

ANNUAL REPORT

Of

Company Name: Liberty Utilities (Black Mountain Sewer) Corp
14920 W Camelback Rd.,

Mailing Address: Litchfield Park AZ
85340

Docket No.: SW-02361A
For the Year Ended: 12/31/22

**RECEIVED
BY EMAIL**
4/14/2023, 8:07 AM
**ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION**

WASTEWATER UTILITY

To

Arizona Corporation Commission

Due on April 15th

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

Application Type: Original Filing
Application Date: 4/14/2023

ARIZONA CORPORATION COMMISSION
WASTEWATER UTILITY ANNUAL REPORT
Liberty Utilities (Black Mountain Sewer) Corp
A Class ☐ Utility

For the Calendar Year Ended: 12/31/22

Primary Address:

14920 W Camelback Rd.,
City: Litchfield Park State: Arizona Zip Code: 85340

Telephone Number:

623-935-9367

Date of Original Organization of Utility:

2/24/1978

Person to whom correspondence should be addressed concerning this report:

Name:

Nick Liu

Telephone No. :

623-298-3762

Address:

14920 W Camelback Rd.,
City: Litchfield Park State: Arizona Zip Code: 85340

Email:

Nick.Liu@LibertyUtilities.com

Management Contact
Name:

Moses Thompson

Telephone No. :

623-695-4342

Address:

14920 W Camelback Rd.,
City: Litchfield Park State: Arizona Zip Code: 85340

Email:

Moses.Thompson@libertyutilities.com

Management Contact
Name:

Joshua Reiff

Telephone No. :

623-935-9367

Address:

7202 E. Cave Creek Ste 1D
City: Carefree State: Arizona Zip Code: 85377

Email:

Joshua.Reiff@libertyutilities.com

NA
Name:

NA

Telephone No. :

NA

Address:

NA
City: NA State: Arizona Zip Code: NA

Email:

NA

NA
Name:

NA

Telephone No. :

NA

Address:

NA
City: NA State: Arizona Zip Code: NA

Email:

NA

Ownership:

"C" Corporation

Counties Served:

Maricopa

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

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

Utility Plant in Service (Wastewater)							
Account No.	Description	Beginning Year Original Cost	Current Year Additions	Current Year Retirements	Adjusted Original Cost	Accumulated Depreciation	OCLD (OC less AD)
351	Organization	\$0	\$0	\$0	\$0	\$0	\$0
352	Franchises	0	0	0	0	0	0
353	Land and Land Rights	158,929	9,117	0	168,047	0	168,047
354	Structures and Improvements	4,255,403	65,961	0	4,321,364	1,761,032	2,560,332
355	Power Generation Equipment	9,000	0	0	9,000	3,501	5,499
360	Collections Wastewater - Force	5,033,056	36,467	0	5,069,523	409,766	4,659,757
361	Collections Wastewater - Gravity	5,625,525	16,849	0	5,642,374	4,011,330	1,631,044
362	Special Collecting Structures	765,406	0	0	765,406	(12,897)	778,303
363	Services to Customers	331,042	34,840	0	365,882	200,727	165,155
364	Flow Measuring Devices	68,638	0	0	68,638	(5,944)	74,582
365	Flow Measuring Installations	180,051	0	0	180,051	180,030	21
366	Reuse Services	0	0	0	0	0	0
367	Reuse Meters & Meter Installations	0	0	0	0	0	0
370	Receiving Wells	773,931	28,753	0	802,684	639,316	163,368
371	Pumping Equipment	1,353,536	128,907	0	1,482,443	893,422	589,021
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	430,704	1,972	0	432,676	205,474	227,202
381	Plant Sewers	150,907	0	0	150,907	111,033	39,874
382	Outfall Sewer Lines	0	0	0	0	0	0
389	Other Plant and Misc. Equipment	997,549	0	0	997,549	867,783	129,766
390	Office Furniture and Equipment	84,741	0	0	84,741	81,031	3,710
390.1	Computer & Software	157,883	824	0	158,707	111,236	47,471
391	Transportation Equipment	120,665	0	0	120,665	99,692	20,973
392	Stores Equipment	0	0	0	0	0	0
393	Tools, Shop and Garage Equipment	34,076	50,743	0	84,819	15,014	69,805
394	Laboratory Equipment	14,219	1,233	0	15,452	9,423	6,029
395	Power Operated Equipment	0	0	0	0	0	0
396	Communication Equipment	163,371	85,831	0	249,202	122,605	126,597
397	Miscellaneous Equipment	31,605	0	0	31,605	8,187	23,418
398	Other Tangible Plant	1,200,080	0	0	1,200,080	334,144	865,936
	Totals	\$21,940,318	\$461,497	\$0	\$22,401,814	\$10,045,905	\$12,355,909

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 (Black Mountain Sewer) Corp
Annual Report
Depreciation Expense for the Current Year (Wastewater)
12/31/22

Depreciation Expense for the Current Year (Wastewater)								
Account No.	Description	Beginning Year Original Cost	Current Year Additions	Current Year Retirements	Adjusted Original Cost	Fully Depreciated/Non- depreciable Plant	Depreciation Percentages	Depreciation Expense
351	Organization	\$0	\$0	\$0	\$0	\$0	0.00%	\$0
352	Franchises	0	0	0	0	0	0.00%	0
353	Land and Land Rights	158,929	9,117	0	168,047	0	0.00%	0
354	Structures and Improvements	4,255,403	65,961	0	4,321,364	0	3.33%	142,803
355	Power Generation Equipment	9,000	0	0	9,000	0	5.00%	450
360	Collections Wastewater - Force	5,033,056	36,467	0	5,069,523	0	2.00%	101,026
361	Collections Wastewater - Gravity	5,625,525	16,849	0	5,642,374	2,647,799	2.00%	59,723
362	Special Collecting Structures	765,406	0	0	765,406	0	2.00%	15,308
363	Services to Customers	331,042	34,840	0	365,882	186,961	2.00%	3,230
364	Flow Measuring Devices	68,638	0	0	68,638	0	10.00%	6,864
365	Flow Measuring Installations	180,051	0	0	180,051	179,610	10.00%	44
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	773,931	28,753	0	802,684	0	3.33%	26,251
371	Pumping Equipment	1,353,536	128,907	0	1,482,443	743,464	12.50%	84,316
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	430,704	1,972	0	432,676	76,298	5.00%	17,770
381	Plant Sewers	150,907	0	0	150,907	116,917	5.00%	1,700
382	Outfall Sewer Lines	0	0	0	0	0	3.33%	0
389	Other Plant and Misc. Equipment	997,549	0	0	997,549	910,707	6.67%	5,792
390	Office Furniture and Equipment	84,741	0	0	84,741	0	6.67%	5,652
390.1	Computer & Software	157,883	824	0	158,707	62,541	20.00%	19,151
391	Transportation Equipment	120,665	0	0	120,665	51,263	20.00%	13,880
392	Stores Equipment	0	0	0	0	0	4.00%	0
393	Tools, Shop and Garage Equipment	34,076	50,743	0	84,819	0	5.00%	2,972
394	Laboratory Equipment	14,219	1,233	0	15,452	2,416	10.00%	1,242
395	Power Operated Equipment	0	0	0	0	0	5.00%	0
396	Communication Equipment	163,371	85,831	0	249,202	49,657	10.00%	15,663
397	Miscellaneous Equipment	31,605	0	0	31,605	0	10.00%	3,161
398	Other Tangible Plant	1,200,080	0	0	1,200,080	486,294	10.00%	71,379
	Subtotal	\$21,940,318	\$461,497	\$0	\$22,401,814	\$5,513,927		\$598,376

Contribution(s) in Aid of Construction (Gross)	\$6,957,144
Less: Non Amortizable Contribution(s)	0
Fully Amortized Contribution(s)	5,710,098
Amortizable Contribution(s)	\$1,247,046
Times: Proposed Amortization Rate	3.12%
Amortization of CIAC	\$38,925

Less: Amortization of CIAC **\$38,925**

DEPRECIATION EXPENSE **\$559,451**

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 (Black Mountain Sewer) Corp
Annual Report
Balance Sheet Assets
12/31/22

Balance Sheet Assets				
	Assets		Balance at Beginning of Year (2022)	Balance at End of Year (2022)
Account No.	Current and Accrued Assets			
131	Cash		(\$8,723)	\$69,276
132	Special Deposits		444,265	\$444,344
135	Temporary Cash Investments		0	\$0
141	Customer Accounts Receivable		134,390	\$99,390
142	Other Accounts Receivable		0	\$0
143	Accumulated Provision for Uncollectable Accounts		(22,906)	(\$31,363)
146	Notes Receivable from Associated Companies		0	\$0
151	Plant Material and Supplies		0	\$0
162	Prepayments		4,599	\$2,333
173	Accrued Utility Revenue		254,094	\$238,702
174	Miscellaneous Current and Accrued Assets		0	\$0
	Total Current and Accrued Assets		\$805,720	\$822,682
	Deferred Debits			
186.1	Deferred Rate Case Expense		\$41,254	\$141,254
186.2	Other Deferred Debits		3,087,482	2,625,192
	Total Deferred Debits		\$3,128,736	\$2,766,446
	Fixed Assets			
101	Utility Plant in Service*		\$21,940,318	\$22,401,814
103	Property Held for Future Use		0	0
105	Construction Work in Progress		1,308,375	1,356,921
108	Accumulated Depreciation (enter as negative)*		(9,470,070)	(10,045,905)
121	Non-Utility Property		0	0
122	Accumulated Depreciation - Non Utility		0	0
	Total Fixed Assets		\$13,778,623	\$13,712,830
	Total Assets		\$17,713,079	\$17,301,958

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.

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

Liberty Utilities (Black Mountain Sewer) Corp
Annual Report
Balance Sheet Liabilities and Owners Equity

Balance Sheet Liabilities and Owners Equity				
	Liabilities		Balance at Beginning of Year (2022)	Balance at End of Year (2022)
Account No.	Current Liabilities			
231	Accounts Payable		(\$330)	(\$330)
232	Notes Payable (Current Portion)		0	\$0
234	Notes Payable to Associated Companies		6,262,908	\$5,497,022
235	Customer Deposits		32,062	\$31,488
236	Accrued Taxes		(2,341)	(\$16,573)
237	Accrued Interest		182,149	\$296,389
241	Miscellaneous Current and Accrued Liabilities		524,450	\$458,479
253	Other Deferred Credits		484,548	\$489,993
	Total Current Liabilities		\$7,483,447	\$6,756,469
	Long Term Debt			
224	Long Term Debt (Notes and Bonds)		\$3,400,000	\$3,400,000
	Total Long Term Debt		\$3,400,000	\$3,400,000
	Deferred Credits			
252	Advances in Aid of Construction		\$170,725	\$188,225
255	Accumulated Deferred Investment Tax Credits		350,226	242,094
271	Contributions in Aid of Construction		6,964,644	6,964,644
272	Less: Amortization of Contributions		(5,796,513)	(5,862,069)
281	Accumulated Deferred Income Tax		1,547,390	1,656,762
	Total Deferred Credits		\$3,236,472	\$3,189,656
	Total Liabilities		\$14,119,919	\$13,346,126
	Capital Accounts			
201	Common Stock Issued		\$1,009,680	\$1,009,680
211	Other Paid-In Capital		(3,400,000)	(3,400,000)
215	Retained Earnings		5,983,480	6,346,153
218	Proprietary Capital (Sole Props and Partnerships)		0	0
	Total Capital		\$3,593,159	\$3,955,832
	Total Liabilities and Capital		\$17,713,078	\$17,301,958

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 (Black Mountain Sewer) Corp
Annual Report
Wastewater Comparative Income Statement
12/31/22

Wastewater Comparative Income Statement			
Account No.	Calendar Year	Current Year 01/01/2022 -	Last Year 01/01/2021 -
	Operating Revenue		
521	Flat Rate Revenues	\$2,501,556	\$2,446,618
522	Measured Revenues	268,003	306,134
534	Rents from Wastewater Property	0	0
536	Other Wastewater Revenues	15,536	9,251
420	AFUDC Income	0	0
	Total Revenues	\$2,785,095	\$2,762,002
	Operating Expenses		
701	Salaries and Wages	\$0	\$0
704	Employee Pensions and Benefits	0	0
710	Purchased Wastewater Treatment	467,820	304,146
711	Sludge Removal Expense	0	0
715	Purchased Power	38,264	24,625
716	Fuel for Power Production	0	0
718	Chemicals	3,710	4,164
720	Materials and Supplies	2,277	8,984
720.1	Repairs and Maintenance	1,425	1,593
720.2	Office Supplies and Expense	1,524	1,585
721	Office Expense	17,626	5,848
731	Contractual Services -Engineering	0	0
732	Contractual Services - Accounting	8,128	4,733
733	Contractual Services - Legal	12,000	(19,477)
734	Contractual Services - Management Fees	612,529	633,154
735	Contractual Services - Testing	23,647	20,002
736	Contractual Services - Other	90,936	95,814
740	Rents - Building	35,383	42,634
742	Rents - Equipment	0	0
750	Transportation Expenses	15,960	9,294
757	Insurance - General Liability	22,287	16,283
758	Insurance - Worker's Compensation	0	0
759	Insurance - Other	2,682	3,619
760	Advertising Expense	4,869	2,188
766	Regulatory Commission Expense - Rate Case	0	0
767	Regulatory Commission Expense - Other	0	0
770	Bad Debt Expense	8,457	(21,408)
775	Miscellaneous Expense	29,264	24,440
403	Depreciation Expense (From Schedule AR4)	559,451	586,851
408	Taxes Other Than Income	0	0
408.11	Property Taxes	39,245	53,950
408.12	Payroll Taxes	0	0
409	Income Taxes	(10,760)	(100,203)
	Total Operating Expenses	\$1,986,723	\$1,702,819
	Operating Income / (Loss)	\$798,372	\$1,059,183
	Other Income / (Expense)		
414	Gain (Loss) on Dispositions	\$0	\$0
419	Interest and Dividend Income	0	0
421	Non-Utility Income	0	0
426	Miscellaneous Non-Utility (Expense)	(179,595)	(284,062)
427	Interest (Expense)	(114,365)	(115,412)
	Total Other Income / (Expense)	(\$293,960)	(\$399,474)
	Net Income / (Loss)	\$504,412	\$659,709

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 (Black Mountain Sewer) Corp
Annual Report
Full time equivalent employees
12/31/22

Full time equivalent employees

	Direct Company	Allocated	Outside service	Total
President	0.0	0.0	0.0	0.1
Vice-president	0.0	0.0	0.0	0.0
Manager	0.0	0.0	0.0	0.0
Engineering Staff	0.6	0.0	0.0	0.6
System Operator(s)	1.6	0.0	0.0	1.6
Customer Service	0.0	0.0	0.0	0.0
Accounting	1.1	0.1	0.0	1.1
Business Office	0.0	0.6	0.0	0.6
Rates Department	0.0	0.0	0.0	0.0
Administrative Staff	0.1	0.0	0.0	0.1
Other	0.3	0.2	0.0	0.5
Total	3.8	0.9	0.0	4.7

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.

Liberty Utilities (Black Mountain Sewer) Corp
Annual Report
Supplemental Financial Data (Long-Term Debt)
12/31/22

Supplemental Financial Data (Long-Term Debt)				
	Loan #1	Loan #2	Loan #3	Loan #4
Date Issued	6/27/2019	NA	NA	NA
Source of Loan	Liberty Utilities Co	NA	NA	NA
ACC Decision No.	75510	NA	NA	NA
Reason for Loan	Approved Capital	NA	NA	NA
Dollar Amt. Issued	\$ 3,400,000	NA	NA	NA
Amount Outstanding	\$ 3,400,000	NA	NA	NA
Date of Maturity	6/24/2029	NA	NA	NA
Interest Rate	3.36%	NA	NA	NA
Current Year Interest	\$ 114,240	NA	NA	NA
Current Year Principal	\$ -	NA	NA	NA

Meter Deposit Balance at Test Year End:	\$0
---	-----

Meter Deposits Refunded During the Test Year:	\$0
---	-----

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 (Black Mountain Sewer) Corp.	
Wastewater Inventory Number (if applicable):	APP100351	
Type of Treatment	Other	
Design Capacity of Plant (Gallons per day)	N/A	

LIFT STATION FACILITIES					
Location	Quantity of Pumps	Horsepower Per Pump	Rated Capacity Per Pump (GPM)	Wet Well Capacity (gals)	Year Constructed
Commercial	2	35 HP	200	1080	*2018
CIE - No Longer Exists	N/A	N/A	N/A	N/A	NA
Indian Rock	2	6.5	100	470	*2018
Sage Brush	2	4	45	470	*2014
Trade Center	2	10	174	1000	2005
Sentinel Rock	2	15	370	1500	1999
Carefree Highway	2	20	150	1525	1997
Stage Coach Pass	2	11	50	470	*2019
Peaceful Place	2	3	15	470	*2010
Sunset Trails	2	20	150	2600	1998
El Pedregal	2	10	185	2000	1988
Ridgeview	2	7.5	100	470	1996
Canyon Crossings - New	2	4	85	1000	*2019
Carefree Village	2	2.7	85	1760	2003
Indian Basket	2	1	11	150	*2018
NA	NA	NA	NA	NA	*Upgrades

FORCE MAINS		
Size	Material	Length (Feet)
Unknown	ACP/PVC/DIP	3,581
1.5 inch	ACP	2,660
2 inch	ACP	5,352
2.5 inch	PVC	164
3 inch	PVC	685
4 inch	PVC	7,263
6 inch	PVC	39,327
8 inch	PVC	625
10 inch	PVC	1,188

MANHOLES	
Type	Quantity
Standard	1,079
Drop	20

CLEANOUTS	
	Quantity
	36
	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	VCP/PVC/DIP/ABS	473		4	NA	2,379
6	VCP/PVC/DIP/ABS	12,457		6	NA	134
8	VCP/PVC/DIP/ABS	197,010		NA	NA	NA
10	VCP/PVC/DIP/ABS	3,145		NA	NA	NA
12	VCP/PVC/DIP/ABS	3,061		NA	NA	NA
15	VCP/PVC/DIP/ABS	1,708		NA	NA	NA
18	VCP/PVC/DIP/ABS	130		NA	NA	NA
21	VCP/PVC/DIP/ABS	74		NA	NA	NA
24	VCP/PVC/DIP/ABS	0		NA	NA	NA
30	VCP/PVC/DIP/ABS	0		NA	NA	NA
Unknown & 16	VCP/PVC/DIP/ABS	2,786		NA	NA	NA
2	VCP/PVC/DIP/ABS	473		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	N/A
DISINFECTION EQUIPMENT (Chlorinator, Ultra-Violet, Etc.)	N/A
FILTRATION EQUIPMENT (Rapid Sand, Slow Sand, Activated Carbon, Etc.)	NA
STRUCTURES (Buildings, Fences, Etc.)	14 Collection lift stations, Concrete Black Wall
Other (Laboratory Equipment, Tools, Vehicles, Standby, Power Generators, Etc.)	Odor Control Scrubber (Commercial Lift Station), Stad-by Generator (Portable); Lifting Crane Assembly; Ford Pickup (x2); Stand by Generators (Carefree Village, Commercial, New Trade Center)

Note: If you are filing for more than one system, please provide separate sheets for each system.

Instructions: Fill out the Grey Cells with the relevent information. Input 0 or none if there is nothing recorded in that account or there is no applicable information to report. Copy and paste this sheet as many times as is necessary.

Liberty Utilities (Black Mountain Sewer) Corp
Annual Report
Wastewater Flows
12/31/22

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	2,355	10,075,000	325,000.000	\$2,715	14,562
February	2,357	11,440,000	531,000.000	\$2,339	12,216
March	2,357	15,854,000	529,000.000	\$2,519	13,305
April	2,358	13,994,324	509,000.000	\$2,821	14,956
May	2,358	11,819,371	430,000.000	\$2,743	13,117
June	2,358	11,565,242	411,000.000	\$2,807	13,226
July	2,358	11,876,000	383,000.000	\$2,982	14,029
August	2,358	11,876,000	383,000.000	\$2,788	13,244
September	2,358	11,179,000	383,000.000	\$3,365	14,107
October	2,359	7,887,000	343,000.000	\$2,804	13,103
November	2,358	7,929,000	339,000.000	\$4,131	29,489
December	2,358	7,778,000	311,000.000	\$2,865	14,414
	Totals	133,272,937	4,877,000	\$34,878	179,768

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:

N/A

Note: If you are filing for more than one system, please provide separate sheets for each system.

1 Enter the total purchased power costs for the power meters associated with this system.

2 Enter the total purchased kWh used by the power meters associated with this system.

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

Other Wastewater System Information

Provide a calculation used to determine the value of one wastewater equivalent residential connection (ERC).

Use one of the following methods:

- (a) If actual flow data are available from the preceding 12 months, divide the total annual single family residence (SFR) gallons sold by the average number of single family residence customers for the same period and divide the result by 365 days.
- (b) If no historical flow data are available, use:
$$\text{ERC} = (\text{Total SFR gallons treated (Omit 000)} / 365 \text{ days} / 280 \text{ gallons per day})$$

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	155
Method used:	(a)

What is the present system connection capacity (in ERCs *) using existing lines? 2,490

What is the future system connection capacity (in ERCs *) upon service area buildout? 3,751

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

N/A

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.

NA

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

N/A

If so, when?

NA

Liberty Utilities (Black Mountain Sewer) Corp
 Annual Report
 Utility Shutoffs / Disconnects
 12/31/22

Utility Shutoffs / Disconnects		
Name of System:	Liberty Utilities (Black Mountain Sewer) Corp.	
Wastewater Inventory Number (if applicable):	APP100351	

Month	0	0	0
January	0	0	0
February	0	0	0
March	0	0	0
April	0	0	0
May	0	0	0
June	0	57	0
July	0	10	0
August	0	11	0
September	0	23	0
October	0	20	0
November	0	0	0
December	0	0	0
Total	0	121	0

Other (description):

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 (Black Mountain Sewer) Corp
Annual Report
Property Taxes
12/31/22

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

Amount of actual property taxes paid during Calendar Year 2022 was
--

\$39,245

If no property taxes paid, explain why.

N/A

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

Verification and Sworn Statement (Taxes)

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

County of (county name): Maricopa
Name (owner or official) title: Crystal Greene, Secretary/Treasurer
Company name: Liberty Utilities (Black Mountain Sewer) Corp

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

FOR THE YEAR ENDING: 12/31/22

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.

Crystal Greene
signature of owner/official

623-298-3744
telephone no.

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

THIS 11th DAY OF Maricopa
(county name)
April 2023
(month) and (year)

MY COMMISSION EXPIRES

April 29, 2025
(date)



Micky chetty
(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:

Crystal Greene, Secretary/Treasurer

Company name:

Liberty Utilities (Black Mountain Sewer) Corp

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

FOR THE YEAR ENDING: 12/31/22

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 (\$)

\$2,785,095

(The amount in the box above includes

\$0 in sales taxes

billed or collected)

Crystal Greene
signature of owner/official

623-298-3744

telephone no.

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

THIS

11th

DAY OF

Maricopa

(county name)

April 2023

(month) and (year)

MY COMMISSION EXPIRES

April 29, 2025
(date)



Micky Chetty

(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: Crystal Greene, Secretary/Treasurer
Company name: Liberty Utilities (Black Mountain Sewer) Corp

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

FOR THE YEAR ENDING: 12/31/22

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 (\$)

\$2,356,112

(The amount in the box above includes

\$0 in sales taxes
billed or collected)

Crystal Greene
signature of owner/official

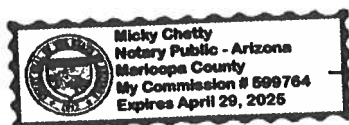
623-298-3744
telephone no.

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

Maricopa
(county name)

THIS 11th DAY OF April 2023
(month) and (year)

MY COMMISSION EXPIRES April 29, 2025
(date)



Micky chetty
(signature of notary public)

Full Gross-up Method for Income Tax Statement of Certification

Verification:

State of Arizona I, the undersigned of the
(state name)

County of (county name):

Maricopa

Name (owner or official) title:

Crystal Greene, Secretary/Treasurer

Company name:

Liberty Utilities (Black Mountain Sewer) Corp

FOR THE YEAR ENDING: 12/31/22

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 INCURRED OR 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.

Crystal Greene
signature of owner/official

623-298-3744
telephone no.

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

Maricopa
(county name)

THIS

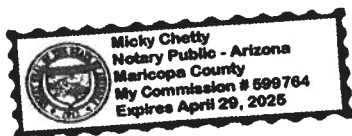
11th

DAY OF

April 2023
(month) and (year)

MY COMMISSION EXPIRES

April 29, 2025
(date)



Micky Chetty
(signature of notary public)