

ANNUAL REPORT

Of

Company Name: McNeal Water Company
PO Box 154

Mailing Address: McNeal AZ
85617

Docket No.: W-02658A
For the Year Ended: 12/31/22

RECEIVED BY EMAIL
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ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

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: 5/17/2023

ARIZONA CORPORATION COMMISSION
WATER UTILITY ANNUAL REPORT
McNeal Water Company
A Class Utility

For the Calendar Year Ended: 12/31/22

Primary Address:

PO Box 154
City: McNeal
State: Arizona
Zip Code: 85617

Telephone Number:

520-405-9368

Date of Original Organization of Utility:

1/1/1998

Person to whom correspondence should be addressed concerning this report:

Name:

Neil Petersen

Telephone No. :

520-405-9368

Address:

PO Box 154
City: McNeal
State: Arizona
Zip Code: 85617

Email:

mwc@vtc.net
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On-Site Manager
Name:

Neil Petersen

Telephone No. :

520-405-9368

Address:

PO Box 154
City: McNeal
State: Arizona
Zip Code: 85617

Email:

mwc@vtc.net
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none
Name:

none

Telephone No. :

none

Address:

none
City: none
State: none
Zip Code: none

Email:

none

none
Name:

none

Telephone No. :

none

Address:

none
City: none
State: none
Zip Code: none

Email:

none

none
Name:

none

Telephone No. :

none

Address:

none
City: none
State: none
Zip Code: none

Email:

none

Ownership:

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 Trust

Counties Served:

Cochise

ARIZONA CORPORATION COMMISSION
WATER UTILITY ANNUAL REPORT
McNeal Water Company

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.

Yes	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.
	AZDEQ has consent decree in place for the installation of an 8,000-gallon storage tank. Several notices from AZDEQ regarding late submission of recurring reports.

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	1,325	0	0	1,325	0	1,325
304	Structures and Improvements	1,065	0	0	1,065	68	997
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	15,137	0	0	15,137	15,137	0
308	Infiltration Galleries	0	0	0	0	0	0
309	Supply Mains	0	0	0	0	0	0
310	Power Generation Equipment	1,595	340	0	1,935	196	1,739
311	Pumping Equipment	4,500	0	0	4,500	2,813	1,688
320	Water Treatment Equipment	185	0	0	185	55	130
320.1	Water Treatment Plants	0	0	0	0	0	0
320.2	Solution Chemical Feeders	1,037	0	0	1,037	380	657
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	5,223	0	0	5,223	928	4,296
330.2	Pressure Tanks	6,647	0	0	6,647	6,647	0
331	Transmission and Distribution Mains	12,086	213	0	12,299	12,090	209
333	Services	0	0	0	0	0	0
334	Meters and Meter Installations	845	266	154	957	580	377
335	Hydrants	0	0	0	0	0	0
336	Backflow Prevention Devices	0	0	0	0	0	0
339	Other Plant and Misc. Equipment	875	0	0	875	292	583
340	Office Furniture and Equipment	1,518	0	0	1,518	1,013	505
340.1	Computer & Software	1,316	272	135	1,453	583	870
341	Transportation Equipment	1,700	0	0	1,700	1,360	340
342	Stores Equipment	0	0	0	0	0	0
343	Tools, Shop and Garage Equipment	2,231	731	0	2,962	428	2,534
344	Laboratory Equipment	107	0	0	107	96	11
345	Power Operated Equipment	8,740	1,750	0	10,490	1,586	8,904
346	Communication Equipment	303	0	303	0	0	0
347	Miscellaneous Equipment	461	0	277	184	165	18
348	Other Tangible Plant	0	0	0	0	0	0
	Totals	\$66,896	\$3,572	\$869	\$69,599	\$44,416	\$25,184

McNeal 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	\$0	\$0	\$0	\$0	\$0	\$0	0.00%	\$0
302	Franchises	0	0	0	0	0	0	0.00%	0
303	Land and Land Rights	1,325	0	0	1,325	0	1,325	0.00%	0
304	Structures and Improvements	1,065	0	0	1,065	0	1,065	3.33%	35
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	15,137	0	0	15,137	15,137	0	0.00%	0
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	1,595	340	0	1,935	0	1,935	5.00%	88
311	Pumping Equipment	4,500	0	0	4,500	0	4,500	12.50%	563
320	Water Treatment Equipment	185	0	0	185	0	185	0.00%	0
320.1	Water Treatment Plants	0	0	0	0	0	0	10.00%	0
320.2	Solution Chemical Feeders	1,037	0	0	1,037	0	1,037	10.00%	104
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	5,223	0	0	5,223	0	5,223	2.22%	116
330.2	Pressure Tanks	6,647	0	0	6,647	6,647	0	0.00%	0
331	Transmission and Distribution Mains	12,086	213	0	12,299	12,086	213	0.00%	0
333	Services	0	0	0	0	0	0	0.00%	0
334	Meters and Meter Installations	845	266	154	957	0	957	8.33%	75
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	875	0	0	875	0	875	6.67%	58
340	Office Furniture and Equipment	1,518	0	0	1,518	0	1,518	6.67%	101
340.1	Computer & Software	1,316	272	135	1,453	0	1,453	20.00%	277
341	Transportation Equipment	1,700	0	0	1,700	0	1,700	20.00%	340
342	Stores Equipment	0	0	0	0	0	0	0.00%	0
343	Tools, Shop and Garage Equipment	2,231	731	0	2,962	0	2,962	5.00%	130
344	Laboratory Equipment	107	0	0	107	0	107	10.00%	11
345	Power Operated Equipment	8,740	1,750	0	10,490	0	10,490	5.00%	481
346	Communication Equipment	303	0	303	0	0	0	10.00%	15
347	Miscellaneous Equipment	461	0	277	184	0	184	10.00%	32
348	Other Tangible Plant	0	0	0	0	0	0	0.00%	0
	Subtotal	\$66,896	\$3,572	\$869	\$69,599	\$33,870	\$35,729		\$2,426

Contribution(s) in Aid of Construction (Gross)	\$0
Less: Non Amortizable Contribution(s)	0
Fully Amortized Contribution(s)	0
Amortizable Contribution(s)	<u>\$0</u>
Times: Proposed Amortization Rate	6.79%
Amortization of CIAC	\$0

Less: Amortization of CIAC \$0

DEPRECIATION EXPENSE **\$2,426**

McNeal Water Company
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		\$883	\$56
134	Working Funds		0	0
135	Temporary Cash Investments		0	0
141	Customer Accounts Receivable		1,104	891
146	Notes Receivable from Associated Companies		0	0
151	Plant Material and Supplies		5,994	6,152
162	Prepayments		0	0
174	Miscellaneous Current and Accrued Assets		0	0
	Total Current and Accrued Assets		\$7,981	\$7,099
Account No.	Fixed Assets			
101	Utility Plant in Service*		\$66,896	\$69,599
103	Property Held for Future Use		0	0
105	Construction Work in Progress		0	0
108	Accumulated Depreciation (enter as negative)*		(42,556)	(44,416)
121	Non-Utility Property		0	0
122	Accumulated Depreciation - Non Utility		0	0
	Total Fixed Assets		\$24,340	\$25,184
	Total Assets		\$32,321	\$32,282

*Note these items feed automatically from AR3 UPIS Page 4

McNeal Water Company
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)
Account No.	Current Liabilities			
231	Accounts Payable		\$0	\$0
232	Notes Payable (Current Portion)		0	0
234	Notes Payable to Associated Companies		0	0
235	Customer Deposits		1,408	800
236	Accrued Taxes		0	0
237	Accrued Interest		0	0
242	Miscellaneous Current and Accrued Liabilities		0	0
	Total Current Liabilities		\$1,408	\$800
	Long Term Debt			
224	Long Term Debt (Notes and Bonds)		\$8,973	\$8,973
	Deferred Credits			
251	Unamortized Premium on Debt		\$0	\$0
252	Advances in Aid of Construction		0	0
255	Accumulated Deferred Investment Tax Credits		0	0
271	Contributions in Aid of Construction		0	0
272	Less: Amortization of Contributions		0	0
281	Accumulated Deferred Income Tax		0	0
	Total Deferred Credits		\$0	\$0
	Total Liabilities		\$10,381	\$9,773
	Capital Accounts			
201	Common Stock Issued		\$0	\$0
211	Other Paid-In Capital		0	0
215	Retained Earnings		0	0
218	Proprietary Capital (Sole Props and Partnerships)		21,940	22,509
	Total Capital		\$21,940	\$22,509
	Total Liabilities and Capital		\$32,321	\$32,282

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

McNeal Water Company
Annual Report
Water Comparative Income Statement
12/31/22

Water Comparative Income Statement			
Account No.	Calendar Year	Current Year 01/01/2022 - 12/31/2022	Last Year 01/01/2021 - 12/31/2021
	Operating Revenue		
461	Metered Water Revenue	\$10,888	\$13,114
460	Unmetered Water Revenue	0	0
462	Fire Protection Revenue	0	0
469	Guaranteed Revenues (Surcharges)	0	0
471	Miscellaneous Service Revenues	0	240
474	Other Water Revenue	560	0
	Total Revenues	\$11,448	\$13,354
	Operating Expenses		
601	Salaries and Wages	\$0	\$0
604	Employee Pensions and Benefits	0	0
610	Purchased Water	0	0
615	Purchased Power	2,098	1,919
618	Chemicals	29	112
620	Materials and Supplies	4,346	3,660
620.1	Repairs and Maintenance	1,299	2,333
620.2	Office Supplies and Expense	657	1,280
630	Contractual Services	78	4
631	Contractual Services - Engineering	0	0
632	Contractual Services - Accounting	0	0
633	Contractual Services - Legal	0	0
634	Contractual Services - Management Fees	0	0
635	Contractual Services - Water Testing	1,028	1,080
636	Contractual Services - Other	1,335	1,673
640	Rents	0	0
641	Rental of Building/Real Property	0	0
642	Rental of Equipment	0	0
650	Transportation Expenses	4,316	4,269
657	Insurance - General Liability	1,938	1,938
657.1	Insurance - Health and Life	0	0
665	Regulatory Commission Expense - Rate	0	0
670	Bad Debt Expense	0	0
675	Miscellaneous Expense	18	103
403	Depreciation Expense (From Schedule AR4)	2,426	3,221
408	Taxes Other Than Income	661	835
408.11	Property Taxes	5,059	539
409	Income Taxes	0	0
427.1	Customer Security Deposit Interest	40	72
	Total Operating Expenses	\$25,328	\$23,037
	Operating Income / (Loss)	(\$13,880)	(\$9,683)
	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)	(\$13,880)	(\$9,683)

Full time equivalent employees

	Direct Company	Allocated	Outside service	Total
President	0.0	0.0	0.0	0.0
Vice-president	0.0	0.0	0.0	0.0
Manager	0.3	0.0	0.0	0.3
Engineering Staff	0.0	0.0	0.0	0.0
System Operator(s)	0.0	0.0	0.0	0.0
Meter reader	0.0	0.0	0.0	0.0
Customer Service	0.0	0.0	0.0	0.0
Accounting	0.0	0.0	0.0	0.0
Business Office	0.0	0.0	0.0	0.0
Rates Department	0.0	0.0	0.0	0.0
Administrative Staff	0.0	0.0	0.0	0.0
Other	0.0	0.0	0.0	0.0
Total	0.3	0.0	0.0	0.3

McNeal Water Company
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	5/29/2003	none	none	none
Source of Loan	Petersen Trust	none	none	none
ACC Decision No.	TBD	none	none	none
Reason for Loan	Low Bank Balance	none	none	none
Dollar Amt. Issued	\$8,973	none	none	none
Amount Outstanding	\$8,973	none	none	none
Date of Maturity	TBD	none	none	none
Interest Rate	none	none	none	none
Current Year Interest	\$0	none	none	none
Current Year Principal	\$0	none	none	none

Meter Deposit Balance at Test Year End:	\$800
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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.

Name of system water received from	MCNEAL WC	
<u>ADWR PCC Number:</u>	91-000037.0000	
Source of water received	NA	
Well registry 55# (55-XXXXXX):	none	

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 ⁷ (kWh)
January	124,529.00	116,933.00	0.00	0.00	23.00	\$129	625
February	82,388.00	77,877.00	0.00	0.00	24.00	141	557
March	121,902.00	113,820.00	0.00	0.00	40.00	145	561
April	214,386.00	211,840.00	0.00	0.00	54.00	153	540
May	191,473.00	174,110.00	0.00	0.00	77.00	175	686
June	195,544.00	179,460.00	0.00	0.00	66.00	213	908
July	190,978.00	184,805.00	0.00	0.00	55.00	224	993
August	140,530.00	127,752.00	0.00	0.00	38.00	210	854
September	89,927.00	86,820.00	0.00	0.00	41.00	198	738
October	78,098.00	75,790.00	0.00	0.00	24.00	165	618
November	72,733.00	72,010.00	0.00	0.00	27.00	187	512
December	57,909.00	52,640.00	0.00	0.00	23.00	159	534
Totals	1,560,397.00	1,473,857.00	0.00	0.00	492.00	\$2,099	8,126

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

Unmetered reverse osmosis water for chlorinator: 492 gallons;Unmetered Unauthorized Use (leaks, breaks, etc.): 86,540 gallons

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:	MCNEAL WC		
ADEQ Public Water System Number:	AZ0402016		
ADWR PCC Number:	91-000037.0000		

MAINS		
Sizes (inches)	Material	Length (feet)
2.00	PVC	2,500
3.00	PVC, Steel	10,500
4.00	Ductile Iron	2,000
NA	NA	none
NA	NA	none
NA	NA	none
NA	NA	none
NA	NA	none
NA	NA	none
NA	NA	none
NA	NA	none
NA	NA	none
NA	NA	none
NA	NA	none
NA	NA	none

SERVICE LINES		
Material	Percent of system	Year installed
PVC	100%	1980
NA	none	none
NA	none	none
NA	none	none
NA	none	none

BOOSTER PUMPS		
Horsepower	GPM	Quantity
none	none	none
none	none	none
none	none	none
none	none	none

STORAGE TANKS			
Capacity (gallons)	Material	Quantity	Year installed
none	none	none	none
none	none	none	none
none	none	none	none
none	none	none	none
none	none	none	none
none	none	none	none

CUSTOMER METERS			
Size (inches)	Quantity	Percent over 1,000,000 gallons	Percent over 10 years old
5/8 X 3/4	31	5%	85%
NA	none	none	none
NA	none	none	none
NA	none	none	none
NA	none	none	none
NA	none	none	none
NA	none	none	none
NA	none	none	none
NA	none	none	none
NA	none	none	none
NA	none	none	none
NA	none	none	none
NA	none	none	none
NA	none	none	none
NA	none	none	none
NA	none	none	none

FIRE HYDRANTS	
Type	Quantity
Standard *	0
Other	4

PRESSURE/BLADDER TANKS			
Capacity (gallons)	Material	Quantity	Year installed
1,120	Steel	1	1956
none	none	none	none
none	none	none	none
none	none	none	none
none	none	none	none
none	none	none	none

* 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:	Stenner peristaltic chlorinator pump
STRUCTURES:	4x8 chlorinator shed
OTHER:	Chain link fence & gates

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	168
Method used:	(a)

Customer and Other Information		
Name of the System:	MCNEAL WC	
ADEQ Public Water System Number:	AZ0402016	
ADWR PCC Number:	91-000037.0000	

Month	Number of Customers				
	Single-Family	Multi-Family	Commercial	Turf/Irrigation	Other Non-Residential
January	23	0	3	0	0
February	25	0	2	0	0
March	25	0	1	0	0
April	26	0	1	0	0
May	24	0	1	0	0
June	24	0	1	0	0
July	24	0	1	0	0
August	24	0	1	0	0
September	23	0	1	0	0
October	23	0	1	0	0
November	23	0	1	0	0
December	24	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.

Installation of an 8,000 gallon storage tank including pump house, pipes, cutoff valves, check valves, booster pumps, chlorinator, eye wash station, electrical service panel upgrades, drain field, master meter, electrical control systems, remote telemetry system, expanded perimeter fencing; estimated project completion date: subject to completion of ACC Emergency Rate Case and receipt of project loan from WIFA or other funding source.

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

McNeal Water Company
Annual Report
 Utility Shutoffs / Disconnects
 12/31/22

Utility Shutoffs / Disconnects	
Name of the System:	MCNEAL WC
ADEQ Public Water System Number:	AZ0402016
ADWR PCC Number:	91-000037.0000

Month	Termination without Notice R14-2-410.B	Termination with Notice R14-2- 410.C	Other
January	0	0	0
February	0	1	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	1	0

Other (description):

none

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
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\$509

If no property taxes paid, explain why.

0

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.

5/1/2023 4:20 PM

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISIONMcNeal Water Company
Annual Report
Verification and Sworn Statement (Taxes)
12/31/22

Verification and Sworn Statement (Taxes)

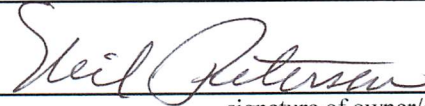
Verification: State of Arizona I, the undersigned of the
(state name)County of (county name): Cochise
Name (owner or official) title: Neil Petersen, Trustee, Petersen Trust UTD 7-21-98
Company name: McNeal Water CompanyDO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA
CORPORATION 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 NOT CURRENT AND PAID IN FULL.



signature of owner/official

520-405-9368

telephone no.

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

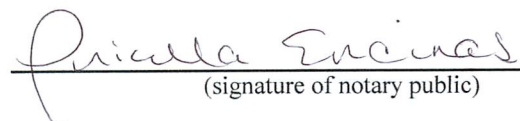
THIS

1st

DAY OF

Cochise
(county name)May 2023
(month) and (year)

MY COMMISSION EXPIRES

5-1-23 Sep 30, 2025
(date)
(signature of notary public)

Verification and Sworn Statement

Verification:

State of Arizona I, the undersigned of the
(state name)
County of (county name): Cochise
Name (owner or official) title: Neil Petersen, Trustee, Petersen Trust UTD 7-21-98
Company name: McNeal 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 (\$)

\$11,448

(The amount in the box above includes

\$661

in sales taxes

billed or collected)

Neil Petersen

signature of owner/official

520-405-9368

telephone no.

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

Cochise

(county name)

THIS

15th

DAY OF

May, 2023

(month) and (year)

MY COMMISSION EXPIRES

5-1-23 Sep 30, 2025

(date)



PRICILLA ENCINAS
Notary Public - State of Arizona
COCHISE COUNTY
Commission # 614901
Expires September 30, 2025

Pricilla Encinas

(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): Cochise
Name (owner or official) title: Neil Petersen, Trustee, Petersen Trust UTD 7-2
Company name: McNeal 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 (\$)

\$11,448

(The amount in the box above includes

\$661

in sales taxes
billed or collected)

Neil Petersen

signature of owner/official

520-405-9368

telephone no.

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

Cochise

(county name)

THIS

15th

DAY OF

May 2023

(month) and (year)

MY COMMISSION EXPIRES

Sep 30, 2025

(date)



Pricilla Encinas
(signature of notary public)