

**ANNUAL REPORT**

Of

Company Name:   
7581 E. Academy Blvd., Ste. 229

Mailing Address: Denver CO  
80230

Docket No.: W-03511A  
For the Year Ended:

**RECEIVED  
BY EMAIL**

4/15/2020

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:   
Application Date:

ARIZONA CORPORATION COMMISSION  
WATER UTILITY ANNUAL REPORT  
Navajo Water Co., 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>
--

	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.

	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.

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	\$10,050			\$10,050		\$10,050
302	Franchises				0		0
303	Land and Land Rights				0		0
304	Structures and Improvements	19,437	1,663		21,100	11,601	9,500
305	Collecting & Improving Reservoirs				0		0
306	Lake, River, Canal Intakes				0		0
307	Wells and Springs	40,192			40,192	19,584	20,607
308	Infiltration Galleries				0		0
309	Supply Mains				0		0
310	Power Generation Equipment				0		0
311	Pumping Equipment	123,740	3,015		126,755	124,755	2,000
320	Water Treatment Equipment				0		0
320.1	Water Treatment Plants				0		0
320.2	Solution Chemical Feeders				0		0
320.3	Point-of-Use Treatment Devices				0		0
330	Distribution Reservoirs and Standpipes				0		0
330.1	Storage Tanks	99,823			99,823	46,012	53,811
330.2	Pressure Tanks	26,469			26,469	22,604	3,865
331	Transmission and Distribution Mains	123,642	463		124,105	124,105	0
333	Services	49,338			49,338	49,338	0
334	Meters and Meter Installations	54,373	1,760		56,133	48,124	8,009
335	Hydrants				0		0
336	Backflow Prevention Devices				0		0
339	Other Plant and Misc. Equipment				0		0
340	Office Furniture and Equipment				0		0
340.1	Computer & Software				0		0
341	Transportation Equipment				0		0
342	Stores Equipment				0		0
343	Tools, Shop and Garage Equipment	304			304	53	251
344	Laboratory Equipment				0		0
345	Power Operated Equipment				0		0
346	Communication Equipment	3,523	98		3,621	2,051	1,569
347	Miscellaneous Equipment				0		0
348	Other Tangible Plant	7,647			7,647	7,341	306
	<b>Totals</b>	<b>\$558,538</b>	<b>\$6,999</b>	<b>\$0</b>	<b>\$565,538</b>	<b>\$455,570</b>	<b>\$109,968</b>

Navajo Water Co., 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	\$10,050	\$0	\$0	\$10,050		\$10,050		\$0
302	Franchises	0	0	0	0		0		0
303	Land and Land Rights	0	0	0	0		0		0
304	Structures and Improvements	19,437	1,663	0	21,100		21,100	3.33%	675
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	40,192	0	0	40,192		40,192	3.33%	1,338
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	123,740	3,015	0	126,755		126,755	12.50%	15,656
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	0	0	0	0		0		0
320.3	Point-of-Use Treatment Devices	0	0	0	0		0		0
330	Distribution Reservoirs and Standpipes	0	0	0	0		0		0
330.1	Storage Tanks	99,823	0	0	99,823		99,823	2.22%	2,216
330.2	Pressure Tanks	26,469	0	0	26,469		26,469	5.00%	1,323
331	Transmission and Distribution Mains	123,642	463	0	124,105		124,105	0.37%	462
333	Services	49,338	0	0	49,338		49,338	0.00%	0
334	Meters and Meter Installations	54,373	1,760	0	56,133		56,133	8.33%	4,603
335	Hydrants	0	0	0	0		0		0
336	Backflow Prevention Devices	0	0	0	0		0		0
339	Other Plant and Misc. Equipment	0	0	0	0		0		0
340	Office Furniture and Equipment	0	0	0	0		0		0
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	304	0	0	304		304	5.00%	15
344	Laboratory Equipment	0	0	0	0		0		0
345	Power Operated Equipment	0	0	0	0		0		0
346	Communication Equipment	3,523	98	0	3,621		3,621	10.00%	357
347	Miscellaneous Equipment	0	0	0	0		0		0
348	Other Tangible Plant	7,647	0	0	7,647		7,647	10.00%	765
	<b>Subtotal</b>	<b>\$558,538</b>	<b>\$6,999</b>	<b>\$0</b>	<b>\$565,538</b>	<b>\$0</b>	<b>\$565,538</b>		<b>\$27,410</b>

Contribution(s) in Aid of Construction (Gross) \$48,699  
Less: Non Amortizable Contribution(s)   
Fully Amortized Contribution(s)   
Amortizable Contribution(s) **\$48,699**  
Times: Proposed Amortization Rate 7.17%  
**Amortization of CIAC** \$3,494

**Less: Amortization of CIAC** \$3,494

**DEPRECIATION EXPENSE** \$23,916

Navajo Water Co., 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)
Account No.	<b>Current and Accrued Assets</b>			
131	Cash		\$4,621	\$1,643
134	Working Funds			
135	Temporary Cash Investments			
141	Customer Accounts Receivable		17,987	11,519
146	Notes Receivable from Associated Companies			
151	Plant Material and Supplies			
162	Prepayments			
174	Miscellaneous Current and Accrued Assets		2,170	2,170
	<b>Total Current and Accrued Assets</b>		<b>\$24,778</b>	<b>\$15,332</b>
Account No.	<b>Fixed Assets</b>			
101	Utility Plant in Service*		\$558,538	\$565,538
103	Property Held for Future Use			
105	Construction Work in Progress			
108	Accumulated Depreciation (enter as negative)*		(428,159)	(455,570)
121	Non-Utility Property			
122	Accumulated Depreciation - Non Utility			
	<b>Total Fixed Assets</b>		<b>\$130,379</b>	<b>\$109,968</b>
	<b>Total Assets</b>		<b>\$155,158</b>	<b>\$125,300</b>

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

Navajo Water Co., 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		\$10,181	\$3,454
232	Notes Payable (Current Portion)			
234	Notes Payable to Associated Companies		5,000	
235	Customer Deposits		7,148	6,211
236	Accrued Taxes		938	835
237	Accrued Interest			
242	Miscellaneous Current and Accrued Liabilities			
	<b>Total Current Liabilities</b>		<b>\$23,267</b>	<b>\$10,501</b>
	<b>Long Term Debt</b>			
224	Long Term Debt (Notes and Bonds)			
	<b>Deferred Credits</b>			
251	Unamortized Premium on Debt			
252	Advances in Aid of Construction			
255	Accumulated Deferred Investment Tax Credits			
271	Contributions in Aid of Construction		48,699	48,699
272	Less: Amortization of Contributions		(41,572)	(45,066)
281	Accumulated Deferred Income Tax			
	<b>Total Deferred Credits</b>		<b>\$7,127</b>	<b>\$3,633</b>
	<b>Total Liabilities</b>		<b>\$30,395</b>	<b>\$14,134</b>
	<b>Capital Accounts</b>			
201	Common Stock Issued		\$58,300	\$58,300
211	Other Paid-In Capital		179,512	179,512
215	Retained Earnings		(113,049)	(126,646)
218	Proprietary Capital (Sole Props and Partnerships)			
	<b>Total Capital</b>		<b>\$124,763</b>	<b>\$111,167</b>
	<b>Total Liabilities and Capital</b>		<b>\$155,158</b>	<b>\$125,300</b>

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

Navajo Water Co., 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	\$167,675	\$171,310
460	Unmetered Water Revenue	2,896	2,461
462	Fire Protection Revenue		
469	Guaranteed Revenues (Surcharges)		
471	Miscellaneous Service Revenues		
474	Other Water Revenue	0	2,029
	<b>Total Revenues</b>	<b>\$170,570</b>	<b>\$175,800</b>
	<b>Operating Expenses</b>		
601	Salaries and Wages	\$27,726	\$20,527
604	Employee Pensions and Benefits		
610	Purchased Water	3,938	
615	Purchased Power	9,606	6,656
618	Chemicals	301	1,099
620	Materials and Supplies	6,000	5,683
620.1	Repairs and Maintenance	3,674	7,669
620.2	Office Supplies and Expense	3,425	2,439
630	Contractual Services		
631	Contractual Services - Engineering		
632	Contractual Services - Accounting	975	900
633	Contractual Services - Legal	210	198
634	Contractual Services - Management Fees	55,219	52,272
635	Contractual Services - Water Testing	2,675	2,036
636	Contractual Services - Other	7,398	10,551
640	Rents		
641	Rental of Building/Real Property	8,258	4,683
642	Rental of Equipment	40	
650	Transportation Expenses	11,723	9,103
657	Insurance - General Liability	3,837	1,676
657.1	Insurance - Health and Life	707	1,136
665	Regulatory Commission Expense - Rate	31	
670	Bad Debt Expense	3,691	50
675	Miscellaneous Expense	5,568	7,978
403	Depreciation Expense (From Schedule AR4)	23,916	24,781
408	Taxes Other Than Income		32
408.11	Property Taxes	6,586	5,610
409	Income Taxes		
427.1	Customer Security Deposit Interest		
	<b>Total Operating Expenses</b>	<b>\$185,505</b>	<b>\$165,079</b>
	<b>Operating Income / (Loss)</b>	<b>(\$14,934)</b>	<b>\$10,721</b>
	<b>Other Income / (Expense)</b>		
419	Interest and Dividend Income		
421	Non-Utility Income	1,435	1,472
426	Miscellaneous Non-Utility (Expense)		
427	Interest (Expense)	(97)	(63)
	<b>Total Other Income / (Expense)</b>	<b>\$1,338</b>	<b>\$1,409</b>
	<b>Net Income / (Loss)</b>	<b>(\$13,596)</b>	<b>\$12,130</b>



**Full time equivalent employees**

	Direct Company	Allocated	Outside service	Total
President				0.0
Vice-president				0.0
Manager			0.2	0.2
Engineering Staff				0.0
System Operator(s)			0.5	0.5
Meter reader				0.0
Customer Service				0.0
Accounting				0.0
Business Office			0.3	0.3
Rates Department				0.0
Administrative Staff			0.2	0.2
Other				0.0
<b>Total</b>	0.0	0.0	1.2	1.2

<b>Supplemental Financial Data (Long-Term Debt)</b>				
	Loan #1	Loan #2	Loan #3	Loan #4
Date Issued				
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:	
---	--

Meter Deposits Refunded During the Test Year:	
---	--

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

<b>TREATMENT EQUIPMENT:</b>	none
-----------------------------	------

<b>STRUCTURES:</b>	One(1) 10x27 well building; 292 ft. of 6 ft. chain link security fence
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<b>OTHER:</b>	One(1) LevelCon remote tank level monitoring device.
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**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	108
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>	none
-----------------------------	------

<b>STRUCTURES:</b>	380 ft. of 6 ft chain link security fence
--------------------	---

<b>OTHER:</b>	One(1) LevelCon remote tank level monitoring device
---------------	---

**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	121
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>	none
<b>STRUCTURES:</b>	One(1) 8x9 well building.
<b>OTHER:</b>	390 ft. of 6 ft. chain link security fence.

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	70
Method used:	(a)

Customer and Other Information	
Name of the System:	CHAPARRAL PINES
ADEQ Public Water System Number:	AZ0409039
ADWR PCC Number:	91-000390.0000

Month	Number of Customers				Other Non-Residential
	Single-Family	Multi-Family	Commercial	Turf/Irrigation	
January	80				
February	84				
March	86				
April	91				
May	87				
June	86				
July	87				
August	88				
September	87				
October	86				
November	86				
December	86				

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:	LAGUNA ESTATES
ADEQ Public Water System Number:	AZ0409000
ADWR PCC Number:	91-000363.0000

Month	Number of Customers				Other Non-Residential
	Single-Family	Multi-Family	Commercial	Turf/Irrigation	
January	25				
February	33				
March	31				
April	31				
May	31				
June	31				
July	31				
August	31				
September	31				
October	31				
November	31				
December	32				

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:	SUMMER PINES
ADEQ Public Water System Number:	AZ0409030
ADWR PCC Number:	91-000384.0000

Month	Number of Customers				Other Non-Residential
	Single-Family	Multi-Family	Commercial	Turf/Irrigation	
January	230				
February	236				
March	249				
April	249				
May	249				
June	250				
July	249				
August	249				
September	249				
October	250				
November	252				
December	256				

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.

Navajo Water Co., Inc.  
**Annual Report**  
 Utility Shutoffs / Disconnects  
 12/31/19

<b>Utility Shutoffs / Disconnects</b>	
Name of the System:	CHAPARRAL PINES
ADEQ Public Water System Number:	AZ0409039
ADWR PCC Number:	91-000390.0000

Month	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	Other
January			
February		1	
March			
April			
May			
June			
July			
August			
September			
October			
November			
December			
<b>Total</b>	<b>0</b>	<b>1</b>	<b>0</b>

**Other (description):**

**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.

Navajo Water Co., Inc.  
 Annual Report  
 Utility Shutoffs / Disconnects  
 12/31/19

Utility Shutoffs / Disconnects	
Name of the System:	LAGUNA ESTATES
ADEQ Public Water System Number:	AZ0409000
ADWR PCC Number:	91-000363.0000

Month	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	Other
January			
February			
March			
April			
May			
June			
July			
August		1	
September		1	
October			
November		1	
December			
<b>Total</b>	<b>0</b>	<b>3</b>	<b>0</b>

**Other (description):**

**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.



Navajo Water Co., Inc.  
**Annual Report**  
 Utility Shutoffs / Disconnects  
 12/31/19

<b>Utility Shutoffs / Disconnects</b>	
Name of the System:	SUMMER PINES
ADEQ Public Water System Number:	AZ0409030
ADWR PCC Number:	91-000384.0000

Month	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	Other
January			
February		2	
March			
April			
May		3	
June			
July		2	
August			
September		1	
October			
November		1	
December		1	
<b>Total</b>	<b>0</b>	<b>10</b>	<b>0</b>

**Other (description):**

**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

\$6,586

If no property taxes paid, explain why.

Grey cell for explanation of no property taxes paid.

**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 Colorado I, the undersigned of the  
(state name)

County of (county name): Other Denver  
Name (owner or official) title: Jason Williamson  
Company name: Navajo Water Co., 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:

**RECEIVED  
BY EMAIL**

4/15/2020

ARIZONA CORPORATION COMMISSION  
UTILITIES DIVISION

*[Signature]*

signature of owner/official

720.949.1384

telephone no.

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

THIS

10<sup>th</sup>

DAY OF

Denver

(county name)

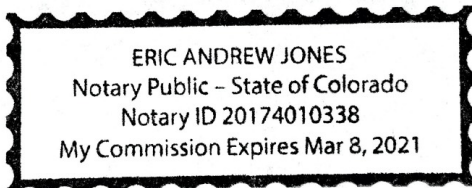
April 2020

(month) and (year)

MY COMMISSION EXPIRES

3/8/2021

(date)



*[Signature]*  
(signature of notary public)

**Verification and Sworn Statement**

**Verification:**

State of Colorado I, the undersigned of the  
(state name)  
County of (county name): Other Denver  
Name (owner or official) title: Jason Williamson  
Company name: Navajo Water Co., 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 (\$)  
\$170,570  
(The amount in the box above includes  
\$10,371 in sales taxes  
billed or collected)

**RECEIVED  
BY EMAIL**

4/15/2020

ARIZONA CORPORATION COMMISSION  
UTILITIES DIVISION

[Signature]  
signature of owner/official  
  
720.949.1384  
telephone no.

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

THIS 10th DAY OF April 2020  
(county name) (month) and (year)

MY COMMISSION EXPIRES 3/8/2021  
(date)

ERIC ANDREW JONES  
Notary Public - State of Colorado  
Notary ID 20174010338  
My Commission Expires Mar 8, 2021

[Signature]  
(signature of notary public)

**Verification and Sworn Statement (Residential Revenue)**

**Verification:**

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

County of (county name): Other Denver  
Name (owner or official) title: Jason Williamson  
Company name: Navajo Water Co., 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 (\$)

\$170,570

(The amount in the box above includes

\$10,371 in sales taxes  
billed or collected)



signature of owner/official

720.949.1384

telephone no.

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

Denver  
(county name)

THIS

10th

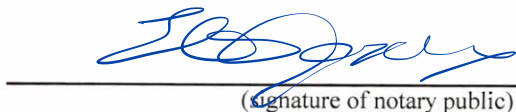
DAY OF

April 2020  
(month) and (year)

MY COMMISSION EXPIRES

3/8/2021  
(date)

ERIC ANDREW JONES  
Notary Public - State of Colorado  
Notary ID 20174010338  
My Commission Expires Mar 8, 2021

  
signature of notary public

for Income Tax Statement of Certification

Verification:

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

County of (county name):

Other Denver

Name (owner or official) title:

Jason Williamson

Company name:

Navajo Water Co., Inc.

FOR THE YEAR ENDING: 12/31/19

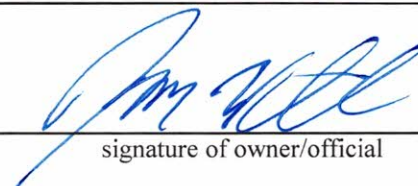
Sworn Statement:

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 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

ARIZONA CORPORATION COMMISSION  
UTILITIES DIVISION



signature of owner/official

720.949.1384

telephone no.

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

Denver  
(county name)

THIS

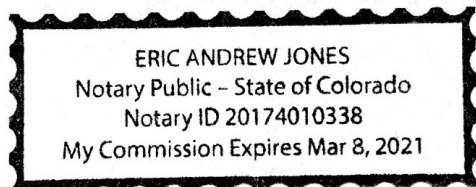
10th

DAY OF

April 2020  
(month) and (year)

MY COMMISSION EXPIRES

3/8/2021  
(date)



(signature of notary public)

**WATER COMPANY PLANT DESCRIPTION**

Name of the System: **LAGUNA ESTATES**  
 ADEQ Public Water System Number **AZ0409000**  
 ADWR PCC Number: **91-000363.0000**

**WELLS**

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
55-646524	5	25.5	290	6	Submersible	1982			1	Metered	Yes

\* Arizona Department of Water Resources Identification Number

**SERVICE LINES**

Material	Percent of system	Year installed

**BOOSTER PUMPS**

Horsepower	GPM	Quantity
7.5		1

**FIRE HYDRANTS**

Quantity Standard*	Quantity Other
Standard *	
Other	

**STORAGE TANKS**

Capacity (gallons)	Material	Quantity	Year installed
10000	Steel	1	

**PRESSURE/BLADDER TANKS**

Capacity (gallons)	Material	Quantity	Year installed
2000		1	

\* - 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 COMPANY PLANT DESCRIPTION (Continued)**

MAINS		
Size (in inches)	Material	Length (in feet)
2		
3		
4	PVC	1310
5		
6		
8		
10		
12		

CUSTOMER METERS			
Size (in inches)	Quantity	Percent over 1,000,000 gallons	Percent over 10 years old
5/8 X 3/4	33	31%	31%

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

<p><b>TREATMENT EQUIPMENT:</b>          none</p>
--

<p><b>STRUCTURES:</b>          380 ft. of 6 ft chain link security fence</p>
--

<p><b>OTHER:</b>          One(1) LevelCon remote tank level monitoring device</p>
---



**WATER COMPANY PLANT DESCRIPTION**

Name of the System: **SUMMER PINES**  
 ADEQ Public Water System Number: **AZ0409030**  
 ADWR PCC Number: **91-000384.0000**

**WELLS**

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
55-623894	3	6.5	290	6	Submersible				1	Metered	Yes
55-623891	10	20	565	8	Submersible	1967			2	Metered	Yes

\* Arizona Department of Water Resources Identification Number

**SERVICE LINES**

Material	Percent of system	Year installed

**BOOSTER PUMPS**

Horsepower	GPM	Quantity
7.5		1
5		1

**FIRE HYDRANTS**

Quantity Standard*	Quantity Other
Standard *	none
Other	

**STORAGE TANKS**

Capacity (gallons)	Material	Quantity	Year installed
5000	Polyethylene	8	2017

**PRESSURE/BLADDER TANKS**

Capacity (gallons)	Material	Quantity	Year installed
2500		1	

\* - 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.

Note: This page automatically populates with information from your annual report.

**WATER COMPANY PLANT DESCRIPTION (Continued)**

MAINS		
Size (in inches)	Material	Length (in feet)
2		
3		
4	ABS	40300
5		
6	PVC	
8		
10		
12		

CUSTOMER METERS			
Size (in inches)	Quantity	Percent over 1,00,000 gallons	Percent over 10 years old
5/8 X 3/4	243	23%	23%

**For the following three items, please list the utility owned assets in each category.**

**TREATMENT EQUIPMENT:**

none

**STRUCTURES:**

One(1) 8x9 well building.

**OTHER:**

390 ft. of 6 ft. chain link security fence.

Note: This page automatically populates with information from your annual report.

**WATER USE DATA SHEET**

Name of the System:		LAGUNA ESTATES					
ADEQ Public Water System Number:		AZ0409000					
ADWR PCC Number:		91-000363.0000					
(12 Months of Test Year)	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	290,620.000	83,290.000				\$175	980
February	236,540.000	101,872.000				150	851
March	199,570.000	101,136.000				139	774
April	210,050.000	106,430.000				153	860
May	239,120.000	103,193.000				156	798
June	102,430.000	84,222.000				120	549
July	156,460.000	112,940.000				136	637
August	132,760.000	111,118.000				118	551
September	180,950.000	150,633.000				149	716
October	140,910.000	188,473.000				110	504
November	126,280.000	135,836.000				104	519
December	94,200.000	92,277.000				92	409
<b>TOTAL</b>	<b>2,109,890.000</b>	<b>1,371,420.000</b>	<b>0.000</b>	<b>0.000</b>	<b>0.000</b>	<b>\$1,601</b>	<b>8,148</b>

If yes, are the fire flow requirements? N/A GPM for 0 hrs.

Does the system have chlorination treatment? No

Is the Water Utility located in an ADWR Active Management Area (AMA)? No  
 If yes, which AMA? 0

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement? No  
 If yes, provide the GPCPD amount: 0

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

- 1 Water withdrawn - Total acre feet of water withdrawn from pumped sources.
- 2 Water sold - Total acre feet from customer meters, and other sales such as construction water.
- 3 Water delivered (sold) to other systems - Total acre feet of water delivered to other systems.
- 4 Water received (purchased) from other systems - Total acre feet of water purchased/received from other systems.
- 5 Estimated authorized use - Total estimated acre feet 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
- 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.

**CUSTOMER DATA SHEET**

Name of the System: LAGUNA ESTATES  
 ADEQ Public Water System Number: AZ0409000  
 ADWR PCC Number: 91-000363.0000

Month	Single-Family	Multi-Family	Commercial	Turf/Irrigation	Other Non-Residential
January	25				
February	33				
March	31				
April	31				
May	31				
June	31				
July	31				
August	31				
September	31				
October	31				
November	31				
December	32				

**WATER USE DATA SHEET**

Name of the System:		SUMMER PINES					
ADEQ Public Water System Number:		AZ0409030					
ADWR PCC Number:		91-000384.0000					
(12 Months of Test Year)	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	633,474.000	396,210.000				\$390	3,608
February	547,059.000	404,807.000				345	3,136
March	430,669.000	422,070.000				283	2,564
April	457,060.000	383,770.000				389	2,979
May	664,777.000	580,313.000				425	3,487
June	629,807.000	664,533.000				523	4,721
July	920,095.000	834,982.000				644	6,136
August	753,352.000	615,299.000				592	5,468
September	844,809.000	738,707.000				619	5,796
October	635,809.000	550,902.000				524	4,249
November	457,488.000	380,838.000				382	3,053
December	429,113.000	331,555.000				367	2,862
<b>TOTAL</b>	<b>7,403,512.000</b>	<b>6,303,986.000</b>	<b>0.000</b>	<b>0.000</b>	<b>0.000</b>	<b>\$5,483</b>	<b>48,059</b>

If yes, are the fire flow requirements? N/A GPM for 0 hrs.

Does the system have chlorination treatment? No

Is the Water Utility located in an ADWR Active Management Area (AMA)? No  
 If yes, which AMA? 0

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement? No  
 If yes, provide the GPCPD amount: 0

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

- 1 Water withdrawn - Total acre feet of water withdrawn from pumped sources.
- 2 Water sold - Total acre feet from customer meters, and other sales such as construction water.
- 3 Water delivered (sold) to other systems - Total acre feet of water delivered to other systems.
- 4 Water received (purchased) from other systems - Total acre feet of water purchased/received from other systems.
- 5 Estimated authorized use - Total estimated acre feet 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
- 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.

**CUSTOMER DATA SHEET**

Name of the System: SUMMER PINES  
 ADEQ Public Water System Number: AZ0409030  
 ADWR PCC Number: 91-000384.0000

Month	Single-Family	Multi-Family	Commercial	Turf/Irrigation	Other Non-Residential
January	230				
February	236				
March	249				
April	249				
May	249				
June	250				
July	249				
August	249				
September	249				
October	250				
November	252				
December	256				