

**Tyrone Water & Wastewater Association**  
**Financial Statements**  
**For the One and Three Months Ended**  
**September 30, 2023**



Mike Morones & Associates, LLC

## 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, 2023, and the related Statement of Financial Activity for the one and three months ended, 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 ordinarily included in financial statements prepared in accordance with the tax basis of accounting. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the Company's assets, liabilities, equity, revenues, and expenses. Accordingly, the financial statements are not designed for those who are not informed about such matters.

We are not independent with respect to Tyrone Water & Wastewater Association.

MIKE MORONES & ASSOCIATES, LLC  
Silver City, NM 88061  
October 16, 2023

**TYRONE WATER & WASTEWATER ASSOCIATION**  
**Statement of Financial Position**  
**September 30, 2023**

**ASSETS**

<b>Current Assets</b>		
First American Bank - payroll	\$	6,083.42
Western Bank - operations 7964		48,116.92
Operating reserve 4702		11,081.57
Water reserve 4701		4,190.12
Water tower reserve 4703		4,190.06
USDA short lived reserve 8268		11,809.18
USDA debt service reserve 8277		33,898.43
USDA O & M reserve 8286		11,312.33
Pollution reserve 8295		13,371.26
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<b>Total Current Assets</b>		<b>144,053.29</b>
<b>Property and Equipment</b>		
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		119,925.62
Water Improvements		53,213.88
2020 Other Improvements		8,966.06
Accumulated Depreciation		(913,835.90)
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<b>Total Property and Equipment</b>		<b>439,917.60</b>
		<hr/>
<b>Total Assets</b>	<b>\$</b>	<b>583,970.89</b>
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**LIABILITIES AND CAPITAL**

<b>Current Liabilities</b>		
Current Portion-LT Debt	\$	11,619.81
		<hr/>
<b>Total Current Liabilities</b>		<b>11,619.81</b>
<b>Long-Term Liabilities</b>		
Long Term Debt		545,610.69
		<hr/>
<b>Total Long-Term Liabilities</b>		<b>545,610.69</b>
		<hr/>
<b>Total Liabilities</b>		<b>557,230.50</b>
<b>Capital</b>		
Fund Balance		64,395.93
Net Income		(37,655.54)
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<b>Total Capital</b>		<b>26,740.39</b>
		<hr/>
<b>Total Liabilities &amp; Capital</b>	<b>\$</b>	<b>583,970.89</b>
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Tyrone Water & Wastewater Association  
Income Statement  
One Month and Two Months Ended August 31, 2023

	Current Month		Year to Date	
<b>Revenues</b>				
Residential assessment	\$ 18,300.52	85.48	\$ 55,365.37	88.64
CC Assessment Fees	12.00	0.06	42.00	0.07
WaterSystem Repairs Town of SC	2,488.37	11.62	6,419.28	10.28
Other Income	500.00	2.34	500.00	0.80
Interest income	107.38	0.50	136.71	0.22
	<hr/>		<hr/>	
<b>Total Revenues</b>	<b>21,408.27</b>	<b>100.00</b>	<b>62,463.36</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>21,408.27</b>	<b>100.00</b>	<b>62,463.36</b>	<b>100.00</b>
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<b>Expenses</b>				
System Repairs and maintenance	0.00	0.00	7,373.77	11.80
Water R & M - System R & M	0.00	0.00	(1,203.93)	(1.93)
Sewer R & M - System R & M	325.74	1.52	2,533.44	4.06
Community center expenses	0.00	0.00	358.99	0.57
Contract services - TCA	2,305.00	10.77	17,798.11	28.49
Cont Svc - Water & WW Op & Sup	2,310.00	10.79	3,780.00	6.05
Electricity	343.66	1.61	937.20	1.50
Telephone - Other Utilities	181.99	0.85	545.81	0.87
Comm Water - Other Utilities	503.47	2.35	1,076.46	1.72
Accounting - Professional Svc	5,846.03	27.31	9,738.09	15.59
Legal fees - Professional Svc	0.00	0.00	61.09	0.10
Bank charges - Office & Admin	100.30	0.47	434.52	0.70
Insurance expense	0.00	0.00	22,938.83	36.72
Interest Expense	1,482.84	6.93	4,448.52	7.12
Reserve expenditures	(72.39)	(0.34)	(72.39)	(0.12)
Depreciation Expense	9,790.13	45.73	29,370.39	47.02
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<b>Total Expenses</b>	<b>23,116.77</b>	<b>107.98</b>	<b>100,118.90</b>	<b>160.28</b>
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<b>Net Income</b>	<b>\$ (1,708.50)</b>	<b>(7.98)</b>	<b>\$ (37,655.54)</b>	<b>(60.28)</b>
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**TYRONE WATER & WASTEWATER ASSOCIATION**  
**Monthly Statement of Activity**  
**For July 1, 2023 - June 30, 2024**

	July	August	September
<b>Revenues</b>			
Residential assessment	\$ 19,893.45	17,171.40	18,300.52
CC Assessment Fees	30.00	0.00	12.00
WaterSystem Repairs Town of S	0.00	3,930.91	2,488.37
Other Income	0.00	0.00	500.00
	<u>19,923.45</u>	<u>21,102.31</u>	<u>21,300.89</u>
<b>Total Revenues</b>			
<b>Expenses</b>			
<b>Maintenance and Repair</b>			
System Repairs and maintenance	2,670.00	4,703.77	0.00
Water R & M - System R & M	(1,203.93)	0.00	0.00
Sewer R & M - System R & M	2,207.70	0.00	325.74
Community center expenses	358.99	0.00	0.00
Contract services - TCA	12,987.64	2,505.47	2,305.00
Cont Svc - Water & WW Op &	0.00	1,470.00	2,310.00
	<u>17,020.40</u>	<u>8,679.24</u>	<u>4,940.74</u>
<b>Total Maint. and Repair</b>			
<b>Parts and Supplies</b>			
Total Parts and Supplies	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
<b>Utilities</b>			
Electricity	314.82	278.72	343.66
Telephone - Other Utilities	181.90	181.92	181.99
Comm Water - Other Utilities	0.00	572.99	503.47
	<u>496.72</u>	<u>1,033.63</u>	<u>1,029.12</u>
<b>Total Utilities</b>			
<b>Administrative</b>			
Accounting - Professional Svc	1,946.03	1,946.03	5,846.03
Legal fees - Professional Svc	31.65	29.44	0.00
Bank charges - Office & Admin	177.41	156.81	100.30
Insurance expense	0.00	22,938.83	0.00
	<u>2,155.09</u>	<u>25,071.11</u>	<u>5,946.33</u>
<b>Total Administrative</b>			
<b>Total Expenses</b>	<u>19,672.21</u>	<u>34,783.98</u>	<u>11,916.19</u>
<b>Net Operations Income</b>	251.24	(13,681.67)	9,384.70
<b>Reserve Income and Expense</b>			
Interest income	14.61	14.72	107.38
Interest Expense	(1,482.84)	(1,482.84)	(1,482.84)
Reserve expenditures	0.00	0.00	72.39
Depreciation Expense	(9,790.13)	(9,790.13)	(9,790.13)
	<u>(11,258.36)</u>	<u>(11,258.25)</u>	<u>(11,093.20)</u>
<b>Total Reserve Income and Expe</b>			
<b>Net Income</b>	<u>\$ (11,007.12)</u>	<u>(24,939.92)</u>	<u>(1,708.50)</u>

**TYRONE WATER & WASTEWATER ASSOCIATION**  
**Statement of Cash Flow**  
**For the three Months Ended September 30, 2023**

	Current Month	Year to Date
<b>Cash Flows from operating activities</b>		
Net Income	\$ (1,708.50)	\$ (37,655.54)
Adjustments to reconcile net income to net cash provided by operating activities		
Accumulated Depreciation	<u>9,790.13</u>	<u>29,370.39</u>
Total Adjustments	<u>9,790.13</u>	<u>29,370.39</u>
Net Cash provided by Operations	<u>8,081.63</u>	<u>(8,285.15)</u>
 <b>Cash Flows from investing activities</b>		
Used For		
2022 Sewer Improvements	<u>(368.58)</u>	<u>(2,902.60)</u>
Net cash used in investing	<u>(368.58)</u>	<u>(2,902.60)</u>
 <b>Cash Flows from financing activities</b>		
Proceeds From		
Used For		
Long Term Debt	<u>(937.16)</u>	<u>(2,811.48)</u>
Net cash used in financing	<u>(937.16)</u>	<u>(2,811.48)</u>
Net increase <decrease> in cash	<u>\$ 6,775.89</u>	<u>\$ (13,999.23)</u>
 <b>Summary</b>		
Cash Balance at End of Period	\$ 144,053.29	\$ 144,053.29
Cash Balance at Beg of Period	<u>(137,277.40)</u>	<u>(158,052.52)</u>
Net Increase <Decrease> in Cash	<u>\$ 6,775.89</u>	<u>\$ (13,999.23)</u>