

ANNUAL REPORT

Of

Company Name: Mountain Glen Water Service, Inc.

6808 N Dysart Rd Ste 116

Mailing Address: Glendale AZ 85307

Docket No.: W-03875A

For the Year Ended: 12/31/22

RECEIVED BY EMAIL

4/4/2023, 3:06 PM

**ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION**

WATER UTILITY

To

Arizona Corporation Commission

Due on April 15th

Email: 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: Original Filing

Application Date: 4/3/2023

ARIZONA CORPORATION COMMISSION
WATER UTILITY ANNUAL REPORT
Mountain Glen Water Service, Inc.
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: Bnthomas@hearthstonecompany.com

On-Site Manager

Name:
Telephone No. :
Address:
City: State: Zip Code:
Email: jason@desertratexcavatinginc.com

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.
	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	\$2,384	\$0	\$0	\$2,384	\$864	\$1,520
302	Franchises	0	0	0	0	0	0
303	Land and Land Rights	10,520	0	0	10,520	0	10,520
304	Structures and Improvements	57,231	1,822	0	59,053	29,680	29,373
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	146,292	3,379	0	149,671	75,307	74,364
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	89,698	9,406	0	99,104	64,791	34,313
320	Water Treatment Equipment	10,000	0	0	10,000	10,000	0
320.1	Water Treatment Plants	0	0	0	0	0	0
320.2	Solution Chemical Feeders	2,657	593	0	3,250	2,185	1,065
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	209,291	0	0	209,291	66,077	143,214
330.2	Pressure Tanks	2,309	0	0	2,309	369	1,940
331	Transmission and Distribution Mains	260,896	7,527	0	268,423	84,143	184,280
333	Services	45,531	4,272	0	49,803	17,657	32,146
334	Meters and Meter Installations	68,651	4,768	0	73,419	62,090	11,329
335	Hydrants	38,535	0	0	38,535	12,565	25,970
336	Backflow Prevention Devices	0	0	0	0	0	0
339	Other Plant and Misc. Equipment	2,575	0	0	2,575	601	1,974
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	2,933	0	0	2,933	372	2,561
344	Laboratory Equipment	0	0	0	0	0	0
345	Power Operated Equipment	0	0	0	0	(139)	139
346	Communication Equipment	2,075	0	0	2,075	477	1,598
347	Miscellaneous Equipment	0	0	0	0	0	0
348	Other Tangible Plant	0	0	0	0	0	0
	Totals	\$951,578	\$31,767	\$0	\$983,345	\$427,039	\$556,306

Mountain Glen Water Service, Inc.
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	\$2,384	\$0	\$0	\$2,384	\$2,384	\$0	0.00%	\$0
302	Franchises	0	0	0	0	0	0	0.00%	0
303	Land and Land Rights	10,520	0	0	10,520	10,520	0	0.00%	0
304	Structures and Improvements	57,231	1,822	0	59,053	0	59,053	3.33%	1,936
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	146,292	3,379	0	149,671	0	149,671	3.33%	5,346
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	89,698	9,406	0	99,104	47,859	51,245	12.50%	5,818
320	Water Treatment Equipment	10,000	0	0	10,000	10,000	0	3.33%	0
320.1	Water Treatment Plants	0	0	0	0	0	0	0.00%	0
320.2	Solution Chemical Feeders	2,657	593	0	3,250	1,255	1,995	20.00%	340
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	209,291	0	0	209,291	0	209,291	2.22%	4,672
330.2	Pressure Tanks	2,309	0	0	2,309	0	2,309	5.00%	115
331	Transmission and Distribution Mains	260,896	7,527	0	268,423	0	268,423	2.00%	5,293
333	Services	45,531	4,272	0	49,803	0	49,803	3.33%	1,587
334	Meters and Meter Installations	68,651	4,768	0	73,419	45,909	27,510	8.33%	2,502
335	Hydrants	38,535	0	0	38,535	0	38,535	2.00%	771
336	Backflow Prevention Devices	0	0	0	0	0	0	0.00%	0
339	Other Plant and Misc. Equipment	2,575	0	0	2,575	0	2,575	6.67%	172
340	Office Furniture and Equipment	0	0	0	0	0	0	6.67%	0
340.1	Computer & Software	0	0	0	0	0	0	0.00%	50
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	2,933	0	0	2,933	0	2,933	5.00%	165
344	Laboratory Equipment	0	0	0	0	0	0	0.00%	0
345	Power Operated Equipment	0	0	0	0	0	0	5.00%	31
346	Communication Equipment	2,075	0	0	2,075	0	2,075	10.00%	208
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	\$951,578	\$31,767	\$0	\$983,345	\$117,927	\$865,418		\$29,005

Contribution(s) in Aid of Construction (Gross)	\$258,541
Less: Non Amortizable Contribution(s)	0
Fully Amortized Contribution(s)	0
Amortizable Contribution(s)	\$258,541
Times: Proposed Amortization Rate	3.33%
Amortization of CIAC	\$8,609

Less: Amortization of CIAC **\$8,609**

DEPRECIATION EXPENSE **\$20,396**

Mountain Glen Water Service, Inc.
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		\$64,792	\$20,707
134	Working Funds		0	0
135	Temporary Cash Investments		0	0
141	Customer Accounts Receivable		8,530	6,996
146	Notes Receivable from Associated Companies		0	(6,613)
151	Plant Material and Supplies		0	0
162	Prepayments		0	2,788
174	Miscellaneous Current and Accrued Assets		4,000	92,115
	Total Current and Accrued Assets		\$77,322	\$115,993
Account No.	Fixed Assets			
101	Utility Plant in Service*		\$951,578	\$983,345
103	Property Held for Future Use		0	0
105	Construction Work in Progress		4,521	5,596
108	Accumulated Depreciation (enter as negative)*		(398,033)	(427,039)
121	Non-Utility Property		0	0
122	Accumulated Depreciation - Non Utility		0	0
	Total Fixed Assets		\$558,066	\$561,902
	Total Assets		\$635,388	\$677,895

*Note these items feed automatically from AR3 UPIS Page 4

Mountain Glen Water Service, Inc.
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		\$4,822	\$2,681
232	Notes Payable (Current Portion)		0	0
234	Notes Payable to Associated Companies		0	0
235	Customer Deposits		17,455	18,205
236	Accrued Taxes		7,994	9,388
237	Accrued Interest		0	0
242	Miscellaneous Current and Accrued Liabilities		778	866
	Total Current Liabilities		\$31,049	\$31,140
	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		13,865	3,860
255	Accumulated Deferred Investment Tax Credits		0	0
271	Contributions in Aid of Construction		258,541	258,541
272	Less: Amortization of Contributions		(56,685)	(65,295)
281	Accumulated Deferred Income Tax		35,552	82,193
	Total Deferred Credits		\$251,273	\$279,299
	Total Liabilities		\$282,322	\$310,439
	Capital Accounts			
201	Common Stock Issued		\$2,100	\$2,100
211	Other Paid-In Capital		152,706	152,706
215	Retained Earnings		198,260	212,650
218	Proprietary Capital (Sole Props and Partnerships)		0	0
	Total Capital		\$353,066	\$367,456
	Total Liabilities and Capital		\$635,388	\$677,895

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

Mountain Glen Water Service, Inc.
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	\$217,282	\$214,143
460	Unmetered Water Revenue	0	0
462	Fire Protection Revenue	0	0
469	Guaranteed Revenues (Surcharges)	0	0
471	Miscellaneous Service Revenues	4,610	3,188
474	Other Water Revenue	0	0
	Total Revenues	\$221,892	\$217,331
	Operating Expenses		
601	Salaries and Wages	\$0	\$0
604	Employee Pensions and Benefits	0	0
610	Purchased Water	0	0
615	Purchased Power	15,335	12,675
618	Chemicals	3,646	2,703
620	Materials and Supplies	0	0
620.1	Repairs and Maintenance	10,115	1,790
620.2	Office Supplies and Expense	3,235	1,815
630	Contractual Services	0	0
631	Contractual Services - Engineering	0	0
632	Contractual Services - Accounting	438	549
633	Contractual Services - Legal	550	719
634	Contractual Services - Management Fees	124,688	123,165
635	Contractual Services - Water Testing	3,911	2,750
636	Contractual Services - Other	2,857	0
640	Rents	0	0
641	Rental of Building/Real Property	0	0
642	Rental of Equipment	0	0
650	Transportation Expenses	0	0
657	Insurance - General Liability	3,503	2,015
657.1	Insurance - Health and Life	0	0
665	Regulatory Commission Expense - Rate	2,364	0
670	Bad Debt Expense	(90)	961
675	Miscellaneous Expense	2,219	344
403	Depreciation Expense (From Schedule AR4)	20,396	19,866
408	Taxes Other Than Income	0	0
408.11	Property Taxes	7,435	7,653
409	Income Taxes	5,207	8,595
427.1	Customer Security Deposit Interest	360	401
	Total Operating Expenses	\$206,169	\$186,001
	Operating Income / (Loss)	\$15,723	\$31,330
	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)	\$15,723	\$31,330

Full time equivalent employees

	Direct Company	Allocated	Outside service	Total
President				0.0
Vice-president				0.0
Manager			unable to	0.0
Engineering Staff			determine	0.0
System Operator(s)			without	0.0
Meter reader			significant	0.0
Customer Service			analysis	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

Mountain Glen Water Service, Inc.
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	No Loans			
Source of Loan				
ACC Decision No.				
Reason for Loan				
Dollar Amt. Issued				
Amount Outstanding				
Date of Maturity				
Interest Rate				
Current Year Interest				
Current Year Principal				

Meter Deposit Balance at Test Year End:	\$3,860
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Meter Deposits Refunded During the Test Year:	\$460
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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

[illegible]

Name of system water delivered to:			
ADWR PCC Number:			
Source of water delivered to another system			
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 Expense ⁶	Purchased Power (kWh)
January	1,573,624.00	1,243,739.00	0.00	0.00	0.00	\$652	5,454
February	1,506,509.00	1,309,614.00	0.00	0.00	0.00	674	5,663
March	1,454,380.00	1,173,933.00	0.00	0.00	0.00	602	4,987
April	2,019,737.00	1,788,305.00	0.00	0.00	0.00	740	6,298
May	3,586,383.00	3,267,123.00	0.00	0.00	0.00	1,206	10,749
June	5,101,489.00	4,633,520.00	0.00	0.00	0.00	1,727	15,722
July	3,408,308.00	3,265,730.00	0.00	0.00	0.00	1,390	11,900
August	2,750,688.00	2,423,720.00	0.00	0.00	0.00	1,176	9,956
September	3,205,171.00	2,812,410.00	0.00	0.00	0.00	1,146	9,689
October	2,455,913.00	2,084,480.00	0.00	0.00	0.00	1,069	8,988
November	1,879,456.00	1,446,440.00	0.00	0.00	0.00	858	6,740
December	1,533,572.00	1,267,860.00	0.00	0.00	0.00	756	5,555
Totals	30,475,230.00	26,716,874.00	0.00	0.00	0.00	\$11,995	102,001

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

--

- | |
|---|
| 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. |

Well and Water Usage

[illegible]

Name of system water delivered to:		
ADWR PCC Number:		
Source of water delivered to another system		

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 Expense ⁶	Purchased Power (kWh)
January	50,100.00	38,820.00	0.00	0.00	0.00	\$133	887
February	51,450.00	38,470.00	0.00	0.00	0.00	135	905
March	42,550.00	33,990.00	0.00	0.00	0.00	121	775
April	73,830.00	55,390.00	0.00	0.00	0.00	109	660
May	188,290.00	167,190.00	0.00	0.00	0.00	152	1,073
June	301,090.00	270,130.00	0.00	0.00	0.00	215	1,673
July	223,570.00	195,900.00	0.00	0.00	0.00	175	1,224
August	113,740.00	100,676.00	0.00	0.00	0.00	110	635
September	186,710.00	152,894.00	0.00	0.00	0.00	142	928
October	78,390.00	66,500.00	0.00	0.00	0.00	89	442
November	68,990.00	52,760.00	0.00	0.00	0.00	78	327
December	69,770.00	47,290.00	0.00	0.00	0.00	101	533
Totals	1,448,480.00	1,220,010.00	0.00	0.00	0.00	\$1,560	10,062

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

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.

[illegible]

- | | |
|---|---|
| 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.

[illegible]

Name of system water delivered to:	
ADWR PCC Number:	
Source of water delivered to another system	

Name of system water received from:	
<u>ADWR PCC Number:</u>	
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	65,530.00	59,800.00	0.00	0.00	0.00	\$80	378
February	57,950.00	52,980.00	0.00	0.00	0.00	78	359
March	47,290.00	43,880.00	0.00	0.00	0.00	101	587
April	78,620.00	76,470.00	0.00	0.00	0.00	166	1,201
May	107,010.00	104,189.00	0.00	0.00	0.00	175	1,290
June	137,150.00	131,111.00	0.00	0.00	0.00	184	1,372
July	126,100.00	113,890.00	0.00	0.00	0.00	192	1,379
August	56,910.00	54,910.00	0.00	0.00	0.00	162	1,110
September	71,310.00	67,790.00	0.00	0.00	0.00	163	1,116
October	61,010.00	52,220.00	0.00	0.00	0.00	163	1,119
November	45,860.00	44,710.00	0.00	0.00	0.00	163	1,065
December	99,230.00	98,130.00	0.00	0.00	0.00	154	991
Totals	953,970.00	900,080.00	0.00	0.00	0.00	\$1,780	11,967

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

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.

Water Utility Plant Description

Name of the System:	LINDEN TRAILS		
ADEQ Public Water System Number:	AZ0409090		
ADWR PCC Number:	91-000400.0000		

MAINS

[illegible]

CUSTOMER METERS

[illegible]

SERVICE LINES

SERVICE LINES		
Material	Percent of system	Year installed
PVC	75%	Various
Black poly	25%	Various

BOOSTER PUMPS

BOOSTER PUMPS		
Horsepower	GPM	Quantity
5	100	1
10	200	1
40	800	1

FIRE HYDRANTS

FIRE HYDRANTS	
Type	Quantity
Standard *	17
Other	

STORAGE TANKS

STORAGE TANKS			
Capacity (gallons)	Material	Quantity	Year installed
65,000	Steel	1	2007
150,000	Steel	1	2002

PRESSURE/BLADDER TANKS

PRESSURE/BLADDER TANKS			
Capacity (gallons)	Material	Quantity	Year installed
85	Steel/rubber	1	2019
85	Steel/rubber	2	Unknown
3,200	Steel	1	2002

* 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

Name of the System:	Clay Springs/Ricochet Ranch		
ADEQ Public Water System Number:	AZ0409081		
ADWR PCC Number:	NA		

MAINS

[illegible]

SERVICE LINES

SERVICE LINES		
Material	Percent of system	Year installed
PVC	75%	Various
Black poly	25%	Various

BOOSTER PUMPS

BOOSTER PUMPS		
Horsepower	GPM	Quantity
3	60	1
1	22	1

STORAGE TANKS

STORAGE TANKS			
Capacity (gallons)	Material	Quantity	Year installed
10,000	Poly	1	Unknown

CUSTOMER METERS

[illegible]

FIRE HYDRANTS

FIRE HYDRANTS	
Type	Quantity
Standard *	0
Other	0

PRESSURE/BLADDER TANKS

PRESSURE/BLADDER TANKS			
Capacity (gallons)	Material	Quantity	Year installed
85	Steel/rubber	1	2019
85	Steel/rubber	1	2005

* 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

Name of the System:	Pinedale		
ADEQ Public Water System Number:	AZ0409054		
ADWR PCC Number:	NA		

[illegible]

SERVICE LINES		
Material	Percent of system	Year installed
PVC	75%	Various
Black poly	25%	Various

BOOSTER PUMPS		
Horsepower	GPM	Quantity
3	60	1
1	22	1

STORAGE TANKS			
Capacity (gallons)	Material	Quantity	Year installed
10,000	Steel	1	2000

[illegible]

FIRE HYDRANTS	
Type	Quantity
Standard *	0
Other	0

PRESSURE/BLADDER TANKS			
Capacity (gallons)	Material	Quantity	Year installed
85	Steel/rubber	1	2019
85	Steel/rubber	1	2000

* 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)
--

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

TREATMENT EQUIPMENT:	Chlorination Equipment
STRUCTURES:	10 x 10 foot concrete block well house on concrete foundation, 10 x 12 foot wood pump house on concrete foundation, chain link fence around well yard, 14' x 20' wood storage building
OTHER:	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	189
Method used:	(a)

Water Utility Plant Description (Continued)
--

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

TREATMENT EQUIPMENT:	Chlorination equipment
STRUCTURES:	8 x 10 foot concrete block well house on concrete foundation
OTHER:	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 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	180
Method used:	(a)

Water Utility Plant Description (Continued)
--

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

TREATMENT EQUIPMENT:	Chlorination equipment
STRUCTURES:	10 x 12 foot concrete block well house on concrete foundation
OTHER:	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 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	154
Method used:	(a)

#REF!

Customer and Other Information		
Name of the System:	LINDEN TRAILS	
ADEQ Public Water System Number:	AZ0409090	
ADWR PCC Number:	91-000400.0000	

Month	Number of Customers				
	Single-Family	Multi-Family	Commercial	Turf/Irrigation	Other Non-Residential
January	376	0	4	0	0
February	375	0	4	0	0
March	376	0	4	0	0
April	375	0	4	0	0
May	374	0	4	0	0
June	378	0	4	0	0
July	381	0	4	0	0
August	380	0	4	0	0
September	378	0	4	0	0
October	380	0	4	0	0
November	378	0	4	0	0
December	381	0	4	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.

N/A

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

Customer and Other Information		
Name of the System:	Clay Springs/Ricochet Ranch	
ADEQ Public Water System Number:	AZ0409081	
ADWR PCC Number:	NA	

Month	Number of Customers				
	Single-Family	Multi-Family	Commercial	Turf/Irrigation	Other Non-Residential
January	22	0	0	0	0
February	22	0	0	0	0
March	22	0	0	0	0
April	22	0	0	0	0
May	22	0	0	0	0
June	22	0	0	0	0
July	22	0	0	0	0
August	22	0	0	0	0
September	22	0	0	0	0
October	22	0	0	0	0
November	22	0	0	0	0
December	22	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.

N/A

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

Customer and Other Information	
Name of the System:	Pinedale
ADEQ Public Water System Number:	AZ0409054
ADWR PCC Number:	NA

Month	Number of Customers				
	Single-Family	Multi-Family	Commercial	Turf/Irrigation	Other Non-Residential
January	17	0	0	0	0
February	17	0	0	0	0
March	17	0	0	0	0
April	17	0	0	0	0
May	17	0	0	0	0
June	17	0	0	0	0
July	17	0	0	0	0
August	17	0	0	0	0
September	17	0	0	0	0
October	17	0	0	0	0
November	17	0	0	0	0
December	17	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.

N/A

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

Mountain Glen Water Service, Inc.
Annual Report
 Utility Shutoffs / Disconnects
 12/31/22

Utility Shutoffs / Disconnects	
Name of the System:	LINDEN TRAILS
ADEQ Public Water System Number:	AZ0409090
ADWR PCC Number:	91-000400.0000

Month	Termination without Notice R14-2-410.B	Termination with Notice R14-2- 410.C	Other
January	0	0	0
February	0	5	0
March	0	0	0
April	0	3	0
May	0	2	0
June	0	2	0
July	0	4	0
August	0	2	0
September	0	0	0
October	0	5	0
November	0	3	0
December	0	0	0
Total	0	26	0

Other (description):

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.

Mountain Glen Water Service, Inc.
Annual Report
 Utility Shutoffs / Disconnects
 12/31/22

Utility Shutoffs / Disconnects		
Name of the System:	Clay Springs/Ricochet Ranch	
ADEQ Public Water System Number:	AZ0409081	
ADWR PCC Number:	NA	

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	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):

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.

Mountain Glen Water Service, Inc.
Annual Report
 Utility Shutoffs / Disconnects
 12/31/22

Utility Shutoffs / Disconnects		
Name of the System:	Pinedale	
ADEQ Public Water System Number:	AZ0409054	
ADWR PCC Number:	NA	

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	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):

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.

Property Taxes	
----------------	--

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

	\$7,480
--	---------

If no property taxes paid, explain why.

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.

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: Mountain Glen Water Service, Inc.

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.

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

THIS

472

DAY OF

Maricopa

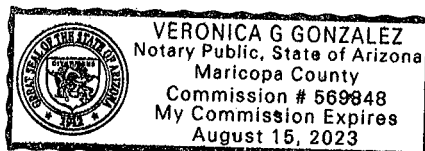
(county name)

April 2023

(month) and (year)

MY COMMISSION EXPIRES

8/13/23
(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:

Mountain Glen Water Service, Inc.

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 (\$)

\$234,789

(The amount in the box above includes

\$12,897

in sales taxes

billed or collected)

Bry

signature of owner/official

623-935-1100

telephone no.

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

THIS

4/7

DAY OF

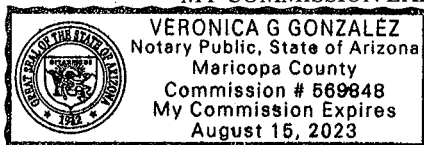
Maricopa

(county name)

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:

Mountain Glen Water Service, Inc.

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 (\$)

\$230,809

(The amount in the box above includes

\$12,668

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

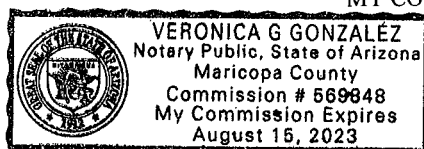
4th

DAY OF

April 2023
(month) and (year)

MY COMMISSION EXPIRES

8/15/23
(date)



Veronica G. Gonzalez
(signature of notary public)

Mountain Glen Water Service, Inc.
Annual Report
Gross-up Sharing Method for Income Tax Statement of Certification
12/31/22

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: Mountain Glen Water Service, Inc.

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 NOT INCURRED NOR 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.

BFB
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

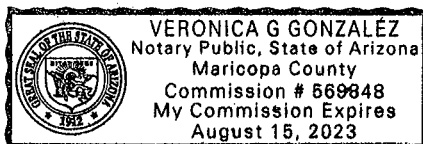
4th

DAY OF

April 2023
(month) and (year)

MY COMMISSION EXPIRES

8/15/23
(date)



Veronica G. Gonzalez
(signature of notary public)