

Hacker Accounting LLC

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

Phoenix, AZ 85029

June 18, 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 May 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 May 31, 2015

	May 31, 15	May 31, 14
ASSETS		
Current Assets		
Checking/Savings		
117 · Checking/Compass	29,982.08	27,212.15
111 · Cash on Hand	100.00	100.00
114 · Compass Cap/Expd/Dep	220,892.13	197,034.90
116 · Cash-MM	106,605.83	106,556.02
Total Checking/Savings	357,580.04	330,903.07
Accounts Receivable		
121 · Accounts Receivable	94,886.91	114,856.99
Total Accounts Receivable	94,886.91	114,856.99
Other Current Assets		
140 · Prepaid Insurance	8,886.99	8,819.36
199 · Suspense	5,961.26	0.00
198 · Suspense New Office Building	12,147.53	0.00
Total Other Current Assets	26,995.78	8,819.36
Total Current Assets	479,462.73	454,579.42
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	63,641.67
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	2,210,709.98
1300 · Accumulated Depreciation		
1320 · Accum Depr-Water Distr Sys	-1,282,378.17	-1,001,856.64
Total 1300 · Accumulated Depreciation	-1,282,378.17	-1,001,856.64
Total Fixed Assets	1,032,320.80	1,208,853.34
Other Assets		
120 · Refundable Deposits	1,169.00	1,169.00
Total Other Assets	1,169.00	1,169.00
TOTAL ASSETS	1,512,952.53	1,664,601.76
LIABILITIES & EQUITY		
Liabilities		
Current Liabilities		
Accounts Payable		
200 · Accounts Payable	483.40	0.00
Total Accounts Payable	483.40	0.00
Other Current Liabilities		
201 · Payroll Liabilities		
2011 · Dental/Vision Payable	106.95	0.00
201 · Payroll Liabilities - Other	190.34	859.95
Total 201 · Payroll Liabilities	297.29	859.95
203 · Accrued Power/Water		
2031 · Accrued Power	10,725.90	2,671.54
2032 · Accrued Water	320.65	-255.09
Total 203 · Accrued Power/Water	11,046.55	2,416.45

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Accrual Basis

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

	<u>May 31, 15</u>	<u>May 31, 14</u>
204 · Other Accrued Expenses	4,376.48	2,376.69
205 · Accrued Vacation	3,321.92	1,895.20
Total Other Current Liabilities	<u>19,042.24</u>	<u>7,548.29</u>
Total Current Liabilities	<u>19,525.64</u>	<u>7,548.29</u>
Total Liabilities	19,525.64	7,548.29
Equity		
209 · Retained Earnings	1,478,573.77	1,601,618.25
Net Income	14,853.12	55,435.22
Total Equity	<u>1,493,426.89</u>	<u>1,657,053.47</u>
TOTAL LIABILITIES & EQUITY	<u><u>1,512,952.53</u></u>	<u><u>1,664,601.76</u></u>

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

	Current	1 - 30	31 - 60	61 - 90	> 90	TOTAL
Total A/R 2015	<u>42,284.97</u>	<u>-2,381.14</u>	<u>3,344.20</u>	<u>2,649.59</u>	<u>48,989.29</u>	<u>94,886.91</u>
Total A/R 2014	<u>45,369.63</u>	<u>-2,541.56</u>	<u>4,151.11</u>	<u>2,008.30</u>	<u>65,869.51</u>	<u>111,772.33</u>
Variance- Better/(Worse)	<u>3,084.66</u>	<u>-160.42</u>	<u>806.91</u>	<u>-641.29</u>	<u>16,880.22</u>	<u>16,885.42</u>

Sunburst Farms Irrigation District Profit & Loss Budget vs Actual

May 2015

Ordinary Income/Expense	May '15	Budget	Variance	Jul '14 - May 15	YTD Budget	Variance
Income						
211 · Water Fees	29,268.36	30,096.00	-827.64	219,199.86	248,976.00	-29,776.14
212 · Member Fees	34,229.52	34,229.41	0.11	376,524.72	376,523.51	1.21
213 · Other Services	0.00	40.00	-40.00	260.00	440.00	-180.00
214 · Escrow Transfer Fees	300.00	300.00	0.00	2,400.00	3,300.00	-900.00
215 · Finance Charges	630.15	833.33	-203.18	8,689.66	9,166.63	-476.97
Total Income	64,428.03	65,498.74	-1,070.71	607,074.24	638,406.14	-31,331.90
Cost of Goods Sold						
310 · Direct Costs of Water Delivery						
311 · Purchases-Power	19,727.68	19,745.00	-17.32	144,135.55	163,345.00	-19,209.45
331 · State Water Fees	569.00	569.00	0.00	6,259.00	6,259.00	0.00
351 · Pump Supply "Oil"	0.00	496.83	-496.83	0.00	5,465.17	-5,465.17
352 · Transportation Gas/Oil	629.16	1,166.00	-536.84	4,888.64	9,634.00	-4,745.36
361 · Irrigation Labor	4,698.52	6,452.00	-1,753.48	37,858.39	52,976.00	-15,117.61
371 · Payroll Taxes & Fringe	382.12	530.00	-147.88	3,260.03	4,385.00	-1,124.97
372 · Irrigators-Health Insurance	687.37	691.83	-4.46	7,561.07	7,610.17	-49.10
Total 310 · Direct Costs of Water Delivery	26,693.85	29,650.66	-2,956.81	203,962.68	249,674.34	-45,711.66
Total COGS	26,693.85	29,650.66	-2,956.81	203,962.68	249,674.34	-45,711.66
Gross Profit	37,734.18	35,848.08	1,886.10	403,111.56	388,731.80	14,379.76
Expense						
400 · Overhead Costs						
362 · Salaries-Supervisor	3,119.36	3,174.00	-54.64	37,715.16	38,098.00	-382.84
363 · Admin Payroll Expense	3,057.72	3,104.00	-46.28	36,974.00	37,263.00	-289.00
364 · Payroll Taxes/Fringe-Admin	487.80	520.00	-32.20	6,529.85	6,240.00	289.85
365 · MNGR Gas Transportation	254.31	112.50	141.81	1,409.16	1,237.50	171.66
366 · Health Insurance "Salary"	716.77	692.00	24.77	8,075.47	7,625.00	450.47
375 · State Compensation Fund	0.00	464.25	-464.25	5,689.70	5,106.75	582.95
411 · Depreciation Expense	9,805.66	9,580.33	225.33	108,474.26	105,383.67	3,090.59
414 · Building & Equipment Repair	0.00	166.66	-166.66	687.71	1,833.34	-1,145.63
416 · Pumps-Maintenance	0.00	116.66	-116.66	757.76	1,283.34	-525.58

Sunburst Farms Irrigation District Profit & Loss Budget vs Actual May 2015

	May 15	Budget	Variance	Jul '14 - May 15	YTD Budget	Variance
417 · Maint/Repairs-Water System						
417.1 · Direct Labor	6,421.14	4,312.00	2,109.14	72,231.21	51,744.00	20,487.21
417.2 · Materials	1,454.35	1,167.83	286.52	18,883.68	12,846.17	6,037.51
417.3 · Outside Service	395.00	1,250.00	-855.00	10,678.50	13,750.00	-3,071.50
417.4 · MT Payroll Taxes	384.45	357.00	27.45	5,864.28	4,284.00	1,580.28
417.5 · MT Health Insurance	365.88	720.00	-354.12	4,024.68	7,920.00	-3,895.32
Total 417 · Maint/Repairs-Water System	9,020.82	7,806.83	1,213.99	111,682.35	90,544.17	21,138.18
419 · Repairs-Transportation						
419.1 · Fleet Vehicles	2,753.47	833.33	1,920.14	6,840.38	9,166.67	-2,326.29
419.2 · Tractor	0.00	83.33	-83.33	2,283.22	916.67	1,366.55
Total 419 · Repairs-Transportation	2,753.47	916.66	1,836.81	9,123.60	10,083.34	-959.74
420 · MNT Gas Transportation	106.05	300.00	-193.95	2,585.36	3,300.00	-714.64
421 · Electricity	212.20	200.00	12.20	2,621.63	2,200.00	421.63
422 · Sewer & Water	13.03	16.66	-3.63	134.92	183.34	-48.42
423 · Telephone Expense	483.59	500.00	-16.41	5,509.33	5,500.00	9.33
431 · Insurance Expense	1,740.66	1,466.66	274.00	16,762.26	16,133.34	628.92
441 · Legal Expense	0.00	1,250.00	-1,250.00	2,500.00	13,750.00	-11,250.00
442 · Accounting Expenses	400.00	400.00	0.00	4,400.00	4,400.00	0.00
443 · Auditing Expenses	0.00	416.66	-416.66	6,005.00	4,583.34	1,421.66
444 · Collection Services	0.00	40.00	-40.00	280.00	440.00	-160.00
445 · Rent	820.80	0.00	820.80	8,597.60	0.00	8,597.60
446 · Other Contracted Services	284.74	458.33	-173.59	5,612.38	5,041.67	570.71
451 · Postage	343.00	375.00	-32.00	4,360.42	4,125.00	235.42
461 · Licenses & Taxes	0.00	0.00	0.00	0.00	0.00	0.00
471 · Misc & Public Relations	0.00	16.66	-16.66	116.22	183.34	-67.12
483 · Office Supplies	100.09	416.66	-316.57	4,400.04	4,583.34	-183.30
484 · Mileage	14.04	33.33	-19.29	865.12	366.67	498.45
485 · Bank Charges	10.00	5.00	5.00	48.00	55.00	-7.00
486 · Dues & Subscriptions	0.00	125.00	-125.00	1,441.53	1,375.00	66.53
Total 400 · Overhead Costs	33,744.11	32,673.85	1,070.26	393,358.83	370,918.15	22,440.68
Total Expense	33,744.11	32,673.85	1,070.26	393,358.83	370,918.15	22,440.68

**Sunburst Farms Irrigation District
Profit & Loss Budget vs Actual
May 2015**

	<u>May 15</u>	<u>Budget</u>	<u>Variance</u>	<u>Jul '14 - May 15</u>	<u>YTD Budget</u>	<u>Variance</u>
Net Ordinary Income	3,990.07	3,174.23	815.84	9,752.73	17,813.65	-8,060.92
Other Income/Expense						
Other Income						
510 · Misc/Other Income	100.00	300.00	-200.00	10,340.70	3,300.00	7,040.70
511 · Interest Income	48.02	41.66	6.36	579.69	458.34	121.35
541 · Gain/Loss on Sale of Equipment	0.00	0.00	0.00	0.00	0.00	0.00
Total Other Income	148.02	341.66	-193.64	10,920.39	3,758.34	7,162.05
Other Expense						
512 · Bridle Path Cleanup	0.00	140.41	-140.41	5,820.00	1,544.59	4,275.41
Total Other Expense	0.00	140.41	-140.41	5,820.00	1,544.59	4,275.41
Net Other Income	148.02	201.25	-53.23	5,100.39	2,213.75	2,886.64
Net Income	<u>4,138.09</u>	<u>3,375.48</u>	<u>762.61</u>	<u>14,853.12</u>	<u>20,027.40</u>	<u>-5,174.28</u>