

ANNUAL REPORT

Of

Company Name: **Flagstaff Ranch Water Company, Inc.**
PO Box 38501

Mailing Address: Mormon Lake AZ
86038

Docket No.: W-02502A
For the Year Ended: 12/31/21

**RECEIVED
BY EMAIL**
5/16/2022, 12:36 PM
**ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION**

WATER 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: Original Filing
Application Date: 5/13/2022

ARIZONA CORPORATION COMMISSION
WATER UTILITY ANNUAL REPORT
Flagstaff Ranch Water Company, Inc.
A Class 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

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.
<div style="background-color: #cccccc; height: 60px;"></div>	

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.
<div style="background-color: #cccccc; height: 60px;"></div>	

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	\$75,102			\$75,102	\$75,102	\$0
302	Franchises	0			0	0	0
303	Land and Land Rights	0			0	0	0
304	Structures and Improvements	0			0	0	0
305	Collecting & Improving Reservoirs	0			0	0	0
306	Lake, River, Canal Intakes	0			0	0	0
307	Wells and Springs	129,012			129,012	129,012	0
308	Infiltration Galleries	0			0	0	0
309	Supply Mains	0			0	0	0
310	Power Generation Equipment	0			0	0	0
311	Pumping Equipment	183,414			183,414	50,230	133,184
320	Water Treatment Equipment	0			0	0	0
320.1	Water Treatment Plants	282,007			282,007	276,247	5,760
320.2	Solution Chemical Feeders	0			0	0	0
320.3	Point-of-Use Treatment Devices	0			0	0	0
330	Distribution Reservoirs and Standpipes	312,704			312,704	312,704	0
330.1	Storage Tanks	3,499			3,499	3,499	0
330.2	Pressure Tanks	0			0	0	0
331	Transmission and Distribution Mains	445,186			445,186	445,186	0
333	Services	0			0	0	0
334	Meters and Meter Installations	5,138			5,138	5,138	0
335	Hydrants	0			0	0	0
336	Backflow Prevention Devices	0			0	0	0
339	Other Plant and Misc. Equipment	0			0	0	0
340	Office Furniture and Equipment	0			0	0	0
340.1	Computer & Software	0			0	0	0
341	Transportation Equipment	0			0	0	0
342	Stores Equipment	0			0	0	0
343	Tools, Shop and Garage Equipment	0			0	0	0
344	Laboratory Equipment	0			0	0	0
345	Power Operated Equipment	0			0	0	0
346	Communication Equipment	0			0	0	0
347	Miscellaneous Equipment	0			0	0	0
348	Other Tangible Plant	0			0	0	0
	Totals	\$1,436,062	\$0	\$0	\$1,436,062	\$1,297,118	\$138,944

Flagstaff Ranch Water Company, Inc.
Annual Report
Depreciation Expense for the Current Year (Water)
12/31/21

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	\$75,102	\$0	\$0	\$75,102		\$75,102	0.00%	\$0
302	Franchises	0	0	0	0		0		0
303	Land and Land Rights	0	0	0	0		0		0
304	Structures and Improvements	0	0	0	0		0		0
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	129,012	0	0	129,012		129,012	3.97%	5,125
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	183,414	0	0	183,414		183,414	3.28%	6,016
320	Water Treatment Equipment	0	0	0	0		0		0
320.1	Water Treatment Plants	282,007	0	0	282,007		282,007	0.76%	2,155
320.2	Solution Chemical Feeders	0	0	0	0		0		0
320.3	Point-of-Use Treatment Devices	0	0	0	0		0		0
330	Distribution Reservoirs and Standpipes	312,704	0	0	312,704		312,704	0.00%	0
330.1	Storage Tanks	3,499	0	0	3,499		3,499	7.78%	272
330.2	Pressure Tanks	0	0	0	0		0		0
331	Transmission and Distribution Mains	445,186	0	0	445,186		445,186	0.00%	0
333	Services	0	0	0	0		0		0
334	Meters and Meter Installations	5,138	0	0	5,138		5,138	0.00%	0
335	Hydrants	0	0	0	0		0		0
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	0	0	0	0		0		0
347	Miscellaneous Equipment	0	0	0	0		0		0
348	Other Tangible Plant	0	0	0	0		0		0
	Subtotal	\$1,436,062	\$0	\$0	\$1,436,062	\$0	\$1,436,062		\$13,568

Contribution(s) in Aid of Construction (Gross)	\$0
Less: Non Amortizable Contribution(s)	0
Fully Amortized Contribution(s)	0
Amortizable Contribution(s)	<u>\$0</u>
Times: Proposed Amortization Rate	0.94%
Amortization of CIAC	\$0

Less: Amortization of CIAC \$0

DEPRECIATION EXPENSE **\$13,568**

Flagstaff Ranch Water Company, Inc.

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	\$325,035	\$1,108,876
134	Working Funds		
135	Temporary Cash Investments	14,179	7,142
141	Customer Accounts Receivable		
146	Notes Receivable from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		2,025
174	Miscellaneous Current and Accrued Assets		
	Total Current and Accrued Assets	\$339,214	\$1,118,043
Account No.	Fixed Assets		
101	Utility Plant in Service*	\$1,436,062	\$1,436,062
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation (enter as negative)*	(1,283,550)	(1,297,118)
121	Non-Utility Property		
122	Accumulated Depreciation - Non Utility		
	Total Fixed Assets	\$152,512	\$138,944
	Total Assets	\$491,726	\$1,256,987

*Note these items feed automatically from AR3 UPIS Page 4

Flagstaff Ranch Water Company, Inc.
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		\$21,142	
232	Notes Payable (Current Portion)			
234	Notes Payable to Associated Companies			
235	Customer Deposits			9,884
236	Accrued Taxes		1,035	1,073
237	Accrued Interest		0	
242	Miscellaneous Current and Accrued Liabilities		190,088	195,245
	Total Current Liabilities		\$212,265	\$206,202
	Long Term Debt			
224	Long Term Debt (Notes and Bonds)			
	Deferred Credits			
251	Unamortized Premium on Debt			
252	Advances in Aid of Construction			
255	Accumulated Deferred Investment Tax Credits			
271	Contributions in Aid of Construction			
272	Less: Amortization of Contributions			
281	Accumulated Deferred Income Tax			
	Total Deferred Credits		\$0	\$0
	Total Liabilities		\$212,265	\$206,202
	Capital Accounts			
201	Common Stock Issued		\$643,116	\$643,116
211	Other Paid-In Capital			(1,135,000)
215	Retained Earnings		(363,655)	1,542,669
218	Proprietary Capital (Sole Props and Partnerships)			
	Total Capital		\$279,461	\$1,050,785
	Total Liabilities and Capital		\$491,726	\$1,256,987

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

Flagstaff Ranch Water Company, Inc.
Annual Report
Water Comparative Income Statement
12/31/21

Water 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		
461	Metered Water Revenue	\$237,928	\$240,800
460	Unmetered Water Revenue	0	0
462	Fire Protection Revenue	0	0
469	Guaranteed Revenues (Surcharges)	0	0
471	Miscellaneous Service Revenues	0	0
474	Other Water Revenue	0	0
	Total Revenues	\$237,928	\$240,800
	Operating Expenses		
601	Salaries and Wages	\$0	\$0
604	Employee Pensions and Benefits	0	0
610	Purchased Water	0	0
615	Purchased Power	47,479	47,431
618	Chemicals	2,068	286
620	Materials and Supplies	8,574	8,502
620.1	Repairs and Maintenance	40,651	78,399
620.2	Office Supplies and Expense	1,271	715
630	Contractual Services	0	0
631	Contractual Services - Engineering	0	0
632	Contractual Services - Accounting	0	0
633	Contractual Services - Legal	0	0
634	Contractual Services - Management Fees	70,000	70,000
635	Contractual Services - Water Testing	360	418
636	Contractual Services - Other	19,716	16,488
640	Rents	0	0
641	Rental of Building/Real Property	0	0
642	Rental of Equipment	0	0
650	Transportation Expenses	72	88
657	Insurance - General Liability	4,316	4,124
657.1	Insurance - Health and Life	0	0
665	Regulatory Commission Expense - Rate	0	0
670	Bad Debt Expense	1,058	597
675	Miscellaneous Expense	12,254	11,781
403	Depreciation Expense (From Schedule AR4)	13,568	16,479
408	Taxes Other Than Income	11,600	175
408.11	Property Taxes	6,106	9,072
409	Income Taxes	0	0
427.1	Customer Security Deposit Interest	0	0
	Total Operating Expenses	\$239,092	\$264,555
	Operating Income / (Loss)	(\$1,164)	(\$23,755)
	Other Income / (Expense)		
419	Interest and Dividend Income		\$1,127
421	Non-Utility Income	2,022,775	108,752
426	Miscellaneous Non-Utility (Expense)	(115,288)	(2,750)
427	Interest (Expense)		(82)
	Total Other Income / (Expense)	\$1,907,487	\$107,047
	Net Income / (Loss)	\$1,906,323	\$83,292

Flagstaff Ranch Water Company, Inc.
 Annual Report
 Full time equivalent employees
 12/31/21

Full time equivalent employees

	Direct Company	Allocated	Outside service	Total
President	0.3	0.0	0.0	0.3
Vice-president	0.0	0.0	0.0	0.0
Manager	0.3	0.0	0.0	0.3
Engineering Staff	0.1	0.0	0.1	0.2
System Operator(s)	0.0	0.0	0.4	0.4
Meter reader	0.0	0.0	0.2	0.2
Customer Service	1.0	0.0	0.0	1.0
Accounting	0.5	0.0	0.2	0.7
Business Office	0.3	0.0	0.0	0.3
Rates Department	0.1	0.0	0.0	0.1
Administrative Staff	0.3	0.0	0.0	0.3
Other	0.0	0.0	0.0	0.0
Total	2.9	0.0	0.9	3.8

Supplemental Financial Data (Long-Term Debt)				
	Loan #1	Loan #2	Loan #3	Loan #4
Date Issued	N/A			
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amt. Issued				
Amount Outstanding				
Date of Maturity				
Interest Rate				
Current Year Interest				
Current Year Principal				

Meter Deposit Balance at Test Year End:

Meter Deposits Refunded During the Test Year:

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:		FLAGSTAFF RANCH WATER CO									
ADEQ Public Water System Number			AZ0403088								
ADWR PCC Number:			91-000106.0000								
Well registry 55# (55-XXXXXX):	Pump Horsepower	Pump Yield (gpm)	Casing Depth (feet)	Casing Diameter (inches)	Pump Motor Type **	Year Drilled	Water level 2011	Water level 2021	Meter Size (inches)	How measured:	Active
55-509021	60	75	1,600	12	Submersible	1984	Unknown	1245	3	Metered	Yes
55-581595	100	70	2,000	12	Submersible	2004	Unknown	Unknown	3	Metered	Yes
55-581962	60	60	1,780	12	Submersible	2004	Unknown	1325	3	Metered	Yes

Name of system water delivered to:		FLAGSTAFF RANCH WATER CO
ADWR PCC Number:		91-000106.0000
Source of water delivered to another system		Ground Water
Name of system water received from		FLAGSTAFF RANCH WATER CO
ADWR PCC Number:		91-000106.0000
Source of water received		Ground Water
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	2,557,346.00	2,557,346.00	0.00	0.00	2,557,346.00	\$2,878	30,704
February	3,639,138.00	3,639,138.00	0.00	0.00	3,639,138.00	3,068	22,788
March	1,000,000.00	1,000,000.00	0.00	0.00	1,000,000.00	2,748	21,478
April	2,091,078.00	2,091,078.00	0.00	0.00	2,091,078.00	3,728	29,373
May	1,725,513.00	1,725,513.00	0.00	0.00	1,725,513.00	3,945	29,018
June	2,759,252.00	2,759,252.00	0.00	0.00	2,759,252.00	4,989	42,855
July	3,241,289.00	3,241,289.00	0.00	0.00	3,241,289.00	7,167	45,161
August	2,018,252.00	2,018,252.00	0.00	0.00	2,018,252.00	5,147	46,871
September	5,127,242.00	5,127,242.00	0.00	0.00	5,127,242.00	3,870	29,744
October	2,270,592.00	2,270,592.00	0.00	0.00	2,270,592.00	3,966	33,730
November	1,356,979.00	1,356,979.00	0.00	0.00	1,356,979.00	3,341	25,193
December	1,000,000.00	1,000,000.00	0.00	0.00	1,000,000.00	2,632	16,733
Totals	28,786,681.00	28,786,681.00	0.00	0.00	28,786,681.00	\$47,479	373,648

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.

Water Utility Plant Description			
Name of the System:	FLAGSTAFF RANCH WATER CO		
ADEQ Public Water System Number:	AZ0403088		
ADWR PCC Number:	91-000106.0000		

MAINS		
Sizes (inches)	Material	Length (feet)
6.00	PVC	10,500
8.00	PVC	5,200
12.00	PVC	7,800
14.00	Ductile Iron	7,950

CUSTOMER METERS			
Size (inches)	Quantity	Percent over 1,000,000 gallons	Percent over 10 years old
0.75	164	0%	100%
1	180	0%	75%
1.5	10	9%	100%
2	0	0%	100%
3	1	0%	100%

SERVICE LINES			
Material	Percent of system	Year installed	
PVC	75%	2004	
Other	25%	2004	

BOOSTER PUMPS		
Horsepower	GPM	Quantity
40	1,650	1
5	40	2

FIRE HYDRANTS	
Type	Quantity
Standard *	67
Other	0

STORAGE TANKS			
Capacity (gallons)	Material	Quantity	Year installed
595,000	STEEL	1	2004

PRESSURE/BLADDER TANKS			
Capacity (gallons)	Material	Quantity	Year installed
1,000	STEEL	1	2013

* 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:	(2) ARSENIC REMEDIATION SYSTEMS
STRUCTURES:	(2) WELL HOUSES 10' x 10'; (1) TREATMENT BUILDING 10' x 10'; (1) TREATMENT BUILDING 12' x 16'; (1) WELL HOUSE 10' x 12'
OTHER:	LPG GENERATOR 45KW W/TRANSFER SWITCH

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	25
Method used:	(a)

Customer and Other Information	
Name of the System:	FLAGSTAFF RANCH WATER CO
ADEQ Public Water System Number:	AZ0403088
ADWR PCC Number:	91-000106.0000

Month	Number of Customers				
	Single-Family	Multi-Family	Commercial	Turf/Irrigation	Other Non-Residential
January	358	0	10	0	0
February	373	0	10	0	0
March	373	0	10	0	0
April	375	0	10	0	0
May	375	0	10	0	0
June	380	0	10	0	0
July	382	0	10	0	0
August	383	0	10	0	0
September	385	0	10	0	0
October	387	0	10	0	0
November	388	0	10	0	0
December	388	0	10	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 12.

Flagstaff Ranch Water Company, Inc.
 Annual Report
 Utility Shutoffs / Disconnects
 12/31/21

Utility Shutoffs / Disconnects	
Name of the System:	FLAGSTAFF RANCH WATER CO
ADEQ Public Water System Number:	AZ0403088
ADWR PCC Number:	91-000106.0000

Month	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	Other
January	N/A	N/A	
February			
March			
April			
May			
June			
July			
August			
September			
October			
November			
December			
Total	0	0	0

Other (description):

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 2021 was

\$6,106

If no property taxes paid, explain why.

Grey cell for explanation of no property taxes paid.

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): Coconino
Name (owner or official) title: Scott Gold, President
Company name: Flagstaff Ranch Water Company, Inc.

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

FOR THE YEAR ENDING: 12/31/21

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.

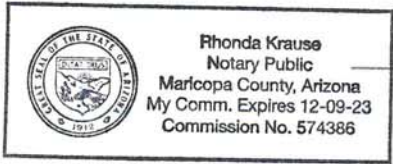
[Signature]
signature of owner/official

(928) 354-2227
telephone no.

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

THIS 2 DAY OF Maricopa
May 2022
(month) and (year)

MY COMMISSION EXPIRES 12/9/23
(date)



[Signature]
(signature of notary public)

Verification and Sworn Statement

Verification:

State of Arizona I, the undersigned of the
(state name)
County of (county name): Coconino
Name (owner or official) title: Scott Gold, President
Company name: Flagstaff Ranch Water Company, Inc.

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

FOR THE YEAR ENDING: 12/31/21

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.

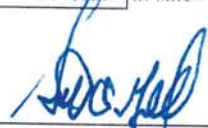
Sworn Statement: IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING THE CALENDAR YEAR WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$255,081

(The amount in the box above includes

\$17,193 in sales taxes
billed or collected)



signature of owner/official

(928) 354-2227

telephone no.

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

THIS

2

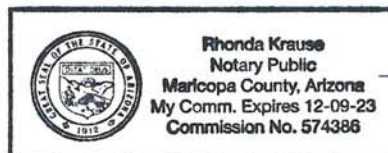
DAY OF

Maricopa
(county name)

May 2022
(month) and (year)

MY COMMISSION EXPIRES

12/9/2023
(date)



Rhonda Krause
(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): Coconino
Name (owner or official) title: Scott Gold, President
Company name: Flagstaff Ranch Water Company, Inc.

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

FOR THE YEAR ENDING: 12/31/21

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 (\$)

\$255,081

(The amount in the box above includes

\$17,153 in sales taxes
billed or collected)



signature of owner/official

(928) 354-2227

telephone no.

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

Maricopa
(county name)

THIS

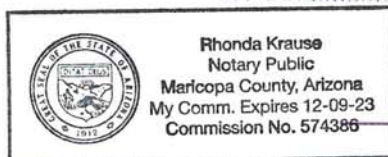
2

DAY OF

May 2022
(month) and (year)

MY COMMISSION EXPIRES

12/9/23
(date)



Rhonda Krause
(signature of notary public)

Flagstaff Ranch Water Company, Inc.
Annual Report
Full Gross-up Method for Income Tax Statement of Certification
12/31/21

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): Coconino
Name (owner or official) title: Scott Gold, President
Company name: Flagstaff Ranch Water Company, Inc.

FOR THE YEAR ENDING: 12/31/21

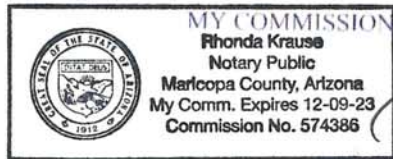
Sworn Statement:

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]
signature of owner/official
(928) 354-2227
telephone no.

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

THIS 2 DAY OF May 2022
(month) and (year)



12/9/2023
(date)
Rhonda Krause
(signature of notary public)