



Marple & Marple, Inc., P.S.
CERTIFIED PUBLIC ACCOUNTANTS

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April 19, 2006

Memo To: Jim Ward

From: Bob Marple

Re: Southgate Water Systems, Inc.

Attached is a summary from Quicken maintained by Southgate Water Systems, Inc. for the first quarter 2006 that shows the revenue and expenses. This is what we were to provide to you in accordance with our agreement.

REM/tk

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Itemized Categories - Q1 2006
1/1/2006 through 3/31/2006

Date	Account	Numb	Description	Memo	Clr	Amount
INCOME						6,306.77
Interest Inc						1.27
1/31/2006	Southgate Water Co Checking	DEP	American West Bank Interest	Am West Ban...	R	0.78
2/28/2006	Southgate Water Co Checking	DEP	American West Bank Interest	Am West Ban...	R	0.22
3/31/2006	Southgate Water Co Checking	DEP	American West Bank Interest	Am West Ban...	R	0.27
Water Income						6,305.50
1/13/2006	Southgate Water Co Checking	DEP	Water Income		R	962.00
1/31/2006	Southgate Water Co Checking	DEP	Water Income		R	960.00
2/15/2006	Southgate Water Co Checking	DEP	Water Income		R	1,086.00
2/28/2006	Southgate Water Co Checking	DEP	Water Income		R	1,148.50
3/15/2006	Southgate Water Co Checking	DEP	Water Income		R	682.00
3/31/2006	Southgate Water Co Checking	DEP	Water Income		R	1,050.50
3/31/2006	Southgate Water Co Checking	DEP	Water Income		R	416.50
EXPENSES						-10,914.72
Engineer Service						-950.00
3/23/2006	Southgate Water Co Checking	959	Hall Engineering Assoc			-950.00
Insurance						-1,164.00
Business Liability Ins						-1,164.00
1/19/2006	Southgate Water Co Checking	946	Cox Jones Ins	Cox Jones	R	-1,164.00
Licenses						-176.00
3/6/2006	Southgate Water Co Checking	952	Wa Dept Of Health	Wa Dept Lice...	R	-176.00
Office Supplies						-375.71
1/8/2006	Southgate Water Co Checking	949	Marple & Marple		R	0.00
1/12/2006	Southgate Water Co Checking	943	Marple & Marple		R	-240.00
1/25/2006	Southgate Water Co Checking	947	Marple & Marple		R	0.00
2/14/2006	Southgate Water Co Checking	950	Marple & Marple		R	-42.02
3/15/2006	Southgate Water Co Checking	955	Marple & Marple		R	-93.69
3/15/2006	Southgate Water Co Checking	957	Marple & Marple		R	0.00
3/18/2006	Southgate Water Co Checking	956	Marple & Marple		R	0.00
Professional Services						-6,200.00
Bookkeeping						-200.00
1/4/2006	Southgate Water Co Checking	940	Re's Bookkeeping		R	-150.00
1/9/2006	Southgate Water Co Checking	941	Re's Bookkeeping		R	-50.00
Other Professional Services						-6,000.00
1/8/2006	Southgate Water Co Checking	949	Marple & Marple		R	-200.00
					R	-1,000.00

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1/1/2006 through 3/31/2006

Date	Account	Num	Description	Memo	Clr	Amount
1/12/2006	Southgate Water Co Checking	943	Marple & Marple		R	-200.00
1/25/2006	Southgate Water Co Checking	947	Marple & Marple		R	-200.00
					R	-3,000.00
2/14/2006	Southgate Water Co Checking	950	Marple & Marple		R	-200.00
3/15/2006	Southgate Water Co Checking	955	Marple & Marple		R	-200.00
3/15/2006	Southgate Water Co Checking	957	Marple & Marple		R	-820.00
3/18/2006	Southgate Water Co Checking	956	Marple & Marple		R	-180.00
						-1,602.06
Pump Electricity						
1/6/2006	Southgate Water Co Checking	948	Benton Franklin PUD		R	-534.62
2/22/2006	Southgate Water Co Checking	951	Benton Franklin PUD		R	-514.39
3/23/2006	Southgate Water Co Checking	958	Benton Franklin PUD		R	-553.05
						-48.00
Testing Fee						
Utilities						
Internet						
1/18/2006	Southgate Water Co Checking	944	Charter Internet	1yr	R	-380.00
1/18/2006	Southgate Water Co Checking	94	180 Net		R	-18.95
OVERALL TOTAL						-4,607.95