


**Hacker Accounting LLC**  
**13201 N. 35<sup>th</sup> Avenue, Ste. B-3**  
**Phoenix, AZ 85029**

May 1, 2017

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

We have prepared the accompanying balance sheet of Sunburst Farms Irrigation District for March 31, 2017 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 cursive script that reads "Cathy Hacker, EA". The signature is written in black ink and is positioned above the printed name of the firm.

Hacker Accounting LLC

**Sunburst Farms Irrigation District**  
**Balance Sheet**  
As of March 31, 2017

	Mar 31, 17	Mar 31, 16
<b>ASSETS</b>		
<b>Current Assets</b>		
<b>Checking/Savings</b>		
117 · Checking/Compass	69,365.81	19,869.76
118 · First Bank	123,308.32	122,816.15
111 · Cash on Hand	100.00	100.00
114 · Compass Cap/Expd/Dep	127,686.04	156,422.67
<b>Total Checking/Savings</b>	320,460.17	299,208.58
<b>Accounts Receivable</b>		
121 · Accounts Receivable	89,499.50	101,759.26
<b>Total Accounts Receivable</b>	89,499.50	101,759.26
<b>Other Current Assets</b>		
140 · Prepaid Insurance	11,215.22	8,809.17
1499 · Undeposited Funds	419.83	3,813.98
199 · Suspense	0.00	23,570.85
<b>Total Other Current Assets</b>	11,635.05	36,194.00
<b>Total Current Assets</b>	421,594.72	437,161.84
<b>Fixed Assets</b>		
<b>1200 · Fixed Assets</b>		
1210 · Land	9,000.00	9,000.00
1220 · Water District System	2,438,859.64	2,257,462.62
1230 · Buildings & Improvements	163,901.86	163,901.86
1240 · Machinery & Equipment	19,668.65	19,668.65
1250 · Transportation Equipment	75,490.64	52,674.55
1260 · Office Furn & Fixtures	15,986.94	15,986.94
<b>Total 1200 · Fixed Assets</b>	2,722,907.73	2,518,694.62
<b>1300 · Accumulated Depreciation</b>		
1320 · Accum Depr-Water Distr Sys	-1,447,763.58	-1,376,269.88
1330 · Accum Depr-Bldgs & Imp	0.00	12,078.41
1300 · Accumulated Depreciation - Other	0.00	5,000.00
<b>Total 1300 · Accumulated Depreciation</b>	-1,447,763.58	-1,359,191.47
<b>Total Fixed Assets</b>	1,275,144.15	1,159,503.15
<b>Other Assets</b>		
120 · Refundable Deposits	0.00	1,443.47
<b>Total Other Assets</b>	0.00	1,443.47
<b>TOTAL ASSETS</b>	<b>1,696,738.87</b>	<b>1,598,108.46</b>
<b>LIABILITIES &amp; EQUITY</b>		
<b>Liabilities</b>		
<b>Current Liabilities</b>		
<b>Accounts Payable</b>		
200 · Accounts Payable	1,166.37	562.07
<b>Total Accounts Payable</b>	1,166.37	562.07
<b>Other Current Liabilities</b>		
201 · Payroll Liabilities		
2011 · Dental/Vision Payable	70.05	-4.53
201 · Payroll Liabilities - Other	286.25	286.25
<b>Total 201 · Payroll Liabilities</b>	356.30	281.72
203 · Accrued Power/Water		
2031 · Accrued Power	10,523.80	8,137.52
2032 · Accrued Water	-874.50	-2,664.90
<b>Total 203 · Accrued Power/Water</b>	9,649.30	5,472.62

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05/02/17  
Accrual Basis

**Sunburst Farms Irrigation District**  
**Balance Sheet**  
As of March 31, 2017

	<u>Mar 31, 17</u>	<u>Mar 31, 16</u>
204 · Other Accrued Expenses	3,145.17	5,590.78
205 · Accrued Vacation	5,822.66	4,174.56
<b>Total Other Current Liabilities</b>	<u>18,973.43</u>	<u>15,519.68</u>
<b>Total Current Liabilities</b>	<u>20,139.80</u>	<u>16,081.75</u>
<b>Total Liabilities</b>	20,139.80	16,081.75
<b>Equity</b>		
209 · Retained Earnings	1,627,897.83	1,503,984.69
Net Income	48,701.24	78,042.02
<b>Total Equity</b>	<u>1,676,599.07</u>	<u>1,582,026.71</u>
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<u><b>1,696,738.87</b></u>	<u><b>1,598,108.46</b></u>

**Sunburst Farms Irrigation District**  
**Profit Loss/ Budget Performance**  
**March 2017**

	<u>Mar 17</u>	<u>Budget</u>	<u>Variance</u>	<u>Jul '16 - Mar 17</u>	<u>YTD Budget</u>	<u>Variance</u>
Ordinary Income/Expense						
Income						
211 · Water Fees	19,617.12	12,960.00	6,657.12	180,617.03	184,032.00	-3,414.97
212 · Member Fees	36,084.24	36,087.58	-3.34	324,758.16	324,788.26	-30.10
213 · Other Services	0.00	40.00	-40.00	180.00	360.00	-180.00
214 · Escrow Transfer Fees	500.00	300.00	200.00	2,500.00	2,700.00	-200.00
215 · Finance Charges	823.81	750.00	73.81	7,854.04	6,750.00	1,104.04
<b>Total Income</b>	<u>57,025.17</u>	<u>50,137.58</u>	<u>6,887.59</u>	<u>515,909.23</u>	<u>518,630.26</u>	<u>-2,721.03</u>
Cost of Goods Sold						
310 · Direct Costs of Water Delivery						
311 · Purchases-Power	12,507.13	8,750.00	3,757.13	120,751.01	124,250.00	-3,498.99
331 · State Water Fees	500.00	500.00	0.00	4,500.00	4,500.00	0.00
351 · Pump Supply "Oil"	0.00	133.33	-133.33	929.70	1,200.01	-270.31
352 · Transportation Gas/Oil	70.83	450.00	-379.17	3,755.39	6,390.00	-2,634.61
361 · Irrigation Labor	2,987.13	2,690.00	297.13	35,367.89	38,198.00	-2,830.11
371 · Payroll Taxes & Fringe	313.97	240.00	73.97	3,127.21	3,408.00	-280.79
372 · Irrigators-Health Insurance	646.31	750.00	-103.69	6,327.23	6,750.00	-422.77
<b>Total 310 · Direct Costs of Water Delivery</b>	<u>17,025.37</u>	<u>13,513.33</u>	<u>3,512.04</u>	<u>174,758.43</u>	<u>184,696.01</u>	<u>-9,937.58</u>
<b>Total COGS</b>	<u>17,025.37</u>	<u>13,513.33</u>	<u>3,512.04</u>	<u>174,758.43</u>	<u>184,696.01</u>	<u>-9,937.58</u>
<b>Gross Profit</b>	<u>39,999.80</u>	<u>36,624.25</u>	<u>3,375.55</u>	<u>341,150.80</u>	<u>333,934.25</u>	<u>7,216.55</u>
Expense						
400 · Overhead Costs						
362 · Salaries-Supervisor	4,096.50	4,169.25	-72.75	32,229.01	32,520.15	-291.14
363 · Admin Payroll Expense	4,015.55	4,080.75	-65.20	31,597.98	31,830.05	-232.07
364 · Payroll Taxes/Fringe-Admin	657.42	742.80	-85.38	5,494.60	5,793.72	-299.12
365 · MNGR Gas Transportation	114.05	112.50	1.55	1,028.82	1,012.50	16.32
366 · Health Insurance "Salary"	817.24	817.67	-0.43	7,131.31	7,064.99	66.32
375 · State Compensation Fund	4,409.76	566.67	3,843.09	9,987.20	5,099.99	4,887.21

**Sunburst Farms Irrigation District**  
**Profit Loss/ Budget Performance**  
 March 2017

	<u>Mar 17</u>	<u>Budget</u>	<u>Variance</u>	<u>Jul '16 - Mar 17</u>	<u>YTD Budget</u>	<u>Variance</u>
411 · Depreciation Expense	12,114.87	11,418.83	696.04	104,857.83	102,769.51	2,088.32
414 · Building & Equipment Repair	0.00	41.67	-41.67	23.93	374.99	-351.06
416 · Pumps-Maintenance	0.00	126.67	-126.67	0.00	1,139.99	-1,139.99
417 · Maint/Repairs-Water System						
417.1 · Direct Labor	-3,451.62	9,330.01	-12,781.63	34,097.36	55,223.33	-21,125.97
417.2 · Materials	-8,740.44	1,666.67	-10,407.11	13,767.40	14,999.99	-1,232.59
417.3 · Outside Service	325.00	833.33	-508.33	7,398.32	7,500.01	-101.69
417.4 · MT Payroll Taxes	-439.17	312.00	-751.17	3,952.70	4,412.00	-459.30
417.5 · MT Health Insurance	290.17	583.33	-293.16	1,450.85	5,251.01	-3,800.16
<b>Total 417 · Maint/Repairs-Water System</b>	<b>-12,016.06</b>	<b>12,725.34</b>	<b>-24,741.40</b>	<b>60,666.63</b>	<b>87,386.34</b>	<b>-26,719.71</b>
419 · Repairs-Transportation						
419.1 · Fleet Vehicles	2,144.44	625.00	1,519.44	9,499.11	5,625.00	3,874.11
419.2 · Tractor	314.70	125.00	189.70	418.20	1,125.00	-706.80
419 · Repairs-Transportation - Other	10.00			10.00	0.00	10.00
<b>Total 419 · Repairs-Transportation</b>	<b>2,469.14</b>	<b>750.00</b>	<b>1,719.14</b>	<b>9,927.31</b>	<b>6,750.00</b>	<b>3,177.31</b>
420 · MNT Gas Transportation	276.95	250.00	26.95	2,150.32	2,250.00	-99.68
421 · Electricity	110.18	250.00	-139.82	1,718.91	2,250.00	-531.09
422 · Sewer & Water	16.00	16.67	-0.67	132.49	149.99	-17.50
423 · Telephone Expense	351.78	383.33	-31.55	2,868.22	3,450.01	-581.79
424 · Alarm	0.00	50.00	-50.00	589.37	1,050.00	-460.63
431 · Insurance Expense	971.63	916.67	54.96	8,659.67	8,249.99	409.68
441 · Legal Expense	4,700.50	166.67	4,533.83	4,700.50	1,499.99	3,200.51
442 · Accounting Expenses	800.00	400.00	400.00	3,200.00	3,600.00	-400.00
443 · Auditing Expenses	0.00	416.67	-416.67	5,000.00	3,749.99	1,250.01
444 · Collection Services	30.00	40.00	-10.00	180.00	360.00	-180.00
445 · Rent	0.00	0.00	0.00	0.00	0.00	0.00
446 · Other Contracted Services	444.40	458.34	-13.94	2,741.21	4,124.98	-1,383.77
451 · Postage	607.36	375.00	232.36	3,157.32	3,375.00	-217.68
461 · Licenses & Taxes	0.00	0.00	0.00	4.00	0.00	4.00
471 · Misc & Public Relations	7.17	16.67	-9.50	66.88	149.99	-83.11

**Sunburst Farms Irrigation District**  
**Profit Loss/ Budget Performance**  
 March 2017

	<u>Mar 17</u>	<u>Budget</u>	<u>Variance</u>	<u>Jul '16 - Mar 17</u>	<u>YTD Budget</u>	<u>Variance</u>
483 · Office Supplies	989.14	458.33	530.81	5,151.01	4,125.01	1,026.00
484 · Mileage	-4.80	66.67	-71.47	307.25	599.99	-292.74
485 · Bank Charges	0.00	5.00	-5.00	0.00	45.00	-45.00
486 · Dues & Subscriptions	43.00	125.00	-82.00	910.72	1,125.00	-214.28
<b>Total 400 · Overhead Costs</b>	<b>26,021.78</b>	<b>39,947.17</b>	<b>-13,925.39</b>	<b>304,482.49</b>	<b>321,897.17</b>	<b>-17,414.68</b>
<b>Total Expense</b>	<b>26,021.78</b>	<b>39,947.17</b>	<b>-13,925.39</b>	<b>304,482.49</b>	<b>321,897.17</b>	<b>-17,414.68</b>
<b>Net Ordinary Income</b>	<b>13,978.02</b>	<b>-3,322.92</b>	<b>17,300.94</b>	<b>36,668.31</b>	<b>12,037.08</b>	<b>24,631.23</b>
<b>Other Income/Expense</b>						
<b>Other Income</b>						
510 · Misc/Other Income	154.60	200.00	-45.40	14,400.38	1,800.00	12,600.38
511 · Interest Income	60.95	41.67	19.28	527.55	374.99	152.56
<b>Total Other Income</b>	<b>215.55</b>	<b>241.67</b>	<b>-26.12</b>	<b>14,927.93</b>	<b>2,174.99</b>	<b>12,752.94</b>
<b>Other Expense</b>						
512 · Bridle Path Cleanup	0.00	0.00	0.00	2,895.00	0.00	2,895.00
<b>Total Other Expense</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>2,895.00</b>	<b>0.00</b>	<b>2,895.00</b>
<b>Net Other Income</b>	<b>215.55</b>	<b>241.67</b>	<b>-26.12</b>	<b>12,032.93</b>	<b>2,174.99</b>	<b>9,857.94</b>
<b>Net Income</b>	<b>14,193.57</b>	<b>-3,081.25</b>	<b>17,274.82</b>	<b>48,701.24</b>	<b>14,212.07</b>	<b>34,489.17</b>

**Sunburst Farms Irrigation District  
A/R Aging Summary  
As of March 31, 2017**

	Current	1 - 30	31 - 60	61 - 90	> 90	TOTAL
Total A/R 2017	<u>26,440.78</u>	<u>-3,141.10</u>	<u>4,687.36</u>	<u>-1,165.42</u>	<u>62,677.88</u>	<u>89,499.50</u>
Total A/R 2016	<u>38,114.13</u>	<u>-6,477.86</u>	<u>8,164.79</u>	<u>-883.19</u>	<u>62,841.39</u>	<u>101,759.26</u>
Variance- Better/(Worse)	<u>11,673.35</u>	<u>-3,336.76</u>	<u>3,477.43</u>	<u>282.23</u>	<u>163.51</u>	<u>12,259.76</u>