ANNUAL REPORT

Of

Company Name:

Gadsden Water Company, Inc.

PO Box 519

Mailing Address:

Somerton

85350

AZ

RECEIVED UTILITIES DIVISION

2022, Mar 29 P 2:14 ARIZONA CORPORATION COMMISSION

Docket No.:

W-02205A

For the Year Ended:

12/31/21

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: 3/23/2022

ARIZONA CORPORATION COMMISSION WATER UTILITY ANNUAL REPORT Gadsden Water Company, Inc. A Class E Utility

For the Calendar Year	Ended: <u>12/</u>	31/21		
Primary Address:	PO Box 519		<u> </u>	
	Somerton		State: Arizona	Zip Code: 85350
-				
Telephone Number:	928-344-4222			
Date of Original Organi	ization of Utility:	5/	29/1988	
Person to whom corresp		addressed con	cerning this report:	
	Jimmy A. Deere			
Telephone No.:				
	14781 S Ave B			
-	Somerton		State: Arizona	Zip Code: 85350
Email:	lgdeere@earthlink.n	<u>et</u>		
NA				
Name:				
Telephone No.:				
Address:				
City:			State: Arizona	Zip Code:
Email:				
NA				
Name:				
Telephone No.:				
Address:				
City:			State: Arizona	Zip Code:
Email:				
NA				
Name:				
Telephone No.:				
Address:				
City:			State: Arizona	Zip Code:
Email:				
NA				
Name:				
Telephone No. :			-	
Address:				
City:			State: Arizona	Zip Code:
Email:				
Ownership:	"S" Corporation	-	7	
_				
Counties Served:	Yuma			

ARIZONA CORPORATION COMMISSION WATER UTILITY ANNUAL REPORT Gadsden Water Company, Inc.

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. NA
No 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. NA
INA

Gadsden Water Company, Inc. Annual Report Utility Plant in Service (Water) 12/31/21

		Utilit	y Plant in Service	(Water)			
Account	Description	Beginning Year	Current Year	Current Year	Adjusted	Accumulated	OCLD (OC less
No.		Original Cost	Additions	Retirements	Original Cost	Depreciation	AD)
301	Organization	\$1,221	\$0	\$0	\$1,221	\$1,221	\$0
302	Franchises	0	0	0	0	0	0
303	Land and Land Rights	3,500	0	0	3,500	0	3,500
304	Structures and Improvements	1,428	0	0	1,428	1.096	332
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	12,754	0	0	12,754	12,754	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	Ö	0	0	0
311	Pumping Equipment	6,380	0	0.	6,380	5,983	397
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	3,749	0	0	3,749	3,749	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	11,746	0	0	11,746	11,480	266
330.2	Pressure Tanks	768	0	0	768	768	0
331	Transmission and Distribution Mains	9,373	0	0	9,373	9,373	
333	Services	0	0	0	0	7,575	0
334	Meters and Meter Installations	9,350	0	0	9,350	7,641	1,709
335	Hydrants	1,239	0	0	1,239	704	535
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	1,910	0	0	1,910	1,719	191
341	Transportation Equipment	18,833	0	0	18,833	12,108	6,725
342	Stores Equipment	0	0	0	0	0	0,723
343	Tools, Shop and Garage Equipment	1,556	0	0	1,556	1,518	38
344	Laboratory Equipment	0	0	0	0	0	
	Power Operated Equipment	0	0	0	0	0	
346	Communication Equipment	0	0	0	0	0	0
	Miscellaneous Equipment	5,300	0	0	5,300	2,265	3,035
348	Other Tangible Plant	0	0	0	0	2,203	3,033
	Totals	\$89,107	S0	\$0	\$89,107	\$72,379	\$16,728

Gadsden Water Company, Inc. Annual Report Depreciation Expense for the Current Year (Water) 12/31/21

		Dep	reciation Expens	e for the Curren	t 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	Depreciatio Expense
301	Organization	\$1,221	\$0	\$0	\$1,221	\$1,221	\$0	0.00%	\$
302	Franchises	0	0	0	0	0	0	0.00%	
303	Land and Land Rights	3,500	0	0	3,500	3,500	0	0.00%	
304	Structures and Improvements	1,428	0	0	1,428	971	457	3.28%	· ·
305	Collecting & Improving Reservoirs	0	0	0	0	0	0	0.00%	
306	Lake, River, Canal Intakes	0	0	0	0	0	0	0.00%	
307	Wells and Springs	12,754	0	0	12,754	12,754	0	0.00%	
308	Infiltration Galleries	0	0	0	0	0	0	0.00%	0
309	Supply Mains	0	0	0	0	Ö	0	0.00%	C
310	Power Generation Equipment	0	0	0	0	0	0	0.00%	
311	Pumping Equipment	6,380	0	0	6,380	1,609	4,771	11.30%	539
320	Water Treatment Equipment	0	0	0	0	0	0	0.00%	0
320.1	Water Treatment Plants	0	0	0	0	0	0	0.00%	0
320.2	Solution Chemical Feeders	3,749	0	0	3,749	3,749	0	0.00%	0
320,3	Point-of-Use Treatment Devices	0	0	0	0	0	0	0.00%	0
330	Distribution Reservoirs and Standpipes	0	0	0	0	0	0	0.00%	0
330.1	Storage Tanks	11,746	0	0	11,746	0	11.746	2.22%	261
330,2	Pressure Tanks	768	0	0	768	768	0	0.00%	0
331	Transmission and Distribution Mains	9,373	0	0	9,373	9,373	0	0.00%	0
333	Services	0	0	0	0	0	0	0.00%	0
334	Meters and Meter Installations	9,350	0	0	9,350	6,640	2,710	8.30%	225
335	Hydrants	1,239	0	0	1,239	0	1.239	2.02%	25
336	Backflow Prevention Devices	0	0	0	0	0	0	0.00%	0
339	Other Plant and Misc. Equipment	0	0	0	0	0	0	0.00%	0
340	Office Furniture and Equipment	0	0	0	0	0	0	0.00%	0
340.1	Computer & Software	1,910	0	Ö	1,910	1.910	0	0.00%	0
341	Transportation Equipment	18,833	0	0	18,833	0	18,833	20.00%	3,767
342	Stores Equipment	0	0	0	0	0	0	0.00%	0,707
343	Tools, Shop and Garage Equipment	1,556	0	0	1,556	370	1,186	4.97%	59
344	Laboratory Equipment	0	0	0	0	0	0	0.00%	0
345	Power Operated Equipment	0	0	0	0	0	0	0.00%	- 0
346	Communication Equipment	0	0	0	0	0	0	0.00%	0
347	Miscellaneous Equipment	5,300	0	0	5,300	0	5,300	6,66%	353
	Other Tangible Plant	0	0	0	0	0	0	0.00%	- 333
	Subtotal	\$89,107	\$0	\$0	\$89,107	\$42,865	\$46,242	0.0078	\$5,244

 Contribution(s) in Aid of Construction (Gross)
 \$0

 Less: Non Amortizable Contribution(s)
 0

 Fully Amortized Contribution(s)
 0

 Amortizable Contribution(s)
 \$0

 Times: Proposed Amortization Rate
 11.34%

 Amortization of CIAC
 \$0

Less: Amortization of CIAC	\$0
DEPRECIATION EXPENSE	\$5,244

Gadsden Water Company, Inc. Annual Report Balance Sheet Assets 12/31/21

	Balance Sheet Assets	5	
	Assets	Balance at Beginning of Year (2021)	Balance at End of Year (2021)
Account No			
131	Cash	\$64,559	\$70,091
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	600
174	Miscellaneous Current and Accrued Assets	0	0
	Total Current and Accrued Assets	\$64,559	\$70,691
Account No.	Fixed Assets		
101	Utility Plant in Service*	\$89,107	\$89,107
103	Property Held for Future Use	0	0
105	Construction Work in Progress	1,067	1,067
108	Accumulated Depreciation (enter as negative)*	(67,135)	(72,379)
121	Non-Utility Property	0	0
122	Accumulated Depreciation - Non Utility	0	0
	Total Fixed Assets	\$23,039	\$17,795
	Total Assets	\$87,598	\$88,486

*Note these items feed automatically from AR3 UPIS Page 4

Gadsden Water Company, Inc. Annual Report Balance Sheet Liabilities and Owners Equity

	Balance Sheet Liabilities and Ov	vners Equity	
	Liabilities	Balance at Beginning of Year (2021)	Balance at End of Year (2021)
Account No.	Current Liabilities		
231	Accounts Payable	\$502	\$472
232	Notes Payable (Current Portion)	0	0
234	Notes Payable to Associated Companies	0	0
235	Customer Deposits	0	0
236	Accrued Taxes	261	414
237	Accrued Interest	0	0
242	Miscellaneous Current and Accrued Liabilities	97,008	97,008
	Total Current Liabilities	\$97,771	\$97,894
	Long Term Debt		
224	Long Term Debt (Notes and Bonds)	\$0	\$0
	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 Liabilites	\$97,771	\$97,894
	Capital Accounts		
201	Common Stock Issued	\$50,000	\$50,000
	Other Paid-In Capital	(42,373)	(42,373)
	Retained Earnings	(17,800)	(17,035)
	Proprietary Capital (Sole Props and Partnerships)	0	0
	Total Capital	(\$10,173)	(\$9,408)
	Total Liabilities and Capital	\$87,598	\$88,486

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

Account No.	Calendar Year	Current Year	Last Year
recount 110.	Calcillati 1 car	01/01/2021 -	1
	Operating Revenue	01/01/2021 -	01/01/2020 - 12/31/20
461	Metered Water Revenue	\$48,445	\$44,9
460	Unmetered Water Revenue	0	Φ44,:
462	Fire Protection Revenue	0	
469	Guaranteed Revenues (Surcharges)	0	
471	Miscellaneous Service Revenues	0	
474	Other Water Revenue	0	
777	Total Revenues	\$48,445	\$44,9
	A Other Increments	910,113	Ф 111 ,>
	Operating Expenses		
601	Salaries and Wages	\$0	
	Employee Pensions and Benefits	0	
	Purchased Water	0	
	Purchased Power	5,277	A (
	Chemicals	0	4,9
	Materials and Supplies	0	·····
	Repairs and Maintenance	7,069	
	Office Supplies and Expense		2,3
	Contractual Services	2,736	2,4
		0	
	Contractual Services - Engineering	0	
	Contractual Services - Accounting	1,825	1,9
	Contractual Services - Legal	0	
	Contractual Services - Management Fees	0	
	Contractual Services - Water Testing	1,077	9
	Contractual Services - Other	14,371	14,0
	Rents	5,930	2,0
- y-	Rental of Building/Real Property	0	
	Rental of Equipment	0	
	Transportation Expenses	387	3
	Insurance - General Liability	1,164	8
	Insurance - Health and Life	0	
	Regulatory Commission Expense - Rate	23	
	Bad Debt Expense	0	
	Miscellaneous Expense	0	
	Depreciation Expense (From Schedule AR4)	5,244	5,3
	Taxes Other Than Income	0	
	Property Taxes	2,093	2,0
	ncome Taxes	0	
	Customer Security Deposit Interest	0	
	Total Operating Expenses	\$47,196	\$37,29
	Operating Income / (Loss)	\$1,249	\$7,69
	Other Income / (Expense)		
	nterest and Dividend Income	\$0	<u> </u>
	Von-Utility Income	0	3
	Miscellaneous Non-Utility (Expense)	(350)	
	nterest (Expense)	(134)	
	Total Other Income / (Expense)	(\$484)	
- 1	oral other income / (Expense)	(3404)	\$
N.	let Income / (Loss)	\$765	\$7,69

Gadsden Water Company, Inc. Annual Report Full time equivalent employees 12/31/21

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	0.0	0.0	0.0	0.0
Engineering Staff	0.0	0.0	0.0	0.0
System Operator(s)	0.0	0.0	0.0	0.0
Meter reader	0.0	0.0	0.0	0.0
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	0.0	0.0	0.0	0.0

Gadsden Water Company, Inc. 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	NA	NA	NA	NA					
Source of Loan	NA	NA	NA	NA					
ACC Decision No.	NA	NA	NA	NA					
Reason for Loan	NA	NA	NA	NA					
Dollar Amt. Issued	NA	NA	NA	NA					
Amount Outstanding	NA	NA	NA	NA					
Date of Maturity	NA	NA	NA	NA					
Interest Rate	NA	NA	NA	NA					
Current Year Interest	NA	NA	NA	NA					
Current Year Principal	NA	NA	NA	NA					

Meter Deposit Balance at Test Year End: NA		
Meter Deposits Refunded During the Test Year:	NA]

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.

Gadsden Water Company, Inc. Annual Report
Well and Water Usage 12/31/21

				Well and Wat	er Usage						
Name of the System:		GADSDEN WC									
ADEQ Public Water Sys	tem Number:		AZ0414037				,				
ADWR PCC Number:											
Well registry 55# (55-			Casing Depth	Casing Diameter	Pump Motor	Year	Water level	Water level	Meter Size	How	
XXXXXXXX):	Pump Horsepower	Pump Yield (gpm)		(inches)	Туре **	Drilled	2011	2021	1	measured:	Active
14-037	10	300	180	8	Sumbersible	1984	80'	80'		Metered	Ye
										N/A	N//
	_									N/A	N/A
										N/A	N/A
										N/A	N/A
	_									N/A	N/A
										N/A	N/A
	_									N/A	N/A
										N/A	N/A
										N/A	N/A
	-									N/A	N/A
	-									N/A	N/A
										N/A	N/A
										N/A	N/A
										N/A	N/A
										N/A	N/A

Name of system water delivered to:	NA		
ADWR PCC Number:		#N/A	
Source of water delivered to another system	NA		 •
Name of system water received from:	NA		
ADWR PCC Number:		#N/A	
	1		 ,
Source of water received	NA		

				Water received		1	
			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	(gallons)5	Expense ⁶	(kWh)7
January	1,517,300.00	1,340,780.00	0.00	0.00	176,520,00	\$302	2,065
February	1,170,850.00	997,600.00	0,00	0.00	173,250.00	295	1,999
March	1,779,390.00	1,601,190.00	0,00	0.00	178,200.00	305	2,082
April	1,754,600.00	1,578,640.00	0.00	0.00	175,960.00	403	2,765
May	2,214,010.00	2,034,800.00	0.00	0.00	179,210.00	468	2,889
June	2,393,140.00	2,215,390.00	0.00	0.00	177,750.00	638	4,027
July	3,035,100.00	2,855,790.00	0,00	0.00	179,310.00	584	3,669
August	2,408,310.00	2,227,590.00	0.00	0.00	180,720.00	579	3,622
September	2,690,785.00	2,513,085.00	0,00	0.00	177,700.00	511	3,154
October	2,997,675.00	2,669,725.00	0.00	0.00	327,950.00	437	2,684
November	2,614,306.00	1,787,556.00	0.00	0.00	826,750.00	413	2,791
December	2,185,600.00	1,703,284.00	0.00	0.00	482,316.00	342	2,250
Totals	26,761,066,00	23,525,430.00	0,00	0.00	3,235,636.00	\$5,277	33,997

f applicable, in the space below please p	rovide 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.

Gadsden Water Company, Inc. Annual Report Water Utility Plant Description 12/31/21

	Water Utility Plant Description	
Name of the System:	GADSDEN WC	
ADEQ Public Water System Number:	AZ0414037	
ADWR PCC Number:	91-000719,0000	

	MAINS				
Sizes (inches)	Material	Length (feet)			
6.00	CL 150	6849 LF			
8.00	CL 150	6403 LF			
10.00	CL 150	1173 LF			
NA	NA				
NA	NA				
NA	NA				
NA	NA				
NA	NA				
NA	NA G				
NA	NA				
NA	NA				
NA	NA				
NA	NA				
NA	NA				

SERVICE LINES				
		Year		
Material	Percent of system	installed		
PVC	100%	1990		
NA				

	CUSTON	MER METERS	
		Percent over	Percent over
Size (inches)	Quantity	1,000,000 gallons	10 years old
5/8 X 3/4	185	NA	84%
2	4	NA	100%
NA			

BOOSTER PUMPS				
Horsepower	GPM	Quantity		
5	250	1		
7.5	350	1		
10	450	2		

	STORAGE TAI	NKS			
					Year
Capacity (gallons)	Material		Quantity		installed
50,000		Steel		1	1991

FIRE HY	DRANTS
Type	Quantity
Standard *	1
Other	0

PRESSURE/BLADDER TANKS				
Capacity				
(gallons)	Material	Quantity	Year installed	
2,000	Steel	1	1991	
	-			

* 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.

Gadsden Water Company, Inc. Annual Report Water Utility Plant Description (Continued) 12/31/21

For the following	three items, list the utility owned assets in each category for each system.
TREATMENT EQUIPMENT:	Sentry 1 Cholorinator
STRUCTURES:	8'X12' Storage Shed; 8'X10' Cantra Shed
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:
- (b) ERC = (Total SFR gallons sold (Omit 000) / 365 days / 350 gallons per day)

ERC 293 Method used: (a) Gadsden Water Company, Inc. Annual Report Customer and Other Information 12/31/21

Customer and Other Information						
Name of the System: GADSDEN WC						
ADEQ Public Water System Number:		AZ0414037				
ADWR PCC Number:		91-000719.0000				

	Number of Customers								
					Other Non-				
Month	Single-Family	Multi-Family	Commercial	Turf/Irrigation	Residential				
January	177	0	17	0	0				
February	177	0	17	0	0				
March	176	0	17	0	0				
April	175	0	17	0	0				
May	178	0	17	0	0				
June	177	0	17	0	0				
July	178	0	17	0	0				
August	178	0	17	0	0				
September	178	0	17	0	0				
October	178	0	18	0	0				
November	179	0	18	0	0				
December	179	0	18	0	0				

If the system has fire hydrants, what is the fire flow requirements? 15 GPM for	2 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: NA	No
Is the Water Utility located in an ADWR Active Management Area (AMA)? If yes, which AMA?	No NA
What is the present system connection capacity (in ERCs *) using existing lines?	46
What is the future system connection capacity (in ERCs *) upon service area buildout?	98
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.

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

Utility Shutoffs / Disconnects					
Name of the System: GADSDEN WC					
ADEQ Public Water System Number: AZ0414037					
ADWR PCC Number: 91-000719.0000					

		Termination with	
Month	Termination without	Notice R14-2-	
	Notice R14-2-410.B	410.C	Other
January	0	0	0
February	0	0	0
March	0	1	0
April	0	1	0
May	0	0	0
June	0	1	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	3	0

O41(1		
Other (description):		
		İ

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.

Gadsden Water Company, Inc. Annual Report Property Taxes 12/31/21

Property Taxes	
Amount of actual property taxes paid during Calendar Year 2021 was	\$2,093
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.

Gadsden Water Company, Inc. Annual Report Verification and Sworn Statement (Taxes) 12/31/21

	Verification and Sworn Statement (Taxes)
Verification:	
	County of (county name): Name (owner or official) title: Linda Deere, Secretary Company name: Gadsden Water Company, Inc.
i	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: [HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.
_	
	HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.
	Ly Heere
	signature of owner/official
	928-344-4222
	telephone no.
	SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC IN AND FOR THE COUNTY
	THIS 25 ⁴⁹ DAY OF March 2022 (month) and (year)
	MY COMMISSION EXPIRES 12/24/2023 3/25/22 BEP
	Brenda R Poo Notary Public - Arizona Yurna County My Commission Express December 28, 2023 Commission # 577181 (signature of notary public)

Gadsden Water Company, Inc. Annual Report Verification and Sworn Statement 12/31/21

			Verification	on and Sworn Statement
Verification	n:			
	State of	Arizo	ona	I, the undersigned of the
		(state na	ame)	
	County of (co			Yuma
		or official) title:		Linda Deere, Secretary
	Company nan	ne:	Gadsden Wate	er Company, Inc.
	I=			
				OPERTY TAX AND SALES TAX REPORT TO THE ARIZONA
	CORPORAT	ION COMMISSION	N	
	FOR THE YE	EAR ENDING:	12/31/21	
	101111111111111111111111111111111111111	ant Bribling.	12/31/21	
	HAS BEEN P	REPARED UNDE	R MY DIRECT	TION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID
	UTILITY; TH	AT I HAVE CARE	EFULLY EXAN	MINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE
				S AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS
				Y MATTER AND THING SET FORTH, TO THE BEST OF MY
	KNOWLEDG	E, INFORMATION	N AND BELIE	F
Sworn Statement	IN ACCORDA	ANCÉ WITH THE	REOUIREMEN	NTS OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED
	STATUTES, I	T IS HEREIN REP	ORTED THAT	THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM
	ARIZONA IN	TRASTATE UTILI	ITY OPERATION	ONS DURING THE CALENDAR YEAR WAS:
2			-	Arizona Intrastate Gross Operating Revenues Only (\$)
			Ĺ	\$51,295
			_(The amount in the box above includes
			Ĺ	\$2,850 in sales taxes
			E	oilled or collected)
				φ_{iN}
				Missere
				signature of owner/official
				signature of owner/official
				928-344-4222
				telephone no.
				AND SWORN TO BEFORE ME A NOTARY PUBLIC
		П	N AND FOR T	THE COUNTY YUM A
		7	W 440	(county name)
		1	THIS	DAY OF March 2022
				(month) and (year)
		λ.	AV COMMITTEE	ION EVDIDES 12/26/2023
		IV	MY COMMISS	(data)
			Notar	Brenda R Poo ny Public - Arizona
] €	No. of London	Yurna County
] \$	Comm	Sember 26, 2023 nission # 577181
		-		(signature of notary public)

Gadsden Water Company, Inc. Annual Report Verification and Sworn Statement (Residential Revenue) 12/31/21

	Verification and Sworn Statement (Residential Revenue)
Verification	State of Arizona I, the undersigned of the (state name)
	County of (county name): Name (owner or official) title: Company name: Yuma Linda Deere, Secretary Gadsden 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 (\$) \$51,295 (The amount in the box above includes \$2,850 in sales taxes billed or collected) signature of owner/official 928-344-4222 telephone no.
	SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC IN AND FOR THE COUNTY (county name) THIS DAY OF March 202
	MY COMMISSION EXPIRES Z Z Z Z Z Z Z Z Z

Gadsden Water Company, Inc. Annual Report Full Gross-up Method for Income Tax Statement of Certification 12/31/21

	Full Gross-up	Method for I	come Tax Statement of C	Certification	
Verification:					
	State of Ariz	zona	I, the undersigned of the		
	(state	name)	-		
	~				,
	County of (county name):		Yuma		
	Name (owner or official) title:		Linda Deere, Secretary		
	Company name:	Gausgen Wa	ter Company, Inc.	·	J
	FOR THE YEAR ENDING:	12/31/21			
Sworn Statement:	IN ACCORDANCE WITH TH	HE REQUIRE	MENTS OF DECISION N	O. 77084. BECAUSE	THE UTILITY
	REQUIRES THE GROSS UP	•			
	UTILITY HAS NOT INCURF				
	TAX EXPENSE OR A DECR				
	GAAP IN AN AMOUNT EQU				
	PAID BY DEVELOPERS IN				
				010	
				Milder	e
			¥	signature of own	er/official
				928-344-42	222
				telephone	
		CHIDCODIDE	D AND SWODN TO DEE	ODE ME A MOTARY	V DIDI IC
			D AND SWORN TO BEF THE COUNTY	, <i>I</i>	Y PUBLIC
		III VIAD LOV	THE COUNT I		unty name)
			neta	•	
		THIS	<i>x</i> > - <i>·</i> · ·	DAY OF /	(month) and (year)
		MY COMMI	SSION EXPIRES	1 <u>2/24/207</u>	23
	Notary	renda R Poo y Public - Anzona uma County	h	a R.	Ju
	Deca Commis	mmission Expires ember 26, 2023 esion # 577181	/ (sign	nature of notary public	:)



MISENHIMER, AIVAZIAN & TENNANT, P.C. CERTIFIED PUBLIC ACCOUNTANTS

D. PAGE MISENHIMER, JR.
SARA K. AIVAZIAN
ELIZABETH A. TENNANT
JEFFREY B. POLSTON

UTILITIES DIVISION

3150 S. Catalina Drive, Suite 1 P.O. Box 5693 Yuma, Arizona 85366-2483 Mrs. 928-314-1488 Fax 928-314-1499

ARIZONA CORTORATION

To Management Gadsden Water Company, Inc. Somerton, Arizona

Management is responsible for the accompanying financial statements of Gadsden Water Company, Inc. (an S Corporation), which comprise the balance sheet assets and balance sheet liabilities and owners equity as of December 31, 2021 and 2020, and the related statements of water comparative income 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 1-5 and pages 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 was not subject to our compilation engagement. We do not express an opinion, a conclusion, nor provide any assurance on such information.

We are not independent with respect to Gadsden Water Company, Inc.

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

Merchang Ceyen & Ceant. P.C.

March 23, 2022