

Tyrone Water & Wastewater Association
Financial Statements
For the One and Four Months Ended
October 31, 2023



Mike Morones & Associates, LLC

INDEPENDENT ACCOUNTANTS' COMPILATION REPORT

To the Board Members
Tyrone Water & Wastewater Association
Tyrone, New Mexico

Management is responsible for the accompanying financial statements of Tyrone Water & Wastewater Association, which comprise the Statement of Financial Position as of October 31, 2023, and the related Statement of Activity for the One and Four Months, and the Monthly Statement of Activity, and The Statement of Cash Flow then ended, in accordance with accounting principles generally accepted in the United States of America. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the AICPA. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

The financial statements are prepared in accordance with the tax basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

Management has omitted substantially all the disclosures required by accounting principles generally accepted in the United States of America. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the organization's assets, liabilities, equity, revenues, and expenses. Accordingly, the financial statements are not designed for those who are not informed about such matters.

Mike Morones & Assoc. LLC

MIKE MORONES & ASSOCIATES, LLC
November 15, 2023

TYRONE WATER & WASTEWATER ASSOCIATION
Statement of Financial Position
October 31, 2023

ASSETS

Current Assets		
First American Bank - payroll	\$	6,083.42
Western Bank - operations 7964		147,480.03
Operating reserve 4702		11,203.57
Water reserve 4701		4,350.12
Water tower reserve 4703		4,350.06
USDA short lived reserve 8268		12,331.69
USDA debt service reserve 8277		33,905.63
USDA O & M reserve 8286		11,314.73
Pollution reserve 8295		<u>13,374.10</u>
Total Current Assets		244,393.35
Property and Equipment		
Furniture		72,830.00
Equipment		681,280.00
Improvements		22,975.92
2020 Park Area Improvement		36,644.41
2020 Sewer Improvements		221,464.13
2021 Sewer Improvements		136,453.48
2022 Sewer Improvements		120,781.42
Water Improvements		53,213.88
2020 Other Improvements		8,966.06
Accumulated Depreciation		<u>(923,626.03)</u>
Total Property and Equipment		430,983.27
Total Assets	\$	<u><u>675,376.62</u></u>

LIABILITIES AND CAPITAL

Current Liabilities		
Current Portion-LT Debt	\$	<u>11,619.81</u>
Total Current Liabilities		11,619.81
Long-Term Liabilities		
Long Term Debt		<u>544,673.53</u>
Total Long-Term Liabilities		<u>544,673.53</u>
Total Liabilities		556,293.34
Capital		
Fund Balance		64,395.93
Net Income		<u>54,687.35</u>
Total Capital		<u>119,083.28</u>
Total Liabilities & Capital	\$	<u><u>675,376.62</u></u>

See Accountant's Compilation Report

Tyrone Water & Wastewater Association
Statement of Financial Activity
One Month and Four Months Ended October 31, 2023

	Current Month		Year to Date	
Revenues				
Residential assessment	\$ 17,790.05	13.71	\$ 73,155.42	38.05
CC Assessment Fees	0.00	0.00	42.00	0.02
WaterSystem Repairs Town of SC	0.00	0.00	6,419.28	3.34
Grants	112,000.00	86.28	112,000.00	58.25
Other Income	0.00	0.00	500.00	0.26
Interest income	14.95	0.01	151.66	0.08
	<u>129,805.00</u>	<u>100.00</u>	<u>192,268.36</u>	<u>100.00</u>
Cost of Sales				
Total Cost of Sales	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
Gross Profit	<u>129,805.00</u>	<u>100.00</u>	<u>192,268.36</u>	<u>100.00</u>
Expenses				
System Repairs and maintenance	17,101.70	13.17	28,749.64	14.95
Water R & M - System R & M	0.00	0.00	(1,203.93)	(0.63)
Sewer R & M - System R & M	216.81	0.17	2,750.25	1.43
Community center expenses	0.00	0.00	358.99	0.19
Contract services - TCA	0.00	0.00	17,798.11	9.26
Cont Svc - Water & WW Op & Sup	2,000.00	1.54	5,780.00	3.01
Electricity	288.14	0.22	1,225.34	0.64
Telephone - Other Utilities	182.10	0.14	727.91	0.38
Comm Water - Other Utilities	0.00	0.00	1,076.46	0.56
Accounting - Professional Svc	1,991.52	1.53	11,729.61	6.10
Legal fees - Professional Svc	0.00	0.00	61.09	0.03
Bank charges - Office & Admin	81.54	0.06	516.06	0.27
Insurance expense	0.00	0.00	22,938.83	11.93
Dues & Subscriptions	53.16	0.04	53.16	0.03
Interest Expense	1,482.84	1.14	5,931.36	3.08
Reserve expenditures	0.00	0.00	(72.39)	(0.04)
Depreciation Expense	9,790.13	7.54	39,160.52	20.37
	<u>33,187.94</u>	<u>25.57</u>	<u>137,581.01</u>	<u>71.56</u>
Net Income	<u>\$ 96,617.06</u>	<u>74.43</u>	<u>\$ 54,687.35</u>	<u>28.44</u>

TYRONE WATER & WASTEWATER ASSOCIATION
Monthly Statement of Activity
For July 1, 2023 - June 30, 2024

	July	August	September	October
Revenues				
Residential assessment	\$ 19,893.45	17,171.40	18,300.52	17,790.05
CC Assessment Fees	30.00	0.00	12.00	0.00
WaterSystem Repairs Town of S	0.00	3,930.91	2,488.37	0.00
Grants	0.00	0.00	0.00	112,000.00
Other Income	0.00	0.00	500.00	0.00
Total Revenues	<u>19,923.45</u>	<u>21,102.31</u>	<u>21,300.89</u>	<u>129,790.05</u>
Expenses				
Maintenance and Repair				
System Repairs and maintenance	2,670.00	4,703.77	4,274.17	17,101.70
Water R & M - System R & M	(1,203.93)	0.00	0.00	0.00
Sewer R & M - System R & M	2,207.70	0.00	325.74	216.81
Community center expenses	358.99	0.00	0.00	0.00
Contract services - TCA	12,987.64	2,505.47	2,305.00	0.00
Cont Svc - Water & WW Op &	0.00	1,470.00	2,310.00	2,000.00
Total Maint. and Repair	<u>17,020.40</u>	<u>8,679.24</u>	<u>9,214.91</u>	<u>19,318.51</u>
Parts and Supplies				
Total Parts and Supplies	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
Utilities				
Electricity	314.82	278.72	343.66	288.14
Telephone - Other Utilities	181.90	181.92	181.99	182.10
Comm Water - Other Utilities	0.00	572.99	503.47	0.00
Total Utilities	<u>496.72</u>	<u>1,033.63</u>	<u>1,029.12</u>	<u>470.24</u>
Administrative				
Accounting - Professional Svc	1,946.03	1,946.03	5,846.03	1,991.52
Legal fees - Professional Svc	31.65	29.44	0.00	0.00
Bank charges - Office & Admin	177.41	156.81	100.30	81.54
Insurance expense	0.00	22,938.83	0.00	0.00
Dues & Subscriptions	0.00	0.00	0.00	53.16
Total Administrative	<u>2,155.09</u>	<u>25,071.11</u>	<u>5,946.33</u>	<u>2,126.22</u>
Total Expenses	<u>19,672.21</u>	<u>34,783.98</u>	<u>16,190.36</u>	<u>21,914.97</u>
Net Operations Income	251.24	(13,681.67)	5,110.53	107,875.08
Reserve Income and Expense				
Interest income	14.61	14.72	107.38	14.95
Interest Expense	(1,482.84)	(1,482.84)	(1,482.84)	(1,482.84)
Reserve expenditures	0.00	0.00	72.39	0.00
Depreciation Expense	(9,790.13)	(9,790.13)	(9,790.13)	(9,790.13)
Total Reserve Income and Expe	<u>(11,258.36)</u>	<u>(11,258.25)</u>	<u>(11,093.20)</u>	<u>(11,258.02)</u>
Net Income	<u>\$ (11,007.12)</u>	<u>(24,939.92)</u>	<u>(5,982.67)</u>	<u>96,617.06</u>

TYRONE WATER & WASTEWATER ASSOCIATION
Statement of Cash Flow
For the four Months Ended October 31, 2023

	Current Month	Year to Date
Cash Flows from operating activities		
Net Income	\$ 96,617.06	\$ 54,687.35
Adjustments to reconcile net income to net cash provided by operating activities		
Accumulated Depreciation	<u>9,790.13</u>	<u>39,160.52</u>
Total Adjustments	<u>9,790.13</u>	<u>39,160.52</u>
Net Cash provided by Operations	<u>106,407.19</u>	<u>93,847.87</u>
Cash Flows from investing activities		
Used For		
2022 Sewer Improvements	<u>(855.80)</u>	<u>(3,758.40)</u>
Net cash used in investing	<u>(855.80)</u>	<u>(3,758.40)</u>
Cash Flows from financing activities		
Proceeds From		
Used For		
Long Term Debt	<u>(937.16)</u>	<u>(3,748.64)</u>
Net cash used in financing	<u>(937.16)</u>	<u>(3,748.64)</u>
Net increase <decrease> in cash	<u>\$ 104,614.23</u>	<u>\$ 86,340.83</u>
Summary		
Cash Balance at End of Period	\$ 244,393.35	\$ 244,393.35
Cash Balance at Beg of Period	<u>(139,779.12)</u>	<u>(158,052.52)</u>
Net Increase <Decrease> in Cash	<u>\$ 104,614.23</u>	<u>\$ 86,340.83</u>

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