### RECEIVED UTILITIES DIVISION

ANNUAL REPORT

2023 APR 10 A 11: 15

Of

ARIZONA CORPORATION COMMISSION

Company Name:

PINE VALLEY WATER COMPANY

480 Raintree Rd

Mailing Address:

Sedona

AZ

86351

Docket No.:

W-02181A

For the Year Ended:

12/31/22

#### 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:

4/3/23

# ARIZONA CORPORATION COMMISSION WATER UTILITY ANNUAL REPORT PINE VALLEY WATER COMPANY A Class E Utility

| Primary Address:   480 RAINTREE ROAD     State: ARIZONA   Zip Code:   86351  | For the Calendar Year En | nded: <u>12/31/22</u>       |                                       |  |            |              |
|--|--------------------------|-----------------------------|---------------------------------------|--|------------|--------------|
| SEDONA   | D. C. C. A. I. June 1991 | 400 DAINTREE BOAD           |                                       | <del></del>                            |            |              |
| Telephone Number: 928-451-1640  Date of Original Organization of Utility: 728/72  Person to whom correspondence should be addressed concerning this report:  Name: LISA WISCHMEIER Telephone No. : 928-451-1640  Address: 480 RAINTREE ROAD City: SEDONA State: ARIZONA Zip Code: 86351  Email: PINEVALLEYWATER@GMAIL.COM  Name: Telephone No. : Address: City: State: Zip Code: Email: Zip  | Primary Address:         |                             | Cu                                    | 4 - LADIZONIA                          | 7'- 0-1    | 106251       |
| Date of Original Organization of Utility: 728/72  Person to whom correspondence should be addressed concerning this report: Name: LISA WISCHMEIER Telephone No.: 928-451-1640 Address: 480 RAINTREE ROAD City: SEDONA State: ARIZONA Zip Code: 86351 Email: PINEVALLEYWATER@GMAIL.COM  Name: Telephone No.: Address: Zip Code: Email: Zip Code: Zip Code: Email: Zip Code:  | City:                    | SEDONA                      | Sta                                   | ite: ARIZONA                           | Zip Code:  | 86351        |
| Date of Original Organization of Utility: 728/72  Person to whom correspondence should be addressed concerning this report: Name: LISA WISCHMEIER Telephone No.: 928-451-1640 Address: 480 RAINTREE ROAD City: SEDONA State: ARIZONA Zip Code: 86351 Email: PINEVALLEYWATER@GMAIL.COM  Name: Telephone No.: Address: Zip Code: Email: Zip Code: Zip Code: Email: Zip Code:  | Talankana Numban         | 028 451 1640                |                                       |  |            |              |
| Person to whom correspondence should be addressed concerning this report:  Name: LISA WISCHMEIER Telephone No: 928-451-1640  Address: 480 RAINTREE ROAD City: SEDONA State: ARIZONA Zip Code: 86351  Email: PINEVALLEYWATER@GMAIL.COM  Name: Telephone No: Address: City: State: Zip Code: Email: Zip C | relephone Number:        | 928-431-1040                |                                       |  |            |              |
| Name   LISA WISCHMEIER   | Date of Original Organiz | zation of Utility:          | 728/72                                |  |            |              |
| Name   LISA WISCHMEIER   | D                        | 1 111 11                    | · · · · · ·                           | 41. 1                                  |            |              |
| Telephone No. : 928-451-1640  Address: 480 RAINTREE ROAD City: SEDONA State: ARIZONA Zip Code: 86351  Name: Telephone No. : Address:   | Person to wnom correspo  | ondence should be addressed | concerning                            | inis report:                           |            |              |
| Address: City: SEDONA State: ARIZONA Zip Code: 86351    Name: Telephone No.: Address: City: State: State: Zip Code: State: Telephone No.: Address: City: State: Zip Code: State: S |                          |                             |                                       |  |            |              |
| City: SEDONA State: ARIZONA Zip Code: 86351  Name: Telephone No.: Address:   |                          |                             | L                                     | ······································ |            | ······       |
| Email: PINEVALLEYWATER@GMAIL.COM    Name:  |                          |                             | 0,                                    | LADIZONIA                              | 77. 0.1    | To co. 7.1   |
| Name:  |                          |                             |                                       | ite: ARIZONA                           | Zip Code:  | 86351        |
| Telephone No. : Address: City: Email:  Name: Telephone No. : State:  Telephone No. : Address: City: Email:  Ownership:  Ownership:  "C" Corporation   | Email:                   | PINEVALLEY WATER@GMA        | IL.COM                                |  |            |              |
| Telephone No. : Address: City: Email:  Name: Telephone No. : State:  Telephone No. : Address: City: Email:  Ownership:  Ownership:  "C" Corporation   |                          |                             |                                       |  |            |              |
| Address:   |                          |                             |                                       |  |            |              |
| City:  | Telephone No.:           |                             |                                       |  |            |              |
| Name:  | Address:                 |                             |                                       |  |            |              |
| Name: Telephone No.: Address: City: Email:  Name: Telephone No.: Address: City: Email:  State: Zip Code:   | City:                    |                             | Sta                                   | te:                                    | Zip Code:  |              |
| Telephone No.: Address: City: Email:  Name: Telephone No.: Address: City: Email:  Name: Telephone No.: Address: City: Email:  Name: Telephone No.: Email:  Name: Telephone No.: Email:  Ownership:  "C" Corporation  | Email:                   |                             |                                       |  |            |              |
| Telephone No.: Address: City: Email:  Name: Telephone No.: Address: City: Email:  Name: Telephone No.: Address: City: Email:  Name: Telephone No.: Email:  Name: Telephone No.: Email:  Ownership:  "C" Corporation  |                          |                             |                                       |  |            |              |
| Telephone No.: Address: City: Email:  Name: Telephone No.: Address: City: Email:  Name: Telephone No.: Address: City: Email:  Name: Telephone No.: Email:  Name: Telephone No.: Email:  Ownership:  "C" Corporation  | Name                     | T                           |                                       |  |            | <u>,</u>     |
| Address: City: Email:  Name: Telephone No.: Address: City: Email:  Name: Telephone No.: Address: City: Email:  Name: Telephone No.: Address: City: Email:  Ownership:  "C" Corporation   |                          |                             |                                       |  |            |              |
| City:   State:   Zip Code:   |                          |                             |                                       |  |            |              |
| Name: Telephone No.: Address: City: Email:  Name: Telephone No.: Address: City: Email:  Ownership:  "C" Corporation  |                          |                             | Cto                                   | +o.1                                   | Zin Codo:  | <del>1</del> |
| Name: Telephone No.: Address: City: Email:  Name: Telephone No.: Address: City: Email:  State: Zip Code: Email:  Ownership:  Value: Val |                          |                             | Sta                                   | ue: I                                  | JZip Code. | <u> </u>     |
| Telephone No.: Address: City: State: Zip Code: Email:  Name: Telephone No.: Address: City: State: Zip Code: Email:  Ownership: "C" Corporation   | Email:                   |                             | · · · · · · · · · · · · · · · · · · · |  |            |              |
| Telephone No.: Address: City: State: Zip Code: Email:  Name: Telephone No.: Address: City: State: Zip Code: Email:  Ownership: "C" Corporation   |                          |                             |                                       |  |            |              |
| Address: City: Email:  Name: Telephone No.: Address: City: Email:  Ownership:  "C" Corporation  State:  Zip Code: Zip Code:  Zip Code:  Zip Code:  Zip Code:  Zip Code:  |                          |                             |                                       |  |            |              |
| City: State: Zip Code: Email:  Name: Telephone No.: Address: City: State: Zip Code: Zip Code: Email:  Ownership: "C" Corporation   | Telephone No.:           |                             |                                       |  |            |              |
| Name: Telephone No.: Address: City: Email:  Ownership:  "C" Corporation  | Address:                 |                             |                                       |  |            |              |
| Name: Telephone No.: Address: City: Email:  Ownership:  "C" Corporation  | City:                    |                             | Sta                                   | ite:                                   | Zip Code:  |              |
| Telephone No.: Address: City: Email:  Ownership:  "C" Corporation  | Email:                   |                             |                                       |  |            |              |
| Telephone No.: Address: City: Email:  Ownership:  "C" Corporation  | f                        |                             |                                       |  |            |              |
| Telephone No.: Address: City: Email:  Ownership:  "C" Corporation  | Nama                     | 1                           |                                       |  |            |              |
| Address: City: Email:  Ownership:  "C" Corporation   |                          |                             |                                       |  |            |              |
| City: State: Zip Code: Email:  Ownership: "C" Corporation  |                          |                             |                                       |  |            |              |
| Email:  Ownership: "C" Corporation   |                          |                             |                                       | . T                                    | 72. 0.1.   | T            |
| Ownership: "C" Corporation   |                          |                             | Sta                                   | tte: [                                 | JZip Code: | L            |
|  | Email:                   |                             |                                       |  |            |              |
|  | Ownarchin:               | "C" Cornoration             |                                       |  |            |              |
| Counties Served: Yavapai   | Ownersing:               | Corporation                 |                                       |  |            |              |
|  | Counties Served:         | Yavapai                     |                                       |  |            |              |

## ARIZONA CORPORATION COMMISSION WATER UTILITY ANNUAL REPORT PINE VALLEY WATER COMPANY

|   | Important changes during the year   |
|---|---|
|   |   |
| Ĺ | For those companies not subject to the affiliated interest rules, has there been a change in ownership or direct control during the If yes, please provide specific details in the box below. |
|   | N/A   |
|   |   |
|   |   |
|   |   |
|   | 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  |
|   |   |
|   |   |

|             |  | Utilit         | y Plant in Service   | (Water)                                 |                   |              |                   |
|-------------|--|----------------|--|---|-------------------|--------------|-------------------|
| Account No. | Description                            | Beginning Year | Current Year   | Current Year                            | Adjusted Original | Accumulated  | OCLD (OC less AD) |
|             |  | Original Cost  | Additions  | Retirements                             | Cost              | Depreciation |                   |
| 301         | Organization                           | \$4,298        |  |   | \$4,298           | \$4,298      | \$0               |
| 302         | Franchises                             | 75             |  |   | 75                |              | 75                |
| 303         | Land and Land Rights                   | 11,994         |  |   | 11,994            |              | 11,994            |
| 304         | Structures and Improvements            | 10,007         |  |   | 10,007            | 9,180        | 827               |
| 305         | Collecting & Improving Reservoirs      |                |  |   | 0                 |              | 0                 |
| 306         | Lake, River, Canal Intakes             |                |  |   | 0                 |              | 0                 |
| 307         | Wells and Springs                      | 9,872          |  |   | 9,872             | 9,872        | 0                 |
| 308         | Infiltration Galleries                 |                |  |   | 0                 |              | 0                 |
| 309         | Supply Mains                           |                |  |   | 0                 |              | 0                 |
| 310         | Power Generation Equipment             |                |  |   | 0                 |              | 0                 |
| 311         | Pumping Equipment                      | 51,394         |  |   | 51,394            | 51,394       | 0                 |
| 320         | Water Treatment Equipment              |                |  |   | 0                 |              | 0                 |
| 320.1       | Water Treatment Plants                 | 57,233         |  |   | 57,233            | 9,732        | 47,501            |
| 320.2       | Solution Chemical Feeders              |                |  |   | 0                 |              | 0                 |
| 320.3       | Point-of-Use Treatment Devices         |                |  |   | 0                 |              | 0                 |
| 330         | Distribution Reservoirs and Standpipes |                |  |   | 0                 |              | 0                 |
| 330.1       | Storage Tanks                          |                |  | ***                                     | 0                 |              | 0                 |
| 330.2       | Pressure Tanks                         |                |  |   | 0                 |              | 0                 |
| 331         | Transmission and Distribution Mains    | 54,957         |  |   | 54,957            | 54,957       | 0                 |
| 333         | Services                               | 20,669         |  | ***                                     | 20,669            | 20,669       | 0                 |
| 334         | Meters and Meter Installations         | 7,615          |  |   | 7,615             | 7,615        | 0                 |
| 335         | Hydrants                               | 4,759          |  |   | 4,759             | 4,759        | 0                 |
| 336         | Backflow Prevention Devices            |                |  |   | 0                 |              | 0                 |
| 339         | Other Plant and Misc. Equipment        | 10,448         | Manual and an annual and a | *************************************** | 10,448            | 418          | 10,030            |
| 340         | Office Furniture and Equipment         | 644            | ****   |   | 644               | 644          | 0                 |
| 340.1       | Computer & Software                    | ****           |  |   | 0                 |              | 0                 |
| 341         | Transportation Equipment               |                |  |   | 0                 |              | 0                 |
| 342         | Stores Equipment                       |                | ***************************************  |   | 0                 |              | 0                 |
| 343         | Tools, Shop and Garage Equipment       |                |  |   | 0                 |              | 0                 |
| 344         | Laboratory Equipment                   |                |  | ****                                    | 0                 |              | 0                 |
| 345         | Power Operated Equipment               |                | *********  |   | 0                 |              | 0                 |
| 346         | Communication Equipment                |                |  |   | 0                 |              | 0                 |
| 347         | Miscellaneous Equipment                |                |  | ****                                    | 0                 |              | 0                 |
| 348         | Other Tangible Plant                   | 14,857         |  |   | 14,857            | 14,857       | 0                 |
|             | Totals                                 | \$258,822      | \$0  | \$0                                     | \$258,822         | \$188,395    | \$70,427          |

PINE VALLEY WATER COMPANY Annual Report Depreciation Expense for the Current Year (Water) 12/31/22

|             |  | De                              | preciation Expens         | e for the Current           | Year (Water)              |  |                      |                             |                         |
|-------------|--|---------------------------------|---------------------------|-----------------------------|---------------------------|--|----------------------|-----------------------------|-------------------------|
| Account No. | Description                            | Beginning Year<br>Original Cost | Current Year<br>Additions | Current Year<br>Retirements | Adjusted<br>Original Cost | Fully Depreciated/Non- depreciable Plant | Depreciable<br>Plant | Depreciation<br>Percentages | Depreciation<br>Expense |
| 301         | Organization                           | \$4,298                         | \$0                       | \$0                         | \$4,298                   | \$4,298                                  | \$0                  | ,                           | \$0                     |
| 302         | Franchises                             | 75                              | 0                         | 0                           | 75                        | 75                                       | 0                    |                             | 0                       |
| 303         | Land and Land Rights                   | 11,994                          | 0                         | 0                           | 11,994                    | 11,994                                   | 0                    |                             | 0                       |
| 304         | Structures and Improvements            | 10,007                          | 0                         | 0                           | 10,007                    | 10,007                                   | 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                      | 9,872                           | 0                         | 0                           | 9,872                     | 9,872                                    | 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                      | 51,394                          | 0                         | 0                           | 51,394                    | 51,394                                   | 0                    |                             | 0                       |
| 320         | Water Treatment Equipment              | 0                               | 0                         | 0                           | 0                         |  | 0                    |                             | 0                       |
| 320.1       | Water Treatment Plants                 | 57,233                          | 0                         | 0                           | 57,233                    |  | 57,233               | 2.00%                       | 1,145                   |
| 320.2       | Solution Chemical Feeders              | 0                               | 0                         | 0                           | 0                         |  | 0                    |                             | 0                       |
| 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                          | 0                               | 0                         | 0                           | 0                         |  | 0                    |                             | 0                       |
| 330.2       | Pressure Tanks                         | 0                               | 0                         | 0                           | 0                         |  | 0                    |                             | 0                       |
| 331         | Transmission and Distribution Mains    | 54,957                          | 0                         | 0                           | 54,957                    | 54,957                                   | 0                    |                             | 0                       |
| 333         | Services                               | 20,669                          | 0                         | 0                           | 20,669                    | 20,669                                   | 0                    |                             | 0                       |
| 334         | Meters and Meter Installations         | 7,615                           | 0                         | 0                           | 7,615                     | 7,615                                    | 0                    |                             | 0                       |
| 335         | Hydrants                               | 4,759                           | 0                         | 0                           | 4,759                     | 4,759                                    | 0                    |                             | 0                       |
| 336         | Backflow Prevention Devices            | 0                               | 0                         | 0                           | 0                         |  | 0                    |                             | 0                       |
| 339         | Other Plant and Misc. Equipment        | 10,448                          | 0                         | 0                           | 10,448                    |  | 10,448               | 2.00%                       | 209                     |
| 340         | Office Furniture and Equipment         | 644                             | 0                         | 0                           | 644                       | 644                                      | 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                   | 14,857                          | 0                         | 0                           | 14,857                    | 14,857                                   | 0                    |                             | 0                       |
|             | Subtotal                               | \$258,822                       | \$0                       | \$0                         | \$258,822                 | \$191,141                                | \$67,681             |                             | \$1,354                 |

Contribution(s) in Aid of Construction (Gross)
Less: Non Amortizable Contribution(s)
Fully Amortized Contribution(s)
Amortizable Contribution(s)
Times: Proposed Amortization Rate
Amortization of CIAC

\$0 2.00% \$0

Less: Amortization of CIAC \$0

DEPRECIATION EXPENSE \$1,354

PINE VALLEY WATER COMPANY Annual Report Balance Sheet Assets 12/31/22

|             | Balance Sheet Assets                          | 3                                   |                                  |
|-------------|---|-------------------------------------|----------------------------------|
|             | Assets  | Balance at Beginning of Year (2022) | Balance at End of<br>Year (2022) |
| Account No. | Current and Accrued Assets                    |                                     |                                  |
| 131         | Cash  | \$25,472                            | \$3,000                          |
| 134         | Working Funds                                 |                                     |                                  |
| 135         | Temporary Cash Investments                    | 5,575                               | 5,847                            |
| 141         | Customer Accounts Receivable                  |                                     |                                  |
| 146         | Notes Receivable from Associated Companies    |                                     |                                  |
| 151         | Plant Material and Supplies                   |                                     |                                  |
| 162         | Prepayments                                   |                                     |                                  |
| 174         | Miscellaneous Current and Accrued Assets      |                                     |                                  |
|             | Total Current and Accrued Assets              | \$31,047                            | \$8,847                          |
| Account No. | Fixed Assets                                  |                                     |                                  |
| 101         | Utility Plant in Service*                     | \$258,822                           | \$258,822                        |
| 103         | Property Held for Future Use                  |                                     |                                  |
| 105         | Construction Work in Progress                 |                                     |                                  |
| 108         | Accumulated Depreciation (enter as negative)* | (185,859)                           | (188,395)                        |
| 121         | Non-Utility Property                          |                                     |                                  |
| 122         | Accumulated Depreciation - Non Utility        |                                     |                                  |
|             | Total Fixed Assets                            | \$72,963                            | \$70,427                         |
|             | Total Assets                                  | \$104,010                           | \$79,274                         |

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

### PINE VALLEY WATER COMPANY Annual Report Balance Sheet Liabilities and Owners Equity

|              | Balance Sheet Liabilities and Ov  |                      |                   |
|--------------|---|----------------------|-------------------|
|              | Liabilities   | Balance at Beginning | Balance at End of |
|              | 2300  | of Year (2022)       | Year (2022)       |
| Account No.  | Current Liabilities   |                      |                   |
| 231          | Accounts Payable  | \$55,951             | \$43,962          |
| 232          | Notes Payable (Current Portion)   |                      |                   |
| 234          | Notes Payable to Associated Companies   |                      |                   |
| 235          | Customer Deposits   | 16,003               | 16,365            |
| 236          | Accrued Taxes   | 602                  | 545               |
| 237          | Accrued Interest  |                      |                   |
| 242          | Miscellaneous Current and Accrued Liabilities 8,470 Total Coursent Liabilities \$81,026 | 8,470                |                   |
|              | Total Current Liabilities   | \$81,026             | \$69,342          |
| <del>,</del> | Long Term Debt  |                      |                   |
| 224          | Long Term Debt (Notes and Bonds)  |                      |                   |
|              | Deferred Credits  |                      |                   |
| 251          | Unamortized Premium on Debt   |                      |                   |
| 252          | Advances in Aid of Construction   |                      |                   |
| 255          | Accumulated Deferred Investment Tax Credits   |                      |                   |
| 271          | Contributions in Aid of Construction  |                      |                   |
| 272          | Less: Amortization of Contributions   |                      |                   |
| 281          | Accumulated Deferred Income Tax   |                      |                   |
|              | Total Deferred Credits  | \$0                  | \$0               |
|              | Total Liabilites  | \$81,026             | \$69,342          |
|              | Capital Accounts  |                      |                   |
| 201          | Common Stock Issued   | \$1,000              | \$1,000           |
| 211          | Other Paid-In Capital   | 76,226               | 70,107            |
| 215          | Retained Earnings   | (54,242)             | (61,17:           |
| 218          | Proprietary Capital (Sole Props and Partnerships)                                       |                      |                   |
|              | Total Capital   | \$22,984             | \$9,932           |
|              | Total Liabilities and Capital   | \$104,010            | \$79,274          |

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

|  | Water Comparative                        | Income Statement                        |                                      |
|--|--|---|--------------------------------------|
| Account No.                            | Calendar Year                            | Current Year<br>01/01/2022 - 12/31/2022 | Last Year<br>01/01/2021 - 12/31/2021 |
|  | Operating Revenue                        |   |                                      |
| 461                                    | Metered Water Revenue                    | \$120,427                               | \$122,904                            |
| 460                                    | Unmetered Water Revenue                  |   |                                      |
| 462                                    | Fire Protection Revenue                  |   |                                      |
| 469                                    | Guaranteed Revenues (Surcharges)         |   |                                      |
| 471                                    | Miscellaneous Service Revenues           |   |                                      |
| 474                                    | Other Water Revenue                      |   |                                      |
|  | Total Revenues                           | \$120,427                               | \$122,90                             |
|  |  |   |                                      |
|  | Operating Expenses                       |   |                                      |
| 601                                    | Salaries and Wages                       |   |                                      |
| 604                                    | Employee Pensions and Benefits           |   |                                      |
| 610                                    | Purchased Water                          | 14 155                                  | 12 45                                |
| 615                                    | Purchased Power                          | 14,155                                  | 13,45                                |
| 618                                    | Chemicals                                |   | 2.72                                 |
| 620                                    | Materials and Supplies                   | 12.002                                  | 2,72                                 |
| 620.1                                  | Repairs and Maintenance                  | 12,992                                  | 6,69                                 |
| 620.2                                  | Office Supplies and Expense              | 956                                     |                                      |
| 630                                    | Contractual Services                     |   |                                      |
| 631                                    | Contractual Services - Engineering       |   |                                      |
| 632                                    | Contractual Services - Accounting        | 875                                     | 87                                   |
| 633                                    | Contractual Services - Legal             |   |                                      |
| 634                                    | Contractual Services - Management Fees   | 75,794                                  | 77,81                                |
| 635                                    | Contractual Services - Water Testing     |   |                                      |
| 636                                    | Contractual Services - Other             | 13,438                                  |                                      |
| 640                                    | Rents                                    |   |                                      |
| 641                                    | Rental of Building/Real Property         |   |                                      |
| 642                                    | Rental of Equipment                      |   |                                      |
| 650                                    | Transportation Expenses                  |   |                                      |
| 657                                    | Insurance - General Liability            | 2,302                                   | 2,14                                 |
| 657.1                                  | Insurance - Health and Life              |   |                                      |
| 665                                    | Regulatory Commission Expense - Rate     |   |                                      |
| 670                                    | Bad Debt Expense                         |   |                                      |
| 675                                    | Miscellaneous Expense                    | 1,602                                   | 1,37                                 |
| 403                                    | Depreciation Expense (From Schedule AR4) | 1,354                                   | 3,22                                 |
| 408                                    | Taxes Other Than Income                  |   |                                      |
| 408.11                                 | Property Taxes                           | 3,559                                   | 3,78                                 |
| 409                                    | Income Taxes                             |   | 4,16                                 |
| 427.1                                  | Customer Security Deposit Interest       |   |                                      |
|  | Total Operating Expenses                 | \$127,027                               | \$116,24                             |
| ************************************** | Operating Income / (Loss)                | (\$6,600)                               | \$6,65                               |
|  |  |   |                                      |
| 410                                    | Other Income / (Expense)                 |   |                                      |
| 419                                    | Interest and Dividend Income             |   |                                      |
| 421                                    | Non-Utility Income                       |   |                                      |
| 426                                    | Miscellaneous Non-Utility (Expense)      |   |                                      |
| 427                                    | Interest (Expense)                       |   |                                      |
|  | Total Other Income / (Expense)           | \$0                                     | \$                                   |
|  | Net Income / (Loss)                      | (\$6,600)                               | \$6,65                               |

PINE VALLEY WATER COMPANY Annual Report Full time equivalent employees 12/31/22

### Full time equivalent employees

|                      | Direct Company | Allocated | Outside service | Total   |
|----------------------|----------------|-----------|-----------------|---------|
| President            |                |           |                 | 0.0     |
| Vice-president       |                |           |                 | 0.0     |
| Manager              |                |           | 2,080.0         | 2,080.0 |
| Engineering Staff    |                |           |                 | 0.0     |
| System Operator(s)   |                |           | 2,080.0         | 2,080.0 |
| Meter reader         |                |           |                 | 0.0     |
| Customer Service     |                |           |                 | 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       | 4,160.0         | 4,160.0 |

PINE VALLEY 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                                  | N/A     |         |         |         |  |  |  |  |  |
| 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:       |  |
|---|--|
| Meter Deposits Refunded During the Test Year: |  |

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 <u>not</u> be listed. Input 0 or none if there is nothing to report for that cell. PINE VALLEY WATER COMPANY Annual Report Well and Water Usage 12/31/22

Name of system water received from: ADWR PCC Number:

December Totals

|                                  |                   | <del> </del>                                     |                     | Well and Wat                            | or Licona    |              |             | <del></del> |            |         |        |
|----------------------------------|-------------------|--|---------------------|---|--------------|--------------|-------------|-------------|------------|---------|--------|
| Name of the System:              |                   | PINE VALLEY WA                                   | TER CO              | Trui alla Trac                          | er Csage     |              | I           |             |            |         |        |
| ADEQ Public Water System         |                   | 1, 1, 12, 1, 1, 1, 1, 1, 1, 1, 1, 1, 1, 1, 1, 1, | AZ0413103           |   | T            |              | ,           |             |            |         |        |
| ADWR PCC Number:                 |                   |  | 91-000656,0000      |   | 1            |              |             |             |            |         |        |
| Well registry 55# (55-           |                   | <u> </u>   |                     | Casing Diameter                         | Pump Motor   |              | Water level | Water level | Meter Size | How     |        |
| XXXXXX):                         | Pump Horsepower   | Pump Yield (gpm)                                 | Casing Depth (feet) | (inches)                                | Type **      | Year Drilled | 2012        | 2022        |            | 1       | Active |
| 727209                           | 20                |  | 800                 |   | SUBMERSIBILE |              | 597         | 595         |            | METERED | Yes    |
|                                  |                   |  |                     | *************************************** |              |              |             |             |            |         |        |
|                                  |                   |  |                     |   |              |              |             |             |            |         |        |
|                                  |                   |  |                     |   |              |              |             |             |            |         |        |
|                                  |                   |  |                     |   |              |              |             |             |            |         |        |
|                                  |                   |  |                     |   |              |              |             |             |            |         |        |
|                                  |                   |  |                     |   |              |              |             |             |            |         |        |
|                                  |                   |  |                     |   |              |              |             |             |            |         |        |
|                                  |                   |  |                     |   |              |              |             |             |            |         |        |
|                                  |                   |  |                     |   |              |              |             |             |            |         |        |
|                                  |                   |  |                     |   |              |              |             |             |            |         |        |
|                                  |                   |  |                     |   |              |              |             |             |            |         |        |
|                                  |                   |  |                     |   |              |              |             |             |            |         |        |
|                                  |                   |  |                     |   |              |              |             |             |            |         |        |
|                                  |                   |  |                     |   |              |              |             |             |            |         |        |
|                                  |                   |  |                     |   |              |              |             |             |            |         |        |
|                                  |                   |  |                     | *************************************** |              |              |             |             |            |         | -      |
| Name of system water deliv       | ered to:          |  |                     |   |              |              |             |             |            |         |        |
| ADWR PCC Number:                 |                   |  |                     |   | ]            |              |             |             |            |         |        |
| Corner of creation delicement to | . amathan aratana |  |                     |   |              |              |             |             |            |         |        |

| Source of water received | i l             |              |                    |                        |                |                      |                    |
|--------------------------|-----------------|--------------|--------------------|------------------------|----------------|----------------------|--------------------|
| Well registry 55# (55-X  | (XXXXX):        |              |                    |                        |                |                      |                    |
|                          |                 |              |                    | <b>_</b>               |                |                      |                    |
|                          |                 |              |                    |                        |                |                      |                    |
|                          |                 |              | Water delivered    | Water received         | Estimated      | Purchased            | Purchased          |
|                          | Water withdrawn | Water sold   | (sold) to other    | (purchased) from other | authorized use | Power                | Power              |
| Month                    | (gallons)i      | (gallons)2   | systems (gallons)3 | systems (gallons)4     | (gallons)5     | Expense <sup>6</sup> | (kWh) <sup>7</sup> |
| January                  | 911,000.00      | 801,548.00   | 0.00               | 0.00                   |                | \$614                | 5,410              |
| February                 | 756,100.00      | 668,382.00   | 0.00               | 0.00                   |                | 579                  | 5,130              |
| March                    | 683,000.00      | 588,570.00   | 0,00               | 0.00                   |                | 621                  | 5,520              |
| April                    | 905,800.00      | 842,290.00   | 0,00               | 0,00                   |                | 703                  | 6,277              |
| May                      | 1,108,100.00    | 1,064,420.00 | 0,00               | 0,00                   |                | 931                  | 9,092              |
| June                     | 1,975,800.00    | 1,954,530.00 | 0,00               | 0,00                   |                | 1,112                | 10,353             |
| July                     | 1,806,800.00    | 1,785,850.00 | 0.00               | 0,00                   |                | 993                  | 8,862              |
| August                   | 1,766,800.00    | 1,731,130.00 | 0.00               | 0,00                   |                | 1,030                | 9,120              |
| September                | 1,368,000.00    | 1,345,010.00 | 0.00               | 0.00                   |                | 903                  | 7,777              |
| October                  | 1,410,200.00    | 1,396,910.00 | 0.00               | 0,00                   |                | 795                  | 6,473              |
| November                 | 1,260,900.00    | 1,241,720.00 | 0,00               | 0,00                   |                | 732                  | 5,900              |
|                          |                 |              |                    |                        |                |                      |                    |

0.00

0.00

| applicable, in the space below please provide a description for all un-metered water use along with amounts: |  |  |  |  |
|--|--|--|--|--|
| in appreciate, in the space beam prease provide a description  | tot all the material materials are all the materials and the materials are all the mater |  |  |  |
|  |  |  |  |  |
|  |  |  |  |  |
|  |  |  |  |  |
|  |  |  |  |  |

0.00

5,900 5,704

Water withdrawn - Total gallons of water withdrawn from pumped sources.

1,016,500.00

14,969,000.00

975,710.00

14,396,070.00

1 Water withdrawn - 1 Otal gations of water withdrawn from pumped sources.
2 Water sold - Total gations from customer meters, and other sales such as construction water.
3 Water delivered (sold) to other systems - Total gations of water delivered to other systems.
4 Water received (purchased) from other systems - Total gations of water purchased/received from other systems.
5 Estimated authorized use - Total estimated gations from authorized 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.

PINE VALLEY WATER COMPANY Annual Report Water Utility Plant Description 12/31/22

| Water Utility Plant Description  |                      |  |  |  |
|----------------------------------|----------------------|--|--|--|
| Name of the System:              | PINE VALLEY WATER CO |  |  |  |
| ADEQ Public Water System Number: | AZ0413103            |  |  |  |
| ADWR PCC Number:                 | 91-000656.0000       |  |  |  |

|                | MAINS    |               |  |  |  |
|----------------|----------|---------------|--|--|--|
| Sizes (inches) | Material | Length (feet) |  |  |  |
| 4.00           | PVC 40   | 8,378         |  |  |  |
| 6.00           | PVC 40   | 100,317       |  |  |  |
|                |          |               |  |  |  |
|                |          |               |  |  |  |
|                |          |               |  |  |  |
|                |          |               |  |  |  |
|                |          |               |  |  |  |
|                |          |               |  |  |  |
|                |          |               |  |  |  |
|                |          |               |  |  |  |
|                |          |               |  |  |  |

| SERVICE LINES |                   |           |  |  |
|---------------|-------------------|-----------|--|--|
|               |                   | Year      |  |  |
| Material      | Percent of system | installed |  |  |
| Black poly    | 100%%             | 1997      |  |  |
|               |                   |           |  |  |
|               |                   |           |  |  |
|               |                   |           |  |  |
|               |                   | 1         |  |  |

| ,             | CUSTOMER METERS |                                   |                              |  |  |
|---------------|-----------------|-----------------------------------|------------------------------|--|--|
| Size (inches) | Quantity        | Percent over<br>1,000,000 gallons | Percent over 10<br>years old |  |  |
| 5/8 X 3/4     | 156             |                                   | 90%                          |  |  |
| 1             | 27              |                                   | 0%                           |  |  |
| 2             | 1               |                                   | 0%                           |  |  |
|               |                 |                                   |                              |  |  |
|               |                 |                                   |                              |  |  |
|               |                 |                                   |                              |  |  |
|               |                 |                                   |                              |  |  |
|               |                 |                                   |                              |  |  |
|               |                 |                                   |                              |  |  |
|               |                 |                                   |                              |  |  |
|               |                 |                                   |                              |  |  |
|               |                 |                                   |                              |  |  |
|               |                 |                                   | <u> </u>                     |  |  |

|            | BOOSTER PUMPS |    |          |
|------------|---------------|----|----------|
| Horsepower | GPM           |    | Quantity |
| 7.5        |               | 75 | 2        |
|            |               |    |          |
|            |               |    |          |
|            |               |    |          |

|                    | STORAGE TANKS    |          |           |
|--------------------|------------------|----------|-----------|
|                    |                  |          | Year      |
| Capacity (gallons) | Material         | Quantity | installed |
| 166,000            | GALVANIZED STEEL | 1        | 1972      |
| 40,000             | GALVANIZED STEEL | 1        | 1972      |
|                    |                  |          |           |
|                    |                  |          |           |
|                    |                  |          |           |
|                    |                  |          | 1         |

| FIRE HYDRANTS |          |  |
|---------------|----------|--|
| Туре          | Quantity |  |
| Standard *    | 6        |  |
| Other         | 1        |  |

| PRESSURE/BLADDER TANKS |          |                   |  |
|------------------------|----------|-------------------|--|
| Material               | Quantity | Year installed    |  |
| NIZED STEEL            | 1        | 1972              |  |
|                        |          |                   |  |
|                        |          |                   |  |
|                        |          |                   |  |
|                        | Material | Material Quantity |  |

\* 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<br>EQUIPMENT:     | ARSENIC REMOVAL ABSORBTION UNIT/VESSEL/FILTERS/FLOW METER   |
| STRUCTURES:                 | ARSENIC TREATMENT FACILITY BUILDING/ STORAGE SUPPLY/ GENERATOR BUILDING/ FENCES   |
| OTHER:                      |   |
| Use one of the fold (a) (b) | 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. If no historical flow data are available, use:  ERC = ( Total SFR gallons sold (Omit 000) / 365 days / 350 gallons per day ) |
| ERC<br>Method used:         | (a) 226   |

PINE VALLEY WATER COMPANY Annual Report Customer and Other Information 12/31/22

|   |  |                    | Customer and O     | ther Information    |             |          |
|---|--|--------------------|--------------------|---------------------|-------------|----------|
| Name of the Sys   |  | PINE VALLEY        | WATER CO           |                     |             |          |
| ADEQ Public Water System Number: AZ0413103  |  |                    |                    |                     |             |          |
| ADWR PCC Number: 91-000656.0000   |  |                    |                    |                     |             |          |
|   |  |                    |                    |                     |             |          |
|   |  |                    |                    |                     |             | 1        |
|   |  | <u>N</u>           | umber of Custom    | ers                 | <b>,</b>    |          |
|   |  | ļ                  |                    |                     | Other Non-  | <b>;</b> |
| Month   | Single-Family  | Multi-Family       | Commercial         | Turf/Irrigation     | Residential |          |
| January   | 180  |                    |                    |                     |             |          |
| February  | 180  |                    |                    |                     |             |          |
| March   | 180  |                    |                    |                     |             |          |
| April   | 180  |                    |                    |                     |             |          |
| May   | 181  |                    |                    |                     |             |          |
| June  | 181  |                    |                    |                     |             |          |
| July  | 180  |                    |                    |                     |             |          |
| August  | 180  |                    |                    |                     |             |          |
| September   | 182  |                    |                    |                     |             |          |
| October   | 182  |                    |                    |                     |             |          |
| November  | 183  |                    |                    |                     |             |          |
| December  | 184  |                    |                    |                     |             |          |
| •   | s fire hydrants, what is the   |                    | ements?            | 1,000               | GPM for     | 2 hrs.   |
| Does the Compa<br>If yes, provide th  | Does the Company have an ADWR Gallons Per Capita Per Day (GCPCPD) requirement?  No  No |                    |                    |                     |             |          |
|   | Is the Water Utility located in an ADWR Active Management Area (AMA)?  No  No  No      |                    |                    |                     |             |          |
| What is the prese   | 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 pla  | ns and estimated comple  | tion dates for any | enlargements or in | mprovements of this | system.     |          |
|   |  |                    |                    |                     |             |          |
|   |  |                    |                    |                     |             |          |
| ]   |  |                    |                    |                     |             |          |
|   |  |                    |                    |                     |             |          |

<sup>\*</sup> an ERC is based on the calculation on the bottom of AR9 page 12.

### PINE VALLEY WATER COMPANY Annual Report Utility Shutoffs / Disconnects 12/31/22

|                      | Utility Shutoffs / Disconnec | ets            |
|----------------------|------------------------------|----------------|
| Name of the System:  | PINE VALLEY WATER CO         |                |
| ADEQ Public Water Sy | stem Number:                 | AZ0413103      |
| ADWR PCC Number:     |                              | 91-000656.0000 |

| Month     | Termination without | Termination with   |       |  |
|-----------|---------------------|--------------------|-------|--|
| Month     | Notice R14-2-410.B  | Notice R14-2-410.C | Other |  |
| January   | N/A                 | N/A                |       |  |
| February  |                     |                    |       |  |
| March     |                     |                    |       |  |
| April     |                     |                    |       |  |
| May       |                     |                    |       |  |
| June      |                     |                    |       |  |
| July      |                     |                    |       |  |
| August    |                     |                    |       |  |
| September |                     |                    |       |  |
| October   |                     |                    |       |  |
| November  |                     |                    |       |  |
| December  |                     |                    |       |  |
| Total     | 0                   | 0                  | 0     |  |

| Other (description): |  | *************************************** |
|----------------------|--|---|
|                      |  |   |
|                      |  |   |

**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.

PINE VALLEY WATER COMPANY Annual Report Property Taxes 12/31/22

| Property Taxes   |   |
|--|---|
| Amount of actual property taxes paid during Calendar Year 2022 was | \$3,559                                 |
|  |   |
| If no property taxes paid, explain why.                            |   |
|  |   |
|  |   |
|  |   |
|  |   |
|  |   |
|  |   |
|  | *************************************** |
|  |   |

**Instructions:** Fill out the Grey Cells with the relevant information. Input 0 or none if there is nothing recorded in that is no applicable information to report.

PINE VALLEY WATER COMPANY Annual Report Verification and Sworn Statement (Taxes) 12/31/22

| Verification and Sworn Statement (Taxes) |   |  |   |   |  |  |  |
|--|---|--|---|---|--|--|--|
| Verification:                            | State of ARIZ   | CONA (state name)  | I, the undersigned of the                     | >   |  |  |  |
|  | County of (county na<br>Name (owner or offic<br>Company name: | cial) title:   | Yavapai<br>LISA WISCHMEIER S<br>WATER COMPANY | ECRETARY  |  |  |  |
|  | DO SAY THAT THI<br>COMMISSION.                                | IS ANNUAL UTILITY PR   | OPERTY TAX AND SALE                           | ES TAX REPORT TO THE ARL  | ZONA CORPORATION                         |  |  |
|  | FOR THE YEAR EN   | NDING:   | 12/31/22                                      |   |  |  |  |
|  | UTILITY; THAT I F<br>CORRECT STATES                           | IAVE CAREFULLY EXA<br>MENT OF BUSINESS AN  | MINED THE SAME, AND<br>ID AFFAIRS OF SAID UT  | NAL BOOKS, PAPERS AND R<br>DECLARE THE SAME TO BE<br>ILITY FOR THE PERIOD COV<br>H, TO THE BEST OF MY KNO | A COMPLETE AND<br>ERED BY THIS REPORT IN |  |  |
| Sworn Statement:                         |   |  |   |   |  |  |  |
| Sworn Statement.                         |   |  |   |   |  |  |  |
|  | OIVISION<br>A II: 17  |  |   | signature of owner/official   |  |  |  |
|  |   | 5 X  |   | 928-451-1640<br>telephone no.   |  |  |  |
|  | UTILITY<br>202 APR  | SUBSCRIBED<br>IN AND FOR T   |   | RE ME A NOTARY PUBLIC   | Yavaga; (county name)                    |  |  |
|  | <   | THIS   | 23  | DAY OF  | March, Toz3 (month) and (year)           |  |  |
|  |   | MY COMMISS   | SION EXPIRES                                  | Avg 7 7076<br>(date)  |  |  |  |
|  | THE ST  | EVAN YAHNKE Notary Public - Arizona Yavapai County Commission # 630258 My Comm. Expires Aug 7. | •   | (signature of not   | tary public)                             |  |  |
|  |   |  |   |   | Page 17                                  |  |  |

PINE VALLEY WATER COMPANY Annual Report Verification and Sworn Statement 12/31/22

|                  |   |  | Verification and Sworn Statement   |
|------------------|---|--|--|
| Verification:    |   |  |  |
|                  | State of                                | ARIZO  | MATERIAL MAT |
|                  | C                                       | (state na  |  |
|                  | County of (co                           | unty name):<br>or official) title:   | Yavapai<br>LISA WISCHMEIER SECRETARY   |
|                  | Company nam                             | /  | PINE VALLEY WATER COMPANY  |
|                  | Company nan                             | ic.  | TINE VALLET WATER COMITANT   |
|                  | DO SAY THA                              |  | UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION   |
|                  | *************************************** |  |  |
|                  | FOR THE YE                              | EAR ENDING:  | 12/31/22   |
|                  |   |  | R MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID<br>EFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND   |
|                  | CORRECT S                               | TATEMENT OF BU   | USINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT  |
|                  |   | ON AND BELIEF.   | EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE,   |
|                  |   |  |  |
|                  |   |  |  |
|                  |   |  |  |
| Sworn Statement: | 1                                       |  | REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED PORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM  |
|                  | ARIZONA IN                              | TRASTATE UTILIT  | ITY OPERATIONS DURING THE CALENDAR YEAR WAS:   |
|                  |   |  |  |
|                  |   |  | Arizona Intrastate Gross Operating Revenues Only (\$)  |
|                  |   |  | \$120,044  |
|                  | C                                       | ell'in   | (The amount in the box above includes  |
|                  | atilians assessed                       | notice to the second   | \$7,632 in sales taxes   |
|                  | Secretary Comments                      |  | billed or collected)   |
|                  |   | : 55   | $\mathcal{N}_{1}$  |
|                  | W5 4                                    | £ 28   |  |
|                  | 100 O                                   | 9 3 2  | Giovatura of auropa/official   |
|                  |   | a contract of the contract of  | signature of owner/official  |
|                  | 0                                       | E 200  | 928-451-1640   |
|                  |   | 3 8  | telephone no.  |
|                  |   | ANZOZNA<br>COMM  | CURGORIDED AND GWORN TO DEFORE ME A NOTARY BURLIC  |
|                  |   | The same of the sa | SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC IN AND FOR THE COUNTY  |
|                  |   |  | (county name)  |
|                  |   |  | THIS Z3 DAY OF March, ZOZ3   |
|                  |   |  | (month) and (year)   |
|                  |   |  | MY COMMISSION EXPIRES As 7, 2026   |
|                  |   |  | (date)   |
|                  |   | OF THE STATE   | EVAN YAHNKE<br>Notary Public - Arizona   |
|                  |   |  | Yayanai County   |
|                  |   | 1912 M   | Commission # 630258  My Comm. Expires Aug 7, 2026  My Comm. Expires Aug 7, 2026  |

| Verification     |  |   |                 |  |                        |                                |
|------------------|--|---|-----------------|--|------------------------|--------------------------------|
|                  | State of   | ARIZ  | ONA             | I, the undersigned of the  |                        |                                |
|                  |  | (state  | name)           |  |                        |                                |
|                  | C + C/   |   |                 | V  |                        | ٦                              |
|                  | County of (cou   |   |                 | Yavapai<br>LISA WISCHMEIER SEC   | DETADV                 | -                              |
|                  | Company name   |   | PINE VALLE      | EY WATER COMPANY   | KLIAKI                 | -                              |
|                  | company man  |   |                 |  |                        | _                              |
|                  | -  |   |                 |  |                        |                                |
|                  |  |   |                 | OPERTY TAX AND SALE  | ES TAX REPORT TO       | THE ARIZONA                    |
|                  | CORPORATIO   | ON COMMISSIC  | )N.             |  |                        |                                |
|                  |  |   |                 |  |                        |                                |
|                  | FOR THE Y  | EAR ENDING:   | 12/31/22        |  |                        |                                |
|                  |  |   |                 |  |                        |                                |
|                  | THAN BEEN P  | ZEPARED LINID   | ER MV DIREC     | TION, FROM THE ORIGI   | NAL BOOKS PAPE         | RS AND RECORDS OF              |
|                  |  |   |                 | EXAMINED THE SAME  |                        |                                |
|                  |  | - St  |                 | OF BUSINESS AND AFF.   |                        |                                |
|                  |  |   |                 | TO EACH AND EVERY  |                        |                                |
|                  | BEST OF MY   | KNOWLEDGE,  | INFORMATIC      | ON AND BELIEF.   |                        |                                |
|                  |  |   |                 |  |                        |                                |
| G G              | IIN ACCORDA  | NCE WITH THE  | ERFOUREME       | ENTS OF TITLE 40, ARTK   | LE 8 SECTION 40-       | 401. ARIZONA REVISED           |
| Sworn Statement: |  |   |                 | AT THE GROSS OPERATI   |                        |                                |
|                  |  |   |                 | PERATIONS RECEIVED I   |                        |                                |
|                  | THE CALEND   | OAR YEAR WAS  | 5:              |  |                        |                                |
|                  |  |   |                 |  |                        |                                |
|                  |  | A Introduc  | to Cuasa Omanot | ing Dayanyag Only (\$)   |                        |                                |
|                  |  | Arizona intrasta  | te Gross Operat | ing Revenues Only (\$) \$120,  | 044                    |                                |
|                  |  |   |                 | (The amount in the box abo   |                        |                                |
|                  |  |   |                 | \$7,   | 623 in sales taxes     |                                |
|                  |  |   |                 | billed or collected)   |                        | ~)                             |
|                  | <b>C</b>   | 60°   |                 |  | NI                     | /                              |
| ç                | 2 = 6  |   |                 |  | X1142                  |                                |
| 1.               |  | 200   |                 |  | signature of ow        | ner/official                   |
| h.               |  | 500   |                 |  |                        |                                |
| 5                |  | all and a second  |                 | entirection techniques proprietate and an extension of the contraction | 928-451-               |                                |
| ٥                |  | 0   |                 |  | telephon               | e no.                          |
|                  | ST THE STATE OF TH | NAMOO<br>ON THE PROPERTY OF THE P |                 |  |                        |                                |
|                  |  |   | SUBSCRIBE       | ED AND SWORN TO BEFO   | ORE ME A NOTARY        | PUBLIC                         |
|                  |  |   | IN AND FOR      | THE COUNTY   | Yavapa                 | -                              |
|                  |  |   |                 |  | " (                    | county name)                   |
|                  |  |   | THE             | 23   | DAY OF                 | M. 1. 7537                     |
|                  |  |   | THIS            |  | DAY OF                 | March, ZCZ3 (month) and (year) |
|                  |  |   |                 |  |                        | (month) and (year)             |
|                  |  |   | MY COMMI        | SSION EXPIRES  | Aug 7 7020 (date)      | <u>/v</u>                      |
|                  |  | - Manufillion St.   | ครั้            |  | (date)                 |                                |
| 7                |  | EVAN YAHNKE   | (               |  |                        |                                |
| (9               |  | y Public - Arizona<br>avapai County   | 2               | ler  | 3/                     |                                |
|                  | Com  | mission # 630258<br>n. Expires Aug 7, 2076  | 2               |  | ignature of notary pub | lic)                           |
|                  | My Collin  |   | 7               | (6)  | C Par                  | ,                              |

Verification and Sworn Statement (Residential Revenue)

PINE VALLEY WATER COMPANY Annual Report Full Gross-up Method for Income Tax Statement of Certification 12/31/22

|                  |  | Full Gross-u   | n Method for I              | maomo T G. A   |   |  |
|------------------|--|--|-----------------------------|--|---|--|
| Verification     | :<br>State of                              | ARIZ   | ZONA name)                  | ncome Tax Statement o  |   |  |
|                  | County of (<br>Name (owned<br>Company name | county name):<br>er or official) title:<br>ame:  | PINE VALLE                  | Yavapai<br>LISA WISCHMEIER S<br>Y WATER COMPANY  | ECRETARY  |  |
|                  | FOR THE                                    | YEAR ENDING:   | 12 31 22                    |  |   |  |
| Sworn Statement: | INCURRED DECREASE EQUAL TO                 | NOR IS EXPECTED TO THE PROPERTY OF THE PROPERT | ED TO INCUR<br>AX ASSET FOR | A NET INCREASE IN CREASE I | . 77084. BECAUSE THE BY STATE THAT THE UT CURRENT INCOME TAN D ACCORDING TO GAA D GROSS UP PAID BY  signature of ow  928-451- telephone | FILITY HAS NOT EXPENSE OR A AP IN AN AMOUNT DEVELOPERS IN THE ner/official |
|                  |  |  | SUBSCRIB<br>IN AND FO       | ED AND SWORN TO B<br>R THE COUNTY  | EFORE ME A NOTARY   | PUBLIC   |
|                  |  |  | THIS                        | 73   | DAY OF  | March. 2023  |
|                  |  | EVAN YAHNKE<br>tary Public - Arizona<br>Yavapai County   | МҮ СОММ                     | ISSION EXPIRES   | Aug 7, 2026<br>(date)   | (month) and (year)   |
|                  |  | mmission # 630258<br>nm. Expires Aug 7, 2026   |                             |  | (signature of notary public   | e)   |