

ANNUAL REPORT

Of

Company Name: Liberty Utilities (Rio Rico Water and Sewer) Corp
12725 W. Indian School Rd., Ste. D101

Mailing Address: Avondale AZ
85392

Docket No.: WS-02676A
For the Year Ended: 12/31/19

**RECEIVED
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4/23/2020, 04:36 PM
ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

WASTEWATER UTILITY

To

Arizona Corporation Commission

Due on April 15th

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

Application Type: Original Filing
Application Date: 4/15/2020

ARIZONA CORPORATION COMMISSION
 WASTEWATER UTILITY ANNUAL REPORT
 Liberty Utilities (Rio Rico Water and Sewer) Corp
 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:

Management Contact

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

On-Site Manager

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

NA

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

NA

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

Ownership:

Counties Served:

Important changes during the year

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. NA
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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. NA
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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)
101.2	Operating Leases	\$0	\$0	\$0	\$0	\$0	\$0
351	Organization	0	0	0	0	0	0
352	Franchises	0	0	0	0	0	0
353	Land and Land Rights	7,545	0	0	7,545	0	7,545
354	Structures and Improvements	398,325	10,559	0	408,884	460,216	(51,332)
355	Power Generation Equipment	0	0	0	0	0	0
360	Collections Wastewater - Force	636,822	1,237	0	638,059	123,799	514,260
361	Collections Wastewater - Gravity	6,701,887	2,078	131	6,703,834	3,655,988	3,047,846
362	Special Collecting Structures	0	0	0	0	0	0
363	Services to Customers	1,300,203	12,075	1,582	1,310,695	859,232	451,464
364	Flow Measuring Devices	65,412	0	0	65,412	60,868	4,544
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	867,120	0	0	867,120	556,741	310,379
371	Pumping Equipment	649,583	242,080	0	891,663	272,133	619,530
374	Reuse Distribution Reservoirs	0	0	0	0	0	0
375	Reuse Trans. And Distr. Equipment	0	0	0	0	0	0
380	Treatment and Disposal Equipment	3,415,896	0	0	3,415,896	1,979,361	1,436,534
381	Plant Sewers	15,362	0	0	15,362	6,010	9,352
382	Outfall Sewer Lines	0	0	0	0	0	0
389	Other Plant and Misc. Equipment	54,250	0	0	54,250	69,648	(15,398)
390	Office Furniture and Equipment	110,869	0	0	110,869	85,311	25,558
390.1	Computer & Software	47,497	18,638	0	66,135	46,471	19,664
391	Transportation Equipment	6,322	0	0	6,322	6,323	(0)
392	Stores Equipment	0	0	0	0	0	0
393	Tools, Shop and Garage Equipment	17,804	16,540	0	34,344	3,850	30,494
394	Laboratory Equipment	6,132	0	0	6,132	3,171	2,961
395	Power Operated Equipment	29,947	0	0	29,947	7,113	22,835
396	Communication Equipment	5,617	16,875	5,493	16,999	4,119	12,880
397	Miscellaneous Equipment	0	0	0	0	0	0
398	Other Tangible Plant	7,826	0	0	7,826	2,115	5,711
	Totals	\$14,344,418	\$320,081	\$7,206	\$14,657,293	\$8,202,468	\$6,454,825

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.

Liberty Utilities (Rio Rico Water and Sewer) Corp
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
101.2	Operating Leases	\$0	\$0	\$0	\$0	\$0	0.00%	\$0
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	7,545	0	0	7,545	0	0.00%	0
354	Structures and Improvements	398,325	10,559	0	408,884	0	3.33%	13,440
355	Power Generation Equipment	0	0	0	0	0	5.00%	0
360	Collections Wastewater - Force	636,822	1,237	0	638,059	0	2.00%	12,749
361	Collections Wastewater - Gravity	6,701,887	2,078	131	6,703,834	2	2.00%	134,057
362	Special Collecting Structures	0	0	0	0	0	2.00%	0
363	Services to Customers	1,300,203	12,075	1,582	1,310,695	0	2.00%	26,109
364	Flow Measuring Devices	65,412	0	0	65,412	56,064	10.00%	935
365	Flow Measuring Installations	0	0	0	0	0	10.00%	0
366	Reuse Services	0	0	0	0	0	2.00%	0
367	Reuse Meters & Meter Installations	0	0	0	0	0	8.33%	0
370	Receiving Wells	867,120	0	0	867,120	0	3.33%	28,875
371	Pumping Equipment	649,583	242,080	0	891,663	187,669	12.50%	72,869
374	Reuse Distribution Reservoirs	0	0	0	0	0	2.50%	0
375	Reuse Trans. And Distr. Equipment	0	0	0	0	0	2.50%	0
380	Treatment and Disposal Equipment	3,415,896	0	0	3,415,896	970,402	5.00%	122,275
381	Plant Sewers	15,362	0	0	15,362	0	5.00%	768
382	Outfall Sewer Lines	0	0	0	0	0	3.33%	0
389	Other Plant and Misc. Equipment	54,250	0	0	54,250	71,243	6.67%	(1,133)
390	Office Furniture and Equipment	110,869	0	0	110,869	4,687	6.67%	7,082
390.1	Computer & Software	47,497	18,638	0	66,135	46,350	20.00%	2,093
391	Transportation Equipment	6,322	0	0	6,322	6,323	20.00%	(0)
392	Stores Equipment	0	0	0	0	0	4.00%	0
393	Tools, Shop and Garage Equipment	17,804	16,540	0	34,344	0	5.00%	1,304
394	Laboratory Equipment	6,132	0	0	6,132	0	10.00%	613
395	Power Operated Equipment	29,947	0	0	29,947	0	5.00%	1,497
396	Communication Equipment	5,617	16,875	5,493	16,999	3	10.00%	1,130
397	Miscellaneous Equipment	0	0	0	0	0	10.00%	0
398	Other Tangible Plant	7,826	0	0	7,826	3,913	25.00%	978
	Subtotal	\$14,344,418	\$320,081	\$7,206	\$14,657,293	\$1,346,656		\$425,642

Contribution(s) in Aid of Construction (Gross) \$5,580,588
Less: Non Amortizable Contribution(s) 0
Fully Amortized Contribution(s) 0
Amortizable Contribution(s) \$5,580,588
Times: Proposed Amortization Rate 3.20%
Amortization of CIAC \$178,454

Less: Amortization of CIAC \$178,454

DEPRECIATION EXPENSE \$247,188

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.

Liberty Utilities (Rio Rico Water and Sewer) Corp
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		\$3,154	\$7,133
132	Special Deposits		0	0
135	Temporary Cash Investments		0	0
141	Customer Accounts Receivable		88,379	94,183
142	Other Accounts Receivable		0	0
143	Accumulated Provision for Uncollectable Accounts		(788)	(669)
146	Notes Receivable from Associated Companies		0	0
151	Plant Material and Supplies		0	0
162	Prepayments		682	0
173	Accrued Utility Revenue		94,543	70,037
174	Miscellaneous Current and Accrued Assets		0	0
	Total Current and Accrued Assets		\$185,969	\$170,684
	Deferred Debits			
186.1	Deferred Rate Case Expense		\$9,056	\$0
186.2	Other Deferred Debits		(9,056)	(375)
	Total Deferred Debits		\$0	(\$375)
	Fixed Assets			
101	Utility Plant in Service*		\$14,344,418	\$14,657,293
103	Property Held for Future Use		0	0
105	Construction Work in Progress		374,089	289,916
108	Accumulated Depreciation (enter as negative)*		(7,766,578)	(8,202,468)
121	Non-Utility Property		333,199	666,113
122	Accumulated Depreciation - Non Utility		0	(335,109)
	Total Fixed Assets		\$7,285,127	\$7,075,744
	Total Assets		\$7,471,097	\$7,246,054

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

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

Liberty Utilities (Rio Rico Water and Sewer) Corp
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		\$71	\$466
232	Notes Payable (Current Portion)		0	0
234	Notes Payable to Associated Companies		(489,792)	(725,687)
235	Customer Deposits		0	0
236	Accrued Taxes		3,300	0
237	Accrued Interest		0	0
241	Miscellaneous Current and Accrued Liabilities		397,430	29,503
253	Other Deferred Credits		0	0
	Total Current Liabilities		(\$88,990)	(\$695,718)
	Long Term Debt			
224	Long Term Debt (Notes and Bonds)		\$0	\$0
	Total Long Term Debt		\$0	\$0
	Deferred Credits			
252	Advances in Aid of Construction		\$526,938	\$68,597
253	Other Deferred Credits		\$360,251	\$900
255	Accumulated Deferred Investment Tax Credits		0	10,852
271	Contributions in Aid of Construction		5,117,247	5,580,588
272	Less: Amortization of Contributions		(3,550,032)	(3,708,771)
281	Accumulated Deferred Income Tax		451,676	1,076,120
	Total Deferred Credits		\$2,906,080	\$3,028,286
	Total Liabilities		\$2,817,090	\$2,332,567
	Capital Accounts			
201	Common Stock Issued		\$0	\$0
211	Other Paid-In Capital		2,400,228	2,478,466
215	Retained Earnings		2,253,778	2,435,021
218	Proprietary Capital (Sole Props and Partnerships)		0	0
	Total Capital		\$4,654,007	\$4,913,487
	Total Liabilities and Capital		\$7,471,097	\$7,246,054

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

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

Liberty Utilities (Rio Rico Water and Sewer) Corp
Annual Report
Wastewater Comparative Income Statement
12/31/19

Wastewater Comparative Income Statement			
Account No.	Calendar Year	Current Year 01/01/2019 -	Last Year 01/01/2018 -
	Operating Revenue		
521	Flat Rate Revenues	\$1,389,402	\$1,648,116
522	Measured Revenues	211,849	0
534	Rents from Wastewater Property	0	0
536	Other Wastewater Revenues	4,997	5,216
	Total Revenues	\$1,606,249	\$1,653,332
	Operating Expenses		
701	Salaries and Wages	\$0	\$0
704	Employee Pensions and Benefits	0	\$0
710	Purchased Wastewater Treatment	113,697	\$114,536
711	Sludge Removal Expense	0	\$0
715	Purchased Power	57,053	\$59,645
716	Fuel for Power Production	0	\$0
718	Chemicals	3,660	\$3,464
720	Materials and Supplies	973	\$3,869
720.1	Repairs and Maintenance	0	\$0
720.2	Office Supplies and Expense	0	\$0
721	Office Expense	0	\$0
731	Contractual Services -Engineering	0	\$0
732	Contractual Services - Accounting	0	\$2,944
733	Contractual Services - Legal	1,096	\$0
734	Contractual Services - Management Fees	246,333	\$251,314
735	Contractual Services - Testing	250	\$250
736	Contractual Services - Other	38,536	\$56,873
740	Rents - Building	0	\$0
742	Rents - Equipment	0	\$0
750	Transportation Expenses	7,568	\$8,432
757	Insurance - General Liability	6,442	\$9,122
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	2,914	\$7,416
775	Miscellaneous Expense	25,233	\$21,102
403	Depreciation Expense (From Schedule AR4)	247,188	279,345
408	Taxes Other Than Income	0	\$0
408.11	Property Taxes	62,794	\$60,702
408.12	Payroll Taxes	0	\$0
409	Income Taxes	0	\$0
	Total Operating Expenses	\$813,736	\$879,014
	Operating Income / (Loss)	\$792,513	\$774,318
	Other Income / (Expense)		
414	Gain (Loss) on Dispositions	\$0	\$0
419	Interest and Dividend Income	0	0
420	AFUDC Income	0	0
421	Non-Utility Income	0	0
426	Miscellaneous Non-Utility (Expense)	0	0
427	Interest (Expense)	0	0
	Total Other Income / (Expense)	\$0	\$0
	Net Income / (Loss)	\$792,513	\$774,318

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.

Liberty Utilities (Rio Rico Water and Sewer) Corp
 Annual Report
 Full time equivalent employees
 12/31/19

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	0.0	0.0
Manager	0.0	0.3	0.0	0.3
Engineering Staff	0.0	0.1	0.0	0.1
System Operator(s)	0.0	1.8	0.0	1.8
Customer Service	0.0	0.7	0.0	0.7
Accounting	0.0	0.5	0.0	0.5
Business Office	0.0	0.1	0.0	0.1
Rates Department	0.0	0.1	0.0	0.1
Administrative Staff	0.0	0.0	0.0	0.0
Other	0.0	0.1	0.0	0.1
Total	0.0	3.6	0.0	3.6

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	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:	Liberty Utilities (Rio Rico Water and Sewer) Corp
Wastewater Inventory Number (if applicable):	105505
Type of Treatment	Anaerobic Lagoon
Design Capacity of Plant (Gallons per day)	Villas 12 .050 MGD, Villas 13 .050 MGD

LIFT STATION FACILITIES					
Location	Quantity of Pumps	Horsepower Per Pump	Rated Capacity Per Pump (GPM)	Wet Well Capacity (gals)	Year Constructed
Lift Station #1	2	88	725	32313	Unknown
Lift Station #2	2	47	500	9000	Unknown
Lift Station #3	2	47	500	9000	Unknown
Lift Station #4	2	15	175	8000	Unknown
Lift Station #5	2	3	27	1608	Unknown
NA	NA	NA	NA	NA	NA
NA	NA	NA	NA	NA	NA
NA	NA	NA	NA	NA	NA
NA	NA	NA	NA	NA	NA
NA	NA	NA	NA	NA	NA
NA	NA	NA	NA	NA	NA
NA	NA	NA	NA	NA	NA
NA	NA	NA	NA	NA	NA
NA	NA	NA	NA	NA	NA
NA	NA	NA	NA	NA	NA
NA	NA	NA	NA	NA	NA
NA	NA	NA	NA	NA	NA

FORCE MAINS		
Size	Material	Length (Feet)
2 inch	PVC/DIP/ACP	2,002
6 inch	PVC/DIP/ACP	5,645
8 inch	PVC/DIP/ACP	30,092
NA	NA	NA
NA	NA	NA
NA	NA	NA
NA	NA	NA
NA	NA	NA
NA	NA	NA

MANHOLES	
Type	Quantity
Standard	535
Drop	15

CLEANOUTS	
Quantity	
132	
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.

Wastewater Utility Plant Description (Continued)					
GRAVITY MAINS			SERVICES/LATERALS		
Sizes (inches)	Material	Length (feet)	Size (inches)	Material	Quantity
4	PVC/DIP/ACP	2,054	4	Various	2,057
6	PVC/DIP/ACP	8,528	6	Various	147
8	PVC/DIP/ACP	181,265	8	PVC	10
10	PVC/DIP/ACP	8,787	NA	NA	NA
12	PVC/DIP/ACP	20,761			
14	PVC/DIP/ACP	762			
16	PVC/DIP/ACP	1,078			
NA	NA	NA			
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	None
DISINFECTION EQUIPMENT (Chlorinator, Ultra-Violet, Etc.)	None
FILTRATION EQUIPMENT (Rapid Sand, Slow Sand, Activated Carbon, Etc.)	None
STRUCTURES (Buildings, Fences, Etc.)	(2) Wooden Storage Shed (20' x 20').
Other (Laboratory Equipment, Tools, Vehicles, Standby, Power Generators, Etc.)	Mobile Generator - 150 KW Diesel Powered, Diesel Powered 4" solids handling pump

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	2,050	11,115,000	370,000	\$5,617.00	33,228
February	2,070	10,609,000	366,000	\$4,744.83	28,432
March	2,068	12,158,000	406,000	\$4,629.14	27,212
April	2,074	13,222,000	441,000	\$4,915.53	31,056
May	2,077	13,181,000	425,000	\$4,764.44	31,075
June	2,069	11,354,000	378,000	\$4,147.68	28,792
July	2,072	11,139,000	372,000	\$4,065.83	28,578
August	2,065	11,868,000	395,000	\$4,852.72	29,205
September	2,058	11,428,000	381,000	\$4,744.93	29,916
October	2,066	12,048,000	389,000	\$4,651.36	26,654
November	2,069	12,163,000	405,000	\$4,858.61	30,869
December	2,068	12,585,000	421,000	\$4,868.84	29,575
Totals		142,870,000	4,749,000	\$56,861	354,592

Provide the following information as applicable per wastewater system:

Method of Effluent Disposal	Other
Groundwater Permit Number	NA
ADEQ Aquifer Protection Permit ("APP") Number	NA
ADEQ Reuse Permit Number	NA
EPA NPDES Permil Number	NA
APP Effluent Treatment Requirement (Class)?	NA
Permitted Flow Rate	NA
Permitted Organic Capacity	NA
Hydraulic Capacity	NA
Type of Biological Treatment	N/A

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

NA

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.

Wastewater Flows					
Month	Number of Services	Total Monthly Sewage Flow	Sewage Flow on Peak Day	Purchased Power Expense ¹	Purchased Power (kWh) ²
January	152	11,900	NA	\$32.53	75
February	150	11,900	NA	\$32.92	82
March	151	11,900	NA	\$35.46	89
April	152	11,805	NA	\$34.51	79
May	154	11,710	NA	\$33.92	73
June	151	11,805	NA	\$33.24	84
July	153	11,995	NA	\$31.95	66
August	154	11,995	NA	\$35.85	93
September	154	12,090	NA	\$36.82	103
October	154	11,995	NA	\$35.01	85
November	148	12,186	NA	\$35.81	93
December	150	12,186	NA	\$36.02	95
Totals		143,466	0	\$414	1,017

Provide the following information as applicable per wastewater system:

Method of Effluent Disposal	Evaporation Ponds
Groundwater Permit Number	NA
ADEQ Aquifer Protection Permit ("APP") Number	105505
ADEQ Reuse Permit Number	NA
EPA NPDES Permil Number	NA
APP Effluent Treatment Requirement (Class)?	NA
Permitted Flow Rate	NA
Permitted Organic Capacity	NA
Hydraulic Capacity	NA
Type of Biological Treatment	NA

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

NA

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

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

184

Method used:

(a)

What is the present system connection capacity (in ERCs *) using existing lines?

2,134

What is the future system connection capacity (in ERCs *) upon service area buildout?

4,318

Describe any plans and estimated completion dates for any enlargements or improvements of this system.

The master plan population projections are based on the Arizona Office of Economic Opportunity's (AOEO) published 2019-2055 population projections for the state by county and sub-county in December 2018 (AOEO 2020). Per the projections, the growth rate for the Rio Rico Census Designated Place (CDP) is approximately 1% for the next five years and then decreases to approximately 0.2% by 2055.

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.

N/A

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

N/A

If so, when?

N/A

Liberty Utilities (Rio Rico Water and Sewer) Corp
 Annual Report
 Utility Shutoffs / Disconnects
 12/31/19

Utility Shutoffs / Disconnects	
Name of System:	Liberty Utilities (Rio Rico Water and Sewer) Corp
Wastewater Inventory Number (if applicable):	105505

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):

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.

Property Taxes

Amount of actual property taxes paid during Calendar Year 2018 was

\$65,166

If no property taxes paid, explain why.

NA

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.

Liberty Utilities (Rio Rico Water and Sewer) Corp
Annual Report
Verification and Sworn Statement (Taxes)
12/31/19

Verification and Sworn Statement (Taxes)

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

County of (county name): Santa Cruz
Name (owner or official) title: Matthew Garlick, President AZ
Company name: Liberty Utilities (Rio Rico Water and Sewer) Corp

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.

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4/23/2020, 04:36 PM

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

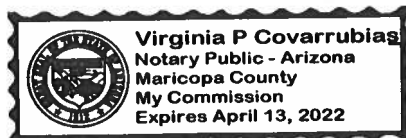
Matthew Garlick
signature of owner/official

623-298-3763
telephone no.

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

THIS 15th DAY OF April 2020
(month) and (year)

MY COMMISSION EXPIRES April 13, 2022
(date)



Virginia P. Covarrubias
(signature of notary public)

Verification and Sworn Statement

Verification:

State of Arizona I, the undersigned of the
(state name)
County of (county name): Santa Cruz
Name (owner or official) title: Matthew Garlick, President AZ
Company name: Liberty Utilities (Rio Rico Water and Sewer) Corp

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 (\$)

\$1,606,249

(The amount in the box above includes

\$0 in sales taxes

billed or collected)

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ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

Matthew Garlick

signature of owner/official

623-298-3763

telephone no.

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

THIS

15th

DAY OF

Maricopa
(county name)

April 2020
(month) and (year)

MY COMMISSION EXPIRES

April 13, 2022
(date)



Virginia P. Covarrubias
(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): Santa Cruz
Name (owner or official) title: Matthew Garlick, President AZ
Company name: Liberty Utilities (Rio Rico Water and Sewer) Corp

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 (\$)

\$1,225,708

(The amount in the box above includes

\$0 in sales taxes
billed or collected)

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ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

Matthew Garlick

signature of owner/official

623-298-3763

telephone no.

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

Maricopa
(county name)

THIS

15th

DAY OF

April 2020
(month) and (year)

MY COMMISSION EXPIRES

April 13, 2022
(date)



Virginia P. Covarrubias
(signature of notary public)

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): Santa Cruz
Name (owner or official) title: Matthew Garlick, President AZ
Company name: Liberty Utilities (Rio Rico Water and Sewer) Corp

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**

4/23/2020, 04:36 PM
ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

Matthew Garlick
signature of owner/official

623-298-3763
telephone no.

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

THIS 15th DAY OF April 2020
(month) and (year)

MY COMMISSION EXPIRES April 13 2022
(date)



Virginia P. Covarrubias
(signature of notary public)