

ANNUAL REPORT

Of

Company Name: **Liberty Utilities (Rio Rico Water and Sewer) Corp**
14920 W. Camelback Rd.,

Mailing Address: Litchfield Park AZ
85340

RECEIVED BY EMAIL
6/07/2024, 4:50 PM
ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

Docket No.: WS-02676A
For the Year Ended: **12/31/2023**

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: **6/7/2024**

ARIZONA CORPORATION COMMISSION
 WATER UTILITY ANNUAL REPORT
 Liberty Utilities (Rio Rico Water and Sewer) Corp
 A Class Utility

For the Calendar Year Ended:

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	
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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 (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	\$5,785	\$0	\$0	\$5,785	\$0	\$5,785
302	Franchises	417	0	0	417	0	417
303	Land and Land Rights	45,968	(1)	0	45,967	0	45,967
304	Structures and Improvements	3,758,013	(229,649)	0	3,528,364	1,624,233	1,904,131
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	551,087	(0)	0	551,087	429,884	121,203
308	Infiltration Galleries	0	0	0	0	0	0
309	Supply Mains	494,515	(0)	0	494,515	110,709	383,806
310	Power Generation Equipment	219,360	(2,165)	0	217,195	217,195	(0)
311	Pumping Equipment	3,771,247	(366,984)	0	3,404,263	2,660,474	743,789
320	Water Treatment Equipment	60,309	(434)	0	59,875	2,917	56,957
320.1	Water Treatment Plants	386,278	0	0	386,278	327,249	59,029
320.2	Solution Chemical Feeders	87,826	915	0	88,741	79,125	9,616
320.3	Point-of-Use Treatment Devices	0	0	0	0	0	0
330	Distribution Reservoirs and Standpipes	0	0	0	0	0	0
330.1	Storage Tanks	690,752	0	0	690,752	355,047	335,706
330.2	Pressure Tanks	80,656	0	0	80,656	54,131	26,525
331	Transmission and Distribution Mains	25,046,794	(14,595)	0	25,032,199	15,031,387	10,000,812
333	Services	9,422,262	(440,744)	0	8,981,518	2,184,408	6,797,110
334	Meters and Meter Installations	3,456,789	(570,825)	0	2,885,964	1,609,270	1,276,694
335	Hydrants	695,544	(1,997)	0	693,547	330,575	362,972
336	Backflow Prevention Devices	15,855	(0)	0	15,855	13,698	2,157
339	Other Plant and Misc. Equipment	191,880	376	0	192,256	142,434	49,822
340	Office Furniture and Equipment	29,195	10,348	0	39,543	20,757	18,786
340.1	Computer & Software	244,547	0	0	244,547	212,374	32,173
341	Transportation Equipment	516,991	14,328	0	531,319	283,892	247,427
342	Stores Equipment	0	0	0	0	0	0
343	Tools, Shop and Garage Equipment	191,786	(4,265)	0	187,521	58,488	129,033
344	Laboratory Equipment	3,061	0	0	3,061	3,061	0
345	Power Operated Equipment	0	0	0	0	0	0
346	Communication Equipment	323,230	(23,835)	0	299,395	277,753	21,642
347	Miscellaneous Equipment	5,427	(0)	0	5,427	5,427	(0)
348	Other Tangible Plant	0	0	0	0	0	0
	Totals	\$50,295,574	(\$1,629,529)	\$0	\$48,666,045	\$26,034,487	\$22,631,558

Liberty Utilities (Rio Rico Water and Sewer) Corp
Annual Report
Depreciation Expense for the Current Year (Water)
12/31/2023

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	\$5,785	\$0	\$0	\$5,785	\$5,785	\$0	0.00%	\$0
302	Franchises	417	0	0	417	417	0	0.00%	0
303	Land and Land Rights	45,968	(1)	0	45,967	45,967	0	0.00%	0
304	Structures and Improvements	3,758,013	(229,649)	0	3,528,364	0	3,528,364	3.33%	121,318
305	Collecting & Improving Reservoirs	0	0	0	0	0	0	2.50%	0
306	Lake, River, Canal Intakes	0	0	0	0	0	0	2.50%	0
307	Wells and Springs	551,087	(0)	0	551,087	0	551,087	3.33%	18,351
308	Infiltration Galleries	0	0	0	0	0	0	6.67%	0
309	Supply Mains	494,515	(0)	0	494,515	0	494,515	2.00%	9,890
310	Power Generation Equipment	219,360	(2,165)	0	217,195	217,195	(0)	5.00%	0
311	Pumping Equipment	3,771,247	(366,984)	0	3,404,263	2,078,550	1,325,713	12.50%	188,651
320	Water Treatment Equipment	60,309	(434)	0	59,875	0	59,875	3.33%	2,001
320.1	Water Treatment Plants	386,278	0	0	386,278	0	386,278	3.33%	12,863
320.2	Solution Chemical Feeders	87,826	915	0	88,741	52,536	36,205	20.00%	7,150
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	2.22%	0
330.1	Storage Tanks	690,752	0	0	690,752	0	690,752	2.22%	15,335
330.2	Pressure Tanks	80,656	0	0	80,656	0	80,656	5.00%	4,033
331	Transmission and Distribution Mains	25,046,794	(14,595)	0	25,032,199	0	25,032,199	2.00%	500,790
333	Services	9,422,262	(440,744)	0	8,981,518	678,418	8,303,100	3.33%	283,832
334	Meters and Meter Installations	3,456,789	(570,825)	0	2,885,964	173,123	2,712,841	8.33%	249,755
335	Hydrants	695,544	(1,997)	0	693,547	0	693,547	2.00%	13,891
336	Backflow Prevention Devices	15,855	(0)	0	15,855	0	15,855	6.67%	1,058
339	Other Plant and Misc. Equipment	191,880	376	0	192,256	0	192,256	6.67%	12,811
340	Office Furniture and Equipment	29,195	10,348	0	39,543	14,467	25,076	6.67%	1,327
340.1	Computer & Software	244,547	0	0	244,547	154,899	89,648	20.00%	17,930
341	Transportation Equipment	516,991	14,328	0	531,319	163,422	367,897	20.00%	72,147
342	Stores Equipment	0	0	0	0	0	0	4.00%	0
343	Tools, Shop and Garage Equipment	191,786	(4,265)	0	187,521	0	187,521	5.00%	9,874
344	Laboratory Equipment	3,061	0	0	3,061	3,061	0	10.00%	0
345	Power Operated Equipment	0	0	0	0	0	0	5.00%	0
346	Communication Equipment	323,230	(23,835)	0	299,395	191,054	108,341	10.00%	12,026
347	Miscellaneous Equipment	5,427	(0)	0	5,427	5,427	(0)	10.00%	(0)
348	Other Tangible Plant	0	0	0	0	0	0	10.00%	0
	Subtotal	\$50,295,574	(\$1,629,529)	\$0	\$48,666,045	\$3,784,320	\$44,881,725		\$1,555,030

Contribution(s) in Aid of Construction (Gross)	\$21,058,353
Less: Non Amortizable Contribution(s)	0
Fully Amortized Contribution(s)	0
Amortizable Contribution(s)	<u>\$21,058,353</u>
Times: Proposed Amortization Rate	3.46%
Amortization of CIAC	\$729,615

Less: Amortization of CIAC \$729,615

DEPRECIATION EXPENSE **\$825,415**

Liberty Utilities (Rio Rico Water and Sewer) Corp
Annual Report
Balance Sheet Assets
12/31/2023

Balance Sheet Assets				
	Assets		Balance at Beginning of Year (2023)	Balance at End of Year (2023)
Account No.	Current and Accrued Assets			
131	Cash		52,670	(76,394)
134	Working Funds		0	0
135	Temporary Cash Investments		0	0
141	Customer Accounts Receivable		493,065	698,567
142	Other Accounts Receivable		252,759	-
143	Accumulated Provision for Uncollectable Accounts		(90,849)	(150,176)
146	Notes Receivable from Associated Companies		0	0
151	Plant Material and Supplies		0	0
162	Prepayments		2,250	5,232
173	Accrued Utility Revenue		391,281	216,793
174	Miscellaneous Current and Accrued Assets		0	0
	Total Current and Accrued Assets		1,101,176	694,022
	Deferred Debits			
186.1	Deferred Rate Case Expense		1,803	35,858
186.2	Other Deferred Debits		0	0
	Total Deferred Debits		1,803	35,858
Account No.	Fixed Assets			
101	Utility Plant in Service*		50,295,574	48,666,045
103	Property Held for Future Use		0	0
105	Construction Work in Progress		652,130	2,994,815
108	Accumulated Depreciation (enter as negative)*		(26,417,650)	(26,034,487)
121	Non-Utility Property		2,277,860	2,178,979
122	Accumulated Depreciation - Non Utility		(1,372,097)	(1,349,107)
	Total Fixed Assets		25,435,817	26,456,244
	Total Assets		26,538,796	27,186,124

*Note these items feed automatically from AR3 UPIS Page 4

Liberty Utilities (Rio Rico Water and Sewer) Corp
Annual Report
Balance Sheet Liabilities and Owners Equity

Balance Sheet Liabilities and Owners Equity				
	Liabilities		Balance at Beginning of Year (2023)	Balance at End of Year (2023)
Account No.	Current Liabilities			
231	Accounts Payable		\$519	\$0
232	Notes Payable (Current Portion)		0	0
234	Notes Payable to Associated Companies		(987,527)	831,021
235	Customer Deposits		611,424	662,029
236	Accrued Taxes		(20)	151,963
237	Accrued Interest		0	0
242	Miscellaneous Current and Accrued Liabilities		1,807,369	1,766,889
	Total Current Liabilities		\$1,431,765	\$3,411,903
	Long Term Debt			
224	Long Term Debt (Notes and Bonds)		\$0	\$0
	Deferred Credits			
251	Unamortized Premium on Debt		\$0	\$0
252	Advances in Aid of Construction		1,318,917	1,329,796
253	Other Deferred Credits		1,190,029	1,049,371
255	Accumulated Deferred Investment Tax Credits		(6,201)	(6,201)
271	Contributions in Aid of Construction		21,058,353	21,058,353
272	Less: Amortization of Contributions		(15,511,634)	(15,731,126)
281	Accumulated Deferred Income Tax		2,819,448	2,604,191
	Total Deferred Credits		\$10,868,912	\$10,304,384
	Total Liabilities		\$12,300,677	\$13,716,287
	Capital Accounts			
201	Common Stock Issued		\$0	\$0
211	Other Paid-In Capital		7,146,580	6,184,083
215	Retained Earnings		7,091,539	7,285,755
218	Proprietary Capital (Sole Props and Partnerships)		0	0
	Total Capital		\$14,238,119	\$13,469,837
	Total Liabilities and Capital		\$26,538,796	\$27,186,124

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

Liberty Utilities (Rio Rico Water and Sewer) Corp
Annual Report
Water Comparative Income Statement
12/31/2023

Water Comparative Income Statement			
Account No.	Calendar Year	Current Year 01/01/2023 - 12/31/2023	Last Year 01/01/2022 - 12/31/2022
	Operating Revenue		
461	Metered Water Revenue	\$3,859,135	\$3,920,912
460	Unmetered Water Revenue	0	0
462	Fire Protection Revenue	1,110	3,093
469	Guaranteed Revenues (Surcharges)	0	0
471	Miscellaneous Service Revenues	46,357	92,806
474	Other Water Revenue	0	0
	Total Revenues	\$3,906,603	\$4,016,811
	Operating Expenses		
601	Salaries and Wages	\$0	\$0
604	Employee Pensions and Benefits	0	0
610	Purchased Water	3,223	10,826
615	Purchased Power	415,149	375,738
616	Fuel for Power Production	0	0
618	Chemicals	11,016	15,207
620	Materials and Supplies	32,855	16,712
620.1	Repairs and Maintenance	0	0
620.2	Office Supplies and Expense	6,380	33,720
630	Contractual Services	0	0
631	Contractual Services - Engineering	0	0
632	Contractual Services - Accounting	8,878	20,812
633	Contractual Services - Legal	(58,392)	7,635
634	Contractual Services - Management Fees	1,844,261	1,094,684
635	Contractual Services - Water Testing	12,887	10,959
636	Contractual Services - Other	121,890	272,711
640	Rents	0	0
641	Rental of Building/Real Property	3,443	25,619
642	Rental of Equipment	3,067	3,262
650	Transportation Expenses	162,848	43,039
657	Insurance - General Liability	52,358	35,615
657.1	Insurance - Health and Life	0	0
665	Regulatory Commission Expense - Rate	0	0
667	Regulatory Commission Expense - Other	11,202	9,535
670	Bad Debt Expense	7,267	35,804
675	Miscellaneous Expense	55,686	78,940
403	Depreciation Expense (From Schedule AR4)	825,415	660,771
408	Taxes Other Than Income	0	0
408.11	Property Taxes	121,736	237,174
409	Income Taxes	143,393	276,458
427.1	Customer Security Deposit Interest	0	0
	Total Operating Expenses	\$3,784,561	\$3,265,220
	Operating Income / (Loss)	\$122,041	\$751,591
	Other Income / (Expense)		
419	Interest and Dividend Income	\$0	\$0
420	AFUDC Revenue	\$0	\$0
421	Non-Utility Income	0	0
426	Miscellaneous Non-Utility (Expense)	(28,832)	(71,693)
427	Interest (Expense)	(22,719)	(14,785)
433	Extraordinary Income	0	0
434	Extraordinary Deductions	0	0
	Total Other Income / (Expense)	(\$51,551)	(\$86,478)
	Net Income / (Loss)	\$70,491	\$665,113

Liberty Utilities (Rio Rico Water and Sewer) Corp
 Annual Report
 Full time equivalent employees
 12/31/2023

Full time equivalent employees

	Direct Company	Allocated	Outside service	Total
President	0.08	0.03	0.0	0.1
Vice-president	0.08	0.00	0.0	0.1
Manager	0.00	0.00	0.0	0.0
Engineering Staff	1.38	0.00	0.0	1.4
System Operator(s)	6.10	0.00	0.0	6.1
Meter reader	0.00	0.00	0.0	0.0
Customer Service	2.07	0.11	0.0	2.2
Accounting	0.00	0.93	0.0	0.9
Business Office	0.00	0.00	0.0	0.0
Rates Department	0.31	0.03	0.0	0.3
Administrative Staff	0.54	0.37	0.0	0.9
Other	0.00	0.00	0.0	0.0
Total	10.6	1.5	0.0	12.0

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

Meter Deposit Balance at Test Year End:	\$387,740
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Meter Deposits Refunded During the Test Year:	\$33,743
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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: RIO RICO UTILITIES INC.												
ADEQ Public Water System Number: AZ0412011												
ADWR PCC Number: 91-000595.0000												
Well registry 55# (55-XXXXXX):	Pump Horsepower	Pump Yield (gpm)	Casing Depth (feet)	Casing Diameter (inches)	Pump Motor Type **	Year Drilled	Water level 2010	Water level 2020	Meter Size (inches)	How measured:	Active	
55-502579	200	1,000	650	16	turbine	1983	Unknown	Unknown	8	Metered	Yes	
55-619359	75	500	250	10	submersible	1985	Unknown	Unknown	6	Metered	Yes	
55-604302	20	0	unk	16	none	1972	Unknown	Unknown	2	N/A	no	
55-604364	75	500	251	10	submersible	1968	Unknown	Unknown	6	Metered	Yes	
55-604363	75	500	603	12	submersible	1970	Unknown	Unknown	8	Metered	Yes	
55-604366	20	0	unk	10	none	1967	Unknown	Unknown	2	N/A	no	
55-587292	200	1,200	605	16	turbine	2003	Unknown	Unknown	10	Metered	Yes	
55-206176	200	1,300	650	16	turbine	2005	Unknown	Unknown	10	Metered	Yes	
NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	
NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	
NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	
NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	
NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	
NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	
NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	
NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	
NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	NA	

Name of system water delivered to: RIO RICO UTILITIES INC.	
ADWR PCC Number: 91-000595.0000	
Source of water delivered to another system	NA
Name of system water received from: NA	
ADWR PCC Number: #N/A	
Source of water received	NA
Well registry 55# (55-XXXXXX):	NA

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	52,590,000.00	45,892,393.00	165,000.00	0.00	911,000.00	\$33,975	210,874
February	49,319,000.00	42,280,991.00	154,000.00	0.00	761,000.00	31,998	180,823
March	55,992,000.00	41,127,783.00	163,000.00	0.00	815,000.00	30,744	177,282
April	64,513,000.00	47,662,319.00	151,000.00	0.00	864,000.00	36,329	227,735
May	72,736,000.00	60,171,183.00	0.00	0.00	926,000.00	39,004	217,308
June	78,145,000.00	48,430,000.00	0.00	0.00	1,058,000.00	46,258	270,853 *
July	78,599,000.00	72,295,000.00	0.00	0.00	1,321,000.00	49,178	296,702
August	69,295,000.00	79,510,000.00	0.00	0.00	1,215,000.00	39,899	221,939
September	68,671,000.00	64,200,000.00	0.00	0.00	1,383,000.00	48,346	252,622
October	67,323,000.00	57,322,928.00	0.00	0.00	1,211,000.00	39,773	199,571
November	65,000,000.00	53,908,338.00	0.00	0.00	923,000.00	39,209	220,600
December	61,000,000.00	52,000,595.00	0.00	0.00	923,000.00	35,334	180,773
Totals	783,183,000.00	664,801,530.00	633,000.00	0.00	12,311,000.00	470,048.26	2,657,082.70

* Production data is tracked on a calendar month basis that may not be aligned with water sold data which is based on customer bill cycles. While these timing differences may occur in certain months, these timing differences generally normalize over a rolling 12-month period.

If applicable, in the space below please provide a description for all un-metered water use along with amounts:
 Authorized use includes water used for construction, dust control and compaction, flushing and tank overflows, fire department use.

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:	RIO RICO UTILITIES INC.
ADEQ Public Water System Number:	AZ0412011
ADWR PCC Number:	91-000595.0000

MAINS		
Sizes (inches)	Material	Length (feet)
2.00	NA	NA
3.00	NA	NA
4.00	NA	NA
5.00	NA	NA
6.00	DIP	8,418
8.00	NA	NA
10.00	NA	15
12.00	NA	NA
NA	NA	NA
4" and under	Various	325,458
Over 4"	Various	1,478,264
NA	NA	NA
NA	NA	NA
NA	NA	NA

CUSTOMER METERS			
Size (inches)	Quantity	Percent over 1,00,000 gallons	Percent over 10 years old
5/8 X 3/4	6,273	Unknown	Unknown
0.75	1,425	Unknown	Unknown
1	103	Unknown	Unknown
1.5	15	Unknown	Unknown
Compound 2	48	Unknown	Unknown
Turbine 2	0	Unknown	Unknown
Compound 3	24	Unknown	Unknown
Turbine 3	0	Unknown	Unknown
Compound 4	5	Unknown	Unknown
Turbine 5	0	Unknown	Unknown
Compound 6	3	Unknown	Unknown
Turbine 6	NA	Unknown	Unknown
6+	NA	Unknown	Unknown
NA	NA	Unknown	Unknown
NA	NA	Unknown	Unknown
NA	NA	Unknown	Unknown
NA	NA	Unknown	Unknown

SERVICE LINES			
Material	Percent of system	Year installed	
Copper	10%	Unknown	
Black poly	90%	Unknown	
NA	NA	NA	NA
NA	NA	NA	NA
NA	NA	NA	NA

BOOSTER PUMPS		
Horsepower	GPM	Quantity
5	various	1
7.5	various	12
10	various	3
15	various	12
20	various	7
25	various	13
30	various	5
40	various	2
50	various	2

FIRE HYDRANTS	
Type	Quantity
Standard *	315
Other	0

STORAGE TANKS			
Capacity (gallons)	Material	Quantity	Year installed
1,000	Steel	1	Unknown
0,640	Steel	1	Unknown
0,200	Steel	1	Unknown
0,150	Steel	1	Unknown
0,100	Steel	1	Unknown
0,010	Steel	4	Unknown
NA	NA	NA	NA

PRESSURE/BLADDER TANKS			
Capacity (gallons)	Material	Quantity	Year installed
5,000	Steel	16	Unknown
2,000	Steel	9	Unknown
1,500	Steel	3	Unknown
132	Steel	1	Unknown
90	Steel	1	Unknown
53	Steel	1	Unknown
34	Steel	4	Unknown

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

TREATMENT EQUIPMENT:	Sodium Hypochlorite System at each well site.
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STRUCTURES:	(2) 20 x 20 wooden sheds, (6) 8 x 8 chlorination buildings at wells.
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OTHER:	NA
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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	246
Method used:	(a)

Customer and Other Information	
Name of the System:	RIO RICO UTILITIES INC.
ADEQ Public Water System Number:	AZ0412011
ADWR PCC Number:	91-000595.0000

Month	Number of Customers				Other Non-Residential
	Single-Family	Multi-Family	Commercial	Turf/Irrigation	
January	7,372	0	258	0	61
February	7,400	0	259	0	62
March	7,430	0	258	0	61
April	7,446	0	258	0	60
May	7,119	0	155	0	13
June	7,251	0	206	0	33
July	7,251	0	206	0	33
August	7,251	0	205	0	32
September	7,232	0	206	0	33
October	7,257	0	206	0	33
November	7,275	0	203	0	33
December	7,336	0	203	0	33

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.

Liberty Utilities (Rio Rico Water and Sewer) Corp
Annual Report
 Utility Shutoffs / Disconnects
 12/31/2023

Utility Shutoffs / Disconnects	
Name of the System:	RIO RICO UTILITIES INC.
ADEQ Public Water System Number:	AZ0412011
ADWR PCC Number:	91-000595.0000

Month	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	Other
January	0	0	0
February	0	0	0
March	0	0	0
April	0	47	0
May	0	42	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	89	0

Other (description):

NA

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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	\$121,736
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If no property taxes paid, explain why.

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.

Verification and Sworn Statement (Taxes)

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

County of (county name): Santa Cruz
Name (owner or official) title: Crystal Green, Vice-President, Finance
Company name: Lierty Utilities (Rio Rico Water & Sewer) Corp - Water Division

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

FOR THE YEAR ENDING: 12/31/2023

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 Green
signature of owner/official

623-298-3744
telephone no.

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

THIS

6th

DAY OF

Maricopa
(county name)

June 2024
(month) and (year)

MY COMMISSION EXPIRES

June 09, 2026
(date)

Virginia P. Covarrubias
(signature of notary public)

