

ANNUAL REPORT

Of

Company Name: Halcyon Acres Annex No. 2 Water Company, Inc.
PO Box 85160

Mailing Address: Tucson AZ
85754

Docket No.: W-02312A
For the Year Ended: 12/31/18

RECEIVED
APR 15 2019
ARIZONA CORP COMMISSION
UTILITIES DIVISION - DIRECTOR'S OFFICE

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

Application Type: Original Filing

Application Date: 4/15/2019

4-23-19

ARIZONA CORPORATION COMMISSION
WATER UTILITY ANNUAL REPORT
Halcyon Acres Annex No. 2 Water Company, Inc.
A Class ☐ E Utility

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

2. Address:

PO Box 85160			
City: Tucson	State: Arizona	Zip Code: 85754	

3. Telephone Number:

520-623-5172

4. Date of Original Organization of Utility:

1/10/1977

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

Name:

Bonnie O'Connor

Telephone No. :

520-623-5172

Address:

PO Box 85160			
City: Tucson	State: Arizona	Zip Code: 85754	

Email:

info@southwesternutility.com

6. On-Site Manager:

Name:

Jason Long

Telephone No. :

520-431-7723

Address:

PO Box 85160			
City: Tucson	State: Arizona	Zip Code: 85754	

Email:

info@southwesternutility.com

7. Ownership:

"C" 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				\$0		\$0
302	Franchises				0		0
303	Land and Land Rights	2,420			2,420		2,420
304	Structures and Improvements	6,809			6,809	2,180	4,629
305	Collecting & Improving Reservoirs				0		0
306	Lake, River, Canal Intakes				0		0
307	Wells and Springs	40,192			40,192	36,971	3,220
308	Infiltration Galleries				0		0
309	Supply Mains				0		0
310	Power Generation Equipment				0		0
311	Pumping Equipment	34,211			34,211	15,048	19,163
320	Water Treatment Equipment				0		0
320.1	Water Treatment Plants				0		0
320.2	Solution Chemical Feeders				0		0
320.3	Point-of-Use Treatment Devices				0		0
330	Distribution Reservoirs and Standpipes	4,465			4,465	4,465	0
330.1	Storage Tanks				0		0
330.2	Pressure Tanks				0		0
331	Transmission and Distribution Mains	183,934			183,934	34,575	149,359
333	Services	50,491			50,491	6,468	44,024
334	Meters and Meter Installations	12,410	244		12,654	4,284	8,370
335	Hydrants	1,000			1,000	1,000	0
336	Backflow Prevention Devices				0		0
339	Other Plant and Misc. Equipment				0		0
340	Office Furniture and Equipment				0		0
340.1	Computer & Software				0		0
341	Transportation Equipment				0		0
342	Stores Equipment				0		0
343	Tools, Shop and Garage Equipment				0		0
344	Laboratory Equipment				0		0
345	Power Operated Equipment				0		0
346	Communication Equipment				0		0
347	Miscellaneous Equipment	1,019			1,019	1,019	(0)
348	Other Tangible Plant				0		0
	Totals	\$336,951	\$244	\$0	\$337,195	\$106,010	\$231,185

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.

Halcyon Acres Annex No. 2 Water Company, Inc.
Annual Report
Depreciation Expense for the Current Year (Water)
12/31/18

Depreciation Expense for the Current Year (Water)								
Account No.	Description	Beginning Year Original Cost	Current Year Additions	Current Year Retirements	Adjusted Original Cost	Fully Depreciated/Non- depreciable Plant	Depreciation Percentages	Depreciation Expense
301	Organization	\$0	\$0	\$0	\$0			\$0
302	Franchises	0	0	0	0			0
303	Land and Land Rights	2,420	0	0	2,420	2,420		0
304	Structures and Improvements	6,809	0	0	6,809	1,760	3.33%	168
305	Collecting & Improving Reservoirs	0	0	0	0			0
306	Lake, River, Canal Intakes	0	0	0	0			0
307	Wells and Springs	40,192	0	0	40,192	36,679	3.33%	117
308	Infiltration Galleries	0	0	0	0			0
309	Supply Mains	0	0	0	0			0
310	Power Generation Equipment	0	0	0	0			0
311	Pumping Equipment	34,211	0	0	34,211	6,337	12.50%	3,484
320	Water Treatment Equipment	0	0	0	0			0
320.1	Water Treatment Plants	0	0	0	0			0
320.2	Solution Chemical Feeders	0	0	0	0			0
320.3	Point-of-Use Treatment Devices	0	0	0	0			0
330	Distribution Reservoirs and Standpipes	4,465	0	0	4,465	4,465	0.00%	0
330.1	Storage Tanks	0	0	0	0			0
330.2	Pressure Tanks	0	0	0	0			0
331	Transmission and Distribution Mains	183,934	0	0	183,934	21,947	2.00%	3,240
333	Services	50,491	0	0	50,491	2,470	3.33%	1,599
334	Meters and Meter Installations	12,410	244	0	12,654	1,813	8.33%	893
335	Hydrants	1,000	0	0	1,000	1,000	2.00%	0
336	Backflow Prevention Devices	0	0	0	0			0
339	Other Plant and Misc. Equipment	0	0	0	0			0
340	Office Furniture and Equipment	0	0	0	0			0
340.1	Computer & Software	0	0	0	0			0
341	Transportation Equipment	0	0	0	0			0
342	Stores Equipment	0	0	0	0			0
343	Tools, Shop and Garage Equipment	0	0	0	0			0
344	Laboratory Equipment	0	0	0	0			0
345	Power Operated Equipment	0	0	0	0			0
346	Communication Equipment	0	0	0	0			0
347	Miscellaneous Equipment	1,019	0	0	1,019	1,019	10.00%	(0)
348	Other Tangible Plant	0	0	0	0			0
	Subtotal	\$336,951	\$244	\$0	\$337,195	\$79,910		\$9,501

Contribution(s) in Aid of Construction (Gross)

\$109,990

Less: Non Amortizable Contribution(s)

0

Fully Amortized Contribution(s)

0

Amortizable Contribution(s)

\$109,990

Times: Proposed Amortization Rate

2.51%

Amortization of CIAC

\$2,762

Less: Amortization of CIAC

DEPRECIATION EXPENSE

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.

Halcyon Acres Annex No. 2 Water Company, Inc.
Annual Report
Balance Sheet Assets
12/31/18

Balance Sheet Assets				
	Assets		Balance at Beginning of Year (2018)	Balance at End of Year (2018)
Account No.	Current and Accrued Assets			
131	Cash		\$73,812	\$76,032
134	Working Funds			
135	Temporary Cash Investments			
141	Customer Accounts Receivable		1,175	101
146	Notes Receivable from Associated Companies			
151	Plant Material and Supplies			
162	Prepayments			
174	Miscellaneous Current and Accrued Assets			
	Total Current and Accrued Assets		\$74,987	\$76,133
Account No.	Fixed Assets			
101	Utility Plant in Service*		\$336,951	\$337,195
103	Property Held for Future Use			
105	Construction Work in Progress			
108	Accumulated Depreciation (enter as negative)*		(96,509)	(106,010)
121	Non-Utility Property			
122	Accumulated Depreciation - Non Utility			
	Total Fixed Assets		\$240,442	\$231,185
	Total Assets		\$315,429	\$307,318

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

Halcyon Acres Annex No. 2 Water Company, Inc.
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		\$652	\$1,852
232	Notes Payable (Current Portion)			
234	Notes Payable to Associated Companies			
235	Customer Deposits			
236	Accrued Taxes		321	313
237	Accrued Interest			
242	Miscellaneous Current and Accrued Liabilities			
	Total Current Liabilities		\$973	\$2,165
	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		111,389	110,204
255	Accumulated Deferred Investment Tax Credits			
271	Contributions in Aid of Construction		109,990	109,990
272	Less: Amortization of Contributions		(12,353)	(15,115)
281	Accumulated Deferred Income Tax			
	Total Deferred Credits		\$209,026	\$205,079
	Total Liabilities		\$209,999	\$207,244
	Capital Accounts			
201	Common Stock Issued		\$5,800	\$5,800
211	Other Paid-In Capital		5,175	5,175
215	Retained Earnings		94,455	89,099
218	Proprietary Capital (Sole Props and Partnerships)			
	Total Capital		\$105,430	\$100,074
	Total Liabilities and Capital		\$315,429	\$307,318

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!

Halcyon Acres Annex No. 2 Water Company, Inc.
Annual Report
Water Comparative Income Statement
12/31/18

Water Comparative Income Statement			
Account No.	Calendar Year	Current Year 01/01/2018 - 12/31/2018	Last Year 01/01/2017 - 12/31/2017
	Operating Revenue		
461	Metered Water Revenue	\$31,102	\$29,642
460	Unmetered Water Revenue		
462	Fire Protection Revenue		
469	Guaranteed Revenues (Surcharges)		
471	Miscellaneous Service Revenues		
474	Other Water Revenue	1,030	1,958
	Total Revenues	\$32,132	\$31,600
	Operating Expenses		
601	Salaries and Wages	\$0	\$0
604	Employee Pensions and Benefits		
610	Purchased Water	1,717	1,543
615	Purchased Power	5,315	4,565
618	Chemicals	169	
620	Materials and Supplies		
620.1	Repairs and Maintenance	1,009	339
620.2	Office Supplies and Expense	1,182	836
630	Contractual Services		
631	Contractual Services - Engineering	544	4,078
632	Contractual Services - Accounting	3,281	2,903
633	Contractual Services - Legal	811	734
634	Contractual Services - Management Fees	12,000	11,700
635	Contractual Services - Water Testing	403	1,147
636	Contractual Services - Other	293	125
640	Rents		
641	Rental of Building/Real Property		
642	Rental of Equipment		
650	Transportation Expenses	776	611
657	Insurance - General Liability	1,250	1,250
657.1	Insurance - Health and Life		
665	Regulatory Commission Expense - Rate		
670	Bad Debt Expense		
675	Miscellaneous Expense	589	1,633
403	Depreciation Expense (From Schedule AR4)	6,739	8,349
408	Taxes Other Than Income		
408.11	Property Taxes	1,266	1,304
409	Income Taxes	184	506
427.1	Customer Security Deposit Interest		
	Total Operating Expenses	\$37,528	\$41,623
	Operating Income / (Loss)	(\$5,396)	(\$10,023)
	Other Income / (Expense)		
419	Interest and Dividend Income	\$16	\$54
421	Non-Utility Income	25	
426	Miscellaneous Non-Utility (Expense)		
427	Interest (Expense)		
	Total Other Income / (Expense)	\$41	\$54
	Net Income / (Loss)	(\$5,355)	(\$9,969)

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.

Halcyon Acres Annex No. 2 Water Company, Inc.
 Annual Report
 Full time equivalent employees
 12/31/18

Full time equivalent employees

	Direct Company	Outside service	Total
President	0.0		0.0
Vice-president	0.0		0.0
Manager	0.0		0.0
Engineering Staff	0.0		0.0
System Operator(s)	0.0	0.1	0.1
Meter reader	0.0	0.1	0.1
Customer Service	0.0		0.0
Accounting	0.0		0.0
Business Office	0.0	0.1	0.1
Rates Department	0.0		0.0
Administrative Staff	0.0		0.0
Other	0.0		0.0
Total	0.0	0.3	0.3

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.

Halcyon Acres Annex No. 2 Water Company, Inc.
Annual Report
Supplemental Financial Data (Long-Term Debt)
12/31/18

Supplemental Financial Data (Long-Term Debt)				
	Loan #1	Loan #2	Loan #3	Loan #4
Date Issued	No Loans			
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:	\$7,960
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Meter Deposits Refunded During the Test Year:	\$840
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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

[illegible]

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	Ground Water	
Well registry 55# (55-XXXXXX):	City of Tucson	

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, ⁷ Power (kWh) ⁷
January	2	2	0	0	0	\$356	2,000
February	2	1	0		0	356	2,000
March	2	1	0		0	222	1,520
April	2	2	0	0	0	356	2,000
May	2	2	0	0	0	447	2,560
June	3	3	0		0	536	2,880
July	3	3	0	0	0	588	3,120
August	3	2	0	0	0	668	1,600
September	2	2	0	0	0	460	2,440
October	3	3	0		0	549	2,960
November	2	2	0		0	355	2,000
December	2	2	0		0	422	2,440
Totals	28	25	0	0	0	\$5,315	27,520

<p>If applicable, in the space below please provide a description for all un-metered water use along with amounts:</p> <p>N/A</p>	
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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.

- 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

Name of the System:	HALCYON ACRES NO. 2	
ADEQ Public Water System Number:	AZ0410058	
ADWR PCC Number:	91-000424.0000	

MAINS		
Sizes (inches)	Material	Length (feet)
4.00	VARIOUS	7,050
6.00	DIP/ACP	1,143
6.00	PVC	912

CUSTOMER METERS	
Size (inches)	Quantity
5/8 X 3/4	66
0.75	1
Compound 2	1

SERVICE LINES	
Material	Percent of system

BOOSTER PUMPS		
Horsepower	GPM	Quantity
N/A		

FIRE HYDRANTS	
Type	Quantity
Standard *	0
Other	0

STORAGE TANKS		
Capacity (gallons)	Material	Quantity
N/A		

PRESSURE/BLADDER TANKS		
Capacity (gallons)	Material	Quantity
5,000	Steel	1

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.

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

TREATMENT EQUIPMENT:	N/A
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STRUCTURES:	16 x 16 foot shed
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OTHER:	Two 2-inch firefighter standpipes
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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:	HALCYON ACRES NO. 2	
ADEQ Public Water System Number:	AZ0410058	
ADWR PCC Number:	91-000424.0000	

Month	Number of Customers				
	Single-Family	Multi-Family	Commercial	Turf/Irrigation	Other Non-Residential
January	61	0	7	1	0
February	60	0	7	1	0
March	59	0	7	1	0
April	60	0	7	1	0
May	61	0	8	1	0
June	61	0	8	1	0
July	59	0	8	1	0
August	61	0	9	1	0
September	60	0	8	1	0
October	60	0	8	1	0
November	60	0	8	1	0
December	60	0	8	1	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.

Halcyon Acres Annex No. 2 Water Company, Inc.
Annual Report
Property Taxes
12/31/18

Property Taxes	
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Amount of actual property taxes paid during Calendar Year 2018 was	\$1,285
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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.

Halcyon Acres Annex No. 2 Water Company, Inc.
Annual Report
Verification and Sworn Statement (Taxes)
12/31/18

Verification and Sworn Statement (Taxes)

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

County of (county name): Pima
Name (owner or official) title: Bonnie O'Connor
Company name: Halcyon Acres Annex No. 2 Water Company, Inc.

RECEIVED

APR 15 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: 12/31/18

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

Sworn Statement: I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

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

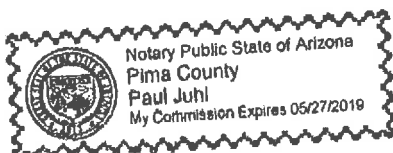
B. O'Connor
signature of owner/official

520-623-5172
telephone no.

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

THIS 10th DAY OF Pima
(county name)
April 2019
(month) and (year)

MY COMMISSION EXPIRES 5/27/19
(date)



[Signature]
(signature of notary public)

Verification and Sworn Statement

RECEIVED

Verification:

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

County of (county name):

Pima

Name (owner or official) title:

Bonnie O'Connor

Company name:

Halcyon Acres Annex No. 2 Water Company, Inc.

APR 15 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: 12/31/18

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

Sworn Statement: 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 (\$)

\$37,223

(The amount in the box above includes

\$5,091

in sales taxes
billed or collected)

[Signature]

signature of owner/official

520-623-5172

telephone no.

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

THIS

10th

DAY OF

Pima

(county name)

Apr. 1 2019

(month) and (year)

MY COMMISSION EXPIRES

5/27/19
(date)



[Signature]
(signature of notary public)

Verification and Sworn Statement (Residential Revenue)

RECEIVED

Verification:

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

County of (county name):

Pima

Name (owner or official) title:

Bonnie O'Connor

Company name:

Halcyon Acres Annex No. 2 Water Company, Inc.

APR 15 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: 12/31/18

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

Sworn Statement: 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 (\$)

\$34,318

(The amount in the box above includes

\$4,645

in sales taxes
billed or collected)

[Signature]
signature of owner/official

520-623-5172
telephone no.

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

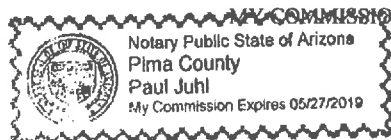
Pima
(county name)

THIS

10th

DAY OF

April 2019
(month) and (year)



MY COMMISSION EXPIRES

5/27/19
(date)

[Signature]
(signature of notary public)

Company	Halcyon Acres Annex No. 2 Water Company.	
Docket No.:	W-02312A	
Name of the System:	HALCYON ACRES NO. 2	
ADEQ Public Water System Number:		AZ0410058
ADWR PCC Number:		91-000424.0000

2018 Utility Shutoffs / Disconnects			
Month	Termination without Notice R14-2-410.B	Termination with Notice R14-2- 410.C	Other
January	0	2	0
February	0	1	0
March	0	0	0
April	0	0	0
May	0	2	0
June	0	1	0
July	0	0	0
August	0	2	0
September	0	2	0
October	0	0	0
November	0	0	0
December	0	0	0
Total	0	10	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.