

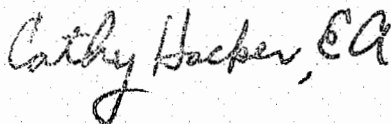
Hacker Accounting LLC
13201 N. 35th Avenue, Ste. B-3
Phoenix, AZ 85029

May 22, 2018

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, 2018 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.

A handwritten signature in black ink that reads "Cathy Hacker, CA". The signature is written in a cursive style with a large initial 'C' and 'H'.

Hacker Accounting LLC

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 05/22/18
 Accrual Basis

Sunburst Farms Irrigation District
Balance Sheet
 As of April 30, 2018

	<u>Apr 30, 18</u>	<u>Apr 30, 17</u>
ASSETS		
Current Assets		
Checking/Savings		
117 · Checking/Compass	37,188.94	35,429.25
118 · First Bank	119,518.76	123,346.16
111 · Cash on Hand	100.00	100.00
114 · Compass Cap/Expd/Dep	8,855.07	127,697.34
Total Checking/Savings	<u>165,662.77</u>	<u>286,572.75</u>
Accounts Receivable		
121 · Accounts Receivable	142,282.43	105,803.98
Total Accounts Receivable	<u>142,282.43</u>	<u>105,803.98</u>
Other Current Assets		
180 · Inventory	13,631.64	0.00
140 · Prepaid Insurance	15,088.62	10,412.59
1499 · Undeposited Funds	1,271.41	0.00
199 · Suspense	0.00	37,150.00
Total Other Current Assets	<u>29,991.67</u>	<u>47,562.59</u>
Total Current Assets	<u>337,936.87</u>	<u>439,939.32</u>
Fixed Assets		
1200 · Fixed Assets		
1210 · Land	9,000.00	9,000.00
1220 · Water District System	2,566,839.00	2,440,647.96
1230 · Buildings & Improvements	163,901.86	163,901.86
1240 · Machinery & Equipment	59,843.75	59,843.75
1250 · Transportation Equipment	111,571.11	75,490.64
1260 · Office Furn & Fixtures	15,986.94	15,986.94
Total 1200 · Fixed Assets	<u>2,927,142.66</u>	<u>2,764,871.15</u>
1300 · Accumulated Depreciation		
1320 · Accum Depr-Water Distr Sys	-1,568,962.55	-1,461,948.58
Total 1300 · Accumulated Depreciation	<u>-1,568,962.55</u>	<u>-1,461,948.58</u>
Total Fixed Assets	<u>1,358,180.11</u>	<u>1,302,922.57</u>
TOTAL ASSETS	<u>1,696,116.98</u>	<u>1,742,861.89</u>
LIABILITIES & EQUITY		
Liabilities		
Current Liabilities		
Accounts Payable		
200 · Accounts Payable		
2001 · Attorney Fees	19,691.00	0.00
200 · Accounts Payable - Other	3,852.96	1,166.37
Total 200 · Accounts Payable	<u>23,543.96</u>	<u>1,166.37</u>
Total Accounts Payable	<u>23,543.96</u>	<u>1,166.37</u>
Credit Cards		
Credit Cards		
CITI Card	1,543.91	0.00
Total Credit Cards	<u>1,543.91</u>	<u>0.00</u>
Total Credit Cards	<u>1,543.91</u>	<u>0.00</u>
Other Current Liabilities		
201 · Payroll Liabilities		
2011 · Dental/Vision Payable	30.20	47.68
201 · Payroll Liabilities - Other	286.25	286.25
Total 201 · Payroll Liabilities	<u>316.45</u>	<u>333.93</u>

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05/22/18
Accrual Basis

Sunburst Farms Irrigation District
Balance Sheet
As of April 30, 2018

	<u>Apr 30, 18</u>	<u>Apr 30, 17</u>
203 · Accrued Power/Water		
2031 · Accrued Power	11,352.74	11,515.00
2032 · Accrued Water	-2,142.56	-374.50
Total 203 · Accrued Power/Water	<u>9,210.18</u>	<u>11,140.50</u>
204 · Other Accrued Expenses	5,019.92	3,145.17
205 · Accrued Vacation	6,370.80	5,822.66
Total Other Current Liabilities	<u>20,917.35</u>	<u>20,442.26</u>
Total Current Liabilities	46,005.22	21,608.63
Long Term Liabilities		
230 · Wells Fargo Bobcat Lease	28,276.43	39,202.37
Total Long Term Liabilities	<u>28,276.43</u>	<u>39,202.37</u>
Total Liabilities	74,281.65	60,811.00
Equity		
209 · Retained Earnings	1,681,234.06	1,627,897.83
Net Income	-59,398.73	54,153.06
Total Equity	<u>1,621,835.33</u>	<u>1,682,050.89</u>
TOTAL LIABILITIES & EQUITY	<u><u>1,696,116.98</u></u>	<u><u>1,742,861.89</u></u>

Sunburst Farms Irrigation District
Revenue & Expense Budget Performance
 April 2018

	Apr 18	Budget	Variance	Jul '17 - Apr 18	YTD Budget	Variance
Ordinary Income/Expense						
Income						
211 · Water Fees	29,887.76	25,440.00	4,447.76	235,902.28	206,064.00	29,838.28
212 · Member Fees	37,549.80	37,549.83	-0.03	375,498.00	375,498.34	-0.34
213 · Other Services	0.00	40.00	-40.00	132.50	400.00	-267.50
214 · Escrow Transfer Fees	0.00	300.00	-300.00	1,800.00	3,000.00	-1,200.00
215 · Finance Charges	1,178.91	750.00	428.91	8,987.14	7,500.00	1,487.14
Total Income	68,616.47	64,079.83	4,536.64	622,319.92	592,462.34	29,857.58
Cost of Goods Sold						
310 · Direct Costs of Water Delivery						
311 · Purchases-Power	17,620.97	16,670.00	950.97	157,077.30	134,992.00	22,085.30
331 · State Water Fees	500.00	500.00	0.00	5,000.00	5,000.00	0.00
351 · Pump Supply "Oil"	0.00	133.33	-133.33	931.98	1,333.34	-401.36
352 · Transportation Gas/Oil	580.49	620.00	-39.51	4,812.95	5,016.00	-203.05
361 · Irrigation Labor	5,900.31	6,139.00	-238.69	54,841.12	49,694.00	5,147.12
371 · Payroll Taxes & Fringe	467.40	518.00	-50.60	4,456.42	4,164.00	292.42
372 · Irrigators-Health Insurance	257.84	791.66	-533.82	3,094.08	7,916.68	-4,822.60
Total 310 · Direct Costs of Water Delivery	25,327.01	25,371.99	-44.98	230,213.85	208,116.02	22,097.83
Total COGS	25,327.01	25,371.99	-44.98	230,213.85	208,116.02	22,097.83
Gross Profit	43,289.46	38,707.84	4,581.62	392,106.07	384,346.32	7,759.75
Expense						
400 · Overhead Costs						
362 · Salaries-Supervisor	3,309.96	3,435.56	-125.60	35,774.04	36,929.84	-1,155.80
363 · Admin Payroll Expense	3,244.56	3,362.40	-117.84	35,557.77	36,144.90	-587.13
364 · Payroll Taxes/Fringe-Admin	519.76	611.55	-91.79	5,966.63	6,574.05	-607.42
365 · MNGR Gas Transportation	97.93	133.34	-35.41	1,869.72	1,333.32	536.40
366 · Health Insurance "Salary"	864.36	875.00	-10.64	8,770.60	8,750.00	20.60
375 · State Compensation Fund	0.00	583.34	-583.34	5,665.00	5,833.32	-168.32

Sunburst Farms Irrigation District
Revenue & Expense Budget Performance
April 2018

	Apr 18	Budget	Variance	Jul '17 - Apr 18	YTD Budget	Variance
411 · Depreciation Expense	12,250.00	12,250.00	0.00	122,500.00	122,500.00	0.00
414 · Building & Equipment Repair	0.00	41.67	-41.67	17.14	416.66	-399.52
416 · Pumps-Maintenance	0.00	90.50	-90.50	0.00	905.00	-905.00
417 · Maint/Repairs-Water System						
417.1 · Direct Labor	6,997.46	5,078.84	1,918.62	79,810.16	54,597.61	25,212.55
417.2 · Materials	2,640.64	1,666.67	973.97	14,765.89	16,666.66	-1,900.77
417.3 · Outside Service	0.00	833.34	-833.34	5,819.38	8,333.32	-2,513.94
417.4 · MT Payroll Taxes	580.87	477.68	103.19	7,036.37	5,135.22	1,901.15
417.5 · MT Health Insurance	1,027.23	1,209.25	-182.02	11,516.10	12,092.50	-576.40
Total 417 · Maint/Repairs-Water System	11,246.20	9,265.78	1,980.42	118,947.90	96,825.31	22,122.59
419 · Repairs-Transportation						
419.1 · Fleet Vehicles	525.09	700.00	-174.91	9,361.28	7,000.00	2,361.28
419.2 · Tractor	790.47	50.00	740.47	6,491.18	500.00	5,991.18
Total 419 · Repairs-Transportation	1,315.56	750.00	565.56	15,852.46	7,500.00	8,352.46
420 · MNT Gas Transportation	374.50	230.76	143.74	2,737.34	2,480.79	256.55
421 · Electricity	156.47	208.34	-51.87	1,978.53	2,083.32	-104.79
422 · Sewer & Water	17.34	16.67	0.67	175.88	166.66	9.22
423 · Telephone Expense	313.26	350.00	-36.74	3,519.33	3,500.00	19.33
424 · Alarm	0.00	60.00	-60.00	468.90	600.00	-131.10
431 · Insurance Expense	1,000.00	1,000.00	0.00	10,425.00	10,000.00	425.00
441 · Legal Expense	10,780.13	166.67	10,613.46	18,860.60	1,666.66	17,193.94
442 · Accounting Expenses	400.00	400.00	0.00	3,600.00	4,000.00	-400.00
443 · Auditing Expenses	0.00	425.00	-425.00	5,100.00	4,250.00	850.00
444 · Collection Services	0.00	30.00	-30.00	60.00	300.00	-240.00
445 · Rent	0.00			0.00	0.00	0.00
446 · Other Contracted Services	292.51	400.00	-107.49	3,106.76	4,000.00	-893.24
451 · Postage	350.00	375.00	-25.00	3,424.81	3,750.00	-325.19
461 · Licenses & Taxes	0.00			0.00	0.00	0.00
471 · Misc & Public Relations	37.03	16.67	20.36	226.14	166.66	59.48
483 · Office Supplies	1,058.09	458.34	599.75	3,654.91	4,583.32	-928.41

UNAUDITED-SEE ACCOUNTANT'S COMPILATION REPORT

Sunburst Farms Irrigation District
Revenue & Expense Budget Performance
April 2018

	<u>Apr 18</u>	<u>Budget</u>	<u>Variance</u>	<u>Jul '17 - Apr 18</u>	<u>YTD Budget</u>	<u>Variance</u>
484 • Mileage	-3.84	50.00	-53.84	-41.28	500.00	-541.28
485 • Bank Charges	0.00	5.00	-5.00	26.45	50.00	-23.55
486 • Dues & Subscriptions	309.49	83.34	226.15	1,510.05	833.32	676.73
Total 400 • Overhead Costs	<u>47,933.31</u>	<u>35,674.93</u>	<u>12,258.38</u>	<u>409,754.66</u>	<u>366,643.13</u>	<u>43,111.55</u>
Total Expense	<u>47,933.31</u>	<u>35,674.93</u>	<u>12,258.38</u>	<u>409,754.68</u>	<u>366,643.13</u>	<u>43,111.55</u>
Net Ordinary Income	-4,643.85	3,032.91	-7,676.76	-17,648.61	17,703.19	-35,351.80
Other Income/Expense						
Other Income						
510 • Misc/Other Income	-16,574.82	200.00	-16,774.82	2,958.41	2,000.00	958.41
511 • Interest Income	99.86			434.24	0.00	434.24
541 • Gain/Loss on Sale of Equipment	0.00			15.90		
Total Other Income	<u>-16,474.96</u>	<u>200.00</u>	<u>-16,674.96</u>	<u>3,408.55</u>	<u>2,000.00</u>	<u>1,408.55</u>
Other Expense						
542 • Loss on 39th Avenue Pump	0.00			45,078.67		
512 • Bridle Path Cleanup	0.00			80.00	0.00	80.00
Total Other Expense	<u>0.00</u>			<u>45,158.67</u>	<u>0.00</u>	<u>45,158.67</u>
Net Other Income	<u>-16,474.96</u>	<u>200.00</u>	<u>-16,674.96</u>	<u>-41,750.12</u>	<u>2,000.00</u>	<u>-43,750.12</u>
Net Income	<u><u>-21,118.81</u></u>	<u><u>3,232.91</u></u>	<u><u>-24,351.72</u></u>	<u><u>-59,398.73</u></u>	<u><u>19,703.19</u></u>	<u><u>-79,101.92</u></u>

Sunburst Farms Irrigation District
A/R Aging Summary
As of April 30, 2018

	<u>Current</u>	<u>1 - 30</u>	<u>31 - 60</u>	<u>61 - 90</u>	<u>> 90</u>	<u>TOTAL</u>
Total A/R 2018	<u>42,490.03</u>	<u>2,439.87</u>	<u>-2,199.22</u>	<u>24,384.73</u>	<u>75,167.02</u>	<u>142,282.43</u>
Total A/R 2017	<u>39,530.97</u>	<u>1,460.14</u>	<u>-1,613.80</u>	<u>3,162.51</u>	<u>63,264.16</u>	<u>105,803.98</u>
Variance- Better/(Worse)	<u>-2,959.06</u>	<u>-979.73</u>	<u>585.42</u>	<u>-21,222.22</u>	<u>-11,902.86</u>	<u>-36,478.45</u>

Sunburst Farms Irrigation District
Revenue & Expense Budget Performance
April 2018

				July 17-			
	Apr 18	Budget	Variance	Apr 18	YTD Budget	Variance	Annual Budget
Ordinary Income/Expense							
Income							
211 · Water Fees	29,887.76	25,440.00	4,447.76	235,902.28	206,064.00	29,838.28	267,120.00
Cost of Goods Sold							
310 · Direct Costs of Water Delivery							
311 · Purchases-Power	17,620.97	16,670.00	950.97	157,077.30	134,992.00	22,085.30	175,000.00
331 · State Water Fees	500.00	500.00	0.00	5,000.00	5,000.00	0.00	6,000.00
351 · Pump Supply "Oil"	0.00	133.33	-133.33	931.98	1,333.34	-401.36	1,600.00
352 · Transportation Gas/Oil	580.49	620.00	-39.51	4,812.95	5,016.00	-203.05	6,500.00
361 · Irrigation Labor	5,900.31	6,139.00	-238.69	54,841.12	49,694.00	5,147.12	64,410.00
371 · Payroll Taxes & Fringe	467.40	518.00	-50.60	4,456.42	4,164.00	292.42	5,400.00
372 · Irrigators-Health Insurance	257.84	791.66	-533.82	3,094.08	7,916.68	-4,822.60	9,500.00
Total 310 · Direct Costs of Water Delivery	25,327.01	25,371.99	-44.98	230,213.85	208,116.02	22,097.83	268,410.00
Total Water Fee Income/(Loss)	4,560.75	68.01	4,492.74	5,688.43	-2,052.02	7,740.45	-1,290.00
212 · Member Fees	37,549.80	37,549.83	-0.03	375,498.00	375,498.34	-0.34	450,598.00
213 · Other Services	0.00	40.00	-40.00	132.50	400.00	-267.50	480.00
214 · Escrow Transfer Fees	0.00	300.00	-300.00	1,800.00	3,000.00	-1,200.00	3,600.00
215 · Finance Charges	1,178.91	750.00	428.91	8,987.14	7,500.00	1,487.14	9,000.00
Total Member Fees & Related Income	38,728.71	38,639.83	88.88	386,417.64	386,398.34	19.30	463,678.00
Overhead & Miscellaneous Expenses							
400 · Overhead Costs							
362 · Salaries-Supervisor	3,309.96	3,435.56	-125.60	35,774.04	36,929.84	-1,155.80	44,660.00
363 · Admin Payroll Expense	3,244.56	3,362.40	-117.84	35,557.77	36,144.90	-587.13	43,710.00
364 · Payroll Taxes/Fringe-Admin	519.76	611.55	-91.79	5,966.63	6,574.05	-607.42	7,950.00
365 · MNGR Gas Transportation	97.93	133.34	-35.41	1,869.72	1,333.32	536.40	1,600.00
366 · Health Insurance "Salary"	864.36	875.00	-10.64	8,770.60	8,750.00	20.60	10,500.00
375 · State Compensation Fund	0.00	583.34	-583.34	5,665.00	5,833.32	-168.32	7,000.00
411 · Depreciation Expense	12,250.00	12,250.00	0.00	122,500.00	122,500.00	0.00	147,000.00
414 · Building & Equipment Repair	0.00	41.67	-41.67	17.14	416.66	-399.52	500.00
416 · Pumps-Maintenance	0.00	90.50	-90.50	0.00	905.00	-905.00	1,086.00

Sunburst Farms Irrigation District
Revenue & Expense Budget Performance
April 2018

				July 17-				Annual
	Apr 18	Budget	Variance	Apr 18	YTD Budget	Variance	Budget	
417 · Maint/Repairs-Water System								
417.1 · Direct Labor	6,997.46	5,078.84	1,918.62	79,810.16	54,597.61	25,212.55	66,025.00	
417.2 · Materials	2,640.64	1,666.67	973.97	14,765.89	16,666.66	-1,900.77	20,000.00	
417.3 · Outside Service	0.00	833.34	-833.34	5,819.38	8,333.32	-2,513.94	10,000.00	
417.4 · MT Payroll Taxes	580.87	477.68	103.19	7,036.37	5,135.22	1,901.15	6,210.00	
417.5 · MT Health Insurance	1,027.23	1,209.25	-182.02	11,516.10	12,092.50	-576.40	14,511.00	
Total 417 · Maint/Repairs-Water System	11,246.20	9,265.78	1,980.42	118,947.90	96,825.31	22,122.59	116,746.00	
419 · Repairs-Transportation								
419.1 · Fleet Vehicles	525.09	700.00	-174.91	9,361.28	7,000.00	2,361.28	8,400.00	
419.2 · Tractor	790.47	50.00	740.47	6,491.18	500.00	5,991.18	600.00	
Total 419 · Repairs-Transportation	1,315.56	750.00	565.56	15,852.46	7,500.00	8,352.46	9,000.00	
420 · MNT Gas Transportation	374.50	230.76	143.74	2,737.34	2,480.79	256.55	3,000.00	
421 · Electricity	156.47	208.34	-51.87	1,978.53	2,083.32	-104.79	2,500.00	
422 · Sewer & Water	17.34	16.67	0.67	175.88	166.66	9.22	200.00	
423 · Telephone Expense	313.26	350.00	-36.74	3,519.33	3,500.00	19.33	4,200.00	
424 · Alarm	0.00	60.00	-60.00	468.90	600.00	-131.10	720.00	
431 · Insurance Expense	1,000.00	1,000.00	0.00	10,425.00	10,000.00	425.00	12,000.00	
441 · Legal Expense	10,780.13	166.67	10,613.46	18,860.60	1,666.66	17,193.94	2,000.00	
442 · Accounting Expenses	400.00	400.00	0.00	3,600.00	4,000.00	-400.00	4,800.00	
443 · Auditing Expenses	0.00	425.00	-425.00	5,100.00	4,250.00	850.00	5,100.00	
444 · Collection Services	0.00	30.00	-30.00	60.00	300.00	-240.00	360.00	
445 · Rent	0.00			0.00	0.00	0.00	0.00	
446 · Other Contracted Services	292.51	400.00	-107.49	3,106.76	4,000.00	-893.24	4,800.00	
451 · Postage	350.00	375.00	-25.00	3,424.81	3,750.00	-325.19	4,500.00	
461 · Licenses & Taxes	0.00			0.00	0.00	0.00	0.00	
471 · Misc & Public Relations	37.03	16.67	20.36	226.14	166.66	59.48	200.00	
483 · Office Supplies	1,058.09	458.34	599.75	3,654.91	4,583.32	-928.41	5,500.00	
484 · Mileage	-3.84	50.00	-53.84	-41.28	500.00	-541.28	600.00	
485 · Bank Charges	0.00	5.00	-5.00	26.45	50.00	-23.55	60.00	
486 · Dues & Subscriptions	309.49	83.34	226.15	1,510.05	833.32	676.73	1,000.00	
Total 400 · Overhead Costs	47,933.31	35,674.93	12,258.38	409,754.68	366,643.13	43,111.55	441,292.00	

Sunburst Farms Irrigation District
Revenue & Expense Budget Performance
April 2018

	Apr 18	Budget	Variance	July 17- Apr 18	YTD Budget	Variance	Annual Budget
Other Income							
510 · Misc/Other Income	-16,574.82	200.00	-16,774.82	2,958.41	2,000.00	958.41	2,400.00
511 · Interest Income	99.86			434.24	0.00	434.24	0.00
541 · Gain/Loss on Sale of Equipment	0.00			15.90			
Total Other Income	-16,474.96	200.00	-16,674.96	3,408.55	2,000.00	1,408.55	2,400.00
Other Expense							
542 · Loss on 39th Avenue Pump	0.00			45,078.67			
512 · Bridle Path Cleanup	0.00			80.00	0.00	80.00	0.00
Total Other Expense	0.00			45,158.67	0.00	45,158.67	0.00
Total Member & Miscellaneous Fees Income/(Loss)	-25,679.56	3,164.90	-28,844.46	-65,087.16	21,755.21	-86,842.37	24,786.00
Toal Income/(Loss)	-21,118.81	3,232.91	-24,351.72	-59,398.73	19,703.19	-79,101.92	23,496.00