

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: 12/31/19

**RECEIVED
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5/14/2020, 09:14 AM
ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

WATER UTILITY

To

Arizona Corporation Commission

Due on April 15th

Email: rdelafuente@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: 5/14/2020

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

For the Calendar Year Ended: 12/31/19

Primary Address:
City: State: Zip Code:

Telephone Number:

Date of Original Organization of Utility:

Person to whom correspondence should be addressed concerning this report:

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

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

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

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

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

Ownership:

Proprietor passed, utility in a Trust

Counties Served:

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.
	NA

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.
	NA

Utility Plant in Service (Water)							
Account No.	Description	Beginning Year Original Cost	Current Year Additions	Current Year Retirements	Adjusted Original Cost	Accumulated Depreciation	OCLD (OC less AD)
301	Organization	\$0			\$0	\$0	\$0
302	Franchises	125			125	125	0
303	Land and Land Rights	86,093			86,093		86,093
304	Structures and Improvements	518,801	1,348		520,149	492,740	27,409
305	Collecting & Improving Reservoirs				0		0
306	Lake, River, Canal Intakes				0		0
307	Wells and Springs	606,177	17,583		623,760	350,966	272,794
308	Infiltration Galleries				0		0
309	Supply Mains				0		0
310	Power Generation Equipment				0		0
311	Pumping Equipment	456,838	35,082		491,920	429,660	62,260
320	Water Treatment Equipment				0		0
320.1	Water Treatment Plants	494,917			494,917	127,111	367,806
320.2	Solution Chemical Feeders	345			345	345	0
320.3	Point-of-Use Treatment Devices				0		0
330	Distribution Reservoirs and Standpipes				0		0
330.1	Storage Tanks	609,135			609,135	312,072	297,063
330.2	Pressure Tanks	82,346			82,346	58,507	23,839
331	Transmission and Distribution Mains	1,682,124	5,702		1,687,826	708,688	979,138
333	Services	107,003			107,003	63,743	43,260
334	Meters and Meter Installations	198,761	20,738		219,499	128,145	91,354
335	Hydrants	85,697			85,697	37,631	48,066
336	Backflow Prevention Devices	10,498			10,498	1,751	8,747
339	Other Plant and Misc. Equipment				0		0
340	Office Furniture and Equipment	16,552			16,552	16,552	0
340.1	Computer & Software				0		0
341	Transportation Equipment	40,786			40,786	23,363	17,423
342	Stores Equipment				0		0
343	Tools, Shop and Garage Equipment	13,412			13,412	12,288	1,124
344	Laboratory Equipment				0		0
345	Power Operated Equipment	44,869			44,869	44,869	0
346	Communication Equipment	4,668			4,668	2,567	2,101
347	Miscellaneous Equipment				0		0
348	Other Tangible Plant	139,758			139,758	139,758	0
	Totals	\$5,198,905	\$80,453	\$0	\$5,279,358	\$2,950,881	\$2,328,477

Valle Verde Water Company
Annual Report
Depreciation Expense for the Current Year (Water)
12/31/19

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	125	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	518,801	1,348	0	520,149		520,149	3.33%	17,299
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	606,177	17,583	0	623,760		623,760	3.33%	20,478
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	456,838	35,082	0	491,920	292,876	199,044	12.50%	19,205
320	Water Treatment Equipment	0	0	0	0		0		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
330	Distribution Reservoirs and Standpipes	0	0	0	0		0		0
330.1	Storage Tanks	609,135	0	0	609,135		609,135	2.22%	13,523
330.2	Pressure Tanks	82,346	0	0	82,346		82,346	5.00%	4,117
331	Transmission and Distribution Mains	1,682,124	5,702	0	1,687,826		1,687,826	2.00%	32,075
333	Services	107,003	0	0	107,003	51,105	55,898	3.33%	1,861
334	Meters and Meter Installations	198,761	20,738	0	219,499	93,702	125,797	8.33%	9,615
335	Hydrants	85,697	0	0	85,697	35,007	50,690	2.00%	1,014
336	Backflow Prevention Devices	10,498	0	0	10,498		10,498	6.67%	700
339	Other Plant and Misc. Equipment	0	0	0	0		0		0
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
341	Transportation Equipment	40,786	0	0	40,786	16,881	23,905	20.00%	5,241
342	Stores Equipment	0	0	0	0		0		0
343	Tools, Shop and Garage Equipment	13,412	0	0	13,412	12,063	1,349	5.00%	67
344	Laboratory Equipment	0	0	0	0		0		0
345	Power Operated Equipment	44,869	0	0	44,869		44,869	5.00%	2,027
346	Communication Equipment	4,668	0	0	4,668		4,668	10.00%	467
347	Miscellaneous Equipment	0	0	0	0		0		0
348	Other Tangible Plant	139,758	0	0	139,758	139,758	0	10.00%	0
	Subtotal	\$5,198,905	\$80,453	\$0	\$5,279,358	\$749,040	\$4,530,318		\$144,020

Contribution(s) in Aid of Construction (Gross)	\$2,345,692
Less: Non Amortizable Contribution(s)	0
Fully Amortized Contribution(s)	0
Amortizable Contribution(s)	\$2,345,692
Times: Proposed Amortization Rate	4.05%
Amortization of CIAC	\$95,042

Less: Amortization of CIAC \$95,042

DEPRECIATION EXPENSE **\$48,978**

Balance Sheet Assets				
	Assets		Balance at Beginning of Year (2019)	Balance at End of Year (2019)
Account No.	Current and Accrued Assets			
131	Cash		\$163,809	\$141,359
134	Working Funds			
135	Temporary Cash Investments		99,073	99,073
141	Customer Accounts Receivable		12,611	9,341
146	Notes Receivable from Associated Companies			
151	Plant Material and Supplies			
162	Prepayments		525	26,758
174	Miscellaneous Current and Accrued Assets			653
	Total Current and Accrued Assets		\$276,018	\$277,184
Account No.	Fixed Assets			
101	Utility Plant in Service*		\$5,198,905	\$5,279,358
103	Property Held for Future Use			
105	Construction Work in Progress			1,725
108	Accumulated Depreciation (enter as negative)*		(2,806,860)	(2,950,881)
121	Non-Utility Property			
122	Accumulated Depreciation - Non Utility			
	Total Fixed Assets		\$2,392,045	\$2,330,202
	Total Assets		\$2,668,063	\$2,607,386

*Note these items feed automatically from AR3 UPIS Page 4

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

Balance Sheet Liabilities and Owners Equity				
	Liabilities		Balance at Beginning of Year (2019)	Balance at End of Year (2019)
Account No.	Current Liabilities			
231	Accounts Payable		\$47,941	\$36,169
232	Notes Payable (Current Portion)			
234	Notes Payable to Associated Companies			
235	Customer Deposits		38,325	40,218
236	Accrued Taxes		3,679	15,732
237	Accrued Interest			
242	Miscellaneous Current and Accrued Liabilities			
	Total Current Liabilities		\$89,945	\$92,119
	Long Term Debt			
224	Long Term Debt (Notes and Bonds)		\$639,862	\$599,434
	Deferred Credits			
251	Unamortized Premium on Debt		\$0	\$0
252	Advances in Aid of Construction		821,638	820,651
255	Accumulated Deferred Investment Tax Credits			
271	Contributions in Aid of Construction		2,345,692	2,345,692
272	Less: Amortization of Contributions		(801,140)	(896,182)
281	Accumulated Deferred Income Tax			
	Total Deferred Credits		\$2,366,190	\$2,270,161
	Total Liabilites		\$3,095,997	\$2,961,714
	Capital Accounts			
201	Common Stock Issued		\$0	\$0
211	Other Paid-In Capital			
215	Retained Earnings		(427,934)	(354,328)
218	Proprietary Capital (Sole Props and Partnerships)			
	Total Capital		(\$427,934)	(\$354,328)
	Total Liabilities and Capital		\$2,668,063	\$2,607,386

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
12/31/19

Water Comparative Income Statement			
Account No.	Calendar Year	Current Year 01/01/2019 - 12/31/2019	Last Year 01/01/2018 - 12/31/2018
	Operating Revenue		
461	Metered Water Revenue	\$507,352	\$559,486
460	Unmetered Water Revenue		
462	Fire Protection Revenue		
469	Guaranteed Revenues (Surcharges)		
471	Miscellaneous Service Revenues		
474	Other Water Revenue	12,165	15,336
	Total Revenues	\$519,517	\$574,822
	Operating Expenses		
601	Salaries and Wages	\$101,279	\$117,346
604	Employee Pensions and Benefits		
610	Purchased Water		
615	Purchased Power	40,443	49,269
618	Chemicals	2,777	2,404
620	Materials and Supplies		
620.1	Repairs and Maintenance	7,390	14,208
620.2	Office Supplies and Expense	13,954	11,595
630	Contractual Services		
631	Contractual Services - Engineering		695
632	Contractual Services - Accounting	8,365	8,444
633	Contractual Services - Legal	17,087	7,304
634	Contractual Services - Management Fees	116,437	121,343
635	Contractual Services - Water Testing	5,007	6,203
636	Contractual Services - Other	520	65
640	Rents		841
641	Rental of Building/Real Property		
642	Rental of Equipment	1,775	
650	Transportation Expenses	8,013	18,133
657	Insurance - General Liability	13,990	10,107
657.1	Insurance - Health and Life		
665	Regulatory Commission Expense - Rate		8,098
670	Bad Debt Expense		
675	Miscellaneous Expense	1,397	2,240
403	Depreciation Expense (From Schedule AR4)	48,978	47,293
408	Taxes Other Than Income	8,517	10,392
408.11	Property Taxes	25,079	24,400
409	Income Taxes		15,532
427.1	Customer Security Deposit Interest	767	658
	Total Operating Expenses	\$421,775	\$476,570
	Operating Income / (Loss)	\$97,742	\$98,252
	Other Income / (Expense)		
419	Interest and Dividend Income	\$0	\$1,919
421	Non-Utility Income	335	347
426	Miscellaneous Non-Utility (Expense)		
427	Interest (Expense)	(24,470)	(26,029)
	Total Other Income / (Expense)	(\$24,135)	(\$23,763)
	Net Income / (Loss)	\$73,607	\$74,489

Full time equivalent employees

	Direct Company	Allocated	Outside service	Total
President				0.0
Vice-president				0.0
Manager				0.0
Engineering Staff			difficult to	0.0
System Operator(s)	4,160.0		determine	4,160.0
Meter reader			without	0.0
Customer Service			significant	0.0
Accounting			analysis	0.0
Business Office				0.0
Rates Department				0.0
Administrative Staff				0.0
Other				0.0
Total	4,160.0	0.0	0.0	4,160.0

Supplemental Financial Data (Long-Term Debt)				
	Loan #1	Loan #2	Loan #3	Loan #4
Date Issued	6/24/2011			
Source of Loan	WIFA			
ACC Decision No.	71899			
Reason for Loan	Upgrades			
Dollar Amt. Issued	\$1,063,478			
Amount Outstanding	\$599,434			
Date of Maturity	6/1/2031			
Interest Rate	0.94%			
Current Year Interest	\$24,470			
Current Year Principal	\$40,428			

Meter Deposit Balance at Test Year End:	\$11,651
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Meter Deposits Refunded During the Test Year:	\$977
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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									
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 2010	Water level 2019	Meter Size (inches)	How measured:	Active
55-617054 - well 2	30	400	260	16	Submersible	1972	14	38	6	Metered	Yes
55-617055 - well 3	30	130	210	12	Submersible	1971	34	34	3	Metered	Yes
55-500951 - well 5	50	350	400	16	Submersible	1982	89	57	6	Metered	Yes

Name of system water delivered to:	NA	
ADWR PCC Number:	#N/A	
Source of water delivered to another system		
Name of system water received from:	NA	
ADWR PCC Number:	#N/A	
Source of water received		
Well registry 55# (55-XXXXXX):		

Month	Water withdrawn (gallons) ¹	Water sold (gallons) ²	Water delivered (sold) to other systems (gallons) ³	Water received (purchased) from other systems (gallons) ⁴	Estimated authorized use (gallons) ⁵	Purchased Power Expense ⁶	Purchased Power (kWh) ⁷
January	6,630,900.00	4,943,286.00	0.00	0.00		\$3,497	20,357
February	5,098,700.00	4,408,815.00	0.00	0.00		3,465	20,566
March	4,819,900.00	3,943,088.00	0.00	0.00		3,161	18,718
April	6,178,800.00	5,371,492.00	0.00	0.00		3,234	20,790
May	7,248,600.00	6,354,067.00	0.00	0.00		3,475	23,843
June	9,043,700.00	7,594,472.00	0.00	0.00		3,194	27,119
July	8,262,700.00	7,499,123.00	0.00	0.00		3,153	26,359
August	7,712,900.00	6,421,902.00	0.00	0.00		3,305	21,595
September	7,413,600.00	6,764,184.00	0.00	0.00		3,307	21,003
October	6,557,100.00	4,879,922.00	0.00	0.00		3,203	20,066
November	6,856,600.00	6,339,306.00	0.00	0.00		3,424	23,117
December	6,791,400.00	4,729,233.00	0.00	0.00		2,891	17,102
Totals	\$2,614,900.00	69,248,890.00	0.00	0.00	0.00	\$39,309	260,635

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

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

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 2010	Water level 2019	Meter Size (inches)	How measured:	Active
55-5282348 - well 10	30	450	290	12	Submersible	2000	125	127	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: _____ NA

Source of water received: _____

Well registry 55# (55-XXXXXX): _____

Month	Water withdrawn (gallons) ¹	Water sold (gallons) ²	Water delivered (sold) to other systems (gallons) ³	Water received (purchased) from other systems (gallons) ⁴	Estimated authorized use (gallons) ⁵	Purchased Power Expense ⁶	Purchased Power (kWh) ⁷
January	215,300.00	193,712.00	0.00	0.00		\$93	660
February	192,200.00	155,093.00	0.00	0.00		99	720
March	170,500.00	150,146.00	0.00	0.00		86	600
April	181,300.00	153,456.00	0.00	0.00		92	660
May	250,000.00	208,708.00	0.00	0.00		117	900
June	381,200.00	330,699.00	0.00	0.00		98	900
July	216,100.00	248,135.00	0.00	0.00		99	900
August	289,000.00	233,037.00	0.00	0.00		105	780
September	238,500.00	172,746.00	0.00	0.00		99	720
October	192,300.00	146,915.00	0.00	0.00		79	540
November	109,200.00	111,445.00	0.00	0.00		86	600
December	121,600.00	109,814.00	0.00	0.00		80	540
Totals	2,557,200.00	2,213,906.00	0.00	0.00	0.00	\$1,133	8,520

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

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.

¹ Water withdrawn - Total gallons of water withdrawn from pumped sources.
² Water sold - Total gallons from customer meters, and other sales such as construction water.
³ Water delivered (sold) to other systems - Total gallons of water delivered to other systems.
⁴ Water received (purchased) from other systems - Total gallons of water purchased/received from other systems.
 #VALUE!
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.

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	677
8.00	PVC	13,467
8.00	DIP/ACP	55
		includes system
		12-025

CUSTOMER METERS			
Size (inches)	Quantity	Percent over 1,00,000 gallons	Percent over 10 years old
5/8 X 3/4	478	14%	18%
0.75	335	14%	25%
1	43	16%	23%
1.5	3	100%	100%
Compound 2	19	100%	63%
Compound 3	11	100%	64%
Compound 4	1	100%	100%

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

BOOSTER PUMPS			
Horsepower	GPM	Quantity	
7.5	150	1	
25	500	2	
40	800	1	
100	2,000	2	

FIRE HYDRANTS	
Type	Quantity
Standard *	44
Other	0

STORAGE TANKS				
Capacity (gallons)	Material	Quantity	Year installed	
190,000	Steel	1	2012	
800,000	Steel	1	1970s	

PRESSURE/BLADDER TANKS			
Capacity (gallons)	Material	Quantity	Year installed
7,000	Steel	1	1970s
10,000	Steel	2	1970s

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

Water Utility Plant Description (Continued)
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For the following three items, list the utility owned assets in each category for each system.

TREATMENT EQUIPMENT:	3 chlorinators, GAC system (offline 10/2015)
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STRUCTURES:	12 x 12 foot office, 3 x 5 foot chlorinator room
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OTHER:	NA
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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	177
Method used:	(a)

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)
		Included with system 12-009

CUSTOMER METERS			
Size (inches)	Quantity	Percent over 1,00,000 gallons	Percent over 10 years old
0.75	5	0%	100%
1	1	0%	0%
2	3	67%	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	600	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.

Water Utility Plant Description (Continued)

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

TREATMENT EQUIPMENT:	Chlorinator
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STRUCTURES:	NA
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OTHER:	NA
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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 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	NA
Method used:	

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				Other Non-Residential
	Single-Family	Multi-Family	Commercial	Turf/Irrigation	
January	540	175	66	1	12
February	536	178	68	1	12
March	534	179	69	1	12
April	534	179	68	1	12
May	543	174	68	1	12
June	539	174	68	1	12
July	549	174	70	1	13
August	538	179	68	1	13
September	540	176	70	1	13
October	540	176	69	1	13
November	539	176	69	1	13
December	540	177	69	1	13

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.

* 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 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	0	0	10	0	0
February	0	0	10	0	0
March	0	0	9	0	0
April	0	0	9	0	0
May	0	0	9	0	0
June	0	0	9	0	0
July	0	0	9	0	0
August	0	0	9	0	0
September	0	0	9	0	0
October	0	0	9	0	0
November	0	0	9	0	0
December	0	0	9	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.

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

Valle Verde Water Company
 Annual Report
 Utility Shutoffs / Disconnects
 12/31/19

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	17	0
February	0	16	0
March	0	5	0
April	0	10	0
May	0	12	0
June	0	16	0
July	0	15	0
August	0	14	0
September	0	14	0
October	0	15	0
November	0	32	0
December	0	16	0
Total	0	182	0

Other (description):

NA

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.

Valle Verde Water Company
 Annual Report
 Utility Shutoffs / Disconnects
 12/31/19

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
Total	0	0	0

Other (description):

NA

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

Amount of actual property taxes paid during Calendar Year 2019 was

\$37,245

If no property taxes paid, explain why.

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.

Verification and Sworn Statement (Taxes)

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

County of (county name): Pima
Name (owner or official) title: Paul Juhl, Manager
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: 12/31/19

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.

**RECEIVED
BY EMAIL**

5/01/2020, 04:35 PM
ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

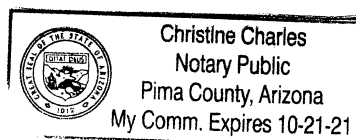
[Signature]
signature of owner/official

(520) 623-5172
telephone no.

SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC
IN AND FOR THE COUNTY

THIS 29 DAY OF April, 2020
(month) and (year)

MY COMMISSION EXPIRES 10-21-2021
(date)


Christine Charles
Notary Public
Pima County, Arizona
My Comm. Expires 10-21-21

[Signature]
(signature of notary public)

Verification and Sworn Statement

Verification:

State of Arizona I, the undersigned of the
(state name)
County of (county name): Pima
Name (owner or official) title: Paul Juhl, Manager
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: 12/31/19

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 (\$) \$563,385
(The amount in the box above includes \$43,868 in sales taxes billed or collected)

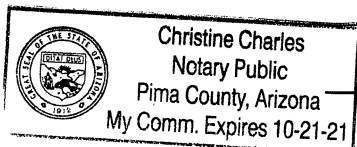
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BY EMAIL**

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ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

[Signature]
signature of owner/official
(520) 623-5172
telephone no.

SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC
IN AND FOR THE COUNTY Amg County
THIS 29 DAY OF April, 2020
(month) and (year)

MY COMMISSION EXPIRES 10-21-2021
(date)


Christine Charles
Notary Public
Pima County, Arizona
My Comm. Expires 10-21-21

[Signature]
(signature of notary public)

Verification and Sworn Statement (Residential Revenue)

Verification:

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

County of (county name): Pima
Name (owner or official) title: Paul Juhl, Manager
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: 12/31/19

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 (\$)

\$265,057
(The amount in the box above includes
\$21,334 in sales taxes
billed or collected)

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5/01/2020, 04:35 PM

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

[Signature]
signature of owner/official

(520) 623-5172
telephone no.

SUBSCRIBED AND SWORN TO BEFORE ME A NOTARY PUBLIC
IN AND FOR THE COUNTY

Pima County
(county name)

THIS


29

DAY OF

April, 2020
(month) and (year)

MY COMMISSION EXPIRES

10-21-2021
(date)


Christine Charles
Notary Public
Pima County, Arizona
My Comm. Expires 10-21-21

[Signature]
(signature of notary public)