

**ANNUAL REPORT**

Of

Company Name: **Valle Verde Water Company**  
PO Box 85160

Mailing Address: Tucson AZ  
85754

Docket No.: W-01431A  
For the Year Ended: 12/31/23

**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: 6/20/2024

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

For the Calendar Year Ended: 12/31/23

Primary Address: 

PO BOX 85160		
City: TUCONS	State: Arizona	Zip Code: 85754

Telephone Number: 

520-623-5172
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Date of Original Organization of Utility: 

6/30/1955
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Person to whom correspondence should be addressed concerning this report:

Name: 

DORINDA CHACON
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Telephone No. : 

520-623-5172
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Address: 

PO BOX 86150		
City: TCUSON	State: Arizona	Zip Code: 85754

  
Email: 

INFO@SOUTHWESTERNUTILITY.COM
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Telephone No. : 

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Email: 

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Ownership: 

"C" Corporation
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Counties Served: 

Santa Cruz
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**Important changes during the year**

No	For those companies not subject to the affiliated interest rules, has there been a change in ownership or direct control during the year?
	If yes, please provide specific details in the box below.
	N/A

No	Has the company been notified by any other regulatory authorities during the year, that they are out of compliance?
	If yes, please provide specific details in the box below.
	N/A

Utility Plant in Service (Water)							
Account No.	Description	Beginning Year Original Cost	Current Year Additions	Current Year Retirements	Adjusted Original Cost	Accumulated Depreciation	OCLD (OC less AD)
		\$0	\$0	\$0	\$0	\$0	\$0
301	Organization						
302	Franchises	125	0	0	125	125	0
303	Land and Land Rights	86,093	0	0	86,093	0	86,093
304	Structures and Improvements	527,085	0	0	527,085	508,659	18,426
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	633,554	0	0	633,554	434,620	198,934
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	531,836	18,350	0	550,186	483,855	66,331
320	Water Treatment Equipment	0	0	0	0	0	0
320.1	Water Treatment Plants	494,917	0	0	494,917	192,431	302,486
320.2	Solution Chemical Feeders	345	0	0	345	345	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	609,135	0	0	609,135	366,164	242,971
330.2	Pressure Tanks	82,346	0	0	82,346	74,975	7,371
331	Transmission and Distribution Mains	1,753,228	1,624	0	1,754,852	800,270	954,582
333	Services	126,172	12,138	0	138,310	73,386	64,924
334	Meters and Meter Installations	242,630	4,958	0	247,588	176,266	71,322
335	Hydrants	93,243	0	0	93,243	41,912	51,331
336	Backflow Prevention Devices	10,498	0	0	10,498	4,552	5,946
339	Other Plant and Misc. Equipment	2,013	0	0	2,013	201	1,812
340	Office Furniture and Equipment	16,552	0	0	16,552	16,552	0
340.1	Computer & Software	0	0	0	0	0	0
341	Transportation Equipment	25,904	0	0	25,904	28,894	(2,990)
342	Stores Equipment	0	0	0	0	0	0
343	Tools, Shop and Garage Equipment	16,654	0	0	16,654	12,815	3,839
344	Laboratory Equipment	0	0	0	0	0	0
345	Power Operated Equipment	44,869	0	0	44,869	44,869	0
346	Communication Equipment	4,668	0	0	4,668	4,435	233
347	Miscellaneous Equipment	0	0	0	0	0	0
348	Other Tangible Plant	164,986	0	0	164,986	146,645	18,341
	<b>Totals</b>	<b>\$5,466,853</b>	<b>\$37,070</b>	<b>\$0</b>	<b>\$5,503,923</b>	<b>\$3,411,971</b>	<b>\$2,091,952</b>

Valle Verde Water Company  
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	0.00%	\$0
302	Franchises	125	0	0	125	0	0	0.00%	0
303	Land and Land Rights	86,093	0	0	86,093	86,093	0	0.00%	0
304	Structures and Improvements	527,085	0	0	527,085	503,304	23,781	3.33%	792
305	Collecting & Improving Reservoirs	0	0	0	0	0	0	0.00%	0
306	Lake, River, Canal Intakes	0	0	0	0	0	0	0.00%	0
307	Wells and Springs	633,554	0	0	633,554	0	633,554	3.33%	21,097
308	Infiltration Galleries	0	0	0	0	0	0	0.00%	0
309	Supply Mains	0	0	0	0	0	0	0.00%	0
310	Power Generation Equipment	0	0	0	0	0	0	0.00%	0
311	Pumping Equipment	531,836	18,350	0	550,186	417,934	132,252	12.50%	15,385
320	Water Treatment Equipment	0	0	0	0	0	0	0.00%	0
320.1	Water Treatment Plants	494,917	0	0	494,917	4,533	490,384	3.33%	16,330
320.2	Solution Chemical Feeders	345	0	0	345	345	0	20.00%	0
320.3	Point-of-Use Treatment Devices	0	0	0	0	0	0	0.00%	0
330	Distribution Reservoirs and Standpipes	0	0	0	0	0	0	0.00%	0
330.1	Storage Tanks	609,135	0	0	609,135	0	609,135	2.22%	13,523
330.2	Pressure Tanks	82,346	0	0	82,346	0	82,346	5.00%	4,117
331	Transmission and Distribution Mains	1,753,228	1,624	0	1,754,852	579,729	1,175,123	2.00%	23,486
333	Services	126,172	12,138	0	138,310	51,108	87,202	3.33%	2,702
334	Meters and Meter Installations	242,630	4,958	0	247,588	93,702	153,886	8.33%	12,612
335	Hydrants	93,243	0	0	93,243	35,007	58,236	2.00%	1,165
336	Backflow Prevention Devices	10,498	0	0	10,498	0	10,498	6.67%	700
339	Other Plant and Misc. Equipment	2,013	0	0	2,013	0	2,013	6.67%	134
340	Office Furniture and Equipment	16,552	0	0	16,552	16,552	0	6.67%	0
340.1	Computer & Software	0	0	0	0	0	0	0.00%	0
341	Transportation Equipment	25,904	0	0	25,904	2,000	23,904	20.00%	4,781
342	Stores Equipment	0	0	0	0	0	0	0.00%	0
343	Tools, Shop and Garage Equipment	16,654	0	0	16,654	12,063	4,591	5.00%	230
344	Laboratory Equipment	0	0	0	0	0	0	10.00%	0
345	Power Operated Equipment	44,869	0	0	44,869	44,869	0	0.00%	0
346	Communication Equipment	4,668	0	0	4,668	0	4,668	10.00%	467
347	Miscellaneous Equipment	0	0	0	0	0	0	0.00%	0
348	Other Tangible Plant	164,986	0	0	164,986	139,758	25,228	10.00%	2,523
	<b>Subtotal</b>	<b>\$5,466,853</b>	<b>\$37,070</b>	<b>\$0</b>	<b>\$5,503,923</b>	<b>\$1,987,122</b>	<b>\$3,516,801</b>		<b>\$120,043</b>

Contribution(s) in Aid of Construction (Gross) \$2,348,192  
Less: Non Amortizable Contribution(s) 2,500  
Fully Amortized Contribution(s) 0  
Amortizable Contribution(s) \$2,345,692  
Times: Proposed Amortization Rate 4.05%  
Amortization of CIAC \$95,001

Less: Amortization of CIAC \$95,001  
**DEPRECIATION EXPENSE** **\$25,043**

Valle Verde Water Company  
Annual Report  
Balance Sheet Assets  
12/31/23

<b>Balance Sheet Assets</b>				
	<b>Assets</b>		<b>Balance at Beginning of Year (2023)</b>	<b>Balance at End of Year (2023)</b>
<b>Account No.</b>	<b>Current and Accrued Assets</b>			
131	Cash		\$64,215	\$28,715
134	Working Funds		0	0
135	Temporary Cash Investments		0	0
141	Customer Accounts Receivable		25,326	17,037
146	Notes Receivable from Associated Companies		0	0
151	Plant Material and Supplies		0	0
162	Prepayments		1,529	3,486
174	Miscellaneous Current and Accrued Assets		101,548	105,698
	<b>Total Current and Accrued Assets</b>		<b>\$192,618</b>	<b>\$154,936</b>
<b>Account No.</b>	<b>Fixed Assets</b>			
101	Utility Plant in Service*		\$5,466,853	\$5,503,923
103	Property Held for Future Use		0	0
105	Construction Work in Progress		19,504	19,254
108	Accumulated Depreciation (enter as negative)*		(3,306,539)	(3,411,971)
121	Non-Utility Property		0	0
122	Accumulated Depreciation - Non Utility		0	0
	<b>Total Fixed Assets</b>		<b>\$2,179,818</b>	<b>\$2,111,206</b>
	<b>Total Assets</b>		<b>\$2,372,436</b>	<b>\$2,266,142</b>

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

Valle Verde Water Company  
Annual Report  
Balance Sheet Liabilities and Owners Equity

<b>Balance Sheet Liabilities and Owners Equity</b>				
	<b>Liabilities</b>		<b>Balance at Beginning of Year (2023)</b>	<b>Balance at End of Year (2023)</b>
<b>Account No.</b>	<b>Current Liabilities</b>			
231	Accounts Payable		\$58,443	\$9,448
232	Notes Payable (Current Portion)		0	0
234	Notes Payable to Associated Companies		0	0
235	Customer Deposits		47,026	41,315
236	Accrued Taxes		3,555	161
237	Accrued Interest		0	0
242	Miscellaneous Current and Accrued Liabilities		3,324	24,420
	<b>Total Current Liabilities</b>		<b>\$112,348</b>	<b>\$75,344</b>
	<b>Long Term Debt</b>			
224	Long Term Debt (Notes and Bonds)		\$469,701	\$411,431
	<b>Deferred Credits</b>			
251	Unamortized Premium on Debt		\$0	\$0
252	Advances in Aid of Construction		869,484	865,296
255	Accumulated Deferred Investment Tax Credits		0	0
271	Contributions in Aid of Construction		2,348,192	2,348,192
272	Less: Amortization of Contributions		(1,181,370)	(1,276,371)
281	Accumulated Deferred Income Tax		0	0
	<b>Total Deferred Credits</b>		<b>\$2,036,306</b>	<b>\$1,937,117</b>
	<b>Total Liabilites</b>		<b>\$2,618,355</b>	<b>\$2,423,892</b>
	<b>Capital Accounts</b>			
201	Common Stock Issued		\$1,000	\$1,000
211	Other Paid-In Capital		0	0
215	Retained Earnings		(246,919)	(158,750)
218	Proprietary Capital (Sole Props and Partnerships)		0	0
	<b>Total Capital</b>		<b>(\$245,919)</b>	<b>(\$157,750)</b>
	<b>Total Liabilities and Capital</b>		<b>\$2,372,436</b>	<b>\$2,266,142</b>

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

Valle Verde Water Company  
Annual Report  
Water Comparative Income Statement  
12/31/23

<b>Water Comparative Income Statement</b>			
Account No.	Calendar Year	Current Year 01/01/2023 - 12/31/2023	Last Year 01/01/2022 - 12/31/2022
	<b>Operating Revenue</b>		
461	Metered Water Revenue	\$507,291	\$545,968
460	Unmetered Water Revenue	0	0
462	Fire Protection Revenue	0	0
469	Guaranteed Revenues (Surcharges)	0	0
471	Miscellaneous Service Revenues	0	0
474	Other Water Revenue	12,401	15,469
	<b>Total Revenues</b>	<b>\$519,692</b>	<b>\$561,437</b>
	<b>Operating Expenses</b>		
601	Salaries and Wages	\$48,246	\$151,502
604	Employee Pensions and Benefits	0	0
610	Purchased Water	2,254	0
615	Purchased Power	64,648	57,159
618	Chemicals	2,408	1,974
620	Materials and Supplies	226	0
620.1	Repairs and Maintenance	11,895	17,870
620.2	Office Supplies and Expense	21,427	17,608
630	Contractual Services	1,052	9,083
631	Contractual Services - Engineering	0	7,721
632	Contractual Services - Accounting	6,549	10,511
633	Contractual Services - Legal	21,456	66,134
634	Contractual Services - Management Fees	154,253	105,671
635	Contractual Services - Water Testing	5,234	7,363
636	Contractual Services - Other	1,780	3,514
640	Rents	0	0
641	Rental of Building/Real Property	0	0
642	Rental of Equipment	291	38,560
650	Transportation Expenses	2,711	7,120
657	Insurance - General Liability	14,046	10,062
657.1	Insurance - Health and Life	0	0
665	Regulatory Commission Expense - Rate	1,650	0
670	Bad Debt Expense	130	5,840
675	Miscellaneous Expense	1,543	1,639
403	Depreciation Expense (From Schedule AR4)	25,043	21,601
408	Taxes Other Than Income	5,390	11,733
408.11	Property Taxes	23,067	23,582
409	Income Taxes	2,046	(2,045)
427.1	Customer Security Deposit Interest	929	600
	<b>Total Operating Expenses</b>	<b>\$418,274</b>	<b>\$574,802</b>
	<b>Operating Income / (Loss)</b>	<b>\$101,418</b>	<b>(\$13,365)</b>
	<b>Other Income / (Expense)</b>		
419	Interest and Dividend Income	\$4,150	\$0
421	Non-Utility Income	56	87
426	Miscellaneous Non-Utility (Expense)	(13,291)	(21,254)
427	Interest (Expense)	(4,165)	(5,609)
	<b>Total Other Income / (Expense)</b>	<b>(\$13,250)</b>	<b>(\$26,776)</b>
	<b>Net Income / (Loss)</b>	<b>\$88,168</b>	<b>(\$40,141)</b>



Valle Verde Water Company  
 Annual Report  
 Full time equivalent employees  
 12/31/23

**Full time equivalent employees**

	Direct Company	Allocated	Outside service	Total
President	0.5	0.0	0.0	0.5
Vice-president	0.5	0.0	0.0	0.5
Manager	0.0	0.0	1.0	1.0
Engineering Staff	0.0	0.0	0.0	0.0
System Operator(s)	2.0	0.0	0.0	2.0
Meter reader	1.0	0.0	0.0	1.0
Customer Service	0.0	0.0	1.0	1.0
Accounting	0.0	0.0	0.2	0.2
Business Office	0.0	0.0	0.0	0.0
Rates Department	0.0	0.0	0.0	0.0
Administrative Staff	0.0	0.0	0.3	0.3
Other	0.0	0.0	0.0	0.0
<b>Total</b>	4.0	0.0	2.5	6.5

Valle Verde Water Company  
 Annual Report  
 Supplemental Financial Data (Long-Term Debt)  
 12/31/23

<b>Supplemental Financial Data (Long-Term Debt)</b>				
	Loan #1	Loan #2	Loan #3	Loan #4
Date Issued	6/24/2011	NA	NA	NA
Source of Loan	WIFA	0	0	0
ACC Decision No.	71899	0	0	0
Reason for Loan	UPGRADES	0	0	0
Dollar Amt. Issued	\$1,063,478	\$0	\$0	\$0
Amount Outstanding	\$411,431	\$0	\$0	\$0
Date of Maturity	6/1/2031	NA	NA	NA
Interest Rate	94.00%	0.00%	0.00%	0.00%
Current Year Interest	\$17,444	\$0	\$0	\$0
Current Year Principal	\$58,270	\$0	\$0	\$0

Meter Deposit Balance at Test Year End:	\$11,693
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Meter Deposits Refunded During the Test Year:	\$887
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**List all bonds, notes, loans, and other types of indebtedness in which the proceeds were used in the provision of public utility service. Indebtedness incurred for personal uses by the owner of the utility should not be listed. Input 0 or none if there is nothing to report for that cell.**

Well and Water Usage											
Name of the System		VALLE VERDE WATER CO LOS									
ADEQ Public Water System Number		AZ0412025									
ADWR PCC Number		91-000819 0000									
Well registry 55# (55-XXXXXX)	Pump Horsepower	Pump Yield (gpm)	Casing Depth (feet)	Casing Diameter (inches)	Pump Motor Type **	Year Drilled	Water level 2013	Water level 2023	Meter Size (inches)	Flow measured	Active
55-528348 WELL 10	30	450	290	12	SUBMERSIBLE	2000			6	Metered	Yes

Name of system water delivered to \_\_\_\_\_

ADWR PCC Number \_\_\_\_\_ NA

Source of water delivered to another system \_\_\_\_\_ NA

Name of system water received from \_\_\_\_\_

ADWR PCC Number \_\_\_\_\_ NA

Source of water received \_\_\_\_\_ NA

Well registry 55# (55-XXXXXX) \_\_\_\_\_ NA

Month	Water withdrawn (gallons) <sup>1</sup>	Water sold (gallons) <sup>2</sup>	Water delivered (sold) to other systems (gallons) <sup>3</sup>	Water received (purchased) from other systems (gallons) <sup>4</sup>	Estimated authorized use (gallons) <sup>5</sup>	Purchased Power Expense <sup>6</sup>	Purchased Power (kWh) <sup>7</sup>
January	308,700.00	281,737.00	0.00	0.00	0.00	\$205	1,500
February	254,100.00	228,252.00	0.00	0.00	0.00	195	1,260
March	354,600.00	238,784.00	0.00	0.00	90,000.00	155	960
April	640,350.00	512,753.00	0.00	0.00	50,000.00	185	1,140
May	300,350.00	257,636.00	0.00	0.00	20,000.00	255	1,740
June	243,600.00	222,535.00	0.00	0.00	0.00	785	5,520
July	375,000.00	351,218.00	0.00	0.00	0.00	503	3,660
August	577,100.00	285,328.00	0.00	0.00	250,000.00	241	1,680
September	577,100.00	303,179.00	0.00	0.00	250,000.00	425	3,420
October	526,700.00	289,300.00	0.00	0.00	0.00	362	2,551
November	1,628,600.00	303,179.00	0.00	0.00	0.00	385	2,553
December	1,000,300.00	303,179.00	0.00	0.00	0.00	365	2,552
Totals	6,786,500.00	3,577,080.00	0.00	0.00	660,000.00	\$4,061	28,536

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

NONE

- <sup>1</sup> Water withdrawn - Total gallons of water withdrawn from pumped sources.
- <sup>2</sup> Water sold - Total gallons from customer meters, and other sales such as construction water
- <sup>3</sup> Water delivered (sold) to other systems - Total gallons of water delivered to other systems.
- <sup>4</sup> Water received (purchased) from other systems - Total gallons of water purchased/received from other systems
- <sup>5</sup> Estimated authorized use - Total estimated gallons from authorized metered or unmetered use. Authorized uses such as flushing (mains, services and hydrants) draining/cleaning tanks, process, construction, fire fighting, etc. Non-authorized use (real losses) are service line breaks and leaks, water main breaks, meter inaccuracies and theft
- <sup>6</sup> Enter the total purchased power costs for the power meters associated with this system
- <sup>7</sup> Enter the total purchased kWh used by the power meters associated with this system

Well and Water Usage											
Name of the System			VALLE VERDE WATER CO								
ADEQ Public Water System Number			AZ0412009								
ADWR PCC Number			91-000593 0000								
Well registry 55# (55-XXXXXX)	Pump Horsepower	Pump Yield (gpm)	Casing Depth (feet)	Casing Diameter (inches)	Pump Motor Type **	Year Drilled	Water level 2013	Water level 2023	Meter Size (inches)	How measured	Active
55-617054 WELL 2	30	400	360	16	SUBMERSIBLE	1972			6	Metered	Yes
55-617055 WELL 3	30	130	210	12	SUBMERSIBLE	1971			3	Metered	Yes
55-500951 WELL 5	50	350	400	16	SUBMERSIBLE	1982			6	Metered	Yes

Name of system water delivered to \_\_\_\_\_  
 ADWR PCC Number \_\_\_\_\_ NA  
 Source of water delivered to another system \_\_\_\_\_

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

Month	Water withdrawn (gallons) <sup>1</sup>	Water sold (gallons) <sup>2</sup>	Water delivered (sold) to other systems (gallons) <sup>3</sup>	Water received (purchased) from other systems (gallons) <sup>4</sup>	Estimated authorized use (gallons) <sup>5</sup>	Purchased Power Expense <sup>6</sup>	Purchased Power (kWh) <sup>7</sup>
January	4,739,800.00	4,422,651.00	0.00	0.00	0.00	\$4,945	39,282
February	5,441,200.00	4,367,874.00	0.00	0.00	30,000.00	4,309	26,406
March	6,169,500.00	4,424,482.00	0.00	0.00	80,000.00	4,533	17,098
April	6,307,900.00	5,028,437.00	0.00	0.00	60,000.00	4,554	27,377
May	6,717,200.00	5,782,842.00	0.00	0.00	0.00	4,545	35,919
June	7,944,300.00	6,835,512.00	0.00	0.00	40,000.00	5,145	34,967
July	9,000,000.00	8,673,030.00	0.00	0.00	0.00	6,301	38,144
August	5,465,000.00	5,439,431.00	0.00	0.00	0.00	4,025	27,101
September	6,879,700.00	6,794,821.00	0.00	0.00	0.00	4,834	26,231
October	11,020,900.00	7,449,551.00	0.00	0.00	0.00	6,531	43,111
November	6,743,200.00	6,868,086.00	0.00	0.00	0.00	4,010	26,211
December	9,170,600.00	7,009,013.00	0.00	0.00	0.00	6,855	38,144
Totals	85,599,300.00	73,095,730.00	0.00	0.00	210,000.00	\$60,587	379,991

If applicable, in the space below please provide a description for all un-metered water use along with amounts:  
 NONE

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

<sup>1</sup> Water withdrawn - Total gallons of water withdrawn from pumped sources  
<sup>2</sup> Water sold - Total gallons from customer meters, and other sales such as construction water  
<sup>3</sup> Water delivered (sold) to other systems - Total gallons of water delivered to other systems.  
<sup>4</sup> Water received (purchased) from other systems - Total gallons of water purchased/received from other systems  
 #VALUE!  
<sup>6</sup> Enter the total purchased power costs for the power meters associated with this system  
<sup>7</sup> Enter the total purchased kWh used by the power meters associated with this system

Water Utility Plant Description	
Name of the System:	VALLE VERDE WATER CO LOS
ADEQ Public Water System Number:	AZ0412025
ADWR PCC Number:	91-000819.0000

MAINS		
Sizes (inches)	Material	Length (feet)
		INCLUDES
		SYSTEM
		12-009

CUSTOMER METERS			
Size (inches)	Quantity	Percent over 1,000,000 gallons	Percent over 10 years old
0.75	5	0%	100%
1	1	0%	0%
2	3	66%	0%
3	4	75%	25%

SERVICE LINES		
Material	Percent of system	Year installed
Black poly	100%	2000

BOOSTER PUMPS		
Horsepower	GPM	Quantity
15	300	2
30	750	3

FIRE HYDRANTS	
Type	Quantity
Standard *	14
Other	0

STORAGE TANKS			
Capacity (gallons)	Material	Quantity	Year installed
200,000	STEEL	1	2000

PRESSURE/BLADDER TANKS			
Capacity (gallons)	Material	Quantity	Year installed
5,000	STEEL	1	2000

\* A standard fire hydrant has two 2.5 inch hose connection nozzles with 7.5 threads per inch, and one 4.5 inch pumper connection nozzle with 4 threads per inch.

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

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

<b>TREATMENT EQUIPMENT:</b>	CHLORINATORS
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<b>STRUCTURES:</b>	NA
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<b>OTHER:</b>	2 WORK TRUCKS I LEASED
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Provide a calculation used to determine the value of one water equivalent residential connection (ERC).

Use one of the following methods:

- (a) If actual flow data are available from the preceding 12 months, divide the total annual single family residence (SFR) gallons sold by the average number of single family residence customers for the same period and divide the result by
- (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	890
Method used:	(a)

Water Utility Plant Description	
Name of the System:	VALLE VERDE WATER CO
ADEQ Public Water System Number:	AZ0412009
ADWR PCC Number:	91-000593.0000

MAINS		
Sizes (inches)	Material	Length (feet)
2.00	PVC	4,361
4.00	PVC	39,918
6.00	PVC	12,982
6.00	DIP/ACP	6,677
8.00	PVC	13,467
8.00	DIP/ACP	55
		INCLUDES
		SYSTEM
		12-025

CUSTOMER METERS			
Size (inches)	Quantity	Percent over 1,000,000 gallons	Percent over 10 years old
5/8 X 3/4	815	11%	19%
0.75	5	39%	25%
1	3	16%	23%
2	3	89%	63%
3	1	45%	36%
8	1	100%	55%

SERVICE LINES			
Material	Percent of system	Year installed	
PVC	50%	1970	
Galvanized steel	50%	1950	

BOOSTER PUMPS			
Horsepower	GPM	Quantity	
25	500	2	
50	750	1	
100	800	2	
15	100	2	

FIRE HYDRANTS	
Type	Quantity
Standard *	44
Other	0

STORAGE TANKS			
Capacity (gallons)	Material	Quantity	Year installed
189,000	STEEL	1	2012
800,000	STEEL	1	1970

PRESSURE/BLADDER TANKS			
Capacity (gallons)	Material	Quantity	Year installed
7,000	STEEL	1	1970
10,000	STEEL	1	1970

\* 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.

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

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

<b>TREATMENT EQUIPMENT:</b>	3 CHLORINATORS, GAC SYSTEM (OFFLINE 10/2015)
<b>STRUCTURES:</b>	12X12 FT OFFICE, 3X5 FT CHLORINATOR
<b>OTHER:</b>	NA

Provide a calculation used to determine the value of one water equivalent residential connection (ERC).

Use one of the following methods:

- (a) If actual flow data are available from the preceding 12 months, divide the total annual single family residence (SFR) gallons sold by the average number of single family residence customers for the same period and divide the result by 365 days.
- (b) If no historical flow data are available, use:  
 $ERC = ( \text{Total SFR gallons sold (Omit 000)} / 365 \text{ days} / 350 \text{ gallons per day} )$

ERC 

244
-----

  
 Method used: 

(a)
-----



Customer and Other Information	
Name of the System:	VALLE VERDE WATER CO LOS
ADEQ Public Water System Number:	AZ0412025
ADWR PCC Number:	91-000819.0000

Month	Number of Customers				
	Single-Family	Multi-Family	Commercial	Turf/Irrigation	Other Non-Residential
January	11	0	0	0	0
February	11	0	0	0	0
March	11	0	0	0	0
April	11	0	0	0	0
May	11	0	0	0	0
June	11	0	0	0	0
July	11	0	0	0	0
August	11	0	0	0	0
September	11	0	0	0	0
October	11	0	0	0	0
November	12	0	0	0	0
December	12	0	0	0	0

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

Does the system have chlorination treatment?

Does the Company have an ADWR Gallons Per Capita Per Day (GCPCPD) requirement?   
 If yes, provide the GCPCPD amount:

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

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

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

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

NA

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

Customer and Other Information	
Name of the System:	VALLE VERDE WATER CO
ADEQ Public Water System Number:	AZ0412009
ADWR PCC Number:	91-000593.0000

Month	Number of Customers				
	Single-Family	Multi-Family	Commercial	Turf/Irrigation	Other Non-Residential
January	808	0	0	0	0
February	815	0	0	0	0
March	815	0	0	0	0
April	812	0	0	0	0
May	813	0	0	0	0
June	817	0	0	0	0
July	816	0	0	0	0
August	825	0	0	0	0
September	805	0	0	0	0
October	813	0	0	0	0
November	814	0	0	0	0
December	815	0	0	0	0

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

Does the system have chlorination treatment?

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?   
 If yes, provide the GPCPD amount:

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

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

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

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

NA

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

Valle Verde Water Company  
 Annual Report  
 Utility Shutoffs / Disconnects  
 12/31/23

Utility Shutoffs / Disconnects	
Name of the System:	VALLE VERDE WATER CO LOS
ADEQ Public Water System Number:	AZ0412025
ADWR PCC Number:	91-000819.0000

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

Other (description):

N/A

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

Valle Verde Water Company  
 Annual Report  
 Utility Shutoffs / Disconnects  
 12/31/23

Utility Shutoffs / Disconnects	
Name of the System:	VALLE VERDE WATER CO
ADEQ Public Water System Number:	AZ0412009
ADWR PCC Number:	91-000593.0000

Month	Termination without Notice R14-2-410.B	Termination with Notice R14-2-410.C	Other
January	0	5	0
February	0	14	0
March	0	14	0
April	0	1	0
May	0	1	0
June	0	4	0
July	0	0	0
August	0	2	0
September	0	3	0
October	0	4	0
November	0	5	0
December	0	6	0
<b>Total</b>	<b>0</b>	<b>59</b>	<b>0</b>

Other (description):

NA
----

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

Property Taxes	
Amount of actual property taxes paid during Calendar Year 2023 was	\$23,067

If no property taxes paid, explain why.

n/a

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

**Verification and Certification (Taxes)**

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

County of (county name): Cochise  
Name (owner or official) title: DUSTIN DESPAIN  
Company name: Valle Verde Water Company

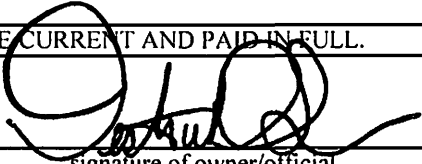
DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION.

FOR THE YEAR ENDING: 12/31/23

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

520-265-5350  
telephone no.

**WATER COMPANY PLANT DESCRIPTION**

**Name of the System:** VALLE VERDE WATER  
**ADEQ Public Water System Number:** AZ0412009  
**ADWR PCC Number:** 91-000593.0000

**WELLS**

Well registry SS# (55-XXXXXX):	Pump Horsepower	Pump Yield (gpm)	Casing Depth (feet)	Casing Diameter (inches)	Pump Motor Type **	Year Drilled	Water level 2010	Water level 2019	Meter Size (inches)	How measured:	Active
55-617054 WELL 2	30	400	360	16	SUBMERSIBLE	1972			6	Metered	Yes
55-617055 WELL 3	30	130	210	12	SUBMERSIBLE	1971			3	Metered	Yes
55-500951 WELL 5	50	350	400	16	SUBMERSIBLE	1982			6	Metered	Yes

\* Arizona Department of Water Resources Identification Number

**SERVICE LINES**

Material	Percent of system	Year installed
PVC	50%	197000%
Galvanized steel	50%	195000%

**BOOSTER PUMPS**

Horsepower	GPM	Quantity
25	500	2
50	750	1
100	800	2
15	100	2

**FIRE HYDRANTS**

Quantity Standard*	Quantity Other
Standard *	44
Other	0

**STORAGE TANKS**

Capacity (gallons)	Material	Quantity	Year installed
189000	STEEL	1	2012
800000	STEEL	1	1970

**PRESSURE/BLADDER TANKS**

Capacity (gallons)	Material	Quantity	Year installed
7000	STEEL	1	1970
10000	STEEL	1	1970

\* - 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 COMPANY PLANT DESCRIPTION (Continued)**

MAINS		
Size (in inches)	Material	Length (in feet)
2	PVC	4361
4	PVC	39918
6	PVC	12982
6	DIP/ACP	6677
8	PVC	13467
8	DIP/ACP	55
		INCLUDES
		SYSTEM
		12-025

CUSTOMER METERS			
Size (in inches)	Quantity	Percent over 1,00,000 gallons	Percent over 10 years old
5/8 X 3/4		11%	19%
0.75		39%	25%
1		16%	23%
2		89%	63%
3		45%	36%
8		100%	55%

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

**TREATMENT EQUIPMENT:**  
3 CHLORINATORS, GAC SYSTEM (OFFLINE 10/2015)

**STRUCTURES:**  
12X12 FT OFFICE, 3X5 FT CHLORINATOR

**OTHER:**  
NA



**WATER USE DATA SHEET**

Name of the System:		VALLE VERDE WATER CO					
ADEQ Public Water System Number:		AZ0412009					
ADWR PCC Number:		91-000593.0000					
(12 Months of Test Year)	Water withdrawn (gallons) <sup>1</sup>	Water sold (gallons) <sup>2</sup>	Water delivered (sold) to other systems (gallons) <sup>3</sup>	Water received (purchased) from other systems (gallons) <sup>4</sup>	Estimated authorized use (gallons) <sup>5</sup>	Purchased Power Expense <sup>6</sup>	Purchased Power (kWh) <sup>7</sup>
January	4,739,800.000	4,422,651.000	0.000	0.000	0.000	\$4,945	39,282
February	5,441,200.000	4,367,874.000	0.000	0.000	30,000.000	4,309	26,406
March	6,169,500.000	4,424,482.000	0.000	0.000	80,000.000	4,533	17,098
April	6,307,900.000	5,028,437.000	0.000	0.000	60,000.000	4,554	27,377
May	6,717,200.000	5,782,842.000	0.000	0.000	0.000	4,545	35,919
June	7,944,300.000	6,835,512.000	0.000	0.000	40,000.000	5,145	34,967
July	9,000,000.000	8,673,030.000	0.000	0.000	0.000	6,301	38,144
August	5,465,000.000	5,439,431.000	0.000	0.000	0.000	4,025	27,101
September	6,879,700.000	6,794,821.000	0.000	0.000	0.000	4,834	26,231
October	11,020,900.000	7,449,551.000	0.000	0.000	0.000	6,531	43,111
November	6,743,200.000	6,868,086.000	0.000	0.000	0.000	4,010	26,211
December	9,170,600.000	7,009,013.000	0.000	0.000	0.000	6,855	38,144
<b>TOTAL</b>	<b>85,599,300.000</b>	<b>73,095,730.000</b>	<b>0.000</b>	<b>0.000</b>	<b>210,000.000</b>	<b>\$60,587</b>	<b>379,991</b>

If yes, are the fire flow requirements? NA GPM for 0 hrs.

Does the system have chlorination treatment? Yes

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

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement? Yes  
 If yes, provide the GPCPD amount: 90

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

NONE

- 1 Water withdrawn - Total acre feet of water withdrawn from pumped sources.
- 2 Water sold - Total acre feet from customer meters, and other sales such as construction water.
- 3 Water delivered (sold) to other systems - Total acre feet of water delivered to other systems.
- 4 Water received (purchased) from other systems - Total acre feet of water purchased/received from other systems.
- 5 Estimated authorized use - Total estimated acre feet from authorized metered or unmetered use. Authorized uses such as flushing (mains, services and hydrants) draining/cleaning tanks, process, construction, fire fighting, etc. Non-authorized use (real losses) are service line breaks and leaks, water main breaks, meter inaccuracies and
- 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.

**CUSTOMER DATA SHEET**

Name of the System: VALLE VERDE WATER CO  
ADEQ Public Water System Number: AZ0412009  
ADWR PCC Number: 91-000593.0000

Month	Single-Family	Multi-Family	Commercial	Turf/Irrigation	Other Non-Residential
January	808	0	0	0	0
February	815	0	0	0	0
March	815	0	0	0	0
April	812	0	0	0	0
May	813	0	0	0	0
June	817	0	0	0	0
July	816	0	0	0	0
August	825	0	0	0	0
September	805	0	0	0	0
October	813	0	0	0	0
November	814	0	0	0	0
December	815	0	0	0	0