

ICR Water Users Association
Income Statement
For the Five Months Ending May 31, 2007

CLIENT'S COPY

	Current Month		Year to Date	
Revenues				
421 Accounting Credit Income	\$ 10.38	0.04	\$ 42.72	0.03
419 Interest & Dividend Income	56.10	0.20	112.19	0.09
461 Metered Water Sales ICR	13,407.97	48.61	58,285.34	46.55
461 Metered Water Sales PR	327.87	1.19	806.17	0.64
461 Metered Water Sales TRR	7,837.78	28.42	29,330.56	23.43
461 Metered Water Sales WC	2,190.81	7.94	7,436.04	5.94
474 Other Water Revenue ICR	131.52	0.48	415.08	0.33
474 Other Water Revenue PR	1.26	0.00	3.11	0.00
474 Other Water Revenue TRR	113.75	0.41	708.22	0.57
474 Other Water Revenue WC	2.65	0.01	12.55	0.01
474 Oper & Maint Rev TRR	2,500.00	9.06	6,250.00	4.99
474 Pump Station Rev TRR	500.00	1.81	1,250.00	1.00
474 Chlorination Rev TRR	500.00	1.81	1,250.00	1.00
474 Income Reimbursed TR	0.00	0.00	19,302.86	15.42
Total Revenues	27,580.09	100.00	125,204.84	100.00
Expenses				
403 Depreciation Expense	11,303.00	40.98	56,515.00	45.14
404 Amort of Contrib	(3,262.83)	(11.83)	(16,314.15)	(13.03)
408.11 Property Taxes ICR	0.00	0.00	959.92	0.77
408.11 Property Taxes TRR	0.00	0.00	603.42	0.48
409.10 Income Tax Expense	0.00	0.00	45.00	0.04
601 Acct Exp ICR	0.00	0.00	7,057.60	5.64
601 Acct Exp TRR	0.00	0.00	3,475.12	2.78
601-1 Accounting Extras ICR	1,791.90	6.50	4,605.68	3.68
601-1 Accounting Extras TRR	767.60	2.78	1,187.24	0.95
610 Purchased Water ICR	440.97	1.60	1,758.38	1.40
615 Purchased Pumping Pwr ICR	1,400.85	5.08	7,219.88	5.77
620 Rep/Maint Material/Supply	0.00	0.00	825.00	0.66
620 Rep/Maint Matl/Supply ICR	0.00	0.00	1,561.41	1.25
620 Rep/Maint Matl/Supply TRR	3,724.37	13.50	24,149.45	19.29
621 Office Expense ICR	96.00	0.35	313.23	0.25
621 Office Expense TRR	0.00	0.00	11.10	0.01
630 A-Quality Contract ICR	0.00	0.00	17,655.00	14.10
630 A-Quality Contract TRR	0.00	0.00	12,595.00	10.06
6301 A-Quality - Other IC	0.00	0.00	840.00	0.67
6301 A-Quality - Other TR	0.00	0.00	110.00	0.09
6301 A-Quality - Extras TR	0.00	0.00	105.59	0.08
630 A-Quality - Billable TR	0.00	0.00	512.50	0.41
630 Other Vend Outside Svc ICR	155.00	0.56	2,647.40	2.11
630 Other Vend Outside Svc TR	0.00	0.00	592.40	0.47
635 Water Testing ICR	70.00	0.25	725.00	0.58
635 Water Testing TRR	52.50	0.19	747.50	0.60
641 Rents ICR	300.00	1.09	1,500.00	1.20
657 Insurance-Gen Liabil ICR	0.00	0.00	3,152.80	2.52
657 Insurance-Gen Liabil TRR	0.00	0.00	4,729.20	3.78
675 Misc Operating Exp ICR	0.00	0.00	10.45	0.01
68500 Legal & Professional Exp	1,476.00	5.35	1,476.00	1.18
68500 Legal & Prof Exp ICR	290.50	1.05	461.50	0.37
68500 Legal & Prof Exp TR	181.50	0.66	181.50	0.14
760 Telephone Expense ICR	128.25	0.47	378.67	0.30
Unknown	0.00	0.00	(100.00)	(0.08)
Total Expenses	18,915.61	68.58	142,293.79	113.65

For Management Purposes Only

June 13, 2007

ICR Water Users Association
Income Statement
For the Five Months Ending May 31, 2007

CLIENT'S COPY

Net Income	\$	<u>8,664.48</u>	31.42	\$	<u>(17,088.95)</u>	(13.65)
------------	----	-----------------	-------	----	--------------------	---------

ICR Water Users Association
Balance Sheet
May 31, 2007

CLIENT'S COPY

ASSETS

Current Assets		
National Operating 0831	\$	89,430.92
ARC Checking Account		10,736.63
CD - National Bank		5,000.00
141 Accounts Receivable		<u>23,692.07</u>
 Total Current Assets		 128,859.62
Property and Equipment		
101 Utilities Plant in Svc ICR		1,445,354.37
101 Utilities Plant in Svc TRR		2,465,942.89
101 Utilities Plant in Svc WC		1,436,950.60
108 Less: Accum Depr-Util Plan		<u>(657,882.00)</u>
 Total Property and Equipment		 4,690,365.86
Other Assets		
105 Constr Work in Progress		9,804.95
186.1 Deferred Rate Exp ICR		6,607.02
186.1 Deferred Rate Exp TR		<u>2,789.28</u>
 Total Other Assets		 <u>19,201.25</u>
 Total Assets	\$	 <u><u>4,838,426.73</u></u>

LIABILITIES AND CAPITAL

Current Liabilities		
23100 Sales Tax Payable	\$	1,680.37
235 Customer Security Dep ICR		6,164.00
235 Customer Security Dep TRR		9,186.00
Suspense-Clearing Account		<u>150.81</u>
 Total Current Liabilities		 17,181.18
Long-Term Liabilities		
Note Payable to WC		1,436,951.00
Note Payable to TRR		2,435,747.00
252 Advances in Aid of Constr		40,981.79
252 Adv in Aid of Constr ICR		12,633.18
252 Adv in Aid of Constr TRR		16,725.00
271 Contrib in Aid of Constr		1,419,166.88
272 Less: Accum Amort Contrib		<u>(90,942.11)</u>
 Total Long-Term Liabilities		 <u>5,271,262.74</u>
 Total Liabilities		 5,288,443.92
Capital		
215 Retained Earnings		(432,928.24)
Net Income		<u>(17,088.95)</u>
 Total Capital		 <u>(450,017.19)</u>
 Total Liabilities & Capital	\$	 <u><u>4,838,426.73</u></u>

**ICR Water Users Association
Cash Disbursements Journal
For the Period From May 1, 2007 to May 31, 2007**

Filter Criteria includes: Report order is by Check Number. Report is printed in Detail Format.

Date	Check	Account ID	Line Description	Debit Amount	Credit Amount
5/1/07	1575	60110-IC	ICR April 2007 Manager Services	970.90	
		60110-TR	TRR April 2007 Manager Services	416.10	
		60110-IC	ICR April 2007 Bookkeeping	108.50	
		60110-TR	TRR April 2007 Bookkeeping	46.50	
		60110-IC	ICR April 2007 bills	712.50	
		60110-TR	TRR April 2007 bills	305.00	
		10200	MDI Financial Services, Inc		2,559.50
5/1/07	1576	68500	Rate case filing thru 2/28/07	1,476.00	
		10200	Snell & Wilmer		1,476.00
5/1/07	1577	68500-IC	ICR Finance Application thru 12/31/06	53.20	
		68500-TR	TRR Finance Application thru 12/31/06	79.80	
		10200	Snell & Wilmer		133.00
5/9/07	1579	62000-TR	TRR Inv S129301185.001	79.51	
		10200	HD Supply		79.51
5/9/07	1580	63050-IC	ICR Inv 1578 Almosta Ranch maint.	100.00	
		10200	Hector's Landscaping		100.00
5/9/07	1581	10100-IC	ICR Inv 4976618 Setter	97.16	
		10100-TR	TRR Inv 5018430 Setter	97.16	
		10100-TR	TRR Inv 5070245 Meters	1,331.97	
		10100-IC	ICR Inv 5070428 Meters	971.57	
		10100-TR	TRR Inv 5073138 Meters	1,115.36	
		10200	HD Supply Waterworks LTD		3,613.22
5/9/07	1582	76000-IC	Bill date 4/22/07	64.40	
		10200	Qwest		64.40
5/9/07	1583	63050-IC	Inv 49787 Monthly assessment	15.00	
		10200	AZ Blue Stake Inc		15.00
5/16/07	1584	62100-IC	12 PO Box renewal 6/1-5/31/08	96.00	
		10200	Postmaster		96.00
5/9/07	1585	64100-IC	Conference rental	300.00	
		10200	Williamson Valley Investors II		300.00
5/16/07	1586	23100	TPT April 2007	1,280.24	
		41000	Accounting credit		10.38
		10200	Arizona Department of Revenue		1,269.86
5/17/07	1587	61000-IC	April 2007 water pumped	461.17	
		61000-IC	March 2007 over payment		20.20
		10200	Aqua Meadows LLC		440.97
5/17/07	1588	62000-TR	TRR Inv ICRUA042707-1 Replace Modicon	3,644.86	
			Momentum PLC		
		10200	Automation Electric		3,644.86
5/21/07	1589	18610-TR	TRR Inv 1000002339 Rate Case	1,511.37	
		18610-IC	ICR Inv 1000002339 Rate Case	3,526.53	
		10200	Thomas J Bourassa CPA		5,037.90
5/23/07	1590	18610-TR	TRR Rate case	121.41	
		18610-IC	ICR Rate case	283.29	
		68500-TR	TRR Legal fees	101.70	
		68500-IC	ICR Legal fees	237.30	
		10200	Snell & Wilmer		743.70
5/23/07	1591	10500	1/2 Deposit Brown Vinyl chain link fence	4,300.00	
		10200	Prescott Fence Co.		4,300.00

**ICR Water Users Association
Cash Disbursements Journal
For the Period From May 1, 2007 to May 31, 2007**

Filter Criteria includes: Report order is by Check Number. Report is printed in Detail Format.

Date	Check	Account ID	Line Description	Debit Amount	Credit Amount
5/23/07	1592	63500-IC 63500-TR 10200	ICR monthly Bac T tests Inv 25175267 TRR monthly Bac T tests Inv 25175267 Western Technologies	70.00 52.50	122.50
5/23/07	1593	63050-IC 10200	ICR Almosta Ranch Backflow test Inv 0185256 Tri-City Backflow Testing LLC	40.00	40.00
5/31/07	1594	61500-IC 61500-IC 61500-IC 10200	#165852284 Plant #074944287 Booster station #362664289 ICR well APS	28.30 564.61 807.94	1,400.85
5/31/07	1595	76000-IC 10200	Bill date 5/22/07 Qwest	63.85	63.85
5/31/07	1596	10500 10200	Final payment fence @ Mint Creek Pump House Prescott Fence Co.	4,304.95	4,304.95
Total				29,836.65	29,836.65

**ICR Water Users Association
Check Register
For the Period From May 1, 2006 to May 31, 2006**

Filter Criteria includes: Report order is by Check Number.

Check #	Date	Payee	Cash Account	Amount
1288	5/1/06	MDI Financial Services, Inc	10200	1,855.00
1289	5/1/06	Boyle, Pecharich, Cline & Whittington	10200	80.51
1290	5/1/06	AZ Blue Stake Inc	10200	11.26
1291	5/1/06	Western Technologies	10200	48.00
1292	5/1/06	Williamson Valley Investors II	10200	300.00
1293	5/3/06	Aqua Meadows LLC	10200	409.27
1294	5/3/06	Qwest	10200	64.05
1295	5/3/06	a Quality Water Co. LLC	10200	7,632.50
1296	5/3/06	HD Supply Waterworks LTD	10200	1,721.09
1297	5/9/06	USA Blue Book	10200	400.88
1298	5/9/06	Painted Desert Realty	10200	140.00
1299	5/9/06	Bradshaw Mountain Diagnostic	10200	224.00
1300	5/9/06	Weber's Insurance Services, Inc	10200	600.00
1301	5/11/06	Postmaster	10200	70.00
1302	5/11/06	Ericksen Landscaping	10200	181.59
1303	5/11/06	McCrometer Inc	10200	150.01
1304	5/11/06	Western Technologies	10200	437.50
1305	5/18/06	MDI Financial Services, Inc	10200	390.70
1306	5/18/06	Color Factor	10200	605.00
1307	5/18/06	Arizona Department of Revenue	10200	1,122.91
1308	5/31/06	APS	10200	1,524.36
1309	5/31/06	Qwest	10200	63.33
1310	5/31/06	Core Utilities	10200	350.00
1311	5/31/06	Siemens Energy & Automation	10200	1,073.31
Total				<u>19,455.27</u>