

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

September 28, 2015

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 August 31, 2015 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.

Cathy Hacker, EA

Hacker Accounting LLC

Sunburst Farms Irrigation District
Balance Sheet
 As of August 31, 2015

	Aug 31, 15	Aug 31, 14
ASSETS		
Current Assets		
Checking/Savings		
117 · Checking/Compass	60,810.61	29,671.68
118 · First Bank	122,529.85	0.00
111 · Cash on Hand	100.00	100.00
114 · Compass Cap/Expd/Dep	226,902.73	205,302.80
116 · Cash-MM	0.00	106,572.12
Total Checking/Savings	410,343.19	341,646.60
Accounts Receivable		
121 · Accounts Receivable	106,065.88	103,324.59
Total Accounts Receivable	106,065.88	103,324.59
Other Current Assets		
140 · Prepaid Insurance	4,420.33	5,612.93
1499 · Undeposited Funds	0.00	1,314.98
198 · Suspense New Office Building	22,875.10	0.00
Total Other Current Assets	27,295.43	6,927.91
Total Current Assets	543,704.50	451,899.10
Fixed Assets		
1200 · Fixed Assets		
1210 · Land	9,000.00	9,000.00
1220 · Water District System	1,987,994.23	1,913,799.03
1230 · Buildings & Improvements	13,366.41	13,366.41
1240 · Machinery & Equipment	19,423.00	19,423.00
1241 · Motor for 43rd Avenue	38,989.23	38,989.23
1242 · 39th Ave Pump-2013	93,435.46	93,435.46
1243 · 43rd Ave Pump-2013	76,082.36	76,082.36
1244 · 39th Ave motor	2,501.14	2,501.14
1250 · Transportation Equipment	57,674.55	57,674.55
1260 · Office Furn & Fixtures	15,986.94	15,986.94
1281 · GPS Tracking - 2012	245.65	245.65
Total 1200 · Fixed Assets	2,314,698.97	2,240,503.77
1300 · Accumulated Depreciation		
1320 · Accum Depr-Water Distr Sys	-1,311,843.83	-1,193,263.23
Total 1300 · Accumulated Depreciation	-1,311,843.83	-1,193,263.23
Total Fixed Assets	1,002,855.14	1,047,240.54
Other Assets		
120 · Refundable Deposits	1,169.00	1,169.00
Total Other Assets	1,169.00	1,169.00
TOTAL ASSETS	1,547,728.64	1,500,308.64
LIABILITIES & EQUITY		
Liabilities		
Current Liabilities		
Accounts Payable		
200 · Accounts Payable	483.40	483.40
Total Accounts Payable	483.40	483.40
Other Current Liabilities		
201 · Payroll Liabilities		
2011 · Dental/Vision Payable	147.47	0.00
201 · Payroll Liabilities - Other	190.34	135.72
Total 201 · Payroll Liabilities	337.81	135.72

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Accrual Basis

Sunburst Farms Irrigation District
Balance Sheet
As of August 31, 2015

	<u>Aug 31, 15</u>	<u>Aug 31, 14</u>
203 · Accrued Power/Water		
2031 · Accrued Power	11,391.96	7,053.38
2032 · Accrued Water	1,889.65	1,138.00
Total 203 · Accrued Power/Water	<u>13,281.61</u>	<u>8,191.38</u>
204 · Other Accrued Expenses	4,376.48	4,376.48
205 · Accrued Vacation	3,321.92	3,321.92
Total Other Current Liabilities	<u>21,317.82</u>	<u>16,025.50</u>
Total Current Liabilities	<u>21,801.22</u>	<u>16,508.90</u>
Total Liabilities	21,801.22	16,508.90
Equity		
209 · Retained Earnings	1,495,459.57	1,478,573.77
Net Income	30,467.85	5,225.97
Total Equity	<u>1,525,927.42</u>	<u>1,483,799.74</u>
TOTAL LIABILITIES & EQUITY	<u><u>1,547,728.64</u></u>	<u><u>1,500,308.64</u></u>

Sunburst Farms Irrigation District
A/R Aging Summary
As of August 31, 2015

	Current	1 - 30	31 - 60	61 - 90	> 90	TOTAL
Total A/R 2015	45,230.70	-5,359.89	13,038.13	679.33	52,477.61	106,065.88
Total A/R 2014	38,090.75	-1,190.25	3,501.12	2,220.55	60,621.42	103,243.59
Variance- Better/(Worse)	-7,139.95	4,169.64	-9,537.01	1,541.22	8,143.81	-2,822.29

Sunburst Farms Irrigation District
Revenue & Expense Budget Performance
August 2015

Ordinary Income/Expense	Aug 15	Budget	Variance	Jul - Aug 15	YTD Budget	Variance
Income						
211 · Water Fees	34,096.68	28,920.00	5,176.68	69,656.23	57,840.00	11,816.23
212 · Member Fees	39,040.20	39,040.75	-0.55	78,080.40	78,081.50	-1.10
213 · Other Services	60.00	40.00	20.00	60.00	80.00	-20.00
214 · Escrow Transfer Fees	285.54	300.00	-14.46	685.54	600.00	85.54
215 · Finance Charges	25.00	750.00	-725.00	1,317.19	1,500.00	-182.81
Total Income	73,507.42	69,050.75	4,456.67	149,799.36	138,101.50	11,697.86
Cost of Goods Sold						
310 · Direct Costs of Water Delivery						
311 · Purchases-Power	20,083.28	18,420.80	1,662.48	40,141.21	36,841.60	3,299.61
331 · State Water Fees	500.00	500.00	0.00	1,000.00	1,000.00	0.00
351 · Pump Supply "Oil"	0.00	266.66	-266.66	0.00	533.40	-533.40
352 · Transportation Gas/Oil	1,060.04	1,160.00	-99.96	1,737.23	2,320.00	-582.77
361 · Irrigation Labor	6,031.86	6,840.00	-808.14	12,799.24	13,680.00	-880.76
371 · Payroll Taxes & Fringe	461.42	610.95	-149.53	979.43	1,224.95	-245.52
372 · Irrigators-Health Insurance	764.67	691.66	73.01	1,547.61	1,383.40	164.21
Total 310 · Direct Costs of Water Delivery	28,901.27	28,490.07	411.20	58,204.72	56,983.35	1,221.37
Total COGS	28,901.27	28,490.07	411.20	58,204.72	56,983.35	1,221.37
Gross Profit	44,606.15	40,560.68	4,045.47	91,594.64	81,118.15	10,476.49
Expense						
400 · Overhead Costs						
362 · Salaries-Supervisor	3,181.76	3,177.34	4.42	7,127.59	7,149.04	-21.45
363 · Admin Payroll Expense	3,118.88	3,109.40	9.48	6,986.82	6,996.20	-9.38
364 · Payroll Taxes/Fringe-Admin	497.28	520.54	-23.26	1,114.12	1,171.28	-57.16
365 · MNGR Gas Transportation	192.14	112.50	79.64	311.58	225.00	86.58
366 · Health Insurance "Salary"	727.20	693.16	34.04	1,534.69	1,386.40	148.29
375 · State Compensation Fund	0.00	500.00	-500.00	0.00	1,000.00	-1,000.00

Sunburst Farms Irrigation District

Revenue & Expense Budget Performance

August 2015

	Aug 15	Budget	Variance	Jul - Aug 15	YTD Budget	Variance
411 · Depreciation Expense	9,830.00	9,830.00	0.00	19,660.00	19,660.00	0.00
414 · Building & Equipment Repair	0.00	41.66	-41.66	0.00	83.40	-83.40
416 · Pumps-Maintenance	0.00	700.00	-700.00	0.00	700.00	-700.00
417 · Maint/Repairs-Water System						
417.1 · Direct Labor	5,395.55	4,150.96	1,244.59	10,152.63	9,339.44	813.19
417.2 · Materials	1,605.51	1,666.66	-61.15	1,805.51	3,333.40	-1,527.89
417.3 · Outside Service	0.00	1,250.00	-1,250.00	0.00	2,500.00	-2,500.00
417.4 · MT Payroll Taxes	436.96	362.28	74.68	803.36	814.92	-11.56
417.5 · MT Health Insurance	398.77	720.00	-321.23	803.46	1,440.00	-636.54
Total 417 · Maint/Repairs-Water System	7,836.79	8,149.90	-313.11	13,564.96	17,427.76	-3,862.80
419 · Repairs-Transportation						
419.1 · Fleet Vehicles	516.52	833.33	-316.81	777.60	1,666.70	-889.10
419.2 · Tractor	0.00	125.00	-125.00	0.00	250.00	-250.00
Total 419 · Repairs-Transportation	516.52	958.33	-441.81	777.60	1,916.70	-1,139.10
420 · MNT Gas Transportation	77.46	300.00	-222.54	268.85	600.00	-331.15
421 · Electricity	346.93	250.00	96.93	745.64	500.00	245.64
422 · Sewer & Water	13.06	16.67	-3.61	26.12	33.30	-7.18
423 · Telephone Expense	407.86	383.33	24.53	700.30	766.70	-66.40
431 · Insurance Expense	1,500.00	1,500.00	0.00	3,100.00	3,000.00	100.00
441 · Legal Expense	0.00	833.34	-833.34	0.00	1,666.60	-1,666.60
442 · Accounting Expenses	400.00	400.00	0.00	800.00	800.00	0.00
443 · Auditing Expenses	0.00	416.67	-416.67	0.00	833.30	-833.30
444 · Collection Services	50.00	40.00	10.00	50.00	80.00	-30.00
445 · Rent	820.80	985.20	-164.40	1,641.60	1,970.40	-328.80
446 · Other Contracted Services	278.68	458.34	-179.66	415.68	916.60	-500.92
451 · Postage	706.22	375.00	331.22	706.22	750.00	-43.78
471 · Misc & Public Relations	0.00	16.67	-16.67	0.00	33.30	-33.30
483 · Office Supplies	355.78	416.67	-60.89	1,545.37	833.30	712.07
484 · Mileage	53.03	66.67	-13.64	48.23	133.30	-85.07

Sunburst Farms Irrigation District
Revenue & Expense Budget Performance
August 2015

	<u>Aug 15</u>	<u>Budget</u>	<u>Variance</u>	<u>Jul - Aug 15</u>	<u>YTD Budget</u>	<u>Variance</u>
485 · Bank Charges	0.00	5.00	-5.00	-74.45	10.00	-84.45
486 · Dues & Subscriptions	185.18	125.00	60.18	529.16	250.00	279.16
Total 400 · Overhead Costs	<u>31,095.57</u>	<u>34,381.39</u>	<u>-3,285.82</u>	<u>61,580.08</u>	<u>70,892.58</u>	<u>-9,312.50</u>
Total Expense	<u>31,095.57</u>	<u>34,381.39</u>	<u>-3,285.82</u>	<u>61,580.08</u>	<u>70,892.58</u>	<u>-9,312.50</u>
Net Ordinary Income	<u>13,510.58</u>	<u>6,179.29</u>	<u>7,331.29</u>	<u>30,014.56</u>	<u>10,225.57</u>	<u>19,788.99</u>
Other Income/Expense						
Other Income						
510 · Misc/Other Income	150.00	250.00	-100.00	311.25	500.00	-188.75
511 · Interest Income	79.81	41.67	38.14	142.04	83.30	58.74
Total Other Income	<u>229.81</u>	<u>291.67</u>	<u>-61.86</u>	<u>453.29</u>	<u>583.30</u>	<u>-130.01</u>
Net Other Income	<u>229.81</u>	<u>291.67</u>	<u>-61.86</u>	<u>453.29</u>	<u>583.30</u>	<u>-130.01</u>
Net Income	<u>13,740.39</u>	<u>6,470.96</u>	<u>7,269.43</u>	<u>30,467.85</u>	<u>10,808.87</u>	<u>19,658.98</u>