

ANNUAL REPORT

Of

Company Name: Lago Del Oro Water Company
9532 E. Riggs Rd.

Mailing Address: Sun Lakes AZ
85248

Docket No.: W-01944A
For the Year Ended: 12/31/21

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ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

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: 5/11/2022

ARIZONA CORPORATION COMMISSION
WATER UTILITY ANNUAL REPORT
Lago Del Oro Water Company
A Class ☐ Utility

For the Calendar Year Ended: 12/31/21

Primary Address:

9532 E Riggs Road
City: Sun Lakes State: Arizona Zip Code: 85428

Telephone Number:

480-895-9200

Date of Original Organization of Utility:

1963

Person to whom correspondence should be addressed concerning this report:

Name:

Brian Smith

Telephone No. :

480-895-9200

Address:

9532 E Riggs Road
City: Sun Lakes State: Arizona Zip Code: 85248

Email:

Brian.Smith@Robson.com
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On-Site Manager
Name:

Ed MacMeans

Telephone No. :

520-825-3423

Address:

40004 S Ridgeview Blvd
City: Tucson State: Arizona Zip Code: 85248

Email:

Ed.MacMeans@Robson.com
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NA
Name:

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Telephone No. :

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Address:

City: State: Arizona Zip Code:

Email:

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NA
Name:

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Telephone No. :

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Address:

City: State: Arizona Zip Code:

Email:

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NA
Name:

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Telephone No. :

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Address:

City: State: arizona Zip Code:

Email:

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Ownership:

"C" Corporation

Counties Served:

Multiple counties

ARIZONA CORPORATION COMMISSION
WATER UTILITY ANNUAL REPORT
Lago Del Oro Water Company

Important changes during the year
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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.
	N/A

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	42,608	0	0	42,608	0	42,608
304	Structures and Improvements	428,302	5,300	0	433,602	209,349	224,253
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	2,138,878	9,883	36,133	2,112,627	1,905,645	206,982
308	Infiltration Galleries	0	0	0	0	0	0
309	Supply Mains	0	0	0	0	0	0
310	Power Generation Equipment	191,730	0	0	191,730	103,090	88,641
311	Pumping Equipment	3,822,634	145,440	72,016	3,896,058	3,699,141	196,917
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	30,158	0	0	30,158	30,158	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	1,786,664	354	0	1,787,018	1,443,923	343,095
330.2	Pressure Tanks	342,824	0	0	342,824	263,782	79,041
331	Transmission and Distribution Mains	7,372,188	91,514	0	7,463,703	5,265,771	2,197,932
333	Services	2,371,811	62,240	0	2,434,051	1,745,512	688,538
334	Meters and Meter Installations	886,605	(82,731)	1,937	801,937	761,226	40,710
335	Hydrants	861,696	1,940	0	863,636	638,562	225,075
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	47,807	0	0	47,807	31,780	16,028
340.1	Computer & Software	10,897	51,962	0	62,859	10,645	52,215
341	Transportation Equipment	264,841	0	0	264,841	203,521	61,320
342	Stores Equipment	0	0	0	0	0	0
343	Tools, Shop and Garage Equipment	11,490	7,907	0	19,397	1,554	17,843
344	Laboratory Equipment	0	0	0	0	0	0
345	Power Operated Equipment	71,545	108,059	78,214	101,390	8,063	93,328
346	Communication Equipment	370,633	0	0	370,633	354,223	16,410
347	Miscellaneous Equipment	50,447	0	0	50,447	37,845	12,601
348	Other Tangible Plant	0	0	0	0	0	0
	Totals	\$21,103,760	\$401,869	\$188,302	\$21,317,327	\$16,713,789	\$4,603,538

Lago Del Oro Water Company
Annual Report
Depreciation Expense for the Current Year (Water)
12/31/21

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	\$0	\$0	\$0	\$0	\$0	\$0	0.00%	\$0
302	Franchises	0	0	0	0	0	0	0.00%	0
303	Land and Land Rights	42,608	0	0	42,608	42,608	0	0.00%	0
304	Structures and Improvements	428,302	5,300	0	433,602	0	433,602	3.33%	14,351
305	Collecting & Improving Reservoirs	0	0	0	0	0	0	0.00%	0
306	Lake, River, Canal Intakes	0	0	0	0	0	0	0.00%	0
307	Wells and Springs	2,138,878	9,883	36,133	2,112,627	0	2,112,627	3.33%	70,788
308	Infiltration Galleries	0	0	0	0	0	0	0.00%	0
309	Supply Mains	0	0	0	0	0	0	0.00%	0
310	Power Generation Equipment	191,730	0	0	191,730	0	191,730	5.00%	9,587
311	Pumping Equipment	3,822,634	145,440	72,016	3,896,058	3,676,074	219,985	12.50%	18,408
320	Water Treatment Equipment	0	0	0	0	0	0	20.00%	0
320.1	Water Treatment Plants	0	0	0	0	0	0	0.00%	0
320.2	Solution Chemical Feeders	30,158	0	0	30,158	30,158	0	0.00%	0
320.3	Point-of-Use Treatment Devices	0	0	0	0	0	0	0.00%	0
330	Distribution Reservoirs and Standpipes	0	0	0	0	0	0	0.00%	0
330.1	Storage Tanks	1,786,664	354	0	1,787,018	0	1,787,018	2.22%	39,668
330.2	Pressure Tanks	342,824	0	0	342,824	0	342,824	5.00%	17,141
331	Transmission and Distribution Mains	7,372,188	91,514	0	7,463,703	0	7,463,703	2.00%	148,359
333	Services	2,371,811	62,240	0	2,434,051	0	2,434,051	3.33%	79,849
334	Meters and Meter Installations	886,605	(82,731)	1,937	801,937	0	801,937	8.33%	70,750
335	Hydrants	861,696	1,940	0	863,636	0	863,636	2.00%	17,253
336	Backflow Prevention Devices	0	0	0	0	0	0	0.00%	0
339	Other Plant and Misc. Equipment	0	0	0	0	0	0	0.00%	0
340	Office Furniture and Equipment	47,807	0	0	47,807	0	47,807	6.67%	3,189
340.1	Computer & Software	10,897	51,962	0	62,859	0	62,859	20.00%	7,376
341	Transportation Equipment	264,841	0	0	264,841	0	264,841	20.00%	52,968
342	Stores Equipment	0	0	0	0	0	0	0.00%	0
343	Tools, Shop and Garage Equipment	11,490	7,907	0	19,397	0	19,397	5.00%	772
344	Laboratory Equipment	0	0	0	0	0	0	0.00%	0
345	Power Operated Equipment	71,545	108,059	78,214	101,390	0	101,390	5.00%	4,323
346	Communication Equipment	370,633	0	0	370,633	349,046	21,588	10.00%	2,159
347	Miscellaneous Equipment	50,447	0	0	50,447	0	50,447	10.00%	5,045
348	Other Tangible Plant	0	0	0	0	0	0	0.00%	0
	Subtotal	\$21,103,760	\$401,869	\$188,302	\$21,317,327	\$4,097,885	\$17,219,442		\$561,984

Contribution(s) in Aid of Construction (Gross)	\$1,145,905
Less: Non Amortizable Contribution(s)	0
Fully Amortized Contribution(s)	0
Amortizable Contribution(s)	\$1,145,905
Times: Proposed Amortization Rate	3.26%
Amortization of CIAC	\$37,398

Less: Amortization of CIAC **\$37,398**

DEPRECIATION EXPENSE **\$524,586**

Lago Del Oro Water Company
Annual Report
Balance Sheet Assets
12/31/21

Balance Sheet Assets				
	Assets		Balance at Beginning of Year (2021)	Balance at End of Year (2021)
Account No.	Current and Accrued Assets			
131	Cash		\$1,849,007	\$2,186,032
134	Working Funds		0	0
135	Temporary Cash Investments		0	0
141	Customer Accounts Receivable		262,354	262,585
142	Other Receivables		18,122	192,549
145	Accounts Receivable - Related Party		165	193
146	Notes Receivable from Associated Companies		749,341	655,152
151	Plant Material and Supplies		0	0
162	Prepayments		7,070	51,789
174	Miscellaneous Current and Accrued Assets		207,161	129,730
	Total Current and Accrued Assets		\$3,093,221	\$3,478,031
Account No.	Fixed Assets			
101	Utility Plant in Service*		\$21,103,764	\$21,317,327
103	Property Held for Future Use		0	0
105	Construction Work in Progress		53,762	25,119
108	Accumulated Depreciation (enter as negative)*		(16,327,240)	(16,713,789)
121	Non-Utility Property		0	0
122	Accumulated Depreciation - Non Utility		0	0
	Total Fixed Assets		\$4,830,286	\$4,628,657
	Total Assets		\$7,923,507	\$8,106,688

*Note these items feed automatically from AR3 UPIS Page 4

Lago Del Oro Water Company
Annual Report
Balance Sheet Liabilities and Owners Equity

Balance Sheet Liabilities and Owners Equity				
	Liabilities		Balance at Beginning of Year (2021)	Balance at End of Year (2021)
Account No.	Current Liabilities			
231	Accounts Payable		\$142,614	\$86,015
232	Notes Payable (Current Portion)		229,276	0
233	Accounts Payable - Related Party		8,496	6,527
234	Notes Payable to Associated Companies		0	0
235	Customer Deposits		87,011	80,288
236	Accrued Taxes		394,990	231,584
237	Accrued Interest		1,131	0
242	Miscellaneous Current and Accrued Liabilities		58,597	82,550
	Total Current Liabilities		\$922,116	\$486,964
	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		853,676	868,838
255	Accumulated Deferred Investment Tax Credits		0	0
271	Contributions in Aid of Construction		1,145,905	1,145,905
272	Less: Amortization of Contributions		(799,365)	(894,890)
281	Accumulated Deferred Income Tax		0	0
	Total Deferred Credits		\$1,200,216	\$1,119,852
	Total Liabilities		\$2,122,332	\$1,606,816
	Capital Accounts			
201	Common Stock Issued		\$150,500	\$150,500
211	Other Paid-In Capital		4,322,625	4,322,625
215	Retained Earnings		1,328,050	2,026,747
218	Proprietary Capital (Sole Props and Partnerships)		0	0
	Total Capital		\$5,801,175	\$6,499,872
	Total Liabilities and Capital		\$7,923,507	\$8,106,688

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

Lago Del Oro Water Company
Annual Report
Water Comparative Income Statement
12/31/21

Water Comparative Income Statement			
Account No.	Calendar Year	Current Year 01/01/2021 - 12/31/2021	Last Year 01/01/2020 - 12/31/2020
	Operating Revenue		
461	Metered Water Revenue	\$2,853,661	\$2,998,150
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	25,104	23,228
	Total Revenues	\$2,878,765	\$3,021,378
	Operating Expenses		
601	Salaries and Wages	\$332,803	\$282,582
603	Salaries and Wages - Officers	31,640	31,737
604	Employee Pensions and Benefits	59,871	60,380
610	Purchased Water	0	0
615	Purchased Power	457,907	455,220
618	Chemicals	29,023	26,656
620	Materials and Supplies	0	0
620.1	Repairs and Maintenance	105,230	91,496
620.2	Office Supplies and Expense	93,640	79,343
630	Contractual Services	0	0
631	Contractual Services -Engineering	1,072	15,005
632	Contractual Services - Accounting	9,815	9,700
633	Contractual Services - Legal	3,216	1,185
634	Contractual Services - Management Fees	0	0
635	Contractual Services - Water Testing	54,729	9,651
636	Contractual Services - Other	64,041	63,996
640	Rents	0	0
641	Rental of Building/Real Property	6,005	4,120
642	Rental of Equipment	0	0
650	Transportation Expenses	14,809	4,127
656	Insurance - Vehicles	12,909	3,845
657	Insurance - General Liability	58,006	44,979
657.1	Insurance - Health and Life	0	0
665	Regulatory Commission Expense - Rate	0	0
670	Bad Debt Expense	9,617	7,294
675	Miscellaneous Expense	25,817	24,944
403	Depreciation Expense (From Schedule AR4)	524,586	524,223
407.5	Amortization – EADIT	10,110	10,110
408	Taxes Other Than Income	10,057	8,423
408.11	Property Taxes	126,152	129,708
408.12	Payroll Taxes	26,834	20,547
409	Income Taxes	206,029	488,313
427.1	Customer Security Deposit Interest	0	0
	Total Operating Expenses	\$2,273,918	\$2,397,582
	Operating Income / (Loss)	\$604,847	\$623,796
	Other Income / (Expense)		
419	Interest and Dividend Income	\$19,504	\$21,102
421	Non-Utility Income	19,299	19,462
426	Miscellaneous Non-Utility (Expense)	(720)	(75)
427	Interest (Expense)	(2,361)	(17,008)
	Total Other Income / (Expense)	\$35,722	\$23,480
	Net Income / (Loss)	\$640,570	\$647,276

Full time equivalent employees

	Direct Company	Allocated	Outside service	Total
President	0.0	0.0	0.0	0.0
Vice-president	0.0	0.0	0.0	0.0
Manager	0.5	(0.0)	0.0	0.5
Engineering Staff	0.0	0.0	0.0	0.0
System Operator(s)	4.1	0.1	0.0	4.2
Meter reader	0.0	0.0	0.0	0.0
Customer Service	0.9	0.0	0.0	0.9
Accounting	0.0	0.0	0.6	0.6
Business Office	0.0	0.0	0.0	0.0
Rates Department	0.0	0.0	0.0	0.0
Administrative Staff	0.6	0.0	0.0	0.6
Other	0.0	0.0	0.0	0.0
Total	6.0	0.1	0.6	6.7

Lago Del Oro Water Company
Annual Report
Supplemental Financial Data (Long-Term Debt)
12/31/21

Supplemental Financial Data (Long-Term Debt)				
	Loan #1	Loan #2	Loan #3	Loan #4
Date Issued	7/27/2006	7/27/2009	6/30/2014	NA
Source of Loan	CB&T	APM	Wells Fargo	NA
ACC Decision No.	62845	62845	74450	NA
Reason for Loan	Plant Additions	Refinace	Plant Additions	NA
Dollar Amt. Issued	\$2,764,996	\$1,154,966	\$2,751,411	\$0
Amount Outstanding	\$0	\$0	\$0	\$0
Date of Maturity	7/27/2009	11/17/2011	6/30/2021	NA
Interest Rate	Prime	Prime	4.08%	NA
Current Year Interest	\$0	\$0	\$2,361	NA
Current Year Principal	\$0	\$0	\$0	NA

Meter Deposit Balance at Test Year End:	\$80,288
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Meter Deposits Refunded During the Test Year:	\$12,651
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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:		LAGO DEL ORO WATER CO									
ADEQ Public Water System Number:		AZ0411117									
ADWR PCC Number:		91-000558.0000									
Well registry 55# (55-XXXXXX):	Pump Horsepower	Pump Yield (gpm)	Casing Depth (feet)	Casing Diameter (inches)	Pump Motor Type **	Year Drilled	Water level 2011	Water level 2021	Meter Size (inches)	How measured:	Active
55-613452	75	560	804	16	Submersible	1963	unknown	unknown	6	Metered	Yes
55-613459	2	15	241	8	Submersible	1973	unknown	unknown	1	Metered	Yes
55-613454	150	350	800	16	Turbine	1963	unknown	unknown	8	Metered	Yes
55-613455	15	75	300	10	Submersible	1972	unknown	unknown	3	Metered	Yes
55-613456	30	120	450	8	Submersible	1973	unknown	unknown	3	Metered	Yes
55-613460	10	25	495	8	Submersible	1972	unknown	unknown	2	Metered	Yes
55-613457	8	120	225	8	Submersible	1972	unknown	unknown	3	Metered	Yes
55-613458	3	35	609	8	Submersible	1981	unknown	unknown	1	Metered	Yes
55-623397	15	70	310	10	Submersible	1971	unknown	unknown	2	Metered	Yes
55-518207	200	1,385	800	16	Turbine	1987	unknown	unknown	8	Metered	Yes
55-526451	200	1,000	804	16	Submersible	1990	unknown	unknown	8	Metered	Yes
55-547494	300	1,300	959	16	Turbine	1996	unknown	unknown	10	Metered	Yes
55-548874	200	1,100	1,100	16	Turbine	1995	unknown	unknown	10	Metered	Yes
55-548873	100	330	1,109	16	Submersible	1996	unknown	unknown	6	Metered	Yes
55-573651	150	490	1,200	20	Turbine	1999	unknown	unknown	6	Metered	Yes
55-206036	250	1,200	1,340	16	Turbine	2005	unknown	unknown	10	Metered	Yes

Name of system water delivered to:		LAGO DEL ORO WATER CO									
ADWR PCC Number:		91-000558.0000									
Source of water delivered to another system		Ground Water									

Name of system water received from:		LAGO DEL ORO WATER CO									
ADWR PCC Number:		91-000558.0000									
Source of water received		Ground Water									
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	48,168,675.00	44,044,601.00	2,729,700.00	0.00	28,110.00	\$29,213	178,851
February	47,944,559.00	42,158,710.00	0.00	1,257,900.00	28,970.00	35,287	235,358
March	56,705,978.00	55,349,065.00	0.00	1,254,000.00	15,000.00	44,522	292,209
April	85,959,459.00	77,247,774.00	0.00	529,900.00	5,010.00	40,696	246,770
May	99,669,254.00	95,142,517.00	525,500.00	0.00	37,500.00	40,569	257,974
June	122,941,512.00	115,092,722.00	1,093,400.00	0.00	184,080.00	43,198	256,139
July	81,577,482.00	73,199,465.00	0.00	1,243,200.00	46,990.00	55,898	420,119
August	71,079,247.00	64,769,844.00	1,752,300.00	0.00	45,660.00	47,183	378,031
September	77,690,869.00	64,982,425.00	1,005,100.00	0.00	97,400.00	39,770	292,113
October	80,612,356.00	75,244,867.00	0.00	1,570,300.00	1,500.00	30,607	223,814
November	57,713,558.00	55,653,842.00	0.00	1,011,500.00	0.00	25,038	166,311
December	52,833,277.00	54,997,474.00	0.00	1,414,700.00	0.00	25,925	192,945
Totals	882,896,226.00	817,883,306.00	7,106,000.00	8,281,500.00	490,220.00	\$457,907	\$3,140,633

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

N/A

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:		LAGO DEL ORO WATER CO	
ADEQ Public Water System Number:		AZ0411117	
ADWR PCC Number:		91-000558.0000	

MAINS		
Sizes (inches)	Material	Length (feet)
2.00	PVC	5,943
3.00	PVC	20,497
4.00	PVC	86,007
6.00	PVC	163,648
8.00	PVC	124,852
10.00	PVC	23,676
12.00	PVC	4,903
NA	NA	NA
NA	NA	NA
NA	NA	NA
NA	NA	NA
NA	NA	NA
NA	NA	NA
NA	NA	NA

SERVICE LINES			
Material	Percent of system	Year installed	
Copper	80%	1998	
Black poly	20%	1986	
NA	NA	NA	
NA	NA	NA	
NA	NA	NA	

BOOSTER PUMPS			
Horsepower	GPM	Quantity	
60	1,250	2	
50	750	2	
40	650	2	
30	450	4	
25	600	4	
20	500	7	
15	50	2	
10	40	2	
5	20	4	
7.5	35	1	
172	1,250	1	
152	502	1	
58	500	1	

STORAGE TANKS			
Capacity (gallons)	Material	Quantity	Year installed
500,000	STEEL	2	96, '06
250,000	STEEL	2	93, '97
200,000	STEEL	2	00, '01
100,000	STEEL	1	1996
12,000	STEEL	3	2005
286,000	STEEL	1	1987

CUSTOMER METERS			
Size (inches)	Quantity	Percent over 1,00,000 gallons	Percent over 10 years old
5/8 X 3/4	6,423	90%	unknown
0.75	176	81%	unknown
1	129	57%	unknown
1.5	18	89%	unknown
2	51	94%	unknown
3	12	67%	unknown
4	1	100%	unknown
6	6	100%	unknown
10	1	100%	unknown
NA	NA	NA	NA
NA	NA	NA	NA
NA	NA	NA	NA
NA	NA	NA	NA
NA	NA	NA	NA
NA	NA	NA	NA
NA	NA	NA	NA
NA	NA	NA	NA
NA	NA	NA	NA

FIRE HYDRANTS	
Type	Quantity
Standard *	399
Other	0

PRESSURE/BLADDER TANKS			
Capacity (gallons)	Material	Quantity	Year installed
85	Steel	2	1997
1,000	Steel	2	1997
1,500	Steel	1	unknown
2,500	Steel	2	2000
6,000	Steel	2	2006
8,000	Steel	1	2006
10,000	Steel	1	1974
14,000	Steel	1	1998

* 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)
--

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

TREATMENT EQUIPMENT:	Chlorine Tanks, Analyser
STRUCTURES:	Storage Building, Shed, Office Building, Pump and Well Enclosures, Gates, Block Walls
OTHER:	Wells, Water Plants, Booster Pumps

41.29

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	283	
Method used:	(a)	Select = (a), (b) or other

Customer and Other Information		
Name of the System:	LAGO DEL ORO WATER CO	
ADEQ Public Water System Number:	AZ0411117	
ADWR PCC Number:	91-000558.0000	

Month	Number of Customers				
	Single-Family	Multi-Family	Commercial	Turf/Irrigation	Other Non-Residential
January	6,486	0	90	45	3
February	6,487	0	90	46	5
March	6,495	0	90	46	5
April	6,496	0	88	47	8
May	6,497	0	86	47	7
June	6,506	0	87	47	7
July	6,502	0	87	47	6
August	6,515	0	87	47	5
September	6,516	0	87	47	5
October	6,546	0	88	47	6
November	6,539	0	87	47	5
December	6,549	0	88	47	7

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

Does the system have chlorination treatment? v

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.

n/a

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

Lago Del Oro Water Company
Annual Report
 Utility Shutoffs / Disconnects
 12/31/21

Utility Shutoffs / Disconnects	
Name of the System:	LAGO DEL ORO WATER CO
ADEQ Public Water System Number:	AZ0411117
ADWR PCC Number:	91-000558.0000

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):

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.

Property Taxes	
----------------	--

Amount of actual property taxes paid during Calendar Year 2021 was
--

\$127,734

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): Maricopa
Name (owner or official) title: Brian Smith, Vice President
Company name: Lago Del Oro Water Company

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

FOR THE YEAR ENDING: 12/31/21

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]
signature of owner/official

480-895-9200
telephone no.

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

THIS

26th

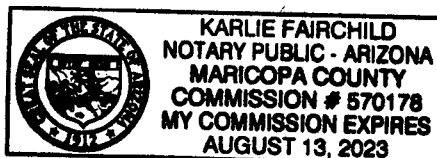
DAY OF

Maricopa
(county name)

April 2022
(month) and (year)

MY COMMISSION EXPIRES

8/13/2023
(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:

Brian Smith, Vice President

Company name:

Lago Del Oro Water Company

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

FOR THE YEAR ENDING: 12/31/21

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 (\$)

\$3,082,115

(The amount in the box above includes

\$203,350 in sales taxes

billed or collected)

[Signature]
signature of owner/official

480-895-9200

telephone no.

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

Maricopa

(county name)

THIS

26th

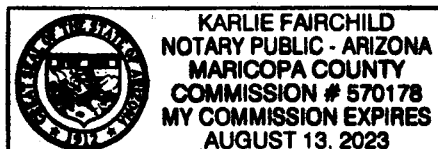
DAY OF

April 2022

(month) and (year)

MY COMMISSION EXPIRES

8/13/2023
(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: Brian Smith, Vice President
Company name: Lago Del Oro Water Company

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

FOR THE YEAR ENDING: 12/31/21

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 (\$)

\$2,466,521
(The amount in the box above includes
\$169,119 in sales taxes
billed or collected)

[Signature]
signature of owner/official

480-895-9200
telephone no.

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

Maricopa
(county name)

THIS

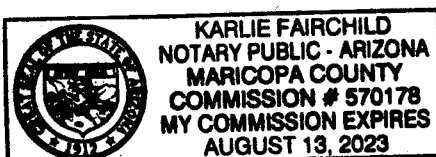
26th

DAY OF

April 2022
(month) and (year)

MY COMMISSION EXPIRES

8/13/2023
(date)



[Signature]
(signature of notary public)

Full Gross-up Method for Income Tax Statement of Certification

Verification:

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

County of (county name): Maricopa
Name (owner or official) title: Brian Smith, Vice President
Company name: Lago Del Oro Water Company

FOR THE YEAR ENDING: 12/31/21

Sworn Statement:

IN ACCORDANCE WITH THE REQUIREMENTS OF DECISION NO. 77084, BECAUSE THE UTILITY REQUIRES THE GROSS UP OF ADVANCES AND CONTRIBUTIONS, I HEREBY STATE THAT THE UTILITY HAS NOT INCURRED NOR IS EXPECTED TO INCUR A NET INCREASE IN CURRENT INCOME TAX EXPENSE OR A DECREASE IN DEFERRED TAX ASSET FOR A CARRY FORWARD ACCORDING TO GAAP IN AN AMOUNT EQUAL TO OR GREATER THAN THE AMOUNT OF THE REQUIRED GROSS UP PAID BY DEVELOPERS IN THE PERIOD COVERED BY THIS ANNUAL REPORT.

[Signature]
signature of owner/official

480-895-9200
telephone no.

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

Maricopa
(county name)

THIS 26th DAY OF April 2022
(month) and (year)

MY COMMISSION EXPIRES

8/13/2023
(date)



[Signature]
(signature of notary public)