

**ANNUAL REPORT**

Of

Company Name: Liberty Utilities (Litchfield Park Water and Sewer) Corp  
12725 W. Indian School Rd., Ste. D101

Mailing Address: Avondale AZ  
85392

Docket No.: W-01427A  
For the Year Ended: 12/31/19

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4/23/2020, 04:36 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: 4/15/2020

ARIZONA CORPORATION COMMISSION  
 WATER UTILITY ANNUAL REPORT  
 Liberty Utilities (Litchfield Park Water and Sewer) Corp  
 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:

<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.
	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)
101.2	Operating Leases	\$0	\$13,088	\$0	\$13,088	\$0	\$13,088
301	Organization	0	0	0	0	0	0
302	Franchises	0	0	0	0	0	0
303	Land and Land Rights	1,543,967	53,234	0	1,597,201	0	1,597,201
304	Structures and Improvements	26,217,216	34,248	0	26,251,464	9,494,215	16,757,249
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	3,585,856	21,635	21,927	3,585,563	1,714,894	1,870,669
308	Infiltration Galleries	0	0	0	0	0	0
309	Supply Mains	1,836,840	465,629	0	2,302,469	85,993	2,216,476
310	Power Generation Equipment	2,829,994	0	0	2,829,994	967,613	1,862,380
311	Pumping Equipment	1,510,127	236,605	43,855	1,702,877	761,748	941,129
320	Water Treatment Equipment	0	0	0	0	0	0
320.1	Water Treatment Plants	(47,498)	0	0	(47,498)	0	(47,498)
320.2	Solution Chemical Feeders	30,325	54,949	0	85,274	36,452	48,822
320.3	Point-of-Use Treatment Devices	5,285,522	926,588	0	6,212,109	1,354,452	4,857,657
330	Distribution Reservoirs and Standpipes	(2)	0	0	(2)	0	(2)
330.1	Storage Tanks	490,051	34	0	490,085	210,242	279,843
330.2	Pressure Tanks	1,042,993	0	130,053	912,940	3,056,699	(2,143,759)
331	Transmission and Distribution Mains	46,204,803	358,801	21,245	46,542,358	11,989,326	34,553,032
333	Services	6,587,331	246,046	8,518	6,824,858	(277,501)	7,102,359
334	Meters and Meter Installations	7,736,567	349,452	112,378	7,973,641	4,190,794	3,782,846
335	Hydrants	3,549,638	16,431	3	3,566,066	1,017,031	2,549,034
336	Backflow Prevention Devices	101,461	0	0	101,461	42,033	59,428
339	Other Plant and Misc. Equipment	398,456	0	0	398,456	217,549	180,907
340	Office Furniture and Equipment	702,025	1,007	6,558	696,474	550,414	146,060
340.1	Computer & Software	53,444	12,208	16,744	48,908	26,389	22,520
341	Transportation Equipment	826,758	0	0	826,758	915,796	(89,039)
342	Stores Equipment	37,143	0	0	37,143	17,153	19,990
343	Tools, Shop and Garage Equipment	98,926	41,546	17,049	123,423	23,527	99,896
344	Laboratory Equipment	15,537	1	0	15,538	3,804	11,734
345	Power Operated Equipment	18,956	0	0	18,956	11,107	7,849
346	Communication Equipment	885,345	0	2	885,343	264,886	620,457
347	Miscellaneous Equipment	468,467	48	0	468,514	(22,653)	491,167
348	Other Tangible Plant	130,462	0	0	130,462	13,046	117,416
	<b>Totals</b>	<b>\$112,140,707</b>	<b>\$2,831,549</b>	<b>\$378,332</b>	<b>\$114,593,923</b>	<b>\$36,665,011</b>	<b>\$77,928,912</b>

Liberty Utilities (Litchfield Park Water and Sewer) Corp  
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
101.2	Operating Leases	\$0	\$13,088	\$0	\$13,088	\$0	\$13,088	0.00%	\$0
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	1,543,967	53,234	0	1,597,201	0	1,597,201	0.00%	0
304	Structures and Improvements	26,217,216	34,248	0	26,251,464	0	26,251,464	3.33%	873,604
305	Collecting & Improving Reservoirs	0	0	0	0	0	0	2.50%	0
306	Lake, River, Canal Intakes	0	0	0	0	0	0	2.50%	0
307	Wells and Springs	3,585,856	21,635	21,927	3,585,563	0	3,585,563	3.33%	119,404
308	Infiltration Galleries	0	0	0	0	0	0	6.67%	0
309	Supply Mains	1,836,840	465,629	0	2,302,469	0	2,302,469	2.00%	41,393
310	Power Generation Equipment	2,829,994	0	0	2,829,994	0	2,829,994	5.00%	141,500
311	Pumping Equipment	1,510,127	236,605	43,855	1,702,877	372,524	1,330,353	12.50%	154,247
320	Water Treatment Equipment	0	0	0	0	12,724	(12,724)	3.33%	(424)
320.1	Water Treatment Plants	(47,498)	0	0	(47,498)	0	(47,498)	3.33%	(1,582)
320.2	Solution Chemical Feeders	30,325	54,949	0	85,274	0	85,274	20.00%	11,560
320.3	Point-of-Use Treatment Devices	5,285,522	926,588	0	6,212,109	0	6,212,109	2.22%	127,624
330	Distribution Reservoirs and Standpipes	(2)	0	0	(2)	277,494	(277,496)	2.22%	(6,160)
330.1	Storage Tanks	490,051	34	0	490,085	0	490,085	5.00%	24,503
330.2	Pressure Tanks	1,042,993	0	130,053	912,940	0	912,940	2.00%	19,559
331	Transmission and Distribution Mains	46,204,803	358,801	21,245	46,542,358	134,930	46,407,428	3.33%	1,539,747
333	Services	6,587,331	246,046	8,518	6,824,858	0	6,824,858	8.33%	558,618
334	Meters and Meter Installations	7,736,567	349,452	112,378	7,973,641	2,093,615	5,880,025	2.00%	115,230
335	Hydrants	3,549,638	16,431	3	3,566,066	17,500	3,548,566	6.67%	236,141
336	Backflow Prevention Devices	101,461	0	0	101,461	13,898	87,562	6.67%	5,840
339	Other Plant and Misc. Equipment	398,456	0	0	398,456	42	398,414	6.67%	26,574
340	Office Furniture and Equipment	702,025	1,007	6,558	696,474	243,809	452,666	6.67%	30,378
340.1	Computer & Software	53,444	12,208	16,744	48,908	0	48,908	20.00%	10,235
341	Transportation Equipment	826,758	0	0	826,758	449,402	377,356	20.00%	75,471
342	Stores Equipment	37,143	0	0	37,143	0	37,143	4.00%	1,486
343	Tools, Shop and Garage Equipment	98,926	41,546	17,049	123,423	0	123,423	5.00%	5,559
344	Laboratory Equipment	15,537	1	0	15,538	0	15,538	10.00%	1,554
345	Power Operated Equipment	18,956	0	0	18,956	0	18,956	5.00%	948
346	Communication Equipment	885,345	0	2	885,343	98,099	787,244	10.00%	78,724
347	Miscellaneous Equipment	468,467	48	0	468,514	0	468,514	10.00%	46,849
348	Other Tangible Plant	130,462	0	0	130,462	0	130,462	10.00%	13,046
	<b>Subtotal</b>	\$112,140,707	\$2,831,549	\$378,332	\$114,593,923	\$3,714,037	\$110,879,886		\$4,251,629

Contribution(s) in Aid of Construction (Gross)	\$39,417,631
Less: Non Amortizable Contribution(s)	0
Fully Amortized Contribution(s)	242,721
Amortizable Contribution(s)	<u>\$39,174,909</u>
Times: Proposed Amortization Rate	3.83%
<b>Amortization of CIAC</b>	\$1,502,141

<b>Less: Amortization of CIAC</b>	<b>\$1,502,141</b>
<b>DEPRECIATION EXPENSE</b>	<b>\$2,749,488</b>

Liberty Utilities (Litchfield Park Water and Sewer) Corp  
Annual Report  
Balance Sheet Assets  
12/31/19

<b>Balance Sheet Assets</b>				
	<b>Assets</b>		Balance at Beginning of Year (2019)	Balance at End of Year (2019)
<b>Account No.</b>	<b>Current and Accrued Assets</b>			
131	Cash		\$102,134	\$120,027
134	Working Funds		2,418,515	4,608,468
135	Temporary Cash Investments		0	0
141	Customer Accounts Receivable		784,458	971,116
142	Other Accounts Receivable		0	0
143	Accumulated Provision for Uncollectable Accounts		(2,123)	(1,835)
146	Notes Receivable from Associated Companies		0	0
151	Plant Material and Supplies		0	0
162	Prepayments		279,843	290,000
173	Accrued Utility Revenue		3,329,498	3,744,009
174	Miscellaneous Current and Accrued Assets		0	0
	<b>Total Current and Accrued Assets</b>		<b>\$6,912,326</b>	<b>\$9,731,785</b>
	<b>Deferred Debits</b>			
186.1	Deferred Rate Case Expense		(\$1,846)	\$130,361
186.2	Other Deferred Debits		913,795	617,615
	<b>Total Deferred Debits</b>		<b>\$911,949</b>	<b>\$747,977</b>
<b>Account No.</b>	<b>Fixed Assets</b>			
101	Utility Plant in Service*		\$112,140,707	\$114,593,923
103	Property Held for Future Use		6,000	6,000
105	Construction Work in Progress		6,874,221	8,785,532
108	Accumulated Depreciation <b>(enter as negative)*</b>		(33,099,594)	(36,665,011)
121	Non-Utility Property		21,100	21,100
122	Accumulated Depreciation - Non Utility		0	0
	<b>Total Fixed Assets</b>		<b>\$85,942,435</b>	<b>\$86,741,544</b>
	<b>Total Assets</b>		<b>\$93,766,710</b>	<b>\$97,221,305</b>

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

Liberty Utilities (Litchfield Park Water and Sewer) Corp  
Annual Report  
Balance Sheet Liabilities and Owners Equity

<b>Balance Sheet Liabilities and Owners Equity</b>				
	<b>Liabilities</b>		Balance at Beginning of Year (2019)	Balance at End of Year (2019)
Account No.	<b>Current Liabilities</b>			
231	Accounts Payable		(\$607)	\$204
232	Notes Payable (Current Portion)		0	0
234	Notes Payable to Associated Companies		2,624,814	234,766
235	Customer Deposits		1,104,867	1,312,213
236	Accrued Taxes		63,938	123,598
237	Accrued Interest		(185)	(335)
242	Miscellaneous Current and Accrued Liabilities		1,941,870	717,378
	<b>Total Current Liabilities</b>		<b>\$5,734,697</b>	<b>\$2,387,824</b>
	<b>Long Term Debt</b>			
224	Long Term Debt (Notes and Bonds)		\$0	\$0
	<b>Deferred Credits</b>			
251	Unamortized Premium on Debt		\$0	\$0
252	Advances in Aid of Construction		10,261,464	6,790,141
253	Other Deferred Credits		2,511,775	2,899,827
255	Accumulated Deferred Investment Tax Credits		0	0
271	Contributions in Aid of Construction		36,374,026	39,417,631
272	Less: Amortization of Contributions		(3,461,244)	(4,123,142)
281	Accumulated Deferred Income Tax		2,410,119	15,678,622
	<b>Total Deferred Credits</b>		<b>\$48,096,140</b>	<b>\$60,663,079</b>
	<b>Total Liabilities</b>		<b>\$53,830,837</b>	<b>\$63,050,903</b>
	<b>Capital Accounts</b>			
201	Common Stock Issued		\$0	\$0
211	Other Paid-In Capital		24,578,703	26,288,123
215	Retained Earnings		15,357,171	7,882,279
218	Proprietary Capital (Sole Props and Partnerships)		0	0
	<b>Total Capital</b>		<b>\$39,935,873</b>	<b>\$34,170,402</b>
	<b>Total Liabilities and Capital</b>		<b>\$93,766,710</b>	<b>\$97,221,305</b>

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

Liberty Utilities (Litchfield Park Water and Sewer) Corp  
Annual Report  
Water Comparative Income Statement  
12/31/19

<b>Water Comparative Income Statement</b>			
Account No.	Calendar Year	Current Year	Last Year
		01/01/2019 - 12/31/2019	01/01/2018 - 12/31/2018
	<b>Operating Revenue</b>		
461	Metered Water Revenue	\$13,591,162	\$12,868,040
460	Unmetered Water Revenue	0	0
462	Fire Protection Revenue	49,692	48,947
469	Guaranteed Revenues (Surcharges)	0	0
471	Miscellaneous Service Revenues	0	0
474	Other Water Revenue	292,423	275,076
	<b>Total Revenues</b>	<b>\$13,933,277</b>	<b>\$13,192,063</b>
	<b>Operating Expenses</b>		
601	Salaries and Wages	\$0	\$0
604	Employee Pensions and Benefits	0	0
610	Purchased Water	20,172	56,720
615	Purchased Power	1,183,506	1,188,770
616	Fuel for Power Production	353	4,270
618	Chemicals	333,778	327,827
620	Materials and Supplies	51,616	42,745
620.1	Repairs and Maintenance	0	0
620.2	Office Supplies and Expense	32,657	35,073
630	Contractual Services	0	0
631	Contractual Services - Engineering	0	0
632	Contractual Services - Accounting	37,454	81,219
633	Contractual Services - Legal	6,864	4,180
634	Contractual Services - Management Fees	2,605,932	2,651,669
635	Contractual Services - Water Testing	112,546	39,593
636	Contractual Services - Other	1,505,793	1,577,262
640	Rents	0	0
641	Rental of Building/Real Property	2,081	1,535
642	Rental of Equipment	(1,197)	510
650	Transportation Expenses	47,988	57,977
657	Insurance - General Liability	63,073	50,385
657.1	Insurance - Health and Life	0	0
665	Regulatory Commission Expense - Rate	217,549	79,077
667	Regulatory Commission Expense - Other	122,998	593,619
670	Bad Debt Expense	5,895	39,986
675	Miscellaneous Expense	274,815	(317,339)
403	Depreciation Expense (From Schedule AR4)	2,749,488	2,637,037
408	Taxes Other Than Income	0	0
408.1	Property Taxes	624,765	668,010
409	Income Taxes	2,097,666	0
427.1	Customer Security Deposit Interest	0	0
	<b>Total Operating Expenses</b>	<b>\$12,095,793</b>	<b>\$9,820,124</b>
	<b>Operating Income / (Loss)</b>	<b>\$1,837,485</b>	<b>\$3,371,939</b>
	<b>Other Income / (Expense)</b>		
419	Interest and Dividend Income	\$0	\$1,298
420	AFUDC Revenue	(\$14,716)	107,682
421	Non-Utility Income	0	0
426	Miscellaneous Non-Utility (Expense)	0	0
427	Interest (Expense)	(1,568)	14,563
433	Extraordinary Income	0	0
434	Extraordinary Deductions	0	0
	<b>Total Other Income / (Expense)</b>	<b>(\$16,284)</b>	<b>\$123,543</b>
	<b>Net Income / (Loss)</b>	<b>\$1,821,201</b>	<b>\$3,495,481</b>



Liberty Utilities (Litchfield Park Water and Sewer) Corp  
 Annual Report  
 Full time equivalent employees  
 12/31/19

**Full time equivalent employees**

	Direct Company	Allocated	Outside service	Total
President	0.0	0.2	0.0	0.2
Vice-president	0.0	0.1	0.0	0.1
Manager	0.0	2.6	0.0	2.6
Engineering Staff	0.0	1.5	0.0	1.5
System Operator(s)	0.0	11.1	0.0	11.1
Meter reader	0.0	0.0	0.0	0.0
Customer Service	0.0	5.3	0.0	5.3
Accounting	0.0	2.8	0.0	2.8
Business Office	0.0	0.9	0.0	0.9
Rates Department	0.0	0.8	0.0	0.8
Administrative Staff	0.0	0.0	0.0	0.0
Other	0.0	0.6	0.0	0.6
<b>Total</b>	0.0	25.9	0.0	25.9

Liberty Utilities (Litchfield Park Water and Sewer) Corp  
 Annual Report  
 Supplemental Financial Data (Long-Term Debt)  
 12/31/19

<b>Supplemental Financial Data (Long-Term Debt)</b>				
	Loan #1	Loan #2	Loan #3	Loan #4
Date Issued	NA	NA	NA	NA
Source of Loan	NA	NA	NA	NA
ACC Decision No.	NA	NA	NA	NA
Reason for Loan	NA	NA	NA	NA
Dollar Amt. Issued	NA	NA	NA	NA
Amount Outstanding	NA	NA	NA	NA
Date of Maturity	NA	NA	NA	NA
Interest Rate	NA	NA	NA	NA
Current Year Interest	NA	NA	NA	NA
Current Year Principal	NA	NA	NA	NA

Meter Deposit Balance at Test Year End:	\$1,244,863
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Meter Deposits Refunded During the Test Year:	\$100,142
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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: LITCHFIELD PARK SERVICE CO.											
ADEQ Public Water System Number			AZ0407046								
ADWR PCC Number:			91-000199.0000								
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
55-611687 34C	150	1,000	700	14	Submersible	0	112 static	188 static	8	Metered	Yes
55-611724 2AL	250	12,000	800	16	turbine	0	N/A	N/A	12	Metered	Yes
55-214539 10AL	150	700	700	16	turbine	2007	165	230 static	12	Metered	Yes
55-583454 TW1	200	500	740	16	turbine	2001	166 static	188 static	12	Metered	Yes
55-611680 TW2	75	550	503	12	turbine	1961	N/A	N/A	12	Metered	Yes
55-611678 TW4	150	1,250	685	16	turbine	1966	270 static	181 static	12	Metered	Yes
55-611677 TW5	150	1,200	850	16	turbine	1972	185 static	179 static	12	Metered	Yes
55-533836 TW6	200	1,400	650	16	turbine	1992	183 static	190 static	12	Metered	Yes
55-611727 5AL	300	1,550	810	16	turbine	1965	237	N/A	12	Metered	Yes
55-611729 9AL	350	1,750	997	20	turbine	1960	189 static	N/A	12	Metered	Yes
55-611726 4AL	350	1,000	617	12	turbine	1962	331	N/A	12	Metered	Yes
55-611717 20B	200	1,400	1,100	20	turbine	1962	198	198 static	12	Metered	Yes
55-611728 6AL	200	1,100	1,002	16	turbine	1977	N/A	N/A	12	Metered	Yes
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

Name of system water delivered to:	CITY OF GOODYEAR
ADWR PCC Number:	91-000224.0000
Source of water delivered to another system	Ground Water

Name of system water received from:	NA
ADWR PCC Number:	#N/A
Source of water received	NA
Well registry 55# (55-XXXXXX):	NA

Month	Water withdrawn (gallons) <sup>1</sup>	Water sold (gallons) <sup>2</sup>	Water delivered (sold) to other systems (gallons) <sup>3</sup>	Water received (purchased) from other systems (gallons) <sup>4</sup>	Estimated authorized use (gallons) <sup>5</sup>	Purchased Power Expense <sup>6</sup>	Purchased Power (kWh) <sup>7</sup>
January	241,293,000.00	225,474,481.00	5,086,000.00	0.00	0.00	\$60,293	52,228
February	208,554,000.00	220,123,737.00	1,190,000.00	0.00	0.00	57,703	47,454
March	262,165,000.00	203,910,347.00	10,130,000.00	0.00	0.00	62,952	52,590
April	323,891,000.00	228,851,033.00	2,332,000.00	0.00	0.00	79,347	54,845
May	372,839,700.00	305,316,478.00	2,131,000.00	0.00	0.00	96,485	56,322
June	439,749,000.00	334,294,922.00	8,329,000.00	0.00	0.00	157,995	56,430
July	476,425,000.00	408,731,009.00	6,282,000.00	0.00	0.00	127,348	56,507
August	478,543,000.00	438,771,884.00	4,497,000.00	0.00	0.00	111,627	57,284
September	419,313,000.00	433,354,586.00	1,218,000.00	0.00	0.00	140,130	55,160
October	414,442,000.00	375,769,552.00	24,722,000.00	0.00	0.00	115,291	55,569
November	346,246,000.00	392,104,365.00	34,393,000.00	0.00	0.00	78,565	56,205
December	239,797,000.00	322,222,766.00	2,333,000.00	0.00	0.00	95,771	51,057
<b>Totals</b>	<b>4,223,257,700.00</b>	<b>3,888,925,160.00</b>	<b>102,643,000.00</b>	<b>0.00</b>	<b>0.00</b>	<b>\$1,183,506</b>	<b>651,651</b>

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

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:	LITCHFIELD PARK SERVICE CO.		
ADEQ Public Water System Number:	AZ0407046		
ADWR PCC Number:	91-000199.0000		

MAINS		
Sizes (inches)	Material	Length (feet)
2.00	GALV/DIP/PVC/ACP/CIP/CU/TRANSITE	11,054
3.00	GALV/DIP/PVC/ACP/CIP/CU/TRANSITE	3,686
4.00	GALV/DIP/PVC/ACP/CIP/CU/TRANSITE	28,427
5.00	GALV/DIP/PVC/ACP/CIP/CU/TRANSITE	379,379
6.00	GALV/DIP/PVC/ACP/CIP/CU/TRANSITE	701,497
8.00	GALV/DIP/PVC/ACP/CIP/CU/TRANSITE	84,763
10.00	GALV/DIP/PVC/ACP/CIP/CU/TRANSITE	282,913
12.00	GALV/DIP/PVC/ACP/CIP/CU/TRANSITE	104,284
16.00	GALV/DIP/PVC/ACP/CIP/CU/TRANSITE	8,359
24.00	GALV/DIP/PVC/ACP/CIP/CU/TRANSITE	102,107
30.00	GALV/DIP/PVC/ACP/CIP/CU/TRANSITE	4,015
36.00	GALV/DIP/PVC/ACP/CIP/CU/TRANSITE	0
42.00	GALV/DIP/PVC/ACP/CIP/CU/TRANSITE	460
NA	NA	0

CUSTOMER METERS			
Size (inches)	Quantity	Percent over 1,00,000 gallons	Percent over 10 years old
5/8 X 3/4	186	0%	Unknown
0.75	10,878	0%	Unknown
1	7,399	0%	Unknown
1.5	228	0%	Unknown
Compound 2	0	0%	Unknown
Turbine 2	681	0%	Unknown
Compound 3	0	0%	Unknown
Turbine 3	8	0%	Unknown
Compound 4	28	0%	Unknown
Turbine 5	0	0%	Unknown
Compound 6	0	0%	Unknown
Turbine 6	3	0%	Unknown
6	33	0%	Unknown
NA	0	0%	Unknown
NA	0	0%	Unknown
NA	0	0%	Unknown
NA	0	0%	Unknown

SERVICE LINES			
Material	Percent of system	Year installed	
Galvanized steel	3%	<1970	
HDPE	2%	<1970	
Copper	95%	>1970	
NA	NA	NA	
NA	NA	NA	

BOOSTER PUMPS			
Horsepower	GPM	Quantity	
75HP		0	1
150HP		0	1
200HP		0	3
250HP		0	4

FIRE HYDRANTS	
Type	Quantity
Standard *	3,559
Other	NA

STORAGE TANKS				
Capacity (gallons)	Material	Quantity	Year installed	
6.3 MG TWR		0	1	0
4.3 MG ALR		0	1	0
100K 20ATF		0	1	0
NA	NA	NA	NA	NA
NA	NA	NA	NA	NA
NA	NA	NA	NA	NA

PRESSURE/BLADDER TANKS			
Capacity (gallons)	Material	Quantity	Year installed
450 GAL	0	4	0
NA	NA	NA	NA
NA	NA	NA	NA
NA	NA	NA	NA
NA	NA	NA	NA
NA	NA	NA	NA

\* 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>
--

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

<b>TREATMENT EQUIPMENT:</b>	2 units of Sodium Hypochlorite generation as disinfection for Water Treatment, Arsenic removal systems at well sites 20B, Town Well Reservoir and Airline Reservoir, GAC treatment at 2AL, 4AL & 10AL. The Airline Reservoir has Ferric Chloride treatment to help in removal of arsenic, in addition to Anthrocite carbon the Town Well Reservoir uses carbon dioxide with E33 Bayoxide to help with pH levels, also helping to extend the life of the carbon media. 20B ATF uses E33 Bayoxide for arsenic removal and a blending tank to reduce nitrate. Well sites 2AL, 10AL, 20B & 34 C all have 450 gallon tanks with 12% sodium hypochlorite to maintain a 0.5-1.0 chlorine residual into the distribution system.
<b>STRUCTURES:</b>	Booster Pump Building, fences, block walls for wells, Airline Reservoir Pump Buildings, Chlorine injection building, shade structures for VFD cabinets, shade structures for Sodium Hypochlorite tanks.
<b>OTHER:</b>	7 standby generators, valve operating machine, 16 vehicles, mobile generator, 2 golf carts, 2 trailers & 1 forklift

**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	336
Method used:	(a)

Customer and Other Information	
Name of the System:	LITCHFIELD PARK SERVICE CO.
ADEQ Public Water System Number:	AZ0407046
ADWR PCC Number:	91-000199.0000

Month	Number of Customers				Other Non-Residential
	Single-Family	Multi-Family	Commercial	Turf/Irrigation	
January	17,915	0	449	0	1,128
February	17,977	0	448	0	1,134
March	18,008	0	450	0	1,136
April	18,041	0	450	0	1,143
May	18,118	0	450	0	1,145
June	18,157	0	449	0	1,144
July	18,197	0	448	0	1,144
August	18,181	0	450	0	1,144
September	18,212	0	451	0	1,150
October	18,291	0	452	0	1,155
November	18,255	0	454	0	1,154
December	18,300	0	453	0	1,157

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  
 Many developments of 50-200 homes and some commercial and instrial buildings will continue to be added. Buildout is epected to come after 2028, our last planning year.

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

Liberty Utilities (Litchfield Park Water and Sewer) Corp  
 Annual Report  
 Utility Shutoffs / Disconnects  
 12/31/19

Utility Shutoffs / Disconnects	
Name of the System:	LITCHFIELD PARK SERVICE CO.
ADEQ Public Water System Number:	AZ0407046
ADWR PCC Number:	91-000199.0000

Month	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	Other
January	0	100	0
February	0	71	0
March	0	66	0
April	0	85	0
May	0	117	0
June	0	126	0
July	0	140	0
August	0	113	0
September	0	167	0
October	0	190	0
November	0	113	0
December	0	92	0
<b>Total</b>	<b>0</b>	<b>1,380</b>	<b>0</b>

**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.

Liberty Utilities (Litchfield Park Water and Sewer) Corp  
Annual Report  
Property Taxes  
12/31/19

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

Amount of actual property taxes paid during Calendar Year 2019 was	
--	--

	\$605,484
--	-----------

If no property taxes paid, explain why.
---

NA
----

<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.
---



Liberty Utilities (Litchfield Park Water and Sewer) Corp  
Annual Report  
Verification and Sworn Statement (Taxes)  
12/31/19

**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: Matthew Garlick, President AZ  
Company name: Liberty Utilities (Litchfield Park Water and Sewer) Corp

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.

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4/23/2020, 04:36 PM

ARIZONA CORPORATION COMMISSION  
UTILITIES DIVISION

Matthew Garlick  
signature of owner/official

623-298-3763  
telephone no.

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

THIS

15<sup>th</sup>

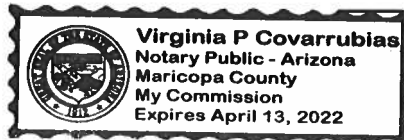
DAY OF

Maricopa  
(county name)  
April 2020  
(month) and (year)

MY COMMISSION EXPIRES

April 13, 2022  
(date)

Virginia P. Covarrubias  
(signature of notary public)



**Verification and Sworn Statement**

**Verification:**

State of Arizona, the undersigned of the  
(state name)  
County of (county name): Maricopa  
Name (owner or official) title: Matthew Garlick, President AZ  
Company name: Liberty Utilities (Litchfield Park Water and Sewer) Corp

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 (\$)

\$15,123,955

(The amount in the box above includes

\$1,190,678 in sales taxes  
billed or collected)

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ARIZONA CORPORATION COMMISSION  
UTILITIES DIVISION

Matthew Garlick

signature of owner/official

623-298-3763

telephone no.

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

Maricopa  
(county name)

THIS

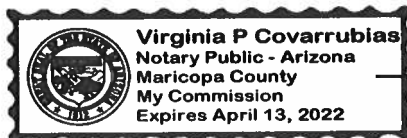
15<sup>th</sup>

DAY OF

April 2020  
(month) and (year)

MY COMMISSION EXPIRES

April 13, 2022  
(date)



Virginia P. Covarrubias  
(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: Matthew Garlick, President AZ  
Company name: Liberty Utilities (Litchfield Park Water and Sewer) Corp

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 (\$)

\$8,741,917

(The amount in the box above includes

\$688,233 in sales taxes  
billed or collected)

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ARIZONA CORPORATION COMMISSION  
UTILITIES DIVISION

Matthew Garlick  
signature of owner/official

623-298-3763

telephone no.

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

Maricopa  
(county name)

THIS

15th

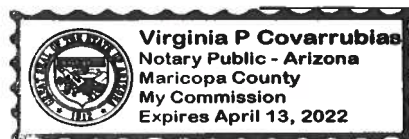
DAY OF

April 2020  
(month) and (year)

MY COMMISSION EXPIRES

April 13, 2022  
(date)

Virginia P. Covarrubias  
(signature of notary public)



**Gross-up Sharing 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: Matthew Garlick, President AZ  
Company name: Liberty Utilities (Litchfield Park Water and Sewer) Corp

FOR THE YEAR ENDING: 12/31/19

**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 INCURRED OR 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.

**RECEIVED  
BY EMAIL**

4/23/2020, 04:36 PM

ARIZONA CORPORATION COMMISSION  
UTILITIES DIVISION

*Matthew Garlick*

signature of owner/official

623-298-3763

telephone no.

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

Maricopa

(county name)

THIS

15<sup>th</sup>

DAY OF

April 2020

(month) and (year)

MY COMMISSION EXPIRES

April 13, 2022

(date)

*Virginia P. Covarrubias*

(signature of notary public)

