

**ANNUAL REPORT**

Of

Company Name:   
PO Box 85160

Mailing Address: Tucson AZ  
85754

Docket No.: W-01431A  
For the Year Ended:

**RECEIVED  
BY EMAIL  
4/28/2021, 4:56  
ARIZONA CORPORATION COMMISSION  
UTILITIES DIVISION**

**WATER UTILITY**

To

Arizona Corporation Commission

**Due on April 15th**

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

Application Type:   
Application Date:

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

For the Calendar Year Ended: 12/31/20

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:

<b>Important changes during the year</b>
--

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

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

Utility Plant in Service (Water)							
Account No.	Description	Beginning Year Original Cost	Current Year Additions	Current Year Retirements	Adjusted Original Cost	Accumulated Depreciation	OCLD (OC less AD)
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	520,149			520,149	506,630	13,519
305	Collecting & Improving Reservoirs				0		0
306	Lake, River, Canal Intakes				0		0
307	Wells and Springs	623,760			623,760	371,738	252,022
308	Infiltration Galleries				0		0
309	Supply Mains				0		0
310	Power Generation Equipment				0		0
311	Pumping Equipment	491,920	14,812		506,732	441,587	65,145
320	Water Treatment Equipment				0		0
320.1	Water Treatment Plants	494,917			494,917	143,441	351,476
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	325,595	283,540
330.2	Pressure Tanks	82,346			82,346	62,624	19,722
331	Transmission and Distribution Mains	1,687,826	5,484		1,693,310	730,905	962,405
333	Services	107,003	15,584		122,587	65,864	56,723
334	Meters and Meter Installations	219,499	14,683		234,182	139,235	94,947
335	Hydrants	85,697			85,697	38,644	47,053
336	Backflow Prevention Devices	10,498			10,498	2,451	8,047
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		14,882	25,904	14,322	11,582
342	Stores Equipment				0		0
343	Tools, Shop and Garage Equipment	13,412			13,412	12,355	1,057
344	Laboratory Equipment				0		0
345	Power Operated Equipment	44,869			44,869	44,869	0
346	Communication Equipment	4,668			4,668	3,034	1,634
347	Miscellaneous Equipment				0		0
348	Other Tangible Plant	139,758			139,758	139,758	0
	<b>Totals</b>	<b>\$5,279,358</b>	<b>\$50,563</b>	<b>\$14,882</b>	<b>\$5,315,039</b>	<b>\$3,060,074</b>	<b>\$2,254,965</b>

Valle Verde Water Company  
Annual Report  
Depreciation Expense for the Current Year (Water)  
12/31/20

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
302	Franchises	125	0	0	125	125	0		0
303	Land and Land Rights	86,093	0	0	86,093	86,093	0		0
304	Structures and Improvements	520,149	0	0	520,149	503,304	16,845	3.33%	13,890
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	623,760	0	0	623,760		623,760	3.33%	20,771
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	491,920	14,812	0	506,732	403,910	102,822	12.50%	11,927
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	1,687,826	5,484	0	1,693,310	579,729	1,113,581	2.00%	22,217
333	Services	107,003	15,584	0	122,587	51,108	71,479	3.33%	2,121
334	Meters and Meter Installations	219,499	14,683	0	234,182	93,702	140,480	8.33%	11,090
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	14,882	25,904	2,000	23,904	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	0	5.00%	0
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
	<b>Subtotal</b>	<b>\$5,279,358</b>	<b>\$50,563</b>	<b>\$14,882</b>	<b>\$5,315,039</b>	<b>\$1,973,098</b>	<b>\$3,341,941</b>		<b>\$123,475</b>

Contribution(s) in Aid of Construction (Gross)	\$2,348,192
Less: Non Amortizable Contribution(s)	2,500
Fully Amortized Contribution(s)	0
Amortizable Contribution(s)	<b>\$2,345,692</b>
Times: Proposed Amortization Rate	4.05%
<b>Amortization of CIAC</b>	<b>\$95,042</b>

**Less: Amortization of CIAC** \$95,042

**DEPRECIATION EXPENSE** \$28,433

Valle Verde Water Company  
Annual Report  
Balance Sheet Assets  
12/31/20

<b>Balance Sheet Assets</b>				
	<b>Assets</b>		Balance at Beginning of Year (2020)	Balance at End of Year (2020)
Account No.	<b>Current and Accrued Assets</b>			
131	Cash		\$141,359	\$180,758
134	Working Funds			
135	Temporary Cash Investments			
141	Customer Accounts Receivable		9,341	23,799
146	Notes Receivable from Associated Companies			
151	Plant Material and Supplies			
162	Prepayments		26,758	30,542
174	Miscellaneous Current and Accrued Assets		99,726	176,754
	<b>Total Current and Accrued Assets</b>		<b>\$277,184</b>	<b>\$411,853</b>
Account No.	<b>Fixed Assets</b>			
101	Utility Plant in Service*		\$5,279,358	\$5,315,039
103	Property Held for Future Use			
105	Construction Work in Progress		1,725	19,254
108	Accumulated Depreciation (enter as negative)*		(2,950,881)	(3,060,074)
121	Non-Utility Property			
122	Accumulated Depreciation - Non Utility			
	<b>Total Fixed Assets</b>		<b>\$2,330,202</b>	<b>\$2,274,219</b>
	<b>Total Assets</b>		<b>\$2,607,386</b>	<b>\$2,686,072</b>

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

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

<b>Balance Sheet Liabilities and Owners Equity</b>				
	<b>Liabilities</b>		Balance at Beginning of Year (2020)	Balance at End of Year (2020)
<b>Account No.</b>	<b>Current Liabilities</b>			
231	Accounts Payable		\$36,169	\$49,068
232	Notes Payable (Current Portion)			
234	Notes Payable to Associated Companies			
235	Customer Deposits		40,218	36,345
236	Accrued Taxes		15,732	3,605
237	Accrued Interest			
242	Miscellaneous Current and Accrued Liabilities			
	<b>Total Current Liabilities</b>		<b>\$92,119</b>	<b>\$89,018</b>
	<b>Long Term Debt</b>			
224	Long Term Debt (Notes and Bonds)		\$599,434	\$557,397
	<b>Deferred Credits</b>			
251	Unamortized Premium on Debt		\$0	\$0
252	Advances in Aid of Construction		820,651	880,714
255	Accumulated Deferred Investment Tax Credits			
271	Contributions in Aid of Construction		2,345,692	2,348,192
272	Less: Amortization of Contributions		(896,182)	(991,225)
281	Accumulated Deferred Income Tax			
	<b>Total Deferred Credits</b>		<b>\$2,270,161</b>	<b>\$2,237,681</b>
	<b>Total Liabilities</b>		<b>\$2,961,714</b>	<b>\$2,884,096</b>
	<b>Capital Accounts</b>			
201	Common Stock Issued		\$0	\$0
211	Other Paid-In Capital			
215	Retained Earnings		(354,328)	(198,024)
218	Proprietary Capital (Sole Props and Partnerships)			
	<b>Total Capital</b>		<b>(\$354,328)</b>	<b>(\$198,024)</b>
	<b>Total Liabilities and Capital</b>		<b>\$2,607,386</b>	<b>\$2,686,072</b>

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

Valle Verde Water Company  
Annual Report  
Water Comparative Income Statement  
12/31/20

<b>Water Comparative Income Statement</b>			
Account No.	Calendar Year	Current Year 01/01/2020 - 12/31/2020	Last Year 01/01/2019 - 12/31/2019
	<b>Operating Revenue</b>		
461	Metered Water Revenue	\$550,741	\$507,352
460	Unmetered Water Revenue		
462	Fire Protection Revenue		
469	Guaranteed Revenues (Surcharges)		
471	Miscellaneous Service Revenues		
474	Other Water Revenue	6,766	12,165
	<b>Total Revenues</b>	<b>\$557,507</b>	<b>\$519,517</b>
	<b>Operating Expenses</b>		
601	Salaries and Wages	\$85,314	\$101,279
604	Employee Pensions and Benefits		
610	Purchased Water		
615	Purchased Power	40,388	40,443
618	Chemicals	1,709	2,777
620	Materials and Supplies		
620.1	Repairs and Maintenance	8,216	7,390
620.2	Office Supplies and Expense	22,161	13,954
630	Contractual Services	1,932	
631	Contractual Services - Engineering	650	
632	Contractual Services - Accounting	9,167	8,365
633	Contractual Services - Legal	18,003	17,087
634	Contractual Services - Management Fees	109,395	116,437
635	Contractual Services - Water Testing	3,625	5,007
636	Contractual Services - Other	3,708	520
640	Rents		
641	Rental of Building/Real Property		
642	Rental of Equipment	2,425	1,775
650	Transportation Expenses	2,082	8,013
657	Insurance - General Liability	7,544	13,990
657.1	Insurance - Health and Life		
665	Regulatory Commission Expense - Rate		
670	Bad Debt Expense		
675	Miscellaneous Expense	2,350	1,397
403	Depreciation Expense (From Schedule AR4)	28,433	48,978
408	Taxes Other Than Income	6,912	8,517
408.11	Property Taxes	11,501	25,079
409	Income Taxes		
427.1	Customer Security Deposit Interest	769	767
	<b>Total Operating Expenses</b>	<b>\$366,284</b>	<b>\$421,775</b>
	<b>Operating Income / (Loss)</b>	<b>\$191,223</b>	<b>\$97,742</b>
	<b>Other Income / (Expense)</b>		
419	Interest and Dividend Income	\$0	\$0
421	Non-Utility Income	267	335
426	Miscellaneous Non-Utility (Expense)		
427	Interest (Expense)	(22,861)	(24,470)
	<b>Total Other Income / (Expense)</b>	<b>(\$22,594)</b>	<b>(\$24,135)</b>
	<b>Net Income / (Loss)</b>	<b>\$168,629</b>	<b>\$73,607</b>

**Full time equivalent employees**

	Direct Company	Allocated	Outside service	Total
President				0.0
Vice-president				0.0
Manager				0.0
Engineering Staff				0.0
System Operator(s)	1.5		difficult to	1.5
Meter reader	0.5		determine	0.5
Customer Service				0.0
Accounting				0.0
Business Office				0.0
Rates Department				0.0
Administrative Staff				0.0
Other				0.0
<b>Total</b>	2.0	0.0	0.0	2.0

<b>Supplemental Financial Data (Long-Term Debt)</b>				
	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	\$557,397			
Date of Maturity	6/1/2031			
Interest Rate	0.94%			
Current Year Interest	\$22,861			
Current Year Principal	\$42,037			

Meter Deposit Balance at Test Year End:	\$10,706
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Meter Deposits Refunded During the Test Year:	\$945
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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.**







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

<b>TREATMENT EQUIPMENT:</b>	3 chlorinators, GAC system (offline 10/2015)
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<b>STRUCTURES:</b>	12 x 12 foot office, 3 x 5 foot chlorinator
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<b>OTHER:</b>	N/A
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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
- (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	189
Method used:	(a)



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

<b>TREATMENT EQUIPMENT:</b>	Chlorinator
-----------------------------	-------------

<b>STRUCTURES:</b>	N/A
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<b>OTHER:</b>	2 work trucks owned, 1 leased
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**Provide a calculation used to determine the value of one water equivalent residential connection (ERC).**

Use one of the following methods:

- (a) If actual flow data are available from the preceding 12 months, divide the total annual single family residence (SFR) gallons sold by the average number of single family residence customers for the same period and divide the result by 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	N/A
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				
	Single-Family	Multi-Family	Commercial	Turf/Irrigation	Other Non-Residential
January	538	175	79	1	3
February	536	174	80	1	2
March	541	173	80	1	2
April	542	175	79	1	2
May	543	174	80	1	2
June	545	177	80	1	2
July	547	175	80	1	2
August	547	174	80	1	2
September	551	178	80	1	2
October	556	175	78	1	2
November	556	175	82	1	2
December	552	179	83	1	2

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				Other Non-Residential
	Single-Family	Multi-Family	Commercial	Turf/Irrigation	
January	0	0	9	0	0
February	0	0	9	0	0
March	0	0	10	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  
 12/31/20

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	0	0
February	0	0	0
March	0	0	0
April	0	0	0
May	0	0	0
June	0	0	0
July	0	0	0
August	0	0	0
September	0	0	0
October	0	0	0
November	0	0	0
December	0	0	0
<b>Total</b>	<b>0</b>	<b>0</b>	<b>0</b>

**Other (description):** N/A

**Instructions:** Fill out the Grey Cells with the 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  
 12/31/20

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

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

**Other (description):**

N/A
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**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 2020 was

\$30,513

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.

Valle Verde Water Company  
Annual Report  
Verification and Sworn Statement (Taxes)  
12/31/20

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: Dorinda Chacon, 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: 12/31/20

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.

Dorinda Chacon  
signature of owner/official

(520) 623-5172  
telephone no.

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

THIS 27<sup>th</sup> DAY OF April 2021  
Pima  
(county name)  
(month) and (year)

MY COMMISSION EXPIRES 9/01/2023  
(date)

Patrice A. Bayers  
(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: Dorinda Chacon, 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: 12/31/20

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 (\$)  
\$603,689  
(The amount in the box above includes  
\$46,182 in sales taxes  
billed or collected)

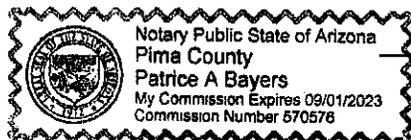
Dorinda Chacon  
signature of owner/official

(520) 623-5172  
telephone no.

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

THIS 27<sup>th</sup> DAY OF Pima  
April 2021  
(month) and (year)

MY COMMISSION EXPIRES 9/01/2023  
(date)



Patrice A. Bayers  
(signature of notary public)

**Verification and Sworn Statement (Residential Revenue)**

**Verification:**

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

County of (county name): Pima  
Name (owner or official) title: Dorinda Chacon, 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: 12/31/20

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 (\$)

\$273,121  
(The amount in the box above includes  
\$20,894 in sales taxes  
billed or collected)

Dorinda Chacon  
signature of owner/official

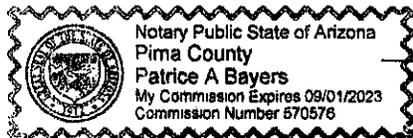
(520) 623-5172  
telephone no.

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

Pima  
(county name)

THIS 27<sup>th</sup> DAY OF April 2021  
(month) and (year)

MY COMMISSION EXPIRES 9/01/2023  
(date)



Patrice A. Bayers  
(signature of notary public)

**Full Gross-up Method for Income Tax Statement of Certification**

**Verification:**

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

County of (county name): 0 Pima  
Name (owner or official) title: 0 Dorinda Chacon, Manager  
Company name: 0 Valle Verde Water Company

FOR THE YEAR ENDING: 12/31/20

**Sworn Statement:**

IN ACCORDANCE WITH THE REQUIREMENTS OF DECISION NO. 77084, BECAUSE THE UTILITY REQUIRES THE GROSS UP OF ADVANCES AND CONTRIBUTIONS, I HEREBY STATE THAT THE UTILITY Has incurred or is expected to incur A NET INCREASE IN CURRENT INCOME TAX EXPENSE OR A DECREASE IN DEFERRED TAX ASSET FOR A CARRY FORWARD ACCORDING TO GAAP IN AN AMOUNT EQUAL TO OR GREATER THAN THE AMOUNT OF THE REQUIRED GROSS UP PAID BY DEVELOPERS IN THE PERIOD COVERED BY THIS ANNUAL REPORT.

Dorinda Chacon

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 name)

THIS

27<sup>th</sup>

DAY OF

April 2021  
(month) and (year)

MY COMMISSION EXPIRES

9/01/2023  
(date)

Patrice A. Bayes  
(signature of notary public)

