

**ANNUAL REPORT**

Of

Company Name: Mountain Glen Water Service, Inc.  
PO Box 85160

Mailing Address: Tucson AZ  
85754

Docket No.: W-03875A  
For the Year Ended: 12/31/19

**RECEIVED  
BY EMAIL**

4/15/2020, 08:25 AM  
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: 5/4/2020

ARIZONA CORPORATION COMMISSION  
WATER UTILITY ANNUAL REPORT  
Mountain Glen Water Service, Inc.  
A Class  Utility

For the Calendar Year Ended: 12/31/19

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.
	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	\$2,384	\$0	\$0	\$2,384	\$864	\$1,520
302	Franchises	0	0	0	0	0	0
303	Land and Land Rights	8,120	0	0	8,120	0	8,120
304	Structures and Improvements	56,052	0	0	56,052	23,991	32,061
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	146,292	0	0	146,292	59,383	86,909
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	51,053	18,926	0	69,979	49,746	20,233
320	Water Treatment Equipment	10,000	0	0	10,000	10,000	0
320.1	Water Treatment Plants	0	0	0	0	0	0
320.2	Solution Chemical Feeders	2,005	0	0	2,005	1,104	901
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	209,291	0	0	209,291	52,062	157,229
330.2	Pressure Tanks	0	1,600	0	1,600	40	1,560
331	Transmission and Distribution Mains	219,244	15,485	0	234,729	68,905	165,824
333	Services	27,141	4,880	0	32,021	13,588	18,433
334	Meters and Meter Installations	66,415	850	0	67,265	53,140	14,125
335	Hydrants	38,535	0	0	38,535	10,253	28,282
336	Backflow Prevention Devices	0	0	0	0	0	0
339	Other Plant and Misc. Equipment	0	2,575	0	2,575	86	2,489
340	Office Furniture and Equipment	0	0	0	0	(150)	150
340.1	Computer & Software	0	0	0	0	0	0
341	Transportation Equipment	0	0	0	0	0	0
342	Stores Equipment	0	0	0	0	0	0
343	Tools, Shop and Garage Equipment	2,933	0	0	2,933	(178)	3,111
344	Laboratory Equipment	0	0	0	0	0	0
345	Power Operated Equipment	0	0	0	0	(232)	232
346	Communication Equipment	0	0	0	0	0	0
347	Miscellaneous Equipment	0	0	0	0	0	0
348	Other Tangible Plant	0	0	0	0	0	0
	<b>Totals</b>	<b>\$839,465</b>	<b>\$44,316</b>	<b>\$0</b>	<b>\$883,781</b>	<b>\$342,602</b>	<b>\$541,179</b>

Mountain Glen Water Service, Inc.  
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
301	Organization	\$2,384	\$0	\$0	\$2,384	\$2,384	\$0	0.00%	\$0
302	Franchises	0	0	0	0	0	0	0.00%	0
303	Land and Land Rights	8,120	0	0	8,120	8,120	0	0.00%	0
304	Structures and Improvements	56,052	0	0	56,052	0	56,052	3.33%	1,867
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	146,292	0	0	146,292	0	146,292	3.33%	5,289
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	0	0	0	0	0	0	0.00%	0
311	Pumping Equipment	51,053	18,926	0	69,979	47,859	22,120	12.50%	1,738
320	Water Treatment Equipment	10,000	0	0	10,000	10,000	0	3.33%	0
320.1	Water Treatment Plants	0	0	0	0	0	0	0.00%	0
320.2	Solution Chemical Feeders	2,005	0	0	2,005	2,005	0	20.00%	401
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	209,291	0	0	209,291	0	209,291	2.22%	4,672
330.2	Pressure Tanks	0	1,600	0	1,600	0	1,600	5.00%	40
331	Transmission and Distribution Mains	219,244	15,485	0	234,729	0	234,729	2.00%	4,540
333	Services	27,141	4,880	0	32,021	0	32,021	3.33%	985
334	Meters and Meter Installations	66,415	850	0	67,265	29,677	37,588	8.33%	3,159
335	Hydrants	38,535	0	0	38,535	0	38,535	2.00%	771
336	Backflow Prevention Devices	0	0	0	0	0	0	0.00%	0
339	Other Plant and Misc. Equipment	0	2,575	0	2,575	0	2,575	6.67%	86
340	Office Furniture and Equipment	0	0	0	0	0	0	6.67%	50
340.1	Computer & Software	0	0	0	0	0	0	0.00%	0
341	Transportation Equipment	0	0	0	0	0	0	0.00%	0
342	Stores Equipment	0	0	0	0	0	0	0.00%	0
343	Tools, Shop and Garage Equipment	2,933	0	0	2,933	0	2,933	5.00%	195
344	Laboratory Equipment	0	0	0	0	0	0	0.00%	0
345	Power Operated Equipment	0	0	0	0	0	0	5.00%	31
346	Communication Equipment	0	0	0	0	0	0	0.00%	0
347	Miscellaneous Equipment	0	0	0	0	0	0	0.00%	0
348	Other Tangible Plant	0	0	0	0	0	0	0.00%	0
	<b>Subtotal</b>	<b>\$839,465</b>	<b>\$44,316</b>	<b>\$0</b>	<b>\$883,781</b>	<b>\$98,040</b>	<b>\$785,741</b>		<b>\$23,823</b>

Contribution(s) in Aid of Construction (Gross)	\$258,541
Less: Non Amortizable Contribution(s)	0
Fully Amortized Contribution(s)	0
Amortizable Contribution(s)	<b>\$258,541</b>
Times: Proposed Amortization Rate	3.33%
<b>Amortization of CIAC</b>	<b>\$8,609</b>

Less: Amortization of CIAC **\$8,609**

**DEPRECIATION EXPENSE \$15,214**

Mountain Glen Water Service, Inc.  
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		\$31,735	\$31,879
134	Working Funds		0	0
135	Temporary Cash Investments		0	0
141	Customer Accounts Receivable		7,920	7,019
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	2,277
	<b>Total Current and Accrued Assets</b>		<b>\$39,655</b>	<b>\$41,175</b>
<b>Account No.</b>	<b>Fixed Assets</b>			
101	Utility Plant in Service*		\$839,465	\$883,781
103	Property Held for Future Use		0	0
105	Construction Work in Progress		0	0
108	Accumulated Depreciation (enter as negative)*		(318,778)	(342,602)
121	Non-Utility Property		0	0
122	Accumulated Depreciation - Non Utility		0	0
	<b>Total Fixed Assets</b>		<b>\$520,687</b>	<b>\$541,179</b>
	<b>Total Assets</b>		<b>\$560,342</b>	<b>\$582,354</b>

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

Mountain Glen Water Service, Inc.  
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)
<b>Account No.</b>	<b>Current Liabilities</b>			
231	Accounts Payable		\$10,107	\$4,974
232	Notes Payable (Current Portion)		0	0
234	Notes Payable to Associated Companies		0	0
235	Customer Deposits		13,834	14,070
236	Accrued Taxes		748	4,416
237	Accrued Interest		0	0
242	Miscellaneous Current and Accrued Liabilities		0	339
	<b>Total Current Liabilities</b>		<b>\$24,689</b>	<b>\$23,799</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		4,807	7,024
255	Accumulated Deferred Investment Tax Credits		0	0
271	Contributions in Aid of Construction		258,541	258,541
272	Less: Amortization of Contributions		(30,858)	(39,467)
281	Accumulated Deferred Income Tax		26,206	38,496
	<b>Total Deferred Credits</b>		<b>\$258,696</b>	<b>\$264,594</b>
	<b>Total Liabilites</b>		<b>\$283,385</b>	<b>\$288,393</b>
	<b>Capital Accounts</b>			
201	Common Stock Issued		\$5,000	\$2,100
211	Other Paid-In Capital		149,806	152,706
215	Retained Earnings		122,151	139,155
218	Proprietary Capital (Sole Props and Partnerships)		0	0
	<b>Total Capital</b>		<b>\$276,957</b>	<b>\$293,961</b>
	<b>Total Liabilities and Capital</b>		<b>\$560,342</b>	<b>\$582,354</b>

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

Mountain Glen Water Service, Inc.  
Annual Report  
Water Comparative Income Statement  
12/31/19

<b>Water Comparative Income Statement</b>			
Account No.	Calendar Year	Current Year 01/01/2019 - 12/31/2019	Last Year 01/01/2018 - 12/31/2018
	<b>Operating Revenue</b>		
461	Metered Water Revenue	\$191,504	\$191,035
460	Unmetered Water Revenue	0	0
462	Fire Protection Revenue	0	0
469	Guaranteed Revenues (Surcharges)	0	0
471	Miscellaneous Service Revenues	2,586	3,136
474	Other Water Revenue	0	0
	<b>Total Revenues</b>	<b>\$194,090</b>	<b>\$194,171</b>
	<b>Operating Expenses</b>		
601	Salaries and Wages	\$0	\$0
604	Employee Pensions and Benefits	0	0
610	Purchased Water	0	0
615	Purchased Power	11,107	11,218
618	Chemicals	468	860
620	Materials and Supplies	0	0
620.1	Repairs and Maintenance	1,240	6,991
620.2	Office Supplies and Expense	1,972	2,960
630	Contractual Services	0	0
631	Contractual Services - Engineering	0	0
632	Contractual Services - Accounting	7,911	6,041
633	Contractual Services - Legal	0	213
634	Contractual Services - Management Fees	114,969	113,518
635	Contractual Services - Water Testing	3,608	2,766
636	Contractual Services - Other	0	0
640	Rents	0	660
641	Rental of Building/Real Property	0	0
642	Rental of Equipment	0	0
650	Transportation Expenses	155	0
657	Insurance - General Liability	1,607	2,793
657.1	Insurance - Health and Life	0	0
665	Regulatory Commission Expense - Rate	0	0
670	Bad Debt Expense	0	308
675	Miscellaneous Expense	1,104	128
403	Depreciation Expense (From Schedule AR4)	15,214	13,883
408	Taxes Other Than Income	0	0
408.11	Property Taxes	7,369	7,271
409	Income Taxes	5,600	(201)
427.1	Customer Security Deposit Interest	348	267
	<b>Total Operating Expenses</b>	<b>\$172,672</b>	<b>\$169,676</b>
	<b>Operating Income / (Loss)</b>	<b>\$21,418</b>	<b>\$24,495</b>
	<b>Other Income / (Expense)</b>		
419	Interest and Dividend Income	\$0	\$4
421	Non-Utility Income	0	0
426	Miscellaneous Non-Utility (Expense)	0	(26,407)
427	Interest (Expense)	0	(2,615)
	<b>Total Other Income / (Expense)</b>	<b>\$0</b>	<b>(\$29,018)</b>
	<b>Net Income / (Loss)</b>	<b>\$21,418</b>	<b>(\$4,523)</b>



Mountain Glen Water Service, Inc.  
 Annual Report  
 Full time equivalent employees  
 12/31/19

**Full time equivalent employees**

	Direct Company	Allocated	Outside service	Total
President				0.0
Vice-president				0.0
Manager			unable to	0.0
Engineering Staff			determine	0.0
System Operator(s)			without	0.0
Meter reader			significant	0.0
Customer Service			analysis	0.0
Accounting				0.0
Business Office				0.0
Rates Department				0.0
Administrative Staff				0.0
Other				0.0
<b>Total</b>	0.0	0.0	0.0	0.0

<b>Supplemental Financial Data (Long-Term Debt)</b>				
	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:	\$7,024
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Meter Deposits Refunded During the Test Year:	\$866
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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.***









<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>	Chlorination Equipment
<b>STRUCTURES:</b>	10 x 10 foot concrete block well house on concrete foundation, 10 x 12 foot wood pump house on concrete foundation, chain link fence around well yard
<b>OTHER:</b>	N/A

**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	170
Method used:	(a)





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

<b>TREATMENT EQUIPMENT:</b>	Chlorination equipment
<b>STRUCTURES:</b>	8 x 10 foot concrete block well house on concrete foundation
<b>OTHER:</b>	N/A

**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 days.
- (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	162
Method used:	(a)



**Water Utility Plant Description (Continued)**

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

<b>TREATMENT EQUIPMENT:</b>	Chlorination equipment
<b>STRUCTURES:</b>	10 x 12 foot concrete block well house on concrete foundation
<b>OTHER:</b>	N/A

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 days.
- (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: 

120
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 Method used: 

(a)
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Customer and Other Information	
Name of the System:	LINDEN TRAILS
ADEQ Public Water System Number:	AZ0409090
ADWR PCC Number:	91-000400.0000

Month	Number of Customers				Other Non-Residential
	Single-Family	Multi-Family	Commercial	Turf/Irrigation	
January	352	0	3	0	0
February	354	0	3	0	0
March	353	0	3	0	0
April	353	0	3	0	0
May	352	0	3	0	0
June	356	0	4	0	0
July	358	0	4	0	0
August	356	0	4	0	0
September	359	0	4	0	0
October	359	0	4	0	0
November	357	0	4	0	0
December	358	0	4	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?

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.

Customer and Other Information	
Name of the System:	Clay Springs/Ricochet Ranch
ADEQ Public Water System Number:	AZ0409081
ADWR PCC Number:	NA

Month	Number of Customers				Other Non-Residential
	Single-Family	Multi-Family	Commercial	Turf/Irrigation	
January	21	0	0	0	0
February	21	0	0	0	0
March	21	0	0	0	0
April	21	0	0	0	0
May	21	0	0	0	0
June	21	0	0	0	0
July	21	0	0	0	0
August	21	0	0	0	0
September	22	0	0	0	0
October	22	0	0	0	0
November	22	0	0	0	0
December	22	0	0	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?

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 12b.

Customer and Other Information	
Name of the System:	Pinedale
ADEQ Public Water System Number:	AZ0409054
ADWR PCC Number:	NA

Month	Number of Customers				
	Single-Family	Multi-Family	Commercial	Turf/Irrigation	Other Non-Residential
January	15	0	0	0	0
February	15	0	0	0	0
March	15	0	0	0	0
April	14	0	0	0	0
May	14	0	0	0	0
June	15	0	0	0	0
July	15	0	0	0	0
August	14	0	0	0	0
September	15	0	0	0	0
October	15	0	0	0	0
November	15	0	0	0	0
December	15	0	0	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?

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 12c.

Mountain Glen Water Service, Inc.  
 Annual Report  
 Utility Shutoffs / Disconnects  
 12/31/19

Utility Shutoffs / Disconnects	
Name of the System:	LINDEN TRAILS
ADEQ Public Water System Number:	AZ0409090
ADWR PCC Number:	91-000400.0000

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	3	0
May	0	2	0
June	0	3	0
July	0	3	0
August	0	1	0
September	0	0	0
October	0	4	0
November	0	0	0
December	0	0	0
<b>Total</b>	<b>0</b>	<b>17</b>	<b>0</b>

**Other (description):**

NA
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**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.

Mountain Glen Water Service, Inc.  
 Annual Report  
 Utility Shutoffs / Disconnects  
 12/31/19

Utility Shutoffs / Disconnects	
Name of the System:	Clay Springs/Ricochet Ranch
ADEQ Public Water System Number:	AZ0409081
ADWR PCC Number:	NA

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	1	0
July	0	0	0
August	0	0	0
September	0	0	0
October	0	0	0
November	0	0	0
December	0	0	0
<b>Total</b>	<b>0</b>	<b>1</b>	<b>0</b>

**Other (description):**

NA
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**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.



Mountain Glen Water Service, Inc.  
 Annual Report  
 Utility Shutoffs / Disconnects  
 12/31/19

Utility Shutoffs / Disconnects	
Name of the System:	Pinedale
ADEQ Public Water System Number:	AZ0409054
ADWR PCC Number:	NA

Month	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	Other
January	0	0	0
February	0	0	0
March	0	0	0
April	0	0	0
May	0	0	0
June	0	0	0
July	0	0	0
August	0	0	0
September	0	0	0
October	0	0	0
November	0	0	0
December	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>

**Other (description):**

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.

Mountain Glen Water Service, Inc.  
Annual Report  
Property Taxes  
12/31/19

<b>Property Taxes</b>	
-----------------------	--

Amount of actual property taxes paid during Calendar Year 2019 was	\$7,320
--	---------

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

N/A
-----

<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.
---

Mountain Glen Water Service, Inc.  
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: Bryan Thomas, CFO  
Company name: Mountain Glen Water Service, Inc.

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.

**RECEIVED  
BY EMAIL**

4/15/2020, 08:25 AM  
ARIZONA CORPORATION COMMISSION  
UTILITIES DIVISION

B.T.  
signature of owner/official

623-935-1100  
telephone no.

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

THIS 15<sup>th</sup> DAY OF April 2020  
(month) and (year)

MY COMMISSION EXPIRES 8/15/2023  
(date)



Veronica G. Gonzalez  
(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: Bryan Thomas, CFO  
Company name: Mountain Glen Water Service, Inc.

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 (\$)

\$206,004

(The amount in the box above includes

\$11,914 in sales taxes

billed or collected)

**RECEIVED  
BY EMAIL**

4/15/2020, 08:25 AM

ARIZONA CORPORATION COMMISSION  
UTILITIES DIVISION

Bryan Thomas  
signature of owner/official

623-935-1100  
telephone no.

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

THIS

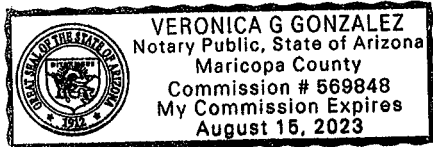
15<sup>th</sup>

DAY OF

April 2020  
(month) and (year)

MY COMMISSION EXPIRES

8/15/2023  
(date)



Veronica G Gonzalez  
(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: Bryan Thomas, CFO  
Company name: Mountain Glen Water Service, Inc.

**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 (\$)  
\$200,854  
(The amount in the box above includes  
\$11,616 in sales taxes  
billed or collected)

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BY EMAIL**  
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ARIZONA CORPORATION COMMISSION  
UTILITIES DIVISION

BjT  
signature of owner/official  
623-935-1100  
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 8/15/2023  
(date)



Veronica G Gonzalez  
(signature of notary public)

Mountain Glen Water Service, Inc.  
Annual Report  
Gross-up Sharing Method for Income Tax Statement of Certification  
12/31/19

**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: Bryan Thomas, CFO  
Company name: Mountain Glen Water Service, Inc.

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 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.

**RECEIVED  
BY EMAIL**  
4/15/2020, 08:25 AM  
ARIZONA CORPORATION COMMISSION  
UTILITIES DIVISION

Bryan Thomas  
signature of owner/official  
623-935-1100  
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

8/15/2023  
(date)



Veronica G Gonzalez  
(signature of notary public)