

ANNUAL REPORT

Of

Company Name:

Global Water - Picacho Cove Utilities Company

c/o Global Water Resources, Inc.

Mailing Address:

21410 N. 19th Ave., Ste. 220

Phoenix AZ

85027

Docket No.:

SW-20494A

For the Year Ended:

12/31/17

RECEIVED
APR 13 2018
ARIZONA CORP COMMISSION
UTILITIES DIVISION - DIRECTOR'S OFFICE

WASTEWATER 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:

04/15/2018

4-17-18

ARIZONA CORPORATION COMMISSION
WASTEWATER UTILITY ANNUAL REPORT
Global Water - Picacho Cove Utilities Company
A Class Utility

1. For the Calendar Year Ended:

2. Address:
City: State: Zip Code:

3. Telephone Number:

4. Date of Original Organization of Utility:

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

Name:
Telephone No. :
Address:
City: State: Zip Code:
Email:

6. On-Site Manager:

Name:
Telephone No. :
Address:
City: State: Zip Code:
Email:

7. Ownership:

8. Counties Served:

Utility Plant in Service (Wastewater)							
Account No.	Description	Beginning Year Original Cost	Current Year Additions	Current Year Retirements	Adjusted Original Cost	Accumulated Depreciation	OCLD (OC less AD)
351	Organization	\$0	\$0	\$0	\$0	\$0	\$0
352	Franchises	0	0	0	0	0	0
353	Land and Land Rights	0	0	0	0	0	0
354	Structures and Improvements	0	0	0	0	0	0
355	Power Generation Equipment	0	0	0	0	0	0
360	Collections Wastewater - Force	0	0	0	0	0	0
361	Collections Wastewater - Gravity	0	0	0	0	0	0
362	Special Collecting Structures	0	0	0	0	0	0
363	Services to Customers	0	0	0	0	0	0
364	Flow Measuring Devices	0	0	0	0	0	0
365	Flow Measuring Installations	0	0	0	0	0	0
366	Reuse Services	0	0	0	0	0	0
367	Reuse Meters & Meter Installations	0	0	0	0	0	0
370	Receiving Wells	0	0	0	0	0	0
371	Pumping Equipment	0	0	0	0	0	0
374	Reuse Distribution Reservoirs	0	0	0	0	0	0
375	Reuse Trans. And Distr. Equipment	0	0	0	0	0	0
380	Treatment and Disposal Equipment	0	0	0	0	0	0
381	Plant Sewers	0	0	0	0	0	0
382	Outfall Sewer Lines	0	0	0	0	0	0
389	Other Plant and Misc. Equipment	0	0	0	0	0	0
390	Office Furniture and Equipment	0	0	0	0	0	0
390.1	Computer & Software	0	0	0	0	0	0
391	Transportation Equipment	0	0	0	0	0	0
392	Stores Equipment	0	0	0	0	0	0
393	Tools, Shop and Garage Equipment	0	0	0	0	0	0
394	Laboratory Equipment	0	0	0	0	0	0
395	Power Operated Equipment	0	0	0	0	0	0
396	Communication Equipment	0	0	0	0	0	0
397	Miscellaneous Equipment	0	0	0	0	0	0
398	Other Tangible Plant	0	0	0	0	0	0
	Totals	\$0	\$0	\$0	\$0	\$0	\$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.

Global Water - Picacho Cove Utilities Company
 Annual Report
 Depreciation Expense for the Current Year (Wastewater)
 12/31/17

Depreciation Expense for the Current Year (Wastewater)									
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
351	Organization	\$0	\$0	\$0	\$0	\$0	\$0	0.00%	\$0
352	Franchises	0	0	0	0	0	0	0.00%	0
353	Land and Land Rights	0	0	0	0	0	0	0.00%	0
354	Structures and Improvements	0	0	0	0	0	0	0.00%	0
355	Power Generation Equipment	0	0	0	0	0	0	0.00%	0
360	Collections Wastewater - Force	0	0	0	0	0	0	0.00%	0
361	Collections Wastewater - Gravity	0	0	0	0	0	0	0.00%	0
362	Special Collecting Structures	0	0	0	0	0	0	0.00%	0
363	Services to Customers	0	0	0	0	0	0	0.00%	0
364	Flow Measuring Devices	0	0	0	0	0	0	0.00%	0
365	Flow Measuring Installations	0	0	0	0	0	0	0.00%	0
366	Reuse Services	0	0	0	0	0	0	0.00%	0
367	Reuse Meters & Meter Installations	0	0	0	0	0	0	0.00%	0
370	Receiving Wells	0	0	0	0	0	0	0.00%	0
371	Pumping Equipment	0	0	0	0	0	0	0.00%	0
374	Reuse Distribution Reservoirs	0	0	0	0	0	0	0.00%	0
375	Reuse Trans. And Distr. Equipment	0	0	0	0	0	0	0.00%	0
380	Treatment and Disposal Equipment	0	0	0	0	0	0	0.00%	0
381	Plant Sewers	0	0	0	0	0	0	0.00%	0
382	Outfall Sewer Lines	0	0	0	0	0	0	0.00%	0
389	Other Plant and Misc. Equipment	0	0	0	0	0	0	0.00%	0
390	Office Furniture and Equipment	0	0	0	0	0	0	0.00%	0
390.1	Computer & Software	0	0	0	0	0	0	0.00%	0
391	Transportation Equipment	0	0	0	0	0	0	0.00%	0
392	Stores Equipment	0	0	0	0	0	0	0.00%	0
393	Tools, Shop and Garage Equipment	0	0	0	0	0	0	0.00%	0
394	Laboratory Equipment	0	0	0	0	0	0	0.00%	0
395	Power Operated Equipment	0	0	0	0	0	0	0.00%	0
396	Communication Equipment	0	0	0	0	0	0	0.00%	0
397	Miscellaneous Equipment	0	0	0	0	0	0	0.00%	0
398	Other Tangible Plant	0	0	0	0	0	0	0.00%	0
	Subtotal	\$0	\$0	\$0	\$0	\$0	\$0		\$0

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
Amortization of CIAC

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.

Global Water - Picacho Cove Utilities Company
Annual Report
Balance Sheet Assets
12/31/17

Balance Sheet Assets			
Account No.	Assets	Balance at Beginning of Year (2017)	Balance at End of Year (2017)
Current and Accrued Assets			
131	Cash	\$0	\$0
132	Special Deposits	0	0
133	Other Special Deposits	0	0
134	Working Funds	0	0
135	Temporary Cash Investments	0	0
141	Customer Accounts Receivable	0	0
142	Other Accounts Receivable	0	0
143	Accumulated Provision for Uncollectable Accounts	0	0
146	Notes Receivable from Associated Companies	0	0
151	Plant Material and Supplies	0	0
162	Prepayments	0	0
173	Accrued Utility Revenue	0	0
174	Miscellaneous Current and Accrued Assets	0	0
	Total Current and Accrued Assets	\$0	\$0
Deferred Debits			
186.1	Deferred Rate Case Expense	0	0
190	Accumulated Deferred Income Taxes	201,653	134,366
	Total Deferred Debits	\$201,653	\$134,366
Fixed Assets			
101	Utility Plant in Service*	\$0	\$0
103	Property Held for Future Use	0	0
105	Construction Work in Progress	251,294	251,294
108	Accumulated Depreciation (enter as negative)*	0	0
121	Non-Utility Property	0	0
122	Accumulated Depreciation - Non Utility	0	0
	Total Fixed Assets	\$251,294	\$251,294
Other Fixed Assets			
114	Utility Plant Acquisition Adjustments	\$0	\$0
	Total Other Fixed Assets	\$0	\$0
	Total Assets	\$452,947	\$385,660

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 the adjusted end of year balance from AR4.

Global Water - Picacho Cove Utilities Company
 Annual Report
 Balance Sheet Liabilities and Owners Equity

Balance Sheet Liabilities and Owners Equity				
	Liabilities		Balance at Beginning of Year (2017)	Balance at End of Year (2017)
Account No.	Current Liabilities			
231	Accounts Payable		\$0	\$0
232	Notes Payable (Current Portion)		\$0	\$0
234	Notes Payable to Associated Companies		\$0	\$0
235	Customer Deposits		\$0	\$0
236	Accrued Taxes		\$0	\$0
237	Accrued Interest		\$0	\$0
241	Miscellaneous Current and Accrued Liabilities		\$0	\$0
	Total Current Liabilities		\$0	\$0
	Long Term Debt			
224	Long Term Debt (Notes and Bonds)		\$0	\$0
	Total Long Term Debt		\$0	\$0
	Deferred Credits			
252	Advances in Aid of Construction		\$0	\$0
253	Other Deferred Credits		\$0	\$0
255	Accumulated Deferred Investment Tax Credits		\$0	\$0
271	Contributions in Aid of Construction		\$0	\$0
272	Less: Amortization of Contributions		\$0	\$0
281	Accumulated Deferred Income Tax		\$0	\$0
	Total Deferred Credits		\$0	\$0
	Total Liabilites		\$0	\$0
	Capital Accounts			
201	Common Stock Issued		\$10	\$10
211	Other Paid-In Capital		\$485,997	\$486,997
215	Retained Earnings		(\$33,060)	(\$101,347)
218	Proprietary Capital (Sole Props and Partnerships)		\$0	\$0
	Total Capital		\$452,947	\$385,660
	Total Liabilities and Capital		\$452,947	\$385,660

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.

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

Global Water - Picacho Cove Utilities Company
Annual Report
Wastewater Comparative Income Statement
12/31/17

Wastewater Comparative Income Statement			
Account No.	Calendar Year	Current Year 01/01/2017 - 12/31/2017	Last Year 01/01/2016 - 12/31/2016
	Operating Revenue		
521	Flat Rate Revenues	\$0	\$0
522	Measured Revenues	0	0
534	Rents from Wastewater Property	0	0
536	Other Wastewater Revenues	0	0
	Total Revenues	\$0	\$0
	Operating Expenses		
701	Salaries and Wages	\$0	\$0
704	Employee Pensions and Benefits	0	0
710	Purchased Wastewater Treatment	0	0
711	Sludge Removal Expense	0	0
715	Purchased Power	0	0
716	Fuel for Power Production	0	0
718	Chemicals	0	0
720	Materials and Supplies	0	0
720.1	Repairs and Maintenance	0	0
720.2	Office Supplies and Expense	0	0
721	Office Expense	0	0
731	Contractual Services -Engineering	0	0
732	Contractual Services - Accounting	0	0
733	Contractual Services - Legal	0	0
734	Contractual Services - Management Fees	0	0
735	Contractual Services - Testing	0	0
736	Contractual Services - Other	0	0
740	Rents - Building	0	0
742	Rents - Equipment	0	0
750	Transportation Expenses	0	0
756	Insurance - Vehicles	0	0
757	Insurance - General Liability	0	0
758	Insurance - Worker's Compensation	0	0
759	Insurance - Other	0	0
760	Advertising Expense	0	0
766	Regulatory Commission Expense - Rate Case	0	0
767	Regulatory Commission Expense - Other	0	45
770	Bad Debt Expense	0	0
775	Miscellaneous Expense	1,000	0
403	Depreciation Expense (From Schedule AR4)		0
408	Taxes Other Than Income	0	0
408.11	Property Taxes	0	0
408.12	Payroll Taxes	0	0
408.13	Other Taxes and Licenses	0	0
409	Income Taxes	67,287	(16)
	Total Operating Expenses	\$68,287	\$29
	Operating Income / (Loss)	(\$68,287)	(\$29)
	Other Income / (Expense)		
414	Gain (Loss) on Dispositions	0	0
419	Interest and Dividend Income	0	0
421	Non-Utility Income	0	0
426	Miscellaneous Non-Utility (Expense)	0	0
427	Interest (Expense)	0	0
	Total Other Income / (Expense)	\$0	\$0
	Net Income / (Loss)	(\$68,287)	(\$29)

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.

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:	\$0
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Meter Deposits Refunded During the Test Year:	\$0
---	-----

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.

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

SOLIDS PROCESSING AND HANDLING FACILITIES	0
DISINFECTION EQUIPMENT (Chlorinator, Ultra-Violet, Etc.)	0
FILTRATION EQUIPMENT (Rapid Sand, Slow Sand, Activated Carbon, Etc.)	0
STRUCTURES (Buildings, Fences, Etc.)	0
Other (Laboratory Equipment, Tools, Vehicles, Standby, Power Generators, Etc.)	0

Note: If you are filing for more than one system, please provide separate sheets for each system.

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.

Global Water - Picacho Cove Utilities Company
 Annual Report
 Wastewater Flows
 12/31/17

Wastewater Flows					
Month	Number of Services	Total Monthly Sewage Flow	Sewage Flow on Peak Day	Purchased Power Expense ¹	Purchased Power (kWh) ²
January	0	0	0	\$0	0
February	0	0	0	\$0	0
March	0	0	0	\$0	0
April	0	0	0	\$0	0
May	0	0	0	\$0	0
June	0	0	0	\$0	0
July	0	0	0	\$0	0
August	0	0	0	\$0	0
September	0	0	0	\$0	0
October	0	0	0	\$0	0
November	0	0	0	\$0	0
December	0	0	0	\$0	0
	Totals	0	0	\$0	0

Provide the following information as applicable per wastewater system:

Method of Effluent Disposal	Other
Groundwater Permit Number	0
ADEQ Aquifer Protection Permit ("APP") Number	0
ADEQ Aquifer Protection Permit ("APP") Number	0
ADEQ Aquifer Protection Permit ("APP") Number	0
ADEQ Aquifer Protection Permit ("APP") Number	0
ADEQ Reuse Permit Number	0
EPA NPDES Permil Number	0
APP Effluent Treatment Requirement (Class)?	0

0

Note: If you are filing for more than one system, please provide separate sheets for each system.

¹ Enter the total purchased power costs for the power meters associated with this system.
² Enter the total purchased kWh used by the power meters associated with this system.

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.

Global Water - Picacho Cove Utilities Company
 Annual Report
 Utility Shutoffs / Disconnects
 12/31/17

Name of System:	Global Water - Picacho Cove Utilities Company
Wastewater Inventory Number (if applicable):	NA

Utility Shutoffs / Disconnects			
Month	Termination without Notice R14-2-609.B	Termination with Notice R14-2-609.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):

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.

Property Taxes	
Amount of actual property taxes paid during Calendar Year 2017 was	\$0

If no property taxes paid, explain why.
Utility does not own property.

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.

Global Water - Picacho Cove Utilities Company
Annual Report
Verification and Statement (Taxes)
12/31/17

RECEIVED

APR 13 2018

Verification and Statement (Taxes)

Verification: State of Arizona I, the undersigned of the
(state name)

ARIZONA CORP COMMISSION
UTILITIES DIVISION - DIRECTOR'S OFFICE

County of (county name): Pinal
Name (owner or official) title: Jon Corwin, General Manager
Company name: Global Water - Picacho Cove Utilities Company

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

FOR THE YEAR ENDING: 12/31/17

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.

Jon Corwin
signature of owner/official

520-265-1947
telephone no.

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

THIS



Kris Jesberger (county name)
Notary Public State of Arizona

DAY OF Maricopa County (month and year)

My Commission Expires
January 9, 2021

MY COMMISSION EXPIRES

(date)

Kris Jesberger
(signature of notary public)

Verification and Statement

RECEIVED

APR 13 2018

ARIZONA CORP COMMISSION
UTILITIES DIVISION - DIRECTOR'S OFFICE

Verification:

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

County of (county name): Pinal

Name (owner or official) title: Jon Corwin, General Manager

Company name: Global Water - Picacho Cove Utilities Company

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

FOR THE YEAR ENDING: 12/31/17

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 (\$)

\$0

(The amount in the box above includes

\$0 in sales taxes

billed or collected)

Jon Corwin
signature of owner/official

520-265-1947

telephone no.

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

THIS



Kris Jesberger
Notary Public State of Arizona (county name)

Pinal County
My Commission Expires (month) and (year)
January 9, 2021

MY COMMISSION EXPIRES

(date)

Kris Jesberger
signature of notary public

