

ANNUAL REPORT

Of

Company Name: Los Cerros Water Company, Inc.
4003 N. Flowing Wells Rd., Ste. 111

Mailing Address: Tucson AZ
85705-2499

RECEIVED BY EMAIL
4/14/2021, 9:46 AM
ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

Docket No.: W-02747A
For the Year Ended: 12/31/20

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: 4/22/2021

ARIZONA CORPORATION COMMISSION
WATER UTILITY ANNUAL REPORT
Los Cerros Water Company, Inc.
A Class ☒ Utility

For the Calendar Year Ended: 12/31/20

Primary Address:

PO Box 85160		
City: Tucson	State: Arizona	Zip Code: 85754

Telephone Number:

(520) 623-5172

Date of Original Organization of Utility:

5/5/1993

**PLEASE UPDATE
ADDRESS**

Person to whom correspondence should be addressed concerning this report:

Name:

Jody Carlson

Telephone No. :

(520) 744-7844

Address:

PO Box 68915		
City: Tucson	State: Arizona	Zip Code: 85737

Email:

loscerroswater@comcast.com

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:

"S" Corporation

Counties Served:

Pima

ARIZONA CORPORATION COMMISSION
WATER UTILITY ANNUAL REPORT
Los Cerros Water Company, Inc.

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.
	N/A

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
303	Land and Land Rights	7,221			7,221		7,221
304	Structures and Improvements	18,211			18,211	15,829	2,382
305	Collecting & Improving Reservoirs				0		0
306	Lake, River, Canal Intakes				0		0
307	Wells and Springs	514,470			514,470	417,115	97,355
308	Infiltration Galleries				0		0
309	Supply Mains				0		0
310	Power Generation Equipment				0		0
311	Pumping Equipment	157,412	34,473	8,647	183,238	115,589	67,649
320	Water Treatment Equipment				0		0
320.1	Water Treatment Plants				0		0
320.2	Solution Chemical Feeders	4,551	1,459	722	5,288	3,452	1,836
320.3	Point-of-Use Treatment Devices				0		0
330	Distribution Reservoirs and Standpipes				0		0
330.1	Storage Tanks	56,617			56,617	55,667	950
330.2	Pressure Tanks	4,764			4,764	2,629	2,135
331	Transmission and Distribution Mains	483,797			483,797	483,797	0
333	Services	141,346	380		141,726	139,196	2,530
334	Meters and Meter Installations	184,365	3,242	994	186,613	168,664	17,949
335	Hydrants	24,357			24,357	14,536	9,821
336	Backflow Prevention Devices				0		0
339	Other Plant and Misc. Equipment	2,739			2,739	(71)	2,810
340	Office Furniture and Equipment				0	(3,166)	3,166
340.1	Computer & Software	8,848	1,287	1,249	8,886	4,590	4,296
341	Transportation Equipment	26,082	6,000		32,082	12,635	19,447
342	Stores Equipment				0		0
343	Tools, Shop and Garage Equipment				0		0
344	Laboratory Equipment				0		0
345	Power Operated Equipment				0		0
346	Communication Equipment	6,867			6,867	944	5,923
347	Miscellaneous Equipment	590			590	590	0
348	Other Tangible Plant				0		0
	Totals	\$1,642,237	\$46,841	\$11,612	\$1,677,466	\$1,431,996	\$245,470

Los Cerros Water Company, Inc.
Annual Report
Depreciation Expense for the Current Year (Water)
12/31/20

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
302	Franchises	0	0	0	0		0		0
303	Land and Land Rights	7,221	0	0	7,221	7,221	0		0
304	Structures and Improvements	18,211	0	0	18,211		18,211	3.33%	606
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	514,470	0	0	514,470		514,470	3.33%	17,132
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	157,412	34,473	8,647	183,238	98,238	85,000	12.50%	8,471
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	4,551	1,459	722	5,288	3,081	2,207	20.00%	296
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	56,617	0	0	56,617	55,578	1,039	2.22%	23
330.2	Pressure Tanks	4,764	0	0	4,764		4,764	5.00%	238
331	Transmission and Distribution Mains	483,797	0	0	483,797	483,797	0	2.00%	0
333	Services	141,346	380	0	141,726	138,946	2,780	3.33%	86
334	Meters and Meter Installations	184,365	3,242	994	186,613		186,613	8.33%	15,451
335	Hydrants	24,357	0	0	24,357		24,357	2.00%	487
336	Backflow Prevention Devices	0	0	0	0		0		0
339	Other Plant and Misc. Equipment	2,739	0	0	2,739		2,739	6.67%	218
340	Office Furniture and Equipment	0	0	0	0		0		460
340.1	Computer & Software	8,848	1,287	1,249	8,886		8,886	20.00%	1,773
341	Transportation Equipment	26,082	6,000	0	32,082		32,082	20.00%	6,416
342	Stores Equipment	0	0	0	0		0		0
343	Tools, Shop and Garage Equipment	0	0	0	0		0		0
344	Laboratory Equipment	0	0	0	0		0		0
345	Power Operated Equipment	0	0	0	0		0		0
346	Communication Equipment	6,867	0	0	6,867		6,867	10.00%	817
347	Miscellaneous Equipment	590	0	0	590	590	0	10.00%	0
348	Other Tangible Plant	0	0	0	0		0		0
	Subtotal	\$1,642,237	\$46,841	\$11,612	\$1,677,466	\$787,451	\$890,015		\$52,475

Contribution(s) in Aid of Construction (Gross)	\$524,744
Less: Non Amortizable Contribution(s)	0
Fully Amortized Contribution(s)	97,635
Amortizable Contribution(s)	<u>\$427,109</u>
Times: Proposed Amortization Rate	3.93%
Amortization of CIAC	\$16,785

Less: Amortization of CIAC \$16,785

DEPRECIATION EXPENSE **\$35,690**

Los Cerros Water Company, Inc.
Annual Report
Balance Sheet Assets
12/31/20

Balance Sheet Assets				
	Assets		Balance at Beginning of Year (2020)	Balance at End of Year (2020)
Account No.	Current and Accrued Assets			
131	Cash		\$17,780	\$29,719
134	Working Funds			
135	Temporary Cash Investments			
141	Customer Accounts Receivable		24,851	26,817
146	Notes Receivable from Associated Companies			
151	Plant Material and Supplies			
162	Prepayments			
174	Miscellaneous Current and Accrued Assets			
	Total Current and Accrued Assets		\$42,631	\$56,536
Account No.	Fixed Assets			
101	Utility Plant in Service*		\$1,642,237	\$1,677,466
103	Property Held for Future Use			
105	Construction Work in Progress			
108	Accumulated Depreciation (enter as negative)*		(1,386,033)	(1,431,996)
121	Non-Utility Property			
122	Accumulated Depreciation - Non Utility			
	Total Fixed Assets		\$256,204	\$245,470
	Total Assets		\$298,835	\$302,006

*Note these items feed automatically from AR3 UPIS Page 4

Los Cerros Water Company, Inc.
Annual Report
Balance Sheet Liabilities and Owners Equity

Balance Sheet Liabilities and Owners Equity				
	Liabilities		Balance at Beginning of Year (2020)	Balance at End of Year (2020)
Account No.	Current Liabilities			
231	Accounts Payable		\$119	\$20,124
232	Notes Payable (Current Portion)			
234	Notes Payable to Associated Companies			
235	Customer Deposits		5,640	6,178
236	Accrued Taxes		4,113	4,086
237	Accrued Interest			
242	Miscellaneous Current and Accrued Liabilities			(3)
	Total Current Liabilities		\$9,872	\$30,385
	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		99,171	98,670
255	Accumulated Deferred Investment Tax Credits			
271	Contributions in Aid of Construction		524,744	524,744
272	Less: Amortization of Contributions		(247,382)	(264,168)
281	Accumulated Deferred Income Tax			
	Total Deferred Credits		\$376,533	\$359,246
	Total Liabilities		\$386,405	\$389,631
	Capital Accounts			
201	Common Stock Issued		\$100,000	\$100,000
211	Other Paid-In Capital		103,550	103,550
215	Retained Earnings		(291,120)	(291,175)
218	Proprietary Capital (Sole Props and Partnerships)			
	Total Capital		(\$87,570)	(\$87,625)
	Total Liabilities and Capital		\$298,835	\$302,006

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

Los Cerros Water Company, Inc.
Annual Report
Water Comparative Income Statement
12/31/20

Water Comparative Income Statement			
Account No.	Calendar Year	Current Year 01/01/2020 - 12/31/2020	Last Year 01/01/2019 - 12/31/2019
	Operating Revenue		
461	Metered Water Revenue	\$400,557	\$379,109
460	Unmetered Water Revenue		
462	Fire Protection Revenue		
469	Guaranteed Revenues (Surcharges)		
471	Miscellaneous Service Revenues		
474	Other Water Revenue	3,974	3,723
	Total Revenues	\$404,531	\$382,832
	Operating Expenses		
601	Salaries and Wages	\$99,210	\$104,377
604	Employee Pensions and Benefits		
610	Purchased Water		
615	Purchased Power	52,949	44,234
618	Chemicals	2,651	2,389
620	Materials and Supplies	3,532	4,199
620.1	Repairs and Maintenance	323	10,294
620.2	Office Supplies and Expense	15,732	18,031
630	Contractual Services	18,504	4,805
631	Contractual Services - Engineering		
632	Contractual Services - Accounting	2,360	1,465
633	Contractual Services - Legal		
634	Contractual Services - Management Fees	107,805	77,111
635	Contractual Services - Water Testing	2,168	6,443
636	Contractual Services - Other	2,255	547
640	Rents		4,100
641	Rental of Building/Real Property		
642	Rental of Equipment		
650	Transportation Expenses	4,037	2,700
657	Insurance - General Liability	5,253	3,010
657.1	Insurance - Health and Life	20,070	19,063
665	Regulatory Commission Expense - Rate		
670	Bad Debt Expense	985	
675	Miscellaneous Expense	3,976	4,272
403	Depreciation Expense (From Schedule AR4)	35,690	32,815
408	Taxes Other Than Income	7,923	9,762
408.11	Property Taxes	20,067	19,460
409	Income Taxes		
427.1	Customer Security Deposit Interest	266	232
	Total Operating Expenses	\$405,756	\$369,309
	Operating Income / (Loss)	(\$1,225)	\$13,523
	Other Income / (Expense)		
419	Interest and Dividend Income	\$0	\$0
421	Non-Utility Income	270	1,123
426	Miscellaneous Non-Utility (Expense)		
427	Interest (Expense)		
	Total Other Income / (Expense)	\$270	\$1,123
	Net Income / (Loss)	(\$955)	\$14,646

Full time equivalent employees

	Direct Company	Allocated	Outside service	Total
President				0.0
Vice-president				0.0
Manager				0.0
Engineering Staff				0.0
System Operator(s)	1.0		Difficult to	1.0
Meter reader			determine	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
Total	2.0	0.0	0.0	2.0

Los Cerros Water Company, Inc.
Annual Report
Supplemental Financial Data (Long-Term Debt)
12/31/20

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

Meter Deposit Balance at Test Year End:	\$7,110
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Meter Deposits Refunded During the Test Year:	\$970
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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

[illegible]

Name of system water delivered to:	
ADWR PCC Number:	N/A
Source of water delivered to another system	

Name of system water received from:	
ADWR PCC Number:	N/A
Source of water received	
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 Expense ⁶	Purchased Power (kWh)
January	5,094,580.00	4,808,888.00	0.00	0.00		\$3,388	23,514
February	4,939,200.00	4,557,833.00	0.00	0.00		2,747	18,848
March	5,274,260.00	4,956,128.00	0.00	0.00		3,274	22,503
April	6,661,710.00	6,347,416.00	0.00	0.00		3,240	22,632
May	7,506,090.00	7,666,317.00	0.00	0.00		4,182	28,164
June	7,311,890.00	8,402,393.00	0.00	0.00		5,163	32,749
July	11,254,380.00	10,956,935.00	0.00	0.00		5,656	37,044
August	10,175,730.00	9,822,447.00	0.00	0.00		5,926	36,566
September	9,793,370.00	9,176,574.00	0.00	0.00		6,186	38,042
October	8,400,110.00	7,993,621.00	0.00	0.00		5,494	35,103
November	7,752,740.00	6,911,089.00	0.00	0.00		4,092	27,747
December	7,308,480.00	6,936,282.00	0.00	0.00		3,601	24,142
Totals	91,472,540.00	88,535,923.00	0.00	0.00	0.00	\$52,949	347,054

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:		LOS CERROS WATER CO	
ADEQ Public Water System Number:		AZ0410128	
ADWR PCC Number:		91-000445.0000	

[illegible][illegible]

SERVICE LINES		
Material	Percent of system	Year installed
Black poly	95%	various
Copper	5%	

BOOSTER PUMPS		
Horsepower	GPM	Quantity
5	45	2-Wilds/1 Silv Bkl
7.5	70	2 @ Silver Buckle
15	100	2 @ LDO
30	500	1 fire pump

FIRE HYDRANTS	
Type	Quantity
Standard *	66
Other	0

STORAGE TANKS			
Capacity (gallons)	Material	Quantity	Year installed
60,000	Steel	1 @ LDO	1986
375,000	Steel	1 @ Silver Buckle	2005

PRESSURE/BLADDER TANKS			
Capacity (gallons)	Material	Quantity	Year installed
500	Steel	1 @ Wilds	2005
5,000	Steel	1 @ Fiesta	unknown
5,000	Steel	1 @ Silver Bkl	2003
20,000	Steel	1 @ LDO	1986
20,000	Steel	1 @ Swan Rd	1989

* 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:	Fiesta well has a chemical feed pump, and the other four wells have a tablet-sidestream style chlorinator.
STRUCTURES:	Six foot chain link fencing with 3-strand barbed wire on top surrounds four of the well sites and the Swan Road pressure tank. The fifth well site has a six foot masonry block wall with two chainlink gates. Chainlink fence enclosures surround pumping stations and electrical equipment. There is a shed at the Wilds well site.
OTHER:	Communications equipment, 2019 Toyota

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
- (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	273
Method used:	(a)

Customer and Other Information	
Name of the System:	LOS CERROS WATER CO
ADEQ Public Water System Number:	AZ0410128
ADWR PCC Number:	91-000445.0000

Month	Number of Customers				
	Single-Family	Multi-Family	Commercial	Turf/Irrigation	Other Non-Residential
January	848	0	2	6	6
February	846	0	2	6	6
March	847	0	2	6	6
April	847	0	2	6	6
May	847	0	2	6	6
June	847	0	2	6	6
July	847	0	2	6	6
August	846	0	2	6	6
September	845	0	2	6	6
October	851	0	2	6	6
November	854	0	2	6	6
December	849	0	2	6	6

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.

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

Los Cerros Water Company, Inc.
Annual Report
 Utility Shutoffs / Disconnects
 12/31/20

Utility Shutoffs / Disconnects		
Name of the System:	LOS CERROS WATER CO	
ADEQ Public Water System Number:		AZ0410128
ADWR PCC Number:		91-000445.0000

Month	Termination without Notice R14-2-410.B	Termination with Notice R14-2- 410.C	Other
January	0	1	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	1	0

Other (description):

N/A

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 2020 was

\$20,667

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.

Los Cerros Water Company, Inc.
Annual Report
Verification and Sworn Statement (Taxes)
12/31/20

Verification and Sworn Statement (Taxes)

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

County of (county name): Pima
Name (owner or official) title: Jody Carlson, President
Company name: Los Cerros Water Company, Inc.

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

FOR THE YEAR ENDING: 12/31/20

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.

Jody Carlson
signature of owner/official

(520) 744-7844
telephone no.

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

THIS

12th

DAY OF

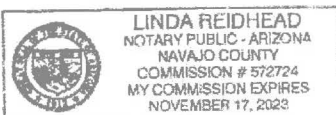
NAVAJO
(county name)

April 2021
(month) and (year)

MY COMMISSION EXPIRES

Nov 17 2023
(date)

Linda Reidhead
(signature of notary public)



Verification and Sworn Statement

Verification:

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

County of (county name):

Pima

Name (owner or official) title:

Jody Carlson, President

Company name:

Los Cerros Water Company, Inc.

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

FOR THE YEAR ENDING: 12/31/20

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 (\$)

\$429,167

(The amount in the box above includes

\$24,637 in sales taxes

billed or collected)

Jody Carlson
signature of owner/official

(520) 744-7844

telephone no.

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

NAVAJO

(county name)

THIS

12th

DAY OF

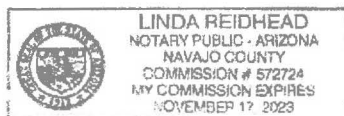
April 2021

(month) and (year)

MY COMMISSION EXPIRES

Nov 17, 2023

(date)



Linda Reidhead
(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):

Pima

Name (owner or official) title:

Jody Carlson, President

Company name:

Los Cerros Water Company, Inc.

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

FOR THE YEAR ENDING: 12/31/20

HAVE 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 (\$)

\$377,027

(The amount in the box above includes

\$21,644 in sales taxes
billed or collected)

Jody Carlson
signature of owner/official

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April 2021
(month) and (year)

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Nov 17, 2023
(date)

Linda Reidhead

(signature of notary public)

