

**ANNUAL REPORT**

Of

Company Name: **Hydro-Resources, Inc.**  
PO Box 3246  
Mailing Address: 549 Camper Village Lane  
Grand Canyon AZ  
86023

Docket No.: W-20770A  
For the Year Ended: **12/31/24**

**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: **4/4/2025**

ARIZONA CORPORATION COMMISSION  
WATER UTILITY ANNUAL REPORT  
Hydro-Resources, Inc.  
A Class ☐ Utility

For the Calendar Year Ended: 12/31/24

Primary Address: 

PO Box 3246 561 Cougar Drive			
City:	Grand Canyon	State:	Arizona
Zip Code:	86023		

Telephone Number: 

928-522-4405
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Date of Original Organization of Utility: 

4/7/1994
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Person to whom correspondence should be addressed concerning this report:

Name: 

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Telephone No. : 

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Address: 

City:		State:	
Zip Code:			

  
Email: 

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Name: 

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Telephone No. : 

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Address: 

City:		State:	
Zip Code:			

  
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Name: 

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Telephone No. : 

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City:		State:	
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Name: 

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Telephone No. : 

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Address: 

City:		State:	
Zip Code:			

  
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Name: 

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Telephone No. : 

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Address: 

City:		State:	
Zip Code:			

  
Email: 

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Ownership: 

"S" Corporation
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Counties Served: 

Coconino
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<b>Important changes during the year</b>
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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.

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.

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	\$258,392			\$258,392	\$258,392	\$0
302	Franchises	0			0	0	0
303	Land and Land Rights	137,407			137,407	137,407	0
304	Structures and Improvements	22,696			22,696	6,804	15,892
305	Collecting & Improving Reservoirs	0			0	0	0
306	Lake, River, Canal Intakes	0			0	0	0
307	Wells and Springs	883,247			883,247	678,821	204,426
308	Infiltration Galleries	0			0	0	0
309	Supply Mains	0			0	0	0
310	Power Generation Equipment	0			0	0	0
311	Pumping Equipment	146,830			146,830	135,614	11,216
320	Water Treatment Equipment	0			0	0	0
320.1	Water Treatment Plants	0			0	0	0
320.2	Solution Chemical Feeders	0			0	0	0
320.3	Point-of-Use Treatment Devices	0			0	0	0
330	Distribution Reservoirs and Standpipes	0			0	0	0
330.1	Storage Tanks	647,517			647,517	73,341	574,176
330.2	Pressure Tanks	0			0	0	0
331	Transmission and Distribution Mains	455,266			455,266	50,788	404,478
333	Services	0			0	0	0
334	Meters and Meter Installations	57,115	14,174		71,289	30,373	40,916
335	Hydrants	0			0	0	0
336	Backflow Prevention Devices	0			0	0	0
339	Other Plant and Misc. Equipment	62,923			62,923	50,079	12,844
340	Office Furniture and Equipment	3,021			3,021	3,021	0
340.1	Computer & Software	0			0	0	0
341	Transportation Equipment	63,409			63,409	63,409	0
342	Stores Equipment	0			0	0	0
343	Tools, Shop and Garage Equipment	52,958	8,952		61,910	18,165	43,745
344	Laboratory Equipment	0			0	0	0
345	Power Operated Equipment	58,037			58,037	42,674	15,363
346	Communication Equipment	2,074			2,074	1,863	211
347	Miscellaneous Equipment	9,362	1,764		11,126	7,904	3,222
348	Other Tangible Plant	0			0	0	0
	<b>Totals</b>	<b>\$2,860,254</b>	<b>\$24,890</b>	<b>\$0</b>	<b>\$2,885,144</b>	<b>\$1,558,655</b>	<b>\$1,326,489</b>

Hydro-Resources, Inc.  
Annual Report  
Depreciation Expense for the Current Year (Water)  
12/31/24

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	\$258,392	\$0	\$0	\$258,392		\$258,392		\$0
302	Franchises	0	0	0	0		0		0
303	Land and Land Rights	137,407	0	0	137,407		137,407		0
304	Structures and Improvements	22,696	0	0	22,696		22,696	3.33%	756
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	883,247	0	0	883,247		883,247	3.33%	29,412
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	146,830	0	0	146,830		146,830	12.50%	18,354
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	0	0	0	0		0		0
330	Distribution Reservoirs and Standpipes	0	0	0	0		0		0
330.1	Storage Tanks	647,517	0	0	647,517		647,517	2.22%	14,375
330.2	Pressure Tanks	0	0	0	0		0		0
331	Transmission and Distribution Mains	455,266	0	0	455,266		455,266	2.00%	9,105
333	Services	0	0	0	0		0		0
334	Meters and Meter Installations	57,115	14,174	0	71,289		71,289	8.33%	5,348
335	Hydrants	0	0	0	0		0		0
336	Backflow Prevention Devices	0	0	0	0		0		0
339	Other Plant and Misc. Equipment	62,923	0	0	62,923		62,923	6.67%	4,197
340	Office Furniture and Equipment	3,021	0	0	3,021		3,021		0
340.1	Computer & Software	0	0	0	0		0		0
341	Transportation Equipment	63,409	0	0	63,409		63,409		0
342	Stores Equipment	0	0	0	0		0		0
343	Tools, Shop and Garage Equipment	52,958	8,952	0	61,910		61,910	5.00%	2,872
344	Laboratory Equipment	0	0	0	0		0		0
345	Power Operated Equipment	58,037	0	0	58,037		58,037	5.00%	2,902
346	Communication Equipment	2,074	0	0	2,074		2,074	10.00%	207
347	Miscellaneous Equipment	9,362	1,764	0	11,126		11,126	10.00%	1,024
348	Other Tangible Plant	0	0	0	0		0		0
	<b>Subtotal</b>	<b>\$2,860,254</b>	<b>\$24,890</b>	<b>\$0</b>	<b>\$2,885,144</b>	<b>\$0</b>	<b>\$2,885,144</b>		<b>\$88,552</b>

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**

3.07%

**\$0**

**Less: Amortization of CIAC** **\$0**

**DEPRECIATION EXPENSE** **\$88,552**

Hydro-Resources, Inc.  
Annual Report  
Balance Sheet Assets  
12/31/24

Balance Sheet Assets				
	Assets		Balance at Beginning of Year (2024)	Balance at End of Year (2024)
Account No.	<b>Current and Accrued Assets</b>			
131	Cash		\$61,757	\$175,753
134	Working Funds			
135	Temporary Cash Investments		7,415	7,499
141	Customer Accounts Receivable		59,966	54,889
146	Notes Receivable from Associated Companies			
151	Plant Material and Supplies			
162	Prepayments		11,664	3,419
174	Miscellaneous Current and Accrued Assets			
	<b>Total Current and Accrued Assets</b>		<b>\$140,802</b>	<b>\$241,560</b>
Account No.	<b>Fixed Assets</b>			
101	Utility Plant in Service*		\$2,860,254	\$2,885,144
103	Property Held for Future Use			
105	Construction Work in Progress			
108	Accumulated Depreciation (enter as negative)*		(1,470,103)	(1,558,655)
121	Non-Utility Property			
122	Accumulated Depreciation - Non Utility			
	<b>Total Fixed Assets</b>		<b>\$1,390,151</b>	<b>\$1,326,489</b>
	<b>Total Assets</b>		<b>\$1,530,953</b>	<b>\$1,568,049</b>

\*Note these items feed automatically from AR3 UPIS Page 4

Hydro-Resources, Inc.  
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		\$8,819	\$9,203
232	Notes Payable (Current Portion)		0	0
234	Notes Payable to Associated Companies		0	0
235	Customer Deposits		0	0
236	Accrued Taxes		0	0
237	Accrued Interest		0	0
242	Miscellaneous Current and Accrued Liabilities		19,270	4,058
	<b>Total Current Liabilities</b>		<b>\$28,089</b>	<b>\$13,261</b>
	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
	<b>Total Deferred Credits</b>		<b>\$0</b>	<b>\$0</b>
	<b>Total Liabilities</b>		<b>\$28,089</b>	<b>\$13,261</b>
	Capital Accounts			
201	Common Stock Issued		\$50,000	\$50,000
211	Other Paid-In Capital		30,081	300,081
215	Retained Earnings		1,422,783	1,204,707
218	Proprietary Capital (Sole Props and Partnerships)		0	0
	<b>Total Capital</b>		<b>\$1,502,864</b>	<b>\$1,554,788</b>
	<b>Total Liabilities and Capital</b>		<b>\$1,530,953</b>	<b>\$1,568,049</b>

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

Water Comparative Income Statement			
Account No.	Calendar Year	Current Year 01/01/2024 - 12/31/2024	Last Year 01/01/2023 - 12/31/2023
	<b>Operating Revenue</b>		
461	Metered Water Revenue	\$569,347	\$557,868
460	Unmetered Water Revenue	0	0
462	Fire Protection Revenue	0	0
469	Guaranteed Revenues (Surcharges)	0	0
471	Miscellaneous Service Revenues	0	0
474	Other Water Revenue	0	0
	<b>Total Revenues</b>	<b>\$569,347</b>	<b>\$557,868</b>
	<b>Operating Expenses</b>		
601	Salaries and Wages	\$111,342	\$182,434
604	Employee Pensions and Benefits	0	0
610	Purchased Water	0	7,511
615	Purchased Power	104,900	102,828
618	Chemicals	1,847	1,720
620	Materials and Supplies	0	0
620.1	Repairs and Maintenance	10,913	34,991
620.2	Office Supplies and Expense	8,428	6,902
630	Contractual Services	0	0
631	Contractual Services - Engineering	0	0
632	Contractual Services - Accounting	31,719	30,771
633	Contractual Services - Legal	23,664	12,440
634	Contractual Services - Management Fees	0	0
635	Contractual Services - Water Testing	4,683	3,267
636	Contractual Services - Other	4,331	3,116
640	Rents	0	0
641	Rental of Building/Real Property	58,000	57,000
642	Rental of Equipment	5,078	0
650	Transportation Expenses	9,741	13,924
657	Insurance - General Liability	19,629	47,140
657.1	Insurance - Health and Life	19,077	24,702
665	Regulatory Commission Expense - Rate	0	0
670	Bad Debt Expense	0	0
675	Miscellaneous Expense	4,577	4,789
403	Depreciation Expense (From Schedule AR4)	88,552	87,119
408	Taxes Other Than Income	8,749	13,998
408.11	Property Taxes	21,860	27,836
409	Income Taxes	0	0
427.1	Customer Security Deposit Interest	0	0
	<b>Total Operating Expenses</b>	<b>\$537,090</b>	<b>\$662,488</b>
	<b>Operating Income / (Loss)</b>	<b>\$32,257</b>	<b>(\$104,620)</b>
	<b>Other Income / (Expense)</b>		
419	Interest and Dividend Income	\$84	\$235
421	Non-Utility Income	42,383	42,375
426	Miscellaneous Non-Utility (Expense)	0	0
427	Interest (Expense)	0	0
	<b>Total Other Income / (Expense)</b>	<b>\$42,467</b>	<b>\$42,610</b>
	<b>Net Income / (Loss)</b>	<b>\$74,724</b>	<b>(\$62,010)</b>



**Full time equivalent employees**

	Direct Company	Allocated	Outside service	Total
President	1.0			1.0
Vice-president				0.0
Manager				0.0
Engineering Staff				0.0
System Operator(s)	2.0			2.0
Meter reader				0.0
Customer Service				0.0
Accounting			1.0	1.0
Business Office				0.0
Rates Department				0.0
Administrative Staff				0.0
Other				0.0
<b>Total</b>	3.0	0.0	1.0	4.0

Supplemental Financial Data (Long-Term Debt)				
	Loan #1	Loan #2	Loan #3	Loan #4
Date Issued				
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:	
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Meter Deposits Refunded During the Test Year:	
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<p><b><i>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.</i></b></p>
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### Well and Water Usage

[illegible]

Name of system water delivered to:	ADOT GRAND CANYON AIRPORT		ANASAZI WATER 04-03-048
ADWR PCC Number:	91-000088.0000		
Source of water delivered to another system	Ground Water		

Name of system water received from:			
ADWR PCC Number:			
Source of water received	Ground Water		
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 Expense6	Purchased Power (kWh)7
January	3,352,320.00	1,796,266.00	185,050.00	0.00	2,190,158.00	\$9,012	80,392
February	3,081,260.00	2,072,241.00	633,797.00	0.00	2,573,096.00	7,612	66,564
March	3,545,660.00	1,993,836.00	233,150.00	0.00	2,979,444.00	6,500	56,055
April	4,087,940.00	2,596,341.00	390,647.00	0.00	3,751,805.00	8,864	75,133
May	3,579,700.00	2,757,218.00	383,127.00	0.00	3,875,972.00	8,749	74,016
June	3,611,800.00	2,450,881.00	309,743.00	0.00	3,752,882.00	8,802	74,736
July	3,441,820.00	2,705,986.00	379,380.00	0.00	3,828,469.00	9,344	79,816
August	2,824,480.00	2,262,501.00	497,570.00	0.00	3,559,092.00	7,608	63,294
September	2,822,300.00	2,667,331.00	644,320.00	0.00	3,996,907.00	9,234	78,724
October	3,581,320.00	2,597,030.00	819,150.00	0.00	3,381,816.00	8,558	72,450
November	4,951,260.00	2,378,302.00	438,923.00	0.00	3,375,365.00	8,342	70,170
December	4,043,660.00	1,996,207.00	510,783.00	0.00	2,635,042.00	8,898	75,552
<b>Totals</b>	<b>42,923,520.00</b>	<b>28,274,140.00</b>	<b>5,425,640.00</b>	<b>0.00</b>	<b>39,900,048.00</b>	<b>\$101,523</b>	<b>866,902</b>

**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:		HYDRO RESOURCES-TUSAYAN	
ADEQ Public Water System Number:		AZ0403312	
ADWR PCC Number:		91-000109.0000	

MAINS		
Sizes (inches)	Material	Length (feet)
2.00	PVC 40	971
4.00	PVC/C900	605
6.00	PVC 40	3,363
8.00	PVC C900	5,916
8.00	PVC 40	4,650
2.00	HDPE	420

CUSTOMER METERS			
Size (inches)	Quantity	Percent over 1,000,000 gallons	Percent over 10 years old
5/8 X 3/4	74	14%	12%
1.5	5	40%	40%
2	23	61%	61%
3	4	100%	0%

SERVICE LINES		
Material	Percent of system	Year installed

BOOSTER PUMPS		
Horsepower	GPM	Quantity
250	2,500	1

FIRE HYDRANTS	
Type	Quantity
Standard *	8
Other	

STORAGE TANKS			
Capacity (gallons)	Material	Quantity	Year installed
3,000,000	Steel, welded	1	1991
525,000	Steel, bolted	1	1975

PRESSURE/BLADDER TANKS			
Capacity (gallons)	Material	Quantity	Year installed

\* 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.

<b>Water Utility Plant Description (Continued)</b>
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For the following three items, list the utility owned assets in each category for each system.

<b>TREATMENT EQUIPMENT:</b>	3 chemical feed pumps
<b>STRUCTURES:</b>	well #55-542928 control sheds, fire pump house
<b>OTHER:</b>	

Customer and Other Information		
Name of the System:	HYDRO RESOURCES-TUSAYAN	
ADEQ Public Water System Number:	AZ0403312	
ADWR PCC Number:	91-000109.0000	

Month	Number of Customers				
	Single-Family	Multi-Family	Commercial	Turf/Irrigation	Other Non-Residential
January	70	5	28	0	7
February	70	5	28	0	7
March	70	5	28	0	7
April	70	5	29	0	7
May	70	5	29	0	7
June	70	5	29	0	7
July	70	5	29	0	7
August	70	5	29	0	7
September	70	5	29	0	7
October	70	5	29	0	7
November	70	5	28	0	7
December	70	5	28	0	7

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

Does the system have chlorination treatment?  Yes

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?  No

If yes, provide the GPCPD amount:

Is the Water Utility located in an ADWR Active Management Area (AMA)?  No

If yes, which AMA?

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

Hydro-Resources, Inc.  
Annual Report  
Utility Shutoffs / Disconnects  
12/31/24

Utility Shutoffs / Disconnects	
Name of the System:	HYDRO RESOURCES-TUSAYAN
ADEQ Public Water System Number:	AZ0403312
ADWR PCC Number:	91-000109.0000

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
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>

**Other (description):**

**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.

Property Taxes	
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Amount of actual property taxes paid during Calendar Year 2024 was
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\$21,860
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If no property taxes paid, explain why.
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<b>Instructions:</b> 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.
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Verification and Certification (Taxes)

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

County of (county name): Coconino  
Name (owner or official) title: John Rueter President/CEO  
Company name: Hydro-Resources, Inc.

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

FOR THE YEAR ENDING: 12/31/24

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 CERTIFY THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

signature of owner/official

928-522-4405  
telephone no.