

ANNUAL REPORT

Of

Company Name: High Country Pines Water Company, Inc.
6033 N. 4th Place

Mailing Address: Phoenix AZ
85012

Docket No.: W-02448A
For the Year Ended: 12/31/19

**RECEIVED
BY EMAIL**

4/14/2020, 11:14 PM
ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

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: 5/4/2020

ARIZONA CORPORATION COMMISSION
WATER UTILITY ANNUAL REPORT
High Country Pines Water Company, Inc.
A Class Utility

For the Calendar Year Ended:

Primary Address:
City: State: Zip Code:

Telephone Number:

Date of Original Organization of Utility:

Person to whom correspondence should be addressed concerning this report:

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:

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

Ownership:

Counties Served:

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

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	\$5,167			\$5,167		\$5,167
302	Franchises				0		0
303	Land and Land Rights	3,450			3,450		3,450
304	Structures and Improvements	11,227			11,227	11,227	0
305	Collecting & Improving Reservoirs				0		0
306	Lake, River, Canal Intakes				0		0
307	Wells and Springs	34,135			34,135	34,135	0
308	Infiltration Galleries				0		0
309	Supply Mains				0		0
310	Power Generation Equipment				0		0
311	Pumping Equipment	48,270			48,270	48,270	0
320	Water Treatment Equipment				0		0
320.1	Water Treatment Plants				0		0
320.2	Solution Chemical Feeders	6,208			6,208	3,961	2,247
320.3	Point-of-Use Treatment Devices				0		0
330	Distribution Reservoirs and Standpipes				0		0
330.1	Storage Tanks	82,645			82,645	56,600	26,045
330.2	Pressure Tanks				0		0
331	Transmission and Distribution Mains	543,367			543,367	357,060	186,307
333	Services	8,505	815		9,320	8,532	788
334	Meters and Meter Installations	42,507	2,917		45,424	31,014	14,410
335	Hydrants	19,016			19,016	14,461	4,555
336	Backflow Prevention Devices				0		0
339	Other Plant and Misc. Equipment				0		0
340	Office Furniture and Equipment	411			411	137	274
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		389		389	19	370
346	Communication Equipment				0		0
347	Miscellaneous Equipment				0		0
348	Other Tangible Plant	18,214			18,214	18,214	0
	Totals	\$823,122	\$4,121	\$0	\$827,243	\$583,630	\$243,613

High Country Pines Water Company, Inc.
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	\$5,167	\$0	\$0	\$5,167	\$5,167	\$0	0.00%	\$0
302	Franchises	0	0	0	0	0	0		0
303	Land and Land Rights	3,450	0	0	3,450	3,450	0	0.00%	0
304	Structures and Improvements	11,227	0	0	11,227	11,227	0	3.33%	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	34,135	0	0	34,135	34,135	0	3.33%	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	48,270	0	0	48,270	48,270	0	12.50%	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	6,208	0	0	6,208	6,208	6,208	3.33%	207
320.3	Point-of-Use Treatment Devices	0	0	0	0	0	0		0
330	Distribution Reservoirs and Standpipes	0	0	0	0	0	0		0
330.1	Storage Tanks	82,645	0	0	82,645	82,645	82,645	2.22%	1,835
330.2	Pressure Tanks	0	0	0	0	0	0		0
331	Transmission and Distribution Mains	543,367	0	0	543,367	543,367	543,367	2.00%	10,867
333	Services	8,505	815	0	9,320	8,505	815	3.33%	14
334	Meters and Meter Installations	42,507	2,917	0	45,424	45,424	45,424	8.33%	2,500
335	Hydrants	19,016	0	0	19,016	19,016	19,016	2.00%	380
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	411	0	0	411	411	411	6.67%	27
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	389	0	389	389	389	5.00%	10
346	Communication Equipment	0	0	0	0	0	0		0
347	Miscellaneous Equipment	0	0	0	0	0	0		0
348	Other Tangible Plant	18,214	0	0	18,214	18,214	0	5.00%	0
	Subtotal	\$823,122	\$4,121	\$0	\$827,243	\$128,968	\$698,275		\$15,840

Contribution(s) in Aid of Construction (Gross)	\$611,497
Less: Non Amortizable Contribution(s)	0
Fully Amortized Contribution(s)	0
Amortizable Contribution(s)	\$611,497
Times: Proposed Amortization Rate	2.68%
Amortization of CIAC	\$16,380

Less: Amortization of CIAC \$16,380

DEPRECIATION EXPENSE **(\$540)**

High Country Pines Water Company, Inc.
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		\$76,492	\$87,202
134	Working Funds			
135	Temporary Cash Investments			
141	Customer Accounts Receivable		524	25
146	Notes Receivable from Associated Companies			
151	Plant Material and Supplies			
162	Prepayments			
174	Miscellaneous Current and Accrued Assets			
	Total Current and Accrued Assets		\$77,016	\$87,227
Account No.	Fixed Assets			
101	Utility Plant in Service*		\$823,122	\$827,243
103	Property Held for Future Use			
105	Construction Work in Progress			6,706
108	Accumulated Depreciation (enter as negative)*		(567,636)	(583,630)
121	Non-Utility Property			
122	Accumulated Depreciation - Non Utility			
	Total Fixed Assets		\$255,486	\$250,319
	Total Assets		\$332,502	\$337,546

*Note these items feed automatically from AR3 UPIS Page 4

High Country Pines Water Company, Inc.
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		\$545	\$255
232	Notes Payable (Current Portion)			
234	Notes Payable to Associated Companies			
235	Customer Deposits		225	225
236	Accrued Taxes		341	433
237	Accrued Interest			
242	Miscellaneous Current and Accrued Liabilities			
	Total Current Liabilities		\$1,111	\$913
	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		3,483	3,673
255	Accumulated Deferred Investment Tax Credits			
271	Contributions in Aid of Construction		611,497	611,497
272	Less: Amortization of Contributions		(211,600)	(227,980)
281	Accumulated Deferred Income Tax			
	Total Deferred Credits		\$403,380	\$387,190
	Total Liabilities		\$404,491	\$388,103
	Capital Accounts			
201	Common Stock Issued		\$150,446	\$150,446
211	Other Paid-In Capital		13,522	13,522
215	Retained Earnings		(235,957)	(214,525)
218	Proprietary Capital (Sole Props and Partnerships)			
	Total Capital		(\$71,989)	(\$50,557)
	Total Liabilities and Capital		\$332,502	\$337,546

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

High Country Pines Water Company, Inc.
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		
461	Metered Water Revenue	\$82,479	\$80,630
460	Unmetered Water Revenue		
462	Fire Protection Revenue		
469	Guaranteed Revenues (Surcharges)		
471	Miscellaneous Service Revenues		
474	Other Water Revenue	1,285	1,085
	Total Revenues	\$83,764	\$81,715
	Operating Expenses		
601	Salaries and Wages	\$0	\$0
604	Employee Pensions and Benefits		
610	Purchased Water		
615	Purchased Power	4,921	4,821
618	Chemicals	110	110
620	Materials and Supplies		
620.1	Repairs and Maintenance	7,762	10,299
620.2	Office Supplies and Expense	2,362	2,078
630	Contractual Services	4,000	4,000
631	Contractual Services - Engineering		
632	Contractual Services - Accounting	12,093	12,336
633	Contractual Services - Legal	392	
634	Contractual Services - Management Fees	12,000	12,000
635	Contractual Services - Water Testing	4,434	3,469
636	Contractual Services - Other	7,200	7,200
640	Rents		
641	Rental of Building/Real Property		
642	Rental of Equipment		
650	Transportation Expenses		
657	Insurance - General Liability	1,628	1,628
657.1	Insurance - Health and Life		
665	Regulatory Commission Expense - Rate		
670	Bad Debt Expense		
675	Miscellaneous Expense	322	71
403	Depreciation Expense (From Schedule AR4)	(540)	477
408	Taxes Other Than Income		
408.11	Property Taxes	2,705	2,723
409	Income Taxes	2,709	720
427.1	Customer Security Deposit Interest		
	Total Operating Expenses	\$62,098	\$61,932
	Operating Income / (Loss)	\$21,666	\$19,783
	Other Income / (Expense)		
419	Interest and Dividend Income	\$51	\$16
421	Non-Utility Income		
426	Miscellaneous Non-Utility (Expense)		
427	Interest (Expense)	(2)	
	Total Other Income / (Expense)	\$49	\$16
	Net Income / (Loss)	\$21,715	\$19,799

High Country Pines Water Company, Inc.
 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)			624.0	624.0
Meter reader				0.0
Customer Service				0.0
Accounting			832.0	832.0
Business Office				0.0
Rates Department				0.0
Administrative Staff				0.0
Other			208.0	208.0
Total	0.0	0.0	1,664.0	1,664.0

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:	\$3,673
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Meter Deposits Refunded During the Test Year:	\$210
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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:		HIGH COUNTRY PINES WATER										
ADEQ Public Water System Number:		AZ0409329										
ADWR PCC Number:		91-000405.0000										
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	
55-507314	30	104	950	8	Subsersible	1985	unknown	900	2	Metered	Yes	

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	
Source of water received		
Well registry 55# (55-XXXXXX):	NA	

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		88,977.00	0.00	0.00		\$902	9,149
February	73,200.00	1,004,976.00	0.00	0.00		205	1,836
March	5,500,900.00	109,044.00	0.00	0.00		185	1,670
April	49,700.00	379,975.00	0.00	0.00		243	2,313
May	724,900.00	349,577.00	0.00	0.00		304	3,069
June	628,200.00	448,391.00	0.00	0.00		429	4,531
July	1,067,900.00	911,587.00	0.00	0.00		671	7,345
August	1,435,000.00	1,245,368.00	0.00	0.00		547	5,914
September	1,059,500.00	928,327.00	0.00	0.00		538	5,794
October	808,300.00	718,084.00	0.00	0.00		371	3,743
November	629,500.00	563,894.00	0.00	0.00		295	2,876
December	386,500.00	209,097.00	0.00	0.00		231	2,917
Totals	12,363,600.00	6,957,297.00	0.00	0.00	0.00	\$4,921	51,157

If applicable, in the space below please provide a description for all un-metered water use along with amounts:
 An engineer was conducting some testing and needed to flush all of the fire hydrants, resulting in substantial water loss during 2019. In addition there was no December 2018 well meter read. The well meter was new at the end of 2018 and did not appear to work correctly.

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:	HIGH COUNTRY PINES WATER
ADEQ Public Water System Number:	AZ0409329
ADWR PCC Number:	91-000405.0000

MAINS		
Sizes (inches)	Material	Length (feet)
3.00	PVC	1,160
6.00	PVC	24,604
8.00	PVC	14,455

CUSTOMER METERS			
Size (inches)	Quantity	Percent over 1,00,000 gallons	Percent over 10 years old
0.75	219	8%	39%
Compound 2	1	100%	100%
Compound 4	1	100%	100%

SERVICE LINES		
Material	Percent of system	Year installed
PVC	100%	1985

BOOSTER PUMPS		
Horsepower	GPM	Quantity
10	250	2
25	500	1

FIRE HYDRANTS	
Type	Quantity
Standard *	51
Other	0

STORAGE TANKS			
Capacity (gallons)	Material	Quantity	Year installed
60,000	Steel	1	1985
100,000	Steel	1	1997

PRESSURE/BLADDER TANKS			
Capacity (gallons)	Material	Quantity	Year installed
5,000	Coated Steel	1	1985

* 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:	Liquid chlorinator
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STRUCTURES:	1 x 20 foot pump house, chain link fence
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OTHER:	NA
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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	83
Method used:	(a)

Customer and Other Information	
Name of the System:	HIGH COUNTRY PINES WATER
ADEQ Public Water System Number:	AZ0409329
ADWR PCC Number:	91-000405.0000

Month	Number of Customers				
	Single-Family	Multi-Family	Commercial	Turf/Irrigation	Other Non-Residential
January	214	0	2	0	0
February	214	0	2	0	0
March	214	0	2	0	0
April	214	0	2	0	0
May	215	0	2	0	0
June	215	0	2	0	0
July	215	0	2	0	0
August	215	0	2	0	0
September	216	0	2	0	0
October	216	0	2	0	0
November	218	0	2	0	0
December	218	0	2	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?

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.

Larger pump and new panel - March 2021

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

High Country Pines Water Company, Inc.
 Annual Report
 Utility Shutoffs / Disconnects
 12/31/19

Utility Shutoffs / Disconnects	
Name of the System:	HIGH COUNTRY PINES WATER
ADEQ Public Water System Number:	AZ0409329
ADWR PCC Number:	91-000405.0000

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

Other (description): NA

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.

High Country Pines Water Company, Inc.
Annual Report
Property Taxes
12/31/19

Property Taxes	
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Amount of actual property taxes paid during Calendar Year 2019 was	
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	\$2,705
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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.

Verification and Sworn Statement (Taxes)

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

County of (county name): Maricopa
Name (owner or official) title: Susan Stroud
Company name: High Country Pines Water Company, Inc.

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

FOR THE YEAR ENDING: 12/31/19

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 AND PAID IN FULL.

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

RECEIVED
BY EMAIL

5/20/2020, 02:20 PM
ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

Susan Stroud
signature of owner/official

(602) 274-5933
telephone no.

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

THIS 20th DAY OF Maricopa
May, 2020
(month) and (year)

MY COMMISSION EXPIRES March 16th 2020
(date)



[Signature]
(signature of notary public)

Verification and Sworn Statement

Verification:

State of Arizona I, the undersigned of the
(state name)
County of (county name): Maricopa
Name (owner or official) title: Susan Stroud
Company name: High Country Pines Water Company, Inc.

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

FOR THE YEAR ENDING: 12/31/19

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 (\$)

\$88,801

(The amount in the box above includes

\$5,037 in sales taxes
billed or collected)

**RECEIVED
BY EMAIL**

5/20/2020, 02:20 PM
ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

Susan Stroud
signature of owner/official

(602) 274-5933
telephone no.

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

THIS 20th DAY OF March 2020
(month) and (year)

MY COMMISSION EXPIRES March 16th 2024
(date)



[Signature]
(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): Maricopa
Name (owner or official) title: Susan Stroud
Company name: High Country Pines Water Company, Inc.

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

FOR THE YEAR ENDING: 12/31/19

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 (\$)

\$80,866

(The amount in the box above includes

\$4,587 in sales taxes
billed or collected)

**RECEIVED
BY EMAIL**

5/20/2020, 02:20 PM

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

Susan Stroud
signature of owner/official

(602) 274-5933

telephone no.

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

Maricopa
(county name)

THIS

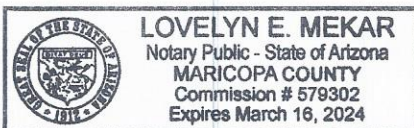
20th

DAY OF

May 2020
(month) and (year)

MY COMMISSION EXPIRES

March 16th 2024
(date)



[Signature]
(signature of notary public)