

Hacker Accounting LLC
13201 N. 35th Avenue, Ste. B-3
Phoenix, AZ 85029

May 20, 2014

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 April 30, 2014 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
Balance Sheet
 As of April 30, 2014

	Apr 30, 14
ASSETS	
Current Assets	
Checking/Savings	
117 · Checking/Compass	40,934.12
111 · Cash on Hand	100.00
114 · Compass Cap/Expd/Dep	248,022.61
116 · Cash-MM	106,531.45
Total Checking/Savings	395,588.18
Accounts Receivable	
121 · Accounts Receivable	104,880.18
Total Accounts Receivable	104,880.18
Other Current Assets	
140 · Prepaid Insurance	9,092.47
1499 · Undeposited Funds	46.00
Total Other Current Assets	9,138.47
Total Current Assets	509,606.83
Fixed Assets	
1200 · Fixed Assets	
1210 · Land	9,000.00
1220 · Water District System	1,851,523.69
1230 · Buildings & Improvements	13,366.41
1240 · Machinery & Equipment	19,423.00
1241 · Motor for 43rd Avenue	38,989.23
1242 · 39th Ave Pump-2013	63,641.67
1243 · 43rd Ave Pump-2013	76,082.36
1244 · 39th Ave motor	2,501.14
1250 · Transportation Equipment	57,674.55
1260 · Office Furn & Fixtures	15,986.94
1281 · GPS Tracking - 2012	245.65
Total 1200 · Fixed Assets	2,148,434.64
1300 · Accumulated Depreciation	
1320 · Accum Depr-Water Distr Sys	-983,354.84
1330 · Accum Depr-Bldgs & Imp	-12,915.20
1340 · Accum Depr-Machinery & Equip	-19,423.00
1343 · Accum Depr-43rd Ave. Pump 2013	-150.00
1350 · Accum Depr- Transportation	-16,827.61
1360 · Accum Depr-Off Furn & Fix	-6,770.97
1300 · Accumulated Depreciation - Other	48,159.17
Total 1300 · Accumulated Depreciation	-991,282.45
Total Fixed Assets	1,157,152.19
Other Assets	
120 · Refundable Deposits	1,169.00
Total Other Assets	1,169.00
TOTAL ASSETS	1,667,928.02
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Other Current Liabilities	
201 · Payroll Liabilities	859.95
203 · Accrued Power/Water	
2031 · Accrued Power	5,869.47
2032 · Accrued Water	5,770.33
203 · Accrued Power/Water - Other	-7,162.93
Total 203 · Accrued Power/Water	4,476.87

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Balance Sheet
As of April 30, 2014

	Apr 30, 14
204 · Other Accrued Expenses	2,376.69
205 · Accrued Vacation	1,895.20
Total Other Current Liabilities	<u>9,608.71</u>
Total Current Liabilities	<u>9,608.71</u>
Total Liabilities	9,608.71
Equity	
209 · Retained Earnings	1,601,618.25
Net Income	56,701.06
Total Equity	<u>1,658,319.31</u>
TOTAL LIABILITIES & EQUITY	<u><u>1,667,928.02</u></u>

Sunburst Farms Irrigation District
Profit Loss Budget vs Actual
April 2014

	<u>Apr 14</u>	<u>Budget</u>	<u>Variance</u>	<u>Jul '13 - Apr 14</u>	<u>YTD Budget</u>	<u>Variance</u>
Ordinary Income/Expense						
Income						
211 · Water Fees	26,366.94	20,544.00	5,822.94	211,503.60	197,736.00	13,767.60
212 · Member Fees	31,439.16	31,439.16	0.00	314,391.60	314,391.68	-0.08
213 · Other Services	20.00	40.00	-20.00	420.90	400.00	20.90
214 · Escrow Transfer Fees	100.00	300.00	-200.00	2,300.00	3,000.00	-700.00
215 · Finance Charges	839.66	600.00	239.66	8,830.57	6,000.00	2,830.57
Total Income	<u>58,765.76</u>	<u>52,923.16</u>	<u>5,842.60</u>	<u>537,446.67</u>	<u>521,527.68</u>	<u>15,918.99</u>
Cost of Goods Sold						
310 · Direct Costs of Water Delivery						
311 · Purchases-Power	4,135.46	12,700.00	-8,564.54	129,786.95	123,400.00	6,386.95
331 · State Water Fees	583.34	583.33	0.01	5,833.40	5,833.34	0.06
351 · Pump Supply "Oil"	0.00	100.00	-100.00	0.00	1,000.00	-1,000.00
352 · Transportation Gas/Oil	589.61	1,008.00	-418.39	6,287.81	9,702.00	-3,414.19
361 · Irrigation Labor	4,090.33	5,120.00	-1,029.67	42,253.35	49,280.00	-7,026.65
371 · Payroll Taxes & Fringe	182.77	416.00	-233.23	3,076.98	4,052.00	-975.02
372 · Irrigators-Health Insurance	798.06	515.52	282.54	6,650.50	5,542.08	1,108.42
Total 310 · Direct Costs of Water Delivery	<u>10,379.57</u>	<u>20,442.85</u>	<u>-10,063.28</u>	<u>193,888.99</u>	<u>198,809.42</u>	<u>-4,920.43</u>
Total COGS	<u>10,379.57</u>	<u>20,442.85</u>	<u>-10,063.28</u>	<u>193,888.99</u>	<u>198,809.42</u>	<u>-4,920.43</u>
Gross Profit	48,386.19	32,480.31	15,905.88	343,557.68	322,718.26	20,839.42
Expense						
400 · Overhead Costs						
362 · Salaries-Supervisor	3,050.72	3,065.52	-14.80	33,173.03	32,954.58	218.45
363 · Admin Payroll Expense	2,983.16	2,997.33	-14.17	32,447.25	32,221.81	225.44
364 · Payroll Taxes/Fringe-Admin	497.40	559.44	-62.04	5,385.76	6,014.26	-628.50
365 · MNGR Gas Transportation	173.08	133.34	39.74	929.30	1,333.32	-404.02
366 · Health Insurance "Salary"	442.02	477.25	-35.23	4,552.20	4,772.50	-220.30
375 · State Compensation Fund	1,302.00	411.58	890.42	4,955.00	4,115.84	839.16

Sunburst Farms Irrigation District
Profit Loss Budget vs Actual
April 2014

	<u>Apr 14</u>	<u>Budget</u>	<u>Variance</u>	<u>Jul '13 - Apr 14</u>	<u>YTD Budget</u>	<u>Variance</u>
411 · Depreciation Expense	14,581.65	9,166.66	5,414.99	97,081.68	91,666.68	5,415.00
414 · Building & Equipment Repair	0.00	183.33	-183.33	305.66	1,833.34	-1,527.68
416 · Pumps-Maintenance	0.00	241.66	-241.66	993.27	2,416.68	-1,423.41
417 · Maint/Repairs-Water System						
417.1 · Direct Labor	3,654.71	4,769.23	-1,114.52	43,176.25	51,269.23	-8,092.98
417.2 · Materials	766.82	1,000.00	-233.18	17,199.15	10,000.00	7,199.15
417.3 · Outside Service	0.00	1,250.00	-1,250.00	13,071.91	12,500.00	571.91
417.4 · MT Payroll Taxes	181.20	391.08	-209.88	3,181.14	4,204.08	-1,022.94
417.5 · MT Health Insurance	266.02	0.00	266.02	2,128.16	0.00	2,128.16
Total 417 · Maint/Repairs-Water System	4,868.75	7,410.31	-2,541.56	78,756.61	77,973.31	783.30
419 · Repairs-Transportation						
419.1 · Fleet Vehicles	278.53	1,080.00	-801.47	13,256.42	10,800.00	2,456.42
419.2 · Tractor	0.00	0.00	0.00	128.73	0.00	128.73
Total 419 · Repairs-Transportation	278.53	1,080.00	-801.47	13,385.15	10,800.00	2,585.15
420 · MNT Gas Transportation	170.93	300.00	-129.07	2,432.03	3,000.00	-567.97
421 · Electricity	119.77	200.00	-80.23	1,867.09	2,000.00	-132.91
422 · Sewer & Water	12.24	16.66	-4.42	119.82	166.68	-46.86
423 · Telephone Expense	481.33	466.66	14.67	5,002.70	4,666.68	336.02
431 · Insurance Expense	1,333.34	1,333.33	0.01	13,588.40	13,333.34	255.06
441 · Legal Expense	0.00	1,250.00	-1,250.00	500.00	12,500.00	-12,000.00
442 · Accounting Expenses	0.00	300.00	-300.00	1,800.00	3,000.00	-1,200.00
443 · Auditing Expenses	0.00	400.00	-400.00	4,630.00	4,000.00	630.00
444 · Collection Services	20.00	40.00	-20.00	280.00	400.00	-120.00
446 · Other Contracted Services	542.51	458.33	84.18	4,087.63	4,583.34	-495.71
451 · Postage	350.32	358.33	-8.01	3,731.71	3,583.34	148.37
461 · Licenses & Taxes	0.00	0.00	0.00	0.00	0.00	0.00
471 · Misc & Public Relations	13.81	16.66	-2.85	43.10	166.68	-123.58
483 · Office Supplies	89.94	400.00	-310.06	5,319.04	4,000.00	1,319.04
484 · Mileage	26.49	22.00	4.49	379.29	220.00	159.29
485 · Bank Charges	0.00	0.00	0.00	36.00	0.00	36.00

Sunburst Farms Irrigation District
Profit Loss Budget vs Actual
April 2014

	<u>Apr 14</u>	<u>Budget</u>	<u>Variance</u>	<u>Jul '13 - Apr 14</u>	<u>YTD Budget</u>	<u>Variance</u>
486 · Dues & Subscriptions	0.00	200.00	-200.00	1,428.17	2,000.00	-571.83
Total 400 · Overhead Costs	31,337.99	31,488.39	-150.40	317,209.89	323,722.38	-6,512.49
Total Expense	31,337.99	31,488.39	-150.40	317,209.89	323,722.38	-6,512.49
Net Ordinary Income	17,048.20	991.92	16,056.28	26,347.79	-1,004.12	27,351.91
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	20,702.50	20,700.00	2.50
219 · Misc/Other Income	1,886.00	100.00	1,786.00	11,082.64	1,000.00	10,082.64
511 · Interest Income	46.96	125.00	-78.04	606.13	1,250.00	-643.87
541 · Gain/Loss on Sale of Equipment	0.00			-353.00		
Total Other Income	4,002.96	2,295.00	1,707.96	32,038.27	22,950.00	9,088.27
Other Expense						
512 · Bridle Path Cleanup	1,685.00			1,685.00		
Total Other Expense	1,685.00			1,685.00		
Net Other Income	2,317.96	2,295.00	22.96	30,353.27	22,950.00	7,403.27
Net Income	19,366.16	3,286.92	16,079.24	56,701.06	21,945.88	34,755.18

Sunburst Farms Irrigation District
A/R Aging Summary
As of April 30, 2014

	<u>Current</u>	<u>1 - 30</u>	<u>31 - 60</u>	<u>61 - 90</u>	<u>> 90</u>	<u>TOTAL</u>
Total A/R 2014	<u>36,609.58</u>	<u>2,286.45</u>	<u>55.88</u>	<u>4,488.44</u>	<u>61,439.83</u>	<u>104,880.18</u>
Total A/R 2013	<u>38,652.98</u>	<u>4,663.36</u>	<u>-2,109.54</u>	<u>3,727.88</u>	<u>75,047.98</u>	<u>119,982.66</u>
Variance- Better/(Worse)	<u>2,043.40</u>	<u>2,376.91</u>	<u>-2,165.42</u>	<u>-760.56</u>	<u>13,608.15</u>	<u>15,102.48</u>