

**ANNUAL REPORT**

Of

Company Name: **Picacho Sewer Company**  
9532 E. Riggs Rd

Mailing Address: Sun Lakes AZ  
85248

Docket No.: **SW-03709A**  
For the Year Ended: **12/31/19**

**RECEIVED  
BY EMAIL**

5/15/2020, 12:15 PM  
ARIZONA CORPORATION COMMISSION  
UTILITIES DIVISION

**WASTEWATER UTILITY**

To

Arizona Corporation Commission

**Due on April 15th**

Email: [rdelafuente@azcc.gov](mailto: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: **5/5/2020**

ARIZONA CORPORATION COMMISSION  
WASTEWATER UTILITY ANNUAL REPORT  
Picacho Sewer Company  
A Class ☐ Utility

For the Calendar Year Ended: 12/31/19

Primary Address: 9532 E Riggs Road  
City: Sun Lakes State: Arizona Zip Code: 85248

Telephone Number: 480-895-9200

Date of Original Organization of Utility: 1998

Person to whom correspondence should be addressed concerning this report:

Name: Brian Smith  
Telephone No. : 480-895-9200  
Address: 9532 E Riggs Road  
City: Sun Lakes State: Arizona Zip Code: 85248  
Email: Brian.Smith@Robson..com

On-Site Manager

Name: Dave Voorhees  
Telephone No. : 480-895-5009  
Address: 24607 S Price Road  
City: Sun Lakes State: Arizona Zip Code: 85248  
Email: Dave.Voorhees@Robson.com

NA

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

NA

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

NA

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

Ownership: "S" Corporation

Counties Served: Pinal

ARIZONA CORPORATION COMMISSION  
WASTEWATER UTILITY ANNUAL REPORT  
Picacho Sewer Company

Important changes during the year
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No	For those companies not subject to the affiliated interest rules, has there been a change in ownership or direct control during the year?
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	If yes, please provide specific details in the box below.
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	N/A
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No	Has the company been notified by any other regulatory authorities during the year, that they are out of compliance?
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	If yes, please provide specific details in the box below.
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	N/A
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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	165,995	12,704	0	178,699	46,119	132,580
355	Power Generation Equipment	8,127	0	0	8,127	641	7,486
360	Collections Wastewater - Force	0	0	0	0	0	0
361	Collections Wastewater - Gravity	3,247,900	105,592	0	3,353,492	1,143,651	2,209,841
362	Special Collecting Structures	0	0	0	0	0	0
363	Services to Customers	790,732	46,545	0	837,277	242,027	595,250
364	Flow Measuring Devices	7,178	3,617	0	10,795	3,671	7,124
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	322,875	0	0	322,875	170,603	152,272
371	Pumping Equipment	838,074	2,774	0	840,848	315,301	525,547
374	Reuse Distribution Reservoirs	0	0	0	0	0	0
375	Reuse Trans. And Distr. Equipment	838	0	0	838	117	721
380	Treatment and Disposal Equipment	4,115,726	60,837	18,106	4,158,457	2,120,589	2,037,868
381	Plant Sewers	0	0	0	0	0	0
382	Outfall Sewer Lines	1,347,867	0	0	1,347,867	673,184	674,683
389	Other Plant and Misc. Equipment	67,106	1,585	0	68,691	(41,871)	110,562
390	Office Furniture and Equipment	187	0	0	187	14	173
390.1	Computer & Software	4,508	4,214	0	8,722	842	7,880
391	Transportation Equipment	0	25,845	0	25,845	474	25,371
392	Stores Equipment	0	0	0	0	0	0
393	Tools, Shop and Garage Equipment	3,901	6,293	1,254	8,940	(530)	9,470
394	Laboratory Equipment	762	2,637	0	3,399	197	3,202
395	Power Operated Equipment	0	0	0	0	0	0
396	Communication Equipment	6,130	1,305	0	7,435	624	6,811
397	Miscellaneous Equipment	0	0	0	0	0	0
398	Other Tangible Plant	0	0	0	0	0	0
	<b>Totals</b>	<b>\$10,927,906</b>	<b>\$273,948</b>	<b>\$19,360</b>	<b>\$11,182,494</b>	<b>\$4,675,653</b>	<b>\$6,506,841</b>

**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.

Picacho Sewer Company  
Annual Report  
Depreciation Expense for the Current Year (Wastewater)  
12/31/19

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	Depreciation Percentages	Depreciation Expense
351	Organization	\$0	\$0	\$0	\$0	\$0	0.00%	\$0
352	Franchises	0	0	0	0	0	0.00%	0
353	Land and Land Rights	0	0	0	0	0	0.00%	0
354	Structures and Improvements	165,995	12,704	0	178,699	0	3.82%	6,821
355	Power Generation Equipment	8,127	0	0	8,127	0	4.00%	325
360	Collections Wastewater - Force	0	0	0	0	0	0.00%	0
361	Collections Wastewater - Gravity	3,247,900	105,592	0	3,353,492	0	3.96%	132,694
362	Special Collecting Structures	0	0	0	0	0	0.00%	0
363	Services to Customers	790,732	46,545	0	837,277	0	3.89%	32,560
364	Flow Measuring Devices	7,178	3,617	0	10,795	0	3.33%	359
365	Flow Measuring Installations	0	0	0	0	0	0.00%	0
366	Reuse Services	0	0	0	0	0	0.00%	0
367	Reuse Meters & Meter Installations	0	0	0	0	0	0.00%	0
370	Receiving Wells	322,875	0	0	322,875	0	4.00%	12,915
371	Pumping Equipment	838,074	2,774	0	840,848	0	4.00%	33,625
374	Reuse Distribution Reservoirs	0	0	0	0	0	0.00%	0
375	Reuse Trans. And Distr. Equipment	838	0	0	838	0	4.06%	34
380	Treatment and Disposal Equipment	4,115,726	60,837	18,106	4,158,457	0	3.99%	165,774
381	Plant Sewers	0	0	0	0	0	0.00%	0
382	Outfall Sewer Lines	1,347,867	0	0	1,347,867	0	4.00%	53,915
389	Other Plant and Misc. Equipment	67,106	1,585	0	68,691	0	3.95%	2,716
390	Office Furniture and Equipment	187	0	0	187	0	4.28%	8
390.1	Computer & Software	4,508	4,214	0	8,722	0	3.30%	288
391	Transportation Equipment	0	25,845	0	25,845	0	1.83%	474
392	Stores Equipment	0	0	0	0	0	0.00%	0
393	Tools, Shop and Garage Equipment	3,901	6,293	1,254	8,940	0	3.13%	280
394	Laboratory Equipment	762	2,637	0	3,399	0	4.00%	136
395	Power Operated Equipment	0	0	0	0	0	0.00%	0
396	Communication Equipment	6,130	1,305	0	7,435	0	3.87%	288
397	Miscellaneous Equipment	0	0	0	0	0	0.00%	0
398	Other Tangible Plant	0	0	0	0	0	0.00%	0
	<b>Subtotal</b>	<b>\$10,927,906</b>	<b>\$273,948</b>	<b>\$19,360</b>	<b>\$11,182,494</b>	<b>\$0</b>		<b>\$443,212</b>

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

\$0  
0  
0  
\$0  
3.96%  
\$0

Less: Amortization of CIAC

DEPRECIATION EXPENSE

**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.

Picacho Sewer Company  
Annual Report  
Balance Sheet Assets  
12/31/19

Balance Sheet Assets				
	Assets		Balance at Beginning of Year (2019)	Balance at End of Year (2019)
<b>Account No.</b>	<b>Current and Accrued Assets</b>			
131	Cash		\$135,278	\$32,484
132	Special Deposits		0	0
134	Working Funds		0	0
135	Temporary Cash Investments		0	0
141	Customer Accounts Receivable		53,457	56,782
142	Other Accounts Receivable		0	0
143	Accumulated Provision for Uncollectable Accounts		0	0
145	Accounts Receivable - Related Parties		139	303
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
181	Unamortized Debt Discounts		0	0
	<b>Total Current and Accrued Assets</b>		<b>\$188,874</b>	<b>\$89,569</b>
	<b>Deferred Debits</b>			
186.1	Deferred Rate Case Expense		\$0	\$0
	<b>Total Deferred Debits</b>		<b>\$0</b>	<b>\$0</b>
	<b>Fixed Assets</b>			
101	Utility Plant in Service*		\$10,927,906	\$11,182,494
103	Property Held for Future Use		0	0
105	Construction Work in Progress		10,286	22,697
108	Accumulated Depreciation (enter as negative)*		(4,251,800)	(4,675,653)
121	Non-Utility Property		0	0
122	Accumulated Depreciation - Non Utility		0	0
	<b>Total Fixed Assets</b>		<b>\$6,686,392</b>	<b>\$6,529,538</b>
	<b>Total Assets</b>		<b>\$6,875,266</b>	<b>\$6,619,107</b>

Note these items feed automatically from the adjusted end of year balance from AR4.

Picacho Sewer Company  
Annual Report  
Balance Sheet Liabilities and Owners Equity

Balance Sheet Liabilities and Owners Equity				
	Liabilities		Balance at Beginning of Year (2019)	Balance at End of Year (2019)
<b>Account No.</b>	<b>Current Liabilities</b>			
231	Accounts Payable		\$27,271	\$31,636
232	Notes Payable (Current Portion)		0	0
233	Accounts Payable - Related Party		245	116,860
234	Notes Payable to Associated Companies		26,078	29,598
235	Customer Deposits		0	0
236	Accrued Taxes		15,558	16,033
237	Accrued Interest		0	0
241	Miscellaneous Current and Accrued Liabilities		9,914	11,376
253	Other Deferred Credits		0	0
	<b>Total Current Liabilities</b>		<b>\$79,066</b>	<b>\$205,503</b>
	<b>Long Term Debt</b>			
224	Long Term Debt (Notes and Bonds)		\$0	\$0
	<b>Total Long Term Debt</b>		<b>\$0</b>	<b>\$0</b>
	<b>Deferred Credits</b>			
252	Advances in Aid of Construction		\$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
	<b>Total Deferred Credits</b>		<b>\$0</b>	<b>\$0</b>
	<b>Total Liabilities</b>		<b>\$79,066</b>	<b>\$205,503</b>
	<b>Capital Accounts</b>			
201	Common Stock Issued		\$2,750,000	\$2,750,000
211	Other Paid-In Capital		8,057,437	8,115,000
215	Retained Earnings		(4,011,238)	(4,451,396)
218	Proprietary Capital (Sole Props and Partnerships)		0	0
	<b>Total Capital</b>		<b>\$6,796,199</b>	<b>\$6,413,604</b>
	<b>Total Liabilities and Capital</b>		<b>\$6,875,265</b>	<b>\$6,619,107</b>

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

Wastewater Comparative Income Statement			
Account No.	Calendar Year	Current Year 01/01/2019 - 12/31/2019	Last Year 01/01/2018 - 12/31/2018
	<b>Operating Revenue</b>		
521	Flat Rate Revenues	\$641,298	\$585,669
522	Measured Revenues	16,520	20,250
534	Rents from Wastewater Property	0	0
536	Other Wastewater Revenues	6,501	6,917
	<b>Total Revenues</b>	<b>\$664,319</b>	<b>\$612,836</b>
	<b>Operating Expenses</b>		
701	Salaries and Wages	\$243,917	\$162,397
703	Salaries and Wages - Officers	\$5,731	\$5,731
704	Employee Pensions and Benefits	47,301	34,647
710	Purchased Wastewater Treatment	0	0
711	Sludge Removal Expense	101,346	66,889
715	Purchased Power	41,178	35,869
716	Fuel for Power Production	0	0
718	Chemicals	2,231	6,325
720	Materials and Supplies	0	0
720.1	Repairs and Maintenance	47,762	25,385
720.2	Office Supplies and Expense	23,322	20,294
721	Office Expense	0	0
731	Contractual Services - Engineering	(3,785)	3,785
732	Contractual Services - Accounting	600	700
733	Contractual Services - Legal	0	0
734	Contractual Services - Management Fees	0	0
735	Contractual Services - Testing	14,477	6,845
736	Contractual Services - Other	12,008	12,360
740	Rents - Building	0	0
742	Rents - Equipment	18,518	15,759
750	Transportation Expenses	19,600	11,220
756	Insurance - Vehicle	4,062	2,201
757	Insurance - General Liability	12,509	11,878
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	0
770	Bad Debt Expense	375	689
775	Miscellaneous Expense	3,753	3,242
403	Depreciation Expense (From Schedule AR4)	443,212	428,633
407.4	Amortization of Regulatory Asset	0	0
407.5	Amortization of Regulatory Liability	0	0
408.11	Property Taxes	28,546	27,345
408.12	Payroll Taxes	18,156	9,948
408.13	Other Taxes and Licenses	14,581	14,556
409	Income Taxes	0	0
434	Rate Case Adjustments	0	0
	<b>Total Operating Expenses</b>	<b>\$1,099,400</b>	<b>\$906,698</b>
	<b>Operating Income / (Loss)</b>	<b>(\$435,081)</b>	<b>(\$293,862)</b>
	<b>Other Income / (Expense)</b>		
414	Gain (Loss) on Dispositions	\$0	\$0
419	Interest and Dividend Income	0	0
421	Non-Utility Income	11	15
426	Miscellaneous Non-Utility (Expense)	0	(247)
427	Interest (Expense)	(5,089)	(688)
	<b>Total Other Income / (Expense)</b>	<b>(\$5,078)</b>	<b>(\$920)</b>
	<b>Net Income / (Loss)</b>	<b>(\$440,159)</b>	<b>(\$294,782)</b>

**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.



**Full time equivalent employees**

	Direct Company	Allocated	Outside service	Total
President	0.000	0.000	0.002	0.002
Vice-president	0.000	0.000	0.000	0.000
Manager	0.000	0.113	0.005	0.118
Engineering Staff	0.000	0.000	0.000	0.000
System Operator(s)	0.000	3.848	0.000	3.848
Customer Service	0.000	0.060	0.000	0.060
Accounting	0.000	0.000	0.100	0.100
Business Office	0.000	0.000	0.002	0.002
Rates Department	0.000	0.000	0.000	0.000
Administrative Staff	0.000	0.117	0.000	0.117
Other	0.000	0.000	0.000	0.000
<b>Total</b>	0.000	4.138	0.109	4.247

**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.

Picacho Sewer Company  
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	na	na	na	na
Source of Loan	na	na	na	na
ACC Decision No.	na	na	na	na
Reason for Loan	na	na	na	na
Dollar Amt. Issued	na	na	na	na
Amount Outstanding	na	na	na	na
Date of Maturity	na	na	na	na
Interest Rate	na	na	na	na
Current Year Interest	na	na	na	na
Current Year Principal	na	na	na	na

Meter Deposit Balance at Test Year End:	\$0
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Meter Deposits Refunded During the Test Year:	\$0
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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.*

### Wastewater Utility Plant Description

Name of System:	Picacho Sewer Company
Wastewater Inventory Number (if applicable):	none
Type of Treatment	other
Design Capacity of Plant (Gallons per day)	250,000

### LIFT STATION FACILITIES

Location	Quantity of Pumps	Horsepower Per Pump	Rated Capacity Per Pump (GPM)	Wet Well Capacity (gals)	Year Constructed
7135 S Robson Blvd	2	15	600	12566	2006
5751 N Robson Blvd	2	10	300	10376	2008
4998 N Toltec Rd	2	3	200	6342	2015
n/a	n/a	n/a	n/a	n/a	n/a
n/a	n/a	n/a	n/a	n/a	n/a
n/a	n/a	n/a	n/a	n/a	n/a
n/a	n/a	n/a	n/a	n/a	n/a
n/a	n/a	n/a	n/a	n/a	n/a
n/a	n/a	n/a	n/a	n/a	n/a
n/a	n/a	n/a	n/a	n/a	n/a
n/a	n/a	n/a	n/a	n/a	n/a
n/a	n/a	n/a	n/a	n/a	n/a
n/a	n/a	n/a	n/a	n/a	n/a
n/a	n/a	n/a	n/a	n/a	n/a
n/a	n/a	n/a	n/a	n/a	n/a
n/a	n/a	n/a	n/a	n/a	n/a

### FORCE MAINS

Size	Material	Length (Feet)
4 inch	PVC	3,183
6 inch	PVC	600
8 inch	PVC	6,031
10 inch	PVC	940
15 inch	PVC	3,720
18 inch	PVC	2,940
NA	NA	NA
NA	NA	NA
NA	NA	NA
NA	NA	NA

### MANHOLES

Type	Quantity
Standard	304
Drop	NA

### CLEANOUTS

Quantity
43
NA
NA
NA

**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.

Picacho Sewer Company  
Annual Report  
Wastewater Utility Plant Description (Continued)

Wastewater Utility Plant Description (Continued)					
GRAVITY MAINS			SERVICES/LATERALS		
Sizes (inches)	Material	Length (feet)	Size (inches)	Material	Quantity
8	PVC	68,416	4	PVC	1,628
10	PVC	1,272	4	NA	NA
12	PVC	172	4	NA	NA
NA	NA	NA	4	NA	NA
NA	NA	NA			
NA	NA	N/A			
NA	NA	N/A			
NA	NA	N/A			
NA	NA	N/A			
NA	NA	N/A			
NA	NA	N/A			
NA	NA	N/A			
NA	NA	N/A			
NA	NA	N/A			
NA	NA	N/A			

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

<b>SOLIDS PROCESSING AND HANDLING FACILITIES</b>	Digester and solids handling production facility
<b>DISINFECTION EQUIPMENT</b> (Chlorinator, Ultra-Violet, Etc.)	Ultra-Violet
<b>FILTRATION EQUIPMENT</b> (Rapid Sand, Slow Sand, Activated Carbon, Etc.)	Dual median filter
<b>STRUCTURES</b> (Buildings, Fences, Etc.)	Office building, electrical building
<b>Other</b> (Laboratory Equipment, Tools, Vehicles, Standby, Power Generators, Etc.)	Generators, meters, SCADA, Misc Tools

**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.

Picacho Sewer Company  
Annual Report  
Wastewater Flows  
12/31/19

Wastewater Flows					
Month	Number of Services	Total Monthly Sewage Flow (Gallons)	Sewage Flow on Peak Day	Purchased Power Expense <sup>1</sup>	Purchased Power (kWh) <sup>2</sup>
January	1,225	3,275,000	136,000	\$3,894	27,505
February	1,232	3,152,000	149,000	3,576	25,207
March	1,239	3,448,000	141,000	3,497	24,649
April	1,250	3,711,000	151,000	3,555	25,017
May	1,264	3,018,000	126,000	3,285	22,995
June	1,279	2,513,000	113,000	3,392	23,476
July	1,288	1,377,000	87,000	3,701	26,252
August	1,297	429,000	34,000	3,251	22,854
September	1,307	386,000	83,000	3,380	23,817
October	1,320	2,865,000	117,000	3,029	20,925
November	1,326	3,440,000	196,000	3,145	21,376
December	1,332	3,202,000	146,000	3,473	24,543
	<b>Totals</b>	<b>30,816,000</b>	<b>1,479,000</b>	<b>\$41,178</b>	<b>288,616</b>

Provide the following information as applicable per wastewater system:

Method of Effluent Disposal	Reuse
Groundwater Permit Number	71-211286.0000, 73-211286.000
ADEQ Aquifer Protection Permit ("APP") Number	56-0013530000
ADEQ Reuse Permit Number	R-100587
EPA NPDES Permit Number	n/a
APP Effluent Treatment Requirement (Class)?	B+
Permitted Flow Rate	250,000/day
Permitted Organic Capacity	n/a
Hydraulic Capacity	250,000/day
Type of Biological Treatment	Sequenced Batch Reactor (SBR)

In the space below, list all violations within the past 12 months:

None

**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 relevant information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report.

Other Wastewater System Information

**Provide a calculation used to determine the value of one wastewater 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:  
$$\text{ERC} = (\text{Total SFR gallons treated (Omit 000)} / 365 \text{ days} / 280 \text{ gallons per day})$$

For wastewater only utilities:

Subtract all general use and other non residential customer gallons from the total gallons treated. Divide the remainder (SFR customers) by 365 days to reveal single family residence customer gallons per day.

**NOTE:** Total gallons treated includes both treated and purchased treatment.

ERC   
Method used:

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.

Treatment plant currently in the planning stage of expanding from 250,000 gallons per day to 499,000 gallons per day.  
Estimated construction date is 2023

If the utility uses reuse as a means of effluent disposal, attach a list of the reuse end users and the amount of reuse provided to each, if known.

Robson Ranch Gold Course received 54.72AF of direct effluent in 2019

If the utility does not engage in reuse, has a reuse feasibility study been completed?

If so, when?



Picacho Sewer Company  
Annual Report  
Utility Shutoffs / Disconnects  
12/31/19

Utility Shutoffs / Disconnects	
Name of System:	Picacho Sewer Company
Wastewater Inventory Number (if applicable):	none

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
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>

**Other (description):**

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.

Picacho Sewer Company  
Annual Report  
Property Taxes  
12/31/19

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

Amount of actual property taxes paid during Calendar Year 2018 was
--

\$27,316
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If no property taxes paid, explain why.
---

n/a
-----

<b>Instructions:</b> 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.
---

Verification and Sworn Statement (Taxes)

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

County of (county name): Maricopa  
Name (owner or official) title: Brian Smith - Vice President  
Company name: Picacho Sewer Company

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: I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE NOT CURRENT AND PAID IN FULL.

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE NOT CURRENT AND PAID IN FULL.

RECEIVED  
BY EMAIL

5/15/2020, 12:15 PM  
ARIZONA CORPORATION COMMISSION  
UTILITIES DIVISION

[Signature]  
signature of owner/official

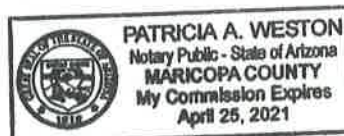
480-895-9200  
telephone no.

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

THIS 15<sup>th</sup> DAY OF May, 2020  
(month) and (year)

MY COMMISSION EXPIRES

4/25/21  
(date)



[Signature]  
(signature of notary public)

Verification and Sworn Statement

Verification:

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

County of (county name):

Maricopa

Name (owner or official) title:

Brian Smith - Vice President

Company name:

Picacho Sewer Company

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 (\$)

\$666,120

(The amount in the box above includes

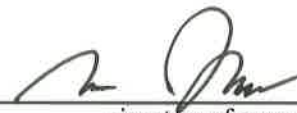
\$1,801

in sales taxes  
billed or collected)

RECEIVED  
BY EMAIL

5/15/2020, 12:15 PM

ARIZONA CORPORATION COMMISSION  
UTILITIES DIVISION



signature of owner/official

480-895-9200

telephone no.

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

THIS

15<sup>th</sup>

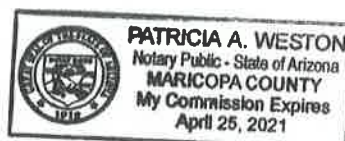
DAY OF

Maricopa  
(county name)

May 2020  
(month) and (year)

MY COMMISSION EXPIRES

4/25/21  
(date)





(signature of notary public)

Verification and Sworn Statement (Residential Revenue)

Verification:

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

County of (county name):

Maricopa

Name (owner or official) title:

Brian Smith - Vice President

Company name:

Picacho Sewer Company

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 (\$)

\$642,348

(The amount in the box above includes

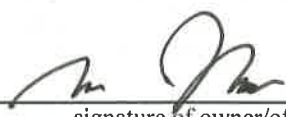
\$0

in sales taxes  
billed or collected)

**RECEIVED  
BY EMAIL**

5/15/2020, 12:15 PM

ARIZONA CORPORATION COMMISSION  
UTILITIES DIVISION

  
signature of owner/official

480-895-9200

telephone no.

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

Maricopa  
(county name)

THIS

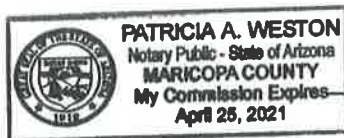
15<sup>th</sup>


DAY OF

May, 2020  
(month) and (year)

MY COMMISSION EXPIRES

4/25/21  
(date)



  
(signature of notary public)