

ORIGINAL



0000125786

ROSHKA DeWULF & PATTEN

ROSHKA DeWULF & PATTEN, PLC
ATTORNEYS AT LAW
ONE ARIZONA CENTER
400 EAST VAN BUREN STREET
SUITE 800
PHOENIX, ARIZONA 85004
TELEPHONE NO 602-256-6100
FACSIMILE 602-256-6800

RECEIVED

28De

2006 JUL 14 P 3:45

AZ CORP COMMISSION
DOCUMENT CONTROL

July 14, 2006

Arizona Corporation Commission

DOCKETED

JUL 14 2006

Hand-Delivered

Mr. James Dorf
Utilities Division
Arizona Corporation Commission
1200 West Washington
Phoenix, Arizona 85007

| | |
|-------------|----|
| DOCKETED BY | ne |
|-------------|----|

RE: Sabrosa Water Company - Docket Nos. W-02111A-06-0361

Dear Mr. Dorf:

Enclosed is the information that you requested in your June 29, 2006 letter to Sabrosa Water Company in the above-captioned docket. We are providing specific responses to the individual requests along with supporting attachments.

Please contact me if you have any questions.

Sincerely,

Michael W. Patten

MWP:mi
Enclosures
cc: Jim Beechey

Original and 13 copies
filed this 14th day of July, 2006
with Docket Control

Sabrosa Water Company
Docket No. W-02111A-06-036 1
Staff's First Set of Data Requests
July 14, 2006

1. Please provide current copies of the appropriate MCESD and/or ADEQ compliance status reports as explained in the Water Rate Application Checklist.

Response: Please see Exhibit A.

2. Please provide a copy of the Arizona Department of Revenue (ADOR) Certificate of Compliance Letter of Good Standing as explained in the Water Rate Application Checklist.

Response: Sabrosa Water Company cannot obtain a Compliance Letter of Good Standing as it is delinquent in paying property taxes.

3. Please provide the 2006 ADEQ Monitoring Assistance Program annual sampling fee invoice.

Response: Please see Exhibit B.

4. Please confirm that no plant records exist for periods prior to Global's appointment as interim manager.

Response: While Global received certain operational records from the previous Interim Manager, there was no detailed financial documentation provided. In addition, the Test Year represents only that period within which Global was operating as the Interim Manager.

5. Please confirm whether the Zorrillo and Sabrosa wells were in service during the test year, and the Wright well was not.

Response: The Wright Well was isolated 12 March 2005, and therefore has not been operated in the Test Year. The Wright Well was re-introduced as an active well on 26 June 2006 as a result of the failure of the water level at the Zorrillo Well (See Exhibit C).

6. Exhibit 2, page 15, Utility Plant in Service: the amount for account 301, Organization Costs, please provides invoices for any amounts greater than \$150.00.

Response: The \$8500.50 amount consists of the legal fees associated with the establishment of the Interim Management Agreement for Sabrosa Water Company. A copy is enclosed at Exhibit D.

7. Exhibit 2, page 15, Utility Plant in Service: the amounts for accounts 320, Water Treatment Equipment, and 348, Other Tangible Plant, are \$41,162.92 and \$38,327.10 respectively; however, invoices for these accounts only total \$21,853.17 and \$12,793.66 respectively. Please explain, and provide ALL invoices greater than \$150.00.

Response: Several invoices were inadvertently omitted from the original application. Please see Exhibit E.

8. Exhibit 1, page 4 of Status Report, under Negative Financial Condition it is stated that "Global lost \$130,316.15 over the first year of operation." Please explain if SWC is legally responsible to Global for debt in which proceeds were used in the provision of public utility service. Is this obligation recorded in SWC books, and if so, in what account.

Response: In accordance with the terms of the Interim Management Agreement (1 February 2005), losses incurred by Global on behalf of Sabrosa Water Company are considered a debt of Sabrosa Water Company. These losses are shown in account 241 Miscellaneous Current and Accrued Liabilities.

9. Exhibit 2, page 22, Balance Sheet: please explain the nature of the obligations composing the account 241 Miscellaneous Current and Accrued Liabilities balance of \$187,718. If these obligations have existed greater than twelve months and will not be met with current funds, and were incurred in the provision of public utility service please include the obligations on the attached page 23, Supplemental Financial Data.

Response: Please see response to Question 8. The portion that has existed for greater than 12 months is \$32,229.44. This has been added to the Supplemental Financial Data (Exhibit F).

10. Please provide a copy of the customer notification letter with a notarized cover letter stating the method of customer notification and the date the notification was sent to the customer, as explained in the General Instruction section of the rate application.

Response: To date a separate notification has yet to be mailed to Sabrosa Water Company customers. Global will complete the mailing no later than 21 July 2006.

11. Please complete the attached pages 3, 4, 5, 6, 7, and 23 as required in the standard rate application forms.

Response: Please see Exhibit F.

12. Exhibit 6, History Bill Count Report: the bill counts submitted do not generate the Metered Water Revenue as recorded on page 19, Comparative Statement of Income and Expense. Please reconcile and explain.

Response: This question is not understood.

13. Exhibit 5, Current and Proposed Service Charges: there are no proposed charges for 5" Meter Turbo, and 5" Meter Compound. Please correct.

Response: Five inch (5") meters are not constructed as industry standard equipment and therefore it is not practical to include this equipment in the tariff.

14. Exhibit 4, Water Use Data Sheet: including the 33,640 gallons as part of flushing the Wright Well, our water usage analysis shows that the Company has a 20% water loss during the test year, which exceeds the recommended limit of 10%. Please confirm that the water usage data is correct.

Response: The water usage is correct as metered from the well meters and the residential consumption meters. Staff is correct that water losses exceed a typical goal of 10% lost and unaccounted for water. This system suffers from old meters, and old service lines. There is no cash from operations available to execute a comprehensive meter replacement program at this time.

15. The Company's Water Use Data Sheet indicates that arsenic levels in all three of the Company's wells exceed 10 ppb. Please provide a copy of the Company's arsenic removal plan.

Response: Sabrosa Water Company wells produce water that exceeds the new arsenic MCL. At present there are no funds available to install, operate and maintain well head or point of use treatment facilities. Global intends to employ HB 2521 to attempt to access capital for treatment systems.

16. The Company's Water Company Plant Description indicates three fire hydrants. Please provide the Company's fire hydrant flow reservation (in number of gallons per minute and how many hours).

Response: Sabrosa Water Company maintains NO fire flow capability. The fire hydrants exist but have been isolated from the system. The local fire department has been informed of this situation.

17. The Company's Other Water Sources indicates that 17,500 gallons were delivered from Anthem in February 2005. Please confirm that this delivery was outside the Test Year, and that no other delivery or purchases of water occurred during the Test Year.

Response: The February 2005 water hauling event was outside the Test Year, as was the hauling that took place in June 2006.

18. On page 5 of 6 of Exhibit 1, Status Report, the Company states "The Wright Well remains isolated from service as required by MCESD". Please provide documentation from MCESD requiring the isolation, and explain how long the well is estimated to be isolated, and if the Company plans to treat the well and when treatment will occur.

Response: As a result of the dramatic drop in aquifer levels the Zorillo Well failed on 24/25 June which again resulted in water hauling activity for several days. As a result of this dire situation, Global was successful in lobbying MCESD to allow for the re-introduction of the Wright Well into the system. Global has no intention at this time to introduce nitrate treatment to the system. Please see Exhibit G and Exhibit C.

EXHIBIT

"A"



PUBLIC WATER SYSTEM COMPLIANCE STATUS REPORT

System Name: Sabrosa Water Co. and Distribution System

PWS ID#: 07-052

Type of System: Community Number of POE's: 3 Surface Water: No
Number of Service Connections: 87 Population Served: 270

Assigned Monitoring Dates - Initial: 1/1/93 Phase II: 1/1/93 Phase V: 1/1/93

Does the water system have a Certified Operator? Yes

Does the system have major treatment plant deficiencies? No

Please describe: (deficiencies from 3/31/05 inspection corrected as per G. Symmonds letter dated 7/22/05)

Date of last inspection: March 31, 2005

Does the system have major O & M deficiencies? No

Please describe: _____

Does the system have water quality monitoring/reporting deficiencies? No

Please describe: Note: current arsenic levels exceed new MCL (.01 mg/l) enforced after 12/31/06; system has been notified of exceedance and treatment recommendations.

General Public Water System Compliance Status? Compliant

Date of compliance review: 05/30/06 By: Mike Mallette Initials: MKM

Phone: (602) 506-6644

Requested By:

Fax Number/ Contact: _____ Tracking Number: 1162
Supervisor Initials: AM Date: 5-31-06

EXHIBIT

"B"

| REF. NO. | INVOICE NO. | INVOICE DATE | INVOICE AMOUNT | AMOUNT PAID | DISCOUNT TAKEN | NET CHECK AMOUNT |
|----------|-------------|--------------|----------------|-------------|----------------|------------------|
| 009178 | 62863 | 1/1/2006 | 473.59 | 473.59 | 0.00 | 473.59 |

THE FACE OF THIS DOCUMENT HAS A COLORED BACKGROUND ON WHITE PAPER - THE BACK CONTAINS AN ARTIFICIAL WATERMARK - HOLD AT AN ANGLE TO VIEW

Sabrosa Water Co., Inc.
 22601 N. 19th Avenue, Suite 210
 Phoenix, AZ 85027
 (623)580-9600

WELLS FARGO BANK, N.A.
 115 Hospital Drive
 Van Wert, OH 45891

56-382/412

002312

| DATE | CHECK NO. | AMOUNT |
|-----------|-----------|---------------|
| 1/18/2006 | 002312 | \$*****473.59 |

PAY Four Hundred Seventy-Three and 59/100----- Dollars

TO THE ORDER OF Arizona Dept of Environmental
 P O Box 18228
 Phoenix, AZ 85005-8228
 United States

BORDER CONTAINS MICROPRINTING

⑈002312⑈

Sabrosa Water Co., Inc.

002312

| | | | | | | | | | | | |
|---------|--------|------------|-----------|----------------|--------|-------------|--------|------------|------|---------------|--------|
| Vendor | AZDEP1 | Check Date | 1/18/2006 | Check Number | 002312 | | | | | | |
| Ref Nbr | 62863 | Inv Date | 1/1/2006 | Invoice Amount | 473.59 | Amount Paid | 473.59 | Disc Taken | 0.00 | Net Check Amt | 473.59 |



**ARIZONA DEPARTMENT OF ENVIRONMENTAL QUALITY
MONITORING ASSISTANCE PROGRAM
ANNUAL SAMPLING FEE INVOICE**



Pursuant to A.R.S. § 49-113, interest will be charged if full payment is not received by the specified due date. If you dispute the amount listed, please contact ADEQ as soon as possible. To reduce interest costs on an unpaid invoice, you may remit an amount that you believe is not in dispute. However, if nonpayment is due to wilful neglect, you may suffer an additional five percent penalty of up to twenty-five percent of the amount due for each month or fraction of a month the amount is past due.

If you have any questions about your invoice, contact W. Scott Steinhagen at (602) 771-4445 or Mike Hill at (602) 771-4518 or toll-free within Arizona at (800) 234-5677, extension 771-4445.

Pursuant to A.R.S. § 49-360 F and A.A.C. R18-4-224 through R18-4-226, "The director shall establish fees for the monitoring assistance program to be collected from all public water systems..."

| | |
|---|---------------------------------|
| Owner Id #: 10228 | Invoice Number 62863 |
| To: GLOBAL WATER MGMT, LLC 22601 N. 19th Ave. Suite 210 PHOENIX, AZ 85027 1-04 602-10444-00-00 ENTERED | Public Water System ID #: 07052 |
| | Billing for Calendar Year: 2006 |
| | Due Date: January 30, 2006 |
| | Total Amount Due\$ 473.59 |
| | Amount Paid\$ |

† Keep the top portion for your records. †

ADEQ Federal Tax #866004791

Annual Sampling Fee Invoice

Invoice # 62863

| | |
|---|---------------------------------|
| GLOBAL WATER MGMT, LLC 22601 N. 19th Ave. Suite 210 PHOENIX, AZ 85027 07052 - Sabrosa Water Co New Riv | Owner Id #: 10228 MAP |
| | Billing for Calendar Year: 2006 |
| | Due Date: 01/30/2006 |

ANNUAL SAMPLING FEE WORKSHEET

For the past several years, the MAP Annual invoice has included a credit to refund surplus dollars above the cost, at the rate of fifty cents (50¢) per connection. This process is changing. Instead, a refund check will be issued to all eligible water systems by April 1, 2006. We ask you to be patient and wait until after April 1 to call with questions on the refund.

Company ID 6006
 Account Code MAP testing-annual fee
 Signature [Signature]
 Date 1-5-06

| | | |
|--|----|--------|
| Base Fee (all MAP systems) | \$ | 250.00 |
| Fee per Connection in 2006. 87 connections X \$ 2.57 | \$ | 223.59 |
| Total Sampling Fee | \$ | 473.59 |
| Plus Paid Interest Charges and/or Other Adjustments | \$ | 0.00 |
| Plus Unpaid Interest Charges as of 12/15/2005 | \$ | 0.00 |
| Minus Payments Received and/or Other Adjustments | \$ | 0.00 |
| Amount Due | \$ | 473.59 |
| Amount received by ADEQ (Make check payable to State of Arizona) | \$ | |

* A \$12 fee will be charged for any check not honored by the bank.

Do not write below this line

Make your check or money order payable to **State of Arizona**
THIS FORM MUST ACCOMPANY YOUR REMITTANCE.

Mail to: Arizona Department of Environmental Quality
 PO Box 18228
 Phoenix, AZ 85005-8228

| |
|---------------------------------|
| Check Number: |
| Received: |
| Postmarked: |
| Entered: MW1 12/15/2005 WM300Go |

EXHIBIT

"C"

Graham Symmonds

From: John Kolman - ENVX [JKolman@mail.maricopa.gov]
Sent: Monday, June 26, 2006 10:06 AM
To: Graham Symmonds
Cc: Jenny Young - ENVX; Susan Armijo; John Calkins
Subject: RE: Sabrosa Water Company

As discussed this morning due to the emergency and the great water shortage we will allow global to utilize the Wright Well as you have outlined with one minor revision. Nitrate compliance for this source shall be determined by the average of any sample over 10mg/l and it's confirmation sample within 48 hours of being notice of the first sample's result.

From: Graham Symmonds [mailto:Graham.Symmonds@gwresources.com]
Sent: Sunday, June 25, 2006 12:54 PM
To: John Kolman - ENVX
Cc: Jenny Young - ENVX; Susan Armijo
Subject: Sabrosa Water Company

John:

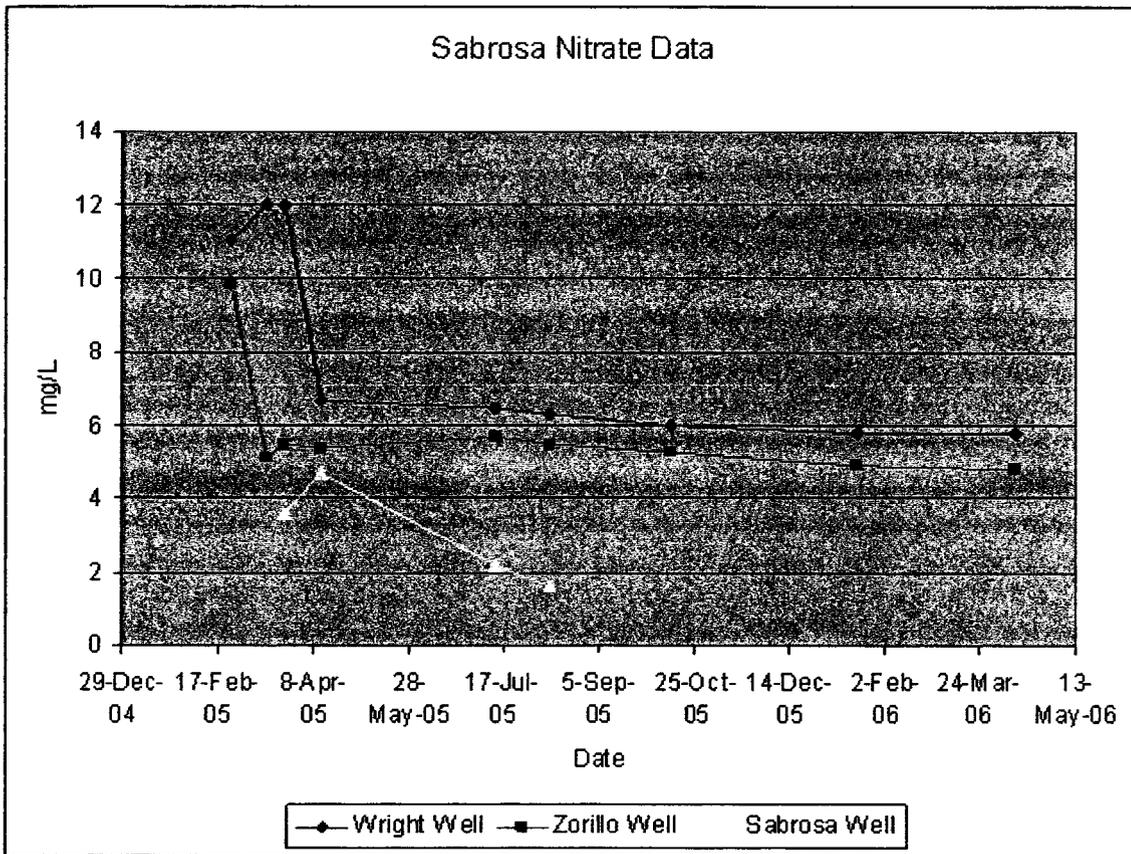
As mentioned in my Voicemail yesterday, the Sabrosa Water system is currently operating on one well (the Sabrosa Well). The Zorillo Well is shutting down based on water level. This is an automated system designed to protect the pump and motor assembly.

The following has been arranged:

1. M&C began delivering water to the site today. Subsequent draws of water will be from the Cave Creek Water Company standpipe as required.
2. The Weber Group (well guys) are researching records to determine if we can lower the well pump. If so we can have a crew there late Monday or early Tuesday. Weber will also sound all the wells for level.
3. I have informed the ACC of the situation.
4. On Monday I plan on issuing a letter to the customer reaffirming that SWC is in Stage 4 Curtailment and conservation needs to be stepped up.

I would like MCESD to consider allowing Sabrosa Water Company to re-instate the Wright Well into the system. You will recall this well exceeded the nitrate MCL in the spring of last year as a result of heavy rains flushing nutrients from the surface. All subsequent tests have proven below the MCL (see the data below). I know MCESD wanted Sabrosa to install an on-line nitrate analyzer for this well, but the company cannot afford the \$20,000 required to do so (note Global Water does not own Sabrosa Water Company - Global Water is the Interim Manager appointed by the ACC). I would like to suggest that the monitoring plan originally prepared for re-introducing the Wright Well into the system be re-evaluated by MCESD. Essentially that consists of weekly sampling from the wells to ensure compliance - this is much more stringent than the quarterly sampling Sabrosa is presently on.

7/13/2006



In my mind I am sure we can provide water that meets the nitrate criteria with this well, and the proposed monitoring plan will ensure this is the case. Adding the Wright Well to the system could increase production by 13 or 14 GPM - water the customers could certainly use at this point. I can be reached at 602-615-4532.

Graham Symmonds
 SVP Operations & Compliance
 Global Water
 623-580-9600

EXHIBIT

"D"

Global Water Management, LLC

22601 N. 19th Avenue Suite 210
Phoenix, AZ 85027
(623) 580-9600

WELLS FARGO BANK
NATIONAL ASSOCIATION
SANTA ROSA, CA 95409
11-24/1210

1280

2/28/2005

PAY TO THE
ORDER OF

Roshka A. Heyman & DeWulf

\$ **8,500.50

Eight Thousand Five Hundred and 50/100***** DOLLARS

Roshka A. Heyman & DeWulf
One Arizona Center
400 East Van Buren
Suite 800
Phoenix, AZ 85004-3906

COPY NOT NEGOTIABLE

MEMO

⑈001280⑈

Global Water Management, LLC

1280

Roshka A. Heyman & DeWulf

2/28/2005

| Date | Type | Reference | Original Amt. | Balance Due | Discount | Payment |
|------------|------|-----------|---------------|--------------|----------|----------|
| 02/11/2005 | Bill | 30250 | 8,500.50 | 8,500.50 | | 8,500.50 |
| | | | | Check Amount | | 8,500.50 |

Wells Fargo Operating Acc

8,500.50

Global Water Management, LLC

1280

Roshka A. Heyman & DeWulf

2/28/2005

| Date | Type | Reference | Original Amt. | Balance Due | Discount | Payment |
|------------|------|-----------|---------------|--------------|----------|----------|
| 02/11/2005 | Bill | 30250 | 8,500.50 | 8,500.50 | | 8,500.50 |
| | | | | Check Amount | | 8,500.50 |

PAYMENT
RECORD

Wells Fargo Operating Acc

8,500.50

© 2003 INTUIT INC. # 325 1-800-433-8810

ROSHKA HEYMAN & DeWULF

Roshka Heyman & DeWulf, PLC
Attorneys At Law
One Arizona Center
400 East Van Buren
Suite 800
Phoenix, Arizona 85004-3906
Telephone 602-256-6100
Facsimile 602-256-6800

ENTERED

February 11, 2005

Invoice # 30250

Client #1706

Global Water Resources, LLC
c/o Trevor Hill
Deer Valley Financial Centre
22601 N. 19th Ave., Suite 210
Phoenix AZ 85027

Re: General Matters

GWM; Other Rec:
Sabrosa
Cramer

For Professional Services Rendered through: January 31, 2005

| | | <u>Hours</u> | <u>Amount</u> |
|-----------|--|--------------|---------------|
| 1/4/2005 | RSH Telephone conference with Messrs. Olea and Kempley regarding Sabrosa; telephone conference with Mr. Hull regarding Sabrosa; conference with Mr. Patten regarding Cave Creek, West End and Sabrosa; reviewed e-mail from Mr. Symmonds regarding Staff inquiries | 1.10 | 396.00 |
| 1/10/2005 | RSH E-mail to Mr. Hill regarding Sabrosa; conference with Mr. Patten regarding same; reviewed various e-mails regarding discovery issues | 0.80 | 288.00 |
| 1/14/2005 | RSH Two telephone conferences with Mr. Walker; two telephone conferences with Mr. Hill; two telephone conferences with Mr. Olea; various e-mails from Messrs. Symmonds and Hill; e-mailed Mr. Olea; conference with Mr. Patten; reviewed final data requests responses | 2.70 | 972.00 |
| 1/19/2005 | MP Sent email regarding compliance filings; telephone conference with Mr. Hill regarding Arizona Corporation Commission meeting; conference with Mr. Hill regarding various Global Water issues | 1.30 | 403.00 |
| | RSH Prepared for Arizona Corporation Commission meeting; meeting with Mr. Hill; conference with Mr. Patten; meeting with Messrs. Olea, Gellman, etc.; meeting with Mr. Hill and Mr. Patten | 2.70 | 972.00 |

Global Water Resources, LLC
Re: General Matters

Page 2

| | | <u>Hours</u> | <u>Amount</u> |
|------------------------------------|---|--------------|-------------------|
| 1/21/2005 | RSH Reviewed various e-mails regarding Arizona Corporation Commission meeting; reviewed PV CAAG 208 amendment; conference with Mr. Patten | 1.30 | 468.00 |
| 1/25/2005 | RSH Reviewed various e-mails regarding data requests responses; reviewed Symmonds letter to staff; telephone conference with Mr. Hill regarding Arizona Corporation Commission letter and <u>Sabrosa</u> | 1.00 | 360.00 |
| 1/26/2005 | RSH Telephone conference with Mr. Hill regarding Sabrosa; telephone conference with Mr. Olea regarding same; reviewed Symmonds' letter to Arizona Corporation Commission; reviewed various e-mails regarding <u>Sabrosa</u> proposal | 2.80 | 1,008.00 |
| 1/27/2005 | MP E-mailed Mr. Symmonds regarding compliance filing; reviewed and revised <u>Sabrosa</u> letter; conference with Mr. Heyman regarding same | 1.20 | 372.00 |
| | RSH Various telephone conferences with Mr. Hill's office regarding Sabrosa; telephone conference with Messrs. Olea and Johnson regarding <u>Sabrosa</u> ; reviewed e-mails; reviewed and commented on Sabrosa proposal; conference with Mr. Patten; various telephone conferences with Mr. Hill; further revisions to SWC proposal; e-mailed Mr. Hill | 3.00 | 1,080.00 |
| 1/28/2005 | MP E-mails regarding due diligence | 0.30 | 93.00 |
| | RSH Telephone conference with Mr. Hill regarding Sabrosa; e-mailed Mr. Hill; telephone conference with Mr. Hill; various e-mails regarding <u>Sabrosa</u> ; reviewed Arizona Corporation Commission materials; reviewed e-mail regarding Cave Creek | 1.80 | 648.00 |
| 1/31/2005 | RSH Meeting with Mr. Hill and Ms. Liles; reviewed and revised Interim Merger Agreement; attended meeting with Arizona Corporation Commission regarding <u>Sabrosa</u> ; e-mails to and from Mr. Gellman; various e-mails to and from Mr. Hill; finalized IM Agreement | 3.80 | 1,368.00 |
| For professional services rendered | | <u>23.80</u> | <u>\$8,428.00</u> |

Global Water Resources, LLC
Re: General Matters

Page 3

Additional charges:

| | <u>Amount</u> |
|---|---------------|
| 1/10/2005 Hawkins & E-Z Messenger: RH&D to Trevor Hill | 50.00 |
| 1/14/2005 Hawkins & E-Z Messenger: RH&D to Arizona Corporation Commission | 19.00 |
| 1/31/2005 Facsimiles for the Month of January | 3.50 |
| | <hr/> |
| Total costs | \$72.50 |
| | <hr/> |
| Total amount of this bill | \$8,500.50 |
| | |
| Previous balance | \$10,304.67 |
| | |
| 1/12/2005 Payment - thank you--check no. 2217 | (\$5,120.44) |
| 1/24/2005 Payment - thank you--check no. 2238 | (\$5,184.23) |
| | <hr/> |
| Total payments and adjustments | (\$10,304.67) |
| | <hr/> |
| Balance due | \$8,500.50 |
| | <hr/> <hr/> |

EXHIBIT

"E"

Global Water Management, LLC

22601 N. 19th Avenue Suite 210
Phoenix, AZ 85027
(623) 580-9600

WELLS FARGO BANK
NATIONAL ASSOCIATION
SANTA ROSA, CA 95409
11-24/1210

1287

3/11/2005

PAY TO THE ORDER OF Custom Automation

\$ **10,588.13

Ten Thousand Five Hundred Eighty-Eight and 13/100***** DOLLARS

Custom Automation
4710 E. Falcon Drive
Suite 210
Mesa, AZ 85215

COPY NOT NEGOTIABLE

MEMO

⑈001287⑈

© 2003 INTUIT INC. # 925 1-800-433-8310

Global Water Management, LLC

1287

Custom Automation

3/11/2005

| Date | Type | Reference | Original Amt. | Balance Due | Discount | Payment |
|------------|------|-----------|---------------|--------------|----------|-----------|
| 03/09/2005 | Bill | 531356 | 10,588.13 | 10,588.13 | | 10,588.13 |
| | | | | Check Amount | | 10,588.13 |

ACCOUNT # 348

Wells Fargo Operating Acc

10,588.13

Global Water Management, LLC

1287

Custom Automation

3/11/2005

| Date | Type | Reference | Original Amt. | Balance Due | Discount | Payment |
|------------|------|-----------|---------------|--------------|----------|-----------|
| 03/09/2005 | Bill | 531356 | 10,588.13 | 10,588.13 | | 10,588.13 |
| | | | | Check Amount | | 10,588.13 |

PAYMENT RECORD

Wells Fargo Operating Acc

10,588.13



**CUSTOM
AUTOMATION**
Incorporated

4710 E. Falcon Dr.
Suite 210
Mesa AZ 85215-2507

Invoice

| | |
|----------|-------------|
| DATE | INVOICE NO. |
| 3/9/2005 | 531356 |

| |
|--|
| BILL TO |
| Global Water Management LLC 22601 N 19th Ave Suite 210 Phoenix AZ 85027 |

OK
B. 10 marzo
SABROSA ALARM PANELS.

ENTERED

| JOB PO# | | TERMS | DUE DATE | PROJECT | |
|---|-------------|--|----------|-------------------|----------|
| 606-05-001 | | Net 30 | 4/8/2005 | Sabrosa Telemetry | |
| DATE | ITEM | DESCRIPTION | QTY | RATE | AMOUNT |
| | Work Desc. | Sabrosa hardware purchased to date | | | 2,571.25 |
| | | ***Work Description - Dennis Runo*** | | | |
| 2/2/2005 | Sys Develop | Initial engineering | 2 | 85.00 | 170.00 |
| 2/7/2005 | Sys Develop | Sabrosa walktru - no charge | 2 | 0.00 | 0.00 |
| 2/7/2005 | Sys Develop | Initial site engineering | 5.5 | 85.00 | 467.50 |
| 2/8/2005 | Sys Develop | Initial site engineering | 9 | 85.00 | 765.00 |
| 2/9/2005 | Sys Develop | Initial site engineering | 1 | 85.00 | 85.00 |
| 2/14/2005 | Sys Develop | Cell phone cable fabrication, initialize modems with Verizon services | 3 | 85.00 | 255.00 |
| 2/15/2005 | Sys Develop | Cell phone cable fabrication, initialize modems with Verizon services | 1 | 85.00 | 85.00 |
| 2/16/2005 | Sys Develop | Order needed parts & enclosures, layout Sabrosa panel in Autocad | 4.5 | 85.00 | 382.50 |
| 2/23/2005 | Sys Develop | Refine Sabrosa panel design as "template" for all remote stations | 4 | 85.00 | 340.00 |
| 2/28/2005 | Sys Develop | Build PLC panels (3) | 5 | 85.00 | 425.00 |
| 3/1/2005 | Sys Develop | Build PLC panels (3) | 5 | 85.00 | 425.00 |
| 3/2/2005 | Sys Develop | Build special cables for cell interface, power-up 1st panel (Zorillo), begin testing | 5 | 85.00 | 425.00 |
| 3/4/2005 | Sys Develop | Design UPS system for remote stations | 2 | 85.00 | 170.00 |
| 3/4/2005 | On-Site | Survey panel cabinet installation requirements with electrician at all 3 locations | 1.5 | 106.25 | 159.38 |
| 3/4/2005 | Travel | to/from Sabrosa | 3 | 42.50 | 127.50 |
| 3/8/2005 | Sys Develop | Manage parts orders for equipment, predrill cabinets for antenna mount, deliver cabinets to electrician for installation | 3 | 85.00 | 255.00 |
| Please email (Dennis.Runo@CustomAutomation.com) if you have any questions about this invoice. We appreciate the opportunity to serve you! | | | | Total | |



**CUSTOM
AUTOMATION**
Incorporated

4710 E. Falcon Dr.
Suite 210
Mesa AZ 85215-2507

Invoice

| | |
|----------|-------------|
| DATE | INVOICE NO. |
| 3/9/2005 | 531356 |

| |
|--|
| BILL TO |
| Global Water Management LLC 22601 N 19th Ave Suite 210 Phoenix AZ 85027 |

| | | | |
|------------|--------|----------|-------------------|
| JOB PO# | TERMS | DUE DATE | PROJECT |
| 606-05-001 | Net 30 | 4/8/2005 | Sabrosa Telemetry |

| DATE | ITEM | DESCRIPTION | QTY | RATE | AMOUNT |
|------|------------|--|-----|-------|----------|
| | Work Desc. | Cellular alarm text messaging software development | | | 3,480.00 |
| | | Sales Tax Exempt - Certificate on file | | 0.00% | 0.00 |

Please email (Dennis.Runo@CustomAutomation.com) if you have any questions about this invoice. We appreciate the opportunity to serve you!

Total \$10,588.13

| REF. NO. | INVOICE NO. | INVOICE DATE | INVOICE AMOUNT | AMOUNT PAID | DISCOUNT TAKEN | NET CHECK AMOUNT |
|----------|-------------|--------------|----------------|-------------|----------------|------------------|
| 009069 | 5738 | 12/8/2005 | 2,067.41 | 2,067.41 | 0.00 | 2,067.41 |

THE FACE OF THIS DOCUMENT HAS A COLORED BACKGROUND ON WHITE PAPER - THE BACK CONTAINS AN ARTIFICIAL WATERMARK - HOLD AT AN ANGLE TO VIEW

Sabrosa Water Co., Inc.
 22601 N. 19th Avenue, Suite 210
 Phoenix, AZ 85027
 (623) 580-9600

WELLS FARGO BANK, N.A.
 115 Hospital Drive
 Van Wert, OH 45891

66-882/412

002166

| DATE | CHECK NO. | AMOUNT |
|-----------|-----------|-----------------|
| 1/10/2006 | 002166 | \$*****2,067.41 |

PAY Two Thousand Sixty Seven and 41/100 Dollars

TO THE ORDER OF Bloemquist Pump Service Inc.
 1729 W. Lincoln
 Phoenix, AZ 85007

BORDER CONTAINS MICROPRINT

⑈002166⑈

Sabrosa Water Co., Inc.

002166

| Vendor | Ref Nbr | Inv Nbr | Inv Date | Invoice Amount | Amount Paid | Disc Taken | Net Check Amt |
|--------|---------|---------|-----------|----------------|-------------|------------|---------------|
| BLOPUM | 009069 | 5738 | 12/8/2005 | 2,067.41 | 2,067.41 | 0.00 | 2,067.41 |

Check Date 1/10/2006 Check Number 002166

PART OF ACCOUNT # 320

BLOOMQUIST PUMP SERVICE INC.

1729 W. LINCOLN - PHONE (602) 252-1179
PHOENIX, ARIZONA 85007

INVOICE
5738

NAME Wave Creek Water Co. DATE 12/8/05
ADDRESS _____

CITY AND STATE _____ PHONE _____
MAKE OF PUMP _____ TYPE OF BOWLS _____ TYPE OF DRIVER _____ PIPE _____
SETTING _____

DESCRIPTION OF WORK

Company ID 606 Post Prt 12-05
Account Code 82208 Sub 05
01

Signature [Signature]

Date 1/10/06

Approved by [Signature]

13053

Company ID 606
Account Code 82208 - Cap - Spare Pump motor
Signature [Signature]
Date 12-28-05
for the well

REMARKS: For Sabrosa Water Co. (Delivered to Treatment

plant.

| SIZE OF WELL | DEPTH OF WELL | STANDING WATER LEVEL | PUMPING LEVEL |
|--------------|---------------|----------------------|---------------|
| IN | FT. | FT. | FT. |

PLEASE PAY FROM INVOICE

| | |
|-----------|---------|
| TOTAL | 1912.50 |
| SALES TAX | 154.91 |
| TOTAL | 2067.41 |

I, the buyer, agree that the title and ownership of above merchandise is to remain in the seller's name until the entire amount due for said merchandise shall have been fully paid in cash. I agree to assume the risk and liability of any wear, excluding the ordinary wear, damage to, or loss of said property from any cause whatsoever, and agree that if said merchandise is repossessed by the seller, all payments made may be retained by the seller. I agree to pay any expenses incurred by the seller in enforcing or in attempting to enforce any remedy hereunder, or given by law, including reasonable attorney's fees not less than \$100. Merchandise may not be taken out of the State of Arizona without our written permission. Time is of the essence of this agreement.

| | |
|----------------|------------|
| TOTAL LABOR | |
| TOTAL | |
| TOTAL MATERIAL | |
| TERMS: TOTAL | \$ 2067.41 |
| NET CASH | |

| REF. NO. | INVOICE NO. | INVOICE DATE | INVOICE AMOUNT | AMOUNT PAID | DISCOUNT TAKEN | NET CHECK AMOUNT |
|----------|-------------|--------------|----------------|-------------|----------------|------------------|
| 009068 | 091770 | 12/27/2005 | 332.39 | 332.39 | 0.00 | 332.39 |

THE FACE OF THIS DOCUMENT HAS A COLORED BACKGROUND ON WHITE PAPER - THE BACK CONTAINS AN ARTIFICIAL WATERMARK - HOLD AT AN ANGLE TO VIEW

Sabrosa Water Co., Inc.
 22601 N. 19th Avenue, Suite 210
 Phoenix, AZ 85027
 (623)580-9600

WELLS FARGO BANK, N.A.
 115 Hospital Drive
 Van Wert, OH 44881

66-382472

002169

| DATE | CHECK NO. | AMOUNT |
|-----------|-----------|---------------|
| 1/10/2006 | 002169 | \$*****332.39 |

PAY: Three Hundred Thirty Two and 39/100 Dollars

TO THE ORDER OF: USABLU
 P. O. Box 9004
 Gurnee, IL 60031-9004
 United States

BORDER CONTAINS MICROPRINTS

⑈002169⑈

Sabrosa Water Co., Inc.

002169

| | | | | | |
|---------|--------|------------|------------|----------------|--------|
| Vendor | USABLU | Check Date | 1/10/2006 | Check Number | 002169 |
| Ref Nbr | 091770 | Inv Date | 12/27/2005 | Invoice Amount | 332.39 |
| | | | | Amount Paid | 332.39 |
| | | | | Disc Taken | 0.00 |
| | | | | Net Check Amt | 332.39 |

PART OF ACCOUNT # 320

USA BlueBook



INVOICE

| | |
|-------------|----------|
| INVOICE NO. | 0917 |
| PAGE | 1 of |
| DATE | 12/27/05 |

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

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

RECEIVED
 DEC 30 2005

| CUSTOMER P.O. # | SHIP DATE | SALESPERSON | TERMS | TAX CODE | SALES ORDER # | W/H | FREIGHT | SHIP VIA |
|-----------------|--|-------------|--------------|------------|---------------|--------|---------|-----------|
| SWC122705DM | 12/27/05 | JPV | 1X/10 NET 30 | ILNONTL | 943286 | 01 | FXD/PPD | LPS |
| USA STOCK # | DESCRIPTION | ORDERED | SHIPPED | BACK ORDER | U/M | PRICE | PER | EXTENSION |
| 45156 | 12 GPD, 150 PSI (LB03SA-VTC1) PULSATRON Series A Plus Pump Ser# 0509103838 | 1 | 1 | 0 | EA | 319.44 | EA | 319. |

Company ID 606 Post Po 12-05
 Account Code 82208 Sub 08-01
 Signature [Signature]
 Date 1/10/06
 Approved by _____

31b
3053
2/2/06
Doc

Company ID 606
 Account Code 82208 - bus pump (cap)
 Signature [Signature]
 Date 1-4-06

ENTERED

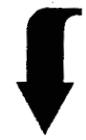
HANK YOU for your business!

| MERCHANDISE | MISCELLANEOUS | DISCOUNT | TAX | FREIGHT | TOTAL DUE |
|-------------|---------------|----------|-----|---------|-----------|
| 319.44 | .00 | .00 | .00 | 12.95 | 332.39 |

5% MONTHLY CHARGE 30 DAYS PAST DUE
 Discounts apply to merchandise only.

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

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



1
 CAVE CREEK WATER CO
 38235 N BASIN RD
 CAVE CREEK, AZ 85327
 ATTN DAVE MCLEOD

S
O
L
D
T
O

921754
 CAVE CREEK WATER COMPANY
 C/O GLOBAL WATER MANAGEMENT
 22601 N 19TH AVE STE 210
 PHOENIX, AZ 85027

Sabrosa Water Co., Inc.

Detail General Ledger - Standard
Periods: 01-04 Through 12-05 As of: 1/18/2006

| Acct: | Jrnl Type | Tran Type | Bkt | Per Ent | Reference Nbr | Tran Date | Tran Description | Beginning Balance | Debit Amount | Credit Amount | Ending Balance | Allocation On | Percent Allocation | Allocation Amount | |
|-------------|-----------|-----------|--------|---------|---------------|------------|-----------------------------------|-------------------|--------------|---------------|----------------|---------------|--------------------|-------------------|--------------|
| Acct: 23017 | AP | VO | 000830 | 06-05 | 002602 | 6/21/2005 | USABLU | 00-00 | 333.17 | 0.00 | 0.00 | | | | |
| | AP | VO | 001207 | 07-05 | 003862 | 8/4/2005 | GWM July Invoice | | 19.99 | 0.00 | 0.00 | | | | |
| | MS | GL | 001313 | 06-05 | | 7/8/2005 | June GWM Invoice | | 19.99 | 0.00 | 0.00 | | | | |
| | | | | | Acct | 23017 | Total | 0.00 | 373.15 | 0.00 | 0.00 | \$ 373.15 | \$ 373.15 | 0.80% | \$ 251.28 |
| Acct: 23051 | AP | VO | 001656 | 09-05 | 006125 | 10/6/2005 | Sub: GWM | 05-02 | 243.27 | 0.00 | 0.00 | | | | |
| | MS | GL | 002103 | 08-05 | | 9/14/2005 | WEBGRClass hydrolank improv to F. | | 4,054.50 | 0.00 | 0.00 | | | | |
| | | | | | Acct | 23051 | Total | 0.00 | 4,297.77 | 0.00 | 0.00 | \$ 4,297.77 | \$ 4,297.77 | 8.25% | \$ 2,894.10 |
| Acct: 23401 | AP | GL | 000335 | 03-05 | | 3/30/2005 | Sub: Monthly Inv/GWM | 00-00 | 635.29 | 0.00 | 0.00 | | | | |
| | MS | GL | 000235 | 03-05 | | 3/9/2005 | CUSAUT 531356 alarm panels | | 10,588.13 | 0.00 | 0.00 | | | | |
| | ^CN | VO | 002618 | 12-05 | 008758 | 12/31/2005 | GWM Dec 05 Invoice | | 61.84 | 0.00 | 0.00 | | | | |
| | ^AP | VO | 002403 | 11-05 | 008132 | 9/7/2005 | CUSAUT - 80605001 - 02 | | 1,030.63 | 0.00 | 0.00 | | | | |
| | ^AP | VO | 000599 | 05-05 | 002082 | 5/31/2005 | CUSAUT | | 9,361.31 | 0.00 | 0.00 | | | | |
| | ^AP | VO | 001010 | 07-05 | 003173 | 7/13/2005 | CUSAUT | | 1,226.60 | 0.00 | 0.00 | | | | |
| | | | | | Acct | 23401 | Total | 0.00 | 22,903.80 | 0.00 | 0.00 | \$ 22,903.80 | \$ 22,903.80 | 49.32% | \$ 15,423.30 |
| Acct: 23402 | ^AP | VO | 001713 | 09-05 | 005578 | 9/19/2005 | Sub: BRC/TAN | 00-00 | 17,798.67 | 0.00 | 0.00 | | | | |
| | AP | VO | 001856 | 09-05 | 006125 | 10/6/2005 | GWM | | 1,067.92 | 0.00 | 0.00 | | | | |
| | | | | | Acct | 23402 | Total | 0.00 | 18,866.59 | 0.00 | 0.00 | \$ 18,866.59 | \$ 18,866.59 | 40.67% | \$ 12,704.66 |
| Acct: 23016 | AP | VO | 000188 | 03-05 | 000784 | 4/11/2005 | Sub: ROSHEY | 00-00 | 7,598.57 | 0.00 | 0.00 | | | | |
| | AP | VO | 000193 | 03-05 | 000820 | 4/12/2005 | ROSHEY | | 2,005.20 | 0.00 | 0.00 | | | | |
| | AP | VO | 000290 | 04-05 | 001013 | 4/29/2005 | ROSHEY | | 792.00 | 0.00 | 0.00 | | | | |
| | AP | VO | 000314 | 04-05 | 001110 | 4/29/2005 | ROSHEY | | 5,004.20 | 0.00 | 0.00 | | | | |
| | MS | GL | 000335 | 03-05 | | 3/30/2005 | Monthly Inv GWM | | 576.23 | 0.00 | 0.00 | | | | |
| | ^AP | VO | 000516 | 05-05 | 001817 | 5/23/2005 | ONDEM | | 22.50 | 0.00 | 0.00 | | | | |
| | AP | VO | 000540 | 05-05 | 001922 | 5/29/2005 | ROSHEY | | 1,598.40 | 0.00 | 0.00 | | | | |
| | ^MS | GL | 000618 | 05-05 | | 4/30/2005 | Monthly Mgmt fees | | 347.77 | 0.00 | 0.00 | | | | |
| | AP | VO | 000829 | 05-05 | 002600 | 6/21/2005 | ROSHEY | | 5,996.47 | 0.00 | 0.00 | | | | |
| | VA | GL | 000888 | 05-05 | | 6/10/2005 | May GWM Invoicing | | 97.25 | 0.00 | 0.00 | | | | |
| | AP | VO | 001155 | 07-05 | 003776 | 7/27/2005 | ROSHEY | | 1,080.00 | 0.00 | 0.00 | | | | |
| | AP | VO | 001207 | 07-05 | 003862 | 8/4/2005 | GWM July Invoice | | 521.84 | 0.00 | 0.00 | | | | |
| | MS | GL | 001313 | 06-05 | | 7/8/2005 | June GWM Invoice | | 457.04 | 0.00 | 0.00 | | | | |
| | ^AP | VO | 001757 | 09-05 | 005712 | 9/23/2005 | ROSHEY | | 2,434.90 | 0.00 | 0.00 | | | | |
| | ^AP | VO | 001757 | 09-05 | 005713 | 9/23/2005 | ROSHEY | | 2,448.00 | 0.00 | 0.00 | | | | |
| | AP | VO | 001856 | 09-05 | 006125 | 10/6/2005 | GWM | | 292.97 | 0.00 | 0.00 | | | | |
| | | | | | Acct | 23016 | Total | 0.00 | 31,273.34 | 0.00 | 0.00 | \$ 31,273.34 | \$ 31,273.34 | | |

\$ 48,444.31 100.00% \$ 31,273.34
 Total to Allocate 31,273.34

Date: Thursday, July 13, 2006
 Time: 3:39:09PM
 User: TYRONE JORDAN

Global Water Management, LLC
Voucher and Adjustment Entry - Batch Control Report

Page: 1 of 1
 Report: 03010.rpt
 Company: 101

| Company ID | Jrnl Type | Tran Type | Account | Subaccount | Per Ent | Per Post | Ref Nbr | Tran Date | Description | Debit Amount | Credit Amount |
|----------------------|-----------|-----------|---------|------------|---------|----------|---------|-----------|-------------|-----------------|-----------------|
| Batch: 001856 | | | | | | | | | | | |
| 606 | AP | VO | 23016 | 00-00 | 09-05 | 09-05 | 006125 | 10/6/2005 | GWM | 292.97 | 0.00 |
| 606 | AP | VO | 23051 | 05-02 | 09-05 | 09-05 | 006125 | 10/6/2005 | GWM | 243.27 | 0.00 |
| 606 | AP | VO | 23402 | 00-00 | 09-05 | 09-05 | 006125 | 10/6/2005 | GWM | 1,067.92 | 0.00 |
| 606 | AP | VO | 30007 | 00-00 | 09-05 | 09-05 | 006125 | 10/6/2005 | GWM | 0.00 | 2,192.16 |
| 606 | AP | VO | 83707 | 00-00 | 09-05 | 09-05 | 006125 | 10/6/2005 | GWM | 588.00 | 0.00 |
| Batch Total | | | | | | | | | | 2,192.16 | 2,192.16 |

Global Water Management, LLC

22601 N. 19th Avenue, Suite #210

Phoenix, AZ 85027

(623) 580-9600

INVOICE

Invoice #

GWM0905SAB

TO: Sabrosa Water Co., Inc.

DATE:

9/30/05

22601 N. 19th Avenue, Suite #210

Due on Receipt

Phoenix, AZ 85027

TOTAL

GWM Services for Water Operations

| | | |
|--|----|--------|
| Management | \$ | 120.00 |
| Operations | \$ | 240.00 |
| Accounting, Billing & Customer Service | \$ | 150.00 |
| Rent, Satellite offices & Janitorial | \$ | 21.00 |
| Communications - tel / cell / radio | \$ | 6.00 |
| Insurance | \$ | 45.00 |
| General Office | \$ | 6.00 |

\$ 588.00

GWM Services for Water Capital Improvements

Capital Improvement Costs

\$ 292.97 PART OF SOFT COSTS ALLOCATION (\$31,273.34) 1,604.16
243.27 PART OF ACCOUNT # 320
1,067.92 PART OF ACCOUNT # 320

PLEASE REMIT CHECK AND INVOICE COPY TO:

Global Water Management, LLC

TOTAL \$ 2,192.16

Sabrosa Water Co., Inc.

| | Net to September | September as of 9/30/05 | Change | Chargeable | @ 6% | Net to October |
|----------------------------------|---------------------|----------------------------|--------|------------|------|-------------------|
| Utility Plant in Service Listing | 12051 | 8,500.50 | 0.00 | 0.00 | 0.00 | 8,500.50 |
| Total Utility Plant in Service | 8,500.50 | 8,500.50 | 0.00 | 0.00 | 0.00 | 8,500.50 |

| Construction in Progress Listing | | | | | | | |
|----------------------------------|-------|-----------|-----------|-----------|-----------|----------|-----------|
| CCN Expense | 23016 | 26,097.47 | 30,980.37 | 4,882.90 | 4,882.90 | 292.97 | 31,273.34 |
| Chemical Injector Pump - WTP | 23017 | 373.15 | 373.15 | 0.00 | 0.00 | 0.00 | 373.15 |
| Plant Equipment | 23051 | 0.00 | 4,054.50 | 4,054.50 | 4,054.50 | 243.27 | 4,297.77 |
| 05-000 Misc Costs - 2005 | 23100 | 22,986.45 | 22,986.45 | 0.00 | 0.00 | 0.00 | 22,986.45 |
| 60605002 HTP Tank Replacemt | 23402 | 0.00 | 17,798.67 | 17,798.67 | 17,798.67 | 1,067.92 | 18,866.59 |

| | | | | | | |
|--------------------------------|-----------|-----------|----------|----------|----------|-----------|
| Total Construction in Progress | 49,457.07 | 76,193.14 | 8,937.40 | 8,937.40 | 1,604.16 | 58,930.71 |
| Total Fixed Assets | 49,457.07 | 76,193.14 | 8,937.40 | 8,937.40 | 1,604.16 | 58,930.71 |

Date: Thursday, July 13, 2006
 Time: 3:36:13PM
 User: TYRONE.JORDAN

Global Water Management, LLC
Voucher and Adjustment Entry - Batch Control Report

Page: 1 of 1
 Report: 03010.rpt
 Company: 101

| Company ID | Jrnl Type | Tran Type | Account | Subaccount | Per Ent | Per Post | Ref Nbr | Tran Date | Description | Debit Amount | Credit Amount |
|----------------------|-----------|-----------|---------|------------|---------|----------|---------|-----------|------------------|-----------------|-----------------|
| Batch: 001207 | | | | | | | | | | | |
| 606 | AP | VO | 23016 | 00-00 | 07-05 | 07-05 | 003862 | 8/4/2005 | GWM July Invoice | 521.84 | 0.00 |
| 606 | AP | VO | 23017 | 00-00 | 07-05 | 07-05 | 003862 | 8/4/2005 | GWM July Invoice | 19.99 | 0.00 |
| 606 | AP | VO | 30007 | 00-00 | 07-05 | 07-05 | 003862 | 8/4/2005 | GWM | 0.00 | 1,129.83 |
| 606 | AP | VO | 83707 | 00-00 | 07-05 | 07-05 | 003862 | 8/4/2005 | GWM July Invoice | 588.00 | 0.00 |
| Batch Total | | | | | | | | | | 1,129.83 | 1,129.83 |

Global Water Management, LLC

22601 N. 19th Avenue, Suite #210
Phoenix, AZ 85027
(623) 580-9600

INVOICE

Invoice # **GWM0705SAB**

TO: **Sabrosa Water Co., Inc.**

DATE: **7/31/05**

**22601 N. 19th Avenue, Suite #210
Phoenix, AZ 85027**

Due on Receipt

TOTAL

GWM Services for Water Operations

| | | |
|--|----|--------|
| Management | \$ | 120.00 |
| Operations | \$ | 240.00 |
| Accounting, Billing & Customer Service | \$ | 150.00 |
| Rent, Satellite offices & Janitorial | \$ | 21.00 |
| Communications - tel / cell / radio | \$ | 6.00 |
| Insurance | \$ | 45.00 |
| General Office | \$ | 6.00 |

\$ 588.00

GWM Services for Water Capital Improvements

Capital Improvement Costs

541.83

*\$521.84 PART OF SOFT COSTS
ALLOCATION (\$31,273.34)*

\$19.99 PART OF ACCOUNT # 311

**PLEASE REMIT CHECK AND INVOICE COPY TO:
Global Water Management, LLC**

TOTAL \$ 1,129.83

Sabrosa Water Co., Inc.

| | Net to July | July as of 7/29/05 | Change | Chargeable | @ 6% | Net to August |
|---------------------------------------|-----------------|-----------------------|-------------|-------------|-------------|------------------|
| Utility Plant in Service Listing | 12051 | 8,500.50 | 0.00 | 0.00 | 0.00 | 8,500.50 |
| Total Utility Plant in Service | 8,500.50 | 8,500.50 | 0.00 | 0.00 | 0.00 | 8,500.50 |

| Construction in Progress Listing | | | | | | |
|---|-------|------------------|------------------|------------------|-----------------|---------------|
| CCN Expense | 23016 | 16,878.26 | 25,575.63 | 8,697.37 | 8,697.37 | 521.84 |
| Chemical Injector Pump - WTP | 23017 | 19.99 | 353.16 | 333.17 | 333.17 | 19.99 |
| 05-000 Misc Costs - 2005 | 23100 | 11,855.61 | 22,986.45 | 11,130.84 | 0.00 | 0.00 |
| Total Construction in Progress | | 28,753.86 | 48,915.24 | 20,161.38 | 9,030.54 | 541.83 |

| | | | | | | |
|---------------------------|------------------|------------------|------------------|-----------------|---------------|------------------|
| Total Fixed Assets | 28,753.86 | 48,915.24 | 20,161.38 | 9,030.54 | 541.83 | 29,295.69 |
|---------------------------|------------------|------------------|------------------|-----------------|---------------|------------------|

Date: 7/8/2005
 Time: 04:45PM
 User: DEBORAH.RODE

Sabrosa Water Co., Inc.
Journal Transactions - Batch Control Report

Page: 1 of 1
 Report: 01010.rpt
 Company: 606

| Cpny/ID | Jrnl Type | Tran Type | Account - Desc | Sub Account - Desc | Reference Number | Tran Date | Transaction Description | Debit Amount | Credit Amount |
|--------------------|-----------|-----------|-------------------------------------|--------------------|------------------|-----------|-------------------------|-----------------|-----------------|
| 001313 | ACTUAL | | 06-05 06-05 7/8/05 | DEBORAH.RO | DEBORAH.RO | | | | |
| 606 | MS | GL | 23016 - CCN Expense | 00-00 - Default | | 7/8/2005 | June GWM Invoice | 457.04 | 0.00 |
| 606 | MS | GL | 23017 - Chemical Injector Pump - W | 00-00 - Default | | 7/8/2005 | June GWM Invoice | 19.99 | 0.00 |
| 606 | MS | GL | 83707 - Contract Services Mgmt | 00-00 - Default | | 7/8/2005 | June GWM Invoice | 588.00 | 0.00 |
| 101 | MS | GL | 78712 - Contract Service Fee | 00-00 - Default | | 7/8/2005 | June GWM Invoice | 0.00 | 1,065.03 |
| 606 | MS | IC | 10573 - Rec Other Global Water Mgrn | 00-00 - Default | | 7/8/2005 | June GWM Invoice | 0.00 | 1,065.03 |
| 101 | MS | IC | 10570 - Rec Other - Sabrosa | 00-00 - Default | | 7/8/2005 | June GWM Invoice | 1,065.03 | 0.00 |
| Batch Total | | | | | | | | 2,130.06 | 2,130.06 |

GLOBAL WATER MANAGEMENT, LLC
22601 N. 19th Avenue, Suite 210
Phoenix, AZ 85027

June 2005 Invoice to Sabrosa Water Company for services rendered

Water customer count for June 60

| GWM Services for Water Operations | Min | Max | | |
|--|-------------|-----|------|------------------------|
| Management | \$60,000.00 | \$ | 2.00 | /customer/mo \$ 120.00 |
| Operations | \$60,000.00 | \$ | 4.00 | /customer/mo \$ 240.00 |
| Accounting, Billing & Customer Service | \$30,000.00 | \$ | 2.50 | /customer/mo \$ 150.00 |
| Rent, Satellite offices: & Janitorial | \$24,000.00 | \$ | 0.35 | /customer/mo \$ 21.00 |
| Telephone | \$12,000.00 | \$ | 0.10 | /customer/mo \$ 6.00 |
| Insurance | \$24,000.00 | \$ | 0.75 | /customer/mo \$ 45.00 |
| General Office | \$12,000.00 | \$ | 0.10 | /customer/mo \$ 6.00 |
| | | | | <u>\$ 588.00</u> |

| GWM Services for Water Capital Improvements | Managed Costs | % Fee | |
|---|---------------|-------|--------------------|
| Capital Improvement Costs | \$ 7,950.54 | 6% | \$ 477.03 |
| | | | <u>\$ 1,065.03</u> |

\$457.04 Part of soft costs
ALLOCATION (\$31,273.34)
\$19.99 Part of Account# 311

Sabrosa Water Co., Inc.

| | May as of | June as of | Change | Chargeable | @ 6% | Net to |
|----------------------------------|-----------|------------|----------|------------|------|----------|
| | | 7/8/2005 | | | | July |
| Utility Plant in Service Listing | 12051 | 8,500.50 | 8,500.50 | 0.00 | 0.00 | 8,500.50 |

Total Utility Plant in Service

| | | | | | |
|----------|----------|------|------|------|----------|
| 8,500.50 | 8,500.50 | 0.00 | 0.00 | 0.00 | 8,500.50 |
|----------|----------|------|------|------|----------|

Construction in Progress Listing

| | | | | | | | |
|------------------------------|-------|-----------|-----------|----------|----------|--------|-----------|
| CCN Expense | 23016 | 16,421.22 | 24,038.59 | 7,617.37 | 7,617.37 | 457.04 | 16,878.26 |
| Chemical Injector Pump - WTP | 23017 | 0.00 | 333.17 | 333.17 | 333.17 | 19.99 | 19.99 |
| 05-000 Misc Costs - 2005 | 23100 | 11,855.61 | 21,759.85 | 9,904.24 | 0.00 | 0.00 | 11,855.61 |

Total Construction in Progress

| | | | | | |
|-----------|-----------|-----------|----------|--------|-----------|
| 28,276.83 | 46,131.61 | 17,854.78 | 7,950.54 | 477.03 | 28,753.86 |
|-----------|-----------|-----------|----------|--------|-----------|

Total Fixed Assets

| | | | | | |
|-----------|-----------|-----------|----------|--------|-----------|
| 28,276.83 | 46,131.61 | 17,854.78 | 7,950.54 | 477.03 | 28,753.86 |
|-----------|-----------|-----------|----------|--------|-----------|

Date: Thursday, July 13, 2006
 Time: 02:46PM
 User: TYRONE.JORDAN

Global Water Management, LLC
GL Account Distribution - Account Distribution

Page: 1 of 1
 Report: 01AcctDi.rpt
 Company: 101

| Module | Batch Number | Ledger ID | Company | Account | Subaccount | Account Distribution Totals | Account Description | Debit Amount | Credit Amount |
|--------|--------------|-----------|---------|---------|------------|-----------------------------|----------------------|-----------------|-----------------|
| GL | 000335 | ACTUAL | | | | | | | |
| | | | 101 | 30480 | 00-00 | | Sabrosa Water | 1,809.32 | 0.00 |
| | | | 101 | 78712 | 00-00 | | Contract Service Fee | 0.00 | 1,809.32 |
| | | | | | | | Batch Total | 1,809.32 | 1,809.32 |

GLOBAL WATER MANAGEMENT, LLC
22601 N. 19th Avenue, Suite 210
Phoenix, AZ 85027

March 2005 Invoice to Sabrosa Water Company for services rendered

Water customer count for March

61

| | Min | Max | | |
|--|-------------|-----|------|------------------------|
| GWM Services for Water Operations | | | | |
| Management | \$60,000.00 | \$ | 2.00 | /customer/mo \$ 122.00 |
| Operations | \$60,000.00 | \$ | 4.00 | /customer/mo \$ 244.00 |
| Accounting, Billing & Customer Service | \$30,000.00 | \$ | 2.50 | /customer/mo \$ 152.50 |
| Rent, Satellite offices & Janitorial | \$24,000.00 | \$ | 0.35 | /customer/mo \$ 21.35 |
| Telephone | \$12,000.00 | \$ | 0.10 | /customer/mo \$ 6.10 |
| Insurance | \$24,000.00 | \$ | 0.75 | /customer/mo \$ 45.75 |
| General Office | \$12,000.00 | \$ | 0.10 | /customer/mo \$ 6.10 |
| | | | | <u>\$ 597.80</u> |

| | Managed Costs | % Fee | |
|---|---------------|-------|--------------------|
| GWM Services for Water Capital Improvements | | | |
| February (not previously included) & March-05 Capital Improvement Costs | \$ 20,191.90 | 6% | \$ 1,211.52 |
| | | | <u>\$ 1,809.32</u> |

#576.23 IS PART OF SOFT COST ALLOCATION (#31,273.34)

#635.29 PART OF ACCOUNT # 348

Date: 7/13/2006
 Time: 02:50PM
 User: TYRONE.JORDAN

Global Water Management, LLC
 Journal Transactions - Batch Control Report

Page: 1 of 1
 Report: 01010.rpt
 Company: 101

| Batch Number | Jrnl Type | Tran Type | Account - Desc | Sub Account - Desc | Reference Number | Tran Date | Transaction Description | Debit Amount | Credit Amount |
|--------------|-----------|-----------|-------------------------------------|--------------------|------------------|-----------|-------------------------|--------------|---------------|
| 000888 | ACTUAL | | 05-05 05-05 6/1/0/05 | DEBORAH.RO | DEBORAH.RO | | | | |
| 101 | VA | GL | 78712 - Contract Service Fee | 00-00 - Default | | 6/10/2005 | May Sabrosa billing | 0.00 | 729.44 |
| 606 | VA | IC | 10573 - Rec Other Global Water Mgmt | 00-00 - Default | | 6/10/2005 | May Sabrosa billing | 0.00 | 729.44 |
| 101 | VA | IC | 30480 - Sabrosa Water | 00-00 - Default | | 6/10/2005 | May Sabrosa billing | 729.44 | 0.00 |
| 606 | VA | GL | <u>23016 - CCN Expense</u> | 00-00 - Default | | 6/10/2005 | May GWM Invoicing | 97.25 | 0.00 |
| 606 | VA | GL | 83707 - Contract Services Mgmt | 00-00 - Default | | 6/10/2005 | May GWM Invoicing | 632.19 | 0.00 |
| Batch Total | | | | | | | | 1,458.88 | 1,458.88 |

Per Account # 23016 \$97.25 was recorded as cap'd should have been \$729.44 per invoice total

Date: Thursday, July 13, 2006
 Time: 02:50PM
 User: TYRONE.JORDAN

Global Water Management, LLC
GL Account Distribution - Account Distribution

Page: 1 of 1
 Report: 01AcctDist.rpt
 Company: 101

| Module | Batch Number | Ledger ID | Company | Account | Subaccount | Account Distribution Totals Account Description | Amount | |
|--------|--------------|-----------|---------|---------|------------|--|---------------|---------------|
| | | | | | | | Debit | Credit |
| GL | 000888 | ACTUAL | 101 | 30480 | 00-00 | Sabrosa Water | 729.44 | 0.00 |
| | | | 101 | 78712 | 00-00 | Contract Service Fee | 0.00 | 729.44 |
| | | | | | | Batch Total | 729.44 | 729.44 |

GLOBAL WATER MANAGEMENT, LLC
22601 N. 19th Avenue, Suite 210
Phoenix, AZ 85027

May 2005 Invoice to Sabrosa Water Company for services rendered

Water customer count for May

61

| | Min | Max | |
|--|-------------|-------------------|---------------|
| GWM Services for Water Operations | | | |
| Management | \$60,000.00 | \$ | 122.00 |
| Operations | \$60,000.00 | 4.00 /customer/mo | 244.00 |
| Accounting, Billing & Customer Service | \$30,000.00 | 2.50 /customer/mo | 152.50 |
| Rent, Satellite offices & Janitorial | \$24,000.00 | 0.35 /customer/mo | 21.35 |
| Telephone | \$12,000.00 | 0.10 /customer/mo | 6.10 |
| Insurance | \$24,000.00 | 0.75 /customer/mo | 45.75 |
| General Office | \$12,000.00 | 0.10 /customer/mo | 6.10 |
| | | | <u>597.80</u> |

GWM Services for Water Capital Improvements
Capital Improvement Costs

| Managed Costs | % Fee | |
|---------------|-------|--------------------|
| \$ 12,157.33 | 6% | \$ 729.44 |
| | | <u>\$ 1,327.24</u> |

\$97.25 is PART OF SOFT COSTS ALLOCATION (\$31,273.34)
** Please see journal entry Batch # 000888*

Sabrosa Water Co., Inc.

| | 23016 | 23100 | 23016 | 23100 | Change | Chargeable |
|---|---|-------|------------------|-------|------------------|------------------|
| | April as of 5/19/05 with April Charges | | May as of | | | |
| Construction in Progress Listing | | | | | | |
| CCN Expense | 16,323.97 | | 17,944.87 | | 1,620.90 | 1,620.90 |
| 05-000 Misc Costs - 2005 | 11,223.42 | | 21,759.85 | | 10,536.43 | 10,536.43 |
| Total Construction in Progress | 27,547.39 | | 39,704.72 | | 12,157.33 | 12,157.33 |

Date: 7/13/2006
 Time: 02:47PM
 User: TYRONE JORDAN

Global Water Management, LLC
Journal Transactions - Batch Control Report

Page: 1 of 1
 Report: 01010.rpt
 Company: 101

| CpnyID | Jrnl Type | Tran Type | Account - Desc | Sub Account - Desc | Reference Number | Tran Date | Transaction Description | Debit Amount | Credit Amount |
|--------|-----------|-----------|-------------------------------------|--------------------|------------------|-----------|-------------------------|-----------------|-----------------|
| 000618 | ACTUAL | | 05-05 | 04-05 | | 5/20/05 | | | |
| | | | | | | | | | |
| 101 | MS | GL | 78712 - Contract Service Fee | 00-00 - Default | * | 4/30/2005 | Monthly Mgmt fees | 0.00 | 945.57 |
| 606 | MS | IC | 10573 - Rec Other Global Water Mgmt | 00-00 - Default | * | 4/30/2005 | Monthly Mgmt fees | 0.00 | 945.57 |
| 101 | MS | IC | 30480 - Sabrosa Water | 00-00 - Default | * | 4/30/2005 | Monthly Mgmt fees | 945.57 | 0.00 |
| 606 | MS | GL | 23016 - CCN Expense | 00-00 - Default | * | 4/30/2005 | Monthly Mgmt fees | 347.77 | 0.00 |
| 606 | MS | GL | 83707 - Contract Services Mgmt | 00-00 - Default | * | 4/30/2005 | Monthly Mgmt fees | 597.80 | 0.00 |
| | | | | | | | Batch Total | 1,891.14 | 1,891.14 |

* Period to Post is different than period entered

Date: Thursday, July 13, 2006
 Time: 02:47PM
 User: TYRONE.JORDAN

Global Water Management, LLC
GL Account Distribution - Account Distribution

Page: 1 of 1
 Report: 01AcctDist.rpt
 Company: 101

| Module | Batch Number | Ledger ID | Company | Account | Subaccount | Account Distribution Totals | Debit Amount | Credit Amount |
|--------|--------------|-----------|---------|---------|------------|-----------------------------|---------------|---------------|
| GL | 000618 | ACTUAL | | | | | | |
| | | | 101 | 30480 | 00-00 | Sabrosa Water | 945.57 | 0.00 |
| | | | 101 | 78712 | 00-00 | Contract Service Fee | 0.00 | 945.57 |
| | | | | | | Batch Total | 945.57 | 945.57 |

GLOBAL WATER MANAGEMENT, LLC
22601 N. 19th Avenue, Suite 210
Phoenix, AZ 85027

April 2005 Invoice to Sabrosa Water Company for services rendered

Water customer count for April

61

| GWM Services for Water Operations | Min | Max | | |
|--|-------------|------|--------------|------------------|
| Management | \$60,000.00 | 2.00 | /customer/mo | \$ 122.00 |
| Operations | \$60,000.00 | 4.00 | /customer/mo | \$ 244.00 |
| Accounting, Billing & Customer Service | \$30,000.00 | 2.50 | /customer/mo | \$ 152.50 |
| Rent, Satellite offices & Janitorial | \$24,000.00 | 0.35 | /customer/mo | \$ 21.35 |
| Telephone | \$12,000.00 | 0.10 | /customer/mo | \$ 6.10 |
| Insurance | \$24,000.00 | 0.75 | /customer/mo | \$ 45.75 |
| General Office | \$12,000.00 | 0.10 | /customer/mo | \$ 6.10 |
| | | | | <u>\$ 597.80</u> |

| GWM Services for Water Capital Improvements | Managed Costs | % Fee | |
|--|---------------|-------|------------------|
| March (not previously included) & April-05 Capital Improvement Costs | \$ 5,796.20 | 6% | \$ 347.77 |
| | | | <u>\$ 945.57</u> |

*#347,77 Part of soft cost
 ALLOCATION (\$31,273.34)*

Sabrosa Water Co., Inc.
 Balance Sheet
 For the Four Months Ending April 30, 2005

| | March as of 4/26/05 | April as of 5/19/05 | Change | Due To Previous Month Charge |
|---|---------------------|---------------------|----------|---------------------------------------|
| Construction in Progress Listing | | | | |
| CCN Expense | 23016 | 9,603.77 | 6,372.43 | 576.23 |
| 05-000 Misc Costs - 2005 | 23100 | 10,588.13 | 635.29 | 635.29 |
| <hr/> | | | | |
| Total Construction in Progress | 20,191.90 | 27,199.62 | 7,007.72 | 1,211.52 |
| <hr/> | | | | |

7007.72 - 1211.52 = \$,7796.20

| REF. NO. | INVOICE NO. | INVOICE DATE | INVOICE AMOUNT | AMOUNT PAID | DISCOUNT TAKEN | NET CHECK AMOUNT |
|----------|-------------|--------------|----------------|-------------|----------------|------------------|
| 000784 | 30418 | 3/10/2005 | 7,598.57 | 7,598.57 | 0.00 | 0.00 |
| 000820 | 30415 | 3/10/2005 | 2,005.20 | 2,005.20 | 0.00 | 9,603.77 |

THE FACE OF THIS DOCUMENT HAS A COLORED BACKGROUND ON WHITE PAPER - THE BACK CONTAINS AN ARTIFICIAL WATERMARK - HOLD AT AN ANGLE TO VIEW

Sabrosa Water Co., Inc.
 22601 N. 19th Avenue, Suite 210
 Phoenix, AZ 85027
 (623)580-9600

WELLS FARGO BANK
 NATIONAL ASSOCIATION
 SANTA ROSA, CA 95409

11-24(1210)

000215

| DATE | CHECK NO. | AMOUNT |
|-----------|-----------|-----------------|
| 4/12/2005 | 000215 | \$*****9,603.77 |

PAY Nine Thousand Six Hundred Three and 77/100 Dollars

TO THE ORDER OF Roshka Heyman & DeWulf, PLC
 One Arizona Center
 400 East Van Buren, Ste. 800
 Phoenix, AZ 85004-3906
 United States

BORDER CONTAINS MICROPRINTS

⑈000215⑈

Sabrosa Water Co., Inc.

000215

| Ref Nbr | Inv Nbr | Inv Date | Invoice Amount | Amount Paid | Disc Taken | Net Check Amt |
|---------|---------|-----------|----------------|-------------|------------|---------------|
| 000784 | 30418 | 3/10/2005 | 7,598.57 | 7,598.57 | 0.00 | |
| 000820 | 30415 | 3/10/2005 | 2,005.20 | 2,005.20 | 0.00 | 9,603.77 |

Vendor ROSHEY Check Date 4/12/2005 Check Number 000215

ROSHKA HEYMAN & DeWULF

Roshka Heyman & DeWulf, PLC
Attorneys At Law
One Arizona Center
400 East Van Buren
Suite 800
Phoenix, Arizona 85004-3906
Telephone 602-256-6100
Facsimile 602-256-6800

March 10, 2005

Invoice # 30418

Client #1772

Global Water Resources, LLC
c/o Trevor Hill
Deer Valley Financial Centre
22601 N. 19th Ave., Suite 210
Phoenix AZ 85027

ENTERED

Re: In the Matter of the Emergency Rate Case Before the ACC and Other
Administrative Issues

For Professional Services Rendered through: February 28, 2005

| | | <u>Hours</u> | <u>Amount</u> |
|-----------|---|--------------|---------------|
| 2/8/2005 | RSH Conference with Ms. Sixkiller regarding emergency research; further drafting of application | 3.70 | 1,332.00 |
| | LES Research issues concerning circumstances sufficient to constitute an emergency justifying interim rate relief | 1.50 | 300.00 |
| 2/9/2005 | RSH Researched cases regarding confiscatory rates; revised application draft; e-mailed Mr. Hill regarding background information and Sabrosa | 2.00 | 720.00 |
| | LES Analyzed research regarding circumstances sufficient to constitute emergency justifying interim rate relief; drafted memorandum regarding analysis | 5.50 | 1,100.00 |
| 2/10/2005 | MP Reviewed draft application regarding emergency rate increase | 0.30 | 93.00 |
| | RSH Worked on emergency intern rate application; e-mail from Mr. Symmonds; conference with Ms. Sixkiller; reviewed emergency cases; drafted language regarding emergency criteria | 5.00 | 1,800.00 |
| | LES Prepared section for application regarding when emergency situation exists sufficient to permit interim rates | 1.40 | 280.00 |
| 2/11/2005 | MP Reviewed and revised emergency rate application | 0.50 | 155.00 |

Re: In the Matter of the Emergency Rate Case Before the ACC

| | <u>Hours</u> | <u>Amount</u> |
|--|--------------|-------------------|
| 2/11/2005 RSH Telephone conference with Mr. Gellman regarding A.G. proceedings; e-mailed Mr. Hill regarding same; finalized draft of application; e-mailed clients regarding same | 0.60 | 216.00 |
| 2/14/2005 RSH Conference with Mr. Patten regarding Well Motor problems; e-mailed Mr Hill; received and reviewed Commissioner Harh-Miller letter | 0.90 | 324.00 |
| 2/15/2005 RSH Conference with Mr. Patten regarding well failure; read Application for Emergency Rate | 1.50 | 540.00 |
| 2/16/2005 RSH E-mailed Mr. Hill; e-mail from Ms. Hill; telephone conference to Mr. Olea | 0.40 | 144.00 |
| 2/28/2005 MP Reviewed and revised report on status of Sabrosa system | 0.80 | 248.00 |
| RSH Received and reviewed various e-mails regarding Sabrosa; conference with Mr. Dion regarding Sabrosa; conference with Mr. Patten regarding filing at Arizona Corporation Commission | 0.80 | 288.00 |
| For professional services rendered | 24.90 | \$7,540.00 |
| Additional charges: | | |
| 2/10/2005 Photocopies: Ariona State Library | | 7.50 |
| 2/28/2005 Computer Research for the Month of February | | 51.07 |
| Total costs | | <u>\$58.57</u> |
| Total amount of this bill | | <u>\$7,598.57</u> |
| Balance due | | <u>\$7,598.57</u> |

Sabrosa : F.A. : CCN

Crutts

← \$7,598.57

ROSHKA HEYMAN & DeWULF

Roshka Heyman & DeWulf, PLC
 Attorneys At Law
 One Arizona Center
 400 East Van Buren
 Suite 800
 Phoenix, Arizona 85004-3906
 Telephone 602-256-6100
 Facsimile 602-256-6800

ENTERED

March 10, 2005

Invoice # 30415

Client #1706

Global Water Resources, LLC
 c/o Trevor Hill
 Deer Valley Financial Centre
 22601 N. 19th Ave., Suite 210
 Phoenix AZ 85027

Re: General Matters

GWR - Legal (94203) - \$1,979.20

GWR - Cap Deal Cost (28015) - \$1,145.00

SCWC - CCN Exp (23016) - \$1,008.00

PVWC - CCN Exp (23016) - \$1,064.88

~~SCWC - CCN Exp (23016) - \$2,005.20~~

GWM - Legal (83507) - \$217.00

GWR - Cap Deal Cost - WMC (28030) - \$201.60

For Professional Services Rendered through: February 28, 2005

| | | Hours | Amount |
|----------|--|-------|--|
| 2/1/2005 | RSH Received e-mail from Mr. Hill; e-mailed Mr. Hill; reviewed executed IM agreement; reviewed co-ordination and finance agreement | 1.20 | 432.00 |
| | | | GWR legal |
| 2/2/2005 | RSH Telephone conference with Mr. Hill regarding various Arizona Corporation Commission issues; reviewed Cave Creek due diligence report; reviewed coordination and finance agreement; researched <u>interim rate issues</u> ; began drafting application | | |
| | | | GWR 40% GWR: Cap De CC ← GWR 40% GWR: legal CC Sabrosa |
| 2/3/2005 | JRG Prepared procedure memorandum for due diligence research | 3.40 | 425.00 |
| | | | GWR: Cap Deal Cost: CC |
| | RSH E-mail to and from Ms. Liles regarding coordinating agreement; worked on application for <u>emergency rates</u> ; telephone conference with Mr. Hill; various e-mails regarding West Combine; researched rules, statues and cases regarding <u>emergency criteria</u> , etc. | | |
| | | | GWR 20% GWR: Cap De Cost: WMC Sabrosa |
| 2/4/2005 | JRG Received and reviewed audit letter from client; brief research regarding same | 0.30 | 37.50 |
| | | | GWR legal exp |
| | RSH Reviewed and revised <u>audit letter</u> from Ms. Liles; worked on emergency application draft | | |
| | | | 324.00 |
| 2/7/2005 | JRG Researched regarding audit letter; drafted response | 0.50 | 62.50 |
| | | | GWR legal exp |

Global Water Resources, LLC
 Re: General Matters

| | | <u>Hours</u> | <u>Amount</u> |
|------------------------------------|---|--------------|---------------|
| 2/7/2005 | RSH Various e-mails from Global Water Resources and Messrs. Husk and Patten; worked on Sabrosa rate application; e-mailed Mr. Patten and Ms. Sixkiller regarding emergency criteria | 2.20 | [REDACTED] |
| 2/15/2005 | RSH Various e-mails to and from Ms. Liles; reviewed Hatch-Miller letter and forwarded to Ms. Liles; e-mailed Mr. Hill | 0.70 | 252.00 |
| 2/17/2005 | RSH Conference with Mr. Patten; reviewed various e-mails regarding CCN hearings and schedules | 0.80 | 288.00 |
| 2/18/2005 | RSH Conference with Mr. Hill and Ms. Liles; conference with Mr. Patten; received and reviewed Arizona Corporation Commission Sufficiency Letter; various e-mails to Mr. Walker | 2.50 | 900.00 |
| 2/21/2005 | MP E-mailed Ms. Liles regarding questions on utility classes and bankruptcy issues; researched regarding same | 0.70 | 217.00 |
| 2/22/2005 | RSH Various e-mails to Mr. Hill; received and reviewed PV and SCWC Procedural Order; telephone conference with Mr. Gellman regarding Sabrosa | | [REDACTED] |
| 2/24/2005 | RSH Reviewed various e-mails regarding PV and SC hearings; conference with Mr. Patten regarding same | 0.80 | 288.00 |
| For professional services rendered | | 23.40 | \$7,402.00 |

Additional charges:

| | | |
|-----------|--|-------|
| 2/4/2005 | Hawkins & E-Z Messenger: RH&D to Mr. Symmonds | 42.00 |
| 2/23/2005 | Arizona Corporation Commission: Maps | 18.00 |
| | Photocopies: Duplex | 96.48 |
| 2/24/2005 | Hawkins and E-Z Messenger: RH&D to Graham Simmonds | 41.00 |
| 2/28/2005 | Facsimile for the Month of February | 1.00 |
| | Photocopies for the Month of February: 102 | 20.40 |

Total costs

PVUC: F.A.: CCN exp ← \$218.88

Total amount of this bill

\$7,620.88

Previous balance

C. Liles

\$8,500.50

Global Water Resources, LLC
Re: General Matters

Page 3

3/3/2005 Payment - thank you--check no. 1280

Amount

(\$8,500.50)

Total payments and adjustments

(\$8,500.50)

Balance due

\$7,620.88

| REF. NO. | INVOICE NO. | INVOICE DATE | INVOICE AMOUNT | AMOUNT PAID | DISCOUNT TAKEN | NET CHECK AMOUNT |
|----------|-------------|--------------|----------------|-------------|----------------|------------------|
| 005712 | 31347 | 9/14/2005 | 2,434.90 | 2,434.90 | 0.00 | 0.00 |
| 005713 | 31228 | 8/12/2005 | 2,448.00 | 2,448.00 | 0.00 | 4,882.90 |

THE FACE OF THIS DOCUMENT HAS A COLORED BACKGROUND ON WHITE PAPER - THE BACK CONTAINS AN ARTIFICIAL WATERMARK - HOLD AT AN ANGLE TO VIEW

Sabrosa Water Co., Inc.
 22601 N. 19th Avenue, Suite 210
 Phoenix, AZ 85027
 (623)580-9600

WELLS FARGO BANK, N.A.
 115 Hospital Drive
 Van Wert, OH 45891

56-382/412

001040

| DATE | CHECK NO. | AMOUNT |
|-----------|-----------|-----------------|
| 9/26/2005 | 001040 | \$*****4,882.90 |

PAY Four Thousand Eight Hundred Eighty-Two and 90/100----- Dollars

TO THE ORDER OF Roshka Heyman & DeWulf, PLC
 One Arizona Center
 400 East Van Buren, Ste. 800
 Phoenix, AZ 85004-3906
 United States

BORDER CONTAINS MICROPRINT

⑈001040⑈

Sabrosa Water Co., Inc.

001040

Vendor ROSHEY Check Date 9/26/2005 Check Number 001040

| Ref Nbr | Inv Nbr | Inv Date | Invoice Amount | Amount Paid | Disc Taken | Net Check Amt |
|---------|---------|-----------|----------------|-------------|------------|---------------|
| 005712 | 31347 | 9/14/2005 | 2,434.90 | 2,434.90 | 0.00 | |
| 005713 | 31228 | 8/12/2005 | 2,448.00 | 2,448.00 | 0.00 | 4,882.90 |

ROSKA HEYMAN & DeWULF

Roshka Heyman & DeWulf, PLC
Attorneys At Law
One Arizona Center
400 East Van Buren
Suite 800
Phoenix, Arizona 85004-3906
Telephone 602-256-6100
Facsimile 602-256-6800

RECEIVED
SEP 16 2005

September 14, 2005

Invoice # 31347

Client #1772

Global Water Resources, LLC
c/o Trevor Hill
Deer Valley Financial Centre
22601 N. 19th Ave., Suite 210
Phoenix AZ 85027

Re: In the Matter of the Emergency Rate Case Before the ACC and Other
Administrative Issues

For Professional Services Rendered through: August 31, 2005

| | | <u>Hours</u> | <u>Amount</u> |
|-----------|---|--------------|---------------|
| 8/1/2005 | RSH Reviewed email from Mr. Symmonds regarding bond and notice; reviewed Arizona Corporation Commission order; prepared email regarding notice; prepared emails regarding tariff filing | 0.70 | 252.00 |
| 8/8/2005 | MP Reviewed six month report | 0.30 | 93.00 |
| 8/12/2005 | JRG Conducted online research for information on upcoming tax lien sale | 0.40 | 50.00 |
| | MP Telephone conference with Mr. Symmonds regarding tax lien issue | 0.20 | 62.00 |
| | JMD Reviewed notice of filing suit to foreclose right to redeem tax lien | 0.20 | 59.00 |
| | JMD Researched issue of whether lessee has right to redeem and related procedural issues; reviewed and responded to emails regarding same | 1.80 | 531.00 |
| | JMD Reviewed issues with attorney Patten; | 0.20 | 59.00 |
| | JMD Researched foreclosure of redemption rights; analyzed notice under statutory requirements | 0.60 | 177.00 |

Re: In the Matter of the Emergency Rate Case Before the ACC

| | | | <u>Hours</u> | <u>Amount</u> |
|------------------------------------|-----|---|--------------|---------------|
| 8/12/2005 | RSH | Conference with attorney Patten regarding lien issue | 0.20 | 72.00 |
| 8/15/2005 | JMD | Reviewed procedure for foreclosure; reviewed issues with attorney Patten; telephone conference with attorney Patten and Mr. Symmonds | 0.40 | 118.00 |
| | JRG | Conducted additional online research for information on certificate of purchase; telephone call to Assessor's office regarding same; prepared email to attorney Patten regarding status | 0.50 | 62.50 |
| | MP | Analyzed Global obligations under operating agreement; telephone conference with Mr. Symmonds regarding process, strategy | 0.60 | 186.00 |
| 8/16/2005 | JRG | Telephone call to Maricopa County Assessor's office to follow up on certificate of purchase status; prepared email to attorney Patten regarding same | 0.20 | 25.00 |
| 8/17/2005 | MP | Telephone conference with Arizona Corporation Commission legal regarding tax lien issue; prepared email to Mr. Gellman regarding same | 0.30 | 93.00 |
| 8/26/2005 | MP | Telephone conference with Arizona Corporation Commission legal regarding tax lien issues; prepared email to Mr. Symmonds regarding status | 0.60 | 186.00 |
| 8/30/2005 | MP | Telephone conference with WOW-EM counsel regarding tax lien; prepared email to Global regarding tax lien status | 0.70 | 217.00 |
| 8/31/2005 | JRG | Researched status of tax lien, redemption, and foreclosure procedure; exchanged emails with attorneys Derstine and Patten regarding same | 1.20 | 150.00 |
| For professional services rendered | | | 9.10 | \$2,392.50 |

Additional charges:

| | <u>Amount</u> |
|--|------------------------------|
| 8/31/2005 Photocopies for the Month of August: 212 | 42.40 |
| Total costs | <u>\$42.40</u> |
| Total amount of this bill | \$2,434.90 |
| Previous balance | \$2,448.00 |
| Balance due | <u>\$4,882.90</u> |

Fabrosa: F.A.: CCN EXP

Crude

Company ID 606
Account Code 23016-00-00
Signature [Signature]
Date 9/21/05

ENTERED

ROSHKA HEYMAN & DeWULF

Roshka Heyman & DeWulf, PLC
 Attorneys At Law
 One Arizona Center
 400 East Van Buren
 Suite 800
 Phoenix, Arizona 85004-3906
 Telephone 602-256-6100
 Facsimile 602-256-6800

August 12, 2005

Invoice # 31228

Client #1772

Global Water Resources, LLC
 c/o Trevor Hill
 Deer Valley Financial Centre
 22601 N. 19th Ave., Suite 210
 Phoenix AZ 85027

Re: In the Matter of the Emergency Rate Case Before the ACC and Other
 Administrative Issues

For Professional Services Rendered through: July 31, 2005

| | | <u>Hours</u> | <u>Amount</u> |
|-----------|---|--------------|---------------|
| 7/11/2005 | RSH Prepared various emails regarding open meeting | 0.80 | 288.00 |
| 7/12/2005 | RSH Prepared for and attended Arizona Corporation Commission Open Meeting reinterim rates; conference with Mr. Symmonds | 6.00 | 2,160.00 |

For professional services rendered

6.80 \$2,448.00

Previous balance

RECEIVED

~~\$1,080.00~~

8/1/2005 Payment - thank you--check no. 371

AUG 16 2005

~~(\$1,080.00)~~

Total payments and adjustments

~~(\$1,080.00)~~

Balance due

\$2,448.00

ENTERED

Company ID 606
 Account Code 23016-00-00 Sabrosa : F.A. : CCN
 Signature [Signature]
 Date 9/21/05

Cr. W. W.

| REF. NO. | INVOICE NO. | INVOICE DATE | INVOICE AMOUNT | AMOUNT PAID | DISCOUNT TAKEN | NET CHECK AMOUNT |
|----------|-------------|--------------|----------------|-------------|----------------|------------------|
| 001013 | 30561 | 4/12/2005 | 792.00 | 792.00 | 0.00 | 0.00 |
| 001110 | 30564 | 4/12/2005 | 5,004.20 | 5,004.20 | 0.00 | 5,796.20 |

THE FACE OF THIS DOCUMENT HAS A COLORED BACKGROUND ON WHITE PAPER - THE BACK CONTAINS AN ARTIFICIAL WATERMARK - HOLD AT AN ANGLE TO VIEW

Sabrosa Water Co., Inc.
 22601 N. 19th Avenue, Suite 210
 Phoenix, AZ 85027
 (623)580-9600

WELLS FARGO BANK
 NATIONAL ASSOCIATION
 SANTA ROSA, CA 95408

11-24/1210

000420

| DATE | CHECK NO. | AMOUNT |
|-----------|-----------|---------------|
| 4/25/2005 | 000420 | *****5,796.20 |

PAY Five Thousand Seven Hundred Ninety-Six and 20/100 ----- Dollars

TO THE ORDER OF Roshka Heyman & DeWulf, PLC
 One Arizona Center
 400 East Van Buren, Ste. 800
 Phoenix, AZ 85004-3906
 United States

BORDER CONTAINS MICROPRINTING

⑈000420⑈

Sabrosa Water Co., Inc.

000420

| Vendor | Inv Nbr | Inv Date | Invoice Amount | Amount Paid | Disc Taken | Net Check Amt |
|---------|---------|------------|----------------|--------------|------------|---------------|
| ROSHEY | | | | | | |
| | | Check Date | 4/25/2005 | Check Number | 000420 | |
| Ref Nbr | Inv Nbr | Inv Date | Invoice Amount | Amount Paid | Disc Taken | Net Check Amt |
| 001013 | 30561 | 4/12/2005 | 792.00 | 792.00 | 0.00 | |
| 001110 | 30564 | 4/12/2005 | 5,004.20 | 5,004.20 | 0.00 | 5,796.20 |

Re: In the Matter of the Emergency Rate Case Before the ACC

| | | <u>Hours</u> | <u>Amount</u> |
|------------------------------------|--|--------------|-------------------|
| 3/17/2005 | RSH Conference with Mr. Patten regarding well testing; e-mail from Mr. Symmonds regarding nitrate test results, reviewed customer notice, various e-mail regarding contact with Mr. Olea; telephone conference with Mr. Olea | 1.90 | 684.00 |
| 3/18/2005 | RSH Conference with Arizona Corporation Commission Hearing Division regarding Open Meeting; e-mailed clients regarding same | 0.40 | 144.00 |
| 3/21/2005 | RSH Telephone conference with Arizona Corporation Commission Hearing regarding Procedural Conference; conference with Judge Farmer's secretary; e-mailed clients regarding Procedural Conference; telephone conference with Mr. Hill | 1.00 | 360.00 |
| 3/22/2005 | RSH Telephone conference with Mr. Gellman; procedural conference with Ms. Farmer; telephone conference with Mr. Symmonds regarding emergence rate case; reviewed Nitrate memorandum, drafted supplement to application; finalized and filed same, various e-mails regarding Sabrosa case; conference with Mr. Patten | 2.70 | 972.00 |
| 3/30/2005 | MP Prepared affidavit of mailing | 0.20 | 62.00 |
| 3/31/2005 | RSH Worked on outline and template for direct testimony in emergency case | 0.50 | 180.00 |
| | MP Review status report | 0.30 | 93.00 |
| For professional services rendered | | <u>13.80</u> | <u>\$4,853.00</u> |

Additional charges:

3/31/2005 Photocopies for the Month of March: 756 151.20

Total costs \$151.20

Total amount of this bill

Sabrosa : F.A. : CCN EXP

\$5,004.20

Previous balance

Cr. W/L

~~\$7,598.57~~

Global Water Resources, LLC
Re: In the Matter of the Emergency Rate Case Before the ACC

Balance due

| <u>Amount</u> |
|------------------------|
| \$12,002.77 |

ROSHKA HEYMAN & DeWULF

Roshka Heyman & DeWulf, PLC
 Attorneys At Law
 One Arizona Center
 400 East Van Buren
 Suite 800
 Phoenix, Arizona 85004-3906
 Telephone 602-256-6100
 Facsimile 602-256-6800

April 12, 2005

Invoice # 30561

Client #1706

Global Water Resources, LLC
 c/o Trevor Hill
 Deer Valley Financial Centre
 22601 N. 19th Ave., Suite 210
 Phoenix AZ 85027

GWR - Cap Deal Cost CCWC: \$432.⁰⁰
Sabrosa - FA: CCN Expense: \$ 292.⁰⁰
SAMC - FA: CCN Exp: \$ 735.⁰⁰
PVHC - FA: CCN Exp: \$ 735.⁰⁰

Re: General Matters

For Professional Services Rendered through: March 31, 2005

ENTERED

| | | <u>Hours</u> | <u>Amount</u> |
|-----------|--|--------------|---------------------------------|
| 3/3/2005 | RSH E-mail from Mr. Hill regarding Press Release; reviewed and revised Press Release; telephone conference with Mr. Hill regarding Press Release; reviewed various e-mails regarding Press Release and filings | 1.20 | 432.00 |
| | | | <i>GWR: Cap Deal Cost: CCWC</i> |
| 3/4/2005 | RSH E-mail to and from Mr. Symmonds regarding Sabrosa; reviewed and revised Application, conference with Mr. Patten regarding same | 2.20 | 792.00 |
| | | | <i>Sabrosa: F.A.: CCN Exp</i> |
| 3/7/2005 | MP Reviewed Arizona Corporation Commission order regarding acquisition schedule update; e-mailed Mr. Symmonds regarding same | 0.40 | 124.00 |
| 3/10/2005 | MP E-mailed Mr. Symmond's regarding acquisition schedule | 0.20 | 62.00 |
| 3/11/2005 | MP Prepared notice of filing acquisition schedule | 0.30 | 93.00 |
| 3/16/2005 | RSH Telephone conference with Mr. Olea regarding Staff reports and hearing issues; conference with Mr. Patten regarding same; reviewed article regarding Cave Creek Water Company; e-mailed clients regarding same; e-mailed Mr. Walker regarding same; conference with Mr. Patten regarding CCN schedule; reviewed and revised motion for expedited consideration | 1.80 | 648.00 |

Global Water Resources, LLC
Re: General Matters

| | <u>Hours</u> | <u>Amount</u> |
|---|--------------|---------------|
| 3/30/2005 RSH Telephone conference with Mr. Hill regarding 387 CCN; conference with Mr. Patten; telephone conference with Mr. Fisher; two telephone conferences with Mr. Fisher; telephone conference with Mr. Hill regarding Cave Creek | 1.20 | 432.00 |
| 3/31/2005 MP E-mails regarding compliance issues | 0.30 | 93.00 |

For professional services rendered 7.60 \$2,676.00

Additional charges:

3/15/2005 Hawkins & E-Z Messenger: Filing with Arizona Corporation Commission 18.00

Total costs \$18.00

Total amount of this bill \$2,694.00

Previous balance ~~\$7,620.88~~

Balance due ~~\$10,314.88~~

ALL S.O./S. SCWC/PVVC F.A.: CCA
ED
except items noted

CmWls

| REF. NO. | INVOICE NO. | INVOICE DATE | INVOICE AMOUNT | AMOUNT PAID | DISCOUNT TAKEN | NET CHECK AMOUNT |
|----------|-------------|--------------|----------------|-------------|----------------|------------------|
| 003776 | 31058 | 7/13/2005 | 1,080.00 | 1,080.00 | 0.00 | 1,080.00 |

THE FACE OF THIS DOCUMENT HAS A COLORED BACKGROUND ON WHITE PAPER - THE BACK CONTAINS AN ARTIFICIAL WATERMARK - HOLD AT AN ANGLE TO VIEW

Sabrosa Water Co., Inc.
 22601 N. 19th Avenue, Suite 210
 Phoenix, AZ 85027
 (623)580-9600

WELLS FARGO BANK, N.A.
 115 Hospital Drive
 Van Wert, OH 45891

66-382/412

000371

| DATE | CHECK NO. | AMOUNT |
|-----------|-----------|-----------------|
| 7/29/2005 | 000371 | \$*****1,080.00 |

PAY One Thousand Eighty and 00/100----- Dollars

TO THE ORDER OF Roshka Heyman & DeWulf, PLC
 One Arizona Center
 400 East Van Buren, Ste. 800
 Phoenix, AZ 85004-3906
 United States

BORDER CONTAINS MICROPRINT

⑈000371⑈

Sabrosa Water Co., Inc.

000371

Vendor ROSHEY Check Date 7/29/2005 Check Number 000371

| Ref Nbr | Inv Nbr | Inv Date | Invoice Amount | Amount Paid | Disc Taken | Net Check Amt |
|---------|---------|-----------|----------------|-------------|------------|---------------|
| 003776 | 31058 | 7/13/2005 | 1,080.00 | 1,080.00 | 0.00 | 1,080.00 |

ROSHKA HEYMAN & DeWULF

Roshka Heyman & DeWulf, PLC
 Attorneys At Law
 One Arizona Center
 400 East Van Buren
 Suite 800
 Phoenix, Arizona 85004-3906
 Telephone 602-256-6100
 Facsimile 602-256-6800

July 13, 2005

Invoice # 31058

Client #1772

RECEIVED
JUL 15 2005

Global Water Resources, LLC
 c/o Trevor Hill
 Deer Valley Financial Centre
 22601 N. 19th Ave., Suite 210
 Phoenix AZ 85027

Re: In the Matter of the Emergency Rate Case Before the ACC and Other
 Administrative Issues

For Professional Services Rendered through: June 30, 2005

| | | <u>Hours</u> | <u>Amount</u> |
|-----------|--|--------------|---------------|
| 6/29/2005 | RSH Reviewed ROO; prepared email regarding exceptions; reviewed email from Mr. Walker; prepared email to Mr. Hill | 1.50 | 540.00 |
| 6/30/2005 | RSH Reviewed ROO; prepared email regarding exceptions; reviewed email from Mr. Walker; prepared email to Mr. Hill | 1.50 | 540.00 |

| | | | |
|---|--|------|-------------------------|
| For professional services rendered | | 3.00 | \$1,080.00 |
| Previous balance | | | \$5,996.47 |
| 6/24/2005 Payment - thank you--check no. 1009 | | | (\$5,996.47) |
| Total payments and adjustments | | | (\$5,996.47) |
| Balance due | | | <u>\$1,080.00</u> |

Sabrosa: CCW
CMW

ENTERED

Company ID 606
 Account Code 23016-00-00
 Signature [Signature]
 Date 7/27/05

| REF. NO. | INVOICE NO. | INVOICE DATE | INVOICE AMOUNT | AMOUNT PAID | DISCOUNT TAKEN | NET CHECK AMOUNT |
|----------|-------------|--------------|----------------|-------------|----------------|------------------|
| 002600 | 30935 | 6/10/2005 | 5,996.47 | 5,996.47 | 0.00 | 5,996.47 |

THE FACE OF THIS DOCUMENT HAS A COLORED BACKGROUND ON WHITE PAPER - THE BACK CONTAINS AN ARTIFICIAL WATERMARK - HOLD AT AN ANGLE TO VIEW

Sabrosa Water Co., Inc.
 22601 N. 19th Avenue, Suite 210
 Phoenix, AZ 85027
 (623)580-9600

WELLS FARGO BANK
 NATIONAL ASSOCIATION
 SANTA ROSA, CA 95409

11-24/1210

001009

| DATE | CHECK NO. | AMOUNT |
|-----------|-----------|-----------------|
| 6/22/2005 | 001009 | \$*****5,996.47 |

PAY Five Thousand Nine Hundred Ninety-Six and 47/100----- Dollars

TO THE ORDER OF Roshka Heyman & DeWulf, PLC
 One Arizona Center
 400 East Van Buren, Ste. 800
 Phoenix, AZ 85004-3906
 United States

BORDER CONTAINS MICROPRINT

⑈001009⑈

Sabrosa Water Co., Inc.

001009

Vendor ROSHEY Check Date 6/22/2005 Check Number 001009

| Ref Nbr | Inv Nbr | Inv Date | Invoice Amount | Amount Paid | Disc Taken | Net Check Amt |
|---------|---------|-----------|----------------|-------------|------------|---------------|
| 002600 | 30935 | 6/10/2005 | 5,996.47 | 5,996.47 | 0.00 | 5,996.47 |

ROSHKA HEYMAN & DeWULF

Roshka Heyman & DeWulf, PLC
Attorneys At Law
One Arizona Center
400 East Van Buren
Suite 800
Phoenix, Arizona 85004-3906
Telephone 602-256-6100
Facsimile 602-256-6800

RECEIVED
JUN 15 2005

June 10, 2005

Invoice # 30935

Client #1772

Global Water Resources, LLC
c/o Trevor Hill
Deer Valley Financial Centre
22601 N. 19th Ave., Suite 210
Phoenix AZ 85027

Re: In the Matter of the Emergency Rate Case Before the ACC and Other
Administrative Issues

For Professional Services Rendered through: May 31, 2005

| | | <u>Hours</u> | <u>Amount</u> |
|----------|---|--------------|---------------|
| 5/2/2005 | RSH Two telephone conferences with Mr. Symmonds regarding testimony | 0.50 | 180.00 |
| 5/3/2005 | RSH Worked on interim rate case materials, exhibits and opening statement | 2.80 | 1,008.00 |
| 5/4/2005 | DMW Conference with attorney Heyman regarding preparation of direct testimony for Mr. Symmonds; drafted same | 4.00 | 1,140.00 |
| | RSH Drafted opening statement, worked on exhibits and direct testimony; conference with attorney Wauro regarding direct testimony; reviewed CCN statutes, conference with attorney Sixkiller regarding CCN research; reviewed research memorandum | 3.50 | 1,260.00 |
| 5/5/2005 | MP Reviewed monthly report; e-mailed regarding same | 0.20 | 62.00 |
| | RSH Conference with Mr. Olea; conference with Mr. Gellman; two telephone conferences with Mr. Symmonds regarding rate case preparation; prepared for hearing | 1.50 | 540.00 |
| 5/6/2005 | RSH Meeting with Mr. Symmonds, conference with Mr. Gellman; prepared for and attended hearing, meeting with Mr. Symmonds and attorney Patten | 3.50 | 1,260.00 |

| | <u>Hours</u> | <u>Amount</u> |
|---|--------------|-------------------------|
| For professional services rendered | 16.00 | \$5,450.00 |
| Additional charges: | | |
| 5/6/2005 Arizona Reporting Service, Inc.: Transcript of Evidentiary Hearing Before the Arizona Corporation Commission | | 288.75 |
| 5/9/2005 Photocopies: Duplex | | 129.72 |
| 5/31/2005 Photocopies for the Month of May: 640 | | 128.00 |
| Total costs | | <u>\$546.47</u> |
| Total amount of this bill | | <u>\$5,996.47</u> |
| Previous balance | | \$1,598.40 |
| 5/27/2005 Payment - thank you--check no. 703 | | (\$1,598.40) |
| Total payments and adjustments | | (\$1,598.40) |
| Balance due | | <u>\$5,996.47</u> |

Company ID 606
Account Code 23016-00-00
Signature [Signature]
Date 6/21/05

ENTERED

Sabrosa : F.A.: CCN exp

Cmiles

| REF. NO. | INVOICE NO. | INVOICE DATE | INVOICE AMOUNT | AMOUNT PAID | DISCOUNT TAKEN | NET CHECK AMOUNT |
|----------|-------------|--------------|----------------|-------------|----------------|------------------|
| 001922 | 30724 | 5/12/2005 | 1,598.40 | 1,598.40 | 0.00 | 1,598.40 |

THE FACE OF THIS DOCUMENT HAS A COLORED BACKGROUND ON WHITE PAPER - THE BACK CONTAINS AN ARTIFICIAL WATERMARK - HOLD AT AN ANGLE TO VIEW

Sabrosa Water Co., Inc.
 22601 N. 19th Avenue, Suite 210
 Phoenix, AZ 85027
 (623)580-9600

WELLS FARGO BANK
 NATIONAL ASSOCIATION
 SANTA ROSA, CA 95408

11-24H210

000703

| DATE | CHECK NO. | AMOUNT |
|-----------|-----------|-----------------|
| 5/26/2005 | 000703 | \$*****1,598.40 |

PAY One Thousand Five Hundred Ninety-Eight and 40/100----- Dollars

TO THE ORDER OF Roshka Heyman & DeWulf, PLC
 One Arizona Center
 400 East Van Buren, Ste. 800
 Phoenix, AZ 85004-3906
 United States

BORDER CONTAINS MICROPRINT

⑈000703⑈

Sabrosa Water Co., Inc.

000703

| | | | | | |
|---------|--------|------------|-----------|----------------|----------|
| Vendor | ROSHEY | Check Date | 5/26/2005 | Check Number | 000703 |
| Ref Nbr | 30724 | Inv Date | 5/12/2005 | Invoice Amount | 1,598.40 |
| | | | | Amount Paid | 1,598.40 |
| | | | | Disc Taken | 0.00 |
| | | | | Net Check Amt | 1,598.40 |

ROSHKA HEYMAN & DeWULF

Roshka Heyman & DeWulf, PLC
 Attorneys At Law
 One Arizona Center
 400 East Van Buren
 Suite 800
 Phoenix, Arizona 85004-3906
 Telephone 602-256-6100
 Facsimile 602-256-6800

May 12, 2005

Invoice # 30724

Client #1772

Global Water Resources, LLC
 c/o Trevor Hill
 Deer Valley Financial Centre
 22601 N. 19th Ave., Suite 210
 Phoenix AZ 85027

Re: In the Matter of the Emergency Rate Case Before the ACC and Other
 Administrative Issues

For Professional Services Rendered through: April 30, 2005

| | | <u>Hours</u> | <u>Amount</u> |
|-----------|--|--------------|---------------|
| 4/5/2005 | RSH Reviewed Sabrosa report; conference with attorney Patten, e-mail from Ms. Liles, e-mailed clients regarding meeting and hearings | 1.20 | 432.00 |
| 4/26/2005 | RSH Various e-mails with clients regarding Staff Report and recommendations; reviewed Staff Report | 1.30 | 468.00 |
| 4/29/2005 | RSH Various e-mails with Mr. Symmonds regarding hearing preparation; reviewed Procedural Order; reviewed application; prepared materials for hearing | 1.90 | 684.00 |

| | | |
|------------------------------------|------|------------|
| For professional services rendered | 4.40 | \$1,584.00 |
|------------------------------------|------|------------|

Additional charges:

| | | | |
|-----------|--|--|-------|
| 4/30/2005 | Photocopies for the Month of April: 72 | | 14.40 |
|-----------|--|--|-------|

| | | |
|-------------|--|---------|
| Total costs | | \$14.40 |
|-------------|--|---------|

| | | |
|---------------------------|--|-------------------|
| Total amount of this bill | | <u>\$1,598.40</u> |
|---------------------------|--|-------------------|

| | | |
|------------------|--|-------------|
| Previous balance | | \$12,602.77 |
|------------------|--|-------------|

| | | | |
|-----------|------------------------------------|--|-------------------------|
| 4/14/2005 | Payment - thank you--check no. 215 | | (\$7,598.57) |
|-----------|------------------------------------|--|-------------------------|

606-23016-00-00

Sabrosa: FA: CC+ exp

Cruik

ENTERED

Global Water Resources, LLC

Page 2

Re: In the Matter of the Emergency Rate Case Before the ACC

| | <u>Amount</u> |
|--|--------------------------|
| 4/28/2005 Payment - thank you--check no. 420 | (\$5,004.20) |
| Total payments and adjustments | <u>(\$12,602.77)</u> |
| Balance due | <u><u>\$1,598.40</u></u> |

| REF. NO. | INVOICE NO. | INVOICE DATE | INVOICE AMOUNT | AMOUNT PAID | DISCOUNT TAKEN | NET CHECK AMOUNT |
|----------|-------------|--------------|----------------|-------------|----------------|------------------|
| 001817 | 9699 | 4/29/2005 | 22.50 | 22.50 | 0.00 | 22.50 |

THE FACE OF THIS DOCUMENT HAS A COLORED BACKGROUND ON WHITE PAPER - THE BACK CONTAINS AN ARTIFICIAL WATERMARK - HOLD AT AN ANGLE TO VIEW

Sabrosa Water Co., Inc.
 22601 N. 19th Avenue, Suite 210
 Phoenix, AZ 85027
 (623)580-9600

WELLS FARGO BANK
 NATIONAL ASSOCIATION
 SANTA ROSA, CA 95409

11-24/1210

000702

| DATE | CHECK NO. | AMOUNT |
|-----------|-----------|--------------|
| 5/26/2005 | 000702 | \$*****22.50 |

PAY Twenty-Two and 50/100 ----- Dollars

TO THE ORDER OF On Demand
 4539 N. 22nd Street, #207
 Phoenix, AZ 85016
 United States

BORDER CONTAINS MICROPRINT

⑈000702⑈

Sabrosa Water Co., Inc.

000702

| | | | | | | | | | | | |
|---------|-------|------------|-----------|----------------|--------|-------------|-------|------------|------|---------------|-------|
| Vendor | ONDEM | Check Date | 5/26/2005 | Check Number | 000702 | | | | | | |
| Ref Nbr | 9699 | Inv Date | 4/29/2005 | Invoice Amount | 22.50 | Amount Paid | 22.50 | Disc Taken | 0.00 | Net Check Amt | 22.50 |

ON DEMAND COURIER

4539 N. 22ND STREET, STE. 207
 PHOENIX, AZ 85016
 602-667-6222
 602-667-9333

INVOICE

| | |
|-----------------------|---------|
| INVOICE NUMBER | PAGE |
| 9699 | 3 |
| CLIENT NUMBER / PURCH | |
| 1175 | NET DUE |
| INVOICE DATE | |
| 4/29/2005 | |
| INVOICE TOTAL | |
| \$363.50 | |

Invoice Submitted To:

GLOBAL WATER RESOURCES

22601 N. 19TH AVE
 210
 PHOENIX, AZ 85027

Attn: MELISSA

| | | | | |
|--|---------------------|----------------|------------------|--------|
| Order Date/Num Service Received By | Reference Caller | Pickup Address | Drop Off Address | |
| Charge | Minutes | Pounds | Other1 | Other2 |
| | | | | |
| | | | | Total |

| | | | |
|----------------------------|---------------------|---|---|
| 4/29/2005 362923 4 HOUR | MATT OLSON KATIE | GLOBAL WATER RESOURCES 22601 N. 19TH AVE PHOENIX AZ 85027 | JMI 4151 N MARSHALL WAY SCOTTSDALE AZ |
| \$17.00 | \$0.00 | \$0.00 | \$0.00 |

PVUC : F.A. :

*Graham
 Homestead
 Village \$17.50*

Billing Group Sub-Total \$363.50
 Invoice Total \$363.50

EXHIBIT

"F"

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:

Sabrosa Water Company is financially incapable of meeting the needs of consumers without making the interim rates permanent.

- 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:

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

Please explain:

- 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:

- Anticipated construction

Please explain:

- Efforts made to encourage conservation of water through the proposed rate design or through other means
Please explain:

- Other factors
Please explain:

Sabrosa Water Company is a non-viable operation under its existing tariffed rates.

Attach additional pages as necessary.

| | |
|--|-----------------------------------|
| Company Name: SABROSA WATER COMPANY | Test Year Ended: 31 March 2006 |
|--|-----------------------------------|

AFFILIATE RELATIONSHIP

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

A parent-subsidary relationship, or affiliation, with another entity includes corporations, partnerships, sole proprietorship, 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, it's cost, and the percentage of the asset owned by the utility. (Please note the amounts reported on pages 13 and 15 should only include the percentage of plant owned by the utility.)

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.

STATEMENTS IN SUPPORT OF RATE REQUEST

Complete the following statements in support of your rate request.

SABROSA WATER COMPANY (the "Company") requests an adjustment in the existing rates charged by the Company. The information contained in this application is based upon a twelve-month Test Year ending 03/31/2006 (mm/dd/yy). The Company had total operating revenues of \$ 43,556.06, served 52 metered and 0 un-metered

(from page 19)

customers, and sold 4,882,000 gallons of water during the Test Year.

(from page 18)

The Company is requesting a(n) increase/decrease in revenues in the amount of \$ _____.

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

The Company is current on all property taxes. [] YES [x] NO

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

The Company currently has a Curtailment Plan Tariff on file with the Commission [x] YES [] NO

The Company currently has a Backflow Prevention Tariff on file with the Commission [] YES [x] NO

The Company notified its customers of its application for a rate adjustment on _____ (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.

To be completed.

The utility company ownership is one of the following:

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

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

| Stockholders | Number of Shares Owned |
|--------------|------------------------|
| UNKNOWN | UNKNOWN |
| | |
| | |
| | |
| | |

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): GRAHAM SYMMONDS | Company Name: Global Water Resource |
| Title: Interim Manager | Address: 21410 N. 19 th Ave |
| Signature: <i>Graham Symmonds</i> | Phoenix AZ 85027 |
| Date: 13 July 06 | Phone Number: 623-580-9600 |
| E-mail Address: <i>graham.symmonds@ gwresources.com</i> | Fax Number: 623-580-9659 |
| Website Address: <i>www.gwresources.com</i> | |

EXHIBIT

"G"

From: Jenny Young - ENVX [mailto:JYoung@mail.maricopa.gov]
Sent: Tuesday, July 05, 2005 9:39 AM
To: Susan Armijo
Cc: John Kolman - ENVX; Ken James - ENVX
Subject: FW: Sabrosa Wright wel

I spoke to John Kolman about the nitrate MCL. Because nitrate is an acute contaminant and pumping the well is not a permanent fix, we must require a blending plan (or other treatment) for nitrate to ensure that the water served is below 10 ppm. Ken James can give you the requirements for approval of a blending plan. His phone number is 602-506-6414. If you have any other questions, please contact me. Thanks very much.

Jenny Young
(602) 506-0462