

Hacker Accounting LLC

13201 N. 35th Avenue, Ste. B-3

Phoenix, AZ 85029

March 4, 2013

Sunburst Farms Irrigation District
16040 N. 43rd Ave
Glendale, AZ 85306-2733

We have prepared the accompanying balance sheet of Sunburst Farms Irrigation District for January 31, 2013 and the related statement of income for the current month and year to date periods then ended. We have also attached an Aging Summary comparing this year's receivables with last year's.

The objective of these reports is to assist management in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the reports. The intended purpose of these reports is for management discussion and review.

Hacker Accounting LLC

Sunburst Farms Irrigation District
Revenue Expense Budget vs Actual
January 2013

	<u>Jan 13</u>	<u>Budget</u>	<u>Variance</u>	<u>Jul '12 - Jan 13</u>	<u>YTD Budget</u>	<u>Variance</u>
Ordinary Income/Expense						
Income						
211 · Water Fees	12,757.50	7,425.00	5,332.50	170,370.00	161,190.00	9,180.00
212 · Member Fees	28,234.80	28,235.00	-0.20	197,711.80	197,645.00	66.80
213 · Other Services	0.00	0.00	0.00	220.00	0.00	220.00
214 · Escrow Transfer Fees	100.00	250.00	-150.00	1,600.00	1,750.00	-150.00
215 · Finance Charges	1,108.24	414.00	694.24	7,379.02	2,898.00	4,481.02
219 · Misc/Other Income	2,506.66	62.00	2,444.66	10,603.16	439.00	10,164.16
Total Income	44,707.20	36,386.00	8,321.20	387,883.98	363,922.00	23,961.98
Cost of Goods Sold						
310 · Direct Costs of Water Delivery						
311 · Purchases-Power	6,117.26	4,708.00	1,409.26	99,718.41	102,206.00	-2,487.59
331 · State Water Fees	421.41	184.00	237.41	2,949.87	3,956.00	-1,006.13
351 · Pump Supply "Oil"	0.00	76.00	-76.00	0.00	1,665.00	-1,665.00
352 · Transportation Gas/Oil	222.50	377.00	-154.50	6,987.84	8,220.00	-1,232.16
361 · Irrigation Labor	3,269.45	1,763.00	1,506.45	32,896.12	38,308.00	-5,411.88
371 · Payroll Taxes & Fringe	250.11	164.00	86.11	2,516.56	3,537.00	-1,020.44
372 · Irrigators-Health Insurance	0.00	154.00	-154.00	3,493.80	3,343.00	150.80
Total 310 · Direct Costs of Water Delivery	10,280.73	7,426.00	2,854.73	148,562.60	161,235.00	-12,672.40
Total COGS	10,280.73	7,426.00	2,854.73	148,562.60	161,235.00	-12,672.40
Gross Profit	34,426.47	28,960.00	5,466.47	239,321.38	202,687.00	36,634.38
Expense						
400 · Overhead Costs						
362 · Salaries-Supervisor	3,702.35	3,240.00	462.35	23,254.57	22,680.00	574.57
363 · Admin Payroll Expense	3,620.35	3,168.00	452.35	22,746.17	22,176.00	570.17
364 · Payroll Taxes/Fringe-Admin	755.86	592.00	163.86	4,047.51	4,138.00	-90.49
365 · MNGR Gas Transportation	61.28		61.28	862.10	0.00	862.10
366 · Health Insurance "Salary"	220.00	388.00	-168.00	2,379.45	2,716.00	-336.55

Sunburst Farms Irrigation District
Revenue Expense Budget vs Actual
January 2013

	Jan 13	Budget	Variance	Jul '12 - Jan 13	YTD Budget	Variance
375 · State Compensation Fund	1,041.00	402.00	639.00	2,775.00	2,810.00	-35.00
411 · Depreciation Expense	7,954.83	7,876.00	78.83	55,683.81	55,132.00	551.81
414 · Building & Equipment Repair	599.56	167.00	432.56	599.56	1,165.00	-565.44
416 · Pumps-Maintenance	0.00	167.00	-167.00	1,144.41	1,165.00	-20.59
417 · Maint/Repairs-Water System						
417.1 · Direct Labor	5,707.45	5,370.00	337.45	24,173.90	37,646.00	-13,472.10
417.2 · Materials	1,136.80	833.00	303.80	3,963.11	5,835.00	-1,871.89
417.3 · Outside Service	20.00	1,250.00	-1,230.00	881.36	8,750.00	-7,868.64
417.4 · MT Payroll Taxes	436.62	424.00	12.62	1,967.73	2,977.00	-1,009.27
417.5 · MT Health Insurance	0.00	511.00	-511.00	1,164.60	3,571.00	-2,406.40
Total 417 · Maint/Repairs-Water System	7,300.87	8,388.00	-1,087.13	32,150.70	58,779.00	-26,628.30
419 · Repairs-Transportation						
419.1 · Fleet Vehicles	1,885.90	417.00	1,468.90	8,330.03	2,914.00	5,416.03
419.2 · Tractor	0.00	83.00	-83.00	123.04	581.00	-457.96
Total 419 · Repairs-Transportation	1,885.90	500.00	1,385.90	8,453.07	3,495.00	4,958.07
420 · MNT Gas Transportation	144.57			1,628.81	0.00	1,628.81
421 · Electricity	138.11	195.00	-56.89	1,579.57	1,370.00	209.57
422 · Sewer & Water	11.43	15.00	-3.57	82.93	105.00	-22.07
423 · Telephone Expense	350.57	375.00	-24.43	2,538.66	2,625.00	-86.34
431 · Insurance Expense	1,090.50	1,250.00	-159.50	6,788.50	8,750.00	-1,961.50
441 · Legal Expense	0.00	500.00	-500.00	7,343.50	3,500.00	3,843.50
442 · Accounting Expenses	0.00	250.00	-250.00	1,800.00	1,750.00	50.00
443 · Auditing Expenses	0.00	0.00	0.00	0.00	3,000.00	-3,000.00
444 · Collection Services	10.00	40.00	-30.00	270.00	280.00	-10.00
446 · Other Contracted Services	355.97	292.00	63.97	2,719.51	2,044.00	675.51
451 · Postage	320.75	342.00	-21.25	2,249.71	2,394.00	-144.29
461 · Licenses & Taxes	0.00	0.00	0.00	0.00	0.00	0.00
471 · Misc & Public Relations	0.00	16.67	-16.67	-50.00	116.69	-166.69
483 · Office Supplies	323.20	400.00	-76.80	2,745.54	2,800.00	-54.46
484 · Mileage	0.00	21.00	-21.00	93.24	141.00	-47.76

Sunburst Farms Irrigation District
Revenue Expense Budget vs Actual
January 2013

	Jan 13	Budget	Variance	Jul '12 - Jan 13	YTD Budget	Variance
485 · Bank Charges	2.00	0.00	2.00	6.00	0.00	6.00
486 · Dues & Subscriptions	17.00	113.00	-96.00	1,062.56	785.00	277.56
Total 400 · Overhead Costs	29,906.10	28,697.67	1,208.43	184,954.88	203,916.69	-18,961.81
Total Expense	29,906.10	28,697.67	1,208.43	184,954.88	203,916.69	-18,961.81
Net Ordinary Income	4,520.37	262.33	4,258.04	54,366.50	-1,229.69	55,596.19
Other Income/Expense						
Other Income						
216 · Assessment Fee Income	0.00	0.00	0.00	0.00	0.00	0.00
217 · Capital Expenditure Reserved	2,070.00	2,070.00	0.00	14,490.00	14,490.00	0.00
511 · Interest Income	43.60	50.00	-6.40	262.92	350.00	-87.08
Total Other Income	2,113.60	2,120.00	-6.40	14,752.92	14,840.00	-87.08
Net Other Income	2,113.60	2,120.00	-6.40	14,752.92	14,840.00	-87.08
Net Income	6,633.97	2,382.33	4,251.64	69,119.42	13,610.31	55,509.11

Sunburst Farms Irrigation District

Balance Sheet Prev Year Comparison

As of January 31, 2013

	Jan 31, 13	Jan 31, 12	\$ Change
ASSETS			
Current Assets			
Checking/Savings			
111 · Cash on Hand	100.00	100.00	0.00
114 · Compass Cap/Expd/Dep	141,923.91	141,585.81	338.10
116 · Cash-MM	106,412.82	106,289.28	123.54
117 · Checking/Compass	208,946.27	98,934.83	110,011.44
Total Checking/Savings	457,383.00	346,909.92	110,473.08
Accounts Receivable			
121 · Accounts Receivable	114,727.00	124,794.25	-10,067.25
Total Accounts Receivable	114,727.00	124,794.25	-10,067.25
Other Current Assets			
140 · Prepaid Insurance	1,265.48	1,633.98	-368.50
199 · Suspense	1,349.57	11,911.89	-10,562.32
Total Other Current Assets	2,615.05	13,545.87	-10,930.82
Total Current Assets	574,725.05	485,250.04	89,475.01
Fixed Assets			
1210 · Land	9,000.00	9,000.00	0.00
1220 · Water District System	1,785,610.03	1,721,948.36	63,661.67
1230 · Buildings & Improvements	13,366.41	13,366.41	0.00
1240 · Machinery & Equipment	22,782.00	22,782.00	0.00
1241 · Motor for 43rd Avenue	24,679.00	0.00	24,679.00
1250 · Transportation Equipment	56,595.87	56,595.87	0.00
1260 · Office Furn & Fixtures	12,768.67	12,768.67	0.00
1270 · Office/Computer - 05/12	3,043.10	0.00	3,043.10
1280 · Surveillance/Security - 05/12	5,866.17	0.00	5,866.17
1281 · GPS Tracking - 2012	703.65	0.00	703.65
1290 · Electric Motior - 2011	11,911.89	0.00	11,911.89
1320 · Accum Depreciation	-1,063,554.05	-968,096.09	-95,457.96
Total Fixed Assets	882,772.74	868,365.22	14,407.52
Other Assets			
120 · Refundable Deposits	1,742.76	1,742.76	0.00
Total Other Assets	1,742.76	1,742.76	0.00
TOTAL ASSETS	1,459,240.55	1,355,358.02	103,882.53
LIABILITIES & EQUITY			
Liabilities			
Current Liabilities			
Other Current Liabilities			
203 · Accrued Power/Water	4,635.51	6,335.19	-1,699.68
220 · 43rd Ave Pump	2,803.98	0.00	2,803.98
221 · 39th Ave Pump	-6,553.59	0.00	-6,553.59
Total Other Current Liabilities	885.90	6,335.19	-5,449.29
Total Current Liabilities	885.90	6,335.19	-5,449.29
Total Liabilities	885.90	6,335.19	-5,449.29
Equity			
209 · Retained Earnings	1,389,235.23	1,265,849.45	123,385.78
Net Income	69,119.42	83,173.38	-14,053.96
Total Equity	1,458,354.65	1,349,022.83	109,331.82
TOTAL LIABILITIES & EQUITY	1,459,240.55	1,355,358.02	103,882.53

**Sunburst Farms Irrigation District
A/R Aging Summary
As of January 31, 2013**

	Current	1 - 30	31 - 60	61 - 90	> 90	TOTAL
Total A/R 2013	<u>23,216.66</u>	<u>-4,182.82</u>	<u>5,045.88</u>	<u>4,533.34</u>	<u>86,113.94</u>	<u>114,727.00</u>
Total A/R 2012	<u>30,445.60</u>	<u>-4,522.55</u>	<u>9,304.15</u>	<u>6,035.02</u>	<u>83,532.03</u>	<u>124,794.25</u>
Variance- Better/(Worse)	<u>7,228.94</u>	<u>-339.73</u>	<u>4,258.27</u>	<u>1,501.68</u>	<u>-2,581.91</u>	<u>10,067.25</u>

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03/04/13

Accrual Basis

Sunburst Farms Irrigation District
General Journal Transaction
January 31, 2013

<u>Num</u>	<u>Adj</u>	<u>Name</u>	<u>Memo</u>	<u>Account</u>	<u>Class</u>	<u>Debit</u>	<u>Credit</u>
	*			311 · Purchases-Po...		6,117.26	
	*			220 · 43rd Ave Pump			6,117.26
	*		no charge for...	221 · 39th Ave Pump			
						<u>6,117.26</u>	<u>6,117.26</u>
TOTAL						<u>6,117.26</u>	<u>6,117.26</u>