

ANNUAL REPORT

Of

Company Name:
RR2, Box 77

Mailing Address: Cibola AZ
85328

**RECEIVED
BY EMAIL
6/16/2022, 8:01 AM
ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION**

Docket No.: W-04106A
For the Year Ended:

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:
Application Date:

ARIZONA CORPORATION COMMISSION
WATER UTILITY ANNUAL REPORT
Cibola Mutual Water Company
A Class Utility

For the Calendar Year Ended: 12/31/21

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:

Important changes during the year
--

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.

Yes	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.
	Rate case that we are working on and look to have finished in about 90 days.

Utility Plant in Service (Water)							
Account No.	Description	Beginning Year Original Cost	Current Year Additions	Current Year Retirements	Adjusted Original Cost	Accumulated Depreciation	OCLD (OC less AD)
301	Organization	\$223,134	\$0	\$0	\$223,134	\$0	\$223,134
302	Franchises	0	0	0	0	0	0
303	Land and Land Rights	9,045	0	0	9,045	0	9,045
304	Structures and Improvements	574,967	0	0	574,967	0	574,967
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	248,000	0	0	248,000	0	248,000
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	171,000	0	0	171,000	0	171,000
320	Water Treatment Equipment	0	0	0	0	0	0
320.1	Water Treatment Plants	639,961	0	0	639,961	0	639,961
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	35,000	0	0	35,000	0	35,000
330.2	Pressure Tanks	458,000	0	0	458,000	0	458,000
331	Transmission and Distribution Mains	2,004,414	0	0	2,004,414	0	2,004,414
333	Services	81,515	0	0	81,515	0	81,515
334	Meters and Meter Installations	142,633	0	0	142,633	0	142,633
335	Hydrants	260,300	0	0	260,300	0	260,300
336	Backflow Prevention Devices	0	0	0	0	0	0
339	Other Plant and Misc. Equipment	83,433	0	0	83,433	0	83,433
340	Office Furniture and Equipment	10,131	0	0	10,131	0	10,131
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	5,449	0	0	5,449	0	5,449
344	Laboratory Equipment	390,000	0	0	390,000	0	390,000
345	Power Operated Equipment	0	0	0	0	0	0
346	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
	Totals	\$5,336,982	\$0	\$0	\$5,336,982	\$0	\$5,336,982

Cibola Mutual Water Company
 Annual Report
 Depreciation Expense for the Current Year (Water)
 12/31/21

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	Depreciable Plant	Depreciation Percentages	Depreciation Expense
301	Organization	\$223,134	\$0	\$0	\$223,134		\$223,134		\$0
302	Franchises	0	0	0	0		0		0
303	Land and Land Rights	9,045	0	0	9,045		9,045		0
304	Structures and Improvements	574,967	0	0	574,967		574,967		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	248,000	0	0	248,000		248,000		0
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	171,000	0	0	171,000		171,000		0
320	Water Treatment Equipment	0	0	0	0		0		0
320.1	Water Treatment Plants	639,961	0	0	639,961		639,961		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	35,000	0	0	35,000		35,000		0
330.2	Pressure Tanks	458,000	0	0	458,000		458,000		0
331	Transmission and Distribution Mains	2,004,414	0	0	2,004,414		2,004,414		0
333	Services	81,515	0	0	81,515		81,515		0
334	Meters and Meter Installations	142,633	0	0	142,633		142,633		0
335	Hydrants	260,300	0	0	260,300		260,300		0
336	Backflow Prevention Devices	0	0	0	0		0		0
339	Other Plant and Misc. Equipment	83,433	0	0	83,433		83,433		0
340	Office Furniture and Equipment	10,131	0	0	10,131		10,131		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	5,449	0	0	5,449		5,449		0
344	Laboratory Equipment	390,000	0	0	390,000		390,000		0
345	Power Operated Equipment	0	0	0	0		0		0
346	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
	Subtotal	\$5,336,982	\$0	\$0	\$5,336,982	\$0	\$5,336,982		\$0

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

\$0

Less: Amortization of CIAC

DEPRECIATION EXPENSE

Cibola Mutual Water Company
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		\$13,290	\$14,984
134	Working Funds		6,300	6,300
135	Temporary Cash Investments		0	0
141	Customer Accounts Receivable		96,625	96,625
146	Notes Receivable from Associated Companies		0	0
151	Plant Material and Supplies		0	0
162	Prepayments		0	0
174	Miscellaneous Current and Accrued Assets		0	0
	Total Current and Accrued Assets		\$116,215	\$117,909
Account No.	Fixed Assets			
101	Utility Plant in Service*		\$5,336,982	\$5,336,982
103	Property Held for Future Use		0	0
105	Construction Work in Progress		0	0
108	Accumulated Depreciation (enter as negative)*		(1,274,835)	0
121	Non-Utility Property		0	
122	Accumulated Depreciation - Non Utility		0	
	Total Fixed Assets		\$4,062,147	\$5,336,982
	Total Assets		\$4,178,362	\$5,454,891

*Note these items feed automatically from AR3 UPIS Page 4

Cibola Mutual Water Company
Annual Report
Balance Sheet Liabilities and Owners Equity

Balance Sheet Liabilities and Owners Equity				
	Liabilities		Balance at Beginning of Year (2021)	Balance at End of Year (2021)
Account No.	Current Liabilities			
231	Accounts Payable		\$28,207	\$14,694
232	Notes Payable (Current Portion)		0	0
234	Notes Payable to Associated Companies		0	0
235	Customer Deposits		126,617	126,614
236	Accrued Taxes		10,517	10,517
237	Accrued Interest		0	0
242	Miscellaneous Current and Accrued Liabilities		0	0
	Total Current Liabilities		\$165,341	\$151,825
	Long Term Debt			
224	Long Term Debt (Notes and Bonds)		\$277,934	\$261,190
	Deferred Credits			
251	Unamortized Premium on Debt		\$0	\$0
252	Advances in Aid of Construction		0	0
255	Accumulated Deferred Investment Tax Credits		0	0
271	Contributions in Aid of Construction		4,955,042	4,955,041
272	Less: Amortization of Contributions		(963,288)	(963,288)
281	Accumulated Deferred Income Tax		0	0
	Total Deferred Credits		\$3,991,754	\$3,991,753
	Total Liabilities		\$4,435,028	\$4,404,768
	Capital Accounts			
201	Common Stock Issued		\$0	\$0
211	Other Paid-In Capital		5,873	5,872
215	Retained Earnings		146,832	146,832
218	Proprietary Capital (Sole Props and Partnerships)		0	
	Total Capital		\$152,705	\$152,704
	Total Liabilities and Capital		\$4,587,734	\$4,557,472

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

Cibola Mutual Water Company
Annual Report
Water Comparative Income Statement
12/31/21

Water Comparative Income Statement			
Account No.	Calendar Year	Current Year 01/01/2021 - 12/31/2021	Last Year 01/01/2020 - 12/31/2020
	Operating Revenue		
461	Metered Water Revenue	\$134,017	\$139,131
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	18,953	1,700
	Total Revenues	\$152,971	\$140,831
	Operating Expenses		
601	Salaries and Wages	\$62,225	\$58,708
604	Employee Pensions and Benefits	0	0
610	Purchased Water	0	0
615	Purchased Power	6,084	9,022
618	Chemicals	6,375	2,045
620	Materials and Supplies	20,837	4,751
620.1	Repairs and Maintenance	3,082	18,021
620.2	Office Supplies and Expense	1,228	2,766
630	Contractual Services	1,810	0
631	Contractual Services - Engineering	984	0
632	Contractual Services - Accounting	0	3,149
633	Contractual Services - Legal	0	0
634	Contractual Services - Management Fees	0	0
635	Contractual Services - Water Testing	2,449	3,642
636	Contractual Services - Other	4,308	718
640	Rents	500	500
641	Rental of Building/Real Property	0	0
642	Rental of Equipment	0	4,000
650	Transportation Expenses	1,946	0
657	Insurance - General Liability	0	9,578
657.1	Insurance - Health and Life	0	0
665	Regulatory Commission Expense - Rate	0	0
670	Bad Debt Expense	0	94
675	Miscellaneous Expense	2,423	16,190
403	Depreciation Expense (From Schedule AR4)		50,262
408	Taxes Other Than Income	834	0
408.11	Property Taxes	4,577	6,756
409	Income Taxes	0	50
427.1	Customer Security Deposit Interest	0	0
	Total Operating Expenses	\$119,661	\$190,252
	Operating Income / (Loss)	\$33,310	(\$49,421)
	Other Income / (Expense)		
419	Interest and Dividend Income	\$0	\$0
421	Non-Utility Income	0	15,728
426	Miscellaneous Non-Utility (Expense)	0	0
427	Interest (Expense)	0	0
	Total Other Income / (Expense)	\$0	\$15,728
	Net Income / (Loss)	\$33,310	(\$33,693)

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	1.0	1.0	0.0	2.0
Engineering Staff	0.0	0.0	0.0	0.0
System Operator(s)	0.0	0.0	0.0	0.0
Meter reader	2.0	2.0	0.0	4.0
Customer Service	0.0	0.0	0.0	0.0
Accounting	0.0	0.0	0.0	0.0
Business Office	0.0	0.0	0.0	0.0
Rates Department	0.0	0.0	0.0	0.0
Administrative Staff	0.0	0.0	0.0	0.0
Other	0.0	0.0	0.0	0.0
Total	3.0	3.0	0.0	6.0

Cibola Mutual Water Company
 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	2/17/2017	2/17/2017	NONE	NONE
Source of Loan	USDA RD	USDA RD	0	0
ACC Decision No.	0	0	0	0
Reason for Loan	BLD System	BLD System	0	0
Dollar Amt. Issued	\$199,769	\$141,471	\$0	\$0
Amount Outstanding			\$0	\$0
Date of Maturity	2/17/2049	2/17/2049		
Interest Rate	2.00%	2.00%	0.00%	0.00%
Current Year Interest			\$0	\$0
Current Year Principal			\$0	\$0

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

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

Water Utility Plant Description (Continued)
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For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:	
-----------------------------	--

STRUCTURES:	
--------------------	--

OTHER:	
---------------	--

Provide a calculation used to determine the value of one water 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
- (b) If no historical flow data are available, use:

$$ERC = (\text{Total SFR gallons sold (Omit 000)} / 365 \text{ days} / 350 \text{ gallons per day})$$

ERC

Method used:

Customer and Other Information	
Name of the System:	Cibola Mutual Water Company
ADEQ Public Water System Number:	AZ0415123
ADWR PCC Number:	91-000891.0000

Month	Number of Customers				Other Non-Residential
	Single-Family	Multi-Family	Commercial	Turf/Irrigation	
January	197				
February	197				
March	197				
April	197				
May	197				
June	197				
July	197				
August	197				
September	197				
October	197				
November	197				
December	197				

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?

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.

None

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

Cibola Mutual Water Company
 Annual Report
 Utility Shutoffs / Disconnects
 12/31/21

Utility Shutoffs / Disconnects	
Name of the System:	0
ADEQ Public Water System Number:	AZ0415123
ADWR PCC Number:	

Month	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.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
Total	0	0	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.

Property Taxes

Amount of actual property taxes paid during Calendar Year 2021 was

\$4,577

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.

Verification and Sworn Statement (Taxes)

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

County of (county name): La Paz
Name (owner or official) title: General Manager
Company name: Cibola Mutual Water Company

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.

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]
signature of owner/official

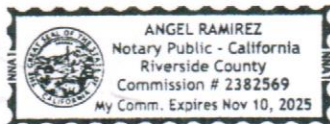
928-857-3506
telephone no.

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

THIS 15 DAY OF June 2022
(month) and (year)

MY COMMISSION EXPIRES

11/10/2025
(date)
[Signature]
(signature of notary public)



Verification and Sworn Statement

Verification:

State of Arizona I, the undersigned of the
(state name)
County of (county name): La Paz
Name (owner or official) title: General Manager
Company name: Cibola Mutual Water Company

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.

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 (\$)
\$152,971
(The amount in the box above includes
\$834 in sales taxes
billed or collected)

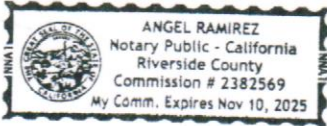
[Signature]
signature of owner/official

928-857-3506
telephone no.

SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC
IN AND FOR THE COUNTY Riverside
(county name)

THIS 15 DAY OF June 2022
(month) and (year)

MY COMMISSION EXPIRES 11/10/2025
(date)



[Signature]
(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): La Paz
Name (owner or official) title: General Manager
Company name: Cibola Mutual Water Company

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.

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 (\$)

\$152,970
(The amount in the box above includes
\$834 in sales taxes
billed or collected)

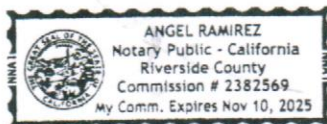
[Signature]
signature of owner/official

928-857-3506
telephone no.

SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC
IN AND FOR THE COUNTY Riverside
(county name)

THIS 15 DAY OF June 2022
(month) and (year)

MY COMMISSION EXPIRES 11/10/2025
(date)



[Signature]
(signature of notary public)

for Income Tax Statement of Certification

Verification:

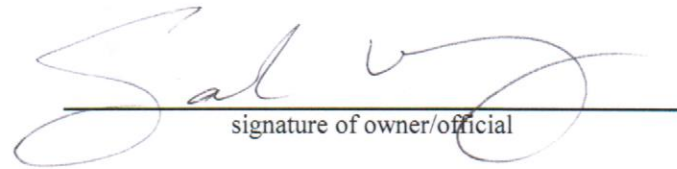
State of Arizona I, the undersigned of the
(state name)

County of (county name): La Paz
Name (owner or official) title: General Manager
Company name: Cibola Mutual Water Company

FOR THE YEAR ENDING: 12/31/21

Sworn Statement:

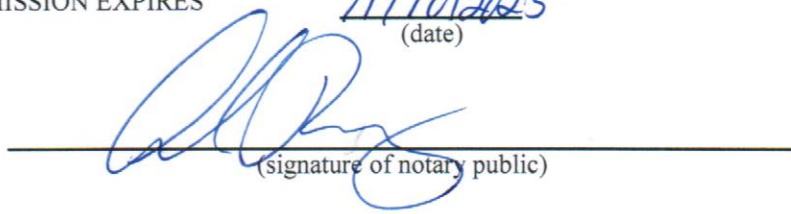
IN ACCORDANCE WITH THE REQUIREMENTS OF DECISION NO. 77084, BECAUSE THE UTILITY REQUIRES THE GROSS UP OF ADVANCES AND CONTRIBUTIONS, I HEREBY STATE THAT THE UTILITY A NET INCREASE IN CURRENT INCOME TAX EXPENSE OR A DECREASE IN DEFERRED TAX ASSET FOR A CARRY FORWARD ACCORDING TO GAAP IN AN AMOUNT EQUAL 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
928-857-3506
telephone no.

SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC
IN AND FOR THE COUNTY Riverside
(county name)

THIS 15 DAY OF June 2022
(month) and (year)

MY COMMISSION EXPIRES 11/10/2025
(date)


(signature of notary public)

