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**ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION**

ANNUAL REPORT

Of

Company Name:
10858 N. Sand Canyon Place

Mailing Address: Tucson AZ
85737

Docket No.:
For the Year Ended:

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:
Application Date:

ARIZONA CORPORATION COMMISSION
WATER UTILITY ANNUAL REPORT
Desert Valencia Water, Inc.
A Class Utility

For the Calendar Year Ended: 12/31/23

Primary Address: 14163 N 90th Lane
City: Peoria State: Arizona Zip Code: 85381

Telephone Number: 928-499-2355

Date of Original Organization of Utility: 6/27/2005

Person to whom correspondence should be addressed concerning this report:

Name: Brenda Wootton
Telephone No. : 928-533-8946
Address: 14163 N 90th Lane
City: Peoria State: Arizona Zip Code: 85381
Email: brendawootton@gmail.com

Management Contact

Name: Jim Rudnick
Telephone No. : 928-920-4675
Address: P O Box 310
City: Tacna State: Arizona Zip Code: 85352
Email: lukcydigger@gmail.com

Statutory Agent

Name: Pamela Walsma
Telephone No. : 928-783-7831
Address: 682 Fourth Avenue
City: Yuma State: Arizona Zip Code: 85364
Email: pwalsma@yumalawfirm.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: "S" Corporation

Counties Served: Yuma

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	\$0	\$0	\$0	\$0	\$0	\$0
302	Franchises	0	0	0	0	0	0
303	Land and Land Rights	6,400	0	0	6,400	0	6,400
304	Structures and Improvements	0	0	0	0	0	0
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	0	0	0	0	0	0
308	Infiltration Galleries	0	0	0	0	0	0
309	Supply Mains	0	0	0	0	0	0
310	Power Generation Equipment	0	0	0	0	0	0
311	Pumping Equipment	2,671	0	0	2,671	2,671	0
320	Water Treatment Equipment	0	0	0	0	0	0
320.1	Water Treatment Plants	0	0	0	0	0	0
320.2	Solution Chemical Feeders	0	0	0	0	0	0
320.3	Point-of-Use Treatment Devices	11,189	0	0	11,189	2,236	8,953
330	Distribution Reservoirs and Standpipes	0	0	0	0	0	0
330.1	Storage Tanks	0	0	0	0	0	0
330.2	Pressure Tanks	5,783	0	0	5,783	5,783	0
331	Transmission and Distribution Mains	0	0	0	0	0	0
333	Services	0	0	0	0	0	0
334	Meters and Meter Installations	28,139	0	0	28,139	14,246	13,893
335	Hydrants	0	0	0	0	0	0
336	Backflow Prevention Devices	0	0	0	0	0	0
339	Other Plant and Misc. Equipment	22,442	0	0	22,442	22,255	187
340	Office Furniture and Equipment	0	0	0	0	0	0
340.1	Computer & Software	0	0	0	0	0	0
341	Transportation Equipment	0	0	0	0	0	0
342	Stores Equipment	0	0	0	0	0	0
343	Tools, Shop and Garage Equipment	0	0	0	0	0	0
344	Laboratory Equipment	0	0	0	0	0	0
345	Power Operated Equipment	0	0	0	0	0	0
346	Communication Equipment	0	0	0	0	0	0
347	Miscellaneous Equipment	0	0	0	0	0	0
348	Other Tangible Plant	7,994	0	0	7,994	7,994	0
	Totals	\$84,618	\$0	\$0	\$84,618	\$55,185	\$29,433

Desert Valencia Water, Inc.
Annual Report
Balance Sheet Assets
12/31/23

Balance Sheet Assets				
	Assets		Balance at Beginning of Year (2023)	Balance at End of Year (2023)
Account No.	Current and Accrued Assets			
131	Cash		\$23,386	\$16,565
134	Working Funds		0	0
135	Temporary Cash Investments		0	0
141	Customer Accounts Receivable		0	0
146	Notes Receivable from Associated Companies		0	0
151	Plant Material and Supplies		1,617	763
162	Prepayments		4,956	1,235
174	Miscellaneous Current and Accrued Assets		0	0
	Total Current and Accrued Assets		\$29,959	\$18,563
Account No.	Fixed Assets			
101	Utility Plant in Service*		\$84,618	\$84,618
103	Property Held for Future Use		2,554	2,554
105	Construction Work in Progress		0	0
108	Accumulated Depreciation (enter as negative)*		(51,062)	(55,185)
121	Non-Utility Property		2,278	2,278
122	Accumulated Depreciation - Non Utility		(2,126)	(2,278)
	Total Fixed Assets		\$36,262	\$31,987
	Total Assets		\$66,221	\$50,550

*Note these items feed automatically from AR3 UPIS Page 4

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	\$10,048	\$9,577
460	Unmetered Water Revenue	0	0
462	Fire Protection Revenue	0	0
469	Guaranteed Revenues (Surcharges)	0	0
471	Miscellaneous Service Revenues	0	0
474	Other Water Revenue	0	0
	Total Revenues	\$10,048	\$9,577
	Operating Expenses		
601	Salaries and Wages	\$6,854	\$5,771
604	Employee Pensions and Benefits	0	0
610	Purchased Water	5,948	8,775
615	Purchased Power	1,315	1,459
618	Chemicals	633	322
620	Materials and Supplies	221	322
620.1	Repairs and Maintenance	1,169	541
620.2	Office Supplies and Expense	79	60
630	Contractual Services	0	0
631	Contractual Services - Engineering	0	0
632	Contractual Services - Accounting	2,820	2,260
633	Contractual Services - Legal	0	0
634	Contractual Services - Management Fees	0	0
635	Contractual Services - Water Testing	505	541
636	Contractual Services - Other	0	0
640	Rents	0	0
641	Rental of Building/Real Property	0	0
642	Rental of Equipment	0	0
650	Transportation Expenses	105	99
657	Insurance - General Liability	792	706
657.1	Insurance - Health and Life	0	0
665	Regulatory Commission Expense - Rate	0	0
670	Bad Debt Expense	0	0
675	Miscellaneous Expense	177	177
403	Depreciation Expense (From Schedule AR4)	4,122	4,822
408	Taxes Other Than Income	771	657
408.11	Property Taxes	207	143
409	Income Taxes	0	0
427.1	Customer Security Deposit Interest	0	0
	Total Operating Expenses	\$25,718	\$26,655
	Operating Income / (Loss)	(\$15,670)	(\$17,078)
	Other Income / (Expense)		
419	Interest and Dividend Income	\$0	\$0
421	Non-Utility Income	0	0
426	Miscellaneous Non-Utility (Expense)	0	0
427	Interest (Expense)	0	0
	Total Other Income / (Expense)	\$0	\$0
	Net Income / (Loss)	(\$15,670)	(\$17,078)

Supplemental Financial Data (Long-Term Debt)				
	Loan #1	Loan #2	Loan #3	Loan #4
Date Issued	1/0/1900	1/0/1900	1/0/1900	1/0/1900
Source of Loan	0	0	0	0
ACC Decision No.	0	0	0	0
Reason for Loan	0	0	0	0
Dollar Amt. Issued	\$0	\$0	\$0	\$0
Amount Outstanding	\$0	\$0	\$0	\$0
Date of Maturity	1/0/1900	1/0/1900	1/0/1900	1/0/1900
Interest Rate	0.00%	0.00%	0.00%	0.00%
Current Year Interest	\$0	\$0	\$0	\$0
Current Year Principal	\$0	\$0	\$0	\$0

Meter Deposit Balance at Test Year End:	\$0
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Meter Deposits Refunded During the Test Year:	\$0
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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.

Water Utility Plant Description			
Name of the System:	N/A		
ADEQ Public Water System Number:	N/A		N/A
ADWR PCC Number:	N/A		N/A

MAINS		
Sizes (inches)	Material	Length (feet)
2.00	PVC	3,577
6.00	Cement	2,020
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

CUSTOMER METERS			
Size (inches)	Quantity	Percent over 1,000,000 gallons	Percent over 10 years old
5/8 X 3/4	14	21%	100%
0.75	9	56%	100%
NA	0	0%	0%
NA	0	0%	0%
NA	0	0%	0%
NA	0	0%	0%
NA	0	0%	0%
NA	0	0%	0%
NA	0	0%	0%
NA	0	0%	0%
NA	0	0%	0%
NA	0	0%	0%
NA	0	0%	0%
NA	0	0%	0%
NA	0	0%	0%
NA	0	0%	0%
NA	0	0%	0%
NA	0	0%	0%
NA	0	0%	0%
NA	0	0%	0%
NA	0	0%	0%
NA	0	0%	0%

SERVICE LINES		
Material	Percent of system	Year installed
PVC	100%%	1968
NA	0%	0
NA	0%	0
NA	0%	0
NA	0%	0

BOOSTER PUMPS		
Horsepower	GPM	Quantity
1.5	Unknown	1
0	0	0
0	0	0
0	0	0

FIRE HYDRANTS	
Type	Quantity
Standard *	0
Other	0

STORAGE TANKS			
Capacity (gallons)	Material	Quantity	Year installed
20,000	Steel	1	Unknown
0	0	0	0
0	0	0	0
0	0	0	0
0	0	0	0
0	0	0	0

PRESSURE/BLADDER TANKS			
Capacity (gallons)	Material	Quantity	Year installed
1,000	Steel	1	2010
3,000	Steel	1	Unknown
0	0	0	0
0	0	0	0
0	0	0	0
0	0	0	0

* 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.

Customer and Other Information

Name of the System:	N/A
ADEQ Public Water System Number:	N/A
ADWR PCC Number:	N/A

Month	Number of Customers				
	Single-Family	Multi-Family	Commercial	Turf/Irrigation	Other Non-Residential
January	9	0	0	0	0
February	9	0	0	0	0
March	9	0	0	0	0
April	9	0	0	0	0
May	9	0	0	0	0
June	9	0	0	0	0
July	9	0	0	0	0
August	9	0	0	0	0
September	9	0	0	0	0
October	9	0	0	0	0
November	9	0	0	0	0
December	9	0	0	0	0

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.

None Planned

* an ERC is based on the calculation on the bottom of AR9 page 12.

Property Taxes	
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Amount of actual property taxes paid during Calendar Year 2023 was	\$207
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If no property taxes paid, explain why. They were paid

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.

Desert Valencia Water, Inc.
Annual Report
Verification and Certification (Taxes)
12/31/23

Verification and Certification (Taxes)

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

County of (county name): Maricopa
Name (owner or official) title: Scott Wootton - President
Company name: Desert Valencia Water, Inc.

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

FOR THE YEAR ENDING: 12/31/23

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.

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

928-499-2355
telephone no.