

**Tyrone Water & Wastewater Association  
Financial Statements  
For the One and Three Months Ended  
September 30, 2022**



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 September 30, 2022, and the related statement of financial activity for the one and three months, and the monthly statement of activity, and the statement of cash flows 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 & ASSOCIATES, LLC  
October 18, 2022

TYRONE WATER & WASTEWATER ASSOCIATION  
Statement of Financial Position  
September 30, 2022

ASSETS

Current Assets		
First American Bank - payroll	\$	6,083.42
Western Bank - operations 7964		36,050.04
Operating reserve 4702		9,201.81
Water reserve 4701		2,170.52
Water tower reserve 4703		2,170.46
USDA short lived reserve 8268		5,557.89
USDA debt service reserve 8277		33,836.54
USDA O & M reserve 8286		11,295.36
Pollution reserve 8295		<u>13,351.20</u>
Total Current Assets		119,717.24
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		109,513.78
Water Improvements		53,213.88
2020 Other Improvements		8,966.06
Accumulated Depreciation		<u>(796,354.34)</u>
Total Property and Equipment		546,987.32
Total Assets	\$	<u><u>666,704.56</u></u>

LIABILITIES AND CAPITAL

Current Liabilities		
Current Portion-LT Debt	\$	<u>11,349.69</u>
Total Current Liabilities		11,349.69
Long-Term Liabilities		
Long Term Debt		<u>558,084.06</u>
Total Long-Term Liabilities		<u>558,084.06</u>
Total Liabilities		569,433.75
Capital		
Fund Balance		95,316.16
Net Income		<u>1,954.65</u>
Total Capital		<u>97,270.81</u>
Total Liabilities & Capital	\$	<u><u>666,704.56</u></u>

**Tyrone Water & Wastewater Association**  
**Statement of Activity**  
**One Month and Three Months Ended September 30, 2022**

	Current Month		Year to Date	
<b>Revenues</b>				
Residential assessment	\$ 28,251.13	99.95	\$ 90,001.86	99.73
CC Assessment Fees	0.00	0.00	15.00	0.02
Community center rent	0.00	0.00	200.00	0.22
Interest income	3.12	0.01	8.13	0.01
Dividend Income	9.96	0.04	17.45	0.02
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<b>Total Revenues</b>	<b>28,264.21</b>	<b>100.00</b>	<b>90,242.44</b>	<b>100.00</b>
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<b>Cost of Sales</b>				
	<hr/>		<hr/>	
<b>Total Cost of Sales</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>	<b>0.00</b>
	<hr/>		<hr/>	
<b>Gross Profit</b>	<b>28,264.21</b>	<b>100.00</b>	<b>90,242.44</b>	<b>100.00</b>
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<b>Expenses</b>				
Sewer repairs and maintenance	2,419.88	8.56	10,893.70	12.07
Contract services	9,355.98	33.10	28,945.18	32.07
Vehicle expenses	0.00	0.00	51.63	0.06
Gas and electric expense	1,719.50	6.08	2,606.89	2.89
Telephone and fax expense	86.08	0.30	347.37	0.38
Accounting fees	1,404.00	4.97	4,212.00	4.67
Legal fees	350.00	1.24	350.00	0.39
Bank service charges	73.97	0.26	317.91	0.35
Insurance expense	6,057.03	21.43	6,057.03	6.71
License & Permit Fees	17.45	0.06	17.45	0.02
Postage	0.00	0.00	60.00	0.07
Office services	0.00	0.00	86.16	0.10
Office supplies	0.00	0.00	108.00	0.12
Members dues	386.34	1.37	386.34	0.43
Interest Expense	1,490.16	5.27	4,477.74	4.96
Depreciation Expense	9,790.13	34.64	29,370.39	32.55
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<b>Total Expenses</b>	<b>33,150.52</b>	<b>117.29</b>	<b>88,287.79</b>	<b>97.83</b>
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<b>Net Income</b>	<b>\$ (4,886.31)</b>	<b>(17.29)</b>	<b>\$ 1,954.65</b>	<b>2.17</b>
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**TYRONE WATER & WASTEWATER ASSOCIATION**  
**Monthly Statement of Activity**  
**For July 1, 2022 through June 30, 2023**

	July	August	September
<b>Revenues</b>			
Residential assessment	\$ 29,963.83	31,786.90	28,251.13
CC Assessment Fees	15.00	0.00	0.00
Community center rent	200.00	0.00	0.00
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<b>Total Revenues</b>	<b>30,178.83</b>	<b>31,786.90</b>	<b>28,251.13</b>
<b>Expenses</b>			
<b>Maintenance and Repair</b>			
Sewer repairs and maintenance	0.00	8,473.82	2,419.88
Contract services	7,427.42	12,161.78	9,355.98
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<b>Total Maint. and Repair</b>	<b>7,427.42</b>	<b>20,635.60</b>	<b>11,775.86</b>
<b>Parts and Supplies</b>			
Vehicle expenses	0.00	51.63	0.00
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<b>Total Parts and Supplies</b>	<b>0.00</b>	<b>51.63</b>	<b>0.00</b>
<b>Utilities</b>			
Gas and electric expense	0.00	887.39	1,719.50
Telephone and fax expense	175.13	86.16	86.08
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<b>Total Utilities</b>	<b>175.13</b>	<b>973.55</b>	<b>1,805.58</b>
<b>Administrative</b>			
Accounting fees	1,404.00	1,404.00	1,404.00
Legal fees	0.00	0.00	350.00
Bank service charges	143.14	100.80	73.97
Insurance expense	0.00	0.00	6,057.03
License & Permit Fees	0.00	0.00	17.45
Postage	60.00	0.00	0.00
Office services	86.16	0.00	0.00
Office supplies	108.00	0.00	0.00
Members dues	0.00	0.00	386.34
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<b>Total Administrative</b>	<b>1,801.30</b>	<b>1,504.80</b>	<b>8,288.79</b>
<b>Total Expenses</b>	<b>9,403.85</b>	<b>23,165.58</b>	<b>21,870.23</b>
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<b>Net Operations Income</b>	<b>20,774.98</b>	<b>8,621.32</b>	<b>6,380.90</b>
<b>Reserve Income and Expense</b>			
Interest income	2.66	2.35	3.12
Interest Expense	(1,495.00)	(1,492.58)	(1,490.16)
Dividend Income	7.49	0.00	9.96
Depreciation Expense	(9,790.13)	(9,790.13)	(9,790.13)
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<b>Total Reserve Income and Expe</b>	<b>(11,274.98)</b>	<b>(11,280.36)</b>	<b>(11,267.21)</b>
<b>Net Income</b>	<b>\$ 9,500.00</b>	<b>(2,659.04)</b>	<b>(4,886.31)</b>
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See Independent Accountants' Compilation Report

**TYRONE WATER & WASTEWATER ASSOCIATION**  
**Statement of Cash Flow**  
**For the three Months Ended September 30, 2022**

	Current Month	Year to Date
<b>Cash Flows from operating activities</b>		
Net Income	\$ (4,886.31)	\$ 1,954.65
Adjustments to reconcile net income to net cash provided by operating activities		
Accumulated Depreciation	9,790.13	29,370.39
Current Portion-LT Debt	88.64	88.64
	<u>9,878.77</u>	<u>29,459.03</u>
<b>Total Adjustments</b>		
<b>Net Cash provided by Operations</b>	<u>4,992.46</u>	<u>31,413.68</u>
 <b>Cash Flows from investing activities</b>		
Used For		
2022 Sewer Improvements	(1,461.40)	(9,515.41)
	<u>(1,461.40)</u>	<u>(9,515.41)</u>
<b>Net cash used in investing</b>		
 <b>Cash Flows from financing activities</b>		
Proceeds From		
Used For		
Long Term Debt	(1,018.48)	(2,870.90)
	<u>(1,018.48)</u>	<u>(2,870.90)</u>
<b>Net cash used in financing</b>		
<b>Net increase &lt;decrease&gt; in cash</b>	<u>\$ 2,512.58</u>	<u>\$ 19,027.37</u>
 <b>Summary</b>		
Cash Balance at End of Period	\$ 119,717.24	\$ 119,717.24
Cash Balance at Beg of Period	(117,204.66)	(100,689.87)
	<u>2,512.58</u>	<u>19,027.37</u>
<b>Net Increase &lt;Decrease&gt; in Cash</b>		