

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: 12/31/20

**RECEIVED
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April 15, 2021, 2:23 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:

4/15/2021

ARIZONA CORPORATION COMMISSION
WATER UTILITY ANNUAL REPORT
Mountain Glen Water Service, 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:

6/22/2000

Person to whom correspondence should be addressed concerning this report:

Name:

Dorinda Chacon

Telephone No. :

520-623-5172

Address:

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

Email:

info@southwesternutility.com
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On-Site Manager
Name:

Jason Craven

Telephone No. :

928-205-9678

Address:

PO Box 843
City: Show Low State: Arizona Zip Code: 85902

Email:

jason@desertratexcavatinginc.com
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Name:	<table border="1"><tr><td></td></tr></table>				
Telephone No. :	<table border="1"><tr><td></td></tr></table>				
Address:	<table border="1"><tr><td></td></tr></table>				
City:	<table border="1"><tr><td></td></tr></table>		State:	<table border="1"><tr><td></td></tr></table>	
Zip Code:	<table border="1"><tr><td></td></tr></table>				
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Zip Code:	<table border="1"><tr><td></td></tr></table>				
Email:	<table border="1"><tr><td></td></tr></table>				

Ownership:

"C" Corporation

Counties Served:

Navajo

ARIZONA CORPORATION COMMISSION
WATER UTILITY ANNUAL REPORT
Mountain Glen Water Service, 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	\$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	25,858	30,194
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	64,672	81,620
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	69,979	19,719	0	89,698	53,744	35,954
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	1,505	500
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	56,733	152,558
330.2	Pressure Tanks	1,600	709	0	2,309	138	2,171
331	Transmission and Distribution Mains	234,729	14,698	0	249,427	73,747	175,680
333	Services	32,021	3,718	0	35,739	14,716	21,023
334	Meters and Meter Installations	67,265	834	0	68,099	56,523	11,576
335	Hydrants	38,535	0	0	38,535	11,023	27,512
336	Backflow Prevention Devices	0	0	0	0	0	0
339	Other Plant and Misc. Equipment	2,575	0	0	2,575	258	2,317
340	Office Furniture and Equipment	0	0	0	0	(100)	100
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	17	2,916
344	Laboratory Equipment	0	0	0	0	0	0
345	Power Operated Equipment	0	0	0	0	(201)	201
346	Communication Equipment	0	2,075	0	2,075	61	2,014
347	Miscellaneous Equipment	0	0	0	0	0	0
348	Other Tangible Plant	0	0	0	0	0	0
	Totals	\$883,781	\$41,753	\$0	\$925,534	\$369,558	\$555,976

Mountain Glen Water Service, 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	\$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	69,979	19,719	0	89,698	47,859	41,839	12.50%	3,997
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	0	2,005	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	1,600	709	0	2,309	0	2,309	5.00%	98
331	Transmission and Distribution Mains	234,729	14,698	0	249,427	0	249,427	2.00%	4,842
333	Services	32,021	3,718	0	35,739	0	35,739	3.33%	1,128
334	Meters and Meter Installations	67,265	834	0	68,099	27,075	41,024	8.33%	3,383
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	2,575	0	0	2,575	0	2,575	6.67%	172
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	2,075	0	2,075	0	2,075	10.00%	62
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
	Subtotal	\$883,781	\$41,753	\$0	\$925,534	\$95,438	\$830,096		\$26,956

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

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

DEPRECIATION EXPENSE **\$18,347**

Mountain Glen Water Service, 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		\$31,879	\$47,192
134	Working Funds		0	0
135	Temporary Cash Investments		0	0
141	Customer Accounts Receivable		7,019	8,653
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		2,277	0
	Total Current and Accrued Assets		\$41,175	\$55,845
Account No.	Fixed Assets			
101	Utility Plant in Service*		\$883,781	\$925,534
103	Property Held for Future Use		0	0
105	Construction Work in Progress		0	0
108	Accumulated Depreciation (enter as negative)*		(342,602)	(369,558)
121	Non-Utility Property		0	0
122	Accumulated Depreciation - Non Utility		0	0
	Total Fixed Assets		\$541,179	\$555,976
	Total Assets		\$582,354	\$611,821

*Note these items feed automatically from AR3 UPIS Page 4

Mountain Glen Water Service, 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		\$4,974	\$922
232	Notes Payable (Current Portion)		0	0
234	Notes Payable to Associated Companies		0	0
235	Customer Deposits		14,070	15,695
236	Accrued Taxes		4,416	13,357
237	Accrued Interest		0	0
242	Miscellaneous Current and Accrued Liabilities		339	468
	Total Current Liabilities		\$23,799	\$30,442
	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		7,024	12,141
255	Accumulated Deferred Investment Tax Credits		0	0
271	Contributions in Aid of Construction		258,541	258,541
272	Less: Amortization of Contributions		(39,467)	(48,076)
281	Accumulated Deferred Income Tax		38,496	37,037
	Total Deferred Credits		\$264,594	\$259,643
	Total Liabilities		\$288,393	\$290,085
	Capital Accounts			
201	Common Stock Issued		\$2,100	\$2,100
211	Other Paid-In Capital		152,706	152,706
215	Retained Earnings		139,155	166,930
218	Proprietary Capital (Sole Props and Partnerships)		0	0
	Total Capital		\$293,961	\$321,736
	Total Liabilities and Capital		\$582,354	\$611,821

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
12/31/20

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	\$216,438	\$191,504
460	Unmetered Water Revenue	0	0
462	Fire Protection Revenue	0	0
469	Guaranteed Revenues (Surcharges)	0	0
471	Miscellaneous Service Revenues	2,493	2,586
474	Other Water Revenue	0	0
	Total Revenues	\$218,931	\$194,090
	Operating Expenses		
601	Salaries and Wages	\$0	\$0
604	Employee Pensions and Benefits	0	0
610	Purchased Water	0	0
615	Purchased Power	12,043	11,107
618	Chemicals	3,392	468
620	Materials and Supplies	0	0
620.1	Repairs and Maintenance	6,421	1,240
620.2	Office Supplies and Expense	1,865	1,972
630	Contractual Services	0	0
631	Contractual Services - Engineering	0	0
632	Contractual Services - Accounting	4,092	7,911
633	Contractual Services - Legal	0	0
634	Contractual Services - Management Fees	120,610	114,969
635	Contractual Services - Water Testing	2,511	3,608
636	Contractual Services - Other	0	0
640	Rents	0	0
641	Rental of Building/Real Property	0	0
642	Rental of Equipment	0	0
650	Transportation Expenses	0	155
657	Insurance - General Liability	2,704	1,607
657.1	Insurance - Health and Life	0	0
665	Regulatory Commission Expense - Rate	0	0
670	Bad Debt Expense	3,175	0
675	Miscellaneous Expense	942	1,104
403	Depreciation Expense (From Schedule AR4)	18,347	15,214
408	Taxes Other Than Income	0	0
408.11	Property Taxes	7,290	7,369
409	Income Taxes	7,453	5,600
427.1	Customer Security Deposit Interest	266	348
	Total Operating Expenses	\$191,111	\$172,672
	Operating Income / (Loss)	\$27,820	\$21,418
	Other Income / (Expense)		
419	Interest and Dividend Income	\$0	\$0
421	Non-Utility Income	0	0
426	Miscellaneous Non-Utility (Expense)	0	0
427	Interest (Expense)	(45)	0
	Total Other Income / (Expense)	(\$45)	\$0
	Net Income / (Loss)	\$27,775	\$21,418

Mountain Glen Water Service, Inc.
Annual Report
Full time equivalent employees
12/31/20

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
Total	0.0	0.0	0.0	0.0

Mountain Glen Water Service, 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:	\$12,141
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Meter Deposits Refunded During the Test Year:	\$1,043
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List all bonds, notes, loans, and other types of indebtedness in which the proceeds were used in the provision of public utility service. Indebtedness incurred for personal uses by the owner of the utility should not be listed. Input 0 or none if there is nothing to report for that cell.

[illegible]

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

Name of system water received from:		
ADWR PCC Number:		
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	1,428,881.00	1,170,845.00	0.00	0.00	0.00	\$447	4,181
February	1,305,699.00	1,070,245.00	0.00	0.00	0.00	474	4,486
March	1,271,170.00	999,260.00	0.00	0.00	0.00	477	4,523
April	1,645,165.00	1,679,300.00	0.00	0.00	0.00	583	5,759
May	2,669,017.00	2,727,199.00	0.00	0.00	0.00	890	9,276
June	4,774,156.00	4,548,437.00	0.00	0.00	0.00	1,200	12,831
July	4,658,152.00	4,681,379.00	0.00	0.00	0.00	1,271	13,731
August	3,845,107.00	3,688,135.00	0.00	0.00	0.00	1,126	12,053
September	4,483,327.00	4,317,690.00	0.00	0.00	0.00	1,117	11,959
October	3,258,043.00	3,103,822.00	0.00	0.00	0.00	963	10,184
November	1,959,986.00	1,650,908.00	0.00	0.00	0.00	636	6,335
December	1,448,017.00	1,229,711.00	0.00	0.00	0.00	479	4,549
Totals	32,746,720.00	30,866,931.00	0.00	0.00	0.00	\$9,663	99,867

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

- | |
|---|
| 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. |

Well and Water Usage

[illegible]

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

Name of system water received from:	
ADWR PCC Number:	
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	46,540.00	45,360.00	0.00	0.00	0.00	\$79	450
February	37,940.00	34,360.00	0.00	0.00	0.00	70	338
March	37,270.00	30,920.00	0.00	0.00	0.00	63	264
April	56,020.00	49,930.00	0.00	0.00	0.00	73	383
May	258,530.00	143,298.00	0.00	0.00	0.00	135	1,089
June	211,780.00	260,212.00	0.00	0.00	0.00	138	1,129
July	295,860.00	283,110.00	0.00	0.00	0.00	163	1,413
August	206,450.00	203,760.00	0.00	0.00	0.00	138	1,134
September	182,370.00	175,240.00	0.00	0.00	0.00	125	976
October	186,880.00	192,060.00	0.00	0.00	0.00	121	931
November	59,330.00	56,070.00	0.00	0.00	0.00	72	369
December	80,060.00	72,060.00	0.00	0.00	0.00	73	381
Totals	1,659,030.00	1,546,380.00	0.00	0.00	0.00	\$1,251	8,857

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

Instructions: Fill out the Grey Cells with the relevant information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report.

--	--

- 1 Water withdrawn - Total 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.

#VALUE!

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.

Well and Water Usage

[illegible]

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

Name of system water received from:	
<u>ADWR PCC Number:</u>	
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) ⁷
January	167,512.00	63,680.00	0.00	0.00	0.00	\$105	743
February	71,879.00	44,670.00	0.00	0.00	0.00	96	641
March	53,680.00	47,720.00	0.00	0.00	0.00	104	728
April	82,340.00	66,280.00	0.00	0.00	0.00	85	517
May	92,340.00	87,170.00	0.00	0.00	0.00	86	531
June	135,030.00	125,440.00	0.00	0.00	0.00	93	606
July	165,460.00	161,989.00	0.00	0.00	0.00	102	719
August	139,750.00	122,481.00	0.00	0.00	0.00	95	631
September	113,930.00	103,140.00	0.00	0.00	0.00	98	671
October	135,230.00	168,650.00	0.00	0.00	0.00	89	560
November	61,000.00	59,720.00	0.00	0.00	0.00	89	562
December	105,150.00	62,410.00	0.00	0.00	0.00	87	535
Totals	1,323,301.00	1,113,350.00	0.00	0.00	0.00	\$1,129	7,444

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

Instructions: Fill out the Grey Cells with the relevant information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report.

1	Water withdrawn - Total 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.
#VALUE!	
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:	LINDEN TRAILS		
ADEQ Public Water System Number:	AZ0409090		
ADWR PCC Number:	91-000400.0000		

MAINS		
Sizes (inches)	Material	Length (feet)
2.00	PVC	1,150
3.00	PVC	7,850
3.00	CA	1,625
4.00	PVC	25,750
6.00	PVC	10,950
6.00	CA	3,000

SERVICE LINES		
Material	Percent of system	Year installed
PVC	75%	Various
Black poly	25%	Various

BOOSTER PUMPS		
Horsepower	GPM	Quantity
5	100	1
10	200	1
40	800	1

STORAGE TANKS			
Capacity (gallons)	Material	Quantity	Year installed
50,000	Steel	1	2007
150,000	Steel	1	2002

CUSTOMER METERS			
Size (inches)	Quantity	Percent over 1,00,000 gallons	Percent over 10 years old
5/8 X 3/4	401	34%	53%
1	3	100%	100%

FIRE HYDRANTS	
Type	Quantity
Standard *	17
Other	

PRESSURE/BLADDER TANKS			
Capacity (gallons)	Material	Quantity	Year installed
85	Steel/rubber	1	2019
85	Steel/rubber	2	Unknown
3,200	Steel	1	2002

* 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:	Chlorination Equipment
STRUCTURES:	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
OTHER:	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	230
Method used:	(a)

Water Utility Plant Description

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

MAINS

[illegible]

SERVICE LINES

SERVICE LINES		
Material	Percent of system	Year installed
PVC	75%	Various
Black poly	25%	Various

BOOSTER PUMPS

BOOSTER PUMPS		
Horsepower	GPM	Quantity
3	60	1
1	22	1

STORAGE TANKS

STORAGE TANKS			
Capacity (gallons)	Material	Quantity	Year installed
10,000	Poly	1	Unknown

CUSTOMER METERS

[illegible]

FIRE HYDRANTS

FIRE HYDRANTS	
Type	Quantity
Standard *	0
Other	0

PRESSURE/BLADDER TANKS

PRESSURE/BLADDER TANKS			
Capacity (gallons)	Material	Quantity	Year installed
85	Steel/rubber	1	2019
85	Steel/rubber	1	2005

* 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:	Chlorination equipment
STRUCTURES:	8 x 10 foot concrete block well house on concrete foundation
OTHER:	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 = (Total SFR gallons sold (Omit 000) / 365 days / 350 gallons per day)

ERC	193
Method used:	(a)

Water Utility Plant Description

Name of the System:	Pinedale		
ADEQ Public Water System Number:	AZ0409054		
ADWR PCC Number:	NA		

[illegible][illegible]

SERVICE LINES		
Material	Percent of system	Year installed
PVC	75%	Various
Black poly	25%	Various

BOOSTER PUMPS		
Horsepower	GPM	Quantity
3	60	1
1	22	1

FIRE HYDRANTS	
Type	Quantity
Standard *	0
Other	0

STORAGE TANKS			
Capacity (gallons)	Material	Quantity	Years installed
10,000	Steel	1	2000

PRESSURE/BLADDER TANKS			
Capacity (gallons)	Material	Quantity	Year installed
85	Steel/rubber	1	2019
85	Steel/rubber	1	2000

* 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:	Chlorination equipment
STRUCTURES:	10 x 12 foot concrete block well house on concrete foundation
OTHER:	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	191
Method used:	(a)

#REF!

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				
	Single-Family	Multi-Family	Commercial	Turf/Irrigation	Other Non-Residential
January	358	0	4	0	0
February	357	0	4	0	0
March	358	0	4	0	0
April	360	0	4	0	0
May	360	0	4	0	0
June	363	0	4	0	0
July	364	0	4	0	0
August	364	0	4	0	0
September	367	0	4	0	0
October	375	0	4	0	0
November	367	0	4	0	0
December	369	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.

N/A

* 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				
	Single-Family	Multi-Family	Commercial	Turf/Irrigation	Other Non-Residential
January	22	0	0	0	0
February	22	0	0	0	0
March	22	0	0	0	0
April	22	0	0	0	0
May	22	0	0	0	0
June	22	0	0	0	0
July	22	0	0	0	0
August	22	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.

N/A

* 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	16	0	0	0	0
March	16	0	0	0	0
April	15	0	0	0	0
May	16	0	0	0	0
June	16	0	0	0	0
July	16	0	0	0	0
August	16	0	0	0	0
September	16	0	0	0	0
October	16	0	0	0	0
November	16	0	0	0	0
December	16	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.

N/A

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

Mountain Glen Water Service, Inc.
Annual Report
 Utility Shutoffs / Disconnects
 12/31/20

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	0	0
February	0	1	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	3	0
October	0	1	0
November	0	0	0
December	0	0	0
Total	0	5	0

Other (description):

NA

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.

Mountain Glen Water Service, Inc.
Annual Report
 Utility Shutoffs / Disconnects
 12/31/20

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	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):

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
 Utility Shutoffs / Disconnects
 12/31/20

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
Total	0	0	0

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.

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

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

\$7,330

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: 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: 12/31/20

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.

Bj

signature of owner/official

623-935-1100

telephone no.

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

THIS

13th

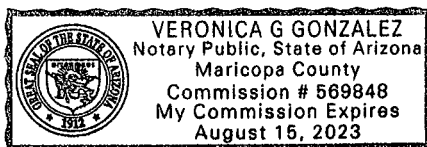
DAY OF

Maricopa

(county name)

April 2021

(month) and (year)



MY COMMISSION EXPIRES

August 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: 12/31/20

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 (\$)

\$232,454

(The amount in the box above includes

\$13,523

in sales taxes
billed or collected)

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

Maricopa

(county name)

THIS

13th

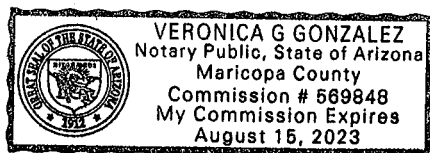
DAY OF

April 2021

(month) and (year)

MY COMMISSION EXPIRES

August 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: 12/31/20

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 RECEIVED FROM RESIDENTIAL CUSTOMERS DURING THE CALENDAR YEAR WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$227,494

(The amount in the box above includes

\$13,234

in sales taxes
billed or collected)

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

Maricopa

(county name)

THIS

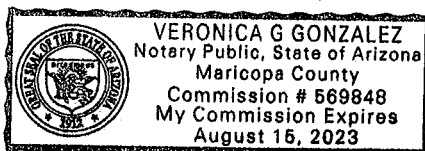
13th

DAY OF

April 2021
(month) and (year)

MY COMMISSION EXPIRES

August 15, 2023
(date)



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

FOR THE YEAR ENDING: 12/31/20

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.

B.T.
signature of owner/official

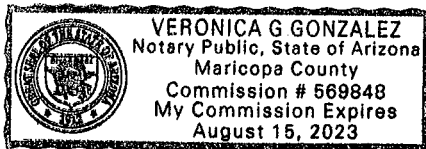
623-935-1100
telephone no.

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

Maricopa
(county name)

THIS 13th DAY OF April 2021
(month) and (year)

MY COMMISSION EXPIRES August 15, 2023
(date)



Veronica G. Gonzalez
(signature of notary public)