ANNUAL REPORT

Of

Company Name: Sandario Water Company, Inc.

PO Box 85160

Mailing Address:

Tucson AZ

85754

BY EMAIL 4/30/2020, 12:53 PM

RECEIVED

Docket No.: W-01831A For the Year Ended:

12/31/19

ARIZONA CORPORATION COMMISSION **UTILITIES DIVISION**

WATER UTILITY

To

Arizona Corporation Commission

Due on April 15th

Email: rdelafuente@azcc.gov, mail or deliver the completed Annual Report to: Arizona Corporation Commission Compliance Section - Utilities Division 1200 West Washington Street Phoenix, Arizona 85007

Application Type:

Original Filing

Application Date: |5/11/2020

ARIZONA CORPORATION COMMISSION WATER UTILITY ANNUAL REPORT

Sandario Water Company, Inc.

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	A Class	Е	Utility

For the Calendar Year E	Ended: $12/31/19$					
D: A11	DO D 05160					
Primary Address:	PO Box 85160		G		7' 6 1	05554
City:	Tucson		State:	Arizona	Zip Code:	85/54
Telephone Number:	520-623-5172	1				
rerephone rumber.	320-023-3172	J				
Date of Original Organi	zation of Utility:	#######				
2 2	J	L				
Person to whom corresp	ondence should be address	ed concer	ning thi	s report:		
Name:	Paul Juhl		1	_		
Telephone No.:	520-623-5172		1			
Address:	PO Box 85160					
City:	Tucson		State:	Arizona	Zip Code:	85754
Email:	info@southwesternutility.com	<u>n</u>				
On-Site Manager						
	Paul Juhl					
Telephone No.:						
	PO Box 85160					
· ·	Tucson		State:	Arizona	Zip Code:	85754
Email:	info@southwesternutility.co	m				
	1					
Name:						
Telephone No. :						
Address:		ı	G		7' C 1	
City:			State:		Zip Code:	
Email:						
Name:						
Telephone No. :						
Address:						
City:			State:		Zip Code:	
Email:					_ ^	
Name:						
Telephone No.:			1			
Address:						
City:			State:		Zip Code:	
Email:						-
Ownership:	"C" Corporation					
			-			
Counties Served:						

ARIZONA CORPORATION COMMISSION WATER UTILITY ANNUAL REPORT

Sandario Water Company, Inc.

	Important changes during the year
No Fo	or those companies not subject to the affiliated interest rules, has there been a change in ownership or direct control during
yea	ar?
If '	yes, please provide specific details in the box below.
N/	
14/	1
37 77	
	as 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	Description	Beginning Year	Current Year	Current Year	Adjusted Original	Accumulated	OCLD (OC less		
No.	•	Original Cost	Additions	Retirements	Cost	Depreciation	AD)		
301	Organization	\$650	\$0	\$0	\$650	\$0	\$650		
302	Franchises	450	0	0	450	0	450		
303	Land and Land Rights	850	0	0	850	0	850		
304	Structures and Improvements	23,790	0	0	23,790	23,364	426		
305	Collecting & Improving Reservoirs	0	0	0	0	0	0		
306	Lake, River, Canal Intakes	0	0	0		0	0		
307	Wells and Springs	59,057	0	0	59,057	50,857	8,200		
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	198,375	11,023	0	209,398	165,192	44,206		
320	Water Treatment Equipment	0	0	0	0	0	0		
320.1	Water Treatment Plants	0	0	0	0	0	0		
320.2	Solution Chemical Feeders	4,028	0	0	4,028	3,427	601		
320.3	Point-of-Use Treatment Devices	0	0	0	0	0	0		
330	Distribution Reservoirs and Standpipes	33,307	0	0	33,307	33,307	0		
330.1	Storage Tanks	14,551	0	0	14,551	12,838	1,713		
330.2	Pressure Tanks	16,702	0	0	16,702	7,736	8,966		
331	Transmission and Distribution Mains	571,309	0	0	,	484,663	86,646		
333	Services	61,853	2,826	0	. ,	45,390	19,289		
334	Meters and Meter Installations	138,020	974	0	138,994	57,064	81,930		
335	Hydrants	0	0	0	0	0	0		
336	Backflow Prevention Devices	0	0	0	0	0	0		
339	Other Plant and Misc. Equipment	30,500	0	0	30,500	5,085	25,415		
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	0	0	0	0	0	0		
344	Laboratory Equipment	0	0	0	0	0	0		
345	Power Operated Equipment	0	0	0	0	0	0		
346	Communication Equipment	0	0	0	0	0	0		
347	Miscellaneous Equipment	0	0	0	0	0	0		
348	Other Tangible Plant	0	0	0	0	0	0		
	Totals	\$1,153,442	\$14,823	\$0	\$1,168,265	\$888,923	\$279,342		

Sandario Water Company, Inc. Annual Report Depreciation Expense for the Current Year (Water) 12/31/19

		Dep	reciation 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	\$650	\$0	\$0	\$650	\$650	\$0	0.00%	\$0
302	Franchises	450	0	0	450	450	0	0.00%	0
303	Land and Land Rights	850	0	0	850	850	0	0.00%	0
304	Structures and Improvements	23,790	0	0	23,790	22,193	1,597	3.33%	53
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	59,057	0	0	59,057	32,542	26,515	3.33%	883
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	198,375	11,023	0	209,398	146,046	63,352	12.50%	21,779
320	Water Treatment Equipment	0	0	0	0	0	0	0.00%	0
320.1	Water Treatment Plants	0	0	0	0	0	0	0.00%	0
320.2	Solution Chemical Feeders	4,028	0	0	4,028	1,642	2,386	20.00%	477
320.3	Point-of-Use Treatment Devices	0	0	0	0	0	0	0.00%	0
330	Distribution Reservoirs and Standpipes	33,307	0	0	33,307	33,307	0	2.22%	0
330.1	Storage Tanks	14,551	0	0	14,551	0	14,551	2.22%	323
330.2	Pressure Tanks	16,702	0	0	16,702	0	16,702	5.00%	835
331	Transmission and Distribution Mains	571,309	0	0	571,309	248,437	322,872	2.00%	6,457
333	Services	61,853	2,826	0	64,679	15,679	49,000	3.33%	1,585
334	Meters and Meter Installations	138,020	974	0	138,994	36,639	102,355	8.33%	8,486
335	Hydrants	0	0	0	0	0	0	0.00%	0
336	Backflow Prevention Devices	0	0	0	0	0	0	0.00%	0
339	Other Plant and Misc. Equipment	30,500	0	0	30,500	0	30,500	6.67%	2,034
340	Office Furniture and Equipment	0	0	0	0	0	0	0.00%	0
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	0	0	0	0	0	0	0.00%	0
344	Laboratory Equipment	0	0	0	0	0	0	0.00%	0
345	Power Operated Equipment	0	0	0	0	0	0	0.00%	0
346	Communication Equipment	0	0	0	0	0	0	0.00%	0
347	Miscellaneous Equipment	0	0	0	0	0	0	0.00%	0
348	Other Tangible Plant	0	0	0	0	0	0	0.00%	0
2.0	Subtotal	\$1,153,442	\$14,823	\$0	\$1,168,265	\$538,435	\$629,830		\$42,913

 Contribution(s) in Aid of Construction (Gross)
 \$460,927

 Less: Non Amortizable Contribution(s)
 0

 Fully Amortized Contribution(s)
 52,785

 Amortizable Contribution(s)
 \$408,142

 Times: Proposed Amortization Rate
 5.05%

 Amortization of CIAC
 \$20,702

Less: Amortization of CIAC \$20,702

DEPRECIATION EXPENSE \$22,211

Sandario Water Company, Inc. Annual Report Balance Sheet Assets 12/31/19

	Balance Sheet Assets		
	Assets	Balance at Beginning of Year (2019)	Balance at End of Year (2019)
Account No.	Current and Accrued Assets		
131	Cash	\$24,962	\$67,532
134	Working Funds	0	0
135	Temporary Cash Investments	0	0
141	Customer Accounts Receivable	614	4,891
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	6,001	1,455
	Total Current and Accrued Assets	\$31,577	\$73,878
Account No.	Fixed Assets		
101	Utility Plant in Service*	\$1,153,442	\$1,168,265
103	Property Held for Future Use	0	0
105	Construction Work in Progress	0	0
108	Accumulated Depreciation (enter as negative)*	(846,011)	(888,923)
121	Non-Utility Property	0	0
122	Accumulated Depreciation - Non Utility	0	0
	Total Fixed Assets	\$307,431	\$279,342
	Total Assets	\$339,008	\$353,220

*Note these items feed automatically from AR3 UPIS Page 4

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

	Balance Sheet Liabilities and Ow	vners Equity	
	Liabilities	Balance at Beginning of Year (2019)	Balance at End of Year (2019)
Account No.	Current Liabilities		
231	Accounts Payable	\$9,511	\$788
232	Notes Payable (Current Portion)	0	0
234	Notes Payable to Associated Companies	0	0
235	Customer Deposits	12,257	12,565
236	Accrued Taxes	4,069	33,562
237	Accrued Interest	0	0
242	Miscellaneous Current and Accrued Liabilities	0	172
	Total Current Liabilities	\$25,837	\$47,087
	Long Term Debt		
224	Long Term Debt (Notes and Bonds)	\$120,648	\$117,038
	Deferred Credits		
251	Unamortized Premium on Debt	\$0	\$0
252	Advances in Aid of Construction	3,245	4,818
255	Accumulated Deferred Investment Tax Credits	0	0
271	Contributions in Aid of Construction	460,927	460,927
272	Less: Amortization of Contributions	(256,654)	(277,356)
281	Accumulated Deferred Income Tax	(4,849)	5,396
	Total Deferred Credits	\$202,669	\$193,785
	Total Liabilites	\$349,154	\$357,910
	Capital Accounts		
201	Common Stock Issued	\$1,000	\$0
211	Other Paid-In Capital	2,208	3,208
215	Retained Earnings	(13,354)	(7,898)
218	Proprietary Capital (Sole Props and Partnerships)	0	0
	Total Capital	(\$10,146)	(\$4,690)
	Total Liabilities and Capital	\$339,008	\$353,220

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

Account No.	Calendar Year	Income Statement Current Year Last Year				
Account No.	Calellual Teal	01/01/2019 - 12/31/2019				
	Operating Revenue	01/01/2019 - 12/31/2019	01/01/2018 - 12/31/2018			
461	Metered Water Revenue	\$175,840	\$179,417			
460	Unmetered Water Revenue	0	Ψ175,11			
462	Fire Protection Revenue	0	(
469	Guaranteed Revenues (Surcharges)	35,700	30,142			
471	Miscellaneous Service Revenues	6,652	7,41			
474	Other Water Revenue	0,032	7,11			
	Total Revenues	\$218,192	\$216,97			
	Operating Expenses					
601	Salaries and Wages	\$0	\$(
604	Employee Pensions and Benefits	0				
610	Purchased Water	0				
615	Purchased Power	15,043	15,48			
618	Chemicals	746	2,10			
620	Materials and Supplies	0				
620.1	Repairs and Maintenance	1,652	1,75			
620.2	Office Supplies and Expense	2,147	3,51			
630	Contractual Services	0				
631	Contractual Services - Engineering	0				
632	Contractual Services - Accounting	9,553	6,60			
633	Contractual Services - Legal	1,542	2,47			
634	Contractual Services - Management Fees	82,717	82,93			
635	Contractual Services - Water Testing	2,252	4,05			
636	Contractual Services - Other	0	50:			
640	Rents	0	48			
641	Rental of Building/Real Property	0				
642	Rental of Equipment	0				
650	Transportation Expenses	3,084	1,83			
657	Insurance - General Liability	1,401	2,40			
657.1	Insurance - Health and Life	0				
665	Regulatory Commission Expense - Rate	0	55			
670	Bad Debt Expense	0	43			
675	Miscellaneous Expense	3,693	2,53			
403	Depreciation Expense (From Schedule AR4)	22,211	24,56			
408	Taxes Other Than Income	0				
408.11	Property Taxes	9,115	8,06			
409	Income Taxes	28,160	(1,35			
427.1	Customer Security Deposit Interest	452	58			
	Total Operating Expenses	\$183,768	\$159,53			
	Operating Income / (Loss)	\$34,424	\$57,43			
	Other Income / (Ermanes)					
419	Other Income / (Expense) Interest and Dividend Income	\$978	\$38			
421	Non-Utility Income	0	44			
426	Miscellaneous Non-Utility (Expense)	0	77			
427	Interest (Expense)	(6,780)	(7,62			
1 41	Total Other Income / (Expense)	(\$5,802)	(\$6,79			
	(. , .				
	Net Income / (Loss)	\$28,622	\$50,64			

Sandario Water Company, Inc. Annual Report Full time equivalent employees 12/31/19

Full time equivalent employees

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

Sandario Water Company, Inc. Annual Report Supplemental Financial Data (Long-Term Debt) 12/31/19

Supplemental Financial Data (Long-Term Debt)									
	Loan #1	Loan #2	Loan #3	Loan #4					
Date Issued	6/30/2017								
Source of Loan	CoBank								
ACC Decision No.	76071								
Reason for Loan	Improvements								
Dollar Amt. Issued	\$123,793								
Amount Outstanding	\$117,038								
Date of Maturity	1/20/2038								
Interest Rate	5.61%								
Current Year Interest	\$6,780								
Current Year Principal	\$3,610								

Meter Deposit Balance at Test Year End:	\$4,818				
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 <u>not</u> be listed. Input 0 or none if there is nothing to report for that cell.

\$354

Sandario Water Company, Inc. Annual Report Well and Water Usage 12/31/19

				Well and Wate	er Usage							٦
Name of the System:		SANDARIO WAT	ER CO.									_
ADEQ Public Water Sys	tem Number:		AZ0410093				='					
ADWR PCC Number:			91-000434.0000									
Well registry 55# (55-			Casing Depth	Casing Diameter	Pump Motor	Year	1	Water level	Meter Size	How		
XXXXXX):	Pump Horsepower	Pump Yield (gpm)	(feet)	(inches)	Type **	Drilled	2010	2019	(inches)	measured:	Active	
55-518208	40	350	600	12	Submersible	1989	300	305	4	Metered	Y	es
55-594513	15	80	590	8	Submersible	2003	320	330	2	Metered	Y	es

Name of system water delivered to:		
ADWR PCC Number:	NA	
Source of water delivered to another system		
Name of system water received from:		
ADWR PCC Number:	NA	
Source of water received		
Well registry 55# (55-XXXXXX):		

				Water received			
			Water delivered	(purchased) from	Estimated	Purchased	Purchased
	Water withdrawn	Water sold	(sold) to other	other systems	authorized use	Power	Power
Month	(gallons)1	(gallons)2	systems (gallons)3	(gallons)4	(gallons)5	Expense ⁶	$(kWh)^7$
January	1,642,450.00	1,468,010.00	0.00	0.00	0.00	\$941	5,398
February	1,673,900.00	1,485,478.00	0.00	0.00	0.00	972	5,669
March	1,468,300.00	1,241,112.00	0.00	0.00	0.00	885	5,102
April	1,967,600.00	1,821,640.00	0.00	0.00	0.00	1,276	7,654
May	2,744,000.00	2,441,788.00	0.00	0.00	0.00	1,360	9,153
June	3,387,100.00	3,011,562.00	0.00	0.00	0.00	1,579	10,743
July	3,343,600.00	3,000,460.00	0.00	0.00	0.00	1,629	11,110
August	3,928,400.00	3,244,180.00	0.00	0.00	0.00	1,600	10,893
September	3,624,700.00	3,021,660.00	0.00	0.00	0.00	1,681	11,486
October	2,460,300.00	2,047,100.00	0.00	0.00	0.00	1,142	7,029
November	3,251,300.00	2,836,480.00	0.00	0.00	0.00	1,343	8,384
December	1,878,900.00	1,606,030.00	0.00	0.00	0.00	635	5,501
Totals	31,370,550.00	27,225,500.00	0.00	0.00	0.00	\$15,043	98,122

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

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.

Sandario Water Company, Inc. Annual Report Water Utility Plant Description 12/31/19

Water Utility Plant Description				
Name of the System: SANDARIO WATER CO.				
ADEQ Public Water System Number:		AZ0410093		
ADWR PCC Number:		91-000434.0000		

	MAINS			
Sizes (inches)	Material	Length (feet)		
2.00	Galvanized	660		
2.00	PVC	710		
3.00	AC/PVC	4,530		
3.00	PVC	330		
4.00	AC/PVC	7,308		
4.00	PVC	5,864		
6.00	AC/PVC	20,535		
6.00	PVC	18,123		

SERVICE LINES				
		Year		
Material	Percent of system	installed		
PVC	80%	1970		
Copper	10%	2014-16		
Black poly	10%	1970		

		Percent over	Percent over
Size (inches)	Quantity	1,00,000 gallons	10 years old
5/8 X 3/4	361	1%	8%
0.75	3	0%	0%
1	5	0%	80%
1.5	2	50%	50%
Compound 2	2	100%	100%

CUSTOMER METERS

BOOSTER PUMPS				
Horsepower	GPM	Quantity		
5	100	1		
10	200	2		
15	300	2		

STORAGE TANKS				
			Year	
Capacity (gallons)	Material	Quantity	installed	
12,000	Steel	4	1989	
20,000	Steel	1	2003	

FIRE HYDRANTS		
Type	Quantity	
Standard *	0	
Other	0	

PRESSURE/BLADDER TANKS					
Capacity					
(gallons)	Material	Quantity	Year installed		
2,000	Steel	1	1970		
5,000	Steel	1	1970		
90	Steel/rubber	2	2012		

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

TREATMENT EQUIPMENT:	2 chlorinators
STRUCTURES:	700 feet of 6 foot tall chain link fence, 12 x 12 foot booster station
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 If no historical flow data are available, use:
- (b) ERC = (Total SFR gallons sold (Omit 000) / 365 days / 350 gallons per day)

ERC 210 Method used: (a)

Customer and Other Information					
Name of the System:	SANDARIO WA'	TER CO.			
ADEQ Public Water System Number:		AZ0410093			
ADWR PCC Number:		91-000434.0000			

Month January February	Single-Family 333	Multi-Family	Commercial		Other Non-	ļ.
January			Commercial			in .
	333			Turf/Irrigation	Residential	İ
February		0	2	0	0	İ
	330	0	2	0	0	Ì
March	328	0	2	0	0	Ì
April	327	0	2	0	0	Ì
May	326	0	2	0	0	Ì
June	326	0	2	0	0	Ì
July	327	0	2	0	0	Ì
August	328	0	2	0	0	Ì
September	331	0	2	0	0	Ì
October	332	0	2	0	0	i
November	332	0	2	0	0	Ì
December	331	0	2	0	0	Ì
If yes, provide th	ny have an ADWR Ga te GPCPD amount: ity located in an ADW 1A?	0		•	No Yes Tucson AMA	l
What is the prese	ent system connection	capacity (in ERCs	*) using existing l	ines?	Unknown	
What is the futur	e system connection c	apacity (in ERCs *	s) upon service are	a buildout?	Unknown	
	1 1	oletion dates for an	y enlargements or	improvements of	this system	
Describe any pla	ns and estimated comp	sietion dates for al				

 $[\]ensuremath{^*}$ an ERC is based on the calculation on the bottom of AR9 page 12.

Sandario Water Company, Inc. Annual Report Utility Shutoffs / Disconnects 12/31/19

Utility Shutoffs / Disconnects					
Name of the System:	SANDARIO WATER CO.				
ADEQ Public Water Syst	AZ0410093				
ADWR PCC Number:	91-000434.0000				

		Termination with	
Month	Termination without	Notice R14-2-	
	Notice R14-2-410.B	410.C	Other
January	0	10	0
February	0	3	0
March	0	8	0
April	0	2	0
May	0	4	0
June	0	1	0
July	0	0	0
August	0	2	0
September	0	4	0
October	0	2	0
November	0	1	0
December	0	0	0
Total	0	37	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.

Sandario Water Company, Inc. Annual Report Property Taxes 12/31/19

Property Taxes	
Amount of actual property taxes paid during Calendar Year 2019 was	\$8,578
Fo	
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.

Sandario Water Company, Inc. Annual Report Verification and Sworn Statement (Taxes) 12/31/19

			Verification	ı and Sworn State	ement (Taxes)		
Verification	: State of	Arizona (stat	te name)	I, the undersign	ed of the		
		county name): er or official) title ame:	e: Sandario Water	Maricopa Bryan Thomas, Company, Inc.	CFO		
	1	HAT THIS ANNU TION COMMISS		ROPERTY TAX	AND SALES TA	X REPORT TO T	HE ARIZONA
	FOR THE Y	EAR ENDING:		12/31/	/19		
	UTILITY; T CORRECT REPORT IN	HAT I HAVE CA STATEMENT O	AREFULLY EX F BUSINESS AI EACH AND EVI	AMINED THE SAND AFFAIRS OF	ME, AND DEC SAID UTILITY I	LARE THE SAME FOR THE PERIO	AND RECORDS OF SAID E TO BE A COMPLETE AND D COVERED BY THIS BEST OF MY KNOWLEDGE,
Sworn Statement:	I HEREBY	ATTEST THAT	ALL PROPERT	Y TAXES FOR SA	AID COMPANY	ARE CURRENT	AND PAID IN FULL.
	I HEREBY	ATTEST THAT	ALL SALES TA	XES FOR SAID C	OMPANY ARE	CURRENT AND	PAID IN FULL.
		ECEIVEI Y EMAII		By To	sian	ature of owner/offi	eial
		2020, 12:53			Sign		Ciai
ARI		RPORATION (N		623-935-1100 telephone no.	
	UTII	LITIES DIVIS			BEFORE ME A	NOTARY PUBL	
			THIS	30th		DAY OF	(county name) (p; 2020 (month) and (year)
			MY COMMISS	ION EXPIRES		8/15/23 (date)	(monin) and (year)
			Notary Public, S Maricop Commissio My Commis	G GONZALEZ State of Arizona a County n # 569848 sion Expires 15, 2023	_Ven	(signature of	Ingus J

Sandario Water Company, Inc. Annual Report Verification and Sworn Statement 12/31/19

Verification:				tatement		
, ci ilicativii.						
	State of Ariz		I, the undersigne	ed of the		
	(state : County of (county name):	name)	Maricopa			
	Name (owner or official) title:		Bryan Thomas,	CFO	·	
	Company name:	Sandario Wa	ater Company, Inc.			
	<u></u>					
	DO SAY THAT THIS ANNUA CORPORATION COMMISSION		PROPERTY TAX	AND SALES TAX	K REPORT TO	THE ARIZONA
	FOR THE YEAR ENDING:	12/31/1	9			
	HAS BEEN PREPARED UND UTILITY; THAT I HAVE CAI AND CORRECT STATEMEN THIS REPORT IN RESPECT T KNOWLEDGE, INFORMATION	REFULLY EX T OF BUSINE TO EACH AN	AMINED THE SA ESS AND AFFAIR D EVERY MATT	AME, AND DECL S OF SAID UTILE	ARE THE SAM	ME TO BE A COMPLETE PERIOD COVERED BY
	IN ACCORDANCE WITH TH STATUTES, IT IS HEREIN RI FROM ARIZONA INTRASTA	EPORTED TH	AT THE GROSS	OPERATING REV	VENUE OF SA	AID UTILITY DERIVED
	RECEI BY EM	IAIL]	ly (\$)
	4/30/2020, 1 ARIZONA CORPORAT UTILITIES D	ION COMM	IISSION	By Ka	signature of o	owner/official
					623-93 telepho	
			ED AND SWORN R THE COUNTY	TO BEFORE ME	A NOTARY P Maricop	
		THIS	3012		DAY OF	(month) and (year)
	Not	MY COMMI ERONICA G G ary Public, State Maricopa Co Commission # fly Commission August 15,	e of Arizona ounty 569848 Expires	Veron	S/15/23 (date) (signature of n	- Ipant

Sandario Water Company, Inc. Annual Report Verification and Sworn Statement (Residential Revenue) 12/31/19

Verification and Sworn Statement (Residential Revenue)	
Verification:	
State of Arizona I, the undersigned of the (state name)	
County of (county name): Name (owner or official) title: Company name: Maricopa Bryan Thomas, CFO Sandario Water Company, Inc.	
DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPO CORPORATION COMMISSION.	RT TO THE ARIZONA
FOR THE YEAR ENDING: 12/31/19	
HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DEBE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATT FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.	CLARE THE SAME TO SAID UTILITY FOR THE
Sworn Statement: IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECERSIDENTIAL CUSTOMERS DURING THE CALENDAR YEAR WAS:	REVENUE OF SAID
Arizona Intrastate Gross Operating Revenues Only (\$) \$229,784 (The amount in the box above includes \$13,359 in sales taxes billed or collected) BY EMAIL	
4/30/2020, 12:53 PM ARIZONA CORPORATION COMMISSION UTILITIES DIVISION 623-93 telepho	5-1100
SUBSCRIBED AND SWORN TO BEFORE ME A NOTAIN AND FOR THE COUNTY Marizo	
THIS 35H DAY OF	(month) and (year)
MY COMMISSION EXPIRES 8/15/2- (date)	3 _
VERONICA G GONZALEZ Notary Public, State of Arizona Maricopa County Commission # 569848 My Commission Expires August 15, 2023 VERONICA G GONZALEZ Levrus (signature of notary properties)	Jublic)

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

	Gross-up Sharing	g Method fo	r Income Tax Statement of	Certification	
Verification					
	State of Ariz	ona	I, the undersigned of the		
	(state	name)			
	County of (county name):		Maricopa		
	Name (owner or official) title:		Bryan Thomas, CFO		
	Company name:	Sandario W	ater Company, Inc.		
		10/01/1	0		
	FOR THE YEAR ENDING:	12/31/1	9		
Sworn Statement:	r	 			
Sworn Statement:	IN ACCORDANCE WITH THE	HE REOUIR	EMENTS OF DECISION NO). 77084. BECAUSE	THE UTILITY
	REQUIRES THE GROSS UP	•		•	
	UTILITY HAS NOT INCURE				
	TAX EXPENSE OR A DECR				
	GAAP IN AN AMOUNT EQU				
	PAID BY DEVELOPERS IN				QUILLE GILOUD OF
	THE BT BEVELOTERS IV	THE TENTO	D CO VERGED BY THIS THAT	TOTAL TELL CITE.	
	DECEIVE	D			
	RECEIVE	D			
	BY EMAI	L	Ru	Z_	
	4/30/2020, 12:5	3 PM		signature of own	er/official
/	ARIZONA CORPORATION		LION		
F	UTILITIES DIVIS			623-935-1	100
	OTILITIES DIVIS	SION		telephone	no.
			SED AND SWORN TO BEF		Y PUBLIC
		IN AND FO	OR THE COUNTY	Maricapa	
				'(co	unty name)
			~~ 1)	D.111.07	0 1 -
		THIS	301/2	DAY OF	
					(month) and (year)
		MYCOM	MIGGIONI EXPIDES	2/10/-	
			MISSION EXPIRES	(15/23	
	VERONICA G GO Notary Public, State	NZALEZ		(date)	
	Notary Public, State Maricopa Co	of Arizonan unty			
	Maricopa de	569848	Verovia J	1 11 1-	no.
	My Commission August 15, 2	EXDINGS #		otura of rotani nubli	<u> </u>
			(sign	aturcof notary publi	·)