TOWN OF MAYNARD WATER & SEWER DEPARTMENT
Maynard, Arkansas
For the Year Ended December 31, 2024

INDEPENDENT ACCOUNTANT'S REPORT ON
APPLYING AGREED-UPON PROCEDURES

Berry & Associates
CERTIFIED PUBLIC ACCOUNTANTS

American Institute of CPAs Arkansas Society of CPAs Texas Society of CPAs

Members of the Town Council
Town of Maynard Water & Sewer Department
Maynard, Arkansas

INDEPENDENT ACCOUNTANT'S REPORT ON APPLYING AGREED-UPON PROCEDURES

We have performed the procedures enumerated below on the procedures specified by the Legislative Joint Auditing Committee, in accordance with Ark. Code Ann. 14-234-119 – 14-234-122 of Town of Maynard Water and Sewer Department for the year ended December 31, 2024. Town of Maynard Water and Sewer Department is responsible for the procedures specified by the Legislative Joint Auditing Committee, in accordance with Ark. Code Ann. 14-234-119 – 14-234-122.

Town of Maynard Water and Sewer Department has agreed to and acknowledged that the procedures performed are appropriate to meet the intended purpose of complying with Arkansas law and lender requirements. 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 purposes.

The procedures and associated findings are as follows:

CASH AND INVESTMENTS

1. A. Perform a proof of cash for the year and reconcile year-end bank balances to book balance.

   B. Confirm with depository institutions the cash on deposit and investments.

   C. Agree the proof of cash ending balances to the book balances within 5% or $500, whichever is greater.

   ***Findings**: We found no exceptions as a result of the procedures.*

RECEIPTS

2. 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.

   B. Agree ten customer payments on the accounts receivable subledger to deposit and billing documents.

   C. For ten deposits, agree the cash/check composition of the deposit with receipt information.

   ***Findings**: We found no exceptions as a result of the procedures.*

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ACCOUNTS RECEIVABLE

3. A. Agree ten customer billings to the accounts receivable sub ledger.

   B. Determine that five customer adjustments were properly authorized.

   Findings: *We found the following exception as a result of the procedures: customer adjustments were not properly authorized. We found no other exceptions as a result of the procedures.*

DISBURSEMENTS

4. 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.

   B. Analyze all property, plant and equipment disbursements.

   C. Select all disbursements paid to employees other than payroll and ten other disbursements and determine if they were adequately documented.

   Findings: *We found no exceptions as a result of the procedures.*

PROPERTY, PLANT AND EQUIPMENT

5. A. Determine that additions and disposals were properly accounted for in the records (materiality level – 5% of total equipment or $500, whichever is greater).

   Findings: *We found no exceptions as a result of the procedures.*

LONG-TERM DEBT

6. A. Schedule long-term debt and verify changes in all balances for the year.

   B. Confirm loans, bonds, notes and contracts payable with lender/trustee/contractor.

   C. Determine that the appropriate debt service accounts have been established and maintained.

   Findings: *We found no exceptions as a result of the procedures.*

GENERAL

7. A. Determine that any items of financial significance were approved and documented in the minutes of the governing body minutes

   Findings: *We found no exceptions as a result of the procedures.*

We were engaged by Town of Maynard Water and Sewer Department to perform this agreed-upon procedures engagement and conducted our engagement in accordance with attestation standards established by the AICPA. We were not engaged to and did not conduct an audit or review engagement, the objective of which would be the expression of an opinion or conclusion, respectively, on the procedures specified by the Legislative Joint Auditing Committee, in accordance with Ark. Code Ann. 14-234-119 – 14-234-122. 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 Town of Maynard Water and Sewer Department and to meet our ethical responsibilities, in accordance with the relevant ethical requirements related to our agreed-upon procedures engagement.

Members of the Town Council
Town of Maynard Water & Sewer Department

This report is intended solely for the information and use of the Town of Maynard Water and Sewer Department, Arkansas Natural Resources Commission, USDA Rural Development, and the Legislative Joint Auditing Committee and is not intended to be and should not be used by anyone other than these specified parties.

Berry & Associates

Berry & Associates, PA
Little Rock, Arkansas
October 22, 2025

TOWN OF MAYNARD WATER & SEWER DEPARTMENT
FINANCIAL STATEMENTS
For the Year Ended December 31, 2024
and
INDEPENDENT ACCOUNTANT'S
COMPILATION REPORT

TOWN OF MAYNARD WATER & SEWER DEPARTMENT
Maynard, Arkansas
For the Year Ended December 31, 2024

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Berry & Associates
CERTIFIED PUBLIC ACCOUNTANTS

American Institute of CPAs Arkansas Society of CPAs Texas Society of CPAs

Members of the Town Council
Town of Maynard Water & Sewer Department
Maynard, Arkansas

Management is responsible for the accompanying financial statements of Town of Maynard Water and Sewer Department, which comprise the statement of assets, liabilities, and net position – modified cash basis as of December 31, 2024, and the related statement of cash receipts and cash disbursements for the year then ended, and for determining that the modified-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 modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

Management has elected to omit substantially all of the disclosures ordinarily included in financial statements prepared in accordance with the modified 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 assets, liabilities, net position, cash receipts and cash disbursements. Accordingly, these financial statements are not designed for those who are not informed about such matters.

Berry & Associates

Berry & Associates, P.A.
Little Rock, Arkansas
October 22, 2025

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TOWN OF MAYNARD WATER & SEWER DEPARTMENT
STATEMENT OF ASSETS, LIABILITIES, AND NET POSITION-MODIFIED CASH BASIS
December 31, 2024

ASSETS		
CURRENT ASSETS		
Cash	$	105,702
RESTRICTED ASSETS		
Cash and cash equivalents		164,856
FIXED ASSETS - AT COST		
Water lines		1,525,141
Land		6,135
Equipment		803,920
		2,335,196
Less: accumulated depreciation		(1,356,093)
Net Fixed Assets		979,103
TOTAL ASSETS	$	1,249,661
LIABILITIES AND NET POSITION		
CURRENT LIABILITIES		
Current maturities of long-term debt	$	16,100
LONG-TERM DEBT, Net of Current Maturities		
USDA Rural Development		169,922
Arkansas Natural Resources Commission		23,960
Total long-term debt, net of current maturities		193,882
PAYABLES FROM RESTRICTED ASSETS		
Customer water meter deposits		19,581
TOTAL LIABILITIES		229,563
NET POSITION		
Unrestricted		923,092
Restricted		97,006
TOTAL NET POSITION		1,020,098
TOTAL LIABILITIES AND NET POSITION	$	1,249,661

TOWN OF MAYNARD WATER & SEWER DEPARTMENT
STATEMENT OF CASH RECEIPTS AND CASH DISBURSEMENTS
For the Year Ended December 31, 2024

CASH RECEIPTS		
Water revenue	$	70,741
Sewer revenue		47,050
Sanitation fees		42,531
Interest income		1,461
Meter deposits		1,540
Other income		23,238
Total Cash Receipts		186,561
CASH DISBURSEMENTS		
Debt service		
Principal		15,378
Interest		7,496
Operating salaries		29,036
Contracted labor		29,050
Insurance		7,070
Supplies		9,009
Dues & licenses		3,434
Professional fees		5,265
Miscellaneous expense		17,120
Utilities		25,208
Meter refunds		2,280
Repairs & maintenance		524
Fuel & oil		1,551
Lab testing		1,975
Total Cash Disbursements		154,396
INCREASE IN CASH AND RESTRICTED CASH		32,165
BEGINNING CASH AND RESTRICTED CASH, AT JANUARY 1, 2024		238,393
ENDING CASH AND RESTRICTED CASH, AT DECEMBER 31, 2024	$	270,558