

ANNUAL REPORT

Of

Company Name: Granite Dells Water Co.

Mailing Address: 3025 N. Highway 89
Prescott, AZ 86301

Docket No.:
For the Year Ended: 12/31/19

WATER UTILITY

To

Arizona Corporation Commission

Due on April 15th

Email: rdelafuente@azcc.gov, mail or deliver the completed Annual Report to:

Arizona Corporation Commission
Compliance Section - Utilities Division
1200 West Washington Street
Phoenix, Arizona 85007

RECEIVED
UTILITIES DIVISION
2020 MAY 22 A 10:44
ARIZONA CORPORATION
COMMISSION

Application Type: Original Filing

Application Date: 1/27/2020

ARIZONA CORPORATION COMMISSION
WATER UTILITY ANNUAL REPORT
0

A Class Utility

For the Calendar Year Ended: 12/31/19

Primary Address: 3025 N. State Route 89
City: Prescott State: AZ Zip Code: 86301

Telephone Number: (928) 445-9018

Date of Original Organization of Utility: 03/01/1980

Person to whom correspondence should be addressed concerning this report:

Name: Richard Horsley
Telephone No. : (928) 445-9018
Address: 3025 N. State Route 89
City: Prescott State: AZ Zip Code: 86301
Email: rick.horsley@startmail.com

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

For those companies not subject to the affiliated interest rules, has there been a change in ownership or direct control during the year? *No*

If yes, please provide specific details in the box below.

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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. *No*

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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	2,415			2,415	0	2,415
302	Franchises				0	0	0
303	Land and Land Rights				0	0	0
304	Structures and Improvements				0	0	0
305	Collecting & Improving Reservoirs				0	0	0
306	Lake, River, Canal Intakes				0	0	0
307	Wells and Springs	12,288			12,288	0	12,288
308	Infiltration Galleries				0	0	0
309	Supply Mains				0	0	0
310	Power Generation Equipment				0	0	0
311	Pumping Equipment	5,562			5,562	0	5,562
320	Water Treatment Equipment				0	0	0
320.1	Water Treatment Plants				0	0	0
320.2	Solution Chemical Feeders				0	0	0
320.3	Point-of-Use Treatment Devices	707			707	0	707
330	Distribution Reservoirs and Standpipes				0	0	0
330.1	Storage Tanks				0	0	0
330.2	Pressure Tanks				0	0	0
331	Transmission and Distribution Mains	20,081			20,081	0	17,872
333	Services				0	0	0
334	Meters and Meter Installations				0	0	0
335	Hydrants				0	0	0
336	Backflow Prevention Devices				0	0	0
339	Other Plant and Misc. Equipment				0	0	0
340	Office Furniture and Equipment				0	0	0
340.1	Computer & Software				0	0	0
341	Transportation Equipment				0	0	0
342	Stores Equipment				0	0	0
343	Tools, Shop and Garage Equipment				0	0	0
344	Laboratory Equipment				0	0	0
345	Power Operated Equipment				0	0	0
346	Communication Equipment				0	0	0
347	Miscellaneous Equipment				0	0	0
348	Other Tangible Plant	942			942	0	942
	Totals	41,995	\$0	\$0	41,995	\$0	39,786

Annual Report
 Depreciation Expense for the Current Year (Water)
 12/31/19

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	2,415 80	\$0	\$0	2,415 80	2,415	\$0		\$0
302	Franchises	0	0	0	0	0	0		0
303	Land and Land Rights	0	0	0	0	0	0		0
304	Structures and Improvements	0	0	0	0	0	0		0
305	Collecting & Improving Reservoirs	0	0	0	0	0	0		0
306	Lake, River, Canal Intakes	0	0	0	0	0	0		0
307	Wells and Springs	12,288 0	0	0	12,288 0	12,288	0		0
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	5,562 0	0	0	5,562 0	5,562	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	707 0	0	0	707 0	707	0		0
330	Distribution Reservoirs and Standpipes	0	0	0	0	0	0		0
330.1	Storage Tanks	0	0	0	0	0	0		0
330.2	Pressure Tanks	0	0	0	0	0	0		0
331	Transmission and Distribution Mains	20,081 0	0	0	20,081 0	17,645	2,436 0	1.13	227 0
333	Services	0	0	0	0	0	0		0
334	Meters and Meter Installations	0	0	0	0	0	0		0
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	0	0	0	0	0	0		0
346	Communication Equipment	0	0	0	0	0	0		0
347	Miscellaneous Equipment	0	0	0	0	0	0		0
348	Other Tangible Plant	942 0	0	0	942 0	942	0		0
	Subtotal	41,995 80	\$0	\$0	41,995 80	39,559 80	2,436 80		227 80

Contribution(s) in Aid of Construction (Gross)
 Less: Non Amortizable Contribution(s)
 Fully Amortized Contribution(s)
 Amortizable Contribution(s) _____ \$0
 Times: Proposed Amortization Rate
 Amortization of CIAC

Less: Amortization of CIAC
 DEPRECIATION EXPENSE

0
 Annual Report
 Balance Sheet Assets
 12/31/19

Balance Sheet Assets				
	Assets		Balance at Beginning of Year (2019)	Balance at End of Year (2019)
Account No.	Current and Accrued Assets			
131	Cash		469	2,490
134	Working Funds			
135	Temporary Cash Investments			
141	Customer Accounts Receivable			
146	Notes Receivable from Associated Companies			
151	Plant Material and Supplies			
162	Prepayments			
174	Miscellaneous Current and Accrued Assets			
	Total Current and Accrued Assets		469 \$0	2,490 \$0
Account No.	Fixed Assets			
101	Utility Plant in Service*		41,995 \$0	41,995 \$0
103	Property Held for Future Use			
105	Construction Work in Progress			
108	Accumulated Depreciation (enter as negative)*		<39,559>	<39,786> 0
121	Non-Utility Property			
122	Accumulated Depreciation - Non Utility			
	Total Fixed Assets		2,436 \$0	2,209 \$0
	Total Assets		2,905 \$0	4,699 \$0

*Note these items feed automatically from AR3 UPIS Page 4

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Annual Report
Balance Sheet Liabilities and Owners Equity

Balance Sheet Liabilities and Owners Equity				
	Liabilities		Balance at Beginning of Year (2019)	Balance at End of Year (2019)
Account No.	Current Liabilities			
231	Accounts Payable			
232	Notes Payable (Current Portion)			
234	Notes Payable to Associated Companies			
235	Customer Deposits			
236	Accrued Taxes		111	119
237	Accrued Interest			
242	Miscellaneous Current and Accrued Liabilities			
	Total Current Liabilities		111 \$0	119 \$0
	Long Term Debt			
224	Long Term Debt (Notes and Bonds)			
	Deferred Credits			
251	Unamortized Premium on Debt			
252	Advances in Aid of Construction			
255	Accumulated Deferred Investment Tax Credits			
271	Contributions in Aid of Construction			
272	Less: Amortization of Contributions			
281	Accumulated Deferred Income Tax			
	Total Deferred Credits		\$0	\$0
	Total Liabilities		111 \$0	119 \$0
	Capital Accounts			
201	Common Stock Issued		98,200	98,200
211	Other Paid-In Capital		23,000	35,000
215	Retained Earnings		<118,406>	<128,620>
218	Proprietary Capital (Sole Props and Partnerships)			
	Total Capital		2,794 \$0	4,580 \$0
	Total Liabilities and Capital		2,905 \$0	4,699 \$0

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
12/31/19

Water Comparative Income Statement			
Account No.	Calendar Year	Current Year 01/01/2019 - 12/31/2019	Last Year 01/01/2018 - 12/31/2018
	Operating Revenue	1,885	1,893
461	Metered Water Revenue		
460	Unmetered Water Revenue		
462	Fire Protection Revenue		
469	Guaranteed Revenues (Surcharges)		
471	Miscellaneous Service Revenues		
474	Other Water Revenue		
	Total Revenues	1,885 \$0	1,893 \$0
	Operating Expenses		
601	Salaries and Wages		
604	Employee Pensions and Benefits		
610	Purchased Water		
615	Purchased Power	1,075	1,144
618	Chemicals		
620	Materials and Supplies		
620.1	Repairs and Maintenance	3,619	4,421
620.2	Office Supplies and Expense		
630	Contractual Services		
631	Contractual Services - Engineering		
632	Contractual Services - Accounting	3,600	1,242
633	Contractual Services - Legal		
634	Contractual Services - Management Fees		
635	Contractual Services - Water Testing	1,674	1,528
636	Contractual Services - Other		
640	Rents		
641	Rental of Building/Real Property		
642	Rental of Equipment		
650	Transportation Expenses		
657	Insurance - General Liability	1,626	845
657.1	Insurance - Health and Life		
665	Regulatory Commission Expense - Rate		
670	Bad Debt Expense		
675	Miscellaneous Expense	145	316
403	Depreciation Expense (From Schedule AR4)	227	227
408	Taxes Other Than Income	134	132
408.11	Property Taxes		83
409	Income Taxes		
427.1	Customer Security Deposit Interest		
	Total Operating Expenses	12,100 \$0	9,938 \$0
	Operating Income / (Loss)	< 10,215 > \$0	< 8,045 > \$0
	Other Income / (Expense)		
419	Interest and Dividend Income		
421	Non-Utility Income		
426	Miscellaneous Non-Utility (Expense)		
427	Interest (Expense)		
	Total Other Income / (Expense)	\$0	\$0
	Net Income / (Loss)	< 10,215 > \$0	< 8,045 > \$0

0
Annual Report
Full time equivalent employees
12/31/19

Full time equivalent employees

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

Annual Report
 Supplemental Financial Data (Long-Term Debt)
 12/31/19

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

Well and Water Usage

Name of the System:											
ADEQ Public Water System Number											
ADWR PCC Number: 13030											
Well registry 55# (55-XXXXXX):	Pump Horsepower	Pump Yield (gpm)	Casing Depth (feet)	Casing Diameter (inches)	Pump Motor Type **	Year Drilled	Water level 2010	Water level 2019	Meter Size (inches)	How measured:	Active
55-635832	1	5	280	6	Submersible	1980	unk	unk	5/8"	Historic	Y
55-849636	314	7	340	4 1/2	Submersible	1995	unk	51 ft	5/8"	Historic	Y

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 Expense ⁶	Purchased Power (kWh) ⁷
January	124880	124390				111	508
February	70450	68140				107	547
March	60280	51470				92	424
April	55500	55180				71	260
May	60680	58360				76	259
June	82390	71310				72	229
July	138510	136470				109	449
August	87500	75676				121	569
September	60100	58194				102	401
October	74130	48940				66	211
November	57530	50450				81	236
December	79790	77240				65	286
Totals	951740	875820	0.00	0.00	0.00	1075.50	4479

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:	0
ADEQ Public Water System Number:	13030
ADWR PCC Number:	

MAINS		
Sizes (inches)	Material	Length (feet)
2		
3		
4		
5		
6		
10		
12		

CUSTOMER METERS			
Size (inches)	Quantity	Percent over 1,00,000 gallons	Percent over 10 years old
5/8 x 3/4	12	0	7.5
3/4			
1 1/2			
Comp 2			
Turb 2			
Comp 3			
Turb 3			
Comp 4			
Turb 4			
Comp 6			
Turb 6			
Comp 6			
Turb 6			

SERVICE LINES			
Material	Percent of system	Year installed	
WC	50	1980	
Galvanized steel	50	1998	

BOOSTER PUMPS		
Horsepower	GPM	Quantity
115	30	1

FIRE HYDRANTS	
Type	Quantity
Standard *	
Other	

STORAGE TANKS			
Capacity (gallons)	Material	Quantity	Year installed
5,000	water	1	2007

PRESSURE/BLADDER TANKS			
Capacity (gallons)	Material	Quantity	Year installed
85	unk	1	1997
116	unk	1	1998

* 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:	Chlorinator
----------------------	-------------

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

OTHER:	
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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 365
- (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 6,855.7
 Method used: (b)

Customer and Other Information	
Name of the System:	0
ADEQ Public Water System Number:	13030
ADWR PCC Number:	

Month	Number of Customers				Other Non-Residential
	Single-Family	Multi-Family	Commercial	Turf/Irrigation	
January	10		2		
February	10		2		
March	10		2		
April	10		2		
May	10		2		
June	10		2		
July	10		2		
August	10		2		
September	10		2		
October	10		2		
November	10		2		
December	10		2		

If the system has fire hydrants, what is the fire flow requirements? GPM for hrs.

Does the system have chlorination treatment?

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?
If yes, provide the GPCPD amount:

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

What is the present system connection capacity (in ERCs *) using existing lines?

What is the future system connection capacity (in ERCs *) upon service area buildout?

Describe any plans and estimated completion dates for any enlargements or improvements of this system.

In planning phase

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

0

Annual Report
Utility Shutoffs / Disconnects
12/31/19

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

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

0

Annual Report
Property Taxes
12/31/19

Property Taxes

Amount of actual property taxes paid during Calendar Year 2019 was

0

If no property taxes paid, explain why.

PROPERTY TAXES WERE INADVERTENTLY PAID BY
ANOTHER BUSINESS OPERATED BY THE OWNERS.

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.

RECEIVED
UTILITIES DIVISION

2020 MAY 22 A 10:45

ARIZONA CORPORATION
COMMISSION

Verification and Sworn Statement (Taxes)

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

County of (county name): YAVAPAI
Name (owner or official) title: RICHARD M. HORSLEY TREASURER
Company name: GRANITE DELLS WATER COMPANY

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

FOR THE YEAR ENDING: 12/31/19

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 + PAID IN FULL I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT + PAID IN FULL.

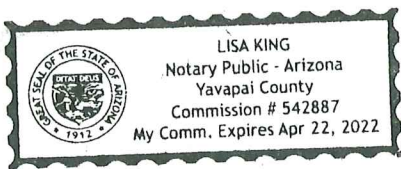
Richard M. Horsley
signature of owner/official

(928) 445-9018
telephone no.

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

THIS 20 DAY OF January 5/20
(month) and (year)

MY COMMISSION EXPIRES 4/22/22
(date)



Lisa King
(signature of notary public)

Verification and Sworn Statement

RECEIVED
UTILITIES DIVISION
2020 MAY 22 A 10:45

Verification:

State of ARIZONA I, the undersigned of the
(state name)
County of (county name): YAVAPAI
Name (owner or official) title: RICHARD M. HORSLEY TREASURER
Company name: GRANITE DELLS WATER COMPANY

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

FOR THE YEAR ENDING: 12/31/19

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 (\$)

1,885

(The amount in the box above includes

114

in sales taxes

billed or collected)

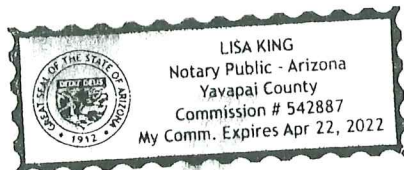
Richard M. Horsley
signature of owner/official

(928) 445-9018
telephone no.

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

THIS 20 DAY OF Yavapai
(county name) 5/2020
(month) and (year)

MY COMMISSION EXPIRES 4/22/22
(date)



Lisa King
(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):

YAVAPAI

Name (owner or official) title:

RICHARD M. HORSLEY, TREASURER

Company name:

GRANITE DELLS WATER COMPANY

RECEIVED
UTILITIES DIVISION

2020 MAY 22 A 10:45

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

FOR THE YEAR ENDING: 12/31/19

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 (\$)

1,259

(The amount in the box above includes

0

in sales taxes

billed or collected)

Richard M. Horsley
signature of owner/official

(928) 445-9018
telephone no.

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

Yavapai
(county name)

THIS

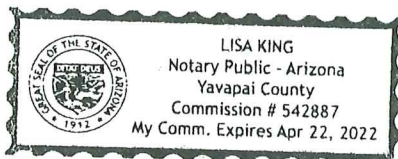
20

DAY OF

5/2020
(month) and (year)

MY COMMISSION EXPIRES

4/22/22
(date)



Lisa King
(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): YAVAPAI
Name (owner or official) title: RICHARD M. HORSLEY, TREASURER
Company name: GRANITE DELLS WATER COMPANY

FOR THE YEAR ENDING: 12/31/19

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 NOT INCURRED NOR 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.

Richard M. Horsley
signature of owner/official

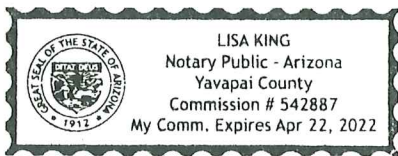
(928) 445-9018
telephone no.

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

Yavapai
(county name)

THIS 20 DAY OF 5/2020
(month) and (year)

MY COMMISSION EXPIRES 4/22/22
(date)



Lisa King
(signature of notary public)