

ICR Water Users Association Inc
General Journal
For the Period From Dec 1, 2009 to Dec 31, 2009

Filter Criteria includes: Report order is by Date. Report is printed with Accounts having Zero Amounts and with shortened descriptions and in Detail Format.

| Date | Account ID | Reference | Trans Description | Debit Amt | Credit Amt |
|----------|--|-----------|---|--|--|
| 12/1/09 | 27200-TR 27101-TR | JE01 | Change misposted Aug JE02 Change misposted Aug JE02 | 30,000.00 | 30,000.00 |
| 12/1/09 | 10100-TR 10102-IC 10800-IC 10800-TR 10801-IC 10802-IC 25205-IC 25205-IC 25205-IC 25205-IC 40300-IC 40300-TR 40302-IC 21500 | JE02 | Asset adj per Bob Busch Asset adj per Bob Busch Adj Accum Depr per tax prog Adj Accum Depr per tax prog Adj Accum Depr per tax prog Adj Accum Depr per tax prog Asset adj per Bob Busch Asset adj per Bob Busch Asset adj per Bob Busch Asset adj per Bob Busch Adj depr per tax prog Adj depr per tax prog Adj depr per tax prog Adj depr per tax prog | 40,249.15 187,092.00 271,469.32 4,499.04 72,632.00 15.83 4,243.07 3,366.04 | 256,069.98 67,603.00 80,732.00 178,658.00 334.27 169.20 |
| 12/1/09 | 89000 10200 89000 10200 | JE03 | NSF Cust 2007201 NSF Cust 2007201 NSF Cust 2015702 NSF Cust 2015702 | 128.25 23.54 | 128.25 23.54 |
| 12/1/09 | 40300-IC 40301-IC 40302-IC 40300-TR 10800-IC 10801-IC 10802-IC 10800-TR 27200-IC 40400-IC 27200-TR 40400-TR 27201-IC 40401-IC 40300-TR 10800-TR 27200-TR 40400-TR 40300-IC 10800-IC 40300-TR 10800-TR | depr | Depreciation Depreciation Depreciation Depreciation Depreciation Depreciation Depreciation Depreciation Amort for Contrib Assets Amort for Contrib Assets Amort for Contrib Assets Amort for Contrib Assets Amort for Contrib Assets Amort for Contrib Assets Depr new Aug assets Depr new Aug assets Amort new Aug assets Amort new Aug assets Depr file cabs Depr file cabs (340) missed prev Depr 331 Prop missed prev Depr file cabs (340) missed prev | 2,614.50 705.00 4,547.33 22,135.67 2,467.84 6,904.03 704.87 289.04 26.80 4.50 1.67 | 2,614.50 705.00 4,547.33 22,135.67 2,467.84 6,904.03 704.87 289.04 26.80 4.50 1.67 |
| 12/31/09 | 10200 41900 10200 67500-IC 67500-TR 10400 41900 | 12/31/09 | Interest Income Interest Income Service Charge Service Charge Interest Income Interest Income | 25.41 27.00 18.00 33.21 | 25.41 45.00 33.21 |
| 12/31/09 | 10900 14100 47100-TR 47102-IC 23100 23501-TR 23502-IC 25200-TR | JE04 | Receipts A/R Estab fees TR Estab fees WC Estab fees s/tax Sec dep TR Sec dep WC Meter dep TR | 18,753.72 | 16,591.35 150.00 75.00 14.31 300.00 150.00 520.00 |

ICR Water Users Association Inc
General Journal

For the Period From Dec 1, 2009 to Dec 31, 2009

Filter Criteria includes: Report order is by Date. Report is printed with Accounts having Zero Amounts and with shortened descriptions and in Detail Format.

| Date | Account ID | Reference | Trans Description | Debit Amt | Credit Amt |
|----------|------------|--------------|--|-------------------|-------------------|
| | 63210-IC | | MDI refund from 2008 | | 953.06 |
| 12/31/09 | 14100 | JE05 | A/R | 21,360.49 | |
| | 46110-IC | | Sales ICR Res | | 8,236.37 |
| | 46120-IC | | Sales ICR Coml | | 43.89 |
| | 46111-IC | | Sales PR Res | | 53.80 |
| | 46121-IC | | Sales PR Coml | | 50.00 |
| | 46112-IC | | Sales WC Res | | 1,547.24 |
| | 46122-IC | | Sales WC Coml | | 200.00 |
| | 46110-TR | | Sales TR Res | | 5,103.25 |
| | 46120-TR | | Sales TR Coml | | 2,294.19 |
| | 46510-TR | | Sales TR Lake | | 2,121.00 |
| | 23100 | | Sales Tax | | 1,247.90 |
| | 23100 | | Sales Tax gallon | | 21.74 |
| | 47100-IC | | Late charge IC | | 11.42 |
| | 47101-IC | | Late charge PR | | 0.42 |
| | 47102-IC | | Late charge WC | | 1.83 |
| | 47100-TR | | Late charge TR | | 11.21 |
| | 47100-TR | | Late charge Lake | | 108.48 |
| | 89000 | | Cred bal ref IC | | 48.08 |
| | 89000 | | Cred bal ref TR | | 131.86 |
| | 23501-IC | | Sec dep ref IC | 100.00 | |
| | 89000 | | Re-billed for NSF | | 45.00 |
| | 89000 | | Re-billed for NSF | | 128.25 |
| | 89000 | | Re-billed for NSF | | 54.56 |
| 12/31/09 | 67500-IC | JE06 | Undercollected gal tax | 0.39 | |
| | 23100 | | Undercollected gal tax | | 0.39 |
| 12/31/09 | 23101 | JE07 | Distribute Snell pmt to Snell a/p acco | | 4,491.79 |
| | 23101-IC | | Distribute Snell pmt to Snell a/p acco | 3,144.25 | |
| | 23101-TR | | Distribute Snell pmt to Snell a/p acco | 1,347.54 | |
| 12/31/09 | 25204-TR | JE08 | Book 15% for Devel Repmt WC | 175.36 | |
| | 23111-IC | | Book 15% for Devel Repmt WC | | 175.36 |
| | 25205-IC | | Book 15% for Devel Repmt TR | 1,091.93 | |
| | 23111-TR | | Book 15% for Devel Repmt TR | | 1,091.93 |
| 12/31/09 | 25211-IC | JE09 | Move total payments to separate led | | 984.29 |
| | 25211-TR | | Move total payments to separate led | | 3,578.63 |
| | 21500 | | Move total payments to separate led | 4,562.92 | |
| | | Total | | 704,759.71 | 704,759.71 |

ICR Water Users Association Inc

Vendor Ledgers

For the Period From Jan 1, 2009 to Dec 31, 2009

Filter Criteria includes: 1) IDs from Talk to Talk. Report order is by ID.

| Vendor | Date | Trans No | Type | Paid | Debit Amt |
|-----------------------|----------|----------|------|------|------------------|
| Talking Rock Land LLC | 4/10/09 | 2111 | CDJ | | 3,450.00 |
| Talking Rock Land LLC | 4/16/09 | 2112 | CDJ | | 832.83 |
| Talking Rock Land LLC | 5/12/09 | 2131 | CDJ | | 926.52 |
| Talking Rock Land LLC | 5/12/09 | 2132 | CDJ | | 1,150.00 |
| Talking Rock Land LLC | 6/10/09 | 2165 | CDJ | | 1,150.00 |
| Talking Rock Land LLC | 6/10/09 | 2170 | CDJ | | 1,374.10 |
| Talking Rock Land LLC | 7/10/09 | 2194 | CDJ | | 1,150.00 |
| Talking Rock Land LLC | 7/10/09 | 2195 | CDJ | | 1,533.06 |
| Talking Rock Land LLC | 8/10/09 | 2228 | CDJ | | 1,150.00 |
| Talking Rock Land LLC | 8/10/09 | 2229 | CDJ | | 1,515.18 |
| Talking Rock Land LLC | 9/10/09 | 2406 | CDJ | | 1,694.22 |
| Talking Rock Land LLC | 9/10/09 | 2407 | CDJ | | 1,150.00 |
| Talking Rock Land LLC | 10/8/09 | 2432 | CDJ | | 1,150.00 |
| Talking Rock Land LLC | 10/8/09 | 2433 | CDJ | | 1,991.33 |
| Talking Rock Land LLC | 11/10/09 | 2469 | CDJ | | 1,150.00 |
| Talking Rock Land LLC | 11/10/09 | 2470 | CDJ | | 1,741.43 |
| Talking Rock Land LLC | 12/2/09 | 2482 | CDJ | | 2,002.11 |
| Talking Rock Land LLC | 12/2/09 | 2483 | CDJ | | 1,150.00 |
| | | | | | <u>26,260.78</u> |

ICR Water Users Association Inc

Vendor Ledgers

For the Period From Jan 1, 2009 to Dec 31, 2009

Filter Criteria includes: 1) IDs from Whis to Whis. Report order is by ID.

| Vendor | Date | Trans No | Type | Paid | Debit Amt |
|--------------------|----------|----------|------|------|-----------------|
| Whispering Canyons | 4/10/09 | 2113 | CDJ | | 1,500.00 |
| Whispering Canyons | 4/10/09 | 2114 | CDJ | | 213.38 |
| Whispering Canyons | 5/12/09 | 2129 | CDJ | | 217.02 |
| Whispering Canyons | 5/12/09 | 2130 | CDJ | | 500.00 |
| Whispering Canyons | 6/10/09 | 2163 | CDJ | | 500.00 |
| Whispering Canyons | 6/10/09 | 2164 | CDJ | | 274.45 |
| Whispering Canyons | 7/10/09 | 2197 | CDJ | | 366.24 |
| Whispering Canyons | 7/13/09 | 2196 | CDJ | | 500.00 |
| Whispering Canyons | 8/10/09 | 2230 | CDJ | | 500.00 |
| Whispering Canyons | 8/10/09 | 2231 | CDJ | | 311.65 |
| Whispering Canyons | 9/10/09 | 2409 | CDJ | | 348.40 |
| Whispering Canyons | 9/10/09 | 2413 | CDJ | | 500.00 |
| Whispering Canyons | 10/8/09 | 2434 | CDJ | | 500.00 |
| Whispering Canyons | 10/8/09 | 2435 | CDJ | | 357.70 |
| Whispering Canyons | 11/10/09 | 2471 | CDJ | | 500.00 |
| Whispering Canyons | 11/10/09 | 2472 | CDJ | | 358.29 |
| Whispering Canyons | 12/2/09 | 2484 | CDJ | | 392.25 |
| Whispering Canyons | 12/2/09 | 2485 | CDJ | | 500.00 |
| | | | | | <u>8,339.38</u> |

ICR Water Users Association Inc
Income Statement
For the Twelve Months Ending December 31, 2009

CLIENT'S COPY

| | Current Month | | Year to Date | |
|--------------------------------|------------------|---------------|-------------------|---------------|
| Revenues | | | | |
| 421 Accounting Credit Income | \$ 16.75 | 0.08 | \$ 201.70 | 0.05 |
| 419 Interest & Dividend Income | 58.62 | 0.29 | 207.54 | 0.05 |
| 461 Metered Water Sales ICR | 0.00 | 0.00 | 43,936.95 | 10.55 |
| 461 Metered Water Sales TRR | 0.00 | 0.00 | 35,576.85 | 8.54 |
| 461 Metered Water Sales PR | 0.00 | 0.00 | 558.43 | 0.13 |
| 461 Metered Water Sales WC | 0.00 | 0.00 | 8,514.77 | 2.04 |
| 461.1 Resident Water Sales ICR | 8,236.37 | 41.01 | 93,470.18 | 22.45 |
| 461.1 Resident Water Sales TR | 5,103.25 | 25.41 | 45,661.20 | 10.97 |
| 461.1 Resident Water Sales PR | 53.80 | 0.27 | 436.80 | 0.10 |
| 461.1 Resident Water Sales WC | 1,547.24 | 7.70 | 13,395.63 | 3.22 |
| 461.2 Comml Water Sales ICR | 43.89 | 0.22 | 769.68 | 0.18 |
| 461.2 Comml Water Sales TRR | 2,294.19 | 11.42 | 29,063.97 | 6.98 |
| 461.2 Comml Water Sales PR | 50.00 | 0.25 | 768.12 | 0.18 |
| 461.2 Comml Water Sales WC | 200.00 | 1.00 | 1,659.97 | 0.40 |
| 465.1 Lake Water Sales TRR | 2,121.00 | 10.56 | 89,185.60 | 21.42 |
| 471 Other Water Revenue ICR | 11.42 | 0.06 | 677.86 | 0.16 |
| 471 Other Water Revenue TRR | 269.69 | 1.34 | 1,166.51 | 0.28 |
| 471 Other Water Revenue PR | 0.42 | 0.00 | 5.09 | 0.00 |
| 471 Other Water Revenue WC | 76.83 | 0.38 | 201.61 | 0.05 |
| 471 Oper & Maint Rev TRR | 0.00 | 0.00 | 25,448.00 | 6.11 |
| 471 Pump Station Rev TRR | 0.00 | 0.00 | 5,090.00 | 1.22 |
| 471 Chlorination Rev TRR | 0.00 | 0.00 | 5,090.00 | 1.22 |
| 471 True Up TRR | 0.00 | 0.00 | 13,600.36 | 3.27 |
| 471 Income Reimbursed TR | 0.00 | 0.00 | 1,698.43 | 0.41 |
| Total Revenues | 20,083.47 | 100.00 | 416,385.25 | 100.00 |
| Expenses | | | | |
| 403 Depreciation Expense ICR | 2,634.83 | 13.12 | 31,447.00 | 7.55 |
| 403 Depreciation Expense TRR | 26,669.45 | 132.79 | 271,355.00 | 65.17 |
| 403 Depreciation Expense PR | 705.00 | 3.51 | 8,460.00 | 2.03 |
| 403 Depreciation Expense WC | 7,913.37 | 39.40 | 57,934.00 | 13.91 |
| 404 Amort of Contrib ICR | (2,467.84) | (12.29) | (36,612.61) | (8.79) |
| 404 Amort of Contrib TR | (6,930.83) | (34.51) | (41,558.18) | (9.98) |
| 404 Amort of Contrib PR | (704.87) | (3.51) | (8,458.44) | (2.03) |
| 408.11 Property Taxes ICR | 0.00 | 0.00 | 4,177.46 | 1.00 |
| 408.11 Property Taxes TRR | 0.00 | 0.00 | 2,748.11 | 0.66 |
| 610 Purchased Water ICR | 562.96 | 2.80 | 7,082.30 | 1.70 |
| 615 Purchased Pumping Pwr ICR | 1,403.24 | 6.99 | 17,732.60 | 4.26 |
| 615 Purchased Pumping Pwr TRR | 4,368.13 | 21.75 | 57,812.58 | 13.88 |
| 618 Chemicals ICR | 0.00 | 0.00 | 417.58 | 0.10 |
| 618 Chemicals TRR | 0.00 | 0.00 | 1,670.32 | 0.40 |
| 620 Rep/Maint Matl/Supply ICR | 2,438.47 | 12.14 | 2,926.75 | 0.70 |
| 620 Rep/Maint Matl/Supply TRR | 512.61 | 2.55 | 13,199.85 | 3.17 |
| 621 Office Expense ICR | 0.00 | 0.00 | 2,941.56 | 0.71 |
| 621 Office Expense TRR | 0.00 | 0.00 | 2,235.15 | 0.54 |
| 632 Acct Exp ICR | 905.00 | 4.51 | 11,526.66 | 2.77 |
| 632 Acct Exp TRR | 532.50 | 2.65 | 7,037.77 | 1.69 |
| 632-1 Accounting Extras ICR | (622.58) | (3.10) | 4,028.62 | 0.97 |
| 632-1 Accounting Extras TRR | 246.03 | 1.23 | 3,673.02 | 0.88 |
| 634 Exp Manager ICR | 0.00 | 0.00 | 11,628.00 | 2.79 |
| 634 Exp Manager TRR | 0.00 | 0.00 | 7,752.00 | 1.86 |
| 635 Water Testing ICR | 72.00 | 0.36 | 2,928.60 | 0.70 |
| 635 Water Testing TRR | 72.00 | 0.36 | 2,889.90 | 0.69 |
| 636 A-Quality Contract ICR | 1,390.00 | 6.92 | 17,629.50 | 4.23 |
| 636 A-Quality Contract TRR | 5,230.00 | 26.04 | 62,980.00 | 15.13 |

For Management Purposes Only

ICR Water Users Association Inc
Income Statement
For the Twelve Months Ending December 31, 2009

| | Current Month | | Year to Date | |
|--------------------------------|----------------|----------|-----------------|---------|
| 6361 A-Quality - Other IC | 660.00 | 3.29 | 862.65 | 0.21 |
| 6361 A-Quality - Other TR | 0.00 | 0.00 | 1,612.40 | 0.39 |
| 6361 A-Quality - Extras IC | 0.00 | 0.00 | 340.00 | 0.08 |
| 6361 A-Quality - Extras TR | 0.00 | 0.00 | 1,543.00 | 0.37 |
| 636 Other Vend Outside Svc ICR | 36.00 | 0.18 | 2,247.54 | 0.54 |
| 636 Other Vend Outside Svc TR | 24.00 | 0.12 | 12,080.11 | 2.90 |
| 636 Outside Serv Billable TRR | 0.00 | 0.00 | 35.00 | 0.01 |
| 641 Rents ICR | 60.00 | 0.30 | 540.00 | 0.13 |
| 641 Rents TRR | 40.00 | 0.20 | 360.00 | 0.09 |
| 657 Insurance-Gen Liabil ICR | 0.00 | 0.00 | 4,807.00 | 1.15 |
| 657 Insurance-Gen Liabil TRR | 0.00 | 0.00 | 4,807.00 | 1.15 |
| 666 Rate Case Legal Expense IC | 0.00 | 0.00 | 231.14 | 0.06 |
| 666 Rate Case Legal Expense TR | 0.00 | 0.00 | 3,321.76 | 0.80 |
| 670 Bad Debt Expense IC | 0.00 | 0.00 | 21.28 | 0.01 |
| 670 Bad Debt Expense TR | 0.00 | 0.00 | 1,982.43 | 0.48 |
| 670 Bad Debt Expense WC | 0.00 | 0.00 | 105.75 | 0.03 |
| 675 Misc Operating Expenses | 0.00 | 0.00 | 70.00 | 0.02 |
| 675 Misc Operating Exp ICR | 27.39 | 0.14 | 383.34 | 0.09 |
| 675 Misc Operating Exp TRR | 1,238.28 | 6.17 | 1,406.67 | 0.34 |
| 68500 Legal & Prof Exp ICR | 81.90 | 0.41 | 7,103.46 | 1.71 |
| 68500 Legal & Prof Exp TR | 54.60 | 0.27 | 2,510.40 | 0.60 |
| 760 Telephone Expense ICR | 81.63 | 0.41 | 549.60 | 0.13 |
| 760 Telephone Expense TRR | 54.42 | 0.27 | 239.43 | 0.06 |
| NSF Checks Not Cleared | (76.02) | (0.38) | (21.46) | (0.01) |
| | <hr/> | | <hr/> | |
| Total Expenses | 47,211.67 | 235.08 | 574,723.60 | 138.03 |
| | <hr/> | | <hr/> | |
| Net Income | \$ (27,128.20) | (135.08) | \$ (158,338.35) | (38.03) |
| | <hr/> | | <hr/> | |

For Management Purposes Only

January 7, 2010

ICR Water Users Association Inc
Balance Sheet
December 31, 2009

ASSETS

| | | |
|--------------------------------|----|-----------------------------|
| Current Assets | | |
| Summit Bank 1722 | \$ | 111,497.75 |
| ARC Checking Account | | 20,763.74 |
| CD - Summit Bank | | 5,034.49 |
| 141 Accounts Receivable | | 28,915.60 |
| | | <hr/> |
| Total Current Assets | | 166,211.58 |
| Property and Equipment | | |
| 101 Utilities Plant in Svc ICR | | 1,462,783.25 |
| 101 Utilities Plant in Svc TRR | | 8,022,273.00 |
| 101 Utilities Plant in Svc PR | | 404,488.00 |
| 101 Utilities Plant in Svc WC | | 2,061,661.00 |
| 101 Land ICR | | 9,880.00 |
| 101 Land TRR | | 30,000.00 |
| 108 Accum Depr-Util Plan ICR | | (392,772.00) |
| 108 Accum Depr-Util Plan TR | | (824,736.00) |
| 108 Accum Depr-Util Plan PR | | (31,726.00) |
| 108 Accum Depr-Util Plan WC | | (301,285.00) |
| | | <hr/> |
| Total Property and Equipment | | 10,440,566.25 |
| Other Assets | | |
| 186.1 Deferred Rate Exp ICR | | 93,005.83 |
| 186.1 Deferred Rate Exp TR | | 26,994.17 |
| | | <hr/> |
| Total Other Assets | | 120,000.00 |
| | | <hr/> |
| Total Assets | \$ | <u><u>10,726,777.83</u></u> |

LIABILITIES AND CAPITAL

| | | |
|--------------------------------|----|--------------|
| Current Liabilities | | |
| 23100 Sales Tax Payable | \$ | 1,284.34 |
| 231 Accounts Payable | | 136.50 |
| 231 Snell Payable - ICR | | 68,645.44 |
| 231 Snell Payable - TR | | 32,784.14 |
| 231 Adv in Aid Payable - WC | | 1,159.65 |
| 231 Adv in Aid Payable - TR | | 4,670.56 |
| 235 Customer Security Dep ICR | | 4,664.00 |
| 235 Customer Security Dep TRR | | 7,987.59 |
| 235 Customer Security Dep WC | | 300.00 |
| | | <hr/> |
| Total Current Liabilities | | 121,632.22 |
| Long-Term Liabilities | | |
| 252 Advances in Aid of Constr | | 23,984.29 |
| 252 Adv in Aid of Constr ICR | | 11,683.18 |
| 252 Adv in Aid of Constr TRR | | 24,442.50 |
| 252 Adv in Aid of Constr WC | | 250.00 |
| 25201 Advance in Aid Const TRR | | 4,373,125.73 |
| 25201 Advances in Aid Const WC | | 2,052,229.96 |
| 271 Contrib Aid of Const ICR | | 1,422,939.01 |
| 271 Contrib Aid of Const TRR | | 3,602,813.00 |
| 271 Contrib Aid of Const PR | | 404,488.00 |
| 272 Less: Accum Amort Cont IC | | (159,742.80) |
| 272 Less: Accum Amort Cont TR | | (41,558.18) |

Unaudited - For Management Purposes Only

ICR Water Users Association Inc
Balance Sheet
December 31, 2009

| | | |
|-------------------------------|---------------------|-------------------------|
| 272 Less: Accum Amort Cont PR | <u>(43,471.31)</u> | |
| Total Long-Term Liabilities | | <u>11,671,183.38</u> |
| Total Liabilities | | 11,792,815.60 |
| Capital | | |
| 215 Retained Earnings | (907,699.42) | |
| Net Income | <u>(158,338.35)</u> | |
| Total Capital | | <u>(1,066,037.77)</u> |
| Total Liabilities & Capital | | <u>\$ 10,726,777.83</u> |

Inscription Canyon Division
Income Statement
For the Twelve Months Ending December 31, 2009

CLIENT'S COPY

| | Current Month | | Year to Date | |
|--------------------------------|----------------------|----------------|---------------------|---------------|
| Revenues | | | | |
| 461 Metered Water Sales ICR | \$ 0.00 | 0.00 | \$ 43,936.95 | 26.73 |
| 461 Metered Water Sales PR | 0.00 | 0.00 | 558.43 | 0.34 |
| 461 Metered Water Sales WC | 0.00 | 0.00 | 8,514.77 | 5.18 |
| 461.1 Resident Water Sales ICR | 8,236.37 | 80.59 | 93,470.18 | 56.86 |
| 461.1 Resident Water Sales PR | 53.80 | 0.53 | 436.80 | 0.27 |
| 461.1 Resident Water Sales WC | 1,547.24 | 15.14 | 13,395.63 | 8.15 |
| 461.2 Comm Water Sales ICR | 43.89 | 0.43 | 769.68 | 0.47 |
| 461.2 Comm Water Sales PR | 50.00 | 0.49 | 768.12 | 0.47 |
| 461.2 Comm Water Sales WC | 200.00 | 1.96 | 1,659.97 | 1.01 |
| 471 Other Water Revenue ICR | 11.42 | 0.11 | 677.86 | 0.41 |
| 471 Other Water Revenue PR | 0.42 | 0.00 | 5.09 | 0.00 |
| 471 Other Water Revenue WC | 76.83 | 0.75 | 201.61 | 0.12 |
| Total Revenues | 10,219.97 | 100.00 | 164,395.09 | 100.00 |
| Expenses | | | | |
| 403 Depreciation Expense ICR | 2,634.83 | 25.78 | 31,447.00 | 19.13 |
| 403 Depreciation Expense PR | 705.00 | 6.90 | 8,460.00 | 5.15 |
| 403 Depreciation Expense WC | 7,913.37 | 77.43 | 57,934.00 | 35.24 |
| 404 Amort of Contrib ICR | (2,467.84) | (24.15) | (36,612.61) | (22.27) |
| 404 Amort of Contrib PR | (704.87) | (6.90) | (8,458.44) | (5.15) |
| 408.11 Property Taxes ICR | 0.00 | 0.00 | 4,177.46 | 2.54 |
| 610 Purchased Water ICR | 562.96 | 5.51 | 7,082.30 | 4.31 |
| 615 Purchased Pumping Pwr ICR | 1,403.24 | 13.73 | 17,732.60 | 10.79 |
| 618 Chemicals ICR | 0.00 | 0.00 | 417.58 | 0.25 |
| 620 Rep/Maint Matl/Supply ICR | 2,438.47 | 23.86 | 2,926.75 | 1.78 |
| 621 Office Expense ICR | 0.00 | 0.00 | 2,941.56 | 1.79 |
| 632 Acct Exp ICR | 905.00 | 8.86 | 11,526.66 | 7.01 |
| 632-1 Accounting Extras ICR | (622.58) | (6.09) | 4,028.62 | 2.45 |
| 634 Exp Manager ICR | 0.00 | 0.00 | 11,628.00 | 7.07 |
| 635 Water Testing ICR | 72.00 | 0.70 | 2,928.60 | 1.78 |
| 636 A-Quality Contract ICR | 1,390.00 | 13.60 | 17,629.50 | 10.72 |
| 6361 A-Quality - Other IC | 660.00 | 6.46 | 862.65 | 0.52 |
| 6361 A-Quality - Extras IC | 0.00 | 0.00 | 340.00 | 0.21 |
| 636 Other Vend Outside Svc ICR | 36.00 | 0.35 | 2,247.54 | 1.37 |
| 641 Rents ICR | 60.00 | 0.59 | 540.00 | 0.33 |
| 657 Insurance-Gen Liabil ICR | 0.00 | 0.00 | 4,807.00 | 2.92 |
| 666 Rate Case Legal Expense IC | 0.00 | 0.00 | 231.14 | 0.14 |
| 670 Bad Debt Expense IC | 0.00 | 0.00 | 21.28 | 0.01 |
| 670 Bad Debt Expense WC | 0.00 | 0.00 | 105.75 | 0.06 |
| 675 Misc Operating Exp ICR | 27.39 | 0.27 | 383.34 | 0.23 |
| 68500 Legal & Prof Exp ICR | 81.90 | 0.80 | 7,103.46 | 4.32 |
| 760 Telephone Expense ICR | 81.63 | 0.80 | 549.60 | 0.33 |
| Total Expenses | 15,176.50 | 148.50 | 152,981.34 | 93.06 |
| Net Income | \$ (4,956.53) | (48.50) | \$ 11,413.75 | 6.94 |

For Management Purposes Only

Inscription Canyon Division
Balance Sheet
December 31, 2009

ASSETS

Current Assets

| | | |
|----------------------|--|------|
| Total Current Assets | | 0.00 |
|----------------------|--|------|

Property and Equipment

| | | |
|--------------------------------|-----------------|--|
| 101 Utilities Plant in Svc ICR | \$ 1,462,783.25 | |
| 101 Utilities Plant in Svc PR | 404,488.00 | |
| 101 Utilities Plant in Svc WC | 2,061,661.00 | |
| 101 Land ICR | 9,880.00 | |
| 108 Accum Depr-Util Plan ICR | (392,772.00) | |
| 108 Accum Depr-Util Plan PR | (31,726.00) | |
| 108 Accum Depr-Util Plan WC | (301,285.00) | |

| | | |
|------------------------------|--|--------------|
| Total Property and Equipment | | 3,213,029.25 |
|------------------------------|--|--------------|

Other Assets

| | | |
|-----------------------------|-----------|--|
| 186.1 Deferred Rate Exp ICR | 93,005.83 | |
|-----------------------------|-----------|--|

| | | |
|--------------------|--|-----------|
| Total Other Assets | | 93,005.83 |
|--------------------|--|-----------|

| | | |
|--------------|--|-----------------|
| Total Assets | | \$ 3,306,035.08 |
|--------------|--|-----------------|

LIABILITIES AND CAPITAL

Current Liabilities

| | | |
|-------------------------------|--------------|--|
| 231 Snell Payable - ICR | \$ 68,645.44 | |
| 231 Adv in Aid Payable - WC | 1,159.65 | |
| 235 Customer Security Dep ICR | 4,664.00 | |
| 235 Customer Security Dep WC | 300.00 | |

| | | |
|---------------------------|--|-----------|
| Total Current Liabilities | | 74,769.09 |
|---------------------------|--|-----------|

Long-Term Liabilities

| | | |
|--------------------------------|--------------|--|
| 252 Adv in Aid of Constr ICR | 11,683.18 | |
| 252 Adv in Aid of Constr WC | 250.00 | |
| 25201 Advances in Aid Const WC | 2,052,229.96 | |
| 271 Contrib Aid of Const ICR | 1,422,939.01 | |
| 271 Contrib Aid of Const PR | 404,488.00 | |
| 272 Less: Accum Amort Cont IC | (159,742.80) | |
| 272 Less: Accum Amort Cont PR | (43,471.31) | |

| | | |
|-----------------------------|--|--------------|
| Total Long-Term Liabilities | | 3,688,376.04 |
|-----------------------------|--|--------------|

| | | |
|-------------------|--|--------------|
| Total Liabilities | | 3,763,145.13 |
|-------------------|--|--------------|

Capital

| | | |
|------------|-----------|--|
| Net Income | 11,395.75 | |
|------------|-----------|--|

| | | |
|---------------|--|-----------|
| Total Capital | | 11,395.75 |
|---------------|--|-----------|

| | | |
|-----------------------------|--|-----------------|
| Total Liabilities & Capital | | \$ 3,774,540.88 |
|-----------------------------|--|-----------------|

Talking Rock Division
Income Statement
For the Twelve Months Ending December 31, 2009

CLIENT'S COPY

| | Current Month | | Year to Date | |
|--------------------------------|-----------------------|-----------------|------------------------|----------------|
| Revenues | | | | |
| 461 Metered Water Sales TRR | \$ 0.00 | 0.00 | \$ 35,576.85 | 14.14 |
| 461.1 Resident Water Sales TR | 5,103.25 | 52.14 | 45,661.20 | 18.15 |
| 461.2 Comm'l Water Sales TRR | 2,294.19 | 23.44 | 29,063.97 | 11.55 |
| 465.1 Lake Water Sales TRR | 2,121.00 | 21.67 | 89,185.60 | 35.45 |
| 471 Other Water Revenue TRR | 269.69 | 2.76 | 1,166.51 | 0.46 |
| 471 Oper & Maint Rev TRR | 0.00 | 0.00 | 25,448.00 | 10.12 |
| 471 Pump Station Rev TRR | 0.00 | 0.00 | 5,090.00 | 2.02 |
| 471 Chlorination Rev TRR | 0.00 | 0.00 | 5,090.00 | 2.02 |
| 471 True Up TRR | 0.00 | 0.00 | 13,600.36 | 5.41 |
| 471 Income Reimbursed TR | 0.00 | 0.00 | 1,698.43 | 0.68 |
| Total Revenues | 9,788.13 | 100.00 | 251,580.92 | 100.00 |
| Expenses | | | | |
| 403 Depreciation Expense TRR | 26,669.45 | 272.47 | 271,355.00 | 107.86 |
| 404 Amort of Contrib TR | (6,930.83) | (70.81) | (41,558.18) | (16.52) |
| 408.11 Property Taxes TRR | 0.00 | 0.00 | 2,748.11 | 1.09 |
| 615 Purchased Pumping Pwr TRR | 4,368.13 | 44.63 | 57,812.58 | 22.98 |
| 618 Chemicals TRR | 0.00 | 0.00 | 1,670.32 | 0.66 |
| 620 Rep/Maint Matl/Supply TRR | 512.61 | 5.24 | 13,199.85 | 5.25 |
| 621 Office Expense TRR | 0.00 | 0.00 | 2,235.15 | 0.89 |
| 632 Acct Exp TRR | 532.50 | 5.44 | 7,037.77 | 2.80 |
| 632-1 Accounting Extras TRR | 246.03 | 2.51 | 3,673.02 | 1.46 |
| 634 Exp Manager TRR | 0.00 | 0.00 | 7,752.00 | 3.08 |
| 635 Water Testing TRR | 72.00 | 0.74 | 2,889.90 | 1.15 |
| 636 A-Quality Contract TRR | 5,230.00 | 53.43 | 62,980.00 | 25.03 |
| 6361 A-Quality - Other TR | 0.00 | 0.00 | 1,612.40 | 0.64 |
| 6361 A-Quality - Extras TR | 0.00 | 0.00 | 1,543.00 | 0.61 |
| 636 Other Vend Outside Svc TR | 24.00 | 0.25 | 12,080.11 | 4.80 |
| 636 Outside Serv Billable TRR | 0.00 | 0.00 | 35.00 | 0.01 |
| 641 Rents TRR | 40.00 | 0.41 | 360.00 | 0.14 |
| 657 Insurance-Gen Liabil TRR | 0.00 | 0.00 | 4,807.00 | 1.91 |
| 666 Rate Case Legal Expense TR | 0.00 | 0.00 | 3,321.76 | 1.32 |
| 670 Bad Debt Expense TR | 0.00 | 0.00 | 1,982.43 | 0.79 |
| 675 Misc Operating Exp TRR | 1,238.28 | 12.65 | 1,406.67 | 0.56 |
| 68500 Legal & Prof Exp TR | 54.60 | 0.56 | 2,510.40 | 1.00 |
| 760 Telephone Expense TRR | 54.42 | 0.56 | 239.43 | 0.10 |
| Total Expenses | 32,111.19 | 328.06 | 421,693.72 | 167.62 |
| Net Income | \$ (22,323.06) | (228.06) | \$ (170,112.80) | (67.62) |

For Management Purposes Only

January 7, 2010

Talking Rock Division
Balance Sheet
December 31, 2009

ASSETS

Current Assets

| | | |
|--|--|------|
| | | 0.00 |
|--|--|------|

Property and Equipment

| | | |
|--------------------------------|-----------------|--|
| 101 Utilities Plant in Svc TRR | \$ 8,022,273.00 | |
| 101 Land TRR | 30,000.00 | |
| 108 Accum Depr-Util Plan TR | (824,736.00) | |
| | | |

| | | |
|------------------------------|--|--------------|
| Total Property and Equipment | | 7,227,537.00 |
|------------------------------|--|--------------|

Other Assets

| | | |
|----------------------------|-----------|--|
| 186.1 Deferred Rate Exp TR | 26,994.17 | |
| | | |

| | | |
|--------------------|--|-----------|
| Total Other Assets | | 26,994.17 |
|--------------------|--|-----------|

| | | |
|--------------|-----------------|--|
| Total Assets | \$ 7,254,531.17 | |
| | | |

LIABILITIES AND CAPITAL

Current Liabilities

| | | |
|-------------------------------|--------------|--|
| 231 Snell Payable - TR | \$ 32,784.14 | |
| 231 Adv in Aid Payable - TR | 4,670.56 | |
| 235 Customer Security Dep TRR | 7,987.59 | |
| | | |

| | | |
|---------------------------|--|-----------|
| Total Current Liabilities | | 45,442.29 |
|---------------------------|--|-----------|

Long-Term Liabilities

| | | |
|--------------------------------|--------------|--|
| 252 Adv in Aid of Constr TRR | 24,442.50 | |
| 25201 Advance in Aid Const TRR | 4,373,125.73 | |
| 271 Contrib Aid of Const TRR | 3,602,813.00 | |
| 272 Less: Accum Amort Cont TR | (41,558.18) | |
| | | |

| | | |
|-----------------------------|--|--------------|
| Total Long-Term Liabilities | | 7,958,823.05 |
|-----------------------------|--|--------------|

| | | |
|-------------------|--|--------------|
| Total Liabilities | | 8,004,265.34 |
|-------------------|--|--------------|

Capital

| | | |
|------------|--------------|--|
| Net Income | (170,094.80) | |
| | | |

| | | |
|---------------|--|--------------|
| Total Capital | | (170,094.80) |
|---------------|--|--------------|

| | | |
|-----------------------------|-----------------|--|
| Total Liabilities & Capital | \$ 7,834,170.54 | |
| | | |

ICR Water Users Association Inc
Account Reconciliation
As of Dec 31, 2009
10200 - Summit Bank 1722
Bank Statement Date: December 31, 2009

CLIENT'S COPY

Filter Criteria includes: Report is printed in Detail Format.

| | | |
|------------------------------|---------------------|-------------------|
| Beginning GL Balance | | 123,878.71 |
| Add: Cash Receipts | | 18,753.72 |
| Less: Cash Disbursements | | (30,963.30) |
| Add (Less) Other | | <u>(171.38)</u> |
| Ending GL Balance | | <u>111,497.75</u> |
| Ending Bank Balance | | 114,054.77 |
| Add back deposits in transit | | |
| Total deposits in transit | | |
| (Less) outstanding checks | | |
| | Oct 8, 2009 2434 | (500.00) |
| | Oct 8, 2009 2435 | (357.70) |
| | Dec 22, 2009 2501 | (48.08) |
| | Dec 30, 2009 2513 | <u>(1,651.24)</u> |
| Total outstanding checks | | (2,557.02) |
| Add (Less) Other | | |
| Total other | | |
| Unreconciled difference | | <u>0.00</u> |
| Ending GL Balance | | <u>111,497.75</u> |