	8/31/2021				
Sworn Statement:					···		
			•		ON NO. 77084, BECAUSI		
					SUTIONS, I HEREBY STA		
					TUR A NET INCREASE IN ET FOR A CARRY FORW		1
					HE AMOUNT OF THE RE		
					IS ANNUAL REPORT.	QUILLED ON	.055 01
	IADBIBE	ELOI ERO IV	THE LEAGO	JOO VERGED ET 111		<u> </u>	
					1 11141	1	
					Coll of		
					signature of own	ner/official	
					(520) 682-	7331	
					telephone		
					F		
					O BEFORE ME A NOTAF		
			IN AND FO	R THE COUNTY		<u>val</u>	
					(6	ounty name)	
C.W.S.	YVONNA TAP		THIS	1334	DAY OF	Antil	2022
	Notary Public - A Pima Count		11110			(month) a	ind (year)
	Commission # 58 Ty Comm. Expires Oc	9704					,
	Ty Commit. Expires Oc	t 14, 2024	MY COMM	IISSION EXPIRES	0x+1420	12-4	
					(date)		
				a A			
				lden	na Ucoia		
					(signature of notary pub	lic)	··

4647 N. 32nd Street, Suite 220 • Phoenix, AZ 85018 Phone (602) 224-0166 • Fax (602) 224-6062 • www.ulimanncpa.com

March 22, 2022

Ms. Cathy Kuefler Avra Water Co-op, Inc. 11821 West Picture Rocks Road Tucson, Arizona 85743

Dear Cathy:

Enclosed is Avra Water Co-op, Inc.'s Property Tax Form for the Arizona Department of Revenue due April 1, 2022. **PLEASE SIGN AND NOTARIZE TAB 7 PRIOR TO FILING THE REPORT.**

Also enclosed is the Annual Report to the Arizona Corporation Commission Utilities Division due April 15, 2022. We have completed the data on pages 2, 4 through 8, 10, and 16 through 20, and included our accountants' compilation report. **PLEASE COMPLETE THE FOLLOWING PRIOR TO FILING:**

- 1. COMPLETE PAGES 3, 9, AND 11 THROUGH 15. IF YOU NEED A COPY OF THE EXCEL FILE TO COMPLETE THESE PAGES PLEASE LET US KNOW.
- 2. ATTACH COPIES OF PROPERTY TAX BILLS STAMPED PAID IN FULL OR COPIES OF CANCELLED CHECKS FOR PROPERTY TAX PAYMENTS DURING THE CALENDAR YEAR 2021.
- 3. SIGN AND NOTARIZE PAGES 17 THROUGH 20.

Please call Katherine Flores or me if you have any questions.

Truly yours,

Heather Gordon

Heathe Hordon

Certified Public Accountant