

2026 MAY 21 P 1:05

ANNUAL REPORT

Of

Company Name:

Granite Dells Water Company

Mailing Address:

3025 N. Highway 89
Prescott, AZ
86301

Docket No.:

W- 01670A

For the Year Ended:

12/31/25

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:

5/15/2026

ARIZONA CORPORATION COMMISSION
WATER UTILITY ANNUAL REPORT
0 Granite Dells Water Company
A Class ☒ Utility

For the Calendar Year Ended: 12/31/25

Primary Address: 3025 N. Highway 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) 308-3250
Address: 3025 N. State Route 89
City: Prescott State: AZ Zip Code: 86301
Email: rickwrj2940@startmail.com

Owner

Name: Richard Horsley
Telephone No.: (928) 308-3250
Address: 3025 N. State Route 89
City: Prescott State: AZ Zip Code: 86301
Email: rickwrj2@startmail.com

N/A

Name:
Telephone No.:
Address:
City: State: Zip Code:
Email:

N/A

Name:
Telephone No.:
Address:
City: State: Zip Code:
Email:

N/A

Name:
Telephone No.:
Address:
City: State: Zip Code:
Email:

Ownership: S corporation

Counties Served: Yavapai

ARIZONA CORPORATION COMMISSION
WATER UTILITY ANNUAL REPORT
0 Granite Dells Water Company

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?

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

N/A

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.

N/A

Granite Hills Water Company

Annual Report

Utility Plant in Service (Water)

12/31/25

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	0	0	2,415	2,415	\$0
302	Franchises	0	0	0	0	0	0
303	Land and Land Rights	0	0	0	0	0	0
304	Structures and Improvements	0	0	0	0	0	0
305	Collecting & Improving Reservoirs	0	0	0	0	0	0
306	Lake, River, Canal Intakes	0	0	0	0	0	0
307	Wells and Springs	12,288	0	0	12,288	12,288	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	0	0	0	0
311	Pumping Equipment	5,562	0	0	5,562	5,562	0
320	Water Treatment Equipment	0	0	0	0	0	0
320.1	Water Treatment Plants	0	0	0	0	0	0
320.2	Solution Chemical Feeders	0	0	0	0	0	0
320.3	Point-of-Use Treatment Devices	707	0	0	707	707	0
330	Distribution Reservoirs and Standpipes	0	0	0	0	0	0
330.1	Storage Tanks	0	0	0	0	0	0
330.2	Pressure Tanks	0	0	0	0	0	0
331	Transmission and Distribution Mains	20,081	0	0	20,081	19,234	847
333	Services	0	0	0	0	0	0
334	Meters and Meter Installations	0	0	0	0	0	0
335	Hydrants	0	0	0	0	0	0
336	Backflow Prevention Devices	0	0	0	0	0	0
339	Other Plant and Misc. Equipment	0	0	0	0	0	0
340	Office Furniture and Equipment	0	0	0	0	0	0
340.1	Computer & Software	0	0	0	0	0	0
341	Transportation Equipment	0	0	0	0	0	0
342	Stores Equipment	0	0	0	0	0	0
343	Tools, Shop and Garage Equipment	0	0	0	0	0	0
344	Laboratory Equipment	0	0	0	0	0	0
345	Power Operated Equipment	0	0	0	0	0	0
346	Communication Equipment	0	0	0	0	0	0
347	Miscellaneous Equipment	0	0	0	0	0	0
348	Other Tangible Plant	942	0	0	942	942	0
	Totals	41,995	\$0	\$0	41,995	41,148	847

Granite Dells Water Company

Annual Report
Depreciation Expense for the Current Year (Water)
12/31/25

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 \$0	\$0	\$0	2,415 \$0	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	12,288 \$	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	5,562 \$	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	707 \$	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	20,081 \$	19,234	847 \$	1.13	227 \$
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	942 \$	942	0		0
	Subtotal	41,995 \$0	\$0	\$0	41,995 \$0	41,148 \$0	847 \$0		\$0

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

\$0

Less: Amortization of CIAC

DEPRECIATION EXPENSE 227

Granite Hills Water Company

Annual Report
Balance Sheet Assets
12/31/25

Balance Sheet Assets				
	Assets		Balance at Beginning of Year (2024)	Balance at End of Year (2024)
Account No.	Current and Accrued Assets			
131	Cash		7,436	4,064
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		7,436 \$0	4,064 \$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)*		<40,921>	<41,148> 0
121	Non-Utility Property			
122	Accumulated Depreciation - Non Utility			
	Total Fixed Assets		1,074 \$0	847 \$0
	Total Assets		8,510 \$0	4,911 \$0

*Note these items feed automatically from AR3 UPIS Page 4

Granite Dells Water Company

Annual Report

Balance Sheet Liabilities and Owners Equity

Balance Sheet Liabilities and Owners Equity				
	Liabilities		Balance at Beginning of Year (2024)	Balance at End of Year (2024)
Account No.	Current Liabilities			
231	Accounts Payable			
232	Notes Payable (Current Portion)			
234	Notes Payable to Associated Companies			
235	Customer Deposits			
236	Accrued Taxes		739	760
237	Accrued Interest			
242	Miscellaneous Current and Accrued Liabilities		250	258
	Total Current Liabilities		1,094 \$0	1,018 \$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		1,094 \$0	1,018 \$0
	Capital Accounts			
201	Common Stock Issued		98,200	98,200
211	Other Paid-In Capital		51,000	51,000
215	Retained Earnings		<141,784>	<145,307>
218	Proprietary Capital (Sole Props and Partnerships)			
	Total Capital		7,416 \$0	3,893 \$0
	Total Liabilities and Capital		8,510 \$0	4,911 \$0

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

Granite Dells Water Company
Annual Report
Water Comparative Income Statement
12/31/25

Water Comparative Income Statement			
Account No.	Calendar Year	Current Year 01/01/2025 - 12/31/2025	Last Year 01/01/2024 - 12/31/2024
	Operating Revenue		
461	Metered Water Revenue		12,435
460	Unmetered Water Revenue		
462	Fire Protection Revenue		
469	Guaranteed Revenues (Surcharges)		
471	Miscellaneous Service Revenues		
474	Other Water Revenue		
	Total Revenues	12,657 \$0	12,435 \$0
	Operating Expenses		
601	Salaries and Wages		
604	Employee Pensions and Benefits		
610	Purchased Water		
615	Purchased Power	1,063	1,104
618	Chemicals		
620	Materials and Supplies	74	73
620.1	Repairs and Maintenance	2,789	3,369
620.2	Office Supplies and Expense	50	
630	Contractual Services		
631	Contractual Services - Engineering		
632	Contractual Services - Accounting	1,404	1,424
633	Contractual Services - Legal		
634	Contractual Services - Management Fees		
635	Contractual Services - Water Testing	1,874	2,496
636	Contractual Services - Other		
640	Rents		
641	Rental of Building/Real Property		
642	Rental of Equipment		
650	Transportation Expenses		
657	Insurance - General Liability	1,586	1,541
657.1	Insurance - Health and Life		
665	Regulatory Commission Expense - Rate		
670	Bad Debt Expense		
675	Miscellaneous Expense	5	2
403	Depreciation Expense (From Schedule AR4)	227	227
408	Taxes Other Than Income	760	781
408.11	Property Taxes	258	196
409	Income Taxes		
427.1	Customer Security Deposit Interest		
	Total Operating Expenses	14,090 \$0	11,213 \$0
	Operating Income / (Loss)	<3,433> \$0	1,222 \$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)	<3,433> \$0	1,222 \$0

Granite Dells Water Company
 Annual Report
 Full time equivalent employees
 12/31/2.5

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

Granite Hills Water Company

Annual Report

Supplemental Financial Data (Long-Term Debt)

12/31/25

Supplemental Financial Data (Long-Term Debt)				
	Loan #1	Loan #2	Loan #3	Loan #4
Date Issued	NONE			
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: 0

Meter Deposits Refunded During the Test Year: 0

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.

Annual Report
Well and Water Usage
12/31/25

[illegible]

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	71760	69180				94.35	303
February	69490	64540				118.24	477
March	82110	69210				83.62	268
April	51250	48430				79.78	229
May	67120	65190				85.65	228
June	67490	66160				91.92	269
July	71430	68320				95.54	303
August	106160	63610				82.57	236
September	57480	53630				90.38	231
October	63880	62350				83.65	229
November	52360	49000				77.94	215
December	67430	67128				78.87	250
Totals	758020	711018	0.00	0.00	0.00	1062.85	3226

N/A

- Page 11

Annual Report
Water Utility Plant Description
12/31/25

Name of the System:	Granite Dells Water Company	
ADEQ Public Water System Number:	A2-0413030	
ADWR PCC Number:	91-000869.0000	

[illegible]

BOOSTER PUMPS		
Horsepower	GPM	Quantity
115	30	1

FIRE HYDRANTS	
Type	Quantity
Standard *	N/A
Other	N/A

[illegible]

* 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.

Granite Dells Water Company

Annual Report

Water Utility Plant Description (Continued)

12/31/25

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:	N/A
-------------	-----

OTHER:	N/A
--------	-----

Granite Deals Water Company

Annual Report

Customer and Other Information

12/31/25

Customer and Other Information

Name of the System: Granite Deals Water Company
 ADEQ Public Water System Number: AZ-D413030
 ADWR PCC Number: 91-000869.000

Number of Customers

Month	Single-Family	Multi-Family	Commercial	Turf/Irrigation	Other Non-Residential
January	10		3		
February	10		3		
March	10		3		
April	10		3		
May	10		3		
June	10		3		
July	10		3		
August	10		3		
September	10		3		
October	10		3		
November	10		3		
December	10		3		

If the system has fire hydrants, what is the fire flow requirements?

N/A GPM for N/A hrs.

Does the system have chlorination treatment?

No

Does the Company have an ADWR Gallons Per Capita Per Day (GCPCPD) requirement?

No

If yes, provide the GPCPD amount:

N/A

Is the Water Utility located in an ADWR Active Management Area (AMA)?

Yes

If yes, which AMA?

Prescott

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

Still in construction of new water building with concrete floor & new shed.
Anticipated completion date: 12/31/2026

Granite Deals Water Company
Annual Report
Utility Shutoffs / Disconnects
12/31/25

Utility Shutoffs / Disconnects	
Name of the System:	Granite Deals Water Company
ADEQ Public Water System Number:	AZ0413030
ADWR PCC Number:	91-000869.0000

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):

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.

Granite Dells Valder Company

Annual Report

Property Taxes

12/31/25

Property Taxes

Amount of actual property taxes paid during Calendar Year 2025 was

258

If no property taxes paid, explain why.

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.

Granite Dells Water Company
Annual Report
Verification and Certification (Taxes)
12/31/25

Verification and Certification (Taxes)

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

County of (county name):

Name (owner or official) title:

Company name:

Yavapai
Richard M. Horsley, Treasurer
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:

12/31/25

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.

Certification:

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) 308-3250

telephone no.