

ANNUAL REPORT

Of

Company Name:
PO Box 85160

Mailing Address: Tucson AZ
85754

Docket No.: WS-01689A
For the Year Ended:

**RECEIVED
BY EMAIL**

5/14/2020, 12:34 PM
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:

Application Date:

ARIZONA CORPORATION COMMISSION
WATER UTILITY ANNUAL REPORT
Clear Springs Utility Company, Inc.
A Class Utility

For the Calendar Year Ended: 12/31/19

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 (Water)							
Account No.	Description	Beginning Year Original Cost	Current Year Additions	Current Year Retirements	Adjusted Original Cost	Accumulated Depreciation	OCLD (OC less AD)
301	Organization	\$1,625	\$0	\$0	\$1,625	\$0	\$1,625
302	Franchises	0	0	0	0	0	0
303	Land and Land Rights	210	0	0	210	0	210
304	Structures and Improvements	32,946	0	0	32,946	29,080	3,866
305	Collecting & Improving Reservoirs	0	0	0	0	0	0
306	Lake, River, Canal Intakes	0	0	0	0	0	0
307	Wells and Springs	188,286	102,879	0	291,165	182,990	108,175
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	298,634	4,736	0	303,370	254,514	48,856
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	5,820	1,170	0	6,990	5,660	1,330
320.3	Point-of-Use Treatment Devices	0	0	0	0	0	0
330	Distribution Reservoirs and Standpipes	16,011	0	0	16,011	16,011	0
330.1	Storage Tanks	160,320	289,475	0	449,795	130,566	319,229
330.2	Pressure Tanks	5,634	0	0	5,634	986	4,648
331	Transmission and Distribution Mains	360,888	33,169	0	394,057	350,691	43,366
333	Services	130,582	6,587	0	137,169	115,949	21,220
334	Meters and Meter Installations	112,732	17,968	0	130,700	95,239	35,461
335	Hydrants	116,556	42,039	0	158,595	15,937	142,658
336	Backflow Prevention Devices	0	0	0	0	0	0
339	Other Plant and Misc. Equipment	0	0	0	0	0	0
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	1,937	0	0	1,937	678	1,259
347	Miscellaneous Equipment	0	0	0	0	0	0
348	Other Tangible Plant	0	0	0	0	0	0
	Totals	\$1,432,181	\$498,023	\$0	\$1,930,204	\$1,198,301	\$731,903

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

Depreciation Expense for the Current Year (Water)									
Account No.	Description	Beginning Year Original Cost	Current Year Additions	Current Year Retirements	Adjusted Original Cost	Fully Depreciated/Non-depreciable Plant	Depreciable Plant	Depreciation Percentages	Depreciation Expense
301	Organization	\$1,625	\$0	\$0	\$1,625	\$0	\$1,625	0.00%	\$0
302	Franchises	0	0	0	0	0	0	0.00%	0
303	Land and Land Rights	210	0	0	210	0	210	0.00%	0
304	Structures and Improvements	32,946	0	0	32,946	28,565	4,381	3.33%	146
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	188,286	102,879	0	291,165	179,255	111,910	3.33%	2,014
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	298,634	4,736	0	303,370	219,007	84,363	12.50%	10,249
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	5,820	1,170	0	6,990	4,574	2,416	20.00%	366
320.3	Point-of-Use Treatment Devices	0	0	0	0	0	0	0.00%	0
330	Distribution Reservoirs and Standpipes	16,011	0	0	16,011	16,011	0	2.22%	0
330.1	Storage Tanks	160,320	289,475	0	449,795	0	449,795	2.22%	6,772
330.2	Pressure Tanks	5,634	0	0	5,634	0	5,634	5.00%	282
331	Transmission and Distribution Mains	360,888	33,169	0	394,057	349,434	44,623	2.00%	561
333	Services	130,582	6,587	0	137,169	0	137,169	3.33%	4,458
334	Meters and Meter Installations	112,732	17,968	0	130,700	66,606	64,094	8.33%	4,591
335	Hydrants	116,556	42,039	0	158,595	9,850	148,745	2.00%	2,555
336	Backflow Prevention Devices	0	0	0	0	0	0	0.00%	0
339	Other Plant and Misc. Equipment	0	0	0	0	0	0	0.00%	0
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	1,937	0	0	1,937	0	1,937	10.00%	194
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
	Subtotal	\$1,432,181	\$498,023	\$0	\$1,930,204	\$873,302	\$1,056,902		\$32,187

Contribution(s) in Aid of Construction (Gross)	\$359,256
Less: Non Amortizable Contribution(s)	0
Fully Amortized Contribution(s)	226,579
Amortizable Contribution(s)	\$132,677
Times: Proposed Amortization Rate	3.03%
Amortization of CIAC	\$3,586

Less: Amortization of CIAC \$3,586

DEPRECIATION EXPENSE **\$28,601**

Clear Springs Utility 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		\$438,742	\$121,808
134	Working Funds		0	0
135	Temporary Cash Investments		0	0
141	Customer Accounts Receivable		12,520	17,078
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		8,454	9,708
	Total Current and Accrued Assets		\$459,716	\$148,593
Account No.	Fixed Assets			
101	Utility Plant in Service*		\$1,432,181	\$1,930,204
103	Property Held for Future Use		0	0
105	Construction Work in Progress		220,080	0
108	Accumulated Depreciation (enter as negative)*		(1,166,114)	(1,198,301)
121	Non-Utility Property		0	0
122	Accumulated Depreciation - Non Utility		0	0
	Total Fixed Assets		\$486,147	\$731,903
	Total Assets		\$945,863	\$880,496

*Note these items feed automatically from AR3 UPIS Page 4

Clear Springs Utility Company, Inc.
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)
Account No.	Current Liabilities			
231	Accounts Payable		\$118,247	\$5,594
232	Notes Payable (Current Portion)		0	0
234	Notes Payable to Associated Companies		0	0
235	Customer Deposits		18,594	11,722
236	Accrued Taxes		1,270	23,484
237	Accrued Interest		0	0
242	Miscellaneous Current and Accrued Liabilities		0	303
	Total Current Liabilities		\$138,111	\$41,103
	Long Term Debt			
224	Long Term Debt (Notes and Bonds)		\$787,218	\$763,070
	Deferred Credits			
251	Unamortized Premium on Debt		\$0	\$0
252	Advances in Aid of Construction		59,504	30,220
255	Accumulated Deferred Investment Tax Credits		0	0
271	Contributions in Aid of Construction		330,588	359,256
272	Less: Amortization of Contributions		(251,478)	(255,064)
281	Accumulated Deferred Income Tax		4,139	(8,591)
	Total Deferred Credits		\$142,753	\$125,821
	Total Liabilites		\$1,068,082	\$929,994
	Capital Accounts			
201	Common Stock Issued		\$1,000	\$0
211	Other Paid-In Capital		1,839,934	1,840,632
215	Retained Earnings		(1,963,153)	(1,890,130)
218	Proprietary Capital (Sole Props and Partnerships)		0	0
	Total Capital		(\$122,219)	(\$49,498)
	Total Liabilities and Capital		\$945,863	\$880,496

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

Clear Springs Utility Company, Inc.
Annual Report
Water Comparative Income Statement
12/31/19

Water Comparative Income Statement			
Account No.	Calendar Year	Current Year 01/01/2019 - 12/31/2019	Last Year 01/01/2018 - 12/31/2018
	Operating Revenue		
461	Metered Water Revenue	\$280,293	\$274,805
460	Unmetered Water Revenue	0	0
462	Fire Protection Revenue	0	0
469	Guaranteed Revenues (Surcharges)	68,137	7,218
471	Miscellaneous Service Revenues	8,931	10,234
474	Other Water Revenue	0	0
	Total Revenues	\$357,361	\$292,257
	Operating Expenses		
601	Salaries and Wages	\$0	\$0
604	Employee Pensions and Benefits	0	0
610	Purchased Water	0	0
615	Purchased Power	29,095	23,782
618	Chemicals	977	1,257
620	Materials and Supplies	0	0
620.1	Repairs and Maintenance	6,155	8,331
620.2	Office Supplies and Expense	4,314	4,367
630	Contractual Services	0	0
631	Contractual Services - Engineering	0	0
632	Contractual Services - Accounting	5,258	3,785
633	Contractual Services - Legal	867	2,299
634	Contractual Services - Management Fees	132,432	119,044
635	Contractual Services - Water Testing	6,329	8,963
636	Contractual Services - Other	0	1,145
640	Rents	0	576
641	Rental of Building/Real Property	141	0
642	Rental of Equipment	0	0
650	Transportation Expenses	4,888	4,920
657	Insurance - General Liability	1,044	2,026
657.1	Insurance - Health and Life	0	0
665	Regulatory Commission Expense - Rate	0	6,413
670	Bad Debt Expense	248	1,153
675	Miscellaneous Expense	3,257	1,312
403	Depreciation Expense (From Schedule AR4)	28,601	25,926
408	Taxes Other Than Income	0	0
408.11	Property Taxes	14,661	13,478
409	Income Taxes	17,511	1,055
427.1	Customer Security Deposit Interest	624	587
	Total Operating Expenses	\$256,402	\$230,419
	Operating Income / (Loss)	\$100,959	\$61,838
	Other Income / (Expense)		
419	Interest and Dividend Income	\$1,447	\$268
421	Non-Utility Income	749	0
426	Miscellaneous Non-Utility (Expense)	0	(3,180)
427	Interest (Expense)	(39,223)	(13,410)
	Total Other Income / (Expense)	(\$37,027)	(\$16,322)
	Net Income / (Loss)	\$63,932	\$45,516

Clear Springs Utility 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

Clear Springs Utility 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	11/20/2015	8/17/2016	7/20/2018	
Source of Loan	WIFA	Annece Capital	CoBank	
ACC Decision No.	74037	75590	76717	
Reason for Loan	System Improve	System Improve	System improve	
Dollar Amt. Issued	\$154,794	\$70,400	\$618,581	
Amount Outstanding	\$120,995	\$39,034	\$603,041	
Date of Maturity	11/1/2035	8/17/2036	12/20/2038	
Interest Rate	4.46%	4.46%	5.86%	
Current Year Interest	\$5,524	\$1,827	\$31,872	
Current Year Principal	\$5,108	\$3,500	\$15,540	

Meter Deposit Balance at Test Year End:	\$7,606
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Meter Deposits Refunded During the Test Year:	\$356
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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.

Well and Water Usage											
Name of the System:		CLEAR SPRINGS									
ADEQ Public Water System Number:		AZ0402008									
ADWR PCC Number:		91-000029.0000									
Well registry 55# (55-XXXXXX):	Pump Horsepower	Pump Yield (gpm)	Casing Depth (feet)	Casing Diameter (inches)	Pump Motor Type **	Year Drilled	Water level 2010	Water level 2019	Meter Size (inches)	How measured:	Active
55-603877	30	180	680	16	Submersible	1964	330	381	4	Metered	Yes
55-502128	50	300	700	16	Submersible	1982	280	282	6	Metered	Yes

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

Month	Water withdrawn (gallons) ¹	Water sold (gallons) ²	Water delivered (sold) to other systems (gallons) ³	Water received (purchased) from other systems (gallons) ⁴	Estimated authorized use (gallons) ⁵	Purchased Power Expense ⁶	Purchased Power (kWh) ⁷
January	2,466,480.00	1,375,412.00	0.00	0.00	360,000.00	\$1,483	10,428
February	2,756,640.00	1,546,564.00	0.00	0.00	10,000.00	1,357	9,494
March	1,903,500.00	1,467,513.00	0.00	0.00	210,000.00	1,469	10,364
April	2,537,400.00	2,082,707.00	0.00	0.00	10,000.00	896	5,892
May	3,110,900.00	2,566,939.00	0.00	0.00	10,000.00	1,828	9,453
June	3,668,518.00	2,495,218.00	0.00	0.00	10,000.00	2,073	12,461
July	3,800,293.00	2,895,571.00	0.00	0.00	512,000.00	2,080	12,109
August	3,464,288.00	2,856,885.00	0.00	0.00	10,000.00	2,854	18,270
September	2,680,764.00	2,091,275.00	0.00	0.00	10,000.00	2,061	12,787
October	2,591,500.00	2,065,248.00	0.00	0.00	10,000.00	1,988	12,259
November	2,161,831.00	1,859,610.00	0.00	0.00	10,000.00	1,390	10,199
December	1,920,887.00	1,532,102.00	0.00	0.00	120,000.00	928	6,419
Totals	33,063,001.00	24,835,044.00	0.00	0.00	1,282,000.00	\$20,407	130,135

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

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.

Well and Water Usage											
Name of the System:			CLEAR SPRINGS UTILITY								
ADEQ Public Water System Number:			AZ0402049								
ADWR PCC Number:			91-000061.0000								
Well registry 55# (55-XXXXXX):	Pump Horsepower	Pump Yield (gpm)	Casing Depth (feet)	Casing Diameter (inches)	Pump Motor Type **	Year Drilled	Water level 2010	Water level 2019	Meter Size (inches)	How measured:	Active
55-588414	7.5	40	505	8	Submersible	2001	330	386	2	Metered	Yes

Name of system water delivered to: _____

ADWR PCC Number: _____

Source of water delivered to another system: _____

Name of system water received from: _____

ADWR PCC Number: _____

Source of water received: _____

Well registry 55# (55-XXXXXX): _____

Month	Water withdrawn (gallons) ¹	Water sold (gallons) ²	Water delivered (sold) to other systems (gallons) ³	Water received (purchased) from other systems (gallons) ⁴	Estimated authorized use (gallons) ⁵	Purchased Power Expense ⁶	Purchased Power (kWh) ⁷
January	57,140.00	46,680.00	0.00	0.00	0.00	\$145	316
February	43,386.00	38,310.00	0.00	0.00	0.00	140	310
March	43,786.00	39,500.00	0.00	0.00	0.00	162	409
April	72,968.00	75,830.00	0.00	0.00	0.00	146	332
May	116,909.00	110,920.00	0.00	0.00	0.00	158	414
June	116,441.00	111,470.00	0.00	0.00	0.00	168	448
July	116,079.00	107,150.00	0.00	0.00	0.00	194	634
August	107,999.00	103,180.00	0.00	0.00	0.00	189	616
September	87,099.00	79,540.00	0.00	0.00	0.00	166	441
October	67,102.00	60,400.00	0.00	0.00	0.00	170	470
November	50,506.00	46,650.00	0.00	0.00	0.00	145	325
December	42,751.00	33,070.00	0.00	0.00	0.00	167	371
Totals	922,166.00	852,700.00	0.00	0.00	0.00	\$1,950	5,086

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

Flushing

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

¹ Water withdrawn - Total 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.
 #VALUE!
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.

Well and Water Usage

Name of the System:		Well #3									
ADEQ Public Water System Number:		02-048									
ADWR PCC Number:											
Well registry 55# (55-XXXXXX):	Pump Horsepower	Pump Yield (gpm)	Casing Depth (feet)	Casing Diameter (inches)	Pump Motor Type **	Year Drilled	Water level 2010	Water level 2019	Meter Size (inches)	How measured:	Active
55-603879	5	15	442	6	Submersible	1966	400	434	2	Metered	Yes

Name of system water delivered to:	
ADWR PCC Number:	
Source of water delivered to another system	

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

Month	Water withdrawn (gallons) ¹	Water sold (gallons) ²	Water delivered (sold) to other systems (gallons) ³	Water received (purchased) from other systems (gallons) ⁴	Estimated authorized use (gallons) ⁵	Purchased Power Expense ⁶	Purchased Power (kWh) ⁷
January	14,253.00	14,470.00	0.00	0.00	0.00	\$96	209
February	16,608.00	16,700.00	0.00	0.00	0.00	94	186
March	19,308.00	20,100.00	0.00	0.00	0.00	100	240
April	39,328.00	36,870.00	0.00	0.00	0.00	92	174
May	49,863.00	51,210.00	0.00	0.00	0.00	112	284
June	60,959.00	60,880.00	0.00	0.00	0.00	113	313
July	48,176.00	46,700.00	0.00	0.00	0.00	124	416
August	40,982.00	39,670.00	0.00	0.00	0.00	121	363
September	33,620.00	32,780.00	0.00	0.00	0.00	99	225
October	31,381.00	30,000.00	0.00	0.00	0.00	108	264
November	18,666.00	19,611.00	0.00	0.00	0.00	112	332
December	11,030.00	12,749.00	0.00	0.00	0.00	98	222
Totals	384,174.00	381,740.00	0.00	0.00	0.00	\$1,269	3,228

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

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

- 1 Water withdrawn - Total 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.
- #VALUE!
- 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.

Well and Water Usage

Name of the System:	Well #7
ADEQ Public Water System Number:	02-050
ADWR PCC Number:	

Well registry 55# (55-XXXXXX):	Pump Horsepower	Pump Yield (gpm)	Casing Depth (feet)	Casing Diameter (inches)	Pump Motor Type**	Year Drilled	Water level 2010	Water level 2019	Meter Size (inches)	How measured:	Active
55-603880	3	18	560	6	Submersible	1969	425	475	2	Metered	Yes

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

Month	Water withdrawn (gallons)1	Water sold (gallons)2	Water delivered (sold) to other systems (gallons)3	Water received (purchased) from other systems (gallons)4	Estimated authorized use (gallons)5	Purchased Power Expense ⁶	Purchased Power (kWh) ⁷
January	19,500.00	17,690.00	0.00	0.00	0.00	\$74	189
February	21,300.00	19,340.00	0.00	0.00	0.00	77	215
March	22,300.00	21,300.00	0.00	0.00	0.00	83	225
April	28,300.00	26,390.00	0.00	0.00	0.00	76	213
May	51,800.00	52,260.00	0.00	0.00	0.00	74	211
June	46,900.00	47,050.00	0.00	0.00	0.00	96	357
July	52,700.00	52,390.00	0.00	0.00	0.00	105	404
August	43,000.00	41,370.00	0.00	0.00	0.00	107	423
September	35,800.00	41,370.00	0.00	0.00	0.00	85	282
October	38,700.00	34,310.00	0.00	0.00	0.00	92	348
November	30,600.00	27,840.00	0.00	0.00	0.00	93	369
December	24,800.00	21,320.00	0.00	0.00	0.00	83	301
Totals	415,700.00	402,630.00	0.00	0.00	0.00	\$1,045	3,537

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

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

1 Water withdrawn - Total 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.
 #VALUE!
 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.

Well and Water Usage											
Name of the System:		Well #9									
ADEQ Public Water System Number:		02-051									
ADWR PCC Number:											
Well registry 55# (55-XXXXXX):	Pump Horsepower	Pump Yield (gpm)	Casing Depth (feet)	Casing Diameter (inches)	Pump Motor Type**	Year Drilled	Water level 2010	Water level 2019	Meter Size (inches)	How measured:	Active
55-603882	5	25	675	8/6	Submersible	1970	460	480	2	Metered	Yes

Name of system water delivered to: _____
 ADWR PCC Number: _____
 Source of water delivered to another system: _____

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

Month	Water withdrawn (gallons)1	Water sold (gallons)2	Water delivered (sold) to other systems (gallons)3	Water received (purchased) from other systems (gallons)4	Estimated authorized use (gallons)5	Purchased Power Expense 6	Purchased Power (kWh)7
January	25,930.00	24,530.00	0.00	0.00	0.00	\$107	247
February	34,986.00	33,150.00	0.00	0.00	0.00	103	226
March	36,326.00	33,060.00	0.00	0.00	0.00	119	323
April	58,395.00	53,810.00	0.00	0.00	0.00	114	290
May	62,530.00	58,910.00	0.00	0.00	0.00	151	548
June	63,460.00	49,870.00	0.00	0.00	0.00	131	439
July	51,877.00	57,200.00	0.00	0.00	0.00	149	588
August	31,365.00	27,510.00	0.00	0.00	0.00	131	432
September	29,891.00	37,370.00	0.00	0.00	0.00	93	198
October	33,634.00	31,580.00	0.00	0.00	0.00	114	330
November	31,256.00	28,520.00	0.00	0.00	0.00	124	389
December	32,337.00	49,300.00	0.00	0.00	0.00	150	621
Totals	491,987.00	484,810.00	0.00	0.00	0.00	\$1,486	4,631

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

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

- 1 Water withdrawn - Total 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.
- #VALUE!
- 6 Enter the total purchased power costs for the power meters associated with this system.
- 7 Enter the total purchased kWh used by the power meters associated with this system.

Water Utility Plant Description	
Name of the System:	CLEAR SPRINGS
ADEQ Public Water System Number:	AZ0402008
ADWR PCC Number:	91-000029.0000

MAINS		
Sizes (inches)	Material	Length (feet)
2.00	Galvanized	200
2.00	PVC	1,036
3.00	AC/PVC	10,698
3.00	PVC	360
4.00	AC/PVC	2,030
4.00	PVC	3,339
6.00	AC/PVC	29,495
6.00	PVC	3,040
8.00	AC/PVC	5,650
8.00	PVC	180
10.00	AC/PVC	6,985
12.00	AC/PVC	200

CUSTOMER METERS			
Size (inches)	Quantity	Percent over 1,00,000 gallons	Percent over 10 years old
5/8 X 3/4	540	13%	50%
0.75	6	17%	20%
1	16	30%	75%
1.5	6	80%	67%
Compound 2	3	100%	67%
Compound 3	3	0%	0%

SERVICE LINES		
Material	Percent of system	Year installed
Black poly	90%	Greater than
Copper	5%	20 yrs
PVC	5%	

BOOSTER PUMPS		
Horsepower	GPM	Quantity
20	200	2

FIRE HYDRANTS	
Type	Quantity
Standard *	70
Other	0

STORAGE TANKS			
Capacity (gallons)	Material	Quantity	Year installed
116,000	Galvanized steel	1	2019

PRESSURE/BLADDER TANKS			
Capacity (gallons)	Material	Quantity	Year installed
5,000	Steel	2	> 20 years

* A standard fire hydrant has two 2.5 inch hose connection nozzles with 7.5 threads per inch, and one 4.5 inch pumper connection nozzle with 4 threads per inch.

Water Utility Plant Description (Continued)
--

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

TREATMENT EQUIPMENT:	Two Chlorinators
STRUCTURES:	26 x 38 foot office building at 1313 Treasure Road (wellsite 16); steel frame with corrugated steel siding and roof; 4 x 8 foot treatment building at wellsite 5; wood frame with wood siding.
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
- (b) If no historical flow data are available, use:
 $ERC = (\text{Total SFR gallons sold (Omit 000)} / 365 \text{ days} / 350 \text{ gallons per day})$

ERC	119
Method used:	(a)

Water Utility Plant Description	
Name of the System:	CLEAR SPRINGS UTILITY
ADEQ Public Water System Number:	AZ0402049
ADWR PCC Number:	91-000061.0000

MAINS		
Sizes (inches)	Material	Length (feet)
4.00	PVC	240
6.00	AC/PVC	4,700

CUSTOMER METERS			
Size (inches)	Quantity	Percent over 1,00,000 gallons	Percent over 10 years old
5/8 X 3/4	19	16%	26%

SERVICE LINES			
Material	Percent of system	Year installed	
Black poly	90%	Greater	than
Copper	5%	20 yrs	
PVC	5%		

BOOSTER PUMPS			
Horsepower	GPM	Quantity	
5	50	1	

FIRE HYDRANTS	
Type	Quantity
Standard *	0
Other	0

STORAGE TANKS			
Capacity (gallons)	Material	Quantity	Year installed
12,000	Steel	1	> 20 yrs

PRESSURE/BLADDER TANKS			
Capacity (gallons)	Material	Quantity	Year installed
3,000	Steel	1	> 20 yrs

* A standard fire hydrant has two 2.5 inch hose connection nozzles with 7.5 threads per inch, and one 4.5 inch pumper connection nozzle with 4 threads per inch.

Water Utility Plant Description (Continued)
--

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

TREATMENT EQUIPMENT:	Chlorinator
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STRUCTURES:	N/A
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OTHER:	N/A
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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 days.
- (b) If no historical flow data are available, use:
 $ERC = (\text{Total SFR gallons sold (Omit 000)} / 365 \text{ days} / 350 \text{ gallons per day})$

ERC	137
Method used:	(a)

Water Utility Plant Description			
Name of the System:		Well #3	
ADEQ Public Water System Number:		02-048	
ADWR PCC Number:		0	

MAINS		
Sizes (inches)	Material	Length (feet)
4.00	PVC	1,500

CUSTOMER METERS			
Size (inches)	Quantity	Percent over 1,00,000 gallons	Percent over 10 years old
5/8 X 3/4	6	0%	33%

SERVICE LINES			
Material	Percent of system	Year installed	
Black poly	90%	Greater	
Copper	5%	than	
PVC	5%	20 yrs	

BOOSTER PUMPS		
Horsepower	GPM	Quantity
7.5	75	1

FIRE HYDRANTS	
Type	Quantity
Standard *	0
Other	0

STORAGE TANKS			
Capacity (gallons)	Material	Quantity	Year installed
5,000	Poly	1	2016

PRESSURE/BLADDER TANKS			
Capacity (gallons)	Material	Quantity	Year installed
85	Steel/rubber	3	2016

* A standard fire hydrant has two 2.5 inch hose connection nozzles with 7.5 threads per inch, and one 4.5 inch pumper connection nozzle with 4 threads per inch.

Water Utility Plant Description (Continued)

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

TREATMENT EQUIPMENT:	N/A
STRUCTURES:	N/A
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 days.
- (b) If no historical flow data are available, use:
 $ERC = (\text{Total SFR gallons sold (Omit 000)} / 365 \text{ days} / 350 \text{ gallons per day})$

ERC 149
 Method used: (a)

Water Utility Plant Description

Name of the System:	Well #7
ADEQ Public Water System Number:	02-050
ADWR PCC Number:	0

MAINS		
Sizes (inches)	Material	Length (feet)
6.00	AC/PVC	1,800

CUSTOMER METERS			
Size (inches)	Quantity	Percent over 1,00,000 gallons	Percent over 10 years old
5/8 X 3/4	9	33%	100%

SERVICE LINES			
Material	Percent of system	Year installed	
Black poly	90%	More	
Copper	5%	than	
PVC	5%	20 yrs	

BOOSTER PUMPS		
Horsepower	GPM	Quantity
5	150	1

FIRE HYDRANTS	
Type	Quantity
Standard *	0
Other	0

STORAGE TANKS			
Capacity (gallons)	Material	Quantity	Year installed
5,000	Poly	1	2016

PRESSURE/BLADDER TANKS			
Capacity (gallons)	Material	Quantity	Year installed
85	Steel/rubber	3	2016

* A standard fire hydrant has two 2.5 inch hose connection nozzles with 7.5 threads per inch, and one 4.5 inch pumper connection nozzle with 4 threads per inch.

Water Utility Plant Description (Continued)
--

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

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

STRUCTURES:	N/A
--------------------	-----

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 days.
- (b) If no historical flow data are available, use:
 $ERC = (\text{Total SFR gallons sold (Omit 000)} / 365 \text{ days} / 350 \text{ gallons per day})$

ERC	156
Method used:	(a)

Water Utility Plant Description

Name of the System:	Well #9	
ADEQ Public Water System Number:	02-051	
ADWR PCC Number:	0	

MAINS		
Sizes (inches)	Material	Length (feet)
6.00	AC/PVC	4,200

CUSTOMER METERS			
Size (inches)	Quantity	Percent over 1,00,000 gallons	Percent over 10 years old
5/8 X 3/4	10	10%	30%

SERVICE LINES		
Material	Percent of system	Year installed
Black poly	90%	More than 20 yrs
Copper	5%	
PVC	5%	

BOOSTER PUMPS		
Horsepower	GPM	Quantity
5	50	1

FIRE HYDRANTS	
Type	Quantity
Standard *	0
Other	0

STORAGE TANKS			
Capacity (gallons)	Material	Quantity	Year installed
12,500	Steel	1	> 20 yrs

PRESSURE/BLADDER TANKS			
Capacity (gallons)	Material	Quantity	Year installed
1,000	Steel	1	> 20 yrs

* A standard fire hydrant has two 2.5 inch hose connection nozzles with 7.5 threads per inch, and one 4.5 inch pumper connection nozzle with 4 threads per inch.

Water Utility Plant Description (Continued)
--

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

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

STRUCTURES:	N/A
--------------------	-----

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 days.
- (b) If no historical flow data are available, use:
 $ERC = (\text{Total SFR gallons sold (Omit 000)} / 365 \text{ days} / 350 \text{ gallons per day})$

ERC	134
Method used:	(a)

Customer and Other Information	
Name of the System:	CLEAR SPRINGS
ADEQ Public Water System Number:	AZ0402008
ADWR PCC Number:	91-000029.0000

Month	Number of Customers				Other Non-Residential
	Single-Family	Multi-Family	Commercial	Turf/Irrigation	
January	457	2	46	0	21
February	455	2	45	0	23
March	456	2	45	0	21
April	456	2	45	0	21
May	453	2	44	0	21
June	448	2	45	0	21
July	453	2	44	0	22
August	452	2	44	0	22
September	454	2	43	0	22
October	457	2	43	0	23
November	454	2	44	0	23
December	455	2	44	0	23

If the system has fire hydrants, what is the fire flow requirements? GPM for hrs.

Does the system have chlorination treatment?

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?
 If yes, provide the GPCPD amount:

Is the Water Utility located in an ADWR Active Management Area (AMA)?
 If yes, which AMA?

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.

* an ERC is based on the calculation on the bottom of AR9 page 12.

Customer and Other Information	
Name of the System:	CLEAR SPRINGS UTILITY
ADEQ Public Water System Number:	AZ0402049
ADWR PCC Number:	91-000061.0000

Month	Number of Customers				Other Non-Residential
	Single-Family	Multi-Family	Commercial	Turf/Irrigation	
January	18	0	0	0	0
February	18	0	0	0	0
March	18	0	0	0	0
April	17	0	0	0	0
May	17	0	0	0	0
June	17	0	0	0	0
July	17	0	0	0	0
August	17	0	0	0	0
September	17	0	0	0	0
October	17	0	0	0	0
November	17	0	0	0	0
December	17	0	0	0	0

If the system has fire hydrants, what is the fire flow requirements? GPM for hrs.

Does the system have chlorination treatment?

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?
 If yes, provide the GPCPD amount:

Is the Water Utility located in an ADWR Active Management Area (AMA)?
 If yes, which AMA?

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.

* an ERC is based on the calculation on the bottom of AR9 page 12b.

Customer and Other Information	
Name of the System:	Well #3
ADEQ Public Water System Number:	02-048
ADWR PCC Number:	0

Month	Number of Customers				
	Single-Family	Multi-Family	Commercial	Turf/Irrigation	Other Non-Residential
January	5	0	0	0	0
February	5	0	0	0	0
March	5	0	0	0	0
April	5	0	0	0	0
May	5	0	0	0	0
June	5	0	0	0	0
July	5	0	0	0	0
August	5	0	0	0	0
September	5	0	0	0	0
October	5	0	0	0	0
November	5	0	0	0	0
December	5	0	0	0	0

If the system has fire hydrants, what is the fire flow requirements? GPM for hrs.

Does the system have chlorination treatment?

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?
 If yes, provide the GPCPD amount:

Is the Water Utility located in an ADWR Active Management Area (AMA)?
 If yes, which AMA?

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.

* an ERC is based on the calculation on the bottom of AR9 page 12c.

Customer and Other Information	
Name of the System:	Well #7
ADEQ Public Water System Number:	02-050
ADWR PCC Number:	0

Month	Number of Customers				Other Non-Residential
	Single-Family	Multi-Family	Commercial	Turf/Irrigation	
January	7	0	0	0	0
February	7	0	0	0	0
March	7	0	0	0	0
April	7	0	0	0	0
May	7	0	0	0	0
June	7	0	0	0	0
July	7	0	0	0	0
August	7	0	0	0	0
September	7	0	0	0	0
October	7	0	0	0	0
November	7	0	0	0	0
December	7	0	0	0	0

If the system has fire hydrants, what is the fire flow requirements? GPM for hrs.

Does the system have chlorination treatment?

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?
 If yes, provide the GPCPD amount:

Is the Water Utility located in an ADWR Active Management Area (AMA)?
 If yes, which AMA?

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.

* an ERC is based on the calculation on the bottom of AR9 page 12d.

Customer and Other Information	
Name of the System:	Well #9
ADEQ Public Water System Number:	02-051
ADWR PCC Number:	0

Month	Number of Customers				
	Single-Family	Multi-Family	Commercial	Turf/Irrigation	Other Non-Residential
January	10	0	0	0	0
February	10	0	0	0	0
March	10	0	0	0	0
April	10	0	0	0	0
May	10	0	0	0	0
June	10	0	0	0	0
July	10	0	0	0	0
August	10	0	0	0	0
September	10	0	0	0	0
October	10	0	0	0	0
November	10	0	0	0	0
December	10	0	0	0	0

If the system has fire hydrants, what is the fire flow requirements? GPM for hrs.

Does the system have chlorination treatment?

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?
 If yes, provide the GPCPD amount:

Is the Water Utility located in an ADWR Active Management Area (AMA)?
 If yes, which AMA?

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.

* an ERC is based on the calculation on the bottom of AR9 page 12e.

Clear Springs Utility Company, Inc.
Annual Report
 Utility Shutoffs / Disconnects
 12/31/19

Utility Shutoffs / Disconnects	
Name of the System:	CLEAR SPRINGS
ADEQ Public Water System Number:	AZ0402008
ADWR PCC Number:	91-000029.0000

Month	Termination without Notice R14-2-410.B	Termination with Notice R14-2- 410.C	Other
January	0	4	0
February	0	1	0
March	0	1	0
April	0	2	0
May	0	2	0
June	0	1	0
July	0	6	0
August	0	3	0
September	0	1	0
October	0	5	0
November	0	0	0
December	0	0	0
Total	0	26	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.

Clear Springs Utility Company, Inc.
Annual Report
 Utility Shutoffs / Disconnects
 12/31/19

Utility Shutoffs / Disconnects	
Name of the System:	CLEAR SPRINGS UTILITY
ADEQ Public Water System Number:	AZ0402049
ADWR PCC Number:	91-000061.0000

Month	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.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	1	0
November	0	0	0
December	0	0	0
Total	0	1	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.

Clear Springs Utility Company, Inc.
Annual Report
 Utility Shutoffs / Disconnects
 12/31/19

Utility Shutoffs / Disconnects	
Name of the System:	Well #3
ADEQ Public Water System Number:	02-048
ADWR PCC Number:	0

Month	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.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):

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.

Clear Springs Utility Company, Inc.
Annual Report
 Utility Shutoffs / Disconnects
 12/31/19

Utility Shutoffs / Disconnects	
Name of the System:	Well #7
ADEQ Public Water System Number:	02-050
ADWR PCC Number:	0

Month	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.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):

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.

Clear Springs Utility Company, Inc.
Annual Report
 Utility Shutoffs / Disconnects
 12/31/19

Utility Shutoffs / Disconnects	
Name of the System:	Well #9
ADEQ Public Water System Number:	02-051
ADWR PCC Number:	0

Month	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.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):

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.

Clear Springs Utility Company, Inc.
Annual Report
Property Taxes
12/31/19

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

Amount of actual property taxes paid during Calendar Year 2019 was	\$14,069
--	----------

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, the undersigned of the
(state name)

County of (county name): Maricopa
Name (owner or official) title: Bryan Thomas, CFO
Company name: Clear Springs Utility Company, Inc.

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 CURRENT AND PAID IN FULL.**

I HEREBY ATTEST THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

**RECEIVED
BY EMAIL**

4/30/2020, 03:04 PM

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

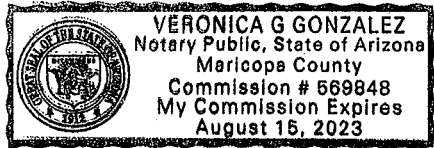
B.T.
signature of owner/official

623-935-1100
telephone no.

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

THIS 30th DAY OF April 2020
(month) and (year)

MY COMMISSION EXPIRES 8/15/23
(date)



Veronica G Gonzalez
(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:

Bryan Thomas, CFO

Company name:

Clear Springs Utility Company, Inc.

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 (\$)

\$379,225

(The amount in the box above includes

\$21,864 in sales taxes

billed or collected)

**RECEIVED
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4/30/2020, 03:04 PM

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

Bryan Thomas

signature of owner/official

623-935-1100

telephone no.

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

Maricopa

(county name)

THIS

30th

DAY OF

April 2020

(month) and (year)

MY COMMISSION EXPIRES

8/15/23

(date)



Veronica G Gonzalez
(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: Bryan Thomas, CFO
Company name: Clear Springs Utility Company, Inc.

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 (\$)

\$342,031
(The amount in the box above includes
\$19,720 in sales taxes
billed or collected)

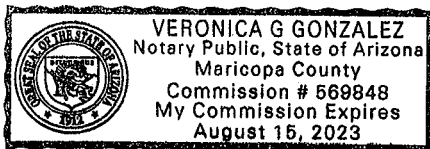
**RECEIVED
BY EMAIL
4/30/2020, 03:04 PM
ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION**

Bryan Thomas
signature of owner/official
623-935-1100
telephone no.

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

THIS 30th DAY OF April 2020
(month) and (year)

MY COMMISSION EXPIRES 8/15/23
(date)



Veronica G Gonzalez
(signature of notary public)

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

Gross-up Sharing 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: Bryan Thomas, CFO
Company name: Clear Springs Utility Company, Inc.

FOR THE YEAR ENDING: 12/31/19

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.

**RECEIVED
BY EMAIL**

4/30/2020, 03:04 PM

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

Bryan Thomas

signature of owner/official

623-935-1100

telephone no.

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

Maricopa

(county name)

THIS

30th

DAY OF

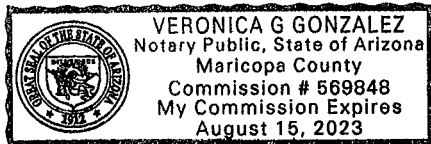
April 2020

(month) and (year)

MY COMMISSION EXPIRES

8/15/23

(date)



Veronica G. Gonzalez

(signature of notary public)