			UTILITIES ERVISION
			2024 MAR 25 A 7:59
		ANNUAL REPO	RT ARIZONA CHPTAPATICN COMMENSIAN
		Of	
Company Name:	Cloud Nine Wa 96 Bel Aire Pl.,	ter Company, Inc. Ste 140	
Mailing Address:	Sierra Vista 85635	AZ	RECEIVED BY EMAIL 3/26/2024, 12:02 PM
Docket No.: For the Year Ended:	WS-02672A 12/31/23		ARIZONA CORPORATION COMMISSION UTILITIES DIVISION

M. C. S. C. S. S. S. M. P.

WATER UTILITY

То

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:	Orig	ginal Filing
Application Date:	3/18/2024	

ARIZONA CORPORATION COMMISSION WATER UTILITY ANNUAL REPORT Cloud Nine Water Company, Inc.

Important changes during the year

N/A 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.

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.

Cloud Nine Water Company, Inc. Annual Report Depreciation Expense for the Current Year (Water) 12/31/23

		Dep	reciation Expense	e for the Current	Year (Water)			<u></u>	
Account No.	Description	Beginning Year	Current Year	Current Year	Adjusted	Fully	Depreciable	Depreciation	Depreciation
I		Original Cost	Additions	Retirements	Original Cost	Depreciated/Non-	Plant	Percentages	Expense
			* •			depreciable Plant			
301	Organization	\$50,000	\$0	\$0	\$50,000	\$0	\$50,000	2.50%	\$1,250
302	Franchises	0	0	0	0	0	×	0.00%	0
303	Land and Land Rights	0	0	0	0	0	-	0.00%	0
304	Structures and Improvements	8,135	0	0	8,135	0	8,135	5.00%	407
305	Collecting & Improving Reservoirs	0	0	0	0	0	0	0.00%	0
306	Lake, River, Canal Intakes	0	0	0	0	0	0	0.00%	0
307	Wells and Springs	66,727	0	0	66,727	0	66,727	4.67%	3,116
308	Infiltration Galleries	0	0	0	0	0	0	0.00%	0
309	Supply Mains	0	0	0	0	0	0	0.00%	0
310	Power Generation Equipment	0	0	0	0	0	0	0.00%	0
311	Pumping Equipment	77,283	0	0	77,283	13,906	63,377	5.11%	3,239
320	Water Treatment Equipment	0	0	0	0	0	0	0.00%	0
320.1	Water Treatment Plants	0	0	0	0	0	0	0.00%	0
320.2	Solution Chemical Feeders	0	0	0	0	0	0	0.00%	0
320.3	Point-of-Use Treatment Devices	0	0	0	0	0	0	0.00%	0
330	Distribution Reservoirs and Standpipes	0	0	0	0	0	0	0.00%	0
330.1	Storage Tanks	18,471	0	0	18,471	0	18,471	4.00%	739
330.2	Pressure Tanks	0	0	0	0	0	0	0.00%	0
331	Transmission and Distribution Mains	0	0	0	0	0	0	0.00%	
333	Services	0	0	0	0	0	0	0.00%	0
334	Meters and Meter Installations	0	0	0	0	0	0	0.00%	0
335	Hydrants	0	0	0	0	0	0	0.00%	0
336	Backflow Prevention Devices	0	0	0	0	0	0	0.00%	0
339	Other Plant and Misc. Equipment	0	0	0	0	0	0	0.00%	0
340	Office Furniture and Equipment	0	0	0	0	0	0	0.00%	0
340,1	Computer & Software	0	0	0	0	0	0	0.00%	0
341	Transportation Equipment	0	0	0	0	0	0	0.00%	0
342	Stores Equipment	0	0	0	0	0	0	0.00%	0
343	Tools, Shop and Garage Equipment	0	0	0	0	0	0	0.00%	0
344	Laboratory Equipment	0	0	0	0	0	0	0.00%	0
345	Power Operated Equipment	0	0	0	0	0	0	0.00%	0
346	Communication Equipment	0	0	0	0	0	0	0.00%	0
347	Miscellaneous Equipment	0	0	0	0	0	0	0.00%	0
348	Other Tangible Plant	0	0	0	0	0	0	0.00%	0
	Subtotal	\$220,616	\$0	\$0	\$220,616	\$13,906	\$206,710		\$8,750

Contribution(s) in Aid of Construction (Gross) Less: Non Amortizable Contribution(s) Fully Amortized Contribution(s) Amortizable Contribution(s) Times: Proposed Amortization Rate Amortization of CIAC



Less: Amortization of CIAC \$0

DEPRECIATION EXPENSE \$8,750

Cloud Nine Water Company, Inc. Annual Report Balance Sheet Liabilities and Owners Equity

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	Balance Sheet Liabilities and Ow	ners Equity	
	Liabilities	Balance at Beginning of Year (2023)	Balance at End of Year (2023)
Account No.	Current Liabilities		
231	Accounts Payable		
232	Notes Payable (Current Portion)		
234	Notes Payable to Associated Companies	42,693	37,335
235	Customer Deposits		
236	Accrued Taxes	64	67
237	Accrued Interest		
242	Miscellaneous Current and Accrued Liabilities		
	Total Current Liabilities	\$42,757	\$37,402
	Long Term Debt		
224	Long Term Debt (Notes and Bonds)	\$0	\$0
	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 Liabilites	\$42,757	\$37,402
	Capital Accounts		
201	Common Stock Issued	\$200,000	\$200,000
211	Other Paid-In Capital	246,031	255,838
215	Retained Earnings	(379,491)	(394,030)
218	Proprietary Capital (Sole Props and Partnerships)		
	Total Capital	\$66,540	\$61,808
	Total Liabilities and Capital	\$109,297	\$99,210

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

Cloud Nine Water Company, Inc. Annual Report Full time equivalent employees 12/31/23

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Full time equivalent employees Direct Company Allocated Outside service Total President 0.0 Vice-president 0.0 Manager 0.0 Engineering Staff 0.0 System Operator(s) 0.0 Meter reader 0.0 Customer Service 0.0 Accounting 0.0 **Business Office** 0.0 Rates Department 0.0 Administrative Staff 0.0 Other 0.0 Total 0.0 0.0 0.0 0.0

Cloud Nine Water Company, Inc. Annual Report Well and Water Usage 12/31/23

				Well and Wat	er Usage						
Name of the System:		CLOUD NINE WA	TER CO INC				1				
ADEQ Public Water Syst	tem Number:		AZ0402009			••••					
ADWR PCC Number:			91-000030.0000								
Well registry 55# (55-	Υ		Casing Depth	Casing Diameter	Pump Motor	Year	Water level	Water level	Meter Size	How	1
XXXXXX):	Pump Horsepower	Pump Yield (gpm)	(feet)	(inches)	Type **	Drilled	2013	2023	(inches)	measured	Active
55-551938	2	160	368	8	Submersible	Dimed	2013	2025	(menes)	measureu.	Active
55-807101	40		554	10							
55-80/101	40	250	554	10	Submersible					+	-
							1			1	
							1			T	T
*******	T						1				1
						·					
Name of system water de	elivered to:	Τ					1				
ADWR PCC Number:		L									
Source of water delivered	d to another system	Γ			1						
Source of mater derivered	a to another system		J								
Name of system water re-	ceived from	T					1				
ADWR PCC Number:	cerved from.	L	1		· · ·		1				
Source of water received	. <u>.</u>	Г			l						
Well registry 55# (55-X)											
Well legistry 55# (55-74	SAAAAJ.	L	·····								
		<u> </u>		Water received		1	1	1			
			Water delivered	(purchased) from	Estimated	Purchased	Purchased				
	Water withdrawn	Water sold	(sold) to other	other systems	authorized use	Power	Power				
Manda							-				
Month	(gallons)1	(gallons)2	systems (gallons)3	(gallons)4	(gallons)5	Expense ⁶	(kWh) ⁷				
January	1,182,400.00	1,182,400.00	0.00	0.00	1,182,400.00	1104	5754				
February	1,144,200.00	1,144,200.00	0.00	0.00	1,144,200.00	770	3347				
March	1,140,800.00	1,140,800.00	0.00	0.00	1,140,800.00	671_	3285				
April	1,138,000.00	1,138,000.00	0.00	0.00	1,138,000.00	Turk	3777				
May	1,435,200.00	1,435,200.00	0.00	0.00	1,435,200.00	875	3331				
June	1,189,200.00	1,189,200.00	0.00	0.00	1,189,200.00	1073	4625				
July	1,747,000.00	1,747,000.00	0.00	0.00	1,747,000.00	957	2992				
August	1,322,100.00	1,322,100.00	0.00	0.00	1,322,100.00	1117	5152				
September	1,957,500.00	1,957,500.00	0,00	0.00	1,957,500.00	1027	4113				
October	2,014,300.00	2,014,300.00	0.00	0.00	2,014,300.00	1177	5720				
November	2,091,000.00	2,091,000.00	0.00	0.00	2,091,000,00	1158	7568	1			
December	1,924,900.00	1,924,900.00	0.00	0.00	1,924,900.00	993	5400	1			
Totals	18,286,600.00	18,286,600.00	0.00	0.00	18,286,600.00	50		í			
	1 10,200,000100		5,00	L0,00		11,341		1			
						11,211	56,03.)			
						· · · · ·	· · · · · · · · · · · · · · · · · · ·	······································			
	an helow places pro-	ide a description for	n all na matanad								
If applicable, in the spa	ce below please prov	ide a description fo	or all un-metered wa	ater use along with a	nounts.						
	ce below please prov	ide a description fo	or all un-metered wa	ater use along with a	nounts.						
	ice below please prov	ide a description fo	or all un-metered wa	ater use along with a	nounts.						
	ice below please prov	ide a description fo	or all un-metered wa	ater use along with a	iounts,						
	nce below please prov	ide a description fo	or all un-metered wa	ater use along with a							
	nce below please prov	ide a description fo	or all un-metered wa	ater use along with a	nounts.						

 Water withdrawn - Total gallons of water withdrawn from pumped sources.
Water sold - Total gallons from customer meters, and other sales such as construction water.
Water delivered (sold) to other systems - Total gallons of water delivered to other systems.
Water delivered (sold) to other systems - Total gallons of water delivered to other systems.
Sistemated 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,
Sistemated authorized use - Total estimated gallons from authorized metered or unmetered use. 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.

File would not led me erter power in the columns. Error message. "principal worksheet" but protection was off??

Water Utility Plant Description (Continued)

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

TREATMENT EQUIPMENT:	Auto-chlorinators
STRUCTURES:	Area fencing
OTHER:	

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

Use one of the following methods:

- If actual flow data are available from the preceding 12 months, divide the total annual single family residence (SFR) (a) gallons sold by the average number of single family residence customers for the same period and divide the result by If no historical flow data are available, use: (b)
- ERC = (Total SFR gallons sold (Omit 000) / 365 days / 350 gallons per day)

ERC	
Method used:	

Cloud Nine Water Company, Inc. Annual Report Utility Shutoffs / Disconnects 12/31/23

	Utility Shutoffs / Disconnects	3
Name of the System:	CLOUD NINE WATER CO INC	
ADEQ Public Water S	ystem Number:	AZ0402009
ADWR PCC Number:		91-000030.0000

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

Other (description):

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.

Cloud Nine Water Company, Inc. Annual Report Verification and Certification (Taxes) 12/31/23

Verification: State of California (st	I, the undersigned of the tate name)
County of (county name):	Other
Name (owner or official) tit	tle: Andrew Stokes
Company name:	Cloud Nine Water Company, Inc.
DO SAY THAT THIS AND	NUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA
DO SAY THAT THIS AND CORPORATION COMMI	
	SSION.
CORPORATION COMMIS	SSION. 3: 12/31/23
CORPORATION COMMIS FOR THE YEAR ENDING HAS BEEN PREPARED U	SSION.

REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

Certification: I CERTIFY THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I CERTIFY THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

signature of owner/official

520-458-1311 telephone no.