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ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT

Of

Company Name:
7804 Riverside Dr.

Mailing Address: Parker AZ
85344

Docket No.: W-02034A
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
Cienega Water Company, Inc.
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.

Ongoing high average of natural Fluoride

--

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	\$0	0	0	\$0	\$0	\$0
302	Franchises	0	0	0	0	0	0
303	Land and Land Rights	0	0	0	0	0	0
304	Structures and Improvements	0	0	0	0	0	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	32,600	0	0	32,600	22,519	10,081
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	0	0	0	0	0	0
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
320.3	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	39,204	0	0	39,204	33,668	5,536
330.2	Pressure Tanks	0	0	0	0	0	0
331	Transmission and Distribution Mains	61,812	0	0	61,812	49,700	12,112
333	Services	20,637	0	0	20,637	14,771	5,866
334	Meters and Meter Installations	17,880	0	0	17,880	17,880	0
335	Hydrants	0	0	0	0	0	0
336	Backflow Prevention Devices	0	0	0	0	0	0
339	Other Plant and Misc. Equipment	0	0	0	0	0	0
340	Office Furniture and Equipment	0	0	0	0	0	0
340.1	Computer & Software	0	0	0	0	0	0
341	Transportation Equipment	0	0	0	0	0	0
342	Stores Equipment	0	0	0	0	0	0
343	Tools, Shop and Garage Equipment	0	0	0	0	0	0
344	Laboratory Equipment	0	0	0	0	0	0
345	Power Operated Equipment	12,155	0	0	12,155	8,124	4,031
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	\$184,288	\$0	\$0	\$184,288	\$146,662	\$37,626

Cienega Water Company, Inc.
 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	\$0	\$0	\$0	\$0	\$0	\$0	0.00%	\$0
302	Franchises	0	0	0	0	\$0	0	0.00%	0
303	Land and Land Rights	0	0	0	0	\$0	0	0.00%	0
304	Structures and Improvements	0	0	0	0	\$0	0	0.00%	0
305	Collecting & Improving Reservoirs	0	0	0	0	\$0	0	0.00%	0
306	Lake, River, Canal Intakes	0	0	0	0	\$0	0		0
307	Wells and Springs	32,600	0	0	32,600	\$0	32,600	2.28%	743
308	Infiltration Galleries	0	0	0	0	\$0	0		0
309	Supply Mains	0	0	0	0	\$0	0		0
310	Power Generation Equipment	0	0	0	0	\$0	0		0
311	Pumping Equipment	0	0	0	0	\$0	0		0
320	Water Treatment Equipment	0	0	0	0	\$0	0		0
320.1	Water Treatment Plants	0	0	0	0	\$0	0		0
320.2	Solution Chemical Feeders	0	0	0	0	\$0	0		0
320.3	Point-of-Use Treatment Devices	0	0	0	0	\$0	0		0
330	Distribution Reservoirs and Standpipes	0	0	0	0	\$0	0		0
330.1	Storage Tanks	39,204	0	0	39,204	\$0	39,204	4.00%	1,568
330.2	Pressure Tanks	0	0	0	0	\$0	0		0
331	Transmission and Distribution Mains	61,812	0	0	61,812	\$0	61,812	4.00%	2,472
333	Services	20,637	0	0	20,637	\$0	20,637	4.00%	825
334	Meters and Meter Installations	17,880	0	0	17,880	\$0	17,880	4.00%	715
335	Hydrants	0	0	0	0	\$0	0		0
336	Backflow Prevention Devices	0	0	0	0	\$0	0		0
339	Other Plant and Misc. Equipment	0	0	0	0	\$0	0		0
340	Office Furniture and Equipment	0	0	0	0	\$0	0		0
340.1	Computer & Software	0	0	0	0	\$0	0		0
341	Transportation Equipment	0	0	0	0	\$0	0		0
342	Stores Equipment	0	0	0	0	\$0	0		0
343	Tools, Shop and Garage Equipment	0	0	0	0	\$0	0		0
344	Laboratory Equipment	0	0	0	0	\$0	0		0
345	Power Operated Equipment	12,155	0	0	12,155	\$0	12,155	4.00%	486
346	Communication Equipment	0	0	0	0	\$0	0		0
347	Miscellaneous Equipment	0	0	0	0	\$0	0		0
348	Other Tangible Plant	0	0	0	0	\$0	0		0
	Subtotal	\$184,288	\$0	\$0	\$184,288	\$0	\$184,288		\$6,811

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
 3.70%
\$0

Less: Amortization of CIAC **\$0**

DEPRECIATION EXPENSE \$6,811

Cienega 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		\$155,787	\$175,185
134	Working Funds		0	0
135	Temporary Cash Investments		0	0
141	Customer Accounts Receivable		0	0
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		\$155,787	\$175,185
Account No.	Fixed Assets			
101	Utility Plant in Service*		\$184,288	\$184,288
103	Property Held for Future Use		0	0
105	Construction Work in Progress		0	0
108	Accumulated Depreciation (enter as negative)*		0	(146,662)
121	Non-Utility Property		0	0
122	Accumulated Depreciation - Non Utility		0	0
	Total Fixed Assets		\$184,288	\$37,626
	Total Assets		\$340,075	\$212,811

*Note these items feed automatically from AR3 UPIS Page 4

Cienega Water Company, Inc.
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		\$3,542	\$3,656
232	Notes Payable (Current Portion)		0	0
234	Notes Payable to Associated Companies		102,849	102,849
235	Customer Deposits		0	0
236	Accrued Taxes		730	730
237	Accrued Interest		0	0
242	Miscellaneous Current and Accrued Liabilities		2,310	2,310
	Total Current Liabilities		\$109,431	\$109,545
	Long Term Debt			
224	Long Term Debt (Notes and Bonds)		\$68,131	\$68,131
	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		0	0
272	Less: Amortization of Contributions		0	0
281	Accumulated Deferred Income Tax		0	0
	Total Deferred Credits		\$0	\$0
	Total Liabilities		\$177,562	\$177,676
	Capital Accounts			
201	Common Stock Issued		\$5,700	\$5,700
211	Other Paid-In Capital		0	0
215	Retained Earnings		12,776	12,776
218	Proprietary Capital (Sole Props and Partnerships)		0	0
	Total Capital		\$18,476	\$18,476
	Total Liabilities and Capital		\$196,038	\$196,152

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

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	\$35,892	\$35,625
460	Unmetered Water Revenue	0	575
462	Fire Protection Revenue	0	0
469	Guaranteed Revenues (Surcharges)	0	0
471	Miscellaneous Service Revenues	0	550
474	Other Water Revenue	0	0
	Total Revenues	\$35,892	\$36,750
	Operating Expenses		
601	Salaries and Wages	\$0	\$0
604	Employee Pensions and Benefits	0	0
610	Purchased Water	0	0
615	Purchased Power	2,078	1,529
618	Chemicals	0	1,130
620	Materials and Supplies	0	0
620.1	Repairs and Maintenance	1,864	0
620.2	Office Supplies and Expense	652	71
630	Contractual Services	394	381
631	Contractual Services - Engineering	0	0
632	Contractual Services - Accounting	995	995
633	Contractual Services - Legal	0	0
634	Contractual Services - Management Fees	0	0
635	Contractual Services - Water Testing	1,425	1,090
636	Contractual Services - Other	0	0
640	Rents	0	0
641	Rental of Building/Real Property	0	0
642	Rental of Equipment	0	0
650	Transportation Expenses	0	0
657	Insurance - General Liability	0	0
657.1	Insurance - Health and Life	0	0
665	Regulatory Commission Expense - Rate	0	0
670	Bad Debt Expense	0	0
675	Miscellaneous Expense	0	0
403	Depreciation Expense (From Schedule AR4)	6,811	3,681
408	Taxes Other Than Income	1,704	3,600
408.11	Property Taxes	1,018	1,043
409	Income Taxes	6,112	9,675
427.1	Customer Security Deposit Interest	0	0
	Total Operating Expenses	\$23,053	\$23,195
	Operating Income / (Loss)	\$12,840	\$13,555
	Other Income / (Expense)		
419	Interest and Dividend Income	\$0	\$0
421	Non-Utility Income	0	0
426	Miscellaneous Non-Utility (Expense)	0	0
427	Interest (Expense)	0	0
	Total Other Income / (Expense)	\$0	\$0
	Net Income / (Loss)	\$12,840	\$13,555

Full time equivalent employees

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

Supplemental Financial Data (Long-Term Debt)				
	Loan #1	Loan #2	Loan #3	Loan #4
Date Issued	7/1/2002			
Source of Loan	Private			
ACC Decision No.	63751			
Reason for Loan	RECONST & REPLACE			
Dollar Amt. Issued	\$146,553			
Amount Outstanding	\$102,504			
Date of Maturity	6/3/2024			
Interest Rate	7.00%			
Current Year Interest	\$0			
Current Year Principal	\$0			

Meter Deposit Balance at Test Year End:

Meter Deposits Refunded During the Test Year:

List all bonds, notes, loans, and other types of indebtedness in which the proceeds were used in the provision of public utility service. Indebtedness incurred for personal uses by the owner of the utility should not be listed. Input 0 or none if there is nothing to report for that cell.

Well and Water Usage											
Name of the System:		CIENEGA WATER COMPANY, INC.									
ADEQ Public Water System Number:			AZ0415002								
ADWR PCC Number:			91-000740.0000								
Well registry 55# (55-XXXXXX):	Pump Horsepower	Pump Yield (gpm)	Casing Depth (feet)	Casing Diameter (inches)	Pump Motor Type **	Year Drilled	Water level 2011	Water level 2021	Meter Size (inches)	How measured:	Active
617676	1	6	96	6	SUBMERSIBLE	1959	0	0	2	N/A	Yes
616677	1	6	97	10	SUBMERSIBLE	1960	0	0	2	N/A	Yes

Name of system water delivered to: _____
 ADWR PCC Number: _____
 Source of water delivered to another system: _____

Name of system water received from: _____
 ADWR PCC Number: _____
 Source of water received: _____
 Well registry 55# (55-XXXXXX): _____

Month	Water withdrawn (gallons)1	Water sold (gallons)2	Water delivered (sold) to other systems (gallons)3	Water received (purchased) from other systems (gallons)4	Estimated authorized use (gallons)5	Purchased Power Expense6	Purchased Power (kWh)7
January	171,000.00	156,200.00					
February	126,000.00	124,000.00					
March	134,982.00	133,200.00					
April	117,900.00	107,900.00					
May	203,118.00	201,600.00					
June	193,400.00	180,800.00					
July	198,500.00	188,900.00					
August	202,670.00	188,900.00					
September	177,500.00	167,000.00					
October	187,800.00	177,900.00					
November	232,000.00	203,000.00					
December	157,400.00	148,500.00					
Totals	2,102,270.00	1,977,900.00	0.00	0.00	0.00	\$0	0

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

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, fire fighting, etc. Non-authorized use (real losses) are service line breaks and leaks, water main breaks, meter inaccuracies and theft.
 6 Enter the total purchased power costs for the power meters associated with this system.
 7 Enter the total purchased kWh used by the power meters associated with this system.

Water Utility Plant Description

Name of the System:		CIENEGA WATER COMPANY, INC.
ADEQ Public Water System Number:	AZ0415002	
ADWR PCC Number:	91-000740.0000	

MAINS		
Sizes (inches)	Material	Length (feet)
2.00	PVC	1,370
3.00	PVC	3,190
4.00	PVC	1,120

CUSTOMER METERS			
Size (inches)	Quantity	Percent over 1,000,000 gallons	Percent over 10 years old
5/8 X 3/4	60		

SERVICE LINES		
Material	Percent of system	Year installed
PVC	100%	2004

BOOSTER PUMPS		
Horsepower	GPM	Quantity

FIRE HYDRANTS	
Type	Quantity
Standard *	
Other	

STORAGE TANKS			
Capacity (gallons)	Material	Quantity	Year installed
5,000	Metal	4	2004

PRESSURE/BLADDER TANKS			
Capacity (gallons)	Material	Quantity	Year installed

* 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.

Water Utility Plant Description (Continued)

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

TREATMENT EQUIPMENT:	Stenner Chemical Feed Pump for Chlorination
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STRUCTURES:	EACH WELL HAS A 6FT METAL SHED AROUND PANEL AND WROUGHT IRON FENCE ENCLOSURE
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OTHER:	DIGITAL TELEMTRY, SOLAR PANELS
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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:	CIENEGA WATER COMPANY, INC.
ADEQ Public Water System Number:	AZ0415002
ADWR PCC Number:	91-000740.0000

Month	Number of Customers				Other Non-Residential
	Single-Family	Multi-Family	Commercial	Turf/Irrigation	
January	54				
February	54				
March	54				
April	54				
May	54				
June	54				
July	54				
August	54				
September	54				
October	54				
November	54				
December	54				

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 (GCPCPD) 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.

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

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

Utility Shutoffs / Disconnects		
Name of the System:	CIENEGA WATER COMPANY, INC.	
ADEQ Public Water System Number:		AZ0415002
ADWR PCC Number:		91-000740.0000

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

Other (description):

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.

Property Taxes	
Amount of actual property taxes paid during Calendar Year 2021 was	\$1,018

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: Brandon Kilgore
Company name: Cienega 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.

Sworn Statement:

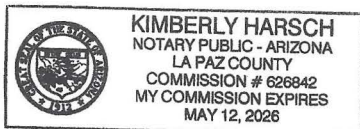
Brandon Kilgore
signature of owner/official

telephone no.

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

THIS 4th DAY OF LAPAZ
August 2021
(month) and (year)

MY COMMISSION EXPIRES May 12, 2026
(date)



Kimberly Harsch
(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: Brandon Kilgore
Company name: Cienega 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.

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 (\$)

\$35,893

(The amount in the box above includes

\$2,356 in sales taxes

billed or collected)

Brandon Kilgore
signature of owner/official

0
telephone no.

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

THIS

4th

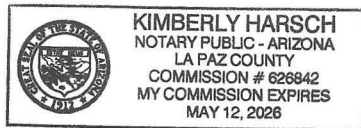
DAY OF

LA PAZ
(county name)

August 2022
(month) and (year)

MY COMMISSION EXPIRES

May 12, 2026
(date)



Kimberly Harsch
(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: Brandon Kilgore
Company name: Cienega 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.

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 (\$)

\$35,893
(The amount in the box above includes
\$2,356 in sales taxes
billed or collected)

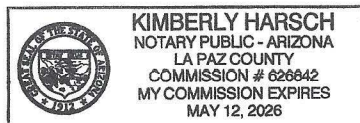
Brandon Kilgore
signature of owner/official

0
telephone no.

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

THIS 4th DAY OF August 2022
(month) and (year)

MY COMMISSION EXPIRES May 12, 2026
(date)



Kimberly Harsch
(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): La Paz
Name (owner or official) title: Brandon Kilgore
Company name: Cienega 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.

Brandon Kilgore
signature of owner/official

0
telephone no.

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

THIS 4th DAY OF August 2022
(month) and (year)

MY COMMISSION EXPIRES May 12, 2026
(date)

Kimberly Harsch
(signature of notary public)

