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**4/14/2023, 10:46 AM**

**ARIZONA CORPORATION COMMISSION  
UTILITIES DIVISION**

**ANNUAL REPORT**

Of

Company Name: Verde Santa Fe Wastewater Company, Inc.  
7581 E. Academy Blvd., Ste. 229

Mailing Address: Denver CO  
80230

Docket No.: SW-03437A

For the Year Ended: 12/31/22

**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  
Verde Santa Fe Wastewater Company, Inc.  
A Class ☒ Utility

For the Calendar Year Ended: 12/31/22

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:

ARIZONA CORPORATION COMMISSION  
WATER UTILITY ANNUAL REPORT  
Verde Santa Fe Wastewater Company, Inc.

<b>Important changes during the year</b>
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	For those companies not subject to the affiliated interest rules, has there been a change in ownership or direct control during the year?
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	If yes, please provide specific details in the box below.
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	Verde Santa Fe Wastewater Co., Inc. was purchased by JW Water Holdings, LLC and is now a wholly owned subsidiary of JW Water Holdings.
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	Has the company been notified by any other regulatory authorities during the year, that they are out of compliance?
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	If yes, please provide specific details in the box below.
--	---

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	\$30,909			\$30,909		\$30,909
352	Franchises	0			0		0
353	Land and Land Rights	45,400			45,400		45,400
354	Structures and Improvements	134,649	2,524		137,172	78,339	58,834
355	Power Generation Equipment	648	448		1,096	60	1,036
360	Collections Wastewater - Force	0			0		0
361	Collections Wastewater - Gravity	347,663			347,663	271,418	76,245
362	Special Collecting Structures	0			0		0
363	Services to Customers	85,940			85,940	60,822	25,118
364	Flow Measuring Devices	54,366			54,366	32,141	22,224
365	Flow Measuring Installations	0			0		0
366	Reuse Services	0			0		0
367	Reuse Meters & Meter Installations	0			0		0
370	Receiving Wells	0			0		0
371	Pumping Equipment	301,806	29,215		331,021	329,594	1,427
374	Reuse Distribution Reservoirs	0			0		0
375	Reuse Trans. And Distr. Equipment	3,389			3,389	212	3,177
380	Treatment and Disposal Equipment	942,120	15,347		957,467	716,471	240,996
381	Plant Sewers	0			0		0
382	Outfall Sewer Lines	0			0		0
389	Other Plant and Misc. Equipment	0			0		0
390	Office Furniture and Equipment	6,235			6,235	6,235	0
390.1	Computer & Software	0			0		0
391	Transportation Equipment	0			0		0
392	Stores Equipment	0			0		0
393	Tools, Shop and Garage Equipment	9,805			9,805	6,034	3,771
394	Laboratory Equipment	6,613			6,613	5,010	1,603
395	Power Operated Equipment	0			0		0
396	Communication Equipment	3,155			3,155	789	2,366
397	Miscellaneous Equipment	0			0		0
398	Other Tangible Plant	89,005			89,005	89,005	0
	<b>Totals</b>	<b>\$2,061,702</b>	<b>\$47,534</b>	<b>\$0</b>	<b>\$2,109,235</b>	<b>\$1,596,129</b>	<b>\$513,107</b>

**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.

Verde Santa Fe Wastewater Company, Inc.  
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	\$30,909	\$0	\$0	\$30,909			\$0
352	Franchises	0	0	0	0			0
353	Land and Land Rights	45,400	0	0	45,400			0
354	Structures and Improvements	134,649	2,524	0	137,172		3.33%	4,526
355	Power Generation Equipment	648	448	0	1,096		5.00%	44
360	Collections Wastewater - Force	0	0	0	0			0
361	Collections Wastewater - Gravity	347,663	0	0	347,663		2.00%	6,953
362	Special Collecting Structures	0	0	0	0			0
363	Services to Customers	85,940	0	0	85,940		2.00%	1,719
364	Flow Measuring Devices	54,366	0	0	54,366		10.00%	5,437
365	Flow Measuring Installations	0	0	0	0			0
366	Reuse Services	0	0	0	0			0
367	Reuse Meters & Meter Installations	0	0	0	0			0
370	Receiving Wells	0	0	0	0			0
371	Pumping Equipment	301,806	29,215	0	331,021		12.50%	39,552
374	Reuse Distribution Reservoirs	0	0	0	0			0
375	Reuse Trans. And Distr. Equipment	3,389	0	0	3,389		2.50%	85
380	Treatment and Disposal Equipment	942,120	15,347	0	957,467		5.00%	47,490
381	Plant Sewers	0	0	0	0			0
382	Outfall Sewer Lines	0	0	0	0			0
389	Other Plant and Misc. Equipment	0	0	0	0			0
390	Office Furniture and Equipment	6,235	0	0	6,235	6,235		0
390.1	Computer & Software	0	0	0	0			0
391	Transportation Equipment	0	0	0	0			0
392	Stores Equipment	0	0	0	0			0
393	Tools, Shop and Garage Equipment	9,805	0	0	9,805		5.00%	490
394	Laboratory Equipment	6,613	0	0	6,613		10.00%	661
395	Power Operated Equipment	0	0	0	0			0
396	Communication Equipment	3,155	0	0	3,155		10.00%	315
397	Miscellaneous Equipment	0	0	0	0			0
398	Other Tangible Plant	89,005	0	0	89,005	89,005		0
	<b>Subtotal</b>	<b>\$2,061,702</b>	<b>\$47,534</b>	<b>\$0</b>	<b>\$2,109,235</b>	<b>\$95,240</b>		<b>\$107,271</b>

Contribution(s) in Aid of Construction (Gross)

\$868,255

Less: Non Amortizable Contribution(s)

Fully Amortized Contribution(s)

Amortizable Contribution(s)

\$868,255

Times: Proposed Amortization Rate

2.87%

**Amortization of CIAC**

\$24,915

Less: Amortization of CIAC **\$24,915**

**DEPRECIATION EXPENSE \$82,357**

**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.

Verde Santa Fe Wastewater Company, Inc.  
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		(\$1,280)	\$21,482
132	Special Deposits			
135	Temporary Cash Investments			
141	Customer Accounts Receivable		32,318	38,079
142	Other Accounts Receivable			
143	Accumulated Provision for Uncollectable Accounts			
146	Notes Receivable from Associated Companies		(1,088)	0
151	Plant Material and Supplies			
162	Prepayments			
173	Accrued Utility Revenue			
174	Miscellaneous Current and Accrued Assets			
	<b>Total Current and Accrued Assets</b>		<b>\$29,950</b>	<b>\$59,562</b>
	<b>Deferred Debits</b>			
186.1	Deferred Rate Case Expense			
	<b>Total Deferred Debits</b>		<b>\$0</b>	<b>\$0</b>
	<b>Fixed Assets</b>			
101	Utility Plant in Service*		\$2,061,702	\$2,109,235
103	Property Held for Future Use			1,907
105	Construction Work in Progress			
108	Accumulated Depreciation (enter as negative)*		(1,488,858)	(1,596,129)
121	Non-Utility Property			
122	Accumulated Depreciation - Non Utility			
	<b>Total Fixed Assets</b>		<b>\$572,844</b>	<b>\$515,013</b>
	<b>Total Assets</b>		<b>\$602,794</b>	<b>\$574,575</b>

**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.

Verde Santa Fe Wastewater Company, Inc.  
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)
<b>Account No.</b>	<b>Current Liabilities</b>			
231	Accounts Payable		\$8,712	\$23,734
232	Notes Payable (Current Portion)			
234	Notes Payable to Associated Companies			
235	Customer Deposits		10,378	11,502
236	Accrued Taxes			
237	Accrued Interest			
241	Miscellaneous Current and Accrued Liabilities		198	40,198
253	Other Deferred Credits			
	<b>Total Current Liabilities</b>		<b>\$19,287</b>	<b>\$75,434</b>
	<b>Long Term Debt</b>			
224	Long Term Debt (Notes and Bonds)			
	<b>Total Long Term Debt</b>		<b>\$0</b>	<b>\$0</b>
	<b>Deferred Credits</b>			
252	Advances in Aid of Construction			
255	Accumulated Deferred Investment Tax Credits			
271	Contributions in Aid of Construction		978,305	978,305
272	Less: Amortization of Contributions		(953,390)	(978,305)
281	Accumulated Deferred Income Tax			
	<b>Total Deferred Credits</b>		<b>\$24,915</b>	<b>\$0</b>
	<b>Total Liabilities</b>		<b>\$44,202</b>	<b>\$75,434</b>
	<b>Capital Accounts</b>			
201	Common Stock Issued		\$183,658	\$138,658
211	Other Paid-In Capital			
215	Retained Earnings		374,934	360,483
218	Proprietary Capital (Sole Props and Partnerships)			
	<b>Total Capital</b>		<b>\$558,592</b>	<b>\$499,141</b>
	<b>Total Liabilities and Capital</b>		<b>\$602,794</b>	<b>\$574,575</b>

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

Wastewater Comparative Income Statement			
Account No.	Calendar Year	Current Year 01/01/2022 -	Last Year 01/01/2021 -
	<b>Operating Revenue</b>		
521	Flat Rate Revenues	\$513,320	\$515,354
522	Measured Revenues	7,687	7,516
534	Rents from Wastewater Property		
536	Other Wastewater Revenues	6,216	9,415
	<b>Total Revenues</b>	<b>\$527,223</b>	<b>\$532,285</b>
	<b>Operating Expenses</b>		
701	Salaries and Wages	\$45,692	\$81,000
704	Employee Pensions and Benefits	395	
710	Purchased Wastewater Treatment		
711	Sludge Removal Expense	14,018	16,308
715	Purchased Power	32,329	31,506
716	Fuel for Power Production		
718	Chemicals	26,625	9,144
720	Materials and Supplies	6,445	5,285
720.1	Repairs and Maintenance	3,650	3,936
720.2	Office Supplies and Expense		
721	Office Expense	1,516	124
731	Contractual Services -Engineering		0
732	Contractual Services - Accounting	1,500	1,400
733	Contractual Services - Legal	12,253	1,097
734	Contractual Services - Management Fees	214,271	206,204
735	Contractual Services - Testing	9,393	8,203
736	Contractual Services - Other		3,281
740	Rents - Building	843	
742	Rents - Equipment		
750	Transportation Expenses	12,927	11,021
757	Insurance - General Liability	3,103	3,260
758	Insurance - Worker's Compensation		
759	Insurance - Other	4,357	1,480
760	Advertising Expense		
766	Regulatory Commission Expense - Rate Case		
767	Regulatory Commission Expense - Other	2,360	2,563
770	Bad Debt Expense	796	207
775	Miscellaneous Expense	12,654	8,900
403	Depreciation Expense (From Schedule AR4)	82,357	55,654
408	Taxes Other Than Income		40
408.11	Property Taxes	21,781	24,055
408.12	Payroll Taxes		7,099
409	Income Taxes	15,315	5,165
	<b>Total Operating Expenses</b>	<b>\$524,579</b>	<b>\$486,932</b>
	<b>Operating Income / (Loss)</b>	<b>\$2,644</b>	<b>\$45,353</b>
	<b>Other Income / (Expense)</b>		
414	Gain (Loss) on Dispositions		
419	Interest and Dividend Income		
421	Non-Utility Income	3,328	2,223
426	Miscellaneous Non-Utility (Expense)	(265)	
427	Interest (Expense)	(158)	(2,720)
	<b>Total Other Income / (Expense)</b>	<b>\$2,905</b>	<b>(\$496)</b>
	<b>Net Income / (Loss)</b>	<b>\$5,549</b>	<b>\$44,857</b>

**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.



**Full time equivalent employees**

	Direct Company	Allocated	Outside service	Total
President				0.0
Vice-president				0.0
Manager			0.2	0.2
Engineering Staff				0.0
System Operator(s)			1.0	1.0
Customer Service			0.3	0.3
Accounting			0.2	0.2
Business Office			0.5	0.5
Rates Department				0.0
Administrative Staff				0.0
Other				0.0
<b>Total</b>	0.0	0.0	2.2	2.2

**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.

Verde Santa Fe Wastewater Company, Inc.  
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				
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.***

Verde Santa Fe Wastewater Company, Inc.  
Annual Report  
Wastewater Utility Plant Description  
12/31/22

## Wastewater Utility Plant Description

Name of System:

Verde Santa Fe Wastewater Co., Inc.

Wastewater Inventory Number (if applicable):

105607

Type of Treatment

Other

Design Capacity of Plant (Gallons per day)

264000

## LIFT STATION FACILITIES

[illegible]

## FORCE MAINS

Size	Material	Length (Feet)
2 inch	PVC	6,690
4 inch	PVC	1,722
6 inch	PVC	5,447

## MANHOLES

Type	Quantity
Standard	154
Drop	

## CLEANOUTS

Quantity
31

**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.

[illegible]

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

For the following five items, list the utility-owned assets in each category for each system.	
<b>SOLIDS PROCESSING AND HANDLING FACILITIES</b>	Inlet comminutor, grit chamber and bar screen; sludge digester/settling tank. Polymer mixer discharging to 4 sloped concrete pads with drains for dewatering sludge bags for sludge disposal
<b>DISINFECTION EQUIPMENT</b> (Chlorinator, Ultra-Violet, Etc.)	Liquid chlorine feed system
<b>FILTRATION EQUIPMENT</b> (Rapid Sand, Slow Sand, Activated Carbon, Etc.)	
<b>STRUCTURES</b> (Buildings, Fences, Etc.)	Block fence around site, and landscaped berm; large operations building and equipment building, housing for liquid chlorine.
<b>Other</b> (Laboratory Equipment, Tools, Vehicles, Standby, Power Generators, Etc.)	Standby diesel power generator, confined space safety equipment and all necessary laboratory and process control equipment, sensaphone telemetry system for main plant monitoring

**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.

Verde Santa Fe Wastewater Company, Inc.  
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 <sup>1</sup>	Purchased Power (kWh) <sup>2</sup>
January	992	2,505,163	99,118	\$2,252	21,024
February	996	2,487,990	123,310	2,197	20,072
March	1,002	2,882,567	122,302	2,289	20,188
April	992	2,704,683	291,147	2,507	22,526
May	995	2,614,313	158,219	2,530	22,347
June	995	2,322,941	89,963	2,965	22,476
July	995	2,516,588	110,290	3,160	24,609
August	996	2,492,057	88,057	2,998	22,980
September	995	2,283,625	167,630	2,898	22,017
October	996	2,704,942	111,123	3,123	23,551
November	992	2,677,273	95,740	2,853	21,233
December	994	2,692,589	197,087	2,563	23,040
	<b>Totals</b>	<b>30,884,731</b>	<b>1,653,986</b>	<b>\$32,334</b>	<b>266,063</b>

Provide the following information as applicable per wastewater system:

Method of Effluent Disposal	Other
Groundwater Permit Number	N/A
ADEQ Aquifer Protection Permit ("APP") Number	P103173
ADEQ Reuse Permit Number	R105815-held by glf course
EPA NPDES Permil Number	N/A
APP Effluent Treatment Requirement (Class)?	
Permitted Flow Rate	264,000 gpd
Permitted Organic Capacity	
Hydraulic Capacity	150%
Type of Biological Treatment	

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

**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.

<b>Other Wastewater System Information</b>
--

**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 

85
----

  
Method used: 

(a)
-----

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

997
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What is the future system connection capacity (in ERCs \*) upon service area buildout? 

1,200
-------

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

--

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.

--

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

--

If so, when?

--

Verde Santa Fe Wastewater Company, Inc.  
 Annual Report  
 Utility Shutoffs / Disconnects  
 12/31/22

Utility Shutoffs / Disconnects	
Name of System:	Verde Santa Fe Wastewater Co., Inc.
Wastewater Inventory Number (if applicable):	105607

Month	Termination without Notice R14-2-609.B	Termination with Notice R14-2- 609.C	Other
January			
February			
March			
April			
May			
June			
July			
August			
September			
October			
November			
December			
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>

**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	
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Amount of actual property taxes paid during Calendar Year 2022 was
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\$21,781
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If no property taxes paid, explain why.
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<b>Instructions:</b> 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 Colorado I, the undersigned of the  
(state name)

County of (county name):

Name (owner or official) title:

Company name:

Denver  
Jason Williamson  
Verde Santa Fe Wastewater Company, Inc.

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

FOR THE YEAR ENDING:

12/31/22

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.

[Signature]  
signature of owner/official

720.949.1384

telephone no.

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

THIS

13th

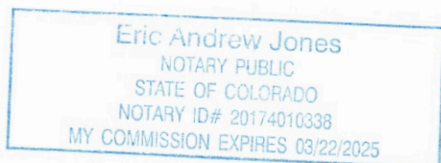
DAY OF

Denver  
(county name)  
April 2023  
(month) and (year)

MY COMMISSION EXPIRES

03/22/2025  
(date)

[Signature]  
(signature of notary public)



Verification and Sworn Statement

Verification:

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

County of (county name):

0 Denver

Name (owner or official) title:

Jason Williamson

Company name:

Verde Santa Fe Wastewater Company, Inc.

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

FOR THE YEAR ENDING: 12/31/22

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 (\$)

\$527,233

(The amount in the box above includes

\$0 in sales taxes

billed or collected)

[Signature]  
signature of owner/official

720.949.1384  
telephone no.

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

THIS

13th

DAY OF

Denver  
(county name)  
April 2022  
(month) and (year)

MY COMMISSION EXPIRES

03/22/2025  
(date)

Eric Andrew Jones  
NOTARY PUBLIC  
STATE OF COLORADO  
NOTARY ID# 20174010338  
MY COMMISSION EXPIRES 03/22/2025

[Signature]  
(signature of notary public)



**Full Gross-up Method for Income Tax Statement of Certification**

**Verification:**

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

County of (county name):

0 Denver

Name (owner or official) title:

Jason Williamson

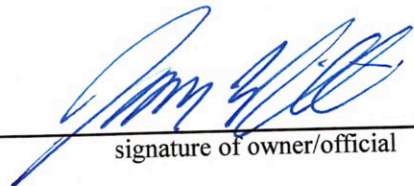
Company name:

Verde Santa Fe Wastewater Company, Inc.

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.



signature of owner/official

720.949.1384

telephone no.

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

Denver  
(county name)

THIS

13th

DAY OF

April 2023  
(month) and (year)

MY COMMISSION EXPIRES

03/22/2025  
(date)

Eric Andrew Jones  
NOTARY PUBLIC  
STATE OF COLORADO  
NOTARY ID# 20174010338  
MY COMMISSION EXPIRES 03/22/2025



(signature of notary public)

**Verification and Sworn Statement (Residential Revenue)**

**Verification:**

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

County of (county name):

0 Denver

Name (owner or official) title:

Jason Williamson

Company name:

Verde Santa Fe Wastewater Company, Inc.

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

FOR THE YEAR ENDING: 12/31/22

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 (\$)

\$527,233

(The amount in the box above includes

\$0 in sales taxes

billed or collected)

[Signature]  
signature of owner/official

720.949.1384

telephone no.

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

Denver  
(county name)

THIS

13th

DAY OF

April 2022  
(month) and (year)

MY COMMISSION EXPIRES

03/22/2025  
(date)

Eric Andrew Jones

NOTARY PUBLIC

STATE OF COLORADO

NOTARY ID# 20174010338

MY COMMISSION EXPIRES 03/22/2025

[Signature]  
(signature of notary public)