

RECEIVED
UTILITIES DIVISION

2024 APR 15 P 1:40

ANNUAL REPORT

ARIZONA CORPORATION
COMMISSION

Of

Company Name:
13130 W. Rudasill Rd

Mailing Address: Tucson AZ
85743

Docket No.: W-02102B
For the Year Ended:

WATER UTILITY

To

Arizona Corporation Commission

Due on April 15th

Email: Util-Compliance@azcc.gov, mail or deliver the completed Annual Report to:
Arizona Corporation Commission
Compliance Section - Utilities Division
1200 West Washington Street
Phoenix, Arizona 85007

Application Type:

Application Date:

ARIZONA CORPORATION COMMISSION
WATER UTILITY ANNUAL REPORT
Rancho Del Conejo Community Water Co-Op, Inc.
A Class Utility

For the Calendar Year Ended:

Primary Address:
City: State: Zip Code:

Telephone Number:

Date of Original Organization of Utility:

Person to whom correspondence should be addressed concerning this report:

Name:
Telephone No. :
Address:
City: State: Zip Code:
Email:

Name:
Telephone No. :
Address:
City: State: Zip Code:
Email:

Name:
Telephone No. :
Address:
City: State: Zip Code:
Email:

Name:
Telephone No. :
Address:
City: State: Zip Code:
Email:

Name:
Telephone No. :
Address:
City: State: Zip Code:
Email:

Ownership:

Counties Served:

| |
|--|
| Important changes during the year |
|--|

| | |
|--|---|
| | 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 |

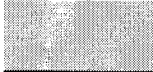
| | |
|--|---|
| | Has the company been notified by any other regulatory authorities during the year, that they are out of compliance? |
| | If yes, please provide specific details in the box below. |
| | N/A |

| 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 | | | | \$0 | | \$0 |
| 302 | Franchises | | | | 0 | | 0 |
| 303 | Land and Land Rights | 10,942 | | | 10,942 | | 10,942 |
| 304 | Structures and Improvements | 15,040 | | | 15,040 | 15,040 | 0 |
| 305 | Collecting & Improving Reservoirs | | | | 0 | | 0 |
| 306 | Lake, River, Canal Intakes | | | | 0 | | 0 |
| 307 | Wells and Springs | 153,629 | | | 153,629 | 80,239 | 73,390 |
| 308 | Infiltration Galleries | | | | 0 | | 0 |
| 309 | Supply Mains | | | | 0 | | 0 |
| 310 | Power Generation Equipment | | | | 0 | | 0 |
| 311 | Pumping Equipment | 141,545 | | | 141,545 | 141,545 | 0 |
| 320 | Water Treatment Equipment | | | | 0 | | 0 |
| 320.1 | Water Treatment Plants | 202,469 | | | 202,469 | 182,971 | 19,498 |
| 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 | 21,176 | | | 21,176 | 17,748 | 3,428 |
| 330.2 | Pressure Tanks | | | | 0 | | 0 |
| 331 | Transmission and Distribution Mains | 447,109 | | | 447,109 | 242,695 | 204,414 |
| 333 | Services | 43,153 | | | 43,153 | 18,178 | 24,975 |
| 334 | Meters and Meter Installations | 45,126 | | | 45,126 | 45,126 | 0 |
| 335 | Hydrants | | | | 0 | | 0 |
| 336 | Backflow Prevention Devices | | | | 0 | | 0 |
| 339 | Other Plant and Misc. Equipment | | | | 0 | | 0 |
| 340 | Office Furniture and Equipment | 7,324 | 0 | 0 | 7,324 | 6,196 | 1,128 |
| 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 | 7,334 | 0 | 0 | 7,334 | 6,668 | 666 |
| 344 | Laboratory Equipment | 0 | 0 | 0 | 0 | 0 | 0 |
| 345 | Power Operated Equipment | 20,000 | 0 | 0 | 20,000 | 3,138 | 16,862 |
| 346 | Communication Equipment | 0 | 0 | 0 | 0 | 0 | 0 |
| 347 | Miscellaneous Equipment | 14,973 | 0 | 0 | 14,973 | 14,793 | 180 |
| 348 | Other Tangible Plant | 0 | 0 | 0 | 0 | 0 | 0 |
| | Totals | \$1,129,820 | \$0 | \$0 | \$1,129,820 | \$774,337 | \$355,483 |

Rancho Del Conejo Community Water Co-Op, Inc.
 Annual Report
 Depreciation Expense for the Current Year (Water)
 12/31/23

| Depreciation Expense for the Current Year (Water) | | | | | | | | | |
|---|--|------------------------------|------------------------|--------------------------|------------------------|---|--------------------|--------------------------|----------------------|
| Account No. | Description | Beginning Year Original Cost | Current Year Additions | Current Year Retirements | Adjusted Original Cost | Fully Depreciated/Non-depreciable Plant | Depreciable Plant | Depreciation Percentages | Depreciation Expense |
| 301 | Organization | \$0 | \$0 | \$0 | \$0 | | \$0 | | \$0 |
| 302 | Franchises | 0 | 0 | 0 | 0 | | 0 | | 0 |
| 303 | Land and Land Rights | 10,942 | 0 | 0 | 10,942 | | 10,942 | | 0 |
| 304 | Structures and Improvements | 15,040 | 0 | 0 | 15,040 | | 15,040 | | 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 | 153,629 | 0 | 0 | 153,629 | | 153,629 | | 1,680 |
| 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 | 141,545 | 0 | 0 | 141,545 | | 141,545 | | 0 |
| 320 | Water Treatment Equipment | 0 | 0 | 0 | 0 | | 0 | | 0 |
| 320.1 | Water Treatment Plants | 202,469 | 0 | 0 | 202,469 | | 202,469 | | 2,154 |
| 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 | 21,176 | 0 | 0 | 21,176 | | 21,176 | | 0 |
| 330.2 | Pressure Tanks | 0 | 0 | 0 | 0 | | 0 | | 0 |
| 331 | Transmission and Distribution Mains | 447,109 | 0 | 0 | 447,109 | | 447,109 | | 4,754 |
| 333 | Services | 43,153 | 0 | 0 | 43,153 | | 43,153 | | 467 |
| 334 | Meters and Meter Installations | 45,126 | 0 | 0 | 45,126 | | 45,126 | | 0 |
| 335 | Hydrants | 0 | 0 | 0 | 0 | | 0 | | 0 |
| 336 | Backflow Prevention Devices | 0 | 0 | 0 | 0 | | 0 | | 0 |
| 339 | Other Plant and Misc. Equipment | 0 | 0 | 0 | 0 | | 0 | | 0 |
| 340 | Office Furniture and Equipment | 7,324 | 0 | 0 | 7,324 | | 7,324 | | 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 | 7,334 | 0 | 0 | 7,334 | | 7,334 | | 0 |
| 344 | Laboratory Equipment | 0 | 0 | 0 | 0 | | 0 | | 0 |
| 345 | Power Operated Equipment | 20,000 | 0 | 0 | 20,000 | | 20,000 | | 280 |
| 346 | Communication Equipment | 0 | 0 | 0 | 0 | | 0 | | 0 |
| 347 | Miscellaneous Equipment | 14,973 | 0 | 0 | 14,973 | | 14,973 | | 0 |
| 348 | Other Tangible Plant | 0 | 0 | 0 | 0 | | 0 | | 0 |
| | Subtotal | \$1,129,820 | \$0 | \$0 | \$1,129,820 | \$0 | \$1,129,820 | | \$9,335 |

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
 0.83%
\$0

Less: Amortization of CIAC
DEPRECIATION EXPENSE

Rancho Del Conejo Community Water Co-Op, Inc.
 Annual Report
 Balance Sheet Assets
 12/31/23

| Balance Sheet Assets | | | | |
|-----------------------------|---|--|--|--|
| | Assets | | Balance at Beginning of Year (2023) | Balance at End of Year (2023) |
| Account No. | Current and Accrued Assets | | | |
| 131 | Cash | | \$146,675 | \$142,741 |
| 134 | Working Funds | | | |
| 135 | Temporary Cash Investments | | 15,313 | |
| 141 | Customer Accounts Receivable | | 21,537 | 21,537 |
| 146 | Notes Receivable from Associated Companies | | | |
| 151 | Plant Material and Supplies | | | |
| 162 | Prepayments | | 829 | 829 |
| 174 | Miscellaneous Current and Accrued Assets | | | |
| | Total Current and Accrued Assets | | \$184,354 | \$165,107 |
| Account No. | Fixed Assets | | | |
| 101 | Utility Plant in Service* | | \$1,129,820 | \$1,129,820 |
| 103 | Property Held for Future Use | | | |
| 105 | Construction Work in Progress | | | |
| 108 | Accumulated Depreciation (enter as negative)* | | (765,002) | (774,337) |
| 121 | Non-Utility Property | | | 15,313 |
| 122 | Accumulated Depreciation - Non Utility | | | |
| | Total Fixed Assets | | \$364,818 | \$370,796 |
| | Total Assets | | \$549,172 | \$535,903 |

*Note these items feed automatically from AR3 UPIS Page 4

Rancho Del Conejo Community Water Co-Op, Inc.
 Annual Report
 Balance Sheet Liabilities and Owners Equity

| Balance Sheet Liabilities and Owners Equity | | | | |
|--|---|--|--|----------------------------------|
| | Liabilities | | Balance at Beginning of Year (2023) | Balance at End of Year (2023) |
| Account No. | Current Liabilities | | | |
| 231 | Accounts Payable | | \$8,611 | \$7,181 |
| 232 | Notes Payable (Current Portion) | | | |
| 234 | Notes Payable to Associated Companies | | | |
| 235 | Customer Deposits | | | |
| 236 | Accrued Taxes | | | |
| 237 | Accrued Interest | | | |
| 242 | Miscellaneous Current and Accrued Liabilities | | 6,696 | |
| | Total Current Liabilities | | \$15,307 | \$7,181 |
| | 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 Liabilities | | \$15,307 | \$7,181 |
| | Capital Accounts | | | |
| 201 | Common Stock Issued | | | |
| 211 | Other Paid-In Capital | | | |
| 215 | Retained Earnings | | 533,865 | 528,722 |
| 218 | Proprietary Capital (Sole Props and Partnerships) | | | |
| | Total Capital | | \$533,865 | \$528,722 |
| | Total Liabilities and Capital | | \$549,172 | \$535,903 |

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

Rancho Del Conejo Community Water Co-Op, Inc.
Annual Report
Water Comparative Income Statement
12/31/23

| Water Comparative Income Statement | | | |
|---|--|---|--------------------------------------|
| Account No. | Calendar Year | Current Year 01/01/2023 - 12/31/2023 | Last Year 01/01/2022 - 12/31/2022 |
| | Operating Revenue | | |
| 461 | Metered Water Revenue | \$221,755 | \$211,327 |
| 460 | Unmetered Water Revenue | | |
| 462 | Fire Protection Revenue | | |
| 469 | Guaranteed Revenues (Surcharges) | | |
| 471 | Miscellaneous Service Revenues | | |
| 474 | Other Water Revenue | | |
| | Total Revenues | \$221,755 | \$211,327 |
| | Operating Expenses | | |
| 601 | Salaries and Wages | \$90,864 | \$69,251 |
| 604 | Employee Pensions and Benefits | | |
| 610 | Purchased Water | | |
| 615 | Purchased Power | 22,062 | 21,746 |
| 618 | Chemicals | | |
| 620 | Materials and Supplies | | |
| 620.1 | Repairs and Maintenance | 19,168 | 10,627 |
| 620.2 | Office Supplies and Expense | 15,651 | 12,782 |
| 630 | Contractual Services | | 55,006 |
| 631 | Contractual Services - Engineering | | |
| 632 | Contractual Services - Accounting | 2,710 | 2,725 |
| 633 | Contractual Services - Legal | | |
| 634 | Contractual Services - Management Fees | | |
| 635 | Contractual Services - Water Testing | 4,091 | 4,151 |
| 636 | Contractual Services - Other | 3,662 | 3,996 |
| 640 | Rents | | |
| 641 | Rental of Building/Real Property | | |
| 642 | Rental of Equipment | | |
| 650 | Transportation Expenses | | |
| 657 | Insurance - General Liability | 6,370 | 5,082 |
| 657.1 | Insurance - Health and Life | | |
| 665 | Regulatory Commission Expense - Rate | 2,252 | 2,622 |
| 670 | Bad Debt Expense | | |
| 675 | Miscellaneous Expense | 389 | 92 |
| 403 | Depreciation Expense (From Schedule AR4) | 9,335 | 23,220 |
| 408 | Taxes Other Than Income | 12,734 | 17,342 |
| 408.11 | Property Taxes | 11,484 | 10,907 |
| 409 | Income Taxes | 7,111 | |
| 427.1 | Customer Security Deposit Interest | | |
| | Total Operating Expenses | \$207,883 | \$239,549 |
| | Operating Income / (Loss) | \$13,872 | (\$28,222) |
| | Other Income / (Expense) | | |
| 419 | Interest and Dividend Income | \$45 | \$4 |
| 421 | Non-Utility Income | 19 | 48,750 |
| 426 | Miscellaneous Non-Utility (Expense) | (6,743) | |
| 427 | Interest (Expense) | (9,689) | (10,193) |
| | Total Other Income / (Expense) | (\$16,368) | \$38,561 |
| | Net Income / (Loss) | (\$2,496) | \$10,339 |

Rancho Del Conejo Community Water Co-Op, Inc.
 Annual Report
 Full time equivalent employees
 12/31/23

Full time equivalent employees

| | Direct Company | Allocated | Outside service | Total |
|----------------------|----------------|-----------|-----------------|---------|
| President | | | | 0.0 |
| Vice-president | | | | 0.0 |
| Manager | 1,074.0 | | | 1,074.0 |
| Engineering Staff | | | | 0.0 |
| System Operator(s) | | | | 0.0 |
| Meter reader | 3,075.0 | | | 3,075.0 |
| Customer Service | | | | 0.0 |
| Accounting | | | | 0.0 |
| Business Office | | | | 0.0 |
| Rates Department | | | | 0.0 |
| Administrative Staff | 148.0 | | | 148.0 |
| Other | | | | 0.0 |
| Total | 4,297.0 | 0.0 | 0.0 | 4,297.0 |

Rancho Del Conejo Community Water Co-Op, Inc.
 Annual Report
 Supplemental Financial Data (Long-Term Debt)
 12/31/23

| Supplemental Financial Data (Long-Term Debt) | | | | |
|--|---------------|-----------------|---------|---------|
| | Loan #1 | Loan #2 | Loan #3 | Loan #4 |
| Date Issued | 6/16/2000 | 11/21/2008 | | |
| Source of Loan | USDA | WIFA | | |
| ACC Decision No. | 61733 | 70311 | | |
| Reason for Loan | Plant Upgrade | Arsenic Removal | | |
| Dollar Amt. Issued | \$266,300 | \$192,605 | | |
| Amount Outstanding | \$172,034 | \$69,439 | | |
| Date of Maturity | 1/1/2040 | 1/1/2028 | | |
| Interest Rate | 5.00% | 4.20% | | |
| Current Year Interest | \$8,786 | \$915 | | |
| Current Year Principal | \$6,778 | \$12,455 | | |

| | |
|---|---------|
| Meter Deposit Balance at Test Year End: | \$6,416 |
|---|---------|

| | |
|---|-------|
| Meter Deposits Refunded During the Test Year: | \$560 |
|---|-------|

List all bonds, notes, loans, and other types of indebtedness in which the proceeds were used in the provision of public utility service. Indebtedness incurred for personal uses by the owner of the utility should not be listed. Input 0 or none if there is nothing to report for that cell.

Water Utility Plant Description (Continued)

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

| | |
|-----------------------------|--|
| TREATMENT EQUIPMENT: | |
|-----------------------------|--|

| | |
|--------------------|--|
| STRUCTURES: | |
|--------------------|--|

| | |
|---------------|--|
| OTHER: | |
|---------------|--|

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
- (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

Method used:

| Customer and Other Information | |
|----------------------------------|-----------------------|
| Name of the System: | RANCHO DEL CNEJO COOP |
| ADEQ Public Water System Number: | AZ0410142 |
| ADWR PCC Number: | 91-000451.0000 |

| Month | Number of Customers | | | | Other Non-Residential |
|-----------|---------------------|--------------|------------|-----------------|-----------------------|
| | Single-Family | Multi-Family | Commercial | Turf/Irrigation | |
| January | 346 | | | | |
| February | 348 | | | | |
| March | 347 | | | | |
| April | 346 | | | | |
| May | 346 | | | | |
| June | 343 | | | | |
| July | 343 | | | | |
| August | 342 | | | | |
| September | 337 | | | | |
| October | 342 | | | | |
| November | 344 | | | | |
| December | 344 | | | | |

If the system has fire hydrants, what is the fire flow requirements? GPM for hrs.

Does the system have chlorination treatment? No

Does the Company have an ADWR Gallons Per Capita Per Day (GCPCPD) requirement? No
 If yes, provide the GPCPD amount:

Is the Water Utility located in an ADWR Active Management Area (AMA)? Yes
 If yes, which AMA? ucson AMA

What is the present system connection capacity (in ERCs *) using existing lines?

What is the future system connection capacity (in ERCs *) upon service area buildout?

Describe any plans and estimated completion dates for any enlargements or improvements of this system.

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

Rancho Del Conejo Community Water Co-Op, Inc.
 Annual Report
 Utility Shutoffs / Disconnects
 12/31/23

| Utility Shutoffs / Disconnects | |
|----------------------------------|------------------------|
| Name of the System: | RANCHO DEL CONEJO COOP |
| ADEQ Public Water System Number: | AZ0410142 |
| ADWR PCC Number: | 91-000451.0000 |

| Month | Termination without Notice R14-2-410.B | Termination with Notice R14-2-410.C | Other |
|--------------|--|-------------------------------------|----------|
| January | 0 | 0 | |
| February | 0 | 0 | |
| March | 0 | 2 | |
| April | 0 | 0 | |
| May | 0 | 0 | |
| June | 0 | 1 | |
| July | 0 | 0 | |
| August | 0 | 0 | |
| September | 0 | 0 | |
| October | 0 | 2 | |
| November | 0 | 0 | |
| December | 0 | 0 | |
| Total | 0 | 5 | 0 |

Other (description):

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 2023 was | \$10,371 |

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 account or there is no applicable information to report.

Verification and Certification (Taxes)

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

County of (county name): Pima
Name (owner or official) title: Robert Davis
Company name: Rancho Del Conejo Community Water Co-Op. Inc.


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

FOR THE YEAR ENDING: 12/31/23

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

Certification: I CERTIFY THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

I CERTIFY THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.


signature of owner/official

520-682-8335
telephone no.

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UTILITIES DIVISION
2024 MAY -1 A 10:27
ARIZONA CORPORATION
BIRMINGHAM