

**ANNUAL REPORT**

Of

Company Name:

6808 N Dysart Rd Ste 116

Mailing Address: Glendale AZ 85307

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**3/04/2023, 3:02 PM**

**ARIZONA CORPORATION COMMISSION  
UTILITIES DIVISION**

Docket No.:

For the Year Ended:

**WATER UTILITY**

To

Arizona Corporation Commission

**Due on April 15th**

Email: [rdelafuente@azcc.gov](mailto:rdelafuente@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  
East Slope Water Company  
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:

**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.
	N/A

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.
	N/A

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	\$2,180	\$0	0	\$2,180	0	\$2,180
302	Franchises	0	0	0	0	0	0
303	Land and Land Rights	27,811	67,854	0	95,665	0	95,665
304	Structures and Improvements	56,745	0	0	56,745	16,333	40,412
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	488,940	6,944	0	495,884	159,494	336,390
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	758,963	25,705	0	784,668	560,371	224,297
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	6,810	0	0	6,810	3,526	3,284
320.3	Point-of-Use Treatment Devices	0	0	0	0	0	0
330	Distribution Reservoirs and Standpipes	10,276	0	0	10,276	7,493	2,783
330.1	Storage Tanks	470,510	0	0	470,510	73,384	397,126
330.2	Pressure Tanks	52,810	0	0	52,810	34,401	18,409
331	Transmission and Distribution Mains	2,247,339	433,947	0	2,681,286	481,367	2,199,919
333	Services	55,986	110,714	0	166,700	10,147	156,553
334	Meters and Meter Installations	91,968	47,129	0	139,097	54,400	84,697
335	Hydrants	12,580	12,580	0	25,160	1,006	24,154
336	Backflow Prevention Devices	0	0	0	0	0	0
339	Other Plant and Misc. Equipment	22,654	0	0	22,654	2,266	20,388
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	1,044	0	0	1,044	132	912
344	Laboratory Equipment	0	0	0	0	0	0
345	Power Operated Equipment	0	0	0	0	0	0
346	Communication Equipment	600	0	0	600	90	510
347	Miscellaneous Equipment	0	0	0	0	0	0
348	Other Tangible Plant	0	0	0	0	0	0
	<b>Totals</b>	<b>\$4,307,216</b>	<b>\$704,873</b>	<b>\$0</b>	<b>\$5,012,089</b>	<b>\$1,404,410</b>	<b>\$3,607,679</b>

East Slope Water Company  
Annual Report  
Depreciation Expense for the Current Year (Water)  
12/31/22

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	\$2,180	\$0	\$0	\$2,180	\$2,180	\$0	0.00%	\$0
302	Franchises	0	0	0	0	0	0	0.00%	0
303	Land and Land Rights	27,811	67,854	0	95,665	95,665	0	0.00%	0
304	Structures and Improvements	56,745	0	0	56,745	0	56,745	3.33%	1,890
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	488,940	6,944	0	495,884	60,588	435,296	3.33%	14,380
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	758,963	25,705	0	784,668	343,960	440,708	12.50%	53,482
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	6,810	0	0	6,810	1,741	5,069	20.00%	1,077
320.3	Point-of-Use Treatment Devices	0	0	0	0	0	0	0.00%	0
330	Distribution Reservoirs and Standpipes	10,276	0	0	10,276	0	10,276	2.22%	228
330.1	Storage Tanks	470,510	0	0	470,510	0	470,510	2.22%	10,445
330.2	Pressure Tanks	52,810	0	0	52,810	0	52,810	5.00%	1,979
331	Transmission and Distribution Mains	2,247,339	433,947	0	2,681,286	143,358	2,537,928	2.00%	46,419
333	Services	55,986	110,714	0	166,700	0	166,700	3.33%	3,708
334	Meters and Meter Installations	91,968	47,129	0	139,097	14,939	124,158	8.33%	8,379
335	Hydrants	12,580	12,580	0	25,160	0	25,160	2.00%	377
336	Backflow Prevention Devices	0	0	0	0	0	0	0.00%	0
339	Other Plant and Misc. Equipment	22,654	0	0	22,654	0	22,654	6.67%	1,510
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	1,044	0	0	1,044	0	1,044	5.00%	52
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	600	0	0	600	0	600	10.00%	60
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
	<b>Subtotal</b>	<b>\$4,307,216</b>	<b>\$704,873</b>	<b>\$0</b>	<b>\$5,012,089</b>	<b>\$662,431</b>	<b>\$4,349,658</b>		<b>\$143,987</b>

Contribution(s) in Aid of Construction (Gross)	\$311,908
Less: Non Amortizable Contribution(s)	0
Fully Amortized Contribution(s)	287,707
Amortizable Contribution(s)	<b>\$24,201</b>
Times: Proposed Amortization Rate	3.54%
<b>Amortization of CIAC</b>	<b>\$857</b>

Less: Amortization of CIAC \$857

**DEPRECIATION EXPENSE** **\$143,130**

East Slope Water Company  
Annual Report  
Balance Sheet Assets  
12/31/22

<b>Balance Sheet Assets</b>				
	<b>Assets</b>		Balance at Beginning of Year (2022)	Balance at End of Year (2022)
Account No.	<b>Current and Accrued Assets</b>			
131	Cash		\$69,660	\$5,523
134	Working Funds		0	0
135	Temporary Cash Investments		0	0
141	Customer Accounts Receivable		1,544	16,427
146	Notes Receivable from Associated Companies		0	(13,543)
151	Plant Material and Supplies		0	0
162	Prepayments		9,647	17,447
174	Miscellaneous Current and Accrued Assets		199,739	623,284
	<b>Total Current and Accrued Assets</b>		<b>\$280,590</b>	<b>\$649,138</b>
Account No.	<b>Fixed Assets</b>			
101	Utility Plant in Service*		\$4,307,216	\$5,012,089
103	Property Held for Future Use		508,855	0
105	Construction Work in Progress		6,669	17,890
108	Accumulated Depreciation <b>(enter as negative)*</b>		(1,260,423)	(1,404,410)
121	Non-Utility Property		0	0
122	Accumulated Depreciation - Non Utility		0	0
	<b>Total Fixed Assets</b>		<b>\$3,562,317</b>	<b>\$3,625,569</b>
	<b>Total Assets</b>		<b>\$3,842,907</b>	<b>\$4,274,707</b>

\*Note these items feed automatically from AR3 UPIS Page 4

East Slope Water Company  
Annual Report  
Balance Sheet Liabilities and Owners Equity

<b>Balance Sheet Liabilities and Owners Equity</b>				
	<b>Liabilities</b>		Balance at Beginning of Year (2022)	Balance at End of Year (2022)
<b>Account No.</b>	<b>Current Liabilities</b>			
231	Accounts Payable		\$13,941	\$73,099
232	Notes Payable (Current Portion)		0	0
234	Notes Payable to Associated Companies		0	60,951
235	Customer Deposits		26,943	25,865
236	Accrued Taxes		16,469	16,585
237	Accrued Interest		0	0
242	Miscellaneous Current and Accrued Liabilities		1,368	1,326
	<b>Total Current Liabilities</b>		<b>\$58,721</b>	<b>\$177,826</b>
	<b>Long Term Debt</b>			
224	Long Term Debt (Notes and Bonds)		\$1,606,587	\$1,542,809
	<b>Deferred Credits</b>			
251	Unamortized Premium on Debt		\$0	\$0
252	Advances in Aid of Construction		1,618,418	1,604,519
255	Accumulated Deferred Investment Tax Credits		0	0
271	Contributions in Aid of Construction		311,908	311,908
272	Less: Amortization of Contributions		(288,135)	(288,992)
281	Accumulated Deferred Income Tax		0	374,327
	<b>Total Deferred Credits</b>		<b>\$1,642,191</b>	<b>\$2,001,762</b>
	<b>Total Liabilities</b>		<b>\$3,307,499</b>	<b>\$3,722,397</b>
	<b>Capital Accounts</b>			
201	Common Stock Issued		\$100	\$100
211	Other Paid-In Capital		97,153	97,153
215	Retained Earnings		438,155	455,057
218	Proprietary Capital (Sole Props and Partnerships)		0	0
	<b>Total Capital</b>		<b>\$535,408</b>	<b>\$552,310</b>
	<b>Total Liabilities and Capital</b>		<b>\$3,842,907</b>	<b>\$4,274,707</b>

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

East Slope Water Company  
Annual Report  
Water Comparative Income Statement  
12/31/22

<b>Water Comparative Income Statement</b>			
Account No.	Calendar Year	Current Year 01/01/2022 - 12/31/2022	Last Year 01/01/2021 - 12/31/2021
	<b>Operating Revenue</b>		
461	Metered Water Revenue	\$473,750	\$470,764
460	Unmetered Water Revenue	0	0
462	Fire Protection Revenue	0	0
469	Guaranteed Revenues (Surcharges)	144,244	142,160
471	Miscellaneous Service Revenues	11,359	10,039
474	Other Water Revenue	0	0
	<b>Total Revenues</b>	<b>\$629,353</b>	<b>\$622,963</b>
	<b>Operating Expenses</b>		
601	Salaries and Wages	\$0	\$0
604	Employee Pensions and Benefits	0	0
610	Purchased Water	0	0
615	Purchased Power	88,878	79,255
618	Chemicals	104	375
620	Materials and Supplies	0	0
620.1	Repairs and Maintenance	17,546	20,663
620.2	Office Supplies and Expense	8,394	4,740
630	Contractual Services	0	0
631	Contractual Services - Engineering	0	1,800
632	Contractual Services - Accounting	1,465	743
633	Contractual Services - Legal	980	2,002
634	Contractual Services - Management Fees	220,179	214,988
635	Contractual Services - Water Testing	7,170	6,245
636	Contractual Services - Other	5,300	15,128
640	Rents	0	0
641	Rental of Building/Real Property	1,337	1,146
642	Rental of Equipment	0	0
650	Transportation Expenses	8,050	7,800
657	Insurance - General Liability	8,757	3,063
657.1	Insurance - Health and Life	0	0
665	Regulatory Commission Expense - Rate	0	0
670	Bad Debt Expense	1,373	8,730
675	Miscellaneous Expense	3,401	1,144
403	Depreciation Expense (From Schedule AR4)	143,130	131,218
408	Taxes Other Than Income	0	0
408.11	Property Taxes	27,450	27,723
409	Income Taxes	5,880	5,895
427.1	Customer Security Deposit Interest	498	641
	<b>Total Operating Expenses</b>	<b>\$549,892</b>	<b>\$533,299</b>
	<b>Operating Income / (Loss)</b>	<b>\$79,461</b>	<b>\$89,664</b>
	<b>Other Income / (Expense)</b>		
419	Interest and Dividend Income	\$15,733	\$16,429
421	Non-Utility Income	3,573	1,268
426	Miscellaneous Non-Utility (Expense)	0	0
427	Interest (Expense)	(88,371)	(90,379)
	<b>Total Other Income / (Expense)</b>	<b>(\$69,065)</b>	<b>(\$72,682)</b>
	<b>Net Income / (Loss)</b>	<b>\$10,396</b>	<b>\$16,982</b>



**Full time equivalent employees**

	Direct Company	Allocated	Outside service	Total
President	0.0	0.0		0.0
Vice-president	0.0	0.0		0.0
Manager	0.0	0.0		0.0
Engineering Staff	0.0	0.0	difficult to	0.0
System Operator(s)	0.0	0.0	determine	0.0
Meter reader	0.0	0.0	without	0.0
Customer Service	0.0	0.0	significant	0.0
Accounting	0.0	0.0	analysis	0.0
Business Office	0.0	0.0		0.0
Rates Department	0.0	0.0		0.0
Administrative Staff	0.0	0.0		0.0
Other	0.0	0.0		0.0
<b>Total</b>	0.0	0.0	0.0	0.0

East Slope Water Company  
 Annual Report  
 Supplemental Financial Data (Long-Term Debt)  
 12/31/22

<b>Supplemental Financial Data (Long-Term Debt)</b>				
	Loan #1	Loan #2	Loan #3	Loan #4
Date Issued	3/6/2017			
Source of Loan	CoBank			
ACC Decision No.	75923			
Reason for Loan	Refi/improvements			
Dollar Amt. Issued	\$1,840,246			
Amount Outstanding	\$1,542,809			
Date of Maturity	3/20/2038			
Interest Rate	5.44% & 5.87%			
Current Year Interest	\$88,371			
Current Year Principal	\$63,778			

Meter Deposit Balance at Test Year End:	\$9,003
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Meter Deposits Refunded During the Test Year:	\$1,284
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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:		EAST SLOPE WATER COMPANY									
ADEQ Public Water System Number:		AZ0402028									
ADWR PCC Number:		91-000046.0000									
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 2022	Meter Size (inches)	How measured:	Active
55-805786 Well 1	25	25	549	8	Submersible	1964	391	392	3	Metered	Yes
55-805787 Well 2	5	20	560	8	Submersible	1963	360	361	3	Metered	Yes
55-805788 Well 3	7.5	90	620	12	Submersible	1971	408	409	2	Metered	Yes
55-805789 Well 4	60	200	802	10	Submersible	1977	408	409	4	Metered	Yes
55-551665 Well 8	1	10	210	6	Submersible	1995	55	56	1	Metered	Yes
55-575955 Well 1R	5	40	402	8	Submersible	1999	91	92	2	Metered	Yes
55-575958 Well 2R	30	165	401	8	Submersible	2000	102	103	2	Metered	Yes
55-596646 Well 3R	3	20	510	8	Submersible	2003	61	62	2	Metered	Yes
55-211155 Well 4R	3	50	1,000	8	Submersible	2006	105	106	2	Metered	No

Name of system water delivered to:	EAST SLOPE WATER - WEST
ADWR PCC Number:	91-000069.0000
Source of water delivered to another system	Ground Water

Name of system water received from:	
ADWR PCC Number:	
Source of water received	
Well registry 55# (55-XXXXXX):	

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 Expense6	Purchased Power (kWh)7
January	6,277,640.00	4,457,138.00	0.00	0.00	5,000.00	\$4,118	28,206
February	4,525,680.00	4,278,372.00	0.00	0.00	0.00	3,890	25,855
March	4,222,830.00	3,580,641.00	0.00	0.00	0.00	3,497	22,693
April	5,621,640.00	4,716,811.00	0.00	0.00	0.00	4,112	23,644
May	7,186,680.00	6,100,848.00	0.00	0.00	0.00	4,935	29,689
June	8,140,150.00	6,915,395.00	0.00	0.00	0.00	5,540	33,243
July	7,438,580.00	5,739,027.00	0.00	0.00	0.00	4,621	25,241
August	8,009,570.00	6,073,850.00	0.00	0.00	0.00	5,913	35,577
September	5,360,155.00	4,183,072.00	0.00	0.00	0.00	4,324	22,461
October	6,702,295.00	4,426,154.00	0.00	0.00	0.00	4,177	21,210
November	5,507,830.00	4,204,671.00	0.00	0.00	0.00	4,023	20,473
December	4,915,600.00	3,049,736.00	0.00	0.00	0.00	4,108	20,422
<b>Totals</b>	<b>73,908,650.00</b>	<b>57,725,715.00</b>	<b>0.00</b>	<b>0.00</b>	<b>5,000.00</b>	<b>\$53,257</b>	<b>308,714</b>

**If applicable, in the space below please provide a description for all un-metered water use along with amounts:**  
 Flushing = 5000 gallons

**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.

- 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.
- #VALUE!  
 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.



<b>Water Utility Plant Description (Continued)</b>
--

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

<b>TREATMENT EQUIPMENT:</b>	1 chlorinator
<b>STRUCTURES:</b>	Chain link fence around all sites.
<b>OTHER:</b>	N/A

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	292
Method used:	(a)



<b>Water Utility Plant Description (Continued)</b>
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For the following three items, list the utility owned assets in each category for each system.

<b>TREATMENT EQUIPMENT:</b>	4 chlorinators
-----------------------------	----------------

<b>STRUCTURES:</b>	Chain link fence around all sites
--------------------	-----------------------------------

<b>OTHER:</b>	N/A
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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 days.
- (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	198
Method used:	(a)



Customer and Other Information	
Name of the System:	EAST SLOPE WATER - WEST
ADEQ Public Water System Number:	AZ0402094
ADWR PCC Number:	91-000069.0000

Month	Number of Customers				
	Single-Family	Multi-Family	Commercial	Turf/Irrigation	Other Non-Residential
January	254	0	1	0	0
February	254	0	1	0	0
March	253	0	1	0	0
April	253	0	1	0	0
May	254	0	1	0	0
June	255	0	1	0	0
July	255	0	1	0	0
August	254	0	1	0	0
September	255	0	1	0	0
October	256	0	1	0	0
November	256	0	1	0	0
December	255	0	1	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.

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

Customer and Other Information	
Name of the System:	EAST SLOPE WATER COMPANY
ADEQ Public Water System Number:	AZ0402028
ADWR PCC Number:	91-000046.0000

Month	Number of Customers				
	Single-Family	Multi-Family	Commercial	Turf/Irrigation	Other Non-Residential
January	711	0	51	0	0
February	702	0	51	0	0
March	705	0	51	0	0
April	714	0	52	0	0
May	718	0	51	0	0
June	720	0	51	0	0
July	711	0	51	0	0
August	718	0	51	0	0
September	720	0	52	0	0
October	722	0	52	0	0
November	726	0	52	0	0
December	727	0	52	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.

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

East Slope Water Company  
 Annual Report  
 Utility Shutoffs / Disconnects  
 12/31/22

Utility Shutoffs / Disconnects	
Name of the System:	EAST SLOPE WATER - WEST
ADEQ Public Water System Number:	AZ0402094
ADWR PCC Number:	91-000069.0000

Month	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	Other
January	0	4	0
February	0	2	0
March	0	1	0
April	0	3	0
May	0	0	0
June	0	2	0
July	0	2	0
August	0	1	0
September	0	2	0
October	0	1	0
November	0	3	0
December	0	0	0
<b>Total</b>	<b>0</b>	<b>21</b>	<b>0</b>

**Other (description):** 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.

East Slope Water Company  
 Annual Report  
 Utility Shutoffs / Disconnects  
 12/31/22

Utility Shutoffs / Disconnects	
Name of the System:	EAST SLOPE WATER COMPANY
ADEQ Public Water System Number:	AZ0402028
ADWR PCC Number:	91-000046.0000

Month	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	Other
January	0	12	0
February	0	20	0
March	0	11	0
April	0	15	0
May	0	12	0
June	0	9	0
July	0	6	0
August	0	7	0
September	0	19	0
October	0	12	0
November	0	28	0
December	0	19	0
<b>Total</b>	<b>0</b>	<b>170</b>	<b>0</b>

**Other (description):** N/A

**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.

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

\$27,498
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If no property taxes paid, explain why.
---

N/A
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<b>Instructions:</b> 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): Maricopa  
Name (owner or official) title: Bryan Thomas, President  
Company name: East Slope Water Company

**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.

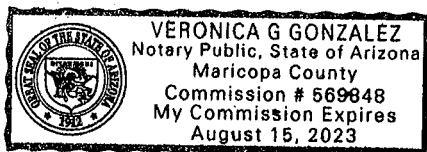
BTO  
signature of owner/official

623-935-1100  
telephone no.

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

THIS 4th DAY OF April 2023  
(month) and (year)

MY COMMISSION EXPIRES \_\_\_\_\_  
(date)



Veronica G Gonzalez  
(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: Bryan Thomas, President  
Company name: East Slope Water Company

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 (\$)

\$667,011

(The amount in the box above includes

\$37,658 in sales taxes  
billed or collected)

B/T  
signature of owner/official

623-935-1100  
telephone no.

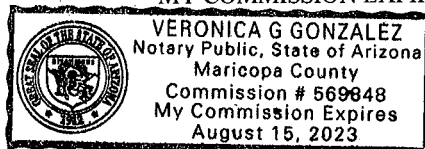
SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC  
IN AND FOR THE COUNTY

Maricopa  
(county name)

THIS 4<sup>th</sup> DAY OF April 2023  
(month) and (year)

MY COMMISSION EXPIRES

8/15/23  
(date)



Veronica G. Gonzalez  
(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: Bryan Thomas, President  
Company name: East Slope Water Company

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 (\$)

\$621,029

(The amount in the box above includes

\$35,014 in sales taxes  
billed or collected)

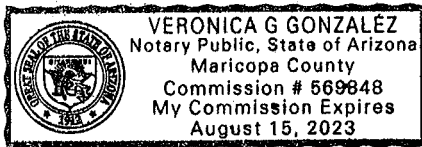
BTE  
signature of owner/official

623-935-1100  
telephone no.

SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC  
IN AND FOR THE COUNTY Maricopa  
(county name)

THIS 4th DAY OF April 2023  
(month) and (year)

MY COMMISSION EXPIRES 8/15/23  
(date)



Veronica M. Gonzalez  
(signature of notary public)



**Gross-up Sharing 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: Bryan Thomas, President  
Company name: East Slope Water Company

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.

B/T  
signature of owner/official

623-935-1100  
telephone no.

SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC  
IN AND FOR THE COUNTY Maricopa  
(county name)

THIS 4<sup>th</sup> DAY OF April 2023  
(month) and (year)

MY COMMISSION EXPIRES 8/15/23  
(date)



Veronica G. Gonzalez  
(signature of notary public)