

ANNUAL REPORT

Of

Company Name: Kohl's Ranch Water Company
PO Box 206

Mailing Address: Payson AZ
85547

Docket No.: W-02886A
For the Year Ended: 12/31/18

RECEIVED
MAY 17 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: 5/17/2019

5-17-19

ARIZONA CORPORATION COMMISSION
WATER UTILITY ANNUAL REPORT
Kohl's Ranch Water Company
A Class Utility

1. For the Calendar Year Ended:

2. Address:
City: State: Zip Code:

3. Telephone Number:

4. Date of Original Organization of Utility:

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

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

6. On-Site Manager:

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

7. Ownership:

8. Counties Served:

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	\$0	\$0	\$0	\$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	2,001	0	0	2,001	2,001	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	34,082	0	0	34,082	34,082	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	0	0	0	0	0	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	12,658	0	0	12,658	12,658	0
333	Services	0	0	0	0	0	0
334	Meters and Meter Installations	31,222	0	0	31,222	19,191	12,031
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	150	0	0	150	150	0
341	Transportation Equipment	1,000	0	0	1,000	1,000	0
342	Stores Equipment	0	0	0	0	0	0
343	Tools, Shop and Garage Equipment	3,133	0	0	3,133	3,133	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	6,875	0	0	6,875	6,875	0
348	Other Tangible Plant	300	0	0	300	300	0
	Totals	\$91,421	\$0	\$0	\$91,421	\$79,390	\$12,031

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.

Kohl's Ranch Water Company
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	0.00%	\$0
302	Franchises	0	0	0	0	0	0.00%	0
303	Land and Land Rights	0	0	0	0	0	0.00%	0
304	Structures and Improvements	0	0	0	0	0	3.33%	0
305	Collecting & Improving Reservoirs	0	0	0	0	0	3.33%	0
306	Lake, River, Canal Intakes	0	0	0	0	0	5.00%	0
307	Wells and Springs	2,001	0	0	2,001	2,001	3.33%	0
308	Infiltration Galleries	0	0	0	0	0	5.00%	0
309	Supply Mains	0	0	0	0	0	12.50%	0
310	Power Generation Equipment	0	0	0	0	0	0.00%	0
311	Pumping Equipment	34,082	0	0	34,082	34,082	3.33%	0
320	Water Treatment Equipment	0	0	0	0	0	20.00%	0
320.1	Water Treatment Plants	0	0	0	0	0	3.33%	0
320.2	Solution Chemical Feeders	0	0	0	0	0	20.00%	0
320.3	Point-of-Use Treatment Devices	0	0	0	0	0	10.00%	0
330	Distribution Reservoirs and Standpipes	0	0	0	0	0	0.00%	0
330.1	Storage Tanks	0	0	0	0	0	2.22%	0
330.2	Pressure Tanks	0	0	0	0	0	5.00%	0
331	Transmission and Distribution Mains	12,658	0	0	12,658	12,658	2.00%	0
333	Services	0	0	0	0	0	3.33%	0
334	Meters and Meter Installations	31,222	0	0	31,222	3,608	8.33%	2,300
335	Hydrants	0	0	0	0	0	2.00%	0
336	Backflow Prevention Devices	0	0	0	0	0	6.67%	0
339	Other Plant and Misc. Equipment	0	0	0	0	0	6.67%	0
340	Office Furniture and Equipment	0	0	0	0	0	6.67%	0
340.1	Computer & Software	150	0	0	150	150	20.00%	0
341	Transportation Equipment	1,000	0	0	1,000	1,000	20.00%	0
342	Stores Equipment	0	0	0	0	0	4.00%	0
343	Tools, Shop and Garage Equipment	3,133	0	0	3,133	3,133	5.00%	0
344	Laboratory Equipment	0	0	0	0	0	10.00%	0
345	Power Operated Equipment	0	0	0	0	0	5.00%	0
346	Communication Equipment	0	0	0	0	0	10.00%	0
347	Miscellaneous Equipment	6,875	0	0	6,875	6,875	10.00%	0
348	Other Tangible Plant	300	0	0	300	300	0.00%	0
	Subtotal	\$91,421	\$0	\$0	\$91,421	\$63,807		\$2,300

Contribution(s) in Aid of Construction (Gross)	\$0
Less: Non Amortizable Contribution(s)	0
Fully Amortized Contribution(s)	0
Amortizable Contribution(s)	<u>\$0</u>
Times: Proposed Amortization Rate	8.33%
Amortization of CIAC	\$0

Less: Amortization of CIAC \$0

DEPRECIATION EXPENSE: **\$2,300**

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.

Kohl's Ranch Water Company
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		\$2,312	\$2,294
134	Working Funds		(157)	(157)
135	Temporary Cash Investments		0	0
141	Customer Accounts Receivable		0	(27)
146	Notes Receivable from Associated Companies		0	0
151	Plant Material and Supplies		0	0
162	Prepayments		0	0
174	Miscellaneous Current and Accrued Assets		0	0
	Total Current and Accrued Assets		\$2,155	\$2,110
Account No.	Fixed Assets			
101	Utility Plant in Service*		\$91,421	\$91,421
103	Property Held for Future Use		0	0
105	Construction Work in Progress		0	0
108	Accumulated Depreciation (enter as negative)*		(80,211)	(79,390)
121	Non-Utility Property		0	0
122	Accumulated Depreciation - Non Utility		0	0
	Total Fixed Assets		\$11,210	\$12,031
	Total Assets		\$13,365	\$14,141

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

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		\$25,915	\$25,915
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		1,061	2,133
	Total Current Liabilities		\$26,976	\$28,048
	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
	Total Deferred Credits		\$0	\$0
	Total Liabilities		\$26,976	\$28,048
	Capital Accounts			
201	Common Stock Issued		\$0	\$0
211	Other Paid-In Capital		0	0
215	Retained Earnings		(8,362)	(13,907)
218	Proprietary Capital (Sole Props and Partnerships)		0	0
	Total Capital		(\$8,362)	(\$13,907)
	Total Liabilities and Capital		\$18,614	\$14,141

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!

Kohl's Ranch Water Company
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	\$139,045	\$123,510
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
	Total Revenues	\$139,045	\$123,510
	Operating Expenses		
601	Salaries and Wages	\$29,212	\$25,983
604	Employee Pensions and Benefits	0	0
610	Purchased Water	0	0
615	Purchased Power	7,401	7,057
618	Chemicals	829	431
620	Materials and Supplies	6,110	3,785
620.1	Repairs and Maintenance	13,632	7,087
620.2	Office Supplies and Expense	12,359	9,081
630	Contractual Services	0	48,641
631	Contractual Services -Engineering	0	0
632	Contractual Services - Accounting	0	400
633	Contractual Services - Legal	0	0
634	Contractual Services - Management Fees	0	0
635	Contractual Services - Water Testing	3,179	3,787
636	Contractual Services - Other	51,050	0
640	Rents	0	0
641	Rental of Building/Real Property	0	0
642	Rental of Equipment	0	0
650	Transportation Expenses	500	5,507
657	Insurance - General Liability	1,419	1,580
657.1	Insurance - Health and Life	0	0
665	Regulatory Commission Expense - Rate	0	0
670	Bad Debt Expense	0	0
675	Miscellaneous Expense	129	8,538
403	Depreciation Expense (From Schedule AR4)	2,300	425
408	Taxes Other Than Income	8,243	8,606
408.11	Property Taxes	4,902	4,374
409	Income Taxes	0	50
427.1	Customer Security Deposit Interest	0	0
	Total Operating Expenses	\$141,265	\$135,332
	Operating Income / (Loss)	(\$2,220)	(\$11,822)
	Other Income / (Expense)		
419	Interest and Dividend Income	\$0	\$0
421	Non-Utility Income	0	0
426	Miscellaneous Non-Utility (Expense)	0	0
427	Interest (Expense)	0	0
	Total Other Income / (Expense)	\$0	\$0
	Net Income / (Loss)	(\$2,220)	(\$11,822)

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.

Full time equivalent employees

	Direct Company	Outside service	Total
President	29,212.0	0.0	29,212.0
Vice-president	0.0	36,000.0	36,000.0
Manager	0.0	0.0	0.0
Engineering Staff	0.0	0.0	0.0
System Operator(s)	0.0	0.0	0.0
Meter reader	0.0	0.0	0.0
Customer Service	0.0	0.0	0.0
Accounting	0.0	0.0	0.0
Business Office	0.0	0.0	0.0
Rates Department	0.0	0.0	0.0
Administrative Staff	0.0	0.0	0.0
Other	0.0	0.0	0.0
Total	29,212.0	36,000.0	65,212.0

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.

Kohl's Ranch Water Company
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	1/0/1900	1/0/1900	1/0/1900	1/0/1900
Source of Loan	0	0	0	0
ACC Decision No.	0	0	0	0
Reason for Loan	0	0	0	0
Dollar Amt. Issued	\$0	\$0	\$0	\$0
Amount Outstanding	\$0	\$0	\$0	\$0
Date of Maturity	1/0/1900	1/0/1900	1/0/1900	1/0/1900
Interest Rate	0.00%	0.00%	0.00%	0.00%
Current Year Interest	\$0	\$0	\$0	\$0
Current Year Principal	\$0	\$0	\$0	\$0

Meter Deposit Balance at Test Year End:	\$0
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Meter Deposits Refunded During the Test Year:	\$0
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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.

[illegible]

Name of system water delivered to:	KOHL'S RANCH WATER COMPANY
ADWR PCC Number	04-089
Source of water delivered to another system	N/A
Name of system water received from:	SPRING
ADWR PCC Number	
Source of water received	SPRING
Well registry 55# (55-XXXXXX)	N/A

Month	Water withdrawn (acre ft) ¹	Water sold (acre ft) ²	Water delivered (sold) to other systems (acre ft) ¹	Water received (purchased) from other systems (acre ft) ⁴	Estimated authorized use (acre ft) ⁵	Purchased Power Expense ⁶	Purchased Power (kWh) ⁷
January	102,245	316,156	0	213,911	0		
February	379,468	315,482	0	(63,986)	0		
March	162,992	318,104	0	155,112	0		
April	347,950	596,714	0	248,764	0		
May	524,525	609,213	0	84,688	0		
June	794,864	1,036,471	0	241,607	0		
July	644,774	938,943	0	294,169	0		
August	564,847	791,352	0	226,505	0		
September	583,481	593,994	0	10,513	0		
October	451,702	464,632	0	12,930	0		
November	255,294	324,411	0	69,117	0		
December	255,909	213,577	0	(42,332)	0		
Totals	5,068,051	6,519,049	0	1,450,998	0	\$0	0

If applicable, in the space below please provide a description for all un-metered water use along with amounts:

An additional source of water is another system with a spring. When the power goes off and the pressure goes to 45 psi, then the spring takes over. The amounts in the column listed as "Water received from other systems" is from the spring.

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

COMPANY NAME: KOHL'S RANCH WATER COMPANY

Year ending

2018

Name of System: Indian Garden Spring ADEQ Public Water System Number:

04-013

Indian Garden Spring

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2013

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	GALLONS PURCHASED (Thousands)
JANUARY		87,807	327,800	
FEBRUARY		149,897	57,900	
MARCH		95,700	64,131	
APRIL		172,639	297,280	
MAY		328,295	569,200	
JUNE		504,025	624,500	
JULY		697,963	741,500	
AUGUST		664,282	728,300	
SEPTEMBER		508,514	344,400	
OCTOBER		166,723	264,500	
NOVEMBER		94,146	152,900	
DECEMBER		57,430	183,200	
TOTALS →		3,526,847	4,815,311	

WASTEWATER FLOWS

MONTH/YEAR (Most Recent 12 Months)	NUMBER OF SERVICES	TOTAL MONTHLY WASTE FLOW	Total Monthly Waste Flowing
January			
February			
March		SHUT off	NO Rain
April			NO Flush
May			
June			Leak 5000 gal
July			
August			
September			
October			
November			
December			

Water Utility Plant Description		
Name of the System:	0	
ADEQ Public Water System Number:		
ADWR PCC Number:		

MAINS		
Sizes (inches)	Material	Length (feet)
2.00	Galvanized	3,200
3.00	Cement	5,320
4.00	Cement	2,240
6.00	Cast Iron	100
NA	NA	N/A
NA	NA	N/A
NA	NA	N/A
NA	NA	N/A
NA	NA	N/A
NA	NA	N/A
NA	NA	N/A
NA	NA	N/A
NA	NA	N/A
NA	NA	N/A

SERVICE LINES	
Material	Percent of system
NA	0%
NA	0%
NA	0%
NA	0%
NA	0%

CUSTOMER METERS	
Size (inches)	Quantity
0.75	40
5/8 X 3/4	85
6	1
NA	N/A
NA	N/A
NA	N/A
NA	N/A
NA	N/A
NA	N/A
NA	N/A
NA	N/A
NA	N/A
NA	N/A
NA	N/A
NA	N/A
NA	N/A
NA	N/A
NA	N/A
NA	N/A
NA	N/A
NA	N/A

BOOSTER PUMPS		
Horsepower	GPM	Quantity
30	125	1
15	63	3
5	20	1
N/A	N/A	N/A

FIRE HYDRANTS	
Type	Quantity
Standard *	2
Other	0

STORAGE TANKS		
Capacity (gallons)	Material	Quantity
200,000	Steel	1
N/A	N/A	N/A
N/A	N/A	N/A
N/A	N/A	N/A
N/A	N/A	N/A
N/A	N/A	N/A

PRESSURE/BLADDER TANKS		
Capacity (gallons)	Material	Quantity
10,000	Steel	1
500	Steel	3
N/A	N/A	N/A
N/A	N/A	N/A
N/A	N/A	N/A
N/A	N/A	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. 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:	Two chlorinators in use and four in stock.
STRUCTURES:	6' x 6' building houses the chlorinator. 14' x 20' building for pressure tanks and filter. 14' x 30' building for booster pumps and pressure tanks. 20' x 20' building for the Indian Gardens spring.
OTHER:	Vault under the road.

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:	0
ADWQ Public Water System Number:	
ADWR PCC Number:	

Month	Number of Customers				
	Single-Family	Multi-Family	Commercial	Turf/Irrigation	Other Non-Residential
January	10	0	1	0	0
February	10	0	1	0	0
March	10	0	1	0	0
April	25	0	1	0	0
May	124	0	2	0	0
June	124	0	2	0	0
July	124	0	2	0	0
August	124	0	2	0	0
September	55	0	2	0	0
October	55	0	2	0	0
November	55	0	1	0	0
December	55	0	1	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?

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.

Property Taxes	
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Amount of actual property taxes paid during Calendar Year 2018 was	
--	--

\$4,902

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.

Verification and Sworn Statement (Taxes)

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

County of (county name): Gila
Name (owner or official) title: Evelyn R. Thorne, President
Company name: Kohl's Ranch Water Company



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

FOR THE YEAR ENDING: 12/31/18

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.

signature of owner/official

9289788220

telephone no.



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

THIS

17th

DAY OF

Maricopa
(county name)

May 2019
(month) and (year)

MY COMMISSION EXPIRES

2/12/2022
(date)

(signature of notary public)

Verification and Sworn Statement

Verification:

State of Arizona I, the undersigned of the
(state name)
County of (county name): Gila
Name (owner or official) title: Evelyn R. Thorne, President
Company name: Kohl's Ranch Water Company

RECEIVED

MAY 17 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 (\$)

\$139,045

(The amount in the box above includes

\$8,243 in sales taxes

billed or collected)

Evelyn R. Thorne

signature of owner/official

9289788220

telephone no.

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

THIS

17th

DAY OF

Maricopa
(county name)

May 2019
(month) and (year)

MY COMMISSION EXPIRES

2/12/2022
(date)

Tanya D. Pitre
(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): Gila
Name (owner or official) title: Evelyn R. Thorne, President
Company name: Kohl's Ranch Water Company

RECEIVED

MAY 17 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 (\$)

\$139,045

(The amount in the box above includes

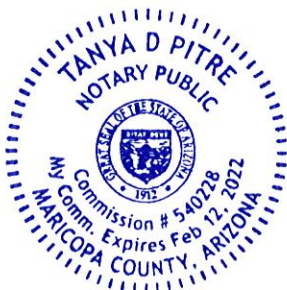
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