

JOINER WATER AND SEWER DEPARTMENT  
JOINER, ARKANSAS  
INDEPENDENT ACCOUNTANT'S REPORT ON  
APPLYING AGREED-UPON PROCEDURES  
FOR THE YEAR ENDED DECEMBER 31, 2021

MEYER AND WARD, P.A.  
CERTIFIED PUBLIC ACCOUNTANTS  
P.O. BOX 1045  
WYNNE, AR 72396

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Joiner Water and Sewer Department  
Board of Directors  
Joiner, Arkansas

INDEPENDENT ACCOUNTANT'S REPORT ON APPLYING AGREED-UPON  
PROCEDURES

We have performed the procedures enumerated below on compliance with Ark. Code Ann. 14-234-119 to 122, of the City of Joiner Water and Sewer Department as of December 31, 2021 and for the year then ended. The City of Joiner Water and Sewer Department's management is responsible for the Department's accounting records.

The City of Joiner Water and Sewer Department has agreed to and acknowledged that the procedures performed are appropriate to meet the intended compliance with Ark. Code An 14-235-119 to 122. Additionally, the Mayor, City Council, and management of the City of Joiner, Arkansas Water and Sewer Department have agreed to and acknowledged that the procedures performed are appropriate for its purpose. This report may not be suitable for other purposes. The procedures performed may not address all the items of interest as a user of this report and may not meet the needs of all users of the report, and as such users are responsible for determining whether procedures performed are appropriate for their purpose.

The procedures and the associated findings are as follows:

**Cash and Investments:**

1. We performed a proof of cash for the year and reconciled year end bank balances to book balances.

2. We obtained confirmation of the cash on deposit for the Joiner Water and Sewer Department

Bancorp South

Cash - Water and Sewer O&M	11,823
Cash - Water and Sewer Savings	8,130
Cash - Water and Sewer Department 8	18,511
Cash - Restricted for Construction - USDA	100
Certificate of Deposit	18,565
	<u>\$ 57,129</u>

3. Agreed the proof of cash ending balances to the book balances.

We found no exceptions as a result of the procedures.

**Receipts:**

1. We compared the deposits per the proof of cash for the year with the deposits per the general ledger.

We found no exceptions as a result of these procedures.

**Accounts Receivable:**

1. We agreed 10 customer payments on the accounts receivable subsidiary ledger to the deposit and billing documents.
2. We reviewed the process of customer adjustments to determine if they were properly authorized.

We found no exceptions as a result of these procedures.

**Cash Disbursements:**

1. Agreed the disbursements per the proof of cash for the year with the disbursements per the cash disbursements journal within 5%.
2. Selected 10 disbursements to determine if disbursements were adequately documented.

No exceptions were noted as a result of these procedures

**Property, Plant, and Equipment:**

Joiner Water and Sewer Department acquired all assets of City of Bassett Water Utility and Sand-Ridge Bardstown Water Association (a non-profit corporations) during the year. No detailed record of property, plant, and equipment could be provided for either entity.

**Long-term Debt:**

1. We scheduled long-term debt and verified changes in the balances for the year.
2. We confirmed the loan payables with the lenders.
3. We determined that appropriate debt service accounts have been maintained.

No exceptions were noted as a result of these procedures.

We were engaged by the City of Joiner Water and Sewer Department 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. This engagement to apply agreed upon procedures was performed in accordance with 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 specified elements, accounts, or items. Accordingly, we do not express such an opinion. Had we performed additional procedures, other matters might have come to our attention that would have been reported to you.

We were required to be independent of the City of Joiner Arkansas Water and Sewer Department and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements related to our agreed-upon procedures engagement.

Meyer & Ward

Meyer & Ward, P.A.  
Certified Public Accountants  
Wynne, AR 72396

December 22, 2022

JOINER WATER AND SEWER DEPARTMENT  
FINANCIAL STATEMENTS – CASH BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2021  
AND  
INDEPENDENT ACCOUNTANT'S  
COMPILATION REPORT

MEYER AND WARD, P.A.  
CERTIFIED PUBLIC ACCOUNTANTS  
P.O. BOX 1045  
WYNNE, AR 72396

**JOINER WATER AND SEWER DEPARTMENT  
JOINER, ARKANSAS  
FOR THE YEAR ENDED DECEMBER 31, 2021**

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MEYER AND WARD, P.A.  
CERTIFIED PUBLIC ACCOUNTANTS  
P.O. BOX 1045  
WYNNE, AR 72396

Members of the Town Council  
Joiner Water and Sewer Department  
Joiner, Arkansas

Management is responsible for the accompanying financial statements of Joiner Water and Sewer Department, which comprise the statement of assets, liabilities and net position – cash basis as of December 31, 2021 and the related statement of cash receipts and disbursements- cash basis for the year then ended in accordance with the cash basis of accounting and for determining that the cash basis of accounting is an acceptable financial reporting framework. 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 cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

Management has omitted the management's discussion and analysis that the cash basis of accounting requires to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting and for placing the basic financial statements in an appropriate operational, economic, or historical context.

Management has elected to omit substantially all of the disclosures required by the cash basis of accounting. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the Department's financial position and results of operations. Accordingly, the financial statements are not designed for those who are not informed about such matters.

The supplementary information contained in pages 6 through 8 is presented for purposes of additional analysis and is not a required part of the basis financial statements. Such information is the responsibility of management. The supplementary information was subject to our compilation engagement. We have not audited or reviewed the supplementary information and do not express an opinion, a conclusion, nor provide any assurance on such information.

Meyer & Ward

Meyer and Ward, P.A.  
Certified Public Accountants  
Wynne, AR 72396  
December 22, 2022



**JOINER WATER AND SEWER DEPARTMENT**  
**STATEMENT OF ASSETS, LIABILITIES AND NET POSITION - CASH BASIS**  
**December 31, 2021**

**ASSETS**

**CURRENT ASSETS**

Cash	\$ 19,953
Total Current Assets	<u>19,953</u>

**RESTRICTED ASSETS**

Certificate of Deposit	18,565
Cash - USDA Construction	100
Cash - Meter Deposits	<u>18,511</u>
Total Restricted Assets	<u>37,176</u>

**FIXED ASSETS - AT COST**

Water and Sewer System	1,200,806
Water Tower	503,174
Equipment	<u>41,594</u>
	1,745,574
Less: Accumulated Depreciation	<u>(1,227,858)</u>
Net Property, Plant and Equipment	<u>517,716</u>

<b>TOTAL ASSETS</b>	<b><u>\$ 574,845</u></b>
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SEE INDEPENDENT ACCOUNTANT'S COMPILATION REPORT

**JOINER WATER AND SEWER DEPARTMENT**  
**STATEMENT OF ASSETS, LIABILITIES AND NET POSITION - CASH BASIS**  
**December 31, 2021**

**LIABILITIES AND NET POSITION**

**CURRENT LIABILITIES**

Accounts Payable - City of Joiner	\$ 216,846
Customer Meter Deposit	19,814
Current portion of notes payable	4,661
Total Current Liabilities	<u>241,321</u>

**LONG TERM LIABILITIES**

Notes payable, net of current portion	<u>109,233</u>
<b>TOTAL LIABILITIES</b>	<u>350,554</u>

**NET ASSETS**

Net investment in capital assets	403,822
Restricted for debt service	18,565
Unrestricted	<u>(198,096)</u>
Total Net Position	<u>224,291</u>

<b>TOTAL LIABILITIES AND NET POSITION</b>	<u><u>\$ 574,845</u></u>
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SEE INDEPENDENT ACCOUNTANT'S COMPILATION REPORT

**JOINER WATER AND SEWER DEPARTMENT  
STATEMENT OF CASH RECEIPTS AND DISBURSEMENTS- CASH BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2021**

**OPERATING REVENUE:**

Water Revenue	\$ 81,070
Sewer Revenue	36,092
Meter Deposits	1,160
Interest	68
Total Operating Receipts	<u>118,390</u>

**OPERATING EXPENSES:**

Salaries, Payroll taxes and fringe	49,744
Contract Services	10,175
Utilities	17,780
Office Supplies and postage	2,383
Repairs and maintenance	30,356
Payment system charge	1,986
Professional fees	2,500
Principal payments on notes payable	4,482
Insurance	3,896
Deposit Refunds	550
Sales Tax	3,967
Fees and Licenses	9,176
Travel	4,270
Miscellaneous	728
Total Cash Disbursements	<u>141,993</u>

**OTHER REVENUE (EXPENSES):**

Interest	(3,338)
Garbage and Public Safety payments to City	(41,757)
Garbage and Public Safety Fee Collections	<u>52,841</u>
	<u>7,746</u>

Increase (Decrease) in Cash and Restricted Cash	(15,857)
Beginning Cash and Restricted Cash at 1/1/2021	<u>72,986</u>
Ending Cash and Restricted Cash at 12/31/2021	<u><u>\$ 57,129</u></u>

**SEE INDEPENDENT ACCOUNTANT'S COMPILATION REPORT**

## **SUPPLEMENTARY INFORMATION**

**JOINER WATER AND SEWER DEPARTMENT**  
**COMBINING SCHEDULE OF ASSETS, LIABILITIES AND NET POSITION - CASH BASIS**  
**December 31, 2021**

**ASSETS**

	<u>Total</u>	<u>Water</u>	<u>Sewer</u>
<b>CURRENT ASSETS</b>			
Cash	\$ 19,953	\$ 5,003	\$ 14,950
Total Current Assets	<u>19,953</u>	<u>5,003</u>	<u>14,950</u>
<b>RESTRICTED ASSETS</b>			
Certificate of Deposit	18,565	12,996	5,569
Cash - USDA Construction	100	100	
Cash - Meter Deposits	18,511	12,958	5,553
Total Restricted Assets	<u>37,176</u>	<u>26,054</u>	<u>11,122</u>
<b>FIXED ASSETS - AT COST</b>			
Water and Sewer System	1,200,806	840,564	360,242
Water Tower	503,174	503,174	-
Equipment	41,594	29,116	12,478
Total	1,745,574	1,372,854	372,720
Less: Accumulated Depreciation	(1,227,858)	(859,501)	(368,357)
Net Property, Plant and Equipment	<u>517,716</u>	<u>513,353</u>	<u>4,363</u>
<b>TOTAL ASSETS</b>	<u>\$ 574,845</u>	<u>\$ 544,410</u>	<u>\$ 30,435</u>

SEE INDEPENDENT ACCOUNTANT'S COMPILATION REPORT

**JOINER WATER AND SEWER DEPARTMENT**  
**COMBINING SCHEDULE OF ASSETS, LIABILITIES AND NET POSITION - CASH BASIS**  
**December 31, 2021**

**LIABILITIES AND NET POSITION**

	<u>Total</u>	<u>Water</u>	<u>Sewer</u>
<b>CURRENT LIABILITIES</b>			
Accounts Payable - City of Joiner	\$ 216,846	\$ 151,792	\$ 65,054
Customer Meter Deposit	19,814	13,870	5,944
Current portion of notes payable	4,661	4,661	
Total Current Liabilities	<u>241,321</u>	<u>170,323</u>	<u>70,998</u>
<b>LONG TERM LIABILITIES</b>			
Notes payable, net of current portion	<u>109,233</u>	<u>109,233</u>	
<b>TOTAL LIABILITIES</b>	<u>350,554</u>	<u>279,556</u>	<u>70,998</u>
<b>NET ASSETS</b>			
Net investment in capital assets	403,822	399,459	4,363
Restricted for debt service	18,565	18,565	
Unrestricted	(198,096)	(153,170)	(44,926)
Total Net Position	<u>224,291</u>	<u>264,854</u>	<u>(49,527)</u>
		-	
<b>TOTAL LIABILITIES AND NET POSITION</b>	<u>\$ 574,845</u>	<u>\$ 544,410</u>	<u>\$ 21,471</u>

SEE INDEPENDENT ACCOUNTANT'S COMPILATION REPORT

**JOINER WATER AND SEWER DEPARTMENT**  
**COMBINING SCHEDULE OF CASH RECEIPTS AND DISBURSEMENTS- CASH BASIS**  
**FOR THE YEAR ENDED DECEMBER 31, 2021**

	Total	Water	Sewer
<b>OPERATING REVENUE:</b>			
Water Revenue	\$ 81,070	\$ 81,070	\$ -
Sewer Revenue	36,092		36,092
Meter Deposits	1,160	812	348
Interest	68	48	20
Total Operating Receipts	<u>118,390</u>	<u>81,930</u>	<u>36,460</u>
<b>OPERATING EXPENSES:</b>			
Salaries, Payroll taxes and fringe	49,744	34,821	14,923
Contract Services	10,175	7,123	3,052
Utilities	17,780	12,446	5,334
Office Supplies and postage	2,383	1,668	715
Repairs and maintenance	30,356	21,249	9,107
Payment system charge	1,986	1,390	596
Professional fees	2,500	1,750	750
Principal payments on notes payable	4,482	4,482	
Insurance	3,896	2,727	1,169
Deposit Refunds	550	385	165
Sales Tax	3,967	3,967	
Fees and Licenses	9,176	6,423	2,753
Travel	4,270	2,989	1,281
Miscellaneous	728	510	218
Total Cash Disbursements	<u>141,993</u>	<u>101,930</u>	<u>40,063</u>
<b>OTHER REVENUE (EXPENSES):</b>			
Interest	(3,338)	(2,337)	(1,001)
Garbage and Public Safety payments to City	(41,757)	(41,757)	-
Garbage and Public Safety Fee Collections	52,841	52,841	-
	<u>7,746</u>	<u>8,747</u>	<u>(1,001)</u>
Increase (Decrease) in Cash and Restricted Cash	(15,857)	(11,253)	(4,604)
Beginning Cash and Restricted Cash at 1/1/2021	<u>72,986</u>	<u>42,310</u>	<u>30,676</u>
Ending Cash and Restriced Cash at 12/31/2021	<u>\$ 57,129</u>	<u>\$ 31,057</u>	<u>\$ 26,072</u>

SEE INDEPENDENT ACCOUNTANT'S COMPILATION REPORT