

ROSEDALE MUTUAL DOMESTIC WATER
CONSUMERS ASSOCIATION
AGREED-UPON PROCEDURES
DECEMBER 31, 2016

ROSEDALE MUTUAL DOMESTIC WATER CONSUMERS ASSOCIATION

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DECEMBER 31, 2016**

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ROSEDALE MUTUAL DOMESTIC WATER CONSUMERS ASSOCIATION

**OFFICIAL ROSTER
DECEMBER 31, 2016**

JOHN BEVER, PRESIDENT

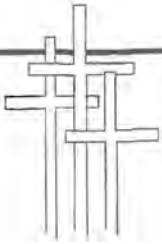
JIM BROWN, VICE-PRESIDENT

ALFREDO CORREA, SECRETARY

CLARA BUSTILLOS, DIRECTOR

Association Official

Tom Fleming, Manager



Clifford, Ross & Cooper, LLC

CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT ACCOUNTANT'S REPORT ON APPLYING AGREED-UPON PROCEDURES

Board of Directors and New Mexico State Auditor
Tim Keller
Rosedale Mutual Domestic Water Consumers Association
Silver City, New Mexico

We have performed the procedures shown in Exhibit A, attached to this report. The procedures were agreed to by Rosedale Mutual Domestic Water Consumers Association through the Office of the State Auditor, solely to assist you with respect to the compliance of the Tier 4 of the Audit Act – Section 12-6-3 B (4) NMSA 1978 and Section 2.2.2.16 NMAC of Rosedale Mutual Domestic Water Consumers Association as of December 31, 2016. Rosedale Mutual Domestic Water Consumers Association's management is responsible for the company's accounting records. The sufficiency of these procedures is solely the responsibility of those parties specified in the report. Consequently, we make no representation regarding the sufficiency of the procedures described below either for the purpose for which this report has been requested or for any other purpose.

Our procedures and findings can be found on Exhibit A, attached to this report.

This agreed-upon procedures engagement was conducted in accordance with attestation standards established by the American Institute of Certified Public Accountants. We were not engaged to, and did not, conduct an examination or review, the objective of which would be the expression of an opinion or conclusion on the accounting records. Accordingly, we do not express such an opinion or conclusion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

This report is intended solely for the information and use of Rosedale Mutual Domestic Water Consumers Association, the Department of Finance and Administration-Local Government Division, the NM State Legislature and New Mexico Office of the State Auditor and is not intended to be and should not be used by anyone other than those specified parties.

Clifford Ross & Cooper, CPAs, LLC
Clifford, Ross & Cooper, CPAs, LLC
Las Cruces, New Mexico
May 5, 2017

Never Underestimate⁻³⁻ the Value of a CPA

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ROSEDALE MUTUAL DOMESTIC WATER CONSUMERS ASSOCIATION

EXHIBIT A- SCOPE OF WORK

AGREED UPON PROCEDURES

Tier 4 of the Audit Act - Section 12-6-3 B (4) NMSA 1978 and Section 2.2.2.16 NMAC

1)		Verify the local public body's revenue calculation and tier determination documented on the form provided at www.osanm.org under "Tiered System Reporting Main Page".
	Finding:	No discrepancies noted.
2)	CASH	
	a)	The Contractor shall determine whether bank reconciliations are being performed in a timely manner and whether all bank and investment statements for the fiscal year are complete and on-hand.
		Procedure:
		Obtained copies of all bank reconciliations and bank statements for the year.
		Verified that the banks were reconciled each month, reviewed the bank reconciliations.
		Finding:
		We determined that bank reconciliations are performed in a timely manner and that all bank statements for the fiscal year are complete and on hand. The following are the Association's bank accounts and related reconciled cash balance at December 31, 2016: First New Mexico Bank of Silver City - Operating - \$8,975.07 and First New Mexico Bank of Silver City - Savings - \$147,379.35. All bank reconciliations are performed on a timely basis and all were complete and on-hand.
	b)	The Contractor shall perform a random test of bank reconciliations for accuracy. Also, trace ending balances to the general ledger, supporting documentation and the financial reports submitted to DFA-Local Government Division
		Procedure:
		Six months of bank reconciliations were recomputed to determine accuracy. The monthly bookkeeping is done by Morones & Knuttinen, LLC. Books are kept on Ledger sheets and reconciliation manually.
		We compared the cash balances per bank reconciliations to the respective general ledger account balances
		Monthly financial statements are presented to the Board of Directors by Morones & Knuttinen, LLC for approval. Noted the outside CPA firm provides monthly financials to DFA upon request.
		Noted year end financials provided to DFA.
		Finding:
		All bank reconciliations tested revealed no exceptions.
	c)	The Contractor shall determine whether the local public body's financial institutions have provided it with the 50% of pledged collateral on all uninsured deposits as required by Section 6-10-17 NMSA 1978, NM Public Money Act, if applicable
		Procedure:
		The bank statements for the entire fiscal year ending December 31, 2016 were reviewed for balances.
		Finding:
		Bank account balances did not exceed the insured limits during the year ended December 31, 2016 and, therefore, pledged collateral was not required for any bank account.
3)	CAPITAL ASSETS	
		The Contractor shall verify that the local public body is performing a yearly inventory as required by Section 12-6-10 NMSA 1978
		Procedure:
		Reviewed depreciation listing for assets prepared by Morones & Knuttinen, LLC.
		Noted additions to assets each year. Noted inventory was performed and certified by Board Member.
		Finding:
		Yearly inventory was performed and certified. No discrepancies noted.
4)	REVENUE	
		The Contractor shall identify the nature and amount of revenue from sources by reviewing the budget, agreements, rate schedules, and underlying documentation
	a)	Perform an analytical review; test actual revenue compared to budgeted revenue for the year for each type of revenue. For purposes of performing analytical procedures, we inquired of the Association's management for explanation of all variances of budget to actual of more than 5%.

ROSEDALE MUTUAL DOMESTIC WATER CONSUMERS ASSOCIATION

EXHIBIT A- SCOPE OF WORK

AGREED UPON PROCEDURES

Tier 4 of the Audit Act - Section 12-6-3 B (4) NMSA 1978 and Section 2.2.2.16 NMAC

- 4) **REVENUE (continued)**
- The Contractor shall test based on auditor judgment the total amount of revenues for the following attributes:
 Select a sample of revenues based on auditor judgment (for purpose of procedures in 3(b) and 3(c), we selected a haphazard sample of recorded revenue transactions to achieve a minimum of 50% coverage) and test using the following attributes:
- b) Amount recorded in the general ledger agrees to the supporting documentation and the bank statement.
 - c) Proper recording of classification, amount, and period per review of supporting documentation and the general ledger. Perform this revenue work on the same accounting basis that the local public body keeps its accounting records on, cash basis, modified accrual basis, or accrual basis.

Results of Procedures:

- a) Analytical review and test of actual revenue compared to budgeted revenue for the year for each type of revenue showed an over budget of total revenues at the end of the year as a result of higher water usage.

	Budgeted	Actual	Variance	Percentage
	Amount	Amount		
Water Sales	\$ 129,175	\$ 131,355	\$ 2,180	2%
Interest income	\$ 250	\$ 251	\$ 1	0%

The following items were selected for procedures 3(b)-3(c):

Receipts Date	Payer	Description	Amount
2/3/2016	Client fees	Revenue-Water	\$ 2,497.12
2/9/2016	Client fees	Revenue-Water	\$ 3,084.22
2/16/2016	Client fees	Revenue-Water	\$ 1,509.45
2/24/2016	Client fees	Revenue-Water	\$ 2,415.27
2/29/2016	Client fees	Revenue-Water	\$ 2,754.37
4/6/2016	Client fees	Revenue-Water	\$ 2,859.98
4/12/2016	Client fees	Revenue-Water	\$ 3,008.25
4/19/2016	Client fees	Revenue-Water	\$ 1,078.18
4/28/2016	Client fees	Revenue-Water	\$ 2,765.57
6/8/2016	Client fees	Revenue-Water	\$ 3,763.30
6/16/2016	Client fees	Revenue-Water	\$ 2,996.67
6/27/2016	Client fees	Revenue-Water	\$ 2,987.96
6/30/2016	Client fees	Revenue-Water	\$ 1,258.49
8/15/2016	Client fees	Revenue-Water	\$ 4,840.56
8/9/2016	Client fees	Revenue-Water	\$ 1,566.64
8/12/2016	Client fees	Revenue-Water	\$ 69.15
8/15/2016	Client fees	Revenue-Water	\$ 2,603.74
8/23/2016	Client fees	Revenue-Water	\$ 1,023.94
8/30/2016	Client fees	Revenue-Water	\$ 2,513.88
10/7/2016	Client fees	Revenue-Water	\$ 3,038.72
10/12/2016	Client fees	Revenue-Water	\$ 2,853.78
10/19/2016	Client fees	Revenue-Water	\$ 2,079.85
10/26/2016	Client fees	Revenue-Water	\$ 2,587.98
10/31/2017	Client fees	Revenue-Water	\$ 3,061.10
12/6/2016	Client fees	Revenue-Water	\$ 3,185.70
12/9/2016	Client fees	Revenue-Water	\$ 1,700.52
12/15/2016	Client fees	Revenue-Water	\$ 2,636.08
12/22/2016	Client fees	Revenue-Water	\$ 901.35
12/30/2016	Client fees	Revenue-Water	\$ 2,665.63

ROSEDALE MUTUAL DOMESTIC WATER CONSUMERS ASSOCIATION

EXHIBIT A- SCOPE OF WORK

AGREED UPON PROCEDURES

Tier 4 of the Audit Act - Section 12-6-3 B (4) NMSA 1978 and Section 2.2.2.16 NMAC

4) REVENUE (continued)

Finding:

b) Amounts recorded in the general ledger agreed with supporting documentation and the bank statements.

c) Amounts were properly recorded on a cash basis as to classification, amount and period per review of supporting documentation.

5) EXPENDITURES

The Contractor shall select a sample of cash disbursements based on auditor judgment and test using the following attributes:

a) Determine that amount recorded as disbursed agrees to adequate supporting documentation. Verify that amount, payee, date and description agree to the vendor's invoice, purchase order, contract and cancelled check, as appropriate.

b) Determine that disbursements were properly authorized and approved in compliance with the budget, legal requirements and established policies and procedures. (For purposes of performing these procedures, disbursements were considered to be properly authorized if they contained evidence of review such as sign off on invoices or approval through correspondence.)

c) Determine that the bid process (or request for proposal process if applicable), purchase orders, contracts and agreements were processed in accordance with the New Mexico Procurement Code (Section 13-1-28 through 13-1-199 NMSA 1978) and State Purchasing Regulations (1.4.1 NMAC) and Regulations Governing the Per Diem and Mileage Act (2.42.2 NMAC).

Note: The sample must be representative of the population.

The following cash disbursements were selected and the procedures described in 4(a) - 4(c) above were performed:

<u>Check Date</u>	<u>Check Number</u>	<u>Payee</u>	<u>Description</u>	<u>Check Amount</u>
1/1/2016	3843	Jamie McIntyre	payroll	\$ 458.75
1/1/2016	3841	Savings	Transfer to savings	\$ 3,000.00
1/15/2016	3849	Town of Silver City	water purchase	\$ 2,907.37
2/1/2016	2858	Tom Fleming	payroll	\$ 1,598.76
2/1/2016	2867	Walter Mitchell	water repair	\$ 20.00
2/16/2016	2868	Town of Silver City	water purchase	\$ 3,859.32
2/16/2016	2871	Barncastle Law Firm	legal advice	\$ 813.41
3/1/2016	2880	John Bever	water repair	\$ 210.00
3/17/2016	2887	Morones & Knuttinen	accounting fees	\$ 235.00
3/17/2016	2889	Mountain Ridge Ace	R&M	\$ 17.88
4/1/2016	2895	American Business Software	support	\$ 53.20
4/14/2016	2901	US Treasury	payroll taxes	\$ 1,718.94
4/14/2016	2907	Postmaster	PO Box rent	\$ 126.00
4/14/2016	2909	Jamie McIntyre	replenish petty cash	\$ 98.02
5/1/2016	2914	New Mexico 811	quarterly dues	\$ 78.27
5/14/2016	2918	Town of Silver City	water purchase	\$ 3,981.61
5/14/2016	2919	NM Tax & Revenue	gross receipts tax	\$ 616.11
6/1/2016	2929	HD Supply Waterworks	R&M	\$ 632.41
6/13/2016	2936	Carquest	Backhoe exp	\$ 47.69
6/27/2016	2938	Holiday Inn Express	Room rental/annual meeting	\$ 100.00
6/27/2016	2939	Kriegel, Grey & Shaw	AUP fee	\$ 4,647.00
7/1/2016	2943	Tom Fleming	reimbursement annual mtg	\$ 37.77
7/15/2016	2951	Town of Silver City	water purchase	\$ 5,590.74
7/15/2016	2955	Philadelphia Ins. Co	Liability insurance	\$ 1,695.20
8/1/2016	2962	TWN Corp	Phone & internet	\$ 50.59
8/8/2016	2963	UPS	ship water sample	\$ 72.83
8/15/2016	2966	Town of Silver City	water purchase	\$ 4,378.79
8/15/2016	2973	Staples	copier toner	\$ 84.30
9/1/2016	2979	Liberty Mutual	workers comp ins	\$ 298.30
9/15/2016	2986	Fowler Brothers, Inc	R&M	\$ 134.27

ROSEDALE MUTUAL DOMESTIC WATER CONSUMERS ASSOCIATION

EXHIBIT A- SCOPE OF WORK

AGREED UPON PROCEDURES

Tier 4 of the Audit Act - Section 12-6-3 B (4) NMSA 1978 and Section 2.2.2.16 NMAC

5)	EXPENDITURES (continued)					
	9/15/2016	2987	Savings	transfer to savings		\$ 1,000.00
	10/1/2016	2988	Tom Fleming	payroll		\$ 1,598.76
	10/1/2016	2995	Charles Byrd	R&M		\$ 80.00
	10/16/2015	2997	Town of Silver City	water purchase		\$ 4,372.25
	10/16/2016	3001	US Treasury	payroll taxes		\$ 1,718.94
	11/1/2016	3009	Liberty Mutual	workmans comp ins		\$ 374.60
	11/21/2016	3019	Grant County	Dig permits		\$ 40.00
	12/1/2016	3026	HD Supply Waterworks	R&M		\$ 996.27
	12/15/2016	3029	NM Taxation & Revenue	gross receipts tax		\$ 604.15
	12/15/2016	3031	Mountain Ridge Ace	R&M		\$ 114.51

Results of Procedures 4(a) - 4(c):

- a) Tested 40 out of 191 total population of cash disbursements from the operating account. The amounts recorded as disbursed agreed to supporting documentation: amount paid, payee, date and description agreed with the vendor's invoice, purchase invoice, purchase order, contract and cancelled check, as appropriate.
- b) Traced authorization to established policies and procedures and was approved and authorized in compliance with the budget, legal requirements.
- c) The bid process (or request for proposal process, if applicable), purchase order, contracts and agreements were processed in accordance with the New Mexico Procurement Code (Section 13-1-28 through 13-1-99 NMSA 1978) and State Purchasing Regulations (1.4.1 NMAC) and Regulations governing the Per Diem and Mileage Act (2.42.2 NMAC).

Finding:
No discrepancies were noted.

6) **JOURNAL ENTRIES**

If non-routine journal entries, such as adjustments or reclassifications, are posted to the general ledger, the Contractor shall test significant items for the following attributes:

- a) Journal entries appear reasonable and have supporting documentation. (A journal entry is considered reasonable if: the explanation is consistent with the nature of the adjustment and the general ledger accounts affected and supporting documentation agrees with the journal entry details.)
- b) The local public body has procedures that require journal entries to be reviewed and there is evidence the reviews are being performed

Finding:
The financial records of Rosedale Mutual Domestic Water Consumers Association indicated that no journal entries were posted to the general ledger: therefore, we did not perform any test in this area.

7) **BUDGET**

The Contractor shall obtain the original fiscal year budget and all budget amendments made throughout the fiscal year and perform the following:

- a) Verify, through a review of the minutes and correspondence, that the original budget and subsequent budget adjustments were approved by the local public body's governing body and DFA-LGD.
- b) Determine if the total actual expenditures exceeded the final budget at the legal level of budgetary control; if so, report a compliance finding.
- c) From the original and final approved budgets and general ledger, prepare a schedule of revenues and expenditures - budget and actual on the budgetary basis used by the local public body (cash, accrual or modified accrual basis) for each individual fund.

Results of Procedures 4(a) - 4(c):

- a) Obtained copy of overall budget for the local public body.
Obtained Minutes of the Board and reviewed for approval of budget and budget adjustments.
Noted the overall budget was approved by the Board.
- b) Total actual expenditures did not exceed the final budget approved for the Association
Budget was sent to DFA, noted approval letter from DFA

ROSEDALE MUTUAL DOMESTIC WATER CONSUMERS ASSOCIATION

EXHIBIT A- SCOPE OF WORK

AGREED UPON PROCEDURES

Tier 4 of the Audit Act - Section 12-6-3 B (4) NMSA 1978 and Section 2.2.2.16 NMAC

c)	A schedule of revenues and expenditures - budget and actual on the budgetary basis used by Rosedale Mutual Domestic Water Consumers Association for the general operating fund was prepared. (See page 10).								
Finding:	No discrepancies noted.								
OTHER									
	If information comes to the Contractor's attention (regardless of materiality) indicating any fraud, illegal acts, noncompliance, or any internal control deficiencies, such instances must be disclosed in the report as required by Section 12-6-6 NMSA 1978. The findings must include the required content per Section 2.2.2.10(I)(3)(C) NMAC.								
Finding:	No indication of any fraud, illegal acts, noncompliance, or any internal control deficiencies were noted during the agreed-upon procedures test work.								

ROSEDALE MUTUAL DOMESTIC WATER CONSUMERS ASSOCIATION
EXHIBIT B - SCHEDULE OF CAPITAL OUTLAY PROJECTS
DECEMBER 31, 2016

	<u>Award Amount</u>	<u>Prior Years Expenditures</u>	<u>Current Year Expenditures</u>	<u>Total Received</u>	<u>Remaining Balance</u>
For the Year Ended 2016					
None	\$ -	\$ -	\$ -	\$ -	\$ -

**STATE OF NEW MEXICO
ROSEDALE MUTUAL DOMESTIC WATER CONSUMERS ASSOCIATION
EXHIBIT B
GENERAL OPERATING FUND**

**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN NET FUND ASSETS
BUDGETARY BASIS AND ACTUAL
For the Year Ended December 31, 2016**

	Budgeted Amounts		Actual Amounts	Variance with
	Original	Final	Budgetary Basis	Final Budget Positive/(Negative)
OPERATING REVENUES				
Water sales, net of refunds	\$ 129,175	\$ 129,175	\$ 125,638	\$ (3,537)
Finance charges	-	-	5,717	5,717
Total revenues	129,175	129,175	131,355	2,180
EXPENDITURES				
Cost of water	55,000	55,000	50,931	4,069
Salaries and wages	31,000	31,000	29,880	1,120
Accounting services	4,200	4,200	3,615	585
Advertising	250	250	51	199
Supplies	3,000	3,000	2,224	776
CME/seminars	500	500	158	342
Dues and subscriptions	500	500	654	(154)
Insurance	7,500	7,500	7,508	(8)
Payroll taxes	3,000	3,000	2,286	714
Repairs and maintenance	5,000	5,000	1,711	3,289
Rental expense	250	250	-	250
Office expense	2,500	2,500	2,077	423
Fuel expense	1,200	1,200	936	264
Miscellaneous	500	500	118	382
Legal	5,000	5,000	1,707	3,293
Audit/AUP	5,000	5,000	4,647	353
Utilities and telephone	1,200	1,200	604	596
Backhoe expense	1,500	1,500	894	606
Training	2,000	2,000	167	1,833
Total expenditures	129,100	129,100	110,168	18,932
Excess (deficiency) of revenues over expenditures	75	75	21,187	21,112
NONOPERATING REVENUES AND EXPENDITURES				
Capital grant expenditures	-	-	-	-
Interest income	250	250	251	1
Other - insurance proceeds	-	-	-	-
Total nonoperating revenues & expenditures	250	250	251	1
Change in fund net assets	\$ 325	\$ 325	\$ 21,438	\$ 21,113

EXHIBIT D

Rosedale

4th Quarter (Oct 1, 2016 - Dec 31, 2016)

	Approved Budget	Jan 1 - Dec 31, 2016	Amount Over/Under Budget	% of Budget
Beginning Cash Balance on Jan 1, 2016:	\$135,414			
Revenue				
Fees	\$0	\$0	\$0	-
Fines and Penalties	\$0	\$0	\$0	-
Interest Income	\$250	\$251	\$1	100.30%
Contributions	\$0	\$0	\$0	-
Sales-Other	\$129,175	\$125,638	-\$3,537	97.26%
Federal Grant	\$0	\$0	\$0	-
State Grants-Capital Outlay	\$0	\$0	\$0	-
Miscellaneous	\$0	\$5,717	\$5,717	-
Total Revenue	\$129,425	\$131,605	\$2,180	101.68%
Expenditures				
Salaries	\$31,000	\$29,880	-\$1,120	96.39%
Accounting Services	\$4,200	\$3,615	-\$585	86.07%
Advertising	\$250	\$51	-\$199	20.41%
Supplies-Parts & Materials	\$3,000	\$2,224	-\$776	74.13%
CME/Seminars/Meetings	\$500	\$158	-\$342	31.50%
Dues & Subscriptions	\$500	\$654	\$154	130.76%
Insurance	\$7,500	\$7,508	\$8	100.11%
Payroll Taxes	\$3,000	\$2,286	-\$714	76.20%
Rental Expense	\$250	\$0	-\$250	0.00%
Repairs & Maintenance	\$5,000	\$1,711	-\$3,289	34.23%
Audit	\$5,000	\$4,647	-\$353	92.94%
Office Expense	\$2,500	\$2,077	-\$423	83.07%
Miscellaneous	\$500	\$118	-\$382	23.62%
Cost of Goods Sold	\$55,000	\$50,931	-\$4,069	92.60%
Utilities & Telephone	\$1,200	\$604	-\$596	50.31%
Equipment/Machinery	\$1,500	\$894	-\$606	59.57%
Fuel	\$1,200	\$936	-\$264	78.02%
Training	\$2,000	\$167	-\$1,833	8.36%
Legal	\$5,000	\$1,707	-\$3,293	34.14%
Total Expenditures	\$129,100	\$110,167	-\$18,933	85.33%
Estimated Ending Cash Balance on Dec 31, 2016:	\$135,739			

EXHIBIT E
 Rosedale Mutual Water Consumer
 Statement of Assets, Liabilities, & Net Assets
 Income Tax Basis
 December 31, 2016

ASSETS

Current Assets	
Cash on Hand	\$ 100.00
Checking First NM Bank	8,975.07
Savings First NM Bank	<u>147,379.35</u>
Total Current Assets	156,454.42
Fixed Assets	
Equipment Prior Years	607,051.39
Accum. Depreciation	<u>(520,179.13)</u>
Total Fixed Assets	86,872.26
Other Assets	
Total Other Assets	<u>0.00</u>
Total Assets	<u>\$ 243,326.68</u>

LIABILITIES AND NET ASSETS

Current Liabilities	
Payroll Taxes Payable	\$ 1,871.59
Sales Tax Payable	<u>651.54</u>
Total Current Liabilities	2,523.13
Long-Term Liabilities	
Total Long-Term Liabilities	<u>0.00</u>
Total Liabilities	2,523.13
Net Assets	
Net Assets, Beginning	232,678.04
Changes in Net Assets	<u>8,125.51</u>
Total Net Assets	<u>240,803.55</u>
Total Liabilities & Net Assets	<u>\$ 243,326.68</u>

EXHIBIT E
Rosedale Mutual Water Consumer
Statements of Changes in Net Assets - Income Tax Basis
For the One Month and the Twelve Months Ended December 31, 2016

	Current Month	Year to Date
Revenues		
Water sales	\$ 3,128.75	\$ 43,677.68
Maintenance Fees	6,798.65	81,960.18
Service Charges/Credits	373.09	5,716.52
Interest Income-1st NM Bank	65.28	250.76
	<hr/>	<hr/>
Total Revenues	10,365.77	131,605.14
	<hr/>	<hr/>
Cost of Goods Sold		
Purchases - Water	4,561.96	50,931.28
	<hr/>	<hr/>
Total Cost of Goods Sold	4,561.96	50,931.28
	<hr/>	<hr/>
Gross Profit	5,803.81	80,673.86
	<hr/>	<hr/>
Expenses		
Advertising	8.16	51.02
Bank Service Charges	5.40	5.40
Bad Debt	112.69	112.69
Depreciation Expense	1,109.33	13,312.40
Dues & Publications	189.00	653.81
Insurance Liability	0.00	5,746.00
Insurance Workers Comp	0.00	1,762.00
Accounting Fees	235.00	3,615.00
Audit Expense	0.00	4,647.00
Legal	0.00	1,706.99
Office Expense	0.00	2,076.65
Meeting Expense	0.00	157.51
Repairs & Maintenance Expense	0.00	1,711.46
Backhoe Expense	0.00	893.59
Fuel Expense	100.00	936.25
Training Expense	0.00	167.12
Supplies/(Parts & Materials)	1,110.78	2,223.82
Payroll Tax Expense	190.49	2,285.88
Utilities & Telephone	50.70	603.76
Wages Expense	2,490.00	29,880.00
	<hr/>	<hr/>
Total Expenses	5,601.55	72,548.35
	<hr/>	<hr/>
Changes in Net Assets	\$ 202.26	\$ 8,125.51
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ROSEDALE MUTUAL DOMESTIC WATER CONSUMERS ASSOCIATION

**SCHEDULE OF SUMMARY OF FINDINGS AND RESPONSES
DECEMBER 31, 2016**

CURRENT YEAR FINDINGS:

None

ROSEDALE MUTUAL DOMESTIC WATER CONSUMERS ASSOCIATION

**SCHEDULE OF SUMMARY OF PRIOR-YEAR FINDINGS
DECEMBER 31, 2016**

PRIOR-YEAR FINDINGS:

2016-1 Adjusting entries -Closed not repeated in current year.

ROSEDALE MUTUAL DOMESTIC WATER CONSUMERS ASSOCIATION

**EXIT CONFERENCE
DECEMBER 31, 2016**

Exit Conference:

The exit conferences were held on May 5, 2017 with the following persons:

Tom Fleming, Water system manager

John Bever, President

Denise S. Cooper, Partner, Clifford, Ross & Cooper, CPAs, LLC

These agreed-upon procedures were prepared by Clifford, Ross & Cooper, CPAs, LLC from the books and records of Rosedale Mutual Domestic Water Consumers Association with the assistance of management.