

**ORIGINAL**

**NEW APPLICATION**



0000076142

**ARIZONA CORPORATION COMM**



Arizona Corporation Commission

**DOCKETED**

**AUG 24 2007**

DOCKETED BY

**RATE APPLICATION  
FOR WATER COMPANIES  
WITH ANNUAL GROSS OPERATING REVENUES  
(INCLUDING REQUESTED RATE RELIEF)  
OF LESS THAN \$250,000  
PER ARIZONA ADMINISTRATIVE CODE R14-2-103**

Details at website: [www.cc.state.az.us](http://www.cc.state.az.us)

**EMPIRITA WATER COMPANY**

**UTILITY NAME**

W-03948A-07-0495

W-03948A-07-

**DOCKET NO(S).**

**DECEMBER 31, 2006**

**TEST YEAR ENDED**

AZ CORP COMMISSION  
DOCKET CONTROL

2007 AUG 24 P 3:01

**RECEIVED**

**Required invoices to be submitted are listed in the checklist on page 1.**

You must complete ALL items in the application according to the instructions provided. If you have any questions regarding the application, call the Chief of Accounting and Rates at (602) 542-0743 for Staff assistance or see our website at: [www.cc.state.az.us](http://www.cc.state.az.us)

IN ORDER TO PROCESS YOUR APPLICATION  
FORWARD THE ORIGINAL AND FIFTEEN COPIES OF THE  
**APPLICATION AND COVER SHEET** PLUS THREE  
PACKETS WITH COPIES OF  
CHECKLIST ITEMS 5-11 (PAGE 1)  
TO DOCKET CONTROL CENTER  
1200 WEST WASHINGTON STREET  
PHOENIX, ARIZONA 85007

**Note: Please refer to the checklist on page 1 for the required attachments.**

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## WATER RATE APPLICATION CHECKLIST

Please use the following checklist to ensure that all necessary attachments are included in the application. Provide an explanation for any omitted item. Please include 15 copies of this application in your application submission. Also, please include three packets with copies of checklist items 5-11.

### ORIGINAL APPLICATION PACKAGE ITEMS

- 1. The Arizona Department of Environmental Quality ("ADEQ") compliance status report. Use the appropriate request form in the appendix at the end of this application to obtain the status report. A separate form should be used for each public water system, as defined by ADEQ, that is part of this application. *faxed 8/22/07*
- 2. The Arizona Department of Revenue ("ADOR") certificate of compliance letter of good standing. Use the tax clearance application in the appendix at the end of this application in order to obtain the certificate of compliance. (Send in the certificate of compliance with your application.) *mailed 8/23/07*
- 3. The utility's most recent ADEQ annual sampling fee invoice for its Monitoring Assistance Program. *N/A*
- 4. Invoices for each plant asset purchase in excess of \$150 for the Test Year, as well as all of the intervening years since the utility's prior Test Year as itemized on page 13. *3 copies*

Please provide 3 packets with copies of the following information to support entries on the Income Statement on page 19:

- 5. A breakdown by name, position, salary, and duties for the Salaries and Wages expense. (Acct. 601) *N/A*
- 6. Invoices for Purchased Water during the Test Year. (Acct. 610) *N/A*
- 7. Invoices for Purchased Power during the Test Year. (Acct. 615)
- 8. Invoices for Repairs and Maintenance in excess of \$150 incurred during the Test Year. (Acct. 620)
- 9. Invoices for Outside Services in excess of \$150 incurred during the Test Year. (Acct. 630)
- 10. Invoices for Water Testing during the Test Year (Acct. 635)
- 11. Statements from the county for Property Tax expenses incurred during the Test Year. (Acct. 408.11)

## NARRATIVE DESCRIPTION OF APPLICATION FOR RATE ADJUSTMENT

### Instructions:

Please provide the reasons for your requested rate adjustment by checking the appropriate box(es) below. If desired, the Company may also attach a written narrative regarding its reasons for the requested rate adjustment. Your narrative may also include efforts made by the utility to control costs/expenses and /or mitigate the amount of rate adjustment.

- Changes in current, compared to past operations, that necessitate the rate adjustment  
Please explain:

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- Descriptions and/or calculations of adjustments made to amounts that are included in this application that are different than amounts recorded in your books/ledgers (pro forma adjustments):  
Please explain:

The only two proforma adjustments made to the books of Empirita Water Company, LLC include a \$20 increase to Water Testing for a cash payment not recorded on the books, and inclusion of rate case expense.

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- Significant factors influencing your revenues, expenses and/or rate base  
Please explain:

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- Anticipated growth/decline in customers expected in the next two years, the amount of anticipated construction to serve those customers, and how financed; the type of customers served by the utility, e.g. residential, irrigation, small retail businesses, large commercial, etc.  
Please explain:

The Company predicts there will be at least 91 customers by the end of 2009. Although lots in the service area have been sold, it is unclear when each individual will build on their plat of land and request service from the water company.

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- Anticipated construction  
Please explain:

Construction of additional wells and storage will be added to the system as the customer base increases as each lot is developed.

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Efforts made to encourage conservation of water through the proposed rate design or through other means

Please explain:

Empirita water has proposed a three-tiered rate design to encourage water conservation.

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Other factors

Please explain:

The filing of this rate case was Ordered by the Commission on two separate occasions. First, this case satisfies item 13(a) on page 5 of Decision 63672, as Empirita served its first permanent customer in February of 2005. Second, this filing also complies with the Ordering paragraph that begins on line 28 of page 11, and continues through line 3 of page 12, of Decision 69399. Empirita Water's proposed rates include tiered rates with the first breakpoint well below the mandated 10,000 gallons.

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*Attach additional pages as necessary.*

Company Name: Empirita Water Company, LLC	Test Year Ended: 31-Dec-06
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**AFFILIATE RELATIONSHIP**

Please indicate a yes or no answer to the questions below and provide an explanation where necessary.

A parent-subsidiary relationship, or affiliation, with another entity includes corporations, partnerships, sole proprietorships, limited liability corporations (LLCs), as well as common ownership of a water company and another entity, such as a development company or wastewater company.

Are any assets owned jointly with any affiliated or subsidiary entities?

YES       NO

If Yes, please provide a description of each jointly owned asset, its cost, and the percentage of the asset owned by the utility. (Please not the amounts reported on pages 13 and 15 should only include the percentage of plant owned by the utility.)

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Were any of the assets constructed or acquired from an affiliated or subsidiary entity?

YES       NO

If Yes, please identify the affiliated entity, the relationship with the utility, and a detailed listing of all transactions reflected in the Plant accounts. Also include detail for other balance sheet accounts, such as Advances, Contributions in Aid of Construction, inter-company payables and receivables, as well as affiliated revenues and expenses from the Company's Income Statement.

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## STATEMENTS IN SUPPORT OF RATE REQUEST

Complete the following statements in support of your rate request.

**EMPIRITA WATER COMPANY, LLC** (The "Company") requests and adjustment in the existing rates charged by the Company. The information contained in this application is based upon a twelve-month Test Year ending **12/31/06** (mm/dd/yy). The Company had total operating revenues of **\$9,594**, served **23** metered and **zero** un-metered  
(from page 19)

customers, and sold 1,290,190 gallons of water during the Test Year.  
(from page 18)

The Company is requesting a(n) increase/decrease in revenues in the amount of **\$2,269**.

Total annual operating revenues, if the Company is granted the rate adjustment, will be **\$11,863**.

The Company is current on all property taxes.  YES  NO

The Company is current on all sales taxes.  
(Please use the form in the appendix and see checklist item 2 on page 1.)  YES  NO

The Company currently has a Curtailment Plan Tariff on file with the Commission.  YES  NO

The Company currently has a Backflow Prevention Tariff on file with the Commission.  YES  NO

The Company notified its customers of its application for a rate adjustment on 08/24/07 (mm/dd/yy). **A COPY OF THE NOTICE WITH A NOTARIZED COVER LETTER STATING THE METHOD OF CUSTOMER NOTIFICATION, AS WELL AS THE DATE OF THE NOTIFICATION, MUST BE ATTACHED. (See page 32)**

By completing this application in support of the Company's request for a rate adjustment, the Company realizes that Original Cost Less Depreciation ("OCLD") plant information will be used to determine the fair value rate base, I.e., the Company waives the right to Reconstruction Cost New.

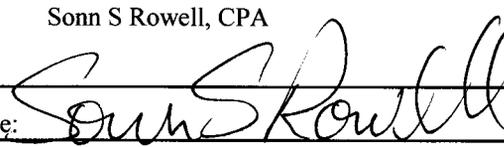
The utility company ownership is one of the following:

- Sole Proprietorship
- Partnership
- "C" Corporation
- "S" Corporation
- Limited Liability Company ("LLC")
- Association - Cooperative
- Other, please specify:

**Note: If a corporation, please list stockholders and the respective numbers of shares owned below.**

Stockholders	Number of Shares Owned

I have read and completed this application, and to the best of my knowledge all of the information contained herein, and attached to this application, is true and correct.

Name of Authorized Representative (print): James Vermilyea, President  Sonn S Rowell, CPA	Company Name: Empirita Water Company, LLC
Title:	Address: 2090 N Kolb Rd, Ste 120 Tucson, AZ 85715
Signature: 	Phone Number: 520.885.1666 James 480.961.5484 Sonn
Date: August 24, 2007	Fax Number: 520.885.5010 James 480.961.5488 Sonn
E-mail Address: jvermilyea@earthlink.net  sonncpa@qwest.net	Website Address:

Company Name: Empirita Water Company, LLC	Test Year Ended: 12/31/2006
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### CURRENT AND PROPOSED RATES AND CHARGES

CUSTOMER CLASS: Residential      Commercial      Industrial  
Irrigation      *All*      Other, specify \_\_\_\_\_

#### CURRENT RATES

#### PROPOSED RATES

MINIMUM OR SERVICE CHARGES
5/8" x 3/4" Meter
3/4" Meter
1" Meter
1-1/2" Meter
2" Meter
3" Meter
4" Meter
6" Meter

\$	GALLONS
25.00	for 0
25.00	for 0
62.50	for 0
125.00	for 0
200.00	for 0
400.00	for 0
625.00	for 0
1,250.00	for 0

\$	GALLONS
30.00	for 0
45.00	for 0
75.00	for 0
150.00	for 0
240.00	for 0
480.00	for 0
750.00	for 0
1,500.00	for 0

GALLONS IN EXCESS OF MINIMUM
Commodity Charge in Excess of Minimum (Charge Per 1,000 Gallons)
First Tier
Second Tier
Third Tier
Standpipe or bulk water

#### Current Rates

#### Proposed Rates

Rate	Gallons
\$2.00	Up to 10,000
\$4.50	Over 10,000
N/A	
\$4.50 per thousand	for all

Rate	Gallons
\$2.50	Up to 4,000
\$4.00	for 4,001 to 10,000
\$5.00	Over 10,000
\$5.00 per thousand	for all

*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: Empirita Water Company, LLC	Test Year Ended: 12/31/2006
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### 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	\$ 410.00	\$ 450.00
3/4" Meter	\$ 455.00	\$ 500.00
1" Meter	\$ 520.00	\$ 575.00
1-1/2" Meter	\$ 740.00	\$ 815.00
2" Meter Turbo	\$ 1,235.00	\$ 1,360.00
2" Meter Compound	\$ 1,800.00	\$ 1,980.00
3" Meter Turbo	\$ 1,705.00	\$ 1,875.00
3" Meter Compound	\$ 2,340.00	\$ 2,574.00
4" Meter Turbo	\$ 2,700.00	\$ 2,970.00
4" Meter Compound	\$ 3,405.00	\$ 3,745.00
6" Meter Turbo	\$ 3,405.00	\$ 3,745.00
6" Meter Compound	\$ 6,510.00	\$ 7,160.00
Establishment	\$ 25.00	\$ 30.00
Establishment (after hours)	\$ 40.00	\$ 45.00
Reconnection of Service per R14-2-403(D)(1)	\$ 30.00	\$ 35.00
Re-Establishment of Service per R14-2-403(D)	**	**
Charge for moving meter at customer request per R14-2-405(B)(5)	***	***
Deposit - R14-2-403(B)	*	*
Deferred Payment Finance Charge	****	****
NSF Check	\$ 15.00	\$ 25.00
Meter Re-Read (If Correct)	\$ 15.00	\$ 20.00
Late Payment for delinquent bills	****	****
Main extension and additional facilities agreements per R14-2-406(B)	Cost	Cost

*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 AAC R-14-2-403(B)
- \*\* Monthly minimum times months off the system
- \*\*\* Cost to include parts, labor, overhead, and all applicable taxes, including income tax, if applicable.
- \*\*\*\* 1.50 percent per month of the unpaid balance

Company Name: Empirita Water Company, LLC	Test Year Ended: 12/31/2006
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**Plant Additions and Retirements by Year**

Acct. No.	Description	Year 04		Year 05		Year 06	
		Additions	Retire	Additions	Retire	Additions	Retire
103	Property Held for Future use			\$ (451,521)			
301	Organization			6,932		15,028	
302	Franchises			-			
303	Land & Land Rights			-			
304	Structures & Improvements			-			
307	Wells & Springs			86,111		30,223	
311	Pumping Equipment			28,698			
320	Water Treatment Equipment			-			
320.1	Water Treatment Plants			-			
320.2	Solution Chemical Feeders			-			
330	Distribution Reservoirs & Standpipes			-			
330.1	Storage Tanks			31,500			
330.2	Pressure Tanks			12,266			
331	Transmission & Distrib. Mains			286,096			
333	Services			-			
334	Meters & Meter Installations			-		1,306	
335	Hydrants			-			
336	Backflow Prevention Devices			-			
339	Other Plant & Misc Equipment			-			
340	Office Furniture & Equipment			-			
340.1	Computers & Software			-			
341	Transportation Equipment			-			
343	Tools, Shop & Garage Equip.			-			
344	Laboratory Equipment			-			
345	Power Operated Equipment			-			
346	Communications Equipment			-			
347	Miscellaneous Equipment			-			
348	Other Tangible Plant			-			
	<b>TOTAL WATER PLANT</b>	\$ -	\$ -	\$ 451,603	\$ -	\$ 46,557	\$ -

*Note: Enter all additions and retirements, by year, from the prior test year through the end of the current test year. Enter the total for the additions and retirements for all intervening years on page 14, Columns B and C, respectively.*

Company Name: Empirita Water Company, LLC	Test Year Ended: 12/31/2006
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**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	\$ -	\$ 21,960	\$ -	\$ 21,960
302	Franchises	-	-	-	-
303	Land & Land Rights	-	-	-	-
304	Structures & Improvements	-	-	-	-
307	Wells & Springs	-	116,334	-	116,334
311	Pumping Equipment	-	28,698	-	28,698
320	Water Treatment Equipment	-	-	-	-
320.1	Water Treatment Plants	-	-	-	-
320.2	Solution Chemical Feeders	-	-	-	-
330	Distribution Res & Standpipes	-	-	-	-
330.1	Storage Tanks	-	31,500	-	31,500
330.2	Pressure Tanks	-	12,266	-	12,266
331	Transmission & Distrib. Mains	-	286,096	-	286,096
333	Services	-	-	-	-
334	Meters & Meter Installations	-	1,306	-	1,306
335	Hydrants	-	-	-	-
336	Backflow Prevention Devices	-	-	-	-
339	Other Plant & Misc Equipment	-	-	-	-
340	Office Furniture & Equipment	-	-	-	-
340.1	Computers & Software	-	-	-	-
341	Transportation Equipment	-	-	-	-
343	Tools, Shop & Garage Equip.	-	-	-	-
344	Laboratory Equipment	-	-	-	-
345	Power Operated Equipment	-	-	-	-
346	Communications Equipment	-	-	-	-
347	Miscellaneous Equipment	-	-	-	-
348	Other Tangible Plant	-	-	-	-
	<b>TOTAL WATER PLANT</b>	\$ -	\$ 498,160	\$ -	\$ 498,160

*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: Empirita Water Company, LLC	Test Year Ended: 12/31/2006
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**UTILITY PLANT IN SERVICE**

Acct. No.	Description	Original Cost	Accumulated Depreciation	OCLD
		<i>Column A</i>	<i>Column B</i>	<i>Column C**</i>
301	Organization	\$ 21,960	\$ 1,791	\$ 20,169
302	Franchises	-	-	-
303	Land & Land Rights	-	N/A	-
304	Structures & Improvements	-	-	-
307	Wells & Springs	116,334	4,804	111,530
311	Pumping Equipment	28,698	5,381	23,317
320	Water Treatment Equipment	-	-	-
320.1	Water Treatment Plants	-	-	-
320.2	Solution Chemical Feeders	-	-	-
330	Distribution Reservoirs & Standpipes	-	-	-
330.1	Storage Tanks	31,500	1,049	30,451
330.2	Pressure Tanks	12,266	920	11,346
331	Transmission & Distrib. Mains	286,096	8,583	277,513
333	Services	-	-	-
334	Meters & Meter Installations	1,306	54	1,252
335	Hydrants	-	-	-
336	Backflow Prevention Devices	-	-	-
339	Other Plant & Misc Equipment	-	-	-
340	Office Furniture & Equipment	-	-	-
340.1	Computers & Software	-	-	-
341	Transportation Equipment	-	-	-
343	Tools, Shop & Garage Equip.	-	-	-
344	Laboratory Equipment	-	-	-
345	Power Operated Equipment	-	-	-
346	Communications Equipment	-	-	-
347	Miscellaneous Equipment	-	-	-
348	Other Tangible Plant	-	-	-
	<b>TOTAL WATER PLANT</b>	* \$ 498,160	* \$ 22,582	\$ 475,578

\* Must be the same as the amount reported on page 21

\*\*Column C = Column A - Column B

Company Name: Empirita Water Company, LLC	Test Year Ended: 12/31/2006
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### WATER COMPANY PLANT DESCRIPTION

#### WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (gpm)	Casing Depth (Feet)	Casing Diameter (inches)	Meter Size (inches)	Year Drilled
55-579078	10	38.1	445	5	2	2000
55-580933	10	31.1	425	5	2	2000

\* Arizona Department of Water Resources Identification Number

#### OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
None		

#### BOOSTER PUMPS

Horsepower	Quantity

#### FIRE HYDRANTS

Quantity Standard	Quantity Other

#### STORAGE TANKS

Capacity	Quantity
47,000 gal	1

#### PRESSURE TANKS

Capacity	Quantity
7,500 gal	1

Company Name: Empirita Water Company, LLC	Test Year Ended: 12/31/2006
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**WATER COMPANY PLANT DESCRIPTION CONTINUED**

**MAINS**

Size (in inches)	Material	Length (in feet)
2		
3		
4	PVC	10,500
5		
6	PVC	11,650
8		
10		
12		

**CUSTOMER METERS**

Size (in inches)	Quantity
5/8 x 3/4	23
3/4	
1	
1 1/2	
2	
Comp. 3	
Turbo 3	
Comp. 4	
Turbo 4	
Comp. 6	
Turbo 6	

**For the following three items, please list the utility owned assets in each category.**

TREATMENT EQUIPMENT:

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STRUCTURES:

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OTHER:

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## WATER USE DATA SHEET

<b>NAME OF COMPANY</b>	Empirita Water Company, LLC
<b>ADEQ Public Water System Number:</b>	02-122

MONTH/YEAR (12 Months of Test Year)	NUMBER OF CUSTOMERS	GALLONS SOLD (Thousands)	GALLONS PUMPED (Thousands)
1. January 2006	14	61,460	62,075
2. February 2006	14	61,680	67,848
3. March 2006	14	62,160	63,403
4. April 2006	13	148,340	164,657
5. May 2006	19	110,560	111,665
6. June 2006	18	166,340	207,925
7. July 2006	19	120,830	122,038
8. August 2006	21	100,350	111,388
9. September 2006	21	104,330	106,416
10. October 2006	24	143,550	163,647
11. November 2006	23	115,490	138,588
12. December 2006	23	95,100	96,057
<b>TOTAL</b>	N/A	1,290,190	1,415,707

**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:**                                N/A          

*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: Empirita Water Company, LLC	Test Year Ended: 12/31/2006
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**COMPARATIVE STATEMENT OF INCOME AND EXPENSE**

<b>Acct. No.</b>	<b>OPERATING REVENUES</b>	<b>TEST YEAR</b>	<b>PROFORMA ADJUSTMENT</b>	<b>ADJUSTED TEST YEAR</b>
461	Metered Water Revenue	\$ 9,009		\$ 9,009
474	Other Water Revenues	585	-	585
	<b>TOTAL OPERATING REVENUES *</b>	\$ 9,594	\$ -	\$ 9,594
	<b>OPERATING EXPENSES</b>			
601	Salaries and Wages (See page1, item 4)	\$ -		\$ -
610	Purchased Water (See page 1, item 5)	-		-
615	Purchased Power (See page 1 item 6)	2,116		2,116
618	Chemicals	-		-
620	Repairs and Maintenance (See page 1, item 7)	763		763
621	Office Supplies & Expense	48		48
630	Outside Services (See page 1, item 8)	23,129		23,129
635	Water Testing (See page 1, item 9)	180	20	200
641	Rents	-		-
650	Transportation Expenses	-		-
657	Insurance - General Liability	2,145		2,145
659	Insurance - Health and Life	-		-
666	Regulatory Commsn Exp-Rate Case	-	2,000	2,000
675	Miscellaneous Expense	412		412
403	Depreciation Expense (From page 20)	16,800		16,800
408	Taxes Other Than Income	-		-
408.1	Property Taxes (See page 1, item 10)	490		490
409	Income Tax	-		-
	<b>TOTAL OPERATING EXPENSES</b>	46,083	2,020	48,103
	<b>OPERATING INCOME/(LOSS)</b>	(36,489)	(2,020)	(38,509)
	<b>OTHER INCOME/(EXPENSE)</b>			
419	Interest and Dividend Income	\$ -	\$ -	\$ -
421	Non-Utility Income	-	-	-
426	Miscellaneous Non-Utility Exp	-	-	-
427	Interest Expense	-	-	-
	<b>TOTAL OTHER INCOME/(EXPENSE)</b>	-	-	-
	<b>NET INCOME/(LOSS)</b>	\$ (36,489)	\$ (2,020)	\$ (38,509)

*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: Empirita Water Company, LLC	Test Year Ended: 12/31/2006
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**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	\$ 21,960	10.0000%	2,196
302	Franchises	-		-
303	Land & Land Rights	-	N/A	-
304	Structures & Improvements	-	3.3300%	-
307	Wells & Springs	116,334	3.3300%	3,874
311	Pumping Equipment	28,698	12.5000%	3,587
320	Water Treatment Equipment	-	10.0000%	-
320.1	Water Treatment Plants	-	3.3300%	-
320.2	Solution Chemical Feeders		20.0000%	
330	Distribution Reservoirs & Standpipes	-	2.2200%	-
330.1	Storage Tanks	31,500	2.2200%	699
330.2	Pressure Tanks	12,266	5.0000%	613
331	Transmission & Distrib. Mains	286,096	2.0000%	5,722
333	Services	-	3.3300%	-
334	Meters & Meter Installations	1,306	8.3300%	109
335	Hydrants	-	2.0000%	-
336	Backflow Prevention Devices	-	6.6700%	-
339	Other Plant & Misc Equipment	-	6.6700%	-
340	Office Furniture & Equipment	-	6.6700%	-
340.1	Computers & Software	-	20.0000%	-
341	Transportation Equipment	-	20.0000%	-
343	Tools, Shop & Garage Equip.	-	5.0000%	-
344	Laboratory Equipment	-	10.0000%	-
345	Power Operated Equipment	-	5.0000%	-
346	Communications Equipment	-	10.0000%	-
347	Miscellaneous Equipment	-	10.0000%	-
348	Other Tangible Plant	-	0.0000%	-
	<b>TOTAL WATER PLANT</b>	\$ 498,160		\$ 16,800

*Note: Uses Test Year ending balances for column 1, and proposed depreciation rates in column 2.*

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

Company Name: Empirita Water Company, LLC	Test Year Ended: 12/31/2006
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**BALANCE SHEET**

Acct. No.		BALANCE AT BEGINNING OF TEST YEAR	BALANCE AT END OF TEST YEAR
	<b>ASSETS</b>		
	<b>CURRENT AND ACCRUED ASSETS</b>		
131	Cash	\$ 2,429	\$ 1,186
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable		\$ 485
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	<b>TOTAL CURRENT AND ACCRUED ASSETS</b>	\$ 2,429	\$ 1,671
	<b>FIXED ASSETS</b>		
101	Utility Plant in Service *	\$ 451,603	\$ 498,160
103	Property Held for Future Use		
105	Construction Work In Progress		
108	Accumulated Depr - Utility Plant ("AD-UP") **	\$ (7,091)	\$ (22,582)
121	Non-Utility Property		
122	Accumulated Depreciation - Non Utility ("AD-NU")		
	<b>TOTAL FIXED ASSETS</b>	\$ 444,511	\$ 475,578
	<b>TOTAL ASSETS</b>	\$ 446,940	\$ 477,249

*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*

Company Name: Empirita Water Company, LLC	Test Year Ended: 12/31/2006
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**BALANCE SHEET (CONTINUED)**

Acct. No.		BALANCE AT BEGINNING OF TEST YEAR	BALANCE AT END OF TEST YEAR
	<b>LIABILITIES</b>		
	<b>CURRENT LIABILITIES</b>		
231	Accounts Payable		
232	Notes Payable (Current Portion)		
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits		
236	Accrued Taxes		\$ 55
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities		
	<b>TOTAL CURRENT LIABILITIES</b>	-	\$ 55
	<b>LONG-TERM DEBT (Over 12 Months)</b>		
224	Long-Term Notes and Bonds		
	<b>DEFERRED CREDITS</b>		
251	Unamortized Premium on Debt		
252	Advances in Aid of Construction *	\$ 4,510	\$ 8,200
255	Accumulated Deferred Investment Tax Credits		
271	Gross Contributions in Aid of Construction **		
272	Less: Amortization of contributions		
281	Accumulated Deferred Income Tax		
	<b>TOTAL DEFERRED CREDITS</b>	\$ 4,510	\$ 8,200
	<b>TOTAL LIABILITIES</b>	\$ 4,510	\$ 8,255
	<b>CAPITAL ACCOUNTS</b>		
201	Common Stock Issued		
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings		
218	Proprietary Capital (Sole Props and Partnerships)	\$ 442,430	\$ 468,994
	<b>TOTAL CAPITAL</b>	\$ 442,430	\$ 468,994
	<b>TOTAL LIABILITIES AND CAPITAL</b>	\$ 446,940	\$ 477,249

*Note: Account 272 should be subtracted from Total Deferred Credits.*

*\* Must equal page 24, Total Advances in Aid of Construction*

*\*\* Must equal page 25, Total Contributions in Aid of Construction*

Company Name: Empirita Water Company, LLC	Test Year Ended: 12/31/2006
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**SUPPLEMENTAL FINANCIAL DATA**

**Long-Term Debt<sup>1</sup>**

	LOAN #1*	LOAN #2*	LOAN #3*	LOAN #4*
Date Issued	No Loans			
Source of Loan				
Reason for Loan				
Dollar Amount Issued	\$ -	\$ -	\$ -	\$ -
Net Proceeds	\$ -	\$ -	\$ -	\$ -
Amount Outstanding	\$ -	\$ -	\$ -	\$ -
Date of Maturity				
Interest Rate				
Current Year Interest	\$ -	\$ -	\$ -	\$ -
Current Year Principal	\$ -	\$ -	\$ -	\$ -
Authority Granted By ACC Decision No.				

*A.R.S. 40-301 required ACC approval of long-term debt. If the Commission has not approved any of the above loans, then please submit an application requesting approval of the above loans.*

Meter Deposit Balance - Test Year \$ 8,200.00

Meter Deposits Refunded During the Test Year \$ 410.00

<sup>1</sup>List all bonds, notes, loans, and other types of indebtedness in which the proceeds were used in the provision of public utility service. Indebtedness incurred for personal uses by the owner of the utility should not be listed.

Company Name: Empirita Water Company, LLC	Test Year Ended: 12/31/2006
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**ADVANCES IN AID OF CONSTRUCTION (Acct. 252)<sup>2</sup>**

	<b>Additions During Year</b>	<b>Refunds During Year</b>	
Balance Per Prior Decision	N/A	N/A	\$ -
Year 1995	\$ -	\$ -	
Year 1996	\$ -	\$ -	
Year 1997	\$ -	\$ -	
Year 1998	\$ -	\$ -	
Year 1999	\$ -	\$ -	
Year 2000	\$ -	\$ -	
Year 2001	\$ -	\$ -	
Year 2002	\$ -	\$ -	
Year 2003	\$ -	\$ -	
Year 2004	\$ -	\$ -	
Year 2005	\$ 4,510.00	\$ -	
Year 2006	\$ 4,100.00	\$ 410.00	
Total of Additions	\$ 8,610.00	N/A	
Total of Refunds	N/A	\$ 410.00	
Total Advances in Aid of Construction*	N/A	N/A	\$ 8,200.00

*Note: Prior Decision refers to the balances per the prior Staff Report as adjusted per the final Commission Decision.*

*\* Total Advances in Aid of Construction = Balance Per Prior Decision + Total Additions - Total Refunds (cross reference this to the Balance Sheet on page 22)*

<sup>2</sup> *Advances in Aid of Construction refers to the following:*

- (1) Refundable amounts received from a new customer to cover the cost of a meter and piping from the building to the meter and the associated installation.*
- (2) Refundable amount received from a customer or a developer for mains, valves, fittings, and additional facilities required to provide pressure, storage, or water supply pursuant to a main extension agreement.*

Company Name: Empirita Water Company, LLC	Test Year Ended: 12/31/2006
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**GROSS CONTRIBUTIONS IN AID OF CONSTRUCTION (Acct. 271)<sup>3</sup>**

	Additions During Year	
Balance Per Prior Decision	N/A	\$ -
Additions Year	No Contributions	
Additions Year	\$ -	
Total Additions	N/A	\$ -
Balance at Test Year End	N/A	\$ -

*Note: Prior Decision refers to the balances per the prior Staff Report as adjusted per the final Commission Decision.*

*\* Balance at Test Year End = Balance Per Prior Decision + Total Additions (cross reference this to the Balance Sheet on page 22)*

<sup>3</sup> *Contributions in Aid of Construction refers to the following:*

- (1) Non-refundable money, services, or property received for use in the provision of utility service from any source that is provided at no cost and interest free.*
- (2) Unrefunded balances of expired advance contracts reclassified from Advances in Aid of Construction.*

Company Name: Empirita Water Company, LLC	Test Year Ended: 12/31/2006
Meter Size: 5/8 x 3/4"	1st Quarter Ended: 03/31/06

**BILL COUNT WORKSHEET 1<sup>ST</sup> QUARTER**

<b>GALLONAGE RANGE</b>	<b>NUMBER OF BILLS</b>	<b>TOTAL BILLS FOR 1ST QUARTER</b>
- 0 -		1
1 to 1,000		9
1,001 to 2,000		3
2,001 to 3,000		7
3,001 to 4,000		7
4,001 to 5,000		4
5,001 to 6,000		3
6,001 to 7,000		
7,001 to 8,000		2
8,001 to 9,000		
9,001 to 10,000		1
10,001 to 12,000		
12,001 to 14,000		2
14,001 to 16,000		1
16,001 to 18,000		1
18,001 to 20,000		1
20,001 to 25,000		
25,001 to 30,000		
30,001 to 35,000		
35,001 to 40,000		
40,001 to 50,000		
50,001 to 60,000		
60,001 to 70,000		
70,001 to 80,000		
80,001 to 90,000		
90,001 to 100,000		
Over 100,000 (List actual gallons, e.g., 120,000)		-
<b>Total Bills</b>		<b>42</b>

Company Name: Empirita Water Company, LLC	Test Year Ended: 12/31/2006
Meter Size: 5/8 x 3/4"	2nd Quarter Ended: 06/30/06

**BILL COUNT WORKSHEET 2<sup>ND</sup> QUARTER**

GALLONAGE RANGE	NUMBER OF BILLS	TOTAL BILLS FOR 2ND QUARTER
- 0 -		1
1 to 1,000		5
1,001 to 2,000		6
2,001 to 3,000		4
3,001 to 4,000		6
4,001 to 5,000		6
5,001 to 6,000		2
6,001 to 7,000		3
7,001 to 8,000		3
8,001 to 9,000		2
9,001 to 10,000		
10,001 to 12,000		1
12,001 to 14,000		1
14,001 to 16,000		1
16,001 to 18,000		
18,001 to 20,000		2
20,001 to 25,000		4
25,001 to 30,000		1
30,001 to 35,000		1
35,001 to 40,000		
40,001 to 50,000		
50,001 to 60,000		
60,001 to 70,000		1
70,001 to 80,000		
80,001 to 90,000		
90,001 to 100,000		
Over 100,000 (List actual gallons, e.g., 120,000)		
Total Bills		50

Company Name: Empirita Water Company, LLC	Test Year Ended: 12/31/2006
Meter Size: 5/8 x 3/4"	3rd Quarter Ended: 09/30/06

**BILL COUNT WORKSHEET 3<sup>RD</sup> QUARTER**

GALLONAGE RANGE	NUMBER OF BILLS	TOTAL BILLS FOR 3RD QUARTER
- 0 -		1
1 to 1,000		14
1,001 to 2,000		5
2,001 to 3,000		10
3,001 to 4,000		7
4,001 to 5,000		5
5,001 to 6,000		1
6,001 to 7,000		4
7,001 to 8,000		2
8,001 to 9,000		
9,001 to 10,000		1
10,001 to 12,000		2
12,001 to 14,000		4
14,001 to 16,000		
16,001 to 18,000		
18,001 to 20,000		1
20,001 to 25,000		4
25,001 to 30,000		
30,001 to 35,000		
35,001 to 40,000		
40,001 to 50,000		
50,001 to 60,000		
60,001 to 70,000		
70,001 to 80,000		
80,001 to 90,000		
90,001 to 100,000		
Over 100,000 (List actual gallons, e.g., 120,000)		
Total Bills		61

Company Name: Empirita Water Company, LLC	Test Year Ended: 12/31/2006
Meter Size: 5/8 x 3/4"	4th Quarter Ended: 12/31/06

**BILL COUNT WORKSHEET 4<sup>TH</sup> QUARTER**

GALLONAGE RANGE	NUMBER OF BILLS	TOTAL BILLS FOR 4TH QUARTER
- 0 -		3
1 to 1,000		16
1,001 to 2,000		7
2,001 to 3,000		5
3,001 to 4,000		10
4,001 to 5,000		12
5,001 to 6,000		
6,001 to 7,000		1
7,001 to 8,000		3
8,001 to 9,000		2
9,001 to 10,000		2
10,001 to 12,000		1
12,001 to 14,000		2
14,001 to 16,000		1
16,001 to 18,000		1
18,001 to 20,000		1
20,001 to 25,000		2
25,001 to 30,000		1
30,001 to 35,000		
35,001 to 40,000		
40,001 to 50,000		
50,001 to 60,000		
60,001 to 70,000		
70,001 to 80,000		
80,001 to 90,000		
90,001 to 100,000		
Over 100,000 (List actual gallons, e.g., 120,000)		
<b>Total Bills</b>		<b>70</b>

Company Name: Empirita Water Company, LLC	Test Year Ended: 12/31/2006
Meter Size: 5/8 x 3/4"	

**BILL COUNT SUMMARY**

	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	Total
- 0 -	1	1	1	3	6
1 to 1,000	9	5	14	16	44
1,001 to 2,000	3	6	5	7	21
2,001 to 3,000	7	4	10	5	26
3,001 to 4,000	7	6	7	10	30
4,001 to 5,000	4	6	5	12	27
5,001 to 6,000	3	2	1	-	6
6,001 to 7,000	-	3	4	1	8
7,001 to 8,000	2	3	2	3	10
8,001 to 9,000	-	2	-	2	4
9,001 to 10,000	1	-	1	2	4
10,001 to 12,000	-	1	2	1	4
12,001 to 14,000	2	1	4	2	9
14,001 to 16,000	1	1	-	1	3
16,001 to 18,000	1	-	-	1	2
18,001 to 20,000	1	2	1	1	5
20,001 to 25,000	-	4	4	2	10
25,001 to 30,000	-	1	-	1	2
30,001 to 35,000	-	1	-	-	1
35,001 to 40,000	-	-	-	-	-
40,001 to 50,000	-	-	-	-	-
50,001 to 60,000	-	-	-	-	-
60,001 to 70,000	-	1	-	-	1
70,001 to 80,000	-	-	-	-	-
80,001 to 90,000	-	-	-	-	-
90,001 to 100,000	-	-	-	-	-
Over 100,000 (List actual gallons, e.g., 120,000)	-	-	-	-	-
<b>Total Bills</b>	<b>42</b>	<b>50</b>	<b>61</b>	<b>70</b>	<b>223</b>

**AFFIDAVIT OF MAILING  
FOR CUSTOMER NOTIFICATION  
OF RATE REQUEST**

Sonn S Rowell, upon her oath, says:

1. I am a principle of Desert Mountain Analytical Services, PLLC, and have been retained by Empirita Water Company, LLC, to put together a rate increase application to file with the Arizona Corporation Commission.
2. On August 24, 2007, I caused the attached public notice of filing a rate application to be sent to each active customer of Empirita Water Company.

In WITNESS WHEREOF, the undersigned has executed the Affidavit, and attests to its accuracy.



Sonn S Rowell, CPA  
Managing Member  
Desert Mountain Analytical Services, PLLC

SUBSCRIBED AND SWORN TO before me on August 24, 2007 by  
Sonn S Rowell.

  
\_\_\_\_\_  
Notary Public

My Commission Expires:

3-9-2010

## CUSTOMER NOTIFICATION

Empirita Water Company, LLC, has applied to the Arizona Corporation Commission for an adjustment in rates. The current rates have been in effect since May of 2001. An increase in rates is necessary at this time due to increased operating costs. Based on the Company's un-audited Test Year results, Empirita Water Company realized an operating loss of (\$36,489). The Company is requesting a revenue increase of \$2,269, or 23.65% 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 (for Tucson, call 800-535-0148 if located outside the Tucson local calling area or 520-628-6555 if inside the Tucson local calling area). 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 office by calling 800-535-0148 (if located outside the Tucson Local calling area) or 520-628-6555 in the Tucson local 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.

Company Name: Empirita Water Company, LLC	Test Year Ended: 12/31/2006
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### CURRENT AND PROPOSED RATES AND CHARGES

CUSTOMER CLASS: Residential      Commercial      Industrial  
 Irrigation      *All*      Other, specify \_\_\_\_\_

#### CURRENT RATES

#### PROPOSED RATES

MINIMUM OR SERVICE CHARGES
5/8" x 3/4" Meter
3/4" Meter
1" Meter
1-1/2" Meter
2" Meter
3" Meter
4" Meter
6" Meter

\$	GALLONS
25.00	for 0
25.00	for 0
62.50	for 0
125.00	for 0
200.00	for 0
400.00	for 0
625.00	for 0
1,250.00	for 0

\$	GALLONS
30.00	for 0
45.00	for 0
75.00	for 0
150.00	for 0
240.00	for 0
480.00	for 0
750.00	for 0
1,500.00	for 0

GALLONS IN EXCESS OF MINIMUM
Commodity Charge in Excess of Minimum (Charge Per 1,000 Gallons)
First Tier
Second Tier
Third Tier
Standpipe or bulk water

#### Current Rates

#### Proposed Rates

Rate	Gallons
\$2.00	Up to 10,000
\$4.50	Over 10,000
N/A	
\$4.50 per thousand	for all

Rate	Gallons
\$2.50	Up to 4,000
\$4.00	for 4,001 to 10,000
\$5.00	Over 10,000
\$5.00 per thousand	for all

*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: Empirita Water Company, LLC	Test Year Ended: 12/31/2006
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### 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	\$ 410.00	\$ 450.00
3/4" Meter	\$ 455.00	\$ 500.00
1" Meter	\$ 520.00	\$ 575.00
1-1/2" Meter	\$ 740.00	\$ 815.00
2" Meter Turbo	\$ 1,235.00	\$ 1,360.00
2" Meter Compound	\$ 1,800.00	\$ 1,980.00
3" Meter Turbo	\$ 1,705.00	\$ 1,875.00
3" Meter Compound	\$ 2,340.00	\$ 2,574.00
4" Meter Turbo	\$ 2,700.00	\$ 2,970.00
4" Meter Compound	\$ 3,405.00	\$ 3,745.00
6" Meter Turbo	\$ 3,405.00	\$ 3,745.00
6" Meter Compound	\$ 6,510.00	\$ 7,160.00
Establishment	\$ 25.00	\$ 30.00
Establishment (after hours)	\$ 40.00	\$ 45.00
Reconnection of Service per R14-2-403(D)(1)	\$ 30.00	\$ 35.00
Re-Establishment of Service per R14-2-403(D)	**	**
Charge for moving meter at customer request per R14-2-405(B)(5)	***	***
Deposit - R14-2-403(B)	*	*
Deferred Payment Finance Charge	****	****
NSF Check	\$ 15.00	\$ 25.00
Meter Re-Read (If Correct)	\$ 15.00	\$ 20.00
Late Payment for delinquent bills	****	****
Main extension and additional facilities agreements per R14-2-406(B)	Cost	Cost

*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 AAC R-14-2-403(B)
- \*\* Monthly minimum times months off the system
- \*\*\* Cost to include parts, labor, overhead, and all applicable taxes, including income tax, if applicable.
- \*\*\*\* 1.50 percent per month of the unpaid balance

**APPLICATION**

**CHECKLIST**

**ITEMS**

**1  
&  
2**

**(ITEM 3 IS NOT APPLICABLE)**

**TO:**  
Arizona Department of Environmental Quality  
Drinking Water Compliance Enforcement Unit  
1110 West Washington Avenue, 5<sup>th</sup> Floor  
Phoenix, Arizona 85007  
Phone: 602-771-4624  
Fax: 602-771-4505

**DATE:** 8/22/07

**FROM:**  
Water Company:  
Mailing Address:  
City, State, Zip Code  
Phone Number:  
FAX:

EMPIRITA WATER COMPANY  
2090 N. KOLB RD STE 120  
TUCSON, AZ 85715  
520. 885. 1666  
520. 885. 5010

Please return completed request to ACC Utilities Engineering (FAX 602-542-0766) and to the Company at address listed above within 30 days.

**Compliance Status Report**

**PWS Name:** Empirita Water Co., LLC  
**PWS ID #:** 02-122

**Overall Compliance Status:**     No Major Deficiencies     Major Deficiencies  
Comments:

**Monitoring and Reporting Deficiencies:**     No Deficiencies     Major Deficiencies  
List deficiencies:

**Operation and Maintenance Deficiencies:**     No Deficiencies     Major Deficiencies  
Date of last inspection / sanitary survey: \_\_\_\_\_

**Major Operation and Maintenance Deficiencies cited during inspection**

- |                               |   |   |
|-------------------------------|---|---|
| <input type="checkbox"/> None | <input type="checkbox"/> unable to maintain 20 psi          | <input type="checkbox"/> inadequate storage           |
|                               | <input type="checkbox"/> cross connection/backflow problems | <input type="checkbox"/> surface water treatment rule |
|                               | <input type="checkbox"/> treatment deficiencies             | <input type="checkbox"/> approval of construction     |
|                               | <input type="checkbox"/> certified operator                 | <input type="checkbox"/> other                        |

Comments:

**Administrative Orders:**

Is ADEQ administrative order in effect?     Yes     No  
Is US EPA administrative order in effect?     Yes     No  
Comments:

**System Information:**

Number of Points of Entry \_\_\_\_\_ Population Served \_\_\_\_\_ Connections Served \_\_\_\_\_

**DWCE Evaluation completed by:** \_\_\_\_\_

**Phone:** \_\_\_\_\_ **Date:** \_\_\_\_\_

Based on data submitted by the water system, ADEQ has determined that this system is currently delivering water that (meets/does not meet) water quality standards required by Arizona Administrative Code, Title 18, Chapter 4. This compliance status report does not guarantee the water quality for this system in the future. This compliance status report does not reflect the status of any other water system owned by this utility company.

TRANSMISSION VERIFICATION REPORT

TIME : 08/22/2007 14:12  
NAME : DMAS, PLLC  
FAX : 4809615488  
TEL : 4809615484  
SER.# : 000E3J129576

DATE, TIME	08/22 14:12
FAX NO./NAME	6027714505
DURATION	00:00:19
PAGE(S)	01
RESULT	OK
MODE	STANDARD ECM


**Arizona Department of Revenue • Field Operations**

PO Box 29070 • Phoenix, AZ 85038-9070

Tel: (602) 542-4472

**TAX CLEARANCE APPLICATION**
**1. Applicant Information:**

APPLICANT NAME <b>EMPIRITA WATER Co, Inc.</b>		DAYTIME TELEPHONE NUMBER <b>602 • 885-1666</b>	
ADDRESS <b>2090 N. Kolb Rd Ste 120</b>			
CITY <b>Tulsen</b>		STATE <b>AZ</b>	ZIP CODE <b>85715</b>

**2. Tax Clearance Purpose: Check only one box.**
**CERTIFICATE OF COMPLIANCE FOR DISSOLUTION OR WITHDRAWAL:**

- Dissolution of Corporation\*\*  
 Withdrawal from Arizona\*\*

**LETTER OF GOOD STANDING:**

- Sale of Business  
 Personal  
 Residency

Other: **AZ Corp Comm Rate Application**

**3. Application Type: Check only one box and provide tax identification number(s).**

- Corporation Federal Employer I.D. No.  
 S Corporation  
 Partnership AZ Transaction Privilege License No. OR  
 Tax Exempt Organization AZ Withholding Tax License No. OR  
 Limited Liability Company AZ Withholding Tax License No. OR  
 Limited Liability Partnership Social Security No.  
 Estate OR  
 Trust AZ Transaction Privilege License No.  
 Individual AZ Withholding Tax License No. OR
- 20132617 - E**

**4. Signature**

Print Name <b>JAMES VERMILYEA</b>	Print Specific Title (Corporate Officer, Partner, Individual) <b>PRESIDENT</b>
Signature <i>James Vermilyea</i>	Date <b>8/20/07</b>

**5. Mail application to:**

Arizona Department of Revenue  
 TCS 7<sup>th</sup> Floor  
 PO Box 29070  
 Phoenix, AZ, 85038-9070

**POWER OF ATTORNEY:** If this application is submitted by anyone other than a Corporate Officer, General Partner, or Individual (Sole Proprietor), Arizona Form 285, *General Disclosure/Representation Authorization Form*, is required. Visit our web site at [www.revenue.state.az.us](http://www.revenue.state.az.us) and click on the *Tax Forms* link to obtain Form 285.

*Be sure to sign the application. Unsigned applications will not be processed. Do not fax the application. Faxed applications will not be processed.*

\*\* Not applicable to Estate, Trust, or Individual application types

ADOR 25-0002 (6/01)

U.S. POSTAL SERVICE

CERTIFICATE OF MAILING

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Empire Water Co  
2090 N. Kolb Rd #120  
Tucson, AZ 85715

One piece of ordinary mail addressed to:

42 Dept. of Revenue  
TCS 7th Floor  
PO Box 29070  
Phoenix AZ 85038-9070

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**4**

**301**

**LAWRENCE V. ROBERTSON, JR.**

Of Counsel  
MUNGER CHADWICK, P.L.C.  
333 N. Wilmot, Suite 300  
Tucson AZ 85711  
(520) 721-1900

Invoice submitted to:

Louis L. Christensen, President  
Western Land Investments, Inc.  
5151 East Broadway  
Suite 1530  
Tucson AZ 85711

June 15, 2000

In Reference To: Statement for billing period 05/16/00 through  
06/15/00.

Invoice # 10425

Professional services

	<u>Hours</u>	<u>Amount</u>
<u>J-6 Ranch Sale</u>		
6/15/00 LVR Review of file materials on Anderson Water Company in preparation for meeting with Steve Lenihan and John Munger; Participation in meeting with Steve Lenihan (by phone) and John Munger discussing potential acquisition of Anderson Water Company by Western Land Investments, Inc., and effect of same upon Anderson Water Company's provision of water service to properties located within its service area. [Note: Time split 50/50 with Neal Simonsen]	2.00	225.00
SUBTOTAL:	[ 2.00	225.00]
For professional services rendered	2.00	\$225.00
Balance due		<u>\$225.00</u>

301

Rd. 1006  
6/26/00

**LAWRENCE V. ROBERTSON, JR.**

Of Counsel  
 MUNGER CHADWICK, P.L.C.  
 333 N. Wilmot, Suite 300  
 Tucson AZ 85711  
 (520) 721-1900

Invoice submitted to:

Louis L. Christensen, President  
 Western Land Investments, Inc.  
 5151 East Broadway  
 Suite 1530  
 Tucson AZ 85711

July 15, 2000

In Reference To: Statement for billing period 06/16/00 through  
 07/15/00.

Invoice # 10443

Professional services

	<u>Hours</u>	<u>Amount</u>
<u>J-6 Ranch Sale</u>		
6/20/00 LVR Meeting with Carolyn Blackwell, Corporation Division, Arizona Corporation Commission, and telephone conversation with Chris Kempley, Legal Division, Arizona Corporation Commission, regarding effect of August 10, 1986 revocation of Anderson Water Company's Articles of Incorporation on Company's status as a public service corporation. [Note: Time split 50/50 with Neal Simonson]	0.50	112.50
6/22/00 LVR Preparation for and meeting with Louis L. Christensen, Jim Vermilyea and John Munger regarding (i) legal effect of August 10, 1986 revocation of Anderson Water Company's Articles of Incorporation on (a) water company's status as a public service corporation, (b) water company's certificate of convenience and necessity, and (ii) alternatives available for providing water service to J-6 Ranch Acreage; Telephone conference with Steve Lenihan regarding revocation of Articles of Incorporation. [Note: Time split 50/50 with Neal Simonson.]	0.90	202.50

301

Ad.  
 7/21

Louis L. Christensen, President

Page 2

	<u>Hours</u>	<u>Amount</u>
6/28/00 LVR Telephone conference with Neal Simonson, Steve Lenihan and Jim Vermilyea regarding alternative scenarios for providing water service to acreage to be sold to Thunder Ranch Estates and acreage to be retained by Simonson. [Note: Time split 50/50 with Neal Simonson.]	0.30	67.50
6/30/00 LVR Telephone conference with Neal Simonson, Louis L. Christensen, Jim Vermilyea, Steve Lenihan and John Munger regarding (i) nature of authorizations to be requested from Arizona Corporation Commission, (ii) strategies for approaching Arizona Corporation Commission staff, and (iii) alternatives for providing future water service to acreage to be retained by Simonson. [Note: Time split 50/50 with Neal Simonson.]	0.70	157.50
1/7/00 LVR Telephone conference with Jim Vermilyea and Steve Lenihan regarding meeting with Arizona Corporation Commission staff; Telephone conference with DeVinti Williams, Legal Division, Arizona Corporation Commission, regarding scheduling meeting to discuss issues relating to transfer or granting of a Certificate of Convenience and Necessity to Thunder Ranch Water Company. [Note: Time split 50/50 with Neal Simonson]	0.50	112.50
7/12/00 LVR Preparation for and meeting with Louis B. Christensen, Jim Vermilyea and Chuck Dickens to discuss information needed (i) for July 20, 2000 meeting with Arizona Corporation Commission staff, and (ii) in connection with preparation of application for filing with Arizona Corporation Commission for Certificate and Necessity. [Note: Time split 50/50 with Neal Simonson]	1.00	225.00
7/13/00 LVR Review and analysis of portions of real estate sales and purchase agreement relating to water supply and service arrangements; Review of Arizona Corporation Commission's Decision No. 55536 granting CC&N to Anderson Water Company; Preparation of memorandum to Messrs. Christensen, Simonson, Vermilyea describing recommended conceptual approach to be used in preparing application to be filed with Arizona Corporation Commission; Review of Arizona Corporation Commission regulations governing	1.50	337.50

Louis L. Christensen, President

Page 3

	<u>Hours</u>	<u>Amount</u>
granting and transfer of certificates of convenience and necessity in connection with above. [Note: Time split 50/50 with Neal Simonson]		
SUBTOTAL:	[ 5.40	1,215.00]
For professional services rendered	5.40	\$1,215.00
Previous balance		\$225.00
6/26/00 Payment - thank you		(\$225.00)
Balance due		<u>\$1,215.00</u>

STATEMENT DUE ON RECEIPT. STATEMENTS NOT PAID IN FULL WITHIN THIRTY (30) DAYS AFTER INITIAL CHARGE WILL ACCRUE INTEREST OF 1 1/2% ON UNPAID BALANCE OR AN ACCOUNTING FEE OF \$50.00 PER MONTH, WHICHEVER IS GREATER. WE RESERVE THE RIGHT TO TURN ACCOUNTS NOT PAID IN A TIMELY MANNER OVER TO A COLLECTION AGENCY.

PLEASE MAKE CHECKS PAYABLE TO LAWRENCE V. ROBERTSON, JR.

**LAWRENCE V. ROBERTSON, JR.**

Of Counsel

MUNGER CHADWICK, P.L.C.  
333 N. Wilmot, Suite 300  
Tucson AZ 85711  
(520) 721-1900

Invoice submitted to:

Louis L. Christensen, President  
Western Land Investments, Inc.  
5151 East Broadway  
Suite 1530  
Tucson AZ 85711

August 15, 2000

In Reference To: Statement for billing period 07/16/00 through  
08/15/00.

Invoice # 10459

Professional services

	<u>Hours</u>	<u>Amount</u>
<u>J-6 Ranch Sale</u>		
7/19/00 LVR Telephone conference with Louis L. Christensen and Jim Vermilyea regarding Attorney Robertson's July 13, 2000 memorandum, and matters to be discussed with Arizona Corporation Commission staff at July 20, 2000 meeting. [Note: Time split 50/50 with Louis L. Christensen]	0.20	45.00
7/20/00 LVR Preparation for and participation in meeting with Messrs. Christensen, Vermilyea, Dickens [Thunder Ranch] and Olea, DeNunzio, Williams [Arizona Corporation Commission staff] regarding (i) scope and content of contemplated application for certificate of convenience and necessity, (ii) identity of applicant and (iii) timetable for review and processing. [Note: Time split 50/50 with Neal Simonson]	2.00	450.00
7/24/00 LVR Telephone conference with John Munger regarding (i) means by which a regulated water company recovers operation and maintenance expenses associated with its facilities, and (ii) alternatives available to a regulated water company to finance construction and installation of new facilities. [Note: Time split 50/50 with Louis L. Christensen.]	0.20	45.00

201

	<u>Hours</u>	<u>Amount</u>
8/14/00 LVR Meeting wit Jim Vermilyea discussing information needed for application to be filed with Arizona Corporation Commission. [Note: Time split 50/50 with Neal Simonson].	0.30	67.50
 SUBTOTAL:	<u>[ 2.70</u>	<u>607.50]</u>
 For professional services rendered	<u>2.70</u>	<u>\$607.50</u>
Additional charges:		
8/15/00 Fax.		15.00
 Total costs		<u>\$15.00</u>
 Total amount of this bill		<u>\$622.50</u>
 Previous balance		\$1,215.00
7/21/00 Payment - thank you		<u>(\$1,215.00)</u>
 Balance due		<u><u>\$622.50</u></u>

STATEMENT DUE ON RECEIPT. STATEMENTS NOT PAID IN FULL WITHIN THIRTY (30) DAYS AFTER INITIAL CHARGE WILL ACCRUE INTEREST OF 1 1/2% ON UNPAID BALANCE OR AN ACCOUNTING FEE OF \$50.00 PER MONTH, WHICHEVER IS GREATER. WE RESERVE THE RIGHT TO TURN ACCOUNTS NOT PAID IN A TIMELY MANNER OVER TO A COLLECTION AGENCY.

PLEASE MAKE CHECKS PAYABLE TO LAWRENCE V. ROBERTSON, JR.

**LAWRENCE V. ROBERTSON, JR.**

Of Counsel  
MUNGER CHADWICK, P.L.C.  
333 N. Wilmot, Suite 300  
Tucson AZ 85711  
(520) 721-1900

Invoice submitted to:

Jim Vermilyea  
Thunder Ranch Estates, LLC  
6501 East Grant Road, Suite F  
Tucson, Arizona 85715  
Tucson AZ 85711

September 15, 2000

In Reference To: Statement for billing period 08/16/00 through  
09/15/00.

For work relating to J-6 Ranch.

cc: Louis L. Christensen, President  
Western Land Investments, Inc.  
5151 East Broadway  
Suite 1530  
Tucson, Arizona 85711

Invoice # 10477

Professional services

	<u>Hours</u>	<u>Amount</u>
<u>J-6 Ranch Sale</u>		
8/17/00 LVR Telephone conference with Neal Simonson and Jim Vermilyea regarding what portions, if any, of acreage to be retained by Simonson should be included in new water company's application for a certificate of convenience and necessary. [Note: Time Split 50/50 with Neal Simonson]	0.20	45.00
SUBTOTAL:	[ 0.20	45.00]
For professional services rendered	0.20	\$45.00
Additional charges:		
9/15/00 Fax.		14.00

301

1030  
9/27

Jim Vermilyea

Page 2

	<u>Amount</u>
Total costs	\$14.00
Total amount of this bill	<u>\$59.00</u>
Previous balance	\$622.50
8/24/00 Payment - thank you	<u>(\$622.50)</u>
Balance due	<u><u>\$59.00</u></u>

STATEMENT DUE ON RECEIPT. STATEMENTS NOT PAID IN FULL WITHIN THIRTY (30) DAYS AFTER INITIAL CHARGE WILL ACCRUE INTEREST OF 1 1/2% ON UNPAID BALANCE OR AN ACCOUNTING FEE OF \$50.00 PER MONTH, WHICHEVER IS GREATER. WE RESERVE THE RIGHT TO TURN ACCOUNTS NOT PAID IN A TIMELY MANNER OVER TO A COLLECTION AGENCY.

PLEASE MAKE CHECKS PAYABLE TO LAWRENCE V. ROBERTSON, JR.

**LAWRENCE V. ROBERTSON, JR.**

Of Counsel  
MUNGER CHADWICK, P.L.C.  
333 N. Wilmot, Suite 300  
Tucson AZ 85711  
(520) 721-1900

Invoice submitted to:

Jim Vermilyea  
Thunder Ranch Estates, LLC  
6501 East Grant Road, Suite F  
Tucson, Arizona 85715  
Tucson AZ 85711

October 15, 2000

In Reference To: Statement for billing period 09/16/00 through 10/15/00.

For work relating to Empirita Water Company

cc: Louis L. Christensen, President  
Western Land Investments, Inc.  
5151 East Broadway  
Suite 1530  
Tucson, Arizona 85711

Invoice # 10499

Professional services

	<u>Hours</u>	<u>Amount</u>
<u>Empirita Water Co.</u>		
9/19/00 LVR Review of file materials and preparation of portion of initial draft of application to Arizona Corporation Commission for a certificate of convenience and necessity to provide water service.	1.40	315.00
9/21/00 LVR Preparation of remainder of application for a certificate of convenience and necessity to provide water service, together with memorandum to Jim Vermilyea.	2.00	450.00
9/25/00 LVR Meeting with Jim Vermilyea and Al Torres, Engineering Consultant, to (i) review Attorney Robertson's September 22, 2000 draft of application for certificate of convenience and necessity, and (ii) discuss preparation of appendices "H" through "K" to application.	0.50	112.50

301

PL  
Pd 10/23  
1037

	<u>Hours</u>	<u>Amount</u>
10/10/00 LVR Telephone conference with Ron Kozoman, Consultant, to discuss his preparation of appendices and testimony to be used in connection with application for a Certificate of Convenience and Necessity.	0.30	67.50
 SUBTOTAL:	<u>[ 4.20</u>	<u>945.00]</u>
 For professional services rendered	<u>4.20</u>	<u>\$945.00</u>
Additional charges:		
10/15/00 Xerox.		11.60
Postage.		1.32
 Total costs		<u>\$12.92</u>
 Total amount of this bill		<u>\$957.92</u>
Previous balance		\$59.00
9/27/00 Payment - thank you		(\$59.00)
 Balance due		<u><u>\$957.92</u></u>

STATEMENT DUE ON RECEIPT. STATEMENTS NOT PAID IN FULL WITHIN THIRTY (30) DAYS AFTER INITIAL CHARGE WILL ACCRUE INTEREST OF 1 1/2% ON UNPAID BALANCE OR AN ACCOUNTING FEE OF \$50.00 PER MONTH, WHICHEVER IS GREATER. WE RESERVE THE RIGHT TO TURN ACCOUNTS NOT PAID IN A TIMELY MANNER OVER TO A COLLECTION AGENCY.

PLEASE MAKE CHECKS PAYABLE TO LAWRENCE V. ROBERTSON. JR.

**LAWRENCE V. ROBERTSON, JR.**

Of Counsel  
MUNGER CHADWICK, P.L.C.  
333 N. Wilmot, Suite 300  
Tucson AZ 85711  
(520) 721-1900

Invoice submitted to:

Jim Vermilyea  
Thunder Ranch Estates, LLC  
6501 East Grant Road, Suite F  
Tucson, Arizona 85715  
Tucson AZ 85711

December 15, 2000

In Reference To: Statement for billing period 11/16/00 through  
12/15/00.

For work relating to Empirita Water Company

cc: Louis L. Christensen, President  
Western Land Investments, Inc.  
5151 East Broadway  
Suite 1530  
Tucson, Arizona 85711

Invoice # 10536

Professional services

	<u>Hours</u>	<u>Amount</u>
<u>Empirita Water Co.</u>		
11/21/00 LVR Telephone conference with Cochise County Board of Supervisors office regarding possible assignment of Anderson Water Company franchise to Empirita Water Company; Review of File Materials relating to 1987 Chochise County Franchise; Preparation of letter to George Monaghan, Transportation and Flood Control District, Cochise County, regarding Empirita Water Company's intent to conduct business as a water utility in Cochise County.	1.00	225.00
12/4/00 LVR Telephone conferences with Dorothy Hains (Utilities Division), Barbara Wells (Utilities Division) and Chris Kempley (Legal Division) of Arizona Corporation Commission staff regarding additional information needed by staff in order to continue its review of application for Certificate of Convenience and Necessity.	0.60	135.00

201

11/17/00  
10536

	<u>Hours</u>	<u>Amount</u>
SUBTOTAL:	[ 1.60	360.00]
For professional services rendered	1.60	\$360.00
Additional charges:		
12/15/00 Postage.		1.98
Xerox.		3.50
Total costs		\$5.48
Total amount of this bill		\$365.48
Previous balance		\$1,008.84
12/12/00 Payment - thank you		(\$1,008.84)
Balance due		\$365.48

STATEMENT DUE ON RECEIPT. STATEMENTS NOT PAID IN FULL WITHIN THIRTY (30) DAYS AFTER INITIAL CHARGE WILL ACCRUE INTEREST OF 1 1/2% ON UNPAID BALANCE OR AN ACCOUNTING FEE OF \$50.00 PER MONTH, WHICHEVER IS GREATER. WE RESERVE THE RIGHT TO TURN ACCOUNTS NOT PAID IN A TIMELY MANNER OVER TO A COLLECTION AGENCY.

PLEASE MAKE CHECKS PAYABLE TO LAWRENCE V. ROBERTSON, JR.

**LAWRENCE V. ROBERTSON, JR.**

Of Counsel  
MUNGER CHADWICK, P.L.C.  
333 N. Wilmot, Suite 300  
Tucson AZ 85711  
(520) 721-1900

Invoice submitted to:

Jim Vermilyea  
Thunder Ranch Estates, LLC  
6501 East Grant Road, Suite F  
Tucson, Arizona 85715  
Tucson AZ 85711

January 15, 2001

In Reference To: Statement for billing period 12/16/00 through  
01/15/01.

For work relating to Empirita Water Company

cc: Louis L. Christensen, President  
Western Land Investments, Inc.  
5151 East Broadway  
Suite 1530  
Tucson, Arizona 85711

Invoice # 10548

Professional services

	<u>Hours</u>	<u>Amount</u>
<u>Empirita Water Co. - CC&amp;N</u>		
1/9/01 LVR Meeting with Jim Vermilyea regarding clarification of legal description of acreage included in proposed certificated service area; Preparation of letter to Barbara Wells of Arizona Corporation Commission staff clarifying legal description; Telephone conference with Chris Kempley of Arizona Corporation Commission staff regarding revised hearing date.	1.00	225.00
1/10/01 LVR Telephone conferences with (i) Chuck Dickens, Haley & Aldrich, regarding hydrology data available to support provision of water service to second 320 acre parcel, and (ii) Jane Rodda, Arizona Corporation Commission staff, regarding revised hearing date.	0.30	67.50

SUBTOTAL:

[ 1.30 292.50 ]

301

	<u>Hours</u>	<u>Amount</u>
For professional services rendered	1.30	\$292.50
Additional charges:		
1/15/01 Xerox.		7.60
Postage.		2.20
Total costs		<u>\$9.80</u>
Total amount of this bill		<u>\$302.30</u>
Previous balance		\$365.48
12/16/00 Payment - thank you		(\$365.48)
Balance due		<u><u>\$302.30</u></u>

STATEMENT DUE ON RECEIPT. STATEMENTS NOT PAID IN FULL WITHIN THIRTY (30) DAYS AFTER INITIAL CHARGE WILL ACCRUE INTEREST OF 1 1/2% ON UNPAID BALANCE OR AN ACCOUNTING FEE OF \$50.00 PER MONTH, WHICHEVER IS GREATER. WE RESERVE THE RIGHT TO TURN ACCOUNTS NOT PAID IN A TIMELY MANNER OVER TO A COLLECTION AGENCY.

PLEASE MAKE CHECKS PAYABLE TO LAWRENCE V. ROBERTSON, JR.

**LAWRENCE V. ROBERTSON, JR.**

Of Counsel

MUNGER CHADWICK, P.L.C.

333 N. Wilmot, Suite 300

Tucson AZ 85711

(520) 721-1900

Invoice submitted to:

Jim Vermilyea  
Thunder Ranch Estates, LLC  
6501 East Grant Road, Suite F  
Tucson, Arizona 85715  
Tucson AZ 85711

February 15, 2001

In Reference To: Statement for billing period 01/16/01 through  
02/15/01.

For work relating to Empirita Water Company

cc: Louis L. Christensen, President  
Western Land Investments, Inc.  
5151 East Broadway  
Suite 1530  
Tucson, Arizona 85711

Invoice # 10569

Professional services

	<u>Hours</u>	<u>Amount</u>
<u>Empirita Water Co.</u>		
1/17/01 LVR Telephone conferences with (i) Jim Vermilyea regarding status of engineering drawings, (ii) Mark DeNunzio (Arizona Corporation Commission) regarding status of staff report, (iii) Chris Kempley (Arizona Corporation Commission) regarding response to staff's data requests and (iv) Jane Rodda (Arizona Corporation Commission) regarding changes in hearing schedule and procedural order; Review of plans and engineering drawings prepared by company's engineers.	1.00	225.00
1/18/01 LVR Telephone conferences with Dorothy Hains (Arizona Corporation Commission) regarding "Preliminary Water System Analysis for Red Hawk at J-6 Ranch" and related engineering drawings, as prepared by Yuma Territorial Engineering; Preparation of transmittal letter to Dorothy	0.50	112.50

301

RD 2/21

	<u>Hours</u>	<u>Amount</u>
Hains; Telephone conference with Jim Vermilyea regarding above; Telephone conference with Francisco Galindo regarding "Preliminary Water System Analysis"		
2/7/01 LVR Preparation for and meeting with Ron Kozoman (Consultant) to discuss testimony and exhibits he will present at March 20, 2001 hearing for certificate of convenience and necessity to provide water service; discussion with Dorothy Hains (Arizona Corporation Commission) regarding status of staff review of proposed engineering drawings.	1.70	382.50
LVR Travel time to/from Phoenix for meetings with Ron Kozoman and Dorothy Hains [Note: Travel time billed at 1/2 normal hourly, due to opportunity to divide travel time between two clients.]	3.60	405.00
 SUBTOTAL:	 [ 6.80	 1,125.00]
For professional services rendered	6.80	\$1,125.00
Additional charges:		
2/15/01 Xerox.		5.50
Postage.		4.12
Fax.		8.00
Total costs		<u>\$17.62</u>
Total amount of this bill		<u>\$1,142.62</u>
Previous balance		\$302.30
1/19/01 Payment - thank you		<u>(\$302.30)</u>
Balance due		<u><u>\$1,142.62</u></u>

**LAWRENCE V. ROBERTSON, JR.**

Of Counsel  
MUNGER CHADWICK, P.L.C.  
333 N. Wilmot, Suite 300  
Tucson AZ 85711  
(520) 721-1900

Invoice submitted to:

Jim Vermilyea  
Thunder Ranch Estates, LLC  
6501 East Grant Road, Suite F  
Tucson, Arizona 85715  
Tucson AZ 85711

May 15, 2001

In Reference To: Statement for billing period 04/16/01 through  
05/15/01.

For work relating to Empirita Water Company

cc: Louis L. Christensen, President  
Western Land Investments, Inc.  
5151 East Broadway  
Suite 1530  
Tucson, Arizona 85711

Invoice # 10616

Professional services

	<u>Hours</u>	<u>Amount</u>
<u>Empirita Water Co.</u>		
5/9/01 SAF Review Recommendation of ALJ Jane Rodda; Telephone conversations with client to notify. Recommendation received; Fax Recommendation to Attorney Robertson; Draft memo to Attorney Robertson regarding legal compliance deadlines.	0.50	50.00
SUBTOTAL:	[ 0.50	50.00 ]
For professional services rendered	0.50	\$50.00
Additional charges:		
5/15/01 Telephone.		2.00

301

AL 5/15/01  
10/17

Jim Vermilyea

Page 2

	<u>Amount</u>
5/15/01 Fax.	11.00
Total costs	<u>\$13.00</u>
Total amount of this bill	<u>\$63.00</u>
Previous balance	\$2,048.06
4/19/01 Payment - thank you	<u>(\$2,048.06)</u>
Balance due	<u><u>\$63.00</u></u>

STATEMENT DUE ON RECEIPT. STATEMENTS NOT PAID IN FULL WITHIN THIRTY (30) DAYS AFTER INITIAL CHARGE WILL ACCRUE INTEREST OF 1 1/2% ON UNPAID BALANCE OR AN ACCOUNTING FEE OF \$50.00 PER MONTH, WHICHEVER IS GREATER. WE RESERVE THE RIGHT TO TURN ACCOUNTS NOT PAID IN A TIMELY MANNER OVER TO A COLLECTION AGENCY.

PLEASE MAKE CHECKS PAYABLE TO LAWRENCE V. ROBERTSON, JR.

**LAWRENCE V. ROBERTSON, JR.**

Of Counsel  
MUNGER CHADWICK, P.L.C.  
333 N. Wilmot, Suite 300  
Tucson AZ 85711  
(520) 721-1900

Invoice submitted to:

Jim Vermilyea  
Thunder Ranch Estates, LLC  
6501 East Grant Road, Suite F  
Tucson, Arizona 85715  
Tucson AZ 85711

September 15, 2001

In Reference To: Statement for billing period 08/16/01 through  
09/15/01.

For work relating to Empirita Water Company

cc: Louis L. Christensen, President  
Western Land Investments, Inc.  
5151 East Broadway  
Suite 1530  
Tucson, Arizona 85711

Invoice # 10660

Professional services

	<u>Hours</u>	<u>Amount</u>
<u>Empirita Water Co.</u>		
9/11/01 LVR Telephone conversations and meeting with Jim Vermilyea regarding legal requirements applicable to any proposed encumbrancing of Empirita Water Company assets for Redhawk at Jay-Six project financing purposes.	1.50	337.50
9/13/01 LVR Telephone conference with Jim Vermilyea regarding preparation of suggested assignment language and preparation of same.	0.40	90.00
SUBTOTAL:	[ 1.90	427.50]
For professional services rendered	1.90	\$427.50

301

Ad  
1122  
9/21

Additional charges:

	<u>Amount</u>
9/15/01 Xerox.	5.50
Fax.	2.00
Total costs	<u>\$7.50</u>
Total amount of this bill	<u>\$435.00</u>
Balance due	<u>\$435.00</u>

STATEMENT DUE ON RECEIPT. STATEMENTS NOT PAID IN FULL WITHIN THIRTY (30) DAYS AFTER INITIAL CHARGE WILL ACCRUE INTEREST OF 1 1/2% ON UNPAID BALANCE OR AN ACCOUNTING FEE OF \$50.00 PER MONTH, WHICHEVER IS GREATER. WE RESERVE THE RIGHT TO TURN ACCOUNTS NOT PAID IN A TIMELY MANNER OVER TO A COLLECTION AGENCY.

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**LAWRENCE V. ROBERTSON, JR.**

Of Counsel  
MUNGER CHADWICK, P.L.C.  
333 N. Wilmot, Suite 300  
Tucson AZ 85711  
(520) 721-1900

Invoice submitted to:

Jim Vermilyea  
Thunder Ranch Estates, LLC  
6501 East Grant Road, Suite F  
Tucson, Arizona 85715  
Tucson AZ 85711

October 15, 2001

In Reference To: Statement for billing period 09/16/01 through  
10/15/01.

For work relating to Empirita Water Company

cc: Louis L. Christensen, President  
Western Land Investments, Inc.  
5151 East Broadway  
Suite 1530  
Tucson, Arizona 85711

Invoice # 10678

Professional services

	<u>Hours</u>	<u>Amount</u>
<u>Empirita Water Co.</u>		
9/18/01 LVR Meeting with Jim Vermilyea and Attorney Munger regarding legal problems with form of assignment proposed by Greg Sir.	0.60	135.00
SUBTOTAL:	[ 0.60	135.00]
For professional services rendered	0.60	\$135.00
Previous balance		\$435.00
9/21/01 Payment - thank you		(\$435.00)
Balance due		\$135.00

30

10/16/01  
1130

**LAWRENCE V. ROBERTSON, JR.**

Of Counsel  
MUNGER CHADWICK, P.L.C.  
333 N. Wilmot, Suite 300  
Tucson AZ 85711  
(520) 721-1900

Invoice submitted to:

Jim Vermilyea  
Thunder Ranch Estates, LLC  
6501 East Grant Road, Suite F  
Tucson AZ 85715

June 15, 2002

In Reference To: Statement for billing period 05/16/02 through  
06/15/02.

For work relating to Empirita Water Company

cc: Louis L. Christensen, President  
Western Land Investments, Inc.  
5151 East Broadway  
Suite 1530  
Tucson, Arizona 85711

Invoice # 10763

Professional services

	<u>Hours</u>	<u>Amount</u>
<u>Empirita Water Co. - CC&amp;N</u>		
5/29/02 LVR Telephone conference with Jim Vermilyea and Francisco Galindo regarding (i) Arizona Department of Water Resources water adequacy statement and (ii) ADEQ approval to construct; Telephone conferences with Maria March, Cochise County Board of Supervisors, and Jim Vermilyea regarding status of efforts to obtain water franchises; Telephone conference with Jane Rodda (Arizona Corporation Commission) and Patrick Williams (Arizona Corporation Commission) regarding May 28, 2002 Request for Additional Time to Comply with Decision No. 63696.	1.20	300.00
SUBTOTAL:	[ 1.20	300.00]



	<u>Hours</u>	<u>Amount</u>
For professional services rendered	1.20	\$300.00
Additional charges:		
6/15/02 Xerox.		29.00
Postage.		6.35
Fax.		75.09
Total costs		<u>\$110.44</u>
Total amount of this bill		<u>\$410.44</u>
Balance due		<u><u>\$410.44</u></u>

STATEMENT DUE ON RECEIPT. STATEMENTS NOT PAID IN FULL WITHIN THIRTY (30) DAYS AFTER INITIAL CHARGE WILL ACCRUE INTEREST OF 1 1/2% ON UNPAID BALANCE OR AN ACCOUNTING FEE OF \$50.00 PER MONTH, WHICHEVER IS GREATER. WE RESERVE THE RIGHT TO TURN ACCOUNTS NOT PAID IN A TIMELY MANNER OVER TO A COLLECTION AGENCY.

PLEASE MAKE CHECKS PAYABLE TO LAWRENCE V. ROBERTSON, JR.

**LAWRENCE V. ROBERTSON, JR.**

Of Counsel  
MUNGER CHADWICK, P.L.C.  
333 N. Wilmot, Suite 300  
Tucson AZ 85711  
(520) 721-1900

Invoice submitted to:

Jim Vermilyea  
Thunder Ranch Estates, LLC  
6501 East Grant Road, Suite F  
Tucson AZ 85715

August 15, 2002

In Reference To: Statement for billing period 06/16/02 through  
08/15/02.

For work relating to Empirita Water Company

cc: Louis L. Christensen, President  
Western Land Investments, Inc.  
5151 East Broadway  
Suite 1530  
Tucson, Arizona 85711

Invoice # 10790

Additional charges:

Amount

8/15/02 Xerox.	11.00
Postage.	4.82
Fax.	9.00
Total costs	<u>\$24.82</u>
Previous balance	\$410.44
6/24/02 Payment - thank you	<u>(\$410.44)</u>
Balance due	<u><u>\$24.82</u></u>

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**LAWRENCE V. ROBERTSON, JR.**

Of Counsel  
MUNGER CHADWICK, P.L.C.  
333 N. Wilmot, Suite 300  
Tucson AZ 85711  
(520) 721-1900

Invoice submitted to:

Jim Vermilyea  
Thunder Ranch Estates, LLC  
6501 East Grant Road, Suite F  
Tucson AZ 85715

September 15, 2002

In Reference To: Statement for billing period 08/16/02 through  
09/15/02.

For work relating to Empirita Water Company

cc: Louis L. Christensen, President  
Western Land Investments, Inc.  
5151 East Broadway  
Suite 1530  
Tucson, Arizona 85711

Invoice # 10821

Additional charges:

	<u>Amount</u>
9/15/02 Xerox, Postage.	1.04
Total costs	<u>\$1.04</u>
Previous balance	\$24.82
Balance due	<u><u>\$25.86</u></u>

STATEMENT DUE ON RECEIPT. STATEMENTS NOT PAID IN FULL WITHIN THIRTY (30) DAYS  
AFTER INITIAL CHARGE WILL ACCRUE INTEREST OF 1 1/2% ON UNPAID BALANCE OR AN  
ACCOUNTING FEE OF \$50.00 PER MONTH, WHICHEVER IS GREATER. WE RESERVE THE RIGHT  
TO TURN ACCOUNTS NOT PAID IN A TIMELY MANNER OVER TO A COLLECTION AGENCY.

PLEASE MAKE CHECKS PAYABLE TO LAWRENCE V. ROBERTSON, JR.

301

**LAWRENCE V. ROBERTSON, JR.**

Of Counsel

MUNGER CHADWICK, P.L.C.  
333 N. Wilmot, Suite 300  
Tucson AZ 85711  
(520) 721-1900

Invoice submitted to:

Jim Vermilyea  
Thunder Ranch Estates, LLC  
6501 East Grant Road, Suite F  
Tucson AZ 85715

October 15, 2002

In Reference To: Statement for billing period 09/16/02 through  
10/15/02.

For work relating to Empirita Water Company

cc: Louis L. Christensen, President  
Western Land Investments, Inc.  
5151 East Broadway  
Suite 1530  
Tucson, Arizona 85711

Invoice # 10849

Professional services

	<u>Hours</u>	<u>Amount</u>
10/15/02 LVR Preparation of compliance filing with Arizona Corporation Commission re: acquisition of Cochise County franchise; Telephone conferences with Barb Wells of Arizona Corporation Commission and Al Torres re: preparation of legal description of revised service area; Telephone conference with Arizona Corporation Commission Administrative Law Judge Jane Rodda re: filing of compliance documents.	1.00	225.00

For professional services rendered

1.00 \$225.00

Additional charges:

10/15/02 Postage.

8.02

pd 11/6  
1238

301

Jim Vermilyea

Page 2

	<u>Amount</u>
10/15/02 Xerox.	29.80
Total costs	<u>\$37.82</u>
Total amount of this bill	<u>\$262.82</u>
Previous balance	\$25.86
09/18/02 Payment - thank you	<u>-\$25.86</u>
Balance due	<u>\$262.82</u>

STATEMENT DUE ON RECEIPT. STATEMENTS NOT PAID IN FULL WITHIN THIRTY (30) DAYS AFTER INITIAL CHARGE WILL ACCRUE INTEREST OF 1 1/2% ON UNPAID BALANCE OR AN ACCOUNTING FEE OF \$50.00 PER MONTH, WHICHEVER IS GREATER. WE RESERVE THE RIGHT TO TURN ACCOUNTS NOT PAID IN A TIMELY MANNER OVER TO A COLLECTION AGENCY.

PLEASE MAKE CHECKS PAYABLE TO LAWRENCE V. ROBERTSON, JR.

**LAWRENCE V. ROBERTSON, JR.**

Of Counsel  
MUNGER CHADWICK, P.L.C.  
333 N. Wilmot, Suite 300  
Tucson AZ 85711  
(520) 721-1900

Invoice submitted to:

Jim Vermilyea  
Thunder Ranch Estates, LLC  
6501 East Grant Road, Suite F  
Tucson AZ 85715

September 15, 2003

In Reference To: This statement is for billing period 8/16/03  
through 9/15/03.  
For work relating to Empirita Water Company

cc: Louis L. Christensen, President  
Western Land Investments, Inc.  
5151 East Broadway  
Suite 1530  
Tucson, Arizona 85711

Invoice # 11183

Professional services

	<u>Hours</u>	<u>Amount</u>
<u>Tariffs</u>		
09/09/03 LVR Telephone conference with Jim Vermilyea and Ron Kozoman regarding filing of Rate Tariffs and Rules and Regulations with Arizona Corporation Commission in connection with commencement of water service to customers.	0.20	50.00
SUBTOTAL:	[ 0.20	50.00]
For professional services rendered	0.20	\$50.00
Balance due		<u>\$50.00</u>

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10/11/03  
9/23

**LAWRENCE V. ROBERTSON, JR.**  
Of Counsel  
MUNGER CHADWICK, P.L.C.  
333 N. Wilmot, Suite 300,  
Tucson, Arizona 85711

Invoice submitted to:

Jim Vermilyea  
Thunder Ranch Estates, LLC  
6501 East Grant Road, Suite F  
Tucson AZ 85715

April 15, 2004

In Reference To: This statement is for billing period 3/16/04 through 4/15/04.

For work relating to Empirita Water Company

cc: Louis L. Christensen, President  
Western Land Investments, Inc.  
6850 N. Oracle Road  
Tucson, Arizona 85704

Invoice #11316

Professional Services

	<u>Hours</u>	<u>Amount</u>
<u>2003 Taxes</u>		
3/24/2004 LVR Meeting with Jim Vermilyea to review and discuss completion of Arizona Department of Revenue forms relating to 2003 property taxes for Emperita Water Company.	0.20	55.00
SUBTOTAL:	[ 0.20	55.00]
For professional services rendered	0.20	\$55.00
Balance due		<u>\$55.00</u>

STATEMENT DUE ON RECEIPT. STATEMENTS NOT PAID IN FULL WITHIN THIRTY (30) DAYS AFTER INITIAL CHARGE WILL ACCRUE INTEREST OF 1 1/2% ON UNPAID BALANCE OR AN ACCOUNTING FEE OF \$50.00 PER MONTH, WHICHEVER IS GREATER. WE RESERVE THE RIGHT TO TURN ACCOUNTS NOT PAID IN A TIMELY MANNER OVER TO A COLLECTION AGENCY.

PLEASE MAKE CHECKS PAYABLE TO LAWRENCE V. ROBERTSON, JR.

301

AK  
10/15/04

LAWRENCE V. ROBERTSON, JR.  
Of Counsel  
MUNGER CHADWICK, P.L.C.  
333 N. Wilmot, Suite 300,  
Tucson, Arizona 85711

Invoice submitted to:

Jim Vermilyea  
Thunder Ranch Estates, LLC  
6501 East Grant Road, Suite F  
Tucson AZ 85715

November 15, 2004

In Reference To: This statement is for billing period 8/16/04 through 9/15/04.

For work relating to Empirita Water Company

cc: Louis L. Christensen, President  
Western Land Investments, Inc.  
6850 N. Oracle Road  
Tucson, Arizona 85704

Invoice #11374

Professional Services

		<u>Hours</u>	<u>Amount</u>
	<u>Red Hawk</u>		
10/25/2004	LVR Telephone conference with Lou Christensen discussing whether groundwater pumped from existing wells can be transported to serve future growth in Red Hawk Unit No. 3.	0.20	55.00
	LVR Telephone conference with Chuck Dickens regarding identity of groundwater basins underlying Red Hawk Unit Nos. 1 and 2, and Red Hawk Unit No. 3, respectively; Review and analysis of A.R.S. 45-541 et seq. relating to transportation of groundwater; Review of file materials relating to boundaries of Empirita Water Company's certificated water service area.	0.90	247.50
10/26/2004	LVR Review and analysis of Chuck Dickens' October 26, 2004 memorandum on "J-6 Water Issues."	0.10	27.50
10/27/2004	LVR Meeting with Barb Wells, Arizona Corporation Commission Utilities Division Staff, discussing need to correct legal description of certificated water services area approved by Arizona Corporation Commission in Decision No. 63676.	0.30	82.50
10/29/2004	LVR Telephone conference with Jane Rodda, Arizona Corporation Commission Administrative Law Judge, discussing procedure for correcting legal description attached to Decision No. 636.76.	0.40	110.00



Pd. 12/9/04

Jim Vermilyea

Page 2

	<u>Hours</u>	<u>Amount</u>
SUBTOTAL:	[ 1.90	522.50]
For professional services rendered	1.90	\$522.50
Balance due		<u>\$522.50</u>

STATEMENT DUE ON RECEIPT. STATEMENTS NOT PAID IN FULL WITHIN THIRTY (30) DAYS AFTER INITIAL CHARGE WILL ACCRUE INTEREST OF 1 1/2% ON UNPAID BALANCE OR AN ACCOUNTING FEE OF \$50.00 PER MONTH, WHICHEVER IS GREATER. WE RESERVE THE RIGHT TO TURN ACCOUNTS NOT PAID IN A TIMELY MANNER OVER TO A COLLECTION AGENCY.

PLEASE MAKE CHECKS PAYABLE TO LAWRENCE V. ROBERTSON, JR.

**LAWRENCE V. ROBERTSON, JR.**  
 Of Counsel  
**MUNGER CHADWICK, P.L.C.**  
 333 N. Wilmot, Suite 300,  
 Tucson, Arizona 85711

Invoice submitted to:

Jim Vermilyea  
 Thunder Ranch Estates, LLC  
 2090 N. Kolb Road, Suite 120  
 Tucson AZ 85715

June 15, 2005

In Reference To: This statement is for billing period 5/16/04 through 6/15/05.

For work relating to Empirita Water Company

cc: Louis L. Christensen, President  
 Western Land Investments, Inc.  
 6850 N. Oracle Road  
 Tucson, Arizona 85704

Invoice #11455

Professional Services

	Hours	Amount
6/9/2005 LVR Telephone conference with Jim Vermilyea and Arizona Department of Water Resources Legal Department regarding status of request for assured water supply determination.	0.30	82.50
<b>SUBTOTAL:</b>	0.30	82.50]
For professional services rendered	0.30	\$82.50
Previous balance		(\$55.00)
<b>Balance due</b>		\$27.50

STATEMENT DUE ON RECEIPT. STATEMENTS NOT PAID IN FULL WITHIN THIRTY (30) DAYS AFTER INITIAL CHARGE WILL ACCRUE INTEREST OF 1 1/2% ON UNPAID BALANCE OR AN ACCOUNTING FEE OF \$50.00 PER MONTH, WHICHEVER IS GREATER. WE RESERVE THE RIGHT TO TURN ACCOUNTS NOT PAID IN A TIMELY MANNER OVER TO A COLLECTION AGENCY.

PLEASE MAKE CHECKS PAYABLE TO LAWRENCE V. ROBERTSON, JR.

*pd. 1577  
4/20*

LAWRENCE V. ROBERTSON, JR.  
Of Counsel  
MUNGER CHADWICK, P.L.C.  
P.O. Box 1448  
Tubac, Arizona 85646  
(520) 398-0411

Invoice submitted to:

Jim Vermilyea  
Thunder Ranch Estates, LLC  
2090 N. Kolb Road, Suite 120  
Tucson AZ 85715

January 15, 2006

In Reference to: Billing Period from December 16, 2005 through January 15, 2006.  
Invoice # 11544

For work relating to Empirita Water Company

cc: Louis L. Christensen, President  
Western Land Investments, Inc.  
6850 N. Oracle Road  
Tucson, Arizona 85704

Professional Services

	<u>Hours</u>	<u>Amount</u>
<u>Empirita Water Co.</u>		
1/13/2006 LVR Meeting with Jim Vermilyea discussing (1) possible expansion of CC&N to enlarge certificated water service area, and (II) confirmation of, or, if necessary, acquisition of well sites and inter-connection transmission main easement.	0.50	137.50
 SUBTOTAL:	<u>[ 0.50</u>	<u>137.50]</u>
For professional services rendered	<u>0.50</u>	<u>\$137.50</u>
 Additional Charges :		
1/15/2006 Xerox		2.60
 Total costs		<u>\$2.60</u>
 Total amount of this bill		<u>\$140.10</u>
 Balance due		<u>\$140.10</u>

LAWRENCE V. ROBERTSON, JR.  
Of Counsel  
MUNGER CHADWICK, P.L.C.  
P.O. Box 1448  
Tubac, Arizona 85646  
(520) 398-0411

Invoice submitted to:

Jim Vermilyea  
Thunder Ranch Estates, LLC  
2090 N. Kolb Road, Suite 120  
Tucson AZ 85715

February 15, 2006

In Reference to: Billing Period from January 16, 2006 through February 15, 2006.  
Invoice # 11556

For work relating to Empirita Water Company

cc: Louis L. Christensen, President  
Western Land Investments, Inc.  
6850 N. Oracle Road  
Tucson, Arizona 85704  
Additional Charges :

	<u>Amount</u>
2/15/2006 Fax	10.00
Total costs	<u>\$10.00</u>
Previous balance	\$140.10
2/15/2006 Payment - thank you. Check No. 1037	<u>(\$140.10)</u>
Total payments and adjustments	<u>(\$140.10)</u>
Balance due	<u><u>\$10.00</u></u>

STATEMENT DUE ON RECEIPT. STATEMENTS NOT PAID IN FULL WITHIN THIRTY (30) DAYS AFTER INITIAL CHARGE WILL ACCRUE INTEREST OF 1 1/2% ON UNPAID BALANCE OR AN ACCOUNTING FEE OF \$50.00 PER MONTH, WHICHEVER IS GREATER. WE RESERVE THE RIGHT TO TURN ACCOUNTS NOT PAID IN A TIMELY MANNER OVER TO A COLLECTION AGENCY.

PLEASE MAKE CHECKS PAYABLE TO LAWRENCE V. ROBERTSON, JR.

LAWRENCE V. ROBERTSON, JR.  
Of Counsel  
MUNGER CHADWICK, P.L.C.  
P.O. Box 1448  
Tubac, Arizona 85646  
(520) 398-0411

Invoice submitted to:

Jim Vermilyea  
Thunder Ranch Estates, LLC  
2090 N. Kolb Road, Suite 120  
Tucson AZ 85715

March 15, 2006

In Reference to: Billing Period from February 16, 2006 through March 15, 2006.  
Invoice # 11577

For work relating to Empirita Water Company

cc: Louis L. Christensen, President  
Western Land Investments, Inc.  
6850 N. Oracle Road  
Tucson, Arizona 85704

Professional Services

		<u>Hours</u>	<u>Amount</u>
<u>Empirita Water Co. - CC&amp;N</u>			
3/4/2006 LVR	Review and analysis of pertinent file materials as background in connection with preparation for March 6, 2006 meeting with Jim Vermilyea, Chuck Dickens, Steve Lenihan and Duff Hearon to discuss possible expansion of Empirita Water Company's CC & N to include land recently purchased by Lenihan/Hearon.	0.80	220.00
3/6/2006 LVR	Participation in (i) meeting with Jim Vermilyea, Chuck Dickens, Steve Lenihan and Duff Hearon discussing activities necessary to support application to Arizona Corporation Commission to expand CC & N to include 560 acres ["South Parcel"] recently acquired by Lenihan/Hearon, and (ii) meeting with Jim Vermilyea and Chuck Dickens discussing activities necessary to support expansion of CC & N to include Thunder Ranch Estate Parcels II through V.	2.30	632.50
SUBTOTAL:		[ 3.10	852.50]
For professional services rendered		3.10	\$852.50

Jim Vermilyea

Page 2

Additional Charges :

	<u>Amount</u>
3/15/2006 Postage and Fax	1.39
Xerox	24.40
Total costs	<u>\$25.79</u>
Total amount of this bill	\$878.29
Previous balance	\$10.00
3/15/2006 Payment - thank you. Check No. 1039	<u>(\$10.00)</u>
Total payments and adjustments	<u>(\$10.00)</u>
Balance due	<u><u>\$878.29</u></u>

STATEMENT DUE ON RECEIPT. STATEMENTS NOT PAID IN FULL WITHIN THIRTY (30) DAYS AFTER INITIAL CHARGE WILL ACCRUE INTEREST OF 1 1/2% ON UNPAID BALANCE OR AN ACCOUNTING FEE OF \$50.00 PER MONTH, WHICHEVER IS GREATER. WE RESERVE THE RIGHT TO TURN ACCOUNTS NOT PAID IN A TIMELY MANNER OVER TO A COLLECTION AGENCY.

PLEASE MAKE CHECKS PAYABLE TO LAWRENCE V. ROBERTSON, JR.

LAWRENCE V. ROBERTSON, JR.  
Of Counsel  
MUNGER CHADWICK, P.L.C.  
P.O. Box 1448  
Tubac, Arizona 85646  
(520) 398-0411

Invoice submitted to:

Jim Vermilyea  
Thunder Ranch Estates, LLC  
2090 N. Kolb Road, Suite 120  
Tucson AZ 85715

June 15, 2006

In Reference to: Billing Period from May 16, 2006 through June 15, 2006.

Invoice # 11628

For work relating to Empirita Water Company

cc: Louis L. Christensen, President  
Western Land Investments, Inc.  
6850 N. Oracle Road  
Tucson, Arizona 85704

Professional Services

		<u>Hours</u>	<u>Amount</u>
	<u>Empirita Water Co. - CC&amp;N</u>		
5/26/2006 LVR	Telephone conference with Mary Bauer, ADWR, discussing ADWR's Groundwater Basins maps and data for Cienega and Upper San Pedro groundwater basin.	0.30	82.50
6/13/2006 LVR	Review and analysis of (i) Chuck Dickens' March 15, 2006 Summary of Adequate Water Supply Designation, (ii) Chuck Dickens' July 2004 Supplemental Hydrologic Report (iii) ADWR's May 2005 Decision and Order No. 2005-005 Designation of Adequate Water Supply, (iv) MMLA's June 6, 2006 Preliminary Master Water Plan, (v) Arizona Corporation Commission Decision No. 63676, (vi) Arizona Corporation Commission September 11, 2002 Procedural Order, (vii) correspondence with Arizona Corporation Commission Utilities Division Staff regarding correcting legal description for existing certificated service area, and (viii) provisions of Arizona Corporation Commission rules relating to extension of water utility CC & N's; Telephone conference with Jim Vermilyea and Chuck Dickens regarding above; Preparation of portion of initial draft of suggested Application to Arizona Corporation Commission for extension of CC&N.	5.40	1,485.00
6/14/2006 LVR	Preparation of remainder of initial draft of suggested Application to Arizona Corporation Commission for extension of CC&N; Telephone conferences with Steve Lenihan, Chuck Dickens and Jim Vermilyea regarding above.	4.00	1,100.00

Pd. 7/7

Jim Vermilyea

Page 2

	<u>Hours</u>	<u>Amount</u>
SUBTOTAL:	[ 9.70	2,667.50]
For professional services rendered	9.70	\$2,667.50
Additional Charges :		
6/15/2006 Postage		21.83
Total costs		<u>\$21.83</u>
Total amount of this bill		<u>\$2,689.33</u>
Previous balance		\$55.00
6/15/2006 Payment - thank you. Check No. 1058		<u>(\$55.00)</u>
Total payments and adjustments		<u>(\$55.00)</u>
Balance due		<u><u>\$2,689.33</u></u>

STATEMENT DUE ON RECEIPT. STATEMENTS NOT PAID IN FULL WITHIN THIRTY (30) DAYS AFTER INITIAL CHARGE WILL ACCRUE INTEREST OF 1 1/2% ON UNPAID BALANCE OR AN ACCOUNTING FEE OF \$50.00 PER MONTH, WHICHEVER IS GREATER. WE RESERVE THE RIGHT TO TURN ACCOUNTS NOT PAID IN A TIMELY MANNER OVER TO A COLLECTION AGENCY.

PLEASE MAKE CHECKS PAYABLE TO LAWRENCE V. ROBERTSON, JR.

# CHARVOZ MAY & COMPANY, PC

Certified Public Accountants - Business Consultants

Charles L. Charvoz  
E. Joe May

Lynne A. Himmer  
Henry J. Fortino

EMPIRITA WATER COMPANY, LLC  
C/O MR. JAMES VERMILYEA  
2090 N. KOLB ROAD, SUITE 120  
TUCSON, AZ 85715

**Invoice Date:** June 30, 2006  
**Invoice Number:** 00119070  
**Client Number:** 31002 000

PLEASE DETACH TOP PORTION OF INVOICE AND SEND WITH YOUR PAYMENT.

*For professional services rendered for the period ending June 30, 2006*

SETUP INITIAL BALANCES FOR 2005 IN PEACHTREE. MEETING AT WESTERN LAND INVESTMENTS WITH CONTRACT WATER OPERATOR TO REVIEW OPTIONS FOR CUSTOMER ACCOUNTING PROCEDURES AND SOFTWARE CONSIDERATIONS. ASSIST CLIENT WITH PREPARATION OF BALANCE SHEET FOR ARIZONA DEPARTMENT OF WATER RESOURCES. \$ 1,502.00

**Total Invoice Amount** \$ 1,502.00

LAWRENCE V. ROBERTSON, JR.  
Of Counsel  
MUNGER CHADWICK, P.L.C.  
P.O. Box 1448  
Tubac, Arizona 85646  
(520) 398-0411

Invoice submitted to:

Jim Vermilyea  
Thunder Ranch Estates, LLC  
2090 N. Kolb Road, Suite 120  
Tucson AZ 85715

July 15, 2006

In Reference to: Billing Period from June 16, 2006 through July 15, 2006.  
Invoice # 11648

For work relating to Empirita Water Company

cc: Louis L. Christensen, President  
Western Land Investments, Inc.  
6850 N. Oracle Road  
Tucson, Arizona 85704

Professional Services

		<u>Hours</u>	<u>Amount</u>
	<u>Empirita Water Co. - CC&amp;N</u>		
6/16/2006 LVR	Review of correspondence from Barb Wells, Arizona Corporation Commission Utilities Division Staff, regarding confusion over correct legal description for current certificated service area; Meeting with Jim Vermilyea regarding above; Preparation of letter to Barb Wells confirming her conclusion as to correct legal description; Telephone conference with Steve Lenihan discussing his suggested revisions to June 14, 2006 draft of application to extend CC&N.	0.80	220.00
6/17/2006 LVR	Telephone conference with Chuck Dickens regarding (i) including projected demand associated with Easter Mountain Ranch's unplatted 16 acres in Application for Water Adequacy Designation projected demand, and (ii) total amount of acre feet to be included in requested designation.	0.20	55.00
6/21/2006 LVR	Review and analysis of Chuck Dicken's June 21, 2006 letter to Attorney Robertson discussing (i) forecasted water demand for Thunder Ranch, Easter Mountain Ranch and Simonson acreage(s), and (ii) suggested revision to Attorney Robertson's June 14, 2006 draft of suggested application to Arizona Corporation Commission for CC&N extension; Telephone conference with Chuck Dickens discussing above.	0.40	110.00

AD  
8/1/06

	<u>Hours</u>	<u>Amount</u>
6/21/2006 LVR Preparation of suggested revisions to June 14, 2006 draft of application to Arizona Corporation Commission for CC&N extension; Telephone conferences with Chuck Dickens and Jim Vermilyea, and review of file materials in connection with above.	1.00	275.00
7/11/2006 LVR Telephone conference with Jim Vermilyea regarding documentation needed to finalize Application to Extend CC&N; Review and analysis of June 29, 2006 preliminary master water plan, as prepared by Mike Daly of MMLA; Review of draft of Application to Extend CC&N to identify areas requiring further revision.	1.00	275.00
7/12/2006 LVR Telephone conference with Steve Lenihan discussing additional documentation needed to complete Application to Extend CC&N; Preparation of memorandum to Steve Lenihan identifying aforesaid additional documentation; Review of June 21, 2006 correspondence from Chuck Dickens relating to hydrologic report to be submitted to Arizona Department of Water Resources.	0.50	137.50
 SUBTOTAL:	 [ 3.90	 1,072.50]
For professional services rendered	3.90	\$1,072.50
Additional Charges :		
7/15/2006 Fax, Xerox and Postage		9.98
Total costs		\$9.98
Total amount of this bill		\$1,082.48
Previous balance		\$2,689.33
7/7/2006 Payment - thank you. Check No. 1038		(\$2,689.33)
Total payments and adjustments		(\$2,689.33)
Balance due		\$1,082.48

STATEMENT DUE ON RECEIPT. STATEMENTS NOT PAID IN FULL WITHIN THIRTY (30) DAYS AFTER INITIAL CHARGE WILL ACCRUE INTEREST OF 1 1/2% ON UNPAID BALANCE OR AN ACCOUNTING FEE OF \$50.00 PER MONTH, WHICHEVER IS GREATER. WE RESERVE THE RIGHT TO TURN ACCOUNTS NOT PAID IN A TIMELY MANNER OVER TO A COLLECTION AGENCY.

PLEASE MAKE CHECKS PAYABLE TO LAWRENCE V. ROBERTSON, JR.

LAWRENCE V. ROBERTSON, JR.  
Of Counsel  
MUNGER CHADWICK, P.L.C.  
P.O. Box 1448  
Tubac, Arizona 85646  
(520) 398-0411

Invoice submitted to:

Jim Vermilyea  
Thunder Ranch Estates, LLC  
2090 N. Kolb Road, Suite 120  
Tucson AZ 85715

August 15, 2006

In Reference to: Billing Period from July 16, 2006 through August 15, 2006.  
Invoice # 11663

For work relating to Empirita Water Company

cc: Louis L. Christensen, President  
Western Land Investments, Inc.  
6850 N. Oracle Road  
Tucson, Arizona 85704

Professional Services

		<u>Hours</u>	<u>Amount</u>
	<u>Empirita Water Co. - CC&amp;N</u>		
7/18/2006 LVR	Telephone conference with Chuck Dickens discussing (i) demand assumptions for Hydrogeologic Report, and timetable for completion and filing with ADWR, and (ii) MMLR Master Water Concept plan; Telephone conference with Jim Vermilyea discussing exhibits to Application to Extend CC&N.	0.40	110.00
7/24/2006 LVR	Telephone conference with Chuck Dickens discussing July 21, 2006 Hydrogeologic Report to be submitted to ADWR to support modification of water adequacy designation; Review, analysis and organization of documents provided by Messrs. Vermilyea, Lenihan, Dickens, Daly and Charvos to be used as supporting appendices to Arizona Corporation Commission Application; Preparation of revisions to June 21, 2006 revised draft of Application to Extend CC&N, in order to reflect recently received information.	1.60	440.00
7/26/2006 LVR	Final review, revision and organization of Application to Extend CC&N, and supporting appendices, for transmittal to and filing with Arizona Corporation Commission; Telephone conference with Jim Vermilyea discussing need for Pima County Franchise to serve Jay Six Ranch, Ltd. property; Telephone conference with Chuck Dickens discussing well production data.	1.40	385.00

RL  
9/19  
1054

	<u>Hours</u>	<u>Amount</u>
8/15/2006 LVR Telephone conference with Catherine Stuckov (Arizona Corporation Commission Utilities Division) discussing information Arizona Corporation Commission Staff will be requesting in forthcoming set of data requests; Preparation of email to Jim Vermilyea and Steve Lenihan describing telephone conference with Ms. Stuckov; Preparation of email responding to an email inquiry from Chuck Dickens; Telephone conference with Jim Vermilyea discussing above.	0.40	110.00
SUBTOTAL:	[ 3.80	1,045.00]
For professional services rendered	3.80	\$1,045.00
Additional Charges :		
8/15/2006 Postage		8.55
Xerox		41.60
Total costs		<u>\$50.15</u>
Total amount of this bill		\$1,095.15
Previous balance		\$1,082.48
7/31/2006 Payment - thank you. Check No. 1045		(\$1,082.48)
Total payments and adjustments		<u>(\$1,082.48)</u>
Balance due		<u><u>\$1,095.15</u></u>

STATEMENT DUE ON RECEIPT. STATEMENTS NOT PAID IN FULL WITHIN THIRTY (30) DAYS AFTER INITIAL CHARGE WILL ACCRUE INTEREST OF 1 1/2% ON UNPAID BALANCE OR AN ACCOUNTING FEE OF \$50.00 PER MONTH, WHICHEVER IS GREATER. WE RESERVE THE RIGHT TO TURN ACCOUNTS NOT PAID IN A TIMELY MANNER OVER TO A COLLECTION AGENCY.

PLEASE MAKE CHECKS PAYABLE TO LAWRENCE V. ROBERTSON, JR.

**LAWRENCE V. ROBERTSON, JR.**

Of Counsel

MUNGER CHADWICK, P.L.C.

P.O. Box 1448

Tubac, Arizona 85646

(520) 398-0411

Invoice submitted to:

Jim Vermilyea  
Thunder Ranch Estates, LLC  
2090 N. Kolb Road, Suite 120  
Tucson AZ 85715

September 15, 2006

In Reference to: Billing Period from August 16, 2006 through September 15, 2006.

Invoice # 11684

For work relating to Empirita Water Company

cc: Louis L. Christensen, President  
Western Land Investments, Inc.  
6850 N. Oracle Road  
Tucson, Arizona 85704

Professional Services

		<u>Hours</u>	<u>Amount</u>
<u>Empirita Water Co. - CC&amp;N</u>			
8/29/2006	LVR Meeting with Barb Wells (Arizona Corporation Commission) discussing clarification and completion of legal description for proposed CC&N Expansion.	0.20	55.00
8/30/2006	LVR Review and analysis of Arizona Corporation Commission Staff's August 25, 2006 letter requesting additional information in order to support Application to Extend CC&N.	0.30	82.50
9/3/2006	LVR Review and analysis of (i) Arizona Corporation Commission Staff's August 25, 2006 Insufficiency Letter and (ii) certain provisions from Arizona Administrative Code; Preparation of detailed letter to Arizona Corporation Commission Legal Division (i) requesting citations to Arizona Administrative Code which will support information Arizona Corporation Commission Staff has requested, and (ii) discussing inappropriateness of Arizona Corporation Commission Staff's use of an Insufficiency Letter for data request purposes.	1.00	275.00
9/4/2006	LVR Preparation for and participation in meeting with Jim Vermilyea and Chuck Dickens discussing (i) Arizona Corporation Commission Staff's August 25, 2006 "Insufficiency Letter" and Attorney Robertson's September 4, 2006 letter responding to same, and (ii) assignment of responsibilities for	3.60	990.00

	<u>Hours</u>	<u>Amount</u>
collection or preparation of data to be submitted in response to August 25, 3006 letter.		
9/8/2006 LVR Preparation for and participation in meeting with Jim Vermilyea, Chuck Dickens and Jason Mercer (i) discussing information needed to respond to information requests set forth in Arizona Corporation Commission Staff's August 25, 2006 letter, (ii) timeline(s) for responses and (iii) responsibility assignments.	3.20	880.00
9/11/2006 LVR Preparation of draft of suggested letter for landowners to send Empirita Water Company requesting company seek an extension of it's CC&N in order to provide water service to such landowners.	0.40	110.00
 SUBTOTAL:	 [ 8.70	 2,392.50]
For professional services rendered	8.70	\$2,392.50
Additional Charges :		
9/15/2006 Fax		19.00
Postage		5.73
Xerox		11.70
Total costs		\$36.43
Total amount of this bill		\$2,428.93
Previous balance		\$1,095.15
Balance due		<u>\$3,524.08</u>

STATEMENT DUE ON RECEIPT. STATEMENTS NOT PAID IN FULL WITHIN THIRTY (30) DAYS AFTER INITIAL CHARGE WILL ACCRUE INTEREST OF 1 1/2% ON UNPAID BALANCE OR AN ACCOUNTING FEE OF \$50.00 PER MONTH, WHICHEVER IS GREATER. WE RESERVE THE RIGHT TO TURN ACCOUNTS NOT PAID IN A TIMELY MANNER OVER TO A COLLECTION AGENCY.

PLEASE MAKE CHECKS PAYABLE TO LAWRENCE V. ROBERTSON, JR.

<u>Current</u>	<u>30 Days</u>	<u>60 Days</u>	<u>90 Days</u>	<u>120 Days</u>
2,428.93	1,095.15	0.00	0.00	0.00

# CHARVOZ MAY & COMPANY, PC

Certified Public Accountants - Business Consultants

Charles L. Charvoz  
E. Joe May

Lynne A. Himmer  
Henry J. Fortino

EMPIRITA WATER COMPANY, LLC  
C/O MR. JAMES VERMILYEA  
2090 N. KOLB ROAD, SUITE 120  
TUCSON, AZ 85715

**Invoice Date:** September 30, 2006  
**Invoice Number:** 00119531  
**Client Number:** 31002 000

PLEASE DETACH TOP PORTION OF INVOICE AND SEND WITH YOUR PAYMENT.

*For professional services rendered for the period ending September 30, 2006*

ASSISTANCE DURING SEPTEMBER WITH: SOFTWARE EVALUATION. GENERAL ACCOUNTING AND BOOKKEEPING CONSULTATION AND ESTABLISHING A PLAN TO ADAPT QUICKBOOKS TO ACCOMMODATE SPECIFIC WATER COMPANY ACCOUNTING NEEDS.

\$ 1,415.00

**Total Invoice Amount**

*AD*  
\$ 1,415.00

*5332.80  
2830.00  
-----  
5022.80*

*4  
5332.80  
2830.00  
-----  
2,502.80*

**LAWRENCE V. ROBERTSON, JR.**  
 Of Counsel  
**MUNGER CHADWICK, P.L.C.**  
 P.O. Box 1448  
 Tubac, Arizona 85646  
 (520) 398-0411

Invoice submitted to:

Jim Vermilyea  
 Thunder Ranch Estates, LLC  
 2090 N. Kolb Road, Suite 120  
 Tucson AZ 85715

October 15, 2006

In Reference to: Billing Period from September 16, 2006 through October 15, 2006.  
 Invoice # 11690

For work relating to Empirita Water Company

cc: Louis L. Christensen, President  
 Western Land Investments, Inc.  
 2850 East Skyline Drive, Ste. 100  
 Tucson, Arizona 85718

Professional Services

		<u>Hours</u>	<u>Amount</u>
<u>Empirita Water Co. - CC&amp;N</u>			
9/20/2006	LVR Review and revision of September 19, 2006 draft (prepared by John Munger) of Deed Restrictions on drilling and operation of wells on acreage located within boundaries of proposed CC&N extension area.	0.20	55.00
9/21/2006	LVR Telephone conference with Steve Lenihan discussing (i) projected build-out rate assumptions for Easter Mountain Ranch and Jay-Six Ranch parcels, and (ii) letters from landowners to Empirita Water Company requesting extension of CC&N and provision of water service.	0.20	55.00
	LVR Meeting with Robin Mitchell (Arizona Corporation Commission Legal Division) discussing (i) status of and (ii) timetable for Empirita Water Company responding to Arizona Corporation Commission Staff Data Requests.	0.20	55.00
9/26/2006	LVR Telephone conference with John Munger discussing revisions to Deed Restrictions document previously suggested by Attorney Robertson.	0.10	27.50
9/28/2006	LVR Telephone conference with Chuck Dickens regarding preparation of letter on status of Application filed with ADWR for "amended assured water" supply designation; Review of September 28, 2006 draft of letter prepared by Chuck Dickens on above, and preparation of suggested revisions to letter; Telephone conference with Jim Vermilyea regarding	0.30	82.50

121

Hours    Amount

information to be submitted to Arizona Corporation Commission in response to data requests.

9/29/2006 LVR	Meeting with Jim Vermilyea discussing some of the documents to be submitted to Arizona Corporation Commission in response to Arizona Corporation Commission's August 25, 2006 "Insufficiency Letter"; Review and organization of all documents to be submitted to Arizona Corporation Commission in response to August 25, 2006 "Insufficiency Letter", and preparation of letter to Robin Mitchell (Arizona Corporation Commission Legal Division) discussing and transmitting such materials; Telephone conference with Robin Mitchell discussing above.	1.80	495.00
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SUBTOTAL:	[	2.80	770.00]
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For professional services rendered	2.80	\$770.00
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Additional Charges :

10/15/2006 Fax	10.00
Postage	22.57
Xerox	55.40
Total costs	\$87.97

Total amount of this bill	\$857.97
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Previous balance	\$3,524.08
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9/18/2006 Payment - thank you. Check No. 1084	(\$1,095.15)
10/11/2006 Payment - thank you. Check No. 1057	(\$2,428.93)

Total payments and adjustments	(\$3,524.08)
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Balance due	\$857.97
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STATEMENT DUE ON RECEIPT. STATEMENTS NOT PAID IN FULL WITHIN THIRTY (30) DAYS AFTER INITIAL CHARGE WILL ACCRUE INTEREST OF 1 1/2% ON UNPAID BALANCE OR AN ACCOUNTING FEE OF \$50.00 PER MONTH, WHICHEVER IS GREATER. WE RESERVE THE RIGHT TO TURN ACCOUNTS NOT PAID IN A TIMELY MANNER OVER TO A COLLECTION AGENCY.

PLEASE MAKE CHECKS PAYABLE TO LAWRENCE V. ROBERTSON, JR.



CERTIFIED PUBLIC ACCOUNTANTS • BUSINESS CONSULTANTS

EMPIRITA WATER COMPANY, LLC  
 C/O MR. JAMES VERMILYEA  
 2090 N. KOLB ROAD, SUITE 120  
 TUCSON, AZ 85715

Invoice Date: August 31, 2006  
 Invoice Number: 00119433  
 Client Number: 31002 000

PLEASE DETACH TOP PORTION OF INVOICE AND SEND WITH YOUR PAYMENT.

*For professional services rendered for the period ending August 31, 2006*

VARIOUS MEETINGS AND EVALUATIONS OF WATER BILLING SOFTWARE AND ESTABLISHING PROPER ACCOUNTING SYSTEM.	\$ 465.00
<b>Total Invoice Amount</b>	<b>\$ <u>465.00</u></b>

LAWRENCE V. ROBERTSON, JR.  
Of Counsel  
MUNGER CHADWICK, P.L.C.  
P.O. Box 1448  
Tubac, Arizona 85646  
(520) 398-0411

Invoice submitted to:

Jim Vermilyea  
Thunder Ranch Estates, LLC  
2090 N. Kolb Road, Suite 120  
Tucson AZ 85715

November 15, 2006

In Reference to: Billing Period from October 16, 2006 through November 15, 2006.  
Invoice # 11705

For work relating to Empirita Water Company

cc: Louis L. Christensen, President  
Western Land Investments, Inc.  
2850 East Skyline Drive, Ste. 100  
Tucson, Arizona 85718

Professional Services

		<u>Hours</u>	<u>Amount</u>
	<u>Empirita Water Co. - CC&amp;N</u>		
10/16/2006	LVR Review and analysis of October 11, 2006 Arizona Corporation Commission Staff's First Set of Data Requests, and materials provided by Chuck Dickens and Jim Vermilyea; Preparation of letter to Robin Mitchell (Arizona Corporation Commission Legal Division) transmitting materials to a portion of Arizona Corporation Commission Staff's first set of Data Requests.	0.50	137.50
10/17/2006	LVR Telephone conferences with Chuck Dickens and Jim Vermilyea discussing information needed to respond to remainder of Arizona Corporation Commission Staff's first set of Data Requests.	0.50	137.50
10/23/2006	LVR Review and analysis of information provided by Jim Vermilyea and Chuck Dickens in response to Arizona Corporation Commission Staff's First Set of Data Requests; Preparation of letter and attachments transmitting Empirita Water Company's responses to Arizona Corporation Commission Staff Data Request Nos. KS1.1, KS1.2, KS1.5 and KS1.6.	0.60	165.00
10/27/2006	LVR Telephone conference with Alan Dulaney (ADWR) discussing Doug Dunham (ADWR) October 24, 2006 letter to Jim Vermilyea; Telephone conference with Jim Vermilyea discussing telephone conference with Alan Dulaney; Review of correspondence from ADEQ to Jim Vermilyea, and from Morrison Maierle America regarding status of completion of	0.70	192.50

759.3

	<u>Hours</u>	<u>Amount</u>
construction of water system facilities; Preparation of memorandum to Jim Vermilyea regarding above.		
11/6/2006 LVR Telephone conference with Steve Lenihan and Chuck Dickens discussing ADWR's decision to stop its review of Empirita's Application for Modification of Adequate Water Supply Designation; Preparation of detailed letter to Doug Dunham (ADWR) in response to ADWR's October 24, 2006 letter to Jim Vermilyea stating ADWR has "stopped" its review of Empirita's Application, and requesting extension of deadline for submitting requested additional information to ADWR; Review file materials in connection with above.	1.70	467.50
11/8/2006 LVR Review and analysis of Arizona Corporation Commission's November 7, 2006 Procedural Order; Preparation of Memorandum to Jim Vermilyea and Steve Lenihan discussing above.	0.50	137.50
11/10/2006 LVR Telephone conference with Jim Vermilyea and Steve Lenihan discussing publication and mailing of public notice of Arizona Corporation Commission January 11, 2006 hearing on Application to Extend CC&N; Telephone conference with Tucson Newspapers, Inc. regarding publication of notice.	0.50	137.50
11/13/2006 LVR Telephone conference with Alan Dulaney (ADWR) discussing (i) Attorney Robertson's November 7, 2006 letter to Douglas Dunham, (ii) extension of ADWR's compliance date and (iii) scheduling of Arizona Corporation Commission hearing on CC&N Extension Application.	0.30	82.50
<b>SUBTOTAL:</b>	[ 5.30	1,457.50]
For professional services rendered	5.30	\$1,457.50
<b>Additional Charges :</b>		
11/15/2006 Fax		44.00
Xerox		9.20
Postage		7.95
Total costs		<u>\$61.15</u>
Total amount of this bill		<u>\$1,518.65</u>
Previous balance		\$857.97
10/20/2006 Payment from Thunder Ranch Estates Unit IV LLC - thank you. Check No. 1060		(\$428.98)
10/20/2006 Payment from Thunder Ranch Estates Unit III LLC- thank you. Check No. 874		(\$428.99)
Total payments and adjustments		<u>(\$857.97)</u>

Jim Vermilyea

Page 3

Balance due

Amount  
\$1,518.65

STATEMENT DUE ON RECEIPT. STATEMENTS NOT PAID IN FULL WITHIN THIRTY (30) DAYS AFTER INITIAL CHARGE WILL ACCRUE INTEREST OF 1 1/2% ON UNPAID BALANCE OR AN ACCOUNTING FEE OF \$50.00 PER MONTH, WHICHEVER IS GREATER. WE RESERVE THE RIGHT TO TURN ACCOUNTS NOT PAID IN A TIMELY MANNER OVER TO A COLLECTION AGENCY.

PLEASE MAKE CHECKS PAYABLE TO LAWRENCE V. ROBERTSON, JR.

*Pd*  
*11/20*  
*JH*  
*JR*

**LAWRENCE V. ROBERTSON, JR.**  
 Of Counsel  
 MUNGER CHADWICK, P.L.C.  
 P.O. Box 1448  
 Tubac, Arizona 85646  
 (520) 398-0411

Invoice submitted to:

Jim Vermilyea  
 Thunder Ranch Estates, LLC  
 2090 N. Kolb Road, Suite 120  
 Tucson AZ 85715

December 15, 2006

In Reference to: Billing Period from November 16, 2006 through December 15, 2006.  
 Invoice # 11718

For work relating to Empirita Water Company

cc: Louis L. Christensen, President  
 Western Land Investments, Inc.  
 2850 East Skyline Drive, Ste. 100  
 Tucson, Arizona 85718

Professional Services

		<u>Hours</u>	<u>Amount</u>
<u>Empirita Water Co. - CC&amp;N</u>			
11/22/2006 LVR	Review and analysis of (i) ADWR's November 20, 2006 letter to Attorney Robertson, (ii) ADEQ's March 30, 2006 letter to Jim Vermilyea, and (iii) Morrison Mairie's October 20, 2006 letter to ADEQ regarding status of completion of construction of water system facilities and issuance of Approval to Construct by ADEQ; Preparation of letter to Douglas Dunham (ADWR) responding to November 20, 2006 letter to Attorney Robertson.	1.00	275.00
11/27/2006 LVR	Preparation of detailed letter to Robin Mitchell (Arizona Corporation Commission Legal Division) discussing (i) correspondence from/to ADWR relating to current status of ADWR's review of Empirita's Application for Modification of Adequate Water Supply Designation, (ii) correspondence from/to ADWR relating to current status of Empirita's compliance with ADEQ requirements, and (iii) how Arizona Corporation Commission action on Empirita's Application to extend CC&N will affect further ADWR action on item (i) above; Review of file materials, and telephone conferences with Chuck Dickens and Alan Dulaney (ADWR) in connection with above.	1.20	330.00
12/12/2006 LVR	Telephone conference with Steve Lenihan and Duff Hearon discussing (i) questions posed by J-6/Mescal Community Development Organization in relation to issues to be addressed in Arizona Corporation Commission CC&N proceeding, (ii) witness preparation for Arizona Corporation	0.50	137.50

116.  
 1074  
 IV 12/28

	<u>Hours</u>	<u>Amount</u>
Commission hearing, and (iii) Arizona Corporation Commission decision-making process.		
12/15/2006 LVR	0.50	137.50
Review and analysis of information transmitted by Duff Hearon as a result of December 14, 2006 meeting with Supervisor Ray Carroll, and telephone conference with Duff Hearon discussing same in connection with January 11, 2007 Arizona Corporation Commission hearing; Telephone conference with Chuck Dickens regarding Arizona Corporation Commission hearing.		
SUBTOTAL:		[ 3.20 880.00]
For professional services rendered		3.20 \$880.00
Additional Charges :		
12/15/2006 Fax		26.00
Xerox		24.20
Postage		14.76
Total costs		<u>\$64.96</u>
Total amount of this bill		\$944.96
Previous balance		\$1,518.65
11/20/2006 Payment by Thunder Ranch Estates Unit IV, LLC - thank you. Check No. 1065		(\$759.32)
11/20/2006 Payment by Thunder Ranch Estates Unit III LLC - thank you. Check No. 882		(\$759.33)
Total payments and adjustments		<u>(\$1,518.65)</u>
Balance due		<u><u>\$944.96</u></u>

STATEMENT DUE ON RECEIPT. STATEMENTS NOT PAID IN FULL WITHIN THIRTY (30) DAYS AFTER INITIAL CHARGE WILL ACCRUE INTEREST OF 1 1/2% ON UNPAID BALANCE OR AN ACCOUNTING FEE OF \$50.00 PER MONTH, WHICHEVER IS GREATER. WE RESERVE THE RIGHT TO TURN ACCOUNTS NOT PAID IN A TIMELY MANNER OVER TO A COLLECTION AGENCY.

PLEASE MAKE CHECKS PAYABLE TO LAWRENCE V. ROBERTSON, JR.

**307**

# GROUNDWATER RESOURCES CONSULTANTS, INC.

CONSULTING HYDROGEOLOGISTS • ENVIRONMENTAL SPECIALISTS

6200 EAST 14TH STREET  
SUITE A200  
TUCSON, ARIZONA 85711  
PHONE (520) 326-1898

February 10, 2000

CHUCK M. DICKENS, P.G.  
DAVID B. HAWKINS, P.G.  
SHELDON D. CLARK  
KURT J. BLUST, P.G.  
ALAN S. CUDDY, P.G.

991230-Jan-00  
J-6 Ranch

Mr. Jim Vermilyea  
JV Properties  
6501 E. Grant Road  
Suite F  
Tucson, AZ 85715

For: Professional Hydrogeologic Services for December, 1999 - January, 2000

## Description of Work Performed

Compile, review, and interpret available well data, groundwater, and geologic data in the vicinity of J-6 ranch property. Discuss drilling methods and costs with drilling contractor. Prepare and submit ADWR drilling applications. Field inspect property and select well sites. Meet and discuss project.

## Professional Services

Principal Hydrogeologist	12.00 hrs @ \$80/hr	\$ 960.00
Project Hydrogeologist	2.00 @ \$45/hr	90.00
Clerical	6.50 hrs @ \$30/hr	195.00
	Subtotal	<u>\$ 1,245.00</u>

<u>Miscellaneous Expenses*</u>	Subtotal	<u>\$ 47.65</u>
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Invoice Total	<u><u>\$ 1,292.65</u></u>
---------------	---------------------------

\* See Attached Sheets For Details.

P.O. Box 815  
Benson, Arizona 85602

# B - J Drilling Company, Inc.

(520) 586-3282  
(520) 623-1010

DWR#25  
Lic. # 070264-002 Class A-04  
Lic. # 062110-010 Class C-53

Environmental Drilling Specialists  
Mineral & Groundwater Exploration/Development

- Sold To**
- JV PROPERTIES  
JIM VERMILYEA
  - 6501 E. Grant Road  
Suite F  
Tucson, AZ
  - 85715-3802

Invoice  
No. **NR 5250**

Invoice  
Date 03/03/00

Date	Job No.	Ordered By	Terms:	Cash on Completion	
Quantity	Size	Description	Bid Item	Unit	Amount
700 '		Borehole- Well # 1		\$10.00	\$ 7000.00
660 '		Borehole/PVC Casing		14.00	9240.00
		Sub Total			\$16240.00
		Sales Tax			580.58
		Total			\$16820.58

## ORIGINAL INVOICE

A SERVICE CHARGE OF 1-1/2% (ANNUAL RATE 18%) HAS BEEN COMPUTED ON THE PREVIOUS BALANCE LESS PAYMENTS MADE IN MONTH

# GROUNDWATER RESOURCES CONSULTANTS, INC.

CONSULTING HYDROGEOLOGISTS • ENVIRONMENTAL SPECIALISTS

6200 EAST 14TH STREET  
SUITE A200  
TUCSON, ARIZONA 85711  
PHONE (520) 326-1898

March 8, 2000

CHUCK M. DICKENS, P.G.  
DAVID B. HAWKINS, P.G.  
SHELDON D. CLARK  
KURT J. BLUST, P.G.  
ALAN S. CUDDY, P.G.

991230-Feb-00  
J-6 Ranch

Mr. Jim Vermilyea  
JV Properties  
6501 E. Grant Road  
Suite F  
Tucson, AZ 85715

For: Professional Hydrogeologic Services for February, 2000

## Description of Work Performed

Compile, review, and interpret additional well data; coordinate and supervise drilling of two wells; select additional well sites; meet and discuss project.

## Professional Services

Principal Hydrogeologist	15.00 hrs @ \$80/hr	\$ 1,200.00
Project Hydrogeologist	4.50 hrs @ \$45/hr	202.50
Clerical	1.25 hrs @ \$30/hr	37.50
	Subtotal	<u>\$ 1,440.00</u>
<u>Blueprints/Out-Side Services*</u>	Subtotal	<u>\$ 6.47</u>
	Invoice Total	<u><u>\$ 1,446.47</u></u>

\* See Attached Sheets For Details.

cc: N. Simonsen

P.O. Box 815  
Benson, Arizona 85602

# B - J Drilling Company, Inc.

(520) 586-3282  
(520) 623-1010

DWR#25  
Lic. # 070264-002 Class A-04  
Lic. # 062110-010 Class C-53

*Environmental Drilling Specialists*  
*Mineral & Groundwater Exploration/Development*

**Sold To**

- JV Properties  
Jim Vermilyea  
6501 E Grant Road  
Suite F  
Tucson, Az 85715-3802

**Invoice No. N<sup>o</sup> 5267**

**Invoice Date** Mar 10, 2000

Date	Job No.	Ordered By	Terms: Cash on Completion
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Quantity	Size	Description	Bid Item	Unit	Amount
1		Test Pumping			1575.00
		Sales Tax			56.31
		Total Due			1631.31

### ORIGINAL INVOICE

A SERVICE CHARGE OF 1-1/2% (ANNUAL RATE 18%) HAS BEEN COMPUTED ON THE PREVIOUS BALANCE LESS PAYMENTS MADE IN MONTH

10820 58  
 1631 31  
 -----  
 18451 89

18,451.89

**B-J DRILLING COMPANY, INC.**

P.O. Box 815 Benson, AZ 85602

DWR#25

LIC.#070264-002 CLASS A-04

LIC.#062110-010 CLASS C-53

(520) 586-3282 • 623-1010

INVOICE NO.	INVOICE DATE
00000063	04/14/00

SOLD TO: JV PROPERTIES  
 JIM VERMILYEA  
 6501 E GRANT ROAD # F  
 TUCSON, AZ 85715-3802

SHIP TO: JV PROPERTIES  
 JIM VERMILYEA  
 6501 E GRANT ROAD # F  
 TUCSON, AZ 85715-3802

PURCHASE ORDER NUMBER	DATE ORDERED	DATE SHIPPED	SHIP VIA	F.O.B.
	04/14/00	04/14/00		
SALESPERSON	TERMS	PAYMENT DUE	NOTES	
	DUE ON RECEIPT	04/14/00		

ITEM	ORDERED	SHIPPED	DESCRIPTION	PRICE	AMOUNT
	445	445	BOREHOLE & CASING	14.25	6,341.25
	1	1	FURNISH, INSTALL & REM TEST PUMP	1800.00	1,800.00

MESSAGE:

SUBTOTAL	8,141.25
SALES TAX	291.05
SHIPPING	
<b>TOTAL</b>	<b>8,432.30</b>

# GROUNDWATER RESOURCES CONSULTANTS, INC.

CONSULTING HYDROGEOLOGISTS • ENVIRONMENTAL SPECIALISTS

6200 EAST 14TH STREET  
SUITE A200  
TUCSON, ARIZONA 85711  
PHONE (520) 326-1898

May 3, 2000

CHUCK M. DICKENS, P.G.  
DAVID B. HAWKINS, P.G.  
SHELDON D. CLARK  
KURT J. BLUST, P.G.  
ALAN S. CUDDY, P.G.

991230-Apr-00  
J-6 Ranch

Mr. Jim Vermilyea  
JV Properties  
6501 E. Grant Road  
Suite F  
Tucson, AZ 85715

For: Professional Hydrogeologic Services for March - April, 2000

## Description of Work Performed

Supervise drilling of new corral well and prepare geologic log; conduct long-term pumping test (3-days) on new corral well; collect water samples and deliver to lab; instruct lab; prepare and submit additional drilling applications; review file information on Anderson Water Company.

## Professional Services

Principal Hydrogeologist	32.00 hrs @ \$80/hr	\$ 2,560.00
Project Hydrogeologist	8.00 hrs @ \$45/hr	360.00
Senior Technician	56.00 hrs @ \$40/hr	2,240.00
Clerical	3.50 hrs @ \$30/hr	105.00

Subtotal \$ 5,287.50

## Miscellaneous Expenses\*

Subtotal \$ 34.35

## Blueprints/Outside Services\*

Subtotal \$ 7.06

Invoice Total \$ 5,328.91  
=====

cc: N. Simonsen

\* See Attached Sheets For Details.

6/1  
Pd. CK 1001  
5,328.91

# GROUNDWATER RESOURCES CONSULTANTS, INC.

CONSULTING HYDROGEOLOGISTS • ENVIRONMENTAL SPECIALISTS

6200 EAST 14TH STREET  
SUITE A200  
TUCSON, ARIZONA 85711  
PHONE (520) 326-1898

June 1, 2000

CHUCK M. DICKENS, P.G.  
DAVID B. HAWKINS, P.G.  
SHELDON D. CLARK  
KURT J. BLUST, P.G.  
ALAN S. CUDDY, P.G.

991230-May-00  
J-6 Ranch

Mr. Jim Vermilyea  
JV Properties  
6501 E. Grant Road  
Suite F  
Tucson, AZ 85715

For: Professional Hydrogeologic Services for May, 2000

## Description of Work Performed

Compile and analyze available data and prepare comprehensive hydrology report; laboratory analyses of production well samples for ADEQ required comprehensive list of analytes for a "new public water supply source".

## Professional Services

Principal Hydrogeologist	38.00 hrs @ \$80/hr	\$ 3,040.00
Project Hydrogeologist	12.00 hrs @ \$45/hr	540.00
Senior Technician	6.00 hrs @ \$40/hr	240.00
Clerical	12.00 hrs @ \$30/hr	360.00

Subtotal \$ 4,180.00

Travel Expenses/L. Brumbaugh\* Subtotal \$ 26.60

Miscellaneous Expenses\* Subtotal \$ 100.55

Subcontract Expenses\* Subtotal \$ 2,652.50

Invoice Total \$ 6,959.65  
=====

\* See Attached Sheets For Details.

cc: N. Simonsen

*Ad.*  
6/21  
CK 6959.65  
# 1005

**B-J DRILLING COMPANY, INC.**

P.O. Box 815 Benson, AZ 85602

DWR#25

LIC.#070264-002 CLASS A-04

LIC.#062110-010 CLASS C-53

(520) 586-3282 • 623-1010

INVOICE NO.	INVOICE DATE
00000122	06/29/00

SOLD TO: JV PROPERTIES  
 JIM VERMILYEA  
 6501 E GRANT ROAD # F  
 TUCSON, AZ 85715-3802

SHIP TO: JV PROPERTIES  
 JIM VERMILYEA  
 6501 E GRANT ROAD # F  
 TUCSON, AZ 85715-3802

PURCHASE ORDER NUMBER	DATE ORDERED	DATE SHIPPED	SHIP VIA	F.O.B.
	06/29/00	06/29/00		
SALESPERSON	TERMS	PAYMENT DUE	NOTES	
	DUE ON RECEIPT	06/29/00		

ITEM	ORDERED	SHIPPED	DESCRIPTION	PRICE	AMOUNT
	20	20	FT 7" BOREHOLE & CASING	14.25	285.00
	405	405	BOREHOLE	11.00	4,455.00
	425	425	FT 5" PVC CASING	3.25	1,381.25

MESSAGE:

SUBTOTAL	6,121.25
SALES TAX	218.83
SHIPPING	
<b>TOTAL</b>	<b>6,340.08</b>

**B-J DRILLING COMPANY, INC.**

P.O. Box 815 Benson, AZ 85602

DWR#25

LIC.#070264-002 CLASS A-04

LIC.#062110-010 CLASS C-53

(520) 586-3282 • 623-1010

INVOICE NO.	INVOICE DATE
00000138	07/01/00

SOLD TO: EMPIRITA RANCH LTD  
NEAL T SIMONSON  
P O BOX 31087  
TUCSON, AZ 85751

SHIP TO: EMPIRITA RANCH LTD  
NEAL T SIMONSON  
P O BOX 31087  
TUCSON, AZ 85751

PURCHASE ORDER NUMBER		DATE ORDERED	DATE SHIPPED	SHIP VIA	F.O.B.
		07/01/00	07/01/00		
SALESPERSON	TERMS		PAYMENT DUE	NOTES	
	DUE ON RECEIPT		07/01/00		
ITEM	ORDERED	SHIPPED	DESCRIPTION	PRICE	AMOUNT
	20	20	FT OF 10" BOREHOLE &	16.50	330.00
	440	440	FT OF BOREHOLE	12.75	5,610.00
	460	460	FT OF 6" CASING	3.75	1,725.00
MESSAGE:				SUBTOTAL	7,665.00
				SALES TAX	274.02
				SHIPPING	
				<b>TOTAL</b>	<b>7,939.02</b>

**B-J DRILLING COMPANY, INC.**

P.O. Box 815 Benson, AZ 85602

**DWR#25**

**LIC.#070264-002 CLASS A-04**

**LIC.#062110-010 CLASS C-53**

(520) 586-3282 • 623-1010

INVOICE NO.	INVOICE DATE
00000140	07/17/00

SOLD TO: JV PROPERTIES  
 JIM VERMILYEA  
 6501 E GRANT ROAD # F  
 TUCSON, AZ 85715-3802

SHIP TO: JV PROPERTIES  
 JIM VERMILYEA  
 6501 E GRANT ROAD # F  
 TUCSON, AZ 85715-3802

PURCHASE ORDER NUMBER	DATE ORDERED	DATE SHIPPED	SHIP VIA	F.O.B.
	07/17/00	07/17/00		
SALESPERSON	TERMS	PAYMENT DUE	NOTES	
	DUE ON RECEIPT	07/17/00		

ITEM	ORDERED	SHIPPED	DESCRIPTION	PRICE	AMOUNT
	1	1	TEST PUMP PER QUOTE	2800.00	2,800.00

MESSAGE:

SUBTOTAL	2,800.00
SALES TAX	100.10
SHIPPING	
<b>TOTAL</b>	<b>2,900.10</b>

# GROUNDWATER RESOURCES CONSULTANTS, INC.

CONSULTING HYDROGEOLOGISTS • ENVIRONMENTAL SPECIALISTS

6200 EAST 14TH STREET  
SUITE A200  
TUCSON, ARIZONA 85711  
PHONE (520) 326-1898

July 18, 2000

CHUCK M. DICKENS, P.G.  
DAVID B. HAWKINS, P.G.  
SHELDON D. CLARK  
KURT J. BLUST, P.G.  
ALAN S. CUDDY, P.G.

991230-Jun-00  
J-6 Ranch

Mr. Jim Vermilyea  
JV Properties  
6501 E. Grant Road  
Suite F  
Tucson, AZ 85715

For: Professional Hydrogeologic Services for June 1-17, 2000

## Description of Work Performed

Discussion with BJ Drilling, J.V., and N.S. Finalize hydrology report; phone calls to discuss items with Corporation Commission.

## Professional Services

Principal Hydrogeologist	10.25 hrs @ \$80/hr	\$ 820.00
Project Hydrogeologist	5.50 hrs @ \$45/hr	247.50
Clerical	11.25 hrs @ \$30/hr	337.50

Subtotal \$ 1,405.00

Miscellaneous Expenses\* Subtotal \$ 98.70

Blueprints/Out-Side Services\* Subtotal \$ 50.29

Subcontract Expenses\* Subtotal \$ 38.50

Invoice Total \$ 1,592.49  
=====

\* See Attached Sheets For Details.

cc: N. Simonsen

*PK CK  
10/14*

# HALEY & ALDRICH, INC.

6200 East 14th Street  
Suite A200  
Tucson, AZ 85711-4029  
Tel: 520.326.1898  
Fax: 520.747.3491  
Email: TUC@HaleyAldrich.com

UNDERGROUND  
ENGINEERING &  
ENVIRONMENTAL  
SOLUTIONS

JV Properties  
6501 East Grant Road  
Suite F  
Tucson AZ 85715

15 August 2000  
Invoice # 808405  
File No. 255 26466-000  
Client No. 20002

Attention: Mr. Jim Vermilyea

---

Invoice For Professional Services: 18 June - 29 July 2000

J-6 Ranch, Cienga Estates  
Former File # 991230

Description of Work Performed: Coordinate BJ Drilling; attend meeting with attorney and Corporation Commission; conduct long-term pump test on Well J-2; collect water samples and deliver to lab; review and discuss ADEQ permit requirements.

Staff Personnel	Title	Hours	Rate	Amount
-----	-----	-----	-----	-----
Chuck M. Dickens	Sr. Assoc./Sr. Consult. (Gr. 10	26.00	80.00	2,080.00
David L. Brumbaugh	Staff Professional 5	34.25	45.00	1,541.25
Laura A. Davis	Staff Professional 5	7.00	45.00	315.00
Robert E. Pierce	Field /Lab Engr Tech/Geol.	29.75	40.00	1,190.00
Debra D. Livengood	Office Support	1.50	30.00	45.00
Michelle M. Ruiz	Office Support	1.25	30.00	37.50
		<hr/>		
		99.75		\$5,208.75

## Expenses

Travel (mileage, truck rental)	362.04	
Meals (field staff)	50.00	
Delivery Services	3.45	
Telephone & Fax	7.76	
Field Supplies	95.75	
		\$519.00

**This Invoice Total**                      **\$5,727.75**

Please Remit To:                      **HALEY & ALDRICH, INC.**  
Suite 2200  
465 Medford Street  
Boston, MA 02129-1400

**COPY**

# HALEY & ALDRICH, INC.

6200 East 14th Street  
Suite A200  
Tucson, AZ 85711-4029  
Tel: 520.326.1898  
Fax: 520.747.3491  
Email: TUC@HaleyAldrich.com

UNDERGROUND  
ENGINEERING &  
ENVIRONMENTAL  
SOLUTIONS

JV Properties  
6501 East Grant Road  
Suite F  
Tucson AZ 85715

16 September 2000  
Invoice # 809610  
File No. 255 26466-000  
Client No. 20002

Attention: Mr. Jim Vermilyea

---

Invoice For Professional Services: 30 July 2000 - 2 September 2000

J-6 Ranch, Cienga Estates  
Former File # 991230

Description of Work Performed: Laboratory analyses of water samples from Production Well No. 2; review and interpret lab data. Contact Cochise County and discuss percolation test requirements. Contact excavation contractor and solicit costs. Discuss pipeline routes with B.J. Drilling, send maps.

Staff Personnel	Title	Hours	Rate	Amount
-----	-----	-----	-----	-----
Chuck M. Dickens	Sr. Assoc./Sr. Consult. (Gr.10	8.50	80.00	680.00
Kurt J. Blust	Sr. Professional 8	1.00	80.00	80.00
Debra D. Livengood	Office Support	1.75	30.00	52.50
Michelle M. Ruiz	Office Support	.75	30.00	22.50
		12.00		\$835.00

**Sub-Contractor**  
-----

Turner Laboratories Inc.				2,496.10
H&A Service Charge (10.0%)	249.61			
				2,745.71

**Expenses**  
-----

Reproduction	2.10			
Delivery Services	3.42			
Telephone & Fax	2.50			
				\$8.02

**This Invoice Total**                      **\$3,588.73**

Please Remit To:                      **HALEY & ALDRICH, INC.**  
   Suite 2200  
   465 Medford Street  
   Boston, MA 02129-1400

Please return attached remittance copy with your payment

# HALEY & ALDRICH, INC.

6200 East 14th Street  
Suite A200  
Tucson, AZ 85711-4029  
Tel: 520.326.1898  
Fax: 520.747.3491  
Email: TUC@HaleyAldrich.com

UNDERGROUND  
ENGINEERING &  
ENVIRONMENTAL  
SOLUTIONS

JV Properties  
6501 East Grant Road  
Suite F  
Tucson AZ 85715

7 October 2000  
Invoice # 800914  
File No. 255 26466-000  
Client No. 20002

Attention: Mr. Jim Vermilyea

---

Invoice For Professional Services: September 3-30, 2000

J-6 Ranch, Cienga Estates  
Former File # 991230

Description of Work Performed: Finalize hydrology report and submit copies to ADWR. Include all data from two additional production wells. Modify applications per attorney requests. Set-up and conduct percolation tests. (Approximately \$2,000 for perc tests and \$3,500 for hydrology report, etc.)

Staff Personnel	Title	Hours	Rate	Amount
-----	-----	-----	-----	-----
Chuck M. Dickens	Sr. Assoc./Sr. Consult. (Gr.10	39.50	80.00	3,160.00
Kurt J. Blust	Sr. Professional 8	.50	80.00	40.00
Laura A. Davis	Staff Professional 5	5.50	45.00	247.50
Robert E. Pierce	Field /Lab Engr Tech/Geol.	16.50	40.00	660.00
Debra D. Livengood	Office Support	2.25	30.00	67.50
Michelle M. Ruiz	Office Support	25.00	30.00	750.00
		<hr/>		
		89.25		\$4,925.00

Sub-contractor

-----				
Linda L. Dufek				272.00
H&A Service Charge (10.0%)	27.20			
				<hr/>
				\$299.20

Expenses

-----				
Travel	48.00			
Reproduction	184.15			
Delivery Services (submitted to ADWR)	11.88			
Telephone & Fax	6.50			
				<hr/>
				\$250.53

This Invoice Total \$5,474.73

COPY

# HALEY & ALDRICH, INC.

6200 East 14th Street  
Suite A200  
Tucson, AZ 85711-4029  
Tel: 520.326.1898  
Fax: 520.747.3491  
Email: TUC@HaleyAldrich.com

UNDERGROUND  
ENGINEERING &  
ENVIRONMENTAL  
SOLUTIONS

JV Properties  
6501 East Grant Road  
Suite F  
Tucson AZ 85715

8 November 2000  
Invoice # 801054  
File No. 255 26466-000  
Client No. 20002

Attention: Mr. Jim Vermilyea

---

Invoice For Professional Services Through: 28 October 2000

J-6 Ranch, Cienga Estates  
Former File # 991230

Description of Work Performed: Complete field percolation tests and prepare and submit report:

Staff Personnel	Title	Hours	Rate	Amount
-----	-----	-----	-----	-----
Chuck M. Dickens	Sr. Assoc./Sr. Consult. (Gr.10	10.00	80.00	800.00
Kurt J. Blust	Sr. Professional 8	1.00	80.00	80.00
Laura A. Davis	Staff Professional 5	.75	45.00	33.75
Debra D. Livengood	Office Support	1.50	30.00	45.00
Michelle M. Ruiz	Office Support	11.25	30.00	337.50
		<hr/>		
		24.50		\$1,296.25

**Sub-contractor**  
-----

Linda L. Dufek				176.00
H&A Service Charge ( 10.0 %)	17.60			
				<hr/>
				\$193.60

**Expenses**  
-----

Reproduction	28.55			
Delivery Services	6.88			
Other	298.50			\$333.93

**This Invoice Total**                      **\$1,823.78**

Please Remit To:                      **HALEY & ALDRICH, INC.**  
Suite 2200  
465 Medford Street  
Boston, MA 02129-1400

*Handwritten:*  
11/14  
1046

**B-J DRILLING COMPANY, INC.**

P.O. Box 815 Benson, AZ 85602

DWR#25

LIC.#070264-002 CLASS A-04

LIC.#062110-010 CLASS C-53

(520) 586-3282 • 623-1010

INVOICE NO.	INVOICE DATE
00000213	11/15/00

SOLD TO: JV PROPERTIES  
 JIM VERMILYEA  
 6501 E GRANT ROAD # F  
 TUCSON, AZ 85715-3802

SHIP TO: JV PROPERTIES  
 JIM VERMILYEA  
 6501 E GRANT ROAD # F  
 TUCSON, AZ 85715-3802

PURCHASE ORDER NUMBER	DATE ORDERED	DATE SHIPPED	SHIP VIA	F.O.B.
	11/15/00	11/15/00		
SALESPERSON	TERMS	PAYMENT DUE	NOTES	
	DUE ON RECEIPT	11/15/00		

ITEM	ORDERED	SHIPPED	DESCRIPTION	PRICE	AMOUNT
	1	1	BACKHOE WORK FOR PERCOLATING TEST PITS	85.00	85.00
	1	1	DAY RENTAL BACKHOE	82.50	82.50
	4	4	DELIVERY CHARGE TO & FROM J-6	20.00	80.00
			HOURS-LABOR		

MESSAGE:

SUBTOTAL	247.50
SALES TAX	8.85
SHIPPING	
<b>TOTAL</b>	<b>256.35</b>

# HALEY & ALDRICH, INC.

6200 East 14th Street  
Suite A200  
Tucson, AZ 85711-4029  
Tel: 520.326.1898  
Fax: 520.747.3491  
Email: TUC@HaleyAldrich.com

UNDERGROUND  
ENGINEERING &  
ENVIRONMENTAL  
SOLUTIONS

JV Properties  
6501 East Grant Road  
Suite F  
Tucson AZ 85715

10 February 2001  
Invoice # 810113  
File No. 255 26466-000  
Client No. 20002

Attention: Mr. Jim Vermilyea

---

Invoice For Professional Services Through: 3 February 2001

J-6 Ranch, Cienga Estates

**Description of Work Performed:** Discuss project with Larry Robertson (attorney).  
Prepare letter document concerning potential of Cienga Estates wellfield to satisfy  
Phase II project water demand.

Staff Personnel	Title	Hours	Rate	Amount
-----	-----	-----	-----	-----
Chuck M. Dickens	Sr. Assoc./Sr. Consult. (Gr.10	2.00	80.00	160.00
Debra D. Livengood	Office Support	1.50	30.00	45.00
Pamela J. Minor	Office Support	.50	30.00	15.00
Michelle M. Ruiz	Office Support	.50	30.00	15.00
		<hr/>		<hr/>
		4.50		\$235.00

**Expenses**  
-----

Reproduction	2.20	
Delivery Services	2.23	
Telephone & Fax	1.39	
		\$5.82

**This Invoice Total**                      **\$240.82**

Prior Invoices Outstanding                      \$ .00

Total Amount Outstanding                      \$240.82

Please Remit To:                      HALEY & ALDRICH, INC.  
Suite A-200  
6200 E. 14th Street  
Tucson, AZ 85711

*Ad*  
*ck 1067*

Please return attached remittance copy with your payment

**CHUCK M. DICKENS**  
CONSULTING HYDROGEOLOGIST

LICENSED GEOLOGIST  
ARIZONA 14510  
CALIFORNIA 3647



12330 E. SNYDER ROAD  
TUCSON, ARIZONA 85749  
PHONE / FAX: 520-749-4124

October 1, 2001

Mr. Jim Vermilyea  
Thunder Ranch Estates , L.L.C.  
6501 E. Grant Road  
Tucson, Arizona 85715

Re: Invoice for Hydrogeologic Consulting Services; Thunder Ranch Estates Project.

**Description of Work:**

Compilation of data package requested by ADEQ in their notice dated August 1, 2001. Specifically, compilation of well logs and well construction details, and laboratory reports for water samples collected in April and July of 2000.

**Period of Work:** August and September , 2001

**Summary of Costs:**

Principal Hydrogeologist .....	4 hours @ \$ 75.00 / hour.....	\$ 300.00
Xeroxing & report Binding ( Insty-Prints).....		\$ 39.22*
Mailing cost ( ADEQ) .....		\$ 3.00*

Subtotal costs .....\$ 342.22

\* Third party receipts on request.

**TOTAL INVOICE: ..... \$ 342.22**

*AD*

Note: Please contact me if you have any questions concerning the invoice. Greatly appreciated.



December 21, 2001

Mr. Jim Vermilyea  
JV Properties  
6501 E. Grant Road, Suite F  
Tucson, Arizona 85715

Re: **INVOICE FOR HYDROGEOLOGIC CONSULTING SERVICES**  
Characterization of Shallow Soil Conditions and Completion of Soil  
Percolation Tests, @ the Red Hawk @ the J-6 Ranch Project

**Description of Work and Invoice Summary:**

- Completion of 15 percolation tests: @ \$ 250 each. .... \$ 3,750.00  
( completed 18 tests , only invoiced for 15 )
- Equipment Rental ( Jack Hammer , Generator, Water trailer )
  - \* Jack Hammer & generator 11/29 – 12/01.....\$ 234.91\*
  - \* Jack Hammer & Generator 12/04 – 12/05.....\$ 124.99\*
  - \* Water tank and trailer 11/30 – 12/03 .....\$ 164.47\*
- Coordination and supervision of Test hole drilling ( 14 borings)  
and collection and geologic description of soil samples:  
1.5 days @ \$ 500 per day...( includes time and mileage )..... \$ 750.00
- Drilling of test borings @ \$ 6.50 per foot and \$ 100 per hour  
and travel time. .... \$ 2,170.00
- Preparation and submittal of report @ \$ 750..... \$ 750.00
- Federal express of reports to Yuma..... \$ 29.13\*

\* see attached rental receipts, and drilling contractor invoice.

**TOTAL INVOICE.....\$ 7,973.50**

Please call if you have any questions concerning the invoice. Greatly appreciated.

**B-J DRILLING COMPANY INC.**

P.O. BOX 815

BENSON, AZ 85602

PHONE: 520-586-3282

IN TUCSON: 520-623-1010

FAX: 520-623-1010

*Invoice*

Date	Invoice #
12/18/2006	05-476

JIM VERMILLYEA  
 % JV PROPERITES  
 2090 N. KOLB RD., STE 120  
 TUCSON, AZ 85715

Terms		Well Location	P.O. No.	
<b>DUE UPON RECEIPT</b>		HAWK SITE 2		
Qty	Description	Unit Cost	Amount	
20	FT. 14-3/4/10" SURFACE HOLE, CASING AND GROUT	48.00	960.00T	
600	FT. 10" BOREHOLE	27.00	16,200.00T	
420	FT. 7" BLANK STEEL CASING	8.00	3,360.00T	
200	FT. 7" PERFORATED STEEL CASING	8.00	1,600.00T	
WE APPRECIATE YOUR BUSINESS			<b>Tax (3.965%)</b>	\$877.06
			<b>Total</b>	\$22,997.06
			<b>Payments/Credits</b>	\$0.00
			<b>Balance Due</b>	\$22,997.06

*Pd. 12/20*  
*(72)*

# B-J DRILLING COMPANY INC.

# STATEMENT

P.O. BOX 815  
 BENSON, AZ 85602

3/1/2006

CUSTOMER

JIM VERMILLYEA  
 % JV PROPERTIES  
 2090 N. KOLB RD., STE 120  
 TUCSON, AZ 85715

Terms	Amount Due	Amount Enc.
DUE UPON RECEIPT	\$2,027.84	

Date	Transaction	Amount	Balance		
02/13/2006	INV #05-240. Due 02/13/2006. Orig. Amount \$2,027.84.	2,027.84	2,027.84		
	<b>DUE</b>				
	<i>pd.</i>	<i>3/19/06</i>	<i># 1042</i>		
CURRENT	1-30 DAYS PAST DUE	31-60 DAYS PAST DUE	61-90 DAYS PAST DUE	OVER 90 DAYS PAST DUE	Amount Due
0.00	2,027.84	0.00	0.00	0.00	\$2,027.84

PHONE: 520-586-3282  
 IN TUCSON: 520-623-1010  
 FAX: 520-623-1010

**311**

# B-J DRILLING COMPANY INC.

P.O. BOX 815  
 BENSON, AZ 85602

PHONE: 520-586-3282  
 IN TUCSON: 520-623-1010  
 FAX: 520-623-1010

## Invoice

<b>INVOICE NUMBER</b>	02-29
<b>DATE OF INVOICE</b>	02/05/2002

<b>Bill To</b>
J-6 JIM VERMILLYEA 6501 E. GRANT RD. STE F TUCSON, AZ 85715

<b>TERMS</b>	<b>WELL LOCATION</b>
	J-6 WELL #1 & WELL #2

Item	Qty	Description	Rate	Amount
<b>WELL #1</b>				
10 HP PUMP	1	75S100 4" 10 HP PUMP 460V	4,255.00	4,255.00T
2 GALV PIPE	420	2 INCH GALV COLUMN PIPE THREADED & COUPLED	2.20	924.00T
10/4 SUBMERSL...	420	10/4 SUBMERSIBLE CABLE	0.88	369.60T
3/4 SCH 40 PIPE	420	SOUNDER TUBE 3/4 INCH	0.22	92.40T
WELL SEAL	1	WELL SEAL 7X2X1X1	90.00	90.00T
PUMPING PLAN...	1	10 HP PUMPING PLANT PANEL 460/3	704.00	704.00T
LIGHTNING AR...	1	460 V. MODEL 777 MOTOR SAVER	572.00	572.00T
MISC. ELECTRL...	1	SYMCOMM RM 100	513.00	513.00T
MISC. ELECTRL...	1	460 V. 3 PHASE 100 AMP METER LOOP	735.00	735.00T
PUMP WORK	8	HOURS TO INSTALL	75.00	600.00T
<b>WELL #2</b>				
10 HP PUMP	1	75S100 4" 10 HP PUMP	4,255.00	4,255.00T
2 GALV PIPE	399	2 INCH GALV COLUMN PIPE THREADED & COUPLED	2.20	877.80T
10/4 SUBMERSL...	399	10/4 SUBMERSIBLE CABLE	0.88	351.12T
3/4 SCH 40 PIPE	399	SOUNDER TUBE 3/4 INCH	0.22	87.78T
WELL SEAL	1	WELL SEAL 7X2X1X1	90.00	90.00T
PUMPING PLAN...	1	10 HP PUMPING PLANT PANEL 460/3	704.00	704.00T
LIGHTNING AR...	1	460 V MODEL 777 MOTOR SAVER	572.00	572.00T
MISC. ELECTRL...	1	SYMCOMM RM 1000	513.00	513.00T
PUMP WORK	8	HOURS TO INSTALL CONNECTIONS	75.00	600.00T

WE APPRECIATE YOUR BUSINESS	<b>Sales Tax (3.965%)</b>
	<b>Total</b>
	<i>Payments/Credits</i>
	<b>Balance Due</b>

# B-J DRILLING COMPANY INC.

P.O. BOX 815  
 BENSON, AZ 85602

PHONE: 520-586-3282  
 IN TUCSON: 520-623-1010  
 FAX: 520-623-1010

## Invoice

<b>INVOICE NUMBER</b>	02-29
<b>DATE OF INVOICE</b>	02/05/2002

<b>Bill To</b>
J-6 JIM VERMILLYEA 6501 E. GRANT RD. STE F TUCSON, AZ 85715

<b>TERMS</b>	<b>WELL LOCATION</b>
	J-6 WELL #1 & WELL #2

Item	Qty	Description	Rate	Amount
6 THHN BLACK ...	3,750	THHN 6 BLACK WIRE	0.28	1,050.00T
8 THHN GREEN ...	1,250	THHN 8 GREEN WIRE	0.19	237.50T
PUMP WORK	4	HOURS TO INSTALL	75.00	300.00T

WE APPRECIATE YOUR BUSINESS	<b>Sales Tax (3.965%)</b>	\$733.26
	<b>Total</b>	\$19,226.46
	<i>Payments/Credits</i>	\$0.00
	<b>Balance Due</b>	\$19,226.46

623.936-1110

**B-J DRILLING COMPANY INC.**P.O. BOX 815  
BENSON, AZ 85602PHONE: 520-633-3282  
IN. TEL. 520-623-1010  
FAX: 520-623-1010**Invoice**

<b>INVOICE NUMBER</b>	02-118
<b>DATE OF INVOICE</b>	07/12/2002

<b>Bill To</b>
JIM VERMILLYEA 6501 E. GRANT STE F TUCSON, AZ 85715

<b>TERMS</b>	<b>WELL LOCATION</b>
DUE UPON RECEIPT	RED HAWK SUB DIVISION

Item	Qty	Description	Rate	Amount
PUMPS & MOT...	2	CUSTOM ORDER C SERIES PUMPS 80 GPM	2,150.00	4,300.00T
PUMP WORK	2	HOURS LABOR TO INSTALL	75.00	150.00T
OUTSIDE LABOR	1	OUTSIDE LABOR	2,800.00	2,800.00T
PUMP WORK	1	C705 PILOT OPERATED FLOAT VALVE FLOMATIC WITH LONG FLOAT ROD	1,860.00	1,860.00T

WE APPRECIATE YOUR BUSINESS	<b>Sales Tax (3.96499%)</b>	\$361.21
	<b>Total</b>	\$9,471.21
	<i>Payments/Credits</i>	\$0.00
	<b>Balance Due</b>	\$9,471.21

**330**

# INVOICE

CASHION TANK & STEEL CO.  
623-932-3380  
PO BOX 306 12505 W. BUCKEYE RD.  
CASHION, AZ 85329

INVOICE NUMBER: 330

PAGE: 1

**SOLD TO:**

J.V. PROPERTIES  
6501 E. GRANT Rd Suite F  
TUCSON, ARIZONA 85715

CUSTOMER ID	CUSTOMER PO	SALES REP ID
Cash		
PAYMENT TERMS	INVOICE DATE	DUE DATE
C.O.D.	5/30/02	5/30/02
DESCRIPTION	AMOUNT	
47,000 gallon wate storage tank 28'5' x 10' high (Benson)	31,500.00	
100% complete	-12,600.00	

330-1

Subtotal 18,900.00  
Sales Tax  
Total Invoice Amount \$18,900.00  
Payment Received 0.00  
TOTAL DUE \$18,900.00

Check No:

ADKINS STEEL MFG.  
 5450 EAST FT. LOWELL RD.  
 TUCSON, ARIZONA 85712  
 PHONE 602-326-9033

# Invoice

DATE 6-5-02

THUNDER RANCH ESTATES  
 6501 E. GRANT RD.  
 TUCSON, AZ 85715

S  
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O

YOUR ORDER NO.	DATE SHIPPED	SHIPPED VIA	F.O.B. POINT	SALESMAN	TERMS

QTY	DESCRIPTION	UNIT PRICE	AMOUNT	TAX	TOTAL
1	5000 gal. (150 P.S.I.) Pressure tank (AWWA paint sys. #1)		11,400	00	
	Sales Tax		866	40	
			12,266	40	
	(40% down)				

*Thank You*

*330.2*

**331**



006782

# TEXAS CANYON ROCK & SAND

BOX 1157  
 BENSON, ARIZONA 85602  
 (520) 586-2463  
 LICENSE NO'S 130347  
 LICENSE NO'S 130348

Customer's Order No.		Date		1/02		2002	
Name							
Address <b>RED HAWK AT J-6 RANCH</b>							
Phone:							
SOLD BY	CASH	C.O.D.	CHARGE	ON ACCT.	MOSE RETD.	PAID OUT	LAYAWAY
PLAN	DESCRIPTION					PRICE	AMOUNT
460'	4" PIPELINE INSTALLED.					10. <sup>99</sup> / <sub>100</sub>	4917 40
<del>360'</del>	4" AND 6" PIPELINE INSTALLED IN COMMON TRENCH.					14. <sup>69</sup> / <sub>100</sub>	44951 40
900'	6" PIPELINE INSTALLED EAST OF STORAGE AREA					11. <sup>99</sup> / <sub>100</sub>	10701 00
							60569 80
MATERIALS ADVANCE PHASE-1 WATER SYSTEM							25000 00
						TAX	
Received By						TOTAL	85569 80

GSCC-662-3  
 PRINTED IN U.S.A.

*Thank You*



**TEXAS CANYON ROCK & SAND**

UU/153

BOX 1157  
 BENSON, ARIZONA 85602  
 (620) 586-2463  
 LICENSE ROC 166983  
 LICENSE NOS 130347  
 LICENSE NOS 130348

Customer's Order No. \_\_\_\_\_ Date 3/20/02 20

Name THUNDER RANCH ESTATES

Address RED HAWK @ J-6 RANCH

Phone: 490-1218

SOLD BY	CASH	C.O.D.	CHARGE	ON ACCT	MOSE RETD.	PAID OUT	LAYAWAY
---------	------	--------	--------	---------	------------	----------	---------

1640 6" WIRELINE ABSTAINED 14.89 2449.60

FINAL JUDICE

PHASE ONE

Received By	TAX	TOTAL
	EXEMPT	2449.60

007954

# TEXAS CANYON ROCK & SAND

BOX 1157  
BENSON, ARIZONA 85602  
(520) 586-2483  
LICENSE ROC 185983  
LICENSE NO'S 130347  
LICENSE NO'S 130348

Customer's Order No.		Date		7/19/02		20	
Name THUNDER RANCH CSTATS							
Address RED HILL @ 7-6							
Phone:							
SOLD BY	CASH	C.O.D.	CHARGE	ON ACCT.	MDSE. RETD.	PAID OUT	LAYAWAY
QUAN.		DESCRIPTION			PRICE	AMOUNT	
9	HRS.	7/16/02			25.00	225	00
9	HRS.	7/17/02			25.00	225	00
6	HRS.	7/18/02			25.00	150	00
	MATERIALS				126	50	
						726	00
Received By					TAX	7	72
					TOTAL	734	22

GSCC-652-3  
PRINTED IN U.S.A.

Thank You

**SURVEYOR'S GROUP INC.**

1021 Placita De La Cotonia  
Green Valley, Az. 85614

**Invoice**

Number:1191

Date: August 02, 2002

**Bill To:**

Jim Vermilyea  
JV Properties  
6501 E. Grant Rd. Ste. F  
Tucson,, Az. 85715

Description	Amount
1. Stake onsite water main and services with offsets per contractor	6,200.00
2. Stake easement for underground electric and set transformer and pedestals with 15 foot ties	
3. Stake C.M.P.'s with grades per ( Kerry )	
4. Restake water line onsets N/C	
5. Stake center line from well No. 1 to well site No. 2 ( changed )	
5. Stake center line from well No. 1 to well site No. 2 ( changed )	
6. Restake well site and easement on street per (Joe )	
7. Restake grades due to changes on streets	
<b>Total</b>	<b>\$6,200.00</b>

**334**



INVOICE

INVOICE	INVOICE NUMBER
05/03/06	S123136170.001
DUPLICATE	PAGE #
06/02/06	1 of 2

REMIT TO:  
 HUGHES SUPPLY INC  
 P O BOX 79382  
 CITY OF INDUSTRY CA 91716-9382

BRANCH: 7116  
 #7116 TUCSON AZ WATER & SEWER  
 HUGHES WATER & SEWER, LTD.  
 4571 S ALVERNON WAY  
 TUCSON AZ 85714-2152  
 520-745-0561 Fax 520-745-4566

SOLD TO: 569050

569050

SHIP TO: 569050

7 - 5481 THUNDER RANCH ESTATES LLC/EMPIRITA  
 THUNDER RANCH ESTATES LLC/EMPIRITA  
 2090 N KOLB RD  
 TUCSON AZ 85715-4149

EMPIRITA WATER CO.  
 14092 E. PLACITA MOCHUELO  
 VAIL, AZ 85641-1426



Ordered By	Telephone	Pricing Branch	Order Date	Purchase Order Number
MIKE	520-746-0661	7116	04/28/06	MIKE
Salesperson	Ship Via	Ship Date	Release Number	
House Sales Person	OT OUR-TRUCK	05/03/06		
Write	Bill of Lading	Terms		
Timothy Romano		NET 30 DAYS 1.5% SC 15		

Ordered	Shipped	UM	FD	Product Description	Unit Price	UM	Net Amount
6		6ea		MIDSPLAS MSBC1416-12 FLARED WALL BOX ONLY ONE INLET HOLE & 2 OUTLET HOLES 14-1/2 X 16-1/2 X 12IN	41.174	ea	247.04
6		6ea		MIDSPLAS MSCBC1416SDDTR2 COVER ONLY W/ 2 TOUCH READ HOLES	32.030	ea	192.18
1		1ea		NEPTUNE STD T-10 DISC METER 1", CAST IRON BOTTOM, GAL	113.450	ea	113.45
6		2ea		NEPTUNE STD T-10 DISC METER 5/8X3/4 CAST IRON BOTTOM, GAL	35.000	ea	70.00
10		10ea		MDS 312BCSAND 10IN RND CORG VLV BOX	8.357	ea	83.57
2		2ea		FORD A14 5/8 TO 1IN METER ADAPTER SPUD PAIR	8.720	ea	17.44

\*\*\* Continued on Next Page \*\*\*



Salesperson: **House Sales Person**      **OT OUR-TRUCK**      **08/02/06**

Writer: **Timothy Romano**      Bill of Lading:      Terms: **NET 30 DAYS 1.5% SC 15**

Ordered	Shipped	UM	FD	Product Description	Unit Price	UM	Net Amount
10	10	ea		NEPTUNE STD T-10 DISC METER 5/8X3/4 CAST IRON BOTTOM, GAL	35.000	ea	350.00
10	10	ea		FORD C38-23-1 .625 5/8X3/4X3/4IN METER COUPLING MSNXMIP 1-5/8IN LGTH	5.652	ea	56.52
1	1	ea		VAL-MAT 201C.2 1" COMB AIR VALVE SS 300 PSI	236.130	EA	236.13
1	1	ea		MATCO MGBU0504 1" X 3/4" GALV MALL BUSH	1.190	ea	1.19
1	1	ea		ROMAC 101N 8IN X 3/4IN CC SADDLE NYLON SGL SS STRAP 8.63-9.80 OD 101N-9.80X3/4CC	40.729	ea	40.73

*[Handwritten Signature]*      *8/2/06*  
 Signature      Date  
*APINA LEIDER*

HUGHES SUPPLY STOCKS OVER 350,000 DIFFERENT PRODUCTS FOR TIMELY DELIVERY NO CREDIT WILL BE ALLOWED FOR GOODS RETURNED WITHOUT OUR PERMISSION ALL RETURNS SUBJECT TO RESTOCKING, HANDLING AND FREIGHT CHARGES. Freight Terms / FOB	Subtotal	684.57
	Tax 1	41.76
	Total	726.33
	Total Amount Due	726.33

"Price quotations for all HDPE and PVC related products are for immediate shipment only. Prices are subject to change without notice, and all quotes remain subject to Hughes' Terms and Conditions of Sale."

TERMS AND CONDITIONS / MSDS INFORMATION ON REVERSE

*18446*  
*54187*

Salesperson House Sales Person	SHIP VIA CPU CUST PICK UP	SHIP DATE 08/03/06	
-----------------------------------	------------------------------	-----------------------	--

Write Timothy Romano	Bill of Lading	Terms NET 30 DAYS 1.5% SC 15
-------------------------	----------------	---------------------------------

Ordered	Shipped	UM	FD	Product Description	Unit Price	UM	Net Amount
-1	-1	ea		VAL-MAT 201C.2 1" COMB AIR VALVE SS 300 PSI ** Original Sale : S124315314.001 ** NEEDS 15A.3	236.130	EA	-236.13
1	1	ea		VAL-MAT 15A.3 1" AIR REL VAL UL/FM 175 PSI	59.440	ea	59.44
1	1	ea		KRYLON S03903 QUIK-MARK WB APWA BLUE	2.840	ea	2.84
				8/3/2006 8:44:03 AM S124480049.001			
				<i>Michael Linder</i>			

MKE	<b>Subtotal</b>	<b>-173.85</b>
HUGHES SUPPLY STOCKS OVER 350,000 DIFFERENT PRODUCTS FOR TIMELY DELIVERY	<b>Tax 1</b>	<b>-10.61</b>
NO CREDIT WILL BE ALLOWED FOR GOODS RETURNED WITHOUT OUR PERMISSION	<b>Total</b>	<b>-184.46</b>
ALL RETURNS SUBJECT TO RESTOCKING, HANDLING AND FREIGHT CHARGES.		
Freight Terms / FOB		
	<b>Total Amount Due</b>	<b>-184.46</b>

CUSTOMER CREDIT

"Price quotations for all HDPE and PVC related products are for immediate shipment only. Prices are subject to change without notice, and all quotes remain subject to Hughes' Terms and Conditions of Sale."

TERMS AND CONDITIONS / MSDS INFORMATION ON REVERSE

**7**  
**THRU**  
**11**

**(ITEMS 5 & 6 ARE NOT APPLICABLE)**

**615**



# Sulphur Springs Valley Electric Cooperative, Inc.

PO Box 820 Willcox AZ 85644-0820



Touchstone Energy®



<b>CUSTOMER:</b> EMPIRITA WATER CO		<b>MEMBERSHIP:</b> 238132		
<b>Account</b>	<b>Service Address</b>	<b>Service Description</b>		<b>BILL DATE:</b> 14-FEB-2006
	<b>Meter</b>	<b>Location Number</b>	<b>Previous Reading</b>	<b>Present Reading</b>
	<b>Rate</b>	<b>Rate Description</b>	<b>Meter Multiplier</b>	<b>Billable Usage</b>
<b>TOTAL</b>				
4804300	J-6			
	103176	F05196647K		
	GN1	GS NON-DEMAND 1-PHASE	412	485
			1	73
				6.41
				11.50
				0.07CR
				0.06
				1.04
				18.94
				0.00
				18.94

32 days of service from 10-Jan-2006 to 11-Feb-2006

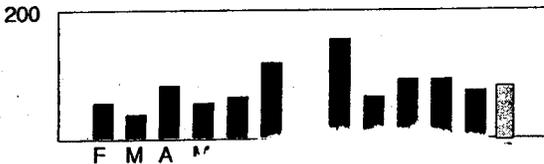
Total: 18.94

PREVIOUS BALANCE: 18.94 PAYMENTS RECEIVED: 18.94CR BALANCE FORWARD: 0.00  
BALANCE DUE: 18.94

*Jan 2006 bill  
cannot locate invoice*

**CURRENT CHARGES DUE >>** 01-MAR-2006 **TOTAL DUE >>** \$18.94

Energy History Graph for Account 4804300



SSVEC now provides rebates to homeowners for the installation of solar photovoltaic systems. See this month's bill insert for details about the SunWatts program.



# Sulphur Springs Valley Electric Cooperative, Inc.

PO Box 820 Willcox AZ 85644-0820



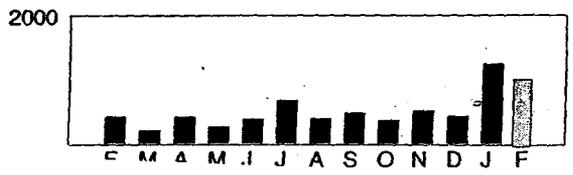
Touchstone Energy®

<b>CUSTOMER:</b>		EMPIRITA WATER CO			<b>MEMBERSHIP:</b>		238132
<b>Account</b>	<b>Service Address</b>		<b>Service Description</b>		<b>BILL DATE:</b>		14-FEB-2006
	<b>Meter</b>	<b>Location Number</b>	<b>Previous Reading</b>	<b>Present Reading</b>	<b>Meter Multiplier</b>	<b>Billable Usage</b>	<b>TOTAL</b>
	<b>Rate</b>	<b>Rate Description</b>					
858000	J-6						
	101207	F04243144M					
	GD3	GS DEMAND 3-PHASE	7404	8318	1	914	80.25
	Demand			16.5	1	16.5	42.25
	Cost of Basic Service						11.50
	Fuel Adjustment						0.91CR
	ACC Environmental Surcharge (EPS)						0.80
	Taxes						7.80
	33 days of service from 10-Jan-2006 to 12-Feb-2006				<b>Total:</b>	141.69	
	PREVIOUS BALANCE: 177.69		PAYMENTS RECEIVED: 177.69CR		BALANCE FORWARD:		0.00
							<b>BALANCE DUE: 141.69</b>

*Jan 2006 bill  
cannot locate invoice*

**CURRENT CHARGES DUE >>** 01-MAR-2006 **TOTAL DUE >>** \$141.69

Energy History Graph for Account 858000



SSVEC now provides rebates to homeowners for the installation of solar photovoltaic systems. See this month's bill insert for details about the SunWatts program.



# Sulphur Springs Valley Electric Cooperative, Inc.

PO Box 820 Willcox AZ 85644-0820



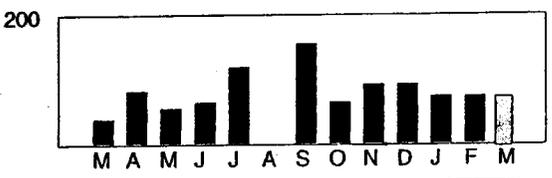
Touchstone Energy®



<b>CUSTOMER:</b> EMPIRITA WATER CO		<b>MEMBERSHIP:</b> 238132		
<b>Account</b>	<b>Service Address</b>	<b>Service Description</b>		<b>BILL DATE:</b> 16-MAR-2006
	<b>Meter</b>	<b>Location Number</b>	<b>Previous Reading</b>	<b>Present Reading</b>
	<b>Rate</b>	<b>Rate Description</b>	<b>Meter Multiplier</b>	<b>Billable Usage</b>
<b>TOTAL</b>				
4804300	J-6			
	103176	F05196647K		
	GN1	GS NON-DEMAND 1-PHASE	485	548
				1
				63
	Cost of Basic Service			5.53
	Fuel Adjustment			11.50
	ACC Environmental Surcharge (EPS)			0.06CR
	Taxes			0.06
				0.99
	30 days of service from 11-Feb-2006 to 13-Mar-2006			<b>Total: 18.02</b>
	PREVIOUS BALANCE: 18.94	PAYMENTS RECEIVED: 18.94CR	BALANCE FORWARD:	0.00
			<b>BALANCE DUE:</b>	<b>18.02</b>

**CURRENT CHARGES DUE >>** 31-MAR-2006 **TOTAL DUE >>** \$18.02

Energy History Graph for Account 4804300



Your cooperative's annual meeting will be held on Thursday evening, April 20 at Willcox High School Auditorium, 240 N. Bisbee Avenue, Willcox, Arizona. Registration to establish a quorum will begin at 6:00 p.m. and the business meeting will be called to order at 7:00 p.m. See this month's bill insert for more information.

SEE REVERSE FOR ADDITIONAL INFORMATION



**Sulphur Springs Valley Electric Cooperative, Inc.**  
PO Box 820 Willcox AZ 85644-0820

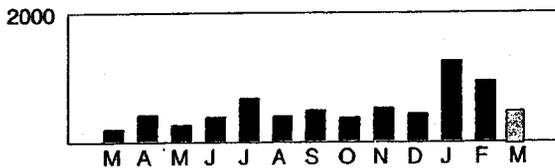


Touchstone Energy®

<b>CUSTOMER:</b>		EMPIRITA WATER CO				<b>MEMBERSHIP:</b>		238132
<b>Account</b>	<b>Service Address</b>		<b>Service Description</b>			<b>BILL DATE:</b>		16-MAR-2006
	<b>Meter</b>	<b>Location Number</b>	<b>Previous Reading</b>	<b>Present Reading</b>	<b>Meter Multiplier</b>	<b>Billable Usage</b>	<b>TOTAL</b>	
	<b>Rate</b>	<b>Rate Description</b>						
858000	J-6							
	101207	F04243144M						
	GD3	GS DEMAND 3-PHASE	8318	8637	1	319	28.01	
	Demand			16.5	1	16.5	42.25	
	Cost of Basic Service						11.50	
	Fuel Adjustment						0.32CR	
	ACC Environmental Surcharge (EPS)						0.28	
	Taxes						4.76	
	28 days of service from 12-Feb-2006 to 12-Mar-2006				<b>Total:</b>	<b>86.48</b>		
PREVIOUS BALANCE: 141.69 PAYMENTS RECEIVED: 141.94CR							BALANCE FORWARD:	0.25CR
							<b>BALANCE DUE:</b>	<b>86.23</b>

**CURRENT CHARGES DUE >>** 31-MAR-2006 **TOTAL DUE >>** \$86.23

Energy History Graph for Account 858000



Your cooperative's annual meeting will be held on Thursday evening, April 20 at Willcox High School Auditorium, 240 N. Bisbee Avenue, Willcox, Arizona. Registration to establish a quorum will begin at 6:00 p.m. and the business meeting will be called to order at 7:00 p.m. See this month's bill insert for more information.

SEE REVERSE FOR ADDITIONAL INFORMATION





# Sulphur Springs Valley Electric Cooperative, Inc.

PO Box 820 Willcox AZ 85644-0820



Touchstone Energy®

<b>CUSTOMER:</b>		EMPIRITA WATER CO			<b>MEMBERSHIP:</b>		238132	
<b>Account</b>	<b>Service Address</b>		<b>Service Description</b>			<b>BILL DATE:</b>		14-APR-2006
	<b>Meter</b>	<b>Location Number</b>	<b>Previous Reading</b>	<b>Present Reading</b>	<b>Meter Multiplier</b>	<b>Billable Usage</b>	<b>TOTAL</b>	
	<b>Rate</b>	<b>Rate Description</b>						
4804300	J-6							
	103176	F05196647K						
	GN1	GS NON-DEMAND 1-PHASE	548	632	1	84	7.38	
		Cost of Basic Service					11.50	
		ACC Environmental Surcharge (EPS)					0.07	
		Taxes					1.14	
	<b>29 days of service from 13-Mar-2006 to 11-Apr-2006</b>					<b>Total:</b>	<b>20.09</b>	
		AEPCO Fuel Adjustment					0.74	
	PREVIOUS BALANCE: 18.02		PAYMENTS RECEIVED: 18.02CR		BALANCE FORWARD:		0.00	
							<b>BALANCE DUE:</b>	<b>20.83</b>
<b>CURRENT CHARGES DUE &gt;&gt;</b>						29-APR-2006	<b>TOTAL DUE &gt;&gt;</b>	
							\$20.83	

Energy History Graph for Account 4804300



SSVEC offers rebates for members who build all-electric homes or purchase energy-efficient electric water heaters and electric heat pumps.



# Sulphur Springs Valley Electric Cooperative, Inc.

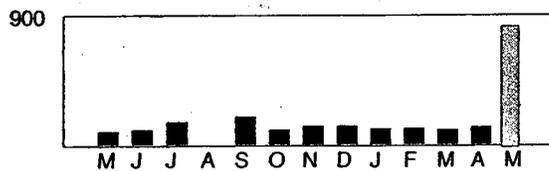
A Touchstone Energy® Cooperative 

PO Box 820 Willcox AZ 85644-0820

<b>CUSTOMER:</b>		EMPIRITA WATER CO			<b>MEMBERSHIP:</b>		238132	
<b>Account</b>	<b>Service Address</b>		<b>Service Description</b>			<b>BILL DATE:</b>		17-MAY-2006
	<b>Meter</b>	<b>Location Number</b>	<b>Previous Reading</b>	<b>Present Reading</b>	<b>Meter Multiplier</b>	<b>Billable Usage</b>	<b>TOTAL</b>	
	<b>Rate</b>	<b>Rate Description</b>						
<b>4804300</b>	<b>J-6</b>							
	103176	F05196647K						
	GN1	GS NON-DEMAND 1-PHASE	632	1459	1	827	72.61	
		Cost of Basic Service					11.50	
		AEPGO Fuel Adjustment					7.29	
		ACC Environmental Surcharge (EPS)					0.72	
		Taxes					5.37	
		<b>33 days of service from 11-Apr-2006 to 14-May-2006</b>				<b>Total:</b>	<b>97.49</b>	
		PREVIOUS BALANCE: 20.83	PAYMENTS RECEIVED: 20.83CR	BALANCE FORWARD:			0.00	
						<b>BALANCE DUE:</b>	<b>97.49</b>	

**CURRENT CHARGES DUE >>** 01-JUN-2006 **TOTAL DUE >>** \$97.49

Energy History Graph for Account 4804300.



**May is Electrical Safety Month, but make sure every day is a safe day for you and your family. See this month's bill insert for outdoor electrical safety tips.**

SEE REVERSE FOR ADDITIONAL INFORMATION

Bill 2 of 2



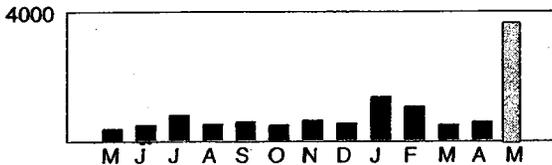
# Sulphur Springs Valley Electric Cooperative, Inc.

A Touchstone Energy<sup>®</sup> Cooperative 

PO Box 820 Willcox AZ 85644-0820

<b>CUSTOMER:</b>		EMPIRITA WATER CO			<b>MEMBERSHIP:</b>		238132		
<b>Account</b>	<b>Service Address</b>		<b>Service Description</b>			<b>BILL DATE:</b>		17-MAY-2006	
	<b>Meter</b>	<b>Location Number</b>	<b>Previous Reading</b>	<b>Present Reading</b>	<b>Meter Multiplier</b>	<b>Billable Usage</b>	<b>TOTAL</b>		
	<b>Rate</b>	<b>Rate Description</b>							
<b>858000</b>	<b>J-6</b>								
	101207	F04243144M							
	GD3	GS DEMAND 3-PHASE	9041	12682	1	3641	319.68		
	Demand			16.5	1	16.5	42.25		
	Cost of Basic Service								11.50
	AEP CO Fuel Adjustment								32.08
	ACC Environmental Surcharge (EPS)								3.19
	Taxes								23.81
	<b>32 days of service from 12-Apr-2006 to 14-May-2006</b>					<b>Total:</b>	<b>432.51</b>		
PREVIOUS BALANCE:		98.56	PAYMENTS RECEIVED:		98.56CR	BALANCE FORWARD:		0.00	
							<b>BALANCE DUE:</b>	<b>432.51</b>	
<b>CURRENT CHARGES DUE &gt;&gt;</b>		01-JUN-2006			<b>TOTAL DUE &gt;&gt;</b>		\$432.51		

Energy History Graph for Account 858000



**May is Electrical Safety Month, but make sure every day is a safe day for you and your family. See this month's bill insert for outdoor electrical safety tips.**

SEE REVERSE FOR ADDITIONAL INFORMATION



# Sulphur Springs Valley Electric Cooperative, Inc.

PO Box 820 Willcox AZ 85644-0820

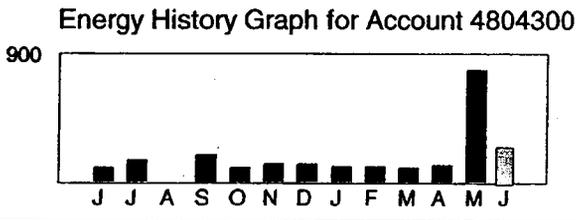


Touchstone Energy®

<b>CUSTOMER:</b> EMPIRITA WATER CO		<b>MEMBERSHIP:</b> 238132		
<b>Account</b>	<b>Service Address</b>	<b>Service Description</b>		<b>BILL DATE:</b> 16-JUN-2006
	<b>Meter</b>	<b>Location Number</b>	<b>Previous Reading</b>	<b>Present Reading</b>
	<b>Rate</b>	<b>Rate Description</b>	<b>Meter Multiplier</b>	<b>Billable Usage</b>
<b>4804300</b>	<b>J-6</b>			
	103176	F05196647K		
	GN1	GS NON-DEMAND 1-PHASE	1459	1640
				1
				181
				15.89
				11.50
				1.59
				0.16
				1.70
				30.84
				0.00
				30.84

*[Handwritten signature]*  
6/20

<b>CURRENT CHARGES DUE &gt;&gt;</b> 01-JUL-2006	<b>TOTAL DUE &gt;&gt;</b> \$30.84
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Take inventory of all the electronic equipment in your home—TV, DVD player, satellite or cable TV receiver, microwave oven, computer, and answering machine. Then see this month's bill insert for information on SSVEC Surge Protection program and the discount offered if you sign up in June!

SEE REVERSE FOR ADDITIONAL INFORMATION



# Sulphur Springs Valley Electric Cooperative, Inc.

PO Box 820 Willcox AZ 85644-0820

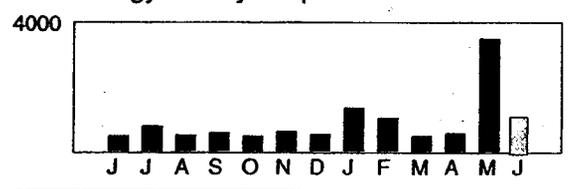


Touchstone Energy®

<b>CUSTOMER:</b> EMPIRITA WATER CO		<b>MEMBERSHIP:</b> 238132		
<b>Account</b>	<b>Service Address</b>	<b>Service Description</b>		<b>BILL DATE:</b> 16-JUN-2006
	<b>Meter</b>	<b>Location Number</b>	<b>Previous Reading</b>	<b>Present Reading</b>
	<b>Rate</b>	<b>Rate Description</b>	<b>Meter Multiplier</b>	<b>Billable Usage</b>
<b>858000</b>	J-6			
	101207	F04243144M		
	GD3	GS DEMAND 3-PHASE	12682	13480
	Demand			16.25
				1
				798
				16.25
				40.63
				11.50
				7.03
				0.70
				7.57
				137.49
				0.00
				137.49

**CURRENT CHARGES DUE >>** 01-JUL-2006 **TOTAL DUE >>** \$137.49

Energy History Graph for Account 858000



Take inventory of all the electronic equipment in your home—TV, DVD player, satellite or cable TV receiver, microwave oven, computer, and answering machine. Then see this month's bill insert for information on SSVEC Surge Protection program and the discount offered if you sign up in June!

SEE REVERSE FOR ADDITIONAL INFORMATION

Bill 1 of 1



# Sulphur Springs Valley Electric Cooperative, Inc.

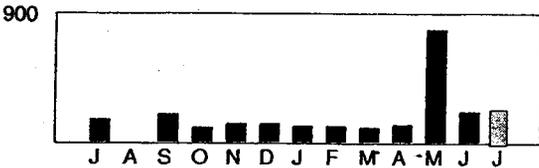
A Touchstone Energy® Cooperative 

PO Box 820 Willcox AZ 85644-0820

<b>CUSTOMER:</b> EMPIRITA WATER CO		<b>MEMBERSHIP:</b> 238132		
<b>Account</b>	<b>Service Address</b>	<b>Service Description</b>		<b>BILL DATE:</b> 14-JUL-2006
	<b>Meter</b>	<b>Location Number</b>	<b>Previous Reading</b>	<b>Present Reading</b>
	<b>Rate</b>	<b>Rate Description</b>		<b>Meter Multiplier</b>
				<b>Billable Usage</b>
				<b>TOTAL</b>
4804300	J-6			
	103176	F05196647K		
	GN1	GS NON-DEMAND 1-PHASE	1640	1804
				1
				164
				14.40
				11.50
				1.44
				0.14
				1.60
	27 days of service from 14-Jun-2006 to 11-Jul-2006			<b>Total:</b> 29.08
	PREVIOUS BALANCE: 30.84 PAYMENTS RECEIVED: 30.84CR BALANCE FORWARD:			0.00
				<b>BALANCE DUE:</b> 29.08

**CURRENT CHARGES DUE >>** 29-JUL-2006 **TOTAL DUE >>** \$29.08

Energy History Graph for Account 4804300



Summer is the season for relaxing and having fun. But play it safe! Be aware of the hazards posed by the extreme heat and take the necessary precautions whether you're at work or play. See this month's bill insert for more information.

SEE REVERSE FOR ADDITIONAL INFORMATION

Bill 2 of 2





# Sulphur Springs Valley Electric Cooperative, Inc.

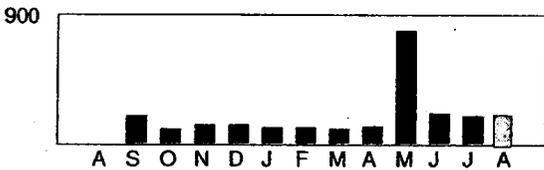
A Touchstone Energy® Cooperative 

PO Box 820 Willcox AZ 85644-0820

<b>CUSTOMER:</b>		EMPIRITA WATER CO			<b>MEMBERSHIP:</b>		238132			
<b>Account</b>	<b>Service Address</b>		<b>Service Description</b>			<b>BILL DATE:</b>		16-AUG-2006		
	<b>Meter</b>	<b>Location Number</b>	<b>Previous Reading</b>	<b>Present Reading</b>	<b>Meter Multiplier</b>	<b>Billable Usage</b>	<b>TOTAL</b>			
	<b>Rate</b>	<b>Rate Description</b>								
4804300	J-6									
	103176	F05196647K								
	GN1	GS NON-DEMAND 1-PHASE	1804	1942	1	138	12.12			
	Cost of Basic Service						11.50			
	AEPGO Fuel Adjustment						1.22			
	ACC Environmental Surcharge (EPS)						0.12			
	Taxes						1.46			
	33 days of service from 11-Jul-2006 to 13-Aug-2006					<b>Total:</b>	<b>26.42</b>			
PREVIOUS BALANCE: 29.08							PAYMENTS RECEIVED: 29.08CR		BALANCE FORWARD: 0.00	
							<b>BALANCE DUE:</b>		<b>26.42</b>	

<b>CURRENT CHARGES DUE &gt;&gt;</b>	31-AUG-2006	<b>TOTAL DUE &gt;&gt;</b>	\$26.42
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Energy History Graph for Account 4804300



The summer monsoons have arrived and with it thunderstorms and lightning. Be safe and take precautions to avoid the dangers of lightning strikes. See this month's bill insert for more details.

SEE REVERSE FOR ADDITIONAL INFORMATION

Bill 2 of 2



# Sulphur Springs Valley Electric Cooperative, Inc.

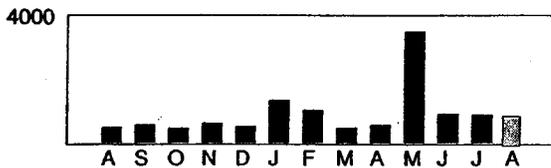
A Touchstone Energy® Cooperative 

PO Box 820 Willcox AZ 85644-0820

<b>CUSTOMER:</b>		EMPIRITA WATER CO			<b>MEMBERSHIP:</b>		238132
<b>Account</b>	<b>Service Address</b>		<b>Service Description</b>			<b>BILL DATE:</b>	16-AUG-2006
	<b>Meter</b>	<b>Location Number</b>	<b>Previous Reading</b>	<b>Present Reading</b>	<b>Meter Multiplier</b>	<b>Billable Usage</b>	<b>TOTAL</b>
	<b>Rate</b>	<b>Rate Description</b>					
858000	J-6						
	101207	F04243144M					
	GD3	GS DEMAND 3-PHASE	14241	14792	1	551	48.38
	Demand			13	1	13.6	23.40
	Cost of Basic Service						11.50
	AEPCO Fuel Adjustment						4.85
	ACC Environmental Surcharge (EPS)						0.48
	Taxes						5.16
	34 days of service from 11-Jul-2006 to 14-Aug-2006				<b>Total:</b>	<b>93.77</b>	
	PREVIOUS BALANCE:	121.64	PAYMENTS RECEIVED:	121.64CR	BALANCE FORWARD:		0.00
					<b>BALANCE DUE:</b>		<b>93.77</b>

**CURRENT CHARGES DUE >>** 31-AUG-2006 **TOTAL DUE >>** \$93.77

Energy History Graph for Account 858000



The summer monsoons have arrived and with it thunderstorms and lightning. Be safe and take precautions to avoid the dangers of lightning strikes. See this month's bill insert for more details.

SEE REVERSE FOR ADDITIONAL INFORMATION

Bill 1 of 2



# Sulphur Springs Valley Electric Cooperative, Inc.

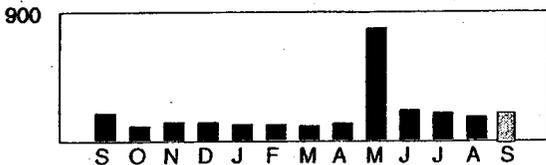
A Touchstone Energy® Cooperative 

PO Box 820 Willcox AZ 85644-0820

<b>CUSTOMER:</b>		EMPIRITA WATER CO			<b>MEMBERSHIP:</b>		238132	
<b>Account</b>	<b>Service Address</b>		<b>Service Description</b>			<b>BILL DATE:</b>		15-SEP-2006
	<b>Meter</b>	<b>Location Number</b>	<b>Previous Reading</b>	<b>Present Reading</b>	<b>Meter Multiplier</b>	<b>Billable Usage</b>	<b>TOTAL</b>	
	<b>Rate</b>	<b>Rate Description</b>						
4804300	J-6							
	103176	F05196647K						
	GN1	GS NON-DEMAND 1-PHASE	1942	2069	1	127	11.15	
		Cost of Basic Service					11.50	
		AEPCO Fuel Adjustment					1.12	
		ACC Environmental Surcharge (EPS)					0.11	
		Taxes					1.39	
		29 days of service from 13-Aug-2006 to 11-Sep-2006				Total:	25.27	
		PREVIOUS BALANCE: 26.42		PAYMENTS RECEIVED: 26.42CR		BALANCE FORWARD:	0.00	
						<b>BALANCE DUE:</b>	<b>25.27</b>	

<b>CURRENT CHARGES DUE &gt;&gt;</b>	30-SEP-2006	<b>TOTAL DUE &gt;&gt;</b>	\$25.27
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Energy History Graph for Account 4804300



It's back to school time. See the September issue of *Currents* or the co-op's Web site at [www.ssvvec.org](http://www.ssvvec.org) for information on SSVEC's Youth Programs.

SEE REVERSE FOR ADDITIONAL INFORMATION

Bill 2 of 2



# Sulphur Springs Valley Electric Cooperative, Inc.

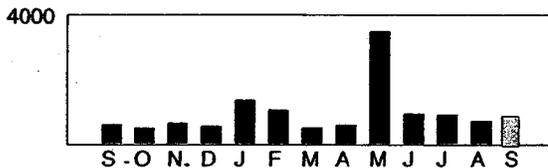
A Touchstone Energy® Cooperative 

PO Box 820 Willcox AZ 85644-0820

<b>CUSTOMER:</b>		EMPIRITA WATER CO			<b>MEMBERSHIP:</b>		238132
<b>Account</b>	<b>Service Address</b>		<b>Service Description</b>		<b>BILL DATE:</b>		15-SEP-2006
	<b>Meter</b>	<b>Location Number</b>	<b>Previous Reading</b>	<b>Present Reading</b>	<b>Meter Multiplier</b>	<b>Billable Usage</b>	<b>TOTAL</b>
	<b>Rate</b>	<b>Rate Description</b>					
858000	J-6						
	101207	F04243144M					
	GD3	GS DEMAND 3-PHASE	14792	15341	1	549	48.20
	Demand			12.5	1	13.6	23.40
	Cost of Basic Service						11.50
	AEP CO Fuel Adjustment						4.84
	AGC Environmental Surcharge (EPS)						0.48
	Taxes						5.15
	29 days of service from 14-Aug-2006 to 12-Sep-2006				<b>Total:</b>	<b>93.57</b>	
PREVIOUS BALANCE: 93.77 PAYMENTS RECEIVED: 93.77CR BALANCE FORWARD:							0.00
							<b>BALANCE DUE: 93.57</b>

**CURRENT CHARGES DUE >>** 30-SEP-2006 **TOTAL DUE >>** \$93.57

Energy History Graph for Account 858000



It's back to school time. See the September issue of *Currents* or the co-op's Web site at [www.ssvvec.org](http://www.ssvvec.org) for information on SSVEC's Youth Programs.

SEE REVERSE FOR ADDITIONAL INFORMATION

Bill 1 of 2



# Sulphur Springs Valley Electric Cooperative, Inc.

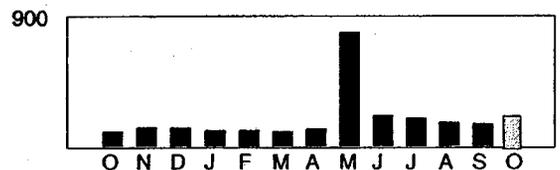
A Touchstone Energy® Cooperative 

PO Box 820 Willcox AZ 85644-0820

<b>CUSTOMER:</b>		EMPIRITA WATER CO			<b>MEMBERSHIP:</b>		238132	
<b>Account</b>	<b>Service Address</b>		<b>Service Description</b>			<b>BILL DATE:</b>		18-OCT-2006
	<b>Meter</b>	<b>Location Number</b>	<b>Previous Reading</b>	<b>Present Reading</b>	<b>Meter Multiplier</b>	<b>Billable Usage</b>	<b>TOTAL</b>	
	<b>Rate</b>	<b>Rate Description</b>						
4804300	J-6							
	103176	F05196647K						
	GN1	GS NON-DEMAND 1-PHASE	2069	2210	1	141	12.38	
	Cost of Basic Service						11.50	
	AEP CO Fuel Adjustment						1.24	
	ACC Environmental Surcharge (EPS)						0.12	
	Taxes						1.47	
	33 days of service from 11-Sep-2006 to 14-Oct-2006				<b>Total:</b>	<b>26.71</b>		
PREVIOUS BALANCE:		25.27	PAYMENTS RECEIVED:		25.27	BALANCE FORWARD:		0.00
						<b>BALANCE DUE:</b>	<b>26.71</b>	

<b>CURRENT CHARGES DUE &gt;&gt;</b>	02-NOV-2006	<b>TOTAL DUE &gt;&gt;</b>	\$26.71
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Energy History Graph for Account 4804300



It's your small change that can make a big difference. See this month's bill insert for information on Operation Round Up, a program that helps your fellow cooperative members in time of need.

SEE REVERSE FOR ADDITIONAL INFORMATION

Bill 2 of 2



# Sulphur Springs Valley Electric Cooperative, Inc.

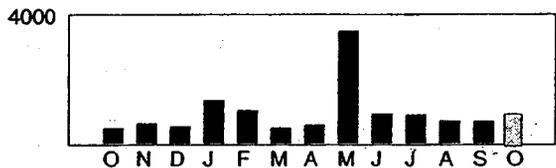
A Touchstone Energy® Cooperative 

PO Box 820 Willcox AZ 85644-0820

<b>CUSTOMER:</b>		EMPIRITA WATER CO			<b>MEMBERSHIP:</b>		238132	
<b>Account</b>	<b>Service Address</b>		<b>Service Description</b>		<b>BILL DATE:</b>		18-OCT-2006	
<b>858000</b>	<b>Meter</b>	<b>Location Number</b>	<b>Previous Reading</b>	<b>Present Reading</b>	<b>Meter Multiplier</b>	<b>Billable Usage</b>	<b>TOTAL</b>	
	<b>Rate</b>	<b>Rate Description</b>						
	J-6							
	101207	F04243144M						
	GD3	GS DEMAND 3-PHASE	15341	15955	1	614		53.91
	Demand			2.5	1	13.6		23.40
	Cost of Basic Service							11.50
	AEPCO Fuel Adjustment							5.41
	ACC Environmental Surcharge (EPS)							0.54
	Taxes							5.52
	<b>32 days of service from 12-Sep-2006 to 14-Oct-2006</b>				<b>Total:</b>	<b>100.28</b>		
PREVIOUS BALANCE: 93.57 PAYMENTS RECEIVED: 93.57CR BALANCE FORWARD:							0.00	
							<b>BALANCE DUE: 100.28</b>	

<b>CURRENT CHARGES DUE &gt;&gt;</b>	02-NOV-2006	<b>TOTAL DUE &gt;&gt;</b>	\$100.28
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Energy History Graph for Account 858000



**It's your small change that can make a big difference. See this month's bill insert for information on Operation Round Up, a program that helps your fellow cooperative members in time of need.**

SEE REVERSE FOR ADDITIONAL INFORMATION

Bill 1 of 2





# Sulphur Springs Valley Electric Cooperative, Inc.

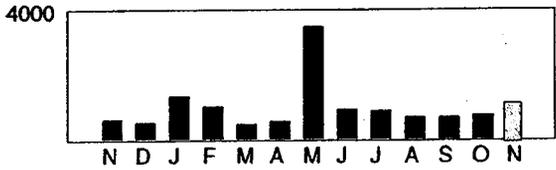
A Touchstone Energy® Cooperative 

PO Box 820 Willcox AZ 85644-0820

<b>CUSTOMER:</b> EMPIRITA WATER CO		<b>MEMBERSHIP:</b> 238132	
<b>Account</b>	<b>Service Address</b>	<b>Service Description</b>	<b>BILL DATE:</b> 16-NOV-2006
	<b>Meter</b>	<b>Location Number</b>	<b>Previous Reading</b>
	<b>Rate</b>	<b>Rate Description</b>	<b>Present Reading</b>
			<b>Meter Multiplier</b>
			<b>Billable Usage</b>
			<b>TOTAL</b>
858000	J-6		
	101207	F04243144M	
	GD3	GS DEMAND 3-PHASE	15955 16799
	Demand		16.5 1
	Cost of Basic Service		844 74.10
	AEPCO Fuel Adjustment		16.5 42.25
	ACC Environmental Surcharge (EPS)		11.50
	Taxes		9.33
	30 days of service from 14-Oct-2006 to 13-Nov-2006		0.74
			8.03
		<b>Total:</b>	<b>145.95</b>
	PREVIOUS BALANCE: 100.28	PAYMENTS RECEIVED: 100.28CR	BALANCE FORWARD: 0.00
			<b>BALANCE DUE: 145.95</b>

**CURRENT CHARGES DUE >>** 01-DEC-2006 **TOTAL DUE >>** \$145.95

Energy History Graph for Account 858000



If you'd like a fireplace with warmth and charm and none of the hassles, see the electric models at your local SSVEC office.

SEE REVERSE FOR ADDITIONAL INFORMATION

Bill 1 of 2





# Sulphur Springs Valley Electric Cooperative, Inc.

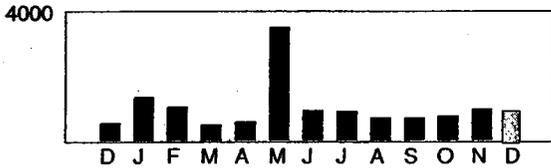
A Touchstone Energy® Cooperative 

PO Box 820 Willcox AZ 85644-0820

<b>CUSTOMER:</b>		EMPIRITA WATER CO			<b>MEMBERSHIP:</b>		238132
<b>Account</b>	<b>Service Address</b>		<b>Service Description</b>			<b>BILL DATE:</b>	15-DEC-2006
	<b>Meter</b>	<b>Location Number</b>	<b>Previous Reading</b>	<b>Present Reading</b>	<b>Meter Multiplier</b>	<b>Billable Usage</b>	<b>TOTAL</b>
	<b>Rate</b>	<b>Rate Description</b>					
858000	J-6						
	101207	F04243144M					
	GD3	GS DEMAND 3-PHASE	16799	17397	1	598	52.50
		Demand		16.5	1	16.5	42.25
		Cost of Basic Service					11.50
		AEPCO Fuel Adjustment					6.61
		ACC Environmental Surcharge (EPS)					0.52
		Taxes					6.61
	29 days of service from 13-Nov-2006 to 12-Dec-2006				<b>Total:</b>	<b>119.99</b>	
PREVIOUS BALANCE: 145.95						PAYMENTS RECEIVED: 145.95CR	
						BALANCE FORWARD: 0.00	
						<b>BALANCE DUE: 119.99</b>	
<b>CURRENT CHARGES DUE &gt;&gt;</b>			30-DEC-2006		<b>TOTAL DUE &gt;&gt;</b>		\$119.99

*PA. 12/18/06*

Energy History Graph for Account 858000



As you gather with friends and family, we send you best wishes this holiday season.

SEE REVERSE FOR ADDITIONAL INFORMATION

Bill 1 of 2

**620**



INVOICE

INVOICE	INVOICE NUMBER
05/08/06	S123136170.002
DUPLICATE	PAGE #
06/07/06	1 of 1

REMIT TO:  
 HUGHES SUPPLY INC  
 P O BOX 79382  
 CITY OF INDUSTRY CA 91716-9382

BRANCH: 7116  
 #7116 TUCSON AZ WATER & SEWER  
 HUGHES WATER & SEWER, LTD.  
 4571 S ALVERNON WAY  
 TUCSON AZ 85714-2152  
 520-745-0561 Fax 520-745-4566

SOLD TO: 569050

569050

SHIP TO: 569050

THUNDER RANCH ESTATES LLC/EMPIRITA  
 2090 N KOLB RD  
 TUCSON AZ 85715-4149

7 - 5127 THUNDER RANCH ESTATES LLC/EMPIRITA  
 EMPIRITA WATER CO.  
 14092 E. PLACITA MOCHUELO  
 VAIL, AZ 85641-1426



Ordered By	Telephone	Pricing Branch	Order Date	Purchase Order Number
MIKE	520-746-0661	7116	04/28/06	MIKE
Salesperson	Ship Via	Ship Date	Release Number	
House Sales Person	OT OUR-TRUCK	05/08/06		
Writer	Bill of Lading	Terms		
Timothy Romano		NET 30 DAYS 1.5% SC 15		

Ordered	Shipped	UM	FD	Product Description	Unit Price	UM	Net Amount
4		4ea		NEPTUNE STD T-10 DISC METER 5/8X3/4 CAST IRON BOTTOM, GAL	35.000	ea	140.00
6		6ea		FORD C38-23-1 .625 5/8X3/4X3/4IN METER COUPLING MSNXMIP 1-5/8IN LGTH	4.160	ea	24.96

*Handwritten:* 5/15  
1056

EDT *Signature* *Date*  
 Signature: *Timothy Romano*  
 Date: *5/9/06*

HUGHES SUPPLY STOCKS OVER 350,000 DIFFERENT PRODUCTS FOR TIMELY DELIVERY. NO CREDIT WILL BE ALLOWED FOR GOODS RETURNED WITHOUT OUR PERMISSION. ALL RETURNS SUBJECT TO RESTOCKING, HANDLING AND FREIGHT CHARGES.	Subtotal	164.96
	Tax 1	9.24
	Total	174.20
	Freight Terms / FOB	
Total Amount Due		174.20

"Price quotations for all HDPE and PVC related products are for immediate shipment only. Prices are subject to change without notice, and all quotes remain subject to Hughes' Terms and Conditions of Sale."

**630**

DMD WATER SERVICES  
14092 E. Placita Mochuelo  
Vail, Arizona 85641  
520-647-7205

January 31, 2006

Mr. Jim Vermilyea  
Empirita Water Company

Jim:

Enclosed are the receipts for services rendered, along with the tickets for parts or materials. As marked some are prepaid by me or have been charged to your accounts. The postage was for a small float valve that I don't think they are going to charge us for. They sent us a new one ( I installed) and they expect the old one returned. I charged Mike Haggerty on his water bill for the missing meter fitting, I went to the store to purchase. He busted my chops that it had to be there in the morning because they were going to stucco that day... Still not stuccoed! He has removed the meter box from it's setting. He needs to replace it in a level position and as was in found, condition. If he chooses I will set it, but charge him on the water bill for my labor.

Most of the work orders are for the reservoir valve repair and also the taking out of service for fear of frost. The invoice for the valve bonnet is in this pile of bills. Though we don't have possession yet! Expect receipt on Thursday.

The USA Blue Book purchases, are for the new gauges although the order is not complete. They only billed for the shipped gauge and fittings.

If you recall, I over billed you by one, the number of meters last month, so I reduced the meter charges for this month by one. We are just short of the State requirements of 15 meters to start as a community water supply.

We need to co-ordinate with the engineers and contractors doing the water lines and box setting. The **contractors hooking up to the meters** are required by law to supply a customer side shut off *within* 18" of the meter. (Arizona Administrative Code R14-2-405 Section B -3) The preferred valve would be a Mueller or Ford Ball valve of the appropriate size (Ford # B13-332 W/HBS or a Mueller # B24351 W/ Handle) and the preferred meter boxes are Mid-City plastic meter box # MSBC 1118-12 for a single 5/8 x 3/4 " meter or a MSBC 1416 for two meters side by side with a 7" angle meter stop!

All parts and labor for the month of January are \$956.97

14 meters X \$8.75 \$122.50

Well retainer X2 = \$200.00

	-	\$1279.47
Credit	( \$	8.75)
<b>Total Due</b>		<b>\$1,270.72</b>

Submitted  
Mike Leider



DMD WATER SERVICES  
14092 E. Placita Mochuelo  
Vail, Arizona 85641  
520-647-7205

February 28, 2006

Jim,

Enclosed are charges for the month of February 2006, services. Most time was spent on the reservoir valve and the adjustments. I believe the reservoir is now set properly and the levels are maintaining themselves at 8.5 feet. This is about the maximum level we can run at without overflowing. Overflow is 9 feet.

We purchased two gauges for the well Hydro Tanks but need to get valves to isolate the gauges for repairs or replacement in the future. I am enclosing the February customer charges sheet with their current amounts that were billed. Haggerty and Saran did not get billed per your direction, however were they to pay, you have the amounts that are current and due including late charges and reconnect fees.

Well Retainer	\$200.00
Meter Reads and billing X 14	122.50
Labor hours (Adjusted)	360.00
USA Blue Book (Gauges)	106.43
Water Sampling	90.00
	-----
	\$878.93

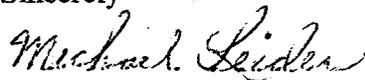
We are right at the limit before becoming a community water supply (15 customers). That's when we will be subjected to inspection. Can you get Ramon to rake around the reservoir, there are a lot of construction debris, cinder block, fence fittings, large rocks, etc.

Please remind Haggerty to rebury the meter box that HE removed.

Please remind Devin to install screens on air releases.

Any questions about the month please call .

Sincerely



Mike Leider

DMD WATER SERVICES  
14092 E. Placita Mochuelo  
Vail, Arizona 85641  
520-647-7205

April 1, 2006

Jim:

Enclosed are the receipts for Empirita Water expenses. The USA Blue Book was charged on my credit card. The items were meter locks and a special key.

Grand Canyon Pump sold me the compressor rebuild parts with outrages shipping charges. The Home Depot receipt is just some plumbing fittings for the hydro-tank and blow off pipe.

I worked on Emergency Operation Plan required by the state. I still need additional information to be made a part of the report. You need to supply me with a site plan for phase one (91 lots). I need to mark the plan with the required sampling sites (4) and submit with other reports.

Our friend Ray Morgan from ADEQ, sent us a letter with our NOC's. The most major issue with the ADEQ is the Approval of Construction that needs to be obtained. We need an Engineers Certificate of Completion, As Built drawings, and the form that was not included with my copy of the letter, was the Quality Control testing results and calculations. Including pressure and microbiological testing and disinfection residual levels. I am not sure just what that all entails! We have had Bacti tests performed monthly and have been able to pass successfully. There will come the time(maybe now) that we need to perform the everything test, ie: Nitrates, Nitrites, Arsenic, Lead and Copper etc. This is the test that I spoke to you about in the past.

We do need to co-ordinate with each other relative to the requirements of the ADEQ. This is the time that they will start to put pressure on us. The sooner we comply the easier it will be.

I see that construction has started with the new road and pipe is being laid. I was under the impression that we would confer with the water engineer. I did not want you to experience the same mistakes that were on the previous projects, additionally the service connections need to have a specification required of the contractor that is in our best interest. Materials, locations, sizes, etc. The bare minimum would have the development and the water plan reviewed by your operator.

Monthly Charges:	Well retainer	\$200.00
	Meter Reads 14@ 8.75	\$122.50
Tickets:	March 4, 2006	\$ 90.00
	March 20,2006	\$ 90.00
	March 22,2006	N/C
	March 22,2006	\$180.00
	March 25,2006	\$ 90.00
	March 29,2006	\$120.00
	Home Depot	\$ 5.50
	USA Blue Book	\$103.54
	Grand Canyon Pump	\$ 92.68
	Emergency Operation Plan	\$ 60.00
		-----
	Total	\$1154.22

If any questions, please call me. Thanks

MikeL  
DMD WATER SERVICES

DMD WATER SERVICES  
14092 E. Placita Mochuelo  
Vail, Arizona 85641  
520-647-7205

April 30, 2006

Jim;

Enclosed are the current months labor charges. Regretfully the air compressor has caused a lot of problems. Hopefully this will be eliminated in the near future with the arrival of the new Quincy air compressor. Quoted to us, was a three week delivery. Hope it's on time. Will take some days to install.

I repaired the little compressor again when you called last week. The plastic air line blew a hole in itself? Devin was not able to bring his air compressor over as it was broken and his crew went home already. I brought my personal compressor from home over, and Jerry rigged it to the electric panel. I charged up the system to get it working. It might hold up until the new one arrives, (if the plastic air lines hold up.)

The Quincy quote was for \$1945.00 plus shipping. They don't know the shipping charge yet but estimate it to be in the \$300.00 area .(From Quincy Illinois). I added a coalacer to the charges as it would be required to remove the oil film from the air and not get in the Hydropneumatic tank. (\$165.00)

I modified my labor charges to reflect sitting around time waiting for system pressure to develop.

**April 13, 2006** (Ticket enclosed) Recharge hydro tank and fill with air. 8 ¼ hrs. @

**\$45.00 = \$371.25**

**April 18, 2006** (Ticket enclosed) Repair compressor line w/ new brass fittings. Went to Benson to purchase spare fuses for the # 2 pump, Installed water meter on lot # 73 Took monthly water sample to laboratory. 5 hours at \$60.00 = **\$300.00**

**April 28, 2006** (Ticket enclosed) Repair blown out plastic air line, recharge receiver, temporary wire air compressor to power panel. 3 ½ hours @ \$60.00 = **\$210.00**

Repair fittings **\$1.93**

Brass fittings **\$20.14**

ASCO Valve for new air compressor ( Receipt enclosed) **\$120.66**

14 Meters read, billed and mailed @ \$8.75 = **\$122.50**

Well Retainer, Two @ \$100.00 = **\$200.00**

Labor \$1003.75

Parts 142.73

Retainer \$200.00

Total \$1,346.48

Your idea will be a welcome relief using the office lady to receive monies and keep track of who paid. I will meet with her at her convenience to bring her up to date on our procedures. Hopefully we can get this in place this month!

Respectively submitted

  
Mike Leider

**EMPIRITA WATER COMPANY**

	<b>Cash Paid Out</b>	<b>Charge to Empirita</b>
Receipts		
2/22/2006 Aqua Tech Water Samples	\$20.00	
2/20/2006 Compressed Air /Deposit on Compressor (Total \$ 2626.59)	Deposit \$500.00	
1/19/2006 Benson ACE Hdwe. Flex Hose for grease gun		\$5.96
5/2/2006 Benson Hdwe. Brass Fittings / Tubing /		\$11.10
5/5/2006 Fast Signs Well signs// Reservoir Signs	\$121.46	
5/4/2006 Hughes Supply Meters and Fittings		Unknown
5/2/2006 McMaster Supply Vibration Damping Pad/ S.S. Hose Flex/	\$68.09	
5/8/2006 Ace Hdwe. Metal straps for attaching signs	<u>\$6.45</u>	
	\$716.00	\$17.06

**Work Orders:**

	<b>Materials</b>	<b>Labor</b>
5/2/2006 Replace faulty air line with high pressure line/ Recharge Hydrotank/ 5Hrs.	\$1.13	\$240.00
5/19/2006 Greased water pressure pumps (Annual) Install outlet on electric service entrance		\$30.00
5/12/2006 Install water meter Lot # 17 Hung sign on reservoir fence		\$120.00
5/22/2006 Monthly water sample 1 hour		\$60.00
Michele re: Billing 1/2 hour		\$15.00
MMLA Meeting 1 hour		\$30.00
4/25/2006 Install meter Lot # 71 1 hour		\$60.00
	<u>\$1.13</u>	<u>\$555.00</u>

Standard Agreement

5/31/2006 19 meter reads/ billing/ mailing	19 X \$8.75 =	\$166.25
5/31/2006 Well Retainer	2 X \$100.00 =	\$200.00
Annual Emergency Operations Plan Book	2 hours	<u>N/C</u>
		\$366.25

	Labor	Materials	Empirita Water Charges
<b>Totals</b>	\$921.25	\$716.00	17.06
	\$716.00		

**Due** \$1,637.25

DMD WATER SERVICES  
14092 E. Placita Mochuelo  
Vail, Arizona 85641  
520-647-7205

June 30, 2006

Jim;

Enclosed are charges incurred in June. Though the amount is much larger than normal, they are expenses that are one time. We have the final amount for the compressor included as well as the four monitoring stations that you approved. Additionally the backup repair kit came for the reservoir this month. One pump is making noise(#1) but I am going to look into it next week. I will transfer the sampling stations to Devin next week and give him locations for installation.

I was at Red Hawk yesterday the 29<sup>th</sup>. Again to flush the system, I isolated the reservoir from the wells so-as to run some water out of the tank. I am returning to the site tomorrow to work on the compressor install and will monitor the system as well. The **blow off valve box** in front of Jim Kennys' house in the road way needs to be blown out with a compressor to access the valve. Maybe you could convince Devin to do the deed for us.

The charges to Ferguson are for, pipe and fittings, valves, and brass fittings for the air compressor install. There will be left over fittings on some of the stuff but it was cheaper to buy the fittings than to keep running to the store.

We again failed the Bacti test the third time, I flushed the system as I stated before and when I refill the reservoir I will add Chlorine to it to improve our results. Between the hot weather and low turn over, we are ripe for these happenings. I think we might entertain the installation of a chlorinator in the near future. Once we become a community water supply we cannot fail these tests

without multiple retests for two months and the ADEQ watching us periodically.

The charges below are materials and labor as indicated ;

Koraleen Enterprises	\$292.95	
Koraleen Enterprises	\$860.85	
Ferguson Enterprises	\$122.25	
Ferguson Enterprises	\$ 84.61	
ATEL Labs	\$ 20.00	
Grand Canyon Pump & Supply	\$576.07	
Compressed Air Supply	\$2126.59	
McMaster Supply	\$ 32.36	
Ace Hardware	\$ 5.16	
Ace Hardware	\$ 14.19	
Ace Hardware	\$ 26.37	
Work Order 6/14	\$ 30.00	
Work Order 6/16	\$110.00	
Work Order 6/20	\$ 90.00	
Work Order 6/21	\$ 30.00	
Work Order 6/22	\$ 30.00	
Work Order 6/24 *	\$ 90.00	
Work Order 6/24	\$360.00	
Work Order 6/27	\$150.00	
Work Order 6/29	\$180.00	
Ace Hardware (Charged to your Acct.)		\$20.60

---

\$5231.40

Monthly Well retainer

200.00

Meter Service \$8.75 X 18

157.50

---

\$5,588.90

\* With your permission

  
Mike Leider

DMD WATER SERVICES

35750  
5,231.40

**DMD WATER SERVICES**  
**14092 E. Placita Mochuelo**  
**Vail, Arizona 85641**  
**520-647-7205**

August 1, 2006

Jim;

Enclosed are the charges and receipts for the month of July.  
 The Chlorine residuals have improved to acceptable levels and we passed the Bacti test for July. I need to take another sample around the 15 of August.  
 I was at the reservoir last night to check on level and pressure, the Hydro tank had more water in it than I wish, so I will be going out there today to re-adjust the pump switch on the one pump and replace the leaking switch on the other. Then I will Chlorinate.  
 Did you address Devin about the sample stations? As of last night they were not installed yet! At Jim Kenny's the blow off valve box needs to be cleaned out. That is a dead end and will eventually need to be done .Stagnant water!  
 Have not received any drawings or maps for Phase 1 yet....anything in the near future?

<b>Materials:</b>		<b>.Labor:</b>	
Ace Hardware 7/03/06	27.20	July 1, 2006	\$270.00
Ace Hardware 7/19/06	2.15	July 2, 2006	225.00
Ace Hardware 7/23/06	29.71	July 3, 2006	210.00
Home Depot 7/01/06	24.14	July 13, 2006	112.50
Home Depot 7/12/06	39.48	July 15, 2006	75.00
Keenan Supply	85.97	July 23, 2006	120.00
UPS CHARGES	7.12		-----
FED ex Charges	7.79		\$1012.50
	-----		
	\$223.56		

<b>Charges to Empirita Acct.:</b>		<b>Retainer:</b>	
Ace Hardware	17.23	Wells , \$100.00 X 2 =	\$200.00
Ace Hardware	86.48		
ATEL LABS	20.00	<b>Meters Read:</b>	
	-----	21 meters X \$8.75 =	183.75
	\$123.71		-----
			\$383.75

Totals:   \$ 223.56  
           \$ 383.75  
           \$1012.50  
           -----

DUE       \$1619.81

Your July Revenue was \$865.92

Respectfully submitted

  
 Mike Leider

DMD WATER SERVICES  
14092 E. Placita Mochuelo  
Vail, Arizona 85641  
520-647-7205

September 1, 2006

Jim:

Enclosed is a quote for the sampling requirements for the state. I don't know when we will be required to submit them, but the time is near. They are, as I told you / expensive ! (\$3225.00) These are to evaluate the systems chemical make up and establish a base to determine the frequency and type of testing to be required.

There are charges to your account at Hughes for meters and fittings. ATEL labs is in there also for our Bacti test. A Quik Mart bill \$2.75 for Clorox bleach for the reservoir.

Services / two Wells	\$200.00
Meter Reading 21 Meters @ \$ 8.75	183.75
Work Order August 14, 2006	150.00
Work Order August 19, 2006	90.00
Work Order August 31, 2006	150.00
	<hr/>
	\$593.75
Graybar Electric / Pressure Switch #1 Pump	\$70.80
Quik Mart / Clorox	2.75
	<hr/>
Total Due	\$667.30

DMD WATER SERVICES  
14092 E. Placita Mochuelo  
Vail, Arizona 85641  
520-647-7205

September 29, 2006

Jim:

The girls in the office tell me that they were unhappy with the Quickwater billing system! They have tried one other system and were not happy with that one either! They are now using Quikbooks and will seek out another vender. I recommended "Billmaster 6", it is what Vail Water uses and they are happy with it. I told Michele about it and will get them information if they choose.

I faxed you the engineered canopy drawings. Tell me if it seems of interest. Thought we might wait until spring before proceeding with it if you choose to go ahead, or it can be added to the future tank construction site.

The invoice for Graybar electric is for a switch, I installed on the air compressor, (Hand /OFF/ Auto).

I sent you my Visa statement showing that switch and another charge for a company called Geo. Allan. The Geo. Allan Co. sold us the controls I had discussed for the pump / air compressor controls. They made it a partial shipment so all of the \$535.69 does not show but was paid on two different statements.

Enclosed is the August results for the water sample, shows good! However we had to Chlorinate the water to get it to pass. With temperatures dropping we might hold our Chlorination a little longer. I purchased a small Chlorine test kit (\$7.02) bill enclosed.

Materials: Chlorine test kit	7.02
Geo. Allan Co.	535.69
Graybar Electric	39.61

Labor Charges: September 6, 2006	30.00
September 7, 2006	240.00
September 18, 2006	60.00
September 26, 2006	120.00

Monthly Retainer: 2 Wells	200.00
Meter Reading Service	155.25
23 X \$6.75	

Total

\$1387.57

Jim,

We were charging \$8.75 per meter, however now that you are doing your own billing I reduced the charges to the below figures.

1 thru 30 meters	6.75
31 thru 60 meters	6.50
61 up	6.25

Electronic reads would reduce the rate by \$1.00 per unit.  
I hope this adjustment meets with your approval.

  
Michael Leider

DB/A DMD WATER SERVICES

DMD WATER SERVICES  
14092 E. Placita Mochuelo  
Vail, Arizona 85641  
520-647-7205

November 1, 2006

Jim:

Charges for services at Red Hawk Ranch.

10-13-06 Ace Hardware Wire	\$ 5.95
10-14-06 Install Hand Off Auto switch on compressor	\$135.00
10-23-06 Pull water sample from lot # 17 Take to Lab	\$140.00
10-25-06 Conference with Ray Morgan/ ADEQ 1 Hour	\$ 30.00
10-25-06 Duplicate Maintenance Manual / ADEQ request 1 hour labor and 39 pages of print	\$ 35.00
10-31-06 Reservoir level malfunction due to no power at well site. Trouble shoot and get # 1 pump running	\$210.00
11-01-06 Retrieve fuses from Graybar electric and install	\$ 60.00
10-31-06 Meter Reading X 24 at \$6.75 each	\$162.00
10-31-06 Well retainer \$100.00 X 2 =	\$200.00
11-01-06 Graybar Electric Materials	\$ 27.42
	-----
Total	\$1005.34

Jim,

It was only luck that we discovered the NO WATER in the reservoir and the hydro tank near empty. It should show the need for a telemetry system in the future! Please discuss this with Jason for future expansion.

MikeL

*Pd.  
11/8  
# 1103*

DMD WATER SERVICES  
14092 E. Placita Mochuelo  
Vail, Arizona 85641  
520-647-7205

November 30, 2006

Jim Vermilyea:

Charges for Red Hawk Ranch November 2006

11-09-06	Monthly water sample	\$110.00
11-13-06	Purchase galvanized pipe caps	\$ 15.09
11-24-06	Paint # 1 Pressure Pump Remove Lot # 63 Water Meter Shopping for fittings	\$ 75.00
11-25-06	Purchase Insulating Blanket	\$ 19.45
11-27-06	Insulated 4" valve at reservoir Insulated Backflow Preventor Painted # 2 Pressure Pump	\$105.00
11-29-06	Ferguson Supply / Insulation	\$ 28.75
11-29-06	Wrap piping on Backflow Preventor	\$ 45.00
11-29-06	Acc / Glue (Pliobond)	\$ 7.56
11-30-06	Well Retainer \$100.00 X 2 -	\$200.00
11-30-06	Meter Reads X 24 @ \$6.75	\$162.00
	Total	\$767.85

**WESTERN LAND INVESTMENTS, INC.  
2850 E. SKYLINE DRIVE, SUITE 100  
TUCSON, ARIZONA 85718  
(520) 544-5610**

**INVOICE**

**To:**

EMPIRITA WATER COMPANY, LLC  
2090 N. Kolb Rd., Suite 120  
Tucson, Arizona 85715

Bookkeeping and Administrative Services August 1, 2006 through  
November 30, 2006.

53.85 Hours

**Total due: \$1884.75**

DMD WATER SERVICES  
14092 E. Placita Mochuelo  
Vail, Arizona 85641  
520-647-7205

December 31, 2006

Jim Vermilyea,

Jim enclosed are the receipts for merchandise purchased and services performed  
this month.

USA BLUE BOOK	\$ 69.03
USA BLUE BOOK	\$ 53.50
Arizona Water Works	\$165.39
Dec 6, Ticket Water Sample to lab	\$110.00
Dec 12, Ticket	\$180.00
Dec 13, Ticket	\$ 60.00
Dec 14, Ticket	\$120.00
Dec 21, Ticket	\$120.00
Dec 26, Ticket	\$200.00
Monthly Well Retainer /Two wells	\$200.00
Meter reads X 23 @ \$6.75	\$155.25
Total	<u>\$1433.17</u>

Thank You

  
Mike Leider  
DMD WATER SERVICES

Empirita Water Company  
 2090 N. Kolb Rd., #120  
 Tucson AZ 85715

March 31, 2006

Professional Services

	<u>Hrs/Rate</u>	<u>Amount</u>
3/8/2006 Book. & Compil. MEET WITH CLIENT.	0.50 140.00/hr	NO CHARGE
3/14/2006 Book. & Compil. PREPARATION OF FINANCIAL STATEMENTS.	4.00 95.00/hr	380.00
Book. & Compil. CONSIDER BOOKKEEPING CLASSIFICATIONS.	0.25 140.00/hr	35.00
3/27/2006 Book. & Compil. DISCUSS OUTSTANDING ITEMS WITH JIM.	0.25 140.00/hr	35.00
Book. & Compil. PREPARATION OF FINANCIAL STATEMENTS; REVIEW CLIENT DOCUMENTS.	2.00 95.00/hr	190.00
3/28/2006 Utility Reports PREPARATION OF UTILITY REPORTS.	1.50 95.00/hr	142.50
Partnership tax PREPARATION OF PARTNERSHIP TAX RETURNS.	1.50 95.00/hr	142.50
3/30/2006 Utility Reports REVIEW REPORTS.	0.25 190.00/hr	47.50
Partnership tax REVIEW TAX RETURNS.	0.50 190.00/hr	95.00

	<u>Hrs/Rate</u>	<u>Amount</u>
3/30/2006 Book. & Compil. REVIEW BOOKS.	1.50 140.00/hr	210.00
Utility Reports REVIEW ACC & ADOR REPORTS.	1.00 140.00/hr	140.00
Partnership tax FINAL REVIEW.	0.25 190.00/hr	47.50
Utility Reports PREPARATION OF UTILITY REPORTS.	1.00 95.00/hr	95.00
Corporation Tax PROCESS RETURNS; UTILITY REPORTS.	0.50 40.00/hr	20.00
For professional services rendered	<hr/> 15.00	<hr/> \$1,580.00
Additional Charges :		
3/28/2006 COMPUTER PROCESSING FEE.		75.00
Total additional charges		<hr/> \$75.00
Total amount of this bill		<hr/> \$1,655.00
Balance due		<hr/> <hr/> \$1,655.00

LAWRENCE V. ROBERTSON, JR.  
Of Counsel  
MUNGER CHADWICK, P.L.C.  
P.O. Box 1448  
Tubac, Arizona 85646  
(520) 398-0411

Invoice submitted to:

Jim Vermilyea  
Thunder Ranch Estates, LLC  
2090 N. Kolb Road, Suite 120  
Tucson AZ 85715

April 15, 2006

In Reference to: Billing Period from March 16, 2006 through April 15, 2006.  
Invoice # 11593

For work relating to Empirita Water Company

cc: Louis L. Christensen, President  
Western Land Investments, Inc.  
6850 N. Oracle Road  
Tucson, Arizona 85704

Professional Services

		<u>Hours</u>	<u>Amount</u>
	<u>OSC</u>		
4/3/2006	LVR Telephone conference with David Ronald, Legal Division, Arizona Corporation Commission, discussing March 28, 2006 Complaint and Order to Show Cause against Empirita Water Company for failure to file 2002 Annual Report.	0.20	55.00
4/5/2006	LVR Telephone conference with Kim Batista and Renee De La Fuente of Arizona Corporation Commission staff (i) making arrangements for Empirita Water Company to file Delinquent Annual Reports, and (ii) discussing procedures for having water company removed from pending Order To Show Cause proceeding list of parties.	0.40	110.00
SUBTOTAL:		[ 0.60	165.00]
For professional services rendered		0.60	\$165.00

*AL* 4/25  
1050

Jim Vermilyea

Page 2

Additional Charges :

	<u>Amount</u>
4/15/2006 Fax	17.00
Xerox	5.90
Postage	1.26
Total costs	<u>\$24.16</u>
Total amount of this bill	\$189.16
Previous balance	\$878.29
3/27/2006 Payment - thank you. Check No. 1043	<u>(\$878.29)</u>
Total payments and adjustments	<u>(\$878.29)</u>
Balance due	<u><u>\$189.16</u></u>

STATEMENT DUE ON RECEIPT. STATEMENTS NOT PAID IN FULL WITHIN THIRTY (30) DAYS AFTER INITIAL CHARGE WILL ACCRUE INTEREST OF 1 1/2% ON UNPAID BALANCE OR AN ACCOUNTING FEE OF \$50.00 PER MONTH, WHICHEVER IS GREATER. WE RESERVE THE RIGHT TO TURN ACCOUNTS NOT PAID IN A TIMELY MANNER OVER TO A COLLECTION AGENCY.

PLEASE MAKE CHECKS PAYABLE TO LAWRENCE V. ROBERTSON, JR.

# CHARVOZ MAY & COMPANY, PC

Certified Public Accountants - Business Consultants

Charles L. Charvoz  
E. Joe May

Lynne A. Himmer  
Henry J. Fortino

EMPIRITA WATER COMPANY, LLC  
C/O MR. JAMES VERMILYEA  
2090 N. KOLB ROAD, SUITE 120  
TUCSON, AZ 85715

**Invoice Date:** April 30, 2006  
**Invoice Number:** 00118652  
**Client Number:** 31002 000

PLEASE DETACH TOP PORTION OF INVOICE AND SEND WITH YOUR PAYMENT.

*For professional services rendered for the period ending April 30, 2006*

VARIOUS MEETINGS WITH JIM V., LOU C. AND MICHELE W. TELEPHONE CALL TO TAX PREPARER TO OBTAIN CORRECTED K-1 FOR 2005. EVALUATION OF BEST METHOD TO HANDLE ACCOUNTING AND ADMINISTRATION.	\$ 400.00
---	-----------

<b>Total Invoice Amount</b>	<u>\$ 400.00</u>
-----------------------------	------------------

**LAWRENCE V. ROBERTSON, JR.**  
 Of Counsel  
**MUNGER CHADWICK, P.L.C.**  
 P.O. Box 1448  
 Tubac, Arizona 85646  
 (520) 398-0411

Invoice submitted to:

Jim Vermilyea  
 Thunder Ranch Estates, LLC  
 2090 N. Kolb Road, Suite 120  
 Tucson AZ 85715

May 15, 2006

In Reference to: Billing Period from April 16, 2006 through May 15, 2006.  
 Invoice # 11614

For work relating to Empirita Water Company

cc: Louis L. Christensen, President  
 Western Land Investments, Inc.  
 6850 N. Oracle Road  
 Tucson, Arizona 85704

Professional Services

	<u>Hours</u>	<u>Amount</u>
<u>OSC</u>		
4/17/2006 LVR Telephone conference with Kim Battista, Utilities Division, Arizona Corporation Commission, discussing (i) filling of Arizona Corporation Commission Annual Report for 2002 and 2005 and (ii) removal of Empirita Water Company from list of water companies subject to Order to Show Cause Complaint.	0.10	27.50
5/1/2006 LVR Telephone conference with Kim Battista, Utilities Division, Arizona Corporation Commission, confirming Empirita Water Company's name has been removed from list of water utilities subject to Arizona Corporation Commission Staff's Order to Show Cause request.	0.10	27.50
<b>SUBTOTAL:</b>	0.20	55.00
For professional services rendered	0.20	\$55.00
Previous balance		\$189.16
5/15/2006 Payment - thank you. Check No. 1050		(\$189.16)
Total payments and adjustments		(\$189.16)

1058

PH  
 5/30/06

Jim Vermilyea

Page 2

Balance due

Amount

\$55.00

STATEMENT DUE ON RECEIPT. STATEMENTS NOT PAID IN FULL WITHIN THIRTY (30) DAYS AFTER INITIAL CHARGE WILL ACCRUE INTEREST OF 1 1/2% ON UNPAID BALANCE OR AN ACCOUNTING FEE OF \$50.00 PER MONTH, WHICHEVER IS GREATER. WE RESERVE THE RIGHT TO TURN ACCOUNTS NOT PAID IN A TIMELY MANNER OVER TO A COLLECTION AGENCY.

PLEASE MAKE CHECKS PAYABLE TO LAWRENCE V. ROBERTSON, JR.

**635**

# Aerotech Environmental

REMIT TO: **Aerotech Laboratories, Inc.**  
Dept. LA 22359  
Pasadena, CA 91185-2359  
TEL: (800) 651-4802

## INVOICE

INV DATE: *January 23, 2006*  
Print DATE: *January 23, 2006*

**Invoice No: 73024605**

Invoice TO: **Empirita Water Co. LLC**  
2090 N. Kolb Rd., Ste. 120  
Tucson, AZ 85715

Attn: **James V.**  
Phone: **520-885-1666**

Work Order: **06010136**

Order Name **Water Testing**

PO Number:

Date Received **1/18/2006**

Item	Remarks	Matrix	Qty	Unit Price	Mult	Quoted	Test Total
COLIFORM, Total		Aqueous	1	\$20.00	1	\$20.00	\$20.00

**Subtotal: \$20.00**

Discount: 0.00%

Surcharge: 0.00%

Misc Charges: \$0.00

**Payment Received: \$0.00**

**INVOICE Total: \$20.00**

Miscellaneous Comments:

All invoices are due and payable net 30 days. Payment must be received by the due date or any discount is void.

**Aerotech Environmental**

REMIT TO: **Aerotech Laboratories, Inc.**  
Dept. LA 22359  
Pasadena, CA 91185-2359  
TEL: (800) 651-4802

**INVOICE**

INV DATE: *March 22, 2006*  
Print DATE: *March 22, 2006*

**Invoice No: 73027466**

Invoice TO: **Empirita Water Co. LLC**  
2090 N. Kolb Rd., Ste. 120  
Tucson, AZ 85715

Attn: **James V.**  
Phone: **520-885-1666**

Work Order: **06030147**                      Order Name **Model Home**  
PO Number:                                      Date Received **3/20/2006**

Item	Remarks	Matrix	Qty	Unit Price	Mult	Quoted	Test Total
COLIFORM, Total		Aqueous	1	\$20.00	1	\$20.00	\$20.00

**Subtotal: \$20.00**  
Discount: 0.00%  
Surcharge: 0.00%  
Misc Charges: \$0.00  

---

**Payment Received: \$0.00**  
**INVOICE Total: \$20.00**

Miscellaneous Comments:

All invoices are due and payable net 30 days. Payment must be received by the due date or any discount is void.

# Aerotech Environmental

REMIT TO: Aerotech Laboratories, Inc.  
Dept. LA 22359  
Pasadena, CA 91185-2359  
TEL: (800) 651-4802

## INVOICE

INV DATE: March 24, 2006  
Print DATE: March 24, 2006

Invoice No: 73027634

Invoice TO: Empirita Water Co. LLC  
2090 N. Kolb Rd., Ste. 120  
Tucson, AZ 85715

Attn: James V.  
Phone: 520-885-1666

Work Order: 06030171

Order Name Model Home

PO Number:

Date Received 3/22/2006

Item	Remarks	Matrix	Qty	Unit Price	Mult	Quoted	Test Total
COLIFORM, Total		Aqueous	1	\$20.00	1	\$20.00	\$20.00

Subtotal: \$20.00

Discount: 0.00%

Surcharge: 0.00%

Misc Charges: \$0.00

Payment Received: \$0.00

**INVOICE Total: \$20.00**

Miscellaneous Comments:

All invoices are due and payable net 30 days. Payment must be received by the due date or any discount is void.  
We accept VISA, MC, AMEX and DISCOVER. To make payment please call 623.298.1038.

**Aerotech Environmental, Inc.**

REMIT TO: **Aerotech Laboratories, Inc.**  
Dept. LA 22359  
Pasadena, CA 91185-2359  
TEL: (800) 651-4802

**INVOICE**

INV DATE: *April 21, 2006*  
Print DATE: *April 21, 2006*

**Invoice No: 73028827**

Invoice TO: **Empirita Water Co. LLC**  
2090 N. Kolb Rd., Ste. 120  
Tucson, AZ 85715

Attn: **James V.**  
Phone: **520-885-1666**

Work Order: **06040141**      Order Name: **Deer Run Road**  
PO Number:      Date Received: **4/18/2006**

Item	Remarks	Matrix	Qty	Unit Price	Mult	Quoted	Test Total
COLIFORM, Total		Aqueous	1	\$20.00	1	\$20.00	\$20.00

**Subtotal: \$20.00**  
**Discount: 0.00%**  
**Surcharge: 0.00%**  
**Misc Charges: \$0.00**  

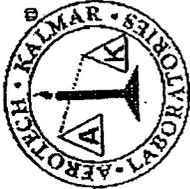
---

**Payment Received: \$0.00**  
**INVOICE Total: \$20.00**

Miscellaneous Comments:

All invoices are due and payable net 30 days. Payment must be received by the due date or any discount is void.  
We accept VISA, MC, AMEX and DISCOVER. To make payment please call 623.298.1038.

*pd. 4/25*  
*1699*



Remittance Address:  
 Aerotech Laboratories  
 Dept. LA 22359  
 Pasadena CA 91185-2359

# Statement of Account

Current Balance Due 20.00  
 Statement Number 676090  
 Date 06/05/06  
 Account [REDACTED]

## ACCOUNT AGING

Current	1 - 30	31 - 60	61 - 90	91 - 120	Over 120
0.00	0.00	20.00	0.00	0.00	0.00

Document Number	Invoice Date	Project Number	Project Name	Task/Release Number	PO Number	Original Amount	Open Amount
73027634	03/24/06					20.00	20.00

Empirita Water Co. LLC

73027634 03/24/06

**Company 00730 Contact Info**

Inquiries for invoice copies should be directed to Brian Bledsoe  
 Phone number: 602-437-3340 Fax number: 623-445-6192  
 E-mail: mhemmerich@sil-inc.com

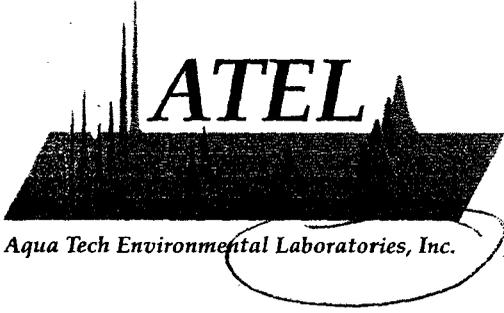
Company Totals: 20.00

12/12  
6/12

20.00

Total Outstanding

If you have recently sent payment on your account, please accept our thanks and disregard this statement.



State Route 100, P.O. Box 76, Melmore, OH 44845  
 1776 Marion-Waldo Rd., P.O. Box 436, Marion, OH 43302  
 2700 E. Bilby Rd. Bldg. A, Tucson, AZ 85706  
 5300 Fulton Drive NW, Canton, OH 44718  
 936 N. Horner Blvd., Sanford, NC 27331

### CASH RECEIPTS

Receipt # \_\_\_\_\_ Date 5-22-06  
 Cash \_\_\_\_\_ VISA  
 Check # \_\_\_\_\_ 052206-02  
 PO # \_\_\_\_\_ 5/22/06 20<sup>00</sup>

Received of: or  Bill To: EMPIRITA WATER CO.  
 Individual or Company Name MIKE LEIDER  
 Address: \_\_\_\_\_  
 \_\_\_\_\_

Remit the following amount \$ 20<sup>00</sup>

Address Sampled: \_\_\_\_\_  
 \_\_\_\_\_  
 \_\_\_\_\_

Commercial ID # \_\_\_\_\_

Office ID # \_\_\_\_\_

(20, 30, 40, 50, 60)

Profit Centers:	<u>20</u>	<u>30</u>	<u>40</u>	<u>50</u>	<u>60</u>	Total
				<u>1 COLL</u>		

# INVOICE

## Aqua Tech Environmental Labs

P.O. Box 436  
Marion, OH 43301-0436  
Phone: (740)-389-5991  
Fax: (740)-389-1481

Invoice Number 319150

Invoice Date 06/16/06

Page 1

SOLD Accounts Payable  
TO Empirita Water Co.  
2090 N. Kolb Rd. Ste. 120  
Tucson, AZ 85715-4149

TERMS Net 30  
DUE DATE 07/16/06

ORDER NUMBER 61535  
CUSTOMER ID T0793

ITEM	ORDERED	SHIPPED	DESCRIPTION	PRICE	AMOUNT	TAX
10580	1.0000	1.0000	Coliform 061506035 02-122	20.0000	20.00	N

**COPY**

**PAST DUE!**  
**WE WOULD APPRECIATE YOUR  
PAYMENT TODAY!**

Thank you for your order  
We appreciate your business  
Please visit us at our web site: [www.atellabs.com](http://www.atellabs.com)

TAXABLE	NONTAXABLE	SALES TAX	MISC	TOTAL
.00	20.00	.00	.00	20.00
PREPAYMENT	.00		NET DUE	20.00

# INVOICE

## Aqua Tech Environmental Labs

P.O. Box 436  
Marion, OH 43301-0436  
Phone: (740)-389-5991  
Fax: (740)-389-1481

Invoice Number 319429

Invoice Date 06/23/06

Page 1

SOLD Accounts Payable  
TO Empirita Water Co.  
2090 N. Kolb Rd. Ste. 120  
Tucson, AZ 85715-4149

TERMS Net 30  
DUE DATE 07/23/06

PO NUMBER 062039  
CUSTOMER ID T0793

ITEM	ORDERED	SHIPPED	DESCRIPTION	PRICE	AMOUNT	TAX
50580	1.0000	1.0000	Coliform 062006039 02-122 #2	20.0000	20.00	N

Thank you for your order  
We appreciate your business  
Please visit us at our web site: [www.atellabs.com](http://www.atellabs.com)

TAXABLE	NONTAXABLE	SALES TAX	MISC	TOTAL
.00	20.00	.00	.00	20.00
PREPAYMENT	.00	NET DUE		20.00

# INVOICE

## Aqua Tech Environmental Labs

P.O. Box 436  
Marion, OH 43301-0436  
Phone: (740)-389-5991  
Fax: (740)-389-1481

Invoice Number 319696

Invoice Date 06/30/06

Page 1

SOLD Accounts Payable  
TO Empirita Water Co.  
2090 N. Kolb Rd. Ste. 120  
Tucson, AZ 85715-4149

TERMS Net 30  
DUE DATE 07/30/06

PO NUMBER 062710  
CUSTOMER ID T0793

ITEM	ORDERED	SHIPPED	DESCRIPTION	PRICE	AMOUNT	TAX
50580	1.0000	1.0000	Coliform 062706010 Empirita Water- Kenny	20.0000	20.00	N

Thank you for your order  
We appreciate your business  
Please visit us at our web site: [www.atellabs.com](http://www.atellabs.com)

TAXABLE	NONTAXABLE	SALES TAX	MISC	TOTAL
.00	20.00	.00	.00	20.00
PREPAYMENT	.00		NET DUE	20.00

# INVOICE

## Aqua Tech Environmental Labs

P.O. Box 436  
Marion, OH 43301-0436  
Phone: (740)-389-5991  
Fax: (740)-389-1481

Invoice Number 320686

Invoice Date 07/21/06

Page 1

SOLD Accounts Payable  
TO Empirita Water Co.  
2090 N. Kolb Rd. Ste. 120  
Tucson, AZ 85715-4149

TERMS Net 30  
DUE DATE 08/20/06

PO NUMBER 071324  
CUSTOMER ID T0793

ITEM	ORDERED	SHIPPED	DESCRIPTION	PRICE	AMOUNT	TAX
50580	1.0000	1.0000	Coliform 071306024 Empirita Water	20.0000	20.00	N

*Handwritten signature and date:*  
8/1

Thank you for your order  
We appreciate your business  
Please visit us at our web site: [www.atellabs.com](http://www.atellabs.com)

TAXABLE	NONTAXABLE	SALES TAX	MISC	TOTAL
.00	20.00	.00	.00	20.00
PREPAYMENT	.00	NET DUE		20.00

# INVOICE

## Aqua Tech Environmental Labs

P.O. Box 436  
Marion, OH 43301-0436  
Phone: (740)-389-5991  
Fax: (740)-389-1481

Invoice Number 320686

Invoice Date 07/21/06

Page 1

SOLD Accounts Payable  
TO Empirita Water Co.  
2090 N. Kolb Rd. Ste. 120  
Tucson, AZ 85715-4149

TERMS Net 30  
DUE DATE 08/20/06

PO NUMBER 071324  
CUSTOMER ID T0793

ITEM	ORDERED	SHIPPED	DESCRIPTION	PRICE	AMOUNT	TAX
50580	1.0000	1.0000	Coliform 071306024 Empirita Water	20.0000	20.00	N

*copy*

Thank you for your order  
We appreciate your business  
Please visit us at our web site: [www.atellabs.com](http://www.atellabs.com)

TAXABLE	NONTAXABLE	SALES TAX	MISC	TOTAL
.00	20.00	.00	.00	20.00

PREPAYMENT	.00	NET DUE	20.00
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**408.11**

# 2006 PROPERTY TAX NOTICE

ARIZONA

PARCEL #	AREA CODE	PRIMARY TAX RATE PER \$100 ASSESSED VALUE	SECONDARY TAX RATE PER \$100 ASSESSED VALUE	IRRIGATION DISTRICT \$ PER ACRE	PRIMARY PROPERTY TAX	
124-01-162 6	0900	9.2354	3.4504		73.88	
					LESS STATE AID TO EDUCATION	0.00
					NET PRIMARY PROPERTY TAX	73.88
					SECONDARY PROPERTY TAX	27.62
					SPECIAL DISTRICT TAX	0.00
					TOTAL TAX DUE FOR 2006	101.50

	VALUE IN DOLLARS	ASSMT %	ASSESSED VALUE	EXEMPTIONS	TAX RATE	NET ASSESSED	
PRIMARY LAND, BLDGS, ETC	5,000	16.0	800	0	9.2354	73.88	
PRIMARY PERSONAL PROPERTY	0	0.0	0	0	0.0000	0.00	
PRIMARY TOTALS	5,000		800	0		73.88	
SECONDARY LAND	5,000	16.0	800	0	3.4504	27.62	
SECONDARY BLDGS, ETC	0	0.0	0	0	0.0000	0.00	
SEC. PERSONAL PROPERTY	0	0.0	0	0	0.0000	0.00	
SECONDARY TOTALS	5,000		800	0		27.62	

LEGAL DESCRIPTION:  
 MARSHAL TRACT # 1778  
 MARSHAL TRACT # 1778  
 MARSHAL TRACT # 1778

THIS IS THE ONLY NOTICE YOU WILL RECEIVE

Marsha Bonham  
 Cochise County Treasurer  
 PO Box 1778  
 Bisbee AZ 85603-2778

JURISDICTION	2006 TAXES	2005 TAXES
02000 COCHISE COUNTY	23.33	23.50
07009 BENSON SD #9	52.22	50.80
08150 JUNIOR COLLEGE	14.29	14.29
10252 SP VALLEY HOSP	7.20	7.20
11900 FIRE DIST ASST	0.74	0.72
14900 LIBRARY DIST	1.24	1.24
15000 FLOOD CONTROL	2.08	2.08
30000 JOINT TECHNOLOGY	0.40	0.40
02001 SCH EQUALIZATION	0.00	3.49
<b>TOTALS</b>	<b>101.50</b>	<b>103.72</b>

*Cooper & Wether*  
 Co.

THIS IS A  
 CALENDAR YEAR  
 TAX NOTICE

124-01-162 6



0050877 01 AV 0.293 \*\*AUTO T7 0 0786 85715-380790

TITLE SECURITY AGENCY TR #711  
 6390 E TANQUE VERDE RD  
 TUCSON AZ 85715-3807

### PAYMENT INSTRUCTIONS

To pay the 1st half installment, send the 1st half coupon with your payment postmarked no later than Nov. 1, 2006. To pay the 2nd half installment, send the 2nd half coupon with your payment postmarked no later than May 1, 2007. To pay taxes for the full year if the entire amount billed exceeds \$100, send the 1st half coupon with your payment postmarked no later than Dec. 31, 2006. Delinquent interest will be waived.

Make your check payable to and mail to:

Marsha Bonham  
 Cochise County Treasurer  
 PO Box 1778  
 Bisbee AZ 85603-2778

PLEASE INCLUDE YOUR  
 PARCEL NUMBER  
 ON YOUR CHECK.

THERE WILL BE A CHARGE FOR EACH RETURNED CHECK  
 AND YOUR TAXES WILL REVERT TO AN UNPAID STATUS.

INQUIRY  
Cashier: BCO

COCHISE COUNTY TAX INQUIRY

TXPyInqRG

Parcel: 904 20 900 00 3 Yr: 2006  
Legal Desc: TOTAL VALUE OF OPERATING PROPERTY

Roll#: 01-17553  
Area: 0900  
Sec Code: 718C24

Name 1 : EMPIRITA WATER COMPANY LLC  
Name 2 : C/O JAMES L VERMILYEA/MANAGING PARTNER  
Name 3 : \_\_\_\_\_  
C/O Name : \_\_\_\_\_  
Addrsss : 2090 N KOLB ROAD, SUITE 120  
City,St,Zip: TUCSON AZ 85715

	Taxes Remaining	Fees Pd	Int Pd	Pen Pd	Taxes Paid
1st Half:	<u>.00</u>	<u>.00</u>	<u>.00</u>	<u>.00</u>	<u>215.31</u>
2nd Half:	<u>.00</u>	<u>.00</u>	<u>5.75</u>	<u>.00</u>	<u>215.31</u>

1st Half Paid By: EMPIRITA WATER CO LLC Date Pd: 10.31.2006 AME  
2nd Half Paid By: EMPIRITA WATER COMPANY LLC Date Pd: 6.19.2007 KWI  
1st Half Int Due: .00 1st Half Pen Due: .00  
2nd Half Int Due: .00 2nd Half Pen Due: .00

Option:     
P H F5-Legal Desc F10-Roll Info

F3-Return  
F12-Step back

COCHISE COUNTY TREASURER  
Receipt of Taxes Paid

Date: 31 Oct 2006 Time: 12:12:25

Page: 1  
Cashier: AME

Tax Year	Parcel	Portion	Roll #	Tax Paid	Interest Paid	Penalty Paid	Paid
2006	90420900003	1	01-17553	215.31			215.31
2006	12401162006	1	00-59576	50.75			50.75

Payment type: Check# 1101

Payment Received: \$ 266.06

Base tax due: .00  
Notes:

Received from:

EMPIRITA WATER CO LLC  
2850 E SKYLINE, #100  
TUCSON AZ 85718