

ICR Water Users Association  
Income Statement  
For the Three Months Ending March 31, 2007

CLIENT'S COPY

	Current Month		Year to Date	
<b>Revenues</b>				
421 Accounting Credit Income	\$ 7.28	0.02	\$ 22.84	0.03
419 Interest & Dividend Income	56.09	0.15	56.09	0.07
461 Metered Water Sales ICR	8,552.95	22.56	34,873.62	44.12
461 Metered Water Sales PR	119.10	0.31	347.10	0.44
461 Metered Water Sales TRR	6,101.34	16.10	14,839.70	18.77
461 Metered Water Sales WC	1,472.20	3.88	3,739.36	4.73
474 Other Water Revenue ICR	60.92	0.16	194.16	0.25
474 Other Water Revenue PR	0.00	0.00	1.85	0.00
474 Other Water Revenue TRR	188.47	0.50	404.47	0.51
474 Other Water Revenue WC	0.85	0.00	7.94	0.01
474 Oper & Maint Rev TRR	2,500.00	6.60	3,750.00	4.74
474 Pump Station Rev TRR	500.00	1.32	750.00	0.95
474 Chlorination Rev TRR	500.00	1.32	750.00	0.95
474 Income Reimbursed TR	17,845.36	47.08	19,302.86	24.42
<b>Total Revenues</b>	<b>37,904.56</b>	<b>100.00</b>	<b>79,039.99</b>	<b>100.00</b>
<b>Expenses</b>				
403 Depreciation Expense	11,303.00	29.82	33,909.00	42.90
404 Amort of Contrib	(3,262.83)	(8.61)	(9,788.49)	(12.38)
408.11 Property Taxes ICR	0.00	0.00	959.92	1.21
408.11 Property Taxes TRR	0.00	0.00	603.42	0.76
409.10 Income Tax Expense	45.00	0.12	45.00	0.06
601 Acct Exp ICR	1,751.90	4.62	5,268.20	6.67
601 Acct Exp TRR	1,045.10	2.76	2,707.52	3.43
601-1 Accounting Extras ICR	1,777.88	4.69	2,108.88	2.67
601-1 Accounting Extras TRR	258.10	0.68	474.24	0.60
610 Purchased Water ICR	281.39	0.74	993.60	1.26
615 Purchased Pumping Pwr ICR	2,438.83	6.43	4,493.63	5.69
620 Rep/Maint Material/Supply	0.00	0.00	825.00	1.04
620 Rep/Maint Matl/Supply ICR	213.51	0.56	1,344.58	1.70
620 Rep/Maint Matl/Supply TRR	2,159.43	5.70	19,081.09	24.14
621 Office Expense ICR	137.42	0.36	217.23	0.27
621 Office Expense TRR	0.00	0.00	11.10	0.01
630 A-Quality Contract ICR	3,531.00	9.32	10,593.00	13.40
630 A-Quality Contract TRR	2,354.00	6.21	7,062.00	8.93
6301 A-Quality - Other IC	15.00	0.04	510.00	0.65
6301 A-Quality - Extras TR	0.00	0.00	105.59	0.13
630 A-Quality - Billable TR	0.00	0.00	512.50	0.65
630 Other Vend Outside Svc ICR	497.40	1.31	497.40	0.63
630 Other Vend Outside Svc TR	347.40	0.92	592.40	0.75
635 Water Testing ICR	70.00	0.18	585.00	0.74
635 Water Testing TRR	70.00	0.18	625.00	0.79
641 Rents ICR	300.00	0.79	900.00	1.14
657 Insurance-Gen Liabil ICR	0.00	0.00	3,152.80	3.99
657 Insurance-Gen Liabil TRR	0.00	0.00	4,729.20	5.98
675 Misc Operating Exp ICR	10.13	0.03	10.22	0.01
68500 Legal & Prof Exp ICR	171.00	0.45	171.00	0.22
760 Telephone Expense ICR	124.34	0.33	250.42	0.32
Unknown	0.00	0.00	(100.00)	(0.13)
<b>Total Expenses</b>	<b>25,639.00</b>	<b>67.64</b>	<b>93,450.45</b>	<b>118.23</b>
<b>Net Income</b>	<b>\$ 12,265.56</b>	<b>32.36</b>	<b>\$ (14,410.46)</b>	<b>(18.23)</b>

For Management Purposes Only

April 18, 2007

ICR Water Users Association  
Balance Sheet  
March 31, 2007

CLIENT'S COPY

ASSETS

Current Assets		
National Operating 0831	\$	100,208.23
ARC Checking Account		10,736.63
CD - National Bank		5,000.00
141 Accounts Receivable		<u>16,316.00</u>
Total Current Assets		132,260.86
Property and Equipment		
101 Utilities Plant in Svc ICR		1,443,606.71
101 Utilities Plant in Svc TRR		2,461,887.94
101 Utilities Plant in Svc WC		1,436,950.60
108 Less: Accum Depr-Util Plan		<u>(635,276.00)</u>
Total Property and Equipment		4,707,169.25
Other Assets		
105 Constr Work in Progress		1,200.00
186.1 Deferred Rate Exp ICR		2,571.10
186.1 Deferred Rate Exp TR		<u>1,101.90</u>
Total Other Assets		<u>4,873.00</u>
Total Assets	\$	<u><u>4,844,303.11</u></u>

LIABILITIES AND CAPITAL

Current Liabilities		
23100 Sales Tax Payable	\$	1,152.60
235 Customer Security Dep ICR		5,814.00
235 Customer Security Dep TRR		8,886.00
Suspense-Clearing Account		<u>150.81</u>
Total Current Liabilities		16,003.41
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		11,883.18
252 Adv in Aid of Constr TRR		15,325.00
271 Contrib in Aid of Constr		1,419,166.88
272 Less: Accum Amort Contrib		<u>(84,416.45)</u>
Total Long-Term Liabilities		<u>5,275,638.40</u>
Total Liabilities		5,291,641.81
Capital		
215 Retained Earnings		(432,928.24)
Net Income		<u>(14,410.46)</u>
Total Capital		<u>(447,338.70)</u>
Total Liabilities & Capital	\$	<u><u>4,844,303.11</u></u>

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

Filter Criteria includes: Report order is by Date.

Check #	Date	Payee	Cash Account	Amount
1251	3/1/06	MDI Financial Services, Inc	10200	1,825.00
1252	3/7/06	Yavapai Water Productions	10200	27,426.00
1253	3/8/06	Aqua Meadows LLC	10200	615.98
1254	3/8/06	Williamson Valley Investors II	10200	300.00
1255	3/8/06	Ross D. Jacobs	10200	1,155.89
1256	3/8/06	Western Technologies	10200	105.00
1257	3/8/06	Ericksen Landscaping	10200	215.00
1258	3/8/06	Bradshaw Mountain Diagnostic	10200	144.00
1259	3/8/06	Boyle, Pecharich, Cline & Whittington	10200	30.00
1260	3/8/06	AZ Blue Stake Inc	10200	11.26
1261	3/8/06	a Quality Water Co. LLC	10200	9,207.50
1262	3/8/06	Qwest	10200	61.79
1263	3/8/06	HD Supply Waterworks LTD	10200	616.40
1265	3/13/06	AZ Dept of Revenue	10200	45.00
1264	3/13/06	Talking Rock	10200	2,834.57
1266	3/13/06	MDI Financial Services, Inc	10200	350.00
1267	3/17/06	MDI Financial Services, Inc	10200	156.38
1268	3/17/06	MDI Financial Services, Inc	10200	485.01
1269	3/20/06	Arizona Department of Revenue	10200	888.94
1270	3/22/06	USA Blue Book	10200	908.28
1271	3/22/06	Boyle, Pecharich, Cline & Whittington	10200	75.00
1272	3/31/06	Qwest	10200	62.46
1273	3/31/06	APS	10200	1,617.81
1274	3/31/06	Weber's Insurance Services, Inc	10200	659.00
<b>Total</b>				<b><u>49,796.27</u></b>

**ICR Water Users Association  
Cash Disbursements Journal  
For the Period From Mar 1, 2007 to Mar 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
3/1/07	1530	60100-IC	ICR Feb 2007 Manager services	970.90	
		60100-TR	TRR Feb 2007 Manager services	416.10	
		60100-IC	ICR Feb 2007 Bookkeeping	108.50	
		60100-TR	TRR Feb 2007 Bookkeeping	46.50	
		60100-IC	ICR Feb 2007 bills	672.50	
		60100-TR	TRR Feb 2007 bills	327.50	
		10200	MDI Financial Services, Inc		2,542.00
3/2/07	1531	63000-IC	ICR Feb 2007 O & M	3,531.00	
		63000-TR	TRR Feb 2007 O & M	2,354.00	
		10100-IC	ICR Meter installs	85.00	
		60100-TR	TRR Meter installs	255.00	
		62000-TR	OT-broken meters, Replace seal at boost sta	275.00	
		10200	a Quality Water Co. LLC		6,500.00
3/2/07	1532	76000-IC	Bill date 2/22/07	62.62	
		10200	Qwest		62.62
3/2/07	1533	61500-IC	Acct# 362664289 ICR well	731.71	
		61500-IC	Acct# 165852284 Plant	25.99	
		61500-IC	Acct# 074944287 Booster station	320.36	
		10200	APS		1,078.06
3/2/07	1534	64100-IC	Use of conference room	300.00	
		10200	Williamson Valley Investors II		300.00
3/2/07	1535	10100-IC	ICR S127465744.001 meters	268.97	
		10100-TR	TRR S127465744.001 meters	403.45	
		62000-TR	TRR S127841633.001 misc parts	176.82	
		62000-TR	TRR S127877332.001 mechanical pump seal	107.27	
		62000-TR	TRR S127060069.001 misc parts	60.71	
		10200	HD Supply		1,017.22
3/2/07	1536	60100	Dec 2006 Add ons		
		60110-TR	TRR Move ins & move outs	30.00	
		60110-TR	TRR New meters	75.00	
		60110-IC	ICR Move ins & move outs	25.00	
		60110-IC	ICR New meters	5.00	
		60110-TR	TRR Postage	50.80	
		60110-IC	ICR Postage	118.54	
		60110-TR	TRR Mike-3.5 hrs rate case	54.60	
		60110-IC	ICR Mike-3.5 hrs rate case	127.40	
		60110-TR	TRR Reimburse for recording secretary	26.10	
		60110-IC	ICR Reimburse for recording secretary	60.90	
		60110-TR	TRR Meter deposit refunds	21.60	
		60110-IC	ICR Meter deposit refunds	50.40	
		10200	MDI Financial Services, Inc		645.34
3/7/07	1537	62000-TR	TRR Inv 4731886 tools	43.97	
		62000-IC	ICR Inv 4731886 tools	43.98	
		62000-TR	TRR Inv 4731870 air relief valve Booster station	223.72	
		10200	HD Supply Waterworks LTD		311.67
3/7/07	1538	63050-IC	ICR maint. on 2/14/07 Inv 1525	80.00	
		10200	Hector's Landscaping		80.00
3/7/07	1539	63050-IC	ICR 1 yr Service pkg 7/2006-6/2007 Inv 30014038	347.40	
		63050-TR	TRR 1 yr Service pkg 7/2006-6/2007 Inv 30014038	347.40	
		10200	Mission Communications LLC		694.80
3/7/07	1540	63010-IC	ICR Inv 49375 Feb 2007 assessment	15.00	
		10200	AZ Blue Stake Inc		15.00

**ICR Water Users Association  
Cash Disbursements Journal  
For the Period From Mar 1, 2007 to Mar 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
3/7/07	1541	68500-IC 10200	ICR Inv 77540 Preserve at the Ranch Boyle, Pecharich, Cline & Whittington	171.00	171.00
3/7/07	1542	63500-TR 63500-IC 10200	TRR Inv 25175176 Water testing ICR Inv 25175176 Water testing Western Technologies	70.00 70.00	140.00
3/7/07	1543	62000-TR 62000-IC 10200	TRR Inv 96/66062999 Handheld repair ICR Inv 96/66062999 Handheld repair Psion Teklogix Corp.	72.65 169.53	242.18
3/8/07	1544	61000-IC 10200	Feb 2007 usage Aqua Meadows LLC	281.39	281.39
3/12/07	1545	60110-IC 60110-IC 10200	Reimburse. for Bob Busch Rate Case extra hrs Employer match + Workmans comp MDI Financial Services, Inc	945.00 95.64	1,040.64
3/12/07	1546	40910 10200	2006 taxes for 86-0776995 AZ Dept of Revenue	45.00	45.00
3/12/07	1547	60110-IC 10200	2006 Corp Tax prep MDI Financial Services, Inc	350.00	350.00
3/12/07	1548	62100-IC 10200	Reimburse. copy & mailing rate case Bob Busch	64.96	64.96
3/16/07	1549	10100-TR 10200	TRR Inv 2435 Surge Suppressor Summit Controls LLC	4,800.87	4,800.87
3/16/07	1550	62000-TR 10200	TRR Inv 326441 Parts for frozen meters USA Blue Book	31.79	31.79
3/20/07	1551	23100 41000 10200	Feb 2007 Sales Tax Accounting credit Arizona Department of Revenue	846.13	7.28 838.85
3/29/07	1552	67500-IC 10200	Annual Report AZ Corporation Commission	10.00	10.00
3/29/07	1553	61500-IC 61500-IC 61500-IC 10200	Acct# 074944287 Booster station Acct# 165852284 Plant Acct#362664289 ICR Well APS	569.95 35.58 755.24	1,360.77
3/29/07	1554	62000-TR 10200	TRR Inv ICRUA032607-1 Programming Automation Electric	1,167.50	1,167.50
3/29/07	1555	62100-IC 10200	ICR Endorsement Stamp Chino Ship & Copy	26.19	26.19
3/29/07	1556	62100-IC 10200	ICR Reimbursement Copies & postage for rate case Bob Busch	46.27	46.27
3/29/07	1557	63050-IC 10200	ICR Inv ICR 328007 dig Lots 204 & 260 Painted Desert Realty	70.00	70.00
3/31/07	1558	76000-IC 10200	Qwest	61.72	61.72
<b>Total</b>				<b>24,003.12</b>	<b>24,003.12</b>