

ICR Water Users Association  
Income Statement  
For the Six Months Ending June 30, 2007

CLIENT'S COPY

	Current Month		Year to Date	
<b>Revenues</b>				
421 Accounting Credit Income	\$ 13.43	0.05	\$ 56.15	0.04
419 Interest & Dividend Income	0.00	0.00	112.19	0.07
461 Metered Water Sales ICR	14,066.05	54.97	72,351.39	47.98
461 Metered Water Sales PR	231.10	0.90	1,037.27	0.69
461 Metered Water Sales TRR	8,774.76	34.29	38,105.32	25.27
461 Metered Water Sales WC	1,968.56	7.69	9,404.60	6.24
474 Other Water Revenue ICR	86.43	0.34	501.51	0.33
474 Other Water Revenue PR	3.40	0.01	6.51	0.00
474 Other Water Revenue TRR	434.32	1.70	1,142.54	0.76
474 Other Water Revenue WC	9.52	0.04	22.07	0.01
474 Oper & Maint Rev TRR	0.00	0.00	6,250.00	4.14
474 Pump Station Rev TRR	0.00	0.00	1,250.00	0.83
474 Chlorination Rev TRR	0.00	0.00	1,250.00	0.83
474 Income Reimbursed TR	0.00	0.00	19,302.86	12.80
Total Revenues	25,587.57	100.00	150,792.41	100.00
 <b>Expenses</b>				
403 Depreciation Expense	11,303.00	44.17	67,818.00	44.97
404 Amort of Contrib	(3,262.83)	(12.75)	(19,576.98)	(12.98)
408.11 Property Taxes ICR	0.00	0.00	959.92	0.64
408.11 Property Taxes TRR	0.00	0.00	603.42	0.40
409.10 Income Tax Expense	0.00	0.00	45.00	0.03
601 Acct Exp ICR	1,766.90	6.91	8,824.50	5.85
601 Acct Exp TRR	812.60	3.18	4,287.72	2.84
601-1 Accounting Extras ICR	0.00	0.00	4,605.68	3.05
601-1 Accounting Extras TRR	0.00	0.00	1,187.24	0.79
610 Purchased Water ICR	836.68	3.27	2,595.06	1.72
615 Purchased Pumping Pwr ICR	2,132.81	8.34	9,352.69	6.20
620 Rep/Maint Material/Supply	0.00	0.00	825.00	0.55
620 Rep/Maint Matl/Supply ICR	534.50	2.09	2,095.91	1.39
620 Rep/Maint Matl/Supply TRR	472.86	1.85	24,622.31	16.33
621 Office Expense ICR	746.47	2.92	1,059.70	0.70
621 Office Expense TRR	297.63	1.16	308.73	0.20
630 A-Quality Contract ICR	3,531.00	13.80	21,186.00	14.05
630 A-Quality Contract TRR	2,354.00	9.20	14,949.00	9.91
6301 A-Quality - Other IC	467.40	1.83	1,307.40	0.87
6301 A-Quality - Other TR	347.40	1.36	457.40	0.30
6301 A-Quality - Extras IC	38.50	0.15	38.50	0.03
6301 A-Quality - Extras TR	16.50	0.06	122.09	0.08
630 A-Quality - Billable TR	0.00	0.00	512.50	0.34
630 Other Vend Outside Svc ICR	15.00	0.06	2,662.40	1.77
630 Other Vend Outside Svc TR	0.00	0.00	592.40	0.39
635 Water Testing ICR	73.50	0.29	798.50	0.53
635 Water Testing TRR	49.00	0.19	796.50	0.53
641 Rents ICR	300.00	1.17	1,800.00	1.19
657 Insurance-Gen Liabil ICR	0.00	0.00	3,152.80	2.09
657 Insurance-Gen Liabil TRR	0.00	0.00	4,729.20	3.14
675 Misc Operating Exp ICR	0.00	0.00	10.45	0.01
68500 Legal & Prof Exp ICR	0.00	0.00	171.00	0.11
760 Telephone Expense ICR	0.00	0.00	378.67	0.25
Unknown	0.00	0.00	(100.00)	(0.07)
Total Expenses	22,832.92	89.23	163,178.71	108.21
Net Income	\$ 2,754.65	10.77	\$ (12,386.30)	(8.21)

For Management Purposes Only

July 17, 2007

ICR Water Users Association  
Income Statement  
For the Six Months Ending June 30, 2007

Current Month

Year to Date

For Management Purposes Only

July 17, 2007

ICR Water Users Association  
Balance Sheet  
June 30, 2007

CLIENT'S COPY

ASSETS

Current Assets		
National Operating 0831	\$	90,537.38
ARC Checking Account		10,736.63
CD - National Bank		5,000.00
141 Accounts Receivable		25,985.51
		<hr/>
Total Current Assets		132,259.52
Property and Equipment		
101 Utilities Plant in Svc ICR		1,446,243.83
101 Utilities Plant in Svc TRR		2,467,272.80
101 Utilities Plant in Svc WC		1,436,950.60
108 Less: Accum Depr-Util Plan		(669,185.00)
		<hr/>
Total Property and Equipment		4,681,282.23
Other Assets		
105 Constr Work in Progress		9,804.95
186.1 Deferred Rate Exp ICR		14,245.38
186.1 Deferred Rate Exp TR		5,078.30
		<hr/>
Total Other Assets		29,128.63
Total Assets	\$	<u><u>4,842,670.38</u></u>

LIABILITIES AND CAPITAL

Current Liabilities		
23100 Sales Tax Payable	\$	1,790.20
235 Customer Security Dep ICR		6,264.00
235 Customer Security Dep TRR		9,286.00
Suspense-Clearing Account		150.81
		<hr/>
Total Current Liabilities		17,491.01
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		13,133.18
252 Adv in Aid of Constr TRR		17,350.00
271 Contrib in Aid of Constr		1,419,166.88
272 Less: Accum Amort Contrib		(94,204.94)
		<hr/>
Total Long-Term Liabilities		5,269,124.91
Total Liabilities		5,286,615.92
Capital		
215 Retained Earnings		(431,559.24)
Net Income		(12,386.30)
		<hr/>
Total Capital		(443,945.54)
Total Liabilities & Capital	\$	<u><u>4,842,670.38</u></u>

Unaudited - For Management Purposes Only

**ICR Water Users Association**  
**Cash Disbursements Journal**  
**For the Period From Jun 1, 2007 to Jun 30, 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
6/1/07	1597	60100-IC	ICR May 2007 Manager Services	970.90	
		60100-TR	TRR May 2007 Manager Services	416.10	
		60100-IC	ICR May 2007 Bookkeeping	108.50	
		60100-TR	TRR May 2007 Bookkeeping	46.50	
		60100-IC	ICR May 2007 Bills	687.50	
		60100-TR	TRR May 2007 Bills	350.00	
		10200	MDI Financial Services, Inc		2,579.50
6/7/07	1598	62100-IC	Reimburse for check printing	37.17	
		10200	Dee Crooker		37.17
6/6/07	1599	62100-IC	ICR Service Contract 6/7/07-6/7/08	245.00	
		62100-TR	TRR Service Contract 6/7/07-6/7/08	105.00	
		10200	Core Utilities		350.00
6/7/07	1600	63050-IC	Inv 49999 Monthly assessment	15.00	
		10200	AZ Blue Stake Inc		15.00
6/7/07	1601	63000-IC	ICR O & M May 2007	3,531.00	
		63000-TR	TRR O & M May 2007	2,354.00	
		10100-IC	ICR Meter installs	170.00	
		10100-TR	TRR Meter installs	170.00	
		63011-IC	ICR OT Meeting	38.50	
		63011-TR	TRR OT Meeting	16.50	
		10200	a Quality Water Co. LLC		6,280.00
6/7/07	1602	63010-IC	ICR Dig holes for meter boxes Lots 315 & 316	70.00	
		63010-IC	ICR Dig holes for meter boxes Lots 260/261	50.00	
		10200	Painted Desert Realty		120.00
6/7/07	1603	10100-IC	ICR Inv 5106904 meters	689.22	
		10100-TR	TRR Inv 5087854 meters	689.22	
		10100-TR	TRR Inv 5192361 meter	470.69	
		10100-IC	ICR Inv 5205547 meter parts	30.24	
		62000-TR	ICR Inv 5228584 misc parts	472.86	
		10200	HD Supply Waterworks LTD		2,352.23
6/13/07	1604	64100-IC	Conference room rental June 2007	300.00	
		10200	Estates Property Development Ltd		300.00
6/13/07	1605	61000-IC	May 2007 usage	836.68	
		10200	Aqua Meadows LLC		836.68
6/13/07	1606	18610-IC	ICR statement 5/31/07 Rate Case	1,652.81	
		18610-TR	TRR statement 5/31/07 Rate Case	708.35	
		10200	Snell & Wilmer		2,361.16
6/13/07	1607	62000-IC	ICR Inv 840 6/7/07 WC water tank repair	534.50	
		10200	Patton Electric LLC		534.50
6/14/07	1608	23100	TPT May 2007	1,680.37	
		41000	Accounting credit		13.43
		10200	Arizona Department of Revenue		1,666.94
6/14/07	1609	18610-IC	ICR Rate Case hours 3/11-4-3-07 fo Bob Busch	883.75	
		18610-IC	Employer match	70.57	
		10200	MDI Financial Services, Inc		954.32
6/25/07	1610	62100-IC	ICR Inv 9897 Billing supplies	434.40	
		62100-TR	TRR Inv 9897 Billing supplies	186.17	
		10200	Color Factor		620.57
6/25/07	1611	63010-IC	ICR Inv 30014567 Service 7/2007-6/2008	347.40	
		63010-TR	TRR Inv 30014567 Service 7/2007-6/2008	347.40	

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Cash Disbursements Journal  
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Date	Check	Account ID	Line Description	Debit Amount	Credit Amount
		10200	Mission Communications LLC		694.80
6/25/07	1612	18610-IC 18610-TR 10200	ICR Inv 1000002350 Rate Case TRR Inv 1000002350 Rate Case Thomas J Bourassa CPA	2,306.43 988.47	3,294.90
6/25/07	1613	63500-IC 63500-TR 10200	ICR Inv 25175343 Wter testing TRR Inv 25175343 Wter testing Western Technologies	73.50 49.00	122.50
6/25/07	1614	61500-IC 61500-IC 61500-IC 10200	#165852284 Plant #074944287 Booster station #362664289 ICR well APS	39.85 909.88 1,183.08	2,132.81
6/26/07	1615	62100-IC 10200	Reimburse Rate case parking & Keys for board Bob Busch	14.82	14.82
6/26/07	1616	62100-IC 62100-TR 10200	ICR Reimburse. for paper & envelopes(CCR's) TRR Reimburse. for paper & envelopes(CCR's) Dee Crooker	15.08 6.46	21.54
	<b>Total</b>			<b>25,302.87</b>	<b>25,302.87</b>

**ICR Water Users Association**  
**Check Register**  
**For the Period From Jun 1, 2007 to Jun 30, 2007**

Filter Criteria includes: Report order is by Check Number.

Check #	Date	Payee	Cash Account	Amount
1597	6/1/07	MDI Financial Services, Inc	10200	2,579.50
1598	6/7/07	Dee Crooker	10200	37.17
1599	6/6/07	Core Utilities	10200	350.00
1600	6/7/07	AZ Blue Stake Inc	10200	15.00
1601	6/7/07	a Quality Water Co. LLC	10200	6,280.00
1602	6/7/07	Painted Desert Realty	10200	120.00
1603	6/7/07	HD Supply Waterworks LTD	10200	2,352.23
1604	6/13/07	Estates Property Development Ltd	10200	300.00
1605	6/13/07	Aqua Meadows LLC	10200	836.68
1606	6/13/07	Snell & Wilmer	10200	2,361.16
1607	6/13/07	Patton Electric LLC	10200	534.50
1608	6/14/07	Arizona Department of Revenue	10200	1,666.94
1609	6/14/07	MDI Financial Services, Inc	10200	954.32
1610	6/25/07	Color Factor	10200	620.57
1611	6/25/07	Mission Communications LLC	10200	694.80
1612	6/25/07	Thomas J Bourassa CPA	10200	3,294.90
1613	6/25/07	Western Technologies	10200	122.50
1614	6/25/07	APS	10200	2,132.81
1615	6/26/07	Bob Busch	10200	14.82
1616	6/26/07	Dee Crooker	10200	21.54
<b>Total</b>				<b><u>25,289.44</u></b>