



March 25, 2022

**To the Members of Community Water Company of Green Valley,
(An Arizona nonprofit corporation with members)**

45 Years of Service . . . In 1975, for the benefit of our community, a group of Green Valley residents began volunteering their time to acquire the local water utility. On June 10, 1977, control of the utility passed to the Board of the Community Water Company of Green Valley, and management began operating the water delivery system. The system had 2,700 units, 62 miles of mainline pipe, and a storage capacity of 1 million gallons. We began operation with about ten employees and a debt of about \$2.6 million.

We are delighted to note that at year-end 2021, we served 12,845 active residential units, 398 commercial units, and a handful of other customers. In total, we have 13,360 active units, 154 miles of mainline pipe, and 6 million gallons of water storage capacity. When fully staffed, we have 21 employees. Our debt is currently about \$2.5 million, and our residential water bills average around \$22.50 per month. Total 2021 revenues for utility operations were \$4,674,000, and excess revenues over expenses were \$496,000.

The Arizona Corporation Commission approved our current delivery rates in 2016. It is vital to maintain financial sustainability, and we will need to continue generating sufficient revenues to meet expenses fully. In addition to capital improvements, we continue to experience increased operating and maintenance costs.

Water Quality . . . The water delivered to our members and customers met or surpassed all health and safety measures required by the United States Environmental Protection Agency, the Arizona Department of Environmental Quality, and the Pima County Department of Environmental Quality. Our latest annual Water Quality Report, covering data samples from 2021, will be published in July and confirms that our delivered water meets all applicable water quality standards. Our 2020 annual Water Quality Report is available on our website www.communitywater.com.

Our latest Water Quality Report noted that we are not currently impacted by sulfate contamination from the local mines and includes additional information on sulfate. A Community Advisory Group (CAG) was established as a part of the sulfate mitigation order; the Arizona Department of Environmental Quality also agreed to monitor the local sulfate mitigation efforts. Representatives of Community Water attend the CAG meetings.

Water Supplies . . . Total rainfall in 2021 was higher than the prior year – 10.05 inches in 2020 and 13.59 inches in 2021. Community Water pumped 2,385.3 acre-feet of water from our aquifer - a decrease of about 2% from the prior year.

Community Water is committed to maintaining a sustainable water supply. Local water supplies are not sustainable as long as they continue to decline. Even though it can be decades before we feel the impact, it is crucial to invest in solutions for future generations. Project Renew is started in 2007 to bring renewable water supplies to the Green Valley Sahuarita area at no cost to the members of Community Water. Project Renew is connected to the Central Arizona Project pipeline at the CAP Terminus. Construction to date includes a pipeline along Pima Mine Road to Nogales Highway and a segment under the Nogales Highway/Sahuarita Road intersection. It also has a 99-year lease on a recharge site.

People who serve you . . . In January 2022, a customer satisfaction survey showed our customers had an overall 97% satisfaction rate. Water service and customer service continue to have high satisfaction rates. We were pleased to note that 98% of respondents felt sustainable water supplies and conservation programs are essential. We received high scores for serving the public well, keeping the public informed, and giving good value for the money. We invite you to examine the full survey results on our website.

We appreciate the exceptional service by our employees who keep us financially sound, in compliance with regulatory requirements, reliably operate the water system, and provide excellent customer service throughout the year.

Over the last year and a half, we have had three retirements of fully qualified and excellent staff who cumulatively had over 115 years of water utility experience. We are proud to have promoted two of our employees, Saul Leal and Trey Harris, to leadership positions. Both have successfully achieved the highest certification in the state for water treatment and distribution. We continue to recruit and hire replacement employees for other field staff positions.

The COVID pandemic has presented unique challenges, and we have adopted several protocols for the safety of our customers and employees. Our customer service staff will continue to operate remotely.

In conclusion, the work begun 47 years ago by a group of volunteers continues to be a resounding success. We continue to owe a debt of thanks to our volunteer directors, who represent our members' interests. Their knowledge of the community and local water issues is valuable, and we continue to be delighted with the directors' expertise in serving Community Water. Please complete an interest form if you would like to participate in supporting our board; call Heather Graves at (520) 625-8409 for more information.

Our annual meeting of members will be held on Wednesday, April 27, 2022, at 9:30 AM at the Green Valley Recreation East Center Auditorium, located at Esperanza Blvd and Abrego Drive. Registration begins at 9:00 AM. COVID protocols will be observed; we look forward to seeing you there.

Sincerely,
Community Water Company of Green Valley



Thomas E. Cooke
Chair of the Board



Arturo R. Gabaldón
President



COMMUNITY WATER COMPANY OF GREEN VALLEY 2022 PROXY STATEMENT

This statement is furnished in connection with a solicitation by the management for proxies to be used at the Annual Meeting of the Members of the Corporation to be held at the GV Recreation East Center, 7 S Abrego Drive, Green Valley, Arizona, **on Wednesday, April 27, 2022, at 9:30 AM.**

Members in good standing at the close of business Wednesday, March 23, 2022, are entitled to vote.

The Bylaws of the Corporation do not provide for cumulative voting.

Signed proxy postcards to appoint Richard W Cox and Pierre Hanhart as proxies for the members will be executed at the meeting. Proxies may be revoked at any time, either by subsequent written revocation or in person at the meeting.

ELECTION OF DIRECTORS

The Board of Directors consists of the following named persons, their former or current occupation, and the year their present term as a director will expire. Directors whose terms expire in 2022 are indicated by **BOLD CAPITAL LETTERS.**

THOMAS E COOKE (2022),

Retired Trial Attorney,
Cooke Lamanna Smith & Cogswell

HEATHER GRAVES (2022),

Administrative Services Manager
Community Water Company of Green Valley

JOE MCCALPIN (2022),

Retired Aerospace Systems Engineer/Program
Manager

PAUL D WILLIAMSEN (2022),

Retired Scheduling Supervisor
United Technologies Chemical Systems

Glen Barnes (2023),

Retired Procurement Manager

Pierre Hanhart (2023),

Controller
Community Water Company of Green Valley

Carol Yarborough (2023),

Realtor, Long Realty

Richard W Cox (2024),

Retired Insurance Agent

Arturo R Gabaldón (2024),

General Manager
Community Water Company of Green Valley

John R. Woerner (2024),

Retired Rates Analyst,
Wholesale Electric Transmission and Power

Your Board is nominating for re-election the following candidates (name and the year each joined the Board) to serve three-year terms as directors:

Thomas E Cooke (2011), Heather Graves (2020), Joe McCalpin (2021), and Paul D Williamsen (2013)

The proxies for the members, named in the enclosed **2022 PROXY**, are to vote such proxy for the election of the above as Director. Management is assured that each nominee is qualified and can serve as a director. Proxies intend to vote for another qualified person of any nominee who cannot accept the nomination.

OTHER BUSINESS

Management knows no other business to be brought before the meeting. Members who would like to present motions to the Board on the day of the Annual Meeting must submit these motions, in writing, with name and address to Community Water Company of Green Valley, no later than **April 13, 2022**. The meeting will follow Robert's Rules of Order. Motions may be sent as follows:

Mail: Community Water Company of Green Valley
Attn: Secretary of the Board
1451 S La Canada Dr #7
Green Valley AZ 85622; or
Email: info@communitywater.com

The proxies for the members, named in the enclosed **2022 PROXY**, are to vote such proxy for or against such motions before the Board in accordance with their best judgment on such matters.

Please sign and mail the enclosed PROXY on or before Thursday, April 21, 2022

COMMUNITY WATER COMPANY OF GREEN VALLEY NOTICE OF MEETING

To the Members of Community Water Company of Green Valley:

NOTICE IS HEREBY GIVEN that the Annual Meeting of Members of Community Water Company of Green Valley will be held at the GV Recreation East Center, 7 S Abrego Drive, Green Valley, Arizona, on **Wednesday, April 27, 2022, at 9:30 AM** for the following purpose:

- (1) To elect four (4) directors each to hold office until a successor shall have been elected and qualified for a term of three (3) years; and
- (2) To vote on any other business properly presented at the meeting or any adjournment thereof.

The Board of Directors has fixed the close of business Wednesday, March 23, 2022, as the record date for the determination of Members entitled to receive notice of and vote at the meeting.

Registration of members attending the meeting in person will be open from 9 AM to 9:30 AM the day of the meeting, at the meeting place. Each member who does not expect to attend in person is requested to **sign and return the attached PROXY on or before Thursday, April 21, 2022**.

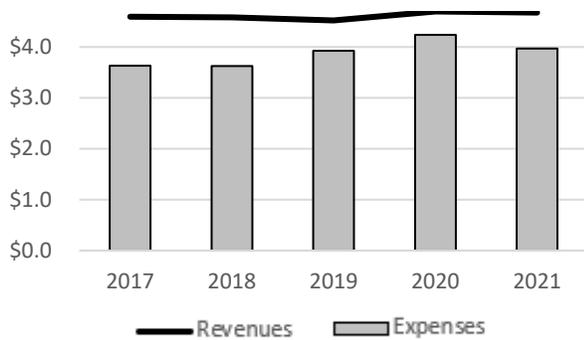
By order of the Board of Directors
Richard W Cox, Assistant Secretary
April 1, 2022

Community Water Company of Green Valley

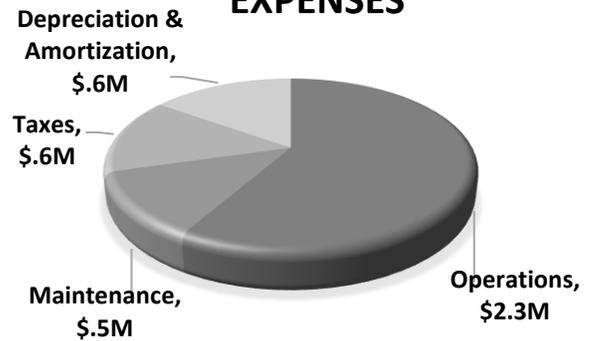
2021 Financial Highlights

Water Utility Operations (\$Millions)

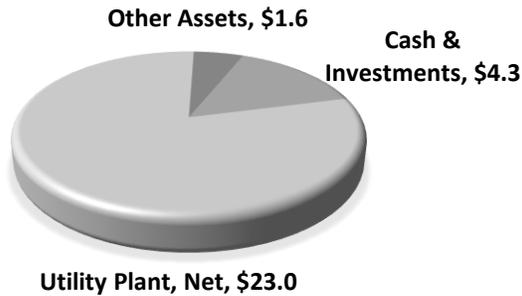
REVENUES & EXPENSES



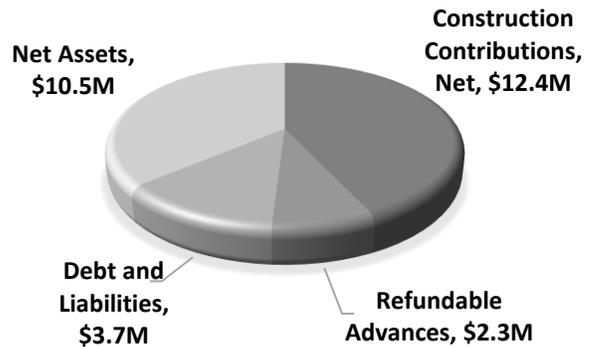
EXPENSES



ASSETS



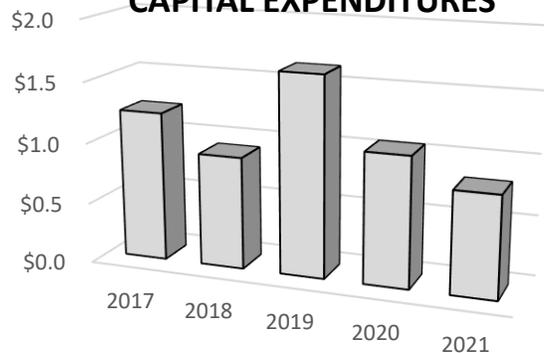
LIABILITIES & NET ASSETS



CASH & INVESTMENTS



CAPITAL EXPENDITURES



Notes

- Organized as an Arizona nonprofit corporation with members
- Operates a four-well system, and delivering through 153 miles of mains
- Maintains a storage capacity of 6.6 million gallons of water
- Meets the AWWA standard of a 48-hour emergency water supply
- Delivers an average of 2-million gallons of water daily
- Serves 12,815 active residential and 394 active business customers as of year-end 2021
- Audited financial statements are available at www.communitywater.com or by calling Heather Graves at (520) 625-8409

**DIRECTORS, BOARD CONSULTANTS,
OFFICES, AND MANAGEMENT**

As of March 31, 2022

Directors:

Thomas E Cooke, Chair
John Woerner, Vice-Chair
Arturo R Gabaldón, President
Pierre Hanhart, Treasurer
Paul D Williamsen, Assistant Treasurer
Heather Graves, Secretary
Richard W Cox, Assistant Secretary
Glen M Barnes
Joe McCalpin
Carol A Yarborough

Board Consultants:

Virgil W Davis, Chair Emeritus
Donna J Severidt, Treasurer Emeritus
Gary McBride
Paul Mena
Todd Kellstrom
Ronald Woelfel

Supervisors:

John Meyer, Utility Operator
Saul Leal, Distribution Supervisor
Trey Harris, Treatment Supervisor

**MINUTES OF THE ANNUAL MEETING OF THE MEMBERS
OF COMMUNITY WATER COMPANY OF GREEN VALLEY
Wednesday, April 28, 2021**

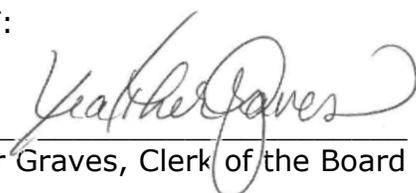
Mr. Davis opened the Annual Meeting of the Members held virtually on Wednesday, April 28, 2021, at 9:30 AM, under the Notice of the Annual Meeting mailed to all registered members. Safety share included comments about COVID-19.

Ms. Graves, Board Secretary, reported that the Board of Directors had fixed the close of business on Wednesday, March 24, 2021, as the record date for determining the members entitled to vote at the annual meeting. On that date, there were 10,472 members. Five percent (5%) or 524 members constitute a quorum for conducting business. The number of voting members present online (14) and by proxy (1,856), for a total of 1,870. Ms. Graves announced the suspending of the reading of the 2021 Notice of Meeting and minutes of July 30, 2020, Annual Meeting of the Members, without objection. The minutes of the 2020 Annual Meeting of Members were distributed and accepted as presented.

Election of Directors was held - upon a motion duly made and seconded, the members elected Richard W Cox, Arturo R Gabaldón, and John R Woerner, each to serve as a Director for three-year terms ending in 2024, with 1,870 votes in favor, and none opposed.

Mr. Davis, Chair, Mr. Gabaldón, President, and Mr. Hanhart, Treasurer, presented reports. There was no unfinished or new business. Member questions and comments were received from the floor. The meeting adjourned at 10:21 AM.

ATTEST:


Heather Graves, Clerk of the Board

The undersigned, revoking any previous proxies, hereby acknowledges receipt of *Notice of Meeting* and *2022 Proxy Statement* in connection with the Annual Meeting mentioned below and appoints Richard W Cox and Pierre Hanhart, and each of them, the proxies of the undersigned, with the power of substitution, to attend the Annual Meeting of the Members of the Corporation to be held at GV Recreation East Center, 7 S Abrego Drive, Green Valley, Arizona, on Wednesday, April 27, 2022, at 9:30 AM, and at any adjournment thereof and there:

- (1) **vote to elect four (4) directors, each to hold office until a successor shall have been elected and qualified, for a term of three (3) years; and**
- (2) **vote on any other business properly presented**

I hereby ratify all that the said proxies or their substitutes may do so by virtue hereof. This proxy is being solicited on behalf of the management. Please **SIGN** below and mail this self-addressed, stamped postcard on or before **Thursday, April 21, 2022**.

Date	Please PRINT Member's Name	Member's Signature
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Please sign and mail before
Thursday, April 21, 2022

NO POSTAGE
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PROXY ENCLOSED
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APRIL 21, 2022