

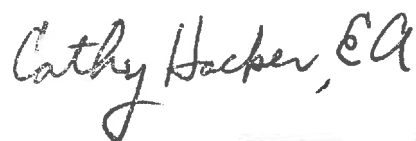
Hacker Accounting LLC
3710 W Greenway Rd. #114
Phoenix, AZ 85053

January 27, 2022

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

We have prepared the accompanying statement of income for the current month and year to date periods then ended and the balance sheet of Sunburst Farms Irrigation District for December 31, 2021.

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 black ink that reads "Cathy Hacker, CPA". The signature is written in a cursive style. Below the signature, there is a faint horizontal line.

Hacker Accounting LLC

Sunburst Farms Irrigation District Revenue & Expense Budget Performance December 2021

	Dec 21	Budget	\$ Over Bu...	Jul - Dec 21	YTD Budg...	\$ Over Bu...	Annual B...
Ordinary Income/Expense							
Income							
211 · Water Fees	13,177.50	22,050.00	-8,872.50	142,741.20	132,300.00	10,441.20	264,600.00
212 · Member Fees	33,948.00	33,948.00	0.00	203,985.07	203,688.00	297.07	407,376.00
213 · Other Services	0.00	8.33	-8.33	60.00	50.02	9.98	100.00
214 · Escrow Transfer Fees	0.00	125.00	-125.00	1,300.00	750.00	550.00	1,500.00
215 · Finance Charges	0.00	450.00	-450.00	1,692.74	2,700.00	-1,007.26	5,400.00
Total Income	47,125.50	56,581.33	-9,455.83	349,779.01	339,488.02	10,290.99	678,976.00
Cost of Goods Sold							
310 · Direct Costs of Water Delivery							
311 · Purchases-Power	10,402.32	13,868.00	-3,465.68	88,801.22	83,212.00	5,589.22	166,425.00
331 · State Water Fees	608.00	607.00	1.00	3,648.00	3,647.00	1.00	7,289.00
351 · Pump Supply "Oil"	0.00	142.50	-142.50	21.00	855.00	-834.00	1,710.00
352 · Transportation Gas/Oil	441.84	600.00	-158.16	3,094.17	3,600.00	-505.83	7,200.00
361 · Irrigation Labor	5,041.41	6,604.00	-1,562.59	43,448.70	39,624.00	3,824.70	79,244.00
371 · Payroll Taxes & Fringe	386.34	654.42	-268.08	3,329.54	3,926.48	-596.94	7,853.00
372 · Irrigators-Health Insurance	320.27	1,055.00	-734.73	1,921.62	6,330.00	-4,408.38	12,660.00
Total 310 · Direct Costs of Water Delivery	17,200.18	23,530.92	-6,330.74	144,264.25	141,194.48	3,069.77	282,381.00
Total COGS	17,200.18	23,530.92	-6,330.74	144,264.25	141,194.48	3,069.77	282,381.00
Gross Profit	29,925.32	33,050.41	-3,125.09	205,514.76	198,293.54	7,221.22	396,595.00
Expense							
400 · Overhead Costs							
362 · Salaries-Supervisor	5,638.50	4,666.67	971.83	28,907.90	27,999.98	907.92	56,000.00
363 · Admin Payroll Expense	2,870.00	2,666.67	203.33	14,390.49	15,999.98	-1,609.49	32,000.00
364 · Payroll Taxes/Fringe-Admin	651.08	726.75	-75.67	3,319.50	4,360.50	-1,041.00	8,721.00
365 · MNGR Gas Transportation	152.06	150.00	2.06	640.01	900.00	-259.99	1,800.00
366 · Health Insurance "Salary"	919.96	1,020.50	-100.54	5,519.76	6,123.00	-603.24	12,246.00
375 · State Compensation Fund	555.00	562.08	-7.08	3,330.00	3,372.52	-42.52	6,745.00
411 · Depreciation Expense	10,804.00	10,413.92	390.08	63,849.00	62,483.48	1,365.52	124,967.00
414 · Building & Equipment Repair	0.00	83.33	-83.33	294.94	500.02	-205.08	1,000.00
416 · Pumps-Maintenance	0.00	425.00	-425.00	3,237.87	2,550.00	687.87	5,100.00
417 · Maint/Repairs-Water System							
417.1 · Direct Labor	6,119.85	4,780.33	1,339.52	19,341.47	28,682.02	-9,340.55	57,364.00
417.2 · Misc Equipment, Materials&DumpF	573.73	1,250.00	-676.27	2,936.69	7,500.00	-4,563.31	15,000.00
417.3 · Outside Service	0.00	833.33	-833.33	350.00	5,000.02	-4,650.02	10,000.00
417.4 · MT Payroll Taxes	1,423.07	473.75	949.32	2,416.22	2,842.50	-426.28	5,685.00
417.5 · MT Health Insurance	423.26	345.00	78.26	2,539.56	2,070.00	469.56	4,140.00
Total 417 · Maint/Repairs-Water System	8,539.91	7,682.41	857.50	27,583.94	46,094.54	-18,510.60	92,189.00

Sunburst Farms Irrigation District
Revenue & Expense Budget Performance
 December 2021

	Dec 21	Budget	\$ Over Bu...	Jul - Dec 21	YTD Budg...	\$ Over Bu...	Annual B...
419 · Repairs-Transportation							
419.1 · Fleet Vehicles	67.51	625.00	-557.49	671.41	3,750.00	-3,078.59	7,500.00
419.2 · Tractor	0.00	100.00	-100.00	156.92	600.00	-443.08	1,200.00
Total 419 · Repairs-Transportation	67.51	725.00	-657.49	828.33	4,350.00	-3,521.67	8,700.00
420 · MNT Gas Transportation							
421 · Electricity	232.06	360.00	-127.94	1,127.48	2,160.00	-1,032.52	4,320.00
422 · Sewer & Water	113.78	200.00	-86.22	1,276.37	1,200.00	76.37	2,400.00
423 · Telephone Expense	14.41	18.00	-3.59	82.36	108.00	-25.64	216.00
424 · Alarm	337.39	325.00	12.39	2,020.42	1,950.00	70.42	3,900.00
431 · Insurance Expense	0.00	54.17	-54.17	0.00	324.98	-324.98	650.00
441 · Legal Expense	1,939.00	1,250.00	689.00	10,534.00	7,500.00	3,034.00	15,000.00
442 · Accounting Expenses	0.00	416.67	-416.67	542.90	2,499.98	-1,957.08	5,000.00
443 · Auditing Expenses	400.00	400.00	0.00	2,400.00	2,400.00	0.00	4,800.00
444 · Collection Services	0.00	833.33	-833.33	0.00	5,000.02	-5,000.02	10,000.00
446 · Other Contracted Services	0.00	8.33	-8.33	30.00	50.02	-20.02	100.00
451 · Postage	899.99	678.00	221.99	3,695.06	4,068.00	-372.94	8,136.00
471 · Misc & Public Relations	232.00	291.67	-59.67	1,362.00	1,749.98	-387.98	3,500.00
483 · Office Expense	355.95	16.67	339.28	930.90	99.98	830.92	200.00
484 · Mileage	99.46	300.00	-200.54	2,514.79	1,800.00	714.79	3,600.00
485 · Bank Charges	0.00	0.00	0.00	0.00	0.00	0.00	0.00
486 · Dues & Subscriptions	0.00	5.00	-5.00	15.00	30.00	-15.00	60.00
Total 400 · Overhead Costs	0.00	140.00	-140.00	290.19	840.00	-549.81	1,680.00
Total Expense	34,822.06	34,419.17	402.89	178,723.21	206,514.98	-27,791.77	413,030.00
Net Ordinary Income	34,822.06	34,419.17	402.89	178,723.21	206,514.98	-27,791.77	413,030.00
Other Income/Expense							
510 · Misc/Other Income	-4,896.74	-1,368.76	-3,527.98	26,791.55	-8,221.44	35,012.99	-16,435.00
511 · Interest Income							
Total Other Income	125.00	19.17	-10.75	1,550.00	114.98	-62.11	230.00
Net Other Income	8.42	19.17	-10.75	52.87	114.98	-62.11	230.00
Net Income	133.42	19.17	114.25	1,602.87	114.98	1,487.89	230.00
	133.42	19.17	114.25	1,602.87	114.98	1,487.89	230.00
	-4,763.32	-1,349.59	-3,413.73	28,394.42	-8,106.46	36,500.88	-16,205.00

Sunburst Farms Irrigation District
Balance Sheet
 As of December 31, 2021

	Dec 31, 21	Dec 31, 20
ASSETS		
Current Assets		
Checking/Savings		
117 · Operating Fund	287,893.41	224,971.60
118 · Emergency Fund	127,482.61	127,459.53
111 · Petty Cash	100.00	100.00
114 · Capital Fund	286,709.86	269,503.04
Total Checking/Savings	702,185.88	622,034.17
Accounts Receivable		
121 · Accounts Receivable	49,747.57	66,874.06
Total Accounts Receivable	49,747.57	66,874.06
Other Current Assets		
180 · Inventory	12,401.15	12,401.15
140 · Prepaid Insurance	5,539.47	4,662.55
1499 · Undeposited Funds	1,111.00	10,321.99
199 · Suspense	473.92	224.54
Total Other Current Assets	19,525.54	27,610.23
Total Current Assets	771,458.99	716,518.46
Fixed Assets		
1200 · Fixed Assets		
1210 · Land	9,000.00	9,000.00
1220 · Water District System	2,560,554.90	2,477,953.36
1230 · Buildings & Improvements	162,613.86	162,613.86
1240 · Machinery & Equipment	42,545.75	42,545.75
1250 · Transportation Equipment	111,113.11	111,113.11
1260 · Office Furn & Fixtures	5,966.94	5,966.94
1270 · Office/Computer - Programs	14,000.00	0.00
Total 1200 · Fixed Assets	2,905,794.56	2,809,193.02
1300 · Accumulated Depreciation		
1320 · Accum Depr-Water Distr Sys	-1,986,925.51	-1,867,630.51
Total 1300 · Accumulated Depreciation	-1,986,925.51	-1,867,630.51
Total Fixed Assets	918,869.05	941,562.51
TOTAL ASSETS	1,690,328.04	1,658,080.97
LIABILITIES & EQUITY		
Liabilities		
Current Liabilities		
Accounts Payable		
200 · Accounts Payable		
2001 · Attorney Fees	500.00	5,094.50
Total 200 · Accounts Payable	500.00	5,094.50
Total Accounts Payable	500.00	5,094.50
Credit Cards		
Credit Cards		
CITI Card	1,584.65	1,573.19
Total Credit Cards	1,584.65	1,573.19
Total Credit Cards	1,584.65	1,573.19

Sunburst Farms Irrigation District

01/26/22

Balance Sheet

Accrual Basis

As of December 31, 2021

	<u>Dec 31, 21</u>	<u>Dec 31, 20</u>
Other Current Liabilities		
201 · Payroll Liabilities		
2011 · Dental/Vision Payable	418.14	394.85
201 · Payroll Liabilities - Other	355.74	355.74
Total 201 · Payroll Liabilities	<u>773.88</u>	<u>750.59</u>
203 · Accrued Power/Water		
2031 · Accrued Power	10,402.32	13,102.35
2032 · Accrued Water	9,911.35	10,033.73
Total 203 · Accrued Power/Water	<u>20,313.67</u>	<u>23,136.08</u>
204 · Other Accrued Expenses	4,649.25	4,649.25
205 · Accrued Vacation	2,738.48	2,738.48
Total Other Current Liabilities	<u>28,475.28</u>	<u>31,274.40</u>
Total Current Liabilities	30,559.93	37,942.09
Long Term Liabilities		
230 · Wells Fargo Bobcat Lease	0.00	2,648.29
Total Long Term Liabilities	<u>0.00</u>	<u>2,648.29</u>
Total Liabilities	30,559.93	40,590.38
Equity		
209 · Retained Earnings	1,631,373.69	1,581,862.93
Net Income	28,394.42	35,627.66
Total Equity	<u>1,659,768.11</u>	<u>1,617,490.59</u>
TOTAL LIABILITIES & EQUITY	<u><u>1,690,328.04</u></u>	<u><u>1,658,080.97</u></u>

Sunburst Farms Irrigation District
A/R Aging Summary
As of December 31, 2021

	Current	1 - 30	31 - 60	61 - 90	> 90	TOTAL
Total A/R 2021	<u>26,887.47</u>	<u>-7,607.91</u>	<u>4,176.62</u>	<u>-1,596.36</u>	<u>27,887.75</u>	<u>49,747.57</u>
Total A/R 2020	32,864.22	-3,359.44	4,601.45	494.25	32,273.58	66,874.06
Variance- Better/(Worse)	<u>5,976.75</u>	<u>4,248.47</u>	<u>424.83</u>	<u>2,090.61</u>	<u>4,385.83</u>	<u>17,126.49</u>