

ANNUAL REPORT

Of

Company Name:
9532 E. Riggs Rd.

Mailing Address: Sun Lakes AZ
85248

RECEIVED BY EMAIL
5/11/2022 1:30 PM
ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

Docket No.:
For the Year Ended:

WASTEWATER UTILITY

To

Arizona Corporation Commission

Due on April 15th

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

Application Type:
Application Date:

ARIZONA CORPORATION COMMISSION
 WASTEWATER UTILITY ANNUAL REPORT
 Pima Utility Company
 A Class A Utility B Utility

For the Calendar Year Ended: 12/31/21

Primary Address:
 City: State: Zip Code:

Telephone Number:

Date of Original Organization of Utility:

Person to whom correspondence should be addressed concerning this report:

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

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

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

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

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

Ownership:

Counties Served:

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?
	If yes, please provide specific details in the box below.
	n/a

No	Has the company been notified by any other regulatory authorities during the year, that they are out of compliance?
	If yes, please provide specific details in the box below.
	n/a

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	91,528	0	0	91,528	0	91,528
354	Structures and Improvements	703,448	10,624	0	714,072	230,585	483,487
355	Power Generation Equipment	162,322	1,617	1,000	162,939	49,647	113,292
360	Collections Wastewater - Force	1,792,951	3,907	0	1,796,858	255,282	1,541,576
361	Collections Wastewater - Gravity	5,878,704	5,277	0	5,883,982	2,866,669	3,017,313
362	Special Collecting Structures	0	0	0	0	0	0
363	Services to Customers	693,672	0	0	693,672	292,716	400,956
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	673,826	0	0	673,826	301,986	371,840
371	Pumping Equipment	4,032,062	212,377	75,552	4,168,888	3,664,128	504,759
374	Reuse Distribution Reservoirs	0	0	0	0	0	0
375	Reuse Trans. And Distr. Equipment	181,282	0	0	181,282	69,495	111,788
380	Treatment and Disposal Equipment	11,213,804	117,429	39,720	11,291,513	9,806,242	1,485,271
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	1,013,491	0	0	1,013,491	985,063	28,428
390	Office Furniture and Equipment	9,968	0	0	9,968	5,320	4,649
390.1	Computer & Software	23,336	76,924	0	100,260	29,727	70,534
391	Transportation Equipment	145,722	0	0	145,722	89,773	55,949
392	Stores Equipment	0	0	0	0	0	0
393	Tools, Shop and Garage Equipment	130,688	830	0	131,517	116,382	15,135
394	Laboratory Equipment	20,754	4,594	0	25,348	10,049	15,300
395	Power Operated Equipment	18,948	5,741	0	24,689	3,522	21,168
396	Communication Equipment	227,521	508	0	228,029	183,027	45,001
397	Miscellaneous Equipment	4,219	0	0	4,219	1,859	2,360
398	Other Tangible Plant	0	0	0	0	0	0
	Totals	\$27,018,247	\$439,830	\$116,272	\$27,341,804	\$18,961,470	\$8,380,334

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.

Pima Utility Company
Annual Report
Depreciation Expense for the Current Year (Wastewater)
12/31/21

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	91,528	0	0	91,528	91,528	0.00%	0
354	Structures and Improvements	703,448	10,624	0	714,072	0	3.33%	23,602
355	Power Generation Equipment	162,322	1,617	1,000	162,939	0	5.00%	8,132
360	Collections Wastewater - Force	1,792,951	3,907	0	1,796,858	0	2.00%	35,898
361	Collections Wastewater - Gravity	5,878,704	5,277	0	5,883,982	0	2.00%	117,627
362	Special Collecting Structures	0	0	0	0	0	0.00%	0
363	Services to Customers	693,672	0	0	693,672	0	2.00%	13,873
364	Flow Measuring Devices	0	0	0	0	0	0.00%	0
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	673,826	0	0	673,826	0	3.57%	24,056
371	Pumping Equipment	4,032,062	212,377	75,552	4,168,888	3,555,409	6.67%	33,836
374	Reuse Distribution Reservoirs	0	0	0	0	0	0.00%	0
375	Reuse Trans. And Distr. Equipment	181,282	0	0	181,282	0	2.00%	3,626
380	Treatment and Disposal Equipment	11,213,804	117,429	39,720	11,291,513	0	5.00%	562,633
381	Plant Sewers	0	0	0	0	0	0.00%	0
382	Outfall Sewer Lines	0	0	0	0	0	0.00%	0
389	Other Plant and Misc. Equipment	1,013,491	0	0	1,013,491	981,351	6.67%	2,144
390	Office Furniture and Equipment	9,968	0	0	9,968	0	6.67%	665
390.1	Computer & Software	23,336	76,924	0	100,260	12,875	20.00%	9,785
391	Transportation Equipment	145,722	0	0	145,722	27,492	20.00%	23,646
392	Stores Equipment	0	0	0	0	0	0.00%	0
393	Tools, Shop and Garage Equipment	130,688	830	0	131,517	0	10.00%	13,110
394	Laboratory Equipment	20,754	4,594	0	25,348	0	10.00%	2,305
395	Power Operated Equipment	18,948	5,741	0	24,689	0	5.00%	1,091
396	Communication Equipment	227,521	508	0	228,029	160,848	10.00%	6,693
397	Miscellaneous Equipment	4,219	0	0	4,219	0	10.00%	422
398	Other Tangible Plant	0	0	0	0	0	0.00%	0
	Subtotal	\$27,018,247	\$439,830	\$116,272	\$27,341,804	\$4,829,503		\$883,142

Contribution(s) in Aid of Construction (Gross)	\$1,261,344
Less: Non Amortizable Contribution(s)	0
Fully Amortized Contribution(s)	0
Amortizable Contribution(s)	\$1,261,344
Times: Proposed Amortization Rate	3.92%
Amortization of CIAC	\$49,482
Less: Amortization of CIAC	\$49,482
DEPRECIATION EXPENSE	\$833,660

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.

Pima Utility Company
Annual Report
Balance Sheet Assets
12/31/21

Balance Sheet Assets				
	Assets		Balance at Beginning of Year (2021)	Balance at End of Year (2021)
Account No.	Current and Accrued Assets			
131	Cash		\$71,530	\$11,011
132	Special Deposits		0	0
134	Working Funds		2,308,390	4,313,833
135	Temporary Cash Investments		931,528	728,111
141	Customer Accounts Receivable		324,646	332,060
142	Other Accounts Receivable		0	0
143	Accumulated Provision for Uncollectable Accounts		0	0
145	Accounts Receivable - Related Parties		0	0
146	Notes Receivable from Associated Companies		0	0
151	Plant Material and Supplies		0	0
162	Prepayments		11,117	9,624
173	Accrued Utility Revenue		0	0
174	Miscellaneous Current and Accrued Assets		62,523	33,383
181	Unamortized Debt Discounts		1,789	659
	Total Current and Accrued Assets		\$3,711,522	\$5,428,682
	Deferred Debits			
186.1	Deferred Rate Case Expense		\$0	\$0
	Total Deferred Debits		\$0	\$0
	Fixed Assets			
101	Utility Plant in Service*		\$27,018,247	\$27,341,804
103	Property Held for Future Use		0	0
105	Construction Work in Progress		39,611	0
108	Accumulated Depreciation (enter as negative)*		(18,194,703)	(18,961,470)
121	Non-Utility Property		0	0
122	Accumulated Depreciation - Non Utility		0	0
	Total Fixed Assets		\$8,863,154	\$8,380,334
	Total Assets		\$12,574,677	\$13,809,016

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

Pima Utility Company
Annual Report
Balance Sheet Liabilities and Owners Equity

Balance Sheet Liabilities and Owners Equity				
	Liabilities		Balance at Beginning of Year (2021)	Balance at End of Year (2021)
Account No.	Current Liabilities			
231	Accounts Payable		\$122,537	\$64,929
232	Notes Payable (Current Portion)		279,000	279,000
233	Accounts Payable - Related Party		0	0
234	Notes Payable to Associated Companies		74,233	1,101,601
235	Customer Deposits		0	0
236	Accrued Taxes		85,020	82,969
237	Accrued Interest		12,132	10,928
241	Miscellaneous Current and Accrued Liabilities		37,314	48,406
253	Other Deferred Credits		0	0
	Total Current Liabilities		\$610,235	\$1,587,833
	Long Term Debt			
224	Long Term Debt (Notes and Bonds)		\$2,952,750	\$2,673,750
	Total Long Term Debt		\$2,952,750	\$2,673,750
	Deferred Credits			
252	Advances in Aid of Construction		\$0	\$0
255	Accumulated Deferred Investment Tax Credits		0	0
271	Contributions in Aid of Construction		1,261,344	1,261,344
272	Less: Amortization of Contributions		(1,148,347)	(1,197,829)
281	Accumulated Deferred Income Tax		0	0
	Total Deferred Credits		\$112,997	\$63,515
	Total Liabilities		\$3,675,982	\$4,325,098
	Capital Accounts			
201	Common Stock Issued		\$72,624	\$72,624
211	Other Paid-In Capital		4,037,614	4,037,614
215	Retained Earnings		4,788,457	5,373,680
218	Proprietary Capital (Sole Props and Partnerships)		0	0
	Total Capital		\$8,898,695	\$9,483,918
	Total Liabilities and Capital		\$12,574,677	\$13,809,016

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 01/01/2021 - 12/31/2021	Last Year 01/01/2020 - 12/31/2020
	Operating Revenue		
521	Flat Rate Revenues	\$3,438,240	\$3,434,640
522	Measured Revenues	148,870	146,638
534	Rents from Wastewater Property	0	0
536	Other Wastewater Revenues	26,000	22,352
	Total Revenues	\$3,613,110	\$3,603,630
	Operating Expenses		
701	Salaries and Wages	\$630,288	\$658,645
703	Salaries and Wages - Officers	\$52,962	\$53,124
704	Employee Pensions and Benefits	95,244	111,055
710	Purchased Wastewater Treatment	0	0
711	Sludge Removal Expense	146,180	127,896
715	Purchased Power	192,949	207,759
716	Fuel for Power Production	0	0
718	Chemicals	245,972	238,128
720	Materials and Supplies	0	0
720.1	Repairs and Maintenance	99,106	102,525
720.2	Office Supplies and Expense	89,065	86,659
721	Office Expense	0	0
731	Contractual Services -Engineering	0	0
732	Contractual Services - Accounting	693	4,738
733	Contractual Services - Legal	0	0
734	Contractual Services - Management Fees	0	0
735	Contractual Services - Testing	35,349	38,437
736	Contractual Services - Other	110,062	108,413
740	Rents - Building	0	0
742	Rents - Equipment	10,276	19,705
750	Transportation Expenses	32,566	29,216
756	Insurance - Vehicle	13,510	7,709
757	Insurance - General Liability	83,922	69,789
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	12,380	6,007
775	Miscellaneous Expense	21,650	24,794
403	Depreciation Expense (From Schedule AR4)	833,660	802,066
407.4	Amortization of Regulatory Asset	1,130	5,538
407.5	Amortization of Regulatory Liability	0	0
408	Taxes Other Than Income	11,698	12,980
408.11	Property Taxes	165,864	169,750
408.12	Payroll Taxes	49,417	46,022
409	Income Taxes	0	0
434	Rate Case Adjustments	0	0
	Total Operating Expenses	\$2,933,944	\$2,930,954
	Operating Income / (Loss)	\$679,167	\$672,677
	Other Income / (Expense)		
414	Gain (Loss) on Dispositions	\$0	\$0
419	Interest and Dividend Income	5,521	31,550
421	Non-Utility Income	30,544	(13,681)
426	Miscellaneous Non-Utility (Expense)	(29)	(336)
427	Interest (Expense)	(129,877)	(142,763)
	Total Other Income / (Expense)	(\$93,841)	(\$125,230)
	Net Income / (Loss)	\$585,325	\$547,447

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	0.0	0.0	0.0	0.0
Vice-president	0.0	0.0	0.1	0.1
Manager	0.5	0.0	0.0	0.5
Engineering Staff	0.0	0.0	0.0	0.0
System Operator(s)	7.0	1.2	0.0	8.2
Customer Service	0.0	0.3	0.0	0.3
Accounting	0.0	0.0	0.9	0.9
Business Office	0.0	0.0	0.0	0.0
Rates Department	0.0	0.0	0.0	0.0
Administrative Staff	0.0	0.2	0.0	0.2
Other	0.0	0.0	0.0	0.0
Total	7.5	1.8	1.0	10.2

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.

Supplemental Financial Data (Long-Term Debt)				
	Loan #1	Loan #2	Loan #3	Loan #4
Date Issued	7/13/2017	n/a	n/a	n/a
Source of Loan	Wells Fargo	n/a	n/a	n/a
ACC Decision No.	1/14/2108	n/a	n/a	n/a
Reason for Loan	Refinance/Const	n/a	n/a	n/a
Dollar Amt. Issued	Refinance/Const	n/a	n/a	n/a
Amount Outstanding	\$2,952,750	n/a	n/a	n/a
Date of Maturity	7/10/2022	n/a	n/a	n/a
Interest Rate	4.17%	n/a	n/a	n/a
Current Year Interest	\$129,877.12	n/a	n/a	n/a
Current Year Principal	\$279,000	n/a	n/a	n/a

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:	Pima Utility Company - Sewer
Wastewater Inventory Number (if applicable):	none
Type of Treatment	other
Design Capacity of Plant (Gallons per day)	2,400,000

LIFT STATION FACILITIES					
Location	Quantity of Pumps	Horsepower Per Pump	Rated Capacity Per Pump (GPM)	Wet Well Capacity (gals)	Year Constructed
Maryland - LS 1	2	20	650	14960	1972
Dobson - LS 2	2	10	500	1878	1980
Cochise - LS 3	2	5	375	2900	1983
S Brentwood - LS 4	2	3.5	250	2900	1985
N Brentwood - LS 5	2	3.5	250	2900	1985
N Alma School - LS 6	2	2.5	250	3229	1986
S Alma School - LS 7	2	3.5	250	3229	1986
Santan - LS 8	2	3.5	250	3229	1988
Sunnydale - LS 9	2	3.5	250	3229	1989
Unit 27 - LS 10	2	7.5	500	18700	1989
Unit 31 - LS 11	2	10	500	18700	1991
Unit 32 - LS 12	2	40	1000	134640	1996
Yard - Ls 13	2	10	500	2000	1995
McDonalds - LS 14	2	2	200	2000	2006
Santan Vista - LS 15	2	2	250	2000	2008
WP1 - LS 16	3	25	600	12000	2015

FORCE MAINS		
Size	Material	Length (Feet)
6"	PVC	1,533
6"	DIP	119
8"	PVC	6,148
8"	DIP	439
10"	PVC	5,750
10"	DIP	90
12"	PVC	132
12"	DIP	59
16"	PVC	11,813
16"	DIP	399

MANHOLES	
Type	Quantity
Standard	1,396
Drop	0

CLEANOUTS	
Quantity	
	220
	0
	0
	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 relevent 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.

Wastewater Utility Plant Description (Continued)					
GRAVITY MAINS			SERVICES/LATERALS		
Sizes (inches)	Material	Length (feet)	Size (inches)	Material	Quantity
4	PVC	18,401	4	PVC	9,999
6	PVC	19,102	6	PVC	93
8	PVC	392,322	8	na	na
10	PVC	62,042	10	na	na
12	PVC	31,076			
15	PVC	2,541			
2	PVC	200			
na	NA	na			
na	NA	na			
na	NA	na			
na	NA	na			
na	NA	na			
na	NA	na			
na	NA	na			
na	NA	na			

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

SOLIDS PROCESSING AND HANDLING FACILITIES	Centrifuge
DISINFECTION EQUIPMENT (Chlorinator, Ultra-Violet, Etc.)	Ultra-violet
FILTRATION EQUIPMENT (Rapid Sand, Slow Sand, Activated Carbon, Etc.)	Sand & anthracite
STRUCTURES (Buildings, Fences, Etc.)	Light stations, operations building, solids building
Other (Laboratory Equipment, Tools, Vehicles, Standby, Power Generators, Etc.)	Laboratory equipment, tools, vehicles, generators

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.

Wastewater Flows					
Month	Number of Services	Total Monthly Sewage Flow (Gallons)	Sewage Flow on Peak Day	Purchased Power Expense ¹	Purchased Power (kWh) ²
January	10,096	35,828,000	1,259,000	\$16,217	201,378
February	10,094	33,429,000	1,619,000	14,579	180,630
March	10,115	37,781,000	1,345,000	16,476	207,278
April	10,102	34,871,000	1,325,000	16,107	201,669
May	10,102	31,785,000	1,175,000	16,403	198,241
June	10,103	29,138,000	1,175,000	16,192	191,763
July	10,104	29,396,000	1,131,000	16,555	192,186
August	10,103	28,891,000	1,910,000	15,648	179,691
September	10,103	28,442,000	1,174,000	14,606	174,266
October	10,104	31,242,000	1,140,000	16,655	177,099
November	10,106	34,120,000	1,236,000	16,912	187,994
December	10,110	35,145,000	1,430,000	14,129	152,568
Totals		390,068,000	15,919,000	\$190,478	2,244,763

Provide the following information as applicable per wastewater system:

Method of Effluent Disposal	Reuse
Groundwater Permit Number	n/a
ADEQ Aquifer Protection Permit ("APP") Number	P100557
ADEQ Reuse Permit Number	R100557
EPA NPDES Permil Number	n/a
APP Effluent Treatment Requirement (Class)?	B+
Permitted Flow Rate	2.4 MGD
Permitted Organic Capacity	n/a
Hydraulic Capacity	2.4 MGD%
Type of Biological Treatment	Sequenced Batch Reactor (SBR)

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

n/a

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.

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:
 $ERC = (\text{Total SFR gallons treated (Omit 000)} / 365 \text{ days} / 280 \text{ gallons per day})$

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.

None at this time

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.

Sun Lakes HOA3 - 55,573,000 Sun Lakes Oakwood Golf Course - 214,800,000

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

If so, when?

n/a

Pima Utility Company
 Annual Report
 Utility Shutoffs / Disconnects
 12/31/21

Utility Shutoffs / Disconnects	
Name of System:	Pima Utility Company - Sewer
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
Total	0	0	0

Other (description):

n/a

Instructions: Fill out the Grey Cells with the relevent information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report.

Property Taxes	
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Amount of actual property taxes paid during Calendar Year 2021 was	
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\$167,807

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 Arizona I, the undersigned of the
(state name)

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

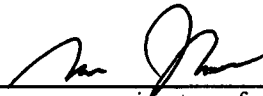
DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION.

FOR THE YEAR ENDING: 12/31/21

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 of owner/official

480-895-9200

telephone no.

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

THIS

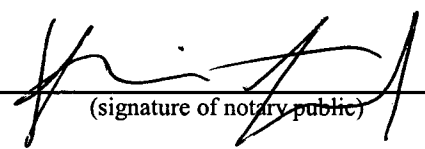
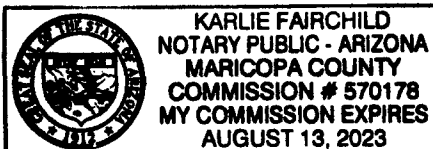
26th

DAY OF

Maricopa
(county name)
April 2022
(month) and (year)

MY COMMISSION EXPIRES

8/13/2023
(date)



(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: Pima Utility Company

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

FOR THE YEAR ENDING: 12/31/21

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 (\$)
\$3,624,247
(The amount in the box above includes
\$11,136 in sales taxes
billed or collected)

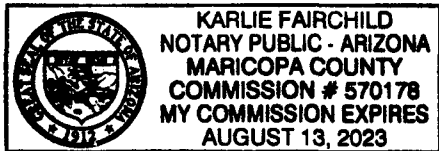
[Signature]
signature of owner/official

480-895-9200
telephone no.

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

THIS 26th DAY OF April 2022
(month) and (year)

MY COMMISSION EXPIRES 8/13/2023
(date)



[Signature]
(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: Pima Utility Company

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

FOR THE YEAR ENDING: 12/31/21

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 (\$)

\$3,271,292
(The amount in the box above includes
\$0 in sales taxes
billed or collected)


signature of owner/official

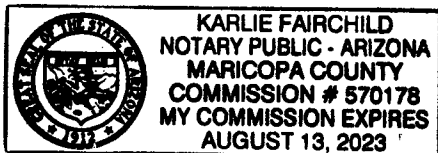
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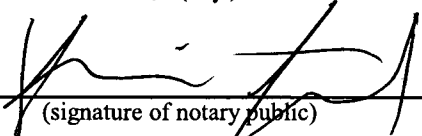
SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC
IN AND FOR THE COUNTY

Maricopa
(county name)

THIS 26th DAY OF April 2022
(month) and (year)

MY COMMISSION EXPIRES 8/13/2023
(date)




(signature of notary public)

Full Gross-up Method for Income Tax Statement of Certification

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: Pima Utility Company

FOR THE YEAR ENDING: 12/31/21

Sworn Statement: IN ACCORDANCE WITH THE REQUIREMENTS OF DECISION NO. 77084, BECAUSE THE UTILITY REQUIRES THE GROSS UP OF ADVANCES AND CONTRIBUTIONS, I HEREBY STATE THAT THE UTILITY HAS NOT INCURRED NOR IS EXPECTED TO INCUR A NET INCREASE IN CURRENT INCOME TAX EXPENSE OR A DECREASE IN DEFERRED TAX ASSET FOR A CARRY FORWARD ACCORDING TO GAAP IN AN AMOUNT EQUAL TO OR GREATER THAN THE AMOUNT OF THE REQUIRED GROSS UP PAID BY DEVELOPERS IN THE PERIOD COVERED BY THIS ANNUAL REPORT.



signature of owner/official

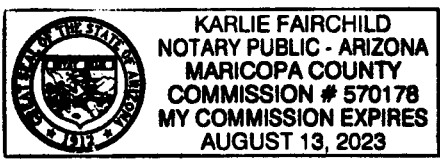
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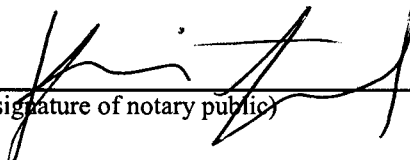
telephone no.

SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC
IN AND FOR THE COUNTY Maricopa
(county name)

THIS 26th DAY OF April 2022
(month) and (year)

MY COMMISSION EXPIRES 8/13/2023
(date)





(signature of notary public)