

Hacker Accounting LLC

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

Phoenix, AZ 85029

December 31, 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 November 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 Prev Year Comparison
 As of November 30, 2014

	Nov 30, 14	Nov 30, 13
ASSETS		
Current Assets		
Checking/Savings		
117 · Checking/Compass	30,782.87	59,943.72
111 · Cash on Hand	100.00	100.00
114 · Compass Cap/Expd/Dep	215,929.73	269,473.65
116 · Cash-MM	106,596.69	106,498.15
Total Checking/Savings	353,409.29	436,015.52
Accounts Receivable		
121 · Accounts Receivable	114,826.59	109,351.39
Total Accounts Receivable	114,826.59	109,351.39
Other Current Assets		
140 · Prepaid Insurance	1,212.95	3,392.17
1499 · Undeposited Funds	0.00	6,958.17
Total Other Current Assets	1,212.95	10,350.34
Total Current Assets	469,448.83	555,717.25
Fixed Assets		
1200 · Fixed Assets		
1210 · Land	9,000.00	9,000.00
1220 · Water District System	1,913,799.03	1,740,699.03
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	63,641.67
1243 · 43rd Ave Pump-2013	76,082.36	69,424.26
1244 · 39th Ave motor	2,501.14	2,501.14
1250 · Transportation Equipment	57,674.55	74,540.55
1260 · Office Furn & Fixtures	15,986.94	15,986.94
1281 · GPS Tracking - 2012	245.65	245.65
Total 1200 · Fixed Assets	2,240,503.77	2,047,817.88
1300 · Accumulated Depreciation		
1320 · Accum Depr-Water Distr Sys	-1,060,829.13	-953,527.12
Total 1300 · Accumulated Depreciation	-1,060,829.13	-953,527.12
Total Fixed Assets	1,179,674.64	1,094,290.76
Other Assets		
120 · Refundable Deposits	1,169.00	1,169.00
Total Other Assets	1,169.00	1,169.00
TOTAL ASSETS	1,650,292.47	1,651,177.01
LIABILITIES & EQUITY		
Liabilities		
Current Liabilities		
Other Current Liabilities		
201 · Payroll Liabilities		
2011 · Dental/Vision Payable	-384.55	0.00
201 · Payroll Liabilities - Other	948.17	940.71
Total 201 · Payroll Liabilities	563.62	940.71
203 · Accrued Power/Water		
2031 · Accrued Power	7,213.75	7,658.79
2032 · Accrued Water	6,344.98	2,853.63
Total 203 · Accrued Power/Water	13,558.73	10,512.42
204 · Other Accrued Expenses	2,376.69	2,376.69
205 · Accrued Vacation	1,895.20	1,895.20
Total Other Current Liabilities	18,394.24	15,725.02

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Accrual Basis

Sunburst Farms Irrigation District
Balance Sheet Prev Year Comparison
As of November 30, 2014

	<u>Nov 30, 14</u>	<u>Nov 30, 13</u>
Total Current Liabilities	18,394.24	15,725.02
Total Liabilities	18,394.24	15,725.02
Equity		
209 - Retained Earnings	1,636,735.65	1,601,618.25
Net Income	-4,837.42	33,833.74
Total Equity	1,631,898.23	1,635,451.99
TOTAL LIABILITIES & EQUITY	<u>1,650,292.47</u>	<u>1,651,177.01</u>

Sunburst Farms Irrigation District
Revenue Expense Budget Performance
 November 2014

Ordinary Income/Expense	Nov 14	Budget	Variance	Jul - Nov 14	YTD Budget	Variance
Income						
211 · Water Fees	13,821.36	21,881.00	-8,059.64	104,980.98	132,421.00	-27,440.02
212 · Member Fees	34,229.52	34,229.41	0.11	171,147.60	171,147.05	0.55
213 · Other Services	20.00	40.00	-20.00	60.00	200.00	-140.00
214 · Escrow Transfer Fees	100.00	300.00	-200.00	1,100.00	1,500.00	-400.00
215 · Finance Charges	638.89	833.33	-194.44	3,815.23	4,166.65	-351.42
Total Income	48,809.77	57,283.74	-8,473.97	281,103.81	309,434.70	-28,330.89
Cost of Goods Sold						
310 · Direct Costs of Water Delivery						
311 · Purchases-Power	11,230.98	14,360.00	-3,129.02	66,113.06	86,878.00	-20,764.94
331 · State Water Fees	569.00	569.00	0.00	2,845.00	2,845.00	0.00
351 · Pump Supply "Oil"	0.00	496.83	-496.83	0.00	2,484.19	-2,484.19
352 · Transportation Gas/Oil	369.04	845.00	-475.96	2,996.05	5,122.00	-2,125.95
361 · Irrigation Labor	3,798.24	4,696.00	-897.76	22,116.41	28,307.00	-6,190.59
371 · Payroll Taxes & Fringe	290.56	390.00	-99.44	1,687.99	2,338.00	-650.01
372 · Irrigators-Health Insurance	687.37	691.83	-4.46	3,436.85	3,459.19	-22.34
Total 310 · Direct Costs of Water Delivery	16,945.19	22,048.66	-5,103.47	99,195.36	131,433.38	-32,238.02
Total COGS	16,945.19	22,048.66	-5,103.47	99,195.36	131,433.38	-32,238.02
Gross Profit	31,864.58	35,235.08	-3,370.50	181,908.45	178,001.32	3,907.13
Expense						
400 · Overhead Costs						
362 · Salaries-Supervisor	3,119.36	3,176.00	-56.64	17,139.32	17,462.00	-322.68
363 · Admin Payroll Expense	3,057.72	3,105.00	-47.28	16,798.82	17,084.00	-285.18
364 · Payroll Taxes/Fringe-Admin	495.63	520.00	-24.37	2,715.03	2,860.00	-144.97
365 · MNGR Gas Transportation	64.48	112.50	-48.02	624.35	562.50	61.85
366 · Health Insurance "Salary"	716.77	693.00	23.77	3,676.85	3,467.00	209.85
375 · State Compensation Fund	1,173.00	464.25	708.75	2,347.00	2,321.25	25.75

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

	Current	1 - 30	31 - 60	61 - 90	> 90	TOTAL
Total A/R 2014	41,891.37	3,806.94	-678.31	5,419.36	64,387.23	114,826.59
Total A/R 2013	36,554.39	3,488.30	0.38	3,680.93	65,991.35	109,715.35
Variance- Better/(Worse)	-5,336.98	-318.64	678.69	-1,738.43	1,604.12	-5,111.24

Sunburst Farms Irrigation District

Revenue Expense Budget Performance

November 2014

	Nov 14	Budget	Variance	Jul - Nov 14	YTD Budget	Variance
411 · Depreciation Expense	9,679.66	9,580.33	99.33	48,398.30	47,901.69	496.61
414 · Building & Equipment Repair	0.00	166.66	-166.66	687.71	833.38	-145.67
416 · Pumps-Maintenance	0.00	116.66	-116.66	0.00	583.38	-583.38
417 · Maint/Repairs-Water System						
417.1 · Direct Labor	5,308.75	4,312.00	996.75	28,323.23	23,716.00	4,607.23
417.2 · Materials	2,819.64	1,167.83	1,651.81	22,476.80	5,839.19	16,637.61
417.3 · Outside Service	344.50	1,250.00	-905.50	9,764.50	6,250.00	3,514.50
417.4 · MT Payroll Taxes	406.08	357.00	49.08	1,937.30	1,963.50	-26.20
417.5 · MT Health Insurance	365.88	720.00	-354.12	1,829.40	3,600.00	-1,770.60
Total 417 · Maint/Repairs-Water System	9,244.85	7,806.83	1,438.02	64,331.23	41,368.69	22,962.54
419 · Repairs-Transportation						
419.1 · Fleet Vehicles	0.00	833.33	-833.33	946.21	4,166.69	-3,220.48
419.2 · Tractor	698.39	83.33	615.06	1,822.85	416.69	1,406.16
419 · Repairs-Transportation - Other	0.00			269.45		
Total 419 · Repairs-Transportation	698.39	916.66	-218.27	3,038.51	4,583.38	-1,544.87
420 · MNT Gas Transportation	432.96	300.00	132.96	1,468.63	1,500.00	-31.37
421 · Electricity	254.96	200.00	54.96	1,531.38	1,000.00	531.38
422 · Sewer & Water	0.00	16.66	-16.66	27.32	83.38	-56.06
423 · Telephone Expense	476.32	500.00	-23.68	2,610.76	2,500.00	110.76
431 · Insurance Expense	1,466.66	1,466.66	0.00	7,433.30	7,333.38	99.92
441 · Legal Expense	500.00	1,250.00	-750.00	1,500.00	6,250.00	-4,750.00
442 · Accounting Expenses	400.00	400.00	0.00	2,000.00	2,000.00	0.00
443 · Auditing Expenses	0.00	416.66	-416.66	2,855.00	2,083.38	771.62
444 · Collection Services	50.00	40.00	10.00	80.00	200.00	-120.00
445 · Rent	820.80			3,672.80		
446 · Other Contracted Services	334.20	458.33	-124.13	2,903.35	2,291.69	611.66
451 · Postage	463.66	375.00	88.66	2,125.11	1,875.00	250.11
461 · Licenses & Taxes	0.00	0.00	0.00	0.00	0.00	0.00
471 · Misc & Public Relations	47.23	16.66	30.57	116.22	83.38	32.84
483 · Office Supplies	265.87	416.66	-150.79	1,580.08	2,083.38	-503.30

Sunburst Farms Irrigation District
Revenue Expense Budget Performance
 November 2014

	Nov 14	Budget	Variance	Jul - Nov 14	YTD Budget	Variance
484 · Mileage	0.00	33.33	-33.33	267.96	166.69	101.27
485 · Bank Charges	0.00	5.00	-5.00	4.00	25.00	-21.00
486 · Dues & Subscriptions	0.00	125.00	-125.00	515.95	625.00	-109.05
487 · Petty Cash Over/Sht	0.00	0.00	0.00	0.00	0.00	0.00
Total 400 · Overhead Costs	33,762.52	32,677.85	1,084.67	190,448.98	169,127.55	21,321.43
Total Expense	33,762.52	32,677.85	1,084.67	190,448.98	169,127.55	21,321.43
Net Ordinary Income	-1,897.94	2,557.23	-4,455.17	-8,540.53	8,873.77	-17,414.30
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	0.00	0.00	0.00	0.00	0.00	0.00
510 · Misc/Other Income	3,775.00	300.00	3,475.00	7,306.25	1,500.00	5,806.25
511 · Interest Income	51.03	41.66	9.37	256.86	208.38	48.48
541 · Gain/Loss on Sale of Equipment	0.00	0.00	0.00	0.00	0.00	0.00
Total Other Income	3,826.03	341.66	3,484.37	7,563.11	1,708.38	5,854.73
Other Expense						
512 · Bridle Path Cleanup	2,685.00	140.41	2,544.59	3,860.00	702.13	3,157.87
Total Other Expense	2,685.00	140.41	2,544.59	3,860.00	702.13	3,157.87
Net Other Income	1,141.03	201.25	939.78	3,703.11	1,006.25	2,696.86
Net Income	-756.91	2,758.48	-3,515.39	-4,837.42	9,880.02	-14,717.44

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