

Rural Water District #4, Noble County
(An Oklahoma Not-For-Profit Corporation)

FINANCIAL STATEMENTS

For the Twelve Months Ended

December 31, 2013 and 2012

Morris Accounting Services
PO Box 266
Perry, OK 73077
580-336-2244

ACCOUNTANT'S REPORT

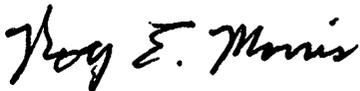
Board of Directors
Rural Water District #4, Noble County
Marland, OK 74644

I have compiled the accompanying balance sheet of Rural Water District #4, Noble County (an Oklahoma Not-For-Profit Corporation) as of December 31, 2013 and 2012, and the related statement of operations and cash flows for twelve months ended December 31, 2013 and 2012. I have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or provide any assurance about whether the financial statements are in accordance with accounting principles generally accepted in the United States of America.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

My responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation 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 financial statements.

Management has elected to omit substantially all of 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 company's financial position, results of operations, and cash flows. Accordingly, these financial statements are not designed for those who are not informed about such matters.



Roy E. Morris CPA
Morris Accounting Services

March 12, 2014

Rural Water District #4, Noble County
BALANCE SHEET
As of December 31, 2013 and 2012

	<u>December 31, 2013</u>		<u>December 31, 2012</u>
<u>ASSETS</u>			
<u>Assets</u>			
Cash in Bank-Operating	\$ 12,503.86		\$ 14,779.69
Cash in Bank-Reserve	6,078.60		4,862.88
Cash in Bank-Savings	41,815.67		29,745.10
FB&T CD 46129 / 46981	8,335.23		8,290.91
Distribution System	315,089.71		315,089.71
Less: Accumulated Depreciation	<u>(171,665.46)</u>		<u>(163,546.38)</u>
 TOTAL ASSETS	 <u>\$ 212,157.61</u>		 <u>\$ 209,221.91</u>

LIABILITIES AND FUND BALANCE

<u>Long-Term Liabilities</u>			
Notes Payable	<u>0.00</u>		<u>7,775.15</u>
Total Long-Term Liabilities	<u>0.00</u>		<u>7,775.15</u>
 <u>Fund Balance</u>			
Fund Balance	<u>212,157.61</u>		<u>201,446.76</u>
 TOTAL LIABILITIES & FUND BALANCE	 <u>\$ 212,157.61</u>		 <u>\$ 209,221.91</u>

See Accountant's Compilation Report

Rural Water District #4, Noble County
STATEMENT OF OPERATIONS
For the 12 Months Ended December 31, 2013 and 2012

	<u>12 Months Ended</u> <u>December 31, 2013</u>	<u>%</u>	<u>12 Months Ended</u> <u>December 31, 2012</u>	<u>%</u>
<u>Income</u>				
Water Sales	\$ 62,485.50	100.00	\$ 65,890.41	100.00
Meter Deposit	2,000.00	3.20	4,000.00	6.07
Less: Water Purchases	(22,081.57)	(35.34)	(23,245.65)	(35.28)
EXCESS REVENUES ON				
WATER SALES	<u>42,403.93</u>	<u>67.86</u>	<u>46,644.76</u>	<u>70.79</u>
<u>Operating Expenses</u>				
Accounting & Legal	345.00	0.55	345.00	0.52
Advertising	0.00	0.00	27.40	0.04
Contract Labor-Operator	11,400.00	18.24	10,650.00	16.16
Depreciation	8,119.08	12.99	8,119.08	12.32
Directors Fees	480.00	0.77	510.00	0.77
Interest	124.26	0.20	701.18	1.06
Membership Dues	204.00	0.33	0.00	0.00
Insurance	2,535.45	4.06	1,755.52	2.66
Permits, Licenses, Dues, Bond	899.74	1.44	628.97	0.95
Repairs & Maintenance	4,331.28	6.93	4,628.54	7.02
Supplies	451.89	0.72	0.00	0.00
Office Expense	1,286.07	2.06	730.38	1.11
Travel	541.80	0.87	664.86	1.01
Utilities	1,089.40	1.74	969.11	1.47
TOTAL OPERATING EXPENSES	<u>31,807.97</u>	<u>50.90</u>	<u>29,730.04</u>	<u>45.12</u>
NET OPERATING REVENUE	<u>10,595.96</u>	<u>16.96</u>	<u>16,914.72</u>	<u>25.67</u>
<u>Other Revenue:</u>				
Interest Income	114.89	0.18	131.70	0.20
Other Income	0.00	0.00	3,100.00	4.70
TOTAL OTHER REVENUE	<u>114.89</u>	<u>0.18</u>	<u>3,231.70</u>	<u>4.90</u>
NET REVENUE	<u>\$ 10,710.85</u>	<u>17.14</u>	<u>\$ 20,146.42</u>	<u>30.58</u>

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**Rural Water District #4, Noble County
Statement of Cash Flows
For the 12 Months Ended December 31, 2013 and 2012**

	<u>December 31, 2013</u>	<u>December 31, 2012</u>
<u>Cash Flows From Operating Activities</u>		
Net Income (Loss)	\$ 10,710.85	\$ 20,146.42
Adjustments to reconcile Net Income (Loss) to net cash provided by (used in) operating activities:		
Depreciation	8,119.08	8,119.08
(Increase) Decrease in prepaid expenses	0.00	0.00
(Increase) Decrease in accounts receivable	0.00	1,107.79
Net cash provided (used) by operating activities	<u>18,829.93</u>	<u>29,373.29</u>
 <u>Cash Flows From Financing Activities</u>		
Principal Payments on Notes	<u>(7,775.15)</u>	<u>(11,968.06)</u>
Net cash provided (used) financing activities	<u>(7,775.15)</u>	<u>(11,968.06)</u>
 Net increase (decrease) in cash and cash equivalents	 11,054.78	 17,405.23
 Cash and cash equivalents at beginning of period	 <u>57,678.58</u>	 <u>40,273.35</u>
 Cash and cash equivalents at end of period	 <u>\$ 68,733.36</u>	 <u>\$ 57,678.58</u>

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