## RECEIVED BY EMAIL 06/16/2025, 10:49 AM ARIZONA CORPORATION COMMISSION UTILITIES DIVISION

| ANNUAL REPORT                      |   |  |  |  |  |
|------------------------------------|---|--|--|--|--|
|                                    | Of  |  |  |  |  |
| Company Name:                      | MHC Operating Limited Partnership DBA The Sedona Venture Water Com<br>2 N. Riverside Plaza, Ste 800 |  |  |  |  |
| Mailing Address:                   | 0<br>Chicago IL<br>60606  |  |  |  |  |
| Docket No.:<br>For the Year Ended: | WS-03449A<br>12/31/24   |  |  |  |  |

# WASTEWATER UTILITY

То

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: | 6/16/2025       |  |  |

## ARIZONA CORPORATION COMMISSION WASTEWATER UTILITY ANNUAL REPORT MHC Operating Limited Partnership DBA The Sedona Venture Water Company A Class E Utility

| For the Calendar Year E  | inded: $12/31/24$              |            |                   |   |           |       |
|--------------------------|--------------------------------|------------|-------------------|---|-----------|-------|
| Duimenter Addusses       | 2 Marth Discourt 1. Diama Carl | 4. 800     |                   |   |           |       |
| Primary Address:         | 2 North Riverside Plaza, Sui   | te 800     | States III's a to |   | Zin Cada  | (0(0) |
| City:                    | Chicago                        |            | State: Illinois   |   | Zip Code: | 00000 |
| Telephone Number:        | (312) 279-1400                 | ٦          |                   |   |           |       |
|                          | (012) 277 1100                 |            |                   |   |           |       |
| Date of Original Organiz | zation of Utility:             | 5/23/1     | 996               |   |           |       |
| Person to whom corresp   | ondence should be address      | ed concern | ning this report: |   |           |       |
|                          | Mike Smith                     |            | ]                 |   |           |       |
| Telephone No. :          |                                |            |                   |   |           |       |
| Address:                 | 2 North Riverside Plaza, Sui   | te 800     |                   |   |           |       |
|                          | Chicago                        |            | State: Illinois   |   | Zip Code: | 60606 |
| Email:                   | mike_smith@equitylifestyle.    | .com       |                   |   |           |       |
| On-Site Manager          |                                |            |                   |   |           |       |
|                          | Darla Barrett                  |            |                   |   |           |       |
| Telephone No. :          |                                |            | 4                 |   |           |       |
|                          | 6770 W SR 89A #278             |            |                   |   |           |       |
|                          | Sedona                         |            | State: Arizona    |   | Zip Code: | 86336 |
|                          | darla barrett@equitylifestyle  | e com      | State: Thizona    | 1 | Zip coue. | 00550 |
| L'indii.                 | duriu_ourrent@equityintestyn   | 0.00111    |                   | 4 |           |       |
|                          |                                |            |                   |   |           |       |
| Name:                    |                                |            |                   |   |           |       |
| Telephone No. :          |                                |            | 1                 |   |           |       |
| Address:                 |                                |            |                   |   |           |       |
| City:                    |                                |            | State:            |   | Zip Code: |       |
| Email:                   |                                | -1         |                   | 1 |           |       |
|                          |                                |            |                   | 4 |           |       |
|                          |                                |            | T                 |   |           |       |
| Name:                    |                                |            | 4                 |   |           |       |
| Telephone No. :          |                                |            |                   |   |           |       |
| Address:                 |                                |            | <u> </u>          |   |           |       |
| City:                    |                                |            | State:            | - | Zip Code: |       |
| Email:                   |                                |            |                   | 1 |           |       |
|                          |                                |            |                   |   |           |       |
| Name:                    |                                |            | [                 |   |           |       |
| Telephone No. :          |                                |            | 1                 |   |           |       |
| Address:                 |                                |            |                   |   |           |       |
| City:                    |                                |            | State:            |   | Zip Code: |       |
| Email:                   |                                | -          | ~                 | 1 | Lip coue. |       |
| Eman.                    |                                |            |                   | 1 |           |       |
| Ownership:               | Partnership                    |            | T                 |   |           |       |
| ĩ                        | 1                              |            | 4                 |   |           |       |
| Counties Served:         | Yavapai                        |            | 1                 |   |           |       |

### ARIZONA CORPORATION COMMISSION WATER UTILITY ANNUAL REPORT MHC Operating Limited Partnership DBA The Sedona Venture Water Company

### 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 (Wastewater) |                |              |              |                   |              |               |  |  |
|---------|---------------------------------------|----------------|--------------|--------------|-------------------|--------------|---------------|--|--|
| Account | Description                           | Beginning Year | Current Year | Current Year | Adjusted Original | Accumulated  | OCLD (OC less |  |  |
| No.     | <u> </u>                              | Original Cost  | Additions    | Retirements  | Cost              | Depreciation | AD)           |  |  |
| 351     | Organization                          | \$203,886      | \$0          | \$0          | \$203,886         | \$156,208    | \$47,678      |  |  |
| 352     | Franchises                            | 0              | 0            | 0            | 0                 | 0            | 0             |  |  |
| 353     | Land and Land Rights                  | 0              | 0            | 0            | 0                 | 0            | 0             |  |  |
| 354     | Structures and Improvements           | 245,705        | 34,935       | 0            | 280,640           | 181,955      | 98,685        |  |  |
| 355     | Power Generation Equipment            | 0              | 0            | 0            | 0                 | 0            | 0             |  |  |
| 360     | Collections Wastewater - Force        | 14,370         | 1,490        | 0            | 15,860            | 13,124       | 2,736         |  |  |
| 361     | Collections Wastewater - Gravity      | 0              | 0            | 0            | 0                 | 0            | 0             |  |  |
| 362     | Special Collecting Structures         | 0              | 0            | 0            | 0                 | 0            | 0             |  |  |
| 363     | Services to Customers                 | 9,146          | 0            | 0            | 9,146             | 1,023        | 8,123         |  |  |
| 364     | Flow Measuring Devices                | 3,541          | 0            | 0            | 3,541             | 1,460        | 2,081         |  |  |
| 365     | Flow Measuring Installations          | 4,074          | 0            | 0            | 4,074             | 2,445        | 1,629         |  |  |
| 366     | Reuse Services                        | 0              | 0            | 0            | 0                 | 0            | 0             |  |  |
| 367     | Reuse Meters & Meter Installations    | 0              | 0            | 0            | 0                 | 0            | 0             |  |  |
| 370     | Receiving Wells                       | 7,814          | 0            | 0            | 7,814             | 7,058        | 756           |  |  |
| 371     | Pumping Equipment                     | 39,744         | 0            | 0            | 39,744            | 12,836       | 26,908        |  |  |
| 374     | Reuse Distribution Reservoirs         | 0              | 0            | 0            | 0                 | 0            | 0             |  |  |
| 375     | Reuse Trans. And Distr. Equipment     | 0              | 0            | 0            | 0                 | 0            | 0             |  |  |
| 380     | Treatment and Disposal Equipment      | 78,104         | 22,711       | 0            | 100,815           | 44,424       | 56,391        |  |  |
| 381     | Plant Sewers                          | 5,146          | 10,906       | 0            | 16,052            | 1,179        | 14,873        |  |  |
| 382     | Outfall Sewer Lines                   | 3,278          | 0            | 0            | 3,278             | 547          | 2,731         |  |  |
| 389     | Other Plant and Misc. Equipment       | 0              | 0            | 0            | 0                 | 0            | 0             |  |  |
| 390     | Office Furniture and Equipment        | 0              | 0            | 0            | 0                 | 0            | 0             |  |  |
| 390.1   | Computer & Software                   | 0              | 0            | 0            | 0                 | 0            | 0             |  |  |
| 391     | Transportation Equipment              | 0              | 0            | 0            | 0                 | 0            | 0             |  |  |
| 392     | Stores Equipment                      | 0              | 0            | 0            | 0                 | 0            | 0             |  |  |
| 393     | Tools, Shop and Garage Equipment      | 0              | 0            | 0            | 0                 | 0            | 0             |  |  |
| 394     | Laboratory Equipment                  | 3,923          | 0            | 0            | 3,923             | 3,923        | 0             |  |  |
| 395     | Power Operated Equipment              | 0              | 0            | 0            | 0                 | 0            | 0             |  |  |
| 396     | Communication Equipment               | 0              | 0            | 0            | 0                 | 0            | 0             |  |  |
| 397     | Miscellaneous Equipment               | 0              | 0            | 0            | 0                 | 0            | 0             |  |  |
| 398     | Other Tangible Plant                  | 0              | 0            | 0            | 0                 | 0            | 0             |  |  |
|         | Totals                                | \$618,731      | \$70,042     | \$0          | \$688,773         | \$426,182    | \$262,591     |  |  |

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.

Page 4

MHC Operating Limited Partnership DBA The Sedona Venture Water Company Annual Report Depreciation Expense for the Current Year (Wastewater) 12/31/24

|             | Depreciation Expense for the Current Year (Wastewater) |                |              |              |               |                   |              |              |  |
|-------------|--|----------------|--------------|--------------|---------------|-------------------|--------------|--------------|--|
| Account No. | Description  | Beginning Year | Current Year | Current Year | Adjusted      | Fully             | Depreciation | Depreciation |  |
|             |  | Original Cost  | Additions    | Retirements  | Original Cost | Depreciated/Non-  | Percentages  | Expense      |  |
|             |  | -              |              |              | •             | depreciable Plant | -            | *            |  |
| 351         | Organization   | \$203,886      | \$0          | \$0          | \$203,886     | \$203,886         | 0.00%        | \$0          |  |
| 352         | Franchises   | 0              | 0            | 0            | 0             | 0                 | 0.00%        | 0            |  |
| 353         | Land and Land Rights                                   | 0              | 0            | 0            | 0             | 25,000            | 0.00%        | 0            |  |
| 354         | Structures and Improvements                            | 245,705        | 34,935       | 0            | 280,640       | 36,490            | 3.33%        | 7,549        |  |
| 355         | Power Generation Equipment                             | 0              | 0            | 0            | 0             | 0                 | 5.00%        | 0            |  |
| 360         | Collections Wastewater - Force                         | 14,370         | 1,490        | 0            | 15,860        | 8,944             | 3.33%        | 205          |  |
| 361         | Collections Wastewater - Gravity                       | 0              | 0            | 0            | 0             | 0                 |              | 0            |  |
| 362         | Special Collecting Structures                          | 0              | 0            | 0            | 0             | 0                 |              | 0            |  |
| 363         | Services to Customers                                  | 9,146          | 0            | 0            | 9,146         | 0                 | 2.00%        | 183          |  |
| 364         | Flow Measuring Devices                                 | 3,541          | 0            | 0            | 3,541         | 1,094             | 10.00%       | 245          |  |
| 365         | Flow Measuring Installations                           | 4,074          | 0            | 0            | 4,074         | 0                 | 10.00%       | 407          |  |
| 366         | Reuse Services   | 0              | 0            | 0            | 0             | 0                 |              | 0            |  |
| 367         | Reuse Meters & Meter Installations                     | 0              | 0            | 0            | 0             | 0                 |              | 0            |  |
| 370         | Receiving Wells  | 7,814          | 0            | 0            | 7,814         | 6,554             | 3.33%        | 42           |  |
| 371         | Pumping Equipment                                      | 39,744         | 0            | 0            | 39,744        | 0                 | 12.50%       | 4,968        |  |
| 374         | Reuse Distribution Reservoirs                          | 0              | 0            | 0            | 0             | 0                 |              | 0            |  |
| 375         | Reuse Trans. And Distr. Equipment                      | 0              | 0            | 0            | 0             | 0                 |              | 0            |  |
| 380         | Treatment and Disposal Equipment                       | 78,104         | 22,711       | 0            | 100,815       | 15,907            | 5.00%        | 3,678        |  |
| 381         | Plant Sewers   | 5,146          | 10,906       | 0            | 16,052        | 0                 | 3.33%        | 353          |  |
| 382         | Outfall Sewer Lines                                    | 3,278          | 0            | 0            | 3,278         | 0                 | 6.67%        | 219          |  |
| 389         | Other Plant and Misc. Equipment                        | 0              | 0            | 0            | 0             | 0                 | 6.67%        | 0            |  |
| 390         | Office Furniture and Equipment                         | 0              | 0            | 0            | 0             | 0                 | 6.67%        | 0            |  |
| 390.1       | Computer & Software                                    | 0              | 0            | 0            | 0             | 0                 | 20.00%       | 0            |  |
| 391         | Transportation Equipment                               | 0              | 0            | 0            | 0             | 0                 | 20.00%       | 0            |  |
| 392         | Stores Equipment                                       | 0              | 0            | 0            | 0             | 0                 | 4.00%        | 0            |  |
| 393         | Tools, Shop and Garage Equipment                       | 0              | 0            | 0            | 0             | 0                 | 5.00%        | 0            |  |
| 394         | Laboratory Equipment                                   | 3,923          | 0            | 0            | 3,923         | 3,923             | 10.00%       | 0            |  |
| 395         | Power Operated Equipment                               | 0              | 0            | 0            | 0             | 0                 | 5.00%        | 0            |  |
| 396         | Communication Equipment                                | 0              | 0            | 0            | 0             | 0                 | 10.00%       | 0            |  |
| 397         | Miscellaneous Equipment                                | 0              | 0            | 0            | 0             | 0                 | 10.00%       | 0            |  |
| 398         | Other Tangible Plant                                   | 0              | 0            | 0            | 0             | 0                 |              | 0            |  |
|             | Subtotal   | \$618,731      | \$70,042     | \$0          | \$688,773     | \$301,798         |              | \$17,848     |  |

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



Less: Amortization of CIAC \$0

DEPRECIATION EXPENSE \$17,848

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.

|            | Balance Sheet Assets                             |   |                                  |
|------------|--|---|----------------------------------|
|            | Assets   | Balance at<br>Beginning of Year<br>(2024) | Balance at End of<br>Year (2024) |
| Account No | . Current and Accrued Assets                     |   |                                  |
| 131        | Cash   | \$207,096                                 | \$283,874                        |
| 132        | Special Deposits                                 | 0   | 0                                |
| 135        | Temporary Cash Investments                       | 0   | 0                                |
| 141        | Customer Accounts Receivable                     | 161                                       | 438                              |
| 142        | Other Accounts Receivable                        | 0   | 0                                |
| 143        | Accumulated Provision for Uncollectable Accounts | 0   | 0                                |
| 146        | Notes Receivable from Associated Companies       | 0   | 0                                |
| 151        | Plant Material and Supplies                      | 0   | 0                                |
| 162        | Prepayments                                      | 0   | 0                                |
| 173        | Accrued Utility Revenue                          | 0   | 0                                |
| 174        | Miscellaneous Current and Accrued Assets         | 432,096                                   | 354,015                          |
|            | Total Current and Accrued Assets                 | \$639,353                                 | \$638,327                        |
|            | Deferred Debits                                  |   |                                  |
| 186.1      | Deferred Rate Case Expense                       | \$0                                       | \$0                              |
|            | Total Deferred Debits                            | \$0                                       | \$0                              |
|            | Fixed Assets                                     |   |                                  |
| 101        | Utility Plant in Service*                        | \$618,731                                 | \$688,773                        |
| 103        | Property Held for Future Use                     | 0   | 0                                |
| 105        | Construction Work in Progress                    | 0   | 0                                |
| 108        | Accumulated Depreciation (enter as negative)*    | (408,334)                                 | ) (426,182)                      |
| 121        | Non-Utility Property                             | 0   | 0                                |
| 122        | Accumulated Depreciation - Non Utility           | 0   | 0                                |
|            | Total Fixed Assets                               | \$210,397                                 | \$262,591                        |
|            | Total Assets                                     | \$849,750                                 | \$900,918                        |

**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.

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

MHC Operating Limited Partnership DBA The Sedona Venture Water Company Annual Report Balance Sheet Liabilities and Owners Equity

| 232        | Liabilities       Current Liabilities       Accounts Payable       Nature Densities | Balance at Beginning<br>of Year (2024) | Balance at End of<br>Year (2024) |
|------------|---|--|----------------------------------|
| 231<br>232 | Accounts Payable  |  |                                  |
| 232        | 2   |  |                                  |
| -          | Nata - Develala (Commant Develars)  | \$0                                    | \$3,790                          |
|            | Notes Payable (Current Portion)   | 0                                      | 0                                |
| 234        | Notes Payable to Associated Companies   | 0                                      | 0                                |
| 235        | Customer Deposits   | 2,582                                  | 2,619                            |
| 236        | Accrued Taxes   | 3,602                                  | 591                              |
| 237        | Accrued Interest  | 0                                      | 0                                |
| 241        | Miscellaneous Current and Accrued Liabilities                                       | 1,750                                  | 7,629                            |
| 253        | Other Deferred Credits  | 0                                      | 0                                |
| ,          | Total Current Liabilities   | \$7,934                                | \$14,629                         |
|            | Long Term Debt  |  |                                  |
| 224        | Long Term Debt (Notes and Bonds)  | \$0                                    | \$0                              |
|            | Total Long Term Debt  | \$0                                    | <b>\$0</b>                       |
|            | 8   |  |                                  |
|            | Deferred Credits  |  |                                  |
| 252        | Advances in Aid of Construction   | \$0                                    | \$1                              |
| 255        | Accumulated Deferred Investment Tax Credits   | 0                                      | 0                                |
| 271        | Contributions in Aid of Construction  | 0                                      | 0                                |
|            | Less: Amortization of Contributions   | 0                                      | 0                                |
| 281        | Accumulated Deferred Income Tax   | 0                                      | 0                                |
| ,          | Total Deferred Credits  | \$0                                    | \$1                              |
| ,          | Total Liabilites  | \$7,934                                | \$14,630                         |
|            | Capital Accounts  |  |                                  |
| 201        | Common Stock Issued   | \$0                                    | \$1                              |
|            | Other Paid-In Capital   | 0                                      | 0                                |
|            | *   | 0                                      | 0                                |
| -          | Retained Earnings   | 841,816                                | 886,287                          |
|            | Proprietary Capital (Sole Props and Partnerships) Total Capital                     | \$841,816                              | \$886,288                        |
|            | Total Capital Total Capital   | \$841,810                              | <u> </u>                         |

**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.

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

|             | Calendar Year                             | Current Year            | Last Year             |
|-------------|---|-------------------------|-----------------------|
| Account No. | Calcillar Teal                            | 01/01/2024 - 12/31/2024 |                       |
|             | Operating Revenue                         | 01/01/2024 - 12/31/2024 | 01/01/2023 - 12/31/20 |
| 521         | Flat Rate Revenues                        | \$249,048               | \$247.22              |
| 522         | Measured Revenues                         | 0                       | φ2 17,22              |
| 534         | Rents from Wastewater Property            | 0                       |                       |
| 536         | Other Wastewater Revenues                 | 0                       |                       |
| 550         | Total Revenues                            | \$249,048               | \$247,22              |
|             | Operating Expenses                        |                         |                       |
| 701         | Salaries and Wages                        | \$0                     | 9                     |
| 701 704     | Employee Pensions and Benefits            | 0                       | 4                     |
| 710         | Purchased Wastewater Treatment            | 0                       |                       |
| 710         | Sludge Removal Expense                    | 25,575                  | 28,87                 |
| 715         | Purchased Power                           | 7,341                   | 6,94                  |
| 715         | Fuel for Power Production                 | 0                       | 0,9-                  |
|             |   | \$                      | 2.02                  |
| 718         | Chemicals                                 | 4,273                   | 2,92                  |
| 720         | Materials and Supplies                    | 11,879                  | 12,93                 |
| 720.1       | Repairs and Maintenance                   | ,                       | ,                     |
| 720.2       | Office Supplies and Expense               | 1,180                   |                       |
| 721         | Office Expense                            | 0                       |                       |
| 731         | Contractual Services -Engineering         | 2,190                   | 84                    |
| 732         | Contractual Services - Accounting         | 776                     | 21,14                 |
| 733         | Contractual Services - Legal              | 0                       |                       |
| 734         | Contractual Services - Management Fees    | 101,100                 | 40,0                  |
| 735         | Contractual Services - Testing            | 4,736                   | 4,92                  |
| 736         | Contractual Services - Other              | 3,426                   | 3,30                  |
| 740         | Rents - Building                          | 0                       |                       |
| 742         | Rents - Equipment                         | 0                       |                       |
| 750         | Transportation Expenses                   | 0                       |                       |
| 757         | Insurance - General Liability             | 231                     | 23                    |
| 758         | Insurance - Worker's Compensation         | 0                       |                       |
| 759         | Insurance - Other                         | 0                       |                       |
| 760         | Advertising Expense                       | 0                       |                       |
| 766         | Regulatory Commission Expense - Rate Case | 0                       |                       |
| 767         | Regulatory Commission Expense - Other     | 0                       |                       |
| 770         | Bad Debt Expense                          | 248                     | (2)                   |
| 775         | Miscellaneous Expense                     | 0                       |                       |
| 403         | Depreciation Expense (From Schedule AR4)  | 17,848                  | 15,32                 |
| 408         | Taxes Other Than Income                   | 0                       |                       |
| 408.11      | Property Taxes                            | 6,888                   | 7,20                  |
| 408.12      | Payroll Taxes                             | 0                       |                       |
| 409         | Income Taxes                              | 0                       |                       |
|             | Total Operating Expenses                  | \$189,266               | \$147,7'              |
|             | Operating Income / (Loss)                 | \$59,782                | \$99,44               |
|             | operating income (2005)                   |                         |                       |
|             | Other Income / (Expense)                  |                         |                       |
| 414         | Gain (Loss) on Dispositions               | \$0                     |                       |
| 419         | Interest and Dividend Income              | 0                       |                       |
| 421         | Non-Utility Income                        | 0                       |                       |
| 426         | Miscellaneous Non-Utility (Expense)       | 0                       |                       |
| 427         | Interest (Expense)                        | 0                       |                       |
|             | Total Other Income / (Expense)            | \$0                     |                       |
|             |   |                         | 1                     |

**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.

MHC Operating Limited Partnership DBA The Sedona Venture Water Company Annual Report Full time equivalent employees 12/31/24

|                      | Direct Company | Allocated | Outside service | Total |  |
|----------------------|----------------|-----------|-----------------|-------|--|
| President            | 0.0            | 0.0       | 0.0             | 0.0   |  |
| Vice-president       | 0.0            | 0.0       | 0.0             | 0.0   |  |
| Manager              | 0.0            | 0.0       | 0.0             | 0.0   |  |
| Engineering Staff    | 0.0            | 0.0       | 0.0             | 0.0   |  |
| System Operator(s)   | 0.0            | 1.0       | 0.5             | 1.5   |  |
| Customer Service     | 0.0            | 0.0       | 0.0             | 0.0   |  |
| Accounting           | 0.0            | 1.0       | 0.1             | 1.1   |  |
| 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       | 0.0             | 0.0   |  |
| Other                | 0.0            | 0.0       | 0.0             | 0.0   |  |
| Total                | 0.0            | 2.0       | 0.6             | 2.6   |  |

Full time equivalent employees

**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.

MHC Operating Limited Partnership DBA The Sedona Venture Water Company Annual Report Supplemental Financial Data (Long-Term Debt) 12/31/24

| Supplemental Financial Data (Long-Term Debt) |         |         |         |         |  |  |  |  |
|--|---------|---------|---------|---------|--|--|--|--|
|  | Loan #1 | Loan #2 | Loan #3 | Loan #4 |  |  |  |  |
| Date Issued                                  | N/A     | N/A     | N/A     | N/A     |  |  |  |  |
| Source of Loan                               | N/A     | N/A     | N/A     | N/A     |  |  |  |  |
| ACC Decision No.                             | N/A     | N/A     | N/A     | N/A     |  |  |  |  |
| Reason for Loan                              | N/A     | N/A     | N/A     | N/A     |  |  |  |  |
| Dollar Amt. Issued                           | N/A     | N/A     | N/A     | N/A     |  |  |  |  |
| Amount Outstanding                           | N/A     | N/A     | N/A     | N/A     |  |  |  |  |
| Date of Maturity                             | N/A     | N/A     | N/A     | N/A     |  |  |  |  |
| Interest Rate                                | N/A     | N/A     | N/A     | N/A     |  |  |  |  |
| Current Year Interest                        | N/A     | N/A     | N/A     | N/A     |  |  |  |  |
| Current Year Principal                       | N/A     | N/A     | N/A     | N/A     |  |  |  |  |

Meter Deposit Balance at Test Year End: N/A

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.

Page 10

N/A

12/31/24

| Wastewater Utility Plant Description        |           |        |  |          |  |  |  |
|---|-----------|--------|--|----------|--|--|--|
| Name of System:                             |           |        |  |          |  |  |  |
| Wastewater Inventory Number (if application | able):    | 101755 |  | <u>'</u> |  |  |  |
| Type of Treatment                           |           | Other  |  |          |  |  |  |
| Design Capacity of Plant (Gallons per da    | <u>y)</u> | 100000 |  |          |  |  |  |

|                      | LIFT STATION FACILITIES |            |                    |                 |             |  |  |  |  |
|----------------------|-------------------------|------------|--------------------|-----------------|-------------|--|--|--|--|
|                      | Quantity of             | Horsepower | Rated Capacity Per | Wet Well        | Year        |  |  |  |  |
| Location             | Pumps                   | Per Pump   | Pump (GPM)         | Capacity (gals) | Constructed |  |  |  |  |
| #1-Red Moon/Sunset   | 2                       | 7.5        | 110                | 4000            | 1998        |  |  |  |  |
| #2-Sunset/Yel Skyway | 2                       | 4.5        | 185                | 5000            | 1971/1995   |  |  |  |  |
| #3-WWTP-115 Yel Sky  | 2                       | 1          | 85                 | 3000            | 1971/1991   |  |  |  |  |
|                      |                         |            |                    |                 |             |  |  |  |  |
|                      |                         |            |                    |                 |             |  |  |  |  |
|                      |                         |            |                    |                 |             |  |  |  |  |
|                      |                         |            |                    |                 |             |  |  |  |  |
|                      |                         |            |                    |                 |             |  |  |  |  |
|                      |                         |            |                    |                 |             |  |  |  |  |
|                      |                         |            |                    |                 |             |  |  |  |  |
|                      |                         |            |                    |                 |             |  |  |  |  |
|                      |                         |            |                    |                 |             |  |  |  |  |
|                      |                         |            |                    |                 |             |  |  |  |  |
|                      |                         |            |                    |                 |             |  |  |  |  |
|                      |                         |            |                    |                 |             |  |  |  |  |
|                      |                         |            |                    |                 |             |  |  |  |  |

| FORCE MAINS |          |               |
|-------------|----------|---------------|
| Size        | Material | Length (Feet) |
| 6 inch      | PVC      | 422           |
|             |          |               |
|             |          |               |
|             |          |               |
|             |          |               |
|             |          |               |
|             |          |               |

| MANHOLES |             |
|----------|-------------|
| Туре     | Quantity    |
| Standard | 55          |
| Drop     | 3 1/2 to 5' |

|   | CLEANOUTS |
|---|-----------|
|   | Quantity  |
| 5 |           |
|   |           |
|   |           |
|   |           |

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.

MHC Operating Limited Partnership DBA The Sedona Venture Water Company Annual Report Wastewater Utility Plant Description (Continued)

|                |              |                     | ·              |
|----------------|--------------|---------------------|----------------|
|                |              | Utility Plant Descr | iption (Contin |
|                | RAVITY MAINS |                     |                |
| Sizes (inches) | Material     | Length (feet)       |                |
| 4              | PVC          | 3,274               |                |
| 6              | PVC          | 422                 |                |
| 8              | PVC          | 12,197              |                |
|                |              |                     |                |
|                |              |                     |                |
|                |              |                     |                |
| -              |              |                     |                |
|                |              |                     |                |
|                |              |                     |                |
|                |              |                     |                |
|                |              |                     |                |
|                |              |                     |                |
|                |              |                     |                |
|                |              |                     |                |
|                |              |                     |                |
|                |              |                     |                |
|                |              |                     |                |

| nu | ied)          |              |          |
|----|---------------|--------------|----------|
|    | SERV          | VICES/LATERA | LS       |
|    | Size (inches) | Material     | Quantity |
|    | 4             | PVC          | 278      |
|    | 6             | PVC          | 1        |
|    |               |              |          |
|    |               |              |          |

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

|  | Aerobic digester/sludge hauler                  |
|--|---|
| SOLIDS PROCESSING  |   |
| AND HANDLING   |   |
| FACILITIES   |   |
| <b>DISINFECTION</b><br><b>EQUIPMENT</b><br>(Chlorinator, Ultra-Violet,<br>Etc.)                | Chlorinator                                     |
| FILTRATION<br>EQUIPMENT (Rapid<br>Sand, Slow Sand,<br>Activated Carbon, Etc.)                  | Rapid sand/gravel filter                        |
| STRUCTURES<br>(Buildings, Fences, Etc.)  | 12' x 28' filter building, 12' x 16' lab/office |
| <b>Other</b> (Laboratory<br>Equipment, Tools,<br>Vehicles, Standby, Power<br>Generators, Etc.) | Various lab tools, stand-by generator           |

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.

MHC Operating Limited Partnership DBA The Sedona Venture Water Company Annual Report Wastewater Flows

12/31/24

| Wastewater Flows |                       |   |                            |   |                                       |
|------------------|-----------------------|---|----------------------------|---|---------------------------------------|
| Month            | Number of<br>Services | Total Monthly<br>Sewage Flow<br>(Gallons) | Sewage Flow on<br>Peak Day | Purchased<br>Power Expense <sup>1</sup> | Purchased<br>Power (kWh) <sup>2</sup> |
| January          | 279                   | 963,188                                   | 36,761                     | \$540                                   | 4,220                                 |
| February         | 279                   | 912,735                                   | 37,556                     | 539                                     | 3,786                                 |
| March            | 279                   | 1,063,336                                 | 38,274                     | 575                                     | 3,420                                 |
| April            | 279                   | 985,512                                   | 41,145                     | 611                                     | 3,596                                 |
| May              | 279                   | 961,687                                   | 36,527                     | 714                                     | 3,629                                 |
| June             | 279                   | 990,209                                   | 41,956                     | 668                                     | 3,309                                 |
| July             | 279                   | 1,122,173                                 | 42,390                     | 619                                     | 3,546                                 |
| August           | 279                   | 1,158,988                                 | 48,817                     | 572                                     | 3,464                                 |
| September        | 279                   | 1,118,890                                 | 46,224                     | 568                                     | 3,257                                 |
| October          | 279                   | 1,155,299                                 | 44,161                     | 605                                     | 3,418                                 |
| November         | 279                   | 1,138,151                                 | 45,930                     | 617                                     | 3,788                                 |
| December         | 279                   | 1,298,996                                 | 56,461                     | 713                                     | 4,314                                 |
|                  | Totals                | 12,869,164                                | 516,202                    | \$7,341                                 | 43,747                                |

Provide the following information as applicable per wastewater system:

| Method of Effluent Disposal                   | Surface Water Discharge       |
|---|-------------------------------|
| Groundwater Permit Number                     | N/A                           |
| ADEQ Aquifer Protection Permit ("APP") Number | P101755                       |
| ADEQ Reuse Permit Number                      | N/A                           |
| EPA NPDES Permit Number                       | AZ-0021807                    |
| APP Effluent Treatment Requirement (Class)?   | N/A                           |
| Permitted Flow Rate                           | 75,000 GPD                    |
| Permitted Organic Capacity                    | N/A                           |
| Hydraulic Capacity                            | 100,000 GPD                   |
| Type of Biological Treatment                  | Sequenced Batch Reactor (SBR) |
|   |                               |

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

None

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

Enter the total purchased power costs for the power meters associated with this system.
 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.

MHC Operating Limited Partnership DBA The Sedona Venture Water Company Annual Report Utility Shutoffs / Disconnects 12/31/24

|                         | Utility Shutoffs / Disconnects   |        |
|-------------------------|----------------------------------|--------|
| Name of System:         | The Sedona Venture Water Company |        |
| Wastewater Inventory Nu | umber (if applicable):           | 101755 |

|           |                     | Termination with |       |
|-----------|---------------------|------------------|-------|
| Month     | Termination without | Notice R14-2-    |       |
|           | Notice R14-2-609.B  | 609.C            | Other |
| January   | 0                   | 0                | 0     |
| February  | 0                   | 0                | 0     |
| March     | 0                   | 0                | 0     |
| April     | 0                   | 0                | 0     |
| May       | 0                   | 0                | 0     |
| June      | 0                   | 0                | 0     |
| July      | 0                   | 0                | 0     |
| August    | 0                   | 0                | 0     |
| September | 0                   | 0                | 0     |
| October   | 0                   | 0                | 0     |
| November  | 0                   | 0                | 0     |
| December  | 0                   | 0                | 0     |
| Total     | 0                   | 0                | 0     |

Other (description):

N/A

**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.

Page 14

| Property Taxes   |         |
|--|---------|
| Amount of actual property taxes paid during Calendar Year 2024 was | \$3,602 |

If no property taxes paid, explain why. N/A

**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.

Page 15

MHC Operating Limited Partnership DBA The Sedona Venture Water Company Annual Report Verification and Certification (Taxes) 12/31/24

|               | Verification and Certification (Taxes)  |
|---------------|---|
| Verification: | : State of Arizona I, the undersigned of the (state name)   |
|               | County of (county name): Maricopa<br>Name (owner or official) title: Ronald C Bunce, Senior Vice President<br>Company name: MHC Operating Limited Partnership DBA The Sedona Venture Water 0  |
|               | DO SAY THAT THIS ANNUAL UTILITY PROPERTY TAX AND SALES TAX REPORT TO THE ARIZONA<br>CORPORATION COMMISSION.   |
|               | FOR THE YEAR ENDING: 12/31/24   |
|               | HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID<br>UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND<br>CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS<br>REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE,<br>INFORMATION AND BELIEF. |
| CERTIFICATION | LCERTIFY THAT ALL PROPERTY TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.   |
| I             | I CERTIFY THAT ALL SALES TAXES FOR SAID COMPANY ARE CURRENT AND PAID IN FULL.   |
| ľ             | Mourse / reme-  |
|               | (602) 674-5690  |
|               | telephone no.   |
|               |   |
|               |   |
|               |   |
|               |   |
|               |   |
|               |   |
|               | Page 16   |
|               |   |
|               |   |