

**Hacker Accounting LLC**

**13201 N. 35<sup>th</sup> Avenue, Ste. B-3**

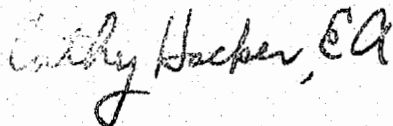
**Phoenix, AZ 85029**

December 4, 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 October 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.



Hacker Accounting LLC

8:55 AM  
 12/05/17  
 Accrual Basis

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

	<b>Oct 31, 17</b>	<b>Oct 31, 16</b>
<b>ASSETS</b>		
<b>Current Assets</b>		
<b>Checking/Savings</b>		
117 · Checking/Compass	69,975.02	77,022.89
118 · First Bank	123,597.80	123,104.47
111 · Cash on Hand	100.00	100.00
114 · Compass Cap/Expd/Dep	16,131.21	118,421.16
<b>Total Checking/Savings</b>	209,804.03	318,648.52
<b>Accounts Receivable</b>		
121 · Accounts Receivable	128,298.44	125,757.77
<b>Total Accounts Receivable</b>	128,298.44	125,757.77
<b>Other Current Assets</b>		
180 · Inventory	13,631.64	0.00
140 · Prepaid Insurance	4,579.33	4,033.37
199 · Suspense	0.00	31,084.65
<b>Total Other Current Assets</b>	18,210.97	35,118.02
<b>Total Current Assets</b>	356,313.44	479,524.31
<b>Fixed Assets</b>		
<b>1200 · Fixed Assets</b>		
1210 · Land	9,000.00	9,000.00
1220 · Water District System	2,497,792.44	2,326,279.61
1230 · Buildings & Improvements	163,901.86	163,901.86
1240 · Machinery & Equipment	59,843.75	19,668.65
1250 · Transportation Equipment	114,287.05	65,773.15
1260 · Office Furn & Fixtures	15,986.94	15,986.94
<b>Total 1200 · Fixed Assets</b>	2,860,812.04	2,600,610.21
<b>1300 · Accumulated Depreciation</b>		
1320 · Accum Depr-Water Distr Sys	-1,503,001.58	-1,388,581.23
<b>Total 1300 · Accumulated Depreciation</b>	-1,503,001.58	-1,388,581.23
<b>Total Fixed Assets</b>	1,357,810.46	1,212,028.98
<b>TOTAL ASSETS</b>	<b>1,714,123.90</b>	<b>1,691,553.29</b>
<b>LIABILITIES &amp; EQUITY</b>		
<b>Liabilities</b>		
<b>Current Liabilities</b>		
<b>Accounts Payable</b>		
200 · Accounts Payable	1,166.37	1,166.37
<b>Total Accounts Payable</b>	1,166.37	1,166.37
<b>Credit Cards</b>		
CITI Card	1,858.65	0.00
<b>Total Credit Cards</b>	1,858.65	0.00
<b>Total Credit Cards</b>	1,858.65	0.00
<b>Other Current Liabilities</b>		
201 · Payroll Liabilities		
2011 · Dental/Vision Payable	-54.99	1.37
201 · Payroll Liabilities - Other	286.25	286.25
<b>Total 201 · Payroll Liabilities</b>	231.26	287.62
203 · Accrued Power/Water		
2031 · Accrued Power	8,794.80	9,974.62
2032 · Accrued Water	2,000.00	2,000.00
<b>Total 203 · Accrued Power/Water</b>	10,794.80	11,974.62

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12/05/17  
Accrual Basis

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

	<u>Oct 31, 17</u>	<u>Oct 31, 16</u>
204 · Other Accrued Expenses	3,145.17	3,145.17
205 · Accrued Vacation	5,822.66	5,822.66
<b>Total Other Current Liabilities</b>	<u>19,993.89</u>	<u>21,230.07</u>
<b>Total Current Liabilities</b>	23,018.91	22,396.44
<b>Long Term Liabilities</b>		
230 · Wells Fargo Bobcat Lease	40,854.66	0.00
<b>Total Long Term Liabilities</b>	<u>40,854.66</u>	<u>0.00</u>
<b>Total Liabilities</b>	63,873.57	22,396.44
<b>Equity</b>		
209 · Retained Earnings	1,671,959.04	1,627,897.83
Net Income	-21,708.71	41,259.02
<b>Total Equity</b>	<u>1,650,250.33</u>	<u>1,669,156.85</u>
<b>TOTAL LIABILITIES &amp; EQUITY</b>	<u><b>1,714,123.90</b></u>	<u><b>1,691,553.29</b></u>

**Sunburst Farms Irrigation District**  
**Revenue & Expense Budget Performance**  
**October 2017**

	<u>Oct 17</u>	<u>Budget</u>	<u>Variance</u>	<u>Jul - Oct 17</u>	<u>YTD Budget</u>	<u>Variance</u>
<b>Ordinary Income/Expense</b>						
<b>Income</b>						
211 · Water Fees	30,241.80	31,800.00	-1,558.20	121,150.92	117,024.00	4,126.92
212 · Member Fees	37,549.80	37,549.83	-0.03	150,199.20	150,199.36	-0.16
213 · Other Services	0.00	40.00	-40.00	92.50	160.00	-67.50
214 · Escrow Transfer Fees	0.00	300.00	-300.00	500.00	1,200.00	-700.00
215 · Finance Charges	819.33	750.00	69.33	3,321.54	3,000.00	321.54
<b>Total Income</b>	<u>68,610.93</u>	<u>70,439.83</u>	<u>-1,828.90</u>	<u>275,264.16</u>	<u>271,583.36</u>	<u>3,680.80</u>
<b>Cost of Goods Sold</b>						
<b>310 · Direct Costs of Water Delivery</b>						
311 · Purchases-Power	17,283.82	20,837.50	-3,553.68	74,408.23	76,647.00	-2,238.77
331 · State Water Fees	500.00	500.00	0.00	2,000.00	2,000.00	0.00
351 · Pump Supply "Oil"	0.00	133.33	-133.33	0.00	533.36	-533.36
352 · Transportation Gas/Oil	610.60	773.00	-162.40	2,730.23	2,848.00	-117.77
361 · Irrigation Labor	6,181.41	7,667.50	-1,486.09	26,999.10	28,211.00	-1,211.90
371 · Payroll Taxes & Fringe	472.90	636.50	-163.60	2,127.00	2,352.00	-225.00
372 · Irrigators-Health Insurance	257.84	791.66	-533.82	1,547.04	3,166.72	-1,619.68
<b>Total 310 · Direct Costs of Water Delivery</b>	<u>25,306.57</u>	<u>31,339.49</u>	<u>-6,032.92</u>	<u>109,811.60</u>	<u>115,758.08</u>	<u>-5,946.48</u>
<b>Total COGS</b>	<u>25,306.57</u>	<u>31,339.49</u>	<u>-6,032.92</u>	<u>109,811.60</u>	<u>115,758.08</u>	<u>-5,946.48</u>
<b>Gross Profit</b>	<u>43,304.36</u>	<u>39,100.34</u>	<u>4,204.02</u>	<u>165,452.56</u>	<u>155,825.28</u>	<u>9,627.28</u>
<b>Expense</b>						
<b>400 · Overhead Costs</b>						
362 · Salaries-Supervisor	3,309.96	3,436.56	-126.60	14,059.30	14,605.28	-545.98
363 · Admin Payroll Expense	3,244.56	3,362.40	-117.84	13,781.41	14,289.90	-508.49
364 · Payroll Taxes/Fringe-Admin	519.76	611.55	-91.79	2,203.92	2,599.05	-395.13
365 · MNGR Gas Transportation	164.04	133.34	30.70	415.27	533.28	-118.01
366 · Health Insurance "Salary"	864.36	875.00	-10.64	3,466.44	3,500.00	-33.56
375 · State Compensation Fund	0.00	583.33	-583.33	0.00	2,333.32	-2,333.32

**Sunburst Farms Irrigation District**  
**Revenue & Expense Budget Performance**  
**October 2017**

	<u>Oct 17</u>	<u>Budget</u>	<u>Variance</u>	<u>Jul - Oct 17</u>	<u>YTD Budget</u>	<u>Variance</u>
411 · Depreciation Expense	12,250.00	12,250.00	0.00	49,000.00	49,000.00	0.00
414 · Building & Equipment Repair	0.00	41.66	-41.66	0.00	166.64	-166.64
416 · Pumps-Maintenance	0.00	90.50	-90.50	0.00	362.00	-362.00
417 · Maint/Repairs-Water System						
417.1 · Direct Labor	5,359.57	5,078.86	280.71	20,258.72	21,585.15	-1,326.43
417.2 · Materials	9,876.21	1,666.66	8,209.55	13,023.47	6,666.64	6,356.83
417.3 · Outside Service	356.00	833.33	-477.33	2,904.38	3,333.32	-428.94
417.4 · MT Payroll Taxes	408.77	477.70	-68.93	1,730.94	2,030.23	-299.29
417.5 · MT Health Insurance	1,467.10	1,209.25	257.85	5,352.72	4,837.00	515.72
<b>Total 417 · Maint/Repairs-Water System</b>	<b>17,467.65</b>	<b>9,265.80</b>	<b>8,201.85</b>	<b>43,270.23</b>	<b>38,452.34</b>	<b>4,817.89</b>
419 · Repairs-Transportation						
419.1 · Fleet Vehicles	512.36	700.00	-187.64	4,921.21	2,800.00	2,121.21
419.2 · Tractor	919.23	50.00	869.23	919.23	200.00	719.23
<b>Total 419 · Repairs-Transportation</b>	<b>1,431.59</b>	<b>750.00</b>	<b>681.59</b>	<b>5,840.44</b>	<b>3,000.00</b>	<b>2,840.44</b>
420 · MNT Gas Transportation	290.85	230.78	60.07	1,199.26	980.85	218.41
421 · Electricity	206.47	208.34	-1.87	1,092.72	833.36	259.36
422 · Sewer & Water	18.58	16.67	1.91	71.84	66.64	5.20
423 · Telephone Expense	342.64	350.00	-7.36	1,506.98	1,400.00	106.98
424 · Alarm	0.00	60.00	-60.00	156.30	240.00	-83.70
431 · Insurance Expense	1,000.00	1,000.00	0.00	4,000.00	4,000.00	0.00
441 · Legal Expense	0.00	166.67	-166.67	0.00	666.64	-666.64
442 · Accounting Expenses	400.00	400.00	0.00	1,200.00	1,600.00	-400.00
443 · Auditing Expenses	0.00	425.00	-425.00	0.00	1,700.00	-1,700.00
444 · Collection Services	10.00	30.00	-20.00	30.00	120.00	-90.00
445 · Rent	0.00	0.00	0.00	0.00	0.00	0.00
446 · Other Contracted Services	440.46	400.00	40.46	1,330.91	1,600.00	-269.09
451 · Postage	349.59	375.00	-25.41	1,418.13	1,500.00	-81.87
461 · Licenses & Taxes	0.00	0.00	0.00	0.00	0.00	0.00
471 · Misc & Public Relations	38.00	16.67	21.33	38.00	66.64	-28.64
483 · Office Supplies	1,246.72	458.34	788.38	1,875.56	1,833.28	42.28

**Sunburst Farms Irrigation District**  
**Revenue & Expense Budget Performance**  
**October 2017**

	<u>Oct 17</u>	<u>Budget</u>	<u>Variance</u>	<u>Jul - Oct 17</u>	<u>YTD Budget</u>	<u>Variance</u>
484 · Mileage	-3.84	50.00	-53.84	-16.32	200.00	-216.32
485 · Bank Charges	0.00	5.00	-5.00	0.00	20.00	-20.00
486 · Dues & Subscriptions	0.00	83.33	-83.33	278.51	333.32	-54.81
<b>Total 400 · Overhead Costs</b>	<b>43,591.39</b>	<b>35,675.94</b>	<b>7,915.45</b>	<b>146,218.90</b>	<b>146,002.54</b>	<b>216.36</b>
<b>Total Expense</b>	<b>43,591.39</b>	<b>35,675.94</b>	<b>7,915.45</b>	<b>146,218.90</b>	<b>146,002.54</b>	<b>216.36</b>
<b>Net Ordinary Income</b>	<b>-287.03</b>	<b>3,424.40</b>	<b>-3,711.43</b>	<b>19,233.66</b>	<b>9,822.74</b>	<b>9,410.92</b>
<b>Other Income/Expense</b>						
<b>Other Income</b>						
510 · Misc/Other Income	553.68	200.00	353.68	3,938.01	800.00	3,138.01
541 · Gain/Loss on Sale of Equipment	15.90			15.90		
<b>Total Other Income</b>	<b>569.58</b>	<b>200.00</b>	<b>369.58</b>	<b>3,953.91</b>	<b>800.00</b>	<b>3,153.91</b>
<b>Other Expense</b>						
542 · Loss on 39th Avenue Pump	0.00			45,078.67		
512 · Bridle Path Cleanup	0.00	0.00	0.00	0.00	0.00	0.00
<b>Total Other Expense</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>45,078.67</b>	<b>0.00</b>	<b>45,078.67</b>
<b>Net Other Income</b>	<b>569.58</b>	<b>200.00</b>	<b>369.58</b>	<b>-41,124.76</b>	<b>800.00</b>	<b>-41,924.76</b>
<b>Net Income</b>	<b>282.55</b>	<b>3,624.40</b>	<b>-3,341.85</b>	<b>-21,891.10</b>	<b>10,622.74</b>	<b>-32,513.84</b>
<b>Capital Expenditure Fund</b>	<b>2,070.00</b>	<b>2,070.00</b>	<b>0.00</b>	<b>8,280.00</b>	<b>8,280.00</b>	<b>0.00</b>
<b>511 · Interest Income</b>	<b>47.11</b>	<b>0.00</b>	<b>47.11</b>	<b>182.39</b>	<b>0.00</b>	<b>182.39</b>
<b>Net Income After Capital Fund Expenditures</b>	<b>2,399.65</b>	<b>5,694.40</b>	<b>-3,294.75</b>	<b>-13,428.71</b>	<b>18,902.74</b>	<b>-32,331.45</b>

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

	<u>Current</u>	<u>1 - 30</u>	<u>31 - 60</u>	<u>61 - 90</u>	<u>&gt; 90</u>	<u>TOTAL</u>
<b>Total A/R 2017</b>	<u>46,921.87</u>	<u>-2,339.92</u>	<u>8,955.08</u>	<u>1,728.04</u>	<u>73,033.37</u>	<u>128,298.44</u>
<b>Total A/R 2016</b>	<u>46,265.96</u>	<u>-1,547.10</u>	<u>7,900.83</u>	<u>2,161.68</u>	<u>70,976.40</u>	<u>125,757.77</u>
<b>Variance- Better/(Worse)</b>	<u>-655.91</u>	<u>792.82</u>	<u>-1,054.25</u>	<u>433.64</u>	<u>-2,056.97</u>	<u>-2,540.67</u>