

**CENTRAL LOGAN COUNTY PUBLIC  
WATER FACILITY BOARD**

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

**SEPTEMBER 30, 2023 AND 2022**



# CENTRAL LOGAN COUNTY PUBLIC WATER FACILITY BOARD

SEPTEMBER 30, 2023 AND 2022

## CONTENTS

	<u>Page</u>
Independent Accountant's Report On Applying Agreed-Upon Procedures.....	1-3
Accountant's Compilation Report.....	4
<b>Financial Statements</b>	
Statements of Net Position.....	5
Statements of Revenues, Expenses, and Changes in Net Position.....	6



## **Independent Accountant's Report on Applying Agreed-Upon Procedures**

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To the Board of Directors  
Central Logan County Public Water Facility Board  
Paris, Arkansas

We have performed the procedures enumerated below on the financial and billing records of the Central Logan County Public Water Facility Board as of and for the year ended September 30, 2023. The Central Logan County Public Water Facility Board's management is responsible for the financial and billing records.

The Central Logan County Public Water Facility 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 subledger. 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 paid 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, bonds, 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. We concluded this procedure with no findings.

(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 Central Logan County Public Water Facility 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 Central Logan County Public Water Facility 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 Central Logan County Public Water Facility Board and Legislative Joint Auditing Committee 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**  
**August 12, 2024**



## Accountant's Compilation Report

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To the Board of Directors  
Central Logan County Public Water Facility Board  
Paris, Arkansas

Management is responsible for the accompanying financial statements of the Central Logan County Public Water Facility Board, which comprise the statements of net position as of September 30, 2023 and 2022, 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 Department'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**  
**August 12, 2024**

***FINANCIAL STATEMENTS***

# CENTRAL LOGAN COUNTY PUBLIC WATER FACILITY BOARD

## STATEMENTS OF NET POSITION

AS OF SEPTEMBER 30,	2023	2022
<b>Assets</b>		
<b>Current Assets</b>		
Cash and cash equivalents	\$ 39,113	\$ 2,496
Certificates of deposit	27,587	36,343
Accounts receivable, less allowance for doubtful accounts of \$18,859 and \$22,618	53,852	44,542
Inventory	2,495	2,495
Restricted checking and savings accounts	99,298	77,559
Restricted certificate of deposit	8,000	8,000
<b>Total Current Assets</b>	230,345	171,435
<b>Noncurrent Assets</b>		
<b>Capital Assets</b>		
Land	14,002	14,002
Water distribution system	2,831,097	2,831,097
Equipment	11,685	8,685
Total	2,856,784	2,853,784
Less: accumulated depreciation	1,584,947	1,508,392
<b>Net Capital Assets</b>	1,271,837	1,345,392
<b>Total Assets</b>	\$ 1,502,182	\$ 1,516,827
<b>Liabilities and Net Position</b>		
<b>Current Liabilities</b>		
Trade accounts payable	\$ 24,685	\$ 28,017
Sales tax payable	3,155	2,260
Accrued interest	4,345	1,772
Customer meter deposits	30,251	30,476
Current maturity of long-term debt	79,574	58,011
<b>Total Current Liabilities</b>	142,010	120,536
<b>Long-Term Debt</b>	703,695	747,929
<b>Total Liabilities</b>	845,705	868,465
<b>Net Position</b>		
Net investment in capital assets	488,568	539,452
Restricted	72,598	74,734
Unrestricted	95,311	34,176
<b>Total Net Position</b>	656,477	648,362
<b>Total Liabilities and Net Position</b>	\$ 1,502,182	\$ 1,516,827

See accompanying notes to financial statements.



# CENTRAL LOGAN COUNTY PUBLIC WATER FACILITY BOARD

## STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION

FOR THE YEARS ENDED SEPTEMBER 30,	2023	2022
<b>Operating Revenue</b>		
Metered water sales, less bad debts	\$ 463,588	\$ 400,898
Connection fees	9,825	5,675
Other income	98	650
<b>Total Operating Revenue</b>	<b>473,511</b>	<b>407,223</b>
<b>Operating Expenses</b>		
Contract labor	72,825	43,569
Water purchases	151,174	162,741
Office supplies	4,915	2,666
Operating supplies	30,656	23,822
Licenses and fees	6,063	100
Utilities	23,114	34,468
Insurance	1,132	723
Memberships and dues	1,327	1,567
Professional fees	43,700	43,614
Repairs and maintenance	9,161	8,645
Miscellaneous	5,018	9,658
Depreciation	76,555	76,005
<b>Total Operating Expenses</b>	<b>425,640</b>	<b>407,578</b>
<b>Net Income (Loss) From Operations</b>	<b>47,871</b>	<b>(355)</b>
<b>Other Income (Expenses)</b>		
Interest income	539	447
Interest expense	(40,295)	(38,918)
<b>Total Net Other Income (Expenses)</b>	<b>(39,756)</b>	<b>(38,471)</b>
<b>Change in Net Position</b>	<b>8,115</b>	<b>(38,826)</b>
<b>Beginning of Year Net Position</b>	<b>648,362</b>	<b>687,188</b>
<b>End of Year Net Position</b>	<b>\$ 656,477</b>	<b>\$ 648,362</b>

See accompanying notes to financial statements.