

ANNUAL REPORT

Of

Company Name: Pueblo Del Sol Water Company
4090 Canyon de Flores

Mailing Address: Sierra Vista AZ
85650

Docket No.: W-02208A
For the Year Ended: 12/31/18

RECEIVED
UTILITIES DIVISION
2019 APR 18 A 9:34
ARIZONA CORPORATION
COMMISSION

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: 4/12/2019

4-23-19

ARIZONA CORPORATION COMMISSION
WATER UTILITY ANNUAL REPORT
Pueblo Del Sol Water Company
A Class ☐ Utility

1. For the Calendar Year Ended: 12/31/18

2. Address:

4090 Canyon de Flores			
City:	Sierra Vista	State:	AZ
		Zip Code:	85650

3. Telephone Number:

(520) 458-3742

4. Date of Original Organization of Utility:

5/25/1905

5. Person to whom correspondence should be addressed concerning this report:

Name:

Joshua Hardin

Telephone No. :

(661) 664-6564

Address:

10000 Stockdale Highway Suite #300			
City:	Bakersfield	State:	CA
		Zip Code:	93311

Email:

jhardin@castlecooke.com

6. On-Site Manager:

Name:

Ann Zilinski

Telephone No. :

(520) 458-3742

Address:

4090 Canyon de Flores			
City:	Sierra Vista	State:	AZ
		Zip Code:	85650

Email:

azilinski@castlecooke.com

7. Ownership:

Subsidiary of Parent Corporation

8. Counties Served:

Cochise

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	\$1,414	\$0	\$0	\$1,414	\$1,414	\$0
302	Franchises	0	0	0	0	0	0
303	Land and Land Rights	2,871,941	0	0	2,871,941	1,896,176	975,765
304	Structures and Improvements	15,971	0	0	15,971	15,971	0
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	1,119,773	0	0	1,119,773	839,021	280,752
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	0	0	0	0	0	0
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	429,025	0	0	429,025	389,403	39,622
330.2	Pressure Tanks	0	0	0	0	0	0
331	Transmission and Distribution Mains	2,612,948	0	0	2,612,948	2,612,948	0
333	Services	583,196	0	0	583,196	501,100	82,096
334	Meters and Meter Installations	160,418	0	0	160,418	160,091	327
335	Hydrants	123,089	0	0	123,089	123,089	0
336	Backflow Prevention Devices	0	0	0	0	0	0
339	Other Plant and Misc. Equipment	903,212	81,028	0	984,240	352,697	631,543
340	Office Furniture and Equipment	21,506	0	0	21,506	21,349	157
340.1	Computer & Software	16,554	0	0	16,554	16,554	0
341	Transportation Equipment	52,110	0	0	52,110	52,110	0
342	Stores Equipment	0	0	0	0	0	0
343	Tools, Shop and Garage Equipment	3,890	0	0	3,890	3,890	0
344	Laboratory Equipment	0	0	0	0	0	0
345	Power Operated Equipment	248,378	0	0	248,378	248,378	0
346	Communication Equipment	0	0	0	0	0	0
347	Miscellaneous Equipment	0	0	0	0	0	0
348	Other Tangible Plant	(931,492)	0	0	(931,492)	(798,835)	(132,657)
	Totals	\$8,231,933	\$81,028	\$0	\$8,312,961	\$6,435,356	\$1,877,605

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.

Pueblo Del Sol Water Company
Annual Report
Depreciation Expense for the Current Year (Water)
12/31/18

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	Depreciation Percentages	Depreciation Expense
301	Organization	\$1,414	\$0	\$0	\$1,414	\$1,414	0.00%	\$0
302	Franchises	0	0	0	0	0	0.00%	0
303	Land and Land Rights	2,871,941	0	0	2,871,941	0	4.67%	134,240
304	Structures and Improvements	15,971	0	0	15,971	15,971	0.00%	0
305	Collecting & Improving Reservoirs	0	0	0	0	0	0.00%	0
306	Lake, River, Canal Intakes	0	0	0	0	0	0.00%	0
307	Wells and Springs	1,119,773	0	0	1,119,773	0	4.87%	54,531
308	Infiltration Galleries	0	0	0	0	0	0.00%	0
309	Supply Mains	0	0	0	0	0	0.00%	0
310	Power Generation Equipment	0	0	0	0	0	0.00%	0
311	Pumping Equipment	0	0	0	0	0	0.00%	0
320	Water Treatment Equipment	0	0	0	0	0	0.00%	0
320.1	Water Treatment Plants	0	0	0	0	0	0.00%	0
320.2	Solution Chemical Feeders	0	0	0	0	0	0.00%	0
320.3	Point-of-Use Treatment Devices	0	0	0	0	0	0.00%	0
330	Distribution Reservoirs and Standpipes	0	0	0	0	0	0.00%	0
330.1	Storage Tanks	429,025	0	0	429,025	0	1.34%	5,770
330.2	Pressure Tanks	0	0	0	0	0	0.00%	0
331	Transmission and Distribution Mains	2,612,948	0	0	2,612,948	2,612,948	0.00%	0
333	Services	583,196	0	0	583,196	0	4.36%	25,417
334	Meters and Meter Installations	160,418	0	0	160,418	160,418	0.00%	0
335	Hydrants	123,089	0	0	123,089	123,089	0.00%	0
336	Backflow Prevention Devices	0	0	0	0	0	0.00%	0
339	Other Plant and Misc. Equipment	903,212	81,028	0	984,240	0	0.30%	2,852
340	Office Furniture and Equipment	21,506	0	0	21,506	21,506	0.00%	0
340.1	Computer & Software	16,554	0	0	16,554	16,554	0.00%	0
341	Transportation Equipment	52,110	0	0	52,110	52,110	0.00%	0
342	Stores Equipment	0	0	0	0	0	0.00%	0
343	Tools, Shop and Garage Equipment	3,890	0	0	3,890	3,890	0.00%	0
344	Laboratory Equipment	0	0	0	0	0	0.00%	0
345	Power Operated Equipment	248,378	0	0	248,378	248,378	0.00%	0
346	Communication Equipment	0	0	0	0	0	0.00%	0
347	Miscellaneous Equipment	0	0	0	0	0	0.00%	0
348	Other Tangible Plant	(931,492)	0	0	(931,492)	0	-0.05%	512
	Subtotal	\$8,231,933	\$81,028	\$0	\$8,312,961	\$3,256,278		\$223,322

Contribution(s) in Aid of Construction (Gross)	\$0
Less: Non Amortizable Contribution(s)	0
Fully Amortized Contribution(s)	0
Amortizable Contribution(s)	\$0
Times: Proposed Amortization Rate	4.42%
Amortization of CIAC	\$0

Less: Amortization of CIAC

DEPRECIATION EXPENSE

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.

Pueblo Del Sol Water Company
Annual Report
Balance Sheet Assets
12/31/18

Balance Sheet Assets				
	Assets		Balance at Beginning of Year (2018)	Balance at End of Year (2018)
Account No.	Current and Accrued Assets			
131	Cash		\$100	\$100
134	Working Funds		819,165	653,404
135	Temporary Cash Investments		0	0
141	Customer Accounts Receivable		173,507	158,505
146	Notes Receivable from Associated Companies		17,415,708	18,378,796
151	Plant Material and Supplies		0	0
162	Prepayments		0	0
174	Miscellaneous Current and Accrued Assets		0	0
	Total Current and Accrued Assets		\$18,408,480	\$19,190,805
Account No.	Fixed Assets			
101	Utility Plant in Service*		\$8,231,933	\$8,312,961
103	Property Held for Future Use		0	0
105	Construction Work in Progress		0	0
108	Accumulated Depreciation (enter as negative)*		(6,212,035)	(6,435,356)
121	Non-Utility Property		0	0
122	Accumulated Depreciation - Non Utility		0	0
	Total Fixed Assets		\$2,019,898	\$1,877,605
	Total Assets		\$20,428,378	\$21,068,410

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.

*Note these items feed automatically from AR3 UPIS Page 3

Pueblo Del Sol Water Company
Annual Report
Balance Sheet Liabilities and Owners Equity

Balance Sheet Liabilities and Owners Equity				
	Liabilities		Balance at Beginning of Year (2018)	Balance at End of Year (2018)
Account No.	Current Liabilities			
231	Accounts Payable		\$62,230	\$36,965
232	Notes Payable (Current Portion)		0	0
234	Notes Payable to Associated Companies		0	0
235	Customer Deposits		115,310	115,866
236	Accrued Taxes		345,768	225,346
237	Accrued Interest		0	0
242	Miscellaneous Current and Accrued Liabilities		225,935	223,982
	Total Current Liabilities		\$749,243	\$602,159
	Long Term Debt			
224	Long Term Debt (Notes and Bonds)		\$0	\$0
	Deferred Credits			
251	Unamortized Premium on Debt			
252	Advances in Aid of Construction			
255	Accumulated Deferred Investment Tax Credits			
271	Contributions in Aid of Construction			
272	Less: Amortization of Contributions			
281	Accumulated Deferred Income Tax		6,123,503	6,415,603
	Total Deferred Credits		\$6,123,503	\$6,415,603
	Total Liabilities		\$6,872,746	\$7,017,762
	Capital Accounts			
201	Common Stock Issued		\$1,630,000	\$1,630,000
211	Other Paid-In Capital		(64,531)	(64,531)
215	Retained Earnings		11,990,161	12,485,176
218	Proprietary Capital (Sole Props and Partnerships)			
	Total Capital		\$13,555,630	\$14,050,645
	Total Liabilities and Capital		\$20,428,376	\$21,068,407

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.

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

Pueblo Del Sol Water Company
Annual Report
Water Comparative Income Statement
12/31/18

Water Comparative Income Statement			
Account No.	Calendar Year	Current Year 01/01/2018 - 12/31/2018	Last Year 01/01/2017 - 12/31/2017
	Operating Revenue		
461	Metered Water Revenue	\$1,748,250	\$1,847,072
460	Unmetered Water Revenue	0	0
462	Fire Protection Revenue	0	0
469	Guaranteed Revenues (Surcharges)	0	0
471	Miscellaneous Service Revenues	0	0
474	Other Water Revenue	14,920	13,634
	Total Revenues	\$1,763,170	\$1,860,706
	Operating Expenses		
601	Salaries and Wages	\$177,205	\$209,907
604	Employee Pensions and Benefits	0	0
610	Purchased Water	0	0
615	Purchased Power	230,418	224,441
618	Chemicals	0	0
620	Materials and Supplies	0	0
620.1	Repairs and Maintenance	112,339	117,433
620.2	Office Supplies and Expense	171,196	155,300
630	Contractual Services	0	0
631	Contractual Services -Engineering	0	0
632	Contractual Services - Accounting	0	0
633	Contractual Services - Legal	10,081	1,000
634	Contractual Services - Management Fees	0	0
635	Contractual Services - Water Testing	2,775	2,367
636	Contractual Services - Other	5,180	5,529
640	Rents	17,433	15,193
641	Rental of Building/Real Property	0	0
642	Rental of Equipment	0	0
650	Transportation Expenses	1,093	365
657	Insurance - General Liability	5,341	4,389
657.1	Insurance - Health and Life	35,927	50,626
665	Regulatory Commission Expense - Rate	0	0
670	Bad Debt Expense	0	0
675	Miscellaneous Expense	0	(284)
403	Depreciation Expense (From Schedule AR4)	223,322	217,375
408	Taxes Other Than Income	18,045	21,781
408.11	Property Taxes	84,888	86,312
409	Income Taxes	173,021	292,100
427.1	Customer Security Deposit Interest	0	0
	Total Operating Expenses	\$1,268,264	\$1,403,834
	Operating Income / (Loss)	\$494,906	\$456,872
	Other Income / (Expense)		
419	Interest and Dividend Income		
421	Non-Utility Income		
426	Miscellaneous Non-Utility (Expense)		
427	Interest (Expense)		
	Total Other Income / (Expense)	\$0	\$0
	Net Income / (Loss)	\$494,906	\$456,872

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.

Pueblo Del Sol Water Company
Annual Report
Full time equivalent employees
12/31/18

Full time equivalent employees

	Direct Company	Outside service	Total
President	0.0	0.0	0.0
Vice-president	0.0	0.0	0.0
Manager	1.0	0.0	1.0
Engineering Staff	0.0	0.0	0.0
System Operator(s)	0.0	0.0	0.0
Meter reader	0.0	0.0	0.0
Customer Service	2.0	0.0	2.0
Accounting	0.5	0.5	1.0
Business Office	0.0	0.0	0.0
Rates Department	0.0	0.0	0.0
Administrative Staff	0.0	0.0	0.0
Other	0.0	0.0	0.0
Total	3.5	0.5	4.0

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. A full-time employee is based on 2080 total hours per year. Please calculate partial employees using 2080 hours.

Pueblo Del Sol Water Company
Annual Report
Supplemental Financial Data (Long-Term Debt)
12/31/18

Supplemental Financial Data (Long-Term Debt)				
	Loan #1	Loan #2	Loan #3	Loan #4
Date Issued	None	None	None	None
Source of Loan	None	None	None	None
ACC Decision No.	None	None	None	None
Reason for Loan	None	None	None	None
Dollar Amt. Issued	None	None	None	None
Amount Outstanding	None	None	None	None
Date of Maturity	None	None	None	None
Interest Rate	None	None	None	None
Current Year Interest	None	None	None	None
Current Year Principal	None	None	None	None

Meter Deposit Balance at Test Year End:	\$42,336
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Meter Deposits Refunded During the Test Year:	\$11,402
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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.

Pueblo Del Sol Water Company
Annual Report
Well and Water Usage
12/31/18

[illegible]

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

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

Month	Water withdrawn (acre ft) ¹	Water sold (acre ft) ²	Water delivered (sold) to other systems (acre ft) ³	Water received (purchased) from other systems (acre ft) ⁴	Estimated authorized use (acre ft) ⁵	Purchased Power Expense ⁶	Purchased Power (kWh) ⁷
January	97	88	0	0	9	\$14,527	117,659
February	87	79	0	0	8	13,874	120,739
March	107	83	0	0	24	13,016	114,164
April	130	114	0	0	16	19,404	141,525
May	158	132	0	0	26	22,645	168,024
June	156	134	0	0	21	25,643	199,180
July	134	145	0	0	(11)	24,109	183,457
August	120	110	0	0	11	21,499	153,906
September	123	108	0	0	15	20,275	142,095
October	111	104	0	0	7	21,722	333,814
November	102	85	0	0	18	17,732	132,999
December	91	81	0	0	11	15,974	118,359
Totals	1,417	1,263	0	0	154	\$230,419	1,925,921

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

None

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 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 theft.
- 6 Enter the total purchased power costs for the power meters associated with this system.
- 7 Enter the total purchased kWh used by the power meters associated with this system.

Water Utility Plant Description

Name of the System:	Pueblo del Sol Water Company		
ADEQ Public Water System Number:		AZ04-02-044	
ADWR PCC Number:		#N/A	

MAINS		
Sizes (inches)	Material	Length (feet)
2.00	PVC, Steel	4,121
4.00	PVC, Steel	26,432
6.00	PVC, Steel, DI, AC	154,300
8.00	PVC, Steel, DI, AC	168,630
10.00	PVC, AC	7,276
12.00	PVC, AC, DI	86,911
None	None	None
None	None	None
None	None	None
None	None	None
None	None	None
None	None	None
None	None	None
None	None	None

SERVICE LINES	
Material	Percent of system
Copper	10%
Polyethylen	90%
None	None
None	None
None	None

CUSTOMER METERS	
Size (inches)	Quantity
5/8 x 3/4	5,319
3/4	6
1	23
1-1/2	8
Comp. 2	20
Comp. 4	11
None	None
None	None
None	None
None	None
None	None
None	None
None	None
None	None
None	None
None	None
None	None

BOOSTER PUMPS		
Horsepower	GPM	Quantity
20	290	4
60	540	1
None	None	None
None	None	None

FIRE HYDRANTS	
Type	Quantity
Standard *	418
Other	49

STORAGE TANKS		
Capacity (gallons)	Material	Quantity
500,000	steel	2
250,000	steel	1
1,000,000	steel	1
None	None	None
None	None	None
None	None	None

PRESSURE/BLADDER TANKS		
Capacity (gallons)	Material	Quantity
5,000	Steel	1
None	None	None
None	None	None
None	None	None
None	None	None
None	None	None
None	None	None

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. Copy and paste this sheet as many times as is necessary.

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

TREATMENT EQUIPMENT:	N/A
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STRUCTURES:	N/A
--------------------	-----

OTHER:	N/A
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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. Copy and paste this sheet as many times as is necessary.

Customer and Other Information	
Name of the System:	Pueblo del Sol Water Company
ADEQ Public Water System Number:	AZ04-02-044
ADWR PCC Number:	#N/A

Month	Number of Customers				
	Single-Family	Multi-Family	Commercial	Turf/Irrigation	Other Non-Residential
January	5,177	149	98	0	0
February	5,169	149	98	0	0
March	5,178	152	98	0	0
April	5,175	151	98	0	0
May	5,190	149	98	1	0
June	5,187	148	99	1	0
July	5,197	153	98	1	0
August	5,198	147	100	0	0
September	5,190	149	98	0	0
October	5,126	151	97	0	0
November	5,181	147	97	0	0
December	5,190	148	97	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 (GCPCPD) requirement?

If yes, provide the GPCPD amount:

Is the Water Utility located in an ADWR Active Management Area (AMA)?

If yes, which AMA?

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. Copy and paste this sheet as many times as is necessary.

Property Taxes	
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Amount of actual property taxes paid during Calendar Year 2018 was
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\$85,601

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 California I, the undersigned of the
(state name)

County of (county name): Kern
Name (owner or official) title: Controller
Company name: Pueblo Del Sol Water Company

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

FOR THE YEAR ENDING: 12/31/18

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.

[Signature]
signature of owner/official

661-664-6506
telephone no.

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

THIS

12th

DAY OF

Kern
(county name)
April 2019
(month) and (year)

MY COMMISSION EXPIRES

10/20/19
(date)



[Signature]
(signature of notary public)

Verification and Sworn Statement

Verification:

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

County of (county name):

Kern

Name (owner or official) title:

Controller

Company name:

Pueblo Del Sol Water Company

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

FOR THE YEAR ENDING: 12/31/18

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 (\$)

\$1,896,240

(The amount in the box above includes

\$137,702 in sales taxes

billed or collected)

Melanie Per

signature of owner/official

661-664-6506

telephone no.

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

THIS

12th

DAY OF

Kern
(county name)

April 2019
(month) and (year)

MY COMMISSION EXPIRES

10/20/19
(date)



[Signature]
(signature of notary public)

Verification and Sworn Statement (Residential Revenue)

Verification:

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

County of (county name):

Kern

Name (owner or official) title:

Controller

Company name:

Pueblo Del Sol Water Company

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

FOR THE YEAR ENDING: 12/31/18

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 (\$)

\$1,739,122

(The amount in the box above includes

\$127,970 in sales taxes
billed or collected)

Melanie Ren

signature of owner/official

661-664-6506

telephone no.

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

Kern

(county name)

THIS

12th

DAY OF

April 2019

(month) and (year)

MY COMMISSION EXPIRES

10/20/19

(date)



[Signature]
(signature of notary public)