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UTILITIES DIVISION

2019 MAY 16 A 9:51

ARIZONA CORPORATION
COMMISSION

ANNUAL REPORT

Of

Company Name: Eden Water Company, Inc.

Mailing Address: 9488 Hot Springs Rd.
Eden, AZ 85535

Docket No.: W-02068A
For the Year Ended: 12/31/18

RECEIVED
MAY 16 2019
ARIZONA CORP COMMISSION
UTILITIES DIVISION - DIRECTOR'S OFFICE

WATER UTILITY

To

Arizona Corporation Commission

Due on April 15th

Email: rdefuente@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: 4/19/2019

5-16-19

ARIZONA CORPORATION COMMISSION
WATER UTILITY ANNUAL REPORT
0

A Class Utility

1. For the Calendar Year Ended: 12/31/18

2. Address: 9488 Hot Springs Road
City: Eden State: AZ Zip Code: 85535

3. Telephone Number: (928) 485-9250

4. Date of Original Organization of Utility: 1967

5. Person to whom correspondence should be addressed concerning this report:

Name: Jay D. Colvin
Telephone No.: (928) 485-9250
Address: 9528 Hot Springs Road
City: Eden State: AZ Zip Code: 85535
Email: edenwaterco@gmail.com

6. On-Site Manager:

Name: Sebrina Davis
Telephone No.: (928) 792-7138
Address: 9488 Hot Springs Road
City: Eden State: AZ Zip Code: 85535
Email: edenwaterco@gmail.com

7. Ownership: Jay D. Colvin

8. Counties Served: Graham

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
302	Franchises				0		0
303	Land and Land Rights	354			354 0	-	354 0
304	Structures and Improvements	32,584			32,584 0	29,601	2,983 0
305	Collecting & Improving Reservoirs				0		0
306	Lake, River, Canal Intakes				0		0
307	Wells and Springs				0		0
308	Infiltration Galleries				0		0
309	Supply Mains				0		0
310	Power Generation Equipment				0		0
311	Pumping Equipment				0		0
320	Water Treatment Equipment				0		0
320.1	Water Treatment Plants				0		0
320.2	Solution Chemical Feeders				0		0
320.3	Point-of-Use Treatment Devices				0		0
330	Distribution Reservoirs and Standpipes				0		0
330.1	Storage Tanks	103,954		-	103,954 0	17,090	86,864 0
330.2	Pressure Tanks				0		0
331	Transmission and Distribution Mains	385,297			385,297 0	172,448	212,849 0
333	Services	8,486	595	-	11,551 0	8,762	2,789 0
334	Meters and Meter Installations	10,969	3750	-	11,224 0	9,934	1,290 0
335	Hydrants	8,890		-	8,890 0	1,327	7,563 0
336	Backflow Prevention Devices				0		0
339	Other Plant and Misc. Equipment				0		0
340	Office Furniture and Equipment	122	349.19	-	471 0	52	419 0
340.1	Computer & Software				0		0
341	Transportation Equipment				0		0
342	Stores Equipment				0		0
343	Tools, Shop and Garage Equipment	862		-	862 0	862	- 0
344	Laboratory Equipment				0		0
345	Power Operated Equipment				0		0
346	Communication Equipment				0		0
347	Miscellaneous Equipment				0		0
348	Other Tangible Plant				0		0
	Totals	554,200	982 \$0	\$0	555,154	240,075 \$0	315,112 \$0

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.

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 Annual Report
 Depreciation Expense for the Current Year (Water)
 12/31/18

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	Depreciation Percentages	Depreciation Expense
301	Organization	\$0	\$0	\$0	\$0			\$0
302	Franchises	0	0	0	0			0
303	Land and Land Rights	354 0	— 0	354 0	— 0	354	N/A	— 0
304	Structures and Improvements	32,584 0	— 0	32,584 0	27,601 0	2,983	3.33%	99.330
305	Collecting & Improving Reservoirs	0	0	0	0			0
306	Lake, River, Canal Intakes	0	0	0	0			0
307	Wells and Springs	0	0	0	0			0
308	Infiltration Galleries	0	0	0	0			0
309	Supply Mains	0	0	0	0			0
310	Power Generation Equipment	0	0	0	0			0
311	Pumping Equipment	0	0	0	0			0
320	Water Treatment Equipment	0	0	0	0			0
320.1	Water Treatment Plants	0	0	0	0			0
320.2	Solution Chemical Feeders	0	0	0	0			0
320.3	Point-of-Use Treatment Devices	0	0	0	0			0
330	Distribution Reservoirs and Standpipes	0	0	0	0			0
330.1	Storage Tanks	103,954 0	— 0	103,954 0	17,090 0	86,864	2.22%	19.28.39
330.2	Pressure Tanks	0	0	0	0			0
331	Transmission and Distribution Mains	325,297 0	— 0	325,297 0	172,448 0	212,849	2.00%	4,256.98
333	Services	10,954 0	595 0	11,551 0	2,762 0	2,789	3.33%	92.890
334	Meters and Meter Installations	11,187 0	37.50 0	11,224 0	9,934 0	1,290	3.33%	107.440
335	Hydrants	8,890 0	— 0	8,890 0	1,327 0	7,563	2.00%	151.220
336	Backflow Prevention Devices	0	0	0	0			0
339	Other Plant and Misc. Equipment	0	0	0	0			0
340	Office Furniture and Equipment	122 0	349.19 0	471 0	52 0	419	4.67%	27.980
340.1	Computer & Software	0	0	0	0			0
341	Transportation Equipment	0	0	0	0			0
342	Stores Equipment	0	0	0	0			0
343	Tools, Shop and Garage Equipment	862 0	— 0	862 0	862 0	—	—	— 0
344	Laboratory Equipment	0	0	0	0			0
345	Power Operated Equipment	0	0	0	0			0
346	Communication Equipment	0	0	0	0			0
347	Miscellaneous Equipment	0	0	0	0			0
348	Other Tangible Plant	0	0	0	0			0
	Subtotal	557,208.00	982.00	555,187.00	270,075.00	315,112.00		6,649.00

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

3,713
2,951.50
 \$0

Less: Amortization of CIAC 3,713

DEPRECIATION EXPENSE 2,951

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.

Balance Sheet Assets			
Account No.	Assets	Balance at Beginning of Year (2018)	Balance at End of Year (2018)
Current and Accrued Assets			
131	Cash	9,749.78	19,704.32
134	Working Funds	—	
135	Temporary Cash Investments	—	
141	Customer Accounts Receivable	4,458.38	4,691.84
146	Notes Receivable from Associated Companies	—	
151	Plant Material and Supplies	6,537.74	12,059.11
162	Prepayments	—	
174	Miscellaneous Current and Accrued Assets	—	
	Total Current and Accrued Assets	20,745.92 \$0	36,405.27 \$0
Fixed Assets			
101	Utility Plant in Service*	189,702.28 \$0	559,833.15 \$0
103	Property Held for Future Use	—	
105	Construction Work in Progress	-205.06	205.06
108	Accumulated Depreciation (enter as negative)*	—	(214,712.91)
121	Non-Utility Property	—	
122	Accumulated Depreciation - Non Utility	—	
	Total Fixed Assets	189,908.04 \$0	183,983.40 \$0
	Total Assets	210,653.96 \$0	220,594.80 \$0

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.

*Note these items feed automatically from AR3 UPIS Page 3

Annual Report

Balance Sheet Liabilities and Owners Equity

Balance Sheet Liabilities and Owners Equity				
	Liabilities		Balance at Beginning of Year (2018)	Balance at End of Year (2018)
Account No.	Current Liabilities			
231	Accounts Payable		27,830.00	12,303.08
232	Notes Payable (Current Portion)		—	—
234	Notes Payable to Associated Companies		—	—
235	Customer Deposits		10,671.13	11,421.13
236	Accrued Taxes		4,394.84	4,088.15
237	Accrued Interest		—	—
242	Miscellaneous Current and Accrued Liabilities		7,972.88	—
	Total Current Liabilities		50,868.84 \$0	27,812.36 \$0
	Long Term Debt			
224	Long Term Debt (Notes and Bonds)		60,503.98	58,463.81
	Deferred Credits			
251	Unamortized Premium on Debt		—	—
252	Advances in Aid of Construction		196,001.00	196,001
255	Accumulated Deferred Investment Tax Credits		—	—
271	Contributions in Aid of Construction		61,245.59	61,278.09
272	Less: Amortization of Contributions		—	—
281	Accumulated Deferred Income Tax		—	—
	Total Deferred Credits		257,246.59 \$0	257,279 \$0
	Total Liabilities		368,619.43 \$0	344,155 \$0
	Capital Accounts			
201	Common Stock Issued		12,379.71	12,854.71
211	Other Paid-In Capital		—	—
215	Retained Earnings		(170,345.15)	(136,415.94)
218	Proprietary Capital (Sole Props and Partnerships)		—	—
	Total Capital		(157,965.44 \$0)	(123,561.23 \$0)
	Total Liabilities and Capital		210,653.99 \$0	220,594 \$0

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.

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

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Annual Report
Water Comparative Income Statement
12/31/18

Water Comparative Income Statement			
Account No.	Calendar Year	Current Year 01/01/2018 - 12/31/2018	Last Year 01/01/2017 - 12/31/2017
	Operating Revenue		
461	Metered Water Revenue	137,408.78	134,307.32
460	Unmetered Water Revenue	565.06	1,443.15
462	Fire Protection Revenue		
469	Guaranteed Revenues (Surcharges)		
471	Miscellaneous Service Revenues		
474	Other Water Revenue		
	Total Revenues	137,973.84 \$0	135,750.47 \$0
	Operating Expenses		
601	Salaries and Wages	16,247.50	16,783.75
604	Employee Pensions and Benefits		
610	Purchased Water	42,048.38	49,323.94
615	Purchased Power		
618	Chemicals		
620	Materials and Supplies		
620.1	Repairs and Maintenance	10,067.90	26,746.25
620.2	Office Supplies and Expense	8,263.21	6,533.23
630	Contractual Services		
631	Contractual Services -Engineering		
632	Contractual Services - Accounting	580	580
633	Contractual Services - Legal		
634	Contractual Services - Management Fees		
635	Contractual Services - Water Testing	2528	3,699.02
636	Contractual Services - Other		
640	Rents		
641	Rental of Building/Real Property		
642	Rental of Equipment		
650	Transportation Expenses	1200	1200
657	Insurance - General Liability	8987	9284.90
657.1	Insurance - Health and Life		
665	Regulatory Commission Expense - Rate		
670	Bad Debt Expense		
675	Miscellaneous Expense	4,111.00	867.34
403	Depreciation Expense (From Schedule AR4)	2951	6,762.00
408	Taxes Other Than Income	1472.45	3,434.96
408.11	Property Taxes	3786.26	7,871.17
409	Income Taxes		
427.1	Customer Security Deposit Interest		
	Total Operating Expenses	102,242.70 \$0	119,556.56 \$0
	Operating Income / (Loss)	35,731.14 \$0	(16,193.91) \$0
	Other Income / (Expense)		
419	Interest and Dividend Income		
421	Non-Utility Income		
426	Miscellaneous Non-Utility (Expense)		
427	Interest (Expense)	3143.83	3143.87
	Total Other Income / (Expense)	\$0	\$0
	Net Income / (Loss)	32,587.31 \$0	(13,050.04) \$0

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.

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Annual Report

Full time equivalent employees

12/31/18

Full time equivalent employees

	Direct Company	Outside service	Total
President	0		0.0
Vice-president	0		0.0
Manager	0		0.0
Engineering Staff	0		0.0
System Operator(s)	0		0.0
Meter reader	1,715		0.0
Customer Service			0.0
Accounting			0.0
Business Office	485		0.0
Rates Department			0.0
Administrative Staff			0.0
Other	91.50		0.0
Total	0.0	0.0	0.0

Instructions: Fill out the Grey Cells with the relevant information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report. A full-time employee is based on 2080 total hours per year. Please calculate partial employees using 2080 hours.

Annual Report
 Supplemental Financial Data (Long-Term Debt)
 12/31/18

Supplemental Financial Data (Long-Term Debt)				
	Loan #1	Loan #2	Loan #3	Loan #4
Date Issued	10/09/01			
Source of Loan	USDA			
ACC Decision No.	61824			
Reason for Loan	Water Tank / water main			
Dollar Amt. Issued	95,000			
Amount Outstanding				
Date of Maturity	10/09/41			
Interest Rate	4.5%			
Current Year Interest				
Current Year Principal				

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.

Water Utility Plant Description (Continued)

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

TREATMENT EQUIPMENT:	All water for our customer is purchase and treated by Graham County Utilities Co.
STRUCTURES:	one cement block building is used for storage and a pressure tank. one small metal building is for pump and pumping instrument.
OTHER:	6 foot chain link fencing around both building and storage tanks.

Instructions: Fill out the Grey Cells with the relevant information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report. Copy and paste this sheet as many times as is necessary.

Customer and Other Information	
Name of the System:	0 Eden Water Co
ADEQ Public Water System Number:	05-003
ADWR PCC Number:	

Month	Number of Customers				
	Single-Family	Multi-Family	Commercial	Turf/Irrigation	Other Non-Residential
January	121				
February	118				
March	125				
April	130				
May	130				
June	140				
July	140				
August	140				
September	140				
October	140				
November	140				
December	141				

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 GCPCPD amount:

Is the Water Utility located in an ADWR Active Management Area (AMA)?
 If yes, which AMA?

Instructions: Fill out the Grey Cells with the relevant information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report. Copy and paste this sheet as many times as is necessary.

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Annual Report
Property Taxes
12/31/18

Property Taxes

Amount of actual property taxes paid during Calendar Year 2018 was

9,691.99

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): Graham
Name (owner or official) title: Jay D. Colvin
Company name: Eden Water Company, Inc.

DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION.

FOR THE YEAR ENDING: 12/31/18

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.

Jay D. Colvin
signature of owner/official

telephone no.

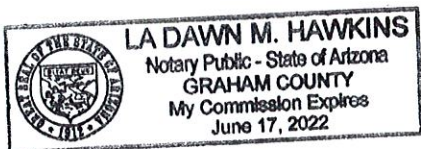
RECEIVED
UTILITIES DIVISION
2019 MAY 16 A 9:51
ARIZONA CORPORATION
COMMISSION

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

THIS 13th DAY OF Graham
May, 2019
(month) and (year)

MY COMMISSION EXPIRES June 17, 2022
(date)

La Dawn M. Hawkins
(signature of notary public)



EDEN WATER CO, INC
2015 DEPRECIATION SCHEDULE

Account Name	2018				2018		
	beg balance	adjustments	blant balance	fully dep	Dep Plant Balance	Deperation	
301 orgqanization							
302 Franchises	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -
303 land & LAND RIGHTS	\$ 354		\$ 354	\$ -	\$ 354	\$ -	\$ -
304 STRUCTURES & improbments	\$ 32,584		\$ 32,584	\$ 29,601	\$ 2,983	\$ 99.33	
307 wells & springs	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -
310 power Generating Equipment	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -
311 Pumping Equipment	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -
320.1 Water Treatment Plants	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -
320.2 Solution Chemical Feeders	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -
330.1 Storage Tanks	\$ 103,954		\$ 103,954	\$ 17,090	\$ 86,864	\$ 1,928.39	
330.2 Pressure Tanks	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -
331 Transmission and Dist Mains	\$ 385,297		\$ 385,297	\$ 172,448	\$ 212,849	\$ 4,256.98	
333 Services	\$ 10,956	595	\$ 11,551	\$ 8,762	\$ 2,789	\$ 92.89	
334 Meters and Meter Installitions	\$ 11,187	37.5	\$ 11,224	\$ 9,934	\$ 1,290	\$ 107.44	
335 Hydrants	\$ 8,890		\$ 8,890	\$ 1,327	\$ 7,563	\$ 151.27	
336 Backflow Prevention Devices	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -
339 other plant and misc eq.	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -
340 office furniture and eq.	\$ 122	349.19	\$ 471	\$ 52	\$ 419	\$ 27.98	
341 transportation eq.	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -
343 tools shop and garage eq.	\$ 862		\$ 862	\$ 862	\$ -	\$ -	\$ -
344 Laboratory dq	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -
345 power operated eq.	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -
346 communication eq.	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -
347 misc. eq.	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -
348 other tangible plant	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -
General assets	\$ 554,206	\$ 982	\$ 555,187	\$ 240,075	\$ 315,112	\$ 6,664	
				\$ 239,224			
Intangible assets							
301 orgqanization	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
302 Franchises	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
303 and & LAND RIGHTS	\$ -	\$ 354	\$ 354	\$ -	\$ 354	\$ -	\$ -
Accrued accounts	\$ 354	\$ -	\$ 354	\$ -	\$ 354	\$ -	\$ -
Intangible assets	\$ 553,852	\$ 982	\$ 554,833	\$ 240,075	\$ 314,758	\$ 6,664	
contribution non expense	\$ 200,180	\$ -	\$ 200,180	\$ 32,909	\$ 167,271	\$ 3,713	
Allowed Deperation Expense						\$ 2,951	

MONTH	# of Custmer	Water Purchased Gallons	Water Sold Gallons	Gain-(Losses) Gallons	%water lose
JANUARY	121	2,518,900	1,435,000	-1,083,900	
FEBRUARY	122	1,861,200	1,070,000	-791,200	
MARCH	125	1,530,300	1,029,000	-501,300	
APRIL	125	1,806,800	1,356,000	-450,800	
MAY	122	1,820,100	1,209,000	-611,100	
JUNE	125	2,093,300	1,305,000	-788,300	
JULY	124	2,184,200	1,643,000	-541,200	
AUGUST	122	2,195,100	785,451	-1,409,649	
SEPTEMBER	125	1,940,800	1,854,549	-86,251	
OCTOBER	124	1,570,400	1,225,000	-345,400	
NOVEMBER	122	1,749,400	676,000	-1,073,400	
DECEMBER	123	2,145,000	1,014,000	-1,131,000	
TOTAL		23,415,500	14,602,000	-8,813,500	