

ORIGINAL



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Docket Control Center
Arizona Corporation Commission
1200 W. Washington
PHOENIX, Arizona 85007-2996

Docket Number: 02

W-01472 A-07-0208

July 11, 2007

To Whom It May Concern :

Enclosed are the corrections for our rate application based on the year 2006.

Please let us know if any additional information is needed.

Office phone 928-354 2227 ext. 21 or 11
Fax 928-354-2356

Arizona Corporation Commission

DOCKETED

JUL 18 2007

Sincerely,

Jim Sorgatz
Operator
Mormon Lake Water Company

DOCKETED BY	
KK	MM

AZ CORP COMMISSION
DOCKET CONTROL

2007 JUL 18 A 11: 09

RECEIVED

COVER SHEET

ARIZONA CORPORATION COMMISSION DOCKET CONTROL CENTER

CASE/COMPANY NAME:

DOCKET NO.

Mormon Lake Water Company

W-01472A-07-0208

D/B/A or RESPONDENT:

NATURE OF ACTION OR DESCRIPTION OF DOCUMENT

Please mark the item that describes the nature of the case/filing:

01 **UTILITIES - NEW APPLICATIONS**

- | | |
|-----------------------------------------------------------|----------------------------------------------------------------------------|
| <input type="checkbox"/> NEW CC&N | <input type="checkbox"/> MAIN EXTENSION |
| <input type="checkbox"/> RATES | <input type="checkbox"/> CONTRACT/AGREEMENTS |
| <input type="checkbox"/> INTERIM RATES | <input type="checkbox"/> COMPLAINT (Formal) |
| <input type="checkbox"/> CANCELLATION OF CC&N | <input type="checkbox"/> RULE VARIANCE/WAIVER REQUEST |
| <input type="checkbox"/> DELETION OF CC&N (TERRITORY) | <input type="checkbox"/> SITING COMMITTEE CASE |
| <input type="checkbox"/> EXTENSION OF CC&N (TERRITORY) | <input type="checkbox"/> SMALL WATER COMPANY -SURCHARGE (Senate Bill 1252) |
| <input type="checkbox"/> TARIFF - NEW (NEXT OPEN MEETING) | <input type="checkbox"/> SALE OF ASSETS & TRANSFER OF OWNERSHIP |
| <input type="checkbox"/> REQUEST FOR ARBITRATION | <input type="checkbox"/> SALE OF ASSETS & CANCELLATION OF CC&N |
| <input type="checkbox"/> (Telecommunication Act) | <input type="checkbox"/> FUEL ADJUSTER/PGA |
| <input type="checkbox"/> FULLY OR PARTIALLY ARBITRATED | <input type="checkbox"/> MERGER |
| <input type="checkbox"/> INTERCONNECTION AGREEMENT | <input type="checkbox"/> FINANCING |
| <input type="checkbox"/> (Telecom. Act.) | <input type="checkbox"/> MISCELLANEOUS |
| <input type="checkbox"/> VOLUNTARY INTERCONNECTION | <input type="checkbox"/> Specify |
| <input type="checkbox"/> AGREEMENT (Telecom. Act) | |

02 **UTILITIES - REVISIONS/AMENDMENTS TO
PENDING OR APPROVED MATTERS**

- | | |
|--------------------------------------------------------------|---------------------------------------------|
| <input checked="" type="checkbox"/> APPLICATION | <input type="checkbox"/> TARIFF |
| <input type="checkbox"/> COMPANY <u>Mormon Lake Water Co</u> | <input type="checkbox"/> PROMOTIONAL |
| <input type="checkbox"/> DOCKET NO. <u>W-01472A-07-0208</u> | <input type="checkbox"/> DECISION NO. _____ |
| | <input type="checkbox"/> DOCKET NO. _____ |
| | <input type="checkbox"/> COMPLIANCE |
| | <input type="checkbox"/> DECISION NO. _____ |
| | <input type="checkbox"/> DOCKET NO. _____ |

SECURITIES or MISCELLANEOUS FILINGS

- | | |
|----------------------------------------------------------|----------------------------------------------------------|
| <input type="checkbox"/> 04 AFFIDAVIT | <input type="checkbox"/> 29 STIPULATION |
| <input type="checkbox"/> 12 EXCEPTIONS | <input type="checkbox"/> 38 NOTICE OF INTENT |
| <input type="checkbox"/> 18 REQUEST FOR INTERVENTION | (Only notification of future action/no action necessary) |
| <input type="checkbox"/> 48 REQUEST FOR HEARING | <input type="checkbox"/> 43 PETITION |
| <input type="checkbox"/> 24 OPPOSITION | <input type="checkbox"/> 46 NOTICE OF LIMITED APPEARANCE |
| <input type="checkbox"/> 50 COMPLIANCE ITEM FOR APPROVAL | <input type="checkbox"/> 39 OTHER |
| <input type="checkbox"/> 32 TESTIMONY | Specify _____ |
| <input type="checkbox"/> 47 COMMENTS | |

7-11-07

Date

Jim Sorgatz

Print Name of Applicant/Company (Contact person) Respondent/Atty.

0 928-354-2227

cell 928-699-2719

Phone

Mr. Charles R. Myhlhousen
Arizona Corporation Commission
1200 West Washington Street
Phoenix, Arizona 85007-2927

RE: MORMON LAKE WATER COMPANY-APPLICATION FOR A RATE
INCREASE, DOCKET NO. W-01472A-07-0208

REPLY TO 'LETTER OF DEFICIENCY'.

Dear Mr. Myhlhousen:

In reference to your Letter of Deficiency dated May 2, 2007, I will try to respond to each Deficiency in the order that they are written.

- 1.1 Page 14, Plant Summary Schedule: The amounts have been corrected per. prior Decision, columns B,C,D have also been corrected.
- 1.2 Page 20, Calculation of Depreciation Expense Schedule: Columns A @ C have been changed to reflect the changes on page 14.
- 1.3 Page 15, Utility Plant in Service Schedule: Columns B @ D have been changed to reflect the changes from page 20.
- 1.4 Page 19. Comparative Statement of Income and Expense Schedule : the correction for depreciation expense has been made. Also \$1843 has been added to line 461, Metered Water Revenue, to reflect the revenue we should have received, if we had been charging for the first 1000 gals. Per. A.C.C. decision no. 66035. The Net Income {Loss} column has been corrected.
- 1.5 New Plant Additions, only additions for 2006 were included in the original filing. The additions for 2002, 2003, 2004 @ 2005 are included with the changes.
- 1.6 Invoices for Outside Services: A sheet is being furnished with the break down of expenses, by month, charged to MLWCO by Mormon Lake Properties. This was excepted on the last rate increase.
- 1.7 Property Tax Bill for 2006 will be included with the changes.
- 1.8 Notarized copy of customer notification letter included.
- 1.9 Pages 9 and 11 of the Rate Application were included in the letter sent to our customers.
- 1.10 Page 9 Current and Proposed Rates and Charges Schedule, has been changed, to reflect prior decision No. 66035.

- 1.12 Yes, for some reason The Company was including the first 1000 gallons in the Base Rate. This will be changed to reflect Decision No. 66035.
- 1.13 The monthly service charges for fire sprinklers have been added to the changes to reflect Decision No. 66035.
- 1.14 The appropriate changes concerning, accumulated depreciation, have been made on the balance sheet.
- 1.15 The page 18, Water Use Data Sheet has been redone. All figures have been checked. I do not know how this page got messed up but it was not correct.
- 1.16 A column has been added to the right side of page 18 to show the gallons purchased by the month.
- 1.17.1 For many years there were no new homes added to our service area. In the last four years there has been 1 home built each year. This trend will probably continue for the next several years.
- 1.18 Our water testing is done under the ADEQ MAP program, where ADEQ contracts with a Laboratory to do the testing for small water systems. All of these tests are done at one sample collection point. This point is in our pumphouse, after the water from our wells is blended together and is filtered and chlorinated. Therefore we do not have arsenic tests for each separate well. If tests for each individual well are required, we would have to do them on our own. As you will recall I spoke to you about this. I believe you said that you would speak with your Engineering Department and see if it was necessary to do the tests.

Jim Sorgatz
Operator
Mormon Lake Water Co.

Phone 928 354 2227 Ext. 21
Fax 928 354 2356

Company Name: <i>Mormon Lake Water Co.</i>	Test Year Ended: <i>December 31, 2006</i>
-----------------------------------------------	----------------------------------------------

Plant Summary

Acct. No.	Description	Plant in Service Per Prior Decision	Total Additions	Total Retirements	Test Year End Total
		<i>Column A</i>	<i>Column B</i>	<i>Column C</i>	<i>Column D*</i>
301	Organization				
302	Franchises				
303	Land & Land Rights				
304	Structures & Improvements	<i>13,087</i>			<i>13,087</i>
307	Wells & Springs	<i>42,935</i>		<i>4,084</i>	<i>38,851</i>
311	Pumping Equipment	<i>2,752</i>			<i>2,752</i>
320	Water Treatment Equipment	<i>8,654</i>	<i>3,702</i>		<i>12,356</i>
320.1	Water Treatment Plants				
320.2	Solution Chemical Feeders				
330	Distribution Reservoirs & Standpipes	<i>13,514</i>	<i>10,006</i>		<i>23,520</i>
330.1	Storage Tanks				
330.2	Pressure Tanks				
331	Transmission & Distrib. Mains		<i>3,900</i>		<i>3,900</i>
333	Services				
334	Meters & Meter Installations	<i>20,571</i>			<i>20,571</i>
335	Hydrants				
336	Backflow Prevention Devices				
339	Other Plant & Misc. Equipment	<i>43,867</i>			<i>43,867</i>
340	Office Furniture & Equipment	<i>181</i>			<i>181</i>
340.1	Computers & Software	<i>2,090</i>			<i>2,090</i>
341	Transportation Equipment		<i>9,987</i>		<i>9,987</i>
343	Tools, Shop & Garage Equip.	<i>2,593</i>			<i>2,593</i>
344	Laboratory Equipment				
345	Power Operated Equipment		<i>3,932</i>		<i>3,932</i>
346	Communication Equipment				
347	Miscellaneous Equipment				
348	Other Tangible Plant				
	TOTAL WATER PLANT	<i>150,184</i>	<i>31,527</i>	<i>4,084</i>	<i>177,627</i>

Note: Please refer to the checklist on page 1 for the required attachments related to this schedule

*** Column D = Column A + Column B - Column C**

Company Name:

MORMON LAKE WATER CO.

Test Year Ended:

December 31, 2006

UTILITY PLANT IN SERVICE

Acct No.	Description	Original Cost	Accumulated Depreciation	OCLD
		Column A	Column B	Column C**
301	Organization			
302	Franchises			
303	Land & Land Rights		N/A	
304	Structures & Improvements	13,087	13,045	42
307	Wells & Springs	38,851	28,601	10,250
311	Pumping Equipment	2,752	2,631	121
320	Water Treatment Equipment	12,356	11,326	1,030
320.1	Water Treatment Plants			
320.2	Solution Chemical Feeders			
330	Distribution Reservoirs & Standpipes	23,520	12,912	10,608
330.1	Storage Tanks			
330.2	Pressure Tanks			
331	Transmission & Distrib. Mains	3,900	78	3822
333	Services			
334	Meters & Meter Installations	20,511	12,553	7958
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant & Misc. Equipment	43,867	43,867	0
340	Office Furniture & Equipment	181	27	154
340.1	Computers & Software	2,090	2,090	0
341	Transportation Equipment	9,987	5,193	4794
343	Tools, Shop & Garage Equip.	2,593	518	2075
344	Laboratory Equipment			
345	Power Operated Equipment	3,932	786	3146
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTAL WATER PLANT	177,627	133,627	44,000

* Must be the same as the amount reported on page 20

**Column C = Column A - Column B

WATER USE DATA SHEET

NAME OF COMPANY	Mormon Lake Water Co.
ADEQ Public Water System Number:	03014-03091

MONTH/YEAR (12 Months of Test Year)	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)	Gallons purchased (Thousands)
1. January	144	68	55	
2. February	144	45	54	
3. March	144	55	65	
4. April	144	74	95	
5. May	144	113	314	44
6. June	144	461	476	168
7. July	144	413	395	240
8. August	145	276	284	65
9. September	144	222	245	19
10. October	144	129	124	
11. November	144	86	78	
12. December	144	33	36	
TOTAL	NA	1,976 *	2,220 **	536

Is the water utility located in an ADWR Active Management Area ("AMA")?

YES NO

Does the Company have an ADWR gallons per capita day ("GPCD") requirement?

YES NO

If Yes, please provide the GPCD amount: _____

Note: If you are filing for more than one system, please provide separate data sheets for each system. For explanation of any of the above, please contact the Engineering Supervisor at 602-542-7277.

* This number must be equal to the number entered on Page 6, "sold gallons."

** Gallons pumped cannot equal or be less than the gallons sold.

Company Name: <i>Mormon Lake Water Co.</i>	Test Year Ended: <i>December 31, 2006</i>
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COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR 2005	TEST YEAR 2006
461	Metered Water Revenue	\$ 37,271	\$ 40,062
460	Unmetered Water Revenue		
474	Other Water Revenues	330	90
	TOTAL OPERATING REVENUES	\$ 37,601	\$ 40,152 *
	OPERATING EXPENSES		
601	Salaries and Wages (See page 1, item 4)	\$	\$
610	Purchased Water (See page 1, item 5)	11,314	26,058
615	Purchased Power (See page 1, item 6)	2,180	3,360
618	Chemicals		
620	Repairs and Maintenance (See page 1, item 7)	1,497	164
621	Office Supplies and Expense	670	916
630	Outside Services (See page 1, item 8)	17,728	24,048
635	Water Testing (See page 1, item 9)	737	1,145
641	Rents		
650	Transportation Expenses	328	222
657	Insurance - General Liability		
659	Insurance - Health and Life		
666	Regulatory Commission Expense - Rate Case		
675	Miscellaneous Expense	1,256	3,253
403	Depreciation Expense (From page 20)	7,126	6,857
408	Taxes Other Than Income	50	70
408.11	Property Taxes (See page 1, item 10)	1,580	1,394
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ 44,466	\$ 67,497
	OPERATING INCOME/(LOSS)	\$ (6,865)	\$ (27,335)
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$ 73	\$ 74
421	Non-Utility Income	60	5
426	Miscellaneous Non-Utility Expenses	(8)	
427	Interest Expense		
	TOTAL OTHER INCOME/(EXPENSE)	\$ 125	\$ 79
	NET INCOME/(LOSS)	\$ (6,740)	\$ (27,256)

Note: Do not include sales tax in revenue or expense. Please refer to the checklist on page 1 for the required attachments related to this schedule.

* This number must be identical to the number entered on page 6 "total operating revenues."

Company Name: <i>Mormon Lake Water Co</i>	Test Year Ended: <i>December 31, 2006</i>
----------------------------------------------	----------------------------------------------

CALCULATION OF DEPRECIATION EXPENSE

Acct. No..	Description	Original Cost	Depreciation Percentage	Depreciation Expense
		<i>Column A</i>	<i>Column B</i>	<i>Column C*</i>
301	Organization			
302	Franchises			
303	Land & Land Rights		N/A	
304	Structures & Improvements	<i>13,087</i>	<i>3.33</i>	<i>Ø</i>
307	Wells & Springs	<i>38,851</i>	<i>3.33</i>	<i>1293</i>
311	Pumping Equipment	<i>2,752</i>	<i>12.50</i>	<i>107</i>
320	Water Treatment Equipment	<i>12,356</i>	<i>3.33</i>	<i>411</i>
320.1	Water Treatment Plants			
320.2	Solution Chemical Feeders			
330	Distribution Reservoirs & Standpipes	<i>23,520</i>	<i>2.22</i>	<i>522</i>
330.1	Storage Tanks			
330.2	Pressure Tanks			
331	Transmission & Distrib. Mains	<i>3,900</i>	<i>2.00</i>	<i>78</i>
333	Services			
334	Meters & Meter Installations	<i>20,511</i>	<i>8.33</i>	<i>1,708</i>
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant & Misc. Equipment	<i>43,867</i>	<i>6.67</i>	<i>Ø</i>
340	Office Furniture & Equipment	<i>181</i>	<i>15.00</i>	<i>27</i>
340.1	Computers & Software	<i>2,090</i>	<i>20.00</i>	<i>Ø</i>
341	Transportation Equipment	<i>9,987</i>	<i>20.00</i>	<i>1,997</i>
343	Tools, Shop & Garage Equip.	<i>2,593</i>	<i>20.00</i>	<i>518</i>
344	Laboratory Equipment			
345	Power Operated Equipment	<i>3,932</i>	<i>5.00</i>	<i>196</i>
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTAL WATER PLANT			<i>6857</i>

Note: Use Test Year ending balances for column 1, and approved depreciation rates from the prior rate case in column 2.

*** Column C = Column A x Column B**

Company Name: <i>Mormon Lake Water Company</i>	Test Year Ended: <i>December 31, 2006</i>
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BALANCE SHEET

Acct. No.		BALANCE AT BEGINNING OF TEST YEAR	BALANCE AT END OF TEST YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 34,197	\$ 3,672
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable	(2,513)	(1,965)
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 31,684	\$ 1,707
	FIXED ASSETS		
101	Utility Plant in Service	\$ 169,660	\$ 177,627*
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation - Utility Plant ("AD-UP")	(124,347)	(\$ 133,427)**
121	Non-Utility Property		
122	Accumulated Depreciation - Non Utility ("AD-NU")		(\$)
	TOTAL FIXED ASSETS	\$ 45,313	\$ 44,000
	TOTAL ASSETS	\$ 76,997	\$ 45,707

Note: Total Assets on this page should equal the sum of Total Liabilities and Total Capital on page 22. Also, numbers in parentheses should be subtracted. For example, Accounts 108 and 122 should be subtracted from Total Fixed Assets.

*** Must equal page 15, original cost**

**** Must equal page 15, accumulated depreciation**

MORMON LAKE WATER CO.				
	902.2090.701	JE 31		
	Balance Forward	DEBIT	CREDIT	BALANCE
	BALANCE FWD			-1,341.40
1/31/2006	PAYMENT	-1341.40		0.00
	BOOKKEEPING SS		-250.00	-250.00
	TAX BENEFITS SS		-52.50	-302.50
	MAINTENANCE RC		-300.00	-602.50
	TAX BENEFITS RC		-63.00	-665.50
	LABOR FROM MLP JS		-396.64	-1,062.14
	BENEFITS JS		-83.29	-1,145.43
2/28/2006	PAYMENT			-1,145.43
	BOOKKEEPING SS		-250.00	-1,395.43
	TAX BENEFITS SS		-52.50	-1,447.93
	MAINTENANCE RC		-300.00	-1,747.93
	TAX BENEFITS RC		-63.00	-1,810.93
	LABOR FROM MLP JS		-288.46	-2,099.39
	BENEFITS JS		-60.58	-2,159.97
3/31/2006	PAYMENT	-2159.97		0.00
	BOOKKEEPING SS		-250.00	-250.00
	TAX BENEFITS SS		-52.50	-302.50
	MAINTENANCE RC		-300.00	-602.50
	TAX BENEFITS RC		-63.00	-665.50
	LABOR FROM MLP JS		-901.45	-1,566.95
	BENEFITS JS		-189.30	-1,756.25
	TRANSFER TITLE ON RANGER		-13.00	-1,769.25
4/28/2006	PAYMENT	-1769.25		0.00
	BOOKKEEPING SS		-250.00	-250.00
	TAX BENEFITS SS		-52.50	-302.50
	MAINTENANCE RC		-300.00	-602.50
	TAX BENEFITS RC		-63.00	-665.50
	LABOR FROM MLP JS		-1,514.44	-2,179.94
	BENEFITS JS		-318.03	-2,497.97
	DIESEL, GAS, & PROPANE FROM MLP		-98.24	-2,596.21
5/31/2006	PAYMENT			-2,596.21
	BOOKKEEPING SS		-500.00	-3,096.21
	TAX BENEFITS SS		-105.00	-3,201.21
	MAINTENANCE RC		-700.00	-3,901.21
	TAX BENEFITS RC		-147.00	-4,048.21
	LABOR FROM MLP JS		-649.04	-4,697.25
	BENEFITS JS		-136.30	-4,833.55
	GAS FROM STORE		-46.06	-4,879.61
6/30/2006	PAYMENT	-4879.61		0.00
	BOOKKEEPING SS		-500.00	-500.00
	TAX BENEFITS SS		-105.00	-605.00
	MAINTENANCE RC		-700.00	-1,305.00
	TAX BENEFITS RC		-147.00	-1,452.00
	LABOR FROM MLP JS		-144.23	-1,596.23
	BENEFITS JS		-30.29	-1,626.52
	GAS FROM STORE		-121.80	-1,748.32
7/31/2006	PAYMENT	-1748.32		0.00
	BOOKKEEPING SS		-500.00	-500.00
	TAX BENEFITS SS		-105.00	-605.00
	MAINTENANCE RC		-700.00	-1,305.00
	TAX BENEFITS RC		-147.00	-1,452.00
	LABOR FROM MLP JS		-288.46	-1,740.46
	BENEFITS JS		-60.58	-1,801.04
8/31/2006	PAYMENT	-1801.04		0.00
	BOOKKEEPING SS		-500.00	-500.00
	TAX BENEFITS SS		-105.00	-605.00
	MAINTENANCE RC		-700.00	-1,305.00
	TAX BENEFITS RC		-147.00	-1,452.00
	LABOR FROM MLP JS		-649.04	-2,101.04
	BENEFITS JS		-136.30	-2,237.34
	GAS FROM STORE		-63.85	-2,301.19
9/30/2006	PAYMENT	-2301.19		0.00
	BOOKKEEPING SS		-500.00	-500.00
	TAX BENEFITS SS		-105.00	-605.00
	MAINTENANCE RC		-700.00	-1,305.00
	TAX BENEFITS RC		-147.00	-1,452.00
	LABOR FROM MLP JS		-216.35	-1,668.35
	BENEFITS JS		-45.43	-1,713.78
	GAS FROM STORE		-61.89	-1,775.67
	WATER FROM MLP		-485.50	-2,261.17

MORMON LAKE WATER CO.				
	902.2090.701	JE 31		
10/31/2006	PAYMENT	-2261.17		0.00
	BOOKKEEPING SS		-500.00	-500.00
	TAX BENEFITS SS		-105.00	-605.00
	MAINTENANCE RC		-700.00	-1,305.00
	TAX BENEFITS RC		-147.00	-1,452.00
	LABOR FROM MLP JS			-1,452.00
	BENEFITS JS			-1,452.00
	GAS FROM STORE		-50.00	-1,502.00
11/30/2006	PAYMENT	-1502.00		0.00
	BOOKKEEPING SS		-250.00	-250.00
	TAX BENEFITS SS		-52.50	-302.50
	MAINTENANCE RC		-300.00	-602.50
	TAX BENEFITS RC		-63.00	-665.50
	LABOR FROM MLP JS		-1,084.74	-1,750.24
	BENEFITS JS		-227.17	-1,977.41
	LABOR FROM MLP GR, RH, JA, LA		-715.20	-2,692.61
	BENEFITS GR, RH, JA, LA		-150.19	-2,842.80
	CHECKS CLEARED ON M LP		-2694.23	-5,537.03
12/31/2006	PAYMENT	-5537.03		0.00
	BOOKKEEPING SS		-250.00	-250.00
	TAX BENEFITS SS		-52.50	-302.50
	MAINTENANCE RC		-300.00	-602.50
	TAX BENEFITS RC		-63.00	-665.50
	LABOR FROM MLP JS		-288.46	-953.96
	BENEFITS JS		-60.58	-1,014.54

917201009 2 000000384750000091

Bonny Lynn
Coconino County Treasurer
110 E Cherry Ave
Flagstaff AZ 86001-4827

91

Your mortgage company makes your property tax payments consider this notice as a courtesy copy for your records only.

Due March 1, 2007
917-10-100 9
Coconino Lake Water Co
Delinquency Date Secured Payment
Penalty for late payment is 15% per year
printed monthly as of the 1st day of the
month for payments delinquent after 300
PM, May 1, 2007 WRS 42-18052 and 418
42-18053

TO PAY 2ND HALF
Flagstaff AZ 86001-4827
Coconino County Treasurer
Bonny Lynn

2006 SECOND HALF PAYMENT COUPON

PROPERTY TAX NOTICE

IDENTIFICATION	PROPERTY TAX	ADDITIONAL TAXES	TOTAL TAX DUE FOR 2006
100 9 0100 5.2404 2-1885	1,001.44	0.00	1,001.44
ADDITIONAL TAXES	388.32	0.00	388.32
TOTAL TAX DUE FOR 2006	1,389.76		1,389.76

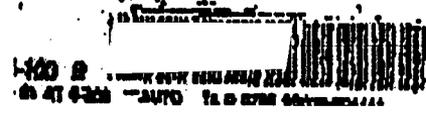
DESCRIPTION	2006 TAXES	2005 TAXES
02000 COCONINO COUNTY	88.33	85.08
07001 FLAGSTAFF SD #1	1,127.00	1,116.72
08150 COMMUNITY COLLEGE	100.00	110.50
11800 FIRE DISTRICT ASST P	19.11	20.00
14000 CO LIBRARY DIST #77-	38.26	37.55
15000 COUNTY FCD #84-41	3.13	3.28
30001 JMT VOC TECH INST	9.55	10.00
02001 STATE SCH TAX EQUAL	0.00	87.18

COCONINO COUNTY
PROPERTY TAX
AZ 86001-4827

THIS IS A
CALENDAR YEAR
TAX NOTICE

TOTALS 1,389.76 1,578.70

PAYMENT INSTRUCTIONS
To pay the 1st half installment, send the 1st half coupon with your



LEE TANKS

623-979-7952

P.O. Box 610

Black Canyon City, Arizona 85324 10-15-92

9652

CUSTOMER

Norman Lake Water Co.

ADDRESS

According to Lee we don't owe the 90th because the

QUANTITY	DESCRIPTION	PRICE
1	2 ea 1100 gal W.S.T	
2	@ 3685 ea	7370
3	TAX	464
4		7834
5	Freight @ 266 ea	532
6	TOTAL	8366
7	Deposit	3085
8	2 ea 6 Ring 1	
9	BALANCE	4681
10	ADJ 3627	9000

TERMS: C.O.D.

\$4771.00

It is agreed by the buyer that the title of the merchandise shall remain in the seller until all covenants, conditions and agreements herein shall be performed in accordance with this contract.

The buyer further agrees that upon failure to make any of the payments herein provided for at the time they shall become due, the seller may without notice repossess said merchandise and thereupon any right that the buyer may have to said merchandise or to any sums paid thereon, shall cease. The buyer agrees to pay all reasonable court costs, attorney fees, etc., in any action necessary to make this collection. One per cent per month charged for all delinquent accounts.

Received By _____

Brought to you by:



Safety
DIRECT

MATERIAL HANDLING
DIRECT

Signs&Labels
DIRECT

First Aid Health&Wellness
DIRECT

Maintenance
DIRECT

Labware
DIRECT

Spill Cleanup
DIRECT

www.labsafety.com

Lab Safety Supply Inc.
FEI # 39-1726218 GST# 894097476RT

401 S. Wright Rd. • PO Box 1368 • Janesville WI U.S.A. 53547-1368

Order By Phones: 1-800-356-0783 Safety TechLine: 1-800-356-2501

Order By Fax: 1-800-543-9910 Order Online: www.labsafety.com

MORMON LAKE PROPERTIES LLC
ACCOUNTS PAYABLE
PO BOX 38012
MORMON LAKE AZ 86038-0012

MORMON LAKE PROPERTIES LLC
1.9 MILES SOUTH MORMON LAKE RD
MORMON LAKE AZ 86038

Order No.	Product No.	Qty	Unit Price	Total Price	Ship To	Ship Date
DM02708042	GOLD	6222106 - 1	1003182287	04/14/2003	05/14/2003	

Customer Name	Payment Terms	Ship To	Ship Date
LAURA GOLD	PP ADD	04/07/2003	Net 30

LINE	PRODUCT NO.	DESCRIPTION	QTY	UNIT PRICE	TOTAL AMOUNT	TAXES
1	95404	GASALERTMICRO 4 GAS CON KIT	0	1.00 EA	1,220.00	1,220.00
	902.1640	1288.32 4 Gas Con Kit				
	902.2080	(68.32) Use tax on 1220.00				
	902.1640	7.65 freight				

POSTED

Thank you for your order.

SUBTOTAL: 1,220.00
FREIGHT: 7.65
TAXES: 0.00

Please note our new payment term.

PAYMENT TERMS: Net 30

TOTAL AMOUNT DUE BY 05/14/2003

1,227.65 USD

ORIGINAL

USABlueBook

OK

INVOICE

INVOICE NO.	6549
PAGE	1 of
DATE	04/07/03

NEW
 Remit to:
 P.O. Box 9004
 Gurnee, IL 60031-9004



TEL: (847) 689-9781
 FAX: (847) 689-3001
 TOLL FREE: 1-800-493-9876
 F.E.I.N.: 36-3645787

CUSTOMER P.O. #	SHIP DATE	SALESPERSON	TERMS	TAX CODE	SALES ORDER #	W/H	FREIGHT	SHIP VIA
VERBAL LAURA	04/07/03	SRV	1X/10 NET 30	ILNDNIL	573859	01	FXD/PPD	UPS
USA STOCK #	DESCRIPTION	ORDERED	SHIPPED	BACK ORDER	U/M	PRICE	PER	EXTENSION
49317	Harness, Full body Vest style w/Back D-Ring	1	1	0	EA	59.39	EA	59.39
C113	Order From Catalog 113	1	1	0	EA	.00	EA	.00
CA	CR RLSD	1	1	0	EA	.00	EA	.00
65106	Tripod, 7' & Winch w/60' S.S. Cable DBI Salalift II	1	1	0	EA	1593.49	EA	1593.49
70192	Axial Blower w/ Canister & 25' of 8" Ducting 115V	1	1	0	EA	599.92	EA	599.92

90202.6480 62.72 Full body vest
 902.1640 2316.24 Winch + blower
 902.2080 (126.16) use tax on 2252.80
 902.1640 90.00 freight

POSTED

ANK YOU for your business!

MERCHANDISE	MISCELLANEOUS	DISCOUNT	TAX	FREIGHT	TOTAL DUE
2252.80	.00	.00	.00	90.00	2342.80

MONTHLY CHARGE 30 DAYS PAST DUE
 Discounts apply to merchandise only.

If it become necessary to refer your unpaid balance to a collection agency, a collection fee, not to exceed 25% balance referred; plus reasonable attorney's fees; and court costs when necessary, will be added to the balance due.

******IMPORTANT******
 Please include this customer # on the face of your remittance check.

3
 MORMON LAKE WATER CO
 1.9 MILES SOUTH MORMAN LAKE RD
 MORMON LAKE, AZ 86038
 ATTN JAMES SORGATZ

SOLD TO

704161
 MORMON LAKE WATER CO
 PO BOX 38012
 MORMON LAKE, AZ 86038

Invoice Inquiry

871771

PAID

JUL 08 2005 Page 1 of 1



POLARIS

Home Mktg. Serv. Log On

Invoice Inquiry (admin)

- Marketing
- Finished Goods
- Pure Polaris
- Service and Warranty
- Accounting and Finance
- Dealer Management

Invoice - 872224 Type: PO&A Printed 0 times Print Invoice

872224

Sold To
FOREVER RESORTS
7501 E MCCORMICK PKWY
SCOTTSDALE

Ship To
MORMON LAKE LODGE
MAIR STREET
PO BOX 38012
MORMAN LAKE, AZ 80038

Customer Number 02910480	Year PO No. 2910400-3	Entry Date 05/06/05	Invoice Date 05/06/05	Order Number P586413 001
Terms NET 15TH PROX	Shipped VIA BEST WAY GROUND	Special Information Hower plow		Currency USD

PA Dealer #: 104736

Parts Ord	Ship	B/O	Part	Description	Unit Price	Amount
1	1		2874031	WINDSHIELD POLY	\$209.99	\$209.99
1	1		2874342-195	POLY ROOF, GREEN	\$167.99	\$167.99
1	1		2873008	PLOW, RGR, GLACIER HD	\$1,119.99	\$1,119.99

Summary

This Order is Financed by Polaris Acceptance

Mail your payment to:
POLARIS ACCEPTANCE
75 REMITTANCE DRIVE
SUITE 1040
CHICAGO IL 60675-1040

Mail your correspondence to:
POLARIS ACCEPTANCE
PO BOX 47600
MINN MN 55240

Tax \$0.00

Discount \$0.00 Total \$1,497.97

Back

mlw

1497.97

902.1670 1581.96 Plow, windshield, roof For Ranger
902.2081 (83.99) Use tax 1497.97

asset form to follow

JUL 08 2005

re-submit
8/11/05

.../invoiceDetail.asp?invoiceID=872224&invoiceDate=20050506

CENTRAL ARIZONA SUPPLY

Wholesale Plumbing and HVAC Distributor

PLEASE REMIT TO: 710897
CENTRAL ARIZONA SUPPLY
 208 S. Country Club Drive • Mesa, Arizona 85210-1248
 Phone: (480) 834-5817 • Fax (480) 834-0432

INVOICE

APACHE JUNCTION CASA GRANDE FLAGSTAFF PAYSON PHOENIX
 SCOTTSDALE SURPRISE SHOW LOW

S
O
L
D
T
O
[
MORMON LAKE PROPERTIES
 MAIN STREET
 P.O. BOX 38012
 MORMON LAKE, AZ 86038

S
H
I
P
T
O
[
SAME AS "SOLD TO"
 UNLESS OTHERWISE SPECIFIED
]
 JOB NAME: 1423 MLWCO

INVOICE NO.	INVOICE DATE	QUANTITY	ORDER DATE	FL	001	JLH	TERMS	ORDER DATE
5612	91407401	1	04/18/03	FL	001	JLH	DUE 10TH FOLLOWING MONTH	04/18/03

ORDERED BY	SALES	SHIP TO	DATE
1423 MLWCO	SCOTT	Will Call	04/18/03

QTY	DESCRIPTION	PRICE	AMOUNT
10	2XCLOSE GALV STEEL NIPPLE	1.2740 EA	12.74
2	3X2 GALV HEX BUSH	4.7490 EA	9.50
2	2IN POLY-STEEL ADAPTER	3.4230 EA	6.85
3	2IN GALV MI TEE	5.6340 EA	16.90
3	2X2X1 GALV MI TEE	5.6610 EA	16.98
2	2X1 GALV HEX BUSH	2.4600 EA	4.92
2	1X1/4 GALV HEX BUSH	1.3350 EA	2.67
2	3IN GALV MI ST 90-ELL	21.3420 EA	42.68
1	2IN GALV MI 90-ELL	3.9120 EA	3.91
4	436-030 3IN MXS PVC S40 ADAPTER	3.7200 EA	14.88
6	406-030 3IN SXS PVC S40 90D ELBOW	4.8900 EA	29.34
4	JOMAR 100-708 2IN T-100 IPS BALL	30.3840 EA	121.54
2	B44H 3-1/4 HOSE CLAMP	0.8255 EA	1.65

902.1690 **POSTED** Materials Water tanks

SERVICE CHARGE OF 1% PER MONTH (18% PER ANNUM) WILL BE ASSESSED ON UNPAID PAST DUE ACCOUNTS. PURCHASER AGREES TO PAY REASONABLE COSTS OF COLLECTION, INCLUDING ATTORNEY'S, ON PAST DUE ACCOUNTS.

RESTOCKING CHARGE OF 15% WILL BE MADE ON ALL RETURNED GOODS UNLESS RETURNED DUE TO DEFECT OR ERROR ON OUR PART. RETURN OF NON-STOCK ITEMS IS SUBJECT TO PURCHASER'S APPROVAL AND RESTOCKING CHARGE. CLAIMS MUST BE MADE WITHIN FIVE DAYS AND MUST BE ACCOMPANIED BY THIS INVOICE. NO ALLOWANCES WILL BE MADE FOR LABOR, DAMAGES OR OTHER CLAIMS.

284.56
23.04
.00
307.60

MORMAN LAKE WATER CO.

P. O. BOX 38012
MORMAN LAKE, AZ 86038

Bank of America
Downtown Flagstaff Branch 08427
128 E. Birch
Flagstaff, AZ 86001
257-0001 in Phoenix, 1-800-284-8481 Nationwide

91-170/1221

CHECK NO.
003150

PAY

DATE

AMOUNT

Seven Hundred Ninety Eight & No/100

12-20-02

798.00

TO THE
ORDER
OF

Jim Sorgatz



Salvador Soria

NON-NEGOTIABLE



Jim's Repair Service

Customer Address
907 1690

12-19-02

Customer Mormon Lake Water Co.

Address

12-2 thro 12-13-02

Water Rates

Rebuild Trailer & Move Tanks

1 Daily Checks

90202 1695 399.00 Labor

907 1690 399.00 Labor

PAID

DEC 20 2001

999.00

Thank You

POSTED

You Name It... We Fix It



Remodeling, Repair, Callouts, Businesses

INDIVIDUAL ACKNOWLEDGMENT

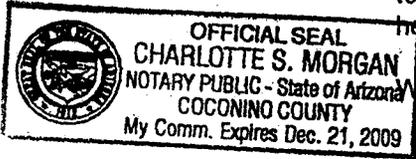
State of ARIZONA }
County of COCONINO } ss.

On this the 21 day of JUNE, 2007,
before me, CHARLOTTE S. MORGAN,
Name of Notary Public

the undersigned Notary Public, personally appeared
SCOTT V GOLD
Name(s) of Signer(s)

- personally known to me
- proved to me on the basis of satisfactory evidence

to be the person(s) whose name(s) is/are subscribed to the within instrument, and acknowledged that he/she/they executed it.



WITNESS my hand and official seal.

Charlotte S. Morgan
Signature of Notary Public

OPTIONAL

Although the information in this section is not required by law, it may prove valuable to persons relying on the document and could prevent fraudulent removal and reattachment of this form to another document.

Description of Attached Document

Title or Type of Document: CUSTOMER NOTIFICATION LETTER
Document Date: MARCH 9, 2007 Number of Pages: 4
Signer(s) Other Than Named Above: NA

RIGHT THUMBPRINT OF SIGNER #1
Top of thumb here

RIGHT THUMBPRINT OF SIGNER #2
Top of thumb here

Mormon Lake Water Company
P.O. Box 38012, 1 Main Street
Mormon Lake, Arizona 86038
928-354-2227 ext. 11

July 11, 2007

Dear Mormon Lake Water Company Customer,

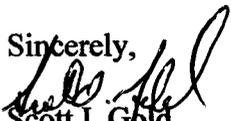
The Mormon Lake Water Company has applied for a water rate increase to be effective on approval by the Arizona Corporation Commission.

A letter was mailed out to all customers on March 9, 2007 explaining the increased costs associated with providing water and the drought conditions we have been experiencing the past several years.

The letter dated March 9, 2007 is replaced by this one because of changes that had to be made on pages 11 and 11A (attached) and in order to receive approval from the Arizona Corporation Commission.

Again and as always we truly appreciate and value you, our customer.

Sincerely,



Scott I. Gold

President

Mormon Lake Water Company

**Mormon Lake Water Company
P.O. Box 38012, 1 Main Street
Mormon Lake, AZ 86038
928-354-2227 ext. 11**

March 9, 2007

Dear Mormon Lake Water Company Customers;

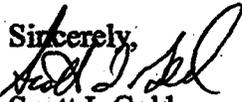
The Mormon Lake Water Company has applied for a water rate increase to be effective this year, May 15, 2007. The Mormon Lake Water Company has not had a rate increase since October 2003.

The increased costs associated with providing water are the reason that we must do this. As you are aware we have been in drought conditions for several years, making it increasingly difficult to keep up with the growing demand of residential water customers.

In order to meet the current, growing, demand for residential water use, we have been pumping and treating more water, we have to purchase significant quantities of additional water, and we installed a pressure tank on the hill to service our residential customers. This was done in response to customer concerns that the water pressure was inadequate and ADEQ subsequently determined that the water pressure needed to be increased. The pump increased water pressure which also increased water consumption. Additional demand occurs every year when we install new meters for new and existing services.

The existing wells are not able to keep up with the current and expected demand for water resources. Your assistance in conserving and restricting the use of water is appreciated.

Sincerely,



Scott I. Gold

President

Mormon Lake Water Company

32

CUSTOMER NOTIFICATION

Mormon Lake Water Company has applied to the Arizona Corporation Commission for an adjustment in rates. The current rates have been in effect since October 2003. An increase in rates is necessary at this time due to increased demand in water and decrease in well production due to drought. Based on the Company's unaudited Test Year results, Mormon Lake Water Company realized an operating loss of <\$31,081.00>. The Company is requesting a revenue increase of \$10,937.00 or 29% of total revenues. Please see the attached pages 9 and 11 of the Company's application for the current and proposed rates.

The Application is available for inspection during regular business hours at the offices of the Commission in Phoenix at 1200 West Washington Street and at the Mormon Lake Water Company at P.O. Box 38012, 1 Main Street, Mormon Lake, AZ 86038, and 928-354-2227 ext 11. Please be advised that the rates and charges ultimately approved by the Commission may be higher or lower than the rates and charges requested in the Application.

Customer input is an important part of the Commission's analysis of the requested adjustment and is a factor in determining whether a hearing will be conducted. Customers should bring to the Commission's attention any questions or concerns related to the Company's Application, including service, billing procedures or other factors important in determining the reasonableness of charges. Customers may have the right to intervene in this matter. Customers wishing to communicate with the Commission, or request information on intervention in the proceeding, should contact the Commission's Consumer Services Section at 800-222-7000 (if located outside the Phoenix local calling area) or 602-542-4251 in the Phoenix local calling area. Customers may also contact the Tucson Commission by calling 800-535-0148 (if located outside the Tucson calling area) or 520-628-6555 in the Tucson calling area.

Customers are advised that the Commission may act upon the Application without a hearing. Regardless of whether a formal hearing is held, customer comments submitted in writing will be placed in the office file, which the Commission reviews prior to making its final decision on the Application. It is important that customers contact the Commission within 15 days of the receipt of this notice so that the Commission's Staff can consider customer comments and concerns in developing its recommendations to the Commission.

32 A

Company Name: WILKINSON LAKE WATER COMPANY	Test Year Ended: 12/31/2006
-----------------------------------------------	--------------------------------

CURRENT AND PROPOSED RATES AND CHARGES

CUSTOMER CLASS: Residential Commercial Industrial
 Irrigation All Other, specify _____

MINIMUM OR SERVICE CHARGES	CURRENT RATES		PROPOSED RATES	
	\$	GALLONS	\$	GALLONS
5/8" x 3/4" Meter	18.00	for 1000	23.00	for 1000
3/4" Meter	20.00	for 1000	25.00	for 1000
1" Meter	50.00	for 1000	65.00	for 1000
1-1/2" Meter	100.00	for 1000	125.00	for 1000
2" Meter	150.00	for 1000	190.00	for 1000
3" Meter	200.00	for 1000	255.00	for 1000
4" Meter	300.00	for 1000	385.00	for 1000
6" Meter	400.00	for 1000	510.00	for 1000

GALLONS IN EXCESS OF MINIMUM
Commodity Charge in Excess of Minimum (Charge Per 1,000 Gallons)
First Tier
Second Tier
Third Tier
FLAT RATE

Current Rates		Proposed Rates	
Rate	Gallons	Rate	Gallons
\$ 18.00	Up to 1000	\$ 23.00	Up to 1000
\$ 3.25	1001 to 2000	\$ 3.58	1001 to 2000
\$ 4.50	2001-14000 Over _____	\$ 4.95	2001-14000 Over _____
\$ 6.00	Per Month Over 14000	\$ 6.60	Per Month Over 14000

Note: If rates and charges vary across customer classes, duplicate the form and complete one for each rate class. (e.g., residential, commercial) unless "All" is checked.

Company Name: MORMON LAKE WATER COMPANY	Test Year Ended: 12/31/2006
--------------------------------------------	--------------------------------

CURRENT AND PROPOSED SERVICE CHARGES

CUSTOMER CLASS: Residential Commercial Industrial
 Irrigation All Other, specify _____

SERVICE LINE AND METER INSTALLATION CHARGES	CURRENT CHARGES	PROPOSED CHARGES
5/8" X 3/4" Meter	\$ 400.00	\$ 400.00
3/4" Meter	\$ 400.00	\$ 400.00
1" Meter	\$ 500.00	\$ 500.00
1-1/2" Meter	\$ 715.00	\$ 715.00
2" Meter	\$ 1170.00	\$ 1170.00
3" Meter	\$ 1585.00	\$ 1585.00
4" Meter	\$ 2540.00	\$ 2540.00
6" Meter	\$ 4815.00	\$ 4815.00

Establishment	\$ 30.00	\$ 40.00
Establishment (after hour)	\$ 50.00	\$ 60.00
Reconnection (delinquent)	\$ 50.00	\$ 60.00
Reconnection (delinquent) after hours	\$ 75.00	\$ 85.00
Meter Test	\$ 35.00 ^{IF corrected}	\$ 45.00 ^{IF corrected}
Deposit	\$ *	\$ *
Deposit Interest	6.00 %	6.00 %
Re-establishment (within 12 months)	\$ * *	\$ * *
NSF Check	\$ 15.00	\$ 25.00
Deferred Payment	1.50 %	1.50 %
Meter Re-read	\$ 6.00	\$ 10.00
Late Fee	\$ 1.5% per month	\$ 1.5% per month

Note: If rates and charges vary across customer classes, duplicate the form and complete one for each rate class. (e.g., residential, commercial) unless "All" is checked.

* PER COMMISSION RULE A.A.C. R14-2-403(B)
 ** # OF MONTHS OFF SYSTEM TIMES MONTHLY MINIMUM PER
 COMMISSION RULE A.A.C. R14-2-403(D)

Company Name: <i>Mormon Lake Water Company</i>	Test Year Ended: <i>December 31, 2006</i>
---------------------------------------------------	----------------------------------------------

CURRENT AND PROPOSED SERVICE CHARGES

CUSTOMER CLASS: Residential Commercial Industrial
 Irrigation All Other, specify _____

Monthly Service Charge for Fire Sprinkler:

4" or Smaller	***
6"	***
8"	***
10"	***
Larger than 10"	***

*** 1.00% of the monthly minimum for a comparable sized meter connection, but no less than \$5.00 per month. The service charge for fire sprinklers is only applicable for service lines separate and distinct from the primary water service line.