

ARIZONA CORPORATION COMMISSION
WATER UTILITY ANNUAL REPORT
Farmers Water Co.

A Class Utility

1. For the Calendar Year Ended: 09/30/18

2. Address:

PO Box 7			
City:	Sahuarita	State:	Arizona
		Zip Code:	85629

3. Telephone Number: 520-879-7474

4. Date of Original Organization of Utility: 2/11/1959

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

Name: John McKinney
Telephone No. : 520-879-7460
Address: 1525 E. Sahuarita Road
City: Sahuarita State: Arizona Zip Code: 85629
Email: jmckinney@greenvalleypecan.com

6. On-Site Manager:

Name: John McKinney
Telephone No. : 520-879-7460
Address: 1525 E. Sahuarita Road
City: Sahuarita State: Arizona Zip Code: 85629
Email: jmckinney@greenvalleypecan.com

7. Ownership: "S" Corporation

8. Counties Served: Pima

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	\$6,893	\$0	\$0	\$6,893	\$0	\$6,893
302	Franchises	0	0	0	0	0	0
303	Land and Land Rights	0	0	0	0	0	0
304	Structures and Improvements	173,667	0	0	173,667	50,851	122,816
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	1,250,891	150,517	0	1,401,408	632,533	768,875
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	597,473	9,107	0	606,580	568,983	37,597
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	1,060	0	0	1,060	1,060	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	1,639,861	0	0	1,639,861	448,309	1,191,552
330.2	Pressure Tanks	51,164	0	0	51,164	19,187	31,977
331	Transmission and Distribution Mains	9,822,471	0	0	9,822,471	2,725,564	7,096,907
333	Services	965,612	0	0	965,612	501,865	463,747
334	Meters and Meter Installations	789,401	41,825	3,465	827,761	489,394	338,367
335	Hydrants	338,403	0	0	338,403	123,420	214,983
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	1,803	0	0	1,803	739	1,064
340.1	Computer & Software	237,530	5,844	0	243,374	166,330	77,044
341	Transportation Equipment	75,042	15,500	0	90,542	60,092	30,450
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	0	0	0	0	0	0
346	Communication Equipment	0	0	0	0	0	0
347	Miscellaneous Equipment	0	17,550	0	17,550	878	16,672
348	Other Tangible Plant	0	0	0	0	0	0
	Totals	\$15,951,271	\$240,342	\$3,465	\$16,188,148	\$5,789,205	\$10,398,943

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.

Farmers Water Co.
Annual Report
Depreciation Expense for the Current Year (Water)
09/30/18

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	\$6,893	\$0	\$0	\$6,893	\$0	0.00%	\$0
302	Franchises	0	0	0	0	0	0.00%	0
303	Land and Land Rights	0	0	0	0	0	0.00%	0
304	Structures and Improvements	173,667	0	0	173,667	0	3.33%	5,783
305	Collecting & Improving Reservoirs	0	0	0	0	0	0.00%	0
306	Lake, River, Canal Intakes	0	0	0	0	0	0.00%	0
307	Wells and Springs	1,250,891	150,517	0	1,401,408	0	3.33%	44,161
308	Infiltration Galleries	0	0	0	0	0	0.00%	0
309	Supply Mains	0	0	0	0	0	0.00%	0
310	Power Generation Equipment	0	0	0	0	0	0.00%	0
311	Pumping Equipment	597,473	9,107	0	606,580	257,352	12.50%	43,084
320	Water Treatment Equipment	0	0	0	0	0	0.00%	0
320.1	Water Treatment Plants	0	0	0	0	0	0.00%	0
320.2	Solution Chemical Feeders	1,060	0	0	1,060	1,060	0.00%	0
320.3	Point-of-Use Treatment Devices	0	0	0	0	0	0.00%	0
330	Distribution Reservoirs and Standpipes	0	0	0	0	0	0.00%	0
330.1	Storage Tanks	1,639,861	0	0	1,639,861	0	2.22%	36,405
330.2	Pressure Tanks	51,164	0	0	51,164	0	5.00%	2,558
331	Transmission and Distribution Mains	9,822,471	0	0	9,822,471	0	2.00%	196,449
333	Services	965,612	0	0	965,612	0	3.33%	32,155
334	Meters and Meter Installations	789,401	41,825	3,465	827,761	23,583	8.20%	64,391
335	Hydrants	338,403	0	0	338,403	0	2.00%	6,768
336	Backflow Prevention Devices	0	0	0	0	0	0.00%	0
339	Other Plant and Misc. Equipment	0	0	0	0	0	0.00%	0
340	Office Furniture and Equipment	1,803	0	0	1,803	0	6.67%	120
340.1	Computer & Software	237,530	5,844	0	243,374	101,702	19.73%	27,380
341	Transportation Equipment	75,042	15,500	0	90,542	16,677	17.98%	11,887
342	Stores Equipment	0	0	0	0	0	0.00%	0
343	Tools, Shop and Garage Equipment	0	0	0	0	0	0.00%	0
344	Laboratory Equipment	0	0	0	0	0	0.00%	0
345	Power Operated Equipment	0	0	0	0	0	0.00%	0
346	Communication Equipment	0	0	0	0	0	0.00%	0
347	Miscellaneous Equipment	0	17,550	0	17,550	0	10.00%	878
348	Other Tangible Plant	0	0	0	0	0	0.00%	0
	Subtotal	\$15,951,271	\$240,342	\$3,465	\$16,188,148	\$400,374		\$472,019

Contribution(s) in Aid of Construction (Gross)	\$8,234,928
Less: Non Amortizable Contribution(s)	0
Fully Amortized Contribution(s)	0
Amortizable Contribution(s)	<u>\$8,234,928</u>
Times: Proposed Amortization Rate	2.85%
Amortization of CIAC	\$234,326
Less: Amortization of CIAC	<input type="text" value="\$234,326"/>
DEPRECIATION EXPENSE	<input type="text" value="\$237,694"/>

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.

Farmers Water Co.
 Annual Report
 Balance Sheet Assets
 09/30/18

Balance Sheet Assets				
	Assets		Balance at Beginning of Year (2018)	Balance at End of Year (2018)
Account No.	Current and Accrued Assets			
131	Cash		\$6,216	\$34,442
134	Working Funds		0	
135	Temporary Cash Investments		0	
141	Customer Accounts Receivable		85,229	86,051
146	Notes Receivable from Associated Companies		0	
151	Plant Material and Supplies		0	
162	Prepayments		(1,176)	(1,695)
174	Miscellaneous Current and Accrued Assets		0	
	Total Current and Accrued Assets		\$90,269	\$118,798
Account No.	Fixed Assets			
101	Utility Plant in Service*		\$15,951,271	\$16,188,148
103	Property Held for Future Use		0	
105	Construction Work in Progress		80,957	743,524
108	Accumulated Depreciation (enter as negative)*		(5,320,643)	(5,789,205)
121	Non-Utility Property		0	
122	Accumulated Depreciation - Non Utility		0	
	Total Fixed Assets		\$10,711,585	\$11,142,467
	Total Assets		\$10,801,854	\$11,261,265

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

Farmers Water Co.
 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		\$37,024	\$350,600
232	Notes Payable (Current Portion)		0	
234	Notes Payable to Associated Companies		0	
235	Customer Deposits		0	
236	Accrued Taxes		0	
237	Accrued Interest		1,685	1,863
242	Miscellaneous Current and Accrued Liabilities		68,957	104,555
	Total Current Liabilities		\$107,666	\$457,018
	Long Term Debt			
224	Long Term Debt (Notes and Bonds)		\$0	
	Deferred Credits			
251	Unamortized Premium on Debt		\$0	
252	Advances in Aid of Construction		2,816,052	2,293,092
255	Accumulated Deferred Investment Tax Credits		0	
271	Contributions in Aid of Construction		7,737,123	8,234,928
272	Less: Amortization of Contributions		(923,396)	(1,157,722)
281	Accumulated Deferred Income Tax		0	
	Total Deferred Credits		\$9,629,779	\$9,370,298
	Total Liabilities		\$9,737,445	\$9,827,316
	Capital Accounts			
201	Common Stock Issued		\$2,500	\$2,500
211	Other Paid-In Capital		1,825,193	2,250,193
215	Retained Earnings		(763,284)	(818,741)
218	Proprietary Capital (Sole Props and Partnerships)		0	0
	Total Capital		\$1,064,409	\$1,433,952
	Total Liabilities and Capital		\$10,801,854	\$11,261,268

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!

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	\$1,089,641	\$1,043,441
460	Unmetered Water Revenue	8,111	9,553
462	Fire Protection Revenue	0	0
469	Guaranteed Revenues (Surcharges)	0	0
471	Miscellaneous Service Revenues	21,381	18,228
474	Other Water Revenue	0	0
	Total Revenues	\$1,119,133	\$1,071,222
	Operating Expenses		
601	Salaries and Wages	\$298,137	\$282,726
604	Employee Pensions and Benefits	0	0
610	Purchased Water	0	0
615	Purchased Power	144,688	133,992
618	Chemicals	0	0
620	Materials and Supplies	45,161	27,853
620.1	Repairs and Maintenance	84,978	93,491
620.2	Office Supplies and Expense	43,472	45,522
630	Contractual Services	1,503	10,044
631	Contractual Services -Engineering	5,314	3,261
632	Contractual Services - Accounting	45,290	39,871
633	Contractual Services - Legal	225	3,208
634	Contractual Services - Management Fees	0	0
635	Contractual Services - Water Testing	6,262	10,686
636	Contractual Services - Other	16,969	9,308
640	Rents	0	0
641	Rental of Building/Real Property	0	0
642	Rental of Equipment	0	0
650	Transportation Expenses	26,421	24,521
657	Insurance - General Liability	5,216	4,487
657.1	Insurance - Health and Life	47,120	30,542
665	Regulatory Commission Expense - Rate	30,188	0
670	Bad Debt Expense	0	0
675	Miscellaneous Expense	62,673	46,352
403	Depreciation Expense (From Schedule AR4)	237,694	263,990
408	Taxes Other Than Income	23,966	23,561
408.11	Property Taxes	49,314	47,099
409	Income Taxes	0	0
427.1	Customer Security Deposit Interest	0	0
	Total Operating Expenses	\$1,174,591	\$1,100,513
	Operating Income / (Loss)	(\$55,457)	(\$29,291)
	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)	(\$55,457)	(\$29,291)

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.

Farmers Water Co.
 Annual Report
 Full time equivalent employees
 09/30/18

Full time equivalent employees

	Direct Company	Outside service	Total
President	0.0	0.0	0.0
Vice-president	1.0	0.0	1.0
Manager	1.0	0.0	1.0
Engineering Staff	0.0	0.0	0.0
System Operator(s)	3.0	0.0	3.0
Meter reader	0.0	0.0	0.0
Customer Service	0.0	0.0	0.0
Accounting	0.0	0.0	0.0
Business Office	0.0	0.0	0.0
Rates Department	0.0	0.0	0.0
Administrative Staff	1.0	0.0	1.0
Other	0.0	0.0	0.0
Total	6.0	0.0	6.0

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.

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

Meter Deposit Balance at Test Year End:	\$0
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Meter Deposits Refunded During the Test Year:	\$64,834
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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.

Well and Water Usage									
Name of the System:		FARMERS WATER CO - SAHUARITA							
ADEQ Public Water System Number:		AZ0410048							
ADWR PCC Number:		91-000420.0000							
Well registry 55# (55-XXXXXX):	Pump Horsepower	Pump Yield (gpm)	Casing Depth (feet)	Casing Diameter (inches)	Pump Motor Type **	Year Drilled	Meter Size (inches)	How measured:	Active
55-534922	30	210	1,520	8"	Submersible	1993	4	Metered	Yes
55-624001	60	800	1,200	14/ 12"	Submersible	1974	8	Metered	Yes
NA	NA	NA	NA	NA	NA	NA	NA	Metered	NO
NA	NA	NA	NA	NA	NA	NA	NA	Metered	NO
NA	NA	NA	NA	NA	NA	NA	NA	Metered	NO
NA	NA	NA	NA	NA	NA	NA	NA	Metered	NO
NA	NA	NA	NA	NA	NA	NA	NA	Metered	NO
NA	NA	NA	NA	NA	NA	NA	NA	Metered	NO
NA	NA	NA	NA	NA	NA	NA	NA	Metered	NO
NA	NA	NA	NA	NA	NA	NA	NA	Metered	NO
NA	NA	NA	NA	NA	NA	NA	NA	Metered	NO
NA	NA	NA	NA	NA	NA	NA	NA	Metered	NO
NA	NA	NA	NA	NA	NA	NA	NA	Metered	NO
NA	NA	NA	NA	NA	NA	NA	NA	Metered	NO
NA	NA	NA	NA	NA	NA	NA	NA	Metered	NO
NA	NA	NA	NA	NA	NA	NA	NA	Metered	NO
NA	NA	NA	NA	NA	NA	NA	NA	Metered	NO
NA	NA	NA	NA	NA	NA	NA	NA	Metered	NO
NA	NA	NA	NA	NA	NA	NA	NA	Metered	NO
NA	NA	NA	NA	NA	NA	NA	NA	Metered	NO
NA	NA	NA	NA	NA	NA	NA	NA	Metered	NO
NA	NA	NA	NA	NA	NA	NA	NA	Metered	NO

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 (acre ft) ¹	Water sold (acre ft) ²	Water delivered (sold) to other systems (acre ft) ³	Water received (purchased) from other systems (acre ft) ⁴	Estimated authorized use (acre ft) ⁵	Purchased Power Expense ⁶	Purchased Power (kWh) ⁷
January	10	9	0	0	0	\$1,828	12
February	13	11	0	0	0	1,591	10
March	9	9	0	0	0	1,796	12
April	14	12	0	0	0	2,029	13
May	12	11	0	0	0	2,530	15
June	16	14	0	0	0	2,392	14
July	14	13	0	0	0	2,321	14
August	14	13	0	0	0	2,386	14
September	15	14	0	0	0	2,215	14
October	12	12	0	0	0	1,810	12
November	10	9	0	0	0	1,688	11
December	10	10	0	0	0	1,403	9
Totals	149	137	0	0	0	\$23,988	149

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

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.

- 1 Water withdrawn - Total acre feet of water withdrawn from pumped sources.
- 2 Water sold - Total acre feet from customer meters, and other sales such as construction water.
- 3 Water delivered (sold) to other systems - Total acre feet of water delivered to other systems.
- 4 Water received (purchased) from other systems - Total acre feet of water purchased/received from other systems.
- 5 Estimated authorized use - Total estimated acre feet 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 (Continued)

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

TREATMENT EQUIPMENT:	One Chlorine tablet injection system
STRUCTURES:	At well site 55-624001: 120lf of 6" chain link fence At well site 55-534922: 90lf of 6" chain link fence At well site and pump station: 260lf of 6" chain link fence
OTHER:	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. Copy and paste this sheet as many times as is necessary.

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:	Three Chlorine tablets injection system
STRUCTURES:	EPDS 1: 5981f of 6' chain link fence EPDS 2: Well 1.951f of 6' chain link fence pumpstation 5421f of 6' chain link fence and block wall tiered heights varies with terrain EPDS 3: 4511f of 6' chain like fence
OTHER:	NA

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.

Water Utility Plant Description (Continued)

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

TREATMENT EQUIPMENT:	One chlorine tablet injection system
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STRUCTURES:	Well site: 143lf of 8' block wall Pumpstation: 224lf of 6' chain link fence
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OTHER:	NA
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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.

Water Utility Plant Description (Continued)

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

TREATMENT EQUIPMENT:	One Chlorine tablet injection system
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STRUCTURES:	Well site and pump station: 606lf of 8' block wall
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OTHER:	NA
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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:	FARMERS WATER CO - SAHUARITA
ADEQ Public Water System Number:	AZ0410048
ADWR PCC Number:	91-000420.0000

Month	Number of Customers				
	Single-Family	Multi-Family	Commercial	Turf/Irrigation	Other Non-Residential
January	63	1	18	4	5
February	63	1	18	4	6
March	63	1	18	4	6
April	63	1	18	4	6
May	63	1	18	4	6
June	63	1	18	4	6
July	63	1	18	4	8
August	63	1	18	4	8
September	63	1	18	4	7
October	63	1	18	4	6
November	63	1	18	4	6
December	63	1	18	4	6

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?

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:	FARMERS WATER CO - CONTINENTAL
ADEQ Public Water System Number:	AZ0410049
ADWR PCC Number:	91-000421.0000

Month	Number of Customers				
	Single-Family	Multi-Family	Commercial	Turf/Irrigation	Other Non-Residential
January	1,380	17	32	59	5
February	1,389	17	32	59	5
March	1,394	17	32	59	5
April	1,415	17	32	59	5
May	1,420	17	32	59	5
June	1,421	17	32	59	6
July	1,430	17	32	59	5
August	1,437	17	32	59	6
September	1,441	17	32	59	7
October	1,355	17	32	59	5
November	1,362	17	32	59	5
December	1,368	17	32	59	5

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?

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:	FARMERS WATER CO - SANTA RITA SPRINGS
ADEQ Public Water System Number:	AZ0410213
ADWR PCC Number:	91-000475.0000

Month	Number of Customers				
	Single-Family	Multi-Family	Commercial	Turf/Irrigation	Other Non-Residential
January	1,276	10	8	26	21
February	1,275	10	8	25	21
March	1,277	10	8	25	21
April	1,277	10	8	25	21
May	1,278	10	8	25	21
June	1,277	10	8	25	21
July	1,276	10	8	25	21
August	1,275	10	8	25	21
September	1,275	10	8	26	21
October	1,276	10	8	26	21
November	1,276	10	8	26	21
December	1,276	10	8	26	21

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.

Customer and Other Information	
Name of the System:	FARMERS WATER CO - SAHUARITA HIGHLANDS
ADEQ Public Water System Number:	AZ0410414
ADWR PCC Number:	91-000822.0000

Month	Number of Customers				
	Single-Family	Multi-Family	Commercial	Turf/Irrigation	Other Non-Residential
January	93	0	0	0	0
February	93	0	0	0	0
March	93	0	0	0	0
April	93	0	0	0	0
May	93	0	0	0	0
June	93	0	0	0	0
July	93	0	0	0	0
August	93	0	0	0	0
September	93	0	0	0	0
October	93	0	0	0	0
November	93	0	0	0	0
December	93	0	0	0	0

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?

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.

Property Taxes

Amount of actual property taxes paid during Calendar Year 2018 was

\$48,314

If no property taxes paid, explain why.

NA

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.

Farmers Water Co.
Annual Report
Verification and Sworn Statement (Taxes)
09/30/18

Verification and Sworn Statement (Taxes)

RECEIVED

MAR 25 2019

ARIZONA CORP COMMISSION
UTILITIES DIVISION - DIRECTOR'S OFFICE

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

County of (county name): Pima
Name (owner or official) title: John McKinney, Vice President
Company name: Farmers Water Co.

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

FOR THE YEAR ENDING: 09/30/18

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.

signature of owner/official

(520) 874-7461

telephone no.

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

THIS

25th

DAY OF

Pima

(county name)

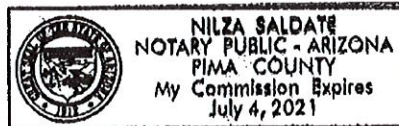
March 2019

(month) and (year)

MY COMMISSION EXPIRES

7/4/2021
(date)

(signature of notary public)



Verification and Sworn Statement

RECEIVED

Verification:

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

County of (county name): Pima

Name (owner or official) title: John McKinney, Vice President

Company name: Farmers Water Co.

MAR 25 2019

ARIZONA CORP COMMISSION
UTILITIES DIVISION - DIRECTOR'S OFFICE

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

FOR THE YEAR ENDING: 09/30/18

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: 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 (\$)

\$1,189,615

(The amount in the box above includes

\$70,482 in sales taxes

billed or collected)

signature of owner/official

(520) 874-7461

telephone no.

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

THIS

25th

DAY OF

Pima

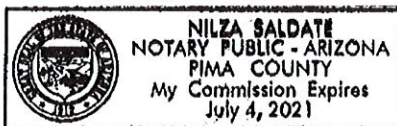
(county name)

March 2019

(month) and (year)

MY COMMISSION EXPIRES

7/4/2021
(date)



(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): Pima
Name (owner or official) title: John McKinney, Vice President
Company name: Farmers Water Co.

RECEIVED
MAR 25 2019
ARIZONA CORP COMMISSION
UTILITIES DIVISION - DIRECTOR'S OFFICE

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

FOR THE YEAR ENDING: 09/30/18

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: 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 (\$)

\$789,522

(The amount in the box above includes

\$52,829 in sales taxes
billed or collected)

signature of owner/official

(520) 874-7461

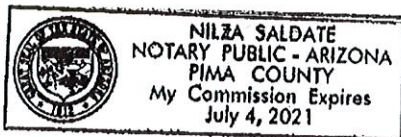
telephone no.

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

Pima
(county name)

THIS 25th DAY OF March 2019
(month) and (year)

MY COMMISSION EXPIRES 7/4/2021
(date)



(signature of notary public)