

Hacker Accounting LLC

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

Phoenix, AZ 85029

September 25, 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 July 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
Balance Sheet
 As of July 31, 2013

	Jul 31, 13
ASSETS	
Current Assets	
Checking/Savings	
111 · Cash on Hand	100.00
114 · Compass Cap/Expd/Dep	218,793.18
116 · Cash-MM	106,474.57
117 · Checking/Compass	64,597.74
Total Checking/Savings	389,965.49
Accounts Receivable	
121 · Accounts Receivable	115,456.94
Total Accounts Receivable	115,456.94
Other Current Assets	
140 · Prepaid Insurance	9,953.10
1499 · Undeposited Funds	3,469.94
Total Other Current Assets	13,423.04
Total Current Assets	518,845.47
Fixed Assets	
1210 · Land	9,000.00
1220 · Water District System	1,745,765.02
1230 · Buildings & Improvements	13,366.41
1240 · Machinery & Equipment	22,782.00
1241 · Motor for 43rd Avenue	24,679.00
1242 · 39th Ave Pump-2013	63,641.67
1243 · 43rd Ave Pump-2013	106,235.63
1250 · Transportation Equipment	69,377.45
1260 · Office Furn & Fixtures	21,677.94
1281 · GPS Tracking - 2012	245.65
1320 · Accum Depreciation	-940,098.78
Total Fixed Assets	1,136,671.99
Other Assets	
120 · Refundable Deposits	2,038.00
Total Other Assets	2,038.00
TOTAL ASSETS	1,657,555.46
LIABILITIES & EQUITY	
Liabilities	
Current Liabilities	
Accounts Payable	
200 · Accounts Payable	-5,761.86
Total Accounts Payable	-5,761.86
Other Current Liabilities	
203 · Accrued Power/Water	9,518.33
204 · Other Accrued Expenses	5,224.83
Total Other Current Liabilities	14,743.16
Total Current Liabilities	8,981.30
Total Liabilities	8,981.30
Equity	
209 · Retained Earnings	1,626,022.23
Net Income	22,551.93
Total Equity	1,648,574.16
TOTAL LIABILITIES & EQUITY	1,657,555.46

Sunburst Farms Irrigation District
Profit Loss Actual vs Budget
July 2013

	<u>Jul 13</u>	<u>Budget</u>	<u>Variance</u>	<u>Jul 13</u>	<u>YTD Budget</u>	<u>Variance</u>
Ordinary Income/Expense						
Income						
211 · Water Fees	35,923.02	34,668.00	1,255.02	35,923.02	34,668.00	1,255.02
212 · Member Fees	31,439.16	31,439.17	-0.01	31,439.16	31,439.17	-0.01
213 · Other Services	0.00	40.00	-40.00	0.00	40.00	-40.00
214 · Escrow Transfer Fees	300.00	300.00	0.00	300.00	300.00	0.00
215 · Finance Charges	813.77	600.00	213.77	813.77	600.00	213.77
219 · Misc/Other Income	6,965.83	100.00	6,865.83	6,965.83	100.00	6,865.83
Total Income	<u>75,441.78</u>	<u>67,147.17</u>	<u>8,294.61</u>	<u>75,441.78</u>	<u>67,147.17</u>	<u>8,294.61</u>
Cost of Goods Sold						
310 · Direct Costs of Water Delivery						
311 · Purchases-Power	16,349.56	21,450.00	-5,100.44	16,349.56	21,450.00	-5,100.44
331 · State Water Fees	583.34	583.34	0.00	583.34	583.34	0.00
351 · Pump Supply "Oil"	0.00	100.00	-100.00	0.00	100.00	-100.00
352 · Transportation Gas/Oil	1,197.44	1,701.00	-503.56	1,197.44	1,701.00	-503.56
361 · Irrigation Labor	5,851.79	8,640.00	-2,788.21	5,851.79	8,640.00	-2,788.21
371 · Payroll Taxes & Fringe	442.95	701.50	-258.55	442.95	701.50	-258.55
372 · Irrigators-Health Insurance	388.20	515.59	-127.39	388.20	515.59	-127.39
Total 310 · Direct Costs of Water Delivery	<u>24,813.28</u>	<u>33,691.43</u>	<u>-8,878.15</u>	<u>24,813.28</u>	<u>33,691.43</u>	<u>-8,878.15</u>
Total COGS	<u>24,813.28</u>	<u>33,691.43</u>	<u>-8,878.15</u>	<u>24,813.28</u>	<u>33,691.43</u>	<u>-8,878.15</u>
Gross Profit	50,628.50	33,455.74	17,172.76	50,628.50	33,455.74	17,172.76
Expense						
400 · Overhead Costs						
362 · Salaries-Supervisor	3,028.51	3,065.53	-37.02	3,028.51	3,065.53	-37.02
363 · Admin Payroll Expense	2,961.44	2,997.44	-36.00	2,961.44	2,997.44	-36.00
364 · Payroll Taxes/Fringe-Admin	418.67	559.49	-140.82	418.67	559.49	-140.82
365 · MNGR Gas Transportation	77.48	133.33	-55.85	77.48	133.33	-55.85
366 · Health Insurance "Salary"	370.10	477.25	-107.15	370.10	477.25	-107.15

Sunburst Farms Irrigation District
Profit Loss Actual vs Budget
July 2013

	<u>Jul 13</u>	<u>Budget</u>	<u>Variance</u>	<u>Jul 13</u>	<u>YTD Budget</u>	<u>Variance</u>
375 · State Compensation Fund	0.00	411.59	-411.59	0.00	411.59	-411.59
411 · Depreciation Expense	9,166.67	9,166.67	0.00	9,166.67	9,166.67	0.00
414 · Building & Equipment Repair	0.00	183.34	-183.34	0.00	183.34	-183.34
416 · Pumps-Maintenance	0.00	241.67	-241.67	0.00	241.67	-241.67
417 · Maint/Repairs-Water System						
417.1 · Direct Labor	3,081.00	4,769.23	-1,688.23	3,081.00	4,769.23	-1,688.23
417.2 · Materials	1,312.06	1,000.00	312.06	1,312.06	1,000.00	312.06
417.3 · Outside Service	3,619.98	1,250.00	2,369.98	3,619.98	1,250.00	2,369.98
417.4 · MT Payroll Taxes	235.72	391.08	-155.36	235.72	391.08	-155.36
417.5 · MT Health Insurance	0.00	0.00	0.00	0.00	0.00	0.00
Total 417 · Maint/Repairs-Water System	8,248.76	7,410.31	838.45	8,248.76	7,410.31	838.45
419 · Repairs-Transportation						
419.1 · Fleet Vehicles	2,667.53	1,080.00	1,587.53	2,667.53	1,080.00	1,587.53
419.2 · Tractor	4.02	0.00	4.02	4.02	0.00	4.02
Total 419 · Repairs-Transportation	2,671.55	1,080.00	1,591.55	2,671.55	1,080.00	1,591.55
420 · MNT Gas Transportation	358.90	300.00	58.90	358.90	300.00	58.90
421 · Electricity	336.67	200.00	136.67	336.67	200.00	136.67
422 · Sewer & Water	12.24	16.67	-4.43	12.24	16.67	-4.43
423 · Telephone Expense	501.13	466.67	34.46	501.13	466.67	34.46
431 · Insurance Expense	1,333.34	1,333.34	0.00	1,333.34	1,333.34	0.00
441 · Legal Expense	0.00	1,250.00	-1,250.00	0.00	1,250.00	-1,250.00
442 · Accounting Expenses	0.00	300.00	-300.00	0.00	300.00	-300.00
443 · Auditing Expenses	0.00	400.00	-400.00	0.00	400.00	-400.00
444 · Collection Services	0.00	40.00	-40.00	0.00	40.00	-40.00
446 · Other Contracted Services	271.11	458.34	-187.23	271.11	458.34	-187.23
451 · Postage	345.19	358.34	-13.15	345.19	358.34	-13.15
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	0.00	16.67	-16.67
483 · Office Supplies	40.33	400.00	-359.67	40.33	400.00	-359.67
484 · Mileage	0.00	22.00	-22.00	0.00	22.00	-22.00

Sunburst Farms Irrigation District
Profit Loss Actual vs Budget
 July 2013

	<u>Jul 13</u>	<u>Budget</u>	<u>Variance</u>	<u>Jul 13</u>	<u>YTD Budget</u>	<u>Variance</u>
485 · Bank Charges	2.00	0.00	2.00	2.00	0.00	2.00
486 · Dues & Subscriptions	60.06	200.00	-139.94	60.06	200.00	-139.94
Total 400 · Overhead Costs	<u>30,204.15</u>	<u>31,488.65</u>	<u>-1,284.50</u>	<u>30,204.15</u>	<u>31,488.65</u>	<u>-1,284.50</u>
Total Expense	<u>30,204.15</u>	<u>31,488.65</u>	<u>-1,284.50</u>	<u>30,204.15</u>	<u>31,488.65</u>	<u>-1,284.50</u>
Net Ordinary Income	20,424.35	1,967.09	18,457.26	20,424.35	1,967.09	18,457.26
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	2,070.00	2,070.00	0.00
511 · Interest Income	57.58	125.00	-67.42	57.58	125.00	-67.42
Total Other Income	<u>2,127.58</u>	<u>2,195.00</u>	<u>-67.42</u>	<u>2,127.58</u>	<u>2,195.00</u>	<u>-67.42</u>
Net Other Income	<u>2,127.58</u>	<u>2,195.00</u>	<u>-67.42</u>	<u>2,127.58</u>	<u>2,195.00</u>	<u>-67.42</u>
Net Income	<u><u>22,551.93</u></u>	<u><u>4,162.09</u></u>	<u><u>18,389.84</u></u>	<u><u>22,551.93</u></u>	<u><u>4,162.09</u></u>	<u><u>18,389.84</u></u>