

ANNUAL REPORT

Of

Company Name: Verde Santa Fe Wastewater Company, Inc.
7581 E. Academy Blvd., Ste. 229

Mailing Address: Denver CO
80230

Docket No.: SW-03437A
For the Year Ended: 12/31/20

**RECEIVED
BY EMAIL**
April 15, 2021, 3:00 PM
ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

WASTEWATER 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: 4/22/2021

ARIZONA CORPORATION COMMISSION
WASTEWATER UTILITY ANNUAL REPORT
Verde Santa Fe Wastewater Company, Inc.
A Class **D** Utility

For the Calendar Year Ended: 12/31/20

Primary Address:

7581 E Academy Blvd; Suite 229			
City:	Denver	State:	Colorado
Zip Code:	80230		

Telephone Number:

720.949.1384

Date of Original Organization of Utility:

8/12/1997

Person to whom correspondence should be addressed concerning this report:

Name:

Jason Williamson

Telephone No. :

720.949.1384

Address:

7581 E Academy Blvd; Suite 229			
City:	Denver	State:	Colorado
Zip Code:	80230		

Email:

jw@pivotalcompanies.com

[Redacted]			
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Name:

[Redacted]

Telephone No. :

[Redacted]

Address:

[Redacted]			
City:	[Redacted]	State:	[Redacted]
Zip Code:	[Redacted]		

Email:

[Redacted]

[Redacted]			
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Name:

[Redacted]

Telephone No. :

[Redacted]

Address:

[Redacted]			
City:	[Redacted]	State:	[Redacted]
Zip Code:	[Redacted]		

Email:

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Name:

[Redacted]

Telephone No. :

[Redacted]

Address:

[Redacted]			
City:	[Redacted]	State:	[Redacted]
Zip Code:	[Redacted]		

Email:

[Redacted]

[Redacted]			
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Name:

[Redacted]

Telephone No. :

[Redacted]

Address:

[Redacted]			
City:	[Redacted]	State:	[Redacted]
Zip Code:	[Redacted]		

Email:

[Redacted]

Ownership:

"C" Corporation

Counties Served:

Yavapai

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.

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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.

An ADEQ NOV issued in November, 2020 for Total Nitrogen was resolved by April 9, 2021

Utility Plant in Service (Wastewater)							
Account No.	Description	Beginning Year Original Cost	Current Year Additions	Current Year Retirements	Adjusted Original Cost	Accumulated Depreciation	OCLD (OC less AD)
351	Organization	\$30,909			\$30,909		\$30,909
352	Franchises	0			0		0
353	Land and Land Rights	45,400			45,400		45,400
354	Structures and Improvements	134,649			134,649	69,329	65,320
355	Power Generation Equipment	0			0		0
360	Collections Wastewater - Force	0			0		0
361	Collections Wastewater - Gravity	334,944			334,944	257,639	77,305
362	Special Collecting Structures	0			0		0
363	Services to Customers	73,179	12,761		85,940	57,384	28,556
364	Flow Measuring Devices	43,750	10,616		54,366	21,268	33,098
365	Flow Measuring Installations	0			0		0
366	Reuse Services	0			0		0
367	Reuse Meters & Meter Installations	0			0		0
370	Receiving Wells	0			0		0
371	Pumping Equipment	247,887	33,051		280,938	253,621	27,317
374	Reuse Distribution Reservoirs	0			0		0
375	Reuse Trans. And Distr. Equipment	0	3,389		3,389	42	3,347
380	Treatment and Disposal Equipment	909,226	5,218		914,444	622,567	291,877
381	Plant Sewers	0			0		0
382	Outfall Sewer Lines	0			0		0
389	Other Plant and Misc. Equipment	0			0		0
390	Office Furniture and Equipment	6,235			6,235	6,124	111
390.1	Computer & Software	0			0		0
391	Transportation Equipment	0			0		0
392	Stores Equipment	0			0		0
393	Tools, Shop and Garage Equipment	8,227			8,227	5,093	3,134
394	Laboratory Equipment	6,613			6,613	3,687	2,926
395	Power Operated Equipment	0			0		0
396	Communication Equipment	0	3,155		3,155	158	2,997
397	Miscellaneous Equipment	0			0		0
398	Other Tangible Plant	89,005			89,005	89,005	0
	Totals	\$1,930,022	\$68,190	\$0	\$1,998,212	\$1,385,917	\$612,296

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.

Verde Santa Fe Wastewater Company, Inc.
Annual Report
Depreciation Expense for the Current Year (Wastewater)
12/31/20

Depreciation Expense for the Current Year (Wastewater)								
Account No.	Description	Beginning Year Original Cost	Current Year Additions	Current Year Retirements	Adjusted Original Cost	Fully Depreciated/Non-depreciable Plant	Depreciation Percentages	Depreciation Expense
351	Organization	\$30,909	\$0	\$0	\$30,909			\$0
352	Franchises	0	0	0	0			0
353	Land and Land Rights	45,400	0	0	45,400			0
354	Structures and Improvements	134,649	0	0	134,649		3.33%	4,484
355	Power Generation Equipment	0	0	0	0			0
360	Collections Wastewater - Force	0	0	0	0			0
361	Collections Wastewater - Gravity	334,944	0	0	334,944		2.00%	6,699
362	Special Collecting Structures	0	0	0	0			0
363	Services to Customers	73,179	12,761	0	85,940		2.00%	1,591
364	Flow Measuring Devices	43,750	10,616	0	54,366		10.00%	4,906
365	Flow Measuring Installations	0	0	0	0			0
366	Reuse Services	0	0	0	0			0
367	Reuse Meters & Meter Installations	0	0	0	0			0
370	Receiving Wells	0	0	0	0			0
371	Pumping Equipment	247,887	33,051	0	280,938		12.50%	33,052
374	Reuse Distribution Reservoirs	0	0	0	0			0
375	Reuse Trans. And Distr. Equipment	0	3,389	0	3,389		2.50%	42
380	Treatment and Disposal Equipment	909,226	5,218	0	914,444		5.00%	45,592
381	Plant Sewers	0	0	0	0			0
382	Outfall Sewer Lines	0	0	0	0			0
389	Other Plant and Misc. Equipment	0	0	0	0			0
390	Office Furniture and Equipment	6,235	0	0	6,235		6.67%	416
390.1	Computer & Software	0	0	0	0			0
391	Transportation Equipment	0	0	0	0			0
392	Stores Equipment	0	0	0	0			0
393	Tools, Shop and Garage Equipment	8,227	0	0	8,227		5.00%	411
394	Laboratory Equipment	6,613	0	0	6,613		10.00%	661
395	Power Operated Equipment	0	0	0	0			0
396	Communication Equipment	0	3,155	0	3,155		10.00%	158
397	Miscellaneous Equipment	0	0	0	0			0
398	Other Tangible Plant	89,005	0	0	89,005		9.71%	8,640
	Subtotal	\$1,930,022	\$68,190	\$0	\$1,998,212	\$0		\$106,651

Contribution(s) in Aid of Construction (Gross)	\$978,305
Less: Non Amortizable Contribution(s)	
Fully Amortized Contribution(s)	
Amortizable Contribution(s)	\$978,305
Times: Proposed Amortization Rate	5.36%
Amortization of CIAC	\$52,474
Less: Amortization of CIAC	\$52,474
DEPRECIATION EXPENSE	\$54,178

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.

Verde Santa Fe Wastewater Company, Inc.
Annual Report
Balance Sheet Assets
12/31/20

Balance Sheet Assets				
	Assets		Balance at Beginning of Year (2020)	Balance at End of Year (2020)
Account No.	Current and Accrued Assets			
131	Cash		\$33,973	\$19,855
132	Special Deposits			
135	Temporary Cash Investments			
141	Customer Accounts Receivable		25,894	34,139
142	Other Accounts Receivable			
143	Accumulated Provision for Uncollectable Accounts			
146	Notes Receivable from Associated Companies		51,050	51,550
151	Plant Material and Supplies			
162	Prepayments			
173	Accrued Utility Revenue			
174	Miscellaneous Current and Accrued Assets			
	Total Current and Accrued Assets		\$110,917	\$105,544
	Deferred Debits			
186.1	Deferred Rate Case Expense			
	Total Deferred Debits		\$0	\$0
	Fixed Assets			
101	Utility Plant in Service*		\$1,930,022	\$1,998,212
103	Property Held for Future Use			
105	Construction Work in Progress			
108	Accumulated Depreciation (enter as negative)*		(1,279,266)	(1,385,917)
121	Non-Utility Property			
122	Accumulated Depreciation - Non Utility			
	Total Fixed Assets		\$650,756	\$612,296
	Total Assets		\$761,674	\$717,840

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.

Note these items feed automatically from the adjusted end of year balance from AR4.

Verde Santa Fe Wastewater Company, Inc.
 Annual Report
 Balance Sheet Liabilities and Owners Equity

Balance Sheet Liabilities and Owners Equity				
	Liabilities		Balance at Beginning of Year (2020)	Balance at End of Year (2020)
Account No.	Current Liabilities			
231	Accounts Payable		\$19,350	\$23,205
232	Notes Payable (Current Portion)			
234	Notes Payable to Associated Companies			
235	Customer Deposits		18,856	18,164
236	Accrued Taxes			
237	Accrued Interest			
241	Miscellaneous Current and Accrued Liabilities		(523)	198
253	Other Deferred Credits			
	Total Current Liabilities		\$37,683	\$41,567
	Long Term Debt			
224	Long Term Debt (Notes and Bonds)		\$84,965	\$72,827
	Total Long Term Debt		\$84,965	\$72,827
	Deferred Credits			
252	Advances in Aid of Construction			
255	Accumulated Deferred Investment Tax Credits			
271	Contributions in Aid of Construction		978,305	978,305
272	Less: Amortization of Contributions		(853,630)	(906,103)
281	Accumulated Deferred Income Tax			
	Total Deferred Credits		\$124,675	\$72,201
	Total Liabilities		\$247,323	\$186,595
	Capital Accounts			
201	Common Stock Issued		\$188,658	\$183,658
211	Other Paid-In Capital			
215	Retained Earnings		325,694	347,587
218	Proprietary Capital (Sole Props and Partnerships)			
	Total Capital		\$514,351	\$531,245
	Total Liabilities and Capital		\$761,674	\$717,840

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.

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

Verde Santa Fe Wastewater Company, Inc.
Annual Report
Wastewater Comparative Income Statement
12/31/20

Wastewater Comparative Income Statement			
Account No.	Calendar Year	Current Year	Last Year
		01/01/2020 - 12/31/2020	01/01/2019 - 12/31/2019
	Operating Revenue		
521	Flat Rate Revenues	\$516,087	\$516,282
522	Measured Revenues	7,415	6,598
534	Rents from Wastewater Property		
536	Other Wastewater Revenues	10,035	16,752
	Total Revenues	\$533,537	\$539,633
	Operating Expenses		
701	Salaries and Wages	\$84,093	\$78,000
704	Employee Pensions and Benefits		
710	Purchased Wastewater Treatment		
711	Sludge Removal Expense	10,004	6,106
715	Purchased Power	30,286	34,019
716	Fuel for Power Production		
718	Chemicals	17,913	14,318
720	Materials and Supplies	8,297	7,403
720.1	Repairs and Maintenance	10,502	3,800
720.2	Office Supplies and Expense		
721	Office Expense	89	85
731	Contractual Services -Engineering		
732	Contractual Services - Accounting	1,350	1,300
733	Contractual Services - Legal	51	1,012
734	Contractual Services - Management Fees	205,646	206,077
735	Contractual Services - Testing	7,972	8,369
736	Contractual Services - Other		
740	Rents - Building		
742	Rents - Equipment		
750	Transportation Expenses	11,625	10,659
757	Insurance - General Liability	3,387	3,221
758	Insurance - Worker's Compensation		
759	Insurance - Other	1,020	1,059
760	Advertising Expense		
766	Regulatory Commission Expense - Rate Case		
767	Regulatory Commission Expense - Other	2,456	2,841
770	Bad Debt Expense	607	2,471
775	Miscellaneous Expense	8,198	8,796
403	Depreciation Expense (From Schedule AR4)	54,178	48,217
408	Taxes Other Than Income		22,032
408.11	Property Taxes	24,057	24,811
408.12	Payroll Taxes	3,619	
409	Income Taxes	9,242	
	Total Operating Expenses	\$494,591	\$484,595
	Operating Income / (Loss)	\$38,946	\$55,037
	Other Income / (Expense)		
414	Gain (Loss) on Dispositions		
419	Interest and Dividend Income		
421	Non-Utility Income	2,185	2,727
426	Miscellaneous Non-Utility (Expense)		
427	Interest (Expense)	(4,238)	(4,811)
	Total Other Income / (Expense)	(\$2,053)	(\$2,084)
	Net Income / (Loss)	\$36,893	\$52,953

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.

Full time equivalent employees

	Direct Company	Allocated	Outside service	Total
President				0.0
Vice-president				0.0
Manager			0.2	0.2
Engineering Staff				0.0
System Operator(s)			1.0	1.0
Customer Service			0.3	0.3
Accounting			0.2	0.2
Business Office			0.5	0.5
Rates Department				0.0
Administrative Staff				0.0
Other				0.0
Total	0.0	0.0	2.2	2.2

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. A full-time employee is based on 2080 total hours per year. Please calculate partial employees using 2080 hours.

Verde Santa Fe Wastewater Company, Inc.
 Annual Report
 Supplemental Financial Data (Long-Term Debt)
 12/31/20

Supplemental Financial Data (Long-Term Debt)				
	Loan #1	Loan #2	Loan #3	Loan #4
Date Issued	1/1/2015			
Source of Loan	Pivotal Utility Management, LLC			
ACC Decision No.	7/25/2105			
Reason for Loan	Plant financing			
Dollar Amt. Issued	\$137,500			
Amount Outstanding	\$72,826.74			
Date of Maturity	1/1/2026			
Interest Rate	5%			
Current Year Interest	\$4,238.60			
Current Year Principal	\$12,137.99			

Meter Deposit Balance at Test Year End:	
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Meter Deposits Refunded During the Test Year:	
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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.

Wastewater Utility Plant Description

Name of System:	Verde Santa Fe Wastewater Co., Inc.
Wastewater Inventory Number (if applicable):	105607
Type of Treatment	Other
Design Capacity of Plant (Gallons per day)	264,000

LIFT STATION FACILITIES					
Location	Quantity of Pumps	Horsepower Per Pump	Rated Capacity Per Pump (GPM)	Wet Well Capacity (gals)	Year Constructed
4400 W Hogan Road	2	2	60	1,000	
WWTP Site(inluent)	2	15	620	1,814	
WWTP Site (effluent)	2	26	356	4,681	
Amante Sewer Lift Sta	2	17	65	2,500	

FORCE MAINS		
Size	Material	Length (Feet)
2 inch	PVC	6,690
4 inch	PVC	1,722
6 inch	PVC	5,447

MANHOLES	
Type	Quantity
Standard	154
Drop	

CLEANOUTS
Quantity
31

Note: If you are filing for more than one system, please provide separate sheets for each system.

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. Copy and paste this sheet as many times as is necessary.

Wastewater Utility Plant Description (Continued)					
GRAVITY MAINS			SERVICES/LATERALS		
Sizes (inches)	Material	Length (feet)	Size (inches)	Material	Quantity
3	PVC	2,265	2	PVC	353
4	PVC	3,651	4	PVC	607
6	PVC	22,954	6	PVC	4

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

SOLIDS PROCESSING AND HANDLING FACILITIES	Inlet comminutor, grit chamber and bar screen; sludge digester/settling tank. Polymer mixer discharging to 4 sloped concrete pads with drains for dewatering sludge bags for sludge disposal
DISINFECTION EQUIPMENT (Chlorinator, Ultra-Violet, Etc.)	Liquid chlorine feed system
FILTRATION EQUIPMENT (Rapid Sand, Slow Sand, Activated Carbon, Etc.)	
STRUCTURES (Buildings, Fences, Etc.)	Block fence around site, and landscaped berm; large operations building and equipment building, housing for liquid chlorine.
Other (Laboratory Equipment, Tools, Vehicles, Standby, Power Generators, Etc.)	Standby diesel power generator, confined space safety equipment and all necessary laboratory and process control equipment

Note: If you are filing for more than one system, please provide separate sheets for each system.

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. Copy and paste this sheet as many times as is necessary.

Wastewater Flows					
Month	Number of Services	Total Monthly Sewage Flow (Gallons)	Sewage Flow on Peak Day	Purchased Power Expense ¹	Purchased Power (kWh) ²
January	991	2,762,817	115,754	\$27,416	2,682
February	991	2,657,328	111,025	23,984	2,403
March	990	3,096,396	187,867	26,285	2,584
April	994	2,692,893	96,143	23,676	2,385
May	990	2,749,730	101,544	23,264	2,784
June	991	2,694,939	106,926	22,778	2,271
July	990	2,709,650	102,913	23,808	2,769
August	993	2,771,557	168,839	22,167	2,587
September	988	2,592,324	94,040	22,810	2,647
October	1,002	5,157,777	95,586	20,757	2,491
November	1,004	2,721,549	146,505	20,031	2,197
December	997	2,629,181	193,560	26,545	2,492
Totals		35,236,141	1,520,702	\$283,521	30,292

Provide the following information as applicable per wastewater system:

Method of Effluent Disposal	Other
Groundwater Permit Number	N/A
ADEQ Aquifer Protection Permit ("APP") Number	P103173
ADEQ Reuse Permit Number	R105815-held by golf course
EPA NPDES Permil Number	N/A
APP Effluent Treatment Requirement (Class)?	
Permitted Flow Rate	264,000 gpd
Permitted Organic Capacity	
Hydraulic Capacity	264,000 gpd
Type of Biological Treatment	

In the space below, list all violations within the past 12 months:

NOV case id # 194789 opened 12/10/2020 All NOV requirements met as of 4/9/2021, ADEQ reviewing for closure.

Note: If you are filing for more than one system, please provide separate sheets for each system.

¹ Enter the total purchased power costs for the power meters associated with this system.
² Enter the total purchased kWh used by the power meters associated with this system.

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.

Other Wastewater System Information

Provide a calculation used to determine the value of one wastewater 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:
 $ERC = (\text{Total SFR gallons treated (Omit 000)} / 365 \text{ days} / 280 \text{ gallons per day})$

For wastewater only utilities:

Subtract all general use and other non residential customer gallons from the total gallons treated. Divide the remainder (SFR customers) by 365 days to reveal single family residence customer gallons per day.

NOTE: Total gallons treated includes both treated and purchased treatment.

ERC
Method used:

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.

If the utility uses reuse as a means of effluent disposal, attach a list of the reuse end users and the amount of reuse provided to each, if known.

If the utility does not engage in reuse, has a reuse feasibility study been completed?

If so, when?

Verde Santa Fe Wastewater Company, Inc.
 Annual Report
 Utility Shutoffs / Disconnects
 12/31/20

Utility Shutoffs / Disconnects	
Name of System:	Verde Santa Fe Wastewater Co., Inc.
Wastewater Inventory Number (if applicable):	105607

Month	Termination without Notice R14-2-609.B	Termination with Notice R14-2-609.C	Other
January			
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.

Property Taxes	
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Amount of actual property taxes paid during Calendar Year 2020 was	\$24,057
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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 Sworn Statement (Taxes)

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

County of (county name): Denver
Name (owner or official) title: Jason Williamson, Director
Company name: Verde Santa Fe Wastewater Company, Inc.

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

FOR THE YEAR ENDING: 12/31/20

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

Sworn Statement: I HEREBY ATTEST THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.

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

[Signature]
signature of owner/official

720.949.1384
telephone no.

SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC
IN AND FOR THE COUNTY Denver
(county name)

THIS 15th DAY OF April 2021
(month) and (year)

MY COMMISSION EXPIRES 03/22/2025
(date)

[Signature]
(signature of notary public)

Eric Andrew Jones
NOTARY PUBLIC
STATE OF COLORADO
NOTARY ID# 20174010338
MY COMMISSION EXPIRES 03/22/2025

Verification and Sworn Statement

Verification:

State of Colorado I, the undersigned of the
(state name)
County of (county name): 0 Denver
Name (owner or official) title: Jason Williamson, Director
Company name: Verde Santa Fe Wastewater Company, Inc.

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

FOR THE YEAR ENDING: 12/31/20

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

Sworn Statement: IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING THE CALENDAR YEAR WAS:

Arizona Intrastate Gross Operating Revenues Only (\$) \$533,537
(The amount in the box above includes \$0 in sales taxes billed or collected)

[Signature]
signature of owner/official
720.949.1384
telephone no.

SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC
IN AND FOR THE COUNTY Denver
(county name)
THIS 15th DAY OF April 2021
(month) and (year)
MY COMMISSION EXPIRES March 22, 2025
(date)

Eric Andrew Jones
NOTARY PUBLIC
STATE OF COLORADO
NOTARY ID# 20174010338
MY COMMISSION EXPIRES 03/22/2025

[Signature]
(signature of notary public)

Verification and Sworn Statement (Residential Revenue)

Verification:

State of Colorado I, the undersigned of the
(state name)

County of (county name): 0 Denver
Name (owner or official) title: Jason Williamson, Director
Company name: Verde Santa Fe Wastewater Company, Inc.

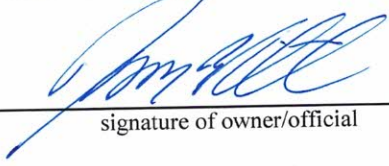
DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA CORPORATION COMMISSION.

FOR THE YEAR ENDING: 12/31/20

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

Sworn Statement: IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING THE CALENDAR YEAR WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)
\$533,537
(The amount in the box above includes
\$0 in sales taxes
billed or collected)



signature of owner/official

720.949.1384

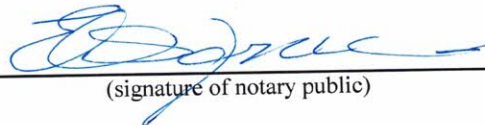
telephone no.

SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC
IN AND FOR THE COUNTY Denver
(county name)

THIS 15th DAY OF April 2021
(month) and (year)

MY COMMISSION EXPIRES 03/22/2025
(date)

Eric Andrew Jones
NOTARY PUBLIC
STATE OF COLORADO
NOTARY ID# 20174010338
MY COMMISSION EXPIRES 03/22/2025



(signature of notary public)