

**EAST LOGAN COUNTY PUBLIC
WATER FACILITY BOARD**

**AGREED-UPON PROCEDURES REPORT AND
COMPILED FINANCIAL STATEMENTS**

DECEMBER 31, 2024 AND 2023



PRZYBYSZ
& ASSOCIATES
CERTIFIED PUBLIC ACCOUNTANTS

EAST LOGAN COUNTY PUBLIC WATER FACILITY BOARD

DECEMBER 31, 2024 AND 2023

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Independent Accountant's Report on Applying Agreed-Upon Procedures

To the Board of Directors
East Logan County Public Water Facilities Board
New Blaine, Arkansas

We have performed the procedures enumerated below on the financial and billing records of the East Logan County Public Water Facilities Board, (the Board) as of and for the year ended December 31, 2024. The East Logan County Public Water Facilities Board's management is responsible for the financial and billing records.

The East Logan County Public Water Facilities Board has agreed to, and acknowledged that the procedures performed are appropriate to meet the intended purpose which is to comply with Arkansas Code Annotated 14-234-119 through 14-234-122 and *Guidelines for Conducting Agreed-Upon Procedures for Water and Sewer Service* providers as prepared by Arkansas Legislative Audit. This report may not be suitable for any other purpose. The procedures performed may not address all the items of interest to a user of this report and may not meet the needs of all users of this report and, as such users are responsible for determining whether the procedures performed are appropriate for their purpose.

The procedures and associated findings are as follows:

(1) Cash and Investments

- A. Perform a proof of cash for the year and reconcile year-end bank balances to book balance. We concluded this procedure with no findings.
- B. Confirm with depository institutions the cash on deposit and investments. We concluded this procedure with no findings.
- C. Agree the proof of cash ending balances to the book balances within 5% or \$500, whichever is greater. The ending balances for all accounts were within these parameters.

(2) Receipts

- A. Agree the deposits per the proof of cash for the year with the deposits per the journal within 5% or \$500, whichever is greater. We concluded this procedure and found the deposits were within the parameters.

- B. Agree ten customer payments on the accounts receivable sub ledger to deposit, billing documents. We concluded this procedure with no findings.
 - C. For ten deposits, agree the cash/check composition of the deposit with receipt information. We concluded this procedure with no findings.
- (3) Accounts Receivable
- A. Agree ten customer billings to the accounts receivable sub-ledger. We concluded this procedure with no findings.
 - B. Determine that five customer adjustments were properly authorized. We concluded this procedure with no findings.
- (4) Disbursements
- A. Agree the disbursements per the proof of cash for the year with the disbursements per the journal within 5% or \$500, whichever is greater. We concluded this procedure and found the disbursements to be within the parameters.
 - B. Analyze all property, plant and equipment disbursements. We concluded this procedure with no findings.
 - C. Select all disbursements to employees other than payroll and ten other disbursements and determine if they were adequately documented. We concluded this procedure with no findings.
- (5) Property, plant and equipment
- A. Determine that additions and disposals were properly accounted for in the records. We concluded this procedure with no findings.
- (6) Long-term debt
- A. Schedule long-term debt and verify changes in all balances for the year. We concluded this procedure with no findings.
 - B. Confirm loans, bond, notes and contracts payable with lender/trustee/contractor. We concluded this procedure with no findings.
 - C. Determine that the appropriate debt service accounts have been established and maintained. This procedure was not applicable
- (7) General
- A. Determine that any items of financial significance were approved and documented in the minutes of the board meetings. The minutes were provided to us and were read. We found all financially significant items to be documented.

We were engaged by the East Logan County Public Water Facilities Board to perform this agreed-upon procedures engagement and conducted our engagement 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 engagement, the objective of which would be the expression of an opinion or conclusion, respectively, on the financial and billing 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.

We are required to be independent of the East Logan County Public Water Facilities Board and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our agreed-upon procedures engagement.

This report is intended solely for the information and use of the East Logan County Public Water Facilities Board and Arkansas Legislative Audit and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in black ink that reads "Przybysz & Associates". The signature is written in a cursive, flowing style.

Przybysz & Associates, CPAs, P.C.
Fort Smith, Arkansas
May 23, 2025



To the Board of Directors
East Logan County Public Water Facilities Board
New Blaine, Arkansas

Management is responsible for the accompanying financial statements of the East Logan County Public Water Facilities Board, which comprise the statements of net position as of December 31, 2024 and 2023, the related statements of revenues, expenses and changes in net position for the years 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. We do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

Management has elected to omit substantially all of the disclosures and the statement of cash flows required by accounting principles generally accepted in the United States of America. If the omitted disclosures and the statement of cash flows were included in the financial statements, they might influence the user's conclusions about the Board's financial position, results of operations, and cash flows. Accordingly, these financial statements are not for those who are not informed about such matters.

Przybysz & Associates, CPAs, P.C.
Fort Smith, Arkansas
May 23, 2025

FINANCIAL STATEMENTS

EAST LOGAN COUNTY PUBLIC WATER FACILITY BOARD

STATEMENTS OF NET POSITION

AS OF DECEMBER 31,	2024	2023
Assets		
Current Assets		
Cash and cash equivalents	\$ 279,801	\$ 244,778
Restricted checking and savings accounts	349,012	337,878
Certificate of deposit	129,058	126,201
Restricted certificates of deposit	204,800	204,800
Accounts receivable, less allowance for doubtful accounts of \$28,513 and \$31,485	61,861	62,038
Prepaid expenses	2,327	2,186
Total Current Assets	1,026,859	977,881
Noncurrent Assets		
Capital Assets		
Water distribution system	3,967,350	3,967,350
Office building	30,640	30,640
Office furniture and equipment	61,061	18,692
Total	4,059,051	4,016,682
Less: accumulated depreciation	2,913,354	2,773,252
Net Capital Assets	1,145,697	1,243,430
Total Assets	\$ 2,172,556	\$ 2,221,311
Liabilities and Net Position		
Current Liabilities		
Trade accounts payable	\$ 28,548	\$ 29,608
Sales tax payable	3,649	3,765
Accrued interest	1,003	2,262
Customer meter deposits	94,655	93,175
Current maturity of long-term debt	59,603	23,623
Total Current Liabilities	187,458	152,433
Long-Term Debt	324,590	341,825
Total Liabilities	512,048	494,258
Net Position		
Net investment in capital assets	761,504	877,982
Restricted	532,389	475,616
Unrestricted	366,615	373,455
Total Net Position	1,660,508	1,727,053
Total Liabilities and Net Position	\$ 2,172,556	\$ 2,221,311

See accountant's compilation report.

EAST LOGAN COUNTY PUBLIC WATER FACILITY BOARD

STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION

FOR THE YEARS ENDED DECEMBER 31,	2024	2023
Operating Revenue		
Metered water sales, less bad debts	\$ 647,476	\$ 606,266
Connection fees	16,075	8,070
Turn on fees	160	140
Total Operating Revenue	663,711	614,476
Operating Expenses		
Outside labor	123,771	130,113
Water purchases	295,752	297,661
Office supplies	8,545	6,146
Operating supplies	34,093	67,750
Licenses and fees	4,406	1,102
Utilities	38,348	34,874
Telephone	4,991	4,055
Insurance	6,953	6,144
Memberships and dues	8,776	7,420
Legal and accounting	36,169	35,159
Repairs and maintenance	3,258	12,273
Miscellaneous	16,211	12,377
Vehicle expense	2,621	4,406
Depreciation	140,102	137,509
Total Operating Expenses	723,996	756,989
Net Loss From Operations	(60,285)	(142,513)
Other Income (Expenses)		
Interest income	9,107	8,390
Interest expense	(15,367)	(15,362)
Total Net Other Income (Expenses)	(6,260)	(6,972)
Change in Net Position	(66,545)	(149,485)
Beginning of Year Net Position	1,727,053	1,876,538
End of Year Net Position	\$ 1,660,508	\$ 1,727,053

See accountant's compilation report.